

AES PILOT (Corrected)

2007 Collected:

County Tax	\$ 6,335,000		
Town Tax	\$ 1,415,000		
School ('06)	\$10,722,000		\$18,472,000
 SD	 \$ 936,000		 \$19,408,000

Totals

AES payments \$17,300,000
 for dist. - SD - 936,000
 _____ \$16,364,000 for distribution to County, Town & School.

Receipts under PILOT:		<u>Receipts from Tax</u>	<u>Deficit</u>
School @ 58.0	\$9,490,000	\$10,722,000	\$1,232,000
County @ 34.3	\$5,613,000	\$6,335,000	\$722,000
Town @ 7.7	\$1,260,000	\$1,415,000	\$155,000
	+ Fire tax		

Year II \$16,364,000
 - 500,000
 _____ \$15,864,000 payment under PILOT for distribution to County, Town & School

Receipts under PILOT:		<u>Receipts from Tax</u>	<u>Deficit</u>
School @ 58.0	\$9,201,000	\$10,722,000	\$1,521,000
County @ 34.3	\$5,380,000	\$6,335,000	\$955,000
Town @ 7.7	\$1,221,000	\$1,415,000	\$194,000

Year III \$16,364,000
 - 1,000,000
 _____ \$15,364,000 payment under PILOT for distribution to County, Town & School

Receipts under PILOT:		<u>Receipts from Tax</u>	<u>Deficit</u>
School @ 58.0	\$8,911,000	\$10,722,000	\$1,811,000
County @ 34.3	\$5,269,000	\$6,335,000	\$1,066,000
Town @ 7.7	\$1,269,000	\$1,415,000	\$232,000

Year IV \$16,364,000
 - 1,500,000
 \$14,864,000 payment under PILOT for distribution to County, Town & School

Receipts under PILOT:		<u>Receipts from Tax</u>	<u>Deficit</u>
School @ 58.0	\$8,621,000	\$10,722,000	\$2,101,000
County @ 34.3	\$5,037,000	\$6,335,000	\$1,298,000
Town @ 7.7	\$1,145,000	\$1,415,000	\$270,000

Year V - XII (8 Years)

School Loss - \$2,101/yr x 8 = \$16,808,000
 County Loss - \$1,298/yr x 8 = \$10,384,000
 Town Loss - \$270/year x 8 = \$2,160,000

Recapitulation:

Total Loss for duration of PILOT:

School:

Year 1 \$1,232,000
 Year 2 \$1,521,000
 Year 3 \$1,811,000
 Year 4 \$2,101,000
 Year 5-12 \$16,808,000
 Total \$23,473,000 - \$4,500,000 inflation

County:

Year 1 \$722,000
 Year 2 \$955,000
 Year 3 \$1,066,000
 Year 4 \$1,298,000
 Year 5-12 \$10,384,000
 Total \$14,425,000 - \$2,200,000 inflation

Town:

Year 1 \$155,000
 Year 2 \$194,000
 Year 3 \$232,000
 Year 4 \$270,000
 Year 5-12 \$2,160,000
 Total \$3,011,000 - \$800,000 inflation

\$7,500,000 loss due to inflation

\$23,473,000 - School
\$14,425,000 - County
\$ 3,011,000 - Town
\$40,909,000
\$ 7,500,000 - Inflation
\$48,409,000 - Total Loss

ASSUMPTIONS

1. Pro rata shares between County, Town and School are based upon same assessment - \$667,000,000 and taxes collected by those taxing jurisdictions in 2006 (School), 2007 (County and Town).
2. Those shares are not altered by agreement between three (3) taxing entities, and are based upon statutory mandate by law.
3. These numbers do not reflect any increase for inflation or other budgetary influences, which would increase the deficits considerably.
4. The Special District taxes which are deducted from the County, Town and School shares do not increase. If these taxes increase, the County, Town and School shares would decrease, increasing the deficit.
5. These numbers are based upon William Budde's estimates of tax revenues for Town and County in 2007. Actual numbers would be used to establish the pro rata shares as described in #1 above.
6. Tax exemptions using a PILOT are designed to forgive taxes on "value added" properties, not value deductions - value added PILOT's share increases in revenue, not deficits created by existing assessment.
7. The percentages used in this breakdown, 58% school, 34.3% County and 7.7% Town are assuming Special District revenues are not considered as revenue. If we add those in, the Town's percentage increases to 9.6%, School to 59.35% and County decreases to 31.15%. Thereby increasing the County deficit to \$19,760,000 over the 12-year term of the PILOT and increasing the Town's revenue by over 3 million dollars.