

2018-2019 BUDGET QUESTION
Response to Request for Information

DEPARTMENT: Financial Services – Budget

REQUEST NO.: 132

REQUESTED BY: Alter

DATE REQUESTED: 8/30/18

DATE POSTED: 9/8/18

REQUEST: Are property taxes from Seaholm and Mueller Tax Increment Financing (TIF) areas diverted outside of the General Fund? If so, please provide additional details as to what these property taxes are diverted to and for what purpose.

RESPONSE:

For fiscal year 2018-19, the Seaholm Tax Increment Financing Fund is projected to receive \$1,327,605 in property taxes at the proposed tax rate. This Fund was established to account for property tax revenue that is collected in Seaholm Tax Reinvestment Zone No. 18, which was created by the City Council in December 2008, in conjunction with the Master Development Agreement for the Seaholm area. These funds support infrastructure improvements, including repurposing of the historic generator building, construction of a public plaza, and bike, pedestrian, street, and utility infrastructure.

For fiscal year 2018-19, the Mueller Tax Increment Financing Fund is projected to receive \$6,165,953 in property taxes at the proposed tax rate. This Fund was established to account for property tax revenue that is collected in the Mueller Tax Increment Financing Reinvestment Zone No. 16, which was created by the City Council in December 2004. This revenue is transferred to the Mueller Local Government Corporation to be used for debt service and associated costs for bonds issued to finance the redevelopment of the former site of Robert Mueller Municipal Airport. The redevelopment project includes single- and multi-family housing as well as commercial, retail, and medical buildings.

