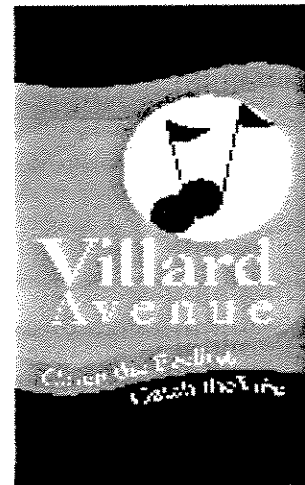
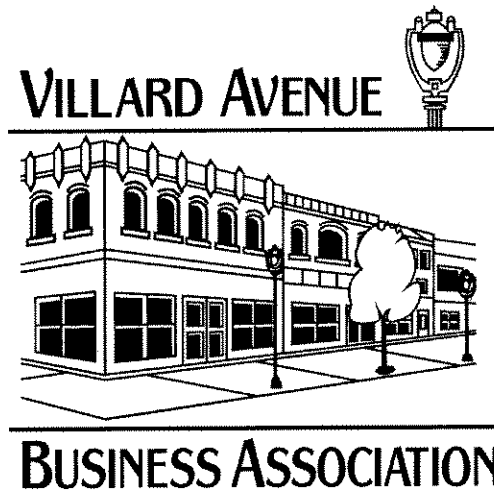


VILLARD AVENUE
BUSINESS IMPROVEMENT DISTRICT #19
2007 OPERATING PLAN



By: The Villard Avenue BID Board, the Villard Avenue Business Association
And the Northwest Side Community Development Corporation
For: The City of Milwaukee and
The Villard Avenue Property Owners

22 August 2006

WEST VILLARD AVENUE BUSINESS IMPROVEMENT DISTRICT #19 2006 OPERATING PLAN

I. INTRODUCTION

In 1984, the Wisconsin Legislature created Sec. 66.608 of the Statutes enabling cities to establish Business Improvement Districts (BIDS) upon the petition of at least one property owner within the proposed district. The purpose of the law is “. . .to allow businesses within those districts to develop, manage and promote the districts and to establish an assessment method to fund these activities.” Upon petition from property owners within the West Villard Avenue business district, the Common Council of the City of Milwaukee on September 23, 1997, by Resolution File Number 9707778 created BID No. 19 (West Villard Avenue) and adopted its initial operating plan.

Section 66.608 (3) (b), Wis. Stats. requires that a BID Board “shall annually consider and make changes to the operation plan . . .The board shall then submit the operating plan to the local legislative body for approval.” The Board of BID No. 19 (West Villard Avenue) submits this 2007 BID Operating Plan in fulfillment of the statutory requirement.

This plan proposes a continuation and expansion of the activities described in the initial July 1997 Operating Plan. Therefore, it incorporates by reference the earlier plan as adopted by the Common Council. In the interest of brevity, this plan emphasizes the elements which are required by Sec. 66.609, Wis. Stats. and the proposed changes for 2007. This plan does not repeat the background information, which is contained in the initial operating plan.

II. RELATIONSHIP TO MILWAUKEE COMPREHENSIVE PLAN AND ORDERLY DEVELOPMENT OF THE CITY

No changes in the District planning or zoning have occurred since adoption of the initial operating plan.

III. DISTRICT BOUNDARIES

Boundaries of the district, as shown on the map in Appendix A of this plan, are Villard Avenue from 29th Street on the East to 42nd Street on the West, 35th Street one half block on the South continuing Northeast until Rohr Avenue.

IV. PROPOSED OPERATING PLAN

A. Plan Objectives

The BID will be used to finance the business property owners' share of the cost of streetscape improvements. The objectives of this streetscaping project are as follows:

1. To improve the overall appearance and image of the street.
2. To enhance safety and security of the District.
3. To attract new businesses and increase private investment in the district.
4. To create an environment that will attract new customers and increase shopping in the area.

B. Proposed Activities

Principal activities to be undertaken by the BID during 2006 will include, but are not limited to the following:

1. *To improve the overall appearance and image of the street by:*
 - a. Encouraging design-sensitive renovations of the buildings within the District;
 - b. Providing maintenance and management of the streetscape improvements;

2. *To enhance the safety and security of the District by:*
 - a. Encouraging and supporting Safety Programs in the District including police protection,
 - b. Working with business and property owners of properties that are a nuisance,
 - c. Implement a committee to reinforce and govern Villard Ave. night life activities.

3. *To attract new businesses and increase private investment in the district by:*
 - a. Promoting private and public financing of District development activities;
 - b. Generating business recruitment leads and facilitating development within the BID in order to gain new businesses;
 - c. Creating and maintaining a Villard Avenue presence on the web with links to business resources; Using Federal resources through the Technology Opportunity Program to wire area businesses;
 - d. Developing a tool to identify properties to be targeted for renovation or redevelopment.

4. *To create an environment that will attract new customers and increase patronage in the district by:*
 - a. Maintaining communication with the property owners and businesses operators in the district regarding the design and implementation of BID activities.
 - b. Developing a marketing plan which includes strategies, media coverage, promotional materials and special events for district to increase customer traffic;
 - c. Providing information regarding business, site preparation and selection, and rehabilitation resources in order to strengthen existing and new businesses, and to improve the appearance of the businesses.
 - d. Review and revise the three-year strategic plan for the district.
 - e. Participating in the annual Villard Avenue Day Festival.

C. Principal Expenses

The principal expense of the district in 2007 shall be used to fund business technical assistance, maintenance projects, and streetscape. The BID #19 will contract with Northwest Side Community Development Corporation to manage proposed activities for the BID.

D. Payments

The loan amount after design changes approved by the BID was \$237,500.00, this is \$11,000 more than originally estimated. As a result the annual payment for years 2 through 15 are \$ 26,488.53. This payment maintains the original interest rate, and makes up for the "undersized" initial payment. Payments are to be made in January of each year.

E. Financing Method

The proposed expenditures will be financed from funds collected from the BID assessments. The estimated assessed value of BID-eligible properties within the District is \$15,334,900.

The BID Board will have the authority and responsibility to prioritize expenditures and to revise the district budget as necessary to match the funds actually available. Any funds unspent at the end of 2007 shall be carried over to 2008 and applied against future expenses.

V. METHOD OF ASSESSMENT

A. Assessment Rate and Method

As of August 18 2006, the property in the proposed district has a total estimated assessed value of over \$15 million. Parcels are assessed by the BID in proportion to each parcel's part of the total assessed value in the district. For example, 3526 West Villard Avenue is 0.0066% (\$706.20) of the total annual BID assessment of \$95,361.42.

B. Excluded and Exempt Property

The state BID law requires explicit consideration of certain classes of property. In compliance with the law, the following statements are provided:

1. Sec. 66.608 (1) (f): "The district may contain property used exclusively for manufacturing purposes, as well as properties used in part of manufacturing. These properties will be assessed according to the method set forth in this plan because it is assumed that they will benefit from development in the district."
2. Sec. 66.608 (5) (a): "Property known to be used exclusively for residential purposes will not be assessed. Such properties are identified as BID Exempt Properties in Appendix B, as revised each year."

In accordance with the interpretation of the City Attorney regarding Sec. 66.608 (1) (b), Wis. Stats. property exempt from general real estate taxes has been excluded from the district. Privately owned tax exempted property which is expected to benefit from district activities may be asked to make a financial contribution on a voluntary basis.

C. Remediation Payments

If for any reason a property within the BID is assessed in error. The BID Board approves of the following activities to repay BID tax funds;

1. Remit funds to property owners and /or the City of Milwaukee.
2. Remove and correct erroneous BID assessment from tax bill and relieve property owner of any accrued penalties.
3. Return BID funds to the City Treasurers Office.

VI. CITY ROLE IN DISTRICT OPERATION

The City of Milwaukee has committed to helping private property owners in the district promote its development. To this end, the City has played a significant role in the creation of the BID and in the implementation of its operating plan. In particular, the City will continue to:

- A. Provide technical assistance to the proponents of the district through adoption of the operating plan and provide assistance as appropriate thereafter.
- B. Monitor and, when appropriate, apply for outside funds, which could be used in support of the district.
- C. Collect BID assessments; maintain the BID assessments in a segregated account; and disburse the BID assessments to the district.
- D. Receive annual audits as required per Sec. 66.608 (3) of the BID law.
- E. On or before June 1st of each plan year, provide the Board, through the Tax Commissioner's Office, with the official City records on the assessed value of each tax key number within the district as of January 1st of each plan year for the purpose of calculating the BID assessments.
- F. Encourage the State of Wisconsin, Milwaukee County and other units of government to support the activities of the district.

VII. BUSINESS IMPROVEMENT DISTRICT NO. 19 BOARD OF DIRECTORS

The Board's primary responsibility will be the implementation of this operating plan. The current BID No. 19 Board of Directors is comprised as follows:

- Tom Dienhart, Chairman
Property Owner, Business owner of Marine Land Pet Store
- Rita Warford, Vice Chairwoman
Business owner of Sew What?
- Michelle Spicer, Secretary
Operational Supervisor, Continental Savings Bank
- Peggy Mier, Treasurer
Bank Branch Manager, Wells Fargo
- Charles Belin, Board Member
Property owner, Business owner of Villard Avenue Washer & Dryer
- Yvonne Ali, Board Member
Property Owner, Business owner of Agape Theater
- Sandra Renfro, Board Member - Pending
Business owner of Sista ' Sista '

VIII. VILLARD AVENUE BUSINESS ASSOCIATION

The BID shall be a separate entity from the Villard Avenue Business Association notwithstanding the fact that members, officers, and directors of each may be shared. The Association shall remain a private organization, not subject to the open meeting law and not subject to the public records law except for its records generated in connection with the BID Board. In accordance with this plan, the Association may contract with the BID to provide services to the BID.

IX. FUTURE YEARS' OPERATING PLANS

It is anticipated that the BID will continue to revise and develop the operating plan annually in response to changing development needs and opportunities in the district, in accordance with the purposes and objectives defined in this operating plan.

Section 66.608 (3) (a) of the BID law requires the BID Board and the City to annually review and make changes as appropriate in the operating plan. Therefore, while this documents outlines in general terms the complete development project, it focuses upon 2006 activities. Information on specific assessed values, budget amounts, and assessment amounts are based on 2003 conditions. Greater detail about subsequent years' activities will be provided in the required annual plan updates. Approval by the Common Council of such operating plan updates shall be conclusive evidence of compliance with this operating plan and the BID law. In later years, the BID operating plan will continue to apply the assessment formula, as adjusted, to raise funds to meet the next annual budget. The method of assessing shall not be materially altered, except with the consent of the City of Milwaukee.

X. AMENDMENT, SEVERABILITY, AND EXPANSION

The BID has been created under the authority of Section 66.608 of the Statutes of the State of Wisconsin. Should any court find any portion of this statute invalid or unconstitutional, a decision will not invalidate or terminate the BID and this BID operating plan shall be amended to conform to the law without need of re-establishment. Should the legislature amend the statute to narrow or broaden the process of a BID so as to exclude or include as assessable properties of certain class or classes of properties, then this BID operating plan may be amended by the Common Council of the City of Milwaukee as and when it conducts its annual review and approval of the operating plan and without necessity to undertake any other act. This is specifically authorized under Sec. 66.608 (3) (b), Wis. Stats.

As an appointed member of the Villard Avenue Business Improvement District #19 Board, I hereby approve the Year 2007 Operating Plan as written above.

BOARD SIGNATURES:

DATE:

Tom Dienhart, Chairman

Property Owner, Business Owner of Marine Land Pet Store



8-22-06

Mrs. Rita Warford, Vice Chairwoman

Business Owner, Sew What?



8/21/06

Michelle Spicer, Secretary

Operational Supervisor, Continental Saving Bank



8/21/06

Peggy Mier, Treasurer

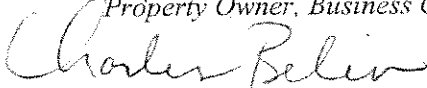
Bank Branch Manager, Wells Fargo Bank



8-21-06

Charles Belin, Board Member

Property Owner, Business Owner of Villard Avenue Washer & Dryer



8/22/06

Pastor Sandra Renfro, Board Member

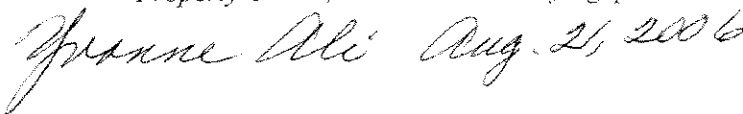
Business Owner of Sista' Sista'



8/21/06

Ms. Yvonne Ali, Board Member

Property Owner, Business Owner of Agape Theater



Villard Avenue BID#19	
	2007 Budget
ADMINISTRATIVE SERVICES	
Debt Service	
Loan Repayment-Principal and Interest	26,488.53
Contractual Services	
Staff Support	15,000.00
Accounting Services	
2004 Audit	3,500.00
General Expenses	
Postage & Copies	1,000.00
Utilities	1,000.00
Landscaping	5,000.00
Street Upkeep	6,000.00
PROGRAM ACTIVITIES	
Marketing/Advertising	5,000.00
Contingency Fund	
Villard Events	10,000.00
Action Award / Business Assistance	15,000.00
Reserve	7,372.89
TOTAL Proposed Budget for 2007	95,361.42