

Worksession
August 18, 2010
6:30 p.m.

DRAFT

Present: Councilors Gemignani, McKenzie, Laitila, Belej, Slivon and Hainault.
Absent: None

Also present: Haeussler, Curnard, Traci Williams, Chrissy Gerhart and Doug Hayrynen.

Reviewed and Discussed:

1. Doug Hayrynen gave the Council an update on the bids he received for the Sander and Dump Truck. Lowest bid that met the specs was International. (OK to award the Sander bid to International) Balance of the RD grant/loan \$45,000 is for the Dump Truck. Dump Truck bids were much higher, we will have to purchase a used vehicle if we can find one.
2. Sewer camera update. A warranty for this camera was 10% or about \$1500/year.
Recommendation: Not to purchase an extended warranty.
3. City of Hancock is looking for four persons to be on the Hancock horseshoe team. Game with the City of Houghton is Saturday, August 28th at 11:00 a.m.. Contact Glenn if you are interested in being on the TEAM.
4. Jim Martin update - Jim is doing well with his treatments.
5. Dave Soulak update - Dave (former City Manager twice) is very ill and living in Alaska.
6. Ray Gerhart is coming in from a MSHDA meeting in Marquette and will at the meeting to give his recommendations for 116 Quincy Street.
7. Update on the Mike Lahti building on Hancock. Mike is interested in remodeling the next two upper floors of the building to provide 10 rental units. Will hold off on the proposed tri-plex until a later date.
8. Update on the Arts Center renovation project. Plans are being presented at the 8-23-10 Planning Commission meeting.
9. Planning Commission will also review the FU Condon Field revised site plan.
10. MML in Dearborn on September 21st. Contact the City Manager if interested in attending.
11. Water Project Update.
-closing date for Lake Superior Timberland easement within the next month or so (\$20,085.00 for easement is needed)
12. The home at 1206 E. Atlantic Street sold last week for \$23,500.00.
13. Superior Sand and Gravel relocated part of the Ski Trail on their property. They blocked off 4x4 access to their property.
14. Mayor Laitila - History page on the Web Site should be updated (out of date) also there is an old Web Site that should be taken down. Discuss problems with the bridge.

Regular Meeting
August 18, 2010
7:30 p.m.

The regular meeting of the Hancock City Council was held in the Council Chambers on Wednesday, August 18, 2010 with Mayor Laitila presiding. The United States Flag was honored by all in attendance with the following duly qualified Councilors being present: Gemignani, McKenzie, Laitila, Belej, Slivon and Hainault.
Absent: None

Moved by Councilor McKenzie and seconded by Councilor Belej to approve the August 18, 2010 Agenda as amended:

New Business: Delete #1 July accounts payable Add #7. Hancock/Houghton Lift Bridge Problems.
Yes: All
No: None
Motion Carried.

Special presentation on proposed new County Justice Center by Sheriff Brian McLean and Truman Obermeyer:
Sheriff McLean and Mr. Obermeyer gave a 40 minute PowerPoint program of the new Justice Center along with questions and answers.

Will have 80 secure beds and 30 work camp beds
15.5 million dollar project over 30 years
Bond millage 1.3 mills

correspondence

Reasons to VOTE NO on the Houghton County Justice Center
Letter from Carl Levin re: \$500,000 water and waste disposal grant
e-mail from Eric Seagren re: Terrace Park and comments on 116 Quincy Street
MTU re: Thank you for last \$5000 donation to Mont Ripley SNOW fund
Letter from Georgeanne L. Taylor re: downtown Hancock
Memo from the City Clerk re: Councilor Candidates for the 11-2-2010 Election
MML Annual meeting notice 9-22-2010, Dearborn Michigan
Letter from the County Clerk re: County millage request for the 11-2-10 Election
for the Justice Center

Moved by Councilor Belej and seconded by Councilor Gemignani to acknowledge the
correspondence as presented and place them on file.

Yes: All

No: None

Motion Carried.

guests

Public Comment:

1. John Haeussler - comments on the proposed Justice Center
2. Ray Gerhart update on the 2010 Hancock Blight Reduction Program proposed Projects
 - new rental rehab grant submit 9-20 to 10-01
 - conversion projects in the downtown area
 - 10 units at \$35,000 per unit
 - 116 Quincy Street discussion and recommendation (stabilization of the building is recommended at this time)

minutes approval

Moved by Councilor Hainault and seconded by Councilor Belej approving the minutes of
the July 21, 2010 worksession and regular meeting as presented.

Yes: All

No: None

Motion Carried.

reports

Planning Commission minutes of 6-28-2010
M26/US41 Corridor meeting notes of 7-8-2010
Hancock Housing Commission minutes of 5-19-2010
PLWSA minutes of 7-13-10

Moved by Councilor Belej and seconded by Councilor Hainault to acknowledge the reports
as presented and place them on file.

Yes: All

No: None

Motion Carried.

administrative reports

1. Update on \$4.9 million, 24 unit Quincy Haven Apartments, along with a drawing of the complex.
2. IRS routine audit of the 2006 Hospital Finance Authority Bond Issue. Examination of \$27,920,000 variable rate demand refunding bonds (Portage Health, Inc.) Series 2006
3. Complete Street Training, Thursday, September 30th at 5 p.m., Ramada Inn, Hancock.
4. WUPHD annual weekly Hancock Beach sampling - Satisfactory - continue normal beach operations.

5. Citgo remodeling project.
New interior restrooms, enlarging the main cooler, moving around plumbing fixtures as a result of removing the old restrooms and modifying the mansard over the main entry.
Planning Commission has reviewed this project.
6. \$4.0 million Sewer Project update.
Bid out within the next 30 days
7. \$7.8 million Water Project update.
Water Project is 2 months behind the sewer project. Bid out this fall.
8. District Heating Study Project.
-FVB 310213 District Heating Feasibility Study , 40% of fee upon engagement \$14,000 grant will reimburse the General Fund.
9. Transit Finlandia University shuttle service.
-twice daily shuttle from Finlandia's main campus to the Jutila Center
-leaving Finlandia Hall at 8 am and leaving the Jutila Center at 5 p.m.
-\$600 per semester
10. DNRE \$9,000 Tree Inventory Grant update. Grant is approved.
11. Finlandia University/City Community Garden Project and Service Project.
-located on Ryan/Road Streets
12. DDA mini-façade grant program update.
-18 grants approved, 9 completed
13. DDA downtown marketing campaign update.
-banners are up, 500/\$5 coupons were used with the City reimbursing the vendor ½ (\$2.50)
14. Transit Building.
70% completed with project
Next meeting is 9-21 at 10:00 am

old business
116 quincy street

No action at this time.

plwsa 3rd revision
agreement

Moved by Councilor Belej and seconded by Councilor Gemignani approving the 3rd revision to the PLWSA and City of Hancock treatment agreement and authorizing the Mayor and City Clerk to execute the document.

Yes: All

No: None

Motion Carried.

houghton county
justice center

Moved by Councilor Hainault and seconded by Councilor McKenzie endorsing the Houghton County Justice Center project and the proposed millage proposal that will be on the General Election (11-2-10) Ballot.

Roll Call Vote:

Yes: Councilors Hainault, Slivon, Belej, Laitila and McKenzie.

No: Councilor Gemignani.

Motion Carried.

new business
add/l checks typed in
july

Moved by Councilor McKenzie and seconded by Councilor Hainault approving the additional checks typed in the month of July, 2010 in the amount of \$379,645.27 and authorize payment as follows:

Expenses \$160,890.46

Transfers 218,754.81

Total \$379,645.27

Roll Call Vote:

Yes: Councilors Gemignani, McKenzie, Laitila, Belej, Slivon and Hainault.

No: None

Motion Carried.

2010/2011 winter
sand bids

3000 tons of processed sand

Bidders:

Valley View Quarry (Moyle) \$8.44/ton delivered

Pebbles \$8.67/ton delivered

Superior Sand and Gravel \$8.55/ton delivered

low bidder Valley View Quarry

Moved by Councilor Hainault and seconded by Councilor Belej to award the 2010/2011 winter sand bid for 3000 tons of processed sand to the low bidder, Valley View Quarry in the amount of \$8.44/ton or \$25,320.00.

Roll Call Vote:

Yes: Councilors Gemignani, McKenzie, Laitila, Belej, Slivon and Hainault.

No: None

Motion Carried.

mjo payment for
transit building

Moved by Councilor Belej and seconded by Councilor McKenzie approving the 2nd pay request for MJO Contracting in the amount of \$152,982.31 for work on the new Transit Facility Project when funds become available.

Roll Call Vote:

Yes: Councilors Hainault, Slivon, Belej, Laitila, McKenzie and Gemignani.

No: None

Motion Carried.

resolution #18-10

Moved by Councilor Gemignani and seconded by Councilor Belej approving Resolution #18-10 as follows:

Resolution #18-10

PROJECT AUTHORIZATION RESOLUTION

WHEREAS, this resolution shall approve execution of the revised Project Authorization No. Z3/R3 with the Michigan Department of Transportation which it issues under Agreement No. 2007-0219, Project No. 109912.

NOW, THEREFORE, be it resolved that Glenn Anderson, City Manager and Karen Haischer, City Clerk of the City of Hancock are authorized to enter into and execute on behalf of the City of Hancock, the revised Project Authorization No. Z3/R3 with the Michigan Department of Transportation for Federal Operating Funds related to Section 5309 Funds for FY 2008.

Roll Call Vote:

Yes: Councilors Gemignani, McKenzie, Laitila, Belej, Slivon and Hainault.

No: None

Motion Carried.

sander & tandem dump
truck bids

Bid:

1 new current model year 187" wheelbase tandem axle dump truck

1 new current model year four wheel drive truck with salt spreader box and underbody scraper - single rear axle with dual wheels.

Bidders:

Dump Truck:

International 7400 Chassis Total - \$70,992

Kenworth T370 Chassis Total \$83,500

Sander:

International 7400 Sander Chassis Total \$102,498

Kenworth T470 Sander Chassis Total \$116,387

Recommendation: Purchase a new International 7400 Sander Chassis for a total of \$102,498 and with the balance of the RD grant/loan (\$45,416) look to purchase a used dump truck.

Moved by Councilor Hainault and seconded by Councilor Slivon to request from Rural Development that the City purchase a new International 7400 Sander Chassis for a total of \$102,498.00 and look for a used Dump Truck to purchase with the remainder of the RD grant/loan of \$45,416.00.

Roll Call Vote:

Yes: Councilors Gemignani, McKenzie, Laitila, Belej, Slivon and Hainault.

No: None

Motion Carried.

lift bridge concerns

Moved by Councilor McKenzie and seconded by Councilor Hainault directing the City Manager to contact the authorities who were responsible for notifying the public of the Houghton/Hancock lift bridge malfunction, of the Councils concerns regarding the slow radio and television notification process. Also, discuss with Senator Carl Levin (since he will be in town this week) MDOT officials, community representatives North of the Bridge, City of Houghton, MTU, FU and Hospital of our concerns regarding emergency notification process, who should be contacted and the possibility of construction of another bridge crossing.

Yes: All

No: None

Motion Carried.

Moved by Councilor Belej and seconded by Councilor Hainault that this regular meeting of the Hancock City Council be adjourned. Time: 10:02 p.m.

Yes: All

No: None

Motion Carried.

William Laitila, Mayor

Karen Haischer, CMC City Clerk