

CITY OF CROSSLAKE
COUNCIL PROCEEDINGS
November 13, 1989
7:30 p.m. at City Hall

The City Council for Crosslake Minnesota met in a regular council session On November 13, 1989 at 7:30 p.m. at City Hall. The following councilmembers were present: Mayor Kurt E. Anderson, Lyle M. Arends, Roger A. Burshem, Diana A. Gallaway and Charles O. Miller. Also present were City Attorney James Gammello, City Clerk Arlene A. Buchite as well as 28 Citizens.

Mayor Anderson called this meeting to order at 7:30 p.m. stating that the first item on the agenda was the Consent Calendar. MOTION NO. 11R-01-89 WAS MADE BY COUNCILMEMBER ARENDS AND SECONDED BY COUNCILMEMBER MILLER TO APPROVE ALL ITEMS ON THE CONSENT CALENDAR CONSISTING OF: (1) MINUTES OF THE OCTOBER 9, 1989 REGULAR COUNCIL SESSION; (2) THE CLERK/TREASURER'S FINANCIAL REPORT FOR SEPTEMBER, 1989; (3) THE TELEPHONE COMPANY'S FINANCIAL REPORT FOR SEPTEMBER, 1989; AND (4) THE CABLEVISION'S FINANCIAL REPORT FOR SEPTEMBER, 1989. MOTION PASSED WITH COUNCILMEMBERS ARENDS, BURSHAM, GALLAWAY AND MILLER VOTING AYE.

CLERK'S REPORT - First item was bills for payment. MOTION NO. 11R-02-89 WAS MADE BY COUNCILMEMBER MILLER AND SECONDED BY COUNCILMEMBER ARENDS TO PAY ALL BILLS INCLUDING: (1) ROGER LAGENBAU EXCAVATING FOR CLASS #5 FOR \$3,375.00; (2) TSP ENGINEERING FOR STRUCTURAL REPORT ON FIRE HALL FOR \$500.00; (3) H AND L MESABI FOR GRADER BLADES FOR \$963.00; (4) PERA TO REIMBURSE FOR POLICE STATE AID \$2,196.36; (5) LANDECKER AND ASSOCIATES, INC. FOR PRELIMINARY ENGINEERING REPORT AND PRELIMINARY ASSESSMENT ROLLS FOR LAKE SHORE DRIVE, RUSHMOOR BOULEVARD, RIVERWOOD LANE AND SILVER PEAK ROAD FOR \$1,827.50; AND (6) AMERICAN NATIONAL BANK FOR FEES AND EXPENSES FOR 1986 ROAD BONDS FOR \$249.00. MOTION PASSED WITH COUNCILMEMBERS ARENDS, BURSHAM, GALLAWAY AND MILLER VOTING AYE.

Correspondence was next and Clerk Buchite indicated she had received a letter from a Bobbi Lougee Ritter stating that the name we have on record for a burial in Block 10, Lot 4, Grave A in not correct. The correct name should be Kenneth Franklin Lougee not Franklin LeRoy Lougee. Mayor Anderson suggested maybe a letter should be written requesting a birth certificate or death certificate. Mayor Anderson requested that Ms. Libby Andolshek work with Clerk Buchite to see what information can be obtained.

Next was a letter from the League as to whether or not councilmembers wished their names and addresses to be

printed in the directory. None of the councilmembers had any objections.

Clerk Buchite indicated the next item was the MN Public Works Association fall conference in Brooklyn Park and maintenance supervisor Pat Hoag requested permission to attend. MOTION NO. 11R-03-89 WAS MADE BY COUNCILMEMBER BURSHEM AND SECONDED BY COUNCILMEMBER GALLAWAY TO ALLOW MR. HOAG TO ATTEND THE MPWA FALL CONFERENCE IN BROOKLYN PARK ON NOVEMBER 16 AND 17, 1989. MOTION PASSED WITH COUNCILMEMBERS ARENDS, BURSHEM, GALLAWAY AND MILLER VOTING AYE.

The next item on the agenda was a letter from Larson, Allen, Weishair and Co. to do the annual audit for the City of Crosslake. Discussion ensued regarding the completion date which was listed as June in the letter. It was the consensus of the Council that they would like to have it done before June. It was a directive of the Council to have the Clerk write a letter requesting that the audit be done by the end of March for the April meeting.

The next item was a letter from the League regarding LMC/LMCIT fees. Mayor Anderson said he had just received a letter from the Mayor of Brooklyn Center regarding the imposition of an institutional fee by the League but had not had time to read it as yet. Mayor Anderson requested Clerk Buchite to copy the letter to all councilmembers for discussion at a later meeting.

The Crosslake Postmistress requested permission to store some items in the basement of City Hall if they should arrive before the post office is completed. MOTION NO. 11R-04-89 WAS MADE BY COUNCILMEMBER BURSHEM AND SECONDED BY COUNCILMEMBER MILLER TO ALLOW THE POST OFFICE TO STORE EQUIPMENT IN CITY HALL IF NECESSARY BEFORE THE COMPLETION OF THE NEW POST OFFICE BUILDING. MOTION PASSED WITH COUNCILMEMBERS ARENDS, BURSHEM, GALLAWAY AND MILLER VOTING AYE.

Maintenance man Pat Hoag indicated that there is not an adequate backup heating system for City Hall. There is only a small gas furnace that cannot heat the whole building. Councilmember Burshem requested that Mr. Hoag get a couple of quotes on installing a new furnace.

Clerk Buchite indicated that the Northern National Bank had the wrong federal identification number on the City accounts and when she informed them of it they requested that new resolutions should be signed. MOTION NO. 11R-05-89 WAS MADE BY COUNCILMEMBER GALLAWAY AND SECONDED BY COUNCILMEMBER MILLER TO APPROVE THE CORPORATE RESOLUTION FROM NORTHERN NATIONAL BANK AND TO HAVE THE MAYOR AND CITY CLERK SIGN SAME. MOTION PASSED WITH COUNCILMEMBERS ARENDS, BURSHEM, GALLAWAY AND MILLER VOTING AYE.

The next item was a request by the Planning and Zoning Commission to refund \$23.00 for Permit No. 1941 for a garage MOTION NO. 11R-06-89 WAS MADE BY COUNCILMEMBER MILLER AND SECONDED BY COUNCILMEMBER ARENDS TO REFUND \$23.00 ON PERMIT NO. 1941 AS RECOMMENDED BY THE PLANNING AND ZONING COMMISSION. MOTION PASSED WITH COUNCILMEMBERS ARENDS, BURSHAM, GALLAWAY AND MILLER VOTING AYE.

Clerk Buchite requested Council input as to how accumulated comp time of 86 hours, vacation time of 95 hours and holiday pay of 56 hours for the Park Director should be handled. Councilmember Bursham said the Director should be treated the same as other employees and allowed to take five or six weeks off at one time if she wanted to. Mayor Anderson asked for one week to come with a solution and to poll the Council to see if they would approve of it because he does not want to see the Park hurt.

Mr. Bursham said the Director told him she wanted to carry 40 hours of vacation time over into the new year. Discussion ensued regarding the possibility of eliminating comp time and possibly closing the Park for a couple days a week during the winter. Mayor Anderson stated that the Park Director had to work 16 hours on Friday because the Park Assistant took a Holiday. Mayor Anderson said he had hoped that the Park Commission would take care of these problems by establishing hours and schedules. Mayor Anderson requested that Liaison Arends handle this with the Park Commission.

Clerk Buchite presented the Council with a pledge update from Northern National Bank.

MAYOR'S REPORT - Mayor Anderson indicated that he had attended a seminar on underground fuel storage tanks but felt that it was directed more at service stations than Cities. Mayor Anderson said that tanks for heating fuels on site are excluded.

Mayor Anderson said he wanted to set up four meetings for November and December to read all the Planning and Zoning Ordinances so everyone will understand them. There will be no ordinance changes at this time because changes take a public hearing. The meetings will be November 14, November 28, December 5, and December 18 and all are scheduled to begin at 2.30 p.m.

COMMISSION REPORTS - Planning and Zoning - Marlowe Kingstedt, coordinator said he has heard some concerns about the construction next to the Game and Fish Building. Mayor Anderson said he had received complaints and requested that the Coordinator place an order on the site to cease construction but the owner had removed the sign. Mr.

Kingstedt was requested by the Mayor to put another sign up until the Council has time to review the permit and the alleged written complaint from the Game and Fish Club. Mayor Anderson said to grant this permit without 14 parking spaces would be violating the commercial building ordinance. MOTION NO. 11R-07-89 WAS MADE BY COUNCILMEMBER GALLAWAY AND SECONDED BY COUNCILMEMBER MILLER TO HAVE THE CITY ATTORNEY SEND A CERTIFIED LETTER TO DELORAN ANDERSON FROM LITTLE YUKON AND TO OTHER CONTRACTORS TO CEASE AND DESIST CONSTRUCTION ON CSAH #6 UNTIL THE COUNCIL CAN HOLD A PUBLIC HEARING. MOTION PASSED WITH COUNCILMEMBER ARENDS, BURSHAM, GALLAWAY AND MILLER VOTING AYE. Mayor Anderson said Mr. Anderson should have 12.5 on one side of the building and 7.5 on the other.

Mayor Anderson said there has been some interest by members of the council that commercial permits should go to the council before they are issued. COUNCILMEMBER ARENDS SAID HE WOULD LIKE TO MAKE A MOTION TO BRING ALL COMMERCIAL PERMITS BEFORE THE COUNCIL BEFORE THEY ARE ISSUED. MOTION WAS SECONDED BY COUNCILMEMBER BURSHAM. Discussion followed. Councilmember Miller said he would like to see all variances recommended to the Council for approval so some of the problems can be looked at before they begin. Mayor Anderson said he has some forms that might alleviate some of the problems. City Attorney Gammello was present and said this is not the kind of issue that should be resolved immediately. It should take a public hearing. Mayor Anderson suggested that a motion be made to set up the hearing.

Mr. Kingstedt stated that all commercial variance must go before the Council. Councilmember Gallaway said if all set back requirements are met, the Council should not hold up a permit. Mayor Anderson said it would be just so the Council knows what is going on. Jim Gallaway says if the building meets all requirements the Council should not hold it up and legally cannot refuse to issue a permit. Mayor Anderson said it was done this way for years and years. Councilmember Miller says the reason for this is that the Council is not aware of what a permit requires and the first one to get complaints are the Councilmembers. Mayor Anderson said if he had known what the permit was written for he would have stopped construction at the Little Yukon site long before it was stopped and long before the Game and Fish Club signed a complaint. COUNCILMEMBER ARENDS WITHDREW HIS MOTION AND COUNCILMEMBER MILLER WITHDREW HIS SECOND.

Mayor Anderson said he has also heard from several people regarding the new Shorelines Management Act which allows for boat house by the lake but Crosslake does not allow them and probably will not change that ordinance.

Councilmember Gallaway said one portion of the Planning and Zoning minutes should be corrected and that is changing the

Should be changed to Bursham per 12-11-89 meeting

ordinance by stating stairs can only be four feet wide. The Commission also made a motion that no walk out basements be allowed without a variance. Mayor Anderson said they cannot make policy.

Councilmember Gallaway voiced concern about an item in the Planning and Zoning minutes regarding a new deck for which there was no permit. Ms. Gallaway said it should be addressed in the next Planning and Zoning minutes that this was checked out and the decision be made known.

Mr. Kingstedt said he wanted to say for the record that of the 2500 permits he has issued only one has had to have the City Attorney involved in it and that was the Andolshek Bed and Breakfast.

MOTION NO. 11R-08-89 WAS MADE BY COUNCILMEMBER ARENDS AND SECONDED BY COUNCILMEMBER GALLAWAY TO HOLD A PUBLIC HEARING TO CHANGE THE ORDINANCE TO READ THAT ALL COMMERCIAL ZONING PERMITS BE REVIEWED BY THE CITY COUNCIL PRIOR TO ISSUING, ON DECEMBER 5 OR 18, 1989. MOTION PASSED WITH COUNCILMEMBERS ARENDS, BURSHAM, GALLAWAY AND MILLER VOTING AYE. Mayor Anderson requested that Mr. Kingstedt continue to review commercial permits until something has been resolved with the Public Hearing.

The next item was the Appeal by Nancy Stellmaker on Variance No. 89-25 granted September 15, 1989 to John Johns. Mayor Anderson indicated that he had requested the City Attorney to be present for this item but that Mr. Jones had not been notified and was not present. Mayor Anderson opened the meeting for discussion on this item. Mr. Kingstedt noted that the sixty day time limit for appeals was near an end. Mayor Anderson turned the meeting over to Mr. Bursham to explain the situation. Mr. Bursham stated that the reason for this whole problem was an inadequate site plan and arbitrary numbers that were given at the Planning and Zoning meeting. Mr. Bursham read the letter of appeal aloud for the benefit of those who did not have a copy. Mr. Bursham stated that Ms. Stellmaker has written a letter to the Planning and Zoning Commission for the original variance meeting but had neglected to sign the letter so it was not admitted to the hearing and one other resident had also written a letter but had it listed for the Oones variance hearing and not the Jones variance hearing so that one was not admitted either. Mr. Bursham said he can not see anyplace on the site plan where it indicates that anything is going on top of it (second story). The application indicated that to bring the sewage system up to standard the addition to the cabin, which was built in the 40s, is necessary to provide a bathroom and indoor plumbing. Mr. Bursham said what is proposed is to put an upstairs on an existing 40 year old cabin, to remove the roof and to build into the bank. Mr. Bursham indicated that the plans from

the P & Z meeting do not have the same numbers on them as the plans shown by Mr. Leo Fraser of Crosslake Lumber. Mr. Burshem read an excerpt from the meeting of the Planning and Zoning meeting whereby the second floor was discussed and also not going any closer to the lake but building in back. Mr. Burshem stated that only two Planning and Zoning Commission members had viewed the site.

Councilmember Miller stated that if the site plan was available showing numbers and detail on it, it should have been given to the Commission members. Councilmember Arends said the plan had only been submitted at the meeting and was available to look at at that time.

Mayor Anderson read a letter from Leo Fraser which addressed reasons why he feels the variance should have been granted. It will be no closer to the lake but will add necessary living space according to Mr. Fraser. Mr. Fraser said there was adequate drawings in the file and they should have been presented to the Planning and Zoning people. Mr. Fraser was assured by Mayor Anderson that they have a valid building permit at this time.

Mayor Anderson said he does not think the variance should have been granted but since it was he feels it will difficult to cancel it. Mayor Anderson called for a Public Hearing to be held on November 28, 1989 at 1:00 p.m. Mr. Jones will be notified as well as other adjoining property owners.

The complete tape for this meeting is on file in the City Clerk's office. It was noted that the Planning and Zoning Coordinator did receive a copy of this appeal from the City Clerk prior to the 60 day limit.

MOTION NO. 11R-09-89 WAS MADE BY COUNCILMEMBER MILLER AND SECONDED BY COUNCILMEMBER ARENDS TO ACCEPT THE APPEAL OF VARIANCE NO. 89-25 AND TO SET THE PUBLIC HEARING FOR NOVEMBER 28, 1989 AT 1:00 P.M. AND TO NOTIFY MR. JONES AND SURROUNDING NEIGHBORS. MOTION PASSED WITH COUNCILMEMBERS ARENDS, BURSHEM, GALLAWAY AND MILLER VOTING AYE.

PARK AND RECREATION - Andy Nelson, Vice Chairman was present to discuss the Commission meeting. The Commission had gone over the 5-year improvement plan and the budgets. Mr. Nelson stated that approximately 200 children attended the afternoon Halloween party and approximately 140 attended the evening dance. Mr. Nelson thanked the American Legion and the Lions and Lionesses for their help with the parties.

Patricia Felber, Park Director was present to request that the Administration pay for two books for grants available for non-profit organizations at the cost of \$50. MOTION NO. 11R-10-89 WAS MADE BY COUNCILMEMBER ARENDS AND SECONDED BY

COUNCILMEMBER MILLER TO PURCHASE THE TWO GRANTS BOOKS FOR APPROXIMATELY \$50 AND CHARGE THEM TO ADMINISTRATION. MOTION PASSED WITH COUNCILMEMBERS ARENDS, BURSHEM, GALLAWAY AND MILLER VOTING AYE.

Mayor Anderson said he had two things cleared up regarding receipts and expenses for the Park. One item was if a tennis tournament or some other activity is cancelled would the refunds be charged as expenses and Clerk Buchite assured him they would not but would be charged against the receipts. Mayor Anderson said the City has received a reply from the League regarding the Park Commission dealing with personnel issues. Mayor Anderson said the reason he felt that compliments and complaints should go to the the commission is because the Commissions are advisory to the Council. Because of the Data Privacy he would not want the complaints to come directly to the Council but try to be worked out between the Personnel Liaison and the Commission Chairman and if warranted then to the Department Liaison with the Council involved if any action is necessary. COUNCILMEMEBER GALLAWAY MADE A MOTION TO SHOW THAT ANY PROBLEMS COMPLAINTS OR COMPLIMENTS THAT ARE TURNED IN WRITING BE PRESENTED TO THE PERSONNEL LIAISON WHO WILL AT THAT TIME PRESENT IT AND DISCUSS IT WITH THE PARK COMMISSION CHAIRMAN AND IF IT WARRANTS MORE INPUT THEN TO THE LIAISON OF THE PARK AND THE THREE PERSONS WILL THEM DECIDE IF IT NEEDS FULL COUNCIL ACTION. MAYOR ANDERSON CALLED FOR A SECOND THREE TIMES AND THEN DECLARED THE MOTION DEAD FOR LACK OF A SECOND.

Discussion ensued. City Attorney Gammello suggested that the Council work on personnel liaison guidelines.

Commission Chairman Nelson said he thinks it should be given to the complete commission because they are one body. Councilmember Gallaway said her problem with this is that if something is considered as Data Privacy the Council may violate the persons rights by allowing the Commission to deal with this. Ms. Felber suggested removing the second paragraph of the Park Policy.

Police Chief John Backdahl said this sounds like the Council is taking away all authority that department heads have to settle minor problems within the department. Councilmember Gallaway said that Mr. Backdahl is correct. Mr. Dene Carney said there is a procedure set up in the Public Safety manual already and his concerns are that the Council appears to be making a new personnel policy and it should not be done at this meeting.

MOTION NO. 11R-12-89 WAS MADE BY COUNCILMEMBER GALLAWAY AND SECONDED BY COUNCILMEMBER BURSHEM TO ELIMINATE PARAGRAPH TWO OF THE PARK POLICY MANUAL UNDER PERSONNEL AND TO HANDLE PROBLEMS, COMPLIMENTS AND COMPLAINTS BY GOING TO THE

PERSONNEL LIAISON AND THE COMMISSION CHAIRMAN THE WAY THEY HAVE BEEN HANDLED THE PAST 11 MONTHS AND IF FURTHER ACTION IS NEEDED TO TAKE IT TO THE PARK LIAISON. MOTION PASSED WITH COUNCILMEMBERS ARENDS, BURSHAM, GALLAWAY AND MILLER VOTING AYE.

PUBLIC SAFETY - Mayor Anderson stated that Police Chief Backdahl has requested that he be given permission to proceed with purchasing a new police car. MOTION NO. 11R-12-89 WAS MADE BY COUNCILMEMBER ARENDS AND SECONDED BY COUNCILMEMBER GALLAWAY TO ALLOW POLICE CHIEF BACKDAHL TO CHECK INTO OBTAINING A NEW POLICE CAR THROUGH THE STATE POOL WITH PURCHASE IN 1990. MOTION PASSED WITH COUNCILMEMBER ARENDS, BURSHAM, GALLAWAY AND MILLER VOTING AYE.

Fire Chief David Schliek said the new hearing system in the Fire Hall is half completed and will be operational in December. Mr. Schliek also stated that the new fire truck has been received and will be operational by December 1.

Mayor Anderson read a letter that was received from TSP engineering firm regarding adding a truss roof to the Fire Hall Building. Mayor Anderson said he would like to have this firm lay out the plans to build a truss roof and eliminate added stress to the outside walls of the Fire Hall. MOTION NO. 11R-13-89 WAS MADE BY COUNCILMEMBER ARENDS AND SECONDED BY COUNCILMEMBER MILLER TO ALLOW MAYOR ANDERSON TO PROCEED WITH WORK WITH JED LARSON OF TSP IN REGARD TO DESIGNING A ROOF FOR THE FIRE HALL AND SETTING UP SPECIFICATIONS FOR BIDDING THE ROOF. Mayor Anderson said he will inform the Council of the cost before proceeding. MOTION PASSED WITH COUNCILMEMBERS ARENDS, BURSHAM, GALLAWAY AND MILLER VOTING AYE.

UTILITIES COMMISSION - Dene Carney, Chairman stated that they would like to have Council approval on the purchase of a trencher. Mr. Carney stated that the one the Commission was recommending was a demo machine with 40 hours at \$16,093.21. MOTION NO. 11R-14-89 WAS MADE BY COUNCILMEMBER ARENDS AND SECONDED BY COUNCILMEMBER BURSHAM TO APPROVE THE PURCHASE OF A DEMO VERMEER TRENCHER AT \$16,093.21 AS RECOMMENDED BY THE TELEPHONE COMMISSION. MOTION PASSED WITH COUNCILMEMBERS ARENDS, BURSHAM, GALLAWAY AND MILLER VOTING AYE.

ROAD COMMISSION - Councilmember Miller stated he had received a signed Quit Claim Deed in the mail from Jean and Jim Winiecki to the City of Crosslake for the roads in Chatham Park. Mr. Miller said he would like to check the legal description with Don Coulter to make sure it is what he wanted. MOTION NO. 11R-15-89 WAS MADE BY COUNCILMEMBER GALLAWAY AND SECONDED BY COUNCILMEMBER MILLER TO ACCEPT THE ROADS IN CHATHAM PARK WITH THE QUIT CLAIM DEED SUBJECT TO REVIEW OF THE QUIT CLAIM DEED BY DON COULTER TO MAKE SURE

THAT THE LEGAL IS CORRECT. MOTION PASSED WITH COUNCILMEMBERS ARENDS, BURSHAM, GALLAWAY AND MILLER VOTING AYE. Mr. Miller will check this out with Mr. Coulter.

Mr. Will Hoyt was present to discuss the need for a final assessment hearing on the road projects completed for 1989. The roads to be assessed at 40 percent according to the City Road Policy were West Shore Drive, Harbor Lane, Happy Landing Road, Park Lane, Summit Avenue and Daggett Pine. Dream Island will be assessed at 86 percent instead of 100 percent because of various items the City agreed to pay. Mr. Hoyt addressed the assessment roles which were presented to the Council. Mr. Hoyt said he was recommending payments for one year only on the seal coating, five years for the overlays and seven years for the first construction on Dream Island. MOTION NO. 11R-16-89 WAS MADE BY COUNCILMEMBER GALLAWAY AND SECONDED BY COUNCILMEMBER BURSHAM TO SET UP A PUBLIC HEARING FOR THE FINAL ASSESSMENT HEARING ON THE 1989 ROAD PROJECTS FOR 7:30 P.M. ON DECEMBER 11, 1989. MOTION PASSED WITH COUNCILMEMBERS ARENDS, BURSHAM, GALLAWAY AND MILLER VOTING AYE. Clerk Buchite asked how long affected residents would have to pay without interest. Mr. Hoyt said that decision was up to the Council but he would recommend 30 days and the City council charge interest after that time and until the assessments are certified to the County for the tax roles sometime prior to October 10, 1990.

Mayor Anderson said we seem to have an on going problem getting a quorum together for a road commission meeting. Mayor Anderson said he would like to have the Council consider eliminating commissions where there is a problem getting a quorum namely the Public Safety and Road Commission. MOTION NO. 11R-17-89 WAS MADE BY COUNCILMEMBER BURSHAM AND SECONDED BY COUNCILMEMBER GALLAWAY TO HOLD A PUBLIC HEARING TO CHANGE THE ORDINANCE FROM MANDATORY COMMISSIONS TO OPTIONAL COMMISSIONS. MOTION PASSED WITH COUNCILMEMBERS ARENDS, BURSHAM, GALLAWAY AND MILLER VOTING AYE.

Road Supervisor Pat Hoag said said he would like something done to get easements so he can do some work on Cool Haven Lane and Perkins Road. Mayor Anderson said he has some items at home that he will find and give the Councilmember Miller that shows some of that area is platted.

FUNDING AND FUTURE DEVELOPMENT - Mr. Dean Swanson, Chairman was present to discuss the new DNR landing on West Shore Drive saying that complaints had been received and it was mainly a public relations problem with DNR.

Mr. Dene Carney said he felt that the City should send a letter to DNR that when they start a project like the one on

West Shore Drive in the future, they should show the courtesy of a public hearing. Mr. Carney says it appears they have violated the Shorelines Management Act themselves. Mr. Carney said he obtained plans and talked to many of the people to help them understand. Mr. Carney will write a letter for the City Council to sign and send to DNR.

PERSONNEL - Nothing.

NEW BUSINESS - Councilmember Gallaway enlightened the Council on a capitol equipment borrowing program from Piper, Jaffrey and Hopwood. The City would need a debt service requirement but the deadlines are getting close to bond for the fire truck and loader. Councilmember Gallaway said she felt the City Attorney should look into this before we do it. MOTION NO. 11R-18-89 WAS MADE BY COUNCILMEMBER GALLAWAY AND SECONDED BY COUNCILMEMBER MILLER TO DIRECT THE CITY CLERK TO PROCESS THE DATE SHEET AS SOON AS POSSIBLE TO OBTAIN BONDS THROUGH PIPER, JAFFREY AND HOPWOOD FOR THE FIRE TRUCK AND LOADER. MOTION PASSED WITH COUNCILMEMBER ARENDS, BURSHAM, GALLAWAY AND MILLER VOTING AYE.

OLD BUSINESS - Mayor Anderson informed the Citizens present that because of the new tax bill the City lost their Local Government Aid supplement. The City will need to make it up so Mayor Anderson was proposing to raise the levy by .0025 to offset the loss. That would increase the taxes on a \$50,000 house by \$1.32 and on a \$75,000 house by \$2.26. MOTION NO. 11R-19-89 WAS MADE BY COUNCILMEMBER MILLER AND SECONDED BY COUNCILMEMBER ARENDS TO RAISE THE LEVY BY .0025 AND TO RE-APPROVE THE CITY BUDGET. MOTION PASSED WITH COUNCILMEMBER ARENDS, BURSHAM, GALLAWAY AND MILLER VOTING AYE.

PUBLIC FORUM - Mayor Anderson said he, Councilmember Miller and Councilmember Bursham as well as several other Crosslake residents attended a meeting in Crosby put on by MacMillan Bloedel regarding the possible building of a lumber plant in Deerwood. Mayor Anderson said he went to the meeting with an open mind and after hearing reports from Pollution Control, State Planning Agency, Health Department and the DNR he is completely convinced that the plant has to be an asset to this area. They will only use 1/2 of 1 percent of the existing aspen when at full capacity. Councilmember Miller said they will take the wood from a 13 county area and will purchase it from local harvesters.

A Citizen requested that the Council do something to clean up the home across from the Legion Club. Mr. Kingsted remarked that that particular individual got a permit to build a steel building to house the items in his yard. Councilmember Gallaway asked Police Chief Backdahl what

ordinance would cover this and Mr. Backdahl said it may be covered in 7.22. Mayor Anderson said he would like to see an ordinance to outlaw steel buildings.

MOTION NO. 11R-20-89 WAS MADE BY COUNCILMEMBER MILLER AND SECONDED BY COUNCILMEMBER GALLAWAY TO ADJOURN THIS REGULAR COUNCIL MEETING AT 10:30 P.M. MOTION PASSED WITH COUNCILMEMBER ARENDS, BURSHEM, GALLAWAY AND MILLER VOTING AYE.

Recorded and transcribed by:
Arlene A. Buchite, City Clerk/Treasurer

Arlene A. Buchite