



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

Date: April 3, 2007
To: The Honorable Sandra Colvin Roy, Chair Transportation and Public Works Committee
Referral to: Honorable Paul Ostrow, Chair Ways & Means/Budget Committee
Subject: **Project Approval and Assessment Public hearing for 50th Street E (43rd Ave S to Woodlawn Blvd) Reconstruction Project No 6732**

Recommendation:

- a.) Passage of a resolution ordering the City Engineer to proceed with and do the work and adopting special assessments in the amount of \$410,916.44 for the 50th Street E, Project No. 6732 Street Reconstruction project.
- b.) Passage of a Resolution requesting the Board of Estimate and Taxation to issue and sell assessment bonds in the amount of \$410,910 for the 50th Street E Street Reconstruction project, with the bonds to be paid for from special assessments.

These Resolutions may be authorized for summary publication.

Previous Directives: March 9, 2007 Council Resolution 2007R-124, Project Designation

Prepared by: Suzette R. Hjermstad, R.E. Investigator II 673-2401
Ole Mersinger, P.E., Project Engineer 673-3537
Rhonda Rae, Director of Engineering Services

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

Presenters in Committee: Donald Elwood, P.E., Principal Engineer, Engineering Services

Permanent Review Committee (PRC)	Approval _____	Not applicable <u> X </u>
Policy review Group (PRG)	Approval _____	Not applicable <u> X </u>

Financial Impact (Check those that apply)

- No financial impact - or - Action is within current department budget (If checked, go directly to Background/Supporting Information)
- Action requires an appropriation increase to the Capital Budget
- Action requires an appropriation increase to the Operating Budget
- Action provides increased revenue for appropriation increase

- Action requires use of contingency or reserves
- Business Plan: Action is within the plan. Action requires a change to plan.
- Other financial impact: Special Assessments against benefited properties
- Request provided to department's Finance Dept. contact when provided to the Committee Coordinator

Community Impact

Neighborhood Notification: Pre-public hearing meeting scheduled for March 26
 Neighborhood Meetings: Public meetings held September 14, October 11, and November 13, 2006 and February 12, 2007
 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:

Project/Scope

- 50th Street East is a designated Municipal State Aid Route (MSA 320) from 28th Avenue South to 43rd Avenue South and a local street from Woodlawn Blvd to 28th Avenue South. 50th Street East was constructed in 1964 and has a PCI (Pavement Condition Index) rating of 57 (in a range of 0 to 100, where 100 is best). The segment is 1.1 miles in length with an average existing ADT of 3,550 and an average future ADT estimated at 4,550.
- The current roadway carries two way traffic (one lane each direction) and parking on both sides of the roadway. The roadway is a designated bicycle route within the City of Minneapolis Bikeways Master Plan. The proposed roadway will carry two way traffic (one lane each direction) and a parking lane on both sides of the roadway. "Share the Road" signage will be installed to accommodate bicycles on the roadway. The approved layout will maintain the current roadway width of a 12 foot drive lane and a 10 foot parking lane. The roadway width at the local street will retain its current configuration and will reflect 20 feet for the drive and parking lane. The street reconstruction will be paved with plant mix asphalt with concrete curb and gutter all on a stabilized base and including other street paving related improvements as needed.
- Public Works worked with affected property owners and neighborhood associations at three public project meetings to complete the project layout.

Schedule and Funding

- The construction of this project is scheduled for 2007
- The cost estimate for this project is \$6,780,000, of which approximately \$4,850,000 will be reimbursed by Minnesota State Aid funds, and \$509,000 in Sewer Bonds. The remaining budget is funded by Net Debt Bonds and Assessment Bonds.

The street reconstruction special assessments were determined by applying the 2007 Uniform Assessment Rates to the land area of benefited parcels located within the street influence zone along the improved streets. The reconstruction rates are as follows:

\$1.50/sq ft – (Other) - Non-Residential
 \$0.46/sq ft – (Other) - Residential

The proposed total assessment amount for 50th Street E (43rd Ave S to Woodlawn Blvd) is \$410,916.44. Individual assessments of more than \$150 would be collected over 20 years beginning on the 2008 real estate taxes statements with interest charged at the same rate as assessment bonds are sold. Assessments of \$150 or less would be collected in their entirety on the 2008 real estate tax statements with the interest charged at the same rate as assessment bonds are sold. 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.

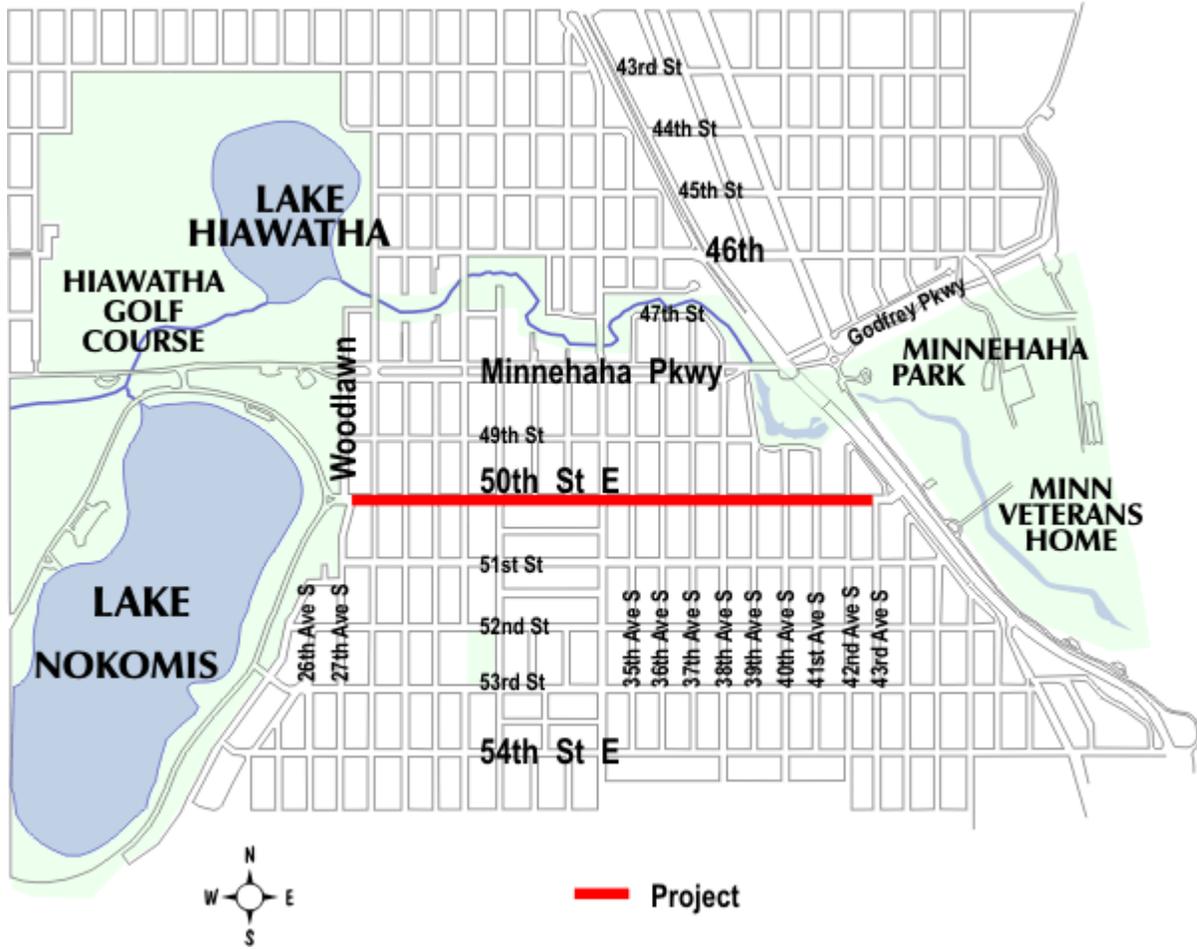
The City Council has passed Resolutions whereby a deferment of special assessments may be obtained by showing hardship for any homestead property owned by a person 65 years of age or older or retired by virtue of permanent and total disability.

The project and assessment informational neighborhood meeting was scheduled for March 26th, prior to the project approval and assessment public hearing.

Attachment 1 – Map

Cc: Jack Qvale, Secretary, Board of Estimate and Taxation

50th Street E Reconstruction 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 50th Street E Street Reconstruction Project Special Improvement of Existing Street No. 6732.
2. Requesting the board of Estimate and Taxation to issue and sell assessment bonds in the amount of \$410,910, with the bonds to be paid for from special assessments.

Colvin Roy

**50TH STREET E RECONSTRUCTION PROJECT
SPECIAL IMPROVEMENT OF EXISTING STREET NO 6732**

Ordering the work to proceed and adopting the special assessments for the 50th Street E (43rd Av S to Woodlawn Blvd) Project.

Whereas, a public hearing was held on April 3, 2007 in accordance with Chapter 10, Section 6 of the Minneapolis City Charter and Section 24.180 of the Minneapolis Code of Ordinances to consider the proposed improvements as designated in Resolution 2007R-124, passed March 9, 2007, 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 2007R-124, passed March 9, 2007.

Be It Further Resolved that the proposed special assessments in the total amount of \$410,916.44 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 assessment bonds are sold for with collection of the special assessments to begin on the 2008 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 assessment bonds are sold for with collection of the special assessments on the 2008 real estate tax statements.

Colvin Roy and Ostrow

Requesting the Board of Estimate and Taxation to issue and sell City of Minneapolis bonds in the amount of \$410,910 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 50th Street E (43rd Ave S to Woodlawn Blvd) Street Reconstruction Project, Special Improvement of Existing Street No. 6732, 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.

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

- a) Ordering the work to proceed and adopting the special assessments for the 50th Street E Street Reconstruction Project Special Improvement of Existing Street No. 6732; and
- b) Requesting the board of Estimate and Taxation to issue and sell assessment bonds in the amount of \$410,910, with the bonds to be paid for from special assessments.

By Colvin Roy and Ostrow

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