

..Title

Consider/Discuss/Act on a Resolution Approving a Budget Amendment for the McKinney Economic Development Corporation for Fiscal Year 2012-2013

..Summary

MEETING DATE: August 20, 2013

DEPARTMENT: McKinney Economic Development Corporation

CONTACT: Jim Wehmeier, President / CEO

RECOMMENDED CITY COUNCIL ACTION:

- Approval of Resolution and Budget Amendment

ITEM SUMMARY:

- This budget amendment is to allow for the payment of earned incentives for two major projects that came to pass after the budgeting process was completed for 2012-2013.
- This budget amendment is for the recently completed warehouse renovation and mezzanine structure addition at the Raytheon Company in McKinney.
- This project will come due prior to the next budget cycle and therefore need to be amended into this fiscal year's budget.

BACKGROUND INFORMATION:

- MEDC Board approved an incentive offer to Raytheon in the amount of \$337,000 pending receipt of certificate of occupancy.

FINANCIAL SUMMARY:

- The attached budget amendment #33108 shows current budgeted project allocations of \$4,230,000 and the proposed project allocations of \$4,567,000

BOARD OR COMMISSION RECOMMENDATION:

- MEDC Board recommends approval of FY 2012-13 revised budget.

RESOLUTION NO. 2013-08-___ (R)

**A RESOLUTION AMENDING THE BUDGET FOR THE MCKINNEY
ECONOMIC DEVELOPMENT CORPORATION FOR FISCAL YEAR
BEGINNING OCTOBER 1, 2012 AND ENDING SEPTEMBER 30, 2013**

WHEREAS, the McKinney Economic Development Corporation (MEDC) has submitted and City Council has approved a budget on September 18, 2012 of the revenues of said MEDC and the expenditures/expenses of conducting the affairs thereof and providing a complete financial plan for 2012-2013; and

WHEREAS, the MEDC has offered incentives to expanding and relocating company after the fiscal year 2012-2013 budget had been approved; and

WHEREAS, said expanding and relocating company has satisfied the necessary requirements for payment.

**NOW, THEREFORE, BE IT RESOLVED BY THE CITY COUNCIL OF THE CITY OF
MCKINNEY, TEXAS, THAT:**

Section 1. The City Council hereby authorizes a fiscal year 2012-2013 Budget Amendment (Exhibit A) to fund \$337,000 to be used for project incentives (Raytheon).

Section 2. This Resolution to become effective upon its passage.

**DULY PASSED AND APPROVED BY THE CITY COUNCIL OF THE CITY OF
MCKINNEY, TEXAS, ON THE 20TH DAY OF AUGUST, 2013.**

CITY OF MCKINNEY, TEXAS

BRIAN LOUGHMILLER
Mayor

ATTEST:

SANDY HART, TRMC, MMC
City Secretary
BLANCA I. GARCIA
Assistant City Secretary

APPROVED AS TO FORM:

MARK S. HOUSER
City Attorney

AMENDMENT # 33108

ECONOMIC DEVELOPMENT PROJECTS

Account No.	Account Description	Current Budget (Project)	Proposed Budget (Project)	Increase/ (Decrease)
<u>Expenditures</u>				
059-1257-463-8510	Other	\$ 4,230,000	\$ 4,567,000	\$ 337,000

Summary

Increase Expenditures in MEDC Fund by \$337,000

Decrease Fund Balance in MEDC Fund by \$337,000