



Staff Report: 10<sup>th</sup> Ave Project – Agreements with MnDOT & SEH

With the federal funding for our 10<sup>th</sup> Avenue project, there is a very specific right of way process that must be followed including appraisals, meetings with property owners, notifications, correspondence, and negotiation. There are 5 landowners that will require some level of easement or property acquisition spread over 8 parcels. The level of effort varies by the type of right of way required.

We will be using a combination of fee title, permanent easement, and temporary easement. Two agreements are attached.

MnDOT Work Order C1050339- MnDOT has asked the City to take the lead on right of way acquisition and as a result has offered to pay \$8000 for SEH right of way services and \$12,000 for the appraisal for Kia and the gas station. These payments are to include additional right of way for signal poles at the same time we are negotiating the wider road right of way for 10<sup>th</sup> Avenue. The \$4000 per parcel is a good average and will cover all of the Kia (city only needs temporary easements) and a good portion of the gas station.

In order to approve the cost agreement the attached resolution needs to be approved.

The second agreement is for SEH services associated with Right of Way. This agreement will be ongoing for the next 12 to 18 months as the process is lengthy. As noted above, the city will be reimbursed by MnDOT for \$8000 of the agreement to account for work at Kia and part of the work at the gas station / mechanic.