



STAFF REPORT
City of Dripping Springs
PO Box 384
511 Mercer Street
Dripping Springs, TX 78602

Submitted By: Laura Mueller, City Attorney

CC Meeting Date: December 6, 2022

Agenda Item Wording: **Approval of an Interlocal Agreement between the City of Dripping Springs and Hays County related to the expansion of the Tax Increment Reinvestment Zones. Sponsor: Mayor Pro Tem Manassian.**

Agenda Item Requestor: Mayor Pro Tem Taline Manassian

Summary/Background:

The City Council recently expanded the area of both Tax Increment Reinvestment Zones (TIRZs) as well as adding additional projects. In order for this expansion of property to include the Hays County increment, the City needs to amend its interlocal with Hays County. During the TIRZ expansion process, the County representative stated that the property, Anarene/Double L, that is in the ETJ would only be a 25% increment. All other properties would share the current 50% increment. These numbers are included in the provided amended ILA. Hays County approved the City's draft amended ILA on November 22, 2022.

Areas Added to TIRZ:

Village Grove
Additional lots in Bunker Ranch
Creek Road area
Cannon East
PDD 11
New Growth
Anarene (County only)
Library Lots

Commission Recommendations: N/A

Recommended CC Actions: Approve draft ILA.

Attachments/On File: Draft ILA as approved by Hays County.

Next Steps/Schedule: Once approved, the City will work with the Hays CAD to ensure that the properties that are being included are adequately addressed during the tax process.