

TITLE:

Intention to Create Municipal Improvement District No. 100: Park West Units 4 & 5

SUMMARY RECOMMENDATION:

Approve the creation of Municipal Improvement District No. 100 to serve Park West Units 4 & 5. (Community Development/Community Planning) (Laurie Lineberry)

REPORT:

Under provisions of the City Code, all developers are responsible to completely landscape their development projects according to the approved plans prior to issuance of the Final Acceptance of the Subdivision. In particular, subdivisions are required to provide landscaping along certain arterial and collector streets, in retention basins, and in other locations as provided in the zoning requirements, approval stipulations, engineering requests or subdivision requirements. In addition, developers may provide paths, trails, and other amenities in the common open space areas adjacent to arterial and collector streets. Neighborhood landscape amenities add value to properties, enhance walkability, and improve community aesthetics.

In the past, once the landscape was installed by the developer and accepted by the City, the developer would provide a cash deposit to the City for several years of landscape maintenance and then the responsibility of ongoing maintenance for the landscaping in the community was shifted to the City of Yuma Public Works Department. Ideally, the new tax base for that newly developed neighborhood would offset the costs of ongoing maintenance to serve that neighborhood. However, Public Works utilizes HURF and Road Tax to pay the maintenance costs to serve the maintenance needs of residential developments, stretching these limited resources even further. Further, many of the residents in these developments would like extra services or specialized services that Public Works is unable to provide, leaving the residents feeling as if they have little control over the maintenance and beautification of their neighborhood.

As an alternative to this existing situation, a statutory Municipal (Maintenance) Improvement District (MID) can now be created. The state Legislature permits the creation of MIDs for cities and towns to provide a dedicated funding stream for improvements and neighborhood decisions on improvements. In the City of Yuma context, MIDs are utilized for landscape maintenance and provide local control over

landscape maintenance. Residents within the MID pay a special assessment on their property tax bill and they gain a direct decision-making role in the level of maintenance within their community. The City may outsource maintenance to a local landscape maintenance contracting company and the amount of the assessment will directly reflect the cost of maintenance. Resident input on the level of maintenance and proposed improvements will be reviewed and approved on an annual basis.

The body of law for MIDs in cities and towns is found at A.R.S. § 48-501 *et seq.* MIDs are widely used in other Arizona cities and towns. Often, the cities and towns in the metro Phoenix area use MIDs in lieu of homeowners' associations or as back-ups to existing homeowners' associations so those residents can enjoy the same or similar landscape amenities without the need to be part of a homeowners' association.

Pursuant to the provisions of A.R.S. § 48-574, the Mayor and City Council are empowered to form a MID for the following "Allowed Uses": maintenance, repair and improvements of pedestrian malls, off-street parking facilities, retention basins, and parkings and parkways. By statute, the Mayor and City Council can initiate the formation of a MID or, alternatively, property owners can petition to form a MID for their neighborhood. In this case, a MID was contemplated in a development agreement and the developer has submitted an executed Petition, Waiver, and Consent form requesting the formation of the MID. However, a development agreement is not necessary to form a MID and indeed, the statutory scheme does not require a development agreement to form. The ability to form MIDs for Allowed Uses without entering into development agreements is especially important to smaller developers or developers improving property within redevelopment agrees.

Attached to this Request for City Council Action is the petition to form a MID for the Park West Units 4 & 5 development. In this situation, in which all the property owners have presented a Petition for Formation, A.R.S. § 48-574(C) waives the ordinary publication and posting periods normally required in other statutes. Also attached is the formal Resolution of Intention for Creation of City of Yuma Municipal Improvement District No. 100: Park West Units 4 & 5 which is generally located at 28th Street and 45th Avenue.

Following the passage of a Resolution of Intention to Create MID, certain impacted property owners, in accordance with A.R.S. § 48-579, are given fifteen days to express written protest against the proposed MID. If no protests are submitted, the Mayor and City Council are authorized to adopt a second resolution, the Resolution Ordering the Improvements, which finalizes the formation of the MID process. It is anticipated that the Resolution Ordering the Improvements will be heard at the next regular City Council meeting after the creation of this MID.

Adopting this Resolution authorizes the creation of Municipal Improvement District (MID) No. 100 to serve Park West Units 4 & 5.

	CITY FUNDS:	\$0.00	BUDGETED:	\$0.00
FISCAL REQUIREMENTS	STATE FUNDS:	\$0.00	AVAILABLE TO TRANSFER:	\$0.00
	FEDERAL FUNDS:	\$0.00	IN CONTINGENCY:	\$0.00
	OTHER SOURCES:	\$0.00	FUNDING FOR THIS ITEM IS FO	UND IN THE FOLLOWING
		\$0.00 \$0.00	ACCOUNT / FUND / CIP:	
		ψ0.00		
QUI	Total:	\$0.00		
. RE	FISCAL IMPACT STATEMENT:			
CAL				
Fis				
	SUPPORTING INFORMATION NOT ATTACHED TO THE CITY COUNCIL ACTION FORM THAT IS ON FILE II			
	THE OFFICE OF THE CITY CLERK:			
	1. 2.			
NC	3.			
IATI	4.			
ORN	5.			
볼	IF CITY COUNCIL ACTION INCLUDES A CONTRACT, LEASE OR AGREEMENT, WHO WILL BE RESPONSIBLE			
ADDITIONAL INFORMATION	FOR ROUTING THE DOCUMENT FOR SIGNATURE AFTER CITY COUNCIL APPROVAL?			
OITIO				
Арр	C Department			
,	City Clerk's Office			
	☐ Document to be recorded			
SIGNATURES	CITY ADMINISTRATOR:			DATE:
	One was IX AND Decree			12/12/2017
	Gregory K. Wilkinson			
	REVIEWED BY CITY ATTORNEY:			DATE: 12/12/2017
	Richard W. Files			12/12/2011
	RECOMMENDED BY (DEPT/DIV HEAD):		DATE:
	Lauria Lingherry			11/6/2017
	Laurie Lineberry WRITTEN/SUBMITTED BY:			DATE
	VVKILLEN/OUBMILLED BY:			DATE: 10/31/2017
	Naomi Leeman			-