



City of Denton

City Hall
215 E. McKinney Street
Denton, Texas
www.cityofdenton.com

AGENDA INFORMATION SHEET –Tax Increment Reinvestment Zone Number Two Board

DEPARTMENT: Economic Development

CM/ DCM/ ACM: Bryan Langley

DATE: July 12, 2017

SUBJECT

Receive a report and hold a discussion regarding the 2016 Tax Increment Reinvestment Zone Number Two (Westpark TIRZ) Annual Report.

BACKGROUND

On December 17, 2012, the City Council adopted Ordinance No. 2012-366 designating and describing the boundaries of Tax Increment Reinvestment Zone Number Two (Westpark TIRZ) to provide the public infrastructure necessary to encourage development in the largest industrially zoned area in the City.

An annual report is required to be submitted to the State Comptroller of Public Accounts, detailing the previous year's TIRZ activities. According to 311.016 of the Texas Tax Code, the report is required to include: the base and appraised value; revenue in the Tax Increment Fund from all participating taxing entities; purpose of expenditures; and any outstanding bonded indebtedness interest due. Staff has drafted the attached report for consideration by this board and City Council.

This is the fourth year of the Westpark TIRZ. According to Denton Central Appraisal District (DCAD) supplemental valuation figures, the 2016 total appraised valuation of taxable real property in TIRZ Number Two was \$2,401,349. This is a \$2,281,891 increase from the 2012 base value of \$119,458 and represents a 1,910% change in valuation. The valuation and contribution into the TIRZ fund is illustrated in the tables below.

Table 1: City Certified and Supplemental TIRZ Two Valuation Summary

Tax Year	Certified TIRZ Tax Value	Supplemental TIRZ Tax Value*	Incremental Increase (Decrease)	Contribution	Adjusted Incremental Value	Annual TIRZ Ad Valorem Revenue
2013	119,458	119,458	N/A	N/A	N/A	N/A
2014	566,436	555,807	436,349	40%	174,540	1,204
2015	120,538	120,538	1,080	40%	432	3
2016	2,401,349	2,401,349	2,281,891	40%	912,756	6,237
Totals						7,444

Table 2: County Certified and Supplemental TIRZ Two Valuation Summary

Tax Year	Certified Tax Value	Supplemental Tax Value*	Incremental Increase (Decrease)	Contribution	Adjusted Incremental Value	Annual TIRZ Ad Valorem Revenue
2013	119,458	119,458	N/A	N/A	N/A	N/A
2014	566,436	241,101	121,643	40%	48,657	132
2015	120,538	120,538	1,080	40%	432	1
2016	2,401,349	2,401,349	2,281,891	40%	912,756	2,267
Totals						2,400

Table 3: TIRZ Two Total Certified and Supplement Summary

Tax Year	Certified Tax Value	Supplemental Tax Value	Incremental Increase (Decrease)	Contribution	Adjusted Incremental Value	Annual TIRZ Ad Valorem Revenue	Interest Income**	Total Revenue
2013	119,458	119,458	N/A	N/A	N/A	N/A	N/A	N/A
2014	566,436	555,807	436,349	40%	174,540	1,336	7	1,343
2015	120,538	120,538	1,080	40%	432	4	10	14
2016	2,401,349	2,401,349	2,281,891	40%	912,756	8,505	3	8,508
Total City and County						9,845	20	9,865

STRATEGIC PLAN RELATIONSHIP

The City of Denton's Strategic Plan is an action-oriented road map that will help the City achieve its vision. The foundation for the plan is the five long-term Key Focus Areas (KFA): Organizational Excellence; Public Infrastructure; Economic Development; Safe, Livable, and Family-Friendly Community; and Sustainability and Environmental Stewardship. While individual items may support multiple KFAs, this specific City Council agenda item contributes most directly to the following KFA and goal:

Related Key Focus Area: Economic Development

Related Goal: 3.4 Encourage development, redevelopment, recruitment, and retention

EXHIBITS

Exhibit 1 – Agenda Information Sheet

Exhibit 2 – 2016 TIRZ Number Two Annual Report

Respectfully submitted:
 Caroline Booth
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