

REGULAR COUNCIL MEETING
CITY OF CROSSLAKE
MONDAY, FEBRUARY 12, 2007
7:00 P.M. – CITY HALL

The Council for the City of Crosslake met in the Council Chambers of City Hall on Monday, February 12, 2007. The following Council Members were present: Mayor Jay Andolshek, Steve Roe, Terry Curtis, Irene Schultz and Dean Swanson. Also present were City Administrator Tom Swenson, Community Development Director Ken Anderson, Public Works Director Ted Strand, Park and Recreation Director Jon Henke, Police Chief Robert Hartman, Library Committee Chairman Alden Hardwick, General Manager Paul Hoge, City Engineer Dave Reese, Lake Country Echo Reporter Betty Ryan, Brainerd Dispatch Reporter Renee Richardson, Lynn Scharenbroich and Linda Ulland of Paul Bunyan Scenic Byway Association. There were approximately fifteen individuals in the audience in addition to Staff.

A. CALL TO ORDER – Mayor Andolshek called the Regular Council Meeting to order at 7:00 P.M. A motion to accept the additions to the agenda was requested. MOTION 02R-01-07 WAS MADE BY IRENE SCHULTZ AND SECONDED BY DEAN SWANSON TO ACCEPT THE ADDITIONS TO THE AGENDA AS PRESENTED. MOTION CARRIED WITH ALL AYES.

B. CRITICAL ISSUES – Lynn Scharenbroich of the Paul Bunyan Scenic Byway Association appeared before the Council to present the annual update and announced that the association has been in existence for 10 years. The first job of the association was to create a guiding document. The Corridor Management Plan was developed to guide the process. The Paul Bunyan Scenic Byway Association received national designation last year and this has allowed for some funding from the federal government. The rest of the funding needs to be raised through donations. The Corps of Engineers was a great source of funding last year when they provided matching funds to a grant that was received.

Included in the packet was a projects review sheet. Projects completed in 2006 include the installation of 14 interpretive panels at 13 locations. One of these panels is located at Moonlite Bay in Crosslake. The main supporter of this project was Crow Wing County. A third deck of playing cards was developed. A National Designation event was held in May 2006, celebrating the Paul Bunyan Scenic Byway's newly awarded national designation as 1 of 125 in the country. Projects currently in progress included updated tear-off maps and the promotion of the Byway at local parades and community events.

Linda Ulland appeared before the Council as a representative of the University of Minnesota Central Region Partnership and as a board member of the Paul Bunyan Scenic Byway Association. Ms. Ulland announced that the association received three highway administration grants in the last year. The first grant was for the Historic Mail Carrier Project. The second grant was for the installation of the interpretive

panels. The third grant was for the development of a tour brochure, which will include a map of the byway. Ms. Ulland announced that a seminar regarding Green Routes Tourism will be held on March 14th at Prairie Bay and any interested people could find more information at www.regionalpartnerships.umn.edu. The Inkslinger quarterly newsletter was included in the packet for Council information.

- C. CONSENT CALENDAR** – Tom Swenson noted that Minutes of the Special Council Meeting of January 30, 2007 were included in the additions to the agenda. Mayor Andolshek stated that these are critical minutes. Ken Anderson replied that attached to the minutes are 7 pages of Findings of Facts that the Council used to deny the appeal for a conditional use permit for a controlled access lot to Mr. Hummel. Mayor Andolshek stated that he would like more time to review the minutes before giving approval. MOTION 02R-02-07 WAS MADE BY TERRY CURTIS AND SECONDED BY DEAN SWANSON TO APPROVE THE FOLLOWING ITEMS LISTED ON THE CONSENT CALENDAR WITH THE EXCEPTION OF ITEM (3.) SPECIAL COUNCIL MEETING MINUTES OF JANUARY 30, 2007 INCLUDING FINDINGS OF FACT WHICH WAS INCLUDED IN THE ADDITIONS TO THE AGENDA: (1.) MINUTES OF REGULAR COUNCIL MEETING OF JANUARY 8, 2007; (2.) MINUTES OF SPECIAL COUNCIL/JOINT PLANNING AND ZONING MEETING OF JANUARY 16, 2007; (4.) CROSSLAKE COMMUNICATIONS BALANCE SHEET / INCOME STATEMENT DATED DECEMBER 31, 2006; (5.) CITY MONTH END REVENUE REPORT DATED DECEMBER 31, 2006; (6.) CITY MONTH END EXPENDITURE REPORT DATED DECEMBER 31, 2006; (7.) LAKES STATE BANK PLEDGE REPORT DATED JANUARY 2007; (8.) NORTHERN NATIONAL BANK PLEDGE REPORT DATED JANUARY 2007; (9.) LAKEWOOD BANK PLEDGE REPORT DATED JANUARY 2007; (9.a.) CERTIFICATION OF ADOPTION OF DIRECTOR'S RESOLUTION; AND (10.) FIRST FEDERAL SAVINGS BANK PLEDGE REPORT DATED JANUARY 2007. MOTION CARRIED WITH ALL AYES. Dean Swanson asked when the Special Council Meeting Minutes of January 30, 2007 would come back to the Council for approval. Ken Anderson stated that should the applicant take the decision of denial of the City Council to District Court, these minutes will be very important in the proceedings. Mayor Andolshek stated that a draft copy would be available at this time. Ken Anderson urged the Council to read the minutes and to feel comfortable with the Findings of Facts before giving approval.
- D. PUBLIC FORUM** – Michelle Schmidt of 38287 Ox Lake Landing appeared before the Council and stated that her intention at the last meeting was not to shut down the Community Center Weight Room. Ms. Schmidt stated that she wants to co-exist with the Community Center and to keep the differences of the two facilities different. Ms. Schmidt also stated that she would like to help Jon decide what equipment to order for the Crosslake Community Center Weight Room. Mayor Andolshek noted that 6 letters of opposition to the Community Center Weight Room expansion were included in the additions to the agenda and that if anyone was interested, they could

stop at the Clerk's Office for a copy. Councilwoman Schultz noted that 20 letters of support were received last month.

- E. MAYOR'S REPORT** – A memo dated February 8, 2007 from the Mayor regarding an appointment to the EDA was included for Council review. The City advertised for a vacant EDA position and one application was received from Dick Phillips. The Mayor noted that Mr. Phillips is well qualified and served on the EDA during his council term. This would be Mr. Phillips 1st full term on the EDA as a citizen. MOTION 02R-03-07 WAS MADE BY JAY ANDOLSHEK AND SECONDED BY TERRY CURTIS TO APPOINT DICK PHILLIPS TO THE ECONOMIC DEVELOPMENT AUTHORITY FOR A 6-YEAR TERM. Councilman Swanson stated that he was disappointed that not more people came forward and that he was not comfortable with this appointment for personal reasons. MOTION CARRIED 4-1 WITH SWANSON OPPOSED.

A memo dated February 8, 2007 from the Mayor regarding the City Attorney was included for Council review. The Mayor requested permission to be able to contact the City Attorney at necessary times. MOTION 02R-04-07 WAS MADE BY TERRY CURTIS AND SECONDED BY IRENE SCHULTZ TO ALLOW THE MAYOR TO CONTACT THE CITY ATTORNEY IF NEEDED. Councilman Roe asked if the Mayor was the only member of the Council that could contact the attorney. Tom Swenson replied that right now, only the Police Chief and he have permission to contact the City Attorney. Any staff members wishing to contact the attorney needed to get permission from the City Administrator. MOTION CARRIED WITH ALL AYES. Tom Swenson recapped the policy that now the City Administrator, the Police Chief and the Mayor have permission to contact the City Attorney at any time. All other staff would need to go through the City Administrator to speak with the attorney. Terry Curtis agreed that it is logical that Ken Anderson and all the staff go through the City Administrator first. Mayor Andolshek added that the Council Members could use the League of MN Cities as a legal tool also. This service is free to the City and can be very helpful.

Included in the packet for Council information was a letter dated November 7, 2006 from the Minnesota DNR regarding Ordinance Amendment, Chapter 8, Platted Pre-Existing Lots. No Council action was taken.

F. CITY ADMINISTRATOR REPORT –

1. City Bills for Approval – MOTION 02R-05-07 WAS MADE BY JAY ANDOLSHEK AND SECONDED BY TERRY CURTIS TO APPROVE THE BILLS FOR PAYMENT FOR FEBRUARY AS SUBMITTED IN THE AMOUNTS OF \$73,188.67 AND \$7,326.68. MOTION CARRIED WITH ALL AYES.
2. A memo dated February 2, 2007 from City Administrator Swenson regarding payment of City Contribution to Firemen's Relief Association was included in the packet for Council review. Fire Chief Keith Anderson submitted a breakdown showing the months of service from December 2005 through November 2006.

During the budget process for 2007 the Fire Department requested an increase in the annual City Contribution from \$575 to \$650. A separate motion to approve the payment was requested because of the increase. MOTION 02R-06-07 WAS MADE BY IRENE SCHULTZ AND SECONDED BY JAY ANDOLSHEK TO APPROVE THE CITY CONTRIBUTION PAYMENT OF \$15,384.28 TO THE CROSSLAKE FIRE RELIEF ASSOCIATION. MOTION CARRIED WITH ALL AYES.

3. A request to reimburse tax increment financing to Daggett Brook Villas was included in the packet. MOTION 02R-07-07 WAS MADE BY STEVE ROE AND SECONDED BY DEAN SWANSON TO APPROVE THE REIMBURSEMENT OF 90% OF THE INCREMENTAL TAX REVENUE RECEIVED FROM DAGGETT BROOK VILLAS (BITTNER CONDOMINIUMS) FOR THE SECOND HALF TAX PAYMENT IN DECEMBER 2006 AND FROM THE STATE AND COUNTY IN JANUARY 2007 IN THE AMOUNT OF \$12,127.80. MOTION CARRIED WITH ALL AYES.
4. A memo dated February 7, 2007 from Darlene Roach regarding transfer of funds was included in the packet for Council review. At the end of December, two donations were accepted by the City Council that should have been transferred from the General Fund into the Capital Improvement Fund. The first donation was from the American Legion to the Park and Recreation Department to be used for the purchase of a flagpole for the ball field. The amount of this donation was \$1,208.72. The second donation was from the Pequot Lakes Youth Hockey Association in the amount of \$2,000 for use by the Fire Department. \$155,966.01 also needs to be transferred to the General Fund for the 2007 Mack Truck including attachments. The Council approved the expenditure in 2006. MOTION 02R-08-07 WAS MADE BY DEAN SWANSON AND SECONDED BY IRENE SCHULTZ TO APPROVE THE FOLLOWING TRANSFERS: \$1,208.72 FROM THE GENERAL FUND INTO THE PARK AND RECREATION DEPARTMENT CAPITAL IMPROVEMENT FUND; \$2,000 FROM THE GENERAL FUND INTO THE FIRE DEPARTMENT CAPITAL IMPROVEMENT FUND; AND \$155,966.01 (\$53,000 FROM THE CAPITAL OUTLAY FUND PUBLIC WORKS EQUIPMENT RESERVE ACCOUNT AND \$102,966.01 FROM THE EQUIPMENT CERTIFICATE FUNDS) TO THE GENERAL FUND. MOTION CARRIED WITH ALL AYES.
5. A memo dated January 30, 2007 from Darlene Roach regarding a transient merchant park permit was included for Council review. Mission of the Cross Lutheran Church requested approval of a Transient Merchant Park Permit to hold a craft and flea market on the Church property on the following dates in 2007: May 26, June 30, September 1. The permit fee of \$20.00 has been paid to the City. MOTION 02R-09-07 WAS MADE BY IRENE SCHULTZ AND SECONDED BY DEAN SWANSON TO APPROVE THE TRANSIENT MERCHANT PARK PERMIT FOR MISSION OF THE CROSS LUTHERAN CHURCH. MOTION CARRIED WITH ALL AYES.
6. A memo dated January 31, 2007 from Darlene Roach regarding a liquor license transfer was included in the packet for Council review. The City has received a

request to transfer the On Sale and Sunday Liquor License from Ted and Kathy Murrer dba The Cedar Chest to Joe Vern, Inc. (Mary Bemis) dba The Cedar Chest. All appropriate Minnesota Department of Public Safety Alcohol and Gambling Enforcement documents and City of Crosslake documents have been completed and provided to the City. Workers Compensation Insurance and Liquor Liability Insurance have been applied for through Mitzel Medelberg & Associates, Inc. as agent. A pro-rated check for the license fees for the period of February 28, 2007 through June 30, 2007 as well as payment in the amount of \$500 for the financial and criminal background checks has been paid to the City. All data investigated resulted in satisfactory results. The Liquor Liability Certificate of Insurance has also been provided to the City. MOTION 02R-10-07 WAS MADE BY TERRY CURTIS AND SECONDED BY STEVE ROE TO APPROVE THE TRANSFER OF THE ON SALE AND SUNDAY LIQUOR LICENSE FROM TED AND KATHY MURRER DBA THE CEDAR CHEST TO JOE VERN, INC. (MARY BEMIS) DBA THE CEDAR CHEST CONTINGENT ON SUCCESSFUL CLOSING ON THE PROPERTY. MOTION CARRIED WITH ALL AYES.

7. Included in the packet for Council information was a memo dated January 25, 2007 from Sheila Wasnie Haverkamp regarding the BLADC Project Activity Reports for November and December 2006.
8. A memo dated January 30, 2007 from Region Five Development Commission regarding a new representative was included in the packet for Council information.

G. COMMISSION/DEPARTMENT REPORTS --

1. LIBRARY -- Minutes of the Library Committee Meeting of January 16, 2007 and the Financial Report of January 16, 2007 were included for Council information. Alden Hardwick reported that the current amount of pledges and donations total \$456,000 and noted that many of the donations came from people living out of Crosslake. In kind donations for furniture and fixtures total \$63,200 and book donations total and estimated \$200,000. MOTION 02R-11-07 WAS MADE BY TERRY CURTIS AND SECONDED BY IRENE SCHULTZ TO ACCEPT A \$500 PLEDGE FROM NORTHERN NATIONAL BANK AND A PRIVATE DONATION TO BE USED TOWARD THE PURCHASE OF 2 PAPERBACK BOOK SPINNER RACKS. MOTION CARRIED WITH ALL AYES. Mr. Hardwick stated that the walk-through inspection with Nor-son has taken place and that only a small punch list is remaining, which includes the lighting over the main desk. Mr. Hardwick thanked Nor-son and WSN for the wonderful outcome and look of the building and thanked the community and Council for their support. To date, 14,600 books have been entered into the library computer system, are sorted and are ready to go on the shelves. More book donations are welcome. Mr. Hardwick complimented Peggy Schmidt, Pat Tweed, Kim Larson and Mary Hardwick for their hard work in getting all of the books ready. Alden Hardwick also encouraged more donations of furnishings. The Library Committee has received quotes for children's furniture which will be ordered this

week. The library will start out with 5 computers – 2 for the check out counter and 3 for patron use. Mr. Hardwick assured the Council that every item will be funded before it is purchased and that spending requests will go through Jon Henke. Mr. Hardwick invited everyone to stop in to the library for a tour. The grand opening of the library will take place the first weekend in June. Staff is working on changing the structure of the Library Committee so that the library will be a part of the Park and Recreation Department and will report to Jon Henke. Irene Schultz and Steve Roe thanked Alden Hardwick for all of his hard work.

2. PARK AND RECREATION –

- a. Park and Recreation Director Jon Henke reported that the Community Center is offering its second aerobic session of 2007. The session runs Mondays, Tuesdays and Thursdays for four weeks. Membership for this session has been set at \$33.00. Another session will start on April 2nd. The Community Center will be open on President's Day, February 19th, from 8 A.M. to 4 P.M. The Parks Department is offering indoor soccer for children 2nd through 8th grade starting January 21st and ending on February 25th at a cost of \$10.00 per child. Staff has met with WSN and developed a punch list for the project. Nor-son is still waiting for some supplies. A new ten-week volleyball session started February 7th. Play starts at 6:30 and ends at 8:45. The fee for the 10 week session is \$15.00. The AARP Tax Help program will start February 23rd. Sessions are held Friday mornings from 8-12 through April 13th and the following Mondays: March 26th, April 2nd and April 9th from 8-12. AAA is sponsoring an 8 hour senior driving class Tuesday and Wednesday, March 6th and 7th from 1-5 P.M. Baseball registrations will be sent out at the end of February to all participants from last year. The Community Center will also have forms available. The Crosslake Game and Fish Club has donated \$1,300 to go towards the purchase of a new steam table and supplies for the Senior Meal Program. The Park Department sent a thank you to the club. Funding is still sought for the balance of the funds needed to purchase the rest of the supplies for the Senior Meal Program. MOTION 02R-12-07 WAS MADE BY DEAN SWANSON AND SECONDED BY IRENE SCHULTZ TO ACCEPT THE DONATION OF \$1,300 FROM THE GAME AND FISH CLUB FOR THE PURCHASE OF A NEW STEAM TABLE FOR THE SENIOR MEAL PROGRAM. MOTION CARRIED WITH ALL AYES. The Crosslake Park and Recreation Advisory Commission will hold its regular meeting on Thursday, February 15th at 1:30 P.M. at the Crosslake Community Center. The regular meeting date was originally scheduled for Monday, February 26th, but due to a lack of Commission members on that date the meeting has been changed. The Park Department also recognized two members that have served on the Parks Commission for the last six years. Jon Henke thanked Morrie Mikkelson and Zach Hemphill for their service to the citizens of Crosslake and the Parks Department.
- b. A letter dated February 12, 2007 from WSN regarding a pay request from Nor-son was included in the additions to the agenda for Council review.

MOTION 02R-13-07 WAS MADE BY TERRY CURTIS AND SECONDED BY IRENE SCHULTZ TO APPROVE PAY REQUEST NO. 6 FROM NOR-SON IN THE AMOUNT OF \$2,659.50 AND PAY REQUEST NO. 7 FROM NOR-SON IN THE AMOUNT OF \$52,069.40 FOR THE COMMUNITY CENTER AND LIBRARY PROJECT. MOTION CARRIED WITH ALL AYES.

Jon Henke notified the Council that after the new gym floor was finished last year, there were some imperfections. The manufacturer looked at the floor and has agreed to do a topcoat in March at no cost to the City. The gym will be closed for 2 weeks during that time.

3. PUBLIC SAFETY –

- a. Chief Hartman reported 88 calls in Crosslake in January.
- b. A total of 36 calls were reported in Mission Township in January.
- c. January 2007 Officer Activity Graphs were included for Council information.
- d. A memo dated February 5, 2007 from Chief Robert Hartman regarding law enforcement contract and joint powers agreement between Crosslake and Mission Township was included for Council review. The cost to Mission Township is \$46,000 and is payable in four increments. MOTION 02R-14-07 WAS MADE BY TERRY CURTIS AND SECONDED BY IRENE SCHULTZ TO AUTHORIZE THE MAYOR AND CITY ADMINISTRATOR TO SIGN THE LAW ENFORCEMENT CONTRACT AND JOINT POWERS AGREEMENT BETWEEN CROSSLAKE AND MISSION TOWNSHIP. MOTION CARRIED WITH ALL AYES.
- e. The Fire Department responded to 11 calls in Crosslake in January. Of those, 6 were medical calls and 5 were fire calls.

4. PUBLIC WORKS/CEMETERY/SEWER

- a. The January 2007 Wastewater Treatment Discharge Monitoring Report was included in the packet for Council information. Ted Strand reported that the sewer plant is performing well in the cold weather although many septic systems are freezing. Steve Roe asked how the treatment plant operates in this weather. Ted Strand replied that there is some ice, but everything is working as it should.
- b. A memo dated February 5, 2007 from Dean Swanson regarding activating the Public Works Commission was included in the packet for Council review. The Sewer Committee was disbanded on December 22, 2004 and oversight of the system was transferred to the Public Works Commission. On January 14, 2005 the City Council on a 3 to 2 vote suspended the Public Works Commission. As the former Chairman of both the Sewer Committee and Public Works Commission and the current Council Liaison to Public Works, Dean Swanson stated that he had the chance to observe both forms of oversight and believes that reinstating the Public Works Commission in an advisory capacity would benefit both the City Council and staff. Terry Curtis stated that the minutes attached to Councilman Swanson's memo refer to combining

the sewer district with the Planning and Zoning Commission. Tom Swenson replied that the municipal sewer system is part of the Public Works Commission and the ISTS are part of Planning and Zoning. Mr. Swenson also noted that Dean Swanson represents the City of Crosslake on the County-wide Waste Management district plan. MOTION 02R-15-07 WAS MADE BY STEVE ROE AND SECONDED BY IRENE SCHULTZ TO REACTIVATE THE 5 MEMBER PUBLIC WORKS COMMISSION TO OVERSEE PUBLIC WORKS, CEMETERY AND MUNICIPAL SEWER OPERATIONS IN AN ADVISORY CAPACITY AND ADVERTISE FOR MEMBERS. MOTION CARRIED WITH ALL AYES. Tom Swenson noted that he will advise the City Attorney to prepare a draft amendment to the ordinance bringing the sewer operations under the Public Works Department.

- c. A memo dated February 7, 2007 from Dean Swanson and Tom Swenson regarding the Fawn Lake Road Project was included in the packet for Council review. A meeting has been scheduled for 1:30 P.M. February 13th with representatives from Crosslake, Breezy Point, Mission and Ideal Townships to review preliminary design drawings for the Fawn Lake Road Improvement Project. The road is being designed to State Aid Standards and a requirement of the Grant is to have plans approved by the State Aid Engineer by April 1, 2007. In order to meet State Aid Standards, there are several locations where the road will need to be moved slightly to meet the 30 mph design standard. There will also be areas that will require acquisition of easements and/or right-of-way. The County received a grant in the amount of \$412,500, which is being divided by the 4 entities based on roadway length. Crosslake's estimated share of the grant is \$116,268, leaving an estimated City cost of \$54,259. Dean Swanson and Tom Swenson recommended that the City not assess adjacent properties and treat the Fawn Lake Road Project the same as when the City worked with Crow Wing County and Fairfield Township to pave Greer Lake Road. On that project, the County obtained a state grant which was used to reduce Crosslake and Fairfield's cost to complete the project and the City paid the balance out of the Public Works Capital Outlay Budget. There are adequate funds in the 2007 Public Works Capital Outlay Budget to pay the estimated City share of the Fawn Lake Road Project. Breezy Point, Mission and Ideal Townships are also assuming the local share and not assessing adjacent property owners. This project has been talked about for approximately 10 years. Trying to coordinate 4 units of government has been a challenge based on financing ability and differing priorities. Crow Wing County is proposing to assume jurisdiction over Fawn Lake Road if it is brought up to County standards. Dean Swanson and Tom Swenson further recommended formal action to cancel the Engineering Agreement with WSN to coordinate the Assessment procedures for the Fawn Lake Road Project. Steve Roe asked how much of the \$54,259 would be assessed to property owners. Tom Swenson replied that 50% is assessed to the property owners and 50% is paid by the City and also noted that the City agreed to pay \$5,000 to WSN for the assessment project. Terry Curtis stated that he understood the issue of not having enough time to get the assessments done. MOTION 02R-

16-07 WAS MADE BY DEAN SWANSON AND SECONDED BY STEVE ROE TO WAIVE THE ASSESSMENTS TO ADJACENT PROPERTIES AND TO FUND THE FAWN LAKE ROAD PROJECT OUT OF THE PUBLIC WORKS CAPITAL OUTLAY BUDGET. MOTION CARRIED WITH ALL AYES.

MOTION 02R-17-07 WAS MADE BY DEAN SWANSON AND SECONDED BY STEVE ROE TO RESCIND THE ENGINEERING AGREEMENT WITH WSN TO COORDINATE THE ASSESSMENT PROCEDURES FOR THE FAWN LAKE ROAD PROJECT. MOTION CARRIED WITH ALL AYES.

5. PLANNING AND ZONING –

- a. Planning and Zoning Commission/Board of Adjustment Regular Meeting Minutes of December 15, 2006 were included in the packet for Council information.
- b. The permit summary report for January 2007 was included for Council information.
- c. A letter from the Pine River Watershed was included in the packet for Council information. The Pine River Watershed Steering Committee recently conducted a survey to determine the environmental issues of importance to the people in the Watershed. The results of the survey have been tabulated and Ken Anderson has a copy available. There will also be two presentations of the results designed especially for elected representatives and agencies on April 5th and April 10th. Anyone interested in attending should contact Ken Anderson or Darlene Roach. Steve Roe asked if anyone was planning on attending. Ken Anderson replied that Darrell Swanson is a citizen of Crosslake and is on the Pine River Watershed Board.
- d. A staff report dated February 12, 2007 from Ken Anderson regarding the need to set a public hearing date to consider a petition to vacate a portion of Backdahl Road and to extend the 60-day deadline requirement an additional 60 days was included in the packet for Council review. A petition was received requesting the City of Crosslake to consider the vacation of a portion of Backdahl Road that is approximately 85 feet long and 66 feet wide. Section 6.98 of the City Code requires the City Council to conduct a hearing on this matter. The Park and Recreation Commission, Public Works Commission and Planning and Zoning Commission shall consider the petition and make a recommendation to the City Council prior to the hearing. The Park and Recreation Commission and planning and Zoning Commission have met and recommended that the subject petition to vacate a portion of Backdahl Road be denied by the City Council. MOTION 02R-18-07 WAS MADE BY STEVE ROE AND SECONDED BY DEAN SWANSON TO EXTEND THE 60-DAY DEADLINE TO TAKE ACTION ON THIS APPLICATION TO VACATE A PORTION OF BACKDAHL ROAD AN ADDITIONAL 60 DAYS TO NO LATER THAN APRIL 12, 2007. MOTION CARRIED WITH ALL AYES.

MOTION 02R-19-07 WAS MADE BY STEVE ROE AND SECONDED BY DEAN SWANSON TO SET THE PUBLIC HEARING DATE FOR MARCH 12, 2007 AT 6:00 P.M. TO CONSIDER A PETITION TO VACATE A PORTION OF BACKDAHL ROAD. MOTION CARRIED WITH ALL AYES.

- e . A staff report dated February 12, 2007 from Jim Perry regarding Zoning Map Amendment 2006-013 was included in the packet for Council information. The Wilderness Park Owners Association submitted an application to rezone two parcels of land, plus a portion of another parcel in Section 3 from Rural Residential to R-3, Medium Density Residential. The subject properties are a part of the Wilderness Park mobile home development, and are currently zoned Rural Residential. Mobile Home/Manufactured Housing developments are currently listed as a prohibited use in the Rural Residential zoning district. The intent of the proposed rezone is to allow the existing use of the property as a conditional use. The Planning and Zoning Commission unanimously passed a motion to recommend that the City Council approve Zoning Map Amendment 2006-013 to change the zoning of the properties from Rural Residential to R-3, Medium Density Residential due to the fact that the proposed amendment establishes uniform zoning over all Association property, reflects the goals of the community, and allows the existing use of the property as a conditional use. Currently 2 garage units are allowed for each property under the Planned Unit Development, but the association only has 1 garage for each of the 146 properties. They are not proposing any additional units except for the storm shelter. Terry Curtis asked if this is an after the fact zoning issue. Ken Anderson replied that in early 2003, a permit was issued contingent on upgrading their septic system. A discussion ensued regarding the wetlands and future use of the surrounding property. The Council discussed ways that the City could help fix the housekeeping items at Wilderness Park without conditions which aren't allowed on zoning amendments. Ken Anderson stated that if the Council was not comfortable approving this, it could be extended an additional 60 days or the Council could rezone only the non-wetland area. Planning and Zoning Chairman Peter Abler addressed the Council and stated that the property owners understand that there is no way that they would get approval to construct anything more on that site. Wilderness Park is spending \$350,000 to upgrade the septic system for 146 units. Mayor Andolshek stated that his concern is the domino effect on other property owners wanting to change their zoning to R-3.

MOTION 02R-20-07 WAS MADE BY STEVE ROE AND SECONDED BY DEAN SWANSON TO APPROVE ZONING MAP AMENDMENT 2006-013, WILDERNESS PARK OWNERS ASSOCIATION, REZONING TWO PARCELS OF LAND, PLUS A PORTION OF ANOTHER PARCEL IN SECTION 3 FROM RURAL RESIDENTIAL TO R-3, MEDIUM DENSITY RESIDENTIAL. MOTION CARRIED WITH ALL AYES.

Councilman Terry Curtis left the meeting at 9:00 P.M.

- f. A staff report dated February 12, 2007 from Ken Anderson regarding a proposal to bore a water service line in the right-of-way at 12564 Manhattan Point Boulevard, Gerald and Mary Peterson was included for Council review. Representatives from Northland Water Wells and from the MN Department of Health viewed the site and determined that a well cannot be drilled on the lake lot and still comply with the required setbacks from area septic systems. Ken Anderson distributed an email he received from Gerald Peterson. Ted Strand stated that this is common and he has not seen it as a problem before.
- MOTION 02R-21-07 WAS MADE BY STEVE ROE AND SECONDED BY JAY ANDOLSHEK TO APPROVE THE REQUEST BY GERALD AND MARY PETERSON TO BORE A WATER SUPPLY LINE IN AND ACROSS THE MANHATTAN POINT BOULEVARD RIGHT-OF-WAY SUBJECT TO THE FOLLOWING CONDITIONS: 1.) POTABLE WATER SUPPLY PIPING SHALL BE OF APPROVED MATERIALS AS REQUIRED BY THE MINNESOTA DEPARTMENT OF HEALTH STATE PLUMBING CODE, AND MEET A MINIMUM 200 PSI PRESSURE RATING; 2.) THE MINIMUM DEPTH OF PIPE BURIAL (GROUND SURFACE TO THE TOP OF THE PIPE) AT ANY LOCATION WITHIN THE PUBLIC RIGHT OF WAY SHALL BE NINE (9) FEET. FOR DIRECTIONAL BORING THE CITY WILL REQUIRE THE PIPE MATERIAL TO MEET THE MINIMUM REQUIREMENTS OF ASTM D3035, DR11; 3.) THE OWNER OF THE PRIVATE WATER LINE SHALL BE RESPONSIBLE FOR RESTORATION IN KIND OF THE RIGHT OF WAY AND ROADWAY AFTER CONSTRUCTION OF THE LINE, AND IN THE EVENT OF ANY SUBSEQUENT WATER LINE LEAKS REQUIRING MAINTENANCE, REPAIR, OR REPLACEMENT; 4.) RELOCATION, DEEPENING, OR ABANDONMENT OF THE PRIVATE WATER LINE DUE TO RECONSTRUCTION OF THE PUBLIC ROADWAY, OR INSTALLATION OF UTILITIES BY THE CITY OF CROSSLAKE, SHALL BE THE RESPONSIBILITY OF THE PRIVATE OWNER; 5.) ANY CONSTRUCTION WITHIN THE PUBLIC RIGHT OF WAY SHALL REQUIRE 24 HOURS NOTICE TO THE CITY OF CROSSLAKE SO THAT CITY PERSONNEL MAY OBSERVE THE METHODS OF CONSTRUCTION; 6.) A TRACER LINE SHALL BE PLACED ON THE WATER SUPPLY LINE TO AID IN LOCATING THE PIPE; 7.) AN AS-BUILT DRAWING/SITE MAP SHALL BE PROVIDED TO THE CITY SHOWING SIZE, DIMENSIONS, AND LOCATION OF THE INSTALLED WATER SUPPLY PIPE; 8.) THE PROPERTY OWNER SHALL BE RESPONSIBLE FOR ANY ADDITIONAL EXPENSES IN THE FUTURE FOR LOCATING THE WATER SERVICE SUPPLY LINE; 9.) THE CITY OF CROSSLAKE SHALL BE HELD HARMLESS AND SHALL ASSUME NO RESPONSIBILITY FOR ANY PROBLEMS ENCOUNTERED WITH FREEZING OF THE WATER SUPPLY LINE OR SIMILAR PROBLEMS RESULTING FROM THIS APPROVED WORK; 10.) CONSTRUCTION SHALL BE AUTHORIZED FOR DIRECTIONAL BORING VERSUS OPEN CUT EXCAVATION WITHIN THE RIGHT-OF-

WAY TO PREVENT TRAFFIC DETOURS AND INTERUPTIONS; 11.) THE PROPERTY OWNER AND CONTRACTOR(S) SHALL BE RESPONSIBLE TO FULLY COMPLY WITH ALL PERTINENT STATUTES, ORDINANCES, RULES AND REGULATIONS OF THE MINNESOTA DEPARTMENT OF HEALTH, THE MINNESOTA POLLUTION CONTROL AGENCY, AND THE CITY OF CROSSLAKE; AND 12.) AN AGREEMENT SHALL BE PREPARED BY THE CITY ATTORNEY STIPULATING SAID CONDITIONS, PAYMENT OF ALL EXPENSES SHALL BE BORNE BY THE PROPERTY OWNER, AND THE AGREEMENT SHALL BE SIGNED BY THE CITY AND PROPERTY OWNER PRIOR TO COMMENCING THIS WORK. MOTION CARRIED WITH ALL AYES. COUNCILMAN CURTIS WAS ABSENT.

The City Attorney recommended the three lots be consolidated into one lot of record. As another option, the City Surveyor suggested a well easement and maintenance agreement be adopted and recorded with the property. The Planning and Zoning Commission left this matter to the discretion of the City Council and did not make a recommendation. The property owner agreed with the Surveyor's recommendation. MOTION 02R-22-07 WAS MADE BY DEAN SWANSON AND SECONDED BY STEVE ROE THAT A WELL EASEMENT AND MAINTENANCE AGREEMENT BE ADOPTED AND RECORDED WITH THE PROPERTY AS RECOMMENDED BY THE CITY SURVEYOR. MOTION CARRIED WITH ALL AYES. COUNCILMAN CURTIS WAS ABSENT.

- g. A staff report dated February 12, 2007 from Ted Strand and Ken Anderson regarding surplus vehicles was included in the packet for Council review. The Planning and Zoning Department will be receiving the old squad car from the Police Department at the time the new squad is fully equipped and becomes operational. The Public Works Department has recently received a truck released by Crosslake Communications. There are, therefore, two vehicles that the City could declare as surplus: 1.) the 1996 Ford Crown Victoria with approximately 127,000 miles on the odometer currently used by the Planning and Zoning Department, and 2.) the 1990 Chevrolet 2500 Series (3/4 Ton) blue pick-up truck with utility box and unknown mileage (due to odometer failure) currently used by the Public Works Department. It is recommended that the City Council authorize the sale of both vehicles by advertising the sale in the official newspaper and receiving separate, sealed bids for each vehicle. Staff proposed that the vehicles be sold in "as is" condition with no minimum bid. MOTION 02R-23-07 WAS MADE BY DEAN SWANSON AND SECONDED BY IRENE SCHULTZ TO APPROVE THE DECLARATION OF THE 1996 FORD CROWN VICTORIA AND 1990 CHEVROLET PICK-UP TRUCK WITH UTILITY BOX AS SURPLUS EQUIPMENT, AUTHORIZE THE SALE OF THE VEHICLES BY ADVERTISING IN THE LAKE COUNTRY ECHO, AND RECEIVING SEPARATE, SEALED BIDS FOR EACH VEHICLE WITH A MINIMUM BID OF \$100 EACH. MOTION CARRIED WITH ALL AYES.

6. **CROSSLAKE COMMUNICATIONS** --

- a. The Highlights Report for January was included for Council review. As recommended by the Advisory Board, MOTION 02R-24-07 WAS MADE BY STEVE ROE AND SECONDED BY DEAN SWANSON TO APPROVE THE APPOINTMENT OF MIKE MYOGETO AND TONY MAUCIERI, JR AS ALTERNATES TO THE CROSSLAKE COMMUNICATIONS ADVISORY BOARD. MOTION CARRIED WITH ALL AYES. Paul Hoge requested that a joint meeting with the Council and the Advisory Board be scheduled to review the audit. MOTION 02R-25-07 WAS MADE BY DEAN SWANSON AND SECONDED BY STEVE ROE TO SCHEDULE A JOINT SPECIAL COUNCIL/CROSSLAKE COMMUNICATIONS ADVISORY BOARD MEETING FOR MARCH 14TH AT 9:00 A.M. TO REVIEW THE AUDIT. MOTION CARRIED WITH ALL AYES. Paul Hoge announced that 9 new channels will be added to the Expanded Basic cable package and the Crosstalk newsletter will have more information. Hi-definition channels will also be added. The City Attorney has sent in the Certificate of Authority to include Manhattan Beach Road and Milinda Shores areas within the City of Crosslake. Lydia Sasse was recognized at the Advisory Board meeting for 10 years of service with Crosslake Communications. The first Business Seminar was held on January 31st and it was well attended. The next topic will be voicemail. Crosslake Communications is also looking at a feature that will allow your business phone to ring your cell phone, home phone, etc.
- b. Crosslake Communication's Bills for Approval – MOTION 02R-26-07 WAS MADE BY JAY ANDOLSHEK AND SECONDED BY IRENE SCHULTZ TO APPROVE THE DECEMBER 2006 BILLS FOR PAYMENT AS SUBMITTED IN THE AMOUNT OF \$336,111.56. MOTION CARRIED WITH THREE AYES. COUNCILMAN ROE WAS NOT IN THE ROOM AT THE TIME OF THE VOTE.
- c. Crosslake Communications Customer Counts Report and Cablevision Digital TV Report – information only.
- d. Crosslake Communications Advisory Board Regular Meeting Minutes of January 30, 2007 – information only.

7. **RECYCLING** – In a letter dated January 11, 2007 to Doug Morris, Solid Waste Coordinator, Darlene Roach requested SCORE Funds in the amount of \$25,000 for the City of Crosslake Recycling Program. SCORE Funds in the amount of \$25,000 were received in a check dated 1/26/07.

8. **PERSONNEL COMMITTEE** – None.

9. **ECONOMIC DEVELOPMENT AUTHORITY** – None.

H. OLD BUSINESS – None.

I. NEW BUSINESS – None.

J. PUBLIC FORUM – None.

K. ADJOURN – MOTION 02R-27-07 WAS MADE BY IRENE SCHULTZ AND SECONDED BY DEAN SWANSON TO ADJOURN THIS REGULAR MEETING AT 9:30 P.M. MOTION CARRIED WITH ALL EYES.

Respectfully submitted by,

A handwritten signature in black ink that reads "Charlene Nelson". The signature is written in a cursive, flowing style.

Charlene Nelson
Deputy Clerk

Deputy Clerk/ Minutes/2-12-07

BILLS FOR APPROVAL
12-Feb-07

VENDORS	DEPT		AMOUNT
Abra True Value, screen	Sewer		8.59
Abra True Value, propane tank	Cemetery		25.14
Ace Hardware, blade, bulb, sand disc	PW		19.66
Ace Hardware, batteries, blade, nutsetter	P&R		44.58
Ace Hardware, mop, mouse traps	P&R		27.66
Ace Hardware, screws	P&R		6.60
Ace Hardware, plugs, connector, ring	P&R		5.09
Ace Hardware, bit holder, nutsetter	P&R		14.14
Ace Hardware, safety treds	P&R		10.63
Ace Hardware, drill bits	P&R		9.36
Ace Hardware, halogen bulbs	Gov't		13.28
Ace Hardware, door stops, plug	P&R		13.07
Ace Hardware, batteries	Police		12.77
Ace Hardware, belt dressing	PW		4.57
Ace Hardware, chrome ball	PW		16.50
Ace Hardware, bulb	PW		5.33
Ace Hardware, pliers, cable ties	Fire		52.98
Ace Hardware, electrical, red lens	PW		18.41
Ameripride, mats for two months	PW		227.74
Applied Concepts, dsr cast counting unit for new squad	Police		1,856.00
Avenet, web page service	Gov't		360.00
AW Research, water test	Sewer		102.60
AW Research, water test	Sewer		102.60
AW Research, water test	Sewer	pd 1-25	102.60
AW Research, water test	Sewer	pd 1-25	102.60
AW Research, water test	Sewer	pd 1-25	118.80
AW Research, water test	Sewer		102.60
AW Research, water test	Sewer		102.60
Banyon Data Systems, direct deposit module	ALL		1,059.68
Blue Lakes Disposal, trash removal	ALL	pd 1-25	266.64
Blue Lakes Disposal, trash removal	ALL		266.64
Bob Hartman, reimburse travel expenses	Police		29.60
Brandanger Office Supply, name plate	P&Z		15.37
Brehm Group, personal accident insurance for comissions	Gov't	pd 1-16	89.25
Brothers Motorsports, saw repair	PW		61.51
Brothers Motorsports, spark plug, blade sharpening	PW		12.66
Business Forms & Accounting, payroll checks	Admin		158.18
California Contractors, super wipes	PW		1,435.20
Cascade Computers, ddr memory	Police		155.49
Chemsearch, hand wipes	PW		161.90
City of Crosslake, sewer utilities	PW/Gov't	pd 2-1	90.00
City of Minneapolis, aps query fees	Police		432.00
Council #65, union dues	ALL		321.75
Country Works, colored copies	Library		15.98
County Recorder, fax fees	P&Z		2.00

Crosslake Communications, reimburse for commission ad	P&R/P&Z	pd 1-25	49.50
Crosslake Communications, reimburse for unemployment fees	P&R		53.92
Crosslake Communications, phone, fax, dsl, cable	ALL		1,490.99
Crosslake Portable Welding, two pcs tube	PW		330.00
Crosslake Rolloff, recycling	Gov't		2,450.00
Crow Wing Auto Body, stripe new squad	Police		154.00
Crow Wing County Hwy Dept, fuel	ALL		3,193.15
Crow Wing County Recorder, filing fees	P&Z	pd 1-25	368.00
Crow Wing County Treasurer, audit confirmation	Audit		30.00
Crow Wing Power, electric service	ALL	pd 1-22	6,043.16
Culligan, water and cooler rental	PW/Gov't		60.37
Cuyuna Range Firefighters Assn, annual dues	Fire		300.00
Dacotah Paper, paper towels	Gov't		170.49
Dacotah Paper, paper towels	P&R		127.80
Dean Swanson, reimburse mileage, travel expenses	Council		119.66
Deferred Comp	ALL		226.92
Delta Dental, dental insurance	ALL		1,298.25
Demco, jacket covers, tape	Library		252.71
Donna Keiffer, aerobics	P&R		242.44
Echo Publishing, meeting notice of 1/26	P&Z		105.00
Echo Publishing, meeting notice of 1/30	P&Z		36.00
Echo Publishing, 2007 budget statement	Gov't		100.80
Echo Publishing, eda member ad	EDA		51.60
Erik Lee, reimburse for cd's and cases	Police		37.41
Evergreen Equipment, blade bolt, yoke, cross, shaft	PW		365.09
Fastenal, wrench, hex, bolts	PW		69.92
Fastenal, bolts	PW		140.82
Fortis, disability	ALL		287.04
Grafix Shoppe, striping kit for new squad	Police		295.10
Hawkins, aqua hawk, ferric chloride	Sewer		360.91
Holiday Station, propane refill	Cemetery		13.83
Holiday Station, propane refill	Cemetery		45.24
Holiday Station, propane refill	Cemetery		27.15
Holiday Station, propane refill	P&R		36.19
Holiday Station, wiper blades	Police		14.89
Holiday Station, oil	Fire		13.83
Houston Ford, repair shift, headlamp, oil change	Police		91.75
Jay Andolshek, reimburse mileage	Council		22.31
Kim Larson, reimburse for office supplies	Library		46.05
Lakes Area Rental, pole saw	PW		58.58
Larson Allen, recording of bond proceeds	Admin		88.40
League of MN Cities, handbook for mn cities	Gov't		60.00
League of MN Cities, experienced officials conference	Council		195.00
Mac Queen Equipment, brush set	PW		867.13
Marco, maintenance contract	P&R		104.21
Marsden Bldg Maintenance, office cleaning	PW		596.40
Mastercard, Applebees, meal while traveling	PW		25.00
Mastercard, Batteries Plus, batteries	PW	pd 1-25	76.42
Mastercard, Chucks Trucks, heater core	Fire		125.50
Mastercard, Clearwater Travel Plaza, meal	PW	pd 1-25	20.61
Mastercard, Fleet Farm, head light, jacks	PW		221.40

Mastercard, Fleet Farm, chain oil, sea foam, uniform	PW		138.47
Mastercard, Home Depot, window film	Police		21.37
Mastercard, Menards, mop bucket, shop vac	P&R		117.61
Mastercard, Mills, door handle	PW		11.59
Mastercard, Travel Center of America, diesel fuel	PW	pd 1-25	149.57
Mastercard, travel expenses	Police		215.10
MCFOA, 2007 conference	Admin	pd 1-22	200.00
Medica, health insurance	ALL		18,180.18
Menards, shelving	Gov't		84.11
Metro Fire, ball valves, gate valve	Fire		1,137.38
Mills Motors, install heavy duty springs	PW		612.71
Mills Motors, replace ball joints, fuel filter, transmission fluid	PW		1,198.56
Mills Motors, battery	PW		90.61
Mills Motors, replace coils, spark plugs	PW		527.52
MN Benefits	Admin	pd 2-1	129.92
MN Chiefs of Police, annual conference	Police		300.00
MN Dept Driver & Vehicle Registration, title fees	Police	pd 1-29	17.50
MN Life, life insurance	ALL		435.40
MN Rural Water Assn, membership dues	Sewer		200.00
MN Section CSWEA, wastewater operational problems conf.	Sewer	pd 1-25	55.00
Molly's Cleaning, january cleaning	Gov't		772.13
MPCA, wastewater training registration	Sewer		180.00
MPCA, wastewater operations conference	Sewer		270.00
MPCA, npdes permit	Sewer		350.00
MRWA, mn rural water assn seminar	Sewer		125.00
NCPERS-Life Insurance	ALL		144.00
North Ambulance, subsidy	Ambulance	pd 2-1	1,103.00
Northern Safety Technology, strobe bulb	PW		24.93
Northland Trust Services, annual agent fee	Gov't	pd 1-16	403.00
Northwest Carpet One, floor sealer, polish	P&R		330.12
Office Max, paper, staples, duct tape, pencils, markers	P&R		199.86
Office Max, ink cartridges	P&R		71.66
Office of Enterprise Technology, net motion fee	Police		20.00
Oreck, drive belt	P&R		29.99
Pepsi, pop	PW		22.74
Pequot Auto Parts, bulbs	PW		181.69
Pequot Auto Parts, fuel pump	PW		29.49
Pequot Auto Parts, battery	Police		70.80
Pequot Auto Parts, fuel filter	PW		71.14
Pequot Lakes Grad Blast, donation	Gov't		100.00
PERA	ALL		N/A
Quill, copy paper, highlighters	P&Z/Admin		176.67
Quill, lead, tabs, copy paper, pens	P&Z/Admin		133.58
Reeds Market, sentence to serve	PW		65.11
Reeds Market, sentence to serve	PW		91.56
Reed's Market, coffee, tissues	Gov't		32.36
Reed's Market, sentence to serve	PW		70.03
Reed's Market, sentence to serve	PW		117.89
Reflections Up North Paints, paint	P&R		109.84
Royal Chemical, degreaser	Sewer		1,960.27
Sandelin Law Office, legal fees	ALL		4,244.08

ADDITIONAL BILLS FOR APPROVAL
12-Feb-07

VENDOR	DEPT	AMOUNT
Abra True Value, straw bales	P&R	38.45
Ace Hardware, sponge, batteries	P&R	16.49
Ace Hardware, 12v battery for security system	P&R	21.29
Brainerd Medical Center, drug test	Sewer	20.39
Crosslake Communications, reimburse for drug test	Sewer	79.00
Crow Wing Power, electric service	ALL	6,611.09
Irene Schultz, reimburse mileage	Council	155.20
Lakeland Fireplace, edge flats	Library	86.78
Little Falls Machine, patrol wing bolt, castle nut	PW	55.73
Nautilus, magnetic key	P&R	17.26
University of MN, soils conference	P&Z	225.00
TOTAL		7,326.68

Crosslake Telephone Company

G. 6. 6.

Check Register - General and Construction Account

From December 1, 2006 through December 31, 2006

Check #	Vendor Name	Date	Description	Amount
000599	INTERNAL REVENUE SERVICE	12/01/06	FED, FICA, MEDICARE	5,945.95
000600	PERA	12/01/06	PERA EE & ER	2,888.80
000601	MINNESOTA DEPT OF REVENUE	12/01/06	MN INCOME TAX	1,038.00
000602	GREAT WEST LIFE & ANNUITY INSU	12/01/06	DEFERRED COMP	1,717.92
000604	INTERNAL REVENUE SERVICE	12/15/06	FED, FICA, MEDICARE	6,303.77
000605	PERA	12/15/06	PERA EE & ER	2,883.99
000606	MINNESOTA DEPT OF REVENUE	12/15/06	MN INCOME TAX	1,113.66
000607	GREAT WEST LIFE & ANNUITY INSU	12/15/06	DEFERRED COMP	1,717.92
000608	CITY OF CROSSLAKE (SEWER)	12/11/06	NOVEMBER SEWER	30.00
000609	INTERNAL REVENUE SERVICE	12/11/06	DEC EXCISE TAX	1,700.18
000610	MINNESOTA DEPT OF REVENUE	12/11/06	DEC SALES & USE TAX	9,070.00
000611	INTERNAL REVENUE SERVICE	12/28/06	FED, FICA, MEDICARE	7,353.10
000612	PERA	12/28/06	PERA EE & ER	3,579.19
000613	MINNESOTA DEPT OF REVENUE	12/28/06	MN INCOME TAX	1,152.06
000614	GREAT WEST LIFE & ANNUITY INSU	12/28/06	DEFERRED COMP	6,929.32
000615	CROW WING POWER	12/26/06	ELECTRIC SERVICE	3,462.59
020776	MN CHILD SUPPORT PAYMENT CTR	12/01/06	CHILD SUPPORT WITHHELD	317.02
020826	MN CHILD SUPPORT PAYMENT CTR	12/15/06	CHILD SUPPORT WITHHELD	317.02
020827	MINNESOTA DEPT OF COMMERCE	12/11/06	3RD QTR INDIR ASSESSMENT	549.28
020828	RONALD J. SCHMIDT	12/11/06	CAFE PLAN REIMBURSEMENT	800.00
020829	CROSSLAKE ROLLOFF	12/11/06	DEC-JAN DIR RECYCLE	105.00
020830	UNICEL	12/11/06	RECIPR COMP 8/16-9/15	253.72
020831	ONVOY, INC.	12/11/06	OPERATOR SERVICES	181.03
020832	MOSS & BARNETT	12/11/06	RE: BOUNDRIES, TERRITORY ETC	1,328.00
020833	OLSEN THIELEN CO LTD	12/11/06	MIC/MART ACTIVITY SEPT-OCT	990.79
020834	SIMONSON LUMBER	12/11/06	PLYWOOD FOR LIBR PROJECT	44.20
020835	UNITED PARCEL SERVICE	12/11/06	WEEKLY SERVICE & MISC	162.86
020836	CROSSLAKE COMMUNICATIONS	12/11/06	COMM CENTER VOICE MAIL	813.90
020837	DEBORAH FLOERCHINGER	12/11/06	MILEAGE REIMBURSEMENT	26.70
020838	CITY OF CROSSLAKE	12/11/06	NOVEMBER & DECEMBER FEE	42,166.66
020839	CITI LITES INC	12/11/06	LOCATES	869.65
020840	XCEL ENERGY	12/11/06	NOV NATURAL GAS	224.13
020841	PAM STRAKA	12/11/06	MILEAGE-CUST SERV SEMINAR	64.08
020842	AMERIPRIDE LINEN & APPAREL	12/11/06	RUG & TOWEL SERVICE	65.97
020843	LYDIA SASSE	12/11/06	MILEAGE-CUST SERV SEMINAR	64.08
020844	WHITEFISH AREA PROPERTY OWNERS	12/11/06	ANNUAL DUES JAN-DEC	25.00
020845	BRAINERD LAKES AREA CHAMBER	12/11/06	MEMBER DUES 3/06-3/07	540.00
020846	CENTRAL TRANSPORT GROUP LLC	12/11/06	4 DS1'S, 1 T3	4,088.00
020847	MERRILL LYNCH	12/11/06	TO FUND DEBT SERVICE	37,452.00
020848	ASSURANT EMPLOYEE BENEFITS	12/11/06	DECEMBER LT DISABILITY	213.30
020849	PINNACLE PUBLISHING, LLC	12/11/06	TELEPHONE DIRECTORY-4	2,162.89
020850	PROGRESSIVE BUSINESS PUBLIC.	12/11/06	SUPERVISORS LEGAL UPDATE	177.84
020851	LAKELAND PUBLIC TELEVISION	12/11/06	ADVERTISING	175.00
020852	NORCON BORING INC	12/11/06	CONTRACT PLOWS	2,361.99
020853	AMERICAN TELEVISION & COMM.	12/11/06	AFFILIATE PAYMENT	1,000.00
020854	FOX SPORTS NET NORTH	12/11/06	AFFILIATE PAYMENT	5,272.50
020855	MTV NETWORKS	12/11/06	AFFILIATE PAYMENT	3,209.47
020856	AZAR COMPUTER SOFTWARE	12/11/06	JAN-JUNE SOFTWARE SUPPORT	2,250.00
020857	DISCOVERY DIGITAL NETWORKS	12/11/06	AFFILIATE PAYMENT	100.98
020858	DISCOVERY HEALTH	12/11/06	AFFILIATE PAYMENT	43.56
020859	DIGITRACE	12/11/06	REPAIR METER	452.94
020860	PROSTAFF	12/11/06	CUST SERV & ACCTNG TEMP	142.56
020861	D&H DISTRIBUTING CO.	12/11/06	QUICKEN SOFTWARE FOR	63.90
020862	7SIGMA SYSTEMS, INC	12/11/06	NOVEMBER CONSULTING	2,350.00
020863	CYNTHIA PERKINS	12/11/06	REIMB FOR LUNCH W/ AUDITORS	40.00
020864	CANNON FINANCIAL SERVICES, INC	12/11/06	PMT 27 OF 36 COPIER LEASE	424.94
020865	ZONE TELECOM, INC.	12/11/06	NOVEMBER ACTIVITY	5,429.28
020866	CROSSLAKE ACE	12/11/06	BATTERIES, SCREWS, ETC	358.87
020867	NATIONAL CABLE TEL COOP, INC	12/11/06	AFFILIATE PAYMENT	24,034.12
020868	EQUUS COMPUTER SYSTEMS, INC	12/11/06	NOBILIS 3016 FOR RESALE	3,422.87
020869	KARE 11 TV	12/11/06	AFFILIATE PAYMENT	181.80
020870	PAUL HOGE	12/11/06	CABLE,PHONE, INTERNET REIMB	297.08
020871	FITTV	12/11/06	AFFILIATE PAYMENT	33.66
020872	WASTE PARTNERS, INC.	12/11/06	NOV TRASH REMOVAL	99.08
020873	ARVIG COMMUNICATION SYSTEMS	12/11/06	ANSWERING SERVICE	85.97

Check #	Vendor Name	Date	Description	Amount
020874	CROW WING COUNTY HIGHWAY DEPT.	12/11/06	OCT UNLEADED & DIESEL	891.18
020875	MILLS GM	12/15/06	2006 GMC SIERRA	29,141.49
020876	IBEW LOCAL UNION 949	12/28/06	020815 UDUE UNION DUES	358.80
020877	MN CHILD SUPPORT PAYMENT CTR	12/28/06	CHILD SUPPORT WITHHELD	317.02
020878	GOPHER STATE ONE CALL	12/28/06	LOCATE TICKETS	229.10
020879	ONVOY, INC.	12/28/06	6264 PROGRAM	5,426.68
020880	DEBORAH FLOERCHINGER	12/28/06	COPAY REIMBURSE	45.00
020881	QWEST COMMUNICATIONS	12/28/06	11/2 MTS TOLL	192.78
020882	CITI LITES INC	12/28/06	LOCATES	665.05
020883	THE OFFICE SHOP	12/28/06	COLORED COPY PAPER	212.87
020884	DELTA DENTAL PLAN OF MINNESOTA	12/28/06	JANUARY DENTAL PREMIUM	1,030.50
020885	SOLIX	12/28/06	TO REVERSE A/P ENTRY	181.55
020886	TW CABLE LLC	12/28/06	WAR WIRE FOR TEMPS	489.68
020887	MEDICA	12/28/06	JAN MEDICAL PREMIUM	12,020.98
020888	AMERIPRIDE LINEN & APPAREL	12/28/06	RUG & TOWEL SERVICE	98.89
020889	WILLIAM GORDON	12/28/06	MICROWAVE	53.49
020890	MINNESOTA 9-1-1 PROGRAM	12/28/06	911, TAP & TACIP	1,787.41
020891	NATIONAL CABLE TELEVISION COOP	12/28/06	CATV CADANT C3 ANNL MAINT	1,130.11
020892	NEUSTAR INC.	12/28/06	M-10258738 SOW	92.50
020893	MERRILL LYNCH	12/28/06	NOVEMBER VISA ACTIVITY	2,375.42
020894	ASSURANT EMPLOYEE BENEFITS	12/28/06	JAN LONG TERM DISABILITY	232.70
020895	PINNACLE PUBLISHING, LLC	12/28/06	2005 DIRECTORY TRUE-UP	641.47
020896	LAKELAND PUBLIC TELEVISION	12/28/06	ADVERTISING	176.00
020897	MART	12/28/06	2007 DUES	2,449.80
020898	UNIVERSAL SERVICE ADMIN CO.	12/28/06	DEC FUSC CHARGES	1,463.20
020899	LIFETIME	12/28/06	AFFILIATE PAYMENT	719.10
020900	TV GUIDE NETWORKS INC	12/28/06	AFFILIATE PAYMENT	611.72
020901	JOAN HARRELL	12/28/06	CAFE PLAN REIMBURSEMENT	223.17
020902	PROSTAFF	12/28/06	CUST SERVICE TEMP HELP	142.56
020903	PAUL DAVIS	12/28/06	DSL REIMB 12/13 -1/12 & COPAY	64.95
020904	D&H DISTRIBUTING CO.	12/28/06	DVD ROM FOR RESALE	60.95
020905	AT&T - DALLAS TX	12/28/06	PARS 12/1 BAN 1499	1,334.68
020906	CORNERSTONE GROUP	12/28/06	WEBSITE COMPASS MAILING	301.66
020907	IMAGING PATH	12/28/06	DECEMBER MAINT/COPIES	216.90
020908	EQUUS COMPUTER SYSTEMS, INC	12/28/06	P HOGE PERSONAL PC	3,635.08
020909	GENSOFT SYSTEMS, INC	12/28/06	DECEMBER BILLING	7,446.89
020910	CBT, INC.	12/28/06	CABS POSTAGE	25.19
020911	PAUL HOGE	12/28/06	COPAY REIMBURSEMENT	90.00
020912	CHEMSEARCH	12/28/06	CLEANER, ICEMELT, CANNED AIR	1,227.71
020913	ARVIG COMMUNICATION SYSTEMS	12/28/06	ANSWERING SERVICE	94.12
020914	MARSDEN BLDG MAINTENANCE LLC	12/28/06	DECEMBER CLEANING	677.34
020915	HFC NETWORK SERVICES, INC.	12/28/06	INSTALL MANHATTAN NODE	14,070.00
020916	CROW WING COUNTY HIGHWAY DEPT.	12/28/06	NOV UNLEADED & DIESEL FUEL	698.91
Total for General Account				296,063.74
Bank Account				
001035	VANTAGE POINT	12/28/06	2006 REVIEW ESTIM #5	13,277.63
001036	MLASKOCH EXCAVATING & UTILITY	12/28/06	2006 OSP CONSTRUCTION	26,770.19
Total for Construction Account				40,047.82
				<u>336,111.56</u>