

CITY OF HERMANTOWN
CITY COUNCIL MEETING
August 1, 2016
6:30 p.m.

Pledge of Allegiance

ROLL CALL: Councilors Koski, Nelson, Peterson, Mayor Boucher; John Mulder, City Administrator; Debbie Lund, City Clerk; Jim Crace, Chief of Police; Kevin Orme, Finance Director; Eric Johnson, Community Development Director; Steve Overom, City Attorney

ABSENT: Councilor Geissler

VISITORS: 4

COMMUNICATIONS

Communications 2016-166 through 2016-180 were read and placed on file.

Communication 2016-169 from Brandon Kohlts, WLSSD to Paul Senst, Public Works Director regarding Review of 2015-2016 Inflow & Infiltration FOG Program

Communication 2016-179 from Ryan Kern, President Duluth Airshow to Mayor Boucher regarding 2016 Duluth Air & Aviation Show

PRESENTATIONS

Kevin Orme, Finance Director - Kevin gave a brief review of the 2015 Fire Department's Audit which was performed by WIPFLI, LLP and was completed six months earlier than the 2014 audit. The Fire Department had over \$500k in cash at the end of 2015; had a surplus of \$111K on \$375 of income in 2015 and increased their cash by \$167K in 2015.

The quarterly investment report as of June 30, 2016 shows where our money is; how much money we have; where it's invested and how it is invested. The City had approximately \$14,000,000 and 4M, RBC Dain, Wells Fargo, Morgan Stanley and MBS hold the city's money which is invested in cash, short term investment (money market) and long term investments. There is also a graph which shows the breakdown of cash and investments from November/December 2015 and compares it to June 30, 2016.

The third presentation is the departmental and funds expenditure versus budget report for the first half of 2016. Our General Fund Expenditures is approximately \$134,000 less than budgeted for the first half of the year, in addition, Sales Tax Revenue is up 19% over last year's six months.

PUBLIC DISCUSSION

Myron Lindahl, 4698 Vaux Road - I am here based on an article that appeared in last Thursday's Hermantown Star regarding the language for the sales tax referendum. As I understand the article says that the wording for the referendum question will be presented to the Council for the approval at this meeting. I am concerned about that language and exactly what it is going to say as I understand our state legislature and how they are working it is only if they do have this Special Session in August that there would be the need to have this appear on the ballot. I think that the language should be very specific

because we are so limited in the amount of public information and totally dependent on the Hermantown Star to tell the people in the City of Hermantown, so I think it is imperative that the wording is in detail for the general understanding of the public at the General Election.

CONSENT AGENDA

Motion made by Councilor Peterson, seconded by Councilor Koski to approve the Consent Agenda which includes the following items:

- A. Approval of July 18, 2016 and July 25, 2016 City Council Continuation Minutes
- B. Approve general city warrants from July 15, 2016 through July 31, 2016 in the amount of \$582,250.07
- C. Resolution 2016-92 – Approve Agreement for Professional Services with T.E.A.M. Consulting, LLC

Roll Call: Councilors Koski, Nelson, Peterson, Mayor Boucher, aye. Councilor Geissler absent. Motion carried.

ORDINANCES

2016-51 An Ordinance Amending Hermantown Code Of Ordinances Section 220 – City Administrator

The Second Reading was held on Ordinance 2016-51, An Ordinance Amending Hermantown Code Of Ordinances Section 220 – City Administrator.

Motion made by Councilor Nelson, seconded by Councilor Koski to adopt Ordinance 2016-51, An Ordinance Amending Hermantown Code Of Ordinances Section 220 – City Administrator. Roll Call: Councilors Koski, Nelson, Peterson, Mayor Boucher, aye. Councilor Geissler, absent. Motion carried.

2016-52 An Ordinance Opting-Out Of The Requirements Of Minnesota Statutes Section 462.3593

The First Reading was held on Ordinance 2016-52, An Ordinance Opting-Out Of The Requirements Of Minnesota Statutes Section 462.3593.

2016-53 An Ordinance Amending Hermantown Zoning Ordinance Section 525 C-1 Office/Light Industrial And 530 – C-1A Office/Light Industrial/Adult Uses

The First Reading was held on Ordinance 2016-53, An Ordinance Amending Hermantown Zoning Ordinance Section 525 – C-1 Office/Light Industrial And 530 – C-1A Office/Light Industrial/Adult Uses.

RESOLUTIONS

2016-93 Resolution Approving Quotation From Video Service America For Cable Television Equipment In The Amount Of \$13,825

Motion made by Councilor Nelson, seconded by Councilor Koski to adopt Resolution 2016-93, Resolution Approving Quotation From Video Service America For Cable Television Equipment In The Amount Of \$13,825. Roll Call: Councilors Koski, Nelson, Peterson, Mayor Boucher, aye. Councilor Geissler, absent. Motion carried.

2016-94 Resolution Adopting Availability Charges For Project 445 – Highway 53 Sewer

Motion made by Councilor Nelson, seconded by Councilor Koski to adopt Resolution 2016-94, Resolution Adopting Availability Charges For Project 445 – Highway 53 Sewer. Roll Call: Councilors Koski, Nelson, Peterson, Mayor Boucher, aye. Councilor Geissler, absent. Motion carried.

2016-95 Resolution Authorizing And Directing The Mayor And City Clerk To Enter Into A Non-Exclusive Banking Service Agreement With National Bank Of Commerce

Motion made by Councilor Peterson, seconded by Councilor Nelson to adopt Resolution 2016-95, Resolution Authorizing And Directing The Mayor And City Clerk To Enter Into A Non-Exclusive Banking Service Agreement With National Bank Of Commerce. Roll Call: Councilors Koski, Nelson, Peterson, Mayor Boucher, aye. Councilor Geissler, absent. Motion carried.

2016-96 Resolution Approving Question To Be Posed Regarding A Proposed Hermantown Sales Tax

Motion made by Councilor Peterson, seconded by Councilor Koski to adopt Resolution 2016-96, Resolution Approving Question To Be Posed Regarding A Proposed Hermantown Sales Tax. Roll Call: Councilors Koski, Nelson, Peterson, Mayor Boucher, aye. Councilor Geissler absent. Motion carried.

2016-97 Resolution Authorizing And Directing Mayor And City Clerk To Execute And Deliver Agreement Between Hermantown Police Department And Hermantown Community Schools For Police/Liaison Officer

Motion made by Councilor Peterson, seconded by Councilor Nelson to adopt Resolution 2016-97, Resolution Authorizing And Directing Mayor And City Clerk To Execute And Deliver Agreement Between Hermantown Police Department And Hermantown Community Schools For Police/Liaison Officer. Roll Call: Councilors Koski, Nelson, Peterson, Mayor Boucher, aye. Councilor Geissler, absent. Motion carried.

2016-98 Resolution Adopting Revised Capital Asset Policy

Motion made by Councilor Nelson, seconded by Councilor Peterson to adopt Resolution 2016-98, Resolution Adopting Revised Capital Asset Policy. Roll Call: Councilors Koski, Nelson, Peterson, Mayor Boucher, aye. Councilor Geissler, absent. Motion carried.

2016-99 Resolution Authorizing And Directing The Mayor And City Clerk To Execute And Deliver Development Agreement With Titan Premier, LLC Square 37 Development

Motion made by Councilor Peterson, seconded by Councilor Koski to adopt Resolution 2016-99, Resolution Authorizing And Directing The Mayor And City Clerk To Execute And Deliver Development Agreement With Titan Premier, LLC Square 37 Development. Roll Call: Councilors Koski, Nelson, Peterson, Mayor Boucher, aye. Councilor Geissler, absent. Motion carried.

Mayor Boucher thanked Xavier Witikko for running the video equipment.

Councilor Peterson recognized Paul Sens, Public Works Director and the Public Works staff on all the good work they did to provide the cleanup and repair of all the damage that was done from the storm. Thank you for your hard work.

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Motion made by Councilor Nelson, seconded by Councilor Peterson to recess at 7:02 p.m. to Friday, August 9, 2016 at 9:00 a.m. to canvass the Primary Election Results. Motion carried.

Mayor

ATTEST:

Clerk