

CITY COUNCIL

7:00 P.M.

December 3, 2018

Present: Mayor Scott Johnson
Carlene Perfetto
Shane Hoff
Dustin Goutermont
Richard DeRosier

Lana Fralich, City Administrator
Tim Costley, City Attorney
Teri Cadeau, Lake County News Chronicle

Mayor Johnson called the meeting to order at 7:01 p.m.

Agenda – Motion Goutermont, second Perfetto to approve the agenda with the addition of Waiver of Water and Sewer Access Charges for campground and further discussion on the Silver Bay Airport than just setting a public hearing. MOTION CARRIED.

Consent Agenda – Motion Perfetto, second DeRosier to approve the November 19th, 2018 Regular Council Meeting minutes and the September 2018 Treasurer's Report. MOTION CARRIED.

Truth in Taxation – 2019 Proposed Budget and Levy – The levy increase is 3.21% or \$44,700, primarily due to the increase in the fund for street improvements. The City is anticipating an increase in Taconite Production Aide. LGA has a minor increase which brings levels back to the way they were in 2009. Operational budget remains stable although the City plans to hire for retirement replacement early for training operation changes and the operation budget will remain stable. Projects for 2019 will be carryovers from previous years. There will be various equipment purchases. No public comments were presented on the 2019 Proposed Budget and Levy.

Petitions, Requests and Communications

Shop with a Hero – December 8th – On December 8th, 2018 the police and fire department's will be doing the 3rd annual "Shop with a Hero" event beginning at 8:00 a.m. Ten families have been chosen to participate. A child from each family will be picked up by a representative of the Police or Fire Department. They will eat breakfast, shop, and wrap gifts with the help of volunteers. Thank you to all of our local businesses who have financially contributed and to local volunteers who have contributed to this event.

City Administrator

2019 Water and Sewer Rates – The Public Utilities Commission recommends to Council keeping the 2019 water and sewer rates the same as 2018 rates. Motion Perfetto, second Hoff to approve the 2019 Water and Sewer rates. MOTION CARRIED.

2019 Council Meeting Dates and Holidays – Motion Goutermont, second Hoff to approve the 2019 Council meeting dates and Holidays. MOTION CARRIED.

Resolution 2018 - #42 – Final 2019 Budget – Motion Perfetto, second Goutermont to adopt Resolution 2018 - #42 Final 2019 Budget with revenues of \$13,836,380 and Expenditures of \$14,087,860.

Mayor Johnson – Aye
Member Perfetto – Aye
Member Hoff - Aye

Member Goutermont – Aye
Member DeRosier - Aye

RESOLUTION 2018-42 WAS ADOPTED: 5 aye, 0 nay, 0 absent

Resolution 2018 - #43 – Final 2019 Levy – Motion DeRosier, second Hoff to adopt Resolution 2018 - #43 Final 2019 Levy in the amount of \$1,437,295.

Mayor Johnson – Aye
Member Perfetto – Aye
Member Hoff – Aye

Member Goutermont – Aye
Member DeRosier – Aye

RESOLUTION 2018-43 WAS ADOPTED: 5 aye, 0 nay, 0 absent

2019 Wages – Motion Hoff, second Goutermont to approve 2019 wages. MOTION CARRIED.

2019 Building Official Services Contract – Motion DeRosier, second Goutermont to approve the 2019 Building Official Services Contract with Gary Thompson. MOTION CARRIED.

2019 Reunion Hall Custodial Services Contract – Motion Hoff, second DeRosier to approve the 2019 Reunion Hall Custodial Services Contract with Juel Salveson. MOTION CARRIED.

2019 City Hall/Police Custodial Services Contract – Motion Perfetto, second Goutermont to approve the 2019 City Hall/Police Custodial Services Contract with Jones Cleaning Services. MOTION CARRIED.

2019 Liquor Store Custodial Services Contract - Motion Goutermont, second DeRosier to approve the 2019 Liquor Store Custodial Services Contract with Jones Cleaning Services. MOTION CARRIED.

2019 Library Custodial Services Contract – Motion Hoff, second Goutermont to approve the 2019 Library Custodial Services Contract Gillian Lattin. MOTION CARRIED.

2019 Fire Control Administrator Contract – Motion Perfetto, second DeRosier to approve the 2019 Fire Control Administrator Contract with Michael Rowlee, Jr. MOTION CARRIED.

Update of Domestic Abuse Response and Arrest Model Policy – Updates were made to verbiage on page 2 and page 12 of the Domestic Abuse Response and Arrest Model Policy for the Police Department. Motion Hoff, second DeRosier to approve updates to pages 2 and 12 of the Domestic Abuse Response and Arrest Model Policy, effective immediately. MOTION CARRIED.

Insurance Liability Waiver – Motion Perfetto, second Goutermont to approve the annual Insurance Liability Waiver to not waive the tort limits. MOTION CARRIED.

Waiver of Water and Sewer Access Charges for Black Beach Municipal Campground – Motion DeRosier, second Hoff to waive the Water and Sewer Access Charges for the development of the City Campground. MOTION CARRIED.

City Attorney

OLD BUSINESS

Silver Bay Municipal Airport – A letter from the MnDOT-Aeronautics was received relating to the closure of the Silver Bay airport, also the Airport Closure Evaluation Report that was developed by MnDOT as indicated in their letter, plus a copy of the statutes relating to any closure process. City Council members would like to have a hearing for public input relating to the potential of closure or to keep the facility operating. Motion Hoff, second DeRosier to set a hearing for public input on Monday January 7th, 2019 at 6:00 p.m. MOTION CARRIED.

Council Members reviewed the verbiage used within the MnDOT letter and the Airport Closure Evaluation Report. The City Attorney informed Council Members that he can speak on behalf of the City to make sure documents from MnDOT are clear in the verbiage that is used. The City Attorney stated that talking about other airport closure issues would be best accomplished by speaking with State and Federal Representatives. If Council Members so decide that specialized legal representation is needed, the City Attorney reports that he will assist in guiding the Council to specialized legal representation.

NEW BUSINESS

PUC Board Appointment Renewal – The Public Utilities Commission recommends renewing Clarence Roeben's application to the PUC Board for a three-year term. Motion Goutermont, second DeRosier to accept Clarence Roeben's application to the PUC Board. MOTION CARRIED.

Claims – Motion Goutermont, second DeRosier to approve payment of \$40,271.58 unpaid claims and \$111,247.64 in paid claims. MOTION CARRIED.

Motion Perfetto, second Hoff to adjourn at 7:36 p.m. MOTION CARRIED.

Minutes taken by Amy Nelson



Scott M Johnson, Mayor



Lana Fralich, City Administrator