

REGULAR COUNCIL MEETING
CITY OF CROSSLAKE
MONDAY, JUNE 12, 2006
7:00 P.M. – CITY HALL

The Council for the City of Crosslake met in the Council Chambers of City Hall on Monday, June 12, 2006. The following Council Members were present: Mayor Jay Andolshek, Dick Phillips, Terry Curtis, Dean Eggena 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, Clerk/Treasurer Darlene Roach, City Attorney Paul Sandelin, City Engineer Dave Reese, Chamber of Commerce Representative Ruth Ann Hanson, Brainerd Dispatch Report Renee Richardson and Lake Country Echo Reporter Bryan Clapper. There were approximately eight 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-01-06 WAS MADE BY DICK PHILLIPS AND SECONDED BY DEAN EGGENA TO ACCEPT THE ADDITIONS TO THE AGENDA AS PRESENTED. MOTION CARRIED WITH ALL AYES.

B. CRITICAL ISSUES – None.

C. CONSENT CALENDAR – MOTION 06R-02-06 WAS MADE BY DEAN EGGENA AND SECONDED BY TERRY CURTIS TO APPROVE THE FOLLOWING ITEMS LISTED ON THE CONSENT CALENDAR CONSISTING OF: (1.) MINUTES OF SPECIAL COUNCIL MEETING OF MAY 1, 2006; (2.) MINUTES OF BOARD OF REVIEW MEETING OF MAY 4, 2006; (3.) MINUTES OF PUBLIC HEARING OF MAY 8, 2006; (4.) MINUTES OF REGULAR COUNCIL MEETING OF MAY 8, 2006; (5.) MINUTES OF RECONVENED BOARD OF REVIEW MEETING OF MAY 19, 2006; (6.) MINUTES OF SPECIAL COUNCIL MEETING OF MAY 30, 2006; (7.) MINUTES OF SPECIAL COUNCIL MEETING OF JUNE 5, 2006; (8.) CROSSLAKE COMMUNICATIONS BALANCE SHEET AND INVESTMENT / CASH SUMMARY DATED APRIL 30, 2006; (9.) CITY MONTH END REVENUE REPORT DATED MARCH 31, 2006; (10.) CITY MONTH END EXPENDITURE REPORT DATED MARCH 31, 2006; (11.) LAKES STATE BANK PLEDGE REPORT DATED MAY 2006; (12.) NORTHERN NATIONAL BANK PLEDGE REPORT DATED MAY 2006; (13.) LAKEWOOD BANK PLEDGE REPORT DATED MAY 2006; AND (14.) FIRST FEDERAL SAVINGS BANK PLEDGE REPORT DATED MAY 2006. 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-03-06 WAS MADE BY DEAN SWANSON AND SECONDED BY DICK PHILLIPS TO APPROVE THE BILLS FOR PAYMENT FOR MAY AS SUBMITTED IN THE AMOUNTS OF \$99,370.62 AND \$6,123.38. MOTION CARRIED WITH ALL AYES.
2. MOTION 06R-04-06 WAS MADE BY DEAN EGGENA AND SECONDED BY JAY ANDOLSHEK TO APPROVE RESOLUTION 06-25 ADOPTING FOR RENEWAL EXISTING LIQUOR LICENSE ESTABLISHMENTS FOR 2006-2007. MOTION CARRIED WITH ALL AYES.
3. Chamber of Commerce Representative Ruth Ann Hanson reported to the Council that the Culpepper and Merriweather Circus is coming to town on July 20, 2006 at Northwedge Greenhouse's property on County Road 3 and County Road 103. This circus has performed in the Brainerd Lakes Area in previous years and received favorable reviews. Dean Swanson and Dean Eggena stated that the circus sounded great. Ms. Hanson added that the City will receive a copy of the Culpepper and Merriweather general liability insurance policy and that parking would be available on the private property.

Ruth Ann Hanson stated that the Chamber was willing to print and distribute flyers advertising the fireworks display on July 1st. Dean Eggena replied that it would be great for the Chamber to advertise. Terry Curtis noted that volunteers are lined up to bring the pyrotechnics back to shore after the display and to clean up the island on July 2nd.

4. Thank you from Pine River-Backus High School Grad Blast 2006 – information only.
5. A request was submitted by the Crosslake-Ideal Lions to conduct charitable gambling in Crosslake. MOTION 06R-05-06 WAS MADE BY DICK PHILLIPS AND SECONDED BY JAY ANDOLSHEK TO APPROVE RESOLUTION 06-26 APPROVING PREMISES PERMIT APPLICATION FOR CROSSLAKE-IDEAL LIONS CLUB TO CONDUCT CHARITABLE GAMBLING WITHIN THE CITY AT ANDY'S LIQUOR AND RESTAURANT. MOTION CARRIED WITH ALL AYES.
6. A request was submitted by the Pequot Lakes American Legion #49 Auxiliary to conduct charitable gambling in Crosslake at Ox Lake Tavern. Sharon Higgins, representing the Legion Auxiliary, stated that this bar wanted an organization that would conduct bingo and bar raffles and that this legion donates money to the Pequot Lakes School District. It was noted that at least 50% of said profits must be spent for lawful purposes within the City of Crosslake or benefiting persons within the Crosslake community. Dean Swanson questioned if the school district is considered part of the Crosslake community. Dick Phillips and Dean Eggena stated that because Crosslake residents attend the Pequot Lakes Schools, they feel donations to the school would benefit the community. MOTION 06R-06-06 WAS MADE BY DICK PHILLIPS AND SECONDED BY DEAN EGGENA TO APPROVE RESOLUTION NO. 06-27 APPROVING PREMISES PERMIT APPLICATION FOR PEQUOT LAKES AMERICAN LEGION #49

AUXILIARY TO CONDUCT CHARITABLE GAMBLING WITHIN THE CITY OF CROSSLAKE AT OX LAKE TAVERN AND THAT THE CITY COUNCIL WILL REVIEW THE STATUS AFTER ONE YEAR. MOTION CARRIED 4-1 WITH ANDOLSHEK OPPOSED. Tom Swenson noted that the Pequot Lakes American Legion #49 Auxiliary must only donate 50% of the profits made at Ox Lake Tavern to the Crosslake area, not all of their gambling proceeds.

7. A discussion ensued regarding a draft ordinance dealing with yard/garage sales. Dean Eggena stated that he would like to keep the ordinance simple and suggested that yard/garage sales be limited to 3 days per sale and 3 sales per year. Mr. Eggena discouraged the Council from trying to restrict new versus used items. Terry Curtis agreed that 3 sales per year sounded fair. Paul Sandelin suggested changing the sign ordinance relating to yard/garage sales to be consistent with the proposed ordinance limiting the number of yard/garage sales per year. Dean Eggena stated that yard/garage sale signs should only be displayed during the yard/garage sale. Dean Swanson questioned if the Council needed to address commercial sales versus yard/garage sales. Terry Curtis replied that it would be difficult to control the definition of new versus used merchandise, but that the proposed changes would restrict continuous sales. Dean Eggena added that it would be difficult for a person to purchase a truck load of merchandise and sell all of it within the 9 day limit. Paul Sandelin stated that an amendment to the Land Use ordinance requires a public hearing. Pat Netko, area business owner, stated that these changes should solve the problem. Dean Eggena suggested that Planning and Zoning conduct the public hearing.

G. COMMISSION/DEPARTMENT REPORTS –

1. LIBRARY – Minutes of the Library Committee Meeting of May 15, 2006, Fund Raising Committee Meeting of May 15, 2006 and Financial Report dated May 15, 2006 were included for Council information. Alden Hardwick gave the Council an update on the recent donations and pledges. The current fund drive has raised approximately \$341,963 in donations and \$80,582 in pledges, bringing the total to \$422,545. MOTION 06R-07-06 WAS MADE BY TERRY CURTIS AND SECONDED BY DEAN SWANSON TO ACCEPT THE DONATIONS FROM CENTRAL LAKES ROTARY FOR \$100 AND FROM REED'S MARKET FOR \$1000. MOTION CARRIED WITH ALL AYES. Alden Hardwick reported that the Annual Library Luncheon was set for Tuesday, June 13th at the Whitefish Lodge and Suites and tickets would still be available at the door. Mr. Hardwick stated that the bids for the Library/Community Center construction project would be due on June 29th. The Library Committee is still looking for books to be donated for the library and for the book sale, which will take place August 10-12th.
2. PARK AND RECREATION –
 - a. Crosslake Park Advisory Commission Meeting Minutes of April 24, 2006 were included in the packet for Council information.

- b. Park and Recreation Director Jon Henke announced that approximately 10 contractors have obtained plans for the Library/Community Center project. Mr. Henke presented his Staff Report dated June 6, 2006. AAA is sponsoring a senior driving refresher class Thursday, June 15th from 1:00 P.M. to 5:00 P.M. The Community Center is offering the fifth aerobics session of 2006. The session runs Mondays, Tuesdays and Thursdays for four weeks. Cost for a membership to this class has been set at \$42.00. The yoga class will take place on Wednesday mornings from 10:00 A.M. to 11:30 A.M. Tennis lessons will be offered starting July 10th. Three one-week sessions will be available for students at the Young Beginner, Beginner and Advanced Beginner levels. The fee per session is \$20.00. Students may register for all three sessions for \$50.00. The Youth Boat Safety Class, sponsored by C&C Boatworks, Zorbaz and the Crow Wing County Sheriff's Department will once again be held at the Community Center June 14th and June 28th beginning at 9:00 A.M. Crosswoods Golf Course along with the Crosslake Park Department will once again be offering the Junior Golf and Pizza League. The first session is scheduled for June 12th. Participation fee for all 8 sessions is \$100 and includes instruction, clubs, range balls, golf and lunch. MOTION 06R-08-06 WAS MADE BY DEAN EGGENA AND SECONDED BY JAY ANDOLSHEK TO ACCEPT A DONATION FROM THE AMERICAN LEGION FOR \$500 TO BE USED TOWARDS THE FAMILY FUN DAY PROGRAM. MOTION CARRIED WITH ALL AYES. The senior tennis mixer is being held on Monday and Thursday afternoons from 4:00 P.M. to 7:00 P.M. this summer. There is a \$10.00 participation fee for this program. Registrations are now available at the Community Center for this year's Grandpa's Run For The Walleye 5K Race. Proceeds support the effort to restore the Whitefish Area's Walleye population. The 25th Annual Crosslake Dam Run will be held on Saturday, August 5th. The Community Center will be closed Sundays through Labor Day weekend.
- c. The Parks and Recreation Department recommended the hiring of Elizabeth Schulte and Ben Nyberg as instructors for the summer tennis lesson program in a memo dated June 8, 2006. Jon Henke stated that Ms. Schulte will be the head instructor and Mr. Nyberg will be her assistant. Staff is recommending an hourly wage of \$12.00 an hour for Ms. Schulte and \$10.00 an hour for Mr. Nyberg. Both instructors have prior experience. After reviewing different hiring options including the hiring of the instructors as independent contractors, staff feels that it would be in the best interest of the City to hire the instructors as temporary employees of the City. This plan would eliminate any possibilities of liability or workman's compensation concerns for the City. The League of Minnesota Cities assisted Park staff on this topic. Each employee will work approximately 50 hours and the program runs from July 10th to July 27th. MOTION 06R-09-06 WAS MADE BY DICK PHILLIPS AND SECONDED BY TERRY CURTIS TO APPROVE THE HIRING OF ELIZABETH SCHULTE AND BEN NYBERG AS TEMPORARY EMPLOYEES AT AN HOURLY RATE OF \$12.00 AND \$10.00 RESPECTIVELY TO TEACH TENNIS LESSONS FROM

APPROXIMATELY JULY 10TH TO JULY 27TH, 2006. MOTION CARRIED WITH ALL AYES.

3. PUBLIC SAFETY –

- a. Chief Hartman reported 218 calls in Crosslake in May.
- b. A total of 56 calls were reported in Mission Township in May.
- c. Chief Hartman reported that the National Incident Management System (NIMS) is a mandatory compliance requirement for emergency management, law enforcement, fire service, public works, health care, emergency medical services, public safety communications, public health and government administration. Randy Roach and Chip Lohmiller are NIMS instructors and will be training the required officials within the next month. Tom Swenson stated that if the City chooses not to participate in this system, disaster aid could be withheld from the federal government.
- d. MOTION 06R-10-06 WAS MADE BY DICK PHILLIPS AND SECONDED BY DEAN EGGENA TO APPROVE RESOLUTION NO. 06-28 ADOPTING THE NATIONAL INCIDENT MANAGEMENT SYSTEM. Dean Eggena suggested that they try the plan for the required training now and if it becomes complicated, the City could back out of it at a later time because Crosslake may never qualify for federal disaster funds. MOTION CARRIED WITH ALL AYES.
- e. A discussion ensued regarding the No Parking signs located on Swann Drive. Now that both hotels have finished construction, it was the consensus of the Council to remove the covers from the No Parking signs and to begin enforcing the parking regulations.

Dick Phillips requested that the Police Department provide a monthly report comparing previous years activity in the Council packets. Dean Eggena suggested that the Police chart could begin this month and go forward, instead of trying to create charts for the past months.

- f. The Fire Department responded to 18 calls in May.
- g. The North Ambulance May 2006 run report was included for Council information.
- h. In a letter dated May 9, 2006, North Memorial Ambulance requested permission from the City to place an antenna on the City Hall building and run a cable from the antenna to a small base station radio in the Crosslake ambulance quarters to improve radio reception for the crew. Terry Curtis questioned the height of the antenna. Ted Strand replied that the antenna would be no higher than the Fire Department's antenna. MOTION 06R-11-06 WAS MADE BY DEAN EGGENA AND SECONDED BY TERRY CURTIS TO ALLOW NORTH MEMORIAL AMBULANCE TO PLACE AN ANTENNA ON THE CITY HALL BUILDING AND TO REQUIRE NORTH MEMORIAL AMBULANCE TO INCUR ALL COSTS ASSOCIATED WITH THE ANTENNA AND LABOR FOR INSTALLATION. MOTION CARRIED WITH ALL AYES.

4. PUBLIC WORKS/CEMETERY/SEWER

- a. Ted Strand presented a memo regarding the patching of various roads, which the Council reviewed and tabled at the meeting on May 8, 2006. Dean Eggena looked at Dream Island Road and Dream Island Circle and stated that only a portion of the road is deteriorating. Mr. Eggena did not look at Milinda Shores Road. Terry Curtis asked what the recommendation was for Dream Island. Ted Strand replied that he suggests the road be ripped out and replaced because it does not drain well. Terry Curtis asked what was wrong on Milinda Shores Road. Ted Strand replied that the road is splitting and sinking. Terry Curtis questioned where the City draws the line on whether to patch the road or get engineering advice. Ted Strand replied that both contractors who bid on the job thought that patching would fix the problems. Dave Reese cautioned that because of the age of the roads and past muskrat problems, the roads could have voids underneath them and that it may be necessary to excavate in order to find the underlying problems. Dean Swanson stated that he would be hesitant to only patch the roads. A MOTION WAS MADE BY JAY ANDOLSHEK AND SECONDED BY DICK PHILLIPS TO APPROVE THE BITUMINOUS PATCHING ON DREAM ISLAND ROAD, DREAM ISLAND CIRCLE AND MILINDA SHORES ROAD BY SEAL-TECH SEALCOATING AT A COST NOT TO EXCEED \$15,000. Dean Eggena suggested that all of Dream Island Road and Dream Island Circle be overlaid instead of patched and that more engineering research be done on Milinda Shores Road. Tom Swenson added that the City may get a better price to overlay Dream Island from Anderson Brothers while they are in town working on other projects. Terry Curtis suggested that the City get more information on what is underneath Milinda Shores Road before proceeding. Ted Strand replied that he will obtain more information for the Council and review the matter with the City Engineer. Dick Phillips withdrew his second to the motion and Jay Andolshek withdrew the motion.
- b. After reviewing a letter dated June 6, 2006 from WSN regarding 2004 street improvements, MOTION 06R-12-06 WAS MADE BY DEAN EGGENA AND SECONDED BY JAY ANDOLSHEK TO RELEASE THE RETAINAGE OF \$3000 TO ANDERSON BROTHERS FOR THE COMPLETION OF TURF-RELATED ITEMS ON DAGGETT PINE ROAD. Dean Eggena added that the drainage issues on Daggett Pine Road seem to be resolved also. MOTION CARRIED WITH ALL AYES.
- c. A letter dated May 22, 2006 from City Attorney Sandelin listing the names of property owners for which sewer enforcement letters were mailed was included in the packet for Council information. Attorney Sandelin noted that all of the property owners have received the information and that his office has the certified returned receipts.
- d. Included in the packet for Council information was a list outlining the status of the property owners in Phase 1 who have not hooked up to the municipal sewer system. Some property owners have replied to the letter mailed by the attorney and others have not.

- e. Staff requested Council direction for enforcement of unconnected properties to the municipal sewer system. Doug Moschogianis of 36963 County Road 66 appeared before the Council and requested an extension of 1 year for him to get his property connected to the City sewer. Mr. Moschogianis explained that he would like to put a basement under his property and would like to connect to the sewer properly, but before he can afford to do any work, he needs to sell his home in Bloomington. Dean Swanson noted that Mr. Moschogianis has paid the connection fee and is paying \$30.00 per month for usage. MOTION 06R-13-06 WAS MADE BY DEAN EGGENA AND SECONDED BY DEAN SWANSON TO ALLOW MR. MOSCHOGLIANIS UNTIL JUNE 1, 2007 TO HOOK UP HIS PROPERTY AT 36963 COUNTY ROAD 66 TO THE MUNICIPAL SEWER SYSTEM. Dick Phillips stated that he was sympathetic to the property owner, however, if the Council grants an extension to one property owner, they will need to be prepared to give extensions to the others as well. Dean Eggena stated that there were over 240 hook ups at the beginning of the project and that only a dozen have not complied, which is under 5%. Mr. Eggena added that he would like to hear from the other property owners as to what their situation is and would be in favor of granting extensions for them if necessary. Mr. Eggena also stated that if the property owners do not contact the Council, then legal action should be taken. MOTION CARRIED WITH ALL AYES.

Terry Curtis questioned what some of the properties were on the list. Tom Swenson replied that the properties on the list that have not given the City a reply all have structures, wells and septic systems. Dick Phillips stated that there were four properties that have not replied to the City and that legal action should continue on those. Paul Sandelin replied that the City could press charges against them or work with a prosecuting attorney. Dean Eggena asked if the City could hook the properties up and charge the expenses to the property taxes. Paul Sandelin replied that that would be a possibility but encouraged that Council to obtain a court order before doing so. MOTION 06R-14-06 WAS MADE BY DICK PHILLIPS AND SECONDED BY TERRY CURTIS TO DIRECT THE CITY ATTORNEY TO SEND LETTERS TO THE FOUR PROPERTY OWNERS WHO HAVE NOT REPLIED TO PREVIOUS MAILINGS FROM THE CITY REGARDING HOOK UP TO THE MUNICIPAL SEWER SYSTEM, GIVING THEM UNTIL JULY 6, 2006 TO RESPOND OR THAT THE CITY WILL DO THE WORK AND CHARGE THE EXPENSE TO THE OWNERS PROPERTY TAX AS ALLOWED BY STATE STATUTE. MOTION CARRIED WITH ALL AYES. Tom Swenson stated that Staff will contact the remaining property owners who are in the process of hooking up and will update the Council at the next regular meeting.

- f. The May 2006 Wastewater Treatment Discharge Monitoring Report was included for Council information. Dean Eggena stated that the Sewer Department is doing a good job.

Terry Curtis asked if there has been any progress regarding the parking on County Road 66. Ted Strand replied that he and Chief Hartman had not yet met to discuss the situation. Mr. Curtis stated that once the City has an idea of how the parking should be, they can take it to the County for action. Dean Swanson stated that Crosby has painted crosswalks and it seems to be working well.

5. PLANNING AND ZONING –

- a. The permit summary report for May 2006 was included for Council information.
- b. Included in the packet was a letter dated May 10, 2006 from Crow Wing Soil and Water Conservation District requesting that Councilmembers and Staff complete and submit a short survey by June 15, 2006. The completed surveys will help update the Crow Wing County Comprehensive Local Water Management Plan, which is due by October 2007. The purpose of the plan is to identify existing and potential problems and opportunities for the protection, management and development of water and related land resources. It also develops objectives and carries out a plan of action to promote sound hydrologic management of water and related land resources, effective environmental protection and efficient management.
- c. A notice of public hearing from Crow Wing County Planning and Zoning was included in the packet for information. Roger and Nancy Schwieters of Boyd Lodge have requested that their property be rezoned from Rural Residential to Waterfront Commercial. Ken Anderson stated that he did not know the purpose for the proposed change and that the public was welcome to attend the public hearing.
- d. Ken Anderson read a letter dated June 2, 2006 from the MPCA regarding the Crosslake Construction Demolition Debris Facility, Inc. The letter stated that the MPCA has approved the Findings of Fact, Conclusions of Law, and Order, as amended, for a Negative Declaration on the need for an Environmental Impact Statement and concluded that this project does not have the potential for significant environmental effects. The Draft Facility Permit was amended to require the installation of two additional monitoring wells, to address some concerns raised about ground water.
- d.1. Included for information was the SW-412 Facility Permit issued by the MPCA to Crosslake Construction Demolition Debris Disposal Facility.
- e. A memo dated June 12, 2006 from Jim Perry regarding Zoning Map Amendment 2006-004 for the Herje property was included in the packet for Council review. MOTION 06R-15-06 WAS MADE BY DEAN EGGENA AND SECONDED BY TERRY CURTIS TO APPROVE ORDINANCE AMENDMENT NO. 232 CHANGING THE CURRENT ZONING CLASSIFICATION OF THE NORTHWEST PORTION OF TRACT B FROM R-1, LOW DENSITY RESIDENTIAL TO R-3, MEDIUM DENSITY RESIDENTIAL AND CHANGING THE ZONING OF THE SOUTHEAST PORTION OF TRACT C FROM R-3, MEDIUM DENSITY RESIDENTIAL

TO R-1, LOW DENSITY RESIDENTIAL. MOTION CARRIED WITH ALL AYES.

MOTION 06R-16-06 WAS MADE BY DEAN EGGENA AND SECONDED BY TERRY CURTIS TO PUBLISH ORDINANCE NO. 232 IN SUMMARY FORM. MOTION CARRIED WITH ALL AYES.

- f. A memo dated June 5, 2006 from Bryan Hargrave regarding Zoning Map Amendment 2006-005 for the Peterson property was included in the packet for Council review. The proposed amendment would create an access to the property. Dean Swanson asked if there was only one access to the property. Ken Anderson replied that there was only one access and that the Zoning Map Amendment would make it possible to have signage at the end of the driveway on County Road 103. Dean Eggena noted that the original parcel was split into two parcels as part of a divorce settlement. Terry Curtis noted that the original parcel had two different zonings. Ken Anderson noted that when the property was one parcel, there was an access. MOTION 06R-17-06 WAS MADE BY DICK PHILLIPS AND SECONDED BY DEAN EGGENA TO APPROVE ORDINANCE AMENDMENT NO. 233 CHANGING THE ZONING OF THE PROPERTY FROM RR, RURAL RESIDENTIAL TO LC, LIMITED COMMERCIAL DUE TO THE FACT THAT THIS PARCEL IS THE INGRESS/EGRESS FOR THE PROPOSED COMMERCIAL DEVELOPMENT ON PARCEL B THAT IS ZONED LIMITED COMMERCIAL. MOTION CARRIED WITH ALL AYES.

MOTION 06R-18-06 WAS MADE BY DEAN EGGENA AND SECONDED BY TERRY CURTIS TO PUBLISH ORDINANCE NO. 233 IN SUMMARY FORM. MOTION CARRIED WITH ALL AYES.

- g. A memo dated June 12, 2006 from Jim Perry regarding Subdivision 2006-008, Knutson's Corner Final Plat was included in the packet for Council review. This plat created 5 residential lots. Ken Anderson stated that requirements of the plat include dedicating easements for drainage and utility purposes and for a public use trail. Mr. Anderson recommended approval contingent on receiving a Plat Check from the City Surveyor stating that all State Platting Requirements are met. Dean Eggena stated that he did not think it was necessary to obtain additional land for utility and trail easements because the plat is created on existing roads. Mr. Eggena stated that these type of easements should only be required in a new development when new roads are made. Terry Curtis questioned how Staff has been applying the requirement. Ken Anderson replied that the City takes the land when they can. Dean Eggena stated that the requirement has not yet been implemented on a development. Ken Anderson retorted that the easements were a requirement of the Eagle Pass development. Terry Curtis stated that he would rather the City take the approach of obtaining land when it is needed, rather than taking it when they can get it. Mr. Curtis suggested that the Council look at each proposed subdivision and decide what would be best at that time. Dean Swanson stated that a public use trail easement was not needed in this

development. Dean Eggena added that there is approximately 52 miles of existing road in Crosslake and there would be no benefit to the City to obtain 10-foot pieces of easement here and there. Mr. Eggena stated that he does not agree with taking land from the private person and giving it to the public. Dick Phillips stated that he recalls the past conversations surrounding the easement issues to relate only to new developments on new roads and suggested that this matter be tabled until Staff could determine how the requirement is worded. Ken Anderson replied that the requirement was not in ordinance form and that only the utility easement could be enforced.

Dean Eggena also questioned the condition of requiring the wells on Lots 1, 2, and 3 to be placed in the front half of the lot to ensure that the required 50-foot setback between the well and septic system would be met. Mr. Eggena noted that the Old Log Landing development consisting of 20,000 square foot lots had no problem with neighbor's wells and septic systems being too close to each other and that it was not fair to mandate where the wells went. Ken Anderson replied that the Planning and Zoning Commission made this requirement during the preliminary platting process. Dean Eggena stated that it should be on a first come, first serve basis and that the first person to build on one of the lots should determine where the well and septic would go and the following buildings would need to place their well and septic accordingly. In order to avoid any delay of the plat approval, MOTION 06R-19-06 WAS MADE BY DEAN EGGENA AND SECONDED BY TERRY CURTIS TO APPROVE SUBDIVISION 2006-008, KNUTSON'S CORNER FINAL PLAT, EXCLUDING THE REQUIREMENT OF A SEPARATE DOCUMENT CONVEYING TO THE CITY A TEN (10) FOOT EASEMENT FOR "PUBLIC USE TRAIL" PURPOSES ALONG THE PUBLIC RIGHT-OF-WAY. MOTION CARRIED 4-1 WITH PHILLIPS OPPOSED. Dean Eggena requested that Ken Anderson bring the motion relating to easements in new developments to the next Council meeting for review.

- h. A memo dated June 12, 2006 from Jim Perry regarding Subdivision 2006-009, Loveland's Final Plat was included in the packet for Council review. This plat created 6 residential lots, plus 3 outlots. MOTION 06R-20-06 WAS MADE BY TERRY CURTIS AND SECONDED BY DEAN SWANSON TO APPROVE SUBDIVISION 2006-009, LOVELAND'S FINAL PLAT AS PRESENTED. MOTION CARRIED WITH ALL AYES.
- i. A staff report dated June 12, 2006 from Ken Anderson requested that the Council interpret whether or not the upper level of a garage located at 34131 Happy Landing Road could be defined as Guest Quarters and that the Council provide general staff direction as to what constitutes "Guest Quarters." There is currently pending litigation between at least two parties regarding how this property was marketed for sale. The current owner requested that the Council allow them to call the upper level of the garage a guest quarters or studio, as this would constitute a significant economic value to the property. Dean Eggena stated that the City issues zoning permits because the State restricts them from issuing building permits. Mr. Eggena stated that applicants can tell

the staff that the permit is for one type of building, and that the staff doesn't really know if that is what the building will be used for, therefore, the ordinance should not restrict the use of a building and that people should be able to sleep in whatever type of building they want. Terry Curtis questioned the original intention of the ordinance. Dean Eggena replied that the ordinance was created when the Shoreland Act tried to restrict how many people could use the public waters. Dick Phillips stated that he believes the intent of the ordinance was to keep activity and noise down in neighborhoods. Terry Curtis questioned how this request came before the Council. Helen McGrath, current owner of the property, stated that when having the septic pumped, it was determined that the septic system was too close to the house and then the issue of the guest quarters developed. Ms. McGrath noted that the seller of the property was also the builder of the house and garage. Terry Curtis asked what action the Council could take this evening. Helen McGrath requested permission to advertise the garage as having guest quarters when they sell the property in the near future. Dean Eggena stated that the Council could only state that the property was misrepresented by the seller. Jay Andolshek urged the Council to move forward.

- j. A memo dated June 12, 2006 from Ken Anderson regarding a request to change Pine River classification from Forested River was included in the packet for Council review. Applicants Michael Huber and Bambi Tobin have three Lots 3, 4, and 5 in the Gendreau's Lots Plat and would like to sell Lot 3 and a portion of Lot 4. The Zoning Ordinance requires a minimum setback of 150 feet from the river and 80,000 square feet minimum lot size. Due to these requirements, the property owners would not be allowed to sell a portion of the property for construction of another home/cabin. Dean Eggena recollected that the DNR was against reclassification when the City approached them earlier. Terry Curtis noted that there are two types of zoning on the river – Tributary Platting and Forested River and that the Council discussed changing the classification from Forested River on a portion of the northern end of the river. Dean Eggena noted that only the DNR could change the classification. Terry Curtis stated that the northern end is in an urban area and the Council could request the DNR to change the classification on that portion, which would include the subject parcels. Tom Swenson noted that these parcels are within Phase 1 of the Sewer District and would be able to hook up to City sewer. MOTION 06R-21-06 WAS MADE BY JAY ANDOLSHEK AND SECONDED BY DEAN EGGENA TO WRITE TO THE DNR AND ASK THEM THEIR OPINION OF RECLASSIFYING A PORTION OF THE PINE RIVER WITHOUT FORMALLY ASKING THEM TO RECLASSIFY THE RIVER. MOTION CARRIED WITH ALL AYES. Ken Anderson will draft the letter.
- k. After reviewing a staff report dated May 10, 2006 from Ken Anderson regarding the resignation of an alternate member of the Planning and Zoning Commission, MOTION 06R-22-06 WAS MADE BY DEAN SWANSON AND SECONDED BY TERRY CURTIS TO ACCEPT THE RESIGNATION OF GEORGE RICHES AS AN ALTERNATE MEMBER

OF THE PLANNING AND ZONING COMMISSION WITH GRATEFUL ACKNOWLEDGEMENT AND APPRECIATION FOR HIS MANY YEARS OF SERVICE TO THE CITY OF CROSSLAKE. MOTION CARRIED WITH ALL AYES.

6. CROSSLAKE COMMUNICATIONS –

- a. Paul Hoge presented the Highlights Report for May. The IBEW Union will be voting on a proposed contract June 15th. Crosslake Communications has reviewed its Cable TV programming costs and determined that a Cable TV rate increase is necessary. The Advisory Board recommended that the Basic Cable increase \$1.00 per month, Expanded Basic increase \$2.50 per month, Digital Cable increase \$1.50 and Digital Plus have no increase. Dean Swanson stated that he is concerned with the increase to the Basic Cable because the people that have that service probably don't care about watching TV or can't afford more, therefore, they may cancel their service if prices rise. Dean Eggena stated that there are various reasons for people having Basic Cable, for instance, he has Satellite and only orders Basic Cable so that he can receive local news. MOTION 06R-23-06 WAS MADE BY JAY ANDOLSHEK AND SECONDED BY DEAN SWANSON TO INCREASE THE EXPANDED BASIC AND DIGITAL CABLE TV RATES AS PRESENTED EFFECTIVE AUGUST 1, 2006, NOTING NO CHANGE IN THE RATE TO DIGITAL PLUS AND A \$0.50 INCREASE TO BASIC CABLE. MOTION CARRIED WITH ALL AYES. Paul Hoge announced that no bids on the boring machine were received and that Trenchers Plus offered to sell the machine on consignment. Tom Swenson suggested placing a minimum price on the machine. Dean Eggena stated that the City should determine what the machine is worth before selling it on consignment. Terry Curtis suggested having the consignment company give the City an appraisal of the machine in writing. Paul Hoge stated that he would have that information at the next Council meeting. A pre-construction meeting with Mlaskoch Excavating will take place on June 22nd at 9:00 A.M.
- b. Crosslake Communications Advisory Board Regular Meeting Minutes of April 28, 2006 – information only.
- c. Crosslake Communications Advisory Board Regular Meeting Draft Minutes of May 30, 2006 – information only.
- d. Crosslake Cablevision Digital TV Report – information only.
- e. Crosslake Communication's Bills for Approval – MOTION 06R-24-06 WAS MADE BY DEAN EGGENA AND SECONDED BY TERRY CURTIS TO APPROVE THE BILLS FOR PAYMENT AS SUBMITTED IN THE AMOUNT OF \$236,332.06. MOTION CARRIED WITH ALL AYES.

Dick Phillips asked for an update on the RUS Loan. Paul Hoge had talked to Mark Walthers from RUS. Mr. Walthers informed Mr. Hoge that the legal department and the Deputy Administrator from RUS had reviewed the application, but still does not have an answer on when the money can be expected. Paul Hoge spoke with Monte Eastvold regarding a \$4 million

revenue bond and Mr. Eastvold indicated that it would take approximately 30 days for the loan to come through. Mr. Hoge would like to wait to hear from RUS first. However, Mr. Hoge cautioned that the fiber supplies have been ordered and that payment will be due 30 days after the supplies are delivered. A decision will need to be made quickly at that point.

7. RECYCLING – April and May 2006 Recycling Reports were included in the packet for information.
 8. PERSONNEL COMMITTEE – After reviewing a memo dated June 6, 2006 from the Personnel Committee regarding a wage adjustment for the Operations Manager, MOTION 06R-25-06 WAS MADE BY JAY ANDOLSHEK AND SECONDED BY DICK PHILLIPS TO INCREASE THE OPERATION MANAGER'S SALARY BY \$500 TO \$67,000 FOR 2006, BASED UPON A MID-YEAR REVIEW AND RECOMMENDATION BY THE GENERAL MANAGER. MOTION CARRIED WITH ALL AYES.
 9. ECONOMIC DEVELOPMENT AUTHORITY – None.
- H. OLD BUSINESS** – Dick Phillips asked if the City had taken over Pioneer Drive yet. Paul Sandelin replied that Bill Reed had the deed and needed to sign it. Dean Swanson asked when Bill Reed received the deed. Paul Sandelin replied that he mailed the deed to Bill Reed around Memorial Day. Tom Swenson asked if there was only one deed for the road. Paul Sandelin replied that there were several deeds for Bill Reed to sign, but only one was for the road. Dick Phillips asked if the City can do anything about the no parking signs that Ace Hardware has put up on the road. Tom Swenson replied that the Council accepted Pioneer Drive contingent on receiving the signed deed and therefore, the City cannot ask Ace Hardware to remove the signs yet. Paul Sandelin replied that he would contact Bill Reed to get a status of the deed.
- I. NEW BUSINESS** – Mayor Andolshek presented a request from Council Member Terry Curtis asking to be appointed as Crosslake's representative to a newly formed Regional Planning Committee. The Committee includes representatives from BLADC, the Brainerd Lakes Areas Chamber of Commerce and community leaders from the surrounding area. Terry Curtis explained that all of the Councilmembers were invited to attend the Regional Meeting and the purpose was to form a Committee to discuss regional planning projects. MOTION 06R-26-06 WAS MADE BY DEAN EGGENA AND SECONDED BY JAY ANDOLSHEK TO APPOINT TERRY CURTIS AS CROSSLAKE'S REGIONAL PLANNING COMMITTEE REPRESENTATIVE. MOTION CARRIED WITH ALL AYES. The Council chose to table a Resolution in Support of Regional Planning until the next Regular Council Meeting.
- J. PUBLIC FORUM** – None.

**K. ADJOURN – MOTION 06R-27-06 WAS MADE BY DICK PHILLIPS AND
SECONDED BY TERRY CURTIS TO ADJOURN THIS REGULAR MEETING
AT 10:40 P.M. MOTION CARRIED WITH ALL EYES.**

Respectfully submitted by,

A handwritten signature in cursive script that reads "Charlene Nelson". The signature is written in black ink and is positioned above the printed name and title.

Charlene Nelson
Deputy Clerk

Deputy Clerk/ Minutes/6-12-06

BILLS FOR APPROVAL
12-Jun-06

VENDORS	DEPT	AMOUNT
Abra True Value, coupler, adapter	PW	7.26
Abra True Value, nipple, plug, elbow, tape	PW	22.89
Abra True Value, nipples, tees	PW	10.34
Ace Hardware, concrete mix	P&R	55.86
Ace Hardware, tube pipe, ubolt	PW	17.57
Ace Hardware, scissors	P&R	1.98
Ace Hardware, keys, terro	P&R	36.26
Ameripride, mats	PW	106.38
Anderson Brothers, class 5	PW	105.16
Animal Control Enforcement Services, pick up dog	Gov't	77.59
Babe Ruth League, official rules	P&R	49.00
Bobby Willard, reimburse for uniform	Police	27.68
Bryan Hargrave, reimburse mileage and meals	P&Z	153.13
Bryan Hargrave, reimburse mileage and meals	P&Z	380.64
California Contractors, super wipes	PW	1,076.40
City of Crosslake, sewer utilities	PW/Gov't	60.00
Council #65, union dues	ALL	304.20
County Surveyor, e911 addresses	Gov't	200.00
Crosslake Communications, reimburse for maxi lube	PW	744.84
Crosslake Communications, phone, fax, internet, cable	ALL	1,302.05
Crosslake Rolloff, recycling	Gov't	2,450.00
Crosslake Sheetmetal, lower wheel, fan motor, capacitor	PW	751.34
Crosslake Sheetmetal, service call	P&R	75.00
Crow Wing County Highway Dept, fuel	ALL	2,901.26
Crow Wing County Treasurer, tif administration	Gov't	200.00
Culligan, water and cooler rental	PW/Gov't	35.72
Deferred Comp	ALL	226.92
Delta Dental, dental insurance	ALL	1,248.50
Dustcoating Inc, chloride applied for dustcontrol	PW	2,340.00
Echo Publishing, advertisement for bids	PW	87.75
Foreman Fire Service, replace power supply, motor, cable	Fire	1,603.99
Fortis, disability	ALL	275.44
Honey Wagon, clean septic tanks	P&R	635.00
Ken Anderson, reimburse mileage	P&Z	22.25
Larson Allen, audit preparation	Gov't	4,546.00
Linescape Linestriping, stripe parking lots	ALL	814.00
Little Falls Granite, replace vase in cemetery	PW	301.40
Mastercard, Fleet Farm, nozzle, coupler, throttle control	PW	29.24
Mastercard, Fleet Farm, bath tissue	PW	74.81
Medica, health insurance	ALL	17,584.47
Menards, roundup, stanley spray	PW	69.14
Menards, chainlink, term post, top rail, tension bar, bands	P&R	413.37
Menards, posts, loop cap	P&R	8.82
Mills Motors, engine control diagnosis	Police	94.45
Mills Motors, replace spot light bulb	Police	15.73

Mills Motors, check up on squad, fuel filter	Police	189.75
Minnesota T's, polos	P&R	73.65
MN Assn of Small Cities, membership dues	Gov't	912.25
MN Benefits	Admin	115.92
MN Life, life insurance	ALL	412.00
MR Sign, address number signs	PW	309.35
MWOA, 2006 conference	Sewer	225.00
NCPERS-Life Insurance	ALL	144.00
North Ambulance, subsidy	Ambulance	1,103.00
Pequot Auto Parts, filter	PW	25.96
Pequot Auto Parts, filters	PW	93.88
PERA	ALL	N/A
Quality Flow Systems, motor	Sewer	382.54
Quill, minute paper, dvds, binders	Gov't	93.51
Reeds Market, sentence to serve	PW	63.09
Reeds Market, sentence to serve	PW	28.21
Sagebrush, laser barcode labels	Library	72.95
Sandelin Law Office, legal expenses	ALL	8,109.87
Simonsons Lumber, sweep brooms	Fire	59.62
State and Federal Taxes	ALL	N/A
Tom Swenson, vehicle expense	Admin	400.00
Viking Coca Cola, pop	P&R	66.61
Viking Industrial North, hard hats, gloves	PW	242.44
Viking Industrial North, hearing protection signs	PW	36.17
Widseth Smith Nolting, engineering fees	ALL	44,277.34
Xcel Energy, gas utilities	ALL	389.68
TOTAL		99,370.62

ADDITIONAL BILLS FOR APPROVAL
12-Jun-06

VENDOR	DEPT	AMOUNT
Ace Hardware, adapter, bushing, elbow	PW	7.73
AW Research, water test	Sewer	118.80
Crow Wing Power, electric service	ALL	3,961.76
Echo Publishing, public hearing	P&Z	73.50
Echo Publishing, library/community center ad for bids	Library/P&R	101.25
Gopher Sign, u-posts	PW	922.35
Grainger, oil filter, separator, regulator	PW	426.25
Hawkins Water Treatment, aqua hawk	Sewer	122.56
Jim Ritter, reimburse mileage	PW	60.52
Pepsi, pop	PW	40.71
Quill, minute paper	Admin	47.84
Reed Business Information, advertisement for bids	Library/P&R	186.56
Viking Electric, bulbs	P&R	53.55
TOTAL		6,123.38

RESOLUTION 06-25
TO ADOPT FOR RENEWAL EXISTING LIQUOR LICENSE
ESTABLISHMENTS FOR 2006-2007

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

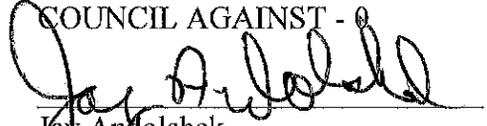
Reed's Country Market
Ox Lake Tavern
Bait Box Marina, Inc.
Mermaid Enterprises/Holiday Station

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, 2006 – June 30, 2007, at a Regular Council Meeting on the 12th day of June, 2006, 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


Thomas N. Swenson
City Administrator

COUNCIL AGAINST - 0

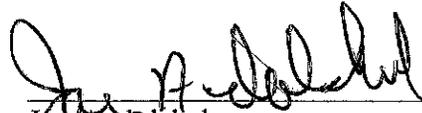

Jay Andolshek
Mayor

RESOLUTION NO. 06-26
CITY OF CROSSLAKE
COUNTY OF CROW WING
STATE OF MINNESOTA

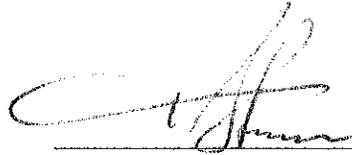
RESOLUTION APPROVING PREMISES PERMIT APPLICATION
FOR
CROSSLAKE-IDEAL LIONS CLUB

On June 12, 2006, the Crosslake City Council approved the Crosslake-Ideal Lions Club request to conduct charitable gambling (pull-tabs) at Andy's Liquor & Restaurant. The Crosslake-Ideal Lions Club operates under License Number 01487.

Adopted by the Council this 12th day of June 2006.



Jay Andolshek
Mayor



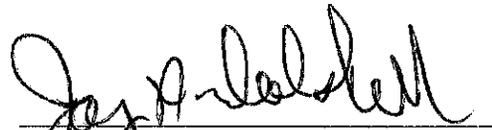
Thomas N. Swenson
City Administrator

RESOLUTION NO. 06-27
CITY OF CROSSLAKE
COUNTY OF CROW WING
STATE OF MINNESOTA

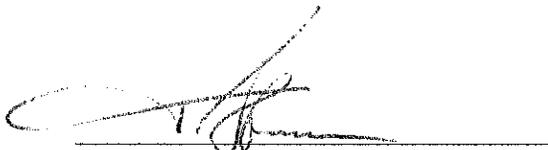
RESOLUTION APPROVING PREMISES PERMIT APPLICATION
FOR
PEQUOT LAKES AMERICAN LEGION #49 AUXILIARY

On June 12, 2006, the Crosslake City Council approved the Pequot Lakes American Legion #49 Auxiliary request to conduct charitable gambling (including pull-tabs, tipboards and bingo) at Ox Lake Tavern (NSPOX, Inc.). The Auxiliary operates under License Number 02957.

Adopted by the Council this 12th day of June 2006.



Jay Andolshek
Mayor



Thomas N. Swenson
City Administrator

CITY OF CROSSLAKE

RESOLUTION NO. 06-28

ADOPTION OF THE NATIONAL INCIDENT MANAGEMENT
SYSTEM

WHEREAS, Emergency Response to critical incidents, whether natural or manmade, requires integrated professional management, and

WHEREAS, Unified Command of such incidents is recognized as the management model to maximize the public safety response, and

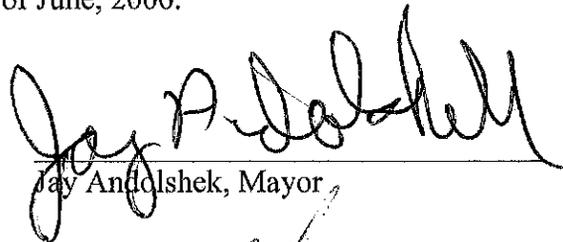
WHEREAS, The National Incident Management System, herein referred to as NIMS, has been identified by the Federal Government as being the requisite emergency management system for all political subdivisions, and

WHEREAS, Failure to adopt NIMS as the requisite emergency management system may preclude reimbursement to the political subdivision for costs expended during and after a declared emergency or disaster and for training and preparation for such disasters or emergencies.

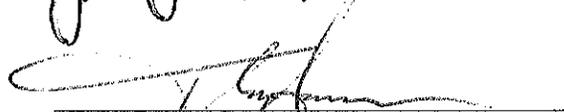
NOW, THEREFORE, BE IT RESOLVED BY THE CITY COUNCIL OF CROSSLAKE, MINNESOTA:

1. It shall be the public policy of the City of Crosslake, Minnesota to adopt the NIMS concept of emergency planning and unified command.
2. It shall further be the policy of the City of Crosslake, Minnesota to train public officials responsible for emergency management.

Adopted by the City Council this 12th day of June, 2006.



Jay Andolshek, Mayor



Thomas N. Swenson, City Administrator

G. b. e.

Crosslake Communications
Check Register - General Account & Construction Account
 From April 1, 2006 through April 30, 2006

check #	Vendor Name	Date	Description	Amou
000495	INTERNAL REVENUE SERVICE	04/07/06	FED, FICA, MEDICARE	5,816.4
000496	PERA	04/07/06	PERA EE & ER	2,872.1
000497	MINNESOTA DEPT OF REVENUE	04/07/06	MN INCOME TAX	990.1
000498	GREAT WEST LIFE & ANNUITY INSU	04/07/06	DEFERRED COMP	2,342.1
000499	CITY OF CROSSLAKE (SEWER)	04/10/06	MARCH SEWER CHARGES	30.1
000500	INTERNAL REVENUE SERVICE	04/28/06	APRIL EXCISE TAX	2,245.1
000501	MINNESOTA DEPT OF REVENUE	04/28/06	APRIL SALES & USE TAX	9,984.1
000502	INTERNAL REVENUE SERVICE	04/21/06	FED, FICA, MEDICARE	6,673.1
000503	PERA	04/21/06	PERA EE & ER	3,037.1
000504	MINNESOTA DEPT OF REVENUE	04/21/06	MN INCOME TAX	1,170.1
000505	GREAT WEST LIFE & ANNUITY INSU	04/21/06	DEFERRED COMP	2,342.1
000506	CROW WING POWER	04/26/06	ELECTRIC SERVICE	3,637.1
019812	RONALD J. SCHMIDT	04/02/06	COPAY REIMBURSEMENT	75.0
019813	LARRY EVENSON	04/02/06	LOCAL SERVICE REIMBURSEMENT	356.4
019814	ONVOY, INC.	04/02/06	6264 & 0264 PROGRAM 1/21-2/20	5,595.7
019815	CROSSLAKE COMMUNICATIONS	04/02/06	PHONE SERVICE & COMMUNITY CTR VOICE MAIL	823.0
019816	QWEST COMMUNICATIONS	04/02/06	PARS 3/1/06	53.4
019817	NDTA	04/02/06	TOC REGISTRATION FOR PAUL DAVIS & RON SCHMIDT	120.0
019818	DELTA DENTAL PLAN OF	04/02/06	APRIL DENTAL PREMIUM	1,022.6
019819	SOLIX	04/02/06	B&C STATEMENT	1,568.0
019820	MEDICA	04/02/06	APRIL MEDICAL PREMIUM	13,284.0
019821	BADGER COMMUNICATIONS CORP	04/02/06	VOICE MAIL BOX-LAKES BANK	7.8
019822	MN NCPERS LIFE INSURANCE	04/02/06	APRIL LIFE PREMIUM #407202	64.0
019823	ASSURANT EMPLOYEE BENEFITS	04/02/06	APRIL LONG TERM DISABILITY	214.4
019824	MINNESOTA LIFE INSURANCE CO	04/02/06	APRIL LIFE PREMIUM	139.0
019825	NORCON BORING INC	04/02/06	30 SERVICE TRANSFERS	3,240.7
019826	UNIVERSAL SERVICE ADMIN CO.	04/02/06	MARCH FUSC CHARGES	1,726.2
019827	FEDERAL COMMUNICATIONS	04/02/06	FILER ID 807783- ADD'L TRS	1.0
019828	LIFETIME	04/02/06	AFFILIATE PAYMENT	559.8
019829	JOAN HARRELL	04/02/06	LOCAL SERVICE REIMBURSEMENT	288.2
019830	STEPHEN ROE	04/02/06	MTA EXPENSE REIMBURSEMENT	423.8
019831	DIGITRACE	04/02/06	BIANNUAL FCC PROOF OF PERFORMANCE	2,490.0
019832	PAUL DAVIS	04/02/06	DSL REIMBURSE 3/13-4/12/06	49.9
019833	D&H DISTRIBUTING CO.	04/02/06	HARD DRIVE FOR TIMBERWOOD	109.9
019834	AT&T - DALLAS TX	04/02/06	PARS 1/16 - 2/20/06	1,202.8
019835	EQUUS COMPUTER SYSTEMS, INC	04/02/06	PRINTER FOR RESALE	72.6
019836	NATHANIEL J. PLANTE	04/02/06	DSL REIMBURSE 3/13-4/12/06 & CAFÉ PLAN REIMBURSEMENT	87.0
019837	DAVID FISCHER	04/02/06	MTA EXPENSE REIMBURSEMENT	552.1
019840	NORTHERN NATIONAL BANK	04/06/06	EE SAVINGS	70.0
019841	MN CHILD SUPPORT PAYMENT CTR	04/06/06	CHILD SUPPORT WITHHELD	302.7
019842	JC CHRISTENSEN & ASSOC INC	04/12/06	COLLECTIONS	4.0
019843	ECHO PUBLISHING & PRINTING INC	04/12/06	ADVERTISING	312.2
019844	CROW WING COUNTY TREASURER	04/12/06	TAX I.D. 281 SOLID WASTE FEE	15.0
019845	CROSSLAKE ROLLOFF	04/12/06	APR/MAY DIRECTORY RECYCLE	210.0
019846	GOPHER STATE ONE CALL	04/12/06	LOCATES	33.3
019847	LOCATORS & SUPPLIES	04/12/06	4" DIAG PLIERS	124.8
019848	ONVOY, INC.	04/12/06	DEDICATED FACILITIES, EASY 800, SS7, NETWRK & OPR SERV	3,578.1
019849	MOSS & BARNETT	04/12/06	AUDIT LETTER	71.0
019850	OLSEN THIELEN CO LTD	04/12/06	AUDIT, 499Q, BUDGET	3,299.0
019851	UNITED PARCEL SERVICE	04/12/06	WEEKLY SERV. & MISC. SHIPPING	120.6
019852	CITY OF CROSSLAKE	04/12/06	WORK COMP APR 06 - MAR 07	10,830.2
019853	MARTIN GROUP	04/12/06	SOLOMEN SUPPORT 6/06-5/07	11,141.9
019854	CONSOLIDATED TELEPHONE	04/12/06	TIMESHARE OF ALPHASERVER (MARCH & APRIL)	4,575.8
019855	CITI LITES INC	04/12/06	LOCATES	58.7
019856	THE OFFICE SHOP	04/12/06	REPORT COVERS, COPY PAPER, PAPER TOWELS, STENO BKS	314.2
019857	XCEL ENERGY	04/12/06	MARCH NATURAL GAS	413.2
019858	BEVCOMM	04/12/06	ANSWERING SERVICE	97.7
019859	KLKS BREEZY POINT	04/12/06	ADVERTISING	150.0
019860	AMERIPRIDE LINEN & APPAREL	04/12/06	RUG & TOWEL SERVICE	191.4
019861	BADGER COMMUNICATIONS CORP	04/12/06	PHONES & HORN FOR RESALE	660.1
019862	NORMAN & ASSOCIATES	04/12/06	TRAINING FOR RON SCHMIDT	1,675.0
019863	MINNESOTA 9-1-1 PROGRAM	04/12/06	911, TAP TACIP	1,840.8
019864	ELECTRIC SCIENTIFIC CO INC	04/12/06	FIRE ALARM-SEMI ANNUAL MAINT	537.8
019865	CABLE DISPOSAL SERVICE	04/12/06	APRIL GARBAGE SERVICE	171.9
019866	WHITEFISH AUTOMOTIVE	04/12/06	OIL CHANGE: 50M SERVICE	451.5
019867	NATIONAL CABLE TELEVISION COOP	04/12/06	DIGITAL RECEIVER, MODULATOR, RG6 CONNECTORS, TAGS	2,713.6
019868	COBANK	04/12/06	MARCH INTEREST	11,895.1
019869	CENTRAL TRANSPORT GROUP LLC	04/12/06	4 EA DS1'S, 1 T3	4,088.0
019870	NEUSTAR INC.	04/12/06	APRIL SOW CHARGES	53.5
019871	MERRILL LYNCH	04/12/06	REIMBURSE ACCT FOR ACTIVITY	4,530.1
019872	PINNACLE PUBLISHING, LLC	04/12/06	TELEPHONE DIRECTORY-8	1,862.0
019873	LAKELAND PUBLIC TELEVISION	04/12/06	ADVERTISING	350.0
019874	NORCON BORING INC	04/12/06	39 SERVICE TRANSFERS, REPAIRS, INSIDE INSTALL	4,576.0
019875	AMERICAN TELEVISION & COMM.	04/12/06	AFFILIATE PAYMENT	1,000.0
019876	FOX SPORTS NET NORTH	04/12/06	AFFILIATE PAYMENT	4,842.0
019877	USA NETWORK	04/12/06	AFFILIATE PAYMENT	933.1
019878	UNICEL	04/12/06	PAGER	6.3

019879	MTV NETWORKS	04/12/06	AFFILIATE PAYMENT	2,390.
019880	TV GUIDE NETWORKS INC	04/12/06	AFFILIATE PAYMENT	580.
019881	DISCOVERY DIGITAL NETWORKS	04/12/06	AFFILIATE PAYMENT	91.
019882	DISCOVERY HEALTH	04/12/06	AFFILIATE PAYMENT	39.
019883	JOAN HARRELL	04/12/06	CAFE PLAN REIMBURSEMENT	161.
019884	MCS JANITORIAL SERVICE	04/12/06	MARCH CLEANING SERVICE	585.
019885	SANDELIN LAW OFFICE	04/12/06	RUS LOAN	87.
019886	MTA	04/12/06	2006 SAFETY TRAINING	2,807.
019887	BL BROADCASTING, INC	04/12/06	ADVERTISING	195.
019888	D&H DISTRIBUTING CO.	04/12/06	8 PORT SWITCH-FTTH UPGRADE, DSL MODEMS, ITEMS FOR RESALE	3,317.
019889	7SIGMA SYSTEMS, INC	04/12/06	MARCH CONSULTING	2,175.
019890	CORNERSTONE GROUP	04/12/06	WEBSITE COMPASS MAILING	451.
019891	CYNTHIA PERKINS	04/12/06	CAFE PLAN REIMBURSEMENT, SERVICE REIMBURSEMENTS	1,083.
019892	DANIELSON, INC.	04/12/06	E&O COMPUTER INS 4/06-3/07	3,320.
019893	IMAGING PATH	04/12/06	MARCH COPIES	155.
019894	CANNON FINANCIAL SERVICES, INC	04/12/06	PMT 19 OF 36 COPIER LEASE	424.
019895	WRLD ALLIANCE	04/12/06	MARCH ACTIVITY	3,681.
019896	CROSSLAKE ACE	04/12/06	MISC TOOLS AND SUPPLIES	91.
019897	NATIONAL CABLE TEL COOP, INC	04/12/06	AFFILIATE PAYMENT	14,119.
019898	SPRINT	04/12/06	CELL PHONES	307.
019899	EQUUS COMPUTER SYSTEMS, INC	04/12/06	PC FOR RESALE-STEENBERG	2,168.
019900	NATHANIEL J. PLANTE	04/12/06	MILEAGE REIMBURSEMENT	17.
019901	GENSOFT SYSTEMS, INC	04/12/06	INSERTS, POSTAGE, APRIL BILLING	7,072.
019902	KARE 11 TV	04/12/06	AFFILIATE PAYMENT	143.
019903	CBT, INC.	04/12/06	GENSOFT TRAINING	682.
019904	PAUL HOGE	04/12/06	COPAY REIMBURSEMENT, CABLE, PHONE & INTERN REIMB.	148.
019905	MINNESOTA SHREDDING LLC	04/12/06	SHREDDING-60 BOXES	860.
019906	CROW WING COUNTY HIGHWAY	04/12/06	FEB UNLEAD & DIESEL FUEL	633.
019907	WHITEFISH PROPERTIES	04/12/06	PERM DISCONNECT	36.1
019910	HENRY RADNTZ	04/12/06	PERM DISCONNECT	22.8
019911	WB KIMBELL	04/12/06	PERM DISCONNECT	22.8
019912	DANIEL HARRIS	04/12/06	PERM DISCONNECT	12.4
019913	JAMES ROBINSON	04/12/06	PERM DISCONNECT	63.4
019914	SCOTT FERGUSON	04/12/06	PERM DISCONNECT	9.1
019915	ROBERT JACOBSEN	04/12/06	PERM DISCONNECT	21.8
019916	NANCY LYNN SATHER	04/12/06	PERM DISCONNECT	30.3
019917	DENNIS & CAROLYN KOLBREK	04/12/06	PERM DISCONNECT	13.4
019918	SHERMAN THRUMER	04/12/06	PERM DISCONNECT	25.2
019919	HERBERT TUBACH	04/12/06	PERM DISCONNECT	25.7
019920	JOAN GUDMUNDSEN	04/12/06	PERM DISCONNECT	76.7
019921	JACOB HOLDING	04/12/06	PERM DISCONNECT	59.9
019922	EUGENE E. JENSEN	04/12/06	PERM DISCONNECT	39.3
019923	JEFFERY NEVIN	04/12/06	PERM DISCONNECT	23.2
019924	TIMOTHY GAGNER	04/12/06	PERM DISCONNECT	72.3
019925	DENNIS & WENDY JOHNSON	04/12/06	PERM DISCONNECT	33.2
019926	DANIEL J. MCGRAW	04/12/06	PERM DISCONNECT	154.2
019927	JOSEPH JOOS	04/12/06	PERM DISCONNECT	41.5
019928	NH BZOSKIE	04/12/06	PERM DISCONNECT	10.2
019929	LSS-SENIOR NUTRITION	04/12/06	PERM DISCONNECT	35.8
019930	CREATIVE STEEL WORK, INC.	04/12/06	PERM DISCONNECT	34.1
019931	JAMES L. DRIVER	04/12/06	PERM DISCONNECT	22.2
019932	KINGSLEY & KAREN DORHOLT	04/12/06	PERM DISCONNECT	83.3
019933	JAMIE NEUMANN	04/12/06	PERM DISCONNECT	28.3
019934	ROBERT E & JOAN E MOODY	04/12/06	PERM DISCONNECT	20.7
019935	KARL SEEWALD	04/12/06	PERM DISCONNECT	32.2
019936	KERRY KNODLE	04/12/06	PERM DISCONNECT	23.6
019937	ROBERT & EILEEN WIEBKE	04/12/06	PERM DISCONNECT	63.8
019939	JAMES W HAYS	04/12/06	PERM DISCONNECT	34.4
019940	RYAN LOMMEL	04/12/06	PERM DISCONNECT	33.6
019941	THOMAS D SMITH	04/12/06	PERM DISCONNECT	18.0
019942	JAMES S GUNDERSON	04/12/06	PERM DISCONNECT	7.4
019943	NANCY BERNING	04/12/06	PERM DISCONNECT	26.7
019944	DAVID & NIRA MESKER	04/12/06	PERM DISCONNECT	339.2
019945	JULIE & KEVIN WESSMAN	04/12/06	PERM DISCONNECT	38.4
019946	VIVIAN BOLIN	04/12/06	PERM DISCONNECT	13.3
019947	BETTY M. RECKMO	04/12/06	PERM DISCONNECT	43.1
019948	PAT WILLIAMS	04/12/06	PERM DISCONNECT	33.5
019949	JAMES R KANELITSAS	04/12/06	PERM DISCONNECT	29.1
019950	NAN KEITH	04/12/06	PERM DISCONNECT	19.8
019951	SHAWN & REBEKAH ROHDE	04/12/06	PERM DISCONNECT	13.8
019952	JUDITH A MOELLER	04/12/06	PERM DISCONNECT	13.1
019953	CHRISTOPHER & NAOM SCOTT	04/12/06	PERM DISCONNECT	9.9
019954	LARSON GLASTRON	04/12/06	PERM DISCONNECT	75.0
019955	JEFF KOLESAR	04/12/06	PERM DISCONNECT	76.1
019956	EQUUS COMPUTER SYSTEMS, INC	04/12/06	LAPTOP FOR RESALE	855.0
019957	JAMES DANIEL	04/12/06	PERM DISCONNECT	32.5
019958	GRETTA HAMMERSTROM	04/12/06	PERM DISCONNECT	9.3
019961	NORTHERN NATIONAL BANK	04/20/06	EE SAVINGS	70.0
019962	IBEW LOCAL UNION 949	04/20/06	UNION DUES	355.6
019963	MN CHILD SUPPORT PAYMENT CTR	04/20/06	CHILD SUPPORT WITHHELD	317.0

Total for General Account

204,158.48

Construction Account

001011 VANTAGE POINT

04/02/06

2006 STAKING

32,173.58

Total for Construction Account

32,173.58

236,332.06