



## Legislation Details (With Text)

**File #:** 0031-2012      **Version:** 1

**Type:** Ordinance      **Status:** Passed

**File created:** 1/4/2012      **In control:** Finance Committee

**On agenda:** 1/23/2012      **Final action:** 1/27/2012

**Title:** To appropriate and authorize the City Auditor to transfer \$7,009,635.00 from the Special Income Tax Fund to the Franklin County Convention Facilities Authority Fund, for the purpose of providing secondary funding in the event that Franklin County Convention Facilities Authority cannot meet its debt obligations, to appropriate and expend up to \$7,502,576.26 within the Special Income Tax Fund for reimbursement to the RiverSouth Authority to make lease payments, and to declare an emergency (\$14,512,211.26).

**Sponsors:**

**Indexes:**

**Code sections:**

**Attachments:**

Date	Ver.	Action By	Action	Result
1/27/2012	1	CITY CLERK	Attest	
1/25/2012	1	MAYOR	Signed	
1/23/2012	1	COUNCIL PRESIDENT	Signed	
1/23/2012	1	Columbus City Council	Approved	Pass

**Background:** This legislation authorizes the appropriation and transfer of \$7,009,635.00 from the Special Income Tax Fund, to the Franklin County Convention Facilities Authority Fund. The appropriation and transfer of \$7,009,635.00 from the Special Income Tax Fund provides the backing, as stipulated in the City's lease agreement with the Franklin County Convention Facilities Authority (CFA). The actual transfer of these funds will only occur if the CFA is unable to meet its debt obligations as outlined in its lease with the City. The City provides fifty percent of this backing, while Franklin County is responsible for the other fifty percent. Since 1990, no such payments have been needed, nor are any anticipated.

This legislation also authorizes the appropriation of \$7,502,576.26 from the Special Income Tax Fund for lease payments to the RiverSouth Authority. The RiverSouth Authority issued bonds in 2004 and 2005 to purchase and rehabilitate the former downtown Lazarus Department Store. The City entered into a Master Lease Agreement and a First Supplemental Lease Agreement with The RiverSouth Authority on June 21, 2004 (Ordinance No. 1009-2004). The City entered into a Second Supplemental Lease Agreement with RiverSouth on July 25, 2005 (Ordinance No. 1312-2005). These agreements call for the City to make lease payments to The RiverSouth Authority in annual amounts equal to the bond service charges.

**Emergency:** This ordinance is submitted as an emergency so as to allow the financial transactions to be posted into the City's accounting system as soon as possible. Up to date financial posting promotes accurate accounting and financial management.

**Fiscal Impact:** These expenditures have been included and budgeted within the Special Income Tax Fund analysis.

To appropriate and authorize the City Auditor to transfer \$7,009,635.00 from the Special Income Tax Fund to the Franklin County Convention Facilities Authority Fund, for the purpose of providing secondary funding in the event that Franklin County Convention Facilities Authority cannot meet its debt obligations, to appropriate and expend up to \$7,502,576.26 within the Special Income Tax Fund for reimbursement to the RiverSouth Authority to make lease payments, and to declare an emergency (\$14,512,211.26).

**WHEREAS**, as stipulated in the City's lease agreement with the CFA, the City has agreed to provide a secondary revenue source to assure that these funds will be available; and

**WHEREAS**, the actual transfer of these funds will only occur if the CFA is unable to meet its debt obligations as outlined in its lease with the City; and

**WHEREAS**, pursuant to Ordinance No. 1009-2004 adopted by City Council on June 21, 2004 the City entered into a Master Lease Agreement and a First Supplemental Lease Agreement with The RiverSouth Authority (RiverSouth); and

**WHEREAS**, pursuant to Ordinance No. 1312-2005 adopted by this Council on July 25, 2005 the City entered into a Second Supplemental Lease Agreement with The RiverSouth Authority; and

**WHEREAS**, these Lease Agreements call for the lease rental payments from the City to RiverSouth equal to the bond service charges on the following bonds issued by RiverSouth:

- RiverSouth Areas Redevelopment 2004 Bonds Series A
- RiverSouth Areas Redevelopment 2005 Bonds Series A; and

**WHEREAS**, these expenditures have been included and budgeted within the Special Income Tax Fund analysis; and

**WHEREAS**, an emergency exists in the usual daily operation of the City in that it is immediately necessary to both appropriate funds within the Special Income Tax Fund and transfer said funds for the above-described purposes thereby preserving the public health, peace, property, safety and welfare, now: therefore,

BE IT ORDAINED BY THE COUNCIL OF THE CITY OF COLUMBUS:

**SECTION 1.** That from the unappropriated monies in the Special Income Tax Fund, Fund 430, and from all monies estimated to come into said fund from any and all sources and unappropriated for any other purpose during the fiscal year ending December 31, 2012, the sum of \$7,009,635.00 be and hereby is appropriated to the City Auditor, Department No. 22-01, Object Level One 10, Object Level Three 5502, OCA 902023.

**SECTION 2.** That the City Auditor is hereby authorized to transfer said funds in SECTION 1 to the Franklin County Convention Facilities Authority Fund, Fund 282, at such time as is deemed necessary by the City Auditor, and to expend said funds or so much thereof as may be necessary.

**SECTION 3.** That from the unappropriated monies in the Special Income Tax Fund, Fund 430, and from all monies estimated to come into said fund from any and all sources and unappropriated for any other purpose during the fiscal year ending December 31, 2012, the sum of \$7,502,576.26 be and hereby is appropriated to the City Auditor, Department/Division No. 22-01, Object Level One 03, Object Level Three 3305, OCA 430022.

**SECTION 4.** That the City Auditor is hereby authorized to expend up to \$7,502,576.26 or so much thereof as may be necessary from Fund 430, Department/Division No. 22-01, Object Level One 03, Object Level Three 3305 OCA 430022 for the purpose of making lease rental payments to the RiverSouth Authority.

**SECTION 5.** All funds necessary to carry out the purpose of this ordinance are hereby deemed appropriated.

**SECTION 6.** That the City Auditor is authorized to make any accounting changes to revise the fund source for any contract or contract modifications associated with the expenditure of the funds transferred under Section 2 above.

**SECTION 7.** That for the reason stated in the preamble hereto, which is hereby made a part hereof, this ordinance is hereby declared to be an emergency measure and shall take effect and be in force from and after its passage and approval by the Mayor or ten days after passage if the Mayor neither approves nor vetoes the same.