

COUNCIL MEETING

DATE: June 11, 2013

TIME STARTED: 7:00 p.m.

TIME ENDED: 8:00 p.m.

MEMBERS PRESENT: Mayor Doug Pomplun, Lois Gilles, Cindy Fahey, Todd Kiecker

MEMBERS ABSENT: Brad Augustin

Staff members present: Clerk Treasurer Administrator Marcia Seibert-Volz. Craig Marti, Supt. Utilities & Streets, City Attorney Aaron Walton.

Meeting was called to order by Mayor Doug Pomplun.

APPROVAL OF THE AGENDA: Motion by Lois Gilles, second by Cindy Fahey to approve agenda with the addition of the KHC 2nd pay estimate for repairs to Water Treatment Plant filter. Motion carried.

UNFINISHED BUSINESS: Jim Hinderman zoning application 2013-01 requesting to build within the 20' back lot line set back. It was determined that the request was harmonious with the general area, consistent with the plan in that alley, and accommodates the entrance into the garage from the alley. Motion by Todd Kiecker, second by Cindy Fahey to grant the variance and approve zoning application 2013-01. Motion carried.

PUBLIC HEARING: The Mayor opened the public hearing for zoning application 2013-02 for Jayme Freitag. Mr. Freitag desires to build a garage exceeding 1,000 sq. ft. (32'-42') Notice was given to property owners within 350' of said property. No one was present to address the variance request. The council determined the location of the garage does not abut a residential street and agricultural land is running adjacent to alley on his back lot line. He owns three (3) contiguous lots. Motion by Lois Gilles, second by Cindy Fahey to approve zoning application 2013-02 a variance for a garage 32'x42'. Motion carried. The Mayor closed the public hearing.

PRESENTATIONS: Steve Sweney, General Corrosion Corporation, presented information on AC Induction and mitigation for the Natural Gas Pipeline. About 3500' of the City's pipeline is affected by the CapX transmission project. Great River Basin Energy is conducting a study on the pipeline estimating mitigation requirements for maintaining pipeline coating stress voltages within acceptable limits during fault condition on the power system. When a pipeline runs more or less parallel to a high voltage power line for a significant distance considerable voltages can be transferred to the pipeline. These voltages can represent an electrical shock hazard for personnel and the public. Great River Basin Energy will pay for the remediation required.

BID OPENING & QUOTES: None

Motion by Todd Kiecker, second by Lois Gilles to approve the consent agenda. Motion carried.

- Minutes dated May 14, 2013
- On Sale Beer license & Gambling Permit for St. Andrews Fund Fest and the following Plumbers licenses: Isakson's, Kiecker Plumbing & Heating, Dennis Blumhoefer, Lakeside Plumbing & Heating, Drier Plumbing and Duct Fabrication.
- The following claims for payment:

4-Square Builders	CAP OUTLAY - NEW SHOP	5,571.39
A&B Business Equipment	COPIER MAINT CONTRACT	82.31
ABM Equipment & Supply	STREET SWEEPER REPAIR	2,571.14
Ameripride Linen Services	LAUNDRY - LIQUOR STORE	338.75
Arctic Glacier	SUPPLIES FOR RESALE	104.12
Arneson Distributing Inc	BEER & JUICE	1,284.20
Arnold's of Glencoe	KABOTA REPAIRS	764.42
Arvig Communication System	INTERNET - PD	30.95
Barnes & Noble	LIBRARY BOOKS	36.51
Bernicks Pepsi Cola	POP	635.85
Bernie Wenner	BUILDING INSPECTOR	2,614.14
Bolton & Menk	GIS MAPPING	3,402.65
Border States	URD Project	1,296.96

Bound Tree Medical, LLC	AMBULANCE SUPPLIES	248.17
Brian Palmer	MILEAGE - FIRE TRAINING	475.08
Capital One, F.S.B.	POSTAGE	97.80
Casey's	GAS	1,495.51
Central Minnesota Municip	POWER PURCHASED	25,406.32
CenturyLink	TELEPHONE	1,655.34
Chip Steak & Provision Com	SUPPLIES FOR RESALE	921.98
Chuck Firle	GRAVEL, BACKHOE	1,253.00
City of Fairfax	utility bill	10,545.58
Clobes Sanitation	GARBAGE	4,374.75
Dakota Supply Group	Pay est. 11 Automatic meter	5,094.09
Dave's Full Service	GAS	1,073.95
Davis Typewriter Co Inc	OFFICE SUPPLIES	16.01
Department of Energy-WAPA	POWER PURCHASED	22,082.59
Duebers	SUPPLIES	47.41
Ecolab Pest Elimination	PEST CONTROL - BAR	150.16
Fairfax Lions	Park Equipment at Lions Park	6,282.00
Fairfax Postmaster	postage - utility bills	326.45
Fairfax Printing	Business cards	28.86
Fairfax Royalty	Fairfax Royalty Scholarship	100.00
Fairfax Standard	ADVERTISING- BAR	172.75
Fairfax TV & Appliance	TV - POLICE DEPT	399.90
Farm Merchantile Inc.	SUPPLIES	1,517.48
Ferguson Waterworks #2516	LOCATOR REPAIR	248.68
First Systems Technology I	LIFT STATION MAINTENANCE	770.00
Franklin Press Inc	GAS BROCHURES	557.20
Frontier Bar	LIQUOR SUPPLIES	65.40
Gopher State One Call	LOCATES	118.70
Groebner & Associates	GAS SUPPLIES	1,189.42
Harry's Frozen Food	SUPPLIES FOR RESALE	73.50
Hawkins Water Treatment	CHEMICALS	3,525.61
Heggies Pizza	SUPPLIES FOR RESALE	349.75
Hermel Wholesale	SUPPLIES FOR RESALE	734.36
J.T. Services	TRANSFORMERS	8,481.33
Jahnke Water Inc.	SALT - FD	23.90
Jim Dandy	SUPPLIES FOR RESALE	61.20
KHC Construction Inc	Filter pay request 2	63,215.07
KNUJ AM	ADVERTISING - BAR	67.00
L.M.C.I.T.	WORK COMP PREMIUM	21,181.00
Little Falls Machine, Inc	PAYLOADER REPAIR	4,954.71
Locher Bros. Inc.	BEER	11,421.85
MN Department of Commerce	ELECTRIC ASSESSMENT	251.05
MN Dept of Health	LICENSE - LIQUOR STORE	35.00
MN Dept. of Health	STATE WATER FEE APR-JUNE	891.00
MN Municipal Utilities As	LINEMAN TRAINING JOEL & ERIC N	1,005.00
MN Pollution Control	WasteWater exam Eric Fahey	55.00
MN Valley Testing Lab.	WATER SAMPLE TESTING	124.00
Matheson Tri-Gas Inc	SHOP SUPPLIES	154.32
Maynard's of Fairfax	SUPPLIES FOR RESALE	436.78
Mediacom	INTERNET - PD	519.08
Melissa Koford	TRANSCRIBING - PD	80.00
Merchant Services	LIQUOR CREDIT CARD FEES MAY	525.34
Midwest Machinery Co	LAWN MOWER BLADE	82.91
Mikes Auto Parts	SHOP SUPPLIES	9.82
New Ulm Public Utilities	TRANSPORTATION CAPACITY	59,626.83
North Ambulance	INTERCEPT 5-18-13	675.00
Northern Lights Dist.	SUPPLIES FOR RESALE	2,519.51
Office Ally	AMBULANCE FEE	19.95
Palmer Company	SNOW REMOVAL	3,815.00
Pioneerland Library Sys.	2ND QTR PAYMENT	8,189.50
Pitney Bowes Inc.	POSTAGE	576.93
ProAction Safety & Sales	UNIFORMS - PD	120.82
RVS Shredding	DOCUMENT SHREDDING	30.00
Recreation Supply Company	POOL VACCUM	234.70
Red Feather	SUPPLIES - LIQUOR STORE	188.63
Renville County	LANDFILL FEES	4,914.26
Revtrak Inc	REVTRAK FEES - MAY	732.03
River Valley Power Equipme	lawn mower for baseball park	1,739.44
SEH	ARCHITECT FEES - AUDITORIUM	1,881.38
Schwan's Sales	Pool - supplies for resale	149.03
South Central Grain & Ener	WEED CONTROL	273.93

Steve's Bakery	SUPPLIES FOR RESALE	243.99
Streichers	POLICE EQUIPMENT	122.88
Tapper's Beer Line Servic	CLEAN BEER TAPS	32.50
Ted Domeier	ASSESSOR TRAINING	375.21
Tony Freitag	2013 CIP REBATE	50.00
Tow Distributing Corp.	BEER	4,189.95
Tyler Technologies	SOFTWARE SUPPORT CONTRACT	3,268.25
US Foods Culinary Equipmen	LIQUOR STORE EQUIPMENT	479.32
USA Blue Book	SHOP SUPPLIES	124.71
Upstart	LIBRARY SUPPLIES	217.07
Verizon Wireless	TELEPHONE	351.00
Viking Coca-Cola Bo. Co.	POP	138.50
Weis Oil	Gas	356.39
Younger & Walton PLLC	ATTORNEY FEES	2,000.00
Payroll Expense		45,302.68

ADDITION TO AGENDA: KHC Construction Pay estimate #2 in the amount of \$ 63,215.07. Motion was made by Lois Gilles and seconded by Cindy Fahey to approve pay estimate. Motion carried.

RESOLUTION 2013-7: City Administrator presented the council with an analysis done by Northland Securities and recommended calling the G.O. Natural Gas Revenue Bonds Series 2005A. Based on current market information as of June 3, the estimated total net savings is \$ 231,739.00. A current refunding will lock in current interest rates at least 90 days in advance of the call date on old bonds. The average interest rate on the bonds is 4.51%. Given current market conditions the current bonds could be refunded with a new bond issue at an average interest rate of 2.46%.

Member Lois Gilles introduced the following resolution and moved its adoption:

**RESOLUTION 2013-7 APPROVING THE ISSUANCE OF
GENERAL OBLIGATION NATURAL GAS REVENUE REFUNDING BONDS,
SERIES 2013A**

BE IT RESOLVED by the City Council of Fairfax, (herein, the "City"), Renville County, State of Minnesota as follows:

1. The City Council hereby finds and declares that it is necessary and expedient for the City Council to sell and issue its fully registered general obligation natural gas refunding bonds in the total aggregate principal amount of not to exceed \$1,625,000 (herein, the "Bonds"). The proceeds of the Bonds will be used to refund on December 1, 2013 the December 1, 2014 through 2027 maturities of the City's General Obligation Natural Gas Crossover Refunding Bonds, Series 2005A, dated February 1, 2005 and to pay the costs of issuing the Bonds.
2. The City desires to proceed with the sale of the Bonds by direct negotiation to Northland Securities, Inc. (herein, "NSI"). NSI will purchase the Bonds in an arm's-length commercial transaction with the City. The Mayor and the City Administrator are hereby authorized to approve the sale of the Bonds in an aggregate principal amount of not to exceed \$1,625,000 and to execute a bond purchase agreement for the purchase of the Bonds with NSI, provided that the True Interest Cost is less than 3.00%.
3. Upon approval of the sale of the Bonds by the Mayor and the Administrator, the City Council will take action at its next regularly scheduled meeting thereafter to adopt the necessary approving resolutions as prepared by the City's bond counsel.

4. NSI is authorized to prepare and distribute an Official Statement related to the sale of the Bonds.
5. If the Mayor and the City Administrator have not approved the sale of the bonds to NSI and executed the related bond purchase agreement by December 31, 2013, this resolution shall expire.

The motion for the adoption of the foregoing resolution was duly seconded by Member Cindy Fahey, and upon vote being taken thereon, the following voted in favor thereof:

Cindy Fahey, Lois Gilles, Todd Kiecker, Doug Pomplun
and the following voted against the same: none
Whereupon said resolution was declared duly passed and adopted.

STAFF REPORTS:

Marcia Seibert-Volz: Building Permits:

Ross Nachreiner	shingles	18,000.00
Larry Dallman	shingle & siding	10,000.00
Eugene Hillman	shingle	8,500.00
Craig Nachreiner	shingle & siding	16,000.00
Jerry Bemmels	New Home	200,000.00
Steve Clobes	shingle	18,000.00
Karen Firle	shingle	1,500.00
Gary Schroeder	shingle & siding	10,000.00
Don Huiras	shingle & siding	16,000.00
Rogelio Avalos	garage	24,300.00
Dan Rieke	siding	2,500.00
Josh & Kristi Volz	siding & windows	14,000.00
Dennis Lund	siding	6,500.00
Darlene Maurer	shingle	5,700.00
Kyle Haugen	shingle	4,400.00
Roman Huiras	shingle	4,000.00
Janet Nachreiner	shingle	6,000.00
Robert Vrklan	shingle & siding	9,000.00
Gordon Pederson	shingle	7,000.00
June Firle	shingle	9,500.00
Allen Diehn	window	800.00
Ron Waibel	shingle	10,500.00
Dennis Lund	house demo	
Brian Marquardt	shingle	3,800.00
Lance Mikety	shingle	7,000.00
Vernette Kiecker	shingle	9,500.00
Larry Hills	garage	22,400.00
David Borth	shingle	3,000.00
Lance Mikety	siding	12,000.00

Request from Pioneerland to have a city representative on the interview board for the head librarian position. General consensus was to ask if a Library Board member wanted to do this.

Maintenance to a cabinet in the Police station was considered. The cost was \$ 865.00. General consensus of the council was to include it in 2014 police budget.

Craig Marti: Request for a snowblower for the Kabota in the amount of \$ 3,400.00. Action was tabled until the next meeting to determine funding.

Kevin Hagen -Police Report: No report.

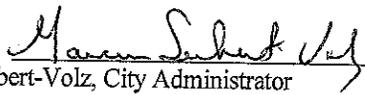
COMMITTEE REPORTS:

Liquor Committee: Liquor Committee minutes dated June 5, 2013

Buildings Committee: Presented SEH cost estimates for remodeling auditorium. \$285,571.06.
Motion by Lois Gilles, second by Cindy Fahey to proceed with entire project. Motion carried.
CORRESPONDENCE: Sibley County Municipality Meeting invitation. Thurs. June 27th.

COUNCIL CONCERNS: none

ADJOURNMENT: Motion by Lois Gilles, second by Cindy Fahey to adjourn at 8:00 p.m. Motion carried.

ATTEST: 
Marcia Seibert-Volz, City Administrator


Mayor Douglas