



Steven L. Beshear
Governor

FINANCE AND ADMINISTRATION CABINET
DEPARTMENT OF REVENUE

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Thomas B. Miller
Commissioner

August 27, 2015

VIA FIRST CLASS MAIL

Louisville Arena Authority
c/o Justin Jokovich
One Arena Plaza
Louisville, KY 40202-1363

Re: Louisville Arena Authority TIF – 2014 Request

Dear Mr. Jokovich,

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 2014 (the “Request”).

The incremental revenues for the 2014 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 2014:

Property Tax New Revenues	\$ 2,245,288
Less Property Old Revenues	\$ 1,529,475
Subtotal:	\$ 715,813
Total (80% of Subtotal)	\$ 572,650

Sales Taxes. The Department was able to verify the following for 2014:

Sales Tax New Revenues	\$26,848,906.55
Less Sales Tax Old Revenues	<u>\$17,428,129.04</u>
Subtotal:	\$9,420,777.51
Total (80% of Subtotal)	\$7,536,622.00

As a result, two checks in the total amount of **\$8,109,272** 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

cc: Lori Flanery, Finance and Administration Cabinet
Robert Aldridge, Cabinet for Economic Development
Donald McDowell, Cabinet for Economic Development
Richard Dobson, Department of Revenue
Ricky Haven, Department of Revenue
David Gordon, Department of Revenue