

STREET MAINTENANCE SERVICE PROGRAM

Proposed Street Maintenance Service Program

Service	Unit Rate per linear foot	Frequency of service	Financing Option	Notes
Street Lighting	\$0.65	Annual	1 year	Operating cost of street lighting system
Street Sweeping	\$0.15, \$.43, \$.95, \$2.60	Annual	1 year	Dwtn-64x, Arterial 8x, Residential 2x, Alleys 1X
Seal Coating	\$2.65/\$3.20 \$.33/\$.40 ann.	8 years	8 years	Only on residential streets, and alleys
Mill and Overlay	\$30 \$3 annual	Periodically	10 years	Cost based on project. Charge for 1/2 Cost Only on arterial streets
Sidewalks	\$150 per panel	Periodically	10 years	Repair and Replacement Charge for 1/2 Cost

2017 Street Maintenance Program Funding

<u>Service</u>	<u>2017 Adopted Cost of Service</u>	<u>Fee for Service Revenue</u>	<u>Service Reduction</u>	<u>Corner Property Subsidy</u>	<u>General Fund</u>	<u>2017 Amended Cost of Service</u>
Lights	\$ 4,466,000	\$ 3,834,795		\$ (631,205)	\$ 631,205	\$ 4,466,000
Sweep	\$ 4,495,000	\$ 3,992,584		\$ (502,416)	\$ 502,416	\$ 4,495,000
Seal Coat	\$ 2,600,000	\$ 2,284,238		\$ (315,762)	\$ 315,762	\$ 2,600,000
Mill/Overlay	\$ 2,600,000	\$ 1,300,000			\$ 1,300,000	\$ 2,600,000
Sidewalk	\$ 1,000,000	\$ 500,000			\$ 500,000	\$ 1,000,000
Trees	\$ 2,870,000	\$ -			\$ 2,870,000	\$ 2,870,000
EAB	\$ 1,970,000	\$ -	\$ (800,000)		\$ 1,170,000	\$ 370,000
Pothole/Patching	\$ 2,700,000	\$ -			\$ 2,700,000	\$ 2,700,000
Snow/Salt/Sand	\$ 5,300,000	\$ -			\$ 5,300,000	\$ 5,300,000
Bridges	\$ 2,063,000	\$ -	\$ (200,000)		\$ 1,863,000	\$ 1,663,000
Traffic Signs/Signals	\$ 1,100,000	\$ -			\$ 1,100,000	\$ 1,100,000
Other Misc Services	\$ 830,000	\$ -			\$ 830,000	\$ 830,000
Total	\$ 31,994,000	\$ 11,911,617	\$ (1,000,000)	\$ (1,449,383)	\$ 19,082,383	\$ 29,994,000

Fees charged for directly benefiting properties based on actual cost of service during the year the service was performed.

Fees not paid will be assessed to property owner with applicable terms.

Residential Corner Property capped at 50%

Corner Property Scenarios – Fee Revenue & Subsidy

Residential
Corners –
Long Side
Subsidy

Residential
Corners –
Capped at
50%

Residential
Corners –
Short Side
Subsidy

All Corner
Properties –
Capped at
50%

No Corner
Subsidy

Service Type	Rate per foot	Fee Revenue	General Fund Subsidy	Fee Revenue	General Fund Subsidy	Fee Revenue	General Fund Subsidy	Fee Revenue	General Fund Subsidy	Fee Revenue	General Fund Subsidy
Lighting	\$0.65	\$3.5 M	\$921,120	\$3.8 M	\$631,205	\$4.0 M	\$420,803	\$3.3 M	\$1.1 M	\$4.4 M	\$0
Sweeping	\$0.15 - \$2.60	\$3.8 M	\$743,721	\$4.0 M	\$502,416	\$4.2 M	\$334,944	\$3.5M	\$1.0 M	\$4.5 M	\$0
Seal Coating	\$3.20 \$2.65	\$2.1 M	\$451,234	\$2.3 M	\$315,762	\$2.4 M	\$210,803	\$2.1 M	\$475,533	\$2.6 M	\$0
Total		\$9.4 M	\$2.1 M	\$10.1 M	\$1.4 M	\$10.6 M	\$966,551	\$8.9 M	\$2.6 M	\$11.5 M	\$0

Corner Property Scenarios – Impact on Sample Properties

Residential
Corners –
Long Side
Subsidy

Residential
Corners –
Capped at
50%

Residential
Corners –
Short Side
Subsidy

All Corner
Properties –
Capped at
50%

No Corner
Subsidy

Property	2017 ROW	Lighting	Sweeping	Total												
Residential Corner	\$200	\$26	\$17	\$43	\$53	\$34	\$87	\$79	\$52	\$131	\$53	\$34	\$87	\$106	\$69	\$174
Traditions	\$1,788	\$258	\$107	\$365	\$258	\$107	\$365	\$258	\$107	\$365	\$194	\$54	\$248	\$258	\$107	\$365
Corner Apt. Complex	\$1,928	\$312	\$133	\$445	\$312	\$133	\$445	\$312	\$133	\$445	\$242	\$67	\$309	\$312	\$133	\$445



Budget Amendment

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- Budget amendment will be before Council at 3/15/17 Public Hearing
- Objective is to have balanced budget that adequately funds 2017 Street Maintenance Program
- Budget amendment will:
 - ▣ Adjust revenues to eliminate assessments, and incorporate new fee for service structure
 - ▣ Move contingency and one-time revenues into Street Maintenance Program
 - ▣ Balance remainder of budget with fund balance and reduced services
- Corresponding HRA budget amendment on 3/22 or 4/12

Draft Policy

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- Street Maintenance Service Program 2017 draft policy
 - Program charges actual costs of the services
 - Residential and Commercial Property Types
 - Property owners will be charged a yearly fee and, if unpaid, the fee may be levied as an assessment payable over one -10 years, based on the service
 - Above standard lighting is assessed separately at current rates
 - No opt out option

- Decision points
 - Corner Property Subsidy

- Timing
 - March 15 - 2017 Resolution, budget amendment, policy adoption, and ordinance first reading
 - March 22 - HRA budget amendment
 - April 5 - Ordinance public hearing