

## REINVESTMENT ZONE NUMBER TWO

**MARCH 6, 2012**

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 March 6, 2012 at 3:30 p.m.

Board members Present: Chairman Travis Ussery, Vice Chairman Don Day, Board members: Fritz Mowery, Ray Ricchi, Don Day, Geralyn Keever, and Brian Loughmiller. Absent: Keith Self, David Brooks, and Roger Harris

Staff Present: City Manager Jason Gray; Deputy City Manager Joe Williams; City Attorney Mark Houser; City Secretary Sandy Hart; Finance Director Rodney Rhoades; Assistant to the City Manager Aretha Harvey; Finance - Alex Casey and Karen Watkins.

There was one guest present.

Chairman Ussery called the meeting to order at 3:34 p.m. after determining a quorum present.

**12-135** Chairman Ussery called for Consideration/Discussion/Act on the Minutes of the Reinvestment Zone Number Two Meeting of April 5, 2011. Board members unanimously approved the motion by Board member Keever, seconded by Board member Mowery, to approve the Minutes of the Reinvestment Zone Number Two Meeting of April 5, 2011.

**12-136** Chairman Ussery called for Consideration/Discussion/Action on the 2011 Annual Report for Tax Increment Reinvestment Zone Number Two. City Manager Jason Gray presented the 2011 Annual Report for Tax Increment Reinvestment Zone Number Two. The ad valorem increment for the current reporting year totals \$92,682, with \$76,987 coming from the City of McKinney and \$15,695 coming from Collin County. The sales tax increment for the current reporting year totals \$228,046, all of which comes from the City of McKinney. Board members unanimously approved the motion by Board member Brian Loughmiller, seconded by Board member Day, to approve the 2011 Annual Report.

**12-137** Consider/Discuss/Act on General and Administration Costs for the Tax Increment Reinvestment Zone Number Two. Finance Director Rodney Rhoades staff is requesting General and Administrative Costs associated for the time spent by City employees in connection with monitoring the zone. An annual requirement exists to report to the State of Texas and to the local taxing units. Currently, over 2100 businesses in zip code 75069 need to be physically located and identified as participating in the zone. Staff is recommending \$15,000 per year to be allocated for general and administrative costs for Reinvestment Zone Number Two. Mr. Loughmiller asked if the amount could be adjusted on a sliding scale. City Manager Gray stated that it could be associated with the number of properties rather than the revenue. What takes time is the cross checking of individual properties. Mr. Gray suggested that staff could bring a formula to the next meeting so that it could be figured every year as part of the budget that would be a charge per property. City Attorney Houser stated that any project that is included in the project plan could be funded through by the TIRZ with the exception of some limitations on County funds for transportation. Board members unanimously approved the motion by Board member Day, seconded by Board member Mowery, to table this item until the next meeting.

Board members unanimously approved the motion by Board member Keever, seconded by Board member Loughmiller to adjourn the meeting. Chairman Ussery adjourned the meeting at 3:40 p.m.

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TRAVIS USSERY  
Chairman

ATTEST:

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Sandy Hart, TRMC, MMC  
City Secretary