



CITY OF MARSHALL
Work Session
A g e n d a
Tuesday, January 11, 2022 at 4:30 PM
City Hall, 344 West Main Street

CALL TO ORDER

NEW BUSINESS

- [1.](#) 2021 Community Survey Summary of Results

ADJOURNMENT

Disclaimer: These agendas have been prepared to provide information regarding an upcoming meeting of the Common Council of the City of Marshall. This document does not claim to be complete and is subject to change.

City of Marshall Parks and Recreation

**2021 Community Survey
Summary of Results**



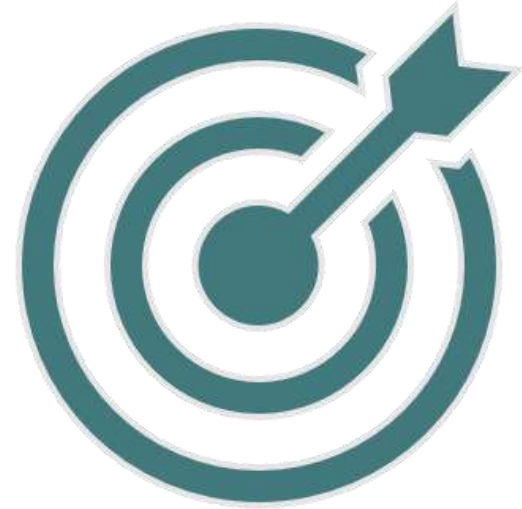
Survey Conducted in Early October

Survey included
interviews with
303 registered
voters in the
City of Marshall



Goal of the Survey

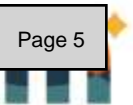
Seek Public Support in Our Future Work





Over 90% of all Respondents Support the Importance of Parks and Recreation in the Community

- Important for Quality of Life
- Attracts People to Live in Marshall
- Encourages People to Visit Marshall



Support for Aquatic Center



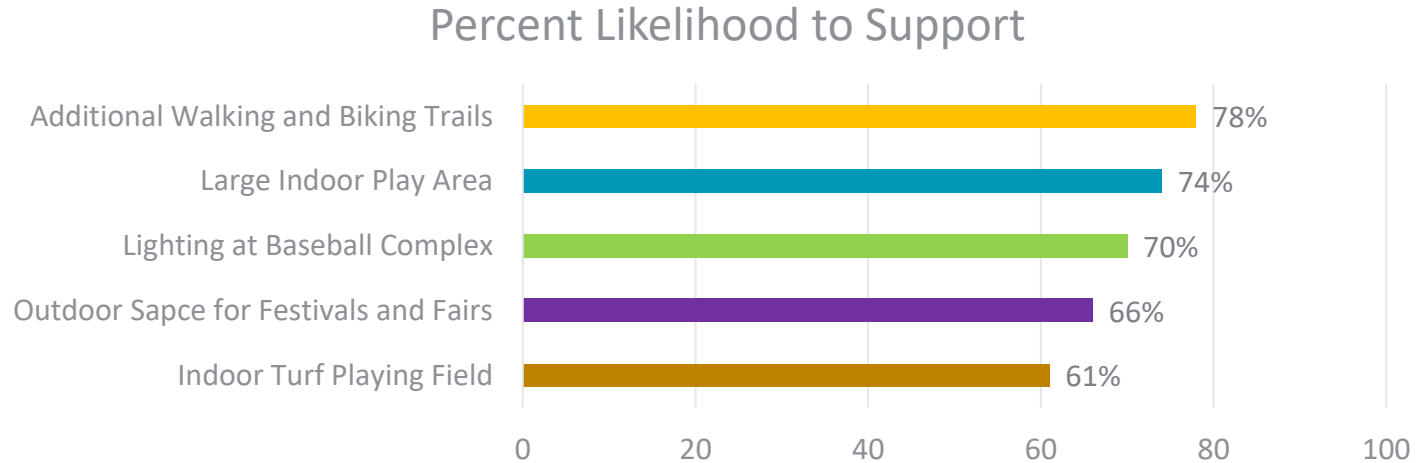


Item 1.

Additional Projects Supported



Additional Park and Recreation Projects Supported



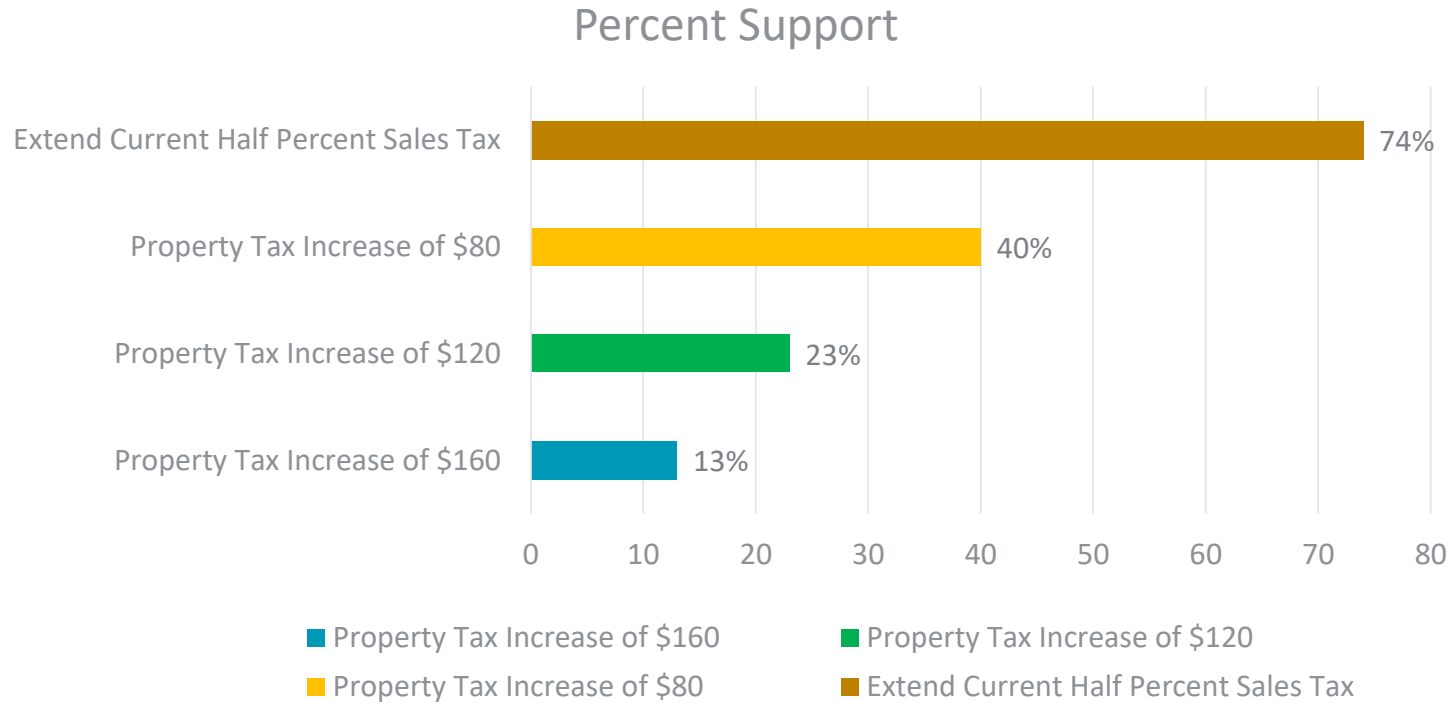
■ Indoor Turf Playing Field
■ Lighting at Baseball Complex

■ Outdoor Space for Festivals and Fairs
■ Large Indoor Play Area

How Do We Pay for Our Park and Recreation Projects?



Support for Funding of Future Park and Recreation Facilities



Potential Projects and Amounts

Marshall Aquatic Center (2023 construction/2024 opening) - **\$15 million**

Indoor Community Entertainment/Play Facility - **\$1.5 million**

Outdoor Entertainment/Green Space Development (bandshell?) - **\$1.5 million**

Amateur Sports Complex Enhancement Project (field lighting & shelter) - **\$1 million**

Marshall Area YMCA Capital Needs - **\$2 million**

Others? Indoor Turf/Dryland Facility - **\$5 million**

Sales Tax Bond Projections

\$20,735,000											
City of Marshall, Minnesota											
General Obligation Sales Tax Revenue Bonds, Series 2023											
Summary											
NET DEBT SERVICE vs. REVENUE											
Date	Principal	Coupon		Interest	Total P+I	Capitalized Interest	Net New D/S	105% Over levy	Revenue	Debt Service	Srpls(Shrftfall)*
02/01/2024	-	-		425,025.00	425,025.00	(425,025.00)	-	-	-	425,025.00	-
02/01/2025	-	-		510,030.00	510,030.00	-	510,030.00	535,531.50	-	535,531.50	-
02/01/2026	-	-		510,030.00	510,030.00	-	510,030.00	535,531.50	-	535,531.50	-
02/01/2027	850,000.00	1.400%		510,030.00	1,360,030.00	-	1,360,030.00	1,428,031.50	1,500,000.00	-	139,970.00
02/01/2028	860,000.00	1.450%		498,130.00	1,358,130.00	-	1,358,130.00	1,426,036.50	1,500,000.00	-	141,870.00
02/01/2029	870,000.00	1.500%		485,660.00	1,355,660.00	-	1,355,660.00	1,423,443.00	1,500,000.00	-	144,340.00
02/01/2030	885,000.00	1.650%		472,610.00	1,357,610.00	-	1,357,610.00	1,425,490.50	1,500,000.00	-	142,390.00
02/01/2031	900,000.00	1.850%		458,007.50	1,358,007.50	-	1,358,007.50	1,425,907.88	1,500,000.00	-	141,992.50
02/01/2032	915,000.00	2.000%		441,357.50	1,356,357.50	-	1,356,357.50	1,424,175.38	1,500,000.00	-	143,642.50
02/01/2033	935,000.00	2.150%		423,057.50	1,358,057.50	-	1,358,057.50	1,425,960.38	1,500,000.00	-	141,942.50
02/01/2034	955,000.00	2.200%		402,955.00	1,357,955.00	-	1,357,955.00	1,425,852.75	1,500,000.00	-	142,045.00
02/01/2035	975,000.00	2.250%		381,945.00	1,356,945.00	-	1,356,945.00	1,424,792.25	1,500,000.00	-	143,055.00
02/01/2036	1,000,000.00	2.500%		360,007.50	1,360,007.50	-	1,360,007.50	1,428,007.88	1,500,000.00	-	139,992.50
02/01/2037	1,020,000.00	2.550%		335,007.50	1,355,007.50	-	1,355,007.50	1,422,757.88	1,500,000.00	-	144,992.50
02/01/2038	1,050,000.00	2.600%		308,997.50	1,358,997.50	-	1,358,997.50	1,426,947.38	1,500,000.00	-	141,002.50
02/01/2039	1,075,000.00	2.750%		281,697.50	1,356,697.50	-	1,356,697.50	1,424,532.38	1,500,000.00	-	143,302.50
02/01/2040	1,105,000.00	2.800%		252,135.00	1,357,135.00	-	1,357,135.00	1,424,991.75	1,500,000.00	-	142,865.00
02/01/2041	1,135,000.00	2.850%		221,195.00	1,356,195.00	-	1,356,195.00	1,424,004.75	1,500,000.00	-	143,805.00
02/01/2042	1,170,000.00	2.900%		188,847.50	1,358,847.50	-	1,358,847.50	1,426,789.88	1,500,000.00	-	141,152.50
02/01/2043	1,205,000.00	3.000%		154,917.50	1,359,917.50	-	1,359,917.50	1,427,913.38	1,500,000.00	-	140,082.50
02/01/2044	1,240,000.00	3.050%		118,767.50	1,358,767.50	-	1,358,767.50	1,426,705.88	1,500,000.00	-	141,232.50
02/01/2045	1,275,000.00	3.100%		80,947.50	1,355,947.50	-	1,355,947.50	1,423,744.88	1,500,000.00	-	144,052.50
02/01/2046	1,315,000.00	3.150%		41,422.50	1,356,422.50	-	1,356,422.50	1,424,243.63	1,500,000.00	-	143,577.50
Total	\$20,735,000.00	-		\$7,862,780.00	\$28,597,780.00	(425,025.00)	\$28,172,755.00	\$29,581,392.75	\$30,000,000.00	\$1,496,088.00	\$2,847,305.00

Sales Tax Process

To impose a general local sales tax under [Minnesota Statutes, section 297A.99](#), a city must take the following steps:

1. **Adopt a resolution.** The city council must first adopt a resolution proposing the tax. The resolution must include the proposed tax rate, documentation of the “regional significance” of each project to be funded, the amount to be raised with the tax, and the estimated length of time the tax will be needed.
2. **Submit resolution and supporting materials to state tax committees.** The city is required to submit the adopted resolution, details on the projects, and documentation on regional significance to the chairs and ranking minority members of the House and Senate Taxes committees by Jan. 31 of the year that it is seeking the special law.
3. **Get legislative authorization.** The city must secure the passage of a special law authorizing the enactment of the local sales tax. The city would typically work with its local legislators to introduce special legislation.
4. **Adopt a resolution.** After approval, the city must adopt a resolution accepting the new law. The city must also file the resolution and a local approval certificate with the Office of the Secretary of State before the next legislative biennium begins.
5. **Hold a referendum.** The city must conduct a referendum during a general election within two years of receiving legislative authority for the local sales tax. The referendum must include separate questions for each project, and only the ballot questions approved by voters may be funded by the sales tax.
6. **Pass an ordinance.** The city council must pass an ordinance imposing the tax. It must also notify the commissioner of Revenue at least 90 days before the first day of the calendar quarter that the tax will be imposed.

Work Session Questions for Council

Item 1.

Shall the City Pursue
Sales Tax for the
Aquatic Center?

Shall the City Pursue
Sales Tax for Additional
Park and Recreation
Facilities?

CITY MARSHALL, MINNESOTA

**RESOLUTION NO. _____
SECOND SERIES**

Resolution to supporting the extension of the authority to impose a local sales tax to fund specific capital improvements providing regional benefit, to establish the duration of the tax and the revenue to be raised by the tax, and to authorize the city to issue bonds supported by the sales tax revenue.

WHEREAS, Minnesota Statutes, Section 297A.99 (the “Local Tax Act”), provides the City of Marshall, Minnesota (the “City”) with authority to impose a local sales tax if that tax is approved by the voters at a general election and the State Legislature approves the local sales tax through the creation of a special law; and

WHEREAS, the Local Tax Act requires the City Council of the City (the “Council”) to adopt a resolution indicating its approval of the tax, outlining the details of the proposed local sales tax, and setting forth the regional significance of the proposed projects prior to submitting the request for a local sales tax to the State Legislature; and

WHEREAS, the Minnesota Legislature has by Minnesota Laws 2011, First Special Session, Chapter 7, Article 4, Section 14 (the “Special Legislation”), authorized the City to impose a one-half of one percent (0.50%) sales and use tax within the City (the “Local Sales Tax”) to provide revenues to pay for the cost of collecting and administering the taxes, certain costs related to the property acquisition, design, construction and other capital costs with respect to the new and existing facilities of the Minnesota Emergency Response and Industry Training Center and the new facilities of the Southwest Minnesota Regional Amateur Sports Center, plus the costs related to the issuance, and debt service on bonds or other obligations issued by the City to finance the capital costs of the such capital projects (collectively, the “Designated Projects”), subject to approval by voters at a general election held within two years of final enactment of the Special Legislation; and

WHEREAS, at the general election held November 6, 2012, the voters of the City approved the Local Sales Tax to pay for the cost of collecting and administering the taxes and to pay for certain costs related to the funding of the Designated Projects (the “Referendum”); and

WHEREAS, the City continues to grow as a regional center for employment, retail trade, and recreation opportunities; and

WHEREAS, the City has engaged community residents and businesses and in order to facilitate strategic investment in the region and community, and proposes to request special legislation to extend the Local Sales Tax approved by the voters pursuant to the Referendum and by the Legislature pursuant to the Special Legislation in order to raise revenues to fund the following [] capital project[s] (the “Project[s]”):

1. [Project No. 1 Name]
[Project description]
Projected Project Cost: \$[]
2. [Project No. 2 Name]
[Project description]
Projected Project Cost: \$[]

3. [Project No. 3 Name]
[Project description]
Projected Project Cost: \$[_____]

WHEREAS, the Project[s] will result in benefits to both the residents and businesses of the City of Marshall and to non-resident visitors and businesses; and

WHEREAS, funding the Project[s] with a local sales tax will more closely distribute the cost of the Project[s] to the users of the facilities; and

WHEREAS, the [Projects are] [Project is] estimated to cost approximately \$[_____], plus an amount equal to interest on and the costs of issuance of any bonds; and

WHEREAS, the City estimates that a local sales tax of one-half of one percent (0.50%) would generate [_____] over [___] years; and

WHEREAS, the City has provided documentation of the regional significance of each project, including the share of the economic benefit to or use of each project by persons residing, or businesses located, outside of the jurisdiction, including but not limited to the materials attached hereto as Exhibit A; and

WHEREAS, the estimated local sales tax revenue and estimated time needed to raise that amount of revenue for [each project] [the Project] and a proportional amount for the estimated interest on and the costs of issuing bonds to finance [each of the Projects][the Project] is as follows:

1. [Project no. 1]: The City will collect \$[_____] over [___] years.
2. [Project no. 2]: The City will collect \$[_____] over [___] years.
3. [Project no. 3]: The City will collect \$[_____] over [___] years.

WHEREAS, the Local Tax Act authorizes the imposition of a general sales tax if permitted by special law of the Minnesota Legislature; and

WHEREAS, the Local Tax Act requires the City to pass a resolution authorizing such a local tax and to obtain Legislative approval prior to approval by the local voters to enact the local tax; and

THEREFORE, BE IT RESOLVED the following:

1. The Council supports the authority to impose a general local sales tax of *one-half of one percent (0.50%)* for a period of [___] years to fund the aforementioned Project[s];
2. Upon approval of this resolution, the City will submit the adopted resolution and documentation of regional significance to the chairs and ranking minority members of the House and Senate Taxes committees for approval and passage of a special law authorizing the tax, by January 31 of the year that it is seeking the special law.
3. Upon Legislative approval and passage of the special law authorizing the tax, the City will adopt a resolution accepting the new law, which will be filed with a local approval certificate to the Office of the Secretary of State before the following Legislative session.
4. The City will put one or more detailed ballot questions, which includes separate questions for each project, on a general election ballot for local voter approval of the imposition of the sales

tax within two years of receiving legislative authority.

5. If one or more ballot questions pass, the City will also pass an ordinance imposing the tax and notify the commissioner of Revenue at least 90 days before the first day of the calendar quarter that the tax will be imposed.
6. Upon completion of the aforementioned requirements, the local sales tax will commence and run until [date][__ years] or until a sum sufficient to fund the voter approved projects plus amounts sufficient to pay interest on and the costs of issuing any bonds, is raised, whichever comes first.
7. The Council further finds that it is in the best interest of the health, welfare, and safety of the City and its residents and it is necessary and expedient to the sound financial management of the affairs of the City that the acquisition and betterment of the Project[s], or any part thereof, be financed in whole or in part by the issuance and sale of the City's general obligation bonds pursuant to Minnesota Statutes, Chapter 475, as amended, in one or more series in an aggregate principal amount not to exceed \$[_____] plus an amount equal to interest and the costs of the issuance of any bonds.

Approved by the City Council of the City of Marshall, Minnesota this 28th day of December, 2021.

CITY OF MARSHALL, MINNESOTA

Robert J. Byrnes
Mayor

Attest:

Kyle Box
City Clerk

EXHIBIT A
DOCUMENTATION OF REGIONAL SIGNIFICANCE