



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

Date: June 7, 2011

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

Referral: Honorable Betsy Hodges, Chair Ways and Means

Subject: **Metropolitan Council Municipal Infiltration/Inflow Program Grant Agreement**

Recommendation:

- a. Passage of a resolution to authorize the proper City Officials to enter into and execute a General Obligation Bond Grant Agreement - Construction Grant with the Metropolitan Council for the CIPP (cured-in-place pipe) Lining of Sanitary Sewers in I Mn-320 Turnback Project Areas including a bond-financed property Certification.
- b. Passage of a resolution amending the 2011 Capital Improvement appropriation resolution for the PW – Sewer Construction Agency in Fund 07100 (07100-9010932 Project SA036) increasing this fund by \$461,780; and increase the transfer in from fund 01600 revenue source 382601 (07100- 1270100) by \$461,780 to be reimbursed by the Met Council Grant to be deposited into fund 01600.
- c. Increase the PW – Surface Water and Sewers appropriation in the Grant Fund (01600-1270100-907101 by \$461,780 and increase revenue source 3215 (01600-9010932) to be reimbursed by the Met Council Grant

Previous Directives:

- January 18, 2011: Authorize Public Works to apply for grant funding and negotiate a grant agreement with Metropolitan Council Environmental Services' Municipal Infiltration/Inflow Grant Program to fund CIPP lining of existing sanitary sewers.

Prepared by: Kelly Moriarity, Principal Professional Engineer 673-3617
Lisa Cerney, P.E., Director, Surface Water and Sewers

Approved by:

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

Presenters: Kelly Moriarity, Principal Professional Engineer, Surface Water and Sewers

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

Action is within current department budget

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 Metropolitan Council Environmental Services (MCES) has been working with municipalities to reduce inflow and infiltration in local wastewater collection systems with the goal of reducing peak flows to their treatment plant facilities and thus reducing or eliminating the need for capital improvements expanding the regional system. In order to help local municipalities pay for improvements to reduce inflow and infiltration to their local systems, MCES has received state funding to provide grants to municipalities for capital improvements which meet the goal of reducing inflow and infiltration in the local wastewater collection systems.

The City of Minneapolis submitted a grant proposal to MCES to fund CIPP (cured-in-place pipe) lining of sanitary sewers in the Bryn Mawr and Harrison neighborhoods which experience excessive inflow and infiltration based on monitoring the City has performed in the system.

Financial Impact

MCES has determined that the City of Minneapolis would be eligible for \$461,780 which funds 25% of the cost to line these sanitary sewers. The remaining funds to match the grant and complete the lining are available in the Surface Water and Sewer 7100 fund and are already programmed for this type of work. This grant funding would allow the City to complete additional lining in 2011 and 2012 over and above what is already programmed.

State Bond Financed Property

The MCES Municipal Infiltration/Inflow Grant Program is funded thru State General Obligation Bond Proceeds. The use of these funds to improve real property will cause these structures to become state bond financed property for the useful life of the facility (in this case Sanitary Sewer Pipes with a useful life of 50 years). The City will be required to report annually to the Met Council and the State that the facilities are being used for the purpose required and have not been sold, abandoned or leased.

Recommendation

Public Works is requesting that the proper City officials be authorized to enter into and execute a General Obligation Bond Grant Agreement – Construction Grant with the Metropolitan Council for the CIPP Lining of Sanitary Sewers in I Mn-320 Turnback Project Areas thru the I/I Municipal Grant Program.

Public Works also requests that the Director of Public Works or his designee be the authorized representative for the City for the purposes of signing the bond-financed property Certification and annual reporting as well as for submitting pay claims for reimbursement of Project costs.

Cc: Pierre Willette
Corey Conover
Bishow Dhungana

RESOLUTION FOR AGENCY AGREEMENT

Entering into an agreement to accept a grant for the Metropolitan Council Municipal Infiltration/Inflow Grant Program and authorizing the Director of Public Works to be the authorized representative for the City.

Resolved by the City Council of the City of Minneapolis:

That the proper City officers are hereby authorized and directed to enter into and execute a General Obligation Bond Grant Agreement - Construction Grant with the Metropolitan Council for the CIPP (cured-in-place pipe) Lining of Sanitary Sewers in I Mn-320 Turnback Project Areas including a bond-financed property Certification.

Be It Further Resolved that the Director of Public Works or his designee are directed to be the authorized representative for the City for the purposes of signing the bond-financed property Certification and annual reporting as well as for submitting pay claims for reimbursement of Project costs.

Amending The 2011 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 – Sewer Construction Agency in Fund 07100 (07100-9010932 Project SA036 by \$461,780; and increase the transfer in from fund 01600 revenue source 382601 (07100- 1270100) by \$461,780 to be reimbursed by the Met Council Grant to be deposited into fund 01600.