



**CITY OF NEWPORT
REGULAR COUNCIL MEETING
NEWPORT CITY HALL
NOVEMBER 1, 2012 – 5:30 P.M.**

MAYOR: Tim Geraghty
COUNCIL: Tom Ingemann
Bill Sumner
Tracy Rahm
Steven Gallagher

City Administrator: Brian Anderson
Supt. of Public Works: Bruce Hanson
Chief of Police: Curt Montgomery
Fire Chief: Mark Mailand
Executive Analyst: Renee Helm

AGENDA

1. CALL TO ORDER
2. PLEDGE OF ALLEGIANCE
3. ROLL CALL
4. ADOPT AGENDA
5. ADOPT CONSENT AGENDA – All items listed under this section are considered routine and non-controversial by the Council and will be approved by a single motion. An item may be removed from the consent agenda and discussed if a Council member, staff member, or citizen so requests.
 - A. Minutes of the October 18, 2012 Regular City Council Meeting
 - B. List of Bills in the Amount of \$77,544.48
 - C. Agreement with Robert Vogel, Preservation Planner for Consulting Services for January 1, 2013 – December 31, 2014
6. VISITORS PRESENTATIONS/PETITIONS/CORRESPONDENCE
7. MAYOR'S REPORT
8. COUNCIL REPORTS
9. ADMINISTRATOR'S REPORT
 - A. **Public Hearing** – To consider a resolution authorizing the Housing and Redevelopment Authority in Washington County to undertake a redevelopment project in the Red Rock Gateway Area
 1. Memo from Barbara Dacy, Washington County HRA
 2. Notice of Public Hearing
 3. Resolution No. 2012-34 – Authorizing the Housing and Redevelopment Authority in Washington County to Undertake a Redevelopment Project
 - B. **Resolution No. 2012-35** – Establishing the City of Newport's Contribution for Employee Health and Dental Insurance Coverage
10. ATTORNEY'S REPORT
11. POLICE CHIEF'S REPORT

Agenda for 11-01-2012

A. September 2012 Activity Report

12. FIRE CHIEF'S REPORT

13. ENGINEER'S REPORT

14. SUPERINTENDENT OF PUBLIC WORKS REPORT

15. NEW / OLD BUSINESS

16. ADJOURNMENT

Upcoming Meetings and Events:

- | | | |
|--------------------------------|-------------------|-----------------------|
| 1. General Election | November 6, 2012 | 7:00 a.m. – 8:00 p.m. |
| 2. Planning Commission Meeting | November 8, 2012 | 7:00 p.m. |
| 3. City Council Meeting | November 15, 2012 | 5:30 p.m. |



**City of Newport
City Council Minutes
October 18, 2012**

1. CALL TO ORDER

Mayor Geraghty called the meeting to order at 5:30 P.M.

2. PLEDGE OF ALLEGIANCE

3. ROLL CALL -

Council Present – Tim Geraghty, Bill Sumner, Tracy Rahm, Steven Gallagher

Council Absent – Tom Ingemann,

Staff Present – Brian Anderson, City Administrator; Mark Mailand, Fire Chief; Renee Helm, Executive Analyst; Fritz Knaak, City Attorney; Jim Stremel, City Engineer;

Staff Absent – Bruce Hanson, Supt. of Public Works; Curt Montgomery, Police Chief;

4. ADOPT AGENDA

Motion by Gallagher, seconded by Sumner, to adopt the Agenda as presented. With 4 Ayes, 0 Nays, 1 Absent the motion carried.

5. ADOPT CONSENT AGENDA

Councilman Rahm – I would like to pull the October 4, 2012 minutes to make one small change.

Motion by Sumner, seconded by Rahm, to approve the Consent Agenda as amended, which includes the following items:

B. List of Bills in the Amount of \$210,349.66

C. North Ravine Final Payment

D. **Resolution No. 2012-32** – Approving Final Payment and Reimbursements to Close-Out MnDot Projects
With 4 Ayes, 0 Nays, 1 Absent, the motion carried.

A. Minutes of the October 4, 2012 Regular City Council Meeting

Councilman Rahm – On page 13 of 15, $\frac{3}{4}$ of the way down, my statement. The second sentence says “judicial responsibility” and it’s supposed to be “fiduciary responsibility.”

Councilman Sumner – On page 9 of 15, in exchanges between the Mayor and Councilman Gallagher, it says “Mayor Geraghty” and “Councilman Geraghty,” I think it’s supposed to be “Councilman Gallagher.”

Motion by Geraghty, seconded by Rahm to approve the October 4, 2012 Regular City Council meeting minutes as amended. With 4 Ayes, 0 Nays, 1 Absent, the motion carried.

6. VISITORS PRESENTATIONS/PETITIONS/CORRESPONDENCE

Mayor Geraghty – Because we’re a few weeks away from the election I am going to limit comments to three

Judy and David Graf, 267 3rd Avenue – Good evening everyone, my husband David and I are here tonight to inform the Mayor and City Council of the wrongdoing done to us by the City of Newport in June 2009 regarding the sale of property the City had owned and which we purchased. We wanted to know if we could cut down some trees in the backyard so we could actually see the River, put in a dock, and level the backyard as it was very uneven land and treacherous to walk down to the River. We posed those three questions to the City's realtor who then asked the City Administrator those specific questions. She was informed that we could do all of those projects and no permits would be required by the City. My husband also followed up with the City and reaffirmed that that was the case because if it wasn't we didn't want to purchase the home. He was told we could go ahead with those projects and no permits would be required. After we moved in, we began work on those projects. In 2009 we cut down some trees and put in a dock. This summer, in June 2012, we began to work on landscaping the backyard. On September 7, 2012, three months into the project, we received a public water cease and desist order from the MN DNR. We subsequently learned from the DNR that approximately two-thirds of our backyard was a protected wetland and we could not add any fill, remove any vegetation, including trees, or basically do any type of work in that portion of our property. We were also informed that the trees we had removed were a protected River forest. The fact that we had purchased property that was considered a protected wetland was news to us, that fact, as well as the fact that our property was in a floodplain had conveniently never been disclosed to us by the City of Newport. Had we known that the bulk of our backyard was protective wetland and could not be changed in any way, we never would have purchased the property in the first place. To say that this information is upsetting to us is putting it mildly. We are extremely angry with the fact that the City did not follow State law regarding property disclosures. In fact, we were told that someone from the City had called to report us to the DNR. Per the DNR and Army Core of Engineers, we now need to remove the dirt we used for the backyard and all of this is going to set us back \$20,000. We were also not informed of environmental issues with the property. There have been several complaints to the City and Refinery in St. Paul Park about this problem from the previous homeowners and neighbors. Again, per State law, it is required that any environmental or health issue that effect the quiet and peaceful enjoyment of the property be disclosed. Our concerns are that the City is not standing behind the inaccurate information and permission we were given in 2009. We felt we were told we could do all of those projects in order to get this property sold. Because an amendment to the Purchase Agreement or even the disclosure that all property owners are required to fill out was not completed by the City to disclose a protected wetland, the fact that the property was in a floodplain, and there were also hazardous environmental issues present, we feel the City committed fraud and we wish to rescind our contract with the City for the purchase of the home. At the very least, we are requesting that the City reimburse us for the costs incurred. We hope you will take our request seriously and right the City's horrible wrong. Thank you for your time.

Mayor Geraghty – Thank you.

7. MAYOR'S REPORT –

Mayor Geraghty – Nothing to report

8. COUNCIL REPORTS –

Councilman Gallagher – I attended a Met Council TAB meeting where we went through requests for expanders, connectors, A minor, B minor road classifications and how that would turn into funding for us later on when we expand our transit station and how that could relate to State or Federal funds.

Councilman Sumner – I just wanted to share an article that was in the Sunday paper regarding the transit station. It's very complimentary.

Councilman Rahm – Nothing to report

9. ADMINISTRATOR'S REPORT –

A. Resolution No. 2012-33 – Authorizing the Purchase of a 2012 eMax Rescue Pumper

Admin. Anderson, Jason Joa, Jeremy Brodin, and Luke Mailand reported on this item as outlined in the October 18, 2012 City Council packet.

Councilman Rahm – What’s the useful life of this vehicle?

Admin. Anderson – The current one is about 25 years old. This new vehicle will replace the 1986 F-1 Rescue and a 1988 F-2 Pumper.

Councilman Rahm – So 25 years?

Admin. Anderson – Yes

Councilman Rahm – What size of building can this vehicle service? How high can it go?

Captain Joa – This is not a ladder truck, there will be separate ladders equipped on the vehicle though.

Councilman Rahm – The reason I’m asking is if we’ll have bigger buildings in the future and whether or not this can service them.

Captain Joa – It’ll service them just like the last truck we bought would and we’re replacing two trucks instead of one.

Councilman Gallagher – So is it true that if a building is over four stories that we’ll need a ladder truck?

Captain Joa – There are several cities that we have mutual aid with that have ladder trucks.

Councilman Sumner – And this is a pumper so it needs to connect to hydrants right?

Captain Joa – Yes

Councilman Sumner – And there are some areas in the City that don’t have hydrants correct?

Captain Joa – Yes, we’ll use a water tender. Again, we have mutual aid with several cities that can bring in more water if need be.

Councilman Sumner – So does the Committee think that we’re adequately prepared for fire disasters?

Captain Joa – Yes.

Motion by Gallagher, seconded by Sumner to approve Resolution No. 2012-33. With 4 Ayes, 0 Nays, 1 Absent, the motion carried.

10. ATTORNEY’S REPORT – Nothing to report

11. POLICE CHIEF’S REPORT – Nothing to report

12. FIRE CHIEF’S REPORT – Nothing to report

13. ENGINEER’S REPORT – Nothing to Report

14. SUPERINTENDENT OF PUBLIC WORKS REPORT - Nothing to report

15. NEW/OLD BUSINESS

16. ADJOURNMENT

Motion by Gallagher, seconded by Rahm, to adjourn the regular Council Meeting at 5:48 P.M. With 4 Ayes, 0 Nays, 1 Absent, the motion carried.

Signed: _____
Tim Geraghty, Mayor

Respectfully Submitted,

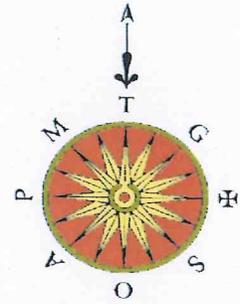
Renee Helm
Executive Analyst

Text25	Text26	Text27	Text28	Comments
Paid Chk# 000102E	FEDERAL TAXES	41200	8,273.44	withholding, fica, medicare
Paid Chk# 000103E	MN REVENUE	41200	1,956.97	state withholding
Paid Chk# 000104E	ING LIFE INSURANCE & ANNUITY	41200	413.25	msrs
Paid Chk# 014202	BRAUN INTERTEC CORP.	41200	816.00	n ravine mat. Testing
Paid Chk# 014203	EHLERS	41200	682.50	financial plan
Paid Chk# 014204	ING LIFE INSURANCE & ANNUITY	41200	884.62	
Paid Chk# 014205	JOHN BARTL HARDWARE	41200	311.59	op. supplies
Paid Chk# 014206	LAW ENFORCEMENT LABOR SERVI	41200	225.00	
Paid Chk# 014207	LEAF	41200	619.83	
Paid Chk# 014208	Metropolitan Council	41200	2,341.35	
Paid Chk# 014209	MINNESOTA BENEFIT ASSOC.	41200	61.43	neska
Paid Chk# 014210	MN CHILD SUPPORT PAYMENT CN	41200	400.00	child support
Paid Chk# 014211	MPCA	41200	875.00	knauff salvage yard
Paid Chk# 014212	MSA PROFESSIONAL SERVICES, IN	41200	5,519.59	engineering
Paid Chk# 014213	NORTH AMERICAN SALT CO.	41200	5,588.97	road salt
Paid Chk# 014214	ON SITE SANITATION	41200	443.54	sanitation
Paid Chk# 014215	PERA	41200	8,083.64	
Paid Chk# 014216	RUMPCA COMPANIES INC.	41200	342.00	mulch
Paid Chk# 014217	SAMS CLUB/GECRB	41200	74.74	city hall supplies
Paid Chk# 014218	SELECTACCOUNT	41200	300.00	
Paid Chk# 014219	SELECTACCOUNT	41200	584.00	
Paid Chk# 014220	UNIFORMS UNLIMITED, INC.	41200	360.58	uniforms
Paid Chk# 014221	XCEL ENERGY	41200	1,824.75	electricity
Paid Chk# 014222	ARAMARK REFRESHMENT SERV.	41207	100.79	
Paid Chk# 014223	CENTURY COLLEGE	41207	1,500.00	firefighter training
Paid Chk# 014224	FAST SIGNS	41207	342.80	voting signs
Paid Chk# 014225	FIRE SAFETY USA, INC.	41207	394.80	flashlights, lamps
Paid Chk# 014226	GALLS, LLC	41207	104.98	uniforms- gloves, flashlight
Paid Chk# 014227	HORIZON CONTRACTORS	41207	40.00	refund for mechanical permit
Paid Chk# 014228	INTERNATIONAL UNION OF OP. EN	41207	162.50	
Paid Chk# 014229	LEAF	41207	619.83	
Paid Chk# 014230	MENARDS - COTTAGE GROVE	41207	267.37	compost shed
Paid Chk# 014231	STANDARD INSURANCE CO.	41207	509.59	ltd employee
Paid Chk# 014232	TOM INGEMANN	41207	563.34	fire chief conf. Duluth
Paid Chk# 014233	TOWMASTER	41207	94.36	#34 solenoid
Paid Chk# 014234	USABLUEBOOK	41207	337.65	blade, hydrant flow gauge
Paid Chk# 014235	VERIZON	41207	371.11	cell phones
Paid Chk# 014236	XCEL ENERGY	41207	1,007.79	electricity
	wages		30,144.78	
			77,544.48	

Pathfinder CRM, LLC

Cultural Resource Management & Heritage Preservation Consultants

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PO Box 503
Spring Grove, Minnesota 55974-0503
507-498-3810 800-206-8704 (toll free)
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TO: Brian Anderson, Newport City Administrator
FROM: Robert Vogel, Preservation Planner
DATE: October 11, 2012
RE: Proposal for Consultant Service 2013-2014

I am pleased to submit this proposal to provide the City of Newport with historic preservation consultant services in 2013-2014. The current two-year contract expires on December 31, 2012. The services I propose for 2013-2014 would encompass the same basic scope of services as previous years. The fee schedule (which has been unchanged for several years) has been increased slightly to bring it in line with the retainer fees paid to my firm by the cities of Chatfield, Farmington, and Edina for similar services.

Specifically, I propose to perform the following tasks on an as-needed basis, working as an independent private contractor under the supervision of the City Administrator:

1. Advise the City on all matters relating to historic preservation, including heritage landmark designation, heritage resource identification and evaluation, design review, certificates of appropriateness, preservation planning, and public education.
2. Attend a minimum of six (6) regular meetings of the Heritage Preservation Commission per year.
3. Attend meetings of the Planning Commission and City Council as needed.
4. Prepare reports of heritage resource surveys, determinations of heritage landmark eligibility, and preservation planning issues.
5. Provide City officials with information, education, and training in historic preservation.

6. Apply for grants-in-aid for preservation activities as authorized by the City Administrator.
7. Assist the City in reviewing applications for Certificates of Appropriateness and preparing staff reports on development project and permit review matters.
8. Provide public education/outreach events in conjunction with Preservation Month (May) and Pioneer Day (August).
9. Perform such other tasks as authorized by the City Administrator.

Compensation for the services outlined in items #1 through #8 would be in the form of an annual retainer fee of eight thousand dollars (\$8000), to be paid in lump sum each January. I will bill the City on an hourly basis for all work under item #9 (for example, work done as part of a federal or state grant funded project) at the rate of eighty-five dollars (\$85) per hour.

I have had a two-year contract with the City since the mid-1990s. The proposed agreement would be in effect from January 1, 2013 to December 31, 2014.

I would be pleased to meet with you and members of the City Council to answer questions regarding this proposal and to further discuss the scope of services and fees. Thank you for giving my firm the opportunity to assist the City of Newport with its heritage preservation program.



TO: Honorable Mayor Timothy Geraghty and Newport City Council Members

FROM: Barbara Dacy, Executive Director 
Melissa Taphorn, Deputy Executive Director 

DATE: October 22, 2012

RE: A Resolution Authorizing the Housing And Redevelopment Authority In And For The County Of Washington To Undertake A Redevelopment Project

REQUEST

In June 2012, the City of Newport and the Washington County Housing and Redevelopment Authority (HRA) entered into a Joint Powers Agreement to redevelop the area commonly referred to as the "Red Rock Gateway" and adopted planning guidance principles in the "Red Rock Gateway Redevelopment Plan". In order to proceed with typical redevelopment activities, including property acquisition, relocation, environmental analysis, utility and public improvement construction, the HRA is proposing a modification to the County's existing "Redevelopment Plan for Project Area No. 2" to include parcels in the Red Rock Gateway area.

Prior to the County adoption of this modification, State Law requires the City of Newport to hold a public hearing in regard to the proposed project area modification; to determine there is "a need for the Washington County HRA to undertake the redevelopment" and; to authorize the Washington County HRA to proceed with redevelopment in the Red Rock Gateway.

DISCUSSION

The proposed area to be included in the modification includes the parcels in and around the Red Rock Gateway that matches the Planning Commission and City Council discussion of the MX-3 Transit Oriented Design and River Redevelopment Overlay District. See attached map for the included parcels. The purpose of modifying the Redevelopment Project Area is to set the legal basis for reimbursement of any future expenditures and activities necessary for redevelopment including acquisition, demolition, relocation, and infrastructure expenditures. Project areas are usually established at the same time as a tax increment financing (TIF) district is established; however, the Washington County HRA is not establishing a TIF district for this area at this time. The inclusion of parcels in the Redevelopment Project Area allows for any future tax increment funds to be used in the project area.

At its October 18, 2012 meeting, the Newport Economic Development Authority (EDA) determined that there is a need for the Washington County HRA to undertake redevelopment activities and resolved to recommend approval of this item to the Newport City Council. The recommendations will be forwarded to the Washington County Board of Commissioners for final approval of the Redevelopment Project Area modification on November 27th.

RECOMMENDATION

The need for the redevelopment has been well documented in the plan previously adopted by the City and the HRA. The Washington County HRA respectfully recommends that the City of Newport adopt the attached resolution determining the redevelopment need and authorize the Washington County HRA to proceed with the Red Rock Gateway redevelopment.

Attachments:

Affidavit of Publication
Project Area Map
Proposed Redevelopment Plan Modification

**HOUSING AND REDEVELOPMENT AUTHORITY
IN FOR THE COUNTY OF WASHINGTON**

REDEVELOPMENT PLAN

for

REDEVELOPMENT PROJECT NO. 2

including

TAX INCREMENT FINANCING PLANS

for

**TAX INCREMENT FINANCING DISTRICT NO. 2-1
(CITY OF OAKDALE/WHISPERING OAKS)**

**TAX INCREMENT FINANCING DISTRICT NO. 2-2
(CITY OF FOREST LAKE)**

NOVEMBER 27, 2012

**This document was prepared by:
James R. Casserly, Esq.
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8000 Norman Center Drive
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Minneapolis, Minnesota 55437
952-885-5999**

ACTION TAKEN

Based upon the statutory authority described in the Redevelopment Plan and Tax Increment Financing Plan(s) attached hereto, the public purpose findings by the Board of Commissioners (the "Commissioners"), and for the purpose of fulfilling the development and redevelopment objectives of the Housing and Redevelopment Authority in and for the County of Washington as set forth in the Redevelopment Plan and Tax Increment Financing Plan(s), the Commissioners have created, established and designated Redevelopment Project No. 2 and the tax increment financing districts located therein, pursuant to and in accordance with the requirements of Minnesota Statutes, Sections 469.001 to 469.047, Laws of Minnesota 1974 Chapter 475, Laws of Minnesota 2012 Chapter 199 and Minnesota Statutes Sections 469.174 to 469.1799, inclusive, as amended and supplemented from time to time.

The following actions have been taken in connection therewith. This section is not a part of the Redevelopment Plan and is included only for convenience of reference:

REDEVELOPMENT PROJECT NO. 2

August 2, 2005: The Redevelopment Plan was adopted and Redevelopment Project No. 2 created; the Tax Increment Financing Plan was adopted and Tax Increment Financing District No. 2-1 (City of Oakdale/Whispering Oaks) was created.

June 22, 2010: The Redevelopment Plan, including its existing tax increment financing plan, was modified to reflect increased geographic area, increased project costs and increased bonded indebtedness, the creation of Tax Increment Financing District No. 2-2 (City of Forest Lake) and the adoption of a Tax Increment Financing Plan.

November 27, 2012: The Redevelopment Plan was modified to reflect an increased geographic area to include the Newport Red Rock Gateway Area.



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(CITY OF FOREST LAKE)**

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ARTICLE I

REDEVELOPMENT PLAN FOR REDEVELOPMENT PROJECT NO. 2

Section 1.1. Definitions. The terms defined below shall, for purposes of this Redevelopment Plan, have the meanings herein specified, unless the context otherwise specifically requires:

"Act" means collectively the Housing and Redevelopment Authorities Act, Minnesota Statutes, Sections 469.001 through 469.047, and Laws of Minnesota Chapter 475, as amended and supplemented from time to time.

"Authority" means the Housing and Redevelopment Authority of the County of Washington, Minnesota, a public body corporate and politic and a political subdivision of the State of Minnesota.

"Commissioners" means the Commissioners of the Authority.

"Comprehensive Plan" means the County's Comprehensive Plan which contains the objectives, policies, standards and programs to guide public and private land use, development, redevelopment and preservation of all lands and water within the County.

"County" means the County of Washington, Minnesota.

"Land Use Regulations" means all federal, state and local laws, rules, regulations, ordinances and plans relating to or governing the use or development of land in the County, including but not limited to environmental, zoning and building code laws and regulations.

"Plan" means the Redevelopment Plan for the Project Area approved and adopted by the Authority and the Commissioners as defined in Minnesota Statutes, Section 469.002, Subdivision 16.

"Project" means Redevelopment Project No. 2 and the public improvements and facilities to be constructed therein as more fully described in Section 1.5. of the Plan.

"Project Area" means the real property located within the geographic boundaries of the Redevelopment Project No. 2.

"Public Costs" means the costs eligible to be financed by tax increments under Minnesota Statutes, Section 469.176, subdivision 4.

"Redevelopment Project" means the Authority's Redevelopment Project No. 2 as defined in Minnesota Statutes, Section 469.002, subdivision 14.

"State" means the State of Minnesota.

"Tax Increment Bonds" means any general obligation or revenue tax increment bonds or notes issued and to be issued by the County or the Authority to finance the public costs associated with the Project Area as stated in the Plan and the TIF Plan for each TIF District within the Project Area. The term "Tax Increment Bonds" shall also include any obligations issued to refund the Tax Increment Bonds.

"Tax Increment Act" means the Tax Increment Financing Act, Minnesota Statutes, Sections 469.174 through 469.1799, inclusive, as amended and supplemented from time to time.

"TIF District" means any tax increment financing district presently established or to be established in the future within the Project Area.

"TIF Plan" means the respective tax increment financing plan for each TIF District located within the Project Area.

Section 1.2. Statement and Finding of Public Purpose. The Authority has determined that there is a need to take certain actions designed to encourage, ensure and facilitate the private sector to (1) recreate and reinforce a sense of residential place and security to create neighborhood cohesiveness through investment in neighborhood infrastructure and public improvements, (2) rehabilitate the existing housing stock and preserve existing residential neighborhoods wherever possible; (3) revitalize property to create a safe, attractive, comfortable, convenient and efficient area for residential use; (4) develop and redevelop underutilized, blighted, contaminated and unused land located within its corporate limits; (5) improve the tax base of the County, any affected cities (the "City") and any affected school districts (the "School District") thereby enabling them to better utilize existing public facilities and provide needed public services; (6) improve the general economy of the County, City and State; and (7) provide additional employment opportunities for residents of the County, the City and the surrounding area. Specifically, the Authority has determined that there is property within the Project Area that is unused due to a variety of factors, including fragmented ownership, contamination or blighted improvements, which has resulted in a lack of private investment. Further, it has been determined that there are certain underutilized parcels of property within the County which are more useful, productive and valuable

than is being realized under existing conditions. As a result, the property is not providing adequate employment opportunities and is not contributing to the tax base and general economy of the County, the City, the School District and the State to its full potential.

Therefore, the Authority has determined that it is necessary to exercise its authority to develop, implement and finance a Plan for improving the Project Area to (1) recreate and reinforce a sense of residential place and security to create neighborhood cohesiveness through investment in neighborhood infrastructure and public improvements, (2) rehabilitate the existing housing stock and preserve existing residential neighborhoods wherever possible; (3) revitalize property to create a safe, attractive, comfortable, convenient and efficient area for residential use; (4) provide an impetus for private development and redevelopment; (5) maintain and increase employment; (6) utilize, enhance and supplement existing potential; and, (7) facilitate other activities as outlined in Section 1.4. of the Plan.

The Authority has also determined that (1) the proposed development or redevelopment would not occur solely through private investment in the foreseeable future; (2) the TIF Plan proposed herein is consistent with the Redevelopment Plan; (3) that the TIF Plan will afford maximum opportunity consistent with the sound needs of the County as a whole for the development or redevelopment of the Project Area by private enterprise; and (4) the Plan conforms to the Comprehensive Plan of the County.

The Authority has further determined that the welfare of the County, the School District and the State requires active promotion, attraction, encouragement and development of economically sound housing, industry and commerce to carry out its stated public purpose objectives.

Section 1.3. Statutory Authority. The Authority has determined that it is desirable and in the public interest to designate a specific area within the corporate limits of the County as the Project Area and to establish, develop and implement a Redevelopment Plan pursuant to the Act, as amended and supplemented from time to time.

Funding of the necessary activities and improvements in the Project Area shall be accomplished, in part, with any funds the Authority has or may have available from any source, including funds made available by the County through levies or otherwise and through tax increment financing in accordance with the Tax Increment Act.

The Tax Increment Act authorizes the establishment of any TIF District within the Project Area pursuant to the requirements set forth in Section 469.174. The Tax

Increment Act also designates the types of TIF Districts and establishes the limitations and requirements applicable to the activities and public improvements which can be financed for each type of TIF District.

It is the intention of the Authority, notwithstanding the enumeration of specific goals and objectives in the Plan, that the Authority shall have and enjoy with respect to the Project Area the full range of powers and duties conferred upon the Authority pursuant to the Act, the Tax Increment Act and such other legal authority as the Authority may have or enjoy from time to time.

Section 1.4. Statement of Objectives. The Authority has determined that the creation of the Project Area and the adoption of a Plan will provide the Authority with the ability to achieve certain public purpose goals not otherwise obtainable in the foreseeable future without Authority intervention in the normal development or redevelopment process. These public purpose goals include: (1) revitalization of property within the Project Area to create an attractive, comfortable, convenient, and an efficient area for housing, industrial, commercial, and related uses; (2) restoration and improvement of the tax base and tax revenue generating capacity of the Project Area; (3) increased employment opportunities; (4) realization of comprehensive planning goals; and, (5) removal of blighted conditions.

The Plan objectives established by the Authority seek to achieve the following:

1. Revitalize property to create a safe, attractive, comfortable, convenient and efficient area for residential use.
2. Recreate and reinforce a sense of residential place and security which creates neighborhood cohesiveness through Authority investment in neighborhood infrastructure and public improvements, including landscaping, park improvements, local street modifications to reduce traffic impacts, street repaving, curb and gutter replacement, and streetlight updating.
3. Encourage infill development and redevelopment that is compatible in use and scale with surrounding neighborhoods.
4. Rehabilitate the existing housing stock and preserve existing residential neighborhoods wherever possible.
5. Demolish and reconstruct, where necessary, aging residential buildings to preserve neighborhoods.

6. Provide a link between seniors moving out of existing single family homes and young families seeking first time purchase options.

7. Provide alternate housing for seniors to enable them to remain a vital part of the community.

8. Develop new housing in partnership with federal, state and regional agencies, non profit community groups and private sector development partners.

9. Develop and promote programs that provide choice and diversity in housing stock to include a variety of affordable housing options.

10. Provide information regarding the importance of quality and diverse housing opportunities and close-knit neighborhoods to foster a sense of community.

11. Increase visibility of the Authority to all levels of the County both internally and externally.

12. Promote and secure the prompt development or redevelopment of certain property within the Project Area, which property is not now in productive use or in its highest and best use, in a manner consistent with the County's Comprehensive Plan which will, where practicable, mitigate existing adverse environmental conditions and cause a minimum adverse impact on the environment, thereby promoting and securing the development or redevelopment of other land in the County.

13. Promote and secure additional employment opportunities within the Project Area and the County for residents of the County and the surrounding area, thereby improving living standards, reducing unemployment and the loss of skilled and unskilled labor and other human resources in the County.

14. Secure the increase of property subject to taxation by the County, the School District and other taxing jurisdictions in order to better enable such entities to pay for governmental services and programs required to be provided by them.

15. Provide for the financing and construction of public improvements in and adjacent to the Project Area which are necessary for the orderly and beneficial development or redevelopment of the Project Area and adjacent areas of the County.

16. Promote the concentration of new and desirable residential, commercial, office and other appropriate development or redevelopment in the Project Area in

order to maintain the area in a manner compatible with its accessibility and prominence in the County.

17. Encourage local business expansion, improvement, development or redevelopment whenever possible.

18. Create a desirable and unique character within the Project Area through quality land use alternatives and design quality in new and remodeled buildings.

19. Encourage and provide maximum opportunity for private development or redevelopment of existing areas and structures which are compatible with the Plan.

20. Create viable environments which would encourage upgrading and maintenance of housing stock, maintain housing, health and safety quality standards, and maintain and strengthen individual neighborhoods.

21. Stimulate private activity and investment to stabilize and balance the County's housing supply.

22. Eliminate code violations and nuisance conditions that adversely affect neighborhoods.

Section 1.5. Public Improvement Costs. The estimated public improvement costs and the amount of bonded indebtedness, including interest thereon, to be incurred for the benefit of and within the Project Area are set forth on Exhibit I-A.

Section 1.6. Sources of Revenue. Anticipated revenue sources to assist in the financing of the public improvement costs pursuant to Section 1.5. above include (1) general obligation and/or revenue tax increment obligations with interest; (2) direct use of tax increments; (3) borrowing of available funds, including without limitation, interest-bearing County or Authority short-term or long-term loans; (4) interfund loans or advances; (5) interfund transfers, both in and out; (6) land sale or lease proceeds; (7) levies; (8) grants from any public or private source; (9) developer payments; (10) loan repayments or other advances originally made with tax increments as permitted by Minnesota Statutes; and (11) other revenue sources derived from the Authority's activities within the Project Area as required to finance the costs as set forth in Section 1.5. All revenues are available for all tax increment eligible expenses within the Project Area as allowed by Minnesota Statutes.

Section 1.7. Environmental Control. To the extent proposed development or redevelopment in the Project Area raises environmental concerns, all Authority

actions, public improvements and private development or redevelopment shall be carried out in a manner consistent with applicable existing environmental standards or approvals.

Section 1.8. Administration and Maintenance. The Executive Director of the Authority shall serve as Administrator of the Project Area pursuant to the provisions of the Act, provided however, that such powers may only be exercised at the direction of the Authority. No action taken by the Administrator pursuant to the above-mentioned powers shall be effective without Authority authorization.

Section 1.9. Rehabilitation. For some projects, property owners within the Project Area will be encouraged to rehabilitate their properties to conform with the applicable State and local codes and ordinances, as well as any design standards. Potential owners who may purchase property within the Project Area from the Authority may be required to rehabilitate their properties as a condition of sale of land. The Authority will provide such rehabilitation assistance as may be available from federal, State, County, or local sources.

A developer or redeveloper may be any person, business, corporation or government unit, including the Authority. A developer or redeveloper may initiate a plan and participate with the Authority in the development or redevelopment thereof.

Section 1.10. Relocation. The Authority accepts its responsibility for providing for relocation, if and when applicable, pursuant to Minnesota Statutes and Federal Law.

Section 1.11. Private Development and Reuse of Property. The Plan goals and objectives are to be achieved in a cost efficient and timely manner by assisting and encouraging the private sector whenever reasonably possible. Generally the Authority will proceed by contracting with the private sector (developer, builder, user, owner, etc.) for the reuse of land or building that is part of the Project Area. The Authority may acquire any property, real or personal, that is necessary or convenient for the implementation of the Plan. The Authority will acquire property if it believes there is a likelihood that the property can be reused in the foreseeable future and if the Authority can identify sources of revenue to pay for such property. Generally, the Authority will enter into a contract with the private sector for the reuse of the property. However, there may be parcels that are so important to a proposed redevelopment or for reuse that the Authority may find it difficult or impractical to enter into any contract without first owning or having control of the parcel, either through negotiation or by use of eminent domain. The Authority may also acquire, from willing sellers or by use of eminent domain, parcels as part of a long-term redevelopment effort. In such instances, the acquisition should meet a stated Plan goal or objective, revenues should be identified to pay for them and the parcels

should be held only until sufficient parcels have been acquired to allow Plan goals and objectives to be implemented.

Section 1.12. Parcels to be Included. The Boundaries of the Project Area are described on the Exhibit I-B and illustrated on Exhibit I-C.

Section 1.13. Parcels to be Acquired. The Authority may acquire any of the parcels described on Exhibit I-B by gift, dedication, condemnation or direct purchase from willing sellers in order to achieve the objectives of the Plan.

EXHIBIT I-A

TIF No. 2-1

Source of Funds	<u>Budget</u>
Tax Increment Revenue	\$ 8,400,000
Investment Earnings	840,000
Bond Proceeds	3,000,000
Loan Proceeds	
Special Assessments	
Sales/Lease Proceeds	2,100,000
Loan/Advance Repayments	
Grants	3,000,000
Other	
Transfers In	
Total Source of Funds	<u>\$ 17,340,000</u>

Use of Funds	
Land/building acquisition	\$ 4,200,000
Site Improvements/preparation costs	900,000
Installation of public utilities	800,000
Public parking facilities	
Streets and sidewalks	1,600,000
Public park facilities	
Social, recreational or conference facilities	
Interest reduction payments	
Bond principal payments	3,000,000
Bond interest payments	2,550,000
Loan principal payments	
Loan/note interest payments	2,550,000
Administrative costs	840,000
Other	900,000
Transfers out	
Total Use of Funds	<u>\$ 17,340,000</u>
	0

EXHIBIT I-A

TIF No. 2-2

Source of Funds	<u>Budget</u>
Tax Increment Revenue	\$ 8,700,000
Investment Earnings	870,000
Bond Proceeds	4,000,000
Loan Proceeds	
Special Assessments	
Sales/Lease Proceeds	
Loan/Advance Repayments	
Grants	
Other	
Transfers In	
Total Source of Funds	<u>\$ 13,570,000</u>
 Use of Funds	
Land/building acquisition	\$ 2,000,000
Site Improvements/preparation costs	500,000
Installation of public utilities	500,000
Public parking facilities	
Streets and sidewalks	400,000
Public park facilities	
Social, recreational or conference facilities	
Interest reduction payments	
Bond principal payments	4,000,000
Bond interest payments	2,200,000
Loan principal payments	
Loan/note interest payments	2,200,000
Administrative costs	870,000
Other	900,000
Transfers out	
Total Use of Funds	<u>\$ 13,570,000</u>
	0

EXHIBIT I-B
PARCELS TO BE INCLUDED
AS ADOPTED AUGUST 2, 2005

08-029-21-22-0001

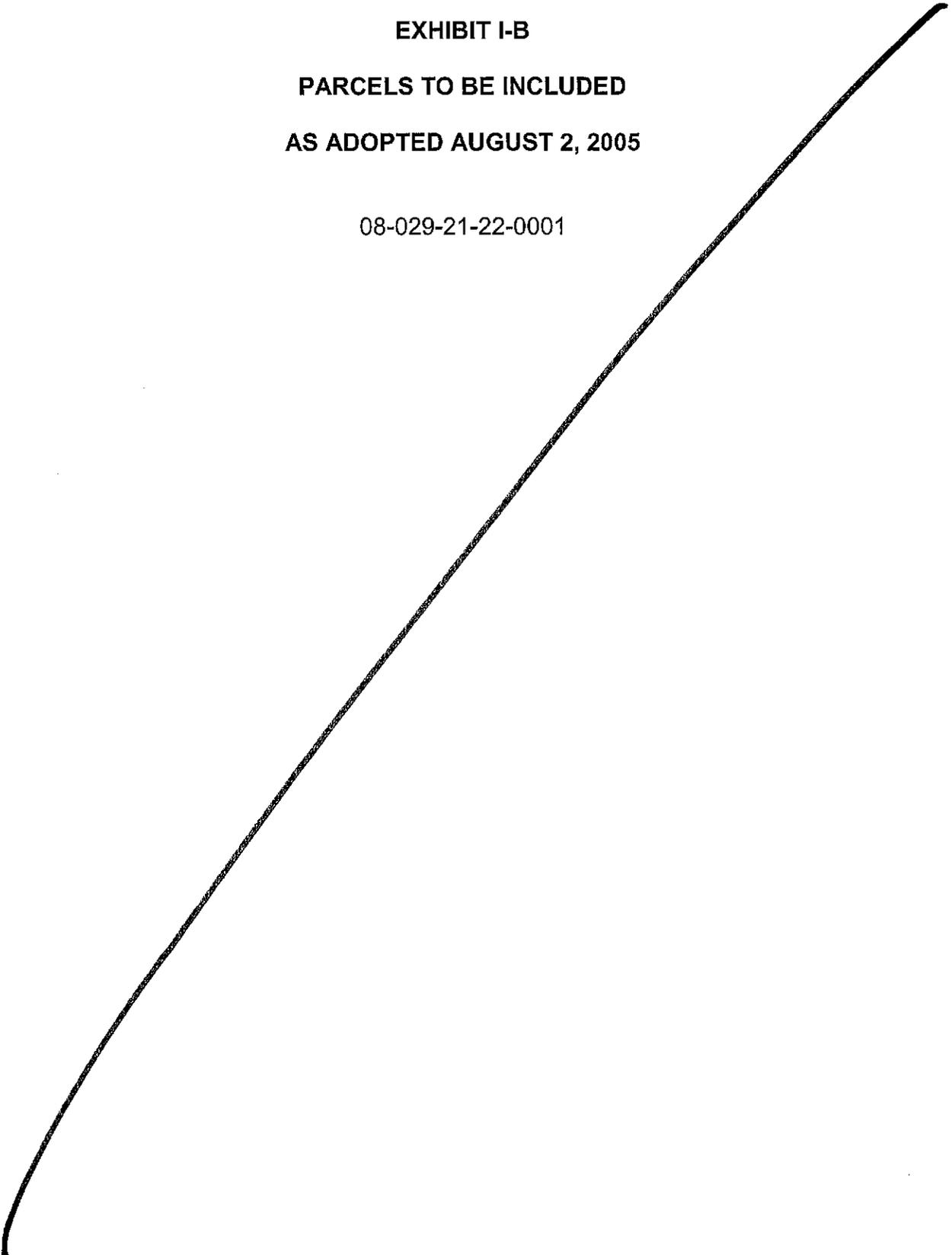


EXHIBIT I-B - CONTINUED
PARCELS TO BE INCLUDED
AS ORIGINALLY ADOPTED JUNE 22, 2010

PIN 20-032-21-34-0004
PIN 20-032-21-34-0002
PIN 20-032-21-43-0004

including all adjacent streets, roads, easements and rights-of-way

EXHIBIT I-B - CONTINUED



PARCELS TO BE INCLUDED

AS ADOPTED NOVEMBER 27, 2012

The property proposed to be added to the Project Area is generally located south of I-494 and north of 15th Street between the Mississippi River and Hwy 61 and includes the following parcel identification numbers:

26-028-22-14-0002	26-028-22-44-0023	26-028-22-44-0009
26-028-22-41-0001	26-028-22-44-0004	26-028-22-44-0010
26-028-22-41-0003	26-028-22-44-0003	26-028-22-44-0011
26-028-22-41-0004	26-028-22-44-0002	26-028-22-44-0012
26-028-22-41-0042	26-028-22-44-0001	26-028-22-44-0013
26-028-22-41-0006	26-028-22-44-0051	26-028-22-44-0014
26-028-22-41-0007	26-028-22-44-0050	26-028-22-44-0015
26-028-22-41-0010	26-028-22-44-0049	26-028-22-44-0016
26-028-22-41-0012	26-028-22-44-0048	26-028-22-44-0017
26-028-22-41-0013	26-028-22-41-0038	26-028-22-44-0018
26-028-22-41-0014	26-028-22-42-0003	26-028-22-44-0019
26-028-22-41-0015	26-028-22-41-0039	26-028-22-44-0020
26-028-22-41-0024	26-028-22-42-0004	26-028-22-44-0021
26-028-22-41-0023	26-028-22-42-0005	26-028-22-44-0022
26-028-22-41-0022	26-028-22-42-0002	25-028-22-32-0001
26-028-22-41-0020	26-028-22-43-0001	25-028-22-33-0017
26-028-22-41-0019	26-028-22-43-0003	25-028-22-33-0018
26-028-22-41-0018	26-028-22-42-0006	25-028-22-33-0080
26-028-22-41-0017	26-028-22-42-0007	25-028-22-33-0081
26-028-22-41-0016	26-028-22-41-0002	25-028-22-33-0020
26-028-22-41-0025	35-028-22-12-0001	25-028-22-33-0021
26-028-22-41-0026	35-028-22-12-0002	25-028-22-33-0022
26-028-22-41-0027	35-028-22-12-0003	25-028-22-33-0023
26-028-22-41-0028	35-028-22-12-0004	25-028-22-33-0024
26-028-22-41-0029	35-028-22-12-0005	25-028-22-33-0025
26-028-22-41-0030	35-028-22-12-0006	25-028-22-33-0026
26-028-22-41-0031	35-028-22-12-0007	25-028-22-33-0027
26-028-22-41-0032	35-028-22-12-0008	25-028-22-33-0028
26-028-22-41-0033	35-028-22-12-0009	25-028-22-33-0029
26-028-22-41-0034	35-028-22-12-0010	36-028-22-22-0022
26-028-22-44-0046	35-028-22-12-0011	36-028-22-22-0042
26-028-22-44-0045	35-028-22-12-0012	36-028-22-22-0024
26-028-22-44-0044	35-028-22-12-0013	36-028-22-22-0025
26-028-22-44-0043	26-028-22-44-0005	36-028-22-22-0026
26-028-22-44-0026	26-028-22-44-0006	36-028-22-22-0027
26-028-22-44-0025	26-028-22-44-0007	36-028-22-22-0028
26-028-22-44-0024	26-028-22-44-0008	36-028-22-22-0029



36-028-22-22-0030
36-028-22-22-0031
36-028-22-22-0032
36-028-22-22-0033
36-028-22-22-0043
36-028-22-22-0044
36-028-22-22-0045
36-028-22-22-0046
36-028-22-22-0041
36-028-22-23-0003
36-028-22-23-0004
36-028-22-23-0005
36-028-22-23-0006
36-028-22-23-0007
36-028-22-23-0008
36-028-22-23-0009
36-028-22-23-0035
36-028-22-23-0010
36-028-22-23-0036
36-028-22-23-0037
36-028-22-23-0038
36-028-22-23-0039

including all adjacent streets, roads, easements and rights-of-way.

Exhibit I - C

**Whispering Oaks
Redevelopment District No. 2 &
Tax Increment Financing District No. 2-1
City of Oakdale, MN 55128**

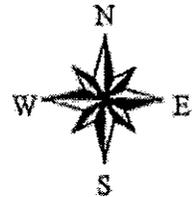
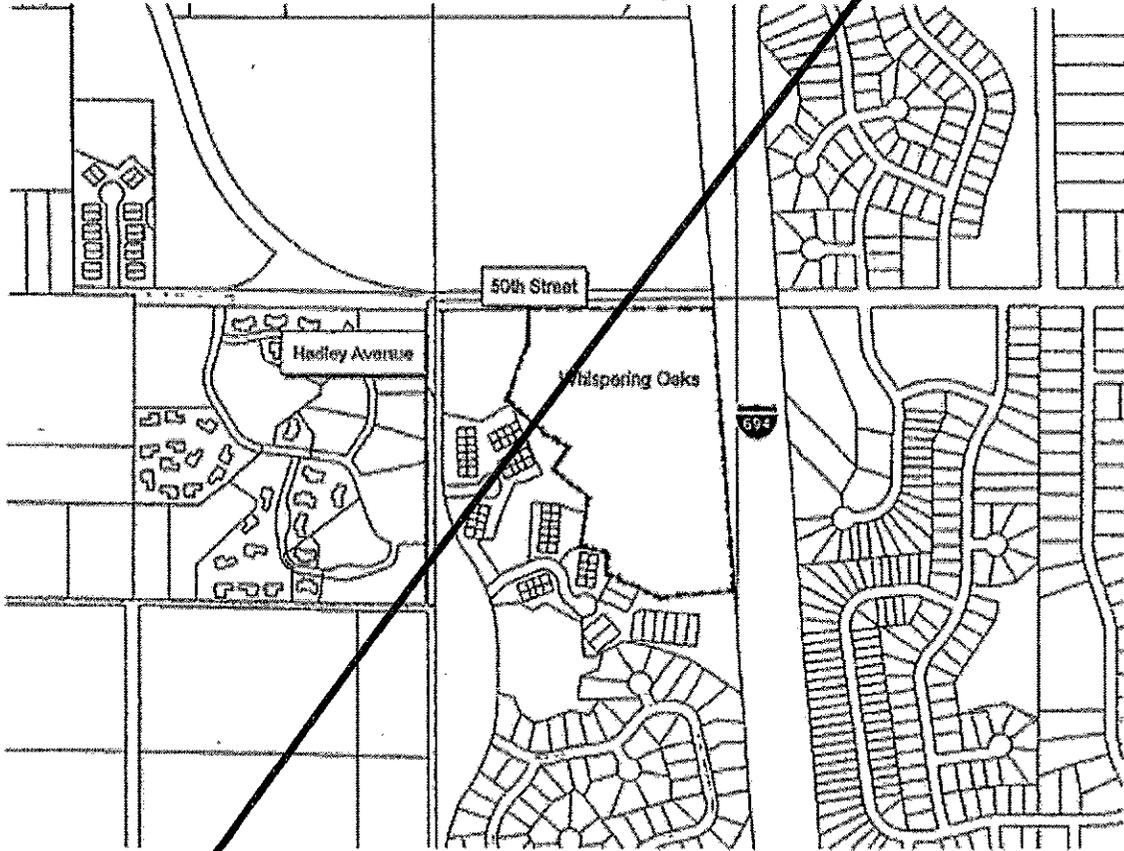


Exhibit I – C – Continued

Proposed Senior Apartments
Affordable Housing Development

Tax Increment Financing District 2-2
Forest Lake, Minnesota

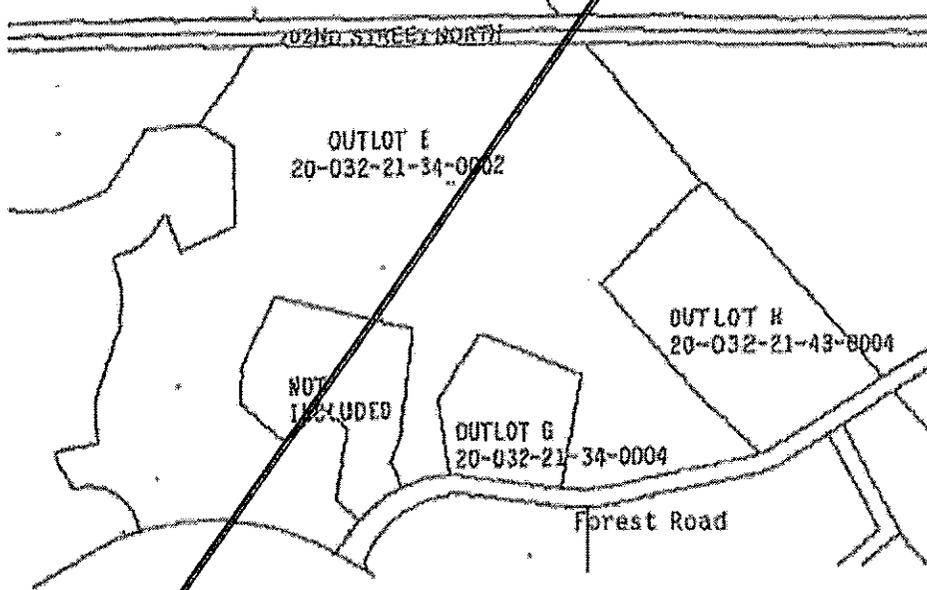
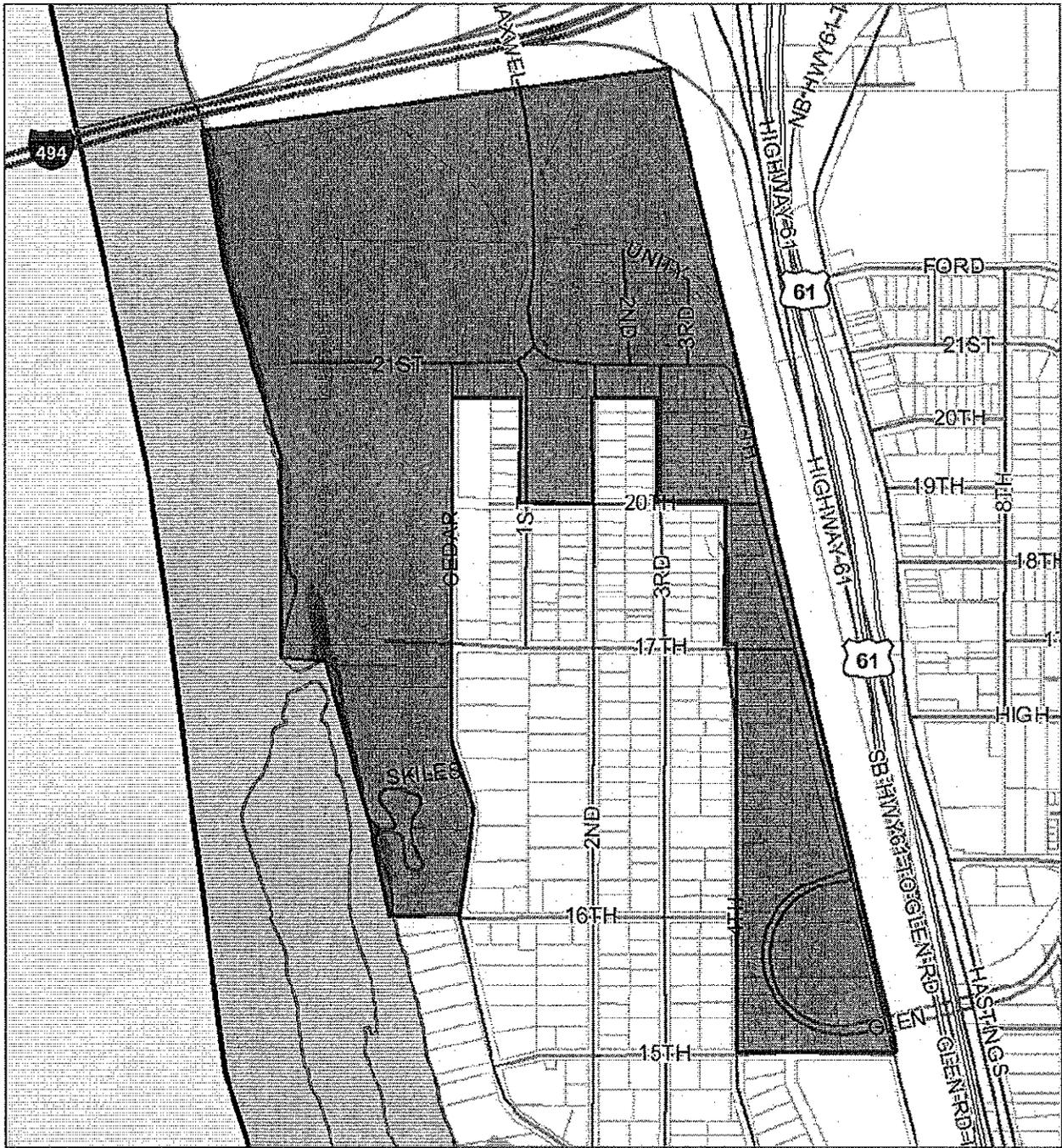




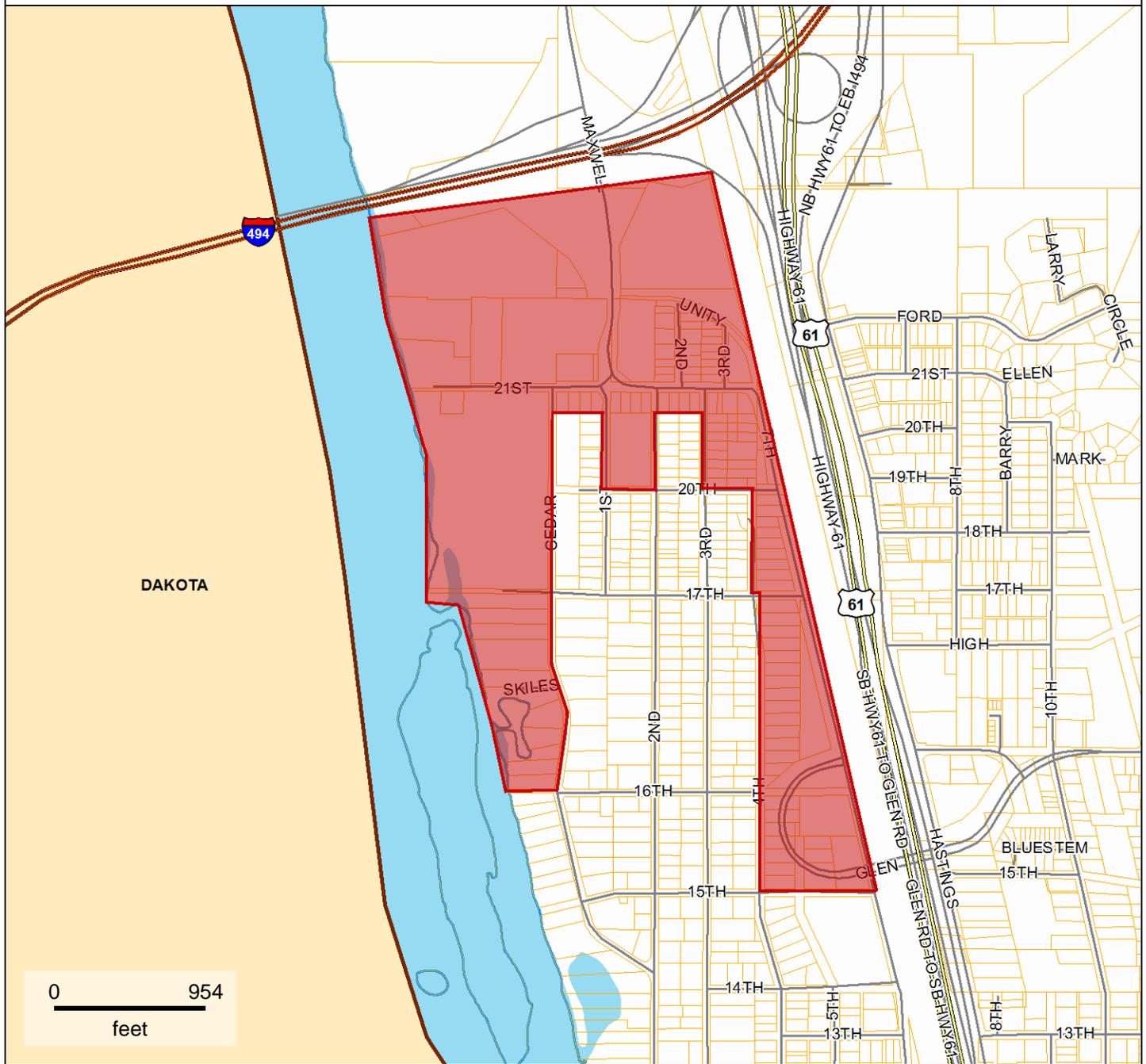
EXHIBIT I - C - Continued

NEWPORT RED ROCK GATEWAY AREA



MMB: 4831-4498-1521, v. 1

Washington County, MN



Property Information

Property ID
Location



MAP FOR REFERENCE ONLY
NOT A LEGAL DOCUMENT

This drawing is a result of the compilation and reproduction of land records as they appear in various Washington County offices. The drawing should be used for reference purposes only. Washington County is not responsible for any inaccuracies.



**South Washington County Bulletin/Woodbury Bulletin
AFFIDAVIT OF PUBLICATION**

STATE OF MINNESOTA)

)SS.

COUNTY OF WASHINGTON)

Julie Klecker being duly sworn, on oath says that he/she is an authorized agent and employee of the publisher of the newspaper, known as *The South Washington County Bulletin and/or The Woodbury Bulletin*, and has full knowledge of the facts which are stated below:

(A) The newspaper has complied with all of the requirements constituting qualification as a legal newspaper, as provided by Minnesota Statutes 331A.02, 331A.07 and other applicable laws, as amended.

(B) The printed **CITY OF NEWPORT** **NEWPORT RED ROCK GATEWAY**

which is attached was cut from the columns of said newspaper, and was printed and published once each week for **1** successive weeks; it was first published on Wednesday, the **17TH** day of **OCTOBER**, 2012 and was thereafter printed and published on every Wednesday, to and including Wednesday, the **17TH** day of **OCTOBER**, 2012.

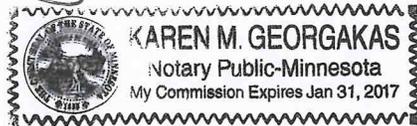
SOUTH WASHINGTON COUNTY BULLETIN
AND/OR WOODBURY BULLETIN

BY: *Julie M. Klecker*

TITLE: **Legal Notice Clerk**

Subscribed and sworn to before me on this **17TH** DAY OF **OCTOBER 2012**

Karen M. Georgakas
Notary Public



	Client #	255364
FEES:	Order #	2797766
File #		
Publication Fee	\$	158.20

Please remit payment to: RiverTown Multimedia, PO Box 15, Red Wing, MN 55066

**COUNTY OF
WASHINGTON,
STATE OF
MINNESOTA**

NOTICE IS HEREBY GIVEN that the City Council of the City of Newport, County of Washington, State of Minnesota, will hold a public hearing Thursday, November 1, 2012, commencing at 5:30 o'clock P.M. or shortly thereafter, at City Hall, 596 7th Avenue, Newport, Minnesota, 55055, regarding the Newport Red Rock Gateway Redevelopment Project (the "Project") proposed to be undertaken by Washington County (the "County") and the Housing and Redevelopment Authority in and for the County of Washington (the "County HRA"). Following the public hearing, the City will determine whether there is a need for the County HRA to undertake the Project and its location as required in accordance with Laws of Minnesota 1974, Chapter 475, Laws of Minnesota 2012, Chapter 199 and Minnesota Statutes, Section 469.001 to 469.047.

A description of the Project may be found in the document titled "Red Rock Corridor Redevelopment Plan" and a description of the County HRA's goals and objectives may be found in the Redevelopment Project No. 2. Copies of both documents are on file in the City Clerk's office and available for inspection by the public.

The Project will be situated in an area that will include those parcels in the City's "MX-3 Transit Oriented Design" zoning district that are north of 15th Street, south of I-494 and between the Mississippi River and Highway 61 as illustrated on the attached map.

All interested persons may appear at the hearing and present their views orally or in writing.

BY ORDER OF THE CITY ADMINISTRATOR

/s/ Brian Anderson, City Administrator

**CITY OF NEWPORT'S MX-3
TRANSIT ORIENTED DESIGN
ZONING DISTRICT
AND SITE OF NEWPORT
RED ROCK GATEWAY AREA**



RESOLUTION NO. 2012-34

**A RESOLUTION AUTHORIZING THE HOUSING AND REDEVELOPMENT
AUTHORITY IN AND FOR THE COUNTY OF WASHINGTON TO
UNDERTAKE A REDEVELOPMENT PROJECT**

BE IT RESOLVED by the City Council (the "Council") of the City of Newport, Minnesota (the "City"), as follows:

Section 1. Recitals.

1.01. It has been determined by the Newport Economic Development Authority (the "Authority") and recommended to the Council that there is a need for the Housing and Redevelopment Authority in and for the County of Washington (the "County HRA") to undertake the redevelopment of the Newport Red Rock Gateway Area as described in the Red Rock Corridor Redevelopment Plan within the City (the "Project") pursuant to Laws of Minnesota 1974, Chapter 475, Section 3, Laws of Minnesota 2012, Chapter 199 and Minnesota Statutes, Section 469.005.

1.02. It has been further determined by the Authority and recommended to the Council that the Council authorize the County HRA to proceed with development of the Project.

1.03. The Authority and the Council have performed all actions required by law to be performed prior to providing the County HRA authorization to proceed with the development of the Project.

Section 2. Findings:

2.01. The Council hereby finds, determines and declares that there is a need for the County HRA to undertake development of the Project.

Section 3. Approval.

3.01. The Council hereby authorizes the County HRA to proceed with development of the Project.

Adopted this 1st day of November, 2012 by the Newport City Council.

Motion by: _____, Seconded by: _____

VOTE: Geraghty _____
Ingemann _____
Sumner _____
Gallagher _____
Rahm _____

Signed: _____
Tim Geraghty, Mayor

ATTEST: _____
Brian Anderson, City Administrator

CERTIFICATION

I, _____, the duly qualified City Clerk of the City of Newport, County of Washington, State of Minnesota, hereby certify that the foregoing is a true and correct copy of Resolution No. _____ passed by the City Council on the _____ day of _____, 2012.

City Administrator

RED ROCK GATEWAY: Modification to the Washington County Redevelopment Plan and Project Area

November 1, 2012
Washington County HRA
City of Newport



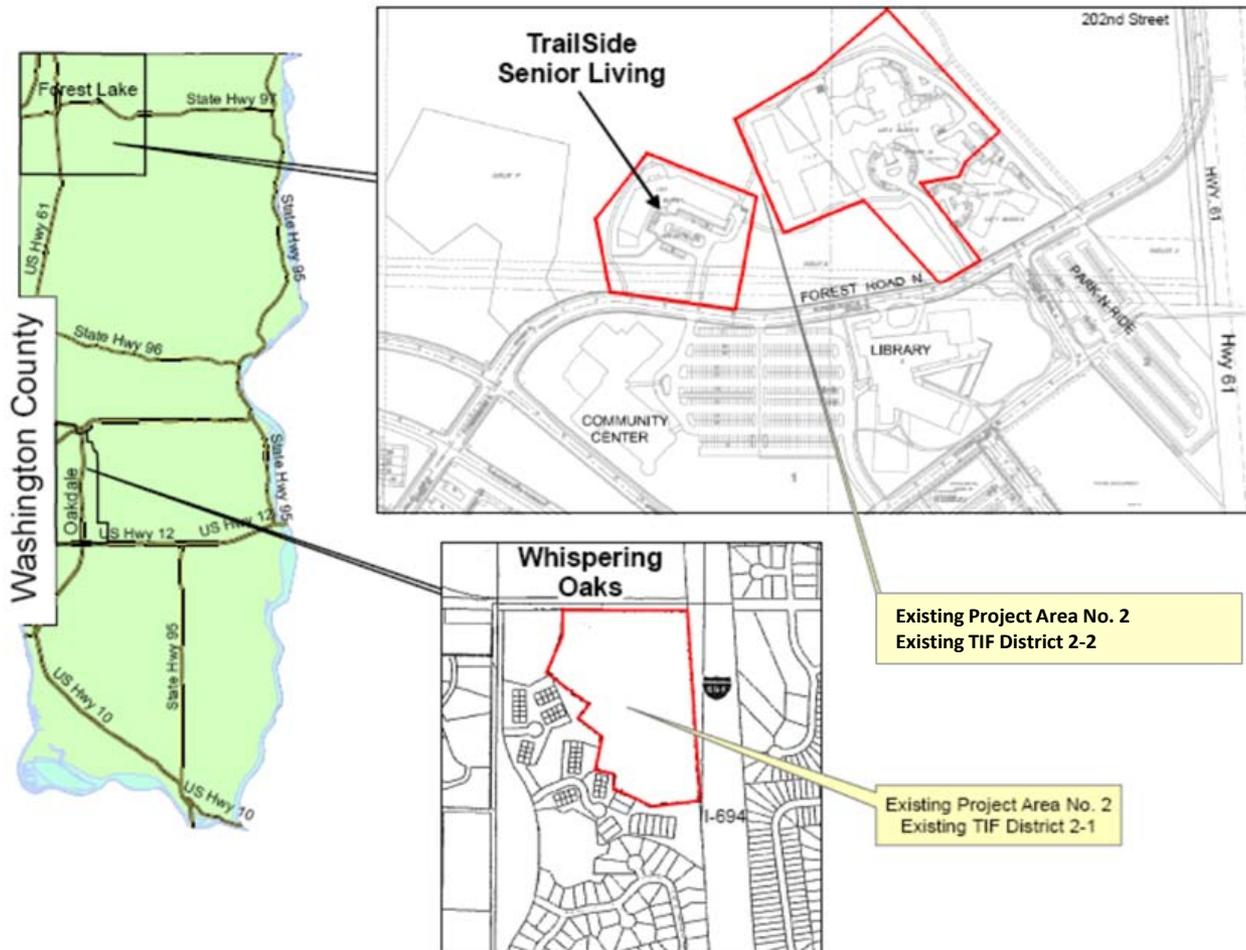
Presentation Outline

- Definition of Proposed Request
 - County Redevelopment Plan
 - Project Area
 - TIF District
- Timing of Request
- Next Steps and City Actions

County Redevelopment Plan

- Statutory required document
- Identifies public purpose(s)
- Defines boundary of area where a variety of programs or projects may occur
- May include potential financing programs or proposed budgets

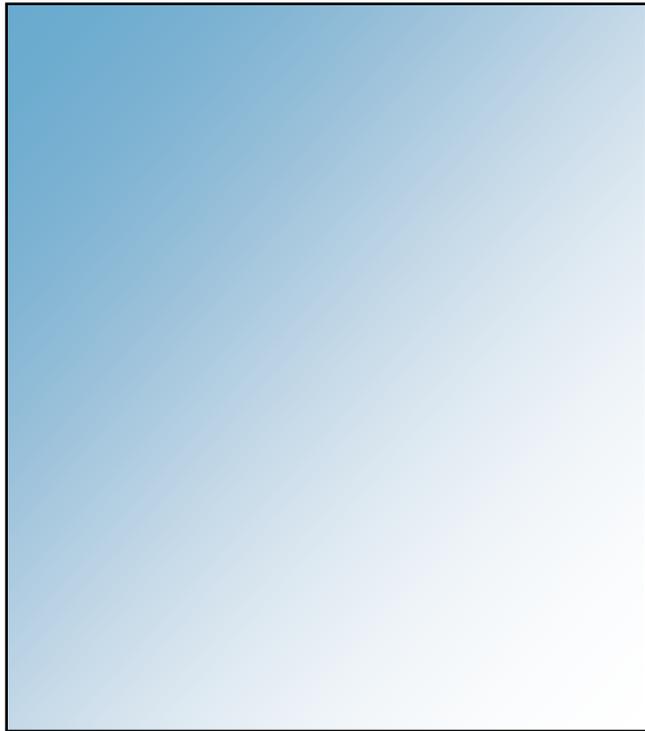
Existing Project Area



What is a Project Area?

Where money can be spent

Project Area



- Defines the “Planning Area”
- Established by various statutory authorities (HRA, EDA, City powers)
- Sets boundary for TIF districts
- TIF districts must be located in a Project Area

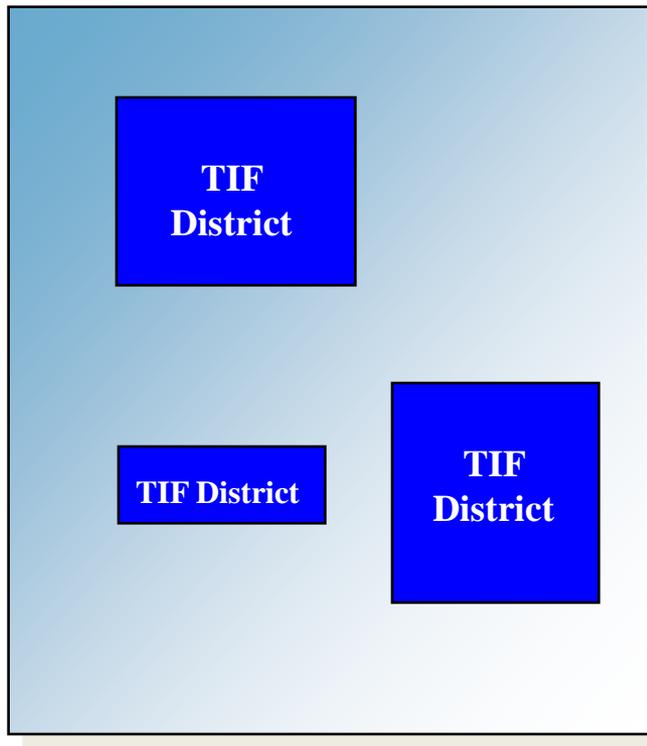
Project Area

- Parcels where tax increment can be spent on eligible activities and expenses
- Typically proposed in conjunction with creation of a TIF District, but that is not requested at this time

What is a TIF District

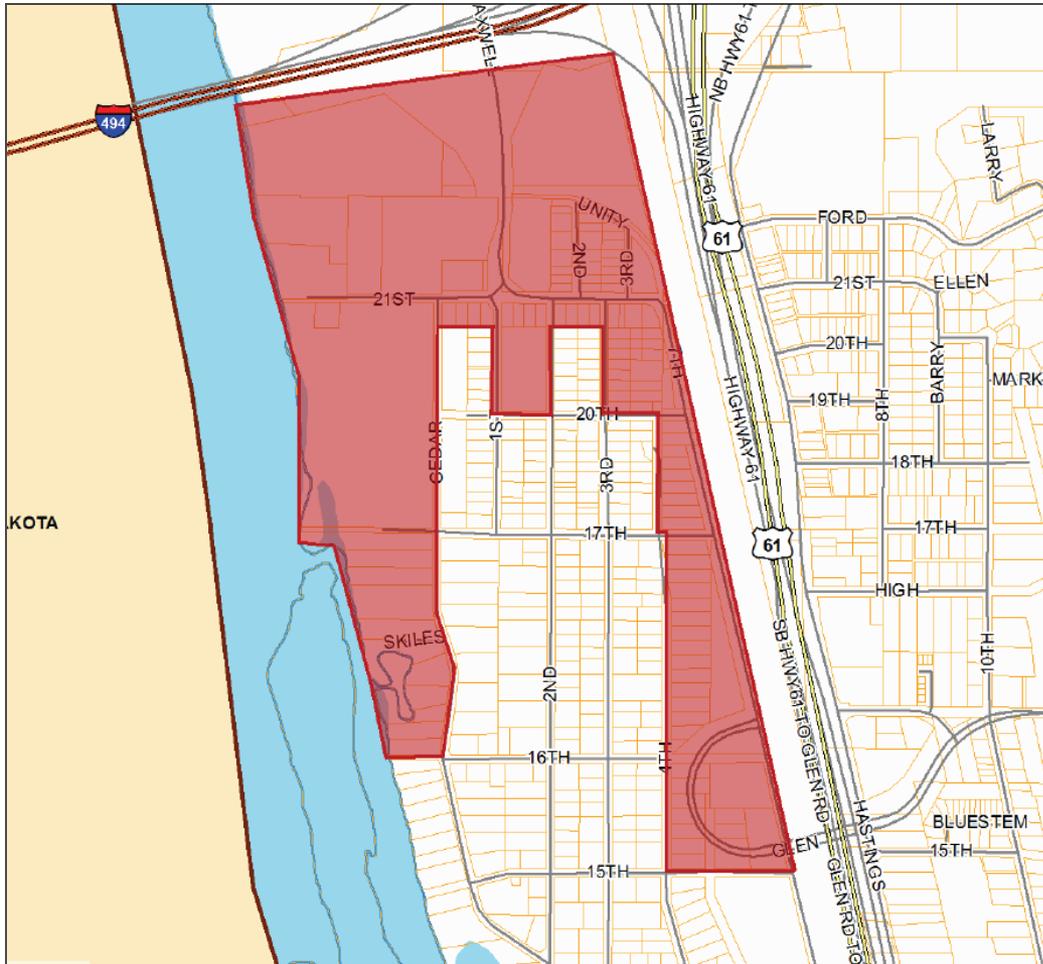
Where increment is collected

Project Area



- Defines parcels for capture of increased value
- Some increment can be spent outside the TIF District, but in the Project Area (“Pooling”)
- Project Area may contain multiple TIF Districts

Proposed “Modified” Project Area

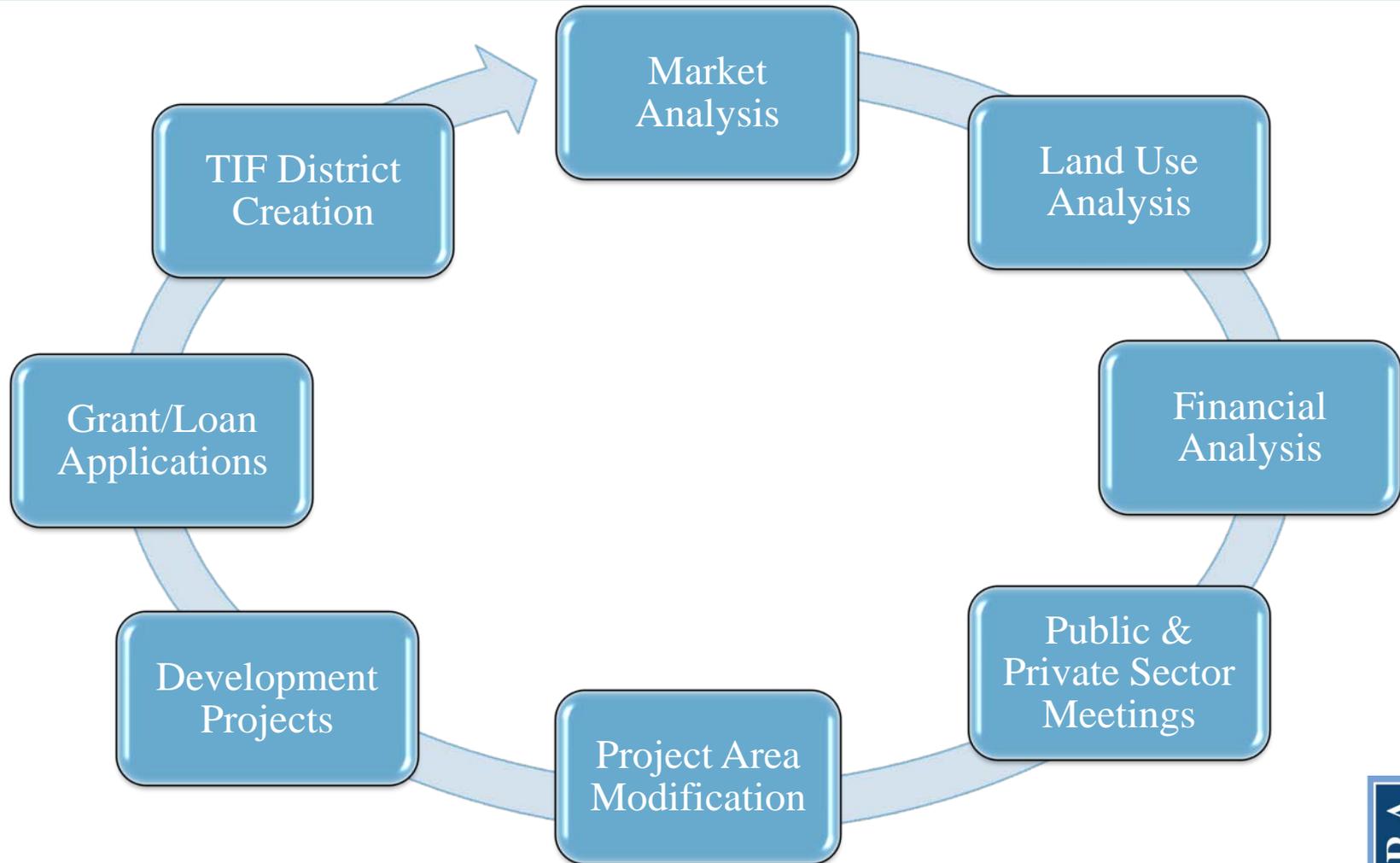


- Matches recently adopted zoning overlay district: “MX-3 Transit Oriented Mixed Use Zoning District and the River Redevelopment Overlay District

Why Establish the Project Area Now?

- Establishes legal basis for reimbursement of future expenditures and activities necessary for redevelopment
 - Acquisition/relocation expenses
 - Infrastructure expenses
 - Administrative expenses
- Logical next step in process
 - City and HRA have completed market study, land use analysis, redevelopment guidelines, and continue to meet with potential private sector developers

Redevelopment Process



Potential Funding Sources

- TIF is one funding source to reduce significant redevelopment costs
 - Potential environmental cleanup
 - Acquisition, demolition, relocation
 - Infrastructure
- Land sale proceeds
- Potential grant resources
 - Metropolitan Council Livable Communities
 - CDBG
 - DEED Programs

Next Steps

- 10/09: Washington County Board Workshop
- 10/18: Newport EDA
- 10/23: County Planning Advisory Commission
- 10/25: Notices to be sent to School District and County Commissioners
- 11/01: City of Newport City Council
- 11/20: HRA Meeting
- 11/27: County Board Public Hearing

Requested City Actions

- Conduct a Public Hearing
- Resolution
 - Determining need for HRA to undertake redevelopment activities in the Red Rock Gateway
 - Well documented in planning guidance dated June 2012
 - Recommending HRA proceed



MEMO

TO: Mayor and City Council
Brian Anderson, City Administrator

FROM: Renee Helm, Executive Analyst

DATE: October 29, 2012

SUBJECT: Establishing Health and Dental Insurance Coverage for 2013

BACKGROUND

In October 2011, the City Council approved Resolution No. 2011-34 establishing health and dental insurance coverage for its employees. Per the resolution, the City contributes \$850 per employee per month for both health and dental. Prior to this resolution, the City was contributing \$850 per employee per month for health insurance only. Due to the insurance rates remaining flat or decreasing slightly since 2008, the City was able to offer dental insurance in 2012, of which 15 of the 17 employees utilize.

DISCUSSION

Earlier this year, the City's claims increased from just over \$100,000 to just below \$300,000. This is due to an employee who became ill in late 2011. Due to the large increase in claims, the City's health insurance rates increased 14.5% (\$25,320). City staff reviewed other options for reducing this increase and is recommending that the City switch to the plan a step below its current plan to reduce increase to 8.8% (\$15,384). This revised plan would remove bariatric and infertility treatments from covered procedures and switch covered prescriptions to generic brands. The dental rates increased 3.5% (\$440).

By making the below changes, staff was able to bring the increased down to \$13,660.98. The City Council will need to discuss and decide whether or not it would like to fund the remaining increase in health and dental costs of \$13,939.58 for 2013. It is anticipated that the rates will decrease in 2014 as the City will not be weighted as heavily for the high claims in 2011. By funding the increase for 2012, the City will be contributing the following:

	Current	Recommended	Differential
HSA			
Family	\$1,200	\$1,200	0
Single	\$1,600	\$1,600	0
Premium			
Family	92%	93%	+1% (employees will pay the same as in 2012)
Single	100%	100%	0
Dental			
Family	78.5%	70%	-8.5% (employees will be paying \$132.18 more)
Plus One	100%	80%	-20% (employees will be paying \$201.82 more)
Single	100%	90%	-10% (employees will be paying \$47.40 more)

Please note that staff did not receive a raise in 2012 and is not scheduled to receive one until July 1, 2013. Additionally, the City has had a history of providing generous benefits in order to attract and retain employees.

If the City Council does not want to fund this amount, the City Administrator will work with staff to do one, or a combination, of the following to reduce the cost of insurance for 2013:

- Remove dental insurance – Savings of \$11,412.58
- Reduce the HSA contributions for all employees
- Increase employee contributions for premium

Attached for your review is draft Resolution No. 2012-35 establishing the City's contribution for health and dental insurance for 2013. Again, it is anticipated that rates for 2014 will reduce significantly, regardless staff will bring options back to the Council in late 2013 for approval of 2014 rates.

RECOMMENDATION

It is recommended that the City Council approve Resolution 2012-35 establishing the City's contribution for employee and health dental insurance coverage.

RESOLUTION NO. 2012-35

A RESOLUTION ESTABLISHING THE CITY OF NEWPORT'S CONTRIBUTION FOR EMPLOYEE HEALTH & DENTAL INSURANCE COVERAGE

WHEREAS, The City of Newport did establish the employer contribution amount for employee benefits of Health Insurance by the adoption of Resolution R-93-7, adopted March 18, 1993; and

WHEREAS, Health Insurance premiums increased at an average of 17.8% per year or 179% from 1993 to 2003; and

WHEREAS, The Newport City Council did increase the monthly contribution for employee and dependent health insurance coverage not to exceed a monthly total of Five Hundred Twenty Five (\$525.00) dollars per employee by Resolution No. 2003-65; and

WHEREAS, The Newport City Council did increase the monthly contribution for employee and dependent health insurance coverage not to exceed a monthly total of Six Hundred (\$600.00) dollars per employee in 2005, Resolution No. 2005-2; and

WHEREAS, Health Insurance premiums have increased 58% from 2003 to 2005; and

WHEREAS, The Newport City Council did increase the monthly contribution for employee and dependent health insurance coverage not to exceed a monthly total of Eight Hundred and Fifty (\$850.00) dollars per employee in 2008, Resolution No. 2008-33; and

WHEREAS, The Newport City Council did include dental insurance to its monthly contribution of Eight Hundred and Fifty (\$850.00) dollars per employee in 2011, Resolution No. 2011-34; and

WHEREAS, Health Insurance premiums increased 14.5% for 2013 and Dental Insurance premiums increased 3.2% for 2013; and

WHEREAS, the City is able to reduce that increase to 8.8% by revising the plan to exclude brand-name prescriptions, bariatric procedures, and infertility procedures.

NOW, THEREFORE, BE IT RESOLVED, That the Newport City Council Hereby authorizes the City's monthly contribution for employee and dependents to be the following:

HSA

- Family: \$1,200
- Single: \$1,600

Premium

- Family: 93%
- Single: 100%

Dental

- Family: 70%
- Plus One: 80%
- Single: 90%

Adopted this 1st day of November, 2012 by the Newport City Council.

Motion by: _____, Seconded by: _____

VOTE:	Geraghty	_____
	Ingemann	_____
	Sumner	_____
	Gallagher	_____
	Rahm	_____

Signed: _____
Tim Geraghty, Mayor

ATTEST: _____
Brian Anderson, City Administrator

September 2012

Newport Police Department
Activity Report

		Monthly Total	Yearly Total
ACCIDENTS		7	57
ADMINISTRATIVE		62	705
ALARMS		15	73
ANIMAL CALLS		16	95
ARRESTS	Felony	1	16
	Misdemeanor	6	42
	Gross Misd.	1	18
ASSAULTS	Aggravated		
	Simple	2	19
ASSIST OTHER DEPT/OFFICER		72	543
ASSIST PUBLIC		165	1253
AUTO THEFT			8
	Attempted		2
BURGLARY		1	17
	Attempted		2
CHILD ABUSE/NEGLECT			8
CIVIL DISPUTES		9	63
CRIMINAL SEXUAL CONDUCT			2
CURFEW			
DAMAGE TO PROPERTY		7	49
DEATH INV.			3
DISORDER CONDUCT		5	25
DOMESTICS		3	100
DRIVING COMPLAINT		10	81
DRUGS/PARAPHERNALIA			2
DRUNKS/DETOX		4	20
D.W.I.		6	22
FIRECALLS		15	65
FORGERY			3
FOUND PROPERTY		4	17
HAR/COMM			19
HANG UPS (911)		2	32
JUVENILE PETTY CITATIONS			15
JUVENILE PROBLEMS		3	47
LOCK-OUTS		1	31
MEDICAL CALLS		39	182
MISSING PERSONS			2
ORDINANCE VIOLATIONS		15	177
ORDINANCE WINTER PARK			27
PROWLERS			1
ROBBERY			
	Attempted		
RUN-AWAY			1
STOLEN AUTOS RECOVERED		1	9
SUSPICIOUS ACTIVITY		35	265
THEFT		19	137
	Attempted		
CITATIONS		95	851
TRAFFIC WARNINGS		80	687
		Monthly Total	Yearly Total
Overall Grand Total All Events		701	5793