



May 4, 2010

TO: The Honorable Mayor and City Council Members

FROM: John Szerlag, City Manager  
John M. Lamerato, Assistant City Manager/Finance & Administration  
Mark F. Miller, Acting Assistant City Manager/Economic Development Services

SUBJECT: Approval of the Troy Local Development Finance Authority (LDFA)  
Proposed Fiscal Year 2010/11 Budget

The Troy Local Development Finance Authority (LDFA) is in the process of reviewing an amendment to the development plan and could submit the amendment to City Council in the near future. Part of the amendment would include financial assistance to Automation Alley to construct an addition to their facility. City Council would have to approve the development plan and adopt an amended budget if this were to occur.

The Troy Local Development Finance Authority (LDFA) recommended approval of their proposed 2010/11 budget at their April 26, 2010 meeting. City Management recommends that City Council approve the LDFA's proposed 2010/11 budget.

**CITY OF TROY**  
**LOCAL DEVELOPMENT FINANCE AUTHORITY**  
**2010 - 2011**  
**PROPOSED BUDGET**

**REVENUE**

Property Tax	\$215,900
Interest Income	3,000
	<b>\$218,900</b>

**EXPENDITURES**

Automation Alley Tech Center - Operations	129,600
Automation Alley Tech Center - Building	0
Administrative Services	50,000
Marketing Costs	39,300
	<b>\$218,900</b>

**CAPTURED TAXABLE VALUE**  
**2010 - 2011**

	Base Taxable Value	2010 Taxable Value	2010 Captured Taxable Value
<b>Commercial Personal PRE</b>	1,431,000	1,831,270	400,270
<b>Industrial Personal PRE</b>	0	5,993,830	5,993,830
<b>Industrial Real Non-H</b>	13,016,380	17,102,270	4,085,890
<b>Total Taxable Values</b>	14,447,380	24,927,370	10,479,990

Millage Rates	County	City - Debt	Transportation	* 1/2 (School Op - 12)	1/2 (ISD)	Community College	Hold Harmless	Total
CP PRE	4.6461	8.9000	0.5900	3.0000	1.6845	1.5844	0.0000	20.4050
IP PRE	4.6461	8.9000	0.5900	0.0000	1.6845	1.5844	0.0000	17.4050
IR Non H	4.6461	8.9000	0.5900	9.0000	1.6845	1.5844	0.0000	26.4050

\* 1/2 School Operating minus 12 mills only for Comm Personal Property, Real is 1/2 School Operating

Captured Tax Yield	Total Captured Taxable Value	Total Captured Mills	Total Captured Taxes
<b>Commercial Personal PRE</b>	400,270	20.4050	8,167.51
<b>Industrial Personal PRE</b>	5,993,830	17.4050	104,322.61
<b>Industrial Real Non-H</b>	4,085,890	26.4050	107,887.93
<b>Total</b>	10,479,990		220,378.05

**Note: Millage rates estimated - budget @ 98%**