

**CITY OF EL PASO, TEXAS
AGENDA ITEM
DEPARTMENT HEAD'S SUMMARY FORM**

DEPARTMENT: Financial and Administrative Services

AGENDA DATE: April 20, 2010

CONTACT PERSON NAME AND PHONE NUMBER: William Studer, (915) 541-4215

DISTRICT(S) AFFECTED: All

SUBJECT:

Public Hearing on the proposals to adopt ordinances pursuant to Transportation Code Section 222.106, designating areas as Transportation Reinvestment Zone Number Two and Transportation Reinvestment Zone Number Three, City of El Paso, Texas, the designation of the zones, its benefits to the municipality and to the property in the proposed zones.

BACKGROUND / DISCUSSION:

Transportation Reinvestment Zones (TRZ's) were one of the proposed funding mechanisms the City of El Paso agreed to create as part of the 2008 Comprehensive Mobility Plan (CMP). TRZ #1 was created by City Council on December 23, 2008, however, it included parcels in Fort Bliss and therefore broke the contiguity of the zone as required by state law. Further, the zone was created with conservative assumptions regarding the revenues projected. The City is considering 2 new zones that will generate the funds required for the City's participation of the projects in the 2008 CMP while balancing the City's needs and also address the state requirement for TRZ's existing entirely within the City limits. The proposed TRZ #2 and #3 address these issues. This hearing is required by the statute allowing the creation of TRZ's, and allows for public comment on the benefits of the TRZ's as proposed. The hearing was advertised on April 7th and April 13th in the El Paso Times.

PRIOR COUNCIL ACTION:

July 2008 – Approval of 2008 CMP
April 6, 2010 – Approved Notice of Intent to Create TRZ

AMOUNT AND SOURCE OF FUNDING:

No funding is required to create the zones.

BOARD / COMMISSION ACTION:

N/A

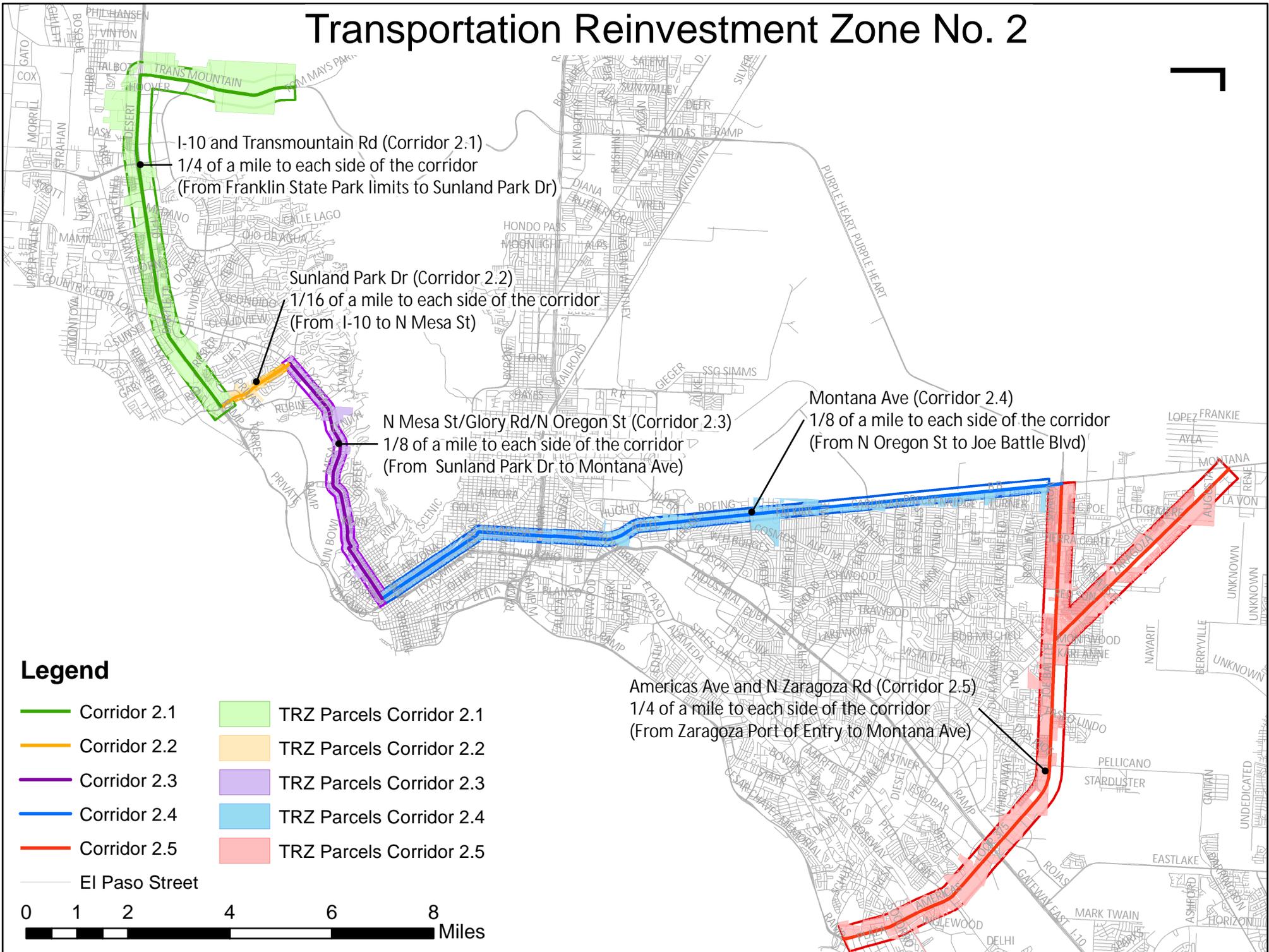
*****REQUIRED AUTHORIZATION*****

DEPARTMENT HEAD:

(If Department Head Summary Form is initiated by Purchasing, client department should sign also)

Information copy to appropriate Deputy City Manager

Transportation Reinvestment Zone No. 2



I-10 and Transmountain Rd (Corridor 2.1)
 1/4 of a mile to each side of the corridor
 (From Franklin State Park limits to Sunland Park Dr)

Sunland Park Dr (Corridor 2.2)
 1/16 of a mile to each side of the corridor
 (From I-10 to N Mesa St)

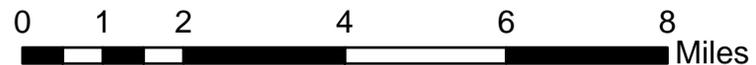
N Mesa St/Glory Rd/N Oregon St (Corridor 2.3)
 1/8 of a mile to each side of the corridor
 (From Sunland Park Dr to Montana Ave)

Montana Ave (Corridor 2.4)
 1/8 of a mile to each side of the corridor
 (From N Oregon St to Joe Battle Blvd)

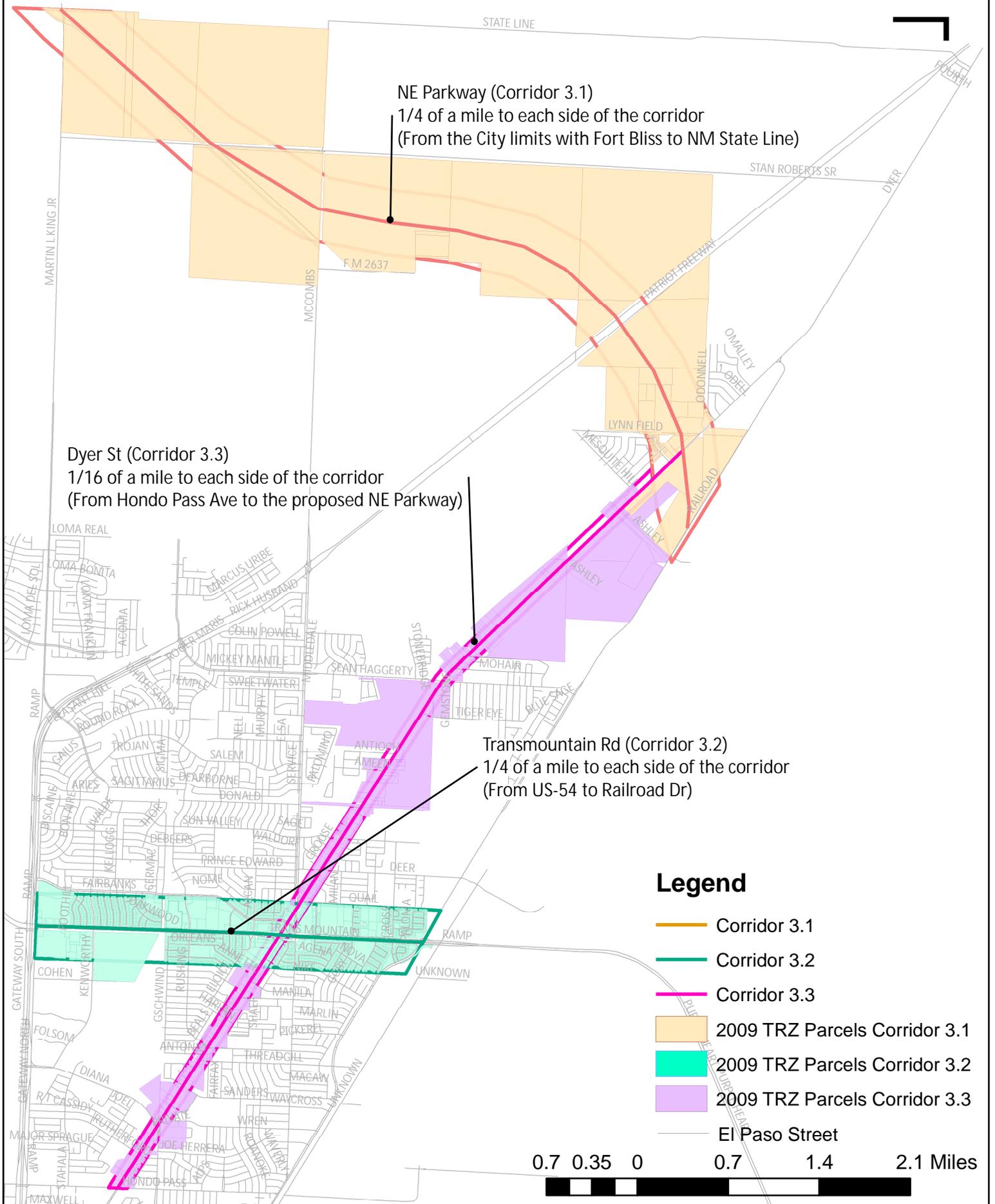
Americas Ave and N Zaragoza Rd (Corridor 2.5)
 1/4 of a mile to each side of the corridor
 (From Zaragoza Port of Entry to Montana Ave)

Legend

- Corridor 2.1
- Corridor 2.2
- Corridor 2.3
- Corridor 2.4
- Corridor 2.5
- El Paso Street
- TRZ Parcels Corridor 2.1
- TRZ Parcels Corridor 2.2
- TRZ Parcels Corridor 2.3
- TRZ Parcels Corridor 2.4
- TRZ Parcels Corridor 2.5



Transportation Reinvestment Zone No. 3





Transportation Reinvestment Zones

2 and #3

Public Hearing

April 20, 2010

6:00 P.M.



Transportation Reinvestment Zones (TRZ)

- Capture revenue stream created by increase in property valuation related to transportation improvements
- Created along transportation corridors
- Authorized by state legislature during 2007 legislative session



Background

- December 2008 City Council Adopts TRZ #1
- Supports 2008 Comprehensive Mobility Plan (CMP)
- \$70 million required to meet City's obligations to the 2008 CMP
- TRZ #1 included portions within Fort Bliss, breaking contiguity required by state statute
- Captured more revenue than anticipated



New TRZ #2 and #3

- Proposed zones have narrower boundaries on the corridors to better manage revenues allocated to transportation projects
- 2 zones are proposed to meet requirement for contiguity
- Estimated to generate \$70 million required



Schedule

April 6, 2010

- Council authorized the City Manger to publish notice of intent to create TRZ # 2 and TRZ #3
- Council sets Public Hearing dates and times



Schedule

April 7, 2010

- Notice of intent published in El Paso Times

April 13, 2010

- Revised notice of intent for TRZ #2 published in El Paso Times
 - Eliminated segment of I-10 between Sunland Park and Oregon to maximize other opportunities for incentives
 - Added Sunland Park, Mesa and Oregon to maintain contiguity



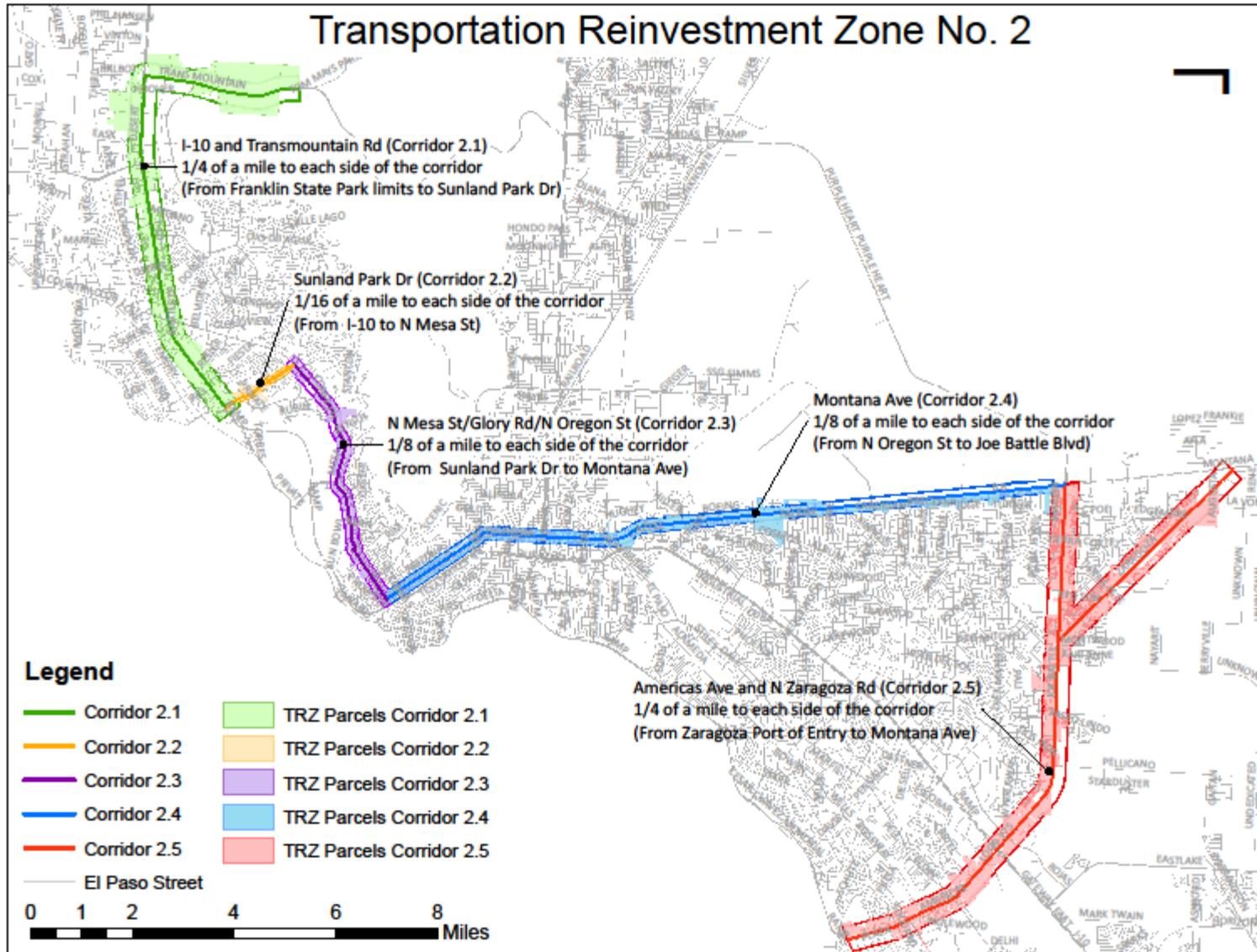
Schedule

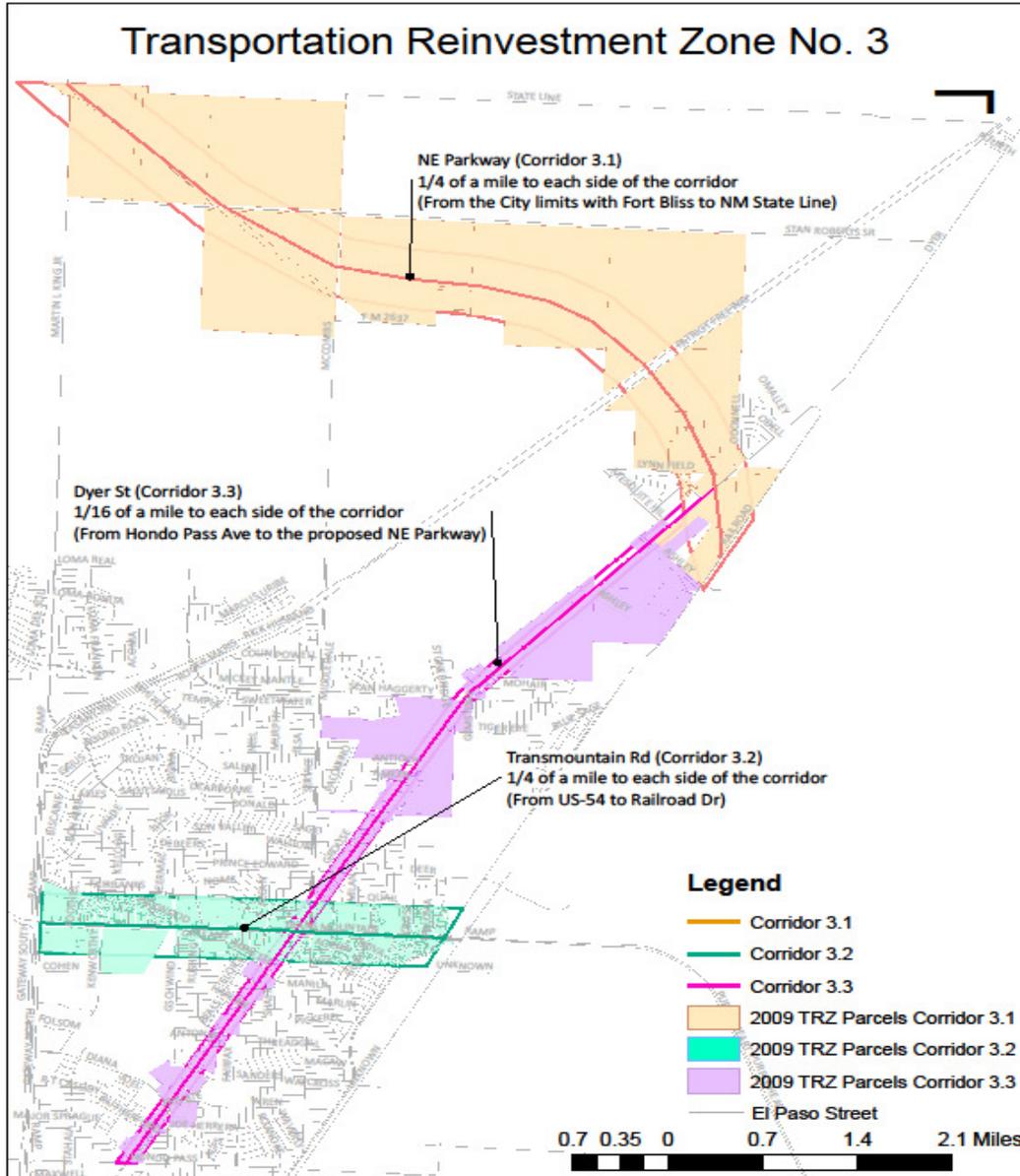
April 20, 2010

- Public hearing to discuss the designation of the zones and their benefits to the municipality and to property in the proposed zones.



Transportation Reinvestment Zone No. 2







Next Steps

- Receive public input on zones
- Continue refining financial model to balance financial obligation to CMP and revenues supporting City functions
- Finalize corridors that are no larger than those proposed today
- Present ordinances establishing TRZ #2 and TRZ #3



Proposed Schedule

May 25, 2010

Council considers ordinances

- Establishing TRZ #2 and TRZ #3
 - Sets 2010 as the base year
 - Revenues are collected in 2011



Public Input



Transportation Reinvestment Zones

2 and #3

Public Hearing

April 20, 2010

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