

# City of Yuma

## **Legislation Text**

File #: R2024-032, Version: 1

	STRATEGIC OUTCOMES	ACTION
DEPARTMENT:	☐ Safe & Prosperous	☐ Motion
Planning & Neighborhood Svc	⊠ Active & Appealing	⊠ Resolution
	⊠ Respected & Responsible	☐ Ordinance - Introduction
DIVISION:	☐ Connected & Engaged	☐ Ordinance - Adoption
Community Planning	☐ Unique & Creative	□ Public Hearing

#### TITLE:

Intent to Create Municipal Improvement District No. 126: Barkley Ranch Units 8-10

#### SUMMARY RECOMMENDATION:

Approve the creation of Municipal Improvement District (MID) No. 126 to serve Barkley Ranch Units 8-10 located at the northwest corner of 32<sup>nd</sup> Street and Avenue C. (Planning and Neighborhood Services/Community Planning) (Alyssa Linville).

#### STRATEGIC OUTCOME:

This MID assists in furthering the City Council's strategic outcomes as it relates to Respected and Responsible and Active and Appealing. The establishment of a MID is a fiscally responsible measure intended to provide long-term maintenance for subdivision landscaping resulting in an appealing environment for neighborhood residents.

#### 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 landscaping was installed by the developer and accepted by the City, the developer would provide a cash deposit to the City for several years of landscaping maintenance and 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. It is now known that the current revenue streams from property and sales taxes generated from the neighborhoods benefiting from the landscape amenities do not cover the costs of this maintenance and Public Works must utilize other portions of its budget to subsidize the maintenance costs to adequately meet the maintenance needs of these new developments. Additionally, 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.

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As an alternative to this existing situation, a statutory Municipal 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 will 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 purposes: operations, maintenance, repair and improvements of pedestrian malls, off-street parking facilities, retention basins, parkings, and parkways. Per statute, the Mayor and City Council can initiate the formation of a MID or property owners can petition to form a MID. 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.

Attached to this Request for City Council Action is the petition to form a MID for the Barkley Ranch Units 8-10 development. In this situation, in which all the property owners have presented a Petition for Formation, the ordinary publication and posting periods are not required by law. Also attached is the formal Resolution of Intention for Creation of City of Yuma Municipal Improvement District No. 126: Barkley Ranch Units 8-10, which is located at the northwest corner of 32<sup>nd</sup> Street and Avenue C.

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 July 17<sup>th</sup> regular City Council meeting after the creation of this MID.

Adopting this Resolution authorizes the creation of Municipal Improvement District No. 126 to serve Barkley Ranch Units 8-10.

### **FISCAL REQUIREMENTS:**

CITY FUNDS:	\$ 0.00	BUDGETED:	\$ 0.00	
STATE FUNDS:	\$ 0.00	AVAILABLE TO TRANSFER:	\$ 0.00	
FEDERAL FUNDS:	\$ 0.00	IN CONTINGENCY:	\$ 0.00	
OTHER SOURCES:	\$ 0.00	FUNDING: ACCOUNT/FUND	#/CIP	
TOTAL\$ 0.00				
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FISCAL IMPACT STATEMENT: NONE				
ADDITIONAL INFORMATION: SUPPORTING DOCUMENTS NOT ATTACHED TO THE OFFICE OF THE CITY CLERK:	CITY COUNCIL ACTION FORM THAT ARE ON FILE IN THE	Ε		
NONE				
IF CITY COUNCIL ACTION INCLUDES A CONTRACT, L ROUTING THE DOCUMENT FOR SIGNATURE AFTER (	EASE OR AGREEMENT, WHO WILL BE RESPONSIBLE FO	)R		
<ul> <li>□ Department</li> <li>⋈ City Clerk's Office</li> <li>⋈ Document to be recorded</li> <li>□ Document to be codified</li> </ul>				
Acting City Administrator:	Date:			
John D. Simonton	6/18/2024			
Reviewed by City Attorney:	Date:			
Richard W. Files	6/17/2024			