



Legislation Details (With Text)

File #: 22350 **Version:** 1 **Name:** TID #23 Closure Resolution
Type: Resolution **Status:** Passed
File created: 5/3/2011 **In control:** BOARD OF ESTIMATES (ended 4/2017)
On agenda: 7/5/2011 **Final action:** 7/5/2011
Enactment date: 7/7/2011 **Enactment #:** RES-11-00583
Title: Dissolving Tax Incremental District (TID) #23 (Capitol Square).
Sponsors: Michael E. Verveer

Indexes:

Code sections:

Attachments: 1. TID #23 - 2009 Amendment - CLOSURE Map (2).pdf

Date	Ver.	Action By	Action	Result
7/5/2011	1	COMMON COUNCIL	Adopt	Pass
6/27/2011	1	BOARD OF ESTIMATES (ended 4/2017)	RECOMMEND TO COUNCIL TO ADOPT - REPORT OF OFFICER	Pass
6/15/2011	1	ECONOMIC DEVELOPMENT COMMITTEE	Return to Lead with the Recommendation for Approval	Pass
5/17/2011	1	BOARD OF ESTIMATES (ended 4/2017)	Refer	
5/17/2011	1	COMMON COUNCIL	Referred	
5/11/2011	1	Economic Development Division	Referred for Introduction	

Fiscal Note

TIF Law requires that, when a municipality recovers all costs incurred within a district, the district must be dissolved and any excess increment apportioned among the overlying tax jurisdictions. When TIF District #23 is closed at the end of 2011 and a final audit is completed, staff estimates that approximately \$1,000,000 of excess increment will be available for apportionment. Of that total, approximately \$360,000 will be transferred to the City's General Fund with the remainder distributed to the other participating jurisdictions.

Title

Dissolving Tax Incremental District (TID) #23 (Capitol Square).

Body

WHEREAS on May 17, 1994 the Common Council of the City of Madison adopted Resolution 51,154, I.D. No. 15,139 creating Tax Incremental District (TID) #23 (Capitol Square) as a blighted area TID located in an area from Butler to Pinckney Streets to the northeast and Dayton to Mifflin Streets to the northwest (See Attached Map); and

WHEREAS a Project Plan was prepared, identifying various types of public improvements and private development that could be undertaken in the TID; and

WHEREAS on December 15, 2009 the Common Council of the City of Madison adopted RES-09-00970 approving a Project Plan amendment recognizing tax increments from unanticipated growth and thus increasing the total TID expenditures to provide for certain project costs to be completed; and

WHEREAS said infrastructure project costs have been completed and sufficient tax increments received to

repay such costs; and

WHEREAS the City of Madison has implemented the said project costs to date in comparison to estimates forecasted in the amended Project Plan as follows:

<u>Capital Expenditures</u>	<u>Est. Final</u>	<u>Project Plan</u>
Street Renovation	\$2,704,292	\$2,313,000
Way finding System	21,108	19,000
Concourse Improvements	1,032,224	1,310,000
Revitalization Loans	5,826,936	6,152,000
Organizational Costs	445,889	326,000
Pedestrian Linkages	=	=
Total Capital Expenditures	\$10,030,449	\$10,120,000

WHEREAS the following private development projects have been implemented within the TID by providing TIF financial assistance:

<u>Project</u>	<u>Year</u>	<u>Base Value</u>	<u>Current Value</u>	<u>Value Growth</u>	<u>TIF Assistance</u>
22 E. Mifflin (Mullins)	1998	\$193,000	\$13,689,000	\$13,496,000	\$3,234,936
Bartell Theatre	1998	275,000	459,800	184,800	100,000
Capitol Point (McGrath)	2001	<u>78,700</u>	<u>37,744,300</u>	<u>37,665,600</u>	<u>2,492,000</u>
		\$546,700	\$51,893,100	\$51,346,400	\$5,826,936

WHEREAS on December 31, 2011 the City of Madison will have recovered its costs in TID #23 through tax increments. State statute (Wis. Stats. 66.1105) requires that when a municipality recovers its cost within the statutory life of the district, the district shall be dissolved; and

WHEREAS the Tax Increment Base value in TID #23 established on January 1, 1994 was \$29,554,100. The current equalized value as of January 1, 2010 is \$107,988,800, representing a property value growth of \$78,434,700. The project costs have been recovered in seventeen (17) years; and

WHEREAS staff estimates that \$1,000,000 of excess tax increment will be apportioned among overlying tax jurisdictions as follows:

City of Madison	\$360,000
Madison Metropolitan School District	470,000
Madison College (MATC)	60,000
Dane County	<u>110,000</u>
Total	\$1,000,000

NOW THEREFORE BE IT RESOLVED that Tax Incremental District #23 (Capitol Square) is hereby dissolved, effective December 31, 2011.

BE IT FURTHER RESOLVED that the City Treasurer shall distribute any excess tax increment collected after providing for ongoing expenses of the district, to the affected taxing jurisdictions with proportionate shares to be determined by the final audit by the City of Madison.