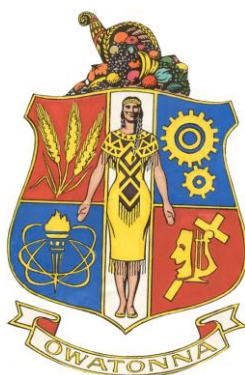


THE CITY OF

Office of Finance Director
Rhonda Moen



OWATONNA

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DATE: January 13, 2021
TO: Honorable Mayor and City Council
FROM: Rhonda Moen, Finance Director
SUBJECT: Street Reconstruction Plan and Issuance of Bonds

Purpose:

Council to approve Resolution 19-21 to set a public hearing to adopt a Street Reconstruction Plan and to issue General Obligation Bonds to finance the cost of street reconstruction activities described in the Street Reconstruction Plan.

Background:

Annually, the City prepares a five-year capital improvement plan. Included as part of this plan are streets which the City intends to reconstruct. The City is adopting a five-year street reconstruction plan with the plan to issue street reconstruction bonds under Minnesota Statutes Section 475.58, subdivision 3b.

Prior to adopting the street reconstruction plan, the City is required to hold a public hearing.

Budget Impact:

There will be a debt service levy related to the bonds that will be issued to finance the projects included in the street reconstruction plan.

Staff Recommendation:

Council approval of Resolution 19-21 setting a public hearing on February 2, 2021 at 7:00 p.m.

RESOLUTION NO. 19-21

RESOLUTION CALLING PUBLIC HEARING ON STREET
RECONSTRUCTION PLAN AND ISSUANCE OF BONDS

WHEREAS, the City is authorized under Minnesota Statutes, Section 475.58, subdivision 3b (the "Street Reconstruction Act"), to prepare a plan for reconstruction of streets in the City over the next five years, which includes a description of the affected streets and estimated costs (the "Street Reconstruction Plan"), and to issue general obligation bonds to finance the cost of street reconstruction activities described in the Street Reconstruction Plan (the "Street Reconstruction Bonds"); and

WHEREAS, pursuant to the Street Reconstruction Act, before adopting a Street Reconstruction Plan or issuing Street Reconstruction Bonds, the City Council is required to hold a public hearing regarding the Street Reconstruction Plan and issuance of the Street Reconstruction Bonds; and

WHEREAS, under the proposed Street Reconstruction Plan, the City will issue Street Reconstruction Bonds to finance a portion of the costs described in the Street Reconstruction Plan.

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

1. Public Hearing. This City Council shall meet on Tuesday, February 2, 2021 at 7:00 p.m. to hold a public hearing on the following matters: (a) approval of the Street Reconstruction Plan and (b) the issuance of the Street Reconstruction Bonds, all pursuant to and in accordance with the Street Reconstruction Act.

2. Notice of Hearing; Filing of Plan. The City Clerk is hereby authorized to cause a notice of the hearing, substantially in the form attached hereto as Exhibit A, to be published as required by the Street Reconstruction Act and to place a copy of the proposed Street Reconstruction Plan on file in the Clerk's office at City Hall and to make such plan available for inspection by the public.

3. City staff and consultants are authorized to take all other actions needed to bring the Street Reconstruction Plan and issuance of the Street Reconstruction Bonds before the City Council.

Passed and adopted this ____ day of _____, 2021, with the following vote:

Aye ____; No ____; Absent ____.

Approved and signed this ____ day of _____, 2021.

Thomas A. Kuntz, Mayor

ATTEST:

Kris M. Busse, City Administrator/City Clerk

EXHIBIT A

NOTICE OF PUBLIC HEARING

**STREET RECONSTRUCTION PLAN
AND
NOTICE OF INTENT TO ISSUE STREET RECONSTRUCTION BONDS**

TO WHOM IT MAY CONCERN:

Notice is hereby given that the City Council of the City of Owatonna, Minnesota, will meet in Council Chambers at 540 West Hills Circle, Owatonna, Minnesota, at 7:00 p.m. on Tuesday, February 2, 2021, to consider (1) the adoption of a five-year street reconstruction plan (the "Plan"); and (2) the proposed issuance of general obligation bonds (the "Bonds") to finance certain street reconstruction projects described in the Plan, all pursuant to Minnesota Statutes, Chapter 475.58, subdivision 3b. The maximum principal amount of the Bonds to be issued under the Plan is \$4,000,000. A draft copy of the Plan is on file with the City Clerk and is available for public inspection at City Hall during regular business hours.

All interested person may appear and be heard at the public hearing either orally or in writing, or may file written comments with the City Clerk before the hearing.

If a petition requesting a vote on the issuance of the Bonds, signed by voters equal to 5% of the votes cast in the City in the last general election, is filed with the City Clerk within 30 days after the public hearing (i.e. March 4, 2021), the City may issue the Bonds only after obtaining approval of a majority of voters on the question at an election.

Dated: This 19th day of January 2021.

BY ORDER OF THE OWATONNA CITY COUNCIL

By: _____
Kris M. Busse, City Administrator/City Clerk