



Legislation Details (With Text)

File #: 14-0918 **Version:** 1 **Name:** 6/16/14 DDA 2014 Budget Amendment Resolution
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File created: 6/16/2014 **In control:** City Council
On agenda: 6/16/2014 **Final action:** 6/16/2014
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Title: Resolution to Amend Ann Arbor Downtown Development Authority Budget for Fiscal Year 2014 (8 Votes Required)

Sponsors:

Indexes:

Code sections:

Attachments: 1. Budget FY 15 Approved by Board 3-5-14, 2. Budget FY 14 - Proposed Revision DDA

| Date | Ver. | Action By | Action | Result |
|-----------|------|--------------|----------|--------|
| 6/16/2014 | 1 | City Council | Approved | Pass |

Resolution to Amend Ann Arbor Downtown Development Authority Budget for Fiscal Year 2014 (8 Votes Required)

Attached for your review and approval, please find a resolution to amend the Ann Arbor Downtown Development Authority Budget for Fiscal Year 2014.

The Michigan Public Act 621 of 1978, as amended, provides that the DDA shall not incur expenditures in excess of the amounts appropriated. In order to comply with PA 621, City Council is asked to approve a FY 2014 budget amendment as set forward in the attached document. The two areas of change are as follows:

| Expenses | Adopted FY 2014 budget | Amended FY 2014 budget | Difference |
|------------------|------------------------|------------------------|-------------|
| 001 Housing Fund | \$402,000 | \$939,500 | \$537,500 |
| 063 Parking Fund | \$19,989,174 | \$21,589,174 | \$1,600,000 |

The reason for the variances is as follows:

During FY 2014, the DDA provided three unanticipated affordable housing grants as follows:

| | |
|---|------------------|
| Ann Arbor Housing Commission | \$300,000 |
| Ann Arbor Housing Commission | \$200,000 |
| Affordable Housing Needs Assessment Study | <u>\$ 37,500</u> |
| | \$537,500 |

The City Place Apartments project construction, including the new First & Washington Parking Structure, had been anticipated to be completed in FY 2013. Due to construction delays, the matching costs for the First & Washington Parking Structure were not incurred until FY 2014.

Passage of this resolution and approval of the DDA's FY 2014 budget amendments as prepared is recommended.

Prepared by: Susan Pollay, DDA Executive Director

Reviewed by: Tom Crawford, CFO/Financial Services Area Administrator

Approved by: Steven D. Powers, City Administrator

Whereas, In May 2013 City Council adopted the Ann Arbor Downtown Development Authority's Fiscal Year 2014 budget;

Whereas, Michigan Public Act 621 of 1978, as amended, provides that public bodies including the Ann Arbor Downtown Development Authority shall not incur expenditures in excess of the amounts approved within its budget; and

Whereas, DDA fund balance will be used to cover forecasted expenditures in excess of the DDA's adopted budget;

RESOLVED, Ann Arbor City Council amend the Ann Arbor Downtown Development Authority's fiscal year 2014 budget be amended as follows, with funds taken from fund balance:

Additional 001 Housing Fund Expenditures: \$ 537,000

Additional 063 Parking Fund Capital Costs: \$1,600,000