



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

Date: April 4, 2006
To: Honorable Sandra Colvin Roy, Chair Transportation & Public Works Committee
Referral to: Honorable Paul Ostrow, Chair Ways & Means/Budget Committee

Subject: Execution of Amendment No. 4 to Minnesota Department of Transportation (MnDot) Lease H-05829 providing for leasing and use of State of Minnesota owned property under the I-94 Bridge at 198 Aldrich North in Minneapolis.

Recommendation:

That proper City officials be authorized to execute Amendment 4 to MnDot lease H-05829 (City Contract 11608) providing for the continuance of said lease for an additional five years. Said lease amendment shall commence April 1, 2006 with rental rates remaining at \$1,725.00 per month for the term of the lease.

Funds have been budgeted for this activity and are payable from 0100-685-6851-5083 and 0100-607-6189-5083.

Previous Directives:

- November 5, 2004 – Amendment 3 approved
- July 26, 2002 – Amendment 2 approved
- June 1, 1999 – Amendment 1 approved
- April 15, 1997 – Lease H-05829 approved
- July 31, 1981 – Council approved first lease of land

Prepared by: Greg Goeke, Facilities Manager, 673-2706

Approved by:

Klara Fabry, P.E., City Engineer, Director of Public Works

Presenters: Steve Kotke, Deputy Director of Public Works for Internal Services,
Jon Wertjes, Director of Traffic and Parking Services,

Financial Impact (Check those that apply)

- Action is within current department budget
 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

Community Impact

Neighborhood Notification: Not Applicable

City Goals: Maintain and repair the transportation infrastructure of the City

Comprehensive Plan: Not Applicable

Zoning Code: Not Applicable

Background/Supporting Information

Public Works has leased space under the I-94 bridges in the vicinity of 198 Aldrich since 1981. The space is used by the Street Maintenance Division of Public Works for storing equipment and materials necessary due to its mandate to maintain and repair the City's transportation infrastructure.

The underbridge area adjoining 198 Aldrich is effective for storage. The site is immediately adjacent to Street Maintenance headquarters and lies only a short distance from most high volume traffic areas in the City. As street repair problems are identified or called in, City crews have repair materials directly at hand. This availability makes for prompt and efficient street repairs as they are needed.

The cost of renting the MnDot land is currently 48.4 cents per year per usable square foot of land. MnDot has agreed to continue its lease for five years with the same rent.

Funds have been budgeted for this activity and available from 0100-685-6851-5083 and 0100-607-6189-5083.

cc: Steve Mosing
Steve Collin

/mn198