

Board of Public Works and Safety Agenda Item

Cover Sheet

MEETING DATE: December 19, 2023
☐ Consent Agenda Item
⊠ New Item for Discussion
☐ Previously Discussed Item
☐ Miscellaneous
ITEM #: <u>17</u>
INITIATED BY: Justin Hubbard
☐ Information Attached
☐ Bring Paperwork from Previous Meeting
□ Verbal
☐ No Paperwork at Time of Packets



TO: BOARD OF PUBLIC WORKS AND SAFETY

FROM: JUSTIN HUBBARD, PROJECT COORDINATOR, NOBLESVILLE ENGINEERING

SUBJECT: PULTE GROUP APPLICATION OF ROAD IMPACT FEE CREDITS

DATE: DECEMBER 19, 2023

Attached is a road impact fee agreement with the developer of RiverWest at the northwest corner of 146th Street and River Road. Instead of paying road impact fees to the City and the City completing improvements identified in the Road Impact Fee Zone Improvement Plan Study, RiverWest is completing the improvements directly. These improvements are in addition to the standard deceleration lane and protected left turn into the development.

The agreement allows RiverWest to give the credits for the improvements they are completing to developments with their project. RiverWest was originally credited with \$500,000.00 and disbursed \$226,795.20 for their RiverWest Multi-family development and \$175,024.00 for Highground Noblesville I LLC. As of December 19, 2023, the running balance of credits left is \$98,180.80. RiverWest is granting Pulte Group \$98,180.80 to be applied to the impact fee due upon the issuance of the building permit, which leaves a total of \$0 in credit remaining.

I recommend the Board of Public Works approve the Agreement.

In advance, I greatly appreciate your consideration of this request.

Attachments:

- 1. Traffic Impact Fee Credit Agreement for Reimbursement
- 2. RiverWest Road Impact Fee Agreement
- 3. Improvement Area



November, 21st , 2023

VIA ELECTRONIC MAIL

City of Noblesville c/o Mayor Attn: [Noblesville Board of Public Works and Safety] 16 South 10th Street Noblesville, Indiana 46060

Re: Agreement for Reimbursement of Costs Between the City of Noblesville ("The City") and 146th and River Road Land, LLC ("The Developer) dated February 14, 2023 (the "Reimbursement Agreement")

Dear Sir or Madam:

Pursuant to that certain Reimbursement Agreement, The City is to provide credit for certain Traffic Impact Fees as building permits are issued for the development by the Developer or third parties within the property described in Exhibit A and commonly known as RiverWest (the "Property"). As stated in that Reimbursement Agreement, the Developer is entitled, in its sole discretion, to grant such credits to building permits within the boundary of the Property.

In connection with the issuance of the building permit to Pulte Group for development within the Property, the Developer hereby grants Traffic Impact Fee credits in the amount of \$98,180.80 to be applied to the impact fee due upon issuance of the building permit to Pulte Group. The credit for these Traffic Impact Fees is to be applied pursuant to the Reimbursement Agreement, the City's Traffic Fee Ordinance, Ord. 02-01-21, and Indiana Code 36-7-4-1300.

After this agreement, the remaining credits left is \$0.00. Prior credits were issued on the following dates: February 16th. 2023 in the amount of \$226,795.20 for the multifamily development project and October 12th, 2023 in the amount of \$175,024.00 for the 55+ age restricted housing development.

Very truly yours,

Docusigned by:

Tadd M. Miller.

Manager of 146th and River Road Land, LLC

Noblesville Board of Public Works and Safety November, 21st , 2023 Page 2

The foregoing is hereby acknowledged by Noblesville Board of Public Works and S	 *
By:	
Name:	
Title:	

AGREEMENT FOR REIMBURSEMENT OF COSTS BETWEEN THE CITY OF NOBLESVILLE ("THE CITY") AND 146TH AND RIVER ROAD LAND, LLC ("THE DEVELOPER")

This Agreement entered into by and between The Developer and the City of Noblesville

WITNESS THAT:

WHEREAS, the City has passed a Traffic Impact Fee Ordinance on January 26, 2021, Ord 02-01-21, pursuant to the provisions of Indiana Code 36-7-4-1300 et seq.; and,

WHEREAS, the property described in Exhibit A commonly known as RiverWest (the "Property"), which Property is also known by the Hamilton County Tax Parcels listed in Exhibit B, is zoned appropriately for the project and use; and,

WHEREAS, the Property is presently included within an area of the City which assesses a traffic impact fee of Two Hundred and Fifty Dollars (\$370) per trip, and,

WHEREAS, the Zone Improvement Plan for Ordinance 02-01-21 identified road impact fee eligible improvements at the intersection of River Road and 146th Street in an amount of \$520,000 in Table 5, intersection 203.

WHEREAS, as the Property is developed, those persons constructing buildings on the Property shall be obligated to pay traffic impact fees in accordance with the requirements of the Noblesville Impact Fee Ordinance and paragraph 8 of this Agreement; and,

WHEREAS, the purpose of this Agreement is (i) to establish the obligation of The Developer to construct improvements at 146th Street and River Road and the Property ("the Project"), and; (ii) to provide for The Developer to be reimbursed for a portion of the cost of that construction with Traffic Impact Fees that benefits the City's roadway; and,

WHEREAS, The Developer has agreed to construct the Project as detailed in Improvement Location Permit issued by the City of Noblesville under permit number LOCP-002213-2021.

WHEREAS, based on cost projection estimates for the Project, it is anticipated that the Developers will incur costs of approximately Five Hundred Thousand Dollars (\$500,000) to build the Project as shown in Exhibit C; and,

WHEREAS, the share for purposes of determining the maximum impact fee credit is not to exceed Thirty-Seven Thousand, Three Hundred Ninety-Eight Dollars (\$37,398) of the costs of the Project ("the Eligible Amount") are directly attributable to constructing improvements within the Project, which are identified in the Traffic Impact Fee Analysis, which is the basis for the City's existing and future Traffic Impact Fee Ordinance; and,

WHEREAS, Indiana Code 36-7-4-1335 provides that a person who constructs infrastructure of a type for which a unit imposes an impact fee may receive credits for certain infrastructure improvements that are of a type for which the City imposed an impact fee in the impact zone; and,

WHEREAS, Indiana Code 36-7-4-1330(4) provides that Impact Fees may be used to pay debt service, including interest on obligations to pay for infrastructure; and,

WHEREAS, in the event that the Project is either postponed or dissolved, the Developers have posted bonds, which have been accepted by the Board of Public Works and Safety, for an amount of 110% of the amount of the proposed construction costs, which is attached as Exhibit D; and,

WHEREAS, The Developer and the City are desirous of entering into an Agreement to defer the payment of impact fees generated from the Property as set forth herein.

IT IS HEREBY AGREED by and between the parties as follows:

- 2. <u>Amendment to Plans</u>. In the event that field conditions, location of utilities, unsuitable soils, schedule, weather or development of the Property cause for a re-design or field changes to the Plans, The Developer shall propose such

- change(s), in writing, to the City Engineer for his review. The City Engineer is not required to make any changes he deems would negatively impact the quality of the work or would generally be unacceptable on any other City infrastructure.
- 3. <u>Construction of Project</u>. The Developer commenced construction of the Project on September 1, 2022 and completion is anticipated to occur no later than December 31, 2023.
- 4. <u>Relocation of Utilities</u>. Developer is responsible for the relocation of all utilities required for The Project.
- 5. <u>Creation of Special Account</u>. Not included in this agreement.
- 6. <u>Interest Cost</u>. Not included in this agreement.
- 7. <u>Right-of-Way Dedication</u>. Developer shall dedicate and obtain right-of-way per terms of the economic development agreement and City standards/ordinances, which are reflected in the approved plans, previously referenced improvement location permit.
- 8. <u>Project Cost</u>: Estimate of the road impact fee eligible improvements is included in Exhibit D. In no event shall the City be obligated to pay any portion of the cost of the project, except for allowing for the impact fee payments set forth herein.
- 9. Collection of Fees. The City shall provide credit for certain Traffic Impact Fees as building permits are issued for the development within the Property up to the maximum eligible agreed amount of \$500,000.00 for eligible construction improvements completed by the Developer or third parties on the Property, which eligible improvement estimates are attached as Exhibit D. Credits shall be applied in terms of dollars and not trips. Developer shall be entitled, in its sole discretion, to grant such credits to building permits within the described boundary of the Property. Developer granting of credits shall be on a signed letter that stated credit amount being applied, running balance of credits left, dates of prior credits being issued, and a location for an acknowledgement signature by the Noblesville Board of Public Works and Safety. Those fees shall be paid pursuant to the terms of the City's Traffic Impact Fee Ordinance and Indiana Code 36-7-4-1300. The balance of Traffic Impact Fees to be paid by the Developer or third party developers of the Property shall be the difference between the Eligible Amount and the Traffic Impact Fee calculation for the Developer's building permit. .
- 10. <u>Construction Inspection</u>. The City shall inspect the construction of the project through its Engineering Department.
- 11. <u>Interest</u>. Not included in this agreement.
- 12. <u>Limitation of Obligation</u>. The obligation of the City to accept all improvements subject to passing inspection and testing per The City's ordinances and Noblesville Construction Standards. Nothing herein shall be construed as a duty of the City to pay the reimbursement obligation from any source, other than the collected traffic impact fees, from the Property.
- 13. <u>Project Dissolution</u>. Should the project not be constructed within the time frame stated in this agreement, the City, through its Board of Public Works and Safety, may pursue completion of the project by placing claims against any applicable performance bonds submitted and accepted for the project.
- 14. <u>Dispute Resolution</u>. In the event there is any dispute between the parties concerning the terms of this Agreement, said dispute shall first be considered by five (5) persons consisting of a representative of the Developer, the attorney designated by the Developers, a member of the City Council designated by the City's Board of Public Works, the City Engineer and the City Attorney. In the event there is no resolution of the dispute by said group, the issue shall be submitted to mediation pursuant to the Indiana Rules of Alternative Dispute Resolution prior to the initiation of litigation by either party.

15. <u>Notices</u>. For purposes of this Agreement, any notices, including Notice of Assignments of the Benefits herein by the Developers, shall be made to the following:

City of Noblesville c/o Mayor 16 South 10th Street Noblesville, IN 46060

With copy to: City Attorney Noblesville, IN 46060

and

146th and River Road Land, LLC c/o Tadd M. Miller 460 Virginia Avenue Indianapolis, Indiana 46203

With copy to:

Dinsmore & Shohl LLP 211 North Pennsylvania Street One Indiana Square, Suite 1800 Indianapolis, Indiana 46204 Attention: E. Joseph Kremp Email: Joe.Kremp@Dinsmore.com

APPROVED this 2nd day of February 2023_

146TH AND RIVER ROAD LAND, LLC, a Delaware limited liability company

Tadd M. Miller, Manager

All of which is approved by the Board of Pub this day of	olic Works and Safety of the City of Noblesville 2023.
JACK MARTIN, PRESIDENT	_
JOHN DITSLEAR, MEMBER	_
LAURIE DYER, MEMBER	_
ROBERT J. ELMER, MEMBER	_
RICK L. TAYLOR, MEMBER	_
ATTEST:	
EVELYN L. LEES, CLERK CITY OF NOBLESVILLE, INDIANA	_

Exhibit A - Legal Description

OVERALL LAND DESCRIPTION

A part of the Southeast Quarter of Section 14, Township 18 North, Range 4 East, Hamilton County, Indiana, described as follows: Commencing at the Southwest corner of said Southeast Quarter Section; thence North 00 degrees 04 minutes 56 seconds East along the West line thereof a distance of 16.50 feet to North Right-of-Way line of 146 th Street and the Point of Beginning; thence continuing North 00 degrees 04 minutes 56 seconds East along the West line thereof a distance of 986.27 feet to the North line of Instrument Number 2003-78229 as recorded in the Office of the Recorder of Hamilton County, Indiana, the following 4 courses are along the northerly line thereof and the northerly lines of Instrument Number 2018-40454, Instrument Number 2008-00128 and Instrument Number 2012-061186; (1) thence South 89 degrees 15 minutes 34 seconds East a distance of 239.40 feet; (2) thence South 00 degrees 02 minutes 51 seconds East a distance of 6.18 feet; (3) thence South 89 degrees 15 minutes 27 seconds East a distance of 717.74 feet; (4) thence South 89 degrees 15 minutes 35 seconds East a distance of 549.41 feet to the West line of Instrument Number 2011-41274; thence South 00 degrees 56 minutes 29 seconds West along the West line thereof a distance of 200.00 feet; thence South 89 degrees 15 minutes 35 seconds East along the South line thereof a distance of 200.00 feet, thence North 00 degrees 56 minutes 29 seconds East along the East line thereof a distance of 200.00 feet to the North line of Deed Book 307, Page 252; thence South 89 degrees 15 minutes 35 seconds East along the North line thereof a distance of 212.10 feet; thence South 00 degrees 04 minutes 55 seconds East along the East line thereof a distance of 3.57 feet; thence South 89 degrees 15 minutes 23 seconds East along the North line of Instrument Number 2019-54850 a distance of 421.21 feet; thence South 00 degrees 01 minutes 05 seconds West along the East line thereof a distance of 99.98 feet; thence North 89 degrees 15 minutes 35 seconds West along the South line thereof a distance of 17.99 feet to the West Right-of-Way line of River Road, the following 4 courses are along said West Right-of-Way line: (1) thence South 04 degrees 37 minutes 58 seconds West a distance of 70.45 feet; (2) thence South 00 degrees 07 minutes 59 seconds West a distance of 29.71 feet; (3) thence South 89 degrees 15 minutes 35 seconds East a distance of 2.47 feet; (4) thence South 01 degrees 46 minutes 41 seconds West a distance of 100.01 feet to the North line of Instrument Number 2019-18986; thence North 89 degrees 15 minutes 35 seconds West along the North line thereof a distance of 390.44 feet; thence South 00 degrees 08 minutes 03 seconds West along the West line thereof and the West line of Instrument Number 2004-61687 a distance of 200.00 feet; thence South 89 degrees 15 minutes 35 seconds East along the South line thereof a distance of 390.04 feet to said West Right-of-Way line; thence South 00 degrees 07 minutes 59 seconds West along the West line thereof a distance of 99.98 feet; thence South 07 degrees 09 minutes 25 seconds West along the West line thereof a distance of 100.64 feet; thence South 03 degrees 53 minutes 23 seconds West along the West line thereof a distance of 100.14 feet to the North line of Instrument Number 9543369; thence North 89 degrees 15 minutes 35 seconds West along the North line thereof a distance of 71.16 feet; thence South 00 degrees 07 minutes 59 seconds West along the West line thereof a distance of 176.50 feet to said North Right-of-Way line of 146 th Street, thence North 89 degrees 15 minutes 35 seconds West along the North line thereof a distance of 303.38 feet; thence North 00 degrees 04 minutes 55 seconds West along the North line thereof a distance of 16.15 feet; thence North 89 degrees 15 minutes 35 seconds West along the North line thereof a distance of 690.11 feet to a West line of Instrument Number 2012-61186; thence North 00 degrees 04 minutes 55 seconds West along the West line thereof do 393.15 feet; thence North 89 degrees 15 minutes 35 seconds West along a South line thereof a distance of 270.93 feet to the East line of Instrument Number 2013-65993; thence South 00 degrees 00 minutes 58 seconds East along the East line thereof a distance of 409.29 feet to said North Right-of-Way line of 146 th Street; thence North 89 degrees 15 minutes 35 seconds West along the North line thereof a distance of 959.95 feet to the Point of Beginning, containing 46.23 Acres, more or less.

Exhibit B - Parcel Numbers

Multifamily Parcels

- 1. 10-10-14-00-00-012.000
- 2. 10-10-14-04-02-003.000
- 3. 10-10-14-00-00-011.002

Senior Living Parcel

1. 10-10-14-00-00-017.000

Retail Parcel

1. 10-10-14-04-02-012.000

Townhome Parcels

- 1. 10-10-14-04-01-004.000
- 2. 10-10-14-00-00-015.000

Common Areas

- 1. 10-10-14-04-01-001.000
- 2. 10-10-14-04-02-006.000
- 3. 10-10-14-00-00-011.000

Exhibit C – Project Exhibit

Exhibit D – Estimate of Road Impact Fee Eligible Improvements



