The Cannon Falls City Council met in a regular session on Tuesday, June 7, 2016, at 6:30 p.m. in the City Council Chambers. Present were Council Members Jay Sjoblom, Morris Mattson, Rodney Holst, Cathy Gallups, Merlyce Johnson, and Lynne Berg. Mayor Robby Robinson was absent. Also present were Ron Johnson, City Administrator; Lanell Endres, Assistant City Administrator; Tom Bergeson, Public Works Director; Greg Anderson, City Engineer; and Jeffrey McCormick, Police Chief.

Call to Order Mayor Pro Tem Mattson called the City Council Meeting to order at

6:30 p.m.

Pledge of Allegiance Mayor Pro Tem Mattson led in the recitation of the Pledge of

Allegiance.

Approval of Agenda A motion was made by Council Member Johnson, seconded by

Council Member Holst and unanimously carried, to approve the

Agenda as submitted.

Public Input Nancy Hovel, President of the Cannon Valley Fair Board, provided an

invitation to attend the 101st Cannon Valley Fair, which will be held July 1-4. She thanked the City for supporting the Fair and shared some of the costs associated with the Fair, including expenses related to the parade and the fireworks display. She discussed the important role of Fair volunteers and some of the positive economic impacts of Fair. Ms. Hovel asked whether the City would consider additional financial support. Council Member Berg inquired with regard to the amount of annual City support. Ms. Hovel indicated that the City has provided \$5,000. Ms. Hovel discussed opportunities for local organizations, such as the Lions, Masons, Knights of Columbus, Girl Scouts, and 4-H clubs, to set up informational booths in the Community Building. Council Member Berg asked with regard to the donation request process. Assistant City Administrator Endres reviewed the budget process and suggested that the Fair Board submit a formal request for an increase in funding for next year prior to the budget being finalized. Council Member Berg expressed agreement with this recommendation. Ms. Hovel expressed appreciation for the information and again invited everyone to attend

Kelsey Otte, rural Cannon Falls resident, spoke in support of the Cannon Valley Fair.

Consent Agenda

- A. Just and Correct Claims Accounting Period Ending June 3, 2016
- B. Meeting Minutes for May 17, 2016, City Council Meeting
- C. Second Reading and Adoption of Ordinance 345 and Summary of Publication, Renewing Dakota Election Franchise Agreement
- D. Part-Time Police Officer Hire

the Cannon Valley Fair.

- E. Resolution 2203, Approving Limited Use Permit with MnDOT
- F. Accept and Approve Hiring of New Fire Personnel
- G. Hire Unscheduled Part-Time Ambulance Employees

A motion was made by Council Member Berg, seconded by Council Member Johnson and unanimously carried, to approve the Consent Agenda as presented.

Resolution 2204, Providing for the Issuance and Sale of \$2,480,000 General Obligation Bonds, Series 2016A, Pledging for the Security Thereof Special Assessments and Net Revenues and Levying a Tax for the Payment Thereof City Administrator Johnson introduced George Eilertson from Northland Securities, who provided background information with regard to the West Side II preliminary financing plan and reviewed the bond sale report. He reported that the City's AA- bond rating with Standard & Poor's was affirmed, commenting that any municipality with a AA category bond rating is considered to have very strong credit. He noted that criteria for this rating included strong management with good financial policies and practices, strong budgetary performance with operating surpluses in the general fund, very strong budget flexibility with strong available fund balances, and proximity to both Rochester and the Twin Cities. He reported that three financing bids were received, with Robert W. Baird & Company of Milwaukee being the low bid, at a true interest cost of 2.27%. Mr. Eilertson reported that if Resolution 2204 was adopted, the City would receive the proceeds from the bond issue at the end of June. The bond call date would be February 1, 2024.

A motion was made by Council Member Johnson, seconded by Council Member Berg and unanimously carried, to adopt Resolution 2204.

Approve Public Improvement and Special Assessment Agreement Administrator Johnson provided background information and reviewed the proposed special assessment agreement that would be used for residents requesting to replace their water and/or sanitary sewer lines during the construction of the Westside II Improvement Project. He recommended establishing a 15-year payback agreement at an interest rate of 3.75%.

A motion was made by Council Member Berg, seconded by Council Member Holst and unanimously carried, to approve the public improvement and special assessment agreement, with the recommended timeframe and interest rate.

Staff Reports

City Engineer Anderson provided an update regarding the West Side II street improvement project.

Public Works Director Bergeson reported with regard to the City-wide clean-up day. He thanked Gibson Sanitation for their assistance.

Police Chief McCormick reported regarding street closures during the North Star Grand Prix bike race and Bicycle Festival activities on June 16.

Chief McCormick requested Council action on a request for a temporary street closure of Veterans Lane between 3 and 11 p.m. on June 18 during a VFW event. He indicated that this request was inadvertently omitted from a list of street closures previously approved by the City Council. A motion was made by Council Member Johnson, seconded by Council Member Holst and unanimously carried, to approve the temporary street closure request.

Administrator Johnson reported that a Legacy Grant application for funding of design and construction plans for the historic Third Street Bridge was submitted on May 27.

Mayor and Council Reports

Council Member Berg reported with regard to a recent meeting with School District and Shepherd's Center representatives for preliminary discussion of a proposed pickleball court next to the current tennis courts. Potential funding sources toward this project were discussed.

Adjournment

The meeting adjourned at 6:54 p.m.

Adopted by the City Council of the City of Cannon Falls on the 21st day of June, 2016.

ATTEST:	Lyman M. Robinson, Mayor	
Ronald S. Johnson, City Administrator		