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

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

Subject: Lynnhurst (Northeast) Street Renovation, Project No 5181: Public Hearing

Recommendation:
1. Passage of a Resolution ordering the City Engineer to proceed and do the work and adopting the special assessments in the total amount of $252,531.81 for the Lynnhurst (Northeast area) Street Renovation project.

b) Passage of a Resolution requesting the Board of Estimate and Taxation to issue and sell assessment bonds in the amount of $252,530, with the bonds to be paid for from special assessments.

These Resolutions may be authorized for summary publication.

Previous Directives:
City Council Resolution No 2007R- 096, Project Designation, dated February 23, 2007

Prepared by: Suzette R. Hjermstad, R.E. Investigator II 673-2401
Rhonda Rae, P.E., Director Engineering Services, 673-3627
Approved: _____
Steve Kotke, P. E., City Engineer, Director of Public Works

Presenters in Committee: Donald R. Elwood, P. E., Principal Professional Engineer, Engineering Services Div.

Permanent Review Committee (PRC)	Approval _____	Not applicable	___X___
Policy review Group (PRG)	Approval _____	Not applicable	___X___

Financial Impact (Check those that apply)
_X_ 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.
_X_ Other financial impact : Special Assessments against benefited properties
___ Request provided to department's Finance Dept. contact when provided to the

Committee Coordinator

Community Impact

Neighborhood Notification: March 27 pre-assessment community meeting.
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 February 23, 2007, the City Council designated the location, streets and improvements proposed to be made in the Lynnhurst (Northeast) area. The Lynnhurst street renovation project includes the following streets:

49th St W from Penn Av S to Knox Av S;
Oliver and Morgan Avs S from 50th St W to E Lake Harriet Parkway; and
Newton and Logan Avs S from 50th St W to 49th St W.

The cost estimate for the Lynnhurst (Northeast) Street Renovation Project is $711,907. The street renovation would be a mill and overlay of the street surface with plant mix asphalt and with selected curb and gutter replacements and other street paving related improvements as needed. The project will be constructed by City crews and is scheduled to begin in June, 2007 and be completed in August, 2007.

The proposed street renovation special assessments were determined by applying the 2007 Uniform Assessment Rates to the land area of benefited parcels located within the street influence zone along the improved streets. The 2007 renovation assessment rates are as follows:

$0.75/sq ft – Local – Non-Residential
$0.29/sq ft – Local – Residential

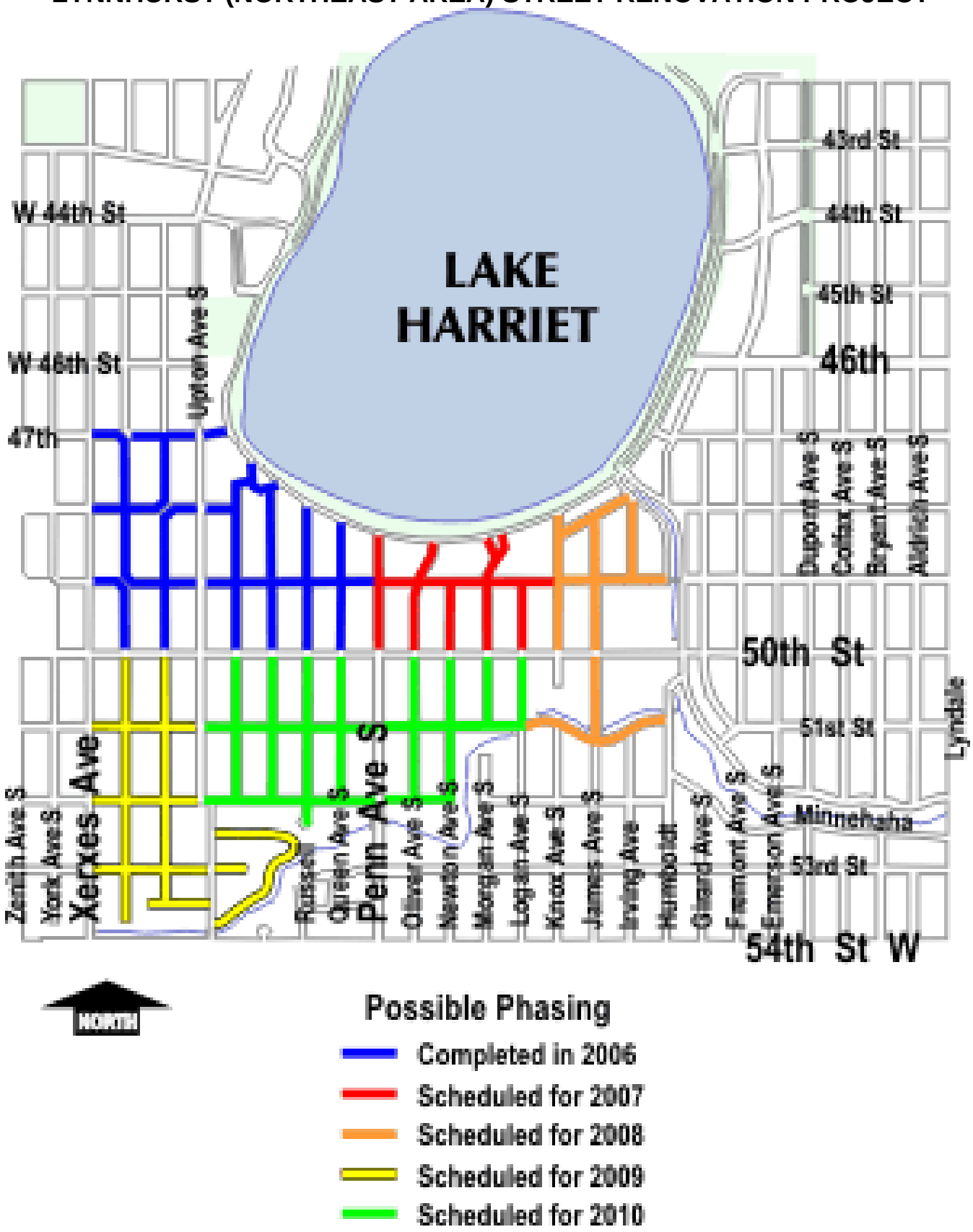
The proposed total assessment amount for the Lynnhurst (Northeast) Street Renovation Project is $252,531.81. This project is comprised of all residential use properties. Individual assessments of more than $150 would be collected over 10 years beginning on the 2008 real estate tax statements with the interest charged at the same rate as assessment bonds are sold. Assessments of $150 or less would be collected in their entirety on the 2008 real estate tax statements with interest charged at the same rate as assessment bonds are sold. Information has been provided in the Notices as to how persons may prepay the special assessments in full without interest charges if they so choose.

The City Council has passed Resolutions whereby a deferment of the special assessments 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 permanent and total disability.

Attachment 1 – Map

Cc: Jack Qvale, Secretary, Board of Estimate and Taxation

LYNNHURST (NORTHEAST AREA) STREET RENOVATION PROJECT



T&PW & W&M/Budget – Your Committee recommends passage and summary publication of the accompanying Resolutions:

a) Ordering the work to proceed and adopting the special assessments for the Lynnhurst (Northeast area) Street Renovation Project, Special Improvement of Existing Street No. 5181.

b) Requesting the Board of Estimate and Taxation to issue and sell assessment bonds in the amount of $252,530, with the bonds to be paid for from special assessments.

By Colvin Roy and Ostrow

LYNNHURST (NORTHEAST) STREET RENOVATON PROJECT
SPECIAL IMPROVEMENT OF EXISTING STREET NO 5181

Ordering the work to proceed and adopting the special assessments for the Lynnhurst (Northeast area) Street Renovation Project.

Whereas, a public hearing was held on April 3, 2007, in accordance with Chapter 10, Section 6 of the Minneapolis City Charter and Section 24.180 of the Minneapolis Code of Ordinances to consider the proposed improvements as designated in Resolution 2007R-096, passed February 23, 2007 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 2007R-096, passed February 23, 2007.

Be It Further Resolved that the proposed special assessments in the total amount of $252,531.81 for the Lynnhurst (Northeast) Street Renovation 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 for the Lynnhurst (Northeast) Street Renovation Project, the number of successive equal annual principal installments by which the special assessments of more than $150 may be paid shall be fixed at ten (10) and that the interest charged at the same rate as the assessments bonds are sold for, with collection to begin on the 2008 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 assessment bonds are sold for, with collection of the special assessments on the 2008 real estate tax statements.

By Colvin Roy and Ostrow

Requesting the Board of Estimate and Taxation to issue and sell City of Minneapolis bonds in the amount of $252,530 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 Lynnhurst (Northeast) Street Renovation Project, Special Improvement of Existing Street No. 5181, to be assessed against benefited properties as estimated by the City Council, which assessments shall be collectible in ten (10) successive annual installments, payable in the same manner as real estate taxes.