

AGENDA ITEM SUMMARY
FORT COLLINS URBAN RENEWAL AUTHORITY

ITEM NUMBER: 3
DATE: October 16, 2007
STAFF: Joe Frank
Chuck Seest

SUBJECT

Resolution No. 010, Adopting a Budget for the Fort Collins Urban Renewal Authority.

RECOMMENDATION

Staff recommends adoption of the Resolution.

FINANCIAL IMPACT

This Resolution includes the annual appropriation for 2008 at \$403,000.

EXECUTIVE SUMMARY

The sum of \$403,000 is anticipated to be collected from the tax increment generated within the North College Avenue Urban Renewal Authority Plan Area for fiscal year 2008. The recommended appropriations for this amount include the following:

- \$38,000 in annual debt service on the loan from the City of Fort Collins' Stormwater Utility approved by City Council on April 4, 2006,
- \$220,000 to be used for project commitments in the North College URA Plan Area (Commission will need to approve the individual projects as presented),
- \$145,000 for administrative expenses (includes all or a portion of three positions in the City Planning and Community Development Department).
- On October 4, 2007, staff reviewed the 2008 Budget with the North College Citizens' Advisory Group (CAG). Although no formal recommendation was made, the group was comfortable with the budget as outlined above.

BACKGROUND

This ordinance appropriates the budget for the Urban Renewal Authority ("URA"). Specific project commitments as identified and reviewed by the North College Citizens' Advisory Group will still require future approval by the URA Commission on a project by project basis.

Should a significant project materialize that requires additional funding above the \$220,000 appropriated by this ordinance, a related request for both approval of the project and the necessary appropriations and related financing will be presented to the Commission.

Funding for the administrative expenses of \$145,000 in 2008 will be covered by tax increment revenues. In prior years, the City's Planning and Community Development Department budget (General Fund) covered all administrative expenses.

The total tax increment revenue for the North College Plan Area in 2008 is projected to be \$403,000. By 2009, total tax increment revenue is anticipated to be \$450,000. Any debt incurred by the URA in 2008 will be structured with repayment beginning in 2009 as tax increment revenue resulting from the project will then be sufficient to service the debt.

RESOLUTION NO. 010
OF THE COMMISSIONERS OF THE
FORT COLLINS URBAN RENEWAL AUTHORITY
ADOPTING A BUDGET FOR THE
FORT COLLINS URBAN RENEWAL AUTHORITY

WHEREAS, the Fort Collins Urban Renewal Authority (the "Authority") was created on January 5, 1982 by City Council Resolution 1982-010, and the City Council was designated as the Commissioners of the Authority; and

WHEREAS, the Authority operates to eliminate blight and prevent the spread of blight within the urban renewal area in accordance with the Urban Renewal Law of Colorado, Section 31-25-101; and

WHEREAS, the Authority has considered a proposed budget for fiscal year 2008 and wishes to adopt the same.

NOW, THEREFORE, BE IT RESOLVED BY THE COMMISSIONERS OF THE FORT COLLINS URBAN RENEWAL AUTHORITY as follows:

Section 1. That the attached budget is hereby approved and the amounts stated therein are appropriated for the fiscal year 2008.

Section 2. That the City of Fort Collins' Financial Officer is directed to file a certified copy of the attached budget with the office of the Division of Local Government, Department of Local Affairs, State of Colorado.

Passed and adopted at a regular meeting of the Council of the City of Fort Collins this 16th day of October, A.D. 2007.

Chairperson

ATTEST:

Secretary

URBAN RENEWAL AUTHORITY

2008 BUDGET

Administration of the Urban Renewal Authority	\$ 145,000
Annual Debt Service for the North College Plan Area:	
Debt Service on Loan from the City Of Fort Collins' Stormwater Utility (Resolution Approved April 4, 2006)	38,000
Anticipated 2008 Project Commitments:	<u>220,000</u>
Total 2008 Urban Renewal Authority Budget	<u>\$ 403,000</u>