



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

Date: April 3, 2007
To: Honorable Sandra Colvin Roy, Chair Transportation & Public Works Committee
Referral to: Honorable Paul Ostrow, Chair Ways & Means / Budget Committee

**Subject: 2007-2009 Grant Agreements
Downtown Minneapolis Transportation Management Organization (TMO)**

Recommendation:

- a. Authorize the City Officers to execute Metropolitan Council Pass Through Grant Agreement No. SG-2007-028 between Metropolitan Council and the City of Minneapolis to provide up to \$661,797 in federal grant funding (FTA-CMAQ) for Transportation Demand Management (TDM) projects in effect for the period of April 1, 2007 through March 31, 2009.
- b. Authorize the City Officers to execute City Agreement with Downtown Minneapolis Transportation Management Organization (TMO) to perform specific work efforts as outlined in and in accordance with Met Council Contract SG-2007-028 that provides up to \$661,797 in federal grant funding in effect for the period of April 1, 2007 through March 31, 2009.
- c. Passage of the accompany resolution increasing the Public Works – Transportation Agency appropriation in the Permanent Improvement Projects Fund (4100-943-9462) by \$661,797 and increase the revenue source (4100-943-9462 – Source 3215) by \$661,797.

Previous Directives:

- January 26, 2007 -- Resolution 2007R-042 for \$80,707, 1/1/2007 thru 3/31/2007
- April 15, 2005 – Resolution 2005R-197 for \$585,000, 1/1/2005 thru 12/31/2006
- April 16, 2004 -- Resolution 2004R-171 for \$575,987, 1/1/2003 thru 12/31/2004
- July 21, 2001 – Resolution 2001R-344 for \$517,000, 7/1/2001 thru 6/30/2003
- June 11, 1999 – Resolution 99R-202 for \$460,800, 7/1/1999 thru 6/30/2001

Prepared by: Jon Wertjes, Director of Traffic and Parking Services, 673-2614

Approved by:

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

Presenters in Committee: Jon Wertjes

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
- Business Plan: Action is within the plan. Action requires a change to plan.
- Other financial impact (Explain):

- Request provided to department's Finance Dept. contact when provided to the Committee Coordinator

Background/Supporting Information

The City of Minneapolis applied for FTA Congestion Mitigation and Air Quality (CMAQ) funds through the Met Council's regional solicitation process and was awarded such funds for Travel Demand Management (TDM) projects. As such the Downtown Transportation Management Organization (TMO) was created in 1991 to assist in performing various TDM projects.

Existing Agreements

The City is the public fiscal agent to receive the federal funds. Public Works approves the appropriate federal fund reimbursements for the TDM projects including the TMO. The previous Met Council Pass Through Grant Agreement No. 051004 plus the recent Amendment #1 covers the project activity period of January 1, 2005 through March 31, 2007. The total two-year and three month estimated project cost is \$832,133 following an 80/20 grant-match cost split. The maximum grant amount is \$665, 707 with a grant match of \$166,426.

Based on the Met Council Pass Through Grant Agreements, an agreement is needed between the City and the TMO. This allows the City to reimburse the TMO for TDM project costs. Based on the grant application process, the City and the TMO have developed a proposed work plan and efforts that are in accordance with the federal grant.

Proposed Agreements for the April 2007 to March 2009

Met Council – City Agreement

The City and TMO have applied for and received notice that grant funds are available for the next two year cycle April 2007 through March 2009. The City is the public fiscal agent to receive the federal funds. Public Works approves the appropriate federal fund reimbursements for the TDM projects including the TMO. The previous contract plus Amendment #1 covered the period from January 1, 2005 to March 31, 2007.

The proposed Met Council Pass Through Grant Agreement No. SG-2007-028 covers the project activity period of April 1, 2007 through March 31, 2009. The total two-year estimated project cost is \$827,246 following an 80/20 grant-match cost split. The two-year maximum grant amount is \$661,797 with a grant match of \$165,449

City – TMO Agreement

Based on the Met Council Pass Through Grant Agreements, an agreement is needed between the City and the TMO. This will allow the City to reimburse the TMO for TDM projects.

Based on the grant application process, the City and the TMO developed a proposed work plan and efforts that are in accordance with the federal grant.

Cc Dick Allendorf, TMO Executive Committee Chair
Teresa Wernecke, TMO Executive Director

Resolution _____

Amending The 2007 Capital Improvement Appropriation Resolution

Resolved by The City Council of The City of Minneapolis:

That the above-entitled resolution, as amended, be further amended by increasing the PW – Transportation Capitol Agency in the Permanent Improvement Projects Fund (4100-943-9462) by \$661,797 and increase the revenue source (4100-943-9462 - Source 3215) by \$661,797