

MINUTES
CITY OF BEAVER BAY COUNCIL EMERGENCY MEETING October 30, 2017

Call to Order: 5:00 pm

Attending: Mayor Linda Malzac, Council Persons: Jenni Viken, Barb Sterett, James Korpi, and City Administrator/Clerk/Treasurer Tim Anderson. **Absent:** Ruth Maki **Public Present:** none

Agenda: Address temporary cash flow short fall due to delay in petro-fund reimbursement.

Motion to accept agenda as written by Sterett and seconded by Malzac. Vote: Aye 4, Nay 0.

Motion Passed

New Business: Cash flow problems resulting from delay in reimbursement from the petro-fund for the water intake project.

Administrator Anderson informed the council that due to a delay caused by MSA not sending in requested additional information to the petro-fund administrators we have not received the refund of two claims totaling \$371,812.05. We have received the initial bill from USA for the Christine Circle/Rose Lane project for \$179,855.73. If we pay that it will bring our account to the point we may have problems with regular operating expenses. Administrator Anderson had researched options and found a benefit in our League of Minnesota Cities and Towns insurance plan called the Reimbursement of Extraordinary Expense coverage that would cover us for \$100,000 interest free for one year. We would then repay the money when we received the petro-fund reimbursement.

A motion to use the \$100,000 coverage in Extraordinary Expense Fund in our LMCT insurance policy was made by Council Person Korpi and seconded by Council person Sterett. Vote: Aye 4, Nay 0. *Motion Carried.*

Administrator Anderson will contact the LMCT to process the claim.

Public Comment:

Claims List:

Adjourn: Having completed the business of the emergency meeting a motion to adjourn by Malzac seconded by Viken. Vote: Aye 4, Nay 0.

Motion Passed