

CITY COUNCIL

7:00 P.M.

August 5, 2013

Present: Joanne Johnson
 Dustin Goutermont
 David Gustafson
 Carlene Perfetto

Steven Marolt – excused

Lana Fralich, City Administrator
 Pete Morris, City Attorney
 Scott Zahorik, AEOA Housing Services
 Kitty Mayo, Northshore Journal
 Tammy Francois, Lake County News Chronicle
 Jack Swanson

Mayor Johnson called the meeting to order at 7:03p.m.

Agenda – Scenic Byway Funding Request was added to communications. Motion by Goutermont, second Gustafson to approve the agenda as amended. MOTION CARRIED.

Consent Agenda – Motion by Perfetto, second Gustafson to approve the minutes of the July 15, 2013 Council meeting and the June 2014 Treasurer’s Report. MOTION CARRIED

Petitions, Requests and Communications

Homeless Housing – Mayor Johnson presented information about County meetings dealing with this subject and there was discussion about options for transitional housing and housing for the homeless. Zahorik also provided information on this topic. This issue was tabled.

Letter of Support for Lake County HRA – The Council reviewed information about the IRRRB Business Energy Retrofit Program. Zahorik provided information on this project. Motion by Perfetto, second Goutermont to send a letter to the IRRRB requesting to keep the Business Energy Retrofit Program and expand it to the entire IRRRB service territory. MOTION CARRIED.

Scenic Byway Funding Request – Perfetto reviewed funding options for the scenic byway program and there was discussion about tourism promotion funding from SBATA.

City Administrator

Resolution 2013-30 – Agreement with Upper Midwest Athletic Construction – The Council reviewed the tennis court resurfacing project and the action taken at the July 15 meeting. Motion by Perfetto, second Gustafson to adopt Resolution 2013-30 authorizing to enter into a contract with Upper Midwest Athletic Construction for resurfacing of the tennis courts, for \$30,400.

Member Perfetto – aye
 Member Goutermont – aye
 Member Marolt – absent

Member Gustafson – aye
 Mayor Johnson – aye

RESOLUTION 2013-30 WAS ADOPTED. 4 aye, 0 nay, 1 absent

Resolution 2013-31 – Agreement with MN DEED – The Council reviewed the grant for \$425,250 for owner occupied housing rehabilitation and the action from the February 19 meeting about this subject. It was noted that these funds will require a single purpose audit. Motion by Gustafson, second Perfetto to adopt Resolution 2013-31 authorizing to accept funds from and enter into a grant agreement with the Minnesota Department of Employment and Economic Development Small Cities Development Grant Program for an owner occupied housing project.

Member Perfetto – aye
 Member Goutermont – aye
 Member Marolt – absent

Member Gustafson – aye
 Mayor Johnson – aye

RESOLUTION 2013-31 WAS ADOPTED. 4 aye, 0 nay, 1 absent

Resolution 2013-32 – Agreement with AEOA – It was noted that AEOA will administer the owner occupied housing rehabilitation grant funding. It was noted that the City will publish the Notice of Intent to Request Release of Funds and adopt other items required for the funds to be released and administration of the funds such as Notice of Intent to Request Release of Funds, Program Income Plan, Certificate of Categorical Exclusion, Statutory Checklist, Signature Authorization, Request for Release of Funds and Certification form, Section 3 Plan, Policy and Procedures Handbook, Residential Anti-displacement and Relocation Assistance Plan, and the Fair Housing Plan of Action. Motion by Perfetto, second Goutermont to adopt Resolution 2013-32 authorizing the City to contract with Arrowhead Equal Opportunity Agency for administrative services, not to exceed \$51,500, in accordance with the grant agreement with the MN DEED Small Cities Development Grant Program for owner occupied rehabilitation.

Member Perfetto – aye
 Member Goutermont – aye
 Member Marolt – absent

Member Gustafson – aye
 Mayor Johnson – aye

RESOLUTION 2013-32 WAS ADOPTED. 4 aye, 0 nay, 1 absent

Resolution 2013-33 – Agreement with MN Dept. of Labor and Industry – The Council reviewed the grant for \$8,000 for a new trench box, and the action taken at the June 17 meeting. Motion by Gustafson, second Goutermont to adopt Resolution 2013-33 authorizing to enter into a grant agreement with the Minnesota Department of Labor and Industry for \$8,000 from the Safety Grant Program to be used for the purchase of a trench box.

Member Perfetto – aye
 Member Goutermont – aye
 Member Marolt – absent

Member Gustafson – aye
 Mayor Johnson – aye

RESOLUTION 2013-33 WAS ADOPTED. 4 aye, 0 nay, 1 absent

Excavator, surplus and purchase – The Council reviewed the vehicle replacement budget and noted that the excavator is scheduled to be replaced, and that the current excavator has had numerous repairs. It was further noted that the snowblower that has previously declared as surplus has not sold. The Council reviewed two bids for used

excavators. The Public Works Supt. and Administrator recommend accepting the bid from Ziegler and allow for the current excavator and snowblower to be traded in for the excavator listed on the bid. Cost of excavator is \$127,000 plus tax, less the trade in of the surplus snowblower and surplus of existing excavator. Motion by Perfetto, second Gustafson to declare the Cat E120 B Excavator as surplus property and authorize it to be traded for \$22,500 and the City snowblower to be traded for \$25,000 to Zeigler Inc., for the purchase of a 312DL H2 Excavator for a payment of \$80,156.25 after trade-in.

MOTION CARRIED.

City Attorney – No other business was presented by the attorney.

OLD BUSINESS – No other old business was presented.

NEW BUSINESS – No other new business was presented.

Claims – Motion by Goutermont, second Perfetto to approve payment of \$148,750.98 in paid claims and \$174,300.66 in unpaid claims. MOTION CARRIED.

Motion by Perfetto, second Gustafson to adjourn at 7:35p.m. MOTION CARRIED.

Minutes taken by Lance K Beachem

Joanne Johnson, Mayor

Lana Fralich, City Administrator