TRADITIONS

Classic Home Furnishings

September 28, 2012

St. Paul City Council 310 City Hall 15 West Kellogg Boulevard St. Paul, MN 55119

Re: 2012 ROW Assessments

Greetings:

My wife and I own the building at 1037 Grand Avenue that houses Traditions Classic Home Furnishings. This building is on the NE corner of Grand and Oxford.

This year, the proposed ROW Assessment for this property totals \$1,550.40. I object to this assessment on the following grounds:

1. The Assessment includes costs that are not authorized under law.

This assessment includes charges for "ordinance enforcement" and "emergency service". These are general government functions that should be funded out of general tax revenues. Neither Section 14.01.2 of the City Charter, nor Chapter 62 of the St. Paul Administrative Code authorizes that these types of charges be assessed as part of the Street Maintenance Assessment.

2. The Assessment exceeds the cost of services that were actually provided for the streets abutting my property.

In 2012 the only services that the City provided on either Grand Ave. or Oxford Street in the vicinity of our property was periodic sweeping and snow plowing. Under MN State Law, only specific improvements that directly benefit a property can be assessed against that property. Street maintenance in other parts of the city does not provide the necessary direct benefit, and should be paid for out of general tax revenues.

MINNEAPOLIS

4245 Excelsior Blvd. Minneapolis, MN 55416 (952) 285-2777 ST. PAUL 1039 Grand Ave. St. Paul, MN 55105 (651) 222-5253 NAPLES 870 6th Ave S. Naples, FL 34102 (239) 213-1240

3. The amount of the Assessment exceeds the benefit to my property.

Both State law and the City Charter specify that a special assessment cannot exceed the benefits to the property. The limited street maintenance services provided to our property did not provide any increase in its value. The fact that our property values have not increased as a result of these services is evidenced by the estimated market values determined for this property by the Ramsey County Assessor, which were set at \$748,900 for both 2012 and 2013.

4. The Assessment is not allocated amongst the affected properties in proportion to the benefits received.

MN State law requires that all special assessments be allocated amongst the affected properties in proportion to the benefits received. The City of St. Paul's policy to charge corner commercial properties for street maintenance on both the front and side street frontages, while similar commercial properties in the middle of the block pay nothing for the maintenance of the side streets, results in dramatic inequities in the amounts assessed in violation of state law.

In the proposed 2012 Assessment, our property is being charged \$991.50 for street maintenance on Oxford Street, which every property owner on our block needs to use to get access to our common alley. Without Oxford Street, none of the midblock property owners would be able get to their garages and/or off-street parking, they would not be able to get garbage service, nor would they be able to get electric, telephone, or cable TV services. Yet, these mid block property owners (both commercial and residential) pay NOTHING towards the maintenance of these side streets.

Under the proposed 2012 Assessment, our corner property is being charged a total of \$1,550.40 for ROW maintenance. An identical sized commercial lot in the middle of block will only be charged \$558.90, a 277% difference in assessments.

To further illustrate these inequities, I have attached some other examples from around the city to show the dramatic variations in assessments between commercial corner and mid-block properties (Note: These examples are from 2011; The 2012 ROW assessments should be somewhat higher).

Sincerely.

Michael Schumann mike@traditions.com

651-208-3791 (cell)

Grand Avenue Apartments



2175 Grand Ave. (NE corner Cretin)
PIN: 052823410081 (Tax Exempt)
Total ROW Assessment: \$785.72
0.21 Acres



2171 Grand Ave.
PIN: 052823410082 (Tax Exempt)
Total ROW Assessment: \$240.12
0.21 Acres



45 S Lexington Pkwy (NW corner Grand)
PIN: 032823410018
Total ROW Assessment: \$2,189.26
2011 Value: \$1,140,000; Ratio: 0.19%
0.28 Acres
19 Living Units



35 S Lexington Pkwy
PIN: 032823410019
Total ROW Assessment: \$663.75
2011 Value: \$1,140,000; Ratio: 0.06%
0.28 Acres
19 Living Units



1335 Grand Ave. (NE corner Hamline)
PIN: 032823420005
Total ROW Assessment: \$1,828.80
2011 Value: \$770,000; Ratio: 0.24%
0.21 Acres
14 Living Units



622 Grand Ave. (SW corner Dale)
PIN: 022823410069
Total ROW Assessment: \$1,424.39
2011 Value: \$1,236,000; Ratio: 0.12%
0.21 Acres
24 Living Units



1329 Grand Ave.
PIN: 032823420006
Total ROW Assessment: \$571.80
2011 Value: \$825,000; Ratio: 0.07%
0.21 Acres
15 Living Units



628 Grand Ave.
PIN: 022823410070
Total ROW Assessment: \$693.35
2011 Value: \$1,539,000; Ratio: 0.05%
0.23 Acres
27 Living Units



1325 Grand Ave.
PIN: 032823420007
Total ROW Assessment: \$600.39
2011 Value: \$825,000; Ratio: 0.07%
0.22 Acres
15 Living Units



636 Grand Ave.
PIN: 022823410071
Total ROW Assessment: \$707.70
2011 Value: \$1,539,000; Ratio: 0.05%
0.24 Acres
27 Living Units

Grand between Lexington & Oxford



1037 Grand Ave. (NE corner Oxford)
PIN: 022823320006
Total ROW Assessment: \$1,461.60
2011 Value: \$748,900; Ratio: 0.20%

0.15 Acres



1059 Grand Ave.
PIN: 022823320089
Total ROW Assessment: \$602.65
2011 Value: \$1,353,800; Ratio: 0.04%
0.15 Acres



1085 Grand Ave.
PIN: 022823320086
Total ROW Assessment: \$439.56
2011 Value: \$233,300; Ratio: 0.19%
0.13 Acres



1036 Grand Ave. (SE corner Oxford)
PIN: 022823320031
Total ROW Assessment: \$1,627.92
2011 Value: \$451,400; Ratio: 0.36%
0.2 Acres



1082 Grand Ave.
PIN: 022823320100
Total ROW Assessment: \$475.20
2011 Value: \$557,700; Ratio: 0.09%
0.14 Acres



1074 Grand Ave.
PIN: 022823320098
Total ROW Assessment: \$712.80
2011 Value: \$991,400; Ratio: 0.07%
0.21 Acres

Grand Ave – Misc



1460 Grand Ave. (SW corner Pascal)
PIN: 032823320023
Total ROW Assessment: \$1,308.20
2011 Value: \$78,900; Ratio: 1.66%

0.14 Acres



1416 Grand Ave.
PIN: 032823310108
Total ROW Assessment: \$381.20
2011 Value: \$297,500; Ratio: 0.13%
0.14 Acres



1820 Grand Ave. (SW corner Fairview)
PIN: 042823310073
Total ROW Assessment: \$2,089.69
2011 Value: \$512,500; Ratio: 0.41%

0.28 Acres



1830 Grand Ave.
PIN: 042823310072
Total ROW Assessment: \$812.23
2011 Value: \$500,000; Ratio: 0.16%
0.2 Acres



1818 Grand Ave. (SE corner Fairview) PIN: 042823420037 Total ROW Assessment: \$1,898.10 2011 Value: \$653,600; Ratio: 0.29%

0.18 Acres



1808 Grand Ave. PIN: 042823420036 Total ROW Assessment: \$589.00 2011 Value: \$564,900; Ratio: 0.10%

0.17 Acres

Rice St.



879 Rice St. (SW corner Milford)
PIN: 252923410132
Total ROW Assessment: \$856.48
2011 Value: \$128,400; Ratio: 0.67%

0.06 Acres



924 Rice St. (NE corner Wayzata)
PIN: 302922320044
Total ROW Assessment: \$1,415.75
2011 Value: \$128,300; Ratio: 1.10%

0.27 Acres



899 Rice St.
PIN: 252923410090
Total ROW Assessment: \$423.45
2011 Value: \$123,200; Ratio: 0.34%
0.1 Acres



890 Rice St.
PIN: 302922320113
Total ROW Assessment: \$422.40
2011 Value: \$117,400; Ratio: 0.36%
0.12 Acres



1101 Rice St. (SW corner Jessamine)
PIN: 252923110154
Total ROW Assessment: \$1,083.12
2011 Value: \$171,300; Ratio: 0.63%

0.08 Acres



896 Rice St. (SE corner Manitoba)
PIN: 302922320112
Total ROW Assessment: \$1,194.90
2011 Value: \$134,600; Ratio: 0.89%
0.11 Acres



1102 Rice St.
PIN: 302922220121
Total ROW Assessment: \$401.28
2011 Value: \$20,400; Ratio: 1.97%
0.11 Acres



1091 Rice St.
PIN: 252923110196
Total ROW Assessment: \$844.80
2011 Value: \$328,100; Ratio: 0.26%
0.23 Acres



1112 Rice St. (NE corner Jessamine)
PIN: 302922220105
Total ROW Assessment: \$1,186.14
2011 Value: \$128,400; Ratio: 0.92%

0.11 Acres



1138 Rice St. (SE corner Geranium)
PIN: 302922220099
Total ROW Assessment: \$1,187.29
2011 Value: \$159,300; Ratio: 0.75%
0.11 Acres



1116 Rice St.
PIN: 302922220104
Total ROW Assessment: \$401.28
2011 Value: \$139,600; Ratio: 0.29%
0.11 Acres



1126 Rice St.
PIN: 302922220102
Total ROW Assessment: \$401.28
2011 Value: \$128,400; Ratio: 0.31%
0.11 Acres

Payne Ave.



960 Payne Ave (SE corner Case)
PIN: 292922420015
Total ROW Assessment: \$1175.55
2011 Value: \$102,400; Ratio: 1.15%

0.06 Acres



1139 Payne Ave. (SE corner Geranium)
PIN: 292922120147
Total ROW Assessment: \$918.05
2011 Value: \$180,400; Ratio: 0.51%
0.06 Acres



956 Payne Ave.
PIN: 292922420016
Total ROW Assessment: \$253.75
2011 Value: \$222,800; Ratio: 0.11%
0.06 Acres



1135 Payne Ave.
PIN: 292922120146
Total ROW Assessment: \$238.25
2011 Value: \$49,300; Ratio: 0.48%
0.06 Acres



1105 Payne Ave.
PIN: 292922120179
Total ROW Assessment: \$238.25
2011 Value: \$83,000; Ratio: 0.29%
0.06 Acres



1134 Payne Ave.
PIN: 292922120037
Total ROW Assessment: \$238.25
Value: \$61,600; Ratio: 0.39%
0.06 Acres



1108 Payne Ave (SE corner Jessamine)
PIN: 292922120061
Total ROW Assessment: \$833.68
2011 Value: \$94,000; Ratio: 0.89%
0.08 Acres



1099 Payne Ave.
PIN: 292922120177 (Tax Exempt)
Total ROW Assessment: \$103.50
0.06 Acres



1128 Payne Ave.
PIN: 292922120039
Total ROW Assessment: \$238.25
2011 Value: \$71,400; Ratio: 0.33%
0.06 Acres



1138 Payne Ave. (SE corner Geranium)
PIN: 292922120036
Total ROW Assessment: \$1,100.68
2011 Value: \$133,100; Ratio: 0.83%
0.12 Acres



1097 Payne Ave.
PIN: 292922120209
Total ROW Assessment: \$476.50
2011 Value: \$74,800; Ratio: 0.64%
0.13 Acres



1132 Payne Ave.
PIN: 292922120038
Total ROW Assessment: \$238.25
2011 Value: \$57,700; Ratio: 0.41%
0.06 Acres



695 Payne Ave (SW corner Beaumont)

PIN: 322922120070

Total ROW Assessment: \$1,023.08 2011 Value: \$32,100; Ratio: 3.19%

0.04 Acres

Arcade St.



1049 Arcade St. (SW corner Cook)
PIN: 292922140088
Total ROW Assessment: \$418.78
2011 Value: \$48,200; Ratio: 0.87%

0.02 Acres



1110 Arcade St. (SE corner Jessamine)
PIN: 282922220174
Total ROW Assessment: \$1,244.40
2011 Value: \$84,300; Ratio: 1.48%
0.17 Acres



1047 Arcade St.
PIN: 292922140089
Total ROW Assessment: \$175.98
2011 Value: \$64,100; Ratio: 0,27%
0.02 Acres



1100 Arcade St. PIN: 282922220175 Total ROW Assessment: \$590.86 2011 Value: \$241,300; Ratio: 0.24% 0.17 Acres



1109 Arcade St. (SW corner Jessamine)

PIN: 292922110190 Total ROW Assessment: \$850.34 2011 Value: \$83,400; Ratio: 1.02%

0.08 Acres



1098 Arcade St. PIN: 282922220176

Total ROW Assessment: \$381.20 2011 Value: \$188,100; Ratio: 0.20%

0.07 Acres

W 7th St.



453 W 7th St. (SE corner Douglas)
PIN: 012823420053
Total ROW Assessment: \$1,472.44
2011 Value: \$325,100; Ratio: 0.45%

0.12 Acres



489 W 7th St. (SW corner Goodrich)
PIN: 012823430009
Total ROW Assessment: \$710.40
2011 Value: \$137,700; Ratio: 0.52%
0.02 Acres



475 W 7th St.
PIN: 012823420091
Total ROW Assessment: \$310.06
2011 Value: \$177,700; Ratio: 0.17%
0.07 Acres



455 W 7th St.
PIN: 012823420054
Total ROW Assessment: \$724.86
2011 Value: \$176,900; Ratio: 0.41%
0.13 Acres



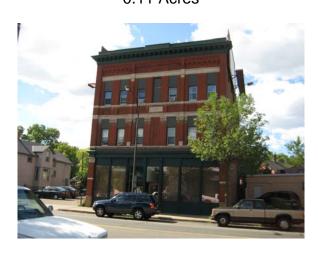
957 W 7th St. (NW corner James)
PIN: 112823140131
Total ROW Assessment: \$892.24
2011 Value: \$259,200; Ratio: 0.34%
0.14 Acres



1032 W 7th St. (SW corner Osceola)
PIN: 112823410008
Total ROW Assessment: \$793.36
2011 Value: \$503,500; Ratio: 0.16%
0.07 Acres



941 W 7th St.
PIN: 112823140134
Total ROW Assessment: \$381.20
2011 Value: \$269,300; Ratio: 0.14%
0.11 Acres



1033 W 7th St.
PIN: 112823410178
Total ROW Assessment: \$670.40
2011 Value: \$117,800; Ratio: 0.57%
0.15 Acres



943 W 7th St.
PIN: 112823140133
Total ROW Assessment: \$381.20
2011 Value: \$186,700; Ratio: 0.20%
0.11 Acres