

**TAX INCREMENT REINVESTMENT ZONE
NUMBER ONE
CITY OF OAK RIDGE NORTH, TEXAS**



2015 ANNUAL REPORT

Tax Year Ending December 31, 2015

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CITY OF OAK RIDGE NORTH, TEXAS

2015 CITY COUNCIL

Mayor

Hon. James M. Kuykendall

Council Members

Hon. Tom Coale
Place 1

Hon. Clint McClaren
Place 2
Mayor Pro-Tem

Hon. Christian Walsh
Place 3

Hon. Jim Simon (partial year)
Hon. Bruce Bernhoft (partial year)
Place 4

Hon. Frances Planchard
Place 5

**TAX INCREMENT REINVESTMENT ZONE
NUMBER ONE
OAK RIDGE NORTH, TEXAS
2015 BOARD OF DIRECTORS**

Ordinance 66-2014 established a five (5) member board of directors, but did not fill those positions. Therefore all positions were vacant in 2015.

Position 1	Vacant
Position 2	Vacant
Position 3	Vacant
Position 4	Vacant
Position 5	Vacant

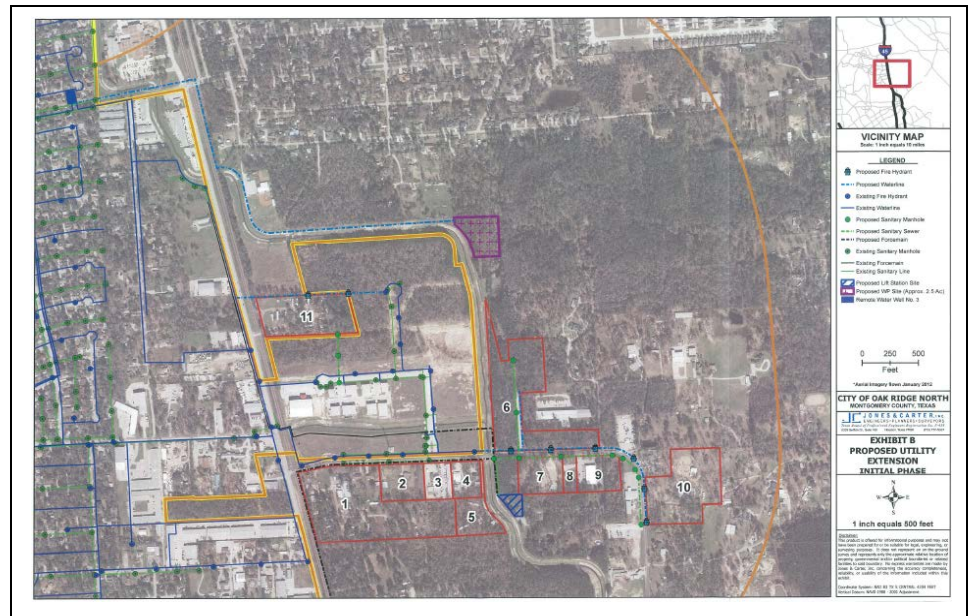
PURPOSE OF ZONE

The City’s goal is to maximize and preserve the taxable value of land and improvements in its ETJ by providing infrastructure such as roads, including Robinson Road improvements, water, sewer, drainage, detention, and certain landscape and urban design components.

The TIRZ is intended to provide the long-term planning and financing mechanism to facilitate construction of the proposed improvements, especially by partnering with private sector property owners / developers. In exchange for access to public utilities, the City will require property owners to petition for annexation thereby gaining control and fostering future growth that will be within the corporate limit.

Figure 2 below illustrates the location in the ETJ of the types of improvements intended to be funded through the TIRZ.

Figure 2:
Map of Proposed TIRZ Improvements



Source: Jones and Carter Report on “Utility and Economic Feasibility - Robinson Road East of Hanna Road”, dated September, 2013.

STATE OF THE ZONE AND PLAN IMPLEMENTATION IN 2015

The City’s TIRZ creation process included requesting County participation in the TIRZ. Throughout tax year 2015, the City and County worked to arrive at mutually acceptable participation rates. The final Project Plan & Reinvestment Zone Financing Plan (the “Plan”) will be prepared in tax year 2016 in accordance with the requirements of Chapter 311 of the Texas Tax Code and will outline the improvements to be funded and implemented by the Zone.

Revenue

1. The information provided in the section is in accordance with § 311.016 (a) (1) of the Texas Tax Code, which requires inclusion of the amount and source of revenue in the tax increment fund established for the Zone.

In 2015, the City was the sole participating taxing entity in the Zone. The following tables show the participating jurisdiction(s) and the amount and source of revenue in the Zone. The Zone was created for the duration of 30 years and the City has committed to 100% of its participation for the 30 years, or until otherwise dissolved by the City.

Table A: Participation Schedule

Jurisdiction	2015 Tax Rate	% Participation	Duration
City of Oak Ridge North (Total Rate)	\$0.4598/\$100	100%	30 Years
Montgomery County (pending)			

Tax Rate Source: Harris County Central Appraisal District

Table B illustrates the growth in appraised value from the base year 2014 to tax year 2015 for the City of Oak Ridge North.

Table B: Increment Generated from Base Year to Present

Taxing Entity	2014 Base Value	2015 Value	Captured Appraised Value (Increment)
City of Oak Ridge North	\$81,579,632	\$99,565,404	\$17,985,772
Montgomery County	n/a		

In future years Table C will be used to illustrate the amount of the City’s incremental revenue to the tax increment fund.

Table C: Tax Increment Revenue Fund Balance by Year

Taxing Entity	2015	2016	2017
City of Oak Ridge North	\$82,698.58	\$-0-	\$-0-
Montgomery County	n/a		
Annual Fund Balance		\$-0-	\$-0-

Expenditures

2. The information provided in this section is in accordance with § 311.016 (a) (2) of the Texas Tax Code, which requires inclusion of the amount and purpose of expenditures from the fund.

The Board of Directors of the Zone has been granted by City Council, in accordance with Section 311.010 of the Texas Tax Code, the power to administer, manage and operate the Zone and to implement the Plan.

The Zone was created on December 15, 2014. Positions on the Board of Directors for the Zone were not filled in 2015 pending the County’s participation decision. Therefore, no meetings were held during the calendar year 2015, and there were no expenditures for the Zone during the reporting period.

Interest Due on Outstanding Bonds

3. The information provided in this section is in accordance with § 311.016 (a) (3) of the Texas Tax Code, which requires inclusion of the amount of principal and interest due on outstanding bonded indebtedness.

The Zone issued no debt and therefore had no interest due on outstanding bonds.

Base Value & Captured Appraised Value

4. The information provided in this section is in accordance with § 311.016 (a) (4) of the Texas Tax Code, which requires inclusion of the tax increment base and current captured appraised value retained by the Zone.

The captured appraised value of the Zone is the total appraised value of all real property located within the Zone, less the tax increment base value. In each year subsequent to the base year, the Zone will receive tax increment revenue based on ad valorem property taxes levied and collected by each participating taxing unit on the captured appraised value of the Zone. Please refer to Table B.

Increment Received by Participating Jurisdiction

5. The information provided in this section is in accordance with § 311.016 (a) (5) of the Texas Tax Code, which requires inclusion of the captured appraised value shared by the City and other taxing units, the total amount of tax increments received, and any additional information necessary to demonstrate compliance with the Plan.

In 2015, the City was the only participating taxing entity in the Zone. The increment revenue generated for tax year 2015 was \$82,698.58 as shown in Table C.



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Prepared by Marsh Darcy Partners, Inc.