

**ORDINANCE NO. 20230831-014**

**AN ORDINANCE APPROVING THE EAST SIXTH STREET PUBLIC IMPROVEMENT DISTRICT SERVICE AND ASSESSMENT PLAN AND BUDGET UPDATE FOR 2024.**

**BE IT ORDAINED BY THE CITY COUNCIL OF THE CITY OF AUSTIN:**

**PART 1.** Council approves the 2024 Service and Assessment Plan and Budget Update for the East Sixth Street Public Improvement District (PID), attached as Exhibit "A" (SAP).

**PART 2.** Section 372.103 of the Texas Local Government Code requires the City to file a copy of the Service and Assessment Plan (SAP) with the county clerk of each county in which all or a part of the PID is located within seven days of the date Council approves the SAP by ordinance, and Council finds that complying with this statutory requirement constitutes an emergency. Because of this emergency, this ordinance takes effect immediately on its passage for the immediate preservation of the public peace, health and safety.

**PASSED AND APPROVED**

August 31, 2023

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§ Kirk Watson  
§  
Kirk Watson  
Mayor

**APPROVED:** Anne L. Morgan  
Anne L. Morgan  
City Attorney

**ATTEST:** Myrna Rios  
Myrna Rios  
City Clerk



East Sixth Street Public Improvement District

[www.austintexas.gov/department/downtown-public-improvement-districts](http://www.austintexas.gov/department/downtown-public-improvement-districts)

## FY 2024/2025 Service & Assessment Plan

### INTRODUCTION

In 2004, property owners on East Sixth Street petitioned the City Council to establish the East Sixth Street Public Improvement District (PID). Owners incorporated as the non-profit 501(c)(6) organization, the Pecan Street Owners Association, and contracted with the City of Austin to manage the PID. In January 2008, the association began doing business as the Sixth Street Austin Association (Sixth). In 2019, more than 60 percent of property owners representing 90 percent of the property valuation signed petitions to reauthorize the PID.

During the Fiscal Year 2024/2025, Sixth will continue with its work guided by the mission to make the East Sixth Street National Register Historic District a source of pride to the Austin community while not duplicating the services provided by the Downtown Public Improvement District through the following:

- Educating and communicating for the preservation and enhancement of the district's unique historic character
- Creating a vibrant mixed-use district so that locals and visitors alike will utilize its diverse offerings; and
- Making Sixth Street an important economic and cultural asset to the community for today and future generations.

### SERVICE PLAN

The FY 2024/2025 PID budget will total \$83,458.49, based on City of Austin estimates of PID assessment collections and Sixth estimates of fundraising.

#### FY 2024/2025 Budget Revenues

PID Assessments at 85% Collection	\$46,491.33
City of Austin Contribution	\$35,000.00
Travis County and City of Austin Collection Fees	(\$7,580.28)
Earned Interest and Late Payments	\$2087.70
Prior-year revenue collections and reserve	\$7459.74

<b>Total Revenue</b>	<b>\$83,458.49</b>
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The mission is executed through five major program areas.

#### FY 2024/2025 Budget Expenditures (by Program Area)

Infrastructure / Physical Environment (Clean, Historic, Systems)	30%	\$25,037.55
Public Safety	40%	\$33,383.40
Communication/Membership	5%	\$ 4,172.92
Marketing / Fundraising / Economic Development	25%	\$20,864.62
<b>Total</b>	<b>100%</b>	<b>\$83,458.49</b>

## Program Descriptions

Sixth program areas are aligned with the recommendations of the Responsible Hospitality Institute's Report and Action Plan developed with the community's participation in the Hospitality Zone Assessment, as well as direct communication with the property owners.

### **Infrastructure and Physical Environment (Focus on Historic, Clean, Systems and Policy monitoring) – 30%**

Continue to coordinate strategies, plans and partnerships for low-cost physical improvements in the district such as signage, sidewalks, gateways, etc. that do not require prolonged construction phasing. Sixth will continue to lead the broad-based community committees on Infrastructure and Systems of Order in the East Sixth Street District. The focus will include efforts to:

- Monitor City policy and projects (public and private space)
- Monitor Board and Commissions, Council Committees and City Council items of interest
- Track components of Music Omnibus Resolution that relate to Sixth's initiatives
- Emphasize the historic appearance and value of buildings
- Communicate for improvement within PID that preserve its historic character and will increase business operations.
- Explore methods of tactical urbanism to increase safety at a low cost to the City, significantly reduce costs of safety improvements compared to major public works project and improve safety for pedestrians, bicycles, and scooters.
- Explore methods of tactical urbanism for cost efficient improvements to encourage daytime usage.
- Communicate for PID improvements that will encourage diverse uses and daytime uses
- Continue to work with city to develop understanding building codes
- Communicate and support policy initiatives that will assist in preserving the PID's historic character and business operations.
- Monitor City wide infrastructure initiatives as they relate to the PID
- Coordinate with appropriate stakeholders, community groups and organizations regarding proposed projects on East Sixth Street.
- Attend public hearings to monitor items that relate to PID, surrounding areas and the operations of businesses located within PID.
- Monitor public and private projects in close proximity to the PID to ensure they will not negatively impact East Sixth Street's historic character and business operations.
- Improve systems of order to unify the district
- Coordinate with City Staff to add signs to light poles to educate public about ordinances that impact area
- Public area lighting - Coordinated with Austin Energy staff to amend current agreement to allow more lighting across East Sixth Street to remain installed year-round
- Public area lighting - Coordinated with Austin Energy staff to increase amount of lighting across East Sixth Street
- Develop plan for surrounding 6<sup>th</sup> Street area with security fencing during SXSW and other large gatherings
- Develop plan for installation of physical blocking bollards to protect perimeter from terrorist attacks
- Coordinate with appropriate city staff for Landlord loan/grant program to install kitchens on 6<sup>th</sup> Street
- Coordinate with appropriate city staff for infrastructure improvements
- Explore alternative routes for delivery trucks to relieve congestion on East Sixth Street
- Explore implementing a Parking and Transportation Management District within the District
- Monitor and communicate for projects in close proximity to PID that will improve business operations and are compatible with the PID's character.
- Continue to communicate and support for longer-term improvements
- Develop and identify funding for East Sixth Street streetscape that respects the historic nature of the district, including vehicle lanes and flow; sidewalk width and material; and street parking in keeping with historic characteristics of the district
- Integrate the East Sixth Street District vision into the Waller Creek District Designs
- Integrate the East Sixth Street District vision into the Sabine Street Promenade
- Monitor side alley cleaning programs to foster a healthier and safer environment in the side alleys

### **Public Safety – 40%**

Continue to work directly with the City to identify and express the issues and barriers facing East Sixth Street. Sixth will also work directly with the DAA, the APD and others to address the issues of public safety, order and evening management of the street. Sixth will continue to lead the broad-based community committee on Public Safety in the East Sixth Street District. The focus will include efforts to:

- Communicating with stakeholders on crowd control during festivals
- Coordinating with DAA to expand safety partnerships
- Coordinating with ADP to develop a Good Neighbor Program for local businesses in promoting safety on both the streets, property and businesses.
- Research best practices in other municipalities for solutions to address panhandling
- Monitor special events ordinance for topic of barricading
- Monitor Music Commission discussions, and Music Department Omnibus efforts
- Coordinate with APD and SXSW to find solutions to address negative impacts from festival crowds
- Monitor proceedings of the special events ordinance and music omnibus items
- Coordinate with community stakeholders to develop strategies to address public safety concerns within PID

### **Communications/Membership – 5%**

Continuously improve communications methods for effective interaction with members and stakeholders, including the following methods:

- Monthly Board Meetings
- Annual newsletters
- Increased communications between Board members throughout the month via email
- Special Topic Meetings
- Annual membership meeting
- Ongoing outreach to owners & operators
- Website updates
- A robust database
- Membership program expansion for non-property owners with an interest in the district

### **Marketing/Fundraising/Economic Development – 25%**

Promote the economic health of the district and the association through strategic partnerships, marketing and public relations, and events and other fundraising opportunities.

- Continue to collaborate with the Downtown Austin Alliance, City of Austin, Old Pecan Street Association, Texas Bar and Nightclub Association and individual property owners to implement a 24-hour mixed-use strategy for East Sixth Street
- Promote the district as a whole with the “Sixth” brand, and events that bring a diverse market to and leverage the historic nature of the district
- Share information and tools with property and business owners to help diversify the district mix
- Host forums for business success, education and self-enforcing standards
- Promote existing resources and incentives for business success
- Pursue financial sustainability to increase resources and effectiveness
- Help add value to current events within the district
- Develop and maintain current partnerships with other organization and businesses for promotional and funding opportunities
- Improve the district’s common area management, such as sidewalk vendors, parking and valet parking options

**\*Administration –**

Administrative expenses include overhead charges in proportion to time occurring from direct support of each program and will be allocated in the following percentages:

Infrastructure and Physical Environment – 30%

Public Safety – 40%

Communications/Membership – 5%

Marketing/Fundraising/Economic Development – 25%

**SUMMARY**

The East Sixth Street Public Improvement District is a professionally managed area of downtown Austin that continues to face a myriad of challenges that are common in many similar entertainment districts. The area is well branded, even internationally. However, in recent years, the brand has been severely tarnished due to issues involving a notable increase in street violence causing a serious decline in both daytime and nighttime business. With the focused efforts proposed in this service plan East Sixth Street will continue progress toward realizing the vision of a vibrant, mixed-use historic district offering live music and entertainment that is a source of cultural and economic pride for Austinites.

TEXAS PROPERTY CODE Sec. 5.014. NOTICE OF OBLIGATIONS RELATED TO PUBLIC IMPROVEMENT DISTRICT. "A person who proposes to sell or otherwise convey real property that is located in a public improvement district established under Subchapter A, Chapter 372, Local Government Code... shall first give to the purchaser of the property the written notice prescribed by Subsection (a-1)..."

NOTICE OF OBLIGATION TO PAY IMPROVEMENT DISTRICT ASSESSMENT TO AUSTIN, TEXAS

CONCERNING THE FOLLOWING PROPERTY

(insert property address)

As the purchaser of the real property described above, you are obligated to pay assessments to City of Austin, Texas, for the costs of a portion of a public improvement or services project (the "Authorized Improvements") undertaken for the benefit of the property within the East Sixth Public Improvements District (the "District") created under Subchapter A, Chapter 372, Local Government Code.

AN ASSESSMENT HAS BEEN LEVIED AGAINST YOUR PROPERTY FOR THE AUTHORIZED IMPROVEMENTS, WHICH MAY BE PAID IN FULL AT ANY TIME. IF THE ASSESSMENT IS NOT PAID IN FULL, IT WILL BE DUE AND PAYABLE IN ANNUAL INSTALLMENTS THAT WILL VARY FROM YEAR TO YEAR DEPENDING ON THE AMOUNT OF INTEREST PAID, COLLECTION COSTS, ADMINISTRATIVE COSTS, AND DELINQUENCY COSTS.

The exact amount of the assessment may be obtained from City of Austin. The exact amount of each annual installment will be approved each year by Austin City Council in the annual service plan update for the district. More information about the assessments, including the amounts and due dates, may be obtained from the City of Austin.

Your failure to pay any assessment or any annual installment may result in penalties and interest being added to what you owe or in a lien on and the foreclosure of your property.

The undersigned purchaser acknowledges receipt of this notice before the effective date of a binding contract for the purchase of the real property at the address described above.

Date: \_\_\_\_\_

Signature of Purchaser