

**MEMORANDUM
FINANCE DEPARTMENT**

TO: Mr. Thomas Thomas, City Manager
SUBJECT: Adjustment to the FY2014 Budget

Number: 001-14
Date: 04-02-13

An adjustment to the FY2014 budget in the amount of \$135,000.00 is requested by the Community / Economic Development Department reference payment to Rock Island Economic Growth for the 10th Street infill work which was approved by the City Council on March 18, 2013 (see attached).

The requested budget adjustment is for the following account number:

203-312801-54101-6187000	\$135,000.00	Contributions/Sponsorship
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Recommendation: Council approve the adjustment increasing the TIF #3 North 11th Street Fund (203) budget for FY2014 by \$135,000.00.

Submitted by: Cynthia Parchert, Finance Director
Donald Reichert, Budget Coordinator

Approved: Thomas Thomas, City Manager

MEMORANDUM

COMMUNITY AND ECONOMIC DEVELOPMENT DEPARTMENT

TO: Thomas Thomas, City Manager

SUBJECT: Rock Island Economic Growth Corporation – 10th Street Infill

DATE: 3/13/13

Rock Island Economic Growth Corporation (GROWTH) in its work to continue building new homes in the New Old Chicago Neighborhood has made the following request from the City of Rock Island:

1. Donation of the following properties 606, 608, 614 & 618 10th Street and lot #2 of the New Old Chicago Addition.
2. Donation of \$20,000 to demolish the existing structure on the property.
3. New Old Chicago Redevelopment Subdivision: \$90,000 to support efforts to build 3 new single-family homes along 10th Street. Funds are from the North 11th Street TIF.
4. Donation of \$25,000 to assist with renovations of the single family home located at 605 10th Street. Planned renovation consist of new siding and wrap around the exiting porch.

In addition to the City of Rock Island assistance, GROWTH as a non-profit, will generate an additional 50% of the donated funds through the State of Illinois Affordable Housing State Donation Tax Credit program to support the project. The budget alone for the 3 new single-family homes is nearly Six Hundred Thousand (\$600,000).

This project is a continuation of the 5 homes GROWTH built on adjacent property last year. MLK Park is also set to start construction in the spring of 2013. The City will be improving the alley behind the new constructed houses using TIF proceeds which will complete the redevelopment of the block. The project is an outstanding example of how an area can be transformed.

Recommendation:

Council authorize the City Manager to execute development agreements with the Rock Island Economic Growth Corporation for the items outlined above.

Submitted by: Jeffery A. Eder, Community and Economic Development Director

Approved: Thomas Thomas, City Manager