

FISCAL YEAR 2004 BUDGET

Fund Summary

Fund Name : Midtown Redevelopment Authority (TIRZ # 2)
Department Name : Planning & Development
Fund/Department No. : 910 / 70

	FY2003 BUDGET	FY2003 ESTIMATE	FY2004 BUDGET
Beginning Fund Balance	\$ 5,871,533	14,290,212	6,990,379
Current Revenues	1,675,581	410,273	8,399,351
TIRZ Revenues	6,972,101	6,507,873	7,743,747
Developer Advances	0	0	0
Bond Proceeds	0	0	10,299,400
Loan Proceeds	<u>5,500,000</u>	<u>3,855,000</u>	<u>0</u>
Total Available Resources	\$ <u>20,019,215</u>	<u>25,063,358</u>	<u>33,432,877</u>
Maintenance and Operations	\$ 642,894	642,894	6,521,546
Capital Expenditures	8,808,919	8,456,594	11,955,998
Debt Service	1,773,738	1,774,372	8,326,476
Other Interfund Transfers	<u>5,199,803</u>	<u>7,199,119</u>	<u>296,950</u>
Total Expense	16,425,354	18,072,979	27,100,970
Planned Ending Fund Equity	<u>3,593,861</u>	<u>6,990,379</u>	<u>6,331,907</u>
Total Budget	\$ <u>20,019,215</u>	<u>25,063,358</u>	<u>33,432,877</u>

The Midtown Zone, located south of downtown between the Pierce Elevated and the Museum District, is bounded to the east and west by U.S. Hwy 59 and the 527 Spur. The zone was created in 1994 by petition, subsequently expanded in 1999, and has a thirty-year life. In 1996, City Council created the Midtown Redevelopment Authority to work with the TIRZ Board to implement the Project Plan and Financing Plan. The plan provides for infrastructure improvements to support residential and commercial development, redevelopment of Main Street, land assemblage for redevelopment, and educational facilities. In 1998, City Council authorized Midtown to issue up to \$16 million in bonds & notes, and subsequently in 2001 (FY02) Midtown issued an additional \$17 million in bonds. The total reimbursable T cost for all improvements is projected to be \$236 million. IN FY02, the Authority, using a combination of tax increment revenue and a \$1.11 million U.S. Economic Development Administration Grant, completed the first phase of the Houston Technology Center. In FY03, EDA awarded an additional \$1.5 million grant to construct the second phase. Design and construction will begin in FY04.

In FY04, Midtown anticipates selling its third series of bonds (\$11,195,000), subject to City Council approval, with an additional sale anticipated in FY05. The affordable housing set-aside financed through the proceeds of the third sale is projected to be \$3,036,907 and \$2,187,821 in FY05.