Minnesota Department of Transportation



Metro District
Office of State Aid
1500 West County Road B2
Roseville, MN 55113-3174

Office Tel: 651-234-7780 julie.dresel@state.mn.us

July 30, 2013

Ms. Jean Keely, P.E. City Engineer City of Blaine 10801 Town Square Drive NE Blaine, MN 55449

RE:

MSA Route 131 (Xylite Street NE, Rice Creek Parkway and Flanders Street NE)

MSA Route Revocation Payback Inquiry

Blaine, MN

Dear Ms. Keely;

The City of Blaine used MSA funds to help construct MSA Route 131. As you indicated in your inquiry, if a route designation is removed and if MSA funds have been spent on a route, there must be a return of MSA funds for the remaining life of the improvements. The payback timeframe for a reconstruction project is 25 years. The payback timeframe for an overlay project is 10 years.

Our file search indicates there have been four projects that have used MSA funds on MSA Rout 131. They are as follows:

106-131-001 Awarded in 1996 Complete Reconstruction Payback (less than 25 years) 106-131-002 Awarded in 1997 Complete Reconstruction Payback (less than 25 years) 106-131-003 Traffic Signal/Intersection revision No Payback on intersection revision projects

106-131-004 Awarded in 1999 Overlay project No Payback (over 10 years)

The payback computations are as follows:

Project 106-131-001
Flanders St.- 91st Avenue NE to 95th Avenue NE
Award Year 1996
Project Amount from State Aid \$274,981
Remaining Life 25 - (2013-1996)= 8 years of remaining life

Payback = (8/25) * 274,981 = \$87,994

An Equal Opportunity Employer

















Ms. Jean Keely, P.E. July 30, 2013 Page 2

Project 106-131-002

Xylite Street/Rice/Creek Parkway – 85th Avenue to intersection of Flanders Street & 91st Avenue Avenue Award Year 1997 Project Amount from State Aid \$804,765

Remaining Life 25-(2013-1997) = 9 years of remaining life

Payback = (9/25) * \$804,765 = \$289,715

Total Payback would be \$377,709

If the City chose to revoke MSA Route 131, the total payback amount noted above would be paid short on your next pay request from State Aid. Please see State Aid Operational Rules 8820.0800 Subp. 3 for details on payback.

Let me know if you have additional questions.

Sincerely,

Ted Shoenecker, P.E.

Metro District State Aid Engineer

Metro District State Aid

cc: Julie Dresel, State Aid Program Engineer

Marshall Johnston, Manager MSAS Needs Study

Project File















