Posting Language
Approve a resolution adopting the East Sixth Street Public Improvement District Service and Assessment Plan and Budget update for 2020. Related to item #94 and #96.

Lead Department
Economic Development

Fiscal Note
This item has no fiscal impact.

Prior Council Action:
August 7, 2014 - City Council approved Resolution No. 20140807-174 reauthorizing the East Sixth Street PID.
June 19, 2019 - City Council approved Ordinance 20190619-027 setting the assessment rate and approving a proposed 2020 assessment roll for the East Sixth Street Public Improvement District and approved to set a public hearing to consider the 2020 proposed assessment.

For More Information:
Veronica Briseño, Director, Economic Development Department, 512-974-3045; Nicole Klepadlo, Redevelopment Project Manager, Economic Development Department, 512-974-7739

Additional Backup Information:
This action will approve the proposed East Sixth Street Public Improvement District Service and Assessment Plan and Budget for 2020-2021, as provided to the City by 6th Street Austin. State law requires City Council Approval of the Service and Assessment Plan and Budget, which serves as the basis for the proposed 2020 assessment roll. The Public Improvement District (PID) assessment will provide services in the following areas: Infrastructure and Physical Environment, Public Safety, Communications and Membership, and Marketing, Economic Development, and Fundraising.

The East Sixth Street Public Improvement District submitted a 2020 budget for the PID in the amount of $137,715 at Exhibit A. The amount includes $93,223 in 2020 assessments (at a 90% collection rate) from the 2020 proposed assessment roll, $35,000 annual City contribution in lieu of paying an assessment on City-owned tax exempt property and other City priorities, $13,978 from prior-year revenue collections and from reserve maintained for property protests and unpaid taxes, and $2,707 from interest accrued and late payments in the East 6th PID Account and less $7,193 in City and County fees.

Approval of the proposed PID service and Assessment Plan and Budget, and the ordinance adopting an assessment rate and proposed assessment roll are part of the annual process of approving PID assessments and subject through City Council approval in the Fiscal Year 2020 Budget. Appropriation of $137,715 in the Economic Development Department Special Revenue Fund will require City Council authorization. This appropriation is based on the proposed appraisal roll from the Travis Central Appraisal District as the certified roll will not be available until after the deadline to meet Travis County property tax billing cycle. Therefore, if 2020 assessment collections are higher than $137,715, the amount will be included in City Council deliberations through the annual PID approval process in 2020. If the amount is less than $137,715, however,
the City of Austin will not provide funding for the difference, and the East Sixth PID will have to reduce its spending to meet the lower amount.