

**Local Development Finance Authority
2020-2022 Proposed Budget Notes**

Revenues:

- 401002 / Balance Required From Fund Balance
 - No funding required from LDFA Fund Balance proposed in FY 2020
- 404000 / Taxes: Real Property
 - Increase by 9.8% or +\$17,050
 - Due to completion of Molex
 - FYI: Increase in FY 2019 due to Jenoptic and Molex
- 406000 / Taxes: Personal Property Reimbursement
 - Increase by 3.2% or +\$12,350
 - Increase due to reimbursement of projected loss of PPT
 - FYI: Increase in FY 2019 due to City's efforts on House Bill 5086 which favorably changed the millage rate formula used in the State of Michigan Department of Treasury PPT Reimbursement calculation, benefitting the LDFA and the City of Rochester Hills PPT Reimbursement funds
- 594000-596000 / Municipal Contributions
 - Increase by 4.5% or \$7,650
 - Due to increases in Taxable Value of LDFA District
- 664001 / Interest & Dividend Earnings
 - Increase by 40.2% or \$14,960
 - Due to recent trends and higher LDFA Fund Balance reserves

Expenditures:

- 701001 / Balance Contributed To Fund Balance
 - \$563,570
 - This is the amount of funds projected to be contributed into LDFA Fund Balance in FY 2020
- 703000-721000 / Personnel Services
 - Increase of 6.4% or +\$5,000
 - Due to City of Rochester Hills Compensation Study
- 807000 / Contractual Services
 - Decrease of (100%) or (\$403,000)
 - Due to remaining LDFA Infrastructure contribution for Jenoptic property
 - Note: If funds are not expended in FY 2019, the unspent balance shall be "carried over" into FY 2020
- 999202 / Transfer-Out: Major Road Fund
 - FY 2020 = \$200,000
 - Waterview Reconstruction / Preliminary Engineering
 - FY 2021 = \$2,390,000
 - Waterview Reconstruction / Construction
 - Old Adams & Forester / Preliminary Engineering
 - FY 2022 = \$1,060,000
 - Old Adams & Forester / Construction
- Note:
 - Long-Term Model Chart includes the following projects:
 - Leach Road Paving 2023-2024
 - Industrial Drive Reconstruction 2024-2025
 - Industrial Drive Sewer 2024-2025