ECONOMIC GROWTH & REDEVELOPMENT SERVICES

RECOMMENDATION FOR COUNCIL ACTION

Subject: Approve a resolution adopting the E. 6th Street Public Improvement District (PID) Service Plan and Budget for 2011.

Amount and Source of Funding: 6ixth Street Austin submitted a 2011 budget for the PID in the amount of $130,350. This amount includes $63,027 in 2011 assessments (at a 90% collection rate), -$8,932 in collections from 2010; $2,755 interest accrued in the PID Account and late payments; a $43,500 annual contribution from the City of Austin; and $30,000 in donations, sponsorships and events to be raised by 6ixth Street Austin. Appropriation of the $100,350 in the Economic Growth and Redevelopment Services Department Special Revenue Fund will require City Council Authorization, and possible adjustment, after the assessment roll hearing on December 9, 2010. Related to Items #16 & 70.

Fiscal Note: There is no unanticipated fiscal impact. A fiscal note is not required.

For More Information: Michael Knox, Downtown Officer/974-6415; Gregory Miller, Attorney/974-6032

Prior Council Action: August 20, 2009- Council reauthorized the E. 6th Street PID.

The E. Sixth St. PID comprises 116 properties lining E. 6th St. from I-35 to Congress Avenue. The assessment rate is $.15/$100 valuation, on the first $500,000 of value. In 2011 this assessment rate is expected to generate $56,850 from assessments, interest, late payments and other adjustments. The City of Austin has also committed to provide $43,500.

To supplement this, 6ixth Street Austin is proposing to raise an additional $30,000.

This action will approve the proposed E. 6th Street Public Improvement District Service Plan and Budget for 2011, as provided to the City by 6ixth Street Austin. Total proposed FY 2011 Budget is $130,350: Physical Improvements (Clean, Historic, Systems) 30%, Public Safety 20%, Communications/Membership 20%, Marketing/Fundraising/Economic Development 20%, Administration 10%.

The proposed 2011 Assessment roll is based on the proposed Service Plan. State law requires Council approval of the Service Plan and Budget. The PID revenue estimate is based on the appraisal roll from TCAD as of November 1, 2010. Adjustments to the roll may be required based on new information from TCAD and Council action as a result of the December 9, 2010 public hearing. 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.