

OFFICIAL CITY COUNCIL PROCEEDINGS  
REGULAR SESSION  
JULY 2, 2012

A regular session of the Granite Falls City Council was called to order by Mayor David Smiglewski at 7:30 p.m., Monday, July 2<sup>nd</sup>, in the Council Chambers of City Hall. Council Members present: DuWayne Galow, Bill Miller, Steve Schaub, Joe Fagnano and Scott Peterson. Council Member absent: Steve Nordaune. Staff present: City Manager Bill Lavin, Finance Director Michael Betker and City Clerk Joan Taylor. Also in attendance were Andrew Berg, Abdo, Eick & Meyers and Advocate Tribune News Reporter Kathy Velde.

MINUTES: M/S MILLER/SCHAUB TO APPROVE THE MINUTES OF THE JUNE 18<sup>TH</sup> REGULAR MEETING. Motion carried unanimously by those present.

BILLS: M/S GALOW/MILLER TO APPROVE BILLS PRESENTED FOR PAYMENT. Motion carried unanimously by those present.

2011 AUDIT: Andrew Berg from Abdo, Eick & Meyers was in attendance to present the 2011 audit report.

REPORT: The Building Inspector's report was acknowledged at this time. Following discussion it was the consensus of council to recommend the building inspector work with the owners of property located at 735 9<sup>th</sup> Avenue and 265 5<sup>th</sup> Avenue.

REPORTS: Council reviewed information relative to Riverside Bottle Shop sales for the Air Show and Western Fest weekends.

REPORTS: The following reports were acknowledged at this time Kilowatt Community Center Board, Utilities Commission and Public Works.

CMMPA: Upon the recommendation of the Utilities Commission, Miller introduced a resolution authorizing execution of the WPPI Purchase Power Sales Agreement between CMMPA and the city for the purchase of .7 MW of nuclear power to satisfy a portion of the city's base load requirements beginning in 2012 extending through 2033.

**CITY COUNCIL RESOLUTION  
NO. 12-88**

**RESOLUTION AUTHORIZING EXECUTION OF  
WPPI PURCHASE POWER SALES AGREEMENT**

**BE IT RESOLVED** by the City Council of the City of Granite Falls

(hereinafter referred to as "City"), as follows:

Section 1: It was previously determined that it is in the best interests of the City to utilize the resources and services of the Central Minnesota Municipal Power Agency (“CMMPA”) to participate in the development and investment in the acquisition, construction, ownership and operation of electric generating facilities, or the acquisition of rights to the output of such electric generating facilities, negotiation of contracts, and planning, including resource planning studies, associated transmission arrangements, engineering and technical assistance.

Section 2: The City now wishes to authorize the City’s participation in the following power purchase arrangement:

WPPI Purchase Power Sales Agreement.

Section 3: The City has received and reviewed a proposed form of the WPPI Purchase Power Sales Agreement dated June 25, 2012 and finds such form of agreement to be acceptable.

Section 4: The City is hereby authorized to participate in the WPPI Purchase Power Sales Agreement with CMMPA, without the further action of the City, based on a nominal capacity share, expressed in MW, initially requested to be .7 MW; provided, however, that if an additional share is made available to the City through a second round of allocations in the subscription process in order to fully allocate the amount to be purchased by CMMPA under the WPPI Purchase Power Sales Agreement, the City is authorized to increase its nominal capacity share pursuant to such allocation process to an aggregate amount not to exceed .7 MW, all in accordance with the terms of the WPPI Purchase Power Sales Agreement.

Section 5: The Mayor and City Manager are hereby authorized and directed to execute the WPPI Purchase Power Sales Agreement for and on behalf of the City, such execution to be final and conclusive evidence of the City's authorization.

Adopted this 2<sup>nd</sup> day of July, 2012.

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David Smiglewski, Mayor

ATTEST:

Joan M. Taylor  
City Clerk

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

WING BAIN FUNERAL HOME: Following review and upon the recommendation of the Flood Mitigation Task Force, Miller introduced a resolution and moved its adoption authorizing execution of the Development Agreement between the city and the Wing Bain Funeral Home.

RESOLUTION NO. 12-89

RESOLUTION AUTHORIZING EXECUTION OF  
DEVELOPMENT AGREEMENT – WING BAIN FUNERAL HOME

WHEREAS, a Development Agreement has been prepared by City Attorney Holmstrom concerning the remodel of the Wing Bain Funeral Home building to address repetitive flooding of the lower level; and

WHEREAS, the Flood Mitigation Task Force has recommends execution of the Development Agreement.

NOW, THEREFORE, BE IT RESOLVED BY THE CITY COUNCIL OF GRANITE FALLS, MINNESOTA, authorizing execution of the Development Agreement with Everett Bain to remodel the Wing Bain Funeral Home building to address the repetitive flooding issues.

Adopted by the City Council this 2<sup>nd</sup> day of July, 2012.

David Smiglewski  
Mayor

ATTEST:

Joan M. Taylor  
City Clerk

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

FIRE DEPARTMENT: Fagnano introduced the following resolution and moved its adoption authorizing submittal of a grant application for the 2013 Rural Firefighter Volunteer Assistance Program that if approved would provide for the purchase of wildland personal protective equipment, pagers/radios and structural turnout gear in the total amount of \$5,850.

RESOLUTION NO. 12-90

RESOLUTION AUTHORIZING SUBMITTAL  
OF RURAL FIRE DEPARTMENT VOLUNTEER FIRE ASSISTANCE  
GRANT APPLICATION - FIRE DEPARTMENT

WHEREAS, the Granite Falls Volunteer Fire Department is in the process of completing a grant application for assistance from the Minnesota Department of Natural Resources for a 2013 Rural Fire Department Volunteer Fire Assistance Matching Grant to assist with the purchase of personal protective equipment, pagers and structural turnout gear for an approximate amount of \$5,850; and

WHEREAS, should the grant be approved, the local match of 50% will be approximately \$2,925.

NOW, THEREFORE, BE IT RESOLVED BY THE CITY COUNCIL OF GRANITE FALLS, MINNESOTA, approving submittal of the grant application to the Minnesota Department of Natural Resources for assistance to the city in the purchase person protective equipment, pagers and structural turnout gear for an approximate amount of \$5,850.

Adopted by the City Council this 2<sup>nd</sup> day of July, 2012.

David Smiglewski  
Mayor

ATTEST:

Joan M. Taylor  
City Clerk

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

CHAMBER OF COMMERCE: Council discussed a request presented by the Chamber of Commerce to design eco-graffiti to be placed on the concrete floodwall at Lende Plaza. Following discussion it was the consensus of council to obtain additional information relative to the eco-graffiti.

FLOOD MITIGATION: Staff advised council that the city has been notified that the city will receive an additional \$500,000 of flood mitigation funding from the DNR.

WATER TREATMENT PLANT: Council reviewed the project updates relative to the Water Treatment Plant Construction Project and the Water Meter Replacement Project.

RIVERVIEW APARTMENTS: Staff advised council that the foreclosure sale of the Riverview Apartments is scheduled for July 10<sup>th</sup> at the Chippewa County Courthouse.

MN FALLS DAM: Council discussed correspondence received from the attorney for Granite Falls Energy advising that they are no longer pursuing discussions with Xcel Energy relative to ownership of the Minnesota Falls Dam.

PEDESTRIAN BRIDGE: Staff advised council that the city is still awaiting word relative to its National Scenic Byway's grant application.

PERSONNEL: Upon recommendation by the Wage & Salary Committee, Miller introduced the following resolution and moved its adoption approving a three-year contract with the city manager.

RESOLUTION NO. 12-91

RESOLUTION APPROVING THREE-YEAR  
EMPLOYMENT CONTRACT WITH CITY MANAGER

WHEREAS, the Wage and Salary Committee of the City Council and the city manager have reached a mutual agreement on a three-year employment contract beginning August 1, 2012;

NOW, THEREFORE, BE IT RESOLVED BY THE CITY COUNCIL OF GRANITE FALLS, MINNESOTA, to approve an employment agreement between the City of Granite Falls and the City Manager, to reflect the following annual salary: 2% in 2012, 2% in 2013 and 2% in 2014.

BE IT FURTHER RESOLVED that changes be made to the contract to be consistent with those provisions contained in the union contracts.

Adopted by the city council this 2<sup>nd</sup> day of July, 2012.

David Smiglewski  
Mayor

ATTEST:

Joan M. Taylor  
City Clerk

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

ADJOURN: M/S/P MILLER/SCHAUB TO ADJOURN at 8:24 p.m.

David Smiglewski  
Mayor

ATTEST:

Joan M. Taylor  
City Clerk

BILLS PAID:

CITIZENS ALLIANCE BANK	NSF M.ELBERT	152.63
CORPORATE MECHANICAL	KCC CREDIT CARD FEES	164.87
DANA F. COLE & CO LLP	FLEX	1,844.29
EFTPS	FED WHOLDING TAX	29,823.80
HEARTLAND PAYMENT SYSTEMS	AIRPORT FEES	84.66
KERMIN RUDE ESTATE	REIMB JUNE GRP INS DEATH	529.00
KOTEK/NICOLLE	KCC YOGA CLASSES	260.00
MAY/JONATHON	CREDIT ON ACCOUNT	82.98
MERCURY PAYMENT SYSTEMS	RBS CREDIT CARD FEE	1,354.10
MESSERLI & KRAMER	P.PETERSON	1,823.33
MN DEPT OF REVENUE	ACCELERATED TAX PAYMENT	49,945.81
PERA	PERA	19,401.95
POSTMASTER	UTILITY BILLINGS	771.52
REZNECHEK/DONALD	CELL PHONE HOLDER BATTER	91.30
RICE LAKE CONSTRUCTION GROUP	PROGRESS WATER PLANT	364,271.56
SIOUX VALLEY WIRELESS	EMAIL HOSTINGS	21.32
VERIZON WIRELESS	PD SQUAD NET	52.04
VIKING COCA-COLA BOTTLING CO.	SODA	85.50
VISA	GRIP PAKS	78.40

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Final Totals... 470,753.56

A & B BUSINESS	PICK UP OLD COPIER	213.75
AD DEPARTMENT	KCC ADS	40.00
ADVOCATE-TRIBUNE	GF FINANCE CHRG LATE	3.24
AFFILIATED MED CENTER	2 NEW FIREMEN CHECKUPS	415.60
AMERICAN RED CROSS	WSI TRAINING	280.00
ARTIC GLACIER INC	ICE	484.90
AUS CARPET CLEANING SERVICE	SENIOR CITZ CLEAN CARPET	142.35
BAKER & TAYLOR BOOKS	GRANT MONEY BOOKS	812.56
BAKER BROS. CONSTRUCTION INC.	TRUTNA DEMO	15,845.00
BELLBOY CORPORATION	LIQUOR/WINE	722.00
BEVERAGE WHOLESALEERS INC	BEER	100.70
BNSF RAILWAY COMPANY	LEASE	614.93
BOLTER/APRIL	MEDICA CREDITS NO RENEW	60.00
BORDER STATES ELECTRIC SUPPLY	STOCK	884.32
BRITZ	RBS SHELVEING	1,053.99
CENTURYLINK	KCC PHONE CHARGES	187.48
CLAREY'S SAFETY EQUIPMENT, INC	SURVIVOR LIGHT ORANGE	189.88

COMMUNITY PARTNERS INC	FLOOD/STEFFENS	350.00
COMPUTERS & BEYOND	MEMORY STICKS/SHAROL	128.56
CONVENTION & VISITORS BUREAU	MAY TAXES RECPT IN JUNE	2,143.95
DAN'S SHOP INC	JD FILTER/#24 FILTER	6.52
DAVE'S ELECTRIC MOTOR CO	KCC SAWZALL BLADES	43.75
ERICKSON/ELAINE	DEPOSIT REFUND	103.09
FAGEN, INC.	AVIATION FUEL 1500 GALS	6,765.00
FIRE SAFETY U.S.A.	NOZZLE	881.33
FROMM/RYAN & KAYLA	DEPOSIT REFUND	12.97
G & K SERVICES	KCC RUGS/TOWELS	99.08
GALE	GRANT BOOKS	168.61
GRANITE FLUID POWER INC	SS NUTS/BOLTS @ KCC	258.88
HACH COMPANY	WWTP SUPPLIES	66.21
HAWKINS INC	PUMP FOR CHLORINE FEEDER	453.28
HD SUPPLY WATERWORKS	REPAIR CLAMP	265.24
HOERNEMANN/PAUL	CABLE SERVICE	255.00
HOLMSTROM & KVAM	BLDG HAZ PAULSON	518.25
JOHNSON BROS WHOLESALE LIQUOR	LIQUOR/WINE INV	14,438.63
KNUTSON/KATIE	SECURITY DEPOSIT REFUND	708.71
KNUTSON/STANLEY	RBS CAMERA	259.65
KRANITZ/FRANK	WORK @ SENIOR CITZ CENTE	325.00
LALIM/JODI	BLDG MAINT	342.50
LAVIN/WILLIAM P.	MILEAGE DULTH CONG	309.69
LEE'S AUTO & DIESEL	01 BUS BATTERY	667.92
LEN WORSECH & CO INC	PORTA POTTY RENTAL	295.03
LEWANDOWSKI/KATIE	DEPOSIT REFUND	43.73
LIBRARY STORE/THE	GRANT/DISC HOLDERS	78.21
LIGHT FUND	WATER TREATMENT PLANT	24,660.63
LOCHER BROTHERS	BEER	14,317.55
MADISON BOTTLING CO.	BEER	16,482.85
MAJSDAC HILL GREENHOUSE	SKYVIEW NEW SHRUBS	1,061.65
MARCO	BIZHUB COPIER COUNT	34.46
MARTIN MARIETTA AGGREGATES	WASHED SAND	741.75
MEYER'S REPAIR & TOWING INC	#185 REPAIRS	1,254.93
MINNESOTA LIFE	RETIREE'S LIFE INS	1.10
MINNESOTA VALLEY TECH. INC	REPORT SUPPORT MIKE	29.70
MN BCA	CRIME PREVENTION CARDS	4.16
MN MUNICIPAL UTILITIES ASSN	SAFETY TRAINING	3,707.87
MN STATE FIRE CHIEFS	BEASLEY DUES	247.00
MN VALLEY TESTING LAB, INC.	WWTP CHEMICALS	519.00
NIELSON/PETE & BETSY	DEPOSIT REFUND	103.05
NORTHERN SAFETY CO	GRANT H2O LIFE VESTS	338.49
OFFICE PEEPS	MIKE INK CART	323.62
OLSON/NICK	DEPOSIT REFUND	109.26
OWENS/RICHARD	DEPOSIT REFUND	103.19
PARKVIEW FORD	01 BUS/HIGH IDLER CONTRO	343.96
PHILLIPS WINE & SPIRITS CO.	LIQUOR/WINE INV	6,660.80
PREFERRED CONTROLS INC	RAW WATER	685.84
QUAM CONSTRUCTION CO INC	2011 IMRPV	14,918.42
RODEBERG & BERRYMAN, INC.	WWTP LIFT STUDY/RDCFLOOD	32,157.94
RYER PLUMBING & HEATING	A/C @ SHOP	341.31
SCHWAN'S SALES ENT.	ICE CREAM RESALE/KCC	204.41
SENTRY SYSTEMS INC	RBS MONITORING	88.81
SOUTHWEST WHOLESALE CO	COFFEE/KCC	121.25
STANTEC CONSULTING SERVICES	ELECTRIC METER REPLACE	720.00
STRAND BOOK STORE	GRANT BOOKS	19.95
SVOBODNY/JENNIFER	BETKER	47.09
SW-WC SERVICE COOPERATIVES	GRP HEALTH INS	26,463.50
SYLVIA'S SPORTSWEAR	PERA LIFE	80.00
TRAEN/PAUL	DEPOSIT REFUND	103.25
VELDE/GORMAN	BALL FIELD MAINT	1,200.00
VIKING COCA-COLA BOTTLING CO.	SODA	133.50
VINOCOPIA INC	LIQUOR	92.25
WBM WINE & SPIRITS	LIQUOR INV	1,154.89
WESCO RECEIVABLES CORP	LIGHTS	1,043.10
WILLIE'S KORNER STORE	WATER	5.34
XCEL ENERGY	FACILITY CHARGE	1,219.29
XEROX CORPORATION	COPIER FOR KCC	5,733.84
YELLOW MEDICINE CO. AUDITOR	M100 ANNUAL MAINT	82.50

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Final Totals...

209,700.99