



DEPARTMENT OF COMMUNITY DEVELOPMENT SERVICES

Grants Management Division

m e m o r a n d u m

TO: Laurel Lunt Prussing, Mayor, City of Urbana

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

DATE: January 24, 2013

**SUBJECT: AN ORDINANCE REVISING THE ANNUAL BUDGET ORDINANCE
FY2012-2013 (CDBG FUND, CITY INFRASTRUCTURE)**

Description

Included on the agenda of the January 28, 2013 Urbana City Council meeting is an Ordinance to revise the Annual Budget Ordinance for FY 2012-2013 for the Community Development Block Grant (CDBG) and City Infrastructure, specifically to re-allocate Property Acquisition Demolition funds (carryover from previous years), combining the funds with unprogrammed funds, to City Infrastructure Projects, namely the King Park Area (CT53) Street Lights Project, and to rename a Public Facilities and Improvements project from Neighborhood Sidewalks to the Lanore/Adams/Fairlawn Multi-Use Path project, increasing the funding with remaining unprogrammed funds.

Issues

The issue is whether Council should approve the Ordinance Revising the Annual Budget Ordinance, FY 2012-2013 (CDBG Fund, City Infrastructure.)

Background

The City of Urbana proposes to amend the annual budget for FY 2012-2013, specifically the Community Development Block Grant (CDBG) and City Infrastructure budgets. The first part of the ordinance proposes to increase the funding for City Infrastructure Projects, namely the King Park Area (CT 53) Street Lighting Project from \$56,000, by re-allocating Property Acquisition Demolition Funds (\$107,647) and unprogrammed funds (\$17,353). The remainder of the Neighborhood Street Lights (\$69,000) will also be used toward this project, for a combined total of \$250,000 to be re-allocated.

The second part of the amendment proposes to rename the Neighborhood Sidewalks Project to Lanore/Adams/Fairlawn Multi-Use Path Project, re-allocating the original funding of \$43,000 from Neighborhood Sidewalks to the Multi-Use Path Project, plus the remainder (\$6,910.50), of unprogrammed funding for a total of \$49,910.50, as described in the following charts.

CITY OF URBANA PROPOSED CDBG AMENDMENT:

<u>City of Urbana CDBG Budget</u>	<u>Current</u>	<u>Proposed Amended</u>
Property Acq./Demo/New Construct. (c.o.)	\$107,647.00	-0-
Unprogrammed Funds	\$ 17,353.00	-0-
Neighborhood Streetlights (FY 11-12 c.o.)	\$ 69,000.00	-0-
City Infrastructure (FY 11-12 c.o.)	\$ 56,000.00	-0-
Total King Park Area (CT 53) Streetlights	-0-	\$250,000.00

<u>City of Urbana CDBG Budget</u>	<u>Current</u>	<u>Proposed Amended</u>
Neighborhood Sidewalks (FY 11-12 c.o.)	\$ 43,000.00	-0-
Lanore/Adams/Fairlawn Multi-Use Path	-0-	\$ 43,000.00
Lanore/Adams/Fairlawn Multi-Use Path	\$ 43,000.00	-0-
Unprogrammed Funds (remainder)	\$ 6,910.50	-0-
Total Multi-Use Path Project Funds	-0-	\$ 49,910.50

Options

1. Approve the Ordinance Revising the Annual Budget Ordinance for FY 2012-13 (CDBG Fund, City Infrastructure)
2. Approve the Ordinance Revising the Annual Budget Ordinance for FY 2012-2013 (CDBG Fund, City Infrastructure), with changes.
3. Do not approve the Ordinance Revising the Annual Budget Ordinance for FY 2012-2013 (CDBG Fund, City Infrastructure).

Fiscal Impacts

The property acquisition demolition funds carried over from previous years, the unprogrammed funds from FY 2011-2012 and shown as carryover in FY 2012-2013, and the neighborhood sidewalks funds are available to be reallocated to city infrastructure projects.

The proposed amounts to be reallocated to City Infrastructure Projects, specifically the King Park Area (CT 53) Street Light Project and to the Lanore/Adams/Fairlawn Multi-Use Path would not have any impact on the City budget, as these are funds already accounted for in the budget.

Both projects will assist the City in meeting its timeliness in spending CDBG funds, as required by the Dept. of Housing and Urban Development (HUD), and would avert the potential loss of the funds.

Recommendations

Staff recommends that Council approve the attached budget revision ordinance.

Memorandum Prepared By:

Kelly H. Mierkowski, Manager
Grants Management Division

Attachments:

- (1) AN ORDINANCE REVISING THE ANNUAL BUDGET ORDINANCE, FY 2012-2013
(CDBG FUND, CITY INFRASTRUCTURE)

ORDINANCE NO. 2013-01-008

**AN ORDINANCE REVISING THE ANNUAL BUDGET ORDINANCE, FY2012-13
(CDBG Fund, City Infrastructure)**

WHEREAS, the Annual Budget Ordinance of and for the City of Urbana, Champaign County, Illinois, for the fiscal year beginning July 1, 2012, and ending June 30, 2013, (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: Community Development Block Grant

INCREASE EXPENSE: City Infrastructure (King Park Area/CT 53 Street Lights)	\$250,000
REDUCE EXPENSE: Acquisition/Demo. Program	\$107,647
REDUCE EXPENSE: Unprogrammed Carryover	\$ 17,353
REMOVE EXPENSE: Neighborhood Streetlights	\$ 69,000
INCLUDE EXPENSE: CITY INFRASTRUCTURE	\$ 56,000

FUND: Community Development Block Grant:

ADD EXPENSE: Lanore/Adams/Fairlawn Multi-use Path	\$ 49,910
REMOVE EXPENSE: Neighborhood Sidewalks	\$ 43,000
REDUCE EXPENSE: Unprogrammed Carryover	\$ 6,910

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