

COUNCIL WORKSHOP
CITY OF CROSSLAKE
FRIDAY, DECEMBER 6, 2019
10:00 A.M. – CITY HALL

The Council for the City of Crosslake held a Workshop on December 6, 2019. The following Council Members were present: Mayor Dave Nevin, Gary Heacox, Aaron Herzog, and Dave Schrupp. John Andrews was absent. Also present were City Administrator/Treasurer Mike Lyonais and City Clerk Char Nelson. There were four people in the audience.

Mayor Nevin called the meeting to order at 10.15 A.M. Mike Lyonais reported that the purpose of the meeting was to finalize the draft resolution supporting the authority to impose a local sales and use tax to fund specific capital improvements providing regional significance, to establish the duration of the tax and the revenue to be raised by the tax, and to authorize the city to issue bonds supported by the sales tax revenue. Mr. Lyonais thanked Councilmember Schrupp for helping write the resolution. The Council reviewed the capital project priorities included in the draft resolution, which all relate to the expansion of sanitary sewer on lakeshore properties in the City. The estimated cost of the five projects is \$21M. The estimated revenue of the sales tax at ½% is \$250,000 per year. It is recommended that the sales tax be in place for 25 years or until \$6M is collected in revenue. Mayor Nevin stated that he was in favor of a 1% sales tax.

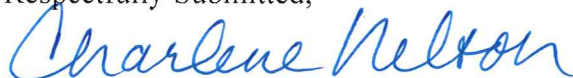
Cindy Myogeto of the Chamber suggested that capital projects, such as roads, be used as priorities in the resolution because they may be better perceived by the voters. The sanitary sewer affects a small number of residents. Another alternative that Ms. Myogeto suggested was to make it a ten-year tax and use the revenue for the Moonlite and Daggett Bay sewer extensions only.

A lengthy discussion ensued regarding the percentage of tax to request, what capital projects should be included and how long it should last.

MOTION 12SP1-01-19 WAS MADE BY DAVE NEVIN AND SECONDED BY AARON HERZOG TO APPROVE THE DRAFT RESOLUTION REGARDING SALES TAX WITH THE ADDITION OF INFLATION TO THE ESTIMATED TAX TO BE COLLECTED OVER 25 YEARS AND THE ESTIMATED COST OF THE SEWER PLANT REHABILITATION. MOTION CARRIED WITH ALL AYES.

There being no further business at 10:50 A.M., MOTION 12SP1-02-19 WAS MADE BY AARON HERZOG AND SECONDED BY DAVE NEVIN TO ADJOURN THE MEETING. MOTION CARRIED WITH ALL AYES.

Respectfully Submitted,



Charlene Nelson
City Clerk