

## A G E N D A



## Recommendation for Council Action

Austin City Council	Item ID	63110	Agenda Number	18.
---------------------	---------	-------	---------------	-----

Meeting Date:	11/3/2016	Department:	Economic Development
---------------	-----------	-------------	----------------------

## Subject

Approve an ordinance setting the assessment rate and approving a proposed 2017 assessment roll for the East Sixth Street Public Improvement District. Related to Items # 19 and # 57.

## Amount and Source of Funding

The 2017 assessment rate of \$0.19/\$100 valuation is estimated to produce \$89,939 at a 90% collection rate.

## Fiscal Note

A fiscal note is not required.

Purchasing Language:	
Prior Council Action:	August 7, 2014 - Council approved Resolution No. 20140807-174 reauthorizing the East Sixth Street Public Improvement District (PID).
For More Information:	Kevin Johns, Director, Economic Development, (512) 974-7802; Michael Knox, Downtown Officer, Economic Development (512) 974 6415
Council Committee, Boards and Commission Action:	
MBE / WBE:	
Related Items:	

## Additional Backup Information

The East Sixth St. PID comprises 116 properties lining East 6th Street from I-35 to Congress Avenue. The assessment rate is \$.19/\$100 valuation, on the first \$500,000 of value. In 2017 this assessment rate is expected to generate \$89,939 at a 90% collection rate.

This action will approve the proposed East 6th Street Public Improvement District assessment rate and proposed assessment roll for 2017. State law requires City Council approval of a proposed assessment roll. Approval of the proposed assessment roll is necessary so that notices may be sent to the property owners, giving them an opportunity to review the property valuations prior to the public hearing. All previously approved exemptions and exclusions from assessments are retained in this year's roll. City Council requested that this assessment process be timed so that it coincides with the receipt of other real property tax bills.

A related item sets a public hearing on Thursday, December 1, 2016 to consider the 2017 assessments for the East Sixth Street PID. State law requires a public hearing by Council to consider the proposed assessments. Each property owner has a right to appear at the hearing. Sixth Street Austin submitted a 2017 budget for the PID in the amount of

\$165,026. This amount includes \$89,939 in 2017 assessments (at a 90% collection rate); \$35,000 annual contribution in-lieu of paying an assessment on City-owned tax exempt property by the City of Austin; \$1,630 interest accrued in the PID account and late payments; \$40,000 from the East 6<sup>th</sup> Street Public Improvement District fund; along with a reduction of \$1,543 in collections that came in below the 2016 anticipated amount. Approval of the proposed PID budget and the ordinance adopting an assessment rate and proposed assessment roll are the first steps in the annual process of approving PID assessments.