



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

**Date:** December 8, 2009  
**To:** Honorable Sandra Colvin Roy, Chair Transportation & Public Works Committee  
**Referral:** Honorable Paul Ostrow, Chair Ways & Means Committee  
**Subject:** **ABC Parking Ramps Amendment No. 2 to Mn/DOT Management Agreement No. 66310**

**Recommendation:**  
Approval of Amendment No. 2 to Mn/DOT Management Agreement No. 66310.

- Previous Directives:**
- August 14, 2009 -- Approved an appropriation for the ABC ramps to allow for 2009/2010 major improvements and to accept reimbursement from Mn/DOT.
  - July 23, 2004 -- City Council adopted Amendment No. 1 to MnDOT Management Agreement No. 66310 to clarify the procedures for transferring the existing fund balance and transferring funds for operating and maintenance expense reimbursement.
  - June 30, 1989 executed MnDOT Management Agreement No. 66310.

**Prepared by:** Diana Saenger, Operations Analyst, Traffic & Parking Services 673-2691

**Approved by:**  
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Steven A. Kotke, P.E., City Engineer, Director of Public Works

**Presenters:** Diana Saenger

### Reviews

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

**Financial Impact**  
No financial impact

**Community Impact**  
Neighborhood Notification: N/A  
City Goals: N/A  
Comprehensive Plan: N/A  
Zoning Code: Not Applicable

## **Background/Supporting Information**

Management Agreement 66310 between MnDOT and the City of Minneapolis defines the ownership and management responsibilities for the ABC Ramps. This agreement provides for the City of Minneapolis to manage and operate the ABC Ramps on behalf of the State for a defined 10 year term which commenced on July 29, 1989. The agreement offers the City extensions to the agreement for up to three additional ten-year terms. On January 23, 2009 the City Council approved the first extension of an additional ten-year term beginning July 1, 2009 ending on June 30, 2019.

### Amendment #1

Since the execution of the original agreement, Amendment #1 was approved. Amendment #1 set a process for the State to immediately receive the revenues from the ramps and to outline a process to reimburse the City for the operating costs to manage and operate the ramps. Amendment #1 clarifies procedures for transferring funds from the State's special revenue account to the City for operating and maintenance expense reimbursement creating a revolving account with a cap of \$1,000,000.

### Amendment #2

Current monthly operation and maintenance costs exceed \$1,000,000. Current projects approved by the State are also not reflected in this fund resulting in the City floating the costs while waiting for reimbursement.

Removing the \$1,000,000 cap will allow the State (MnDOT) and the City of Minneapolis to annually determine the appropriate funding levels due to current inflation, economic conditions, and operational impacts for this account. This Amendment #2 will allow the appropriate funding level to assure the City of Minneapolis has no financial obligation to ABC Ramp operation, major maintenance, or special project costs.

Amendment #2 lifts the \$1,000,000 cap on the City of Minneapolis revolving expense account (fund) to allow appropriate funding levels for the ABC Ramp operations and improvements. The operating and capital funds will be determined annually through a standard budget approval to occur between Mn/DOT and City of Minneapolis Public Works which are defined in this amendment.