

TITLE: Conduct a Public Hearing to Consider and Discuss a Petition to Annex the Subject Property, Located Approximately 2,200 Feet West of Lake Forest Drive and on the North Side of County Road 123 (Future Bloomdale Road) and the South Side of Baxter Well Road

COUNCIL GOAL: Direction for Strategic and Economic Growth

MEETING DATE: March 20, 2017 - Special Meeting

DEPARTMENT: Planning

CONTACT: Matt Robinson, AICP, Planning Manager

Brian Lockley, AICP, Director of Planning

RECOMMENDED CITY COUNCIL ACTION: Conduct the first of three public hearings regarding a voluntary petition for annexation.

In accordance with the Texas Local Government Code, the City Council will hold this first public hearing at the special meeting at 5:30 p.m. on March 20, 2017, and a second public hearing is scheduled for the regular City Council meeting on March 21, 2017 at 6:00 p.m. Final action regarding the petition for annexation will be considered at the April 18, 2017 City Council meeting, concurrently with a proposed zoning request.

ITEM SUMMARY:

- The applicant has submitted a petition for voluntary annexation to the City of McKinney for approximately 54 acres of land. The subject property is located approximately 2,200 feet west of Lake Forest Drive and on the north side of County Road 123 (Future Bloomdale Road) and the South Side of Baxter Well Road.
- The subject property, if annexed, will be zoned pursuant to a pending zoning case (16-337Z) that will be considered at the April 18, 2017 City Council meeting. The associated zoning request will cover the same land area as contained within the annexation petition.

- The applicant has requested to zone the subject property "SF5" Single Family Residential District in order to develop the property for single family detached residential uses.
- The subject property is located in the Extraterritorial Jurisdiction (ETJ) of the City
 of McKinney. The purpose of the ETJ is to promote and protect the general
 health, safety and welfare of persons residing in and adjacent to the
 municipalities. The Subdivision Ordinance applies to properties within the ETJ;
 the Zoning Ordinance does not.
- The subject property is located within the Prosper Independent School District. Prosper ISD has been informed of the proposed annexation.
- Because this annexation is at the request of the property owner, the developer of
 the subject property will be responsible for extending adequate infrastructure to
 the subject property as the property is developed. The applicant has executed an
 agreement dealing with the provision of services associated with the proposed
 annexation. This agreement, along with the associated zoning request, is being
 considered for final action concurrently with the annexation request at the April
 18, 2017 City Council meeting.

BACKGROUND INFORMATION:

- 1. Annexation and City Services.
 - Due to the fact that the proposed annexation is voluntary, the City can annex the land even though it is not currently on the annexation plan (Texas Local Government Code §43.052 (h) (2)).
 - The subject property that is proposed to be annexed has a population of 11.
 - The McKinney Fire Department currently provides fire and medical emergency services in this area. Currently, police response is from Collin County. The Texas Local Government Code stipulates that police and fire services must be provided immediately upon annexation (Texas Local Government Code §43.056).
 - The Texas Local Government Code stipulates that solid waste collection must be provided immediately upon annexation (Texas Local Government Code §43.056).

2. Public Improvements.

 All necessary public improvements will be required at time of platting, unless specified in an approved facilities agreement.

- The developer's agreement specifies that upon development of the subject property, the applicant will be required to satisfy the requirements of the Zoning and Subdivision Ordinances.
- The developer's agreement includes a provision requiring the payment of a proportionality fee, which represents a roughly proportional amount necessary to offset the roadway infrastructure capacity needs of the subject property.
- This fee should be the same amount as the roadway impact fee assessed in the adjacent roadway impact fee service area.

FINANCIAL SUMMARY:

- Annexation of additional property has financial implications for the City.
- Although the developer will be responsible for upgrading roads and extending utilities as development occurs, the long-term maintenance of these facilities will be the City's responsibility.
- The ISO rating determines insurance rates in McKinney. Poor availability of water resources in proposed annexed areas could have a negative impact on ISO ratings.
 - An ISO rating is based on a 105 point system:
 - 40 points for water system (supply, distribution, fire flow, hydrants, maintenance, etc.)
 - o 50 points for evaluation of the Fire Department itself
 - o 10 points for alarm systems
 - o 5 points for code enforcement, plan review, etc.
- The effects of additional annexation on ISO ratings are cumulative. The City's current ISO rating is 1 on a scale of 1 to 10, with 1 being the best and 10 being the worst (Plano's rating is 1, Allen's is 2). The latest evaluation was conducted in 2014. An ISO rating of 1 is required to be evaluated every 4 years.
- Annexed parcels are subject to City property tax. This tract may currently have an agricultural valuation classification with Collin Appraisal District (CAD). An AG exemption is given to properties in active agricultural uses, which allows the property to have a lower appraisal value and thus, lower taxes. When property with an AG exemption is developed, it is subject to rollback taxes for each of the previous five years. As such, the owner would be required to pay County, ISD, and City taxes which had been exempted during that five-year period. Whenever this proposed tract is developed, the City would receive rollback taxes if the property has such an exemption.

BOARD OR COMMISSION RECOMMENDATION:

N/A

SUPPORTING MATERIALS:

Location Map and Aerial Exhibit

Letter of Intent

Comprehensive Plan Maps

Petition Requesting Annexation

Proposed Ordinance

Exhibit A - Location Map

Exhibit B - Legal Description

Exhibit C - Service Plan

Exhibit D - Property Description

PowerPoint Presentation