

DOWNTOWN DEVELOPMENT AUTHORITY
GOALS, ACCOMPLISHMENTS AND ACTIVITY REPORTS

FISCAL YEAR JUNE 30, 2020

The Board of Directors of the Downtown Development Authority will continue to focus on the development of an area community performing arts center to serve the district and area communities including the Grosse Pointes, Detroit, Harper Woods and the City of St Clair Shores. The current budget reflects this goal and of \$ 106,000 expected captured funds are allocated towards the continued landscaping and maintenance of the district's right of way areas along with the continued financial support to facilitate the construction of a center for the performing arts.

ACCOMPLISHMENTS OF DOWNTOWN DEVELOPMENT AUTHORITY

The Authority was established in 1986 and subsequently amended in 2012 to extend its tax increment finance plan through 2028. Accomplishments have included:

Acquisition and re development the Jefferson Ave business district which resulted in the construction of numerous office buildings located along Jefferson including developments at Barrington , Pemberton, and Nottingham. Further project developments include the Jefferson Ave condominiums, the construction of the Grosse Pointe Public Ewald Library branch, the construction of the Jefferson Ave boulevard and the construction of the Jefferson Ave landscape park located along Jefferson between Lakepointe and Maryland.

In fiscal 2019, the Authority collected a total of \$ 102,000 in captured taxes. This is a result of the districts initial tax base \$ 1,965,600 growing to a taxable value in 2019 of \$ 6,022,100. These funds were derived from the following government units. Wayne County \$ 31,700, City of Grosse Pointe Park \$ 52,500, Wayne County Community College \$ 13,000, Huron Clinton Metropolitan Authority \$ 800 and the Wayne County Transit Authority of \$ 4,000. Expenditures consisted of \$ 27,000 for decorative landscape improvements and legal services of \$15,000.

FISCAL JUNE 30,2020 BUDGET AND REVIEW OF UNUSED RESERVES

Captured Tax Revenues	\$ 110,000
Expenditures:	
Contractual Services	
Administrative Fees -accounting -legal	10,000
Landscaping and maintenance	25,000
Performing Arts Center project imp.	<u>75,000</u>
Total Expenditures	\$ 110,000

Reserve accumulation and proposed uses:

All funds collected in the past five years have been expended. Currently, the authority has available at June 30, 2019 total unrestricted reserves of \$ 133,800. These funds will be expended within the upcoming twelve months for the purpose of establishing a center for the performing arts in connection with private resources.

Audited Financial Statements

The authority audited financial statements are incorporated with the City of Grosse Pointe Park 's annual audit report. The following reflects audited Statement of Net position and statement of activities of the authority for the fiscal year ending June 30, 2019:

City of Grosse Pointe Park, Michigan
Component Units
Statement of Net Position
June 30, 2019

	Downtown Development Authority	Tax Increment Finance Authority	Total
Assets			
Cash and cash equivalents	\$ -	\$ -	\$ -
Receivable		-	-
Due from other governmental units:			
Other Primary government	134,699	154,397	289,096
Capital assets (Note 4):			
Assets not being depreciated	<u>1,351,042</u>	<u>4,420,718</u>	<u>5,771,760</u>
Total assets	<u>1,485,741</u>	<u>4,575,115</u>	<u>6,060,856</u>
Liabilities			
Accounts payable	2,822	28,178	31,000
Due to other governmental units:			
Other Primary government	-	54,294	54,294
Accrued and other liabilities	<u>-</u>	<u>54,169</u>	<u>54,169</u>
Total liabilities	<u>2,822</u>	<u>136,641</u>	<u>139,463</u>
Net Position			
Net investment in capital assets	1,351,042	4,338,718	5,689,760
Unrestricted	<u>131,877</u>	<u>99,756</u>	<u>231,633</u>
Total net position	<u>\$ 1,482,919</u>	<u>\$ 4,438,474</u>	<u>\$ 5,921,393</u>

City of Grosse Pointe Park, Michigan
Component Units
Statement of Activities
Year Ended June 30, 2019

	Expenses	Net Expense and	Changes in Net Position	
		Downtown Development Authority	Tax Increment Finance Authority	Total
Downtown Development Authority - Public works	\$ -	\$ (41,965)	\$ -	\$ (41,965)
Tax Increment Finance Authority - Public works	-	-	(836,959)	(836,959)
Total governmental activities	<u>\$ -</u>	<u>(41,965)</u>	<u>(836,959)</u>	<u>(878,924)</u>
General revenue:				
Property taxes		102,314	798,659	900,973
Intergovernmental		-	-	-
Other revenue		-	47,373	47,373
Total general revenue		<u>102,314</u>	<u>846,032</u>	<u>948,346</u>
Change in Net Position		60,349	9,073	69,422
Other Financing Sources				
Transfers out			-	-
Net Position - Beginning of year		<u>1,422,570</u>	<u>4,429,401</u>	<u>5,851,971</u>
Net Position - End of year		<u>\$ 1,482,919</u>	<u>\$ 4,438,474</u>	<u>\$ 5,921,393</u>