



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

Date: May 17, 2011

To: The Honorable Sandra Colvin Roy, Chair Transportation and Public Works Committee

Referral To: The Honorable Betsy Hodges, Chair Ways and Means/Budget Committee

Subject: **2011 Resurfacing Program – Second Av S Street Resurfacing Project No 5219 and Stevens Av S Street Resurfacing Project No 5220: Public Hearing**

Recommendation:

- A. Passage of a resolution ordering the City Engineer to proceed and do the work and adopting special assessments in the amount of \$80,458.35 for the 2nd Av S Project No 5219 Street Resurfacing Project and special assessments in the amount of \$80,962.66 for the Stevens Av S Project No 5220 Street Resurfacing Project.

- B. Passage of a Resolution requesting the Board of Estimate and Taxation to issue and sell assessment bonds in the amount of \$80,460 for the 2nd Av S Street Resurfacing Project No 5219 and in the amount of \$80,965 for the Stevens Av S Project No 5220, with the bonds to be paid for from special assessments.

Previous Directives:

- Resolution 2011R-036, establishing 2011 Uniform Assessment Rates for Resurfacing Improvements.
- Resolution 2011R-139 passed April 1, 2011 designating the location and streets to be improved.

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

Approved:

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

Presenter: Michael D. Kennedy, P.E, Director, Transportation, Maintenance & Repair

Reviews: Permanent Review Committee (PRC) NA
Civil Rights Group NA
Policy review Group (PRG) NA

Financial Impact

Special Assessments against benefited properties

Community Impact

Neighborhood Notification: Pre-public hearing meeting notice mailed May 2

Neighborhood Meetings: Pre-public hearing neighborhood meeting scheduled for May 10

City Goals: Maintain the physical infrastructure to ensure a healthy, vital and safe city

Comprehensive Plan: Not Applicable

Zoning Code: Not Applicable

Background/Supporting Information:

On April 1, 2011, the City Council designated the location, streets and improvements proposed to be made in the 2nd Av S and Stevens Av S areas. The cost estimate for 2nd Av S is \$277,120 and \$214,130 for Stevens Av S. The funding sources for this project are assessments and Infrastructure Acceleration Program dollars.

The locations of the street resurfacing projects are 2nd Av S from the I 35W ramp north of 32nd St E to 34th St E and from 37th St E to 42nd St E. Stevens Av S is from the I 35W ramp north of 32nd St E to 34th St E and from 37th St E to 40th St E. 2nd Av S and Stevens Av S at these locations are local city streets.

The street resurfacing would be a mill and overlay of the street surface with plant mix asphalt and other paving related improvements as needed. These paving projects are scheduled for summer or fall of 2011 and will be constructed by the City's workforce.

The street resurfacing special assessments were determined by applying the 2011 Uniform Assessment Rates to the land area of benefited parcels located within the street influence zone along the improved streets. The 2011 resurfacing assessment rates are:

\$0.52 /sq ft – Non-Residential

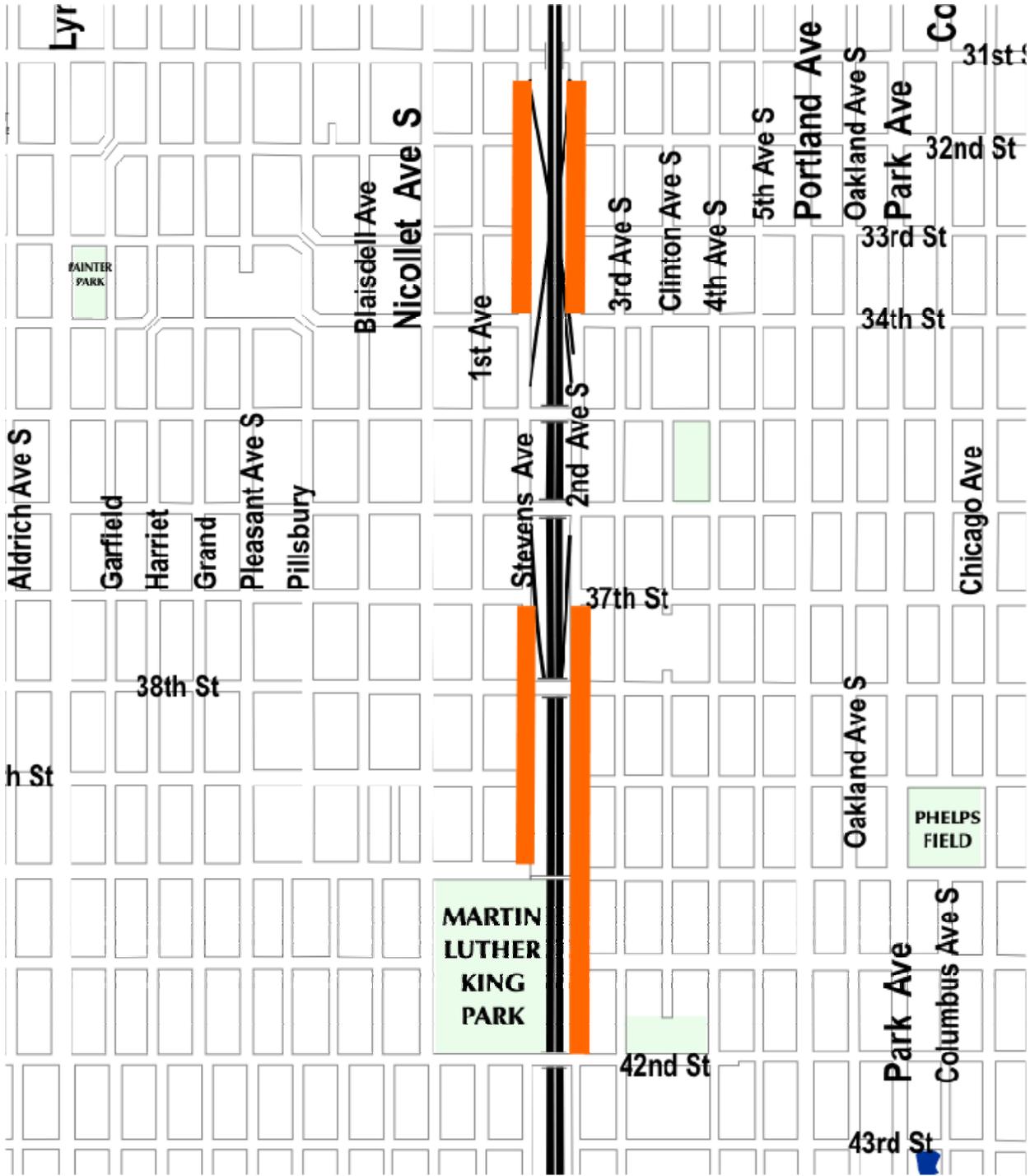
\$0.20 /sq ft – Residential

The proposed total assessment amount for the 2nd Av S project is \$80,458.35. The proposed total assessment amount for the Stevens Av S project is \$80,962.66. Individual assessments of more than \$150 would be collected over 5 years beginning on the 2012 real estate tax statements with interest charged at the same rate as the City pays in interest for selling assessment bonds. Assessments of \$150 or less would be collected in their entirety on the 2012 real estate tax statements with interest charged at the same rate as the City pays in interest for selling assessment bonds. Information has been provided in the Notices as to how persons may prepay the special assessments in full without interest if they so choose.

The City Council has passed resolutions whereby a deferment of a special assessment may be obtained by showing hardship for any homestead property owned by a person 65 years of age or older or retired by virtue of a permanent and total disability.

Attachment 1 – Map Areas

Cc: Council Member Meg Tuthill, Ward 10
Jack Qvale, Secretary, Board of Estimate and Taxation



 Project



T&PW – Your Committee recommends passage and summary publication of the accompanying Resolutions:

1. Ordering the work to proceed and adopting the special assessments for the 2nd Av South Street Resurfacing Project, Special Improvement of Existing Street No. 5219 and Stevens Av South Street Resurfacing Project, Special Improvement of Existing Street No. 5220.
2. Requesting the Board of Estimate and Taxation to issue and sell City of Minneapolis bonds for the purpose of paying the assessed cost of street improvements in the 2nd Av South and Stevens Av South Street Resurfacing Projects.

Colvin Roy

2011 STREET RESURFACING PROGRAM

**SECOND AVENUE SOUTH STREET RESURFACING PROJECT
SPECIAL IMPROVEMENT OF EXISTING STREET NO 5219
AND
STEVENS AVENUE SOUTH STREET RESURFACING PROJECT
SPECIAL IMPROVEMENT OF EXISTING STREET NO 5220**

Ordering the work to proceed and adopting the special assessments for the 2nd Av South and Stevens Av South Street Resurfacing Projects.

Whereas, public hearings were held on May 17, 2011 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 2011R-139, passed April 1, 2011 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 2011R-139, passed April 1, 2011.

Be It Further Resolved that the proposed special assessments in the total amount of \$80,458.35 for the 2nd Av S Street Resurfacing Project and in the total amount of \$80,962.66 for the Stevens Av S Street Resurfacing Project 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 five (5) 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 2012 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 2012 real estate tax statements.

Colvin Roy and Hodges

Requesting the Board of Estimate and Taxation to issue and sell City of Minneapolis bonds in the amount of \$80,460 for certain purposes other than the purchase of public utilities.

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 street improvements in the 2nd Av S Street Resurfacing Project, Special Improvement of Existing Street No. 5219, to be assessed against benefited properties as estimated by the City Council, which assessments shall be collectible in five (5) successive annual installments, payable in the same manner as real estate taxes.

Colvin Roy and Hodges

Requesting the Board of Estimate and Taxation to issue and sell City of Minneapolis bonds in the amount of \$80,965 for certain purposes other than the purchase of public utilities.

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 street improvements in the Stevens Av S Street Resurfacing Project, Special Improvement of Existing Street No. 5220, to be assessed against benefited properties as estimated by the City Council, which assessments shall be collectible in five (5) successive annual installments, payable in the same manner as real estate taxes.