

RESOLUTION NO. 2014-121R

A RESOLUTION OF THE CITY COUNCIL OF THE CITY OF SAN MARCOS, TEXAS EXPRESSING THE CITY COUNCIL'S CONTINUING SUPPORT OF THE PASO ROBLES DEVELOPMENT WITHIN TAX INCREMENT REINVESTMENT ZONE NO. 4 ; DIRECTING THE CITY STAFF TO PROCEED WITH PREPARATION OF ALL DOCUMENTS NECESSARY TO INCREASE THE TOTAL AMOUNT OF PROJECT EXPENSES ELIGIBLE FOR REIMBURSEMENT WITH TAX INCREMENT BY AN ADDITIONAL \$10,000,000; AND PROVIDING AN EFFECTIVE DATE

RECITALS:

1. In 2010 the City of San Marcos entered into a Development Agreement for Paso Robles and subsequently approved the creation of Tax Increment Reinvestment Zone No. 4 to provide for the reimbursement, with tax increment, of project expenses including infrastructure necessary for the development of the project;

2. Financial modeling for the project projected that the zone could support repayment of approximately \$40,000,000 in project expenses based on the 2009 market values. At the time of creation of the zone, however, the maximum amount of reimbursable project expenses was capped at \$20,000,000;

3. In 2014, Brookfield Residential (which owns Carma Paso Robles) assumed responsibility for building homes in the community in addition to completing land development, utility extensions, a golf course, and a clubhouse.

4. The City Council deems it necessary and advisable to assist Brookfield Residential with the additional project expenses by increasing the total amount of development expenses reimbursable from tax increment by an additional \$10,000,000.

BE IT RESOLVED BY THE CITY COUNCIL OF THE CITY OF SAN MARCOS, TEXAS:


PART 1. The City Council finds the above recitals to be true and correct.

PART 2. The City Council hereby expresses its continuing support for the Paso Robles Project.


PART 3. The City Council hereby directs city staff to proceed with preparation of all documents necessary to increase the potential reimbursement of project expenses for Paso Robles, with tax increment, from \$20,000,000 to \$30,000,000 and to present them for approval in accordance with the procedures set for the in Chapter 311 of the Texas Tax Code.

PART 4. This Resolution shall be in full force and effect from and after its passage.

ADOPTED on September 2, 2014.


Daniel Guerrero
Mayor

Attest:


Jamie Lee Pettijohn, City Clerk