



## City Manager's Report: December 5, 2022

### Projects, Updates, Community Information, Staffing, General Operations

ECONOMIC DEVELOPMENT PROJECTS		
152 Howard Street - \$725,000 Rental Rehab Grant (Federal)	\$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.	On hold
Westtown craft brewery – tentative \$400,000 CRP grant	\$800,000 project to redevelop a historic Westtown 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
123 N Washington project – estimated \$750,000 CRP grant	\$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.	Letter of Intent approved 12.2.22
Old Middle School project	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 <sup>rd</sup> out of all submitted. It is likely that MSHDA will only have enough funding this round for one project. We can reapply in April 2023 if we get denied this round.	OPS sold property to Venture, Inc. 4% PILOT ordinance approved. Tax Credit application submitted to state in October 2022.
114 W Main St Upper Story Housing - \$700,000 rental rehab grant	This project will add 7 new residential units on the 3 <sup>rd</sup> floor of this downtown building. The first two floors are commercial. This project includes tax abatements already granted.	Environmental assessment in progress.
<b>TOTAL ECONOMIC DEVELOPMENT PROJECTS</b>	<b>\$19,900,000</b>	

NON-CITY PROJECTS OF PUBLIC INTEREST		
Matthews Building Site	Site backfilled, hydro-seeded, and secured.	
Lula's Building – Fire Damage	Contractor demolition permit submitted and approved. Building will be demolished, leaving Lily Pearls intact. Demo will start at the back and work its way to the street. Contractor may have to close down street at some point near completion.	December 2022
City Club Building – Sky Bridge Demolition	Demo work complete. Alley and courtyard are now open. City met with building owner to talk about securing what's left. City remains concerned regarding the integrity of the whole property.	Complete

Project Name		Status
<b>ZONING AMENDMENTS</b>		
City of Owosso	Amendments and rewrite of the City's zoning ordinance – 15 to 18 month process 11/28/2022 Begin review process with Planning Commission	
<b>BUILDING PERMITS – COMMERCIAL</b>		
110 W Exchange	Tri City Trading Post (new location)	
111 N Washington	Expansion of Aviator Jayne	
102 W Main	New business Oak & Ivory Clothing, Co.	
114 W Main	Interior renovations for Azee Business Solutions	
201 S Washington Ste. 10	New business Back to the Tee	
403 ½ E Main St	New business Dakota Logistics	
224 N Ball	Interior renovations	
<b>MARIHUANA LICENSES</b>		
<b>GROW</b>		
1. 1750 E South St	Medical (did not renew) Recreational (renewed)	Renewed – July 2022
2. 1370 E South St	Medical/Recreational/Excess	Renewed - October 2022
3. 1400 McMillan	Medical	In Process-Renovations to existing building
4. 1465 McMillan	Medical	In Process-New build
5. 1500 McMillian	Medical	In Process-Renovations to existing building – Extension granted to 12/31/2022 due to supply back orders.
6. 1455 Industrial	Medical Recreational Application is Pending	Issued Feb 2022 Conditional license issued July 2022
7. 1410/1420 Hathaway	Medical and Recreational	In Process-Renovations to existing buildings and new build
8. 403 State St.	Medical and Recreational	In Process-Renovations to existing buildings
<b>PROCESSING</b>		
1750 E South St Ste. 1	Medical and Recreational	Conditional license issued August 2022
<b>RETAIL</b>		
1. 117 W Main St	Medical and Recreational	Renewed - October 2022
2. 1115 Corunna	Medical and Recreational	Opened July 2022
3. 901 W Main	Medical and Recreational	Renewed – May 2022
4. 116 N Washington	Medical and Recreational	Renewed – January 2022

Grants			
Grant	Amount	Status	Description
Drinking Water State Revolving Loan Fund	\$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	\$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 will 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	\$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	\$1,510,000	Awarded	1 <sup>st</sup> 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	\$75,000	In Progress	Used to assist low-income home owners with eligible exterior home improvements up to \$7,500. Application being drafted.
DNR Grant for Holman Pool Building	\$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.
EGLD DWAM Grant	\$460,000	Awarded	Work scope includes investigating 364 water service lines through the city, updating distribution system material inventory, and updating the water asset management plan. Project is under design phase by OHM Advisors. Water service line material investigation inside the building at the water meter has been completed at roughly 290 locations. Potholing at curb stops by contractor to follow in Spring 2023. The project is funded by a grant from the State of Michigan.
EGLD Service Line Replacement Funding	\$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.
EGLD 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	\$250,000	Denied	This grant replaces the OFD's breathing apparatuses. This is the second year we have been denied.
FEMA Radio Grant	\$1,200,000	Denied	This grant was in conjunction with other municipalities to replace OFD's radio units.
Federal COPS Grant	\$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	\$10,500	Awarded	To help fund the Middle School area kayak launch.
USDA Police Cruiser Grant	\$17,500	Awarded	To pay 55% of the cost of a replacement police cruiser.
Safe Routes to School	\$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. Topographic survey is currently being processed. Design work by city staff to follow.
Consumers LED Rebate	\$5,460	Completed	Replace light fixtures in City Hall with more efficient LED lights
Small Urban Grant	\$375,000	Denied	Reconstruct Chipman St from Beehler to M-21.
MEDC WRI Grant	\$1,600,000	Denied	Replace water main, streets, and LSLs on Center, Clyde, Huron, Lynn, and Milwaukee Streets. 25% match required.
MCACA Grant	\$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	\$375,000	Awarded	Reconstruct Gould St from Oliver to Moore.

T-Mobile Hometown Grant	\$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	\$52,000	Denied	Fund wellhead educational activities, groundwater audit, wellhead protection software, and update the city's wellhead plan.
\$1.15 Billion Pension Funding Bill – State of Michigan	N/A	N/A	\$1.15 billion has been proposed by the House of Representatives in Lansing to help fund pension shortfalls for Michigan communities with unfunded liability. \$250 million will go to communities like Owosso with a pension funding level of 60% or greater. The bill was passed by the House and then referred to the Senate Appropriations Committee where it has yet to receive a hearing.
Consumers Tree Planting Grant	\$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	Applied	Replace RR crossing at Woodlawn Ave. Funding: 60% MDOT/40% RR
MDOT RR Grade Crossing Grant – Chestnut	\$81,765	Applied	Replace RR crossing at Chestnut St. Funding: 60% MDOT/40% RR
MDOT RR Grade Crossing Grant – S. Chipman	\$112,381	Applied	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	\$752,500	Applied	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.
<b>TOTAL GRANTS AWARDED</b>	<b>\$21,998,421</b>	<i>Grants Denied</i>	<i>\$4,187,675</i>

### STREETS AND SIDEWALKS

<b>2022 Street Patch Program</b>		Work scope includes patches on various streets within the city of Owosso needed for water main breaks, sewer repairs, etc. Smith Sand & Gravel will perform the work in the final year of their two year contract. Project complete with closeout procedures underway.	Complete
<b>Street Projects</b>	Center Street: King to North	Center Street from 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 letting is planned for mid-December. Special assessment proceedings to follow.	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 a MDOT Small Urban Program project. The water main portion of the project was submitted as part of the State of Michigan Department of EGLE 2023 Drinking Water Revolving Loan Fund project plan. Projects being funded will be announced around October. Final documents are due to MDOT by the end of October. Project is planned for the January 2023 letting.	2023
	Lee Street: Clark to Ada (petition)	Lee Street from Clark Street to Ada Street: 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 is planned for a January 2023 letting. Special assessment proceedings to follow.	2023
	Jerome: 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.	Design phase. Then on hold pending funding.
	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
<b>Downtown/DDA</b>	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	Efforts to begin in FY 22-23
	EV Station Update	Both stations are now repaired and operational. DDA staff obtained another year on the warranty due to constant issues with equipment.	Complete and open for use

<b>UTILITIES (Water and Sewer)</b>			
<b>Project</b>	<b>Project Name/Description</b>	<b>Status</b>	<b>Completed</b>
<b>Lead Action Level Exceedance</b>	Filter giveaway event	Conducted 2 filter giveaway events in partnership with local and state health	Complete

		department. Remaining filters to be handed out at city hall for those who qualify. Email <a href="mailto:safewater@ci.owosso.mi.us">safewater@ci.owosso.mi.us</a> or call 989-725-0545 to schedule an appointment to receive a filter curbside due to COVID lockdown.	
	Filter Distribution	Distribute filters at city hall for those who qualify. See above for COVID lockdown procedures for filter giveaway.	Ongoing
	Public Education Mailer	Mail Public Education piece to every water account in the system.	Complete
	6 month lead/copper re-test	State mandated retesting for lead/copper levels 6 months after initial exceedance. Preliminary results show we are now below the action level. 1 <sup>st</sup> 6 month test results are below the state's lead action level	Complete. Passed
<b>Lead/Galvanized Service Line Replacement</b>	2022-2024	Work scope includes investigating 364 water service lines through the city, updating distribution system material inventory, and updating the water asset management plan. Project is under design phase by OHM Advisors. Water service line material investigation inside the building at the water meter has been completed at roughly 290 locations. Potholing at curb stops by contractor to follow in Spring 2023. The project is funded by a grant from the State of Michigan.	Ongoing
<b>Water Billing Customer Portal</b>	ACLARA ACE Portal	Allows customer online access to monitor their water usage. About 200 accounts are utilizing the system. We are trying to get the word out for more participation.	Complete
<b>Water Treatment Plant</b>	SCADA System	Kick-off meeting with Tetra tech was 10.30.20	In progress
	Backwash Pump and 16 inch hi service	Replace backwash pump, install redundant pump, and replace 16 inch water main in basement	Complete
<b>Wastewater Plant</b>	Headworks Project	Screw pumps installed. Bypass pumping has stopped. Grit chamber operational. Screeners relocated.	Completed.
	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
	Bisulfide tank replacement	Replace bisulfide tank	Completed
	Confined space entry equipment	Purchased new confined space entry equipment. Worker safety.	Postponed
	Sludge Truck dump box	Replace corroded dump truck box	Complete
	VFD controller rehab (5)	Rebuild/replace old variable frequency drive controllers	Completed
	Pipe hanger replacement	Replace corroded plant sewer pipe hangers. As needed. Labor in house. Pay as you go.	Ongoing
	Solids Handling Project	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

<b>Water Main Replacement</b>	Clyde St: Walnut to Shiawassee	Work scope includes water main replacement. Project under design phase. The project is being funded by an EGLE Drinking Water Revolving Loan. Project is planned for a January 2023 letting.	Summer 2023
	Huron St: Huggins to E end	Work scope includes water main replacement. Project under design phase. The project is being funded by an EGLE Drinking Water Revolving Loan. Project is planned for a January 2023 letting.	Summer 2023
	Lynn St: Howell to W end	Work scope includes water main replacement. Project under design phase. The project is being funded by an EGLE Drinking Water Revolving Loan. Project is planned for a January 2023 letting.	Summer 2023
	Milwaukee St: S Lyon to S Cedar	Work scope includes water main replacement. Project under design phase. The project is being funded by an EGLE Drinking Water Revolving Loan. Project is planned for a January 2023 letting.	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

### 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	DPW to replace entire surface. Material costs estimated to be \$35,000	On Hold. Bad boards replaced or areas patched

### MOTOR VEHICLE POOL

<b>Public Safety</b>	Ambulance replacement	Order placed. Will take 18 months. Saving \$100,000 this year and purchasing FY 2022-23. Chasing down potential new grant opportunities through USDA.	June 2023
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### BUILDING AND GROUNDS

<b>Library</b>	HVAC rehab	Replace aging air conditioning systems. 3 <sup>rd</sup> party estimate received.	Complete.
	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
<b>Gould House</b>	Landscaping improvements	Peterson Landscaping hiring to begin major cleaning of landscaping. DPW staff assisted with some minor trimming and weeding to get us through the summer.	Initial clearing complete. On hold due to funding for completion
<b>City Hall</b>	Finance wing carpet replacement	Postponed due to COVID. Carpet purchased.	Complete
	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.	January 2023
	Replace laserfiche server	Replace 20 year old server that holds many electronic city records for the clerk's office	January 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	Winter 2022-3
	Replace phone system routers	These routers connect all city facilities on one phone system. Current routers are no longer supported by Cisco.	Winter 2022-3
	Recharge server room Halon Syst	The gas fire suppression system in the server room needs to be recharged	Winter 2022-3
	Police Body Cameras	Purchase and equip officers with body cameras. Server purchased FY 19-20.	Delayed due to supply chain issues

### CONTRACTS AND AGREEMENTS

<b>OHC</b>	Endowment Fund Agreement with Shiawassee Community Foundation	OHC to invest endowment fund with Community Foundation.	Complete
<b>Parks</b>	Amphitheater Easement	School District agreed to draft language on an easement for the property in front of the Amphitheater for use by the city for events in the Mitchell Amphitheater.	Draft ready for Council Approval