

# Mayor and Council Communication

DATE: 08/17/21

M&amp;C FILE NUMBER: M&amp;C 21-0572

LOG NAME: 17FY2021MID-YEARTIF

**SUBJECT**

(ALL) Adopt Attached Supplemental Appropriation Ordinance Adjusting Appropriations in Various Tax Increment Reinvestment Zone Funds and Amounts to Bring Revenues and Expenditures Into Balance for Fiscal Year 2021

**RECOMMENDATION:**

It is recommended that the City Council adopt the attached supplemental appropriation ordinance adjusting appropriations in the various Tax Increment Reinvestment Zone funds in the total net amount of \$2,014,174.00 for Fiscal Year 2021.

**DISCUSSION:**

The City's annual Operating Budget is formally enacted into law by City Council action adopting an appropriation ordinance that establishes spending limits for each department's operation. The purpose of this Mayor and Council Communication (M&C) is to address mid-year adjustments to various funds as described below.

On October 20, 2020, M&C 20-0744 established the Fiscal Year 2021 (FY2021) appropriations for the various Tax Increment Reinvestment Zones (TIRZs) in the amount of \$90,148,935.00. Based on the approved numbers for FY2021, mid-year adjustments are needed to bring some of the TIRZ funds into balance.

Some TIRZ funds were appropriated with the use of fund balance in FY2021. Adjustments in the amount of \$2,014,174.00 are needed for some of the funds and will decrease the use of fund balance based on available funds at the end of the prior fiscal year.

Decreases in appropriations for TIRZ No. 3, TIRZ No. 12, TIRZ No. 13, and TIRZ No. 14, are based on estimated available revenues resulting from updated district appraisals that reflect lesser growth and development activity within the TIRZs than had been projected for the year. Increases in appropriations for TIRZ No. 2A, TIRZ No. 2B, TIRZ No. 3A, TIRZ No. 4, TIRZ No. 8, TIRZ No. 9, TIRZ No. 9A, TIRZ No. 10, TIRZ No. 10A, and TIRZ No. 15 are based on estimated available revenues resulting from updated district appraisals that reflect greater growth and development activity within the TIRZs than had been projected for the year. Together, these changes in appropriations result in a total net change in appropriations in the amount of \$2,014,174.00 .

Changes to the TIRZ funds are shown in the following table:

TIRZ Number	Fund	Adjustment
TIRZ No. 2A - Texas Motor Speedway	28721	\$12,786.00
TIRZ No. 2B - Texas Motor Speedway	28722	\$21,713.00
TIRZ No. 3 - Downtown	28603	(\$6,088.00)
TIRZ No. 3A - Downtown	28730	\$24,914.00
TIRZ No. 4 - Southside	28604	\$2,080,926.00
TIRZ No. 8 - Lancaster Corridor	28608	\$10,324.00
TIRZ No. 9 - Trinity River Vision	28609	\$126,346.00
TIRZ No. 9A - Trinity River Vision	28790	\$11,205.00
TIRZ No. 10 - Lone Star	28610	\$54,394.00
TIRZ No. 10A - Lone Star	28710	\$7,537.00
TIRZ No. 12 - East Berry	28612	(\$173,635.00)
TIRZ No. 13 - Woodhaven	28613	(\$154,770.00)
TIRZ No. 14 - Trinity Lakes	28614	(\$7,571.00)
TIRZ No. 15 - Stockyards/Northside	28615	\$6,093.00
<b>TOTAL</b>		<b>\$2,014,174.00</b>

A Form 1295 is not required because: This M&C does not request approval of a contract with a business entity.

**FISCAL INFORMATION / CERTIFICATION:**

The Director of Finance certifies that upon adoption of the above recommendation supplemental appropriation ordinance, funds will be available in

the current operating budgets, as appropriated, of the various TIRZ Funds. Prior to any expenditure being incurred, the Economic Development Department has the responsibility to validate the availability of funds.

**Submitted for City Manager's Office by:** Jay Chapa 5804

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Expedited