

REGULAR COUNCIL MEETING
CITY OF CROSSLAKE
MONDAY, JULY 9, 2007
7:00 P.M. – CITY HALL

The Council for the City of Crosslake met in the Council Chambers of City Hall on Monday, July 9, 2007. The following Council Members were present: Mayor Jay Andolshek, Rusty Taubert, Irene Schultz and Dean Swanson. Absent was Steve Roe. 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, City Engineer Dave Reese, Lake Country Echo Reporter Betty Ryan, Brainerd Dispatch Reporter Renee Richardson, Northland Press Reporter Paul Boblett and Elissa Rogers of BLADC.

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 07R-01-07 WAS MADE BY DEAN SWANSON AND SECONDED BY IRENE SCHULTZ TO ACCEPT THE ADDITIONS TO THE AGENDA AS PRESENTED. MOTION CARRIED WITH ALL AYES.

B. CRITICAL ISSUES – None.

C. CONSENT CALENDAR – MOTION 07R-02-07 WAS MADE BY DEAN SWANSON AND SECONDED BY RUSTY TAUBERT TO APPROVE THE FOLLOWING ITEMS LISTED ON THE CONSENT CALENDAR: (1.) MINUTES OF REGULAR COUNCIL MEETING OF JUNE 11, 2007; (2.) MINUTES OF SPECIAL COUNCIL MEETING OF JUNE 22, 2007; (3.) CROSSLAKE COMMUNICATIONS BALANCE SHEET AND INCOME STATEMENT/DETAIL OF RESERVE BALANCES DATED MAY 31, 2007; (4.) CITY MONTH END REVENUE REPORT DATED MAY 31, 2007; (5.) CITY MONTH END EXPENDITURE REPORT DATED MAY 31, 2007; (6.) LAKES STATE BANK PLEDGE REPORT DATED JUNE 2007; (7.) NORTHERN NATIONAL BANK PLEDGE REPORT DATED JUNE 2007; (8.) LAKEWOOD BANK PLEDGE REPORT DATED JUNE 2007; AND (9.) FIRST FEDERAL SAVINGS BANK PLEDGE REPORT DATED JUNE 2007. MOTION CARRIED WITH ALL AYES.

D. PUBLIC FORUM – Assistant Fire Chief Jeff Cripps and Firefighter Chris Leonard appeared before the Council to announce the Fire Relief Association's fundraising plans. Jeff Cripps stated that the fundraiser for the Relief Association in the past has been a street dance, however this year the Relief Association is teaming up with the Chamber of Commerce to host a Car Show. Chris Leonard noted that it is the Fire Department's 40th Anniversary and the tradition of an August fundraiser will take place with a day full of activities for the whole family. Beginning at 9:00 A.M., the cars will arrive and the firemen will be serving coffee and donuts as well as brats and turkey legs at lunch. In the evening, a pig roast is planned. The Fire Department will

be sending letters to all individuals located within the service area announcing the date and time for this event.

E. MAYOR'S REPORT – None.

F. CITY ADMINISTRATOR REPORT –

1. City Bills for Approval – MOTION 07R-03-07 WAS MADE BY RUSTY TAUBERT AND SECONDED BY IRENE SCHULTZ TO APPROVE THE BILLS FOR PAYMENT FOR JULY AS SUBMITTED IN THE AMOUNTS OF \$425,534.47 AND \$6,320.90. MOTION CARRIED WITH ALL AYES.
2. Included in the packet for Council information was the Crosslake – Ideal Lions Contribution Report for 1/1/2007 – 6/30/2007.
3. A letter from Becker's Crosslake Floor Covering thanking the City for its business was included in the packet for Council information.
4. A letter dated July 2, 2007 from Lisa Paxton of the Brainerd Lakes Chamber regarding regional planning 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 sixth aerobic session of 2007. The session runs Monday, Tuesday and Thursdays for four weeks. AAA is sponsoring a senior driving class on Thursday, July 19th from 9:00 A.M. to 1:00 P.M. There will also be a class offered on Thursday, August 23rd from 1:00 P.M. to 5:00 P.M. These are four-hour refresher classes. The Community Center gym is reserved each weekday morning from 8:00 to 9:00 for walking.

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 will 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. The second forum will be held August 8th. The forum is titled, The Seven Revolutions in Today's World. This forum will be narrated by former Minnesota Congressman Rick Nolan. Mr. Nolan will offer his perspective on the seven 21st century global revolutions. Forums for the Chautauqua program run the second Wednesday of every month from 1:30 P.M. – 3:00 P.M. at the Crosslake Community Center. Admission is free.

The Community Center will play host to another new community club on July 12th. The newly formed genealogy club will host its first meeting at 1:00 P.M. at the Crosslake Community Center. All community members are welcome.

After two months of operation, the Library has sold 750 library cards, has cataloged 18,761 items, and has checked out a total of 3,403 items. The Library has ordered approximately 25 best seller books with money from an anonymous donation. With the grant from the Susan G. Komen Foundation, the Library ordered numerous books on breast cancer. The Writers Group was recently formed at the Library and The Senior Surf Class is a new program at the Library. The Library has about 40 trained volunteers, including a few middle school students. One of the most popular draws to the Library has been the computers. The Library has five stations and offers wireless Internet. Jon Henke thanked all of the volunteers, patrons, and donors who have made the statistics possible. Donations to the Crosslake Area Library from the community are always put to use for books, supplies, and programs. If anyone is interested in volunteering at the Library, contact Mary Hardwick at 692-4476 for information about training. Many volunteers are needed, especially in the summer months. Jon Henke thanked Kim Larson, Peggy Schmid, and Mary Hardwick for heading up the Operations Team of the Library and for doing an outstanding job. The weekly children's programs have also been a success. The first part of the program saw a registration of 105 children. The story hour has averaged 40 children per session. There are 64 children signed up for the Summer Reading Club. Special programming at the Reading Club will include a magician, juggler, naturalist, and a chance to explore African and Native American cultures. Jon Henke thanked Ginny Hersey for leading the children's programs. MOTION 07R-04-07 WAS MADE BY JAY ANDOLSHEK AND SECONDED BY IRENE SCHULTZ TO ACCEPT A DONATION IN THE AMOUNT OF \$1,900.00 FROM THE ANDERSON BROTHERS FAMILY FUND FOR THE CROSSLAKE AREA LIBRARY CHILDREN'S PROGRAM. The Library Operations Team, the Crosslake Park Department, and the Crosslake Park and Recreation/Library Commission recommended an addition to the Crosslake Area Library Policy Manual, stating that, "Because computer resources are limited, non essential use of computing facilities, such as game playing and interactive game playing is prohibited in the Library." MOTION 07R-05-07 WAS MADE BY IRENE SCHULTZ AND SECONDED BY RUSTY TAUBERT TO APPROVE THE RECOMMENDED ADDITION TO THE CROSSLAKE AREA LIBRARY POLICY MANUAL REGARDING COMPUTER GAME PLAYING AS PRESENTED. Jay Andolshek asked if people using their own laptops in the Library were also banned from playing games. Jon Henke replied that playing games on personal computers would not be prohibited and added that the concern with downloading games to the Library computers is that a virus could be downloaded and the cost to replace the donated computers would be high. MOTION CARRIED WITH ALL AYES.

The 26th Annual Crosslake Dam Run will be held on Saturday, August 4th, and the race coordinator is Mick Justin. The Crosslake Park Department will be offering tennis lessons starting on July 9th. Instructors for this year are Ben

Nyberg and Janice Dubois. 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 sessions for \$50.00. Private lessons are also available. MOTION 07R-06-07 WAS MADE BY IRENE SCHULTZ AND SECONDED BY RUSTY TAUBERT TO HIRE BEN NYBERG AND JANICE DUBOIS AS PART-TIME SEASONAL EMPLOYEES FOR THE SUMMER TENNIS PROGRAM WITH WAGES OF \$12.00 PER HOUR AND \$10.00 PER HOUR, RESPECTIVELY. MOTION CARRIED WITH ALL AYES. 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 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 be helpful to those new to Medicare as well as those who want to gain 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 and is being provided by Senior LinkAge Line and Minnesota Board on Aging. Seniors will learn to type in a web address, navigate from one webpage to the next, determine if a website is secure, conduct searches using common search engines, and access Internet sites that will assist in obtaining information. It is geared for seniors with little or no experience with computers. 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. Volunteers are needed for this program. The Crosslake Park and Recreation Department recommended term ending dates for the Park and Recreation/Library Commission as follows: Dennis Palm and Bob Mattson 1/31/2008, Earl Angell 1/31/2009, Fay Miller 6/30/2009, Alden Hardwick, Ronda Hopkins and Joseph Albrecht 6/30/2010. Tom Swenson suggested that the ending dates of the terms for Fay Miller, Alden Hardwick, Ronda Hopkins and Joseph Albrecht be consistent with all other City commissions and committees and end on January 31st of the given year. Jon Henke replied that with the seasonal population, June ending dates would work better for his commission. MOTION 07R-07-07 WAS MADE BY DEAN SWANSON AND SECONDED BY JAY ANDOLSHEK TO APPROVE THE TERM ENDING DATES WITH THE RECOMMENDED CHANGES AS FOLLOWS: DENNIS PALM AND BOB MATTSON 1/31/2008, EARL ANGELL AND FAY MILLER 1/31/2009, ALDEN HARDWICK, RONDA HOPKINS, AND JOSEPH ALBRECHT 1/31/2010. MOTION CARRIED WITH ALL AYES. The Crosslake Community Center will host its biggest event of the year starting August 9th. The Crosslake Art Show will be

displaying creations from local artists from August 9th through August 11th. The Art Show will run from 10:00 A.M. – 5:00 P.M. Life Line Screening is Americas leading provider of quality health screenings and they will be on site at the Crosslake Community Center on Wednesday, July 25th. Pre-registration is required and interested individuals should call 1-800-324-1851 for reservations.

- a.1. A staff report dated July 9, 2007 from Jon Henke regarding a donation of bookshelves was included in the additions to the packet for Council review. MOTION 07R-08-09 WAS MADE BY IRENE SCHULTZ AND SECONDED BY DEAN SWANSON TO OFFICIALLY ACCEPT THE DONATION OF LIBRARY BOOK SHELVES VALUED AT \$47,572.00 FROM KEN AND VIRGINIA MERRILL AND TO FORWARD A RECEIPT TO THE MERRILL'S FOR THE VALUE OF THE SHELVES. MOTION CARRIED WITH ALL AYES.
- b. Fund Raising Committee Meeting Minutes of June 18, 2007 were included in the packet for information.

2. PUBLIC SAFETY –

- a. Chief Hartman reported 215 calls in Crosslake in May.
- b. A total of 52 calls were reported in Mission Township in May.
- c. A memo dated 7/09/07 from Chief Hartman regarding a donation of ammunition was included in the packet for Council review. MOTION 07R-09-07 WAS MADE BY DEAN SWANSON AND SECONDED BY IRENE SCHULTZ TO ACCEPT THE DONATION OF RIFLE AND SHOTGUN AMMUNITION FROM JUDITH MATURI. MOTION CARRIED WITH ALL AYES.
- d. The Fire Department responded to 24 calls in Crosslake in June. Of those, 20 were medical calls and 4 were fire calls.

3. PUBLIC WORKS/CEMETERY/SEWER

- a. Public Works Commission Meeting Minutes of June 4, 2007 were included in the packet for Council information.
- b. Included in the packet for Council information was a letter dated June 29, 2007 from the MPCA regarding the renewal of the NPDES Permit, which is the State Permit the Wastewater Treatment Plant operates under.
- c.1. A memo dated July 9, 2007 from Tom Swenson regarding a letter dated July 6, 2007 from Midwest Properties of Crosslake, in regards to sewer connection charges, was included in the packet for Council review. Tom Swenson stated that Developer Chuck Lane was present to answer questions. Tom Swenson read the letter the City received via facsimile dated July 6, 2007 from Sarah Nieters of KC Companies expressing concerns over the estimated sewer access charge for the proposed assisted living facility and the level of TIF included in the financing package. Sarah Nieters stated in the letter that the SAC Fees of \$118,500 are excessive, compared to \$15,000, which they have paid on similar projects in other areas. Ms. Nieters added that the building will not have kitchens or bathtubs in any of the apartments and the sewer

needs are far less than other residential buildings. Ms. Nieters pointed out that the two new hotels in town paid SAC Fees of \$82,500 and \$60,500 and they have more units than the assisted living facility. KC Companies proposed a SAC Fee between \$15,000 and what the City needs to meet its demands. Anything over \$1,500 per unit would require additional financing from the City or will make this project unfeasible. The letter also stated that KC Companies wishes to increase the amount of Tax Increment Financing from the City. To offset the additional costs of providing adequate water and land costs, KC Companies would like the City to contribute, by means of TIF, an amount of approximately \$165,000 to defray some of the unusual costs. Sarah Nieters concluded her letter by stating the proposed facility cannot handle a large amount of debt service and needs assistance from the City of Crosslake to become a reality.

Tom Swenson read his memo to the Council. At a May 14, 2007 Council Meeting, Chuck Lane had stated that, "The project will be a \$3 million dollar undertaking with full kitchens in each unit, a living room and one or two bedrooms. There will be eight studio apartments." The sewer connection therefore is \$118,500. The proposed plans show 28 units plus the common areas. (28 units x \$4,000 per unit = \$112,000 plus a \$6,500 connection charge for the common area.) Regarding the hotel connection fees, the Sewer Ordinance defines hotel/motel charges as; 4 units, or fraction thereof, equal one connection charge. Both hotels were connected in 2005 while the Commercial Connection Charge was \$5,500. That charge increased to \$6,500 on January 1, 2006. The letter from Midwest Properties of Crosslake states there will not be any kitchens in the units, however, Chuck Lane's statements on May 14th says each unit will have a kitchen. If there are not kitchens in the apartments, the Council could view them similar to the hotel/motel definition and the connection charge would then be \$52,000. (28 units divided by 4 equals 7 plus 1 additional charge for the common area, i.e. 8 units x \$6,500 = \$52,000.) Mr. Lane needs to state whether or not the apartments will contain kitchens in order to determine whether the sewer connection charge is \$118,500 or \$52,000. One option the Council could consider to assist Midwest Properties would be to allow a 10-year semi-annual payment plan at 5% interest, similar to the payment plan offered when the wastewater system first came on line. Also included with the memo was an email dated July 9, 2007 and a memo dated June 20, 2007 to the Planning and Zoning Commission from the City Engineer which discusses the two 4-inch sanitary sewer services currently stubbed into the property and their potential for clogging. The developer has the option of utilizing the two 4-inch services provided or assume the cost of installing a single 6-inch service. Tom Swenson noted that the property was recently rezoned commercial from residential. Ted Strand commented that the Sewer Ordinance of Crosslake is similar to other cities he has worked in.

Chuck Lane addressed the Council and stated that he did not review the letter from Sarah Nieters before it was sent because he was out of town. Mr. Lane apologized for the directness of the letter and stated that they were not implying that Crosslake should do what Aitkin did. Mr. Lane paid approximately \$15,000 for SAC Fees in Aitkin and other communities, so that is what he budgeted for Crosslake. He was very surprised to find out the cost was \$118,500. Mr. Lane asked the Council to consider working with him on the fee structure and explained that the bathrooms are not defined as full baths because there are no tubs in them, only showers. Mr. Lane would be willing to remove the ovens from the kitchens in order to make them kitchenettes, if the Council desired. Mr. Lane emphasized that these units are not used like apartments because 3 meals per day are included in the rent. All of these meals are cooked in a commercial kitchen, which is regulated by the State and would have a Boarding and Lodging License. The assisted living facility cannot be compared to an independent living facility. Irene Schultz asked if the kitchens would have stoves and refrigerators. Chuck Lane explained that the proposed kitchens in the 20 apartments would have cabinets, small sinks, stove and a small refrigerator, but the 8 studios would have no kitchen or sink. Tom Swenson stated that part of the problem is defining the units and that the studios could fall under the hotel/motel category. Mr. Lane asked the Council not to consider the assisted living units as apartments. Irene Schultz asked how big the stoves were. Mr. Lane replied that the stoves are smaller than standard sized stove, but may have 4 burners. Tom Swenson stated that when the Sewer Ordinance was implemented, seasonal residents complained that they should not get billed every month because they were not year-round residents. Chuck Lane replied that he is creating jobs and homes and that the sewage usage will not be as high as a private home. Dean Swanson stated that the Council should figure out how to interpret the Ordinance for this situation. Rusty Taubert asked who was involved in creating the Ordinance. Dean Swanson replied that the Sewer Committee created the Ordinance and the Council adopted it. The Sewer Committee struggled with much of the language, but never considered language for an assisted living facility because there was no interest for one at the time. Dave Reese suggested that the City could research other assisted living facilities in the area but review the Metropolitan Waste Control Commission's rules on how to determine fees based on number of units, water usage and strength of wastewater. Dean Swanson replied that it would be a good idea to do further review on assisted living facilities in other areas. Rusty Taubert commented that the Council should be able to make something work for this development. Dean Swanson added that the Council wants to work with the developer, while protecting the City. He noted that many people want this facility in the community. Tom asked if WSN could do the research and bring it back to the Council for the August meeting. City Engineer Dave Reese stated that this research could be done and brought back to the Council in August. MOTION 07R-10-07 WAS MADE BY RUSTY TAUBERT AND SECONDED BY DEAN SWANSON TO DIRECT WSN TO RESEARCH OTHER ASSISTED LIVING

FACILITY WATER AND SEWAGE USAGE AND COSTS, DIRECT THE PUBLIC WORKS COMMISSION TO REVIEW THE RESEARCH AND TO MAKE A RECOMMENDATION TO THE COUNCIL AT THE REGULAR MEETING IN AUGUST. MOTION CARRIED WITH ALL AYES. Irene Schultz asked if there were any other details that WSN would need before they begin their research. Chuck Lane replied that there is no additional information that should be needed by WSN but was glad that the City is looking into the differences between an assisted living facility and an apartment complex.

Tom Swenson stated that there were two documents submitted to the City and questioned why one document was asking for \$300,000 in TIF and the other was asking for \$449,000 in TIF. Chuck Lane explained that his company had asked for \$300,000 in TIF and is now asking for an additional \$165,000 for a total of \$465,000. Elissa Rogers of BLADC addressed the Council and stated that the available amount of TIF will depend on the "But-For" results and the future market valuation to be determined by the County Assessor. Ehlers will have the estimated amount before the August public hearing. Tom Swenson suggested the Council approve the concept but not an actual dollar amount. Jay Andolshek asked if the land purchase qualifies for TIF. Chuck Lane replied that the land, as well as the costs for fire suppression and sewer, qualify for TIF. Mr. Lane asked the Council to make a motion supporting the concept of TIF with an amount not to exceed \$465,000. Dean Swanson stated that he is not comfortable setting an amount until the final numbers come in from Ehlers. Tom Swenson was concerned that such a motion will allow the public to assume that the Council already took a position on approving the TIF before the public hearing was held. The Council decided to take no action on the request until the final numbers come from Ehlers. Tom Swenson asked Chuck Lane to communicate to his engineer the existing two 4-inch stubs for the sewer connection or the need to install one 6-inch stub at the developer's cost.

- d. A letter dated July 5, 2007 from WSN regarding Pay Request No. 2 for the USACE campground connection was included in the packet for Council review. Dave Reese stated that the request has been reviewed, certified and is recommended for payment as required by the contract documents. MOTION 07R-11-07 WAS MADE BY JAY ANDOLSHEK AND SECONDED BY RUSTY TAUBERT TO APPROVE PAY REQUEST NO. 2 TO KRAEMER TRUCKING & EXCAVATING IN THE AMOUNT OF \$69,087.53 FOR THE USACE CAMPGROUND CONNECTION PROJECT. Dean Swanson asked if the project was now complete. Dave Reese replied that the main construction on the project is almost complete and they still need to compile a punch list. MOTION CARRIED WITH ALL AYES.
- e. The June 2007 Wastewater Treatment Discharge Monitoring Report was included in the additions to the agenda for Council information. Ted Strand reported that a record high flow was reached over the Fourth of July with 92,000 gallons.

- f. A letter was dated July 6, 2007 from WSN regarding an engineering proposal for a roadway/trail transportation plan was included in the additions to the agenda for Council review. This planning study has been a goal of past Comprehensive Planning efforts, and is intended to be used to develop and guide safe and efficient transportation in the Crosslake area. The proposed scope of services include: 1.) WSN will begin by gathering and reviewing current documented data that is available. This will include the City's Comprehensive Plan, available roadway traffic counts, current parcel mapping that has been maintained by the City, road maps, trail maps, and zoning/land use maps. 2.) Additional information will be collected from meetings and/or correspondence with stakeholders such as Crow Wing County, City Staff, various Commissions/Boards, DNR, large tract land owners, trail groups, and various associations. 3.) System gaps and desired destination routes will be identified after the initial information gathering and preliminary discussions. 4.) Alternatives will be evaluated to provide continuity of major transportation routes and to plan for improved circulation. 5.) A draft master plan showing the proposed routes will be prepared and discussed with the City's Commissions and City Council prior to obtaining further public comment. 6.) Implementation will be reviewed, and is conceived as establishing the priority projects on a 5-year basis. This short-term to long-term planning could vary depending on the urgency of completing all of the recommended alternatives, publicly initiated projects versus private, annual budgeting, and establishment of right of way acquisitions, agreements, policies, and ordinances. Implementation costs for each phase will be estimated, but will be very preliminary at this conceptual stage. The estimated fee for these services is \$20,000.00. The completion of the study is suggested to take place in two phases. The initial phase would begin during the summer of 2007. Dave Reese stated that the City should hold an informal open house to identify issues with the general public, private landowners, and other interested persons. Mr. Reese suggested that the informal open house discussion take place prior to Labor Day 2007 in order to gain the input of seasonal residents. The second phase would take place over the winter of 2008. This would provide an overall Master Plan in addition to an updated road map. Dean Swanson asked where the \$20,000.00 would come from. Tom Swenson replied that the money would come from next year's budget. MOTION 07R-12-07 WAS MADE BY DEAN SWANSON AND SECONDED BY RUSTY TAUBERT TO APPROVE THE ENGINEERING PROPOSAL FROM WSN FOR A ROADWAY/TRAIL TRANSPORTATION PLAN AT A COST NOT TO EXCEED \$20,000.00. MOTION CARRIED WITH ALL AYES.

4. CROSSLAKE COMMUNICATIONS –

- a. The Highlights Report for June was included for Council information. Paul Hoge reported that there are now over 100 customers hooked up to fiber in the second phase. The Advisory Board recommended to the City Council approval of the ABC Drive upgrade to fiber. The residents on ABC Drive have had poor reception with their cable and Paul Hoge stated it did not make

sense to repair the copper when fiber will be installed eventually. Paul Hoge reported that \$120,000 is budgeted for 2007 for work to be done by Norcon. So far in 2007 only \$30,000 has been spent. The amount proposed by Norcon for the ABC Drive project is \$15,727. It was noted that \$28,000 of the project cost can be done by Crosslake Communications during regular workdays. There are additional expenses of \$4,800 that can be done by either Crosslake Communications or Norcon, which will keep the Norcon expenses under budget. The total amount for supplies including fiber, ONT's, conduit, peds, splice cases and cabinets is \$36,829, of which Crosslake Communications already has \$24,000 of supplies in inventory. The cost of the cabinet is \$10,000. The total cost for the project is estimated at \$123,311. Crosslake Communications can construct 1/3 of the project and already owns 1/3 of the supplies, so Norcon's expenses would be between \$20,000-\$30,000. Mr. Hoge reported that there is no plan to borrow any money to complete the project. MOTION 07R-13-07 WAS MADE BY DEAN SWANSON AND SECONDED BY RUSTY TAUBERT TO APPROVE THE UPGRADE TO FIBER ON ABC DRIVE AT A TOTAL PROJECT COST OF \$123,311. MOTION CARRIED WITH ALL AYES. Crosslake Communications is trying to resolve reception problems with Channels 4 and 5. The problem with Channel 4 should now be resolved since they took it off digital programming. Channel 5 is a continuing problem with a transformer line on the Breezy Point tower. Staff at Crosslake Communications has been in contact with Charter Communications to get a feed line through fiber from them. The new Weather Central has been added to Channel 12. Crosslake Communications has filed for a set top box with the FCC since they will not receive the new boxes prior to the July 1st deadline. Plans are underway for the Annual Customer Appreciation Day, which will be held on Wednesday, August 15th from 3:00 P.M. to 6:00 P.M.

- b. Crosslake Communication's Bills for Approval – MOTION 07R-14-07 WAS MADE BY JAY ANDOLSHEK AND SECONDED BY IRENE SCHULTZ TO APPROVE THE MAY 2007 BILLS FOR PAYMENT AS SUBMITTED IN THE AMOUNT OF \$402,209.59. MOTION CARRIED WITH ALL AYES.
 - c. Crosslake Communications Regular Meeting Minutes of June 26, 2007 were included for Council information.
 - d. The Customer Count Report was included in the packet for information only. Paul Hoge noted that there are 810 High Speed Internet users. The cable count is the highest it has ever been.
5. RECYCLING – The Recycling Report for June 2007 was included in the additions to the agenda 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 April 27, 2007 were included in the packet for Council information.
- b. The Building Permit Summary for June 2007 was included in the packet for Council information. Ken Anderson noted that 7 permits were issued for new homes, with a total of 77 permits for the month. Year to date valuations are \$7,467,015 compared to \$5,285,510 in 2006.
- c. A staff report dated July 5, 2007 from Ken Anderson reviewed the Abra True Value appeal of the Planning and Zoning Commission's denial of Appeal 2007-002 to remove an internally lit freestanding sign. The Community Development Director, acting in the capacity of Zoning Administrator, directed that the property owners of Abra True Value/Landscaping remove their nonconforming freestanding sign. The subject sign is the freestanding sign fronting on County Road 3 that advertises the Abra True Value business. The freestanding sign is nonconforming for three reasons: 1.) The sign is internally illuminated. 2.) The sign was installed without first obtaining approval of a zoning permit. 3.) The sign is the second freestanding sign on the premises of the business. The Planning and Zoning Commission, serving as the Board of Adjustments and Appeals, upheld the Zoning Administrator's decision after considering Appeal 2007-002 on May 23, 2007. A letter dated June 13, 2007 was included in the packet indicating Abra True Value's intent to appeal the Commission's denial of their Appeal 2007-002 application. The owners of Abra True Value asked that the City Council not hear their appeal until September because they are busy now with their landscaping business. For enforcement of a sign ordinance violation, there is no language in the ordinance requiring a public hearing for an appeal. MOTION 07R-15-07 WAS MADE BY JAY ANDOLSHEK AND SECONDED BY DEAN SWANSON TO CONSIDER APPEAL 2007-002 FOR ABRA TRUE VALUE FOR THE DENIAL OF A FREESTANDING SIGN AT THE REGULAR CITY COUNCIL MEETING OF AUGUST 13, 2007. MOTION CARRIED WITH ALL AYES.
- d. A staff report dated July 5, 2007 from Ken Anderson regarding a proposed Ordinance Amendment relating to the required 10-foot easement for drainage, utilities, and public use trail easements for new subdivision applications. The proposed amendment would require for all new plats and metes and bounds subdivisions that a 10-foot drainage, utility, and public use trail easement will be conveyed to the City in an easement deed prepared by the City Attorney. The easement would allow the City to use the property for the specified uses only. An example of where such easements would have been helpful was the recent bituminous trail system improvements constructed on Daggett Pine Road and West Shore Drive. In December 2005, the Public Works Commission recommended establishing these easements for future subdivisions, however, they were never incorporated in ordinance form. The Planning and Zoning Commission approved a motion with a 3 to 2 vote to deny approval of the proposed ordinance amendment. Dean Swanson stated

that the Council just authorized a Roadway/Trail Transportation Plan and that a decision on this amendment would be premature until that Plan is finished. MOTION 07R-16-07 WAS MADE BY DEAN SWANSON AND SECONDED BY RUSTY TAUBERT TO TABLE THE PROPOSED ORDINANCE AMENDMENT RELATING TO A REQUIRED 10-FOOT EASEMENT FOR DRAINAGE, UTILITIES, AND PUBLIC USE TRAIL EASEMENTS FOR NEW SUBDIVISION APPLICATIONS UNTIL THE ROADWAY/TRAIL TRANSPORTATION PLAN IS COMPLETED. MOTION CARRIED WITH ALL AYES.

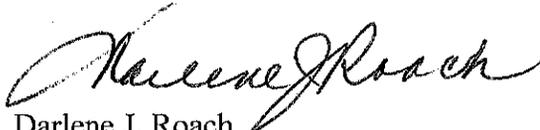
H. OLD BUSINESS – None.

I. NEW BUSINESS – None

J. PUBLIC FORUM – None.

K. ADJOURN – MOTION 07R-17-07 WAS MADE BY DEAN SWANSON AND SECONDED BY IRENE SCHULTZ TO ADJOURN THIS REGULAR MEETING AT 8:50 P.M. MOTION CARRIED WITH ALL AYES.

Respectfully submitted by,



Darlene J. Roach
Clerk/Treasurer

Deputy Clerk/ Minutes/7-9-07

BILLS FOR APPROVAL
9-Jul-07

VENDORS	DEPT		AMOUNT
Ace Hardware, pipe, couple, bushing, cap, air filter	Sewer		40.31
Ace Hardware, push mower	PW		234.17
Ace Hardware, float, globe	Gov't		27.98
Advantage Track and Tennis, basketball court resurfacing	P&R		2,500.00
Ameripride, mats	PW		113.87
AW Research, water test	Sewer		118.80
AW Research, water test	Sewer		118.80
Baxter Area Baseball Assn, babe ruth league fees	P&R		142.00
BLADC, 2007 contract for services	Gov't		1,017.50
BLADC, 2007 contract for services	EDA		1,017.50
Bob Hartman, reimburse mileage	Police		20.37
Bob Hartman, reimburse for uniform	Police		63.98
Bond Trust Services, 2004a g.o. bond	Gov't		15,245.00
Career Clothes, uniform	Police		54.10
Cascade Computers, restore backup image	Police		25.00
Chemsearch, weedacide, optikill	PW		535.17
Chief Supply, battery	Police		41.99
City of Crosslake, sewer utilities	PW/Gov't	pd 7-2	60.00
Council #65, union dues	ALL		286.00
Crosslake Communications, phone, fax, dsl, cable	ALL		1,625.24
Crosslake Construction Demolition Debris, removal of siding	Gov't		9.59
Crosslake Portable Welding, cutting blade, work rack	PW		136.00
Dacotah Paper, can liners	P&R		41.13
Dean Swanson, reimburse travel expenses	Council		330.48
Deferred Comp	ALL		226.92
Delta Dental, dental insurance	ALL		1,213.50
Diamond Industrial Cleaning Equipment, hose, plug	PW		161.26
Echo Publishing, subscription	Gov't	pd 6-26	29.00
Echo Publishing, public hearing notice of 7-9	P&Z		36.00
Fastenal, nails	PW		19.00
First Nat'l Bank of Deerwood, sewer project bond	Gov't		13,780.00
Fortis, disability	ALL		314.72
Greg Larson Sports, spray paint	P&R		60.10
Hawkins, aqua hawk, ferric chloride	Sewer		841.94
Holiday, fuel	Fire		122.39
Honey Wagon, empty holding tank at corps	Sewer		115.00
Houston Ford, steering, axle, brakes	Police		1,212.39
Jay Andolshek, reimburse travel expense	Council		5.00
Jennifer Bodle, refund for childs reading program	Library		5.00
Jim Ritter, reimburse mileage	PW		110.58
Lane Braaten, reimburse travel expenses	P&Z		325.47
Lane Braaten, reimburse travel expenses	P&Z		151.14
Larson Allen, final billing for financial statements	Gov't		2,498.52
Linescape, road and parking lot striping	ALL		9,346.46
Marco, printer/copier	P&R/Library		7,286.73

ADDITIONAL BILLS FOR APPROVAL
9-Jul-07

VENDOR	DEPT	AMOUNT
Ace Hardware, hardware	Fire	2.97
Bob Hartman, reimburse for ammunition	Police	60.71
Bradley Enterprises, rodent removal	P&R	205.00
Crosslake Rolloff, recycling	Gov't	2,450.00
Culligan, water and cooler rental	PW/Gov't	118.37
Law Enforcement Targets, targets	Police	64.01
Mastercard, Oriental Trading, childrens program	Library	86.30
Mastercard, Scenic Signs, posts	P&R	351.58
Mastercard, Target, file cabinet	Library	42.79
Menards, book return supplies	Library	75.35
Neo post, postage meter rental	P&Z/Admin	216.62
Office Max, receipts, paper, binders	Library	198.20
Sandelin Law Office, legal fees	ALL	1,969.98
Star Tribune, subscription	Library	22.75
USA Bluebook, duplex controller	Sewer	297.87
Viking Industrial North, safety t-shirts	PW	90.51
Virginia Hersey, summer reading program supplies	Library	67.89
TOTAL		6,320.90

Crosslake Telephone Company

Check Register-General Account and Investment Account

From May 1, 2007 through May 31, 2007

G.4.6.

Check #	Vendor ID / Name	Date	Description	Amount
000669	INTERNAL REVENUE SERVICE	05/04/07	FED, FICA, MEDICARE	6,161.62
000670	PERA	05/04/07	PERA EE & ER	3,169.16
000671	MINNESOTA DEPT OF REVENUE	05/04/07	MN INCOME TAX WITHHELD	1,039.59
000672	GREAT WEST LIFE & ANNUITY INSU	05/04/07	DEFERRED COMP	1,887.92
000673	INTERNAL REVENUE SERVICE	05/08/07	MAY EXCISE TAX	2,034.02
000674	MINNESOTA DEPT OF REVENUE	05/08/07	MAY SALES & USE TAX	10,985.00
000675	CITY OF CROSSLAKE (SEWER)	05/10/07	APRIL SEWER	30.00
000676	INTERNAL REVENUE SERVICE	05/18/07	FED, FICA, MEDICARE	6,947.62
000677	PERA	05/18/07	PERA EE & ER	3,278.90
000678	MINNESOTA DEPT OF REVENUE	05/18/07	MN INCOME TAX WITHHELD	1,194.47
000679	GREAT WEST LIFE & ANNUITY INSU	05/18/07	DEFERRED COMP	1,887.92
000684	CROW WING POWER	05/26/07	ELECTRIC SERVICE	3,752.07
021359	MN CHILD SUPPORT PAYMENT CTR	05/04/07	CHILD SUPPORT WITHHELD	318.86
021360	REED'S MARKET	05/08/07	BREAKFAST-BUSINESS SEMINAR	12.23
021361	UNICEL	05/08/07	RECIP COMP 2/16-3/15	182.55
021362	CULLIGAN OF BRAINERD	05/08/07	MAY/JUNE SERVICE	144.00
021363	LOCATORS & SUPPLIES	05/08/07	GLOVES, PLIERS	876.09
021364	ONVOY, INC.	05/08/07	BANDWIDTH, SS7. OPR SERV, 6264, 0264	5,077.83
021365	OLSEN THIELEN CO LTD	05/08/07	JAN-FEB MART/MIC ACTIVITY, COUNCIL PRES, 499A, /	7,184.69
021366	POWER & TELEPHONE SUPPLY	05/08/07	SC/APC BULKHEAD, FIBER JUMPERS, DUST CAPS	1,046.55
021367	UNITED PARCEL SERVICE	05/08/07	WKLY SERV CHARGE & MISC SHIPPG	226.63
021368	CROSSLAKE COMMUNICATIONS	05/08/07	PHONE SERVICE & COMMUNITY CTR W/ VOICE MAIL	843.59
021369	CITY OF CROSSLAKE	05/08/07	SUBSCRIBER FEE BILLING, WORK COMP POLICY	30,418.00
021370	QWEST COMMUNICATIONS	05/08/07	3/2 PARS MN-CSLK-1	94.51
021371	INTER-COMMERCIAL BUSINESS SYST	05/08/07	REPAIR ADSL 6X6 CARD	594.88
021372	CITI LITES INC	05/08/07	LOCATES	1,124.85
021373	THE OFFICE SHOP	05/08/07	INK CARTRIDGES, CHAIR MAT, EXPANDING FOLDERS	263.60
021374	XCEL ENERGY	05/08/07	APRIL NATURAL GAS	302.50
021375	AMERIPRIDE LINEN & APPAREL	05/08/07	RUG & TOWEL SERVICE	76.65
021376	BADGER COMMUNICATIONS CORP	05/08/07	CORDLESS HEADSETS-LAKES BK	175.25
021377	MINNESOTA 9-1-1 PROGRAM	05/08/07	911, TAP & TACIP	1,781.78
021378	MN NCPERS LIFE INSURANCE	05/08/07	APRIL LIFE PREMIUM #4072407	64.00
021379	WHITEFISH AUTOMOTIVE	05/08/07	OIL CHANGE - FRITZ'S TRUCK	32.55
021380	NATIONAL CABLE TELEVISION COOP	05/08/07	FILTERS, MODULATOR, BASE BNP & 6PORT ASI MOD	37,537.84
021381	CENTRAL TRANSPORT GROUP LLC	05/08/07	4 EA DS-1S, 1 T3	4,088.00
021382	NEUSTAR INC.	05/08/07	SOW & LNP CHARGES	42.77
021383	PAUL BUNYAN SCENIC BYWAY ASSOC	05/08/07	PLEDGE 3 OF 5	200.00
021384	MERRILL LYNCH	05/08/07	TO FUND DEBT SERVICE & STORAGE BLG RESERVES	37,452.00
021385	ASSURANT EMPLOYEE BENEFITS	05/08/07	MAY LONG TERM DISABILITY	232.70
021386	FISHER SIGNS	05/08/07	LOGO FOR LARRY'S TRUCK	75.00
021387	PINNACLE PUBLISHING, LLC	05/08/07	TELEPHONE DIRECTORY - 9	2,162.89
021388	AMERICAN TELEVISION & COMM.	05/08/07	AFFILIATE PAYMENT	1,000.00
021389	FOX SPORTS NET NORTH	05/08/07	AFFILIATE PAYMENT	6,213.30
021390	UNICEL	05/08/07	PAGER	6.39
021391	D F COUNTRYMAN CO INC	05/08/07	ATTENUATORS	56.00
021392	MTV NETWORKS	05/08/07	AFFILIATE PAYMENT	5,255.04
021393	TV GUIDE NETWORKS INC	05/08/07	AFFILIATE PAYMENT	633.55
021394	DEPARTMENT OF LABOR & INDUSTRY	05/08/07	TECHNOL CONTRACTOR LIC FEE	125.00
021395	MIKE'S ELECTRIC	05/08/07	ELEC FOR NEW DIGITAL EQUIP	286.25
021396	PROSTAFF	05/08/07	CUST SERV & ACCTNG TEMP HELP	712.80
021397	MTA	05/08/07	MTA VIDEO SYMPOSIUM	49.00
021398	VANTAGE POINT	05/08/07	1/3 CALEA NETWORK ASSESSMNT	4,505.80
021399	7SIGMA SYSTEMS, INC	05/08/07	APRIL CONSULTING, MLS SOFTWARE UPGRADES	4,275.00
021400	THELEN HEATING & ROOFING, INC.	05/08/07	HVAC MAINTENANCE	275.00
021401	ENVENTIS TELECOM	05/08/07	SECONDARY DC POWER SPLY-CALEA EQUIP	660.00
021402	CYNTHIA PERKINS	05/08/07	CAFE PLAN REIMBURSEMENT	34.44
021403	CANNON FINANCIAL SERVICES, INC	05/08/07	PMT 32 OF 36 COPIER LEASE	424.94
021404	ZONE TELECOM, INC.	05/08/07	APRIL ACTIVITY	6,084.73
021405	CROSSLAKE ACE	05/08/07	D-CON, SHOVELS, HAMMER, BATTERIES, EXT CORD	208.28
021406	NATIONAL CABLE TEL COOP, INC	05/08/07	AFFILIATE PAYMENT	16,225.23
021407	SPRINT	05/08/07	CELL PHONES	212.96
021408	NATHANIEL J. PLANTE	05/08/07	CAFE PLAN REIMB-BAL 246.67	153.33
021409	APA CABLES & NETWORKS, INC.	05/08/07	FIBER PATCH CORDS	323.31
021410	ABRA TRUE VALUE	05/08/07	SCREWDRIVER, OWL FOR TOWER, MISC. HARDWARE	47.79
021411	CBT, INC.	05/08/07	CABS MAILING	21.92

021412	PAUL HOGE	05/08/07	PARKING-MTA SMALL CO MEETING	8.00
021413	CHEMSEARCH	05/08/07	WASP & HORNET SPRAY	176.34
021414	WASTE PARTNERS, INC.	05/08/07	APRIL TRASH REMOVAL	99.08
021416	QUALITY BODY & COLLISION	05/08/07	REPAIR LARRY'S TRUCK	2,005.39
021417	CROW WING COUNTY HIGHWAY DEPT.	05/08/07	MARCH UNLEADED & DIESEL FUEL	642.38
021418	CEDAR CHEST	05/08/07	PERM DISCONNECT	183.01
021419	KENNETH W. BRIMMER	05/08/07	PERM DISCONNECT	64.85
021420	TODD KRALL	05/08/07	PERM DISCONNECT	28.23
021421	ROBERT S RAUGLAND	05/08/07	PERM DISCONNECT	7.80
021422	MARK A HAUKLAND	05/08/07	PERM DISCONNECT	37.02
021423	GRACE DAMMANN	05/08/07	PERM DISCONNECT	18.04
021424	NORTH CENTRAL MEDICAL SUPPLY	05/08/07	PERM DISCONNECT	217.78
021425	SHANNON OLSON	05/08/07	PERM DISCONNECT	50.00
021426	EDWARD MAHN	05/08/07	PERM DISCONNECT	27.05
021427	MICHAEL & FLORENTINA BROWN	05/08/07	PERM DISCONNECT	46.25
021428	MICHAEL HARTUNG	05/08/07	PERM DISCONNECT	38.82
021429	PATRICK ENGELS	05/08/07	PERM DISCONNECT	30.73
021430	DON ERICKSON	05/08/07	PERM DISCONNECT	15.03
021431	MARY REINDL	05/08/07	PERM DISCONNECT	34.94
021432	DWAYNE FRANKLIN	05/08/07	PERM DISCONNECT	38.82
021433	TERRY & KRISTINE HAVIR	05/08/07	PERM DISCONNECT	41.32
021434	WILLIAM GORDON	05/08/07	WEATHER CENTRAL MAST	58.84
021435	MTA	05/08/07	2ND QTR 2007 SAFETY PROGRAM	1,365.00
021436	IMAGING PATH	05/08/07	APR MAINTENANCE/COPIES	145.70
021438	DISCOVERY DOMESTIC NETWORKS	05/08/07	AFFILIATE PAYMENT	189.95
021439	IBEW LOCAL UNION 949	05/18/07	UNION DUES WITHHELD	375.14
021440	MN CHILD SUPPORT PAYMENT CTR	05/18/07	CHILD SUPPORT WITHHELD	318.86
021442	LARRY EVENSON	05/30/07	CAFE PLAN REIMB - BAL 1946.91	609.35
021443	GOPHER STATE ONE CALL	05/30/07	LOCATES	149.35
021444	LOCATORS & SUPPLIES	05/30/07	EXIT SIGNS	116.02
021445	POWER & TELEPHONE SUPPLY	05/30/07	12PR TERMIALN BLOCKS	309.13
021446	DEBORAH FLOERCHINGER	05/30/07	MILEAGE-MISC EXP REIMBURSEMENT	124.27
021447	CITY OF CROSSLAKE	05/30/07	LMC OPEN MTG LAW COVERAGE	105.00
021448	QWEST COMMUNICATIONS	05/30/07	5/1 PARS MNCSLK-20	287.03
021449	INTER-COMMERCIAL BUSINESS SYST	05/30/07	REPAIR ADSL 6X6 CARDS	1,180.38
021450	CITI LITES INC	05/30/07	LOCATES	3,250.22
021451	THE OFFICE SHOP	05/30/07	COPY PAPER	202.89
021452	XCEL ENERGY	05/30/07	MAY NATURAL GAS	80.97
021453	DELTA DENTAL PLAN OF MINNESOTA	05/30/07	JUNE DENTAL PREMIUM	1,030.50
021454	SOLIX	05/30/07	B&C STATEMENT	412.60
021455	MEDICA	05/30/07	JUNE HEALTH PREMIUM	14,874.96
021456	AMERIPRIDE LINEN & APPAREL	05/30/07	RUG & TOWEL SERVICE	76.65
021457	WILLIAM GORDON	05/30/07	CAFE PLAN REIMB - BAL 18.81	88.00
021458	MN NCPERS LIFE INSURANCE	05/30/07	MAY LIFE PREMIUM #4072407	64.00
021459	ELECTRIC SCIENTIFIC CO INC	05/30/07	REPLACE DETECTOR HEAD	2,003.03
021460	BRAINERD LAKES AREA CHAMBER	05/30/07	SPRING AUCTION	125.00
021461	CDW DIRECT, LLC	05/30/07	INK FOR DEBBY'S PRINTER	394.23
021462	NENA	05/30/07	CO IDENTIFIER RENEWAL	175.00
021463	MERRILL LYNCH	05/30/07	APRIL VISA ACTIVITY	1,327.35
021464	ASSURANT EMPLOYEE BENEFITS	05/30/07	JUNE LONG TERM DISABILITY	232.70
021465	MINNESOTA LIFE INSURANCE CO	05/30/07	JUNE LIFE PREMIUM	177.40
021466	KRAUSE LOCK & KEY	05/30/07	ADJUST DOOR STRIKE	80.00
021467	NORCON BORING INC	05/30/07	CONTRACT PLOWS	6,133.34
021468	UNIVERSAL SERVICE ADMIN CO.	05/30/07	MAY FUSC CHARGES	2,012.45
021469	LIFETIME	05/30/07	AFFILIATE PAYMENT	820.26
021470	PLAYBOY ENTERTAINMENT GROUP	05/30/07	AFFILIATE PAYMENT	5.18
021471	PROSTAFF	05/30/07	CUST SERV & ACCTNG TEMP HELP	2,138.40
021472	TRACS CLEANING SERVICE	05/30/07	HEADEND FLOORS WASHED & WAXED	457.95
021473	VANTAGE POINT	05/30/07	2006 OSP REVIEW EST #7, 1/3 CALEA FEE	1,189.19
021474	D&H DISTRIBUTING CO.	05/30/07	CARDBUS ADAPT FOR RESALE, MODEMS & ROUTER	6,155.74
021475	IMAGING PATH	05/30/07	MAY MAINTENANCE/COPIES	216.45
021476	SPRINT	05/30/07	CELL PHONES	213.03
021477	EQUUS COMPUTER SYSTEMS, INC	05/30/07	PC FOR RESALE	2,050.66
021478	GENSOFT SYSTEMS, INC	05/30/07	MAY BILLING	6,673.21
021479	CBT, INC.	05/30/07	5/1 CABS MAILING	23.52
021480	PAUL HOGE	05/30/07	TRAVEL EXP-WASH D.C. TRIP	68.66
021481	ARVIG COMMUNICATION SYSTEMS	05/30/07	ANSWERING SERVICE	92.12
021482	MARSDEN BLDG MAINTENANCE LLC	05/30/07	MAY CLEANING	733.79
021483	WEATHER CENTRAL	05/30/07	WEATHER CENTRAL EQUIP	6,767.66
021484	PETTY CASH	05/30/07	POSTAGE DUE	220.19
			TOTAL FOR GENERAL ACCOUNT	292,503.34

INVESTMENT ACCOUNT

000322	NORTHLAND TRUST SERVICES, INC.	05/08/07	INTEREST DUE ON BOND	109,706.25
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COMPANY TOTAL

402,209.59