

Webinar

ULI Austin January 2025 Breakfast: Austin's Cultural Identity as Growth

Continues

Date: January 29, 2025

00:01:20 --> 00:01:23:

00:00:01 --> 00:00:02: Good morning, everyone. 00:00:02 --> 00:00:03: Nice to see you. 00:00:03 --> 00:00:06: Thank you for being flexible on this event. 00:00:06 --> 00:00:07: We're very excited. 00:00:07 --> 00:00:10: We have a lot of things to talk about. 00:00:10 --> 00:00:11: My name is Janelle Moffett. 00:00:11 --> 00:00:14: I'm the Chief impact officer for the Downtown Austin Alliance. 00:00:14 --> 00:00:18: There will be alliance for almost 10 years and a 00:00:18 --> 00:00:22: lot of things that we've seen in the city, the 00:00:22 --> 00:00:26: growth, the changes, the economic vitality. 00:00:27 --> 00:00:32: We we're happy that that that's happening right now and 00:00:32 --> 00:00:36: we want to make sure that we maintain the level 00:00:36 --> 00:00:40: of creativity and culture that is a result of a 00:00:40 --> 00:00:42: lot of that growth. 00:00:42 --> 00:00:45: And so we have this panel here today to talk 00:00:45 --> 00:00:49: about how does the city change and how will Austin 00:00:49 --> 00:00:52: change or how should it stay the same as you 00:00:52 --> 00:00:54: get into this new era. 00:00:54 --> 00:00:55: And I talked about the new era. 00:00:55 --> 00:00:59: I talked about all of the construction, the infrastructure that's 00:00:59 --> 00:01:03: coming down the pipe, talk about the population growth that 00:01:03 --> 00:01:06: we've experienced over the last 10/15/20 years. 00:01:07 --> 00:01:09: And that's not without challenge. 00:01:09 --> 00:01:12: As you know, COVID hit us pretty hard in 2020 00:01:12 --> 00:01:14: and we're still recovering. 00:01:14 --> 00:01:15: In the city. 00:01:15 --> 00:01:19: We're recovering in the downtown and so this conversation is

very critical to making sure that we continue to grow

00:01:24> 00:01:27:	together and responsibly as we get ready for the next
00:01:27> 00:01:29:	decade or two of changes.
00:01:30> 00:01:33:	Some of those changes I just want to really highlight
00:01:33> 00:01:33:	real quickly.
00:01:34> 00:01:38:	We have about 10 plus years of infrastructure that is
00:01:38> 00:01:39:	slated to happen.
00:01:40> 00:01:46:	Over \$20 billion worth of projects that includes Project Connect
00:01:46> 00:01:53:	I35I-35, have a Stitch Convention Center expansion, closure expansion and
00:01:53> 00:01:55:	the airport which is expanding.
00:01:56> 00:01:59:	In addition to that, some projects in downtown that you
00:01:59> 00:02:02:	may not know about, that's also happening at the same
00:02:02> 00:02:02:	time.
00:02:03> 00:02:04:	We have Congress Ave.
00:02:04> 00:02:09:	UDI, which is a design planning vision for the Main
00:02:09> 00:02:11:	Street of Texas.
00:02:11> 00:02:13:	We have E 6th St.
00:02:13> 00:02:16:	that is going through some tenant improvements.
00:02:16> 00:02:21:	Waterloo Greenway is going through some infrastructure changes and capital
00:02:21> 00:02:24:	complexes finalizing their their changes.
00:02:24> 00:02:27:	And so a lot of changes all happening at the
00:02:27> 00:02:30:	same time, trying to make sure that this city responds
00:02:31> 00:02:34:	to the growth and the population and the demand that
00:02:34> 00:02:37:	that people have come to to see.
00:02:37> 00:02:38:	How do you maintain all of that?
00:02:39> 00:02:43:	How do you get people to to continue to invest
00:02:43> 00:02:48:	here, continue to locate here, continue to visit here, all
00:02:48> 00:02:54:	while maintaining what's locally unique and special about our city?
00:02:54> 00:02:58:	So while we're here, we have our steam panelists.
00:02:58> 00:03:00:	So I'm going to really quickly say their names and
00:03:00> 00:03:03:	then we're going to get into a couple of short
00:03:03> 00:03:05:	presentations and then go with him.
00:03:05> 00:03:10:	So to my left I have Donald Jackson, next to
00:03:10> 00:03:15:	him we have Anne Gatlin Haynes, and then right after
00:03:15> 00:03:18:	that we have Dewey Rose.
00:03:19> 00:03:22:	And so now we're going to get into the first
00:03:22> 00:03:23:	presentation.
00:03:23> 00:03:23:	I.
00:03:24> 00:03:25:	Think so.
00:03:31> 00:03:34:	Yes, you can hear me.

00:03:34> 00:03:34:	Yes.
00:03:34> 00:03:35:	Hello, everyone.
00:03:35> 00:03:36:	Good morning.
00:03:36> 00:03:37:	My name is Anne Haynes.
00:03:37> 00:03:41:	I'm from Raleigh, Austin, which was formerly known As for
00:03:41> 00:03:45:	our short history of Austin Economic Development Corporation, go to
00:03:45> 00:03:46:	the next slide.
00:03:47> 00:03:48:	I'm a Chief Transaction officer.
00:03:48> 00:03:52:	I lead our real estate group, which is now three.
00:03:52> 00:03:54:	I want to shout out to Fred Evans, who's in
00:03:54> 00:03:57:	the audience team working on some of the cultural trust
00:03:57> 00:03:57:	projects.
00:03:58> 00:04:00:	And I'm going to talk a little bit about the
00:04:00> 00:04:03:	organization and also one of the projects that we were
00:04:03> 00:04:05:	sort of set up to start out.
00:04:05> 00:04:08:	But certainly we've got a lot of other things going
00:04:08> 00:04:08:	on.
00:04:09> 00:04:11:	We were set up by the City of Austin in
00:04:12> 00:04:15:	2021 after many years of talking about creating a special
00:04:15> 00:04:19:	purpose Liberal government corporation that could work at the intersection
00:04:19> 00:04:23:	of government and real estate and specifically in public private
00:04:23> 00:04:26:	partnerships and other types of complex projects.
00:04:26> 00:04:30:	With the city's growth and the increased difficulty of getting
00:04:30> 00:04:34:	projects to be equitable and really balance that public benefit
00:04:34> 00:04:38:	with real estate pressures, the organization was intended to compliment
00:04:38> 00:04:42:	the city of Austin and effectively work really closely and
00:04:42> 00:04:44:	in between public and private.
00:04:45> 00:04:48:	Our mission as we rebranded into Rally Austin, recognizing that
00:04:49> 00:04:52:	it literally takes a village to get things really complicated,
00:04:53> 00:04:56:	things like cultural preservation to happen in the city at
00:04:56> 00:05:00:	at that intersection to preserve Austin's unique culture.
00:05:01> 00:05:03:	We have really 3 rallies right now.
00:05:04> 00:05:07:	Our arts, culture and music activities, which I will talk
00:05:07> 00:05:12:	about mostly today, complete communities are really hyper mixed-use projects
00:05:12> 00:05:16:	that effectively bring public benefit and real estate tax, tax
00:05:16> 00:05:20:	value for the city on publicly and privately owned lands.
00:05:20> 00:05:23:	In partnership with development, we are working on E 11th

00:05:23> 00:05:27: 00:05:27> 00:05:30: 00:05:31> 00:05:34:	St., the redevelopment of two acres for the Black cultural districts and those are two properties that the City Council approved the Urban Renewal Board selection of a development team
00:05:34> 00:05:35:	last summer.
00:05:35> 00:05:37:	So that is ongoing as well.
00:05:37> 00:05:39:	And catalytic development.
00:05:39> 00:05:42:	We were also set up to work in larger districts
00:05:42> 00:05:45:	and larger projects where there was a series of public
00:05:45> 00:05:48:	and private interests working in collective areas.
00:05:49> 00:05:50:	So I'm going to go to the next slide.
00:05:51> 00:05:53:	Our board is really unique.
00:05:53> 00:05:56:	It was set up, modelled after many other local government
00:05:56> 00:06:00:	corporations and other cities working in this space, but it
00:06:00> 00:06:03:	really includes kind of all the highlights of of Austin
00:06:03> 00:06:08:	in terms of economic and community development principles of working
00:06:08> 00:06:08:	together.
00:06:09> 00:06:11:	We have four members of the city of Austin on
00:06:11> 00:06:14:	our board, but the other 16 represent many of the
00:06:14> 00:06:18:	organizations and institutions in the city who have been working
00:06:18> 00:06:21:	for a long time to advocate for measured growth that
00:06:21> 00:06:24:	also provides that community benefit.
00:06:24> 00:06:28:	David simonville, who's our second first chair of the board,
00:06:28> 00:06:30:	from representing uli and uli has a seat at the
00:06:31> 00:06:34:	table and certainly we really appreciate the partnership.
00:06:35> 00:06:36:	Go to the next one.
00:06:36> 00:06:38:	We're going to talk about the cultural trust.
00:06:39> 00:06:40:	Go to probably the next one.
00:06:41> 00:06:46:	Many years of advocacy, including Austin Creative Alliance sitting next
00:06:46> 00:06:49:	to me, Dewey, the artists and creatives who have been
00:06:49> 00:06:53:	kind of very concerned, losing space and worrying for years
00:06:53> 00:06:57:	about the lack of investment in preserving cultural amenities in
00:06:57> 00:06:58:	the city.
00:06:58> 00:07:00:	We all want to keep the DNA of the city
00:07:00> 00:07:03:	alive, and we're all here to help support that.
00:07:03> 00:07:07:	But really, without action, they felt that it was really
00:07:07> 00:07:09:	starting to disappear too quickly.
00:07:09> 00:07:13:	Certainly with COVID, that exacerbated just about everything because even

00:07:13> 00:07:17:	organizations that have been sustained for 20 years didn't have
00:07:17> 00:07:19:	audiences that could keep them in place.
00:07:20> 00:07:24:	The the idea was have some city money, seed money,
00:07:24> 00:07:28:	try and get both site control and work through capital
00:07:28> 00:07:32:	projects that can help preserve existing and build new arts
00:07:32> 00:07:33:	infrastructure.
00:07:34> 00:07:37:	The goal was also to help provide an infrastructure of
00:07:37> 00:07:42:	creative spaces that could help sustain both legacy venues, legacy
00:07:42> 00:07:46:	organizations that provide for the arts for their communities, and
00:07:46> 00:07:48:	additional organizations.
00:07:48> 00:07:52:	Also to provide more professionally run creative spaces like our
00:07:52> 00:07:56:	cultural centers that the city runs, but that are more
00:07:56> 00:07:59:	operating on sort of a professional capacity that are more
00:07:59> 00:08:04:	available and affordable for the variety of organizations, including organizations
00:08:04> 00:08:08:	founded by people of color that have been mostly sort
00:08:08> 00:08:11:	of left behind in a lot of of these activities
00:08:11> 00:08:12:	to preserve culture.
00:08:13> 00:08:15:	We also ran an RFP process.
00:08:15> 00:08:21:	We received about 63 applications representing 3300 and \$50 million
00:08:21> 00:08:21:	of need.
00:08:22> 00:08:24:	Unfortunately, we don't have that money.
00:08:24> 00:08:27:	So looking at creative ways to leverage the funding has
00:08:27> 00:08:28:	been our work to date.
00:08:29> 00:08:30:	So let's go to the next one.
00:08:31> 00:08:34:	We had three different basic pools of money that the
00:08:34> 00:08:35:	city had set aside.
00:08:36> 00:08:38:	You don't need to know the details other to know
00:08:38> 00:08:41:	other than to know that with city money comes different
00:08:41> 00:08:44:	strings attached depending on what type of funding it is.
00:08:45> 00:08:48:	So in the last two years we've been really working
00:08:48> 00:08:50:	on looking at the specific needs.
00:08:50> 00:08:53:	And just like real estate, each project is very unique
00:08:53> 00:08:57:	what, where and how the, the public dollars can help
00:08:57> 00:09:01:	both preserve or initiate new space and leverage those dollars
00:09:01> 00:09:06:	with the organization's ability to either fundraise or put sort
00:09:06> 00:09:10:	of, you know, resources together to be able to achieve
00:09:10> 00:09:10:	new spaces.

00:09:11> 00:09:14:	I'll just mention right now that this was how we
00:09:14> 00:09:16:	started, which was about 16.4 million.
00:09:17> 00:09:20:	We have another 2.5 million a year that comes into
00:09:20> 00:09:24:	the Iconic Venue fund, which has been really helpful for
00:09:24> 00:09:27:	being able to look at the long term of some
00:09:27> 00:09:28:	of these projects.
00:09:29> 00:09:30:	And so I'm gonna go to the next one.
00:09:31> 00:09:35:	So far we've been able to really support 7 organizations,
00:09:35> 00:09:36:	6 spaces.
00:09:36> 00:09:38:	You all may have heard of the one that got
00:09:38> 00:09:39:	the most press.
00:09:39> 00:09:41:	In fact, we were kind of blown away by it
00:09:41> 00:09:44:	with the hole in the wall and the 20 year
00:09:44> 00:09:47:	investment to assure their ability to stay on Guadalupe.
00:09:48> 00:09:50:	They were very, this is the third one there.
00:09:50> 00:09:54:	It was a \$1.6 million investment that did two things.
00:09:54> 00:09:56:	One is sort of rent stabilization for them to be
00:09:56> 00:09:59:	able to stay in the space, but capital improvements to
00:09:59> 00:10:01:	help them build additional revenue.
00:10:02> 00:10:06:	The permitting and development center, we have assigned
00.10.02	\$2,000,000 to
00:10:06> 00:10:10:	build out new infrastructure right across from the Highland Mall
00:10:10> 00:10:13:	to City Building, 7000 square feet.
00:10:13> 00:10:16:	It will have a black box and a rehearsal room
00:10:16> 00:10:20:	and some very, very needed new space, The Millennium Youth
00:10:20> 00:10:21:	Complex.
00:10:21> 00:10:23:	They took an old cinema room that had not been
00:10:23> 00:10:27:	utilized well and they've taken very few dollars and created
00:10:27> 00:10:31:	a theater that many different arts organizations can be utilizing.
00:10:31> 00:10:34:	The Playhouse, Austin Playhouse is your take.
00:10:34> 00:10:37:	They have purchased land prior to the pandemic and planned
00:10:37> 00:10:40:	a new building, but with the pandemic had to sort
00:10:40> 00:10:41:	of stop in their tracks.
00:10:41> 00:10:44:	And so we were able to leverage their purchase of
00:10:44> 00:10:47:	land to put some money towards a capital project that
00:10:47> 00:10:49:	they will be fundraising to complete that project.
00:10:50> 00:10:54:	Museum of Human Achievement, similar story that is right adjacent
00:10:54> 00:10:54:	to Canopy.

00:10:55> 00:10:58:	Very innovative place for arts, music and culture.
00:10:58> 00:11:03:	Very supportive of an ecosystem of artists and organizations
	and
00:11:03> 00:11:05:	an empire which is on 7th St.
00:11:06> 00:11:09:	you probably know Empire Control Room and Empire Garage.
00:11:09> 00:11:13:	We were able to loan our premier and pilot loan
00:11:13> 00:11:17:	to help them acquire one of the two parcels they
00:11:17> 00:11:17:	owned.
00:11:17> 00:11:20:	One rented the other one so that they could do
00:11:20> 00:11:23:	reconstruction to sort of build capacity in that venue.
00:11:23> 00:11:25:	So these are a variety of the different types of
00:11:25> 00:11:27:	projects that we have in motion.
00:11:27> 00:11:31:	These are 20 to 40 year long term either site
00:11:31> 00:11:36:	control or or restricted activities to maintain arts and culture
00:11:36> 00:11:37:	in that space.
00:11:38> 00:11:41:	The council, we would love to have more site control.
00:11:41> 00:11:44:	Nothing like permanent or ownership of land or on city
00:11:44> 00:11:47:	owned land that would be permanent ownership.
00:11:47> 00:11:50:	But these are the ways that we can at least
00:11:50> 00:11:54:	preserve for a generation these types of organizations and activities.
00:11:54> 00:11:57:	But they're long term bets and we are just the
00:11:57> 00:11:59:	still in the beginning process but excited about where we
00:12:00> 00:12:00:	are next.
00:12:01> 00:12:03:	This is very brief.
00:12:03> 00:12:06:	All you need to know is that things are out
00:12:06> 00:12:09:	of balance and the alchemy of affordability is something that
00:12:09> 00:12:10:	is very difficult.
00:12:10> 00:12:15:	It's sometimes organization by organization, project by project, lease by
00:12:15> 00:12:15:	lease.
00:12:15> 00:12:19:	And we actually just completed an affordability survey arts and
00:12:19> 00:12:23:	creative organizations of both rent space and also renters that
00:12:23> 00:12:26:	need space to try and understand if there's some themes
00:12:26> 00:12:30:	that we can help approach in setting up guidelines for
00:12:30> 00:12:33:	the permanent affordability of our future spaces.
00:12:33> 00:12:36:	And I will say, it's very hard to organize the
00:12:36> 00:12:39:	data and to sort of big, big takeaways.
00:12:39> 00:12:40:	And we're working on that now.
00:12:41> 00:12:43:	But very much if you go from this to the

00:12:43> 00:12:45:	next one quickly, we have to right the ship.
00:12:46> 00:12:48:	And part of that comes from the ability to have
00:12:48> 00:12:53:	additional revenue streams for these organizations to stay in place
00:12:53> 00:12:56:	and also trying to find lease terms and stabilize these
00:12:56> 00:13:00:	terms for these organizations if we can't acquire properties because
00:13:00> 00:13:03:	that stabilization helps these organizations plan.
00:13:04> 00:13:06:	And that is one of the biggest things that we've
00:13:06> 00:13:09:	seen with all of these organizations at risk in their
00:13:09> 00:13:09:	place.
00:13:10> 00:13:13:	And so we we're gonna I'm gonna hand it over
00:13:13> 00:13:15:	with the green box at the top.
00:13:15> 00:13:19:	Property tax exemptions or other supports that city policies can
00:13:19> 00:13:23:	be that helps right the ship on So most importantly,
00:13:23> 00:13:25:	really happy to answer any questions.
00:13:37> 00:13:38:	OK, great.
00:13:38> 00:13:39:	Good morning.
00:13:39> 00:13:40:	My name is Donald Jackson.
00:13:40> 00:13:42:	I'm with the City of Boston technology development
	departments.
00:13:43> 00:13:48:	I'm interested in our global business expansion division factor means
00:13:48> 00:13:53:	I just deal with whole variety of projects and initiatives
00:13:53> 00:13:56:	for the impact of this space.
00:13:56> 00:13:59:	Today I'm just here to talk to you all about
00:13:59> 00:14:02:	two major initiatives we we passed last year or implementing
00:14:02> 00:14:06:	this year this spring, the place based enhancement program and
00:14:06> 00:14:08:	the creative space density bonus district program.
00:14:13> 00:14:15:	So this is the big one I really want to
00:14:15> 00:14:18:	talk about and this is what I was saying around
00:14:18> 00:14:19:	property taxes.
00:14:19> 00:14:21:	This this is something of a complex program, but I'm
00:14:19> 00:14:21: 00:14:21> 00:14:23:	
	This this is something of a complex program, but I'm
00:14:21> 00:14:23:	This this is something of a complex program, but I'm going to give you all the high points so we
00:14:21> 00:14:23: 00:14:23> 00:14:25:	This this is something of a complex program, but I'm going to give you all the high points so we can we can get into more detail as y'all, as
00:14:21> 00:14:23: 00:14:23> 00:14:25: 00:14:25> 00:14:26:	This this is something of a complex program, but I'm going to give you all the high points so we can we can get into more detail as y'all, as y'all see tips.
00:14:21> 00:14:23: 00:14:23> 00:14:25: 00:14:25> 00:14:26: 00:14:26> 00:14:28:	This this is something of a complex program, but I'm going to give you all the high points so we can we can get into more detail as y'all, as y'all see tips. But a thing to be aware of is that we
00:14:21> 00:14:23: 00:14:23> 00:14:25: 00:14:25> 00:14:26: 00:14:26> 00:14:28: 00:14:28> 00:14:32:	This this is something of a complex program, but I'm going to give you all the high points so we can we can get into more detail as y'all, as y'all see tips. But a thing to be aware of is that we don't really do, we don't have an abatement policy per
00:14:21> 00:14:23: 00:14:23> 00:14:25: 00:14:25> 00:14:26: 00:14:26> 00:14:28: 00:14:28> 00:14:32: 00:14:32> 00:14:33:	This this is something of a complex program, but I'm going to give you all the high points so we can we can get into more detail as y'all, as y'all see tips. But a thing to be aware of is that we don't really do, we don't have an abatement policy per SE in the city right now.

00:14:42> 00:14:45:	It's the, it's the same type of program that is
00:14:45> 00:14:48:	utilized for say Samsung client things like that.
00:14:48> 00:14:51:	But what we created as part of evaluating our incentive
00:14:51> 00:14:55:	based program, our tax incentive based programs, it was really
00:14:55> 00:14:59:	clear that there's a major community need for affordable creative
00:14:59> 00:15:02:	space and City Council passed us to try and create
00:15:02> 00:15:05:	some sort of incentive program that helped meet that.
00:15:06> 00:15:07:	And that's what we're hoping just going to do.
00:15:08> 00:15:12:	What this program is designed to do is basically get
00:15:12> 00:15:16:	tax reimbursements for real estate related initiatives to support long
00:15:16> 00:15:20:	term affordability for creative spaces as well as other kind
00:15:20> 00:15:25:	of community beneficiaries like for small businesses, legacy small businesses,
00:15:25> 00:15:27:	things like that.
00:15:27> 00:15:30:	But I think in the context of today, really the
00:15:30> 00:15:34:	creative space factors are important and, and, and the real
00:15:34> 00:15:39:	community benefit that they're focused on is that affordable space
00:15:39> 00:15:41:	within the next square.
00:15:42> 00:15:44:	Yeah, And the text is a little small in this
00:15:44> 00:15:46:	slides, so you can see it later.
00:15:46> 00:15:48:	The one I really want to focus this is this
00:15:48> 00:15:51:	program is going to have like 4 different incentive categories.
00:15:51> 00:15:54:	I'm going to go into some detail on the category
00:15:54> 00:15:56:	#1 which is called the cortical space.
00:15:56> 00:15:58:	But I think that's the one that's most relevant to
00:15:58> 00:15:58:	folks in this room.
00:15:59> 00:16:02:	What we set this up to do is be able
00:16:02> 00:16:07:	to offer tax reimbursements, property tax reimbursements on new projects,
00:16:07> 00:16:12:	new development projects that offer affordable below market leases to
00:16:12> 00:16:14:	create a spaces in their projects.
00:16:15> 00:16:19:	So in agree to which we could do those reimbursements
00:16:19> 00:16:22:	is based on on what the gap is in your
00:16:22> 00:16:23:	program.
00:16:23> 00:16:26:	So what what would happen is someone could apply to
00:16:26> 00:16:30:	this program basically at any point in the development process
00:16:30> 00:16:34:	and describe what describe what sort of benefit they're offering,

00:16:34> 00:16:37:	like what sort of space they're offering to create a
00:16:37> 00:16:40:	space users, what the rent level will be and what
00:16:40> 00:16:43:	sort of gap that creates in your pro forma in
00:16:43> 00:16:45:	your operating budget long term.
00:16:45> 00:16:47:	And we use that gap to size how much tax
00:16:47> 00:16:49:	incentive we can give you back.
00:16:49> 00:16:52:	That's based on the property tax of Internet from the
00:16:52> 00:16:53:	city.
00:16:53> 00:16:56:	Real important factor here, because people ask this question,
00:16:56> 00:16:58:	think it can be a little confusing.
00:16:58> 00:17:01:	It's not based on the taxes for like we create
00:17:01> 00:17:01:	a space.
00:17:01> 00:17:03:	So if you have a, let's say you have a
00:17:03> 00:17:06:	12 story building and you have a heater and ground
00:17:06> 00:17:09:	floor, the property tax reimbursement we can do isn't based
00:17:09> 00:17:11:	on the property tax adjust for that theater space.
00:17:12> 00:17:13:	It's the project.
00:17:13> 00:17:16:	It's so we can do a tax reversion up to
00:17:16> 00:17:20:	the scale of the project, but focus on what's needed
00:17:20> 00:17:23:	to fill that gap in your operating budget.
00:17:23> 00:17:26:	So what we're trying to do is 0 out the
00:17:26> 00:17:31:	cost of providing affordable space for creative creative businesses and
00:17:31> 00:17:36:	nonprofits and new development projects kind of where one's really
00:17:36> 00:17:39:	we can do that with category one because it's it's
00:17:39> 00:17:42:	tied to new increment, new construction.
00:17:43> 00:17:46:	So it's it's in that way, it's like our
00:17:46> 00:17:49:	other types of tax incentive programs for new job creation
00:17:49> 00:17:51:	or new investment in the city.
00:17:51> 00:17:54:	That way we can we can sort of do that
00:17:54> 00:17:55:	as a way to to catalyze it.
00:17:56> 00:17:59:	And then the intent here for any sort of 380
00:17:59> 00:18:03:	project you have to basically demonstrate to the state that
00:18:03> 00:18:07:	but for statement similar in terms of things like that,
00:18:07> 00:18:10:	but it says if this incentive was not available, the
00:18:10> 00:18:14:	project wouldn't be able to offer this community benefit.
00:18:15> 00:18:17:	And I think that's which would be pretty easy to
00:18:17> 00:18:20:	demonstrate in a lot of these cases because like I
00:18:20> 00:18:23:	said, really the whole intent is radically below market long
00:18:23> 00:18:26:	term resistor creative spaces and zeroing out that cost to
00:18:26> 00:18:27:	the project.

00:18:27> 00:18:28:	So that's the big one.
00:18:28> 00:18:31:	I definitely wanted to make sure to talk about that
00:18:31> 00:18:34:	to folks in the room because we are planning on
00:18:34> 00:18:37:	launching this in the next few months and we would
00:18:37> 00:18:41:	very much hope folks in the development community apply
	for
00:18:41> 00:18:43:	as of as of Chapter 380 agreements.
00:18:43> 00:18:45:	Any, any large incentive.
00:18:46> 00:18:48:	Basically the staff reviews and then does a.
00:18:48> 00:18:49:	Report.
00:18:49> 00:18:49:	Make sure it fulfills.
00:18:49> 00:18:51:	All those, all the standards and then presents that City
00:18:52> 00:18:52:	Council.
00:18:52> 00:18:55:	City Council ultimately makes final decision on any of these,
00:18:55> 00:18:56:	on any major incentive.
00:18:57> 00:18:59:	But we have a lot of direction from council, but
00:19:00> 00:19:02:	this is something that they've wanted to see for for
00:19:02> 00:19:04:	years, this kind of opportunity.
00:19:04> 00:19:07:	Super to what analysts saying, we we all know this
00:19:07> 00:19:08:	is a major need in the community.
00:19:09> 00:19:11:	And this is one where you can call that data.
00:19:12> 00:19:16:	The other one that is also relevant, especially for development
00:19:16> 00:19:19:	community is category 2 community impact.
00:19:20> 00:19:24:	And whereas Category 1 is basically tied to giving creative
00:19:24> 00:19:28:	spaces and other users affordable leases long term, category 2
00:19:28> 00:19:30:	is more of an owner occupied.
00:19:30> 00:19:33:	So if you're going if someone's building out a standalone
00:19:34> 00:19:37:	arts facility or someone's the Windows 10 one kind of
00:19:37> 00:19:40:	community or any facility or the child care center or
00:19:40> 00:19:42:	someone's doing significant tenant improvements.
00:19:43> 00:19:46:	So products like analyst saying where, where existing spaces are
00:19:46> 00:19:49:	doing major tenant improvements and investments in their space.
00:19:50> 00:19:52:	Those are ones where that would be sort of a
00:19:52> 00:19:54:	category 2 where we could also do tax reimbursements.
00:19:55> 00:19:58:	And in both of these, we can look at the
00:19:58> 00:20:02:	reimbursement of new increment for property tax.
00:20:02> 00:20:03:	We can also look at the.
00:20:04> 00:20:08:	Sales tax associated with the construction project itself, what's going

00:20:08> 00:20:11:	on as opportunities for doing those reinventments.
00:20:12> 00:20:15:	And that's those are kind of the two really there's,
00:20:15> 00:20:16:	there's two more categories.
00:20:16> 00:20:19:	The third one is really kind of a it's not
00:20:19> 00:20:23:	exactly a abatement for creative spaces, but it's sort of
00:20:23> 00:20:27:	like a small reimbursement program to help exhibit to just
00:20:27> 00:20:33:	help directly creative spaces and creative organizations smaller really more
00:20:33> 00:20:36:	kind of a a support for existing creative spaces to
00:20:36> 00:20:40:	prevent displaced members of them get long term resilience.
00:20:42> 00:20:45:	4th 1 I don't even want to talk about because
00:20:45> 00:20:48:	it's it's it's very wide, but it's it's designed to
00:20:48> 00:20:50:	support city LED initiatives.
00:20:51> 00:20:52:	For example, it's also new Waterfront.
00:20:52> 00:20:54:	Or Harmony Park things where?
00:20:54> 00:20:56:	There's a there's a heavy level of city investments.
00:20:57> 00:20:59:	It's a very flexible 3D program.
00:20:59> 00:21:02:	So it's something that can be tailored to these kind
00:21:02> 00:21:06:	of mega projects with the raft of community needs associated
00:21:06> 00:21:06:	with them.
00:21:07> 00:21:09:	But that's going to be those are ones where, you
00:21:09> 00:21:12:	know, basically the city department and council would probably be
00:21:12> 00:21:13:	initiating on that.
00:21:13> 00:21:16:	But the other, the first two of the real ones
00:21:16> 00:21:19:	where any any sort of development or improvement project can
00:21:20> 00:21:22:	can utilize that can apply for that.
00:21:22> 00:21:28:	And this will be awarded a pretty substantial tax reimbursement
00:21:29> 00:21:34:	over over 5 to 10 renewable years from the other
00:21:34> 00:21:35:	program.
00:21:35> 00:21:36:	It's a little bit different.
00:21:37> 00:21:41:	This is direction we've gotten from council and the community
00:21:41> 00:21:45:	to try and develop a way of catalyzing and incentivizing
00:21:45> 00:21:49:	not just sort of creative space sites, but creative space
00:21:49> 00:21:50:	districts.
00:21:50> 00:21:53:	So things really kind of spurred by like the importance
00:21:53> 00:21:56:	of say things like the right of cultural districts.
00:21:58> 00:21:58:	Other areas really see.
00:21:58> 00:22:02:	Concentrations of greater spaces, they, they tend to cluster effectively.

00:22:03> 00:22:06:	So this program is another one where it was passed
00:22:06> 00:22:07:	last year.
00:22:07> 00:22:10:	We're going up process for the application this year, but
00:22:10> 00:22:13:	it's a density bonus zoning based program.
00:22:14> 00:22:16:	So it's going to be similar in process to the
00:22:17> 00:22:18:	way historic districts are done.
00:22:18> 00:22:21:	So one site can apply for it or multiple property
00:22:21> 00:22:25:	owners can apply and create like a district process.
00:22:25> 00:22:29:	But essentially what it does is having a density bonus
00:22:29> 00:22:33:	for again, providing affordable space for creative creative space users
00:22:33> 00:22:35:	within this district context.
00:22:35> 00:22:39:	So an area can get the zoning overlay to similar
00:22:39> 00:22:44:	to kind of our, our, our existing density bonus programs
00:22:44> 00:22:47:	like ED90 or EDETOD for important housing.
00:22:48> 00:22:52:	They can pretty they can get that sort of zoning
00:22:52> 00:22:57:	layer added on to their sites and then sites within
00:22:57> 00:23:01:	that can utilize it to get more density, build, build
00:23:01> 00:23:08:	up higher, remove FAR requirements in return for providing affordable
00:23:08> 00:23:12:	leases on the ground floor for creative spaces.
00:23:12> 00:23:14:	I think 10 up to the, I think it's a
00:23:14> 00:23:17:	10 year requirement for that, but it so basically the
00:23:17> 00:23:22:	density bonus program, similar to affordable housing density bonuses, but
00:23:22> 00:23:25:	more in a picture context and for affordable creativeness.
00:23:26> 00:23:28:	And we're, I think we're seeing to working with that
00:23:28> 00:23:29:	too.
00:23:30> 00:23:33:	It's going to take a little bit in terms of
00:23:33> 00:23:35:	setting up a process to make it so that folks
00:23:35> 00:23:38:	can navigate through it because it's a, it's a district
00:23:38> 00:23:40:	based rezoning density bonus program.
00:23:41> 00:23:43:	We've had to do a lot of coordination with internal
00:23:43> 00:23:46:	national stakeholders to make sure we're not, we don't like
00:23:46> 00:23:49:	cannibalize our all of our other density bonus programs here.
00:23:49> 00:23:52:	We've got, you know, a slew of them, mostly for
00:23:52> 00:23:55:	housing and and the housing folks very much do not
00:23:55> 00:23:58:	want us to cut into that, into that or reduce,
00:23:58> 00:24:01:	you know, the other, you know, the other needs in
00:24:01> 00:24:04:	the Outland city, But that's something that can also be
00:24:04> 00:24:05:	another opportunity.
00:24:05> 00:24:08:	So and also and, and, and in case anyone's going
00:24:08> 00:24:10:	to ask us, these things suck.

00:24:10> 00:24:12:	So you could do, we could do both.
00:24:13> 00:24:16:	So you could have a creative district that allows the
00:24:16> 00:24:19:	test advantage of the 60 bonus allowance.
00:24:19> 00:24:23:	We'll also we'll also getting additional tax reimbursements to help
00:24:24> 00:24:27:	make that project and select and the other the other
00:24:27> 00:24:30:	note on this one is that the like our other
00:24:30> 00:24:34:	like some of our other density bonus programs, there's a
00:24:34> 00:24:35:	fee and Lu option.
00:24:35> 00:24:40:	So you really intended for preservation of an existing creative
00:24:40> 00:24:42:	space in the district.
00:24:42> 00:24:45:	Say you have an area where there's venue that's been
00:24:46> 00:24:50:	around like pulling the wall for decades and decades You
00:24:50> 00:24:54:	and then and what you're more interested in is helping
00:24:54> 00:24:55:	preserve that site.
00:24:57> 00:25:00:	If you have the district that includes another area where
00:25:00> 00:25:03:	your building is an officer hotel, you can do a
00:25:03> 00:25:06:	field of option to get to have those P equivalents
00:25:06> 00:25:10:	providing an important space and just channel that over to
00:25:10> 00:25:12:	preserving the hole in the wall next door or as
00:25:12> 00:25:14:	long as it's in the center strip.
00:25:15> 00:25:17:	So there's some possibility with that this is going to
00:25:17> 00:25:19:	wind up being kind of complicated in the implementation.
00:25:19> 00:25:21:	Both of these will be a little complicated in the
00:25:21> 00:25:22:	implementation.
00:25:22> 00:25:24:	This is kind of new territory for the city to
00:25:24> 00:25:27:	try and be this kind of proactive with coming up
00:25:27> 00:25:30:	with using the tools we have and the extremely limited
00:25:30> 00:25:33:	budget resources we have to try and create opportunities for
00:25:33> 00:25:35:	this greatest presentation.
00:25:35> 00:25:37:	So I, I definitely ask that you all have some
00:25:38> 00:25:40:	grace with us and we can revise things that we,
00:25:40> 00:25:42:	when we, you know, see any bugs.
00:25:43> 00:25:45:	But we're really excited and we're thinking there's going to
00:25:45> 00:25:46:	be a lot of opportunities.
00:25:50> 00:25:50:	Yeah.
00:25:50> 00:25:52:	And this is just kind of general updates and the
00:25:52> 00:25:55:	slides include where you can if anyone's interested in getting
00:25:55> 00:25:58:	on the list to find out more information or potentially
00:25:58> 00:25:59:	add the projects to it.
00:25:59> 00:26:00:	There's a link.
00:26:00> 00:26:03:	There that I think you'll probably need any slides, but

00:26:03> 00:26:06:	you can also just e-mail an e-mail and my e-mail
00:26:06> 00:26:08:	was Donald E Perry, Jackson Austin test.gov.
00:26:08> 00:26:10:	I'll be happy to direct you to that.
00:26:10> 00:26:13:	And then, you know, council passed both of these and
00:26:13> 00:26:15:	we're rolling them out this spring.
00:26:16> 00:26:19:	So hopefully I think we have April or May is
00:26:19> 00:26:23:	what we're shooting for, for the for for the place
00:26:23> 00:26:25:	based enhancement.
00:26:25> 00:26:28:	Technically the zoning ones already live, but process wise
	we
00:26:28> 00:26:30:	still need to kind of coordinate that.
00:26:30> 00:26:34:	As I'm sure y'all can imagine, coordinating a new complex
00:26:34> 00:26:38:	density bonus across like 4 different city departments is not
00:26:38> 00:26:39:	super smooth.
00:26:39> 00:26:40:	So we're just going to have to try and make
00:26:40> 00:26:41:	that work as best we can.
00:26:44> 00:26:45:	And I think that's it for me.
00:26:47> 00:26:47:	Thank you.
00:26:49> 00:26:49:	Thank you.
00:26:53> 00:26:57:	I'm going to talk loud until it shows up.
00:27:00> 00:27:02:	Thank you, Anne for your presentation.
00:27:02> 00:27:04:	Thank you Donald for your presentation.
00:27:04> 00:27:05:	Can y'all hear me?
00:27:06> 00:27:10:	OK, I'll I'll put on my mom voice.
00:27:21> 00:27:24:	OK, So we so that was a lot of information
00:27:24> 00:27:28:	and I I appreciate rally Austin and City of Boston's
00:27:28> 00:27:32:	Economic Development department coming and sharing that
	with us.
00:27:33> 00:27:37:	And if I could summarize, there's been needs established
00.07.07 > 00.07.44	and
00:27:37> 00:27:41:	those needs exceed the resources available.
00:27:41> 00:27:45:	And so this question for Dewey gets you in there.
00:27:48> 00:27:52:	What are the problems that you see from the Austin
00:27:52> 00:27:54:	Creative Alliance point of view?
00:27:55> 00:27:58:	What are those problems if you could just pass the
00:27:58> 00:28:02:	wide net about what you're seeing from the creative community?
00:28:02> 00:28:04:	So that's the first part of the question.
00:28:04> 00:28:08:	The second part of the question is, do you find
00:28:08> 00:28:12:	some of those solutions in the presentations that have been
00:28:12> 00:28:14:	presented so far?
00:28:19> 00:28:22:	I'm doing Brooks, current chair of the Office of Great
00:28:22> 00:28:22:	Reliance.

00:28:25 --> 00:28:26: up here at the spotlight I. 00:28:27 --> 00:28:27: Was going. 00:28:27 --> 00:28:28: To be a panelist. 00:28:28 --> 00:28:31: So I haven't reviewed any questions. 00:28:31 --> 00:28:33: Going to give you the best shot. 00:28:34 --> 00:28:38: Just a little bit about me, I've been working, not 00:28:38 --> 00:28:43: working, volunteering and differently creative community. 00:28:43 --> 00:28:48: That's a term that covers everything being creative for the 00:28:48 --> 00:28:50: last 2025 years. 00:28:50 --> 00:28:54: One of my notables was being on the board of 00:28:54 --> 00:28:58: the Austin Children's Museum when it was on 5th St. 00:28:59 --> 00:29:03: and now it's over all the thinkery now over at 00:29:03 --> 00:29:04: Bueller. 00:29:04 --> 00:29:07: A lot of folks that I know here I know 00:29:07 --> 00:29:09: from the children's and say hi Janet. 00:29:10 --> 00:29:16: Let me look the I I I still volunteer in 00:29:16 --> 00:29:17: theatre. 00:29:18 --> 00:29:22: I Co founded the theatre company back there for Advance 00:29:22 --> 00:29:24: Pro Arts Collective, a primary. 00:29:24 --> 00:29:25: Theatre Group A. 00:29:25 --> 00:29:26: Spectrum Theatre. 00:29:27 --> 00:29:31: Company back in the pro arts studies back in the 00:29:31 --> 00:29:33: day, back in the 90s. 00:29:33 --> 00:29:34: I know that's for you youngsters. 00:29:34 --> 00:29:36: That seems like a long time back. 00:29:37 --> 00:29:38: It was just yesterday. 00:29:39 --> 00:29:45: The we were a small group, three people, Max. 00:29:46 --> 00:29:50: We have the creative, you know, the business side, and 00:29:50 --> 00:29:51: we did it all. 00:29:52 --> 00:29:54: You, you name it, we did it. 00:29:55 --> 00:29:59: Affordability wasn't so much an issue. 00:29:59 --> 00:30:01: I don't know where Boyd found the money, but he 00:30:01 --> 00:30:02: found it. 00:30:02 --> 00:30:04: If we had the show to do, we did. 00:30:06 --> 00:30:10: I've directed, I've performed, I've been involved since then. 00:30:10 --> 00:30:11: I still volunteer today. 00:30:12 --> 00:30:13: Really. 00:30:13 --> 00:30:14: Austin, I started with. 00:30:14 --> 00:30:17: Austin Aqua Fest for For those of you who who. 00:30:17 --> 00:30:18: Can go back that far. 00:30:19 --> 00:30:23: And so I've seen a lot of change as it

I just found that I was going to be sitting

00:28:23 --> 00:28:24:

00:30:27 --> 00:30:28: perform. 00:30:29 --> 00:30:33: I think a big question question is why any here 00:30:33 --> 00:30:37: I I consider well, let me go, let me just 00:30:37 --> 00:30:39: take one step back. The we started out as ACOT, ACOT and AACA started 00:30:39 --> 00:30:45: 00:30:45 --> 00:30:48: been around since 1973. 00:30:48 --> 00:30:50: Our focus was on theater. 00:30:51 --> 00:30:53: Imagine Austin came out. 00:30:53 --> 00:30:54: I believe that was a city. 00:30:54 --> 00:30:54: Program. 00:30:55 --> 00:30:59: That came out and said, hey, this is what we 00:30:59 --> 00:31:02: would like to see in Y what when we read 00:31:02 --> 00:31:08: through that description, that's what we were already doing acock. 00:31:09 --> 00:31:13: So we rebranded, so to speak and started doing business 00:31:13 --> 00:31:14: as Austin Credit Alliance. 00:31:15 --> 00:31:19: Our umbrella was theater Austin Credit alliance. 00:31:19 --> 00:31:22: We're the creative community and you guys are part of 00:31:23 --> 00:31:23: that. 00:31:23 --> 00:31:26: When you design a building, when you when you walk 00:31:26 --> 00:31:29: down the street and and say, what can you put 00:31:29 --> 00:31:29: here? 00:31:29 --> 00:31:30: What can you put there? 00:31:31 --> 00:31:34: You put you put a pen in the paper, you 00:31:34 --> 00:31:37: put thoughts to, to books to to spreadsheets. 00:31:37 --> 00:31:38: You are the creative. 00:31:38 --> 00:31:42: You are a part of this as much as individual 00:31:42 --> 00:31:44: artists are for organizations. 00:31:46 --> 00:31:47: There were a lot of words sung around as I 00:31:47 --> 00:31:48: was walking around. 00:31:48 --> 00:31:52: And I think the best way for me to say 00:31:52 --> 00:31:54: what and why can we do it? Because we should do it. 00:31:55 --> 00:31:57: 00:31:58 --> 00:32:01: We, it's a quality of life who didn't come here 00:32:01 --> 00:32:05: because we're the live music capital of the world or 00:32:05 --> 00:32:06: anything. 00:32:07 --> 00:32:11: But who, who didn't come here, who didn't live here 00:32:11 --> 00:32:12: and grow into those things? 00:32:12 --> 00:32:15: Who didn't come here and go, I want to live 00:32:15 --> 00:32:15: here. 00:32:15 --> 00:32:17: I want to be a part of that community.

comes to where we live, where we play, where we

00:30:23 --> 00:30:27:

00:32:18 --> 00:32:19: That's why you're here. 00:32:20 --> 00:32:21: That's why a lot of people come here. 00:32:22 --> 00:32:25: So you are a part of the creative process. 00:32:26 --> 00:32:30: And what I would like to see is for all 00:32:31 --> 00:32:37: of us here to mesh together IT phrase mesh network. 00:32:37 --> 00:32:41: I think if we mesh and create the balance of 00:32:41 --> 00:32:45: what each of us want, not what we want, but 00:32:45 --> 00:32:47: what we want to see. 00:32:48 --> 00:32:51: There's nothing that we can't do in, in, in in 00:32:51 --> 00:32:51: this room. 00:32:52 --> 00:32:54: We, we've got look at the downtown. 00:32:54 --> 00:32:57: When I got here, it was 250,000 people. 00:32:59 --> 00:33:01: I thought I was in the country from the East 00:33:01 --> 00:33:02: Coast, Philadelphia. 00:33:02 --> 00:33:06: I came from 1.1 and a half million people, Gold 00:33:06 --> 00:33:06: Eagles. 00:33:09 --> 00:33:13: But but the point being is what is your why? 00:33:14 --> 00:33:15: Why are you here today? Breakfast was good. 00:33:16 --> 00:33:17: 00:33:18 --> 00:33:19: It was free. 00:33:19 --> 00:33:21: But why are you here today? 00:33:22 --> 00:33:23: So this is the thing we need to look at. 00:33:23 --> 00:33:25: I I don't need to talk about. 00:33:25 --> 00:33:29: They've already given you the the what and the how 00:33:29 --> 00:33:32: and where we need to establish the why and how 00:33:33 --> 00:33:34: we can move forward. 00:33:35 --> 00:33:37: I can talk about gentrification. 00:33:37 --> 00:33:38: I can talk about affordability. 00:33:39 --> 00:33:40: I can talk about all those things. 00:33:40 --> 00:33:41: You already know that. 00:33:42 --> 00:33:45: Why am I repeating myself if you don't know what 00:33:45 --> 00:33:47: you just found out about it this morning. 00:33:48 --> 00:33:50: So let's go to our why. 00:33:50 --> 00:33:56: Let's look at us as not individuals, organizations that perform 00:33:56 --> 00:33:58: or visual arts, whatever, 00:33:58 --> 00:34:03: Let's include everybody here because everybody here is a creative. 00:34:03 --> 00:34:06: What you realize if you're not when you decide where 00:34:06 --> 00:34:10: are you and where today, when you decide what you're 00:34:10 --> 00:34:14: going to cook that evening, when you decide where or 00:34:14 --> 00:34:16: when or how long I can get Johnny and and 00:34:17 --> 00:34:20: soon where am I going to get and coordinate their

00:34:20> 00:34:21:	their soccer outfits?
00:34:22> 00:34:23:	You're being a creative.
00:34:24> 00:34:26:	You don't realize it, but you're a creative.
00:34:26> 00:34:29:	You make that To Do List lines are creative To
00:34:29> 00:34:30:	Do List sunny day.
00:34:31> 00:34:35:	But we're all creatives and I'll leave it there and
00:34:35> 00:34:36:	we can move on.
00:34:37> 00:34:39:	That was great inspirational.
00:34:40> 00:34:41:	What is our live?
00:34:41> 00:34:45:	We are all creatives and it heartens back to being
00:34:45> 00:34:48:	at work and thinking about our projects that we work
00:34:49> 00:34:49:	on, right.
00:34:50> 00:34:55:	And we tend to put the creative community in this
00:34:55> 00:35:00:	bucket, you know, and we we probably simply define it
00:35:00> 00:35:05:	as, you know, a painter, a sculptor, a musician.
00:35:06> 00:35:11:	And I'm inspired because now I'm a creative too, because
00:35:11> 00:35:16:	spreadsheets and pro formas and tracking vacancy for downtown.
00:35:17> 00:35:20:	I too am creative and so thank you for that.
00:35:20> 00:35:24:	And I think it is important to know why your
00:35:24> 00:35:29:	why is because even if it's an economic argument, the
00:35:29> 00:35:32:	creative community drives the demand.
00:35:33> 00:35:34:	So there is a function there.
00:35:34> 00:35:39:	There's some algebra and a little bit of calculus happening
00:35:39> 00:35:44:	and geometry where if that creative community is not intentionally
00:35:44> 00:35:48:	invested in, then there is going to be a decline
00:35:48> 00:35:52:	in the demand for your city, your property, for your
00:35:52> 00:35:54:	downtown, for your districts.
00:35:55> 00:35:56:	And so there is a formula.
00:35:56> 00:36:00:	I'm pretty sure that some of the larger cities like
00:36:01> 00:36:05:	Philadelphia, New York, Boston, LA has done some of that
00:36:05> 00:36:06:	research.
00:36:06> 00:36:09:	And so I think it is a future.
00:36:09> 00:36:10:	Project or opportunity?
00:36:10> 00:36:13:	For Austin to figure out what is that Delta, what
00:36:13> 00:36:18:	is that relationship between the creative community and the economic
00:36:18> 00:36:21:	output, I will say we have some metrics.
00:36:21> 00:36:24:	When you look at South by Southwest, when you look
00:36:24> 00:36:28:	at ACL and the economic output that those events alone
00:36:28> 00:36:32:	bring to the city, I think it's three to three
00:36:32> 00:36:35:	5300 and 50 million for I believe ACL and I
23.23.23.	

00:36:35> 00:36:39:	think like 400 million for South by don't quote me
00:36:39> 00:36:41:	on that, it's online.
00:36:41> 00:36:45:	But these are major investments in our city that people
00:36:45> 00:36:48:	are coming to try to take the slice of that
00:36:48> 00:36:51:	and a lot of those people come back or invest
00:36:51> 00:36:52:	in other ways.
00:36:53> 00:36:56:	And so I wanted to continue to to harken back
00:36:56> 00:37:00:	to the presentation that was presented and the why we
00:37:00> 00:37:04:	are all here and how it makes a difference.
00:37:04> 00:37:07:	And, and you said something earlier about stabilization.
00:37:08> 00:37:12:	And so looking at the research you've done and the
00:37:12> 00:37:16:	the work that Rally Austin is taking on, talk about
00:37:16> 00:37:20:	how stabilization came up and how that was a critical
00:37:20> 00:37:25:	component to, you know, the Rally Austin offerings.
00:37:26> 00:37:26:	Sure.
00:37:26> 00:37:29:	I think just, there's so much to talk about.
00:37:30> 00:37:33:	I think that the point of stabilization is that we've
00:37:33> 00:37:36:	got an industry, the creative industry.
00:37:36> 00:37:38:	And actually, one thing I love about Austin is that
00:37:38> 00:37:39:	everybody wears 3 hats.
00:37:40> 00:37:43:	And so the actor is also a sound engineer who's
00:37:43> 00:37:46:	also potentially the person checking with the library.
00:37:46> 00:37:49:	And everybody is creative in this town.
00:37:49> 00:37:53:	And I think it's really important to know that property
00:37:53> 00:37:56:	owners who have seen the value of the economic impact
00:37:56> 00:38:00:	and the visibility and the vibrancy of supporting a creative
00:38:00> 00:38:04:	organization space is also part of that that equation.
00:38:04> 00:38:05:	So it's really critical.
00:38:05> 00:38:08:	But the stabilization part, I mean, I think that council,
00:38:09> 00:38:12:	you know, and advocates had hoped that, you know, put
00:38:12> 00:38:14:	some money aside and we can just buy up a
00:38:14> 00:38:16:	bunch of buildings and everybody be fine.
00:38:17> 00:38:20:	That being said, everybody's in a different part of their
00:38:20> 00:38:22:	life cycle, every creative organization.
00:38:23> 00:38:26:	And also surprise, surprise, you can't sneak up on real
00:38:26> 00:38:27:	estate in this town.
00:38:27> 00:38:31:	So you can't always be able to just purchase a
00:38:31> 00:38:33:	property and make it make it good.
00:38:33> 00:38:37:	Plus many arts organizations alone, especially post COVID,
	have a
00:38:37> 00:38:41:	really hard time sustaining and carrying costs of owning real
00:38:41> 00:38:41:	estate.

00:38:42> 00:38:45:	So the cultural trust, we've been trying to be very
00:38:45> 00:38:48:	creative about inserting away a mechanism to assure a long
00:38:48> 00:38:51:	term path, longer term than the month to month or
00:38:51> 00:38:55:	year to year thinking that most of these organizations have
00:38:55> 00:38:58:	been doing just so that they have a long enough
00:38:58> 00:39:02:	runway to sort of build additional revenue, build additional activities
00:39:02> 00:39:06:	that are going on in their space, build additional capacity
00:39:06> 00:39:08:	to be able to do that, give them a safe
00:39:08> 00:39:11:	space for a long enough time for that to happen.
00:39:11> 00:39:15:	But I will say that it's become increasingly difficult of
00:39:15> 00:39:16:	our affordability survey.
00:39:17> 00:39:20:	This is 2 years after the actual RFP that gave
00:39:20> 00:39:21:	us a lot of Intel.
00:39:22> 00:39:26:	1/3 of all the organizations responded have visas expiring in
00:39:26> 00:39:27:	the next 18 months.
00:39:28> 00:39:31:	And this is what keeps me up at night because
00:39:31> 00:39:36:	many of these organizations are also being sort of sidelined
00:39:36> 00:39:40:	by property taxes increasing every year and most leases pass
00:39:40> 00:39:43:	that property tax burden on to the tenant.
00:39:44> 00:39:47:	Thank God that we're going towards places that cannot help
00:39:47> 00:39:47:	believe that.
00:39:48> 00:39:49:	But also other business costs.
00:39:49> 00:39:52:	I don't know if you're all aware of this, but
00:39:52> 00:39:56:	insurance costs have started to double, just like things like
00:39:56> 00:39:57:	property taxes.
00:39:57> 00:40:00:	None of the venues are selling enough beer anymore because
00:40:00> 00:40:01:	people don't drink.
00:40:02> 00:40:05:	People aren't coming back to shows after COVID.
00:40:05> 00:40:09:	All of these types of microeconomics of the businesses make
00:40:09> 00:40:12:	it just very, very difficult to sustain in place without
00:40:12> 00:40:14:	some version of stabilization.
00:40:14> 00:40:17:	So we're looking at actually a lot of different organizations
00:40:17> 00:40:20:	around the country and the world who've been focused on
00:40:20> 00:40:21:	these cultural trust initiatives.
00:40:22> 00:40:26:	It works best when there's long term securitization of the
00:40:26> 00:40:26:	land.
00:40:26> 00:40:30:	We'd much rather have ownership, either cultural trust or arts
00:40:30> 00:40:34:	organizations, a way to sort of mitigate those property tax
00:40:34> 00:40:35:	increases.
00:40:35> 00:40:38:	But we also know that the answer is partnering with
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00:40:38> 00:40:43:	private land owners, private organizations, and developers to help figure
00:40:43> 00:40:46:	out how to create and sustain that vibrancy in a
00:40:46> 00:40:48:	way that makes sense for everybody.
00:40:50> 00:40:50:	Thank you for that.
00:40:51> 00:40:54:	So looking at a couple of questions coming in, one
00:40:54> 00:40:56:	of the questions that I had.
00:40:58> 00:41:01:	So Donald, based on the new projects, the city's put
00:41:01> 00:41:06:	forth, the Downton Office Alliance, we have a Downton program,
00:41:06> 00:41:10:	Downton Office space activation program where we are working with
00:41:10> 00:41:15:	property owners with existing properties that have vacancies and we
00:41:15> 00:41:19:	are partnering with them to basically offer those saving spaces
00:41:19> 00:41:22:	back to the creative community.
00:41:22> 00:41:25:	Of course, we can do it alone and so very
00:41:25> 00:41:29:	encouraged at the, at the projects and the initiatives of
00:41:29> 00:41:31:	the city is, is leveraging.
00:41:32> 00:41:36:	So can you talk about what is available for existing
00:41:36> 00:41:37:	properties?
00:41:38> 00:41:40:	I know you spent some time on new construction and
00:41:40> 00:41:43:	new properties and it looks like we have a couple
00:41:43> 00:41:46:	of questions here on the slide though that talks about
00:41:46> 00:41:50:	what are those incentives for developers and land owners to
00:41:50> 00:41:53:	give free and discounted space and in particularly the properties
00:41:53> 00:41:54:	that are existing?
00:41:57> 00:41:57:	Sure.
00:41:57> 00:41:58:	Yeah, definitely.
00:41:58> 00:41:59:	That's a great question.
00:41:59> 00:42:02:	And and unfortunately some of this we, the answer is
00:42:02> 00:42:04:	it's limited right now.
00:42:04> 00:42:07:	And and that's, that's not what we, that's not my
00:42:07> 00:42:07:	preference.
00:42:07> 00:42:11:	Obviously the issue is just the way we can do
00:42:11> 00:42:15:	budget and finance and projects for the city right now.
00:42:15> 00:42:19:	If we vote right now, whenever we do well, the
00:42:19> 00:42:24:	city's tax incentive program is entirely proper tax reimbursement base
00:42:24> 00:42:26:	or sales tax reimbursement base.
00:42:26> 00:42:29:	We don't have a major, what some cities in Texas

00:42:29> 00:42:33:	have have a major dedicated funds created through different ways
00:42:33> 00:42:35:	for economic incentives.
00:42:35> 00:42:36:	We don't have that funds.
00:42:36> 00:42:39:	That's something we're talking about many ways we could find
00:42:39> 00:42:43:	or develop or or get additional funding support that kind
00:42:43> 00:42:43:	of thing.
00:42:44> 00:42:48:	But Austin, Austin doesn't we have a so all any
00:42:48> 00:42:51:	any sort of tax large taxes in a program.
00:42:51> 00:42:53:	You might you might be aware I'm say for the
00:42:53> 00:42:55:	channel stock that's a long time public one.
00:42:55> 00:42:58:	The big Samsung facility in in northeast of the town.
00:42:58> 00:43:00:	It's still it's still that same logic.
00:43:00> 00:43:05:	It's still property tax or additional sales tax, property tax
00:43:05> 00:43:10:	reimbursement year after year they pay, we haven't verified they've
00:43:11> 00:43:15:	met the requirements of their incentive contract and then we
00:43:15> 00:43:19:	reimburse their and we can do it that way because
00:43:19> 00:43:23:	it's not based on pulling from sort of the existing
00:43:23> 00:43:25:	general budget of the city.
00:43:26> 00:43:29:	It's it's, it's leveraging that sort of but for requirement
00:43:29> 00:43:32:	we but for getting that like in that sort of
00:43:32> 00:43:35:	public support, this project wouldn't happen at all.
00:43:35> 00:43:38:	So we can talk about, so based on state statutory
00:43:38> 00:43:42:	guidelines and such, it's, it's a, it's a, it's a,
00:43:42> 00:43:46:	it's a incentive grant to support new economic development in
00:43:46> 00:43:47:	the city.
00:43:47> 00:43:49:	So that gives us more flexibility.
00:43:49> 00:43:51:	That's, that's something where we can say if the student,
00:43:51> 00:43:54:	if we didn't put in this kind of support, this
00:43:54> 00:43:55:	wouldn't be happening at all.
00:43:56> 00:43:58:	And we wouldn't get this new investment, we wouldn't get
00:43:58> 00:43:58:	this new development.
00:43:59> 00:44:01:	We wouldn't get this sort of development that provides the
00:44:01> 00:44:02:	community benefits we're looking for.
00:44:03> 00:44:06:	But because of that, we can basically and kick it
00:44:07> 00:44:10:	to the future and then instead of pulling it from
00:44:10> 00:44:13:	our existing and general funding budget and we have a,
00:44:14> 00:44:17:	we have a small budget now, very small, but relatively
00:44:17> 00:44:19:	speaking for existing.
00:44:19> 00:44:22:	And that's going to be so for existing you can

00:44:22> 00:44:26: 00:44:26> 00:44:32:	look at category three that is that's just property or sales tax reimbursements to create spaces and legacy small
	businesses.
00:44:32> 00:44:37:	So that can go straight to an existing operator back
00:44:37> 00:44:37:	here.
00:44:38> 00:44:40:	It'll probably be competitive, it'll probably be over subscribed.
00:44:42> 00:44:43:	We have some budget for it.
00:44:43> 00:44:45:	We know the need is enormous.
00:44:45> 00:44:49:	And I'm going we're going to take everyone's applications and
00:44:49> 00:44:51:	then when I do the annual memo of the council,
00:44:51> 00:44:53:	I'm going to say this is how much we were
00:44:54> 00:44:56:	able to give out and this is the factor of
00:44:56> 00:44:57:	10 that we needed instead.
00:44:57> 00:45:01:	So, you know, it's normal, but that's so that's, that's
00:45:01> 00:45:03:	the that's the that's the construct.
00:45:03> 00:45:07:	So that category 3 is something question used if there's
00:45:07> 00:45:09:	going to be any sort of tender improvement for an
00:45:10> 00:45:13:	existing tenant, like if they're moving in and need to
00:45:13> 00:45:16:	do space modifications or upgrades or put in new facilities
00:45:16> 00:45:19:	that can be able to put that category two in
00:45:19> 00:45:19:	the program.
00:45:20> 00:45:23:	I think we'd love to talk more about and think
00:45:23> 00:45:26:	through like ways we could, we could, we could help
00:45:26> 00:45:31:	incentivize utilizing space, especially, you know, in the downtown to
00:45:31> 00:45:34:	fill, to fill those spaces with creative use.
00:45:34> 00:45:38:	We've gotten questions about that too from, from other folks
00:45:38> 00:45:41:	who are looking to move galleries or museums or small
00:45:41> 00:45:46:	museums and, you know, collective art organizations into the downtown.
00:45:46> 00:45:49:	And, and it's just that it's that kind of budget,
00:45:49> 00:45:51:	it's that budgetary constraint.
00:45:51> 00:45:54:	But we love to talk more about how to how
00:45:54> 00:45:56:	to get past that and what we can do besides
00:45:57> 00:46:00:	just asking, asking the city government for to please give
00:46:00> 00:46:03:	us some large because that there's there's a lot of
00:46:04> 00:46:05:	needs and we're very well.
00:46:07> 00:46:09:	But I think that's definitely something I want to that's
00:46:09> 00:46:11:	kind of we're going to roll this out.
00:46:11> 00:46:13:	But I think over the year, we want to talk
00:46:13> 00:46:14:	about other solutions.
00:46:14> 00:46:16:	You know, we've had this need for a very long

00.40.45 . 00.40.45	
00:46:17> 00:46:17: 00:46:17> 00:46:19:	time.
00:46:19> 00:46:21:	We've known it and we've also known we need not,
00:46:21> 00:46:22:	you know, there's not, there's not going to be a one-size-fits-all tool.
00:46:23> 00:46:25:	And we need to, we need to have different areas
00:46:25> 00:46:26:	of the quiver.
00:46:26> 00:46:28:	We need to have several tools to kind of meet
00:46:28> 00:46:31:	the diverse needs of greatest faces in real estate in
00:46:31> 00:46:32:	the city.
00:46:32> 00:46:34:	So we're always happy to talk about this or more
00:46:34> 00:46:36:	tools and more options that we can use and and
00:46:36> 00:46:39:	layer them on so we can start kind of really
00:46:39> 00:46:40:	getting at this problem.
00:46:41> 00:46:44:	I just wanted to add 1 tool that is beneficial.
00:46:44> 00:46:47:	Although I know it's somewhat less the folks in the
00:46:47> 00:46:50:	development team, you're less inclined to utilize it for the
00:46:50> 00:46:51:	historic designation.
00:46:52> 00:46:55:	Landmark is property tax relief, which is a #1A huge
00:46:55> 00:46:59:	benefit for the organizations you're trying to support in your
00:46:59> 00:46:59:	space.
00:46:59> 00:47:01:	So if historic building.
00:47:01> 00:47:02:	One should consider it.
00:47:04> 00:47:04:	Thank you.
00:47:05> 00:47:10:	So just piggybacking off of that, let's talk about the
00:47:10> 00:47:17:	mesh that you mentioned earlier, talk about affordability and how
00:47:17> 00:47:24:	these projects sort of meets that need for affordability, affordable
00:47:24> 00:47:28:	space, affordability and housing.
00:47:28> 00:47:34:	What would you say, Dewey, is that connection between creating
00:47:34> 00:47:39:	your life and as a creative meeting that affordable cost
00:47:39> 00:47:42:	of living to make all of this work?
00:47:42> 00:47:46:	Because what we're hearing is different tactics and examples of
00:47:47> 00:47:51:	making it more affordable and more attainable to continue to
00:47:51> 00:47:54:	do the talent and the art and the value that
00:47:54> 00:47:58:	these that we all as creatives give to a community.
00:47:58> 00:48:05:	And so how important is that relationship between affordability and
00:48:05> 00:48:09:	being able to produce value to a community?
00:48:10> 00:48:14:	Yes, the I wish to talk to somebody earlier this
00:48:14> 00:48:18:	advance can no longer play for a beer or or
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00:48:23 --> 00:48:26: Affordability has been one it's been around for a long, 00:48:27 --> 00:48:28: long, long time. 00:48:28 --> 00:48:29: So it's nothing new. 00:48:31 --> 00:48:35: It's the we all want to see our property values. 00:48:35 --> 00:48:36: Go up but those. 00:48:36 --> 00:48:37: Same values. 00:48:37 --> 00:48:42: Also, because of the additional taxes to be paid, now 00:48:42 --> 00:48:45: those rentals have to go up. 00:48:45 --> 00:48:48: And if you're not being paid from the venue or 00:48:49 --> 00:48:52: from gigs or from whatever to afford that or what 00:48:52 --> 00:48:54: are you going to do? 00:48:55 --> 00:48:59: And if you kept up with the, with the news 00:48:59 --> 00:49:04: lately about Lockhart, Lockhart is, is now gaining all of 00:49:04 --> 00:49:06: our musicians. 00:49:06 --> 00:49:07: They're moving to Lockhart. 00:49:07 --> 00:49:11: So is Lockhart going to become the new live capital 00:49:11 --> 00:49:14: text live music capital of, of, of the world? 00:49:15 --> 00:49:16: And it comes back to affordability. 00:49:17 --> 00:49:22: Yes, length rice things, things are going to cost more. 00:49:22 --> 00:49:24: So what, what can we do? 00:49:24 --> 00:49:27: What can we do to help and to maintain those, 00:49:27 --> 00:49:30: those folks here to produce their their art. 00:49:30 --> 00:49:34: We're talking with you just talking about spaces and all 00:49:34 --> 00:49:36: the spaces that are here that have space. 00:49:38 --> 00:49:42: That's an easy way to give an artist more important 00:49:42 --> 00:49:44: in a studio, a performance space. 00:49:45 --> 00:49:50: They're not looking for anything permanent, let's say, but it's 00:49:50 --> 00:49:53: a space and time that they can perform and, and 00:49:53 --> 00:49:54: and get paid. 00:49:56 --> 00:49:59: I don't know if many of you remember First Night 00:49:59 --> 00:50:02: in Austin, but what we did, we took and turned 00:50:02 --> 00:50:04: downtown into a creative pub. 00:50:05 --> 00:50:10: We took storefronts that were empty, included art. 00:50:10 --> 00:50:16: We took performances, performers that performed into the doorway. 00:50:16 --> 00:50:17: I'm not. 00:50:17 --> 00:50:17: Saying. 00:50:17 --> 00:50:20: We do that per SE, but if we can come 00:50:20 --> 00:50:24: up with that for one night, just think of the 00:50:24 --> 00:50:27: things that we can do for 265 minutes. 00:50:28 --> 00:50:31: New buildings, always, always, always.

but the the the door receipts anymore.

00:48:18 --> 00:48:22:

00:50:32 --> 00:50:32: It's always. 00:50:32 --> 00:50:36: We always hear about the retail component of what's going 00:50:36 --> 00:50:39: to go into the 1st floor or the second floor. 00:50:39 --> 00:50:42: What we rarely hear, or what I rarely hear, is 00:50:42 --> 00:50:42: the. Artistic. 00:50:42 --> 00:50:43: 00:50:44 --> 00:50:47: Component of what we can put in those spaces. 00:50:48 --> 00:50:53: Again, we're not talking anything permanent, although it would be 00:50:53 --> 00:50:57: nice, but we can we can give some relief because 00:50:57 --> 00:51:02: a lot of these musicians there are looking for they 00:51:02 --> 00:51:07: they finish a gig, they're unemployed until the next gig. 00:51:08 --> 00:51:12: So what can we do to to keep them employed 00:51:12 --> 00:51:17: As my work in the my volunteerism in the nonprofit 00:51:17 --> 00:51:22: community, I worked, that's how I paid my bills. 00:51:24 --> 00:51:25: I didn't get the big time. 00:51:25 --> 00:51:27: I didn't get, you know, I did what I did 00:51:28 --> 00:51:31: to give back because that's what I enjoyed doing. 00:51:31 --> 00:51:36: But a lot of artists, if you talk to many 00:51:36 --> 00:51:42: individual artists here in Austin, they have full time jobs, 00:51:42 --> 00:51:48: full time jobs and they manage to do rehearsals, which 00:51:48 --> 00:51:53: is can be for sure exactly Scott, that's a job. 00:51:55 --> 00:51:58: And these are folks that are I don't know many 00:51:58 --> 00:52:01: people that that perform and I know quite a few. 00:52:01 --> 00:52:04: I've been with Zach performance of the Zach Pack. 00:52:06 --> 00:52:09: One of my first performances was on the stage exact. But we all I don't think there's an artist around 00:52:12 --> 00:52:15: 00:52:16 --> 00:52:18: that's not known that does not work. 00:52:18 --> 00:52:20: So what can we do? 00:52:21 --> 00:52:24: Can can we give them a discount for a period 00:52:24 --> 00:52:24: of time? 00:52:24 --> 00:52:30: Can we give them a discount on rents? 00:52:30 --> 00:52:36: Can we create a Co-op where artists can live, play, 00:52:36 --> 00:52:37: work? 00:52:37 --> 00:52:41: We have places like the Canopy, we have places like 00:52:41 --> 00:52:42: Spring Hill Gardens. 00:52:43 --> 00:52:48: Those are places that should be in every district. 00:52:49 --> 00:52:52: Every district should have some sort of way to help 00:52:52 --> 00:52:55: to support those those artists. So think about those. 00:52:55 --> 00:52:56: 00:52:57 --> 00:52:57: Be creative. 00:52:59 --> 00:53:03: Existing buildings, new buildings, whatever.

00:53:03> 00:53:03:	What, what?
00:53:03> 00:53:04:	What can we do?
00:53:06> 00:53:06:	Thank you.
00:53:06> 00:53:11:	Just closing this out, anybody have any final thoughts on
00:53:11> 00:53:14:	what can you and I, the community within you and
00:53:14> 00:53:15:	I do to improve?
00:53:15> 00:53:21:	This, this, you know, go to shows and play frequent
00:53:21> 00:53:28:	these organizations, donate to their causes, support them and be
00:53:28> 00:53:33:	considerate of them on the early stages of your design
00:53:33> 00:53:34:	process.
00:53:35> 00:53:39:	Really to help frame the authenticity of the art and
00:53:39> 00:53:41:	creative entities in place.
00:53:42> 00:53:45:	We want to see the indie vibe continue in Austin.
00:53:45> 00:53:46:	That's what's it's most different.
00:53:47> 00:53:52:	Real quick, yes, still the deer, but if you can't
00:53:52> 00:53:55:	go sponsor here, sponsor group adopted.
00:53:55> 00:53:58:	I don't care what who, whoever, there's a lot of
00:53:59> 00:54:02:	kids that have not been exposed to theater, have not
00:54:02> 00:54:05:	been exposed to a tour of the capital.
00:54:06> 00:54:10:	If you can't go find somebody or a group, then
00:54:10> 00:54:12:	you can sponsor for that.
00:54:12> 00:54:16:	You can send is there a question back here?
00:54:16> 00:54:19:	Is there Amplify office that's coming up?
00:54:19> 00:54:20:	That's a great way to contribute to the.
00:54:21> 00:54:24:	New York City coming up in February.
00:54:28> 00:54:31:	Oh, Amplify Austin is coming up a great way to
00:54:31> 00:54:33:	contribute to the community.
00:54:34> 00:54:37:	I'm going to say for, for us in our program,
00:54:37> 00:54:41:	especially for UI and UI audience, when we, when our
00:54:41> 00:54:45:	programs go live in a few months, check them out
00:54:45> 00:54:46:	live.
00:54:46> 00:54:48:	See if there's project or see if there's projects that
00:54:49> 00:54:52:	you're working on that might be appropriate for this apply.
00:54:52> 00:54:54:	And if you like this kind of thing, when they
00:54:54> 00:54:57:	come up to council, send your council member or the
00:54:57> 00:55:00:	mayor a letter telling him, Hey, let this thing move
00:55:00> 00:55:00:	through.
00:55:01> 00:55:05:	And if you'll like it doesn't know, it never hurts
00:55:05> 00:55:09:	to encourage the City Council to increase the budget for
00:55:09> 00:55:14:	arts, for affordable creative space and for more trust funding.
00:55:14> 00:55:16:	I mean, I, I, I see all this stuff is

00:55:16> 00:55:18: 00:55:18> 00:55:21:	very collaborative and intent. So whatever, whatever works, you know, more funding for our
00:55:21> 00:55:24:	program so we can, we can figure out how to
00:55:24> 00:55:27:	fill those gaps for existing spaces or programs that we
00:55:27> 00:55:31:	create and trust that they can do it, whatever, whatever.
00:55:31> 00:55:37:	So always encourage them, but especially for us building programs.
00:55:37> 00:55:40:	And if it's a project you might be working on
00:55:40> 00:55:42:	or envisioning, happy to talk.
00:55:42> 00:55:46:	I'll take meetings with anybody, whatever and you can certainly
00:55:46> 00:55:46:	apply.
00:55:46> 00:55:46:	Thank you.

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