

**Lake City Common Council
Regular Meeting
Monday, May 13, 2013 6:00 p.m.
City Hall Council Chambers**

Members Present: Mayor Joel Beckman, Andru Peters, Phil Gartner, Mark Spence, Matt Powers, Mary Lou Waltman, Gene Durand

Members Absent: None

Staff Present: City Administrator Ron Johnson, City Attorney Sarah Sonsalla, Planning and Community Development Director Rob Keehn, Public Works Director Scott Jensen, City Clerk Kari Schreck

Mayor Beckman called the meeting to order at approximately 6:00 p.m. in the Council chambers of city hall with a quorum present.

Pledge of Allegiance

Mayor Beckman led the Pledge of Allegiance.

Introductions

Introductions were made.

Public Forum

Katie Himanga addressed the council regarding trees on the shoreline and preserving them.

Review and adopt/amend agenda

Motion Peters, second Gartner to approve the agenda as presented. All ayes 7-0-0.

Police Officers Memorial Day proclamation

Mayor Beckman read aloud and thanked the police department.

Goodhue County Commissioner Jim Bryant was present and gave a brief review of the Goodhue County Board. Silica sand and road construction continue to be a large part of the year's agenda.

Adopt Resolution 13-026 providing for the competitive negotiated sale of \$1,580,000 general obligation street reconstruction bonds, series 2013A

A bond recommendation was presented by Mike Bubany, David Drown Associates, for funding of the 2013 street reconstruction project (mill and overlay). Project costs, including construction, engineering, with contingency and bonding expenses are estimated at \$1,580,000.

Motion Gartner, second Spence to adopt Resolution 13-026 providing for the competitive negotiated sale of \$1,580,000 general obligation street reconstruction bonds, series 2013A. All ayes 7-0-0.

Adopt Resolution 13-027 providing for refund of 2006 GO Improvement Bonds of \$365,000, Series 2013B

A bond refunding recommendation was presented by Mike Bubany, David Drown Associates, for the 2006 financing of 10th Street Improvements. Refunding is estimated to provide \$30,000 in savings over future payments, including issuance expenses.

Motion Spence, second Gartner to adopt Resolution 13-027 providing for refund of 2006 GO Improvement Bonds of \$365,000, Series 2013B. All ayes 7-0-0.

Approve revolving loan of \$25,000 to Joan and Dean Kaartinen d.b.a. Creative Minds of Lake City, related Development Agreement

EDA director Erin Sparks presented a request from Joan and Dean Kaartinen d.b.a. Creative Minds of Lake City have seeking a revolving loan of \$25,000 to expand their business' offerings. Creative Minds is a retail store offering arts and crafts supplies, consigned home decor and art/crafts made by local talent. The business will provide custom designed screen printing on apparel and textiles, signs, business cards, flyers, decals, etc. The applicants have committed personal funds adequate to meet the 50% match requirement. The \$25,000 loan will be funded from the Lake City RLF account and was approved by the RLF Committee on 5/1/13.

Motion Gartner, second Peters to approve a revolving loan of \$25,000 to Joan and Dean Kaartinen d.b.a. Creative Minds of Lake City, related Development Agreement and the execution thereof. All ayes 7-0-0.

Approve Promissory Note for Fire Rescue Truck

The City of Lake City, as part of the 2012 Budget, approved the purchase of a Fire Rescue Truck. The purchase price was to come from a Promissory Note between the City of Lake City and the Lake City Marina to be repaid over five years at an appropriate interest rate. The Marina Board is aware of the promissory note and allowed the Council to set the interest rate. The interest rate of 3% was arrived at by reviewing the most recent bond issue interest rates. The amount of the annual repayment will be included in the subsequent years' proposed budgets.

Motion Spence, second Powers to approve the Promissory Note between the City of Lake City and the Lake City Marina for \$268,835.00 at 3% interest to purchase a Fire Rescue Truck. All ayes 7-0-0.

Adopt Resolution 13-032 amending the 2013 Ambulance Department budget

The old monitors received a trade-in amount of \$12,050.00. Originally the trade-in value was \$14,050.00; however, one unit had damage which resulted in a loss of \$2,000. The funds are to be used to purchase new monitor/ defibrillators for \$13,798.31. The balance of \$1,748.31 will be transferred from Ambulance Supplies. This is included in the 2013 budget.

Motion Waltman, seconded Gartner to adopt Resolution 13-032 amending the 2013 Ambulance Department Budget. All ayes 7-0-0.

Waive second reading of, and adopt, Ordinance No 521 rezoning property in 1500 and 1600 blocks of North Oak Street from Medium Density Residential to Medical Campus

The request to rezone was submitted by Mayo Clinic Health Systems – Lake City and the City of Lake City has initiated a similar request for the one lot it owns. For quite some time the clinic has been purchasing the properties on the southwest side of the street with the intention of further expanding the existing medical and care center facilities, which are adjacent to the subject properties. At this point Mayo holds ownership of the majority of these properties, with the

exception of one lot owned by the City. The Planning Commission approved at the April 2, 2013 meeting. The first reading was conducted on April 8, 2013.

Motion Gartner, second Waltman to waive the second reading. All ayes 7-0-0.

Motion Powers, second Waltman to adopt Ordinance No 521 rezoning property located at 1513, 1517, 1601, 1603, 1605, 1607, and 1609 North Oak Street from Medium Density Residential (MDR) to Medical Campus (MC). All ayes 7-0-0.

Waive second reading and adopt Ordinance 522 amending Chapter 117 of City Code relating to consumption of alcoholic beverages in public places

The City Council at its March 11th, 2013 meeting adopted Ordinance 519 which repealed Chapter 117 of the City Code and replaced it with the contents of Ordinance 498 that was previously adopted approximately a year ago. As a part of this action, the City Council adopted provisions that allowed for a 2:00 a.m. closing time for liquor licenses and made a number of changes to the City's liquor regulations.

The Council was concerned about the outright prohibition of consumption of alcohol in public places that was being proposed as a part of Ordinance 519. It removed this language from Ordinance 519 and the Ordinance was adopted without any restrictions on the consumption of alcohol in public places. The Council directed staff to review this issue with the City Attorney. Public Safety Board reviewed this on April 3, 2013 and the City Council introduced on April 8, 2013. The Public Safety Board is concerned with the stated language as well as some officers who were in attendance at this meeting. Chief Majchrzak and Sargent Cory Kubista spoke to this issue.

Motion Gartner, second Powers to waive the second reading and adopt Ordinance 522. All ayes 7-0-0.

Motion Waltman, second Gartner to adopt Ordinance 522 amending Chapter 117 of the Lake City Municipal Code relating to the consumption of alcoholic beverages in public places. All ayes 7-0-0.

Consent agenda

- a. Approve April 8, 2013 City Council special meeting minutes
- b. Approve April 8, 2013 City Council regular meeting minutes
- c. Approve April 30, 2013 City Council retreat workshop meeting minutes
- d. Approve expense claims 4.4.2013-5.8.2013
- e. Confirm appointment of Gene Durand as Council liaison to Heritage Preservation Commission
- f. Request the submittal of Thomas Dwelle to the District Court for appointment to the Charter Commission
- g. Adopt Res 13-025 confirming the re-appt of persons to Boards and Commissions
- h. Adopt Resolution 13-028 approving Mississippi River Trail signage agreement between City of Lake City and MnDOT
- i. Request submittal of names to District Court of Charter Commission re-appointment
- j. Approve hiring Hok-Si-La, Parks and Pool/Recreation seasonal employees for 2013
- k. Approve renewals of 2013 liquor licenses for term of July 1, 2013 – June 30, 2014

l. Adopt Resolution 13-031 accepting donations for Summer Reading Program and amending 2013 library budget

m. Approve Chester Township 2013 Ambulance Contract

Motion Gartner, second Powers to approve the consent agenda. All ayes 7-0-0.

Miscellaneous Discussion

There are 2 open positions on the Charter Commission.

The City Attorney has prepared a memo with some insight into the Civil Service Commission role in the hiring of the Police Chief. The Civil Service will provide a list of 3 qualified candidates to the City Council and the City Council will make the appointment. The city's administrative hiring policy will need to be amended. It currently includes the Chief of Police. The 2013 Frances Wells scholarship recipient is Alyssa Wooding.

The committee is set up for the Public Safety building review and recommendations. The location that the committee is recommending is the Cemstone property on 10th street as the site. Durand is requesting that the city consider a generator City Hall.

Informational Reports- as presented

Future Meeting Dates- as presented

Motion Waltman, second Powers to adjourn at 8:00 p.m. All ayes 7-0-0.

Joel T. Beckman, Mayor

ATTEST:

Kari Schreck, City Clerk