

**Barnesville City Council
Special Meeting
June 28, 2021**

Mayor Rick called this special 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 Bauer. Others in attendance were Interim City Administrator John Chattin, Police Officer Mark Pearson, City Clerk Jeri Reep, Gary Weiers with David Drown Associates, and Michael Stein with the Record Review.

Mayor Rick said the first item on the agenda was the Public Hearing for the proposed Property Tax Abatements for the 2021 Municipal Liquor Store.

06-28-21-01 Motion by Mrs. Stokka and second by Mr. Goedtke to open the public hearing at 7:02 p.m. for the proposed property tax abatements for the 2021 Municipal Liquor Store. Motion carried.

Interim City Administrator John Chattin next called Mr. Todd Hagen with Ehlers & Associates. Mr. Hagen informed council members that this tax abatement is for the new liquor store. On June 14, 2021 a public hearing was held. A notice in the local paper was published for two weeks. The bond sale will be held on Monday, July 12, 2021. This will be a 20-year bond. Mayor Rick asked council members if they had any questions for Mr. Hagen. There were none.

06-28-21-02 Motion by Mrs. Stuvland and second by Mrs. Stokka to close the public hearing at 7:10 p.m. Motion carried.

06-28-21-03 Motion by Mrs. Stokka and second by Mrs. Stuvland to approve the Resolution approving tax abatements. 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. 06-28-21-03

RESOLUTION APPROVING TAX ABATEMENTS

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

1. Recitals.

- (a) The City, pursuant to Minnesota Statutes, Sections 469.1812 to 469.1815, as amended (the "Abatement Law"), is authorized to grant an abatement of the property taxes imposed by the City on a parcel of property, if certain

conditions are met, through the adoption of a resolution specifying the terms of the abatement.

- (b) The City proposes to finance a new municipal liquor store to be located in the City (the "Project"). The City proposes to use the abatement for the purposes provided for in the Abatement Law, including the Project. The proposed term of the abatement will be for up to 20 years in an amount not to exceed \$1,210,809. The abatement will apply to the City's share of the property taxes (the "Abatement") derived from the property described by property identification numbers on the attached "Exhibit A" (the "Property"); and
- (c) On the date hereof, the Council held a public hearing on the question of the Abatement, and said hearing was preceded by at least 10 days but not more than 30 days prior published notice thereof; and

2. Findings for the Abatement. The City Council hereby makes the following findings:

- (a) The Council expects the benefits to the City of the Abatement to at least equal or exceed the costs to the City thereof.
- (b) Granting the Abatement is in the public interest because it will provide financing necessary to construct public facilities and to help provide access to services for residents of the City.
- (c) The Property will not be located in a tax increment financing district for the period of time that the Abatement is in effect.
- (d) In any year, the total amount of property taxes abated by the City by this and other abatement resolutions, if any, does not exceed ten percent (10%) of net tax capacity of the City for the taxes payable year to which the abatement applies or \$200,000, whichever is greater.

3. Terms of Abatement. The Abatement is hereby approved. The terms of the Abatement are as follows:

- (a) Contingent on Independent School District No. 146 (the "District") declining to participate in the Abatement, the Abatement shall be for up to a twenty (20) year period and shall apply to the taxes payable in the years 2022 through 2041, inclusive.
- (b) The City will abate the City's share of property tax amount which the City receives from the Property, cumulatively not to exceed \$1,210,809.
- (c) The Abatement shall be subject to all the terms and limitations of the Abatement Law.

- (d) Because the City anticipates issuing General Obligation Tax Abatement Bonds, the Abatement may not be modified or changed.
- (e) The City shall retain the Abatement and apply it to payment of all or a portion of the costs of financing the Project or to the payment of bonds of the City issued to finance costs of the Project.

Councilmember Stokka moved for the adoption of the foregoing resolution, and said motion was duly seconded by Councilmember Stuvland, and upon a vote being taken thereon after full discussion thereof, the following voted in favor thereof: Stokka, Goedtke, Stuvland, Bergman and Field. Absent was council member Bauer, and the following voted against the same: None.

whereupon said resolution was declared duly passed and adopted.

Adopted on June 28, 2021 by the City Council of Barnesville.

Mayor

Attest:

Interim City Administrator

CITY ADMINISTRATOR'S CERTIFICATE

I, the undersigned, being the duly qualified and acting City Administrator of the City of Barnesville, Clay County, Minnesota, DO HEREBY CERTIFY that I have compared the attached and foregoing extract of minutes with the original thereof on file in my office, and that the same is a full, true and complete transcript of the minutes of a meeting of the City Council of said City, duly called and held on the date therein indicated, insofar as such minutes relate to the approval of property tax abatements.

WITNESS my hand this 28th day of June, 2021.

Interim City Administrator

Exhibit A

Parcel ID Numbers for "Property"

50.980.0170	50.575.2710	50.240.0010	50.150.0030	50.053.0020	50.525.0010	50.825.0040
50.900.0240	50.275.0010	50.825.0010	50.250.0250	50.835.0010	50.900.0421	

Mayor Rick stated the next item on the agenda was the City Administrator finalist's selection.

Mr. Gary Weiers with David Drown Associates next discussed with council members the candidates for the City Administrator position. Council members next put down their three top choices for people to interview. Council members will be interviewing candidate Number 2, 3 and 5. Mr. Weiers discussed the process for interviewing candidates. Candidates will meet with the department heads earlier in the day, and then council members will interview the candidates later in the evening. July 26, 2021 was selected for the interviews for the City Administrator interviews starting at 5:00 p.m., with the meeting with department heads at approximately 2:45 p.m. The council members discussed if mileage should be paid to candidates.

06-28-21-04 Motion by Mr. Goedtke and second by Mrs. Stokka to pay the mileage for the City Administrator candidates. Motion carried.

06-28-21-05 Motion by Mrs. Stokka and second by Mrs. Bergman to interview Candidates Number 2,3, and 5 for the City Administrator position on Monday, July 26, 2021. Motion carried.

Mayor Rick adjourned the meeting at 7:47 p.m.

Submitted by:

Attest:

Jeri Reep
City Clerk

Jason Rick
Mayor

