

FISCAL IMPACT STATEMENT

DATE: March 23, 2026
FROM (Dept.): Mayor's Office
CONTACT: Justin Elicker, Mayor **PHONE** 203-946-8200

SUBMISSION ITEM (Title of Legislation):

ORDER OF THE NEW HAVEN BOARD OF ALDERS ACCEPTING VOLUNTARY PAYMENTS FROM YALE UNIVERSITY IN A MANNER CONSISTENT WITH A LETTER FROM MAURIE D. MCINNIS, PRESIDENT OF YALE UNIVERSITY DATED MARCH 6, 2026

List Cost: Describe in as much detail as possible both personnel and non-personnel costs; general, capital or special funds; and source of funds currently budgeted for this purpose.

GENERAL FUND	SPECIAL FUNDS	BOND FUNDING	CAPITAL/LINE ITEM/DEPT/ACT/OBJ CODE
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A. Personnel

- 1. Initial start up
- 2. One-time
- 3. Annual SEE BELOW

B. Non-personnel

- 1. Initial start up
- 2. One-time
- 3. Annual

List Revenues: Will this item result in any revenues for the City? If Yes, please list amount and type.

NO
YES

- 1. One-time
- 2. Annual See below

Other Comments: The Order concerns voluntary payments as articulated in the letter by President of Yale University, Maurie McInnis . The letter contains more complete details as they relate to the commitment to continue current payments (the Fire Service Payment) and the new schedule of projected annual payments considered the annual voluntary payments. The chart below is excerpted from the letter, with the recognition that the Fire Service payment is estimated as it is calculated annually as per formula set forth in the 1990 Agreement.

In addition to the payments above, the letter includes a renewed commitment by Yale to make an additional voluntary payment in the event Yale acquires and converts real property to exempt status over the. This additional voluntary payment will continue to be the amount equal to 100% of the property tax amount for three years, and then at a sliding scale reducing the additional voluntary payment from year four through year 12.

Exhibit A

<u>Fiscal Year</u>	<u>Estimated Fire Services Per 1990 Agreement</u>	<u>Total Non-Fire Services Payment</u>	<u>Total Payment Excluding Voluntary Real Estate Taxes</u>
2027	\$4,338,427	\$25,545,000	\$29,883,427
2028	\$4,504,107	\$26,183,625	\$30,687,732
2029	\$4,676,114	\$26,838,216	\$31,514,330
2030	\$4,854,690	\$27,509,171	\$32,363,861
2031	\$5,040,085	\$28,196,900	\$33,236,986
2032	\$5,232,561	\$28,196,900	\$33,429,461
2033	\$5,432,387	\$28,196,900	\$33,629,287
Total Voluntary Payment Commitment for Fiscal Years 2027 - 2033			\$224,745,085
One-Time Voluntary Payment to be Paid in Fiscal Year 2026			\$8,000,000
Total Voluntary Payment Commitment Announced March, 2026			\$232,745,085

Exhibit B

Schedule for voluntary property tax payments for newly tax-exempt properties

Year beginning with first voluntary payment following conversion in use to tax-exempt purpose	Voluntary payment is equal to property tax amount at time of conversion times this percentage
1	100%
2	100%
3	100%
4	90%
5	80%
6	70%
7	60%
8	50%
9	40%
10	30%
11	20%
12	10%
13 and subsequent years	0%