

November 17, 2014

To: Mayor Bemrich and City Council
From: David Fierke, City Manager
Subject: Annual Appropriations
Tax Increment Financed Obligations



ACTION: For vote Monday, November 24, 2014

Brief History

The City has undertaken urban renewal projects in the Urban Renewal Areas with scheduled payments due in FY 15/16. The payments were approved subject to annual appropriations. The City must now obligate anticipated funds to be received for FY 15/16 to be appropriated for these annual payments.

Analysis of Issue

In order to make annual payments previously approved, the Council must approve the appropriation of these funds.

Budget Impact

Annual payments will be paid from the Urban Renewal Tax Revenue Fund.

Strategic Plan Impact

Policy C.1.6: City government shall be an active participant, facilitator and partner in the creation of large and small opportunities capitalizing upon the unique human and economic resources of the area.

Policy C.1.7: Economic development efforts shall protect, enhance and encourage a high quality of life, image and retention, recruitment and economic growth.

Existing Plan Impact

Consistent with the Urban Renewal Plan.

Subcommittee or Commission Review / Recommendation

None

Staff Conclusions / Recommendations

Approve the resolution appropriating annual payments for urban renewal projects.

Alternatives

The only alternative would be to not approve the appropriation of annual payments.

Implementation and Accountability

If this resolution is approved, annual payments will be made as set out in Exhibit A of the attached resolution.

Signed

Approved



Vickie L. Reeck, Community
Development Manager

David R. Fierke
City Manager

RESOLUTION_____

Obligating funds from the Urban Renewal Tax Revenue Fund for appropriation to the payment of annual appropriation tax increment financed obligations which shall come due in the next succeeding fiscal year

WHEREAS, the City of Fort Dodge, Iowa (the "City"), pursuant to and in strict compliance with all laws applicable to the City, and in particular the provisions of Chapter 403 of the Code of Iowa, has adopted Urban Renewal Plans for the Center City and Industrial Park Urban Renewal Areas (the "Urban Renewal Areas"); and

WHEREAS, this Council has adopted ordinances providing for the division of taxes levied on taxable property in the Urban Renewal Areas pursuant to Section 403.19 of the Code of Iowa and establishing the fund referred to in Subsection 2 of Section 403.19 of the Code of Iowa (the "Urban Renewal Tax Revenue Fund"), which fund and the portion of taxes referred to in that subsection may be irrevocably pledged by the City for the payment of the principal and interest on indebtedness incurred under the authority of Section 403.9 of the Code of Iowa to finance or refinance in whole or in part projects in the Urban Renewal Area; and

WHEREAS, the City has scheduled payments (the "Annual Payments") which shall come due in the fiscal year beginning July 1, 2015 with respect to the City's TIF obligations which were previously approved by resolutions of the City Council and were made subject to annual appropriation determinations by the City Council, all as set forth on Exhibit A hereto; and

WHEREAS, it is now necessary for the City Council to obligate for appropriation to the Annual Payments, funds anticipated to be received in Urban Renewal Tax Revenue Fund in the fiscal year beginning July 1, 2015;

NOW, THEREFORE, It Is Resolved by the City Council of the City of Fort Dodge, Iowa, as follows:

Section 1. The City Council hereby obligates funds, for the purposes and in the amounts set forth on Exhibit A hereto, for appropriation from the Urban Renewal Tax Revenue Fund to the full satisfaction of the Annual Payments in the fiscal year beginning July 1, 2015.

Section 2. The City Clerk is hereby directed to certify the respective amounts obligated for appropriation in Section 1 above, with the City's December 1, 2014 certification of debt payable from the Urban Renewal Tax Revenue Fund and to reflect such amount in the City's budget for the next succeeding fiscal year.

Section 3. All resolutions or parts of resolutions in conflict herewith are hereby repealed.

Ayes: _____

Nays: _____

Other: _____

Passed and approved November 24, 2014.

CITY OF FORT DODGE, IOWA

Matt Bemrich, Mayor

Attest:

Jeff Nemmers, City Clerk

EXHIBIT A
Schedule of Annual Appropriation Payments for FY '15-'16

Name of Annual Appropriation Obligation	Date of original City Council approval	Requested FY '15-'16 Payment Amount	Amount obligated for appropriation in FY '15-'16
Development Agreement - Downtown SSMID	2-27-12	\$22,070	\$22,070
Development Agreement – Calcium Products, Inc.	5-14-12	\$90,000	\$90,000
Development Agreement - BHI USA, Inc.	5-21-12	\$30,300	\$30,300
Greater Fort Dodge Growth Alliance /Webster County Development	10-2-06	\$120,000	\$120,000
Development Agreement- Dennis and Jean Johnson	10-28-13	\$8,130	\$8,130
Development Agreement - TJK Enterprises	11-19-12	\$86,418	\$86,418