

REGULAR COUNCIL MEETING
CITY OF CROSSLAKE
MONDAY, JANUARY 8, 2007
7:00 P.M. – CITY HALL

The Council for the City of Crosslake met in the Council Chambers of City Hall on Monday, January 8, 2007 at 7:00 P.M. The following Councilmembers were present: Mayor Jay Andolshek, Terry Curtis, Steve Roe, Irene Schultz and Dean Swanson. Also present was City Administrator Tom Swenson, City Attorney Paul Sandelin, City Engineer Dave Reese, Public Works Director Ted Strand, Park and Recreation Director Jon Henke, Police Chief Bob Hartman, General Manager Paul Hoge, Clerk/Treasurer Darlene Roach, Lake Country Echo Reporter Betty Ryan and Brainerd Dispatch Reporter Renee Richardson. There were approximately thirty-four individuals in the audience in addition to Staff.

A. CALL TO ORDER – Mayor Andolshek called the meeting to order at 7:00 P.M. and stated that this meeting was the first regular meeting of the New Year. A motion to accept the additions to the Agenda was requested. MOTION 01R-01-07 WAS MADE BY DEAN SWANSON AND SECONDED BY IRENE SCHULTZ TO APPROVE THE ADDITIONS TO THE AGENDA AS PRESENTED. MOTION CARRIED WITH ALL AYES.

B. ORGANIZATIONAL MEETING APPOINTMENTS –

1. Appoint Acting Mayor – MOTION 01R-02-07 WAS MADE BY JAY ANDOLSHEK AND SECONDED BY IRENE SCHULTZ TO APPOINT DEAN SWANSON AS ACTING MAYOR. MOTION CARRIED WITH ALL AYES.
2. Approve Official Depositories – MOTION 01R-03-07 WAS MADE BY DEAN SWANSON AND SECONDED BY IRENE SCHULTZ TO APPROVE NORTHERN NATIONAL BANK, LAKEWOOD BANK, LAKES STATE BANK, 4M FUND, FIRST FEDERAL SAVINGS BANK AND MERRILL LYNCH AS THE OFFICIAL DEPOSITORIES. MOTION CARRIED WITH ALL AYES.
3. Approve Signatories on City Checking and Savings Accounts - MOTION 01R-04-07 WAS MADE BY STEVE ROE AND SECONDED BY IRENE SCHULTZ TO APPROVE THE MAYOR, ACTING MAYOR, CITY ADMINISTRATOR AND CLERK/TREASURER AS SIGNATORIES ON CITY CHECKING AND SAVING ACCOUNTS. MOTION CARRIED WITH ALL AYES.
4. Approve Signatories on Utilities Checking and Savings Accounts – MOTION 01R-05-07 WAS MADE BY IRENE SCHULTZ AND SECONDED BY STEVE ROE TO APPROVE THE MAYOR, ACTING MAYOR, CITY ADMINISTRATOR, GENERAL MANAGER AND CLERK/TREASURER AS SIGNATORIES ON UTILITIES CHECKING AND SAVINGS ACCOUNTS. MOTION CARRIED WITH ALL AYES.

5. Approve Appointment of City Engineer – MOTION 01R-06-07 WAS MADE BY DEAN SWANSON AND SECONDED BY IRENE SCHULTZ TO APPROVE WIDSETH SMITH NOLTING AS THE CITY ENGINEER WITH CHARGES BILLED ACCORDING TO THE FEE SCHEDULE DATED JANUARY 1, 2007. Councilmember Roe asked if any other proposals were received and City Administrator Swenson stated the only proposal received was from WSN. MOTION CARRIED WITH ALL AYES.
6. Approve Appointment of City Labor Attorney – MOTION 01R-07-07 WAS MADE BY DEAN SWANSON AND SECONDED BY IRENE SCHULTZ TO APPROVE THE APPOINTMENT OF STEVE FECKER AS CITY LABOR ATTORNEY PER A DECEMBER 27, 2006 PROPOSAL LETTER. MOTION CARRIED WITH ALL AYES.
7. Approve Appointment of City Attorney and attendance at Council Meetings – Discussion ensued regarding whether the City Attorney is required at Council meetings. Mayor Andolshek also noted that a proposal was received from Attorney Sandelin and an inquiry was received from another law firm regarding their interest in serving as the City's attorney. Councilmember Swanson stated that he would like to see a motion requesting that the Council look at other choices in the September timeframe. Councilmember Curtis asked if an adjustment was made in the 2007 budget relating to City Attorney services and City Administrator Swenson stated that the legal budget was reduced based on the City Attorney's not needing to attend all Council and Planning and Zoning meetings. Attorney Sandelin stated that his attendance at meetings would be up to the Council and appointments can be made at any time throughout the year. Councilmember Roe asked what amount had been cut in the 2007 budget and City Administrator Swenson stated approximately \$7,000. MOTION 01R-08-07 WAS MADE BY TERRY CURTIS AND SECONDED BY STEVE ROE TO APPROVE THE APPOINTMENT OF THE SANDELIN LAW OFFICE AS THE CITY ATTORNEY. MOTION CARRIED WITH ALL AYES. City Administrator Swenson will contact other law firms to consider RFP's for next year.
8. Approve Schedule of Regular Council Meetings - MOTION 01R-09-07 WAS MADE BY JAY ANDOLSHEK AND SECONDED BY IRENE SCHULTZ TO DESIGNATE THE SECOND MONDAY OF THE MONTH AT 7:00 P.M. FOR THE REGULAR COUNCIL MEETING EXCEPT FOR NOVEMBER WHEN THE MEETING WILL BE MOVED TO TUESDAY, NOVEMBER 13TH DUE TO VETERAN'S DAY. MOTION CARRIED WITH ALL AYES.
9. Approve Official Newspaper – Currently the Lake Country Echo is designated as the official newspaper, however Northland Press has submitted a proposal for Council review. Paul Boblett addressed the Council and stated that the Northland Press has a larger distribution base within the City due to it being a free newspaper delivered to every

resident. If designated as the official newspaper, the City would receive a 15% savings in legal publishing's and they would be set in broadsheet style versus tabloid style. Pete Mohs and Ron Foss of the Lake Country Echo addressed the Council and stated that their rates are very competitive at \$6.25 per inch. In addition to an ad or legal appearing in the newspaper, the paper's website includes all legal publishing's which gives access to anyone having internet service. The Echo currently has 625 subscribers. After discussion, Councilmember Roe suggested that the same timeframe be used to request RFP's for the official newspaper as the other services previously discussed. MOTION 01R-10-07 WAS MADE BY DEAN SWANSON AND SECONDED BY IRENE SCHULTZ TO APPROVE THE LAKE COUNTRY ECHO AS THE CITY'S OFFICIAL NEWSPAPER. MOTION CARRIED WITH ALL AYES.

10. Approve 2007 Mileage Reimbursement Rate – MOTION 01R-11-07 WAS MADE BY JAY ANDOLSHEK AND SECONDED BY STEVE ROE TO APPROVE THE 2007 IRS MILEAGE REIMBURSEMENT RATE FOR THE CITY. MOTION CARRIED WITH ALL AYES.
11. Approve Weed Inspector – MOTION 01R-12-07 WAS MADE BY DEAN SWANSON AN SECONDED BY STEVE ROE TO APPOINT MAYOR ANDOLSHEK AS THE WEED INSPECTOR. MOTION CARRIED WITH ALL AYES.
12. Approve Assistant Weed Inspector – MOTION 01R-13-07 WAS MADE BY JAY ANDOLSHEK AND SECONDED BY DEAN SWANSON TO APPOINT TED STRAND AS THE ASSISTANT WEED INSPECTOR. MOTION CARRIED WITH ALL AYES.
13. Memo dated January 5, 2007 from Mayor Andolshek regarding EDA appointments – A letter of resignation was received from EDA Member Dean Swanson effective January 31, 2007. Mayor Andolshek recommended that Councilmember Irene Schultz be appointed to replace Councilmember Swanson and that Councilmember Terry Curtis be appointed to fill the position previously held by Dick Phillips. Mayor Andolshek has directed Staff to place an ad in the official newspaper advertising the open position on the EDA previously held by Bill Reed. Bill Reed's second term expires January 31, 2007. MOTION 01R-14-07 WAS MADE BY STEVE ROE AND SECONDED BY DEAN SWANSON TO APPOINT IRENE SCHULTZ AND TERRY CURTIS TO THE ECONOMIC DEVELOPMENT AUTHORITY AS COUNCIL MEMBERS. MOTION CARRIED WITH ALL AYES.
14. A memo from Mayor Andolshek listed Committee Liaison Appointments for 2007. MOTION 01R-15-07 WAS MADE BY JAY ANDOLSHEK AND SECONDED BY DEAN SWANSON TO APPROVE THE FOLLOWING APPOINTMENTS FOR 2007; PLANNING AND ZONING COMMISSION – STEVE ROE; UTILITIES COMMISSION – TERRY CURTIS; PARK AND RECREATION/LIBRARY COMMISSION – IRENE SCHULTZ; PUBLIC WORKS/CEMETERY/SEWER – DEAN SWANSON; RECYCLING –

IRENE SCHULTZ; BUILDING AND GROUNDS – STEVE ROE; PUBLIC SAFETY – MAYOR ANDOLSHEK, CITY ADMINISTRATOR SWENSON, POLICE CHIEF HARTMAN AND FIRE CHIEF ANDERSON; PERSONNEL COMMITTEE – MAYOR ANDOLSHEK, DEAN SWANSON, TOM SWENSON AND PAUL HOGE AND TO DEFER THE APPOINTMENT OF EMERGENCY MANAGEMENT DIRECTOR TO THE PERSONNEL COMMITTEE TO REVISE THE POLICE CHIEF’S JOB DESCRIPTION TO INCLUDE THIS RESPONSIBILITY. MOTION CARRIED WITH ALL AYES. Mayor Andolshek requested approval of Dean Swanson as City representative to the Waste Management District. MOTION 01R-16-07 WAS MADE BY JAY ANDOLSHEK AND SECONDED BY IRENE SCHULTZ TO APPOINT DEAN SWANSON TO THE WASTE MANAGEMENT DISTRICT AS A CITY REPRESENTATIVE. MOTION CARRIED WITH ALL AYES. Mayor Andolshek also requested approval that Terry Curtis be appointed to the Chamber Long Range Planning Committee – MOTION 01R-17-07 WAS MADE BY JAY ANDOLSHEK AND SECONDED BY IRENE SCHULTZ TO APPOINT TERRY CURTIS TO THE CHAMBER LONG RANGE PLANNING COMMITTEE. MOTION CARRIED WITH ALL AYES.

C. CRITICAL ISSUES – Discuss Expansion of Weight Room – Park and Recreation Director Jon Henke welcomed the new Council members and wished them a Happy New Year. A recap of the history of the Community Center commencing with the construction of the facility in 1996 to present as it pertains to the fitness room was reviewed by Park Director Henke. In the year 2000, the Park Department and Park Commission completed a study of the future needs for services in the Center and the Comprehensive Park and Recreation Plan was approved by the Council. This plan outlined the expansion of the Weight Room as the second highest priority for the park system. In the year 2002, Curves opened a fitness center which utilizes hydraulic machines in a circuit manner which filled a special niche for women in the community. In 2004, Anytime Fitness opened a fitness facility in Town Square. This facility operates twenty-four hours a day on a card access system and caters to individuals 18 years of age and older. In 2006, the Council approved an expenditure of \$75,000 to upgrade the weight room equipment when the expansion to the Community Center/Library is completed. In November, the Council approved an Equipment Certificate which included \$75,000 to finance the purchase of equipment for the weight room. On November 17th, Anytime Fitness voiced their opposition to the City’s expansion of the weight room. At a meeting of the Park Commission on November 26th, the Park Commission discussed the City’s plans with the owner of Anytime Fitness. In December, the owner of Anytime Fitness asked to be on the agenda for the Council Meeting and this request was deferred to the January meeting by the owner. Based on this request, Staff prepared a report detailing the City’s plan for the Weight Room. Councilmember Curtis asked if the complaint brought forward by Michelle Schmidt of Anytime Fitness could be

heard first. Michelle Schmidt addressed the Council and stated that she hadn't heard anything of the magnitude of plans for the Weight Room. She stated that when she opened the fitness center, there wasn't anything like it in Crosslake. She stated that she didn't ask the City what their plans were, but felt she met the needs of the citizens. She stated that she did meet with the Park Commission on November 27th, but no resolution was reached. Mrs. Schmidt's position is that the weight room should be left as is since the area cannot support two full fitness centers. She further stated that she is private sector and government shouldn't be competing with private sector.

Park and Recreation Director Henke stated that he prepared a report for the Council to review based on what the users of the Weight Room want which follows the plan that was adopted by the Council in year 2000. Henke stated that he would hope there is room for both facilities within the City. Councilmember Schultz stated that the clientele being served by the weight room is different than the clientele using Anytime Fitness. Also, the Community Center hours are limited unlike the hours Anytime Fitness is available. Schultz further stated that the Community Center serves a lot of senior's and the City has received 21 letters of support of the Community Center Weight Room expansion. Councilmember Curtis stated that outside of receiving one phone call on this issue he was not aware that it had come before the Council in the past. Councilmember Roe stated that he is concerned because he doesn't see this as an all or nothing situation. He stated that we offer features that they don't have. It is a different market here than at Anytime Fitness. Councilmember Swanson stated that he encouraged Michelle Schmidt to come to the meeting so the Council can hear her side of the story. Swanson stated that we need to find a way to co-exist since there is room for both entities to survive. Swanson stated that he is in favor of physical fitness and recognizes the importance of it and thinks there is a need for both. Swanson stated that the Council hasn't seen what equipment is being replaced in the weight room and before we can make a final decision we need to see the numbers. Swanson also stated that the City cannot have equipment that is mal-functioning. MOTION 01R-18-07 WAS MADE BY IRENE SCHULTZ AND SECONDED BY JAY ANDOLSHEK TO APPROVE OPTION #1 IN JON HENKE'S STAFF REPORT TO USE THE \$75,000 EQUIPMENT CERTIFICATE TO FULLY FUND THE EQUIPMENT PURCHASES FOR THE FITNESS ROOM AS PLANNED AND APPROVED IN 2006. Councilmember Curtis stated that this has already been approved by the prior Council and thought we were here to hear the discussion regarding co-existence. Councilmember Swanson stated that the \$75,000 bonds are issued, but we haven't seen what equipment that will buy. City Administrator Swenson stated that in his conversation with Northland Securities and Briggs and Morgan, the bond counsel, as long as the expenditure is not connected to construction of the building the full \$75,000 does not need to be spent on equipment. The Park Department has held off on obtaining bids or quotes until direction from the Council is received. Whichever method is used, the Council still needs to authorize purchase of the equipment. Councilmember Roe asked if this was a prior Council's decision and Mayor Andolshek stated that

Councilmember Curtis is correct in stating that the Equipment Certificate was approved by the previous Council. MOTION WAS AMENDED TO STATE THAT AUTHORIZATION TO PROCEED WITH SEAL BIDS UP TO \$75,000 AS STATED IN OPTION 1. Mayor Andolshek stated that he would take public comments provided they are limited to two minutes each with only one comment per person. Michelle Schmidt stated that she has cardio equipment that is used by senior citizens and offers daily, weekly and monthly passes. Dean Spencer of Pine View Lane addressed the Council and stated that Councilmember Curtis should not discuss this issue since he works for Anderson Brothers who owns Town Square where Anytime Fitness is located and if the City can't compete with Anytime Fitness they would also have to close all the parks in the City as well as the library since it could be considered in competition with Haven Books. Spencer also stated that the City owns the Telephone and Cable Company which are also owned by private sector so maybe the City should get out of this business. Spencer stated that the City is providing a service to the taxpayers and a lot of the money has been donated by the Lions, through Park Dedication Fees and etc. Paul Nelson of Manhattan Point Boulevard stated that the hours at the Community Center does not accommodate the public and would support Anytime Fitness and the Council should restrict how much they spend on equipment. Nelson stated that he would rather see the money spent on police protection between 2:00 A.M. and 7:00 A.M. when there isn't an officer on duty. Roy Dolmar of Pine Bay Circle stated that Anytime Fitness is trying to undermine the City and asked who was in the business first, the City or Anytime Fitness. Any new business coming into the community should evaluate the competition. Dolmar stated that he has no sympathy for Ms. Schmidt. Morrie Mikkelson stated that the problem with cutting the weight room back would eliminate the current users of the weight room and many of the users can't afford a membership at Anytime Fitness. Mikkelson felt that both organizations will do fine since they're servicing a different segment of the community. Cindy Hall of Goodrich Lake voiced support for the Community Center. Ruth Ann Hanson, Chamber Director, stated that she has heard the pro's and con's and supports both sides. The Community Center is a great facility to show tourists, but also wants to support Michelle Schmidt since she is thankful that businesses have taken the risks so she stated she would like to see a way for all to exist. Sharon Becker stated that she is very much in favor of the fitness room at the Community Center. Donna Keiffer of Rushmoor Boulevard stated that she has been teaching fitness at the Community Center for ten years and is so proud of that facility. She complimented Michelle on her facility but stated that Anytime Fitness is different than the Community Center and stated that we should all be able to work together. Sue Buchite of Fifty Lakes stated that she hasn't heard any opposition from Curves. She stated that she used Curves but prefers the Community Center. Buchite also stated that Haven Books does not consider the City's Library as competition. Cress Jacobs stated that she has been a part of the Community Center for ten years and would like to support everything that Donna and Sue brought up. Jacobs stated that there is room for both facilities. Councilmember Swanson stated that what he is hearing is that there is room for both. Mayor Andolshek stated that he would

support the motion on the floor but would not want to do anything detrimental to small business. Councilmember Roe stated that if the motion passes, someone other than himself would need to determine what equipment is needed since he isn't an expert on exercise equipment. Park and Recreation Director Henke stated that he would come back to the Council with a proposal as to what Staff and the Commission would like to see put in the weight room. Henke stated that he needed a dollar amount to work with, but would only recommend what would fit with the room. Henke also stated that ADA guidelines need to be taken into consideration. Henke stated that what is being considered for replacement is around 40% of the existing equipment. Councilmember Curtis stated that he is divided on this issue. Generally, Curtis stated he is not supportive of spending tax dollars on things private business can provide, but thinks there is room for both to co-exist. Curtis stated that the \$75,000 approved previously was part of the expansion of the Community Center/Library project and there is a difference between the two services. MOTION CARRIED WITH ALL AYES.

D. CONSENT CALENDAR - MOTION 01R-19-07 WAS MADE BY DEAN SWANSON AND SECONDED BY IRENE SCHULTZ TO APPROVE THE FOLLOWING ITEMS LISTED ON THE CONSENT CALENDAR CONSISTING OF: (1.) MINUTES OF REGULAR COUNCIL MEETING OF DECEMBER 11, 2006; (2.) MINUTES OF SPECIAL COUNCIL MEETING OF DECEMBER 20, 2006; (3) CROSSLAKE COMMUNICATIONS BALANCE SHEET/INCOME STATEMENT/DETAIL OF RESERVE BALANCES DATED NOVEMBER 30, 2006; (4.) CITY MONTH END REVENUE REPORT DATED NOVEMBER 30, 2006; (5.) CITY MONTH END EXPENDITURE REPORT DATED NOVEMBER 30, 2006; (6.) LAKES STATE BANK PLEDGE UPDATE DATED DECEMBER 2006; (7.) NORTHERN NATIONAL BANK PLEDGE UPDATE DATED DECEMBER 2006; (8.) LAKEWOOD BANK PLEDGE UPDATE DATED DECEMBER 2006; AND (9). FIRST FEDERAL SAVINGS PLEDGE UPDATE DATED DECEMBER 2006.
MOTION CARRIED WITH ALL AYES.

E. PUBLIC FORUM – Crosslake Community Board Member Chair Ted Strand invited the Council and the public to attend a meeting at the Charter School on January 26th at 11:00 A.M. when Commissioner of Education Alice Seagren will be presenting the Charter School with a check in the amount of \$33,000 designated for Quality Compensation for Teachers. Mayor Andolshek congratulated the Charter School on receiving this award.

Paul Nelson of Manhattan Point Boulevard and owner of the Log Jam Bar and Restaurant addressed the Council and stated that the local businesses participation in the Winterfest Activities has been hampered due to the lack of snow. Nelson stated that everyone is struggling this year and is wondering if a timeframe could be established allowing four wheelers to use the snowmobile trail. Nelson didn't feel any damage would be done to the trails and the businesses would welcome the spending of money in the community. It was noted that County Road 66 from

County Road #1 to County Road #16 prohibits the use of ATV's. Councilmember Curtis stated that ATV's are legal on City streets on the far right side and in the right of way on County Roads. Curtis asked Nelson if the County has been contacted. Nelson asked if the Council would support this change. Roe asked if 4 wheelers could be licensed for roads and Nelson stated they could but they would need lights, licensing and etc. Mayor Andolshek suggested that Nelson work with him and Ruth Ann Hanson of the Chamber to see what could be done.

F. MAYOR'S REPORT - Nothing

G. CITY ADMINISTRATOR REPORT -

1. Bills for Approval - MOTION 01R-20-07 WAS MADE BY DEAN SWANSON AND SECONDED BY IRENE SCHULTZ TO APPROVE BILLS FOR PAYMENT AS SUBMITTED IN THE AMOUNTS OF \$971,263.11 AND \$4,754.93. MOTION CARRIED WITH ALL AYES.
2. Retro Bills for Approval - MOTION 01R-21-07 WAS MADE BY JAY ANDOLSHEK AND SECONDED BY IRENE SCHULTZ TO APPROVE THE BILLS FOR PAYMENT THAT WERE PROCESSED BETWEEN DECEMBER 21ST AND DECEMBER 31ST IN THE AMOUNT OF \$3,617.75. MOTION CARRIED WITH ALL AYES.
3. A letter dated December 20, 2006 from Ruth Ann Hanson, Area Director of the Brainerd Lakes Area Chamber of Commerce requested that the Council set a date for the annual fireworks in order that the Chamber can include this activity in the 2007 Calendar of Events, in brochures and on the Chamber's website. City Administrator Swenson noted that the pyrotechnic firm used by the City is busy on the 4th of July. Councilmember Swanson stated that he has not been in favor of fireworks and if we set the date we lock ourselves in. Swanson suggested that the City participate in the event but not organize the event. Councilmember Roe asked how long the City has been in charge of the fireworks and he was told for one year. Councilmember Curtis asked if the City wants the fireworks? Swanson stated that it should be put back under the Chamber's control. Roe felt the City should join the Chamber and support local business. Ruth Ann Hanson stated that the cost for the fireworks is approximately \$15,000 and it became a hardship for the Chamber to raise the funds. Hanson stated that the Chamber would be willing to coordinate and organize the event. Curtis stated that the Chamber sent a survey out to the businesses and they responded that they didn't see the value of the fireworks. Hanson stated that the money was the Chamber's main issue. Councilmember Curtis stated that he doesn't have a problem with the City funding the fireworks. Councilmember Schultz asked what Pequot Lakes does and Hanson stated that they have a fund-raiser. Pequot's is a much smaller and less labor-intensive event since it is not on the water and they incorporate their fireworks with a parade which makes it a double event. Mayor Andolshek stated that he would support the event but doesn't know if it's how we should spend taxpayer money. MOTION 01R-21-07 WAS MADE BY TERRY CURTIS AND

SECONDED BY JAY ANDOLSHEK TO SUPPORT THE CROSSLAKE CHAMBER FIREWORKS DISPLAY WITH A DONATION TO THE CHAMBER EQUAL TO THE 2007 BUDGETED AMOUNT WITH THE UNDERSTANDING THAT THE FIREWORKS ARE A CHAMBER EVENT AND THAT THE CHAMBER WILL COORDINATE THE EVENT AND SELECT THE DATE. The Chamber will obtain the necessary insurance and do the work. MOTION CARRIED WITH ALL AYES.

4. A letter dated December 18, 2006 from Chamber of Commerce Area Director Ruth Ann Hanson updated the Council on the upcoming 33rd Annual St. Patrick's Day Parade planned for March 17th. First Federal Savings Bank and Edina Realty of Crosslake are the major sponsors with Lakes Express as a supporting sponsorship. The same route down County Road #66 to County Road #3 will be utilized with the assistance of the Crosslake Police Department and Crow Wing County Sheriff's Department. The "Blinkie" Button will be back and a raffle will be conducted with sales commencing during Winterfest.
5. A letter dated December 29, 2006 from Brent Gunsbury, Regional Business Council Chair of Brainerd Lakes Area Chamber of Commerce thanked the City for their commitment to participate in "Intelligent Growth: Regional Planning for the Lakes Area. The first meeting will be held on January 29th at the Brainerd Lakes High School South Campus. The information was included for Council information.
6. A letter dated November 29, 2006 from the League of MN Cities Insurance Trust regarding rates, dividends and coverage changes was included for Council information.
7. A letter dated December 11, 2006 from the League of MN Cities Insurance Trust informed the Council of a dividend which the City received in the amount of \$4,088 and was included for Council information.
8. A memo dated December 20, 2006 from Sheila Wasnie Haverkamp included the BLADC Project Activity Reports for January through October and was included for Council information.
9. A memo dated December 12, 2006 from Region Five Development Commission informed the City of a vacancy on the Commission and Brian Lehman, Mayor Elect of Nisswa has volunteered to serve on the Commission along with any other interested persons who would like to be nominated. Mayors will vote following the nomination process which closes on January 12, 2007.
10. The Crosslake-Ideal Lions Contribution Report for the period of July 1, 2006 through December 31, 2006 was included for Council information.
11. A letter dated January 2, 2007 from the Paul Bunyan Scenic Byway Association regarding a project known as "Panel Partnerships" was included for Council information. The Byway is selling space for a 40 square inch panel. The Council suggested that the Chamber look into this opportunity.
12. A letter dated January 4, 2007 from Briggs and Morgan regarding the \$190,000 General Obligation Certificates of Indebtedness, Series 2006 C was included for Council information.

G. COMMISSION REPORTS –

1. LIBRARY – Library Committee Chair Alden Hardwick updated the Council on the activities of the Library Committee. A total of \$405,312 has been donated to date in cash with another \$47,664 in pledges. In addition, funds have been committed to shelving and furniture for the Library. Approval on the acceptance of additional donations was requested. MOTION 01R-22-07 WAS MADE BY STEVE ROE AND SECONDED BY IRENE SCHULTZ TO ACCEPT THE DONATION IN THE AMOUNT OF \$300 FROM THE CROSSLAKE AMERICAN LEGION AUXILIARY AND \$500 FROM CROSSLAKE DRUG. MOTION CARRIED WITH ALL AYES. Mayor Andolshek stated that the City very much appreciates the donations that have been received. Alden Hardwick thanked City Staff and Sentence to Serve personnel for moving all of the books from the warming house into the Community Center. Jack Johnson was also acknowledged for all the time that he donated in installing the fireplace stone. He worked many days on this project. The second shipment of shelving will be delivered on January 9th. Norson is ahead of schedule and construction will soon be completed. A total of 13,300 books have been entered into the computer system with volunteers working seven days a week on this task. Individuals have been asking what items are needed to furnish the library and a list has been compiled. City Administrator Swenson located two book carts for sale in the League Magazine by the City of Cleveland. These book carts are almost new and for sale for \$50 each. Alden asked the Council if they were comfortable with the Committee selecting items for the Library and they agreed that they could coordinate this effort. In one of the books donated to the Library a sum of money was found. Anyone who can identify the amount and the book in which the money was found, should contact City Clerk Darlene Roach and the money will be returned to the owner. The minutes of the December 18, 2006 Fund Raising Committee Meeting Minutes and the December 18, 2006 Library Committee Meeting were included for Council information.
2. PARK AND RECREATION – Park and Recreation Director Jon Henke thanked Alden Hardwick for all his work at the Library. Alden cut all the stone for the fireplace so Jack Johnson and Alden were a great team. When Alden wasn't available, Terry Kinkaid helped cut the stone. The Park Commission Minutes of November 28, 2006 were included for Council information. Park Director Jon Henke reported that the Community Center will be offering the first aerobic session of 2007 which runs on Monday, Tuesday and Thursday for four weeks. Membership for this session is \$30.00. The Community Center will be open from 8:00 a.m. to 5:00 p.m. on Monday, January 15th for the Martin Luther King Holiday. There will be no open gym on January 20th and February 10th because of an all day basketball tournament. The Knights of Columbus Free Throw Contest will be held on Sunday, January 28th from 1:00 p.m. – 2:30 p.m. Registration is available the day of the event. The Parks Department is offering indoor soccer for children in 2nd through 8th grade starting on January 21st and ending on February 25th. Cost is \$10 per child. The expansion to the Community Center will be completed in the next few days. A few items such as the folding partition, tack boards and a small section of flooring need to be installed and the meeting rooms will be available for use.

Three change orders were included in the Council packet and Council approval was requested. One change order would allow for the addition of a receptacle in the office. Another would allow for the purchase and installation of 27 wire guards and the suspension of light fixtures and the third would purchase and install three additional light fixtures. The three change orders total \$2,609.25. MOTION 01R-23-07 WAS MADE BY IRENE SCHULTZ AND SECONDED BY STEVE ROE TO APPROVE THE RFP'S AS PRESENTED IN THE AMOUNT OF \$2,609.25. Henke noted that the total for all change orders for the projects to date is \$7,700 with \$10,000 having been allocated at the start of the project. MOTION CARRIED WITH ALL AYES. A new ten-week session of volleyball starts on February 7th. Play starts at 6:30 p.m. and ends at 8:45 p.m. The fee for the ten-week session is \$15.00. The Tax Help program sponsored by AARP will begin in February. Residents are reminded that there is federal refund for telephone excise tax available this year and more information on this refund will be available at a later date. Dick Dietz will coordinate the program again this year. A pay request in the amount of \$113,361.20 to Norson is being recommended for payment by Brent Dammann of WSN. MOTION 01R-24-07 WAS MADE BY IRENE SCHULTZ AND SECONDED BY JAY ANDOLSHEK TO APPROVE PAYMENT TO NORSON IN THE AMOUNT OF \$113,361.20. MOTION CARRIED WITH ALL AYES.

3. PUBLIC SAFETY – Chief Hartman reported that the Police Department reported 127 calls in Crosslake and 22 calls in Mission Township in December. This brings the total number of calls in Crosslake to 2,067 for 2006 and 343 calls for Mission Township in 2006. Chief Hartman clarified a statement made earlier in the meeting by Paul Nelson where he stated that the City does not have police coverage between the hours of 2:00 a.m. and 7:00 a.m. Chief Hartman stated that this comment was an incorrect statement. Council approval was requested to purchase two in-squad computers at a cost of \$10,277.26. The 2007 budget contains \$5,000 and the Police Capital Fund contains reserve funds and restitution/forfeiture funds to cover the remainder of the cost for these computers. The computers will be equipped with air cards which allows the officer to run drivers license and license plate information in the squad car. MOTION 01R-25-07 WAS MADE BY DEAN SWANSON AND SECONDED BY IRENE SCHULTZ TO AUTHORIZE THE PURCHASE OF TWO IN-SQUAD COMPUTERS FOR THE POLICE DEPARTMENT. MOTION CARRIED WITH ALL AYES. Fire Chief Keith Anderson testified to the statement made by Chief Hartman regarding police coverage after 2:00 a.m. Anderson stated that many times the Fire Department is called out at 4:00 a.m. in the morning and there is always an officer on the scene. Chief Anderson reported that the Fire Department responded to 11 calls in December with four being medical calls and seven fire calls. A year-end report of ambulance activity was provided to the Council by North Ambulance.
4. PUBLIC WORKS/CEMETERY/SEWER – Public Works Director Ted Strand stated that a meeting was held with representatives of the Corps of Engineers, the City Engineer and Staff regarding connection to the municipal sewer system. The Corps intention is to connect before the start of the camping season. Due to the

amount of work needed to accomplish this, approval of a previous proposal for Engineering Services prepared by WSN was recommended for City approval. MOTION 01R-26-07 WAS MADE BY DEAN SWANSON AND SECONDED BY IRENE SCHULTZ TO APPROVE ITEMS # 2 AND #3 OF A MEMO DATED DECEMBER 5, 2005 FROM WSN. City Engineer Dave Reese stated that in 2005, a proposal was prepared by WSN consisting of four tasks. At that time, the City Council approved Task 1 which consisted of a site meeting with the City and Corps of Engineers to review their existing system and determine options for connection to the City's municipal system. At this time, Council approval on the other tasks is requested. It was noted that while there are no signed contracts in place confirming the Corps intent, Staff feels there has to be trust on both sides that the connection will take place. The Corps is in the process of preparing an agreement for review by the City Attorney. Councilmember Curtis asked what the Corps was doing versus what the City was doing and whether there was anything additional being done for the Corps that other users did not have done by the City. City Administrator Swenson stated the City is not doing anything to the Corps internal collection system, but the City needs to get the line across County Road 3 to the Corps plant and then up to the location of the Visitor Center. Curtis stated that the City hasn't done the design for anyone else and Swenson stated that was correct, however this is the fastest way to get the work done. Councilmember Roe asked why the City would pay these costs when the Corps was the party who backed out originally and refused to connect to the system. Swenson stated that the City will pay the cost up front, but will be reimbursed the cost by the Corps. City Attorney Sandelin stated that the sooner the City can get the contracts signed the better. Councilmember Curtis asked what is being suggested in connection fees. Swenson stated that the Corps is requesting that the City honor the hookup fee of \$3,000 per equivalent household unit which was previously approved by the Council until July 31, 2006. Approval to extend this offer to July 31, 2007 was requested. If approved by the Council, \$120,000 would be generated in connection fees (40 x \$3000). MOTION CARRIED WITH ALL AYES. Regarding the connection fee, MOTION 01R-27-07 WAS MADE BY DEAN SWANSON AND SECONDED BY STEVE ROE TO AUTHORIZE AN EXTENSION OF THE \$3,000 CONNECTION FEE PER EQUIVALENT LOT FOR THE CORPS OF ENGINEERS THROUGH JULY 31, 2007. Councilmember Roe asked how the engineer determined the 40 equivalent lots and City Engineer Dave Reese explained that it was determined based on flow. Councilmember Curtis asked why the City would give the Corps an extension on the connection fee when the Corps is having problems with the MPCA regarding their existing plant. Curtis stated that while he understands the City's intent, he doesn't want to open a can of worms. City Attorney Sandelin stated that the Council should look at the connection as an extension of time since the City doesn't have the ability to force the United States Government to connect to the system. MOTION CARRIED WITH ALL AYES. The City's NPDES/SDS permit for operating the wastewater treatment facility expires on August 30, 2007 and renewal forms must be submitted to the MPCA by March 1, 2007. Public Works Director Ted Strand needs assistance with this renewal process and approval to utilize the services of WSN to assist with the various forms and develop the data needed was requested. The cost

for WSN to provide these services is \$4,600. This renewal will cover a period of five years and will include an extension permit to allow the connection by the Corps of Engineers. MOTION 01R-28-07 WAS MADE BY DEAN SWANSON AND SECONDED BY IRENE SCHULTZ TO APPROVE THE PROPOSAL DATED JANUARY 4, 2007 FROM WSN TO ASSIST THE CITY WITH THE RENEWAL OF THE WASTEWATER TREATMENT FACILITY NPDES APPLICATION AND RENEWAL. MOTION CARRIED WITH ALL AYES. Approval of an engineering proposal to assist with the road improvement to Fawn Lake Road was requested. The County has retained WSN to complete the design for the road. Since the City will assess a portion of its share of the improvement costs to the benefiting properties in accordance with Chapter 429, a proposal to assist the City with the assessment process is requested. The estimated fee for these services is \$5,200. MOTION 01R-29-07 WAS MADE BY DEAN SWANSON AND SECONDED BY IRENE SCHULTZ TO AUTHORIZE THE ENGINEERING PROPOSAL FROM WSN FOR FAWN LAKE ROAD AT A COST OF \$5,200. MOTION CARRIED WITH ALL AYES. It was noted that a copy of the minutes of the meeting with the Corps of Engineers on January 4, 2007 prepared by John O'Leary and Tim Paulus, representatives of the Corps of Engineers, was included for Council information. The DMR for December 2006 was included for Council information.

5. PLANNING AND ZONING – Community Development Director Ken Anderson welcomed the new members of the Council and wished them well. The minutes of the November 17th Commission Meeting were included for Council information. The December 2006 Permit Summary reflected a total of 54 permits for homes in 2006. The year-to-date valuation of \$15,528,855 is under the 2005 valuation of \$24,741,668. A memo dated January 8, 2007 from Jim Perry included a copy of an appeal letter from Kevin Hummel on the denial by the Planning and Zoning Commission for a conditional use permit for a controlled access lot for Wild Haven Plat. Approval to set the date for the public hearing was requested. Before the Council considers this hearing, a joint meeting with the Council and Planning and Zoning Commission is requested. Commission Chair Pete Abler addressed the Council and stated that a motion was approved by the Commission to request a joint meeting with the new Council. Abler stated that there would be an advantage for the two bodies to get together to discuss a number of issues. Abler stated that the Commission is willing to meet in a working session with the Council or in smaller sessions consisting of two Council Members and two Commission Members with a recommendation to the Council. Councilmember's Roe and Curtis did not think combining a joint meeting in conjunction with the appeal would be advisable. Councilmember Curtis suggested adopting the Comprehensive Plan as presented by the citizens in 2003. Councilmember Roe did not concur with this. Chair Abler stated that approval of the Comprehensive Plan probably wouldn't hurt anything, but nothing would be gained either. A public hearing was set for January 30th at 1:00 P.M. to hear the appeal by Kevin Hummel on the controlled access lot. It was agreed that the City Attorney should be present at this appeal. A joint meeting of the City Council and Planning and Zoning Commission was set for Tuesday, January 16th at

9:00 A.M. A letter of resignation was received from Irene Schultz as an alternate on the Planning and Zoning Commission. MOTION 01R-30-07 WAS MADE BY DEAN SWANSON AND SECONDED BY JAY ANDOLSHEK TO ACCEPT THE RESIGNATION OF IRENE SCHULTZ AS AN ALTERNATE ON THE PLANNING AND ZONING COMMISSION DUE TO HER HAVING BEEN ELECTED TO THE CITY COUNCIL. MOTION CARRIED WITH ALL AYES. There is currently one term expiring for a regular member and two vacancies for alternate members on the Planning and Zoning Commission/Board of Adjustment. The Planning and Zoning Commission is recommending that Teri Jo Flynn-Gammon be reappointed to her first full term as a regular member and that Andy Holm be approved as an alternate member on the Commission. A copy of the Commission Application completed by Andy Holm was included for Council information. MOTION 01R-31-07 WAS MADE BY TERRY CURTIS AND SECONDED BY STEVE ROE TO APPROVE THE APPOINTMENT OF TERI JO FLYNN-GAMMON TO HER FIRST FULL TERM AS A REGULAR MEMBER AND ANDY HOLM AS AN ALTERNATE ON THE PLANNING AND ZONING COMMISSION. MOTION CARRIED WITH ALL AYES.

6. UTILITIES –

- a. General Manager Paul Hoge also welcomed the new members on the Council. Hoge presented the Highlights Report for January which included a request for Council approval of the bills for November. MOTION 01R-32-07 WAS MADE BY JAY ANDOLSHEK AND SECONDED BY IRENE SCHULTZ TO APPROVE THE BILLS FOR PAYMENT FOR NOVEMBER AS SUBMITTED IN THE AMOUNT OF \$530,031.89. MOTION CARRIED WITH ALL AYES. Paul Hoge did turn off the power to the Big Pine AFC site marking the completion of Phase I of the Fiber to the Home rebuild project. The Advisory Board has reviewed the 2007 budget and Council approval of the budget was requested. The budget included a requirement for warehousing and equipment space consisting of a 40x60 foot warehouse with 4 equipment bays and overhead storage. The \$40,000 budgeted for this item will go into a building fund rather than be used for the cold storage facility. General Manager Hoge distributed a handout which showed 2007 asset additions in the amount of \$528,600 and Debt Service payments of \$449,412.50 for a projected deficit in cash of \$47,827.50 for the year 2007. The 2007 budgeted amount for revenue is \$3,326,850 and the 2007 budgeted expenditure total is \$3,503,083 for a net income loss of \$176,233. When taking into account other revenue, i.e., interest income of \$50,000 and amortized debt expense of \$9,600, the net income loss is \$135,833. MOTION 01R-33-07 WAS MADE BY JAY ANDOLSHEK AND SECONDED BY IRENE SCHULTZ TO APPROVE THE 2007 BUDGET FOR CROSSLAKE COMMUNICATIONS AS PRESENTED. MOTION CARRIED WITH ALL AYES. The Advisory Board recommends to the City Council that a Certificate of Authority be applied for in the areas of Manhattan Point Boulevard and Melinda Shores to offer telephone service to these residents. MOTION 01R-34-07 WAS

MADE BY STEVE ROE AND SECONDED BY DEAN SWANSON TO AUTHORIZE CROSSLAKE COMMUNICATIONS APPLYING FOR A CERTIFICATE OF AUTHORITY TO COVER THE MANHATTAN POINT AND MELINDA SHORES AREA WITHIN THE CITY OF CROSSLAKE FOR TELEPHONE SERVICE. MOTION CARRIED WITH ALL AYES. It was noted that the Public Utilities Commission has the final say on this approval. The Advisory Board recommends to the City Council that Kristi Kraemer and Dave Fischer be appointed to a second term on the Advisory Commission and that Armond Gease complete the term held by Steve Roe prior to his being elected to the City Council. Applications were received based on an ad being placed in the newspaper for persons interested in serving as an alternate on the Commission. Interviews will be conducted with the applicants by Councilmember Curtis, Mike Winkels and Paul Hoge. MOTION 01R-35-07 WAS MADE BY DEAN SWANSON AND SECONDED BY IRENE SCHULTZ TO APPOINT KRISTI KRAEMER AND DAVE FISCHER TO THEIR SECOND TERM ON THE ADVISORY COMMISSION AND TO APPOINT ARMOND GEASE TO FILL THE REMAINDER OF THE TERM VACATED BY STEVE ROE. MOTION CARRIED WITH ALL AYES. The Council was informed that the cable modems for the City of Manhattan Beach were tested this date and everything worked fine. The minutes of the December 19, 2006 Advisory Commission Meeting were included for Council information.

7. RECYCLING – Crosslake Rolloff & Recycling Services reported that 12.88 tons of recyclables were collected in December for a year-to-date total of 216.25 tons collected in 2006.
8. PERSONNEL - Nothing
9. ECONOMIC DEVELOPMENT AUTHORITY – No meeting was held in December or January.
10. PERSONNEL COMMITTEE – Nothing

I. OLD BUSINESS – None

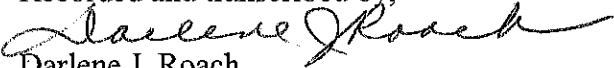
- J. NEW BUSINESS –** Community Development Director Ken Anderson stated that he received a call from Julie Hoffman of the North Central Development Company requesting that the City send a letter of support to the Department of Human Services on behalf of Chuck Lane for his proposed assisted living development. Mr. Lane is proposing to build the memory care portion of the facility when the initial building is constructed instead of waiting until a later date. MOTION 01R-36-07 WAS MADE BY IRENE SCHULTZ AND SECONDED BY STEVE ROE TO AUTHORIZE THE MAYOR SENDING A LETTER OF SUPPORT TO THE DEPARTMENT OF HUMAN SERVICES ON BEHALF OF CHUCK LANE AND THE ASSISTED LIVING FACILITY.

MOTION CARRIED WITH ALL AYES. Councilmember Curtis inquired about a letter of complaint from Butch Doerfler regarding a sign that is situated on a residential property that he feels is offensive. Curtis was advised that the sign was removed by the property owner.

K. PUBLIC FORUM - None

L. ADJOURN -- MOTION 01R-37-07 WAS MADE BY DEAN SWANSON AND SECONDED BY IRENE SCHULTZ TO ADJOURN THIS REGULAR MEETING AT 10:55 P.M. MOTION CARRIED WITH ALL AYES.

Recorded and transcribed by,


Darlene J. Roach
Clerk/Treasurer

Shared/REGULAR COUNCIL MEETING – January 8, 2007

BILLS FOR APPROVAL
8-Jan-07

VENDORS	DEPT	AMOUNT
Abra True Value, trap cage	PW	50.58
Ace Hardware, plugs	P&R	8.32
AW Research, water test	Sewer	102.60
AW Research, water test	Sewer	102.60
AW Research, water test	Sewer	102.60
BCA, remote access fee	Police	45.00
Better Roads, subscription	PW	24.95
Bond Trust Services, g.o. improvement bond series 2004a	Gov't	111,551.25
Brainerd Hydraulics, filter, filter head	PW	112.36
Brehm Group, personal accident policy	ALL	382.50
Chemsearch, spill absorbant	PW	226.69
City of Crosslake, sewer utilities	PW/Gov't	60.00
Council #65, union dues	ALL	321.75
Crosslake Roll Off, recycling	Gov't	2,450.00
Crow Wing County Chiefs of Police Assn, membership dues	Police	50.00
Crow Wing County Treasurer, e911 addresses	Gov't	75.00
Culligan, water and cooler rental	PW/Gov't	47.80
Deferred Comp	ALL	226.92
Delta Dental, dental insurance	ALL	1,298.25
Donna Keiffer, aerobics	P&R	220.04
Driver & Vehicle Services, license tabs	PW	25.50
Echo Publishing, ordinance 232	P&Z	31.50
First National Bank of Deerwood, sewer revenue bond	Gov't	109,967.50
Foreman Fire Service, air switch	Fire	28.04
Fortis, disability	ALL	287.04
John Deere, mower payment	P&R	6,185.96
Larson Allen, recording of road improvement bonds	Gov't	60.00
League of MN Cities, conference registration	Council	460.00
Marsden Bldg Maintenance, office cleaning	PW	596.40
MaSys Corporation, pc enfors maintenance	Police	1,187.48
Medica, health insurance	ALL	17,906.14
MN Benefits	Admin	129.92
MN Chiefs of Police Assn, membership dues	Police	80.00
MN Life, life insurance	ALL	435.40
MN Recreation and Park Assn, membership dues	P&R	225.00
MN State Fire Chiefs Assn, membership dues	Fire	235.00
NCPERS-Life Insurance	ALL	144.00
North Ambulance, subsidy	Ambulance	1,103.00
Northern National Bank, road improvement bond	Gov't	15,227.70
Northland Trust Services, g.o. certificate of indebtedness	Gov't	1,180.00
Northland Trust Services, g.o. improvement bond 06, series b	Gov't	17,209.58
Old National Bank, fire truck payment	Fire	16,341.93
People's Security, rewire security system	P&R	406.95
Pepsi, pop	PW	45.48
PERA	ALL	N/A

ADDITIONAL BILLS FOR APPROVAL
8-Jan-07

VENDOR	DEPT	AMOUNT
Abra, bolts	PW	4.55
Ace Hardware, filters, batteries	P&R	10.41
Ace Hardware, bolts	P&R	11.02
Ace Hardware, general hardware	PW	22.76
City of Cleveland, library carts	Library	100.00
Echo Publishing, ordinance 240	P&Z	28.00
Echo Publishing, ordinance 241	P&Z	24.50
Echo Publishing, commissioner ad	P&Z	62.50
Erik Lee, reimburse for uniform	Police	37.79
Initiative Foundation, iq magazines	P&Z	10.00
Johnson, Killen & Seiler, labor attorney fees	Gov't	31.20
Marsden, carpet cleaning	Gov't	473.34
Sandelin Law Office, legal fees	ALL	3,934.17
Simonson Lumber, 2x2x8	P&R	4.69
TOTAL		4,754.93

DECEMBER BILLS PAID BETWEEN 12/21-12/31
8-Jan-07

VENDOR	DEPT		AMOUNT
Abra True Value, elbow, bushing, nipple	PW	pd 12/21	8.86
Abra True Value, bushings, union	PW	pd 12/21	9.66
Abra True Value, elbows, nipples	PW	pd 12/21	14.74
Ace Hardware, blugs, iron union	PW	pd 12/21	4.02
Ace Hardware, oiler spout	P&R	pd 12/27	2.55
Brad Swenson, reimburse mileage	Fire	pd 12/27	227.40
Brainerd Hydraulics	PW	pd 12/21	9.70
Brainerd Hydraulics	PW	pd 12/27	96.88
California Contractors, drill bit set	PW	pd 12/27	149.00
Dan Starkka, reimburse mileage	Fire	pd 12/27	667.50
Dave Demcho, reimburse mileage	Fire	pd 12/27	230.51
Dean Olson, reimburse mileage	Fire	pd 12/27	144.18
Echo Publishing, window envelopes	Admin	pd 12/21	75.17
Hawkins, aqua hawk, ferric chloride	Sewer	pd 12/27	502.10
Houston Ford, oil change	Police	pd 12/27	25.94
Jim Perry, reimburse for supplies	Gov't	pd 12/27	3.69
Joe St. Pierre, reimburse mileage	Fire	pd 12/27	96.12
Ken Anderson, reimburse mileage	P&Z	pd 12/27	42.27
Marsden, consumable supplies	PW	pd 12/27	22.58
Northern Safety Technology, replacement bulb	Sewer	pd 12/27	50.42
Office of Enterprise Technology, net motion service	Police	pd 12/27	20.00
Pequot Auto Parts, repair hydraulic lines	PW	pd 12/27	324.63
Streichers, battery	Police	pd 12/27	34.02
Sylvi Olson, reimburse mileage	Fire	pd 12/27	235.41
Unicel, cell phone charges	PW/P&Z	pd 12/27	106.63
Unicel, cell phone charges	Police	pd 12/27	300.37
Viking Industrial North, gloves	PW	pd 12/27	150.45
Wilderness Tactical Products, single point sling	Police	pd 12/21	62.95
TOTAL			3,617.75

H.
6.
b.

Crosslake Telephone Company

Check Register - General and Construction Account

From November 1, 2006 through November 30, 2006

Check #	Vendor Name	Date	Description	Amount
Bank Account	1130100000			
000587	INTERNAL REVENUE SERVICE	11/03/06	FED, FICA, MEDICARE	5,961.51
000588	PERA	11/03/06	PERA EE & ER	2,890.74
000589	MINNESOTA DEPT OF REVENUE	11/03/06	MN INCOME TAX	1,039.50
000590	GREAT WEST LIFE & ANNUITY INSU	11/03/06	DEFERRED COMP	1,717.92
000592	INTERNAL REVENUE SERVICE	11/17/06	FED, FICA, MEDICARE	6,620.75
000593	PERA	11/17/06	PERA EE & ER	2,986.92
000594	MINNESOTA DEPT OF REVENUE	11/17/06	MN INCOME TAX	1,174.24
000595	GREAT WEST LIFE & ANNUITY INSU	11/17/06	DEFERRED COMP	1,717.92
000596	INTERNAL REVENUE SERVICE	11/30/06	NOVEMBER EXCISE TAX	1,870.35
000597	MINNESOTA DEPT OF REVENUE	11/30/06	NOVEMBER SALES & USE TAX	10,223.00
000598	CITY OF CROSSLAKE (SEWER)	11/10/06	OCTOBER SEWER	30.00
000603	CROW WING POWER	11/26/06	ELECTRIC SERVICE	3,722.05
020656	MN CHILD SUPPORT PAYMENT CTR	11/02/06	CHILD SUPPORT WITHHELD	317.02
020697	IBEW LOCAL UNION 949	11/16/06	UNION DUES	321.00
020698	MN CHILD SUPPORT PAYMENT CTR	11/16/06	CHILD SUPPORT WITHHELD	317.02
020699	JC CHRISTENSEN & ASSOC INC	11/13/06	COLLECTIONS	43.56
020700	BRAINERD DAILY DISPATCH	11/13/06	1 YR SUBSCRIPTION RENEWAL	125.00
020701	REED'S MARKET	11/13/06	DONUTS FOR SAFETY MEETING	7.40
020702	ECHO PUBLISHING & PRINTING INC	11/13/06	2000 EA CUSTOMER RECEIPTS	108.97
020703	CROSSLAKE ROLLOFF	11/13/06	DUMPSTER-CLEAN CABLE YARD	322.00
020704	CULLIGAN OF BRAINERD	11/13/06	NOV/DEC SERVICE	138.40
020705	ONVOY, INC.	11/13/06	BANDWIDTH, SS7, DED FAC, 0264 & 6264 I	6,042.85
020706	POWER & TELEPHONE SUPPLY	11/13/06	LIBRARY PROJECT	273.65
020707	SIMONSON LUMBER	11/13/06	TUBES FOR WELL CRASH BARRIERS	40.45
020708	UNITED PARCEL SERVICE	11/13/06	WKLY SERV & MISC SHIPPING CHGS	96.31
020709	CROSSLAKE COMMUNICATIONS	11/13/06	PHONE SERVICE, COMM CTR VOICE MAIL	755.52
020710	DEBORAH FLOERCHINGER	11/13/06	MILEAGE REIMBURSEMENT	123.19
020711	ZEE MEDICAL SERVICE	11/13/06	FIRST AID BOX SUPPLIES	48.99
020712	CITI LITES INC	11/13/06	LOCATES	1,544.84
020713	THE OFFICE SHOP	11/13/06	ADDING TAPE, COPY PAPER, CLIPS, ETC	195.43
020714	XCEL ENERGY	11/13/06	OCTOBER NATURAL GAS	69.50
020715	THOMPSON PUBLISHING GROUP	11/13/06	VIDEO COMPL & BROADBAND REGS	523.50
020716	PEQUOT EYE CENTER	11/13/06	SAFETY GLASSES-LARRY EVENSON	192.78
020717	PETTY CASH	11/13/06	TO REIMBURSE PETTY CASH	173.91
020718	MINNESOTA 9-1-1 PROGRAM	11/13/06	911, TAP, TACIP	1,796.90
020719	ROHLFING	11/13/06	PAPER TOWELS & TISSUE	66.94
020720	ELECTRIC SCIENTIFIC CO INC	11/13/06	FIRE ALARM ANNUAL MAINT.	537.83
020721	BRAINERD LAKES AREA CHAMBER	11/13/06	CHAMBER ANNUAL DINNER	120.00
020722	WHITEFISH AUTOMOTIVE	11/13/06	REPLACE TRUCK BATTERY-FRITZ	174.58
020723	NATIONAL CABLE TELEVISION COOP	11/13/06	SPLICE KITS, RG6 CONN., ELEC TAPE	1,696.98
020724	CDW DIRECT, LLC	11/13/06	AUTOCAD 2007 UPGRAGE	347.81
020725	CENTRAL TRANSPORT GROUP LLC	11/13/06	4 EA DSI'S, 1 T3	4,088.00
020726	MERRILL LYNCH	11/13/06	Check voided after update	74,381.50
020726	MERRILL LYNCH	11/13/06	Void Check Batch	(74,381.50)
020727	PINNACLE PUBLISHING, LLC	11/13/06	TELEPHONE DIRECTORY-3	2,162.89
020728	LAKELAND PUBLIC TELEVISION	11/13/06	ADVERTISING	175.00
020729	AMERICAN TELEVISION & COMM.	11/13/06	AFFILIATE PAYMENT	1,000.00
020730	FOX SPORTS NET NORTH	11/13/06	AFFILIATE PAYMENT	6,117.50
020731	UNICEL	11/13/06	PAGER	6.15
020732	MTV NETWORKS	11/13/06	AFFILIATE PAYMENT	3,790.40
020733	LIFETIME	11/13/06	AFFILIATE PAYMENT	887.88
020734	TV GUIDE NETWORKS INC	11/13/06	AFFILIATE PAYMENT	617.11
020735	DISCOVERY DIGITAL NETWORKS	11/13/06	AFFILIATE PAYMENT	106.59
020736	DISCOVERY HEALTH	11/13/06	AFFILIATE PAYMENT	45.98
020737	PROSTAFF	11/13/06	CUST SERV & ACCTNG TEMP HELP	1,207.31
020738	D&H DISTRIBUTING CO.	11/13/06	RAM MEMORY FOR RESALE	50.25
020739	AT&T - DALLAS TX	11/13/06	PARS 11/1 BAN 1499	1,852.00
020740	7SIGMA SYSTEMS, INC	11/13/06	OCTOBER CONSULTING	2,331.00
020741	CANNON FINANCIAL SERVICES, INC	11/13/06	PMT 26 OF 36 COPIER LEASE	424.94
020742	ZONE TELECOM, INC.	11/13/06	OCTOBER ACTIVITY	5,458.41
020743	CROSSLAKE ACE	11/13/06	TOOLS, CONDUIT, CLEANERS, ETC.	99.37

020744	NATIONAL CABLE TEL COOP, INC	11/13/06	AFFILIATE PAYMENT	24,071.78
020745	EQUUS COMPUTER SYSTEMS, INC	11/13/06	19" LCD FOR EMILY WESLAYAN CHR	907.17
020746	NATHANIEL J. PLANTE	11/13/06	DSL REIMBURSEMENT 10/13-11/12	49.95
020747	ABRA TRUE VALUE	11/13/06	FITTINGS	12.72
020748	KARE 11 TV	11/13/06	AFFILIATE PAYMENT	204.80
020749	PAUL HOGE	11/13/06	COPAY & CAFÉ PLAN REIMBURSEMENT	195.39
020750	FITTV	11/13/06	AFFILIATE PAYMENT	25.08
020751	WASTE PARTNERS, INC.	11/13/06	OCTOBER TRASH REMOVAL	99.08
020752	CROW WING COUNTY HIGHWAY DEPT.	11/13/06	SEPT UNLEADED & DIESEL FUEL	953.30
020753	JACK ESLER	11/13/06	PERM DISCONNECT	85.20
020754	LYNN M FITZTHUM	11/13/06	PERM DISCONNECT	9.24
020755	JON MILLER	11/13/06	PERM DISCONNECT	27.02
020756	MARGARET WEINGARTNER	11/13/06	PERM DISCONNECT	54.39
020757	DAVID L OLSON	11/13/06	PERM DISCONNECT	51.77
020758	BILL COFFMAN	11/13/06	PERM DISCONNECT	77.98
020759	JAMES GINTER	11/13/06	PERM DISCONNECT	16.22
020760	JAMES MORRIS	11/13/06	PERM DISCONNECT	30.37
020761	EDWARD DEEGAN	11/13/06	PERM DISCONNECT	17.33
020762	JANE POLLOCK	11/13/06	PERM DISCONNECT	28.75
020763	BARB & MARK UNGS	11/13/06	PERM DISCONNECT	26.01
020764	EMILY GREENS GOLF COURSE	11/13/06	PERM DISCONNECT	26.61
020765	ROBIN BENZER	11/13/06	PERM DISCONNECT	38.34
020766	KRIS JEDDA	11/13/06	PERM DISCONNECT	20.03
020767	RUTHANN LUGINBILL	11/13/06	PERM DISCONNECT	20.99
020768	NORTHLAND CABIN CARE	11/13/06	PERM DISCONNECT	46.58
020769	RICHARD & MARY JOHNSON	11/13/06	PERM DISCONNECT	29.07
020770	MIKE & KRISSIE CRAIG	11/13/06	PERM DISCONNECT	24.60
020771	TERRY JOHANNSSEN	11/13/06	PERM DISCONNECT	41.41
020772	MIKE MASTERS	11/13/06	PERM DISCONNECT	11.91
020773	LYNN B OLSON	11/13/06	PERM DISCONNECT	28.80
020774	GARY D SHAFFER	11/13/06	PERM DISCONNECT	35.36
020775	PAUL HOGE	11/13/06	CABLE, PHONE, INTERNET REIMB.	135.47
020777	MERRILL LYNCH	11/27/06	FUNDS FOR REV BOND INTEREST	1,243.99
020778	NORTHLAND TRUST SERVICES, INC.	11/27/06	INTEREST DUE ON BOND	73,137.51
020779	LAKES PRINTING	11/30/06	COMMUNITY CENTER INSERTS	1,323.90
020780	RODNEY MERTENS	11/30/06	CAFE PLAN REIMBURSEMENT	220.09
020781	LARRY EVENSON	11/30/06	CAFE PLAN REIMB (BAL -0-)	121.63
020782	ECHO PUBLISHING & PRINTING INC	11/30/06	DAMAGE REPORT FORMS	51.06
020783	CROSSLAKE ROLLOFF	11/30/06	DUMPSTER-CLEAN CABLE YARD	322.00
020784	GOPHER STATE ONE CALL	11/30/06	LOCATE TICKETS	561.15
020785	OLSEN THIELEN CO LTD	11/30/06	MIC & MART ACTIVITY	860.24
020786	POWER & TELEPHONE SUPPLY	11/30/06	CAT 5 FOR LIBRARY PROJECT	585.98
020787	DEBORAH FLOERCHINGER	11/30/06	COPAY REIMBURSEMENT	15.00
020788	QWEST COMMUNICATIONS	11/30/06	PARS 11/1/06	91.28
020789	NORTHERN NATIONAL BANK	11/30/06	REFUND CREDIT BALANCE	375.22
020790	CITI LITES INC	11/30/06	LOCATES	1,280.72
020791	THE OFFICE SHOP	11/30/06	FILE BOXES	36.61
020792	DELTA DENTAL PLAN OF MINNESOTA	11/30/06	DECEMBER DENTAL PREMIUM	1,030.50
020793	MEDICA	11/30/06	DECEMBER MEDICAL PREMIUM	11,932.08
020794	MN NCPERS LIFE INSURANCE	11/30/06	DEC LIFE PREMIUM #407202	64.00
020795	NORTHERN LAKES EMBROIDERY	11/30/06	JACKETS, POLO'S, & SWEATERS	230.00
020796	WHITEFISH AUTOMOTIVE	11/30/06	REPAIR FLAT TIRE	12.77
020797	NATIONAL CABLE TELEVISION COOP	11/30/06	RELAY RACK FOR LIBRARY, RG6 INDOOR	1,008.99
020798	CDW DIRECT, LLC	11/30/06	CONVERTERS FOR OFFSITE BACKUP	662.36
020799	NEUSTAR INC.	11/30/06	SOW & LNP CHARGES	99.41
020800	MERRILL LYNCH	11/30/06	OCT VISA & FUND GEN BLDG RESERVE	10,078.97
020801	MINNESOTA LIFE INSURANCE CO	11/30/06	DECEMBER LIFE PREMIUM	177.40
020802	NORCON BORING INC	11/30/06	CONTRACT PLOWS	6,810.04
020803	UNIVERSAL SERVICE ADMIN CO.	11/30/06	NOVEMBER FUSC CHARGES	1,463.20
020804	UNICEL	11/30/06	PAGER	6.39
020805	D F COUNTRYMAN CO INC	11/30/06	CATV UPGRADE (OSP)	1,017.63
020806	WEARGUARD	11/30/06	JACKETS FOR NATE	274.99
020807	LIFETIME	11/30/06	AFFILIATE PAYMENT	751.80
020808	JOAN HARRELL	11/30/06	CAFE PLAN REIMB (BAL 223.17)	170.00
020809	MIKE'S ELECTRIC	11/30/06	REPLACEMENT BALLAST & BULBS	111.40
020810	MCS JANITORIAL SERVICE	11/30/06	NOVEMBER CLEANING SERVICE	585.75
020811	PROSTAFF	11/30/06	CUST SERV & ACCTNG TEMP HELP	1,853.28
020812	MTA	11/30/06	CSR & I&r TRAINING	1,556.25
020813	PAUL DAVIS	11/30/06	CISCO TRAINING EXPENSES	168.72
020814	D&H DISTRIBUTING CO.	11/30/06	HD'S FOR RESALE	224.30

020815	CORNERSTONE GROUP	11/30/06	BILL INSERTS RE INTERNET	254.50
020816	IMAGING PATH	11/30/06	NOVEMBER MAINT/ COPIES	75.39
020817	SPRINT	11/30/06	CELL PHONES	263.48
020818	EQUUS COMPUTER SYSTEMS, INC	11/30/06	PC FOR PAUL DAVIS	1,568.00
020819	NATHANIEL J. PLANTE	11/30/06	DSL REIMB 11/13-12/12	49.95
020820	GENSOFT SYSTEMS, INC	11/30/06	NOVEMBER BILLING	6,777.21
020821	CBT, INC.	11/30/06	CABS POSTAGE, PROG NEW BILL PKG	277.23
020822	PAUL HOGE	11/30/06	COPAY REIMBURSEMENT	105.00
020823	COMTECH	11/30/06	PROCESSOR REPAIRED	147.00
020824	TSF SYSTEM, LLC	11/30/06	SPARE CISCO 3745 ROUTER	3,840.00
020825	JOSEPH BYRNE	11/30/06	PERM DISCONNECT	7.19
Total for 1130100000				<u>247,982.29</u>
Bank Account	1130110000			
001031	NORTEL NETWORKS INC	11/30/06	505 SOFTWARE UPGRADE	22,554.00
001032	NATIONAL CABLE TELEVISION COOP	11/30/06	CADENT C3 CMTS	13,883.66
001033	VANTAGE POINT	11/30/06	FTTH ENGINEERING CONTRACT FEE	27,829.61
001034	MLASKOCH EXCAVATING & UTILITY	11/30/06	2006 OSP CONSTRUCTION	217,782.33
Total for 1130110000				<u>282,049.60</u>
				<u><u>530,031.89</u></u>