CERTIFICATE

The undersigned, David Wencel, the duly acting and appointed City Clerk of the City of Glenwood, Minnesota, certifies that the attached copy of the Charter of the City of Glenwood appended to this Certificate is a true, accurate and correct copy of the Charter submitted to the voters of the City of Glenwood at a special election held and completed on May 24, 1988, and further certifies that such Charter was adopted by a vote of 228 in favor of adoption of such Charter and 124 opposed thereto.

This Certificate is made in conformity with Section 410.11, Minnesota Statutes Annoted.

GLENWOOD CITY CLERK

STATE OF MINNESOTA)

: SS.

COUNTY OF POPE

19 8, before me, a notary On this and day of June public within and for said County and State, personally appeared DAVID WENCEL, CITY CLERK OF THE CITY OF GLENWOOD, MINNESOTA, to me known to be the person described in and who executed the foregoing instrument and acknowledged that he executed the same as the free act and deed and on behalf of the City of Glenwood.

LET8 WENCEL

THIS INSTRUMENT WAS DRAFTED BY: Nelson and Obenland Bruce D. Obenland, City Attorney 30 East Minnesota Avenue Glenwood, MN 56334 (612) 634-4581

Cindy M. Barsness Notary Public - Minnesota POPE COUNTY My Commission Explires July 31, 1993

STATE OF MINNESOTA DEPARTMENT OF STATE FILED

JUN = 7 1988

Secretary of State

13/3/6

CHARTER

OF THE

CITY OF GLENWOOD

Pope County, Minnesota

CHAPTER 1

NAME, FORM OF GOVERNMENT, BOUNDARIES, POWERS, AND GENERAL PROVISIONS

- SECTION 1.01. NAME. The City of Glenwood, in the County of Pope and State of Minnesota (herein "City"), shall continue to be a municipal corporation under that name.
- SEC. 1.02. FORM OF GOVERNMENT. The form of government established by this Charter is the "Commission Plan".
- SEC. 1.03. BOUNDARIES. The boundaries of the City are the same as they now are or hereafter may be established.
- SEC. 1.04. POWERS. The City shall have all powers which may now or hereafter be possible for a municipal corporation in this State to exercise in harmony with the Constitutions of this State and of the United States. It is the intention of this Charter to confer upon the City every power which it would have if it were specifically mentioned. The Charter shall be construed liberally in favor of the City and the specific mention of particular municipal powers in other Sections of this Charter does not limit the powers of the City to those so mentioned.
- SEC. 1.05. CHARTER A PUBLIC ACT. This Charter shall be a public act and need not be pleaded or proved in any case. It shall take effect thirty days from and after its adoption by the voters.
- SEC. 1.06. WORD USAGE. For purposes of this Charter, words used in the present tense shall include the future; words in the singular shall include the plural, the plural the singular; the words in the masculine shall include the feminine, and the feminine the masculine.

THE CITY COMMISSION

- SECTION 2.01. COMPOSITION AND ELECTION. The City Commission (throughout this Charter "the Commission") shall be composed of a Mayor and four Commissioners, all of whom shall be elected by and from the electors of the City at-large, and must be eligible to hold office under the Constitution of this State. Each member of the Commission shall serve for a term of four years and until his successor is elected and qualifies. Two Commissioners shall be elected at each regular City election and the Mayor shall be elected at alternate regular City elections. The Commission shall be judges of the election returns.
- SEC. 2.02. POWERS AND DUTIES. The Commission shall exercise exclusive legislative authority. The Commission may make investigations into the affairs of the City and the conduct of any City department, office or agency and for this purpose may subpoena witnesses, administer oaths, take testimony, and require the production of evidence. The Commission shall provide for an audit of the City's accounts at least once a year by the State department in charge of such work or by a certified public accountant. The Commission may at any time provide for an examination or audit of the accounts of any officer or department of the City and it may cause to be made any survey or research study of any subject of City concern. The Commission shall fix and determine salaries to be paid employees and employee benefits. The Commission shall appoint a City Administrator and fix his compensation and benefits. All powers, and authority to determine matters of policy, are vested in the Commission unless they are specifically granted or delegated to some other officer, body or agency.
- SEC. 2.03. INCOMPATIBLE OFFICES. No member of the Commission may hold any paid municipal office or employment under the City other than that to which elected, and until ninety days after he leaves office as Mayor or Commissioner.
- SEC. 2.04. VACANCIES. A vacancy in the Commission, whether it be in the office of Mayor or Commissioner, shall be deemed to exist in case of the failure of any person elected thereto to qualify on or before the date of the second regular meeting of the new Commission, or by reason of the death, resignation, removal from office, removal from the City, continuous absence from the City for more than three months, or conviction of a felony of any such person whether before or after his qualification, or by reason of the failure of any member of the Commission without good cause to perform any of the duties of membership in the Commission for a period of three months. In each such case the Commission shall by resolution declare such vacancy to exist

and shall forthwith appoint an eligible person to fill the same until the next regular municipal election when the office shall be filled for the unexpired term.

- SEC. 2.05. SALARIES. The members of the Commission shall serve with reasonable compensation. The Commission, by ordinance, may change the annual salary of its members, and such ordinance shall take effect after the regular City election following adoption.
- SEC. 2.06. BOARDS AND COMMISSIONS. The Commission may, by ordinance or resolution, establish and regulate any board or commission to advise the Commission with respect to any City function or activity, to investigate any subject of interest to the City, or to perform quasi-judicial functions. The Commission may, by ordinance, establish and regulate any administrative board or commission, and by such ordinance specify the powers and duties of such board or commission. Any board or commission may be abolished by action of the Commission similar to that by which it was established.
- SEC. 2.07. THE MAYOR. The Mayor shall be the presiding officer of the Commission. The Mayor shall have a vote as a member of the Commission. He shall exercise all powers and perform all duties conferred and imposed upon him by this Charter, the ordinances of the City, and the laws of the State. He shall be recognized as the official head of the City for all ceremonial purposes, by the courts for the purpose of serving civil process, and by the Governor for the purpose of martial law.
- SEC. 2.08. THE ACTING MAYOR. The Commission shall choose from the Commissioners an Acting Mayor who shall hold such office at the pleasure of the Commission. The Acting Mayor shall serve as presiding officer in the Mayor's absence and as Mayor in case of the Mayor's temporary disability or absence from the City. The Acting Mayor, while serving as presiding officer or performing other duties as Mayor, shall have a vote as Mayor, but not an additional vote as a Commissioner.

THE CITY ADMINISTRATOR

SECTION 3.01. THE OFFICE. The City Administrator shall be the Chief Administrative Officer and all administrative functions of the City, as such are from time to time specifically defined by the Commission, shall be performed by him.

SEC. 3.02. SPECIFIC POWERS AND DUTIES. Unless specifically modified, revoked, amended or altered by Ordinance, the City Administrator shall have the following specific powers and duties: (1) supervision over all departments and employees; (2) he shall recommend to the Commission the appointment, suspension, removal, promotion, demotion and transfer of all employees of the City to accomplish efficiency and economy, but all in accordance with laws pertaining thereto; (3) attend Commission meetings; (4) prepare and submit the annual budget; (5) keep minutes of all Commission meetings, or designate another person to perform this function; (6) act in the capacity of City Clerk and City Treasurer as to all matters relating to statutes and other laws; (7) negotiate and make such purchases as can be accomplished without competitive bidding and obtain estimates, quotations, sealed bids, or contracts in excess of such amount; (8) keep the Commission advised of the financial condition of the City and recommend from time to time the adoption of such measures as he may deem necessary or expedient for the health, safety and welfare of the community; (9) recommend salaries to be paid City officers and employees; and, (10) perform other duties specified by this Charter or necessary to carry out the duties of Chief Administrative Officer.

SEC. 3.03. APPOINTMENT AND REMOVAL. The City Administrator shall be chosen solely on the basis of training, experience and administrative qualifications and he need not be a resident of the City at the time of appointment. The City Administrator shall be appointed for an indefinite term and can only be removed by the Commission after a hearing and on specified grounds such as conviction of a felony, refusal to carry out the policies of the Commission, or failure or refusal to promptly perform his specified duties, which grounds shall be reduced to writing and served upon him a reasonable time prior to such hearing.

COMMISSION PROCEDURE

- SECTION 4.01. COMMISSION MEETINGS. All newly elected members of the Commission shall take office at the first regular meeting in January next following the regular City election at which they are elected. Thereafter the Commission shall meet at such time or times each month as may be prescribed by ordinance or resolution; provided, that the Commission shall hold at least one regular meeting each month. The Mayor, or any two members of the Commission, may call special meetings of the Commission upon such notice as is provided by ordinance or statute. Notice of such meetings may be given to the members of the Commission by any means provided in its rules. All meetings of the Commission shall be public, except as otherwise provided by statute, and any citizen shall have access to the minutes and records thereof at all reasonable times.
- SEC. 4.02. RULES OF PROCEDURE AND QUORUM. The Commission shall determine its own rules and order of business. Three members of the Commission shall constitute a quorum to do business, but a smaller number may adjourn from time to time. The Commission may by rule provide a means by which a minority may compel the attendance of absent members.
- SEC. 4.03. ORDINANCES, RESOLUTIONS, AND MOTIONS. Except as in this Charter otherwise provided, all legislation shall be by ordinance. The aye and no vote on ordinances, resolutions, and motions shall be recorded unless the vote is unanimous. An affirmative vote of at least three members of the Commission shall be required for the adoption of all ordinances and resolutions, except as otherwise provided in this Charter.
- SEC. 4.04. ORDINANCE ADOPTION, AMENDMENT AND REPEAL PROCEDURE.
- Subd. 1. Form and Adoption. The ordaining clause of all ordinances shall be in the words, "The City of Glenwood ordains". Every ordinance, except an emergency ordinance, shall be introduced in writing and at a regular meeting, and may be adopted at any meeting occurring at least seven (7) days after the meeting at which it was introduced. No ordinance shall contain more than one subject which shall be clearly expressed in its title.
- Subd. 2. Signing and Publication. Every ordinance adopted by the Commission shall be signed by the Mayor or by two other members, attested by the City Administrator and filed and preserved by him. Every ordinance shall be published once in the official newspaper. However, as to lengthy ordinances, or

ordinances which include charts or maps, the Commission may, by unanimous vote, determine that publication of the title and a summary of an ordinance would clearly inform the public of the intent and effect of such ordinance, and direct that only the title and summary be published with a notice that a printed copy of the ordinance is available for inspection during regular office hours at the office of the City Administrator and at the City Library. The text of the summary shall be approved by the Commission prior to publication. Such publication shall be deemed to fulfill all legal requirements for publication as completely as if the entire ordinance had been published. Proof of publication shall be attached to and filed with the ordinance. To the extent and in the manner provided by law an ordinance may incorporate by reference a statute of Minnesota, a State administrative rule or a regulation, a code, or ordinance or part thereof without publishing the material referred to in full.

Subd. 3. Emergency. An emergency ordinance is an ordinance necessary for the immediate preservation of the public peace, health, morals, safety or welfare in which the emergency is defined and declared in a preamble thereto. No prosecution shall be based upon the provisions of any emergency ordinance until twenty-four hours after the ordinance has been filed with the City Administrator and posted in three conspicuous places or until the ordinance has been once published in the official newspaper, unless the person charged with violation had actual notice of the adoption of the ordinance prior to the act or omission of which complaint is made.

Subd. 4. When Effective. An emergency ordinance shall take effect immediately upon its adoption or at such later date as is fixed therein. Every other ordinance shall take effect seven days after publication or at such later date as is fixed therein. Every ordinance adopted by the voters of the City shall take effect immediately upon its adoption, or at such later time as is fixed therein.

Subd. 5. Amendment or Repeal. Every ordinance repealing a previous ordinance or section or subdivision of a codification shall give the number, if any, and the title of the ordinance or section or subdivision to be repealed in whole or in part. No ordinance or section or subdivision shall be amended by reference to the title alone, but such an amending ordinance shall set forth in full each section, subdivision or subparagraph so amended.

SEC. 4.05. CODIFICATION OF ORDINANCES. The City may revise, re-arrange and codify its ordinances with such additions and deletions as may be deemed necessary by the Commission. Such ordinance code shall be published in book, pamphlet or continuously revised loose-leaf form and copies shall be made available by the Commission at the office of the City Administrator for

general distribution to the public free or at a reasonable charge. Distribution in such published form shall be a sufficient notice of any ordinance provision not previously published.

SEC. 4.06. RESOLUTIONS. Every resolution shall be presented in writing unless such form is waived by the unanimous consent of the Commission. All resolutions shall be signed by the Mayor or two other members of the Commission, attested by the City Administrator and filed and preserved by him. All resolutions take effect immediately upon adoption or at such later date as is fixed therein.

ELECTIONS

SECTION 5.01. REGULAR CITY ELECTION. A regular City election shall be held on the first Tuesday after the first Monday in November of each even-numbered year at such place or places as the Commission may designate. There shall be no City primary election, but the candidate for Mayor (in alternate elections), and the two candidates for Commissioner, receiving a plurality of the votes over the other candidates shall be elected.

SEC. 5.02. SPECIAL ELECTIONS. The Commission may by resolution order a special election and provide all means for holding it. The procedure at such election shall conform as nearly as possible to that prescribed for other municipal elections.

SEC. 5.03. ELECTION NOTICE. The City Administrator shall give at least two weeks previous notice of the time and place of holding all elections and of the officers to be elected, or the issue to be decided, by posting in at least one public place in each voting precinct and by publication at least once in the official newspaper, but failure to give such notice shall not invalidate such election.

SEC. 5.04. CANVASS OF ELECTIONS. The Commission shall meet and canvass the election returns within five days after any election, and shall make full declaration of the results as soon as possible, and file a statement thereof with the City Administrator. This statement shall include: (a) the total number of good ballots cast; (b) the total number of spoiled or defective ballots; (c) the vote for each candidate, with an indication of those who were elected, or the result of any issue decided; (d) a true copy of the ballots used; (e) the names of the judges and clerks of election; and (f) such other information as may seem pertinent. The City Administrator shall forthwith notify all persons elected of their election.

SEC. 5.05. PROCEDURE AT ELECTIONS. Subject to the provisions of this Charter and applicable State laws, the Commission may by ordinance further regulate the conduct of municipal elections. Except as otherwise provided in this Charter or in ordinances adopted pursuant thereto, the general laws of the State of Minnesota pertaining to elections shall apply to municipal elections.

INITIATIVE, REFERENDUM, AND RECALL

SECTION 6.01. POWERS RESERVED BY THE PEOPLE. The people of the City reserve to themselves the power, in accordance with the provisions of this Charter, to initiate and adopt any ordinance, except an ordinance appropriating money or authorizing the levy of taxes, to require such an ordinance when adopted by the Commission to be referred to the registered voters for approval or disapproval, and to recall elected public officials. These powers shall be called the initiative, the referendum, and the recall, respectively.

SEC. 6.02. FURTHER REGULATIONS. The Commission may provide by ordinance such further regulations for the initiative, referendum, and recall, not inconsistent with this Charter, as it deems necessary.

Initiative

SEC. 6.03. INITIATION OF MEASURES. Any five registered voters may form themselves into a committee for the initiation of any ordinance except as provided in Section 6.01. Before circulating any petition they shall file a certified copy of their proposed ordinance with the City Administrator together with their names and addresses as members of such committee. They shall also attach a verified copy of the proposed ordinance to each of the signature papers herein described, together with their names and addresses as sponsors therefor.

SEC. 6.04. FORM OF PETITION AND OF SIGNATURE PAPERS. The petition for the adoption of any ordinances shall consist of the ordinance, together with all signature papers and affidavits thereto attached. Such petition shall not be complete unless signed by fifty registered voters. All the signatures need not be on one signature paper, but the circulator of every such paper shall make an affidavit that each signature appended to the paper is the genuine signature of the person whose name it purports to be. Each signature paper shall be in substantially the following form:

Initiative Petition

proposing	an o	rdinance	e to				(stati	ng	the
purpose of			e), a	сору	of	which	ordin	ance	is
hereto att	ached	l. This	ordi	nance	is	spons	sored	by	the
following c	ommit	tee of re	egist	ered v	ote	cs:			

Name	Address
1	
2.	
3.	
4	
5.	

The undersigned registered voters understanding the terms and the nature of the ordinance hereto attached, petition the Commission for its adoption, or, in lieu thereof, for its submission to the registered voters for their approval.

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At the end of the list of signatures shall be appended the affidavit of the circulator mentioned above.

FILING OF PETITIONS AND ACTION THEREON. All the SEC. 6.05. signature papers shall be filed in the office of the City Administrator as one instrument. Within five days after the filing of the petition, the City Administrator shall ascertain by examination the number of registered voters whose signatures are appended thereto and whether this number is at least fifty. If he finds the petition insufficient or irregular, he shall at once notify one or more of the committee of sponsors of that fact, certifying the reasons for his finding. The committee shall then be given 30 days in which to file additional signature papers and to correct the petition in all other particulars. If at the end of that period the petition is found to be still insufficient or irregular, the Administrator shall file it in his office and shall notify each member of the committee of that fact. The final finding of the insufficiency or irregularity of a petition shall not prejudice the filing of a new petition for the same purpose, nor shall it prevent the Commission from referring the ordinance to the registered voters at the next regular or any special election at its option.

SEC. 6.06. ACTION OF COMMISSION ON PETITION. When the petition is found to be sufficient, the City Administrator shall so certify to the Commission at its next meeting, stating the number of petitioners and the percentage of the total number of voters which they constitute, and the Commission shall at once read the ordinance and refer it to an appropriate committee, which may be a committee of the whole. The Commission shall thereupon provide for public hearings upon the ordinance, after the holding of which the ordinance shall be finally acted upon by the Commission not later than 65 days after the date upon which it was submitted to the Commission by the City Administrator. If the Commission fails to adopt the proposed ordinance, or it is adopted in a form different from that set forth in the petition and unsatisfactory to the petitioners, the proposed ordinance shall be submitted by the Commission to the vote of the registered voters at the next election; but if the number of signers of the petition is at least equal to fifteen (15) percent of the number of voters casting ballots at the last regular municipal election, the Commission shall call a special election upon the measure. Such special election shall be held not less than 30 nor more than 45 days from the date of final action on the ordinance by the Commission or after the expiration of 65 days from the date of submission to the Commission when there has

been no final action; but if a regular election is to occur within three months, the Commission may submit the ordinance at that election. If the Commission passes the proposed ordinance with amendments and at least four-fifths of the committee of petitioners do not express their dissatisfaction with such amended form by a statement filed with the City Administrator within 10 days of the adoption thereof by the Commission, the ordinance need not be submitted to the registered voters.

SEC. 6.07. INITIATIVE BALLOTS. The ballots used when voting upon any such proposed ordinance shall state the substance of the ordinance and shall give the voters the opportunity to vote either "yes" or "no" on the question of adoption. If a majority of the registered voters voting on any such ordinance vote in favor of it, it shall thereupon become an ordinance of the City. Any number of proposed ordinances may be voted upon at the same election but the voter shall be allowed to vote for or against each separately. In case of inconsistency between two initiated ordinances approved at one election, the one approved by the higher percentage of registered voters voting on the question shall prevail to the extent of the inconsistency.

SEC. 6.08. INITIATION OF CHARTER AMENDMENTS. Nothing in this Charter shall be construed as in any way affecting the right of the registered voters under the Constitution and statutes of Minnesota to propose amendments to this Charter.

Referendum

SEC. 6.09. THE REFERENDUM. If, prior to the date when an ordinance takes effect, a petition is signed by a number at least equal to fifteen (15) percent of the number of voters casting ballots in the last regular municipal election, and is filed with the City Administrator requesting that any such ordinance be repealed or be submitted to a vote of the registered voters, the ordinance shall thereby be prevented from taking effect. The Commission shall thereupon reconsider the ordinance at its next regular meeting, and either repeal it or by aye and no vote reaffirm its adherence to the ordinance as passed. In the latter case the Commission shall immediately order a special election to be held thereon, or submit the ordinance at the next election, pending which the ordinance shall remain suspended. If a majority of the registered voters voting thereon is opposed to the ordinance, it shall not become effective; but if a majority of the registered voters voting thereon favors the ordinance, it shall go into effect immediately or on the date therein specified.

SEC. 6.10. REFERENDUM PETITIONS. The requirements laid down in Sections 6.03 and 6.04 above as to the formation of committees for the initiation of ordinances and as to the form of petitions and signature papers shall apply to the referendum as far as possible, but with such verbal changes as may be necessary. A referendum petition shall read as follows:

Referendum Petition

proposing the repeal of an ordinance to (stating the purpose of the ordinance), a copy of which ordinance is hereto attached. The proposed repeal is sponsored by the following committee of registered voters:

Name	Address `
1.	
2.	
4.	
5.	

The undersigned petitioners understanding the nature of the ordinance hereto attached and believing it to be detrimental to the welfare of the City, petition the Commission for its submission to a vote of the registered voters for their approval or disapproval.

Name	Address
1.	
2.	
3.	

SEC. 6.11. REFERENDUM BALLOTS. The ballots used in any referendum election shall conform to the rules laid down in Section 6.07 of this Charter for initiative ballots.

Recall

SEC. 6.12. THE RECALL. Any five registered voters may form themselves into a committee for the purpose of bringing about the recall of any elected officer of the City. The committee shall certify to the City Administrator the name of the officer whose removal is sought, a statement of the grounds for removal in not more than 250 words, and their intention to bring about his recall. A copy of this certificate shall be attached to each signature paper and no signature paper shall be put into circulation previous to such certification.

SEC. 6.13. RECALL PETITIONS. The petition for the recall of any official shall consist of a certificate identical with that filed with the City Administrator together with all the signature papers and affidavits thereto attached. All the signatures need not be on one signature paper, but the circulator of every paper shall make an affidavit that each signature appended to the paper is the genuine signature of the person whose name it purports to be. Each signature paper shall be in substantially the following form:

Recall Petition

proposing the recall of	from his which recall is sought for the attached certificate. This
office as	which recall is sought for
the reasons set forth in	the attached certificate. This
	by the following committee of
registered voters:	
Name	Address
2	
3.	
4.	A the self-self-self-self-self-self-self-self-
5	
The undersigned regi	stered voters understanding the
	ainst the officer herein sought
	he holding of a recall election
for that purpose.	
Lot under purpope.	
Name	Address
1.	
2.	
2	

At the end of the list of signatures shall be appended the affidavit of the circulator.

SEC. 6.14. FILING OF PETITION. Within 30 days after the filing of the original certificate, the committee shall file the completed petition in the office of the City Administrator. The City Administrator shall examine the petition within the next following five (5) days, and if he finds it irregular in any way or finds that the number of signers is less than twenty-five (25) percent of the number of voters casting ballots in the last regular municipal election, he shall so notify one or more members of the committee. The committee shall then be given ten days in which to file additional signature papers and to correct the petition in all other respects, but they may not change the statement of the grounds upon which the recall is sought. If at the end of that time the City Administrator finds the petition still insufficient or irregular, he shall notify all the members of the committee to that effect and shall file the petition in his office. No further action shall be taken thereon.

SEC. 6.15. RECALL ELECTION. If a petition or amended petition is found sufficient, the City Administrator shall transmit it to the Commission without delay, and shall also officially notify the person sought to be recalled of the sufficiency of the petition and of the pending action. The Commission shall at its next meeting, by resolution, provide for the holding of a special election not less than 45 nor more than 60 days after such meeting, but if any other election is to occur within 60 days after such meeting, the Commission may in its discretion provide for the holding of the recall election at that time.

SEC. 6.16. PROCEDURE AT RECALL ELECTION. The City Administrator shall include with the published or posted notice of the election the statement of the grounds for the recall and also, in not more than 500 words, the answer of the officer concerned in justification of his course in office. Candidates to succeed the officer to be recalled shall be nominated in the usual way, and the election shall be conducted as far as possible, in accordance with the usual procedure in municipal elections.

SEC. 6.17. FORM OF RECALL BALLOT. Unless the officer whose removal is sought resigns within ten days after the receipt by the Commission of the completed recall petition, the form of the ballot at such election shall be as near as may be: "Shall be recalled?" the name of the officer whose recall is sought being inserted in the blank, and the registered voters shall be permitted to vote separately "yes" or "no" upon this question. The ballot shall also contain the names of the candidates to be voted upon to fill the vacancy, in case the recall is successful, under the caption: "Candidates to fill the place of _____, if recalled"; but the officer whose recall is sought shall not himself be a candidate upon such ballot. If a majority of those voting on the question of recall vote in favor of recall, the official shall be thereby removed from office, and the candidate who receives the highest number of votes for his place shall be elected thereto for the remainder of the unexpired term. If the officer sought to be recalled resigns within ten days after the receipt by the Commission of the completed recall petition, the form of ballot at the election shall be the same, as nearly as possible, as the form in use at a regular election.

TAXATION AND FINANCES

- SECTION 7.01. COMMISSION TO CONTROL FINANCES. The Commission shall have full authority over the financial affairs of the City. It shall provide for the collection of all revenues and other assets, the auditing and settlement of accounts, and the safekeeping and disbursement of public moneys.
- SEC. 7.02. FISCAL YEAR. The fiscal year of the City shall be the calendar year.
- SEC. 7.03. SYSTEM OF TAXATION. Subject to the State Constitution, and except as forbidden by it or by State law, the Commission shall have full power to provide by ordinance for a system of local taxation. This authority includes the power by ordinance to assess, levy, and collect taxes on all subjects or objects of taxation except as limited or prohibited by the State Constitution, by this Charter or by laws imposing restrictions upon the City irrespective of Charter provisions.
- SEC. 7.04. SUBMISSION OF BUDGET. Annually the City Administrator shall submit to the Commission his recommended budget as directed by a budget calendar to be established by the Commission or, in the absence thereof, by September 1. budget shall provide a complete financial plan for all City funds and activities for the ensuing fiscal year and, except as required by law or Charter, shall contain such information and be in such form as the City Administrator deems desirable or the Commission may require. It shall include a summary and show in detail all estimated income and all proposed expenditures, including debt service and comparative figures for the current fiscal year, actual and estimated, and the preceding fiscal year. In addition to showing proposed expenditures for current operations, it shall show proposed capital expenditures to be made during ensuing years and the proposed method of financing each such capital expenditure. For each utility operated by the City, the budget shall show anticipated net surplus or deficit and the proposed method of its disposition. The total proposed operating budget to be provided from the property tax shall not exceed the amounts authorized by law and this Charter.
- SEC. 7.05. COMMISSION ACTION ON BUDGET. The budget shall be considered at the first regular monthly meeting of the Commission in September and at subsequent meetings until a budget is adopted for the ensuing year. The meetings shall be so conducted as to give interested citizens a reasonable opportunity to be heard. The Commission may revise the proposed budget but no amendment to the budget shall increase the authorized expenditures to an amount greater than the estimated fund balances. The

Commission shall adopt the budget not later than the first week of October by a resolution which shall set forth the total for each budgeted fund and each department with such segregation as to objects and purposes of expenditures as the Commission deems necessary for purposes of budget control. The Commission shall also adopt a resolution levying the amount of taxes provided in the budget and the City Administrator shall certify the tax resolution to the County Auditor in accordance with law not later than October 10. Adoption of the budget resolution shall constitute appropriations at the beginning of the fiscal year of the sums fixed in the resolution for the several purposes named. The sums constituting an individual appropriation shall be the aggregate of all minor line item amounts contained in the detailed budget resolution for major categories of expenditures by general function or department within each fund. The Commission shall, when adopting each budget, determine such major categories in accordance with generally accepted accounting practices.

SEC. 7.06. ENFORCEMENT OF THE BUDGET. The City Administrator shall enforce strictly the provisions of the budget. He shall not authorize any payment or the incurring of any obligation by the City unless an appropriation has been made for the same and there is a sufficient unexpended balance left after deducting the total past expenditures and encumbrances against the appropriation. No officer or employee of the City shall place any order or make any purchase for a purpose not authorized in the budget resolution. Any obligation incurred by any person in the employ of the City for any purpose not authorized in the budget resolution or for any amount exceeding an appropriation shall be a personal obligation upon the person incurring the obligation. No check shall be issued or transfer made to any account other than one owned by the City until the claim to which it relates has been supported by an itemized bill, payroll, or time-sheet or other document approved and signed by the responsible City officer who vouches for its correctness and reasonableness.

SEC. 7.07. ALTERATIONS IN THE BUDGET. After the budget resolution has been adopted, the Commission shall not increase the appropriations beyond the estimated revenue sources except to the extent that such sources exceed the estimate. At any time the Commission may, by resolution approved by a majority of its members, reduce the sums appropriated for any purpose by the budget resolution, or authorize the transfer of sums from unencumbered balances of appropriations in the budget resolution to other purposes.

SEC. 7.08. FUNDS. There shall be maintained in the City Treasury a general fund and such other funds as may be required by statute, ordinance or resolution. The Commission may, by ordinance or resolution, make inter-fund loans, except from trust and agency funds, as it may deem necessary and appropriate.

- SEC. 7.09. CITY INDEBTEDNESS. Except as provided in Sections 7.10 and 7.11, no obligations shall be issued to pay current expenses, but the Commission may issue and sell obligations for any other municipal purpose in accordance with law and within the limitations prescribed by law. Except in the case of obligations for which an election is not required by this Charter or by law, no such obligations shall be issued and sold without the approval of the majority of the voters voting on the question at a general or special election.
- SEC. 7.10. ANTICIPATION CERTIFICATES. At any time after January 1, the Commission may issue certificates of indebtedness in anticipation of State and Federal aids and the collection of taxes levied the previous year for any fund and not yet collected. The total amount of certificates issued against any fund for any year together with interest thereon until maturity shall not exceed the total of State and Federal aids and current taxes due to the fund and uncollected at the time of issuance. Such certificates shall be issued on such terms and conditions as the Commission may determine, but they shall become due not later than April 1 of the year following their issuance. The proceeds of the tax levied and such State or Federal aids as the governing body may have allocated for the fund against which tax anticipation certificates are issued and the full faith and credit of the City shall be irrevocably pledged for the redemption of the certificates.
- SEC. 7.11. EMERGENCY DEBT CERTIFICATES. If in any year the receipts from taxes or other sources should from some unforeseen cause become insufficient for the ordinary expenses of the City, or if any calamity or other public emergency necessitates the making of extraordinary expenditures, the Commission may by ordinance issue on such terms and in such manner as the Commission determines emergency debt certificates to run not to exceed three years. A tax sufficient to pay principal and interest on such certificates with the margin required by law shall be levied as required by law. The ordinance authorizing an issue of such emergency debt certificates shall state the nature of the emergency and be approved by a unanimous vote of the Commission. It may be passed as an emergency ordinance.
- SEC. 7.12. BANK LOANS. Whenever the Commission, by resolution, deems it necessary and advantageous, it may borrow money from any bank for the purpose of financing any authorized capital improvement or other purpose as allowed by this Charter or by law. Such loans shall be payable within a maximum period of seven (7) years and shall be issued on such terms and in such manner as the Commission may determine. If the amount of the obligations to be issued to finance any such purchase exceeds one percent of the assessed valuation of the City, excluding money and credits, they shall not be issued for at least thirty (30) days after publication in the official newspaper of a Commission

resolution determining to issue them; and if, before the end of that time, the petition asking for an election on the proposition, signed by at least a number equal to fifteen (15) percent of the number of voters casting ballots in the last regular municipal election, is filed with the City Administrator, such obligations shall not be issued until the proposition for their issuance has been approved by a majority of the votes cast on the question at a regular or special election. A tax levy shall be made for the payment of the principal and interest on such obligations as in the case of bonds as prescribed by law. In lieu of borrowing money by bank loans as authorized by this Section, the Commission may issue any other form of legal City obligation as allowed by law or by this Charter.

PUBLIC IMPROVEMENTS AND SPECIAL ASSESSMENTS

SECTION 8.01. POWER TO MAKE IMPROVEMENTS AND LEVY ASSESSMENTS. The City shall have the power to make any and every type of public improvement not forbidden by the laws of this State and to levy special assessments to pay all or any part of the cost of such improvements as are of a local character. The amounts assessed to benefited property to pay for such local improvements may equal the cost of the improvement, including all costs and expenses connected therewith, with interest, until paid, but shall in no case exceed the benefits to the property.

SEC. 8.02. ASSESSMENTS FOR SERVICES. The Commission may provide by ordinance that the cost of sprinkling, snow or rubbish removal, or of any other service to streets, sidewalks, or other public property, or the costs of any services to other property undertaken by the City may be assessed against the property benefited and collected in like manner as are special assessments.

SEC. 8.03. LOCAL IMPROVEMENTS REGULATIONS. After this Charter takes effect local improvements commenced prior thereto shall be completed and assessments may be levied and securities issued for the financing thereof as prescribed by the law (or Charter provisions) applicable thereto. The Commission may prepare and adopt a comprehensive ordinance prescribing the procedure which shall be followed thereafter in making all local improvements and levying assessments therefor. The Commission may elect to use State law or the local improvement ordinance for the purpose of providing local improvements and assessments thereof.

SEC. 8.04. PUBLIC WORK; HOW PERFORMED. Public works, including all local improvements, may be constructed, extended, repaired, and maintained either directly by day labor or by contract. The City shall require contractors to give bonds for the protection of the City and all persons furnishing labor and materials pursuant to the laws of the State.

EMINENT DOMAIN

SECTION 9.01. POWER TO ACQUIRE PROPERTY. The City may acquire, by purchase, gift, devise, or condemnation, any property, corporeal or incorporeal, either within or without its corporate boundaries, which may be needed by the City for any public use or purpose. Easements for slopes, fills, sewers, building lines, poles, wires, pipes, and conduits for water, gas, heat, and power or for any other public use, may be acquired by gift, devise, purchase, or condemnation in the manner provided by law. All such property acquisitions, including condemnation, shall be made under provisions of State law or other applicable law or regulation.

FRANCHISES

SECTION 10.01. FRANCHISES REQUIRED. Except as otherwise provided by law, no person, firm, or corporation shall place or maintain any permanent or semi-permanent fixtures in, over, upon, or under any street or public place for the purpose of operating a public utility or for any other purpose, without a franchise therefor from the City. A franchise shall be granted only by ordinance, which shall not be an emergency ordinance. Every ordinance granting a franchise shall contain all the terms and conditions of the franchise. The grantee shall bear the costs of publication of the franchise ordinance and shall make a sufficient deposit with the City Administrator to guarantee publication before the ordinance is passed.

SEC. 10.02. TERM. No exclusive or perpetual franchise shall ever be granted. No franchise for a term exceeding fifteen years shall be effective until approved by a majority of the registered voters voting thereon at a special election called for that purpose. The cost of the special election shall be borne by the proposed grantee named in the franchise.

SEC. 10.03. PUBLIC HEARING. Before any franchise ordinance is adopted, the Commission shall hold a public hearing on the matter. Notice of such hearing shall be published at least once in the official newspaper not less than ten days prior to the date of the hearing.

SEC. 10.04. POWER OF REGULATION RESERVED. Subject to any applicable law the Commission may by ordinance reasonably regulate and control the exercise of any franchise, including the maximum rates, fares, or prices to be charged by the grantee.

SEC. 10.05. RENEWALS OR EXTENSIONS. Every renewal or modification of a franchise, including an existing franchise, shall be subject to the same limitations and shall be granted in the same manner as a new franchise.

SEC. 10.06. CONDITIONS IN EVERY FRANCHISE. Every franchise which does not contain the provisions prescribed in this Section shall be absolutely void and incapable of ratification by estoppel or otherwise. Every franchise shall contain the following provisions: (1) That the grantee shall be subject to and will perform on its part all the terms of Sections 10.01 through 10.07, inclusive, as well as all other pertinent provisions of this Charter; (2) That the grantee shall in no case claim or pretend to exercise any power to fix fares, rates and charges; but that such fares, rates and charges shall at all times be just, fair and reasonable for the services rendered and

shall in all cases be fixed and from time to time changed in the manner provided in Section 10.04 of this Charter; (3) That the Commission shall have the right to require reasonable extensions of any public service system from time to time, and to make such rules and regulations as may be required to secure adequate and proper service and to provide sufficient accommodations for the public; (4) That the grantee shall not issue any capital stock on account of the franchise or the value thereof, and that the grantee shall have no right to receive upon condemnation proceedings brought by the City to acquire the public utility exercising such franchise, any return on account of the franchise or its value; (5) That no sale or lease of said franchise shall be effective until the assignee or lessee shall have filed in the office of the City Administrator an instrument, duly executed, reciting the facts of such sale or lease, accepting the terms of the franchise, and agreeing to perform all the conditions required of the grantee thereunder. The assignee or lessee shall also file a bond in such amount and with such conditions as the Commission may require, which bond shall run to the City as obligee, with sureties satisfactory to the Commission, and shall obligate the assignee or lessee to discharge all obligations and liabilities imposed by said franchise; (6) That every grant, in said franchise contained, of permission for the erection of poles, masts or other fixtures in the streets and for the attachment of wires thereto, or for the laying of tracks in, or of pipes or conduits under the streets or public places, or for the placing on the streets or other public places of any permanent or semi-permanent fixtures whatsoever, shall be subject to the conditions that the Commission shall have the power to require such alterations therein, or relocation or rerouting thereof, as the Commission may at any time deem necessary for the safety, health or convenience of the public, and particularly that it shall have the power to require the removal of poles, masts and other fixtures bearing wires and the placing under ground of all wires for whatsoever purposes used; (7) Every franchise and every extension or removal of such franchise, shall contain a provision for its acceptance in writing by the grantee within thirty days after its passage by the Commission and before its submission to a vote of the people in case of a referendum. No such franchise shall be binding upon the City until its acceptance by the grantee. Such acceptance shall be construed to be an acceptance of, and consent to, all the terms, conditions and limitations contained in the ordinance granting the franchise as well as of the provisions of this Charter; (8) Every franchise shall be granted subject to the right of the City to acquire all rights and property thereunder within the City limits by eminent domain. The violation by the holder of any franchise of any of the express provisions prescribed by this Section, or a failure to supply a reasonably adequate service under any franchise, shall be a sufficient cause for the forfeiture of all rights under such franchise by a resolution of the Commission.

SEC. 10.07. LIMITATIONS. The enumeration in this Charter of particular matters which must be included in every franchise shall not be construed as limiting the right of the City to insert in such franchise such other and further conditions and restrictions as the Commission may deem necessary or proper to protect the City's interests; nor shall anything contained in this Charter limit the right or power possessed by the City over existing franchises.

PUBLIC OWNERSHIP AND OPERATION OF UTILITIES

SECTION 11.01. ACQUISITION AND OPERATION OF UTILITIES. The City may own and operate any gas, water, heat, power, light, telephone or other public utility for supplying its own needs for utility service or for supplying utility service to private consumers or both. It may construct all facilities reasonably needed for that purpose and may acquire any existing utility properties so needed; but no proceedings to acquire any such public utility shall be consummated unless the City has the money in the treasury to pay for acquisition or has made provision for paying for the property proposed to be acquired. The operation of all public utilities owned by the City shall be under the supervision of the Commission.

SEC. 11.02. RATES AND FINANCES. Upon recommendations made by the City Administrator or upon its own motion, the Commission may fix rates, fares and prices, for municipal utilities but such rates, fares and prices shall be just and reasonable. In like manner the Commission may prescribe the time and manner in which payments for all such services shall be made, and may make such other regulations as may be necessary, and prescribe penalties for violation of such regulations.

SEC. 11.03. PURCHASE IN BULK. The Commission may, in lieu of providing for the local production of gas, electricity, water, and other utilities, purchase the same in bulk and resell them to local consumers at such rates as it may fix.

SEC. 11.04. LEASE OF PLANT. The Commission may, if the public interests will be served thereby, contract with any responsible person, co-partnership, or corporation, for the operation of any utility owned by the City, upon such rentals and conditions as it may deem necessary; but such contract shall be embodied in and let only by an ordinance approved by unanimous vote of the Commission and subject to popular referendum. Such ordinance shall not be an emergency ordinance. In no case shall such contract be for a longer term than ten years.

SEC. 11.05. PUBLIC UTILITY; HOW SOLD. No public utility owned by the City shall be sold or otherwise disposed of by the City unless the full terms of the proposition of sale or other disposition are embodied in an ordinance approved by a majority of the registered voters voting thereon at a general or special election. In the case of a water works or light plant, any sale, lease, or abandonment shall be subject, in addition, to the requirements of State law.

MISCELLANEOUS AND TRANSITORY PROVISIONS

SECTION 12.01. OFFICIAL PUBLICATIONS. The Commission shall annually designate a legal newspaper of general circulation in the City as its official newspaper in which shall be published ordinances and other matters required by law to be so published as well as such other matters as the Commission may deem it in the public interest to have published in this manner.

SEC. 12.02. OATH OF OFFICE. Every officer of the City shall, before entering upon the duties of his office, take and subscribe an oath of office in substantially the following form: "I do solemnly swear (or affirm) to support the constitution of the United States and of this State and to discharge faithfully the duties devolving upon me as (Mayor, Commissioner, City Administrator, etc.) of the City of Glenwood to the best of my judgment and ability."

SEC. 12.03. CITY OFFICERS NOT TO BE INTERESTED IN CONTRACTS. Except as otherwise permitted by law, no officer of the City who is authorized to take part in any manner in any contract with the City shall voluntarily have a personal financial interest in such contract or personally benefit financially therefrom.

SEC. 12.04. OFFICIAL BONDS. The City Administrator, and such other officers or employees of the City as may be provided for by ordinance, shall each before entering upon the duties of his respective office or employment, give a corporate surety bond to the City in such form and in such amount as may be fixed by the Commission as security for the faithful performance of his official duties and the safekeeping of the public funds. Such bonds may be either individual or blanket bonds in the discretion of the Commission. They shall be approved by the Commission, and approved as to form by the City Attorney, and filed with the City Administrator. The provisions of the laws of the State relating to official bonds not inconsistent with this Charter shall be complied with. The premiums on such bonds shall be paid by the City.

SEC. 12.05. SALE OF REAL PROPERTY. The sale or conveyance of any interest in real property of the City may be negotiated and a purchase agreement entered into by any practicable means, including a public auction or private sale, subject to approval by the Commission in the form of adoption of a resolution. The proceeds of any sale of such property shall be used as far as possible to retire any outstanding indebtedness incurred by the City in the purchase, construction, or improvement of this or other property used for the same public purpose. If there is no such outstanding indebtedness, the Commission may by resolution designate some other public use for the proceeds.

- SEC. 12.06. VACATION OF STREETS. The Commission may by ordinance approved by four-fifths vote, vacate any street, alley, public grounds, public way or any part thereof within the City. Such vacation may be made only after published notice and an opportunity has been given to affected property owners and the public to be heard, and upon such further terms and by such procedure as the Commission by ordinance may prescribe. In any proceeding under this Section an easement may be reserved for any purpose which the Commission deems appropriate.
- SEC. 12.07. CITY TO SUCCEED TO RIGHTS AND OBLIGATIONS OF FORMER CITY. The City shall succeed to all the property, rights, and privileges, and shall be subject to all the legal obligations of the City under the former charter.
- SEC. 12.08. TERMS OF PRESENT MAYOR AND COMMISSIONERS. The present Mayor and Commissioners shall, upon adoption of this Charter, continue to serve their current terms.
- SEC. 12.09. STATUTES NOT AFFECTED BY CHARTER. All general laws and statutes of the State applicable to all cities operating under home rule charters, or applicable to cities of the same class as the City operating under home rule charters, and not inconsistent with the provisions of this Charter, shall apply to the City, and shall be construed as supplementary to the provisions of this Charter.
- SEC. 12.10. EXISTING ORDINANCES CONTINUED. All ordinances and regulations of the City in force when this Charter takes effect, and not inconsistent with the provisions thereof, are hereby continued in full force and effect until amended or repealed.
- SEC. 12.11. PENDING CONDEMNATIONS AND ASSESSMENTS. Any condemnation or assessment proceedings in progress when this Charter takes effect shall be continued and completed under the laws under which such proceedings were begun. All assessments made by the City prior to the time when this Charter takes effect shall be collected and the lien thereof enforced in the same manner as if this Charter had not been adopted.
- SEC. 12.12. ORDINANCES TO MAKE CHARTER EFFECTIVE. The Commission shall by ordinance make such regulations as may be necessary to carry out and make effective the provisions of this Charter.
- SEC. 12.13. PURCHASES AND CONTRACTS. All written contracts entered into on behalf of the City shall be approved by the Commission and executed by the Mayor and the City Administrator in the name of the City. All purchases and contracts shall be made or let in accordance with applicable State law and requirements thereof for bidding, quotations, or directly negotiated purchases.

- SEC. 12.14. CERTIFICATION OF DOCUMENTS. As to all documents, certified copies of which are appropriate, it is the duty of the City Administrator to make such certifications.
- SEC. 12.15. DISPOSAL OF UNCLAIMED PROPERTY. The Commission may, by ordinance, provide for a system of disposal of unclaimed property coming into its possession in the course of municipal operations and remaining unclaimed by the owner. Any such ordinance shall provide for the manner of sale and the fund into which proceeds are to be placed.
- SEC. 12.16. CITY PROPERTY NOT LOST BY ADVERSE POSSESSION. No right, title, estate or easement of the City in any property shall be lost by adverse possession or occupancy, and no statute of limitations shall operate against the City in favor of any person occupying any public property or highway, whether such property shall have been improved or not.

STATE OF MINNESOTA DEPARTMENT OF STATE FILED

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John Control State

Secretary of State

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