

FISCAL YEAR 2004 BUDGET

Fund Summary

Fund Name : Lake Houston (TIRZ # 10)
Department Name : Planning & Development
Fund/Department No. : 912 / 70

	FY2003 BUDGET	FY2003 ESTIMATE	FY2004 BUDGET
Beginning Fund Balance	\$ 184,283	236,059	1,948,947
Current Revenues	0	0	0
TIRZ Revenues	3,728,089	3,818,610	4,820,480
Developer Advances	0	0	0
Bond Proceeds	6,350,000	3,393,738	5,000,000
Loan Proceeds	0	0	0
Total Available Resources	\$ 10,262,372	7,448,407	11,769,427
Maintenance and Operations	\$ 2,263,326	2,499,463	3,094,455
Capital Expenditures	2,750,000	50,216	4,000,000
Debt Service	3,500,000	2,758,851	3,000,000
Other Interfund Transfers	1,686,404	190,930	186,404
Total Expense	10,199,730	5,499,460	10,280,859
Planned Ending Fund Equity	62,642	1,948,947	1,488,568
Total Budget	\$ 10,262,372	7,448,407	11,769,427

The Lake Houston Zone, located adjacent to Lake Houston, was created by City initiative and approved by City Council on December 23, 1997 and has a thirty-year life. The zone includes approximately 1,351 acres. The Project Plan and Financing Plan currently provides for the development of some 1,479 single-family units with supporting commercial properties. In FY2000, City Council approved an annexation of 428 acres into the zone to provide for additional TIRZ support of three additional developments. In addition, the zone's project plan was also amended to increase Humble ISD's participation in the zone to 100% in the original zone. The Zone will reimburse over \$31 million in developer costs for water, wastewater and drainage facilities.

To-date, approximately 497 single family homes have been constructed in the zone. In FY2002, the City issued public improvement bonds using the authorized but unissued MUD debt from previously annexed MUDs in the Lake Houston Area. Proceeds from the bond sale are being used to reimburse Friendswood and Kingwood Partners for costs associated with the construction of drainage infrastructure in the zone as they complete the work. Increments generated by these developments will be used to pay back the bonds. In FY2003, the Planning Department submitted to City Council a resolution to create a Redevelopment Authority, a local government corporation, to work with the TIRZ Board to implement the Project Plan and Financing Plan.