



# CITY OF HOUSTON

Office of the Mayor

## Interoffice

Correspondence

**To:** Mayor Sylvester Turner

**From:** Andrew F. Icken  
Chief Development Officer

**Date:** August 19, 2021

**Subject:** Montrose RDA Bonds

The Montrose TIR/Authority is undertaking a large-scale infrastructure project to rebuild Montrose Boulevard from Allen Parkway to US 59. The project will provide the drainage backbone to improve storm drainage throughout the Montrose area during heaving rain events to reduce street level flooding. Additionally, Montrose Boulevard will be reconstructed into a 4-lane roadway to include sidewalks on both sides, the replacement of public utilities and the inclusion of bicycle facilities. To implement this project, which is included in the proposed FY22 Budget, the Authority will need to obtain financing through the issuance of \$50,000,000 in bonds.

The debt issued by the Authority pursuant to this bond authorization will be repaid by the Authority utilizing tax increment from the Zone during the remaining life of the Zone, assuming no growth in increment, which will terminate on December 31, 2045. The debt capacity schedule projects the annual debt service payment between \$843,900 and \$3,167,900 during the debt period, ending in 2045. The TIRZ current increment is \$4,335,8635. The FY22 budget reflects the Montrose project and preliminary engineering and design will begin in the current fiscal year.