

MINUTES
Eveleth City Council Meeting
7:00 p.m., May 5, 2015
Council Chambers, City Hall, Eveleth, MN

A. CALL TO ORDER

Mayor Vlasisavljevich called the meeting to order at 7:00 p.m.

B. ROLL CALL

Mayor Robert Vlasisavljevich, Present
Councilor Brian Hoag, Present
Councilor Brad Hadrava, Present
Councilor Brian Lillis, Present
Councilor Joseph Koivunen, Present

Also present: City Clerk Administrator Jackie Monahan-Junek; Deputy City Clerk Stephanie Friebe; City Attorney Bonnie Thayer; Deputy Chief of Police Jesse Linde; Rodney Flannigan, Benchmark Engineering

C. APPROVAL OF MINUTES

Motion by Councilor Koivunen, second by Councilor Hadrava to approve the following minutes:

- 1. Minutes of City Council Meeting held April 21, 2015;*
- 2. Minutes of City Council Workshop held April 22, 2015; and*
- 3. Minutes of City Council Workshop held April 27, 2015.*

Ayes – All.

D. APPROVAL OF AGENDA

Motion by Councilor Hoag, second by Councilor Lillis to approve the agenda with the following addition:

J9. Grant from the American Heart Association, Inc. – Midwest Affiliate

Ayes – All.

E. APPOINTMENTS/PRESENTATIONS

None.

F. VISITOR/PUBLIC PRESENTATIONS

None.

G. CONSENT AGENDA

1. Approval of Payroll – April 1-15, 2015 in the amount of \$101,074.30
2. Approval of Claims – April 2015 in the amount of \$487,700.92
3. Master Subscriber Agreement for Minnesota Court Data Services
4. Minnesota Department of Natural Resources Division of Forestry and the Eveleth Fire Department Cooperative Fire Protection Agreement

Motion by Councilor Hadrava, second by Councilor Hoag to approve the Consent Agenda. Ayes – All.

H. PUBLIC HEARINGS

None.

I. UNFINISHED BUSINESS

None.

J. NEW BUSINESS

- 1. Settlement Agreement and Release regarding lawsuit captioned City of Eveleth v. Sport Systems Unlimited Corp., dba Athletica Sports Systems dba Premier Rinks, Inc.**

Councilor Hadrava asked if the company would be sending a better quality board. Attorney Thayer said the company will be sending the same product, but the product will be new. Thayer said the company would not agree to any further warranties or language in the agreement which allowed the City to inspect and replace boards. The agreement does indicate the boards will be new boards; not used or old. The City can also keep the current boards.

Motion by Councilor Koivunen, second by Councilor Lillis to approve the Settlement Agreement and Release regarding lawsuit captioned City of Eveleth v. Sport Systems Unlimited Corp., dba Athletica Sports Systems dba Premier Rinks, Inc. Ayes – Hoag, Koivunen, Lillis, Vlasisavljevich. Nays – Hadrava. Motion carried.

- 2. Consider accepting quotation for 2015 Curb & Sidewalk Replacement**

This item will be discussed at the next workshop meeting.

3. Consider authorizing the City Engineer to call for bids for the 2015 Alley & Parking Lots Improvements

Motion by Councilor Hadrava, second by Councilor Koivunen to authorize City Engineer to call for bids for the 2015 Alley & Parking Lots improvements with expansion option for the parking lot located east of Grant Avenue between Monroe and Pierce Streets. Ayes – All.

4. Consider accepting bid for 2015 Sanitary Sewer Improvements Project

The following bids were received for the 2015 Sanitary Sewer Improvements Project:

	Base Bid	Base Bid Plus Alternatives
Jola & Sopp Excavating	\$15,226,375 (4% over engineer's estimate)	\$49,596.60 (11% over engineer's estimate)
Utility Systems of America	\$94,794.00 (25% over engineer's estimate)	\$137,051.00 (30% over engineer's estimate)
Hibbing Excavating	\$110,935.10 (29% over engineer's estimate)	\$135,790.10 (30% over engineer's estimate)

Rodney Flannigan, Benchmark Engineering, indicated there was an impropriety with the low bid, and the bids were over the engineer's estimate. Flannigan recommended rejecting current bids and rebidding the project. Mayor Vlasisavljevich said the bids came in over budget.

Motion by Councilor Hadrava, second by Councilor Hoag to reject bids for the 2015 Sanitary Sewer Improvements Project and to authorize City Engineer to rebid the project. Ayes – All.

5. Consider accepting bid for Eveleth City Auditorium Main Level Restroom Renovation

Bids for the Eveleth City Auditorium Main Level Restroom Renovation were received on April 30, 2015 as follows:

Lenci Enterprises, Inc. \$108,800.00 (Total Base Bid)
 \$ 14,700.00 (Alternate No. 1)

The bid was substantially more than the estimated cost.

Motion by Councilor Hadrava, second by Councilor Hoag to reject the bid from Lenci Enterprises, Inc. for the Eveleth City Auditorium Main Level Restroom Renovation in the amount of \$108,800.00 (base bid) and \$14,700.00 (alternate #1). Ayes – All.

This item will be added to the workshop meeting next week for discussion.

6. Consider authorizing the City Engineer to call for quotes for roadway construction as part of the Aqua Power Site Expansion

Motion by Councilor Hadrava, second by Councilor Koivunen to authorize the City Engineer to call for quotes for roadway construction as part of the Aqua Power Site Expansion. Ayes – All.

7. First Amendment to Contract for Private Development between the City of Eveleth and Aqua Power, Inc.

Motion by Councilor Hadrava, second by Councilor Koivunen to approve the First Amendment to Contract for Private Development between the City of Eveleth and Aqua Power, Inc. Ayes – All.

8. Resolution Approving the Contamination Investigation & RAP Development Grant Application, Committing Local Match and Authorizing Contract Signature to the Department of Employment and Economic Development (DEED)

Motion by Councilor Lillis, second by Councilor Hoag to adopt Resolution No. 2015-13, “Resolution Approving the Contamination Investigation & RAP Development Grant Application, Committing Local Match and Authorizing Contract Signature to the Department of Employment and Economic Development (DEED).” Ayes – All.

9. Grant from the American Heart Association, Inc. – Midwest Affiliate

Motion by Councilor Koivunen, second by Councilor Hadrava to approve the Grant from the American Heart Association, Inc. – Midwest Affiliate in the amount of \$27,662.60. Ayes – All.

The City has purchased two Lifeway defibrillators for the Eveleth Ambulance Service utilizing the grant money from the American Heart Association.

K. COUNCIL PRESENTATIONS/COMMITTEE REPORTS

Councilor Hoag announced the City Wide Rummage Sale to be held May 15 & 16, 2015. In order to be placed on the map, participants must sign up with the City by May 8th.

Councilor Hadrava reported that he took a new job with the school as the Director of Transportation and Building and Grounds. In the last four weeks, there have been three lost children. Hadrava thanked the Eveleth Police Department. All three children were found safe. Hadrava also thanked area fire departments for a quick response to the fire at St. Raphael's today.

Mayor Vlasisavljevich reminded the public to watch for traffic during the rummage sale.

L. ADMINISTRATIVE PRESENTATIONS

Police Chief – Deputy Chief Linde announced the bike rodeo which will be held on May 16, 2015 from 11:00 a.m. to 1:00 p.m. in the school parking lot. Free bike helmets will be distributed while supplies last. The police will also provide fingerprinting services for children.

M. ADJOURN

The meeting adjourned at 7:20 p.m.

Robert Vlasisavljevich, Mayor

Attest:

Jackie Monahan-Junek
City Clerk Administrator

Approved: May 19, 2015

Published: June 5, 2015