

## Summary Report to the City of Madison Board of Estimates

### **Tax Incremental District (TID) No. 32 (State St), City of Madison - Use of 1/2 Mile Rule (800 / 900 Blocks of East Johnson St) -**

The adopted 2015 Capital Budget of the City of Madison includes Engineering Project #25. Engineering Project #25 is funding to move existing overhead utilities underground on the 800 and 900 blocks of East Johnson Street. This project area is located within a 1/2 mile of TID 32, as shown on the attached map. The adopted Capital Budget calls for this \$1,522,000 of this project to be funded by TID #32. This project would be completed over two years, 2015 and 2016, with costs evenly split between the two years.

Per the 2013 audit of TID #32, as of December 31, 2013, TID #32 had expended \$15,243,461. The Adopted Project Plan allows for \$39,152,000 of total expenditures within TID #32.

TID #32 has multiple generators of tax increments, including 309 W Johnson, University Square, and the Edgewater. The 2014 adopted PCED capital budget authorizes \$332,000 of expenditures for Small Cap TIF loans and façade improvements.

City Staff estimate that if current conditions continue, TID #32 will have sufficient revenues to pay for this infrastructure project and still close in 2017.



