RESOLUTION NO.

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BE IT RESOLVED BY THE CITY COUNCIL OF THE CITY OF AUSTIN:

WHEREAS, Chapter 372 of the Texas Local Government Code (the "Act")
authorizes the creation of public improvement districts which are created to confer
enhanced city services to a defined geographic area paid for through assessments made
by property owners; and

8 WHEREAS, owners of the real property located within the South Congress 9 Preservation and Improvement District (the "District") delivered to the City of Austin a 10 Petition (the "Petition") to continue, for a five-year term, the District, as shown on the 11 map attached and incorporated as Exhibit "A" (the "Map of the District"); and

WHEREAS, the City Clerk of the City of Austin has reviewed the Petition and determined that under the proposal as set out in the Petition, (i) the owners of more than 50% of the appraised value of the taxable real property liable for assessment and (ii) more than 50% of the owners of record of the property within the District have executed the Petition, and that the Petition complies with the Act and authorizes the City Council to consider the reauthorization of the District; and

WHEREAS, after providing the notices required by Section 372.009 of the Act,
the City Council on August 8, 2019, has conducted a public hearing on the advisability
of the improvements and services; and

21 WHEREAS, the City Council adjourned such public hearing; NOW,

22 THEREFORE,

23 **BE IT RESOLVED BY THE CITY COUNCIL OF THE CITY OF AUSTIN**:

Section 1. Pursuant to the requirements of the Act, the City Council, after considering
the Petition for the District and the evidence and testimony presented at the public
hearing on August 22, 2019, finds and declares:

27 (a) <u>Advisability of the Services and Improvements Proposed for the District</u>: It is
28 advisable to reauthorize the District to provide the services and improvements described
29 in this Resolution, and the services and improvements will contribute to the public
30 health, safety, and welfare.

(b) <u>Nature of the Services and Improvements</u>: The general nature of the services and
improvements to be performed by the District is to increase security, supplement the
maintenance of streets, sidewalks, and landscaping, provide marketing information to
promote the District, provide streetscape enhancements, and provide other services and
improvements that are authorized by the Act. The District was created with the intention
of supplementing and enhancing services within the District, and will continue to do so,
but is not intended to replace or supplant existing City services provided within the
District, as described in the service plan (the "Service Plan") attached and incorporated
as Exhibit "B." The Service Plan is hereby approved and accepted by the City Council.

40 (c) Estimated Cost of the Services and Improvements: The estimated annual cost of
41 the services and improvements to be provided by the District is approximately \$245,353
42 for the first year of the reauthorization. Revenues to support services and improvements
43 are anticipated to increase to an estimated \$504,282 annually by the fifth year. The
44 District shall not incur bond indebtedness.

45 (d) <u>Boundaries</u>: The District is located wholly within the City of Austin, Texas. The
46 boundaries of the District are shown on the Map of the District, Exhibit "A."

Method of Assessment: The method of assessment is based on the value of the 47 (e) 48 real property and the real property improvements as determined by the Travis Central 49 Appraisal District. The following classes of property shall be excluded from assessment: 50 (i) property of the City (provided, however, that during each year in which the District 51 remains in effect and the Council appropriates sufficient funds, the City shall pay a 52 certain amount in lieu of an assessment), (ii) property of the County and property owned 53 by political subdivisions of the State of Texas and used for public purposes, (iii) property 54 owned by a religious organization, if the property qualifies for a tax exemption under 55 Section 11.20, Texas Tax Code, (iv) property owned by persons or associations of 56 persons which is used exclusively for school purposes, (v) property owned by an 57 association engaged in promoting the religious, educational, and physical development 58 of girls, boys, young women, or young men operating under a state or national 59 organization of like character and used exclusively and necessarily for such purpose,

including, but not limited to, property owned by the Austin Independent School District,
(vi) property owned by institutions of purely public charity, (vii) property that was used
primarily for recreational, park, or scenic purposes during the immediately preceding
calendar year, (viii) property owned by public or private utilities that is located in public
streets or rights-of-way, (ix) property used for residential purposes and fitting the
definition of a homestead provided in Section 11.13(j)(1) of the Texas Tax Code, (x)
property owned by public colleges, universities, and the State of Texas, and (xi) all
hospitals.

68 Property designated by the City as "H" Historic will have the exemptions from 69 assessment contained in City Code Section 11-1-22 and will be assessed on the basis of 70 the reduced value provided by the formula there.

All property owners assessed in the District automatically become members of the District and others may join by the voluntary payment of dues. The Service Plan reflects the District's intention to provide services in a manner that will primarily benefit District members.

After reviewing the testimony and evidence, it is found that the exemptions for excluded classes are reasonable because the excluded property will not receive a benefit from the District sufficient to justify assessments. It is further found that the exemptions are reasonable and necessary to promote the efficient management of the District. (f) <u>Apportionment of Cost between District and City, as a whole</u>: The total cost of the
supplemental improvements and services described in the Petition will be paid solely by
the District. No portion of the supplemental services will be apportioned to the City, as a
whole. City rights-of-way, railroad rights-of-way, parks, and cemeteries are not specially
benefitted and, therefore, are not subject to assessment. Payment of assessments by other
exempt jurisdictions and entities must also be established by contract. The District will
pay the cost of City expenses related to oversight of the District operations.

86 (g) <u>Assessment Roll and Setting of Rate</u>: The City Manager is hereby directed to
87 annually prepare an assessment roll and file the roll with the City Clerk. The assessment
88 rate shall not exceed \$0.20 per \$100.00 valuation of taxable real property as shown on
89 the tax rolls of the Travis Central Appraisal District.

90 (h) The recitals in the preamble of the Resolution are found to be true and correct.
91 Section 2. The District is reauthorized effective October 20, 2019 and continued as a
92 Public Improvement District under the Act in accordance with the findings in this
93 Resolution as to the advisability of the services and improvements. The District shall be
94 subject to the terms, conditions, limitations, and reservations contained in the findings of
95 Section 1 of this Resolution.

96 Section 3. The City Clerk is directed to give notice of the reauthorization of the District
97 by publishing a copy of this Resolution once in a newspaper of general circulation in the
98 City of Austin. The District shall automatically dissolve five years from the effective

99 date of this Resolution unless the District is renewed through the Petition and approval
100 process provided for in the Act, or the District is terminated earlier, as provided by law.
101 The power of the City to continue to levy and collect assessments within the District
102 pursuant to the Act will cease and the District will be dissolved on the date that a petition
103 requesting dissolution is filed with the City Clerk of the City of Austin, provided that the
104 petition contains the signatures of at least enough property owners in the District to
105 make the petition sufficient for creation of a public improvement district as provided in
106 Section 372.005(b) of the Act.
107 Section 4. The City Council designates the South Congress Improvement Association, a
108 Texas nonprofit corporation, as the advisory body as contemplated by Section 372.008
109 of the Act.
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114 ADOPTED: , 2019 ATTEST:
115Jannette S. Goodall116City Clerk
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