

CITY OF TONKA BAY ITEM NO. 4A

MINUTES TONKA BAY CITY COUNCIL 2011 BUDGET WORKSESSION November 9, 2010

1. CALL TO ORDER

Mayor LaBelle called the meeting of the Tonka Bay City Council to order at 6:00 p.m.

2. ROLL CALL

Members present: Mayor LaBelle, Councilmembers Marceau, De La Vega, Folley and Tessness. Staff present: City Administrator Kohlmann, City Attorney Penberthy and Public Works Superintendent Kluver

3. 2011 BUDGET

A. Municipal Dock Expansion - Kohlmann stated Doug Babcock, LMCD Representative, is present today to answer any dock expansion questions the Council might have. Babcock discussed dock expansions throughout the Lake Minnetonka area. He also suggested ways to improve the dock rental process. In response to a question from LaBelle, Babcock explained the shoreline measurement process. Councilmembers discussed the dock rental policy with Babcock. LaBelle noted he has been asked to make the presentation at the LMCD meeting but would like to review it with Babcock before the meeting date. Kohlmann noted the application needs to be submitted this week to meet the December meeting deadline. Councilmembers discussed amending the municipal dock policy. LaBelle stated he is in favor of keeping the policy the way it currently exists. De La Vega suggested any new rules apply to only the new docks. Councilmembers discussed placing a time limit on the dock spaces. LaBelle suggested the City determine a policy for the new dock slips at the December 14 meeting after we have a decision from the LMCD. **Tessness moved to direct staff to submit the municipal dock expansion application to the LMCD. Marceau seconded the motion. Ayes 5. Motion carried.**

B. Sewer and Water - Kohlmann stated there are three options for the water operating funds. Kluver reviewed the three options. The first option reflected no increase in sewer and water rates with transfers in from water/sewer reserve funds. The second option would be a 3% rate increase with transfer is from water/sewer reserve funds. The third option would also be a 3% rate increase but would account for all projects proposed. He discussed the water loss over the last year of about 6-7%. Councilmembers discussed water loss and the need for rate increases. Councilmembers and staff discussed the need to replace the master control panel in the water plant. **De La Vega moved to select Water Operating Option 3 which reflects a 3% rate increase. Marceau seconded the motion. Ayes 5. Motion carried.**

4. **CONTINUATION**

Marceau moved to continue the worksession meeting to the regular meeting to follow. De La Vega seconded the motion. Ayes 5. Motion carried. The meeting was continued at 7:05 p.m.

LaBelle reconvened the Budget Worksession at 7:25 p.m.

3. **2011 Budget**

B. Sewer and Water (Continued) Kohlmann stated the sewer operating proposal reflects a 3% increase in order to keep pace with the Met Council rates. Kluver discussed the need to replace a control panel for Lift No. 2. He also discussed an increase flow of nine million gallons as well as a rate increase from Met Council. **Marceau moved to approve the 3% increase in the sewer operating proposal reflecting a 3% increase. Folley seconded the motion. Ayes 5. Motion carried.**

C. Storm Water Drainage Fund – Kluver reviewed the proposed 2011 storm water operating fund expenses and revenue. He recommended a consultant be hired to help with the storm water permit. He noted there are a number of strict requirements that will make the permit application process much more difficult in 2012. Folley asked if this is a cost that could be shared with other cities. Kluver stated all the other cities already have consultants. **De La Vega moved to accept the storm water drainage fund as submitted. Folley seconded the motion. Ayes 5. Motion carried.**

D. Park Fund – Kohlmann noted this fund has a balance of \$409.84, and the fund does not have a consistent funding source. There are projects identified in the CIP for 2011. De La Vega stated the sport court is in Manitou Park and is definitely in need of replacement. Councilmembers discussed park needs and funding opportunities. LaBelle suggested the Parks and Trails Committee schedule a meeting to prioritize needs and discuss funding opportunities.

5. **ADJOURNMENT**

Marceau moved to adjourn the meeting at 8:10 p.m. De La Vega seconded the motion. Ayes 5. Motion carried.

Attest:

City Clerk