

GROVE CITY SPECIAL COUNCIL MEETING

APRIL 27, 2015 @ 6PM

PRESENT: ALL COUNCIL MEMBERS PRESENT

- 1. AWARDING THE BID FOR THE WATER MAIN PROJECT:** There were six bids received regarding the water main project. The bids were as follows:

Contractor	Total Base Bid	Alternate A-Connect New Services to Meters
Engineer' Estmate	\$234,600.00	\$13,600.00
Duininck, Inc.	\$492,801.00	\$17,600.00
Kraemer Trucking	\$294,137.25	\$20,000.00
Land Pride Construc.	\$326,043.15	\$10,000.00
Breitbach Construc.	\$375,746.36	\$15,584.00
Quam Construc.	\$326,458.74	\$ 7,596.00
States Borders Constr.	\$354,670.00	\$32,000.00

Bollig Engineering did all of the vetting in regards to the contractors and verified all of the calculations within each bid proposal. They recommended that the Council go with Kraemer Trucking and Excavating. Brian Bollig told the Council that Kraemer has done work for the City of Litchfield and the City of Cold Spring and both cities had very good things to say about the work that Kraemer did for them. A motion was made by Council Member Miller to approve the bid from Kraemer Trucking and Excavating and hire them to do the work for the water main project. The motion was seconded by Council Member Johanneck. Motion carried.

- 2. DAVID DROWN – FINANCIAL CONSULTANT, WORKSHOP WITH THE COUNCIL:** Mr. Drown presented various overhead slides showing charts and graphs with financial information. The dollar amounts for the sanitary sewer project and possibly street repair are as follows:

Item	Total Project	Possible Finding	Grants	Loans
Wastewater	\$9.9M	\$9.9M	\$6.6M	\$3.3M
Water	\$2.3M	\$1.5M	\$0.7M	\$0.8M
Subtotal	\$12.2M	\$11.4M	\$7.3M (64%)	\$4.1M (36%)
Non-Eligible				
Streets	\$2.4M	\$2.4M		\$2.4M
Total	\$14.6M	\$13.8M	\$7.3M	\$6.5M

There was discussion on where the utility access charge rates were and where they would need to be in order to make the loans payments and when the payments would need to start occurring. More discussion on how the City was going to pay for the repairs to the non-eligible street repairs. The process of how to go about assessing the citizens of Grove City was discussed as well. It was decided to meet again on May 6th, 2015 @ 6:30pm.

ADJOURNMENT: Council Member Peterka made a motion to adjourn. The motion was seconded by Council Member Johanneck. Motion carried.

UNAPPROVED

GROVE CITY SPECIAL COUNCIL MEETING

MAY 6, 2015 @ 6:30PM

PRESENT: DRANGE, PETERKA, MILLER, NELSON

AGENDA:

- 1. WORKSHOP WITH DAVID DROWN AND BOLLIG ENGINEERING:** Bollig reviewed the original plan for repairing some of the non-eligible streets looking at only those which contained a bad water or sewer pipe below. This reduced the cost from around \$2.4M to about \$1.2 M. The discussion led to the other streets in town which are bad and how to get the residents in town to understand what streets are eligible for funding and which are not along with explanations as to why. It was brought up that some of the residents who live on a street where there is no bad pipes would complain that their street is in bad condition and would want to know when the City was going to do something to fix the street where they lived. Mr. Drown suggested having a public meeting in which to explain to the residents the entire project, what funding the City is eligible for and what amount of financing the City will need to seek out in order to do what is necessary relating to the new sanitary sewer system. At the meeting it can be explained to people what streets will be replaced and why and what streets are considered non-eligible for funding and why. He suggested sending notices to everyone about a public meeting. The discussion would involve an option to potentially rebuild some of the streets instead of patching. The Council would be asking the residents if their street is in bad condition and they want to have it fixed, it may cost them in assessments. The City would need to give them time to respond. If residents can talk to the other people who live on their street and get 50% or more to agree to their portion of the cost, then the City will consider repairing their street.

Bollig explained to the Council that they will need to approve and sign papers regarding a temporary loan from MN Rural Water for \$750,000. The loan is a short-term three year bond with low interest. This money will be used to cover the costs of the water main project and other services relating to the new sanitary sewer project. Council Member Peterka made a motion to authorize the staff to submit the loan application to MN Rural Water for a \$750,000 loan. The motion was seconded by Council Member Nelson. Motion carried.

The Council mentioned to Bollig Engineering about fixing the curb on the west side of the HogN-the-Road. The owner would also like some work done on his loading dock. It was asked if the contractor for the water main project would be able to do the work to the sidewalk and loading dock. Bollig said that they would get prices and bring to the next Council meeting.

ADJOURNMENT: A motion was made by Council Member Peterka to adjourn the meeting. The motion was seconded by Mayor Drange. Motion carried.

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