

OFFICIAL CITY COUNCIL PROCEEDINGS
REGULAR SESSION
JULY 16, 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 16th, in the Council Chambers of City Hall. Council Members present: DuWayne Galow, Steve Nordaune, Steve Schaub, Joe Fagnano and Scott Peterson. Council Member absent: Bill Miller. Staff present: Finance Director Michael Betker and City Clerk Joan Taylor. Others in attendance were EDA Director Dennis VanHoof, Nicole Zempel, Kyrie Kotlowski and News Editor Scott Tedrick.

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

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

REPORTS: The Airport Commission report was acknowledged at this time.

2012 AIRPORT IMPROVEMENTS: Nordaune introduced the following resolution and moved its adoption authorizing execution of the Grant Agreement between the city and the Minnesota Department of Transportation to complete the 2012 Airport Improvements.

RESOLUTION NO. 12-92

AUTHORIZATION TO EXECUTE
MINNESOTA DEPARTMENT OF TRANSPORTATION
GRANT AGREEMENT FOR AIRPORT IMPROVEMENT
EXCLUDING LAND ACQUISITION

It is resolved by the City of Granite Falls as follows:

1. That the state of Minnesota Agreement No. 01686, "Grant Agreement for Airport Improvement Excluding Land Acquisition," for State Project No. A1202-22 at the Granite Falls Municipal Airport is accepted.
2. That the Mayor and Acting City Manager are authorized to execute this Agreement and any amendments on behalf of the City of Granite Falls.

CERTIFICATION

STATE OF MINNESOTA
COUNTY OF YELLOW MEDICINE

I certify that the above Resolution is a true and correct copy of the Resolution adopted by the City Council of Granite Falls, Minnesota, at an authorized meeting held on the 16^h day of July, 2012, as shown by the minutes of the meeting in my possession.

Signature: _____
City Clerk

CORPORATE SEAL

/OR/ _____
NOTARY PUBLIC

My Commission Expires: _____

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

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

811 REVOLVING LOAN FUND: Upon the recommendation of the EDA Board, Fagnano introduced the following resolution and moved its adoption approving a loan from the 811 Revolving Loan Fund to Korthuis Jewelry & Gifts, Inc. in the amount of \$40,000 with the following contingencies to provide assistance in paying down credit card debt.

- The loan proceeds will be applied to credit cards with the highest interest rate first;
- That Korthuis Jewelry & Gifts will set up automatic payments with the credit card companies equal to the amount projected in the cash flow;
- That the monthly payments are reported to the EDA office;
- That there is no future use of credit cards;
- That an assignment of life insurance from Vern Korthuis be made to the city;
- That the city receive a first lien on the Montevideo Store and a junior position on other business assets; and
- That the city shall receive a personal guarantee from the business owners.

RESOLUTION NO 12-93

RESOLUTION APPROVING LOAN FROM 811 REVOLVING LOAN FUND TO KORTHUIS JEWELRY & GIFTS, INC.

WHEREAS, Korthuis Jewelry & Gifts, Inc. has applied to the EDA for a loan from the 811 Revolving Loan Fund in the amount of \$40,000 to provide assistance in paying down credit card debt; and

WHEREAS, the Economic Development Authority at its July 9th meeting recommended council approve a loan from the 811 Revolving Loan Fund in the amount of \$40,000 at an interest rate of 3% payable over a term of one hundred twenty (120) months; and

WHEREAS, the EDA Board has recommended that the loan shall be approved upon the following contingencies:

- The loan proceeds will be applied to credit cards with the highest interest rate first;
- That Korthuis Jewelry & Gifts will set up automatic payments with the credit card companies equal to the amount projected in the cash flow;
- That the monthly payments are reported to the EDA office;
- That there is no future use of credit cards;
- That an assignment of life insurance from Vern Korthuis be made to the city;
- That the city receive a first lien on the Montevideo Store and a junior position on other business assets; and
- That the city shall receive a personal guarantee from the business owners.

NOW, THEREFORE BE IT RESOLVED BY THE CITY COUNCIL OF GRANITE FALLS, MINNESOTA approving a loan from the 811 Revolving Loan Fund in the amount of \$40,000 at an interest rate of 3% payable over 120 months to Korthuis Jewelry & Gifts, Inc. in accordance with the above contingencies and with the first twelve monthly payments to be made in the amount of \$100.

Adopted by the City Council this 16th day of July, 2012.

David Smiglewski
Mayor

ATTEST:

Joan M. Taylor
City Clerk

With second by Schaub, the resolution was adopted by the following vote: Aye: Galow, Smiglewski, Schaub, Fagnano and Peterson. Nay: Nordaune.

RIVERVIEW APARTMENTS: EDA Director Dennis VanHoof updated council relative to the sheriff's sale of Riverview Apartments which took place on Tuesday, July 10th.

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

TRANSIT GRANT: Schaub introduced the following resolution and moved its adoption approving the submittal of the 2013 Public Transit Grant Application to the Minnesota Department of Transportation, Office of Transit.

RESOLUTION NO. 12-94

RESOLUTION APPROVING THE 2013

PUBLIC TRANSIT GRANT APPLICATION

Resolved that the City of Granite Falls enter into an Agreement with the State of Minnesota to provide public transportation service in the City of Granite Falls.

Further resolved that the City of Granite Falls agrees to provide a local share of 20% percent of the total operating cost and 20% of the total capital costs.

Further resolved that the City of Granite Falls authorizes the Mayor and the Acting City Manager to execute the aforementioned Agreement and any amendments thereto.

CERTIFICATION

I hereby certify that the foregoing resolution is a true and correct copy of the resolution presented to and adopted by the Granite Falls City Council at a duly authorized meeting thereof held on the 16th day of July, 2012, as shown by the minutes of said meeting in my possession.

Joan M. Taylor
City Clerk

Notary: _____

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

ECO-GRAFFITI: Nicole Zempel and Kyrie Kotlowski were in attendance to answers questions raised by council its last meeting relative to the eco-graffiti which the chamber would like to design on the concrete flood retaining wall adjacent to Lende Plaza. Following discussion it was the consensus of council to have them design it on the K. K. Berge Building before using the floodwall.

FLOOD MITIGATION: Council was updated relative to flood mitigation activities.

WATER TREATMENT PLANT/METER REPLACEMENT: Council reviewed the update received relative to the replacement of water meters.

MN FALLS DAM: Council was advised that the draw-down of the Minnesota River will begin in preparation of removal of the Minnesota Falls Dam.

PEDESTRIAN BRIDGE: Council reviewed an update received from the RDC relative to an announcement of the city's grant application submitted to the National Scenic Byways Program.

ADJOURN: M/S/P NORDAUNE/SCHAUB TO ADJOURN at 8:17 p.m.

David Smiglewski
Mayor

ATTEST:

Joan M. Taylor
City Clerk

BILLS PAID:

A & B BUSINESS	FINAL FOR OLD COPIER KCC	97.27
ACS	SOFTWARE SUPPORT	1,650.55
ADVOCATE-TRIBUNE	SUMMER REC BROCHURES	2,828.09
AMERICAN WELDING SUPPLIES	SHOP WELDING SUPPLIES	33.29
ARNESON DISTRIBUTING INC.	BEER	337.50
ARTIC GLACIER INC	ICE	216.18
AUS FLOORS & MORE	CROSBY'S #20	4,948.12
AUS/JOHN	JUNE CARETAKER FEE	565.00
AUS/NANCY	BOARDING OF PETS	40.00
BAKER & TAYLOR BOOKS	GRANT	398.72
BAKER BROS. CONSTRUCTION INC.	WATER MAIN BREAK	1,085.00
BELLBOY CORPORATION	LIQUOR	224.00
BOLTON & MENK, INC	CRACK REMOVAL-GRANT	7,027.00
BOND TRUST SERVICES CORP	INT 11A GO SEWER BONDS	113,835.63
BORDER STATES ELECTRIC SUPPLY	METER REPLACEMENT	4,862.81
BRUNNER/PHILLIP	KCC REIMB BCBS CREDITS	132.16
CENTRAL MN MUNICIPAL POWER	PURCHASE POWER	132,779.73
CENTURYLINK	CITYHALL	1,749.39
CHAMBER OF COMMERCE	STORE FRONT DONATIONS	200.00
CITIZENS ALLIANCE BANK	INT PHASE II	5,352.85
COALITION OF UTILITY CITIES	UTILITY DUES	1,451.00
COLLECTION BUREAU	COLLECTION SERVICES	27.50
DAN'S SHOP INC	FILTERS SQUADS 1 & 2	13.52
DANA F. COLE & CO LLP	ADMIN FEES	115.97
DAVE'S ELECTRIC MOTOR CO	FIRE DEPT WATER BOTTLES	146.37
DEPARTMENT OF ENERGY	PURCHASE POWER	17,087.32
ECONOMART	PARADE CANDY BUS	280.11
FAGEN, INC.	TIF PAYMENT	24,520.02
FARM & HOME PUBLISHERS, LTD	CHIPPEWA PLATT BOOK	43.07
FARMERS UNION OIL CO	TIF PAYMENT	4,036.28
FARMERS UNION OIL CO.	GAS	5,228.24
FIRE SAFETY U.S.A.	SILVEX FOAM	85.50
FLINN'S INC	CARS FOR TRAINING	200.00
G & K SERVICES	RUGS TOWELS	79.24
GALLS, INC.	BADGES	203.90
GOPHER STATE ONE-CALL	LOCATES	52.20
GRAHAM TIRE	TIRES ELECTRICAL DEPT	4,404.71
GRANITE FALLS AUTO PARTS	ANTIFREEZE	182.01
GRANITE FALLS BANK	INT PHASE III	4,071.72
GRANITE REDI MIX	BB HOOPS @ WINTER PARK	568.85
GRANITE TRUE VALUE	#4 WASTE DISPOSER	1,115.58
GRAYMONT CAPITAL INC	LIME	5,192.82
GREAT PLAINS GAS CO.	KCC	1,269.66
HAWKINS INC	WWTP CHEMICALS	1,096.46
HD SUPPLY WATERWORKS	SS REP CLAMP	151.31

HILLYARD-HUTCHINSON	KCC SUPPLIES	50.25
HOERNEMANN/PAUL	CABLE SERVICE	255.00
HOLMSTROM & KVAM	2ND QTR CHARGES	13,936.22
IMS/CARL	RDC FLOOD REIMB COSTS	127.30
INH COMPANIES	TIF PAYMENT	7,619.79
KRANITZ/FRANK	WORK @ SENIOR CITZ	325.00
LALIM/JODI	BLDG MAINT	342.50
LEE/DAVID	METER READINGS	1,180.00
LEE'S AUTO & DIESEL	CROWN VIC COOLING FAN	849.72
LEXISNEXIS RISK SOLUTIONS INC	BUS DRUG TESTING	32.00
LIGHT FUND	EDA	8.34
LOCHER BROTHERS	BEER	10,197.60
MADISON BOTTLING CO.	BEER	5,801.45
MARTIN MARIETTA AGGREGATES	BASEBALL PARKING LOT	2,601.36
MARTIN TRUCKING	FREIGHT	510.10
MERCHANT JTS	#2 YEAR/ELECTRICAL	550.00
MEYER'S REPAIR & TOWING INC	189 REPAIRS	165.23
MINNESOTA VALLEY TECH. INC	COMPUTER SUPPORT	310.50
MINSAAS/DAGNY	SECURITY DEPOSIT REFUND	650.85
MN AWWA	CONF REG M.ENSTAD	245.00
MN DEPARTMENT OF HEALTH	DISINFECTION CHANGE KCC	400.00
MN DPT OF ADMINISTRATION	MV/CHALL/EDA	184.82
MN VALLEY COOPERATIVE	PUMP HOUSE	1,409.10
MN VALLEY TESTING LAB, INC.	WWTP TESTING	173.00
MN WEST	TRAINING	1,400.00
MVTV	WWTP	362.70
NELSON INTERNATIONAL WILLMAR	REPAIRS #32 BUCKET TRUCK	364.30
OFFICE PEEPS	MV TONER	206.23
PETERSON/EARL	ENERGY STAR REBATE/BONUS	950.00
POST BOARD	ANDREW LARSEN	90.00
PRAXAIR INC	CO2	539.99
PRENTICE PLACE COMMONS ASSN	MONTHLY ASSN DUES	154.58
R.C. PETERSON ELECTRIC INC	BOOSTER STATION @ N TANK	505.21
RECREATION SUPPLY COMPANY	SAND FILTER HOT TUB	638.83
SAWMILL/THE	HIGHLAND PARK TABLE	231.52
SCHWAN'S SALES ENT.	KCC ICE CREAM RESALE	50.56
SHRED-IT SIOUX FALLS	SHREDDING SERVICES	33.75
TIMM/DEREK	PARK MAINT	3,104.74
TROY'S ELECTRIC COMPANY	POOL AREA LIGHTING BAR	343.50
UNIVAR USA INC	MOSQUITO JUICE	2,260.50
UPS	FIRE DEPT PAGERS	13.74
VIKING COCA-COLA BOTTLING CO.	SODA	117.00
WAMBEKE/JAN	RDC FLOOD WORK	941.25
WBM WINE & SPIRITS	LIQUOR	4,952.81
WELLS FARGO BANK	INT PAYMENT	630.00
WEST CENTRAL SANITATION	PARK	633.41
WILLIE'S KORNER STORE	RBS BAGS	291.71
WILLMAR FIRE EQUIPMENT, INC.	WWTP	676.57
WP & RS MARS CO	DOL GRANT WATER PLANT	2,350.59
XCEL ENERGY	FACILITY CHARGE	1,219.29
ZUMHOFF/STEVE	MARR BLDG PAINTING	690.00
2XL CORPORATION	KCC GYM WIPES	120.85

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Final Totals... 421,785.41