

**HAZELWOOD COMMERCE CENTER
COMMUNITY IMPROVEMENT DISTRICT**

**BUDGET FOR FISCAL YEAR 2023
&
FISCAL YEAR 2024**

BUDGET MESSAGE

Pursuant to the Community Improvement District Act, Sections 67.1401 to 67.1571 of the Revised Statutes of Missouri, as amended (the “*CID Act*”), the Hazelwood Commerce Center Community Improvement District (the “*District*”) was formed by Ordinance No. 3845-07 of the City of Hazelwood, Missouri (the “*City*”) passed on April 4, 2007 (the “*Ordinance*”). The Ordinance provided that the District be established in accordance with the CID Act for the purpose of undertaking various public improvements identified in the Ordinance (the “*Project*”) and by providing revenues to repay any obligations issued in relation to the Project.

On August 30, 2007, the City issued its not to exceed \$17,055,000 Tax Increment Revenue Notes (Lambert Redevelopment Project), Series A and B (the “*TIF Notes*”). A portion of the TIF Notes are secured with revenue generated by the District, as further described below.

On December 7, 2007, the District approved Resolution No. 07-010 to impose a community improvement district sales tax at the rate of one percent (1%) (the “*CID Sales Tax*”) and approved Resolution No. 07-011 levying a special assessment on the real property within the District (the “*CID Special Assessment*”) upon approval by the qualified voters of the District. On March 4, 2008, the District approved Resolution No. 08-003 (the “*Road Improvement Assessment*”) levying an additional special assessment on the real property within the District upon approval by the qualified voters of the District.

The CID Sales Tax applies to all receipts from the sale of retail of all tangible personal property or taxable services at retail within the District, if such property and services are subject to taxation by the State of Missouri pursuant to the provisions of Sections 144.010 to 144.525 of the Revised Statutes of Missouri, as amended, except such CID Sales Tax shall not apply to the sale or use of motor vehicles, trailers, boats or outboard motors nor to public utilities. The CID Special Assessment is levied against the real property within the boundaries of the District on the basis of equalized assessed valuation in an amount equal to the Merchants and Manufacturers Replacement Tax, also known as the “commercial surcharge,” that would otherwise be collected on commercial properties at the applicable commercial surcharge rate on abated real property within the District pursuant to Chapter 353 of the Revised Statutes of Missouri. In years 1 – 10, the estimated CID Special Assessment rate is estimated to be \$1.70 per \$100 of assessed valuation and in years 11 – 23, the estimated CID Special Assessment rate is estimated to be \$0.85 per \$100 of assessed valuation, based on the 2005 St. Louis County Merchants and Manufacturers Replacement Tax rate of \$1.70 per \$100 of assessed valuation. The Road Improvement Assessment is levied against the real property within the boundaries of the District for the purpose of funding certain costs advanced to construct certain improvements as further set forth in the Road Development Agreement (the “*Road Improvements*”), the cost of which shall be allocated among this property per acre of property, or portion thereof, in an amount not to exceed \$400.00 per acre annually.

In fiscal year 2022, the District received CID Sales Tax revenues of \$63,566. The CID Special Assessment revenues of \$44,034 from the 2021 special assessment. The District had expenditures of \$5,185, consisting of administrative fees \$5,000, legal fees \$0, and \$185 in banking fees. The remainder of the funds, \$100,569, were transferred to the Trustee to make a portion of the debt service payments on the TIF Notes.

In fiscal year 2023, the District anticipates CID Sales Tax revenues of approximately \$50,000. The CID Special Assessment revenues of approximately \$44,026 from the 2022 special assessment. The District anticipates expenditures of approximately \$7,930, consisting of administrative fees \$6,000, legal fees \$1,750, and \$180 in banking fees. The remainder of the funds, \$85,000, are designated to be transferred to the Trustee to make a portion of the debt service payments on the TIF Notes.

In fiscal year 2024, the District anticipates CID Sales Tax revenues of approximately \$50,000. The CID Special Assessment revenues of approximately \$44,026 from the 2023 special assessment. The District anticipates expenditures of approximately \$7,930, consisting of administrative fees \$6,200, legal fees \$1,550, and \$180 in banking fees. The remainder of the funds, \$85,000, are designated to be transferred to the Trustee to make a portion of the debt service payments on the TIF Notes.

**Hazelwood Commerce Center Community Improvement District
Proposed Budget
For the Fiscal Year July 1, 2023 to June 30, 2024**

	Proposed Budget
Income	
CID Sales Tax Income	50,000.00
CID Special Assmnt (\$.85)	44,026.00
Total Income	94,026.00
Expense	
Administration Expense	
Adminstration Fee	6,200.00
Legal	1,550.00
Total Administration Expense	7,750.00
Banking Fees	
Service Charge	180.00
Total Banking Fees	180.00
Transfer to Trustee	
Transfer to Trustee	85,000.00
Total Transfer to Trustee	85,000.00
Total Expense	92,930.00
Net Income	1,096.00
Beginning Balance	\$ 16,080.25
Ending Balance	\$ 17,176.25

Hazelwood Commerce Center Community Improvement District

Amended Budget

For the Fiscal Year July 1, 2022 to June 30, 2023

	July Actual	Amended Budget	Original Budget
Income			
CID Sales Tax Income	4,375.84	50,000.00	22,000.00
CID Special Assmnt (\$.85)	0.00	44,026.00	44,026.00
Total Income	4,375.84	94,026.00	66,026.00
Expense			
Administration Expense			
Adminstration Fee	0.00	6,000.00	5,000.00
Legal	0.00	1,750.00	2,750.00
Total Administration Expense	0.00	7,750.00	7,750.00
Banking Fees			
Service Charge	0.00	180.00	180.00
Total Banking Fees	0.00	180.00	180.00
Transfer to Trustee			
Transfer to Trustee	0.00	85,000.00	57,000.00
Total Transfer to Trustee	0.00	85,000.00	57,000.00
Total Expense	0.00	92,930.00	64,930.00
Net Income	4,375.84	1,096.00	1,096.00
Beginning Balance		\$ 14,984.25	
Ending Balance		\$ 16,080.25	

**Hazelwood Commerce Center Community Improvement District
Budget to Actual**

For the Fiscal Year July 1, 2021 to June 30, 2022

	<u>Actual</u>	<u>Amended FYE 2022 Budget</u>	<u>Original FYE 2022 Budget</u>
Income			
CID Sales Tax Income	63,566.42	22,000.00	13,500.00
CID Special Assmnt (\$.85)	44,034.81	44,026.21	46,123.00
Total Income	<u>107,601.23</u>	<u>66,026.21</u>	<u>59,623.00</u>
Expense			
Administration Expense			
Adminstration Fee	5,000.00	5,000.00	5,000.00
Legal	0.00	2,600.00	2,750.00
Total Administration Expense	<u>5,000.00</u>	<u>7,600.00</u>	<u>7,750.00</u>
Banking Fees			
Service Charge	184.55	180.00	160.00
Total Banking Fees	<u>184.55</u>	<u>180.00</u>	<u>160.00</u>
Transfer to Trustee			
Transfer to Trustee	100,569.45	57,000.00	57,000.00
Total Transfer to Trustee	<u>100,569.45</u>	<u>57,000.00</u>	<u>57,000.00</u>
Total Expense	<u>105,754.00</u>	<u>64,780.00</u>	<u>64,910.00</u>
Net Income	<u><u>1,847.23</u></u>	<u><u>1,246.21</u></u>	<u><u>-5,287.00</u></u>
Beginning Balance	\$ 13,137.02		
Ending Balance	\$ 14,984.25		