

**MINUTES
REGULAR WASECA CITY COUNCIL MEETING
TUESDAY, AUGUST 3, 2010**

CALL TO ORDER/ROLL CALL

1 The regular Waseca City Council meeting was called to order by Mayor Srp at 7:10 p.m.

Councilmembers present:

Mayor Roy Srp	Les Tlougan
John Clemons	Cindy Coy
Larry Johnson	Mark Christiansen

Absent: Allen Rose

Staff present:

Crystal Prentice, City Manager
Nathan Reinhardt, Finance Director
Chuck Pettipiece, Interim Community Development Director
Leslee Milbrath, Secretary

MOMENT OF SILENT PRAYER/PLEDGE OF ALLEGIANCE

2 A moment of silent prayer was observed. The Pledge of Allegiance to the Flag was recited.

APPROVAL OF AGENDA

3 It was moved by Tlougan, seconded by Coy, to approve the agenda as presented; the motion carried 6-0.

VISITORS, REQUESTS, AND COMMUNICATIONS

4 None

Mayor Srp asked if there was anyone else in the audience, not on the agenda, who wished to address the Council at this time. There were no comments.

PUBLIC HEARINGS

5a **Resolution No. 10-30 – Establishing Municipal Development District No 1 and Tax Increment Financing District No. 27 and Authorizing the use of Tax Increment Financing**

Chuck Pettipiece, Interim Community Development Director gave an overview of the Worke project and explained the TIF money would be used for infrastructure for the development area. Roger Guenette with Advanced Resources explained how TIF money works and the formulas used. He stated this is a 26 year TIF and the first payment would not be received until 2012. Mr. Guenette informed Council the Planning Commission recently passed a resolution stating the project complies with the development of the City as a whole. Council Member Johnson and Clemons both expressed concern over the length of the TIF. Council Member Clemons stated he would also like sidewalks included in the project.

The Public Hearing was opened at 7:27 p.m.

There were no comments from the general public

Public Hearing was closed at 7:27 p.m.

It was moved by Council Member Tlougan, seconded by Council Member Johnson to adopt Resolution No. 10-30 Establishing Municipal Development District No. 1 and Tax Increment Financing District No. 27 and Authorizing the use of Tax Increment Financing; motion carried 5-1 (Clemons opposed).

ROUTINE BUSINESS

6a **Resolution No. 10-38 – Granting Temporary Extension of Licensed Premises to RUSJO, LLC/dba Katie O’Leary’s for a street dance**

It was moved by Clemons, seconded by Johnson to rescind the August 7th date; motion carried 6-0.

It was moved by Johnson, seconded by Mayor Srp to Adopt Resolution No. 10-38 Granting Temporary Extension of Licensed Premises to RUSJO, LLC/dba Katie O’Leary’s for a street dance on August 14, 2010; motion carried 5-1 (Christiansen opposed).

UNFINISHED BUSINESS

7 None

NEW BUSINESS

8a **Appointment to WHRA**

It was moved by Christiansen, seconded by Tlougan to appoint Mildred Hanson to the WHRA; motion carried 6-0.

8b **SCDP Fair Housing Compliance**

City Manager Prentice explained the Federal Department of Housing and Urban Development requires all cities that receive Small Cities Development Program Housing Rehabilitation Grant funds undertake activities that affirmatively further Fair Housing efforts. She stated the Fair Housing booklet will be used as a resource to help answer questions that arise. The information will be posted on the city website. Providing this information satisfies this grant requirement

No action was required by Council.

8c **Resolution No. 10-36 Small Cities Development Program Loan Modification for Overland Restaurant Concepts, LLC**

Interim Community Development Director Chuck Pettipiece explained the loan and the sale of the business on a contract for deed. He stated he would like to extend the terms and continue the payments. He stated in order to do this, it requires Council action. He informed Council Mr. Overland is current on his loan payments.

It was moved by Tlougan, seconded by Coy to adopt Resolution No. 10-36 granting the Small Cities Development Program Loan Modification for Overland Restaurant Concepts, LLC; motion carried 6-0.

8d **Resolution No. 10-39- Authorization for Study and Feasibility Reports on Streets**

City Engineer Stammer stated there are 4 specific streets he would like to do further research on as they are in very poor condition and would like them included in the CIP. He stated he is not comfortable waiting and that it may be possible for staff to do the roads sooner. The roads were 2nd Ave SE from State Street to 2nd St SE, 2nd Ave SW from State Street to 2nd St SW, 3rd Ave NW from State Street to 2nd St NW and 2nd St NW & 2nd St SW from Elm to 5th St SW

It was moved by Tlougan, seconded by Johnson to Adopt Resolution No. 10-39 Authorizing a study and feasibility Report on streets; motion carried 6-0.

CONSENT AGENDA

9 It was moved by Johnson, seconded by Coy, to approve the Consent Agenda as presented; the motion carried 6-0 and included the following actions:

- a. Minutes – Regular City Council meeting – July 20, 2010 – were accepted and placed on file.
- b. Minutes – Regular City Council meeting – July 6, 2010 – were accepted and placed on file.
- c. Minutes – City Council work session – July 6, 2010 – were accepted and placed on file.
- d. Minutes – City Council work session July 20, 2010 – Were accepted and placed on file.
- e. Minutes – Special City Council meeting – July 13, 2010- Were accepted and placed on file.
- f. Payroll & expenditures – July 2010 – were approved and authorized for payment.
- g. Payment Request No. 13 – Robert L. Carr Co. – Project #0812 – were approved and authorized for payment.
- h. Payment Request No. 5-Cink Excavating – Project #0902- were approved and authorized for payment.
- i. Request for payment – Bonestroo Invoice #180639- Were approved and authorized for payment.
- j. Request for payment – Bonestroo Invoice #179605 – Were approved and authorized for payment.

CITY MANAGER’S REPORT

10 The City Manager provided the following report:

- 1) City Manager Prentice reported tonight at the Woodville Township Board meeting the Board of Directors will be discussing the annexation of the Worke and Dulas properties and reimbursement of taxes to them on the land as it exists now. She stated the money would be paid back to the Board over 4 years. She stated Chapter 414 requires all proposed annexations to provide reimbursement from municipalities to townships for lost property tax following annexation and for special assessments or debt attributable to the annexed property. City Manager Prentice stated the estimate on the payback costs are \$1.62 on the Dulas property and \$18.53 on the Worke property.
- 2) City Manager Prentice stated she was happy to report the EDA took staff recommendation to extend the lease agreement of the South Industrial Park lots. She stated there are two other interested parties in the property. She stated if anything comes to be with the interested parties the lease could be cancelled as there are provisions built into the lease agreement.
- 3) City Manager Prentice stated she received a reply from the Minnesota State Demographer regarding the 2009 population. She stated they have agreed the transition at the federal prison is a unique situation and accepted her proposal to use the annual average population of the prison. She stated the population would be increased by 246.
- 4) City Manager Prentice encouraged residents if they were interested they could file for the 2010 City Election. She stated filings opened today and run through August 17th.

COMMISSION REPORTS

11 Council Members provided updates of activities on the following commissions

EDA (Council Member Clemons, Coy

Fire Relief Association. Johnson

ANNOUNCEMENTS

12 The following miscellaneous items were discussed by the City Council:

- Christiansen: Congratulated the youth soccer teams and thanked the coaches for volunteering their time.
- Christiansen: Complained about the length of time the train blocked the crossing this morning. Mayor Srp stated the south bound tracks are rarely used anymore but when they are they are used for picking up stored cars and this does take some time.
- Mayor Srp: Encouraged the viewing public to attend the August 17th meeting to listen to Reggie Edwards from Region 9. He stated it should be very interesting.
- Mayor Srp: Stated the Triathlon was a huge success and Waseca should be very proud. He also stated he would hope it would be here again next year.

- Mayor Srp: Stated it was very hot out tonight but he still wore a tie for Mr. Richard Krause as he always comments how professional it looks.
- Johnson: Wanted to invite everyone to Night in the Park at Trowbridge Park. He stated it will be every Thursday night through September. He stated there is no cost. He stated there would be music and some concessions. He also thanked Antonio and Shari Wagner for heading up the project..

ADJOURNMENT

- 13 It was moved by Coy, seconded by Johnson to adjourn the regular City Council meeting at 8:15 p.m.; the motion carried 6-0.

ROY SRP
MAYOR

LESLEE MILBRATH
SECRETARY