

SPECIAL COUNCIL SESSION
CITY OF CROSSLAKE MINNESOTA
AUGUST 31, 1995
CITY HALL - 2:00 P.M.

The Council for the City of Crosslake met in the Council Chambers of City Hall on Thursday, August 31, 1995. The following Councilmembers were present: Mayor David M. Kolesar, Jane M. Michaud, Raymond P. Smyth and John R. Webster. Absent was Charles O. Miller. Also present was City Clerk Arlene Buchite and Dean Swanson.

Mayor Kolesar called the special session to order at 2:00 P.M. by stating three items on the agenda were up for discussion. The first item was to canvass the election results from the August 29, 1995 referendum on the Community Center. Mayor Kolesar reported that there were 423 "yes" votes, 276 "no" votes and 1 blank ballot for a total of 700 votes cast.

MOTION 08S3-01-95 WAS MADE BY RAY SMYTH AND SECONDED BY JANE MICHAUD TO ACCEPT THE BALLOT COUNT FOR THE REFERENDUM. MOTION CARRIED UNANIMOUSLY.

The second item of business was how the Council should proceed with the Community Center. Ray Smyth updated the Council on the status of the RUS grant. A letter from the County Assessor to the County Attorney advised that the Community Center property would remain non-taxable for the purpose of administering the RUS loan. Tom Mezzenga will be recommending to the Utilities Commission that they approve an amended resolution establishing BLADC in the role that was previously assigned to the Economic Development Authority. Ray Smyth recommended the Council pass a similar resolution. BLADC had requested a \$50.00 per month service fee for administering the loan. Tom Mezzenga will work with City Attorney Paul Sandelin and the Mayor on the details of the lease agreement.

Another item concerning the Community Center would be the advertising of bids, which under law, would require a minimum of 21 days. The architect would like to place in the bid specifications the authority to negotiate the final price with the low bidder.

MOTION 08S3-02-95 WAS MADE BY RAY SMYTH AND SECONDED BY JANE MICHAUD TO AUTHORIZE BONESTROO ROSENE ANDERLIK AND ASSOCIATES TO ADVERTISE FOR BIDS FOR THE CONSTRUCTION OF THE CROSSLAKE COMMUNITY CENTER AND THAT A COMPLETE SET OF BID DOCUMENTS BE SENT TO THE CITY CLERK'S OFFICE. MOTION CARRIED UNANIMOUSLY.

Dean Swanson has agreed to review all the documents and the spec book and serve as a watch dog to identify missing items.

Jack Webster expressed his concerns regarding Bonestroo's lack of follow through and responsiveness to issues as was experienced with the Emergency Service Center.

There was some discussion as to when the bonds would be issued and it was agreed that Sid Inmann would be contacted for details.

The next item on the agenda was to finalize the budgets for the various

departments.

MOTION 08S3-03-95 WAS MADE BY JACK WEBSTER AND SECONDED BY JANE MICHAUD
TO ADJOURN THE SPECIAL COUNCIL SESSION AT 3:50 P.M. MOTION CARRIED
UNANIMOUSLY

Recorded and edited by:



Arlene A. Buchite
City Clerk/Treasurer

OFFICIAL BALLOT
SPECIAL ELECTION

City of Crosslake
Crosslake, Minnesota August 29, 1995

Instruction to voters: Voters desiring to vote in favor of the following question shall put an (X) in the square before the word "Yes." Voters desiring to vote against the question shall put an (X) in the square before the word "No."

BY VOTING "YES" ON THIS BALLOT QUESTION, YOU ARE VOTING FOR A PROPERTY TAX INCREASE.

[] YES

Should the City of Crosslake be authorized to borrow money by issuing its general obligation bonds in an amount not to exceed \$640,000.00 to finance the acquisition and betterment of a multi-purpose gymnasium, meeting rooms, kitchen facility and related facilities for a Community Center?

[] NO

The amount of taxes that would be raised in the first year of the property tax levy to the principal and interest on the bonds is estimated to be approximately \$69,244.00. The maximum amount of taxes that would be raised in any subsequent year for the purpose is estimated to be approximately \$70,539.00. This maximum increase in property tax levy is estimated to be approximately .0306% of the taxable market value of property in the City.