



AGENDA MEMORANDUM

Action item for the North Padre Island Development Corporation Meeting of August 27, 2019

DATE: August 8, 2019

TO: Peter Zanoni, City Manager

FROM: Arlene Medrano, Business Liaison
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North Padre Island Development Corporation Annual Meeting

CAPTION:

Annual meeting of the North Padre Island Development Corporation.

SUMMARY:

This is the annual meeting of the North Padre Island Development Corporation (NPIDC). The NPIDC must have at least one annual meeting, and the NPIDC investment policy must be approved annually. The NPIDC is also required to approve TIF #2 expenditures and will therefore review the FY2020 budget presented here.

BACKGROUND AND FINDINGS:

Items for this meeting include:

- July 23, 2019 Special Meeting Minutes for approval
- Election of Officers
- Treasurer's Report
- Resolution approving the annual adoption of NPIDC investment policies
- Motion to approve the FY2020 TIF #2 Budget

The NPIDC is a local government corporation. The NPIDC issued the bonds for the Packery Channel Project. To repay the bonds, the NPIDC receives the tax increment funds from the TIRZ #2 and the City. The NPIDC manages the funds and uses them to repay the bonds and other obligations, to cover administrative expenses of the TIRZ #2, and for other approved TIRZ #2 projects consistent with the project plan. NPIDC action is *required* to approve expenditures.

ALTERNATIVES:

In order to participate in TexPool (which is a local government pool utilized by the City of Corpus Christi), the NPIDC is required to adopt by resolution both a written investment policy and an investment strategy (pursuant to Texas Government Code, Chapter 2256).

Approval of this item is needed to adhere to this requirement. Since the City of Corpus Christi currently adopts an annual Investment Policy – that includes a section on investment strategy – it is recommended that NPIDC approve the City’s Investment Policy by resolution.

FISCAL IMPACT:

The FY2020 TIRZ #2 Budget is budgeted in the Special Revenue Fund 1111 (Padre Island), also known as TIF #2. Revenue for this fund is derived from the Tax Increment Reinvestment Zone Number Two (TIRZ #2), Corpus Christi, as is a contributing partnership between the City of Corpus Christi, Nueces County and the Hospital District. Total proposed revenue for FY2020 is \$4,847,217. Total proposed expenditures are \$10,728,544. Closing balance is proposed to be \$8,265,848.

FUNDING DETAIL:

Fund: 1111 Reinvestment Zone #2 (TIF #2)
Organization/Activity: All
Mission Element: 707 Economic Development
Project # (CIP Only): N/A
Account: All

RECOMMENDATION:

Staff recommends approving all items as presented in the NPIDC Agenda.

LIST OF SUPPORTING DOCUMENTS:

Meeting Agenda
July 23, 2019 Special Meeting Minutes
Treasurer’s Report
Resolution- Investment Policy and Investment Strategy
Motion- FY2020 TIF #2 Budget