

OTHER BUDGET INFORMATION

Innovation / Venture Capital Fund FY 2015 Operating Position

The Innovation / Venture Capital Fund (IVCF) was established in FY 2007 as part of the General Gas Fund, with \$2 million in revenues from the City's natural gas operations. The fund was kept stable for the first two years, with interest earnings as additional revenue, and no expenditures.

A one-time deposit of \$440,000 was made upon a recapture of a terminated tax abatement agreement from National Semiconductor.

Beginning in FY 2013, the fund was made a stand-alone fund (Fund 3098), transferring it out of the General Gas Fund, and transferring in \$784,000 from the Park Performance Funds.

From FY 2009 through FY 2014, expenditures totaling \$3.279 million were made in support of various Chapter 380 agreements. These include, among others, a grant to Decorator's Warehouse, which is being paid back to the IVCF by recapturing sales taxes generated by the property, and to the East Lamar multi-family housing redevelopment project.

Other than interest earned, there is currently no recurring revenue source for this fund; however, when the Arlington Tomorrow Foundation reaches \$100 million in corpus, gas well funds will once again be available to be used for the IVCF.

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| Beginning Balance: | \$ 398,515 |
| Revenues: | |
| Gas Well Royalties | \$ 2,655,000 |
| Interest | 1,395 |
| Decorator's Warehouse repayment | <u>34,000</u> |
| Total Revenues | \$ 2,690,395 |
| Interfund Transfers: | |
| From General Gas Fund (for East Lamar development) | \$ 1,808,592 |
| From SWUF (for East Lamar development) | <u>400,000</u> |
| Total Interfund Transfers | \$ 2,208,592 |
| Expenditures: | |
| Texas Clinic Ch 380 Agreement | \$ 36,977 |
| Vought Ch 380 Agreement | 120,000 |
| MMJV Sapphire Ch 380 Agreement | 380,000 |
| Williams Sonoma Ch 380 Agreement | 50,000 |
| East Lamar development, from General Gas Fund | 1,808,592 |
| East Lamar development, from Storm Water Fund | <u>400,000</u> |
| Total Expenditures | \$ 2,795,569 |
| Ending Balance: | \$ 2,501,933 |
| Future Expenditures committed, Grand Total: | \$ 1,857,433 |