Weatherford City Council

AGENDA REPORT

Meeting Date:	January 13, 2026	**Staff Contact:**	Ashley Seiler, Economic Development Director
Item Number:	2025-630-AR	**Phone:**	817-598-4279

SUBJECT: Consider approval of a Interlocal Cooperation Agreement between the City of Weatherford, the Board of Directors of Tax Increment Reinvestment Zone No. 1, and the Weatherford Local Government Corporation Number 1.

BACKGROUND/DISCUSSION

Following the creation of the Weatherford Local Government Corporation Number 1 (LGC), staff recommends approval of an Interlocal Cooperation Agreement that establishes the working relationship between the City, the TIRZ 1 Board of Directors, and the LGC.

Purpose of the Agreement

This agreement authorizes the LGC to serve as the operational and management entity for Tax Increment Reinvestment Zone Number One (TIRZ 1) in support of development projects. Under Texas Tax Code Section 311.010(f), the TIRZ Board and the City may contract with an LGC to manage the zone and implement the project and financing plan.

Authority Delegated to the LGC

Under this agreement, the LGC is authorized to:

- Manage the day-to-day operations of TIRZ 1
- Implement the TIRZ 1 Project and Financing Plan
- Enter into agreements for goods and services necessary to carry out the plan
- Acquire and dispose of real property in furtherance of zone objectives
- Make grants and incentives consistent with the plan and Chapter 380, Local Government Code

All activities are subject to the availability of TIRZ funding and must comply with Texas Tax Code Chapter 311 and the approved Project and Financing Plan.

Oversight and Controls

- The LGC Board of Directors (City Council) retains authority over all debt issuances and major decisions
- The City Manager serves as LGC President with operational oversight
- Administrative services will be provided by City staff under the direction of the City Manager
- The LGC is required to comply with competitive bidding requirements where applicable under state law
- The agreement automatically terminates upon expiration or termination of TIRZ 1

Term and Termination

The agreement has an initial term of one year and automatically renews annually unless terminated by any party with 30 days written notice.

FINANCIAL IMPACT

Immediate Impact: There is no immediate financial impact from approval of this agreement.

Ongoing Financial Considerations:

- The LGC will manage TIRZ 1 tax increment funds in accordance with the approved Project and Financing Plan
- City staff providing administrative services to the LGC will be reimbursed pursuant to this agreement
- All expenditures from the TIRZ 1 fund will be subject to the LGC's annual budget, which requires City Council approval
- The City retains the right to receive any LGC income not needed to pay expenses or obligations
- Financial activity will be reported as part of the City's annual audit

SUGGESTED ACTION

Staff recommends approval of the Interlocal Cooperation Agreement between the City of Weatherford, the Board of Directors of Tax Increment Reinvestment Zone No. 1, and the Weatherford Local Government Corporation Number 1.

ATTACHMENTS

- Interlocal Cooperation Agreement - Weatherford LGC Number 1