

## CITY OF WACONIA

August 15, 2016

Pursuant to due call and notice thereof, the regular meeting of the City Council of the City of Waconia was called to order by Mayor Jim Sanborn at 6:00 p.m. The following members were present: Jim Sanborn, Kent Bloudek, Lynn Ayers, Charles Erickson, Marc Carrier.

Staff Present: Susan Arntz, Lane Braaten, Ann Meyerhoff, Nicole Lueck, Mike Melchert, Angel Smith.

Visitors: Maureen Farrell, Kellie Sites, Richard Scott.

Pledge of Allegiance was led by Mayor Jim Sanborn.

**ADOPT AGENDA:** Motion by Erickson, seconded by Ayers to adopt the agenda as presented. All present voted aye. **MOTION CARRIED.**

**VISTOR'S PRESENTATION:** Richard Scott and Maureen Farrell of the Hero's Coalition gave a presentation "Social Host Ordinance. Is it right for Waconia?"

### **ADOPT CONSENT AGENDA**

- 1) Approve August 1, 2016 City Council Meeting Minutes.
- 2) Approve August 10, 2016 City Council Meeting Minutes.
- 3) Authorize Payment of August 15, 2016 Expenditures.
- 4) Adopt a Motion to Approve Pay Estimate No. 12 to GMH Asphalt for 2015 Infrastructure Improvement Project.
- 5) Adopt a Motion to Approve Pay Estimate No. 4 to GMH Asphalt for 2016 Infrastructure Improvement Project.
- 6) Adopt a Motion to Approve Pay Estimate No. 13 to Park Construction.
- 7) Adopt a Motion to Approve Pay Estimate No. 1 to Odland Protective Coatings, Inc.
- 8) Adopt a Motion to Approve Pay Estimate No. 1 to Minger Construction.
- 9) Adopt a Motion to Approve Request for Lodging Tax Reimbursement.
- 10) Adopt a Motion Allowing for Use of Street Requests and In-Kind Services.
- 11) Adopt Resolution No. 2016-169, Accepting Donation of iPad Mini from Ferguson Waterworks.
- 12) Adopt Resolution No. 2016-170, Identifying the need for funding to complete the 2040 comprehensive plan update and authorizing an application for planning assistance grant funds.
- 13) Adopt Resolution No. 2016-171, Accepting Donations from Local Vendor.
- 14) Adopt Resolution No. 2016-172, Approving Request for Trunk Fee Payment plan for ISD110: Waconia High School Project.
- 15) Adopt Resolution No. 2016-173, Authorizing Bolton & Menk to Prepare Highway Safety Improvement Program Funds Application.

Motion by Ayers, seconded by Carrier to Adopt the Consent Agenda as presented. All present voted aye. **MOTION CARRIED.**

### **COUNCIL BUSINESS**

**Sudheimer Homestead Addition Preliminary and Final Plat:** Lane Braaten stated that the City acquired the property located at 10525 10<sup>th</sup> Street West to help facilitate the roadway and utility improvements included in the Highway 5 and 10<sup>th</sup> Street projects, which were completed earlier this year. The City is requesting consideration of the Sudheimer Homestead Addition Plat, which will designate the road right-of-way for a portion of the new alignment for 10<sup>th</sup> Street West, develop one approximately 4 acre parcel for future industrial development, and create two outlots.

Braaten explained that the proposed final plat is consistent with the Sudheimer Homestead Addiiton Preliminary Plat. Notices were published in the WACONIA PATRIOT on July 21<sup>st</sup>, 2016 and posted at Waconia City Hall. Individual notices were mailed to all property owners within 350 feet of the subject parcel. As of the date and time of this report the City has not received any comments regarding the proposed Sudheimer Homestead Addition development.

Susan Arntz commented that when the house is torn down the plan is to salvage bricks and use them in Sudheimer park in some way.

**CITY OF WACONIA**

**August 15, 2016**

Motion by Carrier, seconded by Erickson to Adopt Resolution No. 2016-168, Approving the Sudheimer Homestead Addition Preliminary and Final Plat. All present voted aye. **MOTION CARRIED.**

**Issuance of a Lease with Option to Purchase Agreement – 2016 Construction of Lion’s Field Grandstand:** Nicole Lueck stated that staff has been working with Ehlers on the issuance of bonds to fund the construction of the Lion’s Field Grandstand. The City budgeted to issue a lease revenue bond for this project. The bond is planned to be repaid with a debt service levy that will be reduced annually with donations and contributions from the Waconia Baseball Association and Waconia Lion’s Club. Ehlers and City staff have been working to put this bond together so that it can be placed at a bank instead of going out to market.

Todd Hagen came forward and explained that they structured it this way due to the size of the bond and the nature of the project. Based on the estimated payment schedule in the pre-sale report and donations identified, repayment of the bond is estimated as follows:

<b><u>Lease Bond Option</u></b>						
<b><u>Total Bond \$1,220,000</u></b>						
<b><u>Year</u></b>	<b><u>Annual Debt Service</u></b>	<b><u>WBA Contribution</u></b>	<b><u>Lion's Contribution</u></b>	<b><u>ISD #110 Contribution</u></b>	<b><u>Final City Debt Levy</u></b>	
2017	\$ 132,446.40	\$ 28,375.36	\$ 12,500.00	\$ 10,000.00	\$	81,571.04
2018	\$ 132,011.50	\$ 28,375.36	\$ 12,500.00	\$ 10,000.00	\$	81,136.14
2019	\$ 132,958.50	\$ 28,375.36	\$ 12,500.00	\$ 10,000.00	\$	82,083.14
2020	\$ 132,768.50	\$ 28,375.36	\$ 12,500.00	\$ 10,000.00	\$	81,893.14
2021	\$ 132,448.50	\$ 28,375.36	\$ 12,500.00	\$ 10,000.00	\$	81,573.14
2022	\$ 132,996.50	\$ 28,375.36	\$ 12,500.00	\$ 10,000.00	\$	82,121.14
2023	\$ 132,459.00	\$ 28,375.36	\$ 12,500.00	\$ 10,000.00	\$	81,583.64
2024	\$ 132,661.00	\$ 28,375.36	\$ -	\$ 10,000.00	\$	94,285.64
2025	\$ 132,645.00	\$ 28,375.36	\$ -	\$ 10,000.00	\$	94,269.64
2026	\$ 132,405.00	\$ 28,375.36	\$ -	\$ 10,000.00	\$	94,029.64
	\$ 1,325,799.90	\$ 283,753.60	\$ 87,500.00	\$ 100,000.00	\$	854,546.30
	<i>Average Annual Payment Over 10 Years:</i>		\$ 85,454.63			

Hagen also stated that a Public Hearing would be held on September 19<sup>th</sup> at the regular City Council meeting.

Mayor Sanborn asked if he had a prediction as to what the interest rate might be. Hagen responded that he is hoping for 1.5%.

Susan Arntz recommended the Council adopt the resolution AND call for a Public Hearing on September 19<sup>th</sup>.

Motion by Erickson, seconded by Bloudek to Adopt Resolution No. 2016-174, Providing for the Issuance of a \$1,220,000 Lease with Option to Purchase Agreement – 2106 Construction of Lion’s Field Grandstand and call a Public Hearing for September 19<sup>th</sup>. All present voted aye. **MOTION CARRIED.**

**ITEMS REMOVED FROM CONSENT AGENDA:** None

**STAFF REPORTS:** None

**BOARD REPORTS:**

Councilmember Erickson – No Report

Councilmember Bloudek – No Report

Councilmember Carrier – Had first CIP meeting tonight as we move forward with the budget.

**CITY OF WACONIA**

**August 15, 2016**

Councilmember Ayers – Attended the Chamber board meeting and toured Laketown Elementary. Chamber asked her to extend an invitation for the August 25<sup>th</sup> luncheon and a reminder that Nickle Dickle day is September 17<sup>th</sup>.  
Mayor Sanborn – Will be attending the ground breaking for the new dental office.

**ANNOUNCEMENTS:**

**ADJOURN:**

Motion by Ayers, seconded by Carrier to adjourn the meeting at 6:38 p.m. All present voted aye. MOTION CARRIED

\_\_\_\_\_  
James P Sanborn, Mayor

ATTEST: \_\_\_\_\_  
Ann Meyerhoff, Office Assistant