



City of Killeen

Legislation Text

File #: RS-18-076, **Version:** 1

Consider a memorandum/resolution to enter into an agreement with the Killeen Economic Development Corporation for economic development services.

DATE: September 4, 2018

TO: Ronald L. Olson, City Manager

FROM: Jonathan Locke, Executive Director of Finance

SUBJECT: Killeen Economic Development Corporation Agreement

BACKGROUND AND FINDINGS:

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

The City Council has authorized an allocation in the past of no less than the equivalent to two cents (2¢) of the net ad valorem tax collections each fiscal year.

Funding for this agreement has been included in the proposed budget in an amount of \$386,354. The City will determine each year's allocation in consultation with the KEDC. The attached agreement describes the responsibilities of the City and the KEDC and includes provisions for the use of funds and financial reporting requirements.

THE ALTERNATIVES CONSIDERED:

1. To not enter into an agreement with the Killeen Economic Development Corporation.
2. To enter into an agreement with the Killeen Economic Development Corporation.

Which alternative is recommended? Why?

Staff recommends option 2.

CONFORMITY TO CITY POLICY:

This action supports City of Killeen Vision 2030 Goal 1: Quality Community Development and Revitalization and Goal 8: Targeted Economic Development.

FINANCIAL IMPACT:

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

\$386,354

Is this a one-time or recurring expenditure?

Recurring

Is this expenditure budgeted?

Yes

If not, where will the money come from?

N/A

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

Yes, upon adoption of the FY 2019 Budget.

RECOMMENDATION:

Staff recommends that the City Council authorize the City Manager or designee to execute the attached agreement with KEDC and set the FY 2019 allocation for KEDC at \$386,354.

DEPARTMENTAL CLEARANCES:

Purchasing
Legal

ATTACHED SUPPORTING DOCUMENTS:

Agreement