

COUNTY OF



ALLEGHENY

RICH FITZGERALD
COUNTY EXECUTIVE

Industrial Development Authority
2023 Budget

ADOPTED

**ALLEGHENY COUNTY INDUSTRIAL DEVELOPMENT AUTHORITY
GENERAL FUND
2023 ADOPTED BUDGET**

	2022 Adopted Budget	2022 Projected Revenues/Costs	2023 Adopted Budget	Increase/ (Decrease)	Notes
Beginning Operating Reserve	\$ 418,365	\$ 447,686	\$ 326,342	\$ (92,023)	1
<u>REVENUES</u>					
Agenda Fees	\$ 500	\$ 1,500	\$ 500	\$ 0	2
Annual Fees: (Current)	115,076	108,323	111,573	(3,503)	3a
(Delinquent)	0	0	0	0	3b
Closing Fees	5,000	14,480	5,000	0	4
Project Fees	5,000	4,563	5,000	0	5
Interest Income	414	1,488	5,138	4,724	6
Other Income	1,000	0	1,000	0	7
Intergovernmental Transfer	75,000	79,018	0	(75,000)	8
TOTAL REVENUES	\$ 201,989	\$ 209,372	\$ 128,211	\$ (73,778)	
<u>EXPENSES</u>					
ACED Administrative Contract	\$ 200,000	\$ 200,000	\$ 200,000	\$ 0	9
Audit	6,800	10,394	7,500	700	10
Conference/Travel	1,000	0	1,000	0	11
Dues & Subscriptions	45	0	45	0	12
Employee Honesty Bond	600	550	600	0	13
Insurance	2,500	1,700	2,500	0	14
Legal	27,500	21,020	11,810	(15,690)	15
Legal Advertising	1,000	246	1,000	0	16
Meetings & Promotion	5,000	85	5,000	0	17
Furniture	2,000	0	3,000	1,000	18
Office Supplies	1,000	0	1,000	0	19
Miscellaneous	93,428	96,721	5,385	(88,043)	20
TOTAL EXPENSES	\$ 340,873	\$ 330,716	\$ 238,840	\$ (102,033)	
Excess (Deficit) Revenues Over Expenses	\$ (138,884)	\$ (121,344)	\$ (110,629)	\$ 28,255	
Ending Operating Reserve	\$ 279,481	\$ 326,342	\$ 215,714	\$ (63,767)	

**ALLEGHENY COUNTY INDUSTRIAL DEVELOPMENT AUTHORITY
GENERAL FUND
NOTES TO THE 2023 ADOPTED BUDGET**

1. BEGINNING OPERATING RESERVE

2022 Beginning Operating Reserve	\$ 447,686.30
Projected 2022 Revenue/(Deficit)	(121,343.88)
2023 Projected Beginning Operating Reserve	\$ 326,342.42

2. AGENDA FEES

Assume projection for 2023 is based on one new project @ \$500.00 per deal.	\$ 500.00
---	-----------

3. (a & b) ANNUAL FEES

See Schedule A.

2023 Total Annual Fees \$111,573.03

Redeemed during 2022:

The Carnegie Library (2010)	2022 Impact (\$6,000.00)
	Total (\$6,000.00)

New Bonds issued (or to be issued) in 2022:

Westinghouse Arts (2022) \$14,480,000.00	\$3,620.00
	Total \$3,620.00

2022 Impact (\$2,380.00)

4. CLOSING FEES

Using a conservative approach, it is estimated that there will be one (1) new bond issue for a total of \$5,000,000.00 with closing fees of \$5,000.00.

\$ 5,000.00

Closed in June 2022:

Westinghouse Arts (2022) \$14,480,000.00	\$14,480.00
	Total <u>\$14,480.00</u>

5. PROJECT FEES

Assume projection for 2023 is based on a fee of \$5,000.00 for one new deal.

\$ 5,000.00

**ALLEGHENY COUNTY INDUSTRIAL DEVELOPMENT AUTHORITY
GENERAL FUND
NOTES TO THE 2023 ADOPTED BUDGET**

6. INTEREST INCOME

2023 projected interest income was calculated below:

2022 Beginning Operating Reserve	\$ 326,342.42
Less: One-Half Administrative Fee	<u>(100,000.00)</u>
Balance	\$ 226,342.42
Percentage	2.27%
Projected 2023 interest	<u><u>\$ 5,137.97</u></u>

See Schedule B for detailed calculation of interest rate.

7. OTHER INCOME

\$ 1,000.00

Allowance for various undetermined revenues, such as fees for copies, that may be received throughout the year.

8. INTERGOVERNMENTAL TRANSFER

\$ 0

No intergovernmental transfers expected for 2023.

9. ADMINISTRATIVE FEE

\$ 200,000.00

Projection of the administrative contract fee for the Allegheny County Department of Economic Development.

10. AUDIT

Professional audit fees are typically contracted every three (3) years, however IDA extended it's current contract with Maher Duessel for an additional two years. In 2024 the authorities will issue another RFP for years 2024-2027.

<u>2023 Audit Fees (for YE 2022 audit)</u>	<u><u>\$ 7,500.00</u></u>
--	---------------------------

11. CONFERENCE/TRAVEL

\$ 1,000.00

Assume expenses for travel will not exceed \$1,000.00 in 2023. Examples of travel expenses include airfare, conference registration fees, food and lodging, for administrative support while conducting authority business.

12. DUES & SUBSCRIPTIONS

Assume annual dues and memberships will be collected as follows:

"Good Standing Certificate"	<u><u>\$ 45.00</u></u>
-----------------------------	------------------------

**ALLEGHENY COUNTY INDUSTRIAL DEVELOPMENT AUTHORITY
GENERAL FUND
NOTES TO THE 2023 ADOPTED BUDGET**

<p>13. <u>EMPLOYEE HONESTY BOND</u> 2023 crime insurance expense estimated at \$600.00.</p>	<p style="text-align: right;"><u>\$ 600.00</u></p>
<p>14. <u>INSURANCE</u> 2023 Director & Officer's insurance expense is estimated at \$2,500.00 Based on estimated total ACED authorities aggregate of \$15,000.00. (\$15,000 / 6 authorities) Each authority is invoiced separately.</p>	<p style="text-align: right;"><u>\$ 2,500.00</u></p>
<p>15. <u>LEGAL</u> Fees based on current Clark Hill, PLC contract: Based on estimated total FDC authorities aggregate of \$105,000.00.</p>	
Contracted amount (\$52,800 / 4)	\$ 10,560.00
Out-of-Pocket Expenses	1,250.00
Total Legal Fees 2023	<u>\$ 11,810.00</u>
<p>16. <u>LEGAL ADVERTISING</u> Budget includes cost to advertise the 2022 annual audited financial statements and any additional meetings which have to be advertised.</p> <p>2022 Legal Advertising consisted of a \$38.85 Sunshine Act Notice for January as well as \$207.50 for a Public Meeting Notice in October.</p>	<p style="text-align: right;"><u>\$ 1,000.00</u></p>
<p>17. <u>MEETINGS & PROMOTIONS</u> Assume expenses incurred to hold special meetings and any promotional items will not exceed \$5,000.00.</p>	<p style="text-align: right;"><u>\$ 5,000.00</u></p>
<p>18. <u>FURNITURE</u> Allowance for the purchase of items such as furniture, file cabinets, etc.</p>	<p style="text-align: right;"><u>\$ 3,000.00</u></p>
<p>19. <u>OFFICE SUPPLIES</u> Allowance for the purchase of general office supplies such as calculators, vouchers, computer software, etc.</p>	<p style="text-align: right;"><u>\$ 1,000.00</u></p>
<p>20. <u>MISCELLANEOUS</u> \$1,000 Allowance for postage, copies, etc. \$3,484.62 added for PNC online banking (Pinacle) \$900 added for QuickBooks</p> <p>2022 Miscellaneous consisted of \$320.99 in bank service charges, \$3,749.93 for 2 refrigerators, \$93,072.88 for cabling, masking, and audio visual, \$73.20 for plaques, and \$29.85 for notary log and ink, \$5.00 for change of address for state records, and \$1,169.64 for training expenses.</p>	<p style="text-align: right;"><u>\$ 5,384.62</u></p>

**ALLEGHENY COUNTY INDUSTRIAL DEVELOPMENT AUTHORITY
GENERAL FUND
2023 ANTICIPATED ANNUAL FEE SCHEDULE
SCHEDULE A**

DATE DUE	NAME	PROJECT NUMBER	BOND/NOTE AMOUNT	REDEMPTION DATE	ANNUAL FEE
11/01	UNION ELECTRIC	97-008	7,116,000.00	11/1/2027	\$1,779.00
06/01	WATSON INSTITUTE	01-002	16,000,000.00	5/1/2031	\$4,000.00
09/01	CARNEGIE MUSEUMS OF PITTSBURGH	02-005	24,000,000.00	8/1/2032	\$6,000.00
10/01	METPLAS, INC.	08-004	1,200,000.00	4/1/2024	\$300.00
07/01	PROPEL CHARTER SCHOOLS (Mult)	10-001	14,140,000.00	8/15/2031	\$3,535.00
07/01	THE WATSON INSTITUTE	10-003	15,000,000.00	8/1/2040	\$3,750.00
12/01	PREBYTERIAN SENIORCARE	10-005	19,250,000.00	1/1/2036	\$4,812.50
05/01	OAKLAND CATHOLIC HIGH SCHOOL	12-001	14,655,000.00	8/1/2042	\$3,663.75
08/01	US STEEL CORPORATION	12-002	24,995,000.00	12/1/2052	\$6,248.75
10/01	YMCA OF GREATER PITTSBURGH	12-003	30,200,000.00	10/31/2032	\$7,550.00
05/01	PROPEL CHARTER SCHOOLS	13-001	11,345,000.00	7/15/2038	\$2,836.25
02/01	THE NEIGHBORHOOD ACADEMY	14-001	3,200,000.00	9/1/2037	\$800.00
12/01	THE WATSON INSTITUTE	15-001	21,500,000.00	12/1/2045	\$5,375.00
08/01	JEWISH FEDERATION OF GREATER PGH	16-001	10,074,704.00	8/1/2026	\$2,518.68
12/01	JEWISH HOSPITAL & HOME FOR THE AGED	16-002	1,713,600.00	12/1/2023	\$428.40
10/01	YMCA OF GREATER PGH - (2012C)	17-002	7,000,000.00	10/31/2032	\$1,750.00
11/01	ST. JOSEPH HIGH SCHOOL	17-003	7,900,000.00	11/30/2047	\$1,975.00
10/01	US STEEL CORPORATION	19-001	92,630,000.00	5/1/2030	\$23,157.50
08/01	RESIDENTIAL RESOURCES	19-002	14,560,803.00	9/15/2029	\$3,640.20
07/22	CARNEGIE LIBRARY	21-001	5,610,000.00	7/21/2051	\$1,402.50
09/23	PITTSBURGH TECHNICAL COLLEGE	21-002	42,500,000.00	12/1/2050	\$11,375.00
11/30	URBAN ACADEMY SERIES (2021A & 2021B)	21-003A&B	12,515,000.00	6/15/2051	\$3,128.00
12/15	WESTINGHOUSE ARTS ACADEMY CHARTER SCHOOL	21-004	14,500,000.00	5/1/2032	\$3,625.00
12/31	PENN HILLS CHARTER SCHOOL SERIES	21-005	12,210,000.00	6/15/2056	\$3,052.50
06/01	WESTINGHOUSE ARTS ACADEMY CHARTER SCHOOL	22-001	14,480,000.00	5/1/2032	\$3,620.00
	ONE PROJECTED PROJECT	23-001			\$1,250.00
	(Estimated deal of \$5,000,000 x .00025)				
	TOTAL				\$111,573.03

