



AGENDA MEMORANDUM
Corpus Christi Tax Increment Reinvestment Zone #2 Meeting of April 18, 2023

DATE: April 12, 2023

TO: President and Honorable Board Members,
Corpus Christi Tax Increment Reinvestment Zone #2

THROUGH: Peter Zanoni, City Manager

FROM: Heather Hurlbert, CPA, CGFO Director of Finance and Procurement
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Fiscal Year 2023 Tax Increment Reinvestment Zone Number Two Operating Budget

CAPTION:

Resolution approving the FY 2022-23 Tax Increment Reinvestment Zone Number Two Operating Budget.

SUMMARY:

This resolution approves the total FY 2022-23 Tax Increment Reinvestment Zone Number Two Revenue Operating Budget of \$5,334,967 including increased revenues in the amount of \$1,450,000 and increased expenditures in the amount of \$430,268.

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BACKGROUND AND FINDINGS:

During the FY 2022-23 budget process the extension of the TIRZ had not been approved and the TIRZ #2 Board did not approve the budget. The City Council Adopted Budget only included the City's estimated revenue in the amount of \$3,884,967. Since the TIRZ was extended to 2042 in December 2022 it is recommended the board approve the budget reflecting the total estimated revenue and expenses for the fiscal year.

The revenue budget will be increased to include \$1,250,000 for the estimated contribution of Nueces County taxes and \$200,000 for interest and investment income for a total revenue budget of \$5,334,967.

The expense budget will be increased to include \$200,000 for general TIRZ expenses, \$150,000 for the Mobility Plan that was approved in December 2022 by the board and City Council, and \$80,268 for the transfer to the General Fund for administrative services in relation to the TIRZ for a total expenditure budget of \$430,268.

ALTERNATIVES:

The Board could choose not to approve the budget. Approval from the TIRZ #2 Board is not required per Tax Code Chapter 311, but it is a good standard practice to have the board approve and allow an opportunity for comment from board members (Nueces County and Del Mar College) who do not sit on City Council for budget approvals.

FINANCIAL IMPACT:

Approval of revenues of \$5,334,967 and expenditures of \$430,268 in FY 2023.

Funding Detail:

Fund: N/A
Organization/Activity: N/A
Mission Element: N/A
Project # **(CIP Only): N/A**
Account: All

RECOMMENDATION:

Staff recommends approving the TIRZ #2 FY 2023 Budget.

LIST OF SUPPORTING DOCUMENTS:

PowerPoint Presentation