



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 – Prospect Park Area Phase III Street Resurfacing Project No 5207: 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 \$220,572.13 for the Prospect Park Area Phase III Project No 5207 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 \$220,575 for the Prospect Park Area Phase III Street Resurfacing Project No 5207, with the bonds to be paid for from special assessments.

Previous Directives:

- Resolution 2011R-036, establishing 2010 Uniform Assessment Rates for Resurfacing Improvements.
- Resolution 2011R-141 passed April 1, 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 February 14
Neighborhood Meetings: Pre-public hearing neighborhood meeting held February 22
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 Prospect Park neighborhood area. A cost estimate of \$134,980 that was submitted for Phase II of Prospect Park street resurfacing included the cost for Phase III. This remaining work's estimated cost was included in the original cost estimate of \$1,483,608 for the Prospect Park area street resurfacing project completed in 2010. The funding sources for this project are assessments and Net Debt Bonds. Water main work in River Terrace E delayed the resurfacing from being completed in 2010.

The location of the street resurfacing project is River Terrace E, Seymour Pl SE and Cecil St SE in the Prospect Park area. All of the streets being resurfaced in this project are local City designated 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. This paving project is scheduled for this summer 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 as follows:

\$0.52 /sq ft – Non-Residential

\$0.20 /sq ft – Residential

The proposed total assessment amount for the Prospect Park Phase III Area project is \$220,572.13. 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 Area

Cc: Council Member Gordon, Ward 2
Jack Qvale, Secretary, Board of Estimate and Taxation



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 Prospect Park Area Phase III Street Resurfacing Project, Special Improvement of Existing Street No. 5207.
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 Prospect Park Area Phase III Street Resurfacing Project.

Colvin Roy

2011 STREET RESURFACING PROGRAM

**PROSPECT PARK AREA PHASE III STREET RESURFACING PROJECT
SPECIAL IMPROVEMENT OF EXISTING STREET NO 5207**

Ordering the work to proceed and adopting the special assessments for the Prospect Park Area Phase III Street Resurfacing Project.

Whereas, a public hearing was 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-141, 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-141, passed April 1, 2011.

Be It Further Resolved that the proposed special assessments in the total amount of \$220,572.13 for the Prospect Park Area 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 \$220,575 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 Prospect Park Area Phase III Street Resurfacing Project, Special Improvement of Existing Street No. 5207, 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.