

## CITY COUNCIL

7:00 P.M.

December 5, 2011

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

Lana Fralich, City Administrator  
 Pete Morris, City Attorney  
 Brittany Berrens, Lake Co. News Chronicle  
 Paul Szkliniarz

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

**Agenda** – Fire Department Officers was added to New Business. Motion by Perfetto, second J Johnson to approve the agenda as amended. MOTION CARRIED.

**Consent Agenda** – Motion by J Johnson, second Gustafson to approve the minutes of the September 6, 2011 Budget Workshop, the November 21, 2011 Budget Workshop and the November 21, 2011 regular Council meeting. MOTION CARRIED.

**Petitions, Requests and Communications** – No communications were presented.

**Public Comment on 2012 Budget and Levy** – The budget and levy were reviewed. The City had received no written comments. Szkliniarz commented, and there was discussion about changes in the market value homestead credit, budget options for City expenditures, and the effects that property values and the City net tax capacity has on residential and commercial property taxes.

### City Administrator

**Resolution 2011- 48**, The Council reviewed the Final 2012 Budget Expenditures, which totaled \$5,930,895, and noted budget highlights for 2012. Motion by Perfetto, second Marolt to adopt Resolution 2011-48, Final 2012 Budget Expenditures.

Member Marolt – aye	Member Johnson – aye
Member Perfetto – aye	Member Gustafson – aye
Mayor Johnson – aye	

RESOLUTION 2011-48 was ADOPTED.      5 aye, 0 nay

**Resolution 2011-49** – The Council reviewed the 2011 Tax Levy totaling \$1,073,650, Motion by Marolt, second Perfetto to adopt Resolution 2011-49, Final 2011 Collectable in 2012 Tax Levy.

Member Marolt – aye	Member Johnson – aye
Member Perfetto – aye	Member Gustafson – aye
Mayor Johnson – aye	

RESOLUTION 2011-49 was ADOPTED.      5 aye, 0 nay

**Day at the Capital** – The Council reviewed information about the Day at the Capital event that will be held on February 29 through March 1. There was discussion about the costs of the event, and who would be attending. It was noted that Fralich, Perfetto and either Mayor Johnson or Gustafson would attend. Motion by J Johnson, second Perfetto to approve expenses for the Day at the Capital event for three people for two nights hotel stay, actual expenses for a legislative dinner and legislative breakfast, and regular meals and mileage expenses. MOTION CARRIED.

**Fund Balance Policy** – The Council reviewed the Fund Balance Policy, prepared by the Administrative staff, and noted that adoption of this policy was a recommendation of the 2010 audit. There was discussion about the use of designated and assigned funds. Motion by Perfetto, second Marolt to adopt the Fund Balance Policy. MOTION CARRIED.

**Resolution 2011- 50, Amend RRI contract for Biofuel / Food Greenhouse** – The Council reviewed the amended contract. The EDA recommends approval of this amendment. There was discussion about funding for the construction of the greenhouse. Motion by Gustafson, second J Johnson to adopt Resolution 2011-50, authorizing to amend the contract with Ray Riihiluoma Inc. for the construction of the Silver Bay Biofuel/Food Greenhouse #1 project.

Member Johnson – aye    Member Perfetto – aye    Member Gustafson – aye

Member Marolt – aye    Mayor Johnson – aye

RESOLUTION 2011-50 was ADOPTED.    5 aye, 0 nay

**Biofuel / Food Greenhouse generator** – The Council reviewed a proposal for a cost revision for the greenhouse generator. The Council also reviewed an updated budget estimate for the greenhouse project. Motion by Perfetto, second J Johnson to approve to move forward with the purchase and installation of the greenhouse generator for \$14,602. MOTION CARRIED.

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

OLD BUSINESS

**Day at the Capital** – It was noted that this item was covered under City Administrator.

**Beaver Bay Trailhead** – The Council reviewed the discussion from the November 21 meeting, and a preliminary plan for the trailhead that is scheduled for construction in 2014. Perfetto reported that at this time, the County is seeking the City's interest in advertising at the trailhead, and there was a consensus to express the City's interest in this project.

NEW BUSINESS

**Boards / Commission Reappointments** – The Council thanked Bob Kind, Scott Bauck and Paulette Anderson for their service to the City Boards and Commissions. Motion by Marolt, second Gustafson to reappoint Nathan Stadler to the Parks and Recreation Board, Dave Colby to the Public Utilities Commission, Peter Lenski to the Public Works Commission, Marie Frey to the Cable TV Advisory Committee and a two year term to the Public Works Commission. MOTION CARRIED. It was noted that there are Board and Commission positions that still need to be filled, and the City will advertise for these positions.

**Fire Department Officers** – Marolt reported that the Fire Department recommends the appointment of the following officers: John Fredrickson, Chief, James Larson, 1<sup>st</sup> Assistant, Jody Reineccius, 2<sup>nd</sup> Assistant, and Mike Rowlee, Captain. Motion by Gustafson, second J Johnson to approve the Fire Department Officers for 2012. MOTION CARRIED.

**Claims** – Motion by J Johnson, second Marolt to approve payment of \$63,949.52 in paid claims and \$313,115.78 in unpaid claims. MOTION CARRIED.

Motion by Marolt, second Perfetto to adjourn at 7:36p.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