



**MOUNTAIN IRON
CITY COUNCIL
MEETING**

MONDAY, NOVEMBER 16, 2020

6:30 P.M.

**MOUNTAIN IRON COMMUNITY CENTER
IROQUOIS ROOM**

**MOUNTAIN IRON CITY COUNCIL MEETING
COMMUNITY CENTER
IROQUOIS ROOM
MONDAY, NOVEMBER 16, 2020 - 6:30 P.M.
A G E N D A**

- I. Roll Call
 - II. Pledge of Allegiance
 - III. Consent Agenda
 - A. Minutes of the November 2, 2020, Regular Meeting (#1-9)
 - B. Receipts
 - C. Bills and Payroll
 - D. Communications
 - IV. Public Forum
 - V. Committee and Staff Reports
 - A. Mayor's Report
 - B. City Administrator's Report
 - 1. 2021 Licenses (#10)
 - C. Director of Public Works Report
 - D. Library Director/Special Events Coordinator's Report (#11)
 - E. Sheriff's Department Report
 - F. City Engineer's Report
 - 1. Pay Request Number 2 – Water Tower (#12-15)
 - G. City Attorney's Report
 - H. Liaison Reports
 - VI. Unfinished Business
 - VII. New Business
 - A. Resolution Number 27-20 Bond Sale (#16-37)
 - B. Resolution Number 28-20 Awarding Bids (#38-39)
 - C. Resolution Number 29-20 CDBG Application (#40-41)
 - VIII. Communications (#42-44)
 - IX. Announcements
 - X. Adjourn
- # Page Number in Packet
*Enclosed

MINUTES
MOUNTAIN IRON CITY COUNCIL
November 2, 2020

Mayor Skalko called the City Council meeting to order at 6:30p.m. with the following members present: Councilor Joe Prebeg Jr., Alan Stanaway, Steve Skogman, and Mayor Gary Skalko. Also present were: Craig Wainio, City Administrator; Tim Satrang, Director of Public Works; Anna Amundson, Library Director/Special Events Coordinator; Amanda Inmon, Municipal Services Secretary; Al Johnson, City Engineer; and SGT John Backman, Sheriff's Department. Absent members: Councilor Julie Buria.

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

1. Approve the minutes of the October 19, 2020, regular meeting as submitted.
2. 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.
3. To acknowledge the receipts for the period October 16-31, totaling \$242,140.12 (a list is attached and made a part of these minutes),
4. To authorize the payments of the bills and payroll for the period October 16-31, totaling \$484,818.25 (a list is attached and made a part of these minutes).

The motion carried with Councilor Buria absent.

Public Forum:

- Ed Roskoski spoke during the public forum, regarding what the Mining Companies have given/done for the City. Mr. Roskoski stated that in years past Councilors and City Staff would meet with US Steel MINNTAC representatives and voice mutual concerns. Additionally there were several joint projects and ventures between the City of Mountain Iron and US Steel MINNTAC.

The Mayor reported on the following:

- Condolences to the family and friends of Timothy Peterson
- Condolences to the family and friends of Mildred Marie "Millie" Weappa
- Condolences to the family and friends of Vernon Paschke
- Condolences to the family and friends of Janet White
- Happy Birthday to Luella Anderson turning 93 on November 14th
- Thank you to all those who are keeping this Country moving forward!

City Administrator:

- City has exhausted CARES Funding Grant received before November 15th deadline
- Currently working on application to receive Grant from CDBG for Slip-lining of Sewers in Downton area Phase III
- Letter of intent to apply for an Enhancement Grant through MNDOT, for possible trail connections in Parkville

It was moved by Prebeg and seconded by Stanaway to approve the Audit proposal from Walker, Giroux and Hahne, LLC to perform the 2020 City Audit. The proposal price is \$26,550 for the Governmental Funds and \$11,550 for the Enterprise Funds. The motion carried on roll call vote with Councilor Buria absent.

Director of Public Works:

- Divots in residents yard, those with damage yard please contact City Hall
- City crews out and about within yards and open areas – locating underground utilities
- Sanitary system upgrades, check valve replaced on Lift stations
- Jetting completed for the year

Library Director/Special Events Coordinator:

- Curbside pickup moved to outside shed near sidewalk
- Vandalism at library book drop, several books destroyed
- City of Mountain Iron “2020 Holiday Lighting Contest”
 - Prized awarded to each category winner
 - 4 Categories for judging – winners announced Monday, December 21st at Council meeting

Sheriff's Department:

- Calendar parking starts November 1st

City Engineer:

- No formal report

It was moved by Stanaway and seconded by Prebeg to approve Pay Request No. 3 – for the Mountain Iron Drive Reconstruction project in the amount of \$130,290.22, to KGM Contractors, Angora, MN. This amount includes a 5% retainage until final inspection can be completed. The motion carried on roll call vote with Councilor Buria absent.

It was moved by Prebeg and seconded by Skogman to approve the revised position analysis for the position of Maintenance (Mechanic), (a copy is attached and made a part of these minutes). The motion carried with Councilor Buria absent.

It was moved by Prebeg and seconded by Stanaway to post internally for all AFSCME Local 453 Members, the Maintenance (Mechanic) Position. And further, it was moved by and seconded by to amend the motion, that if there are no applications received internally for the positions, that Staff be authorized to advertise externally. Applications accepted until 4:00pm, Friday, November 27th at City Hall. The motion carried with Councilor Buria absent.

Fire Department Report:

- Fire Department Representative, Mark Madden stated previously purchased items during the last few years, have been extremely helpful with emergency calls

It was moved by Prebeg and seconded by Stanaway to approve Resolution #24-20; Approving the Issuance of General Obligation Water Revenue Bonds, Series 2020A (a copy is attached and made a part of these minutes). The motion carried with Councilor Buria absent.

It was moved by Stanaway and seconded by Skogman to approve Resolution #25-20; Approving Plans and Specifications and Ordering Advertisement of Bids (a copy is attached and made a part of these minutes). The motion carried with Councilor Buria absent.

It was moved by Prebeg and seconded by Stanaway to authorize Staff to purchase the following:

- Truck Upgrades for commercial cardboard recycling, \$8,316.80
- 15 Refuse cans for Parks which can be emptied by a truck, \$7,775
- Unity Drive Lift Station Control panel with remote monitoring, \$25,069
- APX4000 Radios for distance communications for the Fire Department, \$32,433
- No touch light switches for City buildings, \$8,900

Items to be purchased under the CARES Act funding. The motion carried on roll call vote with Councilor Buria absent.

It was moved by Prebeg and seconded by Skogman to Canvass Election Results on Thursday, November 12, 2020 at 6:30pm. The motion carried with Councilor Buria absent.

It was moved by Prebeg and seconded by Skogman to have a Committee of the Whole (COW) Meeting to review the 2021 Budget and receive input on the Shared Services presentation, on December 7, 2020 at 5:00pm, at the Mountain Iron Community Center. The motion carried with Councilor Buria absent.

It was moved by Prebeg and seconded by Stanaway to donate \$75.00 to the Mountain Iron-Buhl Yearbook, monies to come from the Charitable Gambling Fund. The motion carried on roll call vote with Councilor Buria absent.

At 7:35p.m., it was moved by Skalko and seconded by Skogman that the meeting be adjourned. The motion carried with Councilor Buria absent.

Submitted by:



Amanda Inmon
Municipal Services Secretary
www.mtniron.com

Communications:

1. General Election on November 3, 2020, polls will be open from 7:00am until 8:00pm
 - a) Mountain Iron Community Center:
 - o Precinct #1: IROQUOIS ROOM
 - o Precinct #2: WACOOTAH ROOM

Distribution Summary

Category	Distribution	GL Account	Amount
COPIES	COPIES	101-36-6200-061	59.00
INTERGOVERNMENTAL REVENUE	MISCELLANEOUS STATE AID	101-33-3401-011	540.30
LICENSES	CIGARETTE	101-32-2100-000	200.00
LICENSES	LIQUOR	101-32-2100-000	1,680.00
METER DEPOSITS	ELECTRIC	604-22000	1,200.00
METER DEPOSITS	WATER	601-22000	40.00
MISCELLANEOUS	ASSESSMENT SEARCHES	101-36-6200-070	10.00
MISCELLANEOUS	BLUE CROSS/BLUE SHIELD PAYABLE	101-21709	52,997.66
MISCELLANEOUS	CABLE TV FRANCHISE FEE	101-36-6200-051	6,061.45
MISCELLANEOUS	CHARITABLE GAMBLING PROCEEDS	230-31-1010-000	43.10
MISCELLANEOUS	DELTA DENTAL PAYABLE	101-21708	1,658.70
MISCELLANEOUS	EDA REIMBURSEMENT	101-13104	2,277.21
MISCELLANEOUS	LIBRARY COPIES, FINES, MISC.	101-36-6200-092	17.00
MISCELLANEOUS	REFUSE SALE OF SCRAP METAL	603-34-4400-011	29.15
MISCELLANEOUS	REIMBURSEMENTS	101-37-7100-022	2.50
MISCELLANEOUS	USABLE LIFE INS. PAYABLE	101-21710	389.82
UTILITY	UTILITY	001-11105	174,934.23
Grand Totals:			242,140.12

Report Criteria:

Report type: Summary

Check Type = (<->) "Adjustment"

GL Period	Check Issue Date	Check Number	Vendor Number	Payee	Check GL Account	Amount
11/20	11/04/2020	155292	10078	ALLIED GENERATORS (DBA)	601-20200	2,665.00
11/20	11/04/2020	155293	10066	AQUA POWER	602-20200	1,900.00
11/20	11/04/2020	155294	30072	COMPUTER WORLD	101-20200	8,281.02
11/20	11/04/2020	155295	30083	COPPERHEAD INNOVATIONS	101-20200	9,468.00
11/20	11/04/2020	155296	40080	DELTA DENTAL OF MINNESOTA	101-20200	1,852.40
11/20	11/04/2020	155297	70016	GOPHER STATE ONE CALL INC	604-20200	56.70
11/20	11/04/2020	155298	80022	HAWKINS INC	601-20200	480.01
11/20	11/04/2020	155299	80037	HOMETOWN MEDIA PARTNERS	101-20200	105.00
11/20	11/04/2020	155300	110032	KGM CONTRACTORS INC.	301-20200	130,290.22
11/20	11/04/2020	155301	120006	L & M SUPPLY	101-20200	1,737.66
11/20	11/04/2020	155302	130004	MESABI DAILY NEWS	101-20200	34.90
11/20	11/04/2020	155303	13000	MESABI GLASS, WINDOWS & DOOR INC.	101-20200	2,806.00
11/20	11/04/2020	155304	130006	MESABI HUMANE SOCIETY	101-20200	1,791.67
11/20	11/04/2020	155305	130026	MESABI SIGN COMPANY	602-20200	186.80
11/20	11/04/2020	155306	130138	MIB YEARBOOK	230-20200	75.00
11/20	11/04/2020	155307	130194	MID-STATE TRUCK SERVICE INC.	101-20200	4,598.36
11/20	11/04/2020	155308	110035	MIDWEST COMMUNICATIONS	101-20200	54.60
11/20	11/04/2020	155309	130009	MINNESOTA POWER (ALLETE INC)	101-20200	823.07
11/20	11/04/2020	155310	120007	MOTION INDUSTRIES INC	602-20200	45.45
11/20	11/04/2020	155311	130031	MOUNTAIN IRON ECONOMIC DEV	102-20200	129,810.24
11/20	11/04/2020	155312	30001	NAPA AUTO PARTS	101-20200	260.66
11/20	11/04/2020	155313	140042	NORTHERN DOOR & HARDWARE INC	101-20200	100.00
11/20	11/04/2020	155314	140004	NORTHERN ENGINE & SUPPLY INC	101-20200	73.73
11/20	11/04/2020	155315	140005	NORTHERN FITNESS GROUP	101-20200	208.08
11/20	11/04/2020	155316	160066	PACE ANALYTICAL SERVICES, LLC	602-20200	229.00
11/20	11/04/2020	155317	160038	PITNEY BOWES GLOBAL FINANCIAL	101-20200	272.40
11/20	11/04/2020	155318	180071	RANGE REPAIR SERVICE (DBA)	602-20200	679.94
11/20	11/04/2020	155319	180005	ROAD MACHINERY & SUPPLIES CO.	101-20200	237.04
11/20	11/04/2020	155320	190010	SEPPI BROTHERS	101-20200	1,750.00
11/20	11/04/2020	155321	190024	ST LOUIS CO SHERIFF LITMAN	101-20200	42,500.00
11/20	11/04/2020	155322	190059	ST LOUIS COUNTY AUDITOR	603-20200	22,970.00
11/20	11/04/2020	155323	190054	ST LUKES CLINICS	101-20200	260.20
11/20	11/04/2020	155324	190062	STEVENS WELDING & FABRICATING LLC	101-20200	3,611.60
11/20	11/04/2020	155325	1900012	SUPERIOR CAPITAL HOLDINGS, INC	101-20200	32,433.00
11/20	11/04/2020	155326	180025	TECH SALES CO.	101-20200	14,070.96
11/20	11/04/2020	155327	210003	ULTIMATE SAFETY CONCEPTS, INC	101-20200	824.67
11/20	11/04/2020	155328	210001	UNITED ELECTRIC COMPANY	604-20200	387.18
11/20	11/04/2020	155329	240001	XEROX CORPORATION	101-20200	76.17

Grand Totals:

418,006.73

PP-Ending 10/30

66,811.52**TOTAL EXPENDITURES****\$484,818.25**

CITY OF MOUNTAIN IRON POSITION ANALYSIS

POSITION TITLE: Maintenance (Mechanic)

SUPERVISOR: Director of Public Works

PRIMARY OBJECTIVE OF POSITION:

The primary objective of this position is for the repair and preventive maintenance of City vehicles, equipment and power equipment.

RESPONSIBILITIES:

- ◆ Repairs gasoline and diesel powered vehicles, equipment and small engines.
- ◆ Performs preventive maintenance on vehicles and other power equipment.
- ◆ Maintains records showing vehicle usage, repairs, inspections and costs.
- ◆ Maintains inventory of frequently used parts and orders replacement parts as needed.
- ◆ Operates various City equipment and vehicles.
- ◆ Keeps vehicles, equipment and working area in a clean and orderly condition.
- ◆ Performs in-house fabrication as needed.
- ◆ Other duties as apparent or as delegated.

KNOWLEDGE, SKILLS AND ABILITIES:

- ◆ Ability to perform major and minor repairs on all vehicles and power equipment, parts and systems without supervision.
- ◆ Skills in welding and metal fabrication.
- ◆ Ability to perform strenuous physical activity.
- ◆ Knowledge in hydraulic system troubleshooting and repairs.
- ◆ Knowledge of the operation and maintenance of the various City equipment.
- ◆ Basic computer skills including Microsoft Office/

TRAINING AND EXPERIENCE:

- ◆ Graduate of a minimum of two (2) year course in the repair and maintenance of motor vehicles and equipment from an accredited Technical college.
- ◆ ASE Certified in at least three (3) divisions of vehicle maintenance repair preferred.
- ◆ Minimum of two (2) years of experience in the maintenance and repair of automobiles, light trucks, trucks, loaders, graders, pumps, compressors, hand equipment, etc. Both diesel and gasoline. This experience includes mechanical, electrical and hydraulic components.
- ◆ Fabrication and welding experience preferred.
- ◆ Class B Commercial Drivers License with ability to attain a Class A Commercial Drivers License prior to the expiration of the probationary period.



CITY OF MOUNTAIN IRON

"TACONITE CAPITAL OF THE WORLD"

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

RESOLUTION NUMBER 24-20

APPROVING THE ISSUANCE OF GENERAL OBLIGATION WATER REVENUE BONDS, SERIES 2020A

**BE IT RESOLVED BY THE CITY COUNCIL OF MOUNTAIN IRON,
MINNESOTA** (herein, the "City"), as follows:

1. The City Council hereby finds and declares that it is necessary and expedient for the City to sell and issue its fully registered general obligation water revenue bonds in the total aggregate principal amount not to exceed \$1,350,000 (herein, the "Bonds"). The proceeds of the Bonds will be used to finance a water treatment filter project and a water tower rehabilitation project and to finance the costs of issuing the Bonds.
2. The City Council desires to proceed with the sale of the Bonds by direct negotiation with Northland Securities, Inc. (herein, "NSI"). NSI will purchase the Bonds in an arm's-length commercial transaction with the City.
3. The Mayor and City Administrator are hereby authorized to approve the sale of the Bonds in an aggregate principal amount not to exceed \$1,350,000 and to execute a bond purchase agreement for the purchase of the Bonds with NSI, provided the true interest cost is less than 2.50%.
4. Upon approval of the sale of the Bonds by the Mayor and the City Administrator, the City Council will take action at its next regularly scheduled or special meeting thereafter to adopt the necessary approving resolutions as prepared by the City's bond counsel.
5. NSI is authorized to prepare an Official Statement related to the sale of the Bonds.
6. If the Mayor and the City Administrator have not approved the sale of the bonds to NSI and executed the related bond purchase agreement by April 30, 2021, this resolution shall expire.

DULY ADOPTED BY THE CITY COUNCIL THIS 2nd DAY OF NOVEMBER, 2020.

ATTEST:

City Administrator


Mayor Gary Skalko



CITY OF MOUNTAIN IRON

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RESOLUTION NUMBER 25-20

APPROVING PLANS AND SPECIFICATIONS AND ORDERING ADVERTISEMENT FOR BIDS

WHEREAS, pursuant to the City Council, the City Engineer has prepared plans and specifications for Improvement Number 19-02, the proposed Filter Vessel improvements and has presented such plans and specifications to the council for approval;

NOW THEREFORE, BE IT RESOLVED BY THE CITY COUNCIL OF
MOUNTAIN IRON, MINNESOTA:

1. Such plans and specifications, a copy of which is attached hereto and made a part hereof, are hereby approved.
2. The City Administrator shall prepare and cause to be inserted in the official paper an advertisement for bids upon the making of such improvement under such approved plans and specifications. The advertisement shall be published for 21 days, shall specify the work to be done, shall state that bids will be received by the City Administrator until 10:00 a.m. on December 4, 2020, at which time they will be publicly opened in the Mountain Iron Room of the Community Center by the City Administrator and engineer, will then be tabulated, and will be considered by the City Council at 6:30 p.m. on December 7, 2020, in the Mountain Iron Room of the Community Center. Any bidder whose responsibility is questioned during consideration of the bid will be given an opportunity to address the council on the issue of responsibility. No bids will be considered unless sealed and filed with the clerk and accompanied by a cash deposit, cashier's check, bid bond or certified check payable to the City Administrator for ten percent of the amount of such bid.

DULY ADOPTED BY THE CITY COUNCIL THIS 2nd DAY OF NOVEMBER, 2020.

ATTEST:

City Administrator

Mayor Gary Skalko

CITY OF MOUNTAIN IRON LIQUOR & CIGARETTE LICENSES

Liquor and cigarette license applications for the period January 1, 2021 through December 31, 2021, to 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 utility charges:

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

On-Sale Intoxicating Liquor
Sunday On-Sale Intoxicating Liquor
Off-Sale 3.2 Malt Beverage

Silver Creek Liquor Company, Inc.
DBA: Silver Creek Liquor
5489 Highway 7
Virginia (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

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

F. P. Troutwine, C & B Warehouse Distr.
Mountain Iron Short Stop
5537 Nichols Avenue
Mountain Iron, MN 55768

Cigarette

Sundberg Enterprises, LLC
DBA: Sawmill Saloon & Restaurant
5478 Mountain Iron Drive
Virginia (Mountain Iron), MN 55792

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

Adventures, Virginia, Inc.
Greg Hartnett
5475 Mountain Iron Drive
Virginia (Mountain Iron), MN 55792

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

Walgreen Company
5474 Mountain Iron Drive
Virginia (Mountain Iron), MN 55792

Cigarette

Mountain Iron Hospitality, LLX
DBA: Holiday Inn Express & Suites
8570 Rock Ridge Drive
Mountain Iron, MN 55768

On-Sale 3.2 Malt Beverage
Wine

WJ Holdings, Inc.
DBA: AmericInn Lodge & Suites
5480 Mountain Iron Drive
Virginia, MN 55792

On-Sale 3.2 Malt Beverage

WalMart Inc.
DBA: Walmart #4849
8580 Rock Ridge Drive
Mountain Iron, MN 55768

Off-Sale Intoxicating Liquor
Cigarette

Mountain Iron Public Library

Monthly Report

October 2020

Circulation (COVID-19/ Stay-at-Home Order per the State of MN in place):

Items checked out: 1,134 Items checked in: 1,059

Total Circulation of materials in October: 2,193

Attendance:

Adults: - Youth: - Patrons in October: 225

Special Events/Programs held: 1 (72 persons – Legacy Take & Make project)

Reference Desk visits (email, phone, and messenger): 403 Computer Use Sessions: 0

Total Library Usage: 698

Events and Activities at the library in October:

October 5th & 19th: City Council Meetings (Anna)

Library Board meeting cancelled



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

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

November 11, 2020

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

Re: 2020 Water Tower Improvements
City of Mountain Iron
Project No. MI19-08

Dear Mr. Wainio,

Enclosed please find Pay Request No. 2 for the Water Tower Improvements Project. Pay Request No. 2 is in the amount of \$50,302.50. This amount includes withholding 5% retainage on the work completed to date.

Please consider this pay request at your next city council meeting.

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

Sincerely,
Benchmark Engineering, Inc.

Alan Johnson, PE
President

Enclosure



P.O. Box 24162
Omaha, NE 68124

November 10, 2020

City of Mountain Iron c/o Benchmark Engineering

Re: Mountain Iron, MN 2020 Water Tower Improvements
Our Job No. 15106

Dear Alan,

Attached, please find our "Application for Payment" 15106-002. ✕

Please mail your remittance to
PO Box 24162
Omaha, NE 68124

Or remit by ACH to
Routing number (ABA)
104913912

Bank account
7012281833

If you have any questions, feel free to contact me at 402.312.9362.

Very truly yours,

Viking Industrial Painting



Serena Stach
Controller


Contractor's Application for Payment No. 2

Application Period: 10/1/2020-10/31/2020		Application Date: 10/31/2020	
To (Owner): City of Mountain Iron MN	From (Contractor): Viking Painting LLC	Via (Engineer):	Benchmark Engineering
Project: 2020 Water Tower Improvements	Contract: Mtn Iron Wtr Tower		
Owner's Contract No.: MI19-08	Contractor's Project No.: 15106	Engineer's Project No.:	

Application For Payment Change Order Summary

Approved Change Orders		
Number	Additions	Deductions
1	\$4,800.00	
2	\$500.00	
3	\$3,250.00	
TOTALS	\$8,550.00	
NET CHANGE BY CHANGE ORDERS	\$8,550.00	

1. ORIGINAL CONTRACT PRICE.....	\$	\$811,900.00
2. Net change by Change Orders.....	\$	\$8,550.00
3. Current Contract Price (Line 1 + 2).....	\$	\$820,450.00
4. TOTAL COMPLETED AND STORED TO DATE (Column F on Progress Estimate).....	\$	\$820,450.00
5. RETAINAGE:		
a. 5% X \$820,450.00 Work Completed.....	\$	\$41,022.50
b. 5% X Stored Material.....	\$	
c. Total Retainage (Line 5a + Line 5b).....	\$	\$41,022.50
6. AMOUNT ELIGIBLE TO DATE (Line 4 - Line 5c).....	\$	\$779,427.50
7. LESS PREVIOUS PAYMENTS (Line 6 from prior Application).....	\$	\$729,125.00
8. AMOUNT DUE THIS APPLICATION.....	\$	\$50,302.50
9. BALANCE TO FINISH, PLUS RETAINAGE (Column G on Progress Estimate + Line 5 above).....	\$	\$41,022.50

Contractor's Certification The undersigned Contractor certifies that to the best of its knowledge: (1) all previous progress payments received from Owner on account of Work done under the Contract have been applied on account to discharge Contractor's legitimate obligations incurred in connection with Work covered by prior Applications for Payment; (2) title of all Work, materials and equipment incorporated in said Work or 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 interests and encumbrances (except such as are covered by a Bond acceptable to Owner indemnifying Owner against any such Liens, security interest or encumbrances); and (3) all Work covered by this Application for Payment is in accordance with the Contract Documents and is not defective		Date: 10/31/2020
By: 		

Payment of \$	\$50,302.50	(Line 8 or other - attach explanation of the other amount)
is recommended by:	(Engineer)	(Date)
Payment of \$		(Line 8 or other - attach explanation of the other amount)
is approved by:	(Owner)	(Date)
Approved by:	Funding Agency (if applicable)	(Date)

Endorsed by the Construction Specifications Institute

Progress Estimate

Contractor's Application

For (contract): 2020 Water Tower Improvements			Application Number: 1				
Application Period: 10/1/2020-10/31/2020			Application Date: 10/31/2020				
A			Work Completed		E	F	G
Item	Description	B	C	D	Total Completed and Stored to Date (C + D + E)	% (E) B	Balance to Finish (B - F)
Specification Section No							
1.01	Structural Modifications Bid Item #1						
1.01.A.1	Caulk annular space at rim angle at top of shell	\$2,200.00	\$2,200.00		\$2,200.00	100.0%	
1.01.A.2	Install 2 bars on top of fill line	\$500.00	\$500.00		\$500.00	100.0%	
1.01.A.3	Install Grid-Bee GS-9	\$18,700.00	\$9,350.00	\$9,350.00	\$18,700.00	100.0%	
1.01.A.4	Install 24" manway in drywell	\$6,500.00	\$6,500.00		\$6,500.00	100.0%	
1.01.A.5	Replace non-freeze drain	\$5,900.00	\$5,900.00		\$5,900.00	100.0%	
1.01.A.6	Replace existing light fixtures with LED style	\$28,600.00		\$28,600.00	\$28,600.00	100.0%	
1.01.A.7	Install Safety Climb with cable, 2 harnesses, etc	\$14,000.00	\$14,000.00		\$14,000.00	100.0%	
1.01.A.8	Replace manway gaskets	\$800.00	\$800.00		\$800.00	100.0%	
1.01.A.9	Replace inlet line insulation 12" pipe	\$14,300.00	\$14,300.00		\$14,300.00	100.0%	
1.01.A.10	Remove flanged penetration at bottom of wet riser	\$600.00	\$600.00		\$600.00	100.0%	
1.01.A.11	Install 4" concrete slab at base	\$19,300.00	\$19,300.00		\$19,300.00	100.0%	
1.01.A.12	Install anchor point on roof	\$1,300.00	\$1,300.00		\$1,300.00	100.0%	
1.01.A.13	Replace tank vent with 24" aluminum vent	\$9,000.00	\$9,000.00		\$9,000.00	100.0%	
1.01.A.14	Install coupling in the coaxial cable on top of drywell tube	\$800.00	\$800.00		\$800.00	100.0%	
1.01.A.15	Replace 4 rigging coupling with threadless couplings	\$2,000.00	\$2,000.00		\$2,000.00	100.0%	
1.01.A.16	Install 24" roof manway	\$2,500.00	\$2,500.00		\$2,500.00	100.0%	
1.01.A.17	Replace existing roof handrail with 16' diameter	\$14,600.00	\$14,600.00		\$14,600.00	100.0%	
1.01.A.18	Remove all containment tabs not being utilized	\$7,200.00	\$7,200.00		\$7,200.00	100.0%	
1.01.A.19	Remove overflow discharge and replace with 45°	\$3,200.00	\$3,200.00		\$3,200.00	100.0%	
1.02	Surface Repairs Bid Item #2	\$12,900.00	\$12,900.00		\$12,900.00	100.0%	
1.03	Interior Wet Blast & Coating Bid Item #3						
1.03.A & B	Surface Prep and Prime Interior Wet	\$95,000.00	\$95,000.00		\$95,000.00	100.0%	
1.03.C	Intermediate Coat	\$25,000.00	\$25,000.00		\$25,000.00	100.0%	
1.03.C	Final Coat	\$25,000.00	\$25,000.00		\$25,000.00	100.0%	
1.04	Interior Dry Spot Repair Bid Item #4	\$32,000.00	\$32,000.00		\$32,000.00	100.0%	
1.05	Exterior Blast & Coating Bid Item # 5						
1.05.A & B	Surface Prep and Prime Exterior	\$163,000.00	\$163,000.00		\$163,000.00	100.0%	
1.05.C	Second Coat	\$36,000.00	\$36,000.00		\$36,000.00	100.0%	
1.05.C	Third Coat	\$38,000.00	\$38,000.00		\$38,000.00	100.0%	
1.05.C	Fourth Coat	\$52,000.00	\$52,000.00		\$52,000.00	100.0%	
1.06	Exterior Blast Containment Bid Item # 6	\$135,000.00	\$135,000.00		\$135,000.00	100.0%	
1.07	Disposal of Spent Abrasive Bid Item #7	\$15,000.00	\$15,000.00	\$15,000.00	\$15,000.00	100.0%	
1.08	Lettering Bid Item # 8	\$5,000.00	\$5,000.00		\$5,000.00	100.0%	
1.1	Mobilization Bid Item # 9	\$20,000.00	\$20,000.00		\$20,000.00	100.0%	
1.11	Protection of Antenna Bid Item # 10	\$3,000.00	\$3,000.00		\$3,000.00	100.0%	
Bid Add # 1	Bid Alternate #1 (Antenna Mount Installation)	\$3,000.00	\$3,000.00		\$3,000.00	100.0%	
Change Orders							
1	Change Order Items						
2	Replace pedestrian Door & Frame	\$4,800.00	\$4,800.00		\$4,800.00	100.0%	
3	Replace condensate drain hose	\$500.00	\$500.00		\$500.00	100.0%	
	Logo Font, Additional Line, and Name Change	\$3,250.00	\$3,250.00		\$3,250.00	100.0%	
Totals		\$820,450.00	\$767,500.00	\$52,950.00	\$820,450.00	100.0%	



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 27-20

AUTHORIZING THE ISSUANCE, SALE AND DELIVERY OF \$1,240,000 GENERAL OBLIGATION WATER REVENUE BONDS, SERIES 2020A

BE IT RESOLVED, by the Council (the "Council") of the City of Mountain Iron, St. Louis County, Minnesota (the "Issuer"), as follows:

Section 1. Purpose, Authorization, and Award.

1.01 Authority. Pursuant to authority contained in Minnesota Statutes, Section 444.075, Chapter 475, the Issuer is authorized to issue its general obligation bonds for the purpose of financing improvements to Issuer's water system, including a water treatment filter project and water tower improvements (the "Project") and for the payment of the issuance costs of the Bonds.

1.02 Authorization. The Issuer directs the issuance and sale of \$1,240,000 General Obligation Water Revenue Bonds, Series 2020A of the Issuer dated as of the date of closing and delivery thereof (the "Bonds"). The principal of and interest on the Bonds shall be paid primarily from net revenues of the Issuer's municipal water system (the "Water Utility").

D. The Bonds shall provide funds to finance the Project. The total cost of the Project, which shall include all costs enumerated in Minnesota Statutes, Section 475.65, is estimated to be at least equal to the amount of the Bonds. Work on the Project shall proceed with due diligence to completion. The Issuer covenants that it shall do all things and perform all acts required of it to assure that work on the Project proceeds with due diligence to completion.

1.02 Independent Municipal Advisor. The Issuer has retained the services of Blue Rose Capital Advisors, LLC as its independent municipal advisor.

1.03 Award of Sale. The Issuer has received an offer from Northland Securities, Inc., of Minneapolis, Minnesota (the "Purchaser"), to purchase the Bonds at a cash price of \$_____, upon the terms and conditions hereafter specified in this Resolution. The City Council, after due consideration, finds such offer reasonable and proper and the offer of the Purchaser is accepted. The Mayor and the Administrator are authorized and directed to execute on the part of the Issuer a contract for the sale of the Bonds in accordance with the Purchaser's proposal, and to acknowledge receipt of the security given for the proposal, if any.

Section 2. Terms of the Bonds.

2.01 Date and Maturities. A. The Bonds to be issued hereunder shall be issued as fully-registered bonds designated "\$1,240,000 General Obligation Water Revenue Bonds, Series 2020A," dated the date of closing and delivery as the date of original issue, issued in the denominations of \$5,000, or any integral multiple thereof, in fully registered form and lettered and numbered R-1 and upward.

B. The Bonds shall mature on February 1 in the years and amounts stated below and shall bear interest from the most recent Interest Payment Date (as hereinafter defined) to which interest has been paid or duly provided for, or, if no interest has been paid or provided for, from the date of original issue until paid at the rates per annum set forth below opposite such years and amounts:

Year	Principal Amount	Interest Rate

2.02 Interest Payment Dates; Record Date. A. The Bonds shall bear interest at the annual rates stated therefor in Section 2.01. The interest shall be payable semi-annually on February 1 and August 1 in each year (each referred to herein as an "Interest Payment Date") commencing on August 1, 2021. Interest will be computed upon the basis of a 360-day year of twelve 30-day months and will be rounded pursuant to the rules of the Municipal Securities Rulemaking Board.

B. The Bond Registrar designated below shall make all interest payments with respect to the Bonds by check or draft mailed to the person in whose name each Bond is registered (the "Holder") and in each case at the address shown on the bond registration records maintained by the Bond Registrar at the close of business on the 15th day (whether or not on a business day) of the calendar month next preceding the Interest Payment Date (the "Regular Record Date"). Any such interest not so timely paid or duly provided for shall cease to be payable to the person who is the Holder thereof as of the Regular Record Date, and shall be payable to the person who is the Holder thereof at the close of business on a date fixed for the payment of such defaulted interest (the "Special Record Date"). The Special Record Date shall be fixed by the Bond Registrar whenever money becomes available for payment of the defaulted interest and notice of the Special Record Date shall be given by the Bond Registrar to the Holders not less than ten (10) days prior thereto. The term "Holder" shall also include those lawfully entitled to take actions on behalf of the beneficial owners of the Bonds for purposes of any consent or approvals given by Holders.

C. If the date for payment of the principal of, premium, if any, or interest on the Bonds shall be a Saturday, Sunday, legal holiday or a day on which banking institutions in the City of New York, New York, or the city where the principal office of the Bond Registrar is located are authorized by law or executive order to close, then the date for such payment shall be the next succeeding day which is not a Saturday, Sunday, legal holiday or a day on which such banking institutions are authorized to close, and payment on such date shall have the same force and effect as if made on the nominal date of payment.

2.03 Redemption. A. The Bonds maturing on and prior to February 1, 2028 shall not be subject to redemption and prepayment before maturity, but those maturing after such date and in subsequent years shall each be subject to redemption and prepayment at the option of the Issuer on such date and on any day thereafter, in whole or in part and by lot as to the Bonds maturing in the same year, at a price equal to the principal amount thereof plus accrued interest to the redemption date.

B. The Bonds maturing on February 1 in the years 20__ and 20__ shall be subject to mandatory redemption prior to maturity pursuant to the requirements of this section at a redemption price equal to the stated principal amount thereof plus interest accrued thereon to the redemption date, without premium. The Bond Registrar, as designated below, shall select for redemption, by lot or other manner deemed fair, on February 1 in each of the following years the following stated principal amounts:

For Bonds maturing on February 1, 20__:

Year	Total Amount

For Bonds maturing on February 1, 20__:

Year	Total Amount

C. In the event of mandatory redemption described above, notice thereof identifying the portion of the Bonds to be redeemed will be given by the Bond Registrar by mailing a copy of the redemption notice by first class mail (postage prepaid) not more than 60 and not less than 30 days prior to the date fixed for redemption to the registered owner of each Bond or portion thereof to be redeemed at the address shown on the registration books kept by the Bond Registrar; provided however, that so long as the Bonds are registered in the name of Cede & Co., notice of redemption shall be given in accordance with the terms of the Representation Letter. Failure to give notice by

mail to any registered owner, or any defect therein, will not affect the validity of any proceeding for the redemption of Bonds not affected by such defect or failure. Bonds or portion thereof so called for redemption will cease to bear interest after the specified redemption date, provided that the funds for the redemption are on deposit with the place of payment at that time.

D. If less than all the Bonds of a maturity are called for redemption while the Bonds are registered in the name of Cede & Co., the Issuer or the Bond Registrar designated below will notify DTC of the particular amount of such maturity to be prepaid. DTC will determine by lot the amount of each participant's interest in such maturity to be redeemed and each participant will then select by lot the beneficial ownership interest in such maturity to be redeemed. If less than all the Bonds of a maturity are called for redemption and the Bonds are not registered in the name of Cede & Co., the Bond Registrar will determine by lot or other manner deemed fair, the amount of each maturity to be redeemed. All prepayments shall be at a price equal to the principal amount thereof plus accrued interest.

2.04 Preparation and Execution. The Bonds shall be prepared for execution in accordance with the approved form and shall be signed by the manual or facsimile signature of the Mayor and attested by the manual or facsimile signature of the Administrator. The legal opinion of Fryberger, Buchanan, Smith & Frederick, P.A. shall be appended to each Bond. The corporate seal of the Issuer may be omitted from the Bonds as permitted by law. In case any officer whose signature or a facsimile of whose signature shall appear on the Bonds shall cease to be an officer before delivery of the Bonds, such signature or facsimile shall nevertheless be valid and sufficient for all purposes, the same as if he or she had remained in office until delivery.

2.05 Delivery of the Bonds. Delivery of the Bonds and payment of the purchase price shall be made at a place mutually satisfactory to the Issuer and the Purchaser. Printed or typewritten, and executed Bonds shall be furnished by the Issuer without cost to the Purchaser. The Bonds, when prepared in accordance with this Resolution and executed, shall be delivered by or under the direction of the Administrator to the Purchaser upon receipt of the purchase price plus accrued interest.

Section 3. Registration; Global Book Entry System.

3.01 Designation of Bond Registrar. The City Council appoints Northland Trust Services, Inc., Minneapolis, Minnesota, as registrar, authenticating agent and transfer agent for the Bonds (such bank or its successors is herein referred to as the "Bond Registrar"), and shall do so until a successor Bond Registrar is duly appointed, all pursuant to a contract which the Issuer and the Bond Registrar shall execute which is consistent herewith and which the Mayor and Administrator are authorized to execute and deliver. A successor Bond Registrar shall be a bank or trust company eligible for designation as bond registrar pursuant to Minnesota Statutes, Chapter 475. The terms of the appointment of the successor Bond Registrar and its duties shall be specified in a contract between the Issuer and such successor Bond Registrar that is consistent herewith and that the Mayor and Administrator are authorized to execute and deliver. The Bond Registrar, which may act through an agent, shall also serve as paying agent until and unless a successor paying agent is duly appointed. The Bond Registrar shall pay principal and interest on the Bonds

to the registered Holders (or record Holders) of the Bonds in the manner set forth herein. The Issuer agrees to pay the reasonable and customary charges for the services of such Bond Registrar.

3.02 Designation of Depository. DTC, a Securities and Exchange Commission designated depository, a limited purpose New York trust company, a member of the Federal Reserve System, and a “clearing corporation” within the meaning of the New York Uniform Commercial Code, is designated as the depository (the “Depository”) with respect to the Bonds.

3.03 Authentication of Bonds. No Bond shall be valid or obligatory for any purpose unless or until either (i) the Bond Registrar’s authentication certificate on such Bond, substantially set forth in Section 4.01 hereof, shall have been duly executed by an authorized representative of the Bond Registrar or (ii) the Bonds have been manually executed by at least one officer of the City Council. Authentication certificates on different Bonds need not be signed by the same representative. The Bond Registrar shall authenticate each Bond by execution of the Certificate of Authentication on the Bond and shall date each Bond in the space provided as of the date on which the Bond is registered. For purposes of delivering the original Bonds, the Bond Registrar shall insert as the date of registration the date of original issue. The executed Authentication Certificate or the manual signature of at least one officer of the City Council on each Bond shall be conclusive evidence that it has been authenticated and delivered under this Resolution.

3.04 Bond Register; Transfer; Exchange. A. The Issuer shall cause to be kept by the Bond Registrar at its principal office, a bond register in which, subject to such reasonable regulations as the Bond Registrar may prescribe, the Issuer shall provide for the registration of the Bonds and the registration of transfers of the Bonds entitled to be registered or transferred as herein provided. In the event of the resignation or removal of the Bond Registrar or its incapability of acting as such, the bond registration records shall be maintained at the office of the successor Bond Registrar as may be appointed by the City Council.

B. Upon surrender for transfer of any Bond at the principal corporate office of the Bond Registrar, the Issuer shall execute, if required by law or this Resolution, and the Bond Registrar shall authenticate, if required by law or this Resolution, date (in the space designated Date of Registration) and deliver, in the name(s) of the designated transferee or transferees, one or more new Bonds of the like aggregate principal amount having the same stated maturity and interest rate, as requested by the transferor; provided, however, that no Bond may be registered in blank or in the name of “bearer” or similar designation. Transfer of a Bond may be made on the Issuer’s books by the registered owner in person or by the registered owner’s attorney duly authorized in writing. Transfers shall be subject to reasonable regulations of the Issuer contained in any agreement with, or notice to, the Bond Registrar, including regulations which permit the Bond Registrar to close its transfer books between record dates and payment dates. The Issuer and the Bond Registrar shall not be required to make any transfer or exchange of any Bonds called for redemption or to make any such exchange or transfer of the Bonds during the 15 days next preceding the date of the first publication or the mailing (if there is no publication) of notice of redemption in the case of a proposed redemption of the Bonds.

C. Every Bond presented or surrendered for transfer or exchange shall be duly endorsed or be accompanied by a written instrument of transfer, in form satisfactory to the Bond Registrar, duly executed by the registered owner thereof, with signature guaranteed, or by the registered Holder's attorney duly authorized in writing, and shall include written instructions as to the details of the transfer of the Bond. When any Bond is presented to the Bond Registrar for transfer, the Bond Registrar may refuse to transfer the same until it is satisfied that the endorsement on such Bond or separate instrument of transfer is valid and genuine and that the requested transfer is legally authorized. The Bond Registrar shall incur no liability for the refusal, in good faith, to make transfers which it, in its judgment, deems improper or unauthorized.

D. At the option of the Holder, replacement Bonds may be exchanged for Bonds of any authorized denomination or denominations of a like aggregate principal amount and stated maturity, upon surrender of the Bonds to be exchanged at the principal office of the Bond Registrar. Whenever any Bonds are so surrendered for exchange, the Issuer shall execute (if required by law or this Resolution), and the Bond Registrar shall authenticate (if required by law or this Resolution), date (in the space designated Date of Registration) and deliver the replacement Bonds which the Holder making the exchange is entitled to receive. Bonds registered in the name of Cede & Co. may not be exchanged for Bonds of smaller denominations.

E. All Bonds surrendered upon any exchange or transfer provided for in this Resolution shall be promptly canceled by the Bond Registrar and thereafter disposed of as directed by the Issuer.

F. Each Bond delivered upon transfer of or in exchange for or in lieu of any other Bond shall carry all of the rights to interest, accrued and unpaid and to accrue, which are carried by such other Bond. All Bonds delivered in exchange for or upon transfer of Bonds shall be valid general obligations of the Issuer evidencing the same debt, shall be entitled to the same benefits under this Resolution as the Bonds surrendered for such exchange or transfer, and shall carry all the rights to interest accrued and unpaid, and to accrue, which were carried by such other Bonds.

G. The Bond Registrar may require payment of a sum sufficient to cover any tax or other governmental charge payable in connection with the transfer or exchange of any Bond and any legal or unusual costs regarding transfers and lost bonds.

H. Bonds registered in the name of Cede & Co. may not after their original delivery, be transferred or exchanged except in accordance with the terms and conditions of the Representation Letter and:

(i) upon exchange of a Bond after a partial redemption, if provided in Section 2.03 of this Resolution;

(ii) to any successor of the Depository (or its nominee) or any substitute depository (a "Substitute Depository") designated pursuant to clause (iii) below; provided that any successor of the Depository or any Substitute Depository must be both a "clearing corporation" as defined in the Minnesota Uniform Commercial Code, Minnesota Statutes,

Section 336.8-102, and a qualified and registered “clearing agency” as provided in Section 17A of the Securities Exchange Act of 1934, as amended;

(iii) to a Substitute Depository designated by and acceptable to the Issuer upon (a) the determination by the Depository that the Bonds shall no longer be eligible for its depository services or (b) a determination by the Issuer that the Depository is no longer able to carry out its functions; provided that any Substitute Depository must be qualified to act as such, as provided in subclause (ii) above; or

(iv) in the event that (a) the Depository shall resign or discontinue its services for the Bonds or be declared no longer able to carry out its functions and the Issuer is unable to locate a Substitute Depository within two months following the resignation or discontinuance or determination of noneligibility, or (b) the Issuer determines in its sole discretion that (1) the continuation of the book-entry system described herein might adversely affect the interests of the beneficial owners of the Bonds, or (2) it is in the best interests of the beneficial owners of the Bonds that they be able to obtain certificated Bonds, then the Issuer shall notify the Holders of its determination and of the availability of replacement Bonds to Holders. The Issuer, the Bond Registrar and the Depository shall cooperate in providing Replacement Bonds to Holders requesting the same and the registration, transfer and exchange of such Bonds shall thereafter be conducted as provided in Section 3 of this Resolution.

I. In the event of the designation of a Substitute Depository as authorized by clause H., the Bond Registrar, upon presentation of a Bond, shall register their transfer to the Substitute Depository, and the Substitute Depository shall be treated as the Depository for all purposes and functions under this Resolution. The Representation Letter shall not apply to the Substitute Depository unless the Issuer and the Substitute Depository so agree, and the execution of a similar agreement is authorized.

3.05 Persons Deemed Owners; Payment.

A. The Issuer and the Bond Registrar may treat the person in whose name any Bond is registered as the owner of such Bond for the purpose of receiving payment of principal of and premium, if any, and interest (subject to the payment provisions in Section 2.02 above), on such Bond and for all other purposes whatsoever, whether or not such Bond shall be overdue, and neither the Issuer nor the Bond Registrar shall be affected by notice to the contrary.

B. For the purposes of all actions, consents and other matters affecting Holders of Bonds issued under this Resolution as from time to time supplemented, other than payments, redemptions, and purchases, the Issuer may (but shall not be obligated to) treat as the Holder of a Bond the beneficial owner of the Bond instead of the person in whose name the Bond is registered. For that purpose, the Issuer may ascertain the identity of the beneficial owner of the Bond by such means as the Bond Registrar in its sole discretion deems appropriate, including but not limited to a certificate from the Depository or other person in whose name the Bond is registered identifying such beneficial owner.

C. The principal of and interest on the Bonds shall be payable by the Bond Registrar in such funds as are legal tender for the payment of debts due the United States of America. The Issuer shall pay the reasonable and customary charges of the Bond Registrar for the disbursement of principal and interest.

3.06 Use of Global Book-Entry System. A. There has been previously submitted to this Board a form of Blanket Issuer Letter of Representations (the "Letter of Representations") between the Issuer and the Depository setting forth various matters relating to the Depository and its role with respect to the Bonds. Pursuant to applicable DTC rules that require issuers to file an updated Representation Letter with DTC every 10 years, the Council authorizes the Administrator/Clerk-Treasurer to execute and file an updated Representation Letter with DTC. The terms and conditions of the Letter of Representations are ratified.

B. All of the Bonds shall be registered in the name of Cede & Co., as nominee for DTC. Payment of interest on and principal of any Bond registered in the name of Cede & Co. shall be made by wire transfer or New York Clearing House or equivalent same day funds by 10:00 a.m. CT or as soon as possible thereafter following the Bond Registrar's receipt of funds from the Issuer on each Interest Payment Date to the account of Cede & Co. on each Interest Payment Date at the address indicated in or pursuant to the Letter of Representations.

C. So long as DTC is the Depository or it or its nominee is the Holder of any Bonds, the Issuer shall comply with the provisions of the Letter of Representations, as it may be amended or supplemented from time to time.

D. Additional matters with respect to, among other things, notices, consents and approvals by Holders and payments on the Bonds are set forth in the Letter of Representations.

3.07 Mutilated, Stolen or Destroyed Bonds. If a Bond becomes mutilated or is destroyed, stolen, or lost, the Bond Registrar will deliver a new Bond of like amount, number, maturity date, and tenor in exchange and substitution for and upon cancellation of the mutilated Bond or in lieu of and in substitution for any Bond destroyed, stolen, or lost, upon the payment of the reasonable expenses and charges of the Bond Registrar and the Issuer in connection therewith, including the cost of printing new Bonds; and, in the case of a Bond destroyed, stolen, or lost, upon filing with the Bond Registrar and the Issuer of evidence satisfactory to it and the Issuer that the Bond was destroyed, stolen, or lost, and of the ownership thereof, and upon furnishing to the Bond Registrar of an appropriate bond or indemnity in form, substance, and amount satisfactory to it and the Issuer and as provided by law, in which both the Issuer and the Bond Registrar must be named as obligees. Bonds so surrendered to the Bond Registrar will be canceled by the Bond Registrar and evidence of such cancellation must be given to the Issuer. If the mutilated, destroyed, stolen, or lost Bond has already matured or been called for redemption in accordance with its terms, it is not necessary to issue a new Bond prior to payment.

Section 4. Form of the Bonds.

4.01 The Bonds shall be printed or typewritten in substantially the following form:

UNITED STATES OF AMERICA
STATE OF MINNESOTA
COUNTY OF ST. LOUIS

CITY OF MOUNTAIN IRON
GENERAL OBLIGATION WATER REVENUE BOND, SERIES 2020A

R-_____ \$_____

<u>Rate</u>	<u>Maturity Date</u>	<u>Date of Original</u> <u>Issue</u>	<u>CUSIP</u>
_____%	February 1, 20__	December 9, 2020	

REGISTERED OWNER: CEDE & CO.

PRINCIPAL AMOUNT: _____ DOLLARS

The City of Mountain Iron, St. Louis County, Minnesota (the "Issuer"), certifies that it is indebted and for value received, promises to pay to the registered owner specified above or on the Registration Certificate attached hereto, or registered assigns, in the manner hereinafter set forth, the principal amount specified above, on the maturity date specified above, and to pay interest thereon from the date of original issue set forth above, or from the most recent Interest Payment Date (defined below) to which interest has been paid or duly provided for, until the principal amount is paid, said interest being at the rate per annum specified above. Interest is payable semi-annually on February 1 and August 1 of each year (each referred to herein as an "Interest Payment Date") commencing on August 1, 2021, at the rate per annum specified above, calculated on the basis of a 360-day year of twelve 30-day months, until the principal amount is paid or has been provided for. This Bond will bear interest from the most recent Interest Payment Date to which interest has been paid or duly provided for, or, if no interest has been paid or provided for, from the date of original issue hereof set forth above.

Payment. The principal of and premium, if any, on this Bond are payable by wire transfer (or other agreed means of payment) on each payment date no later than 12:00 noon (New York, New York time) upon presentation and surrender hereof at the office of Northland Trust Services, Inc., Minneapolis, Minnesota, as registrar, paying agent, authenticating agent and transfer agent (the "Bond Registrar"), or at the office of such successor bond registrar as may be designated by the Issuer. Interest on this Bond will be paid on each Interest Payment Date (by 12:00 noon, New York, New York time) by wire transfer (or other agreed means of payment) to the person in whose name this Bond is registered (the "Holder" or "Bondholder") on the registration books of the Issuer maintained by the Bond Registrar and at the address appearing thereon at the close of business on the 15th day of the calendar month next preceding such Interest Payment Date (the "Regular Record Date"). Any interest not so timely paid or duly provided for shall cease to

be payable to the person who is the Holder hereof as of the Regular Record Date, and shall be payable to the person who is the Holder thereof at the close of business on a date fixed for the payment of the defaulted interest, and notice of the special record date shall be given by the Bond Registrar to the Holders not less than ten (10) days prior thereto. The Bond Registrar shall make all payments with respect to this Bond without, except for payment of principal on the Bond, the presentation or surrender of this Bond, and all such payments shall discharge the obligations of the Issuer to the extent of the payments so made. The principal of, premium, if any, and interest on this Bond are payable in lawful money of the United States of America. For the prompt and full payment of such principal and interest as they become due, the full faith and credit of the Issuer are irrevocably pledged.

Date of Payment Not Business Day. If the date for payment of the principal of, premium, if any, or interest on this Bond shall be a Saturday, Sunday, legal holiday or a day on which banking institutions in the City of New York, New York, or the city where the principal office of the Bond Registrar is located are authorized by law or executive order to close, then the date for such payment shall be the next succeeding day which is not a Saturday, Sunday, legal holiday or a day on which such banking institutions are authorized to close, and payment on such date shall have the same force and effect as if made on the nominal date of payment.

Redemption. The Bonds maturing on and prior to February 1, 2028 shall not be subject to redemption before maturity, but those maturing after such date are each subject to redemption and prepayment at the option of the Issuer on such date, and on any day thereafter, in whole or in part, and if in part at the option of the Issuer and in such manner as the Issuer shall determine and by lot as to Bonds maturing in the same year, at a price of par plus accrued interest to the date of redemption.

Mandatory Redemption. The Bonds maturing in the years 20__ and 20__ shall be subject to mandatory redemption prior to maturity pursuant to the requirements of the Resolution at a redemption price equal to the stated principal amount thereof plus interest accrued thereon to the redemption date, without premium.

Notice of and Selection of Bonds for Redemption. Not less than 30 nor more than 60 days prior to the date fixed for redemption and prepayment of any Bonds, notice of redemption shall be mailed to each registered owner of a Bond to be redeemed; provided, however, that so long as the Bonds are registered in the name of Cede & Co., as nominee for The Depository Trust Company, Jersey City, New Jersey ("DTC"), notice of redemption shall be given in accordance with the terms of the Blanket Issuer Letter of Representations which has been executed by the Issuer (the "Representation Letter").

If less than all the Bonds of a maturity are called for redemption while the Bonds are registered in the name of Cede & Co., the Issuer or the Bond Registrar

designated below will notify DTC of the particular amount of such maturity to be prepaid. DTC will determine by lot the amount of each participant's interest in such maturity to be redeemed and each participant will then select by lot the beneficial ownership interest in such maturity to be redeemed. If less than all the Bonds of a maturity are called for redemption and the Bonds are not registered in the name of Cede & Co., the Bond Registrar will determine by lot or other manner deemed fair, the amount of each maturity to be redeemed. All prepayments shall be at a price equal to the principal amount thereof plus accrued interest. If any Bond is redeemed in part, upon surrender of the Bond being redeemed, the Issuer shall deliver or cause to be delivered to the registered owner of such Bond, a Bond in like form in the principal amount equal to that portion of the Bond so surrendered not being redeemed.

Issuance; Purpose. This Bond is one of a series issued by the Issuer in the total aggregate amount of \$1,240,000, all of like original issue date and tenor, except as to number, maturity date, redemption privilege, denomination and interest rate, pursuant to: (i) the authority contained in Minnesota Statutes, Chapters 444 and 475; (ii) the Constitution of the State of Minnesota and all other laws thereunto enabling; and (iii) an authorizing resolution adopted by the governing body of the Issuer on November 16, 2020 (the "Resolution"). The Bond is issued for the purpose of financing a portion of the cost of capital improvements to the Issuer's water system, including financing a water treatment filter project and water tower improvements. The principal of and interest on this Bonds are payable from net revenues (the "Net Revenues") derived from the operation of Issuer's water utility (the "Water Utility") in excess of normal, reasonable and current costs of the operation and maintenance of the Water Utility for the payment of the principal and interest when due on this Bond, and has covenanted and agreed that it will impose and collect just and equitable charges for all use and for the availability of all facilities of the Water Utility at the times and in the amounts required to pay the normal, reasonable and current expenses of operating and maintaining the Water Utility, and also to produce Net Revenues, which will be at least adequate at all times to pay the principal and interest due on the Bonds. Reference is made to the Resolution for a full statement of rights and powers thereby conferred.

General Obligation. This Bond constitutes a general obligation of the Issuer, and to provide moneys for the prompt and full payment of the principal and interest when the same become due, the full faith and credit and taxing powers of the Issuer have been and are irrevocably pledged.

Denominations; Exchange. The Bonds of this series are issued as fully registered bonds without coupons, in the denomination of \$5,000 or any integral multiple thereof. The Issuer will, at the request of the registered owner, issue one or more new fully registered Bonds in the name of the registered owner in the aggregate principal amount equal to the unpaid principal balance of this Bond, and of like tenor except as to number and principal amount at the principal office of the Bond Registrar, but only in the manner and subject to the limitations provided in

the Resolution and the Representation Letter. Reference is made to the Resolution for a description of the rights and duties of the Bond Registrar. Copies of the Resolution are on file in the principal office of the Bond Registrar.

Registration; Transfer. This Bond shall be registered in the name of the payee on the books of the Issuer by presenting this Bond for registration to the Bond Registrar, whose representative will endorse his or her name and note the date of registration opposite the name of the payee in the Registration Certificate attached hereto. Thereafter this Bond may be transferred by delivery with an assignment duly executed by the Holder or the Holder's legal representative, and the Issuer and Bond Registrar may treat the Holder as the person exclusively entitled to exercise all the rights and powers of an owner until this Bond is presented with such assignment for registration of transfer, accompanied by assurance of the nature provided by law that the assignment is genuine and effective, and until such transfer is registered on said books and noted hereon by the Bond Registrar, all subject to the terms and conditions provided in the Resolution and the Representation Letter and to reasonable regulations of the Issuer contained in any agreement with, or notice to, the Bond Registrar. Thereupon the Issuer shall execute (if required by law or the Resolution) and the Bond Registrar shall authenticate (if required by law or the Resolution) and deliver, in exchange for this Bond, one or more new fully registered Bonds in the name of the transferee, of an authorized denomination, in an aggregate principal amount equal to the principal amount of this Bond, of the same maturity, and bearing interest at the same rate.

Fees Upon Transfer or Loss. The Bond Registrar may require payment of a sum sufficient to cover any tax or other governmental charge payable in connection with the transfer or exchange of this Bond and any legal or unusual costs regarding transfers and lost Bonds. No service charge shall be made by the Issuer for any transfer or exchange hereinbefore referred to but the Issuer may require payment of a sum sufficient to cover any tax or other governmental charge payable in connection therewith.

Treatment of Registered Owner. The Issuer and Bond Registrar may treat the person in whose name this Bond is registered as the owner hereof for the purpose of receiving payment as herein provided and for all other purposes whatsoever, whether or not this Bond shall be overdue, and neither the Issuer nor the Bond Registrar shall be affected by notice to the contrary.

Authentication. This Bond shall not be valid or become obligatory for any purpose or be entitled to any security or benefit under the Resolution until either (i) the Bond Registrar's Authentication Certificate hereon shall have been executed by the Bond Registrar by one of its authorized representatives or (ii) the Bond has been manually executed by at least one officer of the governing body of the Issuer.

State Guarantee. The Issuer has qualified these Bonds for participation in the State of Minnesota Public Facilities Credit Enhancement Program under

which the State of Minnesota guaranties payment of city debt obligations pursuant to Minnesota Statutes, Section 446A.086. If the Issuer is unable to make any portion of the principal or interest payments on the Bonds as they become due, the State of Minnesota has agreed to make such payment in the Issuer's place.

Qualified Tax-Exempt Obligations. The Bonds of this issue have been designated by the Issuer as "qualified tax-exempt obligations" for purposes of Section 265(b)(3) of the Internal Revenue Code of 1986, as amended, relating to the deduction of interest expenses allocable to the Bonds by financial institutions.

IT IS CERTIFIED, RECITED, COVENANTED AND AGREED that all acts, conditions and things required by the Constitution and laws of the State of Minnesota to be done, to happen and to be performed precedent to and in the issuance of this Bond in order to make it a valid and binding general obligation of the Issuer enforceable in accordance with its terms, have been done, have happened and have been performed in regular and due form, time and manner as so required; that, if necessary for payment of principal of and interest on the Bonds of this issue, ad valorem taxes may be levied upon all taxable property in the Issuer without limitation as to rate or amount; and that the issuance of this Bond on the date of original issue hereof and the date of its actual original issuance and delivery, does not exceed any charter, constitutional or statutory limitation of indebtedness.

IN WITNESS WHEREOF, the City of Mountain Iron, St. Louis County, Minnesota, by its governing body, has caused this Bond to be executed in its name by the facsimile or manual signature of the Mayor and attested by the facsimile or manual signature of the Administrator, the Issuer having no seal or said seal having been intentionally omitted as permitted by law.

ATTEST:

(Form - No signature required)
Administrator

(Form - No signature required)
Mayor

Date of Authentication: _____

BOND REGISTRAR'S AUTHENTICATION CERTIFICATE

The Bond Registrar confirms that the books reflect the ownership of the Bond registered in the name of the owner named above in the principal amount and maturing on the date stated above and this Bond is one of the Bonds of the series issued pursuant to the Resolution hereinabove described.

NORTHLAND TRUST SERVICES, INC.
MINNEAPOLIS, MINNESOTA
Bond Registrar

By _____
Authorized Representative

REGISTRATION CERTIFICATE

This Bond must be registered as to both principal and interest in the name of the owner on the books to be kept by Northland Trust Services, Inc. of Minneapolis, Minnesota, as Bond Registrar. No transfer of this Bond shall be valid unless made on said books by the registered owner or the owner's attorney thereunto duly authorized and similarly noted on the registration books. The ownership of the unpaid principal balance of this Bond and the interest accruing thereon is registered on the books of Northland Trust Services, Inc. in the name of the registered owner last noted below.

<u>Date</u>	<u>Registered Owner</u>	<u>Signature of Bond Registrar</u>
12/9/2020	Cede & Co. c/o The Depository Trust Company 570 Washington Blvd. Jersey City, NJ 07310 Federal Taxpayer I.D. No.: 13-2555119	_____

ASSIGNMENT

FOR VALUE RECEIVED, the undersigned sells, assigns and transfers unto

(Name and Address of Assignee)

_____ Social Security or Other
Identifying Number of Assignee

the within Bond and all rights thereunder and does irrevocably constitute and appoint _____ attorney to transfer the said Bond on the books kept for registration thereof with full power of substitution in the premises.

Dated: _____

NOTICE: The signature to this assignment must correspond with the name of the registered owner as it appears upon the face of the within Bond in every particular, without alteration or enlargement or any change whatsoever.

Signature Guaranteed:

(Bank, Trust Company, member of
National Securities Exchange)

Unless this Bond is presented by an authorized representative of The Depository Trust Company, a New York corporation ("DTC"), to the Issuer or its agent for registration of transfer, exchange, or payment, and any bond issued is registered in the name of Cede & Co. or in such other name as is requested by an authorized representative of DTC (and any payment is made to Cede & Co. or to such other entity as is requested by an authorized representative of DTC), ANY TRANSFER, PLEDGE, OR OTHER USE HEREOF FOR VALUE OR OTHERWISE BY OR TO ANY PERSON IS WRONGFUL, inasmuch as the registered owner hereof, Cede & Co., has an interest herein.

Section 5. Covenants and Funds.

5.01 Water Fund. The Issuer covenants and agrees with the holder of the Bonds and with its taxpayers as follows:

A. It will impose and collect just and equitable charges for all use and for the availability of all facilities of its water utility (the "Water Utility") at the times and in the amounts required to pay the normal, reasonable, and current expenses of operating and maintaining such Water Utility, and also to produce net revenues that will be at least adequate at all times to pay the principal and interest due on the Bonds and on all other notes and bonds heretofore or hereafter issued and made payable from said net revenues, and will operate the Water Utility and segregate and account for the revenues thereof as provided in this Section.

B. It will place all such charges for the use and availability of the Water Utility, when collected, and all money received from the sale of any facilities or equipment of the Water Utility in the Water Fund (the "Water Fund"). Except as provided in this Section, this fund shall be used only to pay claims duly approved and allowed for payment of expenses which, under generally accepted accounting principles, constitute normal, reasonable, and current expenses of operating and maintaining the Water Utility, and to maintain such reasonable reserves for such expenses as the City Council shall determine to be necessary from time to time. Sums in excess of those required to make such payments and maintain such reserves constitute the net revenues ("Water

Utility Net Revenues”), a portion of which are herein pledged and appropriated first to pay the principal of and interest when due on the Bonds.

C. Surplus Water Utility revenues from time to time received in the Water Fund, in excess of payments due from and reserves required to be maintained in the Water Fund and in the Debt Service Account, may be used for necessary capital expenditures for the improvement of the Water Utility, for the prepayment and redemption of notes and bonds constituting a lien on the Water Utility, and for any other proper municipal purpose consistent with policies established by resolution of the Council.

5.02 Fund. There is created a special fund to be designated the “2020A General Obligation Water Revenue Bond Fund” (the “Fund”) to be administered and maintained by the Administrator as a bookkeeping account separate and apart from all other funds maintained in the official financial records of the Issuer. The Fund shall be maintained in the manner herein specified until the Bonds and the interest thereon have been fully paid. There shall be maintained in the Fund two (2) separate accounts, to be designated the “Construction Fund” and “Debt Service Fund,” respectively:

A. *Construction Fund*. On receipt of the purchase price of the Bonds, the Issuer shall credit proceeds from the sale of the Bonds, plus any rounding amount (the “Rounding Amount”), less amounts used to pay part of the interest of the issue as allowed by Minnesota Statutes Section 475.56 (the “Additional Interest”) and less any accrued interest paid by the Purchaser upon closing and delivery of the Bonds (the “Accrued Interest”), to the Construction Fund. Proceeds from the Bonds on deposit in the Construction Fund, along with other monies of the Issuer available therefor, shall be used from time to time to pay, or reimburse the Issuer for payment of, the capital costs of the Project and costs of legal, financial advisory, and other professional services, printing and publication costs, and costs of issuance of the Bonds and interest due on the Bonds prior to completion of the Project, as such become due.

B. *Debt Service Fund*. The Debt Service Fund shall be administered and maintained by the Administrator as a bookkeeping account separate and apart from all other funds maintained in the official financial records of the Issuer. The Debt Service Fund shall be maintained in the manner herein specified until all of the Bonds and the interest thereon have been fully paid:

(i) There is pledged and appropriated and there shall be credited to the Debt Service Fund: (A) the Accrued Interest; (B) the Additional Interest; (C) Net Revenues in such amounts, which will be sufficient to pay the principal of and interest on the Bonds when due; (D) all funds remaining in the Construction Fund after completion of the Project and payment of the costs thereof; (E) any and all other moneys which are properly available and are appropriated by the governing body of the Issuer to the Debt Service Fund; and (F) investment earnings on the monies identified in the foregoing clauses (A) through (E). The proceeds of the Bonds described in clauses (A) and (B) of the preceding sentence shall be used for payment of interest on the Bonds. (The funds and investments identified in clauses (C) through (F) are referred to herein as the “Pledged Revenues.”)

(ii) The money in such account shall be used for no purpose other than the payment of principal and interest and redemption premium, if any, on the Bonds and any other general obligation bonds of the Issuer hereafter issued by the Issuer and made payable from said account as provided by law; provided, however, that if any payment of principal or interest shall become due when there is not sufficient money in the Debt Service Fund, the Administrator shall pay the same from any other fund of the Issuer, which fund shall be reimbursed from the Debt Service Fund when the balance therein is sufficient.

(iii) Immediately prior to each Interest Payment Date, the Administrator shall transfer to the Debt Service Fund amounts of Net Revenues which are sufficient, along with funds then on deposit in the Debt Service Fund, for the payment of all interest and principal then due on the Bonds.

(iv) If the balance in the Debt Service Fund is ever insufficient to pay all principal and interest then due on the Bonds, the Administrator shall nevertheless provide sufficient money first from the Construction Fund, second from the Water Fund and third from any other funds of the Issuer which are available for that purpose, and such other funds shall be reimbursed from the Debt Service Fund when the balance therein is sufficient. All such reimbursements shall comply with Treasury Regulations, Section 1.150-2.

C. *Surplus Revenues.* Surplus revenues of the Water Utility from time to time received in the Fund, in excess of payments due from and reserves required to be maintained in the Fund and in the Debt Service Fund, may be used for necessary capital expenditures for the improvement of the Water Utility, for the prepayment and redemption of notes and bonds issued pursuant to Section 444.075 of the Act, and for any other proper municipal purpose consistent with law and policies established by resolution of the Issuer.

D. *Investments.* Monies on deposit in the Fund and accounts therein may, at the discretion of the Issuer, be invested in securities permitted by Minnesota Statutes, Chapter 118A; provided, that any such investments shall mature at such times and in such amounts as will permit for payment of the principal and interest on the Bonds when due.

5.03 *No Tax Levy.* A. It is determined that the estimated Net Revenues and other funds of the Issuer pledged and appropriated for payment of principal and interest on the Bonds will produce at least five percent in excess of the amount needed to meet when due, the principal and interest payments on the Bonds and that no tax levy is needed at this time.

B. It is recognized that the Issuer's liability on the Bonds is not limited to the Net Revenues so pledged, and the City Council covenants and agrees that in the event of any current or anticipated deficiency in Net Revenues or the Pledged Revenues it will levy upon all taxable property within the Issuer and cause to be extended, assessed, and collected, any additional taxes found necessary for full payment of the principal of and interest on the Bonds, without limitation as to rate or amount.

Section 6. Tax Covenants.

6.01 General. A. The Issuer covenants and agrees with the Holders of the Bonds that the Issuer will (i) take all action on its part necessary to cause the interest on the Bonds to be exempt from federal income taxes including, without limitation, restricting, to the extent necessary, the yield on investments made with the proceeds of the Bonds and investment earnings thereon, making required payments to the federal government, if any, and maintaining books and records in a specified manner, where appropriate, and (ii) refrain from taking any action which would cause interest on the Bonds to be subject to federal income taxes, including, without limitation, refraining from spending the proceeds of the Bonds and investment earnings thereon on certain specified purposes.

B. The Issuer covenants with the Holders from time to time of the Bonds that it will not take, or permit to be taken by any of its officers, employees or agents, any action which would cause the interest payable on the Bonds to become subject to taxation under the Internal Revenue Code; and that it will take, or it will cause its officers, employees or agents to take, all affirmative actions within its powers which may be necessary to insure that such interest will not become subject to taxation under the Code. The term "Internal Revenue Code" or "Code" as used herein includes the Internal Revenue Code of 1986, as amended, and all regulations, amended regulations and proposed regulations issued thereunder, as now existing, or as hereafter amended or proposed.

C. No portion of the proceeds of the Bonds shall be used directly or indirectly to acquire higher yielding investments or to replace funds which were used directly or indirectly to acquire higher yielding investments, except (i) for a reasonable temporary period until such proceeds are needed for the purpose for which the Bonds were issued and (ii) in addition to the above in an amount not greater than the lesser of five percent (5%) of the proceeds of the Bonds or \$100,000. To this effect any proceeds of the Bonds and any sums from time to time held in the Debt Service Fund (or any other Issuer account which will be used to pay principal or interest to become due on the Bonds payable therefrom) in excess of amounts which under then applicable federal arbitrage restrictions may be invested without regard to yield shall not be invested at a yield in excess of the applicable yield restrictions imposed by said arbitrage regulations on such investments after taking into account any applicable "temporary periods" or "minor portion" made available under the federal arbitrage regulations. Money in those funds shall not be invested in obligations or deposits issued by, guaranteed by or insured by the United States or any agency or instrumentality thereof if and to the extent that such investment would cause the Bonds to be "federally guaranteed" within the meaning of Section 149(b) of the Code.

6.02. Rebate Exemption. For purposes of qualifying for the small-issuer exception to the federal arbitrage rebate requirements, the Issuer hereby finds, determines and declares that the aggregate face amount of the tax-exempt obligations (other than private activity bonds) issued by the Issuer (and all subordinate entities of the Issuer) during the calendar year in which the Bonds are issued is not reasonably expected to exceed \$5,000,000, all within the meaning of Section 148(f)(4)(D) of the Internal Revenue Code of 1986, as amended.

6.03 Bank Qualification. In order to qualify the Bonds as “qualified tax-exempt obligations” within the meaning of Section 265(b)(3) of the Code, the Issuer makes the following factual statements and representations:

- A. the Bonds are not “private activity bonds” as defined in Section 141 of the Code;
- B. the Issuer designates the Bonds as “qualified tax-exempt obligations” for purposes of Section 265(b)(3) of the Code;
- C. the reasonably anticipated amount of tax-exempt obligations (other than private activity bonds, treating qualified 501(c)(3) bonds as not being private activity bonds) which will be issued by the Issuer (and all entities whose obligations will be aggregated with those of the Issuer) during the calendar year in which the Bonds are being issued will not exceed \$10,000,000; and
- D. not more than \$10,000,000 of obligations issued by the Issuer during the calendar year in which the Bonds are being issued have been designated for purposes of Section 265(b)(3) of the Code.

6.04 Arbitrage Certification. The Mayor and the Administrator, being the officers of the Issuer charged with the responsibility for issuing the Bonds pursuant to this Resolution, are authorized and directed to execute and deliver to the Purchaser an arbitrage certification in order to satisfy the provisions of the Code and the regulations promulgated thereunder.

6.05 Opinion of Counsel. Notwithstanding any other provision of this section, any requirement imposed hereunder or under Section 5 hereof may be deemed inapplicable and of no force or effect if an opinion of counsel is rendered to the Issuer by nationally recognized Bond Counsel to the effect that the failure to impose such requirement will not adversely effect the tax exempt status of interest on the Bonds.

Section 7. Minnesota Public Facilities Authority Credit Enhancement Program.

A. The Issuer covenants and obligates itself to be bound by the provisions of Minnesota Statutes, Section 446A.086. The Issuer hereby approves the State of Minnesota Public Facilities Authority Credit Enhancement Program Agreement (the “PFA Agreement”) with the Minnesota Public Facilities Authority (the “PFA”) in substantially the form presented to the Issuer and approves or ratifies the submission of an application to participate in the PFA Credit Enhancement Program. The PFA Agreement is incorporated by reference as if fully set forth herein. The PFA Agreement shall be signed by the manual signature of the Mayor and the manual signature of the Administrator.

B. The Issuer understands that as a result of its entering into the PFA Agreement, the provisions of Minnesota Statutes, Section 446A.086, shall be binding as long as any portion of the Note remains outstanding.

C. The Registrar is authorized and directed to notify the Minnesota Management and Budget if it becomes aware of a potential default in the payment of principal or interest on the Note or if, on the day two business days prior to the date a payment is due on the Note, there are insufficient funds to make that payment on deposit with the Registrar.

D. The Issuer further covenants to comply with all procedures now or hereafter established by the Minnesota Management and Budget pursuant to Minnesota Statutes, Section 446A.086 and otherwise to take such actions as necessary to comply with that section.

Section 8. Certificates of Proceedings; Miscellaneous.

8.01 Filing of Resolution; County Auditor Certificate. The Administrator is directed to file a certified copy of this Resolution in the office of the County Auditor of St. Louis County, along with such other information as the County Auditor may require, and to obtain from the County Auditor a certificate stating that the Bonds herein authorized have been duly entered on the Auditor's register and that the tax required by law for the payment of said Bonds has been levied.

8.02 Authentication of Transcript. The officers of the Issuer are authorized and directed to prepare and furnish to the Purchaser and to Bond Counsel certified copies of all proceedings and records of the Issuer relating to the authorization and issuance of the Bonds and to the financial condition and affairs of the Issuer and other affidavits and certificates as may reasonably be requested to show the facts relating to the legality and marketability of the Bonds as such facts appear from the official books and records of the officers' custody or otherwise known to them. All of such certified copies, certificates and affidavits, including any heretofore furnished, constitute representations of the Issuer as to the correctness of facts recited therein and the actions stated therein to have been taken.

8.03 Offering Materials. The Official Statement relating to the Bonds, on file with the Administrator and presented to this meeting, is approved and deemed final, and the furnishing thereof to prospective purchasers of the Bonds is ratified and confirmed, insofar as the same relates to the Bonds and the sale thereof. The Mayor and the Administrator are authorized and directed to certify that they have examined the Official Statement prepared and circulated in connection with the issuance and sale of the Bonds and that to the best of their knowledge and belief the Official Statement is a complete and accurate representation of the facts and representations made therein as of the date of the Official Statement.

8.04 Absent or Disabled Officers. In the event of the absence or disability of the Mayor or the Administrator, such officers or members of the City Council as in the opinion of the Issuer's attorney, may act in their behalf, shall without further act or authorization, execute and deliver the Bonds, and do all things and execute all instruments and documents required to be done or executed by such absent or disabled officers.

Section 9. Defeasance. When all Bonds have been discharged as provided in this paragraph, all pledges, covenants and other rights granted by this Resolution to the registered holders of the Bonds shall, to the extent permitted by law, cease. The Issuer may discharge its

obligations with respect to any Bonds which are due on any date by irrevocably depositing with the Bond Registrar on or before that date a sum sufficient for the payment thereof in full; or if any Bond should not be paid when due, it may nevertheless be discharged by depositing with the Bond Registrar a sum sufficient for the payment thereof in full with interest accrued to the date of such deposit. The Issuer may also discharge its obligations with respect to any prepayable Bonds called for redemption on any date when they are prepayable according to their terms, by depositing with the Bond Registrar on or before that date a sum sufficient for the payment thereof in full, provided that notice of redemption thereof has been duly given. The Issuer may also at any time discharge its obligations with respect to any Bonds, subject to the provisions of law now or hereafter authorizing and regulating such action, by depositing irrevocably in escrow, with a suitable banking institution qualified by law as an escrow agent for this purpose, cash or securities described in Minnesota Statutes, Section 475.67, Subdivision 8, bearing interest payable at such times and at such rates and maturing on such dates as shall be required, without regard to sale and/or reinvestment, to pay all amounts to become due thereon to maturity or, if notice of redemption as herein required has been duly provided for, to such earlier redemption date.

Section 10. Continuing Disclosure. The City Council acknowledges that the Bonds are subject to the continuing disclosure requirements of Rule 15c2-12 promulgated by the Securities and Exchange Commission under the Securities Exchange Act of 1934 (17 C.F.R. § 240.15c2-12) (the "Rule"). The Rule governs the obligations of certain underwriters to require that issuers of municipal bonds enter into agreements for the benefit of the Holders to provide continuing disclosure with respect to the Bonds. To provide for the public availability of certain information relating to the Bonds and the security therefor and to permit underwriters of the Bonds to comply with the Rule, which will enhance the marketability of the Bonds, the Mayor and the Administrator are authorized and directed to execute a Limited Continuing Disclosure Certificate substantially in the form of the Certificate currently on file in the office of the Issuer.

Section 11. Pre- and Post-Issuance Compliance Policy and Procedures. The Issuer has previously approved a Pre- and Post-Issuance Compliance Policy and Procedures which applies to qualifying obligations to provide for compliance with all applicable federal regulations for tax-exempt obligations or tax-advantaged obligations (collectively, the "Policy and Procedures"). The Issuer hereby ratifies the Policy and Procedures for the Bonds. The Administrator continues to be designated to be responsible for post-issuance compliance in accordance with the Policy and Procedures.

DULY ADOPTED BY THE CITY COUNCIL THIS 16th DAY OF NOVEMBER, 2020.

ATTEST:

Mayor Gary Skalko

City Administrator

COUNCIL LETTER 111620-VIIB

ADMINISTRATION

RESOLUTION 28-20

DATE: November 12, 2020

FROM: Craig J. Wainio
City Administrator

Resolution Number 28-20 Awards the Bid for Bid Package 1 for a new municipal well project. Bids will be opened on Friday, November 13 at 10AM. An updated resolution will be emailed after bids are opened and tabulated. These will be forwarded along with a recommendation.

Mountain Iron is in need of an additional water supply well due to the fact that the current wells are losing pumping capacity and as a City we want to be proactive concerning our water supply. We believe that as the mining activities of US Steel's Minntac mine continue to move south the capacity of the current wells will continue to diminish. Also, the mining activities have the potential to introduce contaminants into our source water. Through the development of a third well, further removed from mining activities, the City hopes to continue to provide ample, clean and safe drinking water.

RESOLUTION NUMBER 28-20

ACCEPTING BID

WHEREAS, pursuant to an advertisement for bids for Improvement Number 18-06, the proposed improvement for Improvement Number 15-08, the proposed Well Number 3 (package 1), bids were received, opened and tabulated according to law, and the following bids were received complying with the advertisement:

AND WHEREAS, it appears that ____ of ____ is the lowest responsible bidder,

NOW THEREFORE, BE IT RESOLVED BY THE CITY COUNCIL OF THE CITY OF MOUNTAIN IRON, MINNESOTA:

1. The Mayor and City Administrator are hereby authorized and directed to enter into the attached contract with _____ of _____ in the name of the City of Mountain Iron for the improvement of Well Number 3, according to the plans and specifications therefore approved by the City Council and on file in the Office of the City Administrator.
2. The City Administrator is hereby authorized and directed to return forthwith to all bidders the deposits made with their bids, except that the deposits of the successful bidder and the next lowest bidder shall be retained until a contract has been signed.

DULY ADOPTED BY THE CITY COUNCIL THIS 16th DAY OF NOVEMBER, 2020.

ATTEST:

Mayor Gary Skalko

City Administrator

COUNCIL LETTER 111620-VIIC

ADMINISTRATION

RESOLUTION 29-20

DATE: November 12, 2020

FROM: Craig J. Wainio
City Administrator

Resolution Number 29-20 allows the City to apply for a grant for the continuation of sliplining wastewater mains in the old town area. The application is through the Community Development Block Grant program administered through St. Louis County.



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 30-20

APPROVING COMMUNITY DEVELOPMENT BLOCK GRANT APPLICATION

WHEREAS, St. Louis County is preparing a Consolidated Plan/Action Plan to meet application requirements for the Community Development Block Grant (CDBG) program, and other Community Planning and Development (CPD) programs, and

WHEREAS, St. Louis County has requested CDBG-eligible projects from participating communities for inclusion in the Action Plan, and

WHEREAS, it is found that the project meets the benefiting low and moderate income persons federal objective of the CDBG program and is prioritized by the community as a high priority need.

NOW THEREFORE, BE IT RESOLVED BY THE COUNCIL OF THE CITY OF MOUNTAIN IRON, MINNESOTA, that the Mountain Iron CDBG application related to the Sanitary Sewer Slipling Project is hereby authorized to be submitted to St. Louis County for inclusion in St. Louis County's Consolidated Plan/Action Plan to the U.S. Department of Housing and Urban Development, and that the City Administrator is hereby authorized to execute all documents, agreements, or contracts which result from this application to St. Louis County.

DULY ADOPTED BY THE CITY COUNCIL THIS 16th DAY OF NOVEMBER, 2020.

ATTEST:

Mayor Gary Skalko

City Administrator



November 4, 2020

RAMS ASSOCIATE MEMBERS: **NOTICE OF BOARD OF DIRECTOR NOMINATIONS**

As the year comes to a close it is time for our public sector *member units* to take action on filling the 13, vacancies we will have on the RAMS board of directors beginning in January 2021. One of the 13 is a superintendent that will be nominated by the Superintendent's Association. The other 12 come from our townships, school districts or cities. If your community or township has not had a seat on the board, now is your opportunity to nominate someone from your board. ***This year we have 12 openings for the normal 2- year seat on the board of directors, and we also have (1) one-year seat on the board, due to a candidate not prevailing in their bid for re-election.*** When you make your nomination, please designate if you are nominating for the two (2) year seat or the one (1) year spot.

Attached is a list of the 12 current board members whose term of office expires at the end of 2020. Each member unit (City, Township, School District) has the right to submit a nominee to be placed on the official election ballot which will be voted on by all dues paying *member units* during the month of December. ***PLEASE MAKE CERTAIN THIS ITEM IS PLACED ON YOUR BOARD AGENDA IN NOVEMBER. Nominations must be submitted no later than December 1st, so we can assure they are placed on the official ballot that will be mailed out to each member unit on December 4th, 2020.***

You may decide to nominate the same person whose term has expired, (as long as they still hold an elected seat with your local government unit) or someone else from your township board, school board or city council of elected officials. You may decide not to nominate anyone. The choice is yours, but if you do nominate someone, **PLEASE RETURN THE OFFICIAL NOMINATION FORM by DEC 1st.** The form may be emailed to: sgiorgi@ramsmn.org; it may be faxed to: 218-741-1719; or it may be mailed to:
RAMS

5525 Emerald Avenue
Mt. Iron MN 55768

If you have any questions, please do not hesitate to contact either myself or Lois at the RAMS office. Lois is available at rams@ramsmn.org or by calling 218-748-7651. My cell is 218-780-8877.

Thanks for your immediate attention to this matter.

Sincerely,


Steve Giorgi/Director
sgiorgi@ramsmn.org
218-780-8877



**OFFICIAL NOMINATION FORM
RAMS BOARD OF DIRECTORS
JANUARY 2021-DECEMBER 2022**

As a current dues paying member of RAMS, we officially nominate the following elected official (Council Member, Township Supervisor or School Board Director):

Name
Elected Title

for the following term: (select one of the two available terms for your nominee)

☐

**TWO YEAR TERM (12 VACANCIES)
JANUARY 1, 2021 – DECEMBER 31, 2022**

OR

☐

**ONE YEAR TERM (1 VACANCIES)
JANUARY 1, 2021 – DECEMBER 31, 2021**

Submitted by:

Title

Date

Entity

NOMINATIONS MUST BE SUBMITTED BY DECEMBER 01, 2020 IN ORDER TO BE INCLUDED ON THE OFFICIAL BALLOT. Due to the COVID, there will not be an Annual meeting. This is your only opportunity to nominate someone to be on the official ballot.

Email: sglorgi@ramsmn.org

Fax: 218-741-1719

Mail: RAMS, 5525 Emerald Avenue, Mt. Iron, MN 55768

EXECUTIVE BOARD MEMBERS – TERMS EXPIRE DEC 2020

Pat Medure	School Board	ISD # 318 Grand Rapids
Christy, Dale	City Council	City of Grand Rapids
Glenn Anderson	City Council	City of Babbitt
Cyndi Worshek	School Board	ISD # 2711 Mesabi East
Jim Fisher	Township Supervisor	McDavitt Township
Stuart Lehman	City Council	City of Buhl
Kim McLaughlin	School Board	ISD #701 Hibbing
Shane Hoff	City Council	City of Silver Bay
Ron Pittman	Township Supervisor	Cherry Township
Cal Saari	Mayor	City of Nashwauk
Stacey Sundquist	School Board	Rock Ridge High School
Gregg Allen	Superintendent	ISD # 318 Mesabi East