



TO: T.C. Broadnax, City Manager
FROM: Michael San Soucie, Treasury Manager, Finance/Treasurer
Andy Cherullo, Finance
COPY: City Council and City Clerk
SUBJECT: Point Ruston Boundary Line Adjustment – September 9, 2014
DATE: August 15, 2014

SUMMARY:

The Finance Department, Treasury Division, requests approval to perform a boundary line adjustment for the Point Ruston project. Point Ruston LLC requested boundary line adjustments for LIDs 3967, 5728, 6980, 7726, and 8656. Both the Treasury Division and Public Works staff have reviewed the request and are prepared to perform the work.

STRATEGIC POLICY PRIORITY:

Performing the boundary line adjustment aligns with our strategic policy to foster neighborhood, community, and economic development vitality and sustainability.

BACKGROUND:

LIDs 3967, 5728, 6980, 7726, and 8656 were established through previous City Council Ordinances No. 27900, 27987, 27988, 27989, and 27991. Point Ruston LLC has remediated the property and built housing on the property. Some of the property consists of apartments, as well as, condominiums. Point Ruston has now requested a boundary line adjustment based on the new construction developed on the property. They have paid the initial fee based on our estimated costs provided to them

ISSUE:

Point Ruston LLC has requested a division of the assessments related to LIDs 3967, 5728, 6980, 7726, and 8656. This will allow assessments to be charged to homeowners rather than the builder as properties are sold. Without the assessments being split, the builder would continue to be responsible for them.

ALTERNATIVES:

The alternative to performing the boundary line adjustment is to leave the assessments as they are which would require the builder to pay the assessments and not disperse the assessments to new owners. This alternative is not preferred.

RECOMMENDATION:

The Finance Department, Treasury Division, recommends approval of the boundary line adjustment for LIDs 3967, 5728, 6980, 7726, and 8656. This has been requested by Point Ruston LLC, reviewed by City staff, and addresses the issue of dividing the assessments. This action meets one of our strategic policy priorities and is funded by Point Ruston LLC.



FISCAL IMPACT:

EXPENDITURES:

FUND NUMBER & FUND NAME *	COST OBJECT (CC/WBS/ORDER)	COST ELEMENT	TOTAL AMOUNT
0010 – General Fund: Finance	104200	5195000	\$3,698.95
TOTAL			

* General Fund: Include Department

REVENUES:

FUNDING SOURCE	COST OBJECT (CC/WBS/ORDER)	COST ELEMENT	TOTAL AMOUNT
0010 – General Fund: Finance	104200	4339000	\$3,698.95
TOTAL			

POTENTIAL POSITION IMPACT:

POSITION TITLE	PERMANENT/ PROJECT TEMPORARY POSITION	FTE IMPACT	POSITION END DATE
TOTAL			

This section should only be completed if a subsequent request will be made to increase or decrease the current position count.

FISCAL IMPACT TO CURRENT BIENNIAL BUDGET: \$0.00

ARE THE EXPENDITURES AND REVENUES PLANNED AND BUDGETED? NO.

IF EXPENSE IS NOT BUDGETED, PLEASE EXPLAIN HOW THEY ARE TO BE COVERED.

Point Ruston LLC will be covering the costs of the boundary line adjustment work.