

Springfield Corners Tax Increment Financing District

Mission Statement

It is the mission of the Community Development Tax Increment Financing District to conserve or improve areas, especially sections of the City that are neglected, through economic investment from both private and public sectors.

Primary Functions → The primary function of the tax increment financing (TIF) district is to develop/redevelop the area in the Springfield Corners TIF District and to make the area more viable. Improvements (upon meeting qualifications) can be financed through TIF district revenues. The collection of property taxes is on an increment basis and increases are based on increases in the assessed valuation of properties within the TIF District. The excess tax revenue collected can only be used to fund projects located within the Springfield Corners TIF District.

2006 Accomplishments →

- The developer began the construction of infrastructure for Phase II of the residential development.
- A dollar store was constructed and is open in the TIF district.

2007 Goals and Objectives →

- Complete the infrastructure to support the construction of the 41 homes for Phase II.
- Provide down payment and closing cost assistance to twenty homebuyers.
- Developer will market, sell, and close on constructed homes.

Budget Summary

COMMUNITY DEVELOPMENT SPRINGFIELD CORNERS TAX INCEMENT FINANCING DISTRICT					
APPROPRIATION	2005 <u>ACTUAL</u>	2006 <u>BUDGET</u>	2006 <u>ACTUAL</u>	2007 <u>BUDGET</u>	INCREASE (DECREASE)
OTHER	\$152,431	\$199,944	\$454,319	\$204,896	\$4,952
TOTAL	\$152,431	\$199,944	\$454,319	\$204,896	\$4,952
FUNDING SOURCE	2006		2007		2007
PROPERTY TAXES	<u>AMOUNT</u>	<u>PERCENTAGE</u>	<u>AMOUNT</u>	<u>PERCENTAGE</u>	
TAX INCREMENT	\$82,700	100.0	\$263,300	100.0	
INTEREST INCOME	0	0.0	0	0.0	
TOTAL	\$82,700	100.0	\$263,300	100.0	

Budget Analysis

The 2007 budget is \$204,896 that pays the debt service on the 2002 and 2005 bonds as well as interest expense.

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In 2006, the Springfield Corners TIF spent \$454,319 or 227.2% of the budgeted allocation. In the past several years, 100% to 227% of the budget has been spent.

Five Year Financial Forecast

The entire increment of this TIF District will be used to pay debt service and interest expense. District authority ends in 2027.

SPRINGFIELD CORNERS TIF FUND 2008-2012 FINANCIAL FORECAST (IN 000'S)

	<u>2008</u>	<u>2009</u>	<u>2010</u>	<u>2011</u>	<u>2012</u>
Revenues	\$304	\$308	\$313	\$318	\$323
Expenditures	<u>216</u>	<u>215</u>	<u>214</u>	<u>212</u>	<u>309</u>
Excess (Deficit)	<u>88</u>	<u>93</u>	<u>99</u>	<u>106</u>	<u>14</u>
Beginning Balance	<u>(629)</u>	<u>(541)</u>	<u>(448)</u>	<u>(349)</u>	<u>(243)</u>
Ending Balance	<u>(\$541)</u>	<u>(\$448)</u>	<u>(\$349)</u>	<u>(\$243)</u>	<u>(\$229)</u>