



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

Date: September 9, 2014

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

Subject: **Public Hearing: Special Service Districts 428A (Bloomington-Lake, Chicago-Lake, East Lake, Lyndale-Lake, and 54th & Lyndale), Proposed Services and Service Charges for 2015**

Recommendation:

Passage and summary publication of a Resolution for the Bloomington-Lake, Chicago-Lake, East Lake, Lyndale-Lake, and 54th & Lyndale Special Service Districts:

- A. Approve the special services and the budget cost estimates in the lump sum total amount of \$329,930 for 2015;
- B. Approve service charges and the lists of service charges (assessments) in the lump sum total amount of \$265,498 for 2015;
- C. Direct the City Clerk to transmit certified copies of the lists of service charges to the Hennepin County Auditor; and
- D. Direct the City Engineer to proceed with the work.

Previous Directives:

August 5, 2014 Transportation and Public Works Committee directed staff to give notice of public hearing.

Department Information:

Prepared by: Suzette R. Hjermstad, Public Works Special Assessment Office
Andrew Carlson, Project Manager, Special Service Districts

Approved by: _____
Steven A. Kotke, P.E., Director of Public Works

Presenters in Committee: Andrew Carlson, Public Works Project Manager

Reviews

Permanent Review Committee (PRC):	N/A
Civil Rights Approval	N/A
Policy Review Group (PRG):	N/A

Financial Impact

Other financial impact: This action will specify special assessments against benefited properties.

Community Impact

- Neighborhood Notification: All property owners subject to the service charges within each district received notice of the public hearing including the proposed assessment amount for 2015 services.
- City Goal: A hub of economic activity and innovation: Businesses – big and small – start, move, stay and grow here.

Supporting Information

Each year, Special Service District Advisory Boards recommend the services, estimated budgets and the assessment methodology for the coming year for their respective Special Service District. These service charges would be collected on the 2015 real estate taxes in the same manner as special assessments. There is no interest charge applied. Each affected property owner was mailed a notice of public hearing with the service charge amount 10 days in advance of the public hearing.

1. BLOOMINGTON-LAKE SPECIAL SERVICE DISTRICT

The Bloomington-Lake Special Service District Advisory Board recommends the following services and estimated costs for 2015:

1.	Sidewalk Snow Services	\$ 3,000
2.	Streetscape Banners	\$ 3,000
3.	Seasonal Decorations	\$ 6,500
4.	Litter Container Pick-up	\$ 11,500
5.	Streetscape Maintenance & Repair	\$ 13,000
6.	Sidewalk Sweeping	\$ 13,500
7.	Streetscape Trees	<u>\$ 6,500</u>
	TOTAL	\$ 57,000

The service charges are set up such that 100% of the cost of these services (\$57,000 estimated for 2015) is recovered from the affected properties. After adjusting the proposed 2015 special services budget of \$57,000 for previous years' unexpended balances and additional costs for the services provided through 2013, the total amount proposed to be charged on the 2015 real estate tax statements calculates to \$43,323. As provided for in Section 460.70 of the Minneapolis Code of Ordinances, the actual amount of service charges to be collected in 2015 is \$43,323.

The service charges for 2015 have been calculated based on the street frontage (lineal) method for the costs for the streets receiving services. The services are along Lake Street E from 12th Ave S to Cedar Ave S.

If approved, the 2015 service charges of \$43,323 would be collected on the 2015 real estate tax statements in the same manner as special assessments. There is no interest

charge applied. The amount of \$43,323 to be collected in 2015 is \$8 more than the amount of \$43,315 collected in 2014.

Staff recommends approval of the services and service charges for 2015 in the Bloomington-Lake Special Service District.

2. CHICAGO-LAKE SPECIAL SERVICE DISTRICT

The Chicago-Lake Special Service District Advisory Board recommends the following services and estimated costs for 2015:

1.	Streetscape Banners	\$ 3,000
2.	Seasonal Decorations	\$ 6,500
3.	Litter Container Pick-up	\$ 6,000
4.	Streetscape Maintenance & Repair	\$ 9,000
5.	Streetscape Cleaning Services	\$ 10,000
6.	Streetscape Landscaping & Tree Maintenance	<u>\$ 12,500</u>
	TOTAL	\$ 47,000

The service charges are set up such that 100% of the cost of these services (\$47,000 estimated for 2015) is recovered from the affected properties. After adjusting the proposed 2015 special services budget of \$47,000 for previous years' unexpended balances and additional costs for the services provided through 2013, the total amount proposed to be charged on the 2015 real estate tax statements calculates to \$31,944. As provided for in Section 461.70 of the Minneapolis Code of Ordinances, the actual amount of service charges to be collected in 2015 is \$31,944.

The service charges for 2015 have been calculated based on the street frontage (lineal) method for the costs for the streets receiving services. The services are along Chicago Ave S from approximately 665 feet North of Lake Street E and south to 31st St E and Lake Street E from Columbus Ave S to 12th Ave S.

If approved, the 2015 service charges of \$31,944 would be collected on the 2015 real estate tax statements in the same manner as special assessments. There is no interest charge applied. The amount of \$31,944 to be collected in 2015 is \$13,057 less than the amount of \$45,001 collected in 2014.

Staff recommends approval of the services and service charges for 2015 in the Chicago-Lake Special Service District.

3. EAST LAKE SPECIAL SERVICE DISTRICT

The East Lake Special Service District Advisory Board recommends the following services and estimated costs for 2015:

1.	Litter Container Pick-up	\$ 16,500
2.	Streetscape Maintenance and Repair	\$ 8,400
3.	Streetscape Cleaning Services	\$10,000
4.	Streetscape Landscaping and Tree Maintenance	<u>\$ 29,159</u>
	TOTAL	\$ 64,059

The service charges are set up such that 100% of the cost of these services (\$64,059 estimated for 2015) is recovered from the affected properties. After adjusting the proposed 2015 special services budget of \$64,059 for previous years' unexpended balances and additional costs for the services provided through 2013, the total amount proposed to be charged on the 2015 real estate tax statements calculates to \$48,882. As provided for in Section 462.70 of the Minneapolis Code of Ordinances, the actual amount of service charges to be collected in 2015 is \$48,882.

The service charges for 2015 have been calculated based on the street frontage (lineal) method for the costs for the streets receiving services. The services are along Lake St East from Minnesota Trunk Highway 55 to West River Parkway and 27th Av South from Lake St East to Minnehaha Ave.

If approved, the 2015 service charges of \$48,882 would be collected on the 2015 real estate tax statements in the same manner as special assessments. There is no interest charge applied. The amount of \$48,882 to be collected in 2015 is \$0 more than the amount of \$48,882 collected in 2014.

Staff recommends approval of the services and service charges for 2015 in the East Lake Special Service District.

4. LYNDALE-LAKE SPECIAL SERVICE DISTRICT

The Lyndale-Lake Special Service District Advisory Board recommends the following services and estimated costs for 2015:

1.	Sidewalk Snow Services – Clearing	\$ 58,000
2.	Streetscape Maintenance and Repair	\$ 20,000
3.	Seasonal Tree Lighting	\$ 40,000
4.	Streetscape Landscaping & Tree Maintenance	\$ 12,000
5.	Trash Receptacle Servicing	<u>\$ 17,000</u>
	TOTAL	\$ 147,000

The service charges are set up such that 100% of the cost of these services (\$147,000 estimated for 2015) is recovered from the affected properties. After adjusting the proposed 2015 special services budget of \$147,000 for previous years' unexpended balances and additional costs for the services provided through 2013, the total amount proposed to be charged on the 2015 real estate tax statements calculates to \$126,478. As provided for in

Section 463.70 of the Minneapolis Code of Ordinances, the actual amount of service charges to be collected in 2015 is \$126,478.

The service charges for 2015 have been calculated based on the street frontage (lineal) method for the costs for the streets receiving services. The services are along Lyndale Av S from the Midtown Greenway to 31st St W and Lake St W from Dupont Av S to Blaisdell Av S.

If approved, the 2015 service charges of \$126,478 would be collected on the 2015 real estate tax statements in the same manner as special assessments. There is no interest charge applied. The amount of \$126,478 to be collected in 2015 is \$12,730 more than the amount of \$113,748 collected in 2014.

Staff recommends approval of the services and service charges for 2015 in the Lyndale-Lake Special Service District.

5. 54th & LYNDALE SPECIAL SERVICE DISTRICT

The 54th & Lyndale Special Service District Advisory Board recommends the following services and estimated costs for 2015:

1.	Litter and Debris Management	\$ 4,300
2.	Streetscape Maintenance and Repair	\$ 6,800
3.	Streetscape Improvements	<u>\$ 3,771</u>
	TOTAL	\$ 14,871

The service charges are set up such that 100% of the cost of these services (\$14,871 estimated for 2015) is recovered from the affected properties. There were no service charges revenues through 2013 (being a newly implemented special service district with services and revenues beginning in 2015). The actual amount of service charges to be collected in 2015 is \$14,871.

The service charges for 2015 have been calculated based on the street frontage (lineal) method for the costs for the streets receiving services. The services are along Lyndale Av S from 53rd St W to 56th St W.

If approved, the 2015 service charges of \$14,871 would be collected on the 2015 real estate tax statements in the same manner as special assessments. There is no interest charge applied. As a new district, there were no service charges previously collected.

Staff recommends approval of the services and service charges for 2015 in the 54th & Lyndale Special Service District.