

City of Houston, Texas, Ordinance No. 2015 - 827

AN ORDINANCE RELATING TO THE FISCAL AFFAIRS OF HARRISBURG REDEVELOPMENT AUTHORITY ON BEHALF OF REINVESTMENT ZONE NUMBER TWENTY-THREE, CITY OF HOUSTON, TEXAS (HARRISBURG ZONE); APPROVING THE FISCAL YEAR 2016 OPERATING BUDGET FOR THE HARRISBURG REDEVELOPMENT AUTHORITY; CONTAINING FINDINGS AND OTHER PROVISIONS RELATED TO THE FOREGOING SUBJECT; AND DECLARING AN EMERGENCY.

* * * * *

WHEREAS, the City created Reinvestment Zone Number Twenty-Three, City of Houston, Texas ("Zone" or "Harrisburg Zone") by Ordinance No. 2011-900 on October 19, 2011; and

WHEREAS, the City created the Harrisburg Redevelopment Authority (the "Authority"), a local government corporation acting on behalf of the City in connection with Reinvestment Zone Number Twenty-Three, City of Houston, Texas (the "Zone"), approved by Resolution No. 2013-51; and

WHEREAS, the City's Chief Development Officer has submitted to the City Council a Fiscal Year 2016 Operating Budget for the Harrisburg Redevelopment Authority (the "Operating Budget") that the City Council desires to approve; **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 or the Zone, upon the approval of the City's Chief Development Officer, may transfer funds from one Line Item of Project Costs shown on Exhibit "A" to another. Unless approved by the City Council, the Authority or the Zone 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 2016. Subject to the foregoing, the Operating Budget attached hereto as Exhibit "A" is hereby approved for the Zone.

Section 3. That not later than March 31, 2016, the Zone and/or the Authority shall, in cooperation with City representatives: (1) identify surplus funds in the Zone's Fiscal Year 2016 Operating Budget based on the difference between Zone revenues and the Fiscal Year 2016 Operating Budget 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 Zone for that purpose. The Zone shall consider amendments to the Zone Project Plan and Reinvestment Zone Financing Plan that may be necessary to accomplish this purpose, and shall expedite any such amendments.

Section 4. That the approval of this Operating Budget is contingent upon receipt by the City's Chief Development Officer of a document signed by the Administrator of the Zone and Authority 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 2nd day of September, 2015.

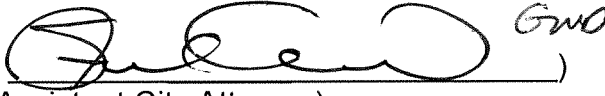
APPROVED this _____ day of _____, 2015.

Mayor of the City of Houston

Pursuant to Article VI, Section 6, Houston City Charter, the effective date of the foregoing Ordinance is SEP 08 2015.



City Secretary

(Prepared by Legal Department )
 (SEK August 24, 2015, Senior Assistant City Attorney)
 (Requested by Andy Icken, Chief Development Officer)
 (L.D. File No. _____)

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CAPTION PUBLISHED IN DAILY COURT
 REVIEW
 DATE: SEP 08 2015

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

MAY 017 Rev. 01/14

EXHIBIT "A"

Fiscal Year 2016 Operating Budget for the Harrisburg Redevelopment Authority

CITY OF HOUSTON
 ECONOMIC DEVELOPMENT DIVISION
 FISCAL YEAR 2016 BUDGET PROFILE

Fund Summary
 Fund Name: Harrisburg Zone
 TIRZ: 23
 Fund Number: 7571/50

P R O F I L E	Base Year:		2011
	Base Year Taxable Value:	\$	332,148,551
	Projected Taxable Value (TY2015):	\$	354,287,836
	Current Taxable Value (TY2014):	\$	347,341,016
	Acres:		1,600
	Administrator (Contact):		City of Houston
	Contact Number:		(832) 393-0985

N A R R A T I V E	Zone Purpose:
	Tax Increment Reinvestment Zone Number Twenty-Three, City of Houston, Texas was created to provide the plans and programs needed to reposition Houston's East, a District of the City containing industrial brownfield sites, inactive landfills, abandoned dock lands, industrial properties, railroads, and various commercial uses located throughout and amid single family residential areas.

P R O J E C T P L A N		Total Plan	Cumulative Expenses (to 6/30/14)	Variance
	Capital Projects:			
Public Utility Improvements	\$	8,000,000	\$ -	\$ 8,000,000
Roadway and Sidewalks		58,000,000	-	58,000,000
Cultural and Public Facility Improvements		20,000,000	-	20,000,000
Parks and Recreational Facilities		15,300,000	-	15,300,000
Economic Development		10,000,000	-	10,000,000
		-	-	-
		-	-	-
		-	-	-
Total Capital Projects	\$	111,300,000	\$ -	\$ 111,300,000
Affordable Housing		150,000	-	150,000
School & Education/Cultural Facilities		-	-	-
Financing Costs		12,000,000	-	12,000,000
Administration Costs/ Professional Services		5,308,488	-	5,308,488
Creation Costs		150,000	-	150,000
Total Project Plan	\$	128,908,488	\$ -	\$ 128,908,488

D E B T	Additional Financial Data	FY2015 Budget	FY2015 Estimate	FY2016 Budget
	<u>Debt Service</u>	\$	-	\$ -
Principal	\$	-	\$ -	\$ -
Interest	\$	-	\$ -	\$ -
		Balance as of 6/30/14	Projected Balance as of 6/30/15	Projected Balance as of 6/30/16
<u>Year End Outstanding (Principal)</u>				
Bond Debt	\$	-	\$ -	\$ -
Bank Loan	\$	-	\$ -	\$ -
Line of Credit	\$	-	\$ -	\$ -
Developer Agreement	\$	-	\$ -	\$ -
Other	\$	-	\$ -	\$ -

CITY OF HOUSTON
 ECONOMIC DEVELOPMENT DIVISION
 FISCAL YEAR 2016 BUDGET PROFILE

Fund Summary
 Fund Name: Harrisburg Zone
 TIRZ: 23
 Fund Number: 7571/50

TIRZ Budget Line Items	FY2015 Budget	FY2015 Estimate	FY2016 Budget
RESOURCES			
RESTRICTED Funds - Capital Projects	\$ -	\$ -	\$ -
RESTRICTED Funds - Affordable Housing	\$ -	\$ -	\$ -
RESTRICTED Funds - Bond Debt Service	\$ -	\$ -	\$ -
UNRESTRICTED Funds	\$ 36,180	\$ 36,068	\$ 77,322
Beginning Balance	\$ 36,180	\$ 36,068	\$ 77,322
City tax revenue	\$ 91,994	\$ 91,768	\$ 129,940
County tax revenue	\$ -	\$ -	\$ -
ISD tax revenue	\$ -	\$ -	\$ -
ISD tax revenue - Pass Through	\$ -	\$ -	\$ -
Community College tax revenue	\$ -	\$ -	\$ -
Incremental property tax revenue	\$ 91,994	\$ 91,768	\$ 129,940
	\$ -	\$ -	\$ -
	\$ -	\$ -	\$ -
	\$ -	\$ -	\$ -
	\$ -	\$ -	\$ -
Miscellaneous revenue	\$ -	\$ -	\$ -
COH TIRZ interest	\$ -	\$ -	\$ -
Interest Income	\$ 158	\$ 155	\$ 322
Other Interest Income	\$ 158	\$ 155	\$ 322
	\$ -	\$ -	\$ -
	\$ -	\$ -	\$ -
Grant Proceeds	\$ -	\$ -	\$ -
	\$ -	\$ -	\$ -
Proceeds from Bank Loan	\$ -	\$ -	\$ -
	\$ -	\$ -	\$ -
Contract Revenue Bond Proceeds	\$ -	\$ -	\$ -
TOTAL AVAILABLE RESOURCES	\$ 128,330	\$ 127,991	\$ 207,584

CITY OF HOUSTON
 ECONOMIC DEVELOPMENT DIVISION
 FISCAL YEAR 2016 BUDGET PROFILE

Fund Summary
 Fund Name: Harrisburg Zone
 TIRZ: 23
 Fund Number: 7571/50

TIRZ Budget Line Items	FY2015 Budget	FY2015 Estimate	FY2016 Budget
EXPENDITURES			
Accounting	\$ 4,000	\$ 4,000	\$ 4,000
Administration Salaries & Benefits	\$ 15,000	\$ 15,000	\$ 15,000
Auditor	\$ 6,000	\$ 6,000	\$ 6,000
Bond Services/Trustee/Financial Advisor	\$ -	\$ -	\$ -
Insurance	\$ 1,000	\$ 1,000	\$ 1,000
Office Administration	\$ 10,081	\$ 10,081	\$ 10,081
TIRZ Administration and Overhead	\$ 36,081	\$ 36,081	\$ 36,081
Engineering Consultants	\$ -	\$ -	\$ -
Legal	\$ 10,000	\$ 10,000	\$ 10,000
Construction Audit	\$ -	\$ -	\$ -
Planning Consultants	\$ -	\$ -	\$ -
Program and Project Consultants	\$ 10,000	\$ 10,000	\$ 10,000
Management consulting services	\$ 46,081	\$ 46,081	\$ 46,081
Capital Expenditures (See CIP Schedule)	\$ -	\$ -	\$ -
TIRZ Capital Expenditures	\$ -	\$ -	\$ -
Developer / Project Reimbursements	\$ -	\$ -	\$ -
System debt service	\$ -	\$ -	\$ -
TOTAL PROJECT COSTS	\$ 46,081	\$ 46,081	\$ 46,081
Payment/transfer to ISD - educational facilities	\$ -	\$ -	\$ -
Payment/transfer to ISD - educational facilities (Pass Through)	\$ -	\$ -	\$ -
Administration Fees:			
City	\$ 4,600	\$ 4,588	\$ 6,497
County	\$ -	\$ -	\$ -
ISD	\$ -	\$ -	\$ -
HCC	\$ -	\$ -	\$ -
Affordable Housing:			
City	\$ -	\$ -	\$ -
County	\$ -	\$ -	\$ -
ISD to City of Houston	\$ -	\$ -	\$ -
Municipal Services (Payable to COH)	\$ -	\$ -	\$ -
Fund 1850 Advance (Payable to COH)	\$ -	\$ -	\$ -
Total Transfers	\$ 4,600	\$ 4,588	\$ 6,497
Total Budget	\$ 50,681	\$ 50,669	\$ 52,578
RESTRICTED Funds - Capital Projects	\$ -	\$ -	\$ -
RESTRICTED Funds - Affordable Housing	\$ -	\$ -	\$ -
RESTRICTED Funds - Bond Debt Service	\$ -	\$ -	\$ -
UNRESTRICTED Funds	\$ 77,648	\$ 77,322	\$ 155,006
Ending Fund Balance	\$ 77,648	\$ 77,322	\$ 155,006
Total Budget & Ending Fund Balance	\$ 128,329	\$ 127,991	\$ 207,584

Notes: