

REINVESTMENT ZONE NUMBER TWO

SEPTEMBER 3, 2014

The Reinvestment Zone Number Two of the City of McKinney, Texas met in regular session in the Council Chambers, 222 N. Tennessee Street, McKinney, Texas on September 3, 2014 at 5:30 p.m.

Board members Present: Chairman Travis Ussery, Board members: Brian Loughmiller, Geralyn Kever, Don Day, Fritz Mowery, Keith Self, Roger Harris, Randy P. Pogue. Absent: Ray Ricchi

Staff Present: Interim City Manager Tom Muehlenbeck; City Attorney Mark Houser; City Secretary Sandy Hart; Assistant City Secretary Denise Vice; Chief Financial Officer Rodney Rhoades; Assistant Director of Development Services Rick Leisner; Director of Planning Michael Quint; Planning Manager Matt Robinson; and Financial Analyst Trevor Minyard.

There was one guest present.

Board members unanimously approved the motion by Board member Pogue, seconded by Board member Kever, to approve the following consent item:

- 14-869** Minutes of the Tax Reinvestment Zone Number Two Meeting of March 18, 2014.
- 14-870** Chairman Ussery called for Consideration/Discussion/Action on the Fiscal Year 2014-2015 Annual Budget for Tax Increment Reinvestment Zone Two (TIRZ No. 2 / Airport). Chief Financial Officer Rodney Rhoades stated that the budget presented contains revenues of \$439,185 for Fiscal Year 2015, comprised of property tax, sales tax, and a small amount of interest income. The only expenditure, \$4,500, is for the general administrative maintenance of the fund. The plan was previously amended to report on a fiscal year basis to coincide with the City's fiscal year. TIRZ Zone Number Two was set up primarily to fund roadway projects and anticipate \$40 million over the life of the TIRZ. No TIRZ dollars related to roadway projects has been spent to date. From an administrative and implementation perspective, \$1 million is

programmed into the plan and the only expenditure from that allocation has been for the general administrative costs associated with maintenance and upkeep of the Zone. The base value of the TIRZ Two is \$117.4 million. Since that time, there has been a fairly large appraised value in 2011 which tapered off in 2012 and 2013. We are beginning to see an increase in the captured assessed values for 2014. Board members unanimously approved the motion by Board member Pogue, seconded by Board member Harris, to approve the Fiscal Year 2014-2015 Annual Budget for Tax Increment Reinvestment Zone Two (TIRZ No. 2 / Airport).

Board members unanimously approved the motion by Board member Loughmiller, seconded by Board member Pogue, to adjourn. Chairman Ussery adjourned the meeting at 5:39 p.m.

TRAVIS USSERY
Chairman

ATTEST:

DENISE VICE
Assistant City Secretary