



TITLE: Consider/Discuss/Act on the Tax Increment Reinvestment Zone Number Two (TIRZ No.2) 2012 Annual Report and Authorization to Invoice the Participating Taxing Jurisdictions

MEETING DATE: March 19, 2013

DEPARTMENT: Financial Services

CONTACT: Rodney Rhoades, Chief Financial Officer

RECOMMENDED CITY COUNCIL ACTION:

- Staff recommends approval of the annual report and authorization to invoice.
- The Board's approval will be forwarded to City Council on April 2, 2013

ITEM SUMMARY:

- The City of McKinney is required by Chapter 311.016 of the Texas Tax Code to submit an annual TIRZ status report. The report is to be filed with the State Comptroller and chief officers of each taxing unit that levies property taxes in a reinvestment zone.
- Revenues for the TIRZ Fund are generated by a portion of property tax and sales tax captured in the zone. The 2012 City of McKinney and Collin County ad valorem increment totals \$49,071. The sales tax increment, as verified by the State Comptroller's Tax Allocation Section, is \$307,029.
- The City will invoice Collin County \$8,278 for their portion of the ad valorem increment.
- No expenditures or debt was recorded during the reporting year.

BACKGROUND INFORMATION:

- TIRZ No.2 provides support for infrastructure to achieve Collin County Regional Airport's mission to be a premier general aviation reliever airport in North Texas with future commercial service goals.

FINANCIAL SUMMARY:

- Revenues by funding sources are as follows:

\$ 40,793	100% of City of McKinney's incremental ad valorem tax
\$ 8,278	50% of Collin County's incremental ad valorem tax
\$ 307,029	100% of City of McKinney's incremental sales & use tax

\$ 356,100	Total 2012 Captured Revenues
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BOARD OR COMMISSION RECOMMENDATION:

- Upon Board approval, staff will present the annual report and request to invoice to Council on April 2, 2013 for final approval.