REGULAR MEETING OF THE CITY COUNCIL
CITY OF CALEDONIA, MINNESOTA
Monday, August 9, 2010

CALL TO ORDER. Following due call and notice thereof, Mayor Burns called the meeting to order at 6:00 p.m. in the Council Room, City Hall.

ROLL CALL. Members present: Mayor Robert H. Burns; Council Members: Randi Vick, Tom Murphy, Peggy Perry, and Robert Lemke. Members absent: None. Consultants and City staff present: City Attorney Tim Murphy, City Clerk/Administrator Jennifer Feely and Administrative Coordinator Mike Gerardy. Visitors present: Argus Reporter Charlie Warner.

AGENDA APPROVAL. The following item was added to the agenda for discussion: Bob and Jan Klug Property. A motion was made by Mayor Burns, seconded by Member Perry to approve the agenda with the addition of the above-mentioned item. All members present voted in favor and the motion was declared carried.

CONSENT AGENDA. A motion was made by Mayor Burns, seconded by Member Vick to approve the consent agenda. Voting in Favor: Mayor Burns, Member Lemke, Member Murphy, and Member Vick. Abstaining: Member Perry. The motion was declared carried.

A. MINUTES OF PAST MEETINGS. To approve the minutes of the Regular Meeting held Monday, August 9, 2010 and the Special Meeting held on Thursday, August 12, 2010, as presented.

B. APPLICATION FOR EXEMPT PERMIT: CALEDONIA USBC WBA, INC. To approve an application for an exempt permit for Caledonia USBC WBA, Inc.

C. APPLICATION FOR EXEMPT PERMIT: CHURCH OF ST. MARY. To approve an application for an exempt permit for Church of St. Mary.

D. APPLICATION FOR EXEMPT PERMIT: KNIGHTS OF COLUMBUS. To approve an application for an exempt permit for Knights of Columbus.

VISITORS AND COMMUNICATIONS.
A. AFLAC PRESENTATION: KIERSTEN HALL. Kiersten Hall was present to provide the Council with an overview of the services Aflac can offer to City employees at no additional cost to the City. Hall will follow-up with City Clerk/Administrator Feely to coordinate distribution of information regarding policies available to employees.

B. HOUSTON COUNTY AG SOCIETY: TEMPORARY 3.2 MALT LIQUOR LICENSE. Emily Johnson was present on behalf of the Houston County Ag Society to request a temporary 3.2 malt liquor license for August 18 of the County Fair. A motion was made by Member Vick, seconded by Member Perry. All members present voted in favor and the motion was declared carried.

C. AMBULANCE ITEMS: MIKE TORNSTROM. Discussion ensued concerning the proposed language change in the Ambulance Agreement between Caledonia Township and the City. It was noted that all agreements have been signed and returned to City Hall with the exception of the Caledonia Township agreement. Kermit McRae, President of Caledonia Township, recently met with Mayor Burns, City Clerk/Administrator Feely, and City Accountant Stephanie Mann concerning Paragraph 7 of the agreement. A revised agreement will be sent to McRae for his review and approval. Ambulance Director Mike Tornstrom was in agreement with the proposed language change. Tornstrom went on to explain the reasoning behind approving the Credit Bureaus Business Agreement, which was enclosed with the agenda. A motion was made by Mayor Burns, seconded by Member Perry to approve the Credit Bureau Business Agreement for the Ambulance Service. All members present voted in favor and the motion was declared carried.

D. BOB AND JAN KLUG PROPERTY. Bob and Jan Klug, 223 E South Street, were in attendance to request the Council's attention with respect to a setback concern involving their property and the construction plans for air well vents in conjunction with the new Houston County Justice Center. The Klug's expressed an issue with the proximity of the Houston County Justice Center air vents to Klug's property line. Member Murphy requested that Administrative Coordinator Mike Gerardy and City Clerk/Administrator Feely coordinate a conference call with a land use attorney at the League of Minnesota Cities and report back at the August 23 meeting. No action was taken.

E. ADMINISTRATIVE COORDINATOR TOPICS.

1. STREET MAINTENANCE. Administrative Coordinator Mike Gerardy requested the Council's consideration in utilizing the funds appropriated for crack sealing in 2010. A motion was made by Member Perry, seconded by Member Lemke to solicit quotes for bituminous crack sealing. Voting in Favor: Member Perry, Member Lemke, Member Vick, and Member Murphy. Voting Against: None. Abstaining: Mayor Burns. All members present voted in favor and the motion was declared carried.

2. CALEDONIA CARE AND REHAB REQUEST. Due to recent budget constraints, the consensus of the Council was to deny the Caledonia Care and Rehab request for 2010. A motion was made by Member Vick, seconded by Member Perry to deny the Caledonia Care and Rehab request. Voting in favor: Member Vick, Member Perry, Member Lemke, and Member Murphy. Voting Against: None. Abstaining: Mayor Burns. The motion was declared carried.

3. STREET DEPARTMENT ROOF. A motion was made by Member Vick, seconded by Member Perry to obtain quotes for a roof improvement at the street shop. All members present voted in favor and the motion was declared carried.

4. LEAF VAC. Administrative Coordinator Gerardy noted that he will obtain an estimate for a leaf vac wagon and see if there is a demo model available. Gerardy will report back to the Council at an upcoming meeting. No action was taken.

5. LEGION SHELTER ELECTRICAL. A motion was made by Member Perry, seconded by Member Vick to authorize $600 for an electrical service improvement at the shelter building. All members present voted in favor and the motion was declared carried.

F. COMMUNICATIONS.

1. Mediacom Notice.
2. Argus Schedule of Salutes.
3. MnDOT Notice.

CLAIMS

A. PREPAID CLAIMS. Following review, discussion, and deliberation, a motion was made by Mayor Burns, seconded by Member Perry, to approve the Prepaid Claims List for August, 2010. All members voted in favor and the motion was declared carried.

Ability Building Center	Rec Park	116.00
Alex Air Apparatus	FD – Hydro Test	468.83
Civic Systems, LLC	Semi-Annual Support	2,321.00
Edwards Investments	TIF 202 Interest Payment	4,438.87
Jack Neumann Trucking	Liquor – Freight Expense	35.00
K Properties	Tax Abatement	466.18
Mayville Repair	FD – 1490 Light Tower Repairs	419.02
Minnesota Energy Resources	Natural Gas	2,285.02
Municipal Pipe Tool Co, Inc.	Jet / Vac Clean / Inspect	923.57
Paradise Pool & Spa	PH Tabs	12.64
Rippe, Hammell & Murphy	General Matters & Prosecution Matters	3,449.25
Sno Pac Foods, Inc.	Tax Abatement	2,107.06
Storlie's Portable Pit Stops	2010 Project	90.84
Tri-County Electric Co-op	Electric Energy	88.46
Tri-State Ambulance, Inc.	Intercept Fee	750.00
West Main Townhomes	TIF Payment 2-1	5,574.84
Williams Spafford Group	TIF 1-1 Refund & Reimbursement	992.57
Winona Controls, Inc.	Tax Abatement	697.64
Wirtz Beverage Minnesota	Liquor / Wine	1,531.78
Witt Real Estate, LLC	Tax Abatement	865.70
Ziebell's Hiawatha Foods, Inc.	Liquor - Mix / Etc.	30.26
Hammell & City, Kayla	Meter Deposit Refund	125.37
Johnson & City, Kalyssa	Meter Deposit Refund	125.13
Jones & City, Ashley	Meter Deposit Refund	125.69
Langen & City, Alex	Meter Deposit Refund	200.35
Long & City, Jennifer	Meter Deposit Refund	125.18
Loomis & City, Tim	Meter Deposit Refund	200.35

Patel & City, Vinod	Meter Deposit Refund	126.13
Von Arx & City, Betty	Meter Deposit Refund	126.13
Wagner & City, Allison	Meter Deposit Refund	125.40
G & F Distributing	Beer	535.20
Minnesota UC Fund	Unemployment Compensation	1,051.70
MN Municipal Beverage Assn.	Annual Association Dues	510.00
Northern Beverage Distribution	Beer	1,134.30
Schott Distributing Co., Inc.	Beer	4,053.25
Spring Grove Soda Pop, Inc.	Beer & Soft Drinks	411.00
Tostrud & Temp, S.C.	Final Billing – Audit	8,450.00
Bangor Recreation Dept.	Registration Fee	120.00
Caledonia True Value	Miscellaneous Items	516.16
Discount Magazine Sub.	Library Magazines	902.42
E O Johnson Company	Copier Maintenance	101.00
Jack Neumann Trucking	Liquor – Freight Expense	75.00
Johnson Brothers Liquor Co.	Liquor / Wine	2,237.97
Karian Peterson Power Line	Light Department 2010 Project	79,443.20
Kraus Oil Co., Inc.	Unleaded	1,130.50
Maximum Distribution	Liquor Store – Wine	100.50
Miken Sports	Rec Program – Scorebooks	56.92
Philips Wine & Spirits	Liquor / Wine	524.75
Schmitz Refrigeration & Htg.	Liquor Store – Cooler Repair	83.00
Torgerson Paint & Floor	Liquor Store – Floor Repair	55.00
Verizon Wireless	Ambulance – Communication Exp.	60.04
Loeffler, Craig	Park & Rec Travel Expense	128.00
Business Financial Planning	Cafeteria Plan	556.52
City of Caledonia Emp. Assn.	Association Dues	57.50
Commissioner of Revenue	State Withholding	1,415.07
D.S. Erickson & Associates	Account 00108042	408.90
ING Institutional Plan Services	TSA payday	580.00
Merchants Bank	Federal/FICA/Medicare	7,438.94
Minnesota NCPERS Life Ins.	Payday	64.00
MN Benefit Association	payday	96.41
Public Emp. Retirement Assn.	Payday	5,513.57
Advertising Concepts	Rec Park – Hat for Tourney	252.00
Bubbers Jewelry	Rec Park – Tourney Medals	278.32
Ducharme, Ron	Girls 14/Under Catcher Masks	110.98
Eitzen State Bank	Certificate of Indebtedness	3,204.00
Finance and Commerce	Sewer Rehab Project	21.95
Hoscheit, Matt	Reimbursement- Loss of Personal Property	175.95
Jacobson, Kevin	Reimbursement-Loss of Personal Property	80.00
Karian Peterson Power Line	2010 Project	79,440.20
Klug, Jason	Reimbursement-Loss of Personal Property	80.00
Kraus Oil Company Inc.	Diesel	1,244.25
Metro Sales Inc.	Copier Agreement	65.48
Northern Beverage Distribution	Beer	1,870.25
Printy Quik	EMS Forms	77.27
Resco	Light – Inventory	21,099.17
Schott Distributing Co., Inc.	Beer	1,494.95
Schroeder, Tim	Reimbursement-Loss of Personal Property	80.00
SE MN Historic Bluff Country	Tourism	1,104.85
Spring Grove Soda Pop, Inc.	Beer & Soft Drinks	71.50
Spring Grove, City of	Shared Mileage LMC Conference	49.00
St. Mary, Ruth Ann	Reimbursement 10% Tree Removal	85.00
USA Mobility Wireless Inc.	Communication Expense	45.32
Verizon Wireless	Police – Communication Expense	145.36
Buttell's Lighting	Bulbs/Ballasts	159.67
Gavin, Mike	Animal Control	75.00
Houston County Treasurer	Ho. Co. Collection Site	3,340.00
Ace Link Telecommunications	Communication Expense	1,129.17
Caledonia Volunteer Fire Dept.	FD Relief – Pass Thru Contribution	545.00
Farmington EM Med Team	Registration Fee	45.00
G & F Distributing	Beer	660.25
Jack Neumann Trucking	Liquor – Freight Expense	153.00
Johnson Brothers Liquor Co.	Liquor / Wine	3,633.89
League of MN Cities Ins.	Annual Insurance	79,223.00
MN Dept. of Revenue	Sales / Use Tax July 2010	18,539.00

Northern Beverage Distribution	Beer	596.10
Pepsi Cola of LaCrosse	Liquor Store – Soft Drinks	92.50
Philips Wine & Spirits Co.	Liquor / Wine	1,667.98
Principal Life	Life/Ad&d/STD	560.29
Richard's Sanitation	Recycling Collections	5,985.60
Schott Distributing Co., Inc.	Beer	8,206.60
Spring Grove Soda Pop, Inc.	Beer & Soft Drinks	55.85
US Postal Service	Utility Billing July 2010	392.56
Bluff Country Meats	Cal Tourney – Concessions	158.82
Caledonia Police Dept.	Refund Overpayment	336.26
Commissioner of Revenue	State Withholding	212.75
Fruechte, Becky	Cal Tourney – Concession Stand	180.70
Merchants Bank	Federal/FICA/Medicare	1,232.28
Public Emp. Retirement Assn.	Payday	774.54
VISA	Miscellaneous Items	522.64
Kaszynski, Mark	Refund Kalyssa Johnson	303.57
Blue Cross Blue Shield	Health Insurance	25,173.00
Northern Beverage Distribution	Beer	1,369.20
Schott Distributing Co., Inc.	Beer	6,872.00
Spring Grove Soda Pop, Inc.	Beer & Soft Drinks	130.50
Tri-County Electric Co-op	Light – Inventory	198.92
Uncle John's Specialty Foods	Liquor Store – Bloody Mary Mix	99.50
Winona Area Ambulance Ser.	Ambulance – Contracted Billing	1,300.00
Ziebell's Hiawatha Foods, Inc.	Liquor – Mix	53.38
		$ 342,366.20

B. CLAIMS PAYABLE. Following review, discussion, and deliberation, a motion was made by Mayor Burns, seconded by Member Lemke, to approve and authorize payment of the Claims Payable for August, 2010. All members voted in favor and the motion was declared carried.

Affordable Technology Sol.	Office Supplies	686.32
Alco Discount Store	Concession Supplies / Vacuum Cleaner	201.83
Amaril Uniform Company	Uniforms (Evans)	494.21
American Casting & MFG	Light – Seals	463.16
American Safety Utility Corp.	Light Department	300.56
Artic Glacier Inc.	ICE	472.68
Baker & Taylor Books	Library – Books	787.12
Barnes & Noble, Inc.	Library Books	122.70
Caledonia Argus	1 Year Subscription – Library	39.00
Caledonia Implement	Bulk Steel	34.04
Caledonia Lumber	Misc. Repair Parts	24.80
Caledonia Oil Company	Crown Vic Repairs/Van Repairs	448.90
Clarey's Safety Equipment	Gas Detector Filters	750.00
Curt & Candy's Hardware Hank	Miscellaneous Items	117.43
D S Electric Supply Inc.	Coding Tape	221.22
Dalco	Tissue, Tape	225.49
Davy Engineering	Engineering Fees	7,954.49
Davy Laboratories	Lab's	2,265.73
Earl F. Anderson & Assoc.	Arm Brackets	101.57
ECM Publishers	Advertisements	1,591.86
Gopher State One-Call	61 Locate Notifications	88.45
Green Power Equipment	Repair Parts/JD Mower Parts	346.06
Hawkins, Inc.	Chemicals	1,446.48
Hoskins Electric Co.	2010 Project	3,482.18
JP Cooke Company	Animal Control 2011 License Tags	106.54
Ken's Small Engine	Weed Eat String	54.77
Kwik Trip Stores	Caledonia Tourney Con. Supplies	192.81
Lackore Electric Motor Repair	Motor Repair	557.05
Mathy Construction	Maintenance Materials	665.49
Midwest Tape	Library – DVD	70.32
Mississippi Welders Supply	Oxygen	39.76
P & H Services	Pager Battery	49.00
Pepsi Cola of LaCrosse	Cal Tourney – Concession Stand	46.00
PowerPlus Engineering	Engineering Expense	1,285.50
Resco	Light – Inventory	101.29
Richard's Sanitation	Refuse Disposal	235.03

Schilling Supply Company	Beer Cups, Towels, Copy Paper	548.46
Schulze Plumbing & Heating	Hydrant Replace	580.00
SE Libraries Cooperating	July 2010 Auto Fees	386.42
St. Joseph Equipment	Loader Repairs	662.00
Storlie's Portable Pit Stops	2010 Project	90.84
Tech Products, Inc.	Blank Write On Tags	491.44
Tri-County Electric	Electric Energy	183,196.62
United Auto Supply	Floor Dry, Cable Ties, Gloves	124.96
Wiebke Tire	Rotate/Balance Tires	36.00
WWTP MPCA PFA Loan	Loan Payment	3,500.00
		$ 215,686.58

OLD BUSINESS.

A. LIQUOR LICENSE INFORMATION. City Clerk/Administrator Feely noted that at the July 26 meeting a question arose as to whether the City retains the right to revoke or suspend a liquor license once it has been approved or renewed for a twelve month period. Per Caledonia Ordinance, Section 111.32 through Section 111.36, a copy of which was enclosed with the agenda, there are various conditions in which licensees must adhere to in an effort to avoid having their license suspended or revoked.

B. ITRON METER READING DEVICES. A motion was made by Mayor Burns, seconded by Member Perry to authorize the purchase of (3) meter reading devices to be paid for equally out of the water, sewer, and light funds. All members present voted in favor and the motion was declared carried.

C. MN ENERGY RESOURCES FRANCHISE ORDINANCE. MN Energy Resources External Relations Manager Rory Lenton was present to answer questions with respect to the proposed MN Energy Resources Franchise Ordinance. City Attorney Tim Murphy was also in attendance to request that various provisions be included in the document. A motion was made by Mayor Burns, seconded by Member Murphy to adopt the MN Energy Resources Ordinance. All members present voted in favor and the motion was declared carried.

NEW BUSINESS.

A. RICHARD'S SANITATION CONTRACT. Greg Skauge, owner of Richard's Sanitation, was present to request the Council's consideration in approving a solid waste collection and disposal contract for residential properties for the duration of September 1, 2010 through August 31, 2015. Skauge requested that a fuel surcharge fee be added to the contract in which the City would pay fuel costs in excess of $4.00 per gallon. Discussion ensued concerning cost of living increases. The consensus was to review the formula used to determine the cost of living increases and revisit at an upcoming meeting. No action was taken.

B. DNR Grant Agreement. Enclosed with the agenda was a grant contract from the DNR Volunteer Fire Assistance Grant Program. The Fire Department was awarded a $3,000 matching grant. A motion was made by Mayor Burns, seconded by Member Vick. All members present voted in favor and the motion was declared carried.

C. RESOLUTION ACCPETING WINONA COMMUNITY FOUNDATION GRANT TO LIBRARY. Library Director Marla Burns recently applied for and received a $700 grant from Winona Community Foundation to be used at the library. A motion was made by Member Vick, seconded by Member Perry to accept the $700 grant to be used at the library. All members present voted in favor and the motion was declared carried.

D. MMUA CONFERENCE REQUEST. Light Department employee Tim Evans has requested permission to attend an upcoming MMUA Conference to be held in Marshall, August 24-26, 2010. A motion was made by Mayor Burns, seconded by Member Perry to approve the request. All members present voted in favor and the motion was declared carried.

E. CALEDONIA POLICE ASSOCIATION AGREEMENT. Enclosed with the agenda was the final draft of the 2010-2012 Caledonia Police Association Agreement. A motion was made by Member Vick, seconded by Member Lemke to approve the final agreement. Voting in Favor: Member Vick, Member Lemke, Member Perry, and Member Murphy. Voting Against: Mayor Burns. The motion was declared carried.

F. CALEDONIA EMPLOYEE ASSOCIATION AGREEMENT. City Clerk/Administrator Feely inquired as to which Councilmembers wished to serve on the Council Committee during negotiations for the labor agreement between the City and the Employee Association. The consensus was for Mayor Burns and Member Murphy to serve on the Council Committee. City

Clerk/Administrator Feely will send a letter to the Employee Association inviting them to submit a list of demands for the upcoming contract.

G. MN MUNICIPAL BEVERAGE ASSOCIATION – OUTREACH CONSULTATION PROGRAM. City Clerk/Administrator Feely shared with the Council information concerning the MMBA Outreach Consultation Program, a free service offered to MMBA members, which consists of an on-site management consultation service that examines all aspects of member operations in an effort to operate as effectively and efficiently as possible. The consensus of the Council was that they were agreeable to participate in this program. City Clerk/Administrator Feely will send out surveys to the Liquor Committee consisting of Members Lemke and Murphy. The consultation will require approximately 1.5 hours with the Council Committee and City Clerk/Administrator and another 1.5 hours with the Liquor Store Manager. A motion was made by Mayor Burns, seconded by Member Lemke to participate in the MMBA Outreach Consultation Program. All members present voted in favor and the motion was declared carried.

H. TEMPORARY ON-SALE INTOXICATING LIQUOR LICENSE: KNIGHTS OF COLUMBUS. A motion was made by Mayor Burns, seconded by Member Perry to approve a temporary 3.2 malt liquor license. All members present voted in favor and the motion was declared carried.

I. HOUSTON COUNTY AUCTION: APPROVE SELLING (2) COMPUTER MONITORS. A motion was made by Member Vick, seconded by Member Murphy to authorize the sale of (2) computer monitors at the Houston County Auction. All members present voted in favor and the motion was declared carried.

J. FLORIDIAN CUSTODIAL SERVICES and FNC AGREEMENTS. City Clerk/Administrator Feely noted that City Accountant Stephanie Mann received an agreement from Floridian Custodial Services in conjunction with the City's investments through Pat Lengyel with CD Investments. Mann also received an authorization form from FNC that needed to be filled out and submitted which would designate appropriate staff members as authorized to make investment decisions. Discussion ensued. No action was taken as the City Attorney will review the language of the agreements and discuss at the August 23 meeting.

CLERK'S REPORT.

A. EMPLOYEE TIME RECORD. Enclosed with the agenda was the Employee Time Record for July 12, 2010-July 25, 2010.

B. POLICE OFFICER ACTIVITY LIST. Enclosed with the agenda was the Police Officer Activity List for July, 2010.

C. DISCHARGE MONITORING REPORT. Enclosed with the agenda was a discharge monitoring report showing an average Nitrogen Level of 4.79 mg/L.

MISCELLANEOUS ITEMS

A. LA CROSSE ENCEPHALITIS FACT SHEET TO PROMOTE PUBLIC AWARENESS. City Clerk/Administrator Feely noted that a Caledonia boy was recently diagnosed with La Crosse Encephalitis, according to a July 31 article published in the Winona Daily News. After reading the article, Feely emailed La Crosse County Health Department Mosquito Control Officer Dave Geske to obtain any available fact sheets to post on the City's website and at City Hall to promote awareness as to the ways in which this can easily be prevented. The consensus of the Council was to find out what the City can do to mandate that residents do not allow standing water in buckets, barrels, tires, and other containers, as this has been an issue the City deals with every year.

ADJOURNMENT. A motion to adjourn was made at 9:45 p.m. by Member Vick, seconded by Member Perry. All members present voted in favor and the motion was declared carried. The next regularly scheduled meeting of the City Council is scheduled for Monday, August 23, 2010 at 6:00 p.m. in the Council Room, City Hall.

_____
Robert H. Burns
Mayor

_____
Jennifer Feely
City Clerk/Administrator

SPECIAL MEETING OF THE CITY COUNCIL
CITY OF CALEDONIA, MINNESOTA
Thursday, August 12, 2010

CALL TO ORDER. Following due call and notice thereof, Mayor Burns called the special meeting to order at 6:00 p.m. in the Council Room, City Hall.

ROLL CALL. Members present: Mayor Robert H. Burns; Council Members: Randi Vick, Robert Lemke, and Tom Murphy. Members absent: Peggy Perry. Consultants and City staff present: City Clerk/Administrator Jennifer Feely, Administrative Coordinator Mike Gerardy, Water/Wastewater Operator Tony Klug, and Davy Engineer Mike Davy. Visitors present: None.

BUSINESS ITEMS.
A. AWARD SOUTH STREET SEWER REHABILIATION PROJECT BID. The South Street Sewer Rehabilitation Project bids were opened at 3:00 p.m. in the Council Chambers. The award was recommended to the low bidders as follows:

RECOMMENDED AWARD

PROPOSAL #1 – Spot Repair Sewer Replacement & Storm Sewer
Contractor: Winona Mechanical, Inc.
Winona, MN
Section A - Spot Repairs $ 95,410.00
Section B - Storm Sewer $ 27,852.00
Section C - Street Restoration $ 75,818.50
TOTAL BASE BID PROPOSAL # 1 $ 199,080.50

PROPOSAL #2 – No Dig Liner
Contractor: Lametti & Sons
Hugo, MN
TOTAL BASE BID PROPOSAL # 2 $ 29,450.00

COST SUMMARY

Engineering	
Preliminary Reports	$12,000.00
Design	$14,000.00
Bid and Award	$3,800.00
Construction Phase	$22,850.00
Rock Allowance	$1,500.00
Legal and Administrative	$3,430.00
Contingencies	$22,850.00
Subtotal	$80,430.00

TOTAL ESTIMATED PROJECT COST $308,960.50

Engineer Mike Davy stated that the plan includes spot repairs of the sanitary sewer in four locations. During the fall, the entire section of sanitary sewer from South Pine to South Kingston will be lined with a no-dig, cured-in-place pipe. The section of storm sewer necessary to connect the Justice Center to the existing storm sewer is also included. The street will be restored when the excavation work is completed with one lift of bituminous installed this fall and the second lift installed early next summer. Davy also noted that the County planned to install storm sewer and restore the street disturbed by the storm sewer, sanitary manhole and watermain connection as part of their project. This work was added to the City's project in order to keep most of the work within the street under one contract. The County has requested a breakdown from their contractor in an effort to determine a reasonable deduction. The County will then pay the City for the work performed on the Count's behalf. Davy estimated that the County's share would be approximately $48,600. Substantial completion of the spot repair sewer replacement and storm sewer work is anticipated by October 15, 2010. The second lift of bituminous is expected to be completed by June 1, 2011. Substantial completion of the no dig liner work is expected around December 10, 2010. Davy and City Clerk/Administrator Feely will be in contact with Minnesota Rural Water Association in an attempt to arrange interim financing to cash flow the 2010 costs with the intent to arrange long term financing through a bond issue that would include the 2011 Sewer Rehabilitation work. A motion was made by Mayor Burns, seconded by Member Lemke to award the South Street Sewer Rehabilitation Project, with an anticipated total dollar value of $308,960.50, to Winona Mechanical for Spot Repair Sewer Replacement and Storm Sewer and Lametti and Sons, Inc. for No Dig Liner work. Voting in Favor: Burns, Lemke, Vick, and

Murphy. Voting Against: None. Absent: Perry. All members present voted in favor and the motion was declared carried.

B. PRELIMINARY REPORT FOR ADDITIONAL SEWER REHABILITATION. Davy presented the Council with a summary of preliminary cost estimates for a 2011 Sewer Rehabilitation Project. Included in the preliminary cost estimate were the following: spot repairs; sewer replacement; and liner repairs. The total estimated rehabilitation cost came in at $2,137,932.00. What follows is a breakdown of the preliminary cost estimate of the 2011 Sewer Rehabilitation Project:

Quantity	Priority	Item	Total
SPOT REPAIRS			
47	A	Spot Repairs	$268,450.00
19	B	Spot Repairs	$206,050.00
2	C	Spot Repairs	$29,900.00
		Total Spot Repairs	$504,400.00
SEWER REPLACEMENT			
	A	#8 Lincoln-Pine to Marshall	$114,470.00
	A	#9 Pine-High to McKinley	$42,210.00
	A	#10 E.Lincoln-Winnebago to 5th	$309,700.00
	B	#2 Across Yards-Bus Barn to Empty Lot	$37,650.00
	B	#3 Grove St-Decorah to Hokah	$146,260.00
	B	#5 W. Washington & Mobile Lane	$125,810.00
	B	#7 N. Kingston-Taft to High	$247,790.00
	C	#1 Sprague St– House 704 to Vista Ave	$219,360.00
	C	#4 S. Kingston St – South to Washington	$197,200.00
	C	#6 Hackney-N Kingston to Marshall	$60,030.00
		Total Sewer Improvements	$1,500,480.00
LINER REPAIRS			
	A	#1 Hokah-Lincoln to Marshall	$23,265.00
	A	#2 Grove – Kingston to Decorah	$21,152.00
	A	#3 Kingston–Caledonia to Grant	$20,376.00
	A	#4 Washington-Ramsey to Hokah	$19,370.00
	A	#5 Pine-Hackney to North	$19,765.00
	A	#6 Pine-High to Caledonia	$13,000.00
	A	#7 Pine-Caledonia to Grant	$16,124.00
		Total Liner Repairs	$133,052.00
	TOTAL ESTIMATED REHABILITATION COST		$2,137,932.00

Member Murphy inquired as to whether it would be feasible to bid Priority A items by December. Davy will begin work on plans for Priority A items in an effort to try and have a recommendation for bidding by December. Davy noted that there aren't many projects bid December. The consensus was to approve moving forward on the report for Priority A items and and decide on Priority B items after the report has been received and reviewed. A motion was made by Mayor Burns, seconded by Member Lemke to authorize the report for Priority A items. All members present voted in favor and the motion was declared carried.

C. FUTURE NEEDS OF WWTP. Davy Engineer Mike Davy noted that it's been over 15 years since the last major upgrade at the Caledonia Wastewater Treatment Plant. The new portions of the plant are approximately 20 years old and the basic plant is 45 years old. Davy stated that performance is still good and routine maintenance has kept things running reasonably well. The process is relatively complex so having experienced operators has been a big advantage in Caledonia. Davy highlighted the following WWTP items that need to be addressed: aging equipment and structures; encroachment on the site –when first built, the facility was outside of town; now it's surrounded by other development; new phosphorus regulations; karst concerns with the discharge; Sno Pac Foods wastewater treatment needs; improving the energy efficiency of the process; simplifying the process to improve operability and stability. Davy noted that it's in the City's best interest to keep control of the schedule for major projects rather than being forced into meeting a compliance schedule by a regulatory agency. Davy stated that the first step would be to authorize a preliminary engineering study. Doing so would position the City for funding programs. A study that determines that retrofitting and upgrading of the existing facility is the best course of action and would likely cost between $25,000 and $50,000. A study involving a new site would cost approximately $50,000 to $75,000. It takes about twelve months to prepare and approve a facility plan. Davy and City Clerk/Administrator Feely will work on exploring financing options. A motion was made by

Mayor Burns, seconded by Member Lemke to authorize the preparation of the WWTP study. All members present voted in favor and the motion was declared carried.

ADJOURNMENT. A motion to adjourn was made at 7:35 p.m.by Member Lemke, seconded by Member Vick. All members voted in favor and the motion was declared carried. The next regularly scheduled meeting of the City Council is scheduled for Monday, August 23, 2010 at 6:00 p.m. in the Council Room, City Hall.

_____
Robert H. Burns
Mayor

_____
Jennifer Feely
City Clerk/Administrator