

Worksession
October 19, 2011
6:30 p.m.

DRAFT

Reviewed and Discussed:

Present: Councilors Haeussler, McKenzie, Moore, Laitila, Belej, Slivon and Hainault.
Also present: Chief Mike Beaudoin

Chief Mike Beaudoin presented the Council with his quarterly report for July, August and September, 2011.

1. 726 Complaints

	July 246,	August 247,	September 233
10 B&E's	1	5	4
19 Larcenies	9	9	1
16 Domestic	5	7	4
11 MSI	5	3	3
10 Suicides	5	3	2
1 Sex Assaults	1		
1 Motor Vehicle A	1		
2 Assaults	1		1
36 Traffic	12	8	16

1 Drug Raid

Bridgefest Parade – no incidents

Traffic Control – over 200 stops (Quincy/Reservation, Portage/Campus Drive)

2. Update on the fire at W. Quincy Street home.

3. 116 Quincy Street Update

-Mike Lahti will be purchasing this building by the end of the week.

-Needs a new roof

4. 116 Quincy could be eligible for a conversion Grant with MSHDA or Rental Rehab.

5. MEDC Rep. will be in Hancock next week to discuss the re-use of the Gartner's Bldg.

6. Finlandia University enrollment is down. They are looking to shave off some expenses from their operations budget. However, the dorm is full and they are looking to have football in place by 2014.

7. MTECH Brochure for your review and comment.

8. Quit Claim deed for the 13.69 acres for the Cemetery. Recorded.

9. Finlandia university Banner Project from Citizens Bank to the Jutila Building

10. Marijuana sub-committee has been working on an ordinance for Council review.

11. Big Louie Moilanen – 2013 Anniversary of his death.

12. Fred Lazarri building a new home on Lakeview Drive in the Township but will have City water.

13. A bill was sent to the bus company for \$588.50 for damages to the City light pole.

14. PLWSA update.

- September flows were down

- Preliminary audit show the City getting a refund of 51,000.00

15. Lift Bridge Emergency Plan Update.

-MDOT will contribute \$20,000 for a Phase I study to be completed by the end of September, 2012 by WUPPDR.

16. Winter salt was delayed and as of today still has not arrived.

17. SB4452 – Prohibits the public sector from competing with private sector.

18. Cemetery will close on Friday, November 11th.

19. Fire Department will be taking the ladder truck to Wisconsin for repairs. (Warranty Work)

20. The Bruce Rukkila Firm started the audit yesterday.

21. The Manager will be out of the Office on Thursday and Friday 10/27 and 10/28 for the Annual UP Manager's meeting in Escanaba.

22. We are working on a City Brochure for Council review.

Public Hearing

October 19, 2011

7:30 p.m.

On the proposed ordinance increasing sewer rates per 1,000 gallons from \$5.65 to 6.35. Mayor Laitila called this Public Hearing to order at 7:30 p.m.

Present: Councilors Haeussler, McKenzie, Moore, Laitila, Belej, Slivon and Hainault.
Also present: Manager Anderson and City Clerk Haischer.

No Public Comment.

Manager Anderson stated this rate increase will generate about \$108,000 for the Sewer Fund. New debt is about \$85,000 to cover sewer system improvements. The City received a combination of grant and loan from Rural Development.

Mayor Laitila closed this Public Hearing at 7:40 p.m.

Regular Meeting
October 19, 2011
7:40 p.m.

The regular meeting of the Hancock City Council was held in the Council Chambers on Wednesday, October 19, 2011 at 7:40 p.m. with Mayor Laitila presiding. The United States Flag was honored by all in attendance with the following duly qualified Councilors being present: Councilors Haeussler, McKenzie, Moore, Laitila, Belej, Slivon and Hainault.
Absent: None

Moved by Councilor Belej and seconded by Councilor Moore to approve the October 19, 2011 agenda as presented.

Yes: All

No: None

Motion Carried.

correspondence

Letter from the DEQ re: water supply evaluation (satisfactory)

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

Yes: All

No: None

Motion Carried.

guests

Public Comment:

- 1.
- 2.

minutes approval

Moved by Councilor Haeussler and seconded by Councilor Hainault to approve the minutes of the September 21, 2011 worksession, public hearing, and regular meeting as presented.

Yes: All

No: None

Motion Carried.

reports

Cash Balances All Funds – July and August
Due to/froms All Funds – July and August
Interest Earned All Funds – July and August
Revenue & Expense Report All Funds – July and August

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

Yes: All
No: None
Motion Carried.

Planning Commission minutes of August 22, 2011
Finnish Theme Committee minutes of September 26, 2011
PLLB Emergency Management Long Term Outage Group minutes of September 7, 2011
US41/M26 Corridor Advisory Team minutes of September 8, 2011
Finnish Theme Committee minutes of May 9, 2011
FINNFEST 2013 Board of Directors minutes of September 14, 2011
PLWSA minutes of September 13, 2011

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

Yes: All
No: None
Motion Carried.

admin. report

1. 2007 VK Yamaha snowmobile was sold to a Company in Canada for \$5,600.00
2. Update on the Fire Hall and City Hall roof repairs. (Completed)
3. Fire Hall overhead doors painted
4. Reshape Downtown Strategy Event
October 8th, Kangas Café – Breakfast will be served.
5. Waste Management re: SB 449. (fees increased \$.15 per ton at the landfill)
6. Update on 5.07 miles, \$2.38 million, 16: water transmission main project.
New line was put into service on 10-18-2011.
7. Update on Water Project.
Peterson and Sons will be finishing up sometime within the coming week.
They will still have some PRV work in the spring. E. Water Street is the last street to be completed.
8. Update on Sewer Project.
MJO is finishing up their added projects. They will complete Forest St. next spring.
The re-lining company will be back in town in the spring to complete their project Check for leaks, check joints, 12 more re-linings, 8 manholes.
9. Update on the Navy St. paving and storm sewer rehab. Project East of Sunset Drive.
Paving this coming week.

old business
ordinance #282

Moved by Councilor Hainault and seconded by Councilor Haeussler to adopt Ordinance #282 and approve publication in the Daily Mining Gazette as follows:

“AN ORDINANCE TO REPLACE ORDINANCE NO. 255 AND AMEND SECTION FOUR (4) OF ORDINANCE 123, SEWER USE MINIMUM CHARGE AND RATE AND MANDATORY CONNECTION AS AMENDED.”

THE CITY OF HANCOCK ORDAINS:

Section 1. The sewer use charge for all premises shall be \$6.35 per thousand (1000) gallons of water metered. The readiness to service charge shall be \$5.00 for all premises.

Section 2. This rate increase will commence with the September, 2011 utility billing. This ordinance was introduced by the City Council of the City of Hancock, Houghton County, Michigan on the 21st day of September, 2011.

This ordinance was adopted/enacted by the City Council of Hancock, Houghton County, Michigan on the 19th day of October, 2011.

This ordinance shall become effective thirty (30) days from the date of adoption according to the Hancock City Charter.

Effective this 19th day of November, 2011.

Roll Call Vote:

Yes: Councilors Hainault, Slivon, Belej, Laitila, Moore, McKenzie and Haeussler.
No: None
Motion Carried.

new business
September a/p

Moved by Councilor Belej and seconded by Councilor Hainault to approve the September, 2011 Accounts Payable in the amount of \$145,959.37 and authorize payment as funds become available as follows:

General	\$34,436.74
Major	20,391.07
Local	5,206.38
Transit	3,265.69
Sewer	46,859.88
Water	18,395.18
Motor V	13,811.06
DDA	<u>3,593.37</u>
Total	\$145,959.37

Roll Call Vote:

Yes: Councilors Haeussler, McKenzie, Moore, Laitila, Belej, Slivon and Hainault.
No: None
Motion Carried

add'l checks typed
september

Moved by Councilor Belej and seconded by Councilor McKenzie approving the additional checks typed in the month September, in the amount of \$4,062,869.34 and authorize payment as follows:

Expenses	\$1,645,367.22
Transfer	<u>\$2,417,502.12</u>
Total	\$4,062,869.34

Roll Call Vote:

Yes: Councilors Hainault, Slivon, Belej, Laitila, Moore, McKenzie and Haeussler.
No: None
Motion Carried.

surplus equip bids

Moved by Councilor Haeussler and seconded by Councilor Moore approving the high bids for the sale of City Surplus Equipment and Vehicles as follows:

CITY OF HANCOCK
SALE OF SURPLUS/VEHICLES
BID RESULTS
OPENED 10-17-11 10:30 A.M.

* **BOLD=HIGH BIDDER**

UNIT 1

2000 Ford Bus, VIN #0318
No bids

Unit 2

2000 Ford Bus, VIN # 0575
No bids

UNIT 3

2000 Ford Bus, VIN #0576
1. Douglas Nakkula \$205.00

UNIT 4

2000 Ford Bus, VIN # 0574
No bids

UNIT 5

1985 Chev. C-70 Dump Truck
1. William Voght \$2,299.99
2. Steve Therrian \$1,311.00
3. Steve Witting \$1,551.00

UNIT 6

1983 Chev. Garbage Truck
1. William Voght \$549.29
2. Steve Therrian \$278.00

UNIT 7
1990 GMC 1/2 ton pickup
1. **Steve Therrian \$200.00**

UNIT 8
1999 GMC Jimmy
1. Don Niemi \$500.00
2. Jeff Waatti \$125.00
3. Steve Therrian \$200.00
4. Steve Witting \$375.00
5. **Mike Immonen \$769.50**

UNIT 9
2003 Dodge
Durango
1. **Steve Therrian \$200.00**

UNIT 10
2002 Dodge
Durango
1. **Don Niemi \$500.00**
2. Joe Pizzi, Jr. \$307.67
3. Steve Therrian \$200.00
4. Steve Witting \$375.00

UNIT 11
1960 Farmall Cub Tractor
1. Ray McClellan \$853.76
2. Kenneth Cygan \$1,129.99
3. Roy Harju \$600.00
4. William Voght \$629.99
5. Peter Mace \$888.88
6. Jason Stromer \$256.00
7. **Wayne Ohtonen \$1,850.00**
8. Douglas Nakkula \$300.00
9. Jeremy Lassila \$580.00
10. Edwin Kautto \$805.00
11. Ray Schoos \$784.00
12. Charles Maki \$1,300.45
13. Mike Immonen \$318.00

UNIT 12
Farco Leaf
Vacuum
1. Bill Sarazin \$281.00
2. Tim Dupuis \$150.00
3. Steve Therrian \$178.00
4. **Douglas Nakkula \$503.00**

UNIT 13
TCA Low Boy Trailer
1. Tim Dupuis \$125.00
2. Jeff Waatti \$105.00
3. **Steve Therrian \$150.00**

UNIT 14
1998 Polaris Snowmobile
1. **Steve Therrian \$489.00**

Roll Call Vote:

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

No: None

Motion Carried.

water pay request #5
peterson and sons

Moved by Councilor Belej and seconded by Councilor McKenzie approving water project pay request #5 for \$610,141.46; James Peterson and Sons for \$575,393.21 and OHM for \$34748.25 and authorize payment as funds become available.

Roll Call Vote:

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

No: None

Motion Carried.

water change order #6

Moved by Councilor Haeussler and seconded by Councilor Belej approving water project change order #6 for a decrease in the amount of \$44,706.09 (credit).

Roll Call Vote:

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

No: None

Motion Carried.

sewer pay request #6
mjo contracting

Moved by Councilor Belej and seconded by Councilor McKenzie approving sewer project pay request #6 for \$617,111.34; MJO Contracting for \$579,472.09 and OHM for \$37,639.25 and authorize payment as funds become available.

Roll Call Vote:

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

No: None

Motion Carried.

opt out senate bill #7

Moved by Councilor Hainault and seconded by Councilor Belej approving to opt-out of Senate Bill2 requirement for full-time and non-union employees for 2012 related to new insurance premium requirements.

Roll Call Vote:

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

No: None

Motion Carried.

foreclosed property
051-003-010-00 (116 quincy)

Moved by Councilor Belej and seconded by Councilor Hainault to refuse purchase of a foreclosed property offered by the Houghton County Treasurer for parcel #31-051-003-010-00, property address: 116 Quincy Street.

Roll Call Vote:

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

No: None

Motion Carried.

cdbg program income

Moved by Councilor Haeussler and seconded by Councilor Belej to pledge the balance of the CDBG Housing Program Income towards the redevelopment of 116 Quincy Street with condition that an acceptable redevelopment plan is approved by the City Council before funds are disbursed.

Roll Call Vote:

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

No: None

Motion Carried.

resolution #20-11

Moved by Councilor McKenzie and seconded by Councilor Belej approving Resolution #20-2011 "A RESOLUTION PROPOSING THE UPPER PENINSULA ECONOMIC DEVELOPMENT ALLIANCE AS THE UP COLLABORATIVE DEVELOPMENT COUNCIL SUPERVISING AGENCY" (complete copy on file)

Roll Call Vote:

Yes: Councilors Hainault, Belej, Laitila, Moore, McKenzie and Haeussler.

No: Councilor Slivon

Motion Carried.

Moved by Councilor Belej and seconded by Councilor McKenzie that this regular meeting be adjourned. Time: 8:30 p.m.

Yes: All

No: None

William Laitila, Mayor

Karen Haischer, CMC City Clerk