



**MUNICIPAL DEVELOPMENT DISTRICT
CONSIDERATION ITEM
CITY OF FAIR OAKS RANCH, TEXAS**



AGENDA TOPIC: Consideration and possible action approving an amendment to the FY 2024-25 budget

DATE: April 9, 2025

DEPARTMENT: Finance

PRESENTED BY: Summer Fleming, CGFO, MDD Investment Officer

INTRODUCTION/BACKGROUND:

The MDD Board will consider an amended grant application in the amount of \$224,840 from the City of Fair Oaks Ranch for a gateway monument at the intersection of Fair Oaks Parkway and Leslie Pfeiffer Drive. The original application was approved by the board at its January 8, 2025, meeting. If the amended application is approved, the Board will then consider authorizing execution of a Chapter 377 Project Funding Agreement with the City for this project.

Upon authorization of the Project Funding Agreement, a budget amendment is required to appropriate the funds for this awarded grant. The project is expected to conclude this fiscal year, at which time the MDD will reimburse the City in accordance with the project funding agreement.

POLICY ANALYSIS/BENEFIT(S) TO CITIZENS:

The use of MDD funds for a gateway monument represents the use of sales tax proceeds to develop an asset that will provide long-term value to the City by reinforcing a positive image of the community and supporting future economic growth. The gateway monument will enhance the entryway into the City and establish a strong visual identity promoting civic pride and supporting the beautification of the City.

LONG TERM FINANCIAL & BUDGETARY IMPACT:

The total current fund balance in the MDD is \$3,331,455, of which \$2,081,455 is unallocated. The unallocated fund balance will be \$1,856,615 if the board approves the grant. MDD is in a sound position for cash flows to maintain capacity to consider other projects.

LEGAL ANALYSIS:

The project is an authorized project pursuant to Local Government Code Chapter 377.

RECOMMENDATION/PROPOSED MOTION:

I move to approve an amendment to the FY 2024-25 budget appropriating \$224,840 for grant award expenditure.