

WORTHINGTON CITY COUNCIL

AGENDA

Special Meeting

7:00 a.m., Tuesday, November 1, 2016

City Hall Council Chambers

A. CALL TO ORDER

B. CITY COUNCIL BUSINESS

- 1. PUBLIC HEARING - NOBLES HOME INITIATIVE APPLICATION
(PARCEL ID# 31-3845-000) - COMMUNITY/ECONOMIC DEVELOPMENT
CASE ITEM 1**
 1. Open Hearing
 2. Hearing Presentation
 3. Testimony
 4. Close Hearing
 5. Action on Hearing
- 2. SPONSORSHIP OF WORKFORCE HOUSING GRANT APPLICATION -
COMMUNITY/ECONOMIC DEVELOPMENT CASE ITEM 2**
- 3. PURCHASE AGREEMENT PARCEL 31-3882-000 - ADMINISTRATION**
- 4. BUDGET DISCUSSION**
 - a. Liquor Store Budget - Fund 609
(Pages 609-1 through 609-4; ERS-15)
 - b. Street Lighting Budget - Fund 607
(Page 607-1)
 - c. Storm Water Budget - Fund 606
(Pages 606-1 through 606-6; ERS-14)
- 5. Final Budget/Levy Certification Discussion - Final Certification December 12th
(Attached handout - updates)**

C. ADJOURNMENT

COMMUNITY/ECONOMIC DEVELOPMENT MEMO

DATE: OCTOBER 27, 2016
TO: HONORABLE MAYOR AND COUNCIL
SUBJECT: ITEMS REQUIRING COUNCIL ACTION OR REVIEW

CASE ITEMS

**1. PUBLIC HEARING - NOBLES HOME INITIATIVE APPLICATION
(PARCEL ID# 31-3845-000)**

Exhibit 1 is a copy of the Nobles Home Initiative (NHI) application submitted by North Development Group, LLC, who is seeking the approval of tax abatement for the construction of a 72 unit apartment complex on 6.3 acres it is acquiring that is located directly east of the intersection of Darling Drive and Grand Avenue. Details of the proposed development are included in Exhibit 1. The 6.3 acres is part of a larger tract of land that is owned by Kelly Properties of Worthington, LLC, that will be subdivided prior to closing to accommodate the transaction. The current legal description of the subject property is:

That part of the Northeast Quarter of the Southwest Quarter, Section 13, Township 102, Range 40, City of Worthington, Nobles County, Minnesota lying north of a westerly projection of the north line of Block 2, Northland Park Second Addition, City of Worthington, Nobles County, Minnesota EXCEPT 8.63 acres for Interstate 90 and EXCEPT 8.02 acre tract described in Document No. 212660 and EXCEPT that part of the Northeast Quarter of the Southwest Quarter of Section 13, Township 102 North, Range 40 West, City of Worthington, Nobles County, Minnesota, described as follows:

Commencing at the southeast corner of Lot 3 of Auditor's Plat of the West Half of the Southwest Quarter of Section 13, Township 102, Range 40, City of Worthington, according to the recorded plat thereof; thence on an assumed bearing of South 89 degrees 04 minutes 09 seconds East, along the easterly extension of the south line of said Lot 3, a distance of 208.33 feet; thence North 0 degrees 01 minutes 52 seconds West, parallel with the east line of Lots 1, 2 and 3 of said Auditor's Plat, a distance of 437.57 feet to the southerly right-of-way line of Interstate Highway No. 90 as recorded in Document No. 189598; thence North 89 degrees 12 minutes 07 seconds West, along said southerly right-of-way line, a distance of 208.33 feet to the east line of Lot 1 of said Auditor's Plat; thence South 0 degrees 01 minutes 52 seconds East, along the east line of Lots 1, 2 and 3 of said Auditor's Plat, a distance of 437.09 feet to the point of beginning, containing 2.09 acres, subject to easements now of record in said county and state,

and EXCEPT that part of the Northeast Quarter of the Southwest Quarter of Section 13, Township 102 North, Range 40 West, City of Worthington, Nobles County, Minnesota, described as follows:

Commencing at the center of said Section 13; thence on an assumed bearing of South 0 degrees 00 minutes 00 seconds West, along the north-south quarter line of said Section, a distance of 282.95 feet to the southerly right-of-way line of Interstate Highway No. 90; thence North 89 degrees 11 minutes 29 seconds West, along said southerly right-of-way line, a distance of 445.00 feet to the intersection with the westerly line of the Worthington Christian School Tract as recorded in Document No. 212660, said intersection being the point of beginning of the tract to be described; thence North 89 degrees 12 minutes 06 seconds West, along said southerly right-of-way line, a distance of 330.00 feet; thence South 0 degrees 00 minutes 00 seconds West a distance of 438.36 feet; thence North 89 degrees 04 minutes 09 seconds West a distance of 135.00 feet; thence South 0 degrees 00 minutes 00 seconds West a distance of 70.01 feet; thence South 89 degrees 04 minutes 09 seconds East a distance of 135.00 feet; thence South 0 degrees 00 minutes 00 seconds West a distance of 172.64 feet;

thence South 89 degrees 12 minutes 06 seconds East a distance of 330.00 feet to the westerly line of said Worthington Christian School Tract as recorded in Document No. 212660; thence North 0 degrees 00 minutes 00 seconds East, along said westerly line, a distance of 269.00 feet; thence North 89 degrees 12 minutes 06 seconds West, along said westerly line a distance of 125.00 feet; thence North 0 degrees 00 minutes 00 seconds East, along said westerly line, a distance of 88.00 feet; thence South 89 degrees 12 minutes 06 seconds East, along said westerly line, a distance of 125.00 feet; thence North 0 degrees 00 minutes 00 seconds East, along said westerly line, a distance of 324.00 feet to the point of beginning, containing 5.12 acres, subject to easements now of record in said county and state.

Staff has reviewed the application and has concluded that it meets all of the parameters of the NHI Guidelines. Therefore, staff is recommending approval of the application. To comply with State Statute regarding tax abatement, a public hearing has been scheduled this morning to allow for any public comment on the proposed abatement. Should Council concur with staff's recommendation, it may do so by adopting the resolution provided in Exhibit 1 after the completion of the public hearing.

Council action is requested.

2. SPONSORSHIP OF WORKFORCE HOUSING GRANT APPLICATION

North Development Group, LLC, of Richmond, Illinois, is requesting the City of Worthington to sponsor its application for a Workforce Housing grant it is seeking from the Minnesota Department of Employment and Economic Development. The company is proposing to construct a \$6,517,184 - 72 unit market rate apartment complex on 6.3 acres located directly east of the intersection of Darling Drive and Grand Avenue. The applicants are seeking \$868,000 from the Workforce Housing Grant program to assist with the financial gap in the Company's project proforma.

Due to the origin of the funds for the Workforce Housing Grant program, the State of Minnesota is prohibited to grant these funds directly to a non-governmental agency. As such, North Development Group, LLC, is requesting the City of Worthington act as the sponsor of their application. Acting as a sponsor would not have any financial bearing on the City other than staff time in the administration of the grant, if awarded.

Should Council agree to act as the sponsor of the said application, it may do so by approving the resolution shown in Exhibit 2. Council action is requested.

Rec'd 10-12-16
9:00 AM.



October 11, 2016

Abraham Algadi, Executive Director
Worthington Regional Economic Development Corp.
1121 12th avenue
Worthington, Minnesota 56187

Re: Worthington Manor Apartments

Dear Abraham:

As part of the Nobles Home Initiative, North Development Group (NDG) is seeking approval for a five years property tax abatement to construct 72 market rate rental housing units on property located at the NE Corner of Grand Avenue and Darling Drive, Worthington, Minnesota 56187 and further described as Worthington Manor Apartments. Attached please find property site map, tax statement, building elevations, purchase agreement, and project executive summary for your review as part of this request.

We are working with the City of Worthington on an application for Workforce Housing program from the Minnesota Department of Trade and Economic Development (DEED) to help us provide quality rental units at an affordable price point.

Approval of this request is important to the success of the City's application and it demonstrates the kind of public/private partnerships needed to address lack of rental housing options in Worthington and Nobles County.

We anticipate start of construction in the Spring of 2017 and to have 72 units available for occupancy in the Fall of 2017. Detailed project plans will be filed with the city of Worthington as part of the building permitting process.

If you have any questions, or need additional information, please feel free to let me know.

Sincerely,

A handwritten signature in dark ink, appearing to read 'Mike Risselada'.

Michael Risselada, AIA
North Development Group

CC: Brad Chapulis, Tom Hinks

North Development Group • 10407 Winn Rd Richmond, IL 60071 • (815) 276 - 2995

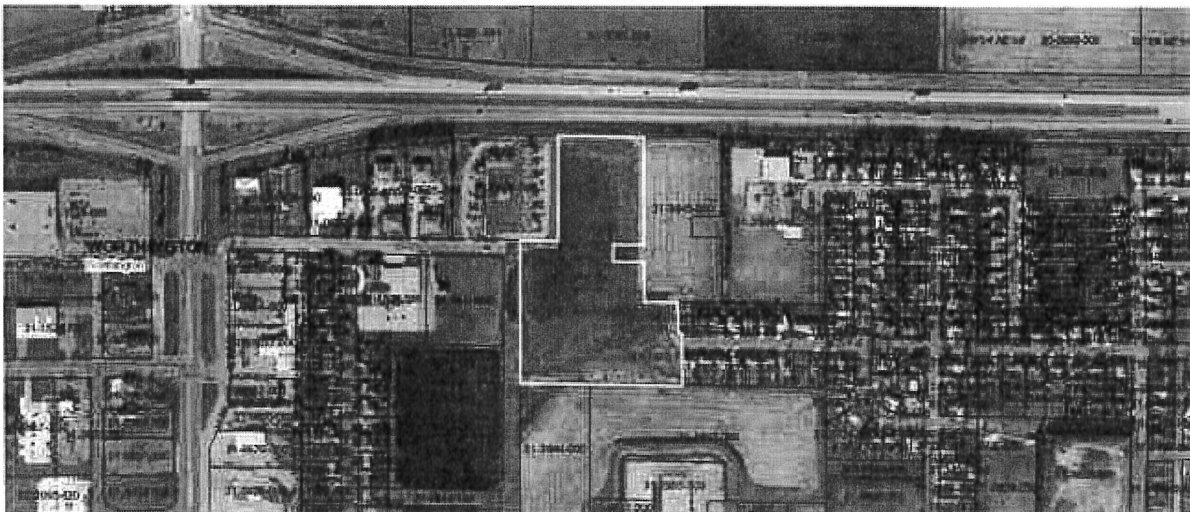
**North Development Group LLC.
10407 Winn Rd Richmond, IL 60081**

Executive Summary

Worthington Manor is a “mid-scale” apartment complex being constructed in Worthington, MN. The 3-story 72 room facility is located within the southwest portion of the state’s rapidly growing region. This project will be constructed in 3 phases. The first two phases will consist of 2-three story 72 unit apartments. The third phase will be a mirror image of phase 1. The attached contractor’s statement is a estimated budget for the completion of phase 1 & 2 only.

NDG (North Development Group, LLC) is the sponsoring entity and in the process of bringing the property under contract. NDG, along with additional consultants and sponsoring entities will hire and oversee a general contractor for the construction of the complex.

NDG has established a great team of professionals that have programmed, designed, bid the project and is in the process of finalizing contractor selection. The construction of Worthington Manor will be developed on 6.3 acers & overseen by NDG and a project management team. The construction process will include periodic meetings for trade coordination, construction observation, payment draws and scheduled maintenance.



To view property details please go to <https://beaconbeta.schneidercorp.com> and enter PIN # 31-3845-000

Management and Organization

NDG managing member Tom Hinks is the project Construction Manager. He has over 30 years of experience in the construction and real estate industry with extensive knowledge and expertise in both commercial and residential buildings. He has owned and operated commercial office buildings for over 10 years. Additionally, he has also overseen building operations for over 50 financial institutions throughout the Chicago area and is a licensed building inspector for the state of Illinois. .

NDG managing member Michael Risselada, AIA, is the project architect, planner and designer. He has 20 years of experience in the architecture and design industry with a variety of ongoing as well as completed commercial, institutional, and residential projects. Some of his recent project experience includes Chicago's "Aqua" residential high-rise and park homes. He has a Masters Degree in Architecture from the University of Michigan, is NCARB certified and licensed.

NDG managing member Carol Hinks (Rascia) is a licensed broker in the Chicago area and has more than 30 years project management experience with an emphasis on corporate information technology. She has successfully managed and implemented multi-million dollar projects for Fortune 100 companies. In addition, her strong interpersonal skills have made her a successful fundraiser and community volunteer. With her corporate background and experience as a philanthropist, she brings management skills, organizational skills, and financial expertise to the project.

Thomas Hinks

Project Manager

North Development Group LLC

10407 Winn Rd.

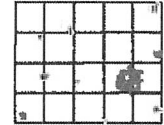
Richmond, Illinois 60071

815-276-2995

tghinks@hotmail.com



Overview



Legend

- ☐ Parcel Numbers
- ☐ Parcels
- ☐ Municipalities
- ☐ QuarterQuarters
- ☐ Sections
- ☐ Townships

Parcel ID	31-3845-000	Alternate ID	n/a	Owner Address	KELLY PROPERTIES OF
Sec/Twp/Rng	13-102-40	Class	AGRICULTURE		WORTHINGTON INC
Property Address		Acreage	11.36 *		1114 OXFORD ST
					P O BOX 55 WORTHINGTON MN 56187
District	n/a				
Brief Tax Description	11.36 ACRES IN NE1/4 SW1/4 SOUTH OF 1-90 ACRES 11.36				
	(Note: Not to be used on legal documents)				

Date created: 10/12/2016
Last Data Uploaded: 10/11/2016 8:15:30 PM

Developed by
The Schneider Corporation

* 6.5 Acres - Project Site.

Parcel to be subdivided prior to closing.



A1.0	GENERAL NOTES
A1.0	SITE PLAN
A2.0	FLOOR PLANS
A3.0	UNIT TYPES
A3.1	STAIRS
A3.2	OTHER SPACES
A4.0	EXTERIOR ELEVATIONS
A5.0	BUILDING SECTIONS
A6.0	EXTERIOR WALL SECTIONS
A7.0	INTERIOR WALL TYPES & DETAILS
A8.0	ROOF PLANS & DETAILS

7. DO NOT SCALE DRAWINGS, REFER TO DIMENSIONS AND NOTES, WHEN PRINTING/COPYING CONSTRUCTION DOCUMENTS, VERIFY COMPLETENESS AND LEGIBILITY MATCHES INTENT OF AUTHORIZING DESIGN PROFESSIONAL, INTENDED ARCHITECTURAL SHEET SIZE IS 22 X34".

8. ALL DRAWINGS & WRITTEN MATERIAL APPEARING HEREIN CONSTITUTE ORIGINAL UNPUBLISHED WORK AND MAY NOT BE DUPLICATED, USED, OR DISCLOSED WITHOUT THE WRITTEN CONSENT OF THE ARCHITECT

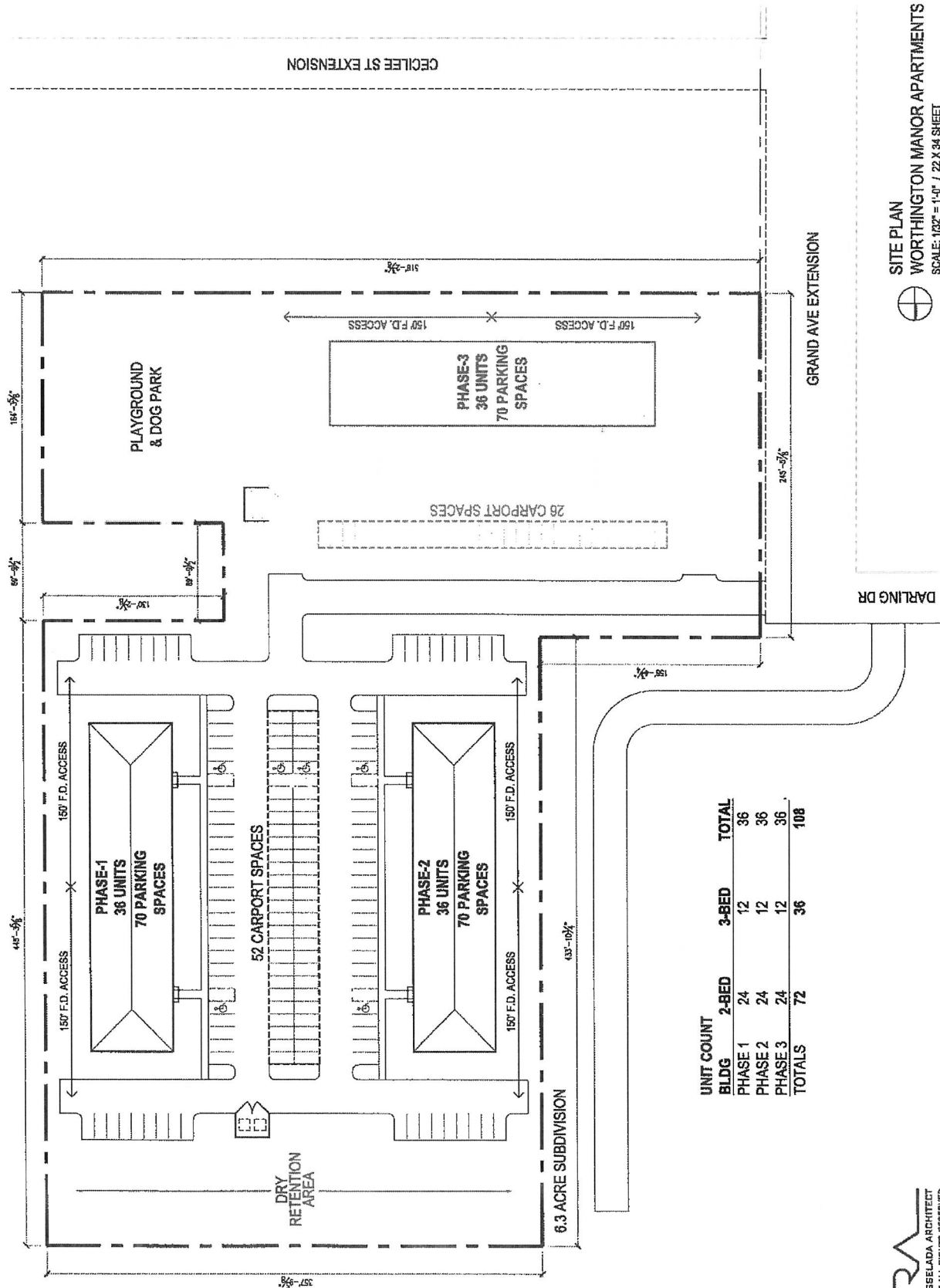
BUILDING DEPARTMENT **MOBILE COUNTY**
APPLICABLE CODES AND SUPERSEDES:

- * 2012 INTERNATIONAL BUILDING CODE WITH AMENDMENTS
- * 2015 NATIONAL FIRE PROTECTION ASSOCIATION (NFPA) FIRE CODE
- * 2009 AIR CONDITIONING AND REFRIGERATION AND FUEL GAS CODE
- * 2009 ASHRAE 90.1 ENERGY EFFICIENCY CODE
- * 2015 ASHRAE 189.1 GREEN BUILDING CODE
- * 2010 ACCESSIBILITY GUIDELINES FOR BUILDINGS AND FACILITIES (ADAAG)
- * 2012 INTERNATIONAL ENERGY CONSERVATION CODE
- * NFPA 13
- * WASHINGTON STATE ZONING ORDINANCE

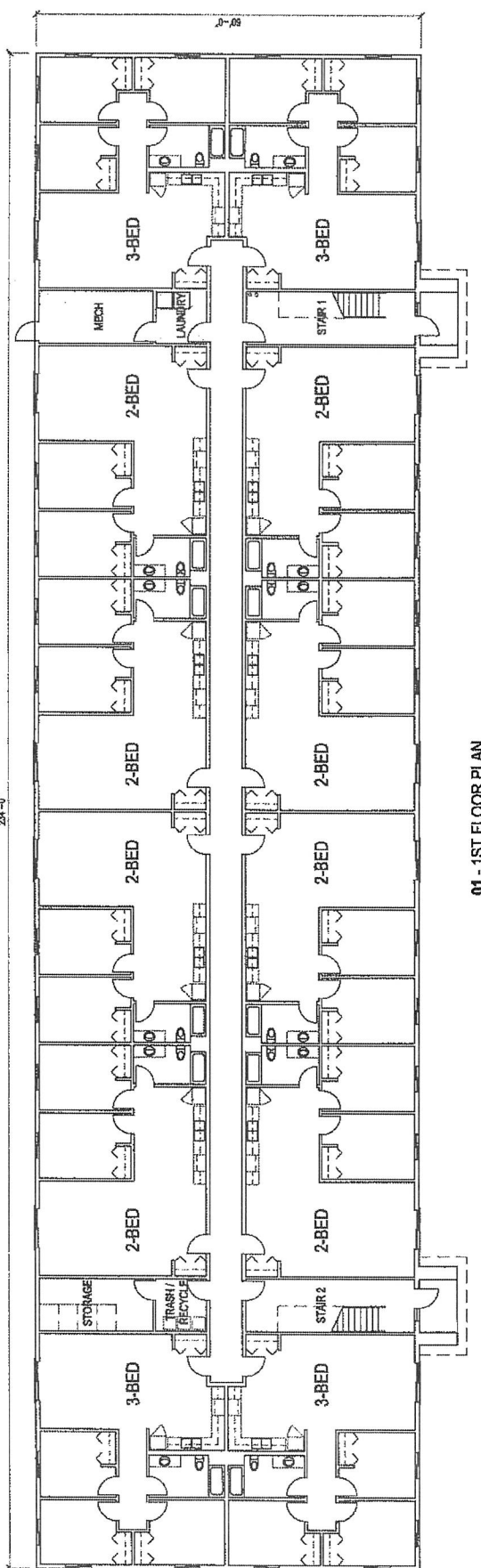
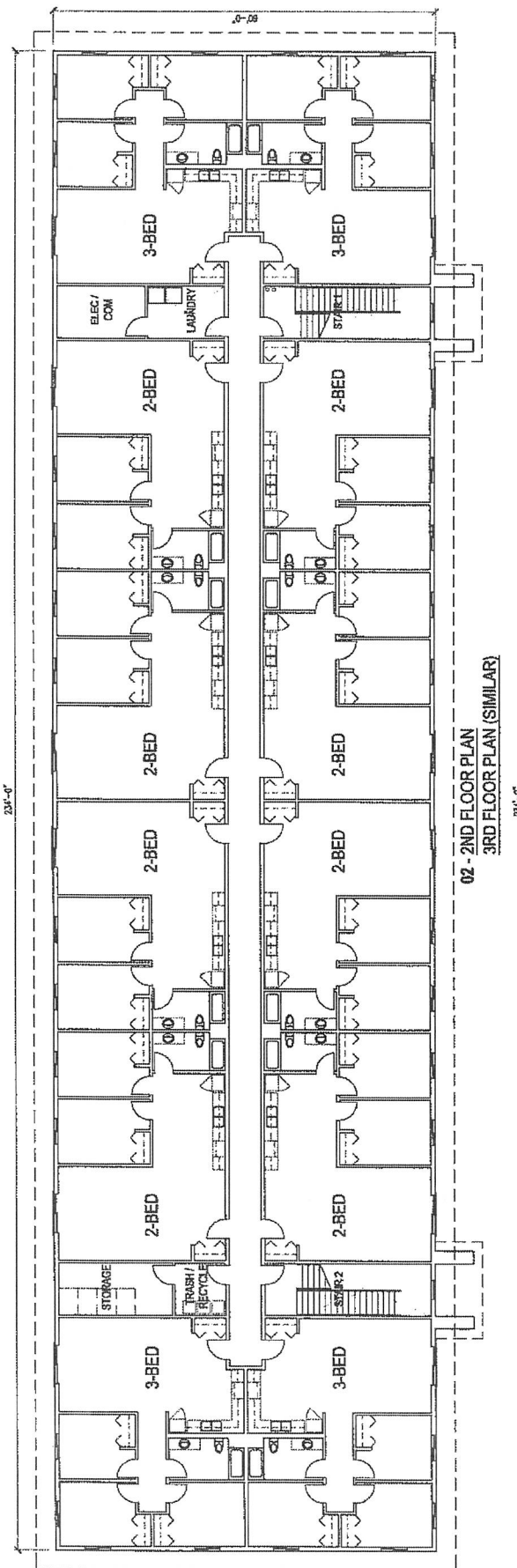
GOVERNING JURISDICTION: CITY OF WORTHINGTON	
APPLICABLE CODES AND GUIDELINES:	
• WORTHINGTON CITY ZONING ORDINANCE	
ZONING DISTRICT: R-2	
ALLOWABLE HEIGHT: 40'	
REQUIRED HEIGHT: 35'	
ALLOWABLE SITE FLOOR AREA: 12,000 GSF PER FLOOR	
ZONING DISTRICT AREA	
2ND FLOOR	12,000 GSF
3RD FLOOR	12,000 GSF
4TH FLOOR	12,000 GSF
5TH FLOOR	12,000 GSF
TOTAL	48,000 GSF

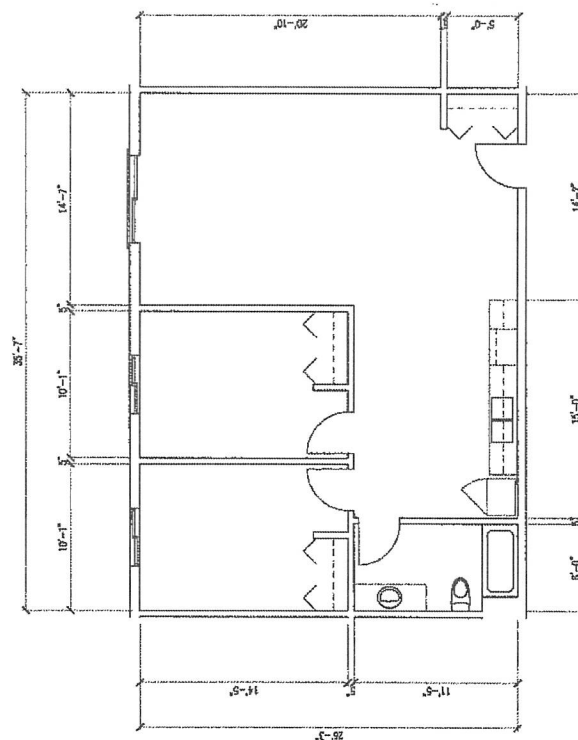
APPLICABLE CODES AND RULES/REFS:	2014 INTERNATIONAL BUILDING CODE WITH AMENDMENTS
	2014 NATIONAL ELECTRICAL CODE
	2014 INTERNATIONAL MECHANICAL AND FUEL GAS CODE
	2014 INTERNATIONAL PLUMBING CODE
	2013 N.J. STATE ACCESSIBILITY CODE
	2010 ASSESSMENT GUIDELINES FOR KIOSKS & FACILITIES
	2012 INTERNATIONAL ENERGY CONSERVATION CODE
	WORKZONATION CITY ZONING ORDINANCE
COMMODITY CLASSIFICATION:	R-2
CONSTRUCTION CLASSIFICATION:	TYPE 5A COMBUSTIBLE
ALLOWABLE HEIGHT:	4 STORIES, 30' HEIGHT
ALLOWED FLOOR:	3 STORIES, 30' HEIGHT
ALLOWED GSF PER FLOOR:	10,000 GSF PER FLOOR
	± 1,000 GSF TOTAL INCREASE PER FLOOR
2ND TOTAL ALLOWED FLOOR:	
BUILDING TOTAL AREA:	13,650 GSF
2ND FLOOR:	13,650 GSF
± 2ND FLOOR:	13,650 GSF

A1.0	GENERAL NOTES
A1.0	SITE PLAN
A2.0	FLOOR PLANS
A3.0	UNIT TYPES
A3.1	STAIRS
A3.2	OTHER SPACES
A4.0	EXTERIOR ELEVATIONS
A5.0	BUILDING SECTIONS
A6.0	EXTERIOR WALL SECTIONS
A7.0	INTERIOR WALL TYPES & DETAILS
A8.0	ROOF PLANS & DETAILS

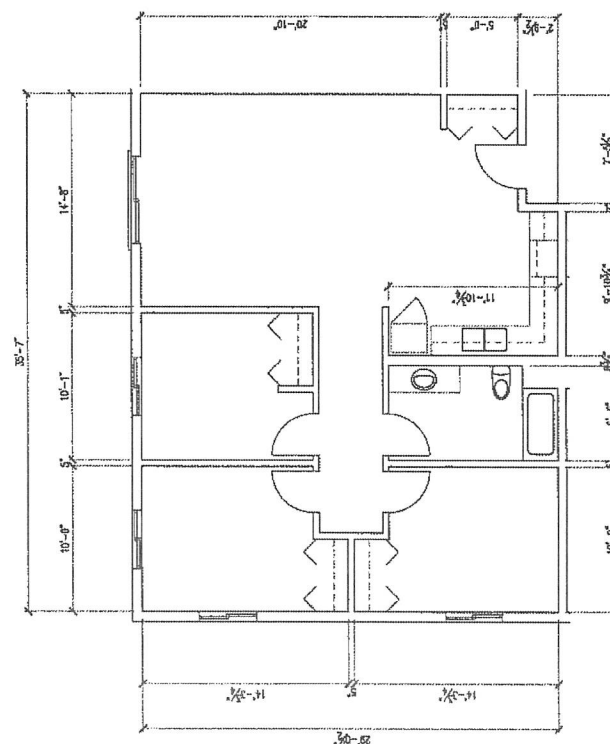


UNIT COUNT		2-BED	3-BED	TOTAL
BLDG				
PHASE 1		24	12	36
PHASE 2		24	12	36
PHASE 3		24	12	36
TOTALS		72	36	108





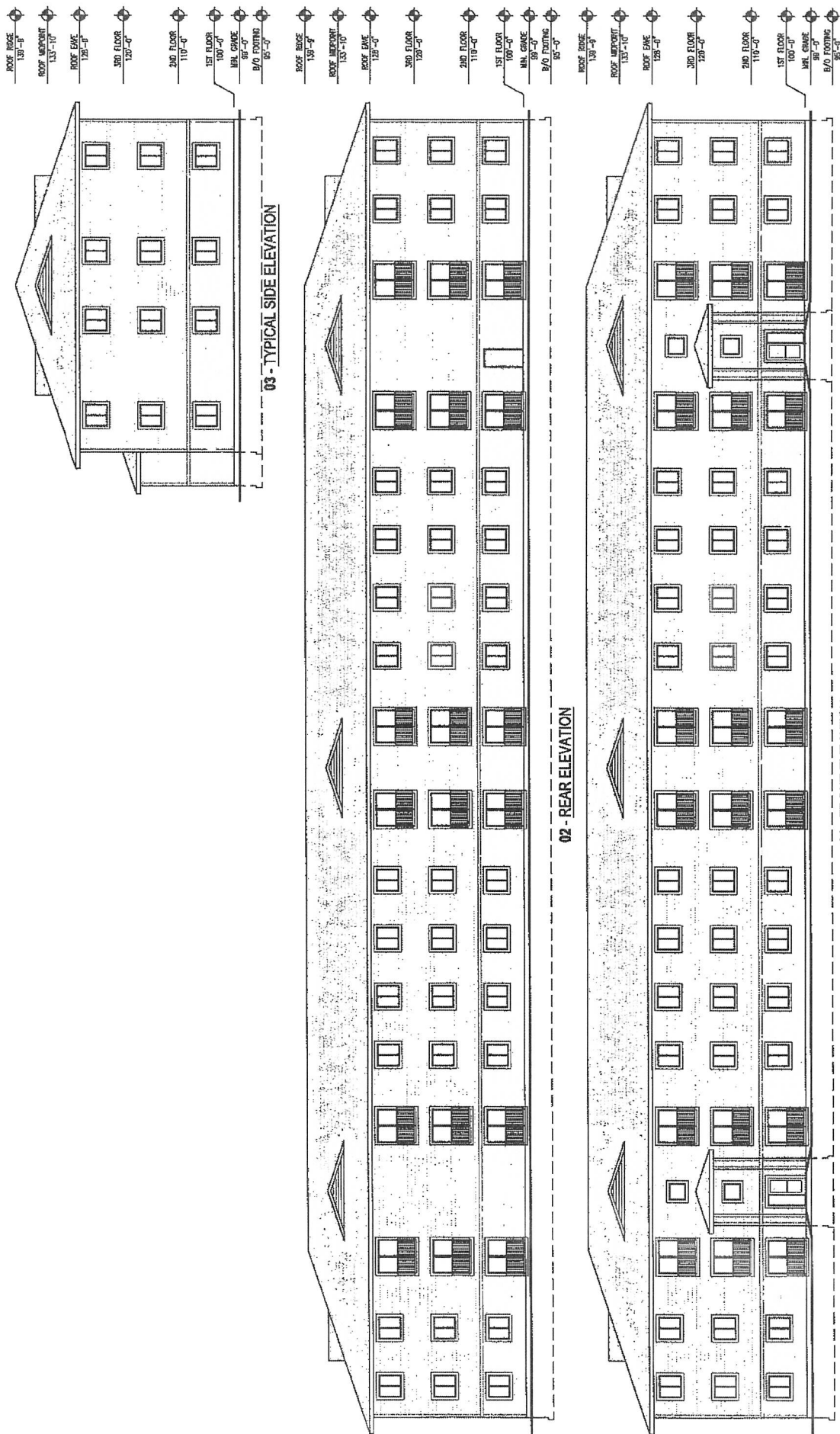
2-BED UNIT PLAN
AREA: 934 SF



3-BED UNIT PLAN
AREA: 1010 SF

EXTERIOR ELEVATIONS WORTHINGTON MANOR APARTMENTS SCALE: 1/8" = 1'-0" / 22 X 34 SHEET

NOTES:
PHASE-1 BUILDING ORIENTATION SHOWN
SEE SHEET A4.0 GENERAL NOTES.

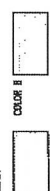


01 - FRONT ELEVATION

1. SHINGLE ROOFING SYSTEM, SEE SHEET A4.0
SYMBOL LEGEND:



2. WOOD LIP SINK & TRIM THROUGHOUT
SYMBOL LEGEND:



3. COORDINATE SINK, TRIM, LIGHTING, MIRRORS, BALCONY
GUARDRAILS, HANG LIGHTS AND ALL OTHER WALL MOUNTED
ITEMS FOR PHASE-1 BUILDING ORIENTATION SHOWN AND REVEAL
THEIR INSTALLATIONS. PROVIDE AND INSTALL WITH
NECESSARY FASTENERS, BLOCKING, TIES, ETC.
APPROPRIATE FOR ALL JOINTS, CORNERS, ETC.

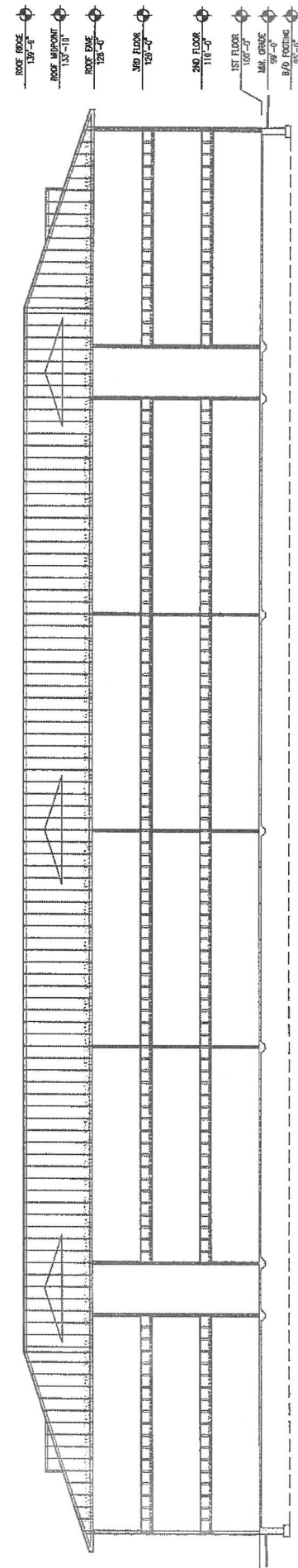
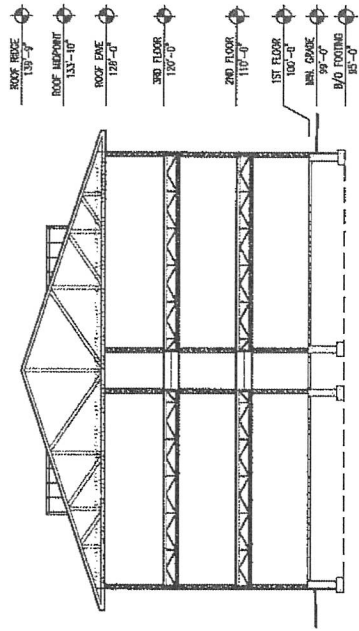


ALL FLOOR, CEILING, OUTLET, DOWNSPOUTS, SINKS, TUBS
& WINDOWS TO BE COLOR C, AND

BUILDING SECTIONS
WORTHINGTON MANOR APARTMENTS
SCALE: 1/8" = 1'-0" / 22 X 34 SHEET

REVISIONS
PHASE-1 BUILDING ORIENTATION SHOWN
SEE SHEET AND GENERAL NOTES.

MRA
MICHAEL RISSELADA ARCHITECT
© COPYRIGHT ALL RIGHTS RESERVED



RESOLUTION NO. _____

**A RESOLUTION APPROVING TAX ABATEMENT
FOR CERTAIN PROPERTY PURSUANT TO MINN. STAT. 469.1813**

WHEREAS, Minnesota Statute 469.1813 gives authority to the City of Worthington to grant an abatement of taxes imposed by the City if certain criteria are met; and

WHEREAS, in addition to the statutory requirements, the City of Worthington has adopted the Nobles Home Initiative guidelines which must be met before an abatement of taxes will be granted for residential development; and

WHEREAS, North Development Group, LLC, will be owner of certain property within the City of Worthington, legally described as follows:

That part of the Northeast Quarter of the Southwest Quarter, Section 13, Township 102, Range 40, City of Worthington, Nobles County, Minnesota lying north of a westerly projection of the north line of Block 2, Northland Park Second Addition, City of Worthington, Nobles County, Minnesota EXCEPT 8.63 acres for Interstate 90 and EXCEPT 8.02 acre tract described in Document No. 212660 and EXCEPT that part of the Northeast Quarter of the Southwest Quarter of Section 13, Township 102 North, Range 40 West, City of Worthington, Nobles County, Minnesota, described as follows:

Commencing at the southeast corner of Lot 3 of Auditor's Plat of the West Half of the Southwest Quarter of Section 13, Township 102, Range 40, City of Worthington, according to the recorded plat thereof; thence on an assumed bearing of South 89 degrees 04 minutes 09 seconds East, along the easterly extension of the south line of said Lot 3, a distance of 208.33 feet; thence North 0 degrees 01 minutes 52 seconds West, parallel with the east line of Lots 1, 2 and 3 of said Auditor's Plat, a distance of 437.57 feet to the southerly right-of-way line of Interstate Highway No. 90 as recorded in Document No. 189598; thence North 89 degrees 12 minutes 07 seconds West, along said southerly right-of-way line, a distance of 208.33 feet to the east line of Lot 1 of said Auditor's Plat; thence South 0 degrees 01 minutes 52 seconds East, along the east line of Lots 1, 2 and 3 of said Auditor's Plat, a distance of 437.09 feet to the point of beginning, containing 2.09 acres, subject to easements now of record in said county and state,

and EXCEPT that part of the Northeast Quarter of the Southwest Quarter of Section 13, Township 102 North, Range 40 West, City of Worthington, Nobles County, Minnesota, described as follows:

Commencing at the center of said Section 13; thence on an assumed bearing of South 0 degrees 00 minutes 00 seconds West, along the north-south quarter line of said Section, a distance of 282.95 feet to the southerly right-of-way line of Interstate Highway No. 90; thence North 89 degrees 11 minutes 29 seconds West, along said southerly right-of-way line, a distance of 445.00 feet to the intersection with the westerly line of the Worthington Christian School Tract as recorded in Document No. 212660, said intersection being the point of beginning of the tract to be described; thence North 89 degrees 12 minutes 06 seconds West, along said southerly right-of-way line, a distance of 330.00 feet; thence South 0 degrees 00 minutes 00 seconds West a distance of 438.36 feet; thence North 89 degrees 04 minutes 09 seconds West a distance of 135.00 feet; thence South 0 degrees 00 minutes 00 seconds West a distance of 70.01 feet; thence South 89 degrees 04 minutes 09 seconds East a distance of 135.00 feet; thence South 0 degrees 00 minutes 00 seconds West a distance of 172.64 feet; thence South 89 degrees 12 minutes 06 seconds East a distance of 330.00 feet to the westerly line of said Worthington Christian School Tract as recorded in Document No. 212660; thence North 0 degrees 00 minutes 00 seconds East, along said westerly line, a distance of 269.00 feet; thence North 89 degrees 12 minutes 06 seconds West, along said westerly line a distance of 125.00 feet; thence North 0 degrees 00 minutes 00 seconds East, along said westerly line, a distance of 88.00 feet; thence South 89 degrees 12 minutes 06

seconds East, along said westerly line, a distance of 125.00 feet; thence North 0 degrees 00 minutes 00 seconds East, along said westerly line, a distance of 324.00 feet to the point of beginning, containing 5.12 acres, subject to easements now of record in said county and state.

WHEREAS, North Development Group, LLC, has made application to the City of Worthington for the abatement of taxes as to the above-described parcel; and

WHEREAS, North Development Group, LLC, has met the statutory requirements outlined under Minnesota Statute 469.1813 Subdivision 1(1) and Subdivision 2(i) as well as the City's Nobles Home Initiative guidelines for tax abatement;

NOW, THEREFORE BE IT RESOLVED BY THE CITY COUNCIL OF THE CITY OF WORTHINGTON, MINNESOTA:

1. The City of Worthington does, hereby grant an abatement of the City of Worthington's share of real estate taxes upon the above-described parcel for the construction of a 72 unit apartment complex on the subject property.
2. The tax abatement will be for no more than five years commencing on the first year of taxes payable for the assessed value(s) related to the capital improvements outlined in Paragraph 1.
3. The City shall provide the awarded abatement payments following payment of due real estate taxes annually. Payments shall be made to the owner of record at the time of the payment.
4. The tax abatement shall be for the capital improvements only. Land values are not eligible and will not be abated.
5. The abatement shall be null and void if construction is not commenced within 6 months of the approval of this resolution or if real estate taxes are not paid on or before the respective payment deadlines annually.

Adopted by the City Council this 1st day of November, 2016.

(SEAL)

Mike Kuhle, Mayor

Attest: _____
Janice Oberloh, City Clerk

RESOLUTION NO. _____

A RESOLUTION AUTHORIZING THE SUBMITTAL OF A WORKFORCE HOUSING GRANT APPLICATION TO THE MINNESOTA DEPARTMENT OF EMPLOYMENT AND ECONOMIC DEVELOPMENT

BE IT RESOLVED that the City of Worthington act as the legal sponsor for the project contained in the Workforce Housing Development Program application to be submitted on November 10, 2016, and that Mike Kuhle, Mayor, and Janice Oberloh, City Clerk are hereby authorized to apply to the Department of Employment and Economic Development for funding of this project on behalf of the City of Worthington.

BE IT FURTHER RESOLVED that the City of Worthington has the legal authority to apply for financial assistance, and the institutional, managerial and financial capability to ensure adequate construction, operation, maintenance and replacement of the proposed project for its design life.

BE IT FURTHER RESOLVED that the City of Worthington has not violated any Federal, State or local laws pertaining to fraud, bribery, graft, kickbacks, collusion, conflict of interest or other unlawful or corrupt practice.

BE IT FURTHER RESOLVED that upon approval of its application by the State, the City of Worthington may enter into an agreement with the State of Minnesota for the approved project, and that the City of Worthington certifies that it will comply with all applicable laws and regulations as stated in all contract agreements.

BE IT FURTHER RESOLVED that the amount of the grant will be matched as per program requirements by City of Worthington, Nobles County, and Independent School District, collaboratively, with at least \$1 for every \$2 provided in grant funds.

BE IT FURTHER RESOLVED that the sources and uses, private investors, equity, and other financing commitments represented in the attached document are accurate.

NOW, THEREFORE BE IT RESOLVED that Mike Kuhle, Mayor, and Janice Oberloh, City Clerk, or their successors in office, are hereby authorized to execute such agreements, and amendments thereto, as are necessary to implement the project on behalf of the Applicant.

I CERTIFY THAT the above resolution was adopted by the City Council of Worthington, Nobles County, Minnesota on this 1st Day of November, 2016.

(SEAL)

Mike Kuhle, MayorAttest: _____
Janice Oberloh, City Clerk

ADMINISTRATION MEMO

DATE: NOVEMBER 1, 2016

TO: HONORABLE MAYOR AND CITY COUNCIL

SUBJECT: ITEM REQUIRING CITY COUNCIL ACTION OR REVIEW

CASE ITEM

1. PURCHASE AGREEMENT PARCEL 31-3882-000

City staff is has prepared a purchase agreement (*Exhibit 1*) for the above parcel in the amount of the Seller's asking price of \$1,000,000. The terms of the purchase agreement allow the City to perform due diligence before making a final decision on acquiring the property. The Buyer has the unilateral right to cancel the agreement on or before 5:00 p.m. on December 16, 2016. Due diligence includes engaging the City's Architect to prepare preliminary site plans, building improvement plans and cost estimates for the improvements. The purchase agreement requires that the City take possession on or before December 30, 2016 should Council decide to proceed with the acquisition.

Council action is requested.

PURCHASE AGREEMENT

Worthington, Minnesota

Dated: October ___, 2016

Larry M. Davis and Sharon K. Davis, husband and wife, individuals residing at 32385 290th Street, PO Box 774, Worthington, Minnesota, Seller, hereby acknowledges receipt from the City of Worthington, a municipal corporation organized under the laws of the State of Minnesota, as Buyer, the sum of Good and Valuable Consideration as earnest money and in part payment for the purchase of property situated in the County of Nobles, State of Minnesota, and legally described as follows, to wit:

SEE ATTACHED

The total purchase price for the above described property is the sum of One Million and No/100 (\$1,000,000.00), which Buyer agrees to pay at closing.

This sale is subject to the following terms and conditions:

1. REAL ESTATE TAXES

The parties shall pro-rate the real estate taxes and any assessments and special assessments due and payable in the year of the closing. Seller shall pay such real estate taxes and assessments and special assessments due and payable prior thereto. Buyer shall pay such real estate taxes and assessments and special assessments due and payable thereafter.

2. DATE OF POSSESSION

Seller agrees to deliver possession of the premises on the date of closing provided that all of the terms and conditions of this sale shall have been met. The closing shall take place on or before December 30, 2016.

3. RISK OF LOSS AND INSURANCE

Risk of loss of the property shall remain with the Seller until the date of closing. In the event this property is substantially damaged or destroyed by fire or any other cause before the risk of loss passes from Seller to Buyer, this agreement shall become null and void and all monies paid hereunder shall be refunded to the Buyer. Risk of loss of the property shall pass to the Buyer on the date of closing.

4. FIXTURES OR ITEMS THAT REMAIN WITH THE PROPERTY

Seller agrees that any items of property now existing in the building will be considered as a part of the real estate for the purpose of this purchase agreement.

5. CONVEYANCE OF TITLE

Subject to the performance by the Buyer, Seller agrees to deliver to Buyer a Warranty Deed conveying marketable title subject to the following exceptions:

- A. Building and zoning laws, ordinances, State and Federal regulations.
- B. Restrictions relating to the use or improvement of the premises without effective forfeiture provisions.
- C. Reservation of any minerals or mineral rights to the State of Minnesota.
- D. Utility or drainage easements which do not interfere with present

- improvements.
- E. Any other easements of record.

6. WARRANTIES OF SELLER

In addition to the warranties, if any, contained in the deed of conveyance, Seller covenants that the buildings, if any, are entirely within the boundary lines of the property.

7. ABSTRACT OF TITLE AND OBJECTIONS TO TITLE

The Seller shall, within a reasonable time after the date of this agreement, furnish an abstract of title or a certificate of title certified to date to include proper searches covering bankruptcies, and State and Federal liens and judgments. The Buyer shall be allowed 10 days after receipt thereof for examination of said title and the making of any objections to title. Said objections shall be in writing and, if not in writing, shall be deemed to be waived. If any objections are made, the Seller shall be allowed 120 days to make title marketable. Pending correction of title, the payments hereunder shall be postponed, but upon correction of title and within 10 days after written notice to Buyer, the parties shall perform this agreement according to its terms.

If the title is not marketable and is not made so within 120 days from the date of written objections thereto as provided above, this agreement shall be, at the option of the Buyer, null and void and neither party shall be liable for damages to the other party. All money theretofore paid by Buyer shall be refunded.

In the event that Buyer should elect to cancel this Agreement pursuant to Paragraph 10 a. below, Buyer shall, upon proof of payment of such expense, reimburse Seller for the cost of continuing and certifying the abstract.

8. DEFAULT

Provided that Seller has complied with the terms and conditions of this contract and Buyer defaults, Seller may terminate this contract and retain all the payments made upon this contract. This provision shall not deprive either party of the right of enforcing the specific performance of this contract provided that the contract has not been terminated as aforesaid and further provided that the action to enforce such specific performance is commenced within six months after the right of action arises.

9. REPRESENTATIONS OF PARTIES

This contract contains the entire agreement between the parties, and neither party has relied upon any verbal or written representations, agreements, or understandings not set forth herein, whether made by an agent or a party hereto. Buyer states that he has relied on his own inspection of the premises.

10. ADDITIONAL TERMS AND CONDITIONS

- a. Buyer shall have the unilateral right to cancel this Agreement on or before 5 p.m. on December 16, 2016. If Buyer should elect to cancel this Agreement, Buyer shall give notice of such cancellation in writing to Seller. Buyer shall attempt to deliver notice by email as a courtesy, however, the notice shall only be effective upon being sent to Buyer by US Mail. The notice must be postmarked no later than December 16, 2016 to be effective.
- b. Upon execution of this Agreement, Seller shall provide Buyer with full and complete access to the premises and shall either provide Buyer with a key to the building or shall make himself or

an agent available to provide access to Buyer, Buyer's employees, agents or other representatives at all times upon reasonable notice. Buyer's access is required in order that Buyer may determine whether or not the premises is suitable for Buyer's needs.

- c. Seller shall have no liability for any accident or injury which may occur to employees, agents or other representatives of the Buyer during such times as those persons may be upon the premises prior to closing. Buyer agrees to indemnify and hold Seller harmless from any claim which may be made by employees, agents, or other representatives of the Buyer for any injuries sustained by such persons which may occur as a result of such persons being upon the premises.

IN WITNESS WHEREOF, the parties hereto have set their hands the day and year first written above.

LARRY M. DAVIS, SELLER

SHARON K. DAVIS, SELLER

CITY OF WORTHINGTON, BUYER

BY: MIKE KUHLE, ITS MAYOR

BY: JANICE OBERLOH, ITS CLERK

CITY OF WORTHINGTON, MINNESOTA

609	LIQUOR STORE FUND	2014	2015	'16 REVISED	2016	2017
	REVENUE (30000)	ACTUAL	ACTUAL	BUDGET	PROJECTED	BUDGET
	PROPRIETARY OPERATING REVENUES (37000)					
	LIQUOR OFF-SALE (37500)					
37510- 0000	LIQUOR	1,367,293	1,427,012	1,460,000	1,450,000	1,475,000
37520- 0000	WINE	448,144	469,149	495,000	480,000	490,000
37530- 0000	BEER	1,573,605	1,684,174	1,775,000	1,730,000	1,790,000
37540- 0000	MIX/NONALCOHOLIC	60,211	62,465	69,000	64,000	66,000
37580- 0000	NSF CHARGES	90	119	250	100	100
	TOTAL LIQUOR OFF-SALE	3,449,343	3,642,919	3,799,250	3,724,100	3,821,100
	NON-OPERATING REVENUES (38000)					
38001- 0000	INTEREST EARNINGS	6,629	9,286	8,000	8,700	9,000
38009- 0000	OTHER NON-OPERATING	70	0	0	0	0
	TOTAL NON-OPERATING REVENUES	6,699	9,286	8,000	8,700	9,000
	TOTAL REVENUES BEFORE USE OF RETAINED EARNINGS	3,456,042	3,652,205	3,807,250	3,732,800	3,830,100
	USE OF RETAINED EARNINGS (26000)					
	USE OF RESERVED BALANCES (26300)					
26307- 0000	EQUIPMENT REVOLVING	1,867	10,000	20,000	15,000	24,700
26325- 0000	BUILDING REVOLVING	0	12,275	6,000	4,000	127,800
	USE OF UNRESERVED UNDESIGNATED RETAINED EARNINGS (26400)					
26499- 0000	UNRESERVED UNDESIGNATED RETAINED	0	0	0	0	0
	TOTAL USE OF RETAINED EARNINGS	1,867	22,275	26,000	19,000	152,500
	TOTAL LIQUOR STORE FUND CASH SOURCES	3,457,909	3,674,480	3,833,250	3,751,800	3,982,600

CITY OF WORTHINGTON, MINNESOTA

609	LIQUOR STORE FUND EXPENDITURES (40000) OPERATIONS (49400)	2014 ACTUAL	2015 ACTUAL	'16 REVISED BUDGET	2016 PROJECTED	2017 BUDGET
49419	OPERATIONS-SOURCE MISCELLANEOUS					
2251	LIQUOR	976,231	1,028,278	1,043,000	1,049,000	1,063,000
2252	BEER	1,200,001	1,288,423	1,350,000	1,325,000	1,380,000
2253	WINE	324,220	321,705	350,000	330,000	335,000
2254	SOFT DRINKS AND MIX	42,714	52,551	48,000	53,500	55,400
2258	FREIGHT	27,068	25,018	26,000	25,500	26,000
	TOTAL OPERATIONS-SOURCE MISCELLANEOUS	2,570,234	2,715,975	2,817,000	2,783,000	2,859,400
49499	OPERATIONS-GENERAL MISCELLANEOUS					
	PERSONNEL SERVICES					
1101	FULL-TIME EMPLOYEES-REGULAR	141,550	147,617	149,778	149,778	157,681
1102	EMPLOYEES-OVERTIME	3,123	4,041	2,364	2,364	2,462
1103	PART-TIME/TEMPORARY EMPLOYEES	51,102	52,320	68,962	68,962	67,578
1108	VACATION EXPENSE	7,358	7,201	2,700	2,700	2,700
1121	PERA CONTRIBUTIONS	13,578	15,120	16,583	16,583	17,079
1122	FICA CONTRIBUTIONS	15,069	15,565	17,121	17,121	17,627
1131	HEALTH INSURANCE ADMIN/CLAIMS	25,741	28,603	29,160	29,160	26,775
1133	LIFE INSURANCE	118	120	136	136	136
1134	LTD INSURANCE	788	831	920	920	969
1151	WORKER'S COMP INS PREMIUMS	5,517	4,887	4,973	4,973	8,518
11XX	PENSON EXPENSE	0	3,863	0	0	0
	TOTAL PERSONNEL SERVICES	263,944	280,168	292,697	292,697	301,525
	SUPPLIES					
2209	MISC OFFICE SUPPLIES	0	0	100	100	100
2211	CLEANING SUPPLIES	0	78	100	100	100
2219	MISC OPERATING SUPPLIES	17,815	15,118	17,000	15,500	16,500
2221	EQUIPMENT PARTS	0	0	100	100	100
2223	BUILDING REPAIR SUPPLIES	0	0	100	100	100
2229	MISC REPAIR AND MAINT SUPPLIES	3,157	77	2,000	1,000	2,000
2242	EQUIPMENT - MINOR (under \$5,000 ea.)	1,000	2,088	1,500	1,500	1,500
2243	FURNITURE - MINOR	0	0	100	300	300
2258	FREIGHT ON MERCHANDISE	(2)	232	100	100	100
	TOTAL SUPPLIES	21,970	17,593	21,100	18,800	20,800

CITY OF WORTHINGTON, MINNESOTA

609	LIQUOR STORE FUND EXPENDITURES (40000) OPERATIONS (49400)	2014 ACTUAL	2015 ACTUAL	'16 REVISED BUDGET	2016 PROJECTED	2017 BUDGET
49499	OPERATIONS-GENERAL MISCELLANEOUS OTHER SERVICES AND CHARGES					
3301	AUDITING AND ACCOUNTING SERVICES	12,765	13,694	14,438	14,500	14,634
3309	EDP, SOFTWARE & DESIGN	7,471	7,909	7,423	7,500	7,481
3319	MISC PROFESSIONAL SERVICES	43,481	46,570	50,500	45,000	50,000
3321	TELEPHONE	2,213	2,218	2,300	2,250	2,300
3322	POSTAGE	41	18	60	50	50
3331	TRAVEL, CONFERENCES, SCHOOLS	1,799	2,270	2,300	1,500	2,000
3349	MISC ADVERTISING (PROMOTION)	13,931	15,142	22,000	15,000	22,000
3361	GENERAL LIABILITY INSURANCE	14,662	14,493	15,000	16,000	17,000
3362	PROPERTY INSURANCE	3,176	3,157	3,400	3,000	3,500
3381	ELECTRIC UTILITIES	14,812	16,461	18,000	17,000	18,000
3382	WATER UTILITIES	221	228	275	225	275
3383	GAS UTILITIES	3,697	2,619	4,000	2,800	4,000
3384	REFUSE DISPOSAL	1,879	1,868	1,800	1,700	1,800
3385	SEWER UTILITIES	278	299	325	300	325
3387	STORM WATER UTILITIES	562	562	600	580	600
3389	MISC UTILITIES	157	164	200	175	200
3401	BUILDINGS - REPAIR & MAINT	8,469	4,460	5,000	2,000	5,000
3402	STRUCTURES-REPAIR & MAINT	0	0	1,000	0	1,000
3404	MACH & EQUIP - REPAIR & MAINT	725	651	800	700	800
3405	MAINTENANCE AGREEMENTS	100	611	1,000	700	1,000
3408	CUSTODIAL	109	214	0	0	0
3431	CASH SHORT (OVER)	183	218	0	0	0
3432	UNCOLLECTIBLE & OTHER CHECK CHARGES	153	292	300	300	300
3433	DUES AND SUBSCRIPTIONS	2,798	2,870	3,000	3,000	3,500
3437	LICENSES & TAXES	45	50	50	50	50
3439	MISCELLANEOUS	(20)	0	0	0	0
	TOTAL OTHER SERVICES AND CHARGES	133,707	137,038	153,771	134,330	155,815
	SUBTOTAL OPERATIONS-GENERAL MISCELLANEOUS	419,621	434,799	467,568	445,827	478,140
	CAPITAL OUTLAY (over \$5,000 ea.)					
5549	MACHINERY & EQUIP MISC.	1,867	26,211	0	0	0
	TOTAL CAPITAL OUTLAY	1,867	26,211	0	0	0
	TOTAL OPERATIONS-GENERAL MISCELLANEOUS	421,488	461,010	467,568	445,827	478,140
49840	OTHER PROPRIETARY (49800)					
3442	LOSS ON DISPOSAL OF PROPERTY LOSS ON FIXED ASSETS	0	0	0	0	0
	TOTAL OTHER PROPRIETARY	0	0	0	0	0
	TOTAL EXPENDITURES BEFORE FIXED ASSETS	2,991,722	3,176,985	3,284,568	3,228,827	3,337,540
	FIXED ASSETS (49700)					
49769	MISCELLANEOUS FIXED ASSETS					
5529	BLDGS & STRUCTURE MISC	0	0	6,000	4,000	127,800
5549	MACHINERY & EQUIP MISC	0	0	20,000	15,600	24,700
	TOTAL FIXED ASSETS	0	0	26,000	19,600	152,500
	TOTAL EXPENDITURES BEFORE OTHER FINANCING USES	2,991,722	3,176,985	3,310,568	3,248,427	3,490,040
	OTHER FINANCING USES (49900)					
49910	OPERATING TRANSFERS OUT					
6729	MISC OPERATING TRANSFERS	225,000	225,000	225,000	225,000	225,000
	TOTAL EXPENDITURES BEFORE INCREASE IN RETAINED EARNINGS	3,216,722	3,401,985	3,535,568	3,473,427	3,715,040

CITY OF WORTHINGTON, MINNESOTA

609	LIQUOR STORE FUND EXPENDITURES (40000) OPERATIONS (49400)	2014 ACTUAL	2015 ACTUAL	'16 REVISED BUDGET	2016 PROJECTED	2017 BUDGET
	INCREASE IN RETAINED EARNINGS (26000)					
	INCREASE IN RESERVED BALANCES (26300)					
26307- 0000	EQUIPMENT REVOLVING	8,638	18,026	30,976	30,976	10,026
26325- 0000	BUILDING REVOLVING	23,412	18,179	24,179	24,179	19,124
	INCREASE IN UNRESERVED UNDESIGNATED RETAINED EARNINGS (26400)					
26499- 0000	UNRESERVED UNDESIGNATED RETAINED EARNINGS	209,137	236,290	242,527	223,218	238,410
	TOTAL INCREASE IN RETAINED EARNINGS	241,187	272,495	297,682	278,373	267,560
	TOTAL LIQUOR STORE FUND CASH USES	3,457,909	3,674,480	3,833,250	3,751,800	3,982,600

ADDITIONAL INFORMATION:

609- 49499- 1101	Regular Employees:
	2,080 hrs Liquor Store Manager
	4,160 hrs Retail Clerks (2 @ 2,080 hours each)
1102	Overtime provides for holidays, vacation, sick leave and inventory demands.
1103	Five part-time employees, (1 @ 1,820 hours, 1 @ 750 hours, 3 @ 720 hours each, 1 @ 580 hours & 1 @ 500 hours)
2243	Office chair
3301	The allocation for accounting services
3309	The allocation for data processing services
3319	Snow removal, share of OSHA expenses, credit card fees, architecture services new store-\$10,500
3349	Miscellaneous advertising \$12,000, community events \$10,000
3404	Covers labor costs for repairs to plant mechanical equipment such as air conditioner, furnace, etc.
49910- 6729	\$225,000 regular transfer

CITY OF WORTHINGTON, MINNESOTA

EQUIPMENT REVOLVING SCHEDULE
FOR THE YEARS 2017-2021
(AMOUNTS IN DOLLARS)

Equip. No.	Equipment Description	Years of Useful Life	Replace in (Year)	Reserve Goal	12/31/2016 Reserve Balance	Add to Reserve for 2017	Withdraw for 2017	Carry-over from 2016	12/31/2017 Reserve Balance	DECEMBER 31 RESERVE BALANCES				
										2018	2019	2020	2021	
LIQUOR FUND - 609														
	COMPUTER/SCANNING SYS	4	2017	5,000	0	0	3,500	5,000	1,500	2,375	3,250	4,125	5,000	
	COMPUTER/SCANNING SYS	4	2019	5,000	1,250	1,250			2,500	3,750	5,000	1,250	2,500	
	WALK-IN COOLER COMPRESSOR	10	2023	10,000	3,000	1,000			4,000	5,000	6,000	7,000	8,000	
	WALK-IN COOLER COMPRESSOR	10	2017	10,000	7,778	2,222	10,000		0	1,000	2,000	3,000	4,000	
	WALK-IN COOLER	30	2038	100,000	12,000	4,000			16,000	20,000	24,000	28,000	32,000	
	8' COOLER-OPEN AIR	20	2036	15,000	0	750			750	1,500	2,250	3,000	3,750	
	HP LASERJET 2840	5	2017	1,000	800	200	1,000		0	200	400	600	800	
	CAMERA SYSTEM	5	2017	3,600	3,600	0	3,600		0	720	1,440	2,160	2,880	
	ALARM/INTERCOM/RADIO SYSTEM	5	2017	6,600	6,600	0	6,600		0	1,320	2,640	3,960	5,280	
	CAT FORKLIFT	25	2035	20,000	8,520	604			9,124	9,728	10,332	10,936	11,540	
TOTAL EQUIPMENT					43,548	10,026	24,700	5,000	33,874	45,593	57,312	64,031	75,750	
	ELECTRIC DOORS	5	2017	27,800	26,688	1,112	27,800		0	5,560	11,120	16,680	22,240	
	CARPET	10	2025	10,000	10,000	0			10,000	10,000	10,000	10,000	10,000	
	LIQUOR STORE ROOF	16	2031	119,000	119,000	0			119,000	119,000	119,000	119,000	119,000	
	ROOF HEAT/COOL UNIT	20	2035	13,650	1,375	646			2,021	2,667	3,313	3,959	4,605	
	ROOF HEAT/COOL UNIT	20	2035	13,650	13,650	0			13,650	13,650	13,650	13,650	13,650	
	CEILING	20	2035	15,000	15,000	0			15,000	15,000	15,000	15,000	15,000	
	(3) CHECKOUT STANDS	20	2034	38,000	3,800	1,900			5,700	7,600	9,500	11,400	13,300	
	SHELVING	20	2036	6,000	0	300		2,000	2,300	600	900	1,200	1,500	
	PARKING LOT OVERLAY	10	2017	100,000	84,834	15,166	100,000		0	10,000	20,000	30,000	40,000	
TOTAL BUILD/IMP OTHER THAN BUILD					274,347	19,124	127,800	2,000	167,671	184,077	202,483	220,889	239,295	
TOTAL LIQUOR STORE - 609					317,895	29,150	152,500	7,000	201,545	229,670	259,795	284,920	315,045	

CITY OF WORTHINGTON, MINNESOTA

607	STREET LIGHTING FUND		2014	2015	'16 REVISED	2016	2017
	REVENUE (30000)		ACTUAL	ACTUAL	BUDGET	PROJECTED	BUDGET
	PROPRIETARY OPERATING REVENUES (37000)						
	UTILITY OPERATING REVENUES (37100)						
37111- 0000	RESIDENTIAL SALES		175,175	183,574	194,790	195,188	193,302
37112- 0000	COMMERCIAL SALES		52,079	53,342	57,848	56,775	59,995
37113- 0000	INDUSTRIAL SALES		9,320	10,014	10,628	10,785	10,695
37119- 0000	INSTITUTIONAL SALES		8,300	8,615	8,886	8,888	8,797
37121- 0000	MULTI-FAMILY SALES		11,771	12,380	13,242	13,244	13,122
	TOTAL UTILITY OPERATING REVENUES		256,645	267,925	285,394	284,880	285,911
	UTILITY NON-OPERATING REVENUES (38000)						
38001- 0000	INTEREST EARNINGS		556	541	0	50	50
	TOTAL UTILITY NON-OPERATING REVENUES		556	541	0	50	50
	TOTAL REVENUES EXCLUDING TAXES		257,201	268,466	285,394	284,930	285,961
	TOTAL REVENUES BEFORE USE OF RETAINED EARNINGS		257,201	268,466	285,394	284,930	285,961
	USE OF RETAINED EARNINGS (26000)						
	USE OF UNRESERVED UNDESIGNATED RETAINED EARNINGS (26400)						
26499- 0000	UNRESERVED UNDESIGNATED RETAINED EARNINGS		0	14,384	0	0	0
	TOTAL USE OF RETAINED EARNINGS		0	14,384	0	0	0
	TOTAL STREET LIGHTING FUND CASH SOURCES		257,201	282,850	285,394	284,930	285,961
	EXPENDITURES (40000)						
	COMMUNITY SERVICE (43100)						
43160	STREET LIGHTING						
	OTHER SERVICES AND CHARGES						
3381	ELECTRIC UTILITIES		124,061	148,236	150,994	144,000	151,561
3439	MISCELLANEOUS		348	214	0	0	0
	TOTAL OTHER SERVICES AND CHARGES		124,409	148,450	150,994	144,000	151,561
	TOTAL STREET LIGHTING		124,409	148,450	150,994	144,000	151,561
	TOTAL EXPENDITURES BEFORE OTHER FINANCING USES		124,409	148,450	150,994	144,000	151,561
	OTHER FINANCING USES (49900)						
49910	OPERATING TRANSFERS OUT						
6729	MISC OPERATING TRANSFERS		131,800	134,400	134,400	134,400	134,400
	TOTAL EXPENDITURES BEFORE INTERFUND LIABILITIES AND INCREASE IN RETAINED EARNINGS		256,209	282,850	285,394	278,400	285,961
	INCREASE IN RETAINED EARNINGS (26000)						
	INCREASE IN UNRESERVED UNDESIGNATED RETAINED EARNINGS (26400)						
26499- 0000	UNRESERVED UNDESIGNATED RETAINED EARNINGS		992	0	0	6,530	0
	TOTAL INCREASE IN RETAINED EARNINGS		992	0	0	6,530	0
	TOTAL STREET LIGHTING FUND CASH USES		257,201	282,850	285,394	284,930	285,961

ADDITIONAL INFORMATION:

607- 37111-37121-0000 Represents 0.0% increase for 2017
 49910- 6729 Transfer to Fund 604

CITY OF WORTHINGTON, MINNESOTA

606	STORM WATER MANAGEMENT FUND	2014	2015	'16 REVISED	2016	2017
	REVENUE (30000)	ACTUAL	ACTUAL	BUDGET	PROJECTED	BUDGET
	INTERGOVERNMENTAL REVENUES (33000)					
	FEDERAL GRANTS (33100)					
33191- 0000	OTHER FEDERAL GRANTS	0	0	2,405,250	392,595	2,489,409
	TOTAL FEDERAL GRANTS	0	0	2,405,250	392,595	2,489,409
	STATE GRANTS (33400)					
33491- 0000	OTHER STATE GRANTS	0	0	106,500	0	171,830
	TOTAL STATE GRANTS	0	0	106,500	0	171,830
	TOTAL INTERGOVERNMENTAL REVENUES	0	0	2,511,750	392,595	2,661,239
	PROPRIETARY OPERATING REVENUES (37000)					
	UTILITY OPERATING REVENUES (37100)					
37111- 0000	RESIDENTIAL SALES	188,259	188,265	194,650	193,332	194,709
37112- 0000	COMMERCIAL SALES	157,441	157,056	159,552	161,218	160,516
37113- 0000	INDUSTRIAL SALES	108,132	110,503	114,147	114,516	116,278
37119- 0000	INSTITUTIONAL SALES	66,520	66,498	69,468	68,095	67,540
37121- 0000	MULTI-FAMILY SALES	39,126	39,413	40,288	40,557	40,411
	TOTAL UTILITY OPERATING REVENUES	559,478	561,735	578,105	577,718	579,454
	UTILITY NON-OPERATING REVENUES (38000)					
38001- 0000	INTEREST EARNINGS	7,436	9,669	6,000	9,000	9,000
38009- 0000	OTHER NON-OPERATING	600	113	0	0	0
	TOTAL UTILITY NON-OPERATING REVENUES	8,036	9,782	6,000	9,000	9,000
	TOTAL REVENUES BEFORE OTHER FINANCING SOURCES	567,514	571,517	3,095,855	979,313	3,249,693
	OTHER FINANCING SOURCES (39000)					
	PROCEEDS FROM LONG-TERM DEBT (39300)					
39310- 0000	BOND PROCEEDS	0	0	0	0	0
	TOTAL REVENUES BEFORE USE OF EQUITY	567,514	571,517	3,095,855	979,313	3,249,693
	USE OF RETAINED EARNINGS (26000)					
	USE OF RESERVED BALANCES (26300)					
26307- 0000	EQUIPMENT REVOLVING	0	737	0	0	55,000
	USE OF UNRESERVED UNDESIGNATED RETAINED EARNINGS (26400)					
26499- 0000	UNRESERVED UNDESIGNATED RETAINED EARNINGS FROM CAPITAL RESERVE FINANCING	0	0	0	0	0
	#49775 ACQUISITION OF RETENT	0	0	50,000	0	50,000
	#49776 ST SWR OUTLET RECON (0	0	52,980	52,980	0
	#49777 CHURCH AVE N OF CLAR)	0	19,900	0	0	0
	#49779 HAGGE-DIAGONAL TO TO'	0	154	17,490	13,400	0
	#49781 REINSTALL CATCH BASIN:	0	576	30,910	30,910	0
	#49784 10TH AVE-TOWER TO PAF	0	0	0	0	45,260
	#49785 ALLEY BLK 19 PVM T REPL	0	0	0	0	0
	#49788 CLOMR (CONDITIONAL LE	0	0	16,900	16,900	0
	#49789 TOWER ST-10TH TO 11TH	0	0	6,270	6,270	0
	#49794 4TH AVE @ LAKE ST CB R.	0	0	78,722	38,062	40,660
	#49795 CD 12 FLOOD MITIGATION	0	0	801,750	130,865	829,803
	TOTAL USE OF RETAINED EARNINGS	0	21,367	1,055,022	289,387	1,020,723
	TOTAL STORM WATER MANAGEMENT FUND CASH SOURCES	567,514	592,884	4,150,877	1,268,700	4,270,416

ADDITIONAL INFORMATION:

606- 37111-37121 Represents 0% increase
 38009- 0000 Contract sweeping, reimbursement Nobles County for County Ditch#12 maintenance per agreement (\$1,344)

CITY OF WORTHINGTON, MINNESOTA

606	STORM WATER MANAGEMENT FUND	2014	2015	'16 REVISED	2016	2017
	EXPENDITURES (40000)	ACTUAL	ACTUAL	BUDGET	PROJECTED	BUDGET
	STREET - COMMUNITY SERVICE (43100)					
43150	STORM DRAINAGE					
	PERSONNEL SERVICES					
1101	FULL-TIME EMPLOYEES-REGULAR	24,377	27,377	21,374	22,000	22,027
1102	EMPLOYEES-OVERTIME	102	0	1,014	500	1,053
1121	PERA CONTRIBUTIONS	2,115	2,587	1,679	1,689	1,731
1122	FICA CONTRIBUTIONS/MEDICARE	2,105	2,468	1,713	1,723	1,766
1131	HEALTH INSURANCE ADMIN/CLAIMS	5,664	6,954	6,780	7,032	5,386
1132	MBA INSURANCE	149	102	0	0	0
1133	LIFE INSURANCE	29	26	23	23	23
1134	LTD INSURANCE	193	190	131	135	135
1135	DEFERRED COMPENSATION	89	59	0	0	0
1151	WORKERS COMP-INS PREMIUMS	1,861	1,654	1,410	1,430	1,747
	TOTAL PERSONNEL SERVICES	36,684	41,417	34,124	34,532	33,868
	SUPPLIES					
2212	MOTOR FUELS	4,137	4,126	4,500	2,500	4,000
2219	MISC. OPERATING SUPPLIES	359	970	1,000	1,000	1,000
2221	EQUIPMENT PARTS	455	1,598	1,000	1,000	1,000
2223	BUILDING REPAIR SUPPLIES	4	0	100	100	100
2229	MISC. REPAIR AND MAINT SUPPLIES	6,736	5,441	6,000	6,000	6,000
	TOTAL SUPPLIES	11,691	12,135	12,600	10,600	12,100
	OTHER SERVICES AND CHARGES					
3301	AUDITING AND ACCOUNTING SERVICES	24,606	24,855	25,496	25,000	25,468
3307	MANAGEMENT FEES	10,396	12,689	16,940	16,000	16,940
3309	EDP, SOFTWARE & DESIGN	6,069	6,381	6,009	6,000	6,009
3319	MISC. PROFESSIONAL SERVICES	15,734	35,231	23,000	23,000	23,000
3349	MISC ADVERTISING (PROMOTION)	0	0	1,000	0	1,000
3352	GENERAL NOTICES & PUBLIC INFO	4,606	5,286	20,000	20,000	20,000
3361	GENERAL LIABILITY INSURANCE	275	243	300	300	300
3362	PROPERTY INSURANCE	20	17	30	30	30
3381	ELECTRIC UTILITIES	2,159	2,163	2,800	2,800	280
3403	IMPROVE OTHER THAN BUILD- REP/MAIN	2,700	0	4,000	3,000	4,000
3404	MACHINERY AND EQUIP - REP & MAINT	397	294	1,000	500	1,000
3419	MISC. RENTALS	0	0	4,000	0	1,000
3437	LICENSES & TAXES	4	4	100	4	100
	TOTAL OTHER SERVICES AND CHARGES	66,966	87,163	104,675	96,634	99,127
	SUBTOTAL STORM DRAINAGE	115,341	140,715	151,399	141,766	145,095
	CAPITAL OUTLAY (over \$5,000 ea.)					
5549	MACHINERY & EQUIP MISC.	0	0	0	0	55,000
	TOTAL CAPITAL OUTLAY	0	0	0	0	55,000
	TOTAL STORM DRAINAGE	115,341	140,715	151,399	141,766	200,095
43220	SANITATION - COMMUNITY SERVICE (43200)					
	STREET CLEANING					
	PERSONNEL SERVICES					
1101	FULL-TIME EMPLOYEES-REGULAR	18,603	27,594	34,927	21,000	29,924
1102	EMPLOYEES-OVERTIME	102	139	1,433	800	1,483
1103	PART-TIME/TEMPORARY EMPLOYEES	358	597	6,156	2,000	6,156
1121	PERA CONTRIBUTIONS	1,356	2,066	2,727	1,636	2,356
1122	FICA CONTRIBUTIONS/MEDICARE	1,274	2,000	3,252	1,821	2,874
1131	HEALTH INSURANCE ADMIN/CLAIMS	4,287	5,601	8,259	4,942	5,110
1132	MBA INSURANCE	0	22	0	0	0
1133	LIFE INSURANCE	13	25	35	21	29
1134	LTD INSURANCE	77	158	214	129	184
1135	DEFERRED COMPENSATION	0	9	0	0	0
1151	WORKERS COMP-INS PREMIUMS	3,839	3,383	2,846	1,594	3,036
	TOTAL PERSONNEL SERVICES	29,909	41,594	59,849	33,943	51,152

CITY OF WORTHINGTON, MINNESOTA

606	STORM WATER MANAGEMENT FUND EXPENDITURES (40000)	2014 ACTUAL	2015 ACTUAL	'16 REVISED BUDGET	2016 PROJECTED	2017 BUDGET
43220	STREET CLEANING					
	SUPPLIES					
2212	MOTOR FUELS	8,588	6,032	12,000	5,000	10,000
2221	EQUIPMENT PARTS	12,760	11,576	15,000	15,000	12,000
2229	MISC. REPAIR AND MAINT SUPPLIES	2,429	282	10,000	9,950	10,000
	TOTAL SUPPLIES	23,777	17,890	37,000	29,950	32,000
	OTHER SERVICES AND CHARGES					
3361	GENERAL LIABILITY INSURANCE	1,013	927	1,200	1,122	1,200
3362	PROPERTY INSURANCE	1,129	1,150	1,300	1,200	1,300
3363	AUTOMOTIVE INSURANCE	117	128	200	120	200
3381	ELECTRIC UTILITIES	162	206	400	250	400
3388	CLEANING & WASTE REMOVAL	14,901	18,979	20,000	10,000	3,000
3404	MACH & EQUIP - REPAIR & MAINT	15,485	2,730	4,000	4,000	4,000
3437	LICENSES AND TAXES	390	390	400	400	400
	TOTAL OTHER SERVICES AND CHARGES	33,197	24,510	27,500	17,092	10,500
	SUBTOTAL STREET CLEANING	86,883	83,994	124,349	80,985	93,652
	CAPITAL OUTLAY (over \$5,000 ea.)					
5549	MACHINERY & EQUIP MISC.	5,267	0	0	0	17,500
	TOTAL CAPITAL OUTLAY	5,267	0	0	0	17,500
	TOTAL STREET CLEANING	92,150	83,994	124,349	80,985	111,152
49643	ADMINISTRATION (49600) CUSTOMER ACCOUNTS (49640) ACCOUNTS-CUSTOMER SERVICE & INFORMATION					
	OTHER SERVICES AND CHARGES					
3439	MISCELLANEOUS	189	211	250	250	250
	TOTAL OTHER SERVICES AND CHARGES	189	211	250	250	250
	TOTAL ACCOUNTS-CUSTOMER SERVICE & INFO	189	211	250	250	250
	TOTAL EXPENDITURES BEFORE FIXED ASSETS	207,680	224,920	275,998	223,001	256,497
	FIXED ASSETS (49700)					
49771	UNANTICIPATED YARD/STREET PROBLEMS					
1XXX	PAYROLL EXPENDITURES	139	1,377	0	0	0
5536	IMPROVEMENT ENGINEERING	493	3,520	0	0	0
5538	IMPROVEMENT CONSTRUCTION	25,160	16,042	0	0	0
5539	IMPROVEMENT MISCELLANEOUS	0	0	25,000	19,450	20,000
	TOTAL UNANTICIPATED YARD/STREET PROBLEMS	25,792	20,939	25,000	19,450	20,000
49772	CENTENNIAL PARK LIFT STATION PUMP REPLAC					
1XXX	PAYROLL EXPENDITURES	111	0	0	0	0
5536	IMPROVEMENT ENGINEERING	11,423	6,195	0	0	0
5537	IMPROVEMENT ADMINISTRATION	396	0	0	0	0
	TOTAL CENTENNIAL PARK LIFT STATION PUMP RE	11,930	6,195	0	0	0
49773	2ND AVE-15TH TO OKABENA STORM SEWER RECON					
1XXX	PAYROLL EXPENDITURES	48	0	0	0	0
5536	IMPROVEMENT ENGINEERING	137	0	0	0	0
	TOTAL 2ND AVE-15TH TO OKABENA STORM SEWE	185	0	0	0	0
49774	2016 STORM SEWER IMPR					
5539	IMPROVEMENT MISCELLANEOUS	0	0	221,060	161,100	0
	TOTAL 2016 STORM SEWER IMPR	0	0	221,060	161,100	0

CITY OF WORTHINGTON, MINNESOTA

606	STORM WATER MANAGEMENT FUND EXPENDITURES (40000) FIXED ASSETS (49700)	2014 ACTUAL	2015 ACTUAL	'16 REVISED BUDGET	2016 PROJECTED	2017 BUDGET
49775	ACQUISITION OF RENTENTION AREA FOR CD 12 IMPROV					
5539	IMPROVEMENT MISCELLANEOUS	0	0	50,000	0	50,000
	TOTAL ACQUISITION OF RENTENTION AREA FOR (0	0	50,000	0	50,000
49776	STORM SEWER OUTLET RECON @ 620 JAMES BLVD					
5536	IMPROVEMENT ENGINEERING	3,396	0	0	0	0
	TOTAL STORM SEWER OUTLET RECON @ 620 JAM	3,396	0	0	0	0
49777	CHURCH AVE COMBINED					
1XXX	PAYROLL EXPENDITURES	0	906	0	0	0
5538	IMPROVEMENT CONSTRUCTION	0	48,239	0	0	0
5539	IMPROVEMENT MISCELLANEOUS	0	0	0	1	0
	TOTAL CHURCH AVE COMBINED	0	49,145	0	1	0
49778	TH 59 N COMMAND/IND PARK STORM WTR IMPROV					
5539	IMPROVEMENT MISCELLANEOUS	0	0	0	0	0
	TOTAL TH 59 N COMMAND/IND PARK STORM WTR	0	0	0	0	0
49779	HAGGE-DIAGONAL TO TOWER CB REPLAC					
1XXX	PAYROLL EXPENDITURES	0	40	0	0	0
5536	IMPROVEMENT ENGINEERING	0	114	0	0	0
5539	IMPROVEMENT MISCELLANEOUS	0	0	18,050	13,400	0
	TOTAL HAGGE-DIAGONAL TO TOWER CB REPLAC	0	154	18,050	13,400	0
49781	REINSTALL CATCH BASINS & LEAD ON DARLING DR					
1XXX	PAYROLL EXPENDITURES	0	156	0	0	0
5536	IMPROVEMENT ENGINEERING	0	420	0	0	0
5539	IMPROVEMENT MISCELLANEOUS	0	0	31,900	31,900	0
	TOTAL REINSTALL CATCH BASINS & LEAD ON DAF	0	576	31,900	31,900	0
49782	9TH AVE-CLEMENT TO 200' W PVMT RESTORE					
1XXX	PAYROLL EXPENDITURES	1,018	20	0	0	0
5536	IMPROVEMENT ENGINEERING	3,172	52	0	0	0
5538	IMPROVEMENT CONSTRUCTION	53,723	59	0	0	0
	TOTAL 9TH AVE-CLEMENT TO 200' W PVMT RESTC	57,913	131	0	0	0
49783	ST SWR OUTLET @ 620 JAMES BLVD PVMT REPLAC					
5539	IMPROVEMENT MISCELLANEOUS	0	0	0	0	48,460
	TOTAL ST SWR OUTLET @ 620 JAMES BLVD PVMT	0	0	0	0	48,460
49784	10TH AVE-TOWER TO PARK STORM SEWER RECON					
5539	IMPROVEMENT MISCELLANEOUS	0	0	151,760	106	156,620
	TOTAL 10TH AVE-TOWER TO PARK STORM SEWER	0	0	151,760	106	156,620
49785	MCMILLAN-OXFORD ST NORTH CATCH BASIN REPLC					
5539	IMPROVEMENT MISCELLANEOUS	0	0	0	0	80,500
	TOTAL MCMILLAN-OXFORD ST NORTH CATCH BAS	0	0	0	0	80,500
49786	6TH AVE-9TH TO LAKE STORM SEWER SPOT REPAIR					
5539	IMPROVEMENT MISCELLANEOUS	0	0	0	0	15,060
	TOTAL 6TH AVE-9TH TO LAKE STORM SEWER SPC	0	0	0	0	15,060

CITY OF WORTHINGTON, MINNESOTA

606	STORM WATER MANAGEMENT FUND EXPENDITURES (40000) FIXED ASSETS (49700)	2014 ACTUAL	2015 ACTUAL	'16 REVISED BUDGET	2016 PROJECTED	2017 BUDGET
49788	CLOMR PREPARATION					
5536	IMPROVEMENT ENGINEERING	14,975	0	16,900	17,061	0
5537	IMPROVEMENT ADMINISTRATION	0	6,750	0	0	0
	TOTAL CLOMR PREPARATION	14,975	6,750	16,900	17,061	0
49789	TOWER ST-10TH TO 11TH PVMT RESTORATION					
1XXX	PAYROLL EXPENDITURES	0	27	0	0	0
5536	IMPROVEMENT ENGINEERING	0	76	0	780	0
5538	IMPROVEMENT CONSTRUCTION	0	0	6,470	5,690	0
	TOTAL TOWER ST-10TH TO 11TH PVMT RESTORA	0	103	6,470	6,470	0
49791	4TH AVE-LAKE ST TO 9TH ST STORM SEWER REPLACEMENT					
1XXX	PAYROLL EXPENDITURES	44	0	0	0	0
5536	IMPROVEMENT ENGINEERING	162	0	0	0	0
	TOTAL 4TH AVE-LAKE ST TO 9TH ST STORM SEWE	206	0	0	0	0
49792	TOWER ST-11TH ST S STORM SEWER REPLACEMENT					
1XXX	PAYROLL EXPENDITURES	120	0	0	0	0
5536	IMPROVEMENT ENGINEERING	37	0	0	0	0
5537	IMPROVEMENT ADMINISTRATION	396	0	0	0	0
5538	IMPROVEMENT CONSTRUCTION	7,794	0	0	0	0
	TOTAL TOWER ST-11TH ST S STORM SEWER REP	8,347	0	0	0	0
49794	4TH AVE @ LAKE ST CB REPAIRS PVMT RESTOR					
1XXX	PAYROLL EXPENDITURES	0	435	0	0	0
5536	IMPROVEMENT ENGINEERING	0	1,283	0	4,000	0
5538	IMPROVEMENT CONSTRUCTION	0	0	82,900	42,000	40,660
	TOTAL 4TH AVE @ LAKE ST CB REPAIRS PVMT RE	0	1,718	82,900	46,000	40,660
49795	CD 12 FLOOD MITIGATION PHASE 1					
5539	IMPROVEMENT ENGINEERING	0	0	3,207,000	523,460	3,319,212
	TOTAL CD 12 FLOOD MITIGATION PHASE 1	0	0	3,207,000	523,460	3,319,212
49796	2ND AVE-15TH TO OKABENA PAVEMENT REPLAC					
1XXX	PAYROLL EXPENDITURES	1,482	70	0	0	0
5536	IMPROVEMENT ENGINEERING	4,670	410	0	0	0
5537	IMPROVEMENT ADMINISTRATION	58	0	0	0	0
5538	IMPROVEMENT CONSTRUCTION	58,669	64	0	0	0
	TOTAL 2ND AVE-15TH TO OKABENA PVMT REPLAC	64,879	544	0	0	0
49797	BLOCK 18 MH REPLACEMENT					
5539	IMPROVEMENT ENGINEERING	0	0	20,000	0	0
	TOTAL BLOCK 18 MH REPLACEMENT	0	0	20,000	0	0
	TOTAL FIXED ASSETS	187,623	86,255	3,831,040	818,948	3,730,512
	TOTAL EXPENDITURES BEFORE INCREASE IN RETAINED EARNINGS	395,303	311,175	4,107,038	1,041,949	3,987,009

CITY OF WORTHINGTON, MINNESOTA

606	STORM WATER MANAGEMENT FUND EXPENDITURES (40000)	2014 ACTUAL	2015 ACTUAL	'16 REVISED BUDGET	2016 PROJECTED	2017 BUDGET
	INCREASE IN RETAINED EARNINGS (26000)					
	INCREASE IN RESERVED BALANCES (26300)					
26307- 0000	EQUIPMENT REVOLVING	14,963	10,863	21,127	21,127	46,125
26322- 0000	CAPITAL PROJECTS	0		22,712	205,624	204,782
	INCREASE IN UNRESERVED UNDESIGNATED RETAINED EARNINGS (26400)					
26499- 0000	UNRESERVED UNDESIGNATED RETAINED EC	157,248	270,846	0	0	0
	TOTAL INCREASE IN RETAINED EARNINGS	172,211	281,709	43,839	226,751	250,907
	TOTAL STORM WATER MANAGEMENT FUND CASH USES	567,514	592,884	4,150,877	1,268,700	4,237,916

ADDITIONAL INFORMATION:

606- 43150- 1101	The Regular Employee Hours are as follows:
	124 hrs Street Supervisor
	804 hrs Public Works Operators
	104 hrs WWTP Operators
1102	25 Hours - various operator hours.
2212	Gas, oil, grease, pumping during high water conditions, etc. Fuel for vac-all cleaning catch basins.
2219	Miscellaneous items such as batteries, flashers, smoke bombs, spray weeds at storm ponds, etc.
2221	Repairs to storm sewer lift stations, repairs to vac-all 33%.
2223	Lift station doors, locks, bulbs, electrical, etc.
2229	Castings, cement, block, tile, miscellaneous sand, lumber, concrete, blacktop repair of catch basins, etc.
3301	Fund 702 - \$2,386 and Utilities - \$22,434 (4% of revenues rounded)
3307	Allocation of Superintendent of Public Works \$5,527 and Engineering \$11,413
3319	Contractor Cleaning, Televising, professional services NPDES Storm Water Permit, Whiskey Ditch SWIF
3349	Publication in Worthington Daily Globe "Do not put grass clippings" ad - May through September \$190 x 5=\$950
3352	Costs for public education and outreach activities
3381	Electric utility for operation, Tower Street lift-dependent on rainfall
3403	Outside labor used in maintenance of catch basins or tile replacement
3404	Labor to repair lift station pump/vac all
3419	Rental of equipment such as backhoe, end loader, hydra hammer, etc.
3437	Miscellaneous permits
43220- 1101	The Regular Employee hours are as follows:
	36 hrs Street Supervisor
	1,272 hrs Public Works Operator
1102	40 Hours x 1.5
1103	400 Hours - two temporary employees
2212	Fuel for sweeper, flusher, truck
2221	Main brooms, gutter brooms, bearings, strip brush, runners, parts for sweeper and flusher trucks
2229	New motor & pump for #423 flusher truck
3381	Electric utility for operation of Liberty Drive water fill stand
3388	Street sweeping disposal-haul to Nobles County Landfill (1,000 yards)
3404	Outside labor on flusher and sweeper
3437	Permits, etc.
5549	Pad for catch basin material dewatering
21841- 0000	Lease to purchase regenerative air sweeper-Sixth payment of six beginning June 2008.
26322- 0000	Reserve for Centennial Park Lift Station \$140,000

CITY OF WORTHINGTON, MINNESOTA

EQUIPMENT REVOLVING SCHEDULE
FOR THE YEARS 2017-2021
(AMOUNTS IN DOLLARS)

Equip. No.	Equipment Description	Years of Useful Life	Replace in (Year)	Reserve Goal	12/31/2016 Reserve Balance	Add to Reserve for 2017	With- draw for 2017	Carry- over from 2016	12/31/2017 Reserve Balance	DECEMBER 31 RESERVE BALANCES				
										2018	2019	2020	2021	
STORM WATER MANAGEMENT FUND - 606														
STORM DRAINAGE:														
329	VACTOR	15	2017	55,000	35,000	20,000	55,000		0	6,333	12,666	18,999	25,332	
	@4" REARING POND PUMP	14	2029	3,700	264	264			528	792	1,056	1,320	1,584	
TOTAL STORM DRAINAGE					35,264	20,264	55,000	0	528	7,125	13,722	20,319	26,916	
STREET CLEANING:														
*408	08 TYMCO SWEEPER	20	2028	240,000	20,017	19,998			40,015	60,013	80,011	100,009	120,007	
413	02 PELICAN SWEEPER	17	2019	105,000	90,200	4,933			95,133	100,066	105,000	6,176	12,352	
423	95 INTL 2 TON	30	2020	38,000	35,877	530			36,407	36,937	37,467	38,000	1,267	
423A	85 ROSCOE FLUSH TANK	30	2044	12,000	800	400			1,200	1,600	2,000	2,400	2,800	
TOTAL STREET CLEANING					146,894	25,861	0	0	172,755	198,616	224,478	146,585	136,426	
TOTAL STORM WATER MANAGEMENT FUND - 606					182,158	46,125	55,000	0	173,283	205,741	238,200	166,904	163,342	

@Used to fill Water truck for sweeping, storm sewer & sanitary maintenance-fill rearing ponds on a limited basis. Will not replace until not serviceable.

*Will begin building reserve after 5 year lease to purchase is completed in 2013

CITY OF WORTHINGTON

BUDGET CHANGES (UPDATE)

(Note: 2016 Levy \$3,441,568)

	<u>FUND/ PAGE #</u>	<u>ACCOUNT NUMBER(S)</u>	<u>DOLLAR AMOUNT</u>	<u>Percent Incr (Decr)</u>
2017 Precertified Levy (Sept 12)			3,693,604	7.32%
Health Insurance				
- 6% reduced to 3%			(15,907)	-0.46%
- Performance review changes				
- New Hire changes				
General Fund:				
- Increase in CAL janitorial	101-29	101-45122-3408	6,500	0.19%
Memorial Auditorium:				
- Increase in rents	202-1	202-34750-0000 & 202-38009-0000	(4,000)	-0.12%
- Decrease in expenses	202-2	202-45181-3308	(13,000)	-0.38%
- Increase in gas utilities	202-2	202-45181-3383	6,000	0.17%
Fire Truck:				
- Additional ERS Funding (Pumper Truck #709)	ERS-6	101-42210-5549	2,500	0.07%
REVISED 2017 LEVY			<u>3,675,697</u>	<u>6.80%</u>

CITY OF WORTHINGTON, MINNESOTA

101

COMMUNITY CENTER/GRANTS FUND
CULTURE - RECREATION (45000)
RECREATION (45100)

		2014 ACTUAL	2015 ACTUAL	'16 REVISED BUDGET	2016 PROJECTED	2017 BUDGET
45122	CENTER FOR ACTIVE LIVING					
	PERSONNEL SERVICES					
1101	FULL-TIME EMPLOYEES-REGULAR	2,849	2,303	0	0	0
1121	PERA CONTRIBUTION	207	173	0	0	0
1122	FICA CONTRIBUTIONS/MEDICARE	214	175	0	0	0
1131	HEALTH INSURANCE ADMIN/CLAIMS	775	558	0	0	0
1133	LIFE INSURANCE	4	3	0	0	0
1134	LTD INSURANCE	16	14	0	0	0
1151	INSURANCE PREMIUMS-WORKER'S COMF	152	119	0	0	0
	TOTAL PERSONNEL SERVICES	4,217	3,345	0	0	0
	SUPPLIES					
2209	OFFICE SUPPLIES	1,541	4,324	1,500	2,000	2,000
2211	CLEANING SUPPLIES	459	842	800	700	700
2219	MISC OPERATING SUPPLIES	2,428	7,548	1,500	3,800	4,000
2249	MISC EQUIP, FURN/FIXTURES	8,637	2,832	1,000	500	500
2255	CONCESSIONS	285	0	0	0	0
	TOTAL SUPPLIES	13,350	15,546	4,800	7,000	7,200
	OTHER SERVICES AND CHARGES					
3319	MISC PROFESSIONAL SERVICES	51,486	63,098	61,500	60,000	50,000
3321	TELEPHONE	2,730	3,318	3,750	3,250	3,400
3322	POSTAGE	0	351	200	800	800
3331	TRAVEL, CONFERENCES, SCHOOLS	295	1,430	500	1,000	500
3349	MISC. ADVERTISING	3,300	1,555	1,000	1,500	1,500
3361	GENERAL LIABILITY INS	926	830	950	955	1,000
3362	PROPERTY INSURANCE	1,253	1,243	1,350	1,160	1,200
3381	ELECTRIC UTILITIES	6,473	7,769	7,300	8,000	8,000
3382	WATER UTILITIES	442	460	475	475	475
3383	GAS UTILITIES	5,783	3,841	7,100	3,500	4,000
3385	SEWER UTILITIES	242	268	275	300	300
3387	STORM WATER UTILITIES	286	286	300	300	300
3388	CLEANING AND WASTE REMOVAL	585	598	0	600	600
3389	MISC UTILITIES	157	164	175	180	180
3401	BUILDINGS-REPAIR AND MAINT	1,305	741	500	1,000	1,000
3407	SNOW REMOVAL	565	547	800	500	600
3408	CUSTODIAL	1,171	462	2,000	1,000	7,500
3409	MISC REPAIRS & MAINTENANCE	2,671	1,555	2,000	1,000	1,500
3433	DUES AND SUBSCRIPTIONS	176	232	200	200	200
3437	LICENSE AND TAXES	347	668	175	500	500
3439	MISCELLANEOUS	1,077	740	1,000	1,000	1,000
	TOTAL OTHER SERVICES AND CHARGES	81,270	90,156	91,550	87,220	84,555
	SUBTOTAL CENTER FOR ACTIVE LIVING	98,837	109,047	96,350	94,220	91,755
	CAPITAL OUTLAY (over \$5,000 ea.)					
5528	BLDG & STRUCTURE CONSTRUCTION	0	6,197	0	0	0
	TOTAL CAPITAL OUTLAY	0	6,197	0	0	0
	TOTAL CENTER FOR ACTIVE LIVING	98,837	115,244	96,350	94,220	91,755

ADDITIONAL INFORMATION:

45122- 3319 YMCA contract & programs-\$42,000, instructors \$5,000, alarms, elevators, etc. \$3,000
 3321 Increase in number of internet users
 3408 Annual carpet & floor cleaning-\$1,000 & janitorial services-\$6,500

202	MEMORIAL AUDITORIUM FUND	2014	2015	'16 REVISED	2016	2017
	REVENUE (30000)	ACTUAL	ACTUAL	BUDGET	PROJECTED	BUDGET
	TAXES (31000)					
	GENERAL PROPERTY TAXES (31100)					
31110- 0000	CURRENT AD VALOREM TAXES	75,739	46,484	88,073	88,073	113,479
31130- 0000	MOBILE HOME TAX	62	46	0	0	0
31160- 0000	CURRENT AD VALOREM-ADDS/(ABATES)	71	210	0	0	0
	TOTAL TAXES	75,872	46,740	88,073	88,073	113,479
	INTERGOVERNMENTAL REVENUES (33000)					
	STATE GRANTS (33400)					
33413- 0000	AGRICULTURAL MARKET VALUE CREDIT	7	6	0	0	0
	TOTAL INTERGOVERNMENTAL REVENUES	7	6	0	0	0
	CHARGES FOR SERVICES (34000)					
	CULTURE - RECREATION (34700)					
34750- 0000	AUDITORIUM USE FEES	42,525	32,996	52,000	35,000	41,000
34751- 0000	TICKET SALES	0	0	0	500	500
	TOTAL CHARGES FOR SERVICES	42,525	32,996	52,000	35,500	41,500
	PROPRIETARY OPERATING REVENUES (37000)					
	NON-OPERATING REVENUES (38000)					
38001- 0000	INTEREST EARNINGS	751	495	500	150	150
38009- 0000	OTHER NON-OPERATING	4,701	12,649	9,000	2,000	0
	TOTAL NON-OPERATING REVENUES	5,452	13,144	9,500	2,150	150
	TOTAL REVENUES EXCLUDING TAXES	47,984	46,146	61,500	37,650	41,650
	TOTAL REVENUES BEFORE OTHER FINANCING SOURCES	123,856	92,886	149,573	125,723	155,129
	OTHER FINANCING SOURCES (39000)					
39209- 0000	OTHER TRANSFERS - OPERATING	0	0	17,000	17,000	0
	TOTAL REVENUES BEFORE INTERFUND RECEIVABLES AND USE OF FUND EQUITY	123,856	92,886	166,573	142,723	155,129
	INTERFUND PAYABLE (20000)					
	DUE TO GENERAL FUND					
21419- 0000	DUE TO GENERAL FUND	0	0	42,300	42,300	0
	TOTAL INTERFUND PAYABLE	0	0	42,300	42,300	0
	USE OF FUND EQUITY (26000)					
	USE OF RESERVED/DESIGNATED BALANCES (26500)/(26600)					
26522- 0000	CAPITAL PROJECTS	3,473	0	0	0	0
	USE OF UNRESERVED UNDESIGNATED BALANCE					
26699- 0000	UNRESERVED UNDESIGNATED FUND BAL	0	80,265	21,836	34,456	0
	TOTAL USE OF FUND EQUITY	3,473	80,265	21,836	34,456	0
	TOTAL MEMORIAL AUDITORIUM FUND CASH SOURCES	127,329	173,151	230,709	219,479	155,129

ADDITIONAL INFORMATION:

202- 34750- 0000 Auditorium use fees ISD 518-\$30,000; Friends of Memorial Auditorium; others (Dance, Symphony)-\$11,000
39209- 0000 Transfer from WRH Impact Funds (211)

MEMORIAL AUDITORIUM FUND
CULTURE - RECREATION (45000)
RECREATION (45100)

45181

MEMORIAL AUDITORIUM

PERSONNEL SERVICES

	2014 ACTUAL	2015 ACTUAL	'16 REVISED BUDGET	2016 PROJECTED	2017 BUDGET
1101 FULL-TIME EMPLOYEES-REGULAR	0	767	0	0	0
1103 PART-TIME/TEMPORARY EMPLOYEES	32,943	30,236	27,743	27,743	40,633
1108 VACATION EXPENSE	1,536	720	0	0	0
1121 PERA CONTRIBUTIONS	2,347	2,300	2,081	2,081	3,047
1122 FICA CONTRIBUTIONS	2,520	2,290	2,122	2,122	3,108
1131 HEALTH INSURANCE ADMIN/CLAIMS	0	6,700	5,832	5,832	5,355
1133 LIFE INSURANCE	0	1	0	0	0
1134 LTD INSURANCE	0	4	0	0	0
1151 WORKER'S COMP INS PREMIUMS	324	215	153	153	248

TOTAL PERSONNEL SERVICES

39,670	43,233	37,931	37,931	52,391
--------	--------	--------	--------	--------

SUPPLIES

2209 MISC OFFICE SUPPLIES	1,239	1,180	900	1,000	1,000
2211 CLEANING SUPPLIES	791	479	1,200	1,200	1,200
2221 EQUIPMENT PARTS	793	850	3,000	3,000	3,000
2229 MISC REPAIR AND MAINT SUPPLIES	3,529	0	2,000	2,000	2,000
2242 EQUIPMENT - MINOR (under \$5,000 ea.)	500	2,990	500	500	500

TOTAL SUPPLIES

6,852	5,499	7,600	7,700	7,700
-------	-------	-------	-------	-------

OTHER SERVICES AND CHARGES

3301 AUDITING AND ACCOUNTING SERVICES	544	571	571	571	372
3308 PROGRAM FEES	9,924	16,070	13,000	13,000	0
3309 EDP, SOFTWARE & DESIGN	2,931	3,080	5,347	5,347	4,505
3319 MISC PROFESSIONAL SERVICES	8,780	17,694	22,000	22,000	22,000
3321 TELEPHONE	2,406	2,756	2,400	2,800	2,800
3322 POSTAGE	114	15	150	150	150
3331 TRAVEL, CONFERENCES, SCHOOLS	1,127	974	1,000	1,000	1,000
3349 MISC ADVERTISING	83	202	300	300	300
3361 GENERAL LIABILITY INSURANCE	3,454	2,768	3,000	3,375	3,500
3362 PROPERTY INSURANCE	5,022	4,823	4,900	4,475	4,600
3381 ELECTRIC UTILITIES	8,319	8,666	11,000	8,600	9,200
3382 WATER UTILITIES	705	702	850	850	850
3383 GAS UTILITIES	12,726	17,378	18,000	7,000	13,000
3384 REFUSE DISPOSAL	1,184	1,385	1,600	1,800	1,800
3385 SEWER UTILITIES	260	272	375	375	375
3387 STORM WATER UTILITIES	1,139	1,139	1,200	1,167	1,200
3389 MISC UTILITIES	157	264	175	175	185
3401 BUILDINGS - REPAIR & MAINT	1,380	23,449	5,000	5,000	5,000
3404 MACH & EQUIP - REPAIR & MAINT	1,164	6,480	2,750	2,500	3,000
3407 SNOW REMOVAL	4,491	5,331	4,500	4,000	4,500
3408 CUSTODIAL	4,719	5,808	5,500	7,500	7,500
3433 DUES AND SUBSCRIPTIONS	348	258	400	500	500
3437 LICENSES & TAXES	24	24	24	24	24
3444 INTEREST EXPENSE	0	0	0	203	344

TOTAL OTHER SERVICES AND CHARGES

71,001	120,109	104,042	92,712	86,705
--------	---------	---------	--------	--------

SUBTOTAL MEMORIAL AUDITORIUM

117,523	168,841	149,573	138,343	146,796
---------	---------	---------	---------	---------

CAPITAL OUTLAY

5528 BLDGS/STRUCTURES-CONSTRUCTION	1,060	4,310	35,000	35,000	0
5549 MACHINERY & EQUIP MISC.	0	0	42,000	42,000	0

TOTAL CAPITAL OUTLAY

1,060	4,310	77,000	77,000	0
-------	-------	--------	--------	---

TOTAL EXPENDITURES BEFORE INTERFUND LIABILITIES
AND INCREASE IN FUND EQUITY

118,583	173,151	226,573	215,343	146,796
---------	---------	---------	---------	---------

CITY OF WORTHINGTON, MINNESOTA

EQUIPMENT REVOLVING SCHEDULE
FOR THE YEARS 2017-2021
(AMOUNTS IN DOLLARS)

Equip. No.	Equipment Description	Years of Useful Life	Replace in (Year)	Reserve Goal	12/31/2016 Reserve Balance	Add to Reserve for 2017	With- draw for 2017	Carry- over from 2016	12/31/2017	DECEMBER 31 RESERVE BALANCES				
									Balance	2018	2019	2020	2021	
FIRE - 42210														
701	88 PUMPER TRUCK #2	30	2022	225,000	162,639	10,394			173,033	183,427	193,821	204,215	214,609	
701	MAJOR TRUCK EQUIP.	30	2022	40,000	37,372	1,335			38,707	40,000	1,333	2,666	3,999	
702	BUILDING IMPROVEMENTS	40	2044	80,000	26,000	2,000			28,000	30,000	32,000	34,000	36,000	
703	04 KENWORTH (1250gpm) #3	25	2028	250,000	98,486	12,626			111,112	123,738	136,364	148,990	161,616	
703	MAJOR TRUCK EQUIP.	24	2027	60,000	31,359	2,604			33,963	36,567	39,171	41,775	44,379	
705	100' LADDER TRUCK	31	2039	400,000	186,233	9,294			195,527	204,821	214,115	223,409	232,703	
705	MAJOR TRUCK EQUIP.	31	2039	50,000	33,009	739			33,748	34,487	35,226	35,965	36,704	
707*	RESCUE - 98	25	2023	225,000	129,021	13,711			142,732	156,443	170,154	183,865	197,576	
707	MAJOR TRUCK EQUIPMENT	25	2023	30,000	3,750	3,750			7,500	11,250	15,000	18,750	22,500	
708	94 FRGTLNR (1250 gpm) #1	30	2023	225,000	139,121	12,269			151,390	163,659	175,928	188,197	200,466	
708	MAJOR TRUCK EQUIP.	30	2023	50,000	39,992	1,680			41,672	43,352	45,032	46,712	48,392	
709	78 INTERNATIONAL #5	30	2017	187,500	0	12,500	187,500	175,000	0	12,334	18,501	24,668	30,835	
709	MAJOR TRUCK EQUIP. #5	30	2017	40,000	0	0	40,000	40,000	0	2,666	3,999	5,332	6,665	
710	MAJOR TRUCK INSPECT/REP	3	2018	15,000	5,000	5,000			10,000	15,000	5,000	10,000	15,000	
QCK RESP TRK-DODGE RAM #														
QCK RESP TRK PUMP & TANK														

CITY OF WORTHINGTON, MINNESOTA

RESOLUTION APPROVING 2016 TAX LEVIES COLLECTIBLE IN 2017

Be it resolved, by the City Council of the City of Worthington, County of Nobles, State of Minnesota, that the following sums of money are to be levied for the current year, collectible in 2017 upon the taxable property in said City of Worthington, Minnesota for the following purposes:

LIMITED GENERAL PURPOSE TAX:	2016/2017 LEVY	SPECIAL TAX LEVIES:	2016/2017 LEVY
General Fund	1,235,902	G.O. Debt Service Funds including Improvement Bonds (MS 275.50 Subd. 5e and MS 429.091)	
Memorial Auditorium Fund	113,479		
Recreation Fund	916,369	PIR Series 2009C \$2,710,000	175,267
Economic Development Authority Fund	112,770	PIR Series 2010A \$1,915,000	188,612
Improvement Construction Fund	648,489	PIR Series 2012A \$2,570,000	223,417
Aquatic Center Facility Fund	10,000	PIR Series 2016A \$2,345,000	32,392
TOTAL GENERAL PURPOSE TAX	<u>3,037,009</u>	SUBTOTAL DEBT SERVICE FUNDS	619,688
		Economic Development Tax Abatement	19,000
		TOTAL SPECIAL TAX LEVIES	<u>638,688</u>
RECAP OF TAX LEVY TOTALS:			
General Purpose Levy			3,037,009
Special Tax Levies			638,688
TOTAL NET LEVY			<u>3,675,697</u>

The City Clerk is hereby directed to transmit
a certified copy of this resolution to the
County Auditor of Nobles County, Minnesota.

ATTEST:

Mayor: _____

City Clerk: _____

Passed by the City Council of the City of
Worthington this _____ day of
_____, 2016.