

EUGENE URBAN RENEWAL AGENCY

AGENDA ITEM SUMMARY



Action: Adoption of Resolution 1055 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, 2010, and Ending June 30, 2011

Meeting Date: June 28, 2010
Department: Central Services
www.eugene-or.gov

Agenda Item Number: 4
Staff Contact: Mia Cariaga
Contact Telephone Number: (541) 682-5408

ISSUE STATEMENT

The Agency Board is required to take final action on the FY11 Urban Renewal Agency budget. Oregon Local Budget Law requires the Urban Renewal Agency of the City of Eugene to conduct a public hearing to receive testimony on the FY11 Urban Renewal Agency Annual Budget as recommended by the Budget Committee on May 19, 2010. 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.

BACKGROUND

On May 19, 2010, the Budget Committee recommended that the City Council, acting as the Eugene Urban Renewal Agency Board of Directors, adopt an FY11 Budget for the Eugene Urban Renewal Agency that consists of the City Manager's FY11 Proposed Budget.

Council Goals

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

Financial and/or Resource Considerations

Financial and/or resource considerations are detailed in the FY11 Proposed Budget Document and the Urban Renewal Plan Amendment.

The plan amendment includes spending for three projects:

- Contribution to Lane Community College's new Downtown Campus of \$8 million
- Infrastructure improvements to the Farmers' Market of \$500,000
- Assistance in funding the Broadway Place Garage debt, which will enable improvements to public safety

Budget Committee Recommendation

Budget Committee review consisted of six work sessions and one public hearing on the City of Eugene and the Urban Renewal Agency budgets. Public comment was received at five of the work sessions and a separate public hearing on the budget proposal was conducted on May 17, 2010.

The Budget Committee recommendation approved on May 19, 2010 is as follows:

Ms. Syrett moved that the Budget Committee recommend to the Eugene City Council, acting as the Urban Renewal Agency Board of Directors, the FY11 Budget for the Eugene Urban Renewal Agency that consists of the City Manager's FY11 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.

Other Motions

On May 27, 2010, the Budget Committee held a work session to discuss and vote on a motion to amend the FY11 Proposed Budget to include changes described in the Urban Renewal Plan Amendment approved by the council on May 24, 2010. The committee voted 6-4 on this motion.

Timing

Under the State Statute, a budget must be approved prior to July 1, 2010, and a copy of the adopting resolution filed with the County Assessor by July 31, 2010.

Other Background Information

The FY11 Proposed Budget document, Budget Committee packets, information distributed at Budget Committee meetings, and Budget Committee motions are available on the City's website.

AGENCY BOARD 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.

AGENCY DIRECTOR'S RECOMMENDATION

The Agency Director recommends adoption of the FY11 Urban Renewal Agency Budget as recommended by the Budget Committee.

In addition, the Agency Director recommends the budget changes to reflect the Urban Renewal Plan Amendment approved by the Agency Director on May 24, 2010. The City published a legal advertisement reflecting these changes because they are in excess of the 10 percent limit outlined in ORS 294.435. Those changes are as follows:

- Budget an intergovernmental payment of \$8,000,000 to Lane Community College for redevelopment of the excavated vacant lot at the 10th Avenue and Charnelton Street site;

- Budget \$500,000 for Farmers' Market site improvements;
- Budget bond issuance costs of \$150,000, debt service reserve of \$1,000,000, and issue bonds of \$4,500,000;
- Reduce Balance Available by \$5,890,000;
- Budget an intergovernmental payment of \$740,000 from the URA to the City's Parking Fund to use for Broadway Parking Garage debt service.

These changes are included in the attached resolution.

SUGGESTED MOTION

Move to adopt Resolution 1055 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, 2010, and ending June 30, 2011.

ATTACHMENTS

- A. Summary of Changes to the FY11 Executive Budget Recommendation
- B. Resolution Adopting the FY11 Urban Renewal Agency Budget
 - Exhibit A - Fund Schedules
 - Exhibit B - Fund Names

FOR MORE INFORMATION

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Summary of Changes to the FY11 Executive Budget Recommendation

Urban Renewal Agency

Fund / Department	FY11 Proposed Budget	Budget Committee Actions ----->			Changes Proposed by Agency Director	FY11 Adopted Budget
		Misc. Actions	Reserve/Carryover	Capital Carryover		
A. Downtown General Fund						
Planning and Development	530,000			530,000		530,000
Miscellaneous Fiscal Transactions	8,499,967			8,499,967		8,499,967
Balance Available	50,000			50,000		50,000
Total	9,079,967	-	-	9,079,967	-	9,079,967
B. Downtown Debt Service Fund						
Debt Service	-			-	150,000 a	150,000
Interfund Transfers	530,000			530,000	500,000 b	1,030,000
Intergovernmental Expenditures	-			-	8,740,000 c, d	8,740,000
Reserve	-			-	1,000,000 e	1,000,000
Balance Available	6,133,491			6,133,491	(5,890,000) f	243,491
Total	6,663,491	-	-	6,663,491	4,500,000	11,163,491
a) Budget \$150,000 for urban renewal bonds debt issuance costs.						
b) Transfer \$500,000 to the URA Downtown Capital Projects Fund for Farmers' Market improvements.						
c) Budget an intergovernmental payment of \$740,000 to the City's Parking Fund to use for Broadway Parking Garage debt service.						
d) Budget an intergovernmental payment of \$8,000,000 to Lane Community College for redevelopment of the excavated vacant lot at the 10th Avenue and Charnelton Street site.						
e) Budget \$1,000,000 in Reserve for Debt Service for urban renewal revenue bonds.						
f) Reduce Balance Available by \$5,890,000.						
C. Downtown Capital Projects Fund						
Capital Projects	-			135,593	500,000 g	635,593
Interfund Transfers	-			-	-	-
Balance Available	3,500			3,500		3,500
Total	3,500	-	-	135,593	500,000	639,093
g) Recognize interfund transfer of \$500,000 from the URA Debt Service Fund and increase capital appropriations for the Farmers' Market improvements by the same amount.						
D. Riverfront General Fund						
Planning and Development	267,500			267,500		267,500
Balance Available	4,055,450			4,055,450		4,055,450
Total	4,322,950	-	-	4,322,950	-	4,322,950
E. Riverfront Capital Projects Fund						
Capital Projects	-			141,500		141,500
Interfund Transfers	-			-		-
Balance Available	16,818			16,818		16,818
Total	16,818	-	-	141,500	-	158,318
TOTAL URBAN RENEWAL AGENCY BUDGET						
	20,086,726	-	-	277,093	5,000,000	25,363,819

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, 2010 AND ENDING JUNE 30, 2011.**

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, 2010 set forth in attached Exhibit "A" is hereby adopted.

Section 2. The amounts for the Fiscal Year beginning July 1, 2010 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 Section 3: Other Standard Rate Plans.

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 28th day of June, 2010.

Director

EXHIBIT A
Urban Renewal Agency

<u>Downtown General Fund</u>		<u>\$\$\$</u>
Department Operating		
Planning and Development	530,000	
Total Department Operating	<u>530,000</u>	
Non-Departmental		
Miscellaneous Fiscal Transactions	8,499,967	
Balance Available	50,000	
Total Non-Departmental	<u>8,549,967</u>	
Total Downtown General Fund	<u><u>9,079,967</u></u>	
 <u>Downtown Debt Service Fund</u> 		
Non-Departmental		
Debt Service	150,000	
Interfund Transfers	1,030,000	
Intergovernmental Expenditures	8,740,000	
Reserve	1,000,000	
Balance Available	243,491	
Total Non-Departmental	<u>11,163,491</u>	
Total Downtown Debt Service Fund	<u><u>11,163,491</u></u>	
 <u>Downtown Capital Projects Fund</u> 		
Total Capital Projects	<u>635,593</u>	
Non-Departmental		
Balance Available	3,500	
Total Non-Departmental	<u>3,500</u>	
Total Downtown Capital Projects Fund	<u><u>639,093</u></u>	
 <u>Riverfront General Fund</u> 		
Department Operating		
Planning and Development	267,500	
Total Department Operating	<u>267,500</u>	
Non-Departmental		
Balance Available	4,055,450	
Total Non-Departmental	<u>4,055,450</u>	
Total Riverfront General Fund	<u><u>4,322,950</u></u>	
 <u>Riverfront Capital Projects Fund</u> 		
Total Capital Projects	<u>141,500</u>	
Non-Departmental		
Balance Available	16,818	
Total Non-Departmental	<u>16,818</u>	
Total Riverfront Capital Projects Fund	<u><u>158,318</u></u>	
Total Resolution	<u><u>25,363,819</u></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