



AGENDA MEMORANDUM

First Reading for the City Council Meeting of March 28, 2017
Second Reading for the City Council Meeting of April 11, 2017

DATE: March 10, 2017

TO: Margie C. Rose, City Manager

THROUGH: Keith Selman, Assistant City Manager
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FROM: E. Jay Ellington, Director of Parks & Recreation
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Approving the amendment to the revised TIRZ #2 project plan

CAPTION:

Ordinance approving the amendments to the Tax Increment Reinvestment Zone #2 amended Project and Financing Plans approved by the Board of Directors of Reinvestment Zone Number Two, Corpus Christi, Texas on July 22, 2014, February 21, 2017, and March 7, 2017 regarding Park Road 22 Bridge Project, Packery Channel monitoring and improvements, and updated information on other Packery Channel projects; appropriating \$4,000,000 from the unreserved fund balance of the No. 1111 Reinvestment Zone No. 2 Fund; and amending the Fiscal Year 2016-2017 operating budget adopted by Ordinance No. 030965 by increasing expenditures by \$4,000,000.

PURPOSE:

Approve the revised Project and Financing Plans for the Reinvestment Zone Number 2.

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 (TIRZ #2) covering portions of North Padre Island and Mustang Island. In 2009, Ordinance #028329 amended the Tax Increment Financing Plan to provide for other improvement projects.

On February 21, 2017, the TIRZ#2 Board supported the use of \$4,000,000 to supplement bond savings for the construction of a bridge spanning Park Road 22 as shown in the motion language following:

Motion appropriating \$4,000,000 from the unreserved fund balance of Fund 1111 "Reinvestment Zone No. 2 Fund;" amending the Fiscal Year 2017 operating budget for Fund 1111 "Reinvestment Zone No. 2 Fund" by increasing expenditures by \$4,000,000; amending the Tax Increment Reinvestment Zone #2 City of Corpus Christi Project Plan to add the following sentence after the seventh paragraph: "A project consisting of the construction of two bridges on Park Road 22 is added in the February 28, 2017, amendment;" and amending the Tax Increment Reinvestment Zone #2 City of Corpus Christi Financing Plan to add the following paragraph at the end of the section called Improvements in Other Areas within TIRZ #2: "one improvement to the TIRZ #2 is the construction of two bridges on Park Road 22 between Commodores and Whitecap. The bridges will require p to \$4,000,000 of TIRZ #2 funding and will allow for travel over canals that are to be built by a third party developer in the area. The funds for the Park 22 Bridge are to be held contingent on the completion of the canals and approval of the construction plans to proceed by the City and the City Council within 24 months."

On February 21, 2017, the TIRZ#2 Board also supported the use of \$422,000 to develop improvement projects in the area of Packery Channel including: restrooms, showers, and Americans with Disabilities Act (ADA) Access to the jetties as shown in the motion language following:

Motion amending the Tax Increment Reinvestment Zone #2 Project and Financing Plans by replacing Exhibit H (**attached**) with the document entitled Projects with Funds from Tax Increment Reinvestment Zone #2, which contains the current information as of February 21, 2017.

On March 7, 2017 the TIRZ#2 board supported the use of \$257,745 for one year of monitoring services performed by Blucher Institute on the Packery Channel as shown in the motion language following:

Motion recommending that City Council approve a one year agreement between the City of Corpus Christi and Texas A & M University – Corpus Christi (TAMU-CC) for Packery Channel Monitoring in an amount not to exceed \$257,745; and amending the Tax Increment Reinvestment Zone #2 Financing Plan by adding the following sentence at the end of the paragraph that discusses Yearly Miscellaneous Improvements for the Packery Channel: "These Yearly Miscellaneous Improvements specifically include routing, monitoring, and surveying of the Packery Channel and the Gulf beach."

ALTERNATIVES:

Deny the use of TIRZ #2 funding for these projects.

OTHER CONSIDERATIONS:

Not Applicable

CONFORMITY TO CITY POLICY:

Conforms to City Policy

EMERGENCY / NON-EMERGENCY:

Not Applicable

DEPARTMENTAL CLEARANCES:

TIRZ #2 Board
Island Strategic Action Committee “/SAC”
Watershore and Beach Advisory Committee
City of Corpus Christi Engineering Department
City of Corpus Christi Finance Department
City of Corpus Christi Legal Department

FINANCIAL IMPACT:

☒ Operating ☐ Revenue ☒ Capital ☐ Not applicable

Fiscal Year: 2016-2017	Current Year	Future Years	TOTALS
Line Item Budget	\$4,679,745		\$4,679,745
Encumbered / Expended Amount			
This item	4,679,745		4,679,745
BALANCE	\$0		\$0

Fund(s): Fund 1111 TIRZ #2 Operating Fund: \$4,000,000

Fund 3278 Packery Channel CIP Fund: \$ 679,745

RECOMMENDATION:

Approve the ordinance as presented.

LIST OF SUPPORTING DOCUMENTS:

Ordinance – Amending the Project Plan
Project Plan – TIRZ #2
Exhibits A – H
TIRZ#2 Balance Sheets 11.30.2016
TIRZ #2 Financials