

AGENDA
CITY OF BEAVER BAY COUNCIL MEETING February 4, 2014

Call to order
Approval, changes, additions, deletions to agenda

Approval of minutes: January 21, 2014

City Clerk report and Council reports.

Old Business:

New Business:

- **DEED Grant Hearing**
- **Parks and Recreation Grant**
- **Beaver Bay Apartments**
- **Rest Stop Resolution**
- **St Urho (\$600)**
- **After Prom Donation**

Public Comments:

Claims List:

**CITY OF BEAVER BAY
BEAVER BAY, MN 55601
February 4, 2014 MEETING OF THE COUNCIL**

Present: Linda Malzac, Kent Shamblin, Tom Harris, Steve Nazian, Al Larson

Absent:

Public Present: **Scott Zahorik, Ken Vogel, Janet Strand,** Todd Krynski, Carol Krynski, Heather Lehtinen, Jesse Larson

Call to Order

Mayor Shamblin called the meeting to order at 7:00 p.m.

Approval or Changes to Agenda

Passed: Harris moved. Malzac second. All in favor. None opposed.

Approval of Minutes of Previous Meeting

Motion: Approve minutes of the January 7, 2014

Passed: Larson moved. Nazian second. All in favor. None opposed.

City Clerk Report

1. OSHA performed an unannounced inspection of all City of Beaver Bay facilities. The final closing meeting has not taken place at this time. We can expect some fines for various violations.
2. I will be attending a meeting in Two Harbors on Thursday, February 5, 2014 to discuss utility for the Trail Head project in Beaver Bay. I will be requesting that the present water line be extended as part of the project for fire safety reasons.
3. We had a light pole damaged in the Community Building parking lot. After inspection to best of our ability we feel it was caused by the high winds a couple of weeks ago.
4. Van House Construction will be getting back to me soon about the work related to our energy audit.
5. A request to use the community center for a fund raiser for Jenny Mattson was received.

Council Member Reports

Harris:

1. The public works committee will meet soon and bring recommendations to the council.
2. The light on HWY 61 near Mary Street seems to have a bad sensor. The co-op will be contacted to check on the problem.

Nazian:

There may be need to restructure some of the EDA loans to help business owners in slow times.

Old Business:

New Business:

- **DEED Grant Hearing**

Public Hearing: For the purpose of applying for a grant that would provide low income occupied homeowners an opportunity to improvements to their homes.

Scott Zahorik is helping the City of Beaver Bay complete the application process for grant. He was here to present information about the grant and answer questions. The grant would provide fund at least 15 low income owner occupied homeowners to make improvements to their homes. Each resident would be able to get a maximum of \$24,750 to make improvements to their homes. This would be a ten year loan that forgave 10% of the original amount each year they lived in the home. After ten years the entire loan would have been forgiven. The grant application will be submitted and if accepted funds may be available in June. There was a discussion of fair housing guidelines that are part of this grant application. If the grant is accepted all residents of Beaver Bay will be notified of the requirements and application process.

Motion: Approve resolution 2014- 1004 for the City of Beaver Bay to act as the legal sponsor for the project.

Passed: Nazian moved. Malzac second.

Harris – Aye, Malzac – Aye, Shamblin – Aye, Larson – Aye, Nazian – Aye Approved 5-0

- **Parks and Recreation Grant**

Janet Strand has offered to write a grant through the MDNR to have work done on city land by the skating rink. This would include contour and landscaping work to the area. Picnic tables would be added, fencing as necessary, and moving the present playground equipment to this area and making them safe. There would be a need for matching funds for the grant. The amount of the matching funds could be \$25,000 to \$30,000. Janet wanted to know the councils willingness to provide the matching funds before proceeding. Malzac – supports because it adds to this becoming a community; Harris – concerned about that amount of money; Nazian – basically in favor but needs to see details before committing; Larson- it won't get cheaper to do the work in the future; Shamblin- concerned about the cost.

- **Beaver Bay Apartments**

After months of negotiations to purchase the Beaver Bay Apartments the council wants to proceed.

Motion: Approve resolution 2014- 1002 approving a purchase agreement for the purchase of Real Estate

Passed: Harris moved. Larson second.

Harris – Aye, Malzac – Aye, Shamblin – Aye, Larson – Aye, Nazian – Aye Approved 5-0

Motion: Approve resolution 2014- 1003 Authorizing application for demolition grant.

Passed: Shamblin moved. Malzac second.

Harris – Aye, Malzac – Aye, Shamblin – Aye, Larson – Aye, Nazian – Aye Approved 5-0

Lake Bank has approved the city for a loan if they proceed with the purchase.

- **Rest Stop Resolution**

Motion: Approve resolution 2014- 1001 Agreeing to the reconstruction of county state aid highway (CSAH) 4 and future sidewalk maintenance.

Passed: Malzac moved. Larson second.

Harris – Aye, Malzac – Aye, Shamblin – Aye, Larson – Aye, Nazian – Aye Approved 5-0

- **St Urho (\$600)**

A request for funds to provide paint, critters, candy, bead and costumes for the St Urho parade

Motion: Provide \$600 for the St. Urho parade entry supplies.

Passed: Larson moved. Shamblin second. All in favor. None opposed.

- **After Prom Donation**

Motion: Donate \$100 to the after prom committee.

Passed: Malzac moved. Larson second. All in favor. None opposed.

Public Comments:

Harris suggested we provide a public thank you to Jim Korpi and others for donating time to get the skating rink up and running.

Claims List:

Motion: Approve the claim list.

Passed: Harris moved. Shamblin second. All in favor. None opposed.

Adjourned:

Motion: Adjourn the meeting.

Passed: Nazian moved. Harris second All in favor. None opposed

Meeting Adjourned at 8:15.