

It was moved by Curtiss, seconded by Hay and unanimously passed to approve the sale of these items on www.minnbid.org.

6. Public Hearings.

- None.

7. General Business.

7(A) \$3,000,000 G.O. CAPITAL IMPROVEMENT PLAN BONDS.

Rebecca Kurtz, Ehlers & Associates, was present to discuss bids received on the sale of \$3,000,000 General Obligation Capital Improvement Plan Bonds, Series 2014A. The bonds would finance construction of a new fire hall and upgrades to the city hall HVAC system.

Prior to discussing the bid results, Ms. Kurtz first congratulated the city on its A+ bond rating, which was recently reaffirmed by Standard & Poors. This rating reflects assessment of the city's very strong budgetary flexibility; its very strong liquidity; adequate budgetary performance; and, strong management conditions with good financial policies.

Kurtz distributed a Sale Day Report for the bond issue, which contained three bids. The bid recommended by Ehlers & Associates was that of Northland Securities, Inc., at a true interest rate of 3.0292%.

TODD HAY OFFERED RESOLUTION NO. 3226, A RESOLUTION PROVIDING FOR THE ISSUANCE AND SALE OF \$3,000,000 G.O. OBLIGATION CAPITAL IMPROVEMENT PLAN BONDS, SERIES 2014A AND LEVYING A TAX FOR THE PAYMENT THEREOF, AND MOVED ITS ADOPTION. MOTION FOR ADOPTION OF RESOLUTION NO. 3226 WAS SECONDED BY BRYCE CURTISS. THOSE VOTING IN FAVOR OF MOTION: TODD HAY, BRYCE CURTISS, KAREN NIEUWBEERTA, NATHAN SCHMIDT AND MARVIN GARBE. THOSE VOTING AGAINST MOTION: NONE. RESOLUTION PASSED 5-0.

7(B) \$1,010,000 G.O. IMPROVEMENT BONDS, SERIES 2014B.

Rebecca Kurtz, Ehlers & Associates, was present to discuss bids received on the sale of \$1,010,000 General Obligation Improvement Bonds, Series 2014B. The bonds would finance the 2014 Street, Storm Sewer & Utility Improvements.

Kurtz distributed a Sale Day Report for the bond issue, which contained four bids. The bid recommended by Ehlers & Associates was that of United Bankers' Bank at a true interest rate of 2.5081%.

BRYCE CURTISS OFFERED RESOLUTION NO. 3227, A RESOLUTION PROVIDING FOR THE ISSUANCE AND SALE OF \$1,010,000 GENERAL OBLIGATION IMPROVEMENT BONDS, SERIES 2014B, PLEDGING FOR THE SECURITY THEREOF SPECIAL ASSESSMENTS AND LEVYING A TAX FOR THE PAYMENT THEREOF, AND MOVED ITS ADOPTION. MOTION FOR ADOPTION OF RESOLUTION NO. 3227 WAS SECONDED BY KAREN NIEUWBEERTA. THOSE VOTING IN FAVOR OF MOTION: BRYCE CURTISS, KAREN NIEUWBEERTA, TODD HAY, NATHAN SCHMIDT AND MARVIN GARBE. THOSE VOTING AGAINST MOTION: NONE. RESOLUTION PASSED 5-0.

7(C) DECLARATION OF INTENT TO BOND.

It was moved by Curtiss, seconded by Schmidt and unanimously passed to approve the Declaration of Official Intent to bond for the Well Transmission Line Rehabilitation Project, in the maximum principal bond amount of \$1,500,000.

7(D) FINAL 2013 COMMITTED & ASSIGNED FUND BALANCES.

In accordance with Governmental Accounting Standards Board Statement No. 54 (GASB54), the "committed and assigned" portions of the city's fund balances are to be approved by the city council. City Finance Director Jan Flaherty was present to address questions/concerns raised by the council. To use in its review and consideration, the council had been provided with a Governmental Fund Balances Spreadsheet and the 2013 General Fund Revenue & Expenditure Guidelines.

It was moved by Nieuwebeerta, seconded by Hay and unanimously passed to approve the final 2013 committed and assigned fund balances, as presented.

7(E) VARIANCE REQUEST - CENEX (FIRESTONE SITE).

At its meeting held just prior to the city council meeting, the Board of Zoning Adjustment held a public hearing to consider a request by Farmer's Union Oil Company (Cenex) to allow a variance to within 10' of the north property line at 2717 East Highway 7 (Firestone site.) The variance would facilitate the expansion of an existing facility by replacing the older structure with a 86' x 96' x 20' new building. Following the hearing, the Board unanimously recommended its approval of the variance request.

It was moved by Curtiss, seconded by Schmidt and unanimously passed to approve the variance request, as submitted.

7(F) SITE PLAN REVIEW - CENEX

In its meeting held just prior to the city council meeting, the Montevideo Planning Commission considered a site plan review submitted by the Farmer's Union Oil Company (Cenex) for a proposed expansion of an existing facility by replacing an older structure with an 86' x 96' x 20' new building. Following its review, the commission unanimously recommended approval of the site plan review, contingent upon approval of the variance request (see Item 7E).

It was moved by Hay, seconded by Nieuwbeerta and unanimously passed to approve the site plan review, as presented.

7(G) ASSESSMENT AGAINST #70-050-0153 FOR 2013 GROVE AVENUE PROJECT.

During a recent financial audit conducted by Dana F. Cole & Company, LLP, an error was discovered in the assessment for the 2013 Street Improvement Project of Grove Avenue, from Legion Drive east approximately 560'. The property known as PID #70-050-0153 and owned by Dutchman's Bluff, LLP, was affected by this error. The parcel was overlooked in the assessment calculations, and the owner did not receive a final bill for the improvements. An individual notice has now been sent to the property owner notifying them of the proposed hearing date and their proposed assessment.

BRYCE CURTISS OFFERED RESOLUTION NO. 3228, A RESOLUTION FOR HEARING ON PROPOSED ASSESSMENT (JULY 7, 2014 @ 7:00 P.M.), AND MOVED ITS ADOPTION. MOTION FOR ADOPTION OF RESOLUTION NO. 3228 WAS SECONDED BY KAREN NIEUWBEERTA. THOSE VOTING IN FAVOR OF

MOTION: BRYCE CURTISS, KAREN NIEUWBEERTA, TODD HAY, NATHAN SCHMIDT AND MARVIN GARBE. THOSE VOTING AGAINST MOTION: NONE. RESOLUTION PASSED 5-0.

7(H) DEPOT PAINT COLOR.

At the May 19th meeting, the question of the color of the depot was discussed. The color was debated previously in 2000 and, at that time, the recommendation from the National Historical Society of the Milwaukee Road was to paint it light and dark greys. It was staff's recommendation that the colors stay in the grey hues inasmuch as maintenance would be much more difficult with vivid colors.

It was moved by Curtiss, seconded by Hay and unanimously passed to approve that the color of the depot building remain in the two-tone grey colors.

7(I) RAILROAD PEDESTRIAN CROSSING.

At the May 19th meeting, the city council discussed the question of installing a pedestrian crossing over the railroad tracks on 1st Street (by the depot). Staff has researched the issue and also discussed the issue with Mn/DOT and UMVRDC staff. Mn/DOT estimates the cost for this work at \$60,000+. The crossing would have to be designed for pedestrian traffic, including walkers and wheelchairs and maybe pedestrian control arms as well. As a part of its trails plan, the RDC includes the sidewalk from the Highway 212 bridge to the railroad tracks, so there may be money available for the project. If financed by Mn/DOT, the city would be responsible for 20% of the cost, and it may be 2019 before funding was available. If the project were included on the state plan and funds became available sooner, the project could be accomplished before 2019. However, there is no guarantee this issue would get on the state's plan, or be ranked high enough for funding.

It was moved by Nieuwbeerta, seconded by Schmidt and unanimously passed to direct staff to pursue the issue for inclusion in the state's plan.

7(J) MN/DOT SPEED STUDY.

At the May 19th meeting, the city council discussed the question of speed limits on Ashmore Avenue and Benson Road. Staff was directed to research what was needed in order to request that the state conduct a study and found that Mn/DOT will conduct a

study if requested by resolution of the city. Therefore, a resolution has been prepared requesting speed limit studies on the following roadway segments within the city:

- ▶ T.H. 29, from T.H. 7 north to Wolfe Avenue (County Road 41)
- ▶ Ashmore Avenue, from T.H. 29 east to 24th Street

KAREN NIEUWBEERTA OFFERED RESOLUTION NO. 3229, A RESOLUTION REQUESTING SPEED LIMIT STUDY, AND MOVED ITS ADOPTION. MOTION FOR ADOPTION OF RESOLUTION NO. 3229 WAS SECONDED BY BRYCE CURTISS. THOSE VOTING IN FAVOR OF MOTION: KAREN NIEUWBEERTA, BRYCE CURTISS, NATHAN SCHMIDT, TODD HAY AND MARVIN GARBE. THOSE VOTING AGAINST MOTION: NONE. RESOLUTION PASSED 5-0.

7(K) CITY HRA APPOINTMENT.

It was moved by Schmidt, seconded by Hay and unanimously passed to approve the mayoral reappointment of Steve O'Connell to the city's Housing & Redevelopment Authority Board, term expiring June 4, 2019.

7(L) ACCEPTANCE OF POOL SCHOLARSHIP GIFT.

The city has received a \$25.00 donation from the VFW Auxiliary for a pool scholarship. The donation must be accepted by resolution of the council.

TODD HAY OFFERED RESOLUTION NO. 3230, A RESOLUTION ACCEPTING GIFTS/GRANTS, AND MOVED ITS ADOPTION. MOTION FOR ADOPTION OF RESOLUTION NO. 3230 WAS SECONDED BY KAREN NIEUWBEERTA. THOSE VOTING IN FAVOR OF MOTION: TODD HAY, KAREN NIEUWBEERTA, BRYCE CURTISS, NATHAN SCHMIDT AND MARVIN GARBE. THOSE VOTING AGAINST MOTION: NONE. RESOLUTION PASSED 5-0.

8. Ordinances.

- None.

9. Discussion and Miscellaneous.

- ▶ Engineer Mike Amborn updated the council on the street construction projects, noting that Park Avenue was to have been paved today (finishing up the 2013 Project); however, the plant broke down and they were unable to pave. He also noted that a pre-construction meeting is being scheduled for the 2014 work.
- ▶ Mayor Fader announced that the Fiesta Days celebration starts June 9th, and she encouraged everyone to participate in the festivities. She noted that Uruguayan guests will be in attendance for the celebration.
- ▶ City Manager Jones stated that the contractor will soon begin repairing the watermains on Sheridan Avenue and on Highway 7. He added that there is also an issue in the Lagoon Park/Wildwood area, where a line appears to be “weeping.”
- ▶ Council President Garbe voiced concern over construction equipment being parked on the city street on North 6th Street and also at 5th & Black Oak.

Meeting adjourned at 7:38 P.M.

Glennis A. Lauritsen, Secretary

Approved by council June 16, 2014:

Marvin E. Garbe, President