



AGENDA MEMORANDUM
Corpus Christi B Corporation Meeting
September 19, 2022

DATE: September 13, 2022

TO: President and Honorable Board Members,
Corpus Christi B Corporation

FROM: Heather Hurlbert, CPA, CGFO-Director of Finance and Procurement
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Public Hearing for the use of Streets Funds
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CAPTION:

Resolution authorizing the use of up to \$4,149,845 of Type B arterial and collector funds for specified industrial park roadway improvements.

SUMMARY:

This resolution authorizes the use of up to \$4,149,845 of Type B arterial and collector streets funds for construction and rehabilitation of Doberman Street from Bay Drive to Hull Drive, Pyrenees Street from Bay Drive to Dalmatian Drive, and Bay Drive from Yorktown Boulevard to Schnauzer Street, all located in the District 5 Industrial Park roadway area.

BACKGROUND AND FINDINGS:

On November 8, 2016, residents of the City passed Proposition 2, Adopt Type B Sales Tax to Replace Expiring Portion of Type A Sales Tax, which authorized the adoption of a sales and use tax to be administered by a Type B Corporation at the rate of one-eighth of one percent to be imposed for 20 years with use of the proceeds for (1) 50% to the promotion and development of new and expanded enterprises to the full extent allowed by Texas law, (2) \$500,000 annually for affordable housing, and (3) the balance of the proceeds for the construction, maintenance and repair of arterial and collector streets and roads. Funds for arterial and collector streets and roads as included in (3) on the ballot are generally assigned to specified streets within the City and transferred to the City's CIP fund at the direction of the Type B Board and the City Council.

For Fiscal Year 2022-23, City staff recommends the use of the funds for construction and rehabilitation of Doberman Street from Bay Drive to Hull Drive, Pyrenees Street from Bay Drive to Dalmatian Drive, and Bay Drive from Yorktown Boulevard to Schnauzer Street, all located in the District 5 Industrial Park roadway area. The construction will include replacement of aging utilities, improve the road to accommodate heavier traffic flow, and provide a safer driving experience in the industrial park to encourage the development of additional business enterprises in the area. Funds cannot be expended on these projects until 60 days after this public hearing and any agreements that require City Council approval must be taken to City Council. The

estimated project cost is \$8.3M. A total of \$4.15M in Type B funds from FY23 will be used for the project with the remaining amounts funded with revenue bonds.

ALTERNATIVES:

The Board could not approve this item and the funds could be assigned to different streets in the City.

FINANCIAL IMPACT:

The financial impact is \$4,149,845 for FY 2022-23, which is included for this purpose in the FY 2022-23 operating and capital budgets.

Funding Detail:

Fund: 1148
Organization/Activity: 60250
Mission Element: 717
Project # **(CIP Only): 23104**
Account: 548500

RECOMMENDATION:

Staff recommends approval of the resolution.

LIST OF SUPPORTING DOCUMENTS:

Resolution
Project Sheet - CIP