

- Call to Order The Champlin City Council met in Worksession and was called to order by Mayor ArMand Nelson at 6:00 p.m.
- Roll Call Present were Mayor ArMand Nelson and Councilmembers Eric Johnson, Kara Terry, Ryan Karasek, and Bruce Miller.
- Absent: none.
- Staff Present: City Administrator Bret Heitkamp, Finance Director June Johnston, Assistant Finance Director Reidun Zollicoffer, City Engineer Tim Hanson, City Attorney Scott Lepak, and City Clerk Roberta Colotti.
- Approval of Agenda
(June 27, 2016)
Motion Motion by Councilmember Johnson and seconded by Councilmember Karasek to approve the agenda for the June 27, 2016 Worksession as presented. Voting in favor were Mayor Nelson, Councilmembers Johnson, Karasek, Terry, and Miller. Voting against: none. Motion carried.
- Financial Management
Plan (FMP) The Finance Director introduced Stacie Kvilvang from Ehlers and Associates, noting that she was recently assigned our account by Ehlers.
- The Finance Director submitted a report stating that the City is currently in a very good financial position as evidenced by its AA+ bond rating. General Fund transfers have provided funding for the infrastructure funds, virtually eliminating the need for the issuance of debt and saving the taxpayers thousands of dollars in interest costs.
- The report stated that a Financial Management Plan (FMP) is a multi-year fiscal plan for all tax-supported funds that integrates existing debt, Capital Improvement Plans, future debt, tax base growth, and future operating expenses.
- The report stated that over the past year, the City Council has been reviewing the status of the City's infrastructure funds and has gained a better understanding of the issues confronting the City in the next 10-20 years as the infrastructure ages. Staff has been working with Ehlers on an update to the City's FMP to address these issues.
- Ms. Kvilvang reviewed the assumptions used to frame the FMP, current findings, provided a series of options and requested that the Council develop consensus statement regarding five key items.
- Ms. Kvilvang stated that the items requiring Council consensus as part of the planning process are:
1. How to pay for roads
 - a) Pay-as-you-go (PAYGO); or
 - b) Pay-as-you-use (PAYUSE) and term of debt
 2. Remove policy limiting increases to no more than every three (3) years for Storm Sewer and Street Light Funds/Allow for Annual Increases
 3. Funding Capital Equipment
 4. Ice Forum Fund Balance
 5. Use of Increased Levy Capacity Starting in 2021

Council Direction

The City Council gave direction to staff to bring forward the discussion of the use of a PAYUSE system and annual increases to the Storm Sewer/Street Light fees as there is interest in considering these two options further at a future meeting. The topics of Funding Capital Equipment, Ice Forum Fund Balance

and Use of Increased Levy Capacity (2021) were tabled for discussion at a future meeting.

Adjournment

The Champlin City Council adjourned the Worksession at 6:57 p.m.

ArMand Nelson, Mayor

Attest:

Roberta Colotti, CMC, City Clerk