

JUNE 12, 2007

PUBLIC HEARING: Called to order by Council President Krueger at 6:30 p.m., in the Council Chambers, City Hall Plaza regarding the Comprehensive Plan for the Joint Planning Area of the Cooperative Boundary Plan – City of Marshfield and Town of McMillan.

FOR: No One

AGAINST: No One

The public hearing closed at 6:33 p.m.

Regular meeting of the Common Council was called to order by Mayor Meyers at 7:00 p.m., in the Council Chambers, City Hall Plaza.

PRESENT: Alanna Feddick, Tim Kraus, Ed Wagner, Josh Hansen, Donald Krueger, John Spiros, Tom Buttke and Pete Hendler.

ABSENT: Michael Feirer and Trish Siegler

The flag was saluted and the pledge given.

Invocation was given by Pastor Larry Sheahan, Faith Fellowship.

RECOMMENDATIONS FROM MAYOR

Word to the Wise: It is a good idea to be ambitious, to have goals, to want to be good at what you do. But it is a terrible mistake to let drive and ambition get in the way of treating people with kindness and decency. The point is not that they will then be nice to you. It is that you will feel better about yourself. Author: Robert Solow

Employee Milestone Recognition:

Cheryl Uthmeier, Building Services	June 15, 1987	20 years of service
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Mayor Meyers announced that if anyone is interested in providing an invocation prior to any Common Council meetings in the future, they are to contact Pastor Armando Camacho. The Administrator's office has contact information for Pastor Camacho.

CC07-166 Motion by Krueger, second by Spiros to approve the minutes of the Common Council meeting of May 22, 2007. All Ayes

Motion carried

Item K-1, Ordinance No. 1105, was added to the agenda.

CC07-167 Motion by Feddick, second by Buttke to grant the variance request from the Marshfield Clinic for a variance of noise levels as permitted by Chapter 10-33(7) for Summer Movie Nights on Friday, June 15, 2007 and July 20, 2007 (parking Lot D between Oak Avenue and Walnut Avenue).

All Ayes

Motion carried

CC07-168 Motion by Feddick, second by Wagner to grant the variance request from the American Cancer Society Relay for Life for a variance of noise levels as permitted by Chapter 10-33(7) for the Relay for Life event, August 3 and 4, 2007 (Marshfield Junior High School track). All Ayes

Motion carried

Brian Della, a consultant with Public Financial Management, Inc. presented the Presale Analysis for the \$3,910,000 Taxable Electric Revenue Bond Anticipation Notes, Series 2007A.

CC07-169 Motion by Buttke, second by Kraus to approve Resolution No. 2007-23, a Resolution Authorizing the Borrowing of \$3,910,000; and Providing for the Issuance and Sale of Taxable Electric System Revenue Bond Anticipation Notes, Series 2007 Therefor. All Ayes
Motion carried

Marshfield Utility Manager Joe Pacovsky summarized the information that was presented at the last Common Council meeting regarding the M-1 power supply contract with Wisconsin Public Service Corporation.

When he was reviewing the costs for 2006 and 2007 he found the following:

WPS Demand Costs – 2006 Rates
445,900 kW-mos. capacity from WPS
 $445,900 \times \$13.917/\text{kW} = \$6,205,590$

WPS Demand Costs – 2007 Rates
445,900 kW-mos. capacity from WPS
 $445,900 \times \$17.268/\text{kW} = \$7,699,801$

This is the type of cost increases that they are trying to moderate by getting an increased capacity credit from a larger unit on top of having it locally to keep the MISO load costs closer to where the load is. Financing that with our financing cost instead of someone else's financing costs is what we are trying to overcome here.

CC07-170 Motion by Krueger, second by Hendler to approve the M-1 power supply contract with Wisconsin public Service Corporation and required amendments to 1993 M-33 contract.

Alderson Wagner commented that even if the M-1 is built the customers are not going to see any reduction in rates.

Gary Price from Price Consulting said that if the M-1 was built the 445,900 kW-mos. would be reduced by about 120,000 because of the additional capacity credits that come from M-1. So for instance in 2007, the \$7.7 million would actually be about \$2 million dollars lower if M-1 was in place. The 120,000 that would be deducted from the 445,900 kW-mos., the cost of that to the City, which would be in rates, is between \$4-\$5 per kilowatt compared to \$17.26. So there is where the savings come from. Theoretically, the rates will go down but there will be a debt service associated with the ownership of the new facility.

Alderson Kraus said that he doesn't see the payback. If we are getting 30 years of \$1 million dollars, that is \$30 million dollars versus 30 years of \$360,000 plus a \$3 million dollar bump at the beginning.

Mr. Pacovsky answered that we are not getting a \$3 million dollar bump in the beginning. When the new facilities come on line about \$1 million dollars will be added to what we will actually get a lease on and the lease percentage will be less. Actually we will have another \$2.8 million dollars that we

won't be getting any revenue on. That will be added to the other and the customers will have to pay depreciation and a rate of return on that. They have insurance costs associated on that. They still own a section on the west side of Marshfield from the McMillan substation to the Wildwood substation that is about 4-5 miles that was built in 1973 that has a 336 conductor on it. MISOR or ATC could come to them and say that they need to upgrade that and there would be no additional lease payments for that. They would just have a cost. There are substantial costs associated with owning the transmission line. It is not all gravy. Secondly there are only 10 years left of lease payments, after that we get nothing and in the meantime the facilities depreciate. They are going to be worth less at the end of it. The customers would have paid for it. All of these trade offs were looked at when they looked at the economics.

Alderson Wagner wanted to know what the benefit to the rate payers and to the City of Marshfield would be. Is that difference greater than the debt service that we are going to be paying?

Mr. Pacovsky responded that in 2018 under this scenario, if we stick where we are at now versus building a plant, the customers will be paying \$780,000 more if we stay the way we are now versus what is being proposed. One of the future planning issues with this is getting a unit that is in Marshfield, we don't know in 2018/2019 whether any private utility will want to sell anything to us at any price. They have market pricing power. Historically they have gone from cold to warm as to whether they want municipals as customers. Sometimes they don't want municipal customers if they are getting short on capacity.

Alderson Wagner said that he was still extremely skeptical of this proposition.

Alderson Kraus questioned if there would be any increase or decrease in manpower to support this going forward?

Mr. Pacovsky answered that there will be needs. One of the issues in the contract is designating an operator for the generating unit. It will probably be Wisconsin Public Service because they have the expertise. Any facilities that you may have will require hours/time spent on maintenance and regulatory issues.

Alderson Hendler stated that back in 1991 and 1995; he served on the Utility Commission. It was at that time that the M-33 question came up. Surprising enough the same questions tend to repeat themselves over a period of time. One thing that he is certain of is what has happened with the M-33. We have had reliability for a long time in the City of Marshfield and we have also had the benefit of low cost. Therefore, we need to think a little more progressively and invest in Marshfield's future. This is an energy source which will provide reliability especially to large institutions like the Marshfield Clinic and Saint Joseph's Hospital that very highly depend on this type of consistency.

CC07-171 Motion by Hendler, second by Buttke to call for the question. All Ayes
Motion carried

Vote on motion **CC07-170**; Feddick and Wagner voted Naye, rest Aye.
Motion carried

Mr. Pacovsky said that it took 4 years and 7 months to pay the M-33 unit off. It wasn't money that went to the Utility or the City but it was money that was reflected in the rates.

Aldersperson Kraus requested that the City Administrator come back at a future meeting with a Resolution to have our State Legislators look heavily at relaxing the strict restrictions to nuclear power. Similar to what some of the surrounding states are doing. If we don't do something like this with alternative sources than we are going to be way behind the eight ball in years to come.

First reading of Ordinance No. 1105, changing the definition of temporary housing and amending Section 18-62 (11) of the city's municipal code to permit temporary housing in a mobile home district.

CC00-000 Motion by Buttke, second by Krueger to suspend the rules and vote on Ordinance No. 1105.

Administrator Brehm said that we need to go through the process of a public hearing in this particular matter under Chapter 18.

Both Buttke and Krueger withdrew their motion.

Mayor Meyers said that this whole issue came up because there were questions from people in the mobile home parks. The residents of the mobile home parks deserve an opportunity for input during the public hearing. The residents will be notified about the public hearing.

CC07-172 Motion by Kraus, second by Hendler to refer Ordinance No. 1105 to the Plan Commission for a public hearing and recommendation and to notify the residents of the mobile home parks. All Ayes
Motion carried

PUBLIC COMMENT PERIOD

Mayor Meyers welcomed Boy Scout Troop #345, sponsored by the Lions Club, to the Common Council meeting.

Shirley Mook, 201 S. Vine Avenue. She spoke in support of Ordinance 1101. This property is part of the Pleasant Hill Historic District and it is the oldest named neighborhood in the City of Marshfield. The property is currently zoned commercial but it can not be used for commercial unless there would be residential properties that would be acquired to expand the square footage of the property. This would invade the residential nature of the neighborhood.

Pat Smith, M222 Mann Rd. He spoke against Ordinance 1101. He contends that this is a buildable piece of property. The use of the property as a residential area would not be desirable. There is a four-lane road running by it. It is not prime residential. If it is going to be changed to something it should not be residential.

Sandra Moore, 4509 Hwy 80, Pittsville. She distributed information to the council on June 1, 2007 regarding the proposed location of the proposed generating plant. There are many issues there that would be very detrimental to the surrounding property owners. She encouraged them to contact her if they have any questions.

MINUTES OF GOVERNING BOARDS AND COMMISSIONS

CC07-173 Motion by Krueger, second by Wagner to receive and place on file the minutes of the University Center Commission of March 15, 2007 and April 12, 2007; Community Development Authority of May 3, 2007; Library Board of May 8, 2007; Fairgrounds Commission of May 16, 2007; Fire and Police Commission of May 29, 2007 special meeting and Board of Review of May 31, 2007.

All Ayes

Motion carried

MINUTES OF ADVISORY BOARDS, COMMISSIONS AND COMMITTEES

CC07-174 Motion by Feddick, second by Hendler to approve the minutes of the Historic Preservation Committee of May 7, 2007; Industrial Park Authority of May 21, 2007 and June 5, 2007. All Ayes

Motion carried

MINUTES OF COUNCIL COMMITTEES

CC07-175 Motion by Wagner, second by Feddick to approve the minutes of the Cable TV Committee of April 23, 2007. All Ayes

Motion carried

CC07-176 Motion by Feddick, second by Wagner to approve the minutes of the Airport Committee of May 17, 2007. All Ayes

Motion carried

CC07-177 Motion by Kraus, second by Hansen to approve the minutes of the Board of Public Works of June 4, 2007. All Ayes

Motion carried

CC07-178 Motion by Buttke, second by Hendler to approve the minutes of the Finance, Budget and Personnel Committee of June 5, 2007. All Ayes

Motion carried

CC07-179 Motion by Feddick, second by Wagner to approve the minutes of the Judiciary, License and Cemetery Committee of June 5, 2007. All Ayes

Motion carried

MINUTES OF COMMUNITY ASSOCIATIONS

CC07-180 Motion by Feddick, second by Spiros to receive and place on file the minutes of Main Street Marshfield Board of Directors of May 2, 2007. All Ayes

Motion carried

CC07-181 Motion by Buttke, second by Hendler to approve Budget Resolution No. 13-2007, transferring \$11,475 within the UW Building/Remodeling Project Fund for a hot water heating baseboard upgrade. All Ayes

Motion carried

First reading of Ordinance No. 1094, amending Section 18-65 of the Municipal Code to create a Wellhead Protection Overlay Zoning District.

First reading of Ordinance No. 1101, rezoning certain lands on the south side of E. Veterans Parkway, between S. Cherry and S. Vine Avenues, from 'B-4' General Commercial to 'R-5' Residential District, specifically parcels Nos. 3300833, 3300836, 3300838 and 3300838A.

First reading of Ordinance No. 1102, amending Section 13-32 (1) to allow the City to bill property owners directly for sidewalk repairs up to \$100.

Aldersperson Feddick requested that the ordinance be amended to include wording that property owners will be notified before any work is completed.

First reading of Ordinance No. 1103, amending Section 22-51 of the Municipal Code to add design standards for hangars at the Marshfield Municipal Airport.

A presentation was made by Bonnie Curtiss, Planning and Zoning Administrator, regarding the Comprehensive Plan for the Joint Planning Area of the City of Marshfield and Town of McMillan Cooperative Boundary Plan.

First reading of Ordinance No. 1104, adopting a Comprehensive Plan for the Joint Planning Area of the City of Marshfield and Town of McMillan Cooperative Boundary Plan.

CC07-182 Motion by Feddick, second by Spiros to approve Resolution No. 2007-21, resolving that buildings and other property owned by the City of Marshfield be insured in the Local Government Property Insurance Fund. All Ayes

Motion carried

CC07-183 Motion by Hendler, second by Feddick to approve Resolution No. 2007-22, informing the Wisconsin Department of Natural Resources that the Common Council has reviewed the compliance Maintenance Annual Report of the Wastewater Utility. All Ayes

Motion carried

CC07-184 Motion by Feddick, second by Wagner to approve Resolution No. 2007-24, approving and accepting a Certified Survey Map and dedication of additional public right-of-way for Lincoln Ave., located in the NW ¼ of the NW ¼ of Section 6, Township 25 North, Range 3 East, William J. Maurer, owner. All Ayes

Motion carried

CC07-185 Motion by Kraus, second by Hendler to approve Budget Resolution No. 12-2007, appropriating \$2,000 from a Library Services and Technology Act grant entitled "Family Literacy Strengthens Communities" to the Library budget. All Ayes

Motion carried

Motion by Feddick, second by Hansen to adjourn at 9:02 p.m.

Motion carried

Deb M. Hall
City Clerk