



City of Grand Island

Tuesday, September 14, 2004

Council Session

Item G21

#2004-230 - Approving Transfer of Funds from BID #2 to BID #5

Staff Contact: David Springer

Council Agenda Memo

From: David Springer, Finance Director

Meeting: September 14, 2004

Subject: Approving the Transfer of Funds from Business Improvement District No.2 to Business Improvement District No. 5

Item #'s: G-21

Presenter(s): David Springer, Finance Director

Background

Fiscal 2002-2003 was the final year of the life of the Business Improvement District (BID) No.2, Downtown. Council on May 20, 2003, by Ordinance No.8812, created BID No.5 with a five year life, to replace the defunct BID No.2. At that time, there were a number of delinquent assessments due BID No.2 for which the City Attorney was seeking collection. Most of these have subsequently been collected and two are still on a payment plan. All known encumbrances and liabilities for BID No.2 will have been paid before this fiscal year is closed, leaving a cash balance of \$2,500 - \$3,000.

Discussion

The old BID No.2 Fund needs to be closed out and any cash balance dispositioned by Council. The new downtown district has the same boundaries as the old one, and while appropriated to spend, these monies were not available to the old district, but could be moved to the new BID No.5 for it's use, if council so chooses. The alternative would be to refund the remaining BID No.2 monies back to the district. With 291 businesses, the average would be under a ten dollar refund and costly to effect, as each would need to be set up as a payable account.

Alternatives

It appears that the Council has the following alternatives concerning the issue at hand. The Council may:

1. Approve the transfer of the cash balance and future collections of BID No.2 to its' current counterpart, BID No.5.
2. Disperse the funds back to the District.
3. Modify the Resolution to meet the wishes of the Council

Recommendation

City Administration recommends that the Council approve the transfer of funds from the old to the new BID.

Sample Motion

Approve the Transfer of Funds from BID No. 2 to BID No.5.

RESOLUTION 2004-230

WHEREAS, Business Improvement District No. 2 was created on January 25, 1999, by Ordinance No. 8402; and

WHEREAS, such district was created for the purpose of making improvements to the downtown area; and

WHEREAS, Business Improvement District No. 2 expired at the end of the 2002-2003 budget year ; and

WHEREAS, all improvements associated with such district have been completed, and assessments against the property in the district will be fully collected by September 30, 2004; and

WHEREAS, it is anticipated that as of September 30, 2004, a balance of approximately \$3,000 will be remaining from Business Improvement District No. 2 operations; and

WHEREAS, it is recommended that such balance be transferred to Business Improvement District No. 5, which encompasses the same general area as Business Improvement District No. 2.

NOW, THEREFORE, BE IT RESOLVED BY THE MAYOR AND COUNCIL OF THE CITY OF GRAND ISLAND, NEBRASKA, that all funds remaining in Business Improvement District No. 2 as of September 30, 2004, and any future payments received from Business Improvement District No. 2 assessments shall be transferred to Business Improvement District No. 5.

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Adopted by the City Council of the City of Grand Island, Nebraska, September 14, 2004.

RaNae Edwards, City Clerk

Approved as to Form	☐ _____
September 9, 2004	☐ City Attorney