

## CITY COUNCIL

7:00 P.M.

August 6, 2012

Present: Scott M. Johnson  
 David Gustafson  
 Steven Marolt  
 Joanne Johnson  
 Carlene Perfetto

Lana Fralich, City Administrator  
 Pete Morris, City Attorney  
 Rick Goutermont, County Commissioner  
 Rich Sve, County Commissioner  
 Russ Conrow, Lake County – Lake Connections  
 Jeff Roiland, Lake County – Lake Connections  
 Kitty Mayo, North Shore Journal  
 Sonja Peterson, Lake County News Chronicle

Mayor Johnson called the meeting to order at 7:00p.m.

**Agenda** – Lake County Veterans Memorial Forest was added to Communications. Motion by Perfetto, second Gustafson to approve the agenda as amended. MOTION CARRIED.

**Consent Agenda** – Motion by J Johnson, second Marolt to approve the minutes of the July 16, 2012 Council meeting. MOTION CARRIED.

### **Petitions, Requests and Communications**

**Thank You letter, Lake Co. Highway Dept.** – The Council reviewed a letter from the County Highway Dept. thanking the City for assistance on the June 19-20 flooding event.

**Gitchi Gami Bike Trail Ride** – It was noted that the August 18 bike ride would be going through the City on Outer Drive and Penn Avenue.

**Lake County Veterans Memorial Forest** – The Council reviewed an e-mail regarding the dedication for the Memorial Forest on August 18 in Two Harbors. J Johnson will plan to attend.

### **City Administrator**

**Lake County Lease Agreement, Fiber Optic** – The Council reviewed a draft copy of an agreement for the County to lease space at City Hall for housing of equipment for the Lake County Fiber (Lake Connections) project. It was noted that the Police Dept is currently using this space. The Council further reviewed work that will be done to City Hall at the expense of the County, the building plan and budget projection for this proposed work. It was noted that this lease is for a 23 year term, and that the rent for this space would be the estimated \$15,000 that the County will spend on renovations to City Hall that are not related to this project. There was discussion about the terms of the lease and reviewing the terms of the lease during its 23-year duration. There was a consensus to add wording to the lease that states that the terms of the lease can be reviewed

upon request of either party. There was discussion about the renewal of the lease, once the 23 year term is completed, and about what responsibility the County will have at the termination of the lease regarding returning the leased space to a condition that would be useable for the City. This subject was referred back to the Administrator and Attorney to bring a final draft to the Council. Motion by Perfetto, second Marolt to set a special Council meeting for Monday, August 13, 2012 at 4:30p.m. for the purpose of reviewing and taking action on a lease agreement with Lake County for the County Fiber Optic project. MOTION CARRIED.

**Airport Improvement Program Grants** – The Council reviewed information about Airport Improvement Program Grants. It was noted that the Airport did not receive any 2012 Airport Capital Improvement grants. The Public Works Commission recommends not applying for and signing the Airport Improvement Program Grants, and there was a consensus by the Council to follow this recommendation. There was discussion about the future of the Airport.

**Mary MacDonald Door replacement** – The Council reviewed a proposal from St. Germain Glass Co. for replacement of exterior doors. It was noted that this was the only company that submitted a proposal. The Mary MacDonald Committee recommends moving forward with replacement of the exterior doors. It was noted that the cost of this project is in the 2012 budget, and that it is not to exceed \$23,312. There was discussion about asking Lake County to pay for the replacement, handicap accessibility, and a handicap automatic door opener for the door near their offices. There was a consensus of the Council to move forward with this project.

**Resolution 2012-31a** – It was noted that one election judge is not able to serve, and one alternate judge has been added. Motion by J Johnson, second Marolt to adopt Resolution 2012-31a appointing election judges for the August 14, 2012 primary election and the November 6, 2012 general election.

Member Johnson – aye  
Member Perfetto – aye  
Mayor Johnson – aye

Member Marolt – aye  
Member Gustafson – aye

RESOLUTION 2012-31a WAS ADOPTED. 5 aye, 0 nay

**Surplus Items** – The Council reviewed a list of items that are recommended by the department heads to be listed as surplus items. It was noted that the ATM machine has no monetary value and will be disposed of, that the Public Works Supt. will set the minimum bid for the 1976 GMC tanker truck and the Satoh tractor with trailer, and that the sewer jet will be donated to Lake County. There was discussion about the donation to Lake County. Motion by Perfetto, second J Johnson to declare a 1976 GMC tanker truck, an ATM machine, a Satoh tractor with trailer, 24 fencing rolls with pipes, 5 rubber rolls, 2 picnic tables and 5 picnic table frames as surplus property; and a 1975 sewer jet to be declared surplus property and be donated to Lake County. MOTION CARRIED.

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

**OLD BUSINESS** – No other new business was presented.

The Council went into closed session from 7:51p.m. until 8:32p.m., to discuss the City Administrator's contract renewal. No action was taken in the closed session.

Mayor Johnson reopened the regular session at 8:33p.m.

NEW BUSINESS

**City Administrator Contract** – Motion by J Johnson, second Perfetto to add reviewing and taking action upon the City Administrator Contract to the agenda of the August 13, special Council meeting. MOTION CARRIED.

**Claims** – There was discussion about one item on the paid claims list. Motion by Perfetto, second Gustafson to approve payment of \$121,660.70 paid claims and \$178,536.80 in unpaid claims. MOTION CARRIED.

Motion by Marolt, second Gustafson to adjourn at 8:35p.m. MOTION CARRIED.

Minutes taken by Lance K Beachem

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Scott M Johnson, Mayor

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Lana Fralich, City Administrator