

CITY OF HERMANTOWN
CITY COUNCIL CONTINUATION MEETING
October 17, 2016
6:30 p.m.

Pledge of Allegiance

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

VISITORS: 12

ANNOUNCEMENTS

Mayor Boucher stated he is wearing the Proctor Football Jersey for the first time in five years. Mayor Boucher and Proctor Mayor Dave Brenna have an agreement to wear the winning team's jersey from the hammer game. Hermantown lost to Proctor so I am wearing the Proctor jersey.

PUBLIC HEARING ON WILLIAMS DRIVE MOBILE HOME PARK CLOSING

Notice is hereby given, that the City Council of the City of Hermantown will hold a public hearing on Monday, October 17, 2016, at 6:30 p.m. in the Hermantown City Council Chambers, 5105 Maple Grove Road, Hermantown, Minnesota, to review the Closure Statement provided by Williams Drive Mobile Home Park and any impact that the park closing may have on the displaced residents and the park owner.

DISPLACED RESIDENTS ARE HEREBY INFORMED THAT THEY MAY BE ELIGIBLE FOR PAYMENTS FROM THE MINNESOTA MANUFACTURED HOME RELOCATION TRUST FUND UNDER MINNESOTA STATUTES SECTION 462A.35 AS COMPENSATION FOR REASONABLE RELOCATION COSTS UNDER MINNESOTA STATUTES SECTION 327C.095, SUBDIVISION 13, PARAGRAPHS (a) AND (e).

All persons desiring to be heard on these issues will be given an opportunity to do so at the hearing.

Written or oral comments will be considered.

This notice is ordered and authorized by the City Council pursuant to Minnesota Statutes § 327C.095.

The Public Hearing held Monday, October 17, 2016 regarding Williams Drive Mobile Home Park Closing has been recorded, however, has not been transcribed. Steve Reyelts stated he will be the neutral third party pursuant to Minnesota Statutes, § 327C.095. Kathy Eckstrom, 5314 Williams Drive spoke saying she would like an extension on the time to move out of the mobile home park. She has lived there 28 years and both she and her husband are disabled.

Resolution 2016-128 Resolution Regarding Closure Statement For Williams Drive Mobile Home Park

Motion made by Councilor Nelson, seconded by Councilor Koski to adopt Resolution 2016-128, Resolution Regarding Closure Statement For Williams Drive Mobile Home Park. Roll Call: Councilors Geissler, Koski, Nelson, Peterson, Mayor Boucher, aye. Motion carried.

Public Hearing recessed at 6:43 p.m.

COMMUNICATIONS

Communications 2016-213 through and including 2016-217 were read and placed on file.

PRESENTATIONS

John Mulder, City Administrator – John presented a signed numbered lithograph of the United States Thunderbirds to the City of Hermantown from Ryan Kern. There are only 16 signed lithographs of the Thunderbirds.

Mr. Mulder reported on the possible budget cuts for 2017 budget. We are continuing to work on that and will continue to try to cut the proposed budget. The schedule for the Truth and Taxation public hearing is on Monday, December 5th and you would have until December 19th to adopt the final 2017 budget.

Kevin Orme, Finance Director – we gave you the two packets, Debt Service Budget & Special Revenue Budgets which are just informative. We will take final action in December. The following are the highlights of Debt Service. The City has about \$20 million in debt, none of that debt has changed as far as the years between 2021 and 2034. Annually the City will be \$2.2 million on its debt, sales tax covers 67% of that and the tax levy only covers 3% . Ehlers & Associates our municipal advisors prepared a debt study in May and they feel we are in good shape to meet all of our obligations by the end of each of the bonds terms.

Our sales tax revenue continues to increase and we did include that in the Debt Service budget. We are budgeting \$2.8 million in revenue next year, which is conservative if you take our last twelve month average and with the addition of Fleet Farm we think we may collect more than that. That is the main change as far as revenues is sales tax income. Water and Sewer rates were increased to cover some, but not all depreciation.

CONSENT AGENDA

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

- A. Approval of October 3, 2016 City Council Minutes
- B. Approve general city warrants from October 1, 2016 through October 15, 2016 in the amount of \$593,666.88.
- C. Resolution 2016-129 – Approve Pay Request Number 5 for Street Improvement District No. 524-N S.A.P. 202-103-099 Stebner Road to Ulland Brothers, Inc. in the amount of \$256,776.57

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

ORDINANCE

2016-57 An Ordinance Amending Section 730 – Firearms And Other Dangerous Weapons Of The Hermantown City Code

The First Reading was held on Ordinance 2016-57, An Ordinance Amending Section 730 – Firearms And Other Dangerous Weapons Of The Hermantown City Code.

RESOLUTIONS

2016-130 Resolution Receiving Quotations And Awarding Contract For New Garage To Zierden Builders In The Amount Of \$23,930

Motion made by Councilor Peterson, seconded by Councilor Koski to adopt Resolution 2016-130, Resolution Receiving Quotations And Awarding Contract For New Garage To Zierden Builders In The Amount Of \$23,930. Roll Call: Councilors Geissler, Koski, Nelson, Peterson, Mayor Boucher, aye. Motion carried.

2016-131 Resolution Receiving Quotations And Awarding Contract For Two New Overhead Garage Doors In The Amount Of \$3,755

Motion made by Councilor Koski, seconded by Councilor Nelson to adopt Resolution 2016-131, Resolution Receiving Quotations And Awarding Contract For Two New Overhead Garage Doors In The Amount Of \$3,755. Roll Call: Councilors Geissler, Koski, Nelson, Peterson, Mayor Boucher, aye. Motion carried.

2016-132 Resolution Re-Establishing A Five Year Priority List For Minnesota State Aid Construction

Motion made by Councilor Geissler, seconded by Councilor Nelson to adopt Resolution 2016-132, Resolution Re-Establishing A Five Year Priority List For Minnesota State Aid Construction. Roll Call: Councilors Geissler, Koski, Nelson, Peterson, Mayor Boucher, aye. Motion carried.

2016-133 Resolution Approving Request For Proposals (HEREIN “RFP”) For Engineering Services For Street Improvement District No. 528-N Market Street And Loberg Road (Haines Road To Wal-Mart Entrance)

Motion made by Councilor Peterson, seconded by Councilor Koski to adopt Resolution 2016-133, Resolution Approving Request For Proposals (HEREIN “RFP”) For Engineering Services For Street Improvement District No.528-N Market Street And Loberg Road (Haines Road To Wal-Mart Entrance). Roll Call: Councilors Geissler, Koski, Nelson, Peterson, Mayor Boucher, aye. Motion carried.

2016-134 Resolution Authorizing And Directing The Mayor And City Clerk To Execute And Deliver A First Amendment To Development Agreement With JLG Enterprises Of Hermantown, LLP

Motion made by Councilor Nelson, seconded by Councilor Geissler to adopt Resolution 2016-134, Resolution Authorizing And Directing The Mayor And City Clerk To Execute And Deliver A First Amendment To Development Agreement With JLG Enterprises Of Hermantown, LLP. Roll Call: Councilors Geissler, Koski, Nelson, Peterson, Mayor Boucher, aye. Motion carried.

2016-135 Resolution Authorizing And Directing The Mayor And City Clerk To Execute And Deliver A Separation Agreement And Release Of Claims And Re-Affirmation Agreement On Behalf Of The City Of Hermantown

Motion made by Councilor Nelson, seconded by Councilor Geissler to adopt Resolution 2016-135, Resolution Authorizing And Directing The Mayor And City Clerk To Execute And Deliver A Separation Agreement And Release Of Claims And Re-Affirmation Agreement On Behalf Of The City Of Hermantown. Roll Call: Councilors Geissler, Koski, Nelson, Peterson, Mayor Boucher, aye. Motion carried.

Mayor Boucher thanked Xavior Witikko and Jayden Isensee for running the video equipment.

Motion made by Councilor Peterson, seconded by Councilor Koski to recess the meeting at 6:58 p.m. Motion carried.

Mayor

ATTEST:

Clerk