

CITY OF CALEDONIA, MINNESOTA

RESOLUTION 2018-007

**A RESOLUTION ADOPTING A STREET RECONSTRUCTION PLAN AND
APPROVING THE ISSUANCE OF GENERAL OBLIGATION STREET
RECONSTRUCTION BONDS**

WHEREAS, the City of Caledonia, Minnesota (the "City"), has determined that it is in the best interest of the City to authorize the issuance and sale of general obligation street reconstruction bonds pursuant to Minnesota Statutes, Section 475.58, subdivision 3b, as amended (the "Act"), to finance the cost of street reconstruction projects, as described in the proposed street reconstruction plan described below, a copy of which is on file in the Clerk-Administrator's office; and

WHEREAS, pursuant to the Act, the City is authorized to issue and sell general obligation street reconstruction bonds for street reconstruction under the circumstances and within the limitations set forth in the Act. The Act provides that a street reconstruction plan may be financed with general obligation street reconstruction bonds, following adoption of a street reconstruction plan, after a public hearing on the street reconstruction plan and on the issuance of general obligation street reconstruction bonds and other proceedings conducted in accordance with the requirements of the Act; and

WHEREAS, pursuant to the Act, the City has prepared a five-year street reconstruction plan, which describes the streets to be reconstructed, the estimated costs and any planned reconstruction of other streets in the City, including the issuance of general obligation street reconstruction bonds under the Act (the "Plan"), to determine the funding strategy for street reconstruction projects; and

WHEREAS, on February 26, 2018, the City Council held a public hearing on the adoption of the Plan and the issuance of debt not to exceed \$1,500,000 in general obligation street reconstruction bonds (the "Bonds") under the Plan for street reconstruction improvements to those streets described in the Plan (the "Street Reconstruction Projects") after publication of the notice of public hearing not less than 10 days nor more than 28 days prior to the date thereof in the City's official newspaper; and

WHEREAS, all parties who appeared at the public hearing were given an opportunity to express their views with respect to the proposal to adopt the Plan and to undertake and finance the Street Reconstruction Projects by the issuance of Bonds and any written comments submitted prior to the public hearing were considered.

NOW, THEREFORE, BE IT RESOLVED by the City Council of the City of Caledonia, Minnesota, as follows:

1. City Policies and Goals. The financing of the Street Reconstruction Projects and the issuance and sale of the Bonds would further the policies and goals of the City as set forth in the Plan, herein adopted by the City Council in connection with the issuance of the Bonds.

2. Adoption of Street Reconstruction Plan. Based on information received at the public hearing, such written comments (if any) and such other facts and circumstances as the City Council deems relevant, it is hereby found, determined and declared that:

- (a) the Street Reconstruction Projects proposed in the Plan will allow the City to upgrade its transportation infrastructure to accommodate residential and commercial development; and
- (b) the Plan is hereby approved and adopted in the form presently on file with the City.

3. Authorization and Approval of Bonds. The City is hereby authorized to issue the Bonds, the proceeds of which will be used, together with any additional funds of the City which might be required, to finance certain costs of the Street Reconstruction Projects and to pay costs of issuance of the Bonds.


4. Execution of Documents. The mayor and clerk-administrator are authorized and directed to execute such other documents and instruments as may be required to give effect to the transactions herein contemplated.

5. Voter Referendum Contingency. Pursuant to the Act, a petition requesting a vote on the question of issuing the Bonds, signed by voters equal to five percent of the votes cast in the last municipal general election, may be filed within thirty days of the public hearing. Upon receipt of such petition within the prescribed time period, the City may issue the Bonds only after obtaining the approval of a majority of the voters voting on the question of the issuance of the Bonds. The authorizations and approvals contained herein are subject to and contingent upon not receiving such a petition, or, in the event such a petition is filed, the approving vote of a majority of the voters voting on the question of the issuance of the Bonds.

ADOPTED by the Caledonia City Council this 26th day of February, 2018.


DeWayne "Tank" Schroeder, Mayor

ATTEST:


Adam G. Swann, Clerk-Administrator

City of Caledonia, Minnesota

Street Reconstruction Plan 2018-2022

To be Adopted: February 26, 2018



DDA

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Public Finance Advisors

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Street Reconstruction Plan 2018-2022

Introduction

The City of Caledonia has undertaken a process to repair and reconstruct streets and utilities within the community that have reached the end of their design and useful life. North Kingston Street is presently identified as the most significant street and utility reconstruction need within the community. Engineering on the reconstruction project began in 2017 and is planned for implementation in 2018.

Statutory Authority and Requirements

Minnesota Statutes Chapter 475.58, Subd. 3b. authorizes a Minnesota City to adopt a Street Reconstruction Plan (a "Plan".) The Plan must cover at least a five-year period and set forth the streets to be reconstructed, the estimated costs, and any planned reconstruction of other streets in the municipality over the next five years. The Plan must be approved by a two-thirds majority of the City Council members present following a public hearing on the Street Reconstruction Plan. Street reconstruction is limited to utility replacement and relocation and other activities incidental to the street reconstruction, but does not include the portion of the project cost allocable to widening a street or adding curbs and gutters where none previously existed.

A City may issue general obligation bonds for improvements included in an approved Plan if the following conditions are satisfied:

1. The City must publish notice of (at least ten days, but less than 28 days notice) and conduct a public hearing on the issuance of the bonds. The bonds are subject to referendum voter approval only if a petition requesting a vote signed by five percent of the votes cast in the last municipal general election is filed with the City Clerk within 30 days of the hearing.
2. The adoption of this Plan which authorizes the issuance of bonds must be approved by a two-thirds majority of City Council members present at a meeting following the public hearing.

History and Existing Street Reconstruction Bonds

The City of Caledonia has not previously adopted a Street Reconstruction Plan under authority of Minnesota Statutes Chapter 475.58. At the time of the drafting of this Plan, the City has no outstanding Street Reconstruction Bonds.

Net Debt Limits

Minnesota Statutes Chapter 475.53, Subd. 1, states that no municipality, except a school district or a city of the first class, shall incur or be subject to a net debt in excess of three percent of the market value of taxable property in the municipality. At the time of the drafting of this Plan, the City has debt that applies against this limit. Bonds issued under the authority granted in this Plan are subject to the net debt limit restriction described above. The City of Caledonia currently has the following net debt capacity:

Payable 2017 Taxable Market Value	\$128,234,200
times 3%	<u>.03</u>
Net Debt Limit	\$3,847,026
Less outstanding debt subject to the limit:	<u>29,564</u>
Available Debt Capacity under debt limit:	\$3,817,462

The City proposes to issue up to \$1,500,000 in new G.O. Street Reconstruction Plan bonds. The proposed bond issuance is within the City's net debt limit.

Proposed Capital Improvements & Cost Estimate

The City of Caledonia’s Street Reconstruction Plan includes street reconstruction to be undertaken from 2018 through 2022. It is anticipated that all of the identified reconstruction in this Plan will take place in 2018 and 2019 with the North Kingston Street Project.

The total estimated cost of the project identified in this Plan is \$2.3 million which includes construction, engineering, capitalized interest and administrative/legal fees. Of this amount, \$1,500,000 is eligible for, and proposed to be financed with, Street Reconstruction Plan Bonds.

Street Reconstruction Eligible Costs	\$1,500,000
Public Utility & Non-Qualifying Costs	<u>\$800,000</u>
TOTAL	\$2,300,000

The City intends to cover the costs of the non-qualifying and public utility related improvements with City funds and the issuance of Utility Revenue Bonds.

<u>Year</u>	<u>Property Tax</u>	<u>Street Reconstruction Bonding</u>	<u>Utility Revenue Bonds</u>	<u>Other City Funds</u>	<u>Total</u>
2018	\$0	\$1,500,000	\$550,000	\$250,000	\$2,300,000
2019	0	0	0	0	0
2020	0	0	0	0	0
2021	0	0	0	0	0
2022	0	0	0	0	0
Total	\$0	\$1,500,000	\$550,000	\$250,000	\$2,300,000

Exhibit 1 attached is a map noting the location of the improvements to be made as part of this Plan.

NORTH KINGSTON STREET RECONSTRUCTION PROJECT CITY OF CALEDONIA

EXISTING PLAN SYMBOLS

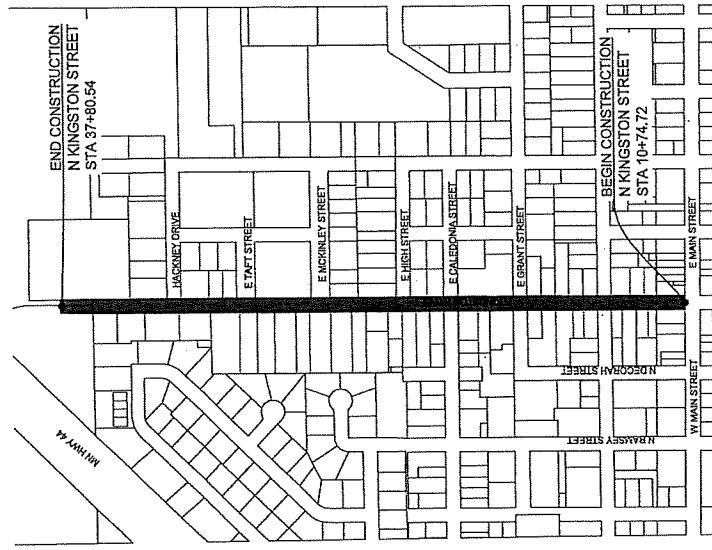
- PROPERTY LINE (MINNISCOTT) W/ W/
- PROPERTY LINE (MINNISCOTT) W/ W/
- TRAIL LINE
- DOIT
- RECREATION TREE
- SPRINKLER
- CONFIDENTIAL TREE

EXISTING UTILITY SYMBOLS

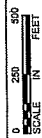
- FIBER OPTIC CABLE
- UNDERGROUND TELEPHONE
- COAXIAL CABLE
- UNDERGROUND CABLE
- DOLE TV
- UNDERGROUND COMMUNICATIONS LINE
- UNDERGROUND POWER
- UNDERGROUND POWER
- UNDERGROUND ELECTRIC
- OVERHEAD TELEPHONE
- WATER MAIN
- SEWER MAIN
- STORM SEWER
- CITY VALVE
- POWER POLE
- ELECTRIC BOX
- CATCH BASIN
- STORM SEWER MANHOLE
- STORM SEWER MANHOLE
- DATE VALVE
- INFLUENT
- SANITARY SEWER MANHOLE

NOTE: ALL EXISTING FEATURES ARE SHOWN IN LIGHT BLUE IN THE PLAN SET

CONSTRUCTION PLAN FOR GRADING, BITUMINOUS SURFACING, UTILITIES AND CONCRETE WALK LOCATED ON N KINGSTON STREET FROM MAIN STREET TO 480' NORTH OF HACKNEY DRIVE

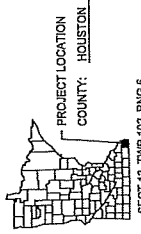


PROJECT LOCATION MAP



PLAN REVISIONS	
DATE	APPROVED BY

UTILITY INFORMATION
THE SUBSURFACE UTILITY INFORMATION IN THIS PLAN IS UTILITY QUALITY LEVEL 1. THIS UTILITY QUALITY LEVEL IS THE UTILITY QUALITY LEVEL AS DETERMINED BY THE GUIDELINES OF CHS&E ENTITLED "STANDARD GUIDELINES FOR THE COLLECTION AND DEPICTION OF EXISTING SUBSURFACE UTILITY DATA."
GOPHER ONE CALL TICKET NUMBER: 172831923
UTILITY COORDINATION MEETING HELD ON: T.B.D.



SECT 13, TWP 102, RNG 6

EXCAVATION NOTICE SYSTEM
A CALL TO GOPHER STATE ONE (855) 464-0029 IS REQUIRED TO REPORT ANY WORK TO BE PERFORMED ANY EXCAVATION.

GOVERNING SPECIFICATIONS
THE 2016 EDITION OF THE MINNESOTA DEPARTMENT OF TRANSPORTATION STANDARD SPECIFICATIONS FOR CONSTRUCTION SHALL GOVERN.
ALL TRAFFIC CONTROL DEVICES SHALL CONFORM TO THE LATEST EDITION OF THE STANDARD SPECIFICATIONS FOR TRAFFIC CONTROL DEVICES AND TO THE LATEST FIELD MANUAL FOR TEMPORARY TRAFFIC CONTROL ZONE LAYOUTS.

PLAN SET INDEX

SHEET NO.	SHEET TITLE
1	TITLE SHEET
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4	TRUCK LAYOUT
5	TYPICAL SECTIONS
6-9	MISCELLANEOUS DETAILS
10-18	STANDARD PLANS
17-19	REMOVAL PLAN
20-23	STREET STORM SEWER PLAN
24-28	STREET STORM SEWER PLAN
29-34	ADDITIONAL STORM AND SANITARY PROFILES
35-42	INTERSECTION DETAILS
43-50	PEDESTRIAN RAMP DETAILS
51-53	STORM SEWER DETAILS
54-56	EROSION CONTROL PLAN
57-59	STORMWATER POLLUTION PREVENTION PLAN
60-71	CROSS SECTIONS

THIS PLAN SET CONTAINS 71 SHEETS

THIS PLAN SET HAS BEEN PREPARED FOR:

CITY OF CALEDONIA
231 EAST MAIN STREET
CALEDONIA, MN 55921
(507) 725-3450

ALL APPLICABLE FEDERAL, STATE, AND LOCAL LAWS AND ORDINANCES WILL BE COMPLIED WITH IN THE CONSTRUCTION OF THIS PROJECT.



I HEREBY CERTIFY THAT THIS PLAN WAS PREPARED BY ME OR UNDER MY DIRECT SUPERVISION AND THAT I AM A LICENSED PROFESSIONAL ENGINEER UNDER THE LAWS OF THE STATE OF MINNESOTA.

Tom Kelly
TOM KELLOGG, P.E., P.L.E.

DATE: 12/28/16 LICENSE NUMBER: 28817

SHEET 1 OF 71
WSB PROJ. NO. 01-1004-000

