



Legislation Details (With Text)

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Title: A resolution setting and certifying the 2014 tax levy for taxes payable in 2015 at 5.000 mills for the Colorado Springs Downtown Development Authority in Colorado Springs, Colorado

Sponsors:

Indexes:

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Attachments: 1. Resolution to Set & Certify 2014 Mill Levy for DDA_11 25 14, 2. Exhibit A - DDA Board Resolution

Date	Ver.	Action By	Action	Result
11/25/2014	1	City Council	adopted	Pass

A resolution setting and certifying the 2014 tax levy for taxes payable in 2015 at 5.000 mills for the Colorado Springs Downtown Development Authority in Colorado Springs, Colorado

From:

Kara Skinner, Chief Financial Officer
Peter Wysocki, Planning and Development Director
Carl Schueler, Planning Manager - Comprehensive Planning

Summary:

The Colorado Springs Downtown Development Authority (DDA) is a legal entity separate from the City of Colorado Springs. However, as required by State statute, at its Regular meeting on October 28, 2014, City Council approved the DDA's 2015 budget. The same statute requires City Council to pass resolutions to set and certify the mill levy for 2014 with taxes due and payable in the 2015 budget year, and to appropriate sums of money for the 2015 budget year. The Board of Directors of the DDA approved the attached resolution (Exhibit A) requesting City Council approval of the appropriation resolution and mill levy certification resolution.

The 2015 budget provides a total appropriation of \$3,070,941 for programs, operations and overhead, professional services, and other expenditures and an ending balance of \$106,000.

Previous Council Action:

City Council approved creation of the DDA in 2006 and 2007 (Ordinance Nos. 06-135 and 07-15). City Council passed a resolution adopting the Imagine Downtown Master Plan as the Plan of Development for the Authority. City Council approved the 2015 DDA Budget on October 28, 2014.

Background:

The DDA board intends to utilize a portion of the voter-approved property tax revenues to create and

implement incentive and grant programs to support the goals of the Imagine Downtown Plan, which it has adopted as the basis for its scope of work. Initiatives include:

- Residential growth and variety of housing;
- Retail growth;
- Job retention and employment growth;
- Arts, culture and entertainment activities;
- Urban design and environmental improvements;
- Technology, sustainability components;
- Parking supply and management improvements;
- Better utilization of public spaces such as alleys and parks; and
- Transportation options and pedestrian-orientation.

The ordinances creating the DDA stipulate a specific mix of representation on its City Council-appointed board, to include one member of City Council. Currently, that member is Councilwoman Gaebler.

Financial Implications:

The proposed 2014 mill levy for taxes payable in 2015 for the DDA is 5.000 mills and is the same as has been levied since the inception of this DDA. Colorado Revised Statutes § 31-25-801 et seq. limits DDAs to no more than 5.000 mills for operational purposes. As a separate legal entity, the financial activities of the DDA are separate from those of the City.

The DDA has a tax increment financing (TIF) agreement in place, and anticipates substantial TIF revenues in 2015, which will augment its property tax revenues. These revenues, in combination with a substantial prior year's balance, will result in a substantial programmatic appropriation for 2015 (about \$3 million). This approach maximizes budgetary flexibility. However, full expenditure of this amount may not occur and would be subject to careful evaluation of program needs by the board.

Board/Commission Recommendation:

At its meeting on November 11, 2014, the DDA Board of Directors passed Resolution No. 1114-01 (see attached Exhibit A) requesting that City Council (1) certify a mill levy of five (5.000) mills on real and personal property within the boundaries of the DDA for taxes payable in 2015, and (2) adopt a resolution to appropriate funds for the benefit of the DDA for 2015.

Stakeholder Process:

N/A

Alternatives:

N/A

Proposed Motion:

Move to approve the attached resolution to set and certify the 2014 tax levy for taxes payable in 2015 at 5.000 mills for the Colorado Springs Downtown Development Authority.

N/A