

## CITY COUNCIL

7:00 P.M.

December 16, 2013

Present: Joanne Johnson  
Dustin Goutermont  
Carlene Perfetto

David Gustafson – excused  
Steven Marolt – excused

Lana Fralich, City Administrator  
Pete Morris, City Attorney  
Ken Vogel, Lake County News Chronicle  
Steve VanHouse

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

**Agenda** – Motion by Perfetto, second Goutermont to approve the agenda as presented.  
MOTION CARRIED.

**Consent Agenda** – Motion by Goutermont, second Perfetto to approve the minutes of the December 2, 2013 regular Council meeting, and the October 2013 Treasurer’s Report.  
MOTION CARRIED.

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

**Lake County Sex Trafficking Task Force** – The Council reviewed a letter about a Lake County Sex Trafficking Task Force informational meeting on January 7 at 6:00p.m. in Beaver Bay. It will be posted that a quorum of the Council will attend.

**North Shore Area Partners Open House** – The Council reviewed information about an open house on December 17 at the Mary MacDonald Center. It has been posted that a quorum of the Council will attend.

### **City Administrator**

**Closed and Special Meetings** – Motion by Perfetto, second Goutermont to hold a special Council meeting and a closed session, for the purpose of discussing and taking action on labor negotiations, on Monday, December 23 at 10:00a.m. MOTION CARRIED.

**Cigarette / Beer License Renewals** – There was discussion about the on-sale Sunday liquor license. Motion by Goutermont, second Perfetto to issue Cigarette Licenses to Bri-Esa’s Convenience Store, Zupancich Brothers, Inc., and Silver Bay Municipal Liquor Store; to issue Beer on-sale licenses to Silver Bowl and Silver Bay Golf Course; to issue on-sale and off-sale, Monday through Saturday liquor license to Silver Bay Municipal Lounge; to issue on-sale, Monday through Saturday liquor license to the Reunion Hall; and to issue on-sale Sunday liquor license to Silver Bay Municipal Lounge. MOTION CARRIED.

**Home Use Occupation Permit Renewals** – The Planning and Zoning Commission recommends approval of six home application renewals that expire on December 31, 2013. Motion by Perfetto, second Goutermont to renew the Home Use Occupation permits to Roger Gale of 36 Law Drive, Tessie Huset of 82 Banks Blvd, Julie Jensen of 20 Hays Circle, Chris Mattila of 45 Nelson Drive, Charles Rathbone of 24 Law Drive and Gary Zinter of 69 Nelson Drive. MOTION CARRIED.

**2014 Council Meeting dates and Holidays** – The Council reviewed the list of 2014 City Council meeting dates. The 2014 City Council meetings will be held on January 6, January 21, February 3, February 18, March 3, March 17, April 7, April 21, May 5, May 19, June 2, June 16, July 7, July 21, August 4, August 18, September 2, September 15, October 6, October 20, November 3, November 17, December 1 and December 15 at 7:00p.m. at City Hall. The 2014 City Holidays will be January 1, January 20, February 17, May 26, July 4, September 1, October 13, November 11, November 27, December 24 and December 25. Motion by Goutermont, second Perfetto to approve the 2014 Council meeting dates and 2014 City Holidays, as presented. MOTION CARRIED.

**Airport Hangar Renewals** – Motion by Perfetto, second Goutermont to approve airport hangar lease agreements with Tim Bjella/Flying Beavers, Terry Olson, Anthony Kramar, Tom and Julaine Setter, and Robert Horstmann. MOTION CARRIED.

**Annual Contract Renewals** – It was noted that there was no changes from the previous year's contract. Motion by Goutermont, second Perfetto to approve the 2014 contracts with Gary Thompson for building official, and Mike Rowlee for fire administrator. MOTION CARRIED.

**KDV Audit Agreement** – It was noted that a special audit may be needed for the owner occupied housing rehabilitation grant that was received in 2013. Motion by Perfetto, second Goutermont to approve a three-year audit agreement with KDV effective for 2013, 2014 and 2015 audit years. MOTION CARRIED.

### **City Attorney**

**Resolution 2013-49** – The Council reviewed the City Zoning Map, a draft of the December 11 Planning and Zoning Commission public hearing and meeting, and proposed changes to City Code Chapter 12, that are recommended by the Commission, that define self-storage units, allow these units in Light Industry Zone and allow them in Highway Business Zone with a Special Use Permit. VanHouse provided information about his plans for his property that is zoned Highway Business, and there was discussion about the need for, and the placement of, self storage units. Motion by Perfetto, second Goutermont to adopt Resolution 2013-49, amending City Code Chapter 12, Section 1200.03 by adding Subd. 64., Section 1210.06, Subd. 3 by adding item B, and Section 1210.08 Subd. 2 by adding item L.

Member Goutermont – aye

Member Perfetto – aye

Mayor Johnson – aye

Member Marolt – absent

Member Gustafson – absent

RESOLUTION 2013- 49 was ADOPTED. 3 aye, 0 nay, 2 absent

OLD BUISNESS

**Resolution 2013-50** – It was noted that the closing date for this purchase agreement needs to be extended, due to dealing with multiple title certificates. Motion by Perfetto, second Goutermont to adopt Resolution 2013-50, amending a purchase agreement between Northshore Mining Company and the City for the acquisition of real property adjacent to the City Street Dept. Shop.

Member Goutermont – aye

Member Perfetto – aye

Mayor Johnson – aye

Member Marolt – absent

Member Gustafson – absent

RESOLUTION 2013- 50 was ADOPTED. 3 aye, 0 nay, 2 absent

It was noted that there has been additional costs, due to dealing with multiple title certificates on this property. Motion by Perfetto, second Goutermont to approve for an additional \$980 in surveying costs. MOTION CARRIED.

#### NEW BUSINESS

**Appointment to the Public Works Commission** – The Council reviewed an application from Tom Peterson to the Public Works Commission. Motion by Perfetto, second Goutermont to appoint Tom Peterson, of 15 Charles Circle, to the Public Works Commission.

MOTION CARRIED.

**2013 Year in Review** – Fralich reviewed the major events of 2013, which included; the tennis court project, owner occupied housing rehab grant, Lake County Fiber Project and City Hall rehabilitation, Library programs and building maintenance, new pony league football, conversion to natural gas at water and wastewater facilities, Natural Gas and Electric Franchise Agreements with the addition of franchise fees, new pump outs at the marina, new trench box, new excavator, new golf course equipment, 2012 Hail Storm repairs, new Lidar radar, golf course bridge installation, replacement of the primary clarifier at the wastewater plant, state lottery sales at the Liquor store, North Shore Scenic Cruises at the Marina and many more. The council remembered the life of long-time Fire Chief John Fredrickson. Thanks was given to all of the volunteers on each of the City Boards and Commissions, to the Administrator and the Department heads, to each City employee, and to the citizens for their support of the City.

**Claims** – Motion by Perfetto, second Goutermont to approve payment of \$61,786.00 in paid claims and \$38,768.79 in unpaid claims. MOTION CARRIED.

Motion by Perfetto, second Goutermont to adjourn at 7:42 p.m. MOTION CARRIED.

Minutes taken by Lance K Beachem

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Joanne Johnson, Mayor

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Lana Fralich, City Administrator