



SPECIAL EDA MEETING

AGENDA SECTION	BUSINESS ITEMS
MEETING DATE	09/26/2022

CITY OF COLUMBIA HEIGHTS – ECONOMIC DEVELOPMENT AUTHORITY

ITEM:	Resolution 2022-20 Authorizing Certain 2022 Inter-Fund Transfers		
DEPARTMENT:	Finance	BY/DATE:	Joseph Kloiber, Finance Director 09/20/2022

BACKGROUND:

At its September 12th meeting, the City Council approved certain interfund transfers. Two of those transfers involve Funds of the Economic Development Authority, and those transfers therefore also require approval by the Authority. These are:

1. To transfer the \$3,331,655 of assets received by EDA Redevelopment Fund 408 from the sale of 3989 Central Avenue; to the City for use within the new city hall project in Governmental Buildings Fund 411 as follows:

Noncash value of office condominium shell to be constructed	\$2,115,600
Cash deposited to City Hall Construction Escrow Account at closing	\$ 421,748
Cash deposited with EDA at closing, in excess of EDA land cost	\$ 394,307
2. To transfer \$150,000 of surplus operating fund balance from EDA Administration Fund 204 to the Governmental Equipment Fund 431. This combines with \$1,850,000 of surplus separately transferred from various City operating funds to the Governmental Equipment Fund 431, to provide a total \$2 million to extend the number of years for which Governmental Equipment Fund 431 is sustainable. This is a funding mechanism the City and EDA use periodically to provide funding for various capital purposes. The need to do this \$2 million transfer is described in the narrative to City Manager's 2023 proposed budget. We note that balance in the Governmental Equipment Fund 431 is available to all governmental functions of the EDA and City for capital equipment purchases.

This \$150,000 transfer from EDA Fund 204 will still leave the remaining fund balance in EDA 204 well above the established working capital target of 45% of next year's budget for that fund.

RECOMMENDED MOTION(S):

MOTION: Waive the reading of Resolution 2022-20, there being ample copies available to the public.

MOTION: Approve Resolution 2022-20, transferring \$3,331,655 to the Governmental Buildings Fund 411 from EDA Redevelopment Fund 408, and transferring \$150,000 from EDA Administration Fund 204 to the Governmental Equipment Fund 431.

ATTACHMENT(S): Resolution 2022-20