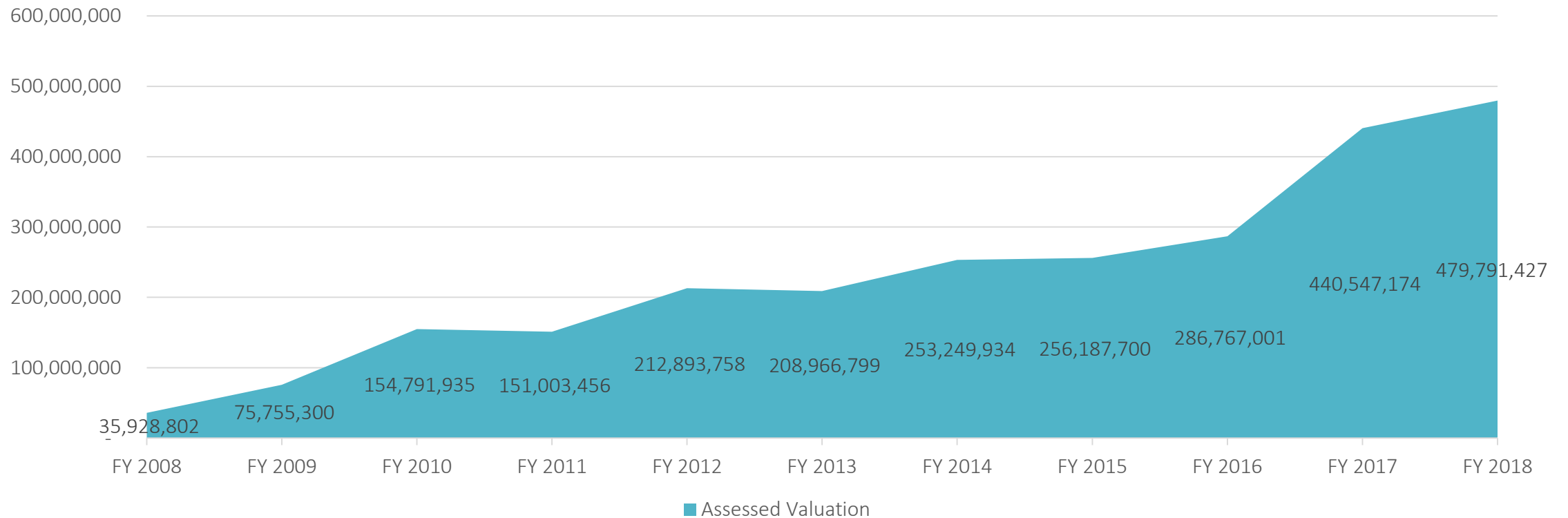


# FY 2018 TIF District Financials (Unaudited) and Recommendation for Prepayment of 2015 Refunding Bonds

Budget & Finance Committee

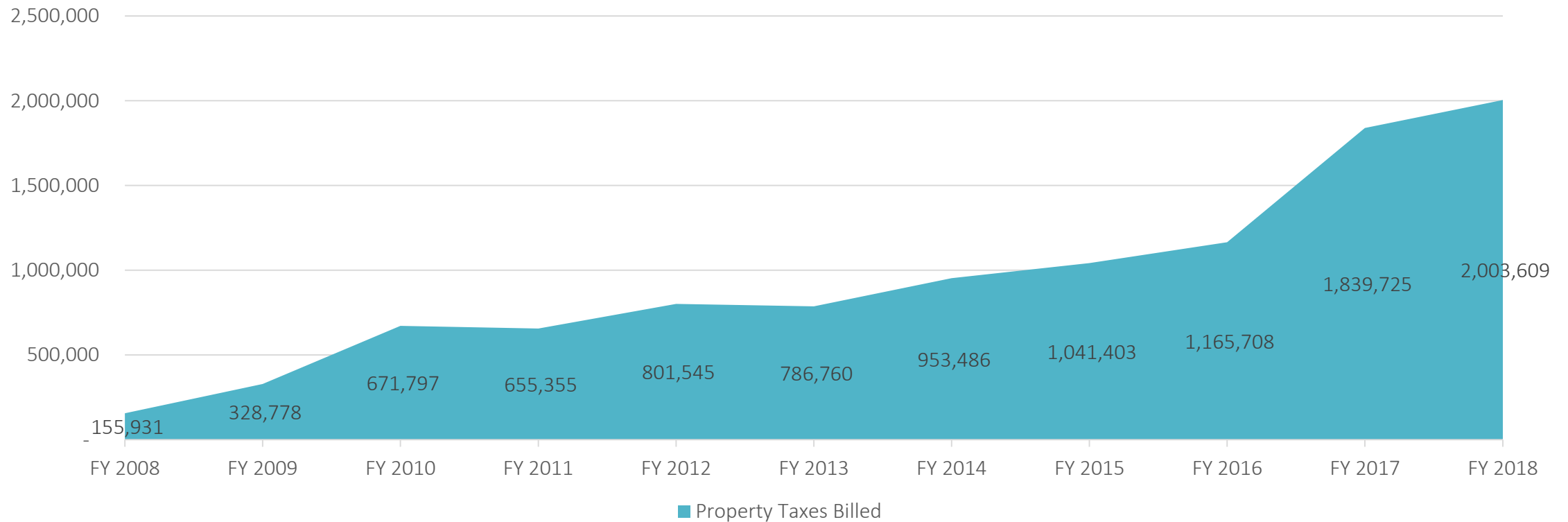
April 12, 2018

# TIF District Assessed Valuation FY 2008-2018



Assessed valuation within the District increased by 8.9%, or \$39.2 million, between FY 2017 and FY 2018.

# TIF District Billed Property Taxes FY 2008-2018



Billed Property Taxes, before estimates for late payments and appeals, increased by 8.9% from FY 2017 to FY 2018.

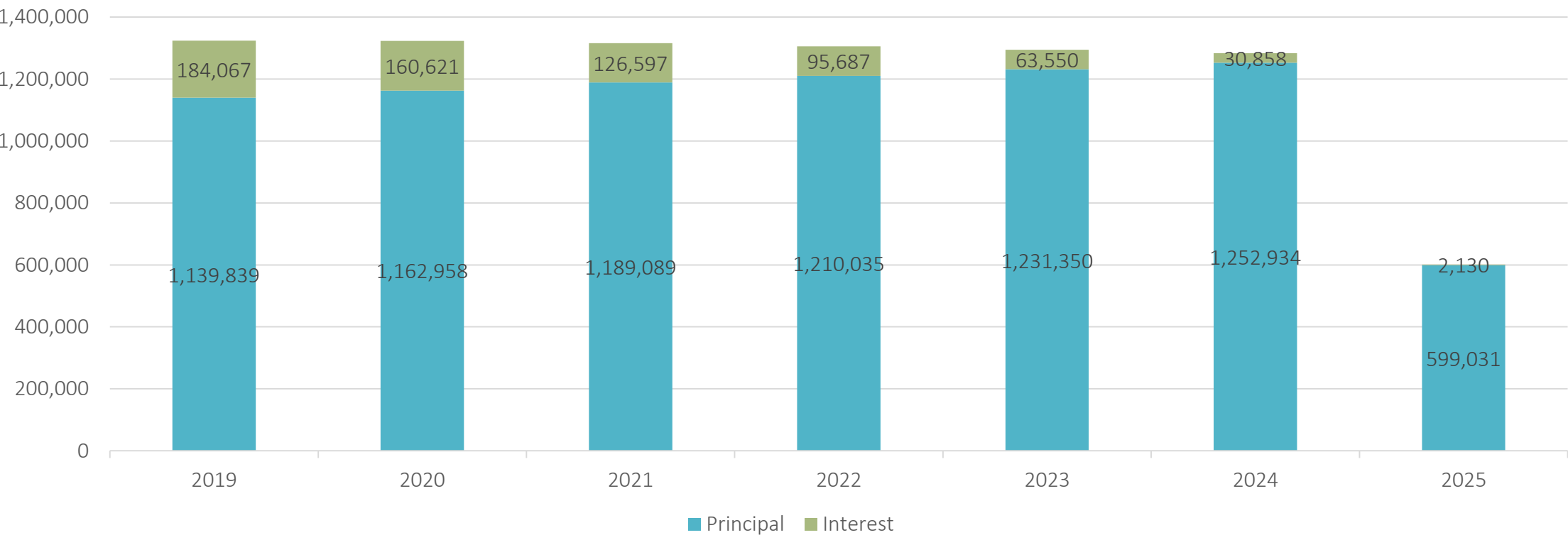
# FY 2018 Summary of Financial Results

FY 2018 Billed Property Taxes	\$2,003,609
(Less: Estimated Uncollected Taxes and Appeals- 3%)	<u>(60,108)</u>
Property Taxes Net of Uncollected Taxes and Appeals	\$1,943,501
FY 2018 Principal and Interest Paid of Bonds	<u>\$1,315,981</u>
Net Property Taxes Less Debt Service Expense	\$627,520

# Recommendation for Allocation of FY 2018 Property Taxes After Payment of Debt Service

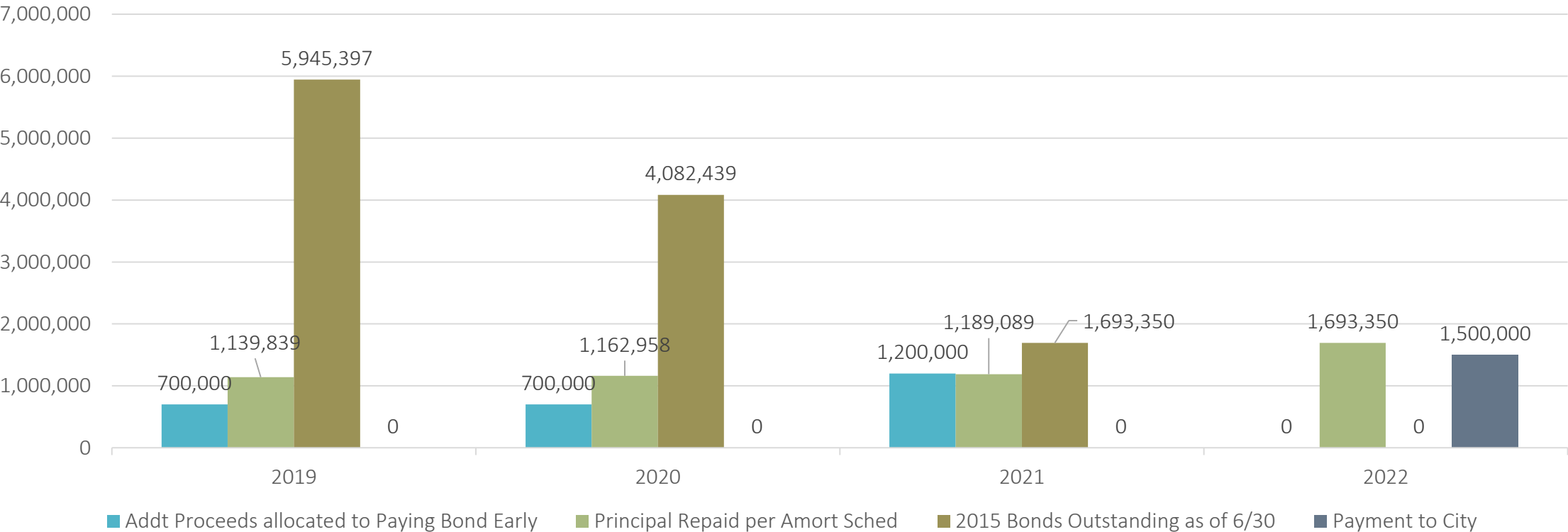
FY 2018 Property Taxes After Payment of Debt Service	\$627,520
Use of Proceeds (Part 1)	
2015 TIF Bonds Outstanding as of 4/1/2018	
Fixed Rate Bonds due FY 2019-FY 2020	\$1,935,236
Variable Rate Bonds due FY 2020-FY 2025	<u>6,450,000</u>
	<u>\$8,385,236</u>
<i>(Less: FY 2018 Additional Proceeds)</i>	<u><i>(\$600,000)</i></u>
2015 TIF Bonds Outstanding Following Defeasance	<u>\$7,785,236</u>
Use of Proceeds (Part 2)	
Loan Amount due to City from Previous Year's Transfers	\$2,594,124
<i>(Less: FY 2018 Additional Proceeds)</i>	<u><i>(27,520)</i></u>
Loan Amount due to City Following Allocation of Taxes	<u>\$2,566,604</u>

# Debt Service Due FY 2019-2025



Assumes June 2018 Prepayment of \$600,000- Future debt service has maximum annual principal and interest expense in FY 2019 of \$1,323,906. No additional prepayment is anticipated in this scenario. Interest due on variable rate bonds is assumed at current rate of 2.63%.

# Projected Funds Available for Additional Debt Repayment FY 2019-2022



Estimated additional property taxes available for early payment of debt is a total of \$2.6 million from FY 2019-2022. The TIF Bonds should be repaid in full in FY 2022. The Loan to the City should likely be paid in full in 2023, with approximately \$1.5 million of the \$2.5 million amount returned in FY 2022.

# Next Steps for Allocation of FY 2018 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 for a date prior to June 30, 2018.

No prepayment penalty due to BB&T.

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