****** Full Reading ******

Memo

To: Mayor and City Council

Fr: Shellby Hendee, Development Director

Dt: April 26, 2011

Re: Ordinance, CDBG Close-Out, McElwain Dr.

ISSUE

In 2007, the City received a $750,000 Community Development Block Grant (CDBG) through the Missouri Department of Economic Development for partial construction of the McElwain Drive extension which was eligible because of the jobs and investment created by Case New Holland. The $1.3 million project also received $384,000 from the Missouri Department of Transportation and $50,000 from the Cameron Special Road District leaving only $116,000 to be funded by the City. CNH committed to creating at least 100 new jobs and investing at least $8.4 million. In the interim, a dispute among contractual parties over contract language delayed CDBG close-out. Adding to the complexity is the fact that some CNH workers are actually employed by Kelly Services and that CNH leases the building from a third party. All issues have been resolved and we are now ready for close-out. A CNH representative has also signed the documents. The City's interest in extending McElwain Drive is to create secondary access to the Crossroads Corporate Center in the event of an emergency while the US 36 overpass is blocked.

RECOMMENDATION

Staff recommends that the City Council approve the attached ordinance with all three readings on May 2nd authorizing completion of the Close-Out Report for the McElwain Drive CDBG Project.

Bill 2011-39

AN ORDINANCE AUTHORIZING THE MAYOR OF THE CITY OF CAMERON, CLINTON AND DEKALB COUNTIES, MISSOURI, TO EXECUTE CERTAIN DOCUMENTS ATTESTING TO THE ACCURACY OF INFORMATION PROVIDED IN THE CLOSE-OUT REPORT TO THE MISSOURI DEPARTMENT OF ECONOMIC DEVELOPMENT FOR THE COMMUNITY DEVELOPMENT BLOCK GRANT PROGRAM UTILIZED BY THE CITY FOR CONSTRUCTION OF MCELWAIN DRIVE

WHEREAS, in 2008, the City of Cameron received and expended a Community Development Block Grant (CDBG) for economic development in the amount of $750,000 for construction associated with the extension of McElwain Drive in Cameron to support a business investment of over $8,400,000 by Case New Holland and the creation of at least 100 new jobs; and

WHEREAS, the project has been completed extending McElwain Drive 3,100 feet connecting existing McElwain Drive with U.S. Highway 36 as approved and Case New Holland has met its job creation and investment obligations; and

WHEREAS, terms of the CDBG require that the Mayor certify the accuracy of the information reported by the City in the Close-Out Report.

NOW, THEREFORE, BE IT ORDAINED BY THE COUNCIL OF THE CITY OF CAMERON, CLINTON AND DEKALB COUNTIES, MISSOURI, AS FOLLOWS:

Section 1. The Mayor is authorized to sign this Ordinance, approving it on behalf of the City.

Section 2. The Mayor, or his designee, is further authorized to execute such documents as may be required certifying the accuracy of information provided to the Missouri Department of Economic Development in the Close-Out Report regarding CDBG Project Number 2006-ED-02.

Section 3. The City Clerk is directed to attest to the Mayor's signature.

Section 4. This Ordinance shall be in full force and effect from and after its passage and approval.

Read two times, passed and approved this 2nd day of May 2011.

_____
Mayor Dennis M. Clark

ATTEST:

_____
City Clerk

full reading