

**FOR DISTRIBUTION AT THE
REGULAR CITY COUNCIL
MEETING
June 7, 2022**

AGENDA NO. 2022-257

AN ORDINANCE APPOINTING FRANK W. MCNEIL TO THE SPRINGFIELD ECONOMIC AND COMMUNITY DEVELOPMENT COMMISSION

AGENDA NO. 2022-258

AN ORDINANCE APPROVING THE APPOINTMENT OF NICCOLE CLEMENTS TO THE HOUSING POLICY ADVISORY COUNCIL

AGENDA NO. 2022-259

AN ORDINANCE APPROVING SMALL BUSINESS REDEVELOPMENT ASSISTANCE TO SEVERAL BUSINESSES UTILIZING FAR EAST TAX INCREMENT FINANCE FUNDS IN AN AMOUNT NOT TO EXCEED \$404,000.00, FOR THE OFFICE OF PLANNING AND ECONOMIC DEVELOPMENT

AGENDA NO. 2022-260

AN ORDINANCE APPROVING SMALL BUSINESS REDEVELOPMENT ASSISTANCE TO SEVERAL BUSINESSES UTILIZING CANNABIS TAX FUNDS, IN AN AMOUNT NOT TO EXCEED \$622,719.00, FOR THE OFFICE OF PLANNING AND ECONOMIC DEVELOPMENT

**AN ORDINANCE APPOINTING FRANK W. MCNEIL TO THE
SPRINGFIELD ECONOMIC AND COMMUNITY DEVELOPMENT
COMMISSION**

WHEREAS, the City of Springfield is a home rule unit as defined in Article VII, Section 6(a) of the 1970 Illinois Constitution and has jurisdiction over matters pertaining to its government and affairs; and

WHEREAS, pursuant to Section 33.500(a)(b)(c) of the 1988 City Code of Ordinances, as amended, the mayor, with the advice and consent of the City Council, shall appoint members to the Springfield Economic and Community Development Commission for three year terms; and

WHEREAS, pursuant to Section 33.500(a)(b)(c) of the 1988 City Code of Ordinances, as amended, two members shall reside or work within a tax increment finance (TIF) district; and

WHEREAS, Mayor James O. Langfelder desires to appoint Frank W. McNeil representing residence in the tax increment finance ("TIF") district.

**NOW, THEREFORE, BE IT ORDAINED BY THE COUNCIL OF THE CITY OF
SPRINGFIELD, ILLINOIS:**

Section 1: That the City Council hereby approves the appointment of Frank W. McNeil, who resides on Brown Street in Springfield, to the Springfield Economic and Community Development Commission for a three year term.

Section 2: That this ordinance shall become effective immediately upon its passage and recording by the City Clerk.

PASSED: _____, 2022

SIGNED: _____, 2022

RECORDED: _____, 2022

Mayor James O. Langfelder

ATTEST: _____
City Clerk Frank J. Lesko

Approved as to legal sufficiency:

Requested by: Mayor James O. Langfelder

/ 
Office of Corporation Counsel / Date

ORDINANCE FACT SHEET

REQUEST FORM NO: _____

DATE OF 1ST READING: 6/7/22

OFFICE REQUESTING: MAYOR LANGFELDER

CONTACT PERSON KATHLEEN ALCORN

PHONE NUMBER: 789-2200

EMERGENCY PASSAGE: No ☒ Yes ☐ If yes, explain justification.

TYPE OF ORDINANCE: APPOINTMENT TO COMMISSION FISCAL IMPACT: \$0.00

(If amending a previous ordinance, please attach a copy of the previous ordinance)

SUGGESTED TITLE:

THIS ORDINANCE IS TO APPOINT FRANK W. MCNEIL TO THE SPRINGFIELD ECONOMIC AND COMMUNITY DEVELOPMENT COMMISSION.

Please list supporting documentation (i.e., contract, agreement, change order, bid book, etc.)

CONTRACTOR / VENDOR NAI _____ VENDOR NO: _____

CONTRACT TERM _____ CONTRACT # _____ Change in Scope Yes ☐ No ☐

CONTRACT AMOUNT

(Original amount if change order)

Change Order #

Additional Amount

Method of Purchase (check one)

- ☐ Low Bid ☐ Other: _____ Is Purchasing Agent approval required No ☐ Yes ☐
- ☐ Low Bid Meeting Specs ☐ Exception: _____ Is Purchasing Agent approval attached No ☐ Yes ☐
- ☐ Low Evaluated Bid Code Provision _____

Previous Ord #'s _____

Accounting information (if more than four accounts, please attach list)

REVENUE

	Fund	Agency	Org	Activity	Source	Amount
1						
2						
3						
4						

EXPENDITURE

	Fund	Agency	Org	Activity	Object	Amount
1						
2						
3						
4						

FUNDS CHECK BY: _____	Date: _____
DIRECTOR / SUPERVISOR SIGNATURE _____	Date: _____
CITY PURCHASING AGENT: _____	Date: _____

COMMENTS

PURSUANT TO SECTION 33.500(a)(b)(c) OF THE 1988 CITY CODE OF ORDINANCES, AS AMENDED, THIS ORDINANCE IS TO APPOINT FRANK W. MCNEIL WHO RESIDES ON BROWN ST, SPRINGFIELD, TO THE SPRINGFIELD ECONOMIC AND COMMUNITY DEVELOPMENT COMMISSION. HE WILL BE REPRESENTING THE VACANCY OF A TIF DISTRICT RESIDENT. HIS TERM WILL BE FOR THREE YEARS. (1ST APPT)

SIGN OFF: _____

Springfield

(Mayor's Signature)

(Director of OBM)

Agenda
2022-357

Add 6/7/22
CC

**AN ORDINANCE APPROVING THE APPOINTMENT OF NICCOLE
CLEMENTS TO THE HOUSING POLICY ADVISORY COUNCIL**

WHEREAS, the City of Springfield is a home rule unit as defined in Article VII, Section 6(a) of the 1970 Illinois Constitution and has jurisdiction over matters pertaining to its government and affairs; and

WHEREAS, pursuant to Chapter 33, Section 33.800 of the 1988 City Code of Ordinances, as amended, the mayor, with the advice and consent of the City Council, shall appoint members to serve on the Housing Policy Advisory Council for three year terms; and

WHEREAS, Mayor James O. Langfelder desires to appoint Niccole Clements to the Housing Policy Advisory Council to fulfill the unexpired term of Roy Williams.

NOW, THEREFORE, BE IT ORDAINED BY THE COUNCIL OF THE CITY OF SPRINGFIELD, ILLINOIS:

Section 1: That the City Council hereby approves the appointment of Niccole Clements to the Housing Policy Advisory Council and her term shall expire on July 9, 2023.

Section 2: That this ordinance shall become effective immediately upon its passage and recording by the City Clerk

PASSED: _____, 2022

SIGNED: _____, 2022

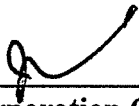
RECORDED: _____, 2022

Mayor James O. Langfelder

ATTEST: _____
Frank Lesko, City Clerk

Approved as to legal sufficiency:

Requested by: Mayor James O. Langfelder



Office of Corporation Counsel / Date

ORDINANCE FACT SHEET

REQUEST FORM NO:

DATE OF 1ST READING: 6/7/22OFFICE REQUESTING: MAYOR LANGFELDERCONTACT PERSON KATHLEEN ALCORNPHONE NUMBER: 789-2200EMERGENCY PASSAGE: No ☒ Yes ☐ If yes, explain justification.TYPE OF ORDINANCE: APPOINTMENT TO COMMISSION FISCAL IMPACT: \$0.00

(If amending a previous ordinance, please attach a copy of the previous ordinance)

SUGGESTED TITLE:

THIS ORDINANCE IS TO APPOINT NICCOLE CLEMENTS TO THE HOUSING POLICY ADVISORY COUNCIL.

Please list supporting documentation (i.e., contract, agreement, change order, bid book, etc.)

CONTRACTOR / VENDOR NAME: _____ VENDOR NO: _____

CONTRACT TERM: _____ CONTRACT #: _____ Change in Scope Yes ☐ No ☐CONTRACT AMOUNT:

(Original amount if change order)

Change Order #

Additional Amount

Method of Purchase (check one)

Previous Ord #'s _____

☐ Low Bid	☐ Other: _____	Is Purchasing Agent approval required? No ☐ Yes ☐
☐ Low Bid Meeting Specs	☐ Exception: _____	Is Purchasing Agent approval attached? No ☐ Yes ☐
☐ Low Evaluated Bid	Code Provision _____	

Accounting information (if more than four accounts, please attach list)

REVENUE

	Fund	Agency	Org	Activity	Source	Amount
1						
2						
3						
4						

EXPENDITURE

	Fund	Agency	Org	Activity	Object	Amount
1						
2						
3						
4						

FUNDS CHECK BY:	Date:
DIRECTOR / SUPERVISOR SIGNATURE	Date:
CITY PURCHASING AGENT:	Date:

COMMENTS

PURSUANT TO CHAPTER 33, SECTION 33.800 OF THE 1988 CITY CODE OF ORDINANCES, AS AMENDED, THIS ORDINANCE IS TO APPOINT NICCOLE CLEMENTS WHO RESIDES ON CELESTE CT., SPRINGFIELD, TO THE HOUSING POLICY ADVISORY COUNCIL. SHE WILL BE FULFILLING THE UNEXPIRED TERM FOR ROY WILLIAMS. HER TERM WILL EXPIRE 7/9/2023. (1ST APPT)

SIGN OFF:

Springfield

(Mayor's Signature)

(Director of OBM)

AN ORDINANCE APPROVING SMALL BUSINESS REDEVELOPMENT ASSISTANCE TO SEVERAL BUSINESSES UTILIZING FAR EAST TAX INCREMENT FINANCE FUNDS IN AN AMOUNT NOT TO EXCEED \$404,000.00, FOR THE OFFICE OF PLANNING AND ECONOMIC DEVELOPMENT

WHEREAS, the City of Springfield is a home rule unit as defined in Article VII, Section 6(a) of the 1970 Illinois Constitution and has jurisdiction over matters pertaining to its government and affairs; and

WHEREAS, the City has adopted a program for the Redevelopment Project Area (as hereinafter defined) known as the Far East Tax Increment Redevelopment Plan in the City of Springfield pursuant to "The Tax Increment Allocation Redevelopment Act, as amended," 65 ILCS 5/11-74.4-1, et seq. (hereinafter referred to as the "Act,"); and

WHEREAS, pursuant to the provisions of the Act, the City has adopted a Tax Increment Redevelopment Plan and Project (hereinafter referred to as the "Plan") pertaining to the redevelopment of the Far East TIF area, a copy of which Plan is on file with the City Clerk of the City of Springfield; and

WHEREAS, the Office of Planning and Economic Development desires to encourage rehabilitation of small businesses located within the Far East TIF area for the purpose of improving the quality of life for small business owners, preserving and enhancing the quality of the neighborhood, increasing the equalized assessed valuation of properties, and catalyze further investment within the community; and

WHEREAS, the City proposes to provide financial assistance in a total amount not to exceed \$404,000.00, to the businesses listed on Exhibit A utilizing Far East Tax Increment Financing funds; and

WHEREAS, these funds will be used in conjunction with Cannabis funds to help business grow on the City's east side; and

WHEREAS, said properties lie within the Far East Tax Increment Financing District.

NOW, THEREFORE, BE IT ORDAINED BY THE COUNCIL OF THE CITY OF SPRINGFIELD, ILLINOIS:

Section 1: That the City Council hereby approves financial assistance in a total amount not to exceed \$404,000.00, to the businesses listed on Exhibit A utilizing Far East Tax Increment Financing funds.

Section 2: That this ordinance shall become effective immediately upon its passage and recording by the City Clerk.

PASSED: _____, 2022

SIGNED: _____, 2022

RECORDED: _____, 2022

Mayor James O. Langfelder

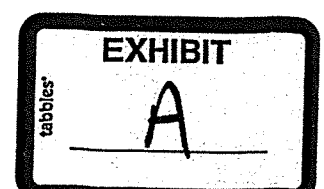
ATTEST: _____
City Clerk Frank Lesko

Approved as to legal sufficiency:

Requested by: Mayor James O. Langfelder

Office of Corporation Counsel / Date

Cannabis	TIF Amount	Business
\$ 5,000.00		Freedom In Holiness Mission - 1430 Loveland Avenue (non-profit) Sign gallery.
\$ 40,000.00	\$ 40,000.00	Ms. D's Kitchen Bar & Grill Inc. - 1031 S 11th St () Inventory, 1 employee, and carry out window.
\$ 40,000.00	\$ 40,000.00	Clay's Popeye's BBQ LLC - 1119-1123 S. Grand Ave. E () 2 Phases: renovation (HVAC and plumbing), then drive-up window.
\$ 40,000.00		Bishop Communications Group LLC - 810 S. 11th street () Purchase of equipment (sound, broadband).
\$ 43,719.00		B.O.N.E. LLC - 1124 South Grand Ave. East () Update to bucket truck, equipment, and inventory.
\$ 40,000.00	\$ 40,000.00	More Scrubs, LLC - 2701 Old Rochester Rd. () Lease, remodeling, inventory.
\$ 40,000.00	\$ 40,000.00	L&M Gym & Kids, Inc. - 2717 S. 11th Street - P.O. Box 3141 () Relocation and equipment updates.
\$ 40,000.00		Environ Pest Elimination, Inc - 1720 E. Spruce St. () Van, new equipment, marketing materials, and two full time positions.
\$ 40,000.00	\$ 40,000.00	King of Clubs Bourbon St Rythmn & Ribs Inc - 1031 South Grand Avenue East () Repave the parking lot, add additional outdoor seating, and purchase a larger walk-in cooler.
\$ 9,000.00	\$ 9,000.00	Central Lodge #3 - 1310 East Adams St. (non-profit) Repave the parking lot.
\$ 40,000.00	\$ 40,000.00	Carter's Fish Market - 1900 South Grand East () Repave the parking lot, add additional outdoor seating, and purchase a larger walk-in cooler.
\$ 25,000.00	\$ 25,000.00	Exotic Edible Pineapple Drinks Llc - 2164 E. Adams () For employee payroll re-innovating, land development, material, supplies, machinery, and total reconstruction, make a lounge area with tables, and pay contractors and labor.
\$ 25,000.00	\$ 25,000.00	Dirty South Inc. - 1231 E Cook St. () Existing space, renovations of interior, payroll, equipment, and inventory.
\$ 20,000.00	\$ 20,000.00	LathanHarris, Inc. - 528 South 11th street () Purchase of shed for quipment storage, HVAC, roof, update curb appeal, repaving parking spaces.
\$ 20,000.00	\$ 20,000.00	Drake Commercial Cleaning Inc. - 600 South 11th Street () Update its current building systems.
\$ 5,000.00		The Motherland Gardens Commuity Project - 2947 Taylor Avenue (non-profit) Site prep grading and leveling, fencing, equipment.
\$ 20,000.00	\$ 20,000.00	Haley & Associates - 801 S. 11th Street () Office equipment and office space renovation.
\$ 20,000.00	\$ 20,000.00	The Fadeologists LLC - 1431 S Grand Ave East () Equipment and inventory.
\$ 40,000.00		Tammy Calloway - 1831 South Grand Avenue () Payroll, equipment, infrstructure.
\$ 25,000.00		Luxe Floral - 422 South 11th street () Equipment, inventory, payroll. Needs new flooring and interior work (fixtures, painting, etc.). Has agreement with landlord for long-term lease already.
\$ 25,000.00	\$ 25,000.00	Ollie Home Care Services - 1816 Albert Street () Property acquisition and hiring of employees.
\$ 20,000.00		Genesis Beauty and Barber Shop - 1327 E Cook Street () Roof, payroll, and interior updates.
\$ 622,719.00	\$ 404,000.00	



ORDINANCE FACT SHEET

ORD. REQUEST FORM NO:

DATE OF 1ST READING:

06/07/22

OFFICE REQUESTING: PLANNING & ECONOMIC DEVELOPMENTCONTACT PERSON: Ravi D. DoshiPHONE NUMBER: 789-2377EMERGENCY PASSAGE: No ☒ Yes ☐ If yes, explain justification.TYPE OF ORDINANCE: Redevelopment AgreementFISCAL IMPACT: \$404,000.00

(If amending a previous ordinance, please attach a copy of the previous ordinance)

SUGGESTED TITLE:

AN ORDINANCE APPROVING SMALL BUSINESS REDEVELOPMENT ASSISTANCE TO SEVERAL ENTITIES UTILIZING FAR EAST TAX INCREMENT FINANCE FUNDS IN AN AMOUNT NOT TO EXCEED \$404,000 FOR THE OFFICE OF PLANNING AND ECONOMIC DEVELOPMENT.

Please list supporting documentation (i.e., contract, agreement, change order, bid book, etc.)

CONTRACTOR / VENDOR NAME: _____

VENDOR NO: _____

CONTRACT TERM: _____

Change in Scope Yes ☐ No ☒CONTRACT AMOUNT: \$404,000.00

(Original amount if change order)

Change Order # _____

Additional Amount _____

Method of Purchase (check one)

☐ Low Bid☐ Other: _____☐ Low Bid Meeting Specs☐ Exception: _____☐ Low Evaluated Bid

Code Provision: _____

Previous Ord #'s _____

Is Purchasing Agent approval required? No ☐ Yes ☒Is Purchasing Agent approval attached? No ☐ Yes ☐

Accounting information (if more than four accounts, please attach list)

REVENUE

	Fund	Agency	Org	Activity	Object	Amount
1						
2						
3						
4						

EXPENDITURE

	Fund	Agency	Org	Activity	Object	Amount
1	062	111	DEVL	FARE	2110	\$404,000.00
2						
3						
4						

COMMENTS

AN ORDINANCE APPROVING SMALL BUSINESS REDEVELOPMENT ASSISTANCE TO SEVERAL ENTITIES UTILIZING FAR EAST TAX INCREMENT FINANCE FUNDS IN AN AMOUNT NOT TO EXCEED \$404,000 FOR THE OFFICE OF PLANNING AND ECONOMIC DEVELOPMENT.

FUNDS CHECK BY: _____

Date: _____

DIRECTOR / SUPERVISOR SIGNATURE _____

Date: _____

CITY PURCHASING AGENT: _____

Date: _____

SIGN OFF: _____

(Mayor's Signature)

(Director of OBM)

**AN ORDINANCE APPROVING SMALL BUSINESS REDEVELOPMENT
ASSISTANCE TO SEVERAL BUSINESSES UTILIZING CANNABIS TAX
FUNDS, IN AN AMOUNT NOT TO EXCEED \$622,719.00, FOR THE
OFFICE OF ECONOMIC DEVELOPMENT**

WHEREAS, the City of Springfield is a home rule unit as defined in Article VII, Section 6(a) of the 1970 Illinois Constitution and has jurisdiction over matters pertaining to its government and affairs; and

WHEREAS, the City has adopted ordinance 400-09-19 which codified a municipal Cannabis Retailer's Occupation Tax (Article VI (a) §100.57 et seq. of the Springfield City Code of Ordinances as amended) (hereinafter referred to as the "Cannabis Tax"); and

WHEREAS, pursuant to the provisions of the Cannabis Tax, the City has established an area bounded by the following: Carpenter Street on the North, Ash Street on the South, Dirksen Parkway on the east and 10th Street rail corridor on the west (hereinafter referred to as the "Designated Area" for use of Cannabis Tax money designated for economic development purposes; and

WHEREAS, the City has adopted ordinance 109-03-21 (Cannabis Project Plan) approving the creation of a program to use the 50% portion of the cannabis tax collected under section 100.56 through 100.58 of the Springfield Code of Ordinances, as amended, in the designated areas and the appropriation of the tax collected for economic development; and

WHEREAS, these funds will be used in accordance with the Cannabis Project Plan to help businesses grow on the City's east side; and

WHEREAS, some of the businesses receiving Cannabis Project Plan funds will also be receiving Far East Tax Increment Financing District funds; and

WHEREAS, the City proposes to provide financial assistance in the total amount not to exceed \$622,719.00 to the businesses listed on Exhibit A utilizing Cannabis funds; and

NOW, THEREFORE, BE IT ORDAINED BY THE COUNCIL OF THE CITY OF SPRINGFIELD, ILLINOIS:

Section 1: That the City Council hereby approves and authorizes using Cannabis Tax allocated to the Cannabis Project Plan for the eligible businesses listed on Exhibit A attached in a total amount not to exceed \$622,719.00.

Section 2: That this ordinance shall become effective immediately upon its passage and recording by the City Clerk.

PASSED: _____, 2022

SIGNED: _____, 2022

RECORDED: _____, 2022

Mayor James O. Langfelder

ATTEST: _____
City Clerk Frank Lesko

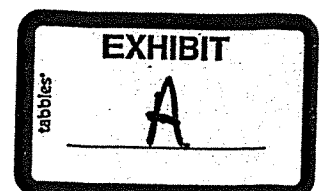
Approved as to legal sufficiency:

Requested by: Mayor James O. Langfelder

Office of Corporation Counsel / Date

EXHIBIT A

Cannabis	TIF Amount	Business
\$ 5,000.00		Freedom In Holiness Mission - 1430 Loveland Avenue (non-profit) Sign gallery.
\$ 40,000.00	\$ 40,000.00	Ms. D's Kitchen Bar & Grill Inc - 1031 S 11th St () Inventory, 1 employee, and carry out window.
\$ 40,000.00	\$ 40,000.00	Clay's Popeye's BBQ LLC - 1119-1123 S. Grand Ave. E () 2 Phases: renovation (HVAC and plumbing), then drive-up window.
\$ 40,000.00		Bishop Communications Group LLC - 810 S. 11th street () Purchase of equipment (sound, broadband).
\$ 43,719.00		B.O.N.E. LLC - 1124 South Grand Ave. East () Update to bucket truck, equipment, and inventory.
\$ 40,000.00	\$ 40,000.00	More Scrubs, LLC - 2701 Old Rochester Rd. () Lease, remodeling, inventory.
\$ 40,000.00	\$ 40,000.00	L&M Gym & Kids, Inc. - 2717 S. 11th Street - P.O. Box 3141 () Relocation and equipment updates.
\$ 40,000.00		Environ Pest Elimination, Inc - 1720 E. Spruce St. () Van, new equipment, marketing materials, and two full time positions.
\$ 40,000.00	\$ 40,000.00	King of Clubs Bourbon St Rythmn & Ribs Inc - 1031 South Grand Avenue East () Repave the parking lot, add additional outdoor seating, and purchase a larger walk-in cooler.
\$ 9,000.00	\$ 9,000.00	Central Lodge #3 - 1310 East Adams St. (non-profit) Repave the parking lot.
\$ 40,000.00	\$ 40,000.00	Carter's Fish Market - 1900 South Grand East () Repave the parking lot, add additional outdoor seating, and purchase a larger walk-in cooler.
\$ 25,000.00	\$ 25,000.00	Exotic Edible Pineapple Drinks Llc- 2164 E. Adams () For employee payroll re-innovating, land development, material, supplies, machinery, and total reconstruction, make a lounge area with tables, and pay contractors and labor.
\$ 25,000.00	\$ 25,000.00	Dirty South Inc. - 1231 E Cook St. () Existing space, renovations of interior, payroll, equipment, and inventory.
\$ 20,000.00	\$ 20,000.00	LathanHarris, Inc. - 528 South 11th street () Purchase of shed for quipment storage, HVAC, roof, update curb appeal, repaving parking spaces.
\$ 20,000.00	\$ 20,000.00	Drake Commercial Cleaning Inc. - 600 South 11th Street () Update its current building systems.
\$ 5,000.00		The Motherland Gardens Commuity Project - 2947 Taylor Avenue (non-profit) Site prep grading and leveling, fencing, equipment.
\$ 20,000.00	\$ 20,000.00	Haley & Associates - 801 S. 11th Street () Office equipment and office space renovation.
\$ 20,000.00	\$ 20,000.00	The Fadeologists LLC - 1431 S Grand Ave East () Equipment and inventory.
\$ 40,000.00		Tammy Calloway - 1831 South Grand Avenue () Payroll, equipment, infrstructure.
\$ 25,000.00		Luxe Floral - 422 South 11th street () Equipment, inventory, payroll. Needs new flooring and interior work (fixtures, painting, etc.). Has agreement with landlord for long-term lease already.
\$ 25,000.00	\$ 25,000.00	Ollie Home Care Services - 1816 Albert Street () Property acquisition and hiring of employees.
\$ 20,000.00		Genesis Beauty and Barber Shop - 1327 E Cook Street () Roof, payroll, and interior updates.
\$ 622,719.00	\$ 404,000.00	



**AN ORDINANCE AUTHORIZING THE CREATION OF A PROGRAM TO
USE THE 50% PORTION OF THE CANNABIS TAX COLLECTED
UNDER SECTION 100.56 THROUGH 100.58 OF THE SPRINGFIELD
CODE OF ORDINANCES, AS AMENDED IN THE DESIGNATED AREA
AND THE APPROPRIATION OF THE 50% PORTION OF THE TAX
COLLECTED FOR ECONOMIC DEVELOPMENT PURPOSES FOR THE
OFFICE OF ECONOMIC DEVELOPMENT**

WHEREAS, the City of Springfield is a home rule unit as defined in Article VII, Section 6(a) of the 1970 Illinois Constitution and has jurisdiction over matters pertaining to its government and affairs; and

WHEREAS, the City has adopted ordinance 400-09-19 which codified a municipal Cannabis Retailer's Occupation Tax (Article VI (a) §100.57 et seq. of the Springfield City Code of Ordinances as amended) (hereinafter referred to as the "Cannabis Tax"); and

WHEREAS, pursuant to the provisions of the Cannabis Tax, the City has established an area bounded by the following: Carpenter Street on the North, Ash Street on the South, Dirksen Parkway on the east and 10th Street rail corridor on the west (hereinafter referred to as the "Designated Area" for use of Cannabis Tax money designated for economic development purposes; and

WHEREAS, the Office of Economic Development is requesting the appropriation of the 50% portion of the Cannabis Tax collected for economic purposes under Section 100.56 through 100.58 of the Springfield Code of Ordinances, as amended; and

WHEREAS, it is necessary to set parameters for the use of the Cannabis Tax money that is designated to be used for economic development purposes in the Designated Area (hereinafter referred to as the "Cannabis Tax Projects Plan"); and

WHEREAS, the Cannabis Tax Projects Plan is described in Exhibit A attached; and

**NOW, THEREFORE, BE IT ORDAINED BY THE COUNCIL OF THE CITY OF
SPRINGFIELD, ILLINOIS:**

Section 1: That the City Council hereby approves and authorizes the Cannabis Tax Projects Plan using Cannabis Tax for the Designated Area as described in Exhibit A attached.

Section 2: That the City Council hereby authorizes the appropriation of the 50% portion of the Cannabis Tax collected for economic purposes under Section 100.56 through 100.58 of the Springfield Code of Ordinances, as amended for the Office of Economic Development.

109-03-21

Section 3: That this ordinance shall become effective immediately upon its passage and recording by the City Clerk.

PASSED: March 16, 2021

SIGNED: March 18, 2021

RECORDED: March 18, 2021

ATTEST: [Signature]
City Clerk Frank Lesko

[Signature]
Mayor James O. Langfelder

Approved as to legal sufficiency:

Requested by: Mayor James O. Langfelder
Alderswoman Doris Turner
Alderman Shawn Gregory

[Signature]
Office of Corporation Counsel / Date

109-02-21

EXHIBIT A

Cannabis Project Plan

Plan overview

Cannabis Tax money will be split between two programs – one for at least 51% minority owned businesses and one for owner occupied residences

Cannabis Tax money will be split between the two programs proportionally with 78% going to 51% minority owned businesses program and 22% going to owner occupied residence program. Any money not allocated or used in either program during the year will accumulate from year to year.

Applications for both programs will be accepted online during the months of February through July with selection during starting at the end of March through the end of August.

Applicants for both programs will be scored and ranked to determine where the funds are to be allocated and which applications will be awarded funds. After all funds have been allocated, the online application process for that program will close and no further applications for that program will be allowed until the next year.

Applicants must be located within the "Designated Area" (Carpenter Street on the North, Ash Street on the South, Dirksen Parkway on the east and 10th Street rail corridor on the west)

All applicable Federal and State laws will apply as well as City of Springfield ordinances.

51% minority owned business program

- ❖ Money will be used for new and the rehabilitation of businesses with at least 51% minority ownership
- ❖ Use of the money must be targeted with the goal of creating or sustaining jobs
- ❖ Maximum amount available is \$100,000 per business
- ❖ Amount awarded requires a 10% match by the owner in the project
- ❖ Money awarded for the project is to be used for specific items such as equipment, inventory, purchase, construction, or renovation of an eligible place of business. Passive real estate investment is not an allowable use.
- ❖ Prevailing wage will be paid on any portion of the project or which these funds are used.
- ❖ Business must continue to be at least 51% minority owned and located in the Designated Area for 10 years.
- ❖ A 10 year claw back agreement will be executed to be exercised if the conditions of the program are not met.
- ❖ Award can only be granted once.

Owner occupied residences

- ❖ Money will be used for the rehabilitation of owner occupied residences
- ❖ Maximum amount available is \$25,000 per owner occupied residence
- ❖ Amount awarded requires a 5% match by the owner for each project
- ❖ Money awarded for the project is to be used for the rehabilitation of an owner occupied residence.
- ❖ Owner 5% match will be placed in escrow and used in the payout.
- ❖ Residence must continue to be owned by and used as the owner's residence for 5 years after the completion of the project.
- ❖ A 5 year recapture agreement will be executed and recorded against the property to be exercised if the conditions of the program are not met.
- ❖ Award can be granted every ten years to the same applicant.

ORDINANCE FACT SHEET

ORD. REQUEST FORM NO:

DATE OF 1ST READING:

06/07/22

OFFICE REQUESTING: PLANNING & ECONOMIC DEVELOPMENTCONTACT PERSON: Ravi D. DoshiPHONE NUMBER: 789-2377EMERGENCY PASSAGE: No ☒ Yes ☐ If yes, explain justification.TYPE OF ORDINANCE: Redevelopment AgreementFISCAL IMPACT: \$622,719.00

(If amending a previous ordinance, please attach a copy of the previous ordinance)

SUGGESTED TITLE:

AN ORDINANCE AUTHORIZING THE EXPENDITURE OF CANNABIS TAX COLLECTED UNDER SECTION 100.58 OF THE SPRINGFIELD CODE OF ORDINANCES, AS AMENDED IN THE DESIGNATED AREA AND THE APPROPRIATION OF THE 50% PORTION OF THE TAX COLLECTED FOR ECONOMIC DEVELOPMENT PURPOSES NOT TO EXCEED THE AMOUNT OF \$622,719 FOR BUSINESSES LISTED IN EXHIBIT A FOR THE OFFICE OF PLANNING AND ECONOMIC DEVELOPMENT.

Please list supporting documentation (i.e., contract, agreement, change order, bid book, etc.)

CONTRACTOR / VENDOR NAME: _____

VENDOR NO: _____

CONTRACT TERM: _____

Change in Scope Yes ☐ No ☒CONTRACT AMOUNT: \$622,719.00

(Original amount if change order)

Change Order # _____

Additional Amount _____

Method of Purchase (check one)

☐ Low Bid☐ Other: _____☐ Low Bid Meeting Specs☐ Exception: _____☐ Low Evaluated Bid

Code Provision: _____

Previous Ord #'s _____

Is Purchasing Agent approval required? No ☐ Yes ☒Is Purchasing Agent approval attached? No ☐ Yes ☐

Accounting information (if more than four accounts, please attach list)

REVENUE

	Fund	Agency	Org	Activity	Object	Amount
1						
2						
3						
4						

EXPENDITURE

	Fund	Agency	Org	Activity	Object	Amount
1	001	111	DEVL	CNBS	2110	\$622,719.00
2						
3						
4						

COMMENTS

AN ORDINANCE AUTHORIZING THE EXPENDITURE OF CANNABIS TAX COLLECTED UNDER SECTION 100.58 OF THE SPRINGFIELD CODE OF ORDINANCES, AS AMENDED IN THE DESIGNATED AREA AND THE APPROPRIATION OF THE 50% PORTION OF THE TAX COLLECTED FOR ECONOMIC DEVELOPMENT PURPOSES NOT TO EXCEED THE AMOUNT OF \$622,719 FOR BUSINESSES LISTED IN EXHIBIT A FOR THE OFFICE OF PLANNING AND ECONOMIC DEVELOPMENT.

FUNDS CHECK BY: _____

Date: _____

DIRECTOR / SUPERVISOR SIGNATURE _____

Date: _____

CITY PURCHASING AGENT: _____

Date: _____

SIGN OFF: _____

(Mayor's Signature)

(Director of OBM)