



## **AGENDA MEMORANDUM**

Action item for the Tax Increment Reinvestment Zone #2 Meeting of June 10, 2019

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**DATE:** May 29, 2019

**TO:** Board of Directors  
Tax Reinvestment Zone No. 2

**THROUGH:** Keith Selman, Assistant City Manager

**FROM:** Arlene Medrano, Business Liaison  
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|                                                                |
|----------------------------------------------------------------|
| Approving Amendments to the TIRZ #2 Project and Financing Plan |
|----------------------------------------------------------------|

**CAPTION:**

Recommending adoption of an amendment to the revised Project and Financing Plan (the Plan) for the Reinvestment Zone Number Two, City of Corpus Christi, Texas, Dated January 22, 2019.

**PURPOSE:**

The purpose of this item is to amend the TIRZ #2 Project Plan and Financing Plan.

**BACKGROUND AND FINDINGS:**

On March 21, 2000, the Corpus Christi City Council authorized the preparation of a preliminary financing plan for a Tax Increment Financing District and associated Tax Increment Reinvestment Zone #2 covering portions of North Padre Island and Mustang Island. The dollars claimed by the Tax Increment Financing District were to provide the local share of the North Padre Island Storm Damage Reduction and Environmental Restoration Project carried out by the U.S. Corps of Engineers and now known as the Packery Channel.

The TIRZ #2 is a reinvestment zone pursuant to Chapter 311 of the Texas Tax Code. All expenditures of the TIRZ #2 must be consistent with Chapter 311 and must be recommended by the Board. The TIRZ #2 was created by Ordinance 024270, which charges the Board with making recommendations to City Council concerning the administration and expenditures of the Zone and preparing and recommending the Plan.

This amendment dated June 10, 2019 will accomplish the following:

**1. Project #11- Packery Channel Pavilion (Phase 5)**

Requesting authorization to increase project budget by \$23,000 for a total project budget of \$273,000.

**2. Project #14- Periodic Survey of Channel Conditions and Shoreline-**

Correcting a typo from the January 22, 2019 amendment. Requesting authorization to expend up to \$286,000 for the following. January's Project Plan only listed the \$205,000 while the agenda memo listed \$286,000. Total must be correct in the Project Plan document.

- a. \$54,000 for Packery Channel Monitoring Project (abbreviated bathymetric channel survey by Texas A&M University Corpus Christi). Work Complete.
- b. \$27,000 Packery Channel Monitoring Program Review for Mott McDonald
- c. \$205,000 for Annual Full Survey (Peak Summer) by Texas A&M University Corpus Christi.

**3. NEW! Project #18- Contingency Fund**

Requesting authorization to create a \$100,000 contingency fund for all projects (not per project, but for all projects total).

No budget amendment is required. Funding levels in the CIP 3278 are currently sufficient to support these expenditures.

**ALTERNATIVES:**

Deny project plan amendments.

**OTHER CONSIDERATIONS:**

Not Applicable

**CONFORMITY TO CITY POLICY:**

Conforms to City Policy

**EMERGENCY / NON-EMERGENCY:**

Not Applicable

**DEPARTMENTAL CLEARANCES:**

Legal

Finance

**FINANCIAL IMPACT:**

☐ Operating      ☐ Revenue      ☐ Capital      x Not applicable

| Fiscal Year:<br>2016-2017 | Current Year | Future Years | TOTALS |
|---------------------------|--------------|--------------|--------|
|---------------------------|--------------|--------------|--------|

|                              |  |  |  |
|------------------------------|--|--|--|
| Line Item Budget             |  |  |  |
| Encumbered / Expended Amount |  |  |  |
| This item                    |  |  |  |
| BALANCE                      |  |  |  |

Fund:

**Comments:** NA

**RECOMMENDATION:**

City staff recommends approval of this amendment.

**LIST OF SUPPORTING DOCUMENTS:**

Resolution – TIRZ#2 Project and Financing Plan

TIRZ #2 Project & Financing Plan (June 10, 2019 Update)

Exhibit H