

EUGENE URBAN RENEWAL AGENCY

AGENDA ITEM SUMMARY



Public Hearing and Action: Resolution 1048 of the Urban Renewal Agency of the City of Eugene Adopting the Budget, Making Appropriations, and Declaring the Amount of Tax to be Certified for the Fiscal Year Beginning July 1, 2008, and Ending June 30, 2009

Meeting Date: June 9, 2008
Department: Central Services
www.eugene-or.gov

Agenda Item Number: 5
Staff Contact: Kitty Murdoch
Contact Telephone Number: 682-5860

ISSUE STATEMENT

Oregon Local Budget Law requires the Urban Renewal Agency of the City of Eugene to conduct a public hearing to receive testimony on the FY09 Urban Renewal Agency Annual Budget as recommended by the Budget Committee on May 28, 2008. Following the hearing, the governing body of the Urban Renewal Agency may deliberate and approve a resolution adopting the budget of the Urban Renewal Agency of the City of Eugene and make appropriations for the Fiscal Year beginning July 1, 2008 and ending June 30, 2009.

BACKGROUND

On May 28, 2008, the Budget Committee recommended that the City Council, acting as the Eugene Urban Renewal Agency Board of Directors, adopt a FY09 Budget for the Eugene Urban Renewal Agency that consists of the City Manager's FY09 Proposed Budget with several changes.

Policy Issues

ORS 294.435 provides that after the public hearing "has been held, the governing body shall enact the proper ordinances or resolutions to adopt the budget, to make the appropriations, to determine, make and declare the ad valorem property tax amount or rate to be certified to the assessor for either the ensuing year or each of the years of the ensuing budget period and to itemize and categorize the ad valorem property tax amount or rate as provided in ORS 310.060."

Council Goals

The budget supports department work plans designed to meet Council Goals and Priorities.

Financial and/or Resource Considerations

Financial and/or resources considerations are detailed in the FY09 Proposed Budget Document and Budget Committee Motions. A summary of the Budget Committee actions is provided in Attachment A.

Budget Committee Recommendation

Budget Committee review consisted of seven work sessions and one public hearing on the City of Eugene and the Urban Renewal Agency budgets. Public comment was received at three of the work sessions and a separate public hearing on the budget proposal was conducted on May 19, 2008.

The Budget Committee recommendation was moved by Mr. Barofsky and seconded by Ms. Syrett. It was unanimously approved on May 28, 2008:

Move that the Budget Committee recommend to the Eugene City Council, acting as the Urban Renewal Agency Board of Directors, a FY09 Budget for the Eugene Urban Renewal Agency that consists of the City Manager's FY09 Proposed Budget, including the property tax levies and/or rates contained therein, amended to reflect appropriations for prior year encumbrances and prior year capital projects, and the following amendments approved by motion.

The Budget Committee amended the City Manager's Proposed Budget with the following motion:

“Amend the FY09 proposed budgets for the City of Eugene and the Urban Renewal Agency to include additional financial transactions required to carry out the purchase and sale agreement for the Beam project approved by the Urban Renewal Agency on May 21, 2008.”

The Beam project transactions recognize \$5,347,000 from HUD 108 loan resources and \$1,353,000 in BEDI Grant resources received from the City of Eugene in the URA Downtown General Fund and appropriates \$6.5 million for Capital Development Loans and \$200,000 for legal and administrative costs. The motion also includes moving \$65,000 from Balance Available in the Downtown Debt Service Fund and using the funds for an intergovernmental payment to the City of Eugene for bank service fees related to the project.

Timing

Under the State Statute, a budget must be approved prior to July 1, 2008 and a copy of the adopting resolution filed with the County Assessor by July 31, 2008.

Other Background Information

The FY09 Proposed Budget document, Budget Committee packets, information distributed at Budget Committee meetings, and Budget Committee motions are available on the City's website.

COUNCIL OPTIONS

According to ORS 294.435, the Urban Renewal Agency's governing body is limited to increasing expenditures in a fund by no more than \$5,000 or 10 percent, whichever is greater, of the Budget Committee approved total in each or any fund. If a larger expenditure increase is desired, republishing the budget and conducting a second public hearing is required. The Agency Board of Directors may reduce revenues, move allocations within a fund and decrease expenditures; however all actions must result in a balanced budget, where revenues equal expenditures, for each fund. Any increase to property taxes above the rate or amount approved by the Budget Committee requires republishing the budget summary and conducting a second public hearing.

If a director makes a motion to amend the budget resolutions, the motion must contain the specific appropriation line(s) being altered in the resolution and each motion must be self-balancing, meaning that a resource and a requirement must exactly offset each other.

CITY MANAGER'S RECOMMENDATION

The City Manager recommends adoption of the FY09 Urban Renewal Agency Budget as recommended by the Budget Committee.

SUGGESTED MOTION

Move to adopt Resolution 1048 of the Urban Renewal Agency of the City of Eugene adopting the budget and making appropriations for the fiscal year beginning July 1, 2008, and ending June 30, 2009.

ATTACHMENTS

- A. Summary of Budget Committee Changes to the Executive Budget Recommendation
- B. Resolution Adopting the FY09 Urban Renewal Agency Budget

FOR MORE INFORMATION

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Summary of Changes to the FY09 Executive Budget Recommendation**Urban Renewal Agency**

Fund / Department	FY09 Proposed Budget	<----- Budget Committee Actions ----->		
		Misc. Actions	Capital Carryover	Budget Comm. Recommend.
A. <u>Downtown General Fund</u>				
1. Planning and Development	332,000	200,000	0	532,000
2. Miscellaneous Fiscal Transactions	2,309,783	6,500,000	0	8,809,783
3. Balance Available	50,000	0	0	50,000
Total	2,691,783	6,700,000	0	9,391,783
B. <u>Downtown Debt Service Fund</u>				
1. Interfund Transfers	332,000	0	0	332,000
2. Intergovernmental Expenditures	2,372,500	65,000	0	2,437,500
3. Reserve	2,500,000	0	0	2,500,000
4. Balance Available	2,536,244	(65,000)	0	2,471,244
Total	7,740,744	0	0	7,740,744
C. <u>Downtown Capital Projects Fund</u>				
1. Capital Projects	0	0	4,901,791	4,901,791
2. Balance Available	28,000	0	0	28,000
Total	28,000	0	4,901,791	4,929,791
D. <u>Riverfront General Fund</u>				
1. Planning and Development	342,000	0	0	342,000
2. Balance Available	2,342,782	0	0	2,342,782
Total	2,684,782	0	0	2,684,782
E. <u>Riverfront Debt Service Fund</u>				
Total	0	0	0	0
F. <u>Riverfront Capital Projects Fund</u>				
1. Capital Projects	0	0	219,418	219,418
2. Balance Available	13,000	0	0	13,000
Total	13,000	0	219,418	232,418
TOTAL URA BUDGET	13,158,309	6,700,000	5,121,209	24,979,518

RESOLUTION NO. _____

**A RESOLUTION OF THE URBAN RENEWAL AGENCY OF THE
CITY OF EUGENE ADOPTING THE BUDGET, MAKING
APPROPRIATIONS, AND DECLARING THE AMOUNT OF TAX TO BE
RECEIVED FOR THE FISCAL YEAR BEGINNING
JULY 1, 2008 AND ENDING JUNE 30, 2009.**

The Urban Renewal Agency of the City of Eugene finds that adopting the budget and making appropriations is necessary under ORS 294.305 to ORS 294.565.

NOW, THEREFORE,

BE IT RESOLVED by the Urban Renewal Agency of the City of Eugene, as follows:

Section 1. The budget for the Urban Renewal Agency of the City of Eugene for the Fiscal Year beginning July 1, 2008 set forth in attached Exhibit "A" is hereby adopted.

Section 2. The amounts for the Fiscal Year beginning July 1, 2008 and for the purposes shown in the attached Exhibit "A" are hereby appropriated.

Section 3. That the following be certified to the County Assessor of Lane County, Oregon:

The Downtown Plan Area is an Option One plan that shall receive the maximum amount of revenue that may be raised by dividing the taxes under section 1c, Article IX, of the Oregon Constitution.

The Riverfront Plan Area shall receive the maximum amount of revenue that may be raised by dividing the taxes under section 1c, Article IX, of the Oregon Constitution. This plan shall be certified under the "Window Plan" section of the certification form.

Section 4. That the City Recorder is hereby requested to certify the levies as herein made and set forth to the County Assessor of Lane County, Oregon, and shall file with the County Assessor a copy of the budget as finally adopted, and such other documents as required by ORS 294.555(3).

Section 5. The list of fund numbers and fund titles set forth in attached Exhibit "B" is hereby adopted, and any fund numbers or fund titles in conflict herewith are hereby repealed.

The foregoing Resolution adopted this 9th day of June, 2008.

Director

EXHIBIT A
Urban Renewal Agency

<u>Downtown General Fund</u>		<u>\$\$\$</u>
Department Operating		
Planning and Development	532,000	
Total Department Operating	<u>532,000</u>	
Non-Departmental		
Miscellaneous Fiscal Transactions	8,809,783	
Balance Available	50,000	
Total Non-Departmental	<u>8,859,783</u>	
Total Downtown General Fund		<u><u>9,391,783</u></u>
 <u>Downtown Debt Service Fund</u>		
Non-Departmental		
Interfund Transfers	332,000	
Intergovernmental Expenditures	2,437,500	
Reserve	2,500,000	
Balance Available	2,471,244	
Total Non-Departmental	<u>7,740,744</u>	
Total Downtown Debt Service Fund		<u><u>7,740,744</u></u>
 <u>Downtown Capital Projects Fund</u>		
Total Capital Projects		<u>4,901,791</u>
Non-Departmental		
Balance Available	28,000	
Total Non-Departmental	<u>28,000</u>	
Total Downtown Capital Projects Fund		<u><u>4,929,791</u></u>
 <u>Riverfront General Fund</u>		
Department Operating		
Planning and Development	342,000	
Total Department Operating	<u>342,000</u>	
Non-Departmental		
Balance Available	2,342,782	
Total Non-Departmental	<u>2,342,782</u>	
Total Riverfront General Fund		<u><u>2,684,782</u></u>

EXHIBIT A
Urban Renewal Agency

<u>Riverfront Capital Projects Fund</u>	<u>\$\$\$</u>
Total Capital Projects	<u>219,418</u>
Non-Departmental	
Balance Available	<u>13,000</u>
Total Non-Departmental	<u>13,000</u>
Total Riverfront Capital Projects Fund	<u>232,418</u>
Total Resolution	<u>24,979,518</u>

Exhibit B
Urban Renewal Agency

<u>Reporting Fund</u>	<u>Managing Fund</u>	<u>Fund Titles</u>
817	817	Downtown General Fund
812	812	Downtown Debt Service Fund
813	813	Downtown Capital Projects Fund
821	821	Riverfront General Fund
823	823	Riverfront Capital Projects Fund