



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

Date: June 20, 2006
To: Honorable Sandra Colvin Roy, Chair Transportation & Public Works Committee
Referral to: Honorable Paul Ostrow, Chair Ways & Means/Budget Committee

**Subject: East Lake Street (Hiawatha Avenue to W River Rd) Cooperative
Construction Agreement with Hennepin County**

Recommendation:

Authorize the appropriate City Officers to enter into and execute the Cooperative Construction Agreement with Hennepin County pending satisfactory review by the City Attorney's Office.

Previous Directives:

- April 14, 2006 Council Resolution 2006R-206 – Authorizing the proper City Officers to execute a Force Account Agreement with the Minnesota Department of Transportation and Hennepin County.
- February 24, 2006 Council Resolution 2006R-089 – Ordering the City Engineer to abandon and remove the areaways located in the public street right-of-way that are in conflict with the street reconstruction, streetscape and street lighting projects in the Lake St E (Hiawatha Av to W River Rd) area.
- February 24, 2006 Council Resolution 2006R-088 – Requesting the Board of Estimate and Taxation to issue and sell City of Minneapolis bonds in the amount of \$3,921,920 for certain purposes other than the purchase of public utilities.
- February 24, 2006 Council Resolution 2006R-087 – Ordering the work to proceed and adopting the special assessments for the Lake Street E (Hiawatha Av to W River Rd) Streetscape and Street Lighting Revitalization Project.
- February 24, 2006 Council Resolution 2006R-086 – Requesting the Board of Estimate and Taxation to issue and sell City of Minneapolis bonds in the amount of \$1,146,715 for certain purposes other than the purchase of public utilities.
- February 24, 2006 Council Resolution 2006R-085 – Ordering work to proceed and adopting the special assessments for the Lake Street E (Hiawatha Av to W River Rd) Street Reconstruction Project.
- October 7, 2005 Council Resolution 2005R-560 – (a) Accepting the Enhanced Level Streetscape Petitions from Abutting Property Owners (b) Directing the City Engineer to proceed with the design of the Lake Street Enhanced Level Streetscape project (c) Approving the establishment of a Special Service District for Lake Street, and directing the appropriate City Officers to begin the development of the enabling ordinances
- July 22, 2005 Council Action – Accepting the base level streetscape petition and directing the City's Department of Public Works to assist in developing bid documents and the construction of said streetscape improvements
- July 22, 2005 Council Resolution 2005R-424 – Approving Hennepin County Transportation department's Layout
- May 27, 2005 Council Action – Resolution Supporting Hennepin County's variance requests to the Minnesota Department of Transportation

- May 27, 2005 Council Resolution 2005R-318 – Encouraging a Strong Pedestrian Realm and Supporting Hennepin County's variance requests to the Minnesota Department of Transportation
- June 21, 2002 Council Action – Authorization to execute a Lake Street reconstruction and streetscape project City/County cooperative agreement for professional services

Prepared by: Jenifer Loritz, P.E., Project Engineer, Engineering Services, 673- 3625
Rhonda Rae, Director of Engineering Services, 673-3627

Approved by:

Steve Kotke, P.E., Acting City Engineer, Director of Public Works

Presenters: Don Elwood, P.E., Project Manager, Public Works

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

Other financial impact (Explain): Special assessment to benefited properties

Request provided to the Budget Office when provided to the Committee Coordinator

Background/Supporting Information:

In 1999, Hennepin County began discussion with Minneapolis Public Works regarding its plans to reconstruct Lake Street between Lyndale Avenue South and West River Road. During the discussions, the concept of expanding the project scope to include streetscape improvements came forward.

In 2000, County and City elected officials met with their staff to initiate a framework for developing a greater Lake Street vision. It was determined that the rebuilt Lake Street should be a balance of multi-modal transportation (pedestrians, transit, bicyclists and vehicles) and “place making” to reaffirm its long history as a destination. Community involvement was recognized as essential to project success. The vision for Lake Street included that it should incorporate unifying elements while still providing opportunities to recognize and celebrate the diversity of its neighborhoods. To facilitate community involvement, the County proposed the formation of a Project Advisory Committee (PAC) committee made up of representatives of the surrounding neighborhoods, businesses, property owners and wards.

A Technical Advisory Committee (TAC) was formed to work on developing the project design and assist the PAC. The TAC membership consists of stakeholder representatives from the County, City, Metropolitan Transit Commission (MTC) and professional service consultants. The PAC began by establishing the goals and vision for Lake Street. In considering the balance of multi-modal transportation and “place making” along Lake Street, the PAC weighed many variables. Among these were the right-of-way (R/W) width, pedestrian realm, bicyclists, present and future transit needs, on-street parking, and vehicular traffic.

The PAC began meeting in January of 2003. Over the ensuing months, the PAC met on a monthly basis (and on occasion, more frequently) investigating multiple street cross-section

alternatives. The project and the alternatives were then presented at several Public Open Houses, neighborhood, and business association meetings where comments were solicited.

Due to the length of the proposed street reconstruction, the County divided the work on Lake Street into three projects. Phase II of the project east of Hiawatha Av is anticipated to take two construction seasons to complete.

Using the recently completed bid documents, the County has drafted a cooperative agreement and cost estimate for City approval. The County's estimated costs to the City are based on their Cost Participation Policy. The cooperative agreement also includes force account work to be performed by the City's Department of Public Works and paid for by the County. The estimated cost of the east segment roadway reconstruction and streetscape projects is \$13,282,530.18. The City's estimated share of the projects is \$5,198,098.86. The City's participation is currently programmed (fund 4100-937-9372).

As noted, the estimated total payment to be made by the City to the County for the projects is \$5,198,098.86, of which \$2,806,400.67 is for roadway reconstruction and \$2,391,698.19 is for streetscape. Currently the funding for the project is as follows:

		Funding	
Roadway	\$ 9,424,770.00		
County Participation	\$ 6,601,392.70		
Federal Participation	\$ -		
City Participation	\$ 2,679,500.67	\$ 1,146,716.00	Assessment Bonds
		\$ 1,532,784.67	Net Debt Bonds
Streetscape	\$ 3,248,933.97		
County Participation	\$ -		
Federal Participation	\$ 1,001,915.03		
City Participation	\$ 2,390,895.57	\$ 2,390,895.57	Assessment Bonds
City Public Works Force Account Work	\$ 608,826.21		
County Participation	\$ 474,702.62		
Federal Participation	\$ 6,420.97		
City Participation	\$ 127,702.62	\$ 127,702.62	Net Debt Bonds

Attached is the Cooperative Agreement's Accounts Payable/Receivable Summary. The summary outlines the City's estimated share of the project cost and County payments for City Force Account Work to be performed by the City on behalf of the County.

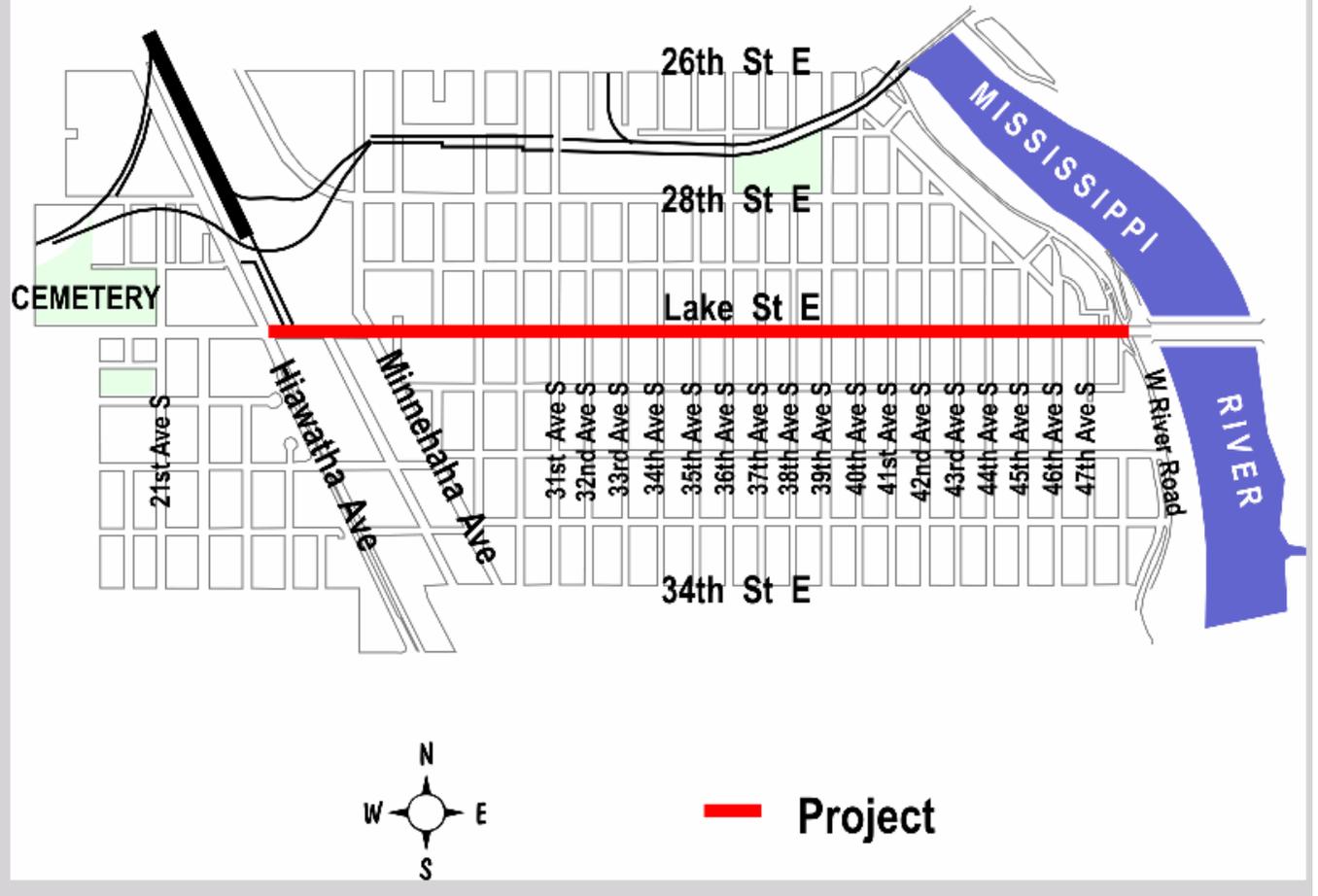
Attachment 1: Project Map

Attachment 2: City/County Cooperative Agreement's "Accounts Payable/Receivable Summary"

Cc: Council Member Cam Gordon, Ward 2
 Council Member Gary Schiff, Ward 9
 Council Member Sandra Colvin Roy, Ward 12
 Rhonda Rae, Public Works
 Bill Schroeder, PW Finance

Attachment 1 – Project Map

Lake Street Reconstruction & Streetscape Hiawatha Ave to West River Road



Attachment 2 – “Accounts Payable/Receivable Summary”

County/City
Accounts Payable/Receivable
Summary
Hennepin County Project Nos. 9741 & 0006
State Project Nos. 27-603-038 & 034
CSAH 3 from Hiawatha Avenue to West River Parkway

Item	Payable to City by County (City Receivable)	Payable to County by City (County Receivable)
Contract Construction		
• Roadway, Utilities		\$1,929,111.97
CSAH 3		437,128.00
27 th Avenue		
• Streetscape		640,568.62
Base		1,332,102.25
Enhanced		
t		
City Force Account Work		
• Roadway		
Controllers/Cabinets	\$126,900.00	
Temporary Signals/Interconnect	280,000.00	
31 st Street Transit Detour Signing	28,000.00	
Street Signs	39,000.00	
• Streetscape		
Wayfinding Signs (1)	401.31	
New Street Signs (1)	401.31	
Engineering		
• Design		143,876.63
CSAH 3		10,000.00
Areaway Identification		43,712.80
27 th Avenue		
• Construction		
CSAH 3		148,640.16
Roadway/Utilities		
Temporary Signals/Interconnect	22,400.00	
Streetscape		139,502.47
Assessment Portion		40,076.60
Federal Portion (50%)		34,970.24
27 th Avenue		



County/City
Accounts Payable/Receivable
Summary
Hennepin County Project Nos. 9741 & 0006
State Project Nos. 27-603-038 & 034
CSAH 3 from Hiawatha Avenue to West River Parkway

Item	Payable to City by County (City Receivable)	Payable to County by City (County Receivable)
Right of Way		
• Roadway		31,794.50
CSAH 3		6,100.00
27 th Avenue		2,701.00
• Drainage		94,769.00
• Enhanced Streetscape		
Environmental Services		
• Phase II Study		15,342.00
• Asbestos Removal		20,000.00
TOTAL	\$497,102.62	\$5,070,396.24

(1) In addition to the \$401.31 payable to the City, an estimated \$6,420.97 in federal funding will be transferred to the City from the County (see Sheet 1 of Exhibit "A").