1. Call to Order

Mayor Terry Schneider called the meeting to order at 6:30 p.m.

2. Pledge of Allegiance

All joined in the Pledge of Allegiance.

3. Roll Call

Council Members Brad Wiersum, Tim Bergstedt, Bob Ellingson, Dick Allendorf, Patty Acomb, and Terry Schneider were present. Tony Wagner was excused.

4. Approval of Agenda

Wiersum moved, Bergstedt seconded a motion to accept the agenda with addenda to items 10A and 14B. All voted “yes.” Motion carried.

5. Approval of Minutes: None

6. Special Matters:

A. Recognition of former City Council Member James Hiller

Schneider read the recognition and presented Hiller with two plaques.

Hiller thanked the council for the recognition. He said what he missed most about serving on the council was going out and meeting with neighbors. He said he would continue to seek opportunities for community involvement.

B. Administer oath of office to Police Chief Scott Boerboom

City Attorney Corrine Heine administered the oath of office to Police Chief Scott Boerboom.

Boerboom said it was a tremendous opportunity for his family and himself. He thanked the city manager, council, and staff. He said the department would continue to build on its traditions of honor, professionalism, integrity and dedication.

7. Reports from City Manager & Council Members
City Manager Geralyn Barone reported on upcoming meetings and events.

8. **Citizens Wishing to Discuss Matters not on the Agenda**

Doobie Kurus, 4120 St. Marks Drive, reported on the second annual Hopkins Royal Triathlon held over the 2015 Labor Day weekend. The number of participants increased from 330 people to 445 people. He said $10,000 was donated back into the community from the event. The third annual triathlon will take place on September 3, 2016.

9. **Bids and Purchases:**

   A. **Bids for the painting of Plymouth Road and Lake Street Extension water towers**

   Barone gave the staff report.

   Acomb moved, Allendorf seconded a motion to award contract to Classic Protective Coatings, Inc. in the amount of $971,900.00 and the 2016-2020 Capital Improvements Program be amended for the project. All voted “yes.” Motion carried.

10. **Consent Agenda – Items Requiring a Majority Vote:**

   A. **Resolution awarding sale of approximately $10,000,000 General Obligation Utility Revenue Refunding Bonds, Series 2016A**

   Schneider pulled the item from the consent agenda.

   Finance Director Merrill King gave the staff report. Kathy Aho from Springsted also provided information.

   Allendorf moved, Wiersum seconded a motion to adopt resolution 2016-040 awarding the sale of approximately $10,000,000 General Obligation Refunding Bonds, Series 2016A. Bids were received prior to the council meeting on June 6, 2016, and staff provided an addendum with results for the resolution and associated exhibits. All voted “yes.” Motion carried.

   B. **Request to install a temporary banner on city property for the Minnetonka Summer Fest at 12810 Minnetonka Boulevard**

   Allendorf moved, Bergstedt seconded a motion to approve the temporary banner associated with the Minnetonka Summer Fest to be displayed at
12810 Minnetonka Boulevard for 2016. The sign may be displayed for three weeks prior to the event and must be located outside of the right-of-way. All voted “yes.” Motion carried.

11. Consent Agenda – Items requiring Five Votes:

   A. Amend CIP for Williston Center fitness equipment

Bergstedt moved, Wiersum seconded a motion to amend the 2016-2020 CIP by advancing the cardiovascular equipment from 2017/2018 to 2016; and the strength equipment from 2019 to 2016. All voted “yes.” Motion carried.

12. Introduction of Ordinances:

   A. Ordinance rezoning a portion of the property at 4301 Highview Place and an adjacent unaddressed parcel from R-1 to R-1A

City Planner Loren Gordon gave the staff report.

Bergstedt said the proposed notification area was adequate. He noted that this proposal seemed to address some of the council’s comments on the previous proposals and concerns about density.

Wiersum moved, Acomb seconded a motion to introduce the ordinance and refer it to the planning commission. All voted “yes.” Motion carried.

13. Public Hearings:

   A. Resolution approving a vacation of right-of-way and utility easements

Gordon gave the staff report.

Schneider opened the public hearing at 7:04 p.m. No one spoke. He closed the public hearing at 7:04 p.m.

Acomb moved, Allendorf seconded a motion to adopt resolution 2016-041 approving the vacation of right-of-way and utility easements. All voted “yes.” Motion carried.

   B. Public hearing and resolution approving the issuance of revenue bonds by the city of Deephaven for the financing of Eagle Ridge Academy in Minnetonka
Community Development Director Julie Wischnack gave the staff report.

Schneider opened the public hearing at 7:07 p.m. No one spoke. He closed the public hearing at 7:07 p.m.

Wiersum moved, Allendorf seconded a motion to hold the public hearing and adopt resolution 2016-042 approving the issuance by the city of Deephaven, Minnesota of its charter school lease revenue bonds, Series 2016A and Series 2016B (Eagle Ridge Academy Project). All voted “yes.” Motion carried.

Wiersum noted he had asked Barone earlier in the day about the impact of the new proposed IRS rules related to conduit debt. The rules would apply in a situation where the EDA was not directly elected. Since Minnetonka’s city council serves as the EDA, the rules would not apply.

14. Other Business:

A. 2017-2021 Economic Development Program (EIP)

Barone gave the staff report.

Schneider said the document provided good information.

Allendorf asked for more information about the page on the Minnesota Investment Fund/Job Creation Fund. Wischnack said the information in the EIP was provided to document the city’s activity with applied for grant funds. The $500,000 was pass through money from the state.

Wiersum asked for information about the Welcome to Minnetonka loan program. The use of the program was low and he asked what the program was trying to achieve and if things could be done to improve it. Wischnack said the belief was that the problem with the program related to the required maximum $300,000 price of the home. She said the EDAC was scheduled to discuss changing the program’s guidelines. Wiersum said it would be helpful to include the current AMI in the EIP document.

Wiersum moved, Bergstedt seconded a motion to adopt resolution 2016-043 approving the 2017-2021 Economic Improvement Program. All voted “yes.” Motion carried.

B. Items concerning parking lot reconfiguration and construction on the Minnetonka High School campus, at 18301 State Highway 7:

1) Lot Division;
2) Conditional Use Permit; and
3) Site Plan Review

Gordon gave the staff report.

Acomb said at the last council meeting a group of parents and students expressed concerns about bike and pedestrian safety around the high school. She asked if staff had any concerns about adding to the problem with this proposal. Gordon said staff met with the group of parents and students who raised the concerns. He said the proposed improvements before the council would not negatively impact bike and pedestrian safety.

Bergstedt said the proposed improvements were much needed and long overdue. The new plan addresses existing parking issues and improves traffic circulation.

Bergstedt moved, Wiersum seconded a motion to adopt resolution 2016-044 approving the lot division at 5258 Michaele Lane; resolution 2016-045 amending existing conditional use permit for an educational institution at 18301 State Highway 7; and resolution 2016-046 approving final site plans for parking lot reconfiguration and construction on the Minnetonka High School campus, at 18301 State Highway 7. All voted “yes.” Motion carried.

15. Appointments and Reappointments:

A. Appointments to the Imagine Minnetonka Steering Committee

Schneider moved, Acomb seconded a motion to approve the following individuals to the 2016 Imagine Minnetonka Steering Committee: Steve Adams (Chair), Margaret Bauer, Colbert Boyd, Scott Coolong, Betty Johnson, Ron Kamps, Brian Kirk, Cari Lindberg, Jason Moeckel, Madeline Seveland, and Joan Suko. All voted “yes.” Motion carried.

16. Adjournment

Wiersum moved, Acomb seconded a motion to adjourn the meeting at 7:30 p.m. All voted “yes.” Motion carried.

Respectfully submitted,

David E. Maeda
City Clerk