



DEPARTMENT OF COMMUNITY DEVELOPMENT SERVICES

Economic Development Division

m e m o r a n d u m

TO: Laurel Lunt Prussing, Mayor

FROM: Elizabeth H. Tyler, FAICP, Director, Community Development Services

DATE: January 21st, 2015

SUBJECT: **An Ordinance Revising the Annual Budget Ordinance, FY2014-15
(Redevelopment Agreement with Cake Design Development LLC - Series 204
West Main)**

In order for the City to fulfill its obligation to Cake Design in concert with the amended development agreement for the redevelopment of 204 West Main Street, the City must make a technical correction to the FY2014-15 budget.

On May 5th, 2014 the Council approved Ordinance No. 2014-04-041 amending the FY2013-14 budget to authorize expenditures up to a maximum of \$175,000 under the terms of a redevelopment with Cake Design Development LLC – Series 204 for a project at 204 West Main Street. None of these budgeted funds were expended in FY2013-14.

Council is being asked to renew this commitment of \$175,000 in the FY2014-15 budget. The proposed ordinance is identical to last year's ordinance with the exception of the updated fiscal year. (**Exhibit A: Draft Budget Amendment Ordinance**).

Options

1. Approve the proposed budget amendment ordinance as presented.
2. Approve the proposed budget amendment ordinance with changes. It should be noted that any changes should seek to meet the City's \$175,000 financial obligation under the redevelopment agreement.
3. Deny the budget amendment ordinance and direct staff to identify an alternative source to meet the City's \$175,000 financial obligation under the redevelopment agreement.

Recommendation

Staff recommends that the City Council approve the attached ordinance approving an amendment to the FY2014-15 annual budget.

Prepared by:

A handwritten signature in black ink, appearing to read "BS Boys", with a horizontal line extending to the right from the end of the signature.

Brandon S Boys, Economic Development Manager

Attachment:

Exhibit A: Draft Budget Amendment Ordinance

Exhibit A

ORDINANCE NUMBER 2015-01-011

AN ORDINANCE REVISING THE ANNUAL BUDGET ORDINANCE, FY2014-15

(Redevelopment Agreement with Cake Design Development, LLC - Series 204 West Main)

WHEREAS, the Annual Budget Ordinance of and for the City of Urbana, Champaign County, Illinois, for the fiscal year beginning July 1, 2014, and ending June 30, 2015, (the "Annual Budget Ordinance") has been duly adopted according to sections 8-2-9.1 et seq. of the Illinois Municipal Code (the "Municipal Code") and Division 2, entitled "Budget", of Article VI, entitled "Finances and Purchases", of Chapter 2, entitled "Administration", of the Code of Ordinances, City of Urbana, Illinois (the "City Code"); and

WHEREAS, the City Council of the said City of Urbana finds it necessary to revise said Annual Budget Ordinance by deleting, adding to, changing or creating sub-classes within object classes and object classes themselves; and

WHEREAS, funds are available to effectuate the purpose of such revision; and

WHEREAS, such revision is not one that may be made by the Budget Director under the authority so delegated to the Budget Director pursuant to section 8-2-9.6 of the Municipal Code and section 2-133 of the City Code.

NOW, THEREFORE, BE IT ORDAINED BY THE CITY COUNCIL OF THE CITY OF URBANA, ILLINOIS, as follows:

Section 1. That the Annual Budget be and the same is hereby revised to provide as follows:

FUND: Tax Increment Financing District One Fund		
ADD EXPENSE :	Cake Design Development Costs	
	T09 1 1300-3053	\$175,000
ADD REVENUE :	Trans. TIF2 (Cake Design)	
	T09 0 0064-0000	\$175,000
FUND: Tax Increment Financing District Two Fund		
ADD EXPENSE :	Trans. TIFOne (Cake Design)	
	T10 1 1400-4024	\$175,000
REDUCE :	Fund Balance	
	T10 0 0001-0199	\$175,000

Section 2. This Ordinance shall be effective immediately upon passage and approval and shall not be published.

Section 3. This Ordinance is hereby passed by the affirmative vote of two-thirds of the members of the corporate authorities then holding office, the "ayes" and "nays" being called at a regular meeting of said Council.

PASSED by the City Council this _____ day of _____,
_____.

AYES:
NAYS:
ABSTAINED:

Phyllis D. Clark, City Clerk

APPROVED by the Mayor this _____ day of _____,
_____.

Laurel Lunt Prussing, Mayor