NOVI cityofnovi.org

CITY of NOVI CITY COUNCIL

Agenda Item G January 11, 2016

SUBJECT: Approval of the request of the applicant, ACR Investments, for a two-year extension to the termination date provided in the PRO Agreement for Triangle Place, JSP13-53, a 2,575 square foot office or retail development, proposed to be located on a 0.48 acre parcel of land located on the east side of Haggerty Road, north of Eight Mile Road.

SUBMITTING DEPARTMENT: Community Development Department - Planning

CITY MANAGER APPROVAL:

BACKGROUND INFORMATION:

In 2007, the City Council approved a request for a Planned Rezoning Overlay (PRO) Agreement and conceptual plan for Triangle Place, the development of an office or retail building. The parcel is vacant land located on the east side of Haggerty Road, north of Eight Mile Road, in Section 36. The property totals 0.48 acres and contains an existing 20' wide utility easement which runs north and south through the center of the property The PRO agreement accompanied a rezoning request from FS, Freeway Service, to B-3, General Business.

As part of the PRO, the applicant is required to provide a public benefit that would demonstrate more than just the usual benefits associated with standard rezoning and development of the property. The public benefit offered by the developer is to extend the public sidewalk along the property to the south for a distance of approximately 180 feet to connect to the existing Taco Bell sidewalk, with additional landscaping to be provided within the right-of-way, or will provide landscaping along the City-owned detention basin property to the west. Conceptual plans are attached as "Exhibit B" to the agreement.

The City Council approved the PRO request on August 13, 2007 and approved the PRO Agreement on December 17, 2007. The PRO was recorded on May 30, 2008, its effective date for purposes of approval extensions. Permits have <u>not</u> been issued and construction has <u>not</u> begun.

The City Council may grant an extension of the Rezoning with Planned Rezoning Overlay for a period of up to two (2) years, and may grant at the conclusion of such extension additional subsequent extensions for similar periods of time. In determining whether good cause exists for an extension, the City Council shall consider the following factors:

- (i) The applicant has demonstrated that required utility services have been delayed;
- (ii) The applicant has demonstrated that technical reviews of the final site plan (e.g., related to engineering approvals or approvals by other agencies) have raised unforeseen development delays;
- (iii) The applicant has demonstrated that unforeseen economic events or conditions have caused delays;

- (iv) The approved PRO Plan to be extended is in compliance with all current site plan criteria and current ordinances, laws, codes, and regulations;
- (v) There is no pending zoning ordinance amendment that would otherwise substantially change the requirements of final site plan approval for the approved PRO Plan.

The City Council previously granted a one-year extension of the PRO on May 3, 2010, May 23, 2011 and August 13, 2012. The applicant received Preliminary Site Plan approval on August 28, 2013, and submitted for Final Site Plan review in August 2014. The project did not move forward to final approval due to pending issues with the design.

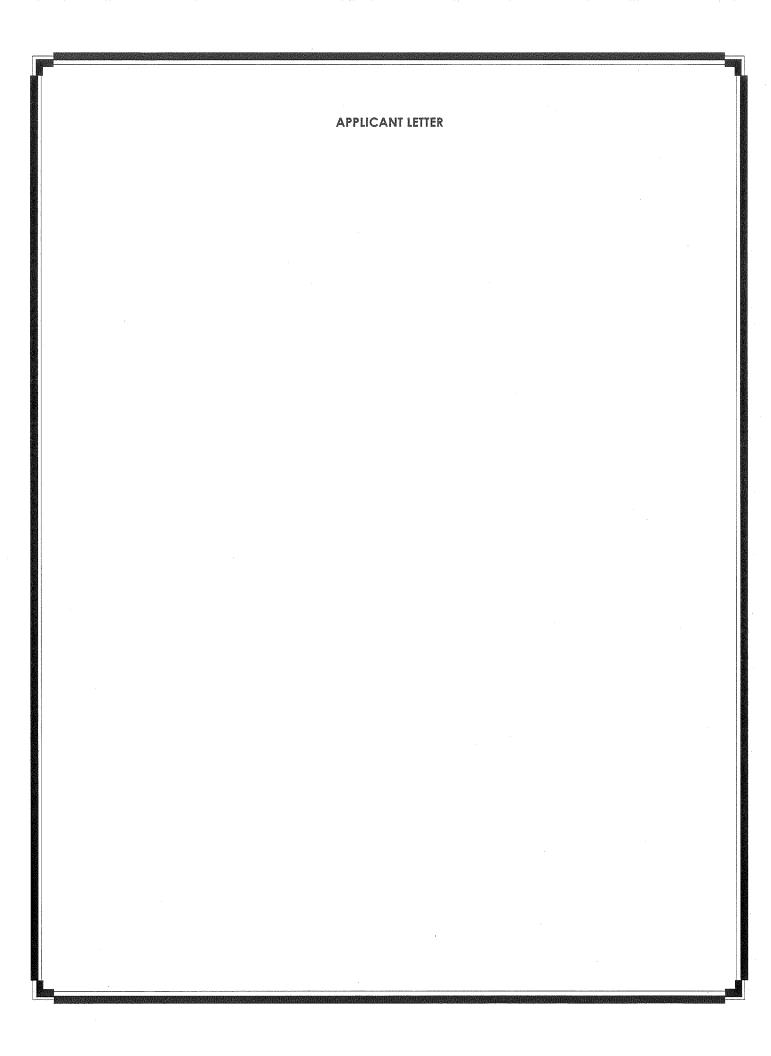
The applicant has provided the attached letter requesting a fifth one-year extension to the approval. The letter cites that the existing gas line that bisects the site is restricting construction of storm water management measures on the site. The applicant also stated that they have been trying to look into alternatives for storm water management on- and off-site. The applicant is currently working with the City Engineering Division and believes that a resolution to the issues is forthcoming, and that the project will move forward with revised site plans in the near future. The previous two year extension granted on August 13, 2012 expired on May 30, 2014, but the request to extend the approval of the rezoning had not been presented to the City Council for consideration of another extension.

Given that the applicant has demonstrated that the technical reviews of the site plan related to engineering approvals have raised unforeseen development delays, and the relatively small size of the project, Staff is recommending a two-year extension (from the date of the last extension) of the PRO Agreement, until May 30, 2016. Staff believes that this would expedite the review process for the applicant at this point, as compared to starting the rezoning process over again.

RECOMMENDED ACTION: Approval of the request of the applicant, ACR Investments, for a two-year extension to the termination date provided in the PRO Agreement for Triangle Place, until May 30, 2016 for JSP 13-53, a 2,575 square foot office or retail development, proposed to be located on a 0.48 acre parcel of land located on the east side of Haggerty Road, north of Eight Mile Road.

	1	2	Υ	N
Mayor Gatt				
Mayor Pro Tem Staudt				
Council Member Burke				
Council Member Casey				

	2	Υ	Ν
Council Member Markham			
Council Member Mutch			
Council Member Wrobel			



ACR INVESTMENTS, LLC

2617 Beacon Hill Drive Auburn Hills, Michigan 48326

January 4, 2016

Members of City Council City of Novi Ms. Sir Komaragiri Planner 45175 West Ten Mile Road Novi, Michigan 48375

Subject:

Triangle Place

PRO Extension

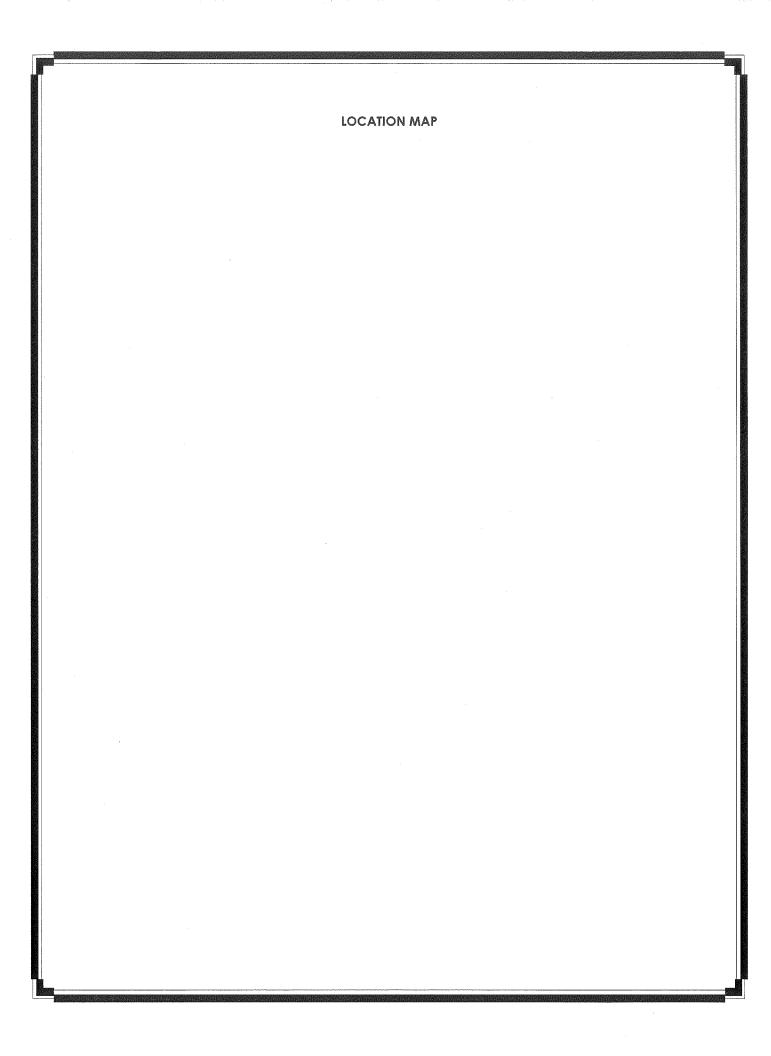
Dear Ladies & Gentlemen:

We humbly request that the PRO approval for the Triangle Place Development on Haggerty Road, just north of 8 Mile Road be extended.

Our site is very restricted due a gas pipeline that bisects the site in which no significant earth cutting can occur. This has required that we design an underground storm detention system to manage our stormwater. We have not been able to satisfy the City Engineering Department's concerns for this system to date. Recently, it appears that the adjacent storm detention basin can be used for at least a portion of our stormwater management system. With this breakthrough, we should be able to complete the stormwater engineering design the City Engineering Department's satisfaction.

Sincerely

Anthony Randazzo, Member



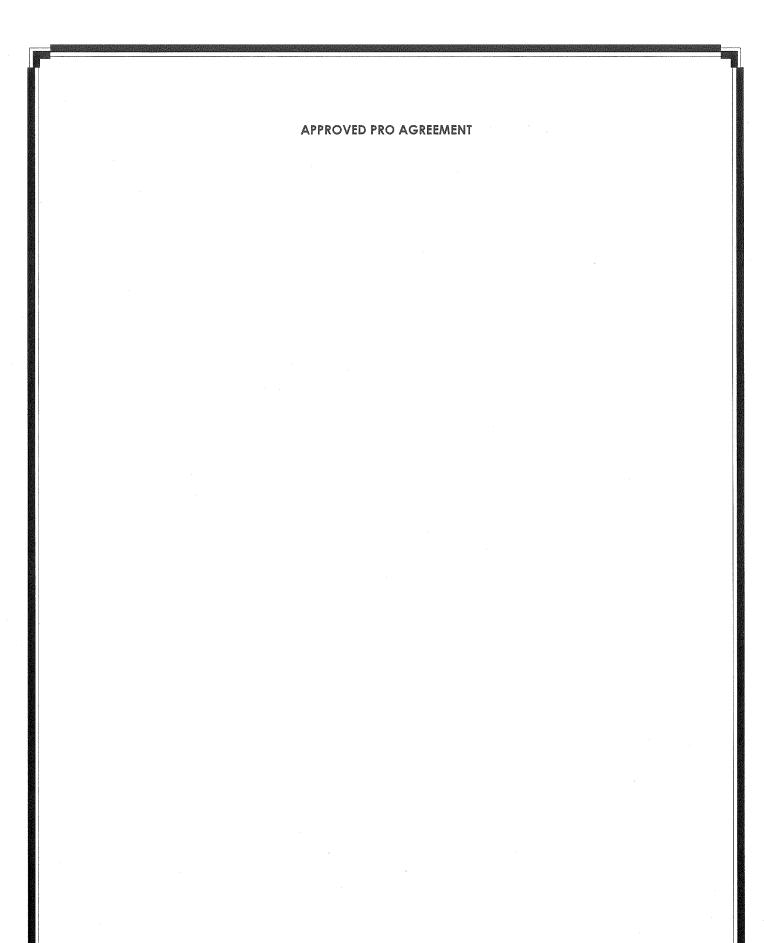


Map Legend Subject Property

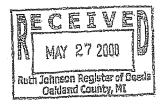


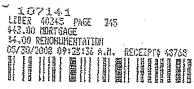


City of Novi



UBER 40345 PG245





PAID RECORDED - DAKLAND COUNTY RUTH JORNSON: CLEST/REGISTER OF DEEDS

PLANNED REZONING OVERLAY (PRO) AGREEMENT HAGGERTY ROAD DEVELOPMENT

AGREEMENT, by and among ACR Investments, LLC, a Michigan limited liability company whose address is 2517 Beacon Hill, Aubum Hills, MI 48326 (referred to as "Developer"); and Jeffrey Rotherg, whose address is 2640 Heathfield Road, Bloomfield Hills, MI 48301 ("Fee Owner"); and the City of Novi, 45175 West Ten Mile Road, Novi, MI 48375-3024 ("City").

RECITATIONS:

I. Fee Owner is the fee owner of the "Land" described on Exhibit A, attached and incorporated herein. Developer has an option to purchase the Land. Fee Owner and Developer shall be referred to jointly in this Agreement as the Owner. The representations contained herein and the Undertakings set forth shall apply with equal force and effect as to each.



II. For purposes of improving and using the Land for an approximately 2,500 square foot office or retail building, Owner petitioned the City for an amendment of the Zoning Ordinance, as amended, so as to reclassify the Land from FS, Freeway Service District, to B-3, General Business District. The FS classification shall be referred to as the "Existing classification" and B-3 shall be referred to as the "Proposed Classification."



- III. The Proposed Classification would provide the Owner with certain material development options not available under the Existing Classification, and would be a distinct and material benefit and advantage to the Owner.
- IV. The City has reviewed and approved the Owner's proposed petition to amend the zoning district classification of the Land from the Existing Classification to the Proposed Classification under the terms of the Planned Rezoning Overlay (PRO) provisions of the City's Zoning Ordinance; has reviewed the Owner's proposed PRO Plan (including building façade, elevations, and design) attached hereto and incorporated herein as Exhibit B (the "PRO Plan"), which is a conceptual or illustrative plan for the potential development of the Land under the Proposed Classification, and not an approval to construct the proposed improvements as

IMER 40345 PG246

shown; and has further reviewed the proposed PRO conditions offered or accepted by the Owner.

- V. In proposing the Proposed Classification to the City, Owner has expressed as a firm and unalterable intent that Owner will develop and use the Land in conformance with the following undertakings by Owner, as well as the following forbearances by the Owner (each and every one of such undertakings and forbearances shall together be referred to as the "Undertakings"):
 - A. Owner shall develop and use the Land solely for an approximately 2,500 square foot office or retail building (with appropriate parking and site improvements), to the extent permitted under the Proposed Classification. Owner shall forbear from developing and/or using the Land in any manner other than as authorized and/or limited by this Agreement.
 - B, Owner shall develop the Land in accordance with all applicable laws and regulations, and with all applicable ordinances, including all applicable height, area, and bulk requirements of the Zoning Ordinance as relates to the Proposed Classification, except as expressly authorized herein. The PRO Plan is acknowledged by both the City and Owner to be a conceptual plan for the purpose of depicting the general area contemplated for development. Some deviations from the provisions of the City's ordinances, rules, or regulations are depicted in the PRO Plan are approved by virtue of this Agreement; however, except as to such specific deviations enumerated herein the Owner's right to develop the office or retail building under the requirements of the Proposed Classification shall be subject to and in accordance with all applications, reviews, approvals, permits, and authorizations required under applicable laws, ordinances, and regulations, including, but not limited to, site plan approval, storm water management plan approval, woodlands and wetlands permits, façade approval, landscape approval, and engineering plan approval, except as expressly provided in this Agreement. The building design, façade, and elevations shall be substantially similar (as determined by the City) to that , submitted as part of the Owner's final approval request, as depicted in Exhibit B.
 - C. In addition to any other ordinance requirements, Owner shall seek, obtain approval for, and use best management practices and efforts with respect to all storm water and soil erosion requirements and measures throughout the site during the design and construction phases, and subsequent use, of the development contemplated in the Proposed Classification.
 - D. The following deviations from the standards of the zoning ordinance are hereby authorized pursuant to §3402.D.1.c of the City's zoning ordinance.

LIBER 4 0 3 4 5 PG 2 4 7

- A 16-foot rear yard setback deviation (20 feet required, 4 feet provided),
- 2. A 10-foot deviation for front yard parking setback (20 feet required, 10 feet provided).
- 3. A 6-foot deviation for rear yard parking setback (10 feet required, 4 feet provided).
- Placement of the loading zone on the west side of the building in the front yard (rear yard placement required under §2507 of the zoning ordinance.
- 5. At the Owner's option, but subject to approval by the City, either a screening wall in lieu of the required berm (wall to be 6 feet high and constructed of decorative masonry or brick matching the building façade materials) or landscaping to provide an aesthetically appropriate screening or separation.
- 6. Placement of a 10-foot wide greenbelt along the northern most side of the parking lot, rather than the 20-foot greenbelt (with 3-foot high berm with 2-foot wide crest) along the Haggerty Road frontage of the parking lot.
- E. The following PRO Conditions shall apply to the Land and/or be undertaken by Owner:
 - 1. The following principal permitted uses and/or special uses listed in the B-3 zoning district regulations are not permitted on the property:
 - Off-street parking lots
 - Restaurants having the character of a drive in or having a drive-through window
 - Theaters, assembly halls, concert halls, museums or similar places of assembly when conducted completely within enclosed buildings
 - Business schools and colleges or private schools operated for profit
 - Day Care Centers and Adult Day Care Centers
 - * Private clubs, fraternal organizations, and lodge halls
 - Hotels and motels
 - Mortnary establishments
 - * Auto wash
 - · Bus passenger stations
 - New and used car salesroom, showroom, or office
 - Tattoo parlors
 - Outdoor space for exclusive sale of new or used automobiles, campers, recreation vehicles, mobile homes, or rental of trailers or automobiles
 - Businesses in the character of a drive-in or open front store

UBER 4 0 3 4 5 PG 2 4 8

- Plant materials nursery for the retail sale of plant materials and sales of lawn furniture, playground equipment and garden supplies
- Public or private indoor recreational facilities
- Mini-lube or quick oil change establishments
- Gasoline service station and automobile repair
- Motels, hotels, and transient lodging facilities
- Owner shall extend public sidewalk for approximately 180 linear feet along the adjacent property to the south of the subject property to complete the sidewalk connection, as shown on the PRO plan.
- 3. Owner shall provide additional landscaping along the adjacent property (if permitted by the adjacent property owner) as shown on the PRO plan. If the adjacent property owner does not allow such landscaping, Owner shall provide an equivalent amount of landscaping along City-owned property on the west side of Haggerty Road, as shown on the attached alternate plan, Exhibit C. After the maintenance and guarantee period for such landscaping, Owner shall not be responsible for its maintenance or unkeen.
- 4. If Owner is able to secure approval to discharge stormwater from the Land to the stormwater retention area on the west side of Haggerty Road (as opposed to dealing with it through typical onsite retention), Owner shall extend the public sidewalk approximately 500 linear feet along the City-owned property on the west side of Haggerty Road, as shown on the PRO plan.

NOW, THEREFORE, IT IS AGREED AS FOLLOWS:

- 1. Upon the Proposed Classification becoming final following entry into this Agreement:
 - a. The Undertakings shall be carried out by Owner on and for the Land;
 - b. Owner shall act in conformance with the Undertakings;
 - c. The Owner shall forbear from acting in a manner inconsistent with the Undertakings; and
 - d. The Owner shall commence and complete all actions necessary to carry out all of the PRO Conditions.
- 2. In the event Owner attempts to or proceeds with actions to complete improvement of the Land in any manner other than as an approximately 2,500 square foot office or commercial building as shown on Exhibit B, the City shall be authorized to

UBER40345 PG249

revoke all outstanding building pennits and certificates of occupancy issued for such building and use.

- 3. Owner acknowledges and agrees that the City has not required the Undertakings. The Undertakings have been voluntarily offered by Owner in order to provide an enhanced use and value of the Land, to protect the public safety and welfare, and to induce the City to rezone the Land to the Proposed Classification so as to provide material advantages and development options for the Owner.
- 4. All of the Undertakings represent actions, improvements, and/or forbearances that are directly beneficial to the Land and/or to the development of and/or marketing of the office or retail building on the Land. The burden of the Undertakings on the Owner is roughly proportionate to the burdens being created by the development, and to the benefit which will accrue to the Land as a result of the requirements represented in the Undertakings.
- 5. In addition to the provisions in Paragraph 2, above, in the event the Owner, or its respective successors, assigns, and/or transferees proceed with a proposal for, or other pursuit of, development of the Land in a manner which is in material violation of the Undertakings, the City shall, following notice and a reasonable opportunity to cure, have the right and option to take action using the procedure prescribed by law for the amendment of the Master Plan and Zoning Ordinance applicable to the Land to amend the Master Plan and zoning classifications of the Land to a reasonable classification determined appropriate by the City, and neither the Owner nor its respective successors, assigns, and/or transferees, shall have any vested rights in the Proposed Classification and/or use of the Land as permitted under the Proposed Classification, and Owner shall be estopped from objecting to the rezoning and reclassification to such reasonable classifications based upon the argument that such action represents a "downzoning" or based upon any other argument relating to the approval of the Proposed Classification and use of the Land; provided, this provision shall not preclude Owner from otherwise challenging the reasonableness of such rezoning as applied to the Land.
- 6. By execution of this Agreement, Owner acknowledges that it has acted in consideration of the City approving the Proposed Classification on the Land, and Owner agrees to be bound by the provisions of this Agreement.
- 7. After consulting with an attorney, the Owner understands and agrees that this Agreement is authorized by and consistent with all applicable state and federal laws and Constitutions, that the terms of this Agreement are reasonable, that it shall be estopped from taking a contrary position in the future, and, that the City shall be entitled to injunctive relief to prohibit any actions by the Owner inconsistent with the terms of this Agreement.
- 8. This Agreement shall be binding upon and inure to the benefit of the parties to this Agreement and their respective heirs, successors, assigns and transferees, and

1187840345 PG250

an affidavit providing notice of this Agreement may be recorded by either party with the office of the Oakland County Register of Deeds.

- 9. The Zoning Board of Appeals (ZBA) shall have no jurisdiction over the Property or the application of this Agreement until after site plan approval and construction of the development as approved therein.
- 10. No waiver of any breach of this Agreement shall be held to be a waiver of any other or subsequent breach. All remedies afforded in this Agreement shall be taken and construed as cumulative, that is, in addition to every other remedy provided by law.
- 11. This Agreement shall be governed by the laws of the State of Michigan, both as to interpretation and performance. Any and all suits for any and every breach of this Agreement may be instituted and maintained in any court of competent jurisdiction in the County of Oakland, State of Michigan.
- 12. This Agreement may be signed in counterparts.

WITNESSES:	FEE OWNER
Print Name:	JEFFREY ROTBERG
Print Name:	By: Jeffrey Rothers
STATE OF MICHIGAN)	
COUNTY OF OAKLAND)	
	2008, before me appeared Jeffrey Rotherg, his own free will duly authorized on behalf of the
company.	Gene on Dunder
	Notary Public ANNA M. SIGUHUSON Notary Public, State of Michigen County of Oakland
•	My Commission Explies Apr. 26, 2012 Acting in the County of
WITNESSES:	DEVELOPER

LIBER 4 0 3 4 5 PG 2 5 1

Print Name: Fachel Mares h	ACR INVESTMENTS, LLC, a Michigan limited liability company
•	7
Print Name:	By: Anthony Randazzo Its: Managing Member
·	
STATE OF MICHIGAN) ss.	
COUNTY OF OAKLAND)	
On this 2 day of Moraging Membe liability company, who states that he has sign authorized on behalf of the company.	r of ACR Investments, LLC, a Michigan limited
RACHEL MARESH Notary Public, State of Michigan County of Oakland My Commission Expires Pep. 11, 2013 Acting in the County as Council Council Acting in the County as Council Council Council Acting in the County as Council Cou	Notary Public
Print Name: Charles Melean Print Name: Charles Melean Mary J. Jontone Print Name: MARKHYN S. TROUT MAN	By: David B. Landry, Mayor By: Maryanne Cornelius
Print Name:	Maryaume Cornelius, Clerk
Print Name:	
STATE OF MICHIGAN)	
COUNTY OF OAKLAND)	
On this 6th day of MAY and Maryanne Cornelius, who stated that they help of the City of Novi in their respective off	, 2008, before me appeared David B. Landry Mayor lad signed this document of her own free will on icial capacities, as stated above 4 Alerk

LIBER 4 0 3 4 5 PG 2 5 2

Marily S. Montins

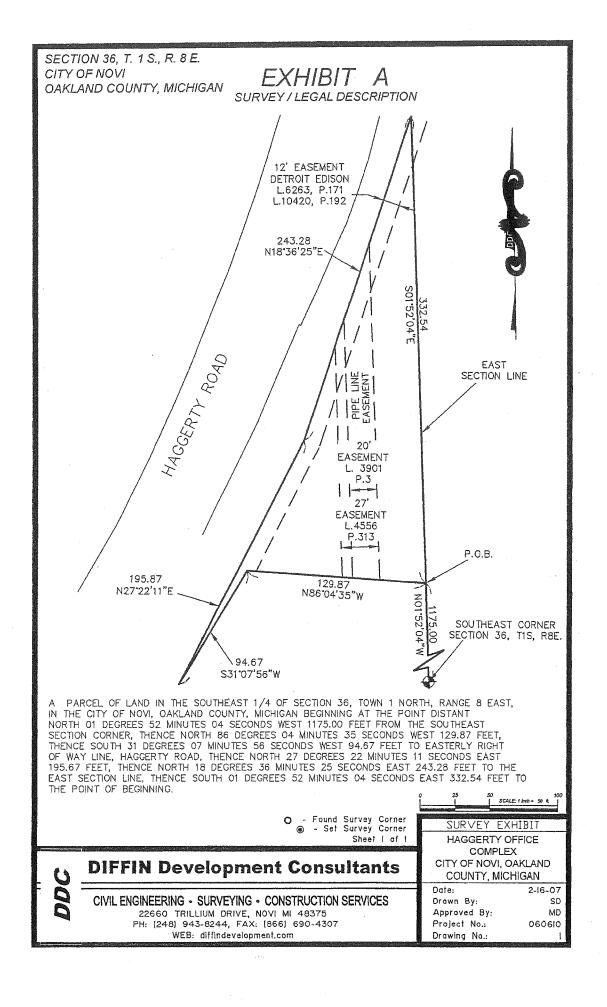
Drafted by:

Thomas R. Schultz 30903 Northwestern Highway Farmington Hills, MI 48334

When recorded return to:

Maryanne Comelius, Clerk City of Novi 45175 West Ten Mile Road Novi, MI 48375-3024

1055962



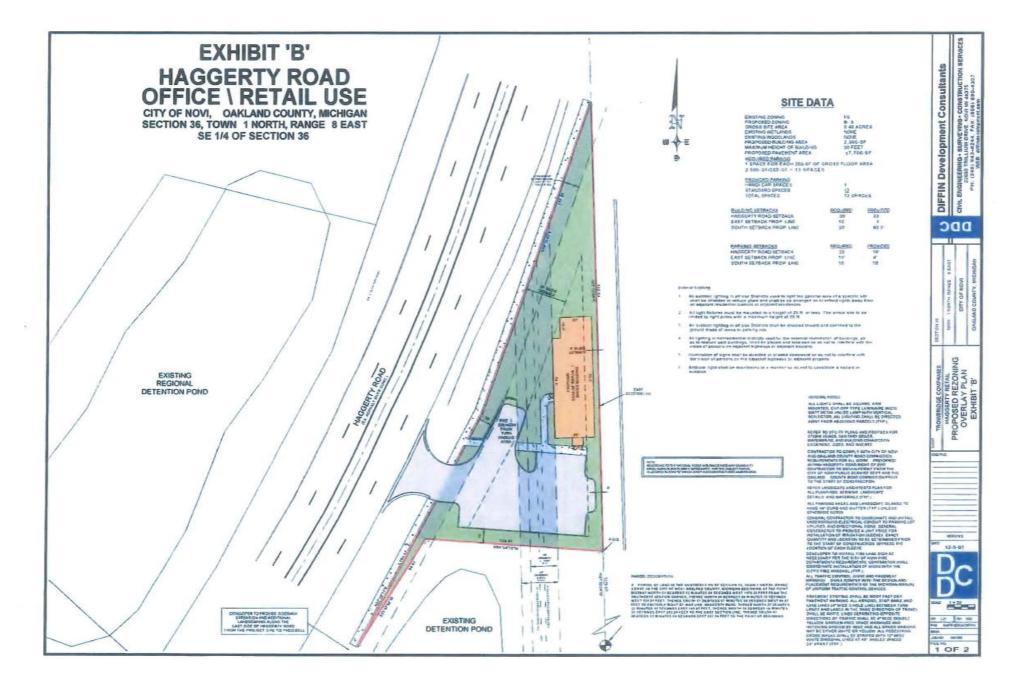
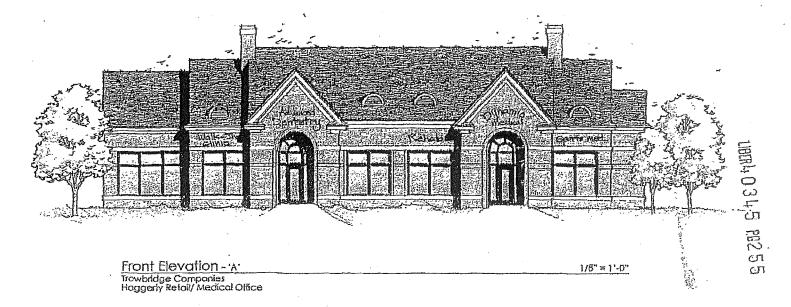


EXHIBIT 'B'



Arthur Brang a manuar na Arthur Marky and her Alph Research 182 Marky Research 182 Marky

