

Owatonna City Council Minutes

The Owatonna City Council met in regular session on Tuesday, June 6, 2017 at 7:00 p.m. in the Council Chambers. Council President Schultz called the meeting to order and welcomed everyone in attendance. Attending were: Council Members Raney, Svenby, Okerberg, Burbank, Voss, Dotson and Schultz; Mayor Kuntz; Community Development Director Klecker; Park & Rec Director Ebeling; Park & Rec Superintendent Knutson; Grounds Superintendent Wilker; Police Chief Hiller; Police Captain Mundale; City Attorney Walbran; City Administrator Busse and Administrative Specialist Clawson.

Following the Pledge of Allegiance, Council President Schultz advised two items were added to the Agenda: Changer Order No. 2 for the Regional Stormwater Pond Project from Heselton Construction and a Retail Fireworks Permit for Sterling Drug. Council Member Dotson made a motion to approve the agenda with these additions; Council Member Svenby seconded the motion; all members voted aye for approval.

Joseph Schugel, member of the Minnesota Recreation & Park Association Awards Committee presented the City an Award of Excellence for the Jaycee Park Pavilion project. Staff members Mary Jo Knutson, Park & Rec Superintendent was recognized for submitting the award application. Jesse Wilker, Grounds Superintendent was complemented for the workmanship done to complete the project. Jesse Wilker accepted the award saying he received help from various clubs, staff members from various departments and several business for their donations towards the project. He thanked the Bullpen Club and Kwik Trip for their generous donations.

Police Chief Hiller and Captain Mundale presented Bill Rosenau an Outstanding Service Award. On May 8, 2017, Mr. Rosenau's actions aided in an arrest by the Faribault Police Department for sale of illegal drugs. Mr. Rosenau stopped his vehicle, chased the suspect and advised agents where the suspect was hiding.

Mayor Kuntz recommended appointment of Justin Lindee to the Owatonna Airport Commission and Ryan Gillespie to the Owatonna Human Rights Commission. Both will serve a three-year term to expire April 30, 2020. Council Member Raney made a motion to approve these two appointments, Council Member Voss seconded the motion; all members voted aye for approval.

Council President Schultz advised council Members review the Consent Agenda Items prior to the meeting for approval in one motion. Consent Agenda Items for approval include:

Minutes – City Council Meeting – May 16, 2017.

Event Permit – Reggie's Street Dance with Extension Premise of Liquor License – August 5, 2017.

Event Permit – Federated Employee Outing – June 23, 2017.

Event Permit – 2017 Strive Run/Walk – August 19, 2017.

Event Permit – KOWZ-KRUZ MN Tractor Ride – June 17, 2017.

Event Permit – OCC Business After Hours – June 27, 2017.

Event Permit – Just One More Street Dance – July 21, 2017.

Event Permit – 2017 Steele County Safety Camp – June 8 & 9, 2017.

Exempt Permit – Eagles Auxiliary Pull tabs at SCFF.

Outdoor Fireworks Permit – Early Bird Rotary – July 4, 2017.

Renew Annual Liquor Licenses and Dance Permits: July 1, 2017 – June 30, 2018

HARD LIQUOR LICENSES - ON-SALE WITH SUNDAY SALES:

1. Apple Minnesota LLC dba APPLEBEE'S NEIGHBORHOOD GRILL & BAR – 690 W. Bridge Street
2. (D) Burr's Enterprises, Inc. dba *BRIDGE STREET TAVERN* – 137 W Bridge Street

3. BLAZIN Wings Inc. dba *BUFFALO WILD WINGS Grill & Bar #282* – 1100 West Frontage Rd #190-2
 4. (D) Dog Pound Bar LLC dba *DOG POUND BAR* – 212 N Cedar Avenue
 5. Alex Medina dba *Don Juan Cantina & Grill* at 1045 W Frontage Road – new 7/01/16.
 6. Ruben Lopez dba *EL PATRON MEXICAN GRILL* of Owatonna – 369 18th St SE
 7. Los Tequilas Inc dba *EL TEQUILA RESTAURANT* – 1830 S Cedar Avenue
 8. Rib Kings of Owatonna LLC dba *FAMOUS DAVE'S BARBECUE* – 4355 W Frontage Road
 9. (D) Owatonna Hospitality LLC dba *HOLIDAY INN HOTEL & SUITES* – 2365 43rd Street NW
 10. (D) McRey Inc dba *Just 1 More*, 149 W Bridge Street – new 7/01/16
 11. MS Wilson, LLC dba *MASTERS BAR AND GRILLE* – 1369 E Cherry Street.
 12. (D) *PLAZA MORENA CAMPESTRE GRILL INC.* – 160 26th St NE
 13. (D) Reggie's Brew House LLC dba *REGGIE'S BREW HOUSE* – 218 N Cedar
 14. (D) Sparetime Entertainment LLC dba *SOUTHSIDE* – 333 18th Street SE
 15. (D) Sportsman's Grille, Inc dba *SPORTSMAN'S GRILLE* – 4255 W Frontage Road
 16. (D) Midwest Restaurant Properties LLC dba *TIMBER LODGE STEAKHOUSE* – 4455 W Frontage Road
 17. Torey's Inc dba *TOREY'S RESTAURANT & BAR* – 685 W Bridge Suite #5
 18. Campus Enterprises Inc. dba *WING'S TAVERN & GRILLE* – 1805 S Elm Avenue.
- (D) Designates on sale dance permit.

HARD LIQUOR LICENSES - ON-SALE no SUNDAY SALES:

1. Wayne, Raymond C dba *HOFF'S BAR* – 135 W Bridge A

HARD LIQUOR LICENSES - OFF-SALE:

1. Vairag Inc. dba *BEST BUDGET INN - HIWAY LIQUOR* – 1180 W Frontage Road
2. Coborn's Inc dba *CASH WISE LIQUOR* – 495 W North Street
3. Firehouse Liquor Inc dba *FIREHOUSE LIQUOR* – 120 26th St NW
4. Hy-Vee Inc. dba *HY-VEE WINE & SPIRITS* – 1620 S Cedar Avenue
5. *JB LIQUOR INC.* – 202 S Oak Avenue
6. Sommerset Investments Inc dba *LARRY'S LIQUOR* – 116 Oakdale
7. F.T.L. Corporation dba *MGM WINE & SPIRITS* - 1287 21ST Ave NW

HARD LIQUOR LICENSES - CLUB ON-SALE:

1. Am Leg 77 dba *AMERICAN LEGION POST #77* – 137 W Broadway Street
2. BPOE Lodge 1395 dba *ELKS CLUB* – 126 E Vine Street
3. FOE Aerie 1791 dba *FRATERNAL ORDER of EAGLES* – 141 E Rose Street
4. VFW 3723 dba *HUGO MATEJCEK POST* – 135 W Oakdale/Box 767
5. Columbian Center Inc dba *KNIGHTS OF COLUMBUS #945* – 820 S Elm Avenue
6. OCC Founders Group LLC dba *OWATONNA COUNTRY CLUB* – 1991 Lemond Rd/Box 446

3.2% MALT LIQUOR & WINE LICENSE ON-SALE (includes strong beer authorization)

1. ADR Properties, LLC dba *THE BLACK SHEEP*, 206 W Rose Street.
2. Innkeeper Lodging, LLC dba Baymont Inn & Suites – Owatonna, 245 Florence Ave.
3. E & AZ Sushi, Inc. dba *MIZUKI FUSION* – 119 W Bridge St
4. Nick's Pizza Palace LLC dba *NICK'S PIZZA PALACE* – 326 North Cedar Avenue
5. Owatonna Arts Council dba *OWATONNA ARTS CENTER* – 435 Garden View Lane
6. *STEELE CO HISTORICAL SOCIETY* – 1700 Austin Road.

3.2% MALT LIQUOR LICENSES – 3.2% OFF-SALE:

1. Holiday Stationstores, Inc.– 695 West Bridge Street
2. Hy-Vee, Inc. dba *HY-VEE GAS #5511*, 1720 South Cedar Avenue
3. Kwik Trip, Inc. dba *KWIK TRIP #237* – 135 Landmark Drive NE
4. Kwik Trip Inc. dba *KWIK TRIP #403* – 2270 NW 46th Street

5. Kwik Trip Inc. dba *KWIK TRIP #435* – 1075 West Frontage Road
6. Kwik Trip, Inc. dba *KWIK TRIP #641* – 1220 South Oak Street
7. Kwik Trip, Inc. dba *KWIK TRIP #806* – 320 Mineral Springs Road
8. Wal-Mart Stores Inc. dba *WALMART #982* – 1130 W Frontage Road

Retail Fireworks Sales – Sterling Drug.

Minutes – Brooktree Golf Association Meeting – May 5, 2017.

Minutes – OPU Meeting – April 25, 2107.

Minutes – Airport Commission Meeting – March 9, 2017.

Department Monthly Reports: May Report – Building & Inspections.

Change Order No. 1 – Regional Stormwater Pond – Heselton Construction.

Change Order No. 2 – Regional Stormwater Pond – Heselton Construction.

Resolution 58-17: Fame Award Purchase.

2017 Farm Lease Agreements:

Renter	Number of Acres	2017 Rent
Bob Cole	50 acre parcel	\$11,500.00
	15 acre parcel	\$3,450.00
	20 acre parcel	\$4,000.00
Andy Michaletz (EDA	13 acre parcel	\$2,990.00
John Ihlenfeld	24 acre parcel	\$5,520.00
Paul Mass	21.5 acre parcel	\$4,945.00
Duane Schroeder	20.5 acre parcel	\$4,715.00
Bob Swedberg	89 acre parcel	\$20,470.00
Andy Michaletz	8 acre parcel	\$1,840.00
David Janke - (EDA Land)	6 acre parcel	\$1,380.00

T-Hanger Lease Renewals:

Lessee	Address	Unit #	Monthly Rental Fee	Term
Alpha Aviation, Inc.	Owatonna	Hangar #2, Unit C	\$150.00	renewal - 1yr
John German	Owatonna	Hangar #2, Unit B	\$150.00	renewal - 1yr
Scott Girtler	Waseca	Hangar #1, Unit D	\$150.00	renewal - 1yr
Corey Johnson	Owatonna	Hangar #3, Unit D	\$115.00	renewal - 1yr
Leslie Levy	Savoy, IL	Hangar #2, Unit E	\$150.00	renewal - 1yr
Matt Walerius	Owatonna	Hangar #3, Unit F	\$100.00	renewal - 1yr
Eric Weichert	Janesville	Hangar #3, Unit A	\$115.00	renewal - 1yr

Council Member Voss advised he would abstain from voting on Resolution 58-17 for the purchase at Fame Award. Council Member Svenby made a motion to approve the Consent Agenda Items, Council Member Burbank seconded the motion; all members voted aye for approval.

Council Vice President Raney recapped the expenses for the period. Bills presented for payment totaled \$413,734.45. Council Member Okerberg made a motion to approve payment of these bills; Council

Member Dotson seconded the motion. All members voted aye for approval.

City Administrator Busse presented a lease agreement with Hy-Vee, Inc. for concessions at Lake Kohlmier Beach until September 5, 2017. City Attorney Walbran advised the insurance requirements were modified within the lease so recommending approval contingent upon Hy-Vee, Inc. accepting the update. Council Member Raney made a motion to approve the lease contingent on Hy-Vee, Inc. providing the required Certificate of Insurance; Council Member Dotson seconded the motion; all members voted aye for approval.

Community Development Director Klecker presented the second reading of Proposed Ordinance 8-17 to vacate a portion of the drainage and utility easements in County Creek No. 6. Hall Construction Inc. has requested this for properties located at 1852-2010 Evergreen Place NE in preparation to split the proposed single family attached dwellings to detached patio homes. Council approved the first reading of this proposed ordinance during the May 16th meeting and there have been no changes since. Council Member Okerberg made a motion to approve the second reading of Proposed Ordinance 8-17, Council Member Svenby seconded the motion. With a roll call vote, voting aye were Council Members: Svenby, Voss, Okerberg, Dotson, Burbank, Raney and Schultz; the motion was approved. This will be known as Ordinance 1563.

Community Development Director Klecker presented the second reading of Proposed Ordinance 9-17 to rezone the properties located at 1852-2010 Evergreen Place NE. Application No. Z-344 from Hall Construction, Inc. requests change in zoning from R-3, Single & Two Family District to R-1, Single Family Residential District. Council approved the first reading of this proposed ordinance during the May 16th meeting and there have been no changes since. Council Member Raney made a motion to approve the Proposed Ordinance 9-17, Council Member Dotson seconded the motion. With a roll call vote, voting aye were Council Members Svenby, Voss, Okerberg, Dotson, Burbank, Raney and Schultz; the motion was approved. This will be known as Ordinance 1564.

Community Development Director Klecker presented Resolution 59-17 approving the Final Plat of Country Creek No. 7. Council Member Burbank made a motion to approve Resolution 59-17, Council Member Voss seconded the motion; all members voted aye for approval.

Community Development Director Klecker presented the second reading of Proposed Ordinance 10-17 to vacate a portion of the drainage and utility easements in Majestic Oaks. REO Development Group plans to split the property located at 2835 White Oak Lane from a proposed single-family attached dwelling to detached patio homes. Council approved the first reading of this proposed ordinance during their last meeting and no changes have been made since approval. Council Member Raney made a motion to approve Proposed Ordinance 10-17, Council Member Voss seconded the motion. With a roll call vote, voting aye were Council Members: Svenby, Voss, Okerberg, Dotson, Burbank, Raney and Schultz; the motion was approved. This will be Ordinance 1565.

Community Development Director Klecker presented the second reading of Proposed Ordinance 11-17 to rezone the property located at 2835 White Oak Lane. REO Development Group submitted Application No. Z-345 to change the zoning from R-3, Single & Two Family District to R-1, Single Family Residential District. Council approved the first reading of this proposed ordinance during the May 16th meeting and there have been no changes since. Council Member Svenby made a motion to approve Proposed Ordinance 11-17, Council Member Okerberg seconded the motion. With a roll call vote, voting aye were Council Members Svenby, Voss, Okerberg, Dotson, Burbank, Raney and Schultz; the motion was approved. This will be Ordinance 1566.

Community Development Director Klecker presented Resolution 60-17 approving the Final Plat of Majestic Oaks No. 2. Council Member Okerberg made a motion to approve Resolution 54-17, Council Member Dotson seconded the motion; all members voted aye for approval.

Community Development Director Klecker presented the second reading of Proposed Ordinance 12-17 to vacate a portion of the drainage and utility easements in Cedardale Addition No. 2. Council President Schultz recused himself as he has personal interest in the property; Vice-President Raney took over the meeting. Council approved the first reading of this proposed ordinance during the May 16th meeting and there have been no changes since. Council Member Burbank made a motion to approve the second and final reading of Proposed Ordinance 12-17; Council Member Voss seconded the motion. With a roll call vote, voting aye were Council Members: Svenby, Voss, Okerberg, Dotson, Burbank, and Raney; Council Member Schultz abstained; the motion was approved. This will be known as Ordinance 1567.

Council President Shultz returned to his seat to conduct the meeting. Community Development Director Klecker presented the second reading of Proposed Ordinance 13-17 to vacate a portion of the drainage and utility easements in Cedardale No. 3. Council approved the first reading of this proposed ordinance during their last meeting on May 16th and there have been no changes since. Council Member Dotson made a motion to approve Proposed Ordinance 13-17, Council Member Raney seconded the motion. With a roll call vote, voting aye were Council Members: Svenby, Voss, Okerberg, Dotson, Burbank, Raney and Schultz; the motion was approved. This will be known as Ordinance 1568.

City Attorney Walbran presented the second reading of Proposed Ordinance 14-17. This amendment follows new state legislation allowing off sales of liquor on Sundays. Effective Sunday, July 2, 2017, off-sale liquor stores may be open on Sundays from 11:00 a.m. to 6:00 p.m. Council Member Dotson made a motion to approve Proposed Ordinance 14-17, Council Member Svenby seconded the motion. With a roll call vote, voting aye were Council Members Svenby, Voss, Okerberg, Dotson, Burbank, Raney and Schultz; the motion was approved. This will be known as Ordinance 1569.

During Public Comments, Brad Suemnick, 1495 Crestview Lane showed soil samples from his front yard. A storm sewer repair left his yard covered with clay and he is asking black dirt be added as the current soil has not allowed any vegetation growth. He hopes the property will be returned to the state it was at prior to the repair work. Pictures of the property were shown and City Administrator Busse will follow-up with staff members.

During Council Comments, Council Member Burbank encouraged everyone to get out and enjoy the summer weather. Mayor Kuntz commented the Smokin In Steele BBQ Weekend was a great success, which brought many visitors to the City. City Administrator Busse advised Music on the Patio begins this Friday and next Friday, June 16th is the first summer movie in Central Park, Trolls will be playing at sunset. Council President Schultz congratulated the Park & Rec Staff for the award received for the Jaycee Park Pavilion and added he has already seen many people using this new building at the park.

At 7:30 p.m., Council Member Raney made a motion to adjourn the meeting. Council Member Dotson seconded the motion, all members voted aye and the meeting adjourned.

Dated: June 16, 2017

Respectfully submitted,
Jeanette Clawson, Administrative Specialist