

Councilpersons:
First Ward: Gallenberger, Friedmeyer
Second Ward: Schmidt, Hiers
Third Ward: Meurer, Bricher

Mayor: Rollin Hall
City Attny: Peter Ekstrand
City Adm: David Schmidt
City Clerk: Susan Schamaun
Date: August 2, 2011

PROCEEDINGS OF THE CITY COUNCIL

The regular meeting of the City Council of the City of Wabasha was held on Tuesday, August 2, 2011, and was called to order at 7:00 pm by Mayor Rollin Hall.

All present stood and recited the Pledge of Allegiance.

Present: Councilpersons Gallenberger, Friedmeyer, Schmidt, Hiers, Bricher, and Mayor Hall. Councilperson Meurer was absent.

Guest Presentation: Mr. John Stewart, BDM Stewart, BDM Consulting Engineers and Surveyors, came forward and stated he was looking forward to working with staff. He encouraged Council and staff to contact him with any questions and/or comments. He also stated all billings will be concise and BDM will also submit monthly reports on projects and billings.

Public Comments: Ms. Michele McCaughtry came forward and stated she was directed by the Library Board to address Council in reference to a cracked window at the Library which needs to be replaced. The cost to replace the window is \$1,600. The Library Board is requesting clarification on how to fix the window. Ms. McCaughtry reported the Library Board is aware and concerned the building is shifting and the façade is cracked. Further she stated the Library Board is requesting the City pay for the window.

Attorney Peter Ekstrand stated once a Library Board is established, it is governed by State Law. State Law provides that the Library Board is independent and has exclusive control over its building and grounds and maintenance so technically this would be a Library Board function to fix the window. The City could elect to fix the window but they are not required to fix it.

Mayor Hall stated the issue may be on a future agenda and City and Council will follow-up.

Changes or Additions to Agenda: None

Mayor's Presentation: Mayor Hall announced the following:

- Wabasha's Riverboat Days was this past week-end. He stated Veronica Hemmingsen stated she received many compliments.
- Thanked all the sponsors and volunteers who made Riverboat Days a success.
- Announced City Hall Corner in the Wabasha Herald to improve communication in the City. Stated usually he will write and sometimes staff will write. Goal is to inform. Thanked Wabasha Herald.
- Performance Reviews for all employees. Each employee will be reviewed. Council will review City Administrator. Job descriptions will be updated.
- City received \$292,375.50 for LGA.
- City and/or Port Authority is not putting any city funds into K & C Fisheries.

Minnesota Homefront Exhibit: Molly Patterson-Lundgren came forward and stated the MN Homefront Exhibit is a traveling exhibit constructed by the MN State Historical Society. They are loaning out to different organizations around the State this summer. Last fall the Wabasha Historical Preservation Commission applied to have the exhibit come to Wabasha. The exhibit opened on Saturday and approximately 70-100 people visited on Saturday in the storefront downtown. The theme is MN Homefront which is based around the history of Minnesota during the 1940's during WWII era. A Veteran's open house will be Thursday from 9-11 am. The exhibit will be here through August. Due to a local volunteer, the exhibit will be open every Thursday from 11am – 3 pm. Local sponsors are: Busch Auto, Jewson Realty, VFW, Legion Auxiliary, Flicek Insurance and Wabasha Family Dentistry.

Wabasha Good News: Mayor Hall announced he attended four National Night Out parties and complimented Mr. Mike Weinandt for getting this event started.

6. Committee Reports:

Park Board: Councilperson Hiers reported there are further plans to finish up with Heritage Park. Also, discussed fixing the roof on the shelter at Bruegger Park as well as plans for trees in Schmidt and/or Bruegger Park. There was discussion about pool repair but nothing definite on that. Pool is open until August 17th.

Planning Commission: Councilperson Friedmeyer reported there have been two public hearings. One was for K & C Fisheries but due to the State shutdown and the inability to get certain information, that has been extended until the next meeting. Public hearing also for the sign request by W-K Public School.

Ambulance Commission: Councilperson Friedmeyer reported they had their first meeting with the new Ambulance Director, Mr. Ryan Marking. He stated Mr. Marking did a really good job bringing the Commission

up to speed as to the various aspects of the Ambulance Department. He reported they will try to meet on a quarterly basis.

Utilities Commission: City Clerk reported the UT Commission discussed the Conservation Rate that is mandated to be put into effect by January 2013. This is mandated to help conserve water by charging more in graduated steps for higher water usage.

Port Authority: Mayor Hall reported the Port Authority is continuing to do business visits and this past month they visited T-Bones Grill and Bar.

Mayor Hall invited the public and audience members to share Good News in Wabasha and email him at wabmayor@gmail.com or email Councilpersons.

Councilperson Hiers stated there was a nice article in the paper about the Wabasha Youth Baseball season. Councilperson Gallenberger stated there was a very nice turnout for the Wabasha Boat Parade. Councilperson Bricher stated the National Eagle Center received the soundproofing blankets and it is already detectable that the sound levels from the chiller are reduced.

8. Consent Agenda: Councilpersons Brichers and Hiers moved to approve the following consent agenda: Adopted unanimously.

Approved the July 5, 2011 Council minutes
Chamber Request to use City Building for Septoberfest.
Approved the following warrants as presented:

| | General Fund | |
|----------------------|--------------|--------------------|
| Mayors | | \$2,085.10 |
| Pool | " | \$3,769.76 |
| Legal | | \$3,587.78 |
| Dog Pound | " | \$14.39 |
| Park | " | \$4,362.19 |
| City Clean Up | " | \$6.75 |
| Streets | " | \$3,433.71 |
| Planning & Zoning | " | \$12.94 |
| Police | " | \$1,928.60 |
| Ambulance | " | \$3,800.26 |
| Fire Department | " | \$2,747.04 |
| Emergency Management | " | \$7.39 |
| Summer Rec | " | \$1,561.53 |
| Total | | \$27,317.44 |

Discussion on Chamber Request to use City building for Septoberfest: Councilperson Gallenberger stated Papa's Barn is a twice a year event that brings a lot of people to the City and the Chamber is concerned about losing that business so have requested the City consider letting them use the City building on Second Street to continue the events which happen during Septoberfest and also during the 100 Mile Garage Sale. Since they are a non-profit, she felt it should be allowed contingent upon a contract similar to the one done with the NEC and also pointed out that the Chamber would receive a percentage of the items sold during the events. Council concurred.

9.1 Public Hearing: Minnesota Investment Fund: City Administrator, David Schmidt, reported this is for K & C Fisheries. Tomorrow, Mayor Hall, Vicki Moore, Jon Lineweaver, Keith Bell and Rebound Enterprises will be at a presentation at Southern MN Initiative Foundation. There will be two \$200,000 loans written to that group and the applicants and on the City's behalf, our representatives will be there lobbying for those loans. The MN Investment Fund is a complimentary application and the \$200,000 received from the Southern MN Initiative Foundation to also leverage. This is federal funds that goes through the State and then to the City via the Port Authority to be loaned out and when received back can be used for the City's Revolving Loan Fund.

At 7:30 pm, the Public Hearing was opened to consider adopting the Resolution to apply for loan funds on behalf of K & C Fisheries to start a new business in the City.

Mr. Keith Bell came forward and gave a brief presentation on his company stating they are a small family owned company in the fishing industry where they have focused on European Carp for worldwide consumption. Due to the Australian drought for the last 10 years, they have ran out of fish. He stated they came over here due to sitting on a board with a professor from the University of Minnesota who invited him to come to Minnesota to watch some fishing. He stated he saw fish caught but also saw they had nothing to do with it and feeling as that was a waste, he saw an opportunity here. He visited different areas and felt Wabasha was the best fit. Stated they will employ approximately 12 people and also benefit 3 local fishermen.

Mayor Hall called once, twice, and three times for the public to speak on the adoption of the Resolution to apply for loan funds on behalf of K & C Fisheries.

At 7:34, the Public Hearing was closed.

Councilpersons Friedmeyer and Hiers moved to approve the Resolution #781 (see below) authorizing the application for funding, anti-displacement Resolution #782 (see below) and Resolution #783 designation of the Wabasha Port Authority as the Local Development Organization, and authorize the Mayor and Administrator to complete any and all necessary documents for the final application. Adopted unanimously.

LOCAL GOVERNMENT RESOLUTION #781

BE IT RESOLVED that the City of Wabasha act as the legal sponsor for project(s) contained in the business and Community Application to be submitted on August 3rd and that Mayor Rollin Hall and City Administrator David Schmidt are hereby authorized to apply to the Department of Employment and Economic Development for funding of this project on behalf of K & C Fisheries Global USA LLC.

BE IT FURTHER RESOLVED that the City of Wabasha has the legal authority to apply for financial assistance, and the institutional, managerial, and financial capability to ensure adequate construction, operation, maintenance and replacement of the proposed project for its design life.

BE IT FURTHER RESOLVED that the City of Wabasha has not incurred any costs and has not entered into any written agreements to purchase property.

BE IT FURTHER RESOLVED that the City of Wabasha has not violated any Federal, State, or local laws pertaining to fraud, bribery, kickbacks, collusion, conflict of interest or other unlawful or corrupt practice.

BE IT FURTHER RESOLVED that upon approval of its application by the State, the City of Wabasha may enter into an agreement with the State of Minnesota for the above-referenced project(s), and that the City of Wabasha certifies that it will comply with all applicable laws and regulations as stated in all contract agreements and described on the Compliance Certification of the Business and Community Development Application.

AS APPLICABLE, BE IT FURTHER RESOLVED that the City of Wabasha has obtained credit reports and credit information from K&C Fisheries and Keith and Catherine Bell. Upon review by the City of Wabasha and Ehlers & Associates, no adverse findings or concerns regarding, but not limited to, tax liens, judgments, court actions, and filings with state, federal and other regulatory agencies were identified. Failure to disclose any such adverse information could result in revocation or other legal action.

NOW, THEREFORE BE IT RESOLVED that Mayor Rollin Hall and City Administrator David Schmidt, or their successors in office, are hereby authorized to execute such agreements, and amendments thereto, as are necessary to implement the project(s) on behalf of the applicant.

I CERTIFY THAT the above resolution was adopted by the City Council of the City of Wabasha on August 2, 2011.

SIGNED:

WITNESSED:

(First Authorized Official)

(Signature)

(Title) (Date)

(Title) (Date)

Resolution #782

**RESIDENTIAL ANTI-DISPLACEMENT, RELOCATION ASSISTANCE
AND DISPLACEMENT MINIMIZATION PLAN**

The following Resolution of Adoption of Residential Anti-Displacement, Relocation Assistance and Displacement Minimization Plan must be passed by the Local Government and submitted as an attachment.

The City of Wabasha anticipates participating in the Minnesota Small Cities Economic Development Set-Aside Program. Through this participation, economic development will occur. The consequence is that the potential for displacement exists, *although it is not anticipated*. The purpose of the Residential Anti-displacement, Relocation Assistance and Displacement Minimization Plan is to describe the steps the City of Wabasha (The City) will take to mitigate the adverse effects of displacement on low and moderate income persons.

A. **One for one replacement unit requirements.** The City will replace all occupied and vacant livable low/moderate income dwelling units *demolished or converted* to a use other than as low/moderate income housing *in connection with an activity with funds provided* under the Housing and Community Development Act of 1974, as amended. All replacement housing will be provided within three years after the commencement of the demolition or conversion. Before entering into a contract committing the City to provide funds for an activity that will directly result in such demolition or conversion, the City will make public and submit to the Minnesota Department of Employment and Economic Development, Business and Community Development Division the following information in writing:

1. A description of the proposed assisted activity;
2. The location on a map and number of dwelling units by size (number of bedrooms) that will be demolished or converted to a use other than as low/moderate income dwelling units as a direct result of the assisted activities;
3. A time schedule for the commencement and completion of the demolition or conversions;
4. The location on a map and the number of dwelling units by size (number of bedrooms) that will be provided as replacement dwelling units. If such data are not available at the time of the general submission, the jurisdiction will identify the general location on an area map and the approximate number of dwelling units by size and provide information identifying the specific location and number of dwelling units by size shall be submitted and disclosed to the public as soon as possible;
5. The source of funding and a time schedule for the provision of replacement dwelling units;
6. The basis for concluding that each replacement dwelling unit will remain a low/moderate income dwelling unit for at least 10 years from the date of initial occupancy;
7. Information demonstrating that any proposed replacement of dwelling units with smaller dwelling units (e.g., a 2-bedroom unit with two 1-bedroom units) is consistent with the housing needs of low and moderate-income households in the jurisdiction.

The Jurisdiction may request the Minnesota Department of Employment and Economic Development to recommend that the U.S. Department of Housing and Urban Development approve an exception to required replacement housing if there is an adequate local supply of vacant low/moderate income dwelling units in standard condition. Exceptions will be reviewed on a case-by-case basis as described in 24 CFR, Part 570.488(c)(1)(B).

B. **Relocation Assistance.** The Jurisdiction will provide relocation assistance, as described in 24 CFR, Part 570.488(2) to any lower income person displaced by demolition of any dwelling unit or the conversion of a low/moderate income dwelling unit to another use in connection with an assisted activity.

C. **Displacement Minimization.** Consistent with the goals and objectives of activities assisted under the Act, the Jurisdiction will take the following steps to minimize the displacement of persons from their homes:

1. Informing tenants that they may be entitled to relocation payments and other assistance under the Uniform Relocation Assistance and Real Property Acquisition Policies Act (Uniform Act or URA);
2. Informing tenants that they may be entitled to additional payments above the Uniform Act payment in compliance with requirements of Section 104(d). If rehabilitation activities raise the market rent (including utility costs) above the applicable fair market rent established by HUD's Section 8 existing housing program, then the unit must be replaced and low- or moderate-income tenants are entitled to additional payments in compliance with 104(d).
3. Planning utility shut offs and times most convenient to residents and business owners;
4. Providing information and referral services to individuals who must temporarily leave their homes or businesses;
5. Informing landlords of the need to minimize displacement and to inform tenants of their intent to minimize displacement;
6. Requiring landlords to pay tenants out of pocket expenses for the period of time in which a unit is not habitable;
7. Stage rehabilitation of assisted housing to allow tenants to remain during and after rehabilitation of assisted housing to allow tenants to remain during and after rehabilitation, working with empty buildings or groups of empty units first so they can be rehabilitated first;
8. Establish temporary relocation facilities in order to house families whose displacement will be of short duration;
9. Schedule public facility construction and equipment storage to be completed as quickly as possible and at times most convenient to residents and business owners.
10. Stage commercial rehabilitation work activities so that the business can continue to serve customers while construction is underway.

D. **Definitions for the purposes of this plan are as follows:**

1. **“Low/moderate income dwelling unit”** is a unit with a market rent, including utility costs, that does not exceed the applicable fair market rent for existing housing and moderate rehabilitation, as established under the Section 8 existing housing program.
2. **“Vacant occupiable dwelling unit”** is a unit that is in standard condition; or in substandard but suitable for rehabilitation condition; or in dilapidated condition and occupied less three months from the date of the grantee agreement.
3. **“Occupiable dwelling unit”** is a unit is a unit that is in standard condition or has been raised to a standard from a substandard condition, suitable for rehabilitation.
4. **“Standard condition”** dwelling is a unit which meets HUD Section 8 Housing Quality Standards (HQS) with no major defects in the structure and only minor maintenance is required. Such a dwelling will have the following characteristics; reliable roofs, sound foundations, adequate and stable floors, walls and ceiling; surfaces and woodwork that are not seriously damaged not have paint deterioration; sound windows and doors; adequate heating, plumbing, and electrical systems, adequate insulation; and adequate water and sewer systems, and not overcrowded (defined as more than one person per room).
5. **“Substandard condition”** dwelling unit is substandard if it does not meet HUD Section 8 Housing Quality Standards (HQS) which includes lacking the following: complete plumbing, complete kitchen facilities, efficient and environmentally sound sewage removal and water supply, and heating source. In addition, the dwelling may be overcrowded (defined as more than one person per room).
6. **“Substandard but suitable for rehabilitation condition”** dwelling unit, is a dwelling unit that does not meet Housing Quality Standards (HQS) with some of the same features as a “substandard condition” dwelling unit. This unit is likely to have deferred maintenance and may have some structural damage such as a leaking roof, deteriorated interior surfaces, and inadequate insulation. A “substandard but suitable” dwelling unit, however, has basic infrastructure (including systems for clean water and adequate waste disposal) that allows for economically and physically feasible improvements and upon completion of rehabilitation meets the definition of a “standard” dwelling unit.
7. **“Temporary Displacement”** occurs when people must move out of their dwelling, business, or property for a short period of time.
8. **“Permanent Displacement”** Any person permanently and involuntarily displaced will be subject to the Uniform Relocation Assistance and Real Property Acquisition Policies Act of 1970, as amended. The term displaced persons means any person (family, individual, business, non-profit organization, or farm) who moves from real property or moves personal property from real property as a direct result of the rehabilitation, demolition, or acquisition.

RESOLUTION OF ADOPTION OF RESIDENTIAL ANTI-DISPLACEMENT, RELOCATION ASSISTANCE AND DISPLACEMENT MINIMIZATION PLAN.

BE IT RESOLVED THAT THE CITY OF WABASHA HEREBY ADOPTS THE RESIDENTIAL ANTI-DISPLACEMENT, RELOCATION ASSISTANCE AND DISPLACEMENT MINIMIZATION PLAN FOR THE CITY OF WABASHA.

I certify that the above resolution was adopted by the City Council of The City of Wabasha on ____.

SIGNED:

WITNESSED

Mayor

City Clerk

(Date)

(Date)

RESOLUTION #783
City of Wabasha Requesting Designation of the
(Non-profit Organization) as a
Local Development Organization

WHEREAS, the city of Wabasha (the "City") would like to better utilize the Small Cities Development Program (SCDP) Economic Development Set-Aside federal funds; and,

WHEREAS, if the City retains these funds and their repayment, the funds retain the federal designation and guidelines forever; and,

WHEREAS, the City by resolution, can request from the Minnesota Department of Employment and Economic Development (MNDEED), authorization to transfer federal SCDP Economic Development Set-Aside funds to a Local Development Organization (LDO); and

WHEREAS, the Wabasha Port Authority and Development Agency is interested in being designated as an LDO and is a non-profit organization serving the community and economic development needs of a non-entitlement area; and

WHEREAS, the Wabasha Port Authority and Development Agency has adopted procedures and guidelines for the use of the federal funds, the repayment of the federal funds plus any interest accrued, earned or paid thereon.

NOW, THEREFORE BE IT RESOLVED by the City that the City hereby requests approval from the MNDEED to designate the Wabasha Port Authority and Development Agency as a Local Development Organization (LDO), serving the community and economic development needs of the City and, therefore, authorize them to receive the repayments from the SCDP Economic Development Set-Aside loan to K & C Fisheries.

I CERTIFY THAT the above Resolution; was adopted by the City Council of the City of Wabasha.
on the _____ day of _____, 2011.

SIGNED:

WITNESSED:

Name/Title

9.2 Public Hearing: US Cable Transfer Agreement: Attorney Peter Ekstrand stated this item is the City signing an Ordinance to transfer rights of franchise for the purchaser, MidContinent Communications. He further stated he had a chance to review the financial data mainly dealing with the purchase agreement and didn't see any problem with the agreement. Midcontinent Communications will be taking over all the responsibilities of US Cable in reference to the franchise.

7:43 the Public Hearing was opened to consider approving the Ordinance consenting to the assignment of a cable franchise and system from US Cable of Coastal-Texas, L.P. to Midcontinent Communication.

Mayor called for public comments once, twice, three times.

7:44 the Public Hearing was closed.

Councilpersons Bricher and Schmit moved to approve the Ordinance/Resolution #784 (see attached) consenting to the assignment of a cable franchise and system from US Cable of Coastal-Texas, L.P. to Midcontinent Communication and authorizing the Mayor to sign any and all documents. Adopted unanimously.

10.1 Zoning & Shoreland Ordinance: Proposed amendments – Second Reading: Molly Patterson-Lundgren, City Planner, came forward and stated the Planning Commission held a public hearing in June which they kept open through July to include comments from the MN Dept. of Natural Resources (DNR). She stated the amendments are basically maintenance issues that they run into on a month-to-month sometimes day-to-day basis. She stated there were no public comments at the public hearing. The only comment or concern from the DNR was in reference to the campground and the density of campers in that area. After the public hearing was closed and the DNR comments were accepted, the Planning Commission brought forward the proposed amendments for Council consideration.

Councilpersons Gallenberger and Hiers moved to adopt Section 305 of the City Code as the Zoning & Shoreland Ordinance with the changes indicated as the new Zoning & Shoreland Ordinance. Adopted unanimously.

10.2 Encroachment Agreement Request from W-K Public Schools: Mayor Hall stated the school would

like to enter into an encroachment agreement with the City which would allow them to erect a new sign which they have been working on for many months. The sign will encroach into a utility easement that extends along the front of the school.

Attorney Ekstrand stated he drafted the Encroachment Agreement per staff request and if the school wants to put a sign over the easement, an Encroachment Agreement should be entered into to protect the City in the event the City would need to dig into the easement. The Encroachment Agreement states the school would remove the sign at their cost if the City would need to dig into the easement and the School Board adopted that agreement.

Councilpersons Schmidt and Hiers moved to approve the Encroachment Agreement between the W-K School and the City of Wabasha for the intention of W-K School installing an electronic informational sign on property owned by the School but within the confines of the City's Utility Easement. Adopted unanimously.

10.3 Police Union Contract: David Schmidt reported after the City's third offer, the Police Union changed a term adding in a CPI (Consumer Price Index) comment. He stated he told the Police Union representative that the City would go back to their last offer made by Council and he would strike out the CPI language in which the union representative stated he would go back to his officers but thought it would be fine.

Councilpersons Gallenberger and Friedmeyer moved to direct Mayor Hall to sign the proposed Police Union Contract with the CPI language removed, and to apply the same wage terms of the Police Union Contract to all full-time staff. Adopted unanimously.

Upon Councilperson Gallenberger's request, David Schmidt outlined the terms in the Police Union Contract for clarity: furloughs taken out retroactive back to January 2011, raises at 1.5 in January 2012 and January 2013, steps to be given in January 2012 and an increase in uniform allowance with leftover monies to go into MN Post Training fund with the contract in effect through 2013.

10.4 Police Part-time Coverage Request: David Kruger, Police Chief, stated the cost for part-time coverage would be \$5,500 for the remainder of the year. Further, he stated the part-time help is to cover vacation taken by the regular officers so the City has coverage. This part-time position is also included for 2012.

Councilperson Schmidt stated anytime you can hire part-time help, because of benefits and insurance, you get a lot for your money and stated he thinks it is a good idea and supports it. Councilperson Hiers stated you gain a lot in flexibility in scheduling also.

Councilpersons Hiers and Gallenberger moved to approve the part-time police position as requested. Adopted unanimously.

10.5 Adopt Preliminary 2012 Budget & Set Truth-in-Taxation Hearing for December 6, 2011: Mayor Hall stated there have been four Financial Committee meetings which includes citizens and staff and have met with department heads to review the 2012 proposed budget and outlined the recommendation of increasing the insurance deductibles with the increase being picked up by employees, elimination of the full-time Zoning Administrator with the replacement of a part-time Planner, 100% increase for street repairs and an additional increase in Council continuing education. He stated he personally feels that it benefits the community to participate in continuing education. He stated efforts are still under review for an early retirement program, review and consideration of consolidating services between school, city and county, and additional best value practices for all services.

Councilpersons Friedmeyer and Hiers moved to adopt the Preliminary 2012 Budget Resolution #785 and set the Truth-in-Taxation Hearing for December 6, 2011: Adopted unanimously.

RESOLUTION # 785

RESOLUTION SETTING PRELIMINARY ANNUAL CITY BUDGET, PRELIMINARY PROPERTY TAX LEVY FOR THE YEAR 2012, AND SETTING DATES AND TIMES FOR REQUIRED TRUTH-IN-TAXATION HEARING.

BE IT RESOLVED, by the City Council of the City of Wabasha, Minnesota, that the attached City preliminary budget be approved for the year 2012.

FURTHER BE IT RESOLVED, by the City Council of the City of Wabasha, Minnesota that the City estimates that the following sums of money will be levied for the current year, collectable in 2012 upon the taxable property in the City of Wabasha, for the following purposes:

| | | |
|-------------------|----|------------|
| General Fund: | \$ | 962,500.00 |
| Library Fund: | \$ | 125,231.00 |
| Firemen's Relief: | \$ | 18,000.00 |

Port Authority: \$ 39,847.00

TOTAL LEVY: \$ 1,145,578.00

FURTHER BE IT RESOLVED, by the City Council of the City of Wabasha, Minnesota that the required Truth-IN-Taxation hearing is scheduled for Tuesday, December 6, 2011 at 7:00 PM in the City Council Chambers, 900 Hiawatha Drive East, Wabasha, Minnesota, and that a continuation hearing, if needed, is scheduled for Tuesday, December 23, 2011, at that same location and hour.

FURTHER BE IT RESOLVED, by the City Council of the City of Wabasha, Minnesota that the City Clerk is hereby instructed to transmit a certified copy of this resolution to the County Auditor of Wabasha County, Minnesota.

Adopted by the City Council of the City of Wabasha, Minnesota on this 2nd day of August 2011.

Dated: _____

Rollin Hall, Mayor

ATTEST:

Susan Schamaun, City Clerk/Treasurer

Discussion: Councilpersons Gallenberger stated she felt this was one of the better budgets she has seen in the last several years and appreciates that the decision was made to eliminate one staff person but felt there still needs to be a look at reduction in more staff. She also stated she felt this budget was well thought out and stated the legal and printing line items in the Council's budget was missing. It was stated that would be looked into. She stated there would be a 2% levy increase in the budget and is predicated on the City receiving \$500,000 from LGA and agreed with using LGA for the Capital Improvement Fund. Also agreed with all employees getting a raise in salary to be in line with the police.

Councilperson Schmidt stated he felt a percentage increase may not be fair as employees with higher salaries will receive more than employees with lower salaries.

Councilperson Bricher thanked the citizens and staff that serve on the Finance Committee for working hard on the proposed 2012 budget.

11. Donations:

Councilperson Bricher announced the following donations:

American Legion Post 50: \$2,500.00 Summer Rec

American Legion Auxiliary: \$100.00 for the MN Homefront Exhibit

VFW Post 4086: \$200.00 for the MN Homefront Exhibit

The following donations were made for the Library Summer Reading Program:

American Legion Post 50: \$500.00

VFW Post 4086: \$250.00

Kellogg Lions: \$200.00

Frederick and Dianne Schjolberg: \$100.00

Katie Van Cor in memory of Ronald "Ron" Ridgeway: \$10.00

At 8:12 pm, Councilpersons Gallenberger and Schmidt moved to adjourn. Adopted unanimously.

Susan Schamaun, City Clerk