

CITY OF CROSSLAKE
COUNCIL PROCEEDINGS
PUBLIC HEARING AND REGULAR SESSION
June 12, 1989
7:30 p.m. at City Hall

The City Council for Crosslake, Minnesota met in a regular session on Monday, June 12, 1989 in the Council chambers of City Hall. The following Councilmembers were present: Mayor Kurt E. Anderson, Lyle Arends, Diana Gallaway and Charles Miller. Absent was Councilmember Roger Burshem. Also present was City Clerk Arlene Buchite and 28 members of the Community.

First item on the agenda was Ordinance 19, Third Series dealing with Workman's Compensation Insurance. Mayor Anderson read the new Ordinance. Mayor Anderson explained that there has been an ordinance on the books for years which cover City Councilmembers with workman's compensation insurance but there has never been any charge from the insurance company for the coverage. The insurance company now will be charging approximately \$106 per covered member and Mayor Anderson said he did not feel that it is worth that amount of money to have Councilmembers covered. Councilmember Arends said he feels the Council and Planning and Zoning Commission should be covered because they sometimes go out to look at properties. Mr. Arends said he would like to table this discussion until next month's meeting and it was also the consensus of the other two councilmembers present to wait to act on changing the ordinance.

Mayor Anderson read Ordinance No. 20, Third Series to change some of our liquor ordinance to coincide with new legislation. MOTION NO. 6PH-01-89 WAS MADE BY COUNCILMEMBER ARENDS AND SECONDED BY COUNCILMEMBER GALLAWAY TO ADOPT ORDINANCE NO. 20, THIRD SERIES ALLOWING OFF-SALE OF LIQUOR ON JULY 4th AND NEW YEARS DAY AND ON-SALE SERVICE OF LIQUOR BETWEEN THE HOURS OF 12:00 O'CLOCK NOON AND 1:00 O'CLOCK A.M. ON SUNDAYS IN CONJUNCTION WITH FOOD, EFFECTIVE AUGUST 1, 1989 WITH THE EXCEPTION OF THE FOURTH OF JULY WHICH IS EFFECTIVE UPON ITS PASSAGE AND PUBLICATION. MOTION PASSED WITH COUNCILMEMBERS ARENDS, GALLAWAY AND MILLER VOTING AYE.

MOTION NO. 6PH-02-89 WAS MADE BY COUNCILMEMBER GALLAWAY AND SECONDED BY COUNCILMEMBER MILLER TO ADJOURN THIS PUBLIC HEARING AT 7:40 P.M. MOTION PASSED WITH COUNCILMEMBERS ARENDS, GALLAWAY AND MILLER VOTING AYE.

Mayor Anderson then called this regular council session to order.

MOTION NO. 6R-01-89 WAS MADE BY COUNCILMEMBER GALLAWAY AND SECONDED BY COUNCILMEMBER MILLER TO APPROVE ALL ITEMS ON THE CONSENT CALENDAR CONSISTING OF THE MINUTES OF THE MAY 8, 1989 REGULAR COUNCIL MEETING; THE MAY 18, 1989 BOARD OF REVIEW MEETING; THE CLERK/TREASURER'S FINANCIAL REPORT FOR MAY, 1989; THE TELEPHONE COMPANY'S FINANCIAL REPORT FOR MAY, 1989; AND THE CABLEVISION COMPANY'S FINANCIAL REPORT FOR MAY, 1989. MOTION PASSED WITH COUNCILMEMBERS ARENDS, GALLAWAY AND MILLER VOTING AYE.

CLERK'S REPORT - Clerk Buchite read the bills for payment. MOTION NO 6R-02-89 WAS MADE BY COUNCILMEMBER GALLAWAY AND SECONDED BY COUNCILMEMBER MILLER TO PAY ALL BILLS INCLUDING JIM'S ELECTRIC FOR \$534.47; MINNESOTA

ASSOCIATION OF SMALL CITIES FOR \$151.00; EHLERS AND ASSOCIATES FOR TAX INCREMENT FINANCING PROJECT FOR \$2,500.00; LANDECKER AND ASSOCIATES FOR \$10,445.00; AND LARSON, ALLEN, WEISHAIR AND COMPANY FOR ANNUAL AUDIT FOR \$4,500.00. MOTION PASSED WITH COUNCILMEMBERS ARENDS, GALLAWAY AND MILLER VOTING AYE.

Clerk Buchite indicated she had received quotes on copiers from 4 companies and each company submitted quotes on at least 3 different copiers. Mayor Anderson said he felt our old copier should be worth more than the \$100.00 that Xerox was offering us for trade in. After a brief discussion, MOTION NO. 6R-03-89 WAS MADE BY COUNCILMEMBER GALLAWAY AND SECONDED BY COUNCILMEMBER ARENDS TO PURCHASE THE XEROX 5014 AT \$2,710.00 AND TO PLACE THE OLD COPIER OUT ON BIDS. MOTION PASSED WITH COUNCILMEMBER ARENDS, GALLAWAY AND MILLER VOTING AYE. Mr. Arends said the old copier should go to the Park and Recreation Department but it was the consensus of the other Councilmembers present that we were getting rid of it because of maintenance costs so it would not be wise to let the Park have it.

The Fire Department requested a 3.2 beer license for their annual street dance on July 8, 1989. MOTION NO. 6R-04-89 WAS MADE BY COUNCILMEMBER MILLER AND SECONDED BY COUNCILMEMBER GALLAWAY TO APPROVE ISSUING A 3.2 BEER LICENSE TO THE FIRE DEPARTMENT FOR JULY 8 AND JULY 9 FOR THEIR ANNUAL FIREMENS DANCE. MOTION PASSED WITH COUNCILMEMBERS ARENDS, GALLAWAY AND MILLER VOTIN AYE.

Clerk Buchite requested Council approval for a money transfer per the Auditor's recommendation. MOTION NO. 6R-05-89 WAS MADE BY COUNCILMEMBER ARENDS AND SECONDED BY COUNCILMEMBER MILLER TO TRANSFER \$25,014.96 FROM THE GENERAL FUND TO THE GOVERNMENT OBLIGATION FUND AS RECOMMENDED BY THE AUDITOR. MOTION PASSED WITH COUNCILMEMBERS ARENDS, GALLAWAY AND MILLER VOTING AYE.

The next item on the agenda was a letter from the League of Minnesota Cities regarding the wording on some plats. Mayor Anderson explained to the Citizens present that this response was requested because of some stairways which have been placed on easements to the lake. The letter said that the City should check with the County Recorder's office to see who owns the parcels of land in question because if the City owns them, they could be liable for any injury which might be sustained. Mayor Anderson said the stairway in question is in very good shape and he would like to see it left as is but he will do some checking and get the answer back to the City Clerk.

A letter from a local attorney representing a citizen who was concerned about the dredging of the Whitefish-Trout Channel was discussed briefly. The citizen owned property adjoining the channel and was afraid some of the sand might be dumped on his property. Mr. Dene Carney who is a member of the Whitefish Area Property Owners Association said that there was not going to be any dredging this year and that the Association's president had responded to the attorney's letter.

An ordinance requiring rubbish haulers to be licensed by the City was the next item on the agenda. Mayor Anderson stated he was going to introduce

a revision of the ordinance at the next council meeting and the Council will either vote to change it or get rid of it at that time. Mr. Arends said he feels that the ordinance is discriminatory. Clerk Buchite indicated a letter she received from North Star Risk stated if the City chooses to license rubbish haulers, the City must get a copy of the rubbish haulers insurance to keep on file.

Renewal of some charitable gambling licenses was the next item. MOTION NO. 6R-06-89 WAS MADE BY COUNCILMEMBER MILLER AND SECONDED BY COUNCILMEMBER ARENDS TO APPROVE THE RENEWAL OF THE CHARITABLE GAMBLING LICENSES FOR THE LIONS CLUB AT THE RIVERSIDE INN AND THE ECHO RIDGE SUPPER CLUB. MOTION PASSED WITH COUNCILMEMBERS ARENDS AND MILLER VOTING AYE. COUNCILMEMBER GALLAWAY ABSTAINED DUE TO A CONFLICT OF INTEREST.

The next item was a letter from Mayor Anderson to Green Thumb stating that he would like to have a Green Thumb employee moved to another location. The letter stated that he had informed three of the other councilmembers of his decision and they agreed. Councilmember Gallaway said she felt it should take Council action to write the letter. Mayor Anderson said that is the reason why he did not call Ms. Gallaway because he knew she would be opposed. Mayor Anderson said the Green Thumb employee had really quit three months earlier at the Park but had continued to work for the Street Department.

Clerk Buchite indicated the City had received a letter from Don Coulter, Surveyor, that for an additional \$300 he would complete the survey of the entire cemetery incorporating the proposed land purchase from Sam Dunbar. MOTION NO. 6R-07-89 WAS MADE BY COUNCILMEMBER ARENDS AND SECONDED BY COUNCILMEMBER MILLER TO ORDER THE COMPLETE SURVEY OF THE CEMETERY FROM DON COULTER, SURVEYOR AT THE COST OF \$300.00 MOTION PASSED WITH COUNCILMEMBERS ARENDS, GALLAWAY AND MILLER VOTING AYE.

A letter from the League of Minnesota Cities Insurance Trust indicating a 13 percent increase in dental insurance and a 17.5 percent increase in hospital insurance was discussed. MOTION NO. 6R-08-89 WAS MADE BY COUNCILMEMBER GALLAWAY AND SECONDED BY COUNCILMEMBER ARENDS TO APPROVE THE INCREASE IN HOSPITAL AND DENTAL INSURANCE PREMIUMS FOR CITY EMPLOYEES. MOTION PASSED WITH COUNCILMEMBERS ARENDS, GALLAWAY AND MILLER VOTING AYE.

Clerk Buchite indicated that she had talked to Carolyn Drude from Ehlers and Associates about the Developers Agreement between the City and Tax Increment Finance District 1-1 and Ms. Drude said that Briggs and Morgan were acting as the City's legal consultants. If the developers wanted to change anything in the agreement, then it should go back to Briggs and Morgan to make sure the welfare of the City is being considered. Mr. Gammello is preparing our Findings of Fact on this Conditional Use Permit.

A list of ambulance runs for 1987 and 1988 was discussed. MOTION NO. 6R-09-89 WAS MADE BY COUNCILMEMBER GALLAWAY AND SECONDED BY COUNCILMEMBER ARENDS TO SEND LETTERS AND STATEMENTS TO THE EIGHT SURROUNDING COMMUNITIES WHO USED THE AMBULANCE SERVICE TO TRY TO DEFRAY SOME OF THE COSTS. MOTION PASSED WITH COUNCILMEMBERS ARENDS, GALLAWAY AND MILLER VOTING AYE.

Ms. Gallaway asked if any quotes on gasoline or fuel had been received and Clerk Buchite said there were not. Clerk Buchite will check with the League to see if she can call various vendors and get quotes on any given day.

Discussion of removal of the gasoline tanks at the old City Hall ended with Mayor ~~Courts~~ saying he would get sterile containers to put soil samples in and have them analyzed for possible leakage. MOTION NO. 6R-10-89 WAS MADE BY COUNCILMEMBER GALLAWAY AND SECONDED BY COUNCILMEMBER MILLER TO APPROVE THE EXPENDITURE FOR TESTING SEVERAL SAMPLES OF DIRT FROM THE AREA WHERE THE OLD CITY HALL GASOLINE TANK IS BEING REMOVED. MOTION PASSED WITH COUNCILMEMBERS ARENDS, GALLAWAY AND MILLER VOTING AYE. Mayor Anderson requested that Fire Chief Schliek get some containers for him.

*Should be
Anderson
corrected
7-10-89*

PARK AND RECREATION - Joann Jernall, Chairman, requested that the fee schedule for the Park which was handed out at last month's meeting be approved. Ms. Gallaway said she would like to have something printed in the fee schedule as to who pays what. Patricia Felber, Park Director said she will make the list and incorporate it into the fee schedule. Ms. Gallaway asked if the Park Commission could waive fees since they are only a recommending body and Mayor Anderson said that they could. MOTION NO. 6R-11-89 WAS MADE BY COUNCILMEMBER GALLAWAY AND SECONDED BY COUNCILMEMBER ARENDS TO APPROVE THE FEE SCHEDULE FOR THE COMMUNITY CENTER AS PRESENTED BY THE PARK AND RECREATION COMMISSION. MOTION PASSED WITH COUNCILMEMBERS ARENDS, GALLAWAY AND MILLER VOTING AYE.

Mr. Arends said the Park Commission had only received one quote on the resurfacing of the tennis courts. MOTION NO. 6R-12-89 WAS MADE BY COUNCILMEMBER ARENDS AND SECONDED BY COUNCILMEMBER MILLER TO ACCEPT THE QUOTE FROM MCBROOM CONSTRUCTION, INC. OF NEW LONDON, MINNESOTA FOR \$3,240.00 TO RESURFACE THE TENNIS COURTS AT THE COMMUNITY CENTER. MOTION PASSED WITH COUNCILMEMBERS ARENDS, GALLAWAY AND MILLER VOTING AYE.

Ms. Gallaway said she felt the letter from the Park Director regarding the nature trails was very good and the Funding and Future Development Commission may be interested in helping out. She stated that the Commission has discussed a fishing pier in the area. Mayor Anderson said he will take care of the problem of the easement with the road and bring his recommendations back to the Council for approval.

Joann Jernall said the Commission has not had any success in getting persons to serve on the Park Auxillary. Mayor Anderson said he does not care if the Commission and Auxillary members are the same.

PLANNING AND ZONING - James Gammello, City Attorney, sent a letter to the Council regarding penalties for persons who do not get a permit before they build. Mr. Kingstedt said the Commission is looking at penalties consistent with the County and that Mr. Gammello said we already have the power we need in our ordinance book. Mr. Kingstedt read into the record from a memorandum dated May 19, 1989 to the Council from himself and the Commission, "That a late filing fee be assessed for work completed without proper permits. The late filing fee amount as set by the City Council resolution,

may vary from a minimum of triple the application fee to a maximum of \$700.00 (or the present Misdemeanor level). Staff would recommend the fee be paid within 30 days. The Planning Commission/Board of Adjustment would review each late fee action in light of the particular case merits." According to Mr. Kingstedt the after the fact permit fee would be three times normal fee and when a Public Hearing or Variance would have been required the minimum would be three times the hearing and permit fee to a maximum of \$700.00. Mr. Kingsted asked for Council input but stated he would like to publish it as soon as possible.

Mayor Anderson said he has heard the remark to "Go ahead and put in the deck because if they catch you they are just gonna fine you \$300 and its illegal to issue a fine so therefore you got your deck and everybody's happy." Mayor Anderson said that if a person thinks he may have to pay \$700 in fees he may not put that deck or addition or what ever on.

Mr. Arends said he does not think it should be triple the fees. Mr. Miller said it makes him feel like an adversary. Mayor Anderson said if the Council is opposed to it there is nothing he can do but he feels that we need something strong enough. Mr. Kingstedt said if someone wanted to build a garage and they did not meet the set back requirements if the penalty does not triple the variance fee instead of paying \$120.00 for a permit and variance they will pay only \$160.00 with penalties. In those kind of cases Mr. Kingsted said the person is better of not getting a permit at all.

Councilmember Miller said that City Attorney Gammello stated that the City should formulate a penalty schedule with sufficient latitude to warrant leniency or harshness depending on the factual circumstances. Police Chief Backdahl said he disagrees with the statement because if penalties are not set on each item he feels the case will be found arbitrary and capricious and thrown out of court.

Mr. Kingstedt introduced a letter from Lansin Hamilton, Land Commissioner, stating that the County wanted to lease a small parcel of land on Cross Lake to Mr. and Mrs. Gallati to put a dock out for their boat. It was the consensus of the Council that if the land is leased to anyone the City should get the money since the City is not allowed to sell tax forfeit land. Councilmember Gallaway said she is afraid if the City approves this it will happen time and again and create more problems. COUNCILMEMBER ARENDS MADE A MOTION TO ALLOW THE COUNTY TO LEASE A PIECE OF TAX FORFEITED LAND TO JIM GALLATI FOR THE PURPOSE OF DOCK AND MOORING HIS BOAT ON CROSS LAKE. MAYOR ANDERSON CALLED FOR A SECOND THREE TIMES AND THEN DECLARED THE MOTION DIED FOR LACK OF A SECOND.

Mr. Kingsted said that according to information received from the City Attorney, the Planning and Zoning should have the Public Hearing to change the zoning along side of the highway from residential to commercial. MOTION NO. 6R-13-89 WAS MADE BY COUNCILMEMBER MILLER AND SECONDED BY COUNCILMEMBER ARENDS TO HAVE A PUBLIC HEARING AT THE PLANNING AND ZONING LEVEL TO CHANGE THE ZONING ALONG CSAH #6 AND CSAH #3 TO THE NORTH AND SOUTH BORDERS OF THE CITY FROM RESIDENTIAL TO COMMERCIAL. MOTION PASSED WITH COUNCILMEMBERS ARENDS, GALLAWAY AND MILLER VOTING AYE.

CEMETERY - Liaison Arends said there had been two burials last week. Councilmember Gallaway asked about the purchase of land from Sam Dunbar and Mayor Anderson said he would be getting a memo to the councilmembers asking their opinion on what to do about a problem he is having.

PUBLIC SAFETY - Fire Chief David Schliek gave the Council a copy of a report he had prepared on Hazardous Materials Incident Response and the standard operating procedure that would be followed. Mayor Anderson said a copy of the report would be posted. Mayor Anderson said he does not feel that ambulances should respond to all fires, for instance chimney fires, but he had talked to the person in charge of the Crosslake ambulance and was informed they will respond at no charge. Mayor Anderson said he does not think that the equipment van should be called a rescue van because it does not have stretchers or oxygen. Fire Chief Schliek said that the van is equiped with first aid supplies, a backboard, metered oxygen, air splints and handtools for accident cases. Councilmember Gallaway said she feels it could be called a first response unit and Fire Chief Schliek said he will make the change in the report. MOTION NO. 6R-14-89 WAS MADE BY COUNCILMEMBER ARENDS AND SECONDED BY COUNCILMEMBER MILLER TO APPROVE THE STANDARD OPERATING PROCEDURES FOR HAZARDOUS MATERIALS INCIDENT RESPONSE AS PRESENTED BY FIRE CHIEF DAVID SCHLIEK. MOTION PASSED WITH COUNCILMEMBERS ARENDS, GALLAWAY AND MILLER VOTING AYE.

Councilmember Gallaway asked about minutes for the last Public Safety meeting and was told the secretary was not there so the minutes were not ready as yet.

Fire Chief Schliek requested approval for two men to attend the Minnesota State Fire Convention. MOTION NO. 6R-15-89 WAS MADE BY COUNCILMEMBER ARENDS AND SECONDED BY COUNCILMEMBER MILLER TO APPROVE THE EXPENDITURE FROM THE BUDGET OF APPROXIMATELY \$400.00 TO ALLOW TWO FIREMENT TO ATTEND THE MINNESOTA STATE FIREMENS CONVENTION. MOTION PASSED WITH COUNCILMEMBERS ARENDS, GALLAWAY AND MILLER VOTING AYE.

Chief Schliek said that in looking at long term needs the firemen set up a building committee. The Fire Department has been offered a piece of property by the Corps of Engineers sewer plant at no cost to the City and Chief Schliek said the Fire Department would like to apply for a long term lease even though they are not anticipating moving the fire department at this time. The property is 200 feet by 500 feet and the City is under no obligation but would have to carry liability insurance on it. MOTION NO. 6R-16-89 WAS MADE BY COUNCILMEMBER GALLAWAY AND SECONDED BY COUNCILMEMBER ARENDS TO ALLOW THE FIRE CHIEF TO MAKE APPLICATION TO LEASE THE LAND OFFERED BY THE CORPS OF ENGINEERS NEAR THE SEWER PLANT. MOTION PASSED WITH COUNCILMEMBERS ARENDS, GALLAWAY AND MILLER VOTING AYE.

Mayor Anderson said an alarm ordinance was also discussed at the Public Safety meeting. The County has adopted an ordinance. Police Chief John Backdahl said the ordinance basically says that the City will respond to an alarm twice at the same location with no charge and after that they will charge \$50.00 per call. Acts of God will not be considered in the two times nor will they be charged for. According to Chief Backdahl this

ordinance will force people to get their alarms fixed if they are a problem. It was the consensus of the Council to place this on the agenda for a public hearing to adopt the ordinance at the council meeting in July.

UTILITIES COMMISSION - Dene Carney, Chairman, stated that the Council had received a copy of the 1989 budget for approval because the one they had received earlier was only a preliminary budget. MOTION NO. 6R-17-89 WAS MADE BY COUNCILMEMBER MILLER AND SECONDED BY COUNCILMEMBER GALLAWAY TO APPROVE THE 1989 OPERATING BUDGET FOR THE CROSSLAKE TELEPHONE COMPANY AS RECOMMENDED BY THE UTILITIES COMMISSION. MOTION PASSED WITH COUNCILMEMBERS ARENDS, GALLAWAY AND MILLER VOTING AYE.

Cellular radio phone were discussed very briefly and Mr. Carney stated that Crosslake may or may not get them this year but it should be profitable because anyone driving through the area will pay toll on call placed.

ROAD COMMISSION - Mr. Will Hoyt from Landecker and Associates, Inc. was present and stated that the 1988 road projects are nearly completed. Mr. Hoyt also went over the bids received for the 1989 road work. There were two bids received for the bituminous overlay projects and they were Tri-City Paving for \$70,736.20 and Anderson Brothers for \$74,338.28. There were three bids received for the sealcoating and they were Bituminous Consulting for \$17,635.45, Caldwell Asphalt for \$18,377.99 and Asphalt Surface Tech for \$23,225.00. Mr. Hoyt said the Road Commission had reviewed the bids and along with himself they were recommending that the bids be awarded to the lowest bidders. Mr. Hoyt said they have dealt with Tri-City paving and they are capable and responsible and he called three references for the other low bidder and they said said Bituminous Consulting was good and has been in business for quite some time. These roads are scheduled for completion prior to September of 1989 according to Mr. Hoyt. MOTION NO. 6R-18-89 WAS MADE BY COUNCILMEMBER MILLER AND SECONDED BY COUNCILMEMBER GALLAWAY TO AWARD THE BIDS FOR THE ROAD WORK TO THE LOWEST BIDDERS WHO ARE TRI-CITY PAVING FOR \$70,736.20 FOR THE OVERLAYMENT PROJECTS AND TO BUTIMINOUS CONSULTING FOR \$17,635.45 FOR THE SEAL COATING AS RECOMMENDED BY THE ROAD COMMISSION. MOTION PASSED WITH COUNCILMEMBERS ARENDS, GALLAWAY AND MILLER VOTING AYE.

Mr. Hoyt said the the Dream Island Project is included in the bid that was just accepted and he needs one or more councilmembers to work with him to get some additional right-of-way. Mr. Hoyt said the City may be looking at blacktopping some driveways in return for easements or turn arounds. MOTION NO. 6R-19-89 WAS MADE BY COUNCILMEMBER GALLAWAY AND SECONDED BY COUNCILMEMBER ARENDS TO ALLOW CHARLES MILLER, ROAD LIAISON, TO WORK WITH WILL HOYT TO GO THRU ALL OF THE EASEMENT AND RIGHT OF WAY CONCERNS AND COME BACK WITH A RECOMMENDATION TO THE COUNCIL ON MONDAY, JUNE 19, 1989 AT THEIR SPECIAL MEETING. MOTION PASSED WITH COUNCILMEMBERS ARENDS, GALLAWAY AND MILLER VOTING AYE.

Mr. Hoyt said he recommended a payment of \$55,298.49 for Daggett Bay and Milinda Shores as they are 98 percent completed. Mr. Hoyt said the slight over run on costs was from a culvert and some other additions. MOTION NO. 6R-20-89 WAS MADE BY COUNCILMEMBER ARENDS AND SECONDED BY COUNCILMEMBER

GALLAWAY TO PAY \$55,298.49 TO ANDERSON BROTHERS FOR THE 1988 ROAD WORK COMPLETED TO DATE. MOTION PASSED WITH COUNCILMEMBERS ARENDS, GALLAWAY AND MILLER VOTING AYE.

Mayor Anderson read a letter from Ron Zilka's regarding the easement on Daggett Bay Road. Mayor Anderson said he is perfectly comfortable with the letter in that the Zilka's are only stating that they do not want any increased road use by additional property owners but there is no property down there where there can be any more construction. Mayor Anderson said he had spoken with Councilmembers Arends, Burshem, and Miller and they also saw no problem with the letter. Mr. Hoyt said he would rather there were no conditions on the letter but it is up to the Council to accept.

Mr. Hoyt said there are three requests that have come in to have their roads blacktopped. Mr. Hoyt said he would like to be able to give these people some kind of idea how much it will cost them since the City policy says the property owners must pay 100 percent of the assessment for new blacktop.

FUNDING AND FUTURE DEVELOPMENT - Dean Swanson, Chairman, said the Commission will be looking at the information from the Park and Recreation Department on the nature trails. Liaison Gallaway said DNR is upgrading the public accesses on West Shore Drive.

MAYOR'S REPORT - Mayor Anderson said he had received a complaint from a citizen in writing about what appeared to be a junk yard starting on Daggett Bay Road and asked Clerk Buchite to give the information to the Police Department.

Discussion ensued regarding the junk car sitting at the Fire Hall and Mayor Anderson said who ever it belongs to better have it out in one week or he will have the Police put a citation on it.

Mayor Anderson said he received information from Kris Hasskamp and the Minnesota Association of Small Cities regarding property taxes and they each said the opposite about the tax bill. Mayor Anderson said only 12.1 percent of every tax dollar stays here in Crosslake.

Mayor Anderson said he was going to respond to a letter to the Editor which has appeared in the Country Echo a few weeks back. Mayor Anderson said the accounting procedures that were mentioned will be worked out within the next 30 days with help from Councilmember Gallaway.

Mayor Anderson said he did not take it upon himself to terminate a Green Thumb employee, he had approval from three other councilmembers to do so. Mayor Anderson said he would not say anything more because of the Data Privacy Act. He said he did request two more Green Thumb employees for the city.

The next item according to Mayor Anderson was that the letter said none of the department went over budget last year and that was not true. The reason for the surplus funds was because of the change in the Telephone

Company's annual dividend of \$60,000.00, the receipt from the Yellowstone Park fire and additional interest received.

Councilmember Gallaway asked if the Mayor's polled decision on the Green Thumb employee should show in the minutes and it was the consensus of the other Councilmembers present that it need not show.

NEW BUSINESS - Nothing.

OLD BUSINESS - Councilmember Gallaway stated that she thinks her memo addressed to the Council has been taken out of text. She stated that she did not write the memo as a bad mark on any individual but merely so as to get the Council to write down some directives for accounting procedures to be used within each department when monies are received. Ms. Gallaway also stated that she did not feel the items brought up at the last meeting were adequately answered. Park Chairman Jernall said she had received the complaints, had investigated them and wrote a response to Liaison Arends that as far as she was concerned the complaints did not warrant any further investigation.

Mayor Anderson said the first complaint was for money which was supposedly put under the Park Director's door at the Community Center but the Park Director never saw it. Park Director Felber said it was her mistake that she did not bill the user for the money. Councilmember Gallaway said it bothers her to think that funds are missing.

Mayor Anderson stated the next item was for a craft sale in November and the money never came to City Hall. MOTION NO. 6R-21-89 WAS MADE BY COUNCILMEMBER ARENDS AND SECONDED BY COUNCILMEMBER MILLER TO LEAVE THE MONEY FROM THE CRAFT SHOW ON NOVEMBER 5, 1988 IN THE PARK COMMISSION ACCOUNT. MOTION PASSED WITH COUNCILMEMBERS ARENDS, GALLAWAY AND MILLER VOTING AYE.

The next item according to Mayor Anderson was the \$50.00 that a band payed to use the Center for a teen dance. Mayor Anderson said this money is for pop and cups because this is a community affair and there is no charge to use the building. Councilmember Gallaway said there should be an accounting of the money received and spent so there will be no problems ever. Councilmember Gallaway said there should be a procedure established for employees to follow for missing funds. She suggested the pop money should be handled like petty cash showing what comes in and what is paid out. MOTION NO. 6R-22-89 WAS MADE BY COUNCILMEMBER ARENDS AND SECONDED BY COUNCILMEMBER MILLER TO HAVE A SPECIAL \$50 PETTY CASH FUND, WHICH WILL COME FROM THE BAND, SET UP FOR DANCES AT THE COMMUNITY CENTER. MOTION PASSED WITH COUNCILMEMBERS ARENDS, GALLAWAY AND MILLER VOTING AYE.

Mayor Anderson said he has told every department how complaints are to be handled and that no complaints are to be taken unless they are in writing and signed.

PUBLIC FORUM - Mayor Anderson said that the Post Office purchase of the old City Hall property is progressing. The post office now wants the land all the way to CSAH # 6 so the surveyor has to re-do the survey

for the Post Office officials. The post office with also maintain the roadway now according to Mayor Anderson.

Mr. Wes Felber thanked the Council for the beautiful road they now have to the townhouses on Daggett Bay.

MOTION NO. 6R-23-89 WAS MADE BY COUNCILMEMBER MILLER AND SECONDED BY COUNCILMEMBER ARENDS TO ADJOURN THIS REGULAR COUNCIL SESSION AT 11:18 P.M. MOTION PASSED WITH COUNCILMEMBERS ARENDS, GALLAWAY AND MILLER VOTING AYE.

Recorded and transcribed by,



Arlene A. Buchite
City Clerk/Treasurer