

City Council – A Session

September 8, 2016

Agenda Item #??
Final Project and Finance Plans
Northeast Corridor TIRZ

Summary

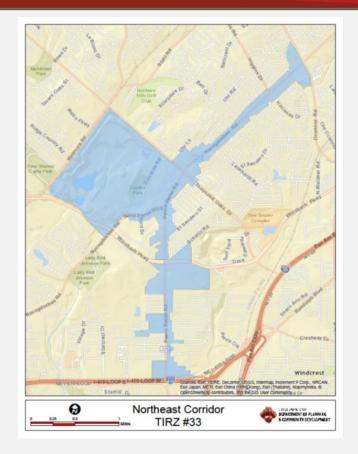
 Consideration of an Ordinance approving the Northeast Corridor Tax Increment Reinvestment Zone (TIRZ) #33 Final Project and Finance Plans.

Background

- December 4, 2014 City Council designated the Northeast Corridor TIRZ 33 which:
 - Designated and named the TIRZ
 - Created the Board of Directors(7) total 6 in District 10 and 1 in District 2
 - Established start date of December 4, 2014 and termination September 30, 2034
 - Approved Preliminary Project and Finance Plans
 - Created the Tax Increment Fund
- After designation, the Tax Increment Finance Act requires the subsequent adoption of Final Project and Finance Plans.

Background

- The TIRZ consists of approximately 1,056 parcel acres in City Council Districts 2 and 10.
- The Northeast Corridor TIRZ # 33 is City initiated with a 20 year term.
- The City of San Antonio's participation rate is 100%.



Issue

- March 10, 2016 City Council appointed 7 Board members to the Northeast Corridor TIRZ.
- July 25, 2016 the Northeast Corridor TIRZ Board met and approved the Final Project and Finance Plans.
- Per Chapter 311 of the Texas Tax Code (the "TIF Act")
 after TIRZ designation the board of directors of a
 reinvestment zone shall prepare and adopt a project
 plan and financing plan for the zone.

Issue

• The governing body of the municipality or county that designated the zone must approve by ordinance project plan or reinvestment zone financing plan after its adoption by the board.





Fiscal Impact

- Projects funded through the Northeast Corridor TIRZ are paid solely from the tax increment generated through the TIRZ and will not impact the City's General fund
- The City is the only participating taxing entity

Recommendation

Staff recommends approval of this item