



Recommendation for Action

File #: 19-1188, **Agenda Item #:** 42.

3/7/2019

Posting Language

Conduct a public hearing and consider an ordinance increasing the Homestead Preservation Reinvestment Zone Number 1 tax increment from 10 to 20 percent.

Lead Department

Neighborhood Housing and Community Development.

Fiscal Note

This item has no fiscal impact.

Prior Council Action:

December 17, 2015 (Item 99) - Council approved Ordinance No. 20151217-099 on Council Member Renteria's motion, Mayor Adler's second on a 9-2 vote. Council Members Troxclair and Zimmerman voted nay.

For More Information:

Rosie Truelove, Director, Neighborhood Housing and Community Development, 512-974-3064; Regina Copic, Real Estate Manager, Neighborhood Housing and Community Development, 512-974-3180.

Council Committee, Boards and Commission Action:

The City of Austin Housing and Planning Committee approved a motion on December 4, 2018, recommending that Austin City Council and the Board of Directors for Homestead Preservation Reinvestment Zone Number One approve the Final Project and Financing Plan for the zone.

Austin City Council approved a resolution on January 31, 2019, to establish the Board of Directors, adopt the Final Project and Financing Plan, and increase the tax increment for Homestead Preservation Reinvestment Zone Number One.

Additional Backup Information:

The Austin City Council (Council) created Homestead Preservation Reinvestment Zone Number One (Zone) on December 17, 2015. Chapter 373A of the Texas Local Government Code and Chapter 311 of the Texas Tax Code require that a Final Project and Financing Plan be adopted and approved by a reinvestment zone's Board of Directors and City Council prior to the expenditure of any revenues generated by a reinvestment zone.

Neighborhood Housing and Community Development (NHCD) will be bringing agenda items on Council's March 28, 2019, agenda to establish the Zone's Board of Directors, and to adopt and approve the Final Project and Financing Plan.

\$740, 204 has been generated and deposited in the tax increment fund for reinvestment in the Zone to date. It is estimated an additional \$676,878 will be deposited in the Fund in FY19.

