

City of Houston, Texas, Ordinance No. 2014 - 834

AN ORDINANCE RELATING TO THE FISCAL AFFAIRS OF THE CITY PARK REDEVELOPMENT AUTHORITY ON BEHALF OF REINVESTMENT ZONE NUMBER TWELVE, CITY OF HOUSTON, TEXAS (CITY PARK ZONE); APPROVING THE FISCAL YEAR 2015 OPERATING BUDGET FOR THE AUTHORITY; CONTAINING FINDINGS AND OTHER PROVISIONS RELATED TO THE FOREGOING SUBJECT; AND DECLARING AN EMERGENCY.

* * * * *

WHEREAS, the City Park Redevelopment Authority ("Authority"), a local government corporation acting on behalf of the City in connection with Reinvestment Zone Number Twelve, City of Houston, Texas ("Zone"), has submitted an Operating Budget for Fiscal Year 2015 ("Budget") to the City Council for approval pursuant to the interlocal agreement among the City, the Authority, and the Zone approved by Ordinance No. 2000-358 ("Tri-Party Agreement"); and

WHEREAS, the City Council desires to approve the Budget; **NOW, THEREFORE**,

BE IT ORDAINED BY THE CITY COUNCIL OF THE CITY OF HOUSTON, TEXAS:

Section 1. That the findings contained in the preamble of this Ordinance are determined to be true and correct and are hereby adopted as part of this Ordinance.

Section 2. That the City Council takes cognizance of the fact that in order to implement the Project Plan and Reinvestment Zone Financing Plan for the Zone, and to make adjustments occasioned by events transpiring during the year, the Authority may need to transfer funds from one Line Item of Project Costs shown on Exhibit "A" to

another. Unless approved by the City Council, the Authority may transfer funds only: (1) as needed for Debt Service; and (2) from one Line Item of Project Costs to another, provided that the aggregate of such transfers does not exceed \$400,000 during Fiscal Year 2015. Subject to the foregoing, the Operating Budget attached hereto as Exhibit "A" is hereby approved for the Authority.

Section 3. That not later than March 31, 2015, the Zone and the Authority shall, in cooperation with City representatives: (1) identify surplus funds in the Authority's Fiscal Year 2015 Operating Budget based on the difference between Zone revenues and the Fiscal Year 2015 Operating Budget for the Authority approved by the City; and (2) make available any surplus Zone funds, through appropriate agreement, for projects identified by the City that are eligible for tax increment funding such as affordable housing, areas of public assembly, incremental costs of municipal services attributable to development and redevelopment in the Zone, and capital projects that benefit the City and the Zone. The agreement may provide for the payment of surplus funds into one or more accounts established by the City or may provide for direct payment by the Authority for the purpose. The Zone and the Authority shall consider amendments to the Project Plan and Reinvestment Zone Financing Plan for the Zone that may be necessary to accomplish this purpose, and shall expedite any such amendments.

Section 4. That the approval of this Budget is contingent upon receipt by the City's Chief Development Officer of a document signed by the Administrator of the Authority and/or Zone disclosing the name of each owner or developer of property within the Zone from which the Administrator has received compensation during the last

five calendar years, and the amount of compensation by owner by year. Compensation may be expressed by category as follows:

Category I	Less than \$1,000.00
Category II	At least \$1,000.00 but less than \$10,000.00
Category III	At least \$10,000.00 but less than \$50,000.00
Category IV	At least \$50,000.00 but less than \$100,000.00
Category V	At least \$100,000.00 but less than \$500,000.00
Category VI	At least \$500,000.00 but less than \$1,000,000.00
Category VII	\$1,000,000.00 or more

Section 5. That there exists a public emergency requiring that this Ordinance be passed finally on the date of its introduction as requested in writing by the Mayor; therefore, this Ordinance shall be passed finally on such date and shall take effect immediately upon its passage and approval by the Mayor; however, in the event that the Mayor fails to sign this Ordinance within five days after its passage and adoption, it shall take effect in accordance with Article VI, Section 6, Houston City Charter.

PASSED AND ADOPTED this 10th day of September, 2014.

APPROVED this _____ day of _____, 2014.

Mayor of the City of Houston

Pursuant to Article VI, Section 6, Houston City Charter, the effective date of the foregoing Ordinance is SEP 16 2014.



City Secretary

(Prepared by Legal Department
 (MFB:mfb September 2, 2014)
 (Requested by Andrew F. Icken, Chief Development Officer)
 (L.D. File No. 0421400109001)

Mary Byrle and

Senior Assistant City Attorney

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AYE	NO	
✓		MAYOR PARKER
••••	••••	COUNCIL MEMBERS
✓		STARDIG
✓		DAVIS
✓		COHEN
✓		BOYKINS
✓		MARTIN
✓		NGUYEN
✓		PENNINGTON
✓		GONZALEZ
✓		GALLEGOS
✓		LASTER
✓		GREEN
✓		COSTELLO
✓		ROBINSON
✓		KUBOSH
✓		BRADFORD
✓		CHRISTIE
CAPTION	ADOPTED	

EXHIBIT "A"

**Fiscal Year 2015 Operating Budget for
City Park Redevelopment Authority**

CITY OF HOUSTON
 ECONOMIC DEVELOPMENT DIVISION
 FISCAL YEAR 2015 BUDGET PROFILE

Fund Summary
 Fund Name: City Park Redevelopment Authority
 TIRZ: 12
 Fund Number: 7560/50

P R O F I L E	Base Year:		1998
	Base Year Taxable Value:	\$	2,410,450
	Projected Taxable Value (TY2014):	\$	68,046,704
	Current Taxable Value (TY2013):	\$	60,178,397
	Acres:		91.71
	Administrator (Contact):		City of Houston
	Contact Number:		(832) 393-0985

N A R R A T I V E	<p>Zone Purpose:</p> <p>Tax Increment Reinvestment Zone Number Twelve, City of Houston, Texas was created to facilitate the construction of single family and multi-family housing and associated retail and commercial development, and associated roadway and street reconstruction including utilities, sidewalks and lighting. Additional efforts consisted of the design and construction of recreational facilities, environmental remediation and land acquisition.</p>
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P R O J E C T P L A N		Total Plan	Cumulative Expenses (to 6/30/13)	Variance
	Capital Projects:			
East T.C. Jester Blvd/Bevis Street	\$	3,685,000	\$ 5,163,277	\$ (1,478,277)
Park Facilities		1,510,000	1,236,986	273,014
Environmental Study		75,000	305,737	(230,737)
Hike & Bike Trail		100,000	-	100,000
		-	-	-
		-	-	-
		-	-	-
		-	-	-
Total Capital Projects	\$	5,370,000	\$ 6,706,000	\$ (1,338,000)
Affordable Housing		-	-	-
School & Education/Cultural Facilities		7,996,366	2,527,600	5,468,766
Financing Costs		2,937,350	581,206	2,356,144
Administration Costs/ Professional Services		420,000	1,167,786	(767,786)
Creation Costs		-	-	-
Total Project Plan	\$	16,723,716	\$ 11,002,594	\$ 5,721,122

D E B T	Additional Financial Data	FY2014 Budget	FY2014 Estimate	FY2015 Budget
	Debt Service	\$	-	\$ -
Principal	\$	-	\$ -	\$ -
Interest	\$	-	\$ -	\$ -
		Balance as of 6/30/13	Projected Balance as of 6/30/14	Projected Balance as of 6/30/15
Year End Outstanding (Principal)				
Bond Debt	\$	-	\$ -	\$ -
Bank Loan	\$	-	\$ -	\$ -
Line of Credit	\$	-	\$ -	\$ -
Developer Agreement	\$	4,329,758	\$ 3,802,786	\$ 3,244,073
Other	\$	-	\$ -	\$ -

CITY OF HOUSTON
 ECONOMIC DEVELOPMENT DIVISION
 FISCAL YEAR 2015 BUDGET PROFILE

Fund Summary
 Fund Name: City Park Redevelopment Authority
 TIRZ: 12
 Fund Number: 7560/50

TIRZ Budget Line Items	FY2014 Budget	FY2014 Estimate	FY2015 Budget
RESOURCES			
RESTRICTED Funds - Capital Projects	\$ -	\$ -	\$ -
RESTRICTED Funds - Affordable Housing	\$ -	\$ -	\$ -
RESTRICTED Funds - Bond Debt Service	\$ -	\$ -	\$ -
UNRESTRICTED Funds	\$ 44,905	\$ 572,973	\$ 549,994
Beginning Balance	\$ 44,905	\$ 572,973	\$ 549,994
City tax revenue	\$ 359,862	\$ 344,149	\$ 418,979
County tax revenue	\$ -	\$ -	\$ -
ISD tax revenue	\$ 407,659	\$ 419,439	\$ 418,232
ISD tax revenue - Pass Through	\$ -	\$ 156,329	\$ -
Community College tax revenue	\$ -	\$ -	\$ -
Incremental property tax revenue	\$ 767,521	\$ 919,917	\$ 837,211
Miscellaneous revenue	\$ -	\$ -	\$ -
COH TIRZ interest	\$ 193	\$ 461	\$ 461
Interest Income	\$ -	\$ -	\$ -
Other Interest Income	\$ 193	\$ 461	\$ 461
	\$ -	\$ -	\$ -
Grant Proceeds	\$ -	\$ -	\$ -
	\$ -	\$ -	\$ -
Proceeds from Bank Loan	\$ -	\$ -	\$ -
	\$ -	\$ -	\$ -
Contract Revenue Bond Proceeds	\$ -	\$ -	\$ -
TOTAL AVAILABLE RESOURCES	\$ 812,619	\$ 1,493,351	\$ 1,387,666

CITY OF HOUSTON
 ECONOMIC DEVELOPMENT DIVISION
 FISCAL YEAR 2015 BUDGET PROFILE

Fund Summary
 Fund Name: City Park Redevelopment Authority
 TIRZ: 12
 Fund Number: 7560/50

TIRZ Budget Line Items	FY2014 Budget	FY2014 Estimate	FY2015 Budget
EXPENDITURES			
Accounting	\$ 6,000	\$ 11,316	\$ 12,000
Administration Salaries & Benefits	\$ -	\$ -	\$ 10,000
Auditor	\$ 9,000	\$ 8,500	\$ 8,500
Bond Services/Trustee/Financial Advisor	\$ -	\$ -	\$ -
Insurance	\$ 1,000	\$ 784	\$ 800
Office Administration	\$ 3,000	\$ -	\$ 3,000
TIRZ Administration and Overhead	\$ 19,000	\$ 20,600	\$ 34,300
Engineering Consultants	\$ -	\$ -	\$ -
Legal	\$ -	\$ 4,000	\$ 5,000
Construction Audit	\$ -	\$ -	\$ -
Planning Consultants	\$ -	\$ -	\$ -
Program and Project Consultants	\$ -	\$ 4,000	\$ 5,000
Management consulting services	\$ 19,000	\$ 24,600	\$ 39,300
Capital Expenditures (See CIP Schedule)	\$ -	\$ -	\$ -
TIRZ Capital Expenditures	\$ -	\$ -	\$ -
City Park Venture	\$ 287,800	\$ 270,224	\$ 286,501
Gregory M. Baxter	\$ 54,651	\$ 51,350	\$ 54,442
Robert W. Nash	\$ 109,303	\$ 102,699	\$ 108,885
Linda Lackner Wheeler	\$ 109,303	\$ 102,699	\$ 108,885
Developer / Project Reimbursements	\$ 560,857	\$ 526,972	\$ 558,713
System debt service	\$ -	\$ -	\$ -
TOTAL PROJECT COSTS	\$ 579,857	\$ 551,572	\$ 598,013
Payment/transfer to ISD - educational facilities	\$ 182,671	\$ 193,249	\$ 193,249
Payment/transfer to ISD - educational facilities (Pass Through)	\$ -	\$ 156,329	\$ -
Administration Fees:			
City	\$ 17,993	\$ 17,207	\$ 20,949
County	\$ -	\$ -	\$ -
ISD	\$ 25,000	\$ 25,000	\$ 25,000
HCC	\$ -	\$ -	\$ -
Affordable Housing:			
City	\$ -	\$ -	\$ -
County	\$ -	\$ -	\$ -
ISD to City of Houston	\$ -	\$ -	\$ -
Municipal Services (Payable to COH)	\$ -	\$ -	\$ -
Total Transfers	\$ 225,664	\$ 391,785	\$ 239,198
Total Budget	\$ 805,521	\$ 943,357	\$ 837,211
RESTRICTED Funds - Capital Projects	\$ -	\$ -	\$ -
RESTRICTED Funds - Affordable Housing	\$ -	\$ -	\$ -
RESTRICTED Funds - Bond Debt Service	\$ -	\$ -	\$ -
UNRESTRICTED Funds	\$ 7,098	\$ 549,994	\$ 550,455
Ending Fund Balance	\$ 7,098	\$ 549,994	\$ 550,455
Total Budget & Ending Fund Balance	\$ 812,619	\$ 1,493,351	\$ 1,387,666

Notes: