



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

Date: January 13, 2009

To: Honorable Sandra Colvin Roy, Chair Transportation & Public Works Committee

Subject: **Extend term of management agreement between the Minnesota Department of Transportation (MnDOT) and the City of Minneapolis to manage the ABC Ramps**

Recommendation:

Authorize the City Engineer and/or any other proper City officials to negotiate an extension of the Management Agreement for the I-394 Parking Facilities (also known as the TAD Garages or the ABC Ramps) on behalf of the State of Minnesota as defined in Mn/DOT Management Agreement 66310 between the State of Minnesota and the City of Minneapolis and to execute any documents necessary to carry out such extension. The extension will commence on July, 1, 2009 and end on June 30, 2019

Previous Directives:

June 30, 1989 -- Resolution 89R-265 executing management agreement for I-394 parking facilities with Minnesota Department of Transportation (MnDOT) for the term commencing on July 29, 1989 and ending June 30, 2009.

Prepared by: Diana Saenger, Public Works Operations Analyst, 673-2691

Approved by:

Steven A. Kotke, P.E., City Engineer, Director of Public Works

Presenters: Jon Wertjes, P.E., PTOE, Director of Traffic & Parking Services

Reviews

Permanent Review Committee (PRC):	Approval	NA	Date
Civil Rights Affirmative Action Plan	Approval	NA	Date
Policy Review Group (PRG):	Approval	NA	Date

Financial Impact (Check those that apply)
No Financial Impact

Community Impact

Neighborhood Notification: Not Applicable

City Goals: A Safe Place to Call Home: the city's infrastructure will be well-maintained, people will feel safe in the city.

Comprehensive Plan: Not Applicable

Zoning Code: Not Applicable

Background/Supporting Information

The Department of Public Works recommends that the City Engineer and/or any other proper City officials be authorized to exercise the City's option to extend the term of the Management Agreement for the I-394 Parking Facilities (commonly known as the TAD Garages or ABC Ramps) on behalf of the State of Minnesota as defined in Mn/DOT Management Agreement 66310 between the State of Minnesota and the City of Minneapolis.

Pursuant to its existing management agreement with the Minnesota Department of Transportation (MNDOT) the City has managed and operated the TAD Garages on behalf of the State for a term that started on July 29th, 1989. The term of the existing management agreement ends on June 30, 2009. Pursuant to the management agreement, the City has managed the TAD Garages in accordance with the "Minnesota Department of Transportation Maintenance and Operation Plan for the I-394 Third Avenue Distributor Garage A, Garage B, Garage C, dated June, 1989 (the "Operation Plan")" as amended.

Paragraph 1.2 of the existing Management Agreement provides that:

"The City shall have the option to extend this agreement for an additional ten year term after the initial term, and thereafter shall have two additional options to extend this Agreement of ten years each. The City shall give the State a 180 day written notice prior to the expiration date of this Agreement [June 30, 2009] to exercise its option to extend the term."

By letter of December 22, 2008, the Minneapolis City Engineer gave formal notice to MNDOT of the City's formal request to exercise the City's option to extend the term of the Management Agreement for the ABC Ramps. Staff recommends formal Council approval of this request and authority to execute any other documents that may be necessary to provide for this 10 year extension of the existing Management Agreement.