



# City of Killeen

## Legislation Text

---

**File #:** RS-24-056, **Version:** 1

---

Consider a memorandum/resolution approving an amendment to the letter of agreement with the Killeen Economic Development Corporation to provide economic development services, in an amount of \$865,000.

**DATE:** March 19, 2024

**TO:** Kent Cagle, City Manager

**FROM:** Edwin Revell, Executive Director of Development Services

**SUBJECT:** Killeen Economic Development Corporation Agreement Amendment

**BACKGROUND AND FINDINGS:**

On November 30, 1990, the City of Killeen entered into an agreement with the Killeen Economic Development Corporation (KEDC) to provide economic development services. Since 1990, the City of Killeen has continued this collaboration, including an annual appropriation to the KEDC.

In January of 2023 the City of Killeen approved a two-year agreement with KEDC in the amount of \$725,054 per year.

The City determines each year's allocation in consultation with the KEDC. The agreement then sets out the responsibilities of the City and the KEDC, including provisions for the use of funds and financial reporting.

On September 12, 2023, City Council as a part of the annual budget, increased funds appropriated to KEDC to \$865,000. An amendment to the Agreement is necessary to authorize the disbursement of the increased funding amount.

**THE ALTERNATIVES CONSIDERED:**

N/A

**Which alternative is recommended? Why?**

N/A

**CONFORMITY TO CITY POLICY:**

This action conforms to Section 3-60, Economic Development Partner's Roles and Expectations, of the City's approved Economic Development Policy (Res. 19-007R).

**FINANCIAL IMPACT:**

**What is the amount of the revenue/expenditure in the current fiscal year? For future years?**

This expenditure is \$865,000 for FY 2024. The city will determine each future year's allocation in consultation with the KEDC and upon City Council's approval of the annual budget.

**Is this a one-time or recurring revenue/expenditure?**

Recurring expenditure

**Is this revenue/expenditure budgeted?**

Yes, funds are available in the General Fund Non-Departmental account 010-9501-491.50-82 (\$502,473) and in the Water & Sewer Fund Non-Departmental account 550-9501-491.50-82 (\$362,527).

**If not, where will the money come from?**

N/A

**Is there a sufficient amount in the budgeted line-item for this revenue/expenditure?**

Yes

**RECOMMENDATION:**

Staff recommends that the City Council approve the amended two-year agreement with the KEDC that reflects the increased FY 2024 budget allocation of \$865,000.

**DEPARTMENTAL CLEARANCES:**

Finance  
Legal

**ATTACHED SUPPORTING DOCUMENTS:**

Amendment  
Agreement  
Presentation