

## *Local Development Financing Authority*

County of Oakland, State of Michigan

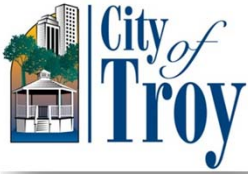
**2018/19 through 2020/21 Budget**

### Introduction

Troy's Local Development Finance Authority, as established by The Local Development Financing Act, Act 281 of 1986, Section 125.2151, is composed of seven members and appointed for four-year terms by the Mayor subject to the approval of City Council.

The Authority's primary objective is to encourage local development to prevent conditions of unemployment and to promote economic growth; to provide for the establishment of local development finance authorities and to prescribe their powers and duties; to provide for the creation of a board to govern an authority and to prescribe its powers and duties; to provide for the creation and implementation of development plans; to authorize the acquisition and disposal of interests in real and personal property; to permit the issuance of bonds and other evidences of indebtedness by an authority; to prescribe powers and duties of certain public entities and state officers and agencies; to reimburse authorities for certain losses of tax increment revenues; and to authorize and permit the use of tax increment financing.

In 2003, the City of Troy established the Automation Alley SmartZone. Central to the SmartZone was the designation of an area as a certified technology park. This zone of approximately 75-acres was created as a Local Development Finance Authority (LDFA). The tax increment will be used to fund infrastructure for the Automation Alley SmartZone. Initially funds were used to establish Automation Alley and its technology accelerator program. Funds are provided to Automation Alley for operational assistance of the technology accelerator. Automation Alley is Michigan's leading nonprofit technology and manufacturing business association, connecting industry, academia and government to fuel Southeast Michigan's economy and accelerate innovation. Automatin Alley focuses its efforts on innovation and technology, entrepreneurship, talent development, defense, and international business, providing resources, funding and actionable intelligence to help members grow an prosper in the digital age.



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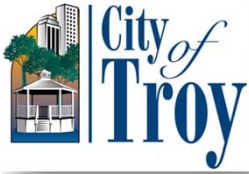
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### 2018/19 through 2020/21 Budget

	2017 Actual	2018 Estimated	2018 Budget	2019 Budget	2020 Budget	2021 Budget
<b>REVENUE</b>						
Property Taxes	\$ 181,471	\$ 160,740	\$ 187,390	\$ 107,360	\$ 101,740	\$ 96,370
State Revenue Sharing-EMPP	-	-	-	47,600	47,600	47,600
Interest Income	16	100	1,100	100	100	100
<b>Total Revenues</b>	<b>181,487</b>	<b>160,840</b>	<b>188,490</b>	<b>155,060</b>	<b>149,440</b>	<b>144,070</b>
<b>EXPENDITURES</b>						
Automation Alley - Operations	87,853	96,440	94,930	92,980	89,600	86,380
Infrastructure	-	125,360	125,360	45,000	34,000	32,000
Tax Tribunals/Tax Refunds	(5,870)	-	-	-	-	-
Administrative Services	5,000	5,000	5,000	5,000	5,000	5,000
Marketing Costs (Membership)	17,500	17,500	17,500	17,500	17,500	17,500
Audit Fees	1,950	2,000	2,000	2,040	2,080	2,120
Other	630	1,000	5,000	1,000	1,000	1,000
<b>TOTAL - EXPENDITURES</b>	<b>107,063</b>	<b>247,300</b>	<b>249,790</b>	<b>163,520</b>	<b>149,180</b>	<b>144,000</b>
Change Before Other Financing	74,424	(86,460)	(61,300)	(8,460)	260	70
BEGINNING FUND BALANCE	26,411	100,835	100,835	14,375	5,915	6,175
<b>ENDING FUND BALANCE</b>	<b>\$ 100,835</b>	<b>\$ 14,375</b>	<b>\$ 39,535</b>	<b>\$ 5,915</b>	<b>\$ 6,175</b>	<b>\$ 6,245</b>

### Captured Taxable Value

	2018/19 Taxable	2019/20 Taxable	2020/21 Taxable
<b>Industrial Real Property</b>			
Real Base Taxable Value	\$ 13,016,380	\$ 13,016,380	\$ 13,016,380
Real Taxable Value	14,277,910	14,634,858	15,000,729
<b>Industrial Real Captured Value</b>	<b>1,261,530</b>	<b>1,618,478</b>	<b>1,984,349</b>
<b>Commercial Personal Property</b>			
Personal Base Taxable Value	545,070	545,070	545,070
Personal Taxable Value	1,639,480	1,675,549	1,712,411
<b>Commercial Personal Property Captured Value</b>	<b>1,094,410</b>	<b>1,130,479</b>	<b>1,167,341</b>
<b>Industrial Personal Property</b>			
Personal Base Taxable Value	885,930	885,930	885,930
Personal Taxable Value	3,071,895	2,303,922	1,535,949
<b>Commercial Personal Property Captured Value</b>	<b>2,185,965</b>	<b>1,417,992</b>	<b>650,019</b>
<b>Total Captured Value</b>	<b>\$ 4,541,905</b>	<b>\$ 4,166,949</b>	<b>\$ 3,801,709</b>
<b>Tax Revenues</b>			
Industrial Real Revenues	\$ 34,540	\$ 44,320	\$ 54,340
Commercial Personal Revenues	26,480	27,360	28,250
Industrial Personal Revenues	46,340	30,060	13,780
<b>Total Revenues</b>	<b>\$ 107,360</b>	<b>\$ 101,740</b>	<b>\$ 96,370</b>



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2018/19 through 2020/21 Budget

Millage Rates	Oakland County	City (Less Debt)	OCPTA	School OP	*1/2 School OP-12	1/2 ISD	Community College	Hold Harmless	Total
Industrial Real	4.49080	9.69650	0.98630	-	9.00000	1.65395	1.55550	-	27.38305
Commercial Personal	4.49080	9.69650	0.98630	3.00000	-	1.65395	1.55550	2.81600	24.19905
Industrial Personal	4.49080	9.69650	0.98630	-	-	1.65395	1.55550	2.81600	21.19905