

**MOUNTAIN IRON CITY COUNCIL MEETING
COMMUNITY CENTER
MOUNTAIN IRON ROOM
MONDAY, DECEMBER 6, 2004 - 6:30 P.M.
A G E N D A**

- I. Roll Call
 - II. Consent Agenda
 - A. Minutes of the November 22, 2004 Regular Meeting (#1-13)
 - B. Bills and Payroll
 - C. Receipts
 - D. Communications
 - III. Public Forum
 - A. Public Hearing – Truth-in-Taxation
 - IV. Committee and Staff Reports
 - A. Mayor’s Report
 - B. City Administrator’s Report
 - 1. MN/DNR Lease (#14-18)
 - 2. Commissioner Nelson’s Request (#19)
 - C. Director of Public Work’s Report
 - 1. Walk-in Cooler Quotes – Sr. Center (#20-21)
 - 2. Truck Quotes (#22)
 - D. Director of Parks and Recreation’s Report
 - 1. Temporary Winter Employees
 - E. City Engineers Report
 - 1. Pay Request Number 3 (#23-24)
 - F. Street Committee Commission
 - 1. 16th Avenue
 - V. Unfinished Business
 - A. 2005 Budget (#25-39)
 - B. Blight Ordinance (#40-46)
 - VI. New Business
 - A. Resolution 45-04 Accepting ROW and Easements (#47-49)
 - B. Law Enforcement Vehicle Quotes (#50)
 - C. Donation to Sr. Citizens (#51)
 - D. Communications
 - VII. Open Discussion
 - VIII. Announcements
 - IX. Adjourn
- # Denotes page number in packet

MINUTES
MOUNTAIN IRON CITY COUNCIL
NOVEMBER 22, 2004

Mayor Skalko called the City Council meeting to order at 6:31 p.m. with the following members present: Joe Prebeg, Jr., Allen Nelson, Dale Irish, Ed Roskoski, and Mayor Gary Skalko. Also present were: Craig J. Wainio, City Administrator; Jill M. Forseen, Municipal Services Secretary; Don Kleinschmidt, Director of Public Works; Rod Flannigan, City Engineer; Joe Stewart, Sheriff's Sergeant; Karen Luoma, Librarian; and Sam Aluni, City Attorney.

The Mayor congratulated Councilor Prebeg and Councilor Roskoski on being elected to the City Council for another term.

It was moved by Prebeg and supported by Irish that the consent agenda be approved as follows:

1. Add the following items to the agenda:
 - IV. A. 1. Greenwood Cemetery Association
 2. Resolution allowing Staff to work with a potential developer
 3. Heather Avenue Update
 4. Thank you to a City Employee
 - V. A. 1. Submit 2005 budget requests to the City Administrator
 - VI. H. Snow Plowing issue
2. Approve the minutes of the November 1, 2004, City Council meeting as submitted.
3. Approve the minutes of the November 4, 2004, Special City Council meeting as submitted.
4. That the communications be accepted, placed on file, and those requiring further action by the City Council be acted upon during their proper sequence on the agenda.
5. To acknowledge the receipts for the period November 1-15, 2004, totaling \$162,341.03, (a list is attached and made a part of these minutes).
6. To authorize the payments of the bills and payroll for the period November 1-15, 2004, totaling \$332,332.04, (a list is attached and made a part of these minutes).

The motion carried unanimously on a roll call vote.

During the public forum, Richard Jedlicki, 5195 Springer Drive (Mashkenode Lake area) was present and expressed concerned with the plowing of the roads by Mashkenode Lake. Councilor Roskoski said that he was part of the Street and Alley Committee and he advised Mr. Jedlicki that the situation was being reviewed by the City Engineer with regard to the road being up to grade before the City Council would accept the streets.

At 6:39 p.m., Larry Nanti, the Recreation Director, entered the meeting.

The Director of Public Works said that the road had to be brought up to specifications and then the City Council could accept them. He stated that the road would need to be 24 feet wide and 12 inches deep. Mr. Jedlicki said that Springer Drive (the road to Perch Lake) would need to have a cul-de-sac put in because the road does not have any way for a plow or school bus to turn around. The Director of Public Works said that the developer would have to put that in.

Also during the public forum, Frank Oberstar, 8937 Mud Lake Road, said that he has 20 acres of property and he would want to raise 2-3 beef cattle. He said that he would get them in the Spring and sell then in the Fall. Barb Fivecoate, a member of the Planning and Zoning Commission, said that the P & Z discussed this and it was determined that this would be a non-conforming use and the residents on Mud Lake Road who are farming, were grandfathered in. The City Attorney said that if other resident who were grandfathered in, decide to discontinue farming for one year, they could not start farming again. The City Attorney said that this area would have to be rezoned in order for Mr. Oberstar to have cattle on his property. The City Council referred Mr. Oberstar to the Planning and Zoning Commission to review the request further.

Wilbert Johnson, 5621 Nichols Avenue, said that he was still having blight problems with his neighbor at 5619 Nichols Avenue. Mr. Johnson said that there was no tarp on Mr. Nordlund's truck. The Blight Officer said that every time that he has checked into the issue there has been a tarp on the vehicle.

At 7:07 p.m., it was moved by Prebeg and supported by Irish to recess the regular meeting and open the public hearing on the Redevelopment Plan. The motion carried.

The City Attorney reviewed the procedure with the City Council regarding the Redevelopment Plan.

At 7:09 p.m., it was moved by Prebeg and supported by Skalko to close the public hearing and reconvene the regular meeting. The motion carried.

During the Mayor's report, the Mayor said that Greenwood Cemetery Association would like consideration for a contribution in the 2005 budget.

It was moved by Irish and supported by Roskoski to request financial information from the Greenwood and Calvary Cemetery Association for consideration of an allocation in the 2005 budget. The motion carried.

It was moved by Prebeg and supported by Skalko to allow City Staff to work with a potential developer on a development agreement. The motion carried with Irish and Roskoski voting no.

Councilor Irish and Roskoski said, for the record, that they voted against the previous motion because it is allowing City Staff to draft a development agreement.

The Mayor reported that had received a phone call from Thomas Seitz, 5435 Heather Avenue, saying that he has had two flat tires in the last couple months from the mill feed on Heather Avenue. The Mayor advised Mr. Seitz that the mill feed was placed on the road in the last two weeks. Councilor Roskoski also stated that Mr. Seitz has mill feed in his driveway. The Mayor said that if there are additional complaints with the mill feed, maybe the City will have to add some Class 5 to the road.

During the Mayor's report, the Mayor said that he wanted to give a special thank you to Terry Niska regarding his work at the Community Center during the "Festival of Trees" event.

It was moved by Prebeg and supported by Irish that the liquor and cigarette license applications for the period January 1, 2005 through December 31, 2005, be approved and issued to the following individuals and business establishments pursuant to the approval, where necessary, of the Liquor Control Commission and pursuant to the payment of all outstanding license fees and charges:

Jeff & Greg Properties, Inc.
DBA: B. G.'s Saloon
5494 Highway 7
Mountain Iron, MN 55792

On-Sale Intoxicating Liquor
Sunday On-Sale Intoxicating Liquor
Off-Sale Non-Intoxicating Liquor
Cigarette

Mike Lambert
DBA: Silver Creek Liquor Company
5489 Highway 7
Mountain Iron, MN 55792

Off-Sale Intoxicating Liquor
Cigarette

Commander
American Legion Post #220
5748 Mountain Avenue, PO Box 361
Mountain Iron, MN 55768

Club On-Sale Intoxicating Liquor
Off-Sale Non-Intoxicating Liquor
Cigarette

Mac's Bar, Inc.
DBA: Mac's Bar
8881 Main Street, PO Box 313
Mountain Iron, MN 55768

Off-Sale Intoxicating Liquor
On-Sale Intoxicating Liquor
Sunday On-Sale Intoxicating Liquor
Cigarette

Bruce A. Carlsen
Corner Spur
5499 Highway 7, Box 1207
Mountain Iron, MN 55792

Cigarette

Mrs. Joseph Giru
Little Joe's
5537 Nichols Avenue, PO Box 356
Mountain Iron, MN 55768

Off-Sale Non-Intoxicating Liquor
Cigarette

Jay Ryan Moehlenbrock
Jay Ryan Enterprise, Inc.
DBA: Sawmill Saloon & Restaurant
5478 Mountain Iron Drive
Mountain Iron, MN 55792

Off-Sale Intoxicating Liquor
On-Sale Intoxicating Liquor
Sunday On-Sale Intoxicating Liquor
Cigarette

Rezavor, Inc.
John Gorsha
5235 Campground Road
Mountain Iron MN 55768

Off-Sale Intoxicating Liquor
On-Sale Intoxicating Liquor
Sunday On-Sale Intoxicating Liquor
Cigarette

Adventures, Va., Inc.
Greg Hartnett
5475 Mountain Iron Drive
Mountain Iron MN 55792

Off-Sale Intoxicating Liquor
On-Sale Intoxicating Liquor
Sunday On-Sale Intoxicating Liquor

The motion carried.

It was moved by Irish and supported by Prebeg to accept the 2005 City curbside recyclable materials processing agreement with Saint Louis County. The motion carried.

Councilor Roskoski questioned why the new recycling area was not ready for the public to use and paved. The Director of Public Works stated that the initial plan did not include paving. He also stated that the project was slowed down by the installation of the gate and slide cards door opening system.

It was moved by Roskoski and supported by Irish to direct City Staff to seek cost estimates to include paving for the recycling roll off containers and lighting in the plan for the garbage/recycling/trash area. The motion carried.

The Blight Officer requested that an Administrative Hearing be set for the Lapatka complaint.

It was moved by Skalko and supported by Irish to set up an Administrative Hearing Board consisting of the Mayor Skalko, Councilor Prebeg, Councilor Roskoski and the City Administrator. And further, to request that the City Attorney attend the meeting. The motion carried.

It was moved by Prebeg and supported by Skalko to direct the Blight Officer to set up a meeting date and time for the Administrative Hearing for the Lapatka complaint. The motion carried.

The Recreation Director advised the City Council that the Park and Recreation Board would be meeting on December 1, 2004 regarding hiring winter employees.

Councilor Roskoski said there is a concern with residents in the Downtown Mountain Iron area regarding some petty thefts occurring. Councilor Roskoski asked if they could set up a neighborhood watch. Sergeant Stewart said that there are additional calls for service and they are patrolling more in the Downtown area. The Sergeant said he would provide some Neighborhood Watch information to the Downtown Committee.

Councilor Prebeg questioned hunting problems in the area. The Sergeant said that the Sheriff's Department Staff have spoken with various people regarding the hunting regulations.

Councilor Irish questioned whether there is hunting allowed on the bike trail. The Sergeant said that a lot of the trail is located in areas that permit hunting.

It was moved by Irish and supported by Nelson to authorize payment request number one to Jola and Sopp Excavating for the Emergency Waterline Connection Project in the amount of \$37,170.65. The motion carried unanimously on a roll call vote.

It was moved by Nelson and supported by Prebeg to accept the recommendation of the Planning and Zoning Commission and approve the Pearson Variance application, 9232 Old Highway 169, Parcel 175-0071-02055 to place a shed 70 feet from the centerline of Old Highway 169 contingent on the Zoning Administrator checking the measurements. The motion carried.

It was moved by Prebeg and supported by Irish to accept the recommendation of the Planning and Zoning Commission and approve the Pearson Conditional Use Permit application, 9232 Old Highway 169, Parcel 175-0071-02055 to allow two horses on their property contingent that the Zoning Administrator checking to see that the animals are kept at least 150 feet away from the water well. The motion carried.

It was moved by Skalko and supported by Roskoski to set a Committee-of-the-Whole meeting for Wednesday, December 1, 2004, at 6:30 p.m. for the purpose of reviewing the 2005 Budget. And further, to invite all of the City Department Heads to submit input for the proposed capital outlay items and have City Staff prepare a proposed five year capital outlay plan. The motion carried.

It was moved by Skalko and supported by Prebeg to hereby appoint Councilor Irish to the Board of Commissioners for the Mountain Iron Housing and Redevelopment Authority for a term to expire on December 31, 2005. The motion carried.

It was moved by Skalko and supported by Roskoski to hereby appoint Councilor Nelson to the Board of Commissioners for the Mountain Iron Housing and Redevelopment Authority for a term to expire on December 31, 2006. The motion carried with Councilor Nelson voting no.

It was moved by Prebeg and supported by Irish to hereby appoint Mayor Skalko to the Board of Commissioners for the Mountain Iron Housing and Redevelopment Authority for a term to expire on December 31, 2007 or until the expiration of his serving as Mayor, whichever is sooner. The motion carried.

It was moved by Skalko and supported by Nelson to hereby appoint Councilor Prebeg to the Board of Commissioners for the Mountain Iron Housing and Redevelopment Authority for a term to expire on December 31, 2008. The motion carried.

It was moved by Skalko and supported by Irish to hereby appoint Councilor Roskoski to the Board of Commissioners for the Mountain Iron Housing and Redevelopment Authority for a term to expire on December 31, 2009, or until the expiration of his serving as Councilor, whichever is sooner. The motion carried with Councilor Roskoski abstaining.

Councilor Roskoski questioned the naming of the roads in Mountain Iron, he commented that they don't make sense.

It was moved by Roskoski and supported by Skalko to adopt Resolution 44-04, Approving establishment of a Redevelopment Project and approving a Redevelopment Plan therefore and approving establishment of a Development District and approving a Development Program therefore as proposed by the Mountain Iron Economic Development Authority, (a copy is attached and made a part of these minutes). The motion carried.

The Mayor stated that he would like to see the Economic Development Authority meeting regularly and aggressively marketing the City.

It was moved by Skalko and supported by Prebeg to direct City Staff to submit a letter and application to the Board and Commission members that have a term expiring at the end of 2004 and request that they submit their application if they are interested in serving another term. The motion carried.

It was moved by Skalko and supported by Prebeg to direct City Staff to advertise the openings on the Boards and Commissions in the newspaper, so that the public is aware of the openings and can apply for positions if they are interested. The motion carried.

At 8:34 p.m., Councilor Prebeg left the meeting.

It was moved by Roskoski to have a policy that at all regular meetings or special meetings where the Director of Public Works would not be attending the meeting that the Foreman attends the City Council meetings. After further discussion, Councilor Roskoski rescinded his motion.

At 8:37 p.m., Councilor Prebeg returned to the meeting.

It was moved by Roskoski and supported by Skalko to have the Personnel Committee review the position description for the Foreman and the Director of Public Works with regard to attending City Council meetings and have a recommendation back to the City Council within two months. The motion carried.

It was moved by Roskoski and supported by Irish to contact Minnesota Power and Lake Country Power regarding the City's potential street lighting project in the Ann's Acres area. And further, have the Director of Public Works obtain prices for a standard design light pole (similar to the ones placed in Unity Addition) and have the City Engineer review where the wires should be pulled from and how deep the wire should be buried and have the Utility Advisory Board review this project and make a recommendation to the Council. The motion carried.

Councilor Roskoski advised the Council that the Recreation Building for the Downtown area is being worked on by the ERSTC Construction classes that he teaches in Virginia.

It was moved by Roskoski and supported by Skalko to direct City Staff to write a thank you letter from the City Council to Joe Buria and the Mountain Iron Fire Department for obtaining another FEMA Grant for over \$88,000. The motion carried.

It was moved by Roskoski and supported by Irish to have the Director of Public Works instruct all plow operators assigned to Ann's Acres that the following be adhered to with regard to the plowing on North Court:

1. plow as close as possible to the curbs in North Court,
2. pile any necessary snow that may accumulate in front of the vacant lot, but not on the lot, and
3. if the snow pile gets so big that it gets in the way of the mail boxes and driveways on North Court, that the snow be hauled away.

The motion carried with Councilor Prebeg and Nelson voting no.

It was moved by Prebeg and supported by Skalko to authorize a contribution to the Mountain Iron-Buhl Comprehensive Arts Planning Program in the amount of \$100. The motion carried on the following roll call vote: Irish, yes; Roskoski, yes; Prebeg, yes; Nelson, no; and Skalko, yes.

It was moved by Prebeg and supported by Skalko to authorize the City Crew to continue plowing the Calvary and Greenwood Cemeteries as they have in the past, until something is resolved with the City of Virginia. And further, direct City Staff to contact the City of Virginia to develop an agreement for plowing the cemeteries. The motion carried.

At 9:18 p.m., it was moved by Roskoski and supported by Skalko that the meeting be adjourned. The motion carried.

Respectfully submitted:



Jill M. Forseen, CMC/MMCA
Municipal Services Secretary

www.mtniron.com

COMMUNICATIONS

1. Nancy Larson, Manager, Community Development Division, Saint Louis County, a letter concerning the CDBG Grant for the Library elevator.
2. Bryan Anderson, Enhancements Program, a memo concerning the Federal Enhancement Funding.
3. Tim Flaherty, Coalition of Greater Minnesota Cities, a memo concerning meetings with legislators
4. Minnesota Association of Small Cities, the Small Cities Update.
5. Comprehensive Arts Planning Program, a letter requesting a donation.

Summary By Category And Distribution

Category	Distribution	Amount
UTILITY	UTILITY	79,589.57
MISCELLANEOUS	HALLOWEEN CARNIVAL PROCEEDS	1,457.06
MISCELLANEOUS	REIMBURSEMENTS	4,799.26
BUILDING RENTALS	COMMUNITY CENTER	775.00
METER DEPOSITS	ELECTRIC	4,475.00
MISCELLANEOUS	COCA-COLA RECEIPTS-CITY HALL	82.90
INTERGOVERNMENTAL REVENUE	MINING EFFECTS TAX	50,165.77
CHARGE FOR SERVICES	ELECTRIC-CHG FOR SERVICES	539.20
MISCELLANEOUS	SPEC. EVENT-FUNDS NOT USED-CR	100.00
PERMITS	BUILDING	90.43
BUILDING RENTALS	BUILDING RENTAL DEPOSITS	300.00
MISCELLANEOUS	ELECTRICAL INSPEC FORMS	2.00
BUILDING RENTALS	NICHOLS HALL	110.00
MISCELLANEOUS	ASSESSMENT SEARCHES	30.00
CD INTEREST	CD INTEREST 101	2,146.93
CD INTEREST	CD INTEREST 301	2,954.88
CD INTEREST	CD INTEREST 378	1,395.35
CD INTEREST	CD INTEREST601	246.22
CD INTEREST	CD INTEREST 602	574.57
CD INTEREST	CD INTEREST 603	1,067.10
CD INTEREST	CD INTEREST 103	1,432.27
PERMITS	VARIANCE	150.00
LICENSES	CIGARETTE	300.00
LICENSES	LIQUOR	110.00
PERMITS	CONDITIONAL USE	150.00
SALE OF PROPERTY	SALE OF PROPERTY	3,500.00
CAMPGROUND RECEIPTS	COCA COLA	34.40
MISCELLANEOUS	CABLE TV FRANCHISE FEE	5,763.12
Summary Totals:		<u>162,341.03</u>

Check Issue Date(s): 11/06/2004 - 11/30/2004

Per	Date	Check No	Vendor No	Payee	Check GL Acct	Amount
11/04	11/15/2004	30810	1144	VOID - MN INSTITUTE OF PUBLIC HEAL	002-20200	100.00 -M
11/04	11/10/2004	30828	190039	VOID - ST LOUIS COUNTY RECORDER!	002-20200	124.15 -M
11/04	11/09/2004	30838	1154	WACOOTAH WHEELERS	002-20200	61.25
11/04	11/10/2004	30839	190039	ST LOUIS COUNTY RECORDERS OFFC	002-20200	1.65
11/04	11/10/2004	30840	190039	ST LOUIS COUNTY RECORDERS OFFC	002-20200	122.50
11/04	11/17/2004	30841	130011	MOUNTAIN IRON POSTMASTER	002-20200	284.73
11/04	11/23/2004	30842	10013	A T & T INFORMATION SYSTEMS	002-20200	61.97
11/04	11/23/2004	30843	10008	AIRGAS NORTH CENTRAL	002-20200	106.86
11/04	11/23/2004	30844	10021	ARROWHEAD LIBRARY SYSTEM	002-20200	800.00
11/04	11/23/2004	30845	20022	BENCHMARK ENGINEERING INC	002-20200	3,193.00
11/04	11/23/2004	30846	1164	BONNIE KING	002-20200	83.98
11/04	11/23/2004	30847	20007	BP	002-20200	3,511.87
11/04	11/23/2004	30848	1157	BRIAN IRISH	002-20200	71.49
11/04	11/23/2004	30849	30061	CELLULARONE	002-20200	502.11
11/04	11/23/2004	30850	30001	CHRISTENSEN PARTS SERVICE INC	002-20200	99.78
11/04	11/23/2004	30851	220003	CITY OF VIRGINIA	002-20200	94.83
11/04	11/23/2004	30852	30053	CONSOLIDATED TRADING COMPANY	002-20200	765.55
11/04	11/23/2004	30853	40028	DITCH WITCH OF MINNESOTA INC	002-20200	729.89
11/04	11/23/2004	30854	50006	ECONOMY READY MIX	002-20200	266.63
11/04	11/23/2004	30855	500012	ERA LABORATORIES INC	002-20200	1,431.20
11/04	11/23/2004	30856	60026	FASTENAL COMPANY	002-20200	480.50
11/04	11/23/2004	30857	60006	FISHER PRINTING	002-20200	193.83
11/04	11/23/2004	30858	60011	FLANAGAN SALES INC	002-20200	17,929.00
11/04	11/23/2004	30859	5007	FORTIS BENEFITS	002-20200	510.40
11/04	11/23/2004	30860	1169	GEORGE & BARBARA RAMONDO	002-20200	735.73
11/04	11/23/2004	30861	70004	GRANDE ACE HARDWARE	002-20200	34.90
11/04	11/23/2004	30862	70028	GREATER MINNESOTA AGENCY INC	002-20200	186.00
11/04	11/23/2004	30863	70029	GUARDIAN PEST CONTROL INC	002-20200	56.82
11/04	11/23/2004	30864	80022	HAWKINS INC	002-20200	449.73
11/04	11/23/2004	30865	80002	HILLYARD	002-20200	255.89
11/04	11/23/2004	30866	80010	HOMETOWN ELECTRIC	002-20200	1,372.10
11/04	11/23/2004	30867	1167	HOWARD OR DORIS LEIDER	002-20200	103.85
11/04	11/23/2004	30868	90009	IRON OAKES FENCING	002-20200	3,856.00
11/04	11/23/2004	30869	1162	JACOB MILLS	002-20200	241.54
11/04	11/23/2004	30870	100008	JENIAS APPLIANCE & TV	002-20200	122.48
11/04	11/23/2004	30871	1165	JEREMY LEHMAN	002-20200	99.14
11/04	11/23/2004	30872	1168	JOYCE SOLINGER	002-20200	50.00
11/04	11/23/2004	30873	664	KEITH MARSHALL	002-20200	100.00
11/04	11/23/2004	30874	120006	L & M SUPPLY	002-20200	842.59
11/04	11/23/2004	30875	120011	LABOR AND INDUSTRY	002-20200	30.00
11/04	11/23/2004	30876	1156	LAURI GILMAN & JOHN MILLER	002-20200	133.08
11/04	11/23/2004	30877	1160	LINDSY MITCHELL	002-20200	63.41
11/04	11/23/2004	30878	120004	LITERARY GUILD	002-20200	36.98
11/04	11/23/2004	30879	1161	MATTHEW SANDNAS	002-20200	50.74
11/04	11/23/2004	30880	130106	MEDIACOM - MIDWEST	002-20200	55.95
11/04	11/23/2004	30881	130004	MESABI DAILY NEWS	002-20200	1,493.88
11/04	11/23/2004	30882	1205	MIB QUARTERBACK CLUB	002-20200	400.00
11/04	11/23/2004	30883	130051	MINNESOTA PLANNING	002-20200	105.42
11/04	11/23/2004	30884	130009	MINNESOTA POWER	002-20200	45,294.58
11/04	11/23/2004	30885		Information Only Check	002-20200	.00 V
11/04	11/23/2004	30886	130015	MT IRON WATER AND LIGHT DEPT	002-20200	12,651.98
11/04	11/23/2004	30887	140012	NATIONAL GEOGRAPHIC SOCIETY	002-20200	15.90
11/04	11/23/2004	30888	140052	NORTHEAST SERVICE COOPERATIVE	002-20200	30,952.21
11/04	11/23/2004	30889	140004	NORTHERN ENGINE & SUPPLY INC	002-20200	317.51
11/04	11/23/2004	30890	150014	ONE CALL CONCEPTS INC	002-20200	43.70
11/04	11/23/2004	30891	160003	PERPICH TV & MUSIC INC	002-20200	8.92
11/04	11/23/2004	30892	160038	PITNEY BOWES	002-20200	420.68

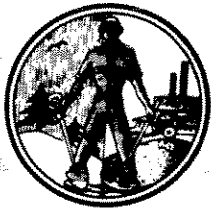
M = Manual Check, V = Void Check

Check Issue Date(s): 11/06/2004 - 11/30/2004

Per	Date	Check No	Vendor No	Payee	Check GL Acct	Amount
11/04	11/23/2004	30893	170001	QWEST	002-20200	466.87
11/04	11/23/2004	30894	1155	RACHEL LUALLIN	002-20200	60.20
11/04	11/23/2004	30895	180004	RANGE COOPERATIVES	002-20200	9.59
11/04	11/23/2004	30896	180045	RESERVE ACCOUNT	002-20200	500.00
11/04	11/23/2004	30897	1163	RICHARD CUMMINGS	002-20200	93.57
11/04	11/23/2004	30898	1170	RON MCGRUFF	002-20200	1,108.21
11/04	11/23/2004	30899	190010	SEPPI BROTHERS	002-20200	6,717.41
11/04	11/23/2004	30900	190045	SERVICE SOLUTIONS	002-20200	372.80
11/04	11/23/2004	30901	1158	SHAWNDA KALLIO	002-20200	95.13
11/04	11/23/2004	30902	190002	ST LOUIS COUNTY AUDITOR	002-20200	50.00
11/04	11/23/2004	30903	190016	ST LOUIS COUNTY AUDITOR	002-20200	261.60
11/04	11/23/2004	30904	190039	ST LOUIS COUNTY RECORDERS OFFC	002-20200	34.50
11/04	11/23/2004	30905	1159	STEPHANIE CLARK	002-20200	92.51
11/04	11/23/2004	30906	200003	TACONITE TIRE SERVICE	002-20200	3,143.28
11/04	11/23/2004	30907	200020	THE TRENTI LAW FIRM	002-20200	2,395.97
11/04	11/23/2004	30908	1166	THERESE PETERSON	002-20200	64.92
11/04	11/23/2004	30909	200027	TRUE VALUE HOME CENTER	002-20200	42.66
11/04	11/23/2004	30910	210001	UNITED ELECTRIC COMPANY	002-20200	971.24
11/04	11/23/2004	30911	220020	VISA	002-20200	10,247.72
11/04	11/23/2004	30912	250001	YOUNG ADULT RESOURCES	002-20200	46.44
11/04	11/30/2004	30913	100019	JOLA & SOPP EXCAVATING INC	002-20200	37,170.85
11/04	11/30/2004	30914	1171	MIB CAPP DISTRICT 712	002-20200	100.00
11/04	11/30/2004	30915	190002	ST LOUIS COUNTY AUDITOR	002-20200	121.75

Totals:

	195,827.60
Payroll-PP Ending 11/5/04	50,546.56
Payroll-PP Ending 11/19/04	76,684.89
Sales Tax-Electronic Trans. 11/19/04	9,272.99
TOTAL EXPENDITURES	<u>\$332,332.04</u>



CITY OF MOUNTAIN IRON

"TACONITE CAPITAL OF THE WORLD"

PHONE: 218-748-7570 • FAX: 218-748-7573 • www.mtniron.com
8586 ENTERPRISE DRIVE SOUTH • MOUNTAIN IRON, MN • 55768-8260

RESOLUTION NUMBER 44-04

APPROVING ESTABLISHMENT OF A REDEVELOPMENT PROJECT AND APPROVING A REDEVELOPMENT PLAN THEREFOR AND APPROVING ESTABLISHMENT OF A DEVELOPMENT DISTRICT AND APPROVING A DEVELOPMENT PROGRAM THEREFOR AS PROPOSED BY THE MOUNTAIN IRON ECONOMIC DEVELOPMENT AUTHORITY

BE IT RESOLVED by the City Council (the "Council") of the City of Mountain Iron, Minnesota (the "City"), as follows:

- Section 1. Recitals. The Council makes the following recitals of fact:
- A. Pursuant to Minnesota Statutes, Sections 469.090 through 469.1081, the City has established the Mt. Iron Economic Development Authority (the "Authority") and authorized the Authority to exercise development and redevelopment powers under Minnesota Statutes, Sections 469.001 through 469.047, 469.090 through 469.108 and 469.124 through 469.134 (collectively, the "Act").
 - B. In furtherance of the objectives of the Authority, the Authority has proposed:
 - (i) establishment of a Project Area (the "Redevelopment Project") in the City and adoption of a Redevelopment Plan therefor (the "Redevelopment Plan") pursuant to Sections 469.027 and 469.028 of the Act; and
 - (ii) establishment of a Development District (the "Development District") in the City and adoption of a Development Program therefor (the "Development Program") pursuant to Sections 469.125 and 469.126 of the Act.
 - C. The Redevelopment Project and the Development District are coterminous, encompassing the entire jurisdiction of the City (the "Project Area").
 - D. The Redevelopment Plan and the Development Program are included in one document entitled "Redevelopment Plan/Development Program for Project Area No. 1" (the "Plan") which is now on file in the office of the City Administrator.

- E. The Authority has transmitted to the Council:
 - (i) a copy of Authority Resolution Number 01-04;
 - (ii) a copy of the written opinion of the Planning Commission on the Plan; and
 - (iii) a copy of the Plan.
- F. The Council has this day held a public hearing on the Plan and designation of the Project Area at which all desiring to speak were given an opportunity to be heard.

Section 2. Findings. It is hereby found, determined and declared, after investigation of the facts and reports and studies previously presented to this Council that:

- A. The land in the Project Area would not be made available for redevelopment without the financial aid to be sought by establishing the Project Area.
- B. The Plan will afford maximum opportunity, consistent with the needs of the City as a whole, for the redevelopment of the Project Area by private enterprise.
- C. The Plan conforms to the general plan for the development of the City as a whole.

Section 3. Approval.

- A. The Project Area is approved.
- B. The Plan is approved.

DULY ADOPTED BY THE CITY COUNCIL THIS 22nd DAY OF NOVEMBER, 2004.

ATTEST:



City Administrator



Mayor Gary Skalko



Minnesota Department of Natural Resources

500 Lafayette Road
St. Paul, Minnesota 55155-40⁴⁵

November 18, 2004

City of Mountain Iron
P.O. Box 505
Mountain Iron, MN 55768

Re: Lease #144-012-0204
N1/2 SE1/4 in Section 3, Township 58 North, Range 18 West
St. Louis County

Dear Lessee:

A new lease number has been assigned to the above lease. Lease number #144-012-0204 is replacing the old lease number 144-015-0415. Please refer to this new lease number #144-012-0204 in regards to your lease.

Enclosed are two copies of the lease. Please have Mayor and Chairperson sign both copies of the lease on the third page along their titles and the date. Please send documentation authorizing these individuals to enter into this lease with the State.

Return all copies to this office within 30 days. When the lease is completed by the State we will send you a copy for your records.

Please remit \$357.30, made payable to the Department of Natural Resources. This payment will cover the lease through September 30, 2007.

Please do not make any changes to the lease. If you have changes, questions, or concerns regarding this lease, please call me at (651) 297-3869.

Sincerely,


Jean Zoch,
Lease Assistant
Division of Land and Minerals

Enclosure

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DNR Information: 651-296-6157 • 1-888-646-6367 • TTY: 651-296-5484 • 1-800-657-3929

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**MINNESOTA
DEPARTMENT OF
NATURAL RESOURCES**

Lease Number 144-012-0204
Field Unit Hibbing Area Forestry Office

MISCELLANEOUS LEASE

This lease, executed in duplicate by and between the State of Minnesota, under the authority and subject to the provisions of M.S., sec. 89.17, acting by and through its Commissioner of Natural Resources, hereinafter called LESSOR and; the LESSEE as named below.

Lessee City of Mountain Iron		
Lessee Address (No. & Street, RFD, Box No., City, State, Zip) P.O. Box 505, Mountain Iron, Minnesota 55768		
Lease Fee \$714.60	Fee Payment Schedule \$357.30 due upon execution and \$357.30 due October 1, 2007.	
Term Five (5) years	Effective Date October 1, 2004	Termination Date September 30, 2009
Purpose of Lease Scenic overlook and road right-of-way.		County St. Louis

IT IS AGREED AS FOLLOWS:

1. **PREMISES:** The LESSOR in consideration of the terms, conditions and agreements contained herein, and the payment of the Lease Fee to be paid by the LESSEE, hereby leases to the LESSEE, subject at all times to sale, lease and use for mineral or other purposes the following described premises to wit:

That part of the North Half of the Southeast Quarter of Section 3, Township 58 North, Range 18 West, St. Louis County. Said parcel contains 3.97 acres more or less and as approximately shown on the attached map which is made a part of this lease.

and herein referred to as the "Premises".
2. **TERMS:** The terms LESSOR, LESSEE, LESSEE ADDRESS, LEASE FEE, FEE PAYMENT SCHEDULE, TERM, EFFECTIVE DATE, TERMINATION DATE, PURPOSE OF LEASE AND STATUTORY AUTHORITY, use herein shall be described above and are incorporated herein.
3. **LEASE PERIOD:** This lease shall be in effect for the TERM, beginning on the EFFECTIVE DATE and ending on the TERMINATION DATE, unless terminated earlier under provisions of this lease.
4. **USE OF PREMISES:** LESSEE shall use the Premises only for PURPOSE OF LEASE.
5. **LEGAL OBLIGATIONS:** This lease is not to be construed to relieve the LESSEE of any obligations imposed by law.
6. **INCUMBRANCE:** This lease is subject to all existing easements, right-of-ways, licenses, leases and other incumbrance upon the Premises and LESSOR shall not be liable to LESSEE for any damages resulting from any action taken by a holder of an interest pursuant to the rights of that holder thereunder.
7. **MAINTENANCE:** The LESSEE shall maintain the Premises in good repair, keeping them safe and clean, removing all refuses and debris that may accumulate. LESSEE shall comply with all laws affecting the Premises, including local ordinances and state regulations. No timber shall be cut, used, removed or destroyed by the LESSEE without first obtaining written permission from the LESSOR.
8. **TERMINATION:** This lease may be terminated at any time by mutual agreement. A lease entered pursuant to Minn. Stat. section 89.17 may be canceled anytime by LESSOR.

LESSEE shall, on the TERMINATION DATE, or earlier as provided for in this lease, peacefully and quietly surrender the Premises to the LESSOR in as good condition and repair as on the EFFECTIVE DATE. If the LESSEE fails to surrender the Premises on the termination of this lease, the LESSOR may eject or remove the LESSEE from the Premises and LESSEE shall indemnify the LESSOR for all expenses incurred by the LESSOR. In addition, LESSEE shall remove all LESSEE'S property from the Premises upon termination and any property remaining shall be considered abandoned and shall be disposed of by the LESSOR according to law. If this lease is terminated prior to the TERMINATION DATE, the LESSEE shall not be relieved of any obligation incurred prior to termination.

9. **HOLDOVER:** LESSEE shall pay to the LESSOR a sum equal to the monthly rent plus fifty (50) percent of the monthly rent for each month that LESSEE holds the Premises after termination of this lease without authorization by LESSOR. This sum shall be liquidated damages for the wrongful holding over. LESSEE acquires no additional rights by holding the Premises after termination and shall be subject to legal action for removal.
10. **LEASE PAYMENTS:** The LESSEE shall pay to the Minnesota State Treasurer through the LESSOR the LEASE FEE, which is due and payable according to the FEE PAYMENT SCHEDULE. The LESSOR may assess penalties and interest as provided for by law or in this lease on any payments over thirty (30) days past due.
11. **UTILITIES:** LESSEE shall pay for all utilities furnished on the Premises for the term of this lease, including electric, gas, oil, water, sewer and telephone.
12. **ALTERATIONS:** The LESSEE shall make no changes, alterations nor improvements to the Premises or to any structure thereon without the prior written consent of the LESSOR. Any changes, alterations or improvements in or to the Premises shall be at LESSEE sole expense.
13. **NO WAIVER:** No delay on the part of the LESSOR in enforcing any conditions in this lease, including termination for violation of the terms of this lease, shall operate as a waiver of any of the rights of the LESSOR.
14. **TAXES:** The LESSEE shall pay, when due, all taxes assessed against or levied upon the Premises or upon the fixtures, improvements, furnishings, equipment and other personal property of the LESSEE located on the Premises during the TERM of this lease.
15. **LIABILITY:** This lease shall not be construed as imposing any liability on the LESSOR for injury or damage to the person or property of the LESSEE or to any other persons or property, arising out of any use of the Premises, or under any other easement, right-of-way, license, lease or other incumbrance now in effect. The LESSEE shall indemnify and hold harmless the LESSOR from all claims arising out of the use of the Premises whether such claims are asserted by civil action or otherwise.
16. **NOTICES:** Any notice given under this lease shall be in writing and served upon the other party either personally or by depositing such notice in the United States mail with the proper first class postage and address. Service shall be effective upon the depositing of the notice in the United States mails. The proper mailing address for the purposes of serving notice on the LESSOR shall be the Commissioner, Department of Natural Resources, 500 Lafayette Road, St. Paul, Minnesota 55155-4045, and on the LESSEE it shall be as stated in the LESSEE'S ADDRESS.
17. **TRANSFERS:** This lease shall extent to, and bind the successors, heirs, legal representative and assigns of the LESSOR and LESSEE. In addition, the LESSEE shall not without the LESSOR'S prior written consent: a) assign, convey, mortgage, pledge, encumber or otherwise transfer this lease or any interest under it; b) allow any transfer or any lien upon the LESSEE'S interest by operation of law; c) sublet the Premises or any part thereof; d) permit the use or occupancy of the Premises or any part thereof by anyone other than the LESSEE.
18. **PUBLIC RECREATION USE:** The LESSEE agrees and understands that the public land leased herein shall be open to public recreational uses, as defined by M.S. 604A.21, not inconsistent with the purposes of this lease. The LESSEE shall not unreasonably refuse permission to any person to enter upon the lands leased herein for reasonable public recreational use without first obtaining the written permission of the LESSOR. If the LESSOR authorizes the prohibition of any public recreational uses, the prohibition shall apply to all persons including the LESSEE.
19. **CONSTRUCTION OF LEASE:** If any clause or provision of this lease is or becomes illegal, invalid or unenforceable because of present or future laws or any rule or regulation of any governmental body, the intentions of the LESSOR and LESSEE here is that the remaining parts of this lease shall not be affected thereby.

20. **ADDITIONAL TERMS:**

- A. Lessee shall procure liability insurance, naming the State as additional insured in the amount of at least \$300,000 per individual and \$1,000,000 per occurrence from an insurance carrier licensed to do business in Minnesota. Upon execution of this lease, the Lessee shall provide the Lessor with a certificate of insurance indicating the required coverage and the Lessee shall periodically provide the Lessor with evidence of insurance as the Lessor may request. The policy shall provide that the Lessor be notified ten days prior to the cancellation or termination of the policy. The Lessee shall be required to maintain such insurance to the full extent of the amounts specified in Minnesota Statutes, Section 3.736 which amounts shall be incorporated herein by reference. If those amounts are changed following execution of this lease, the Lessee shall provide whatever amount of insurance is required by that change within 30 days after the Lessor notifies the Lessee of the change.
- B. During the term of this lease, the Lessee agrees that it will erect and maintain fencing or other barriers along the outside perimeter of any inactive excavation, open pits or shaft located on the leased premises. The fencing or barriers shall meet the requirements of Minnesota Statutes, sec. 180.03
- C. Lessee shall implement erosion control practices as necessary and as directed by the Department of Natural Resources field manager to prevent deterioration of stock pile slopes.
- D. This lease is subject to lease #144-012-0056, United States Steel Corp.

TESTIMONY WHEREOF, the parties have set their hands in duplicate.

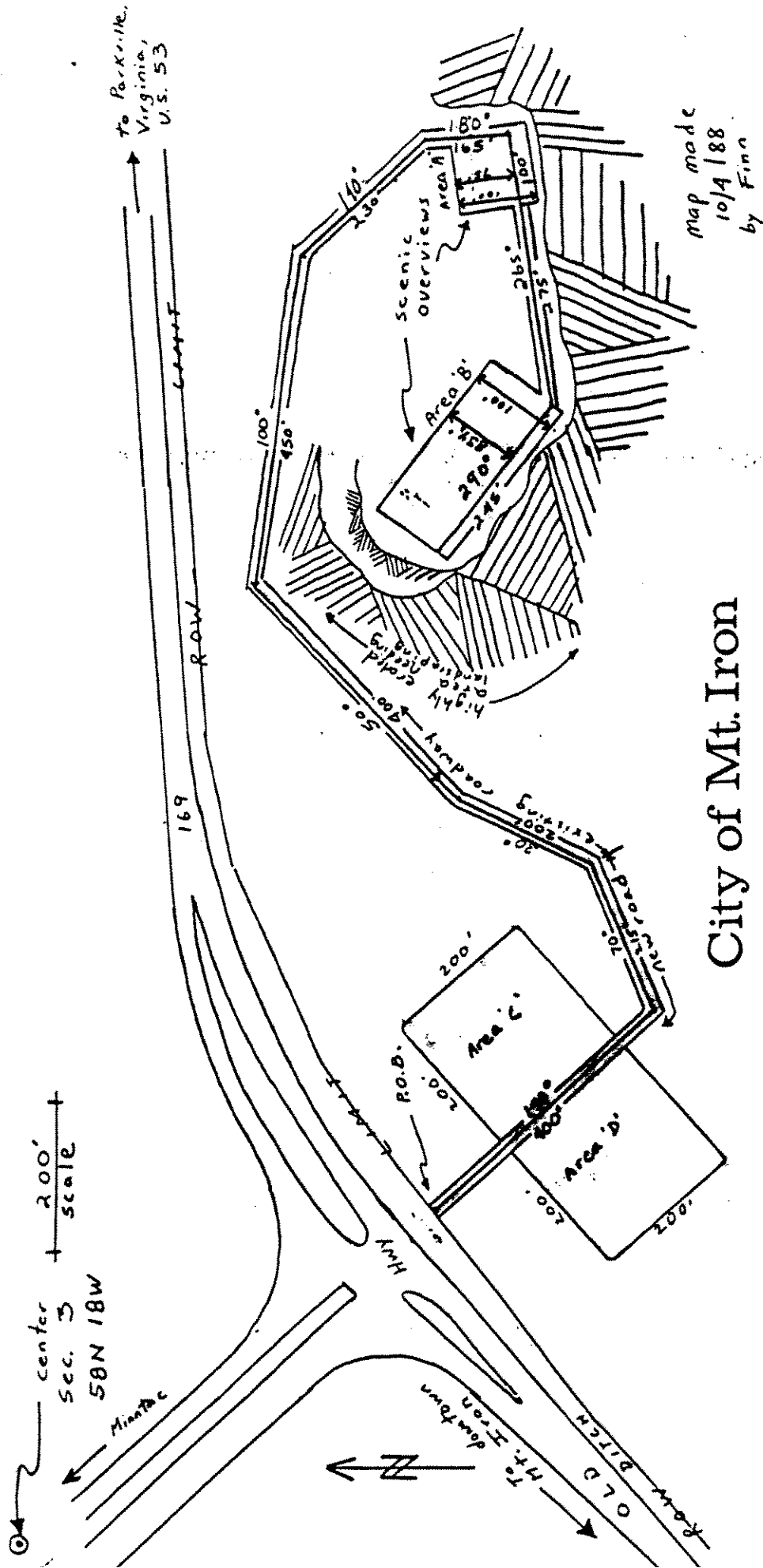
STATE OF MINNESOTA
DEPARTMENT OF NATURAL RESOURCES

GENE MERRIAM
COMMISSIONER

Authorized Signature for the Commissioner	Date
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KATHY A. LEWIS, ATTORNEY
TRANSACTIONS MANAGER

Lessee (Individual's Name or Name of Entity) City of Mountain Iron	
Authorized Signatures & Title (If an Entity)	Date
Authorized Signatures & Title (If an Entity)	Date
Authorized Signatures & Title (If an Entity)	Date



Map made
10/4/88
by Finn

City of Mt. Iron
Scenic Overlook

EXHIBIT A

□ Lease Area



Office of the Commissioner

Keith Nelson

November 29, 2004

Mayor & City Council
City of Mt. Iron
8586 Enterprise Drive South
Mt. Iron, MN 55768

Dear Mayor Skalko & City Council:

The City of Mt. Iron graciously hosted a St. Louis County Board of Commissioner's meeting in July, 2004. I am asking if this is something you would be interested in doing again for 2005. The accommodations at your City Hall received rave reviews and I would be most pleased if you were to approve hosting another meeting.

Please let me know by December 15, 2004 if you would be interested in holding a meeting. If you have any questions or need further information, please feel free contact my office.

Your favorable consideration of this request is appreciated.

Sincerely,

Keith Nelson
County Commissioner
Sixth District

COUNCIL LETTER 120604-IVC1

BUILDINGS

QUOTES

DATE: December 2, 2004
FROM: Don Kleinschmidt
Director of Public Works

Craig J. Wainio
City Administrator

Quotes have been received for one each of a walk-in cooler and freezer. These items will replace the current ones at the Senior Center.

Staff is requesting City Council approval to purchase the walk-in cooler and freezer from Commercial Refrigeration at their low quoted price of \$9,125.00

This would be funded from the following sources:

Northland Foundation Grant	\$3,000.00
AEOA Nutrition Grant	\$3,062.50
City of Mtn Iron Buildings	<u>\$3,062.50</u>
TOTAL	\$9,125.00

These items can be purchased through AEOA and be tax exempt.

QUOTE TABULATIONS
FOR ONE EACH
WALK-IN COOLER AND
WALK-IN FREEZER

12/01/04

<u>VENDOR</u>	<u>COOLER</u>	<u>FREEZER</u>	<u>TOTAL</u>
Commercial Refrigeration			
6'x6'x6'7"	\$3600.00	4'x6'x6'7" \$3823.00	\$7423.00
6'x6'x7'7"	\$3700.00	4'x6'x7'7" \$4165.00	\$7865.00
6'x6'x7'7"	\$3700.00	6'x6'x7'7" \$5425.00	\$9125.00
Superior Products	\$3875.00	\$4060.00	\$7935.00
Hockenbergs	\$6840.00	\$4303.30	\$11143.50
Upper Lakes Food	\$6948.00	\$4479.00	\$11427.00
Sullivan	\$3891.00	No quote	---

COUNCIL LETTER 120604-IVC2

STREET DEPARTMENT

PICK-UP TRUCK QUOTES

DATE: December 2, 2004
FROM: Don Kleinschmidt
Director of Public Works

Craig J. Wainio
City Administrator

Staff is requesting City Council approval to prepare specs and get quotes for a Four Wheel Drive Pick-up Truck for use in the City's Street Department. This item is budgeted for in the 2004 Capital Outlay Budget.

The following is a list of pickup trucks owned by the City of Mountain Iron and their respective departments.

ELECTRIC DEPARTMENT:

- 1) 1997 ¾ ton Chevy with 103,228 miles

WATER AND WASTEWATER DEPARTMENT:

- 1) 1997 ¾ ton Chevy with 81,191 miles

STREET DEPARTMENT:

- 1) 1994 ¾ ton Chevy with 88,384 miles *
- 2) 1996 1 ton Chevy with 81,811 miles **

PARKS AND RECREATION DEPARTMENT:

- 1) 1999 ¾ ton Ford with 64,785 miles

* Requested to be replaced in 2004

** Requested to be replaced in 2005

RECOMMENDATION OF PAYMENT

No. 3

Engineer's Project No. MI03-13

Project: Water Treatment Plant Backflush Tank

CONTRACTOR: Hibbing Excavating, Inc., 3402 15th Avenue East, Hibbing, MN 55746

For Period Ending November 29, 2004

To City of Mountain Iron
Owner

Attached hereto is the CONTRACTOR's Application for Payment for Work accomplished under the Contract through the date indicated above. The application meets the requirements of the Contract Documents for the payment or work completed as of the date of this Application.

In accordance with the Contract the undersigned recommends payment to the CONTRACTOR of the amount due as shown below.

BENCHMARK ENGINEERING, INC.

Dated November 29, 2004

By 

STATEMENT OF WORK

Original Contract Price	\$ <u>35,362.00</u>	Work & Materials to Date	\$ <u>37,122.00</u>
Net Change Orders	\$ <u>0.00</u>	Amount Retained (5%)	\$ <u>1,856.10</u>
Current Contract Price	\$ <u>35,362.00</u>	Subtotal	\$ <u>35,265.90</u>
		Previous Payments	\$ <u>32,415.90</u>
		Amount Due this Payment	\$ <u>2,850.00</u>



PAY REQUEST NO. 3

WATER TREATMENT PLANT BACKFLUSH TANK

CITY OF MOUNTAIN IRON, MINNESOTA

PROJECT NO: MI03-13

SPEC. NO.	ITEM	UNITS	PROJECT QUANTITY	ITEM COST	QUANTITY TO DATE	TOTAL AMOUNT
2105.501	COMMON EXCAVATION	CU. YD.	190.0	\$8.00	190.0	\$1,520.00
2105.525	TOPSOIL BORROW (CV)	CU. YD.	15.0	\$25.00	30.0	\$750.00
2503.511	3" PVC PIPE SEWER - DR 26	LIN. FT.	20.0	\$20.00	20.0	\$400.00
2503.511	10" PVC PIPE SEWER - SDR 35	LIN. FT.	10.0	\$25.00	0.0	\$0.00
2503.511	12" PVC PIPE SEWER - SDR 35	LIN. FT.	15.0	\$35.00	21.0	\$735.00
2503.511	12" DUCTILE IRON PIPE SEWER	LIN. FT.	22.0	\$122.00	26.0	\$3,172.00
2503.602	CONNECT TO EXISTING SANITARY SEWER	EACH	2.0	\$800.00	2.0	\$1,600.00
2506.501	CONST. DRAINAGE STRUCTURE DES. 4007	LIN. FT.	5.2	\$290.00	10.5	\$3,045.00
2506.516	CASTING ASSEMBLY	EACH	3.0	\$300.00	1.0	\$300.00
2506.602	FURNISH & INSTALL 20,000 GALLON PRECAST TANK	LUMP SUM	1.0	\$22,000.00	1.0	\$22,000.00
2506.602	CONNECT TO EXISTING STORM SEWER MANHOLE	EACH	1.0	\$600.00	1.0	\$600.00
2575.555	TURF ESTABLISHMENT	LUMP SUM	1.0	\$3,000.00	1.0	\$3,000.00

COMPLETED TO DATE: \$37,122.00


BENCHMARK ENGINEERING, INC.

COUNCIL LETTER 120604-VA
ADMINISTRATION
2005 BUDGET

DATE: December 2, 2004
FROM: Craig J. Wainio
City Administrator

Enclosed, please find a copy of the proposed 2005 budget that incorporates the recommendations made at the December 1, Committee-of-the-Whole meeting. The City Council should review the list of proposed capital improvements to determine what you would like to see funding for 2005. At the next regular meeting, Resolutions setting the levy will need to be adopted.

**2005 (PROPOSED) BUDGET SUMMARY
CITY OF MOUNTAIN IRON**

EXPENDITURES	2004 Budget	2005 Budget	Difference	Percent
Administration	\$ 441,500.00	\$ 451,000.00	\$ 9,500.00	2.2%
Public Safety	\$ 483,300.00	\$ 494,300.00	\$ 11,000.00	2.3%
Public Works	\$ 638,500.00	\$ 670,000.00	\$ 31,500.00	4.9%
Culture and Rec	\$ 328,930.00	\$ 343,080.00	\$ 14,150.00	4.3%
General Government	\$ 666,490.00	\$ 687,894.00	\$ 21,404.00	3.2%
TOTAL	\$ 2,558,720.00	\$ 2,646,274.00	\$ 87,554.00	3.4%

REVENUE	2004 Budget	2005 Budget	Difference	Percent
Taxes	\$ 115,324.00	\$ 113,625.00	\$ (1,699.00)	-1.5%
Intergovernmental Aid	\$ 1,293,084.00	\$ 1,388,747.00	\$ 95,663.00	7.4%
General Revenue	\$ 278,500.00	\$ 228,500.00	\$ (50,000.00)	-18.0%
TOTAL	\$ 1,686,908.00	\$ 1,730,872.00	\$ 43,964.00	2.6%

GENERAL LEVY \$ 871,812.00 \$ 915,402.00 \$ 43,590.00 5.0%

**2005 (PROPOSED) BUDGET SUMMARY
CITY OF MOUNTAIN IRON
REVENUE**

GENERAL REVENUE	2003 Budget	2004 Budget	Difference	Percent
Lic. & Permits	\$ 21,500.00	\$ 21,500.00	\$ -	0.0%
Charges for Service	\$ 28,000.00	\$ 28,000.00	\$ -	0.0%
Fines	\$ 9,000.00	\$ 9,000.00	\$ -	0.0%
Interest	\$ 40,000.00	\$ 40,000.00	\$ -	0.0%
Refunds	\$ 150,000.00	\$ 100,000.00	\$ (50,000.00)	-33.3%
General	\$ 30,000.00	\$ 30,000.00	\$ -	0.0%
Subtotal	\$ 278,500.00	\$ 228,500.00	\$ (50,000.00)	-18.0%

INTERGOVERNMENTAL REVENUE

Local Government Aid	\$ 430,584.00	\$ 526,247.00	\$ 95,663.00	22.2%
Taconite Production Tax	\$ 450,000.00	\$ 450,000.00	\$ -	0.0%
Taconite Municipal Aid	\$ 300,000.00	\$ 300,000.00	\$ -	0.0%
Mining Effects Tax	\$ 100,000.00	\$ 100,000.00	\$ -	0.0%
Other	\$ 12,500.00	\$ 12,500.00	\$ -	0.0%
Subtotal	\$ 1,293,084.00	\$ 1,388,747.00	\$ 95,663.00	7.4%

TAXES

Tax Levy	\$ 871,812.00	\$ 915,402.00	\$ 43,590.00	5.0%
Market Rate Levy	\$ 84,824.00	\$ 83,125.00	\$ (1,699.00)	-2.0%
Misc. Taxes	\$ 10,500.00	\$ 10,500.00	\$ -	0.0%
Franchise	\$ 20,000.00	\$ 20,000.00	\$ -	0.0%
Subtotal	\$ 987,136.00	\$ 1,029,027.00	\$ 41,891.00	4.2%

Total

	\$ 2,558,720.00	\$ 2,646,274.00	\$ 87,554.00	3.4%
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**2005 (PROPOSED) BUDGET
CITY OF MOUNTAIN IRON
REVENUE**

TAXES	2002 ACTUAL	2003 ACTUAL	2004 BUDGET	2004 YTD	2005 BUDGET	%
Tax Levy	\$ 708,314.00	\$ 814,938.00	\$ 871,812.00	\$ 456,663.00	\$ 915,402.00	5.0%
Bond Levy	\$ 87,206.00	\$ 85,763.00	\$ 84,824.00	\$ 55,253.00	\$ 83,125.00	-2.0%
Misc Taxes	\$ 5,050.00	\$ 26,032.00	\$ 10,500.00	\$ 16,593.00	\$ 10,500.00	0.0%
Franchise	\$ 22,165.00	\$ 23,286.00	\$ 20,000.00	\$ 17,138.00	\$ 20,000.00	0.0%
TOTAL	\$ 822,735.00	\$ 950,019.00	\$ 987,136.00	\$ 545,647.00	\$ 1,029,027.00	4.2%

INTERGOVERNMENTAL REVENUE

LGA	\$ 528,046.00	\$ 430,584.00	\$ 430,584.00	\$ 215,292.00	\$ 526,247.00	22.2%
Tac. Prod Aid	\$ 539,555.00	\$ 562,748.00	\$ 450,000.00	\$ 665,573.00	\$ 450,000.00	0.0%
Tac. Aid	\$ 330,404.00	\$ 311,221.00	\$ 300,000.00	\$ 315,386.00	\$ 300,000.00	0.0%
Mining Effects	\$ 104,935.00	\$ 109,018.00	\$ 100,000.00	\$ -	\$ 100,000.00	0.0%
Misc. Aid	\$ 62,696.00	\$ 45,812.00	\$ 12,500.00	\$ 17,642.00	\$ 12,500.00	0.0%
TOTAL	\$ 1,565,636.00	\$ 1,459,383.00	\$ 1,293,084.00	\$ 1,213,893.00	\$ 1,388,747.00	7.4%

GENERAL REVENUE

Lic. & Permits	\$ 25,567.00	\$ 14,863.00	\$ 21,500.00	\$ 9,015.00	\$ 21,500.00	0.0%
Charges for Service	\$ 30,296.00	\$ 196,170.00	\$ 28,000.00	\$ 37,658.00	\$ 28,000.00	0.0%
Fines	\$ 6,747.00	\$ 11,797.00	\$ 9,000.00	\$ 7,255.00	\$ 9,000.00	0.0%
Interest	\$ 52,218.00	\$ 33,715.00	\$ 40,000.00	\$ 26,292.00	\$ 40,000.00	0.0%
Refunds	\$ 154,738.00	\$ -	\$ 150,000.00	\$ 99,691.00	\$ 100,000.00	-33.3%
General	\$ 94,929.00	\$ -	\$ 30,000.00	\$ 2,701.00	\$ 30,000.00	0.0%
TOTAL	\$ 364,495.00	\$ 256,545.00	\$ 278,500.00	\$ 182,612.00	\$ 228,500.00	-18.0%

TOTAL	\$ 2,752,866.00	\$ 2,665,947.00	\$ 2,558,720.00	\$ 1,942,152.00	\$ 2,646,274.00	3.4%
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**2005 (PROPOSED) BUDGET SUMMARY
CITY OF MOUNTAIN IRON
EXPENDITURES**

DEPARTMENT	2004 Budget	2005 Budget	Difference	Percent
City Council	\$ 12,500.00	\$ 13,000.00	\$ 500.00	4.0%
Administration	\$ 375,000.00	\$ 393,000.00	\$ 18,000.00	4.8%
Election	\$ 9,000.00	-	(9,000.00)	100.0%
Assessing	\$ 24,000.00	\$ 24,000.00	-	0.0%
Planning & Zoning	\$ 21,000.00	\$ 21,000.00	-	0.0%
Sheriffs	\$ 405,000.00	\$ 416,000.00	\$ 11,000.00	2.7%
Fire Protection	\$ 66,300.00	\$ 66,300.00	-	0.0%
Emergency Management	\$ 1,000.00	\$ 1,000.00	-	0.0%
Animal Control	\$ 11,000.00	\$ 11,000.00	-	0.0%
Streets	\$ 490,000.00	\$ 520,000.00	\$ 30,000.00	6.1%
Buildings	\$ 148,500.00	\$ 150,000.00	\$ 1,500.00	1.0%
Campground	\$ 42,330.00	\$ 42,780.00	\$ 450.00	1.1%
Recreation	\$ 177,000.00	\$ 189,600.00	\$ 12,600.00	7.1%
Government	\$ 249,570.00	\$ 158,730.00	(90,840.00)	-36.4%
Library	\$ 109,600.00	\$ 110,700.00	\$ 1,100.00	1.0%
Transfers	\$ 416,920.00	\$ 529,164.00	\$ 112,244.00	26.9%
Total	\$ 2,558,720.00	\$ 2,646,274.00	\$ 87,554.00	3.4%

**2005 (PROPOSED) BUDGET
CITY OF MOUNTAIN IRON
GOVERNMENT OPERATIONS**

CITY COUNCIL	2002		2003		2004		2004		2005	
	ACUTAL		ACUTAL		BUDGET		YTD		BUDGET	%
Council Salaries	\$ 11,816.00	\$	19,800.00	\$	12,500.00	\$	12,474.00	\$	13,000.00	4%
TOTAL	\$ 11,816.00	\$	19,800.00	\$	12,500.00	\$	12,474.00	\$	13,000.00	4%

ADMINISTRATION

Salaries	\$ 161,533.00	\$	166,842.00	\$	165,000.00	\$	139,882.00	\$	170,000.00	3%
Payroll Taxes	\$ 22,183.00	\$	22,623.00	\$	25,000.00	\$	19,937.00	\$	25,000.00	0%
Insurance-Group	\$ 39,374.00	\$	44,602.00	\$	40,000.00	\$	39,490.00	\$	48,000.00	20%
Insurance-General	\$ 51,475.00	\$	63,397.00	\$	50,000.00	\$	39,159.00	\$	50,000.00	0%
Independent Audit	\$ 9,860.00	\$	9,900.00	\$	10,000.00	\$	12,500.00	\$	12,000.00	20%
Engineering Fees	\$ 46,036.00	\$	69,624.00	\$	31,000.00	\$	32,822.00	\$	31,000.00	0%
Legal Fees	\$ 33,468.00	\$	27,625.00	\$	25,000.00	\$	31,821.00	\$	29,000.00	16%
Communications	\$ 9,700.00	\$	9,679.00	\$	9,000.00	\$	9,352.00	\$	9,000.00	0%
Supplies	\$ 3,628.00	\$	4,910.00	\$	5,000.00	\$	3,188.00	\$	4,000.00	-20%
Operations	\$ 43,791.00	\$	52,385.00	\$	15,000.00	\$	37,456.00	\$	15,000.00	0%
TOTAL	\$ 421,048.00	\$	471,587.00	\$	375,000.00	\$	365,607.00	\$	393,000.00	5%

ELECTION

Salaries	\$ 2,868.00	\$	-	\$	4,000.00	\$	1,088.00	\$	-	100%
Operations	\$ 3,820.00	\$	72.00	\$	5,000.00	\$	438.00	\$	-	100%
TOTAL	\$ 6,688.00	\$	72.00	\$	9,000.00	\$	1,526.00	\$	-	100%

**2005 (PROPOSED) BUDGET
CITY OF MOUNTAIN IRON
GOVERNMENT OPERATIONS**

ASSESSING	2002	2003	2004	2004	2005	2005
	ACTUAL	ACTUAL	BUDGET	YTD	BUDGET	%
Contract Services	\$ 19,306.00	\$ 19,531.00	\$ 23,000.00	\$ 26,941.00	\$ 23,000.00	0%
Operations	\$ -	\$ 454.00	\$ 1,000.00	\$ -	\$ 1,000.00	0%
TOTAL	\$ 19,306.00	\$ 19,985.00	\$ 24,000.00	\$ 26,941.00	\$ 24,000.00	0%

PLANNING & ZONING	2002	2003	2004	2004	2005	2005
	ACTUAL	ACTUAL	BUDGET	YTD	BUDGET	%
Salaries	\$ 12,807.00	\$ 12,062.00	\$ 16,000.00	\$ 7,087.00	\$ 16,000.00	0%
Payroll Taxes	\$ 1,688.00	\$ 1,026.00	\$ 2,000.00	\$ 987.00	\$ 2,000.00	0%
Operations	\$ 3,011.00	\$ 1,836.00	\$ 2,000.00	\$ 2,903.00	\$ 2,000.00	0%
TOTAL	\$ 17,506.00	\$ 14,924.00	\$ 21,000.00	\$ 10,977.00	\$ 21,000.00	0%

ADMINISTRATION	2002	2003	2004	2004	2005	2005
	ACTUAL	ACTUAL	BUDGET	YTD	BUDGET	%
TOTAL	\$ 476,364.00	\$ 526,368.00	\$ 441,500.00	\$ 417,525.00	\$ 451,000.00	2%

**2005 (PROPOSED) BUDGET
CITY OF MOUNTAIN IRON
PUBLIC SAFETY**

POLICE PROTECTION	2002	2003	2004	2005	%
	ACTUAL	ACTUAL	BUDGET	BUDGET	
Contract Services	\$ 401,625.00	\$ 427,850.00	\$ 400,000.00	\$ 410,000.00	3%
Other Expenditures	\$ 7,356.00	\$ 5,332.00	\$ 5,000.00	\$ 6,000.00	20%
TOTAL	\$ 408,981.00	\$ 433,182.00	\$ 405,000.00	\$ 416,000.00	3%

FIRE PROTECTION

Salaries	\$ 17,480.00	\$ 13,033.00	\$ 18,000.00	\$ 18,000.00	0%
Payroll Taxes	\$ 2,705.00	\$ 2,261.00	\$ 500.00	\$ 500.00	0%
Training	\$ 10,726.00	\$ 7,155.00	\$ 11,000.00	\$ 11,000.00	0%
Maintenance	\$ 6,800.00	\$ 6,884.00	\$ 6,000.00	\$ 6,000.00	0%
Operations	\$ 13,910.00	\$ 10,925.00	\$ 11,000.00	\$ 11,000.00	0%
Firemen's Relief	\$ 20,244.00	\$ 22,090.00	\$ 19,800.00	\$ 19,800.00	0%
TOTAL	\$ 71,865.00	\$ 62,348.00	\$ 66,300.00	\$ 66,300.00	0%

EMERGENCY MANAGEMENT

Operations	\$ 25.00	\$ 25.00	\$ 1,000.00	\$ 1,000.00	0%
TOTAL	\$ 25.00	\$ 25.00	\$ 1,000.00	\$ 1,000.00	0%

ANIMAL CONTROL

Contract Services	\$ 10,258.00	\$ 10,259.00	\$ 10,000.00	\$ 10,000.00	0%
Operations	\$ 741.00	\$ 274.00	\$ 1,000.00	\$ 1,000.00	0%
TOTAL	\$ 10,999.00	\$ 10,533.00	\$ 11,000.00	\$ 11,000.00	0%

PUBLIC SAFETY

TOTAL	\$ 491,870.00	\$ 506,088.00	\$ 483,300.00	\$ 494,300.00	2%
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**2005 (PROPOSED) BUDGET
CITY OF MOUNTAIN IRON
PUBLIC WORKS**

STREETS	2002	2003	2004	2004	2005	%
	ACTUAL	ACTUAL	BUDGET	YTD	BUDGET	
Salaries	\$ 287,949.00	\$ 278,856.00	\$ 255,000.00	\$ 246,385.00	\$ 265,000.00	4%
Payroll Taxes	\$ 38,409.00	\$ 37,494.00	\$ 40,000.00	\$ 34,780.00	\$ 45,000.00	13%
Insurance-Group	\$ 79,344.00	\$ 95,022.00	\$ 75,000.00	\$ 74,083.00	\$ 90,000.00	20%
Utilities	\$ 52,347.00	\$ 47,234.00	\$ 45,000.00	\$ 34,021.00	\$ 45,000.00	0%
Maintenance	\$ 45,826.00	\$ 51,454.00	\$ 40,000.00	\$ 52,850.00	\$ 40,000.00	0%
Supplies	\$ 14,605.00	\$ 21,235.00	\$ 20,000.00	\$ 19,233.00	\$ 20,000.00	0%
Operations	\$ 27,973.00	\$ 8,364.00	\$ 15,000.00	\$ 10,855.00	\$ 15,000.00	0%
TOTAL	\$ 546,453.00	\$ 539,659.00	\$ 490,000.00	\$ 472,207.00	\$ 520,000.00	6%

BUILDINGS

Salaries	\$ 52,072.00	\$ 49,613.00	\$ 56,000.00	\$ 41,180.00	\$ 56,000.00	0%
Payroll Taxes	\$ 6,780.00	\$ 6,418.00	\$ 8,000.00	\$ 5,450.00	\$ 9,500.00	19%
Insurance-Group	\$ 17,485.00	\$ 19,360.00	\$ 15,000.00	\$ 14,757.00	\$ 15,000.00	0%
Utilities	\$ 27,948.00	\$ 24,519.00	\$ 45,000.00	\$ 27,434.00	\$ 45,000.00	0%
Communications	\$ 1,256.00	\$ 1,274.00	\$ 2,000.00	\$ 963.00	\$ 2,000.00	0%
Supplies	\$ 17,970.00	\$ 3,505.00	\$ 9,500.00	\$ 10,335.00	\$ 9,500.00	0%
Operations	\$ 16,048.00	\$ 13,931.00	\$ 13,000.00	\$ 17,635.00	\$ 13,000.00	0%
TOTAL	\$ 139,559.00	\$ 118,620.00	\$ 148,500.00	\$ 117,754.00	\$ 150,000.00	1%

PUBLIC WORKS

TOTAL	\$ 686,012.00	\$ 658,279.00	\$ 638,500.00	\$ 589,961.00	\$ 670,000.00	5%
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**2005 (PROPOSED) BUDGET
CITY OF MOUNTAIN IRON
CULTURE AND RECREATION**

CAMPGROUND	2002	2003	2004	2004	2005	%
	ACTUAL	ACTUAL	BUDGET	YTD	BUDGET	
Salaries	\$ 17,565.00	\$ 15,907.00	\$ 14,600.00	\$ 14,427.00	\$ 14,600.00	0%
Payroll Taxes	\$ 1,827.00	\$ 1,541.00	\$ 1,530.00	\$ 1,368.00	\$ 1,530.00	0%
Insurance-Group	\$ 1,908.00	\$ 1,936.00	\$ 2,550.00	\$ 1,453.00	\$ 3,000.00	18%
Utilities	\$ 4,618.00	\$ 4,164.00	\$ 7,350.00	\$ 3,819.00	\$ 7,350.00	0%
Operations	\$ 15,248.00	\$ 14,460.00	\$ 14,300.00	\$ 14,477.00	\$ 14,300.00	0%
Advertising	\$ -	\$ 120.00	\$ 2,000.00	\$ -	\$ 2,000.00	0%
TOTAL	\$ 40,966.00	\$ 38,128.00	\$ 42,330.00	\$ 35,544.00	\$ 42,780.00	1%

RECREATION DEPARTMENT

Salaries	\$ 90,362.00	\$ 91,525.00	\$ 101,350.00	\$ 75,677.00	\$ 105,000.00	4%
Payroll Taxes	\$ 11,281.00	\$ 11,259.00	\$ 11,300.00	\$ 9,991.00	\$ 12,000.00	6%
Insurance-Group	\$ 20,738.00	\$ 21,284.00	\$ 13,400.00	\$ 18,579.00	\$ 20,000.00	49%
Utilities	\$ 9,305.00	\$ 10,008.00	\$ 10,300.00	\$ 8,586.00	\$ 10,300.00	0%
Maintenance	\$ 5,355.00	\$ 5,247.00	\$ 5,650.00	\$ 8,140.00	\$ 6,000.00	6%
Operations	\$ 25,490.00	\$ 19,246.00	\$ 20,200.00	\$ 20,839.00	\$ 21,000.00	4%
Baseball/Softball	\$ -	\$ -	\$ -	\$ -	\$ 7,000.00	100%
Mesabi Trail	\$ -	\$ -	\$ 6,500.00	\$ -	\$ -	-100%
Special Events	\$ 14,077.00	\$ 11,674.00	\$ 8,300.00	\$ 8,161.00	\$ 8,300.00	0%
TOTAL	\$ 176,608.00	\$ 170,243.00	\$ 177,000.00	\$ 149,973.00	\$ 189,600.00	7%

LIBRARY

Salaries	\$ 69,065.00	\$ 68,884.00	\$ 67,350.00	\$ 50,791.00	\$ 67,350.00	0%
Payroll Taxes	\$ 9,022.00	\$ 8,839.00	\$ 8,750.00	\$ 6,814.00	\$ 8,750.00	0%
Insurance-Group	\$ 7,348.00	\$ 8,017.00	\$ 4,900.00	\$ 4,500.00	\$ 6,000.00	22%
Utilities	\$ 4,869.00	\$ 6,704.00	\$ 8,400.00	\$ 8,332.00	\$ 8,400.00	0%
Books	\$ 15,346.00	\$ 15,943.00	\$ 12,500.00	\$ 6,864.00	\$ 12,500.00	0%
Communications	\$ 2,985.00	\$ 4,560.00	\$ 4,900.00	\$ 3,982.00	\$ 4,900.00	0%
Operations	\$ 3,960.00	\$ 3,927.00	\$ 2,800.00	\$ 5,300.00	\$ 2,800.00	0%
TOTAL	\$ 112,595.00	\$ 116,874.00	\$ 109,600.00	\$ 86,583.00	\$ 110,700.00	1%

CULTURE AND RECREATION

TOTAL	\$ 330,169.00	\$ 325,245.00	\$ 328,930.00	\$ 272,100.00	\$ 343,080.00	4%
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**2005 (PROPOSED) BUDGET
CITY OF MOUNTAIN IRON
GENERAL GOVERNMENT**

GENERAL GOVERNMENT	2002	2003	2004	2004	2005	%
	ACTUAL	ACTUAL	BUDGET	YTD	BUDGET	
Cash Short and Over	\$ 1.00	\$ 3.00	\$ 10.00	\$ (6.00)	\$ 10.00	0%
Cemeteries	\$ 2,500.00	\$ 2,500.00	\$ 2,500.00	\$ 2,500.00	\$ 2,500.00	0%
Retire/Pension Contrib.	\$ 64,671.00	\$ 71,223.00	\$ 70,000.00	\$ 61,186.00	\$ 80,000.00	14%
Public Expense	\$ 17,167.00	\$ 16,276.00	\$ 6,500.00	\$ 5,423.00	\$ 6,500.00	0%
Promotion and Tourism	\$ 311.00	\$ 1,505.00	\$ 2,500.00	\$ 1,685.00	\$ 2,500.00	0%
EMT Equipment	\$ 2,850.00	\$ 544.00	\$ 3,000.00	\$ 259.00	\$ 3,000.00	0%
Intergovernmental Coop	\$ 1,473.00	\$ -	\$ -	\$ 1,078.00	\$ -	0%
Contribution - QCJRA	\$ 34,232.00	\$ 20,664.00	\$ 7,560.00	\$ 7,560.00	\$ 6,720.00	-11%
Contribution - QCEDA	\$ 30,102.00	\$ -	\$ -	\$ -	\$ -	0%
Contribution - V/MI/GCC	\$ 10,000.00	\$ 5,000.00	\$ -	\$ -	\$ -	0%
Hydrants	\$ 2,139.00	\$ 7,242.00	\$ 5,000.00	\$ 380.00	\$ 5,000.00	0%
TCBDA	\$ 41,930.00	\$ 42,945.00	\$ 50,000.00	\$ 36,016.00	\$ 50,000.00	0%
QCEDA	\$ 64,753.00	\$ 64,842.00	\$ 100,000.00	\$ 25,299.00	\$ -	0%
VRMC Contribution	\$ -	\$ 2,500.00	\$ 2,500.00	\$ 2,500.00	\$ 2,500.00	0%
TOTAL	\$ 272,129.00	\$ 235,244.00	\$ 249,570.00	\$ 143,880.00	\$ 158,730.00	-36%
TRANSFERS						
Capital Improvement	\$ 322,804.00	\$ 166,782.00	\$ 136,920.00	\$ 114,100.00	\$ 242,164.00	77%
Mining Effects	\$ 30,200.00	\$ 50,000.00	\$ 50,000.00	\$ 50,000.00	\$ 50,000.00	0%
Debt Service	\$ 203,000.00	\$ 228,170.00	\$ 230,000.00	\$ 191,667.00	\$ 237,000.00	3%
TOTAL	\$ 556,004.00	\$ 444,952.00	\$ 416,920.00	\$ 355,767.00	\$ 529,164.00	27%
GENERAL GOVERNMENT						
TOTAL	\$ 828,133.00	\$ 680,196.00	\$ 666,490.00	\$ 499,647.00	\$ 687,894.00	3%

**2005 (PROPOSED) BUDGET
CITY OF MOUNTAIN IRON
DEBT SERVICE FUND**

REVENUE	2002 ACTUAL	2003 ACTUAL	2004 BUDGET	2004 YTD	2005 BUDGET
Interest Earnings	\$ 16,502.00	\$ 7,053.00	\$ 2,000.00	\$ 5,635.00	\$ 2,000.00
Special Assessments	\$ 34,216.00	\$ 97,226.00	\$ 17,500.00	\$ 13,572.00	\$ 15,000.00
Electric Fund	\$ -	\$ 8,106.00	\$ 8,024.00	\$ 6,688.00	\$ 8,334.00
Water Fund	\$ -	\$ 17,868.00	\$ 17,695.00	\$ 14,756.00	\$ 18,379.00
Capital Projects Fund	\$ 36,259.00	\$ -	\$ -	\$ -	\$ -
TIF Fund	\$ -	\$ 130,686.00	\$ 134,338.00	\$ 47,000.00	\$ 132,375.00
General Fund	\$ 203,000.00	\$ 228,197.00	\$ 230,000.00	\$ 205,804.00	\$ 237,000.00
TOTAL REVENUE	\$ 289,977.00	\$ 489,136.00	\$ 409,557.00	\$ 293,455.00	\$ 413,088.00
EXPENSES					
Principle - Community Center	\$ 35,000.00	\$ 35,000.00	\$ 35,000.00	\$ 35,000.00	\$ 35,000.00
Interest - Community Center	\$ 48,935.00	\$ 47,360.00	\$ 45,785.00	\$ 45,785.00	\$ 44,166.00
Principle - Street Improvement	\$ 45,000.00	\$ 60,000.00	\$ 65,000.00	\$ 60,000.00	\$ 65,000.00
Interest - Street Improvement	\$ 68,139.00	\$ 65,615.00	\$ 62,535.00	\$ 62,535.00	\$ 59,253.00
Principle - Water Revenue	\$ -	\$ 25,000.00	\$ 25,000.00	\$ 25,000.00	\$ 25,000.00
Interest - Water Revenue	\$ 13,147.00	\$ 39,440.00	\$ 38,815.00	\$ 38,815.00	\$ 38,127.00
Principal - TIF Bonds	\$ -	\$ 113,931.00	\$ 115,000.00	\$ 115,000.00	\$ 120,000.00
Interest - TIF Bonds	\$ -	\$ 17,393.00	\$ 16,338.00	\$ 16,338.00	\$ 12,375.00
Agent Fees	\$ 23,174.00	\$ 982.00	\$ 5,000.00	\$ 901.00	\$ 1,000.00
TOTAL EXPENSES	\$ 233,395.00	\$ 404,721.00	\$ 408,473.00	\$ 399,374.00	\$ 399,921.00

**2005 (PROPOSED) BUDGET
CITY OF MOUNTAIN IRON
CHARITABLE GAMBLING**

REVENUE	2002 ACTUAL	2003 ACTUAL	2004 BUDGET	2004 YTD	2005 BUDGET
Interest Earnings	\$ 935.00	\$ 110.00	\$ 200.00	\$ 315.00	\$ 200.00
Gambling Proceeds	\$ 2,138.00	\$ 3,189.00	\$ 2,500.00	\$ 3,836.00	\$ 2,500.00
Transfer In	\$ -	\$ -	\$ -	\$ -	\$ -
TOTAL REVENUE	\$ 3,073.00	\$ 3,299.00	\$ 2,700.00	\$ 4,151.00	\$ 2,700.00
EXPENSES					
Allowable Expenditures	\$ 4,066.00	\$ 3,457.00	\$ 2,600.00	\$ 1,666.00	\$ 2,700.00
Administration	\$ -	\$ -	\$ -	\$ -	\$ -
TOTAL EXPENSES	\$ 4,066.00	\$ 3,457.00	\$ 2,600.00	\$ 1,666.00	\$ 2,700.00

CITY OF MOUNTAIN IRON 2005 CAPITAL IMPROVEMENT BUDGET

2005 Capital Improvement Budget

REVENUE	2005
General Fund	\$ 292,164.00
Grants	\$ 613,635.00
Loan	\$ 250,000.00
Bonding	\$ 300,000.00
TOTAL	\$ 1,455,799.00

This sheet identifies the capital improvement commitments the City of Mountain Iron has made for 2005 through approved grants, bonding and loan applications. Based upon the proposed 2005 General Fund budget, there is approximately \$162,000 available without allocating reserves. Any decrease in the levy amount will result in the decrease of the amount available.

EXPENDITURE	Department	Projects	Grants	Loans	Bonding	TOTAL
Fire Dpartment	Fire	\$ 9,853.00	\$ 88,682.00			\$ 98,535.00
Wetlands Mitigation	Development		\$ 45,000.00			\$ 45,000.00
Street Improvements	Streets			\$ 300,000.00		\$ 300,000.00
Campground Improvements	Parks	\$ 13,000.00	\$ 30,000.00			\$ 43,000.00
OHV Trail System	Recreation	\$ 25,497.00	\$ 47,353.00			\$ 72,850.00
Library Improvements	Library		\$ 155,425.00	\$ 250,000.00		\$ 405,425.00
Mountain Manor	Buildings	\$ 1,925.00	\$ 8,075.00			\$ 10,000.00
Cleanup	Development	\$ 79,700.00	\$ 239,100.00			\$ 318,800.00
OVERALL 2005 TOTAL		\$ 129,975.00	\$ 613,635.00	\$ 250,000.00	\$ 300,000.00	\$ 1,293,610.00

**CITY OF MOUNTAIN IRON
CAPITAL IMPROVEMENT PLAN**

2005 Capital Improvement Plan

Item	Department	General
School Land Agreement	Development	\$ 75,000.00
Gravel Road Improvements	Streets	\$ 58,000.00
Street One Ton	Streets	\$ 30,000.00
Street Lights	Streets	\$ 30,000.00
South Grove Playground Equipment	Parks	\$ 20,000.00
Locomotive Park	Parks	\$ 20,000.00
OHV Trail System	Recreation	\$ 19,500.00
Technology Upgrades	Administration	\$ 10,000.00
Christmas Lighting	Streets	\$ 10,000.00
Skating Rink Shelter	Parks	\$ 8,000.00
North Entrance Sign	Parks	\$ 5,000.00
Gasoline Alley Controls	Parks	\$ 5,000.00
Finish Downtown Playground	Parks	\$ 5,000.00
Ann's Acres Water Building Removal	Administration	\$ 5,000.00
OVERALL 2005 TOTAL		\$300,500.00

COUNCIL LETTER 120604-VB

BLIGHT OFFICER

BLIGHT UPDATE

DATE: December 2, 2004

FROM: Larry Nanti
Blight Officer

Craig J. Wainio
City Administrator

Enclosed is the Blight Ordinance that the City Council requested .

Also, I have set a date for the Administrative Hearing for Wednesday, December 15th at 4:00 p.m. At this meeting, we will meet with Mr. LaPatka.

Mr. Archibald may also be requesting a hearing, so I will try to do both the same day if possible.

ORDINANCE NUMBER 02-01

**DEFINING AND PROHIBITING NUISANCES AND
PROVIDING A PENALTY FOR VIOLATION**

THE CITY OF MOUNTAIN IRON ORDAINS:

Section 1 Public Nuisance Defined. Whoever by his or her act of failure to perform a legal duty or intentionally does any of the following is guilty of maintaining a public nuisance, which is a misdemeanor:

- Subd. 1. Maintains or permits a condition which unreasonably annoys, injures, or endangers the safety, health, morals, comfort, or repose of any considerable number of members of the public; or
- Subd. 2. Interferes with, obstructs, or renders dangerous for passage, any public highway or right of way, or waters used by the public; or
- Subd. 3. Is guilty of any other act or omission declared by law or this Ordinance to be public nuisance and for which no sentence is specifically provided.

Section 2 Blighting Factors.

- Subd. 1. Causes of Blight or Blighting Factors. It is hereby determined that the uses, structures, and activities and cause of blight or blighting factors described herein, if allowed to exist, will tend to result in blighted and undesirable neighborhoods so as to be harmful to the public welfare, health, and safety. The purpose of this Ordinance is to protect the character and stability of the properties within the City of Mountain Iron and to avoid blight and blight conditions. The owner and occupant shall comply with the regulations contained herein.
- Subd. 2. Exterior Property Areas; Vacant Properties.
 - A. All exterior property areas and vacant areas shall be maintained in a clean and sanitary condition, safe and free from any hazard of dangerous condition, and free from any accumulation of refuse or garbage.
 - B. All exterior property areas and vacant areas located within an Urban Residential-Sewered and Urban Residential-Unsewered zoning district, shall be kept free species of weeds or plant growth, rodents, vermin, or other pests, which are noxious or detrimental to the public health. Any weeds or grasses growing upon any lot or parcel of land, or boulevard abutting such land; within an area of the City of Mountain Iron in which the weeds or grasses grow to a height greater than twelve (12) inches, or which have gone or about to go to seed, are a nuisance. The owner or occupant shall abate or prevent such nuisance on such property, or on the boulevard abutting such property. (Excluded from grass height limits are

all lake and river lots and any lots that are more than 50% forested throughout the entire lot.)

- C. Junk automobiles and equipment. In any area not zoned for junkyards or salvage yards, the storage of junk automobiles is prohibited. For the purpose of this Ordinance, the term "junk automobiles" shall include any motor vehicle, part of a motor vehicle, or former motor vehicle, stored in the open, which is currently unlicensed, unregistered or inoperable. As long as above-mentioned vehicles are covered that is accepted, covered meaning not observable. The term "junk equipment" shall include equipment such as farm equipment and other machinery, all-terrain vehicles, snowmobiles, motorcycles, lawnmowers, snow blowers, appliances, boats, and all other machinery or equipment powered by a motor and shall include any part of machinery or equipment, stored in the open, which is not currently licensed for use upon the highways of the State of Minnesota or is not required to be so licensed, and is either: (1) unusable or inoperable because of lack of or defects in component parts; (2) unusable or inoperable because of damage from collision, deterioration, or having been cannibalized; or (3) beyond repair and therefore not intended for future use as a motor vehicle; or (4) being retained on the property for possible use of salvageable parts. These regulations are in addition to any zoning regulations.

Subd. 3. Exterior of Structures.

- A. The exterior of all structures and accessory structures including detached garages shall be maintained in a workman-like state of maintenance and repair.
- B. Every exterior wall shall be free of holes, breaks, loose or rotting boards or timbers, falling or loose stucco.
- C. All doors and windows shall be maintained in good repair, fit reasonably well within their frames, and be free of open breaks or holes.

Subd. 4. Interior Areas of Structures, Including Residential Dwellings.

- A. The interior of every structure shall be maintained in clean and sanitary conditions, free of accumulations of garbage and refuse.
- B. The interior of every structure shall be maintained free from infestation of noxious insects, rodents or other pests.
- C. All plumbing systems shall be properly installed, connected, and maintained in good working order, and must be kept free from obstructions, leaks and defects.
- D. The storage of excessive or unreasonable amounts of hazardous, flammable liquids shall be prohibited in areas not zones for such use.

Section 3 Public Nuisances Affecting Health. The following are hereby declared to be nuisances affecting health:

- Subd. 1. Exposed accumulation of decayed or unwholesome food or vegetable matter;
- Subd. 2. All diseased animals running at large;

- Subd. 3. All ponds or pools of stagnant water;
- Subd. 4. Carcasses of animals not buried or destroyed within 24 hours after death;
- Subd. 5. Accumulations of manure, refuse or other debris.
- Subd. 6. Privy vaults and garbage cans which are not rodent free or fly-tight or which are so maintained as to constitute a health hazard or to emit foul and disagreeable odors;
- Subd. 7. The pollution of any public well or cistern, stream or lake, canal or body of water by sewage, industrial waste or other substances;
- Subd. 8. All noxious weeds or other rank growth of vegetation upon public or private property;
- Subd. 9. Dense smoke, noxious fumes, gas or soot, or cinders in unreasonable quantities;
- Subd. 10. Any offensive trade or business as defined by statute not operating under local license.

Section 4 Public Nuisance Affecting Peace And Safety. The following are declared to be nuisances affecting public peace and safety:

- Subd. 1. All trees, hedges, billboards, or other obstructions, which prevent people from having a clear view of all traffic approaching an intersection;
- Subd. 2. All wires and limbs of trees which are so close to the surface of a sidewalk or street as to constitute a danger to pedestrians or vehicles;
- Subd. 3. All excessive noises and/or annoying vibrations;
- Subd. 4. Obstruction and excavations affecting the ordinary public use of streets, alleys, sidewalks, or public grounds except under such conditions as are permitted by this code or other applicable law;
- Subd. 5. Radio aerials or television antennae erected or maintained in a dangerous manner.
- Subd. 6. Any use of property abutting on a public street or sidewalk of any use of a public street or sidewalk which causes large crowds of people to gather, obstructing traffic and the free use of the street or sidewalk;
- Subd. 7. All hanging signs, awnings, and other similar structures over streets and sidewalks, or such situation so as to endanger public safety or not constructed and maintained as provided by ordinance;

- Subd. 8. The allowing of rainwater, ice or snow to fall from any building or structure upon any street or sidewalk or to flow across any sidewalk
- Subd. 9. Any barbed wire fence less than six feet above ground and within three feet of a public sidewalk or way;
- Subd. 10. All dangerous, unguarded machinery in any public place, or so situated or operated on private property as to attract the public;
- Subd. 11. Water waste cast upon or permitted to flow upon streets or other public properties;
- Subd. 12. Accumulations of discarded or disused machinery, household appliances, automobile bodies or other material, in a manner conducive to the harboring of rats, mice, snakes, or vermin, or the rank growth of vegetation among the items so accumulated or in a manner creating fire, health, or safety hazards from such accumulation;
- Subd. 13. Any well, hole, or similar excavation which is left uncovered or such other conditions as to constitute a hazard to any child or other person coming on to the premises where it is located.
- Subd. 14. Obstruction to the free flow of water in a natural waterway or a public street drain, gutter, or ditch with trash or other materials;
- Subd. 15. The placing or throwing on any street, sidewalk, or other public property of any glass, tacks, nails, bottles, or other substances which may injure any person or animal or damage any pneumatic tires when passing over such a substance;
- Subd. 16. The depositing of garbage or refuse on a public right of way or an adjacent private property of anyone.

Section 5 Duties Of City Officers. Any persons designated by the City Council Resolution shall constitute the enforcement officer, and it is the enforcement officer's duty to enforce the provisions of this Ordinance. Law Enforcement shall assist the enforcement officer, when requested, in the enforcement of provisions related to blight and nuisance. Such Officers shall have the power to inspect private premises and take all reasonable precautions to prevent the commission and maintenance of public nuisance.

Section 6 Abatement.

- Subd. 1. Notice. Written notice of violation; notice of the time, date, place and subject of any hearing before the City Council, notice of City Council order, and notice of motion for summary enforcement hearing shall be given as set for in this subdivision.
 - A. Notice of Violation. Written notice of violation shall be served by the officer charged with enforcement on the owner of record or occupant of the premises

either in person or by certified or registered mail. If the premise is not occupied, the owner of record or occupant refuses to accept notice of violations, notice of violation shall be served by posting it on the premises.

- B. Notice of Council Hearing. Written notice of any City Council hearing to determine or abate nuisances shall be served on the owner of record and occupant of the premises either in person or by certified or registered mail. If the premise is not occupied, the owner of record is unknown, or the owner of record or occupant refuses to accept notice of Council hearing, notice of Council hearing shall be served by posting it on the premises.
- C. Notice of City Council Order. Except for those cases determined by the City to require summary enforcement, written notice of any City Council order shall be made as provided in Minn. Stat. 463.17 (Hazardous and Substandard Building Act).
- D. Notice of Motion for Summary Enforcement. Written notice of any motion for summary enforcement shall be made as provided for in Minn. Stat. 463.17 (Hazardous and Substandard Building Act).

Subd. 2. Procedure. Whenever the officer charged with enforcement determines that a public nuisance is being maintained or exists on premises in the City, the officer shall notify, in writing, the owner of record or occupant of the premises of such fact and order that such nuisance be terminated or abated. The notice of violation shall specify the steps to be taken to abate the nuisance and the time within which the nuisance is to be abated. If the notice of violation is not complied with within the time specified, the enforcing officer shall report the fact forthwith to the Council. Thereafter, the Council may, after notice to the owner or occupant and an opportunity to be heard, determine that the condition identified in the notice of violation is a nuisance and further order that the nuisance is not abated within the time prescribed by the Council, the City may seek injunctive relief by serving a copy of the City Council order and notice of motion for summary enforcement.

Subd. 3. Emergency Procedure; Summary Enforcement. In cases of emergency, where delay in abatement required to complete the notice and procedure requirements set forth in Subdivision 1 and 2 above will permit a continuing nuisance to unreasonably endanger public health, safety or welfare, the City Council may order summary enforcement and abate the nuisance. To proceed with summary enforcement, the officer charged with enforcement shall determine that a public nuisance exists or is being maintained on premises in the City and that delay in abatement of the nuisance will unreasonably endanger public health, safety or welfare. The enforcement officer shall notify in writing the occupant or owner of the premises of the nature of the nuisance and of the City's intention to seek summary enforcement and the time and place of the Council meeting to consider the question of summary enforcement. The City Council shall determine whether or not the condition identified in the notice to the owner or occupant is a nuisance, whether public health, safety, or welfare will be unreasonably endangered by delay in abatement required to complete the procedures set forth in subdivision 1 above, and may order that such nuisance be immediately terminated or abated. If the nuisance is

not immediately terminated or abated, the City Council may order summary enforcement and abate the nuisance.

Subd. 4. Immediate Abatement. Nothing in Section 6 of this Ordinance shall prevent the City without notice or other process, from immediately abating any condition that poses an imminent and serious hazard to human life or safety.

Section 7 Recovery Of Cost.

Subd. 1. Personal liability. The owner of premises on which a nuisance has been abated by the City shall be personally liable for the cost to the City of the abatement, including administrative costs. As soon as the work has been completed and the cost determined, the City Administrator or other official designated by the Council shall prepare a bill for the cost and mail it to the owner. Thereupon the amount shall be immediately due and payable at the office of the City Administrator.

Subd. 2. Assessment. If the nuisance is a public health or safety hazard on private property, the accumulation of snow and ice on public sidewalks, the growth of weeds on private property or outside the traveled portion of streets or unsound, or insect infected trees, the City Administrator shall on or before September 1, next following abatement of the nuisance, list the total unpaid charges along with all other such charges as well as other charges for current services to be assessed under Minn. Stat. 429-101 against each separate lot or parcel to which the charges against such property under that statute and other pertinent statutes for certification to the County Auditor and collection along with current taxes the following year or in an annual installment not exceeding, 10, as the Council may determine in each case.

Section 8 Penalty. Any person convicted of violating any provision of this Ordinance is guilty of a misdemeanor and shall be punished by a fine not to exceed \$500 or imprisonment for not more than 90 days, or both, plus the costs of prosecution in either case.

Section 9 REPEAL. Chapter 52 of the Mountain Iron City Code and all Ordinances or Sections thereof inconsistent with this Ordinance are hereby repealed and replaced with the provisions of this Ordinance.

Section 10 INCORPORATED. This Ordinance shall be incorporated in the Mountain Iron City Code as Chapter 52.

Section 11 ADOPTION. This Ordinance shall be effective upon its adoption by the Mountain Iron City Council and publication according to law.

DULY ADOPTED BY THE CITY COUNCIL THIS 1ST DAY OF APRIL, 2001.

**COUNCIL LETTER 120604-VIA
DEVELOPMENT
RESOLUTION 45-04**

DATE: December 2, 2004
FROM: Craig J. Wainio
City Administrator

Resolution Number 45-04 is accepting the roads in the development around Mashkenode Lake. Enclosed is a letter from the City Engineer stating that the roadways are up to City standards. Staff recommend the adoption of Resolution Number 45-04.



CIVIL AND ENVIRONMENTAL ENGINEERING • PLANNING
MINING • LAND SURVEYING • LAND DATA BASE MAPPING

8878 Main Street • P.O. Box 261
Mt. Iron, MN 55768-0261
tel: 218-735-8914 • fax: 218-735-8923
email: info@bm-eng.com

November 24, 2004

The Honorable Gary Skalko,
City Council and City Staff
City of Mountain Iron
8586 Enterprise Drive South
Mountain Iron, MN 55768

Re: Mashkenode Road Inspection
Project No. MI04-30

Dear Mayor Skalko, City Councilors and City Staff:

The construction of the roads for the residential development at Mashkenode Lake is complete. The contractor has constructed the road surface to the requirements of the agreement between the City of Mountain Iron and Taylor Investments. This agreement specified a 24-foot wide, 4 inches thick Class-5 surface. Due to the recent completion of the work and freezing conditions, the City should expect some softness in the top 2 to 3 inches of road surface during the spring, however, the road should dry out and firm up. The center 12 feet of the road was very hard and adequately constructed before the placement of additional class-5 along the road edges to complete the 24-foot wide surface. The road should remain drivable during the spring thaw and naturally will require maintenance just like any other gravel surface road.

If you have any questions or need additional information please do not hesitate to contact me.

Sincerely,
Benchmark Engineering, Inc.

Rodney Flannigan, R.L.S.

RF: js



CITY OF MOUNTAIN IRON

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8586 ENTERPRISE DRIVE SOUTH • MOUNTAIN IRON, MN • 55768-8260

RESOLUTION NUMBER 45-04

ACCEPTING THE OFFERS OF DEDICATION OF STREET RIGHT-OF-WAY EASEMENTS AS SHOWN ON THE FINAL PLAT AND CERTIFICATE OF SURVEY

WHEREAS, on November 18, 2002, the City Council approved the Final Plat of the Mashkenode Lake East Addition Subdivision, also the accepting the offers of dedication shown thereon subject to acceptance of improvements; and

WHEREAS, on December 16, 2002, the City Council approved the Certificate of Survey for part of the NW 1/4-NW 1/4, Section 26, part of the NE 1/4-NE 1/4, Section 27, part of Government Lots 3 and 4, Section 23 and part of the SE 1/4, Section 22, all in Township 58 North, Range 18 West, St. Louis County, Minnesota, also the accepting the offers of dedication shown thereon subject to acceptance of improvements; and

WHEREAS, the required public improvements have been completed in conformance with the Mountain Iron City Code.

NOW, THEREFORE BE IT RESOLVED BY THE CITY COUNCIL OF MOUNTAIN IRON, MINNESOTA, that the public improvements within the Mashkenode Lake East Addition Subdivision and the Certificate of Survey for part of the NW 1/4-NW 1/4, Section 26, part of the NE 1/4-NE 1/4, Section 27, part of Government Lots 3 and 4, Section 23 and part of the SE 1/4, Section 22, all in Township 58 North, Range 18 West, St. Louis County, Minnesota are hereby accepted for maintenance.

BE IT FURTHER RESOLVED BY THE CITY COUNCIL OF MOUNTAIN IRON, MINNESOTA, that the offers of dedication are hereby accepted for the following streets: Chesapeake Court, Labrador Court, Retriever Drive, Shorthair Lane and Springer Drive and all easements as shown on the Final Plat of the Mashkenode Lake East Addition Subdivision and he Certificate of Survey for part of the NW 1/4-NW 1/4, Section 26, part of the NE 1/4-NE 1/4, Section 27, part of Government Lots 3 and 4, Section 23 and part of the SE 1/4, Section 22, all in Township 58 North, Range 18 West, St. Louis County, Minnesota.

DULY ADOPTED BY THE CITY COUNCIL THIS 6TH DAY OF DECEMBER, 2004.

ATTEST:

Mayor Gary Skalko

City Administrator

COUNCIL LETTER 120604-VIB

SHERIFF'S DEPARTMENT

LAW ENFORCEMENT VEHICLE QUOTES

DATE: December 2, 2004

FROM: Sgt. Joe Stewart
St. Louis County Sheriffs

Craig J. Wainio
City Administrator

Staff is requesting City Council approval to prepare specs and get quotes for a Four Wheel Drive Law Enforcement Vehicle for use in the City's Sheriff's Department. This item is budgeted for in the 2004 Capital Outlay Budget.

COUNCIL LETTER 120604-VIC

MAYOR SKALKO

SENIOR DONATION

DATE: December 2, 2004

FROM: Mayor Gary Skalko

Craig J. Wainio
City Administrator

Mayor Skalko requested this item be placed on the Agenda.