

## WARD PARKWAY CENTER COMMUNITY IMPROVEMENT DISTRICT

## FYE 4/30/2013 AMENDED BUDGET

## BUDGET MESSAGE:

The District and the Owner entered into a Construction and Financing Agreement under which the Owner advanced funds necessary for the District to move forward with the CID Improvements and services set forth in the Owner's Petition for Formation of the District in anticipation of bonds later being issued by The Industrial Development Authority of the City of Kansas City, Missouri (the "IDA Bonds"). The loan of such funds is represented by the Amended and Restated Community Improvements Sales Tax Revenue Note Series 2011 (the "Property Owner Note") issued by the District to the Owner dated as of May 18, 2011, and amended and restated as of December 1, 2011, in the principal amount of up to Twenty-Five Million Dollars (\$25,000,000). The payment of the Property Owner Note is subordinate to the repayment of the IDA Bonds as set forth in the Property Owner Note and the Trust Indenture with respect to the IDA Bonds.

The Industrial Development Authority of Kansas City, Missouri (the "IDA") issued sales tax revenue bonds dated December 2, 2011 in the principal amount of \$9,740,000 (the "IDA Bonds") (1) to finance or refinance the demolition and removal, renovation, reconstruction and/or rehabilitation of certain buildings and structures within the District, (2) to finance or refinance costs of formation of the District, and (3) to fund required reserves and pay related expenses incurred in connection with the issuance of the revenue bonds of the Authority proposed to be issued to provide funds for the foregoing purposes, all as provided for and to the extent permitted under Chapter 349 of the Revised Statutes of Missouri, as amended.

During FYE 4/30/2013, it is anticipated, as shown below, that there will be sufficient CID Sales Tax revenues to make the required IDA Bonds debt service payments. It is expected that the Property Owner will advance the funds necessary to pay for the District's estimated administrative costs, legal fees, and audit costs, and such funds will be reimbursable under the Property Owner Note. Based on the subordination of the Property Owner Note to the IDA Bonds, no CID Sales Tax revenues will be used during the fiscal year to make payments on the Property Owner Note.

		<u>FYE 4/30/2013*</u>	<u>FYE 4/30/2012 (as amended)*</u>	<u>FYE 4/30/2011</u>
<b>FUNDS AVAILABLE:</b>				
- Cash on Hand (Beginning of Fiscal Year)	\$	75,000.00	\$ -	NA
<b>ESTIMATED REVENUE**:</b>				
- Sales Tax (1.0% effective October 1, 2011)	\$	1,000,000.00	\$ 450,000.00	NA
- Advances by Property Owner under Property Owner Note	\$	13,000.00	\$ 13,000.00	NA
<b>TOTAL ESTIMATED FUNDS AVAILABLE &amp; REVENUE</b>	\$	<b>1,088,000.00</b>	<b>\$ 463,000.00</b>	<b>NA</b>
<b>ESTIMATED EXPENDITURES**:</b>				
- Administrative costs (e.g., insurance)***	\$	3,000.00	\$ 3,000.00	NA
- Legal fees***	\$	5,000.00	\$ 5,000.00	NA
- Audit***	\$	5,000.00	\$ 5,000.00	NA
- Principal and/or interest due on the IDA Bonds	\$	999,200.00	\$ 375,000.00	NA
- Principal and/or interest due on the Property Owner Note	\$	-	\$ -	NA
<b>TOTAL ESTIMATED EXPENDITURES:</b>	\$	<b>1,012,200.00</b>	<b>\$ 388,000.00</b>	<b>NA</b>
<b>FUNDS AVAILABLE:</b>				
- Cash on Hand End of Fiscal Year	\$	<b>75,800.00</b>	<b>\$ 75,000.00</b>	<b>NA</b>

\*Estimated values.

\*\*Excludes proceeds of the IDA Bonds to be held by the bond trustee and disbursed by the bond trustee to pay costs of the District's Project; Also excludes costs advanced by the Property Owner and repaid from the proceeds of the IDA Bonds.

\*\*\*Prior to the formation of the District, and between formation of the District and issuance of the IDA Bonds, the Property Owner advanced funds to the District to pay certain costs of the District's Project and to pay Formation and Operating Costs, which were repayable by the District under the Property Owner Note. Those advanced funds are being reimbursed to the Property Owner from the proceeds of the IDA Bonds, and this entry represents the Operating Costs of the District that may be advanced by the Property Owner under the Property Owner Note during the remainder of the current fiscal year after reimbursement from the proceeds of the IDA Bonds of the funds initially advanced by the Property Owner but repaid from bond proceeds.