# Public Improvement Districts In Grand Prairie

# Public Improvement District

Chapter 372 of the Texas Local Government Code authorizes city creation of PIDs: a defined geographical area established to provide specific types of improvements or maintenance within the area financed by assessments against the property owners within the area.

#### What is it?

- O A tool for neighborhoods to upgrade the appearance and maintenance of public areas.
- O Funds from a special assessment are used to provide enhanced landscaping, signage, irrigation, lighting, security, entry features and perimeter fences.
- O Improvements are determined by a resident advisory board.



# Present

OIn Grand Prairie, used for residential development

**OTwo Types** 

**ODeveloper Initiated** 

**OResident/Neighborhood Initiated** 



- O Neighborhood-based
- O Pays for a higher level of maintenance than city will provide
- O Governed by City Council
- Resident advisory board election held annually
  - O3-year staggered terms
  - O3 to 9 board members
- O Pays for improvements and maintenance the community wants to maintain community values
- O Economies of scale for larger PIDs
- O City pays PID for base level maintenance it would have provided except for the PID

- O Annual budget/five-year plan/assessment rate prepared by board and approved by Council in September of every year
- O Residents are notified of proposed assessment and invited to public hearing before the Council before rate is set
- O Assessments are collected through the mortgage escrow process just like property taxes

- O Assessment
  - **O**Rate
  - OAssessment is based on the *appraised* value of the property
  - Tax exemptions do not apply to PID assessments
  - O Assessments collected along with city property taxes (collected by Dallas County) & usually escrowed with mortgagee funds.
  - O Can only be used for cost of maintenance within the PID boundary and not for private property
  - OBudget prepared by PID Advisory Board & City and approved by City Council

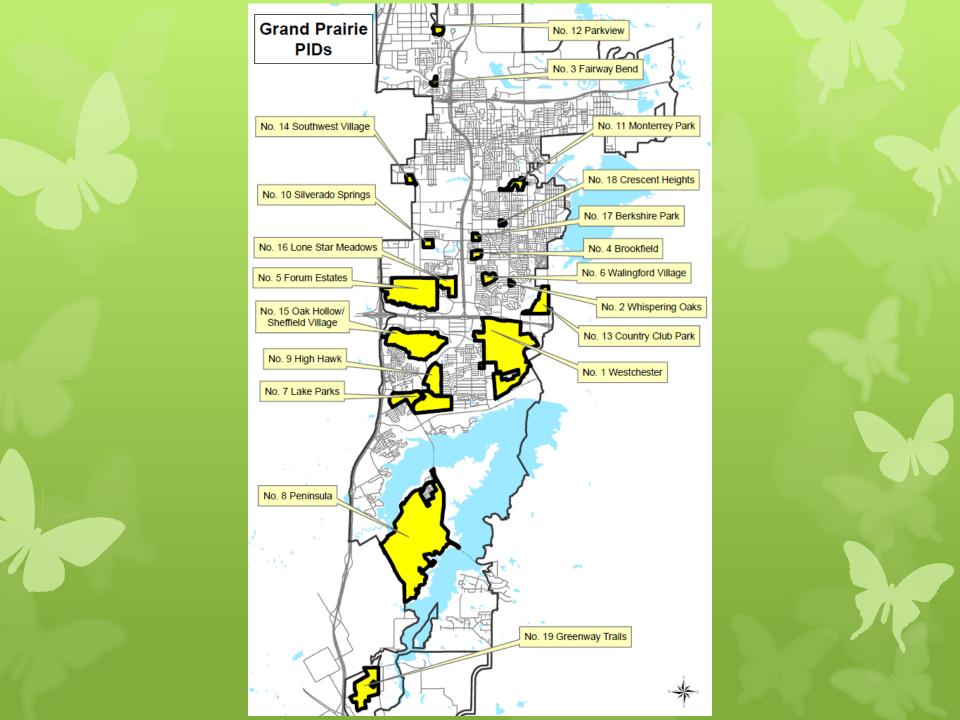
- O No sales tax for PID
- O PID reimburses City for the cost of collections
- Reduced insurance costs for PID (substantially less than HOA insurance cost)
- O Reduced water rates for PID maintenance (government rate vs. commercial rate)
- O Consistent collections (average 98%-99%); delinquency rate lower than HOA
- Contracts are negotiated by PID Board or property manager and contracts over \$50,000 approved by City Council



# Grand Prairie PIDs

#### 19 PIDs:

- O Oldest:
  - OWestchester PID created in 1991
- O Largest:
  - OPeninsula PID created in 2004
- O Newest:
  - OGreenway Trails PID created in 2020



# What Improvements can be Provided?



# Eligible Improvements

- O Perimeter Fencing
- O Landscaping & Irrigation
- O Fountains, Lighting, Signs
- O Sidewalks
- O Art or Decorations
- O Entry Features
- **O** Parks
- O Special Services
- O Security



# Benefits of Having a PID



- O Increased maintenance
- O Property owner control
- O City oversight
- O City collects assessments and administers fund
- O Interest charge and lien on unpaid assessments
- Dependable revenue source
- O Mortgage companies frequently pay assessments (and property taxes) through escrow.

#### How to Establish a PID



**Country Club Park PID-Before** 



#### Petition for Establishment

- O Nature & estimated cost of improvement
- O Boundaries of proposed assessment district
- O Method of assessment
- O Apportionment of cost between PID & City
- O Management
- O Advisory Board
- O District improvement plan (5 year budget)

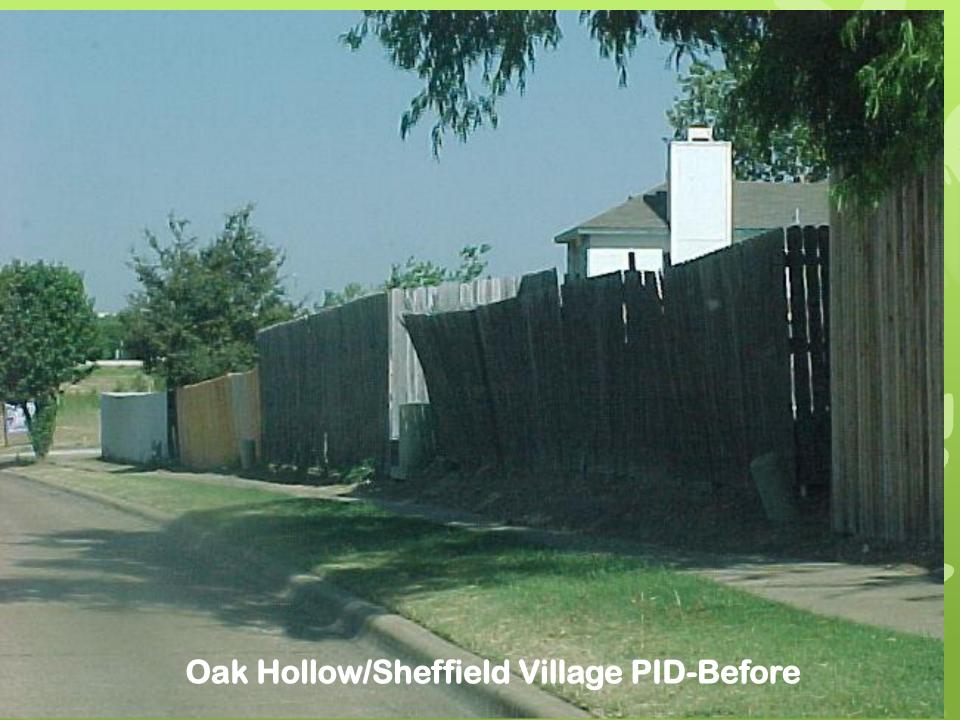
- O Submit petition to City—must be signed by owners of:
  - O More than 50% of appraised value of taxable properties, and
    - O More than 50% of all record owners of all property liable for assessment, or
    - O More than 50% of area of all property liable for assessment
- O Public Hearing
- O City Council authorizes by resolution

#### Petition for Establishment

Deadline for collecting petition signatures (updated):

April 1st







Oak Hollow/Sheffield Village PID-After



Oak Hollow/Sheffield Village PID-After



Oak Hollow/Sheffield Village PID-After



**Silverado Springs PID-Before** 



**Silverado Springs PID-After** 









**Forum Estates PID-Before** 



# Forum Estates PID-After (Located on Forum Drive west of Great Southwest Pkwy.)

#### Grand Prairie PIDs

- O 5-year budget
- O Improvements managed by PID Advisory Board
- Annual Public Hearing
- Reviewed/updated annually



#### Grand Prairie PIDs

- O Governed by City Council
- O PID Policy
- Annual homeowner meetings
- O All PID meetings open to public
- Monthly financial statementsprovided to PID board



### PID versus HOA In Grand Prairie

	PID	<u>HOA</u>
Type of Property Maintained	Public	Private
Deals with Deed Restrictions	No	Yes
Enhances Public Property Maintenance	Yes	No
Collect through Mortgage Payment	Yes	No
Collect with Property Taxes	Yes	No
Governed by City Council	Yes	No
Cash Held in Separate City Fund	Yes	No
PID Expenses Exempt from Sales Tax	Yes	No
All Meetings & Information Open to Public	Yes	No
Minimum of 175 lots	Yes	No





# *|ssues*

- O Grand Prairie PIDs may <u>not</u> provide or maintain:
  - **O**Buildings
  - **O**Swimming pools
  - OConstruction of private facilities or land
  - OSocial activities/travel
  - **O**Private property



### More

- O Existing neighborhoods with PIDs (in Grand Prairie) exempt from City fees, but must obtain permits
  - O Includes meter fees, tap fees, security deposits, impact fees, inspection fees, other permits and city fees as required
- O PID volunteers given same rights and protections as other City volunteers (provided they act strictly in accordance with City policies and procedures)
- O More information and PID meeting dates posted on <a href="https://www.gptx.org/pid">www.gptx.org/pid</a>

## Lone Star Meadows Map



# Lone Star Meadows PID Entrance

October 2019



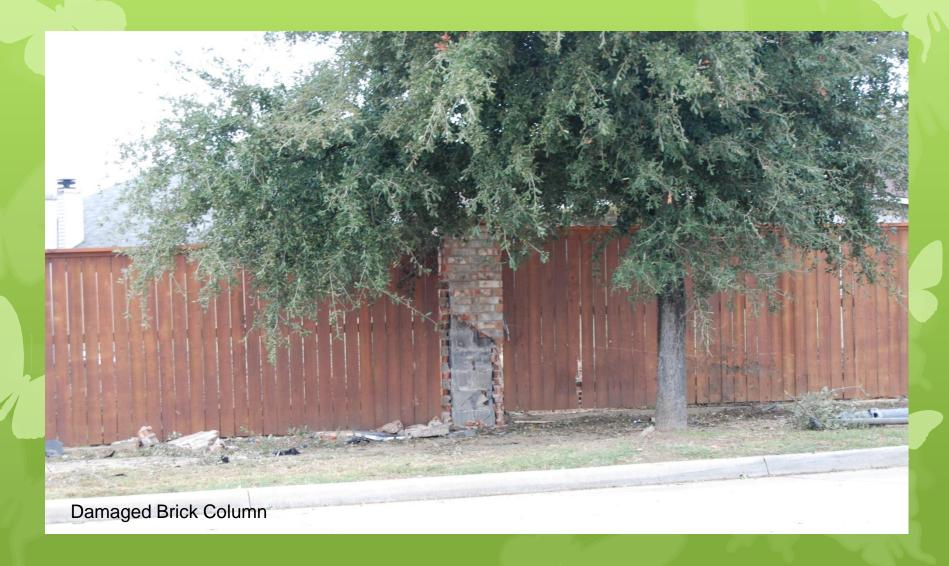
# Lone Star Meadows PID Fence



### Lone Star Meadows Fence



## Lone Star Meadows Fence



# Lone Star Meadows Entrance Signs



S. Forum Drive at Red Mine Lane and Saguaro Drive

### Lone Star Meadows Entrance



Corner of Waterwood Drive and Cap Rock Lane (Also Corner of Waterwood Drive and Dayton Lane)
Potential Flowerbeds

# Lone Star Meadows PID Entrance



Waterwood Drive and Oryx Lane

#### Lone Star Meadows Area & Fence



## Lone Star Meadows Electric Easement



### How Much Does It Cost?

## **Avg. Annual Assessment by Home Value:**

Appraised	Rate	
Value	\$0.085	
\$150,000	\$	128
\$175,000	\$	149
\$200,000	\$	170
\$225,000	\$	191
\$250,000	\$	213
\$275,000	\$	234
\$300,000	\$	255
\$325,000	\$	276
\$350,000	\$	298

# Potential Maintenance/Projects

- **OBrick wall repairs**
- Wood fence replacement (with vinyl fencing to match existing Waterwood PID fencing)
- **O**Entry monuments
- Flowerbeds and landscaping
- Electric easement mowing

# Potential Maintenance/Projects

- Olrrigation systems
- ODecorative lighting
- OHoliday decorations

## City Website

www.gptx.org/pid

www.gptx.org/pid/lonestarpid

### New Owner?

O You may check and update the owner name and mailing address for your property at <a href="https://www.dallascad.org">www.dallascad.org</a>.

## Questions

