

Annual Report by City of Huntington
Kinetic Park TIF District #2
Reporting Period July 1, 2019 thru June 30, 2020

(1) The aggregate amount and the amount by source of revenue in the tax increment financing fund:
 As of June 30, 2020 the tax increment financing fund had bank balances as follows:

TIF Increment Fund- Debt Svc	273,014.78 (From TIF Bond Proceeds)
TIF Increment Fund-COI Fund	701.51 (From Tax Increment and Earnings)
TIF Increment Fund- HMDA	<u>449,247.22 (From Tax Increment and Earnings)</u>
Total	\$ 722,963.51

As of the fiscal year ended June 30, 2020 the TIF received the following funds:

<u>Revenue Category</u>	<u>FY2020</u>	<u>Aggregate Projects</u>
TIF Bond Proceeds	\$ 3,639,000.00	\$ 3,639,000.00
TIF Fund Collections	336,314.30	2,363,398.00
TIF Interest Earnings	<u>3,318.05</u>	<u>4,973.99</u>
Total	\$ 3,978,632.35	\$ 6,007,371.99

(2) The amount and purpose of expenditures from the tax increment financing fund:
 As of the fiscal year ended June 30, 2020 the following funds were expended:

<u>Expense Category</u>	<u>FY2020</u>	<u>Aggregate Project</u>
TIF Costs of Bond Issuance	\$ 181,750.00	\$ 181,750.00
TIF Infrastructure Costs	4,935,375.19	5,097,885.19
TIF Bond Principal Reduction	0.00	0.00
TIF Interest Expense	<u>4,800.29</u>	<u>4,800.29</u>
Total	\$ 5,121,925.48	\$ 5,284,435.48

(3) The amount of any pledge of revenues, including principal and interest on any outstanding tax increment financing indebtedness:

There has been one Tax Increment Revenue Bond issued in the District. The \$3,639,000 Series 2020 City of Huntington, West Virginia Tax Increment Revenue Bond (Development/ Redevelopment District No. 2- Kinetic Park Project) was issued June 26, 2020 to (i) finance a portion of the costs of the design, acquisition, construction and equipping of certain infrastructure improvements in the TIF District including slip repairs and other improvements, (ii) fund a reserve fund for the bonds, and (iii) pay the costs of issuing the bonds. Semi-annual interest payments (2.25% fixed rate) are due on June 1 and December 1 of each year,

commencing December 1, 2020. Annual principal payments are due on June 1 of each year, commencing on June 1, 2021 with final payment due on May 1, 2035. As of June 30, 2020, \$3,639,000 of the bonds were issued and outstanding.

(4) The base-assessed value of the development or redevelopment project, or the development or redevelopment project area or district, as appropriate:

Zero-As reported in 2019, the Assessor discovered an error in the base amount, which should have been zero from the beginning of the designation.

(5) The assessed value for the current tax year of the development or redevelopment project property, or of the taxable property having a tax situs in the development or redevelopment project area or district, as appropriate:

\$19,855,807

(6) The assessed value added to base-assessed value of the development or redevelopment area or district, or the taxable property having a tax situs in the development or redevelopment area or district, as the case may be:

\$19,855,807

(7) Payments made in lieu of taxes received and expended:

Zero

(8) Reports on contracts made incidental to the implementation and furtherance of a development or redevelopment plan or project:

Contract 1 for Project #0101-18-0377-001 in the amount of \$2,509,906.50 for slope repair including quality control, site preparation, sediment control, trapezoidal riprap storm water channel, underdrains, inlets, rock toe key stone, etc. Contract 2 for Project #0101-18-0377-001 in the amount of \$1,200,000 for slope repair #2 encompassing same scope of work as contract 1 but location south of contract 1. One change order for fencing around inlet and landscaping issued in 2020-2021 reporting period.

(9) A copy of a development or redevelopment plan, which shall include the required findings and cost- benefit analysis:

Reports submitted July 25, 2011, August 20, 2015 and April 1, 2020.

(10) The cost of any property acquired, disposed of, rehabilitated, reconstructed, repaired or remodeled:

Zero

(11)The number of parcels of land acquired by or through initiation of eminent domain proceedings:

Zero

(12) The number and types of jobs projected by the project developer to be created, if any, and the estimated annualized wages and benefits paid or to be paid to persons filling those jobs.

200-300 jobs having an annual salary of \$22,000 to \$30,000. This equates to a range of \$4,400,000 to \$6,000,000 in salary and benefit impact.

(13)The number, type, and duration of the jobs created, if any, and the annualized wages and benefits paid:

There were no new jobs created this reporting period. All developed parcels continue to have the original active business in operation with all created jobs associated with that business actively employed.

(14) The amount of disbursements from the tax increment financing fund during the most recently completed fiscal year, in the aggregate and in such detail as the executive director of the development office may require:

During the fiscal year ended June 30, 2020 the following funds were disbursed:

<u>Expense Category</u>	<u>FY2020</u>	<u>Aggregate Project</u>
TIF Costs of Bond Issuance	\$ 181,750.00	\$ 181,750.00
TIF Infrastructure Costs	4,750,375.19	4,912,885.19
TIF Bond Principal Reduction	0.00	0.00
TIF Interest Expense	4,800.29	4,800.29
Total	\$ 4,936,925.48	\$ 5,099,435.48

(15) An annual statement showing payments made in lieu of taxes received and expended during the fiscal year:

There were no payments made in lieu of taxes received and expended.

(16)The status of the development or redevelopment plan and projects therein:

Bond proceeds in the amount of \$3,639,000 issued and received for two slope repairs within the TIF District. Work consists of soil stabilization, underdrains, rock toe key installed, storm water channels and reseeded. Work progressed according to construction schedule.

(17) The amount of outstanding tax increment financing obligations:

As of the date of this report, there is one \$3,639,000 Series 2020 City of Huntington, West Virginia Tax Increment Revenue Bond which was issued June 26, 2020. As of June 30, 2020 the outstanding principal balance of this bond was \$3,639,000 plus accrued interest.

(18) Any additional information the county commission or the municipality preparing the report deems necessary or that the Executive Director of the Development Office may be procedural rule require:

This annual report will be published on the City of Huntington website

<http://www.cityofhuntington.com/>