



City of Grand Island

Tuesday, September 23, 2008

Council Session

Item G18

**#2008-270 - Approving Transfer of Funds from Business
Improvement District No. 3 to Business Improvement District No. 7**

Staff Contact: David Springer

Council Agenda Memo

From: Dave Springer, Finance Director

Meeting: September 23, 2008

Subject: Approving the Transfer of Funds from Business Improvement District No. 3 to Business Improvement District No. 7

Item #'s: G-18

Presenter(s): Dave Springer, Finance Director

Background

Fiscal 2008 is the final year of the life for Business Improvement District (BID) No. 3, South Locust from Stolley Park Road to Highway 34. Council on August 26, 2008, by Ordinance No. 9189, created BID No. 7 with a five year life, to replace the defunct BID No. 3. At the time the 2008 budget was approved last year, there were a number of delinquent assessments due BID No. 3 for which the City Attorney was seeking collection. Most of these have subsequently been collected, leaving a cash balance at this time higher than anticipated. All known encumbrances and liabilities for BID No. 3 will have been provided for before this fiscal year is closed, leaving a cash balance of \$8,500 - \$9,000.

Discussion

The old BID No. 3 Fund needs to be closed out and any cash balance dispositioned by Council. The new district has the same boundaries as the old one, and while these monies will not be available to the old district, they could be moved to the new BID No. 7 for its use, if council so chooses. The alternative would be to refund the remaining BID No. 3 monies back to the district. This would be costly to effect, as each owner 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 remaining cash balance of BID No. 3 to its' new counterpart, BID No. 7.
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

Move to approve the transfer of remaining funds as of September 30, 2008, from BID No. 3 to BID No. 7.

RESOLUTION 2008-270

WHEREAS, Business Improvement District No.3 was created in March, 1999, by Ordinance No. 8452; and

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

WHEREAS, Business Improvement District No. 3 will expire at the end of the 2007-2008 budget year; and

WHEREAS, all improvements associated with such district have been completed; and

WHEREAS, it is anticipated that as of September 30, 2008, a balance of approximately \$9,000 will be remaining from Business Improvement District No. 3 operations; and

WHEREAS, it is recommended that such balance be transferred to Business Improvement District No. 7, which encompasses the same general area as Business Improvement District No. 3.

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. 3 as of September 30, 2008, and any future payments received from Business Improvement District No. 3 assessments shall be transferred to Business Improvement District No. 7.

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Adopted by the City Council of the City of Grand Island, Nebraska, September 23, 2008.

Margaret Hornady, Mayor

Attest:

RaNae Edwards, City Clerk

Approved as to Form	☐ _____
September 19, 2008	☐ City Attorney