

MEMORANDUM

TO: Mayor and City Council

FROM: Sylnovia Holt-Rabb, Acting Director, Economic Development Department

DATE: August 25, 2020

SUBJECT: Update on Resolution No. 20181101-024 Regarding 6909 Ryan Drive

In 2018, <u>City Council Resolution No. 20181101-024</u> directed the Economic Development Department (EDD) to issue a Request for Proposal (RFP) for the City-owned property located at 6909 Ryan Drive in the Crestview Neighborhood by the end of August 2019. <u>EDD staff issued a memo</u> in August 2019 requesting an 11-month extension to release the Request for Proposals. The extension was necessary to procure planning and advisory services from a consulting team, as well as coordinate temporary use of the site by the Austin Fire Department and the permanent relocation of the Austin Energy warehousing activities.

From August 2019 through June 2020, staff and their consultants performed extensive site due diligence, site planning, and stakeholder engagement. The project team created and refined redevelopment scenarios based on the goals outlined in the 2018 resolution in order to gauge community support for different alternatives. The scenario development and refinement process, as well as the process to develop and finalize minimum development criteria for the site, were heavily guided by a robust and inclusive community and stakeholder engagement process garnering participation from not just the surrounding neighborhoods, but city-wide wide as well. The community feedback has been translated into minimum development criteria for use in the future RFP.

In addition to the work with community stakeholders, the Office of Real Estate Services and Austin Energy made significant progress in securing the permanent relocation of Austin Energy activities at the site.

Key update items pertinent to the RFP include the following:

- The <u>Ryan Drive Working Group Report</u>, which is referenced in Resolution No. 20181101-024, will be included as an appendix to the RFP.
- EDD staff and the consulting team crafted and presented various development scenarios to community stakeholders. Based on feedback, the following minimum development criteria will be included in the RFP:
 - o At least 300 housing units at the site, of which at least 50% must be affordable. The housing should be provided in a manner consistent with the City's Affordability Unlocked Program;
 - o At least 1.25 acres of the site should be dedicated to park/open space;
 - At least 7,000 square feet should be built and allocated for creative, community commercial, and/or multi-purpose community space; and
 - o Site development must prioritize bicycle and pedestrian accessibility and provide direct access to Crestview Rail Station to Justin Lane and/or Ryan Drive.

- The RFP will allow for proposers to evaluate the potential to leverage adjacent parcels as part of a proposal.
- The RPF will require the successful respondent to deliver \$2,884,903 to the City for the purposes of repaying Austin Energy for its 1997 bond purchase of the site.
- The RFP will require the successful respondent to reimburse predevelopment costs incurred by EDD to sustain the department's site repositioning program.

As to next steps, EDD staff is working with the Purchasing Office and Law Department to issue the RFP in the coming months. EDD anticipates receiving and evaluating responses after a six to eight-week-long application period, followed by bringing forward the recommended proposal to the City Council for consideration in mid-2021. City Council's approval would allow for the negotiating of a Development Agreement to bring about this community-enhancing redevelopment project.

<u>Visit the 6909 Ryan Drive project website</u> to review the Ryan Drive Working Group Report and other support documents for this project.

Questions may be directed to Christine Maguire, Redevelopment Division Manager, Economic Development Department, at 512.974.7131 or Christine.Maguire@austintexas.gov.

CC: Anne Morgan, Law Department
Leela Fireside, Law Department
Greg Canally, Financial Services
Rosie Truelove, Neighborhood Housing and Community Development
Kimberly McNeeley, Parks and Recreation
Ricardo Soliz, Parks and Recreation
Mark Dombroski, Austin Energy
Richard Mendoza, Public Works
Kevin Critendon, Austin Water
Veronica Briseño, Economic Development Department