

Implementing inclusive and equitable public development services as a non-profit partner to the City of Austin

October 17, 2022 Urban Renewal Board

Urban District Precedents

- Urban Renewal Statute-Structure
- District Goals & Purposes
- District Structure Precedents
- Discussion

Any consideration of district or neighborhood work starts with a broader discussion about purpose, activities, then governance and capacity/sustainability.

The following presentation is meant to be a springboard for discussion, and is not a recommendation for future district structure.

- Under Chapter 374, of the Texas Local Government Code, the City carries out Urban Renewal activities through an Urban Renewal Agency (URA).
- Created December 7, 1959, 11 Modifications
- 6 urban renewal areas were created 4 terminated Jan 1, 2005
- Remaining plans:
 - East 11th 12th Streets
 - University East Project Non-active plan.
- Plan expires December 31, 2028, with an evaluation in December 2024 to determine if the Plan should remain in effect.
- Urban Renewal Statute and powers are a 'tool' in the toolbox for revitalization

The Urban Renewal Agency (URA) powers are defined in Chapter 374 of the Texas Local Government Code.

A municipality may exercise urban renewal project powers through a board or through municipal officers selected by the governing body of the municipality by resolution. The municipality may exercise those powers through an urban renewal agency created under this subchapter if the governing body by resolution determines that the creation of an urban renewal agency is in the public interest. An urban renewal agency created under this subchapter may exercise all the urban renewal project powers of the municipality.

The Urban Renewal Agency (URA) powers are defined in Chapter 374 of the Texas Local Government Code.

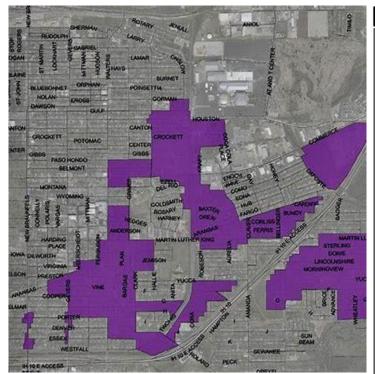
State law authorizes the URA to:

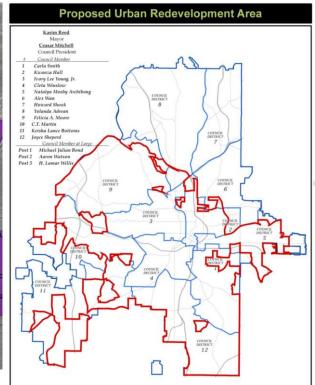
- prepare property <u>under its control</u> for sale or transfer;
- conduct preliminary surveys to determine if undertaking an urban renewal project is feasible;
- conduct urban renewal projects described in an urban renewal plan;
 and
- develop, test, and report methods and techniques for the prevention of slums and urban blight and conduct demonstrations and other activities in connection with those methods and techniques, and apply for, accept, and use federal grants made for those purposes.

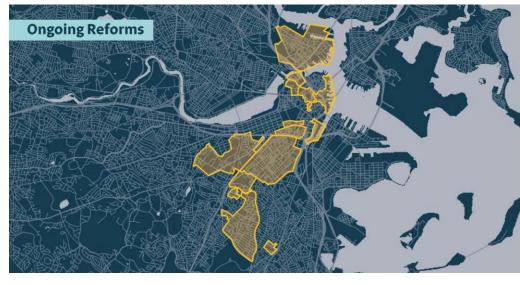
As defined in Chapter 374 of the Texas Local Government Code, the URA does not have the authority to:

- Determine if an area is, due to being blighted or a slum, appropriate for a project;
- Approve, amend or hold public hearings related to urban renewal plans;
- Establish general plans for the locality as a whole;
- Make findings related to slum or blighted areas;
- ■Formulate programs, exercise zoning power, or enforce other land use regulations; or
- ■Cause the relocation of persons displaced as a result of redevelopment undertaken pursuant to a plan.

Urban Renewal Districts







Boston: 19 Districts, 3000 Acres

Sunsetting Districts this year "achieved economic development

Last updated 2016-2022

purposes"

San Antonio: 12 Districts,

Last updated 2017

Affiliated with 'Neighborhood Improvements Bond'

Last updated 2011

Atlanta: 22 Districts, 49,000 Acres

- Urban Renewal laws are determined state by state (structure, plan process and uses)
- Urban Renewal is still a tool used by many cities to address redevelopment—often managed by one centralized planning and development agency tasked with supporting and staffing the district (often an LGC)
- Requires City Council & State Approval

 Austin EDC

Where does the Urban Renewal District Fit in?

	Six Square District	2030 Vision plan in motionOfficial Texas Cultural District	Board of Directors + Staff (501C3)
	AAHCD District	• City Resolution	
	Urban Renewal District	NCCD alignment	LGC Appointed Board
	Blocks 16 & 18	 Last 2 parcels in Urban Renewal District 	

Urban Renewal District Map



East & 12th Street Urban Renewal Boundary

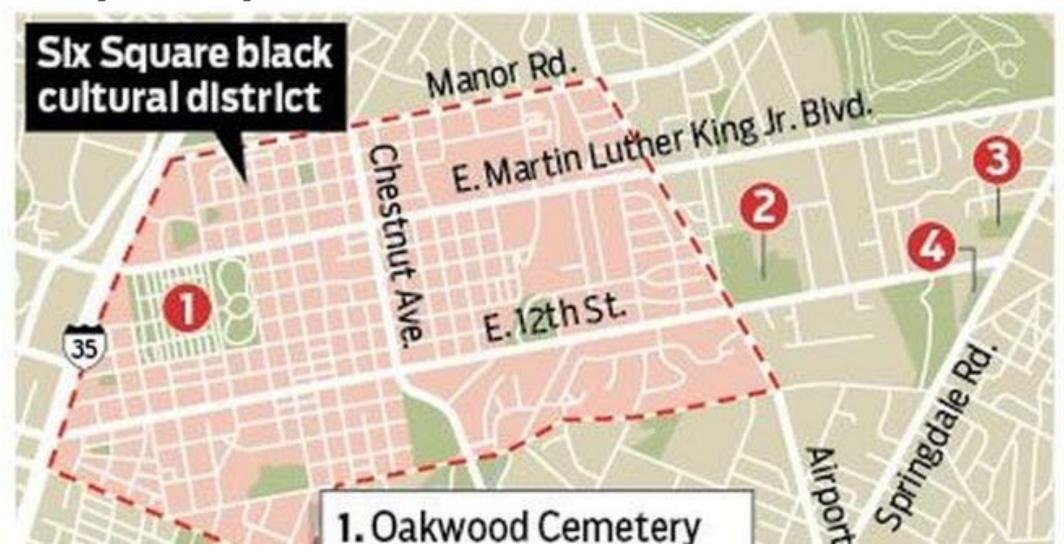
EAST 11TH AND 12TH STREETS URBAN RENEWAL PLAN

0 0.1 0.2

11th & 12th Streets

- Subset of Six
 Square District
- Blocks 16 & 18
 are the last two
 Urban Renewal
 owned parcels.

Six Square Map



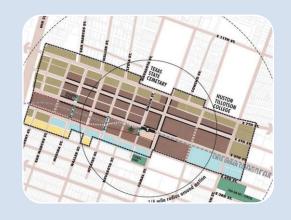
What else might the District need? Start with 'Purpose'

- Clean & safe services
- Business recruitment / incubation
- Collective marketing
- Community steward of vision/development and experience
- Redevelopment support for other parcels/support other property owners

Depending on what the community might need, you would identify/select the right revenue/governance/capacity model that fits those uses.

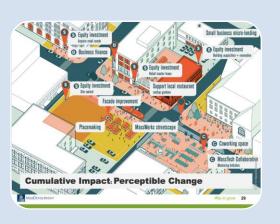
Any evaluation of future district needs should be a community conversation/aligned with other larger district vision plans

District Models-Summaries









Regulatory/Enforcement

SETTING AND OVERSEEING RULES

- Goal to achieve and monitor specific development or public health plans
- Regulatory
 Plan/Managed by
 City Staff

Association/Convener/ Representation

FACILITATING AN EXPERIENCE

- Merchants association with volunteers and/or paid staff
- 'Main Street' that would assess MEMBERS fees/support from municipality/State

Special Purpose
Districts in
Statute—
PERFORMING
FUNCTIONS

- Urban Renewal
- PID for maintenance and marketing
- TIRZ for infrastructure projects

Development Strategy & Implementation

A MIX OF MULTIPLE DISTRICT MODELS

- Urban Renewal + TIRZ+ PID
- EcoDistricts

Main Street Districts/Merchants Associations



Main Streets in the US: (None in Austin)



Main Street

- Boundaries/districts not required to be mapped, but usually associated with a geography
- No special assessments, all funding from typical nonprofit sources
- Funds flexible
- Often State organizations, City supplemental funding
- No 'approval' necessary
- Difficult to sustain without ongoing City or philanthropic support

Non Profit Heritage Conservancy





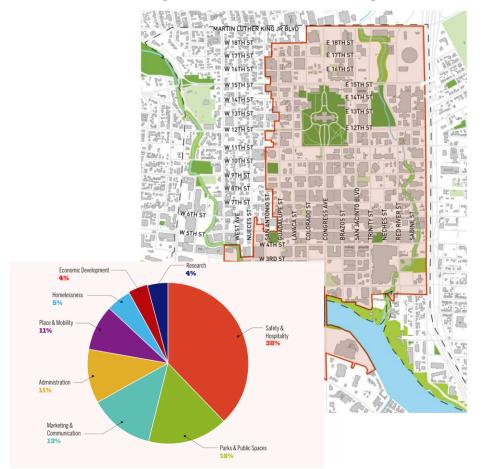
Houston: Freedman's Town Conservancy

Conservancy

- Boundaries/districts not required to be mapped, but usually associated with a geography
- No special assessments, all funding from typical nonprofit sources
- Funds can be used however the Board of Directors determines
- No 'approval' necessary
- Difficult to sustain without ongoing City or philanthropic support

Special Purpose Districts- Public Improvement Districts

Public Improvement District Map





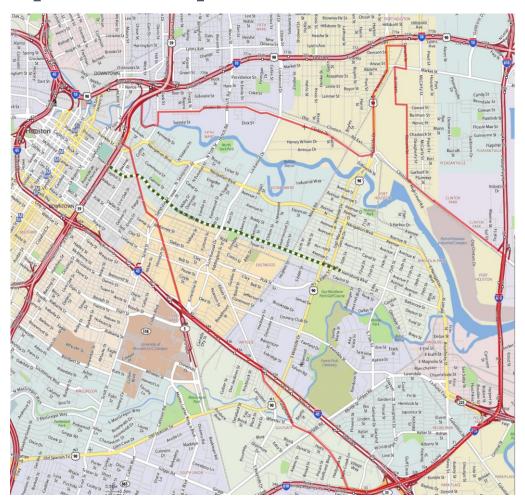
Austin: Downtown Austin

San Antonio: Westside Development Corporation <u>Proposed</u> (Already a PID downtown)

PID

- Defined geographies
- Assessments
 agreed to by
 owners
- Funds can be used for infrastructure, supplemental services, maintenance
- City Council approval necessary

Special Purpose Districts- Municipal Management Districts



Houston: Greater East End Management

District

MMA

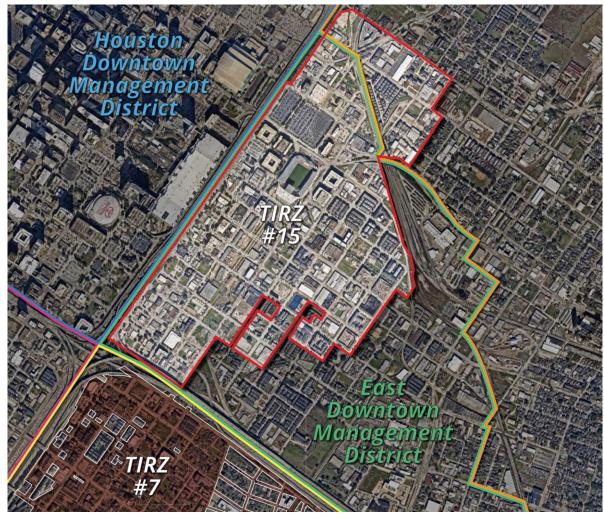
- Defined geographies
- Assessments
 agreed to by
 owners
- Funds can be used for infrastructure, supplemental services, economic development, recruitment
- Business focus
- City Council approval necessary

Special Purpose Districts- Tax Increment Reinvestment Zone





Austin: Mueller & Seaholm



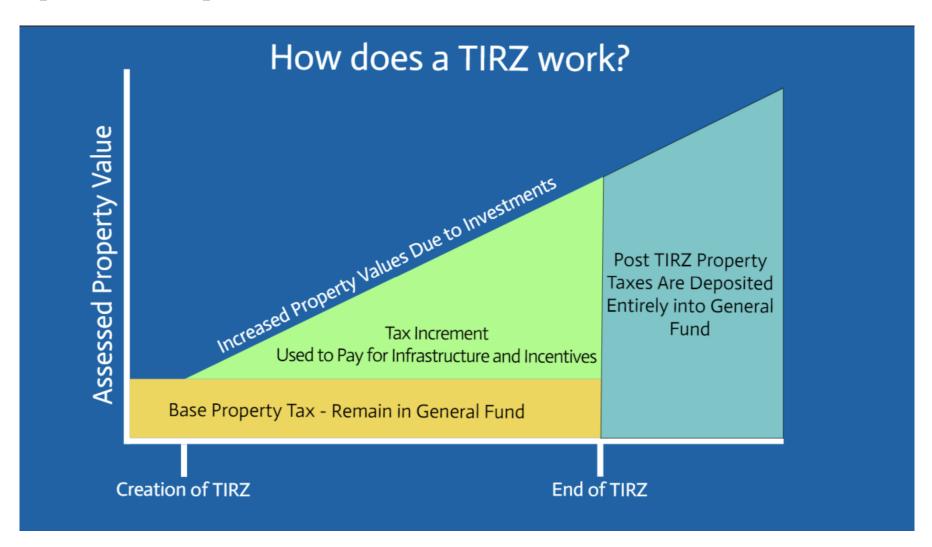
TIRZ

- Defined geographies
- City allocates incremental property tax towards District needs
- Funds can be used for infrastructure, affordable housing in a defined plan
- City Council approval necessary

Houston: East Downtown

City of Austin uses TIRZ for City owned property

Special Purpose Districts- TIRZ



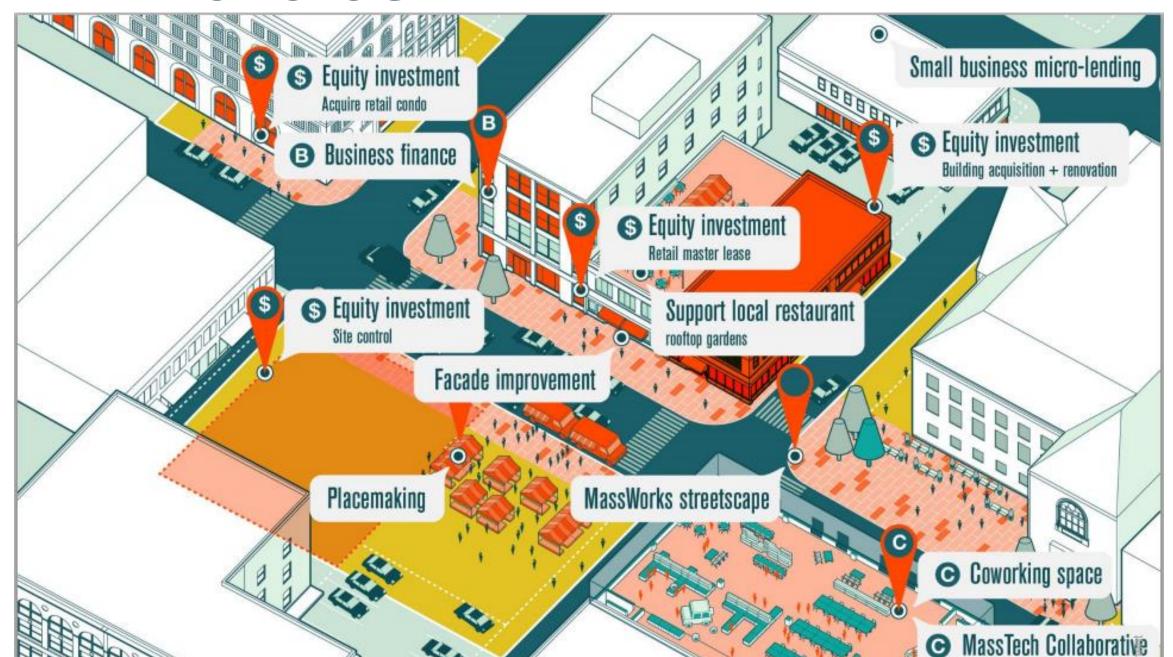
TIRZ

- Defined geographies
- City allocates
 incremental
 property tax
 towards District
 needs
- Funds can be used for infrastructure, affordable housing in a defined plan
- City Council approval necessary

Development & Implementation District Hybrids

- Often an 'umbrella organization'
 - District focused or
 - Larger, defined to do a particular redevelopment function for a City
- Assembly of 'tools' and programs to support the work/purpose
- Diversified revenue stream to provide for human capacity and services, as well as redevelopment support.

TDI METHODOLOGY



TDI STORY

1. <u>TDI Assistance</u> Empty lot, empty buildings 2015

Downtown Activation Strategy

2 TDI Fellow Paint & install art on empty building 2016

3 TDI Places
Activate lot with placemaking (monthly summer) 2017-8

TDI Fellow
Create & recruit
young professionals
group to run ops

4 TDI Felllow
Recruit local biz to
do pop up, recruit
developers, focus
on diverse biz that
reflect the local
market 2018









- **5** TDI Local
 Businesses across
 street from lot
 upgraded with
 storefront
 improvements 2019
- 6 MA Housing 9% Empty lot develops into affordable/market housing 2021
- **7** MDFA Financing Adjacent parcels financed for rehab, market rate development
- **8** <u>TDI Fellow</u> Developer recruits local business from pop ups, business assistance
- **9** MDFA Financing Financing helps secure business with retail and distribution

Brockton MA-Strategic Focus on Downtown

Downtown Action Strategy (2015)

- Provided initial framework for activation and strategic focus
- Supported by TDI Program
- Evaluation of Public Finance Tools (DIF, Urban Renewal, BID)
- Re-energize Brockton Redevelopment Agency (dormant)

DIF (same as TIRZ in TX) (2015) Provided initial slow-accumulating funds for infrastructure and district administration; capture value from future development

> Urban Renewal Plan (larger area) (2016)

 Enabled the acquisition of property, identification of properties for redevelopment

BID (PID in TX) (in progress)

 Provides additional funds for <u>human</u> <u>capacity</u>

Discussion

 What is the overall goal/purpose of the Urban Renewal Board/What is needed in the District—

Regulatory Experience Special Purpose Combination

- During the disposition of Blocks 16 & 18
- After the Development of Block 16 & 18
- Things to consider:
 - Function
 - Governance
 - Revenue
 - Human Capacity

Block 16 & 18 Disposition- Proposed Community Engagement

Community Conversations

- September 28: 4-7pm at TBD
- September 30: 11am-2pm at TBD
- October 2: 12-2pm at TBD
- These are not formal presentations, but chances to meet the team and provide feedback and input on the various uses the community would like to see in the future development
- Video Update: Monday October 3 at 5pm
- Please email <u>anne@austinedc.org</u> if you would like to be notified of all meetings directly, or have input to share.