

CITY COUNCIL

7:00 P.M.

January 7, 2013

Present: Mayor Joanne Johnson
 David Gustafson
 Carlene Perfetto
 Steven Marolt
 Dustin Goutermont

Lana Fralich, City Administrator
 Mitch Dow, Police Chief
 Scott Blood, Fire Relief Association
 Rick Goutermont, County Commissioner
 Christine Mallory, Kitty Mayo, Northshore Journal
 Tammy Francois, Lake County News Chronicle
 Jason, Tera and Kennedy Saaristo, Jason and Amy Thompson, Dave Johnson,
 Angela Hoff, Allison Morris

Councilor Perfetto called the meeting to order at 7:00p.m.

City Administrator Lana Fralich administered the oath of office to Mayor Joanne Johnson and Council Members Carlene Perfetto and Dustin Goutermont. Mayor Johnson thanked her family and friends for their support. The chair of the meeting was turned over to Mayor Johnson.

Agenda – Open Burning Permit was removed from Old Business. Motion by Perfetto, second Marolt to approve the agenda as amended. MOTION CARRIED.

Consent Agenda – Motion by Gustafson, second Perfetto to approve the minutes of the December 17, 2012 Council meeting. MOTION CARRIED.

Petitions, Requests and Communications

RAMS annual meeting – The Council reviewed an e-mail about this meeting in Hibbing on January 31, and it was noted that Perfetto and Johnson will plan to attend.

Day at the Capitol Brochure – The Council reviewed the brochure for this event in St. Paul on February 12-14.

City Administrator

Resolution 2013-01– Motion by Marolt, second Gustafson to adopt Resolution 2013-01 designating Bayside Printing and Northshore Journal as the Legal Newspaper.

Member Perfetto – aye

Member Goutermont – aye

Member Gustafson – aye

Member Marolt – aye

Mayor Johnson – aye

RESOLUTION 2013-01 WAS ADOPTED. 5 aye, 0 nay

Resolution 2013-02 – Motion by Perfetto, second Gustafson to adopt Resolution 2013-02, designation of Official Depositories and Signatories on the Lake Bank, Northshore Federal Credit Union, Wells Fargo Bank, LMC 4M Fund, and the Institutional CD's Inc/ICD Securities, Inc..

Member Perfetto – aye

Member Goutermont – aye

Member Gustafson – aye

Member Marolt – aye

Mayor Johnson – aye

RESOLUTION 2013-02 WAS ADOPTED. 5 aye, 0 nay

Resolution 2013-03 – Motion by Gustafson, second Perfetto to adopt Resolution 2013-03 - Appointment of Acting Mayor, appointing Councilor Marolt as the Acting Mayor.

Member Perfetto – aye

Member Goutermont – aye

Member Gustafson – aye

Member Marolt – aye

Mayor Johnson – aye

RESOLUTION 2013-03 WAS ADOPTED. 5 aye, 0 nay

Resolution 2013-04 – The Council reviewed the appointment of the Council members to the City Boards and Commissions. It was noted that Johnson and Goutermont will serve on the Eco-Park Advisory Board. Motion by Perfetto, second Gustafson to adopt Resolution 2013-04, Board/Commission/Committee Assignments.

Member Perfetto – aye

Member Goutermont – aye

Member Gustafson – aye

Member Marolt – aye

Mayor Johnson – aye

RESOLUTION 2013-04 WAS ADOPTED. 5 aye, 0 nay

Resolution 2013-05 – The Council reviewed the fee schedule, and noted the changes to the dance permit and water/sewer labor rates. Motion by Marolt, second Goutermont to adopt Resolution 2013-05 establishing City Fees.

Member Perfetto – aye

Member Goutermont – aye

Member Gustafson – aye

Member Marolt – aye

Mayor Johnson – aye

RESOLUTION 2013-05 WAS ADOPTED. 5 aye, 0 nay

Resolution 2013-06 – Motion by Gustafson, second Marolt to adopt Resolution 2013-06 establishing meal and mileage reimbursements.

Member Perfetto – aye

Member Goutermont – aye

Member Gustafson – aye

Member Marolt – aye

Mayor Johnson – aye

RESOLUTION 2013-06 WAS ADOPTED. 5 aye, 0 nay

2013 Wages – The Council reviewed the 2013 wage listing. Motion by Perfetto, second Goutermont to approve the 2013 wage listing. **MOTION CARRIED.**

Bowling Alley Lease Agreement – The Council reviewed a lease agreement with Silver Bowl. It was noted that the term of the lease is for 3 years, and that the tenant requests waiving of the security deposit. The Liquor Control Commission recommends approval of this lease. Motion by Perfetto, second Marolt to approve a lease agreement with Silver Bowl for leased space in the ReUnion Hall retroactive to January 1, 2013, and to waive the security deposit. **MOTION CARRIED.**

Mary MacDonald Leases – The Council reviewed 2-year lease agreements with 4 tenants. The Mary MacDonald Building Committee recommends approval of these leases. Motion by Perfetto, second Gustafson to approve a lease with Dilly Dally for leased space in the Mary MacDonald building, retroactive to January 1, 2013. MOTION CARRIED. Motion by Perfetto, second Goutermont to approve a lease with Lake County for leased space in the Mary MacDonald building, retroactive to January 1, 2013. MOTION CARRIED. Motion by Marolt, second Perfetto to approve a lease with Heavy Duty Designs for leased space in the Mary MacDonald building, retroactive to January 1, 2013. MOTION CARRIED. Motion by Perfetto, second Marolt to approve a lease with the Bay Area Vineyard Church for leased space in the Mary MacDonald building, retroactive to January 1, 2013. MOTION CARRIED.

CJTE Training – The Police Chief recommends sending officer Streiff to this training. It was noted that currently only the Chief is trained in this area, that the training starts on the morning of January 8, that because of this timing the Mayor has approved attendance at this training, and that this expense is in the Police Dept. training budget. Motion by Perfetto, second Marolt to approve for Officer Streiff to attend the MN BCA Criminal Justice Training and Education for \$250, 3 night hotel at \$60 per night plus tax, and regular meals and mileage. MOTION CARRIED.

Fire Relief Pension Benefit – The Council reviewed a memo from the Fire Relief Association requesting to temporarily increase the pension multiplier from \$1,100 to \$1,600 per year of active service, until January 31, 2013. Motion by Perfetto, second Goutermont to temporarily increase the Fire Relief Pension multiplier from \$1,100 to \$1,600 per year of active service, until January 31, 2013. Gustafson, Perfetto and Johnson voted aye, Marolt and Goutermont abstained. MOTION CARRIED.

Special Council Meeting – There was discussion about the timeline for the audit of the 2012 finances. Motion by Gustafson, second Marolt to call a special Council meeting for Monday, January 14, 2012 at 4:00p.m. for the purpose of approval of the 2012 amended budget, 2012 General Fund transfers, 2012 Liquor Store transfers, and other business items needing approval that are related to the 2012 audit. MOTION CARRIED.

Resolution 2013- 07, Amend contract, Magney Construction – The Council reviewed change order #2 for the wastewater primary clarifier project, and noted that the contract amount would decrease by \$1,366.88. Motion by Gustafson, second Perfetto to adopt Resolution 2013-07, authorizing to amend the contract with Magney Construction for the construction of the wastewater treatment facility primary clarifier rehabilitation project.

Member Marolt – aye

Member Goutermont – aye

Member Perfetto – aye

Member Gustafson – aye

Mayor Johnson – aye

RESOLUTION 2013-07 was ADOPTED. 5 aye, 0 nay

City Attorney – The attorney was unable to attend this meeting and no business was presented his behalf.

OLD BUSINESS – No other old business was presented.

NEW BUSINESS – No other new business was presented.

Claims – Motion by Perfetto, second Marolt to approve payment of \$103,742.44 paid claims and \$30,701.18 in unpaid claims. MOTION CARRIED.

Motion by Perfetto, second Gustafson to adjourn at 7:25p.m. MOTION CARRIED.

Minutes taken by Lance K Beachem

Joanne Johnson, Mayor

Lana Fralich, City Administrator