

# **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.

### **2004 Accomplishments** →

- The developer completed construction of approximately 20 homes.
- Continued the infrastructure and construction of the single-family homes with approximately seven homes to be completed and sold.
- HOME funds assisted eight households. Additionally, Federal Home Loan Bank funds were used to leverage the HOME funds at five sites.

### **2005 Goals and Objectives** →

- All 27 homes will be completed and sold. Up to 15 homeowners will be provided HOME assistance through the City of Rockford.
- The developer will develop the 6-acre commercial parcel at School and North Springfield that will provide the neighborhood with convenience goods and services to this subdivision.
- Approximately six homes will be assisted with Federal Home Loan Bank funds.

# Springfield Corners Tax Increment Financing District

## Budget Summary

<b>COMMUNITY DEVELOPMENT SPRINGFIELD CORNERS TAX INCEMENT FINANCING DISTRICT</b>					
<b>APPROPRIATION</b>	2003 <u>ACTUAL</u>	2004 <u>BUDGET</u>	2004 <u>ACTUAL</u>	2005 <u>BUDGET</u>	INCREASE (DECREASE)
OTHER	\$57,975	\$57,975	\$77,260	\$57,975	\$0
INTEREST	1,117	0	0	10,000	10,000
TOTAL	<u>\$59,092</u>	<u>\$57,975</u>	<u>\$77,260</u>	<u>\$67,975</u>	<u>\$10,000</u>
<b>FUNDING SOURCE</b>	2004		2005		2005
PROPERTY TAXES	<u>AMOUNT</u>	<u>PERCENTAGE</u>	<u>AMOUNT</u>	<u>PERCENTAGE</u>	<u>PERCENTAGE</u>
TAX INCREMENT	\$38,813	100.0	\$58,061	100.0	100.0
INTEREST INCOME	0	0.0	0	0.0	0.0
TOTAL	<u>\$38,813</u>	<u>100.0</u>	<u>\$58,061</u>	<u>100.0</u>	<u>100.0</u>

## Budget Analysis

The 2005 budget is \$66,975 that pays the debt service on the bonds issued in 2002 of \$57,975 and interest expense of \$9,000.

## Five Year Financial Forecast

The entire increment of this TIF district will be used to pay debt service and interest expense.

### SPRINGFIELD CORNERS 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	\$59	\$60	\$61	\$62	\$62
Expenditures	<u>122</u>	<u>128</u>	<u>134</u>	<u>141</u>	<u>147</u>
Excess (Deficit)	<u>(63)</u>	<u>(68)</u>	<u>(73)</u>	<u>(79)</u>	<u>(85)</u>
Beginning Balance	<u>(274)</u>	<u>(336)</u>	<u>(404)</u>	<u>(478)</u>	<u>(557)</u>
Ending Balance	<u>(\$336)</u>	<u>(\$404)</u>	<u>(\$478)</u>	<u>(\$557)</u>	<u>(\$641)</u>