



Request for City Council Committee Action from the Department of Public Works

Date: July 22, 2014

To: Honorable Kevin Reich, Chair Transportation & Public Works Committee

Referral To: Honorable John Quincy, Chair Ways and Means Committee

Subject: **2014 Unpaved Alley Program; 45th Av N & Irving Av N Alley
Construction: Public Hearing**

Recommendation:

1. Passage of a resolution ordering the City Engineer to proceed and do the work and adopting special assessments in the amount of \$9,193.08 for the 2014 Unpaved Alley Program, 45th Av N and Irving Av N Alley Construction, Project No. 2282.
2. Passage of a Resolution requesting the Board of Estimate and Taxation to authorize the City's issuance and sale of assessment bonds in the amount of \$9,195 with the bonds to be paid for from special assessments.

Previous Directives:

- Nov 12, 2013 - Council resolution 2013R-509, establishing the 2014 Uniform Assessment Rates
- June 27, 2014 – Council resolution 2014R-283, designating the alley and improvements to be made

Department Information:

Prepared by: Suzette Hjernstad, RE Investigator II, 673-2401
Michael D. Kennedy, P.E., Director, Transportation Maintenance & Repair

Approved by: _____

Steven A. Kotke, P.E., Director of Public Works

Presenters in Committee: Michael D. Kennedy, P.E, Director, Transportation, Maintenance & Repair

Financial Impact

- Special assessments against benefited properties

Community Impact

- Neighborhood Notification: Public hearing notices were mailed to affected property owners on July 7, 2014.
- City Goals: Maintain the physical infrastructure to ensure a healthy, vital and safe city

Supporting Information

On June 27, 2014, the City Council designated the alley location for the improvements to be made. These improvements consist of removing the old surface, replace with new concrete pavement and related items and work.

The location of the alley construction is the "L" alley between 45th Av N and Irving Av N. The project cost estimate for this work is \$52,300. The 2014 adopted uniform assessment rate is \$0.26 per sq. foot of land area abutting the alley to be improved. The rate is the same for residential and non-residential use properties. The total amount to be assessed is \$9,193.08. The remaining costs not covered by assessments will be funded by Net Debt Bonds.

Individual assessments of more than \$150 would be collected over 20 years beginning on the 2015 real estate tax statements with interest charged at the same rate as the City pays for selling assessment bonds. Individual assessments of \$150 or less would be collected in their entirety on the 2015 real estate tax statements. Information has been provided in the Notices as to how persons may prepay the special assessments in full without interest charges if they so choose.

Attachments - Map

Cc: Council Member Barbara Johnson, Ward 4

Jack Qvale, Secretary, Board of Estimate and Taxation

T&PW & W&M/Budget - Your Committees recommend passage and summary publication of the accompanying Resolutions:

1, Ordering the work to proceed and adopting the special assessments for the 2014 Unpaved Alley Program; 45th Av N & Irving Av N Alley Construction Project No. 2282.

2. Requesting the Board of Estimate and Taxation to authorize the City's issuance and sale of assessment bonds in the amount of \$9,193.08 for the 2014 Unpaved Alley Program; 45th Av N and Irving Av N Alley Construction Project.

Reich

**2014 Unpaved Alley Program
45th Av N and Irving Av N Alley Construction Project No. 2282**

Ordering the work to proceed and adopting the special assessments for the 2014 Unpaved Alley Program.

Whereas, a public hearing was held on July 22, 2014 in accordance with Chapter 10, Section 8 of the Minneapolis City Charter and Section 24.180 of the Minneapolis Code of Ordinances to consider the proposed improvements as designated in Resolution 2014R-283, passed June 27, 2014 to consider the proposed special assessments as on file in the office of the City Clerk and to consider all written and oral objections and statements regarding the proposed improvements and the proposed special assessments;

Now, Therefore, Be It Resolved by the City Council of the City of Minneapolis:

That the City Engineer is hereby ordered to proceed and do the work as designated in said Resolution 2014R-283, passed June 27, 2014.

Be It Further Resolved that the proposed special assessments in the total amount of \$9,193.08 for the 2014 Unpaved Alley Program, 45th Av N and Irving Av N Alley Construction Project No 2282 as on file in the office of the City Clerk, be and hereby are adopted and assessed against the benefited properties.

Be It Further Resolved that the number of successive equal annual principal installments by which the special assessments of more than \$150 may be paid shall be fixed at twenty (20) and that the interest be charged at the same rate as the City pays in interest for selling assessment bonds with collection of the special assessments to begin on the 2015 real estate tax statements.

Be It Further Resolved that the number of installments by which the special assessments of \$150 or less may be paid shall be fixed at one (1) and that interest be charged at the same rate as the City pays in interest for selling assessment bonds with collection of the special assessments to begin on the 2015 real estate tax statements.

Reich and Quincy

Requesting the Board of Estimate and Taxation to authorize the City's issuance and sale of assessment bonds in the amount of \$9,195 for the 2014 Unpaved Alley Program.

Resolved by the City Council of the City of Minneapolis:

That the Board of Estimate and Taxation be requested to incur indebtedness and issue and sell City of Minneapolis bonds for the purpose of paying the assessed cost of alley improvements in the 2014 Unpaved Alley Program, 45th Av N and Irving Av N Alley Construction Project No 2282, to be assessed against benefited properties as estimated by the City Council, which assessments shall be collectible in twenty (20) successive annual installments, payable in the same manner as real estate taxes.