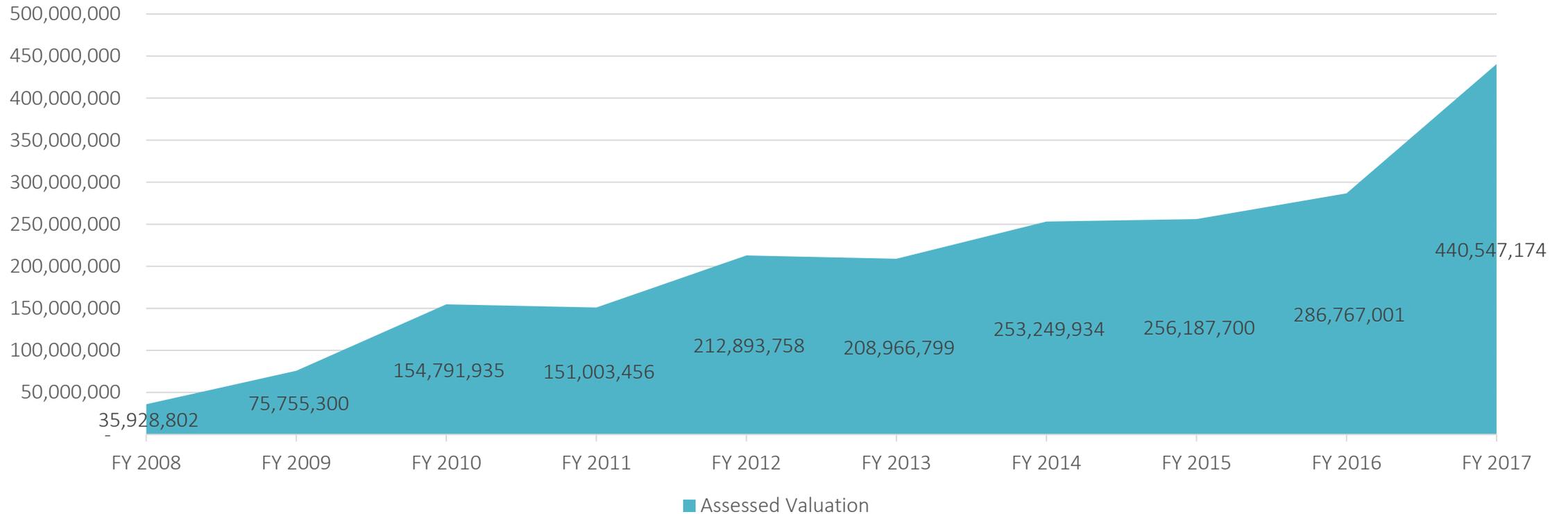


# Update of TIF District Financials and FY 2017 Results

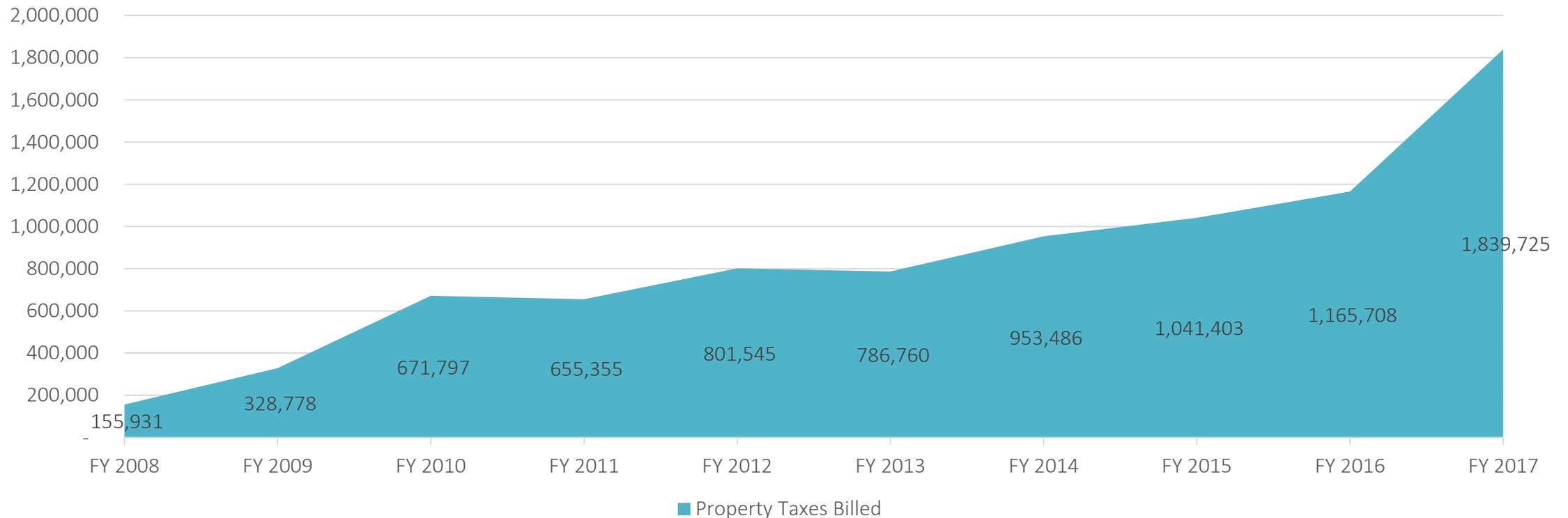
August 10, 2017

# TIF District Assessed Valuation FY 2008-2017



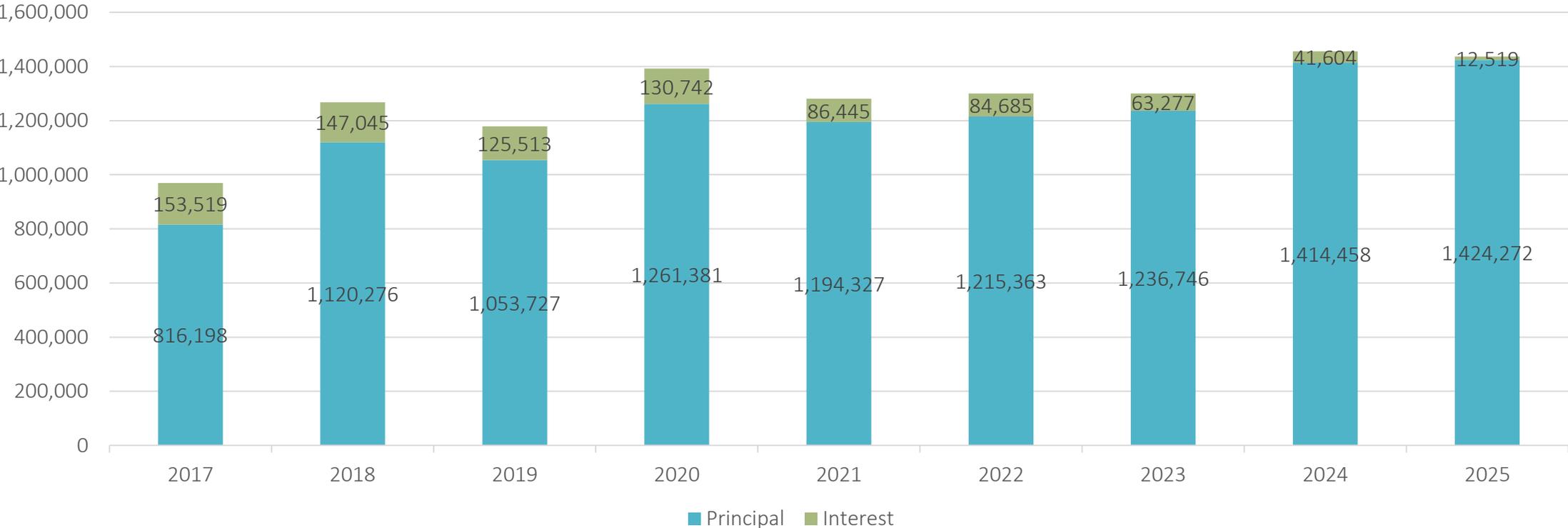
Assessed valuation within the district increased by 54% between FY 2016 and FY 2017, which was also the year of county-wide reappraisal.

# TIF District Billed Property Taxes FY 2008-2017



FY 2017 taxes billed is inclusive of amount outstanding as of 6/30/17 of \$34,957 and appealed taxes of \$46,589.

# Debt Service Due for 2015 TIF Bonds FY 2017-2025



Future debt service has maximum annual principal and interest expense in FY 2024 of \$1,456,062. Average annual debt service FY 2018-2025 is \$1,326,547. Interest due on variable rate bonds is assumed at a rate of 1.8125%.

# FY 2017 Summary of Financial Results

FY 2017 Billed Property Taxes	\$1,839,725
(Less: Uncollected Taxes as of 6/30/17)	(34,957)
(Less: Appeal of Assessment Pending as of 6/30/17)	<u>(46,589)</u>
Property Taxes Net of Uncollected Taxes and Appeals	\$1,782,968
FY 2017 Principal and Interest Paid of Bonds	<u>\$969,717</u>
Net Property Taxes Less Debt Service Expense	\$813,251

# Recommendation for Allocation of FY 2017 Property Taxes After Payment of Debt Service

FY 2017 Property Taxes After Payment of Debt Service	\$813,251
Use of Proceeds (Part 1)	
2015 TIF Bonds Outstanding as of 6/30/2017	
Fixed Rate Bonds due FY 2018-FY 2020	\$3,048,990
Variable Rate Bonds due FY 2020-FY 2025	<u>7,150,000</u>
	<u>\$10,198,990</u>
<i>(Less: FY 2017 Additional Proceeds)</i>	<u><i>(\$700,000)</i></u>
2015 TIF Bonds Outstanding Following Defeasance	<u>\$9,498,990</u>
Use of Proceeds (Part 2)	
Loan Amount due to City from Previous Year's Transfers	\$2,447,702
<i>(Less: FY 2017 Additional Proceeds)</i>	<u><i>(113,251)</i></u>
Loan Amount due to City Following Allocation of Taxes	<u>\$2,334,451</u>

# Next Steps for Allocation of FY 2017 Property Taxes

1. BOMA Approval of Resolution Authorizing Industrial Development Board to redeem early a portion of the 2015 Bonds
2. Administrative approval of Industrial Development Board
3. Notice Sent to Bank (BB&T) and Date of Defeasance Established

Minimal Transaction Costs for Bond Defeasance (Bond Counsel). No prepayment penalty.

No Further Board Action required to reduce Loan Amount due to City