

**MOUNTAIN IRON CITY COUNCIL MEETING
COMMUNITY CENTER
MOUNTAIN IRON ROOM
MONDAY, DECEMBER 19, 2011 - 6:30 P.M.
A G E N D A**

- I. Roll Call
- II. Consent Agenda
 - A. Minutes of the December 5, 2011, Regular Meeting (#1-28)
 - B. Receipts
 - C. Bills and Payroll
 - D. Communication
- III. Public Forum
- IV. Committee and Staff Reports
 - A. Mayor's Report
 - 1. Accept Resignation from Library Board (#29-30)
 - 2. Advertise for Board Openings (#31)
 - 3. Senior Citizen Donation (#32)
 - B. City Administrator's Report
 - 1. Disposal of Surplus Equipment (#33-34)
 - C. Interim Public Works Director's Report
 - D. Sheriff's Department Report
 - E. City Attorney's Report
 - F. City Engineer's Report
 - 1. Change Order Number 1 Energy Park (#35-36)
 - 2. Pay Request Number 5 Energy Park (#35, #37-38)
 - 3. Change Order Number 1 WWTP Aeration (#39-40)
 - 4. Pay Request Number 7 WWTP Aeration (#39, #41-42)
 - G. Liaison Reports
- V. Unfinished Business
- VI. New Business
 - A. Lease Renewal (#43-45)
- VII. Communications
- VIII. Announcements
- IX. Closed Meeting (#46)
- X. Adjourn

Page Number in Packet

MINUTES
MOUNTAIN IRON CITY COUNCIL
DECEMBER 5, 2011

Mayor Skalko called the City Council meeting to order at 6:30 p.m. with the following members present: Joe Prebeg, Jr., Tony Zupancich, Susan Tuomela, Ed Roskoski, and Mayor Gary Skalko. Also present were: Craig J. Wainio, City Administrator; Jill M. Anderson, Municipal Services Secretary; Rod Flannigan, City Engineer; Michael Downs, Interim Public Works Director; and John Backman, Sergeant.

It was moved by Skalko and seconded by Tuomela that the consent agenda be approved as follows:

1. Add the following item to the agenda:
VI. AA. Change of Employee Status to Permanent
2. Approve the minutes of the November 21, 2011, committee-of-the-whole meeting as submitted.
3. Approve the minutes of the November 21, 2011, regular meeting with the following correction: Page 1, last paragraph, "During the public forum.....Jessica Larsen...", to correct the spelling of her name.
4. Approve the minutes of the November 22, 2011, committee-of-the-whole meeting as submitted.
5. That the communications be accepted and placed on file and those requiring further action by the City Council be acted upon during their proper sequence on the agenda.
6. To acknowledge the receipts for the period November 16-30, 2011, totaling \$225,709.57, (a list is attached and made a part of these minutes).
7. To authorize the payments of the bills and payroll for the period November 16-30, 2011, totaling \$296,289.00, (a list is attached and made a part of these minutes).

The motion carried unanimously on a roll call vote.

No one spoke during the public forum.

It was moved by Roskoski and seconded by Tuomela to accept the recommendation of the City Administrator and the Auditor and adopt Policy Number 2011-02, Fund Balance Policy in Accordance with GASB #54, (a copy is attached and made a part of these minutes). The motion carried.

During the Administrator's report, he advised the Council Members and Residents that calendar parking was now in effect. He also encouraged Residents to clear the snow around fire hydrants and to not plow snow across City streets.

The Council reviewed the Sheriff's Department statistics for the month of October 2011.

It was moved by Skalko and seconded by Tuomela to accept the recommendation of the Building and Grounds and proceed with Option A for the installation of the solar panels at the Community Center. The motion carried on the following roll call vote: Zupancich, yes; Tuomela, yes; Roskoski, no; Prebeg, no; and Skalko, yes.

During the liaison reports, the following items were discussed:

- Truth in Taxation Hearing. The City Administrator said there were no requirements to have a hearing; the City must inform the public of when the Council would be discussing the budget.
- Personal Committee. Councilor Prebeg said that all items on the agenda were discussed.
- Planning and Zoning Commission. Councilor Zupancich said the Commission was still reviewing the Rental Ordinance. He said there would be a Committee-of-the-Whole meeting scheduled in February 2012 with the City Council, the Planning and Zoning Commission, Public Safety and Health Board, and the Fire Department invited to discuss the Rental Ordinance. He further said that the Planning and Zoning Commission had met with some rental property owners and were looking for input from them also and have not received any recommendations from them to date.
- Parks and Recreation Board. Councilor Prebeg said that copies of the minutes for all Board and Commission meetings are available to the public and all meetings are open to the public.
- Library Board. Councilor Tuomela presented the November 2011 Library Statistics to the Council.

It was moved by Zupancich and seconded by Prebeg to accept the recommendation of the Personal Committee and authorize Jesse Linder to be made a permanent employee effective December 15, 2011. The motion carried.

It was moved by Skalko and seconded by Tuomela to adopt Resolution Number 28-11, approving 2011 tax levy, collectable 2012, (a copy is attached and made a part of these minutes). The motion carried.

It was moved by Prebeg and seconded by Zupancich to adopt Resolution Number 29-11, approving the proposed 2012 market rate based referendum levy for the general obligation community center bonds and interest, (a copy is attached and made a part of these minutes).

The motion carried.

It was moved by Zupancich and seconded by Tuomela to adopt the 2012 Budgets as presented, (a copy is attached and made a part of these minutes). The motion carried with Roskoski voting no.

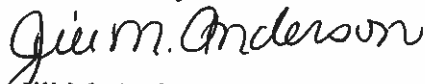
It was moved by Zupancich and seconded by Roskoski to adopt Ordinance Number 04-11, amending Chapter 70 of the Mountain Iron City Code, regarding calendar parking, (a copy is attached and made a part of this ordinance). The motion carried.

It was moved by Prebeg and seconded by Tuomela to reschedule the January 2, 2012, meeting to Tuesday, January 3, 2012 at 6:30 p.m. and the January 16, 2012, meeting to Tuesday, January 17, 2012 at 6:30 p.m., due to the holidays. The motion carried.

It was moved by Roskoski and seconded by Zupancich to contribute \$200 to the Range Mental Health Center ADAPT Program with the funds being expended from the Charitable Gambling Fund. The motion carried unanimously on a roll call vote.

At 7:10 p.m., it was moved by Skalko and seconded by Tuomela that the meeting be adjourned. The motion carried.

Submitted by:


Jill M. Anderson, CMC
Municipal Services Secretary

www.mtniron.com

COMMUNICATIONS

1. Minnesota Management & Budget, forwarding the notification of compliance with the Local Government Pay Equity Act.
2. MediaCom, a notice of upcoming rate changes to be implemented on or about December 15, 2011.
3. Range Mental Health Center, a request for a donation for their holiday gatherings.

Summary By Category And Distribution

Category	Distribution	Amount
UTILITY	UTILITY	132,704.16
METER DEPOSITS	ELECTRIC	750.00
LICENSES	LIQUOR	1,935.00
METER DEPOSITS	WATER	40.00
CHARGE FOR SERVICES	REFUSE REMOVAL-CHG FOR SERVICE	21.42
BUILDING RENTALS	BUILDING RENTAL DEPOSITS	700.00
BUILDING RENTALS	NICHOLS HALL	25.00
MISCELLANEOUS	BLUE CROSS/BLUE SHIELD PAYABLE	33,924.44
LICENSES	ANIMAL	5.00
MISCELLANEOUS	ASSESSMENT SEARCHES	20.00
CD INTEREST	CD INTEREST 378	1,638.55
CD INTEREST	CD INTEREST 603	153.11
CD INTEREST	CD INTEREST 602	207.66
CD INTEREST	CD INTEREST 101	44.16
CD INTEREST	CD INTEREST 604	561.83
BUILDING RENTALS	COMMUNITY CENTER	950.00
LICENSES	CIGARETTE	200.00
INTERGOVERNMENTAL REVENUE	IRRRB-DUMP SITE INVESTIGATIONS	50,000.00
INTERGOVERNMENTAL REVENUE	MISCELLANEOUS STATE AID	295.06
PERMITS	BUILDING	119.20
SPECIAL ASSESSMENTS	SPECIAL ASSESS.-BOND MONEY	286.24
MISCELLANEOUS	REIMBURSEMENTS	185.00
FINES	CRIMINAL	943.74
Summary Totals:		<u>225,709.57</u>

Check Issue Date(s): 11/24/2011 - 12/14/2011

Report Criteria:

Check.Check No = 141753-141802

Per	Date	Check No	Vendor No	Payee	Check GL Acct	Amount
12/11	12/06/2011	141753	10021	ARROWHEAD LIBRARY SYSTEM	101-20200	7.32
12/11	12/06/2011	141754	5007	ASSURANT EMPLOYEE BENEFITS	602-20200	686.51
12/11	12/06/2011	141755	10042	AUTO VALUE VIRGINIA	603-20200	78.14
12/11	12/06/2011	141756	20048	BARNES DISTRIBUTION	101-20200	1,158.52
12/11	12/06/2011	141757	20014	BORDER STATES ELECTRIC SUPPLY	604-20200	712.68
12/11	12/06/2011	141758	30017	CARQUEST (MOUNTAIN IRON)	602-20200	196.16
12/11	12/06/2011	141759	220003	CITY OF VIRGINIA	101-20200	200.00
12/11	12/06/2011	141760	30072	COMPUTER WORLD	101-20200	11,497.79
12/11	12/06/2011	141761	40030	DULUTH CLINIC	101-20200	100.00
12/11	12/06/2011	141762	500012	ERA LABORATORIES INC	601-20200	497.80
12/11	12/06/2011	141763	60026	FASTENAL COMPANY	101-20200	19.21
12/11	12/06/2011	141764	60051	FLEXIBLE PIPE TOOL COMPANY	602-20200	1,772.88
12/11	12/06/2011	141765	80022	HAWKINS INC	601-20200	1,016.47
12/11	12/06/2011	141766	80001	HILLYARD/HUTCHINSON	101-20200	153.91
12/11	12/06/2011	141767	80010	HOMETOWN ELECTRIC	602-20200	511.13
12/11	12/06/2011	141768	80026	HUSKY SPRING	101-20200	244.84
12/11	12/06/2011	141769	90020	INNER-TITE CORPORATION	604-20200	127.83
12/11	12/06/2011	141770	90003	INTERSTATE POWER SYSTEMS	602-20200	578.43
12/11	12/06/2011	141771	90015	IRON RANGE TOURISM BUREAU	101-20200	1,685.00
12/11	12/06/2011	141772	1201	KEVIN HALL	604-20200	58.87
12/11	12/06/2011	141773	130006	MESABI HUMANE SOCIETY	101-20200	1,580.00
12/11	12/06/2011	141774	130026	MESABI SIGN COMPANY	101-20200	105.81
12/11	12/06/2011	141775	130138	MIB YEARBOOK	101-20200	200.00
12/11	12/06/2011	141776	130044	MINNESOTA DEPT OF HEALTH	601-20200	1,497.00
12/11	12/06/2011	141777	130009	MINNESOTA POWER (ALLETE INC)	101-20200	1,133.34
12/11	12/06/2011	141778	130123	MORTON SALT	101-20200	1,774.52
12/11	12/06/2011	141779	130031	MOUNTAIN IRON ECONOMIC DEV	102-20200	42,418.88
12/11	12/06/2011	141780	130013	MOUNTAIN IRON FIREMEN'S RELIEF	101-20200	10,800.00
12/11	12/06/2011	141781	140048	NORTH COUNTRY HEATING	101-20200	320.00
12/11	12/06/2011	141782	140052	NORTHEAST SERVICE COOPERATIVE	101-20200	48,917.06
12/11	12/06/2011	141783	150004	OCCUPATIONAL DEVELOPMENT CTR	101-20200	24.42
12/11	12/06/2011	141784	40032	OFFICE OF ENTERPRISE TECHNOLOG	101-20200	408.23
12/11	12/06/2011	141785	160060	PIT & QUARRY SUPPLIES INC	101-20200	961.88
12/11	12/06/2011	141786	160037	PRAXAIR	101-20200	1,342.22
12/11	12/06/2011	141787	170007	QUILL CORPORATION	101-20200	268.12
12/11	12/06/2011	141788	180003	RANGE OFFICE SUPPLY	604-20200	266.12
12/11	12/06/2011	141789	190079	SCHINDLER ELEVATOR CORPORATIOI	101-20200	2,236.39
12/11	12/06/2011	141790	190045	SERVICE SOLUTIONS	101-20200	22.34
12/11	12/06/2011	141791	190004	SKUBIC BROS INC	604-20200	164.92
12/11	12/06/2011	141792	190024	ST LOUIS CO SHERIFF LITMAN	101-20200	39,500.00
12/11	12/06/2011	141793	90013	ST LOUIS CO.-IRON RANGE YOUTH	101-20200	200.00
12/11	12/06/2011	141794	200047	TEXTILES PLUS	101-20200	179.00
12/11	12/06/2011	141795	200020	THE TRENTI LAW FIRM	101-20200	3,781.91
12/11	12/06/2011	141796	200051	THERMOGRAPHY & ULTRASOUND	604-20200	2,250.00
12/11	12/06/2011	141797	220025	VERIZON WIRELESS	601-20200	17.14
12/11	12/06/2011	141798	220015	VIKING INDUSTRIAL CENTER	101-20200	324.05
12/11	12/06/2011	141799	230005	WESCO DISTRIBUTION INC	604-20200	20,420.61
12/11	12/06/2011	141800	260001	ZIEGLER INC	101-20200	139.92
12/11	12/06/2011	141801	9013	RANGE MENTAL HEALTH CENTER	230-20200	200.00
12/11	12/14/2011	141802	130011	MOUNTAIN IRON POSTMASTER	602-20200	359.18
Totals:						203,116.55
Payroll-PP Ending 11/25/2011						93,172.45
TOTAL EXPENDITURES						<u>\$296,289.00</u>

FUND BALANCE POLICY IN ACCORDANCE WITH GASB #54

Policy Number 2011-02

Adopted: December 5, 2011

Background

In February 2009, the Governmental Accounting Standards Board (GASB) issued *GASB #54 Fund Balance Reporting and Governmental Fund Type Definitions*. The statement substantially changes how fund balances are categorized. It clarifies/modifies how some of the governmental funds are presented and classified.

This policy will provide a cross reference between the Pre-GASB #54 Fund Balance Classifications and the Post-GASB #54 Fund Balance Classifications.

Fund Balance Classifications: Current and GASB #54

Pre-GASB #54 Classifications of Fund Balance

Post-GASB #54 Classifications of Fund Balance

<i>Reserved</i> Non-spendable	<i>Not available for appropriation</i> Not available for spending, either now or in the future, because of (e.g., debt retirement)	
<i>Designated</i> Restricted	<i>Available for appropriation but intended for a specific use.</i> Constraints on spending that are legally enforceable by outside parties.	
Unrestricted	<i>Designated</i> Committed	<i>Not available for appropriation.</i> Constraints on spending that the government imposes upon itself by highest-level formal action prior to the close of the period.
	<i>Undesignated</i> Assigned	<i>Available for appropriation.</i> Resources intended for spending for a purpose set by the governing body itself or by some person or body delegated to exercise such authority in accordance with policy established by the board.
	Unassigned	Residual (general fund only)

Purpose

To provide a stable financial environment for the City of Mountain Iron's operations that allows the City to provide quality services to its residents in a fiscally responsible manner designed to keep services and taxes as consistent as possible over time. This fund balance policy is meant to serve as the framework upon which consistent operations may be built and sustained.

Definitions & Policies

Fund Balance: Fund Balance is the difference between assets and liabilities in governmental funds (i.e. general fund, special revenue funds, capital project funds and debt service funds).

Non-spendable Fund Balance: Describes the amount of a fund balance that cannot be spent because it is either not in spendable form or there is a legal or contractual requirement for the funds to be remain intact.

Policy: At the end of each fiscal year, the City will report the portion of the fund balance that is not in spendable form as Non-spendable Fund Balance on the financial statements.

Spendable Fund Balance (Overview): Describes the amount of fund balance that is available for appropriation based on the constraints that control how specific amounts can be spent. Typically, a significant portion of a government's spendable resources can be spent only for specified purposes. The following categories define the revenue source and the level of force of the constraint on spending. Categories should be supported by actual plans approved by either the governing body, an appropriate officer, grant providers or enabling legislation.

Restricted Fund Balance: The restricted fund balance category includes the portion of the *spendable fund balance* that reflects constraints on spending because of legal restrictions stipulated by *outside parties* (e.g., encumbrances for goods or services with outside parties-creditors, grantors outstanding at the end of the year). Also, any legal restrictions based on state statutes or grant requirements placed on the use for specific purposes.

Policy: At the end of each fiscal year, the City will report "restricted" fund balance for amounts that have applicable legal restrictions per GASB #54. In addition, funds restricted by enabling legislation will be reported as "restricted".

Committed Fund Balance: The committed fund balance classification includes the portion of the *spendable fund balance* that reflects constraints that the City has imposed upon itself by a formal action of the City Council (for example, an ordinance or resolution passed by a city council). This constraint must be imposed prior to year end but the amount can be determined at a later date.

Policy: Prior to the end of each fiscal year, the City will report "committed" fund balance for long-term loan receivables such as advances to other funds and similar accounts.

Assigned Fund Balance: The assigned fund balance is the portion of the *spendable fund balance* that reflects funds intended to be used by the government for specific purposes assigned by more informal operational plans (e.g. capital goods replacement - the constraint on use is not imposed by external parties or by formal council action). In governmental funds

other than the general fund (special revenue funds, capital project funds, debt service funds and permanent funds), assigned fund balance represents the amount that is not restricted or limited. The authority to “assign” fund balance is delegated to the City Administrator.

Policy:

Capital Goods Replacement: At the end of each fiscal year, the City will report “Assigned” fund balance for equipment replacement according to the City’s Capital Improvement Plan.

Special Revenue Funds Cash Flow: At the end of each fiscal year, the City will maintain Spendable – Assigned portion of the fund balance for cash flow in the subsequent year.

Unassigned: This is the residual classification for the government’s General Fund and includes all spendable amounts not contained in the other classifications and, therefore, not subject to any constraints. Unassigned amounts are available for any purpose. These are the current resources available for which there are no government self-imposed limitations or set spending plan. Although there is generally no set spending plan for the undesignated portion, there is a need to maintain a certain funding level. Undesignated fund balance is commonly used for emergency expenditures not previously considered. In addition, the resources classified as undesignated can be used to cover expenditures for revenues not yet received.

Policy: At the end of each fiscal year, the City will maintain Spendable – Unassigned portions of the fund balance for Cash Flow of the General Fund operating expenditures. In addition to cash flow needs this accommodates emergency contingency concerns.



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 28-11

APPROVING 2011 TAX LEVY, COLLECTABLE 2012

BE IT RESOLVED, by the City Council of the City of Mountain Iron, County of Saint Louis, Minnesota, that the following sums of money be levied for the current year, collectable in 2012, upon the taxable property in the City of Mountain Iron for the following purposes:

TOTAL PROPOSED LEVY	\$1,206,978.00
MINUS SPECIAL LEVIES	\$418,275.00
LEVY SUBJECT TO LEVY LIMIT	\$788,703.00

The City Administrator is hereby instructed to transmit a certified copy of this Resolution to the County Auditor of Saint Louis County, Minnesota.

DULY ADOPTED BY THE CITY COUNCIL THIS 5th DAY OF DECEMBER, 2011.

ATTEST:



City Administrator



Mayor Gary Skalko



CITY OF MOUNTAIN IRON

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RESOLUTION NUMBER 29-11

APPROVING PROPOSED 2012 MARKET RATE BASED REFERENDUM LEVY FOR THE GENERAL OBLIGATION COMMUNITY CENTER BONDS AND INTEREST

WHEREAS, in February 1998 the voters in the City of Mountain Iron approved a market rate based referendum levy for bonds and interest to construct the Mountain Iron Community Center.

NOW, THEREFOR BE IT RESOLVED, by the City Council of the City of Mountain Iron, County of Saint Louis, Minnesota, that the following market rate based levy shall be made in 2011 payable in 2012 for all property in the City of Mountain Iron:

General Obligation Community Center Bond levy shall be \$83,811.00

The City Administrator is hereby instructed to transmit a certified copy of this resolution to the County Auditor of Saint Louis County, Minnesota.

DULY ADOPTED BY THE CITY COUNCIL THIS 5th DAY OF DECEMBER, 2011.

ATTEST:



City Administrator



Mayor Gary Skalko

**BUDGET SUMMARY
CITY OF MOUNTAIN IRON**

<u>EXPENDITURES</u>	2011 Budget	2012 Budget	Difference	Percent
Administration	\$ 607,000.00	\$ 619,000.00	\$ 12,000.00	2.0%
Public Safety	\$ 609,500.00	\$ 624,500.00	\$ 15,000.00	2.5%
Public Works	\$ 891,000.00	\$ 896,000.00	\$ 5,000.00	0.6%
Culture and Rec	\$ 404,500.00	\$ 404,500.00	-	0.0%
General Government	\$ 1,166,219.00	\$ 1,042,057.00	\$ (124,162.00)	-10.6%
TOTAL	\$ 3,678,219.00	\$ 3,586,057.00	\$ (92,162.00)	-2.5%
<u>REVENUE</u>				
Taxes	\$ 547,086.00	\$ 547,086.00	-	0.0%
Intergovernmental Aid	\$ 2,129,430.00	\$ 2,031,268.00	\$ (98,162.00)	-4.6%
General Revenue	\$ 213,000.00	\$ 219,000.00	\$ 6,000.00	2.8%
TOTAL	\$ 2,889,516.00	\$ 2,797,354.00	\$ (92,162.00)	-3.2%
GENERAL LEVY	\$ 788,703.00	\$ 788,703.00	-	0.0%

**BUDGET SUMMARY
CITY OF MOUNTAIN IRON**

REVENUE

GENERAL REVENUE	2011 Budget	2012 Budget	Difference	Percent
Lic. & Permits	\$ 25,000.00	\$ 25,000.00	\$ -	0.0%
Charges for Service	\$ 50,000.00	\$ 55,000.00	\$ 5,000.00	10.0%
Fines	\$ 11,000.00	\$ 12,000.00	\$ 1,000.00	9.1%
Interest	\$ 32,000.00	\$ 32,000.00	\$ -	0.0%
Refunds	\$ 90,000.00	\$ 90,000.00	\$ -	0.0%
General	\$ 5,000.00	\$ 5,000.00	\$ -	0.0%
Subtotal	\$ 213,000.00	\$ 219,000.00	\$ 6,000.00	2.8%

INTERGOVERNMENTAL REVENUE

Local Government Aid	\$ 1,354,430.00	\$ 1,156,268.00	\$ (198,162.00)	-14.6%
Taconite Production Tax	\$ 400,000.00	\$ 450,000.00	\$ 50,000.00	12.5%
Taconite Municipal Aid	\$ 250,000.00	\$ 300,000.00	\$ 50,000.00	20.0%
Mining Effects Tax	\$ 100,000.00	\$ 100,000.00	\$ -	0.0%
Other	\$ 25,000.00	\$ 25,000.00	\$ -	0.0%
Subtotal	\$ 2,129,430.00	\$ 2,031,268.00	\$ (98,162.00)	-4.6%

TAXES

Tax Levy	\$ 788,703.00	\$ 788,703.00	\$ -	0.0%
Special Levies	\$ 418,275.00	\$ 418,275.00	\$ -	0.0%
Market Rate Levy	\$ 83,811.00	\$ 83,811.00	\$ -	0.0%
Misc. Taxes	\$ 25,000.00	\$ 25,000.00	\$ -	0.0%
Franchise	\$ 20,000.00	\$ 20,000.00	\$ -	0.0%
Subtotal	\$ 1,335,789.00	\$ 1,335,789.00	\$ -	0.0%

Total	\$ 3,678,219.00	\$ 3,586,057.00	\$ (92,162.00)	-2.5%
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**BUDGET
CITY OF MOUNTAIN IRON
REVENUE**

TAXES	2009	2010	2011	2011	2012	%
	ACTUAL	ACTUAL	BUDGET	YTD	BUDGET	
Tax Levy	\$ 668,568.00	\$ 870,773.00	\$ 788,703.00	\$ 477,963.00	\$ 788,703.00	0.0%
Special Levies	\$ -	\$ -	\$ 418,275.00	\$ -	\$ 418,275.00	0.0%
Bond Levy	\$ 258,847.00	\$ 314,409.00	\$ 83,811.00	\$ 188,483.00	\$ 83,811.00	0.0%
Misc Taxes	\$ 11,664.00	\$ 34,994.00	\$ 25,000.00	\$ 16,236.00	\$ 25,000.00	0.0%
Franchise	\$ 23,028.00	\$ 24,050.00	\$ 20,000.00	\$ 24,851.00	\$ 20,000.00	0.0%
TOTAL	\$ 962,107.00	\$ 1,244,226.00	\$ 1,335,789.00	\$ 707,533.00	\$ 1,335,789.00	0.0%

INTERGOVERNMENTAL REVENUE

LGA	\$ 1,146,172.00	\$ 1,156,268.00	\$ 1,354,430.00	\$ 578,134.00	\$ 1,156,268.00	-14.6%
Tac. Prod Aid	\$ 666,601.00	\$ 474,622.00	\$ 400,000.00	\$ 467,173.00	\$ 450,000.00	12.5%
Tac. Aid	\$ 378,973.00	\$ 325,252.00	\$ 250,000.00	\$ 314,618.00	\$ 300,000.00	20.0%
Mining Effects	\$ 110,677.00	\$ 92,380.00	\$ 100,000.00	\$ 91,753.00	\$ 100,000.00	0.0%
Misc. Aid	\$ 49,311.00	\$ 85,010.00	\$ 25,000.00	\$ 13,496.00	\$ 25,000.00	0.0%
TOTAL	\$ 2,351,734.00	\$ 2,133,532.00	\$ 2,129,430.00	\$ 1,465,174.00	\$ 2,031,268.00	-4.6%

GENERAL REVENUE

Lic. & Permits	\$ 38,491.00	\$ 40,671.00	\$ 25,000.00	\$ 18,680.00	\$ 25,000.00	0.0%
Charges for Service	\$ 90,168.00	\$ 158,134.00	\$ 50,000.00	\$ 56,097.00	\$ 55,000.00	10.0%
Fines	\$ 16,178.00	\$ 14,847.00	\$ 11,000.00	\$ 15,332.00	\$ 12,000.00	9.1%
Interest	\$ 27,028.00	\$ 21,773.00	\$ 32,000.00	\$ 15,662.00	\$ 32,000.00	0.0%
Refunds	\$ 107,218.00	\$ 95,304.00	\$ 90,000.00	\$ 46,103.00	\$ 90,000.00	0.0%
General	\$ 2,063.00	\$ 373.00	\$ 5,000.00	\$ 4,303.00	\$ 5,000.00	0.0%
TOTAL	\$ 281,146.00	\$ 331,102.00	\$ 213,000.00	\$ 156,177.00	\$ 219,000.00	2.8%

TOTAL	\$ 3,594,987.00	\$ 3,708,860.00	\$ 3,678,219.00	\$ 2,328,884.00	\$ 3,586,057.00	-2.5%
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**BUDGET SUMMARY
CITY OF MOUNTAIN IRON
EXPENDITURES**

DEPARTMENT	2011 Budget	2012 Budget	Difference	Percent
City Council	\$ 26,000.00	\$ 26,000.00	-	0.0%
Administration	\$ 521,000.00	\$ 527,000.00	6,000.00	1.2%
Election	-	5,000.00	5,000.00	100.0%
Assessing	\$ 33,000.00	\$ 33,000.00	-	0.0%
Planning & Zoning	\$ 27,000.00	\$ 28,000.00	1,000.00	3.7%
Sheriffs	\$ 485,000.00	\$ 500,000.00	15,000.00	3.1%
Fire Protection	\$ 95,000.00	\$ 95,000.00	-	0.0%
Emergency Management	\$ 6,000.00	\$ 6,000.00	-	0.0%
Animal Control	\$ 23,500.00	\$ 23,500.00	-	0.0%
Streets	\$ 705,000.00	\$ 705,000.00	-	0.0%
Buildings	\$ 186,000.00	\$ 191,000.00	5,000.00	2.7%
Campground	\$ 54,500.00	\$ 54,500.00	-	0.0%
Recreation	\$ 205,000.00	\$ 205,000.00	-	0.0%
Government	\$ 240,808.00	\$ 250,300.00	9,492.00	3.9%
Library	\$ 145,000.00	\$ 145,000.00	-	0.0%
Transfers	\$ 925,411.00	\$ 791,757.00	(133,654.00)	-14.4%
Total	\$ 3,678,219.00	\$ 3,586,057.00	(92,162.00)	-2.5%

BUDGET
CITY OF MOUNTAIN IRON
GOVERNMENT OPERATIONS

ASSESSING	ACTUAL	ACTUAL	BUDGET	YTD	BUDGET	%
Contract Services	\$ 30,950.00	\$ 31,215.00	\$ 32,000.00	\$ 31,898.00	\$ 32,000.00	0%
Operations	\$ 706.00	\$ 255.00	\$ 1,000.00	\$ -	\$ 1,000.00	0%
TOTAL	\$ 31,656.00	\$ 31,470.00	\$ 33,000.00	\$ 31,898.00	\$ 33,000.00	0%

PLANNING & ZONING

Salaries	\$ 19,687.00	\$ 20,842.00	\$ 19,000.00	\$ 13,602.00	\$ 20,000.00	5%
Payroll Taxes	\$ 2,228.00	\$ 1,594.00	\$ 2,500.00	\$ 1,041.00	\$ 2,500.00	0%
Operations	\$ 6,957.00	\$ 6,222.00	\$ 5,500.00	\$ 3,354.00	\$ 5,500.00	0%
TOTAL	\$ 28,872.00	\$ 28,658.00	\$ 27,000.00	\$ 17,997.00	\$ 28,000.00	4%

ADMINISTRATION

TOTAL	\$ 610,136.00	\$ 552,049.00	\$ 607,000.00	\$ 459,709.00	\$ 619,000.00	2%
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**BUDGET
CITY OF MOUNTAIN IRON
PUBLIC SAFETY**

POLICE PROTECTION	2009		2010		2011		2012		%
	ACTUAL	BUDGET	ACTUAL	BUDGET	YTD	BUDGET	BUDGET		
Contract Services	\$ 493,746.00	\$ 450,000.00	\$ 450,000.00	\$ 475,000.00	\$ 396,000.00	\$ 490,000.00	\$ 490,000.00	3%	
Other Expenditures	\$ 17,093.00	\$ 10,434.00	\$ 10,434.00	\$ 10,000.00	\$ 5,536.00	\$ 10,000.00	\$ 10,000.00	0%	
TOTAL	\$ 510,839.00	\$ 460,434.00	\$ 460,434.00	\$ 485,000.00	\$ 401,536.00	\$ 500,000.00	\$ 500,000.00	3%	

FIRE PROTECTION

Salaries	\$ 17,203.00	\$ 24,921.00	\$ 24,921.00	\$ 20,000.00	\$ 17,557.00	\$ 20,000.00	\$ 20,000.00	0%
Payroll Taxes	\$ 1,785.00	\$ 4,088.00	\$ 4,088.00	\$ 3,000.00	\$ 2,212.00	\$ 3,000.00	\$ 3,000.00	0%
Training	\$ 9,480.00	\$ 11,155.00	\$ 11,155.00	\$ 20,000.00	\$ 7,910.00	\$ 20,000.00	\$ 20,000.00	0%
Maintenance	\$ 12,387.00	\$ 16,364.00	\$ 16,364.00	\$ 11,000.00	\$ 3,143.00	\$ 11,000.00	\$ 11,000.00	0%
Operations	\$ 22,316.00	\$ 39,460.00	\$ 39,460.00	\$ 18,000.00	\$ 19,498.00	\$ 18,000.00	\$ 18,000.00	0%
Firemen's Relief	\$ 21,934.00	\$ 20,586.00	\$ 20,586.00	\$ 23,000.00	\$ 11,231.00	\$ 23,000.00	\$ 23,000.00	0%
TOTAL	\$ 85,105.00	\$ 116,574.00	\$ 116,574.00	\$ 95,000.00	\$ 61,551.00	\$ 95,000.00	\$ 95,000.00	0%

EMERGENCY MANAGEMENT

Plan Update	\$ -	\$ -	\$ -	\$ 5,000.00	\$ -	\$ 5,000.00	\$ 5,000.00	0%
Operations	\$ 175.00	\$ 25.00	\$ 25.00	\$ 1,000.00	\$ -	\$ 1,000.00	\$ 1,000.00	0%
TOTAL	\$ 175.00	\$ 25.00	\$ 25.00	\$ 6,000.00	\$ -	\$ 6,000.00	\$ 6,000.00	0%

ANIMAL CONTROL

Contact Services	\$ 18,000.00	\$ 18,000.00	\$ 18,000.00	\$ 23,000.00	\$ 15,800.00	\$ 23,000.00	\$ 23,000.00	0%
Operations	\$ 257.00	\$ 181.00	\$ 181.00	\$ 500.00	\$ -	\$ 500.00	\$ 500.00	0%
TOTAL	\$ 18,257.00	\$ 18,181.00	\$ 18,181.00	\$ 23,500.00	\$ 15,800.00	\$ 23,500.00	\$ 23,500.00	0%

PUBLIC SAFETY

TOTAL	\$ 614,376.00	\$ 595,214.00	\$ 595,214.00	\$ 609,500.00	\$ 478,887.00	\$ 624,500.00	\$ 624,500.00	2%
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**BUDGET
CITY OF MOUNTAIN IRON
PUBLIC WORKS**

STREETS	2009	2010	2011	2011	2012	%
	ACTUAL	ACTUAL	BUDGET	YTD	BUDGET	
Salaries	\$ 334,324.00	\$ 329,444.00	\$ 360,000.00	\$ 302,533.00	\$ 360,000.00	0%
Payroll Taxes	\$ 53,046.00	\$ 51,290.00	\$ 50,000.00	\$ 49,517.00	\$ 50,000.00	0%
Insurance-Group	\$ 123,585.00	\$ 134,266.00	\$ 125,000.00	\$ 90,015.00	\$ 125,000.00	0%
Utilities	\$ 56,814.00	\$ 63,613.00	\$ 55,000.00	\$ 42,442.00	\$ 55,000.00	0%
Maintenance	\$ 57,906.00	\$ 94,256.00	\$ 60,000.00	\$ 81,294.00	\$ 60,000.00	0%
Supplies	\$ 29,665.00	\$ 31,100.00	\$ 30,000.00	\$ 32,342.00	\$ 30,000.00	0%
Operations	\$ 44,974.00	\$ 11,964.00	\$ 25,000.00	\$ 53,139.00	\$ 25,000.00	0%
TOTAL	\$ 700,314.00	\$ 715,933.00	\$ 705,000.00	\$ 651,282.00	\$ 705,000.00	0%

BUILDINGS	2009	2010	2011	2011	2012	%
	ACTUAL	ACTUAL	BUDGET	YTD	BUDGET	
Salaries	\$ 59,446.00	\$ 60,114.00	\$ 65,000.00	\$ 51,580.00	\$ 65,000.00	0%
Payroll Taxes	\$ 9,792.00	\$ 10,124.00	\$ 11,000.00	\$ 8,980.00	\$ 11,000.00	0%
Insurance-Group	\$ 24,325.00	\$ 23,069.00	\$ 23,000.00	\$ 18,819.00	\$ 23,000.00	0%
Utilities	\$ 33,017.00	\$ 43,183.00	\$ 45,000.00	\$ 35,954.00	\$ 45,000.00	0%
Communications	\$ 1,451.00	\$ 1,510.00	\$ 2,000.00	\$ 1,598.00	\$ 2,000.00	0%
Supplies	\$ 32,005.00	\$ 50,030.00	\$ 20,000.00	\$ 17,790.00	\$ 25,000.00	25%
Operations	\$ 27,057.00	\$ 21,357.00	\$ 20,000.00	\$ 24,064.00	\$ 20,000.00	0%
TOTAL	\$ 187,093.00	\$ 209,387.00	\$ 186,000.00	\$ 158,785.00	\$ 191,000.00	3%

PUBLIC WORKS	\$ 887,407.00	\$ 925,320.00	\$ 891,000.00	\$ 810,067.00	\$ 896,000.00	1%
TOTAL						

BUDGET
CITY OF MOUNTAIN IRON
CULTURE AND RECREATION

CAMPGROUND	2009		2010		2011		2012	
	ACTUAL	ACTUAL	ACTUAL	BUDGET	YTD	BUDGET	BUDGET	%
Salaries	\$ 10,761.00	\$ 11,558.00	\$ 21,000.00	\$ 21,000.00	\$ 11,570.00	\$ 21,000.00	\$ 21,000.00	0%
Payroll Taxes	\$ 2,252.00	\$ 3,965.00	\$ 2,000.00	\$ 2,000.00	\$ 4,250.00	\$ 2,000.00	\$ 2,000.00	0%
Insurance-Group	\$ 495.00	\$ 323.00	\$ 3,000.00	\$ 3,000.00	-	\$ 3,000.00	\$ 3,000.00	0%
Utilities	\$ 7,017.00	\$ 7,470.00	\$ 7,500.00	\$ 7,500.00	\$ 7,409.00	\$ 7,500.00	\$ 7,500.00	0%
Operations	\$ 24,614.00	\$ 18,732.00	\$ 20,000.00	\$ 20,000.00	\$ 12,518.00	\$ 20,000.00	\$ 20,000.00	0%
Advertising	\$ 300.00	\$ 300.00	\$ 1,000.00	\$ 1,000.00	\$ 100.00	\$ 1,000.00	\$ 1,000.00	0%
TOTAL	\$ 45,439.00	\$ 42,348.00	\$ 54,500.00	\$ 54,500.00	\$ 35,847.00	\$ 54,500.00	\$ 54,500.00	0%

RECREATION DEPARTMENT

Salaries	\$ 72,234.00	\$ 78,715.00	\$ 107,000.00	\$ 107,000.00	\$ 63,665.00	\$ 107,000.00	\$ 107,000.00	0%
Payroll Taxes	\$ 9,326.00	\$ 10,594.00	\$ 13,000.00	\$ 13,000.00	\$ 8,138.00	\$ 13,000.00	\$ 13,000.00	0%
Insurance-Group	\$ 17,681.00	\$ 27,153.00	\$ 25,000.00	\$ 25,000.00	\$ 17,246.00	\$ 25,000.00	\$ 25,000.00	0%
Utilities	\$ 10,151.00	\$ 9,452.00	\$ 11,000.00	\$ 11,000.00	\$ 7,829.00	\$ 11,000.00	\$ 11,000.00	0%
Maintenance	\$ 15,205.00	\$ 22,489.00	\$ 9,000.00	\$ 9,000.00	\$ 12,134.00	\$ 9,000.00	\$ 9,000.00	0%
Operations	\$ 30,645.00	\$ 32,794.00	\$ 22,000.00	\$ 22,000.00	\$ 23,056.00	\$ 22,000.00	\$ 22,000.00	0%
Baseball/Softball	\$ 4,421.00	\$ 5,045.00	\$ 6,000.00	\$ 6,000.00	\$ 3,521.00	\$ 6,000.00	\$ 6,000.00	0%
Special Events	\$ 14,174.00	\$ 17,733.00	\$ 12,000.00	\$ 12,000.00	\$ 15,874.00	\$ 20,000.00	\$ 20,000.00	67%
TOTAL	\$ 173,837.00	\$ 203,975.00	\$ 205,000.00	\$ 205,000.00	\$ 151,463.00	\$ 213,000.00	\$ 213,000.00	4%

LIBRARY

Salaries	\$ 58,974.00	\$ 55,111.00	\$ 80,000.00	\$ 80,000.00	\$ 51,617.00	\$ 80,000.00	\$ 80,000.00	0%
Payroll Taxes	\$ 9,633.00	\$ 9,136.00	\$ 12,000.00	\$ 12,000.00	\$ 8,150.00	\$ 12,000.00	\$ 12,000.00	0%
Insurance-Group	\$ 16,633.00	\$ 18,658.00	\$ 15,000.00	\$ 15,000.00	\$ 13,702.00	\$ 15,000.00	\$ 15,000.00	0%
Utilities	\$ 5,249.00	\$ 6,834.00	\$ 9,000.00	\$ 9,000.00	\$ 5,186.00	\$ 9,000.00	\$ 9,000.00	0%
Books	\$ 13,932.00	\$ 19,185.00	\$ 17,000.00	\$ 17,000.00	\$ 13,408.00	\$ 17,000.00	\$ 17,000.00	0%
Communications	\$ 2,274.00	\$ 2,043.00	\$ 5,000.00	\$ 5,000.00	\$ 1,597.00	\$ 5,000.00	\$ 5,000.00	0%
Operations	\$ 11,684.00	\$ 27,334.00	\$ 7,000.00	\$ 7,000.00	\$ 10,193.00	\$ 7,000.00	\$ 7,000.00	0%
TOTAL	\$ 118,379.00	\$ 138,301.00	\$ 145,000.00	\$ 145,000.00	\$ 103,853.00	\$ 145,000.00	\$ 145,000.00	0%

CULTURE AND RECREATION

TOTAL	\$ 337,655.00	\$ 384,624.00	\$ 404,500.00	\$ 404,500.00	\$ 291,163.00	\$ 412,500.00	\$ 412,500.00	2%
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BUDGET
CITY OF MOUNTAIN IRON
GENERAL GOVERNMENT

GENERAL GOVERNMENT	2009	2010	2011	2011	2012	%
	ACTUAL	ACTUAL	BUDGET	YTD	BUDGET	
Cash Short and Over	\$ 17.00	\$ (13.00)	\$ 10.00	\$ 5.00	\$ 10.00	0%
Cemeteries	\$ 6,000.00	\$ 6,000.00	\$ 9,000.00	\$ 9,000.00	\$ 9,000.00	0%
Retire/Pension Contrib.	\$ 95,878.00	\$ 146,662.00	\$ 120,000.00	\$ 134,165.00	\$ 130,000.00	8%
Public Expense	\$ 1,658.00	\$ 13,363.00	\$ 8,990.00	\$ 7,994.00	\$ 7,990.00	-11%
Promotion and Tourism	\$ 2,431.00	\$ 4,264.00	\$ 2,500.00	\$ 2,606.00	\$ 3,000.00	20%
EMT Equipment	\$ 11,311.00	\$ 8,873.00	\$ 12,000.00	\$ 8,231.00	\$ 12,000.00	0%
Intergovernmental Coop	\$ 240.00	\$ 2,050.00	\$ -	\$ -	\$ -	0%
Contribution - QCJRA	\$ 9,072.00	\$ 8,148.00	\$ 7,308.00	\$ 7,308.00	\$ 7,300.00	0%
Planning	\$ -	\$ -	\$ 5,000.00	\$ -	\$ 5,000.00	0%
Televise Meetings	\$ 19,000.00	\$ 16,715.00	\$ 10,000.00	\$ 9,200.00	\$ 10,000.00	0%
Hydrants	\$ 4,441.00	\$ 1,904.00	\$ 1,500.00	\$ 321.00	\$ 1,500.00	0%
TCBDA	\$ 51,366.00	\$ 51,307.00	\$ 52,000.00	\$ 41,024.00	\$ 52,000.00	0%
Mineview in the Sky	\$ 2,500.00	\$ 2,500.00	\$ 2,500.00	\$ 2,500.00	\$ 2,500.00	0%
Tax Abatement	\$ 10,000.00	\$ 10,000.00	\$ 10,000.00	\$ 10,000.00	\$ 10,000.00	0%
TOTAL	\$ 213,914.00	\$ 271,773.00	\$ 240,808.00	\$ 232,354.00	\$ 250,300.00	4%

TRANSFERS

Capital Improvement	\$ 578,000.00	\$ 388,409.00	\$ 510,411.00	\$ 425,343.00	\$ 368,757.00	-28%
Mining Effects	\$ 50,000.00	\$ 46,190.00	\$ 50,000.00	\$ -	\$ 50,000.00	0%
OPEB	\$ -	\$ -	\$ -	\$ 60,000.00	\$ -	0%
Debt Service	\$ 375,000.00	\$ 350,000.00	\$ 365,000.00	\$ 291,667.00	\$ 365,000.00	0%
TOTAL	\$ 1,003,000.00	\$ 784,599.00	\$ 925,411.00	\$ 777,010.00	\$ 783,757.00	-15%

GENERAL GOVERNMENT

TOTAL	\$ 1,216,914.00	\$ 1,056,372.00	\$ 1,166,219.00	\$ 1,009,364.00	\$ 1,034,057.00	-11%
TOTAL EXPENDITURES	\$ 3,666,488.00	\$ 3,513,579.00	\$ 3,678,219.00	\$ 3,049,190.00	\$ 3,586,057.00	

2012 Capital Improvement Budget

REVENUE	2012
Grants	\$ 550,000.00
Utilities	\$ 200,000.00
General Fund	\$ 418,757.00

TOTAL \$ 1,168,757.00

EXPENDITURE	Department	Projects	Grants	Utilities	TOTAL
Water System Improvements	Utilities		\$ 200,000.00		\$ 200,000.00
Locomotive Park	Parks	\$ 50,000.00	\$ 50,000.00		\$ 100,000.00
Park Improvements	Parks	\$ 100,000.00			\$ 100,000.00
Campground Improvements	Campground	\$ 50,000.00			\$ 50,000.00
Bike Trails	Parks	\$ 55,000.00	\$ 150,000.00		\$ 205,000.00
WWTP Control Building Repairs	WWTP			\$ 50,000.00	\$ 50,000.00
WTP Building Repairs	WTP			\$ 50,000.00	\$ 50,000.00
Substation Replacement	Electric			\$ 100,000.00	\$ 100,000.00
Enterprise Drive Street Lights	Streets	\$ 53,757.00			\$ 53,757.00
Energy Park Road Paving	Streets	-	\$ 150,000.00		\$ 150,000.00
Community Center Sidewalks	Buildings	\$ 10,000.00			\$ 10,000.00
Unity Drive Extension	Streets	\$ 100,000.00			\$ 100,000.00

OVERALL 2012 TOTAL \$ 418,757.00 \$ 550,000.00 \$ 200,000.00 \$ 1,168,757.00

**2012 BUDGET
CITY OF MOUNTAIN IRON**

REVENUE	2009		2010		2011		2012	
	ACTUAL	ACTUAL	ACTUAL	BUDGET	YTD	BUDGET	YTD	BUDGET
Interest Earnings	\$ 44,357.00	\$ 19,914.00	\$ 15,000.00	\$ 15,000.00	\$ 18,217.00	\$ 15,000.00	\$ 18,217.00	\$ 15,000.00
Special Assessments	\$ 112,178.00	\$ 69,885.00	\$ 50,000.00	\$ 50,000.00	\$ 14,632.00	\$ 50,000.00	\$ 14,632.00	\$ 50,000.00
Electric Fund	\$ 9,827.00	\$ 8,973.00	\$ 20,074.00	\$ 20,074.00	\$ 16,728.00	\$ 20,000.00	\$ 16,728.00	\$ 20,000.00
Water Fund	\$ -	\$ 19,788.00	\$ 27,782.00	\$ 27,782.00	\$ 27,782.00	\$ 33,000.00	\$ 27,782.00	\$ 33,000.00
Refuse and Recycling Fund	\$ -	\$ -	\$ 10,000.00	\$ 10,000.00	\$ 8,333.00	\$ 10,000.00	\$ 8,333.00	\$ 10,000.00
WWTP Fund	\$ -	\$ 30,836.00	\$ 35,177.00	\$ 35,177.00	\$ 37,936.00	\$ 38,000.00	\$ 37,936.00	\$ 38,000.00
General Fund	\$ 348,000.00	\$ 350,000.00	\$ 365,000.00	\$ 365,000.00	\$ 291,667.00	\$ 365,000.00	\$ 291,667.00	\$ 365,000.00
TOTAL REVENUE	\$ 514,362.00	\$ 499,396.00	\$ 523,033.00	\$ 523,033.00	\$ 415,295.00	\$ 531,000.00	\$ 415,295.00	\$ 531,000.00
EXPENSES								
Principle - Water Revenue	\$ 35,000.00	\$ 35,000.00	\$ 50,000.00	\$ 50,000.00	\$ -	\$ 40,000.00	\$ -	\$ 40,000.00
Interest - Water Revenue	\$ 33,628.00	\$ 25,437.00	\$ 20,350.00	\$ 20,350.00	\$ 10,175.00	\$ 28,838.00	\$ 10,175.00	\$ 28,838.00
Principle - USDA Loan	\$ 5,000.00	\$ 6,000.00	\$ 6,000.00	\$ 6,000.00	\$ 6,000.00	\$ 6,000.00	\$ 6,000.00	\$ 6,000.00
Interest - USDA Loan	\$ 11,963.00	\$ 11,756.00	\$ 11,509.00	\$ 11,509.00	\$ 11,509.00	\$ 11,261.00	\$ 11,509.00	\$ 11,261.00
Principle - 2005 Xover	\$ 145,000.00	\$ 50,000.00	\$ 155,000.00	\$ 155,000.00	\$ 155,000.00	\$ 55,000.00	\$ 155,000.00	\$ 55,000.00
Interest - 2005 Xover	\$ 57,195.00	\$ 37,380.00	\$ 48,415.00	\$ 48,415.00	\$ 45,896.00	\$ 23,033.00	\$ 45,896.00	\$ 23,033.00
Principle - 2007	\$ -	\$ 95,000.00	\$ 95,000.00	\$ 95,000.00	\$ 95,000.00	\$ 105,000.00	\$ 95,000.00	\$ 105,000.00
Interest - 2007	\$ -	\$ 56,310.00	\$ 52,510.00	\$ 52,510.00	\$ 52,510.00	\$ 20,345.00	\$ 52,510.00	\$ 20,345.00
Principle - Improvement Bonds	\$ 65,000.00	\$ 100,000.00	\$ 95,000.00	\$ 95,000.00	\$ 95,000.00	\$ 95,000.00	\$ 95,000.00	\$ 95,000.00
Interest - Improvement Bonds	\$ 59,510.00	\$ 1,323.00	\$ 56,310.00	\$ 56,310.00	\$ 56,310.00	\$ 52,510.00	\$ 56,310.00	\$ 52,510.00
Principal - Garage Addition	\$ -	\$ -	\$ 30,000.00	\$ 30,000.00	\$ -	\$ 30,000.00	\$ -	\$ 30,000.00
Interest - Garage Addition	\$ -	\$ -	\$ 10,000.00	\$ 10,000.00	\$ -	\$ 10,000.00	\$ -	\$ 10,000.00
WWTP Loan Principal	\$ -	\$ 24,250.00	\$ 25,000.00	\$ 25,000.00	\$ 25,000.00	\$ 25,000.00	\$ 25,000.00	\$ 25,000.00
WWTP Loan Interest	\$ -	\$ 6,586.00	\$ 10,177.00	\$ 10,177.00	\$ 12,936.00	\$ 13,000.00	\$ 12,936.00	\$ 13,000.00
Agent Fees	\$ 806.00	\$ 1,543.00	\$ 1,000.00	\$ 1,000.00	\$ 850.00	\$ 1,000.00	\$ 850.00	\$ 1,000.00
TOTAL EXPENSES	\$ 413,102.00	\$ 450,585.00	\$ 666,271.00	\$ 666,271.00	\$ 566,186.00	\$ 515,987.00	\$ 566,186.00	\$ 515,987.00

2012 BUDGET
CITY OF MOUNTAIN IRON
CHARITABLE GAMBLING

REVENUE	2009 ACTUAL	2010 ACTUAL	2011 BUDGET	2011 YTD	2012 BUDGET
Interest Earnings	\$ 124.00	\$ 53.00	\$ 200.00	\$ 22.00	\$ 50.00
Gambling Proceeds	\$ 2,558.00	\$ 4,426.00	\$ 2,500.00	\$ 2,449.00	\$ 2,500.00
TOTAL REVENUE	\$ 2,682.00	\$ 4,479.00	\$ 2,700.00	\$ 2,471.00	\$ 2,550.00
EXPENSES					
Allowable Expenditures	\$ 4,450.00	\$ 2,550.00	\$ 2,700.00	\$ 2,450.00	\$ 2,550.00
Administration	\$ -	\$ -	\$ -	\$ -	\$ -
TOTAL EXPENSES	\$ 4,450.00	\$ 2,550.00	\$ 2,700.00	\$ 2,450.00	\$ 2,550.00

**CITY OF MOUNTAIN IRON
2012 BUDGET
WATER DEPARTMENT**

REVENUES	2009 ACTUAL	2010 ACTUAL	2011 BUDGET	2011 YTD	2012 BUDGET
Interest Earnings	\$ 9,336.00	\$ 8,126.00	\$ 8,000.00	\$ 8,067.00	\$ 8,000.00
Other	\$ 220,804.00	\$ 111,501.00	\$ 83,626.00	\$ 58,625.00	\$ 80,000.00
Charges for Services	\$ 243,485.00	\$ 236,517.00	\$ 222,000.00	\$ 183,202.00	\$ 325,000.00
TOTAL REVENUES	\$ 473,625.00	\$ 356,144.00	\$ 313,626.00	\$ 249,894.00	\$ 413,000.00

EXPENDITURES

Salaries	\$ 84,226.00	\$ 74,232.00	\$ 83,000.00	\$ 68,895.00	\$ 85,000.00
Employee Benefits	\$ 37,336.00	\$ 32,937.00	\$ 36,000.00	\$ 28,374.00	\$ 38,000.00
Insurance	\$ 6,795.00	\$ 6,581.00	\$ 10,000.00	\$ 6,010.00	\$ 10,000.00
Miscellaneous	\$ 18,146.00	\$ 15,812.00	\$ 20,000.00	\$ 30,754.00	\$ 20,000.00
OPEB	\$ 45,730.00	\$ 31,190.00	\$ -	\$ -	\$ 23,000.00
Repairs and Maintenance	\$ 18,430.00	\$ 28,400.00	\$ 20,000.00	\$ 30,713.00	\$ 25,000.00
Supplies	\$ 13,695.00	\$ 8,848.00	\$ 9,000.00	\$ 5,135.00	\$ 10,000.00
Telephone	\$ 816.00	\$ 673.00	\$ 800.00	\$ 472.00	\$ 1,000.00
Utilities	\$ 22,945.00	\$ 36,582.00	\$ 25,000.00	\$ 29,363.00	\$ 30,000.00
Depreciation	\$ 88,409.00	\$ 74,676.00	\$ 79,503.00	\$ 66,253.00	\$ 75,000.00
Interest Expense	\$ 45,156.00	\$ 112,926.00	\$ 95,901.00	\$ 37,957.00	\$ 96,000.00
Capital Outlay	\$ -	\$ -	\$ -	\$ -	\$ -
TOTAL EXPENDITURES	\$ 381,684.00	\$ 422,857.00	\$ 379,204.00	\$ 303,926.00	\$ 413,000.00

**CITY OF MOUNTAIN IRON
2012 BUDGET
WASTE WATER DEPARTMENT**

REVENUES	2009	2010	2011	2011	2012
	ACTUAL	ACTUAL	BUDGET	YTD	BUDGET
Interest Earnings	\$ 11,903.00	\$ 3,609.00	\$ 11,000.00	\$ 3,683.00	\$ 11,000.00
Other	\$ 275,897.00	\$ 146,237.00	-	\$ 112,044.00	\$ -
Charges for Services	\$ 321,678.00	\$ 402,615.00	\$ 387,000.00	\$ 304,309.00	\$ 404,000.00
TOTAL REVENUES	\$ 609,478.00	\$ 552,461.00	\$ 398,000.00	\$ 420,036.00	\$ 415,000.00

EXPENDITURES

Salaries	\$ 76,644.00	\$ 82,383.00	\$ 85,000.00	\$ 65,881.00	\$ 85,000.00
Employee Benefits	\$ 31,456.00	\$ 34,312.00	\$ 36,000.00	\$ 25,372.00	\$ 36,000.00
Contract Services	\$ 31,917.00	\$ 30,766.00	\$ 30,000.00	\$ 29,944.00	\$ 30,000.00
Insurance	\$ 4,091.00	\$ 4,610.00	\$ 6,000.00	\$ 4,295.00	\$ 6,000.00
Miscellaneous	\$ 15,809.00	\$ 14,788.00	\$ 20,000.00	\$ 13,731.00	\$ 20,000.00
OPEB	\$ 39,198.00	\$ 38,627.00	-	-	-
Maintenance and Repairs	\$ 15,025.00	\$ 10,056.00	\$ 15,000.00	\$ 21,758.00	\$ 15,000.00
Supplies	\$ 7,840.00	\$ 7,089.00	\$ 9,000.00	\$ 11,718.00	\$ 9,000.00
Telephone	\$ 2,166.00	\$ 1,648.00	\$ 2,000.00	\$ 1,501.00	\$ 2,000.00
Utilities	\$ 50,634.00	\$ 76,628.00	\$ 60,000.00	\$ 58,182.00	\$ 60,000.00
Depreciation	\$ 112,760.00	\$ 95,125.00	\$ 105,737.00	\$ 88,115.00	\$ 100,000.00
Debt Service	\$ -	\$ 11,304.00	\$ 35,177.00	\$ 37,926.00	\$ 35,000.00
Capital Outlay	\$ -	\$ -	-	\$ 311,518.00	\$ 15,000.00
TOTAL EXPENDITURES	\$ 387,540.00	\$ 407,336.00	\$ 403,914.00	\$ 669,941.00	\$ 413,000.00

**CITY OF MOUNTAIN IRON
2012 BUDGET
REFUSE AND RECYCLING DEPARTMENT**

REVENUES	2009	2010	2011	2011	2012
	ACTUAL	ACTUAL	BUDGET	YTD	BUDGET
Interest Earnings	\$ 16,519.00	\$ 9,449.00	\$ 12,000.00	\$ 11,411.00	\$ 12,000.00
Transfers In	\$ -	\$ -	\$ -	\$ 290.00	\$ -
Charges for Services	\$ 384,645.00	\$ 386,546.00	\$ 384,000.00	\$ 302,531.00	\$ 384,000.00
TOTAL REVENUES	\$ 401,164.00	\$ 395,995.00	\$ 396,000.00	\$ 314,232.00	\$ 396,000.00

EXPENDITURES					
Salaries	\$ 94,579.00	\$ 97,380.00	\$ 101,000.00	\$ 84,930.00	\$ 101,000.00
Employee Benefits	\$ 45,188.00	\$ 46,712.00	\$ 51,000.00	\$ 38,527.00	\$ 51,000.00
Insurance	\$ 8,412.00	\$ 7,258.00	\$ 8,000.00	\$ 8,261.00	\$ 10,000.00
Miscellaneous	\$ 12,174.00	\$ 11,556.00	\$ 13,000.00	\$ 10,631.00	\$ 13,000.00
OPEB	\$ 52,263.00	\$ 6,118.00	\$ -	\$ -	\$ 23,000.00
Repairs and Maintenance	\$ 9,649.00	\$ 18,038.00	\$ 10,000.00	\$ 8,809.00	\$ 12,000.00
County Fees	\$ 129,241.00	\$ 131,686.00	\$ 120,000.00	\$ 94,821.00	\$ 130,000.00
Supplies	\$ 18,974.00	\$ 23,755.00	\$ 15,000.00	\$ 17,884.00	\$ 20,000.00
Depreciation	\$ 34,065.00	\$ 41,052.00	\$ 23,005.00	\$ 19,171.00	\$ 25,000.00
Telephone	\$ 892.00	\$ 690.00	\$ 1,000.00	\$ 573.00	\$ 1,000.00
Capital Outlay	\$ 12,500.00	\$ -	\$ 10,000.00	\$ 56,557.00	\$ 10,000.00
TOTAL EXPENDITURES	\$ 417,937.00	\$ 384,245.00	\$ 352,005.00	\$ 340,164.00	\$ 396,000.00

**CITY OF MOUNTAIN IRON
2012 BUDGET
ELECTRIC DEPARTMENT**

REVENUES	2009	2010	2011	2011	2012
	ACTUAL	ACTUAL	BUDGET	YTD	BUDGET
Interest Earnings	\$ 6,976.00	\$ 1,149.00	\$ 1,500.00	\$ 4,051.00	\$ 1,000.00
Other	\$ -	\$ 413.00	\$ -	\$ 2,282.00	\$ -
Charges for Services	\$ 1,712,387.00	\$ 2,296,314.00	\$ 2,230,000.00	\$ 1,736,519.00	\$ 2,300,000.00
TOTAL REVENUES	\$ 1,719,363.00	\$ 2,297,876.00	\$ 2,231,500.00	\$ 1,742,852.00	\$ 2,301,000.00

EXPENDITURES

Cost of Sales	\$ 1,312,100.00	\$ 1,423,943.00	\$ 1,455,000.00	\$ 1,099,127.00	\$ 1,455,000.00
Salaries	\$ 244,995.00	\$ 254,926.00	\$ 276,000.00	\$ 231,601.00	\$ 276,000.00
Employee Benefits	\$ 115,705.00	\$ 116,444.00	\$ 125,000.00	\$ 102,442.00	\$ 125,000.00
Insurance	\$ 18,530.00	\$ 15,933.00	\$ 20,000.00	\$ 16,511.00	\$ 20,000.00
Miscellaneous	\$ 31,595.00	\$ 40,320.00	\$ 30,500.00	\$ 27,200.00	\$ 31,000.00
OPEB	\$ 130,658.00	\$ 46,603.00	\$ -	\$ -	\$ 40,000.00
Repairs and Maintenance	\$ 59,056.00	\$ 60,857.00	\$ 65,000.00	\$ 45,215.00	\$ 65,000.00
Supplies	\$ 35,991.00	\$ 29,092.00	\$ 25,000.00	\$ 22,280.00	\$ 25,000.00
Telephone	\$ 4,046.00	\$ 3,765.00	\$ 3,200.00	\$ 3,643.00	\$ 4,000.00
Depreciation Expense	\$ 39,369.00	\$ 44,017.00	\$ 29,210.00	\$ 24,341.00	\$ 40,000.00
Debt Service	\$ 22,327.00	\$ 8,973.00	\$ 15,074.00	\$ 16,728.00	\$ 15,000.00
CIP	\$ -	\$ -	\$ 33,450.00	\$ 2,741.00	\$ 35,000.00
Capital Outlay	\$ -	\$ -	\$ 150,000.00	\$ -	\$ 100,000.00
TOTAL EXPENDITURES	\$ 2,014,372.00	\$ 2,044,873.00	\$ 2,227,434.00	\$ 1,591,829.00	\$ 2,231,000.00



CITY OF MOUNTAIN IRON

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ORDINANCE NUMBER 04-11

AMENDING CHAPTER 70 OF THE MOUNTAIN IRON CITY CODE

THE CITY OF MOUNTAIN IRON HEREBY ORDAINS:

Section 1. Adding Section 70.13. Section 70.13 is hereby repealed and replaced as follows:

70.13 CALENDAR PARKING.

Subd. 1. The calendar system of parking is adopted which means that all parking from 6:00 p.m. to 6:00 p.m. on even days of the month shall be allowed only on the even side of the street or avenue and on the odd days of the month on the odd side of the street or avenue commencing November 1st and continuing until April 1st of each year. The allowed changeover period during each day shall be from 6:00 p.m. to 11:00 p.m.

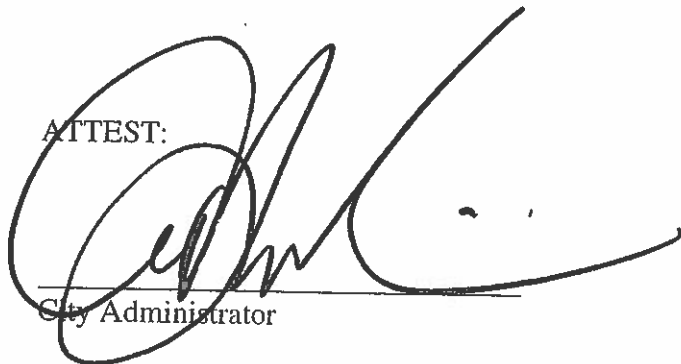
Subd. 2. During calendar parking any Law Enforcement officer may remove a vehicle from a street to a garage or other place of safety when the vehicle is left unattended and constitutes an obstruction to traffic or hinders snow removal or street improvement or maintenance operations. Such vehicle shall not be released until the fees for towing and storage are paid in addition to any fine imposed for a violation of this schedule. Violation of this schedule shall result in fines to be established by Council Resolution from time to time.

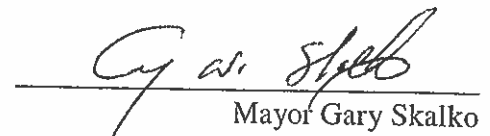
Section 2. Inconsistent Ordinances. All Ordinances or portions thereof inconsistent with this Ordinance shall be repealed and replaced with the provisions of this Ordinance.

Section 3. Effective Date. This Ordinance shall be effective in accordance with State Statute.

DULY ADOPTED BY THE CITY COUNCIL THIS 5th DAY OF DECEMBER, 2011.

ATTEST:



City Administrator

Mayor Gary Skalko

COUNCIL LETTER 121911-IVA1

MAYOR GARY SKALKO

ACCEPT RESIGNATION

DATE: December 15, 2011

FROM: Mayor Gary Skalko

Craig J. Wainio
City Administrator

The Mayor Skalko requested this item be placed on the Agenda with the following background information:

Accept resignation of Gail Kleinschmidt from the Library Board.

Craig J. Wainio

From: sallyannepeterangelo@gmail.com on behalf of Sally Peterangelo [sally@arrowhead.lib.mn.us]
Sent: Tuesday, December 13, 2011 8:27 AM
To: Craig J. Wainio
Subject: Fwd:

Craig, please forward this to the Mayor. I did not have his email. Thank you.

----- Forwarded message -----

From: Don Kleinschmidt <hunters4@mchsi.com>
Date: Mon, Dec 12, 2011 at 3:59 PM
Subject:
To: sally@arrowhead.lib.mn.us

Sally:

I received a letter fom Mayor Skalko asking if I wanted to remain on the Library Board since I missed the last two meetings.

Currently I am part of our Teacher negotiations team and I also am on our District Wide QComp committee.

Naturally all these meetings fall on Wednesdays.

Since negotiations can last for a period of time - and I am sure this one will be at least a year I will not be available for any meetings on Wednesdays.

It is with much regret to have to step down as a Library Board member.

Since Mayor Skalko failed to include his email in his letter would you please forward this to him.

It has been great working with you and keep up the good work.

Sincerely
Gail Kleinschmidt

COUNCIL LETTER 121911-IVA2

MAYOR GARY SKALKO

**ADVERTISE FOR OPENINGS ON
LIBRARY & CABLE COMMISSION
BOARDS**

DATE: December 15, 2011

FROM: Mayor Gary Skalko

Craig J. Wainio
City Administrator

The Mayor Skalko requested this item be placed on the Agenda with the following background information:

Run ads in official city publication, on-line, and public access TV. Application deadline will be 4:00 p.m. on Monday, January 9th, 2012.

COUNCIL LETTER 121911-IVA3

MAYOR GARY SKALKO

**SENIOR CITIZENS CLUB
HOLIDAY PARTY DONATION**

DATE: December 15, 2011

FROM: Mayor Gary Skalko

Craig J. Wainio
City Administrator

The Mayor Skalko requested this item be placed on the Agenda with the following background information:

Donation for the annual Senior Citizen's Club Holiday Party/Luncheon.

COUNCIL LETTER 121911-IVB1

ADMINISTRATION

SURPLUS EQUIPMENT

DATE: December 15, 2011

FROM: Craig J. Wainio
City Administrator

Staff is seeking authorization for the City Council for the disposal of surplus equipment. The first item is a vac-haul truck that the City does not use. The second piece is a Zamboni that is no longer used. Both pieces are located at the Waste Water Treatment Plant. These items will be advertised and bids will be solicited and presented to the City Council for final approval. The Parks and Recreation Board at their November 30th meeting recommended that the City Council dispose of the Zamboni.





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email: info@bm-eng.com

December 13, 2011

Mr. Craig Wainio, City Administrator
City of Mountain Iron
8586 Enterprise Drive South
Mountain Iron, MN 55768

Re: City of Mountain Iron, MN
Energy Park Phase 2 – Utility Extension & Mass Grading
Project No. MI09-22

Dear Mr. Wainio;

Enclosed please find final Pay Request No. 5 for the Energy Park Phase 2 project in the amount of **\$59,068.15**, for approval at your next scheduled City Council meeting. All work has been completed in accordance with the contract documents.

Also enclosed for approval is final compensating change order #1 that increases the final project cost by \$22,200.00. The change order is due to additional common excavation and utility service extensions at the Silicon Energy site once the building location was selected, along with other minor final contract quantity adjustments. Once approved, please sign and date the change order and return three (3) copies to our office. Our office will obtain the Contractor's signature and forward a fully executed copy of the final change order to the City for your files.

In addition, the project IC-134 forms have been requested of the Contractor. Please make any approval of payment contingent upon receipt of IC-134 forms. It is recommended that the City Council first approve the final change order and then the final pay request for the project.

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

Sincerely,

Benchmark Engineering, Inc.

Eric E. Fallstrom, P.E.
Vice President

CHANGE ORDER

Order No. 1 - FINAL

Date: 12/13/11

NAME OF PROJECT/PROJECT NO: Energy Park Phase II – Utility Extensions & Mass Grading / MI09-22

OWNER: City of Mountain Iron

CONTRACTOR: Ulland Brothers, Inc.
505 West 37th Street, Hibbing, MN 55746

ENGINEER: Benchmark Engineering, Inc.

Reason for Change Order:


This final compensating change order is required to set the contract amount equal to the actual project cost. The increase in cost is due to additional common excavation and utility service extensions at the Silicon Energy site once the building location was selected, along with other minor final contract quantity adjustments.

The following changes are hereby made to the CONTRACT DOCUMENTS:

The contract amount is increased by **\$22,200.00**.

Change to CONTRACT PRICE:

Original CONTRACT PRICE	\$ <u>546,793.03</u>
Current CONTRACT PRICE adjusted by previous CHANGE ORDERS	\$ <u>546,793.03</u>
The CONTRACT PRICE due to this CHANGE ORDER will be increased by:	\$ <u>22,200.00</u>
The new CONTRACT PRICE including this CHANGE ORDER will be:	\$ <u>568,993.03</u>

Recommended by:  12/13/2011
Engineer (Authorized Signature) Date:

Approved by: _____
Owner (Authorized Signature) Date:

Accepted by: _____
Contractor (Authorized Signature) Date:

RECOMMENDATION OF PAYMENT

No. 5-FINAL

Owner's Project No.: _____

Engineer's Project No.: MI09-22

Project: Energy Park Phase 2 – Utility Extensions & Mass Grading

CONTRACTOR: Ulland Brothers, Inc., 505 West 37th Street, Hibbing, MN 55746

For Period Ending: November 30, 2011

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: December 13, 2011

By _____



STATEMENT OF WORK

Original Contract Price	\$ <u>546,793.03</u>	Work & Materials to Date	\$ <u>568,993.03</u>
Net Change Orders	\$ <u>22,200.00</u>	Amount Retained	\$ <u>0.00</u>
Current Contract Price	\$ <u>568,993.03</u>	Subtotal	\$ <u>568,993.03</u>
		Previous Payments	\$ <u>509,924.88</u>
		Amount Due this Payment	\$ <u>59,068.15</u>



PAY REQUEST NO. 5 - FINAL
 ENERGY PARK PHASE 2 - UTILITY EXTENSIONS & MASS GRADING
 CITY OF MOUNTAIN IRON, MINNESOTA
 PROJECT NO: MI09-22

CONTRACTOR: ULLAND BROTHERS, INC.

SPEC. NO.	ITEM	UNITS	PLAN QUANTITY	ITEM COST	QUANTITY TO DATE	TOTAL AMOUNT
2101.501	CLEARING	ACRE	18.0	\$650.00	18.0	\$11,700.00
2101.506	GRUBBING	ACRE	18.0	\$1,800.00	18.0	\$32,400.00
2104.507	REMOVE CONCRETE STRUCTURE	CU. YD.	20.0	\$40.00	20.0	\$800.00
2105.501	COMMON EXCAVATION (PV)	CU. YD.	143,000.0	\$1.10	143,000.0	\$157,300.00
2105.503	ROCK EXCAVATION	CU. YD.	200.0	\$10.00	125.0	\$1,250.00
2105.535	SALVAGED TOPSOIL (PV)	CU. YD.	2,000.0	\$3.00	2,000.0	\$6,000.00
2211.503	AGGREGATE BASE (CV) CLASS V	CU. YD.	910.0	\$14.00	0.0	\$0.00
2476.601	WASTE COLLECTION & DISPOSAL	LUMP SUM	1.0	\$2,000.00	1.0	\$2,000.00
2503.511	8" PVC PIPE SEWER	LIN. FT.	1,987.0	\$25.00	1,987.0	\$49,675.00
2503.602	CONNECT TO EXISTING SANITARY SEWER	EACH	2.0	\$500.00	2.0	\$1,000.00
2504.602	CONNECT TO EXISTING WATERMAIN	EACH	1.0	\$1,500.00	1.0	\$1,500.00
2504.602	HYDRANT	EACH	2.0	\$3,800.00	2.0	\$7,600.00
2504.602	12" GATE VALVE & BOX	EACH	2.0	\$2,300.00	2.0	\$4,600.00
2504.603	12" WATERMAIN DI CL. 52	LIN. FT.	2,000.0	\$54.00	2,000.0	\$108,000.00
2504.608	DUCTILE IRON FITTINGS	POUND	667.0	\$6.00	667.0	\$4,002.00
2506.501	CONST DRAINAGE STRUCTURE DES 4007	LIN. FT.	70.5	\$230.00	70.5	\$16,215.00
2506.516	CASTING ASSEMBLY	EACH	7.0	\$500.00	7.0	\$3,500.00
2573.502	SILT FENCE, TYPE PREASSEMBLED	LIN. FT.	4,600.0	\$1.30	4,600.0	\$5,980.00
2573.602	STABILIZED CONSTRUCTION ENTRANCE	EACH	1.0	\$561.03	1.0	\$561.03
2575.523	EROSION CONTROL BLANKET, CATEGORY 4	SQ. YD.	12,500.0	\$1.20	8,900.0	\$10,680.00
2575.555	TURF ESTABLISHMENT - BASE BID	LUMP SUM	1.0	\$13,200.00	1.0	\$13,200.00
ADD ALTERNATE BID						
2101.501	CLEARING	ACRE	6.0	\$650.00	6.0	\$3,900.00
2101.506	GRUBBING	ACRE	6.0	\$1,800.00	6.0	\$10,800.00
2104.507	REMOVE CONCRETE STRUCTURE	CU. YD.	100.0	\$40.00	150.0	\$6,000.00
2105.501	COMMON EXCAVATION (PV)	CU. YD.	40,200.0	\$1.30	40,200.0	\$52,260.00
2105.503	ROCK EXCAVATION	CU. YD.	100.0	\$10.00	75.0	\$750.00
2105.535	SALVAGED TOPSOIL (PV)	CU. YD.	800.0	\$3.00	800.0	\$2,400.00
2573.502	SILT FENCE, TYPE PREASSEMBLED	LIN. FT.	1,400.0	\$1.30	1,400.0	\$1,820.00
2575.523	EROSION CONTROL BLANKET, CATEGORY 4	SQ. YD.	8,700.0	\$1.20	6,850.0	\$8,220.00
2575.555	TURF ESTABLISHMENT - ADD ALTERNATE	LUMP SUM	1.0	\$4,400.00	1.0	\$4,400.00
EXTRAS (REQUIRED DUE TO SILICON ENERGY BUILDING)						
2105.501	POND GRADING	CU. YD.		\$1.65	5,000.0	\$8,250.00
2105.501	COMMON EXCAVATION (LOWER LOTS 7&8)	CU. YD.		\$1.10	21,500.0	\$23,650.00
2105.503	ROCK EXCAVATION	CU. YD.		\$10.00	157.0	\$1,570.00
2211.503	AGGREGATE BASE (CV) CLASS V	CU. YD.		\$14.00	90.0	\$1,260.00
2503.511	6" PVC PIPE SEWER	LIN. FT.		\$27.00	40.0	\$1,080.00
2503.602	8" X 6" WYE	EACH		\$350.00	1.0	\$350.00
2504.602	8" GATE VALVE & BOX	EACH		\$1,800.00	1.0	\$1,800.00
2504.603	8" WATERMAIN DI CL. 52	LIN. FT.		\$63.00	40.0	\$2,520.00

COMPLETED TO DATE: \$568,993.03
 LESS RETAINAGE: \$0.00
 SUBTOTAL PAY REQUEST #5: \$568,993.03
 LESS PREVIOUS PAYMENTS: (\$509,924.88)
 TOTAL FINAL PAY REQUEST #5: \$59,068.15

BENCHMARK ENGINEERING, INC.



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email: info@bm-eng.com

December 14, 2011

Mr. Craig Wainio, City Administrator
City of Mountain Iron
8586 Enterprise Drive South
Mountain Iron, MN 55768

Re: City of Mountain Iron, MN
WWTF Aeration System Improvements
Project No. MI10-06

Dear Mr. Wainio:

Enclosed please find Change Order No. 1- Final. Change Order No. 1 is necessary to adjust the contract amount to the final project quantities. Change Order No. 1 – Final **decreases** the Contract by **\$11,229.00**. Please approve this at your next council meeting.


Also, enclosed please find Pay Request No. 7- Final for the City of Mountain Iron Wastewater Treatment Facility Aeration System Improvements project in the amount of **\$8,326.51** for approval at your next scheduled City Council meeting. This payment is for work completed through September 30, 2011. Please refer to the enclosed pay request breakdown for a summary of items completed.

Please approve Change Order No. 1- Final first then approve Pay Request No. 7 - Final. Enclosed are the final IC-134 forms for your records, and Final Lien Waivers.

Please sign the Change order and application for payment. Keep one copy for your records and return the rest to our office.

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

Sincerely,
Benchmark Engineering, Inc.


Alan J. Johnson, P.E.
Enclosures

pc: Mr. Mark Magney, Magney Construction, Inc.

CHANGE ORDER

Order No. 1 - FINAL

Date: 10/10/11

NAME OF PROJECT/PROJECT NO: Wastewater Treatment Facility – Aeration System Improvements
OWNER: City of Mountain Iron
CONTRACTOR: Magney Construction, Inc.
1401 Park Road, Chanhassen, MN 55317
ENGINEER: Benchmark Engineering, Inc.

Reason for Change Order:


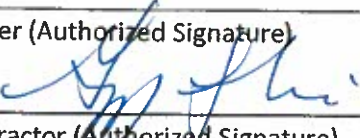
This final compensating change order is required to set the contract amount equal to the actual project cost. The decrease in cost is due to final contract quantity adjustments.

The following changes are hereby made to the CONTRACT DOCUMENTS:

The contract amount is decreased by **\$11,229.00**.

Change to CONTRACT PRICE:

Original CONTRACT PRICE	\$ <u>290,400.00</u>
Current CONTRACT PRICE adjusted by previous CHANGE ORDERS	\$ <u>290,400.00</u>
The CONTRACT PRICE due to this CHANGE ORDER will be decreased by:	\$ <u>11,229.00</u>
The new CONTRACT PRICE including this CHANGE ORDER will be:	\$ <u>279,171.00</u>

Recommended by:  10/20/11
Engineer (Authorized Signature) Date:
Approved by: _____
Owner (Authorized Signature) Date:
Accepted by:  10/10/11
Contractor (Authorized Signature) Date:

Application for Payment No. 7

To: The City of Mountain Iron

From: Magney Construction, Inc., 1401 Park Road, Chanhassen, MN 55317

Contract: _____

Project: Wastewater Treatment Facility - Aeration System Improvements

Owners Contract No. _____ Engineer's Project No. 002540-10001-0
Date of this Invoice: 10/4/2011
Invoice Work Period: 9/1/11 - 9/30/11

1) Original Contract Price:	<u>\$290,400.00</u>
2) Net Change by Change Order/Written Amendments (-/+)	<u>(\$11,229.00)</u>
3) Current Contract Price (1+2):	<u>\$279,171.00</u>
4) Total Completed and stored to date:	<u>\$279,171.00</u>
5) Retainage (per Agreement):	
<u>0.00%</u> of completed work	<u>\$0.00</u>
<u>0.00%</u> of stored material:	<u>\$0.00</u>
Total retainage:	<u>\$0.00</u>
6) Total Completed and stored to date less retainage (4-5)	<u>\$279,171.00</u>
7) Less Previous Application for Payments:	<u>\$270,844.49</u>
8) DUE THIS APPLICATION	<u>\$8,326.51</u>

Accompanying Documentation: _____

CONTRACTOR'S Certification:

The undersigned CONTRACTOR certifies that (1) all previous progress payments received from OWNER on account of work done under the Contract referred to above have been applied on account to discharge CONTRACTOR'S legitimate obligations incurred in connection with Work covered by prior Applications for Payment numbered 1 through 1 inclusive; (2) title of all work, materials and equipment incorporated in said Work otherwise listed in or covered by this Application for Payment will pass to OWNER at time of payment free and clear of all Liens, security interest or encumbrance (except such as are recovered by a Bond acceptable to OWNER indemnifying OWNER against any such Lien, security interest or encumbrance); and (3) all Work covered by this Application for Payment is in accordance by the Contract Documents and not defective.

Dated: 10/4/2011

By: [Signature] Magney Construction, Inc. (Contractor)

State of MN County of Hennepin
Subscribed and sworn to before me this 4th day of Oct. 2011

Notary Public Rina M. Dillard
My Commission Expires: Jan. 31, 2014



Payment of the above AMOUNT DUE THIS APPLICATION is recommended.

Owner: _____ Engineer: Alan Johnson
By: _____ By: [Signature]
Date: _____ Date: 10/20/11

Magney Construction, Inc.
 Schedule of Values: Wastewater Treatment Facility - Aeration System Improvements
 Application No. 7

Date of Application: 10/4/2011
 Work Complete Through: 9/30/2011

Spec.	Description	Scheduled Value	Previous Application	This Application	Stored Material	Completed & Stored To Date	Pct. Compl.	Balance to Finish
01 10 00	Mobilization	\$12,133	\$12,133	\$0	\$0	\$12,133	100%	\$0
01 10 10	General Conditions	\$27,242	\$27,242	\$0	\$0	\$27,242	100%	(\$0)
02 41 19	Demolition	\$17,497	\$17,497	\$0	\$0	\$17,497	100%	(\$0)
03 30 10	Concrete	\$2,716	\$2,716	\$0	\$0	\$2,716	100%	\$0
05 50 00	Metals	\$5,633	\$5,633	\$0	\$0	\$5,633	100%	\$0
07 21 00	Insulation	\$7,020	\$7,020	\$0	\$0	\$7,020	100%	\$0
26 24 19	Electrical - Motor Controls	\$40,630	\$40,630	\$0	\$0	\$40,630	100%	\$0
40 05 10	Process Pipe and Valves	\$54,275	\$52,894	\$1,381	\$0	\$54,275	100%	(\$0)
40 95 13	Supervisory Control System	in Electrical						\$0
44 10 11	Positive Displacement Blowers	\$57,304	\$57,304	\$0	\$0	\$57,304	100%	\$0
44 45 17	Fine & Coarse Bubble Diffusers	\$38,049	\$38,049	\$0	\$0	\$38,049	100%	\$0
40 95 13	Dissolved Oxygen Probe - Alternate No. 2	\$12,000	\$12,000	\$0	\$0	\$12,000	100%	\$0
	Unit Prices							
	Grit, Sand, & Debris Removal from Tanks	\$8,250	\$3,287	\$4,963	\$0	\$8,250	100%	\$0
	Additional Fittings for Flanged DIP	\$3,000	\$1,384	\$1,616	\$0	\$3,000	100%	\$0
	Restoration of Horizontal Concrete Surfaces	\$1,125	\$0	\$1,125	\$0	\$1,125	100%	\$0
	Restoration of Vertical Concrete Surfaces	\$1,125	\$0	\$1,125	\$0	\$1,125	100%	\$0
	Restoration of Overhead Horizontal Concrete Surfaces	\$900	\$0	\$900	\$0	\$900	100%	\$0
	Concrete Crack Repair	\$1,500	\$0	\$1,500	\$0	\$1,500	100%	\$0
	Change Order No. 1 - Unit Price Reconciliation	(\$11,229)	\$0	(\$11,229)	\$0	(\$11,229)	100%	\$0
Totals		\$279,171	\$277,789	\$1,381	\$0	\$279,171	100%	\$0

**COUNCIL LETTER 125010-VIA
ADMINISTRATION
LEASE RENEWAL**

DATE: December 16, 2010

FROM: Craig J. Wainio
City Administrator

Amendment Surface Lease 13304 is for the 1 year the extension of the lease for the rock sign located on the northwest corner of Highway 53 and Old Highway 169.

RGGS LAND & MINERALS, LTD., L.P.

P.O. Box 1266

Virginia, Minnesota 55792

December 6, 2011

City of Mt. Iron
8586 Enterprise Drive south
Mt. Iron, MN 55768

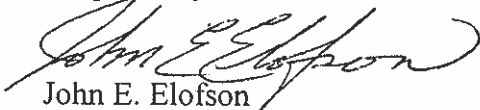
Re: Surface Lease Amendment

Please find enclosed two original Amendments extending Surface Lease 13304 for a rock signboard through December 31, 2012.

Sign both Amendments and return one (1) along with full payment to this office. Keep the other one for your records and attach it to your Lease document.

If you have any questions concerning your Lease please contact this office.

Respectfully,



John E. Elofson
RGGS Land & Minerals, LTD., L.P.

AMENDMENT

Surface Lease 13304 (hereinafter the "Agreement")

IT IS HEREBY AGREED, by and between the undersigned parties, that the referenced Agreement by and between RGGGS Land & Minerals, LTD., L.P., a Delaware limited partnership, and the City of Mt. Iron, 8586 Enterprise Drive South, Mt. Iron, Minnesota 55768 be and hereby is amended as follows:

1. The original term of the referenced Agreement is January 1, 2005, through December 31, 2005. The Agreement is hereby amended and extended until December 31, 2012.
2. The annual rental fee for this extended time period shall beremain the same at \$170.00, which sum shall be payable to RGGGS Land & Minerals, LTD., L.P.
Sign both copies of this Amendment and return one copy along with your rental payment to RGGGS Land & Minerals, LTD., L.P. at P.O. Box 1266, Virginia, Minnesota 55792.
3. This Amendment shall be effective as of January 1, 2012.

IT IS FURTHER AGREED that except as hereinabove amended, the terms, conditions, and obligations of the referenced Agreement are incorporated herein as if fully set forth at length, and shall remain in full force and effect until termination or until otherwise further amended by the parties in writing.

IN WITNESS WHEREOF, the parties hereto have executed this Amendment as of the date(s) set forth below.

Lessor: RGGGS LAND & MINERALS, LTD., L.P.

Lessee: CITY OF MT. IRON

By: Gordy Oil Company, a Texas corporation

By: _____

Its: General Partner

Title: _____

By: 
Russell D. Gordy, President

Dated: 11/30/11

Dated: _____

COUNCIL LETTER 121911-IX

ADMINISTRATION

CLOSED MEETING

DATE: December 15, 2011

FROM: Craig J. Wainio
City Administrator

The City Council may enter into a closed meeting under Minn. Stat. §§ 13D.05, subd. 2(b); 13.43, subd. 2(4) for preliminary consideration of allegations or charges against an individual subject to the public body's authority.