



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

Date: June 7, 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 – Chicago Av (38th St E to 46th St E) Street Resurfacing Project No 5209 and Chicago Av (49th St E to 60th St E) Street Resurfacing Project No 5208: 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 \$196,686.49 for the Chicago Av (38th St E to 46th St E) Project No 5209 Street Resurfacing Project and special assessments in the amount of \$277,223.99 for the Chicago Av (49th St E to 60th St E) Project No 5208 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 \$196,690 for the Chicago Av (38th St E to 46th St E) Project No 5209 and in the amount of \$277,225 for the Chicago Av (49th St E to 60th St E) Project No 5208, 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-182 passed April 15, 2011 designating the location and streets to be improved.

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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 23

Neighborhood Meetings: Pre-public hearing neighborhood meeting scheduled for June 1

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 15, 2011, the City Council designated the location, streets and improvements proposed to be made in the Chicago Av areas. The cost estimate for Chicago Av (38th to 46th St E) is \$505,440 and \$1,099,120 for Chicago Av (49th to 60th St E). The funding for these projects is IAP (Infrastructure Acceleration Program), MSA funds and special assessments.

The locations of the street resurfacing projects are Chicago Av from 38th St E to 46th St E and from 49th St E to 60th St. Chicago Av at these locations is MSA Route No. 165.

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

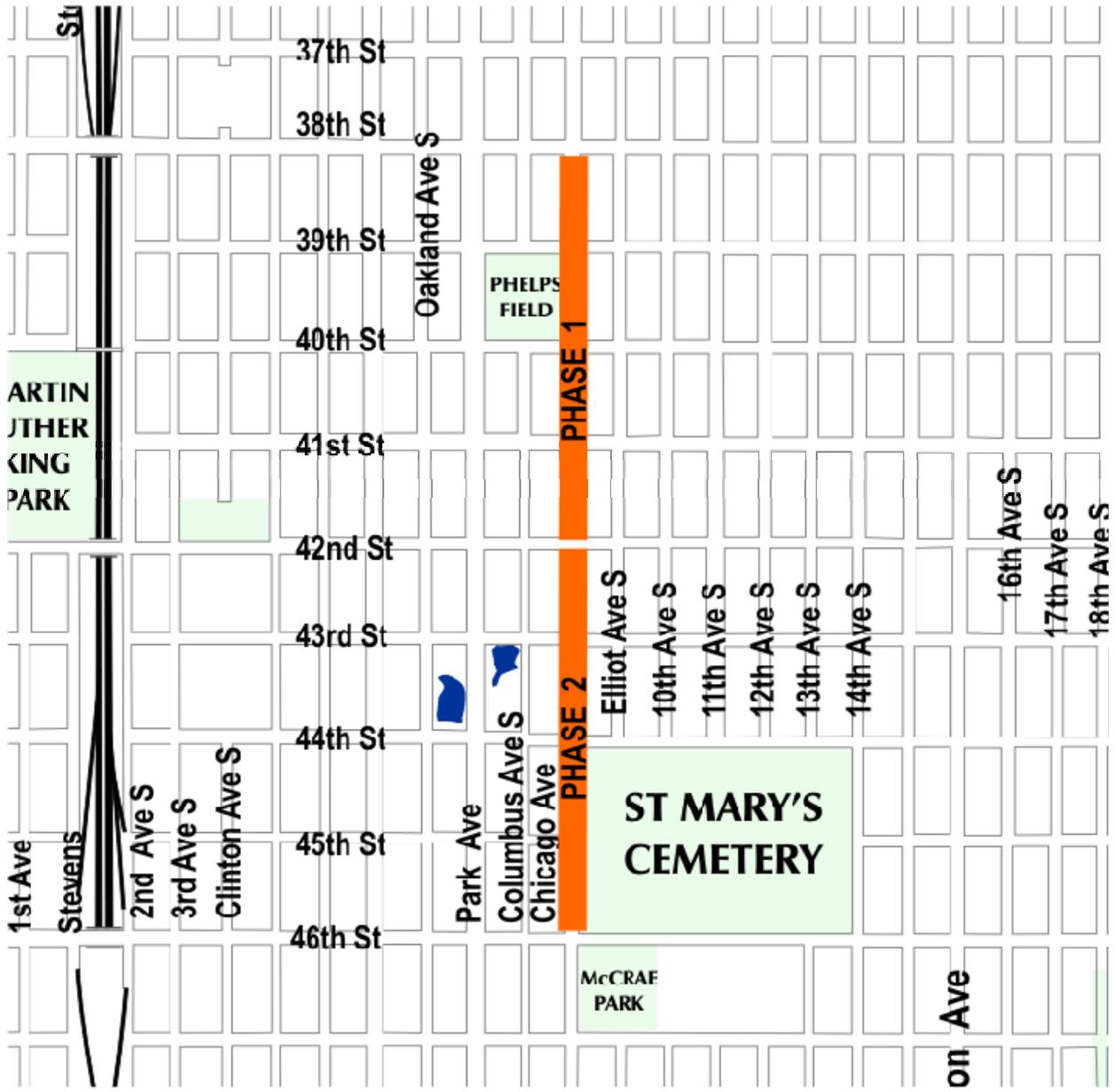
\$0.20 /sq ft – Residential

The proposed total assessment amount for the Chicago Av (38th to 46th St E) project is \$196,686.49. The proposed total assessment amount for the Chicago Av (49th to 60th St E) project is \$277,223.99. 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.

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.

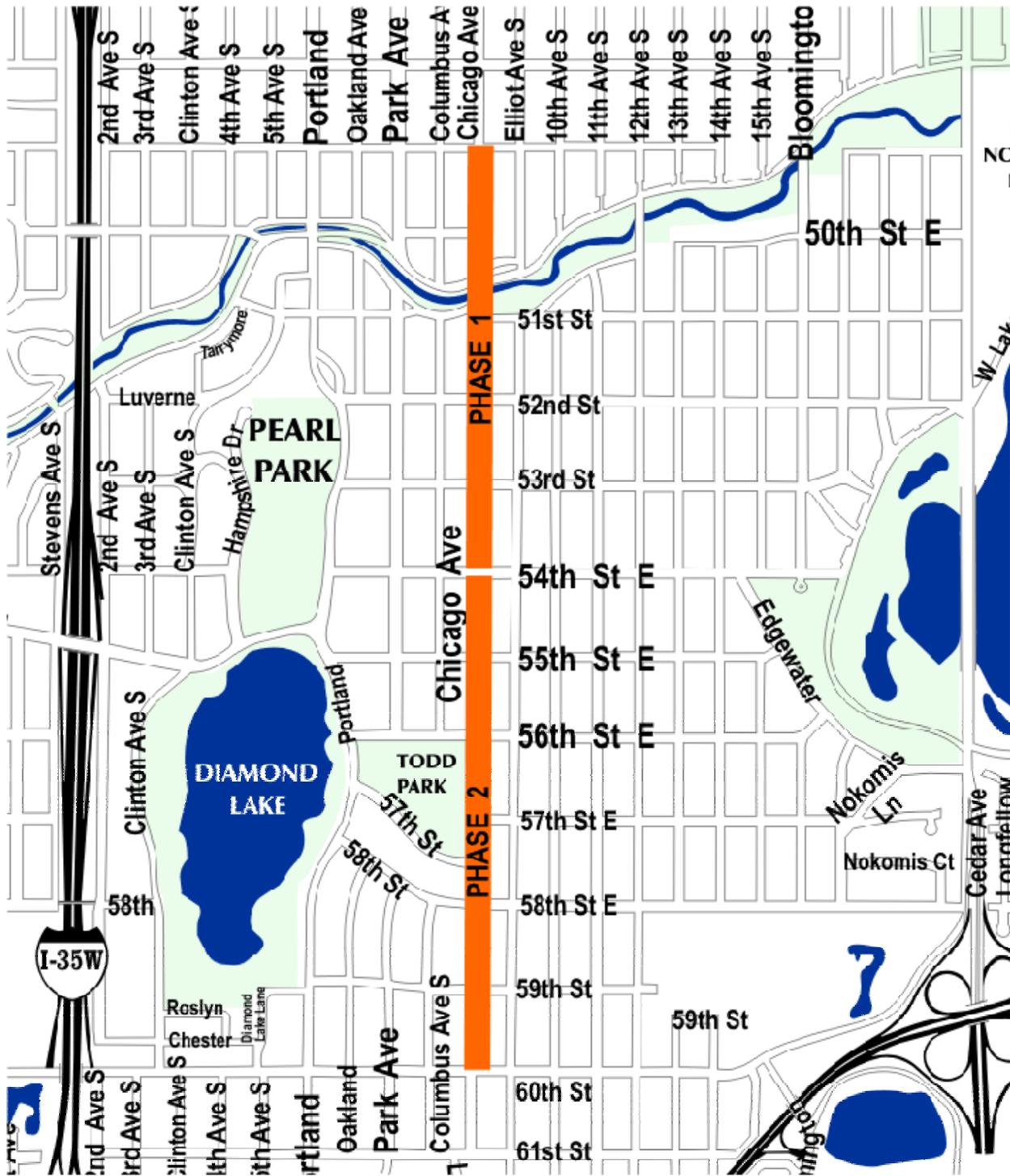
Attachment 1 – Map Areas

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



Project





 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 Chicago Av (38th St E to 46th St E) Street Resurfacing Project, Special Improvement of Existing Street No. 5209 and Chicago Av (49th St E to 60th St E) Street Resurfacing Project, Special Improvement of Existing Street No. 5208.

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 Chicago Av (38th to 46th St E) and Chicago Av (49th to 60th St E) Street Resurfacing Projects.

Colvin Roy

2011 STREET RESURFACING PROGRAM

**CHICAGO AV (38TH ST E TO 46TH ST E) STREET RESURFACING PROJECT
SPECIAL IMPROVEMENT OF EXISTING STREET NO 5209
AND
CHICAGO AV (49TH ST E TO 60TH ST E) STREET RESURFACING PROJECT
SPECIAL IMPROVEMENT OF EXISTING STREET NO 5208**

Ordering the work to proceed and adopting the special assessments for the Chicago Av (38th to 46th St E) and Chicago Av (49th to 60th St E) Street Resurfacing Projects.

Whereas, public hearings were held on June 7, 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-182, passed April 15, 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-182, passed April 15, 2011.

Be It Further Resolved that the proposed special assessments in the total amount of \$196,686.49 for the Chicago Av (38th to 46th St E) Street Resurfacing Project and in the total amount of \$277,223.99 for the Chicago Av (49th to 60th St E) 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 \$196,690 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 Chicago Av (38th St E to 46th St E) Street Resurfacing Project, Special Improvement of Existing Street No. 5209, 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 \$277,225 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 Chicago Av (49th St E to 60th St E) Street Resurfacing Project, Special Improvement of Existing Street No. 5208, 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.