

SPECIAL COUNCIL MEETING
MARCH 5, 2020
8:00 AM

The March 5, 2020 special council meeting was called to order by Mayor Lowell Helget at 8:00 AM. Those present include Helget, John Mueller, Sam Hesse, Theresa Beckman, Mike Rothmeier, City Attorney Paul Muske, City Manager Joe Stremcha and City Clerk Amy Vogel. Also present was Wendy Krier.

Motion by Rothmeier, second by Beckman to approve the agenda. All ayes.

Muske explained that property owners have agreed to negotiation on land acquisitions for the Central St project. David Holles' property was appraised at \$200, which is acceptable by Holles. Lindbom's accepted \$10,500 for their property but it is subject to a mortgage with Wells Fargo. Since Wells Fargo has made several requirements, they are looking to refinance with Wells Fargo. The city has offered to pay for the refinancing costs. Motion by Rothmeier, second by Mueller to accept the land acquisition agreements as presented. All ayes.

Stremcha explained some Mayo lease termination issues that have come to light. When Mayo cleans all the IT, all IP addresses will be lost and the costs to restore all would be over \$80,000. Also, Mayo planned on taking the Lucas device, crash cart because they thought they were paying for this. Another issue was the C311 analyzer that was recently upgraded. Mayo wants to take this with since there is another piece of equipment that is capable of completing the same job.

It was stressed that Mayo isn't "giving" Springfield money – they are returning assets and capital that belongs to Springfield.

Another meeting will be needed to finalize the lease termination with Mayo. Motion by Mueller, second by Hesse to set a special meeting for Monday, March 9, 2020 at 8 AM. All ayes.

Terms of the new lease with Allina were discussed. Allina proposes to pay 60% of the utility bill and up to \$5,000 a month for operating costs. It is expected that with all costs put together the split would be about 50/50. Cost sharing would be reviewed again in 2025. If parties aren't pleased with the review, they would use arbitration to come to an agreement. Insurance requirements were discussed as well as valuing the existing equipment and assignment of value. Lease termination was agreed to 180 days or a fee would be required.

Motion by Beckman, second by Mueller to adjourn at 8:42 AM. All ayes.

Lowell Helget, Mayor

Amy A. Vogel, City Clerk