

City of Lodi Common Council Meeting
Minutes of February 20, 2018

1. Call to Order and Roll Call.

Mayor Ness called the meeting to order at 7:00 p.m. at the Lodi Public Library, 130 Lodi St., Lodi WI.

Council members present: Peter Tonn, Suzanne Miller, Rich Stevenson and Eric Hansen.

Council members excused: Ann Groves Lloyd and Bill Welch. A quorum was present.

Staff present: Kennan Buhr. Others Present: Greg Johnson (Ehlers), Andrew Zimmer (MSA).

2. The Pledge of Allegiance was recited.

3. Public Input. There was no public input.

4. Business Items.

4.a. Consent Agenda:

4.a.1. Approve the minutes of the February 6, 2018 Common Council Meeting

4.a.2. Approve December 2017 and January 2018 City Payroll

4.a.3 Approve December 2017 and January 2018 Check Register.

4.a.4. Resolution 18-09 Implementing Municipal-Wide Energy Management Policy

Motion by Stevenson and a second by Miller to approve the consent agenda with minutes of the February 6 minutes being corrected to read “the seat formerly held by” Keith Ripp. Motion passed.

Greg Johnson, representative from Ehlers, provided an overview of the information regarding the proposed bond resolutions. Johnson explained the need for the 3 separate Resolutions for Street Improvements, Sewerage Projects and Storm Sewer Projects. These 3 separate Resolutions need to be broken down by purpose, and are then rolled in to Resolution 18-15, Establishing Parameters for the sale of not to Exceed \$925,000 General Obligation Corporate Purpose Bonds, Series 2018B.

He went on to further clarify data for the sale of the 2018A and 2018B Series Bonds and discussed how the amount to borrow was figured. Johnson also reported that the sale of the bonds is set up as a parameter sale, which will allow the city flexibility in choosing the date for sale of the bonds. This will allow Ehlers and the City to attempt to sell the bonds on a date with favorable interest rates. As of now, the sale will be attempted on March 21, 2018. Either Mayor Ness or Director of Administration, Julie Ostrander, will be able to sign for the sale of these bonds.

A question was asked regarding what would happen if the bonding interest rates are not favorable at the time of sale and the City chooses not to sell the bonds. Johnson said the City would evaluate other options, but the funds could be borrowed with the State Loan Program as a default option. The fixed interest rate from the State Loan Program is 4.25%. The City would be able to refinance the State Loan Program loan, if necessary, for a lower rate at a later date.

Discussion also followed regarding the Hwy 60 sewer project. Concern was raised about including money for this project in the sale of these bonds since the cost for this project has not been determined nor presented to Council. It was explained that it is financially advantageous to include the estimated

cost for this project in the bond. It was also clarified that Council approval will be needed for the Hwy 60 project before the project moves forward.

4.b. Initial Resolution 18-11 Authorizing General Obligation Bonds in an Amount not to Exceed \$700,000 for Street Improvement Projects.

Motion by Stevenson and second by Miller to approve Resolution 18-11. Motion passed on a roll call vote of 4-0.

4.c. Initial Resolution 18-12 Authorizing General Obligation Bonds in an Amount not to Exceed \$65,000 for Sewerage Projects.

Motion by Miller and second by Hansen to approve Resolution 18-12. Motion passed on a roll call vote of 4-0.

4.d. Resolution 18-13 Initial Resolution Authorizing General Obligation Bonds in an Amount not to Exceed \$160,000 for Storm Sewer Projects.

Motion by Stevenson and second by Tonn to approve Resolution 18-13. Motion passed on a roll call vote of 4-0.

4.e. Resolution 18-14 Directing Publication of Notice to Electors Relating to Bond Issues.

Motion by Tonn and a second by Stevenson to approve Resolution 18-14. Motion passed on a roll call vote of 4-0.

4.f. Resolution 18-15 Establishing Parameters for the sale of not to Exceed \$925,000 General Obligation Corporate Purpose Bonds, Series 2018B.

Motion by Hansen and a second by Stevenson to approve Resolution 18-15. Motion passed on a roll call vote of 4-0.

4.g. Resolution 18-16 Authorizing the Issuance and Establishing Parameters for the Sale of Not to Exceed \$2,430,000 Sewerage, Water, and Electric System Bonds, Series 2018A of the City of Lodi, Columbia County, Wisconsin, and providing for the Payment of the Bonds and Other Details with Respect to the Bonds.

Motion by Tonn and second by Stevenson to approve Resolution 18-16. Clarification for the Debt Service Capacity was discussed. Motion passed on a roll call vote of 4-0.

4.h. Resolution 18-08 Awarding the Bid for the Reynolds Road Improvements Project.

Motion by Stevenson and a second by Miller to approve Res. 18-08. Discussion was held about the breakdown of the gap in the bond amount and the amount of the cost of the projects. The difference is the portion Grothman is financially responsible for. Motion passed on a roll call vote of 4-0.

5. Adjourn. Motion by Stevenson and second by Tonn to adjourn. Motion passed. Adjourned at 7:52 p.m.

Minutes by Lanette Mayberry, Deputy Clerk.