

Late Backup**2017-2018 BUDGET QUESTION*****Response to Request for Information*****DEPARTMENT:** Economic Development**REQUEST NO.:** 75**REQUESTED BY:** Alter**DATE REQUESTED:** 8/9/17**DATE POSTED:** 8/15/17

REQUEST: How much money is included in the FY 2018 Proposed Budget for Chapter 380 agreements? Please provide a breakdown of the components of this proposed budget. What portion of this budget is already committed to ongoing agreements?

RESPONSE:

The Economic Incentives Reserve Fund (EIRF) contains the funding associated with Chapter 380 agreements. The entire EIRF budget is committed to ongoing agreements. For property tax-based incentives, money is reserved in the EIRF in the year it is received by the City to be paid out the following year, provided the company demonstrates compliance with the terms of its performance based agreement.

In the FY 2018 Proposed Budget, \$11,388,160 will be transferred to the EIRF for these projects:

Samsung (property tax)	\$6,328,106
Domain (property tax)	\$465,367
Domain (sales tax)	\$1,684,583
Apple (property tax)	\$1,907,427
HID Global (property tax)	\$160,245
Mueller (sales tax revenue to pay debt service)	\$979,081
<u>Available in EIRF beginning balance</u>	<u>-\$136,649</u>
Total revenue into EIRF for 2019 payments:	\$11,388,160

The EIRF includes funds to make the following Chapter 380 payments in FY 2018, provided the companies demonstrate compliance with the terms of their agreements:

Samsung (property tax)	\$9,898,968
Domain (property tax)	\$466,204
Domain (sales tax)	\$1,531,440
Apple (property tax)	\$1,455,986
HID Global (property tax)	\$97,357
Mueller (debt service)	\$979,081
Hanger	\$50,000
Advisory Board Company	\$60,000
Visa	\$194,000
Troublemaker Studios	\$200,000
<u>Creative Content Incentive Program</u>	<u>\$250,000</u>
Total requirements for 2018 payments:	\$15,183,036