

ORDINANCE NO. 8889-40

AN ORDINANCE  
TRANSFERRING LOW-INCOME HOUSING TAX CREDITS  
TO THE ILLINOIS HOUSING DEVELOPMENT AUTHORITY

WHEREAS, pursuant to Section 42 of the Internal Revenue Code of 1986, as amended (the "Code"), the City of Urbana, an Illinois home rule jurisdiction (the "City"), is authorized to allocate low-income housing tax credits for the purpose of assisting in the financing of housing for low-income persons and families; and

WHEREAS, pursuant to Section 7.24g of the Illinois Housing Development Act, Ill.Rev.Stat., Ch. 67 1/2, Section 307.24g (1987) (the "Act") and the Code, the Illinois Housing Development Authority (the "Authority") is authorized to act as the State Housing Credit Agency for the purpose of allocating low-income housing tax credits for the State of Illinois; and

WHEREAS, the Code limits the total amount of low-income housing tax credits that may be allocated by all allocators in the State of Illinois for the calendar year of 1989 to \$14,435,000 (the "State Ceiling"); and

WHEREAS, pursuant to the Code, the City's portion of the 1989 State Ceiling is currently an amount equal to \$44,713; and

WHEREAS, the Authority has informed the City that it anticipates that the demand for low-income housing tax credits will exceed the Authority's portion of the 1989 State Ceiling; and

WHEREAS, the City has determined that it is in its best interests to participate in the allocation of low-income housing tax credits for the purpose of assisting in the financing of housing for low-income persons and families in the State of Illinois; and

WHEREAS, the City has not allocated any low-income housing tax credits for the calendar year 1989; and

WHEREAS, the City has determined that it is in its best interests not to allocate any low-income housing tax credits under the Code during the calendar year of 1989; and

WHEREAS, Section 7.24g(4) authorizes the Authority to accept and allocate low-income housing tax credits that may be transferred from Illinois home rule jurisdictions.

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

Section 1. The City irrevocably transfers to the Authority \$44,713 of its portion of the State Ceiling for the calendar year 1989.

Section 2. The City shall not allocate low-income housing tax credits for the calendar year of 1989.

Section 3. Jeffrey T. Markland, the Mayor of the City, is authorized and directed to transmit a letter to the Authority transferring low-income housing tax credits on behalf of the City as authorized by this Ordinance.

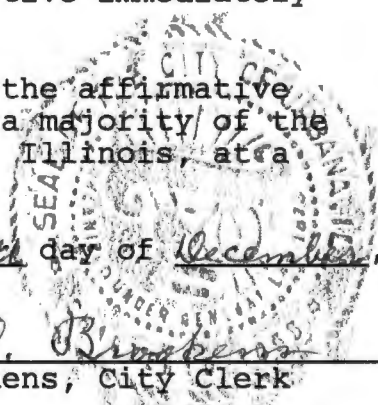
Section 4. The City Clerk is directed to retain in the records of the City a copy of this Ordinance and the transmittal letter of the Mayor referred to above.

Section 5. This Ordinance supersedes all other Ordinances adopted by the City in connection with the transfer of low-income housing tax credits and to the extent that any previous Ordinance is inconsistent with this Ordinance, any such inconsistent Ordinance is repealed.

Section 6. This Ordinance is effective immediately upon its adoption.

This ordinance is hereby passed by the affirmative vote, the "ayes" and "nays" being called, of a majority of the members of the Council of the City of Urbana, Illinois, at a regular meeting of said council.

PASSED by the City Council this 19<sup>th</sup> day of December, 1988.

  
Ruth S. Brookens  
Ruth S. Brookens, City Clerk

APPROVED by the Mayor this 21<sup>st</sup> day of December, 1988.

Jeffrey T. Markland  
Jeffrey T. Markland, Mayor