



City Council Special Meeting Minutes

Madison Lake City Council

Monday, April 21, 2014

1) Call Meeting to Order

Mayor Reichel called the special meeting to order at 7:00 pm.

2) Roll Call

Members Present: Mayor Ken Reichel, John Howard, Carolyn Hiniker and Kent Hoehn.

Members Absent: Steve Bjerke

Staff Present: City Administrator Ari Klugman, Chris Larson I&S

Others Present: Jim Schull, Carma Hayes, Mike and Nancy Kluck, Sara Werner, Gary Griffin, Dale Griffin, Rome Reichel, Gary Reichel, Cherryl Reichel, Sue Houtsmr, Adam Schmalzbaur, Roger Reichel, Chuck and Liz Nase, Gene Haefner, George Rosburg, Michael Wheaton, Wheaton Drive; Mary Blusmer Dan Schull, Marsha Hary.

3) Approval of Agenda

A motion by Howard, seconded by **Hoehn**, to approve the agenda.

Roll Call: Ayes: Reichel, Howard, Hiniker, Hoehn

Nays: None

Motion carried.

4) Resolution 2014-31 Adopting the Proposed Annexation Assessments

City Administrator Klugman explained the subcommittee proposed two changes since the last meeting: to reduce the interest rate to 4.8% which adds \$6,000 annually to the City's commitment for the project and to pay for the regionalization costs for the residents.

Cherryl Reichel, 61610 Nutmeg road asked for clarification on the water and sewer access charges. City Administrator Klugman responded the regionalization costs are different fee from the water and sewer access charges. The water and sewer access charges were also reduced in the previously revised roll down to \$2,000.

Council Member Howard asked how much this would impact the individuals and how much it impacts the other residents in the City which are not part of the project.

City Administrator Klugman explained for those who were originally charged for regionalization they will see a \$2,100 reduction. In total, this amounts to approximately \$267,000 the City will be paying with the sanitary fund. We would not reimburse the sanitary fund for this reduction.

City Administrator Klugman said the City will continue to look for opportunities to lower costs or find alternative funding.

Michael Wheaton, 233 Pinehurst Drive, Mankato asked for clarification on the Clydette/Wheaton Assessment roll.

City Administrator Klugman explained there are two lines one for the developed and one for the undeveloped property.

Dan Schull, 310 Krason Drive asked what the contingency was set at and who would pay if the project ended over budget.

City Engineer Chris Larson said five percent (5.0%). City Administrator Klugman said the City would be responsible for overages or finding cost cutting methods.

Motion by Council Member Howard, seconded by Hiniker, to adopt Resolution 2014-31.

Roll Call: Ayes: Reichel, Howard, Hiniker, Hoehn

Nays: None

Motion carried.

5) Adjournment

A motion by Hiniker, seconded by Howard, to adjourn the meeting at 7:36 pm.

Roll Call: Ayes: Reichel, Howard, Hiniker, Hoehn

Nays: None

Motion carried.



Ken Reichel, Mayor

Attest:


Ari Klugman, City Administrator