



AGENDA MEMORANDUM

First Reading Ordinance for the City Council Meeting on February 12th, 2019
Second Reading Ordinance for the City Council Meeting on February 19th, 2019

DATE: February 2, 2019

TO: Keith Selman, Interim City Manager

FROM: Grayson Meyer, Interim Business Liaison
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Approving Amendments to the TIRZ #2 Project and Financing Plan

CAPTION:

Ordinance approving the amendment to the Tax Increment Reinvestment Zone #2 amended Project & Financing Plans approved by the Board of Directors of Reinvestment Zone Number Two, Corpus Christi, Texas.

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 January 22, 2019 will accomplish the following:

1. **Project #10 – Packery Channel Dredging and Beach Nourishment-**
 Requesting authorization to expend up to \$350,000 for the estimated design costs of Packery Channel dredging and beach nourishment of approximately 300,000 cubic yards of sand. Dredging is estimated to be needed in the Winter of 2020, but will be determined by results of annual study of channel.
2. **Project #14- Periodic Survey of Channel Conditions and Shoreline-**
 Requesting authorization to expend up to \$286,000 for the following:
 - a. \$54,000 for Packery Channel Monitoring Project (abbreviated bathymetric channel survey by Texas A&M University Corpus Christi). Work Complete.
 - b. \$27,000 a Packery Channel Monitoring Program Review for Mott McDonald
 - c. \$205,000 for Annual Full Survey (Peak Summer) by Texas A&M University Corpus Christi.

No budget amendment is required. Funding levels are currently sufficient to support these expenditures. TIRZ 2 Board approved this item on January 22nd, 2019.

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: 2018 - 2019	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 (January 22, 2019 Update)

Exhibit H