



COUNCIL COMMITTEE REPORT HOUSING AND COMMUNITY DEVELOPMENT COMMITTEE

Date: 12/09/15

Agenda Item #: 3

Agenda Item: *Consider a draft ordinance that would establish a Homestead Preservation District Tax Increment Reinvestment Zone in District A.*

Vote

4-0 [Committee members are Council Member Renteria (Chair), Council Member Kitchen (Vice-Chair), Council Member Casar, and Council Member Gallo.]

Original Sponsors/Department

SPONSOR: Council Member Casar

Summary of Discussion

Committee members discussed a motion brought forward by Council Member Casar regarding a recommendation to Council to establish a Tax Increment Reinvestment Zone (TIRZ) in Homestead Preservation District A and set the recapture rate at 10%. The motion simultaneously recommends potential modification of the City's financial policies to consider the percentage of captured value in a Tax Increment Finance district (TIF)/TIRZ rather than considering only the total value in a TIF/TIRZ.

Direction

The Committee voted unanimously to recommend moving the motion to the full Council for consideration.

Recommendation

The Committee voted to recommend to the full Council to establish a TIRZ in Homestead Preservation District A, to set the recapture rate at 10% for 10 years, and simultaneously recommend potential modification of the City's financial policies to consider the percentage of captured value in a TIF/TIRZ, rather than considering only the total value in a TIF/TIRZ.

Additional Information Needed

None