## Downtown South Neighborhood Improvement District

# What is a NID?

- A dependent special district established to benefit the business and property owners within in a defined area.
- Property Owners, Business Interests and the Main Street have been interested in a potential NID in the Downtown South area.
- It may plan for, construct, operate or maintain physical improvements.

# Chronology

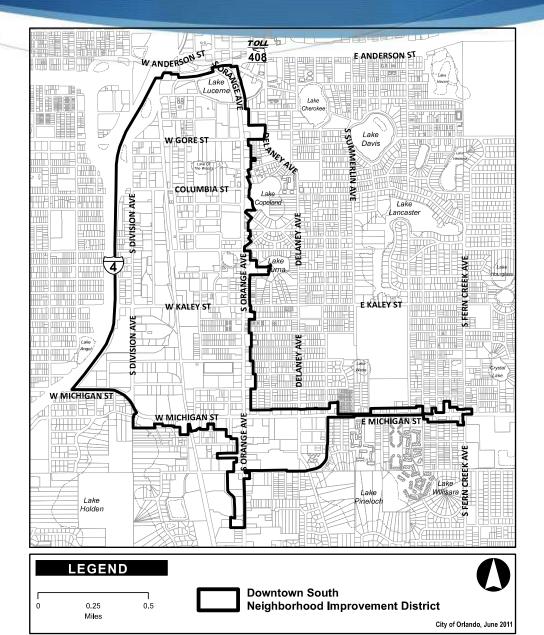
- February 2009 South Downtown Vision Plan.
- > June 2010 Exploratory Committee for possible NID.
- > July 2010 Orange Michigan Vision Plan.
- March 2011 Creation of the DSNID and Advisory Council.
- > March 2013 Safe Neighborhood Improvement Plan.
- October to December 2013 NID Consultant outreach.
- December 2013 Advisory Council recommendations sent to Board.
- Today Referendum Ordinance implementing the recommendations.

# Advisory Council Recommendations

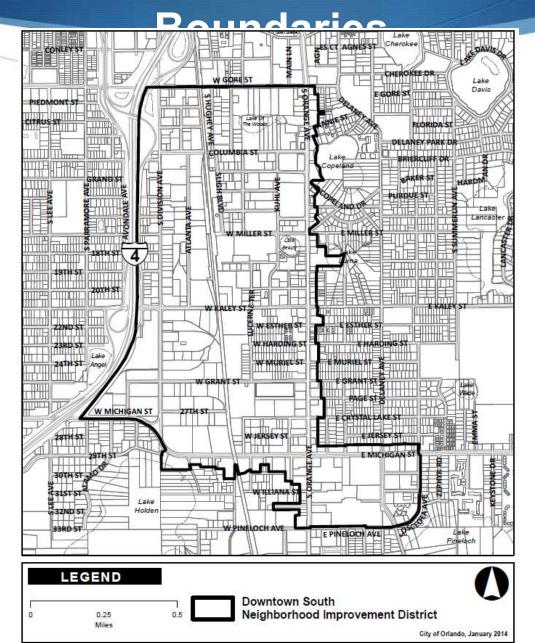
#### Ad Valorem Tax – A property tax of up to 2 mils

- Referendum of the freeholders/property owners in the area.
- Votes are weighted based on property value.
- Tax exempt properties may vote in the referendum if they agree to pay.
- Millage rate has to be set each year by the Board of Directors/City Council.
- o 2 mils = \$650,000/year, 1 mils = \$325,000/year
- Could be leveraged as a local contribution toward an improvement project.
- 15 year sunset of the tax, after which time it could be reauthorized.
- Special Assessment up to \$500/year per parcel
  - Referendum of the registered voters in the area.
  - Recommendation is <u>not</u> to pursue this assessment.
- Boundary Changes Contact previous proposed boundaries

## Prior Downtown South NID Boundaries



### **Revised Downtown South NID**



# **Future Timeline**

- February 19, 2014 Next DSNID Meeting.
- February 24, 2014 Second Reading/Hearing on Referendum Ordinance, and Resolution to call for the referendum.
- > March 11, 2014 City Clerk compiles list of property owners.
- March 26, 2014 City Clerk informs property owners of referendum.
- > April 20, 2014 Property owner list corrections closes.
- > May 5 to May 20, 2014 Mail-in Referendum.
- May 25, 2014 Last day for Clerk to certify results of referendum.

## Questions...

Jason Burton Chief Planner