

On Tuesday, May 10, 2016, at Stockton City Hall, Mayor Dave Johannes called to order the Stockton City Council meeting at 7:00 PM. Council members in attendance were Lisa Gibbs, Neil Hjelmeland, and Travis McElmury.

The Pledge of Allegiance was said.

Public Voice Forum: Clerk Winchester brought up the MN Watershed District will be holding a tour on June 23rd from the City of Stockton on flood mitigation. There will be three buses with about 100 people each, the City will play their flood pictures and discuss Native Grasses, and the Stockton, Rollingstone, MN City Watershed district will be on hand for their pond cleanouts and bank stabilization.

Neil Hjelmeland made a motion to accept the agenda, with a second from Lisa Gibbs. Motion passed.

Neil Hjelmeland made a motion to accept the financial report and pay the bills, motion seconded by Lisa Gibbs. Motion passed unanimously.

Lisa Gibbs made a motion to accept the April 12, 2016 minutes with a second from Travis McElmury. Motion passed.

OLD BUSINESS

Radium Violation: Bill Trygstad stopped in and the Dept. of Health will do an inspection of the well site and well house on May 26th at 9:30 AM, with Chad Larson. Mr. Trygstad also needs to do the environmental review yet.

Walking Path: Bollards ordered and delivered and still need to be installed. The fencing still needs to be decided on.

Sun Shade: The concrete was poured today, with installation next week.

Welcome Signs: MN DOT to meet on Wednesday to check over West site across from TDI as MHP site is private property and a traffic hazard at the curve for being on the opposite site. Biesanz stone quoted \$2,227 with 2 quotes coming from concrete pad companies.

ATV Ordinance: Discussed minors being passengers, helmets needed and speed limits. Speed limits will be as posted. Neil Hjelmeland made a motion to hold a public hearing on June 14th at 6:45 PM. Travis McElmury seconded the motion, motion passed unanimously.

Park Beautification: The quote came in at \$1600 to lay stone around the east side of the building, by the office fence, bathrooms, flags and sign. He could have it done by next month, and the color will be taupe.

Horses: The June 8, 1989 council meeting was approved for a permit for two horses for one year. Sandy Jacobs must ask for a CUP for the horses she has now.

Volleyball court: Potter needs to start the project, but the nets and posts have arrived.

NEW BUSINESS

2015 Audit: Brian Russell and Cindy Brown were present from Russell & Associates to discuss the 2015 Audit. GASB Statement No. 71 is new from last year, which is a Pension-Transition for contributions made subsequent to the measurement date. Financial highlights: Assets exceeded liabilities and leave us in a strong position. Operations spent \$63,000 more than revenues for the general funds but the sewer & water funds had a decrease of \$118,000 (due to depreciation). Our pensions are now a liability at \$80,187 and it changes our beginning net position. The General Fund has about 9 months of operating fund balance. Sewer funds have an income of \$6,348 profit, but without depreciation it's \$52,711 profit. The Water funds have a loss of \$49,350 but adding depreciation back in

as a profit of \$50,020, the MHP was not online all year, and this year should have a better outcome. Upon their findings our internal control system is deficient, but with any small business there will not be enough people to have adequate internal controls. They also had to do audit adjustments, but that is getting better with the QuickBooks program. They did not find any difficulties or uncorrected adjustments, and found no wrongdoing. Lisa Gibbs asked about the audit adjustments, Mr. Russell stated that any city/town will have adjustments, and with our new computerized accounting system, it is getting better. Dave Johannes made a motion to accept the 2015 audit, with Travis McElmury seconding the motion. Motion passed unanimously.

New Corner lot: and Garage Quote: Discussion of a new maintenance garage. Jeff Morey has a corner lot for sale at 8310 W. Main Street at a cost of \$64,900. A new garage addition has been quoted out, which would be attached to the Maintenance garage now, for a cost of \$40,000 for a 50' x 30' with a concrete pad and insulation. Buying the property would buy the City time to raise the funds for a new garage on the corner lot, though it already has a 32' x 32' x 10' garage on this property. Council discussed pros and cons of both sites. Council would like a committee put together to begin exploring the new maintenance garage.

Liquor License: Stockton Valley Saloon has Off Sale and Sunday Sale and KC Pumphouse has Sunday Sale, "off Sale" and 3.2 Sale up for renewal. Travis McElmury made a motion to accept the liquor license with Lisa Gibbs seconding the motion. Motion passed.

Election Filing: Election filing will be August 2 – 16th, with 2 council member spots for 4-year term and Mayor at 2-year term. Primary elections will be Tuesday, August 9th and General Election will be Tuesday, November 8th.

Furnaces: Bob's Home Heating serviced the four furnaces and found three units with defaulting secondary heat exchangers. The price to repair all three is \$2,730.06. Council discussed having one main furnace, or can the City combine two furnaces? Clerk Winchester will need to get three quotes from different HVAC companies.

CITY MAINTENANCE

Chip Sealing: Bargaen quoted \$6,944 for the 25% left of the town to crack seal. Also \$31,484.95 for chip sealing about 17, 738 square yards. Fog seal for cost of \$38,724.06, for 65,634 square yards. Council would like to wait for the second quote from Farrer.

Street Sweeping: Council would like this to be done now.

BUILDING PERMITS

Variance Request: Rick Przytarski was in attendance to ask for a variance for a new garage at his home. The variance would be for a 2-foot side lot line for a 30' x 42' garage by his steep hillside. The neighbor is Mark Potter, and he has agreed to the variance. Lisa Gibbs made a motion to hold a public Hearing on June 14th at 6:30, motion seconded by Neil Hjelmeland. Motion passed.

Travis McElmury made a motion to close the Stockton City Council meeting, motion seconded by Neil Hjelmeland. Motion passed, meeting adjourned at 8:46 PM.