

OFFICIAL CITY COUNCIL PROCEEDINGS  
REGULAR SESSION  
MARCH 15, 2010

A regular session of the Granite Falls City Council was called to order by Council Member DuWayne Galow at 7:30 p.m., Monday, March 15<sup>th</sup> in the Council Chambers of City Hall. Council Members present: Steve Nordaune, Steve Schaub, Joe Fagnano and Scott Peterson. Council Members absent: David Smiglewski and Bill Miller. Staff present: City Manager Bill Lavin, Finance Director Darcy Mulvihill and City Clerk Joan Taylor. Others in attendance: EDA Director Dennis VanHoof, City Engineer Dave Berryman and Advocate Tribune News Editor Scott Tedrick.

MINUTES: M/S NORDAUNE/SCHAUB TO APPROVE THE MINUTES OF THE MARCH 1<sup>ST</sup> REGULAR MEETING. Motion carried unanimously by those present.

BILLS: M/S NORDAUNE/FAGNANO TO APPROVE BILLS PRESENTED FOR PAYMENT CONTINGENT UPON AN ITEMIZATION OF TWO INDIVIDUAL BILLS. Motion carried unanimously by those present.

REPORT: The EDA Board report was acknowledged at this time.

811 REVOLVING LOAN FUND: Upon the recommendation of the EDA Board, Nordaune introduced the following resolution and moved its adoption authorizing a loan from the 811 Revolving Loan Fund to Cutting Edge Industrial Technology to assist in establishment of a manufacturing business to be located in the former Marr Valves building, in the total amount of \$200,000 at 3% interest payable over a period of 10 years contingent upon the following:

1. Signing of a Purchase Agreement; and
2. The city's receipt of grant funds in the amount of \$99,900 from Rural Business Enterprise; and
3. Receipt of a letter of commitment for financing from the Granite Falls Bank.

RESOLUTION NO 10-34

RESOLUTION APPROVING LOAN FROM  
811 REVOLVING LOAN FUND TO  
CUTTING EDGE INDUSTRIAL TECHNOLOGY

WHEREAS, Cutting Edge Industrial Technology has applied to the EDA for a loan in the amount of \$200,000, \$100,100 of which would come from the 811 Revolving Loan Fund and \$99,900 would be grant funds received from Rural Business Enterprise to provide financing to establish a new business that

will manufacture small machine parts to be located in the former Marr Valves building located at 646 Prentice Street; and

WHEREAS, the Economic Development Authority at its March 8<sup>th</sup> meeting recommended council approve a loan to Cutting Edge Industrial Technology in the total amount of \$200,000 at 3% interest payable over a period of 10 years contingent upon the following:

1. Signing of a Purchase Agreement; and
2. The city's receipt of grant funds in the amount of \$99,900 from Rural Business Enterprise; and
3. Receipt of a letter of commitment for financing from the Granite Falls Bank.

NOW, THEREFORE BE IT RESOLVED BY THE CITY COUNCIL OF GRANITE FALLS, MINNESOTA approving a loan of \$200,000, \$100,100 from the 811 Revolving Loan Fund and \$99,900 grant funds received from RBEG, to Cutting Edge Industrial Technology at an interest rate of 3% payable over 10 years to assist in the establishment of a manufacturing business to be located in the former Marr Valves building located at 646 Prentice Street contingent upon the following:

1. Signing of a Purchase Agreement; and
2. The city's receipt of grant funds in the amount of \$99,900 received from Rural Business Enterprise
3. Receipt of a letter of commitment for financing from the Granite Falls Bank.

Adopted by the City Council this 15<sup>th</sup> day of March, 2010.

DuWayne Galow  
Council Member

ATTEST:

Joan M. Taylor  
City Clerk

With second by Schaub, the resolution was adopted unanimously by those present.

811 REVOLVING LOAN FUND: Upon the recommendation of the EDA Board, Nordaune introduced the following resolution and moved its adoption authorizing a transfer from the 811 Revolving Loan Fund to the 241 Redevelopment Account in the amount of \$16,604.17 to eliminate a deficit in this account.

RESOLUTION NO. 10-35

RESOLUTION TRANSFERRING FUNDS FROM  
811 REVOLVING LOAN FUND TO 241 REDEVELOPMENT  
ACCOUNT

WHEREAS, the EDA Board at its March 8<sup>th</sup> meeting recommended that council approve a transfer from the 811 Revolving Loan Fund to the 241 Redevelopment Account in the amount of \$16,604.17 to eliminate a deficit in that account.

NOW, THEREFORE, BE IT RESOLVED BY THE CITY COUNCIL OF GRANITE FALLS, MINNESOTA, authorizing the transfer of \$16,604.17 from the 811 Revolving Loan Fund to the 241 Redevelopment Account.

Adopted by the City Council this 15<sup>th</sup> day of March, 2010.

DuWayne Galow  
Council Member

ATTEST:

Joan M. Taylor  
City Council

With second by Peterson, the resolution was adopted unanimously by those present.

LEE MAR EQUINE CENTER: Following discussion Schaub introduced a resolution authorizing execution of a Joint Powers Agreement between the city and Yellow Medicine County whereby the city agrees to assist the county in making donations to the Lee Mar Ranch Equine Center.

RESOLUTION NO. 10-36

RESOLUTION AUTHORIZING EXECUTION OF  
JOINT POWERS ECONOMIC DEVELOPMENT AGREEMENT

WHEREAS, pursuant to Resolution No. 09-139 council approved a grant of up to \$10,000 from the 811 Revolving Loan Fund to the Lee Mar Ranch Equine Center, and

WHEREAS, it has been recommended that a Joint Powers Economic Development Agreement be entered into between the city and Yellow Medicine County whereby the city agrees to assist the county in making donations to the Lee Mar Ranch Equine Center.

NOW, THEREFORE, BE IT RESOLVED BY THE CITY COUNCIL OF GRANITE FALLS, MINNESOTA, authorizing execution of a Joint Power Economic Development Agreement between the City and Yellow Medicine County to assist the county in making donations to the Lee Mar Ranch Equine Center.

Adopted by the City Council this 15<sup>th</sup> day of March, 2010.

DuWayne Galow  
Council Member

ATTEST:

Joan M. Taylor  
City Clerk

With second by Nordaune, the resolution was adopted unanimously by those present.

REPORTS: The following reports were acknowledged at this time: Finance, Fire Department, Hospital Board, Police Chief and Historical Society.

2009 FEMA GRANT: Council was advised that following review of the 2009 Fire Department's Fire Safety Grant application FEMA has notified the city that due to the demographics of our region including the type and number of emergency calls experienced a determination was made not to fund the compressor containment system as requested. However, FEMA did approve \$10,150 for new firefighter training.

APPOINTMENTS: Following a vote by council M/S NORDAUNE/FAGNANO TO APPOINT TASHA FELDMAN AND JACKIE TORVIK TO THE KILOWATT COMMUNITY CENTER BOARD. Motion carried unanimously by those present.

M/S NORDAUNE/SCHAUB TO APPOINT TAMMY ZIESKE TO THE LIBRARY BOARD. Motion carried unanimously by those present.

LICENSES: M/S NORDAUNE/SCHAUB TO APPROVE RENEWAL OF AN ON-SALE LIQUOR LICENSE TO AMERICAN LEGION POST #69 dba VETERANS LOUNGE, FOR THE TERM MAY 1, 2010 THROUGH APRIL 30, 2011. Motion carried unanimously by those present.

M/S SCHAUB/NORDAUNE TO APPROVE RENEWAL OF AN ON-SALE LIQUOR LICENSE TO CARI CORP, INC., dba DALLAS II, FOR THE TERM MAY 1, 2010 THROUGH APRIL 30, 2011. Motion carried unanimously by those present.

M/S FAGNANO/NORDAUNE TO APPROVE RENEWAL OF AN ON-SALE LIQUOR LICENSE TO NORG CO., INC., dba JAKE'S PIZZA, FOR THE TERM MAY 1, 2010 THROUGH APRIL 30, 2011. Motion carried unanimously by those present.

M/S NORDAUNE/PETERSON TO APPROVE RENEWAL OF AN ON-SALE LIQUOR LICENSE TO KJ SPORTS MARK dba GRANITE BOWL FOR THE TERM MAY 1, 2010 THROUGH APRIL 30, 2011. Motion carried unanimously by those present.

CONCESSION STAND LEASE: Nordaune introduced the following resolution and moved it adoption to renew the agreement with Twyla Schiller for lease of the softball concession stand for 2010.

RESOLUTION NO. 10-37

RESOLUTION RENEWING AGREEMENT FOR LEASE OF  
SOFTBALL FIELD CONCESSION STAND

WHEREAS, Twyla Schiller has leased the softball field concession stand located on Recreation Drive since 1993; and

WHEREAS, a clause in the softball field concession stand agreement states Ms. Schiller has the option to renew the contract by March 1<sup>st</sup>; and

WHEREAS, Ms. Schiller has expressed an interest in renewing the above-referenced agreement for the summer months of 2010.

NOW, THEREFORE, BE IT RESOLVED BY THE CITY COUNCIL OF GRANITE FALLS, MINNESOTA, renewing the agreement for the lease of the softball field concession stand located on Recreation Drive for the summer months of 2010 with Twyla Schiller in the amount of \$1.

Adopted by the city council this 15<sup>th</sup> day of March, 2010.

DuWayne Galow  
Council Member

ATTEST:

Joan M. Taylor  
City Clerk

With second by Schaub, the resolution was adopted unanimously by those present.

MUTUAL AID AGREEMENT: Council reviewed information received from the Minnesota Water/Wastewater Agency Response Network relative to a Mutual Aid Agreement with this network of utilities which help other utilities respond to and recover from emergencies. Following discussion Nordaune introduced a resolution and moved its adoption authorizing execution of a Mutual Aid Agreement between the city and the Minnesota Water/Wastewater Agency Response Network.

RESOLUTION NO. 10-38

RESOLUTION AUTHORIZING GOVERNMENTAL  
UNIT TO BE A PARTY TO MINNESOTA WATER AGENCY  
RESPONSE NETWORK (MnWARN)

WHEREAS, Minnesota Statutes, Section 471.59 authorizes governmental units by agreement of their governing bodies to jointly or cooperatively exercise any power common to them; and

WHEREAS, MnWARN has been established by the adoption of a Mutual Aid Agreement (the Agreement) among Governmental Units to allow their water, wastewater and storm water utilities to assist each other in case of an emergency; and

WHEREAS, the Agreement allows other governmental units to become a party to the Agreement by the adoption of this resolution and sending notice to the Secretary of the Statewide Committee for MnWARN; and

NOW, THEREFORE, BE IT RESOLVED BY THE CITY COUNCIL OF GRANITE FALLS, MINNESOTA, considering it to be in the best interests of the city to be a party to the Agreement:

1. Authorizes the Mayor and City Manager to sign this resolution evidencing the intent of the City of Granite Falls to be a party to MnWARN; and
2. City Manager is directed to send a certified copy of this resolution and a completed membership information form to the Secretary of the Statewide Committee of MnWARN; and
3. City of Granite Falls agrees to comply with all terms of the Agreement.

Adopted by the City Council this 15<sup>th</sup> day of March, 2010.

DuWayne Galow

Council Member

ATTEST:

Joan M. Taylor  
City Clerk

With second by Schaub, the resolution was adopted unanimously by those present.

**CORPS OF ENGINEERS:** Following discussion Schaub introduced a resolution authorizing execution of a Memorandum of Understanding between the city and the Army Corps of Engineers which defines the scope of a Feasibility Study to be completed by the Corps that may identify which flood costs the city has already incurred that could be eligible for reimbursement.

RESOLUTION NO. 10-39

RESOLUTION AUTHORIZING EXECUTION OF  
MEMORANDUM OF UNDERSTANDING  
CORPS OF ENGINEERS

WHEREAS, the Department of the Army Corps of Engineers has submitted a Memorandum of Understanding between the Department of the Army and the City of Granite Falls for work provided or performed prior to execution of a Project Partnership Agreement for CAP 205 Granite Falls Flood Damage Reduction Project; and

WHEREAS, the Memorandum of Understanding is required in order for the Corps of Engineers to define the scope of a Feasibility Study that could lead to identifying which costs the city has already incurred that would be eligible for reimbursement.

NOW, THEREFORE, BE IT RESOLVED BY THE CITY COUNCIL OF GRANITE FALLS, MINNESOTA, authorizing the Mayor and City Manager to execute the Memorandum of Understanding with the Department of the Army Corps of Engineers to define the scope of a Feasibility Study.

Adopted by the City Council this 15<sup>th</sup> day of March, 2010.

DuWayne Galow  
Council Member

ATTEST:

Joan Taylor  
City Clerk

With second by Fagnano, the resolution was adopted unanimously by those present.

**PUBLIC HEARING/2010 STREET IMPROVEMENT PROGRAM:** A duly advertised preliminary hearing for the proposed 2010 Street Improvement Program was called to order by DuWayne Galow at 8:02 p.m. with two residents in attendance. City Engineer Berryman presented an overview of the proposed improvements. Following discussion concerning proposed improvements and the city's assessment policy, and as there was not a 4/5's quorum of the council present M/S/ PETERSON/SCHAUB TO CONTINUE THE HEARING UNTIL 8:00 P.M. April 5<sup>th</sup>.

**FLOOD FORECAST:** Council reviewed the latest flood forecast received from the National Weather Service.

**FLOOD TASK FORCE:** Staff advised council that the Flood Mitigation Task Force will meeting on Thursday, March 25<sup>th</sup>. Also Council Member Peterson asked if a city could develop a face book page in order to update residents regularly regarding future flood forecasts.

**WATER TREATMENT PLANT:** Council was advised that calling for bids for relocation of the Water Treatment Plant has been delayed until possibly May or June.

**2010 LEGISLATURE:** Council reviewed a letter received from the Office of Governor Pawlenty concerning the line item vetoes to the Capital Investment Bill.

**PERSONNEL:** Council was advised that mediation with MAPE has been scheduled for April 1<sup>st</sup> at 1:00 p.m.

**ADJOURN:** M/S/P NORDAUNE/PETERSON TO ADJOURN at 8:40 p.m.

DuWayne Galow  
Coouncil Member

**ATTEST:**

Joan M. Taylor  
City Clerk

**BILLS PAID:**

ACS	SOFTWARE SUPPORT	1,510.57
ADVOCATE-TRIBUNE	NICHE'S	3,049.17
ALLTEL	HOSPITAL CELLS	1,605.82
AMERICAN WELDING SUPPLIES	SHOP WELDING SUPPLIES	23.34
ARNESON DISTRIBUTING INC.	BEER	74.80
AUS/JOHN	FEBRUARY CARETAKER FEE	525.00
AUS/NANCY	BOARDING	40.00
BAKER BROS. CONSTRUCTION INC.	JEFFERSON WATER BREAK	1,975.00



BALFANY CONSTRUCTION	SKYLINE SNOW REMOVAL	810.00
BENSON LAUNDRY	RUGS @ CITYHALL	50.40
BOLTON & MENK, INC	ZONING	1,203.00
BONNEMA SURVEYS	OIE PROPERTY WORK	552.75
BORDER STATES ELECTRIC SUPPLY	STREET LIGHTS	1,762.79
CENTRAL MN MUNICIPAL POWER	PURCHASE POWER	81,565.42
CENTURYLINK	CITY HALL	1,887.35
CHIPPEWA COUNTY	TAX BOOK/ASSESSMENTS	120.10
CITIZENS STATE BANK	INT PHASE II	5,749.79
CNH CAPITAL	FILTER LOADER	86.83
COTTONWOOD COOP OIL CO	FUEL	6,231.58
COUNTRYSIDE PUBLIC HEALTH	MEM PARK CAMPING FEE	86.25
CRYSTEEL TRUCK EQUIPMENT	REPAIRS	654.08
DAN'S SHOP INC	06 BUS FILTERS	20.86
DANA F. COLE & CO LLP	ADMIN FEES	113.16
DAVE'S ELECTRIC MOTOR CO	WWTP REBUILD ELEC CORD	214.74
DAVIS TYPEWRITER CO	BATTERIES	33.10
DEBLIECK/WAYNE	ENERGY STAR REBATE	50.00
DEPARTMENT OF ENERGY	PURCHASE POWER	28,540.75
DU-MART	BINDER-2010 FLOOD BILL	3.19
ECONOMART	WATER FOR PLANTS	30.84
FARMERS UNION OIL CO.	DIESEL STREET	566.69
G & K SERVICES	KCC RUGS/TOWELS	198.44
GATZ/BRIAN	MOTEL WATER SCHOOL	391.59
GOPHER STATE ONE-CALL	LOCATES	7.40
GOVERNMENT TRAINING SERVICE	CONF REG BILL LAVIN	199.00
GRAINGER INC/WW	KCC	41.42
GRAND VIEW LODGE	DEPOSIT B.LAVIN	187.91
GRANITE FALLS AUTO PARTS	BELTS FOR AIR HANDLERS	477.33
GRANITE FALLS BANK	INT PHASE III	4,115.94
GRANITE FALLS FIRE RELIEF ASSN	FIRE AID 09-10	18,296.45
GRANITE FLORAL & GREENHOUSE	FLOWERS ENSTAD	55.25
GRAYMONT CAPITAL INC	LIME	3,125.38
GREAT PLAINS GAS CO.	KCC	11,623.84
GRUSSING/DEBRA	ENERGY STAR REBATE	25.00
HALL/CANDACE	REIMB TANNING	26.72
HANSON/KATHY	ENERGY STAR REBATE	25.00
HD SUPPLY FACILITIES MAINT.	KCC SUPPLIES	19.84
HD SUPPLY WATERWORKS	CLAMPS	399.54
HILLYARD-HUTCHINSON	KCC GLOVES	151.55
HOERNEMANN/PAUL	CABLE SERVICE	255.00
HOLMSTROM & KVAM	CAR WASH/EQUINE CENTER	133.25
JOHNSON/RUTH	ENERGY STAR REBATE	200.00
KRANITZ/FRANK	WORK @ SENIOR CITZ	325.00
LADNER'S OUR OWN HARDWARE	CLEANING SUPPLIES	1,482.71
LARGE PRINT OVERSTOCKS	BOOKS	36.66
LEE/DAVID	METER READINGS	1,012.00
LEE'S AUTO & DIESEL	SQUAD #2 CK LEAK	343.51
LEGISLATIVE ASSOCIATES INC	PROFESSIONAL SERVICES	2,475.00
LEWIS/MAVIS	ENERGY STAR REBATE	25.00
LIFE FITNESS	KCC TREADMILL REPAIRS	1,033.42
LOCHER BROTHERS	BEER	5,483.40
MADISON BOTTLING CO.	BEER	5,606.00
MARTIN TRUCKING	FREIGHT	298.50
MEDIACOM	FIRE DEPT INTERNET	47.95
MN DEPT OF HEALTH-WATER	WATER CONNECTION FEE	1,950.00
MN DPT OF LABOR & INDUSTRY	RENEWAL KNUTSON/KCC	25.00
MN RURAL WATER ASSN	2010 MEMBERSHIP	200.00
MN VALLEY COOPERATIVE	PUMPHOUSE	1,256.25
MN VALLEY TESTING LAB, INC.	WWTP TESTING	44.00
MVTV	WWTP	362.70
NORTH CENTRAL TRUCK EQUIP	06 BUS	142.60
NORTHLAND CHEMICAL CORP	KCC SCREENS	54.50
OFFICE DEPOT	INK ELECTRICAL	57.48
OFFICE PEEPS	BACK UP TAPE	159.14
OLSON/SHARI	ENERGY STAR REBATE	300.00
PIONEERLAND LIBRARY SYSTEM	1ST QTR 2010	19,451.50
POST BOARD	BLUE/BROVOLD/BENINGA	270.00
PRENTICE PLACE COMMONS ASSN	ASSOCIATION DUES	134.42
QUALITY WINE SPIRITS CO.	LIQUOR INV	856.25
R.C. PETERSON ELECTRIC INC	KCC PUMP ROOM REPAIRS	601.82

RUETHER BROS LLC	PARTS #27	50.92
SAND/KRIS	BLDG MAINT	350.00
SAWMILL/THE	KCC CAULK	31.63
SCHWAN'S SALES ENT.	ICE CREAM RESALE/KCC	107.41
SHOURDS/ED	ENERGY STAR REBATE	25.00
SHRED-IT OMAHA	SHREDDING	40.00
SIOUX VALLEY WIRELESS	WEB/EMAIL HOSTINGS	15.98
SMITH/DENNIS	MILEAGE RTAP	147.50
SODE'S PERFORMANCE	SNOW REMOVAL STEPS	2,040.00
SOUTHWEST WHOLESALE CO	KCC COFFEE	13.84
STRAND BOOK STORE	BOOKS	85.41
TOTAL FILTRATION SYSTEM	AIR HANDLER FILTERS	137.18
TSP	SENIOR CENTR PLANNING	5,265.00
VIKING COCA-COLA BOTTLING CO.	SODA	81.00
WEST CENTRAL SANITATION	LIQUOR STORE	338.20
XCEL ENERGY	FACILITY CHARGES	1,171.94
YELLOW MEDICINE CO HWY DEPT	FEB SALT/SAND	2,496.60
YELLOW MEDICINE CO. AUDITOR	1ST QTR PD LEASE	510.00
ZEE MEDICAL SERVICES	KCC BANDAGES	70.92
ZEP	KCC CLEANING SUPPLIES	484.86