

Pursuant to due call and notice thereof, a City Council Work Session was duly held in the City Council chambers at 7:00 p.m. on the 25th day of June 2019. The following members were present: Mayor Mike Engel, Council Members, Dan Rehtzigel, Richard Nielsen, Doug Henke, and John Mortensen. Also, present: Administrator Mark Vahlsing, Engineer Joe Rhein, Engineer Derek Olinger, Administrative Assistant Holli Gudknecht, Utilities Superintendent Randy Eggert, Public Works Superintendent Wayne Ehrlich

Mayor Engel called the work session to order at 7:00 pm.

Review Red Wing Av. Area Reconstruction Feasibility Study- Joe Rhein – City Engineer

City Engineer Rhein reviewed the findings of the Feasibility Study for the area of the Red Wing Avenue project from south of 2nd Street to 10th Street. Existing conditions of the sidewalks, storm sewer, sanitary sewer and watermains were reviewed and problems were identified by Engineer Olinger. The proposed street conditions were presented including bituminous pavement and curb and gutter. Also, the proposed sidewalks, storm sewer, sanitary sewer, and watermain designs were presented. Two alternate projects were shown, that would make sense in addressing at the same time as the Red Wing Avenue project. One was 4th Street that intersects with Red Wing Avenue. The other was the alley south of 2nd Street from the Municipal Liquor Store to the VFW. Estimated project costs including the two alternates was \$3.7 million. Cost options of completing the project in phases were also given. Engineer Olinger explained the City's special assessment policy for the various improvements. Property assessments will vary depending on the specific combination of improvements needed.

Review possible financing options for Red Wing Av. Project - George Eilertson – Northland Securities.

Mr. Eilertson of Northland Securities was unable to stay for the meeting. Administrator Vahlsing discussed three scenarios of financing options. The financing projections were based on the engineers estimated project costs. There is the option of a 15, 20, or 25-year repayment term. The projections for bond repayment are based on revenue from general levy, water and sanitary/storm sewer utilities, and assessments. The council will eventually need to make a decision on which scenario to use.

Set possible date for Work Session to continue review of Red Wing Av. Project.

Another work session was scheduled for Tuesday, July 23 at 6:00 p.m.

The meeting was adjourned at 9:38 p.m.

Holli Gudknecht, Administrative Assistant

Richard Nielsen, Acting Mayor