



# 2026–2030 Street Reconstruction and Overlay Plan (SROP)

Public Hearing  
January 6, 2026

# Background



- **Bonding Authorization Process for Street Reconstruction projects**
  - Authority under Minnesota Statutes, Chapter 475.58
    - Allows City Council to authorize debt for street reconstruction and overlay projects identified within an adopted 5-year capital plan
    - Council gains authority for a not-to-exceed bonding amount upon holding a Public Hearing, adopting a 5-year plan, and allowing for a 30-day petition period (so-called “Reverse Referendum”)
      - Public can require the issuance of bonds be subject to referendum if a valid petition signed by voters equivalent to 5% of votes cast in last general election is filed within 30-day window

# Proposed 5-year Plan



SROP Projects		
Year	Project	Amount
2026	2026 Mill and Overlay Project	\$ 1,242,276
2026	Fremouw Avenue Railroad Crossing	\$ 290,000
2026	Jefferson Parkway Mill and Overlay / Trail	\$ 2,383,424
2026	Mill Towns Trail / Prairie Street Sidewalk	\$ 1,350,353
2026	Spring Creek Road Reconstruction	\$ 2,406,218
2026	Spring Street Cul-de-Sac	\$ 500,000
2027	Reclamation Project	\$ 2,054,448
2028	2028 Sidewalk/Trail Improvements	\$ 2,115,986
2028	2028 Street Reclamation Project	\$ 1,313,290
2028	Armstrong Road Recon and Reclamation	\$ 2,878,544
2028	TH 19 Reconstruction	\$ 1,106,626
2029	2029 Reclamation Project	\$ 1,538,732
2029	2029 Sidewalk Improvements	\$ 415,680
2029	Eaves Avenue Mill and Overlay	\$ 581,491
2029	Spring Creek Road Reclamation	\$ 1,342,706
2029	Water Street Mill and Overlay	\$ 756,205
2030	Sidewalk/Trail Improvements	\$ 526,637
2030	Cannon Valley Drive Mill and Overlay	\$ 402,153
2030	Greenvale Avenue Mill and Overlay	\$ 1,272,546
2030	Jefferson Road Mill and Overlay	\$ 2,189,636
2030	Presidential Commons Mill and Overlay	\$ 1,146,784
<b>TOTAL</b>		<b>\$ 27,813,735</b>

- Forecasts Engineering Projects identified within the adopted 2026 – 2030 Capital Improvement Plan
- Bonding authority being requested for 2026 projects only

# Proposed 2026 Funding



- Plan identifies \$8,336,616 in 2026 Project costs
  - Up to \$4,750,000 of funding from SROP Bonds
  - Remainder to be funded by other cash sources

## 2026 Street Reconstruction Plan Projects

<u>Sources:</u>	<u>Amount</u>
Street Reconstruction Plan Bonds	\$ 4,750,000
Franchise Fees	\$ 800,000
MSA	\$ 1,887,468
Water Fund	\$ 662,401
Waste Water Fund	\$ 42,208
Stomwater Fund	\$ 194,539
<b>Total Sources:</b>	<b>\$ 8,336,616</b>
<u>Uses:</u>	
2026 Mill and Overlay Project	\$ 1,242,276
2026 Fremouw Ave Railroad Crossing	\$ 290,000
2026 Jefferson Parkway Mill and Overlay / Trail	\$ 2,383,424
2026 Mill Towns Trail / Prairie Street Sidewalk	\$ 1,350,353
2026 Spring Creek Road Reconstruction	\$ 2,406,218
2026 Spring Street Cul-de-Sac	\$ 500,000
Financing / Contingency	\$ 164,345
<b>Total Uses:</b>	<b>\$ 8,336,616</b>

# 2026 – Proposed Schedule



- Council adopts SRPOP and sets not-to-exceed amount for general obligation bonds
  - Amount for 2026 projects only
    - 2027 to 2030 project funding needs will be addressed under separate future public hearing processes
  - Next Steps:
    - 30-day petition period closes February 5<sup>th</sup>
    - City continues project design and approvals; construction bidding
    - Bonds planned for Summer 2026 after project construction contracts are approved by council



- Public Hearing
- Council Discussion
- Consider Resolution approving a Street Reconstruction and Overlay Plan