



Commonwealth of Kentucky
Finance and Administration Cabinet
Department of Revenue
501 High Street
Frankfort, KY 40601
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Matthew G. Bevin
Governor

William M. Landrum III
Secretary

Daniel P. Bork
Commissioner

October 7, 2016

VIA FIRST CLASS MAIL

William Summers, Vice-Chairman
Louisville Arena Authority
One Arena Plaza
Louisville, KY 40202-1363

Re: Louisville Arena Authority TIF – 2015 Request

Dear Mr. Summers:

This letter is in response to the Louisville Arena Authority's request for Tax Increment Financing ("TIF") amounts arising from the Louisville Arena Project for calendar year 2015 (the "Request").

The incremental revenues for the 2015 calendar year have been calculated, based on the Request, as follows:

Withholding Taxes. No increment was claimed with respect to the withholding taxes, as Withholding Tax New Revenues did not exceed Withholding Tax Old Revenues.

Property Taxes. In working with the PVA office, the Department of Revenue was able to verify the following for 2015:

Property Tax New Revenues	\$ 2,277,174
Less Property Old Revenues	\$ 1,529,475
Subtotal:	\$ 747,699
Total (80% of Subtotal)	\$ 598,159

Sales Taxes. The Department was able to verify the following for 2015:

Sales Tax New Revenues	\$29,552,111.56
Less Sales Tax Old Revenues	<u>\$17,428,129.05</u>
Subtotal:	\$12,123,982.51
Total (80% of Subtotal)	\$9,699,186.01

As a result, two checks in the total amount of **\$10,297,345.01** are being processed and will be sent to you. If you have any questions, please do not hesitate to call me.

Sincerely,



Gary C. Morris
Executive Advisor
Office of the Commissioner
Finance & Administration Cabinet
Department of Revenue
501 High Street
Frankfort, KY. 40601
(502) – 564 - 0424

cc: Richard Dobson
David Gordon
Jennifer Stosberg
Steve Washing