



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

Date: July 29, 2008
To: Honorable Sandra Colvin Roy, Chair Transportation & Public Works Committee
Referral To: The Honorable Paul Ostrow, Chair Ways and Means/Budget Committee
Subject: **2008 Resurfacing Program – North Hiawatha Resurfacing Project No 2269:
Public Hearing**

Recommendation:

1. Passage of a resolution ordering the City Engineer to proceed and do the work and adopting special assessments in the amount of \$925,299.28 for the North Hiawatha Project No 2269 Street Resurfacing project.

2. Passage of a Resolution requesting the Board of Estimate and Taxation to issue and sell assessment bonds in the amount of \$925,295 for the North Hiawatha Street Resurfacing Project No 2269, with the bonds to be paid for from special assessments.

These Resolutions may be authorized for summary publication.

Previous Directives:

- June 20, 2008 Council Resolution 2008R-257 designating the location and streets to be improved.
- Feb 15, 2008 Council resolution 2008R-064, establishing the Asphalt Pavement Resurfacing Program.
- Resolution 2008R-064, amending the 2008 Capital Improvement Appropriation to fund the resurfacing program.
- Resolution 2008R-067, establishing 2008 Uniform Assessment Rates for Resurfacing Improvements.

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Michael D. Kennedy, P.E, Director, Transportation, Maintenance & Repair

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

Presenter: Michael D. Kennedy, P.E, Director, Transportation, Maintenance & Repair

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 (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: Special Assessments against benefited properties
- Request provided to department's Finance Dept. contact when provided to the Committee Coordinator

Community Impact

Neighborhood Notification: Public hearing notices and meeting invitations mailed July 1
Neighborhood Meetings: Neighborhood meeting held July 14, 2008
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 June 20, 2008, the City Council designated the location, streets and improvements proposed to be made in the North Hiawatha neighborhood area.

The North Hiawatha street resurfacing project is bounded by 38th St E on the north, Edmund Blvd on the east, 42nd St E on the south and Minnehaha Av on the west. All of the streets being resurfaced in this project are local City designated streets. The cost estimate is \$1,475,712 for the North Hiawatha Street Resurfacing Project.

The street resurfacing would be a mill and overlay of the street surface with plant mix asphalt and other paving related improvements as needed. The construction of this project is scheduled to begin in August, 2008 and will be constructed by the City's workforce.

The street resurfacing special assessments were determined by applying the 2008 Uniform Assessment Rates to the land area of benefited parcels located within the street influence zone along the improved streets. The 2008 resurfacing assessment rates as follows:

- \$0.42/sq ft – (Local) - Non-Residential
- \$0.16/sq ft – (Local) – Residential

Individual assessments of more than \$150 would be collected over 5 years beginning on the 2009 real estate tax statements with interest charged at the same rate as the City pays in interest for selling assessment bonds. Individual assessments of \$150 or less would be collected in their entirety on the 2009 real estate tax statements. 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. Typical residential lots within this resurfacing project are in a price range of \$800 - \$900 for assessments.

Attachment 1 – Map Area A

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

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

1. Ordering the work to proceed and adopting the special assessments for the North Hiawatha Street Resurfacing Project, Special Improvement of Existing Street No. 2269.
2. Requesting the Board of Estimate and Taxation to issue and sell City of Minneapolis bonds for the purpose of paying the assessed cost of street improvements in the North Hiawatha Street Resurfacing Project.

Colvin Roy

2008 STREET RESURFACING PROGRAM

**NORTH HIAWATHA STREET RESURFACING PROJECT
SPECIAL IMPROVEMENT OF EXISTING STREET NO 2269**

Ordering the work to proceed and adopting the special assessments for the North Hiawatha Project.

Whereas, a public hearing was held on July 29, 2008 in accordance with Chapter 10, Section 8 of the Minneapolis City Charter and Section 24.180 of the Minneapolis Code of Ordinances to consider the proposed improvements as designated in Resolution 2008R-257, passed June 20, 2008 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 2008R-257, passed June 20, 2008.

Be It Further Resolved that the proposed special assessments in the total amount of \$925,299.28 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 the number of successive equal annual principal installments by which the special assessments of more than \$150 may be paid shall be fixed at five (5) and that the interest charged at the same rate as the City pays in interest for selling assessment bonds with collection of the special assessments to begin on the 2009 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 City pays in interest for selling assessment bonds with collection of the special assessments to begin on the 2009 real estate tax statements.

Colvin Roy and Ostrow

Requesting the Board of Estimate and Taxation to issue and sell City of Minneapolis bonds in the amount of \$925,295 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 North Hiawatha Street Resurfacing Project, Special Improvement of Existing Street No 2269, to be assessed against benefited properties as estimated by the City Council, which assessments shall be collectible in five (5) successive annual installments, payable in the same manner as real estate taxes.