

Rockford Global Trade Park 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 Rockford Global Trade Park 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 Rockford Global Trade Park TIF District.

2004 Accomplishments →

- Created the Rockford Global Trade Park Tax Increment Financing District.
- Bonded \$3.0 million for the development of infrastructure for a forty-seven acre industrial park.
- Developed a Request for Proposal for marketing and planning services for the Rockford Global Trade Park planning area.

2005 Goals and Objectives →

- Complete the development of the Blackhawk Industrial Park in the Rockford Global Trade Park Tax Increment Financing District.
- Acquire services or firm to prepare, plan, and market the Global Trade Park.
- Assist with company expansions in and around the Airport.

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Budget Summary

COMMUNITY DEVELOPMENT GLOBAL TRADE PARK TAX INCREMENT FINANCING DISTRICT					
APPROPRIATION	2003 <u>ACTUAL</u>	2004 <u>BUDGET</u>	2004 <u>ACTUAL</u>	2005 <u>BUDGET</u>	INCREASE (DECREASE)
CONTRACTUAL	0	5,000	4,897	0	(5,000)
SUPPLIES	0	0	143	0	0
OTHER	0	118,438	118,438	206,846	88,409
CAPITAL	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
TOTAL	<u>\$0</u>	<u>\$123,438</u>	<u>\$123,478</u>	<u>\$206,846</u>	<u>\$83,409</u>

FUNDING SOURCE	2004 <u>AMOUNT</u>	2004 <u>PERCENTAGE</u>	2005 <u>AMOUNT</u>	2005 <u>PERCENTAGE</u>
PROPERTY TAXES				
TAX INCREMENT	\$0	0.0	\$31,590	100.0
INTEREST INCOME	<u>0</u>	<u>0.0</u>	<u>0</u>	<u>0.0</u>
TOTAL	<u>\$0</u>	<u>0.0</u>	<u>\$31,590</u>	<u>100.0</u>

Budget Analysis

The 2005 budget is \$206,846 which pays \$78,630 for the transfer to Community Development for the staff assigned to develop the park and \$118,438 for debt service for the 2004 \$3.0 million bond issue.

Five Year Financial Forecast

A small portion of the increment of this TIF district will be used to pay debt service.

ROKFORD GLOBAL TRADE PARK TIF FUND 2006-2010 FINANCIAL FORECAST (IN 000'S)

	<u>2006</u>	<u>2007</u>	<u>2008</u>	<u>2009</u>	<u>2010</u>
Revenues	\$171	\$204	\$238	\$272	\$306
Expenditures	<u>213</u>	<u>218</u>	<u>421</u>	<u>424</u>	<u>329</u>
Excess (Deficit)	<u>(42)</u>	<u>(13)</u>	<u>(183)</u>	<u>(152)</u>	<u>(22)</u>
Beginning Balance	<u>(111)</u>	<u>(153)</u>	<u>(166)</u>	<u>(349)</u>	<u>(501)</u>
Ending Balance	<u>(\$153)</u>	<u>(\$166)</u>	<u>(\$349)</u>	<u>(\$501)</u>	<u>(\$524)</u>