

REGULAR COUNCIL MEETING
CITY OF CROSSLAKE
MONDAY, JUNE 11, 2007
7:00 P.M. – CITY HALL

The Council for the City of Crosslake met in the Council Chambers of City Hall on Monday, June 11, 2007. The following Council Members were present: Mayor Jay Andolshek, Steve Roe, Rusty Taubert, Irene Schultz and Dean Swanson. Also present were City Administrator Tom Swenson, Community Development Director Ken Anderson, Clerk/Treasurer Darlene Roach, Public Works Director Ted Strand, Park and Recreation Director Jon Henke, Police Chief Robert Hartman, General Manager Paul Hoge, Planner-Zoning Coordinator Lane Braaten, City Engineer Dave Reese, Lake Country Echo Reporter Nancy Vogt, Brainerd Dispatch Reporter Renee Richardson, a Northland Press Reporter and Elissa Rogers of BLADC. There were approximately ten 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 06R-01-07 WAS MADE BY IRENE SCHULTZ AND SECONDED BY STEVE ROE TO ACCEPT THE ADDITIONS TO THE AGENDA AS PRESENTED. MOTION CARRIED WITH ALL AYES.

B. CRITICAL ISSUES –

1. Amy LaBarre, Director of the Crosslake Community School, appeared before the Council to give an update on the school and handed out information regarding facts, fiction and solutions to the school's growth. Ms. LaBarre stated that the school had struggled in the past because of inconsistent leadership, but has overcome that problem in the last year. Facts regarding the school included a focus on multi-age classrooms, grades K-8, small class sizes, current enrollment 115, 9 full-time teachers, 3 part-time teachers, physical education 5 days a week, choir and/or band 4 days a week, 9 full-time special education paraprofessionals, student to adult ratio 6:1. Fictional rumors regarding the school include the school charges tuition, there is a waiting list for every grade, the school is not held accountable to the MN Department of Education and that State funding to charter schools sustains the expense of educating 100%. Ms. LaBarre stated that the Crosslake Community School is a school district and has its own district number. Students are required to participate in MCA testing. The State only increased the school's funding by 2% for the upcoming school year. The school is unable to levy tax for its expenses because the City of Crosslake levies taxes for the Pequot Lakes school district. Ms. LaBarre asked the Council and individuals to consider giving a charitable donation to the school and to spread the word regarding the facts that she outlined.
2. Ken Anderson introduced the new employee in the Planning and Zoning Department, Lane Braaten, Planner – Zoning Coordinator. Lane Braaten

addressed the Council and thanked them for the opportunity to work for the City. Mr. Braaten grew up near Litchfield and attended the University of Minnesota.

C. CONSENT CALENDAR – MOTION 06R-02-07 WAS MADE BY DEAN SWANSON AND SECONDED BY IRENE SCHULTZ TO APPROVE THE FOLLOWING ITEMS LISTED ON THE CONSENT CALENDAR: (1.) MINUTES OF REGULAR COUNCIL MEETING OF MAY 14, 2007; (2.) MINUTES OF JOINT SPECIAL COUNCIL/EDA MEETING OF MAY 29, 2007; (3.) CROSSLAKE COMMUNICATIONS BALANCE SHEET AND INCOME STATEMENT/DETAIL OF RESERVE BALANCES DATED APRIL 30, 2007; (4.) CROSSLAKE COMMUNICATIONS BALANCE SHEET DETAIL FOR THE FOUR MONTHS ENDING APRIL 30, 2007; (5.) CITY MONTH END REVENUE REPORT DATED APRIL 30, 2007; (6.) CITY MONTH END EXPENDITURE REPORT DATED APRIL 30, 2007; (7.) LAKES STATE BANK PLEDGE REPORT DATED MAY 2007; (8.) NORTHERN NATIONAL BANK PLEDGE REPORT DATED MAY 2007; (9.) LAKEWOOD BANK PLEDGE REPORT DATED MAY 2007; AND (11.) FIRST FEDERAL SAVINGS BANK PLEDGE REPORT DATED MAY 2007. Steve Roe asked that Crosslake Communications include a copy of a yearly comparison on the balance sheet. MOTION CARRIED WITH ALL AYES.

D. PUBLIC FORUM – None.

E. MAYOR'S REPORT – None.

F. CITY ADMINISTRATOR REPORT –

1. City Bills for Approval – MOTION 06R-03-07 WAS MADE BY DEAN SWANSON AND SECONDED BY IRENE SCHULTZ TO APPROVE THE BILLS FOR PAYMENT FOR JUNE AS SUBMITTED IN THE AMOUNTS OF \$77,181.57 AND \$22,422.51. MOTION CARRIED WITH ALL AYES.
2. MOTION 06R-04-07 WAS MADE BY IRENE SCHULTZ AND SECONDED BY STEVE ROE TO APPROVE RESOLUTION NO. 07-05 TO ADOPT FOR RENEWAL EXISTING LIQUOR LICENSE ESTABLISHMENTS FOR 2007-2008. MOTION CARRIED WITH ALL AYES.
3. Included in the packet for information was a Schedule of Events for the proposed Modification of Development District No. 1 and the proposed Establishment of Tax Increment Financing District No. 1-9.
- 3.a. A memo dated June 11, 2007 from Tom Swenson regarding a recommendation to increase deposit funds to be used to pay expenses on TIF District 1-9 was included in the additions to the agenda for Council review. The City required \$7,000 from the developer in April 2005 as a deposit to be used to pay expenses for TIF District 1-9. The City has used \$1,809.50 to pay associated expenses so far. Estimates from Ehlers & Associates and Briggs and Morgan to complete the TIF requirements total \$15,000 plus an hourly rate of \$180 for any additional meetings. Tom Swenson recommended that the City Council require an additional \$10,000 as a deposit to cover costs associated with TIF District 1-9. At the conclusion of the TIF process any funds unspent would be returned to the

developer. MOTION 06R-05-07 WAS MADE BY STEVE ROE AND SECONDED BY DEAN SWANSON TO INCREASE THE DEPOSIT FROM THE ASSISTED LIVING CENTER DEVELOPER TO COVER COSTS ASSOCIATED WITH TIF DISTRICT 1-9 FROM \$7,000 TO \$17,000. MOTION CARRIED WITH ALL AYES. Elissa Rogers of BLADC stated that she has been in contact with the developers and they would have a check to the City for \$10,000 by the end of the week.

4. Elissa Rogers of BLADC stated that the developers of the assisted living project must complete a series of requirements before the Council could approve the establishment of the TIF District and suggested that the City hold a public hearing on August 13, 2007 to consider approving the Development Program and TIF Plan. MOTION 06R-06-07 WAS MADE BY DEAN SWANSON AND SECONDED BY STEVE ROE TO APPROVE RESOLUTION 07-06 CALLING FOR A PUBLIC HEARING BY THE CITY COUNCIL ON THE PROPOSED ADOPTION OF A MODIFICATION TO THE DEVELOPMENT PROGRAM FOR DEVELOPMENT DISTRICT NO. 1 AND THE PROPOSED ESTABLISHMENT OF TAX INCREMENT FINANCING DISTRICT NO. 1-9 AND THE ADOPTION OF THE TAX INCREMENT FINANCING PLAN TO BE HELD ON AUGUST 13, 2007 AT 7:00 P.M. MOTION CARRIED WITH ALL AYES.
5. A letter dated May 31, 2007 from the Initiative Foundation thanking the City for supporting its mission and activities with a donation of \$1,000 was included in the packet for Council Information.
6. A thank you from the parents and guardians of the Pine River-Backus High School Class of 2007 for supporting the 2007 Grad Blast was included in the packet for Council information.

G. COMMISSION/DEPARTMENT REPORTS –

1. **PARK AND RECREATION/LIBRARY –**
 - a. Park and Recreation Director Jon Henke reported that the Community Center is offering the fifth aerobic session of 2007. The session runs Monday, Tuesday and Thursdays for four weeks. Membership for this session is \$36.00. AAA is sponsoring a senior driving class on Thursday, July 19th from 9:00 A.M. to 1:00 P.M. This is the four-hour refresher class. The Community Center gym is reserved each weekday morning from 8:00 to 9:00 for walking. The Crosslake Parks Department hosted a Grand Opening for the Crosslake Area Library and the Community Center Expansion on Sunday, June 3rd at 1:00 P.M. The celebration included speakers, presentations, refreshments and tours of the new facilities. Approximately 175 people attended. The City received four applications for the new advisory commission for the park department. The Park Commission reviewed the applications at its meeting of June 5th. The Commission recommended that Joseph Albrecht, Alden Hardwick, Ronda Hopkins and Fay Miller be added to the Commission as regular members and Sandra Melberg be added as an alternate member. Fay Miller has been an alternate on the Commission since 2000. Jon Henke noted

that Dennis Palm and Bob Mattson's terms will expire in 2008, at which time two alternates would be moved to regular members. Tom Swenson asked if terms had been established for the new members. Jon Henke replied that the Commission did not determine terms and suggested that the terms be staggered so that they don't expire at the same time. Tom Swenson suggested that the Council approve the appointments today and the terms at the July Council Meeting. MOTION 06R-07-07 WAS MADE BY STEVE ROE AND SECONDED BY RUSTY TAUBERT TO APPROVE THE APPOINTMENT OF JOSEPH ALBRECHT, ALDEN HARDWICK, RONDA HOPKINS AND FAY MILLER AS REGULAR MEMBERS OF THE PARK AND RECREATION/LIBRARY COMMISSION AND THE APPOINTMENT OF SANDRA MELBERG AS AN ALTERNATE MEMBER OF THE PARK AND RECREATION/LIBRARY COMMISSION WITH TERMS TO BE APPROVED AT THE JULY 2007 COUNCIL MEETING. MOTION CARRIED WITH ALL AYES.

The Whitefish Area Lions have donated \$250.00 to be utilized for the Community Center Family Fun Day Program. MOTION 06R-08-07 WAS MADE BY IRENE SCHULTZ AND SECONDED BY JAY ANDOLSHEK TO ACCEPT THE DONATION OF \$250 FROM THE WHITEFISH AREA LIONS TO BE USED TOWARDS THE FAMILY FUN DAY PROGRAM. MOTION CARRIED WITH ALL AYES.

The Crosslake Chautauqua is a monthly forum whose mission is to provide a wide range of educational experiences for Crosslake area residents, guests and visitors. The Chautauqua Steering Committee is proud to present its first forum, The Life of an Early Dam Tender. The program will tell the story of Warren Drought and how the Pine River Reservoir created the modern day Crosslake area. The forum will be narrated by Ray Nelson, Park Manager of Crosslake U.S. Army Corps of Engineers Recreation Area. The first forum is scheduled for Wednesday, July 11th at 1:30 P.M. at the Crosslake Community Center. Admission is free. The Crosslake Area Library had a busy first month of operation. Almost 500 library cards were sold. Jon Henke thanked all of the volunteers. Steve Roe noted that the volunteers are from the entire area, not just Crosslake. Tuesday morning Story Hour has been a big hit with preschoolers. There will be a Summer Reading Club for children in grades K-6 on Thursday mornings from July 12th to August 16th. The Crosslake Fifty Lakes American Legion will be hosting a flagpole dedication in memory of Robert Garin on Tuesday, June 26th at 5:30 P.M. As part of the dedication, the American legion and the Garin family will also be unveiling a memorial for Bob. The American Legion baseball game will follow the ceremony. Registrations are now available at the Community Center for Grandpa's Run for the Walleye Race. This is a 5K race and walkers are welcome to participate. Proceeds support the effort to restore the Whitefish Area's Walleye population. A Sunfish Dash for young children will also be held. The Youth Boat Safety Class, sponsored by C&C Boatworks, Zorbaz and

Crow Wing County Sheriff's Department will be held at the Community Center on June 13th and June 27th at 9:00 A.M. The Crosslake Park Department will be offering tennis lessons starting on July 9th. Three one-week sessions will be available for students at the Young Beginner, Beginner and Advanced Beginner levels. The fee is \$20.00. Students may register for all three session for \$50.00. Private lessons are also available. The Community Center will be hosting a senior tennis mixer on Monday and Thursday afternoons from 4 to 7 P.M. There is a \$10.00 participation fee for this program. The tennis courts are being repaired. Courts should be available later this week. The Crosslake Park Department is offering New to Medicare classes on July 18th and August 29th from 9:30 to 11:30 A.M. This course is provided by Senior LinkAge Line of the Central Minnesota Council. It will help those new to Medicare as well as those who just want to gain some knowledge. The Crosslake Park Department is sponsoring a class to familiarize seniors with the internet. The class will be held July 11th from 8:30 to 10:00 A.M. The class will take place in the Crosslake Area Library. This class is provided by Senior LinkAge Line and Minnesota Board on Aging. It is geared for seniors with little or no experience with computers. Steve Roe stated that the Senior LinkAge is a good source of information for seniors. Jon Henke agreed and added that the Community Center has brochures listing all of their services. The Park Department will be conducting interpretive tours of the 152-acre park. Tours will include a ride on the new 6-passenger touring cart. Participants will experience more than three miles of trails that encompass McClain Lake and Cranberry Lake. Riders can expect to see a variety of wildlife, flowers, trees and a wide variety of plants. Reservations are required and are based on availability. Tours will be scheduled Wednesday mornings at 10:00 A.M. beginning July 11th. The Park Department and Mary Miller, former University of California NCAA Division II Player will be hosting a 7th – 9th grade volleyball clinic starting June 25th. The program will run four consecutive days. The clinic will take place from 10:00 A.M. to 2:00 P.M. each day. Cost is \$25.00 per player. The new equipment for the fitness room was delivered on June 1st. The Community Center will be hosting orientation for the new equipment on Tuesdays at 10:00 and on Thursdays at 1:00. There will also be a video for people who cannot attend an orientation meeting.

- b. Crosslake Park and Recreation Advisory Commission Minutes of April 23, 2007 were included in the packet for information.
- c. Library Committee Meeting Minutes of May 21, 2007 were included in the packet for Council information.
- d. A staff report dated June 7, 2007 from Jon Henke regarding surplus fitness equipment was included in the packet for Council review. The Park Department compiled a list of old fitness equipment that is not being utilized in the new fitness space. Staff requested that the equipment be considered surplus so that it could be sold. The equipment would be sold as is and all prospective buyers would be required to sign a waiver releasing the City of Crosslake from any future liability. MOTION 06R-09-07 WAS MADE BY

STEVE ROE AND SECONDED BY IRENE SCHULTZ LIST THE OLD EQUIPMENT AS SURPLUS AS OUTLINED IN A STAFF REPORT DATED JUNE 7, 2007 FROM JON HENKE AND TO AUTHORIZE THE SALE OF THE SURPLUS EQUIPMENT. MOTION CARRIED WITH ALL AYES.

- e. A letter dated June 6, 2007 from the Department of the Army regarding the renewal of the Snowmobile Trail License was included in the additions to the agenda for Council review. Jon Henke stated that the Contract is the same as the last one and would last for a period of 5 years. The license allow for the continued use and maintenance of a snowmobile trail on Government-owned land. MOTION 06R-10-07 WAS MADE BY STEVE ROE AND SECONDED BY DEAN SWANSON TO AUTHORIZE TOM SWENSON TO EXECUTE THE SNOWMOBILE TRAIL LICENSE, CONTRACT NO. DACW37-3-07-0040 BETWEEN THE CITY OF CROSSLAKE AND DEPARTMENT OF THE ARMY. Dean Swanson noted that this route goes through the park and keeps snowmobilers off the sidewalk. MOTION CARRIED WITH ALL AYES.
- f. A letter dated June 8, 2007 from WSN regarding a pay request from Nor-Son was included in the additions to the agenda for Council review. Jon Henke noted that this was the final pay request and included all retainage. MOTION 06R-11-07 WAS MADE BY IRENE SCHULTZ AND SECONDED BY RUSTY TAUBERT TO APPROVE FINAL PAY REQUEST NO. 9 FROM NOR-SON, INC. IN THE AMOUNT OF \$14,562.56 WHICH INCLUDES ALL RETAINAGE. MOTION CARRIED WITH ALL AYES.

2. PUBLIC SAFETY –

- a. Chief Hartman reported 189 calls in Crosslake in May.
- b. A total of 48 calls were reported in Mission Township in May.
- c. Officer Activity Graph for May 2007 was included in the packet for Council information.
- d. Included in the packet for Council review was a memo from Chief Hartman dated 6/11/07 regarding a mutual aid agreement. This Mutual Aid Agreement was submitted by Saint Louis County Sheriff Ross Litman and would allow for immediate assistance to any of the participating agencies, whether it is a Crosslake Officer responding to an emergency or the Crosslake Police Department requesting assistance. Crow Wing County Attorney Donald Ryan reviewed the agreement and deemed it to be appropriate. Steve Roe noted that many departments are participating in the agreement. MOTION 06R-12-07 WAS MADE BY DEAN SWANSON AND SECONDED BY IRENE SCHULTZ TO AUTHORIZE MAYOR JAY ANDOLSHEK TO EXECUTE THE LAW ENFORCEMENT MUTUAL AID AGREEMENT AS PRESENTED. MOTION CARRIED WITH ALL AYES.
- e. The Fire Department responded to 23 calls in Crosslake in May. Of those, 14 were medical calls and 9 were fire calls.
- f. North Ambulance of Crosslake responded to 60 calls in May.

3. PUBLIC WORKS/CEMETERY/SEWER

- a. Public Works Commission Meeting Minutes of May 7, 2007 were included in the packet for Council information.
- b. Included in the packet for Council information was a letter dated June 1, 2007 from the MPCA regarding the recognition of an outstanding wastewater facility.
- c. A letter dated June 1, 2007 from the MPCA regarding the Annual NPDES Permit Compliance Summary Report Draft was included in the packet for information.
- d. A letter dated June 6, 2007 from KTEK to WSN regarding the work to be completed on the Corps on Engineers sewer connection was included in the packet for Council information.
- e. A letter dated June 4, 2007 from WSN regarding the 2007 USACE Sanitary Sewer Connection was included in the packet for Council information. Dave Reese requested that the Council increase the Engineering Budget for this project by \$2,500. The current engineering budget for this project, which was based on the 2005 proposal, has been nearly expended due to the additional time required in assisting the City with preparation of the Corps/City Agreement, increases in expenses since 2005, coordination and complexity of the project with alternates and plan/specification preparation, pre-bid and pre-construction meetings, and coordinating Federal requirements with the specifications. Work remaining includes finishing construction of the lift station and connection, then completion of record drawings. Steve Roe stated that this request is not a surprise because the original budget was set in 2005. MOTION 06R-13-07 WAS MADE BY DEAN SWANSON AND SECONDED BY STEVE ROE TO INCREASE THE CONSTRUCTION PHASE SERVICES BUDGET BY \$2,500 IN ORDER FOR WSN TO COMPLETE THE REMAINDER OF THE WORK DESCRIBED IN THE CITY'S AGREEMENT WITH THE CORPS OF ENGINEERS. Jay Andolshek asked if the Corps was aware of the increase. Tom Swenson replied that the agreement allows up to \$35,000 be spent for engineering and this increase still keeps the engineering cost below that amount. MOTION CARRIED WITH ALL AYES.
- f. A letter dated June 6, 2007 from WSN regarding a pay request from Kraemer Trucking & Excavating for the USACE Campground Connection was included in the packet for Council review. MOTION 06R-14-07 WAS MADE BY DEAN SWANSON AND SECONDED BY IRENE SCHULTZ TO APPROVE PAY REQUEST NO. 1 FROM KRAEMER TRUCKING & EXCAVATING IN THE AMOUNT OF \$43,022.36. MOTION CARRIED WITH ALL AYES.
- g.1. Dave Reese gave an update on the Ox Lake Landing road stabilization project. Mr. Reese stated that they are waiting for gabian baskets to be delivered which will be used to stabilize the sides of the road that are being washed out. The project should be complete in 45 days.
- g.2. Dave Reese reported that the erosion prevention and seeding are finished on the West Shore Drive Project. The punch list items still need to be completed.

Several drainage improvement requests may still be brought to the Council soon.

- g.3. A letter dated June 7, 2007 from WSN regarding a pay request from Anderson Brothers was included in the packet for Council review. The retainage amount was reduced from 5% to 2%, which will cover any outstanding items. MOTION 06R-15-07 WAS MADE BY IRENE SCHULTZ AND SECONDED BY RUSTY TAUBERT TO APPROVE PAY REQUEST NO. 7 FROM ANDERSON BROTHERS IN THE AMOUNT OF \$68,536.65. Steve Roe asked about the holes that formed in the road last fall. Dave Reese replied that the road has been fixed to his satisfaction. MOTION CARRIED WITH ALL AYES.
- h. An email dated 6-6-07 from the Assistant County Engineer regarding Fawn Lake Road was included in the packet for Council review. Bids for this project were opened 6-6-07 and the apparent low bid from Tri-City Paving is approximately \$560,000. Crosslake's estimated portion of the project would be less than \$64,000. MOTION 06R-16-07 WAS MADE BY DEAN SWANSON AND SECONDED BY JAY ANDOLSHEK TO APPROVE THE COUNTY TO MOVE FORWARD BASED UPON THE BIDS RECEIVED. MOTION CARRIED WITH ALL AYES.
- i. A memo dated June 6, 2007 from Ken Anderson and Ted Strand regarding a recommendation for the proposed development of Ostlund Avenue was included in the packet for Council review. Ted Strand stated that the Public Works Commission and Planning and Zoning Commission recommended approval of the project after reviewing the proposal at a joint meeting on June 4, 2007. The proposal includes completion of Ostlund Avenue along with associated drainage, utility and trail improvements. A curb and gutter island would be located just inside the county road right-of-way within the private road and would contain a sign identifying Town Square. The drainage ponds and public trail would be turned over to the City for future maintenance while the road will remain a private road. Trees would be planted at the top of the berm between the ponds and CSAH 3 for vegetative screening. MOTION 06R-17-07 WAS MADE BY IRENE SCHULTZ AND SECONDED BY STEVE ROE TO APPROVE THE PROPOSED PLANS FOR OSTLUND AVENUE, THE PUBLIC USE TRAILS AND DRAINAGE PLANS AS SUBMITTED. Steve Roe asked who would pay for the turn lanes. Ted Strand replied that he is not sure if the County or the developer would pay for the turn lanes. MOTION CARRIED WITH ALL AYES.
- j. A memo dated June 6, 2007 from Ted Strand regarding a recommendation to update the 1996 Road Inventory was included in the packet for Council review. After reviewing WSN's proposal, the Public Works Commission recommended approval. The proposal from WSN included adding all new City roadways to the inventory that have been constructed or approved in a Plat, updating the City Road Map, updating road condition assessments, improvement recommendations, priority ratings and pavement maintenance schedules. The estimated fee for these services is \$9,900. Dean Swanson noted that the main priority of the report is road maintenance. Steve Roe

asked if the report would highlight dead end roads. Ted Strand replied that a recommendation to deal with road connections will be discussed later on the agenda. MOTION 06R-18-07 WAS MADE BY IRENE SCHULTZ AND SECONDED BY RUSTY TAUBERT TO APPROVE THE PROPOSAL FROM WSN TO UPDATE THE 1996 ROAD INVENTORY REPORT AS PRESENTED AT AN ESTIMATED FEE OF \$9,900. MOTION CARRIED WITH ALL AYES.

- k. A memo dated June 6, 2007 from Ted Strand regarding a Resolution Approving County Project Within Municipal Corporate Limits was included in the packet for Council review. Ted Strand explained that the Crow Wing County Highway Department would like approval to construct a bypass lane at Harbor Lane and CSAH 16. The Harbor Lane/CSAH 16 intersection has an existing right turn lane and the County is proposing to install a bypass lane to allow more room for eastbound traffic to maneuver around turning traffic. MOTION 06R-19-07 WAS MADE BY IRENE SCHULTZ AND SECONDED BY STEVE ROE TO APPROVE RESOLUTION NO. 07-07 APPROVING COUNTY PROJECT WITHIN MUNICIPAL CORPORATE LIMITS AT THE INTERSECTION OF HARBOR LANE AND CSAH 16. MOTION CARRIED WITH ALL AYES.
- l. A memo dated June 6, 2007 from Tom Swenson and Ted Strand regarding a recommendation to replace 2001 Cat 924G front-end loader was included in the packet for Council review. The Public Works Commission reviewed and approved a request to trade in the 2001 924G front-end loader on a 2007 930G front-end loader at a net cost of \$88,303.41 including trade in and sales tax. Ted Strand stated that the 2001 loader still has value on it so it is a good time to trade it in. Pollution control devices will be added to next year's model raising the price \$10,000-\$15,000. MOTION 06R-20-07 WAS MADE BY IRENE SCHULTZ AND SECONDED BY RUSTY TAUBERT TO TRADE IN THE 2001 CAT 924G FRONT END LOADER ON A 2007 CAT 930G FRONT END LOADER AT A NET COST OF \$88,303.41 INCLUDING THE TRADE IN AND TO PAY \$20,000 AT THE TIME OF DELIVERY WITH 10 SEMI-ANNUAL PAYMENTS DUE ON FEBRUARY 1ST AND AUGUST 1ST WITH DELIVERY BY EARLY AUGUST 2007. Tom Swenson noted that the 2007 Public Works Budget included \$20,000 under Capital Outlay Equipment, which would be used as the down payment. The final payment on the Grader will be made in 2007. The 2008 budget would include the semi-annual payments of \$16,040 for the front-end loader. The quotation from Ziegler Cat is off the State of Minnesota Contract. MOTION CARRIED WITH ALL AYES.
- m. Ted Strand reported that letters from the City of Crosslake, Crosslake Community School and the Chamber of Commerce were sent to the County Highway Department requesting that the County install more crosswalks on County Road 66 in Crosslake. After review, the County has agreed to install a crosswalk at the Crosslake Community School and at Pine Peaks Restaurant. Mr. Strand has more pedestrian signs to put up. The City also asked the County to install No Passing on Right signs. Assistant County Engineer Rob

Hall told Ted Strand that he would check the legality for where such signs could be installed. Tom Swenson stated that one of the pedestrian crosswalk signs would be located at the Old Log Landing crosswalk during the summer and would be moved to the Crosslake Community School for the rest of the year.

- n. Included in the packet for Council information was a notice of construction on CSAH 1 for the Thompson Creek Bridge replacement. The location is approximately two miles west of the intersections of CSAH 1 and CSAH 66 just north of Crosslake. CSAH 1 will be closed for a week to ten days while the old bridge is removed and new box culverts are installed. The official detour will be signed to utilize CSAH 1, CSAH 66, CSAH 16 and TH 371. A construction begin date has not been set.
- o. The May 2007 Wastewater Treatment Discharge Monitoring Report was included in the additions to the agenda for Council information.

4. **CROSSLAKE COMMUNICATIONS –**

- a. The Highlights Report for May was included for Council information. Paul Hoge reported that the Agreement from Court TV has been received so this channel has been added to the programming. Phase II of the Fiber Project started in mid-May. Weather Central Software for Channel 12 is in the set-up stages and will provide weather information for Crosslake because the software is located at Crosslake Communications. The Annual Customer Appreciation celebration will be held on Wednesday, August 15th from 3-6 P.M.
- b. Crosslake Communication's Bills for Approval – MOTION 06R-21-07 WAS MADE BY RUSTY TAUBERT AND SECONDED BY IRENE SCHULTZ TO APPROVE THE APRIL 2007 BILLS FOR PAYMENT AS SUBMITTED IN THE AMOUNT OF \$602,661.68. MOTION CARRIED WITH ALL AYES.
- c. Crosslake Communications Regular Meeting Minutes of May 29, 2007 were included for Council information.
- d. The newly revised Customer Counts Report was included in the packet for information only.

5. **RECYCLING –** Recycling Reports for April and May 2007 were included in the packet for Council information.

6. **PERSONNEL COMMITTEE –** None.

7. **ECONOMIC DEVELOPMENT AUTHORITY –** None.

8. **PLANNING AND ZONING –**

- a. Planning and Zoning Commission/Board of Adjustment Regular Meeting Minutes of March 23, 2007 were included in the packet for Council information.

- b. Planning and Zoning Commission/Board of Adjustment Special Comp Plan Meeting Minutes of April 9, 2007 were included in the packet for Council information.
- c. The Building Permit Summary for May 2007 was included in the packet for Council information. Ken Anderson noted that the number of permits and valuations was up this month compared to 2006.
- d. A staff report dated June 11, 2007 from Ken Anderson regarding a proposed driveway improvement within a public lake access was included in the packet for Council review. The City Council tabled action at its meeting of May 14, 2007 on this item to allow the City Council member an opportunity to view the property. A request was submitted by Steve Thompson and his neighbor Patrick Davern to have Anderson Brothers Construction pave driveways on and between the two garages on each respective property. Some of the paving would take place within the platted Trout Beach area of the Manhattan Beach Entrance Addition plat. In the plat language, the property was given to the public for public use forever. At the last meeting, Park and Recreation Director Jon Henke voiced some concerns with setting a precedent given that some previous requests of a similar nature have been denied. Mr. Henke prepared a memo dated June 6, 2007 for City Council review, which was included in the packet. If the Council were to approve the request from the property owners, he suggested that conditions be attached to the approval and gave six examples. Rusty Taubert stated that the City has approximately 30 public lake accesses in the City and that the Council needed to create a program to regulate them. Mr. Taubert stated that he was not in favor of granting a request to allow a property owner to improve public land. Steve Roe referred to 2000 Resolution No. 110 which adopted a public access policy. Resolution No. 110 stated that the City of Crosslake will not accept or support the vacation of a public access, paths up to 4 to 6 feet wide may be cleared for access to the lake and no improved walkways or stairways shall be constructed on the public accesses. Irene Schultz stated that the intention of the City Council was to leave the accesses as is for green space. Dean Swanson stated that he visited the site and was able to see survey stakes, which allowed him to determine where the 30 feet of public access started. Mr. Swanson stated that if the property owners incur all of the costs, the City should allow the improvement on this access only because the public could still use it. Mr. Swanson did not want this ruling to set a precedent. Property owners Steve Thompson and Pat Davern addressed the Council and stated that there would only be a small amount of pavement on the public access and the public would still be allowed use the access. Steve Thompson added that the paving would improve run off because it would be angled towards the road instead of the lake. Tom Swenson asked what would happen if someone from the public parked on the paved turn around. Steve Thompson replied that they would not be able to get their vehicles out, but that could happen now without any paving. Rusty Taubert asked why the garages were constructed to face the public access instead of Manhattan Point Boulevard. Steve Thompson replied that the structures have been in place since the 1930's and he was not

sure why the access to the garages came from the public access. Steve Roe noted that Steve Thompson added 6 feet on to his garage recently and that he could have changed the front of the garage at that time to face Manhattan Point Boulevard. Jay Andolshek stated that he is concerned this would set a precedent for the other 30 accesses in Crosslake. Pat Davern stated that this case should be considered an exception, not a precedent. Steve Roe warned that if the City allowed this improvement, the City would assume responsibility, maintenance and liability. Ted Strand replied that most driveways cross the public right of way and the City has no liability for those. MOTION 06R-22-07 WAS MADE BY RUSTY TAUBERT AND SECONDED BY STEVE ROE TO DENY THE REQUEST FROM STEVE THOMPSON AND PAT DAVERN TO IMPROVE OR BLACKTOP THE PUBLIC ACCESS BETWEEN THEIR GARAGES AT 12880 AND 12886 MANHATTAN POINT BOULEVARD. Jon Henke addressed the Council and stated that he was in support of creating an ordinance to regulate the accesses. Mr. Henke noted that this access has already been altered with brush removal and new grass and other accesses in Crosslake have sheds, docks and septic systems on them. Tom Swenson noted that a similar request was denied last year. Jon Henke added that the Public Works Commission, Planning and Zoning Commission and Park and Recreation Commission should all review this before the Council makes a motion. MOTION PASSED 3-2 WITH SCHULTZ AND SWANSON OPPOSED. Rusty Taubert stated that no one really understands the issues and agreed with Jon Henke that the Commissions should work out the details. Steve Roe stated that it is important for the Council to have a consistent policy for all the accesses. MOTION 06R-23-07 WAS MADE BY STEVE ROE AND SECONDED BY DEAN SWANSON TO DIRECT THE PUBLIC WORKS COMMISSION, THE PLANNING AND ZONING DEPARTMENT AND THE PARK AND RECREATION COMMISSION TO WORK TOGETHER TO CREATE A POLICY REGARDING PUBLIC LAKE ACCESSES. MOTION CARRIED WITH ALL AYES.

- e. A memo dated June 6, 2007 from Ken Anderson and Ted Strand regarding a recommendation to request a proposal to develop a Citywide Transportation Plan was included in the packet for Council review. Both the Public Works Commission and the Planning and Zoning Commission are in favor of a Transportation Plan. The plan would review road layouts and provide a master plan for connecting roads and various trail systems throughout the City. Dave Reese and Ken Anderson felt that a Transportation Plan would be very helpful when reviewing proposed plats and subdivisions in determining requirements for both roads and trails and how they would relate to the entire City system of roads and trails. Rusty Taubert asked what the difference between this plan and the previously approved road inventory report was. Tom Swenson replied that the road inventory would report the conditions of the roads and this plan would determine how roads could connect. MOTION 06R-24-07 WAS MADE BY RUSTY TAUBERT AND SECONDED BY DEAN SWANSON TO SUPPORT THE CONCEPT OF A

TRANSPORTATION PLAN AND REQUEST A PROPOSAL FROM WSN TO DEVELOP A TRANSPORTATION PLAN WITH THE COST TO BE INCLUDED IN THE 2008 BUDGET. MOTION CARRIED WITH ALL AYES.

- f. A staff report dated June 11, 2007 from Ken Anderson regarding a request to set a public hearing date to consider a petition to vacate a road easement extending from Milinda Shores Road was included in the additions to the agenda for Council review. Ken Anderson reported that a petition was received from John and Mary Dierbeck of 37248 Milinda Shores Road to vacate an easement that is approximately 33 feet wide by 285 feet long. In a letter dated June 1, 2007, the Dierbecks stated that the easement is useless for the purpose for which it was laid out many years ago, the easement terminates at private property with no outlet or access to anywhere, the easement has never been maintained or improved by the City, and they need the combined square footage of all three parcels in order to build a guest house. Dean Swanson stated that this request has come before the Council in the past and that no Council has wanted to vacate this land because it could be used to connect Milinda Shores Road and Staley Lane in the future. Steve Roe suggested postponing the public hearing until after the Transportation Plan is complete to determine whether it is even feasible to connect those roads. Ken Anderson replied that the City is required to hold a public hearing on the matter within 60 days from receiving the petition. MOTION 06R-25-07 WAS MADE BY IRENE SCHULTZ AND SECONDED BY JAY ANDOLSHEK TO HOLD A PUBLIC HEARING ON JULY 9, 2007 AT 6:00 P.M. TO CONSIDER A PETITION TO VACATE A ROAD EASEMENT EXTENDING FROM MILINDA SHORES ROAD. Steve Roe stated that he would not be in attendance at the meeting on July 9th. MOTION CARRIED WITH ALL AYES. Ken Anderson added that the Council could extend taking action on the matter an additional 60 days. MOTION 06R-26-07 WAS MADE BY STEVE ROE AND SECONDED BY DEAN SWANSON TO EXTEND THE ACTION TIME FOR THE PETITION FROM 60 DAYS TO 120 DAYS. MOTION CARRIED WITH ALL AYES. Ken Anderson will send Dierbecks a letter notifying them of the Public Hearing and the extension.

Ken Anderson notified the Council that the Sign Committee has been holding weekly meetings and will be making a recommendation soon to Planning and Zoning to change the current Sign Ordinance.

- H. OLD BUSINESS** – Since the last Regular Council Meeting held on May 14, 2007, Council Members had the opportunity to view the Paul Bunyan Scenic Byway Kiosk located at Moonlite Bay Restaurant. MOTION 06R-27-07 WAS MADE BY STEVE ROE AND SECONDED BY RUSTY TAUBERT TO NOT FUND THE PAUL BUNYAN SCENIC BYWAY ASSOCIATION FOR THE KIOSK PANEL LOCATED AT MOONLITE BAY BECAUSE THE LOCATION OF THE SIGN IS NOT VISIBLE TO THE PUBLIC. MOTION CARRIED WITH ALL AYES.

I. NEW BUSINESS – None

J. PUBLIC FORUM – None.

K. ADJOURN – MOTION 06R-28-07 WAS MADE BY IRENE SCHULTZ AND SECONDED BY STEVE ROE TO ADJOURN THIS REGULAR MEETING AT 9:45 P.M. MOTION CARRIED WITH ALL AYES.

Respectfully submitted by,



Charlene Nelson
Deputy Clerk

Deputy Clerk/ Minutes/6-11-07

BILLS FOR APPROVAL
11-Jun-07

VENDORS	DEPT	AMOUNT
Abra True Value, rapid degrading cover	PW	69.80
Ace Hardware, 60 pd concrete	P&R	8.50
Ace Hardware, router bits, blade, sandpaper	P&R	45.85
Ace Hardware, primer spray	P&R	4.57
Ace Hardware, bleach, wasp spray, batteries	P&R	23.17
Ameripride, mats	PW	111.59
AW Research, water test	Sewer	170.10
AW Research, water test	Sewer	118.80
Beaman Woodworking, frame for plaque	Library	200.00
Bill Reed, reimburse for property tax on city road	PW	61.06
Bob Hartman, reimburse for uniform	Police	18.00
City of Crosslake, sewer utilities	PW/Govt	90.00
Council #65, union dues	ALL	286.00
Crosslake Communications, materials and equipment	Library	6,069.01
Crosslake Communications, phone, fax, dsl, cable	ALL	1,420.16
Crosslake Portable Welding, dry hydrants	Fire	1,919.00
Crosslake Portable Welding, dry hydrant	Fire	396.30
Crosslake Rolloff, recycling	Gov't	2,450.00
Crow Wing County Treasurer, property tax	PW	61.06
Deferred Comp	ALL	226.92
Delta Dental, dental insurance	ALL	1,213.50
East Side Oil, used antifreeze disposal	PW	30.00
Echo Publishing, envelopes	P&R	53.30
Echo Publishing, cemtery clean up	PW	38.70
Fortis, disability	ALL	314.72
Honey Wagon, empty and clean equalization basin	Sewer	115.00
Honey Wagon, pump and haul 4 loads from basin at corps	Sewer	480.00
Industrial Chem Labs, degreaser	Sewer	456.93
Knife River, big block, crushed concrete	PW	5,250.05
Lakes Area Rental, tractor/tiller	PW	644.34
Lakes Area Rental, kubota rental	PW	250.28
Lakes Area Rental, tractor/tiller	PW	239.63
Larson Allen, financial statement	Gov't	8,482.00
League of MN Cities Insurance, property insurance	ALL	5,452.00
Libri Foundation, childrens books	Library	350.00
Marsden Bldg Maintenance, office cleaning	PW	596.40
Mastercard, Barnes and Noble, books	Library	320.78
Mastercard, Wausau Awards, engraved plate	Library	423.32
Medica, health insurance	ALL	18,675.28
MN AWWA, water operator training	Sewer	140.00
MN Benefits	Admin	129.92
MN Department of Health, water system operator renewal	Sewer	23.00
MN Life, life insurance	ALL	430.00
Moonlite Square, fuel	Fire	12.18
MPCA, license renewal	Sewer	23.00

ADDITIONAL BILLS FOR APPROVAL
11-Jun-07

VENDOR	DEPT	AMOUNT
Ace Hardware, ant killer, glue, thread locker	P&R	16.80
Blue Lakes Disposal, trash removal	ALL	266.64
Brandanger Office Supply, name plate	Gov't	14.38
Brodart, labels	Library	12.55
CL Youth Baseball, umpires	P&R	290.00
Collegiate Pacific, baseballs, mitt	P&R	127.57
Crow Wing County Hwy Dept, fuel	ALL	1,458.21
Crow Wing Power, electric service	ALL	4,897.08
Culligan, water and cooler rental	PW/Gov't	59.87
Demco, tape, jacket covers, book support base	Library	370.11
Eric Swanson, reimburse for uniform expense	Police	54.52
Fastenal, rotary hammer, cart, nozzle	PW/Gov't	503.40
Lane Braaten, reimburse mileage, travel expenses	P&Z/Gov't	232.28
Mastercard, Landsburg, erosion control blankets	Gov't	308.80
Mastercard, Menards, wastebaskets	Library	19.86
Mastercard, Walmart, the step	P&R	112.31
Mike Amsden, reimburse for uniform	PW	90.76
MR Sign, crosswalk signs	PW	1,170.39
MR Sign, traffic signs	PW	264.83
Office Max, labels, rotary cards, copy paper	Library	111.51
Quill, dvds	Gov't	19.15
Quill, copy paper, dvds	P&Z/Gov't	149.71
Quill, pens	P&Z/Gov't	41.15
Sandelin Law Office, legal fees	ALL	3,044.72
Simonson Lumber, cement for flagpole	P&R	60.88
Viking Coca Cola, pop	P&R	124.14
Whitefish Auto, oil change	PW	29.69
Widseth, Smith, Nolting, engineering fees	ALL	6,242.85
Ziegler Cat, preventative maintenance service	PW	1,948.63
Ziegler Cat, lube and filter change	PW	379.72
TOTAL		22,422.51

RESOLUTION 07-05
TO ADOPT FOR RENEWAL EXISTING LIQUOR LICENSE
ESTABLISHMENTS FOR 2007-2008

WHEREAS, the City of Crosslake does hereby resolve to adopt the Liquor License Renewals of establishments licensed in 2006-2007 for the licensing year 2006-2007:

ON-SALE (INTOXICATING) \$1500.00

The Cedar Chest
Zorbaz of Cross Lake
Riverside Inn
Andy's Restaurant/Liquors
Ye Olde Wharf
Moonlite Bay
The Log Jam Bar and Grill
Maucieri's

OFF-SALE (INTOXICATING) \$100.00

Channel Liquors, Inc.
Barstock Liquors, Inc.
Riverside Inn
Andy's Restaurant/Liquors
The Log Jam Bar and Grill

SUNDAY (INTOXICATING) \$200.00

Zorbaz of Crosslake
The Cedar Chest
Riverside Inn
Andy's Restaurant/Liquors
Ye Olde Wharf
Moonlite Bay
The Log Jam Bar and Grill
Maucieri's

WINE LICENSE - \$100.00

Ox Lake Tavern

SET-UP LICENSE - \$50.00

Ox Lake Tavern

CONSUMPTION & DISPLAY

Ox Lake Tavern

CLUB

American Legion On-Sale \$300.00
American Legion Sunday \$200.00

ON-SALE (NON-INTOX.) \$75.00

Ox Lake Tavern
Crosswoods Golf Course, Inc.
Rafferty's

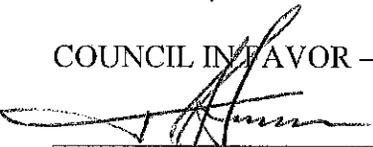
OFF-SALE (NON-INTOX) \$25.00

Reed's Country Market
Ox Lake Tavern
Bait Box Marina, Inc.

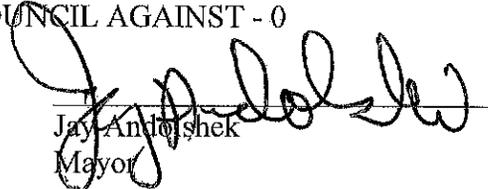
BE IT RESOLVED, that the City Council for the City of Crosslake, Minnesota go on record as renewing the above establishments for liquor/wine/beer licensing for the period of July 1, 2007 – June 30, 2008, at a Regular Council Meeting on the 11th day of June, 2007, after all licensing requirements are met both under local Ordinance and under MN State Statutes Chapter 340A, and approval is granted by the Minnesota Department of Public Safety Alcohol and Gambling Enforcement Division.

COUNCIL IN FAVOR – 5

COUNCIL AGAINST - 0



Thomas N. Swenson
City Administrator



Jay Androshek
Mayor

CITY OF CROSSLAKE
CROW WING COUNTY
STATE OF MINNESOTA

RESOLUTION NO. 07-06

**RESOLUTION CALLING FOR A PUBLIC HEARING BY THE CITY COUNCIL
ON THE PROPOSED ADOPTION OF A MODIFICATION TO THE
DEVELOPMENT PROGRAM FOR DEVELOPMENT DISTRICT NO. 1 AND
THE PROPOSED ESTABLISHMENT OF TAX INCREMENT FINANCING
DISTRICT NO. 1-9 THEREIN AND THE ADOPTION OF THE TAX
INCREMENT FINANCING PLAN THEREFOR.**

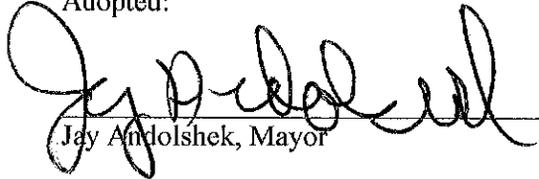
BE IT RESOLVED by the City Council (the "Council") for the City of Crosslake, Minnesota (the "City"), as follows:

Section 1. Public Hearing. This Council shall meet on August 13, 2007, at approximately 7:00 P.M., to hold a public hearing on the proposed adoption of a Modification to the Development Program for Development District No. 1, the proposed establishment of Tax Increment Financing District No. 1-9, (a housing district), and the proposed adoption of a Tax Increment Financing Plan therefor, all pursuant to and in accordance with Minnesota Statutes, Sections 469.124 through 469.134, and Sections 469.174 to 469.1799, inclusive, as amended, in an effort to encourage the development and redevelopment of certain designated areas within the City; and

Section 2. Notice of Public Hearing, Filing of Program Modification and Plan. City staff is authorized and directed to work with Ehlers & Associates, Inc., to prepare a Modification to the Development Program for Development District No. 1 and a Tax Increment Financing Plan for Tax Increment Financing District No. 1-9 and to forward documents to the appropriate taxing jurisdictions including Crow Wing County and Independent School District No. 186. The City Administrator is authorized and directed to cause notice of the hearing, together with an appropriate map as required by law, to be published at least once in the official newspaper of the City not later than 10, nor more than 30, days prior to August 13, 2007, and to place a copy of the Program Modification and Plan on file in the City Administrator's office at City Hall and to make such copy available for inspection by the public.

Dated: June 11, 2007

Adopted:


Jay Andolshek, Mayor

ATTEST:


Tom Swenson, City Administrator

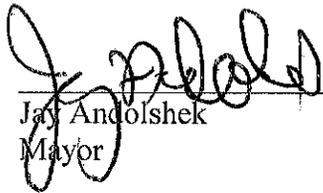
RESOLUTION NO. 07-07
CITY OF CROSSLAKE
COUNTY OF CROW WING
STATE OF MINNESOTA

RESOLUTION APPROVING COUNTY PROJECT WITHIN MUNICIPAL
CORPORATE LIMITS

WHEREAS, plans for Project No. S.P. 18-030-02 for the construction of a bypass lane at Harbor Lane on County State Aid Highway 16 within the limits of the City of Crosslake as a State Aid Project have been prepared and presented to the City of Crosslake.

NOW, THEREFORE, BE IT RESOLVED: That said plans be in all things approved.

Adopted this 11th day of June, 2007.



Jay Andolshek
Mayor



Thomas N. Swenson
City Administrator

CERTIFICATION

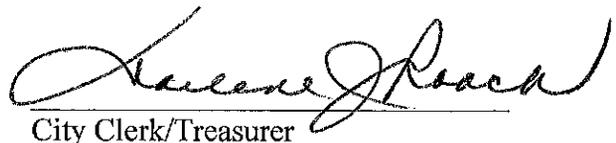
State of Minnesota

County of Crow Wing

City of Crosslake

I hereby certify that the foregoing Resolution is a true and correct copy of a resolution presented to and adopted by the City Council of Crosslake at a meeting therefore held in the City of Crosslake, Minnesota, on the 11th day of June, 2007, as disclosed by the records of said City in my possession.

(Seal)



Laurene J. Roach
City Clerk/Treasurer

G.4.b.

Crosslake Telephone Company

Check Register-General Account & Construction Account

From April 1, 2007 through April 30, 2007

Check #	Vendor ID / Name	Date	Description	Amount
000656	INTERNAL REVENUE SERVICE	04/06/07	FED, FICA, MEDICARE	5,960.24
000657	PERA	04/06/07	PERA EE & ER	3,022.15
000658	MINNESOTA DEPT OF REVENUE	04/06/07	MN INCOME TAX	973.64
000659	GREAT WEST LIFE & ANNUITY INSU	04/06/07	DEFERRED COMP	1,887.92
000660	CITY OF CROSSLAKE (SEWER)	04/10/07	MARCH SEWER	30.00
000661	LARRY EVENSON	04/10/07	VOID	0.00
000662	INTERNAL REVENUE SERVICE	04/30/07	APRIL EXCISE TAX	1,788.13
000663	MINNESOTA DEPT OF REVENUE	04/30/07	APRIL SALES & USE TAX	10,074.00
000664	INTERNAL REVENUE SERVICE	04/20/07	FED, FICA, MEDICARE	6,682.43
000665	PERA	04/20/07	PERA EE & ER	3,222.72
000666	MINNESOTA DEPT OF REVENUE	04/20/07	MN INCOME TAX	1,167.13
000667	GREAT WEST LIFE & ANNUITY INSU	04/20/07	DEFERRED COMP	1,887.92
000668	CROW WING POWER	04/26/07	ELECTRIC SERVICE	3,772.77
021239	MN CHILD SUPPORT PAYMENT CTR	04/06/07	CHILD SUPPORT WITHHELD	317.02
021240	HOUSTON FORD	04/09/07	BRAKES & BALL JOINTS-LARRY'S	1,299.58
021241	LARRY EVENSON	04/09/07	MILEAGE TO PWR LMTD CLASS, LOCAL SERV REIMB	373.59
021242	REED'S MARKET	04/09/07	DONUTS/AUDIT MTG, SEMINAR,MART	32.25
021243	ECHO PUBLISHING & PRINTING INC	04/09/07	ST. PAT'S & BASKETBALL ADS	107.04
021244	CROW WING COUNTY TREASURER	04/09/07	TAX I.D. 281-SOLID WASTE FEE	15.00
021245	GOPHER STATE ONE CALL	04/09/07	LOCATES	21.75
021246	ONVOY, INC.	04/09/07	0264 PROGRAM, 6264, BANWIDTH, SS7, EASY 800	9,408.72
021247	OLSEN THIELEN CO LTD	04/09/07	MIC & MART EXPENSES THRU 12/06, FINAL AUDIT BIL	12,385.99
021248	POWER & TELEPHONE SUPPLY	04/09/07	GROUNDING STRAPS, LINE & T ADAPT, INSERTS	1,431.65
021249	UNITED PARCEL SERVICE	04/09/07	WKLY SERV CHG & MISC SHIPPING	217.53
021250	CROSSLAKE COMMUNICATIONS	04/09/07	PHONE SERVICE	747.73
021251	DEBORAH FLOERCHINGER	04/09/07	CAFE PLAN REIMB	208.86
021252	CITY OF CROSSLAKE	04/09/07	APRIL OPERATING TRANSFER	20,000.00
021253	MARTIN GROUP	04/09/07	SOLOMEN SUPPORT5/31/07-5/31/08	11,471.01
021254	QWEST COMMUNICATIONS	04/09/07	3/1 PARS MN CSLK-20	190.30
021255	CITI LITES INC	04/09/07	LOCATES	182.30
021256	XCEL ENERGY	04/09/07	MARCH NATURAL GAS	481.97
021257	PAM STRAKA	04/09/07	LOCAL SERV REIMB THRU 3/31/07	40.00
021258	CROSSLAKE EYE CENTER	04/09/07	SAFETY GLASSES-FRITZ	177.48
021259	NORTEL NETWORKS INC	04/09/07	1 YR TECH ASSIST & PATCH MGMT	5,225.00
021260	AMERIPRIDE LINEN & APPAREL	04/09/07	RUG & TOWEL SERVICE	82.04
021261	WILLIAM GORDON	04/09/07	CAFE PLAN REIMB (BAL 106.81)	95.00
021262	LYDIA SASSE	04/09/07	PHONE & INTERNET THRU 3/31	72.38
021263	MINNESOTA 9-1-1 PROGRAM	04/09/07	911, T6AP & TACIP	1,786.96
021264	ROHLFING	04/09/07	PAPER TOWELS & TOILET TISSUE	92.50
021265	MN NCPERS LIFE INSURANCE	04/09/07	APRIL LIFE PREM. #4072407	64.00
021266	WHITEFISH AUTOMOTIVE	04/09/07	OIL CHANGE--LARRY'S TRUCK	55.60
021267	NATIONAL CABLE TELEVISION COOP	04/09/07	4000 FT RG6, DEMOD'S, DECODERS, PLENUM CABLE	42,894.79
021268	CENTRAL TRANSPORT GROUP LLC	04/09/07	4 EA DS1'S, 1 T3	4,088.00
021269	NEUSTAR INC.	04/09/07	SOW & LNP CHARGES	50.76
021270	MERRILL LYNCH	04/09/07	FUND STORAGE BLDG RESERVE, & DEBT SERV	44,118.67
021271	ASSURANT EMPLOYEE BENEFITS	04/09/07	APRIL LONG TERM DISABILITY	232.70
021272	PINNACLE PUBLISHING, LLC	04/09/07	TELEPHONE DIRECTORY-8	2,162.89
021273	LAKELAND PUBLIC TELEVISION	04/09/07	ADVERTISING	175.00
021274	UNIVERSAL SERVICE ADMIN CO.	04/09/07	MARCH FUSC CHARGES	1,677.98
021275	AMERICAN TELEVISION & COMM.	04/09/07	AFFILIATE PAYMENT	1,000.00

021276	FOX SPORTS NET NORTH	04/09/07	AFFILIATE PAYMENT	5,120.58
021277	UNICEL	04/09/07	PAGER	6.39
021278	MTV NETWORKS	04/09/07	AFFILIATE PAYMENT	10,709.85
021279	TV GUIDE NETWORKS INC	04/09/07	AFFILIATE PAYMENT	615.82
021280	PLAYBOY ENTERTAINMENT GROUP	04/09/07	AFFILIATE PAYMENT	5.18
021281	JOAN HARRELL	04/09/07	CAFE PLAN REIMB - (BAL 735.06)	332.95
021282	DIGITRACE	04/09/07	FCC PROOF OF PERFORMANCE	2,935.00
021283	VANTAGE POINT	04/09/07	AS BUILT STAKING SHEETS	5,491.66
021284	Lone Star Telequip. Inc.	04/09/07	ITEMS FOR C7	2,427.12
021285	PAUL DAVIS	04/09/07	DSL REIMB 3/15/07-3/31/07	30.62
021286	BL BROADCASTING, INC	04/09/07	ST PAT'S ADVERTISING	195.00
021287	D&H DISTRIBUTING CO.	04/09/07	MISC FOR LYDIA'S COMPUT & ITEM FOR RESALE	663.20
021288	AT&T - DALLAS TX	04/09/07	PARS 4/1 BAN 1499	775.09
021289	7SIGMA SYSTEMS, INC	04/09/07	MARCH CONSULTING	2,121.00
021290	ENVENTIS TELECOM	04/09/07	2960 SWITCH FOR FTTH PHASE 2	21,928.75
021291	CORNERSTONE GROUP	04/09/07	WEBSITE COMPASS MAILING	547.06
021292	CYNTHIA PERKINS	04/09/07	LOCAL SERV REIMBURSEMENT 13 MONTHS	861.76
021293	IMAGING PATH	04/09/07	MAR MAINTENANCE/COPIES	191.23
021294	ZONE TELECOM, INC.	04/09/07	MARCH ACTIVITY	5,840.61
021295	CROSSLAKE ACE	04/09/07	TRASH BAGS	42.34
021296	NATIONAL CABLE TEL COOP, INC	04/09/07	AFFILIATE PAYMENT	16,499.51
021297	SPRINT	04/09/07	CELL PHONES	205.78
021298	EQUUS COMPUTER SYSTEMS, INC	04/09/07	JARED'S LAPTOP	2,918.07
021299	NATHANIEL J. PLANTE	04/09/07	PHONE/INTERNET REIMB THRU 3/31	78.62
021300	GENSOFT SYSTEMS, INC	04/09/07	APRIL BILLING	6,525.01
021301	KARE 11 TV	04/09/07	AFFILIATE PAYMENT	148.10
021302	PAUL HOGE	04/09/07	LOCAL SERV THRU 3/31/07	972.62
021303	CHEMSEARCH	04/09/07	GREASE FOR HEAVY EQUIPMENT	372.38
021304	WASTE PARTNERS, INC.	04/09/07	MARCH TRASH REMOVAL	99.08
021305	MARSDEN BLDG MAINTENANCE LLC	04/09/07	MARCH CLEANING	733.79
021306	DISCOVERY DOMESTIC NETWORKS	04/09/07	AFFILIATE PAYMENT	175.77
021307	DORSEY & WHITNEY, LLP	04/09/07	CERTIFICATE OF AUTHORITY	1,824.00
021308	AHREN LUDWIG	04/09/07	LOCAL SERVICE	202.65
021309	CROW WING COUNTY HIGHWAY DEPT.	04/09/07	UNLEADED & DIESEL FUEL-FEB	675.77
021310	OPTIMUM COMMUNICATIONS CORP.	04/09/07	SHORES & MORE INVOICE 324148	96.00
021311	MICHAEL J. TCHIDA	04/09/07	PERM DISCONNECT	8.37
021312	JAMES R. RENNER	04/09/07	PERM DISCONNECT	13.19
021313	DON LARSON	04/09/07	PERM DISCONNECT	78.68
021314	VIRGINIA RUDQUIST	04/09/07	PERM DISCONNECT	43.21
021315	HARRY PARSONS	04/09/07	PERM DISCONNECT	20.03
021316	CAROL SMITH	04/09/07	PERM DISCONNECT	15.42
021317	IBEW LOCAL UNION 949	04/20/07	UNION DUES	375.14
021318	MN CHILD SUPPORT PAYMENT CTR	04/20/07	CHILD SUPPORT WITHHELD	317.02
021319	NORTH PINE RIVER TIRE	04/23/07	TIRES FOR BACKHOE	1,576.98
021320	LAKES PRINTING	04/23/07	HIGH SPEED INTERNET MAILING	508.02
021321	RONALD J. SCHMIDT	04/23/07	MILEAGE-PWR LIMITED CLASS	29.10
021322	NATIONAL FARMERS UNION	04/23/07	4/07 - 4/08 COMM'L POLICY	19,968.00
021323	MOSS & BARNETT	04/23/07	HEARTLAND CABLE COMMISSION	252.00
021324	POWER & TELEPHONE SUPPLY	04/23/07	CABLE TIES USED IN PEDS	26.58
021325	DEBORAH FLOERCHINGER	04/23/07	MILEAGE REIMBURSEMENT	67.90
021326	PITNEY BOWES GLOBAL FINANCIAL	04/23/07	MAY-JULY POSTAGE METER LEASE	571.75
021327	LAKELAND AGENCY	04/23/07	BOND FOR ELECTRICAL PERMIT	100.00
021328	QWEST COMMUNICATIONS	04/23/07	4/1 PARS MNCSLK-20	102.58
021329	CITI LITES INC	04/23/07	LOCATES	306.50
021330	DELTA DENTAL PLAN OF MINNESOTA	04/23/07	MAY DENTAL PREMIUM	1,030.50
021331	SOLIX	04/23/07	B&C STATEMENT	86.86
021332	MEDICA	04/23/07	MAY MEDICAL PREMIUM	14,874.96
021333	KLKS BREEZY POINT	04/23/07	ADVERTISING	160.00
021334	WILLIAM GORDON	04/23/07	LOCAL PHONE SERV REIMB	152.00

021335	ELECTRIC SCIENTIFIC CO INC	04/23/07	SEMI-ANNUAL MAINT-FIRE ALARM	537.83
021336	NATIONAL CABLE TELEVISION COOP	04/23/07	DEMODULATORS FOR CATV HE	1,875.17
021337	PINE RIVER FAMILY CLINIC	04/23/07	BILL'S DOT PHYSICAL	110.00
021338	MERRILL LYNCH	04/23/07	MARCH VISA ACTIVITY	3,267.28
021339	MINNESOTA LIFE INSURANCE CO	04/23/07	MAY LIFE PREMIUM	177.40
021340	JARED JOHNSON	04/23/07	PHONE, CABLE & INTERNET REIMB	2,626.21
021341	BUILDERS CONNECTION	04/23/07	LISTING IN DIRECTORY	365.00
021342	UNIVERSAL SERVICE ADMIN CO.	04/23/07	APRIL FUSC CHARGES	2,012.45
021343	D F COUNTRYMAN CO INC	04/23/07	QUARTET 2CHANNEL ENCODER	18,028.00
021344	LIFETIME	04/23/07	AFFILIATE PAYMENT	666.40
021345	PLAYBOY ENTERTAINMENT GROUP	04/23/07	AFFILIATE PAYMENT	5.18
021346	JOAN HARRELL	04/23/07	CAFE PLAN REIMBURSEMENT	70.38
021347	MIKE'S ELECTRIC	04/23/07	ADD ELEC FOR CATV UPGRADE	1,027.00
021348	JOHNSON, KILLEN & SEILER, PA	04/23/07	RE: DEFERRED SICK	296.40
021349	D&H DISTRIBUTING CO.	04/23/07	ITEM FOR RESALE, 15 EA G701WGA MODEMS	1,790.93
021350	DANIELSON, INC.	04/23/07	E&O COMPUTER REL 4/07-4/08	3,405.00
021351	CANNON FINANCIAL SERVICES, INC	04/23/07	PMT 31 OF 36 COPIER LEASE	424.94
021352	EQUUS COMPUTER SYSTEMS, INC	04/23/07	VOID	0.00
021353	MLASKOCH EXCAVATING & UTILITY	04/23/07	VOID	225,508.41
021353	MLASKOCH EXCAVATING & UTILITY	04/23/07	VOID	(225,508.41)
021354	ARVIG COMMUNICATION SYSTEMS	04/23/07	ANSWERING SERVICE	92.12
021355	MARSDEN BLDG MAINTENANCE LLC	04/23/07	APRIL CLEANING	733.79
021356	DISCOVERY DOMESTIC NETWORKS	04/23/07	AFFILIATE PAYMENT	179.55
021357	DORSEY & WHITNEY, LLP	04/23/07	CERTIFICATE OF AUTHORITY	1,926.00
021358	BROADMAX	04/23/07	MOTOROLA DSR4500X SATELL RECEV	1,030.00
TOTAL FOR GENERAL ACCOUNT				<u>377,153.27</u>
CONSTRUCTION ACCOUNT				
	MLASKOCH EXCAVATING & UTILITY	04/23/07	PHASE II O/S PLANT CONSTRUCTIN	<u>225,508.41</u>
COMPANY TOTAL				<u><u>602,661.68</u></u>