

**santa fe edc**

**THE SANTA FE ECONOMIC  
DEVELOPMENT CORPORATION  
FUND (75)**

*A COMPONENT UNIT OF THE CITY OF SANTA FE*

**ANNUAL BUDGET**

*FOR THE FISCAL YEAR BEGINNING OCTOBER 1, 2022  
AND ENDING SEPTEMBER 30, 2023*

**DEPARTMENT – Economic Development (575)****ECONOMIC DEVELOPMENT CORPORATION****About the Economic Development Corporation (EDC)**

The EDC is not a committee but is an official public body governed by State law. There are seven EDC Board Members appointed by City Council for staggered two-year terms. The EDC is funded by a 1/2% sales tax and has revenue of approximately \$750,000 annually. Its budget is approved by the EDC board and reviewed by the City Council.

As its name implies the EDC is charged with economic development within the city. Economic development can either be organic or planned. The board works to encourage and guide development in an effort to attract businesses that enhance and compliment the lifestyle of the residents as well as generate sales tax and jobs.

The EDC does not engage in developing property but provides resources, information, and incentives to private investors and property owners.

Meetings are held at 6:30 pm on the second Tuesday of each month at the Santa Fe City Hall Council Chambers and everyone is encouraged to attend. The meetings are open public meetings and we urge all to attend. If you have a particular topic you wish to discuss it is best to ask the EDC Director or the President of the EDC to add you to the agenda as a Scheduled Visitor. If you are on the agenda as a Scheduled Visitor the State Open Meetings Act we operate under allows us to respond to your questions and comments.

Otherwise, you can just show up at the meeting and speak as an Unscheduled Visitor. As an Unscheduled Visitor, the Board is not allowed under law to discuss an issue with you since it was not publicly posted 72 hours prior to the meeting. However, we can certainly listen and consider placing your idea or issue on the next agenda.

**Powers Granted to Economic Development Corporations by Texas Statute**

The Texas Development Corporation Act of 1979 gives cities the ability to finance new and expanded business enterprises in their local communities through economic development corporations (EDCs). Chapters 501, 504, and 505 of the Local Government Code outline the characteristics of Type A and Type B EDCs authorize cities to adopt a sales tax to fund the corporations and define projects EDCs are allowed to undertake.

Type A EDCs are typically created to fund industrial development projects such as business infrastructure, manufacturing, and research and development.

The City of Santa Fe formed a Type B EDC. The Type B sales tax may be used for any project eligible under Type A rules and several other project types, including quality of life improvements.

Type B corporations may pay for land, buildings, equipment, facilities, targeted infrastructure and improvements for: professional and amateur sports and athletic facilities, tourism and entertainment facilities, convention facilities and public parks; related street, water and sewer facilities; and

To promote and develop new and expanded business enterprises, a Type B EDC may fund:

streets, roads, drainage and related improvements; demolition of existing structures; general municipally owned improvements

ECONOMIC DEVELOPMENT

DEPARTMENT 575

ECONOMIC DEVELOPMENT CORPORATION BUDGET SUMMARY 2022-2023

	Actual 2016/17	Actual 2017/18	Actual 2018/19	Actual 2019/20	Actual 2020/21	Amended 2021/22	Proposed 2022/2023
<b>Beginning Fund Balance</b>	2,324,683	3,006,292	3,576,151	4,045,848	4,525,115	4,156,435	1,328,937
<b>Revenue</b>	766,656	664,378	726,798	744,767	815,265	882,750	891,500
<b>Expenditures</b>	85,047	94,519	257,101	265,500	1,183,945	3,710,248	1,149,846
<b>Ending Fund Balances</b>	<b>3,006,292</b>	<b>3,576,151</b>	<b>4,045,848</b>	<b>4,525,115</b>	<b>4,156,435</b>	<b>1,328,937</b>	<b>1,070,591</b>
<i>Remaining Mos of Fund Balance</i>	581.9	692.2	783.1	875.8	804.5	257.2	128.5
Annual Op Expenses	\$62,000	\$62,000	\$62,000	\$62,000	\$62,000	\$62,000	\$100,000

	FY 19-20 Actual	FY 20-21 Actual	FY 21-22 Budget	FY 21-22 Amended	FY 22-23 Proposed	% Chg Budget to Proposed
Economic Development (575)						

75-00-4000

DETAIL OF REVENUE

47030	CITY SALES TAX	695,387	807,314	825,000	825,000	874,500	6.0%
47420	INTEREST & INVESTMENT INCOME	49,380	7,950	57,750	57,750	17,000	-70.6%
47445	ECON DEV BOND REVENUE	0	0	0	0	0	-
47450	NON-CASH CONTR-PROP OWNERS	0	0	0	0	0	-
47451	COUNTY REIMB-FM646	0	0	0	0	0	-
47452	WCID#8 REIMB-FM 646	0	0	0	0	0	-
47980	APPROPRIATED FUND BALANCE	0	0	2,827,498	2,827,498	0	-100.0%
<b>Total Revenue</b>		<b>744,767</b>	<b>815,265</b>	<b>3,710,248</b>	<b>3,710,248</b>	<b>891,500</b>	<b>-76.0%</b>

75-575-9000

DETAIL OF EXPENSES

9024	CAP OUTLAY - ENGINEERING	198,907	49,305	102,022	102,022	10,000	-90.2%
9025	CAP OUTLAY - SURVEYING	25,891	0	138,000	138,000	0	-100.0%
9026	CAP OUTLAY - RECORDING FEES	0	523	277	277	0	-100.0%
9027	CAP OUTLAY - EASEMENTS	0	0	0	0	0	-
9028	CAP OUTLAY - CONTRACTOR	0	979,487	2,396,835	2,396,835	750,000	-68.7%
9029	CAP OUTLAY - CONTINGENCY	0	0	539,268	539,268	0	-100.0%
9030	CAP OUTLAY - REC/CONTR FEE 3/S	0	0	0	0	0	-
9032	CAP OUTLAY - ENGINEERING 3/S	0	0	0	0	0	-
9035	CAP OUTLAY - CONTRACTOR 3/S	0	0	0	0	0	-
9038	CAP OUTLAY - EASEMENTS 3/S	0	0	0	0	0	-
9052	CE-FURNITURE/OFFICE EQUIPMENT	0	0	0	0	0	-
9331	PS-ADMINISTRATIVE SVCS	15,000	24,000	24,000	24,000	30,000	25.0%
9335	PS-TRAINING & TRAVEL	9,038	0	15,000	15,000	17,000	13.3%
9405	SS-FINANCIAL AUDIT SVCS	8,000	8,500	9,000	9,000	9,500	5.6%
9406	SS-BANK SERVICE CHARGES	0	30	0	0	0	-
9410	SS-ADVERTISING	508	160	2,000	2,000	30,000	1400.0%
9425	SS-DUES AND SUBSCRIPTIONS	125	130	300	300	1,000	233.3%
9435	SS-LEGAL SERVICES	7,392	16,320	10,000	10,000	10,000	0.0%
9450	SS - WEBMAIL SERVICES	144	576	700	700	2,000	185.7%
9460	SS-PROFESSIONAL CONTRACT SVCS	0	0	0	0	10,000	-
9461	SS-MASTER UTILITY PLAN	0	0	0	0	0	-
9462	SS-CONTR TO CITY OF SF	0	39,423	311,846	311,846	78,800	-74.7%
9463	CONTR TO CITY OF SF AVE P	0	65,000	0	0	0	-
9469	SS-CONTR TO PROJECTS	0	0	160,000	160,000	200,000	25.0%
9475	SS- TRAILS OF SANTA FE	0	0	0	0	0	-
9520	SM-CERTIFICATES,PLAQUES,E	0	0	500	500	500	0.0%
9560	SM-OFFICE SUPPLIES & MATERIALS	495	492	500	500	1,000	100.0%
9580	SM-SMALL TOOLS & SUPPLIES	0	0	0	0	0	-

<b>Total Expenses</b>	<b>265,500</b>	<b>1,183,945</b>	<b>3,710,248</b>	<b>3,710,248</b>	<b>1,149,800</b>	<b>-69.0%</b>
-----------------------	----------------	------------------	------------------	------------------	------------------	---------------

Notes on Budget Changes for the new Fiscal Year

Dept (575)

- 575-9028 CAP OUTLAY - CONTRACTOR Estimated cost to complete construction of FM1764 Sewer Improvements (\$750,000)
- 575-9331 PS-ADMINISTRATIVE SVCS Continued Administrative Services provided by the City (\$30,000)
- 575-9335 PS-TRAINING & TRAVEL Continued expenses as last year (\$15,000)
- 575-9405 SS-FINANCIAL AUDIT SVCS New audit program and increase (\$500)
- 575-9410 SS-ADVERTISING Increases in advertising and community engagement (\$2000)
- 575-9462 SS-CONTR TO CITY OF SF Continued payments on city purchase of Graydall to improve drainage for citizens and businesses (\$78,846).
- 575-9469 SS-CONTR TO PROJECTS Partner with and participate in BAHEP programs (\$10,000). \$New Business Programs (\$200,000).

# SANTA FE ECONOMIC DEVELOPMENT CORPORATION

## RESOLUTION #2022-01

**A RESOLUTION OF THE CITY OF SANTA FE ECONOMIC DEVELOPMENT CORPORATION, ADOPTING THE BUDGET FOR THE FISCAL YEAR BEGINNING OCTOBER 1, 2022**

\*\*\*\*\*

**WHEREAS**, Staff has prepared a proposed budget for the fiscal year beginning October 1, 2022, and ending September 30, 2023; and


**WHEREAS**, after discussion, study, and consideration of the proposed budget, the Board of Directors is of the opinion that the budget should be approved and adopted.

**NOW, THEREFORE, BE IT RESOLVED BY THE SANTA FE ECONOMIC DEVELOPMENT CORPORATION BOARD OF DIRECTORS:**

That the proposed budget for the fiscal year beginning October 1, 2022, and ending September 30, 2023, attached hereto and marked Exhibit "A" is hereby adopted and shall constitute the budget for the City of Santa Fe Economic Development Corporation for the fiscal year beginning October 1, 2022.

**PASSED AND APPROVED** this 28<sup>th</sup> day of July 2022.

  
Fidencio Leija, President

ATTYST:  
  
Ashley Carner, Secretary