



AGENDA MEMORANDUM

Corpus Christi Tax Increment Reinvestment Zone #3 Meeting 9/27/2016

DATE: September 21, 2016

TO: President and Honorable Board Members,
Corpus Christi Tax Increment Reinvestment Zone #3

THROUGH: Margie C. Rose, City Manager

FROM: Alyssa M. Barrera, Business Liaison
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Interlocal Cooperation with Corpus Christi Downtown Management District

CAPTION:

Motion approving an Interlocal Cooperation Agreement between Corpus Christi Tax Increment Reinvestment Zone #3 and the Corpus Christi Downtown Management District (DMD) to encourage the redevelopment of the Corpus Christi Increment Reinvestment Zone #3 (Zone) in the amount of \$330,000.

PURPOSE:

The purpose of this item is to approve an agreement with the DMD for expanded services in the Zone.

BACKGROUND AND FINDINGS:

On July 26, 2016 the DMD's Executive Director made a presentation to the Board proposing an expansion of the DMD's services to the entire TIRZ Boundary, to the cost of \$330,000. The Board approved the FY 17 Project Plan Budget with this line item with the understanding that the DMD and Staff would negotiate a contract to bring back to the Board for approval.

Attached is the Agreement, which outlines the services to be provided by the DMD to the Zone. It is reflective of the City's Interlocal Agreement with the DMD, but includes revisions specific for the TIRZ #3 arrangement. The Scope of Service (Exhibit A) is divided into portions that would begin immediately, and portions that require further planning. An initial payment of \$40,000 would be made for the immediate portion. The Agreement also includes the obligation for the DMD to further develop a Service Plan during the immediate October – December 2016 timeframe. Upon approval of this Service Plan, the DMD would begin providing the approved services and receive equal monthly payments, based on the balance of the contract, for the remainder of the term.

ALTERNATIVES:

The Board could not approve this agreement.

OTHER CONSIDERATIONS:

N/A

CONFORMITY TO CITY POLICY:

Conforms with the Tax Code, City Charter and TIRZ #3 Project & Financing Plan.

DEPARTMENTAL CLEARANCES:

Legal

FINANCIAL IMPACT:

X Operating Revenue Capital Not applicable

| Fiscal Year: 2016 - 2017 | Project to Date Expenditures (CIP only) | Current Year | Future Years | TOTALS |
|-------------------------------------|--|---------------------|---------------------|---------------|
| Line Item Budget | | \$ 1,805,000 | | \$ 1,805,000 |
| Encumbered / Expended Amount | | | | |
| This item | | \$ 330,000 | | \$ 330,000 |
| BALANCE | | \$ 1,475,000 | | \$ 1,475,000 |

RECOMMENDATION:

Staff recommends approving the agreement.

LIST OF SUPPORTING DOCUMENTS:

TIRZ #3 Interlocal Agreement – DMD Expansion of Services