

**MINUTES**  
**Eveleth City Council Workshop**  
**12:00 Noon, April 22, 2015**  
**Council Chambers, City Hall, Eveleth, MN**

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

Also present: City Clerk Administrator Jackie Monahan-Junek; Deputy City Clerk Stephanie Friebe; Consultant Dave Salene

**1. Update on Assisted Living Project**

Consultant Dave Salene provided the Council with an update on the Assisted Living Project at the Eveleth Health Services Park. The City would lease the land to the business with an option for the business to buy the land.

This is a 2.6 million dollar project plus the \$300,000 IRRRB grant money. Of the 2.6 million, 1.3 million would be privately funded, and 1.3 million would be a City GO obligation. This is not a tax exempt business. The City will have legal binding language in the lease which would allow the City to take back the property, if needed, without litigation. This would eliminate a possible foreclosure process.

Since this is a housing project, the City Council will need to grant the Eveleth EDA redevelopment authority by ordinance.

**2. Discuss delinquent Community Development loan**

Curt Drobnick is delinquent on the bank and City loan. A default notice has been sent to Mr. Drobnick. Discussion took place on the possibility of a quit claim deed from Drobnick. The City could clean up the site and resell the property.

**3. Update on former Fingerhut building on Highway 53**

Consultant Salene will make an offer of \$249,000 for all four parcels of land less the lease payments made by Bart Kyte to the current owner.

The meeting adjourned at 1:02 p.m.