

URBAN RENEWAL DISTRICT
Proposed Budget for Fiscal Year 2011 - 2012

The Urban Renewal District budget proposed for the 2011—2012 Fiscal Year reflects my recommendation that we continue to use funds from the District to implement the Urban Renewal Plan through the use of full-time staff. The recommendation is based on my belief that we must continue to devote dedicated resources to be able to achieve the following goals of the La Grande City Council/Urban Renewal Agency:

- Support Business Retention and Expansion Program
- Implement an Economic Development Strategy for La Grande
- Continue Implementation of Action Phases of the Oregon Main Street Program to Include Development of Projects; Begin Transition to La Grande Main Street

The attached budget does provide resources for the goals shown above and reflects a return to the full assessment of the maximum levy of Urban Renewal property taxes. Last fiscal year the Agency opted to reduce the assessment of property taxes to provide additional resources for the General Fund. The Urban Renewal budget contains funding of a major project with \$1.65 million allocated for the Big "H" streetscape project. The proposed Urban Renewal budget does continue all existing programs, including funding for smaller projects and the Oregon Main Street program, now La Grande Main Street. Also included in the budget is a \$30,000 payment to Union County Economic Development Corporation. This is the full amount requested by UCEDC. Because of the regulatory constraints surrounding Urban Renewal, the Agency and City of La Grande have an agreement that provides for the transfer of funds from the Agency to the General Fund for services, including funding of the Economic Development Department. Based on the projected revenues and assuming that the programs currently in place will continue, and depending on the terms of the debt for the Big "H" project; the Agency's recurring project funding available for the Façade Program, Main Street, and Larger Projects will range between \$240,000 to \$300,000 per year. The proposed budget includes \$350,000 for these three programs.

Respectfully submitted,


Robert A. Stropé
District Manager/Budget Officer

Urban Renewal Agency - Debt Fund

Proposed Budget FY2011-12

Mission and Overview:

To promote the economic health of the area within the borders of the La Grande Urban Renewal District.

Staffing:

Staffing is provided by .85 Community & Economic Development Director and .33 Planning Secretary.

Major Objectives:

Increasing prosperity of the Urban Renewal District to the benefit of the citizens of La Grande.

The URA General Fund will provide the budget for major projects. The URA Debt Fund will provide for debt payments for contractual services and principal and interest payments on loans for projects.

We presently have a loan with the State in the amount of \$1.058 million for the La Grande Business and Technology Park. We anticipate to begin repayment of a new loan of \$1.65 million for the downtown "Big H" Streetscape project.

Urban Renewal Agency - Debt Fund

Proposed Budget FY2011-12

Explanation of major increases or decreases in proposed budget:

We anticipate the repayment of a new loan to be applied for during the fiscal year to fund the proposed downtown "Big H" Streetscape Project in the amount of \$1.65 million.

	ACTUAL EXPENDITURES		Present Budget FY2010-11	FY2011-12	
	FY2008-09	FY2009-10		Dept Requested	Manager Proposed
Materials & Services	\$ 128,876	\$ 318,676	\$ 387,344	\$ -	\$ -
Debt Payments	1,286,208	55,115	80,600	278,523	278,523
Transfers	0	0	250,000	1,046,107	1,041,535
Operating Contingency	0	0	300,000	17,455	22,027
Unapp. Ending Balance	469,989	1,149,493	218,656	150,000	150,000
TOTAL	\$1,885,073	\$1,523,284	\$1,236,600	\$1,492,085	\$1,492,085

Urban Renewal Agency - General Fund

Proposed Budget FY2011-12

Mission and Overview:

To promote the economic health of the area within the borders of the La Grande Urban Renewal District.
To revitalize La Grande's Central Business Zone (CBZ) by:

Investing in public improvements and public/ private development partnerships in the CBZ, and

Facilitating the development of commercial and industrial parts of the District to create jobs and income which will provide economic support to the CBZ.

Implement the Central Business Zone Improvement Plan and the Oregon Main Street program.

Promote the Business Park and other economic development opportunities within the District.

Implement the Urban Renewal Plan.

Staffing:

Staffing is provided by .85 Community & Economic Development Director and .33 Planning Secretary.

Major Objectives:

The major focus of this program for the current year will be to promote the area and actively seek to leverage private investment with public investment in downtown and in the business park.

Urban Renewal Agency - General Fund

Proposed Budget FY2011-12

Explanation of major increases or decreases in proposed budget:

The budget includes an anticipated \$1.65 million loan for the downtown "Big H" Streetscape Project, an anticipated \$301,588 grant from ODOT for an alley/sidewalk improvement project in the downtown (and associated \$70,000 Urban Renewal match), and an anticipated \$10,000 grant from the USDA for a downtown retail marketing study (and associated \$4,000 Urban Renewal match).

	ACTUAL EXPENDITURES		Current Budgeted FY2010-11	FY2011-12	
	FY2008-09	FY2009-10		Dept Requested	Manager Proposed
Materials & Services	\$ -	\$ -	\$ -	\$ 404,519	\$ 399,947 \$ -
Capital Outlay	\$ 1,684	\$ -	\$ 250,000	\$ 2,231,599	\$ 2,231,599
Operating Contingency	\$ -	\$ -	\$ -	\$ 51,860	\$ 56,432
Unapp. Ending Balance	\$ 81,078	\$ 8,442	\$ 3,700	\$ 50,000	\$ 50,000
TOTAL	\$82,762	\$8,442	\$253,700	\$2,737,978	\$2,737,978

Budget Analysis & Proposal

City of La Grande - Urban Renewal Agency

2009 Actual	2010 Actual	2011		Account	Description	2012 Requested	2012 Proposed
		Budget	Estimated				
URBAN RENEWAL - GENERAL/PROJECT FUND #201							
RESOURCES							
\$ 60,750	\$ -	\$ -	\$ 89,520	201-000-401000	CASH ON HAND	\$ 94,443	\$ 94,443
\$ -	\$ 5,230	\$ 3,700	\$ 4,923	201-000-401004	INTEREST ON INVESTMENTS	\$ 1,000	\$ 1,000
\$ -	\$ -	\$ -	\$ -	201-000-405000	PROCEEDS-BONDS/NOTES	\$ 1,600,000	\$ 1,600,000
\$ 22,012	\$ 3,212	\$ -	\$ -	201-000-484000	MISCELLANEOUS	\$ 1,000	\$ 1,000
\$ -	\$ -	\$ 250,000	\$ 435,490	201-000-490680	TRANSFER FROM URA DEBT FUND	\$ 1,041,535	\$ 1,041,535
\$ 82,762	\$ 8,442	\$ 253,700	\$ 529,933	TOTAL RESOURCES		\$ 2,737,978	\$ 2,737,978
REQUIREMENTS							
\$ -	\$ -	\$ -	\$ -	201-001-628800	PROFESSIONAL SERVICES & FEES	\$ 65,877	\$ 65,877
\$ -	\$ -	\$ -	\$ -	201-001-628803	PROFESSIONAL SVC & FEES-ECO DEV	\$ 338,642	\$ 334,070
\$ -	\$ -	\$ -	\$ -	TOTAL MATERIALS & SERVICES		\$ 404,519	\$ 399,947
\$ -	\$ -	\$ -	\$ -	201-001-640001	GEKELER BUSINESS & TECH. PARK	\$ -	\$ -
\$ 1,684	\$ -	\$ 250,000	\$ 435,490	201-001-640008	URA 'PLAN' PROJECTS	\$ 2,231,599	\$ 2,231,599
\$ 1,684	\$ -	\$ 250,000	\$ 435,490	TOTAL CAPITAL OUTLAY		\$ 2,231,599	\$ 2,231,599
\$ -	\$ -	\$ -	\$ -	201-001-740100	CONTINGENCY	\$ 51,860	\$ 56,432
\$ 81,078	\$ 8,442	\$ 3,700	\$ 94,443	201-002-765100	UNAPP ENDING BALANCE	\$ 50,000	\$ 50,000
\$ 82,762	\$ 8,442	\$ 253,700	\$ 529,933	TOTAL REQUIREMENTS		\$ 2,737,978	\$ 2,737,978

Budget Analysis & Proposal

City of La Grande - Urban Renewal Agency

2009 Actual	2010 Actual	2011		Account	Description	2012 Requested	2012 Proposed
		Budget	Estimated				
URBAN RENEWAL - DEBT FUND #202							
RESOURCES							
\$ 1,197,115	\$ 791,061	\$ 720,600	\$ 828,421	202-000-401000	CASH ON HAND	\$ 267,497	\$ 267,497
\$ 642,731	\$ 707,475	\$ 505,000	\$ 505,000	202-000-401002	CURRENT PROPERTY TAXES	\$ 810,000	\$ 810,000
\$ 17,591	\$ 24,748	\$ 10,000	\$ 23,000	202-000-401003	DELINQ PROPERTY TAXES	\$ 20,000	\$ 20,000
\$ 27,636	\$ -	\$ 1,000	\$ -	202-000-401004	INTEREST ON INVESTMENTS	\$ 3,000	\$ 3,000
\$ -	\$ -	\$ -	\$ -	202-000-451100	GRANTS	\$ 391,588	\$ 391,588
\$ -	\$ -	\$ -	\$ -	202-000-484000	MISCELLANEOUS	\$ -	\$ -
\$ 1,885,073	\$ 1,523,284	\$ 1,236,600	\$ 1,356,421	TOTAL RESOURCES		\$ 1,492,085	\$ 1,492,085
\$ 128,876	\$ 318,676	\$ 387,344	\$ 387,344	202-002-628800	PROFESSIONAL SERVICES & FEES	\$ -	\$ -
\$ 128,876	\$ 318,676	\$ 387,344	\$ 387,344	TOTAL MATERIALS & SERVICES		\$ -	\$ -
\$ 1,275,000	\$ 24,797	\$ 29,991	\$ 29,991	202-002-710001	PRINCIPAL PAYMENTS	\$ 180,141	\$ 180,141
\$ 11,208	\$ 30,318	\$ 50,609	\$ 50,609	202-002-710002	INTEREST PAYMENTS	\$ 98,382	\$ 98,382
\$ 1,286,208	\$ 55,115	\$ 80,600	\$ 80,600	TOTAL DEBT PAYMENTS		\$ 278,523	\$ 278,523
\$ -	\$ -	\$ 250,000	\$ 435,490	202-002-729900	TRANSFER TO GEN/PROJ FUND (201)	\$ 1,046,107	\$ 1,041,535
\$ -	\$ -	\$ 250,000	\$ 435,490	TOTAL TRANSFERS		\$ 1,046,107	\$ 1,041,535
\$ -	\$ -	\$ 300,000	\$ 185,490	201-002-740100	CONTINGENCY	\$ 17,455	\$ 22,027
\$ 469,989	\$ 1,149,493	\$ 218,656	\$ 267,497	202-002-701001	UNAPP ENDING BALANCE	\$ 150,000	\$ 150,000
\$ 1,885,073	\$ 1,523,284	\$ 1,236,600	\$ 1,356,421	TOTAL REQUIREMENTS		\$ 1,492,085	\$ 1,492,085