



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

Date: July 12, 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 – 5th St S Street Resurfacing Project No 5225: 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 \$79,702.06 for the 5th St S Project No 5225 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 \$79,710 for the 5th St S Street Resurfacing Project No 5225, 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-229 passed May 13, 2011 designating the location and streets to be improved.

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Approved:

Steven A. Kotke, P. E., 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:
Neighborhood Meetings: None planned
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 May 13, 2011, the City Council designated the location, streets, and improvements proposed to be made in the 5th St S area. A cost estimate of \$183,600 was submitted for the 5th St S resurfacing work. The funding for this project is Net Debt Bonds (for high volume resurfacing projects) and special assessments.

The location of the street resurfacing project is 5th St South from 11th to 13th Av South. 5th St South is MSA Route No 218. This project will be coordinated with the MNDOT project to resurface the 5th St exit ramp from I-94.

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 or fall 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 5th St S project is \$79,702.06. 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 Area

Cc: Council Member Lisa Goodman, Ward 7
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 5th St S Street Resurfacing Project, Special Improvement of Existing Street No. 5225.
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 5th St S Street Resurfacing Project.

Colvin Roy

2011 STREET RESURFACING PROGRAM

**FIFTH ST S STREET RESURFACING PROJECT
SPECIAL IMPROVEMENT OF EXISTING STREET NO 5225**

Ordering the work to proceed and adopting the special assessments for the 5th St S Street Resurfacing Project.

Whereas, a public hearing was held on July 12, 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-229, passed May 13, 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-229, passed May 13, 2011.

Be It Further Resolved that the proposed special assessments in the total amount of \$79,702.06 for the 5th St 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 \$79,710 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 5th St S Street Resurfacing Project, Special Improvement of Existing Street No. 5225, 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.