

**Barnesville City Council
Regular Meeting
June 14, 2021**

Mayor Rick called this regular meeting to order at 7:00 p.m. Member's present were Council members Brad Field, Tonya Stokka, Alyssa Bergman, Dawn Stuvland, and Don Goedtke. Absent was Council member Scott Bauer. Others in attendance were Interim City Administrator John Chattin, Lucas Croaker with Ohnstad Twitchell, City Clerk Jeri Reep, TEC Manager Guy Swenson, EDA Director Karen Lauer, Finance Director Laurie Schell, Public Works Supt. Charlie Revering, Ambulance Manger Scott Nelson, Police Officer Mark Pearson, Mike Kurkowski with NWS, Dan Hanson with Moore Engineering, Mark Kava, and Michael Stein with Barnesville Record Review.

Mayor Rick asked if there were any additions or corrections to the agenda. Interim City Administrator John Chattin stated we needed to add the Barnesville Lions gambling request and approval to hire Caroline Redding as seasonal Clubhouse attendant.

06-14-21-01 Motion by Mrs. Stokka and second by Mrs. Bergman to approve the agenda as presented, with the following additions: to add the Barnesville Lions gambling request and approval to hire Caroline Redding as seasonal Clubhouse attendant. Motion carried.

Mayor Rick stated the next item on the agenda was the consent agenda.

06-14-21-02 Motion by Mrs. Stuvland and second by Mrs. Bergman to approve the consent agenda. Motion carried. The following items were on the consent agenda:

1. Approval of the minutes of the regular meeting held on May 10, 20201.
2. Approval of the minutes of the special meeting held on May 24, 2021.
3. Approval of department head reports.
4. Approval of check numbers 90553 – 90720 and EFT payments for a total of \$763,876.87.
5. Approval of KC's liquor request for July 16-17, 2021.
6. Approval of KC's liquor request for August 28-29, 2021.
7. Approve the resignation of TEC Board member Merlin Strom.
8. Approval of the appointment of Chad Hagen to the TEC Board.
9. Approval of increased pay for Seasonal employees.
10. Approval of the vehicle rotation and transfer policy.
11. Approval of the Barnesville Lions Club premise gambling license
12. Approval to hire Caroline Redding as Seasonal Clubhouse attendant.

Mayor Rick stated the next item on the agenda was the boards and commission reports.

Council members reported on the boards and commissions they serve on.

Mayor Rick stated the next item on the agenda was the public forum.

Mayor Rick asked if there were any citizens present to be heard. There were none.

Mayor Rick stated the next item on the agenda was the Mayor and Council members announcements. Mayor Rick stated that he added this item to the agenda, and it will be on every agenda. Mayor Rick stated that his is popular in other communities. Mayor Rick informed council members that the ISO representatives were here, and our ISO rating will be changing to a level 5. Mayor Rick also mentioned that the 13th Street grant was not approved for the city.

Mayor Rick stated the next item on the agenda was the Liquor Store bond pre-sale report.

Mr. Todd Hagen with Ehlers discussed with council members via telephone the \$1,135,000 General Obligation Tax Abatement Bonds, Series 2021A. Mr. Hagen stated that the proposed issue includes financing with cash, for the construction of a new municipal liquor store in the City. Debt service is paid from tax abatements up to an amount of the aggregate sum of abatements equal to the principal amount of the Bonds and ad valorem property taxes. Generally, any improvement that furthers the public purpose cited for granting the abatement is permissible for financing from bond proceeds. Tax abatement bonds can be general obligation bonds, issued without an election, and are not subject to net debt limits. The entire debt service on the general obligation bonds can be paid from city-wide ad valorem taxes. However, the general obligation bonds can be paid from other sources to reduce the tax levy. The Bonds are being issued for a term of 20 years. Principal on the Bonds will be due on February 1 in the years 2023 through 2042. Interest is payable every six months beginning August 1, 2022. The city's most recent bond issues were rated by Standard & Poor's. The current ratings on those bonds are "A+". The city will request a new rating for the Bonds. A public hearing will be held on Monday, June 29th, and the award of sale of bonds will be Monday, July 12, 2021.

06-14-21-03 Motion by Mr. Field and second by Mrs. Stokka to approve the Resolution Providing for the Sale of \$1,135,000 General Obligation Tax Abatement Bonds, Series 2021A. Upon a roll call vote, the following voted aye: Council members Stokka, Goedtko, Stuvland, Berman, and Field. The following were absent: Council member Bauer. Motion carried.

City of Barnesville
County of Clay
State of Minnesota
Resolution No. 06-14-21-03
Resolution Providing for the Sale of
\$1,135,000 General Obligation Tax Abatement Bonds, Series 2021A

A. WHEREAS, the City Council of the City of Barnesville, Minnesota has heretofore determined that it is necessary and expedient to issue the City's \$1,135,000 General Obligation Tax Abatement Bonds, Series 2021A (the "Bonds"), to finance with cash, for the construction of a new municipal liquor store in the City; and

B. WHEREAS, the City has retained Ehlers & Associates, Inc., in Roseville, Minnesota ("Ehlers"), as its independent municipal advisor for the Bonds in accordance with Minnesota Statutes, Section 475.60, Subdivision 2(9);

NOW, THEREFORE, BE IT RESOLVED by the City Council of the City of Barnesville, Minnesota, as follows:

1. Authorization; Findings. The City Council hereby authorizes Ehlers to assist the City for the sale of the Bonds.
2. Meeting; Proposal Opening. The City Council shall meet at 7:00 p.m. on July 12, 2021, for the purpose of considering proposals for and awarding the sale of the Bonds.
3. Official Statement. In connection with said sale, the officers or employees of the City are hereby authorized to cooperate with Ehlers and participate in the preparation of an official statement for the Bonds and to execute and deliver it on behalf of the City upon its completion.

Adopted this 14th day of June, 2021

Jason Rick, Mayor

Attest:

John Chattin, Interim Administrator

Mayor Rick stated the next item on the agenda was the Resolution calling for a public hearing on proposed property tax abatements for the 2021 new Municipal Liquor Store.

06-14-21-04 Motion by Mrs. Stokka and second by Mrs. Stuvland to approve the Resolution calling for a public hearing on proposed property tax abatements for the 2021 new Municipal Liquor Store. Upon a roll call vote, the following voted aye: Council members Stokka, Goedtke, Stuvland, Berman, and Field. The following were absent: Council member Bauer. Motion carried.

**CITY OF BARNESVILLE
COUNTY OF CLAY
STATE OF MINNESOTA**

RESOLUTION NO. 06-14-21-04

**RESOLUTION CALLING FOR A PUBLIC HEARING ON PROPOSED
PROPERTY TAX ABATEMENTS FOR THE 2021 NEW MUNICIPAL LIQUOR STORE**

BE IT RESOLVED by the City Council (the "Council") of the City of Barnesville, Minnesota (the "City"), as follows:

1. Recitals.
 - (a) Minnesota Statutes, Sections 469.1812 through 469.1815, as amended, both inclusive, authorize the City, upon satisfaction of certain conditions, to grant an abatement of all or a part of the taxes levied by the City on real property within its boundaries.
 - (b) It is a legal requirement that the City hold a public hearing prior to adoption of a resolution granting any property tax abatements.
 - (c) The City's municipal advisor prepared, at the direction of City staff, a Notice of Hearing attached hereto as Exhibit A which was published in the official newspaper of the city, as provided below.
2. Hearing. A public hearing on the consideration of the property tax abatement will be held at the time and place set forth in the Notice and is hereby made a part hereof.
3. Notice. All prior actions taken by the City Administrator with respect to directing the City's municipal advisor to prepare the Notice and to cause notice of said hearing in substantially the form attached hereto as Exhibit A to be given one publication in a newspaper of general circulation in the City at least 10 days but not more than 30 days before the hearing is hereby ratified, affirmed and approved. The newspaper must be one of general interest and readership in the city, and the notice must be published at least once.

Adopted on June 14, 2021, by the Barnesville City Council.

Jason Rick, Mayor

Attest:

John Chattin, Interim City Administrator

Mayor Rick stated the next item on the agenda was to award the Commercial Park Condos Phase 2 project.

City Engineer Dan Hanson stated that sealed bids were opened for the Commercial Park Condos Phase 2 on June 8th for the utilities, paving and grading project. A total of 4 bids were opened with base bids ranging from \$349,380.75 to \$467,893.95. Staff have reviewed the bids and determined that the lowest responsible bid was from Key Contracting, Inc. in the amount of \$349,380.75, and recommend awarding the bid to Key Contracting, Inc.

06-14-21-05 Motion by Mr. Goedtke and second by Mrs. Stokka to award the Commercial Park Condos Phase 2 project to Key Contracting, Inc. in the amount of \$349,380.75. Motion carried.

Mayor Rick stated the next item on the agenda was the Resolution providing for the sale of \$1,320,000 General Obligation Improvement and Refunding Bonds, Series 2021B.

06-14-21-06 Motion by Mr. Field and second by Mrs. Bergman to approve the Resolution providing for the sale of \$1,320,000 General Obligation Improvement and refunding bonds, Series 2021B. Upon a roll call vote, the following voted aye: Council members Stokka, Goedtke, Stuvland, Bergman and Field. The following were absent: Council member Bauer. Motion carried.

**CITY OF BARNESVILLE
COUNTY OF CLAY
STATE OF MINNESOTA
Resolution No. 06-14-21-06
Resolution Providing for the Sale of
\$1,320,000 General Obligation Improvement and Refunding Bonds, Series 2021B**

4. WHEREAS, the City Council of the City of Barnesville, Minnesota has heretofore determined that it is necessary and expedient to issue the City's \$1,320,000 General Obligation Improvement and Refunding Bonds, Series 2021B (the "Bonds"), to finance with pooled TIF 1-7 dollars, the construction of the City's Commercial Condo Improvements – Phase II, and to current refund the City's outstanding General Obligation Improvement and Refunding Bonds, Series 2012A for an interest cost savings; and
- B. WHEREAS, the City has retained Ehlers & Associates, Inc., in Roseville, Minnesota ("Ehlers"), as its independent municipal advisor for the Bonds in accordance with Minnesota Statutes, Section 475.60, Subdivision 2(9);

NOW, THEREFORE, BE IT RESOLVED by the City Council of the City of Barnesville, Minnesota, as follows:

5. Authorization; Findings. The City Council hereby authorizes Ehlers to assist the City for the sale of the Bonds.
2. Meeting; Proposal Opening. The City Council shall meet at 7:00 p.m. on July 12, 2021, for the purpose of considering proposals for and awarding the sale of the Bonds.
6. Official Statement. In connection with said sale, the officers or employees of the City are hereby authorized to cooperate with Ehlers and participate in the preparation of an official statement for the Bonds and to execute and deliver it on behalf of the City upon its completion.

Dated this 14th day of June, 2021.

Jason Rick, Mayor

Attest:

John Chattin, Interim City Administrator

Mayor Rick stated the next item on the agenda was the Peppel detachment.

Mayor Rick provided some history on the detachment request. Peppels have submitted a petition for detachment from the city. The next step is to approve a resolution either supporting or opposing the detachment. This property is located on the gravel road that is west of the railroad tracks.

06-14-21-07 Motion by Mr. Field and second by Mrs. Stuvland to approve the Resolution approving the detachment for Raymond and Phyllis Peppel. Upon a roll call vote, the following voted aye: Council members Stokka, Goedtke, Stuvland, Bergman and Field. The following were absent: Council member Bauer. Motion carried.

**CITY OF BARNESVILLE
CLAY COUNTY, MINNESOTA
RESOLUTION 06-14-21-07
RESOLUTION APPROVING DETACHMENT**

WHEREAS, the City of Barnesville received a “Petition for Detachment of Property from City” (hereinafter referred to as the “Petition”) (attached as Exhibit A) on or about April 27, 2021; and

WHEREAS, the Petition was signed and submitted by Raymond Peppel and Phyllis Peppel (hereinafter the “Peppel’s”); and

WHEREAS, the property owned by Raymond and Phyllis Peppel contains 80 acres, more or less; and

WHEREAS, the Barnesville City Council reviewed said Petition and determined that the granting of the Petition would result in shared maintenance of Third Avenue Southwest¹ (hereinafter referred to as the “road”), a road on the eastern edge of the property covered by the Petition; and

WHEREAS, the road is bordered on each side by property owned by Richard and Raymond Peppel (hereinafter referred to as the “Peppels”) and the Boones (hereinafter collectively referred to as (with the Peppels) as the “adjoining property owners”); and

WHEREAS, the matter of the detachment petition by the Peppel’s came before the Barnesville City Council at its regular May 10, 2021, meeting.

NOW, THEREFORE, BE IT RESOLVED AS FOLLOWS, the Barnesville City Council, based upon the record herein and the evidence before it, hereby makes and adopts the following findings of fact:

1. The land that is the subject of this Resolution is legally described as follows¹:

Clay County Parcel No.	Owner(s)	Legal Description	Acres
50.900.0700	Raymond & Phyllis Peppel	N ½ NE ¼ 36 137-46 City of Barnesville	80

(hereinafter referred to as the “detachment property”).See also Exhibit B.

2. The area of the detachment property is greater than 80 acres in area.

¹ Clay County identifies the road as 180th St. S.

3. The Petition for Detachment was signed by more than one hundred percent (100%) of the property owners.
4. The detachment property is identified in Exhibit "B" Parcel 50.900.0700.
5. The detachment property is currently situated within the city limits of the City of Barnesville.
6. The detachment property is abutting the municipal limits of the City of Barnesville.
7. The detachment property is rural in character. The property is located in the extreme southeast corner of the City of Barnesville. The detachment parcel has two (2) residents. There are a total of seven (7) buildings located on the detachment property. The buildings and structures in the area to be detached are farm related and single family homes located on farmsteads. Some of the property is utilized for livestock. The area is naturally separated from the City of Barnesville by railroad track and has gravel roads.
8. The only municipal infrastructure within the detachment property consists of gravel roads. The homes are served by private wells and private sanitary systems.
9. The property is currently zoned SC-1 (Conservation District).
10. The property is rural in character and has not been developed for urban residential, commercial or industrial purposes.
11. The detachment of the detachment property would not unreasonably affect the symmetry of the City of Barnesville.
12. The detachment property is not needed for reasonably anticipated future development.
13. The detachment of the detachment property would not negatively impact the City of Barnesville to carry on the functions of local government.
14. The detachment of the detachment property would not cause the City of Barnesville to incur undue hardship.
15. These findings of facts relate only to the detachment property.

NOW, THEREFORE, BE IT FURTHER RESOLVED by the Barnesville City Council that, based upon the foregoing findings of facts, the shaded area set forth in Exhibit B may be detached from the City of Barnesville by having the owners of said land submit this Resolution along with their Petition to the Minnesota Office of Administrative Hearings, Municipal Boundary Adjustments. Any and all costs associated with the detachment proceedings by the Minnesota Office of Administrative Hearings, Municipal Boundary Adjustments shall be the sole responsibility of the owners of the land in the detachment area.

NOW, THEREFORE, BE IT FURTHER RESOLVED by the Barnesville City Council that it does not object to the detachment of the parcel set forth in Exhibit B, but it shall be provided of notice of said filing and of any action by the Minnesota Office of Administrative Hearings, Municipal Boundary Adjustments.

NOW, THEREFORE BE IT FURTHER RESOLVED that the detachment shall only be effective upon the issuance of an order by the Minnesota Office of Administrative Hearings, Municipal Boundary Adjustments, approving of the detachment.

City of Barnesville Contact Information

**City of Barnesville
John Chattin, Interim City Administrator
P.O. Box 550
102 Front Street North
Barnesville, MN 56514
218-354-2292**

Dated: June 14, 2021

Jason Rick, Mayor

ATTEST:

John Chattin, Interim City Administrator

Mayor Rick stated the next item on the agenda was the Coronavirus local fiscal recovery funds resolution.

Interim City Administrator John Chatten informed council members that council needs to direct staff to apply for the American Rescue Plan Act funds. The funds are distributed by the State for cities our size. It is anticipated that the city will receive \$273,000, with half distributed this year, and half in 2022.

06-14-21-08 Motion by Mrs. Stokka and second by Mrs. Bergman to authorize staff to apply for the American Rescue Plan Act funds for Minnesota. Motion carried.

06-14-21-09 Motion by Mrs. Stokka and second by Mrs. Bergman to approve the resolution to accept the Coronavirus local fiscal recovery fund established under the American rescue plan act. Upon a roll call vote, the following voted aye: Council members Stokka, Goedtke, Stuvland, Bergman and Field. The following were absent: Council member Bauer. Motion carried.

**CITY OF BARNESVILLE
COUNTY OF CLAY
STATE OF MINNESOTA
RESOLUTION NO. 06-14-21-09**

**A RESOLUTION TO ACCEPT THE CORONAVIRUS LOCAL FISCAL RECOVERY
FUND ESTABLISHED UNDER THE AMERICAN RESCUE PLAN ACT**

WHEREAS: since the first case of coronavirus disease 2019 (COVID-19) was discovered in the United States in January 202, the disease has infected over 32 million and killed over 575,000 Americans (“Pandemic”). The disease has impacted every part of life; as social distancing became a necessity, businesses closed, schools transitioned to remote education, travel was sharply reduced, and millions of Americans lost their jobs;

WHEREAS: as a result of the pandemic cities have been called on to respond to the needs of their communities through the prevention, treatment, and vaccination of COVID-19.

WHEREAS: city revenues, businesses and nonprofits in the city have faced economic impacts due to the Pandemic.

WHEREAS: Congress adopted the American Rescue Plan Act in March 2021 (“ARPA”) which included \$65 billion in recovery funds for cities across the county.

WHEREAS: ARPA funds are intended to provide support to state, local, and tribal governments in responding to the impact of COVID-19 and in their efforts to contain COVID-19 in their communities, residents, and businesses.

WHEREAS: funds have been allocated to the City of Barnesville pursuant to the ARPA (“Allocation”).

WHEREAS: the United States Department of Treasury has adopted guidance regarding the use of ARPA funds.

WHEREAS: the city, in response to the Pandemic, has had expenditures and anticipates future expenditures consistent with the Department of Treasury’s ARPA guidance.

WHEREAS: The State of Minnesota will distribute ARPA funds to the City because its population is less than 50,000.

NOW THEREFORE, BE IT RESOLVED BY THE CITY COUNCIL OF THE CITY OF BARNESVILLE, MINNSOTA AS FOLLOWS:

1. The City intends to collect its share of ARPA funds from the State of Minnesota to use in a manner consistent with the Department of Treasury's guidance.
2. City staff, together with the Mayor and City Attorney are hereby authorized to take any actions necessary to receive the City's share of ARPA funds from the State of Minnesota for expenses incurred because of the Pandemic.
3. City staff, together with the Mayor and the City Attorney are hereby authorized to make recommendations to City Council for future expenditures that may be reimbursed with ARPA funds.

Adopted by the City Council of Barnesville, Minnesota this 14th day of June, 2021.

Jason Rick, Mayor

Attest:

Jeri Reep
City Clerk

Mayor Rick stated the next item on the agenda was the decertification of parcel for TIF 1-1.

EDA Director Karen Lauer stated that these parcels are in the Heartland Development. This is an annual decertification.

06-14-21-10 Motion by Mrs. Bergman and second by Mr. Goedtke to approve the resolution eliminating parcels from TIF District 1-1. Upon a roll call vote, the following voted aye: Council members Stokka, Goedtke, Stuvland, Bergman and Field. The following were absent: Council member Bauer. Motion carried.

**CITY OF BARNESVILLE
CLAY COUNTY, MINNESOTA
STATE OF MINNESOTA
RESOLUTION NO. 06-14-21-10
RESOLUTION APPROVING THE ELIMINATION OF PARCELS FROM
TAX INCREMENT FINANCING DISTRICT NO. 1-1 WITHIN
REDEVELOPMENT PROJECT NO. 1 OF THE CITY OF BARNESVILLE.**

WHEREAS, on July 8, 1996, the City of Barnesville (the "City") created its Tax Increment Financing District No. 1-1 (the "TIF District") within its Redevelopment Project No. 1 (the "Project") by approval of a tax increment financing plan (the "TIF Plan) for the TIF District; and

WHEREAS, the Barnesville Economic Development Authority (the "EDA") is the administrative authority for the TIF District; and

WHEREAS, the following property, by property identification number, was included in the TIF District:

50.335.0080
50.335.0100
50.335.0520
50.335.0800

WHEREAS, the City desires by this resolution to amend the TIF Plan to remove the above-described parcel from the TIF District, thereby reducing the size thereof; and

WHEREAS, the total current net tax capacity of the parcel to be eliminated from the TIF District equals or exceeds the original net tax capacity and, therefore this amendment to the TIF Plan is accomplished pursuant to *Minnesota Statutes, Section 469.175, Subdivision 4, clause (e)(2)(A)*.

NOW THEREFORE, BE IT RESOLVED by the City that the TIF Plan for the TIF District is hereby amended to remove the described parcel and the City Administrator is authorized and directed to notify the County Auditor thereof pursuant to *Minnesota Statutes, Section 469.175, Subdivision 4, clause (e)*.

NOW THEREFORE, BE IT FURTHER RESOLVED by the City as follows:

1. The tax increment financing plan (the "TIF Plan") for the TIF District is hereby modified to remove the Parcel from the TIF District, effective for taxes payable in 2022.

2. Upon approval of a similar resolution by the EDA, staff are authorized and directed to file a copy of this resolution with the County Auditor of Clay County along with instructions to adjust the records for the TIF District accordingly.

ADOPTED: June 14, 2021

ATTEST:

Jason Rick, Mayor

John Chattin, Interim City Administrator

Mayor Rick stated the next item on the agenda was the approval of a lot split at 501 Front Street North.

EDA Director Karen Lauer informed council members that the EDA expressed their intent to have Moore Engineering survey the EDA owned property located at 501 Front Street North in order to dedicate that portion of the property functioning as an alley to the City. The survey and legal description have been completed. The EDA requests the city approve the lot split of Parcel 50.250.0230, creating Tract B described as the westerly 16.00 feet of Lot 4, Block 5, First Railway Addition to the City. Ohnstad Twichell has prepared a Quit Claim Deed, and action should be taken to accept the donation of property.

06-14-21-11 Motion by Mrs. Stuvland and second by Mrs. Stokka to approve the lot split of Parcel 50.250.0230, creating Tract B described as the westerly 16.00 feet of Lot 4, Block 5, First Railway Addition to the City, and also accept the Quit Claim Deed. Motion carried.

Mayor Rick stated the next item on the agenda was the CUP for the PUD in the Commercial Park.

EDA Director Karen Lauer stated that the Planning Commission recommends approval of the CUP for a Planned Unit Development (PUD) in the Commercial Park, with the conditions set forth in the CUP. The yard requirements for the front yard are 20' from front property line for south lots, 25' for all other lots. The landscaping requirements will need approval by Development Control Board.

06-14-21-12 Motion by Mr. Goedtke and second by Mrs. Bergman to approve the CUP for a Planned Unit Development in the Commercial Park, with the conditions set forth in the CUP. Motion carried.

Mayor Rick stated the next on the agenda was the Commercial Park 5th Addition for the preliminary and final plats.

Interim City Administrator John Chattin informed council members that the plats for the PUD that is being requested by the Barnesville EDA conform to the proposed standards and meet the requirements of the City's Subdivision Ordinance. The Planning Commission is recommending approval of the preliminary and final plats.

06-14-21-13 Motion by Mrs. Stuvland and second by Mr. Goedtke to approve the preliminary and final plats for the Barnesville Commercial Park 5th Addition. Motion carried.

Mayor Rick stated the next item on the agenda was the engineering for pressure sustaining valves project.

Interim City Administrator John Chattin discussed a project to review is to installing pressure sustaining valves for the water tower. We presently do not fill the water tower without potential causing breaks in the main, especially in the northwest are of town. This creates a shortage of water for both irrigation of lawns and fighting fires. This project would install three pressure sustaining valves that would enable isolation of the water plant. When completed, we could fill the water tank to capacity at approximately 400,000 gallons instead of the 220 000 gallon level that we currently are using. The Personnel and Finance portfolio has reviewed the project and is recommending that the council hire Moore Engineering to complete the plans and specs for the project. Funding could be from the American Rescue Plan Act that the city will be receiving. City infrastructure is an approved expenditure for those monies.

06-14-21-14 Motion by Mr. Field and second by Mrs. Stokka to authorize Moore Engineering to complete the plans and specs for the engineering for pressure sustaining valves project. Motion carried.

Mayor Rick stated the next item on the agenda was the water tank painting inspection.

Interim City Administrator John Chattin stated that the painting for the water tank may be the end of July or early August, but may be sooner, now that we have received the Department of Health permit. We received one quote for the water tank inspection that is included in the packet. The quote is from Bartlett & West in the amount of \$24,995.00 Mike Kurkowski with NWS received a quote today from SCH Engineering in the amount not to exceed \$11,700.00.

06-14-21-15 Motion by Mrs. Bergman and second by Mr. Field to accept the proposal from SCH Engineering, in the amount of not to exceed \$11,700.00. Motion carried.

Mayor Rick stated the next item on the agenda was the MAV TV agreement renewal.

TEC Manager Guy Swenson informed council members that the increase in cost was minimal for the new agreement for the MAV TV agreement renewal.

06-14-21-16 Motion by Mrs. Bergman and second by Mr. Field to approve and authorize TEC Manager Guy Swenson to execute the NCTC-MAV-TV agreement. Motion carried.

Mayor Rick stated the next item on the agenda was the AMC-2021-2025 affiliation agreement renewal.

TEC Manager Guy Swenson stated that this AMC affiliation agreement is for 5 years, and there are no new carriage requirements. The increase in rate is largest in the first 2 years of the contract and no increase in rate for the last 3 years. Staff recommends renewing the AMC Network contract.

06-14-21-17 Motion by Mr. Field and second by Mrs. Stokka to approve and authorize TEC Manager Guy Swenson to execute the AMC May 2, 2021 to April 30, 2025 affiliation agreement through the NCTC. Motion carried.

Mayor Rick stated the next item on the agenda was the Lake Region Coop territory purchase.

TEC Manager Guy Swenson informed council members that when the Del Acres Gilbertson 3rd addition was uploaded to the state maps, we found that the east city limit line exceeded our electric service territory by approximately 150 ft. This affects 14 lots along the east side of the development. The offer to purchase the territory followed MN PUC guidelines of 30 mils per kilowatt-hour (kwh) for 10 years. The TEC Board recommends council accept Lake Region offer in the amount of \$21,600.00.

06-14-21-18 Motion by Mr. Field and seconded by Mrs. Bergman to accept the purchase of approximately 4.45 acres of service territory from Lake Region Electric Coop in the amount of \$21,600.00, and submit the changes to the service territory map to the Minnesota Public Utilities Commission. Motion carried.

Mayor Rick stated the next item on the agenda was to purchase pickups for the Cable TV and Telephone Department.

TEC Manager Guy Swenson stated that staff would like to purchase 2 new F-250 pickups for the telephone department. The state bid price per pickup is \$31,337.79 before trade in allowance. Mr. Swenson stated that this is a budgeted item. The two pickups that are being replaced, will be transferred to the Public Works Dept. Staff recommends purchasing the new pickups.

06-14-21-19 Motion by Mrs. Stokka and second by Mrs. Stuvland to approve the purchase of 2 Ford F-250 pickups from Midway Ford for the state bid price of \$31,337.79 per pickup minus trade in allowance for a total not to exceed purchase price of \$62,675.58. Motion carried.

Mayor Rick stated the next item on the agenda was the discussion of the council meeting location.

Mayor Rick asked for comments from council members on the location of the city council meetings. Council members stated they would like to hold the council meetings at City Hall Council Chambers. Mayor Rick stated that all future council meetings will be at City Hall Council Chambers.

Mayor Rick adjourned the meeting at 8:16 p.m.

Submitted by:

Attest:

Jeri Reep

City Clerk

Jason Rick

Mayor

