

Economic Development Authority Fund

DESCRIPTION

The Hanover County Economic Development Authority (EDA) consists of seven members appointed by their respective Board member from each magisterial district in the County. The Industrial Development Authority was created by an ordinance adopted by the Board of Supervisors on August 30, 1967, and is a political subdivision of the Commonwealth of Virginia, but has no taxing authority. The General Assembly amended the Code in 2004 to allow the governing body of any jurisdiction to change the name of its Industrial Development Authority to an Economic Development Authority. The Board of Supervisors made the name change

on July 28, 2004. The EDA is empowered to, among other things, acquire, construct, improve, maintain, equip, own, lease, and dispose of various types of facilities, including facilities for use by the County, and to finance the same by issuance of revenue bonds. Though the powers of the EDA are legislatively broad, Hanover's EDA has primarily been used for the purpose of considering industrial revenue bond requests and assisting the County in lease revenue bonds. Revenue is generated from a management fee of 1/10 of 1% of all outstanding debt issued after 1996 from inducement resolutions approved by the EDA.

BUDGET SUMMARY

	FY10 Actual	FY11 Budget	FY12 Budget	FY11 to FY12
Expenditures				
Operating	\$ 258,422	\$ 264,080	\$ 256,190	(3.0%)
Total Expenditures	<u>\$ 258,422</u>	<u>\$ 264,080</u>	<u>\$ 256,190</u>	<u>(3.0%)</u>
Revenues				
Permits, Fees and Regulatory	\$ 191,405	\$ 184,080	\$ 176,190	(4.3%)
Prior Year Balance	71,463	80,000	80,000	0.0%
Transfer from General Fund	200,000	-	-	0.0%
Total Revenue	<u>\$ 462,868</u>	<u>\$ 264,080</u>	<u>\$ 256,190</u>	<u>(3.0%)</u>
			\$ 7,890	
Generated Revenue Percent	56.8%	100.0%	100.0%	
General Fund Percent	43.2%	0.0%	0.0%	

BUDGET HIGHLIGHTS

The FY12 budget includes the pass through funds that are used to support the Economic Development Department in the General

Fund. Revenues are down slightly because the outstanding debt upon which the EDA collects fees has decreased.

GOALS AND OBJECTIVES

The EDA intends to promptly service industrial revenue bond requests and, after a thorough study, make timely recommendations to the Board of Supervisors for their consideration.