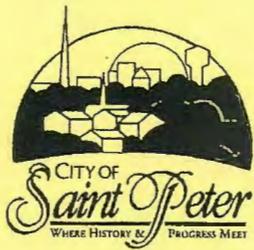


**CITY OF SAINT PETER, MINNESOTA
AGENDA AND NOTICE OF MEETING**

Regular City Council Meeting of Monday, June 8, 2015
Community Center Governors' Room - 7:00 p.m.

- I. **CALL TO ORDER**
- II. **APPROVAL OF AGENDA**
- III. **APPROVAL OF MINUTES**
- IV. **VISITORS**
 - A. Scheduling of Visitor Comments on Agenda Items
 - B. General Visitor Comments
 - 1. Barry Hager, CenterPoint Energy Presentation
 - 2. Others
- V. **APPROVAL OF CONSENT AGENDA ITEMS**
- VI. **UNFINISHED BUSINESS**
 - A. 2006B Electric Revenue Bond Refinancing
- VII. **NEW BUSINESS**
 - A. Hallett's Landing Apartment/Solace Project Support
 - B. City Council Wage Modification
- VIII. **REPORTS**
 - A. **MAYOR**
 - B. **CITY ADMINISTRATOR**
 - 1. Arts Center of Saint Peter Tour Recap
 - 2. Others
- IX. **EXECUTIVE SESSION**
 - A. Resolution Calling For Closed Session
ADJOURN TO CLOSED SESSION IN TDS ROOM
 - B. Land Purchase Negotiations
RETURN TO OPEN SESSION
- X. **ADJOURNMENT**

Office of the City Administrator
Todd Prafke



I. CALL TO ORDER

Mayor Strand will call the meeting to order and lead the Pledge of Allegiance.

II. APPROVAL OF AGENDA

A motion to approve the agenda, as posted in accordance with the Open Meetings Law, will be entertained. A MOTION is in order.

III. APPROVAL OF MINUTES

A copy of the minutes of the May 26, 2015 regular Council meeting is attached for approval. A MOTION is in order.

IV. VISITORS

A. **Scheduling of Visitor Comments On Agenda Items**

Members of the audience wishing to address the Council with regard to an agenda item later in the meeting should be noted at this time.

B. **General Visitor Comments**

1. **CENTERPOINT ENERGY COMMUNITY PARTNERSHIP GRANT PRESENTATION**

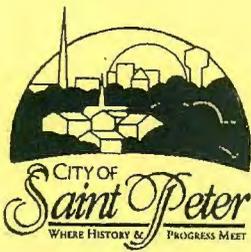
CenterPoint Energy representative Barry Hager will be in attendance to present a Community Partnership Grant award to the Fire Department.

2. **OTHERS**

Any members of the audience wishing to address the Council concerning items not on the agenda may do so at this time.

V. APPROVAL OF CONSENT AGENDA ITEMS

The consent agenda, including approval of the schedule of disbursements for May 21, 2015 through June 3, 2015 is attached. Please see the attached staff reports and RESOLUTION.



VI. UNFINISHED BUSINESS

A. ADOPTION OF A RESOLUTION AWARDING BID FOR SALE OF 2006B REFINANCING ELECTRIC REVENUE BOND

David Drown Associates representative Shannon Sweeney will be in attendance on Monday evening to make a recommendation on sale of the 2006B Refinancing Electric Revenue Bonds. Bids for the bond sale are being accepted by David Drown Associates on behalf of the City on the morning of June 8th. Please see the attached staff report and RESOLUTION.

VII. NEW BUSINESS

A. ADOPTION OF A RESOLUTION PROVIDING CITY SUPPORT FOR HALLETT'S LANDING APARTMENTS/SOLACE PROJECT

Southwest Minnesota Housing Partnership has submitted a request for City support for funding applications being submitted by Southwest for construction of Hallett's Landing Apartments/Solace Project. The requested support is in the form of rezoning of the property and establishment of a housing tax increment district at the property. Please see the attached staff report and RESOLUTION.

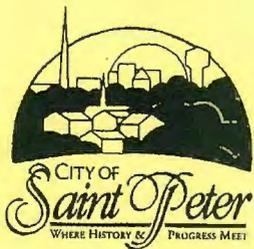
B. ADOPTION OF AN ORDINANCE PROVIDING FOR MODIFICATION TO CITY COUNCIL WAGES

The last wage increase provided for the City Council occurred effective January 1, 2008. The Council has directed staff to prepare an ordinance that would provide for a wage modification to \$8,000 for the Mayor and the Councilmembers would receive 75% of the Mayor's salary. All members of the Council would receive \$25 for special meetings. As provided for in State Statute 415.11, Subdivision 2, "No change in salary shall take effect until after the next succeeding municipal election." Please see the attached staff report and ORDINANCE.

VIII. REPORTS

A. MAYOR

Any reports by the Mayor will be provided at this time.



B. CITY ADMINISTRATOR

1. REPORT ON ARTS CENTER TOUR

A report will be provided at this time on the tour of the Arts Center of Saint Peter held during the workshop session on June 1st.

2. OTHERS

Any further reports by the City Administrator will be provided at this time.

IX. EXECUTIVE SESSION

A. ADOPTION OF A RESOLUTION CALLING FOR CLOSED SESSION TO DISCUSS LAND PURCHASE NEGOTIATIONS

State law allows for public meetings to be closed to discuss land purchase negotiations. Staff recommends the meeting be closed at this time to discuss negotiations for the purchase of land to be used for future development. Please see the attached RESOLUTION.

ADJOURN TO CLOSED SESSION IN THE TRAVERSE DES SIOUX ROOM

B. DISCUSSION OF NEGOTIATIONS FOR PURCHASE OF LAND FOR FUTURE DEVELOPMENT

Discussion will take place at this time regarding negotiations for the purchase of land to be used for future development.

RETURN TO OPEN SESSION

X. ADJOURNMENT

Office of the City Administrator
Todd Prafke

CITY OF SAINT PETER, MINNESOTA

OFFICIAL PROCEEDINGS

**MINUTES OF THE CITY COUNCIL MEETING
MAY 26, 2015**

Pursuant to due call and notice thereof, a regular meeting of the City Council of the City of Saint Peter was conducted in the Governors' Room of the Community Center on May 26, 2015.

A quorum present, Mayor Strand called the meeting to order at 7:00 p.m. The following members were present: Councilmembers Zieman, Parras, Carlin, Grams, Brand, Kvamme and Mayor Strand. The following officials were present: City Administrator Prafke, City Attorney Brandt, and City Engineer Domras.

Approval of Agenda – A motion was made by Parras, seconded by Carlin, to approve the agenda. With all in favor, the motion carried.

Approval of Minutes – A motion was made by Kvamme, seconded by Brand, to approve the minutes of the May 11, 2015 regular City Council meeting. With all in favor, the motion carried and the minutes were approved. A complete copy of the minutes of the May 11, 2015 regular City Council meeting is contained in the City Administrator's book entitled Council Proceedings 19.

Consent Agenda – In motion by Zieman, seconded by Brand, Resolution No. 2015-72 entitled "Resolution Approving Consent Agenda" was introduced. With all in favor, the Resolution was declared passed and adopted. A complete copy of Resolution No. 2015-72 is contained in the City Administrator's book entitled Council Resolutions 20.

2015 Equipment Certificate Bid Award – Finance Director O'Connell recommended acceptance of the Nicollet County Bank proposal for sale of \$245,000 in Equipment Certificate bonds at a cost of \$13,230 in interest charges. O'Connell noted the Nicollet County Bank proposal was the lowest of three received for the issuance. In motion by Carlin, seconded by Parras, Resolution No. 2015-73 entitled "Resolution Awarding The Sale Of \$245,000 General Obligation Equipment Certificates Of Indebtedness Of 2015; Fixing The Form And Specifications Thereof; And Providing For Their Payment", was introduced. Upon roll call, with all in favor, the Resolution was declared passed and adopted. A complete copy of Resolution No. 2015-73 is contained in the City Administrator's book entitled Council Resolutions 20.

2013 Equipment Certificate Purchase – Finance Director O'Connell requested authorization for purchase of forty-seven (47) copies of the 2013 Microsoft Office software so that all computer users in the City organization would have standardized software. O'Connell noted the lowest proposal price submitted by SoftwareTent (\$149.99 each) was extremely favorable and funding was available in part through unused funds in the 2013 Equipment Certificate (\$5,599.62) with other funding from the Water (\$749.95), Community Center (\$149.99) and Stormwater (\$549.97) funds for a total purchase price of \$7,049.53. Councilmember Grams asked how long unused funds in equipment certificates are kept. O'Connell indicated the funds are generally kept for two years to ensure all approved purchases are completed and staff would prepare Council action regarding any remaining funds after that time. In motion by Kvamme, seconded by Grams, Resolution No. 2015-74 entitled "Resolution Authorizing Purchase Of Microsoft Office 2013 Software Upgrades Funded In Part By 2013 Equipment

Certificates”, was introduced. Upon roll call, with all in favor, the Resolution was declared passed and adopted. A complete copy of Resolution No. 2015-74 is contained in the City Administrator’s book entitled Council Resolutions 20.

Animal Impound Contract Update – City Administrator Prafke recommended execution of an updated animal impound contract with Kind Veterinary Clinic. Prafke noted the changes in the contract included increased fees for boarding, quarantine, and euthanasia of cats and dogs. In motion by Kvamme, seconded by Parras, Resolution No. 2015-75 entitled “Resolution Approving Updated Animal Impound Contract With Kind Veterinary Clinic”, was introduced. Upon roll call, with all in favor, the Resolution was declared passed and adopted. A complete copy of Resolution No. 2015-75 is contained in the City Administrator’s book entitled Council Resolutions 20.

Billing Clerk Job Description Modification – City Administrator Prafke recommended several small modifications to the Billing Clerk position description including changes to two desired qualifications and grammatical changes. In motion by Brand, seconded by Grams, Resolution No. 2015-76 entitled “Resolution Approving Modifications To Position Description For Billing Clerk Position”, was introduced. Upon roll call, with all in favor, the Resolution was declared passed and adopted. A complete copy of Resolution No. 2015-76 is contained in the City Administrator’s book entitled Council Resolutions 20.

Western Edge Roadway Improvements – Public Works Director Moulton recommended Bolton and Menk, Inc. be retained to provide preliminary engineering work on two roadway improvement projects (Gardner Road \$16,000 and Jefferson Avenue \$13,000) and a watermain looping (\$10,000) project to be funded by the General Fund and Water Fund. Councilmember Kvamme requested that future resolutions containing multiple project authorizations specifically identify the costs associated with each of the separate projects. Councilmember Zieman questioned the memo which indicated Gardner Road was privately owned. Moulton noted the roadway is currently owned by Chuck Wenner through a land trust and Bolton and Menk, Inc. is working with City Attorney Brandt to resolve the ownership issues. In motion by Kvamme, seconded by Grams, Resolution No. 2015-77 entitled “Resolution Authorizing The Engineering Associated With Western Edge Roadway Improvements”, was introduced. Upon roll call, with all in favor, the Resolution was declared passed and adopted. A complete copy of Resolution No. 2015-77 is contained in the City Administrator’s book entitled Council Resolutions 20.

Tree Worker License – City Administrator Prafke presented a Tree Worker license application submitted by James Wendroth dba Jim’s Construction and Repair. Prafke noted nothing had been found in the background investigation that would prohibit issuance of the license. In motion by Carlin, seconded by Zieman, Resolution No. 2015-78 entitled “Resolution Approving Tree Worker License Application”, was introduced. Upon roll call, with all in favor, the Resolution was declared passed and adopted. A complete copy of Resolution No. 2015-78 is contained in the City Administrator’s book entitled Council Resolutions 20.

City Assistance Request: Ambassadors’ Bluesfest – City Administrator Prafke recommended approval of a request by the St. Peter Ambassadors for City assistance with the Bluesfest event in Minnesota Square Park on June 13, 2015. Prafke noted the assistance was being provided with the contingencies outlined in the resolution which included all publicity noting dogs are not allowed in the park; all vendors being licensed prior to the event; limiting vehicles in the park; Ambassadors providing for refuse disposal and additional restroom facilities; return of the park to pre-event condition; and provision of a certificate of insurance in an amount not less than \$1,500,000 per occurrence naming the City of Saint Peter as an

additional insured. In motion by Kvamme, seconded by Perras, Resolution No. 2015-79 entitled "Resolution Approving City Assistance For 'Bluesfest'", was introduced. Upon roll call, with all in favor, the Resolution was declared passed and adopted. A complete copy of Resolution No. 2015-79 is contained in the City Administrator's book entitled Council Resolutions 20.

Municipal Building HVAC Equipment Replacement – City Administrator Prafke reported the HVAC unit on the north end of City Hall has been in place since the 1960's and has recently failed. Prafke requested authorization for replacement of the unit at a price of \$49,025 from Schwickert's Tecta America to be funded by General Fund reserves. Prafke noted that Schwickert's was the only company in the area that could provide, install and service large commercial HVAC units and the company had worked to design a unit that would work with the outdated "zone" heating/cooling design in City Hall. In motion by Carlin, seconded by Ziemann, Resolution No. 2015-80 entitled "Resolution Authorizing Emergency Replacement Of Municipal Building HVAC Unit (North End)", was introduced. Upon roll call, with all in favor, the Resolution was declared passed and adopted. A complete copy of Resolution No. 2015-80 is contained in the City Administrator's book entitled Council Resolutions 20.

Reports

Mayor's Report – Mayor Strand reported on his recent activities which included attending the Coalition of Greater Minnesota Cities board meeting; a Region Nine Development Commission board meeting; a quarterly meeting of the Fire Relief Association; a meeting of the Regional Treatment Center Liaison Committee; and giving the welcome at the Memorial Day program in Minnesota Square Park.

Executive Session Discussion Report – City Administrator Prafke reported discussion at the closed session held during the City Council meeting of May 11, 2015 included negotiation for purchase of land to be used for stormwater detention and housing development.

Workshop Tours – City Administrator Prafke reminded Councilmembers that the June 1st workshop would include a tour of the Arts Center of Saint Peter and that Councilmembers would meet at the Center at 5:30 p.m.

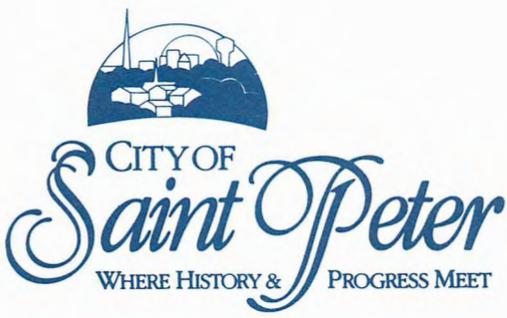
Councilmember Grams expressed his appreciation to two of the City's Linemen who provided assistance when his home was out of power.

There being no further business, a motion was made by Perras, seconded by Carlin, to adjourn. With all in favor, the motion carried and the meeting adjourned at 7:39 p.m.

Timothy Strand
Mayor

ATTEST:

Todd Prafke
City Administrator



Memorandum

TO: Todd Prafke
City Administrator

DATE: 6/4/2015

FROM: Cindy Moulton
Administrative Secretary

RE: License Renewal Applications

ACTION/RECOMMENDATION

Provide approval of licenses.

BACKGROUND

The City has received annual and temporary license applications for City Council approval.

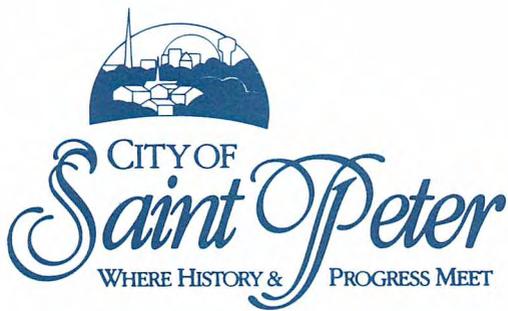
The City has received two applications for a Tree Worker License. The applicants have held a license in the past. The licensing period will be June 9, 2015 – April 30, 2016.

There are several events taking place this summer at a variety of locations. The City has received a number of temporary license applications by non-profits/businesses wanting to participate in these events and two annual licenses. They have submitted the following temporary applications: On Sale Liquor, On Sale Beer, Soft Drink, Fireworks Permit, Transient Merchant, and Annual Tree Worker. The dates vary depending on the event and established licensing periods.

Please place these items on the June 8, 2015 City Council consent agenda.

Please feel free to contact me if you have any questions or concerns about these agenda items.

CKM



Memorandum

TO: Honorable Mayor Strand
Members of the City Council

DATE: 6/4/2015

FROM: Todd Prafke
City Administrator

RE: Advisory Board Appointment

ACTION/RECOMMENDATION

Provide for appointment of members to various advisory boards and commissions.

BACKGROUND

Mayor Strand has recommended the following advisory board appointments:

HERITAGE PRESERVATION COMMISSION

Alyssa Auten (2015-2017)

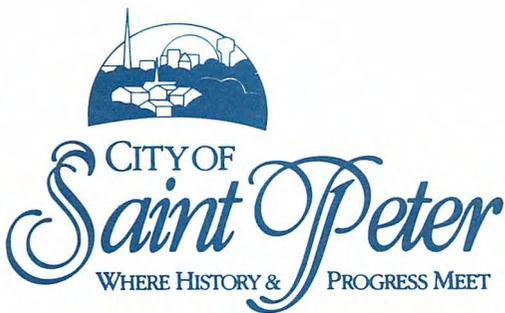
TOURISM AND VISITORS BUREAU

Jerry Pfeifer (2014-2016)

Please include consideration of these advisory board appointments as part of the consent agenda.

Please feel free to contact me if you have any questions or concerns about this agenda item.

TP/bal



Memorandum

TO: Todd Prafke
City Administrator

DATE: 5/28/2015

FROM: Pete Moulton
Director of Public Works

Pete

RE: 2015 Seasonal Employee – Public Works

ACTION/RECOMMENDATION

Approve the hourly rate update of a seasonal employee for the Department of Public Works, Parks Department.

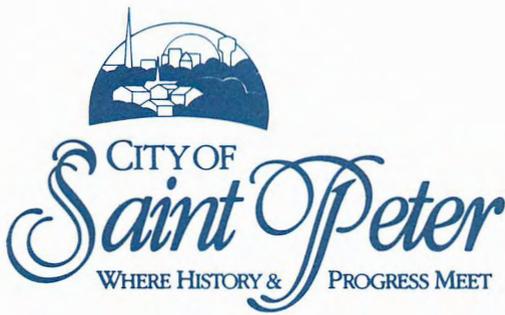
BACKGROUND

Every year, due to seasonal workloads, Public Works staffing levels are supplemented by the appointment of seasonal employees. This year the City set up a wage scale to be used for seasonal employees. There was an error in translating the wage scale for the following employee and needs to be adjusted from \$9.75 to \$9.50.

<u>Name</u>	<u>Section</u>	<u>Wage</u>	<u>Start Date</u>
Nathan Kempenich	Parks	\$9.50	5/15/15

Please feel free to contact me should you have any questions or concerns on this agenda item.

PM/TM/amg



Memorandum

TO: Todd Prafke
City Administrator

DATE: 06/04/15

FROM: Jane Timmerman
Director of Recreation and Leisure Services

RE: Seasonal Employee Wage Change

ACTION/RECOMMENDATION

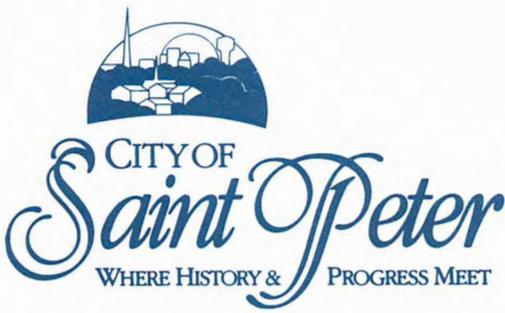
Adjust the wage rate for Head Lifeguard Ashley Lager from \$11.00 per hour to \$11.25 per hour.

BACKGROUND

As part of the previous Council action to appoint seasonal employees, Ashley Lager's wage rate was included at the second year Head Lifeguard at \$11.00 per hour. She will be returning to the pool for her third season and as such and in accordance with the wage rates established by the Council for this position, her wage rate should be \$11.25 per hour. Please include action on the consent agenda for correction of this wage rate.

Please feel free to contact me should you have any questions or concerns about this agenda item.

JT/



Memorandum

TO: Todd Prafke
City Administrator

DATE: 06/04/15

FROM: Jane Timmerman
Director of Recreation & Leisure Services

RE: Seasonal Employee Appointment

ACTION/RECOMMENDATION

Appoint an additional seasonal Lifeguard at the rate of \$9.00 per hour.

BACKGROUND

Two of our recently appointed Lifeguards have notified us that they will be unavailable for employment at the outdoor pool. Teagan Weiss has been appointed by the Council as a Cashier at the pool. She has now successfully completed her Lifeguard Training course and has the necessary certifications to serve as a Lifeguard.

Please appoint Teagan Weiss as a substitute Lifeguard in the Recreation and Leisure Services Department pending a successful background check and pre-employment drug test. Wage rates for a first year Lifeguard were previously established by the City Council at \$9.00 per hour.

Please feel free to contact me should you have any questions or concerns about this agenda item.

JT/

VENDOR SORT KEY	DESCRIPTION	FUND	DEPARTMENT	AMOUNT
4 THE TEAM, LLC	soccer t shirts	GENERAL FUND	RECREATION/LEISURE SER	142.56
			TOTAL:	142.56
AIM ELECTRONICS INC	baseball scorebd repair	GENERAL FUND	PARKS	1,863.83
			TOTAL:	1,863.83
AMERICAN ENGINEERING TESTING INC	old mn av soils & material	GENERAL FUND	STREETS	425.45
			TOTAL:	425.45
AMERICAN PAYMENT CENTERS	qtrly drop box rental	WATER	CUSTOMER ACCOUNTS	19.50
	qtrly drop box rental	WASTE WATER FUND	CUSTOMER ACCOUNTS	19.50
	qtrly drop box rental	ENVIRON SERVICES F	CUSTOMER ACCOUNTS	19.50
	qtrly drop box rental	ELECTRIC FUND	CUSTOMER ACCOUNTS	19.50
			TOTAL:	78.00
AUDIO EDITIONS	new adult audio books	LIBRARY FUND	LIBRARY	312.79
			TOTAL:	312.79
BGMN, INC	compression performance re	GENERAL FUND	STREETS	46.41
	compression performance re	GENERAL FUND	PARKS	46.41
	compression performance re	WATER	DISTRIBUTION AND STORA	23.21
	compression performance re	WASTE WATER FUND	SOURCE/TREATMENT	23.21
	compression performance re	ENVIRON SERVICES F	REFUSE DISPOSAL	23.21
	compression performance re	ELECTRIC FUND	POWER DISTRIBUTION	46.41
	compression performance re	STORMWATER FUND	TREATMENT	23.19
			TOTAL:	232.05
BOBCAT OF MANKATO	#614 wheel assy	GENERAL FUND	PARKS	93.35
			TOTAL:	93.35
BOYER TRUCKS	#207 a/c evaporator	GENERAL FUND	STREETS	209.11
			TOTAL:	209.11
C & S SUPPLY CO INC	#313 chain & binders	GENERAL FUND	STREETS	125.89
	boot allow verl p	GENERAL FUND	STREETS	132.15
	boot allow ben r	GENERAL FUND	STREETS	97.95
	boot allow nathanial m	GENERAL FUND	PARKS	91.95
	#313 sprayer fittings	GENERAL FUND	PARKS	2.78
	boot allow james v	WASTE WATER FUND	ADMIN AND GENERAL	96.95
	boot allow james v	WASTE WATER FUND	ADMIN AND GENERAL	4.00
	boot allow doug k	WASTE WATER FUND	ADMIN AND GENERAL	96.95
	boot allow dane l	WASTE WATER FUND	ADMIN AND GENERAL	135.86
	boot allow andy b	ENVIRON SERVICES F	ADMIN AND GENERAL	150.00
	matts for treemendous	RESTRICTED CONTRIB	PARKS	399.90
	matts for treemendous	RESTRICTED CONTRIB	PARKS	79.98
			TOTAL:	1,414.36
CINTAS FIRST AID & SAFETY	first aid supplies	GENERAL FUND	RECREATION/LEISURE SER	220.26
	first aid supplies	LIBRARY FUND	LIBRARY	9.95
			TOTAL:	230.21
CLAREY'S SAFETY EQUIPMENT, INC.	CLAREY'S SAFETY EQUIPMENT,	GENERAL FUND	FIRE	29.76
			TOTAL:	29.76
COLE PAPERS INC	cleaning supplies	GENERAL FUND	MUNICIPAL BUILDING	311.88
	towels, sanitizer, trash b	GENERAL FUND	STREETS	44.02

VENDOR SORT KEY	DESCRIPTION	FUND	DEPARTMENT	AMOUNT
	wipes, magic erasers	GENERAL FUND	STREETS	27.09
	hand sanitizer	GENERAL FUND	STREETS	15.08
	trash bags wipes	GENERAL FUND	STREETS	65.83
	towels, sanitizer, trash b	GENERAL FUND	PARKS	44.02
	trash bags	GENERAL FUND	PARKS	70.00
	wipes, magic erasers	GENERAL FUND	PARKS	27.09
	hand sanitizer	GENERAL FUND	PARKS	15.08
	trash bags wipes	GENERAL FUND	PARKS	65.83
	towels, sanitizer, trash b	WATER	DISTRIBUTION AND STORA	22.01
	wipes, magic erasers	WATER	DISTRIBUTION AND STORA	13.55
	hand sanitizer	WATER	DISTRIBUTION AND STORA	7.54
	trash bags wipes	WATER	DISTRIBUTION AND STORA	32.92
	towels, sanitizer, trash b	WASTE WATER FUND	SOURCE/TREATMENT	22.01
	wipes, magic erasers	WASTE WATER FUND	SOURCE/TREATMENT	13.55
	hand sanitizer	WASTE WATER FUND	SOURCE/TREATMENT	7.54
	trash bags wipes	WASTE WATER FUND	SOURCE/TREATMENT	32.92
	towels, sanitizer, trash b	ENVIRON SERVICES F	REFUSE DISPOSAL	22.01
	wipes, magic erasers	ENVIRON SERVICES F	REFUSE DISPOSAL	13.55
	hand sanitizer	ENVIRON SERVICES F	REFUSE DISPOSAL	7.54
	trash bags wipes	ENVIRON SERVICES F	REFUSE DISPOSAL	32.92
	towels, sanitizer, trash b	ELECTRIC FUND	POWER DISTRIBUTION	44.02
	wipes, magic erasers	ELECTRIC FUND	POWER DISTRIBUTION	27.09
	hand sanitizer	ELECTRIC FUND	POWER DISTRIBUTION	15.08
	trash bags wipes	ELECTRIC FUND	POWER DISTRIBUTION	65.83
	towels, sanitizer, trash b	STORMWATER FUND	TREATMENT	22.00
	wipes, magic erasers	STORMWATER FUND	TREATMENT	13.53
	hand sanitizer	STORMWATER FUND	TREATMENT	7.54
	trash bags wipes	STORMWATER FUND	TREATMENT	32.91
			TOTAL:	1,141.98
COMPUTER TECHNOLOGY SOLUTIONS, INC.	ink cartridges	GENERAL FUND	STREETS	95.00
	ink cartridges	GENERAL FUND	PARKS	76.00
	ink cartridges	WATER	ADMIN AND GENERAL	38.00
	ink cartridges	WASTE WATER FUND	ADMIN AND GENERAL	38.00
	ink cartridges	ENVIRON SERVICES F	ADMIN AND GENERAL	38.00
	ink cartridges	ELECTRIC FUND	ADMIN AND GENERAL	95.00
			TOTAL:	380.00
CREDIT RIVER TOOLS	shop screwdrivers	GENERAL FUND	STREETS	6.42
	wrench & liner set	GENERAL FUND	STREETS	13.69
	extractor set	GENERAL FUND	STREETS	15.49
	shop screwdrivers	GENERAL FUND	PARKS	6.42
	wrench & liner set	GENERAL FUND	PARKS	13.69
	extractor set	GENERAL FUND	PARKS	15.49
	shop screwdrivers	WATER	DISTRIBUTION AND STORA	3.21
	wrench & liner set	WATER	DISTRIBUTION AND STORA	6.85
	extractor set	WATER	DISTRIBUTION AND STORA	7.75
	shop screwdrivers	WASTE WATER FUND	SOURCE/TREATMENT	3.21
	wrench & liner set	WASTE WATER FUND	SOURCE/TREATMENT	6.85
	extractor set	WASTE WATER FUND	SOURCE/TREATMENT	7.75
	shop screwdrivers	ENVIRON SERVICES F	REFUSE DISPOSAL	3.21
	wrench & liner set	ENVIRON SERVICES F	REFUSE DISPOSAL	6.85
	extractor set	ENVIRON SERVICES F	REFUSE DISPOSAL	7.75
	shop screwdrivers	ELECTRIC FUND	POWER DISTRIBUTION	6.42
	wrench & liner set	ELECTRIC FUND	POWER DISTRIBUTION	13.69
	extractor set	ELECTRIC FUND	POWER DISTRIBUTION	15.49

VENDOR SORT KEY	DESCRIPTION	FUND	DEPARTMENT	AMOUNT
	shop screwdrivers	STORMWATER FUND	TREATMENT	3.21
	wrench & liner set	STORMWATER FUND	TREATMENT	6.83
	extractor set	STORMWATER FUND	TREATMENT	7.73
			TOTAL:	178.00
CRYSTAL LAWN, INC	fertilize medians - mn ave	ENVIRON SERVICES F	REFUSE DISPOSAL	50.89
	mgm median start up spg	ENVIRON SERVICES F	REFUSE DISPOSAL	132.99
	169 nic plaza spring start	ENVIRON SERVICES F	REFUSE DISPOSAL	111.04
	city parking lot spg start	ENVIRON SERVICES F	REFUSE DISPOSAL	92.97
	169 econo foods spg start	ENVIRON SERVICES F	REFUSE DISPOSAL	62.97
	mn square start up	ENVIRON SERVICES F	REFUSE DISPOSAL	190.11
	mgm median rpz testing	ENVIRON SERVICES F	REFUSE DISPOSAL	50.00
	nicollet plaza rpz testing	ENVIRON SERVICES F	REFUSE DISPOSAL	50.00
	city partking lot rpz test	ENVIRON SERVICES F	REFUSE DISPOSAL	50.00
	econo foods rpz testing	ENVIRON SERVICES F	REFUSE DISPOSAL	50.00
	mn square rpz testing	ENVIRON SERVICES F	REFUSE DISPOSAL	50.00
			TOTAL:	890.97
CRYSTEEL TRUCK EQUIPMENT INC	#45 spill shield mud flaps	GENERAL FUND	STREETS	275.00
			TOTAL:	275.00
LANCE DLOUHY	create a camp program snac	GENERAL FUND	RECREATION/LEISURE SER	305.11
			TOTAL:	305.11
DPC INDUSTRIES, INC.	flouride delivery	WATER	PURIFICATION AND TREAT	2,157.85
			TOTAL:	2,157.85
ED'S PLUMBING	jefferson field stool leak	GENERAL FUND	PARKS	245.86
			TOTAL:	245.86
FASTENAL COMPANY	duct tape	GENERAL FUND	STREETS	2.92
	duct tape	GENERAL FUND	PARKS	2.92
	duct tape	WATER	DISTRIBUTION AND STORA	1.46
	duct tape	WASTE WATER FUND	SOURCE/TREATMENT	1.46
	duct tape	ENVIRON SERVICES F	REFUSE DISPOSAL	1.46
	duct tape	ELECTRIC FUND	POWER DISTRIBUTION	2.92
	duct tape	STORMWATER FUND	TREATMENT	1.46
			TOTAL:	14.60
THE FREE PRESS	2015 renewal	GENERAL FUND	STREETS	65.97
	2015 renewal	GENERAL FUND	PARKS	52.78
	2015 renewal	WATER	ADMIN AND GENERAL	26.39
	2015 renewal	WASTE WATER FUND	ADMIN AND GENERAL	26.39
	2015 renewal	ENVIRON SERVICES F	ADMIN AND GENERAL	26.38
	2015 renewal	ELECTRIC FUND	ADMIN AND GENERAL	65.97
			TOTAL:	263.88
GAMETIME	gault park tube slide	GENERAL FUND	PARKS	690.25
			TOTAL:	690.25
GELDNER UNDERGROUND, INC.	wash av st light boring	ELECTRIC FUND	CAPITAL-GENERAL PLANT	1,230.00
			TOTAL:	1,230.00
GENESIS	may fuel	GENERAL FUND	FIRE	107.57
	may fuel	GENERAL FUND	STREETS	3,095.47
	may fuel	GENERAL FUND	PARKS	595.99

VENDOR SORT KEY	DESCRIPTION	FUND	DEPARTMENT	AMOUNT
	may fuel	WATER	DISTRIBUTION AND STORA	449.04
	may fuel	WASTE WATER FUND	COLLECTOR/LIFT STAT	147.85
	may fuel	ENVIRON SERVICES F	REFUSE DISPOSAL	467.12
	may fuel	ELECTRIC FUND	POWER DISTRIBUTION	378.09
	may fuel	STORMWATER FUND	TREATMENT	107.57
			TOTAL:	5,348.70
GILLUND ENTERPRISES INC	gear oil treatment	GENERAL FUND	STREETS	17.78
	gear oil treatment	GENERAL FUND	PARKS	17.78
	gear oil treatment	WATER	DISTRIBUTION AND STORA	8.89
	gear oil treatment	WASTE WATER FUND	SOURCE/TREATMENT	8.89
	gear oil treatment	ENVIRON SERVICES F	REFUSE DISPOSAL	8.89
	gear oil treatment	ELECTRIC FUND	POWER DISTRIBUTION	17.78
	gear oil treatment	STORMWATER FUND	TREATMENT	8.89
			TOTAL:	88.90
GOPHER STATE ONE-CALL INC	locates for may 15'	WATER	DISTRIBUTION AND STORA	107.60
	locates for may 15'	WASTE WATER FUND	COLLECTOR/LIFT STAT	107.60
	locates for may 15'	ELECTRIC FUND	POWER DISTRIBUTION	107.75
			TOTAL:	322.95
GRAFIX SHOPPE	graphics for new squads	2015 EQUIPMENT CER	POLICE	1,840.00
			TOTAL:	1,840.00
GUSTAVUS ADOLPHUS COLLEGE-DINING	training expenses	GENERAL FUND	CITY ADMINISTRATION	942.26
			TOTAL:	942.26
HAWKINS, INC.	chlorine cylinder	WATER	PURIFICATION AND TREAT	0.00
	chlorine PO 4337	WATER	PURIFICATION AND TREAT	705.00
	sodium hydroxide PO 4336	WATER	PURIFICATION AND TREAT	975.00
	lpc-4 PO 4334	WATER	PURIFICATION AND TREAT	901.17
			TOTAL:	2,581.17
HOLIDAY SUPERSTORE, INC.	may fuel	GENERAL FUND	POLICE	322.26
	fuel may	WATER	CUSTOMER ACCOUNTS	0.78
	fuel may	WASTE WATER FUND	CUSTOMER ACCOUNTS	0.78
	fuel may	ELECTRIC FUND	CUSTOMER ACCOUNTS	0.77
			TOTAL:	324.59
HORIZON COMMERCIAL POOL SUPPLY	3 new pool controllers	2015 EQUIPMENT CER	SWIMMING POOL	7,333.60
			TOTAL:	7,333.60
INGRAM BOOK COMPANY	INGRAM BOOK COMPANY	LIBRARY FUND	LIBRARY	470.03
			TOTAL:	470.03
JAVENS MECHANICAL CONTRACTING CO.	boiler water pump repair	WASTE WATER FUND	SOURCE/TREATMENT	1,041.31
	nwa #3 blower assembly	WASTE WATER FUND	SOURCE/TREATMENT	952.95
			TOTAL:	1,994.26
JETTER CLEAN, INC.	cleaned out kitchen sink	GENERAL FUND	FIRE	127.20
			TOTAL:	127.20
JT SERVICES	rope to rope clevis	ELECTRIC FUND	POWER DISTRIBUTION	264.00
	5 gal polywater lube	ELECTRIC FUND	POWER DISTRIBUTION	68.00
			TOTAL:	332.00

VENDOR SORT KEY	DESCRIPTION	FUND	DEPARTMENT	AMOUNT
KAREN'S FLOWERS	flowers, tubs	GENERAL FUND	PARKS	177.88
			TOTAL:	177.88
KWIK TRIP INC	diesel fuel	TRANSIT	TRANSIT/TRANSPORTATION	247.22
			TOTAL:	247.22
LEAGUE OF MN CITIES INSURANCE TRUST	workers compensation	GENERAL FUND	MAYOR & COUNCIL	2.95
	workers compensation	GENERAL FUND	CITY ADMINISTRATION	23.14
	workers compensation	GENERAL FUND	CITY CLERK	10.05
	workers compensation	GENERAL FUND	FINANCE	30.41
	workers compensation	GENERAL FUND	MUNICIPAL BUILDING	40.30
	workers compensation	GENERAL FUND	POLICE	1,065.31
	workers compensation	GENERAL FUND	FIRE	545.91
	workers compensation	GENERAL FUND	BUILDING INSPECTOR	23.67
	workers compensation	GENERAL FUND	COMMUNITY SERVICE	49.39
	workers compensation	GENERAL FUND	PUBLIC WORKS ADMIN	34.80
	workers compensation	GENERAL FUND	STREETS	746.74
	workers compensation	GENERAL FUND	RECREATION/LEISURE SER	227.31
	workers compensation	GENERAL FUND	SWIMMING POOL	135.58
	workers compensation	GENERAL FUND	SKATING RINKS	2.95
	workers compensation	GENERAL FUND	PARKS	422.22
	workers compensation	GENERAL FUND	ECONOMIC DEVMT	14.58
	workers compensation	LIBRARY FUND	LIBRARY	50.58
	workers compensation	PUBLIC ACCESS	PUBLIC ACCESS	1.50
	workers compensation	COMMUNITY CENTER	COMMUNITY CENTER	117.29
	workers compensation	WATER	SOURCE OF SUPPLY	28.83
	workers compensation	WATER	PURIFICATION AND TREAT	163.96
	workers compensation	WATER	DISTRIBUTION AND STORA	189.59
	workers compensation	WATER	ADMIN AND GENERAL	24.27
	workers compensation	WATER	CUSTOMER ACCOUNTS	4.02
	workers compensation	WASTE WATER FUND	BIOSOLIDS	56.98
	workers compensation	WASTE WATER FUND	COLLECTOR/LIFT STAT	123.07
	workers compensation	WASTE WATER FUND	SOURCE/TREATMENT	306.11
	workers compensation	WASTE WATER FUND	ADMIN AND GENERAL	26.28
	workers compensation	WASTE WATER FUND	CUSTOMER ACCOUNTS	4.02
	workers compensation	ENVIRON SERVICES F	REFUSE DISPOSAL	189.05
	workers compensation	ENVIRON SERVICES F	ADMIN AND GENERAL	15.26
	workers compensation	ENVIRON SERVICES F	CUSTOMER ACCOUNTS	1.93
	workers compensation	ELECTRIC FUND	POWER PRODUCTION	14.61
	workers compensation	ELECTRIC FUND	POWER DISTRIBUTION	353.21
	workers compensation	ELECTRIC FUND	ADMIN AND GENERAL	73.65
	workers compensation	ELECTRIC FUND	CUSTOMER ACCOUNTS	15.74
	workers compensation	STORMWATER FUND	COLLECTIONS/LIFT STATI	167.41
	workers compensation	STORMWATER FUND	TREATMENT	59.16
	workers compensation	STORMWATER FUND	ADMINISTRATION AND GEN	14.98
	workers compensation	STORMWATER FUND	CUSTOMER ACCOUNTS	1.93
	workers compensation	TRANSIT	TRANSIT/TRANSPORTATION	277.26
			TOTAL:	5,656.00
M R SIGN CO, INC.	sign painting	GENERAL FUND	STREETS	231.43
			TOTAL:	231.43
MALLOY MONTAGUE KARNOWSKI RADOSEVICH	2014 audit	GENERAL FUND	FINANCE	7,750.00
	2014 audit	WATER	ADMIN AND GENERAL	1,937.50
	2014 audit	WASTE WATER FUND	ADMIN AND GENERAL	1,937.50
	2014 audit	ENVIRON SERVICES F	ADMIN AND GENERAL	1,937.50

VENDOR SORT KEY	DESCRIPTION	FUND	DEPARTMENT	AMOUNT
	2014 audit	ELECTRIC FUND	ADMIN AND GENERAL	1,937.50
			TOTAL:	15,500.00
MANKATO CLINIC LTD	new hire physical	GENERAL FUND	POLICE	358.58
			TOTAL:	358.58
MARCO, INC.	copier maintenance	GENERAL FUND	CITY ADMINISTRATION	19.05
	copier maintenance	GENERAL FUND	CITY CLERK	19.05
	copier maintenance	GENERAL FUND	FINANCE	12.70
	copier maintenance	GENERAL FUND	POLICE	10.16
	copier maintenance	GENERAL FUND	BUILDING INSPECTOR	5.08
	copier maintenance	GENERAL FUND	PUBLIC WORKS ADMIN	2.54
	copier maintenance	GENERAL FUND	ECONOMIC DEVMT	1.27
	copier maintenance	WATER	ADMIN AND GENERAL	11.43
	copier maintenance	WASTE WATER FUND	ADMIN AND GENERAL	11.44
	copier maintenance	ELECTRIC FUND	ADMIN AND GENERAL	34.30
			TOTAL:	127.02
MATHESON TRI-GAS INC	cylinder rental	GENERAL FUND	STREETS	20.77
	cylinder rental	GENERAL FUND	STREETS	21.50
	cylinder rental	GENERAL FUND	PARKS	20.77
	cylinder rental	GENERAL FUND	PARKS	21.50
	cylinder rental	WATER	DISTRIBUTION AND STORA	10.39
	cylinder rental	WATER	DISTRIBUTION AND STORA	10.75
	cylinder rental	WASTE WATER FUND	SOURCE/TREATMENT	10.39
	cylinder rental	WASTE WATER FUND	SOURCE/TREATMENT	10.75
	cylinder rental	ENVIRON SERVICES F	REFUSE DISPOSAL	10.39
	cylinder rental	ENVIRON SERVICES F	REFUSE DISPOSAL	10.75
	cylinder rental	ELECTRIC FUND	POWER DISTRIBUTION	20.77
	cylinder rental	ELECTRIC FUND	POWER DISTRIBUTION	21.50
	cylinder rental	STORMWATER FUND	TREATMENT	10.37
	cylinder rental	STORMWATER FUND	TREATMENT	10.74
			TOTAL:	211.34
MENARDS	network wire for pool and	GENERAL FUND	CITY ADMINISTRATION	2.03
	network wire for pool and	GENERAL FUND	POLICE	7.32
	network wire for pool and	GENERAL FUND	FIRE	9.35
	network wire for pool and	GENERAL FUND	FIRE	1.22
	network wire for pool and	GENERAL FUND	BUILDING INSPECTOR	1.22
	network wire for pool and	GENERAL FUND	PUBLIC WORKS ADMIN	2.84
	network wire for pool and	GENERAL FUND	STREETS	0.81
	network wire for pool and	GENERAL FUND	RECREATION/LEISURE SER	5.28
	summer programs supplies	GENERAL FUND	RECREATION/LEISURE SER	46.96
	network wire for pool and	GENERAL FUND	SWIMMING POOL	79.88
	network wire for pool and	GENERAL FUND	PARKS	0.41
	network wire for pool and	GENERAL FUND	ECONOMIC DEVMT	0.81
	network wire for pool and	LIBRARY FUND	LIBRARY	13.00
	network wire for pool and	PUBLIC ACCESS	PUBLIC ACCESS	0.41
	network wire for pool and	COMMUNITY CENTER	COMMUNITY CENTER	0.41
	network wire for pool and	WATER	ADMIN AND GENERAL	2.03
	network wire for pool and	WASTE WATER FUND	ADMIN AND GENERAL	1.22
	network wire for pool and	ENVIRON SERVICES F	REFUSE DISPOSAL	0.41
	network wire for pool and	ELECTRIC FUND	ADMIN AND GENERAL	5.31
	network wire for pool and	STORMWATER FUND	ADMINISTRATION AND GEN	0.81
	network wire for pool and	TRANSIT	TRANSIT/TRANSPORTATION	0.38
			TOTAL:	182.11

VENDOR SORT KEY	DESCRIPTION	FUND	DEPARTMENT	AMOUNT
MISC VENDOR	CERTIFIED LABORATORIES	GENERAL FUND	STREETS	716.80
	DZINE LLC	GENERAL FUND	STREETS	341.00
	KOPISCHKE DARLENE	ENVIRON SERVICES F	NON-DEPARTMENTAL	20.00
	LAMM, NELSON, & CICH	WATER	NON-DEPARTMENTAL	123.75
	LITTLE BIT OF GUIDANCE	GENERAL FUND	RECREATION/LEISURE SER	720.00
	NEW LIFE RESTORATION	GENERAL FUND	SWIMMING POOL	1,000.00
	SIEBELS, KATRINA	STORMWATER FUND	ADMINISTRATION AND GEN	103.95
	SKALA JARED	ENVIRON SERVICES F	NON-DEPARTMENTAL	20.00
			TOTAL:	3,045.50
MN BUREAU OF CRIMINAL APPREHENSION	cost for training cards- t	GENERAL FUND	POLICE	6.67
			TOTAL:	6.67
MN IRON & METAL COMPANY	#115 iron rod	GENERAL FUND	STREETS	9.00
			TOTAL:	9.00
MN PIPE & EQUIPMENT	#238 665 mains & valves	WATER	NON-DEPARTMENTAL	666.10
	#238 665 valves	WATER	NON-DEPARTMENTAL	666.10
	#226 261 742 boxes & box t	WATER	NON-DEPARTMENTAL	741.75
	pentagon socket	WATER	DISTRIBUTION AND STORA	165.20
	water main repair	WATER	DISTRIBUTION AND STORA	49.38
	watermain bolts	WATER	DISTRIBUTION AND STORA	144.75
	cor blue t head	WATER	DISTRIBUTION AND STORA	164.05
			TOTAL:	2,597.33
PETE MOULTON	mileage expense 5/11-22	GENERAL FUND	PUBLIC WORKS ADMIN	56.34
	mileage expense 5/11-22	WATER	ADMIN AND GENERAL	33.93
	mileage expense 5/11-22	ELECTRIC FUND	ADMIN AND GENERAL	168.48
			TOTAL:	258.75
MVTL LABORATORIES INC	wwtf mercury	WASTE WATER FUND	SOURCE/TREATMENT	34.75
			TOTAL:	34.75
NEW ULM QUARTZITE QUARRIES	seal coat chip stone	GENERAL FUND	STREETS	18,320.36
			TOTAL:	18,320.36
NICOLLET COUNTY TREASURER	radio reprogram	GENERAL FUND	FIRE	50.00
			TOTAL:	50.00
NICOLLET COUNTY BANK	pool admissions start up c	GENERAL FUND	NON-DEPARTMENTAL	150.00
	pool concession start up c	GENERAL FUND	NON-DEPARTMENTAL	50.00
			TOTAL:	200.00
NIELSEN BLACKTOPPING, LLC	ramsey & n. 3rd sidewalk c	GENERAL FUND	STREETS	17,513.00
			TOTAL:	17,513.00
NORTHLAND VALLEY TRANSFER	haul seal coat rock	GENERAL FUND	STREETS	2,444.72
			TOTAL:	2,444.72
OFFICEMAX	cd's and dvd's	GENERAL FUND	POLICE	52.08
			TOTAL:	52.08
OVERHEAD DOOR COMPANY OF MANKATO INC	south garage door opener	GENERAL FUND	MUNICIPAL BUILDING	161.90
			TOTAL:	161.90
PEPSI-COLA OF MANKATO INC	vending machine	COMMUNITY CENTER	COMMUNITY CENTER	369.69

VENDOR SORT KEY	DESCRIPTION	FUND	DEPARTMENT	AMOUNT
			TOTAL:	<u>369.69</u>
PET EXPO DIST.	routine aquaruum maintenanc	LIBRARY FUND	LIBRARY	<u>50.00</u>
			TOTAL:	<u>50.00</u>
PHOTO SHOP STUDIO	PHOTO SHOP STUDIO	GENERAL FUND	POLICE	<u>66.00</u>
			TOTAL:	<u>66.00</u>
PIONEER	white paint soccer assoc.	GENERAL FUND	NON-DEPARTMENTAL	<u>654.00</u>
			TOTAL:	<u>654.00</u>
POSTER COMPLIANCE CENTER	compliance plan renewal	GENERAL FUND	CITY ADMINISTRATION	52.52
	compliance plan renewal	GENERAL FUND	CITY CLERK	52.52
	compliance plan renewal	GENERAL FUND	FINANCE	35.02
	compliance plan renewal	GENERAL FUND	POLICE	28.02
	compliance plan renewal	GENERAL FUND	BUILDING INSPECTOR	14.01
	compliance plan renewal	GENERAL FUND	PUBLIC WORKS ADMIN	6.99
	compliance plan renewal	GENERAL FUND	ECONOMIC DEVMT	3.50
	compliance plan renewal	WATER	ADMIN AND GENERAL	31.52
	compliance plan renewal	WASTE WATER FUND	ADMIN AND GENERAL	31.52
	compliance plan renewal	ELECTRIC FUND	ADMIN AND GENERAL	<u>94.56</u>
			TOTAL:	<u>350.18</u>
PROFESSIONAL WATER TECHNOLOGIES	opticlean 100#	WATER	PURIFICATION AND TREAT	<u>763.00</u>
			TOTAL:	<u>763.00</u>
QUALITY ELEVATOR PRODUCTS, INC.	knox boxes	GENERAL FUND	FIRE	<u>356.47</u>
			TOTAL:	<u>356.47</u>
QUICK MART ST PETER	FUEL APR	GENERAL FUND	FIRE	<u>80.75</u>
			TOTAL:	<u>80.75</u>
QUILL	ink cartridges	GENERAL FUND	POLICE	86.38
	ink cartridges	GENERAL FUND	RECREATION/LEISURE SER	86.38
	ink cartridges	GENERAL FUND	ECONOMIC DEVMT	<u>127.15</u>
			TOTAL:	<u>299.91</u>
RITA RASSBACH	summ reading prog advert	RESTRICTED CONTRIB	LIBRARY	<u>197.36</u>
			TOTAL:	<u>197.36</u>
RDO EQUIPMENT CO.	#68 hoses	WASTE WATER FUND	SOURCE/TREATMENT	<u>392.04</u>
			TOTAL:	<u>392.04</u>
ROYAL TIRE, INC	#207 tire disposal	GENERAL FUND	STREETS	13.00
	#207 tires	GENERAL FUND	STREETS	922.67
	bus tires	TRANSIT	TRANSIT/TRANSPORTATION	<u>674.18</u>
			TOTAL:	<u>1,609.85</u>
SHERWIN-WILLIAMS	power lock pro	COMMUNITY CENTER	COMMUNITY CENTER	<u>50.99</u>
			TOTAL:	<u>50.99</u>
SHOPKO STORES OPERATING CO., LLC	soap	WATER	PURIFICATION AND TREAT	<u>15.98</u>
			TOTAL:	<u>15.98</u>
ARTHUR E SIDNER	pic display and rec office	GENERAL FUND	RECREATION/LEISURE SER	<u>60.00</u>
			TOTAL:	<u>60.00</u>

VENDOR SORT KEY	DESCRIPTION	FUND	DEPARTMENT	AMOUNT
SPRINT SOLUTIONS, INC.	fire cell phones	GENERAL FUND	FIRE	16.38
	phones	COMMUNITY CENTER	COMMUNITY CENTER	16.57
	water data plan	WATER	ADMIN AND GENERAL	39.99
	phones	WATER	ADMIN AND GENERAL	16.57
	phones	WASTE WATER FUND	ADMIN AND GENERAL	17.57
	phones	ELECTRIC FUND	ADMIN AND GENERAL	<u>44.06</u>
	TOTAL:			151.14
ST PETER AREA CHAMBER OF COMMERCE	anniversary recognition gi	GENERAL FUND	FIRE	50.00
	anniversary recognition gi	GENERAL FUND	STREETS	100.00
	anniversary recognition gi	GENERAL FUND	RECREATION/LEISURE SER	25.00
	anniversary recognition gi	WASTE WATER FUND	ADMIN AND GENERAL	25.00
	anniversary recognition gi	WASTE WATER FUND	ADMIN AND GENERAL	25.00
	anniversary recognition gi	ELECTRIC FUND	POWER DISTRIBUTION	<u>100.00</u>
	TOTAL:			325.00
ST PETER AREA TOURISM & VISITORS BUREA	april lodging tax proceeds	GENERAL FUND	NON-DEPARTMENTAL	<u>2,871.06</u>
			TOTAL:	2,871.06
ST PETER INSULATED GLASS	bus window	TRANSIT	TRANSIT/TRANSPORTATION	<u>45.50</u>
			TOTAL:	45.50
ST PETER ROTARY	rotary annual dues	GENERAL FUND	ECONOMIC DEVMT	<u>150.00</u>
			TOTAL:	150.00
STEFFEN ELECTRIC OF LE CENTER INC.	mill pond water aerator bo	GENERAL FUND	PARKS	<u>167.00</u>
			TOTAL:	167.00
TASER INTERNATIONAL	TASER INTERNATIONAL	GENERAL FUND	POLICE	<u>56.03</u>
			TOTAL:	56.03
CURTIS THOMPSON	wastewater class B app fee	WATER	ADMIN AND GENERAL	<u>100.00</u>
			TOTAL:	100.00
TIGERDIRECT.COM	replacement ups for rec	GENERAL FUND	RECREATION/LEISURE SER	113.23
	replacement update compute	LIBRARY FUND	LIBRARY	<u>698.66</u>
			TOTAL:	811.89
TRAVERSE DES SIOUX LIBRARY SYSTEM	TRAVERSE DES SIOUX LIBRARY	LIBRARY FUND	LIBRARY	<u>81.95</u>
			TOTAL:	81.95
US AUTO FORCE	squad tires	GENERAL FUND	POLICE	<u>959.92</u>
			TOTAL:	959.92
VISA	co2 cylinders reimbur	GENERAL FUND	NON-DEPARTMENTAL	117.43
	reimb-conference meals	GENERAL FUND	CITY ADMINISTRATION	355.37
	chemical irritant	GENERAL FUND	POLICE	395.89
	meals, hotel-communictn co	GENERAL FUND	POLICE	301.29
	magazine uniforms	GENERAL FUND	POLICE	225.00
	magazine uniforms	GENERAL FUND	POLICE	110.00
	uniforms	GENERAL FUND	POLICE	447.30
	microsoft office professio	GENERAL FUND	BUILDING INSPECTOR	749.95
	uniform shoes	GENERAL FUND	COMMUNITY SERVICE	49.99
	welding supplies	GENERAL FUND	STREETS	51.87
	welding shop band saw tank	GENERAL FUND	STREETS	39.75
	lunch meeting/ community	GENERAL FUND	RECREATION/LEISURE SER	12.50

VENDOR SORT KEY	DESCRIPTION	FUND	DEPARTMENT	AMOUNT
	summer camp supplies	GENERAL FUND	RECREATION/LEISURE SER	190.54
	summer camp supplies	GENERAL FUND	RECREATION/LEISURE SER	155.53
	summer camp supplies	GENERAL FUND	RECREATION/LEISURE SER	102.73
	summer camp supplies	GENERAL FUND	RECREATION/LEISURE SER	277.77
	summer camp supplies	GENERAL FUND	RECREATION/LEISURE SER	131.04
	welding supplies	GENERAL FUND	PARKS	41.50
	welding shop band saw tank	GENERAL FUND	PARKS	39.75
	meals Drummer Const	GENERAL FUND	ECONOMIC DEVMT	31.04
	meals NCIAS, preservation	GENERAL FUND	ECONOMIC DEVMT	16.23
	thank you cards	GENERAL FUND	ECONOMIC DEVMT	7.47
	meals spdc mtg	GENERAL FUND	ECONOMIC DEVMT	15.36
	summer reading program	LIBRARY FUND	LIBRARY	310.40
	welding shop band saw tank	WATER	DISTRIBUTION AND STORA	19.87
	welding supplies	WATER	ADMIN AND GENERAL	20.75
	safety shoes	WATER	ADMIN AND GENERAL	119.99
	interview meals	WATER	ADMIN AND GENERAL	18.00
	welding shop band saw tank	WASTE WATER FUND	SOURCE/TREATMENT	19.87
	welding supplies	WASTE WATER FUND	ADMIN AND GENERAL	20.75
	interview meals	WASTE WATER FUND	ADMIN AND GENERAL	18.00
	welding shop band saw tank	ENVIRON SERVICES F	REFUSE DISPOSAL	19.87
	welding supplies	ENVIRON SERVICES F	ADMIN AND GENERAL	20.74
	welding shop band saw tank	ELECTRIC FUND	POWER DISTRIBUTION	39.75
	welding supplies	ELECTRIC FUND	ADMIN AND GENERAL	51.87
	underground school meals	ELECTRIC FUND	ADMIN AND GENERAL	86.84
	interview meals	ELECTRIC FUND	ADMIN AND GENERAL	120.82
	welding shop band saw tank	STORMWATER FUND	TREATMENT	19.88
	erosion class	STORMWATER FUND	ADMINISTRATION AND GEN	160.00
	microsoft office professio	STORMWATER FUND	ADMINISTRATION AND GEN	149.99
	dot workshop meal & hotel	TRANSIT	TRANSIT/TRANSPORTATION	279.81
	dot workshop meal & hotel	TRANSIT	TRANSIT/TRANSPORTATION	57.02
	arts and crafts supplies	RESTRICTED CONTRIB	RECREATION/LEISURE SER	190.54
	summer camp supplies	RESTRICTED CONTRIB	RECREATION/LEISURE SER	155.53
	youth center supplies	YOUTH CENTER GRANT	YOUTH CENTER	26.13
			TOTAL:	5,791.72
XCEL ENERGY	hwy 22 bridgelights	GENERAL FUND	STREETS	41.22
			TOTAL:	41.22
ZACK'S INC	rakes	GENERAL FUND	STREETS	274.95
	shovels, picks, rakes	GENERAL FUND	STREETS	67.96
	ratchet strap hooks lever	GENERAL FUND	STREETS	32.15
	compound shovel funnel bar	GENERAL FUND	PARKS	373.49
	shovels, picks, rakes	GENERAL FUND	PARKS	67.96
	ratchet strap hooks lever	GENERAL FUND	PARKS	32.15
	shovels, picks, rakes	WATER	DISTRIBUTION AND STORA	33.98
	ratchet strap hooks lever	WATER	DISTRIBUTION AND STORA	16.07
	shovels, picks, rakes	WASTE WATER FUND	SOURCE/TREATMENT	33.98
	ratchet strap hooks lever	WASTE WATER FUND	SOURCE/TREATMENT	16.07
	shovels, picks, rakes	ENVIRON SERVICES F	REFUSE DISPOSAL	33.98
	ratchet strap hooks lever	ENVIRON SERVICES F	REFUSE DISPOSAL	16.07
	shovels, picks, rakes	ELECTRIC FUND	POWER DISTRIBUTION	67.96
	ratchet strap hooks lever	ELECTRIC FUND	POWER DISTRIBUTION	32.15
	shovels, picks, rakes	STORMWATER FUND	TREATMENT	33.98
	ratchet strap hooks lever	STORMWATER FUND	TREATMENT	16.08
			TOTAL:	1,148.98

VENDOR SORT KEY	DESCRIPTION	FUND	DEPARTMENT	AMOUNT
ZIEGLER INC	keys	GENERAL FUND	STREETS	12.30
	#83 pedal	ELECTRIC FUND	POWER DISTRIBUTION	<u>112.99</u>
			TOTAL:	125.29

===== FUND TOTALS =====

101	GENERAL FUND	77,042.17
211	LIBRARY FUND	1,997.36
213	PUBLIC ACCESS	1.91
217	COMMUNITY CENTER	554.95
475	2015 EQUIPMENT CERTIFICAT	9,173.60
601	WATER	11,841.22
602	WASTE WATER FUND	5,917.84
603	ENVIRON SERVICES FUND	4,015.31
604	ELECTRIC FUND	5,879.88
606	STORMWATER FUND	984.14
610	TRANSIT	1,581.37
820	RESTRICTED CONTRIBUTIONS	1,023.31
824	YOUTH CENTER GRANT	26.13

GRAND TOTAL: 120,039.19

TOTAL PAGES: 11

CITY OF SAINT PETER, MINNESOTA

RESOLUTION NO. 2015 –

STATE OF MINNESOTA)
COUNTY OF NICOLLET)
CITY OF SAINT PETER)

RESOLUTION APPROVING CONSENT AGENDA

BE IT RESOLVED BY THE CITY COUNCIL OF THE CITY OF SAINT PETER, NICOLLET COUNTY, MINNESOTA, THAT:

1. The following business licenses are approved subject to payment of the licensing fee and compliance with City Code regulations:

Temporary On Sale Liquor

Red Men Club 412 South Third Street 7/3/15
Parking Lot

St. Peter Baseball Assn. 400 West Union Street 8/5/15 – 8/8/15
Nicollet County Fairgrounds

Temporary On Sale Beer

St. Peter Baseball Assn. 500 West Skaro Street – Vets Field 6/9/15 – 9/6/15

Temporary Soft Drink

St. Peter Baseball Assn. 500 West Skaro Street Vets Field 6/9/15–12/16/15

Temporary Dance

Red Men Club 412 South Third Street 7/3/15
Parking Lot

Fireworks Permit

Red Men Club 400 West Union Street 7/4/15
Nicollet County Fairgrounds

Transient Merchant

TNT Fireworks 612 South Minnesota Avenue 6/20/15 – 7/8/15

Tree Worker

Mankato Landshapes, Inc. 6/9/15 -4/30/16
Quality Tree Service 6/9/15 -4/30/16

2. The following advisory board appointments are approved for the terms indicated:

HERITAGE PRESERVATION COMMISSION

Alyssa Auten (2015-2017)

TOURISM AND VISITORS BUREAU

Jerry Pfeifer (2014-2016)

3. The following corrected wages for seasonal employees are hereby approved:

<u>NAME</u>	<u>INCORRECT WAGE</u>	<u>CORRECT WAGE</u>
Nathan Kempenich	\$9.75/hour	\$9.50/hour
Ashley Lager	\$11.00/hour	\$11.25/hour

4. The following employee appointment is hereby approved at the wage indicated:

<u>NAME</u>	<u>POSITION</u>	<u>WAGE</u>
Teagan Weiss	Lifeguard (substitute)	\$9.00/hour

5. The schedule of disbursements for May 21, 2015 through June 3, 2015 is hereby approved.

Adopted by the City Council of the City of Saint Peter, Nicollet County, Minnesota this 8th day of July, 2015.

Timothy Strand
Mayor

ATTEST:

Todd Prafke
City Administrator



Waconia Office
2078 Feather Circle
Waconia, MN 55387
Phone: (952) 442-5821
Fax: (952) 442-8838
Email: shannon@daviddrown.com

June 3, 2015

City of Saint Peter
Attn: Paula O'Connell, Finance Director
224 South Front Street
Saint Peter, MN 56082

RE: Refinance of Electric Revenue Bonds

Honorable Mayor, Council Members, Administrator Prafke and Mrs. O'Connell:

We have recently discussed with staff and council the potential debt service savings that may be available through the refinance of the 2006B and 2010C Electric Revenue Bonds. Unfortunately, since that discussion occurred, interest rates have been on the rise. We have continued to evaluate the savings available through the refinance of both issues, and have recommended that the City proceed with the refinance of only the 2006B Bonds.

On the morning of June 8, 2015 we will be receiving bids for the sale of bonds that would be used to refinance the 2006B Bonds. I will be presenting the results of the bidding process to the City Council with our recommendation that same evening.

Enclosed for your review is a draft of the resolution providing for the award of the sale of bonds. Information pertaining to the low bid will be incorporated into the resolution on the day of sale. As previously discussed, a credit rating from Moody's was also purchased for the proposed bond issue. Moody's has affirmed the rating of A3 for this bond issue. The City has maintained this rating for its electric utility since 2006 when it was upgraded from a Baa1. A copy of the report from the rating agency is included as well.

Please feel free to contact me if you have any questions regarding this information. Thank you for your time and consideration.

Sincerely,

A handwritten signature in black ink that reads 'Shannon Sweeney'. The signature is written in a cursive, flowing style.

Shannon Sweeney
David Drown Associates, Inc.

MOODY'S

INVESTORS SERVICE

New Issue: Moody's assigns A3 to St. Peter, MN's \$3.5M Electric Revenue Bonds, Ser. 2015A

Global Credit Research - 01 Jun 2015

Affirms A3 on \$8.3M of outstanding electric revenue debt

ST. PETER (CITY OF) MN
Electric Distribution and Generation
MN

Moody's Rating

ISSUE	RATING
Electric Revenue Refunding Bonds, Series 2015A	A3
Sale Amount \$3,565,000	
Expected Sale Date 06/10/15	
Rating Description Revenue: Government Enterprise	

Moody's Outlook NOO

NEW YORK, June 01, 2015 –Moody's Investors Service has assigned a A3 rating to St. Peter, MN's \$3.5 million Electric Revenue Refunding Bonds, Series 2015A. Concurrently, Moody's has affirmed the A3 rating on the electric enterprise's outstanding debt. Post-sale, the city will have \$8.3 million of electric revenue debt outstanding.

SUMMARY RATING RATIONALE

The A3 rating reflects the utility's modestly sized and stable service area; satisfactory financial operations characterized by adequate debt service coverage and narrowing liquidity; manageable debt burden and satisfactory legal covenants; and unlimited rate setting authority.

OUTLOOK

Outlooks are generally not assigned to local government credits with this amount of debt outstanding.

WHAT COULD MAKE THE RATING GO UP

- Material expansion and diversification of the customer base
- Improved annual debt service coverage
- Increased system liquidity

WHAT COULD MAKE THE RATING GO DOWN

- Contraction of the customer base
- Deterioration in annual debt service coverage
- Reductions in liquidity below that of similarly rated entities

STRENGTHS

- Historically stable customer base
- Unlimited rate setting authority in a monopolistic service area

- Satisfactory legal provisions for bond holders

CHALLENGES

- Modestly sized and somewhat concentrated customer base
- Narrowing liquidity due to ongoing capital investments
- Exposure to coal generation risk through long-term take and pay contract with Southern Minnesota Municipal Power Agency (SMMPA)

RECENT DEVELOPMENTS

Recent developments have been incorporated into the Detailed Rating Rationale.

DETAILED RATING RATIONALE

SERVICE AREA AND SYSTEM CHARACTERISTICS: LIMITED BUT STABLE SERVICE AREA IN SOUTHERN MINNESOTA

The electric utility provides electric distribution services to a modestly sized customer base 70 miles southwest of Minneapolis (Aa1 stable). The utility's service area is limited to the City of St. Peter (A1). The utility has monopolistic rights to provide electric services to all customers within its service area. The system's electricity is entirely purchased from SMMPA on a wholesale basis. The utility is one of 18 current members of SMMPA and signed a "take and pay contract" through 2032. SMMPA has some generation concentration risk from its high resource concentration in coal which has potential for higher future operating expenses; federally imposed green house gas emissions standards and State imposed renewable energy standards. SMMPA is able to mitigate some of these costs by passing them on its members through long-term contracts. The city in turn passes on these increases to its retail customers.

The electric system's customer count totaled 4,177 in 2014, up slightly from 4,084 customers in 2009. The system's customer base is expected to remain steady over the near to medium-term given the expectation of limited growth within the city and continued stability provided by multiple institutional users. The system's customer base is somewhat concentrated with the top ten users accounting for 34% total charges in fiscal 2014. While usage is moderately concentrated, many of the system's top users are institutions which provide stability to the system. The system's top customer, Gustavus Adolphus College (A3 stable), represents 12% of charges and is a small liberal arts college that has been located in St. Peter since 1862. The system's other top users consist of several health care providers including St. Peter Regional Treatment Center and St. Peter Security Hospital. Wealth indices within the city approximate national levels and are estimated at 99% of the national median. Compared to other electric systems in the state, St. Peter's electric rates are elevated. Across all users, the system's rates are 18% higher than the state average.

DEBT SERVICE COVERAGE AND LIQUIDITY: FINANCIAL PROFILE WILL REMAIN STABLE DESPITE NARROWING LIQUIDITY

Despite narrowing system liquidity due to capital investments, recent rate increases are expected to help the utility system's financial operations remain satisfactory. Favorably, the utility has sole rate setting authority and management reviews rates annually. While rates are generally reviewed on an annual basis, the utility also maintains the flexibility to increase rates at any point during the fiscal year, subject to approval from city council. Management's goal is to set rates sufficient to maintain approximately \$1.0 million in unrestricted cash. Recently, the utility implemented a 4% rate increase effective August 1, 2014. Prior to 2014, the utility increased rates by 4% in 2011. As a result of the most recent rate increase, debt service coverage is expected to improve over the near-term. Management has no plans for additional rate increases over the near-term.

In fiscal 2013, annual debt service coverage was a solid 1.86 times before transfers to the city, and a satisfactory 1.06 time post-transfers. The utility transfers a modest payment in lieu of taxes (PILOT) to the city of St. Peter, equal to 6.5% of gross sales which totaled \$930,000 for 2013. Due to a timing lag between growing operating expenditures and increased revenues from August 2014 rate increase, debt service coverage in fiscal 2014 is expected to decline to 1.81 times before PILOT payments and 1.04 times post-PILOT payments, respectively. Favorably, management anticipates improved post-PILOT coverage of 1.12 times in fiscal 2015.

Liquidity

System liquidity is expected to be further reduced over the near-term due to capital spending for improved system reliability. As of fiscal 2013, net cash including that restricted for debt service totaled \$2.9 million, or a satisfactory 120 days cash on hand. In fiscal 2014, capital spending is expected to reduce the utility's total cash position to \$2.6 million. For fiscal 2015, additional capital spending is expected to reduce total cash and investments to \$1.9 million, equivalent to a narrow 81 days cash on hand. Favorably, management anticipates rebuilding cash reserves through modest operating surpluses after fiscal 2015.

DEBT AND LEGAL COVENANTS: MANAGEABLE DEBT AND SATISFACTORY LEGAL COVENANTS

The utility's debt profile is expected to remain manageable due to limited plans for additional borrowing. At the end of fiscal 2013, the utility's debt ratio was average at 39.4%. Over the past several years, the utility has invested cash for incremental maintenance and reliability improvements to the system. Management indicates that the system is in good condition and does not anticipate issuing additional debt over the near-term.

The legal provisions afforded to bondholders are satisfactory. The rate covenant specifies that the city will adjust rates, as necessary, to ensure that net revenues, based on a two year average, provide 1.25 times coverage of maximum annual debt service (MADS), not including PILOT payments made to the General Fund. The debt service reserve fund is cash funded and sized at maximum annual debt service (MADS). The additional bonds test is set to an adequate 1.25 times MADS.

Debt Structure

The utility has \$8.3 million of revenue debt outstanding. All of the utility's debt is fixed rate and long-term. Amortization of existing debt is average, as 64% of principal is expected to be retired over the next ten years.

Debt-Related Derivatives

The utility has no derivative exposure.

MANAGEMENT AND GOVERNANCE: UNLIMITED RATE SETTING AUTHORITY

Management utilizes a conservative budgeting approach and benefits from an unlimited rate setting authority.

KEY STATISTICS

- System type: Municipal-owned electric generation
- Electric system customer base (2014): 4,177 customers
- Ten Largest Customers as % of total dollars billed: 34%
- Debt Service Coverage Ratio, bond ordinance basis, Fiscal 2013 (3-year average): 1.86 times coverage (2.53 times coverage)
- Debt Service Coverage Ratio, net revenue basis post PILOT, Fiscal 2013 (3-year average): 1.06 times coverage (1.57 times coverage)
- Debt Ratio, Fiscal 2013 (3-year average) 39.4% (40.0%)
- Post-sale parity revenue debt outstanding: \$8.3 million

Methodology Scorecard Factors:

1. Cost Recovery Framework (25% weight): A
2. Willingness to Recover Costs and Maintain Sound Financial Metrics (25% weight): A
3. Management of Generation Risk (10% weight): Baa
4. Rate Competitiveness (10% weight): Baa
5. Financial Strength (3- year averages):
 - a) Liquidity (10% weight): Aa

b)Debt Ratio (10% weight): Aa

c)Coverage (10% weight): A

Grid Indicated Rating: A2

Notching considerations:

-0.5 for the expected narrowing of liquidity over the near-term

Scorecard Indicated Rating: A3

OBLIGOR PROFILE

St. Peter Electric Utility is a modestly sized system which provides electric service to properties within the city and small portions of the surrounding area.

LEGAL SECURITY

The bonds are secured by net revenues of the St. Peter Electric Utility.

USE OF PROCEEDS

Proceeds from the Series 2015A bonds will be used to refund certain maturities of the city's outstanding Series 2006B Electric Revenue Advanced Refunding Bonds for an expected net present value savings.

PRINCIPAL METHODOLOGY

The principal methodology used in this rating was U.S. Public Power Electric Utilities with Generation Ownership Exposure published in November 2011. Please see the Credit Policy page on www.moody.com for a copy of this methodology.

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MOODY'S
INVESTORS SERVICE

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CITY OF SAINT PETER, MINNESOTA

RESOLUTION NO. 2015 -

STATE OF MINNESOTA)
COUNTY OF NICOLLET)
CITY OF SAINT PETER)

RESOLUTION RELATING TO \$3,565,000 ELECTRIC REVENUE REFUNDING BONDS, SERIES 2015A, AUTHORIZING THE ISSUANCE, AWARDED THE SALE, FIXING THE FORM AND DETAILS, PROVIDING FOR THE EXECUTION AND DELIVERY THEREOF AND SECURITY THEREFOR

BE IT RESOLVED BY THE CITY COUNCIL OF THE CITY OF SAINT PETER, NICOLLET COUNTY, MINNESOTA (THE "CITY") AS FOLLOWS:

Section 1. Recitals. This Council has investigated the facts necessary to determine and does hereby find and declare:

1.01. Electric System. The City has heretofore duly authorized the establishment and operation of a municipal electric distribution system for the distribution of electricity to the residents of the City and the surrounding area, the municipal electric system as now or hereafter improved is hereinafter referred to as the Electric Utility.

1.02. Purpose. It is necessary and in the best interests of the City and its residents that the City provide moneys for a current refunding of the City's outstanding \$5,045,000 original principal amount of Electric Revenue Advance Refunding Bonds, Series 2006B, dated December 1, 2006 (the "2006 Prior Bonds") (the "Refunding").

1.03. Necessity of Issuance of Series 2015A Bonds; Refunding Findings. To provide funds for the Refunding, it is necessary for the City to issue \$3,565,000 Electric Revenue Refunding Bonds, Series 2015A (the "Series 2015A Bonds") pursuant to Minnesota Statutes, Section 475.67 and shall result in a reduction of debt service cost to the City.

1.04. 2006 Prior Bonds. \$3,445,000 of the principal amount of the 2006 Prior Bonds which mature or are subject to mandatory redemption, at a price of par plus accrued interest (the "Refunded Bonds"), callable on July 1, 2015 (the "Call Date") as provided in the resolution of the City Council, adopted on December 11, 2006, authorizing the issuance of the 2006 Prior Bonds (the "2006 Prior Resolution").

1.05. Prior Bonds. (a) By Resolution No. 2004-252 adopted November 22, 2004 (the "2004 Resolution") the City authorized the issuance and sale of \$1,555,000 Electric Revenue Bonds, Series 2004D, dated December 1, 2006 (the "2004 Bonds"). There are presently outstanding \$3,375,000 in principal amount of the 2004 Bonds and paragraph 4.01 of the 2004 Resolution provides as follows:

<u>Year</u>	<u>Amount</u>
2017	\$430,000
2019	470,000
2021	525,000
2023	580,000
2025	650,000
2027	720,000

(b) By Resolution No. 2006-185, adopted on December 11, 2006 (the "2006C Resolution"), the City authorized the issuance and sale of \$1,620,000 Electric Revenue Refunding Bonds, Series 2006C, dated December 1, 2006 (the "2006C Bonds"). There are presently outstanding \$510,000 in principal amount of the 2006C Bonds and paragraph 4.01 of the 2006C Resolution provides as follows:

<u>Year</u>	<u>Amount</u>
2016	\$165,000
2017	170,000
2018	175,000

(c) By Resolution No. 10-177, adopted on September 27, 2010 (the "2010 Resolution"), the City authorized the issuance and sale of \$4,435,000 Taxable Electric Revenue Bonds, Series 2010C (Build America Bonds – Direct Payment), dated November 17, 2010 (the "2010C Bonds"). There are presently outstanding \$3,910,000 in principal amount of the 2010C Bonds and paragraph 4.01 of the 2010C Resolution provides as follows:

<u>Year</u>	<u>Amount</u>	<u>Year</u>	<u>Amount</u>
2016	\$185,000	2024	\$245,000
2017	190,000	2025	255,000
2018	195,000	2026	265,000
2019	200,000	2027	275,000
2020	210,000	2028	285,000
2021	220,000	2029	300,000
2022	225,000	2030	310,000
2023	230,000	2031	320,000

The 2004 Bonds, the 2006C Bonds and the 2010C are hereinafter referred to together as the "Prior Bonds" and the 2004 Resolution, the 2006C Resolution and the 2010C Resolution are hereinafter referred to together as the "Prior Resolutions." Except for the Prior Bonds, there are no bonds, certificates or other obligations payable out of the Net Revenues of the Electric Utility constituting a lien or charge upon the revenues thereof.

1.06. Sufficiency of Net Revenues. This Council reasonably anticipates that the gross revenues to be received from the operation of the Electric Utility during the period for which the Series 2015A Bonds will be outstanding will be more than sufficient to pay all costs of the operation and maintenance thereof and to provide Net Revenues (as hereinafter defined) adequate to pay the principal of and interest on the Series 2015A Bonds and the Prior Bonds when due. The Prior Bonds and the Series 2015A Bonds are herein referred to as the "Bonds".

1.07. Parity of Lien Test

(a) All of the payments required to be made into the various funds and accounts provided for in the Prior Resolutions authorizing the issuance of the Prior Bonds, have been made and there is sufficient money in the Debt Service Account of the Electric Fund to pay all principal and interest on all obligations payable from the revenues of the Electric Utility, coming due during the twelve month period next succeeding the issuance of the Series 2015A Bonds. The gross revenues, expenses of operation and maintenance, and net revenues of the Electric Utility from all sources for the past completed two fiscal years have been as follows:

<u>Year Ended</u>	<u>2013</u>	<u>2014</u>
Gross Revenues	\$	\$
Less Operating Expenses	-	-
Add Depreciation	+ _____	+ _____
Net Revenues for Debt Service	\$ _____	\$ _____
Adjustment for New SEMMPA	+	+
Adjusted Net Revenues	\$	\$

AVERAGE ADJUSTED NET REVENUES LAST TWO YEARS \$

(b) The net revenues for each of the preceding two completed fiscal years have equaled at least one hundred twenty five percent of the maximum annual principal and interest coming

due during the remaining term of the Prior Bonds plus the Series 2015A Bonds which maximum annual principal and interest requirements, based on the schedule of maturities herein set forth and a net interest cost on the Series 2015A Bonds of _____% per annum, will be the sum of \$_____ and the City is therefore authorized to issue the Series 2015A Bonds on a parity of lien with the Prior Bonds.

(c) The City has no other presently outstanding bonds, warrants, certificates or other obligations or evidences of indebtedness of money borrowed for or on account of the Electric Utility or indebtedness for which any of the net revenues of the Electric Utility have been appropriated or pledged.

1.08. Sufficiency of Net Revenues. The estimated revenues to be derived from the operation of the Electric Utility during the term of the Series 2015A Bonds will be more than sufficient to produce net revenues after current costs of operation and maintenance adequate to pay principal and interest when due on the Series 2015A Bonds and to maintain reasonable reserves therefor.

1.09. Conditions Precedent to Issuance of Series 2015A Bonds. All acts, conditions and things which are required by the Constitution and laws of the State of Minnesota to be done, to exist, to happen and to be performed precedent to and in the valid issuance of the Series 2015A Bonds have been done, do exist, have happened and have been performed, in due form, time and manner as required by law.

Section 2. Authorization, Sale and Security for the Series 2015A Bonds

2.01. Private Negotiation. The City has retained David Drown Associates, Inc. ("Drown"), in Minneapolis, Minnesota, as its independent financial advisor for the competitive negotiated sale of the Series 2015A Bonds and was therefore authorized to sell the Series 2015A Bonds by private negotiation in accordance with Minnesota Statutes, Section 475.60, Subdivision 2(9); and

2.02. Acceptance of Proposal. The proposal of _____ (the "Purchaser"), to purchase the Series 2015A Bonds in accordance with the Terms of Offering, at the rates of interest hereinafter set forth, and to pay therefor the sum of \$_____, plus interest accrued to settlement, is hereby found, determined and declared to be the most favorable proposal received and is hereby accepted and the Series 2015A Bonds are hereby awarded to the Purchaser.

2.03. Execution of Contract. The Mayor and City Administrator are directed to execute in duplicate a contract on the part of the City for the sale of the Series 2015A Bonds in accordance with the proposal described in paragraph 2.04, and to deliver a duplicate to the Purchaser.

2.04. Security For Series 2015A Bonds. The Series 2015A Bonds and the interest coming due thereon shall be payable solely from the Net Revenues of the Electric Utility; however the Series 2015A Bonds shall not constitute a lien on the property comprising the Electric Utility. The Series 2015A Bonds shall not constitute a general obligation of the City, and the full faith and credit and taxing powers of the City are not pledged for the payment of the Series 2015A Bonds and interest, and no person shall ever have the right to compel the application of City moneys (other than Net Revenues) or the levy of ad valorem taxes for the payment of such principal and interest.

2.05. Book Entry Only System. The Depository Trust Company, a limited purpose trust company organized under the laws of the State of New York or any of its successors or its successors to its functions hereunder (the "Depository") will act as securities depository for the Series 2015A Bonds, and to this end:

(a) The Series 2015A Bonds shall be initially issued and, so long as they remain in book entry form only (the "Book Entry Only Period"), shall at all times be in the form of a separate single fully registered bond for each maturity of the Series 2015A Bonds; and for purposes of complying with this requirement under paragraphs 4.03 and 4.06 Authorized Denominations for any Series 2015A Bond shall be deemed to be limited during the Book Entry Only Period to the outstanding principal amount of that Series 2015A Bond.

(b) Upon initial issuance, ownership of the Series 2015A Bonds shall be registered in a bond register maintained by the Bond Registrar (as hereinafter defined) in the name of CEDE & CO., as the nominee (it or any nominee of the existing or a successor Depository, the "Nominee").

(c) With respect to the Series 2015A Bonds neither the City nor the Bond Registrar shall have any responsibility or obligation to any broker, dealer, bank, or any other financial institution for which the Depository holds Series 2015A Bonds as securities depository (the "Participant") or the person for which a Participant holds an interest in the Series 2015A Bonds shown on the books and records of the Participant (the "Beneficial Owner"). Without limiting the immediately preceding sentence, neither the City, nor the Bond Registrar, shall have any such responsibility or obligation with respect to (A) the accuracy of the records of the Depository, the Nominee or any Participant with respect to any ownership interest in the Series 2015A Bonds, or (B) the delivery to any Participant, any Owner or any other person, other than the Depository, of any notice with respect to the Series 2015A Bonds, including any notice of redemption, or (C) the payment to any Participant, any Beneficial Owner or any other person, other than the Depository, of any amount with respect to the principal of or premium, if any, or interest on the Series 2015A Bonds, or (D) the consent given or other action taken by the Depository as the Registered Holder of any Series 2015A Bonds (the "Holder"). For purposes of securing the vote or consent of any Holder under this Resolution, the City may, however, rely upon an omnibus proxy under which the Depository assigns its consenting or voting rights to certain Participants to whose accounts the Series 2015A Bonds are credited on the record date identified in a listing attached to the omnibus proxy.

(d) The City and the Bond Registrar may treat as and deem the Depository to be the absolute owner of the Series 2015A Bonds for the purpose of payment of the principal of and premium, if any, and interest on the Series 2015A Bonds, for the purpose of giving notices of redemption and other matters with respect to the Series 2015A Bonds, for the purpose of obtaining any consent or other action to be taken by Holders for the purpose of registering transfers with respect to such Series 2015A Bonds, and for all purpose whatsoever. The Bond Registrar, as paying agent hereunder, shall pay all principal of and premium, if any, and interest on the Series 2015A Bonds only to the Holder or the Holders of the Series 2015A Bonds as shown on the bond register, and all such payments shall be valid and effective to fully satisfy and discharge the City's obligations with respect to the principal of and premium, if any, and interest on the Series 2015A Bonds to the extent of the sum or sums so paid.

(e) Upon delivery by the Depository to the Bond Registrar of written notice to the effect that the Depository has determined to substitute a new Nominee in place of the existing Nominee, and subject to the transfer provisions in paragraph 4.05, references to the Nominee hereunder shall refer to such new Nominee.

(f) So long as any Series 2015A Bond is registered in the name of a Nominee, all payments with respect to the principal of and premium, if any, and interest on such Series 2015A Bond and all notices with respect to such Bond shall be made and given, respectively, by the Bond Registrar or City, as the case may be, to the Depository as provided in the Letter of Representations to the Depository required by the Depository as a condition to its acting as book-entry Depository for the Series 2015A Bonds (said Letter of Representations, together with any replacement thereof or amendment or substitute thereto, including any standard procedures or policies referenced therein or applicable thereto respecting the procedures and other matters relating to the Depository's role as book-entry Depository for the Series 2015A Bonds, collectively hereinafter referred to as the "Letter of Representations").

(g) All transfers of beneficial ownership interests in each Series 2015A Bond issued in book-entry form shall be limited in principal amount to Authorized Denominations and shall be effected by procedures by the Depository with the Participants for recording and transferring the ownership of beneficial interests in such Series 2015A Bonds.

(h) In connection with any notice or other communication to be provided to the Holders pursuant to this Resolution by the City or Bond Registrar with respect to any consent or other action to be taken by Holders, the Depository shall consider the date of receipt of notice requesting such consent or other action as the record date for such consent or other action; provided, that the City or the Bond Registrar may establish a special record date for such consent or other action. The City or the Bond Registrar shall, to the extent possible, give the Depository notice of such special record date not less than 15 calendar days in advance of such special record date.

The City of Saint Peter, Nicollet County, Minnesota (the "Issuer"), hereby certifies that it is indebted and for value received promises to pay to the registered owner specified above, or registered assigns, in the manner hereinafter set forth, the principal amount specified above, on the maturity date specified above, unless called for earlier redemption, and to pay interest thereon semiannually on June 1 and December 1 of each year (each, an "Interest Payment Date") commencing December 1, 2015, at the rate per annum specified above (calculated on the basis of a 360-day year of twelve 30-day months) until the principal sum is paid or has been provided for. This Bond will bear interest from the most recent Interest Payment Date to which interest has been paid or, if no interest has been paid, from the date of original issue hereof. The principal of and premium, if any, on this Bond are payable upon presentation and surrender hereof at the principal office of U.S. Bank National Association, in St. Paul, Minnesota (the "Bond Registrar"), acting as paying agent, or any successor paying agent duly appointed by the Issuer. Interest on this Bond will be paid on each Interest Payment Date by check or draft mailed to the person in whose name this Bond is registered (the "Holder" or "Bond Holder") on the registration books of the Issuer maintained by the Bond Registrar and at the address appearing thereon at the close of business on the fifteenth day of the calendar month next preceding such Interest Payment Date (the "Regular Record Date"). Any interest not so timely paid shall cease to be payable to the person who is the Holder hereof as of the Regular Record Date, and shall be payable to the person who is the Holder hereof at the close of business on a date (the "Special Record Date") fixed by the Bond Registrar whenever money becomes available for payment of the defaulted interest. Notice of the Special Record Date shall be given to Bondholders not less than ten days prior to the Special Record Date. The principal of and premium, if any, and interest on this Bond are payable in lawful money of the United States of America. So long as this Bond is registered in the name of the Depository or its Nominee as provided in the Resolution hereinafter described, and as those terms are defined therein, payment of principal of, premium, if any, and interest on this Bond and notice with respect thereto shall be made as provided in the Letter of Representations, as defined in the Resolution and surrender of this Bond shall not be required for payment of the redemption price upon a partial redemption of this Bond.

Optional Redemption. All Bonds of this Issue (the "Bonds") maturing on June 1, 2023, and thereafter, are subject to redemption and prepayment at the option of the Issuer on June 1, 2022, and on any date thereafter at a price of par plus accrued interest. Redemption may be in whole or in part of the Bonds subject to prepayment. If redemption is in part, the maturities and the principal amounts within each maturity to be redeemed shall be determined by the Issuer, and if only part of the Bonds having a common maturity date are called for prepayment, the specific Bonds to be prepaid shall be chosen by lot by the Bond Registrar. Bonds or portions thereof called for redemption shall be due and payable on the redemption date, and interest thereon shall cease to accrue from and after the redemption date. Mailed notice of redemption shall be given to the paying agent and to each affected Holder of the Bonds.

Prior to the date on which any Bond or Bonds are directed by the Issuer to be redeemed in advance of maturity, the Issuer will cause notice of the call thereof for redemption identifying the Bonds to be redeemed to be mailed to the Bond Registrar and all Bondholders, at the addresses shown on the Bond Register. All Bonds so called for redemption will cease to bear interest on the specified redemption date, provided funds for their redemption have been duly deposited.

Selection of Bonds for Redemption; Partial Redemption. To effect a partial redemption of Bonds having a common maturity date, the Bond Registrar shall assign to each Bond having a common maturity date a distinctive number for each \$5,000 of the principal amount of such Bond. The Bond Registrar shall then select by lot, using such method of selection as it shall deem proper in its discretion, from the numbers assigned to the Bonds, as many numbers as, at \$5,000 for each number, shall equal the principal amount of such Bonds to be redeemed. The Bonds to be redeemed shall be the Bonds to which were assigned numbers so selected; provided, however, that only so much of the principal amount of such Bond of a denomination of more than \$5,000 shall be redeemed as shall equal \$5,000 for each number assigned to it and so selected. If a Bond is to be redeemed only in part, it shall be surrendered to the Bond Registrar (with, if the Issuer or Bond Registrar so requires, a written instrument of transfer in form satisfactory to the Issuer and Bond Registrar duly executed by the Holder thereof or the Holder's attorney duly authorized in writing) and the Issuer shall execute (if necessary) and the Bond Registrar shall authenticate and deliver to the Holder of the Bond, without service charge, a new Bond or Bonds having the same stated maturity and interest rate and of any Authorized Denomination or Denominations, as requested by the Holder, in aggregate principal amount equal to and in exchange for the unredeemed portion of the principal of the Bond so surrendered.

Issuance; Purpose; Special Obligations. This Bond is one of an issue in the aggregate principal amount of \$3,565,000 issued pursuant to a resolution adopted by the City Council on June 8, 2015 (the "Resolution"), for the purpose of providing money for a current refunding of the Issuer's Electric Revenue Bonds, Series 2006C, dated December 1, 2006, which mature on and after June 1, 2016. This Bond and the interest thereon are payable solely from moneys on hand in the Debt Service Account of the Electric Fund of the City (the "Debt Service Account"), but this Bond shall not constitute a lien on the property comprising the Electric Utility. The Bonds are a parity lien upon the net revenues of the Electric Utility with certain other outstanding electric utility revenue bonds (the "Prior Bonds"), except that the Issuer is authorized under certain conditions to issue additional revenue obligations on a parity of lien with these Bonds, all as provided in the Resolution. The Bonds shall not constitute a general obligation of the City and the full faith and credit and taxing powers of the City are not pledged for the payment of the Bonds and interest thereon, and no person shall ever have the right to compel the application of City moneys (other than Net Revenues) or the levy of ad valorem taxes for the payment of such principal and interest.

Remedies. The Holders of twenty percent or more in aggregate principal amount of Bonds at any time outstanding may, either by law or in equity, by suit, action, or other proceedings, protect and enforce the rights of all Holders of Bonds then outstanding, or enforce and compel the performance of any and all of the covenants and duties specified in the Resolution to be performed by the Issuer or its officers and agents; provided, however, that nothing shall affect or impair the right of any Bondholder to enforce the payment of the principal of and interest on any Bond at and after the maturity thereof, or the obligation of the Issuer to pay the principal of and interest on each of the Bonds issued to the respective Holders thereof at the time and place, from the source and in the manner provided in the Resolution.

Denominations; Exchange; Resolution. The Bonds are issuable solely in fully registered form in Authorized Denominations (as defined in the Resolution) and are exchangeable for fully registered Bonds of other Authorized Denominations in equal aggregate principal amounts at the principal office of the Bond Registrar, but only in the manner and subject to the limitations provided in the Resolution. Reference is hereby made to the Resolution for a description of the rights and duties of the Bond Registrar. Copies of the Resolution are on file in the principal office of the Bond Registrar.

Transfer. This Bond is transferable by the Holder in person or by the Holder's attorney duly authorized in writing at the principal office of the Bond Registrar upon presentation and surrender hereof to the Bond Registrar, all subject to the terms and conditions provided in the Resolution and to reasonable regulations of the Issuer contained in any agreement with the Bond Registrar. Thereupon the Issuer shall execute and the Bond Registrar shall authenticate and deliver, in exchange for this Bond, one or more new fully registered Bonds in the name of the transferee (but not registered in blank or to "bearer" or similar designation), of an Authorized Denomination or Denominations, in aggregate principal amount equal to the principal amount of this Bond, of the same maturity and bearing interest at the same rate.

Fees upon Transfer or Loss. The Bond Registrar may require payment of a sum sufficient to cover any tax or other governmental charge payable in connection with the transfer or exchange of this Bond and any legal or unusual costs regarding transfers and lost Bonds.

Treatment of Registered Owners. The Issuer and the Bond Registrar may treat the person in whose name this Bond is registered as the owner hereof for the purpose of receiving payment as herein provided (except as provided herein with respect to the Record Date) and for all other purposes, whether or not this Bond shall be overdue, and neither the Issuer nor the Bond Registrar shall be affected by notice to the contrary.

Authentication. This Bond shall not be valid or become obligatory for any purpose or be entitled to any security unless the Certificate of Authentication hereon shall have been executed by the Bond Registrar.

Qualified Tax Exempt Obligations. The Bonds have been designated by the Issuer as "qualified tax exempt obligations" for purposes of Section 265(b)(3) of the Internal Revenue Code of 1986, as amended.

IT IS HEREBY CERTIFIED, RECITED, COVENANTED AND AGREED that all acts, conditions and things required by the Constitution and laws of the State of Minnesota to be done, to exist, to happen and to be performed precedent to and in the issuance of this Bond in order to make this Bond a valid and

binding special obligation of the City according to its terms have been done, do exist, have happened and have been performed in regular and due form as so required, that in and by the Resolution the City has covenanted and agreed with the holders of the Bonds that, to the extent permitted by law, it will impose and collect charges for the service, use and availability of its Electric Utility at the times and in the amounts required to produce Net Revenues in each year during which the Bonds are outstanding at least equal to one hundred twenty five percent of the principal and interest coming due on the Bonds and the Prior Bonds in such year and has pledged and appropriated the Net Revenues to the Debt Service Account to the extent necessary to pay principal and interest when due; that in and by the Resolution, the City has made other covenants for the security and payment of the Bonds, including the establishment and maintenance of a Debt Service Reserve Account in an amount equal to the maximum amount of principal and interest to become due in any future fiscal year with respect to the Bonds and the Prior Bonds, and will at all times comply therewith; and that the issuance of this Bond does not cause the indebtedness of the City to exceed any constitutional or statutory limitation.

IN WITNESS WHEREOF, the City of Saint Peter, Nicollet County, Minnesota, has caused this Bond to be executed on its behalf by the facsimile signatures of the Mayor and the Administrator, the corporate seal of the Issuer having been intentionally omitted as permitted by law.

Date of Registration: _____ Registrable by: U.S. BANK NATIONAL ASSOCIATION

BOND REGISTRAR'S CERTIFICATE OF AUTHENTICATION

This Bond is one of the Bonds described in the Resolution mentioned within. CITY OF SAINT PETER, NICOLLET COUNTY, MINNESOTA

U.S. BANK NATIONAL ASSOCIATION St. Paul, Minnesota Is/ Facsimile Mayor _____

By _____ Is/ Facsimile Authorized Signature Administrator _____

ABBREVIATIONS

The following abbreviations, when used in the inscription on the face of this Bond, shall be construed as though they were written out in full according to applicable laws or regulations:

- TEN COM - as tenants in common
- TEN ENT - as tenants by the entireties
- JT TEN - as joint tenants with right of survivorship and not as tenants in common
- UTMA - _____ as custodian for _____ under the _____ Uniform (Cust) (Minor) (State) Transfers to Minors Act

Additional abbreviations may also be used though not in the above list.

ASSIGNMENT

For value received, the undersigned hereby sells, assigns and transfers unto _____ the within Bond and does hereby irrevocably constitute and appoint _____ attorney to transfer the Bond on the books kept for the registration thereof, with full power of substitution in the premises.

Dated: _____

Notice: The assignor's signature to this assignment must correspond with the name as it appears upon the face of the within Bond in every particular, without alteration or any change whatever.

Signature Guaranteed:

Signature(s) must be guaranteed by a national bank or trust company or by a brokerage firm having a membership in one of the major stock exchanges or any other "Eligible Guarantor Institution" as defined in 17 CFR 240.17 Ad-15(a)(2).

The Bond Registrar will not effect transfer of this Bond unless the information concerning the transferee requested below is provided.

Name and Address: _____

(Include information for all joint owners if the Bond is held by joint account.)

DRAFT

from and after the redemption date. Mailed notice of redemption shall be given to the paying agent and to each affected registered holder of the Series 2015A Bonds.

Prior to the date on which any Series 2015A Bond or Series 2015A Bonds are directed by the City to be redeemed in advance of maturity, the City will cause notice of the call thereof for redemption identifying the Series 2015A Bonds to be redeemed to be mailed to the Bond Registrar and all Series 2015A Bondholders, at the addresses shown on the Bond Register. All Series 2015A Bonds so called for redemption will cease to bear interest on the specified redemption date, provided funds for their redemption have been duly deposited.

To effect a partial redemption of Series 2015A Bonds having a common maturity date, the Bond Registrar prior to giving notice of redemption shall assign to each Series 2015A Bond having a common maturity date a distinctive number for each \$5,000 of the principal amount of such Series 2015A Bond. The Bond Registrar shall then select by lot, using such method of selection as it shall deem proper in its discretion, from the numbers so assigned to such Series 2015A Bonds, as many numbers as, at \$5,000 for each number, shall equal the principal amount of such Series 2015A Bonds to be redeemed. The Series 2015A Bonds to be redeemed shall be the Series 2015A Bonds to which were assigned numbers so selected; provided, however, that only so much of the principal amount of each such Series 2015A Bond of a denomination of more than \$5,000 shall be redeemed as shall equal \$5,000 for each number assigned to it and so selected. If a Series 2015A Bond is to be redeemed only in part, it shall be surrendered to the Bond Registrar (with, if the City or Bond Registrar so requires, a written instrument of transfer in form satisfactory to the City and Bond Registrar duly executed by the holder thereof or the Holder's attorney duly authorized in writing) and the City shall execute (if necessary) and the Bond Registrar shall authenticate and deliver to the Holder of such Series 2015A Bond, without service charge, a new Series 2015A Bond or Series 2015A Bonds of the same series having the same stated maturity and interest rate and of any Authorized Denomination or Denominations, as requested by such Holder, in aggregate principal amount equal to and in exchange for the unredeemed portion of the principal of the Series 2015A Bond so surrendered.

3.04. Execution. The Series 2015A Bonds shall be in typewritten form, shall be executed on behalf of the City by the signatures of its Mayor and Administrator and be sealed with the seal of the City; provided, as permitted by law, both signatures may be photocopied facsimiles and the corporate seal has been omitted. In the event of disability or resignation or other absence of either officer, the Series 2015A Bonds may be signed by the manual or facsimile signature of the officer who may act on behalf of the absent or disabled officer. In case either officer whose signature or facsimile of whose signature shall appear on the Series 2015A Bonds shall cease to be such officer before the delivery of the Series 2015A Bonds, the signature or facsimile shall nevertheless be valid and sufficient for all purposes, the same as if the officer had remained in office until delivery.

3.05. Authentication. No Series 2015A Bond shall be valid or obligatory for any purpose or be entitled to any security or benefit under this resolution unless a Certificate of Authentication on such Series 2015A Bond, substantially in the form hereinabove set forth, shall have been duly executed by an authorized representative of the Bond Registrar. Certificates of Authentication on different Series 2015A Bonds need not be signed by the same person. The Bond Registrar shall authenticate the signatures of officers of the City on each Series 2015A Bond by execution of the Certificate of Authentication on the Series 2015A Bond and by inserting as the date of registration in the space provided the date on which the Series 2015A Bond is authenticated, except that for purposes of delivering the original Series 2015A Bonds to the Purchaser, the Bond Registrar shall insert as a date of registration the date of original issue, which date is July 1, 2015. The Certificate of Authentication so executed on each Series 2015A Bond shall be conclusive evidence that it has been authenticated and delivered under this resolution.

3.06. Registration; Transfer; Exchange. The City will cause to be kept at the principal office of the Bond Registrar a bond register in which, subject to such reasonable regulations as the Bond Registrar may prescribe, the Bond Registrar shall provide for the registration of Series 2015A Bonds and the registration of transfers of Series 2015A Bonds entitled to be registered or transferred as herein provided.

Upon surrender for transfer of any Bond at the principal office of the Bond Registrar, the City shall execute (if necessary), and the Bond Registrar shall authenticate, insert the date of registration (as provided in paragraph 4.06) of, and deliver, in the name of the designated transferee or transferees, one

or more new Series 2015A Bonds of any Authorized Denomination or Denominations of a like aggregate principal amount, having the same stated maturity and interest rate, as requested by the transferor; provided, however, that no Series 2015A Bond may be registered in blank or in the name of "bearer" or similar designation.

At the option of the Holder, Series 2015A Bonds may be exchanged for Series 2015A Bonds of any Authorized Denomination or Denominations of a like aggregate principal amount and stated maturity, upon surrender of the Series 2015A Bonds to be exchanged at the principal office of the Bond Registrar. Whenever any Series 2015A Bonds are so surrendered for exchange, the City shall execute (if necessary), and the Bond Registrar shall authenticate, insert the date of registration of, and deliver the Series 2015A Bonds which the Holder making the exchange is entitled to receive.

All Series 2015A Bonds surrendered upon any exchange or transfer provided for in this resolution shall be promptly canceled by the Bond Registrar and thereafter disposed of as directed by the City.

All Series 2015A Bonds delivered in exchange for or upon transfer of Series 2015A Bonds shall be valid general obligations of the City evidencing the same debt, and entitled to the same benefits under this resolution, as the Series 2015A Bonds surrendered for such exchange or transfer.

Every Series 2015A Bond presented or surrendered for transfer or exchange shall be duly endorsed or be accompanied by a written instrument of transfer, in form satisfactory to the Bond Registrar, duly executed by the Holder thereof or the Holder's attorney duly authorized in writing.

The Bond Registrar may require payment of a sum sufficient to cover any tax or other governmental charge payable in connection with the transfer or exchange of any Series 2015A Bond and any legal or unusual costs regarding transfers and lost Series 2015A Bonds.

Transfers shall also be subject to reasonable regulations of the City contained in any agreement with the Bond Registrar, including regulations which permit the Bond Registrar to close its transfer books between record dates and payment dates. The Administrator is hereby authorized to negotiate and execute the terms of said agreement.

3.07. Rights Upon Transfer or Exchange. Each Series 2015A Bond delivered upon transfer of or in exchange for or in lieu of any other Series 2015A Bond shall carry all the rights to interest accrued and unpaid, and to accrue, which were carried by such other Series 2015A Bond.

3.08. Interest Payment Record Date. Interest on any Series 2015A Bond shall be paid on each Interest Payment Date by check or draft mailed to the person in whose name the Series 2015A Bond is registered (the "Holder") on the registration books of the City maintained by the Bond Registrar and at the address appearing thereon at the close of business on the fifteenth day of the calendar month next preceding such Interest Payment Date (the "Regular Record Date"). Any such interest not so timely paid shall cease to be payable to the person who is the Holder thereof as of the Regular Record Date, and shall be payable to the person who is the Holder thereof at the close of business on a date (the "Special Record Date") fixed by the Bond Registrar whenever money becomes available for payment of the defaulted interest. Notice of the Special Record Date shall be given by the Bond Registrar to the Holders not less than ten days prior to the Special Record Date.

3.09. Treatment of Registered Owner. The City and Bond Registrar may treat the person in whose name any Series 2015A Bond is registered as the owner of such Series 2015A Bond for the purpose of receiving payment of principal of and premium, if any, and interest (subject to the payment provisions in paragraph 4.08) on, such Series 2015A Bond and for all other purposes whatsoever whether or not such Series 2015A Bond shall be overdue, and neither the City nor the Bond Registrar shall be affected by notice to the contrary.

3.10. Appointment of Initial Registrar. The City hereby appoints U.S. Bank National Association, in St. Paul, Minnesota, as the initial Registrar. The Mayor and the City Administrator are authorized to execute and deliver, on behalf of the City, a contract with the Registrar for this purpose. Upon merger or consolidation of the Registrar with another corporation, if the resulting corporation is a bank or trust company authorized by law to conduct such business, such corporation shall be authorized

to act as successor Registrar. The City agrees to pay the reasonable and customary charges of the Registrar for the services performed. The City reserves the right to remove any Registrar upon thirty days' notice and upon the appointment of a successor Registrar, in which event the predecessor Registrar shall deliver all cash and Series 2015A Bonds in its possession to the successor Registrar and shall deliver the bond register to the successor Registrar.

3.11. Delivery; Application of Proceeds. When the Series 2015A Bonds have been executed and authenticated they shall be delivered by the Administrator to the Purchaser upon payment of the purchase price in accordance with the contract of sale heretofore made and executed, and the Purchaser shall not be obligated to see to the application of the purchase price.

Section 4. Security Provisions.

4.01. Definitions. In this Resolution the following capitalized terms have the following meanings, respectively:

Bonds: The Prior Bonds, the Series 2015A Bonds, and any additional bonds which may be issued on a parity therewith pursuant to Section 7;

Gross Revenues: All receipts from rates, fees, charges and rentals established by the City Council for the availability, benefit and use of the Electric Utility, including availability and benefit to the City, and from any penalties and interest thereon, and from any sales of property constituting a part of the Utility and from the investment and reinvestment of Gross Revenues thereof;

Monthly Apportionment: See definition in 5.02;

Net Revenues: See definition in 5.04.

Operating Expenses: The current expenses, paid or accrued, of operation, maintenance and repair of the Electric Utility, as determined in accordance with generally accepted accounting principles, including but not limited to administrative expenses, premiums for insurance, fuel and electric energy purchased and materials, supplies and labor needed for current operation, maintenance and repair, and charges for the accumulation of appropriate reserves for current expenses which do not recur monthly but may reasonably be expected to be incurred; but not including allowances for depreciation, interest, renewals or replacements of capital assets, transfers to other funds, or any portion of the salary or wages of any officer or employee not representing reasonable compensation for the performance of the duties necessary to the operation of the Electric Utility; and

Utility: All properties used or acquired for use by the City in the acquisition, generation, transmission and distribution of electric power as such properties now or may at any time exist.

4.02. Bond Proceeds and Revenues Pledged and Appropriated. For the convenient and proper administration of the moneys now and hereafter to be borrowed by issuance of Bonds, and to make adequate and specific security to the purchasers and Holders from time to time of the Bonds, the City shall at all times during which the Bonds are outstanding, continue to maintain on its official books and records an Electric Fund which shall be administered for the purposes and in the manner prescribed herein. All proceeds of the Bonds and all other funds hereafter received or appropriated for purposes of the Electric Utility are appropriated to this Electric Fund. All Gross Revenues of the Electric Utility are irrevocably pledged and appropriated and shall be credited to the Electric Fund as received. Within the Electric Fund the City shall establish and maintain the separate subfunds or accounts designated and described in paragraphs 5.03 to 5.07, to segregate income received and expenses paid and accrued for the respective purposes described in those sections. The Gross Revenues received in the Electric Fund shall be apportioned to said accounts on the fifteenth day of each month, commencing July 15, 2015 (the "Monthly Apportionment").

4.03. Payment Account. The proceeds of the Series 2015A Bonds, less any amount paid for the Bonds in excess of the minimum bid, shall be deposited in the Payment Account. On or prior to July 1, 2015, the Finance Director shall transfer \$_____ of Bond proceeds from the Payment Account to the paying agent for the Refunded Bonds, which sum is sufficient, together with other funds on

deposit in debt service fund for the Refunded Bonds, together with \$_____ of moneys held in the Reserve Account allocated to the Refunded Bonds, to pay the principal and interest on the Refunded Bonds due on and after July 1, 2015, including the principal of the Refunded Bonds called for redemption on that date. The remainder of the monies in the Payment Account shall be used to pay the costs of issuance of the Bonds. Any monies remaining in the Payment Account after payment of all costs of issuance of the Bonds and payment of the Refunded Bonds shall be transferred to the Debt Service Account.

4.04. Operation and Maintenance Account. On each Monthly Apportionment there shall first be set aside and credited to the Operation and Maintenance Account, as a first charge on the Gross Revenues, such amount as may be required over and above the balance then held in the account to pay the reasonable and necessary Operating Expenses of the Electric Utility which are then due and payable, or are to be paid prior to the next Monthly Apportionment, and to maintain a reasonable operating reserve within the Operation and Maintenance Account. Moneys in the Operation and Maintenance Account shall be used solely for the payment of Operating Expenses of the Electric Utility. The amounts remaining after provision has been made for the Operation and Maintenance Account as provided in this section are defined as the "Net Revenues" of the Electric Utility.

4.05. Debt Service Account. From the proceeds of the Series 2015A Bonds there shall be credited to the Debt Service Account (i) accrued interest paid by the Purchaser upon delivery of the Series 2015A Bonds; (ii) all funds paid for the Series 2015A Bonds in excess of the minimum bid; and (iii) upon each Monthly Apportionment Net Revenues in an amount equal to one-sixth of the interest to become due on the next succeeding interest payment date, plus one-twelfth of the principal to become due on the next two succeeding interest payment dates, on all outstanding Bonds. Moneys from time to time held in the Debt Service Account shall be disbursed only to meet payments of principal and interest on Bonds as such payments become due. If any payment of principal or interest becomes due when moneys in the Debt Service Account are temporarily insufficient therefor, such payment shall be segregated and then on hand in the Debt Service Reserve Account or the Surplus Account. The amounts remaining after provision has been made for the Debt Service Account as provided in this section are defined as the "Surplus Net Revenues" of the Electric Utility.

4.06. Debt Service Reserve Account. From the proceeds of the Series 2015A Bonds there shall be deposited in the Debt Service Reserve Account the sum of \$_____ which brings the Reserve Account up to its requirement of \$_____, which is equal to the maximum principal and interest on the Bonds secured by the Reserve Account. Moneys on hand in the Debt Service Reserve Account shall be used only to pay maturing principal and interest on the Bonds when moneys in the Debt Service Account are insufficient therefor, provided, that moneys on hand in the Debt Service Reserve Account may be applied by the City to the payment or discharge of the Bonds at any time when all outstanding Bonds are to be discharged or paid and the total of moneys on hand in the Debt Service Reserve Account and the Debt Service Account plus any other moneys irrevocably appropriated by the City for the purpose are sufficient to pay or discharge all outstanding Bonds. Amounts in the Reserve Account shall be allocated from time to time to each issue of bonds at such time outstanding and payable from the Debt Service Account in a proportion equal to (i) the original face amount of such issue of bonds divided by (ii) the sum of the original face amounts of each and all such issues of bonds. In the event that Additional Bonds are issued pursuant to paragraph 7.02 or 7.03, provision shall be made to increase the Debt Service Reserve Account, within five years from the date of issuance of such Additional Bonds, to an amount equal to the maximum amount of principal and interest to come due in any future fiscal year, during the term of all then outstanding Bonds, on all of the then outstanding Bonds and on the Additional Bonds to be issued. If the balance on hand in the Debt Service Reserve Account is ever reduced below the maximum amount of principal and interest to become due on all Bonds in any future fiscal year, such deficiency shall be restored out of amounts then on hand in the Surplus Account, or if the Surplus Account is not sufficient therefor, out of the next Surplus Net Revenues received in excess of the requirements of the Debt Service Account.

4.07. Surplus Account. On each Monthly Apportionment, all Surplus Net Revenues shall be credited to the Surplus Account; provided, that if Additional Bonds shall at any time be issued payable from Surplus Net Revenues, in accordance with paragraph 7.04, Surplus Net Revenues may be pledged to a separate account for the payment of such Additional Bonds and interest thereon. Moneys from time to time on hand in the Surplus Account which are not required to meet the current requirements of the

foregoing accounts or to be held as a reserve for replacement and depreciation of the Electric Utility, may be used to discharge Bonds in accordance with Section 9, or may be used for any other municipal purpose stated in such resolutions and authorized by applicable state laws.

4.08. Deposit and Investment of Funds. All revenues and Bond proceeds appropriated to the Electric Fund shall be kept on deposit with one or more depository banks duly qualified under the laws of the State, with the security therein required, except that such revenues and funds may be invested and reinvested in, securities which are authorized by law for the investment of municipal sinking funds. All securities purchased from the Operation and Maintenance, Debt Service and Surplus Accounts shall mature at or before the time when it is estimated that the proceeds thereof will be needed for the purposes of the account from which funds are withdrawn for the purchase. The Debt Service Reserve Account may be invested in any such securities, without limitation as to maturity dates, but any securities therein shall be valued annually on December 31 at their then market value, and if the total of cash on hand plus such market value is less than the amount required in paragraph 5.06, shall be restored to that amount from any Surplus Net Revenues then on hand in the Surplus Account or from the next Surplus Net Revenues thereafter received. If the total of cash plus such market value is more than the amount required in paragraph 5.06, the excess shall be transferred to the Debt Service Account. All income, gain or loss on such investments, shall be credited or charged, as the case may be, to the account from which the investment was made.

Section 5. Additional Covenants.

5.01. General Covenant. The City covenants and agrees with the Holders from time to time of all Bonds that until the Bonds and interest thereon are fully paid or discharged as provided in this Resolution, it will fully and promptly perform and do all acts and things provided in this section.

5.02. Rate Covenant. The City will establish and maintain reasonable charges, fees and rentals for all service and benefits of whatsoever nature furnished and made available by the Electric Utility to all individuals, firms, corporations and governmental subdivisions and agencies, including the City itself, in accordance with schedules such that the Gross Revenues derived therefrom will at all times be sufficient to meet all payments due from and to maintain the reserve required in the Electric Fund and the accounts therein as provided in Section 5, and will revise such rates, charges and rentals whenever necessary for these purposes, and sufficient in any event, except and unless prohibited by law, to produce in each fiscal year Net Revenues not less than one hundred twenty five percent of the amount of principal and interest payable from the Debt Service Account in said fiscal year.

5.03. Continued Ownership. The City will continue its ownership and operation of the Electric Utility until all Bonds have been fully paid or discharged as provided by Section 9, and will cause it to be maintained in good and efficient operating condition, free from all liens on the revenues or the physical properties thereof, other than the liens herein provided, and will not sell or otherwise dispose of any capital assets of the Electric Utility except as provided herein. The City may at any time sell or otherwise dispose of any part of the Electric Utility, in the reasonable judgment of the City Council, as obsolete, inadequate, worn out, or no longer necessary or desirable for continued operation of the Electric Utility, provided that any amounts received upon such sale or other disposition of such properties shall be deposited in the Debt Service Account or applied toward payment of the cost of procuring other capital assets useful in operation of the Electric Utility. The City may also at any time discontinue its operation of the Electric Utility and thereupon sell or otherwise dispose of any part or all of the assets thereof provided that all of the following conditions are satisfied:

(a) The City Council shall have adopted a resolution determining that it is in the best interest of the City that the City shall discontinue its operation of the Electric Utility.

(b) The City Council shall have entered into a contract for the sale or other disposition of part or all of the Electric Utility on terms such that the City is entitled to receive amounts at all times sufficient to pay when due the interest to accrue on all outstanding Bonds to their maturity dates or earlier designated redemption dates and to pay when due the entire principal amount of all outstanding Bonds at maturity or upon prior redemption.

(c) The City Council shall have adopted resolutions irrevocably pledging to payment of the outstanding Bonds, and interest thereon, the amounts to be received by the City under paragraph (b).

(d) The City shall have received: (1) from nationally recognized bond counsel a written opinion stating that the result of the pledge made in accordance with paragraph (c) will not result in the interest payable on the Bonds thereafter being includable in gross income for Federal income tax purposes, and (ii) from a nationally recognized rating agency a written statement that under the circumstances the investment quality of the Bonds has not been impaired by the sale or other disposition of the Electric Utility.

5.04. Books and Records. The City will cause proper and adequate books of record and account to be maintained, reflecting all receipts and disbursements and all accrued claims and expenses in connection with the operation, maintenance and improvement of the Electric Utility and the payment of obligations incurred therefor, and will make such records available for inspection at all reasonable times by the Holder of any Bond or the Holder's agent or attorney, and will cause them to be audited annually by a qualified independent certified public accountant, and will furnish the report of each such audit without cost to the initial purchaser of each series of Bonds and will make the report available, upon request, to the Holder of any Bond upon payment of reasonable photocopying and mailing fees.

5.05. Insurance. The City will procure and keep in force at all times insurance on all buildings, structures, improvements, machinery and equipment constituting at any time a part of the Electric Utility, exclusive of foundations and excavations, against the perils covered under "extended coverage" or "all risk" insurance approved by the Insurance Department of the State of Minnesota, in such amounts as like properties are customarily insured for by prudent owners thereof, and will maintain public liability insurance at all times in amounts not less than the amounts in excess of which the City is immune from tort liability under the laws of the State of Minnesota, for all acts and omissions of its officers and employees concerned with the operation and maintenance of the Electric Utility, and will procure and keep in force surety company bonds covering all officers and employees handling Electric Utility funds, in amounts sufficient to cover at all times the funds in their hands. In the event of loss or damage compensated by any such insurance or bonds, the proceeds thereof shall be used to repair and restore the damage compensated.

5.06. Bondholders' Rights. The Holders of not less than twenty-five percent in aggregate principal amount of the Bonds which are at such time outstanding may, either at law or in equity, by suit, action or other proceedings, protect and enforce the rights of all holders of the Bonds and compel the performance of any and all of the covenants required herein to be performed by the City and its officers and agents, including but not limited to the establishment and maintenance of charges, fees and rentals and the collection and proper segregation of revenues and the use thereof. The Holders of a majority in principal amount of all Outstanding Bonds shall have the right to direct the time, method and place of conducting any proceeding for any remedy available to such holders or the exercise of any power conferred upon them, and the right to waive a default in the performance of any such covenant, and its consequences, except a default in the payment of the principal of or interest on any Bond when due. However, nothing herein shall impair the absolute and unconditional right of the Holder of each Bond to receive payment of the principal thereof and interest thereon as such principal and interest respectively become due, from the Net Revenues pledged and appropriated for the payment thereof and to institute suit for the enforcement of any such payment.

5.07. Limitation; Bonds Not Debt. The Bonds shall not constitute in any manner indebtedness, bonds or certificates of indebtedness of the City within the meaning of any provision of state law limiting the amount or method of incurring such indebtedness, and shall be payable solely from the Net Revenues of the Electric Utility which are pledged and appropriated for that purpose in this Resolution, and the taxing powers of the City are not pledged in any manner for the payment thereof, except as may be needed for the payment of reasonable charges for electric utility service and benefits rendered and available to the City.

5.08. Competing Service. To the extent permitted by law, the City will not grant a franchise for, establish or authorize the establishment of any other system for the public supply of service or services in competition with any or all of the services supplied by the Electric Utility.

(5) in the case of Additional Bonds to finance capital improvements which have not yet been acquired or constructed, for each of the two complete Fiscal Years next succeeding the date such capital improvements are expected to be placed in service, or,

(6) in the case of Additional Bonds not financing capital improvements, for each of the two complete Fiscal Years next succeeding the date on which the Additional Bonds are issued, will not be less than one hundred twenty five percent of the maximum amount of principal and interest payable from the Debt Service Account in any future fiscal year during the term of the then outstanding Bonds, on all Bonds then outstanding and on the Additional Bonds proposed to be issued, as shown by forecasted financial statements for each such period; any Utility Consultant's report delivered pursuant hereto must be accompanied by such forecasted financial statements and by a statement of the relevant assumptions upon which such forecasted statements are based.

6.04. Subordinate Lien Bonds. Notwithstanding the above provisions of this section, nothing contained in this Resolution or in the Bonds shall be construed to preclude the City from issuing Additional Bonds when necessary for the enlargement, improvement or extension of the Electric Utility; provided such Additional Bonds, whether constituting a general obligation of the City or payable solely from electric revenues, are expressly made a charge on and are payable only from the Surplus Net Revenues of the Electric Utility, and are not superior to or on a parity with Bonds payable from the Debt Service Account.

Section 7. Amendments.

7.01. Amendments Without Bondholder Consent. The City reserves the right to amend this Resolution from time to time and at any time, for the purpose of curing any ambiguity or of curing, correcting or supplementing any defective provision contained herein, or of making such provision with regard to matters or questions arising hereunder as the City Council may deem necessary or desirable and not inconsistent with this Resolution, and which shall not adversely affect the interests of the Holders of Bonds, or for the purpose of adding to the covenants and agreements herein contained, or to the Gross Revenues herein pledged, other covenants and agreements thereafter to be observed and additional Gross Revenues thereafter appropriated to the Electric Fund, for the purpose of surrendering any right or power herein reserved to or conferred upon the City or for the purpose of authorizing the issuance of Additional Bonds in the manner and subject to the terms and conditions prescribed in Section 7. Any such amendment may be adopted by resolution, without the consent of the Holders of any of the Bonds.

7.02. Amendments With Bondholder Consent. With the consent of the Holders of Bonds as provided in Section 8.03, the City may from time to time and at any time amend this Resolution by adding any provisions hereto or changing in any manner or eliminating any of the provisions hereof, or of any amending resolution, except that no amendment shall be adopted at any time without the consent of the Holders of all Bonds then outstanding, if it would extend the maturities on any such Bonds, would reduce the rate or extend the time of payment of interest thereon, would reduce the amount or extend the time of payment of the principal thereof, would give to any Bond or Bonds any privileges over any other Bond or Bonds, would reduce the sources of Gross Revenues appropriated to the Electric Fund, would authorize the creation of a pledge of said Gross Revenues prior to or on a parity with the Bonds (except as is authorized by Section 7), or would reduce the percentage in principal amount of Bonds required to authorize or consent to any such amendment.

7.03. Notice and Consent. Any amendment adopted pursuant to paragraph 8.02 shall be made by resolution duly adopted and shall become effective only upon the filing of written consents with the City Administrator, signed by the Holders of not less than a majority in principal amount of the Bonds then outstanding or, in the case of an amendment not affecting all outstanding Bonds, by the Holders of not less than a majority in aggregate principal amount of the Bonds affected by such amendment. Any written consent to an amendment may be embodied in and evidenced by one or any number of concurrent written instruments of substantially similar tenor signed by Bondholders in person or by agent duly appointed in writing, and shall become effective when delivered to the City Administrator. Any consent by the Holder of any Bond shall bind the Holder and every future holder of the same Bond with respect to any amendment adopted by the City pursuant to such consent.

7.04. Proof. Proof of the execution of any consent, or of a writing appointing any agent to execute the same, or of the ownership by any person of Bonds, shall be sufficient for any purpose of this resolution and shall be conclusive in favor of the City if made in the manner provided in this section. The fact and date of the execution by any person of any such consent or appointment may be proved by the affidavit of a witness of such execution or by the certificate of any notary public or other officer authorized by law to take acknowledgments of deeds, certifying that the person signing it acknowledged the execution thereof. The amount of Bonds held by any person by or for whom a consent is given, and the distinguishing numbers of such Bonds, and the date of holding the same, shall be proved by the Bond Register. The fact and date of execution of any such consent and the amount and distinguishing numbers of Bonds held by the person executing the same may also be proved in any other manner which the City may deem sufficient; but the City may nevertheless, in its discretion, require further proof in cases where it deems further proof desirable.

Section 8. Defeasance. When all of the Bonds have been discharged as provided in this section, all pledges, covenants and other rights granted by this resolution to the Holders of the Bonds shall cease. The City may discharge its obligations with respect to any Bonds which are due on any date by irrevocably depositing with the Registrar on or before that date a sum sufficient for the payment thereof in full; or, if any Bond should not be paid when due, it may nevertheless be discharged by depositing with the Registrar a sum sufficient for the payment thereof in full with interest accrued to the date of such deposit. The City may also at any time discharge its obligations with respect to any Bonds, subject to the provisions of law now or hereafter authorizing and regulating such action, by depositing irrevocably in escrow, with a bank qualified by law as an escrow agent for this purpose, cash or securities which are general obligations of the United States or securities of United States agencies which are authorized by law to be so deposited, bearing interest payable at such time and at such rates and maturing on such dates as shall be required, without reinvestment, to pay all principal and interest to become due thereon to maturity or earlier designated redemption date.

Section 9. Certification of Proceedings, Investment of Moneys, Arbitrage, Official Statement, and Continuing Disclosure.

9.01. Certification of Proceedings. The officers of the City and the County Auditor of Nicollet County are hereby authorized and directed to prepare and furnish to the Purchaser and to bond counsel certified copies of all proceedings and records of the City, and such other affidavits, certificates and information as may be required to show the facts relating to the legality and marketability of the Series 2015A Bonds as the same appear from the books and records under their custody and control or as otherwise known to them, and all such certified copies, certificates and affidavits, including any heretofore furnished, shall be deemed representations of the City as to the facts recited therein.

9.02. Negative Covenant as to Use of Series 2015A Bond Proceeds. The City covenants that so long as any Series 2015A Bonds are outstanding, it will continue to own and operate the Electric Utility as a public utility available on a substantially equal basis to all members of the general public. The City will not enter into any lease, management agreement, capacity agreement, output contract or other agreement which would cause the Series 2015A Bonds to be considered "private activity bonds" or "private loan bonds" within the meaning of Sections 103 and 141 through 150.

9.03. Tax-Exempt Status of the Series 2015A Bonds and Rebate. The City shall comply with requirements necessary under the Code to establish and maintain the exclusion from gross income under Section 103 of the Code of the interest on the Series 2015A Bonds, including without limitation (1) requirements relating to temporary periods for investments, (2) limitations on amounts invested at a yield greater than the yield on the Series 2015A Bonds, and (3) the rebate of excess investment earnings to the United States. The City expects to satisfy the six month expenditure exemption for gross proceeds of the Series 2015A Bonds as provided in Section 1.148-7(e)(1) of the Regulations. If any elections are available now or hereafter with respect to arbitrage or rebate matters relating to the Series 2015A Bonds, the Mayor, Administrator, or either of them, are hereby authorized and directed to make such elections as they deem necessary, appropriate or desirable in connection with the Series 2015A Bonds, and all such elections shall be, and shall be deemed and treated as, elections of the City.

9.04. Designation of Qualified Tax-Exempt Obligations. In order to qualify the Series 2015A Bonds as "qualified tax exempt obligations" within the meaning of Section 265(b)(3) of the Code, the City hereby makes the following factual statements and representations:

- (a) the Series 2015A Bonds are issued after August 7, 1986;
- (b) the Series 2015A Bonds are not "private activity bonds" as defined in Section 141 of the Code;
- (c) the City hereby designates the Series 2015A Bonds as "qualified tax exempt obligations" for purposes of Section 265(b)(3) of the Code;
- (d) the reasonably anticipated amount of tax exempt obligations (other than private activity bonds, treating qualified 501(c)(3) bonds as not being private activity bonds) which will be issued by the City (and all entities treated as one issuer with the City, and all subordinate entities whose obligations are treated as issued by the City) during this calendar year 2015 will not exceed \$10,000,000;
- (e) not more than \$10,000,000 of obligations issued by the City during this calendar year 2015 have been designated for purposes of Section 265(b)(3) of the Code;

(f) the aggregate face amount of the Series 2015A Bonds does not exceed \$10,000,000;

Furthermore:

- (g) each of the Refunded Bonds was designated as a "qualified tax exempt obligation" for purposes of Section 265(b)(3) of the Code;
- (h) the aggregate face amount of the Series 2015A Bonds does not exceed \$10,000,000;
- (i) the average maturity of the Series 2015A Bonds does not exceed the remaining average maturity of the Refunded Bonds;
- (j) no part of the Series 2015A Bonds has a maturity date which is later than the date which is thirty years after the date the Refunded Bonds were issued; and
- (k) the Series 2015A Bonds are issued to refund, and not to "advance refund" the Prior Bonds within the meaning of Section 149(d)(5) of the Code, and shall not be taken into account under the \$10,000,000 issuance limit to the extent the Series 2015A Bonds do not exceed the outstanding amount of the Prior Bonds.

The City shall use its best efforts to comply with any federal procedural requirements which may apply in order to effectuate the designation made by this paragraph.

9.05. Official Statement. The Official Statement dated _____, 2015, relating to the Series 2015A Bonds, prepared and distributed by Drown, the financial consultant for the City, is hereby approved, and the officers of the City are authorized in connection with the delivery of the Series 2015A Bonds to sign such certificates as may be necessary with respect to the completeness and accuracy of the Official Statement.

9.06. Continuing Disclosure. The City is the sole obligated person with respect to the Series 2015A Bonds. The City hereby agrees, in accordance with the provisions of Rule 15c2-12 (the "Rule"), promulgated by the Securities and Exchange Commission (the "Commission") pursuant to the Securities Exchange Act of 1934, as amended, and a Continuing Disclosure Undertaking (the "Undertaking") hereinafter described to:

(a) Provide or cause to be provided to the Municipal Securities Rule Making Board (the "MSRB") by filing at www.emma.msrb.org in accordance with the Rule, certain annual financial information and operating data in accordance with the Undertaking. The City reserves the right to modify from time to time the terms of the Undertaking as provided therein.

(b) Provide or cause to be provided to the MSRB notice of the occurrence of certain events with respect to the Series 2015A Bonds in not more than ten (10) business days after the occurrence of the event, in accordance with the Undertaking.

(c) Provide or cause to be provided to the MSRB notice of a failure by the City to provide the annual financial information with respect to the City described in the Undertaking, in not more than ten (10) business days following such occurrence.

(d) The City agrees that its covenants pursuant to the Rule set forth in this paragraph and in the Undertaking is intended to be for the benefit of the Holders of the Series 2015A Bonds and shall be enforceable on behalf of such Holders; provided that the right to enforce the provisions of these covenants shall be limited to a right to obtain specific enforcement of the City's obligations under the covenants.

The Mayor and Administrator, or any other officer of the City authorized to act in their place are hereby authorized and directed to execute on behalf of the City the Undertaking in substantially the form presented to the City Council subject to such modifications thereof or additions thereto as are (i) consistent with the requirements under the Rule, (ii) required by the Purchaser of the Series 2015A Bonds, and (iii) acceptable to the Mayor and Administrator.

Section 10. Refunded Bonds; Supplemental Resolution.

10.01. Refunded Bonds; Security. Until retirement of the Refunded Bonds, all provisions theretofore made for the security thereof shall be observed by the City and all of its officers and agents.

10.02. Redemption of Refunded Bonds. The Refunded Bonds which mature on and after December 1, 2016 shall be redeemed and prepaid on July 1, 2015, in accordance with the terms and conditions set forth in the Notice of Call for Redemption attached hereto as Exhibit A for Refunded Bonds, which terms and conditions are hereby approved and incorporated herein by reference. The Administrator is hereby authorized and directed to give mailed notice of redemption to the Holders of the Refunded Bonds to be redeemed.

10.03. Supplemental Resolution. The 2006 Prior Resolution authorizing the issuance of the 2006 Prior Bonds is hereby supplemented to the extent necessary to give effect to the provisions hereof.

Section 11. Miscellaneous Covenants and Provisions.

11.01. Severability. If any section, paragraph or provision of this Resolution shall be held to be invalid or unenforceable for any reason, the invalidity or unenforceability of such section, paragraph or provision shall not affect any of the remaining provisions of this Resolution.

11.02. Records and Certificates. The Administrator is authorized and directed to prepare and furnish to the original Purchaser of the Series 2015A Bonds, and the attorneys approving the same, certified copies of all orders and resolutions of the City relating to the Electric Utility, and the issuance of the Series 2015A Bonds, and all other proceedings or records showing the right, power and authority of the City to issue the same and to provide funds for the payment thereof, and such certified copies and certificates shall be deemed representations of the City as to all statements therein.

11.03. Covenant With Series 2015A Bondholders. Each and all of the terms and provisions of this Resolution shall be and constitute a covenant on the part of the City to and with each and every Holder from time to time of the Series 2015A Bonds issued hereunder and any other Parity Bonds from time to time outstanding.

11.04. Headings. Headings in this Resolution are included for convenience of reference only and are not a part hereof, and shall not limit or define the meaning of any provision hereof.

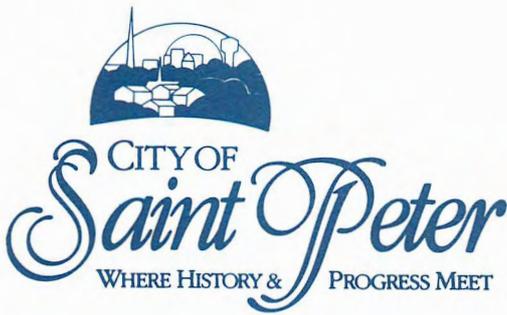
Adopted by the City Council of the City of Saint Peter, Nicollet County, Minnesota, this 8th day of June, 2015.

Timothy Strand
Mayor

ATTEST:

Todd Prafke
City Administrator

DRAFT



Memorandum

TO: Honorable Mayor Strand
Members of the City Council

DATE: 6/5/2015

FROM: Todd Prafke
City Administrator

RE: Hallett's Landing Apartments/Solace Project

ACTION/RECOMMENDATION

Approve the attached resolution directing staff to provide a letter of support to Southwest Minnesota Housing Partnership (SWMHP) for a Minnesota Housing Finance Agency Tax Credit allocation for the Hallett's Landing Apartments/Solace Project.

BACKGROUND

Members may recall multiple discussions about the Solace Project. Council took action to support an application for funding to the State of Minnesota through the Minnesota Housing Finance Agency a number of months back. That City support was expressed through commitment to sell land for the project north of the Sunrise Drive Water Tower along Sunrise Drive. While that application was not awarded funding in the last cycle, the group looking to develop the project has continued to be hard at work on applying for funds in the new funding cycle.

A revised project, as discussed at your last workshop, is envisioned generally as an apartment style structure that will provide opportunity for general occupancy with a specific number of units intended to assist those who have met the criteria of drug court to be united with their children, have consistent housing, and receive supportive and job training services in a defined program. SWMHP has provided additional information about the proposed project which is included in your packet. What you are seeing tonight is substantially similar to what you discussed at your workshop but very different from your past review of the Solace Project.

Specifically Southwest Minnesota Housing Partnership would need and is requesting:

- A letter of support for funding
 - Change in zoning for the property (which has already been discussed prior to and independent of this project),
 - A tax increment financing agreement similar to what you have at Park Row Crossing. I do not know the number for the increment as the project is not designed to a point needed for that analysis, however State Statute clearly defines uses and I would expect a similar number to the amount provided for Park Row Crossing. That number was slightly more than \$600,000. There are a

number of factors that apply to the Statute and are similar to Park Row Crossing exemplified by proximity to utilities. Any district would be “pay as you go” financing.

The change in overall project design and occupancy plans does help us to continue to meet the rental housing needs identified in the Housing Study from 2014, but you should note that the rental income requirements are lower than on the Park Row Crossing project. You do continue to have needs in that marketplace and in fact it could be argued, and is in your housing study, that your needs are greater at that income level. In many respects this project is very similar to the Sibley East project in Mankato with the addition of the Solace programming component.

At your workshop the Council asked for data in a few specific areas. Those areas generally related to our more recent development and plans for market rate and under market rate housing and ownership of units by SWMHP. We focused on data collection of the last four years as very little development activity occurred in the 2008 to 2010 years which of course was the “great recession” time frame.

Over the last four years, forty units of subsidized rental units have been built and received a Certificate of Occupancy. That development was your partnership with SWMHP at Park Row Crossing.

A total of 52 market rate rental units have been or are currently being built. Those are Drummer’s Apple Tree Village development which are occupied and Mattson’s Washington Terrace development which should have occupancy in July.

The Council also asked how many rentals does SWMHP control as compared to total rental in Saint Peter. Building Official Busse indicated that we license 1,411 rental units throughout our community.

SWMHP:	Park Row	40	36 rent caps/4 homeless
	Nic. Meadows Thms	20	11 rent caps/9 market rate
	Central Square	55	43 rent caps/12 market rate
	Maplewood	30	30 Rent Cap?
	TOTAL	145	

This means that SWMHP owns 10.2% of rental market. Our next largest rental owners are John and Lisa Volmary who own 6.0% of the total units in the community.

The Council also asked about future market rate projects developing in the near term. We expect Drummer Development to start 40 market rate units in Welco West yet this year for 2016 occupancy and another developer is considering a triplex or a duplex on Old Minnesota Avenue. If all this occurs as planned, that would provide for 1,502 rental units in the community of which SWMHP would own 193 for a total of 12.8% of the market. There may be other activity being evaluated by developers that we are unaware of.

The Council also discussed a want for a review of providing a portion of the units at market rates. Please find attached a memo from SWMHP on that issue. But generally, it reduces the points received in this competitive process to a level that it is unlikely to receive funding which would mean that SWMHP is unlikely to make an application.

Since the Council had not reviewed the Housing Study from 2014 for a while, you asked us to reference relevant data from that Study. Below is what we believe to be the most relevant data.

"The recommendations made in the 2005 Study continue to apply. Preservation of existing resources and future expansion of tenant based rent assistance remain as important community affordable housing strategies. (City of Saint Peter, Housing Study Update 07/12)

"According to the 2010 American Community Survey, nearly 50% of the City's renters were paying 30% or more of their income for housing. Overall, nearly 600 renter households reported that a large share of their monthly income was required for rent. Approximately 93% of these cost-burdened households had an annual income below \$35,000, and most would be income-eligible for a subsidized housing unit." (City of Saint Peter, Housing Study Update 07/12)

"St. Peter's current inventory of tax credit / moderate rent housing is 134 units. The proposed project [PARK ROW CROSSING] would raise this to 170 units. This would represent housing opportunities for approximately 2.8% of all households within the Market Area, and 4.7% of all St. Peter households in 2014." (City of Saint Peter, Housing Study Update 07/12)

FISCAL IMPACT

While there is no direct fiscal impact to the action proposed in the resolution, and while funding through Minnesota Housing Finance agency is competitive, members should know that if funding is provided, work should start on the Development and TIF agreement (which would need additional approval of the Council). Additionally, the process for modification to the land use would begin upon receipt of an application.

ALTERNATIVES AND VARIATIONS

Do not act. Staff would wait for further direction, but as discussed at your workshop, the application period is June 18th and without a special meeting the application process time frame would run out.

Negative vote. Staff will inform SWMHP of your decision.

Modification of the resolution. This is always an option for the City Council.

Please feel free to contact me if you have any questions or concerns about this agenda item.

TP/bal



Southwest Minnesota Housing Partnership

"Putting Together the Pieces of Community Development"

MEMORANDUM

June 4, 2015

To: Todd Prafke, City of St. Peter

From: Rick Goodemann, SWMHP 

RE: Hallett Pond Housing Proposal.

This project has been modified from the Solace proposal that we submitted a year ago for funding through the MHFA Request for Proposal process. As you know we were not successful. I thought that it would be clearer if I reported to you in writing concerning what has transpired and our rationale to why we are proposing a significantly different project.

The Solace project was proposed in response to a housing need that has been articulated by the Nicollet County Court System and Nicollet County Health and Human Services. That need is the inability to secure stable housing for persons exiting the criminal justice system or court mandated treatment. The goal is to offer a safe, secure and stable environment to support the reintegration of women with their children. The SWMHP found the need compelling both from an access to housing issue and the need to focus and integrate intensive services. Compelling also is the need to reduce the cost to tax payers created by individuals with criminal or chemical dependencies issues that cannot access housing, become homeless and cycle back into the criminal justice system. Our third party 2014 market study confirmed the tight housing market and demand for this type of housing. Our 2015 study will re-affirm the demand as well. I do value the strong support shown by the City of St. Peter and the great dialogue that occurred around this issue and the resulting proposal.

Last December, we (Court System, Nicollet County, ACS and SWMHP) met with MHFA and the MN Department of Health and Human Services to discuss improvements to the project. The major issue that was discussed as an issue was the proposed use of group residential housing (GRH) resources on 100% of the units. We had no indication that there were any other concerns about the proposal and its services. Since then we have seen an erosion of support.

On April 19th we were informed by Sue Serbus that she had strong indication that the MN Department of Human Services would not support the project;

On April 21 Judge Krehbiel, Sue Serbus and I attended a work session of the County Board of Commissioners, at their request. While we did not request anything from them it was clear that the Commissioners are spilt over the project and the involvement of their staff.

Sue followed up with discussions with several of her contacts and reported back to the group that there was active opposition from the MN Department of Health and Human Services to the project concept and would likely be active opposition to the project.

I followed up with a call to my contact at Minnesota Housing. It was confirmed during that conversation that there had been discussion about this project between MHFA and DHS and that the project as currently conceived was not likely to be funded. The major issue is the intensive service model, tight population targets and the "code of conduct" that was explicit within the services model. The Solace model is felt to be in direct violation of the intent of the Federal Olmsted Act.

After my call with MHFA, I discussed changing the project with you to a more general occupancy project. I informed you that Pell Realty was not willing to sell the property south of the hospital. You confirmed that the original site was not available due to zoning non-compliance based on the now more residential nature of the project.

On May 20 the Solace partners met to assess the viability of proceeding with the existing concept. The decision is to proceed incorporating a mixed population approach (moving away from what the State feels is the most egregious issue) and to increase the number of overall units to respond to the tight market while providing units dedicated to serving the original tenant base. We felt that providing 10 units was better than submitting a proposal that was not going to be funded.

SWMHP changed design, moved to secure the Hallett Pond site and prepared a new project based on a fusion of general occupancy with a set-aside of 10 units for Solace type residents. We need to secure application points above 75 points in order to be competitive (75 points was the threshold to secure funding in 2014). The project as presented at the Council work-session with the mix of tax-credit and GRH units supports 84 points. That is assuming that the Council approves TIF (20% administration).

I incorporated market rate units into the proposed project in response to the discussion that occurred at the Council work-session on June 1. Moving 5 of the 48 units to market rate resulted in the points falling to 72 points. The scoring area that is impacted is termed "readiness to proceed". Points are assessed based on the total cost of the project and deducting the debt (mortgage) and equity (tax credit equity) off-set by any other funding that is secured. The maximum points in this area are 14. The project based on 100% tax credit eligibility plus debt results in a small gap of \$117,974. SWMHP would allocate \$80,000 to the project and maximizes the points and secures all 14 points. However, as you reduce the proportion of tax credit units, tax credit equity falls at a much greater rate than additional debt grows based on achievable rents. With 5 units the gap moves from \$117,974 to \$616,573. The points fall from 14 to 2. As I reduce market rate units from 5 to 2 units I am only able to move up to 76 points. This does not appear to provide a viable way of meeting the desire expressed by the Council of broadening the market. Market and marketing issues are another consideration and a concern with such a small number of market rate units.

It appears that the project can be competitive, but only as a project that serves low and moderate income tenants.

Hallett's Landing Apartments Project Summary (2015)

Purpose: To provide large family affordable rental housing for low and moderate income work-force. In addition ten (10) units will serve homeless families or families at significant risk of homelessness.

Project Location:

- Address 1000 North Third Street, St. Peter, MN.

Project Characteristics:

- New apartment building on Hallett's Pond
- Three story, elevator building with underground parking – 48 parking spaces
- 100% of the units will meet universal design standards
- Community center with meeting space, computer lab, secured tenant storage, fitness center and on-site managers office.
- Property will have video security system.
- Construction will meet or exceed Green Community and Energy Star standards.
- 48 units – Meeting the following rent levels:
 - 2 – one-bedroom units (Homeless/at risk) - \$645 rental rate (GRH based on disability)
During the integration process the parent may only have visitation
 - 6 – two bedroom units (Homeless/at risk) - \$638 rental rate (GRH based on disability)
 - 2 – three-bedroom units (Homeless/at risk) - \$631 rental rate (GRH based on disability)

 - 6 – one bedroom units - \$625 rental rate (low/mod 60% AMI)
 - 22 – two bedroom units - \$750 rental rate (low/mod 60% AMI)
 - 9 – three bedroom units - \$850 rental rate (low/mod 60% AMI)

 - 1-two bedroom unit - \$750 rental rate (manager unit – no income restriction)
- Total Development Cost - \$9,860,793 May change based on soils

Site Considerations & Market Amenities:

The site offers direct access to infrastructure requiring little investment in the extension of public infrastructure extension off of North Third Street. The site is located within easy walking distance of retail and other services near the fairgrounds and on Hallett's Pond. Access to community connections to transit, (Shopko) sidewalk and bike trail are close to the site.

- Green space will be retained and improved in order to create opportunities for outdoor activities including community garden, covered shelter, playground and soccer field.
- Heated underground parking incorporating a storm shelter
- Tenant storage facilities included in garage area
- Community room available for tenant use including kitchen facilities
- Wi-Fi connection and computer lab
- Interior fitness center with elliptical, trend mill and exercise bike

Tenant Income: 60% or less area median income is required to qualify. After initial qualification, family incomes can rise indefinitely. 2015 income qualifications are as follows:

Family Size	Income
1	\$29,820
2	\$34,080
3	\$38,340
4	\$42,540
5	\$45,960

Project Owner/Developer: Southwest Minnesota Housing Partnership of Slayton, MN.

Property Management Company: Lloyd Management, Mankato, MN.

Services provider: ASC Psychological of Mankato, MN. A memorandum of understanding will be entered into between the property owner, property management, referral agents and service provider.

Services Model: The services model is designed to provide access to a suite of services to assist families in a comprehensive, integrated multidisciplinary assessment and therapeutic treatment process based on their assessed individual treatment needs. This treatment will be provided within a safe and secure area in which the basic needs of the client and family members are provided for.

Service Funding:

VA funding sources will be available for veterans with children who qualify for housing in this project. Ongoing funding for the case management and psychotherapeutic services for clients and their family members will come primarily from third party insurance providers and consolidated treatment funds.

Rental Assistance:

Two (2) rental assistance units funded through the South-Central Community Based Initiative to serve persons with mental disabilities.

Group residential housing (GRH) funding request through Nicollet County for 10 units has been made.

101



CONCEPT MODEL

HALLETT'S LANDING APARTMENTS
SAINT PETER, MINNESOTA
SOUTHWEST MINNESOTA HOUSING PARTNERSHIP
MAY 28, 2015



62



- 3.04-ROOF
137' - 0"
- 3.03-THIRD FLOOR
126' - 8"
- 3.02-SECOND FLOOR
116' - 4"
- 3.01-FIRST FLOOR
106' - 0"

CONCEPT MODEL

HALLETT'S LANDING APARTMENTS
SOUTHWEST MINNESOTA HOUSING PARTNERSHIP
MAY 28, 2015



103

- 1 BEDROOM UNITS
5 - 678 SF
3 - 568 SF

- 2 BEDROOM UNITS
29 - 890 SF

- 3 BEDROOM UNITS
9 - 1110 SF
2 - 990 SF

TOTAL UNITS 48



FIRST FLOOR PLAN - 20,044 SF
HALLETT'S LANDING APARTMENTS
SOUTHWEST MINNESOTA HOUSING PARTNERSHIP
MAY 28, 2015

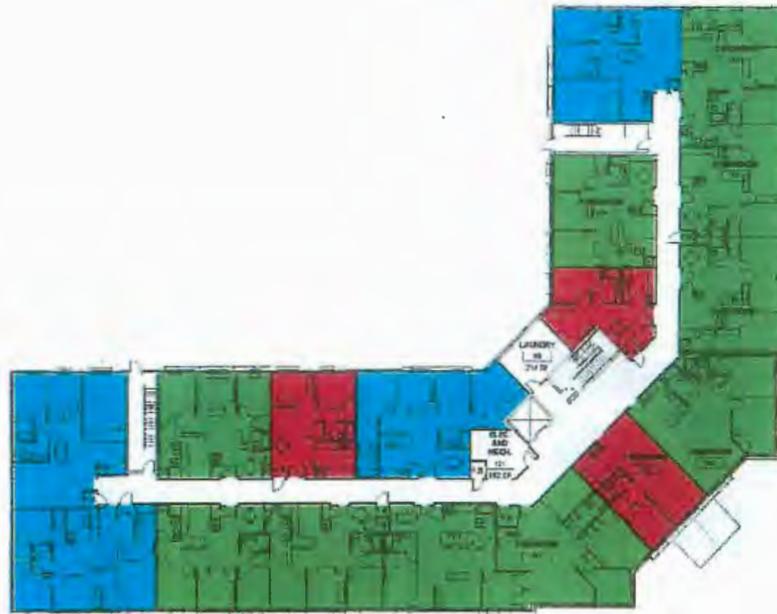
1 BEDROOM UNITS
5 - 678 SF
3 - 568 SF

2 BEDROOM UNITS
29 - 890 SF

3 BEDROOM UNITS
9 - 1110 SF
2 - 990 SF

TOTAL UNITS 48

h07



SECOND FLOOR PLAN - 20,044 SF

HALLETT'S LANDING APARTMENTS
SOUTHWEST MINNESOTA HOUSING PARTNERSHIP
MAY 28, 2015

■ 1 BEDROOM UNITS
5 - 678 SF
3 - 568 SF

■ 2 BEDROOM UNITS
29 - 890 SF

■ 3 BEDROOM UNITS
9 - 1110 SF
2 - 990 SF

TOTAL UNITS 48



THIRD FLOOR PLAN - 20,044 SF

HALLETT'S LANDING APARTMENTS
SOUTHWEST MINNESOTA HOUSING PARTNERSHIP
MAY 28, 2015

45

64

315
THROUGH
TRIP

OWN
VIEW

PLAY

48 UNIT BLDG

SHOPKO
Approx Size
& Location

HALLETT'S LANDING
APARTMENTS
SITE OPTION 1
SCALE 1"=100'



69

VIEW THROUGH TREES

OPEN VIEW

PLAY

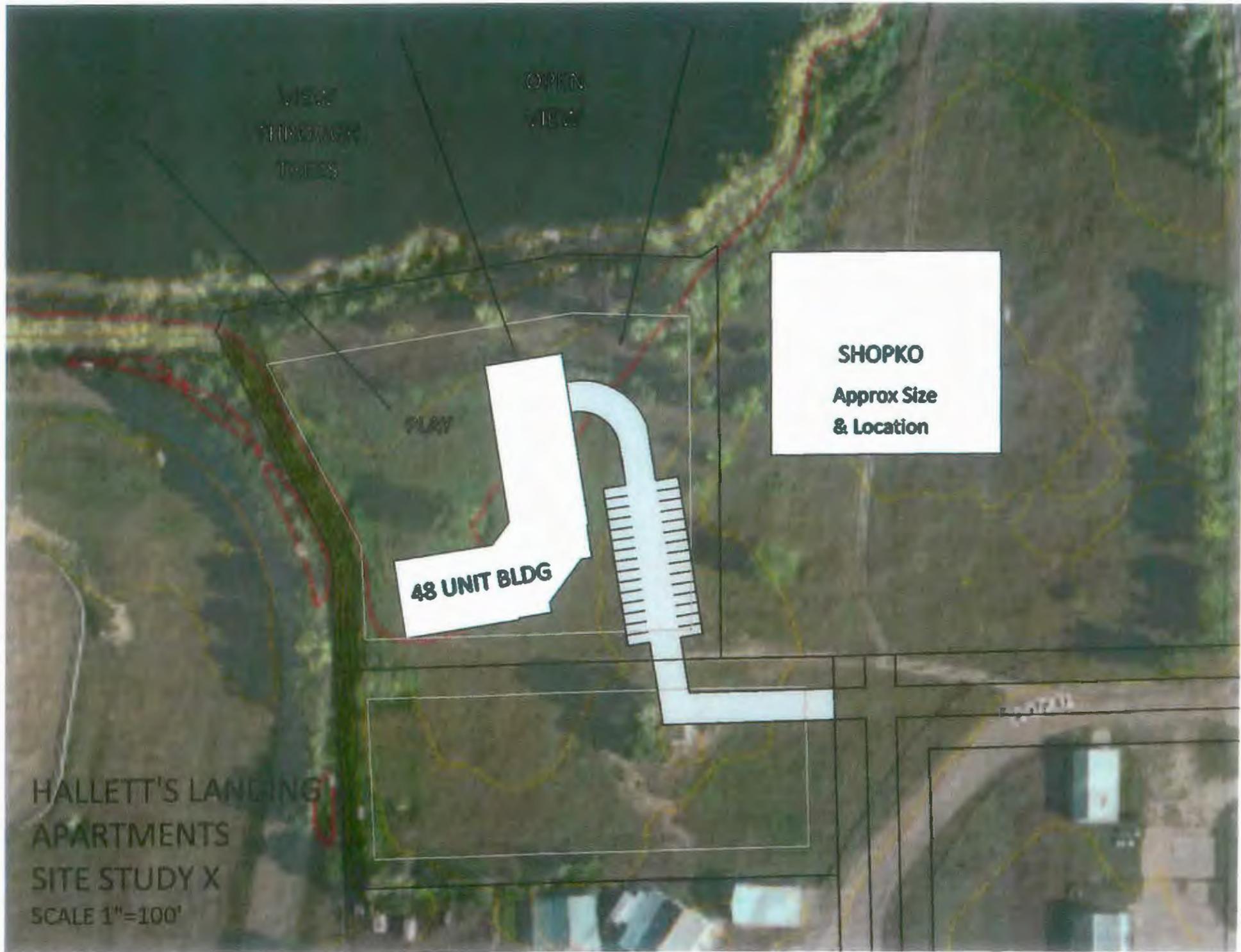
48 UNIT BLDG

SHOPKO
Approx Size
& Location

HALLETT'S LANDING
APARTMENTS
SITE OPTION 2
SCALE 1"=100'



68



VIEW
THROUGH
TREES

OPEN
VIEW

PLAY

48 UNIT BLDG

SHOPKO
Approx Size
& Location

HALLETT'S LANDING
APARTMENTS
SITE STUDY X
SCALE 1"=100'

HAYSTACK

CITY OF SAINT PETER, MINNESOTA

RESOLUTION NO. 2015 -

STATE OF MINNESOTA)
COUNTY OF NICOLLET)
CITY OF SAINT PEER)

**RESOLUTION SUPPORTING SOUTHWEST MINNESOTA HOUSING PARTNERSHIP
PROPOSED HALLETT'S LANDING APARTMENTS/SOLACE PROJECT**

WHEREAS, the City of Saint Peter has a critical need and desire to improve the quality of life of its residents and to provide affordable housing options to people of all incomes; and

WHEREAS, the City has a successful relationship with the Hallett's Landing/Solace Project partners including the Fifth Judicial District, Nicollet County Health and Human Services Department, ASC Psychological Services and Southwest Minnesota Housing Partnership; and

WHEREAS, the City Council has met with Southwest Minnesota Housing Partnership on the Hallett's Landing project and is supportive of the underlying goals to strengthen relationships between criminal justice, behavioral and physical health and community resources to stabilize housing for vulnerable women and children, end homelessness, and reduce societal cost; and

WHEREAS, the Solace partners are proposing the construction a forty-eight (48) unit apartment complex (Hallett's Landing Apartments) for individuals/families that have income at or below 60% of median income and provides supportive services as outlined in the Solace project; and

WHEREAS the proposed project will help alleviate local rental housing needs within the Saint Peter community.

NOW, THEREFORE, THE CITY COUNCIL OF THE CITY OF SAINT PETER, NICOLLET COUNTY, MINNESOTA, DOES HEREBY RESOLVE THAT:

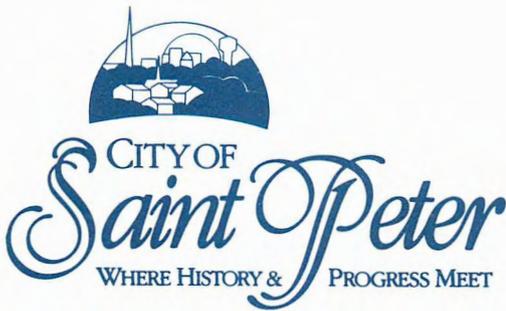
1. The City of Saint Peter will support the Southwest Minnesota Housing Partnership proposed Hallett's Landing Apartment/Solace project.
2. The City of Saint Peter agrees to consider a request by Southwest Minnesota Housing Partnership for rezoning of property adjacent to Hallett's Pond and to establish a Tax Increment Financing housing district for the property.

Adopted by the City Council of the City of Saint Peter, Nicollet County, Minnesota, this 8th day of June, 2015.

Timothy Strand
Mayor

ATTEST:

Todd Prafke
City Administrator



Memorandum

TO: Honorable Mayor Strand
Members of the City Council

DATE: 6/5/15

FROM: Todd Prafke
City Administrator

RE: Council Wage Modification

ACTION/RECOMMENDATION

Adopt an ordinance providing for modification to City Councilmember wages effective January 1, 2016.

BACKGROUND

As you may recall, in 2005 the Council discussed and made changes to the Ordinance that provides for wages for City elected officials, namely the Mayor and City Councilmembers.

There were three substantive changes made at that time. Those changes included:

- Applying a formula to the pay of Councilmembers relative to the Mayor.
- A provision that asks the City Administrator to ensure that discussion occurs on wages on a regular basis in a timeline that is appropriate relative to State law.
- Change in the wage itself.

A number of different thoughts went into the change at that time. Below is a non-inclusive list of some of the discussion points that were made at that time.

- It may be better to make regular adjustments rather than a large adjustment at longer intervals.
- The time commitment is significant for all members, especially the Mayor, and an attempt should be made to diminish the financial burden of holding office. The time commitment is about 48 Council workshops and meetings per year and includes Council assignment to three to 5 committees as well.
- Service as Mayor or Councilmember provides other intangible responsibilities that should also be reviewed.

The current Ordinance is as follows:

Sec. 2-32. - Salaries of Mayor and Councilmembers.

Subd. 1. Effective January 1, 2008, the salary of the Mayor is fixed at \$5,278.00 per year; and the salary of each Councilmember is hereby fixed at 75 percent of the Mayor's salary.

Subd. 2. Effective January 1, 2009, the salary of the Mayor is fixed at \$5,357.00 per year; and the salary of each Councilmember is hereby fixed at 75 percent of the Mayor's salary.

Subd. 3. In addition to the annual salary stated in subdivisions 1 and 2 of this section, the Mayor and Councilmembers shall receive \$25.00 for each and every special meeting of the Council that they attend. Meetings of the Board of Review shall be considered special meetings of the Council, and members of the Council attending such meetings shall be paid as provided in subdivision 2 of this section. For purposes of this section, "special meetings" are meeting called pursuant to state law at which the council votes on any agenda item in addition to a vote to adjourn.

Subd. 4. The City Clerk-Administrator shall include reconsideration of the salaries of the Mayor and Councilmembers on a City Council agenda in the spring of each odd numbered year.

You have discussed this issue at two previous workshops: one late last year and one this spring. A review of other City wage data for the 2014 year is again attached for your review. Your previous discussion indicated that, based on the population served, size of municipal operation, and a number of other factors, that a comparison could be drawn to a number of cities that compensate elected official more than the compensation in Saint Peter. Additionally, your discussion has focused on the fact that the last change was made effective 2008. The attached resolution suggests a Council discussed sum of \$8,000 for the Mayor and formula for Councilmember pay at 75% of Mayor's salary providing a \$6,000 amount.

There is any number of ways to approach this issue but this change is probably the most straight forward. Again, this memo and discussion comes to you in an effort to meet the City Code requirement that review of the salaries occur in the spring of each odd numbered year. As provided for in State Statute, should you choose to make any change the change must occur prior to the general election and will then be effective January 1, 2016.

FISCAL IMPACT:

The fiscal impact of this action would be included in the 2016 General Fund budget.

ALTERNATIVES/VARIATIONS:

Do not act: No changes would take place in Mayor and Council compensation. Staff would wait for additional direction.

Negative Votes: No changes would take place in Mayor and Council compensation

Modification of the Ordinance: This is always an option of the City Council.

Please feel free to contact me if you have any questions on this agenda item.

TP/bal

Search Results for Council Member. No comparison salary provided.

Organization	Population	Region	Num. of Elected Officials	Annual Wages	Add'l Pmt. for Special Meetings	Health Provider	Organization ANNUAL Cost for Single	Organization ANNUAL Cost for Family
Albion	10,061	Southeast	6	\$8,000.00				
Andover	31,298	Metro	4	\$7,500.00	\$1.00 per EDA	N/A		
Ardent Hills	10,137	Metro	4	\$7,000.00		N/A	\$0.00	\$0.00
Bemidji	13,541	Northwest	6	\$10,000.00	\$25 per 2 hr	N/A		
Brooklyncenter	29,810	Metro	4	\$8,800.00				
Buffalo	14,193	Central	4	\$3,440.00	\$25 Per Meeting			
East County	28,654	Central	5	\$9,635.00	\$7.500 per hr	BLUE CROSS BLUE	\$8,735.00	\$10,210.00
Champlin	23,934	Metro	4	\$6,610.00	0	Health Partners	\$0.00	\$0.00
Columbia Heights	18,861	Metro	4	\$7,800.00		Preferred One	\$7,115.56	\$10,380.00
Cottage Grove	34,502	Metro	4	\$6,780.00				
Crystal	22,014	Metro	4	\$8,088.33	\$2.00/mtg	N/A		
Farmington	18,959	Metro	4	\$7,020.00				
Herkules	22,433	Central	4	\$7,800.00			\$0.00	\$0.00
Forest Lake	17,496	Metro	4	\$5,500.00	No	Health Partners		
Granby Rapids	10,578	Northwest	4	\$7,200.00			\$0.00	\$0.00
Ham Lake	15,324	Metro	4	\$4,900.00	N/A			
Hastings	22,491	Metro	6	\$6,000.00	0			
Hutchinson	14,073	Central	4	\$5,278.00				
Lincoln Heights	15,631	Southwest	4	\$7,000.00	\$0. per meeting	Blue Cross Blue	\$3,162.00	\$4,730.00
Lino Lakes	20,305	Metro	4	\$5,018.00	\$40	None		
Lititz Canada	10,988	Metro	4	\$4,500.00	N/A	N/A		
Marshall	13,156	Southwest	6	\$5,426.40				
Mendota Heights	12,766	Metro	4	\$7,200.00				
Monticello	11,501	Central	4	\$7,200.00	0			
Mounds View	12,732	Metro	4	\$5,700.00			\$0.00	\$0.00
New Brighton	22,321	Metro	4	\$7,000.00	NA	Health Partners	\$6,473.52	\$0.00
New Hope	20,743	Metro	4	\$8,450.00	\$25 per EDA	Health Partners	\$0.00	\$0.00
New Ulm	13,396	Southwest	5	\$8,000.00				
North Mankato	13,043	Southwest	4	\$6,000.00				
Ramsey	23,272	Metro	6	\$6,000.00				
Red Wing	15,293	Southeast	4	\$7,800.00		N/A	\$0.00	\$0.00
Roseville	34,178	Metro	4	\$7,020.00	0	NA	\$0.00	\$0.00
Savage	27,567	Metro	4	\$8,000.00	0			
Shakopee	34,691	Metro	4	\$7,500.00	0			
South St. Paul	15,204	Metro	6	\$6,600.00				
St. Peter	10,917	Southeast	6	\$4,017.72	\$25 per meeting	BLUE CROSS BLUE	\$0.00	\$0.00
Stillwater	18,248	Metro	4	\$7,200.00		Blue Cross Blue	\$6,585.00	\$7,345.00
Vadnais Heights	13,071	Metro	4	\$6,000.00				
Waconia	10,182	Metro	4	\$4,000.00	0	N/A		
West St. Paul	18,947	Metro	6	\$7,150.00				
Winona	27,472	Southeast	4	\$6,500.00		Blue Cross Blue		
Worthington	11,405	Southwest	5	\$6,000.00	\$50/ mtg (max)	Public Employees	\$8,241.12	\$12,276.00

ORDINANCE NO. ____, THIRD SERIES

AN ORDINANCE AMENDING SAINT PETER CITY CODE SECTION 2-3272 ENTITLED "SALARIES OF MAYOR AND COUNCILMEMBERS" AND ADOPTING BY REFERENCE SAINT PETER CITY CODE CHAPTER 1 AND SECTION 1-6, WHICH, AMONG OTHER THINGS, CONTAIN PENALTY PROVISIONS

WHEREAS, salaries for the Mayor and City Councilmembers were last established in 2007; and

WHEREAS, the City Council finds it appropriate to modify these amounts.

NOW, THEREFORE, BE IT ORDAINED BY THE CITY COUNCIL OF THE CITY OF SAINT PETER, NICOLLET COUNTY, MINNESOTA, THAT:

Section 1. Section 2.32 of the Saint Peter City Code is hereby amended as follows:

Sec. 2-32. - Salaries of Mayor and Councilmembers.

Subd. 1. Effective January 1, 2016, the salary of the Mayor is fixed at \$8,000.00 per year; and the salary of each Councilmember is hereby fixed at seventy-five percent (75%) of the Mayor's salary.

Subd. 2. In addition to the annual salary stated in subdivisions 1 of this section, the Mayor and Councilmembers shall receive \$25.00 for each and every special meeting of the Council that they attend. Meetings of the Board of Review shall be considered special meetings of the Council, and members of the Council attending such meetings shall be paid as provided in subdivision 2 of this section. For purposes of this section, "special meetings" are meeting called pursuant to State law at which the Council votes on any agenda item in addition to a vote to adjourn.

Subd. 3. The City Clerk-Administrator shall include reconsideration of the salaries of the Mayor and Councilmembers on a City Council agenda in the spring of each odd numbered year.

Section 2. Saint Peter City Code Chapter 1, entitled "General Provisions And Definitions Applicable To The Entire City Code Including Penalty For Violation" and Section 1-6 Entitled "Violation a Misdemeanor" are hereby adopted in their entirety, by reference, as though repeated verbatim herein.

Adopted by the City Council of the City of Saint Peter, Nicollet County, Minnesota, this 8th day of June, 2015.

ATTEST:

Todd Prafke
City Administrator

Timothy Strand
Mayor

The foregoing Ordinance was adopted by the following votes:

Ayes:

Nays:

Absent:

Published in the *Saint Peter Herald* on _____.

CITY OF SAINT PETER, MINNESOTA

RESOLUTION NO. 2015 -

**STATE OF MINNESOTA)
COUNTY OF NICOLLET)
CITY OF SAINT PETER)**

RESOLUTION CALLING FOR CLOSED SESSION

WHEREAS, Minnesota Statutes allow for closed sessions of the Council for discussion of specific issues including land purchase negotiations; and

WHEREAS, staff is currently in negotiations for purchase of land to be used for future development;

WHEREAS, staff recommends a closed session be called.

NOW, THEREFORE, BE IT RESOLVED BY THE CITY COUNCIL OF THE CITY OF SAINT PETER, NICOLLET COUNTY, MINNESOTA, THAT: the City Council will meet in closed session in the Traverse des Sioux Room as provided for under Minnesota Statutes for discussion of negotiations related to the purchase of land.

Adopted by the City Council of the City of Saint Peter, Nicollet County, Minnesota, this 8th day of June, 2015.

Timothy Strand
Mayor

ATTEST:

Todd Prafke
City Administrator