

## **UPDATED Summary Report to the City of Madison Joint Review Board**

### **Tax Incremental District (TID) No. 32 (Upper State Street), City of Madison - Use of ½ Mile Rule -**

#### Background

On September 21, 2010, the City of Madison adopted the second amendment to TID #32 (Upper State St) ("TID #32") (File ID No. 18993, Enactment No. RES-10-00758). This second amendment was approved by the Joint Review Board on September 29, 2010 (File ID No. 20002).

The second amendment added territory to TID #32 and approved a budget of an additional \$18,846,000 of TIF expenditures. The approved budget included additional expenditures for both public improvements and revitalization loans. The approved amended Project Plan ("Project Plan") states on Page 5, "The actual TIF-eligible project costs may vary or may be adjusted or substituted for other TIF-eligible costs without a project plan amendment, so long as the total amount of TIF-eligible costs does not exceed the total TIF-eligible project cost adopted in the Project Plan, as amended".

#### 2013 - Proposed Use of ½ Mile Rule

The City of Madison's adopted 2013 Capital Budget includes the reconstruction of South Webster Street from East Doty Street to East Washington Avenue at a total cost of \$1,195,000. The City's adopted budget also includes the reconstruction of King Street from East Main Street to East Doty Street, and East Main Street from South Pinckney Street to Webster Street. The reconstruction of King Street and East Main Street is estimated to cost \$1,195,000.

The City of Madison is proposing to shift costs within the approved and adopted budget of the Project Plan from revitalization loans to pay for these street reconstruction costs. The City is NOT proposing to amend the boundary or to increase the budget of the Project Plan.

TIF Law provides that before a city may make or incur an expenditure for project costs within a one-half mile radius of a TID's boundary, the joint review board must approve the proposed expenditure. The City is requesting that the Joint Review Board approve these expenditures for the reconstruction of South Webster Street, King Street and Main Street within ½ Mile of the TID #32 boundary.

A map showing the proposed expenditure location in relations to TID #32 is shown below.



