

RESOLUTION NO.

WHEREAS, in 2005, the 79th Texas Legislature passed House Bill 525, adding Chapter 373A to the Texas Local Government Code, thereby establishing the legal framework for the creation and operation of homestead preservation districts (HPDs) and related tax increment reinvestment zones; and

WHEREAS, in January of 2007, the City Council approved Ordinance No. 20070111-053, which, with the subsequent passage of House Bill 470 by the 80th Texas Legislature, created the City's first HPD, located in Central East Austin; and

WHEREAS, in December of 2015, Council created and designated City of Austin Homestead Preservation Reinvestment Zone Number One (HPRZ #1) through Ordinance No. 20151217-099, which dedicated ten percent of the tax increment from HPRZ #1 to fund affordable housing efforts within HPRZ #1 and established HPRZ #1's termination date as December 31, 2025; and

WHEREAS, Council directed the City Manager, through Resolution No. 20190131-045, to prepare an ordinance increasing the portion of the tax increment for HPRZ #1 to fund affordable housing to 20 percent and subsequently adopted that increased portion of the increment through Ordinance No. 20190307-042; and

WHEREAS, Council created the Board of Directors for HPRZ #1 and appointed its members as the Board of Directors through Ordinance No. 20190328-010; and

WHEREAS, Council and the HPRZ #1 Board of Directors approved the Final Project and Financing Plan through Ordinance No. 20190411-006 and Agenda Item 20190411-HPRZ1001, respectively; and

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

The City Manager is directed to prepare and bring an ordinance to Council for consideration, no later than the November 20, 2025, Council meeting, to extend the term of HPRZ #1 an additional ten years and increase the portion of the tax increment from HPRZ #1 to fund affordable housing from 20 percent to 40 percent, and to prepare and bring any other documentation necessary related to that extension and increment increase.

ADOPTED: _____, 2025 **ATTEST:** _____
 Erika Brady
 City Clerk