



Recommendation for Action

File #: 20-2408, **Agenda Item #:** 2.

7/30/2020

Posting Language

Approve a resolution adopting the East Sixth Street Public Improvement District Service and Assessment Plan and Budget update for 2021. Related to Item #15.

Lead Department

Economic Development.

Fiscal Note

This item has no fiscal impact.

Prior Council Action:

August 8, 2019 - Council approved Resolution No. 20190808-094 reauthorizing the East Sixth Street Public Improvement District (PID).

June 11, 2020 - City Council approved Ordinance 20200611-020 setting the assessment rate and approving a proposed 2021 assessment roll for the PID and approved to set a public hearing to consider the 2021 proposed assessment.

For More Information:

Sylvia Holt-Rabb, Interim Director, Economic Development Department, 512-974-3131

Nicole Klepadlo, Redevelopment Project Manager, Economic Development Department, 512-974-7739.

Additional Backup Information:

This action will approve the proposed PID Service and Assessment Plan and Budget for 2021-2022, as provided to the City by Sixth Street Austin, the entity that manages the PID. State law requires City Council Approval of the Service and Assessment Plan and Budget, which serves as the basis for the proposed 2021 assessment roll. The 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 PID submitted a 2021 budget in the amount of \$83,200, in Exhibit A. The amount includes \$46,329 in 2021 assessments (at an 85% collection rate) from the 2021 proposed assessment roll, \$35,000 annual City contribution in lieu of paying an assessment on City-owned tax exempt property and other City properties, \$4,637 from prior-year revenue collections from reserve maintained for property protests and unpaid taxes, and \$4,095 from interest accrued and late payments in the PID's Account and less \$6,861 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 to City Council approval in the Fiscal Year 2021 Budget. Appropriation of \$83,200 in the Economic Development Department Special Revenue Fund will require City Council authorization. Travis County Appraisal District has stated it will not adjust property values for 2021 thus the total assessment is subject to

change only due to protests by property owners.

Strategic Outcome(s):

Economic Opportunity and Affordability.