SALT LAKE COUNTY REDEVELOPMENT AGENCY

Annual Report

November 1, 2020



Overview of Project Areas

Active Project Areas

The Agency currently manages two active project areas:

- Magna Arbor Park Urban Renewal Area (URA)
- 2. Magna Main Street Community Development Area (CDA)

Other Related Areas and Activity

Commerce Park: The Agency also created the Magna Commerce Park Community Development Area by adopting a project area plan in 2016. Tax increment funding was never put in place. The property within the area is now within the boundaries of the Utah Inland Port Authority; that entity will guide the future development of the property. A map of this area appears at the end of this report on page 11.

Kearns Town Center: On August 9, 2016, the Governing Board of the Agency adopted a resolution designating a survey area for the proposed Kearns Community Campus Reinvestment Area. That same survey area was also declared, by resolution of the Kearns Metro Township Council adopted on October 8, 2018, the Kearns Town Center Economic Development Zone. The Agency has not yet formally adopted a community reinvestment project area plan in the survey area and has likewise not yet secured any tax increment funding for the proposed project area. A map of the survey area appears at the end of this report on page 12.

Magna West Main Street: On March 18, 2020, a 5.7 magnitude earthquake hit Salt Lake County; residents and businesses in Magna were found to be the closest to the epicenter. More than 2,000 aftershocks were recorded in the weeks following the initial earthquake. Sites absorbing the brunt of damage were quickly identified and assessed by the State Historic Preservation Office. This includes 24 buildings along Magna's Main Street, where damage was visible immediately following the disaster. As part of ongoing earthquake response across Salt Lake County, the Redevelopment Agency approved the transfer of \$569,835 on April 28, 2020, to create the Magna Main Street Revolving Loan Fund. This fund provides residents and businesses urgent access to resources to rebuild, repair, and restore their properties in the aftermath of the earthquake. The Agency has partnered with Preservation Utah to manage the fund and connect eligible businesses and residents with this designated aid relief. All structures in the project area on Main Street are eligible to apply. Funds can be used for restoration, rehabilitation, repair, acquisition, and project fees tied to earthquake damage on exteriors, as well as interiors.

The new Magna Main Street Revolving Loan Fund is possible due to the Magna West Main Street RDA Project Area, which was created in 1988 and triggered in 1997. While project area funds remained unspent for many years, a fund balance of \$569,835 remained after collection ended in 2017. Following local inquiries for support in recovering from the earthquake damage, the Agency was able to quickly take action to repurpose this money for immediate local benefit. A map of the surveyed earthquake damage along Magna Main Street appears at the end of this report on page 16.

RDA Interlocal Agreement (ILA) with the Town of Alta: On October 8, 2019, the Agency approved an ILA with the Town of Alta, who will grant the Agency the power and authority to accomplish the creation of a new community reinvestment project area within the Town of Alta. The Agency will be given all rights, powers, and privileges, and be paid project area funds to the same extent it would be if the project area were within its boundaries. The Agency has not yet formally adopted a community reinvestment project area plan, but the survey area was approved on February 11, 2020. The Agency has likewise not yet secured any tax increment funding for the proposed project area. A map of the proposed project area appears at the end of this report on page 13.

August 2020 Budget Adjustment for RDA Administrative Costs: In August 2020, a budget adjustment was presented and approved by the Agency Board to increase the Municipal Economic Development Coordinator position from a part-time (0.75 FTE) to full-time position (1.00 FTE). Part of this position's budget is paid from Agency administrative costs, as the position helps manage the day-to-day operations of the Agency.

EXECUTIVE SUMMARY OF ACTIVE PROJECT AREAS

Magna Main Street CDA

BASE YEAR	2012
TAX INCREMENT TRIGGER YEAR	2018
BASE YEAR VALUE	\$30,060,049
2019 ASSESSED VALUE	\$80,751,738
2019 TAX INCREMENT TO AGENCY	\$664,866
2019 HOUSING ALLOCATION COLLECTED	N/A

Magna Arbor Park URA

BASE YEAR	2008
TAX INCREMENT TRIGGER YEAR	2015
BASE YEAR VALUE	\$22,256,834
2019 ASSESSED VALUE	\$50,050,974
2019 TAX INCREMENT TO AGENCY	\$428,140
2019 HOUSING ALLOCATION COLLECTED	\$85,628

MAGNA MAIN STREET COMMUNITY DEVELOPMENT AREA

Overview

The Magna Main Street Community Development Area was created in 2013. The project area boundaries overlap the former Magna West Main Street Redevelopment Area, plus add some additional land that was not included in that former project area. This year (2020) will be the third year of tax increment collection in the new project area. The project area covers 132 acres. The tax increment collection period is ten years, with the Agency receiving 80% of tax increment during that time, while the remaining 20% is passed through to the taxing entities. Some taxing entities have instituted "caps" on tax increment, while others have not. Taxing entities that levy or impose a tax within the project area include Salt Lake County, Granite School District, Magna Water District, Jordan Valley Water Conservancy District, Salt Lake County Municipal Services District, Unified Fire Service Area, Salt Lake Valley Law Enforcement Service Area, and Salt Lake County Library Services. The primary benefit experienced, or expected to be experienced, by the participating taxing entities is increased property tax revenue due to increased assessed values. The most significant benefit to the taxing entities will be realized when tax increment collection by the Agency ends. At that point the taxing entities will receive property tax revenue based on the full assessed value in the project area. Until then, though, the taxing entities receive 20% of tax increment. It is anticipated that assessed values in the project area will experience significantly higher growth rates than other non-project-area portions of Salt Lake County. Pictures of Magna Main Street CDA appear on pages 15 below.

Assessment of Change in Marginal Value

Base Year Value	\$30,060,049
2019 Assessed Value	\$80,751,738
2020 Estimated Assessed Value	\$88,387,876
% Change Assessed Value (2019 to 2020)	9.45%
% Change Assessed Value (Base Year to 2020)	194%

The base year is 2012. The increase in assessed value is attributable primarily to new construction in the project area, including the Oquirrh Hills Apartments.

Project Area Funds - Historical Collections

Tax Year		Tax Increment Received by the Agency	Budget/Forecasted	Difference (Actual less forecasted)
	2018	\$522,628	\$312,882	\$209,746
	2019	\$664,866	\$330,070	\$334,796
(Estimated)	2020	\$698,109	\$347,713	\$350,396

Current and Anticipated Project Area Development

In 2014, the Agency entered into a Tax Increment Reimbursement Agreement with Oquirrh Hills Apartments, LLC, relating to the construction of a 288-unit market-rate apartment complex. The Agency agreed to reimburse the developer, via payment to the developer's manager, for up to \$850,000 in eligible project development costs, in order to make the project financially viable. Eligible costs for reimbursement are described in the agreement, but in general include site remediation, secondary water improvements, and landscaping improvements and upgrades. Because the area has outperformed its initial projections, the reimbursement cap was reached using increment generated in the 2019 tax year. All new TIF generated, outside of administrative fees, will be available to the Agency for redevelopment purposes. Photos of the Oquirrh Hills apartments appear on page 14 below.

The current status of the project area is as follows:

Total Developed Acreage	89.51
Total Undeveloped Acreage	41.56
Percent of Residential Development (acres)	56%
Total Number of Housing Units	673

Project Area Funds - Current/Estimated

The project area triggered in 2018, meaning last year was the second year of tax increment collection from the project area. The Agency received tax increment in the amount of \$664,866 for the tax year 2019. It is estimated that the Agency will collect \$698,109 of tax increment for the 2020 tax year.

Project Area Map



SALT LAKE COUNTY REDEVELOPMENT AGENCY

2020 Annual Report

Project Area Budget (Magna Main Street CDA)

Taxable Value														
Project Year	0	1	2	3	4	5	6	7	R	9	10			
Increment Year				1	2	3	4	5	6	7	10	11 9	12	
Investment		so	\$4,950,277	\$2,790,278	\$11,455,664	\$1,132,000	\$1,158,015	\$1,184,629	\$1,211,854	\$1,239,704			10	
Incremental Value		SO	\$4,950,277	\$7,740,555	\$19,196,220	\$20,328,220	\$21,486,235	\$22,670,864	\$23,882,718	\$25,122,422	\$1,268,195	\$1,297,340	\$1,327,156	
Total Value	530,060,049	\$30,060,049	\$35,010,326	\$37,800,604	\$49,256,269	\$50,388,269	\$51,546,284	552,730,913	\$53,942,767	\$55,122,422	\$26,390,617 \$56,450,666	\$27,687,957 \$57,748,006	\$29,015,113 \$59,075,162	
									Maria Maria Maria	333,102,471	330,430,000	337,746,006	339,073,162	MISTERNA
Projected Total Tax Increment										ALTERNATION STATE OF THE PARTY OF	STATE OF THE PARTY OF	NAME OF TAXABLE PARTY OF TAXABLE PARTY.		CHOCK PACK
Year	2012*	2013	2014	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024	Total
Project Year		1	2	3	4	5	6	7	8	9	10	11	12	
Increment Year				1	2	3	4	5	6	7	8	9	10	
Salt Lake County	\$ 83,958		\$	23,023 3	53,615 \$	56,777 \$		63,320 \$	66,704 \$	70,167 S	73,709 \$	77,332 \$	81,039	\$ 624,2
Granite School District	\$ 215,410		\$,	137,560 \$	145,672 \$		162,459 \$	171,144 \$	180,027 \$	189,115 \$	198,412 \$	207,922	\$ 1,501,7
Magna Mosquito Abatement Dist.	5 1,623		\$	418 \$	1,037 \$	1,098 \$	1,160 \$	1,224 \$	1,290 \$	1,357 S	1,425 \$	1.495 S	1,567	
Jordan Valley Water Conservancy District	\$ 13,317		\$	3,429 \$	8,504 \$	9,005 \$	9,518 \$	10,043 \$	10,580 \$	11,129 \$	11,691 S	12,266 5		\$ 99,0
Magna Water District	\$ 90,691		\$	23,353 \$	57,915 \$	61,330 \$	64,824 \$	68,398 \$	72,054 \$	75,794 S	79,620 S	83,535 \$		
Central Utah Water Conservancy District	\$ 13,677		5	3,522 \$	8,734 \$	9,249 \$	9,776 \$	10,315 \$	10,867 \$	11,431 S	12,008 S	12,598 \$	13,202	
St. Co Special Services District #1	\$ -		\$	-	- \$	- \$	- \$	- \$	- \$	- S	- s	- s		\$
St. Co. Municipal Services District	\$ 2,255		\$	204 9	1,440 \$	1,525 \$	1,611 \$	1,700 \$	1,791 \$	1,884 S	1,979 S	2.077 \$	2,176	\$ 16,7
SL Valley Fire Service Area	\$ 62,495		\$	16,093 \$	39,909 \$	42,262 \$	44,670 \$	47,133 S	49,652 \$	52,230 \$	54,866 S	57,563 \$	60,322	
St. Valley Law Enforcement Service Area	\$ 60,090			15,473 \$	38,373 \$	40,536 \$	42,951 \$	45,319 S	47,742 S	50,220 \$	52,755 S	55,348 \$		\$ 446,8
SL Co. Library	\$ 18,848		\$	4,853 \$	12,036 \$	12,746 \$	13,472 \$	14,215 \$	14,974 \$	15,752 S	16,547 S	17,360 S		\$ 140,1
Total	5 562,363	icterium ni novem novem	s	144,810 \$	359,123 \$	380,300 \$	401,964 \$	424,127 \$	446,798 \$	469,990 S	493,716 \$	517,986 \$		5 4,181,6
Projected Pass Through														STEPPENE
Project Year														
Increment Year														
Salt Lake County														
Granite School District			\$.,	10,723 \$	11,355 \$		12,664 \$	13,341 \$	14,033 \$	14,742 \$	15,466 \$	16,208	\$ 124,8
Magna Mosquito Abatement Dist.			\$	mayor. Y	27,512 \$	29,134 \$		32,492 \$	34,229 \$	36,005 \$	37,823 \$	39,682 \$	41,584	\$ 320,3
Jordan Valley Water Conservancy District			3	418 \$	1,037 \$	1,098 \$	-,	1,224 \$	1,290 \$	1,357 \$	1,425 \$	1,495 \$	1,567	\$ 12,0
Magna Water District			5	686 \$	1,701 \$	1,801 \$		2,009 \$	2,116 \$	2,226 \$	2,338 \$	2,453 \$	2,571	5 19,8
Central Utah Water Conservancy District			s	4,671 \$	11,583 \$	12,266 \$		13,680 \$	14,411 \$	15,159 \$	15,924 \$	16,707 \$	17,508	\$ 134,8
SL Co Special Services District #1			5	3,522 \$	8,734 \$	9,249 \$		10,315 \$	10,867 \$	11,431 \$	12,008 \$	12,598 \$	13,202	\$ 101,7
SL Co. Municipal Services District			5	- \$	- \$	- \$	- \$	- \$	- \$	- \$	- \$	- \$		5 .
St. Valley Fire Service Area			s	220 4	288 \$	305 \$		340 \$	358 \$	377 \$	396 \$	415 \$	435	\$ 3,3.
St. Valley Law Enforcement Service Area			\$	-, +	7,982 \$	8,452 \$		9,427 5	9,930 \$	10,446 \$	10,973 \$	11,513 \$	12,064	\$ 92,9
St. Co. Library			\$	3,095 \$	7,675 \$	8,127 \$		9,064 \$	9,548 \$	10,044 \$	10,551 \$	11,070 \$	11,600	\$ 89,30
Total			\$	971 \$	2,407 \$	2,549 \$		2,843 \$	2,995 \$	3,150 \$	3,309 \$	3,472 \$	3,638	\$ 28,0
TOTAL	ECONTORIO ANTORIO DE LA CONTORIO DE	WILLIAM DESIGNATION OF STREET	\$	32,114 \$	79,641 \$	84,338 \$	89,142 \$	94,057 \$	99,085 \$	104,228 \$	109,489 S	114,872 \$	120,378	\$ 927,3
Projected Increment to RDA						CONTRACTOR OF THE CONTRACTOR								
Projected increment to RDA Project Year														
Increment Year														
Salt Lake County														
Granite School District			\$	17,295 \$	42,892 \$	45,421 \$		50,656 \$	53,364 \$	56,134 \$	58,967 \$	61,866 \$	64,831	5 499,43
Magna Mosquito Abatement Dist.			\$	44,375 \$	110,048 \$	116,538 \$		129,968 \$	136,915 \$	144,022 \$	151,292 \$	158,730 \$	166,338	\$ 1,281,4
			5	- \$	- \$	- \$		- \$	- \$	- \$	- \$	- \$	0.00	\$.
Jordan Valley Water Conservancy District			\$	2,743 \$	6,803 \$	7,204 \$.,,	8,035 \$	8,464 \$	8,903 \$	9,353 \$	9,813 \$	10,283	\$ 79,2
Magna Water District			\$	18,683 \$	45,332 \$	49,064 \$		54,718 \$	57,643 \$	60,635 \$	63,696 \$	66,828 \$	70,031	\$ 539,4
Central Utah Water Conservancy District			\$	- \$	- \$	- \$	- \$	- \$	- \$	- \$	- \$	- \$		\$ -
SL Co Special Services District #1			\$	- \$	- \$	- \$	- \$	- \$	- \$	- \$	- \$	- \$		5 .
St. Co. Municipal Services District			\$	464 \$	1,152 \$	1,220 \$		1,360 \$	1,433 \$	1,507 \$	1,583 \$	1,661 \$	1,741	\$ 13,4
St Valley Fire Service Area			\$	12,874 \$	31,927 \$	33,810 \$		37,706 \$	39,722 \$	41,784 \$	43,893 \$	46,051 \$		\$ 371,7
SL Valley Law Enforcement Service Area			\$	12,379 \$	30,699 \$	32,509 \$		36,255 \$	38,193 \$	40,176 \$	42,204 \$	44,279 \$		\$ 357,4
SL Co. Library			5	3,883 \$	9,629 \$	10,197 \$		11,372 \$	11,980 \$	12,601 \$	13,238 \$	13,888 \$		\$ 112,1
Total			5	112,696 \$	279,482 \$	295,963 \$	312.822 \$	330,070 \$	347,713 \$	365,762 \$	384,226 S	403,115 \$	422,437	

Taxing Entity Participation

0.002793	80%	20%
0.007166	80%	20%
0.000054	0%	100%
0.000443	80%	20%
0.003017	80%	20%
0.000455	0%	100%
0	0%	100%
0.000075	80%	20%
0.002079	80%	20%
0.001999	80%	20%
0.000527	80%	20%
0.018708		
	0.007166 0.000054 0.000443 0.003017 0.000455 0.000075 0.002079 0.001999 0.000527	0.007166 80% 0.000054 0% 0.0000443 80% 0.000043 80% 0.003017 80% 0.000055 0% 0.000075 80% 0.002079 80% 0.002079 80% 0.001999 80% 0.0000527 80%

MAGNA ARBOR PARK URBAN RENEWAL AREA

Overview

The Agency created this project area in 2009 and adopted an amended project area budget and project area plan on October 2, 2012. The base year is 2008. The first year of tax increment collection was 2015. Tax increment will be collected for a period of 15 years under the project area budget. Taxing entities that levy or impose a tax within the project area include Salt Lake County, Granite School District, Jordan Valley Water Conservancy District, Magna Water District, Magna Mosquito Abatement District, Central Utah Water Conservancy District, Salt Lake County Municipal Services District, Unified Fire Service Area, Salt Lake Valley Law Enforcement Service Area, and Salt Lake County Library Services. Tax increment is allocated on a sliding scale over the life of the project area, as follows: Collection years 1-5: 90% to Agency, 10% to taxing entities; Collection years 6-10: 85% to Agency, 15% to taxing entities; Collection years 11-15: 80% to Agency, 20% to taxing entities. The primary benefit experienced, or expected to be experienced, by the participating taxing entities is increased property tax revenue due to increased assessed values. The most significant benefit to the taxing entities will be realized when tax increment collection by the Agency ends. At that point the taxing entities will receive property tax revenue based on the full assessed value in the project area. Until then, though, the taxing entities receive 10-20% of tax increment (with the range according to the schedule shown). It is anticipated that assessed values in the project area will experience significantly higher growth rates than other non-project-area portions of Salt Lake County.

Assessment of Change in Marginal Value

Base Year Value	\$22,256,834
2019 Assessed Value	\$50,050,974
2020 Estimated Assessed Value	\$51,744,309
% Change Assessed Value (2019 to 2020)	3.4%
% Change Assessed Value (Base Year to 2020)	132.5%

The base year is 2008. Since the base year, the growth in assessed value is primarily a result of the Arbor Park Associates development.

Project Area Funds - Historical Collection	Proje	t Area	Funds -	Historical	Collection
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Tax Year	Tax Increment Received by the Agency	Budget/Forecasted	Difference (Actual less forecasted)
2015	\$151,419	\$1 <i>55,77</i> 1	(\$4,352)
2016	\$214,467	\$176,041	\$38,426
2017	\$238,803	\$200,311	\$38,492
2018	\$296,878	\$222,581	\$74,297
2019	\$428,140	\$246,902	\$181,238
(Estimated) 2020	\$462,391	\$271,318	\$191,073

Current and Anticipated Project Area Development

In 2012, the Agency and Arbor Park Associates, L.C., entered into a Tax Increment Reimbursement Agreement under which the Agency agreed to reimburse the developer for up to \$2,000,000 of eligible project costs — including demolition and installation of infrastructure and site improvements for commercial, medical, institutional, medium-density housing, and office land uses. Reimbursement is conditional on the Agency receiving sufficient tax increment revenues and is also subordinate to the Agency administration fee (5%), the affordable housing allocation (20%), late taxes/fees, and a \$10,128 annual waterline replacement levy. In 2015, the Agency executed a \$250,000 Loan Agreement with Arbor Park Associates at a 3 percent interest rate over a five-year term to finance commercial building improvements for Alorica, an existing tenant in the project area. Repayment was completed this year. The developer's repayment obligations under the Loan Agreement are offset against any tax increment payments due from the Agency under the Tax Increment Reimbursement Agreement.

Photos of the Arbor Park project are included on page 17 below.

The current status of the project area is as follows:

Total Developed Acreage	31.54
Total Undeveloped Acreage	10.23
Percent of Residential Development	0%
Total Number of Housing Units	0

Project Area Funds - Current/Estimated

The Agency received tax increment in the amount of \$428,140 from the project area for the tax year 2019. The Agency estimates receiving tax increment in the amount of \$462,391 for the tax year 2020.

Project Area Map





In Conjunction with the Offices of Salt Lake County Assessor Salt Lake County Clerk Salt Lake County Council Salt Lake County Mayor Salt Lake County Heconder

Magna Arbor Park URA

The information depicted on this map is not field verified and is for oneral reference only. The information is not intended to be used to determine property ownership, final building and site design, jurisdictional boundaries, or to replace a certified topographical or boundary survey, or any other legal document. Prepared By The Office Of REID J. DEMMAN P.L.S. Salt Lake County Surveyor

2001 S. State N1 400 SLC, UT 84114-4575 385-468-8240 slco.org/surveyor



Project Area Budget

MAGNA/ARBOR PARK URBAN RENEWAL AREA Salt Lake County Redevelopment Agency Revised Final Budget 10/02/2012

Base Assessed Value	\$ 19,021,500
Projected New Investment	\$ 44,334,683
Projected Total new area value	\$ 63,356,183
Discount Rate for NPV	5%

		Equalized 2008 Base Tax (1/30/2012	Original 2008 Base Tax Amount (6/2009)	Difference
Taxing Entities:	Tax Rate:			
SL Co Municipal Services	0.000662	\$12,592	\$13,535	-\$943
Salt Lake County	0.001934	\$36,788	\$39,543	-\$2,756
Granite School District	0.005316	\$101,118	\$108,693	-\$7,574
Salt Lake Valley Fire Service Area	0.001566	\$29,788	\$32,019	-\$2,231
Jordan Valley Water Conservancy Dis	0.000384	\$7,304	\$7,851	-\$547
Magna Water Company	0.002309	\$43,921	\$47,211	-\$3,290
Magna Mosquito Abatement Dist.	0.000044	\$837	\$900	-\$63
Salt Lake County Library	0.000497	\$9,454	\$10,162	-\$708
Central Utah Water Conservancy Dist	0.000286	\$5,440	\$5,848	-\$407
Total	0.012998	\$247,241	\$265,761	-\$18,520

Pass-Through by Taxing Entity

	Total	Total
SL Co Municipal Services	\$ 44,930	\$ 227,447
Salt Lake County	\$ 131,261	\$ 664,475
Granite School District	\$ 360,798	\$ 1,826,447
Salt Lake Valley Fire Service Area	\$ 106,285	\$ 538,039
Jordan Valley Water Conservancy Dist	\$ 26,062	\$ 131,933
Magna Water Company	\$ 156,712	\$ 793,316
Magna Mosquito Abatement Dist.	\$ 2,986	\$ 15,117
Salt Lake County Library	\$ 33,732	\$ 170,757
Central Utah Water Conservancy Dist	\$ 19,411	\$ 98,263
Total	\$ 882,178	\$ 4,465,793

15 Year, 10% Pass-Through

	Total	
New investment	\$ 44,334,683	
Base tax	\$ 5,347,971	
TIF pass-through	\$ 882,178	
Affordable housing (20%)	\$ 893,159	
Administration (5%)	\$ 223,290	
TIF to project	\$ 3,122,946	
Total TIF	\$ 5,121,572	
Eligible Project Expenditures	\$ 12,184,625	

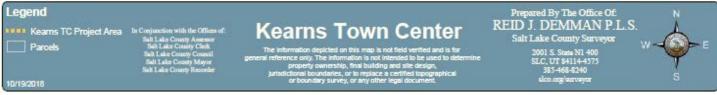
Map of Magna Commerce Park





Map of Kearns Town Center





Map of Proposed Project Area in the Town of Alta



Photos of Oquirrh Hills Apartments













Photos of Magna Main Street







Photos of Magna Earthquake Damage – March 18, 2020





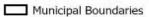


Map of Magna Main Street Earthquake Damage



Magna Metro Township Historic Building Earthquake Damage

Historic Building Damage - Magna



Data Source: Utah Division of State History



Photos of Arbor Park







