

City Manager's Report: June 5, 2023

Projects, Updates, Community Information, Staffing, General Operations

STATE LEGISLATIVE UPDATE			
Pension Funding Grant Program	In 2022, the state legislature was considering creating a grant fund to help cities pay down their unfunded liabilities with pensions. \$750 million was going to be allocated for cities that were below 60% funded and \$250 million was for cities over 60% funded. The \$750 million was kept but the \$250 million was eliminated. So only municipalities (cities, counties, villages) with a sub-60% funded ratio are eligible. Owosso is 95% funded.	Resolution passed and sent to legislature	
Curbside Recycling Required by 2028	Passed in December of 2022, this legislation amended PA 451 of 1994 – specifically Part 115 – to mandate that all cities over a population of 5000 shall be required to have curbside recycling established with at least 90% of single family households within the city by January of 2028.	HB 4454 (2021)	

ECONOMIC DEVELOPMENT PROJECTS			
152 Howard Street - \$725,000 Rental Rehab Grant (Federal) - 2019	\$1.2 million project to rehab building to add 7 new residential units – 4 of which will be low income for 5 years. Façade restoration is included. MEDC announced to owners that this grant program does not fit with the project. We are awaiting their alternative proposal to continue redevelopment efforts. This project has local tax abatements.	Owners have elected not to pursue grant funds as of February, 2023. Working on agenda item to cancel brownfield plan.	
Westown craft brewery – tentative \$400,000 CRP grant - 2022	\$800,000 project to redevelop a historic Westown storefront building into a craft brewery and upper story housing. Total state grant amount estimated at \$400,000 through the Community Revitalization Program grant	Application submitted. Plans submitted.	
123 N Washington project – estimated \$750,000 CRP grant - 2022	\$2.9 million redevelopment of downtown building to include 11 new upper story residential units and a restored historic façade. This project includes local tax abatements.	CRP grant LOI received. Owners working with MEDC for formal grant award	
Old Middle School project - 2022	Estimated \$12-\$15 million redevelopment to include 50-54 new residential units. This project will most likely include LITEC and historical tax credits. This project was granted a 4% PILOT for the life of the mortgage but only for the previous developer. The new developer will ask for a similar PILOT ordinance to be granted. The tax credit application was rated 3 rd out of all submitted. It is likely that MSHDA will only have enough funding this round for one project. October round denied. Will apply again in April 2023.	OPS sold property to Venture, Inc. 4% PILOT ordinance approved. Tax Credit application submitted to state in October 2022. Denied. Resubmitting in April, 2023.	
114 W Main St Upper Story Housing - \$700,000 rental rehab grant - 2021	This project will add 7 new residential units on the 3 rd floor of this downtown building. The first two	Grant awarded by MSF. Environmental	

301 W Main St, Owosso, MI 48867 Office: 989-725-0599; Website: <u>www.ci.owosso.mi.us</u>

	floors are commercial. This project includes tax abatements already granted.	review ending June 2023. Construction start pending.
TOTAL ECONOMIC DEVELOPMENT PROJECTS	\$19,175,000	

Project Name	Status		
	ZONING AMENDMENTS		
Amendments and rewrite of the City's zoning ordinance – 15 to 18 month process			
City of Owosso	Currently in review process with Staff	and Planning Commission	
	BUILDING PERMITS – COMMERCIAL		
804 W Main St	New dog grooming business		
825 W Main ROW	Small Cell Wireless		
330 N Washington	New roof – church		
300 E Main	New roof - hotel		
	MARIHUANA LICENSES		
GROW			
1750 E South St	Recreational	Renewed – July 2022	
1370 E South St	Medical/Recreational/Excess	Renewed - October 2022	
1455 Industrial	Medical	Renewed Feb 2023	
	Recreational	Issued Feb 2023	
1410/1420 Hathaway	Recreational	In Process- new build	
PROCESSING			
1750 E South St Ste. 1	Recreational	Issued Jan 2023	
RETAIL			
117 W Main St	Medical and Recreational	Renewed - October 2022	
1115 Corunna	Medical and Recreational	Opened July 2022	
901 W Main (moving to 200 E Main)	Medical and Recreational	Renewed – May 2023	
116 N Washington	Medical and Recreational	Renewed – December 2022	

NON-CITY PROJECTS OF PUBLIC INTEREST			
Matthews Building Site	Site backfilled, hydro-seeded, and secured. Code enforcement will be issuing additional violations for the condition of the building that remains	Some work done in April to secure loose windows.	
Consumers Energy Update – Ball St/Downtown	All underground conduit has been installed. Consumers contractor crews plan to begin concrete and asphalt restoration work the week of May 1, 2023. This work is anticipated to take about two weeks. Shoulder closures and lane closures are anticipated while this work is being performed.	Crews are wrapping up. Street paving near completion	

Grants			
Grant	Amount	Status	Description
Drinking Water State Revolving Loan Fund - 2023	\$1,033,750	Preliminary Award - 2023	This grant will help with lead service line replacement, water main replacement, and well upgrades. It's part of a \$4,045,000 project to continue improving the Owosso water system. Water Main: North, Lee, Clyde, Lunn, Huron, Milwaukee. Lead Service replacements in water main project areas. SCADA upgrades at water treatment plant. Improvements to Palmer 3a and Juniper

			wells. Fishbeck water study. Remainder of cost will be paid with low interest SRF loans.
Clean Water State Revolving Loan Fund - 2023	\$1,412,500 plus \$5,300,000 loan forgiveness	Preliminary Award – 2023	This grant plus loan forgiveness program will partially fund the replacement of the 3 treatment towers at the wastewater treatment plant. Total cost of the project is \$13,425,000. The remainder of the cost with be paid with low interest SRF loans.
Railroad Grade Repair Grant	\$181,653	Awarded	This grant is from MDOT and will fund the replacement of the railroad crossing at S. Cedar Street.
ARP Grant – Medicare/Medicaid/CHIP - 2021	\$80,708	Award Updated	The Department of Health and Human Services (HHS), through the Health Resources and Services Administration (HRSA), is making payments to providers based on the amount and type of Medicare, Medicaid, and Children's Health Insurance Program (CHIP) services provided to rural beneficiaries from January 1, 2019 through September 30, 2020. Initial award was \$56,200. An additional \$24,530 was awarded in Dec 2021.
ARPA Funding - 2021	\$1,510,000	Awarded	1 st payment received. Last payment will be received in 2022. Public online survey completed. Waiting on Council members to submit project application scoring to staff. \$750,000 has been allocated to water infrastructure.
MSHDA NEP Grant - 2023	\$75,000	Awarded	Used to assist low-income home owners with eligible exterior home improvements up to \$7,500. Application being drafted.
MSHDA MI HOPE Grant - 2023	\$105,000	Awarded	This grant program is designed to encourage and facilitate energy-efficiency focused residential housing repairs and upgrades to owner occupied homes and non-owner occupied single-family homes and multi-family properties consisting of a maximum of three total units within both rural and urban areas.
DNR Grant for Holman Pool Building - 2020	\$150,000	Cancelled	Bids came back more than twice what was budgeted for the project due to increases in labor and material costs. The building will be used for storage.
EGLE DWAM Grant - 2019	\$460,000	Awarded	Original work scope includes investigating 364 water service lines through the city, updating distribution system material inventory, and updating the water asset management plan. Change order no.1 was approved to include an additional 160 addresses to be investigated. Water service line material investigations inside the building at the water meter have been completed. Roughly 350 addresses have been hydro-excavated at the curb stop to date. The project is funded by a grant from the State of Michigan.
EGLE Service Line Replacement Funding - 2020	\$3,000,000	Awarded	Owosso's application was scored the highest this round. Project plan submitted July 1, 2021. This is 100% forgiven loan (Booker Funding) through the state's revolving loan fund program. Dollars will be used to replace water service lines subject to LCR requirements.
EGLE Service Line Replacement Funding (2)	\$1,345,000	Awarded	This partial loan forgiveness funding is tied to the application above. This project involves more LSR replacements coupled with the replacement of the Center St water main and rehabilitation of the water system elevated towers. This opportunity is 30% Booker forgivable. Remainder of this project will need ARPA funding to complete.
FEMA SCBA Grant - 2022	\$250,000	Denied	This grant replaces the OFD's breathing apparatuses. This is the second year we have been denied.
FEMA Radio Grant - 2021	\$1,200,000	Denied	This grant was in conjunction with other municipalities to replace OFD's radio units.

Federal COPS Grant - 2022	\$582,875 over 3 years	Denied	This grant funds up to 3 new police officer positions for 3 years. If awarded, the city would be required to continue funding these positions for an additional year.
Saginaw WIN Grant - 2020	\$10,500	Awarded	To help fund the Middle School area kayak launch.
Safe Routes to School - 2022	\$600,000	Applied	Work scope includes constructing ADA compliant sidewalk ramps at various locations within the city along with constructing new sidewalks primarily in the Middle School area. Design work is underway by city staff. Engineer has been hired for contract admin.
Consumers LED Rebate - 2021	\$5,460	Completed	Replace light fixtures in City Hall with more efficient LED lights
Small Urban Grant - 2022	\$375,000	Denied	Reconstruct Chipman St from Beehler to M-21.
MEDC WRI Grant - 2021	\$1,600,000	Denied	Replace water main, streets, and LSLs on Center, Clyde, Huron, Lynn, and Milwaukee Streets. 25% match required.
MCACA Grant - 2020	\$82,500	Denied	Replace library AC, Library steam pipes, Gould House heat and AC, and Castle boiler. Required \$82,500 match. Will know in September, 2021 if we are awarded.
Small Urban Grant - 2019	\$375,000	Awarded	Reconstruct Gould St from Oliver to Moore.
T-Mobile Hometown Grant - 2020	\$45,300	Denied	Possibly help fund the Middle School Kayak Launch project so no millage money would be needed to complete the project. This would add to the Saginaw WIN Grant already awarded.
Wellhead Protection Grant - 2021	\$52,000	Denied	Fund wellhead educational activities, groundwater audit, wellhead protection software, and update the city's wellhead plan.
Consumers Tree Planting Grant - 2022	\$2,600	Awarded	Consumers Energy's tree planting grant program to assist with annual fall tree planting in 2022.
MDOT RR Grade Crossing Grant – Woodlawn	\$108,621	Denied	Replace RR crossing at Woodlawn Ave. Funding: 60% MDOT/40% RR
MDOT RR Grade Crossing Grant – Chestnut -	\$81,765	Denied	Replace RR crossing at Chestnut St. Funding: 60% MDOT/40% RR
MDOT RR Grade Crossing Grant – Cedar	\$181,653	Awarded - 2021	Replace RR crossing at Cedar St. Funding 60% MDOT/40% RR
MDOT RR Grade Crossing Grant – S. Chipman -	\$112,381	Denied	Replace RR crossing at S Chipman St. Funding: 60% MDOT/40% RR
FY 2023 DWSRF – Water	\$1,011,250	Awarded	Replace water main on North, Lee, Clyde, Lunn, Huron, and Milwaukee St and LSRs (see below for project specifics). SCADA control upgrade at water plant. Wells at Palmer and Juniper. Fishbeck water study. Grant amount is 25% of total project cost. Remainder to be funded by SRF low interest loans.
FY 2023 CWSRF – Sewer	\$6,712,500	Awarded	Replace waste water plant treatment towers (3). This represents 50% of the cost of the project funded by grants and forgivable loans. The remainder will be funded by low interest SRF loans.
DNR Spark Grant - 2022	\$752,500	Application delayed to resolve property ownership issue.	Make improvements to the James Minor River Trail along Jerome St to coincide with future street reconstruction. Grant will fund trail improvements and paving from Washington St to the Oakwood walk bridge.
Match on Main - 2022	\$25,000	Awarded	Grant from MEDC to Aviator Jayne for business expansion.
Match on Main - 2022	\$25,000	Awarded	Grant from MEDC to Taphouse Meat Market for business creation.
TOTAL GRANTS AWARDED	\$22,317,574	Grants Denied	\$4,490,442

STREETS AND SIDEWALKS				
2023 Chip Seal Program		The scope of work is double chip and fog seal on the following streets: Beehler from Lansing to Cedar Bradley from Lansing to Curwood Castle Cedar from River to Beehler Howell from Bradley to River Lansing from Beehler to Beehler Lyon from Bradly to Beehler River from Cedar to Shiawassee (M-52) Union from Beehler to north end Project advertised for bids with a February 7, 2023 bid letting. Work is planned to start around July 1, 2023.	Summer 2023	
2023 Sidewalk Replacement Program		The focus area for sidewalk replacement is the area bounded by Hickory St, Main St, Gould St, and Jerome St. Project awarded to KMI Road Maintenance with work planned to begin after July 1, 2023.	Fall 2023	
2023 Street Patch Program		Work scope includes patches on various streets within the city of Owosso needed for water main breaks, sewer repairs, etc. Project awarded to Smith Sand & Gravel with work planned to begin after July 1, 2023.	Fall 2023	
Street Projects	Center Street: King to North	Work scope includes crush and shape with asphalt pavement construction (south end) and asphalt pavement rehabilitation and select curb and gutter replacement (north end). Project has been awarded to Glaeser Dawes with the work scheduled to begin early June.	2023	
	North Street: Hickory to M 52	Work scope includes pavement rehabilitation with select curb and gutter replacement, ADA sidewalk ramps, select sidewalk repair, select storm sewer replacement, and permanent pavement markings and signing; water main replacement and water service line replacements. The street portion of the project is being funded in part by a MDOT Small Urban grant with the water main portion of the project being funded by an EGLE Drinking Water Revolving Loan. Contract has been awarded, via MDOT, to Champagne & Marx. Project is scheduled to begin early June.	2023	
	Lee Street: Clark to Ada (petition)	Work scope includes pavement rehabilitation with select curb and gutter replacement, ADA sidewalk ramps, sidewalk replacement, and select storm sewer replacement; water main replacement and water service line W Main St, Owosso, MI 48867	2023	

	Jerome: Hickory to Oakwood	replacements. Project was initiated by citizen petition. The water main portion of the project is being funded by an EGLE Drinking Water Revolving Loan. Project is scheduled to begin end of May pending loan closing. Jerome Street from Hickory to Oakwood: Work scope includes crush and shape with asphalt pavement construction along with minor drainage upgrades. Project is on hold until funding is available.	On hold pending funding.
2024	Stewart: M52 to Washington	Work scope includes pavement reconstruction with curb and gutter replacement, storm sewer replacement, ADA sidewalk ramps, select sidewalk replacement, and permanent pavement markings and signing; water main replacement. Project is a MDOT Small Urban Program project. Design work is underway by city staff.	2024 MDOT Small Urban Project. Design Phase
Downtown/DDA	Replace overhead street lights and poles	Select replacement of street lights with new chairman lights and LED bulbs. In partnership with DDA. \$275,000 APRA awarded project. UPDATE: a survey of the foundations for existing lights were found to be deficient for reuse. They were not reinforced when installed. The project will continue but less lights will be replaced because of the added cost to replace the light foundations.	Efforts to begin in FY 22- 23

	UTILITIES (Water and Sewer)				
Project	Project Name/Description	Status	Completed		
Lead/Galvanized Service Line Replacement	2022-2024	Work scope includes noncompliant water service lines replacements at 600 locations within the City of Owosso over a 3-year time period. Water service line replacements began for the 2023 construction season at the end of March. A total of 250 water service lines have been replaced to date. Water service line replacements will continue for the remainder of the construction season.	Ongoing		
Water Treatment Plant	SCADA System - 2023	Kick-off meeting with Tetra tech was 10.30.20. Design phase completed. Included in next DWRF loan application.	In progress		
Waste Water Treatment Plan	Screw pump building roof replacement	Replace roof on screw pump building.	Postponed due to cost		
	Influent sampler replacement	Replace 25 year old influent sampler	Postponed		
	Pipe hanger replacement	Replace corroded plant sewer pipe hangers. As needed. Labor in house. Pay as you go.	Ongoing		
	Solids Handling Project - 2022	Demolition of old equipment in sludge tank room is complete. Disk Filter PILOT program is progressing but needing adjustment more than we would like.	Winter 2022-3. Supply chain delays for new equipment		

Sanitary Sewer Repair – 2023	N Chestnut, E Comstock, S Dewey, and Wilshire	Work scope includes open-cut sewer repairs on sanitary sewers on N Chestnut St, E Comstock St, S Dewey St, and Wilshire Dr. Project was awarded to Glaeser Dawes. Sewer replacements on all streets have been completed. Street restoration and cleanup are scheduled for June	Starting June, 2023
Water Main Replacement	Clyde St: Walnut to Shiawassee	Work scope includes water main replacement and water service line replacements. The project is being funded by an EGLE Drinking Water Revolving Loan. The water main is installed and is undergoing testing procedures. Cross street tie-ins and water service line installations are scheduled for June.	Summer 2023
	Huron St: Huggins to E end	Work scope includes water main replacement and water service line replacements. The project is being funded by an EGLE Drinking Water Revolving Loan. The new water main and water service lines are installed. Street restoration, lawn restoration, and cleanup are scheduled for June.	Summer 2023
	Lynn St: Howell to W end	Work scope includes water main replacement and water service line replacements. The project is being funded by an EGLE Drinking Water Revolving Loan. The new water main and water service lines are installed. Street restoration, lawn restoration, and cleanup are scheduled for June.	Summer 2023
	Milwaukee St: S Lyon to S Cedar	Work scope includes water main replacement and water service line replacements. The project is being funded by an EGLE Drinking Water Revolving Loan. The new water main and water service lines are installed. Street restoration, lawn restoration, and cleanup are scheduled for June.	Summer 2023
	Center St: W North to W King	Work scope includes water main replacement and water service line replacement along Center Street from W King to W North. Project is complete. Project is complete and close out procedures are underway.	Complete.
	Lee St: Clark to Ada	Work scope includes pavement rehabilitation with select curb and gutter replacement, ADA sidewalk ramps, sidewalk replacement, and select storm sewer replacement; water main replacement and water service line replacements. Project was initiated by citizen petition. The water main portion of the project is being funded by an EGLE Drinking Water Revolving Loan. Project	Summer 2023

		awarded to Glaeser Dawes with work scheduled to begin early June.	
Storm Sewer Lining - 2023	Allendale, Beehler, S Elm, and River St.	Work scope includes cured-in-place pipe installation in storm sewers on Allendale Ave, Beehler St, S Elm St, and River St. Project was awarded to Insituform Technologies. Storm sewers have been precleaned and televised. Lining is scheduled for June.	Starting in June, 2023

PARKS/ CEMETERY/ FORESTRY/ NONMOTORIZED			
Project	Project Name/Description	Status	Completed
	CIS Trail Extension – Extend trail from Priest Rd. to City.	Huron & Eastern Railroad told the city they will not agree to allow the trail to run along RR right of way for liability reasons. Alternate route being pursued. This route does not involve RR at all. Would require easements through township and private property. UPDATE: State funding may be available to complete. Unclear as to what route will be used. City engineers provided estimates for state officials to seek funding.	TBD
	Canoe/Kayak Launch installation	Work scope includes constructing a kayak launch, landing area, and stairway. The project location is along the east bank of the Shiawassee River, about 60' north of the Heritage Footbridge. The launch, landing area, stairway, sidewalk, and rip rap are complete. The site is mostly complete but we are still waiting on the canoe chute and railing to be installed.	Complete pending placement of canoe chute
	Oakwood Bridge Surface Repair	Replacement of entire bridge service will be bid if FY 23-24 budget approved.	On Hold pending funding

MOTOR VEHICLE POOL			
Public Safety	Ambulance replacement - 2022	Order placed. Will take 18 months. Saving \$100,000 this year and purchasing FY 2022-23. Chasing down potential new grant opportunities through USDA.	Complete
	Fire Truck Replacement – 2023	Bond application approved by council. Purchase budgeted in proposed FY 23-24. Lead time is 18 months or more.	June 2024

BUILDING AND GROUNDS				
Library	Exterior window painting	Scrape and repaint exterior windows. approved FY 23-24 budget	\$15k in	2023-24

	Boiler Steam Distribution Line Replacement	The boiler for the library is in good shape. However, the distribution lines are leaky and need replacement. This would replace the entire distribution system. Multiple patches have been installed and the leaks are just appearing in new areas. Unlikely to be completed with MCACA grant denial.	TBD
Gould House	Landscaping improvements - 2022	Peterson Landscaping hiring to begin major cleaning of landscaping. DPW staff assisted with some minor trimming and weeding to get us through the summer.	Complete
City Hall	Security and Accessibility - IT	Replace/Add technology at city hall for security and accessibility. Replace old doorbell on basement entry and upgrade silent alarm system.	2023
	Wireless accessibility	Replace and add routers for better WiFi coverage in city hall. Current dark areas on all floors will be corrected. Speed increased	Complete
	Replace phone system routers	These routers connect all city facilities on one phone system. Current routers are no longer supported by Cisco.	2023

CONTRACTS AND AGREEMENTS