

**MINUTES**  
**Eveleth City Council Workshop**  
**February 1, 2011**  
**Council Chambers, City Hall, Eveleth, MN**  
**5:30 p.m.**

Council Present: Councilor Peterson, Councilor Hadrava, Councilor Koivunen, Councilor Hoag, Mayor Vlaisavljevich

Councilor Koivunen called the meeting to order at 5:30 p.m. Mayor Vlaisavljevich joined the meeting at 5:35 p.m.

**1. Eveleth Health Services Park Assisted Living Project and Timeline**

Consultant Dave Salene distributed a memo regarding the Eveleth Health Services Assisted Living Project.

The Iron Range Resources has approved a grant in the amount of \$1,150,000 towards the project. City Clerk/Administrator Monahan-Junek distributed an Assisted Living Budget as follows:

Architectural & Construction	\$1,504,000
Financial and Administrative Services	\$ 12,075
Bond Counsel	\$ 5,000
EideBailly (copulation)	\$ 30,000
Walker, Giroux & Hahne (Audited Financial Statement)	\$ 5,000
Misc	<u>\$ 5,000</u>
Total	\$1,561,075
IRRR Grant	\$1,150,000
Remainder to Fund	\$ 411,075

Salene explained the copulation by EideBailly as compiling all of the income and expenses. This provides the ability to write a financial statement. The intent of the copulation would be to build financial statements which will give the City the capacity to evaluate how much the nursing home is losing per year and speculate how much an Assisted Living Unit would generate per year. Salene recommended that the Eveleth Health Services Park Nursing Home be audited annually. The grant money would flow through the City to the nursing home as the City will be responsible for the project. The City would be looking at a bond issue to make up for the shortfall of funds. Salene suggested the City enter into a lease with the nursing home.

**The HRA Meeting was held at 6:00 p.m. The Council reconvened the Workshop Meeting upon completion of the HRA Meeting.**

**2. Discuss response to Minnesota Pollution Control Agency's January 14, 2011 letter regarding August 19, 2010 Stipulation Agreement**

Director Wiskow supplied information on the stipulation agreement with the Minnesota Pollution Control Agency (MPCA). As part of the agreement, the MPCA would like the City to complete the roof drain/foundation drain inspections for the downtown area, and complete cleaning and televising on remaining sanitary sewer systems in the next two to three years. Director of Public Works Wiskow, City Clerk/Administrator Monahan-Junek and Councilor Koivunen will plan to meet with the MPCA prior to the settlement offer.

**3. Funding 2011 Capital Improvement Projects**

City Clerk/Administrator Monahan-Junek updated the Council on funding for pending 2011 Capital Improvement Projects.

**4. 2011 Legislative Priorities**

Mayor Vlaisavljevich, Councilor Peterson and City Clerk/Administrator Monahan-Junek will plan to attend the Coalition of Greater Minnesota Cities Legislative Action Day, February 9, 2011 at the State Capital in St. Paul, Minnesota. Priorities discussed included LGA, Relocation of Highway 53, and Voter ID requirements.

**5. City Hall Staffing – Part Time Accounting Clerk & Part Time Office Clerk**

The part-time position for an office clerk remains in the 2011 budget. After review of both the Accounting Clerk position and the Part-Time Office Clerk position, the personnel committee will report back to the Council.

**6. Minnesota Power Refund Checks**

The City has been issued a refund check from Minnesota Power in the amount of \$40,000 for overpayments made to some utilities bills since 1990.

**7. Update on City Owned Property Land Leases**

Not discussed due to time constraints.

**8. Discuss Board and Commission Application Process – Hadrava**

Not discussed due to time constraints.

**9. Joint Rec. Board Commission Terms**

Not discussed due to time constraints.

## **10. Agenda Q&A**

Not discussed due to time constraints.