# City of Columbia

701 East Broadway, Columbia, Missouri 65201



Agenda Item Number: B116-14 Supplemental Information

Department Source: City Manager

To: City Council

From: City Manager & Staff

Council Meeting Date: May 5, 2014

Re: Authorizing Right of Use Permits with BMT of Columbia, LLC for the installation of a 2" sewer force

main and storm sewers. (Supplemental Information for B116-14).

# Documents Included With This Agenda Item

Supplemental Information

Supporting documentation includes: Correspondence

# **Executive Summary**

Transmittal of supplemental information from the Permitee's consultant regarding the "Lofts on Broadway" project for Council consideration.

## Discussion

The attached documents from Mark Farnen, Managing Partner with Strategists, LLC, representing the project developers are included with this memo to provide additional perspective on the "Lofts on Broadway" project.

# Fiscal Impact

Short-Term Impact: None

Long-Term Impact: Acceptance of the \$50,000 contribution towards the cost of Project #4 of the overall City's Flat Branch Sewer Project will help defray some of the City's cost.

# Vision, Strategic & Comprehensive Plan Impact

<u>Vision Impact:</u> Downtown

<u>Strategic Plan Impact:</u> Economic Development, Growth Management, Infrastructure <u>Comprehensive Plan Impact:</u> Land Use & Growth Management, Infrastructure, Economic Developement, Livable & Sustainable Communities

# Suggested Council Action

Approval of the Ordinance authorizing the Right of Use Permit with BMT of Columbia, LLC.

### Legislative History

None

# City of Columbia 701 East Broadway, Columbia, Missouri 65201



Department Approved

City Manager Approved

# City of Columbia

701 East Broadway, Columbia, Missouri 65201



# SUPPORTING DOCUMENTS INCLUDED WITH THIS AGENDA ITEM ARE AS FOLLOWS:

Correspondence



April 9, 2014

Honorable Karl Skala - Member, City Council City of Columbia, Missouri PO Box 6015 Columbia, MO 65205-6015

Re: Questions regarding procedure for approval of 10<sup>th</sup> and Broadway construction project

Dear Mr. Skala,

Earlier today I shared information with you regarding a proposed new construction project planned to be located at the northeast corner of  $10^{\rm th}$  and Broadway in downtown Columbia, MO. I have included a document that describes this project from many different points of view, but in short, the proposed project is a single building, five stories tall, with retail on the first floor and 32 residential units – 28 of which are one bedroom apartments and 4 of which are 2 bedroom apartments. I am also including an architectural rendering of the building to help you visualize the project.

The Structure is intended to attract urban professionals or people who would enjoy a downtown living arrangement. The structure would be pedestrian friendly, accessible, energy efficient and in scale with surrounding properties and uses.

The lead investor in this project, Travis McGee, whom I represent, has submitted all required paperwork, drawings, permit requests, engineering diagrams and other documentation to the City – and has received comments back regarding the capacity of the City to accommodate this project in terms of infrastructure needs. In all but one regard, it appears that this project is well within the capability of the City to provide for those infrastructure needs including electricity, street access, storm sewer and water.

This City has, however, identified one potential problem relating to sanitary sewer service. This site would be served by an 8" sanitary sewer line that runs from approximately 10th Street to 4<sup>th</sup> Street along the alley just north of Broadway in downtown Columbia. It is the same line that serves some establishments on the north side of Broadway, including several restaurants on connecting streets, Landmark Bank, Commerce Bank and City Hall.

The City has indicated that even though the discharge from this new building is very small in terms of overall flows, it would be best for these flows not to be added to the current line without major improvement – or be redirected to a line with more capacity that could easily handle this level of discharge.

Our offer to reline the existing pipe from  $10^{th}$  to  $4^{th}$  Street was not considered to be the best option because, although it would improve the integrity and function of the line, it would

decrease the interior diameter of the pipe, possibly resulting in a restriction of flows rather than an enhancement.

Our engineers proposed the idea of pumping the discharge from the new structure to another downtown main with a 12" diameter, taking this building completely off of the existing line and improving the overall flow pattern for this part of downtown. A diagram identifying the location of this alternative pipe is attached to this letter. A review of this alternative plan has been deemed to be both feasible and desirable. The cost for this overall improvement is approximately \$80,000 and the entire cost will be born by the builder. Because the new discharge line would be constructed in the alley just north of Broadway, a right of use permit would need to be granted by the Council. All other permits and approvals could be or already have been granted administratively by the City. The City Council has already granted a variance for this project by consent to allow for balconies on the exterior of this building

Because there has been considerable discussion lately regarding the ability of the City to serve the infrastructure needs of new construction in downtown Columbia we are sending this proposed course of action to you as a matter of information; are asking for any input you may have regarding our plan and approach; and seeking your support for this project.

We believe we have complied with all current requirements for new construction permits; believe that this project does not unduly overload the overall downtown infrastructure situation; believe that this project provides an alternative mixed-use development that is desirable for the entire downtown area and meets the criteria and concepts articulated by the City Council and the Columbia visioning process; believe that our approach demonstrates good-faith in addressing overall needs for infrastructure improvement in the downtown area; and believe that our approach will allow us to achieve many of our construction timeline goals. Our estimates indicate that including all development fees, permitting fees and construction costs for both sanitary and storm sewer improvement, our contribution will approach the \$380,000 range for this 32 unit building.

Thank you for your consideration of this information. We would appreciate your input on our proposal at your first convenience.

Sincerely,

Mark Farnen Managing Partner - Strategists, LLC

cc: Travis McGee

Dan Simon Matt Kriete Tom Mendenhall

## PREAMBLE AND PROJECT OVERVIEW

The Lofts on Broadway represents a new, mixed- retail and residential project that meets the needs of a growing and vibrant community. Located in downtown Columbia, at the corner of Broadway and 10<sup>th</sup> Street, this building concept, intended use and design comport well with both the long-term growth patterns envisioned for Columbia and with modern concepts of land use and planning.

In many ways, this new structure mirrors the recently-opened Lofts on Ninth Street (directly across from Walter Williams Hall and next to the Chipotle restaurant). Many elements of design are shared between the two buildings. The same attention to energy efficiency and compactness are integrated into the design and floor plan of both structures. The first floor of both buildings is dedicated to retail use to maintain a vibrant and accessible streetscape experience. And both will occupy space that previously served as surface parking lots – a land use that has fallen from favor in recent times in downtown areas.

Both buildings are designed to fit in well with surrounding structures in terms of scale, scope and use. And both are designed to promote walkability and the use of urban transportation modes.

The Lofts on Broadway, however, is much smaller in scale than most new downtown housing options that have been built within the past several years. The proposed structure will consist of only 32 individual living units – 28 one-bedroom quarters and 4 units with two bedrooms – with the first floor of the building dedicated entirely to retail use. This concept is intentionally designed to appeal to professionals who work in the downtown and surrounding college areas and to people who enjoy the urban living experience. It does not feature congregate apartment arrangements or amenities such as pools or large clubrooms.

The following is a short list of features that make the Lofts on Broadway a great fit for Columbia's downtown district.

### Downtown Housing Options

The Columbia Imagined plan and dozens of specific recommendations from city commissions and neighborhood groups have indicated the desire to establish a mix of retail and professional businesses along with varied housing opportunities in the city's core. The Lofts on Broadway offers a mix of retail on the first floor with primarily single bedroom luxury apartments that offer urban living options not found in most new downtown housing complexes.

Close to 90% of new residential housing constructed in central Columbia caters to the increasing student population generated by growth at the city's three major colleges and universities. The Lofts on Broadway is designed to appeal to urban professionals or individuals who enjoy the convenience of downtown living who are comfortable in one or two bedroom living spaces.

This addition to the downtown area actually fills a niche in what citizens and planners alike have envisioned for a vibrant downtown.

# Infill Development

The site of the Lofts on Broadway has had a varied history, at one time housing commercial and retail operations, and more recently serving as a surface parking lot for some surrounding businesses. The use of this land as a mixed use retail/residential facility invokes the concept of building up – not out - and actually returns this downtown parcel to its highest and best use in terms of land use planning and density. In some regards, this could be considered to be a good example of urban revitalization.

In the larger picture, this type of strategic infill construction helps discourage urban sprawl and provides a more robust economic base for area retailers and businesses to draw upon.

# Alternative Transportation Concepts

Urban living differs from many suburban living choices in terms of proximity to services, the availability of accessible parking and easy access to alternative modes of transportation. The Lofts on Broadway is located in the heart of the city, providing easy access to Columbia's major bus routes, and making many services and amenities available within walking or biking distance of an individual's home. To this end, the Lofts on Broadway will provide each resident with an offsite parking space in a city-owned garage along with an annual pass for city bus service. Such a scenario helps reduce automobile congestion; discourages the use of automobiles for short trips; maximizes the use of existing parking facilities; and encourages the use of public transportation on a regular basis without impeding the mobility of any downtown resident. Such a scenario also discourages competition for on-street parking with surrounding neighborhoods or downtown workers.

# High Quality Design Concepts

The Lofts on Broadway will be constructed using high quality materials and interior design techniques that will enhance the physical appeal and livability of the structure. In addition, the building will be constructed to be highly energy efficient, making it less of a drag on existing infrastructure than many comparably sized

existing buildings. A breakout of expected impact on existing city infrastructure is included in the accompanying documents.

Currently, downtown Columbia reflects significant diversity in terms of its blend of both old and new structures. Although the Lofts on Broadway will have a more modern facade than some existing businesses, it will fit in nicely with the Broadway streetscape that includes historic Stephens College, the very modern Broadway Hotel, two older stately banking institutions, one more modern bank, a multitude of two-story retail and apartment structures and the recently renovated City Hall which offers a unique blend of old and new architecture.

#### Size and Scale

Building up does not necessarily mean building big. The Lofts on Broadway will feature just 32 living units with a first floor dedicated to retail use. The entire structure will be just five stories tall, making it substantially smaller and more compact than the new Broadway Hotel, less than one block away, that features 117 rooms and is substantially taller with retail at the top and bottom.

The facility is expected to have no negative impact on surrounding businesses, so much so that at least two surrounding business owners have become investors in this project.

#### **SUMMARY**

The Lofts on Broadway represents a carefully thought –out plan that matches the vision and desires for downtown improvement expressed by numerous groups and city commissions during the past several years. The attention to detail, the use of modern building practices and strategies and its unique location will make this project one that will endure and serve the community well – well past the 2030 date targeted in the Columbia Imagined report.

The project is expected to get underway during the second quarter of 2014 and be open for business and residents by the third quarter of 2015.

Introduced by		
First Reading	Second Reading	
Ordinance No	Council Bill No	<u>B 116-14</u>
AN C	ORDINANCE	
authorizing a right of use per installation, construction, impression maintenance, repair and replayed feet of two-inch PVC sewer for alley right-of-way located nor and Short Street; authorizing Columbia, LLC for construction maintenance of private stor Street and East Broadway (1 fixing the time when this ordinates.)	provement, operation, use, lacement of approximately a orce main to extend in portion tho of Broadway, between Teg a right of use permit with ction, improvement, operation sewers in portions of the control of the con	keeping, 350 lineal ions of an nth Street h BMT of ation and he Tenth -way; and
BE IT ORDAINED BY THE COUNCIL (FOLLOWS:	OF THE CITY OF COLUM	IBIA, MISSOURI, AS
SECTION 1. The City Manager is with BMT of Columbia, LLC to allow install keeping, maintenance, repair and replace PVC sewer force main to extend in po Broadway, between Tenth Street and Sh sewer service to the "Lofts on Broadway" shall be substantially in the same form a	lation, construction, improve ement of approximately 350 ortions of an alley right-of- nort Street. The private sew development. The form and	ement, operation, use I lineal feet of two-inch way located north or ver main shall provided d content of the permi
SECTION 2. The City Manager is with BMT of Columbia, LLC to allow const of private storm sewers in portions of Broadway) rights-of-way. The form and same form as set forth in "Exhibit B" atta	ruction, improvement, opera the Tenth Street and East content of the permit shall I	ation and maintenance t Broadway (1007 E
SECTION 3. This ordinance sha passage.	Il be in full force and effe	ect from and after its

PASSED this \_\_\_\_\_\_ day of \_\_\_\_\_\_\_, 2014.

Mayor and Presiding Officer

#### RIGHT OF USE PERMIT

	KNOW	ALL	MEN	BY	THESE	PRESEN	IT that	on	this		day of
			, 2014	4, the	City of	Columbia	, a mur	icipal	corpo	oration of the	State of
Mis	souri (" <u>City</u> '	"), in co	nsiderat	ion of	the sum	of Fifty Th	ousand	Dolla	rs (\$50	0,000.00) [as o	described
in p	aragraph 18	below,	and sub	ject to	the pro	visions of	such pa	ragrap	h 18],	and an additi	onal Ten
Dol	lars (\$10.00)	)) and o	ther cor	sidera	tions to	it paid, do	es hereb	y peri	nit BN	MT of Columb	oia, LLC,
and	its success	sors as	owners	of th	nat Perr	nittee's Pr	operty :	herein	after	described (he	ereinafter
coll	ectively refe	rred to	as " <u>Perm</u>	ittee")	to enter	upon the f	ollowing	g desc	ribed I	ands owned by	y the City
of C	Columbia and	d locate	d within	n the ri	ight of v	vay for tha	t alley h	ereina	after d	escribed, in C	olumbia,
Cou	nty of Boon	e, State	of Mis	souri, a	and mor	e particula	rly desc	ribed	as foll	ows, to wit:	

An alley which runs east and west, parallel to East Broadway in the City of Columbia, Missouri, from Tenth Street on the west to Short Street on the east, in order to install, keep, maintain, repair and replace within the public right-of-way for such alley approximately three hundred fifty (350) lineal feet of a 2" PVC sewer force main ("the Force Main," as hereinafter described), which will provide sewer service for Permittee's development, known or to be known as "Lofts on Broadway," which is located on what is now a parking lot located in the northeast quadrant of the intersection of East Broadway and Tenth Street in the City of Columbia, Boone County, Missouri, which is legally described on **Exhibit 1** which is attached hereto and incorporated herein by reference ("Permittee's Property"), as such Force Main is shown and described on that diagram, a copy of which is annexed to this Right of Use Permit as **Exhibit 2** and is incorporated into this Right of Use Permit by reference.

This Permit is subject to the following terms, covenants, conditions and stipulations:

- 1. This Permit is for the exclusive purpose of installation, construction, improvement, operation, use, keeping, maintenance, repair and replacement of the Force Main hereinabove described, which shall be a private sewer main, serving Permittee's Lofts on Broadway project, which will be placed on Permittee's property.
- 2. This Permit permits Permittee, and its contractors or designees, the right to cut, break and excavate with the right-of-way for that public alley hereinabove described, in order to construct and install the Force Main hereinabove described; provided that Permittee shall, promptly, at its expense, repair and restore the surface of the alley to a condition at least as good as that which existed before the pavement within the alley was excavated or damaged as required for the installation of the Force Main.
- 3. Permittee will be solely responsible for all costs of any future repairs, maintenance or replacements of the Force Main to be installed within the alley, as hereinabove described in this Right of Use Permit, and the City shall not, under any circumstances whatsoever, have any obligation to provide for, pay for or contribute to any repair, maintenance, replacement or upkeep of the Force Main. Such Force Main shall be a private force main to be installed by, maintained, repaired and replaced by and operated solely by Permittee and Permittee's successors in ownership of the Lofts

on Broadway project hereinabove described (all, collectively, "the Property Owner"), at the cost and expense of the Property Owner.

- 4. The Force Main will connect to the City's sewer system, at a manhole which is located approximately behind and to the north of The Fieldhouse bar at 1107 East Broadway, in order that the flow from such Force Main will flow to the City's Park Avenue sewer; the intention being that the wastewater/sewage from the Lofts on Broadway project ("Permittee's Property") will flow, via the Force Main, from the proposed Permittee's Project east to such existing manhole and then to the Park Avenue sewer main. The flow from the Force Main and from the Lofts on Broadway Building ("the Building") shall not flow into that existing 8" City of Columbia sewer main ("the 8" Main") which runs along the extension of the above described alley, from Tenth Street west to Fourth Street in the City of Columbia, Missouri. Flow from the Building shall not flow into such 8" Main, but rather shall flow through the Force Main described above so as to discharge into the Park Avenue sewer main.
- 5. Permittee shall install dual grinder pumps within the boundaries of Permittee's Property, to direct and pump the sewage flow from Permittee's Building through the Force Main. Permittee shall also install an emergency generator, which can power the dual grinder pumps in the event of an electrical outage. Such dual grinder pumps and such generator shall be installed by, and shall be maintained, replaced and operated by, and shall be kept in good repair and condition and good operating condition, by the Property Owner.
- 6. Permittee's rights and obligations, as referred to in this Right of Use Permit, shall include:
  - a. The installation of the Force Main;
- b. The installation of the dual grinder pumps and emergency generator described above

#### ("the Sewer Project").

- 7. Prior to exercising its rights granted to Permittee by this Right of Use Permit, Permittee shall present construction plans and diagrams for Permittee's Sewer Project. Such plans or diagrams, and any reasonably required specifications, shall be presented to the City's Public Works Department, and to the City's Department of Community Development.
- 8. Prior to exercising its rights granted to Permittee hereunder, Permittee agrees to obtain all necessary permits required by the City of Columbia, which pertain the work for the Sewer Project and Permittee's Project hereinabove described, and particularly which pertain to any work being done in the right-of-way of the City's alley hereinabove described.
- 9. If the Force Main is ever abandoned, all rights herein granted shall cease and terminate and Permittee shall have no further right or interest in the City's right-of-way of any kind or nature whatsoever, except that, upon such abandonment, Permittee remains responsible for all of

Permitted's Force Main and other facilities and structures left in place and any costs to remove them or otherwise restore the surface of the alleyway to good repair and condition.

- 10. This Right of Use Permit shall not in any manner or respects restrict the rights of the City to use its right-of-way or restrict the right of the City to grant easements to other entities providing public utility service, telephone service, internet service, or any other service of any kind or nature whatsoever.
- 11. If the Force Main is damaged by reason of any work performed by City within the alley, or with respect to any City utilities or installations or other installations located within the right-of-way of the alley, or by any work performed by any other entity with respect to any other installations located within the right-of-way for the alley, then all obligations to maintain, repair and replace the Force Main shall remain with the Property Owner.
- 12. If at any time during construction, repair, modification or relocation of any utilities or utility lines or installations or sewer lines or installations existing within the right-of-way for the above described alley, Permittee shall relocate the Force Main at its expense.
- 13. Permittee agrees, by exercising its rights under this Permit, that if the Force Main or any part of Permittee's Sewer Project becomes damaged in any way, whether negligently or intentionally, by the construction, repair, modification or relocation of any utility line or sewer or other installation located within the alley right-of-way, Permittee will repair or replace the Force Main at its own costs and expense and will hold the City harmless from any cost associated with any repair or replacement or other cost associated with damage to the Force Main.
- 14. This Permit shall remain in effect until canceled by the City, which shall be obligated to notify Permittee six (6) months in advance of any such cancellation.
- 15. All of Permittee's rights, duties and obligations under this Permit shall run with Permittee's Property. All of Permittee's rights, duties and obligations under this Permit shall run with Permittee's Property and shall accrue to the Permittee and its successors in ownership of Permittee's Property (all of whom are collectively referred to herein as "the Property Owner").
- 16. The Property Owner will at all times indemnify, defend, save and hold harmless the City from all suits, actions, claims and causes of action for personal injuries or property damages (including but not limited to the City's own property) arising out of the Forced Main or associated with the Forced Main or its location in the right-of-way for the alley, or its use, keeping, maintenance, repair or replacement or any matters which are in any manner or respect related to the Forced Main.
- 17. If the 8" Main hereinabove described is ever replaced by a New Sewer Main ("the New Sewer Main"), then the Property Owner will, at the Property Owner's expense, and upon demand by the City, as promptly as reasonably practicable, connect the sewer for Permittee's Project, the Lofts on Broadway Project hereinabove described, which will be placed on Permittee's Property, to the New Sewer Main, and will abandon the use of the Force Main.

18. The Permittee recognizes the substantial needs of the City to improve the sewer lines and infrastructure which will serve the Permittee's Property and the Building, as well as the downtown City of Columbia area, and the Permittee is, therefore, willing to contribute to the City upon the approval of this Right of Use Permit by the City Council, and the execution of this Development Agreement by the City, and the granting to the Permittee of a Land Disturbance Permit for, and Building Permit for (and as a condition to the City's granting such Permits) Permittee's Property and Building, a monetary Contribution of Fifty Thousand Dollars (\$50,000.00), in cash, in current funds, to be used by the City to contribute to the costs of the City for the improvement of the sewer lines and other utility infrastructure serving Permittee's Property and Building and Downtown Columbia, generally, in such manner and at such times as the City finds to be appropriate; provided however, that if, within twenty-four (24) months of the granting by the City of the last to be issued by the City of this Right of Use Permit, such Land Disturbance Permit and such Building Permit, the City Council of the City adopts an amendment (interim or permanent) of Section 29-15 of the City's Ordinances (Central Business District) which will cause the Permittee's Intended Use of its Building to become anything other than a Permitted Use within the Zoning District within which the Permittee' Property is located, then in such event, the said Contribution shall be immediately refunded by the City to the Permittee. "The Permittee's Intended Use of the Building" is to be the placement of retail business facilities on the first floor/street level of the Building, and the placement of thirty-two (32) Apartment Units ("the Apartment Units") on floors 2, 3, 4 and 5 of the Building, which such Apartment Units will include thirty-two (32) residential Apartment Units, twenty-eight (28) of which will be one bedroom Apartment Units and four (4) of which will be two bedroom Apartment Units, meaning the Permittee's Intended Use of the Building will provide for retail space on the first floor and Apartment Units which will have thirty-six (36) beds. The Permittee additionally agrees with the City that the Permittee will continue to lease from the City, for such current rental rates and upon such terms and conditions as shall from time to time be required by the City. forty (40) parking spaces within the City's Short Street parking garage, and will provide such parking spaces to the Tenants of such Apartment Units, and will also provide such Tenants with forty (40) bus passes, which shall be obtained from the City together with the parking spaces.

IN WITNESS WHEREOF, the City of Columbia, Missouri has caused this Right of Use Permit to be executed in its name and on its behalf by its duly authorized officers on the day and year first above written, and Permittee has caused this Right of Use Permit to be executed in its name and on its behalf by its duly authorized Manager (Permittee being a Manager managed limited liability company) on the day and year first above written.

CITY:

	City of Columbia, Missouri:				
	Ву:				
	Mike Matthes, City Manager				
ATTEST:					
Sheela Amin, City Clerk	<del></del>				

Approved as to form:	
Nancy Thompson, City Counselor	
	PERMITTEE: BMT of Columbia, LLC, a Missouri limited liability company
Exhibit 1 - Legal Description Exhibit 2 - Diagram	By: Travis H. McGee, is Manager

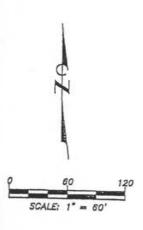
# **EXHIBIT 1**

The following described real estate situated in Columbia, Boone County, Missouri:

A tract of land consisting of Lot One (1) and Two (2) of Gordon's Plat and Subdivision of Lots Two Hundred Twenty-three (223) and Two Hundred Twenty-four (224) in the original town, now City of Columbia, Missouri, the Developer's Land being shown and described as Lots One (1) and Two A (2A) of survey recorded in Book 552, Page 693 of the Real Estate Records of Boone County, Missouri

[Such Developer's Land being currently used as a surface, motor vehicle parking lot, and being located on the northeast corner of Tenth and Broadway in Columbia, Boone County, Missouri]

CURRENIDRABINGS WAY A ST2649 \ 12549 FORCE MANY, DWG



LOFTS ON BROADWAY
TENTH STREET
FORCE MAIN EXHIBIT
COLUMBIA, MISSOURI
APRIL 4, 2014
SHEET 1 OF 1



Engineering Surveys & Services

1113 Fay Street
Columbia, Missouri
573 - 443 - 2646
Missouri Engineering Corporation \$ 2004005018

#### RIGHT OF USE PERMIT

the City of Columbia, a municipal corporation, in consideration of the sum of ten dollars (\$10.00) and other considerations to it paid, does hereby permit BMT of Columbia, LLC, their heirs and/or assigns (hereinafter referred to as "Permittee") to enter upon the following described lands owned by the City of Columbia and located within the right of way of N. Tenth Street and E. Broadway, Columbia, County of Boone, State of Missouri, and more particularly described as follows, to wit:

Install and maintain private storm sewers within the right of way of N. Tenth Street and E. Broadway, at 1007 E. Broadway, further shown by the diagram attached to this right of use permit.

This permit is subject to the following conditions and stipulations:

- 1. This permit is for the exclusive purpose of construction, improvement, operation and maintenance of storm sewers in the right of way of N. Tenth Street and E. Broadway, at 1007 E. Broadway.
- This permit does not grant Permittee or any of its officers, agents or employees
  the right to cut, break, excavate or damage the street pavement of N. Tenth Street
  or Broadway without City of Columbia consent.
- Permittee will be responsible for the costs of any future repairs, maintenance or replacements which is the result from Permittee's use under this Right of Use Permit.
- 4. Prior to exercising its right granted herein, the Permittee shall present construction plans or diagrams locating the proposed infrastructure to the City Public Works Department and City Water and Light Department and any existing utility company using facilities located within the limits of the Permit.
- Prior to exercising its right granted hereunder, Permittee agrees to obtain all necessary permits required by the City of Columbia pertaining to work being done in the right of way.
- 6. If the storm sewers are ever abandoned, all rights herein granted shall cease and terminate and Permittee shall have no further right of interest therein except that, upon abandonment, Permittee remains responsible for all of Permittee's facilities structures left in place and any costs to remove them or store them or to otherwise clean up easement.
- 7. If at any time during construction, repair, modification or relocation of the storm sewers or any utility existing in the easement at the time this permit is granted, is necessary which would require relocation of the storm sewers, the Permittee shall relocate the storm sewers at their own expense.
- 8. The Permittee agrees by exercising its rights under this permit that if the storm sewers become damaged in any way, whether negligently or intentionally by the construction, repair, modification or relocation of any utility existing in the easement at the time this permit is granted it will repair or replace the storm

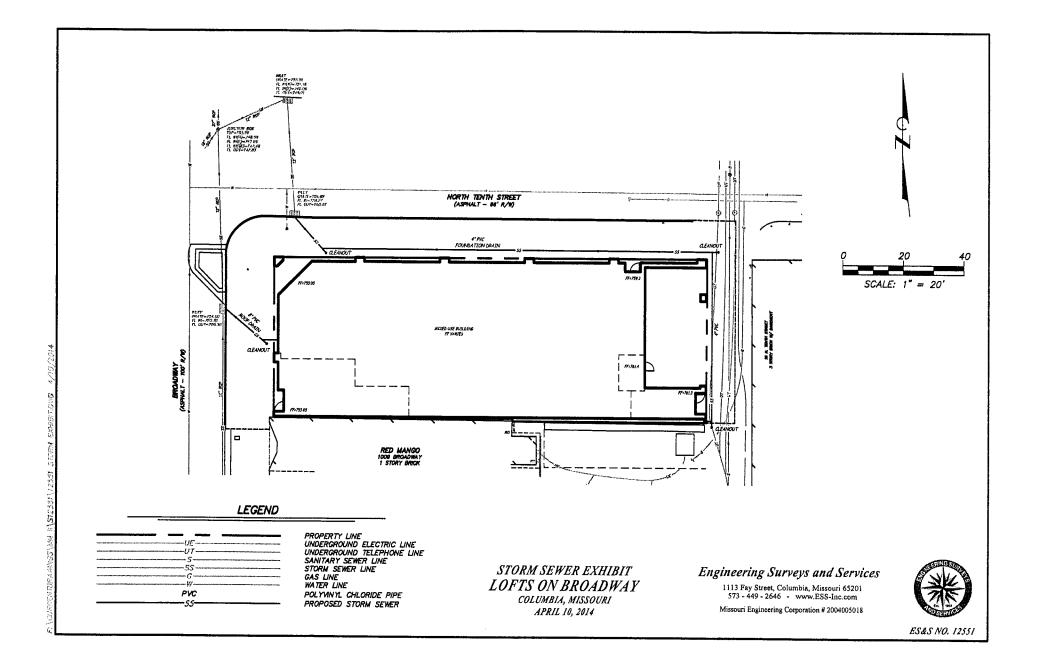
- sewers at their own cost and hold the City of Columbia harmless for any of the costs associated with the repair or replacement or any other costs associated with the damage to the facilities.
- 9. This permit shall remain in effect until canceled by the City of Columbia, which shall be obligated to notify the Permittee six (6) months in advance of cancellation.

IN WITNESS WHEREOF, the said Party of the First Part has caused these presents to be signed by its officers the day and year first written above.

	City of Columbia, Missouri
Attest:	By: Mike Matthes City Manager
By:Sheela Amin City Clerk	_
Approved as to form:	
By:	-

BMT of Columbia, LLC

Travis McGee - Member



Source: City Manager

Agenda Item No:

To: City Council

From: City Manager and Staff

Council Meeting Date: April 21, 2014

Re: Authorizing Right of Use Permits with BMT of Columbia, LLC for the installation of a 2" sewer force main and storm sewers.

#### **EXECUTIVE SUMMARY:**

At the request of Councilperson Karl Skala, staff has prepared for Council consideration a Right of Use Permit with BMT of Columbia, LLC for the installation of a 2" sewer force main in the public alleyway running parallel to Broadway and located on the north side of Broadway, and a second Right of Use Permit for the installation of storm sewers that will be placed under the sidewalk in order to connect the building to the street inlets.

### DISCUSSION:

For information purposes, the "Lofts on Broadway" is planned as a 5 story mixed use building, consisting of retail space on the first floor, and four floors of apartments (maximum of 36 beds, mostly single bedroom units). The project is intended to appeal to professionals who work in the downtown and surrounding area as well as to people who enjoy the urban living experience. There is no parking proposed on site (not required in C2), however, the Permitee has already reserved and is currently paying for forty (40) covered spaces in the Short Street Garage for the residents. The construction project is expected to begin during the second quarter of 2014 and be open for business and residents by the third quarter of 2015.

This permit for the installation of a 2" sewer force main and separate storm sewer will serve the Permittee's project known as the "Lofts on Broadway" to be constructed on what is currently a parking lot located in the northeast quadrant of the intersection of 10th & Broadway. The project itself is not at issue as the parcel is appropriately zoned for the proposed use, plans have been submitted to the City for review, and permits are pending.

The City has the capacity to furnish the necessary utilities to the proposed site with the exception of sewer due to a lack of capacity in the line shown as Project 4 in Attachment A. This line is an 8" sanitary sewer line that runs from approximately 10th Street to 4th Street along the alley just north of Broadway. This line serves adjacent establishments on the north side of Broadway, including several restaurants, Landmark Bank, Commerce Bank and City Hall. At present, it is undersized to adequately serve existing connections which, in the past, created sanitary sewer overflows in the area served. While the expected flows from the "Lofts on Broadway" are expected to be small, City staff has determined that it would be best for these flows not to be added to the current line without major improvement, and to instead direct the flows to a line with more capacity that could sufficiently handle them. If approved, the sewer force main to be constructed by the Permittee will flow sewage from the "Lofts on Broadway" east to the Park Avenue sewer main as shown in Attachment B.

The Permittee has also consented to a \$50,000 contribution to help fund Project 4, which, when constructed by the City would allow the "Lofts on Broadway" to connect to the new improved sewer line.

## **FISCAL IMPACT:**

All improvements described will be paid for by the Permitee.

#### **VISION IMPACT:**

#### http://www.gocolumbiamo.com/Council/Meetings/visionimpact.php

6 Vision Statement: Downtown Columbia is a hip and vibrant district with a diversity of easily accessible businesses, residences, attractions and institutions; it is an exciting gathering place for all types of people.

6.2 Goal: Downtown Columbia will have a variety of safe housing options, including new and revitalized units, for all age groups and income levels with easy access to desirable amenities. Development and design guidelines will be instituted.

# **SUGGESTED COUNCIL ACTIONS:**

Approval of the Ordinance authorizing the Right of Use Permit with BMT of Columbia, LLC.

FISCAL and VISION NOTES:							
<b>City Fiscal Impact</b> Enter all that apply		Program Imp	act	Mandates			
City's current net FY cost	\$0.00	New Program/ Agency?	No Federal or State mandated?		No		
Amount of funds already appropriated	\$0.00	Duplicates/Expands an existing program?	No	Vision Implementation impact			
Amount of budget amendment needed	\$0.00	Fiscal Impact on any local political subdivision?	Yes	Enter all that app Refer to Web sit	•		
Estimated 2 year net costs:		Resources Rec	vired	Vision Impact?	Yes		
One Time	\$0.00	Requires add'I FTE Personnel?	No	Primary Vision, Strategy and/or Goal Item #	6.0		
Operating/ Ongoing	\$0.00	Requires add'l facilities?	Yes	Secondary Vision, Strategy and/or Goal Item #	6.2		
		Requires add'l capital equipment?	No	Fiscal year implementation Task #			

