

COUNCIL ACTION FORM

SUBJECT: 2011/12 FUNDING CONTRACT WITH VEISHEA, INC.

BACKGROUND:

During approval of amendments to the 2011/12 Budget, the City Council allocated \$8,000 for use by VEISHEA, Inc., to provide services for use by the public.

The parties must now enter into an agreement to confirm the manner in which the organization will use this funding. The proposed contract is similar to those utilized for arts agency and human service agency funding. The contract specifically describes the organization's scope of services as follows:

Funds awarded shall be used towards costs associated with contracting for and/or providing for a pancake feed to be held as an alcohol-free activity during the late night hours of VEISHEA weekend 2012. In turn, patrons of the pancake feed will be charged lower prices than they would if expenses were not subsidized.

Council should note that VEISHEA 2012 and the activities supported by Council occurred last weekend. Therefore, the proposed contract has a retroactivity clause which will allow VEISHEA, Inc., to be reimbursed after the activity has taken place.

ALTERNATIVES:

1. Approve the 2011/12 funding contract for VEISHEA, Inc. in an amount not to exceed \$8,000.
2. Modify the authorized amount or scope of services for VEISHEA, Inc.
3. Do not approve the 2011/12 funding contract for VEISHEA, Inc.

MANAGER'S RECOMMENDED ACTION:

These activities have been supported by City Council over the past several years, and funding for this activity was included by Council in the approved 2011/12 budget.

Therefore, it is the recommendation of the City Manager that the City Council adopt Alternative No. 1, thereby approving the 2011/12 funding contract with VEISHEA, Inc.