

## 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

	<b>FY07 Actual</b>	<b>FY08 Budget</b>	<b>FY09 Budget</b>	<b>FY08 to FY09</b>
Expenditures				
Operating	\$ 190,953	\$ 5,600	\$ 195,955	3399.2%
Total Expenditures	<u>\$ 190,953</u>	<u>\$ 5,600</u>	<u>\$ 195,955</u>	<u>3399.2%</u>
Revenues				
Permits, Fees and Regulatory	\$ 205,315	\$ 5,600	\$ 195,955	3399.2%
Transfer from General Fund	25,000	-	-	0.0%
Total Revenue	<u>\$ 230,315</u>	<u>\$ 5,600</u>	<u>\$ 195,955</u>	<u>3399.2%</u>
Generated Revenue Percent	89.1%	100.0%	100.0%	
General Fund Percent	10.9%	0.0%	0.0%	

### BUDGET HIGHLIGHTS

In FY08 the adopted budget reflected only the amount of expenditures anticipated for use by the EDA and the supporting revenue. The pass through funds used to support the Economic Development Department were

appropriated directly to the General Fund. The FY08 budget was amended to reflect the funds passing through the Economic Development Authority fund. The FY09 budget also shows the pass through of funds.

### 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.