



District of Columbia

Unified Economic Development Report

FY 2015 Economic Development Incentives under the Mayor's Proposed Budget and Previously Authorized Expenditures

Office of the Chief Financial Officer

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- ▶ The report provides data on the cost of available economic development incentives in the Mayor's proposed FY 2015 budget and includes estimated foregone revenue from previously authorized tax expenditures.

- ▶ Each cost includes data on:
 - type of incentive
 - agency or fund
 - project location by ward (if specified)
 - recipient (if specified)

- ▶ The Unified Economic Development Budget Transparency and Accountability Act of 2010 mandated this report, requiring information on:
 - TIF & PILOT bonds
 - revenue bonds
 - grants
 - tax abatements and exemptions
 - tax credits
 - contracts for services (e.g., construction, reports, etc.)

Summary by Incentive Type



- ▶ Under the proposed budget, and including the estimated cost of tax expenditures, the District will spend approximately \$909 million on economic development incentives in FY 2015.

	Total Cost	Percentage of Total
Total	\$908,915,865	100%
Expenditures on Contracts ¹	559,129,766	61.5%
Grants	162,641,959	17.9%
Payment in Lieu of Taxes (PILOT) Financing	14,681,698	1.6%
Revenue Bonds ²	74,180,064	8.2%
Tax Abatements and Exemptions ³	35,841,828	3.9%
Tax Credits (District) ³	19,636,000	2.2%
Tax Increment Financing (TIF)	42,804,550	4.7%

Notes

1. Includes school and library capital projects.
2. Includes Ballpark, Convention Center and Housing Production Trust Fund bonds.
3. Estimate of total foregone revenue.

Summary by Agency



- ▶ DCPS is the agency projected to have the largest share of expenses (approximately \$403 M), to be used primarily for school renovations.

	None ¹	DCPL	DCPS	DHCD	DHCF	DMPED	DOES	DSLBD	FilmDC	Misc. Funds
Total Expenses	\$55.4	\$31.0	\$403.3	\$131.4	\$35.9	\$89.4	\$32.6	\$4.1	\$1.5	\$124.3
Expenditures on Contracts		31.0	403.3	16.0	35.9	71.2		1.5	0.2	
Grants				107.6		18.2	32.6	2.6	1.3	0.5
Land Price Subsidies										
PILOT Debt Service										14.7
Revenue Bonds Debt Service ²				7.8						66.4
Tax Abatements & Exemptions ³	35.8									
Tax Credits ³	19.6									
TIF Debt Service										42.8

Notes

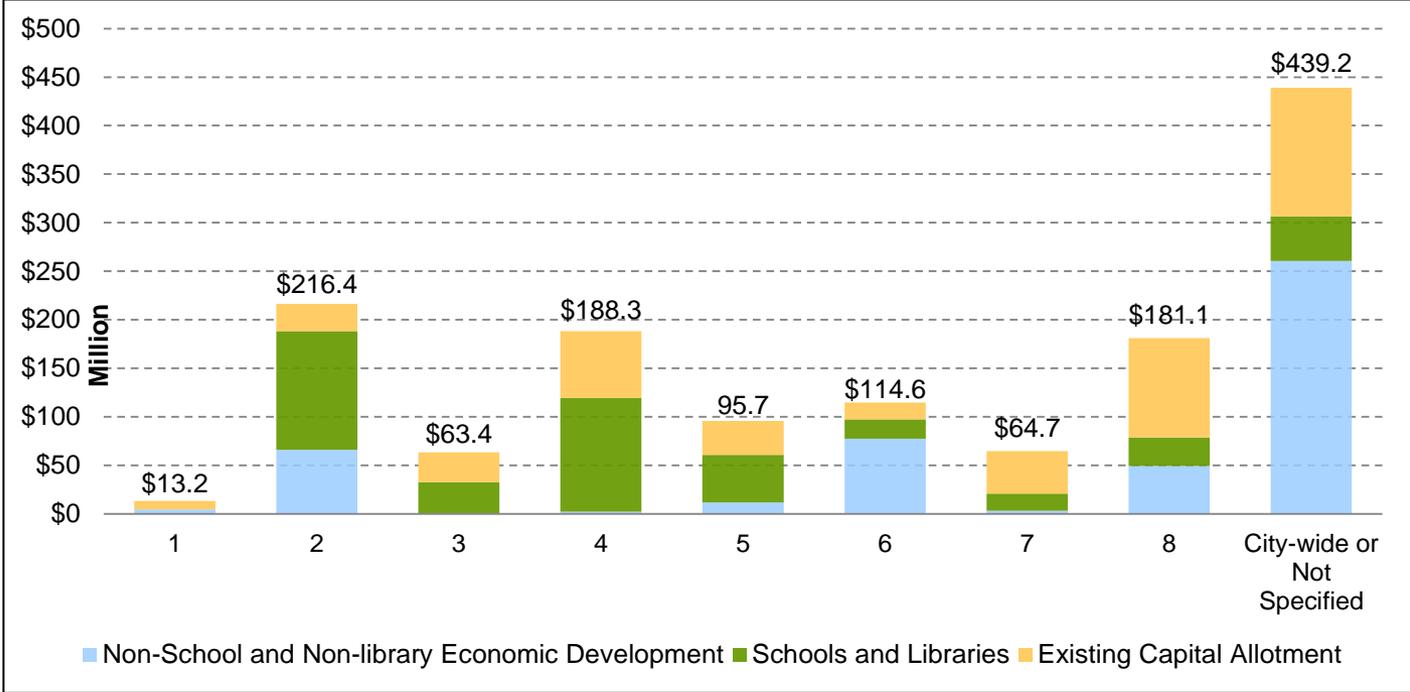
1. Tax expenditures not associated with any agency.
2. Includes Ballpark, Convention Center and Housing Production Trust Fund bonds.
3. Estimate of total foregone tax revenue.

Agency Key

DCPL – District of Columbia Public Library
 DCPS – District of Columbia Public Schools
 DHCD – Department of Housing and Community Development
 DHCF – Department of health Care Finance
 DMPED – Office of Deputy Mayor for Planning and Economic Development

DOES - Department of Employment Services
 DSLBD – Department of Small and Local Business Development
 Film DC – Office of Motion Picture and Television Development
 Misc. Funds – Agencies DT0, ES0, TX0 and TY0 in the District’s budget

Summary by Ward



- ▶ The chart above includes \$467.7 million of capital project allotments authorized in prior years, which may be spent in FY15, before or after.
- ▶ 68% (\$937 M) of total new proposed spending and capital allotments authorized in prior years is associated with specific wards.
- ▶ 32% (\$439 M) is proposed or available for city-wide initiatives or initiatives not associated with a specific ward.

Largest Expenses in Each Ward



FY15 Proposed Amounts Including Previously Authorized Capital Allotments

Ward 1

Bancroft Elementary Modernization \$ 6.5 M

Ward 2

Duke Ellington School modernization \$100.3 M

Ward 3

Hearst Elementary School modernization \$ 20.8 M

Ward 4

Roosevelt High School modernization \$111.0 M

Ward 5

Spingarn School modernization \$ 34.5 M

Ward 6

Ballpark Revenue debt service \$ 33.4 M

Ward 7

River Terrace Special Education Center \$ 37.2 M

Ward 8

New East End Medical Center \$ 55.9 M

Summary by Recipient



- ▶ The report does not summarize recipient data because authorization of grants and contracts to specific recipients is not part of the budget.
- ▶ For tax expenditures and debt previously authorized to specific recipients, the name of the recipient is included in the full report.



- ▶ Proposed economic development expenditures in the FY 2015 budget reflect a decrease of \$80 M, or 8%, over FY 2014.
- ▶ The decrease is primarily attributed to fewer contracts under DMPED.

% INCREASE (DECREASE)		FY15	FY14
(8%)	Total Expenses	\$908,915,865	\$988,961,701
(9%)	Expenditures on Contracts ¹	559,129,766	617,111,457
(6%)	Grants	162,641,959	172,406,658
(10%)	Payment In Lieu Of Taxes (PILOT) Financing	14,681,698	16,341,000
(0%)	Revenue Bonds Debt Service ²	74,180,064	74,412,714
8%	Tax Abatements & Exemptions ³	35,841,828	33,099,555
(21%)	Tax Credits ³	19,636,000	24,787,000
(16%)	Tax Increment Financing (TIF)	42,804,550	50,803,317

Notes
 1. Includes school and library capital projects.
 2. Includes Ballpark, Convention Center and Housing Production Trust Fund bonds.
 3. Estimate of total foregone revenue.



The complete Unified Economic Development Report on the Mayor's Proposed FY 2015 Budget can be accessed on the OCFO web site:
www.cfo.dc.gov/node/230922