



City of Madison

City of Madison
Madison, WI 53703
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Master

File Number: 56835

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File Type: Resolution

Status: Items Referred

Version: 1

Reference:

Controlling Body: FINANCE
COMMITTEE

File Created Date : 07/30/2019

File Name: 11700 Dairy Drive Acquisition 2019 Budget
Amendment

Final Action:

Title: Amending the 2019 adopted Engineering - Major Streets Budget with a \$500,000 increase to Dairy Drive Project #11865 to accommodate land acquisition costs, to be paid through TID #39. (16th A.D.)

Notes:

Sponsors: Michael J. Tierney and Satya V. Rhodes-Conway

Effective Date:

Attachments: File ID 55071 Relo Order adopt 4-16-19 Binder.pdf

Enactment Number:

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Hearing Date:

Entered by: afreedman@cityofmadison.com

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History of Legislative File

Ver- sion:	Acting Body:	Date:	Action:	Sent To:	Due Date:	Return Date:	Result:
1	Economic Development Division	07/30/2019	Referred for Introduction				
	Action Text:		This Resolution was Referred for Introduction				
	Notes:	Finance Committee					
1	COMMON COUNCIL	08/06/2019	Referred	FINANCE COMMITTEE			
	Action Text:	This Resolution was Referred to the FINANCE COMMITTEE					
	Notes:						
1	FINANCE COMMITTEE	08/12/2019					

Text of Legislative File 56835

Fiscal Note

The proposed resolution authorizes increasing Engineering - Major Streets 2019 adopted capital budget by \$500,000 to pay for land acquisition costs associated with the Dairy Drive capital project (#11865), which increases the project budget to approximately \$2.5 million. The proposed increase will be funded by incremental revenues in Tax Increment District (TID) #39. The 2019 adopted operating budget for TID #39 includes \$1.9 million of incremental revenues and a year-end cash balance of \$2.57 million. The unrecovered costs in TID #39 are budgeted at approximately \$540,000.

Title

Amending the 2019 adopted Engineering - Major Streets Budget with a \$500,000 increase to Dairy Drive Project #11865 to accommodate land acquisition costs, to be paid through TID #39. (16th A.D.)

Body

WHEREAS, the 2019 Engineering - Major Streets Capital Budget includes the construction of an extension of Dairy Drive from Broadway Avenue to Femrite Drive (Project # 11865); and,

WHEREAS, the City issued a Relocation Order to acquire land and easements to complete the project (RES-19-00287, Legistar # 55071); and,

WHEREAS, the Relocation Order estimated the cost of land and easement acquisitions to be \$708,000; and,

WHEREAS, the City's collective appraised values for the affected properties indicate just compensation to property owners in the amount of \$1,044,140 for all the land and easement interests required for the project; and,

WHEREAS, when adding miscellaneous relocation costs to the offering price of \$1,044,140, the total cost of land and easement acquisition could be closer to \$1.2 million, or about \$500,000 more than the originally budgeted amount of \$708,000; and,

WHEREAS, the land acquisition costs for this project will be paid through TID #39, and TID #39 has the capacity to cover this additional cost; and,

WHEREAS, enhancing street connectivity in the neighborhood was identified as a goal of the 2008 Stoughton Road Revitalization Project Plan; and,

WHEREAS, the extension of Dairy Drive will improve the circulation of traffic throughout this neighborhood and make adjacent properties more suitable for development; and,

WHEREAS, adjacent property owners will be assessed for the cost of Dairy Drive construction, but not the cost of land and easement acquisition; and,

WHEREAS, on balance, the increased connectivity and development potential of surrounding properties will likely outweigh the added cost of land acquisition over time.

NOW THEREFORE BE IT RESOLVED that the budget of Project # 11865 (Dairy Drive) within the adopted 2019 Engineering - Major Streets Capital Budget is increased by \$500,000 to use toward land acquisition costs; and,

BE IT FINALLY RESOLVED that TID # 39 funds shall be used to pay for the \$500,000 increase.