

AGENDA



Recommendation for Council Action

Austin City Council	Item ID	39789	Agenda Number	8.
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Meeting Date:	2/12/2015	Department:	Economic Development
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Subject

Authorize negotiation and execution of an amendment to the contract with Pecan Street Owners Association, Austin, Texas (dba Sixth Street Austin) for management of the E. 6th Street Public Improvement District Service Plan, to extend the term of the contract for an additional five years, in an amount not to exceed \$140,000 per year.

Amount and Source of Funding

Sixth Street Austin will be funded by the E. 6th Street PID Assessments (not to exceed \$0.25 per \$100 valuation), interest accrued in the PID account, City's annual contribution (not to exceed \$35,000 annually), contributions, donations and special events. Sixth Street Austin Service Plans and Budgets and the PID Assessment Roll are subject to Council approval on an annual basis.

Fiscal Note

There is no unanticipated fiscal impact. A fiscal note is not required.

Purchasing Language:	
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Prior Council Action:	<p>August 26, 2004 – Council authorized creation of the PID and set initial assessment rate. December 2, 2004 – Council approved a management agreement with the Pecan Street Owners Association (now dba Sixth Street Austin). August 20, 2009 – Council reauthorized the E. 6th Street PID for a second five-year period. August 7, 2014 – Council reauthorized the E. 6th Street PID for a third five-year period. 2005-2014: Council approved annual PID Service Plans and Budgets.</p>
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For More Information:	Kevin Johns, Director, Economic Development Department, (512) 974-7802; Michael Knox, Downtown Officer, Economic Development Department, (512) 974-6415; Gregory Miller, Attorney, Law Department, (512) 974-2568.
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Boards and Commission Action:	
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MBE / WBE:	
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Related Items:	
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Additional Backup Information

In August 2004, at the request of property owners, represented by the Pecan Street Owners Association (dba Sixth Street Austin), the City Council authorized creation of the E. 6th Street PID, and named Sixth Street Austin the advisory body for the PID (per Chapter 372.008 of the Texas Local Government Code).

The PID was created under Chapter 372, Subchapter A of the Texas Local Government Code. This chapter allows creation of a public improvement district to provide services supplemental to those provided by the City. These services are paid for through a special assessment to property owners in the district, as specified in the petition for creation the Pecan Street Owners Association delivered to the City.

On December 2, 2004, Council approved the original contract with the Pecan Street Owners Association to manage PID services. In 2009, the contract was extended for a five-year period, concurrent with reauthorization of the PID. On August 7, 2014, the PID was reauthorized for an additional five-year period. This action would extend the management contract with Sixth Street Austin for the E. 6th Street Public Improvement District (PID) services for another five-year period subject to annual approval by the City Council. The current contract term expired on January 3, 2015.

The purpose of this management contract extension is to provide services as outlined in the original contract, and as listed in the five-year service plan adopted as part of the 2014 reauthorization. This contract extension will provide PID services costing approximately \$140,000 per year over five years. There are four Primary Program Areas in the Service Plan adopted in 2014.

1. Infrastructure and Physical Environment
2. Public Safety
3. Communications/Membership
4. Marketing/Fundraising/Economic Development