SALT LAKE CITY COUNCIL MEMORANDUM

DATE: February 26, 2003

TO: Council Members

FROM: Jan Aramaki

SUBJECT: Annual Assessment for Special Lighting District No. 3

CC: Cindy Gust-Jenson, Dave Nimkin, Rocky Fluhart, Alison Weyher, David

Dobbins, Dan Mulé, Tim Harpst, Chris Bramhall, Karen Carruthers, Gordon

Haight, Garth Limburg, and Gary Mumford

FILE LOCATION: Public Services/Special Lighting District L03/SID

Requested Action:

The Administration requests that the City Council adopt an ordinance approving the annual assessment on the properties incorporated within Lighting District No. 3. This action will renew the annual assessment levied upon each parcel of property described in the assessment list for the purpose of paying the costs for electricity and maintenance.

It was reported to staff that District No. 1 was last assessed on July 15, 2002, and District No. 2 was assessed on December 2, 2002. The Office of the City Engineer has determined that the total estimated annual costs for street lights in Lighting District No. 3 will be \$184,658. The City's portion is \$46,164 leaving an assessment of \$138,493 upon the 1,187 properties in the lighting district.

The Administration reported that there is a provision for maintenance and power increases within the calculated original formula Notice of Intention back in 1995; therefore a public hearing is not required.

Background:

Salt Lake City provides continuous street lighting along collector and arterial streets. Intersection lighting and mid-block lights are provided on local streets. Special improvement district lighting provides additional lighting in areas where property owners desire special decorative lighting or more lighting fixtures than the City's standard level of lighting and are willing to be assessed for the additional costs of the lighting.

When property owners within a specific neighborhood desire special or additional lighting, they may petition the City for the creation of a special assessment street lighting district. Creating this kind of a district is a legal process whereby property owners can arrange for funding of a public improvement that will benefit their properties. Special assessment districts are formed by ordinance upon agreement of a majority of the area property owners.

Street lighting districts require the abutting property owners to pay for 75% of the ongoing operating and maintenance cost of the lights. The City pays the remaining 25% as the equivalent of lighting that would be provided by the City. The property owners' costs are levied and billed annually in the form of special assessments.

There are 49 existing street lighting special improvement districts (extensions). The City has combined the individual districts into three super districts to simplify the annual assessment process. These extensions were combined based on assessment due dates, not on geographical location. On an annual basis, each district is renewed by assessment ordinance.