

**CITY OF APPLETON 2023 BUDGET**

**TAX INCREMENTAL FINANCING DISTRICTS**

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# CITY OF APPLETON 2023 BUDGET

## SPECIAL REVENUE FUNDS

**Tax Incremental District #3**

**Business Unit 2040**

### PROGRAM MISSION

Tax Incremental Financing (TIF) District #3 includes the area bounded by Richmond and Superior Streets, from the County Courthouse to the School Administration building. This program accounts for the receipt of district "incremental" property taxes and other revenues, along with the corresponding program expenditures.

### PROGRAM NARRATIVE

**Link to City Goals:**

Implements Key Strategy # 2: "Encourage active community participation and involvement."

**Objectives:**

Primary projects include the Green and Yellow Parking Ramps, the Radisson Paper Valley Hotel expansion, the Evans Title building, Appleton Retirement Community, the Copper Leaf Hotel, and the Richmond Terrace property. This district was scheduled to close in 2021, but in 2011 was designated as distressed as allowed by Act 310. This designation allows the extension of the district's life by up to ten years (2029) beyond the original termination date.

	General Fund Advance	Parking Utility Advance		General Fund Advance	Parking Utility Advance
1993	\$ -	\$ 129,877	2008	239,309	900,000
1994	-	604,290	2009	(568,726)	1,000,000
1995	-	703,516	2010	222,838	1,000,000
1996	-	1,254,622	2011	643,980	1,000,000
1997	639,211	764,308	2012	676,179	1,000,000
1998	1,141,212	787,831	2013	(417,512)	1,200,000
1999	1,756,773	827,222	2014	(1,360,888)	1,200,000
2000	1,774,640	868,584	2015	(1,428,932)	1,200,000
2001	1,341,515	1,568,974	2016	(2,000,000)	1,400,000
2002	2,235,558	969,870	2017	(1,500,000)	1,200,000
2003	1,498,145	1,892,733	2018	(1,500,000)	1,000,000
2004	1,575,103	1,338,592	2019	(1,500,000)	600,000
2005	393,108	800,000	2020	(1,150,000)	-
2006	207,763	900,000	2021	(1,000,000)	-
2007	423,151	900,000	2022	(1,250,000)	-
			2023	(1,092,427)	-
12/31/23 Balance				\$ -	\$ 27,010,419

**Major changes in Revenue, Expenditures, or Programs:**

TIF #3 is expected to repay the general fund advances, including interest, in 2023. Beginning in 2024, the annual property tax increments will be used to repay the Parking Utility until the closure of the TIF in 2029.

TIF #3 was amended in 2021 to transfer under-valued and under-utilized parcels to TIF #12 in order to encourage development, increase the tax base, and meet the goals and objectives as detailed in the Comprehensive Plan. This territory amendment was completed in February 2022.

### DEPARTMENT BUDGET SUMMARY

Programs		Actual		Budget			% Change *
Unit	Title	2020	2021	Adopted 2022	Amended 2022	2023	
	<b>Program Revenues</b>	\$ 42,861	\$ 32,395	\$ 11,000	\$ 11,000	\$ 13,500	22.73%
	<b>Program Expenses</b>	\$ 198,268	\$ 144,328	\$ 87,521	\$ 87,521	\$ 28,960	-66.91%
<b>Expenses Comprised Of:</b>							
	Purchased Services	2,396	2,207	1,650	1,650	1,650	0.00%
	Other Expense	195,872	142,121	85,871	85,871	27,310	-68.20%

\* % change from prior year adopted budget

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## SPECIAL REVENUE FUNDS

**Tax Incremental District # 3**

**Business Unit 2040**

### PROGRAM BUDGET SUMMARY

Description	Actual		Budget		
	2020	2021	Adopted 2022	Amended 2022	2023
<b>Revenues</b>					
411000 Property Taxes	\$ 1,102,513	\$ 1,215,752	\$ 1,150,000	\$ 1,150,000	\$ 1,285,000
413000 Payment in Lieu of Taxes	25,000	25,000	-	-	-
422700 State Aid - Computers	5,141	5,140	5,000	5,000	5,000
422800 State Aid - Personal Property	3,593	983	1,000	1,000	3,500
471000 Interest on Investments	9,127	1,272	5,000	5,000	5,000
Total Revenue	<u>\$ 1,145,374</u>	<u>\$ 1,248,147</u>	<u>\$ 1,161,000</u>	<u>\$ 1,161,000</u>	<u>\$ 1,298,500</u>
<b>Expenses</b>					
640100 Accounting/Audit	\$ 1,246	\$ 2,057	\$ 1,500	\$ 1,500	\$ 1,500
640202 Legal Fees	1,150	150	150	150	150
672000 Interest Payments	195,872	142,121	85,871	85,871	27,310
Total Expense	<u>\$ 198,268</u>	<u>\$ 144,328</u>	<u>\$ 87,521</u>	<u>\$ 87,521</u>	<u>\$ 28,960</u>

### DETAILED SUMMARY OF 2023 PROPOSED EXPENDITURES > \$15,000

None

# CITY OF APPLETON 2023 BUDGET

## TAX INCREMENTAL DISTRICT #3

### SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE (DEFICIT)

	2020 Actual	2021 Actual	2022 Budget	2022 Projected	2023 Budget
<b>Revenues</b>					
Property Taxes	\$ 1,102,513	\$ 1,215,752	\$ 1,150,000	\$ 1,111,592	\$ 1,285,000
Payment in Lieu of Taxes	25,000	25,000	-	-	-
Intergovernmental	8,734	6,123	6,000	8,734	8,500
Interest Income	9,127	1,272	5,000	5,000	5,000
Total Revenues	<u>1,145,374</u>	<u>1,248,147</u>	<u>1,161,000</u>	<u>1,125,326</u>	<u>1,298,500</u>
<b>Expenses</b>					
Interest Expense	195,872	142,121	85,871	85,871	27,310
Administrative Expenses	2,396	2,207	1,650	1,650	1,650
Total Expenses	<u>198,268</u>	<u>144,328</u>	<u>87,521</u>	<u>87,521</u>	<u>28,960</u>
Revenues over (under) Expenses	947,106	1,103,819	1,073,479	1,037,805	1,269,540
<b>Other Financing Sources (Uses)</b>					
Operating Transfers In - Other Funds	-	-	-	-	-
Operating Transfers Out - Debt Service	-	-	-	-	-
Total Other Financing Sources (Uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net Change in Equity	947,106	1,103,819	1,073,479	1,037,805	1,269,540
Fund Balance (Deficit)- Beginning	<u>(4,158,727)</u>	<u>(3,211,621)</u>	<u>(2,107,802)</u>	<u>(2,107,802)</u>	<u>(1,069,997)</u>
Fund Balance (Deficit)- Ending	<u>\$ (3,211,621)</u>	<u>\$ (2,107,802)</u>	<u>\$ (1,034,323)</u>	<u>\$ (1,069,997)</u>	<u>\$ 199,543</u>

### SCHEDULE OF CASH FLOWS

Cash - Beginning of Year	\$ 209,628	\$ (2,567)
+ Net Change in Equity	1,037,805	1,269,540
- General Fund Advance Repayment	<u>(1,250,000)</u>	<u>(1,092,427)</u>
Working Cash - End of Year	<u>\$ (2,567)</u>	<u>\$ 174,546</u>