

RESOLUTION NO. 2007- 182 R

A resolution approving Victoria Sales Tax Development Corporation programs and expenditures for Fiscal Year 2007-2008, and declaring an effective date.

Article 5190.6 § 21 provides:

Sec. 21. Every unit is hereby authorized to utilize a corporation to issue bonds on its behalf to finance the cost of projects, including projects in federally designated empowerment zones and enterprise communities or enterprise zones designated under the Texas Enterprise Zone Act, to promote and develop new and expanded business enterprises to promote and encourage employment and the public welfare. No unit is or shall be authorized to lend its credit or grant any public money or thing of value in aid of a corporation, except that a city may grant public money to a corporation under a contract authorized by Section 380.002, Local Government Code. **The unit will approve all programs and expenditures of the corporation and annually review any financial statements of the corporation, and at all times the unit will have access to the books and records of the corporation.**

The City Council has reviewed the financial statements, programs, and expenditures of the Victoria Sales Tax Development Corporation (VSTDC) and finds that the programs and expenditures of the VSTDC should be approved.

THEREFORE, IT IS RESOLVED BY THE CITY COUNCIL OF THE CITY OF VICTORIA, TEXAS:

1.

The City Council approves the following programs and expenditures of the VSTDC's Fiscal Year 2007-2008 Budget:

Utilities Projects

Downtown Utility Phase I Projects 3 & 4 Engineering - engineering services for replacing water mains & replacing or rehabilitating sewer mains in parts of South Williams Street, East Goodwin Avenue, East Forest Street, North Wheeler Street, East Santa Rosa Street, East Juan Linn Street, South De Leon Street and South Wheeler Street	\$579,110
Downtown Utility Phase II Project 6 Construction – replacing water main & replacing or rehabilitating sewer mains in parts of Water Street, South Main Street, West Second Street, South Bridge Street, and East Third Street	\$998,000
Ball Airport / Mallette Drive Annexation Utilities Project - construction of water & sewer mains in Mallette Drive to serve areas annexed for economic development	\$136,000
E. Loop 463 Corridor Annexation Project - construction of water & sewer mains from Mockingbird Lane across Loop 463 right-of-way to serve areas annexed for economic development	\$230,000

Parks & Open Space Projects

*Youth Sports Complex Project Supplement – additional funds for constructing, acquiring and equipping a sports venue project at or next to the Victoria Community Center	\$50,000
---------------------------------------------------------------------------------------------------------------------------------------------------------------------------------	-----------------

Economic Development Projects

*Startek Telephone Call Center Project – which will include providing funds for the purchase of equipment for a telephone call center at 1309 E. Red River	\$300,000
-------------------------------------------------------------------------------------------------------------------------------------------------------------------	------------------

Administrative and Maintenance Costs

*Debt Service Costs attributable to Youth Sports Complex Project	\$1,070,181
* Administrative & engineering fees ---payable to City of Victoria pursuant to Interlocal Agreement at time projects subject to the administrative fee are completed	\$675,000
* VEDC (Victoria Economic Development Corporation) Fees - including maintenance costs, operating costs, administration, research & development, determination of feasibility & practicability, and other expenses incident to other projects listed in VSTDC budget	\$270,000
* Maintenance and Operating Costs of the Loop 463 Business and Industrial Park Project –	

maintenance & operating costs of business park at intersection of Loop 463 & Lone Tree Road in Victoria, Texas		\$26,000
Total Allocated Expenditures		\$4,334,291
Planned, but Unallocated Expenditures (These expenditures will NOT be made UNLESS the VSTDC takes further action on them)		
Future Capital Improvements Programs		\$3,078,533
Business Incentive Project(s)		\$1,000,000
Debt Service Reservation		\$500,000
Proposed Total Expenditures (includes allocated and planned expenditures)		\$8,912,824
Estimated Unallocated Oct. 1, 2007 Fund Balance	\$723,244	
De-allocated Funds:	\$1,129,805	
M&O Costs of Loop 463 Business and Industrial Park Project (06-07)	\$8,331	
Loop 463 Project (98-99)	\$18,450	
Lone Tree Creek Drainage Project (06-07)	\$1,058,450	
Water and Waste Water Master Plans (01-02)	\$100	
Northwest Sewer Line Project (05-06)	\$38,236	
VEDC Strategic Planning Project (05-06)	\$4,000	
VEDC Texas Japan Office Project (05-06)	\$2,238	
Anticipated Miscellaneous Revenue (industrial park land rental)	\$0	
Anticipated Interest Income	\$350,000	
Anticipated Sales Tax Income	\$6,709,775	
Total Anticipated Funds Available for Expenditure		\$8,912,824
Budget Surplus (Deficit)	=	\$0

2.

This resolution shall become effective immediately upon adoption.

PASSED, this the 6th day of November, 2007.

AYES: 5

NAYS: 0

ABSTENTIONS: 0

APPROVED AND ADOPTED, this the 6th day of November, 2007.

ATTEST:

Scarlet Swoboda
SCARLET SWOBODA, City Secretary

Distribution: Legal Department
 Finance Department

Will Armstrong
WILL ARMSTRONG, Mayor of the
City of Victoria, Texas

David Atmar Smith
APPROVED AS TO LEGAL FORM:
DAVID ATMAR SMITH, City Attorney

Copies Sent: NOVEMBER 9, 2007

