

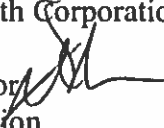
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TO: Kevin Johnson, President & CEO
Detroit Economic Growth Corporation (DEGC)

FROM: David Whitaker, Director 
Legislative Policy Division

DATE: March 18, 2019

RE: 2019-2020 Budget Analysis

Attached is our budget analysis regarding your agency's budget for the upcoming 2019-2020 Fiscal Year.

Please be prepared to respond to the issues/questions raised in our analysis during your scheduled hearing on **Friday, March 22 2019 at 11:00 a.m.** We would then appreciate a written response to the issues/questions at your earliest convenience subsequent to your budget hearing. Please forward a copy of your responses to the Council members and the City Clerk's Office.

Please contact us if you have any questions regarding our budget analysis. Thank you for your cooperation in this matter.

Attachments

cc: Councilmembers
Auditor General's Office
Glen Long, Jr., DEGC CFO
Tom Lewand, Group Executive-Economic Development & Jobs
David Massaron, Acting Chief Financial Officer
Tanya Stoudemier, OCFO-Budget Director
Renee Short, Budget Team Leader
James George, Agency CFO
Stephanie Washington, Mayor's Office

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Detroit Economic Growth Corporation/
Economic Development Corporation/
Downtown Development Authority

FY 2019-2020 Budget Analysis by the Legislative Policy Division

Detroit Economic Growth Corporation (DEGC)

The DEGC was established in 1978. The mission is to design and implement innovative solutions that drive investment, create jobs, and advance the economy of Detroit through public private collaborations. The DEGC is a private nonprofit development organization of public, business, labor and community leaders established to assist businesses in expanding or locating in Detroit and bringing new investments to the City. The DEGC provides staff and other administrative services to the Downtown Development Authority (DDA), Local Development Financing Authority (LDFA), the Economic Development Corporation (EDC), Detroit Brownfield Redevelopment Authority (DBRA), the Detroit Next Michigan Development Corporation (DNMDC) and the Eight Mile Woodward Corridor Improvement Authority. These development entities do not contain any staff.

The DEGC also works directly for the City of Detroit under contract and manages economic development efforts funded by private and foundation contributions, grants and contracts. The DEGC receives funding primarily from the City of Detroit through its Housing and Revitalization Department (HRD), the DDA, the EDC, the LDFA, the DBRA and corporate contributions. The DDA, EDC, LDFA and DBRA contributions to the DEGC's budget serve as reimbursement to the DEGC for staff services, office space, and operating expenses.

In Mayor Duggan's budget for 2019-20 for HRD, the City through the HRD is contributing \$1,936,304, which includes the base contribution of \$1,117,000 to the DEGC, a \$694,304 contribution for the District Business Liaison program that would be administered by the DEGC in FY 2020, a \$50,000 contribution for a retail corridor study in zip code 48217, and a \$75,000 contribution for additional land assemblage work that is anticipated (see Attachment I). The chart below shows the City's contributions to the DEGC since 2013-14:

City of Detroit's Contribution to the Detroit Economic Growth Corporation from its Housing and Revitalization Department								Recommended
	FY	FY	FY	FY	FY	FY	FY	
	2013-14	2014-15	2015-16	2016-17	2017-18	2018-19	2019-20	
Contri- bution								
Amount	\$850,000	\$850,000	\$867,000 (1)	\$867,000 (2)	\$1,117,000	\$1,861,304 (3)	\$1,936,304	
(1) It should be noted that two (2) budget amendments in FY 2015-16 brought the City's funding level for the DEGC to \$1,112,833.								
(2) It should be noted that through one (1) budget amendment in FY 2016-17 brought the City's funding level for the DEGC to \$1,117,000.								
(3) It should be noted that the addition of \$694,034 for the Destrict Business Liaison program and \$50,000 for a retail corridor study in zip code 48217 brought the City's funding level for the DEGC to \$1,861,304.								

The DEGC feels the City’s contribution helps the organization provide citywide proactive business attraction and retention efforts, work on vital economic development projects, and continue to work with the HRD during pre-development stages on City projects.

It is important to note that the DEGC bylaws require its operating budget to be recommended by the Finance Committee and adopted by the Executive Committee of the DEGC Board of Directors. As of the date of this report, the DEGC has not completed the development of its operating budget for 2019-20. The Legislative Policy Division (LPD) anticipates receiving this budget by July 2019, and at that time, will compare it to DEGC’s 2018-19 budget, and look to provide City Council an updated budget analysis at that time.

Attachment II represents DEGC’s operating budget for 2018-19, which totals \$9.3 million. The major sources of the operating budget is \$1.86 million from the City’s contribution; \$3.29 million from contributions from the various public development authorities-EDC, DDA, LDFA, DBRA, Eight Mile Woodward Corridor Improvement Authority and the DNMD; and \$1.98 million from Other Contracts¹.

Economic Development Corporation (EDC)

In Mayor Duggan’s budget for 2019-20 for HRD, the City through the HRD is contributing \$275,000 to the EDC (see Attachment I). Council should note that \$255,000 is for EDC operations and \$20,000 is for operations of the Detroit Next Michigan Development Corporation, which is under the aegis of the EDC. The chart below shows the City’s contributions to the EDC since 2013-14:

City of Detroit’s Contribution to the Economic Development Corporation from Its Housing and Revitalization Department (formerly the Planning and Development Department)							
	FY	FY	FY	FY	FY	FY	Recommended
	2013-14	2014-15	2015-16	2016-17	2017-18	2018-19	2019-20
Contribution							
Amount	\$255,000	\$255,000	\$200,000	\$255,000	(1) \$275,000	(2) \$275,000	\$275,000
(1) EDC’s general fund subsidy started out at \$200,000 but was eventually increased to \$255,000 per a contract amendment.							
(2) In FY 2017-18, \$20,000 was added to the City’s contribution to the EDC in order to help the DNMD pay for insurance, audit and administrative costs.							

It is important to note that the EDC Board of Directors approves its operating budget. As of the date of this report, the DEGC has not completed the development of the EDC operating budget for 2019-20. LPD anticipates receiving this budget by July 2019, and at that time, will compare it to EDC’s 2018-19 budget, and look to provide City Council an updated budget analysis at that time.

¹ “Other Contracts” represent contracts for administration of projects where the amounts are generally variable from year to year or non-recurring. Items showing up in this for 2018-19 would include Motor City Match and Motor City ReStore, DDR, as well as Green Grocer, NEIdeas, and D2D, among others.

Attachment III represents EDC's total operating budget for 2018-19. The EDC receives transfers from other funds or projects in the form of project fees. The EDC receives project fees for the Motor City Match/Restore Program, the Casino Development Fund, the Waterfront East Reclamation project, etc., as well as other service fees and loan repayments consistent with the current fiscal year. The project fees are temporary sources of revenue. The EDC board approves this budget. Council approves the City contribution and project fees stemming from contracts your Honorable Body approved between the EDC and the City of Detroit for a particular project/fund, such as the Casino Development Fund. Attachment IV represents the most recent EDC-Casino Development Fund report.

Downtown Development Authority (DDA)

The DDA, a public corporation for the City of Detroit, was established for the purpose of promoting and developing economic growth in the City of Detroit's downtown business district. The DDA has been authorized to fund its General Fund (operating) budget by an ad valorem tax of one mill on real and tangible personal property not exempt by law in the downtown development district, and by a levy on the increased assessed value of a tax increment district, and the issuance of negotiable revenue and tax increment bonds to finance the development activities of the DDA.

Note: the DDA could receive two mills on real and personal property for operating purposes based on the 2010 Census count results.

Unlike the DEGC and EDC, the DDA does not receive a General Fund contribution. Therefore technically, the DDA is not a part of the DEGC and EDC budget hearing, but of course, the DEGC will address any questions City Council may have regarding the DDA. However, the City Council does approve the DDA's operating budget per State Public Act 197 of 1975. The DDA's operating budget is usually presented to City Council in June. Attachment V represents the DDA's 2018-19 operating budget Council approved in July 2018.

Also in accordance with PA 197 of 1975, Council approves the Tax Increment Finance Plan, which delineates the anticipated development projects in the downtown area. Whenever the TIF Plan is amended, the DDA board must first approve the amendments, and then the amendments come before Council for approval. This process additionally gives Council an opportunity to review the DDA's policies, plans, and procedures as they relate to development activity in the downtown area.

Attachment VI represents DBRA's operating budget for 2018-19. The DBRA Board of Directors approves its operating budget.

Attachment VII represents LDFA's operating budget for 2018-19. By State The LDFA's operating budget is approved by City Council per State Statute, and it is usually presented to City Council in June.

Attachment VIII represents Eight Mile Woodward Corridor Improvement Authority's operating budget for 2017-18. The Eight Mile Woodward Corridor Improvement Authority's operating budget is approved by City Council per State Statute, and it is usually presented to City Council in June.

Issues and Questions

DEGC

1. Please provide the DEGC's most recent organization chart.
2. Please provide DEGC's current level of budgeted positions and the actual number of positions filled. Please provide the title of the unfilled positions and briefly explain the difficulty of filling these positions.
3. Please provide DEGC's FY 2020 budgeted positions and briefly explain any deviation from the current fiscal year.
4. Attachment II represents the DEGC's operating budget for FY 2019 and Attachment II.A is the operating budget for FY 2018. Please explain the following:
 - a. On the revenue side, the City's contract contribution increases in FY 2019 to accommodate funding for the District Business Liaison program and the retail corridor study in zip code 48217. Please explain why Other Contracts drops by \$220,000 in FY 2019.
 - b. On the expenditure side, please explain why Personnel increases by \$435,000 in FY 2019; and Contract Services increases by \$154,000 in FY 2019.
5. Please provide the latest DEGC project summary report for FY 2019. Please also include the projects that are located in Detroit neighborhoods outside of the downtown/mid-town Detroit area.
6. Please describe the most recent accomplishments of the DEGC/EDC/DBRA/DNMDC, including those impacting Detroit neighborhoods outside the downtown/mid-town Detroit area.
7. Please provide the major projects the DEGC/EDC/DBRA/DNMDC are working on and the ones on the horizon, including those anticipated to be located in Detroit neighborhoods outside of the downtown/mid-town Detroit area.
8. Please provide the most recent D2D Business Impact Report.
9. The Mayor is recommending \$1,936,304 as the general fund subsidy for DEGC's operations for FY 2020. Please address the following:
 - a. Please explain the need for this contribution for the DEGC in FY 2020.
 - b. Recently, the DEGC provided City Council a progress report on the District Business Liaison program as of January 31, 2019. Does the DEGC feel the City's contribution of \$694,304 is sufficient to adequately fund the District Business Liaison program in FY 2020? How can the program be improved in FY 2020?
 - c. Please describe the types of land assemblage services the DEGC anticipates providing with the additional \$75,000 that is in the Mayor's proposed general fund subsidy amount

for the DEGC for FY 2020. Does the DEGC anticipate providing this service beyond FY 2020?

- d. City Council approved \$50,000 in the current year's FY 2019 City contribution to the DEGC for a retail corridor study in zip code 48217. Please provide an update on this study to be conducted in FY 2019. Does the DEGC anticipate conducting a retail corridor study in zip code 48217 in FY 2020 and beyond?
10. Please briefly explain the DEGC's new expense initiatives, new capital funding requests, operational reform and savings proposals, and new revenue initiatives/proposals to be implemented in FY 2020.
 11. According to the Housing & Revitalization Department, the DEGC is assisting the Jobs and Economy Team in currently evaluating long term options for development and marketing of the former Michigan State Fairgrounds ("20110 Woodward") site. What type of economic development project the 20110 Woodward site is being marketed for? Is it possible a developer could be selected for the site in FY 2020?
 12. Does the DEGC have any evidence that the cost of steel is going up due to the trade wars between the U.S. and China to the point that the cost increases are adversely impacting current construction/economic development project activity in the City of Detroit?

EDC

13. Please explain the need for the contribution of \$275,000 for the EDC, which includes the \$20,000 contribution for the DNMD.

BRDA

14. The BRDA will receive a 2.5% administrative fee from the various outstanding brownfield TIF plans over many years. Over the last three years, including FY 2018, how much in administrative fee revenue is the BRDA receiving from the brownfield TIF projects? How is the administrative fee revenue being spent?
15. Please provide the most recent spreadsheet of brownfield redevelopment projects with anticipated investment and job creation levels.
16. Has the number of brownfield redevelopment projects increased this fiscal year as compared to last year due to an improved economy?
17. How many brownfield redevelopment projects are still eligible to receive Michigan Business Tax credits?

L DFA

18. LPD understands that the Local Development Finance Authority is not generating sufficient tax increment revenues to meet debt service requirements due to declining property taxable values; so as a result, the LDFA has had to use reserves to cover debt service requirements. LPD also understands that the final maturity on the debt service is in May of 2021.

In addition, LPD understands that the annual debt service requirement is approximately \$8.4 million while the LDFA is generating about \$4 million annually in revenues in recent years. As a result, the LDFA might struggle to cover the final year of debt service. Are there sufficient bond reserves to help mitigate the challenge of paying the final debt service requirement in May of 2021? What other strategies could be used to meet final debt service requirements?

Attachments

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Attachment I

CITY OF DETROIT
 BUDGET DEVELOPMENT
 FINANCIAL DETAIL BY DEPARTMENT, FUND, APPROPRIATION, & COST CENTER
 EXPENDITURES

Department # - Department Name	FY2019	FY2020	FY2021	FY2022	FY2023
Fund # - Fund Name	Adopted	Recommended	Forecast	Forecast	Forecast
Appropriation # - Appropriation Name					
Cost Center # - Cost Center Name					
36 - Housing & Revitalization Department (HRD)	75,534,298	109,579,805	57,300,421	57,392,621	57,486,663
1000 - General Fund	18,804,496	19,037,958	17,455,350	17,547,550	17,641,592
00014 - HRD Community Development	2,412,474	2,412,474	2,412,474	2,412,474	2,412,474
360130 - Community Development	2,412,474	2,412,474	2,412,474	2,412,474	2,412,474
00015 - GF Real Estate City	88,353	526,291	532,588	541,306	550,198
360131 - Real Estate City	88,353	526,291	532,588	541,306	550,198
00595 - HRD Economic Development Corporation	275,000	275,000	275,000	275,000	275,000
360134 - Economic Development Corporation	275,000	275,000	275,000	275,000	275,000
00597 - HRD Economic Growth Corporation	1,861,304	1,936,304	1,936,304	1,936,304	1,936,304
360135 - Economic Growth Corporation	1,861,304	1,936,304	1,936,304	1,936,304	1,936,304
13168 - HRD Real Estate & GIS	-	855,692	854,247	862,973	871,873
365080 - Real Estate -- City	-	855,692	854,247	862,973	871,873
13758 - HRD FRM Indirect Staffing Costs	1,448,812	1,263,872	1,272,912	1,293,353	1,314,201
360054 - Administration Indirect Costs	1,448,812	1,263,872	1,272,912	1,293,353	1,314,201
20235 - HRD Office of Administration Indirect Records Audit & Admi	3,783,622	3,629,329	3,624,565	3,633,476	3,642,565
365702 - Office of Administration Indirect -- Records/Audit & Admini	471,815	536,779	544,515	553,426	562,515
365709 - HRD Indirect Cost	3,311,807	3,092,550	3,080,050	3,080,050	3,080,050
20236 - HRD OPPD Direct Tax Incentives Policy & Development	3,379,595	2,309,767	2,336,755	2,374,483	2,412,965
365703 - OPPD Direct -- Tax Incentives, Policy, & Development	3,379,595	2,309,767	2,336,755	2,374,483	2,412,965
20237 - HRD Office of Housing Underwriting Single Family	587,336	509,229	510,505	518,181	526,012
365704 - Office of Housing Underwriting -- Single Family	587,336	509,229	510,505	518,181	526,012
20389 - Senior Home Repair	2,500,000	-	-	-	-
364136 - Senior Home	2,500,000	-	-	-	-
20494 - HRD General Fund Summer Jobs Program	2,000,000	2,000,000	2,000,000	2,000,000	2,000,000
365007 - Economic Development Summer Jobs Program	2,000,000	2,000,000	2,000,000	2,000,000	2,000,000
20518 - HRD Housing Affordability Fund	468,000	1,620,000	-	-	-
360072 - Housing Affordability	468,000	1,620,000	-	-	-

Attachment II

**DETROIT ECONOMIC GROWTH CORP
OPERATING AND PROGRAM REVENUE SOURCES
2018-19**

<u>SOURCES</u>	<u>2018-19 BUDGET</u>
CITY CONTRACT	1,861,304
EDC CONTRACT	800,000
DDA CONTRACT	1,900,000
LDFA CONTRACT	125,000
DBRA CONTRACT	400,000
CIA/NMDC CONTRACTS	60,000
EDA GRANT	303,000
LEGAL REIMBURSEMENT	290,000
PRIVATE SECTOR	490,000
EDC PROJECTS	600,000
BUSINESS ATTRACTION ALLOCATION	642,000
OTHER CONTRACTS	1,760,000
SERVICE FEES/OTHER INCOME	68,696
BUDGET DEFICIT	<u>0</u>
TOTAL REVENUE	<u>9,300,000</u>
<u>USES</u>	
PERSONNEL	7,745,000
CONTRACT SERVICES	333,000
TRAVEL/MEETINGS& MARKETING	409,000
RENT/UTILITIES/INSURANCE	511,000
EQUIPMENT	175,000
OTHER	<u>127,000</u>
TOTAL EXPENSES	<u>9,300,000</u>
DIFFERENCE	<u><u>0</u></u>

Attachment II.A

DETROIT ECONOMIC GROWTH CORP
OPERATING AND PROGRAM REVENUE SOURCES
2017-18

<u>SOURCES</u>	<u>2017-18 BUDGET</u>
CITY CONTRACT	1,117,000
EDC CONTRACT	800,000
DDA CONTRACT	1,900,000
LDFA CONTRACT	125,000
DBRA CONTRACT	400,000
CIA/NMDC CONTRACTS	60,000
EDA GRANT	303,000
LEGAL REIMBURSEMENT	275,000
PRIVATE SECTOR	480,000
EDC PROJECTS	600,000
BUSINESS ATTRACTION ALLOCATION	642,000
OTHER CONTRACTS	1,980,000
SERVICE FEES/OTHER INCOME	68,000
BUDGET DEFICIT	<u>0</u>
TOTAL REVENUE	<u>8,750,000</u>
<u>USES</u>	
PERSONNEL	7,310,000
CONTRACT SERVICES	179,000
TRAVEL/MEETINGS& MARKETING	401,000
RENT/UTILITIES/INSURANCE	485,000
EQUIPMENT	190,000
OTHER	<u>185,000</u>
TOTAL EXPENSES	<u>8,750,000</u>
DIFFERENCE	<u><u>0</u></u>

Attachment III

**ECONOMIC DEVELOPMENT CORPORATION OF THE CITY OF
DETROIT
OPERATING BUDGET
JULY 1, 2018 TO JUNE 30, 2019**

**Proposed Budget
June 30, 2019**

REVENUE

City of Detroit	275,000
TSF From Waterfront Reclamation	300,000
TSF From Motor City Match/Restore	1,300,000
TSF From Projects for DEGC Legal	50,000
TSF From Casino Development Fund	350,000
TSF From Repaid Loans	550,000
TSF From Other Projects	100,000
Other Revenue & Service Fees	25,000
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TOTAL REVENUE	2,950,000

EXPENSES

Detroit Economic Growth Corp	800,000
Detroit Economic Growth Corp Special Proj	600,000
Other Projects Administrative Fees	1,400,000
Next Michigan Development Corp	20,000
DEGC Legal Services	70,000
Legal Services	10,000
Audit	30,000
Miscellaneous	20,000
	<hr/>
TOTAL EXPENSES	2,950,000

Operating Surplus/(Shortfall)	0
Debt Service	0
(Increase)/Decrease in Reserve	0
	<hr/>
NET SURPLUS/(SHORTFALL)	0

Attachment IV

**EDC
CASINO DEVELOPMENT FUNDS
12/31/18**

	Original Budget	Revised Budget	Received	Balance
Receipts				
City of Detroit	42,750,000.00	32,500,000.00	32,500,000.00	0.00
Interest Income	1,275,000.00	1,275,000.00	1,351,617.45	76,617.45
Proj Funds and Loan Repayments	3,275,000.00	3,275,000.00	3,940,216.86	665,216.86
	<u>47,300,000.00</u>	<u>37,050,000.00</u>	<u>37,791,834.31</u>	<u>741,834.31</u>

	Original Budget	Revised Budget	Disbursed	Balance
Expenses				
Tech Town	4,000,000.00	3,040,936.00	3,040,936.00 x	0.00
JEPAB	2,000,000.00	1,520,468.00	1,251,764.00 x	268,704.00
ONCR Small Bus Loan Fund	1,500,000.00	1,500,000.00	1,500,000.00 x	0.00
ONCR	7,000,000.00	2,924,733.00	2,924,733.00 x	0.00
DCLF	4,500,000.00	3,421,053.00	3,421,053.00 x	0.00
Black Chamber	500,000.00	380,117.00	380,117.00 x	0.00
AABD	10,250,000.00	10,000,000.00	10,000,000.00 x	0.00
National Retail	5,000,000.00	3,985,808.00	2,629,632.55 x	1,356,175.45
Non-Affiliated/Resident Retail	2,000,000.00	2,000,000.00	1,725,000.00 x	275,000.00
Resident Real Estate	6,000,000.00	3,726,885.00	1,376,094.33 x	2,350,790.67
Administration	4,550,000.00	4,550,000.00	4,550,000.00 x	0.00
	<u>47,300,000.00</u>	<u>37,050,000.00</u>	<u>32,799,329.88</u>	<u>4,250,670.12</u>
	<u>0.00</u>	<u>0.00</u>	<u>4,992,504.43</u>	<u>4,992,504.43</u>

Attachment V

**DOWNTOWN DEVELOPMENT AUTHORITY
BUDGET
2018-2019**

	2018-19 BUDGET
REVENUES:	
Current taxes - one mil	\$ 950,000
Earnings on investments	40,000
Transfer from Tax Increment Fund	750,000
Parking Operations	1,500,000
Other/Event Center	43,000
From/(To) prior year balance	<u>(190,000)</u>
TOTAL REVENUES	<u>\$ 3,093,000</u>
 EXPENSES:	
Contractual Services	
Detroit Economic Growth Corp	\$ 1,900,000
Annual Audit	<u>38,000</u>
Sub-Total	\$ 1,938,000
 Professional Service Fees	
Legal Services	\$ 200,000
Insurance	305,000
Advertising/Marketing	15,000
Computer Support	<u>10,000</u>
Sub-Total	\$ 530,000
Parking Lots Management	\$ 125,000
Special Projects & Contingencies	<u>\$ 500,000</u>
TOTAL EXPENSES	<u>\$ 3,093,000</u>

Attachment VI

**CITY OF DETROIT BROWNFIELD REDEVELOPMENT AUTHORITY
OPERATING BUDGET
JULY 1, 2018 TO JUNE 30, 2019**

**Proposed Budget
June 30, 2019**

REVENUE

BROWNFIELD APPLICATION / ADMIN. FEES	885,000
LAND PROCEEDS	0
INTEREST/OTHER INCOME	10,000
	<hr/>
TOTAL REVENUE	895,000

EXPENSES

DETROIT ECONOMIC GROWTH CORPORATION	400,000
PUBLIC NOTICES/ADVERTISING	5,000
LEGAL	160,000
AUDIT	10,000
INSURANCE	50,000
WORKSHOPS/PROMOTION	10,000
CONTRACTORS	24,500
SPECIAL PROJECTS/CONTINGENCY	231,500
OTHER EXPENSES	4,000
	<hr/>
TOTAL EXPENSES	895,000

Operating Surplus/(Shortfall)	0
(Increase)/Decrease in Reserve	0
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NET SURPLUS/(SHORTFALL)	0

Attachment VII

**LOCAL DEVELOPMENT FINANCE AUTHORITY
OPERATING BUDGET
JULY 1, 2018 TO JUNE 30, 2019**

**Proposed Budget
June 30, 2019**

REVENUE

TAX INCREMENT REVENUES RELEASED CURRENT YEAR	150,000
CITY REIMBURSEMENT	0
INTEREST/OTHER INCOME	5,000
	<hr/>
TOTAL OPERATING REVENUE	155,000
Transfer (to) from Prior Year Operating Fund Balances	0
TOTAL TRANSFERS (TO) FROM FUND BALANCES	0
	<hr/>
TOTAL REVENUE	155,000
	<hr/> <hr/>

EXPENSES

DETROIT ECONOMIC GROWTH CORPORATION	125,000
MAINTENANCE/OTHER	30,000
	<hr/>
TOTAL OPERATING EXPENSES	155,000
Operating Surplus/(Shortfall)	0
(Increase)/Decrease in Reserve	0
	<hr/>
NET SURPLUS/(SHORTFALL)	0
	<hr/> <hr/>

Attachment VIII

**EIGHT MILE WOODWARD COORIDOR IMPROVEMENT AUTHORITY
OPERATING BUDGET
JULY 1, 2018 TO JUNE 30, 2019**

	Proposed Budget June 30, 2019
<u>REVENUE</u>	
TIF OPERATING REVENUE	100,000
INTEREST/OTHER INCOME	<u>0</u>
TOTAL REVENUE	<u>100,000</u>
<u>EXPENSES</u>	
DETROIT ECONOMIC GROWTH CORPORATION	50,000
LEGAL	15,000
AUDIT	10,000
INSURANCE	20,000
OTHER EXPENSES	<u>5,000</u>
TOTAL EXPENSES	<u>100,000</u>
Operating Surplus/(Shortfall)	0
(Increase)/Decrease in Reserve	<u>0</u>
NET SURPLUS/(SHORTFALL)	<u><u>0</u></u>