

CITY COUNCIL PROCEEDINGS
JANUARY 10, 2006

The Bagley City Council met in regular session on January 10, 2006 at 7 P.M. in the City Council Chambers.

Present: Mayor Steven M. Beltz, Council Members Howard Moore, Mark Edevold, Karen Anderson, John Sutherland, and Clerk Treasurer Colleen R. Lindgren.

Also present were Arnie Teige, Steve Haugen, Darin Halverson, Mary White, Rick Viktora, Frank Beaver and Kyle Lasignan.

Motion was made by Moore to approve the previous meetings minutes as read. Seconded by Anderson, passed unanimously.

Mayor Beltz appointed Howard Moore as Vice-Mayor for 2006.

Mayor Beltz appointed the following Board Chair positions: Parks & Recreation-Anderson; Liquor Store-Sutherland; Buildings-Moore; Roads & Bridges-Edevold; and Public Safety-Mayor Beltz.

Motion was made by Moore to appoint Noel Anderson to the Public Utilities Board for the term of January 1, 2006 to December 31, 2008. Seconded by Edevold, passed unanimously.

Motion was made by Edevold to appoint Ed Rasmussen as City Attorney for 2006. Seconded by Sutherland, passed unanimously.

Motion was made by Anderson to appoint Colleen Lindgren as Cemetery Sexton for 2006. Seconded by Sutherland, passed unanimously.

Motion was made by Moore to appoint the following people to the Library Board: Anna Larson, Shirley B. Beltz, Terry Knutson, Carmen Collins, and Debbie O'Shea. Seconded by Sutherland, passed unanimously.

Motion was made by Edevold to appoint the following people to the Zoning Board: Howard Moore, Richard Olson, David G. Anderson, Richard Davis, and Kraig Fontaine. Seconded by Anderson, passed unanimously.

Motion was made by Edevold to contract with County Attorney Kip Fontaine to do the legal representation for the City on prosecution services. Seconded by Sutherland, passed unanimously.

Motion was made by Edevold to pass Resolution #1-06 AMERICAN LEGION POST #16 GAMBLING LICENSE. Seconded by Anderson, passed unanimously.

Motion was made by Anderson to pass Resolution #2-06 OFFICIAL NEWSPAPER. Seconded by Moore, passed unanimously.

Motion was made by Edevold to pass Resolution #3-06 OFFICIAL DEPOSITORY. Seconded by Sutherland, passed unanimously.

Mayor Beltz brought before the Council Resolution #4-06 A RESOLUTION APPOINTING A COMMISSIONER TO THE BAGLEY HOUSING AND REDEVELOPMENT AUTHORITY. Resolution is to appoint Lyn Schroeder to the Board for a period of 5 years. Motion was seconded by Moore, passed unanimously. Members were asked to bring names back to the next Council Meeting, of people who might want to be on the housing board to take Noel Anderson's position.

Discussion was held on the appointment of a new Director to Northern Municipal Power Agency being Earl Holmstrom resigned his position with the Public Utilities. Motion was made by Moore to appoint Frank Beaver as Director to replace Holmstrom. Seconded by Edevold, passed unanimously.

Motion was made by Anderson to have the Clerk advertise for gas bids. Seconded by Sutherland, passed unanimously.

Clearbrook Assistant Police Chief Kyle Lusignan was present to inform the Council about the City of Clearbrook wanting to get a K-9 unit. Lusignan stated that there

presently isn't a K-9 in Clearwater County but there is a need for one. The dog would be trained and certified through the State of MN and he would like to see a dog back in the school system. Mayor Beltz asked what he would need from the City. Lusingan stated he is looking for financial support from the City and from all other entities in the County. He is currently proposing the dog to different groups and he has a lot of follow-up to do. He has raised about \$2,000 so far. Fundraisers are being set up. Anderson asked Bagley Assistant Chief Halvorson what equipment he still has from the Bagley K-9. Halvorson stated he might have some sleeves left. Mayor Beltz stated that the budget for 2006 has been set but the City of Bagley could give a letter of support.

Lusignan stated that if schools donate, he would go in two times a month to the school. Moore stated that he would like to see if the County commits any funds because the City of Bagley caught heck at different times for the K-9, which the Bagley Police Dept. had. Personally he feels the County should foot the bill for the dog. After discussion, motion was made by Moore to write a letter of support for the K-9. Seconded by Sutherland, passed unanimously. It will also be discussed to put something in the 2007 Budget for the Unit.

At this time no bids have been received for the Beautification Hanging Baskets. Matter will be tabled until the next regular City Council meeting.

Larry Bellefy, who owns Main Street Tavern, was present to request from the Council permission to be open on Sundays. He would like to be open on Super Bowl Sunday and more if he could. Motion was made by Moore to allow Bellefy a Sunday license after the \$200 fee is gotten. Seconded by Anderson, passed unanimously.

Police Chief Haugen brought before the Council an application for a Pawnbroker license by Bagley Motor Sports (Barbara Kaye Jesness). She has met all criteria set forth in Ordinance #161 which was adopted by the City of Bagley. Chief Haugen recommends the Council approve the application. \$500 fee has been received. Motion was made by Moore to approve the license. Seconded by Sutherland. A security system is in place, with a separate computer system hooked up to the automated state system. Motion passed unanimously.

City resident Mary White was present to question the closing of the "Hospital Hill" to sliding. She asked if there should have been a Public Hearing letting people know the hill was going to be closed. She feels parents should be more responsible for their children. She read a letter to the Council with all her concerns and questions. Mayor Beltz stated that he was the one who ordered the hill closed because he had been getting calls from the hospital on children being hurt on the hill. There were three one weekend. He asked the Street Superintendent to put sand on the hill because of ice and to make it safer. An orange fence was put up but stolen and straw bales were also put in the area. These were then moved and used to make jumps. Notice was put over the cable TV but it will be changed to state the hill will be opened up again for sliding when more snow is gotten and the hill is not so icy.

Discussion was held on the 2006 Pay Equity Report. Clerk Lindgren explained the State point match, which was used to put points on the city jobs. Wage amounts are the wages as of December 31, 2005. Clerk's points were averaged out because the State Job Match has a number of positions, which she fills, and different numbers for each position. The Police Chief was given the highest number in the Police Chief Position and the Assistant Chief was given the lower number in the Police Chief Position. The points for the park attendant were gotten from the State office. Motion was made by Moore to have the Mayor sign the form as figured and send it in to see if the City complies. Seconded by Edevold, passed unanimously.

Department Reports: Fire Department-will be given later in meeting.

Police Department-Chief Steve Haugen. Officer Steve Davis will be retiring April 30th and he would like to advertise the position. Sutherland stated he feels it would be smart to look for someone right away and fill the position before the overtime would kick in. Somebody else will be starting out at a lower wage than Davis. Mayor Beltz stated Assistant Chief Halvorson had figured out the overtime and the City would not be saving without a 4th Officer. Chief Haugen stated that coverage would be much less; 21 hours per day are covered now. Moore asked if the person would be hired right away or is the Council going to ride it for awhile. Haugen stated it takes quite a while to get someone on board. Advertising needs to be done, then interviews are set up and taken and if the Officer has another job, they will need to give their employer notice. Moore stated he feels this is a sore subject with residents. Mayor Beltz stated that just a few people who did not want their taxes to go up were the complainers. Contracting with the County would cost at least \$200,000. per year and the City would have less coverage. Moore stated that he feels if we paid the County so many hundreds of thousands of dollars per year, they would have to have one Officer in town all the time. Halvorson explained the City of Blackduck situation on contracting. Mayor Beltz stated it would be a long process to get a contract through with the County. Edevold stated that the only way to save money is to reduce coverage. Sutherland asked about bringing in a part-timer. Edevold feels it would be difficult to bring a part-time Officer in. Motion was made by Edevold to allow Chief Haugen to advertise the position. Seconded by Sutherland, passed unanimously.

Mayor Beltz stated that he had met with Chief Haugen and Assistant Chief Halvorson and they would like to have a meeting between the Council and the Police Department on what is happening/going on in the department. Motion was made by Edevold to hold a special meeting on January 24th at 5:30 p.m. Seconded by Anderson, passed unanimously.

Liquor Store-Chief Haugen would like to see the bars put back on the front of the liquor store building for safety issues. An all-new system would need to be done. Teige stated he had put the original ones on and he will look at it to see about putting new bracing on.

Street Department-Arnie Teige. 475 loads of snow have been hauled out of town so far. There is lots of ice, which makes things difficult. He and his crew have done some inside work on the new building instead of hiring it out. New benches are being built.

Zoning-Howard Moore. A Public Hearing for a Zoning Amendment for Tom/Shirley Beltz will be held on January 17th at 6 P.M.

Public Utilities-Frank Beaver. Beaver handed out an outline of the work, which he has been doing. Projects are being prioritized. Water issues at the water plant are being worked on. Edevold stated that in the last three weeks more has been accomplished than it has in the last year.

City Hall-Colleen Lindgren. Council members were given a breakdown of the dividend check received from the League of MN Cities Insurance Trust. A check in the amount of \$16,106.00 was received. Public Utilities will get \$6,377.97, Liquor Store - \$1,090.37 and the City \$8,637.66. Two books will be at City Hall for anyone who wishes to read through them: Analysis of Municipal Liquor Store Operations for year ended December 31, 2004 and Minnesota City Finances: 2004 Revenues, Expenditures & Debt.

Clerk asked permission to attend the MN Municipal Clerks & Finance Officers Association conference to be held in St. Cloud on March 14-17. Registration cost is \$200, plus mileage, a few meals and room at \$72/night or \$84/night, depending which hotel is available. Motion was made by Edevold to allow Lindgren to attend the conference, expenses paid. Seconded by Anderson, passed unanimously.

Clerk reported that she has had complaints lately about ice on the sidewalks and old cars sitting around the town. The car issue was referred to Councilman Moore. Clerk did

inform the person that the sidewalks are to be taken care of by the people who own the building that the sidewalks are abutting to. Also, Leonard Stinar was in to complain about the deer population in the city limits. He has deer eating all his trees and flowers. Chief Haugen stated that he has been working with the DNR about maybe having a bow season on the edge of town. Haugen will contact Stinar. Also a citizen asked about getting a handicap parking in front of Thrifty White. There is increased parking in the area due to the restaurant. Haugen feels it would be a good spot for handicap parking. Anderson stated she would like to see more police patrol in the area because of increased parking. The signs for parking and hours need to be put back up. Also the lighting around the American Legion needs to be increased because there are dark areas. Utility Manager Beaver was asked to look into this.

Discussion was held on the two Leadership Conferences coming up for elected officials. Sutherland would like to go if his work schedule permits. Edevold would also. Motion was made by Anderson to send Sutherland and Edevold if their work schedules permit. Seconded by Moore, passed unanimously.

A letter was read from the City of Gonvick, requesting a letter of support from the Council, on their endeavors to secure bonding and funds for the City to construct an emergency training center. Motion was made by Moore to have the Mayor write a letter of support to the City of Gonvick. Seconded by Sutherland, passed unanimously.

Discussion was held on the Contract Negotiations with the Police Union. Mayor Beltz has met with the union and employees. They are requesting a 3% pay raise, an increase in their health insurance cap of \$91.00 per month, and some language changes in the contract. Motion was made by Sutherland to accept the contract as negotiated. Seconded by Moore, passed unanimously.

Motion was made by Edevold to pay the outstanding bills with the addition of: CEDO-\$3,302.50; Westwood-\$8.58 and Thrifty White \$8.50; and to hold the bill of WSN. Seconded by Anderson, passed unanimously.

Moore and Edevold questioned what CEDO has done for the City for the dollars, which we pay into the group. Mayor Beltz stated that the funds go to pay towards the salary of Al Rasmussen who is the Economic Developer for Clearwater County. Edevold would like to see a report on work done. Rasmussen will be asked to attend the February Council meeting and give a report.

Committee Reports: Liquor Store. Sutherland has spoken with Ultima Bank who has K B Sports. They are asking \$495,000 and it is appraised at \$595,000. Bottom line they would take \$400,000 for it. Gas tanks are still in the ground. There is a four-bedroom house on top. Financing through the bank would be available. Sutherland asked how much the City wants to put in an old building? Clerk asked about expanding north of the liquor store if the home next door would be for sale. Sutherland will work with Liquor Store Manager Ken Moen to see what he thinks. Sutherland could also check with MN Petroleum on removal of tanks and pumps and what the cost would be.

Parks & Recreation: Anderson stated that one application has been received to clean in the park over the summer. She also asked that advertising for Park Attendant be done. Motion to do so was made by Moore. Seconded by Sutherland, passed unanimously.

Rick Viktora was present to request permission for Chief Tony Marty to attend a training class on February 11 & 12 in Fergus Falls. Training is on Disaster Town – Table-Top Simulator. Motion to allow the training and pay expenses was made by Edevold, seconded by Anderson. Passed unanimously. Training cost is \$85.00 and \$166.44 for room.

Chief Haugen asked if the Policy Manual that the Public Utilities are working on is for the whole City or for just the P.U. Edevold stated that it is for mainly the PUC because they have some issues to get clarified. Haugen would like to see the old City policy updated because it is very old.

Being there was no further business to come before the Council, motion to adjourn was made by Edevold. Seconded by Sutherland, passed unanimously.

Steven M. Beltz, Mayor

ATTEST:

Colleen R. Lindgren, CMC
City Clerk Treasurer

CITY COUNCIL PROCEEDINGS
JANUARY 24, 2006

The Bagley City Council met in special session on January 24, 2006 at 5:30 p.m. in the Bagley City Council Chambers.

Present were Mayor Steven M. Beltz, Council Members John Sutherland, Mark Edevold, Karen Anderson, and Clerk Colleen Lindgren. Councilman Howard Moore was absent.

Also present were County Commissioner Keith Larson, Assistant Police Chief Daren Halverson, and Officer Larry Peterson.

Meeting is being held to give everyone a better understanding of the working of the Police Department. There have been concerns heard of dropping the Police Department. April 1st one of the City Officers is retiring. Mayor Beltz asked the Assistant Chief to figure up what it would be like with a schedule of three officers versus 4 officers.

Halverson informed the Council on the pros and cons of having 3 Officers versus 4 Officers. Pros: 1) Save wages and benefits for one officer; 2) save uniform allowance for one officer (\$500/year); 3) could eliminate one squad car; 4) save on gas and maintenance. Cons: 1) less coverage (17 hours/day compared to 20/21 hours/day; 2) overtime cost would remain approximately the same; 3) harder to cover special events such as the County Fair and July 4th, etc.; 4) would need to hire part-time help.

Sutherland feels that it may burn the Officers out if they go to a three Officer schedule and would like to see 4 Officers kept in place. Edevold stated that the cost saving does not cover the burden on the Officers. Mayor Beltz stated the only reason all this came up is because of the raise in the property taxes. The same complaints have been heard for 20 years. Residents don't see all that has been done by the Police Department. Edevold would like to explore a way for better public relations. No one has asked for less protection.

County Commissioner Keith Larson stated that some of the same conversations are going on at the Courthouse, some stemming from rumors or unhappy people, wanting better coverage. The County is forging ahead with a lot of projects to make things better. What they see is probably helping the City save some money because they are already here (meaning the Sheriffs Dept.). Nothing can be guaranteed on coverage. They could dedicate two employees for sure, for the City. They have flexibility due to having a much larger number of employees. If offered to the City of Bagley, then they must offer it to Clearbrook & Gonvick. They still think they can do it. A real push the County has is to get a Liaison Officer into the schools. Discussion at the County level is if the City is interested in combining, then the County would be interested. Could save the City money, but coverage would be reduced unless the City is willing to pay for more. Other Counties do it and it is workable. Larson would like to see combining done and do a better job. However, he is only one County Commissioner and the others may or may not want to combine.

Mayor Beltz stated he would like to see it explored. There are always some trade offs. Larson stated there would have to be dedicated Officers to each area.

Officer Larry Peterson talked about issues he had in previous years with the Sheriffs Dept. Would the Departments be separate or who covers what area of the City and the County. Mayor Beltz stated that some kind of language would need to be written that the City is guaranteed coverage and how much. Edevold stated that the City would want Officers that know the town and not just someone who would just stop by if something happened. Would want Officers centered in Bagley. Clearly, there may be "control" issues. The City has many Ordinances that the County Officers don't know anything about.

Officer Halverson asked if this were to happen, would the Council be able to say whom they hire. Larson stated that there are some County Commissioners who like to open up to advertise and others who feel the Officers that are working should be given first chance because they have good relations with the Officers. Mayor Beltz stated that if a Contract is entered into, then we should put something in there on this. If the County Commissioners want to advertise, then all positions should be opened up.

Larson feels that the County would be receptive to the idea of working on Consolidating. He feels everyone would benefit from it. Edevold would like to see a couple examples of other County contracts. Larson will look into this and get examples to the Clerk, to distribute to the Council Members.

Halverson stated that contracting will work if it is done right and done for the right reasons. Mayor Beltz informed the group that everyone needs to sit down at a table and talk about all the issues so

everyone knows the same issues at the same time. Edevolds fear is that the City may get swallowed up by the County.

Larson stated the County is very money orientated and they could tell the Council in a matter of days what it would cost to hire 2, 3, or 4 Officers. This would be just the employee cost and then you would need to hook on the "maintenance" costs and upgrades. Larson also spoke about Satellite Officers.

Edevold would like to see it structured by retaining our identity but still being a part of the County. Such as the cars still saying the Bagley Police Department. Larson stated this may be a stumbling block if an Officer is scheduled in a different part of the County and has a "Bagley" car. If contracting were done the County would take all, cars, uniforms, and all.

Halvorson asked about the old Police Department? What will happen to this since a lot of money was put into remodeling the building? Larson stated there would be space issues because space is limited in the Court House. Everything needs to be laid out on the table for this to work. Edevold would like to keep the identity of the Police Department and let it be known that two officers are located in the City. Mayor Beltz does not want to create two classes of Officers. Would like to see the uniforms all kept the same and the cars the same. Larson stated that education would be a key issue. Edevold does not want to approach it as a major cost saver. Peterson stated that he feels the people in the community should know the officers.

Officer Halverson asked if this is something that the City is seriously looking at for 2007? Applicants for the job opening in April are asking questions because they do not want to relocate if the City/County are going to combine and they might be out a job right away. Edevold stated he is extremely reluctant to give anyone a guarantee on if the City and County will be combining. Sutherland asked if it would be an option to look at a part-time position in case we do combine. Halverson stated it is hard to get anyone part-time. Edevold stated that the City could clearly tell the applicants that we are looking at contracting and this may or may not happen. Sutherland stated that the next step would be to meet with the County Commissioners and be up front with the applicants.

Larson stated that a committee is the best way to go and to keep communication open. Larson will give the County Commissioners a heads up. Council needs to make a formal request of the Commissioners. Mayor Beltz would like to get away from past problems where communication was null.

Anderson stated that is goes back to not a cost savings, but they have taken it to a positive point. Savings is unknown. Halvorson and Sutherland agreed that law enforcement needs to be improved in not just the Cities but throughout the County. Mayor Beltz stated that lines of discussion must be much better than they have been. It is a good opportunity to do it now.

Motion was made by Edevold to have Mayor Beltz attend the February 21 County Commissioners meeting at 1 P.M., to open up the door for discussion on combining the two departments. Seconded by Anderson, passed unanimously.

Discussion was held on a committee to go over the applications that have been received for filling the Police Officer job. The following people will go over the applications: Assistant Chief Halverson, Jason Hermanson, John Sutherland, and Karen Anderson. They will meet on February 9th at 6 p.m. in the Police Department. Interviews will be done on February 24th.

Discussion was held on the proposed K-9 that Clearbrook Police Department is looking into getting. Sutherland asked about equipment, which the Bagley PD had purchased for the dog, which the City had. Halverson stated there are a few pieces, which could be given to the Clearbrook Department.

Mayor Beltz informed the Council that he had met with Larry Laudin, Dan Stenseng, and Bruce Cox last week. The County is still looking at building an Assisted Living Facility. They would again like to look into swapping land with the City. They are again pursuing the hillside area located next to the lake and behind the hospital. They would like to meet with the Council to talk about options.

Sutherland informed the Council that he had met with Liquor Store Manager Ken Moen. Moen was not very interested in pursuing the former KB Sports building for a liquor store. He was wondering about looking at some adjacent land to the liquor store and maybe having a contractor look at what it would cost to add onto the present store. Edevold would like a architect to look instead of a contractor. Moen likes the location where the store is at now, and would rather not move. Sutherland will speak with the landowner next door.

Being there was no further business to come before the Council, motion to adjourn was made by Anderson. Seconded by Sutherland, passed unanimously.

Steven M. Beltz, Mayor

ATTEST:

Colleen R. Lindgren, CMC
City Clerk Treasurer

CITY COUNCIL PROCEEDINGS
FEBRUARY 16, 2006

The Bagley City Council met in regular session on February 16, 2006 at 7 p.m. in the City Council Chambers. Present: Mayor Steven Beltz, Council Members Howard Moore, Karen Anderson, and Clerk Treasurer Colleen Lindgren. Councilmen John Sutherland and Mark Edevold were absent.

Also present were Steven Haugen, Darin Halverson, Frank Beaver, Curt Meyer, Dan Sauve, Allen Paulson, and Tony Marty.

Motion was made by Moore to approve the minutes of the previous meetings. Seconded by Anderson, passed unanimously.

County Engineer Dan Sauve was present to go over the bids for the Industrial Park project. There were eleven bidders. Low bidder was Spruce Valley Corporation from Middle River. They bid \$668,385.45 without Geotextile and \$693,673.95 with Geotextile. Base bid came in at 1.5% over estimate and alternate bid came in at 3.32% over estimate. Sauve also checked on extra funds that were not used through the Local Road of Regional Significance funding and an extra \$74,410.00 was given to the project. This makes a grand total of \$742,795.45 in funds. Sauve recommended that the Council award the alternate bid of \$693,673.95, which includes the Geotextile. Motion was made by Anderson to recommend that Clearwater County award the bid for SAP 15-594-001 on Park Avenue and Industrial Drive in Bagley on behalf of the city to the Spruce Valley Corporation from Middle River, MN in the amount of \$693,673.95 for the alternate bid. Seconded by Moore, passed unanimously.

Curt Meyer, WSN Engineer, was present on behalf of the Industrial Park project also. Bids came in as estimated and with the extra funds available, he feels the City is in a better position to accept the alternate bid. Meyer has worked with Spruce Valley before.

Allen Paulson, representing the Clearwater County Agriculture Society, was present to ask permission for a "Raffle" permit. They are again planning on having a calendar raffle. Motion to approve was made by Moore. Seconded by Anderson, passed unanimously.

This year is the Clearwater County Fair Centennial and they would also like to have a parade during the County Fair. Clerk informed Paulson that the parade permit must be gotten from the Department of Transportation and then brought back to the City Council for their permission. A map of the parade route must be with the application.

Paulson said they would also like to let off fireworks during the celebration. He has spoken to a couple of the Fire Men and they would be willing to let the fireworks off. The Ag Society has their own insurance. Moore asked about the Fire Men being paid for working with the Fire Works because he felt the Firemen would not be able to do it for free. Clerk informed the Council that the insurance for the firemen to let off the fireworks on July 4th cost \$650.00 for the one event. Clerk will check into the insurance area to see if our Firemen could do the fireworks under their insurance. Paulson will return to the Council with the parade permit application and more information on the event.

Clerk was asked to open the bids for gas at the pumps. One bid was received. Marty Brothers, Inc. – Ethanol/unleaded – 10 cents per gallon above cost. Diesel Fuel #2 – 10 cents per gallon above cost. Open Monday-Friday 7:30 a.m. to 5:30 p.m., Saturday 7:30 a.m. to noon, 24 hour/7 day card-trol at pumps. Motion was made by Anderson to accept the bid of Marty Brothers. Seconded by Moore, passed unanimously.

Councilman Sutherland entered the meeting at 7:10 p.m.

Clerk was asked to open the bids received for the Beautification Hanging Flower Baskets. One bid was received from Francis Floral. Price per basket - \$42.00 with a total price of \$2,310.00 for 55 baskets. Motion was made by Anderson to accept the bid of Francis Floral. Seconded by Sutherland, passed unanimously.

Mayor, Clerk, and Fire Chief will be meeting with the local Townships on the Fire Contracts, on February 28th at 5:30 p.m. in the City Council Chambers.

Council reviewed a letter from Paul Neill, concerning the Natural Gas certificate of compliance that the Public Utilities enforces. Utilities Superintendent Frank Beaver stated that the form is being enforced due to a liability stand point. Moore stepped down from being a Councilman to question Beaver on his policy. Moore voiced his concerns on the policy. When the heating/furnace company needs the meter open to do the work on a furnace, they need it opened now. He would like to see the policy be similar to the City of Fosston's policy. After further discussion, Beaver said that new policy forms will be made up.

Department Reports: Police Chief Haugen. Haugen stated that he did do a follow-up on the deer complaint, which was heard at the last Council meeting. A lot of damage was done to Leonard Stinars trees and gardens. He would like to see the Council explore an Ordinance on feeding deer in the City limits. He also spoke to the Bemidji DNR Office and will be looking into a bow season in the Reserve area, which runs from the school forest to the airport. Mayor Beltz stated he feels the Council should look into an ordinance, and see what kind of penalties other communities are putting on. Moore said that he thought Bemidji had this problem and it should be looked into what they did in the City.

Haugen reported on a meeting he attended to explore a County Liaison person. The consensus at the County was to form a committee to work on this. County Commissioner Ken Solberg would like to see one member, from each City Council in the County, on this committee. There may be potential funding down the line for this project. They are looking at one to two officers to do the job. Meeting is set for March 7th at 9 a.m. Mayor Beltz is unable to go.

Officer Steven Davis is the only Officer who is certified in using the Intoxilizer. Chief Haugen would like to send Officers Halverson and Peterson to training to get certified. Cost is \$175/person for training, \$190 for hotel, and gas. Motion was made by Anderson to send Halverson and Peterson to the training. Seconded by Sutherland, passed unanimously.

Haugen asked questions about what the Councils plans are on contracting. He would like to attend the County Commissioners meeting with the Mayor. He asked what the time line is and the Mayor told him there was no timeline at this time. Haugen thinks in all fairness to the citizens, there should be a public meeting. Mayor stated that this is not just to save money but to improve overall law enforcement. Nothing has been set, there has only been talk. Mayor Beltz is going to the County Commissioners just to ask them to pursue it. After this, a committee will be set up Countywide. Haugen has some real concerns. The Police Chief of Clearbrook said the Council there would not be entering into contract anytime soon.

Liquor Store: Clerk Chris Arnold attended a Wine Training/Seminar in Nisswa on February 9th. Notice of the training was not gotten until after the last regular City Council meeting. Manager Moen asked if Arnold could be reimbursed for his time and mileage. Motion was made by Anderson to approve reimbursement to Arnold. Seconded by Sutherland, passed unanimously.

Roads & Bridges: Clerk asked if the Council wants to again spray for the weeds at the swimming beach. Cost for this service is \$895.00. Motion was made by Anderson to pay Professional Lake Management for this service. Seconded by Sutherland, passed unanimously.

Public Utilities: Frank Beaver reported that hydrants have been flushed during the warm whether. They have been working on the air in the city water to see why it is there. He has been working on the Utilities Personal manual. Easements for the new sub-station are being looked into.

Fire Department: Chief Tony Marty. Jeremiah Lindgren is attending EMT classes and he has questioned whether or not the Fire Department would be willing to pay for the training through their training budget. Cost of the training is \$650.00. When discussing it with the firemen, they voted to approve payment but with stipulations. Lindgren is to pay the \$650.00 back to the department if he does not follow through with the training or if he does not pass the test. Clerk checked with the City Insurance Company on coverage. The City Fire Department insurance does have coverage over an EMT if he is on the Fire Department. Police Chief Haugen stated that he would also be covered under the Good Samaritan Act. Motion was made by Sutherland to approve the payment of the training for Lindgren in the amount of \$650.00. Seconded by Anderson, passed unanimously.

Marty also informed the Council that there is a Fire School/training coming up in March, and being held in Detroit Lakes. All cost information has not been received yet. Lindgren has signed up for the training and Marty would like to send four other firemen. There are three OSHA required classes being held. Motion was made by Anderson to send five firemen to the training and pay expenses. Seconded by Sutherland, passed unanimously.

Stricter guidelines and policies are needed in order to get the firemen to take training. Moore stated that it should be in the policy that firemen must have so much training in by a certain time, or they are off the fire department. Marty will be looking into this more and he will also speak with the City Training Officer Joe Schmidt to check on training. There are a number of the firemen that need training.

Annual report of the Fire Department was given to the Council. Number of incidents for 2005 was done from 2004.

City Hall: Colleen Lindgren, Clerk. The 2005 Annual Report for the Bagley Planning & Zoning Board was given to the Council. Total cost of the construction, which went on in the City for 2005, was \$502,010.00.

Lindgren gave the Council some information concerning the Bagley Senior Center. Lee Skunes had asked the Clerk if there was any way that the City Council could help out the Center. They are in need of

repairs to the building and Skunes was wondering about the City taking over the insurance on the building. He would like to see the Council consider this during the 2007 Budget sessions. Mayor Beltz stated the area of insurance could maybe be looked into but the City does not really want to take over ownership of the building.

Discussion was held on the Bagley Housing and Redevelopment Board. Noel Anderson has been unable to attend meetings so a new person should be appointed. None of the Council Members were able to be on the Board. Lynn Schroeder, who is already on the Board, recommended that the Council appoint Kari Pfannenstein to the board. Motion was made by John Sutherland to appoint Kari Pfannenstein to the Housing Board to replace Noel Anderson. Seconded by Karen Anderson, passed unanimously.

Clerk informed the Council that she had been questioned as to the Council approving a Sunday Liquor License for Larry Bellefy/Main Street Tavern. After checking further into it, the State said that Bellefy must be able to feed meals to at least 40 people/seated, in order to have a Sunday liquor license. Motion was made by Moore to rescind the Sunday Liquor License of Main Street Tavern. Seconded by Anderson, passed unanimously.

Clerk advised the Council on the following 2005 fund balance transfers:

| | |
|--|-------------|
| Fire Dept. to Fire Dept. savings ----- | \$11,140.51 |
| Park & Rec to Roads & Bridges ----- | \$ 7,872.83 |
| Park & Rec to Airport ----- | \$ 504.21 |
| Park & Rec to City Hall ----- | \$ 8,216.97 |
| Economic Development to City Hall -- | \$ 2,142.03 |
| Zoning Commission to City Hall ----- | \$ 2,100.32 |
| Cemetery to City Hall ----- | \$ 1,778.77 |

Motion was made by Anderson to approve the transfer of funds. Seconded by Sutherland, passed unanimously.

Clerk advised the Council on the designation of 2005 funds as follows:

| | |
|---|--------------|
| City Hall telephone fund ----- | \$ 2,838.49 |
| Ball Field Complex funds ----- | \$ 1,370.71 |
| Fire Department truck account ----- | \$ 62,857.22 |
| Cemetery Improvement Savings ----- | \$ 20,940.54 |
| Road & Bridges Truck Account ----- | \$ 18,447.50 |
| Revolving Loan Funds - #1 ----- | \$116,827.40 |
| Revolving Loan Funds - #2 ----- | \$104,016.96 |
| Revolving Loan Funds - #3 ----- | \$ 19,200.82 |
| Beautification Funds ----- | \$ 1,052.64 |
| Fireworks Funds ----- | \$ 2,696.63 |
| VFW Donation – Vets Stone Repairs ----- | \$ 1,500.00 |
| D.A.R.E. ----- | \$ 966.89 |
| General Fund Account ----- | \$803,831.63 |

TOTAL \$1,156,547.43

Motion was made by Moore to approve the designation of 2005 funds. Seconded by Anderson, passed unanimously.

Moore questioned Chief Haugen on the number of seized cars, which the Police Department has. Haugen stated there are two that could be gotten rid of. Moore also questioned him on the old bicycles, which are being held. Discussion was held on what to do with all the bikes. It was decided that Haugen should see if any of the churches know of needy families who would want a bike. Haugen will speak with Marty Schermerhorn on this.

Motion was made by Anderson to approve payment of the City and Liquor outstanding bills, excluding the billing to Widseth Smith Nolting. Seconded by Moore, passed unanimously.

Committee Reports: Liquor Store-Sutherland. He has been working with the Manager on what to do with the present building. The landowners on the north side of the Liquor Store really don't know if they want to sell yet. The assessed value of the house and lot is \$36,200 plus the empty lot is \$6,000. Moen would like to have more space, but he could get along with adding onto the present building if it is worth it. Mayor Beltz stated that an evaluation on the present building should be gotten.

Parks & Recreation-Anderson. No applications for park attendant have been received. Clerk will advertise out further. Past Park attendants will be called to see if they have plans on returning.

Being there was no further business to come before the Council, motion to adjourn was made by Anderson. Seconded by Moore, passed unanimously.

Steven M. Beltz, Mayor

ATTEST:

Colleen R. Lindgren, CMC
City Clerk Treasurer

CITY COUNCIL PROCEEDINGS

March 14, 2006

The Bagley City Council met in regular session on March 14th at 8 p.m. in the Bagley City Council Chambers.

Present were Mayor Steven M. Beltz, Council Members Howard Moore, Karen Anderson, Mark Edevold, John Sutherland and Clerk Treasurer Colleen R. Lindgren.

Also present were Steve Haugen, Darin Halverson, Arnie Teige, Ken Moen, and Frank Beaver.

Motion was made by Moore to approve the minutes of the previous meeting. Seconded by Anderson, passed unanimously.

Motion was made by Edevold to approve Resolution #7-06 AUTHORIZATION TO EXECUTE MINNESOTA DEPARTMENT OF TRANSPORTATION GRANT AGREEMENT FOR AIRPORT MAINTENANCE AND OPERATION. Seconded by Sutherland, passed unanimously.

Motion was made by Edevold to approve amending the Agreement No.2005-01 with the County of Clearwater to revise the dollar amount for the construction grant from the Local Road Improvement Program, Routes of Regional Significance Account to \$609,410. Seconded by Anderson, passed unanimously.

Motion was made by Moore to approve the Beer License for the Bowl Inn. Seconded by Edevold, passed unanimously.

Motion was made by Anderson to accept the contracts with County Townships for the 2006-07 Fire Protection. Seconded by Sutherland, passed unanimously.

There will be a Safety & Loss Control Workshop being held on March 28th at Crookston. Cost is \$20.00 per person. Motion was made by Moore to send department heads that are able to go. Seconded by Anderson, passed unanimously.

Department Reports: Fire Department. Chief Marty asked that seven Firemen be allowed to attend the Northern Region Firefighters Spring Meeting being held in Erskine on March 30th. Cost is \$15.00 per Fireman. Motion to approve was made by Moore. Seconded by Sutherland, passed unanimously.

Liquor Store: Ken Moen, Manager. Year-end report is about the same as last year. A lot of new wine has been put in. A profit and loss report of the past few years was given. He has gotten a lot of questions on the building. He would like to see the Liquor Store stay where it is. Lots of rumors are going around. More storage room is needed. Sutherland asked if the Council would like to have contractors look at the building to see what can be done with it. Space is limited to build onto the building but there may be room going south towards the dumpster area. Moen will talk to carpenters to get some ideas on what to do with the building. A motion detector light will be put up at the entrances. Sutherland will meet with Moen to go over ideas. Anderson stated that the wine tasting seems to go over well.

Police Department: Chief Steve Haugen. Interview Committee has met and did interviews for the Police Officer position. Background checks were done on 3 individuals and one person was chosen, Paul Podhradsky. He is currently working for Beltrami County. At this time Chief Haugen would like to see the Council hire Podhradsky, beginning April 1st. He would like him to ride with Officers for one month before he goes out on his own in the City. Sutherland stated that Podhradsky did an excellent job during the interview. Sutherland made a motion to hire Paul Podhradsky as Police Officer beginning April 1st, 2006. Seconded by Anderson, passed unanimously. Wages and benefits will be set according to Union Contract.

The APS contract has been signed, but no word has been received on the software from the Minneapolis Police Department.

Intoxilizer School – Classes will be held in May.

Halverson has applied for a grant to cover half the cost of bulletproof vests for the officers. April 18th is the deadline for the grant. Cost of vests ranges between \$500 to \$700 each. Three vests are needed, due to the present ones are getting old. Life of a vest is figured at 5 years.

Street Department: Superintendent Arnie Teige. Rounding up of patch material is being done. The City shop was inspected by the Safety Officer and Committee, to look at any safety issues.

Teige walked through the City Park to look at an area for the proposed playground equipment. South of the wood box might work but there is a major water main in the area. Teige feels the beach site is still

the best site available. Anderson stated that she has spoken with the Playground group, and they feel the area by the lake is too close to the water for safety issues.

Teige has been working with Frank Beaver on roads and sewer & water areas. There are two areas that are the worst, First & Oak and Geary Ave.

There will be a pre-construction meeting on March 27th at the County Highway Dept. on the Industrial Park Project. There are some water issues at Team Industries loading docks that Teige would like to see work done on during the project construction.

Zoning: Howard Moore. Zoning Board had held a Public Hearing on an Application For Variance put in by Tom and Shirley Beltz. They want to build a garage closer to the lot line than allowed by the Zoning Ordinance. The Zoning Board approved the Variance and now is asking the Council for their approval. Motion to approve was made by Anderson. Seconded by Edevold, passed unanimously.

Public Utilities: Frank Beaver. Team Industries is committed to more power usage. Would like to have an open house at the new Water Plant. Dates were discussed and May 9th was decided upon. Complaints on chlorine in the water were heard.

City Hall: Colleen Lindgren. On file at the city hall will be 2006 City Policies, which was put together by the League of Minnesota Cities.

Lindgren will not be attending the Clerks Conference in St. Cloud during March 14-17.

Economic Developer Al Rasmussen will be attending the April 11th Council meeting to discuss any Economic Development issues the Council may have.

Motion was made by Edevold to approve payment of the outstanding bills, except for the one to Widseth Smith Nolting. Seconded by Anderson, passed unanimously.

Information has been received from the League of Minnesota Cities on the C.C. Ludwig Award and the Leadership Award. These are awards that honor the outstanding contributions of elected and appointed city officials.

Committee Reports: Public Safety-Mayor Beltz. A meeting is being scheduled with County Commissions John Nelson, Keith Larson, Mayor Beltz, and Chief Haugen to discuss the possibility of combining the Law Enforcement. Mayor Beltz would like one other Council Member to be in the group. Edevold agreed to join with the group. Chief Haugen stated he would also like Assistant Chief Halverson to attend the meeting.

Parks & Recreation: Anderson. Applications for park cleaning have been received from Joan Gray and Muriel Ranisate. Motion was made by Anderson to hire Gray and Ranisate for cleaners at the wage of \$7.50 per hour. Seconded by Sutherland, passed unanimously.

Past Park Attendants Ron & Mabel Cottrell will not be returning this summer. One application for Park Attendant has been received from Gene & Linda Arnold.

Teige stated that he has been working on water lines and electrical boxes to be put in the City Park. He will ask Curt Meyer on a quote to draw up a plan, plus a manhole structure will be needed.

Anderson asked if anything had gotten done with the Kastner Division plat. Clerk informed the Council that the plat was not finished. When it was brought to the County Records office it was rejected by them, and then the last time it was brought to their office, the Engineer asked that it not be recorded. Another stake was found in the Division.

Mayor Beltz informed the Council that he will not be running for the Office of Mayor this fall during elections. The Council will need to find a new Mayor beginning January 1, 2007.

Sutherland asked about numbers, which are to be put on the buildings in the City. Clerk stated that a tag to put on doors needs to be made up. There are rules in the Ordinance that must be followed.

Edevold stated that he had some questions to ask on the Golf Cart Ordinance. Are golf cart drivers required to have a driver's license? Chief Haugen stated no for golf carts but yes for ATV's. Who issues the permit? The Police Department does. There have been one golf cart permit and one ATV permit issued. Clerk was instructed to put a reminder on cable TV and in the newspaper on the Ordinance.

Being there was no further business to come before the Council, motion to adjourn was made by Edevold. Seconded by Moore, passed unanimously.

Steven M. Beltz, Mayor

ATTEST:

Colleen R. Lindgren, CMC

CITY COUNCIL PROCEEDINGS
APRIL 11, 2006

The Bagley City Council met in regular session on April 11, 2006 at 7 P.M. in the Bagley City Council Chambers.

Present were Mayor Steven M. Beltz, Council Members Mark Edevold, Howard Moore, John Sutherland, Karen Anderson and Clerk Treasurer Colleen R. Lindgren.

Also present were Mariann Scherzer, Stacy Klema, Suzann Julin, Al Rasmussen, Steve Haugen, Paul Podharasky, Cliff Tweedale, Frank Beaver, and Keith Larson.

Motion was made by Edevold to approve the last meetings minutes with the following correction: Instead of the Council finding a new Mayor, because Mayor Beltz will not be running for reelection in November, the Citizens/voters in the City of Bagley must vote for a new Mayor. Motion was seconded by Moore, passed unanimously.

Playground Committee members were present to ask if the Council had made a final decision on where the new playground equipment will be located in the City Park. Mayor Beltz asked if they had met with Street Superintendent Teige on the placement of the equipment. They had not. Council Member Anderson stated that the last location talked about was the area down by the lake. The equipment has been received and is being stored in the old Street Department garage. She also stated she had heard that the group had some concerns about the equipment being too close to the lake. In speaking with Teige, the only other spot that might work would be the area where there is an older piece of equipment, but there are some water lines in the area and a large amount of fill would be needed plus tent sites would need to be moved. She also asked if there was talk of expanding more equipment. The site away from the water would not accommodate more equipment. The group's first choice is the area away from the lake. They feel the site near the lake would need a fence around it. Anderson will work with Teige to see what costs would be to fill in the top area and to look into a fence around the lower site.

Al Rasmussen, Clearwater County Economic Developer, was present to inform the Council on the work he has been doing throughout the County. The biggest thing he has been working on is the centralized water system for Leonard, Shevlin and Solway. It is right now in the appeal process. Funds have all been pulled. It was a \$3 million dollar project and by the time the engineers get done it will be a \$4 million dollar project. They will probably go back to the drawing board. To bring it into Bagley it would have cost more.

Platow Tile has closed its doors but another business will be going into the Yellow Brick Store building. A Small Business Expo will be held soon at the Bagley High School. Eighteen businesses are committed to being there. Two seminars will be held for customers. Kim Nagel will be doing the seminars. Brad Bender, Cellular Telephone, wants to expand and they are looking for a location. Rasmussen is working on the Centennial Fair. Many functions for the celebration are being planned. Figures were worked on to see what impact the fair has on our City. It is estimated that \$400,000 comes into the community with over 25,000 people attending. July 30th is the kickoff date for the fair with Breakfast at the fair and a parade. People have talked to him about having Bagley Days. The Horizons grant ended last October. HUB was developed. There are funds left in the Horizons Account, so a Bagley Area Community Fund may be set up. Rasmussen fills a half time position working on Economic Development for the County and Cities in the County.

Cliff Tweedale, Director of HRDC, was present for two main reasons. 1) He would like to know what is going on in the City of Bagley; 2) To give the Council a sense on what he does and who the HRDC is. His group is not doing as much in Bagley as they would like to do. He spoke about the projects they work on who is on the boards and their roles. Affordable Housing was talked about and other issues they work on. He would like to create the "Successful Community Challenge". The "Challenge", has not been passed by the HRDC Board as of this date. Housing is a signature program of HRDCs. Tim Flathers and Ann Sand do most of the work on all the housing issues that HRDC works on. There are cities that donate lots for housing projects and HRDC provides gap financing. They need strong partners to help with the housing projects. Their mission is to build affordable homes. Clerk will invite Flathers and Sand to the next regular Council meeting. Tweedale explained the Housing Project going on in Clearbrook and their involvement in the project.

Motion was made by Edevold to pass Resolution #8-06 ACCEPTANCE OF DONATION. Seconded by Anderson, passed unanimously.

Motion was made by Moore to declare May as Tree & Branch clean up month. Seconded by Edevold, passed unanimously. Mayor Beltz feels this is a great time for Service Groups to help people to clean up their yards. The County Wide Clean Up will be held on May 4th and May 6th.

Department Reports: Police Chief Steve Haugen introduced Police Officer Paul Podharasky to the Council.

Street Department: Teige would like to hire the following men to work this summer for his department: Al Spring, Jeremiah Lund, and Anthony Marty, Jr. Wages to be the same as 2005. Motion was made by Anderson to approve. Seconded by Edevold, passed unanimously.

Zoning: Moore is looking into the expansion of the liquor store.

Public Utilities: Frank Beaver. He will try to have an open house at the water plant before the next Council Meeting. The internal demo on the old water plant is finished. Some new transformers will be put in as soon as road restrictions are off. The water automation at the new plant is being worked on, which should help with the chlorine in the water.

City Hall: Colleen Lindgren. The City Hall roof has leaked. A roofing company from Bemidji was called in to fix and they said that the roof should be replaced next year. This will cost in the range of \$16,000 to \$20,000 dollars. The present roof is 20 years old. Edevold would like to look into different options for the repair. There have also been some electrical problems in the building and the handicap door is also on the blink and will need repair. Edevold asked that fire alarms get put up in City Hall.

A progress report on the Industrial Park Project was received from Dan Sauve. Todd Hagen, Ehlers & Associates, will be contacted to work on the bonding for the project.

Clerk checked into the Kastner Project Plat. It was received once again from the Engineers and was taken to the Court House to get the final signatures for recording. Only the County Treasurer has not signed it yet and that is due to the fact that Kastner must pay his taxes in full before it can be recorded. There are some clean up issues, which need to be addressed in the project area. Clerk was instructed to write a letter to Cliff Kastner to clean the area because there is a real health hazard there.

Discussion was held on a letter received from the Minnesota Department of Health, notifying the City about a violation at the water plant. Frank Beaver informed the Council that the violation was been taken care of.

A letter was received from the County Nursing Service concerning the preparation for Pandemic Flu in Clearwater County.

Motion was made by Edevold to purchase the following two web site names for the Bagley Web Site for the following year: Bagleymn.us @ \$9.95 per year and Bagleymn.net @ \$10.95 per year. Seconded by Anderson, passed unanimously.

Motion was made by Edevold to pay the outstanding bills as listed, except to hold the Wiseth Smith Nolting bill. Seconded by Moore, passed unanimously.

Committee Reports: Parks & Recreation-Anderson. Anderson made by motion to hire Gene & Linda Arnold as City Park Caretakers for the summer. Seconded by Sutherland, passed unanimously. There have been complaints heard on people allowing their dogs to run free at the softball complex. The dogs are then being allowed to run onto neighboring property. The people would like to see signs up or something done so these dogs are not allowed to run. Chief Haugen was instructed to take care of the matter.

County Commissioner Keith Larson was present to inform the Council that the County is working with the schools on finding a Liaison Officer.

The Children's Center wants to put trees in along their property where there is a question on where the road is located. Clerk will get with the surveyors to see what they have figured out.

Being there was no further business to come before the Council, motion to adjourn was made by Edevold. Seconded by Moore, passed unanimously.

Steven M. Beltz, Mayor

ATTEST:

Colleen R. Lindgren, CMC
City Clerk Treasurer

CITY COUNCIL PROCEEDINGS

April 28, 2006

The Bagley City Council met in special session on April 28, 2006 at 8 a.m. in the City Council Chambers.

Present were Mayor Steven M. Beltz, Council Members Howard Moore, John Sutherland, and Clerk Treasurer Colleen R. Lindgren. Members Karen Anderson and Mark Edevold were absent.

Also present were Steve Pemble, Arnie Teige, and Frank Beaver.

Discussion was held on some additional work to be looked into for the Industrial Park Project. Steve Pemble, Engineer for WSN explained what was being looked at. Basically it consists of putting in some different services under the road now so that when utilities come in the future they do not have to be bore. They can just be hooked up to the sleeves that would be put in now, if approved. It is cheaper to do it now, than to bore it later on which may be twice the cost or three times the cost. Cost is figured to be around \$13,560.00 for the following: 4" – 6 stubs/60 ft. each, \$12/foot; 6" – SCR35 sewer stubs, regular service pipe/4 stubs/60 feet – 240 feet/\$21.00 per foot; 8" – water stubs C900/2 @ 60 feet long-120 feet; \$35.00 /foot.

Teige stated it would help a lot to have the work done now so that the new road or curb & gutter do not need to be cut into later. Clerk explained how the project was set up with easements going around the whole park. Before the project can go much further, it must be known whether or not the Council wants to do the extra work. Parts need to be ordered.

Lindgren also explained that after speaking to Bonding Agent Todd Hagen, that the dollar amount that was levied for 2006 will not all be needed to go towards the bond. There are enough funds in the budget to cover the bond and to cover this additional cost to the project. It would not save any money by not doing the work.

Motion was made by Moore to approve the additional work to be done on the project. Seconded by Sutherland, passed unanimously.

Clerk informed the Council that Todd Hagen would be at the next regular Council meeting to work with the Council on the Bonding.

Sutherland made a motion to adjourn the meeting. Seconded by Moore, passed unanimously.

Steven M. Beltz, Mayor

ATTEST:

Colleen R. Lindgren, CMC
City Clerk Treasurer

CITY COUNCIL PROCEEDINGS
MAY 9, 2006

The Bagley City Council met in regular session on May 9, 2006 at 7 P.M. in the Bagley City Council Chambers.

Present were Mayor Steven M. Beltz, Council Members Howard Moore, John Sutherland, Karen Anderson, and Clerk Treasurer Colleen R. Lindgren. Councilman Mark Edevold was absent.

Also present were Arnie Teige, Chris Arnold, Pastor Gary Fry, Tim Flathers, Allen Paulson, Frank Beaver, Gene & Linda Arnold.

Motion was made by Moore to approve the minutes as read. Seconded by Sutherland, passed unanimously.

Chris Arnold was present to update the Council on the City web page. Arnold asked if the Council wanted pictures of all the Departments, which they do. He will be taking outdoor pictures soon when the nice weather shows up. A lot of the background stuff has been completed. HUB has been after him to get it done faster, but he will be meeting with them on the 16th. He believes they understand now that he works on the site when he has time and that he is not being paid for it. They made remarks about paying someone for the work and he said if they are willing to pay, he will work on it on Sundays or whenever to get it done. He explained to them that the City does not have the extra money to pay someone so this is how he is doing it. The lady, who does the work on the Fosston Site, gets paid by the business websites and this way she maintains the City site. He will get more details and bring back to the Council. Arnold has spoken to Garden Valley on the old site and will be working to get rid of that. Anderson asked about the two web site names, which is the primary. Motion was made by Anderson to use bagleymn.us as the primary site name. Seconded by Sutherland, passed unanimously. The city should be putting this on all signs, stationary and whatever else they can to advertise the City. Anderson asked Arnold to return to the next regular Council meeting with more information on business costs and such on sites that Chris would put on the web. It would also be good to get a link into the County web. Council all agreed that each department should have a picture of the employees in their department.

Tim Flathers, HRDC, was present to speak with the Council about housing in the City of Bagley. HRDC helps with the building of affordable homes. They try to keep the cost down but build high quality, relatively small homes. They also deal on the financing area. Interest rates are relatively low with a low front-end cost. There is also help on the gap financing that some people run into. One of their goals is to build 20 homes in the surrounding area per year. They have done 12 so far, and are interested in building in Bagley.

One other program that HRDC handles is a HUD Program – Small Cities Grant Program. This might be interesting for the City to under take. It is being changed at the State level and may not be as hard to do as it was 15 years ago. This is a single-family rehab program. They have housing assistance also that would provide up to \$30,000 in gap financing for a single family home. Business's can participate also in a matching funds program. Mayor Beltz asked about a starting date on the program and Flathers feels it should start in January 2007. Information on the new rules should be out by Labor Day. Council would need to figure out what are the things in the City that need the greatest attention. It is harder to do rental units but there are programs out there for that also. Questions were asked about if there is a funding source that would help in the area of combining buildings such as a Senior Center, Library, etc. Flathers thought it would be something to explore but will get back to the Council on this because he does not know at this time of any funds. Most of the services that HRDC provides are contracted services.

Allen Paulson, representing the Centennial Fair Committee, was present to speak with the Council about having Fireworks for their celebration. The County would like permission for the Firemen to let off the fireworks during the celebration on July 30th. The fireworks would be let off at Lake Lomond where the firemen let them off on July 4th. Clerk informed the Council that she had spoken to the City insurance agent and the City licensed Firemen must be used with some sort of agreement/contract with the City. Moore asked about any other

fees that the City would need to cover. Clerk informed him there should not be any other costs except the costs of fireworks and insurance, and the County should cover these. Motion was made by Sutherland for the City to Sponsor & allow the Firemen to let off the Fireworks on July 30th. Seconded by Anderson, passed unanimously. Clearwater County Fair will be held on August 2-5, 2006. Resolution #11-06.

Clerk Lindgren went over the information, which was sent by Todd Hagen, Ehlers & Associates, on the Industrial Park project. Proposed Issue: General Obligation Improvement Bonds, Series 2006. Purpose: To provide funds, together with contributions of the County, sufficient to finance the construction of various improvements in the City, particularly the reconstruction of Park Avenue and the new construction of Industrial Park Drive. Financing the Improvements requires a bond issue in the amount of \$290,000. The Bonds are general obligations of the City and as such are secured by a pledge of the City's full faith, credit, and taxing powers. It is the intent of the City to levy special assessments for 20% of its share of the Improvements against benefiting property owners in the years 2006 through 2015, for collection in the years 2007 through 2016, at a rate of 2% per annum over the all inclusive rate of the Bonds. The remaining balance will be paid from a tax levy. If significant prepayments of assessments are received in the next few years, the tax levy may need to be increased. Information will be sent to local banks and if they do not bite at the bonding, then Hagen will send the information to banks in the Mpls. area. Motion was made by Moore to pass Resolution #10-06 RESOLUTION PROVIDING FOR THE SALE OF \$290,000 GENERAL OBLIGATION IMPROVEMENT BONDS, SERIES 2006. Seconded by Sutherland, passed unanimously. Special meeting to be held on May 24th at 7:30 p.m. in the Bagley City Council chambers.

Clerk went over some information received from Engineer Curt Meyer. A cost estimate for construction materials testing services was received from Braun Intertec, in the amount of \$7,617.00. Teige explained that this testing should be done according to County Engineer Sauve and WSN Engineer Meyer. Motion was made by Moore to approve the testing and payment to Braun Intertec. Seconded by Sutherland, passed unanimously. Teige gave a report on the work progress in the Industrial Park.

Discussion was held on Ordinance #162 AN ORDINANCE GRANTING TO THE OTTER TAIL POWER COMPANY, A DIVISION OF OTTER TAIL CORPORATION, A MINNESOTA CORPORATION, ITS SUCCESSORS AND ASSIGNS, PERMISSION TO ERECT, CONSTRUCT, INSTALL, AND MAINTAIN WITHIN THE CITY OF BAGLEY, MINNESOTA, AN ELECTRIC TRANSMISSION LINE, AND TO OPERATE THE SAME UPON AND OVER THE STREETS, ALLEYS, BRIDGES, AND PUBLIC GROUNDS OF SAID CITY. An Ordinance similar to this was passed 10 years ago. The only difference now is that the City will be paid \$1000.00 instead of \$500.00 for Otter Tail Power to pass through the City of Bagley. Motion was made by Sutherland to pass Ordinance #162. Seconded by Anderson, passed unanimously.

Motion was made by Anderson to approve Resolution #9-06 AMERICAN LEGION POST #16 BINGO PERMIT. Seconded by Sutherland, passed unanimously.

Department Reports: Parks & Recreation: Gene & Linda Arnold. Clerk Lindgren introduced Arnolds to Council Members. Arnolds reported that there are quite a few reservations coming in. They would like to paint the posts located in the park. Arnolds stated this will be a new adventure for them and they look forward to working with the City.

Fire Department: Firemen are again looking at letting off fireworks over Lake Lomond on July 4th. There are some funds from last year and donations are being taken for the purchase of fireworks. Motion was made by Moore to purchase insurance for the firemen. Seconded by Anderson, passed unanimously. Donna Wendlandt has agreed to again put donation cans in the businesses.

Police Department: Chief Haugen is again looking for someone to take care of the dog pound.

Street Department-Arnie Teige, Superintendent. Teige has gotten a quote from Spruce Valley to put a manhole in the City Park. Quote is \$5,600. installed. Not all plans for the

park are done yet. Looking at the broader picture of the park, the campsites need to be enlarged due to more and larger RV's. The turn around is too small. He would like to see an architect draw out something on the park. Council Member Anderson suggested that a Committee be gotten together, whether it is the Council or whoever, and made plans for the whole park. There may be some grant funds available somewhere also. Teige stated also that he would need to cut down some trees where the playground equipment will be going. It will be located west of the swing set. A lot of fill will be needed to build the area up. Anderson also asked if Teige or he had heard of a date, which the Playground Group has chosen to install the equipment. Teige has not heard anything at this time. Teige has put in an estimate of \$8,210.00 to prepare the site for the equipment. It would have been cheaper to put it by the lake, but the group did not want it in that area. Anderson said the group did not consider it an option.

Public Utilities-Frank Beaver. There has been some underground work done. Some Highway 2 poles have been taken down where no utilities were needed. The new substation is going well. A new transformer was put in at Team, and next week a second transformer will be put into Team. Hydrant flushing is done. No open house at the water plant has been held yet but will be soon. If the Council is interested in watching a demonstration on a Jet Back, they will be held on Wednesday and Thursday of this week. This is for cleaning out catch basins.

City Hall-Clerk Colleen Lindgren. The 2006 State of the Cities Report is on file at City Hall. A meeting is being set with the BIDC to speak with a potential business for the Industrial Park.

Motion was made by Anderson to set a joint meeting between the Council and the Public Utilities to go over the 2005 City and Utilities Audits. Seconded by Moore, passed unanimously. Meeting to be held at 5:30 p.m. on May 30 in the City Council Chambers. Seconded by Sutherland, passed unanimously.

Motion was made by Anderson to pay all the outstanding bills except for Widseth Smith Nolting. Seconded by Moore, passed unanimously.

Clerk stated she had gotten a phone call from a worker at the Greensview Nursing Home requesting that some pedestrian signs be put on the street going to the golf course. They have a number of people who walk in the area plus some that take wheel chairs outside, and cars go by to the golf course very fast. Teige reported that he has signs ordered for wheel chair access and he may be able to put pedestrian signs up. Mayor Beltz stated that in some communities in the center of their highways and streets they have signs set up for pedestrian crossing. Clerk was instructed to ask DOT about this kind of sign that could be put in the City. Teige stated he will be painting sidewalk crossings soon, when the weather is nice.

Councilman Sutherland stated that he has been working with Liquor Store Manager Ken Moen on some repairs to be done. Moen has a contractor coming in to look at repairs to be done to the Liquor Store.

Council Member Anderson stated that the Art In The Park group would again like to use the park on July 22nd. Anderson asked if the Council or a Committee could have a meeting to work on a Master Plan for the City Park. Teige does have some older blueprints of the park. Members decided to meet on June 20th at 5:30 p.m. in the middle shelter at the City Park.

Anderson also requested that if there are any morning Council meetings, that they could be held at 7:30 a.m. so members are better able to attend before they go to their jobs.

Sutherland stated he had received a complaint about traffic speeding past a residential home on 4th Street and the owner/renter was wondering if some speeding signs could be put up. Teige stated that road is going onto a Township Road and state funding can be cut if speed posting is done. The area is a 30 mph limit. Some residents in the area have been cautioned to keep the speed down due to children playing on and near the road in question.

Being there was no further business to come before the Council, motion to adjourn was made by Moore. Seconded by Anderson, passed unanimously.

Steven M. Beltz, Mayor

ATTEST:

Colleen R. Lindgren, CMC
City Clerk Treasurer

City Council Proceedings
May 24, 2006

The Bagley City Council met in special session on May 24, 2006 at the City Council Chambers.

Present were Mayor Steve Beltz, Council Members Howard Moore, Karen Anderson, John Sutherland, Mark Edevold, and Clerk Treasurer Colleen R. Lindgren.

Also present were Curt Meyer and Todd Hagen.

Curt Meyer explained that there had been some discussion about putting utilities in some of the lots in the Industrial Park. Plat of the park was shown and explained. Spruce Valley is interested in two of the lots but need utilities. Cost estimate for additional work in the park to put in sewer and water to serve the two lots in question is, \$63,460 plus permits and plans by WSN, which costs about \$10,000. If the estimates come in over \$50,000, then the project must be bid out. If this project were done, it would eventually get services to four lots. Sewer and water could be provided to the front lots at a much less cost. The BIDDING COMMITTEE would like to keep the front lots for a business that has more of a "building look", not a "construction look". Clerk explained that the BIDDING COMMITTEE would like to see the construction company use the side lots due to the fact they will be having rock piles and construction materials in their lots.

Mayor Beltz explained how the BIDDING COMMITTEE set up the prices of the lots. He feels this business does not really create jobs for the Community. The Board needs to be choosy on what goes into the park. If this person wants these lots, maybe the costs of the services should be assessed to them. It would be a lot different if 150 employees were employed and there was a large use of water/sewer and electricity.

After further discussion, motion was made by Edevold not to fund the services in the Park to the two lots asked for. Seconded by Moore, passed unanimously.

Todd Hagen, Ehlers & Associates, was present to discuss the bonding for the Industrial Park project.

Hagen gave written information to the Council on the five bids, which were received for the bonding. These bids were gone over and discussed. Low bidder was United Bankers' Bank of Bloomington, MN, with a low True Interest Rate of 4.479%. After discussion, motion was made by Moore to pass Resolution #12-06 ACCEPTING PROPOSAL ON SALE OF \$290,000 GENERAL OBLIGATION IMPROVEMENT BONDS, SERIES 2006A, PROVIDING FOR THEIR ISSUANCE, AND LEVYING A TAX FOR THE PAYMENT THEREOF. Seconded by Anderson, passed unanimously.

Motion was made by Sutherland to use Ehlers & Associates as Paying Agent. Seconded by Edevold, passed unanimously.

The 2006 League of MN Cities Conference will be held in St. Cloud on June 28-30. Anyone who wants to attend should contact Clerk Lindgren.

Council Member Anderson brought before the Council the idea of planting trees around the three treatment ponds located in the City. Through the Soil & Water Conservation District there is a cost share program to put in 300 plus trees. Project to cost \$460.00 with 75% cost share paid by the SWCD. City share could be volunteer help with the Street Dept to help with the landscaping along with Leonard Stinar. Motion was made by Edevold to go ahead with the project. Seconded by Sutherland. For: Edevold, Sutherland, Moore, Beltz. Anderson abstained. Motion carried.

Members would like to see the improvements done on the pond on 4th Street. There are some trees to be taken down and new ones should be put in. Also the empty lot next to it should have black dirt and seed. Clerk to speak with the Street Superintendent on this.

Questions were asked about the opening of the beach bathhouse for the summer. Anderson stated that there is a cost to open it up due to repairs/cleaning and vandalism when there aren't any lifeguards to watch over it.

Member Anderson stated that Al Rasmussen has been working with the HUB group to look into new city signage with stone pillars. There are some donations going on at this time. Rasmussen may be at the next Council Meeting.

Member Edevold stated that Cliff Tweedale, HRDC, has suggested that the Council tap into the HRDC funding for city projects because it may be running out soon. Council should do some planning on a project and tell him they are interested but not ready yet. It is a 50/50 match on funds. On June 20th the Council is to meet in the Middle Shelter at the City Park, 5:30 p.m., to discuss plans for the City Park and funds may be available for this. Initial money is to develop a plan and second phase is to get the money. Council would like to sit down with HRDC and get some core people together to offer their plans for a multi-use center/building for a community type project.

Being there was no further business to come before the Council, motion to adjourn was made by Moore. Seconded by Anderson, passed unanimously.

Steven M. Beltz, Mayor

ATTEST:

Colleen R. Lindgren, CMC
City Clerk Treasurer

CITY COUNCIL PROCEEDINGS
PUBLIC UTILITIES COMMISSION

The Bagley City Council and the Public Utilities Commission met in a joint meeting on May 30, 2006 at 5:30 p.m. in the City Council Chambers.

Present were Mayor Steven M. Beltz, Council Members Howard Moore, Mark Edevold, John Sutherland, Karen Anderson, Commissioners Noel Anderson, Al Lindahl, City Clerk Colleen Lindgren, Frank Beaver, Vicky Fletcher, and Auditor Sandy Nelson.

Auditor Sandy Nelson presented the Public Utilities 2005 Audit. Cash with fiscal agent- there is money sitting in that account due to the refinancing of 1997 bonds, there is money sitting with the fiscal agent because these bonds will not be cashed out until June of 2007. In the electric department there was an increase in the gross profit due to rate increases. It is back up to what it was in year 2000. Need to keep it at 38% for a profit. Electricity department looks a lot better than last year. Water department generally runs in the negative. Sewer department: 81% gross profit. Cable department has never supported itself. Over all the utilities had a much better year this year than last year. No instances of new compliance.

City Audit – GASB reports and state required reports were gone over. Income statement was gone over. Expenses were down from last year. Operating income this year was \$92,000, and last year it was \$42,000. Total revenue this year was \$985,000 compared to \$934,000 last year. Figures were compared between 2005 and 2004. Property taxes were up from last year. Revenue was up about \$57,000, which is about \$50,000 over last year. All line items of salaries and such were gone over. There was a \$42,000 positive variance this year.

Liquor Store – Gross profit & sales was about \$3,000 higher than last year. Expenses were about \$4,000 higher. Last year (2004) \$30,000 was transferred to the City, in 2005 only \$15,000 was transferred. All systems were tested and no bad findings were found in any of the departments – City, Utilities or Liquor Store.

Motion was made by Noel Anderson to adjourn the meeting. Seconded by Moore, passed unanimously.

Steven M. Beltz, Mayor

ATTEST:

Colleen R. Lindgren, CMC
City Clerk Treasurer

CITY COUNCIL PROCEEDINGS
JUNE 13,2006

The Bagley City Council met in regular session on June 13, 2006 at 7 PM in the City Council Chambers.

Present were Mayor Steven M. Beltz, Council Members Howard Moore, Karen Anderson, John Sutherland, and Clerk Treasurer Colleen R. Lindgren. Member Mark Edevold was absent.

Also present were Chris Arnold, Steve Haugen, Al Rasmussen, Steve Pemble, Tony Marty, Pastor Gary Fry, and Ken Moen.

Motion was made by Moore to approve the minutes as read. Seconded by Anderson, passed unanimously.

Steve Pemble, WSN Inspector for the Industrial Park Project, was present to give the Council an update on the construction happening in the Industrial Park. All curb and gutter has been put in. All but one apron is done on Park Avenue. 70% of the aggregate base is in.

Councilman Mark Edevold entered the meeting.

They will be working with Team Industries on the pouring of their loading docks. It should not be too long and the project will be done.

Mayor Beltz called upon Chris Arnold to give the Council an update on the City Web Page. Arnold handed out information on the costs he has come up with to propose to businesses that would like to have a web site. Tom Burford will do a story in the Farmers Independent on the new site. Gov Office has asked that to turn on the Web page the cost is \$75.00, the web address being bagleymn.us, and will be turned on this week if paid. Motion to approve payment was made by Moore. Seconded by Edevold, passed unanimously. Council agreed with Arnold that only one person should have the main access to the Web Site. Council Members and staff will be put on the site. Anderson asked if Arnold will maintain the City site if he charges fees to the businesses for their sites. Arnold stated he would do the whole site. The City Calendar and the Community Calendar will be done at the City Clerks Office. Motion was made by Edevold to keep Chris Arnold, dba Computer Technologies Systems & Services, as the designated Web Site Company and is authorized to have exclusive control over the City web site. Seconded by Anderson, passed unanimously.

Anderson asked how Arnold is going to charge the businesses and non-profit groups. Arnold stated that non-profits in Fosston have a different rate. Mayor Beltz thought maybe an hourly wage would be the best for non-profits. Motion was made by Anderson to approve the Website rates, which Arnold proposed to the Council on his hand out. Seconded by Sutherland. Edevold asked for discussion. He asked about not setting specific rates but to leave it in Arnold's hands. He will be the one collecting the fees, not the City. Moore also stated that Arnold could change the rates if he sees that he is loosing money on the project. If the Council sees fit to pull Arnold off the project because his rates are too high, they can. Members stated that they would be more comfortable to use the rates as guidelines. After discussion, Anderson rescinded her motion. By the end of the month, only designated people will be able to access the site. At the next Council meeting, Arnold will bring a monitor to the meeting so the Council can look at the site.

Al Rasmussen, Clearwater County Economic Developer, was present to report to the Council of projects he has been working on. The playground equipment is up in the City Park. 40 volunteers showed up to help. Crystal Schmidt has asked HUB to help on getting new City signs. Rasmussen asked where the Council is at getting new signs. He brought along some pictures of what Moose Creek Graphics could do with signs. They could put up a 4X8 for \$600. along with using 3 of the Cities present signs. He has also spoken with Mike Dominick on doing stone pillars at a cost of \$3,200 for 2 stone pillars. Signs could be mounted to these and be replaced whenever needed. This would be a column of 22X22 and 10 feet tall. Discussion was held on designs and using low bushes instead of flower gardens. Mayor Beltz stated that if there is an interest to raise some funds and get the community behind the project, then the City could look at putting some funds in the yearly budget also.

Edevold had questions as to the size of 4X8 signs being large enough. Council agreed that "Gateway To Itasca Park" should be on the signs.

Motion was made by Edevold to approve the 2005 City Audit Report. Seconded by Moore, passed unanimously.

Department Reports: Tony Marty, Fire Chief. 2nd Assistant Chief & Training Officer Todd Brustad has stepped down from his position. Marty will be looking between all the firemen to find someone to fill the position. He would like to see a regular training program set up and there are some grant funds to help with this. The grant would cover computers & software to help with the program. Al Rasmussen will help with the writing of the grant.

Ken Moen, Liquor Store Manager. May was a good month for the Liquor Store. Security lights will be put in very soon. Motion was made by Moore to allow Moen to be open on July 4th. Seconded by Anderson, passed unanimously.

Police Department: Steve Haugen, Chief. There are three vehicles that Haugen would like to put up for bids. Motion to do so was made by Moore. Seconded by Sutherland, passed unanimously.

There will be petitions sent around to have a special bow hunting deer season around the City of Bagley. There is a movement on to disband the game refuge around the east side of the City. Haugen has been looking at the 1941 Firearms Ordinance. He, along with help from the County Attorney, will be updating it. This will be brought to the Council at their next meeting. Permits are being applied for to get rid of geese and gulls at the airport.

Street Department: Street curbs and crossings have been painted. Bumper stops have been ordered and should be here soon. Anderson asked that Teige be asked to fix the tennis court poles and nets.

Zoning: One more new house will be going up in Del Lynn Acres.

Public Utilities: Sub Station is coming along and wires have been rerouted to the station. Edevold stated that it will cost considerably less than what was proposed to the Commission last year.

City Hall: Colleen Lindgren, Clerk. Clerk reminded members that they have a Council meeting at the lower shelter in the City Park at 5:30 on June 20th. Clerk asked members to begin thinking of dates to work on the 2007 City Budget. Clerk was notified by DOT that some of the hanging pots need to be removed/cut back/or moved due to covering some of the traffic signs on the poles.

Clerk received two quotes for a new telephone system to be put in the City Hall.

Garden Valley Telephone - \$3,296.00

North Country Business - \$4,309.00

Motion was made by Anderson to approve the quote of Garden Valley Telephone Company. Seconded by Edevold, passed unanimously.

Clerk read a letter written to the Council, from Odin & Mabel Tollefson. Letter concerned issues that Tollefsons have with the Golf Cart Ordinance in the City. Edevold stated that there are some people in the City that do need to be reminded to get their permits. Clerk was asked to put a reminder on Cable TV concerning the Ordinance.

Clerk read a letter from Ed Roemer concerning a memorial he had established in the Bagley City Cemetery. He would like to have the hedges and plants removed, also to have the area filled in with rock where the hedges are removed. Council agreed to have the Street Dept. do so and charge a minimal fee for the work.

Clerk brought before the Council information concerning the City owned lots located in Dawn Acres. The cost for an abstract has gone up a considerable amount. Motion was made by Edevold to raise the amount charged for the lots to cover all legal costs. Seconded by Sutherland, passed unanimously.

Information has been received from the League of MN Cities concerning Ordinance Codification. There is an area at the League that reviews and simplifies ordinances for cities and Clerk Lindgren would like to look into the cost of this service for the City. More information will be brought back to the City Council at their budget meetings.

Motion was made by Edevold to approve payment of the outstanding bills, except to hold the Widseth Smith Nolting bill until bonding funds are received. Seconded by Moore, passed unanimously.

Committee Reports: Roads & Bridges-Edevold. Public Utilities is looking into purchasing a Jet-Vac. Cost is \$32-\$35,000. Would be a useful tool for both the utilities and city departments. Would like to bring this up again during budget time.

Parks & Recreation-Anderson. There have been a lot of requests for the beach house to be opened up for use. Attendants would open and close it. Cost to clean it would be about \$15.00 per day. Motion was made by Anderson to keep it open for the public unless it turns into a problem. Seconded by Edevold, passed unanimously. More police present in the park is needed also due to people driving too fast in the park.

Other business: Edevold stated that he has again spoken with Cliff Tweedale on the process of planning for the park/campground/etc. Motion was made by Edevold to tell Tweedale that the Council is interested in a preproposal from HRDC, and the Council would like to move forward with the project. No funds would be committed at this time but the City share would be \$10,000 if committed. Seconded by Sutherland, passed unanimously. Tweedale will be invited to the June 20th meeting.

Sutherland reported that the K-9 Officer has gone through all training and can now be utilized. He asked if the Officer would be able to utilize one of the City vehicles that were set up to carry the Cities K-9 Unit. Nothing decided at this time.

Being there was no further business to come before the Council, motion to adjourn was made by Edevold. Seconded by Moore, passed unanimously.

Steven M. Beltz, Mayor

ATTEST:

Colleen R. Lindgren, CMC
City Clerk Treasurer

City Council Proceedings
June 20, 2006

The Bagley City Council met in special session on June 20, 2006 at 5:30 p.m. in the Bagley City Park.

Present were Mayor Steven M. Beltz, Council Members Karen Anderson, Howard Moore, Mark Edevold, John Sutherland, and Clerk Treasurer Colleen Lindgren.

Also present were Gene & Linda Arnold, Arnie Teige, Cliff Tweedale and Laurie Kramka from HRDC.

Tweedale opened the meeting by asking the group what they would like to see in the City Park and what is untouchable.

- a) Develop loop to be bigger for the bigger rigs coming in.
- b) The Four Sisters is untouchable.
- c) Get decent sewer and water lines in the park.
- d) Need landscaping done to make higher areas for better drainage.
- e) Need bigger camping spots for campers/RV's.

Comments heard were it would bring people together in the community and it seems that the local residents would like to see something done to the park.

Discussion was held about the possibility of combining the library, senior center, and others into one large building located in the Frog Pond area. There have been rumors going around that people are open to doing something like this.

Tweedale stated that it is a really cool site at the "Frog Pond" to build and the park is a great spot being it is somewhat in the middle of a lot of residential area. Tweedale described a project he had worked on in Bemidji. Not everyone is happy with everything you do. He feels that Bagley has a lot of space to work with which is a real opportunity. WSN works well on the building design area of a plan. Tweedale would like to have enough resources in the pot to make it realty. Need to work on fund raising and implementation of a strong design. Northwest regional would pin in dollars and the City to match with 50% for the design area. Get the idea to the public as a community based area and not just a park. It would be doing something with the community and not to the community. Would need to set up meetings to get people to help with the projects.

County and State may be able to help some because their roads are around the area.

Gives people confidence in what they are doing was a comment heard. Tweedale stated that the City should have a footprint done not a blue print yet. WSN is good at this. We tell them what we want and let them design and bring back to the City Group.

HRDC was authorized earlier to do a pre-ap. City would work with Jim Stenerson. Tweedale asked when the City would like to see a plan? Something could be unveiled by this time next year. People should be brought to the table in September of this year. Only roadblock would be if you run into a group who can't work with others. City should look at putting in \$10,000. in the 2007 Budget. \$10,000 would come from HRDC and NWMIF would put in \$20,000. These dollars would give a very firm site design, footprint of buildings, and estimates of costs. WSN should be asked to figure up operation and maintenance costs. Should have preliminary plans done in August.

Discussion was held on the old Platow Tile Building. If there is something that can be done with it such as putting small offices into it. Tweedale will speak with people in his office and get some ideas back to the Council.

As for the Kastner Addition, Tim Flathers is working with Cliff Kastner on the project.

Being there was no further business to come before the Council, motion to adjourn was made by Anderson. Seconded by Sutherland, passed unanimously.

Steven M. Beltz, Mayor

ATTEST:

Colleen R. Lindgren, CMC
City Clerk Treasurer

CITY COUNCIL PROCEEDINGS
JULY 11, 2006

The Bagley City Council met in regular session on July 11, 2006 at 7 P.M. in the City Council Chambers.

Present were Mayor Steven M. Beltz, Council Members Howard Moore, Mark Edevold, Karen Anderson and Clerk Treasurer Colleen R. Lindgren. Councilman John Sutherland was absent.

Also present was Street Superintendent Arnie Teige.

Motion was made by Moore to approve the minutes of the previous meetings. Seconded by Anderson, passed unanimously.

Northwest Regional Housing Advisory Group will be hosting a meeting on July 20th at 1 PM in McIntosh City Hall. Edevold will attend.

Councilman Sutherland entered the meeting.

The Minnesota Small Business Development Center will be hosting a meeting on July 19th at 11:30 AM, at the Sportsman's Lodge in Gonvick. Edevold will attend.

Motion was made by Anderson to pass Resolution #13-06 A RESOLUTION TO APPOINT A NORTHERN MUNICIPAL POWER AGENCY ADVISOR. Seconded by Moore. For: Anderson, Moore, Sutherland, and Beltz. Edevold abstained. Motion carried.

Motion was made by Edevold to pass Resolution #14-06 A RESOLUTION TO APPOINT A NORTHERN MUNICIPAL POWER AGENCY DIRECTOR. Seconded by Sutherland, passed unanimously.

Discussion was held on authorization to put in an application to NWMF for \$20,000 to help with a proposed City Park Project planning. If the City Council wants to work further on the project, they must also make a commitment to put \$10,000 in the 2007 Budget for the planning process. Motion was made by Sutherland to authorize Cliff Tweedale, HRDC, to put in an application to NWMF for \$20,000 and to make the commitment that the City put into the 2007 Budget an amount of \$10,000 for the project. Seconded by Edevold, passed unanimously. Sutherland made the suggestion that when the plan is made up, that the Council looks into some kind of recreation center for young people.

Edevold stated that Lauri Kramke, who is working on this project, would like a few letters of support to put with the application. Edevold will work with her on this.

Department Reports: Parks & Recreation. A new brochure has been made for the City with the City Park as a main part of the brochure. Rules for the park were incorporated into it and sponsors were sought for by Chris Arnold to pay for the brochures.

Fire Department: Clerk reported that a total of \$856.51 was taken in for donations to the July 4th Fireworks. Donna Wendlandt and Mary Sorenson were commended for all the work they put in to collect the donations.

Liquor Store – no report.

Police Department: No vehicles have been put up for bids yet. One of them will be used by the Street Department.

Sutherland asked if anything has been done on getting a Dog Pound Master. Clerk stated that no one has been hired and the Officers are taking care of the pound at this time.

Street Department-Arnie Teige, Superintendent. Teige reported that Jane Merschman had contacted him about setting up a memorial for Riley Erickson. She and some local residents have suggested putting in some trees by the new playground equipment in the City Park, and a rock with a memorial plaque on it. The trees would be provided by Lester Beck, and they would be shade trees. Teige feels that if one memorial is let in, you may see an awful lot

wanting to come in. He feels that maybe the ball diamonds would be a better area because Riley was very involved with baseball. He said that he had stated it would need to be brought to the City Council before anything could be done or approved. Mayor Beltz stated that the family was already informed by the group that is working on this, that trees would be planted in the Park. At one point, Council Member Beverley Brown had asked about trees being planted in the Park for Memorials, but nothing was done at that time. Members asked that the group be asked not to do the rock. The Council must approve what goes into the Park before any work is done. Council asked that the group be informed that a plan must be given to the City Council, stating what they would like to see planted, where they are looking at, and what maintenance is needed. Moore suggested something be put in the ballpark and Sutherland suggested the school.

Teige informed the Council that his department has been cleaning up trees and brush around the City. He has been working on the alley in the DeLynn Acres area. The Industrial Park road is ½ done with the base coat.

Zoning-Howard Moore. A Public Hearing will be held on July 26th to discuss an application put in by Cliff Kastner to ask for a Zoning Amendment in the Kastner Addition. Teige reported that a homeowner in the DeLynn Acres area has asked for a culvert to be put in for a road. Moore and Teige will look at the area to make sure they are not going over the property owners land on the north.

Public Utilities – no report.

City Hall-Colleen Lindgren. Crystal Schmitz brought to the Clerk information about a bridge that the Beautification Committee would like to see built in the wet area of the lots in front of Cease Funeral Home. The bridge would be 32 feet long, 4 feet wide with an 18 inch rise in the middle. Cost to construct it would be \$1,717. without a rail and \$2,495. with a rail. Rob Lindberry from Bagley would build it. Schmitz would work on raising funds for its construction. Motion was made by Moore to approve the bridge construction if Schmitz raises funds. Seconded by Anderson, passed unanimously.

Anderson asked Teige if the new flowerpots are holding water better than the ones from last year. Teige stated they may be but it has been so dry that they still need to be watered every day. Moore asked why the businesses aren't taking water to the planters in front of their business. This was in the agreements when the pots were purchased.

Council meeting dates to work on the City 2007 Budget will be on August 9 at 5:30 p.m. and August 23 at 5:30 p.m.

Motion was made by Moore to have the Clerk sign an Insurance form stating "The city does not waive the monetary limits on municipal tort liability established by Minnesota Statutes 466.04". Seconded by Sutherland, passed unanimously.

Motion was made by Edevold to pay the outstanding bills as listed including a bill to Garden Valley Telephone Co. in the amount of \$3,296.00 for the new phone system. Seconded by Moore, passed unanimously.

Committee Reports: Parks & Recreation. Anderson stated that Art In The Park will be held in the City Park on July 22nd. Sutherland complemented Teige and all those who helped with the new playground in the City Park. He has heard many good comments on it.

Discussion was held on the highway going through town. People are treating it as a four lane but it is really only a two lane.

Clerk was asked to get a print out each month from the Sheriffs Office on what goes on in the Police Department. Such as what kind and how many crimes are committed and what Officer takes care of what in the City.

Discussion was held on an alley, which is located behind the Leonard Stinar home and the construction of sand-point wells in the City.

Being there was no further business to come before the Council, motion to adjourn was made by Moore. Seconded by Sutherland, passed unanimously.

Steven M. Beltz, Mayor

ATTEST:

Colleen R. Lindgren, CMC
City Clerk Treasurer

CITY COUNCIL PROCEEDINGS
JULY 28, 2006

The Bagley City Council met in special session on July 28, 2006 at 7:30 a.m. in the City Council Chambers.

Present were Mayor Steven M. Beltz, Council Members Howard Moore, John Sutherland, and Mark Edevold. Council Member Karen Anderson was absent.

Discussion was held on the Clearwater County Economic Developer contract. Mayor Beltz has met with Al Rasmussen to talk about the contract. Rasmussen said that Copley Township and the City of Gonvick have dropped out of the contract. He is wondering what direction the City of Bagley or the Economic Development Group is taking towards the contract. The Mayor stated he could not direct as to the Council's concerns because it has not been discussed. We are presently going to invest funds into the HRDC and this may be a better spot to put the City funds.

Member K. Anderson entered the meeting – 7:35 a.m.

Mayor Beltz feels that CEDO has run its course and maybe it would be good to drop out of the Economic Development group.

Moore feels there may be better entities out there that can help with Economic Development.

Edevold stated that he had gone to two meetings lately for small business development and housing issues. The County Representative was not present at either meeting, which Edevold thought that he should have been. Council should have gotten a budget for 2007 by July 1st, and this has not been seen.

Motion was made by Edevold to reject a new contract with CEDO because a new budget has not been presented to the Council for 2007. Discussion heard on the subject was that CEDO is not doing what it originally was developed to do. 2006 will not be cut off but begin the cutoff in January 1, 2007. Motion seconded by Moore, passed unanimously.

Mayor Beltz stated that some of the CEDO group feels that its budget should be a County Line Item.

Discussion was held on easement papers for the new sub-station. Motion was made by Moore to approve payment of \$3,000 to Gary & Karen Gesell for the easement. Seconded by Anderson, passed unanimously. Motion was made by Edevold to send a billing to the Bagley Public Utilities for the repayment of the easement, \$3,000. Seconded by Sutherland, passed unanimously.

A letter was received from Jefferson Bus Lines, requesting a letter of support from the Council, in order for them to get support to continue serving this area with their services. Motion was made by Moore to write a letter of support. Seconded by Edevold, passed unanimously.

Clerk had given a letter to the Council concerning some possible contamination located in the City of Bagley. Motion was made by Edevold to have the Clerk contact a number of people that were involved with the project. Seconded by Sutherland, passed unanimously.

Being there was no further business to come before the Council, motion to adjourn was made by Edevold. Seconded by Moore, passed unanimously.

Steven M. Beltz, Mayor

ATTEST:

Colleen R. Lindgren, CMC
City Clerk Treasurer

CITY COUNCIL PROCEEDINGS

August 8, 2006

The Bagley City Council met in regular session on August 8, 2006 at 7 PM in the City Council Chambers.

Present: Mayor Steven M. Beltz, Council Members John Sutherland, Howard Moore, Karen Anderson, Mark Edevold and Clerk Treasurer Colleen R. Lindgren.

Also present: Larry Laudin, Arnie Teige, Steve Haugen, Darin Halverson, "Ten Bears", Cliff Kastner, Attorney Ed Rasmussen, Rick Skarison, Lori Knutson, Frank Beaver, Matt Gordon, Brian Dyrdaahl, and Dean Maasjo.

Motion was made by Edevold to approve the minutes of the previous meetings as read. Seconded by Anderson, passed unanimously.

City Attorney Ed Rasmussen was present to speak with the Council about the Vacation of the streets and roads adjacent to Blocks 4 & 5 Bergs Subdivision. Rasmussen gave to the Council a map of a platted street located between D. Trefz and R. Skarison's homes, which has never been developed. A second map showed a road, which was platted by Copley Township in Lomond Homesite, which does not meet squarely with the street in Bergs Subdivision. The street was never vacated before because it gave the only legal access to some property, located by the lake, owned by Todd & Bridget Nelson. At the present time the Nelsons have built a driveway connecting from the road to their property, which is on Greg Norums property. The Norums have given a permanent easement to Todd & Bridget Galli Nelson to go across the northern part of their property. Skarisons on the other end of the City street want to build a garage on their property and the only way they can is to vacate the street. Rasmussen is suggesting that the City initiate by Resolution to vacate the street and road located on these properties. A Public Hearing would need to be held by the Council. In the Resolution the City would reserve utility easements, above and below ground. Motion was made by Moore to pass Resolution #15-06 RESOLUTION TO SET A PUBLIC HEARING TO CONSIDER VACATION OF A STREET AND ROAD IN THE CITY OF BAGLEY. Seconded by Edevold, passed unanimously. Hearing to be held on September 14th at 6:30 p.m. in the Bagley City Council Chambers.

Larry Loudon, Clearwater County Hospital Administrator, was present to speak with the Council about the possible sale of City property located behind and below the Hospital. County would like to purchase the property for \$80,000 and sell back to the City a list of 29 tax-forfeited lands located in the City, for \$80,000. Tax forfeited lands cannot just be transferred to the City, they must be sold to the City. The Hospital would like to expand the health care area in the future. Example would be for assisted living. Because the City would be purchasing tax-forfeited land, the Council would see some dollars coming back to the City. County thinks this will be a win win situation because they are land locked and need more room.

Council Member Anderson asked about environmental issues being the City property is located so close to the lake. Laudon stated that soil borings were done earlier, when he was working with Environmental Services on the project. Nothing would be built on the lakeshore, but would be built into the hill and attached to the hospital. This may definitely not be the end result but it is being looked into. This will be done for the exclusive use of health care and would not be sold to a "for profit" company or an individual.

Edevold asked about the rumor of the hospital being sold or closed. Laudon stated that there has been a one-year exclusive talk with Merit Care Company based out of Fargo. Edevold stated he is uncomfortable deciding anything at this time because this is the first time he has heard anything on this project. This may need to be looked into further due to a Park Project being discussed. Mayor Beltz stated that he and Council Member Moore are the only ones on the present board, who were in on earlier discussion at a Council meeting.

Moore stated that he would like to look at the tax-forfeited properties a little more.

Laudon asked that the City Council please consider their offer. He will meet with the Council whenever they wish and he is sure County Auditor Dan Stenseng would also.

Edevold asked if the City needs to bid out the land. City Attorney Ed Rasmussen stated that the property can go from one Public Entity to another Public Entity without bidding. Edevold feels this should be looked into further because Merit Care is not a Public Entity.

Laudon stated that if the City puts it out for bids, they would walk away from it. Laudon will come back to the Council at another meeting.

Discussion was held on a complaint of contamination at the Wee Care Children's Center. Clerk earlier had informed the Council on this. Roger Rolff from the Minnesota Pollution Control Center had been contacted but he personally could not find any contamination. A report on this has been given to the Council. "Ten Bears" (Whistle Blower protection name) was present to speak with the Council on what contamination/toxins he feels are under the Wee Care Center. He showed pictures on garbage/rubbish located in the old trailer park but not directly in the area of the Center. He feels that 2½ dump truckloads of "stuff" were put into a hole directly where the Center was built. In this pile were things such as TV's, bulbs, anti-freeze, used oil, etc. All of this was burned under a pile of brush by the landowner, Kastner, and the contractors. This burned for three days. This was done very close to the playground area. Mayor Beltz asked where he was when the fire was going on and they were filling up the hole. "Ten Bears" stated he was standing right there. Mayor Beltz asked why he waited 2 years to come to the Board because there is now no proof. "Ten Bears" stated the proof is in the ground. He was gone for the summer and nothing could be done in the winter. He also stated that in the spring when the PCA man came and talked to the people, the people wouldn't say anything to a white man with a badge, under the threat that they may have to move. It was a year after the fact when anyone came to check it out. He called numerous people to come look at the site. People are afraid of Kastner, he is a powerful man and can kick the people off when he wants. If you were to send a Native American person over there, they will talk. The contamination is only four feet deep according to "Ten Bears". If he can't get any cooperation from the City, he will go to the parents of the children and the Center will die.

Edevold stated that the City got the information and their role is to look into it and felt it prudent to pass the information on.

Matt Gordon, Gordon Construction, was asked to speak on the project. His company was the one to do the work for the Center. He is a Native American and his company is Native American and has been in business since 1983. They have done other work in the City. The photos show what is in the trailer park and nothing was in the Center area. Other company members were introduced, that were on the project site. At one point "Ten Bears" was asked to leave the property by Keith Larson, because he was on the Wee Care property. Gordon stated that they have been in business for 25 years and they have never done anything illegal like this. He would never do such a thing where children are concerned. He got a permit from Fire Chief Tony Marty to burn, Utilities Manger Earl Holmstrom was there a lot and also Keith Larson. Gordon charged Kastner for 10 loads of stuff that was hauled out and he paid it. Gordon stated that "Ten Bears" allegations are very harsh on him. If "Ten Bears" wants to get a boring machine to test it, and if anything is found, Gordon will pay for all removal. If nothing is found, then "Ten Bears" must pay for all expenses. Gordon was very insulted. As a Business Man and Tax Payer, he would be willing to do what has to be done if he did something wrong. "Ten Bears" asked why he would go through 1½ years of work if this wasn't true. Gordon stated maybe "Ten Bears" pride was hurt when Larson asked him to leave. Gordon will gladly come to the next Council meeting if needed because he has nothing to hide. More discussion was heard.

Edevold stated that the City basically has no liability, but they felt it fair to hear everyone out. Their next step is to continue with EPA and the County, because the County owns the Wee Care Center. "Ten Bears" stated he came to inform the City and the people of what he knows and has seen. "Ten Bears" thanked the Council for listening and Gordon also thanked the Council and apologized for any out bursts he had done.

Discussion was held on an Application for Zoning Amendment, which was put in by Cliff Kastner. Kastner is planning on selling a portion of his property in Kastner Addition to a retail business, and needs the zoning changed from R-1 to B-2. Moore stated that the Zoning Board had held a Public Hearing and have approved the Zone Change pending the Councils approval. Motion was made by Edevold to approve the Zone Change. Seconded by Anderson, passed unanimously.

Notice was given to the Council that the 2007 Local Government Aid has been cut by \$107.00 from 2006 LGA.

Council received notice that they have met all requirements of the Pay Equity Act, and are in compliance.

Department Reports: Tony Merschman has asked if the Council would be willing to pay for bottled water to be put on the fire trucks for the men to drink during fire calls. Council approved this should be purchased under supplies.

Police Department: Chief Steve Haugen. Radar Unit in Officer Podhradskys car was purchased in 1969 and needs to be replaced. Has been repaired and would like permission to purchase another one. Permission to purchase under supplies.

A letter was received from Officer Larry Peterson concerning the use of his K-9 being used more regularly on patrol than originally purposed.

A July monthly report of the Police Officers activities was discussed. Chief Haugen informed the Council that he could get a more detailed report on such things as arrests for the year and bring to the Council at the next meeting.

Roads & Bridges: Superintendent Arnie Teige. Department finished the alley work in the Dawn Acres area. Teige met with the DNR on getting boat-landing timbers to upgrade the landing. Tennis Courts in the park have been repaired. Brushing has been done in the City along right-of-ways. Has started working on the clean up of brush/trees along the pond on 4th Street. A few people in the area do not like what he is doing because it takes away some of the privacy. Plans are to put new dirt and nicer trees in the area. A plan had been started at one time through SWCD but was not finished. Anderson stated that her office, SWCD, will again work with Teige and look into putting dollars in the budget to get trees planted. Edevold and Anderson will meet with the neighbors in the area on August 18, at 3 p.m. and get some ideas from them on what they would like to see done. Teige will hold off on working around the pond until the meeting is done with.

Mayor Beltz asked that Teige have the Sentence To Serve group work on pulling weeds from around buildings and sidewalks in the downtown area.

Councilman Sutherland asked about the possibility of getting a fishing dock at Lake Lomond. Teige has looked into it but the DNR says the lake is too shallow, too far out to get a decent dock. Moore stated that the lake is deeper on the south end of the lake and maybe that would be the area to look at putting one in.

Councilman Moore stepped down from his position as Council Member to discuss with the Council the possibility of the Sons Of The American Legion getting bicycles from the Police Department. The Sons Of The American Legion want to do a project where they repair bicycles and give them to families that don't have any. Motion was made by Edevold to turn over to the Sons Of The American Legion any and all bicycles that the Police Department has, that have not been claimed. Seconded by Sutherland. For: Edevold, Sutherland, Anderson, Beltz. Against: none. Moore abstained. Passed unanimously.

Zoning: Howard Moore, Chairman. Moore asked Council Members if they had a chance to look at the Tax Forfeited lands that the County wants the City to purchase. A lot of it is wetland/swamp. Members are asked to look at the property closely before making a decision. Lengthy discussion was held, but no decision made.

Public Utilities: Frank Beaver, Manager. Minnkota Power feels that the new sub-station should be functional by end of this year. Road to the area is halfway done. Water Plant problems: the water in the air has been resolved. Hydrants are being flushed and may need to be flushed every 3 months for up to two years. Gas system was inspected and all if OK.

Edevold stated that the Public Utilities has been looking into the sand point issue. The City can regulate it, but the people must have all the proper paper work from the State and follow state rules.

City Hall: Colleen Lindgren, Clerk. Lindgren asked permission to attend a meeting in Thief River Falls concerning the Cities Blue Cross Blue Shield Health Insurance Plan. Motion to send Lindgren to the meeting was made by Moore. Seconded by Anderson, passed unanimously.

Lindgren would also like to look into getting the front of the City Hall redone with plantings or rock.

Motion was made by Edevold to send Department Heads to a LMCIT OSHA/Safety Assistance program in Mahnomen on September 19th. Seconded by Sutherland, passed unanimously.

Motion was made by Anderson to approve the Parade Permit for the Bagley High School Student Council Homecoming Parade on October 6th. Seconded by Sutherland, passed unanimously.

Motion was made by Edevold to appoint Frank Beaver to be on the Well Head Protection Team. Seconded by Anderson, passed unanimously.

Motion was made by Moore to appoint the following Election Judges: Alice Gunderson-Head Judge, Lou Ellen Christensen, Phyllis Baumann, Francis Knable, Eileen Benesh, Kay Peterson, Lorraine Brustad, and Ruth LaFontaine and Charlotte Stavig as Subs. Seconded by John Sutherland, passed unanimously.

Motion was made by Edevold to transfer the following 2005 Designated funds into the 2006 Budget: \$1,703.71 to City Hall for the phone system and \$596.69 to the Fire Dept. fireworks. Seconded by Moore, passed unanimously.

Motion was made by Moore to approve payment of the outstanding bills. Seconded by Anderson, passed unanimously.

Committee Reports: Parks & Recreation – Anderson will continue to work on Park rules during the winter.

Anderson asked that the Animal Leash Ordinance be put on Cable TV, due to the fact that there are dogs running at large in the City.

Being there was no further business to come before the Council, motion to adjourn was made by Edevold. Seconded by Moore, passed unanimously.

Steven M. Beltz, Mayor

ATTEST:

Colleen R. Lindgren, CMC
City Clerk Treasurer

CITY COUNCIL PROCEEDINGS
AUGUST 9, 2006

The Bagley City Council met in special session on August 9, 2006 at 5:30 p.m. in the City Council Chambers.

Present were Mayor Steven M. Beltz, Council Members Howard Moore, John Sutherland, Mark Edevold, Karen Anderson, and Clerk Treasurer Colleen R. Lindgren.

Also present were Police Chief Steve Haugen, Assistant Chief Darin Halverson, and Street Superintendent Arnie Teige.

Clerk explained what she had figured so far on the 2007 Budget and what has been spent to date.

Fire Department: Chief Marty was not present to speak on the budget. No changes are seen in the future. Clerk explained that anything left in the 2006 budget in December, would be put into the fire department interest bearing "Truck" savings account. Moore questioned as to the amount of \$7,500 being put into the repairs and maintenance. Clerk stated that you don't know when something will break down. Arnie Teige stated that Marty did mention to him that he would like to get a computer in the Fire Department to keep training records on. They may still have funds in the 2006 Budget to purchase one.

Roads & Bridges: Teige reported that the gas & oil were raised due to unknown prices. Capital Expense – Teige would still like to get a building/storage shed built on the lot by the new garage (\$10,000), \$10,000 to the truck fund and \$44,444.52 payments towards the new garage. This lowers the capital expense by \$17,407.48. Other expense was lowered by \$2,000, dropping the demo of the old garage. Teige asked if anything was to be done in the area of wages and benefits. Teige stated that he would need to budget at least \$4,000 for road salt. This would be put under supplies.

Clerk Lindgren informed the Council that the Department Heads had met to discuss wages and benefits. Lindgren will be attending a meeting on the health insurance soon. Wages on the Assistant Chief should be watched due to the fact the Union Officers have already settled on wages.

Airport: Land taxes had a slight increase. Clerk will check on the Airport LAP to see what projects were put in the plans for 2007 and bring to the next meeting.

Zoning Commission: Legal expense rose by \$50.00.

Economic Development: Council has opted out of the CEDO contract but will leave the dollars in the account for working with HRDC. \$6,000. will be left in to transfer to the BIDD for development.

Parks & Recreation: \$6,000 was left in to transfer to the Hockey Association for Utility Bills. Anderson would like to see Life Guards put back into the budget. Anderson also asked Teige about the cost for the ditch work behind the SWCD Office. She has had people talk to her about getting it fixed or cleaned out. Teige stated it can be cleaned out but there have been some people who wanted it mowed and some that did not. It could be drained but will cost money and there is a major telephone line going through it. This would be a project under Roads & Bridges. \$20,180. will be left in the park upgrades funds. Lifeguards wages, training, and advertising will be figured in at \$15,000. Discussion was held on putting lights into the recreation complex. Moore would like to see funds put into the complex for future projects. Teige stated that the light poles are at the field already but there isn't any wiring. Edevold stated that maybe the Utilities Department could get the work done.

Cemetery will be left as is.

Police Department. Chief Haugen would like to add 20% more on the budget towards gas & oil. Also carry the Capital outlay over to 2007 and not add anymore. Repairs & maintenance raised by \$1,000 because cars are getting old. Wages: as of right now,

Peterson's wages for 2007 will be 25 cents/hour more than Halverson. Discussion held on squad cars. Members put \$5,000 back into capital outlay. Assistant Chief Halvorson brought up the fact of comp time for Chief Haugen. He feels it would be cheaper to pay Haugen overtime instead of him compiling comp time. When he takes comp time another Officer has to be called in to cover his shift and that Officer would get overtime pay. Edevold stated he is not fond of comp time. He would rather see employees paid overtime for anything over 40 hours. Chief Haugen stated he would be better off getting paid because it would go towards his high 5 for PERA retirement. He has acquired 77 hours from last year and 99 so far this year. Edevold would like to look at schedules for the PD because there are times when you may not need some shifts. Halverson stated that sometimes there is only one Officer at the Sheriffs Dept. and if there isn't any City Officer on, then there is no one to cover the City. Scheduling will be discussed more at a later date. Halverson talked about Officers Daily Reports, and the Officers will do this so that the Council knows what they are doing. K-9 funds: \$500.00 was put in to help with payment of certifications. Chief is to ask Officer Peterson what he will need. Dog pound: No pound master found yet. Clerk stated all past bills were given to the County Auditor. Haugen would like to get a tranquilizer gun and a containment fence at the pound when dollars come in from the County.

City Hall: Library raised due to utilities. Capital Expense: should explore repairing the roof (\$20,000), and maybe get rid of the plants in front of City Hall and put rock or something else there. City Wide Improvement: North expansion bond issue-\$80,610; beautification-\$4,000; 2002 bond issue transfer-\$31,215; Golf View Estates bond-\$13,654; Airport Improvement payment-\$12,500; Historical structure upkeep-\$500; Well Head Protection-\$2,000; Industrial Park Project-\$28,720. Nothing is needed in the Election expense budget. Anderson would like to see \$1,000 put towards signs.

Clerk stated that if the Council wants to do an increase in their wages for the year, they should do it now before elections. After some discussion, Clerk was asked to call some of the surrounding cities to see what they are paid. Presently Council is paid \$750.00 per year and Mayor \$1,500.00 per year. Special meetings are paid at \$25.00 per meeting. Moore stated that he would like to see it put in the budget at \$50.00 per special meeting, \$1,000 base for Council and \$2,000 for Mayor, per year. Mayor asked if the Council would like the Clerk to figure in 3% wage increases just to get a figure in the budget. Council agreed. Clerk spoke on an increase in the cap on employee health insurance and how much it may cost the employee and the cost to the city plus the savings to the city.

4th Street planting of trees was discussed. Will be discussed again later.

Clerk asked about funding for the Bagley Senior Center. Center Board Members will be asked to come to the next Council Meeting with a budget and what they would like to see from the Council.

Discussion was held on the Overtime hours put in by employees. Al Springs overtime hours will be put under the Beautification funds. Members talked about allowing people to buy a basket in memory of someone. Mayor Beltz said the Beautification Committee has done a fabulous job and people need to know the full costs of the flowers around town.

Being there was no further business to come before the Council, motion to adjourn was made by Anderson. Seconded by Moore, passed unanimously.

Steven M. Beltz, Mayor

ATTEST:

Colleen R. Lindgren, CMC
City Clerk Treasurer

CITY COUNCIL PROCEEDINGS
AUGUST 23, 2006

The Bagley City Council met in special session on August 23, 2006 at 5:30 p.m. in the City Council Chambers.

Present were Mayor Steven M. Beltz, Council Members Howard Moore, John Sutherland, Mark Edevold, Karen Anderson, and Clerk Colleen R. Lindgren.

Also present Ken Moen, Lee Skunes, Darin Halverson, Tony Marty, Arnie Teige, Lowell Hagen, Leonard Jakeman, and Crystal Schmitz.

Members of the Bagley Senior Citizens came to explain what services the Center does and where their funds come from. They have a budget shortfall of \$3,000 at this time. They came to ask the Council if there were any funds available to help the Center with finances. Mayor Beltz stated that the Council can purchase something for the Center but cannot actually give them money. The Council could do like they have done with the Hockey Association and pay funds towards utility bills. Councilman Edevold stated that the Public Utilities might have funds in their Energy Conservation Funds to help with Utility Bills also. L. Jakeman stated they do have a freezer that is being frowned upon and L. Hagen said the kitchen cupboards need to be replaced. Mayor Beltz stated that utility funds may be fairer. Council will take the Centers request into consideration when doing the final budget.

Fire Department: Changes were done in the area of training because more of the Firemen need more training. Chief Marty would like to see the department get computers to keep all their information and training on. Moore stated that there is enough money in the budget now to get the computer in 2006.

Police Department: Chief Steve Haugen said that the \$500. put in the K-9 Budget could be crossed out because Officer Larry Peterson said he would be paying for expenses of the K-9 dog. Sutherland stated that the funds were set to pay for any re-certifications needed. Assistant Chief Halvorson handed out a sheet on a 3-man rotation instead of a 2-man rotation schedule. Clerk went over all the budget changes from the last budget meeting of August 9th. Peterson and Podhradsky wages were figured in at Union rate increase and a 3% increase was added to Haugen & Halvorson, as Clerk was asked to do. Clerk explained to the Council the benefits that were figured in for the 4 different P.D. Officers and the differences in the health benefit cap. City Health insurance is going up 6% beginning January 1, 2007. Another issue is the difference in wages between one of the Officers and the Assistant Chief. Mayor Beltz suggested that the Council should look at changing the City Cap to the same as the Union Cap. Edevold would like to see some of the numbers cut in different areas but up the City cap to what the Union cap is of \$796.00 and maybe figure in a 2% increase in pay. This will be roughly a \$1.00 per hour raise. These are just suggestions.

Halvorson spoke on the proposed schedule change and if the Council goes to the new schedule this could cut off \$5,000 from the over-time pay.

Crystal Schmitz was present to speak for the beautification budget. Costs for fertilizer was high due to being such a dry year, much more watering was done on the flowers. There is not much you can cut in the budget. Volunteers do the 7 planters so we only pay for the watering. Council has asked the Clerk to figure in the overtime "watering" into the beautification budget. A \$500 pledge has been gotten for the bridge. People may be asked to donate dollars towards a hanging basket. Mayor Beltz stated he has had many people say to him that they would be glad to donate towards the pots. Schmitz stated that the Bagley flowers are much nicer than any towns she has gone through this summer. Could cut down the number of blocks which hanging baskets are being hung, down to the main four blocks. Suggestion was to ask the C&C to promote to businesses to buy a basket. Could do some matching funds was discussed. Edevold stated that he has heard comments on more people seem to want Lifeguards more than they do the flowers. Moore stated he does like the flowers, but he would like to find a way to get rid of the overtime. Budget was left at \$4,000, but overtime pay to water the flowers will be put in the budget also. Discussion was held on different methods of watering.

Roads and Bridges: Clerk went over all the changes asked for by the Council at the last meeting. Moore questioned the use of gas funds as to why add more when all the funds for 2006 may not be used. Suggestion was to take off \$5,000 on repairs & maintenance due to funds left over. Teige stated that he could not see any use for Outside Services & Engineering so the \$2,500 in this budget could be dropped.

Parks & Recreation: Clerk went over changes asked for by the Council earlier. This brought the budget up by \$26,000. Discussion held on additions to the budget to cover life-guards. Council dropped the Capital Expense by \$6,190. thinking is that not as much will be done in the park next year, being there are no specific projects. Discussion was held on getting lights put up at the softball fields.

No changes were done in the Zoning Commission, Economic Development, Cemetery and Community Service.

Airport: Clerk handed out the Airport CIP Report. For the 2007 Budget, replacement of the Beacon and constructing an Arrival/Departure Building were in the budget. City cost share of these projects is \$23,000. The City is not obligated to do these projects but if they are put off too long, it is not looked at favorably by the state. The building is so people can get out of the cold and rest, with bathroom facilities and telephone. The rotating beacon is getting very old and needs to be replaced.

City Hall: Changes were made as had been asked by the Council. City Wide Improvement projects were gone over. The overtime pay for watering was put into the beautification budget. Clerk asked that the janitor position get a 3% raise also. On special meetings for Council, one & one-half per member per month was figured in. Election expense dropped due to no elections next year. Under printing and publishing, the Codification of ordinances at a cost of \$8,750 was added in. Moore talked about cutting the building repair fund by \$10,000. Clerk asked about putting in something for the Senior Center. Mayor Beltz stated he still feels that the city is better off without Life Guards. They are more like a babysitting service. There are not many cities that have lifeguards. Anderson feels that the Council must take into consideration the extra stress put on the Park Attendants. You can't have the Park Attendants and the Police Dept. manning the beach all day long. If no guards, then there needs to be some responsibility training for the attendants on what is expected of them on the beach area. Moore said the beach cleanup should be put on the summer help. Anderson said new signs are needed on the beach for information for the public on what is expected. Total budget for guards is \$15,320. Mayor feels this is an awful big expense for just the City to pay for guards, when many people in the Townships also use the beach area. Moore feels the lifeguard funds should be pulled and then see where the budget goes.

Will all the cuts proposed, the proposed levy would be about a 9% increase over last year.

Mayor Beltz proposed that \$10,000 be taken out of the City Hall Capital Outlay and put some into the Senior Citizen utilities. \$3,000 would be a good amount and ask that the Public Utilities match it, same as they do for the Hockey Association. This lowers the City Hall budget by \$7,000.

More discussion was held on employee wages. Teige stated he would like to see a raise in pay for Al Spring and the snow help crew. Members suggested raising the snow help wages to \$8.00/hour, Al Spring to \$8.00/hour, City Hall Janitor to \$7.25/hour, Liquor Store call ins \$7.75 and \$8.25/hour, regular Liquor Store-2% wage increase plus the benefit increase and Darin Halverson to \$19.25 (2% plus 28 cents/hour).

Sutherland suggested raising Gary Coyer's wage by 22 cents per hour. Moore feels his should stay at the earlier suggestion of 2% plus benefit increase. Should leave it as suggested the first time and see what is happening with the budget. Edevold feels Coyer should get 2% raise, plus benefit increase and an increase of 10 cents per hour.

Next meeting to work on the budget will be August 30 at 5:30 p.m. in the Council Chambers.

Moore asked Anderson and Edevold what happened with the neighborhood meeting on tree planting along 4th Street. Anderson will be marking trees to keep and getting prices on trees to replace. SWCD will work with Teige.

Moore would like to work on an Ordinance on wood stoves located in the City.

Being there was no further business to come before the Council, motion to adjourn was made by Edevold. Seconded by Sutherland, passed unanimously.

Steven M. Beltz
Mayor

ATTEST:

Colleen R. Lindgren, CMC
City Clerk Treasurer

CITY COUNCIL PROCEEDINGS
AUGUST 30, 2006

The Bagley City Council met in special session on August 30, 2006 at 5:30 p.m. in the City Council Chambers.

Present were Mayor Steven M. Beltz, Council Members Howard Moore, Mark Edevold, Karen Anderson, and Clerk Treasurer Colleen R. Lindgren. Councilman John Sutherland was absent.

Also present were Police Chief Steve Haugen and Loren Francis.

Clerk explained that she had added and cut all that the Council had proposed at the last budget meeting. In all, it did cut the total budget by a lot. The levy is now down to a 7.16% increase at this time.

Crystal Schmitz gave the Council information about two options the Council could do concerning the City flowers. Option 1 had to do with cutting down on watering and Option 2 had to do with discontinuing the flower baskets for 2007. L. Francis said that the flowers need to be watered 1 time a day for the first month and 2 times a day when they mature or they will die. Spring works 4 am to 7 am every morning and weekends to do the watering. Mayor Beltz stated that the City should buy a smaller truck with a tank in it and have a group to volunteer to do the watering. He recommended that some funds be put in the budget for a vehicle. Have the beautification group find someone to do the watering and the City pay for the flowers. Ask the community to step up and help with the project. Teige will be asked to check on a federal surplus vehicle. Edevold would like to see \$4,000 put into the Roads & Bridges budget for a vehicle. Anderson liked the idea of adding more money into the fund for this to build up a fund for a vehicle.

Anderson asked about City signs and what should be put in this budget. There are groups working on it but it would be a good jester for the City to put some funds into it. Edevold said that the Council won't know if there will be any funds until January to transfer into such a budget and look closer at it at that time. Anderson stated she will bring it up for sure in December or January. Moore would like to see \$5,000 put in for a vehicle. Anderson suggested that \$4,000 be put in for a vehicle and \$1,000 to signs, if the project goes through and the \$1,000 is not needed for something major. She has heard that the group working on signs has chosen a final design.

The Public Utilities has approved the \$3,000 match in utility funds for the Senior Center if the Council approves their \$3,000 of funds.

The Public Utilities will be putting up the ballpark lights yet this fall. They may need more wire.

Chief Haugen said that more lights are needed at the round house and this will be done soon.

Being there was no further business to come before the Council, motion to adjourn was made by Edevold. Seconded by Moore, passed unanimously.

Steven M. Beltz
Mayor

ATTEST:

Colleen R. Lindgren, CMC

City Clerk Treasurer

CITY COUNCIL PROCEEDINGS
SEPTEMBER 8, 2006

The Bagley City Council met in special session on September 8, 2006 at 5:30 p.m. in the City Council Chambers.

Present were Mayor Steven M. Beltz, Council Members Howard Moore, John Sutherland, Clerk Colleen Lindgren, and Public Utilities Office Manager Vicky Fletcher.

Discussion was held on a parcel of property south of the water plant, which has come up for sale. This is a parcel that the City Council had looked into before, to purchase. Knowing this the owners contacted the City Clerk wondering if the City still wants to purchase the property.

Mayor Beltz stated that he would like to see if Dan Hecht, Clearwater County Environmental Office, should inspect the sewer system before the property is sold to anyone. The property is located directly behind the City water plant.

To have the property inspected would be beneficial to both a new purchaser and the City. If the property needs to be brought up to code, this will be noted.

Howard Moore, Zoning Administrator, will get in contact with Dan Hecht to see about getting the property inspected before any purchase is done.

Being there was no further business to come before the Council, motion to adjourn was made by Moore. Seconded by Sutherland, passed unanimously.

Steven M. Beltz, Mayor

ATTEST:

Colleen R. Lindgren, CMC
City Clerk Treasurer

CITY COUNCIL PROCEEDINGS
SEPTEMBER 14, 2006

The Bagley City Council held a Public Hearing in the City Council Chambers at 6:30 p.m. on September 14. Hearing was held to discuss the potential closing of an alley in the City of Bagley.

Present were Mayor Steven M. Beltz, Council Members Howard Moore, Karen Anderson, Mark Edevold, John Sutherland, Colleen Lindgren, Attorney Ed Rasmussen, Don Trefz, and Rick Skarison.

Attorney Rasmussen explained the plats of the area involved. This includes all the streets and roads adjacent to Blocks Four (4) and Five (5), Berg's Subdivision. Rick Skarison has asked that the alley be closed so that he has enough room to build a garage onto his home. Todd and Bridget Nelson have now gotten a permanent easement from Greg and Carri Norum for their driveway to cross over the edge of Norum's property. They no longer need the alleyway from behind Skarison's property as the only legal entrance to their home.

There were no residents present to speak against the project.

Being there was no further discussion to be heard on the Public Hearing, Mayor Beltz closed the hearing at 6:40 p.m.

The Bagley City Council met in regular session on September 14, at 7 PM in the City Council Chambers.

Present: Mayor Steven M. Beltz, Council Members Howard Moore, John Sutherland, Mark Edevold, Karen Anderson, and Clerk Treasurer Colleen R. Lindgren.

Also present were City Attorney Ed Rasmussen, Pastor Gary Fry, Gene & Linda Arnold, Assistant Police Chief Darin Halverson, and WSN Inspector Steve Pemble.

Motion was made by Edevold to approve the minutes of the previous meetings. Seconded by Anderson, passed unanimously.

Discussion was held on the Public Hearing held earlier. Motion was made by Moore to pass Resolution #16-06 RESOLUTION VACATING CERTAIN STREETS AND ROADS IN BERG'S SUBDIVISION. Seconded by Sutherland, passed unanimously.

Steve Pemble, Engineer for Widseth Smith Nolting, was present to update the Council on the Industrial Park Project. The final punch list was sent to the contractor, Spruce Valley, on August 14th. Contractors should be on site during the next week. Items that need to be done are basically clean up items. They will be asked to replace pavement on the first three driveways. Street Superintendent A. Teige has a problem with rough areas around the road, so he is unable to mow it with the riders. Pemble stated that they made the call to leave it rough, due to costs. The disturbed area was doubled so the cost of seeding went way up. They had to make the call to keep the costs where they originally were. Council agreed with the call.

League of MN Cities Regional Meetings schedule was given to the Council. All the meetings are being held a long distance from Bagley, so members will not be attending.

Councilman Moore brought before the Council an Application for Variance from John Redding. The Zoning & Planning Board had held a Public Hearing on September 13 and there was no opposition to the project. The Zoning Board had put a one-year stipulation on the Variance, meaning that Redding must build his home within one year. Motion was made by Anderson to approve the Variance as approved by the Zoning Board. Seconded by Sutherland, passed unanimously.

Discussion was again held on the property that the County wants to trade with the City. Sutherland stated he has spoken with County Commissioner Keith Larson about an area, which

could be kept for the July 4th Fireworks if the County were to purchase the property. Moore stated his opinion if no one shows up to talk about it there is no reason to discuss it. Edevold stated he is uncomfortable with the idea when everything is so “confidential”, and plans have been made but the Council isn’t involved even though the land belongs to the City. Anderson would like the Council to look at their own development and what they are going to do with the Park before any sale of property is discussed.

The Proposed 2007 City Budget was discussed. Sutherland stated that at one time the Council had talked about putting funds in for the Clearbrook K-9. He was wondering if the Council could offer Clearbrook the same offer given to Officer Peterson for his K-9. \$500 had been taken out of the Police Budget because Officer Peterson had stated he would pay for his dog expenses. Officer Halverson said that around \$500 of equipment had been given to the Clearbrook K-9, which had been used for Officer Max. This included two sleeves, mussel, leashes, and a training collar. Mayor stated that this seems reasonable and funds should come out of the County, because it is a County utilized dog. This did save them money on equipment. Motion was made by Edevold to approve the Proposed 2007 City Budget. Seconded by Anderson, passed unanimously. Total proposed expenses for 2007 are \$1,138,604.59.

Discussion was held on the Proposed 2007 City Levy. Motion was made by Edevold to have the Clerk certify a proposed levy of \$464,309.01 to the County Auditor. Seconded by Moore, passed unanimously.

Department Reports: City Park-Gene & Linda Arnold. Will be done on September 19th. Rules have been enforced. They would like to see unregistered guests that are not behaving, out of the park by 10:30 p.m. They would like to block one of the entrances also at night. These will be looked into further for 2007. Dogs and their owners, also horses, have been a problem. The park and bathrooms were inspected by the Health Department and given a very good report. Council thanked them for their hard work over the summer.

Tony Marty, Fire Chief-no report.

Liquor Store – Motion was made by Moore to send Manager Ken Moen to the Annual MMBA Region Meeting in Detroit Lakes on October 24. Seconded by Anderson, passed unanimously.

Police Department-Darin Halverson, Assistant Chief. Halverson gave to the Council a monthly activity report. A breakdown of each Officer was discussed. Anderson stated that the Council is not judging each Officer by how many arrests they do. Halverson ordered the radar unit this week. The State Highway Patrol also has some light bars, which could be used on the City cars. Two are needed and the cost for these is \$150.00 each. Council agreed that these should be purchased under supplies.

Chief Haugen had given to the Clerk comp time sheets for the past 6 months. He has accumulated 200 hours. Halverson reported for Haugen that he would like to be paid for the 200 hours or, paid 120 hours and keep 80 hours, or he will take all the time off which is over a month of time. Much discussion was done on the subject of comp time. Halverson has made up a new schedule for 3 man shifts. Clerk was instructed to find the original contracts. Anderson would like to look into the position and the legal aspects of it more. Edevold stated that this should have been looked at a long time ago so comp wasn’t built up like this. City rules & regulations should have been followed where he (Haugen) only collected up to 80 hours for the year. Moore feels that comp time should be used up in a two-week period. Edevolds basic inclination is starting Jan 1, any work over 40 hours should be paid at overtime, and no comp time given. Anderson stated that clarification is needed. Should look back to see if it was a salaried or hourly position.

Clerk was asked to get comp hour sheets from Liquor Store Manager Ken Moen. She was also asked to get the word out to employees about the Councils feelings on comp time and to see what they feel. They will be told that nothing has been done at this time. Edevold will bring these same ideas to the Public Utilities Board. Moore feels that the Utilities employees should be treated the same as the City employees. A special Council meeting will be held with Chief Haugen on September 26, 2006 at 5:30 p.m. in the Council Chambers.

Pastor Gary Fry was present on behalf of the Bagley Ministerial Group. He would like to Thank Mayor Beltz for all his years of service. There will be a program held at the Bagley High

School and Clearbrook High School on Sept. 18. It is called the “Seven Project” with speakers sharing 7 points with kids and adults. Fry invited the Mayor and Council to the event and thanked all of them for their public service to the people of Bagley.

Roads & Bridges – no report.

Zoning-Howard Moore, Chairman. Have not received a call back yet from the sewer inspector on the suspected sewer non-compliance.

Public Utilities - no report.

City Hall-Colleen Lindgren, Clerk. The Mahnommen Safety meeting was cancelled. The HRDC Audit is on file at City Hall. A thank you card from the Election Judges was read to the Council.

Zoning-Howard Moore. There are still issues concerning the Golf Cart Ordinance. One City Resident would still like to see changes made to the Ordinance. Council will not be making any changes to the Ordinance.

Dates for the Truth In Taxation Public Hearing will be as follows: Monday December 4 at 5:30 p.m. and Continuation Hearing on Wednesday December 6th at 5:30 p.m.

Clerk brought before the Council a Flu Stop Program that is sponsored by Blue Cross Blue Shield. Employees and their spouses are eligible to get the shots and Blue Cross will reimburse the City \$20.00 per shot given. Motion to allow the Clerk to work on the program was made by Sutherland. Seconded by Moore, passed unanimously. This will also include Public Utilities employees.

Clerk reported that two lots in the Bagley Industrial Park have been sold to Gary & Judy Cater. A building will be going up yet this fall. Rock from Canada will be brought in and crushed and sold for landscaping.

One more City owned lot in the Dawn Acres area has been sold. There are only two left to sell. Moore asked what the plans were for the future being there aren't any lots left in the City. Edevold talked about getting the Kastner Subdivision going. Mayor Beltz stated that the City would need to go West or North.

Stuart Lien, County MIS Department, contacted clerk about changing the address on the Chiropractic Office. Their main door comes off of Clearwater Ave NW and when the building was numbered by HRDC they had the number/front door come off of Central Street. Lien asked if the Council would allow him to change the address from 105 Central Street West to 5 Clearwater Avenue North West. Motion to do so was made by Edevold. Seconded by Sutherland, passed unanimously.

The following people have filed for City Offices: For Mayor: Michael L. Haugen, LuWayne Loiland, Howard Moore, and Mark Edevold. For Council Member: Leonard B. Jakeman, Todd M. Brustad, John Sutherland, and David G. Anderson.

Motion was made by Edevold to approve the payment of the listed outstanding bills including one to Two Inlets Mill & Lumber for \$120.00. Seconded by Moore, passed unanimously.

Being there was no further business to come before the Council, motion to adjourn was made by Anderson. Seconded by Moore, passed unanimously.

Steven M. Beltz, Mayor

ATTEST:

Colleen R. Lindgren, CMC
City Clerk Treasurer

CITY COUNCIL PROCEEDINGS
SEPTEMBER 27, 2006

The Bagley City Council met in special session on September 27 at 5:30 p.m. in the City Council Chambers.

Present were Mayor Steven M. Beltz, Council Members Howard Moore, John Sutherland, Mark Edevold, Karen Anderson, and Clerk Treasurer Colleen R. Lindgren.

Also present were Police Chief Steve Haugen, Street Superintendent Arvin Teige, Liquor Store Manager Ken Moen, and Assistant Chief Daren Halverson.

Clerk informed the Council that the date of the Truth In Taxation Continuation Hearing needed to be changed. The date of December 6th was only two days after the First Hearing and this legally could not be. It must be within 5 days. To get the date certified to the County Auditor, Mayor Beltz set the continuation hearing for December 11th at 8 p.m.

Discussion was held on the property, which was questioned as to whether or not its sewer system was in compliance. Clerk had asked an Inspector from Homestead Septic, Gonvick to check the system of Josh and Sarah Nepean's, 407 Bagley Ave. SW, to see if it was in compliance or not. The Inspector's finding was that the system is not. This report was filed with the County Records Office. A certified letter was sent to the homeowners informing them that they now must bring the system into compliance within two years. Mayor Beltz informed the Council that Sarah Nepean had called him asking if the Council was interested in purchasing the property and asked about a price the City would pay. The Mayor told her he could not speak for the whole Council but he could bring it to them at their next meeting. Moore stated that if the owners would settle for \$10,000 then it would be good to purchase the property and the City wells would be protected. If someone else purchases the property it still needs to be brought into compliance. Street Department could remove the house and the sewer tank. Motion was made by Moore to offer Nepean's \$10,000 for the property, splitting the cost with the Public Utilities. Seconded by Anderson, passed unanimously.

Department Heads were present to discuss with the Council issues concerning their employment with the City. Mayor Beltz closed the meeting at 5:50 p.m. for employer/employee negotiations.

Mayor Beltz reopened the Council meeting at 8:30 p.m.

Edevold made the following motion: All Police Department non-union employees will be paid as hourly employees as of October 1, 2006. Wages, benefits, and future increases, will remain unchanged. Prior to December 31, 2006 Police Dept. non-union employees shall use their accumulated comp time up to 80 hours, or the comp time to be paid out at the appropriate rate. Seconded by Sutherland, passed unanimously.

Edevold made the motion that as of January 1, 2007 all non-union Police Department employees shall not accumulate comp time. All over time hours worked in a pay period shall be paid as overtime. Seconded by Sutherland, passed unanimously.

Teige asked if the Council would clarify his position on comp time. Edevold stated he would rather not settle anything, but wants to think about it more. Mayor would rather not settle it now either. Sutherland stated that if something is done for Moen the same should have been done with Haugen. Teige would still like to see something done on his position instead of waiting for another meeting. Moore said that Teige did say he could work with a 40-hour comp time and have till the end of the year to use it. Anderson stated that would be the maximum. Edevold does not like the idea of paying out checks in December for built up over time. Anderson said that in fairness to Department Heads, they are not abusing it. It gives a little leeway.

Teige stated that in most years that he has had comp time, it is maybe 20 to 30 hours overtime for snow plowing. His department usually gets paid for half and puts half on comp, to help out the City. Mayor suggested that the Council let them accumulate up to

40 hours comp time to use as they see fit, and anything over that is overtime. If they want to use it or get paid can be kept track of, but 40 hours is a total. Anderson also wants to see that the positions are hourly, not salaried.

Motion was made by Anderson that as of December 31, 2006 all comp time not used will be paid out up to 80 hours. Seconded by Edevold, passed unanimously.

Motion was made by Edevold to put the following employees, Ken Moen, Arnie Teige, Gary Coyer, Faye Jacobs, and Colleen Lindgren on hourly wages, and be able to accrue a maximum of 40 hours of comp time for the year which needs to be used by the end of the year or will be paid out. This is to begin on January 1, 2007. Seconded by Moore, passed unanimously.

Employees will be informed that they need to hand in comp time sheets each time they hand in their time cards to be paid.

Clerk was instructed to look into the 2007 Proposed Budget to see what impact this will make on it.

Moore asked now that every thing has been changed on the City side, what about the Public Utilities side. He wants to see all employees treated the same. Edevold stated that it would be dealt with. He is on the Public Utilities Board and will bring this information back to them.

Motion to adjourn was made by Edevold. Seconded by Moore, passed unanimously.

Steven M. Beltz, Mayor

ATTEST:

Colleen R. Lindgren, CMC
City Clerk Treasurer

CITY COUNCIL PROCEEDINGS
OCTOBER 10, 2006

The Bagley City Council met in regular session on October 10, 2006 at 7 P.M. in the Bagley City Council Chambers.

Present: Mayor Steven M. Beltz, Council Members Howard Moore, John Sutherland, Mark Edevold, Karen Anderson, and Clerk Treasurer Colleen R. Lindgren.

Also present were Lori Ranisate, Darin Halverson, Tim Flathers, Laurie Kranka, Bruce Cox, Dan Stenseng, Deb Carlson, Zach Carlson, and Frank Beaver.

Motion was made by Edevold to approve the minutes of the previous meetings. Seconded by Moore, passed unanimously.

Lori Ranisate, representing the Wee Care Center, was present to ask the Council for a renewal of their Charitable Gaming License. Motion was made by Edevold to approve RESOLUTION #17-06 WEE CARE CHILDREN'S CENTER GAMBLING LICENSE, pending receipt of the appropriate forms. Seconded by Sutherland. For: Edevold, Moore, Sutherland. Abstain: Anderson. Motion carried.

Present to speak with the Council were County Auditor Dan Stenseng, representing Clearwater County and the Board of Health Services, and Bruce Cox representing the Corporate Trust. They again spoke with the Council on the possible purchase of City property located behind the Clearwater County Hospital. Edevold asked what the purpose or plans of the project are. Stenseng stated that the Hospital campus is very limited in their area to expand and if the Hospital is sold to Merit Care, they will want more expansion area. Bruce Cox explained the forfeited trust land that the County has in the City. He explained where the lands are located. Some of the properties are located around the City Wells and are in the City Conservation areas. If the property stays in the Trust, the County has the ability to sell the land at any time. If the City were to acquire the land, they would have control of it. Stenseng stated the County is not asking the City to put up any money. They would do an exchange of properties.

Edevold still asked what is Merit Care going to do with it? This is a prime piece of property. Stenseng stated that Merit Care is a strong company. They are not going to bulldoze it down. Edevold stated that the Council does not know their intentions. Stenseng said he does not know their intentions either. Sometimes you have to go on faith. Mayor Beltz asked what the timeline is. Stenseng said they should know everything by the end of the year. Mayor Beltz explained what is happening at the park area. He is getting the feeling from Council Members that they don't want to decide anything until they work on the planning process for the park.

Cox explained County properties in the City, which they have cleaned up. They do not get any money from the Trust to take care of the properties located in the City, so it is in their best interest to get rid of these properties by putting them up for public auction. Mayor Beltz agreed the County has helped out a lot by cleaning up old sites in the City. The proposed idea for the site is excellent but he understands the Council's decision. He would like to use this in the plans coming up and not make a decision at this time. Edevold stated that the public would be brought in on the plans for the park. We are being asked to approve something we know nothing about. Stenseng said that Hospitals do not open up their plans and let secrets out. The County feels it would be a great opportunity. The deal does not hinge on this piece of property but it would make it a whole lot easier. Edevold said that nobody is opposed to the project, but need to know what the good thing to do is. Further discussion followed, but no final decision was made by the Council.

Discussion was held on a parcel of property, which the County is considering offering for public auction, due to tax forfeiture. Part of Lot 3, Unplatted, Sec 30, T 147N, R 37 W. (100' x 150"). Motion was made by Moore to approve the County request. Seconded by Sutherland, passed unanimously.

Tim Flathers and Laurie Kranka, HRDC, were present to speak with the Council on the Lake Lomond Park Redevelopment Project. They will work with a variety of different people in the City. Questions to ask are: What can be done? Who can do it? And

What/Who is the Team Players? What Flathers and Kranka would do first would be to collect all information and talk to people. Then a public forum would be done. This would let the community know that something is going on with the Park area and they can participate in the activities. They will need a task force – a broad based group. Council may want a liaison in the group. Anderson asked if they have time lines for setting meetings and talking to people. Flathers stated that they would take one month to talk to folks and collect data, then have the first public meeting. He also stated that what has been talked about with the County seems a good fit with the project. Edevold asked Stenseng if there is a way to speak with Merit Care on their plans, or to bring them into the Cities plans. Stenseng stated that Merit Care does not let out what they are planning and hopes are to have documents signed by the end of the year. Moore stated that he is not comfortable making a decision before January 1. He feels that Merit Care should do something with the City. Stenseng was asked to talk with Merit Care and tell them that the City has a plan and would like to speak with them.

Flathers talked about the Contract, which was sent to the Clerk, for HRDC to do the project. Agreement is for \$40,000. \$30,000 comes from the grant/\$10,000 comes from the HRDC Foundation. Flathers would like to get about 12 names of people who the Council feels they would like to ask to be on the Board. Motion was made by Moore to approve the contract with HRDC. Seconded by Anderson, passed unanimously.

Zach Carlson, Class President of the Class of 2011, brought before the Council a plan to plant three trees in the Bagley City Park in memory of Riley Erickson. They are looking at ash or elm and Leonard Stinar will help coordinate and take charge of the project. They are hoping to do the project on October 19th. Edevold asked about putting up plaques. Nothing has been decided on this at this time. Deb Carlson said she had spoken to Arnie Teige about the project. Motion was made by Moore to approve the planting of the trees under the coordination of Street Superintendent A. Teige, and if the group wants to put plaques up these must come before the Council before put in. Seconded by Edevold, passed unanimously.

Department Reports: Fire Department-no report.

Liquor Store-no report.

Police Department-Darin Halverson, Assistant Chief. Halverson and Clerk Lindgren brought before the Council the fact that the Police Officers work rotating shifts so to figure them at a straight 40 hours per week pay period would not work. Some weeks they work 32 hours and the next 48 hours. Clerk was instructed to contact the League Research Office to see what other Cities do with their Police Officers, and ask about changing the pay period to every two weeks. Halverson would like to see the payroll schedule be kept as is and anything over their scheduled hours they should get paid overtime. Edevold likes the two (2) week pay period and asked what is done with the other employees. Clerk explained that the Police Officers are the only ones on rotating shifts, and everyone's paychecks are figured on 173.3 hours per month. Anything over that is overtime. Sutherland stated that the County pays every other week. Motion was made by Edevold to delete the former motion of October 1st date and replace it with pending action of the Council. Seconded by Sutherland, passed unanimously.

Roads & Bridges. Council Member Anderson stated that the shelter by the beach will be moved. During the winter sliding season, there have been people running into the shelter with sleds making it a hazard. Teige is going to move the shelter closer to the center of the beach, away from the hospital-sliding hill.

Anderson also brought before the Council, tree planting plans for around the pond on 4th Street. Plans call for taller trees along the area by Schroeders, with color. Cost is around \$1,000. On the north side some trees with bushes would be planted. Cost for this, with the City doing the work, is around \$1,385. Teige has not seen the plans as of this date. Discussion was held on doing the north side in 2007 and do the south side yet this fall. Anderson stated that the best time to do the planting would be within the next two weeks. Funds would be taken from the 2005 Designated City Hall telephone fund (\$1,134.78) as talked about earlier. Motion was made by Edevold to plant the trees on the south side

(Schroeder area) at a cost of \$1,000.00 and put the left over funds of \$134.78 onto the planting of the north side (4th Street). Seconded by Sutherland, passed unanimously.

Zoning-Howard Moore, Administrator. Two (2) new homes are going up, one on Lake Lomond Drive and plans are for a second one to go in the Kastner Subdivision.

Public Utilities-Frank Beaver. The sub-station is on schedule and is to be done by the end of the year. The road into the station needs a little work. Council was asked if anyone has noticed cloudy water. Sutherland commented that it had gotten better but got worse again. This is being worked on. The Ditch Witch vacuum should be here within 2 weeks. One-half of the natural gas has been locked in. There had been a problem with the Main Lift Station, but he figured that out.

City Hall-Colleen Lindgren, Clerk. Clerk has been contacted by Gordy Hagen, Clearwater County Human Services, about putting a sign on City property to advertise the fight against Meth. The County Board would pay for the sign if the Council would help them locate it on the east side of town if there is property available. Hagen also asked if the Street Crew would be able to help put it up. The sign could also be used as a billboard for special events that would be happening in the City. Size would be approximately 8X22. Motion was made by Moore to help the County on this project. Seconded by Edevold, passed unanimously.

The League of Minnesota Cities 2007 Draft Legislative Policies will be on file at City Hall.

A letter was received from Lindfors Insurance Agency concerning No Fault Sewer Back-up Coverage. This is a form of insurance that the City does not have. Frank Beaver stated that he believes the utilities already has this insurance. Clerk was instructed to check into this with the insurance agent and bring back to the next Council meeting.

A second letter was received from Lindfors Insurance concerning Open Meeting Law Defense Cost Reimbursement Coverage. Cost is \$345.00 per year. Motion was made by Edevold to take out this insurance with Lindors Insurance. Seconded by Sutherland, passed unanimously.

Clerk brought before the Council the matter of the road located in the Golf View Estates. When the plat was recorded at the County Court House, and signed by Steve Olson, it was stated as follows: "Has caused the same to be surveyed and platted as GOLFVIEW ESTATES, COMMON INTEREST COMMUNITY NO. 1 and donates and dedicates to the public for public use forever Olson Court and the utility easements as shown on the plat." Clerk Lindgren stated that the City Council has never accepted this road by motion and there has been some question as to whether or not it is a City Road. Motion was made by Edevold to accept the road as platted. Seconded by Anderson, passed unanimously.

Canvassing Board will meet on November 8th at 7:30 a.m. in the City Council Chambers. Mayor Beltz will not be here for this.

Clerk informed the Council that Michael and Sarah Nepean have accepted the Council's offer to purchase their property. Clerk was informed to write them a letter and tell them they have until November 30th to be off the property and they are allowed to take anything out of the inside they feel they want. All windows and doors are to be left intact.

Motion was made by Edevold to approve payment of the bills as listed and to include the following: Widseth, Smith, Nolting for \$1,019.45 and JAG Body Shop for a \$250.00 deductible. Seconded by Moore, passed unanimously.

Committee Reports: Liquor Store-John Sutherland. Moen pointed out that there are a few repairs on the building that need to be done before winter. There have been a number of thefts so more cameras should be installed.

Clerk informed the Council that a letter has been received from the Law Offices of Drahos Young & Kieson concerning the closing of Stinars Whispering Pines Mobile Home Park. The Park will be closed as of July 9, 2007. The City must hold a Public Hearing to

review the closure statement and any impact the park closing may have on the residents of the park. Residents have 60 days to relocate after the Public Hearing. Clerk was instructed to call the attorneys and clarify when the City must hold the hearing.

Motion was made by Edevold to extend the meeting time limit by 15 minutes, to 9:15 p.m. Seconded by Anderson, passed unanimously.

Sutherland questioned the Police Department time shifts. He feels things are happening more on the 10 to midnight shift, rather than during the day. He would like to see some changes made. Moore stated that he also feels that from noon to 4 p.m. would be the less busy time. Others stated that there seems to be an overlapping of shifts. Members would rather have more help on at night. Clerk was instructed to relay these feelings to Assistant Chief Halverson and ask him to bring something to the next Council meeting.

Members were reminded that a Mayors Forum will be held on October 23 in Room 100 at the Bagley High School, 7 p.m. to 8:30 p.m.

Being there was no further business to come before the Council, motion to adjourn was made by Anderson. Seconded by Sutherland, passed unanimously.

Steven M. Beltz, Mayor

ATTEST:

Colleen R. Lindgren, CMC
City Clerk Treasurer

BAGLEY CITY COUNCIL MEETING
NOVEMBER 6, 2006

The Bagley City Council met in special session on November 6, 2006 at 8 a.m. in the Council Chambers.

Present were Vice-Mayor Howard Moore, Council Members Karen Anderson, John Sutherland, and Clerk Treasurer Colleen R. Lindgren. Mayor Steve Beltz and Councilman Mark Edevold were absent.

Clerk informed the Council that the Special Assessments on the Bagley Industrial Park must be certified to the County Auditor by November 30th. A two-week notice in the paper must be done and letters sent to all landowners.

Total project cost is \$818,124.40. Grant funds were \$609,410.00. Bonding funds must be over \$200,000. Engineer Curt Meyer is going to figure out the special assessments. The front lots along Park Avenue will be figured out by footage. The back lots will be averaged out due to the corner lots being the same size as the other lots but with less front footage. Lot #10 will not have an assessment due to the fact this is where the runoff pond was put.

Motion was made by K. Anderson to set the interest rate for the special assessments at 6 ½% for 10 years. Seconded by Sutherland, passed unanimously.

Motion was made by K. Anderson to pass Resolution #18-06 RESOLUTION CALLING HEARING ON ASSESSEMENTS FOR INDUSTRIAL PARK IMPROVEMENTS OF 2006. Seconded by Sutherland, passed unanimously. Public Hearing to be held on November 22, 2006 at 5:30 p.m. in the City Council Chambers.

Motion to adjourn was made by Sutherland. Seconded by Anderson, passed unanimously.

Howard Moore, Vice Mayor

ATTEST:

Colleen R. Lindgren, CMC
City Clerk Treasurer

CITY COUNCIL PROCEEDINGS
NOVEMBER 14, 2006

The Bagley City Council met in regular session on November 14, 2006 at 7 P.M. in the City Council Chambers.

Present were Mayor Steven M. Beltz, Council Members Howard Moore, Karen Anderson, Mark Edevold, John Sutherland and Clerk Treasurer Colleen R. Lindgren.

Also present were Charlene Olson, Pastor Gary Fry, Ken Moen, and Frank Beaver.

Motion was made by Edevold to approve the minutes of the October 10th Council Meeting. Seconded by Moore, passed unanimously.

Motion was made by Sutherland to approve the minutes of the November 6th Council meeting. Seconded by Moore, passed unanimously.

Charlene Olson was present to speak with the Council about new City Signs. Rotary has given a donation of \$2,250 towards the construction of new signs, which cost between \$800 and \$900 dollars. Al Rasmussen, HUB member, has been raising funds for this project, but is out of town at the time. Moose Creek Graphics will be constructing the signs. They would like to get the signs in on the north and south edges of the City yet this fall. Signs will be 4X8 in size. Olson asked if the Council would consider having the Street Dept. crew take down the present signs to get ready for the new ones. Not all four signs would be put up this fall. Moore feels that only the signs that need to come down should. Olson said that the flowerbeds need to be taken down and the Beautification Board would reuse the stone for some other project. Shrubs and rock will be put around the new signs. They would also like to get floodlights put in. Moose Creek Graphics would like to reuse the old signs to make the new ones. Motion was made by Anderson to have the Street Dept. take down the old City signs on the north and south ends of town. Seconded by Edevold, passed unanimously.

Chris Arnold was present to update the Council on the City Web page. A new front page has been done to add the City departments on it and any business's that may want a web site also. October stats were handed out. Darlene Sawyer will be doing an article on the web page. Need to get pictures of departments to put on. HUB would like to see the Liquor store removed from the front title bar, but other cities do have their liquor stores on the front page. School has their own site, plus it is under education. Anderson stated that the liquor store should not necessarily be replaced by the school but put just "depts." on the front page. Moore stated he is not offended by having it on the title page. Anderson stated it is a City business, not a private one. Edevold said that it helps to support our city and it looks fine to him to be on the line bar. Anderson asked about a timeline for a letter to go out to City businesses about advertising on the web page. Arnold stated that it should go out one week before the ad is put in the paper. HUB originally gave out pages to some of the churches but he will write them also saying there will be a fee to be on the City web page. Mayor Beltz would like to see a monthly column in the paper.

Motion was made by Edevold to approve the contract with Miller McDonald, Inc. to do the City and Utilities 2006 Audit. Seconded by Anderson, passed unanimously.

Mayor Beltz, Vice Mayor Moore, and Clerk Lindgren recently met with Tri-Valley Opportunity Council, concerning a City Wide bus coming into the City. There is a \$90,000 grant/budget to cover a bus and driver, with the City share to be \$1200 per year. This depends on what the Council would charge for people to ride the bus. Recommended amount is \$1.50 per ride. Timeline is to begin January 1, 2007. Mayor Beltz feels the City should try it for at least a year at the \$1.50 rate, because there are people who don't care to use the County Human Service Bus. Bus will be housed in Bagley and someone from Bagley will be hired to drive it. Funds could be taken out of the Economic Development funds. Motion was made by Anderson to pass Resolution #19-06 RESOLUTION IN SUPPORT OF PUBLIC TRANSPORTATION. Seconded by Sutherland, passed unanimously.

Department Reports: Liquor Store-Ken Moen. Profit & Loss was discussed. It is up 11% from last year. Moen received a proposal for work to be done on the front of the building. Swede & Company put in a quote of \$6,300. This would be to put stone on the front and do some repair. Edevold stated that after looking at the quote, that there should be some weather guard put behind the brick. Some minor painting and repair has been done already. The big sign outside needs to be painted. Moen will speak with the contractor about the weather guard and bring back to the next Council meeting. Anderson asked Moen if he has looked into a computer system. Moen stated he has not yet, but he does know that systems cost between \$8,000 to \$18,000. By law, two systems must be used during a first year turnover.

Fire Department-no report.

Roads & Bridges-No report. Clerk did state that the trees around the detention pond are done.

Police Department-the monthly activity report was given to the Council.

Zoning Board-Howard Moore. Moore stated that next year he would like to look into rental codes.

Public Utilities-Frank Beaver, Manager. His understanding is that the general insurance policy the City has covers sewer backup and leakage. When he spoke with the insurance agent, there is a supplement available at a cost of \$2,000. Clerk stated that this is the same info she gave the Council at the last meeting. Lindgren stated that this is insurance the Utilities Commissioners must act on and the Council must pass a resolution if the Commissioners want the insurance. It is somewhat different than what the City currently has.

A well ordinance is being talked about. There have been some requests for irrigation wells. Discussion was held on the wells in the City.

Sub-station is going along nicely. By the end of the week, the line should be done. Concrete went in today.

Hockey Association has asked for any help they can get to improve their arena.

Mayor Beltz questioned Beaver on the natural gas prices. He has heard that prices are to be going down but they have not been. Beaver stated that the Utilities have gotten in two prices but they can't predict what will happen.

City Hall-Colleen Lindgren, Clerk Treasurer. Clerk reminded the Council that the Public Hearing for the Industrial Park Project will be held on November 22 at 5:30 p.m.

Clerk informed the Council that the interest rate for the bonding had been set in May of 2006. At a special Council meeting, Anderson had made a motion to again set the interest rate but at a different amount. At this time Anderson rescinded her motion of November 8th, setting the interest rate.

Motion was made by Edevold to set the City Council Annual Meeting for January 2nd at 7 p.m. Seconded by Anderson, passed unanimously. At this meeting the Mayor sets his appointments for the coming year.

Discussion was held on the planting of trees around the pond on 4th Street. South side has been approved but there is a billing for \$405.25 on the North side. A \$500.00 donation of purchased trees was received from Mark and Tamara Edevold. Suggestion is to hold the billing until the January 2006 meeting. Council agreed.

Discussion was held on a letter previously received concerning a letter written to the tenants of the Whispering Pines Mobile Home Park. The Attorneys writing the letter said the Council can hold off having a public hearing until April.

Information was gotten from the League of MN Cities, and given to the Council, concerning overtime for Police Officers and comp time. If the City has fewer than 5 Police Officers there are no restrictions that they must pay overtime, but it is in the City Rules & Regulations that anything over 40 hours is paid as over time. Clerk was asked to check with employees on whether or not they would mind being paid bi-weekly instead of bi-monthly.

Union Stewart will also need to be talked to. This is being talked about because Police Officers don't always work 40 hours per week.

Motion was made by Edevold to pay the outstanding bills as listed including the following: Heiman-\$1,251.38 plus Lindgren Construction-\$62.50. Seconded by Moore, passed unanimously.

Committee Reports: Liquor Store-Sutherland. Moen has not had anyone give him an estimate for adding on a storage unit. He did advise Moen to do so.

Parks & Recreation: Anderson. Clerk and Anderson have met with people from HRDC on the Park Project. Tentative date for a meeting is November 28th. There will be a notice in the paper on what is being looked into.

Sutherland stated that he has spoken to Chief S. Haugen on the overlap of hours for Police Officers. Sutherland feels it should be covered more towards the evening and that it will be discussed at the Council meeting. Members agreed that more coverage should be after school, after work, and after school events. Clerk was to give the Chief their suggestions of the first officer coming in at 7:30 a.m. and the second one at 3 p.m. with just a ½ hour overlap. Police Chief will be asked to be at the next Council Meeting.

Moore asked that the Clerk contact Moore Creek Graphics to re-paint the sign in the City parking lot next to City Hall.

Clerk was asked to speak with Janine Brand about the Construction Sign located on the City lot where the History Center was previously located. Does it need to be kept?

Being there was no further business to come before the Council, motion to adjourn was made by Anderson. Seconded by Moore, passed unanimously.

Steven M. Beltz, Mayor

ATTEST:

Colleen R. Lindgren, CMC
City Clerk Treasurer

BAGLEY CITY COUNCIL
PUBLIC HEARING
NOVEMBER 22, 2006

The Bagley City Council held a Public Hearing on November 22, 2006 at 5:30 p.m. in the City Council Chambers.

Present were Mayor Steven M. Beltz, Councilmen Howard Moore, John Sutherland, Mark Edevold, City Clerk Colleen R. Lindgren, Tom Riewer, Judy and Gary Cater.

Mayor Beltz opened the Hearing at 5:30 p.m. Clerk Lindgren went over the costs, maps, and what the special assessments are proposed to be on the Industrial Park Project. Assessments were figured on per foot frontage, except where lots were split in half. Then the assessment was also split in half. The assessment is payable over a period of 10 years at 7.05% interest rate, which would be added onto their land taxes. 20% of the project was assessed to the landowners and the City will be paying the rest. There have not been any comments from any of the landowners that were not present. Total cost of the assessments is \$58,000. Being there was no further discussion on the project, Mayor Beltz closed the Public Hearing.

Mayor Beltz opened the City Council Meeting. Present were Mayor Steven M. Beltz, Council Members Howard Moore, John Sutherland, Mark Edevold, and Clerk Treasurer Colleen R. Lindgren. Member Karen Anderson was absent. Also present were Tom Riewer, Judy and Gary Cater.

Motion was made by Edevold to approve Resolution #20-06 RESOLUTION ADOPTING ASSESSMENT. Seconded by Sutherland, passed unanimously.

Motion was made by Moore to adjourn the meeting. Seconded by Sutherland, passed unanimously.

Steven M. Beltz, Mayor

ATTEST:

Colleen R. Lindgren, CMC
City Clerk Treasurer

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CITY COUNCIL PROCEEDINGS
DECEMBER 12, 2006

The Bagley City Council met in regular session on December 12, 2006 at 7 p.m. in the City Council Chambers.

Present were Mayor Steven M. Beltz, Council Members Howard Moore, Karen Anderson, John Sutherland, and Clerk Treasurer Colleen R. Lindgren. Member Mark Edevold was absent.

Also present: Steve Haugen, Darin Halverson, Larry Peterson, Paul Podhradsky, Arnie Teige, Todd Brustad, David G. Anderson, Tony Marty, and Keith Kubiak.

Motion was made by Moore to approve the minutes as read. Seconded by Sutherland, passed unanimously.

Motion was made by Moore to appoint the following people to the Lake Lomond Improvement project task force: Steve Beltz, Wendy LaRoque, Marianne Sherzer, Lee Skunes, Keith Larson, Doug Lindgren, LeRoy Riewer, Jeanine Brand, Stacy Kleme, Ann Beck, Laine Larson, Jacki Merschman, and Council Members Mark Edevold and Karen Anderson. Seconded by Sutherland, passed unanimously.

Motion was made by Anderson to accept the bid of Francis Floral to do the flower baskets for the City. Price is \$45.00 per basket/55 baskets for a total of \$2,475.00. Seconded by Sutherland, passed unanimously.

Keith Kubiak was present to speak with the Council about the upcoming construction of his new store in the Kastner Sub-Division. Spencer is a 38-foot street and other streets that Kastner has are 50 feet. Estimated vehicle traffic was quoted. With the drawing he has done for his new store, his dock is on the west side coming off Spencer. This will be hard for the truck drivers and they would beat up the tar. There is a 20-foot easement on the east side of the property, which he purchased. This easement has water and sewer lines in part of it, which the city owns. Are there any plans to upgrade Spencer? There will be a lot of water runoff from the green area, which will be turned into parking lot. He would like to see something done to Spencer or with the alley easement on the east. He may have problems building his building where he would like it on the lots. If the alley on the east were developed, his truck traffic would not be going on Spencer. Mayor Beltz stated that the City does not have any budgeted dollars for the Kastner Sub-Division. Only option would be to bond the project.

Kubiak asked about upgrading the alley. DOT must approve an entrance onto the Highway. There is a light pole and electrical boxes in the way. He would work with the City to update. Street Superintendent Teige stated that he thinks it would be good to upgrade the alley and keep the traffic off Spencer. Teige will speak to DOT. Kubiak will also talk to Public Utilities to find water lines and costs to move the boxes. Kubiak would like to work with the City and do his place/parking lot the same time the City does their work. He will be keeping the City informed on what he is doing.

7:25 P.M. Councilman Edevold entered the meeting.

Motion was made by Anderson to have Teige speak with DOT and Curt Meyer of Widseth Smith Nolting. Seconded by Moore, passed unanimously.

Motion was made by Moore to accept Resolution #21-06 ACCEPTANCE OF DONATION. Seconded by Sutherland, passed unanimously. Donation is of \$200.00 from the Bagley Lions Club to put towards the footbridge in the area North along Hwy 92.

Tony Marty was present representing the Fire Department. Election of Officers has taken place by the firemen, and they are now asking approval of the Council to appoint the following Officers: Rick Viktora – Fire Chief; Tony Marty-First Assistant Chief; Troy Jesness-2nd Assistant Chief; Dan Hecht-Secretary; Tony Merschman-Treasurer. At this time Viktora is unable to take on the duties as Chief due to a vehicle accident. So, with permission from the Council, Marty would be willing to stand in as Chief until Viktora is able to do the Chiefs duties with Doctors permission. Motion was made by Moore to

approve the Slate of Officers, with Marty filling in as Chief until Viktora has his Doctors written approval that he is able to perform the duties of Chief. Seconded by Sutherland, passed unanimously.

Motion was made by Edevold to approve Resolution #22-06 AUTHORIZATION TO EXECUTE A LEASE AGREEMENT FOR A MOTORCYCLE SKIL TEST COURSE. Seconded by Anderson, passed unanimously.

A Leadership Conference for Council Members will be held in Grand Rapids on Jan. 12 & 13th. Motion was made by Edevold to allow five members to attend. Seconded by Anderson, passed unanimously. Clerk will make reservations for the Conference and rooms.

Motion was made by Edevold to set the 2007 pay raises as follows: Raise in Health care benefit: from \$615.50 (family ins) and \$574.50 (single ins) to \$796.00 per month. Raise in wages: 2% for all regular employees plus: Darin Halverson – 28 cents per hour and Gary Coyer – 10 cents per hour. Seconded by Moore, passed unanimously.

Motion was made by Moore to approve the 2007 Budget as proposed, with the changes of adding comp time expenses. Seconded by Anderson, passed unanimously.

City Hall - \$358,787.54
Fire Department - \$54,025.00
Police Department - \$306,112.45
Roads & Bridges - \$279,817.40
Park and Recreation - \$48,238.00
Zoning Commission - \$5,090.00
Economic Development - \$21,886.00
Cemetery - \$6,320.00
Community Service Program - \$2,400.00
Airport - \$31,843.00
Firemen's Relief Transfer - \$14,000.00
Special Assessment/Fire Truck - \$10,000.00
Total Expenses: \$1,138,519.39
Total Proposed Revenue: \$1,138,604.59

Motion was made by Edevold to approve the 2007 Levy in the amount of \$464,309.01 and have the Clerk certify this amount to the County Auditor. Seconded by Anderson, passed unanimously.

Department Reports: Liquor Store – Sutherland showed the Council another quote from the contractor to fix the front of the building. It is recommended to use tie back guard instead of weather guard due to the fact that weather guard holds moisture in. Moore thinks it would be nice to put it out so other people could say what they could do to the building. Edevold stated that at some point in time the Council needs to say what they want to have done and get bids on it. Project was tabled at this time.

Police Department-Chief Haugen. A letter of resignation has been received from Police Chief Steve Haugen, effective April 30, 2007. Edevold motioned to regretfully accept the resignation of Chief Haugen with appreciation for all his past work. Seconded by Moore, passed unanimously.

Chief Haugen put in the recommendation that if the Council goes into contracting that they go with open eyes. This would be the perfect time to see what it is like with a three-man department. If the Council does contract, there may be less coverage and you loose your input into the Department. He would be glad to work with the Council and the Department to work up a three man schedule. No one has assured the Cities three Officers what is in store for their future. Anderson stated that the Council has had a meeting where the Council said they would be looking out for the best interest of the City Officers and they would never enter into something that would not protect our Officers. This was a meeting that Halvorson and Peterson were at. Officers were told that at this time there has not been any talk with the County about contracting with them. Officer Peterson stated that good employees leave if they don't know what will be happening. Mayor Beltz assured the Officers that the talking held before was due to the large budget and levy from

the year before. No negotiating has been done. Officers were asked not to listen to rumors going around until they have spoken to the Council. Edevold stated that he feels the Council will not enter into anything that does not take care of City staff. Mayor Beltz stated that a rep from the Police Dept. will be included in any negotiations. Halvorson asked if it is the intention of the Council to drop to a three-man department. Edevold said he is inclined to keep a four Officer group. Halvorson stated they would like to try a three-person staff with some part-timers on the weekends. This would drop the wage budget and then get some newer equipment. County Officers may be utilized for this. Moore thought it a good idea to try it with 3 Officers and see how it goes.

Discussion will be held at the Councils January 2nd Annual meeting to set a time for looking at the Chief Position. Mayor Beltz thanked the Officers for all their input.

Moore stated that people have told him they have seen more traffic stops and this is good news.

Roads & Bridges- Superintendent Arnie Teige. Teige has been looking into the costs of a new sander for the truck. Cost is \$3,000 and this can be taken out of his truck account. The house south of the tracks that the City recently purchased, will be torn down within a few days with permission of the Council. Motion to do so was made by Edevold to demolish the house. Seconded by Anderson, passed unanimously. Well will be sealed and drainage ditch taken care of in the spring.

Zoning-Howard Moore, Administrator. Board will be holding a meeting on December 18th to discuss a proposed amendment to the zoning ordinance.

Public Utilities-Mark Edevold, Board Member. Commissioners are working with the Hockey Association on their utilities. May end up running gas into the building. Board is going to treat 2007 as a gear up year to get projects done. Will also be contracting with Freeberg & Grund to update the service maps of the utilities.

City Hall-Colleen Lindgren, City Clerk. Monthly budgets were gone over.

Moose Creek Graphics has put in a quote to fix the sign in the City Parking lot. One sided: \$382.34; two sided-\$478.19. Discussion was to take off the 2 Hour Parking or to take the sign down all together. At one time there was an agreement with Galen Leintz to keep the lot for public parking but the 2-hour parking has not been enforced. Clerk will speak with Greg Leintz about taking the sign down completely.

Discussion was held on a letter received from Drahos Young & Kieson, P.A. who represent Cliff Kastner. Council members thought this had been cleared up earlier by Kastner and Attorney Rasmussen at an earlier meeting. Clerk was instructed to have Attorney Rasmussen and Kastner at the next meeting and to research it further. Matter tabled until January 9 meeting.

A letter was received from City Attorney Ed Rasmussen concerning the purchase of the Nepean property. There were back taxes that had not been paid, so Rasmussen paid them himself. Nepean's have not paid Rasmussen, so he would like the City to request payment. If they do not pay, a claim can be made in Small Claims Court against property they own. Motion was made by Sutherland to have the Clerk write a letter to Nepean requesting payment. Seconded by Anderson, passed unanimously.

Motion was made by Edevold to pay Rasmussen bill recording the deed, not the delinquent taxes. Seconded by Sutherland, passed unanimously.

Discussion was held on the proposed transportation bus for the City. Michael Frisch, Tri-Valley Opportunity Council manager, would like to have one Council Member on his board for the bus line and he would also like to know how much/if the Council is willing to subsidize the fare. Earlier the Council had decided not to do any subsidizing of the fare. Motion was made by Edevold to change the Building Committee to Building/Transportation Committee. Seconded by Moore, passed unanimously. If any meetings are held in December, Moore will attend. Steve Beltz is also be appointed to this committee.

Motion was made by Edevold to approve the following 2007 Dance Permits: Bagley American Legion and S&K Bar & Grill. Seconded by Anderson, passed unanimously.

Motion was made by Edevold to approve the 2007 Club License for the Bagley American Legion Club. Seconded by Moore, passed unanimously.

Motion was made by Anderson to approve the 2007 Liquor License for the following: S&K Bar & Grill, Main Street Tavern, and Great Northern Bar & Grill (pending Insurance papers). Seconded by Sutherland, passed unanimously.

Motion was made by Edevold to approve the 2007 Sunday Liquor License for the following: Bagley American Legion and S&K Bar & Grill. Seconded by Moore, passed unanimously.

Motion was made by Edevold to set the regular 2007 Council meetings for the following dates (2nd Tuesday of each month): January 9, February 13, March 13, April 10, May 8, June 12, July 10, August 14, September 11, October 9, November 13, and December 11. Seconded by Sutherland, passed unanimously.

Motion was made by Moore to transfer \$15,000 from the Liquor Store checking to City Checking. Seconded by Anderson, passed unanimously.

Motion was made by Edevold to transfer \$928.08 from the 2005 designated Dare funds to the 2006 Dare Account. Seconded by Moore, passed unanimously.

Motion was made by Edevold to approve payment of the outstanding bills. Seconded by Sutherland, passed unanimously.

Mayor Beltz gave his final speech for the year by saying it has been a pleasure serving with all of the Board Members and that they have done an excellent job. Howard Moore on Zoning has done a tremendous job. No one paid attention to zoning for a number of years and Moore has done an excellent job. John Sutherland was thanked for taking over an open position and it has been a pleasure working with him. Mark Edevold for working with the Public Utilities and he appreciated all he has done on that board. Karen Anderson was thanked for going above and beyond the call of duty for working with the Park. Colleen Lindgren was told this job would be impossible with out as qualified City Clerk as she is.

The City has made a lot of progress over the years and the atmosphere is not as negative as it used to be. Opine Swamp was cleaned up, new business's have come in, annexation of around Lake Lomond, Highway 2 Project, Downtown Revitalization, old buildings taken down, are just some of the projects worked on. Biggest challenge coming up is property taxes.

Council Members Thanked Mayor Beltz for all he has done for the City.

Being there was no further business to come before the Council, motion to adjourn was made by Anderson. Seconded by Moore, passed unanimously.

Steven M. Beltz, Mayor

ATTEST:

Colleen R. Lindgren, CMC
City Clerk Treasurer