

REGULAR COUNCIL MEETING
CITY OF CROSSLAKE
MONDAY, DECEMBER 12, 2005
7:00 P.M. – CITY HALL

The Council for the City of Crosslake met in the Council Chambers of City Hall on Monday, December 12, 2005. The following Council Members were present: Mayor Jay Andolshek, Terry Curtis, Dean Eggena, Dick Phillips and Dean Swanson. Also present was City Administrator Tom Swenson, Community Development Director Ken Anderson, Public Works Director Ted Strand, Park and Recreation Director Jon Henke, Police Chief Bob Hartman, Network Engineer Paul Davis, Clerk/Treasurer Darlene Roach, City Attorney Kirk Adams, City Engineer Dave Reese and Lake Country Echo Reporter Betty Ryan. There were approximately seventeen individuals in the audience in addition to Staff.

A. CALL TO ORDER- Mayor Andolshek called the Regular Council Meeting to order at 7:00 P.M. A motion to accept the additions to the agenda was requested. MOTION 012R-01-05 WAS MADE BY TERRY CURTIS AND SECONDED BY DEAN SWANSON TO ACCEPT THE ADDITIONS TO THE AGENDA AS PRESENTED. MOTION CARRIED WITH ALL AYES.

B. CRITICAL ISSUES – None

C. CONSENT CALENDAR – MOTION 12R-02-05 WAS MADE BY DEAN EGGENA AND SECONDED BY DICK PHILLIPS TO APPROVE THE FOLLOWING ITEMS LISTED ON THE CONSENT CALENDAR CONSISTING OF: (1.) MINUTES OF REGULAR COUNCIL MEETING OF NOVEMBER 14, 2005; (2.) MINUTES OF SPECIAL COUNCIL MEETING OF NOVEMBER 18, 2005; (3.) CROSSLAKE COMMUNICATIONS BALANCE SHEET AND INVESTMENT/CASH SUMMARY DATED OCTOBER 31, 2005; (4.) CITY MONTH END REVENUE REPORT DATED OCTOBER 31, 2005; (5.) CITY MONTH END EXPENDITURE REPORT DATED OCTOBER 31, 2005; (6.) LAKES STATE BANK PLEDGE REPORT DATED NOVEMBER 2005; (7) LAKEWOOD BANK PLEDGE REPORT DATED NOVEMBER 2005; (8.) NORTHERN NATIONAL BANK PLEDGE REPORT DATED NOVEMBER 2005; AND (9) FIRST FEDERAL SAVINGS BANK PLEDGE REPORT DATED NOVEMBER 2005. MOTION CARRIED WITH ALL AYES.

D. LEVY/BUDGET ADOPTION HEARING – MOTION 12R-03-05 WAS MADE BY JAY ANDOLSHEK AND SECONDED BY DICK PHILLIPS TO OPEN THE LEVY/BUDGET ADOPTION HEARING. MOTION CARRIED WITH ALL AYES. City Administrator Tom Swenson stated that the City held its Truth in Taxation Hearing on December 5, 2005. As required by State Statute, the required Notice of Hearing was posted and individual statements were mailed to property owners by the Crow Wing County Auditor's Office. In addition to three City Council Members and Staff, five citizens attended the hearing. At the hearing, the public was provided with a handout detailing the proposed City Budget and Tax Levy. Following comments, the public was

given the opportunity to comment. The only question posed by an individual in the audience was an increase in taxes due to an increase in market valuation as determined by the County Assessor. No other public comment was received. There being no comments by the Council or public at this meeting, MOTION 12R-03-05 WAS MADE BY DICK PHILLIPS AND SECONDED BY DEAN EGGENA TO ADOPT RESOLUTION NO. 05-33 APPROVING 2005 TAX LEVY COLLECTIBLE IN 2006. MOTION CARRIED WITH ALL AYES.

MOTION 12R-04-05 WAS MADE BY DEAN EGGENA AND SECONDED BY TERRY CURTIS TO ADOPT THE 2006 REVENUE BUDGET TOTALING \$3,354,238 AND THE 2006 EXPENDITURE BUDGET TOTALING \$3,354,238. MOTION CARRIED WITH ALL AYES.

MOTION 12R-05-05 WAS MADE BY TERRY CURTIS AND SECONDED BY DEAN EGGENA TO CLOSE THE LEVY/BUDGET HEARING. MOTION CARRIED WITH ALL AYES.

E. PUBLIC FORUM – None

F. MAYOR'S REPORT –

- a. Mayor Andolshek announced that a recognition event hosted by the League of Women Voters is being held at Crosslake Lutheran Church for Bob and Barb Uppgaard in honor of their many years of service to the community.
- b. A letter dated November 22, 2005 from Duane Blanck regarding the Joint Maintenance Facility was read by Mayor Andolshek. The Economic Development Authority met earlier this date and made motions closing out the project and transferring remaining balances to the County and City. City Administrator Tom Swenson, Clerk Darlene Roach and Public Works Director Ted Strand were complimented for their managerial efforts, operational and technical insight, and financial details in working with County Staff in seeing this project through to successful completion.
- c. County Commissioner Ed Larsen addressed the Council to update them on the proposed wastewater management district. Larsen thanked the City for the working relationship with the County and stated that the joint maintenance facility venture is working well. A similar endeavor is being duplicated in Brainerd and the same facility is costing approximately \$1.5 million dollars more than the one in Crosslake which was constructed two years ago. With this in mind, he recommended doing projects sooner rather than later. Larsen stated that the Sewer District Project started five years ago between Crow Wing County and the Thirty Lakes Watershed District. There were concerns with the Planning and Zoning Departments and peninsulas on lakes with no alternate systems for waste treatment. This resulted in

the establishment of a Joint Powers Board consisting of area septic pumpers, Public Works Directors and etc. A management feasibility study was conducted which determined that Crow Wing County would need two Sewer Districts, so special legislation was received to manage these districts at the County level. Along with this approval, the County received approximately \$600,000 from the State in funding. The initial district will be made up of the 30 Lakes Watershed District, all of the townships and unorganized territory within that District, Ideal Township and the City of Crosslake. A list of 25 tasks as been developed and one of the tasks is to establish a Board. One member will be from the Board of Commissioners, one member will represent the Thirty Lakes Watershed District and two at large members. Mr. Larsen is recommending that one of the at large members be someone from Crosslake. Since the funding has been received, there no longer is a need to collect the original proposed amount of \$25 per property. One employee will be hired with the rest being contracted. Most of the responsibility for pumping will be that of the landowner. Mr. Larsen requested that the Council put this item on the next agenda to discuss who they wish to have represent Crosslake and then let the County know the Council's choice. City Administrator Swenson asked if there was a Joint Powers Agreement that needs to be signed and Mr. Larsen stated that the consultant could prepare this with the County Attorney and City Attorney's review. It was the consensus of the Council to join in with the County on this project. Councilmember Phillips suggested that residents call the Mayor or City Administrator to recommend a board member from the City. Mayor Andolshek suggested that Ken Anderson be the representative since he works with septic systems. It was agreed that the boilerplate information would be available to look at by the next meeting.

G. CITY ADMINISTRATOR REPORT –

1. City Bills for Approval – MOTION 12R-06-05 WAS MADE BY DEAN SWANSON AND SECONDED BY TERRY CURTIS TO APPROVE THE BILLS FOR PAYMENT AS SUBMITTED IN THE AMOUNTS OF \$47,812.26 AND \$18,791.85. MOTION CARRIED WITH ALL AYES.
2. A memo from City Administrator Swenson dated December 6, 2005 requested a date for a special meeting for conducting year-end business. The meeting was set for December 28, 2005 at 9:00 A.M.
3. A memo dated December 7, 2005 from Clerk Roach requested Council approval to accept several donations from the Crosslake/Ideal Lions Club from gambling proceeds. MOTION 12R-07-05 WAS MADE BY TERRY CURTIS AND SECONDED BY DEAN SWANSON TO APPROVE THE ACCEPTANCE OF \$4,000 TOWARDS THE PURCHASE OF AN AIR COMPRESSOR FOR THE FIRE DEPARTMENT; \$2,000 TOWARDS UPGRADING THE KITCHEN AT THE COMMUNITY CENTER AND \$200 FOR THE CHILD SAFETY PROGRAM COORDINATED BY THE CROSSLAKE POLICE

DEPARTMENT BY THE CROSSLAKE/IDEAL LIONS CLUB. MOTION CARRIED WITH ALL AYES.

4. A memo dated November 11, 2005 from Sheila Wasnie Haverkamp included BLADC Project Activity Reports for May through October 2005 and was included for Council information.
5. The Inkslinger Newsletter for April through November was included for Council information.

G. COMMISSION/DEPARTMENT REPORTS –

1. LIBRARY – Alden Hardwick reported that there were a lot of good things to talk about regarding the Library. Several donations have been received and Council approval on these donations was requested. MOTION 12R-08-05 WAS MADE BY DEAN EGGENA AND SECONDED BY DICK PHILLIPS TO ACCEPT \$250 FROM THE PRESBYTERIAN CHURCH; \$2500 FROM MILLE LACS BAND OF OJIBWE INDIANS; \$1,000 FROM WHITEFISH AREA LIONS CLUB AND \$5,000 FROM THE GAME AND FISH CLUB. MOTION CARRIED WITH ALL AYES. A total of \$267,000 has been raised for the library of which \$185,000 is in cash. Letters were sent to various individuals in December requesting payment of pledges along with a request for additional donations. Another large donation is expected from one of the major contributors as well as a large contribution from the Crosslake/Ideal Lions. A total of 3,200 books have been donated which is approximately 30% of what is needed so a book drive is underway for new books. Boxes are set up in 14 locations where people can drop off new books for the library. The Committee has met with Widseth Smith Nolting, Norson Construction and Kueppers Construction and three options for construction are being explored. Hardwick stated that the first goal of the Committee was to raise money and that goal has been achieved. The second goal is to start the bid process and the Committee has spoken individually to the Council, but would like to request a joint meeting with the Park and Recreation Commission, Council and Library Committee for January 3, 2006. Councilmember Eggena congratulated the Committee on their efforts and stated that the Council needs to make a decision whether to build or not to build the library. Eggena stated that he is in favor of the project and the numbers need to be finalized and construction started this summer. Councilmember Curtis stated that he had a question on the process and whether there needed to be a consensus on the footprint. He was told that a consensus was needed. The Council agreed to meet on January 3, 2006 at 9:00 A.M. with the first part of the meeting devoted to the library and the second half devoted to discussion on the sewer district. City Administrator Swenson will notify Commissioner Larsen of the meeting. Hardwick stated that he will still be contacting the Bremer and Anderson Foundations for help with the books. Councilmember Phillips asked if the McKnight Foundation or GM Corporation have been contacted. Hardwick stated that they will contact these organizations. The minutes of the November 21, 2005 Committee Meeting were included for Council information along with the minutes of the November 21, 2005 Fundraising Committee Meeting.

2. PARK AND RECREATION- Park Director Henke stated that the Commission is making headway on the Park Ordinance and he will update the Council again in January. The Community Center will be closed on December 24th through 26th and again on December 31st through January 2nd. AAA is sponsoring a Senior Driving Program Refresher Course on December 15th from 9:00 – 1:00 P.M. at the Community Center. An update on the Senior Meal Program was presented. The program is scheduled to begin on January 3rd. A plumber has been hired and the specifications have been sent to the State for review. The maintenance sink currently installed in the kitchen will be relocated to one of the back storage rooms and the space will be used for the rinse sink and dishwasher. The cost for the plumber will be approximately \$3,500. An electrician will be needed to hook up and run power to the dishwasher and this cost is estimated at \$1,000. This brings the project cost to \$10,500 less \$6,000 which has been donated. Approval to utilize \$4,500 out of the Park and Recreation Department Budget was requested along with approval to accept the proposal from Strategic Equipment and Supply/St. Cloud Restaurant Supply to purchase equipment in the amount of \$5,764.85. MOTION 12R-09-05 WAS MADE BY DEAN EGGENA AND SECONDED BY DICK PHILLIPS TO APPROVE \$4,500 FOR KITCHEN UPGRADES FOR THE SENIOR MEAL PROGRAM AND OTHER PROGRAMS AT THE COMMUNITY CENTER FOR EQUIPMENT AND WORK NEEDED OUT OF THE PARK AND RECREATION BUDGET. There was some discussion regarding a mistake made by the plumber during original construction of the building where the wrong schedule plastic pipe was installed. This will be addressed in more detail at the January meeting. MOTION CARRIED WITH ALL AYES. Approval was requested to declare the current Park and Recreation car as surplus equipment and to accept sealed bids for this vehicle with a minimum bid of \$750. Revenue from the sale will be used to offset costs for removing striping and changing the locks on the car being transferred from the Police Department. The current Blue Book cost lists the value at \$1500. MOTION 12R-10-05 WAS MADE BY JAY ANDOLSHEK AND SECONDED BY DICK PHILLIPS TO DECLARE THE PARK AND RECREATION CAR AS SURPLUS EQUIPMENT AND TO ACCEPT SEALED BIDS FOR THE SALE OF THE CAR. MOTION CARRIED WITH ALL AYES.

MOTION 12R-11-05 WAS MADE BY DEAN EGGENA AND SECONDED BY TERRY CURTIS TO AUTHORIZE THE PROCEEDS OF THE SALE TO BE MADE AVAILABLE FOR USE BY THE PARK DEPARTMENT ON THE CAR BEING TRANSFERRED FROM THE POLICE DEPARTMENT. MOTION CARRIED WITH ALL AYES.

3. PUBLIC SAFETY –

- a. Chief Hartman reported 136 calls in Crosslake in November.
- b. A total of 31 calls were reported in Mission Township in November.
- c. A letter sent to Officer Bobby Willard from a sister of an individual whom he assisted was read by Chief Hartman. The letter was sent in appreciation for Officer Willard's having responded to a call where the individual was convinced to seek medical help. This help resulted in the person living

another five years. Unfortunately, the individual passed away recently, but the family is eternally grateful for Officer Willard's persistence. Officer Willard was also involved in saving the lives of two other individuals this past weekend. Chief Hartman requested that an item on the agenda dealing with a policy regarding Criminal History Background Investigations be tabled to the next meeting. MOTION 12R-12-05 WAS MADE BY DEAN EGGENA AND SECONDED BY DICK PHILLIPS TO TABLE THE CRIMINAL HISTORY BACKGROUND INVESTIGATION POLICY REVIEW TO THE NEXT MEETING. MOTION CARRIED WITH ALL AYES. Chief Hartman stated that he has been working with Community Development Director Ken Anderson on information related to the Automated Pawn System and requested time for the City Attorney to review prior to his bringing the information to the Council at the meeting on December 28th.

- d. The Fire Department responded to 12 medical calls and 2 fire calls in November for a total of 14 calls.
- e. North Ambulance reported 45 callouts in November.

3. PUBLIC WORKS –

- a. Public Works Director Ted Strand reported that Public Works is dealing with snowfalls and requested that citizens let them know if roads need additional plowing or sanding.
- b. The October 2005 Wastewater Treatment Discharge Monitoring Report was included for Council information. Strand reviewed each of the categories with the Council showing the allowable limits and the monthly sample results. In October, the plant met all permit limits.
- c. A letter dated November 29, 2005 to Kim Christensen of KHC Construction from City Attorney Paul Sandelin requested that his office be provided with a Certificate of Insurance and such other documentation as necessary showing that bonds and securities required for Contract Number 1, Treatment Plant have been renewed and are current and effective. A copy of this letter was included for Council information.
- d. A second letter dated December 9, 2005 to Kim Christensen of KHC Construction requested that information regarding the Certificate of Insurance and such other documentation requested be provided by December 16, 2005. This was included for Council information. City Engineer Dave Reese stated that in the contract under the general conditions, performance bonds are required and this letter is requesting that a copy be provided to the City. Public Works Director Ted Strand informed the Council that he has verbally asked the State if he can take the filters off line because he is meeting the effluent without the filters. He has not received a reply back from the State as of this date.
- e. A letter from the Corps of Engineers to Mayor Jay Andolshek outlined the points discussed at a meeting between the City and the Corps. Councilmember Phillips asked who reduced the ERU's for the Corps and Strand stated the City Engineer reduced them due to having received more

accurate numbers regarding discharges from the Corps. Phillips also asked about the building that the City needs and City Administrator Swenson stated that the Corps has a building that they will give to the City and that it was not the City's understanding that they need to acquire the building. Mayor Andolshek stated that they are abandoning the building so it is to both the City and Corps benefit to use their existing equipment if possible. City Administrator Swenson stated that he and City Engineer Dave Reese put together a draft letter for City Attorney Sandelin's review. A change in the second paragraph needs to be made according to the City Attorney related to the proposed Sewer Ordinance to read "Although the City believes the Sewer Ordinance does provide for charging connection fees to all users of the sewer system, the attached Ordinance Amendment has been adopted which should clarify the application of the Sewer Ordinance with the Corps of Engineers". A copy of the proposed ordinance amendment was included in the Council packet. The Council was also advised to review extending the \$3,000 sewer connection charge until July 31, 2006 for the Corps based on their intent to connect. Councilmember Eggena stated he would support an extension for the Corps. City Administrator Swenson presented three items that the Council needed to take action on. The first item would be to approve the ordinance amendment. Secondly, the engineering agreement should be approved which outlines the costs associated with the Corps connection and third, the Council should approve the draft letter. MOTION 12R- 13-05 WAS MADE BY TERRY CURTIS AND SECONDED BY DEAN EGGENA TO APPROVE ORDINANCE AMENDMENT NO. 214 AMENDING CHAPTER 11 OF THE CITY CODE RELATING TO WASTEWATER REGULATIONS AND TO PUBLISH A SUMMARY OF SAID ORDINANCE AMENDMENT. MOTION CARRIED WITH ALL AYES. Regarding the proposal for engineering services, MOTION 12R-14-05 WAS MADE BY DEAN EGGENA AND SECONDED BY DICK PHILLIPS TO APPROVE TASK 1 WHICH IS A SITE MEETING AND PRELIMINARY LAYOUT NOT TO EXCEED \$3,700. MOTION CARRIED WITH ALL AYES. The third item is to approve sending a letter to the Corps regarding their connection to the municipal wastewater system. MOTION 12R-15-05 WAS MADE BY DICK PHILLIPS AND SECONDED BY DEAN EGGENA TO APPROVE THE DRAFT LETTER AS AMENDED TO THE CORPS AND TO AUTHORIZE THE MAYOR SIGNING THE LETTER. MOTION CARRIED WITH ALL AYES.

- f. A letter dated December 2, 2005 from Bus Driver Pat Bronce complimented the Public Works employees on a great job keeping the roads plowed and sanded.
- g. A letter from Steven Peterson requested City acceptance of Wild Wind Ranch Drive. A Staff Report dated December 7, 2005 from Ken Anderson recommended acceptance of the road subject to five conditions being met. Regarding item number four which requests that the City be provided with "as built" plans, City Engineer Dave Reese stated that the City has not required these drawings in the past and asked if the Council would want this

done for Wild Wind Ranch Drive. Councilmember Phillips asked why the City would accept a road if the conditions have not been met. Community Development Director Anderson stated that in the past the Council has accepted roads for plowing but not the ditches so Staff is not clear of the Council's intent in regards to acceptance of roads. Anderson stated that Silent Oaks was one of the roads accepted for plowing. Anderson stated that if the Council did not want 'as built drawings' that item could be deleted. City Engineer Reese stated that WSN looked at the road last fall but not as recent as Ted Strand has and based on Ted's review are requesting that the developer replace missing monuments. Councilmember Eggena stated that we accept roads upon completion and then we have a bond in place for one year for finishing the remaining five percent of the work. MOTION 12R-16-05 WAS MADE BY DEAN EGGENA AND SECONDED BY JAY ANDOLSHEK TO ACCEPT WILD WIND RANCH DRIVE IN WILD WIND RANCH ESTATES WITH FOUR ITEMS TO BE COMPLETED (ITEMS # 1,2 3 AND 5). MOTION CARRIED WITH COUNCILMEMBER CURTIS ABSTAINING FROM THE VOTE DUE TO HIS OWNING PROPERTY NORTH AND EAST OF THE SUBJECT ROAD.

- h. West Shore Drive – A copy of the Regular Council Meeting Minutes of October 10, 2005 pertaining to West Shore Drive was included for Council information. A letter dated November 29, 2005 from WSN contained a revised proposal for engineering services for West Shore Drive. City Engineer Dave Reese stated that at past meetings the original scope of the project was to reclaim the existing road where it was situated. Subsequent meetings added a public use trail so the engineering proposal was revised to include this work. This issue was tabled at the Special Meeting held on November 30th to allow time for the Council to review the information provided. Mayor Andolshek stated that the revised engineering proposal represents a higher amount based on the addition of the bike path and the Council would need to act on the revised contract. City Engineer Dave Reese stated that the November 29th proposal included engineering work for an 8' path within the right-of-way separate from the roadway wherever possible and with curb and gutter where attached to the roadway. Reese stated coordination with the Utility Company's would be necessary in order to accomplish this construction. This proposal represents the level of effort needed to accomplish the extra work associated with the addition of the path. Additional effort will be required in establishing the route, addressing drainage problems, working with Utility Companies and overall design through the bidding process. Councilmember Curtis asked if this was the result of the proposal presented by Park Director Henke in October and the Mayor stated that it was the result of Council approval at the October meeting which represented a revised project scope. Councilmember Eggena stated that the Council has not approved the project only the design. City Administrator Swenson asked if that meant the Council would consider bidding the path separately and Councilmember Eggena stated he would

consider that option. Swenson advised the Council that they would be spending a lot of money up front if the path did not get approved for construction. Councilmember Eggena asked the City Engineer if he has broken down how much of the project cost is road versus bike path for the design stage. Eggena further stated that he has a problem with the process. Councilmember Swanson stated that the Council approved a bike path and deleting the bike path affects the utility corridor. Swanson stated that he went along with the 22' roadway, but the City Engineer is stating we may have water problems. The engineers have been criticized for drainage problems on Daggett Pine Road and now we're doing the same thing on West Shore Drive by not having ditching. Swanson stated that he voted against the other road projects because of West Shore Drive. Swanson stated that he sees problems before we even start design or construction. If we're going to do it, let's do it right. Councilmember Eggena stated that the reason he would like to see the bike path separate is so that we can use park dedication funds for the trail. If the cost is \$800,000 for the roadway and \$300,000 for the bike path, Eggena would like to see \$300,000 come out of park dedication fees. Eggena stated that park dedication fees are running \$60,000 to \$90,000 per year. City Administrator Swenson stated that he is not opposed to Councilmember Eggena's proposal, but he is concerned about the bidding. How do you design and bid separately. Councilmember Eggena asked if the City Engineer could pull numbers out for the bidding process and City Engineer Dave Reese stated that they could make a reasonable effort to divide the cost. Discussion ensued regarding the increased cost of engineering, widening the road versus a reclaim and overlay, how drainage would be addressed, the condition of the roadbed and etc. Councilmember Curtis stated that at the public hearing there were three designs. Curtis stated that it was his understanding that the public was opposed to widening but that the public was not opposed to the trail and that a trail with existing right-of-way could be accomplished based on Jon Henke's research. Eggena agreed that this was the consensus of the meeting and research done by Henke. City Administrator Swenson stated that the path will get the pedestrians off the road. Councilmember Phillips stated that he disagrees. He stated that the people he talks to are opposed and to spend \$300,000 for a bike path is ridiculous. Park Director Henke stated that he was in agreement with Councilmember Eggena. Let's use park dedication funds and get it done. The rest of the community shouldn't have a problem if we use park dedication fees. City Engineer Reese asked how the project would be paid for and City Administrator Swenson stated that it would be paid by a tax levy not by assessment. The City would issue bonds for the improvement. MOTION 12R-17-05 WAS MADE BY JAY ANDOLSHEK AND SECONDED BY TERRY CURTIS TO APPROVE THE REVISED PROPOSAL FOR ENGINEERING SERVICES FOR DESIGN SURVEY, PLANS, SPECIFICATIONS AND BIDDING AT A COST NOT TO EXCEED \$87,500 AND TO VISIT THE CONSTRUCTION OBSERVATION AND STAKING ESTIMATED COST

OF \$64,000 AT A LATER DATE. MOTION CARRIED WITH MAYOR ANDOLSHEK, CURTIS AND EGGENA VOTING AYE AND PHILLIPS AND SWANSON VOTING NAY.

4. PLANNING AND ZONING –

- a. The minutes of the October 28, 2005 Planning and Zoning Commission/Board of Adjustment Regular Meeting and Public Hearing were included for Council information.
- b. The November 2005 Permit Summary reflected 51 permits being issued in for a total month valuation of \$3,258,265 and a year-to-date total of \$23,562,258.
- c. The 2006 Planning and Zoning Commission/Board of Adjustment Meeting and Public Hearing Schedule including application deadline dates and other relevant dates was included for Council information.
- d. A Staff Report dated December 6, 2005 from Community Development Director Ken Anderson included a revised zoning classification map. As part of the review of the draft 2003 Comprehensive Plan, the Council requested that Staff revise the existing zoning map showing the various zoning classifications/districts to comply with the basic lot sizes required in the Shoreland Management Act. The map is color coded to show different classifications to include a 20,000 square foot lot size minimum for general development lakes, a 40,000 square foot lot size minimum for recreational development and off lake GD classification and a 80,000 square foot lot size minimum for a Natural Environment lake classification. Councilmember Phillips complimented Anderson on the map. Councilmember Eggena thanked Staff for coming up with a map that meets the Shoreland Act, but stated what we need to look at is how will it affect the property owners. Councilmember Swanson asked that Staff enlarge the area adjacent to County Road 66 to make it easier to read but agreed that the map was well done.
- e. A copy of a letter dated December 2, 2005 to Dean Eggena, Owner of Crosslake Demolition from the Minnesota Pollution Control Agency was received by Mayor Andolshek and included for Council information. This letter contained a Letter of Warning issued by the MPCA for alleged violations at the facility. Mayor Andolshek asked Councilmember Eggena to leave the Council table if he wished to speak to the letter. Mayor Andolshek read the letter. Since receipt of the letter, Mayor Andolshek received a call on December 8th from Mr. Vleck of the MPCA to provide the Mayor with updated information. Mr. Vleck stated that the violation was not an environmental or health issue and questioned whether the area should be re-graded at this time or whether it should wait until April. A letter received December 9, 2005 from Dick Dietz included a request that the letter be read into the record during the meeting which Mayor Andolshek read. There was discussion regarding whether all letters received by the City would be read and Mayor Andolshek stated that we have read letters received by the City and that this was being treated no differently. Councilmember Eggena

addressed the Council and stated that the Mayor omitted reading the last paragraph of the letter which indicates that if the owner believes the allegations in this LOW are incorrect, he is to respond in writing within ten days. Dean Eggena stated that he did respond to the MPCA and stated that the final cover couldn't be put on because the MPCA wouldn't allow the final cover so he put additional cover on to eliminate the smell which they agreed with. Then when the survey was submitted, it exceeded the height, so Eggena stated he hasn't done anything wrong. Councilmember Curtis stated that he would expect Mr. Vleck to respond to the Mayor in writing and Mayor Andolshek stated that he would be expecting a letter from the MPCA clarifying their position on the Letter of Warning if it had been sent in error. Councilmember Swanson stated that we started talking about this problem at the landfill in January and we still have the smell. Councilmember Eggena states that it's not that serious but when the City had a Letter of Violation at the Wastewater Plant and Mr. Blaesing said that was not a problem, we sent a letter to the MPCA. Swanson stated this is unacceptable and that something is not right and the MPCA should be called. The City has not received the drawing that was sent to the MPCA. Swanson stated that he has received more calls on the smell than on anything else in the City. Councilmember Curtis stated that this saga could continue all night and we need to move on. Mayor Andolshek stated that it may be pre-mature to send a letter until he receives a reply from the MPCA as a result of Mr. Vleck's telephone call.

- f. Staff Report dated December 6, 2005 from Community Development Director Ken Anderson contained a motion from the Planning and Zoning Commission which recommends that Planning and Zoning Commission Meetings not be televised on the local access channel. Councilmember Phillips stated that he was disappointed with this recommendation since their decisions affect a lot of people. He stated that there is a pre-conceived notion that depending on who the players are, things get approved. Mayor Andolshek stated that televising meetings is a manpower issue and would take another individual at the meeting to run the camera. Phillips stated that he could find volunteers to do this. Councilmember Eggena asked where we would stop. All meetings are open to the public. Councilmember Curtis stated that at the last meeting, the Commission held a public hearing on PUD's and special ads were run in addition to the legal requirements, the notice was put on Channel 12 and one person showed up from outside the area. The Council agreed that anyone interested in volunteering to run the equipment to televise the meetings should call City Hall. The Council can decide to televise later if they so choose to do so.
- g. Memo dated December 1, 2005 from Ken Anderson regarding a recommendation from the Planning and Zoning Commission regarding the PUD Section of the Ordinance – The Planning and Zoning Commission recommended changes to the PUD sections of the City Code and two proposed ordinance amendments were presented for Council consideration. The first option allows PUDs on lakeshore properties, but at reduced densities from those currently allowed in the ordinance. This is the option that the

Planning and Zoning Commission is recommending. A second option would prohibit PUDs on lakeshore properties with the exception of any properties that lie within the Downtown Commercial zoning district and are located outside of the first tier. Community Development Director Anderson referred the Council to page 7 of Option 1 which contains a chart which reflects a change in the maximum density within each tier. For example in the first tier, the allowable percent of maximum density was reduced from 50% to 25%. In the second tier, the percent of maximum density was decreased from 100% to 40%. In the case of Sundance Ridge, the proposed calculations would allow 29.2 units. The number of units proposed and approved under the old ordinance was 18 units plus a swimming/recreational building. Councilmember Eggena stated that in the same area, 8.7 homes could be allowed, but if it is a PUD, we would allow 23 homes. Eggena felt this is just working the numbers and this represents hocus pocus numbers. Community Development Director Anderson noted that the Commission looked laboriously at this issue and conducted various work sessions. One of the concerns was with Wilderness Campground and older resorts where the property owners wouldn't be allowed to develop the property without PUDs. Councilmember Eggena felt these properties could be grandfathered in. A count conducted by Eggena shows approximately 23 properties within the city limits which could be grandfathered in or handled without following the PUD shoreland standards. Councilmember Curtis concurred with what Anderson was stating in regards to PUDs in the first tier but expressed concern with the City not having received any input from the public. This leaves the Council with the decision of prohibiting or reducing the allowable number. Curtis stated that he was comfortable with the County's ordinance pertaining to density and felt the City could mirror that based on the amount of input received at the County level. MOTION 12R-18-05 WAS MADE BY DICK PHILLIPS AND SECONDED BY DEAN EGGENA TO APPROVE OPTION 2 PROHIBITING PUDS ON LAKESHORE PROPERTIES. Discussion ensued regarding totally prohibiting PUDs versus allowing a percentage like the County's Ordinance allows. The Council agreed, however that density is an issue. Councilmember Eggena stated that he would like to address the lakeshore area as it pertained to Sundance where 18 units were approved with 10 constructed. Curtis stated that Sundance Corporation was also granted a variance to exceed the imperious coverage. Anderson noted that Option 2 would prohibit PUDs on all lakes including natural environment lakes. MOTION FAILED WITH EGGENA AND PHILLIPS VOTING AYE AND MAYOR ANDOLSHEK, CURTIS AND SWANSON VOTING NAY. Councilmember Curtis suggested that the Council consider adopting the County's density calculations at 12 ½%, 7 ½% and 7 ½% with an additional standard that no more than 3% of the lake frontage be allowed for PUD development. MOTION 12R-19-05 WAS MADE BY TERRY CURTIS AND SECONDED BY DEAN SWANSON TO APPROVE ORDINANCE AMENDMENT NUMBER 215 CONTAINING OPTION 1 RECOMMENDED BY THE PLANNING AND

ZONING COMMISSION ALLOWING PUDS ON LAKESHORE PROPERTIES WITH A REDUCTION IN THE RECOMMENDED DENSITIES TO 12 ½ % IN TIER ONE, 7 ½% IN TIER 2 AND 7 ½% IN TIER 3 WITH LANGUAGE INCLUDED THAT A MAXIMUM OF 3% OF THE SHORELAND SHOULD BE IN PUD CLASSIFICATION. Steve Roe addressed the Council and stated that he doesn't understand why we need to do increased density above 20,000 square feet. At Sundance there isn't enough parking and the City should make sure that there is parking and impervious coverage. Jim Talbott of Manhattan Point Boulevard addressed the Council and stated that a trapezoid piece of land would fall within the 3% rule and what is it doing to the lake. Talbott stated that the PUD concept doesn't make an ounce of sense. Eggena stated that if this motion passes, we're going to be getting a lot of applications for PUDs and he thinks it's a bad idea. Councilmember Curtis asked Anderson if he thinks a bunch of people will come in and Anderson responded that the only conversation he has had was a conversation regarding a duplex on 315' of lakeshore. Councilmember Eggena asked how the City would control dockage? MOTION CARRIED WITH ANDOLSHEK, CURTIS AND SWANSON VOTING AYE AND EGGENA AND PHILLIPS VOTING NAY. A request to publish a summary of the Ordinance Amendment was requested. MOTION 12R-20-05 WAS MADE BY JAY ANDOLSHEK AND SECONDED BY DEAN SWANSON TO AUTHORIZE PUBLISHING A SUMMARY OF SAID ORDINANCE AMENDMENT. MOTION CARRIED WITH ALL AYES.

- h. Recommendation to review Downtown Commercial Zoning District Setbacks – The Planning and Zoning Commission has approved the variances necessary to allow construction to commence on the 2,500 square foot commercial building and a two-story hotel located on the same parcel as Pine Peaks Restaurant. As part of the review and approval for this project, the Commission determined that the performance standards for the Downtown Commercial district should be reviewed and perhaps altered. Currently a 35' setback is required from the right-of-way, however the existing buildings in the DC District are significantly closer than 35', i.e. Andy's Liquor, Aunt Bea's, ReMax Realty, Shores and More and etc. Also, the Town Square area was approved as part of the PDD-SIP zoning to have reduced road and side yard setbacks. A motion was approved by the Planning and Zoning Commission to recommend to the City Council that the Ordinance be amended to change the setback from the right-of-way from 35 feet to 5 feet for the downtown commercial zoning district. Anderson stated that if the Council is against this change, they should express their concern before any further work is done. Mayor Andolshek stated that going from 35' to 5' seems to be a drastic change but existing buildings are close to the right-of-way so a variance is required every time they want to do something. City Engineer Dave Reese commented that further discussion may be good in order to allow the County the opportunity to look at the proposed change to determine if they agree with the change. MOTION 12R-21-05 WAS MADE

BY JAY ANDOLSHEK AND SECONDED BY DEAN EGGENA TO REQUEST THAT THE PLANNING AND ZONING COMMISSION LOOK AT DOWNTOWN DISTRICT SETBACKS. MOTION CARRIED WITH ALL AYES.

- i. Staff Report dated December 6, 2005 from Planning and Zoning Commission regarding a request to revise previously approved shared driveway locations in M&D Addition – At the time that the plat of M&D Addition was approved, a service road was approved. In June of 2000 the Council considered a request to vacate the service road with the stipulation that there be shared driveway accesses. Ben Gibbs of Lot 6, Block One, M&D Addition has requested that his required shared driveway location at the northwest corner of his lot be moved to the southwest corner of his lot to provide sole driveway access to his property and the proposed new building. Staff has been working with Mr. Gibbs on the location of his driveway, but because the Council made prior approvals, Community Development Director Ken Anderson felt Council direction is required. Mr. Gibbs would like to construct a 30 foot wide driveway access near the southwest corner of his property with County Road 3 to allow semi-truck access to the overhead doors located on the south side of his proposed building. This would be the only access to a public road from his property. Ted Pederson, a property owner to the North, has agreed to share a driveway access at the shared lot line with Lot 4 to the north. It was noted that a driveway permit will be required from the Crow Wing County Highway Engineer's Office. Mr. Gibbs was present at the meeting and stated that when he purchased the lot, there was no requirement for shared driveway access. Councilmember Eggena asked how the City could control access onto a County Road. MOTION 12R-22-05 WAS MADE BY DEAN EGGENA AND SECONDED BY DICK PHILLIPS TO IGNORE THE DRIVEWAY ACCESS REQUIREMENT FOR THE ENTIRE DEVELOPMENT AND TO LET THE COUNTY ISSUE PERMITS ON COUNTY ROADS. Mayor Andolshek asked whether Mr. Brenny had any concerns with the location of the proposed driveway and Anderson stated that he was not aware of any concerns. Anderson further stated that the service road was required originally because the County wanted to be able to control the number of accesses onto County Road #3. MOTION CARRIED WITH ALL AYES.
- j. A letter dated December 9, 2005 from City Engineer Dave Reese requested a reduction in securities held by the City to 10% or \$37,157 for Eagle Pass. Reese stated that this security is sufficient to cover remaining work items to be completed by Mr. Carlson. Approval to accept the road was requested. MOTION 12R-23-05 WAS MADE BY DEAN EGGENA AND SECONDED BY JAY ANDOLSHEK TO ACCEPT THE ROADS IN EAGLE PASS AS CITY MAINTAINED ROADS AS RECOMMENDED BY THE CITY ENGINEER. Councilmember Phillips asked why we would plow the roads when no one lives in the development. MOTION CARRIED WITH MAYOR ANDOLSHEK, CURTIS AND EGGENA VOTING AYE AND PHILLIPS OPPOSED AND CURTIS ABSTAINING FROM THE VOTE.

5. CROSSLAKE COMMUNICATIONS –

- a. The minutes of the November 29, 2005 Advisory Board meeting were included for Council information.
- b. The Digital TV Report through November 2005 was included for Council information.
- c. Paul Davis presented the Highlights Report in the absence of General Manager Dennis Leaser. Davis stated that they have been experiencing problems with the firm hired to splice the Fiber Customers but the main job supervisor is back on the job to follow up on the work so installation is back on track. There was another problem when it got cold where the light in the fiber fizzled out and the signal was lost. Someone will be on site on December 13th to repair this problem. City Administrator Swenson asked if this was an electronic or material problem and Davis stated that it was an electronic problem. The RUS loan is still being held up in the Legal Department. The cutover of internet with Emily and Crosby-Ironton Telephone Companies has been completed and their staff has been trained. Negotiations for cable television are on-going and negotiations are expected to be difficult since many of the previously no-charge channels will be charging to carry their service. An attorney from National Cable Association has been hired to assist in these negotiations. Notices have been inserted in the December statements advising cable customers of these negotiations. The Union Negotiations between the Company and IBEW are continuing with the next meeting scheduled for January 18th.
- d. Approval of Bills – MOTION 12R-24-05 WAS MADE BY DEAN EGGENA AND SECONDED BY DICK PHILLIPS TO APPROVE THE CROSSLAKE COMMUNICATIONS BILLS FOR PAYMENT AS SUBMITTED IN THE AMOUNT OF \$865,843.81. MOTION CARRIED WITH ALL AYES.

6. PERSONNEL – Nothing

7. RECYCLING – No report received.

8. ECONOMIC DEVELOPMENT AUTHORITY – None

H. OLD BUSINESS – None

I. NEW BUSINESS – None.

J. PUBLIC FORUM – None

**K. ADJOURN – MOTION 12R-25-05 WAS MADE BY DEAN EGGENA AND
SECONDED BY DICK PHILLIPS TO ADJOURN THIS REGULAR MEETING AT
11:15 P.M. MOTION CARRIED WITH ALL AYES.**

Recorded and respectfully submitted by,

A handwritten signature in cursive script, appearing to read "Darlene J. Roach".

Darlene J. Roach
Clerk/Treasurer

Shared/REG COUNCIL MTG – Dec 12, 2005.doc

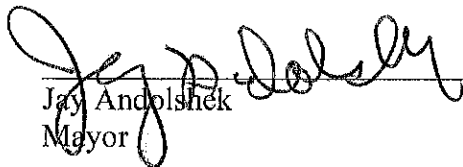
RESOLUTION NO. 05-33
RESOLUTION APPROVING 2005 TAX LEVY
COLLECTIBLE IN 2006

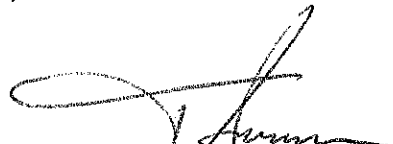
Be it resolved by the Council of the City of Crosslake, County of Crow Wing, Minnesota, that the following sums of money be levied for the current year, collectible in 2006, upon taxable property in the City of Crosslake, for the following purposes:

General Property Tax Levy	1,581,541
Debt Service Tax Levy	39,674
Community Center Levy 2002	62,400
Emergency Services Center	42,089
1999 Series A	96,000
1999 Series B	16,900
2001 Series A	31,755
2002 Series A	23,000
2003 Joint Facility Levy	106,901
2003 Series A Disposal	214,400
2004 Series A	<u>103,046</u>
Total Levy	2,317,706

The City Administrator is hereby instructed to transmit a certified copy of this resolution to the County Auditor of Crow Wing County, Minnesota.

Adopted by the City Council on December 12, 2005.


Jay Andolshek
Mayor


Thomas N. Swenson
City Administrator

BILLS FOR APPROVAL
12-Dec-05

VENDORS	DEPT	AMOUNT
Abra True Value, ice melt	PW/P&R	605.84
Ace Hardware, connector	Fire	3.29
Ace Hardware, torch, butane	PW	36.48
American Welding, cylinder rental	PW	225.78
Brothers Motor Sports, blade sharpening	PW	15.00
Bureau of Criminal App, initial key fob charge	Police	100.00
Bureau of Criminal App, remote access charge	Police	15.00
Career Clothes, uniform	Police	54.50
Council #65, union dues	ALL	288.00
Crosslake Construction, dot inspection	PW	102.87
Crosslake Rolloff Services, recycling	Gov't	2,450.00
Crow Wing County Attorney, forfeiture proceeds	Police	25.60
Crow Wing County Treasurer, e911 addresses	Gov't	250.00
Deferred Comp	ALL	226.92
Delta Dental, dental insurance	ALL	1,358.80
Echo Publishing, notice of pud meeting	P&Z	120.00
Fastenal, tape, bags	PW	162.69
Fire Instruction & Rescue, live burn I & II	Fire	700.00
Fortis, disability	ALL	262.00
Granite City Ready Mix, calcium chloride, ext slab	PW	969.79
Holden Electric, add outlet	Sewer	166.36
Holiday Station, ice scraper	Police	6.38
Holiday Station, water, ice	Fire	13.36
Houston Ford, repair door handle	Police	101.96
Irene Schultz, 3rd quarter meetings	P&Z	25.00
Lake Side Glass, new windshield	PW	585.63
Larson Allen, audit services	Gov't	497.00
Lorman Education Services, zoning and land use in mn class	P&Z	987.00
Marco, copier maintenance contract	P&Z/Admin	2,992.90
Mastercard, Scenic Signs, speed limit, caution, ski signs	P&R	297.10
Mastercard, travel expenses for conference	Admin	244.46
Medica, health insurance	ALL	15,231.79
Michael Winkels, 3rd quarter meetings	P&Z	125.00
Mills Motors, repair tranny	Fire	608.97
MN Benefits	Admin	100.92
MN Fire Service Certification Board, cert. test application	Fire	110.00
MN Life, life insurance	ALL	420.90
Moonlite Square, fuel and oil	Fire	18.28
Nancy Addington, 3rd quarter meetings	P&Z	75.00
Nancy Koch, 3rd quarter meetings	P&Z	125.00
NCPERS-Life Insurance	ALL	144.00
Neopost, postage rate increase software	P&Z/Admin	95.53
North Ambulance, subsidy	Ambulance	1,103.00
Paul Bunyan Scenic Byway Assoc, annual donation	Gov't	500.00
PERA	ALL	N/A

Peter Abler, 3rd quarter meetings	P&Z	100.00
Quality Flow Systems, field labor	Sewer	1,458.00
Quill, paper, folders, dvds, legal pads, binders	P&Z/Admin	188.49
Roger Lynn, 3rd quarter meetings	P&Z	125.00
State and Federal Taxes	ALL	N/A
State Treasurer's Office, forfeiture proceeds	Police	12.80
Terry Jo Flynn-Gammon, 3rd quarter meetings	P&Z	75.00
Tom Swenson, vehicle expense	Admin	400.00
Viking Coca Cola, pop	PW	111.03
WSN, engineering fees	ALL	10,403.50
Xcel Energy, gas utilities	P&R/Gov't	597.04
Ziegler, head lamp	PW	59.38
Zoll Medical Corp, defibrillator	Fire	1,733.92
TOTAL		47,812.26

ADDITIONAL BILLS FOR APPROVAL
12-Dec-05

VENDOR	DEPT	AMOUNT
Ace Hardware, bolts	P&R	4.60
Ace Hardware, extension cords, suction cups	Gov't	17.63
Alden Hardwick, reimburse library expenses	Library	28.72
Al's Welding and Sandblasting, paint and sand fenders	PW	288.87
AW Research, water test	Sewer	197.10
Blue Lakes Disposal, trash removal	ALL	251.85
Collegiate Pacific, bases, baseballs, t-core	P&R	353.05
Crow Wing County Highway Dept, fuel	ALL	2,995.23
Crow Wing Power, electric service	ALL	4,913.65
Crow Wing Soil and Water, trees	P&R	421.74
Culligan, water and cooler rental	PW/Gov't	41.77
Darlene Roach, reimburse petty cash	ALL	109.65
Diversified Medical, lifepak 500	Police	180.58
Echo Publishing, meeting notice of 12-16	P&Z/Admin	38.70
Erik Lee, septic inspections	P&Z	200.00
Fire Instruction & Rescue, house burn	Fire	700.00
Fire Instruction & Rescue, rapid intervention	Fire	1,000.00
Fire Instruction & Rescue, live burn I and II	Fire	700.00
Mastercard, Fleet Farm, cushion, brush, light bar, bulbs	PW	75.10
Mastercard, Fleet Farm, coupler, fitting, washers	P&R	14.91
Mastercard, McCarthy Signs, snowmobile traffic signs	P&R	211.35
Mastercard, Newegg.com, scanner	P&Z/Admin	899.99
Mastercard, Sears, drill	P&R	106.49
Menards, safety glasses, wrench, padlocks, pliers	P&R	183.85
Menards, engraver, shower head	P&R	39.27
MN T's, baseball uniforms	P&R	321.20
Northwood Turf and Power, cap screw, lock nut	P&R	4.92
Northwood Turf and Power, shear pin	P&R	5.06
Office Max, receipts, ink cartirdges, markers, batteries	P&R	255.70
Quill, columned paper	Admin	3.50
Quill, labels, indexes	P&Z/Admin	70.66
Quill, folders	P&Z	29.58
Quill, 3 ring binders, ink cartridges	P&Z	202.33
Robert Hartman, reimburse for uniform	Police	9.00
Sandelin Law Office, legal fees	ALL	3,396.88
Thelen Heating & Roofing, serviced heating	PW	450.00
Ziegler Cat, lamp head	PW	68.92
TOTAL		18,791.85

H. 1
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d.

Crosslake Telephone Company
Check Register - General and Capital Accounts
 From November 1, 2005 through November 30, 2005

Check #	Vendor Name	Date	Description	Amount
000429	INTERNAL REVENUE SERVICE	11/3/2005	FED, FICA, MEDICARE	5,977.15
000430	PERA	11/3/2005	PERA EE & ER	2,645.05
000431	MINNESOTA DEPT OF REVENUE	11/3/2005	MN INCOME TAX	1,030.03
000432	GREAT WEST LIFE & ANNUITY INSU	11/3/2005	DEFERRED COMP	2,306.55
000433	CITY OF CROSSLAKE (SEWER)	11/10/2005	OCTOBER SEWER	30.00
000434	INTERNAL REVENUE SERVICE	11/30/2005	NOVEMBER SALES & USE TAX	2,715.57
000435	MINNESOTA DEPT OF REVENUE	11/30/2005	NOV 1 SALES TAX	10,577.00
000436	INTERNAL REVENUE SERVICE	11/18/2005	FED, FICA, MEDICARE	6,685.91
000437	PERA	11/18/2005	PERA EE & ER	2,773.67
000438	MINNESOTA DEPT OF REVENUE	11/18/2005	MN INCOME TAX	1,171.99
000439	GREAT WEST LIFE & ANNUITY INSU	11/18/2005	DEFERRED COMP	2,306.55
019214	NORTHERN NATIONAL BANK	11/3/2005	EMPLOYEE SAVINGS	70.00
019215	MN CHILD SUPPORT PAYMENT CTR	11/3/2005	CHILD SUPPORT WITHHELD	302.72
019216	JC CHRISTENSEN & ASSOC INC	11/10/2005	COLLECTIONS	121.12
019217	BRAINERD DAILY DISPATCH	11/10/2005	BRAINERD DISP 1 YR SUBSCRIPT	125.00
019218	MINNESOTA DEPT OF COMMERCE	11/10/2005	ONE-TIME E-FILING ASSESSMENT	47.48
019219	NMN INC	11/10/2005	2006 CALENDARS	1,198.13
019220	LARRY EVENSON	11/10/2005	EXPENSE REIMB-OPTICAL SOLUTIONS TRAINING	261.33
019221	REED'S MARKET	11/10/2005	WATER, DONUTS..FOR UNION MTGS	50.59
019222	BRAINERD MEDICAL CENTER	11/10/2005	RANDOM DRUG TEST	20.39
019223	CULLIGAN OF BRAINERD	11/10/2005	NOV-DEC SERVICE	131.80
019224	POWER & TELEPHONE SUPPLY	11/10/2005	FIBER JUMPERS, SCOTCHKOTES, 8444' 36-FIBER, 8" PROPEDS	6,534.42
019225	UNITED PARCEL SERVICE	11/10/2005	SHIPPING & WKLY SERVICE	220.45
019226	CROSSLAKE COMMUNICATIONS	11/10/2005	PHONE SERVICE & COMMUNITY CTR VOICE MAIL	814.34
019227	CITY OF CROSSLAKE	11/10/2005	SUBSCRIBER FEE	20,049.00
019228	MARTIN GROUP	11/10/2005	HP HARDWARE MAINTENANCE	1,653.00
019229	CONSOLIDATED TELEPHONE	11/10/2005	TIMESHARE OF SERVER	2,287.84
019230	QWEST COMMUNICATIONS	11/10/2005	PARS 10/1/05	133.86
019231	CITI LITES INC	11/10/2005	LOCATES	2,858.55
019232	THE OFFICE SHOP	11/10/2005	NAME BADGES & PENS	28.67
019233	XCEL ENERGY	11/10/2005	OCTOBER GAS SERVICE	45.35
019234	BEVCOMM	11/10/2005	ANSWERING SERVICE	127.55
019235	MEDTOX LABORATORIES	11/10/2005	RANDOM DRUG SCREENING	64.30
019236	RDO EQUIPMENT CO.	11/10/2005	REPAIR VERMEER	1,153.90
019237	CROSSLAKE EYE CENTER	11/10/2005	SAFETY GLASSES-RODNEY	172.38
019238	UNITED STATES POSTAL SERVICE	11/10/2005	POSTAGE	1,500.00
019239	HOLIDAY OF CROSSLAKE	11/10/2005	PLAT BOOKS FOR TECHS	159.75
019240	THOMPSON PUBLISHING GROUP	11/10/2005	VIDEO COMPLIANCE & BROADBAND REGULATIONS	513.50
019241	AMERIPRIDE LINEN & APPAREL	11/10/2005	RUG & TOWEL SERVICE	174.29
019242	LYDIA SASSE	11/10/2005	COPAY REIMBURSEMENT, EXP. REIMBURSE-OPTICAL SOL. TRAINING	268.47
019243	MINNESOTA 9-1-1 PROGRAM	11/10/2005	911, TAP, TACIP	1,682.55
019244	ROHLFING	11/10/2005	TOWELS & TISSUES	67.04
019245	MN NCPERS LIFE INSURANCE	11/10/2005	NOV LIFE INSURANCE PREMIUM	64.00
019246	CABLE DISPOSAL SERVICE	11/10/2005	NOVEMBER GARBAGE SERVICE	162.04
019247	BRAINERD LAKES AREA CHAMBER	11/10/2005	BREEZY/C.L./PEQUOT INFO GUIDE	465.00
019248	NATIONAL CABLE TELEVISION COOP	11/10/2005	REPAIR 4 DCT'S, RG6 CONNECT., .500 SPLICES	724.06
019249	CABLE INNOVATIONS INC	11/10/2005	DROP LINE SURGE SUPPRESSORS	393.89
019250	TRENCHERS PLUS	11/10/2005	REPAIR MAXI TRENCHER	507.20
019251	COBANK	11/10/2005	OCTOBER INTEREST	6,156.94
019252	CENTRAL TRANSPORT GROUP LLC	11/10/2005	4 EA DS1'S, 1 EA T3	4,088.00
019253	DENNIS LEASER	11/10/2005	NOV HEALTH & DENTAL REIMB	376.98
019254	ASSURANT EMPLOYEE BENEFITS	11/10/2005	NOV LONG TERM DISABILITY	215.90
019255	INDEPENDENT PINNACLE SERVICE	11/10/2005	TELEPHONE DIRECTORY-3	1,862.05
019256	PROGRESSIVE BUSINESS PUBLIC.	11/10/2005	SUPERVISORS LEGAL UPDATE SUB.	177.84
019257	KRAUSE LOCK & KEY	11/10/2005	LOCKS FOR NEW DOORS & BACK DOOR	2,820.00
019258	LAKELAND PUBLIC TELEVISION	11/10/2005	ADVERTISING	175.00
019259	NORCON BORING INC	11/10/2005	CONTRACT PLOWS	9,308.60
019260	AMERICAN TELEVISION & COMM.	11/10/2005	AFFILIATE PAYMENT	1,000.00
019261	FOX SPORTS NET NORTH	11/10/2005	AFFILIATE PAYMENT	5,381.28
019262	UNICEL	11/10/2005	PAGER	6.39
019263	MTV NETWORKS	11/10/2005	AFFILIATE PAYMENT	3,393.81
019264	TV GUIDE NETWORKS INC	11/10/2005	AFFILIATE PAYMENT	568.71
019265	DISCOVERY DIGITAL NETWORKS	11/10/2005	AFFILIATE PAYMENT	93.63
019266	DISCOVERY HEALTH	11/10/2005	AFFILIATE PAYMENT	40.53
019267	MCS JANITORIAL SERVICE	11/10/2005	OCTOBER CLEANING SERVICE	585.75
019268	PROSTAFF	11/10/2005	CUST SERV & ACCTNG TEMP HELP	1,159.92
019269	SANDELIN LAW OFFICE	11/10/2005	OPINION LETTER FOR COBANK LOAN	228.46
019270	MTA	11/10/2005	4TH QTR 2005 ASSESSMENT	1,230.00
019271	VANTAGE POINT	11/10/2005	REVIEW INVOICES, PROG REPORT, INSPECTION, INCLUDING MISC., TF	24,908.96
019272	Johnson, Killen & Seiler, P.A.	11/10/2005	RE: ATTENDANCE POLITY	222.00
019273	PROPERTY 3 HOMES, INC.	11/10/2005	NEW OFFICE IN SERVER ROOM, HALF WALLS & GATES IN FRONT	7,514.00
019274	D&H DISTRIBUTING CO.	11/10/2005	PRINTER FOR RESALE	697.97
019275	AT&T - DALLAS TX	11/10/2005	PARS 9/16-10/15	1,888.03
019276	7SIGMA SYSTEMS, INC	11/10/2005	OCTOBER CONSULTING	8,479.97
019277	THELEN HEATING & ROOFING, INC.	11/10/2005	REPAIR ECONOMIZER	180.00

Check #	Vendor Name	Date	Description	2 Amount
019278	IMAGING PATH	11/10/2005	OCTOBER COPIES	414.93
019279	CANNON FINANCIAL SERVICES, INC	11/10/2005	PMT 14 OF 36-COPIER LEASE	484.84
019280	WRLD ALLIANCE	11/10/2005	OCTOBER CALL ACTIVITY	2,611.13
019281	CROSSLAKE ACE	11/10/2005	FURN FILTERS, SM TOOLS & SPPLY	262.95
019282	NATIONAL CABLE TEL COOP, INC	11/10/2005	AFFILIATE PAYMENT	21,269.98
019283	SPRINT	11/10/2005	CELL PHONES	297.70
019284	EQUUS COMPUTER SYSTEMS, INC	11/10/2005	LAPTOP & USB FOR RESALE	2,554.38
019285	NATHANIEL J. PLANTE	11/10/2005	DSL REIMB 9/14-11/1/05	91.06
019286	OPTICAL SOLUTIONS	11/10/2005	FIBERPOINT 560 QUAD T1 CARD	4,365.79
019287	JAMES & TANA MATEYKA	11/10/2005	PERM DISCONNECT	20.99
019288	SUSAN HOBBS	11/10/2005	PERM DISCONNECT	22.23
019289	WARREN WINBERG	11/10/2005	PERM DISCONNECT	13.26
019290	WHITEFISH GALLERY & STUDIO	11/10/2005	PERM DISCONNECT	35.82
019291	JOHN BUEZIS	11/10/2005	PERM DISCONNECT	46.31
019292	MARY C CRAVENS	11/10/2005	PERM DISCONNECT	69.52
019293	BRUCE W & BETTY J STUHR	11/10/2005	PERM DISCONNECT	18.89
019294	LLOYD G JONES	11/10/2005	PERM DISCONNECT	27.65
019295	EDWARD W SISOLA	11/10/2005	PERM DISCONNECT	10.23
019296	JOSEPH BYRNE	11/10/2005	PERM DISCONNECT	12.45
019297	JOHN & PAMELA WILSON	11/10/2005	PERM DISCONNECT	39.44
019298	PERRY CLARK	11/10/2005	PERM DISCONNECT	57.48
019299	HENRY & JOANN HENRICKSEN	11/10/2005	PERM DISCONNECT	65.71
019300	CHARLES A LEMIEUX	11/10/2005	PERM DISCONNECT	122.54
019301	MEZZENGA DISTRIBUTING	11/10/2005	PERM DISCONNECT	108.17
019302	WILLIAM B BECKER	11/10/2005	PERM DISCONNECT	33.04
019303	DAVE ANDERSON	11/10/2005	PERM DISCONNECT	5.83
019304	EXCALIBUR REAL ESTATE	11/10/2005	PERM DISCONNECT	30.98
019307	NORTHERN NATIONAL BANK	11/17/2005	EMPLOYEE SAVINGS	70.00
019308	IBEW LOCAL UNION 949	11/17/2005	UNION DUES WITHHELD	355.60
019309	MN CHILD SUPPORT PAYMENT CTR	11/17/2005	CHILD SUPPORT WITHHELD	302.72
019314	RONALD J. SCHMIDT	11/28/2005	OPTIC SOL TRAINING EXPENSES	238.79
019315	LARRY EVENSON	11/28/2005	CAFE PLAN REIMBURSEMENT	168.68
019316	GOPHER STATE ONE CALL	11/28/2005	LOCATES	388.80
019317	ONVOY, INC.	11/28/2005	BANDWIDTH BILLING, 6264 PROGRAM, EASY 800 SS7,ETC.	13,055.01
019318	OLSEN THIELEN CO LTD	11/28/2005	MIC LEGAL & ACCTNG MAY '05	1,091.57
019319	POWER & TELEPHONE SUPPLY	11/28/2005	TWO FIBER PWR METERS & ADAPT.	1,231.38
019320	DEBORAH FLOERCHINGER	11/28/2005	MILEAGE & MISC. EXPENSES, CAFÉ PLAN REIMBURSEMENT	595.19
019321	MARTIN GROUP	11/28/2005	AT&T SOFTWARE CHANGES	133.10
019322	CITI LITES INC	11/28/2005	LOCATES	602.00
019323	THE OFFICE SHOP	11/28/2005	QUADRILLE PADS, COMPUTER PAPER, HIGHLIGHTERS	124.78
019324	DELTA DENTAL PLAN OF MINNESOTA	11/28/2005	DECEMBER DENTAL	859.50
019325	NECA SERVICES INC	11/28/2005	B&C STATEMENT	1,311.02
019326	MEDICA	11/28/2005	DECEMBER MEDICAL PREMIUM	8,062.82
019327	AMERIPRIDE LINEN & APPAREL	11/28/2005	RUG & TOWEL SERVICE	187.39
019328	WILLIAM GORDON	11/28/2005	COPAY REIMBURSEMENT	45.00
019329	MN NCPERS LIFE INSURANCE	11/28/2005	DECEMBER LIFE PREMIUM	64.00
019330	NORTHERN LAKES EMBROIDERY	11/28/2005	JACKETS EMBROIDERED	64.00
019331	NATIONAL CABLE TELEVISION COOP	11/28/2005	DRILL BITS, SECURITY SHIELDS, SECURE TOOL	499.26
019332	MERRILL LYNCH	11/28/2005	OCTOBER VISA ACTIVITY	2,041.30
019333	ASSURANT EMPLOYEE BENEFITS	11/28/2005	DECEMBER LONG TERM DISABILITY	215.90
019334	MINNESOTA LIFE INSURANCE CO	11/28/2005	DEC LIFE INSURANCE PREMIUM	207.40
019335	NORCON BORING INC	11/28/2005	CONTRACT PLOWS	4,859.82
019336	USA NETWORK	11/28/2005	AFFILIATE PAYMENT	1,286.46
019337	BROADBAND DIGITAL REPAIR INC.	11/28/2005	REPAIR SA PROCESSOR #6140	220.00
019338	LIFETIME	11/28/2005	AFFILIATE PAYMENT	637.60
019339	THE HOT NETWORK	11/28/2005	AFFILIATE PAYMENT	5.95
019340	PROSTAFF	11/28/2005	CUST SERV & ACCTNG TEMP HELP	386.64
019341	MTA	11/28/2005	MTA SIGNAL BROADCAST SEMINAR	108.40
019342	VANTAGE POINT	11/28/2005	REVIEW INVOICES	20,170.89
019343	PAUL DAVIS	11/28/2005	TRAVEL EXP WHILE TRAINING	117.28
019344	SPRINT	11/28/2005	CELL PHONES	296.14
019345	OPTICAL SOLUTIONS	11/28/2005	12 EA 40' PWR CORDS FOR UPS	248.17
019346	CROW WING COUNTY HIGHWAY DEPT.	11/28/2005	UNLEADED & DIESEL FUEL-OCT	1,211.63
Total for General Account				260,631.64
Capital Account				
001007	MP NEXLEVEL LLC	11/14/2005	FTTH OSP CONSTRUCTION	551,319.27
001008	FIRST FEDERAL SAVINGS BANK	11/14/2005	TO FUND DEBT SERV RESERVE	53,892.90
Total for Capital Account				605,212.17
				865,843.81
Total				865,843.81