AGENDA
CITY COUNCIL MEETING
March 8, 2016

Recite Pledge of Allegiance

7:00 **I. CALL TO ORDER AND ROLL CALL**

II. CITIZEN COMMENTS

III. ADOPT AGENDA

IV. CONSENT AGENDA

** All items listed with asterisks (**) are considered routine and non-controversial by the Council and will be approved by one motion. There will be no separate discussion of these items unless a Council member, City staff or citizen so requests, in which case the item will be removed from the Consent Agenda and considered in its normal sequence on the agenda.

V. **APPROVAL OF MINUTES

A. City Council Work Session Minutes of February 9, 2016
B. City Council Meeting Minutes of February 9, 2016

VI. PRESENTATIONS/PUBLIC HEARINGS RECOGNITIONS/PROCLAMATIONS

VII. ENGINEERING

A. Accept Bid for 1st Street Reconstruction
   1. Resolution 2016-07: Resolution Accepting Bid for the First Street Improvement Project
B. Update on Fire Facility Project

VIII. LEGAL

IX. FINANCIAL

**A. February 2016 Treasurer's Report
**B. Payment of Claims

X. OLD BUSINESS

A. Review Request for Proposals – Residential Garbage Service
B. Update on 1st Street project financing. - George Eilertson, Northland Securities
   1. Resolution 2016-06: Relating to the Issuance of General Obligation Improvement Bonds, Series 2016a; Covenanting and Obligating the City to be Bound by and to Use the Provisions of Minnesota Statutes, Section 446a.086
C. Police Department
   1. Parking in the 600 Block of 2nd Street
   2. Update on Police Officer hiring

XI. NEW BUSINESS

A. Resolution 2016-06: Resolution in Support of the 2016 Rochester Regional Airport Bonding Bill

B. Approve Appointment of Ethan Eggert to Fire Department

C. Approve Appointment to Park and Recreation Committee – Tesa St. John

XII. OTHER BUSINESS

A. Schedule of Upcoming Meetings

1. City Council Meeting: Tuesday, March 8th @ 7 p.m.
2. Board of Equalization: Thursday, April 7th @ 5 p.m.

XIII. COUNCIL AND STAFF GENERAL COMMENTS

8:00 **XIV. ADJOURNMENT**

M E M O R A N D U M

TO: Honorable Mayor and City Council
FROM: Mark Vahlsing, City Administrator
RE: Meeting of March 8, 2016

Attached please find the agenda and related materials for Tuesday's meeting.

I. CALL TO ORDER AND ROLL CALL

II. CITIZEN COMMENTS

III. ADOPT AGENDA

MOTION NEEDED

IV. CONSENT AGENDA

The Consent Agenda contains the following items for approval:
City Council Work Session Minutes of February 9, 2016
Regular City Council Meeting Minutes of February 9, 2016
February 2016 Treasurer's Report
Payment of Claims

MOTION NEEDED

V. APPROVAL OF MINUTES

Consent Agenda Item

VI. PRESENTATIONS/PUBLIC HEARINGS

VII. ENGINEERING *(Joe Rhein will be in attendance at this meeting.)*

Accept Bid for 1st Street Reconstruction Project
There were 16 bids received. The low bidder was Heselton Construction of Faribault. Included in the packet is a memo from the City Engineer. He will review the bids further.

Resolution 2016-07: Resolution Accepting Bid for the First Street Improvement Project
MOTION NEEDED

Update on Fire Facility Project
Currently the USDA Rural Development Financing is in underwriting and the plans are being reviewed by their architect in St. Paul. The City Engineer will provide an update on the status of the project.

VIII. LEGAL *(City Attorney Scott Riggs will be in attendance at this meeting.)*

IX. FINANCIAL

February 2016 Treasurer's Report – Consent Agenda Item
Payment of Claims – Consent Agenda Item

X. OLD BUSINESS

Review Request for Proposal – Residential Garbage Service
The City received seven proposals for residential Solid Waste pick-up. Refer back to the March 4th memo for further information. It is contained in the meeting packet. The

Council also discussed the proposals at the work session on Friday March 4th. Most of the companies that submitted quotes will be attendance at the Council meeting.

Update 1st Street Financing – George Eilertson, Northland Securities
Financing scenarios for the 1st St. Project will be reviewed. A financing schedule showing 20 and 25 year bond repayments is included in the packet. The bonds would be issued under a State of MN Credit Enhancement program. The amounts shown in the financing schedule are based on the engineers estimated project costs.

Resolution 2016-06: Relating to the Issuance of General Obligation Improvement Bonds, Series 2016a; Covenanting and Obligating the City to Be Bound By and to Use the Provisions of Minnesota Statutes, Section 446a.086
This resolution will be required to participate in the credit enhancement program.
MOTION NEEDED

Police Department
-Parking in the 600 Block of 2nd Street
Chief Sjolander will discuss parking in the downtown area. He would like to review the possibility of adding handicapped and 30 minute parking areas
-Update on Police Officer hiring
The first rounds of interviews were held on March 2 and 3rd. 10 applicants were interviewed. A second round of interview is being on March 10 with five semi-finalist applicants. The Personnel Committee hopes to a finalist identified after the second interviews are completed. With background and other preliminary items a candidate may be selected for hiring by mid-April.

XI. NEW BUSINESS

Resolution 2016-06: Resolution in Support of the 2016 Rochester Regional Airport Bonding Bill
The City of Rochester is requesting area communities to pass this resolution in support of a Capital Bonding request to make improvements to the Homeland Security area of airport; they are requesting $10.5 million dollars from the 2016 State Bonding bill.
MOTION NEEDED

Approve Appointment of Ethan Eggert to Fire Department
MOTION NEEDED

Approve Appointment of Tesa St. John to Park & Recreation Committee
MOTION NEEDED

XII. OTHER BUSINESS

SCHEDULE OF UPCOMING MEETINGS
Please see your agenda

XIII. COUNCIL AND STAFF GENERAL COMMENTS

XIV. ADJOURNMENT

Please contact me, if you have any questions or require additional information.

Pursuant to due call and notice thereof, a City Council Work Session was duly held in the City Hall Council Chambers on the 9th day of February, 2016. The following members were present: Mayor Mike Engel, Council members, Fred Barsness, Richard Nielsen, John Mortensen, and Doug Henke. Also present: City Administrator Mark Vahlsing, City Engineer Joe Rhein, Fire Chief John Lee, and Administrative Assistant Pam Blow.
Township Members Present: Matthew Voxland, Bernie Overby, Steve Johnson, Arnold Petricka, Lorin Pohlman, Barb Kvittem, Jeff Traxler, Jim Donkers, Elden Ehrich, Joyce Anderson and Mark Bongers.

Mayor Engel called the work session to order at 5:32 p.m.

Fire Facility Project
According to Administrator Vahlsing this meeting will be to provide information regarding the new Fire Facility to the townships before he and Chief Lee begin meeting with townships individually.

Engineer Rhein noted that the design will be done in mid-March, and bidding should be done in late April. The City is in the second stage of the USDA loan application, and this process should be completed in about two weeks. The site/building layout will allow for future expansion. The USDA will look over the plans for the facility and then approve the funding. According to Rhein, the City will be reimbursed by the USDA after completion of construction, so interim financing will be procured.

Administrator Vahlsing noted that construction would begin in June, and the building would be ready for inside work in November. The facility would open in March, 2017. The first debt service payment would be made in 2018, and is estimated to be $132,000. There is three years remaining in repayment of the City Hall loan ($90,000 per year). The council has approved a phased-in levy increase to have funding for the loan payment for the fire facility. It is likely that the loan for the City Hall would be paid off ahead of schedule, and the main debt service would then be for the Fire Hall. If the old Fire Hall is sold, the proceeds of the sale would be applied to the new Fire Facility. Some furnishings from the old Fire Hall may be moved to the new facility for now.

Administrator Vahlsing commented that the City and Chief Lee would like to meet with the townships to discuss this further and to see if there will be any financial support for this facility. Current estimates for the total project are $2,900,000, and alternates have been identified to reduce costs. According to Vahlsing, the final target cost is $2,600,000.

There being no further business, the meeting was adjourned at 6:15 p.m.

Pam Blow, Administrative Assistant	Michael Engel, Mayor

Pursuant to due call and notice thereof, a City Council Meeting was duly held in the City Council chambers at 7:00 p.m. on the 9th day of February, 2016. The following members were present: Mayor Mike Engel, Council Members, Fred Barsness, Richard Nielsen, John Mortensen, and Doug Henke. Also present: Administrator Mark Vahlsing, Engineer Joe Rhein, Attorney Scott Riggs and Administrative Assistant Pam Blow.

CITIZEN COMMENTS
None

ADOPT AGENDA
Motion by Nielsen seconded by Mortensen to approve the agenda as presented. Motion carried 5-0-0.

CONSENT AGENDA
Motion by Nielsen seconded by Mortensen to approve the Consent Agenda, which includes payment of check numbers, 64291 through 64385; 2502E through 2520E; and additional checks 64386 through 64397. Motion carried 5-0-0.

PRESENTATIONS:
Annual Prosecution Report – David Jacobsen, Attorney
According to Attorney Jacobsen, there were 56 offenses prosecuted (excluding payable citations) during 2015. He reviewed that information for the council.

ENGINEERING
1st Street Reconstruction Project – Plans and Specifications
According to Engineer Rhein, the council approved the plans at their January meeting. The bid opening for the project will be held at City Hall at 2 p.m. on February 25, 2016.

Update on Fire Facility Project
Engineer Rhein noted that the plans are 50% complete. The architect will be reviewing the plans with the City staff before completing the final document. When the plans are completed, it is anticipated the project will go for bids during the second part of April.

Transportation Funding
At the 2016 Annual City Engineers Association of Minnesota conference, Engineer Rhein attended a presentation given by the League of Minnesota Cities regarding transportation funding. For cities under 5,000 population, MNDOT is seeking legislative approval to continue highway state aid to smaller Cities. Kenyon received approximately $42,000 in 2015.

Resolution 2016-05: A Resolution Supporting Dedicated State Funding for City Streets
Motion by Henke, second by Nielsen to approve Resolution 2016-05. Motion carried 5-0-0.

LEGAL
City Council Salary Increase
Mayor Engel distributed a League of Minnesota list-serve compilation of council salaries from various cities. Attorney Riggs noted that the last Council pay increase occurred in October of 2002. The pay increase would have to be adopted by Ordinance amendment. It would not take effect until after the next election. Councilman Henke commented that the City has a lot of expenses at the present time and it doesn't seem appropriate right now to increase the Council salaries. Mayor Engel commented that our salary structure is in the mid-range of other cities, and noted that younger citizens may be attracted to serving on the council if the compensation was higher.

OLD BUSINESS

Request for Proposal – Residential Garbage Service

According to Administrator Vahlsing, the RFP was developed using the Administrative Policy and the current contract format that the City has used for the last two haulers. The deadline for the proposals is February 26, 2016. The Council may want to schedule a work session the following week. Administrator Vahlsing noted that when reviewing the proposals the Council should take into consideration all areas covered in the RFP not just the lowest quote. Attorney Riggs noted that no comments from any respondents are required or need to be accepted at the meeting when the proposals are accepted.

Update on 2016 EDA Annual Meeting

Administrator Vahlsing noted the highlights of the January 26, 2016 annual EDA meeting. Some of the topics included providing incentives for new home construction. This would take the form of down-payment assistance in the range of $1,500 to $3,000. The EDA would also require a contribution from the developer Bigelow Homes. Sites for future commercial/industrial development were also discussed. The President of Foldcraft attended the EDA annual meeting and stated that they would be interested in selling a 22 acre parcel located south of their current facility. There was also discussion at the meeting regarding a business retention/expansion survey through the University of Minnesota. The EDA will have a special meeting on February 23rd to further discuss further some of the items from the annual meeting.

NEW BUSINESS

"Lost Highway" Performance Agreement for Rose Fest Band

Motion by Barsness, second by Henke to approve the agreement for Rose Fest. Motion carried 5-0-0.

Parking in the 600 Block of 2nd Street

Chief Sjolander mentioned that he had been contacted by a downtown business owner concerned about the amount of time people are parked on 2nd Street. Mayor Engel noted that the set time for parking is done by resolution, and there are signs along 2nd Street for two-hour parking already. Chief Sjolander commented that enforcement needs to be done with consistency and fairness. He also noted that staffing is an issue for enforcement. Councilman Henke noted that he is glad to see cars parked along the street, and feels it's a minor problem that doesn't need fixing. Henke suggested that a notice/reminder of the two-hour parking limit be put in the paper. Councilman Barsness noted that he also is glad to see cars on the street.

Hiawathaland Transit Letter of Support

Amy Rubinski from Three Rivers Community Action addressed the council to give information on the possible establishment of transit service between Kenyon and Wanamingo. Three Rivers Community Action Agency operates Hiawathaland. It has been providing transit services in in Southeast Minnesota for 20 years. A major portion of the service is funded by state and federal sources. The "Dial-a-ride" service could not be used for out-of-town appointments, but transportation to larger cities such as Rochester is available in some cases. It must be set up in advance. Hiawathaland transit would like to do a pilot program for two years. A survey would be conducted starting in March to help determine if there is local interest in the service. Hiawathaland will come back to the council with the survey results in June or July. If enough interest is shown, Three Rivers would apply for Federal Funding by August 1, 2016, and if it is approved, the program would begin on January 1, 2017. Operating costs would be funded through rider fees. The cost of a new bus would be funded 80% by Three Rivers and 20% of the cost would require a local match. In this case it would be divided proportionately between Kenyon and Wanamingo. The estimated two year cost to the city would be $12,000.

Schweichs Inc. Liquor License Renewal
Motion by Nielsen, seconded by Mortensen to approve the renewal of the liquor license and outdoor service area license. Motion carried 5-0-0.

2015 Wastewater Treatment Facility Operational Award
The MPCA has selected the City of Kenyon to receive this award because we have met certain criteria for submitted data and permit records from October 1, 2014 through August 31, 2015. The award will be presented at the Annual Wastewater Operations Conference in March.

Approve Hiring of Part-time Bartender/Clerk for Municipal Liquor Store
Motion by Barsness, seconded by Nielsen to approve the hiring of Amanda Vahlsing. Motion carried 5-0-0.

OTHER BUSINESS
Schedule of Upcoming Meetings
EDA Special Meeting: Tuesday, February 23rd @ 8 a.m. at City Hall
City Council Meeting: Tuesday, March 8th @ 7 p.m.

COUNCIL AND STAFF GENERAL COMMENTS
Councilman Mortensen congratulated Steve Baalson on the award from the MPCA

Motion Nielsen, seconded by Henke to adjourn the meeting at 8:22 p.m. Motion Carried 5-0-0.

Pam Blow, Administrative Assistant

Michael Engel, Mayor

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Consulting Engineers & Surveyors
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Phone (651) 704-9970 • Fax (651) 704-9971
www.bolton-menk.com

March 8, 2016

Honorable Mayor and City Council
City of Kenyon
709 2nd Street
Kenyon, MN 55946

Re: Bid Results
First Street Improvement Project
BMI Project No. N15.109279

Dear Mayor and Council:

Bids for the First Street Improvement Project were opened Thursday, February 25, 2016. Thirteen (13) bids were received. This letter will provide a summary of the bids received, comparison to the Engineer's Estimate, and options for consideration by the City Council. An abstract of the bids has been prepared and is also included with this letter.

Summary of Bids
The following is a summary of the bids received:

	BIDDER	TOTAL BASE BID	ALTERNATE 1	TOTAL BASE BID PLUS ALTERNATE
1	Heselton Construction, LLC	$414,961.09	$15,698.60	$430,659.69
2	Wencl Construction Inc.	$423,288.90	$11,825.00	$435,113.90
3	BCM Construction, Inc.	$425,573.45	$13,213.00	$438,786.45
4	A-1 Excavating Inc.	$430,923.06	$13,573.50	$444,496.56
5	Pember Companies Inc.	$439,822.30	$14,401.70	$454,224.00
6	RAW Construction, LLC	$452,911.35	$13,599.55	$466,510.90
7	Swenke Ims Contracting, LLC	$462,417.69	$18,675.00	$481,092.69
8	Fitzgerald Excavating & Trucking Inc.	$468,989.50	$11,279.25	$480,268.75
9	Alcon Construction Corporation	$475,717.40	$21,302.75	$497,020.15
10	Elcor Construction, Inc.	$484,683.45	$12,964.90	$497,648.35
11	SL Contracting, Inc.	$494,815.60	$15,165.00	$509,980.60
12	Schumacher Excavating Inc.	$508,625.70	$13,393.50	$522,019.20
13	Edge Contracting Inc.	$512,845.00	$13,735.00	$526,580.00

Potential Contract Configurations

The bidding documents allow the City to award the contract on either the base bid alone, or the combination of the base bid plus alternate; whichever is in the best interest of the City. Based on the bid results, regardless of whether the base bid were awarded alone or with the alternate, Heselton Construction LLC will remain the low bidder.

Comparison to Engineer's Estimate

The Engineer's Estimate for the base bid as provided to the City Council on January 12, 2016 was $538,982.00. All of the base bids received were lower than the Engineer's Estimate.

The low base bid submitted was $414,961.09, which is 23.0% lower than the Engineer's Estimate. A summary chart comparing the Engineer's Estimate to the low bid is shown below. It is broken down by project parts to help identify price variations.

Comparison of Engineer's Estimate to Low Bid				
Item	**Engineer's Estimate**	**Low Bid: Heselton Const.**	**Difference**	**%**
Part 1 – Sanitary Sewer	$111,681.00	$100,414.00	($11,267.00)	(10.1%)
Part 2 – Water System	$18,347.00	$18,119.25	($227.75)	(1.2%)
Part 3 – Storm Sewer	$26,472.00	$20,619.60	($5,852.40)	(22.1%)
Part 4 – Street Improvements	$382,482.00	$275,808.24	($106,673.76)	(27.9%)
Total Base Bid	**$538,982.00**	**$414,961.09**	**($124,020.91)**	**(23.0%)**
Alternate 1 – Sidewalk	$13,143.00	$15,698.60	$2,555.60	19.4%
Total Base Bid + Alternate	**$552,125.00**	**$430,659.69**	**$121,465.31**	**(22.0%)**

From this comparison it is seen the majority of the difference between the Engineer's Estimate and the low base bid occurs on Part 4 – Street Improvements. In reviewing that part of the project on an item by item basis, we found the low bidder provided costs approximately 50% lower than expected for removal of existing bituminous and concrete surfaces, as well as for geotextile fabric. In addition, the low bid cost was approximately 40% lower than anticipated for gravel base and approximately 30% lower for bituminous mix. Those items accounted for the majority of the difference between the Engineer's Estimate and the low bid. It is worth noting the cost of new concrete materials, such as curb, driveways, and sidewalk patching, was higher than the Engineer's Estimate for those items by approximately 15%.

Consideration of Alternate

Alternate No. 1 provides for the construction of concrete sidewalk along the north boulevard of First Street from Spring Street to the parking lot of Depot Park. Prices provided for the alternate range from $11,279.25 to $21,302.75. In comparison of the bids received for Alternate No. 1 to the Engineer's Estimate, two were notably lower, five were notably higher, and six were within $500 of the estimate.

The price for Alternate No. 1 provided by the low bidder, Heselton Construction LLC, is the third highest received. As shown in the comparison table, their price is $15,698.60, which is approximately $2,500 higher than the Engineer's Estimate. The reason for this is that the majority of work on Alternate No.1

consists of concrete materials. As noted in the review of the base bid, the price for the concrete items was approximately 15% higher than the Engineer's Estimate. Due to this, the fact the bid price for Alternate No. 1 is higher than estimated can be understood.

It is expected the cost to design and construct the sidewalk from Spring Street to Depot Park would be higher as a separate, stand-alone project rather than if the work is done as part of the larger project to reconstruct First Street. Therefore, although the price for Alternate No. 1 proposed by the low bidder is more than estimated, it may still be less than the cost that would be incurred if the sidewalk were bid as a separate, stand-alone project at a later date.

Furthermore, in terms of disruption to the neighborhood, it may be preferable to construct the segment of sidewalk from Spring Street to Deport Park at the same time First Street is reconstructed, rather than constructing the sidewalk at a later date.

For these reasons, if the City would like to have the segment of sidewalk from Spring Street to Depot Park added to their system, it is recommended Alternate No. 1 be accepted and the work be done as part of this project along First Street. However, if the City does not wish to have this segment of sidewalk, or is uncertain at this time, then Alternate No. 1 could be rejected.

Conclusion

The number of bids received indicates the current market for the proposed First Street Improvement Project is competitive and favorable. All base bids received were lower than the Engineer's Estimate.

If the City Council wishes to proceed with the First Street Improvement Project and award the contract to the lowest bidder, then Heselton Construction, LLC should be awarded the Project on the Total Base Bid Amount of **$414,961.09.** If the City also wishes to construct the segment of sidewalk from Spring Street to Depot Park, then Alternate No. 1 should be included in the Project award, in the additional amount of **$15,698.60**, for a total contract award of **$430,659.69.**

We will be present at the City Council meeting on March 8, 2016 to review this information. If you wish to discuss this matter in advance of the meeting, please contact me at 651-968-7384.

Sincerely,

BOLTON & MENK, INC.

Joseph Rhein, P.E.
Kenyon City Engineer

Enclosure

RESOLUTION NO. 2016-07
CITY OF KENYON
COUNTY OF GOODHUE
STATE OF MINNESOTA

RESOLUTION ACCEPTING BID FOR THE FIRST STREET IMPROVEMENT PROJECT

WHEREAS, pursuant to advertisement for bids for the improvement of the streets, sanitary and storm sewer mains, curb and gutter bids were received, opened and tabulated according to law, and the following bids were received complying with the advertisement:

	Contractor	***Total Base Bid***
Low	Heselton Construction, LLC	$414,961.09
#2	Wencl Construction Inc.	$423,288.30
#3	BCM Construction, Inc.	$425,573.45
#4	A-1 Excavating Inc.	$430,923.06
#5	Pember Companies	$439,822.30
#6	Heselton Construction, LLC	$452,911.35
#7	Swenke Ims Contracting, LLC	$462,417.69
#8	Fitzgerald Excavating	$468,989.50
#9	Alcon Construction	$475,717.40
#10	Elcor Construction	$484,633.45
#11	SL Contracting Inc.	$494,350.60
#12	Schumacher Excavating Inc.	$508,625.70
#13	Edge Contracting, Inc.	$512,845.00

WHEREAS, it appears that Heselton Construction, LLC is the lowest responsible bidder, and;

WHEREAS, Heselton Construction, LLC submitted a bid for Alternate No. 1 for the sidewalk extension in the amount of $15,698.60, and;

NOW THEREFORE, BE IT RESOLVED by the city council of the City of Kenyon, that:

1. The recitals set forth above are incorporated into this Resolution as if fully set forth herein.

2. The Mayor and City Administrator are hereby authorized and directed to enter into a contract with Heselton Construction, LLC in the name of the City of Kenyon for the First Street Improvement Project, including Alternate No. 1 in the amount of $430,659.69, according to the plans and specifications therefore approved by the City Council on file in the office of the City Administrator.

3. The City Administrator is hereby authorized and directed to return forthwith to all bidders the deposits made with their bids, except that the deposits shall be retained until a contract has been signed.

4. The Mayor, City Administrator, City staff and City consultants are hereby authorized and directed to take any and all additional steps and actions necessary or convenient in order to accomplish the intent of this Resolution.

Adopted this 8th day of March, 2016.

_____
Michael Engel, Mayor

ATTEST:

_____
Mark Vahlsing, City Administrator

City of Kenyon, Minnesota
2016 Sewer Main Replacement Project - Preliminary Financing
(interest rates assume state credit enhanced rating of AA+ as of 3/3/16)
(Option #1: Special Assessments for 20% of Par Amount)

		20-Year Term	25-Year Term
DEBT SERVICE			
Project Related Expenses		$ 600,000	$ 600,000
Par Amount of Bonds		$ 625,000	$ 625,000
Bond term (Years)		20	25
Average Interest Rate		2.48%	2.78%
Total Net Debt Service		$ 798,715	$ 874,189
Avg. Annual Debt Service		$ 41,566	$ 36,001
105% Statutory Annual Debt Service		***$ 43,644***	***$ 37,801***
SPECIAL ASSESSMENT REVENUE (20.0% of project)			
Total Special Assessment Principal	20%	$ 125,000	$ 125,000
Annual Payment (assessment int. rate =)	4.5%	***$ 9,610***	***$ 8,430***
TAX LEVY REVENUE			
Annual Tax Levy Required		***$ 34,035***	***$ 29,371***
Tax Impact Information			
Net Tax Capacity Value (Pay 2015)		$ 826,527	$ 826,527
Estimated Net Tax Rate Increase		4.1178%	3.5536%

Market Value of Residential Property		
50,000	$ 12.35	$ 10.66
75,000	$ 18.53	$ 15.99
100,000	$ 29.55	$ 25.50
125,000	$ 40.77	$ 35.18
150,000	$ 51.99	$ 44.87
200,000	$ 74.43	$ 64.23
225,000	$ 85.65	$ 73.92
250,000	$ 96.88	$ 83.60
Mkt Value of Commercial-Industrial Property		
75,000	$ 46.33	$ 39.98
100,000	$ 61.77	$ 53.30
150,000	$ 92.65	$ 79.96
250,000	$ 175.01	$ 151.03

Member _____ introduced the following resolution and moved its adoption:

CITY OF KENYON
RESOLUTION 2016-08

RESOLUTION RELATING TO THE ISSUANCE OF GENERAL OBLIGATION IMPROVEMENT BONDS, SERIES 2016A; COVENANTING AND OBLIGATING THE CITY TO BE BOUND BY AND TO USE THE PROVISIONS OF MINNESOTA STATUTES, SECTION 446A.086 TO GUARANTEE THE PAYMENT OF THE PRINCIPAL AND INTEREST ON THE BONDS

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

1. The City Council hereby finds and declares that it is necessary and expedient for the City to sell and issue its fully registered general obligation improvement bonds in the total aggregate principal amount of approximately $600,000 (herein, the "Bonds") pursuant to Minn. Stat. Chapter 429 and Minn. Stat. Section 115.46. The proceeds of the Bonds will be used, together with any additional funds of the City which might be required, to finance sewer line replacement and related street restoration; and (ii) to pay the costs associated with issuing the Series 2016A Bonds.

2. Minnesota Public Facilities Authority Credit Enhancement Program
The following documents have been submitted to the Council and are on file in the office of the City Administrator:

A. Form of Minnesota Public Facilities Authority (the "PFA") Credit Enhancement Program Agreement (the "Agreement"); and

B. Application for Participation in the PFA Credit Enhancement Program (the "Application").

The Agreement and the Application are authorized and approved in substantially the forms presented to the Council. Submission of the Application to the PFA and payment of related fees are approved. The Agreement shall be prepared for execution in accordance with the approved forms and shall be signed by the manual signature of the Mayor and attested by the manual signature of the City Administrator.

The City hereby covenants and obligates itself to be bound by the provisions of Minnesota Statutes, Section 446A.086, as it may be amended from time to time (the "Credit Enhancement Act"). The City understands that as a result of its covenant to be bound by the provisions of the Credit Enhancement Act, the provisions of the Credit Enhancement Act shall be binding as long as any Bonds of this issue remain outstanding.

The City further covenants to comply with all procedures now or hereafter established pursuant to the Credit Enhancement Act by the PFA and otherwise to take such actions as necessary to comply with the Credit Enhancement Act. The Mayor or Administrator is authorized to execute any applicable PFA forms and to provide for the payment of the

City's application fee of $500.00 payable to the Authority, which fee is required to be submitted with the executed forms.

Adopted this 8th day of March, 2016.

_____
Michael Engel, Mayor

ATTEST:

_____
Mark Vahlsing, City Administrator

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

Whereupon said resolution was declared duly passed and adopted.

CITY OF KENYON
RESOLUTION NO. 2016-06

RESOLUTION IN SUPPORT OF THE 2016 ROCHESTER REGIONAL AIRPORT BONDING BILL

WHEREAS, Rochester International Airport serves the entire region of southeast Minnesota, and provides a vital service to businesses and citizens of our region.

WHEREAS, Rochester International Airport is currently the second busiest airport in our state in flight operations, and is third largest by number of passengers.

WHEREAS, US Customs reported a 29% increases in aircraft arrivals from 2013 to 2014, and an 86% increase in passengers/crew from 2013 to 2014.

WHEREAS, the Department of Homeland Security issued an unfunded mandate to replace the existing US Customs facility at a cost of $10.5 Million.

WHEREAS, failure to fund and replace the US Customs facility will result in loss of the US Customs facility at Rochester Airport, and put Rochester Airport's 'International' designation at risk.

NOW, THEREFORE, BE IT RESOLVED BY THE CITY COUNCIL OF KENYON, MINNESOTA, AS FOLLOWS:

The City of Kenyon supports the 2016 Rochester Regional Airport Bonding Bill to predesign, design, construct, renovate, and improve the Rochester International Airport to meet the requirements of the US Department of Homeland Security for continued Customs and Border Patrol operations, and other facility improvements to enable the Rochester International Airport to accommodate international flights, including relocation of airline ticket counters to utilize existing footprint for Federal Inspections.

Adopted by the City Council of the City of Kenyon on March 8, 2016.

Approved:

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Michael Engel, Mayor

Attested:

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Mark R. Vahlsing, City Administrator