

CITY OF APPLETON 2022 BUDGET

TAX INCREMENTAL FINANCING DISTRICTS

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**CITY OF APPLETON 2022 BUDGET
SPECIAL REVENUE FUNDS**

Tax Incremental District # 3

Business Unit 2040

PROGRAM MISSION

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:

Tax Incremental Financing (TIF) District #3 includes the area bounded by Richmond and Superior Streets, from the County Courthouse to the School Administration building.

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

	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)	-
			12/31/22 Balance	\$ 1,092,427	\$ 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.

DEPARTMENT BUDGET SUMMARY

Unit	Programs Title	Actual		Budget			% Change *
		2019	2020	Adopted 2021	Amended 2021	2022	
	Program Revenues	\$ 68,749	\$ 42,861	\$ 10,983	\$ 10,983	\$ 11,000	0.15%
	Program Expenses	\$ 263,591	\$ 198,268	\$ 143,581	\$ 143,581	\$ 87,521	-39.04%
Expenses Comprised Of:							
	Purchased Services	1,470	2,396	1,460	1,460	1,650	13.01%
	Other Expense	262,121	195,872	142,121	142,121	85,871	-39.58%

* % 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		
	2019	2020	Adopted 2021	Amended 2021	2022
Revenues					
4110 Property Taxes	\$ 1,085,346	\$ 1,102,513	\$ 1,240,000	\$ 1,240,000	\$ 1,150,000
4130 Payment in Lieu of Taxes	36,741	25,000	-	-	-
4227 State Aid - Computers	5,141	5,141	5,000	5,000	5,000
4228 State Aid - Personal Property	6,203	3,593	983	983	1,000
4710 Interest on Investments	20,664	9,127	5,000	5,000	5,000
5927 Transfer In - Parking Utility	600,000	-	-	-	-
Total Revenue	\$ 1,754,095	\$ 1,145,374	\$ 1,250,983	\$ 1,250,983	\$ 1,161,000
Expenses					
6401 Accounting/Audit	\$ 1,320	\$ 1,246	\$ 1,310	\$ 1,310	\$ 1,500
6402 Legal Fees	150	1,150	150	150	150
6720 Interest Payments	262,121	195,872	142,121	142,121	85,871
7913 Trans Out - Debt Service	-	-	-	-	-
Total Expense	\$ 263,591	\$ 198,268	\$ 143,581	\$ 143,581	\$ 87,521

DETAILED SUMMARY OF 2022 PROPOSED EXPENDITURES > \$15,000

None

CITY OF APPLETON 2022 BUDGET

TAX INCREMENTAL DISTRICT # 3

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

	2019 Actual	2020 Actual	2021 Budget	2021 Projected	2022 Budget
Revenues					
Property Taxes	\$ 1,085,346	\$ 1,102,513	\$ 1,240,000	\$ 1,215,753	\$ 1,150,000
Payment in Lieu of Taxes	36,741	25,000	-	-	-
Intergovernmental	11,344	8,734	5,983	6,124	6,000
Interest Income	20,664	9,127	5,000	1,000	5,000
Total Revenues	<u>1,154,095</u>	<u>1,145,374</u>	<u>1,250,983</u>	<u>1,222,877</u>	<u>1,161,000</u>
Expenses					
Interest Expense	262,121	195,872	142,121	142,121	85,871
Administrative Expenses	1,470	2,396	1,460	1,208	1,650
Total Expenses	<u>263,591</u>	<u>198,268</u>	<u>143,581</u>	<u>143,329</u>	<u>87,521</u>
Revenues over (under) Expenses	890,504	947,106	1,107,402	1,079,548	1,073,479
Other Financing Sources (Uses)					
Operating Transfers In - Other Funds	600,000	-	-	-	-
Operating Transfers Out - Debt Service	-	-	-	-	-
Total Other Financing Sources (Uses)	<u>600,000</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net Change in Equity	1,490,504	947,106	1,107,402	1,079,548	1,073,479
Fund Balance (Deficit)- Beginning	<u>(5,649,231)</u>	<u>(4,158,727)</u>	<u>(3,211,621)</u>	<u>(3,211,621)</u>	<u>(2,132,073)</u>
Fund Balance (Deficit)- Ending	<u>\$ (4,158,727)</u>	<u>\$ (3,211,621)</u>	<u>\$ (2,104,219)</u>	<u>\$ (2,132,073)</u>	<u>\$ (1,058,594)</u>

SCHEDULE OF CASH FLOWS

Cash - Beginning of Year	\$ 130,806	\$ 210,354
+ Net Change in Equity	1,079,548	1,073,479
- General Fund Advance Repayment	<u>(1,000,000)</u>	<u>(1,250,000)</u>
Working Cash - End of Year	<u>\$ 210,354</u>	<u>\$ 33,833</u>