

**ADDITION TO THE AGENDA**  
**09/15/10**

1. George Bechtold will be present to discuss the additional units ( sewer and water) at 244 Broadway Street West.
2. Scott Stenseth will be present to request council action in applying lime to Lion's Park.
3. Fire Department request council action to use designated funds for repairs on Units.
4. Warrior to Citizen presentation/acceptance of award.

CITY OF ROCKVILLE

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Bills Payable-Additional Bills List #2

Council Meeting  
September 15, 2010

Check/Receipt	CHECK	Date Nbr	Search Name	Amount	Comments	Act Code
9/14/2010	012406	C & L DISTRIBUTING, INC	\$184.00	BEER-CONC STAND	101-45120-229	
9/15/2010	012407	CAR QUEST AUTO PARTS-PAYMENT	\$1.82	SPARK PLUG FOR PUMP UNIT 1	101-42200-220	
9/15/2010	012407	CAR QUEST AUTO PARTS-PAYMENT	\$15.86	STEERING WHEEL REMOVAL	101-43100-220	
9/15/2010	012408	FIRST NAT'L BANK OF C.S. INC	\$3,032.50	PUMPER PAYMENT	101-42200-611	
9/15/2010	012409	LEAGUE OF MINNESOTA CITIES	\$44.44	SAFETY ADD FEE 2011	101-41000-336	
9/15/2010	012409	LEAGUE OF MINNESOTA CITIES	\$133.33	SAFETY APR-JUNE 2010	101-41000-336	
9/15/2010	012410	MITEL LEASING, INC	\$217.76	PHONE SYS LEASE-CH	101-41940-321	
9/15/2010	012411	RIVER POWER & EQUIPMENT INC	\$5.08	SPARK PLUG WIRE FOR GENERATOR UNIT 5	101-42200-220	
9/15/2010	012412	SAMS CLUB/GECF	\$19.76	SUPPLIES	101-41940-210	
9/15/2010	012413	STEARNS ELECTRIC ASOC INC	\$366.00	LIFT STATIONS	602-49490-381	
9/15/2010	012413	STEARNS ELECTRIC ASOC INC	\$499.00	PUMPHOUSES	601-49440-381	
9/15/2010	012413	STEARNS ELECTRIC ASOC INC	\$29.00	CIVIL DEFENSE SIREN	101-42500-381	
9/15/2010	012413	STEARNS ELECTRIC ASOC INC	\$26.00	PL CITY HALL	101-41940-381	
9/15/2010	012413	STEARNS ELECTRIC ASOC INC	\$299.98	STREET LIGHTS	101-43100-387	
9/15/2010	012414	VERIZON WIRELESS	\$119.19	CELL PHONE-MAINT DEPT	101-43100-321	
9/15/2010	012414	VERIZON WIRELESS	\$12.04	CELL PHONE-SEWER	602-49490-321	
9/15/2010	012415	WEST CENTRAL SANITATION, INC	\$22.76	GARBAGE-FIRE HALL	101-42200-384	
9/15/2010	012415	WEST CENTRAL SANITATION, INC	\$25.43	GARBAGE-PUB WKS DPT	101-43100-384	
9/15/2010	012415	WEST CENTRAL SANITATION, INC	\$12.69	GARBAGE-CORE CITY COMM PK	101-45122-384	
9/15/2010	012415	WEST CENTRAL SANITATION, INC	\$87.01	GARBAGE-BALLPK-BALL PROG	101-45120-384	
9/15/2010	012415	WEST CENTRAL SANITATION, INC	\$12.69	GARBAGE-PLEASANT LK	101-45122-384	
9/15/2010	012415	WEST CENTRAL SANITATION, INC	\$25.44	GARBAGE-CITY HALL	101-41940-384	
9/15/2010	012416	CITY OF COLD SPRING	\$2,199.11	WASTEWTR BILL-LAKES AREA	602-49490-293	
9/15/2010	012416	CITY OF COLD SPRING	\$2,581.60	WASTEWTR BILL-CORE CITY	602-49490-312	
9/15/2010	012417	EMERGENCY APPARATUS MAINT INC	\$306.43	REPAIR LEAKY VALVE UNIT 3	101-42200-540	
9/15/2010	012417	EMERGENCY APPARATUS MAINT INC	\$2,486.93	REPAIRS UNIT 2	101-42200-540	
9/15/2010	012417	EMERGENCY APPARATUS MAINT INC	\$292.16	REPAIR GENERATOR ON UNIT 5	101-42200-540	
9/15/2010	012417	EMERGENCY APPARATUS MAINT INC	\$702.90	REPAIRS ON UNIT 5	101-42200-540	
9/15/2010	012418	FIRST NAT'L BANK OF C.S. INC	\$5,062.50	CTY RD 82	308-47000-611	
9/15/2010	012419	MARCO FINANCING, INC (LEASE)	\$559.59	COPIER/LEASE-9 10 - 10 10 2010	101-41940-413	
9/15/2010	012420	SEE GREEN LAWN CARE	\$56.11	FERT CITY HALL	101-41940-210	
9/15/2010	012420	SEE GREEN LAWN CARE	\$160.31	FERTILIZE SOFTBALL PARK 9 8 2010	101-45120-257	
9/15/2010	012420	SEE GREEN LAWN CARE	\$174.41	FERT - PL BALL FIELD 9 8 2010	101-45122-257	
9/15/2010	012421	CITY OF COLD SPRING	\$15.94	WASTEWTR BILL-LAKES AREA	602-49490-293	
9/15/2010	012421	CITY OF COLD SPRING	\$15.95	WASTEWTR BILL-CORE CITY	602-49490-312	
				\$19,805.72		

**RESOLUTION NO. 2010-20**

**RESOLUTION ADOPTING PROPOSED TAX LEVY**

**RESOLUTION APPROVING 2010 TAX LEVY, COLLECTIBLE IN 2011**

Be it resolved by the council of the City of Rockville, County of Stearns, Minnesota, that the following sums of money be levied for the current year, collectible in 2011, upon taxable property in the City of Rockville, for the following purposes:

<b>CITY OF ROCKVILLE 2011</b>	<b>SUPPLEMENT TO REGULAR LEVY FORM</b>
<b>CERTIFIED LEVY</b>	<b>LEVY AMOUNT</b>
<b>LEVY PURPOSE</b>	<b>(PLEASE ROUND TO WHOLE DOLLARS)</b>
Revenue-Fund 101-41000	517,332
Fire Protection-Fund 101-42200	81,650
Economic Development- Fund 209	1,000
Road & Bridge Maintenance-Fund 215	97,345
<b>Special Levies Outside of Levy Limits:</b>	
Certificate of Indebtedness Pumper Truck Fund 101-42200	21,650
Certificate of Indebtedness One Ton Truck Fund 101-43100	3,845
Lake Improvement District Fund 221-41000	14,500
2009A/1998 G.O. Utility Revenue Bond Disposal Portion-Fund 310	16,424
2004 Prairie Ind. Park Imp. Bond-Fund 305	6,000
City Facilities-City Hall/Fire Hall-Fund 304	217,850
City Facilities-City Hall/Fire Hall-Fund 304 Detachment	8,228
CR 82 Imp (& SJ Louis) Bond Fund 308	19,900
<b>TOTAL NET TAX CAPACITY BASED LEVIES</b>	
<b>TOTAL CERTIFIED LEVY</b>	<b>\$1,005,724</b>

The City Clerk is hereby instructed to transmit a certified copy of this resolution to the county auditor of Stearns County, Minnesota.

Passed this 15<sup>th</sup> day of September, 2010.

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**JEFF HAGEN**  
**MAYOR**

**ATTEST:**

\_\_\_\_\_  
**VERENA M. WEBER-CMC**  
**ADMINISTRATOR/CLERK**



**MINUTES OF A REGULAR EDA MEETING HELD MONDAY, SEPTEMBER 13, 2010 –  
6:00 P.M. – ROCKVILLE CITY HALL**

The meeting was called to order by President Vern Salzl. Roll Call was taken and the following members were found to be present: President Salzl, Bill Becker, Heidi Peper, Ed Karls, Duane Willenbring & Rena Weber. Absent: Don Simon.

Also attending were: C. Chanthakhammy and Bill Molitor.

**APPROVE MINUTES OF 07/13/10 – Motion by Member Karls, second by Member Willenbring, to approve the minutes of 07/13/10 as presented. Motion carried unanimously.**

**NEW BUSINESS**

**BUSINESS SUBSIDY REQUEST – C. CHANTHAKHAMMY**

President Salzl announced that consideration would now be given to C. Chanthakhammy request for financial assistance from the city.

C. Chanthakhammy reported that he is seeking city assistance to operate an auto salvage yard for imports through the internet. The request is for \$70,000 and will create 4 jobs.

C. Chanthakhammy reported further on how the internet business works with on-line selling 365 days per year with e-bay purchases. There are two systems that he would use.

Other information:

- ◆ He will have a warehouse in the twin cities where retail sales will be done
- ◆ He was a dealer for 10 years
- ◆ He will focus on certain ethnic groups – Laotian, Cambodian, Vietnamese,
- ◆ Is very optimistic about this
- ◆ Revenue will be through the internet
- ◆ Operating costs – will be very conscious about this.
- ◆ Feels buying the land with his own money is a plus
- ◆ \$68,000 and assumed \$23,000 of special assessments.
- ◆ There will be foot traffic, but not much.
- ◆ Benefit is that the city will get their tax dollars
- ◆ Plans to run it for 15 to 20 years
- ◆ Pam's or APS is the typical salvage yard
- ◆ His business is not like that – Audi, BMW, Toyota, Honda, Avalon, Toyota, Lexus, Acura, etc. So he will not compete with Pam's or APS.

Executive Director Heidi Peper reported the EDA views these requests for job creation and increased tax base.

- ◆ Job creation will be 4 jobs earning \$12.00 per hour
- ◆ Tax base - Lot size is 1 acre and Phase 1 will have 1600 square foot building for an office and dismantling area valued at \$21,000
- ◆ 2<sup>nd</sup> phase – will be the addition of cold storage

Heidi checked on the possible tax revenue for the city. \$437.63 city portion only on land valued at \$71,000 and add the \$21,000 building gives you approximately \$900.00 in city taxes – that is what the city has control over.

Heidi reported further that she and Rena met with C and Bill Molitor on possible programs:

- ◆ TIF this is just not enough money to even apply for it
- ◆ There are a lot of state programs, but this request doesn't qualify
- ◆ Most have strict mfg. conditions
- ◆ MN Employment Fund is a grant to city and city in turn loans, but again it is too small of a project to consider and requires Davis/Bacon wages
- ◆ Tax Abatement – this is the area where the city can choose to abate – 20 years.

- ◆ School and Stearns can grant abatement, but the chances are pretty slim

Member Willenbring reported that there was money left over from the construction of the two buildings. Maybe we can take this and set up a revolving loan fund to provide gap financing for so many years. Interest and principal with a balloon max at a certain point. This could be at below market interest rate for 5 years.

Heidi Peper indicated that cities do have revolving loan funds where money is placed to start the fund. There is the MN Investment Fund, but there we are looking at a \$400,000 plus job.

Member Becker asked C. why you have not gone to the bank. C. reported that he has gone to one bank and his credit is not good enough for them.

Member Willenbring stated the city had 2 JOBZ projects, but the life span is sun setting.

C. Chanthakhammy and Bill Molitor were asked to leave the meeting for discussion of the policy used to grant Business Subsidies and score. 6 of the 7 questions should have a yes or they would be eligible for any assistance.

1. Is the applicant a manufacturer, value-added processor or regionally significant wholesale distributor? **No**
2. Is the project of sufficient size concerning:
  - a. Increased tax base (\$3,000+) **No**
  - b. Job retention/expansion (six+ full time equivalents within a two-year period) **Yes** up to \$40,000
  - c. Aid in business growth and competitiveness - **Yes**
3. Does the company pay livable wages including benefits (\$12.00/hour)? **Yes** plus benefits.
4. Does the project need public assistance in order to move forward? **No**
5. Does the business contribute to the economic diversity of the City of Rockville? **Yes**
6. Does the project fill a consumer need not currently addressed in the City (e.g. a grocery store when none currently exists)? **No**
7. Does the project compliment existing business activities or maintain the heritage of the community's economic base? **Yes**

Member Becker questioned why the bank turned them down. We are not a bank. He further feels he would be doing the city a disservice to the tax payers.

President Salzl stated the city can't finance the whole thing.

Heidi Peper stated that we are looking at job creation and tax base and this does not meet the standard.

What if the import business does not pan out? He will compete with APS.

***Motion by Member Becker, second by Member Willenbring, to deny the request based on this conversation and further that the request did not meet the criteria as set forth in the business policy. The element of a gap still exists - \$18,000 leaves gap of \$50,000. Motion carried unanimously.***

C. Chanthakhammy and Bill Molitor returned to the meeting.

President Salzl reported that we would like to help C, but this does not meet the criteria the EDA has previously determined.

Heidi Peper pointed C. to the Small Business Center for information on tips to make this bank qualified.

Heidi Peper added there is limited financial help the city could offer by tax abatement which is \$900 per year and would only get \$18,000.

**TREASURER'S REPORT** – Rena Weber reported the fund balances for September at:

\$252,274.08	Fund 209
<u>324,850.04</u>	Fund 304
\$574,124.12	

The reason it is up is due to tax settlement coming in.

***Motion by Member Becker, second by Member Karls, to approve the Treasurer's Report for September 2010 as presented. Motion carried unanimously.***

Heidi Peper asked the members if they would want to explore what to do with the excess funds. She will check with David Drown as approval was given.

***ADJOURNMENT – Motion by Member Becker, second by Member Willenbring, to adjourn the meeting at 7:12 p.m.***

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VERENA M. WEBER-CMC  
SECRETARY/TREASURER

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VERN SALZL  
PRESIDENT