



Date: March 8, 2012

To: Thomas J. Bonfield, City Manager
Through: Wanda Page, Deputy City Manager
From: Bertha T. Johnson, Director of Budget & Management Services
Roberta E. Bibby, Corporate Sr. Budget & Management Services Analyst

Subject: Voluntary Annexation Petition Received by August 1, 2011

Executive Summary

A voluntary annexation petition has been received and reviewed for the Claremont Acres residential development located at the northeast corner of Scott King and Herndon Roads in southwest Durham. The Administration is requesting a public hearing on Monday, April 16, 2012 to hear citizen comments concerning the petitioned annexation and to determine whether or not to adopt an ordinance annexing this area into the City.

Recommendation

Based on the cost benefit analysis, the Administration does not recommend the City Council adopt an ordinance annexing the Claremont Acres residential development into the City of Durham. Should Council determine to adopt Claremont Acres residential development into the City, the effective date would be June 30, 2012, and Council would be authorizing the City Manager to make a one-time debt payment to Parkwood VFD in connection with Claremont Acres.

Background

The Administration is requesting the Council set Monday, April 16, 2012 as the public hearing date for this area requesting to be annexed into the City. The public hearing will be held in compliance with N.C. General Statute 160A-58.1(b). The area under review has estimated expenditures exceeding estimated revenues at build out in FY2011-12.

Alternative(s)

The Council can choose to annex the area, which would result in an ongoing net loss to the City.

Financial Impact

Requested Rezoning (Claremont Acres):

The estimated General Fund revenues generated from this one annexation area under current zoning at build out in FY2012-13 would be \$54,782. The total estimated expenditures associated with providing City services at build out in FY2012-13 would be \$56,900. The annual estimated net loss to the City at build out in FY2012-13 would be \$2,118. The cumulative estimated net loss to the City at build out in FY2012-13 would be \$20,032, and this loss would be ongoing in future years.

A cost benefit analysis is attached that provides additional details through FY2019-20.

SDBE Summary

Not applicable; no service is being provided.

Attachments

- Annexation Summary Table
- Ordinance
- Clerk Certification
- Legal Description
- Context Map
- Cost / Benefit Analysis