



Engineering Memorandum

December 31, 2024

RE: January 7, 2025 City Commission Meeting

2025 ROAD MAINTENANCE PROJECT – SID RESOLUTION 202501-2

For your consideration is a Resolution to modify the previously approved Resolution No. 39-2024 for the 2025 Road Maintenance Special Improvement District 202501-2. This district was approved at the November 5, 2024 Commission Meeting. At the November 19, 2024 City Commission meeting, Resolution No. 47-2024 for the 2025 Road Maintenance Project Special Improvement District 202501-1 and 48-2024 for the 2025 Watermain and Lead Service Line Replacement Project Special Improvement District 202503-1 were approved. The two resolutions approved at the November 19, 2024 City Commission meeting did not include curb and gutter removal and replacement to be included with the special assessments for the special improvement districts. Also, the interest rate was set at 3.7% which was the average daily 10-year Treasury Yield interest rate for the month of September 2024.

The protest period for the project, as required by the North Dakota Century Code, ended on October 25, 2024. A total number and overall percental of the protests are provided below. These protests did not meet the statutory requirement to bar the City from proceeding with the special improvement project.

The project benefits are listed below:

- The streets, curb and gutter, and sidewalks need repairs. Several of the sidewalks are not ADA compliant. These improvements will ensure safe pedestrian walkability and access throughout the neighborhood. The street improvements will extend the life expectancy of the roadways and will reduce maintenance costs for the City.

The total project construction cost is estimated to be \$7.62 million, which will be funded through a combination of special assessments and City funds. The total assessment estimate for the project is **\$31,747.60** as per the engineering report. The assessment amount will be included in property taxes and paid back over 10 years at an interest rate of 3.7%. Those who pay their assessments in full by October 1, 2026, will not be charged interest or penalties.

If this resolution is approved by the City Commission, engineering staff will proceed with finalizing the project plans and specification, and the project will be put out to bid to account for the above reference changes to the scope of work items not to be included in the special improvement district, and to change the interest rate.

Engineering staff recommend approval.

