



# CITY OF MCKINNEY, TEXAS

## Legislation Text

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**File #:** 19-0345, **Version:** 1

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Consider/Discuss/Act on a Resolution Approving Financial Support for a Federally Qualified Health Center

**COUNCIL GOAL:** Direction for Strategic and Economic Growth  
Enhance the Quality of Life in McKinney

**MEETING DATE:** April 16, 2019

**DEPARTMENT:** City Manager's Office

**CONTACT:** Barry Shelton, AICP, Assistant City Manager

### ITEM SUMMARY:

- On April 2, 2019, the North Texas Family Health Foundation (NTxFHF) asked the City of McKinney to contribute \$2.5 million towards the construction of the Family Health Center at Virginia Parkway, a Federally Qualified Health Center.
- The proposed resolution expresses the Council's support for the project and intention to partner with the North Texas Family Health Foundation through a Chapter 380 economic development agreement, not to exceed \$1.55 million.
- The proposed resolution also encourages the McKinney Economic Development Corporation (MEDC) and McKinney Community Development Corporation (MCDC) to support the project with the remainder of the \$2.5 million.

### BACKGROUND INFORMATION:

- The Family Health Center at Virginia Parkway has opened a temporary 6,800 square foot clinic in the Wysong Hospital Campus at the corner of Central Expressway (Highway 75) and Virginia Parkway.
- The health center is looking to construct a permanent home along Virginia Street, west of Graves Street.
- The proposed health center will be a 25,000 square foot facility that will offer primary medical, dental, behavior and specialty OB as well as graduate medical classes and residency programs for doctors, nurse practitioners and physician's assistants.
- Federally Qualified Health Centers are community based health care providers that receive funds from the federal Health Resources & Services Administration (HRSA) to provide primary care services in underserved areas. They must meet a stringent set of requirements, including providing care on a sliding fee scale based on ability to pay.
- Federally Qualified Health Centers provide comprehensive services, including:
  - Preventative health services
  - Dental Services

- Mental health and substance abuse services
- Transportation services necessary for adequate patient care

**FINANCIAL SUMMARY:**

- Independent Bank, the corporate sponsor for the NTxFHF, is requesting City of McKinney to match their \$2.5 million donation.
- MEDC and MCDC boards have been requested to fund \$950,000 in infrastructure costs.
- The City of McKinney would fund the remaining \$1.55 million of the commitment over the next three fiscal years out of the General Fund.
  - \$500,000 would be allocated from FY19 funds that have been approved for payments of Chapter 380 agreements.
  - The City of McKinney would need to appropriate the balance of the funds in FY's 20 and 21.

**BOARD OR COMMISSION RECOMMENDATION:**

- N/A