

PROCEEDINGS OF THE STURGIS CITY COUNCIL

The Common Council of the City of Sturgis met in regular session starting at 6:00 p.m. on Monday, July 16, 2018 at the Erskine Building. Present: Mayor Mark Carstensen, Alderpersons Jason Anderson, Mike Bachand, Rhea Crane, Steve Keszler, Terry Keszler, David Martinson, Ronald Waterland and Beka Zerbst. Also present: City Manager Daniel Ainslie and City Attorney Greg Barnier. Absent: None.

Motion by S. Keszler, second by Anderson and carried with all members present unanimously voting yes to approve the agenda.

Motion by Waterland, second by Crane and carried with all members present unanimously voting yes to go into executive session for one legal case, one contract and one personnel at 6:01 pm.

Motion by Waterland, second by Bachand to return to regular session at 6:27 pm.

Mayor Mark Carstensen led everyone in the Pledge of Allegiance.

Informational Reports:

- Planning Commission – 7/5/18 minutes
- Library Board – 6/27/18 minutes

Announcements:

- Next Council Meeting will be on July 30, 2018.
- There will be a ribbon cutting for the Ft. Meade Trail on July 21st at 10:00 am.
- The Recycling area at Exit 32 will be closed starting July 22nd.
- Meade County will be having their barbeque for the Kiwanis fund raiser on July 25th.
- The Summer Reading Program will be wrapping up with a party at the Community Center on the 19th of July.
- The pool and hot tub at the Community Center will be closed from July 30th to August 12th.
- The Meade County Fair and Ag Fest will be held on July 27th and 28th.
- Soccer on the Street this past weekend was a huge success.
- Thanks goes out to the Life Spring Wesleyan Church for their Day of Service for Sturgis.

City Manager Ainslie reported:

- The sales tax update for General Sales Tax and Capital Improvement Tax for May collected in June was up 39 1/2% month over month and up .5% year over year. The Gross Receipts Tax (triple B) was up 65.8% month over month and up 14.6% year over year.
- Budget Update-the budget was sent out to the Council. Most departments are under 50%.
- Payroll Changes – within budget:
 1. Police Dept – Reserves – Dustin Barnes, Ethan Harris, James Linn, Aaron Oberlander, and Brian Owen – no wage.
 2. City Mgr, Legal, Planning Depts – Admin Assistant – Tammy McKay - \$15.84.
 3. Fire Dept – During Rally - Chief – Shawn Barrows - \$15; Asst Chief – Dave Fischer - \$15; Asst Chief – Scott Lensgrav - \$15; Temp Fire Fighter – TBD - \$12.

Motion by Bachand, second by Martinson and carried with all members present unanimously voting yes to approve the following items on the consent calendar with the exception of e and f:

- a. Consideration of minutes from the July 2, 2018 regular council meeting.
- b. Consideration of setting a public hearing on July 30, 2018 for a Street Closure and Use of City Property for the Palisades Block Party on August 25, 2018 from 4 pm-10 pm.
- c. Consideration of setting a public hearing on July 30, 2018 for a Special Events License for the Knuckle Saloon at the Sturgis Fairgrounds for the Demolition Derby on September 29, 2018.
- d. Consideration of setting a public hearing on July 30, 2018 for a Special Events License for Fat Boys LLC at 1544 Lazelle (Samson Corner) on August 3-10, 2018.
- ~~e. Consideration of Resolution 2018-48 – Surplus and Convey Real Property to SEDC.~~
- ~~f. Consideration to approve a Quit Claim Deed for a portion of the Compass Point property.~~
- g. Consideration of setting a public hearing on July 30, 2018 for a Special Events License for the Knuckle Saloon for the Vintage Motorcycle Festival at 1802 Ballpark Rd on August 6, 2018.
- h. Consideration of setting a public hearing on July 30, 2018 for a Special Events License for KSLBandD Inc dba Iron Horse Saloon at Steel Pony Campground from 7/30/18 to 8/12/18.

Motion by Crane, second by T. Keszler and carried with all members present unanimously voting yes to approve Resolution 2018-48 – Surplus and Convey Real Property to SEDC.

**RESOLUTION 2018-48
A RESOLUTION TO SURPLUS AND CONVEY REAL PROPERTY TO
STURGIS ECONOMIC DEVELOPMENT CORPORATION**

WHEREAS, the City of Sturgis is the owner of certain real property which is no longer necessary, useful or suitable for municipal purposes; and

WHEREAS, it is deemed advisable and in the best interest of the City of Sturgis to surplus and transfer the following described real property:

That portion of Lot 25 in Block 27 of Ash's Extension formerly described as the North 25 feet of Lots 8-12, the vacated alley lying North of Lots 8-12, and a portion of Lots 13-17 in Block 27 of Ash's Extension, City of Sturgis, Meade County, South Dakota, as shown on the plat filed in Plat Book 24 on Pages 43-44.

WHEREAS, SEDC (Sturgis Economic Development Corporation, a not for profit organization) has made a request to the City of Sturgis to convey said property to SEDC pursuant to SDCL 9-27-36 for expansion of the Community Economic base; and

WHEREAS, pursuant to the above referred to statute the City has the power to convey real property to a non-profit local organization for authorized economic development purposes.

NOW THEREFORE, as set forth herein it is hereby resolved that the Mayor of the City of Sturgis, Mark Carstensen, is hereby authorized to sign the guarantee document and execute a deed to SEDC consistent with the terms of this Resolution to conveying from the City of Sturgis to the Sturgis Economic Development Corporation the real property above described and authorized to convey by deed the above described property as provided for in this resolution.

Dated this 16th day of July, 2018.

Published: 07-24-2018
Effective: 08-14-2018

Motion by Bachand, second by Martinson and carried with all members present unanimously voting yes to approve a Quit Claim Deed for a portion of the Compass Point property.

Motion by Waterland, second by Bachand and carried with Anderson, Bachand, Crane, S. Keszler, T. Keszler, Martinson, Waterland and Zerbst voting yes, Carstensen abstaining, to approve the following claims:

WAGES – Ambulance \$22,807.58; Attorney \$3959.10; Auditorium \$189.76; Buildings \$1142.25; Cemetery \$3147.93; City Manager \$4481.37; Community Center \$11470.04; Finance Office \$9111.37; Fire Department \$48.20; Human Resource \$6983.86; Library \$9349.54; Liquor \$6010.18; Mayor and Council \$3761.77; Parks \$13,889.37; Planning and Permitting \$8766.52; Police \$32,689.63; Rally \$9348.49; Recreation \$4039.51; Sanitary Service \$15,031.44; Special Sales Tax \$1923.08; Streets \$13,635.19; Wastewater \$10,072.52; Water \$12,827.86; Federal Withholding \$17,496.21; FICA \$15,658.52.

COMBINES CASH FUND – Change Banks, \$7,300.00; First Interstate Bank, \$12,000.00.

GENERAL – AandB Business, \$182.76, rep; AandB Welding, \$39.26, sup; AandJ Surplus, \$88.80, rep; Allegiant Emergency Services, \$2,558.21, sup; Animal Health International, \$12.68, sup; Avaya, \$25.55, util; Elton Lane Barden, \$500.00, prof fee; Bear Butte Valley Water, \$156.70, util; BH Energy, \$30,257.06, util; BH Occupational Medicine, \$240.00, prof fee; BH Pioneer Weekly Pro, \$864.88, pub; Buckle Tree, \$3,935.37, other; Mark Carstensen, \$75.00, other; Cash-Wa Distributing, \$621.17, resale; Clark Printing, \$226.80, sup; Devon Crowe, \$300.00, prof fee; First Western Insurance, \$205.86, ins; GandH Distributing, \$29.27, sup; Glover Investments, \$24,800.00, rent; Grocery Mart, \$10.89, sup; Ken Grosch, \$30.00, other; Hebron Brick, \$64.50, sup; Neil and Karen Hinek, \$2,500.00, rent; Jake's Collision Repair, \$539.22, rep; Jenner Equipment, \$159.62, sup; Ketel Thorstenson, \$2,500.00, prof fee; Key City Glass, \$400.00, rep; Cody King, \$4,000.00, rent; Kevin Klug, \$200.00, prof fee; Lighting Maintenance, \$1,119.38, rep; Lynn's Dakotamart, \$212.63, sup; Marco Technologies, \$79.81, rep; MasterCard, \$48,514.30, sup; MB Tree and Landscape, \$2,650.00, sup; Meade County Auditor, \$27,144.64, other; Meade County Senior Citizens, \$4,500.00, rent; Menard's, \$99.66, sup; MDU, \$3,176.71, util; Motionsoft, \$450.00, prof fee; Northern Hills Vet Clinic, \$2,004.60, prof fee; O'Reilly Auto Parts, \$230.42, rep; Park Avenue Car Wash, \$8.00, sup; Print Mark-et, \$1,742.08, pub; Public Safety Equipment, \$475.90, sup; Purchase Power, \$500.00, sup; SD Public Assurance Alliance, \$384.56, ins; SD Secretary of State, \$30.00, ins; Sherwin-Williams, \$150.52, rep; Shopko Stores, \$224.83, sup; Speedy Lube, \$118.10, sup; Sturgis Phot and Gifts, \$419.98, other; Tom's T's, \$76.11, sup; Town-n-Country Plumbing, \$433.56, sup; Twilight First Aid and Safety, \$143.57, sup; Katie Walker, \$3,500.00, rent, Werlinger Auto Body, \$202.35, rep; Western Communications, \$18.00, equip.

SPECAIL SALES TAX – BH Energy, \$438.50, util; MasterCard, \$54.24, chamber; MDU, \$15.40, util.

CAPITAL IMPROVEMENT – AandJ Surplus, \$188.25; AandL contractors, \$137,634.78; Albright construction, \$51,700.20; baseline Surveying, \$1,377.50; Bierschbach Equipment, \$128.30; Fence Crafters, \$2,254.20, Fennell Design, \$6,783.00; Interconnections Systems, \$2,533.74; Janco Athletic Surfacing, \$20,200.00; MasterCard, \$660.27; No Fault Sport Group, \$54,380.00; Pete Lien and Sons, \$325.63; Push-Pedal-Pull, \$2,832.32; Sd Dept of Transportation, \$300,000.00; Sherwin-Williams, \$5,738.53; Simon Contractors, \$122,198.58.

BUSINESS IMPROVEMENT DISTRICT – Buffalo Chip Campground, \$500.00, sup; Days Inn, \$101.60, sup; Laurene Fischer, \$128.00, refund; Lee Hughes, \$128.00, refund; Vonnie Lucas, \$108.80, refund; Lynn's Dakotamart, \$92.46, sup; Mike Magnafici, \$178.00, refund; MasterCard, \$177.34, sup; Menard's, \$105.11, sup; Mineral Palace Hotel, \$1,345.00, sup; William Scott, \$151.30, refund; Shopko Stores, \$35.96, sup; Stepping Stone Photography and Design, \$200.00, sup; The Knuckle Saloon Steak House, 2,375.00, sup.

EQUIPMENT REPLACEMENT FUND – MasterCard, \$6,571.40, equip; Scott Peterson Motors, \$62,376.00 equip.

LIQUOR – Arctic Glacier, \$445.55, resale; Badlands Distillery, \$119.22, resale; BH Dakota Distillery, \$627.00, BH Energy, \$2,104.07, util; Cash-Wa, \$1,915.00, resale; Cask and Cork, \$577.50, resale; Change Banks, \$4,000.00; Coca cola, \$947.50, resale; Dakota’s Best Distributing, \$174.10, resale; Fisher Beverage, \$14,587.15, resale; Johnson Western Wholesale, \$34,165.11, resale; Lynn’s Dakotamart, \$14.51, sup; MasterCard, \$2,773.50, sup; MDU, \$16.81, util; Okoboji Wines, \$775.00, resale; Pepsi cola, \$241.50, resale; Prairie Berry, \$783.00, resale; Print Mark-et, \$102.48, pub; Quality Brands, \$26,920.30, resale; Republic Beverage, \$46,949.95, resale; Shopko Stores, \$30.95, sup; Southern Glazer’s of SD, \$7,043.66, resale.

WATER – BH Energy, \$13,573.78, util; Core and Main, \$8,992.97, sup; Grocery Mart, \$66.46, rep; Hawkins, \$40.00, sup; Nikki Kubo, \$500.00, ins; Lynn’s Dakotamart, \$150.31, other; MasterCard, \$3,491.16, sup; MDU, \$133.33, util; Print Mark-et, \$102.48, pub; SD Assn Rural Water, \$600.00, prof fee; SD One Call, \$166.95, prof fee; Speedy Lube, \$51.24, sup.

WASTEWATER – BH Occupational Medicine, \$30.00, prof fee; MasterCard, \$907.63, sup; MDU, \$48.52, util; Print Mark-et, \$102.48, pub; SD DENR, \$50.00, prof fee; Steel Pony Campground, \$28,447.65, cap imp.

SANITATION – BH Energy, \$12.00, util; Century Link, \$57.77, util; City of Belle Fourche, \$24,862.26, other; Diesel Machinery, \$335.22, rep; Jay Johnson, \$500.00, ins; Lynn’s Dakotamart, \$19.96, sup; MasterCard, \$6,399.08, other; Print Mark-et, \$102.48, pub; Schaeffer Mfg, \$396.30, sup; Snyder Industries, \$7,409.61, sup.

AMBULANCE – AandB Welding, \$416.18, sup; Avera Education and Staffing Solutions, \$3,600.00, travel; BH Energy, \$589.52, util; Dale’s Tre and Retreading, \$210.00, rep; Image Trend, \$4,700.50, prof fee; Lynn’s Dakotamart, \$11.61, sup; MasterCard, \$6,668.72, travel; MDU, \$29.21, util; Print Mark-et, \$102.48, pub; Purchase Power, \$89.45, sup; Shopko Pharmacy, \$27.96, sup; Speedy Lube, \$43.12, rep.

Motion by Anderson, second by Waterland and carried with all members present unanimously voting yes to approve a rezone of 100’ corridor on property along I-90 for a billboard at 170 Old Stone Road, (Grandpre Plat Lots 1-19, S 20’ of Lot 28) for Bill Meirose from Transitional Zoning to Billboard 1.

Motion by Bachand, second by Zerbst and carried with Bachand, Carstensen, S. Keszler, T. Keszler, Martinson and Zerbst voting yes and Anderson, Crane and Waterland voting no to deny a Use on Review to allow camping at 940 Dickson Drive for Patti and Tom Donney (Saab Heritage Museum).

Motion by Martinson to amend the Bachand motion to allow camping for 6 months with the exception of no camping during the Rally. This motion died for lack of a second.

Mark Krenn discussed with the Council the use of fireworks within city limits. Mr. Krenn feels they are out of control and are dangerous and that fireworks should be illegal in the City limits. City Manager gave a background on the fireworks ordinance. Councilor Bachand agrees with Mr. Krenn that the fireworks ordinance should be changed. The Council will take this under consideration.

The following bids were received for the 1st Street Reconstruction: A and L Contractors-\$89,230.80; Simon-\$119,906.55; GTI Companies, Inc.-\$89,614; North Star Construction-\$79,532.

Motion by Waterland, second by T. Keszler and carried with all members present unanimously voting yes to award the low bid from North Star Construction for \$79,532 for the First Street Reconstruction project and to allow the City Manager to sign all documents for this project.

Any other business:
None

Motion by Waterland, seconded by Martinson and carried with all members present unanimously voting yes to adjourn the meeting at 8:13 pm.

ATTEST: _____
Fay Bueno, Finance Officer

APPROVED _____
Mark Carstensen, Mayor

Published once at the total approximate cost of \$