



Innovative Finance Proposal Highway 169/Bren Road Interchange

October 2009

Public Private Partnership

Highway 169/Bren Road Interchange

The reconstruction of the interchange at Highway 169 and Bren Road in Minnetonka will demonstrate how the state, local government and private sector can partner together to deliver a transportation improvement that will create jobs, capture increased land value, generate increased tax base and improve the state's economy.

The partners include Mn/DOT, DEED, the City of Minnetonka, United Health Group and Opus.

Total Project Cost Estimate: \$20 million	
• Construction	\$15 million
• R/W	3 million
• Utility work	1 million
• Project Delivery	1 million

Anticipated Funding Sources		
• Mn/DOT	\$8 million	
• DEED	1-2 million	Bioscience Grant
• City	5 million	Transportation Revolving Loan Fund through the PFA
• United Health Group	5 million	

Construction is expected to begin mid-Summer 2010 and be completed by mid-Fall 2011. The project will be designed to enable expansion of Highway 169 potentially with MnPASS HOT lane/shoulders.

The project will significantly expand the capacity of the existing interchange and connecting roadways allowing 1.5 million square feet of new development. It will enable United Health Group to significantly expand its facility. The project is expected to create 1,800 permanent jobs immediately, another 2,200 permanent jobs by 2030, over 900 construction jobs immediately, and 850 indirect jobs. It will create approximately \$225 million in property value.

The project demonstrates how a state competitive grant program (Mn/DOT's Metro Interchange Solicitation) can foster innovative public private partnerships to share risks and costs, leverage private investment in public transportation projects, and make use of existing innovative finance techniques like the Transportation Revolving Loan Fund as well as new techniques like Minnetonka's trip allocation ordinance. It offers an outstanding model for a future Transportation Economic Development Program.

For More Information Contact:

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