

CITY OF LA VISTA
MAYOR AND CITY COUNCIL REPORT
JULY 15, 2008 AGENDA

Subject:	Type:	Submitted By:
REQUEST TO OBLIGATE CDBG FUNDING — PLANNING/ENGINEERING STUDY & FOOD PROCESSING CO.	◆RESOLUTION ORDINANCE RECEIVE/FILE	ANN BIRCH COMMUNITY DEVELOPMENT DIRECTOR

SYNOPSIS

A resolution has been prepared for the City Council to consider obligating approximately \$230,000 in CDBG Recovered Program Income Reuse Funds to the City of La Vista for a planning/engineering study related to the 84th Street corridor, and to a food service company for equipment and working capital.

FISCAL IMPACT

Expenditure of approximately \$230,000 in CDBG Recovered Program Income funds.

RECOMMENDATION

Approval.

BACKGROUND

In May of 1997, the City Council approved a Reuse Plan for retention of recovered program income from CDBG funds. The Plan was subsequently amended in 2004 to allow for loan servicing costs, and in 2008 to add the national objective of the elimination of slums or blight and to allow projects involving public infrastructure for economic development activities or the removal of blighted conditions, including the planning/engineering studies necessary to design a project.

The City has received notice from the Nebraska Department of Economic Development (DED) that any reuse funds which have not been obligated to a project within the last two years are subject to recall by the State as of July 31, 2008. It was recommended that a resolution be adopted in order to obligate these funds if projects were eminent.

City staff and the Sarpy County Economic Development Corporation are currently working on two applications for funding: 1) a planning/engineering study by the City of La Vista in the amount of approximately \$200,000 to utilize for the 84th Street corridor; and 2) a loan to a food processing company for equipment and working capital in the amount of approximately \$30,000.

A resolution has been prepared authorizing the obligation of approximately \$230,000 in CDBG Recovered Program Income Reuse Funds. Prior to any expenditure of funds, applications will be prepared and submitted to the Sarpy County Economic Development Corporation (SCEDC) review

committee and a recommendation will be received from the SCEDC Board of Directors as required by the Reuse Plan prior to Council approval.

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RESOLUTION NO. _____

A RESOLUTION OF THE MAYOR AND CITY COUNCIL OF THE CITY OF LA VISTA, NEBRASKA AUTHORIZING THE OBLIGATION OF APPROXIMATELY \$230,000 IN CDBG RECOVERED PROGRAM INCOME REUSE FUNDS FROM THE CITY OF LA VISTA, NEBRASKA.

WHEREAS, the City of La Vista is preparing an application for a planning/engineering study for approximately \$200,000 in CDBG Recovered Program Income funds; and

WHEREAS, a food processing company is currently working with the Sarpy County Economic Development Corporation to prepare an application for approximately \$30,000 in CDBG Recovered Program Income funds for equipment and working capital; and

WHEREAS, the City of La Vista adopted a CDBG Recovered Program Income – Reuse Plan for Economic Development on May 6, 1997, and amended the Plan on May 18, 2004, and May 6, 2008 for such purpose; and

WHEREAS, according to the Reuse Plan the completed applications will be submitted to the review committee which consists of the executive board of the Sarpy County Economic Development Corporation (SCEDC) for their recommendation; and

WHEREAS, the recommendation of the SCEDC will be submitted to the La Vista City Council prior to the expenditure of any funds; and

WHEREAS, in order to retain the CDBG Recovered Program Income funds it is necessary to obligate them to eligible activities prior to July 31, 2008.

NOW, THEREFORE, BE IT RESOLVED, that the Mayor and City Council of La Vista, Nebraska, do hereby authorize the obligation of approximately \$230,000 in CDBG Recovered Program Income Reuse Funds contingent upon the successful completion of the required application and recommendation from the Sarpy County Economic Development Corporation prior to the expenditure of any funds.

PASSED AND APPROVED THIS 15th DAY OF JULY, 2008.

CITY OF LA VISTA

Douglas Kindig, Mayor

ATTEST:

Pamela A. Buethe, CMC
City Clerk