



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

Date: October 9, 2007
To: Honorable Sandra Colvin Roy, Chair Transportation & Public Works Committee
Referral to: Honorable Paul Ostrow, Chair Ways & Means/Budget Committee

Subject: Closing Project Funds

Recommendation:

1. Receive and accept the final costs of all the work described in the following projects for the total amount specified and adjust the capital appropriation as specified thereby closing the specified project:
 - a) All sewer related work for Harrison Street NE totals \$674,328.83. The Sewer Construction capital appropriation in 7300-932-9324 Project 28003 should be increased by \$23,328.83.
 - b) All sewer related work for Light Rail Transit Hiawatha totals \$1,390,714.65. The Sewer Construction capital appropriation in 7300-932-9324 project LRTHW should be increased by \$890,714.65.
 - c) All sewer related work for Combined Sewer Overflow 1999 totals \$2,486,563.90. The Sewer Construction capital appropriation in 7300-932-9324 project 99CSW should be decreased by \$13,436.10.
 - d) All sewer related work for Combined Sewer Overflow Improvements 2003 totals \$1,999,996.00. The Sewer Construction capital appropriation in 7300-932-9324 project 03CSO should be decreased by \$4.00.
 - e) All sewer related work for Nicollet Avenue S Phase I for a total of \$114,165.87. The Sewer Construction capital appropriation in 7300-932-9324 project 43001 should be decreased by \$89,834.13.
 - f) All sewer related work for Light Rail at Cedar Riverside totals \$423,599.78. The Sewer Construction capital appropriation in 7300-932-9324 project LRTCR should be decreased by \$258,742.22.
 - g) All sewer related work for Light Rail Transit Downtown totals \$89,585.63. The Sewer Construction capital appropriation in 7300-932-9324 project LRTSH should be decreased by \$362,594.78.
 - h) All sewer related work for Flood Area #37 Pond at 29th and Logan Avenues North totals \$5,406,797.31. The Sewer Construction capital appropriation in 7300-932-9324 project PND37 should be decreased by \$923,202.69.
2. As a result of the above project closeout **\$112,776.99 of excess** revenue will become available. The available revenue is reallocated to the 31st Avenue NE and California Street NE sewer project with the Capital appropriation increases and revenue budget increases to the appropriate Capital appropriation Resolution as follows:

- a) \$112,776.99 increase to Fund/Agency/Org 4100-932-9324-31CAL and revenue source from:
 - i. 7300-932-9324-28003 (Harrison St NE 28003) \$10,612.67;
 - ii. 7300-932-9324-43001 (Nicollet Ave S Phase I 43001) \$42,143.12;
 - iii. 7300-932-9324-LRTCR (Light Rail at Cedar Riverside LRTCR) \$4,560.49;
 - iv. 7300-932-9324-LRTHW (Light Rail Transit Hiawatha LRTHW) \$49,531.66;
 - v. 7300-932-9324-LRTSH (Light Rail Transit Downtown LRTSH) \$5,929.05.

3. As a result of the project close outs in recommendation #1, \$993,642.79 of excess Net Debt Bonds will become available. The available Net Debt Bonds are reallocated to the sewer projects listed below with the revenue budget increases to the appropriate Capital appropriation Resolution as follows:
 - a) \$10,500.00 increase to Fund/Agency/Org: 4100-932-9324-01059 and revenue source
 - b) \$382,168.38 increase to Fund/Agency/Org: 7300-932-9324-02REN and revenue source
 - c) \$7,441.14 increase to Fund/Agency/Org: 4100-932-9324-31CAL and revenue source
 - d) \$87,898.73 increase to Fund/Agency/Org: 4100-932-9324-32820 and revenue source
 - e) \$11,970.33 increase to Fund/Agency/Org: 7300-932-9324-LRTDT and revenue source
 - f) \$143,664.21 increase to Fund/Agency/Org: 7300-932-9324-01RHB and revenue source
 - g) \$350,000.00 increase to Fund/Agency/Org: 7300-932-9324-PV042 and revenue source

4. Request the concurrence of the Board of Estimate and Taxation in the reallocation of already issued Net Debt Bonds of \$993,642.79 from the 2003 Combined Sewer Overflow Program (03CSO) and Flood Area #37 Pond at 29th & Logan Avenues North to the projects identified above:
 - a) \$993,638.79 from 7300-932-9324-PND37
 - b) \$4.00 from 7300-932-9324-03CSO

5. Receive and accept the final costs of all the work described in the following projects for the total amount specified, there is no remaining capital appropriation as specified thereby closing the specified project:
 - a) All sewer related work for Johnson Street NE for a total of \$98,500.00. There is no remaining Sewer Construction capital appropriation in 4100-932-9324 project 01059.
 - b) All sewer related work for Street Renovation Program 2002 for a total of \$495,168.38. There is no remaining Sewer Construction capital appropriation in 7300-932-9324 project 02REN.
 - c) All sewer related work for 31st Ave NE & California St N for a total of \$239,218.13. There is no remaining Sewer Construction capital appropriation in 4100-932-9324 project 31CAL.
 - d) All sewer related work for Johnson Street NE for a total of \$448,927.74. There is no remaining Sewer Construction capital appropriation in 4100-932-9324 project 32820.

A worksheet detailing these changes is attached.

Previous Directives:

- All previous capital resolutions regarding projects discussed within.

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 Rhonda Rae, P.E., Director, Surface Water and Sewers, 612-673-3627

Approved by:

 Patrick Born, City Finance Officer

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

Presenters: Bo Spurrier, Principal Professional Engineer, Surface Water and Sewers

Permanent Review Committee (PRC)	Approval _____	Not applicable <u> X </u>
Policy review Group (PRG)	Approval _____	Not applicable <u> X </u>

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 (Explain):
- Request provided to department's Finance Dept. contact when provided to the Committee Coordinator

Community Impact

Neighborhood Notification: Not Applicable
 City Goals: A safe place to call home. The city's infrastructure will be well-maintained.
 Comprehensive Plan: Not Applicable
 Zoning Code: Not Applicable

Background/Supporting Information

Public Works has been working with Finance on closing sewer funded projects which have been completed and financially the revenues equal the expenses. The above listed projects in Recommendation 1 and 5 represent 14 identified projects in which the work has been completed. These projects were complete within or under the appropriated budget; therefore no other funds remain appropriated.

Recommendation 2 makes the balance of sewer funds available. Recommendation 3 reallocates Net Debt Bonds to projects. Projects 4100-932-9324-01059 and 7300-932-9324-02REN need additional Net Debt Bonds because an insufficient amount of Net Debt Bonds were issued to fully fund appropriations. Project 4100-932-9324-31CAL, project 4100-932-9324-32820, project 7300-932-9324-43002 exceeded the original cost because of unforeseen changed conditions. Project 7300-932-9324-PV042 included correcting a CSO and routing the

CSO runoff through East 50th Street. This requires additional work in order to meet State Aid Standards. The balance of funds not transferred to close projects is \$67,437.71 and this amount is transferred to SW036 (I&I Removal Program).

Enclosure: Worksheet "Closing Project Funds"

Cc: Jack Qvale, Board of Estimate and Taxation
William Schroeder, Finance
Mike Abeln, Finance
Roger Simonson, Finance
Dick Smith, Public Works
Paul Ogren, Public Works
Rich Profaizer, Public Works
Greg Schroeder, Public Works