

Mayor and Council Communication

DATE: 08/27/24

M&C FILE NUMBER: M&C 24-0714

LOG NAME: 17ED PID07FY25 BENEFIT

SUBJECT

(CD 4 and CD 10) Conduct Public Benefit Hearing Regarding the Proposed Fiscal Year 2024-2025 Budget, Five-Year Service Plan, and 2024 Assessment for Fort Worth Public Improvement District No. 7, Heritage, Approve the Filing of the Proposed 2024 Assessment Roll for the Heritage Public Improvement District with the City Secretary's Office, and Set Public Benefit Hearing

(PUBLIC HEARING - a. Report of City Staff: Lacey Ruiz; b. Public Comment; c. Council Action: Close Public Hearing and Act on the M&C)

RECOMMENDATION:

It is recommended that the City Council:

1. Conduct a public benefit hearing to receive comments on the proposed budget, Five-Year Service Plan, and 2024 Assessment for Fort Worth Public Improvement District No. 7, Heritage, for Fiscal Year 2024-2025;
2. Approve the filing of the proposed 2024 Assessment Roll for Fort Worth Public Improvement District No. 7, Heritage, with the City Secretary, which has been available for public inspection for more than ten days prior to the date of this hearing; and
3. Set a public benefit hearing for September 17, 2024, at 6:00 p.m., for final approval of the Fort Worth Public Improvement District No. 7, Heritage, Fiscal Year 2024-2025 Budget, Five-Year Service Plan, and 2024 Assessment.

DISCUSSION:

On September 26, 2000, the Mayor and City Council adopted Resolution No. 2675 establishing Fort Worth Public Improvement District No. 7, Heritage (Heritage PID). State law requires an annual report on the proposed budget and Five-Year Service Plan, which are attached. The general nature of the proposed improvements and/or services to be provided in the Heritage PID include:

- A Landscaping, Construction, and Maintenance Program consisting of planting and maintenance of special supplemental landscaping and the maintenance of supplemental irrigation systems, fountains, ponds, and parks;
- Specialty lighting and street sign maintenance along boulevards, parks, and open spaces;
- Select fence maintenance in and along boulevards, perimeters, and open spaces;
- Supplemental security services;
- A Public Events Program consisting of recreational activities, special events, and holiday lighting;
- Capital improvements benefitting the Heritage PID; and
- A Management Program to provide for the administration, management, and operation of the Heritage PID, which includes a key person to respond to neighborhood issues and the unique daily needs of the property owners within the Heritage PID.

Two line items listed on the Five-Year Service Plan require a transfer of City funds: (1) the City Payment In-Lieu of Services and (2) the City of Fort Worth payment in lieu of Assessment. The City's Payment In-Lieu of Services is a supplement to the Heritage PID budget and intended to provide for the standard level of improvements and services as comparable to what would be provided by the City for the taxpayers generally. The City of Fort Worth payment in lieu of Assessment is an allocation to the Heritage PID budget for assessments the City would pay on City-owned properties in the Heritage PID if the City was not a tax-exempt entity.

On December 15, 2020, the City Council adopted a Revised Policy for Operating Public Improvement Districts (PIDs) (Resolution 5312-12-2020), which sets forth the City's administrative fee structure for all PIDs. The City's administrative fee is set at the greater of: (1) two percent (2%) of the projected externally generated revenue for that year, to include special assessments and any City contributions; or (2) \$2,000.00.

The proposed 2024 Assessment Rate on property subject to assessment in the Heritage PID is \$0.145 for residential properties and \$0.11 for commercial properties per each \$100.00 of valuation. Subsequent actions will formally establish the assessment rate and the corresponding budget for Fiscal Year 2024-2025. The proposed 2024 Assessment Roll for the Heritage PID has been on file with the City Secretary and available for public inspection during normal business hours.

The Heritage PID is located in COUNCIL DISTRICTS 4 & 10.

A Form 1295 is not required because: This M&C does not request approval of a contract with a business entity.

FISCAL INFORMATION / CERTIFICATION:

The Director of Finance certifies that approval of these recommendations will have no material effect on City funds.

Submitted for City Manager's Office by: William Johnson 5806

Originating Business Unit Head: Robert Sturns 2663

Additional Information Contact: Lacey Ruiz 2608

Expedited