



CITY OF URBANA CITY COUNCIL REGULAR MEETING

DATE: Monday, September 11, 2023
TIME: 7:00 PM
PLACE: 400 South Vine Street, Urbana, IL 61801

AGENDA

- A. Call to Order and Roll Call
- B. Approval of Minutes of Previous Meeting
 - 1. 05-22-2023 Minutes
- C. Additions to the Agenda
- D. Presentations and Public Input
 - 1. Welcoming Sister Cities Visitors from Thionville, France
- E. Council Input and Communications
- F. Reports of Standing Committees
- G. Committee of the Whole (*Council Member James Quisenberry, Ward 7*)
 - 1. Consent Agenda
 - [a.](#) **Resolution No. 2023-09-079R:** A Resolution Authorizing Acceptance of an Illinois Arts Council Agency (IACA) Grant for Public Arts Program Operating Support - CD
 - 2. Regular Agenda
 - [a.](#) **Ordinance No. 2023-09-032:** An Ordinance Revising the Annual Budget Ordinance (Budget Amendment #1 - Omnibus) - HRF
 - [b.](#) **Resolution No. 2023-09-080R:** A Resolution Expressing Official Intent Regarding Certain Capital Expenditures to be Reimbursed from or Paid with Proceeds of an Obligation to be Issued by the City of Urbana, Illinois - HRF
- H. Reports of Special Committees
- I. Reports of Officers
- J. New Business
- K. Adjournment

All City meetings are broadcast on Urbana Public Television and live-streamed on the web. Details on how to watch are found on the UPTV webpage located at <https://urbanaininois.us/upTV>

PUBLIC INPUT

The City of Urbana welcomes Public Input during open meetings of the City Council, the City Council's Committee of the Whole, City Boards and Commissions, and other City-sponsored meetings. Our goal is to foster respect for the meeting process, and respect for all people participating as members of the public body, city staff, and the general public. The City is required to conduct all business during public meetings. The presiding officer is responsible for conducting those meetings in an orderly and efficient manner. Public Input will be taken in the following ways:

Email Input

Public comments must be received prior to the closing of the meeting record (at the time of adjournment unless otherwise noted) at the following: citycouncil@urbanaininois.us. The subject line of the email must include the words "PUBLIC INPUT" and the meeting date. Your email will be sent to all City Council members, the Mayor, City Administrator, and City Clerk. Emailed public comments labeled as such will be incorporated into the public meeting record, with personal identifying information redacted. Copies of emails will be posted after the meeting minutes have been approved.

Written Input

Any member of the public may submit their comments addressed to the members of the public body in writing. If a person wishes their written comments to be included in the record of Public Input for the meeting, the writing should so state. Written comments must be received prior to the closing of the meeting record (at the time of adjournment unless otherwise noted).

Verbal Input

Protocol for Public Input is one of respect for the process of addressing the business of the City. Obscene or profane language, or other conduct that threatens to impede the orderly progress of the business conducted at the meeting is unacceptable.

Public comment shall be limited to no more than five (5) minutes per person. The Public Input portion of the meeting shall total no more than two (2) hours, unless otherwise shortened or extended by majority vote of the public body members present. The presiding officer or the city clerk or their designee, shall monitor each speaker's use of time and shall notify the speaker when the allotted time has expired. A person may participate and provide Public Input once during a meeting and may not cede time to another person, or split their time if Public Input is held at two (2) or more different times during a meeting. The presiding officer may give priority to those persons who indicate they wish to speak on an agenda item upon which a vote will be taken.

The presiding officer or public body members shall not enter into a dialogue with citizens. Questions from the public body members shall be for clarification purposes only. Public Input shall not be used as a time for problem solving or reacting to comments made but, rather, for hearing citizens for informational purposes only.

In order to maintain the efficient and orderly conduct and progress of the public meeting, the presiding officer of the meeting shall have the authority to raise a point of order and provide a verbal warning to a speaker who engages in the conduct or behavior proscribed under "Verbal Input". Any member of the public body participating in the meeting may also raise a point of order with the presiding officer and request that they provide a verbal warning to a speaker. If the speaker refuses to cease such conduct or behavior after being warned by the presiding officer, the presiding officer shall have the authority to mute the speaker's microphone and/or video presence at the meeting. The presiding officer will inform the speaker that they may send the remainder of their remarks via e-mail to the public body for inclusion in the

meeting record.

Accommodation

If an accommodation is needed to participate in a City meeting, please contact the City Clerk's Office at least 48 hours in advance so that special arrangements can be made using one of the following methods:

- Phone: 217.384.2366
- Email: CityClerk@urbanillinois.us



DEPARTMENT OF COMMUNITY DEVELOPMENT SERVICES

Economic Development Division

m e m o r a n d u m

TO: Mayor Diane Wolfe Marlin and City Council Members

FROM: Kimberly Smith, Community Development Services Director

DATE: September 7, 2023

SUBJECT: A RESOLUTION AUTHORIZING ACCEPTANCE OF
AN ILLINOIS ARTS COUNCIL AGENCY (IACA) GRANT FOR
PUBLIC ARTS PROGRAM OPERATING SUPPORT

(FY 2024 Urbana Arts and Culture Program)

Introduction and Background

The Urbana Arts and Culture Program was recently awarded a grant by the Illinois Arts Council Agency (IACA) to support general operations of the Arts Program in Fiscal Year 2024. IACA's funding is awarded to exceptional arts organizations and organizations with significant arts programming.

Discussion

IACA, a state agency, provides operating and technical support to organizations and programs statewide. In doing so, the agency helps keep Illinois' arts sector vital, vibrant, and accessible to all. IACA's Program Grant funds provide support to established not-for-profit organizations that create a meaningful impact in their communities through high-quality arts programming.

The grant is an award in the amount of \$9,600 in unrestricted program support. A copy of the grant agreement explaining the terms is attached to the resolution. As indicated, funds received by this grant will be used to support general operations of the Arts Program in FY 2024. Matching funds required for this grant will be entirely covered by the Arts Program expenditures already included in the current City Budget.

While the grant fund has already been awarded to the City, it is necessary to adopt a resolution signifying the City's formal acceptance of the grant and outlining the terms under which the funds were provided.

Fiscal Impact

There is no increase in expenditures related to this grant.

Options

1. Forward to City Council with a recommendation for approval on the consent agenda.
2. Approve the resolution with changes.
3. Do not approve the resolution.

Recommendation

Staff recommends that the City Council approve the resolution authorizing acceptance of the IACA grant to the Urbana Public Arts Program.

Attachment A: A Resolution Authorizing Acceptance of an Illinois Arts Council Agency (IACA) Grant for Public Arts Program Operating Support

RESOLUTION NO. _____

**A RESOLUTION AUTHORIZING ACCEPTANCE OF
AN ILLINOIS ARTS COUNCIL AGENCY (IACA) GRANT FOR
PUBLIC ARTS PROGRAM OPERATING SUPPORT**

(FY 2024 Urbana Arts and Culture Program)

WHEREAS, the City of Urbana (the “City”) is a home rule unit of local government pursuant to Article VII, Section 6, of the Illinois Constitution, 1970, and may exercise any power and perform any function pertaining to its government and affairs, and the passage of this Resolution constitutes an exercise of the City’s home rule powers and functions as granted in the Illinois Constitution, 1970; and

WHEREAS, the City operates a public arts program known as the “Urbana Arts and Culture Program” (the “Arts Program”); and

WHEREAS, the City has in one or more years accepted funds from various grants, including Illinois Arts Council Agency (“IACA”) grants, in order to fund the Arts Program; and

WHEREAS, IACA has offered a grant (“Grant”) in the amount of \$9,600 to support the operation of the Arts Program; and

WHEREAS, the City is willing to accept the Grant on the terms and conditions provided by IACA as described in the exhibit appended hereto and made a part hereof.

NOW, THEREFORE, BE IT RESOLVED by the City Council, of the City of Urbana, Illinois, as follows:

Section 1. That IACA’s Grant to support the operation of the Arts Program is hereby accepted by the City and that the City shall abide by the terms and conditions provided in the exhibit attached hereto and made a part hereof.

Section 2. That the Mayor of the City of Urbana, Illinois, is hereby authorized to undertake such additional steps as may be necessary for the City to receive the Grant and to arrange for the City's compliance with the terms and conditions contained in the exhibit appended hereto and made a part hereof without further actions by the City Council.

PASSED BY THE CITY COUNCIL this ____ day of _____, _____.

AYES:

NAYS:

ABSTENTIONS:

Phyllis D. Clark, City clerk

APPROVED BY THE MAYOR this ____ day of _____, _____.

Diane Wolfe Marlin, Mayor



MEMORANDUM

TO: Mayor Diane Wolfe Marlin and City Council Members

FROM: Elizabeth Hannan, Human Resources & Finance Director / CFO
Alyana Robinson, Financial Analyst

DATE: August 31, 2023

SUBJECT: FY2024 Budget Amendment #1 – Omnibus

Introduction: Attached is an Ordinance revising the FY2024 annual budget to provide for items described below. This budget amendment requires six affirmative votes, including the Mayor, in order to pass.

Discussion: The following items are included in the attached Ordinance amending the annual budget.

General Operating Fund (100):

Rebudget Items: A number of purchases and projects that were not completed in FY23 will be rebudgeted to the FY24 budget. These items include:

- Equipment - certain equipment line items are budgeted at a level amount annually and then routinely rebudgeted to account for the fact that purchases are not made in equal annual amounts. This includes multiple equipment line in various departments (a total of \$108,074).
- Website (donation) – \$15,000 from a donation to be spent for website updates
- Police Uniforms - \$1,781 for items provided by the City, such as ballistic vests
- JAG Grant - \$4,085 for OT training
- ABLE Training - \$4,918 for OT training
- Arbor Donation - \$71,436 for tree planting in the Urbana Community Development Target Area.
- Software services - \$40,000 for Public Works Engineering software services.
- Sister City – carry over unspent funds of \$6,074 to FY24

Storm Damage Clean-up Costs – Public Works: This request is to cover the unforeseen storm damage expenses related to the severe storm that occurred on June 29, 2023, which led to significant damage in the community. The severe storm damage resulted in the accumulation of tree and bush debris, necessitating clean-up efforts. A total of \$88,436 was incurred related to the storm damage expenses which includes staff overtime and clean-up costs. Because it is early in the year, there is no way to know at this point if we would have savings from the funds we budget for snow and ice events.

Illinois Arts Council Grant – Community Development: The Illinois Arts Council Grant Agency has awarded the City with a grant of \$9,600 which will be added to the FY24 budget. This grant is to be used for summer interns/temporary employees. This will be budgeted to reflect related revenue and expense.

Capital Replacement & Improvement Fund (200):

City Facilities Project – DCEO Grant: This amendment is to move \$1,500,000 related to the Department of Commerce and Economic Opportunity (DCEO) grant allocated for capital improvement projects, out of Community Development Grants Fund (331) into the Capital Replacement & Improvement Fund (200) where it can be accounted for with other facility project expenditures. See Community Development Grants Fund for more detail.

Local Motor Fuel Tax Fund (202): A total remaining funds of \$28,210 related to the Windsor Road litigation costs will be carried forward to FY24 to pay for any outstanding invoices for legal services.

Vehicle & Equipment Replacement Fund (300):

Rebudget Items: A number of scheduled replacements that were not completed in FY23 will be carried over to the FY24 budget. These items are listed in detail on the exhibit attached to the ordinance.

Backhoe Exchange for Mini-Excavator Plus Trailer – Public Works: The Public Works Department would like to trade in one of its three backhoes for a mini-excavator with a trailer. The trade-in value offered is \$70,000 and we have contributed approximately \$80,000 towards the backhoe's (VERF-PW-089) future replacement. There is no need for any additional one-time or recurring transfer. This would improve overall efficiency now in lieu of waiting for the scheduled backhoe replacement in 2028 and does not increase the recurring cost for replacement.

The mini-excavator and the trailer, along with associated new standard factory warranty on each piece of equipment have been quoted in total at a cost of \$145,602 using a joint purchase agreement previously approved by the City Council. The trailer accounts for \$26,000 of the total, while the mini-excavator account for the remaining \$119,602. The department is confident that this will enhance services as we will maintain ownership of two other backhoes that provide alternative benefits for other operations and maintenance needs.

Landscape Recycling CTR Fund (301) – Rebudget: A total of \$9,376 scheduled replacement equipment that was not purchased in FY23 will be carried over to FY24 budget.

Community Development Grants Fund (331): The City was awarded by the Department of Commerce and Economic Opportunity (DCEO) a total grant amount of \$2,000,000 in FY23 for Community Development Capital Improvement Projects, Affordable Housing, Violence Prevention, and Administrative costs. A total of \$1,500,000 was allocated for capital improvement projects and was budgeted under Community Development Grants Fund (331). This amendment is to move this funds out of Community Development Grants Fund (331) into the Capital Replacement & Improvement Fund (200) where it can be accounted for with City facility projects.

American Rescue Plan Fund (350): A total of \$419,911 has been estimated to cover costs associated with conducting a partial special census. This request is to secure funding in FY24 for a partial special census within the City of Urbana.

General Reserve Fund (360): An estimated amount of \$800,000 will be needed to cover any expenses related to the recent appellate decision in the Carle case. It will be important to pay any settlement required timely to avoid accruing post-judgment interest. The final amount will be determined by the Circuit Court, but staff believes this amount is sufficient.

Fiscal Impact: The new estimated ending fund balance in the General Operating Fund would be \$18,900,929, which is 46.53% of recurring expenditures. Excluding the \$7M assigned for future transfers for capital improvements, including Equity and Quality of Life (EQoL) projects, the fund balance would be \$11,900,929 which is 29.30% of recurring expenditures.

Alternatives:

1. Forward the Ordinance amending the FY2024 budget to City Council for approval on September 11, 2023.
2. Amend one or more of the items before forwarding to Council for approval.

Recommendation: Forward the budget amendment authorizing these adjustments to the FY2024 budget for approval at the September 11, 2023 City Council meeting.

ORDINANCE NO. _____

AN ORDINANCE REVISING THE ANNUAL BUDGET ORDINANCE

(Budget Amendment #1 – Omnibus)

WHEREAS, the City of Urbana (“City”) is a home rule unit of local government pursuant to Article VII, Section 6, of the Illinois Constitution of 1970, and may exercise any power and perform any function pertaining to its governmental business and affairs, and the passage of this Ordinance constitutes an exercise of the City’s home rule powers and functions as granted by the Illinois Constitution of 1970; and

WHEREAS, the corporate authorities of the City heretofore did approve the annual budget ordinance of and for the City of Urbana for the fiscal year beginning July 1, 2023 and ending June 30, 2024; and

WHEREAS, the said corporate authorities find that revising the annual budget ordinance by deleting, adding to, changing, or creating sub-classes within object classes and object classes themselves is in the best interests of the residents of the City and is desirable for the welfare of the City’s government and affairs; and

WHEREAS, funds are available to effectuate the purpose of such revision; and

WHEREAS, the Budget Director may not make such revision under the authority so delegated to the Budget Director pursuant to 65 ILCS 5/8-2-9.6 or Urbana City Code Section 2-133.

NOW, THEREFORE, BE IT ORDAINED BY THE CITY COUNCIL AND THE MAYOR, BEING THE CORPORATE AUTHORITIES OF THE CITY OF URBANA, ILLINOIS, as follows:

Section 1.

The annual budget ordinance shall be and the same is hereby revised as set forth in the exhibit appended hereto and made a part hereof as if fully set forth herein.

Section 2.

This Ordinance shall be in full force and effect from and after its passage and publication in accordance with Section 1-2-4 of the Illinois Municipal Code (65 ILCS 5/1-2-4).

This Ordinance is hereby passed by the affirmative vote, the “ayes” and “nays” being called, of two-thirds of the corporate authorities then holding office (6 of 8 votes) of the City of Urbana, Illinois, at a duly noticed and convened meeting of the said corporate authorities.

PASSED BY THE CORPORATE AUTHORITIES this __ Day of _____, 20__.

AYES: _____

NAYS: _____

ABSTENTIONS: _____

Phyllis D. Clark, City Clerk

APPROVED BY THE MAYOR this __ Day of _____, 20__.

Diane Wolfe Marlin, Mayor

Budget Amendment 2023/24 - 01 - Exhibit A

General Ledger Code	Project String	Description	Current Budget	Revised Budget	Difference	Reason
General Operating Fund (100)						
<u>Revenues</u>						
100-41150	50515-ST	STATE GRANTS - CULTURE & RECR	9,900	19,500	9,600	IL Arts Council Agency Grant award
Total Revenues			43,083,273	43,092,873	9,600	
<u>Expenditures</u>						
10015150-51411		HRF ADMIN - SMALL SCHEDULED EQUIPMENT	1,629	4,661	3,032	rebudget - scheduled replacement
10030300-51411		FIRE OPERATIONS - SMALL SCHEDULED EQUIPMENT	4,558	22,137	17,579	rebudget - scheduled replacement
10040400-51411		PW ADMIN - SMALL SCHEDULED EQUIPMENT	694	1,895	1,201	rebudget - scheduled replacement
10040402-51411		PW LANDSCAPE MANAGEMENT - SMALL SCHEDULED EQUIPMENT	6,876	28,948	22,072	rebudget - scheduled replacement
10040410-51411		PW FACILITIES MAINTENANCE - SMALL SCHEDULED EQUIPMENT	14,091	14,316	225	rebudget - scheduled replacement
10040420-51411		PW TOOL ROOM - SMALL SCHEDULED EQUIPMENT	13,010	76,471	63,461	rebudget - scheduled replacement
10040440-51411		PW ENGINEERING - SMALL SCHEDULED EQUIPMENT	1,000	1,504	504	rebudget - scheduled replacement
10010101-52999		EXEC MAYOR'S OFFICE/CITY ADMIN - OTHER CONTRACTUAL SERVICES	32,000	47,000	15,000	rebudget - donation for website update
10020201-51600		PD PATROL - UNIFORMS	66,339	68,120	1,781	rebudget - PD uniforms
10020201-50133	20102-2023-OT	PD PATROL - OVERTIME TRAINING	43,523	47,608	4,085	rebudget - IAG grant OT training
10020201-50133	ARPSA-ABLE-OT	PD PATROL - OVERTIME TRAINING	47,608	52,526	4,918	rebudget - ABLE OT training
10040401-52906-40907	40907-TREEPL	PW URBAN FORESTRY - LANDSCAPING SERVICES	-	71,436	71,436	rebudget - Arobr Donation
10040440-52102		PW ENGINEERING - TECHNOLOGY SERVICES	18,630	58,630	40,000	rebudget - software services - sewer inspection /mgmt
10060109-52999		SISTER CITY - OTHER CONTRACTUAL SERVICES	-	6,074	6,074	rebudget - sister city remaining funds
10040421-50131		PW SNOW & ICE REMOVAL - REGULAR OVERTIME	142,257	160,758	18,501	storm damage OT costs
10040421-51340		PW SNOW & ICE REMOVAL - SALT	34,341	104,276	69,935	storm damage clean up costs - disposal
10050504-50120	50515-2024-SALARY	CD PUBLIC ARTS - SALARY - TEMPORARY EMPLOYEES	2,408	11,274	8,866	IL Arts Council Agency Grant
10050504-50220	50515-2024-FICA	CD PUBLIC ARTS - FICA & MEDICARE	185	919	734	IL Arts Council Agency Grant
Total Expenditures			45,799,850	46,149,253	349,404	
Ending Fund Balance (estimated)			18,989,365	18,900,929	(88,436)	
CAPITAL REPLACEMENT & IMPROVEMENT FUND (200)						
<u>Revenues</u>						
200-41160	40800-DCEO	OTHER STATE GRANTS	-	1,500,000	1,500,000	move DCEO grant \$1.5M for fire station from CD Grants Fund to CIP fund
Total Revenues			14,425,627	15,925,627	1,500,000	
<u>Expenditures</u>						
20040470-53200-40800	40800-CONST-FIREST	BUILDING - CITY FACILITIES IMPROVEMENT PROJECT	10,869,456	12,369,456	1,500,000	move DCEO grant \$1.5M for fire station from CD Grants Fund to CIP fund
Total Expenditures			15,268,969	16,768,969	1,500,000	
Ending Fund Balance (estimated)			1,552,394	1,552,394	-	
LOCAL MOTOR FUEL TAX FUND (202)						
<u>Expenditures</u>						
20240470-52101-40107	40107-LEGAL	LEGAL SERVICES - WINDSOR RD	100,000	128,210	28,210	rebudget - Windsor Rd trial remaining funds
Total Expenditures			1,048,750	1,076,960	28,210	
Ending Fund Balance (estimated)			3,904	3,904	-	
VEHICLE & EQUIPMENT REPLACEMENT FUND (300)						
<u>Revenues</u>						
300-46100		SALE OF PROPERTY	-	70,000	70,000	trade-in value for VERF-PW-089 (Back hoe with equipment)
Total Revenues			2,227,969	2,297,969	70,000	
<u>Expenditures</u>						
30060600-53410	VERF-PW-065	MACHINERY	490,003	715,003	225,000	rebudget - scheduled equipment - PW29 CHIPPER TRUCK
30060600-53410	VERF-PW-036	MACHINERY	715,003	865,003	150,000	rebudget - scheduled equipment - PW24 (WITH EQ) - CLASS 3 DUMP
30060600-53410	VERF-PW-056	MACHINERY	865,003	940,003	75,000	rebudget - scheduled equipment - PW03 - SKID STEER
30060600-53420	VERF-CD-213	VEHICLES	578,816	596,211	17,395	rebudget - scheduled equipment - CD02 2017 FORD FOCUS
30060600-53420	VERF-PW-060	VEHICLES	596,211	660,722	64,511	rebudget - scheduled equipment- PW12 - PU 1/2 TON XLT 4WD
30060600-53420	VERF-PW-076	VEHICLES	660,722	715,722	55,000	rebudget - scheduled equipment- PW09 (WITH EQ) - PU 3/4 TON
30060600-53420	VERF-PW-087	VEHICLES	715,722	760,722	45,000	rebudget - scheduled equipment- PW16 - PU COMPACT
30060600-53430	VERF-CD-241	FURNITURES & FIXTURES	10,718	20,718	10,000	rebudget - scheduled equipment - CD CUBICLE & DESK
30060600-53440	VERF-FD-172	OTHER EQUIPMENT	950,606	965,246	14,640	rebudget - scheduled equipment - FD EXERCISE EQUIPMENT
30060600-53440	VERF-FIN-203	OTHER EQUIPMENT	965,246	974,835	9,589	rebudget - scheduled equipment - FIN COPIER
30060600-53440	VERF-PD-106	OTHER EQUIPMENT	974,835	991,410	16,575	rebudget - scheduled equipment - STATE POLICE RADIOS
30060600-53440	VERF-PD-146	OTHER EQUIPMENT	991,410	994,993	3,583	rebudget - scheduled equipment - HOLDOVER SQUAD EVOC/SPARE
30060600-53440	VERF-PW-096	OTHER EQUIPMENT	994,993	1,009,993	15,000	rebudget - scheduled equipment - ARROW BOARD
30060600-53440	VERF-PW-057	OTHER EQUIPMENT	1,009,993	1,024,993	15,000	rebudget - scheduled equipment - LOADER TRAILER
30060600-53440	VERF-PW-004	OTHER EQUIPMENT	1,024,993	1,036,631	11,638	rebudget - scheduled equipment - LARGE COLOR PLOTTER/SCANNER
30060600-53440	VERF-PW-253	OTHER EQUIPMENT	1,036,631	1,156,233	119,602	mini excavator - new VERF PW item
30060600-53440	VERF-PW-254	OTHER EQUIPMENT	1,156,233	1,182,233	26,000	trailer - new VERF PW item
Total Expenditures			2,049,085	2,922,618	873,533	
Ending Fund Balance (estimated)			5,394,082	5,318,480	(75,602)	
LANDSCAPE RECYCLING CTR FUND (301)						
<u>Expenditures</u>						
30140402-51410		SMALL TOOLS & EQUIPMENT	7,500	16,876	9,376	rebudget - scheduled replacement
Total Expenditures			1,187,387	1,196,763	9,376	
Ending Fund Balance (estimated)			48,756	48,756	-	
COMMUNITY DEV GRANTS FUND (331)						
<u>Revenues</u>						
33150537-41160		OTHER STATE GRANTS	2,025,000	525,000	(1,500,000)	move DCEO grant \$1.5M for fire station from CD Grants Fund to CIP fund
Total Revenues			6,171,824	4,671,824	(1,500,000)	
<u>Expenditures</u>						
33150537-53200-40800	40800-CONST-DCEO		1,500,000	-	(1,500,000)	move DCEO grant \$1.5M for fire station from CD Grants Fund to CIP fund
Total Expenditures			6,231,824	4,731,824	(1,500,000)	
Ending Fund Balance (estimated)			(444,077)	(444,077)	-	

AMERICAN RESCUE PLAN FUND (350)			
<u>Expenditures</u>			
35060620-52500	ARPSA-CENSUS	INTERGOVERNMENTAL AND AGENCY	
<u>Total Expenditures</u>			
<u>Ending Fund Balance (estimated)</u>			
GENERAL RESERVE FUND(360)			
<u>Expenditures</u>			
36060610-52723		OTHER CLAIMS & JUDGMENTS	
<u>Total Expenditures</u>			
<u>Ending Fund Balance (estimated)</u>			

80,000	499,911	419,911	partial special census
624,603	1,044,514	419,911	
2,961,236	2,541,325	(419,911)	

-	800,000	800,000	costs related to Carle appellate court decision
-	800,000	800,000	
3,125,578	2,325,578	(800,000)	

RESOLUTION NO. _____

RESOLUTION EXPRESSING OFFICIAL INTENT REGARDING CERTAIN CAPITAL EXPENDITURES TO BE REIMBURSED FROM OR PAID WITH PROCEEDS OF AN OBLIGATION TO BE ISSUED BY THE CITY OF URBANA, ILLINOIS (THE “CITY”)

WHEREAS, the City Council of Urbana (the “Council”) has adopted a Capital Improvement Plan, which includes expenditures for acquisition, construction, improvement, renovation, and equipping of City facilities and public infrastructure, including but not limited to the construction of two new fire stations and ancillary costs related thereto (the “Projects”); and

WHEREAS, all or a portion of the expenditures relating to the Projects (the “Expenditures”) (i) have been paid within the 60 days prior to the passage of this Resolution or (ii) will be paid on or after the passage of this Resolution; and

WHEREAS, the Council reasonably expects to reimburse itself for or pay for the Expenditures with the proceeds of one or more obligations:

NOW, THEREFORE, BE IT RESOLVED by the City Council, of the City of Urbana, Illinois, as follows:

Section 1. Incorporation of Preambles. The Council hereby finds that all of the recitals contained in the preambles to this Resolution are full, true and correct and does incorporate them into this Resolution by this reference.

Section 2. Intent to Reimburse. The Council reasonably expects to reimburse or pay the Expenditures with proceeds of one or more obligations.

Section 3. Maximum Amount. The maximum principal amount of the obligation or obligations expected to be issued for the Projects is \$10,000,000.

Section 4. Ratification. All actions of the officers, agents and employees of the City of Urbana that are in conformity with the purposes and intent of this Resolution, whether taken before or after the adoption hereof, are hereby ratified, confirmed and approved.

Section 5. Severability. If any section, paragraph or provision of this Resolution shall be held to be invalid or unenforceable for any reason, the invalidity or unenforceability of such section, paragraph or provision shall not affect any of the remaining provisions of this Resolution.

Section 6. Repeal. All resolutions or parts thereof in conflict herewith be and the same are hereby repealed and this Resolution shall be in full force and effect forthwith upon its adoption.

PASSED BY THE CITY COUNCIL this Date day of Month, Year.

AYES:

NAYS:

ABSTENTIONS:

Phyllis D. Clark, City Clerk

APPROVED BY THE MAYOR this Date day of Month, Year.

Diane Wolfe Marlin, Mayor



MEMORANDUM

TO: Mayor Diane Wolfe Marlin and City Council Members

FROM: Elizabeth Hannan, Human Resources & Finance Director / CFO

DATE: August 31, 2023

SUBJECT: Reimbursement Resolution for Bonds for Design and Construction of Two New Fire Stations

Introduction: Attached is resolution that would allow the City to issue tax-exempt debt to reimburse itself for up to \$10 million in expenditures related to City facilities and public infrastructure projects.

Discussion: This resolution declares the City's intent to reimburse itself with bond proceeds for expenditures related to design and construction of two new fire stations and other projects, but does not create any obligation to issue debt. This is necessary to satisfy Internal Revenue Service (IRS) requirements regarding the tax exempt status of bonds to be issued in the future.

Staff plans to ask the City Council issue debt for the fire stations and other projects before the end of calendar year 2023, and expects to recommend issuance of additional debt in calendar year 2024 related to other capital improvement projects and possibly for the developer incentive for the Hotel Royer project. The City cannot issue debt without City Council approval.

The Capital Improvement Plan anticipates issuance of a total of \$12 million in debt for capital projects and failure to issue debt could result in the need to delay or cancel other planned projects, or look for an alternate source of funds.

Fiscal Impact: The reimbursement resolution itself has no fiscal impact. It simply makes it possible for the City to issue tax exempt debt to reimburse itself for these expenditures later.

Alternatives:

1. Approve the reimbursement resolution, which will allow the City to reimburse itself with tax exempt debt for design and construction of two new fire stations and other projects.
2. If the resolution is not approved, the City will no longer have the option to issue tax exempt debt for some or all of the expenditures for design and construction of the fire stations.

Recommendation: Approve the reimbursement resolution, which will allow the City to reimburse itself with tax exempt debt for up to \$10 million in expenditures related to construction of new fire stations and other projects.