

EUGENE URBAN RENEWAL AGENCY

AGENDA ITEM SUMMARY



Public Hearing and Action: Resolution Adopting a Supplemental Budget;
Making Appropriations for the Urban Renewal Agency of the City of Eugene
for the Fiscal Year Beginning July 1, 2012 and Ending June 30, 2013

Meeting Date: June 24, 2013
Department: Central Services
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Agenda Item Number: 6
Staff Contact: Mia Cariaga
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ISSUE STATEMENT

Urban Renewal Agency Board approval of the second Supplemental Budget (SB2) for Fiscal Year 2012-2013 (FY13) is requested. Oregon Local Budget Law (ORS 294.471) allows for supplemental budgets in the event of "an occurrence or condition that is not ascertained when preparing the original budget or a previous supplemental budget for the current year". This Supplemental Budget does not authorize any increase in the property tax levy and has been published in compliance with the Oregon Local Budget Law.

BACKGROUND

The only transaction included in this Supplemental Budget is to recognize revenue from the sale of surplus property located east of the Federal Courthouse at 799 Ferry Street to Northwest Community Credit Union (NWCCU) in the amount of \$1,231,503, increase capital appropriations for the system development charges to be paid by the Riverfront Urban Renewal District (\$350,000) and for the Agripac Building relocation (\$180,000), and increase Balance Available in the URA Riverfront Capital Projects Fund by \$701,503.

The Urban Renewal Agency approved the sale of this property to NWCCU on October 31, 2012. The terms of the sale approved by the URA included an agreement that the system development charges (SDCs) associated with the construction of the new NWCCU facility will be paid by the Agency. The total amount of these charges is estimated at \$350,000.

The historic Agripac building was moved to the temporary Eugene Water & Electric Board (EWEB) site in May of this year. Riverfront URA funds were used to abate the asbestos within the building, demolish the additions to the original structure, and move the structure to the EWEB site. This Supplemental Budget provides \$180,000 to cover the cost of these services.

RELATED CITY POLICIES

Transaction included in this Supplemental Budget conforms to the City's Financial Management

Goals and Policies.

AGENCY OPTIONS

Particular requests requiring more information or discussion may be removed from the Supplemental Budget and delayed for action in a future Supplemental Budget. In certain cases, there may be financial, legal or operational impacts to delaying budget approval.

A delay in appropriating funding for the Agripac building relocation will result in a budget violation due to the FY13 expenditures in excess of the legal appropriation limit that have already been incurred. A delay in appropriation of funds for the NWCCU system development charges will not have an immediate impact, but will require a Supplemental Budget action in FY14 due to this expense being a condition of the property sale.

AGENCY DIRECTOR'S RECOMMENDATION

The Urban Renewal Agency Director recommends approval of the attached resolution adopting the Supplemental Budget.

SUGGESTED MOTION

Move to approve a resolution adopting a Supplemental Budget; making appropriations for the Urban Renewal Agency of the City of Eugene for the Fiscal Year beginning July 1, 2012, and ending June 30, 2013.

ATTACHMENTS

- A. Transaction Summary
- B. Resolution

FOR MORE INFORMATION

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