

# FY2025 & FY2026 Debt Service and CDRA Budgets

City Council Work Meeting

January 24, 2024



# Debt Service Fund - \$3.3 million (FY25)

## 2015A&B Sales Tax Revenue Bonds

- FY2025 and FY2026 - \$2.1 million
  - Development Services-\$62K
  - Road Impact - \$682K
- City Hall, Herriman Blvd, park projects
- Remaining balance - \$19.5 million
- Payments through August 2035

## Capital Leases

- FY2025 - \$334K; FY2026 - \$200K
- Capital equipment purchases
- Remaining balance - \$1.7 million
- Payments through December 2029 (estimate)

## 2021 Sales Tax Revenue Bonds

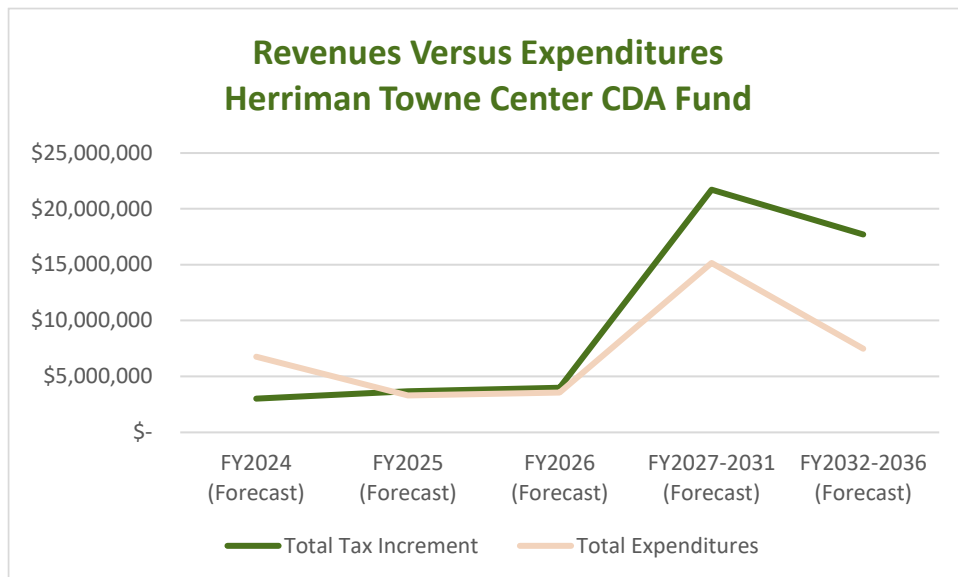
- FY2025 and FY2026 - \$800K
  - State grant - \$800K
- Herriman Main Street reconstruction
- Remaining balance - \$9.3 million
- Payments through August 2036

## Other

- Interest earnings - \$28K
- Trustee fees/arbitrage rebate calculations - \$10K

# Towne Center CDA- \$3.3 million (FY25)

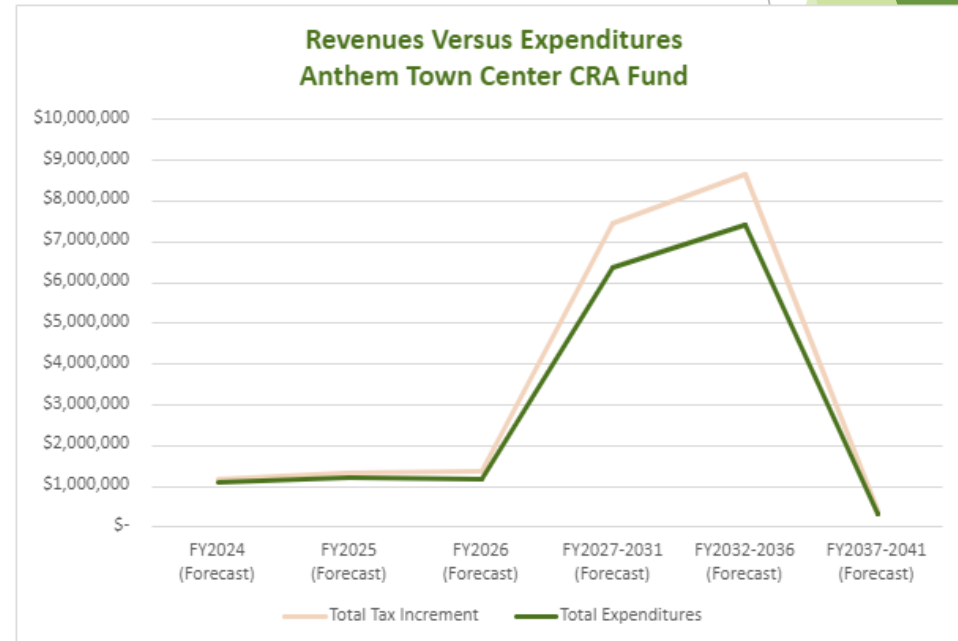
- **Debt service - \$1.8 million**
  - SAA bond - Through October 2029
  - Tax increment bond - Through July 2032
- **HTC Communities tax participation agreement - \$1.4 million**
  - Reimbursement for infrastructure and debt service payments made
  - Through 2034
- **Tax increment collections - \$3.7 million**
  - Fire service area participation - \$576K



- *Jordan School District participation - through FY2036*
- *All other entities - Through FY2034*
- *HCFSA participation begins FY2025*

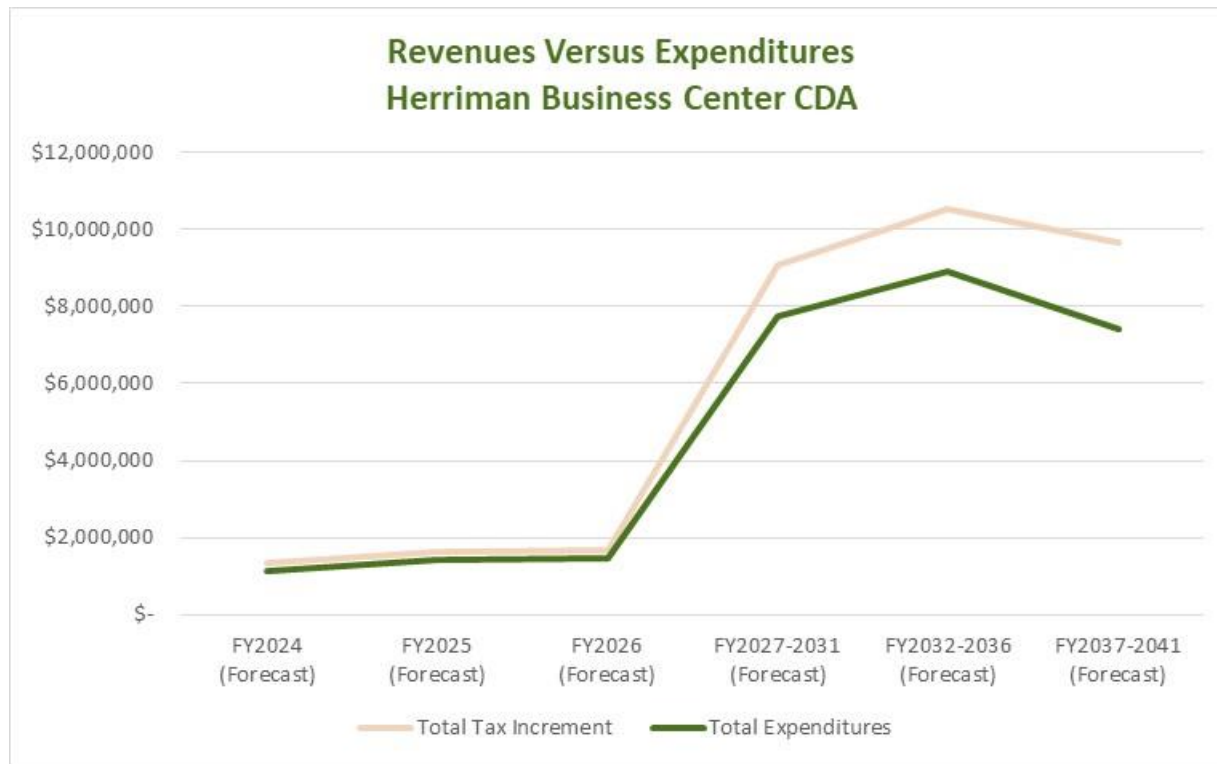
# Anthem Town Center CDA - \$1.1 million (FY25)

- **Anthem Center LLC Participation Agreement - \$550K**
  - 73.33% of remaining tax increment funds after mitigation and affordable housing
- **Mitigation payments - Jordan School District and Salt Lake County - \$360K**
  - Remit 25% (Salt Lake County) and 35% (JSD) of increment received back to taxing entity
- **Affordable Housing Contribution - \$97K (10%)**
- **Anthem Center LLC Sales Tax Participation (WinCo) - \$180,000**
  - Final payment fiscal year 2026
    - *Herriman City and South Valley participation - through FY2041*
    - *All other entities - Through FY2036*
    - *HCFSA participation begins FY2025*



# Business Center CDA- \$1.3 million (FY25)

- Tax Increment Payment - Sorenson Foundations - \$1.3 million
  - Tax increment collected excluding Salt Lake County

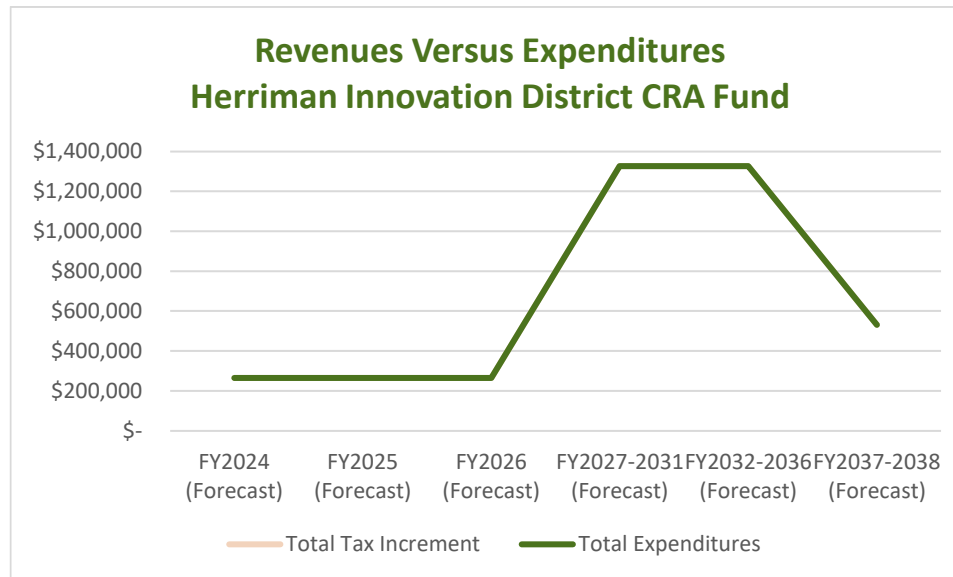


- *Jordan School District participation - through FY2039*
- *All other entities - Through FY2041*
- *HCFSA participation begins FY2025*

# Innovation District CRA - \$265K (FY25)

- **Herriman Industrial # 1 Participation Agreement - \$138K (\$1.2 million)**
  - Not triggered - Need written request from participant
  - 87.1% of tax increment collected
  - Infrastructure reimbursement
- **Mitigation payments to Jordan School District and Salt Lake County - \$106K**
- **Affordable housing contribution - \$16K (10%)**
- **South Valley Sewer agreement**
  - Funds available beginning in FY2031
  - Total estimate - \$1 million (agreement for \$3 million)

- *All entities participate through fiscal year 2039*
- *Assumption - No increase to taxable marginal value*
- *No HCFSA participation*



Questions?

