

A meeting of the Council for the City of Crystal Falls was held in the Council Chambers of the City Hall on Monday, January 12, 2015 at 5:30 P.M. Central Time.

Roll Call: Mayor Sommers, Councilors Sherby, Schiavo, McCarthy and Hagglund.

Absent: None

Also Present: City Manager Olson, City Clerk/Treasurer Peltoma and City Attorney Lawrence.

Mayor Sommers led the reciting of the Pledge of Allegiance.

Visitors:

CPA, Scott R. Kenney presented the results and recommendations from the 2013-2014 Audit.

Councilor Sherby supported by Councilor Schiavo moved to accept the 2013-2014 Audit as presented.

Ayes: Mayor Sommers, Councilors Sherby, Schiavo, McCarthy, and Hagglund

Nays: None Absent: None Motion carried.

Mayor Sommers supported by Councilor Hagglund moved to reclassify the Golf fund from an Enterprise Fund to a Special Revenue Fund effective October 1, 2014.

Ayes: Mayor Sommers, Councilors Sherby, Schiavo, McCarthy, and Hagglund.

Nays: None Absent: None Motion carried.

Councilor Sherby supported by Councilor McCarthy move to establish a special fund to fund the underfunded liability for the Retirees Health Care Costs effective immediately.

Ayes: Mayor Sommers, Councilors Sherby, Schiavo, McCarthy, and Hagglund.

Nays: None Absent: None Motion carried.

Councilor Hagglund supported by Councilor Schiavo moved to fund the Retirees Health Care Fund \$1,000 per month over expenditures.

Ayes: Mayor Sommers, Councilors Sherby, Schiavo, McCarthy, and Hagglund.

Nays: None Absent: None Motion carried.

Mayor Sommers reported the happenings of the DDA meeting held earlier in the day.

Councilor McCarthy supported by Councilor Sherby moved to pay secretarial services to Mary Ann Harrington in the amount of \$100.

Ayes: Mayor Sommers, Councilors Sherby, Schiavo, McCarthy, and Hagglund.

Nays: None Absent: None Motion carried.

Councilor Schiavo supported by Councilor Sherby moved to proceed with the grant application for upgrades to Runkle Lake Park.

Ayes: Mayor Sommers, Councilors Sherby, Schiavo, McCarthy, and Hagglund.

Nays: None Absent: None Motion carried.

There have been no applications for the open Library Board position.

Councilor Schiavo supported by Councilor Sherby moved to proceed with a safety audit on the Forest Ave/Ski Hill Road intersection and work with the County and Township toward a solution to the speeding along this stretch of road.

Ayes: Mayor Sommers, Councilors Sherby, Schiavo, McCarthy, and Hagglund.

Nays: None Absent: None Motion carried.

Councilor Sherby supported by Councilor Schiavo moved to increase electric rates by 2% effective with bills being mailed the first week of February to keep up with the City's increased electric costs.

Ayes: Councilors Sherby, Schiavo, McCarthy, and Hagglund.

Nays: Mayor Sommers Absent: None Motion carried.

Cable TV rates will be postponed until next meeting.

A Building and Grounds Committee consisting of Mayor Sommers and Councilors Schiavo and McCarthy was established.

Councilor Schiavo supported by Councilor Hagglund moved to participate in the ATC's first 2015 Capital call. The City's share is \$892.82.

Ayes: Mayor Sommers, Councilors Sherby, Schiavo, McCarthy, and Hagglund.

Nays: None Absent: None Motion carried.

City Manager Olson will compile a full page ad for the 121st Annual UP Firefighters Tournament booklet in the amount of \$200

and present it to the Council next month for approval. (The tournament will be held in the City of Crystal Falls July 23rd-25th)

Councilor Sherby supported by Councilor Schiavo moved to approve the 2015 TRICO contract for the maintenance of the City pocket parks, River Walk, and the Industrial Park Sign for the amount of \$2,188.

Ayes: Mayor Sommers, Councilors Sherby, Schiavo, McCarthy, and Hagglund.

Nays: None Absent: None Motion carried.

Councilor Hagglund seconded by Councilor McCarthy moved that the items on the Consent Agenda be approved as noted below:

- 1. The following reports for the month of December 2014:
 - A. Police report, as submitted by Police Chief Tim Bean, indicating 86 complaints, of which 1 was closed by arrest, 4 parking tickets, and logging of 1,541 miles on patrol duty.
 - B. Public Works Department activity report as submitted by Foreman Kelly Stankewicz.
 - C. Electric Department activity report as submitted by Chief Electrician David Graff.
 - D. Treasurer's Revenue Report as submitted by Clerk/Treasurer Tara Peltoma.
 - E. Minutes of Regular Meeting December 8, 2014.
- 2. Payrolls and disbursements in the amount of \$512,169.62 be approved, and instruct the City Clerk to draw checks on the City Treasury in payment of same.

Ayes: Mayor Sommers, Councilors Sherby, Schiavo, McCarthy, and Hagglund

Nays: None Absent: None

Motion carried.

Mayor Sommers adjourned this meeting at 6:54 p.m.

PRESIDING OFFICER _____

PRESIDING CLERK _____