

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 (IDA) to an Economic Development Authority. The

Hanover County Board of Supervisors made the name change in Hanover at its meeting 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.

BUDGET SUMMARY

	FY06 Actual	FY07 Budget	FY08 Budget	FY07 to FY08
Expenditures				
Operating	\$ 2,756	\$ 176,816	\$ 5,600	(96.8%)
Total Expenditures	<u>\$ 2,756</u>	<u>\$ 176,816</u>	<u>\$ 5,600</u>	<u>(96.8%)</u>
Revenues				
Charges for Services	\$ 35,174	\$ 176,816	\$ -	-100%
Recovered Costs	-	-	5,600	100.0%
Total Revenue	<u>\$ 35,174</u>	<u>\$ 176,816</u>	<u>\$ 5,600</u>	<u>(96.8%)</u>
Generated Revenue Percent	100.0%	100.0%	100.0%	
General Fund Percent	0.0%	0.0%	0.0%	

Revenues are received principally from inducement resolutions approved by the EDA. The County collects a management fee of 1/10 of 1% of all outstanding debt issued after 1996.

BUDGET HIGHLIGHTS

The FY08 budget represents a maintenance level of funding.

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.