



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

**Date:** July 14, 2015

**To:** Honorable Kevin Reich, Chair Transportation & Public Works Committee

**Referral to:** Honorable John Quincy, Chair Ways and Means Committee

**Subject:** **2015 Unpaved Alley Program; 28<sup>th</sup> St E and 33<sup>rd</sup> Ave S Alley  
Construction: Public Hearing (Project No 2289)**

### Recommendation:

- A. Pass a resolution ordering the City Engineer to proceed and do the work and adopting special assessments in the amount of \$44,050.50 for the 2015 Unpaved Alley Program, 28<sup>th</sup> St E and 33<sup>rd</sup> Av S Alley Construction, Project No. 2289.
- B. Pass a Resolution requesting the Board of Estimate and Taxation to authorize the City to issue and sell assessment bonds in the amount of \$44,051 with the bonds to be paid from special assessments.

### Previous Directives:

June 5, 2015 – Council resolution 2015R-238, designating the alley and improvements to be made

Dec 5, 2014 - Council resolution 2014R-503, establishing the 2015 Uniform Assessment Rates

### Department Information:

Prepared by: Suzette Hjermsstad, RE Investigator II, 673-2401  
Don Elwood, P.E., Director, Transportation Engineering & Design

Approved by: \_\_\_\_\_  
Steven A. Kotke, P.E., Director of Public Works

Presenters in Committee: Jeff Handeland, P.E., Principal Professional Engineer,  
Transportation Engineering & Design

### Financial Impact

Special assessments against benefited properties.

### **Community Impact**

- Neighborhood Notification: Public hearing notices were mailed to affected property owners on June 26
- City Goals: Natural and built spaces work together and our environment is protected.

### **Supporting Information**

On June 5, 2015, the City Council designated the alley location for the improvements to be made. These improvements consist of removing the old surface, replace with new concrete pavement and related items and work.

The location of the alley construction is the "L" alley between 28<sup>th</sup> St E and 33<sup>rd</sup> Av S (for Finance purposes Levy 01014, Project No 2289C). The project cost estimate for this work is \$165,000. The 2015 adopted uniform assessment rate for alley construction is \$0.27 per sq. foot of land area abutting the alley to be improved. The rate is the same for residential and non-residential use properties. The total amount to be assessed is \$44,050.50. The remaining costs not covered by assessments will be funded by Net Debt Bonds.

Individual assessments of more than \$150 would be collected over 10 years beginning on the 2016 real estate tax statements with interest charged at 4.2% as adopted by City Council on June 19, 2015. Individual assessments of \$150 or less would be collected in their entirety on the 2016 real estate tax statements with interest charged at 2.1%. 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.

Attachment - Map

cc: Council Member Cam Gordon, Ward 2  
Jack Qvale, Secretary, Board of Estimate and Taxation  
Mike Abeln, Director of Capital & Debt Management

**T&PW & W&M/Budget** - Your Committees recommend passage and summary publication of the accompanying Resolutions:

- 1, Ordering the work to proceed and adopting the special assessments for the 2015 Unpaved Alley Program; 28<sup>th</sup> St E and 33<sup>rd</sup> Av S Alley Construction Project No. 2289.
2. Requesting the Board of Estimate and Taxation to authorize the City's issuance and sale of assessment bonds in the amount of \$44,051 for the 2015 Unpaved Alley Program; 28<sup>th</sup> St E and 33<sup>rd</sup> Av S Alley Construction Project.

## Reich

### 2015 Unpaved Alley Program 28<sup>th</sup> St E and 33<sup>rd</sup> Av S Alley Construction Project No. 2289

#### **Ordering the work to proceed and adopting the special assessments for the 2015 Unpaved Alley Program.**

Whereas, a public hearing was held on July 14, 2015 in accordance with Article IX, Section 9.6(c) of the Minneapolis City Charter and Section 24.110 of the Minneapolis Code of Ordinances to consider the proposed improvements as designated in Resolution 2015R-238, passed June 5, 2015 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 2015R-238, passed June 5, 2015.

Be It Further Resolved that the proposed special assessments in the total amount of \$44,050.50 for the 2015 Unpaved Alley Program, 28<sup>th</sup> St E and 33<sup>rd</sup> Av S Alley Construction Project No 2289 (Levy 01014, Project 2289C) 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 ten (10) and the interest be charged at 4.2% with collection of the special assessments to begin on the 2016 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 2.1% with collection of the special assessments to begin on the 2016 real estate tax statements.

## Reich and Quincy

**Requesting the Board of Estimate and Taxation to authorize the City to issue and sell City of Minneapolis bonds in the amount of \$44,051 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 authorize the City to incur indebtedness and issue and sell City of Minneapolis bonds for the purpose of paying the assessed cost of alley improvements in the 2015 Unpaved Alley Program, 28<sup>th</sup> St E and 33<sup>rd</sup> Av S Alley Construction Project No 2289, 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.