Regular City Council Meeting Mountain Lake City Hall – 930 Third Avenue Thursday, June 20, 2024

5:45 p.m. – Regular Meeting

AGENDA

- 1. Meeting Called to Order *Additional information on agenda item is attached or at City Hall
- 2. Approval of Agenda and Consent Agenda
 - a. Bills: Checks #28396 28435, 1087E 1096E (1-7)
 - b. Payroll: Checks #68118 68151
 - c. Approve May 13 Lake Commission Minutes (8-9)
 - d. Approve May 14 Library Board Minutes, Expenditures, and Library Report (10-13)
 - e. Approve May 20 EDA Board Minutes (14-15)
 - f. Approve May 23 Utilities Commission Minutes (16-17)
 - g. Approve June 3 City Council Minutes (18-19)
 - h. Approve May Street Department Report Daron Friesen, Street Superintendent (20)
- 3. Public A total of ten (10) minutes is allotted for individuals to briefly discuss a topic of concern or provide comments to the Council.
- 4. 2023 City Audit Sara Oberloh, Oberloh & Oberloh, Ltd.
 - a. Review 2023 Audit & Financials (at meeting)
 - b. Discussion/Action Approve 2023 Audit
- City Attorney
 - a. Discussion/Action Greenhouse Update
- City Administrator
 - a. Discussion/Action Assessment Policy (21-39)
 - b. Discussion/Action Street Project Priorities (40)
 - c. Discussion/Action Mountain Lake Alliance Church Request (41-42)
 - d. Discussion/Action Employee Recognition Policy (43-45)
- 7. Roundtable
 - a. Discussion/Action Commissions/Boards Update
- 8. Adjourn

Lake Commission Meeting

Monday, May 13, 2024, 6:30 p.m.

Members Present: Dave Bucklin, Randy Loewen, Stan Bennett, Janell Bargen, John Beyer, Chad Klassen, Jean Haberman

Guests Present: Michael Mueller, Vern Peterson, Rachel Yoder, Luke Ewald

Chair Bucklin called the meeting to order at 6:30 p.m. M/S/P Bargen/Loewen to approve the agenda and minutes of the April 7, 2024 meeting.

Welcome to the new Lake Commission member, Chad Klassen.

Treasurer's Report (5/7/2024)

Weed Harvester Income/Expense:

Beginning Balance:	\$20,498.32
Weed harvester insurance	<u>(729.96)</u>
Ending Balance:	\$19,768.36

Trail Income/Expense:

Beginning Balance:	\$6,137.16	
Aluminum Can Recycling 1460 lbs @.45	\$657.00	
Interest Earnings (March 2024)	93.07	
North Trail Easement Sketch/Description	(3,907.50)	
Trail/Bench Insurance	(1,103.00)	
Ending Balance:	\$1,876.73	

M/S/P Bargen/Beyer to approve the Treasurer's Report.

Lake Projects:

Boat Motor - Randy has done some research on boat motors and has determined that a Mercury motor would be the best one for our needs. Currently they cost around \$4,000. It was decided to wait to purchase a motor until prices go down.

Fishing Pier - M/S/P Bucklin/Haberman to hire Hoek Outdoors to move the fishing pier.

Harvester - Randy will contact Nickel Construction to put the harvester in the lake.

Trail:

- There are two holes that need filling. Jean will contact Daron about filling them.
- Dave talked to Brian Nyber, Area Wildlife Supervisor, about mowing up to the bench on the north side of the lake. Brian gave permission to mow one width of the mower up to and around the bench.
- Janell reported that there is poison ivy by the trail running by the cemetery. She and her grandchildren picked up the garbage along the trail.
- John talked about spraying the willows growing through the trail.
- The invasive wild parsnip was discussed. The only way to control it is to keep mowing it or chopping it down before it goes to seed.
- Rain garden sign needs to be put back up.
- The #1 trail marker is missing. Dave will talk to Michael Watkins to see if he would make a new marker.
- Jay Shied reported that there is poison ivy growing on the Second Island. It was decided that the DNR should be contacted to control it.
- A notice should go out to the public about not mowing grass clippings into the street, because all those clippings eventually end up in the lake causing more nutrient problems.

Beach:

- Janell will till the beach to remove the weeds.
- The beach has slowly grown in and some of the reeds need to be removed to get it back to the 50' width that is permitted.

Luke Ewald was present to discuss the Mountain Lake Active Living Plan and the proposed trails. After much discussion it was decided that the number one priority is to connect the trail by constructing a trail along Golf Course Road.

The second choice would be a trail from the old Casey's to the Industrial Park and continuing along Cottonwood Road.

Luke will contact Nick Klisch, the County Engineer, to come up with a projected route.

Respectfully submitted, Jean Haberman, Secretary/Treasurer

MOUNTAIN LAKE PUBLIC LIBRARY BOARD MINUTES May 14th, 2024

Members Present: Rick H., Carol L., Rochelle M., Rachel S., Rachel B.

Members Absent:

Staff Present: Daniel Mick

Others Present: Andy Ysker, Michael Mueller

Others Absent:

The meeting was called to order at 4:34 PM by Library Chairperson Rachel S.

Reports: Rochelle M. / Rachel B. approved minutes for April 16th, 2024 meeting minutes.

Daniel M. presented the March Monthly reports indicating 3108 total circulation. The expenses for February was \$1813.56. M/S Rochelle M. / Carol L. to accept the April reports as given and to approve the April expenditures, Motion carried.

Unfinished Business: Daniel M. reported that the Mary Casanova, even though the basketball team went to state, the program still have a decent amount of children and the perfect amount of conduct the puppet story time that Mary Casanova had with her. Sadly the day of the eclipse was cloudy and few were able to see the eclipse but some did and reported an amazing sight. Daniel M. also reported the Memorial Bench Project meeting did not have any attendance besides board members. But it did give us time to answer any questions of the board and look a little deeper into the project.

In New Business: Daniel M. shared a story of a patron requesting the use of the program room for a firearm safety class. It was unanimous that firearms should not be in the library at least during open hours. Learning of the state of Minnesota working to add libraries to the "no Fire Arms Allowed" list. At this time the board believed it was best to let it be for now and watch to see how the legislation resolves. This recent question about such a program brought up the program room rental policies, finding no set current amount Daniel M. reached out with a few options he had found looking into other libraries.

Director Check In: Daniel M. has reported the library is working hard to prepare for Summer Reading Program. He presented a rough draft of the schedule and over all Summer Program Award system. It was received will by the board and we are excited how this Summer Reading Program will go. **Materials Suggested:** NONE

The meeting was adjourned at 5:05 PM

Respectfully submitted,

Daniel Mick

Expenditure	MAY LIBRARY EXPENDITU	Budget#	Total
A&B Buisness	Monthly Bill	200	\$201.94
Amazon	Hole Punch-9297068	200	\$19.99
Amazon	Glue-1444242	200	\$13.17
Amazon	Kraftpaper-3813822	200	\$9.99
MN Energy	Gas	383	\$34.94
Indoff	Cleaning Products	400	\$40.05
Elite Mechanical	Maintance & Quote	404	\$187.50
Car and Share	Employee Treats & Materials	430	\$26.38
Mt. Lake Floral	Office Greenery	430	\$47.56
Modern Marketing	Tote Bags	434	\$557.07
Country Pride	Bike Materials	434	\$44.95
Amazon	Slime Activator-0157852	434	\$13.58
Fun Express	(S)Pow Wow Prizes	434	\$150.08
Zazzle	SRP Staff Shirts	434	\$91.09
Amazon	(S)SRP Drawing Prizes-4316230	434	\$366.60
Amazon	(S)SRP Drawing Prizes-2417803	434	\$19.99
Amazon	Tiles-7038627	434	\$53.99
Amazon	Pow Wow Darts -9502626	434	\$5.99
Ingram	April & May Bill	590	\$1,449.32
Amazon	Books-2092227	590	\$25.98
Amazon	Books-2616256	590	\$104.70
Amazon	Books-6914614	590	\$15.25
Amazon	Book-5945010	590	\$10.90
Amazon	Books-8500250	590	\$196.61
Amazon	Books-3863426	590	\$27.13
Consumer Report	Renewal	591	\$29.00
Amazon	DVDs-2308215	592	\$39.91
Amazon	DVDs-0002664	592	\$19.96
Amazon	DVDs-9892249	592	\$40.94
Amazon	DVDs-4474654	592	\$14.95
Amazon	DVD-9604253	592	\$34.88
Amazon	DVD-8696232	592	\$12.99
		Sub-Total:	\$3,907.38

T) 1:4	Description		Total
Expenditure	Description		Total
		Sub-Total:	\$0.00
		Final Total:	#REF!
	LIBRARY REVENU	Œ	
Revenue	Description	Budget#	Total
Fine	Monthly Fine Total	35000	\$31.00
Income	Misc Revenue	36200	\$292.10
		Total:	\$323.10

Mountain Lake Public Library May 2024

ILLN(MNLink) ILLN(MNLink) Interlibrary Loan Received 170

REVENUE	ш
Cash Income	₩
County Revenue	₽
Donations (Monetary)	·
Fines	\$ 31.00
Misc. Revenue	\$ 292.10
Meeting Room Rental	\$
Sale of supplies	С
TOTAL REVENUE	
EXPENDITURES	RES
Books	\$ 1,829.89
Periodicals	\$ 29.00
Audio/Visual	\$ 163.63
Gas Utilities	\$ 34.94
Janitorial Supplies	\$ 40.05
Office Supplies	\$ 245.09
Library Supplies	\$
Postage	•
Project Expense	\$ 1,303.34
Repairs & Maintenance Building	\$ 187.50
Repairs & Maint-Materials	4
Tech/Automation Expense	49
Telephone	49
Training & Instruction	S
MISC.	\$ 73.94
PCLS Delivery	S
TOTAL EXPENDITURES	\$ 3,907.38

Economic Development Authority Monday, May 20, 2024 Mt. Lake City Hall Council Chambers

PRESENT: Phil Skow, Steve Syverson, Mike Nelson, Jerry Haberman, Vern Peterson, and Clara

Johnson, Advisors.

ABSENT: Darla Kruser and Eileen Augustin STAFF: Rod Hamilton and Tabitha Garloff

GUESTS: Kim Friesen, MLC Dean of Students, Rachel Sefcik, MLC Daycare Director, and Justin

Bartz, Head of Remodel

1. CALL TO ORDER: Vice-Chair Syverson called the meeting to order at 12:01 p.m.

2. Motion to Approve Consent Agenda

Consent Agenda:

a. Approval of April 15th, 2024, Meeting Minutes.

b. Approval of Financial Reports and Bills. Motion made by Mike to add Mountain Lake Christian School Presentation to the agenda. Seconded by Phil. Motion carried. Motion made by Phil to approve the consent agenda as presented. Seconded by Mike. Motion carried.

- 2. Mountain Lake Christian Daycare and Learning Center. Kim gave a detailed update on the process of remodeling the building. She stated they are using local vendors when possible and that volunteers have donated time to do cleaning, painting, and other necessary updates. Grants and donations have been used to fund the project. Rachel has been hired as the director of the center and is in the process of doing some additional training. Kim stated they are seeking high quality staffing and are anticipating 40 children with a max capacity of 65 children. August 1st, 2024, is the target open date.
- 3. Southwest Minnesota Housing Partnership. The application for the housing grant was submitted. Grant award notification is accepted in August.
- 5. Krienke Foods International, Inc. May lease payment was made, and property taxes are paid current.
- 6. Hotel Update/Discussion. Hotel Update/Discussion. Rod attended a meeting between the hotel developer and a local bank, as a representative from the EDA, to present everything that has been approved by the county, city and EDA supporting the hotel project. The bank is reviewing the submitted paperwork from the current developer. Rod stated the EDA has completed their areas of responsibility as outlined by the developer for this project and is currently waiting for the developer to carry out their responsibilities. Inflation and interest rates are challenging. Rod is also exploring every option available to complete this project developers, banks, hotel franchisees.
- 7. Herrig & Hiebert Update. Concrete will be poured at the end of May early June and the building will be constructed in June.

- 8. SK Pho Update. Rod and Tabitha assisted Som with the licensing process. SK Pho passed the inspection, and the license was approved. Som is planning to open in June.
- 9. EDA loan structure includes interest rates, closing legal cost, and filing fees and dollar limits. Discussion continued from the April meeting. Motion made by Phil to approve collecting all closing/legal cost from the loan applicant. Seconded by Mike. Motion carried.
- 10. Commercial Park. Rod discussed more information on the Summit Locations billboard request. Summit Locations has expressed interest in a billboard located on EDA property. The signage would not contain gambling/sexually explicit/smoking advertising. It could be political advertising. Summit pays an estimated \$3.000 per year and up to \$10,000 for digital signs. Discussion continued. The EDA board would not like to participate at this time. The suggestion was made to check with Heritage Village as they have property that is more suitable.
- 11. Business Leads. The EDA staff continuously looking, contacting, and communicating with potential new businesses.
- 12. Open Board Position Recommendations. Approve resignation of Mitch Schroeder effective 4-15-2024. Motion made to accept Mitch's resignation. Seconded by Jerry. Motion carried. Discussion continued about potential new board candidates. Mike Nelson will contact some of the suggested people.

13. GENERAL DISCUSSION:

- a. Next Regular Board Meeting is June 10th, 2024
- b. Other Business.
- 14. ADJOURN. Vice-chair Syverson adjourned the meeting at 1:01 p.m.

Mountain Lake Utilities Commission Meeting Mountain Lake City Hall Thursday, May 23, 2024 7 AM

Members Present: Todd Johnson; Mark Langland; David Savage; Sue Garloff; City Council

Liaison Dean Janzen

Members Absent: Brian Janzen

Staff Present: Michael Mueller, City Administrator; Jill Falk; Utilities Office Manager;

Dave Watkins; Electric Superintendent; Lane Anderson; Lineman; Steve Peters; Lineman; Taylor Nesmoe; Water/Wastewater Superintendent;

Scott Pankratz; Water/Wastewater

Others Present: Students from Mt Lake Public School Civics Class

Call to Order

The meeting was called to order at 7 AM.

Approval of Minutes and Bills

Motion by Johnson seconded by Garloff to approve the May 9th Minutes and Check Numbers 23427-23453 (554-556E). Motion carried.

Electric Department

The underground project is moving forward. Watkins is hoping to connect to the underground soon and then begin removing the overhead lines. There was a meeting with Barr Engineering earlier this week to discuss the design of the power plant. At this time, the design plan is about 90% completed, and bids should begin in the Fall.

Water/Wastewater Department

With the constant storms and heat, mowing has been a primary concern. The idea was discussed to hire summer help to stay on top of the mowing. State statute states that the legal age is sixteen to operate a lawn mower, however, the city has always required a minimum hiring age of eighteen. Garloff wanted to know if any quotes have been received for the trailer to haul the mowers. Nesmoe stated he does not have any quotes yet, but predicted the amount would be between \$3000-\$5000. An aluminum trailer would cost less; however, it would not be as sturdy. A steel trailer may also be heavy enough to haul the small tractor around as well. Nesmoe mentioned that the water at the campground and Lawcon Park is turned on for the season. Also, the Water Plant is on Bargen's waiting list for the roof repairs.

City Administrator

Mueller mentioned that he has been applying for grants to assist with funds for some of the current projects. He mentioned that he is going to stop applying for Federal grants as we are not getting approved and are being discouraged from reapplying. He is having better luck with state

or local grants. Mueller is working on applying for a local grant to Fight Climate Control. This grant would help with funds to purchase climate control heat pumps for the City Hall as well as replacing the bearing on the wind tower. Another local grant, MNDOT Carbon Free Grant, is available to assist with Electronic Charging Stations. He advised that when bonding for the Power Plant, it would be smart to include funds for street projects to replace water and sewer infrastructure.

Adjourn

The meeting was adjourned at 7:15 a.m. ATTEST:

Jill Falk, Utilities Office Manager

City of Mountain Lake Regular City Council Meeting Mountain Lake City Hall – 930 Third Ave Monday, June 3, 2024 5:45 p.m.

Members Present:

Andrew Ysker, Darla Kruser, Dean Janzen, Bryan Bargen, Mike Nelson

Members Absent:

None

City Staff Present:

Michael Mueller City Administrator; Maryellen Suhrhoff City Attorney;

Doug Bristol Police Chief; Louis Norell Assistant Police Chief

Others Present:

Doug Regehr, Tim Coners

Call to Order

The meeting was called to order by Mayor Nelson at 5:45 p.m.

Approval of Agenda & Consent Agenda

Motion by Janzen, seconded by Bargen to approve the agenda and consent agenda as presented. Motion carried 5-0.

Bills: Checks #28347 - 28395, 1083E - 1086E

Payroll: Checks #68100 - 68116

Approve May 9 Utilities Commission Minutes

Approve May 20 City Council Minutes

Public

No comment

Fire Department

Motion by Kruser, seconded by Bargen to approve the increase in Fire Department Wages. Motion carried 5-0.

Fire Department Wages Shown Below, Effective 1/1/2024

\$20 per meeting/practice

\$20 per responding to call

\$40 per call that covers the first two hours, after two hours \$20 an hour

Police Department

Motion by Janzen, seconded by Kruser to hire Jordan Ellis, Police Officer, Step 10, pending him passing his background, psychological, and medical. Motion carried 5-0.

City Attorney

An update was given to the council regarding civil processes on various properties, public nuisances, current processes, court procedures, agreements, and plans.

The meeting was closed due to pending litigation.

City Administrator

Discussion/Action - Resolution #8-24 Unpaid Utility Charges

Discussion/Action - Resolution #9-24 Tax Forfeited Property

Discussion/Action - Assessment Policy

Discussion/Action - Street Project Priorities

Motion by Bargen, seconded by Janzen to approve Resolution #8-24 Unpaid Utility Charges. Motion carried 5-0.

Motion by Kruser, seconded by Ysker to approve Resolution #9-24 Tax Forfeited Property. Motion carried 5-0.

The last approved assessment policy by the City Council was in 2001. Comparable cities assessment policies were reviewed. The City Administrator will bring back to the City Council an updated assessment policy.

Discussion continued from the previous meetings on city street projects. The item was tabled for future discussion until the assessment policy is updated.

Roundtable

An update was given to the council regarding board and commission meetings.

Adjourn

The meeting was adjourned at 6:48 p.m.

ATTEST:

	MAY STREET DEPT - REPORT
ی	WORK ON SHECTER HOUSE, RESTORATION BID BARBONING, CO-OP
	Branch Cleanup all City Properts
	Sweep STREETS
	- COD Patch Pot Holes
	OPEN Storm Sewers
	- DIL @ Close 5 Graves, Pack, seen
	- Flowers 320 Ave
	- Dirt Work, Sees, Clean up hisway handscape
	- Flags 320 Ave
	- Repair Storm Sewer 4th AVE GOLF Course Rd
	- Spray 24A Down Town City Properts
	· Spray Romo up
	STORM DAMAGE TREE CLEANUP Parks STREETS
	- Blade Gravel Rds Prep Dust Control
į	- New Door Food shelf
,	Mow WEED WHIP all Coty Properts
	Replace 4 Breakers 1 Dutlet Campbround
	- Strangton Flugs, Remove Broken BANNERS
	- Mow 5 Propertys Out of Compliance
	· Maintain TrEE DUMP BURN SOLE
	- Stot Cemetary STONES For Mornsmit Companys
•	· Clean up Servios AT OID Telephone CO 3APAve @ 11"STN
	Wash EQ Mower Maint
	- Fix Toilets City Batt Rms, New Flooring Poly
	- Haul Cars to MANKATO / hake Commission
	- ADD Bricks, Memory Park
	BRING PICNIC Table to Community GARDEN 2ND AVE



CITY OF MOUNTAIN LAKE SPECIAL ASSESSMENT POLICY

Table of Contents

I.	INTRODUCTION	1
II.	IMPROVEMENTS AND MAINTENANCE COSTS ELIGIBLE FOR SPECIAL ASSESSMENT	2
III.	GENERAL DEFINITIONS	3
IV.	DISTRIBUTION OF ASSESSMENTS	4
V.	PAYMENT OF ASSESSMENT	
VI.	WASTEWATER SYSTEM	
VII.	WATER SYSTEM	7
VIII.	STORM SEWER	8
IX.	STREETS	
Χ.	STREET LIGHTING	10
XI.	SIDEWALKS AND TRAILS	11
XII.	HOOK UP FEES	11
XIII.	REDUCTIONS IN ASSESSMENT	12
XIV.	APPORTIONMENT OF ASSESSMENTS UPON LAND LATER SUBDIVIDED	12
XV.	SUPPLEMENTAL ASSESSMENT AND REASSESSMENT	12
XVI.	SPECIAL ASSESSMENT FOR CURRENT SERVICES	13
	DEFERRED ASSESSMENTS	
YV/III	LOCAL IMPROVEMENT PROCESS	15

I. INTRODUCTION

The purpose of this policy is to establish a fair and equitable manner of assessing the special benefit associated with public improvements. The procedures used by the City for levying special assessments are those specified by Minnesota Statutes, Chapter 429 which provides that all or a part of the cost of improvements may be assessed against benefiting properties.

Three basic criteria must be satisfied before a particular parcel can be assessed. The criteria are as follows:

- 1. The land must have received special benefit from the improvement.
- 2. The amount of the assessment must not exceed the special benefit.
- 3. The assessment must be uniform in relation to the same class of property within the assessment area.

It is important to recognize that the actual cost of extending an improvement past a particular parcel is not the controlling factor in determining the amount to be assessed. However, in most cases the method for assigning the value of the benefit received by the improvement, and therefore the amount to be assessed, shall be the cost of providing the improvement.

This shall be true provided the cost does not demonstrably exceed the increase in the market value of the property being assessed. The entire project shall be considered as a whole for the purpose of calculating and computing an assessment rate.

The assessment policy is intended to serve as a guide for a systematic assessment process in the City. There may be exceptions to the policy or unique circumstances or situations which may require special consideration and discretion by city staff and the City Council.

II. IMPROVEMENTS AND MAINTENANCE COSTS ELIGIBLE FOR SPECIAL ASSESSMENT

The following public improvements and related acquisition, construction, extension, and maintenance of such improvements authorized by Minnesota Statutes, Sections 429.021 and 459.14, subd. 7, are eligible for special assessment within the City:

- 1. Streets, sidewalks, pavement, curbs and gutters, including the beautification thereof.
- 2. Parking lots.
- 3. Water works systems and appurtenances, within and without the corporate limits.
- 4. Sanitary sewer and storm sewer systems including appurtenances, within and without the corporate limits.
- 5. Street boulevard trees.
- 6. Street lights, street lighting systems and special lighting systems.
- 7. Steam heating mains.
- 8. Parks, playgrounds, and recreational facilities, including the purchase of equipment, within or without the corporate limits.
- 9. Abatement of nuisances; including but not limited to, draining and filling swamps, marshes, and ponds on public and private property.
- 10. Dikes and other flood control works.
- 11. Retaining walls and area walls.
- 12. A pedestrian skyway system upon a petition pursuant to section 429.031, subdivision
- 13. Underground pedestrian concourses.
- 14. Public malls, plazas or courtyards.
- 15. District heating systems.
- 16. Fire protection systems in existing buildings upon a petition pursuant to section 429.031, subdivision 3.
- 17. Highway sound barriers.
- 18. Electric distribution facilities.

The City of Mountain Lake also retains authority to recover, through special assessment, certain other costs and expenses, some being associated with ordinance violations. These include, but are not limited to, the following:

- 1. Snow, ice, or rubbish removal from sidewalks.
- 2. Weed elimination from streets or private property.
- 3. Removal or elimination of public health or safety hazards from private property excluding any structure included under the provisions of Minnesota Statutes, sections 463.15 to 463.26.
- 4. Installation or repair of water and sewer service lines.
- 5. The trimming and care of trees and the removal of unsound trees from any street.
- 6. The treatment and removal of insect infested or diseased trees on private property.
- 7. The repair of sidewalks and alleys.
- 8. Sump pump provision or rectification.
- 9. Celiain delinquent utility bills.
- 10. Any other cost or expenses as allowed by State Statute.

III. GENERAL DEFINITIONS

1. Initiation of Improvements:

Improvements may be initiated either by the City Council or by petition of not less than 35% of the affected properties.

2. Project Cost:

The project cost shall be deemed to include all construction costs required to accomplish the improvement, plus expenses incurred or to be incurred in making the improvement, including engineering, legal, administrative, financing, right-of-way, and other contingent costs.

3. Assessable Cost:

The assessable cost of an improvement shall be defined as those costs which, in the opinion of the City Council, are attributable to the need for service in the areas served by the improvement and are not in excess of the special benefit conveyed to the property by the improvements.

4. City Costs:

The City cost is defined as the portion of the project cost that, in the opinion of the City Council, exceeds the assessable cost and will be paid by the City using funds other than special assessments.

5. City Property:

City owned property, including building sites, parks, and playgrounds, but not public streets and alleys shall be regarded assessable on the same basis as if such property was privately owned.

6. Distribution of Assessments:

The assessable costs of the improvement shall be distributed among the affected property owners according to one of the procedures outlined in the following section - DISTRIBUTION OF ASSESSMENTS.

7. Application of Policy:

In the event the literal application of the provisions outlined herein would result in an inequitable distribution of special assessments or would result in a special assessment amount that exceeds the benefit (increase to market value) to the properties as a result of the improvements, the City council reserves the right to adjust the individual assessments so as to achieve a more equitable distribution or to reduce or cap the special assessments as a whole to reduce the assessment to an amount equal to or less than the benefit (increase to market value). Such adjustment may be based on current or anticipated land use.

8. Time of Assessments:

Levying of assessments generally occurs in the current year of construction. In some cases where construction extends into two calendar years, the levying of assessments may be delayed until the following year.

9. Assessment Rate:

The assessable cost for each type of improvement divided by the assessable unit for each type of improvement (adjusted front footage, area, or unit/lot).

IV. DISTRIBUTION OF ASSESSMENTS

Several methods exist for assessing property benefited by local improvement projects. It is the policy of the City to use the method that most equitably distributes the project costs as determined by the City Council. A description of the common methods generally used by the City appears in this section. Other methods may be used if they are determined to be more equitable. How these methods will be used in relation to specific types of improvements will be described in later sections. The City may choose to use more than one of these methods for assessment on the same project.

1. Front Foot Method:

Improvement costs are commonly distributed according to the "adjusted front footage" of a parcel or lot. In this method, the City determines a rate of assessment per front foot. This rate applies to each parcel as follows:

Assessment = Assessment rate multiplied by the Parcel's adjusted front footage

The City will choose from among the following methods to calculate adjusted front footage based on which method best reflects the benefit it received from the improvement. In every case, measurements are based upon actual lot line measurements as shown on recorded platting data. In the absence of recorded plat data for a lot, County tax parcel data may be used.

- a) Rectangular Interior Lots: For rectangular interior lots, the footage equals the dimension of the side of the lots abutting the improvement.
- b) Cul-de-sac Lots: For cul-de-sac lots, the larger of the following shall apply:
 - 1) Footage equals the lot width at the building setback line; or,
 - 2) Footage equals the average of the front and rear lot lines.
- c) Curved Frontage: For other lots with curved frontage, the larger of the following shall apply:
 - 1) Frontage equals lot width at the building setback line; or
 - 2) Frontage equals lot width at the front lot line.
- d) Irregular Shaped Lots: For lots with irregular shapes frontage equals the average width of the lot, or a calculation determined by the City Council to be equitable.
- e) Corner or Through Lots: When improvements are made to a corner or through lot, including parcels abutting three streets, adjusted frontage will be determined by one of the following methods:
 - 1) 100% of lineal footage, if the side of the lot abutting the improvement is the short side of the lot
 - 2) 50% of the lineal footage if the side of the lot abutting the improvement is the long side of the lot
 - 3) 0% of rear yard lineal footage, unless there is an access from a street being improved with the project, in which case a 50% of rear yard lineal footage shall apply

2. Area Method:

Assessments may be distributed according to the gross area of the benefited lot or parcel. In this method, the City determines the rate of assessment per number of acres or the number of square feet. The rate applies to each parcel as follows:

Assessment = Assessment rate multiplied by the Parcel's area

Where appropriate, a reduction to the assessable area will be made for right-of-way:

3. Unit/Lot Method:

When the City Council determines that the assessable cost for items such as sewer or water laterals would be more equitably distributed on a unit basis, all lots in the area to be included will be assessed equally.

Assessment = Assessment rate multiplied by the number of Units or Lots

V. PAYMENT OF ASSESSMENT

Unless otherwise authorized by the City Council the following shall apply:

1. Pre- Payment:

After the adoption by the City Council of the assessment roll, the owner of any property specially assessed in the preceding, may pay to the City Treasurer all or any portion of the assessment. The full or partial pre-payment of the assessment shall be made within the timeframes specified in the assessment resolution adopted by the City Council and in the assessment notices. The remaining unpaid balance shall be spread over the period of time established by the Council for installment payment of the assessment. No interest shall be charged on the paid portion of the assessment.

2. Interest:

The City of Mountain Lake will charge interest on Special Assessments at a rate specified by resolution. If bonds were sold to finance the improvement project, the interest rate shall be two percent (2%) greater than the average coupon interest rate of the bonds, rounded to the nearest quarter of a percent. If no bonds were sold, the interest rate shall be set at the rate as determined by the City Council.

3. Length of Assessment:

Unless otherwise authorized by the City Council, assessment payments will be extended over a period of 15 years, unless a lesser term is requested by the property owner. Unless otherwise approved by the City Council, the length of the assessment will not exceed the term of the bond financing the improvement.

VI. WASTEWATER SYSTEM

Portions of the wastewater system provide for the collection of wastewater from individual parcels while other portions of the system provide collection, pumping and treatment for the entire system. In wastewater system assessments, the City Council will try to strike a balance between individual and system-wide benefits.

The wastewater system is divided into two types of improvements: primary and secondary. Primary improvements include major trunk sanitary sewers and the main lift stations including associated forcemains and other facilities. The secondary improvements include sanitary sewers systems and service lines that collect the wastewater from individual parcels or neighborhoods, and in some cases, neighborhood lift stations.

Primary Wastewater System Improvements:

Unless the City Council determines there is a direct benefit to individual parcels, the costs for improvements to the primary wastewater system as defined above will be paid for by the City through user fees.

Secondary Wastewater System Improvements:

1. Sanitary Sewer Systems:

Sanitary sewer systems are defined as sanitary sewer pipes, manholes and associated improvements necessary to collect wastewater from individual properties or neighborhoods for transporting to a treatment facility.

- a) The cost for installation of sanitary sewers to serve new developments is 100% assessable to the benefited properties.
- b) The cost of replacement, upgrading and/or rehabilitation of sanitary sewer systems is 40% assessable to the benefited properties.
- c) If the sanitary sewer is not constructed in conjunction with street reconstruction, the cost of any required restoration of the street, curb and gutter, sidewalk, sodded areas and other restoration items will be included in the assessable cost.
- d) When system oversizing is needed to accommodate growth, a greater share of the system cost may be borne by the City. When a system oversizing is needed due to the nature of an individual property, a greater share of the system cost may be borne by the individual property owner.

2. Sanitary Sewer Service Lines:

Sanitary sewer service lines are defined as the sewer system components that allow connection of individual properties to the wastewater system and include pipe extending from the sanitary sewer to the property line and associated fittings.

- a) The cost of a sanitary sewer services in new developments is 100% assessable to the benefited property.
- b) The cost of replacement/upgrading of sanitary sewer service lines as part of a City project is 100% assessable to the benefited property.
- c) If the sanitary sewer service is not constructed in conjunction with street reconstruction, the cost of any required restoration of the street, curb and gutter, sidewalk, sodded areas and other restoration items will be included in the assessable cost.
- d) Maintenance of service lines is the responsibility of the property owner. The cost of repair, maintenance or replacement of service lines shall be assessed to the property owner. The replacement/upgrading of sanitary sewer service that is not part of a larger City project shall be considered maintenance.

3. Lift Stations:

Wastewater lift stations are defined as facilities designed to move wastewater from lower to higher elevation, particularly where the elevation of the source is not sufficient for gravity flow and/or when the use of gravity conveyance will result in excessive excavation depths and high sewer construction costs.

- a) The cost for installation of lift stations to serve new development areas is 100% assessable to the benefited properties.
- b) Unless the City Council determines there is a direct benefit to individual parcels, the costs for replacement, upgrading and/or rehabilitation of existing lift stations will be paid for by the City through user fees.

4. Assessments:

Unless otherwise specified by the City Council:

- a) Assessable costs for sanitary sewer systems will be distributed to benefited property on a unit basis.
- b) Assessable costs for sanitary sewer services will be distributed to benefited property on a unit basis.
- c) Assessments for lift stations, if the City Council determines there is direct benefit to individual parcels, will be distributed to benefited property on a unit basis.
- d) Assessments will be levied at the same time against all benefited property in the area, even if some parcels do not connect to the system at the time of assessment.

VII. WATER SYSTEM

It is recognized that water distribution improvements benefit both the individual property and the entire water system. The improvements bring water service to individual parcels while also improving flow and pressure conditions at other locations. In distribution assessments, the City Council will try to strike a balance between individual and system-wide benefits.

Water systems improvements are divided into two types: primary and secondary. Primary improvements are those improvements attributable to water supply, treatment and storage, including wells, water towers, ground storage reservoirs, treatment facilities, etc. Secondary improvements are those improvements which are attributable to the distribution of water to the individual properties, including watermains, hydrants, valves, service lines, etc.

Primary Water System Improvements:

Unless the City Council determines there is a direct benefit to individual parcels, the costs for improvements to the primary water system as defined above will be paid for by the City through user fees.

Secondary Water System Improvements:

- 1. Watermain Systems:
 - a) The cost for the installation of secondary water system improvements serve new developments is 100% assessable to the benefited properties.
 - b) The cost of replacement/upgrading of secondary water system improvements is 40% assessable to the benefited properties.
 - c) If the watermain improvements are not constructed in conjunction with street reconstruction, the cost of any required restoration of the street, curb and gutter, sidewalk, sodded areas and other restoration items will be included in the assessable cost.
 - d) When system oversizing is needed to accommodate growth, a greater share of the system cost may be borne by the City. When a system oversizing is needed due to the nature of an individual property, a greater share of the system cost may be borne by the individual property owner.

2. Water Service Lines:

Water service lines are defined as the water system components that allow connection of individual properties to the water system and include water pipe extending from the watermain to the property line, valves, and associated fittings.

a) The cost of installation of a new services lines in new developments is 100% assessable to the benefited property.

- b) The cost of replacement/upgrading of water service lines as part of a City project is 100% assessable to the benefited property.
- c) If the water service is not constructed in conjunction with street reconstruction, the cost of any required restoration of the street, curb and gutter, sidewalk, sodded areas and other restoration items will be included in the assessable cost.
- d) Maintenance of service lines is the responsibility of the property owner. The cost of repair, maintenance or replacement of service lines shall be assessed to the property owner. The replacement/upgrading of water service that is not part of a larger City project shall be considered maintenance.

3. Assessments:

Unless otherwise specified by the City Council:

- a) Assessable costs for watermain improvements will be distributed to benefited property on a unit basis.
- b) Assessable costs for water service lines will be distributed to benefited property on a unit basis
- c) All assessments will be levied at the same time against all benefited property in the area, even if some parcels do not connect to the system at the time of assessment.

VIII. STORM SEWER

Storm sewer systems are defined as storm sewer pipes, drain tile, catch basins, manholes, open drainage ways, wet and dry basin areas designed to provide for the control and quality treatment of storm water and ground water over a particular area.

Storm sewers serving private parcels or lots or new developments are 100% assessable to those properties. Exceptions to this are as follows:

- When a system oversizing is needed to accommodate growth, a greater share of the system cost may be borne by the City.
- o When a system oversizing is needed due to the nature of an individual property, a greater share of the system cost may be borne by the individual property owner.

The City shall determine the area to be benefited by the storm sewer improvements.

Assessable costs for such improvements shall be distributed on an area or unit basis to benefited properties.

The City may adopt an ordinance creating a storm sewer improvement tax district, pursuant to the requirements of Minnesota Statues 444.16 - 444.21 as it may be amended from time to time. The purpose of such a district will be to provide for the financing of storm sewer improvements.

1. Assessments:

Unless otherwise specified by the City Council:

- a) The cost for storm sewer construction serving private parcels or new developments is 100% assessable to the benefited properties. Assessable costs for such improvements shall be distributed on an area or unit basis to benefited properties.
- b) The cost of upsized, new, or repaired storm sewer in previously developed areas is 40% assessable to the benefited parcel(s). Unless otherwise specified by the Council, the assessable costs for storm sewer shall be included with the street improvement costs and distributed among benefited properties on an adjusted frontage basis.

- c) If the storm sewer is not constructed in conjunction with street reconstruction, the cost of any required restoration of the street, curb and gutter, sidewalk, sodded areas and other restoration items will be included in the assessable cost.
- d) In the case where the Council determines additional capacity is necessary, 100% of the cost of such additional capacity shall be borne by the parcel(s) that require such additional capacity.
- e) Assessments will be levied at the same time against all benefited property in the area, even if some parcels are not currently developed.

IX. STREETS

1. Street Construction and Reconstruction:

Street construction and reconstruction is defined as all necessary removals, grading, base, subsurface drainage, hard surfacing (such as bituminous or concrete), storm sewer (when not assessed separately), curb and gutter, driveways, restoration, signage, striping, and other miscellaneous work necessary to construct streets in new developments or to reconstruct existing deteriorated streets.

- a) No street construction shall be approved for less than both sides of a street except as necessary to complete the improvement of a block which has previous partial completion.
- b) Typical street design standards are as follows:
 - 1) Residential areas in accordance with the standard residential street width and pavement section as determined by the City Administrator or his/her designee.
 - 2) Commercial and Industrial areas Street width, pavement section and other design details will be as determined by the City Administrator or his/her designee for the anticipated types or volumes of traffic.
- c) Whenever possible new street construction will occur only after all utilities and utility service lines have been installed to the edge of right of way to serve each known and assumed location.

2. Street Overlays:

An overlay is defined as the construction of a new layer of pavement (typically bituminous) applied over an existing deteriorated street or roadway surface. On streets with curb and gutter, edge milling is done adjacent to the curb and gutter to maintain the current surface elevations and then a pavement overlay is placed. Isolated pavement patching and replacement of deteriorated curb and gutter may also be included with a street overlay project.

3. Bituminous Seal Coating:

A bituminous seal coat is defined as the application of bituminous material on the roadway followed by a coating of fine aggregate. This treatment method extends the life of the pavement by to minimizing the infiltration of water through the surface, reducing surface oxidation, and restoring skid resistance/surface roughness of the pavement.

4. Crack Filling:

A crack fill repair consists of routing out the crack to create a reservoir that is filled with a hot bituminous sealant. This procedure also extends the pavement life by reducing the infiltration of moisture and debris through the pavement surface and into the subgrade.

5. Assessments:

Unless otherwise specified by the City Council:

- a) The cost for street construction serving new developments is 100% assessable to the benefited properties.
- b) The reconstruction/upgrading of existing streets shall be assessed as follows:
 - 1) 50% of the costs of reconstructing existing streets shall be assessed to the benefiting property owners.
 - 2) 50% of the costs for reconstructing existing concrete curb and gutter and driveway approaches shall be assessed to the benefiting property owners.
 - 3) Gravel streets: Upgrading of existing gravel street by adding pavement, curb and gutter is considered new construction, and all costs are assessed 50%.
 - 4) Unless the City Council determines there is a direct benefit to adjacent parcels, the costs of constructing overlays on existing streets as defined above will be performed as routine street maintenance and will not be assessed to adjacent properties.
 - 5) Unless the City Council determines there is a direct benefit to adjacent parcels, the costs of crack filling and seal coats will be performed as routine street maintenance and will not be assessed to adjacent properties.
 - 6) Assessable costs for street reconstruction in residential areas will be based on the standard residential street section as determined by the City Administrator or his/her designee. In cases where the City Administrator or his/her designee determines additional width or pavement section is necessary, the additional costs thereof may be borne by the City, at the discretion of the City Council.
 - 7) Assessable costs for street reconstruction in commercial and industrial areas will be based on a street width and a design pavement section as determined to be required by the City Administrator or his/her designee based on the type and volume of traffic
- c) Alleys maintained by the City shall be assessed the same as public streets.
- d) For the purposes of determining assessable costs, no distinction will be made between City streets and streets designated as County Highways, County State-Aid Highways, Municipal State Aid Streets, or State Trunk Highways. The participating funds from the county or state will be applied to offset the City portion of the costs.
- e) Unless otherwise specified by the Council, the assessable costs for streets shall be distributed among benefited properties on an adjusted frontage basis.
- f) Assessments will be levied at the same time against all benefited property in the area, even if some parcels are not currently developed.

X. STREET LIGHTING

The City Council may assess benefited property owners for the cost of a street lighting system, including lighting units (poles, fixtures, outlets, accessories and foundations), underground electrical circuits (wiring, conduit, hand holes, etc.), overhead electrical lines, service panels, and other necessary system components.

1. Assessments:

a) Unless otherwise specified by the City Council, 0% of the City costs for street lighting improvements along streets constructed to serve new developments shall be assessed to benefiting properties.

- b) Unless otherwise specified by the City Council, 0% of the City costs for street lighting improvements on streets that are reconstructed and/or rehabilitated shall be assessed to benefiting properties on unit basis. Unless otherwise specified by the Council, the assessable costs for street lighting shall be included with the street improvement costs and distributed among benefited properties on an adjusted frontage basis.
- 2. The City may adopt an ordinance creating a street lighting district, pursuant to the requirements of Minnesota Statues 444.16 444.21 as it may be amended from time to time. The purpose of such a district will be to provide for the financing of street lighting improvements. If a street lighting district is established, the assessable costs for street lighting improvements may be distributed to benefiting properties within the established district an area or a unit basis.

XI. SIDEWALKS AND TRAILS

Sidewalks are defined as a paved path (concrete or bituminous) parallel to the street for use by pedestrians and/or bicyclists.

New sidewalks shall be constructed to meet standards determined by the City Administrator or his/her designee.

1. Replacement:

- a) Replacement is defined as the rehabilitation of an existing sidewalk which, for any reason, does not meet construction requirements outlined above and has become unsafe or a nuisance to the public as defined by local ordinance.
- b) Replaced sidewalks shall meet the standards determined by the City Administrator or his/her designee.

2. Assessments:

Unless otherwise specified by the City Council:

- a) The cost of sidewalks in new developments shall be 100% assessed to the benefiting properties
- b) The reconstruction of existing sidewalks or the construction of new sidewalks along an existing street, either as a stand-alone project or as part of a street reconstruction project, shall be 100% assessed on a front foot basis. Unless otherwise specified by the Council, the assessable costs for sidewalks shall be included with the street improvement costs and distributed among benefited properties on an adjusted frontage basis.
- c) If sidewalk is constructed on only one side of the street, the sidewalk costs will be assessed against the adjusted front footages on both sides of the street.
- d) If the sidewalk is not constructed in conjunction with street reconstruction, the cost of any required restoration of the street, curb and gutter, sodded areas and other restoration items will be included in the assessable cost.
- 3. Trails: Bituminous walkways or bicycle trails to be installed will not be assessed, but rather funded 100% by the City. Trail reconstruction projects will be 100% City funded.

XII. HOOK UP FEES

If the City advances its own funds to pay for improvement costs benefiting a property whether abutting or non-abutting but not initially assessed for the improvement, the City may include all or any portion of the costs originally advanced into hookup charges which will be collected at such time when the property is connected to the improvements.

It is the intent of the City that the hook-up fees collected in combination with any assessments shall in no case exceed the total actual costs incurred by the City for construction of the improvements.

XIII. REDUCTIONS IN ASSESSMENT

1. Street, Sanitary Sewer, Watermain and Storm Sewer:

Credit will be given for assessments paid on previous street, sanitary sewer, watermain, and storm sewer rehabilitation projects that took place not more than 20 years prior to the start of the current project. A method determined by the City Council to be equitable will be used to calculate the applicable credit for each infrastructure element.

2. Sidewalks:

Credit will be given for the cost of reconstructing existing sidewalks less than five years old.

- a) This credit will be for 100% of assessed cost of sidewalks less than one year old and the credit will be reduced by 20% for each year of age.
- b) A building permit must have been taken out for the sidewalk and the age of the sidewalk will be based on the date stated on the building permit.

3. Assessment Cap:

If the City Council determines that the total assessment on a parcel or parcels on an improvement project as computed on the basis outlined herein results in a total assessment that do not reflect the benefit received by the property owner(s) for the improvements, the Council, at their sole discretion may adjust the assessment(s) to more closely represents the benefit received.

XIV. APPORTIONMENT OF ASSESSMENTS UPON LAND LATER SUBDIVIDED

If a special assessment is levied against a tract of land which is later subdivided, the installments remaining unpaid can be apportioned among the various lots and parcels in the tract upon a finding that such apportionment will not materially impair collection of the balance due.

This may be done upon application of the property owner or by the Council acting upon its own motion, but notice of such apportionment and of the right to appeal must be mailed to or personally served upon all owners of any part of the tract. If the action is requested by the property owner(s), all costs associated with public notice shall be paid by the property owner(s) making the request.

The Council may, and if the assessment has been pledged towards payment of improvement warrants the Council must, require the owner(s) to furnish a cash surety or letter of credit toward total payment of all assessments.

XV. SUPPLEMENTAL ASSESSMENT AND REASSESSMENT

The City Council may, subject to legal notice and hearing requirements, make supplemental assessments to correct errors or omissions related to the total cost of the improvement or any other particular item.

In addition, if an assessment is set aside by a Court for any reason or if the City Council finds that the assessment or any part of it is excessive or determines on advice of the City Attorney that it is or may be invalid for any reason, the City Council may upon notice and hearing as required for the original assessment, make a reassessment or a new assessment as to such parcel(s).

XVI. SPECIAL ASSESSMENT FOR CURRENT SERVICES

The City Council may provide for the collection of certain service charges as a special assessment against the property benefiting from the service. The City of Mountain Lake will charge interest on Special Assessments for Current Services at a rate set by the City Administrator and specified by resolution. Special charges that may be assessed include those for:

- 1. Snow, ice or rubbish removal from sidewalks, mowing or weed elimination from streets or private property.
- 2. Removal or elimination of public health or safety hazards from private property (except hazardous buildings as defined by M.S. 463.15 to 463.26.
- 3. Installation or repair of water or sanitary sewer service lines.
- 4. The trimming and care of trees and the removal of trees from any street and the treatment and removal of insect-infested or diseased trees on private property.

XVII. DEFERRED ASSESSMENTS

- 1. Outside City Limits:
 - a) If the City installs utility facilities which benefit property which lies outside the corporate limits, that area and the allocable costs shall be included in the original public hearing for the improvement.
 - b) The City may attempt to negotiate a contract with the property owner of the property lying outside the City which will provide for payment to the City on the same basis as if the property were within the City and to be assessed for the improvement as a prepayment upon completion of the project.
 - c) If such a contract cannot be executed, the City will assume the temporary responsibility for payment of the cost allocable to the property lying outside the City limits. Upon annexation this property shall be assessed under the provisions provided in this policy. Unless otherwise determined by the City Council, interest on deferred assessments shall be included in the total cost to be assessed.
 - d) When property lies outside the City limits, no physical connection to the City's utility or drainage system will be permitted until a utility agreement and contract, including satisfaction of costs or assessments, is executed.
 - e) Termination of Deferment.

The option to defer the payment of special assessments pursuant to this Ordinance shall terminate and all installment amounts previously deferred, plus applicable interest, shall become due upon the occurrence of any of the following events:

- 1) Annexation of the property
- 2) Request of property owner;
- 3) Death of the eligible property owner, providing any surviving owner is otherwise not eligible for the deferral;
- 4) Sale, transfer or subdivision the property or any part thereof.
- 5) Period of deferment shall not exceed 20 years.
- 2. Unimproved Property Inside City Limits:
 - a) The Minnesota Agriculture Property Tax Law (M.S. 273.111), commonly referred to as the Green Acres Law, was designed for the preservation of agricultural land should it be

annexed by a municipality. This law delineates specific guidelines for deferment of taxes and assessments and states that real estate consisting of 10 acres of more shall be entitled to deferment of assessment under this section if it meets the classification of class 2a under M.S. 273.13 if it is primarily devoted to agricultural use as defined in Subdivision 3 of M.S. 273.111.

b) The payment of special assessments levied under this policy for improvements benefiting this property together with any interest thereon shall, on timely application as provided in the Subdivision 8 of M.S. 273.111 shall be deferred as long as such property meets the conditions contained in M.S. 273.111.

3. Senior Citizens/Disabled Persons:

- a) The Council may defer the payment of any special assessment on homestead property owned by a person who is 65 years of age or older, or who is retired by virtue of permanent and total disability, and the City Clerk is hereby authorized to record the deferment of special assessments where the following conditions are met:
 - 1) The applicant must apply for the deferment not later than 90 days after the assessment is adopted by the City Council.
 - 2) The applicant must be 65 years of age or older, or one or more of the owners of such property must meet the definition of a "disabled person" as defined by Section 223 of the Federal Social Security Act.
 - 3) The applicant must be the owner of the property.
 - 4) The applicant must occupy the property as his principal place of residence.
 - 5) In determining whether or not a senior citizen/disabled person is eligible for deferral of special assessment installment payments, the following criteria are established:
 - i. The average annual payment for assessments levied against the subject property exceed one percent of the adjusted gross income of the applicant as evidenced by the applicant's most recent federal income tax return.
 - ii. The average annual payment of an assessment shall be defined as the total cost of the assessment divided by the number of years over which it is spread.
- b) The deferment shall be granted for as long a period of time as the hardship exists and the conditions aforementioned have been met. However, it shall be the duty of the applicant to notify the City Clerk of any change in his status that would affect eligibility for deferment.
- c) The entire amount of deferred special assessments shall be due within sixty days after loss of eligibility by the applicant. If the special assessment is not paid within the sixty (60) days, the City Clerk shall add thereto interest at a per annum interest rate of two percent (2%) above the bond interest rate and the total amount of principal and interest shall be certified to the County Auditor for collection with taxes the following year. Should the applicant demonstrate to the satisfaction of the Council, that full repayment of the deferred special assessment would cause the applicant particular undue financial hardship, the Council may order that the applicant pay within sixty days a sum equal to the number of installments of deferred special assessments outstanding and unpaid to date, including principal and interest, with the balance thereafter paid according to the terms and conditions of the original special assessments.
- d) The option to defer the payment of special assessments shall terminate and all amounts accumulated plus applicable interest shall become due upon the occurrence of any one of the following:
 - 1) The death of the owner when there is no spouse who is eligible for deferment.

- 2) The sale, transfer or subdivision of all or any part of the property.
- 3) Loss of homestead status on the property.
- 4) Determination by the Council for any reason that immediate or partial payment would impose no hardship.
- 5) Period of deferment shall not exceed 20 years unless, after 20 years the hardship as defined herein still exists and the deferment is extended.

4. Interest on Deferred Assessments.

Unless otherwise directed in this Policy or by the City Council, interest shall be charged on any assessment deferred pursuant to this Ordinance at a rate equal to the rate charged on other assessments for the particular public improvement project the assessment is financing. Such interest shall also be deferred.

XVIII. LOCAL IMPROVEMENT PROCESS

The Mountain Lake City Council has adopted the following process for the initiation, review, and assessment of local public improvement projects:

1. Project Initiation:

Projects may be initiated in two ways:

- a) Petition by 35% of the affected property owners; or
- b) By order of the City Council.
- c) Unless otherwise directed by the City Council, project for which petitions for improvements area accepted by the City Council by August 31st will be constructed in the following calendar year.

2. Petition Review:

If project is petitioned, the City Council must determine if the petition conforms to the guidelines of M.S. 429.035.

3. Feasibility Report:

The Council instructs the City Engineer to prepare a preliminary report on the proposed improvement. The report will indicate feasibility of proceeding with improvement and estimated total project costs.

4. Accept Feasibility Report/Call for Hearing:

The City Engineer will submit the feasibility report to the Council. The Council may then schedule a date for a public hearing on the improvement. The Council may hold a public hearing on the proposed improvement following two publications in the Official newspaper of a notice stating the time and place of the hearing, the general nature of the improvement, the estimated cost, and the area proposed to be assessed. The two publications shall be a week apart and the hearing shall be at least three days after the last publication. Not less than ten days before the hearing, notice thereof shall also be mailed to the owner of each parcel within the area proposed to be assessed, but failure to give mailed notice or any defects in the notice shall not invalidate the proceedings.

5. Public Hearing on Improvement:

The purpose of the hearing is to give all interested property owners a chance to make comment on the proposed improvement. If the project is petitioned by 100% of the affected property owners, then this step may be omitted, provided the City has secured the necessary

waiver documents from all petitioning property owners. At its discretion, the Council may consider any objection to the amount of a proposed individual assessment at an adjourned meeting. The purpose of such additional inquiry is to determine objectively and in an adversary proceeding whether the amount of the assessment exceeds the benefit conveyed to the property. At such an adjourned meeting, both the City and the property owner will be given the opportunity to present oral and written testimony.

6. Assessment Hearing:

- a) Notification for the assessment hearing will be published in the official newspaper and shall include the following statements at a minimum:
 - 1) The date, time, and place of the assessment hearing;
 - 2) The general nature of the improvement;
 - 3) The area proposed to be assessed;
 - 4) The total amount of the proposed assessment (not the amount on each parcel);
 - 5) That the proposed assessment roll is on file with the Clerk;
 - 6) That written or oral objections will be considered;
 - 7) That no appeal may be taken as to the amount of any assessment unless a signed, written objection is filed with the Clerk prior to the hearing or presented to the presiding officer at the hearing;
 - 8) That an appeal to district court may be made by serving notice upon the Mayor or Clerk of the City within 30 days after adoption of the assessment and filing such notice with the District Court within ten days after service upon the Mayor or Clerk; and
 - 9) Whether the City has adopted any deferment ordinance or resolution and the basic substance of that ordinance or resolution.
- b) Affected property owners will also receive mailed notices which will include not only the nine items included in the published notice, but also the following information:
 - 1) The amount to be assessed against that particular lot, piece, or parcel of land;
 - 2) The right of the property owner to prepay the entire assessment and the person to whom prepayment must be made;
 - 3) Whether partial prepayment of the assessment has been authorized by ordinance;
 - 4) The time within which prepayment may be made without the assessment of interest; and
 - 5) The rate of interest to be accrued if the assessment is not prepaid within the required time period.
- c) In accordance with Minnesota State Law, the City Clerk will notify an affected property owner by mail if their adopted assessment differs from the proposed assessment as to any particular lot, piece or parcel of land. Property owners will also be notified by mail of any changes adopted by the Council in interest rates or prepayment requirements from those contained in the notice of the proposed assessment.

7. Adopting Assessment:

Upon determination of final assessment amounts, the Council shall adopt the assessment roll. Any property owner who has formally objected to the assessment has 30 days to appeal the assessment to District Court.

8. Awarding Bids:

When the City Council has completed all necessary review and hearings, it may award the bid to the lowest acceptable bidder.

9. Construction:

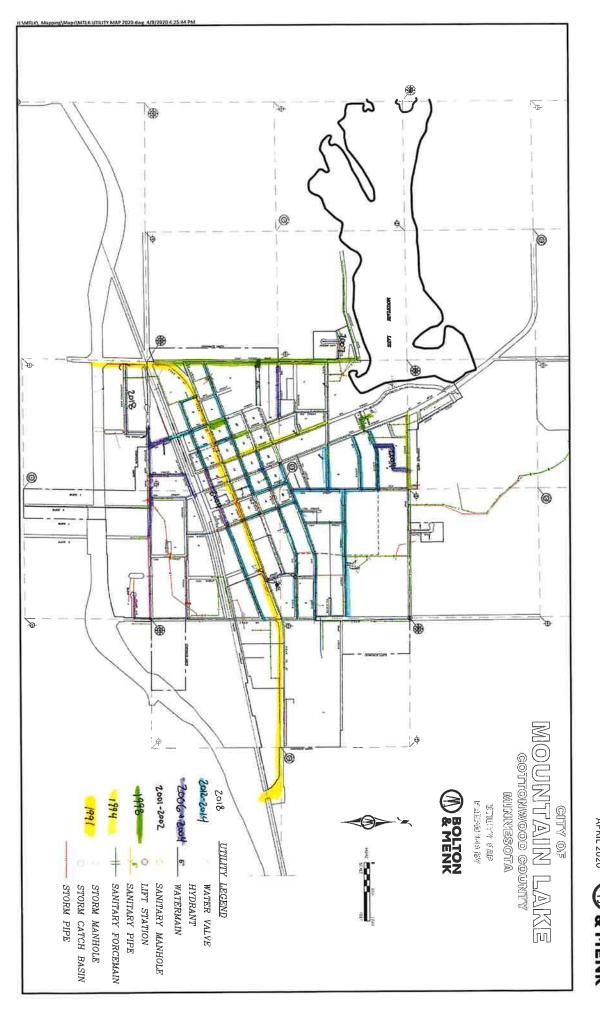
Once the City has entered into a contract with the successful bidder, construction of the improvement may begin.

10. Assessment Process:

In those cases where the City has not undertaken the appropriate assessment proceedings, the Council shall initiate the assessment process.

11. Certification of Assessments:

After the adopting of any special assessment by the Council, the City Clerk/Treasurer shall transmit a certified duplicate of the assessment roll with each installment, including interest, to the County Auditor to be extended on the County property tax lists.



CITY UTILITY MAP

APRIL 2020



June 12, 2024

Mountain Lake City Council,

For your consideration:

Mountain Lake Alliance Church owns the property across the road from our main entrance which we use for our parking lot. There are 4 parking spots on the south side of 5th Avenue in front of our parking lot.

To accommodate the elderly in our congregation, we'd like to reserve those 4 spots for Seniors on Sunday morning only. We would like your permission to place 2-4 permanent signs along the boulevard to designate those reserved spots. (designated by the 3 dots on the enclosed map)

Thank you,

Mountain Lake Alliance Church 507-822-8879

9th St N

5th Me

ith St N

Missionary

Mountain Lake Aliance Church

Alliance parking lot

5th Me

8th St N

sth St N

CITY OF MOUNTAIN LAKE POLICY TO ESTABLISH AN EMPLOYEE RECOGNITION PLAN

1. Introduction. The City of Mountain Lake City Council recognizes the hard work and service performed by the employees of the City of Mountain Lake through the creation of a formal Employee Recognition Plan.

2. Scope.

The purpose of this policy is to promote a sense of community among city staff and to acknowledge employees for their contributions to the City. This program includes all full-time employees, part-time employees and seasonal employees.

The cost of the Employee Recognition Plan will be included as a separate line item(s) in the City of Mountain Lake's budget. The budget will be approved annually by the City Council as part of the overall budget approval process. No provisions of this policy, or its administration, shall be subject to review under the grievance or arbitration provisions of any collective bargaining agreement.

The City of Mountain Lake City Council may elect to suspend or terminate this Plan at any time if it is deemed necessary due to budget constraints. The Plan will be applied prospectively once adopted, and not retroactively.

2. General Employee Recognition.

Staff Birthdays and Anniversaries

The city administrator, or designee, will organize a monthly gathering to recognize birthdays and work anniversaries for all staff. A cake or similar item will be purchased. The approximate cost is \$30 per gathering and will be paid for out of the city-wide budgeted line item.

Department Budgets

Each department head is authorized to annually budget \$30 per employee to use on food items as deemed appropriate for the department's needs throughout the year. These items may be purchased in coordination with department meetings or training, but are not required to be. An amount must be included in the department's annual budget specific for this purpose.

City-Wide Employee Gatherings

The city administrator, or designee, is authorized to host two employee gatherings per year. These gatherings are for the purpose of promoting comradery and to express the City's appreciation to staff for their dedication and service to the Mountain Lake community. Staff is authorized to spend up to \$300 per gathering on food items, supplies, decorations, etc. The annual cost of \$600 will be paid for out of the city-wide budgeted line item.

Full, itemized receipts must be submitted to ensure proper documentation of all purchases. The city administrator shall review and sign off on all purchases made for city-wide gatherings.

Ineligible use of City funds

- Alcoholic beverages are not authorized under any circumstances.
- Funds may not be used to purchase gift cards.

3. Service Awards.

Years of Service

Employees will be recognized for years of service starting at 5 years and will receive recognition in 5-year increments until retirement or the end of their service. The following will occur at each 5-year increment:

- The city clerk will draft a certificate for the employee in recognition of their service.
- The employee's immediate supervisor may acknowledge the employee's service at a City Council meeting.

The employee may elect not to be recognized at a City Council meeting.

4. Retirement or Resignation.

Retirement

The following will occur upon announcement of a retirement from City service.

- The employee's immediate supervisor will organize a reception, including ordering a cake. The supervisor will also be responsible for organizing a collection towards a gift for the retiree, at no cost to the City.
- The city clerk will order a plaque for the retiree.
- The city clerk will draft a resolution of appreciation that will be presented by the retiree's immediate supervisor at a City Council meeting.

The retiree's immediate supervisor will advise the retiree of the recognition plans. The retiree may elect not to be recognized in any/all of the forms listed.

Resignation

The following will occur upon announcement of a resignation from City service.

- The city clerk will order a plaque for the departing employee. The employee must have at least 5 years of service at the time of resignation to receive a plaque.
- The employee's immediate supervisor or fellow coworkers are welcome to organize a going away lunch for the departing employee, at no cost to the City.

The employee may elect not to be recognized in any/all of the forms listed.

The cost for plaques and/or cakes (in the event of a retirement) will be paid for out of the city-wide budgeted line item.

5. Personal Milestone Events.

Employee personal milestone events such as a wedding, birth of a child, loss of a loved one, etc., are acknowledged and recognized as important by the City. However, no City funds shall be used for the purpose of purchasing gifts, flowers or other similar items for these events. Employees are encouraged to take up a collection when it is deemed appropriate to provide a gift to an employee in acknowledgment of a significant life event.

6. IRS Regulations.

This policy will maintain compliance with IRS regulations and may be modified as necessary.

Adopted by the City Council June 20, 2024.