



ANNUAL REPORT

**TAX INCREMENT REINVESTMENT ZONE NO. 1
(TOWN CENTER TIRZ)**

For Calendar Year 2010

With a copy to the State of Texas Comptroller's Office, the Public Finance Division in the Office of the Attorney General, Collin County, McKinney Independent School District, and Collin County Community College District.

**City of McKinney, Texas
Tax Increment Reinvestment Zone No. 1
(Town Center TIRZ)**

**ANNUAL REPORT
Calendar Year 2010**

TIRZ No. 1 was created in September 2010 by McKinney Ordinance No. 2010-09-034, as amended. The established base year for TIRZ No. 1 is 2010. As such, the 2010 Annual Report for TIRZ No. 1 only shows the established base year values.

Chapter 311.016 of V.C.T.A. requires the following information as part of the annual report on the status of TIRZ No. 1.

1. Amount and source of revenue in the tax increment fund established for the zone:

Total Revenue: \$0
Source of Revenue: n/a

2. Amount and purpose of expenditures from the fund:

Total Expenditures: \$0
Purpose of Expenditures: n/a

3. Amount of Principal and Interest due on outstanding indebtedness is as follows:

\$0. TIRZ No. 1 has not incurred any indebtedness.

4. Tax Increment base and current captured appraised value retained by the zone:

<i>Ad Valorem</i>	(a)	(b)	(b-a)
Taxing Jurisdiction	Base Year Value (2010) ¹	Net Taxable Value (Current Reporting Year)	Captured Appraised Value (Current Reporting Year) ²
City of McKinney	\$231,751,771	\$231,751,771	\$0
Collin County	\$229,283,394	\$229,283,394	\$0

¹ "Base Year Value" is the total appraised value of all real property in the zone taxable by the City of McKinney or Collin County as of January 1, 2010 (per the certified totals report(s) prepared by the Collin Central Appraisal District).

² "Captured Appraised Value" is the total appraised value of all real property in the zone taxable by the City of McKinney or Collin County for the current reporting year LESS the "Base Year Value."

<i>Sales and Use Tax</i>	(a)	(b)	(b-a)
Taxing Jurisdiction	Base Year Value (2010) ³	Collected Sales and Use Tax Value (Current Reporting Year)	Captured Sales and Use Tax Value (Current Reporting Year) ⁴
City of McKinney	\$1,396,598.93	\$1,396,598.93	\$0

³ "Base Year Value" is the total sales and use taxes collected in the zone by the City of McKinney for the 2010 calendar year (January 1 - December 31).

⁴ "Captured Sales and Use Tax Value" is the total value of all sales and use tax collected in the zone by the City of McKinney for the current reporting year LESS the "Base Year Value."

5. **Captured appraised value shared by the municipality and other taxing units, the total amount of the tax increment received, and any additional information necessary to demonstrate compliance with the tax increment financing plan adopted by the governing body of the municipality.**

- a. **Captured appraised value shared by the municipality and other participating taxing jurisdictions:**

Ad Valorem

Taxing Jurisdiction	Captured Appraised Value (Current Reporting Year)	Tax Rate per \$100/Value (Current Reporting Year)	Participation in TIRZ No. 1	Amount of Increment (Current Reporting Year) ⁵
City of McKinney	\$0	\$0.5855	100%	\$0
Collin County	\$0	\$0.2400	50%	\$0

⁵ "Amount of Increment (current reporting year)" is equal to 100% of ad valorem taxes levied and collected in the zone by the City of McKinney and 50% of ad valorem taxes levied and collected in the zone by Collin County for the current reporting year.

Sales and Use Tax

Taxing Jurisdiction	Amount of Increment (Current Reporting Year) ⁶
City of McKinney (100%)	\$0

⁶ "Amount of Increment (current reporting year)" is equal to the total value of all sales and use tax captured in the zone for the current reporting year.

b. Total amount of tax increment received in the current reporting year:

Tax Type	Taxing Jurisdiction	Total Increment (Current Reporting Year)
Ad Valorem	City of McKinney	\$0
Ad Valorem	Collin County	\$0
Sales and Use Tax	City of McKinney	\$0
Total		\$0

c. Other information:

n/a