

Village of Coal City
FY15 Proposed Budget

ECONOMIC DEVELOPMENT

DESCRIPTION

Program Overview

This fund is utilized for economic development incentives that do not involve tax increment financing. First utilized for a sales tax reimbursement with Berkots, this fund was utilized in 2011 for a Façade Improvement Program with Spivey's Saloon taking advantage of this program. There are other peripheral economic development costs that are paid from this fund.

Spivey's Saloon was the first recipient of the Façade Improvement Program. In FY12, the Board of Trustees provided \$100,000 for local businesses in order to provide an incentive for further investment within the Village's Core Area. The Spivey's Saloon participation requires a repayment of the \$36,240 of the borrowed principle. In order to pay no interest on the borrowed funds, the loan must be repaid by 2014. A minimal interest rate will be accrued until 2016 at which time the loan must be repaid or accrue substantial financing charges. These repayments must be transferred back to Fund #48, which was utilized to start the Village's Façade Improvement Program. This year is the first scheduled full collection for the incentive that was provided to Spivey's in 2012.

Since this initial investment, the Board has also approved a façade renovation for the former Theater, owned by Jeff Bass. In addition, the owner of the commercial building which hosts Fisher Auto and the La Cocina restaurant entered into a \$200,000 redevelopment agreement in order to re-invest within the property and replaced the entire exterior as well as some interior improvements.

The final cost to be expended from this program are the bond interest payments for the Coal City Inland Logistics Port. Future revenues are planned to offset these expenditures according to a development agreement between the UP and the Village.

**Village of Coal City
FY15 Final Budget**

Economic Development

Account Line Item	FY11 Actual	FY12 Actual	FY13 Actual	FY13 Budget	FY14 Budget	FY14 Actual	%of Budget Spent	FY15 Budget
	0	0						
78-00-537 FAÇADE RENOVATION EXPENSES	0	0	-		63,760	224,950	352.81%	
78-00-548 OTHER PROFESSIONAL SERVICES	0	0	-	4,500		532,829		
78-00-572 BANK SERVICE CHARGES						5,130		250
78-00-720 INTEREST EXPENSE						36,985		
78-00-916 SALES TAX REBATE PAYMENTS	67,385	90,007	89,961	89,961		5,301		
1st Payment for ILPCC Alt Rev. Bond								79,006
78-00-929 MISCELLANEOUS EXPENSE	0	11,250	-	15,000	15,000	-	0.00%	100,000
78-00-999 INTERFUND OPERATING TRANSFER	0	0	-					36,500
TOTAL for Economic Development	67,385	101,257	89,961	109,461	78,760	805,195	1022.34%	215,756