

CITY OF
PORTAGE
A Place for Opportunities to Grow

The Annual Financial Report has been prepared pursuant to Section 15 (1) of PA 197 of 1975, as amended, The Downtown Development Authority Act. The Annual Report is for FY10-11 and contains the information required by the Act.

Section 15 (3) (a): THE AMOUNT AND SOURCE OF REVENUE IN THE ACCOUNT

Tax Increment Revenue	\$373,678
Interest	\$1,987
Sale of Land	\$56,615

Section 15 (3) (b): THE AMOUNT IN ANY BOND RESERVE ACCOUNT

In the DDA bond reserve account there is \$387,273

Section 15 (3) (c): THE AMOUNT AND PURPOSE OF EXPENDITURES FROM THE ACCOUNT

\$408,189 was transferred to the Bond paying agent to pay debt service.

Section 15 (3) (d): THE AMOUNT OF PRINCIPAL AND INTEREST ON ANY OUTSTANDING BONDED INDEBTEDNESS

\$7,246,565 as of June 30, 2011.

Section 15 (3) (e): THE INITIAL ASSESSED VALUE OF THE PROJECT AREA

The initial value is established at \$ 12,767,600.

Section 15 (3) (f): THE CAPTURED ASSESSED VALUE RETAINED BY THE AUTHORITY

The captured value is established at \$18,556,543 for FY 2010-11.

Section 15 (3) (g): THE TAX INCREMENT REVENUES RECEIVED

The tax increment revenues received in 2010-2011 = \$373,678

Section 15 (3) (h): THE NUMBER OF JOBS CREATED AS A RESULT OF THE IMPLEMENTATION OF THE TAX INCREMENT FINANCING PLAN

It is estimated that 1,425 jobs have been created.
 (includes 275 jobs at Trade Centre II, which is just outside the DDA district)

Section 15 (3) (i): ANY ADDITIONAL INFORMATION THE GOVERNING BODY OR THE STATE TAX COMMISSION CONSIDERS NECESSARY

Attached find a page detailing budget to actual comparison developed for the annual report. This information provides supporting documentation for this financial report.

CITY OF PORTAGE, MICHIGAN

Downtown Development Authority Debt Service Fund Schedule of Revenues, Expenditures and Changes in Fund Balance Budget and Actual

Fiscal Year Ended June 30, 2011 With Comparative Actual Amounts for Fiscal Year Ended June 30, 2010

		2011			
		Amended Budget	Actual	Variance with Amended Budget + / (-)	2010 Actual
REVENUES:					
Taxes	\$ 378,300	\$ 373,678	\$ (4,622)	\$ 410,511	
Interest on Investment		2,000	1,987	(13)	3,693
Other Revenue		-	56,615	56,615	-
Total Revenues		<u>380,300</u>	<u>432,280</u>	<u>51,980</u>	<u>414,204</u>
EXPENDITURES:					
Debt Service:					
Principal		160,000	160,000	-	140,000
Interest		248,440	248,189	251	253,921
Total expenditures		<u>408,440</u>	<u>408,189</u>	<u>251</u>	<u>393,921</u>
Excess (deficiency) of revenues over expenditures		<u>(28,140)</u>	<u>24,091</u>	<u>52,231</u>	<u>20,283</u>
Net change in fund balance		(28,140)	24,091	52,231	20,283
Fund balance - beginning		<u>363,182</u>	<u>363,182</u>	-	<u>342,899</u>
Fund balance - ending		<u>\$ 335,042</u>	<u>\$ 387,273</u>	<u>\$ 52,231</u>	<u>\$ 363,182</u>