

OFFICIAL PROCEEDINGS
OF THE
BOARD OF COUNTY COMMISSIONERS
OF ST. LOUIS COUNTY, MINNESOTA

JULY, 2013

OFFICIAL PROCEEDINGS OF THE MEETING
OF THE BOARD OF COUNTY COMMISSIONERS
OF THE COUNTY OF ST. LOUIS, MINNESOTA,
HELD ON JULY 2, 2013

The Board of County Commissioners of the County of St. Louis, Minnesota, met this 2nd day of July 2013, at 9:38 a.m., at the St. Louis County Courthouse, Duluth, Minnesota, with the following members present: Commissioners Frank Jewell, Steve O'Neil, Mike Forsman, Pete Stauber, Keith Nelson, Steve Raukar, and Chair Chris Dahlberg - 7. Absent: - 0.

Chair Dahlberg asked for a moment of silence for all those who serve our country and for those who pay the ultimate sacrifice. Chair Dahlberg, on behalf of Commissioner O'Neil, asked that we take a moment to remember the firefighters who recently lost their lives fighting the Arizona wildfires.

As a part of Chair Dahlberg's initiative, "St. Louis County History: People & Places", Commissioner Jewell introduced Anne Dugan, Curator of the Duluth Art Institute. Ms. Dugan gave a presentation of the history of the Duluth Art Institute.

Commissioner O'Neil, supported by Commissioner Raukar, moved to approve the proclamation to declare July 6, 2013, as Water Appreciation Day in St. Louis County. The motion passed; seven yeas, zero nays. Resolution No. 13-417.

Sheriff Ross Litman introduced Frank Scherf, Minnesota Department of Public Safety – Office of Traffic Safety. Mr. Scherf discussed Minnesota's Toward Zero Deaths program and presented the Sheriff's Office a LiDAR device valued at \$3,000 in recognition of its work with the Toward Zero Deaths program.

Chair Dahlberg then opened the meeting to persons who wanted to address the Board concerning issues not on the agenda. Neil Anderson spoke about cattle issues he was experiencing. Mr. Anderson presented Administration with materials regarding the issue.

At 10:20 a.m., a public hearing, pursuant to Resolution No. 13-350, adopted June 4, 2013, to receive public comment regarding the County's Capital Improvement Plan for the years 2013 – 2017 and intent to issue general obligation bonds in an amount not to exceed \$24,000,000, was opened by Chair Dahlberg. County Administrator Kevin Gray and County Auditor Don Dicklich made the initial presentation. Teri Heaton of Springsted, Inc. reviewed the financial aspects of the bond issuance. Chair Dahlberg asked if there was any testimony from opponents and no one came forth. Craig Olson, representing local construction workers, spoke in favor of the bond issuance. After further discussion, Commissioner Nelson, supported by Commissioner Jewell, moved to close the public hearing at 10:50 a.m. The motion passed; seven yeas, zero nays.

**PROCEEDINGS OF BOARD OF COUNTY COMMISSIONERS
ST. LOUIS COUNTY, MINNESOTA**

206

Commissioner Nelson, supported by Commissioner Jewell, moved to authorize the issuance of General Obligation Capital Improvement Bonds, in the maximum amount of \$24,000,000, to provide funds for capital improvements pursuant to an approved capital improvement plan. The motion passed; seven yeas, zero nays. Resolution No. 13-402.

Commissioner Raukar, supported by Commissioner Forsman, moved to approve the official terms of offering of General Obligation Capital Improvement Bonds, Series 2013A. The motion passed; seven yeas, zero nays. Resolution No. 13-403.

Commissioner O'Neil, supported by Commissioner Dahlberg, moved to approve the official terms of offering of General Obligation Capital Improvement Bonds, Series 2013B. The motion passed; seven yeas, zero nays. Resolution No. 13-404.

Commissioner Stauber, supported by Commissioner Forsman moved to approve the official terms of offering of General Obligation Capital Improvement Bonds, Series 2013C. The motion passed; seven yeas, zero nays. Resolution No. 13-405.

Commissioner Raukar, supported by Commissioner Jewell moved to approve the official terms of offering of General Obligation Capital Improvement Bonds, Series 2013D. The motion passed; seven yeas, zero nays. Resolution No. 13-406.

A recess was taken from 11:08 a.m. to 11:21 a.m.

Commissioner Raukar, supported by Commissioner Jewell, moved to approve the consent agenda. The motion passed; six yeas, zero nays (O'Neil absent).

Commissioner Forsman, supported by Commissioner Nelson, moved to remove award of bid to Northland Constructors of Duluth, LLC, in the amount of \$4,015,950.25 for a paving project on County State Aid Highways (CSAH) 9 and 10/Martin Road in Rice Lake Township from the table (tabled on June 25, 2013) for discussion purposes. The motion passed; six yeas, zero nays (O'Neil absent).

Commissioner Forsman, supported by Commissioner Stauber, moved to award a bid to Northland Constructors of Duluth, LLC., of Duluth, MN, in the amount of \$4,015,950.25 for combined project SP 69-609-032(Low), STPM 6913(210), CP 0009-8236, and SP 69-610-006, CP 0010-8237, Milling, Reclaiming, Curb and Gutter and Bituminous Paving on CSAH 9 and 10/Martin Road in Rice Lake Township. The motion passed; six yeas, zero nays (O'Neil absent). Resolution No. 13-407.

At 11:24 a.m., Commissioner O'Neil returned to the meeting.

Commissioner Jewell, supported by Commissioner Forsman, moved to suspend the rules to award Public Works bids. The motion passed; seven yeas, zero nays.

Commissioner Forsman, supported by Commissioner Nelson, moved to award a bid to AAA Striping Service, Co., of St. Michael, MN, in the amount of \$112,618.70 for SAP 69-030-027, CP 0000-187071, Ground In Wet Reflective Edgeline and Centerline Markings on various County and CSAH highways. The motion passed; seven yeas, zero nays. Resolution No. 13-408.

Commissioner Forsman, supported by Commissioner Raukar, moved to award a bid to Century Fence Company, Forest Lake, MN, in the amount of \$997,145.12 for SP 88-070-037, State Project No. HSIP 8813(253), CP 0000-180554, Ground In Wet Reflective

**PROCEEDINGS OF BOARD OF COUNTY COMMISSIONERS
ST. LOUIS COUNTY, MINNESOTA**

207

Edgeline Marking on various county highways within Carlton, Itasca, Lake, Pine and St. Louis Counties. The motion passed; seven yeas, zero nays. Resolution No. 13-409.

Commissioner Forsman, supported by Commissioner Nelson, moved to award bid to Hoover Construction, Co., Virginia, MN, in the amount of \$2,592,756.43 for SAP 69-600-041, CP 4616-121198, Grading, Aggregate Base and Bituminous Surfacing on TR 4616/Lake Vermilion Park Drive in Breitung Township. The motion passed; seven yeas, zero nays. Resolution No. 13-410.

Commissioner Forsman, supported by Commissioner Stauber, moved to award a bid to Northland Constructors of Duluth, LLC, Duluth, MN, in the amount of \$1,333,568.60 for SAP 69-661-017, CP 173268 (Storm), Culvert Replacement, Slope Repair, Guardrail, and Bituminous Surface on CSAH 61/North Shore Drive in Duluth Township. The motion passed; seven yeas, zero nays. Resolution No. 13-411.

Commissioner Forsman, supported by Commissioner Raukar, moved to award a bid to Mesabi Bituminous, Inc., Gilbert, MN, in the amount of \$845,503.20 for SAP 69-667-006, CP 0067-174509, Mill, Bituminous Surface, Curb and Gutter, Aggregate Shouldering on CSAH 67 in Chisholm, MN. The motion passed; seven yeas, zero nays. Resolution No. 13-412.

Commissioner Forsman, supported by Commissioner Raukar, moved to award a bid to Veit & Company, Inc., Duluth, MN, in the amount of \$150,492.00 for SAP 69-599-037, CP 5164-177732, Bridge 69J99 and Approaches on TR 5164 in Cedar Valley Township. The motion passed; seven yeas, zero nays. Resolution No. 13-413.

Commissioner Forsman, supported by Commissioner Nelson, moved to reject all bids for combined project - SAP 69-606-023(Low), CP 0006-189121; CP 0294-189122; and CP 0692-189123. The project will be rebid as a revised project with a larger scope at a later date. The motion passed; seven yeas, zero nays. Resolution No. 13-415.

Commissioner Forsman, supported by Commissioner Nelson, moved to reject all bids for SAP 69-631-008, CP 177720 (Storm). The project will be rebid with a 2014 completion date. The motion passed; seven yeas, zero nays. Resolution No. 13-414.

Commissioner Jewell, supported by Commissioner Raukar moved to authorize the appropriate county officials to enter into a joint powers agreement with the City of Hibbing for the purpose of providing real property assessment services, at a cost of \$70,000 beginning July 1, 2013, for the remainder of the year and at a cost of \$125,000 for the year beginning January 1, 2014. After lengthy commissioner discussion, a recess was taken from 1:06 p.m. to 2:35 p.m. The motion then passed; seven yeas, zero nays. Resolution No. 13-416.

The following Board and Contract files were created as a result of documents received at this Board meeting:

Kevin Gray, County Administrator, and Tony Mancuso, Property Management Director, submitting Board Letter No. 13-243, Dedication of Permanent Highway Easements over County Fee Owned Property.—59678

Kevin Gray, County Administrator, and James Gottschald, Human Resources Director, submitting Board Letter No. 13-250, Confidential Unit Bargaining Agreement – 2012 through 2014.—59679

**PROCEEDINGS OF BOARD OF COUNTY COMMISSIONERS
ST. LOUIS COUNTY, MINNESOTA**

208

Kevin Gray, County Administrator, and James Gottschald, Human Resources Director, submitting Board Letter No. 13-251, Unrepresented Employees' Compensation Plan and 2012-2014 Salary Range Adjustments.—59680

Kevin Gray, County Administrator, and James Gottschald, Human Resources Director, submitting Board Letter No. 13-252, Management Compensation Plan and 2012-2014 Salary Range Adjustments.—59681

Kevin Gray, County Administrator, and Mark Monacelli, Director of Public Records and Property Valuation, submitting Board Letter No. 13-253, Joint Powers Agreement with the City of Hibbing for Assessment Services.—59682

Kevin Gray, County Administrator, County Auditor Donald Dicklich, and County Attorney Mark Rubin, submitting Board Letter No. 13-248, Establish a Public Hearing to Consider Allegations of Liquor Law Violation – A. P. Liquor (Gnesen Township).—59683

Proclamation – Water Appreciation Day in St. Louis County, July 6, 2013.—59684

County-State Aid Highway (CSAH) Project Contract between the County of St. Louis and Asphalt Surface Technologies Corp. (ASTECH), St. Cloud, MN, for Crack Sealing, Chip Sealing and Micro Surfacing on CSAH 48/LaVaque Road (SAP 69-648-028, CP 0048-189420).—13-475

County-State Aid Highway Project Contract between the County of St. Louis and Ulland Brothers, Inc., Cloquet, MN, for Culvert Replacement and Plant Mixed Bituminous Patches on CSAH 133 in Meadowlands, Elmer and Cedar Valley Townships (CP 0133-149178).—13-476

County-State Aid Highway Project Contract between the County of St. Louis and Ulland Brothers, Inc., Cloquet, MN, for Culvert Replacement and Plant Mixed Bituminous Patches on CR 898/Lindahl Road in Midway Township (CP 0898-155308(Low))and CSAH 14/Thompson Hill Road in Proctor, MN (CP 0014-159990(Tied)).—13-477

County-State Aid Highway Project Contract between the County of St. Louis and Ulland Brothers, Inc., Cloquet, MN, for Culvert Replacement, Bituminous Pavement Reclamation, Plant Mixed Bituminous Surface, Aggregate Shouldering on CSAH 96 (CP 0096-1486(Low)); Bituminous Pavement Reclamation, Mill Bituminous Surface, Plant Mixed Bituminous Surface, Curb & Gutter, Aggregate Shouldering on CSAH 97 (SAP 60-697-001, CP 0097-180378).—13-478

County-State Aid Highway Project Contract between the County of St. Louis and Ulland Brothers, Inc., Cloquet, MN, for Culvert Replacement on CSAH 21 in Embarrass Township (CP 0021-185332).—13-479

County-State Aid Highway Project Contract between the County of St. Louis and Ulland Brothers, Inc., Cloquet, MN, for Aggregate Base, Aggregate Stabilization, Calcium Chloride, Reclamation on gravel roads in various townships (CP 0000-187634 Central GRIP).—13-480

**PROCEEDINGS OF BOARD OF COUNTY COMMISSIONERS
ST. LOUIS COUNTY, MINNESOTA**

209

Project Contract No. 5064-1 between the County of St. Louis and Hovland, Inc., Hermantown, MN, for Pike Lake Floor Drain Project.—[13-481](#)

Agreement for Professional Services between St. Louis County and Short Elliot Hendrickson, Inc., Duluth, MN, for On-Call Engineering Services for Culvert and Bridge Hydraulic Design through June 30, 2014.—[13-482](#)

Agreement for Professional Services between St. Louis County and SEH, Inc., Duluth, MN, for On-Call Wetland Boundary Delineation Consulting Services through June 30, 2014.—[13-483](#)

Agreement between the County of St. Louis and MJS Consulting, Inc., St. Louis Park, MN, for Project Management for Planning and Implementation of Phase I of Internal Document Management System.—[13-484](#)

Agreement for Professional Services between the County of St. Louis and LHB Inc., Duluth, MN, for Landscape Architecture and Engineering Assistance for Haines Road Condemnation Hearing (SP 069-691-020, CP 0091-8269).—[13-485](#)

Amendment to Professional Contract No. 2013-007810 between the County of St. Louis and Gausman & Moore, St. Paul, MN, for Safety Division Building – Design Services, Bidding and Construction Administration.—[13-486](#)

Agreement for Professional Services between the County of St. Louis and Unique Security Inc., Montgomery, AL, for 2013 Jail Security System Service and Maintenance Support.—[13-487](#)

10-year Lease, No. L34130002, between the County of St. Louis and Lake County for Fiber Optic Network on tax forfeited land described as Lot 13, Block 8, Aurora 1st Division, Section 25, Township 58 North, Range 15 West.—[13-488](#)

Addendum to Home and Community-Based Waiver Services Contract, No. 14709C, between the St. Louis County Board of Commissioners and Susan Scufsa d/b/a The Pines.—[13-489](#)

Addendum to Home and Community-Based Waiver Services Contract, No. 14660B, between the St. Louis County Board of Commissioners and Occupational Development Center, Inc., (ODC).—[13-490](#)

Addendum to Home and Community-Based Waiver Services Contract, No. 14560B, between the St. Louis County Board of Commissioners and Lake Superior Concierge, Inc.—[13-491](#)

Addendum to Home and Community-Based Waiver Services Contract, No. 14668D, between the St. Louis County Board of Commissioners and Golden Oaks, Inc.—[13-492](#)

Addendum to Home and Community-Based Waiver Services Contract, No. 14539E, between the St. Louis County Board of Commissioners and Family Counseling and Extended Services, Inc., d/b/a FACES North.—[13-493](#)

**PROCEEDINGS OF BOARD OF COUNTY COMMISSIONERS
ST. LOUIS COUNTY, MINNESOTA**

210

Addendum to Home and Community-Based Waiver Services Contract, No. 14752B, between the St. Louis County Board of Commissioners and Freddie M. Davis and Patricia S. Davis.—[13-494](#)

Addendum to Home and Community-Based Waiver Services Contract, No. 14652B, between the St. Louis County Board of Commissioners and DeRungs/Bonk Adult Foster Care, Inc.—[13-495](#)

Addendum to Home and Community-Based Waiver Services Contract, No. 14657B, between the St. Louis County Board of Commissioners and East Range Developmental Achievement Center, Inc.—[13-496](#)

Addendum to Home and Community-Based Waiver Services Contract, No. 14577C, between the St. Louis County Board of Commissioners and EBI, Inc.—[13-497](#)

Addendum to Home and Community-Based Waiver Services Contract, No. 14589C, between the St. Louis County Board of Commissioners and Dallman Adult Foster Home.—[13-498](#)

Addendum to Home and Community-Based Waiver Services Contract, No. 14693B, between the St. Louis County Board of Commissioners and Trillium Works!—[13-499](#)

Addendum to Home and Community-Based Waiver Services Contract, No. 14519D, between the St. Louis County Board of Commissioners and Accessible Space, Inc.—[13-500](#)

Addendum to Home and Community-Based Waiver Services Contract, No. 14760D, between the St. Louis County Board of Commissioners and Accra Care, Inc.—[13-501](#)

Addendum to Home and Community-Based Waiver Services Contract, No. 14650B, between the St. Louis County Board of Commissioners and ARC Northland.—[13-502](#)

Addendum to Home and Community-Based Waiver Services Contract, No. 14578C, between the St. Louis County Board of Commissioners and Capstone Services, LLC.—[13-503](#)

Addendum to Home and Community-Based Waiver Services Contract, No. 14737B, between the St. Louis County Board of Commissioners and Barbara D. Kutsi, LPN.—[13-504](#)

Addendum to Home and Community-Based Waiver Services Contract, No. 14667D, between the St. Louis County Board of Commissioners and KC Companies of Tower, Inc.—[13-505](#)

Addendum to Home and Community-Based Waiver Services Contract, No. 14634D, between the St. Louis County Board of Commissioners and Empowerment Services of MN, Inc.—[13-506](#)

Group Residential Housing Rate Agreement, Contract No. 51639, between the St. Louis County Board of Commissioners and Susan Scufsa d/b/a The Pines.—[13-507](#)

**PROCEEDINGS OF BOARD OF COUNTY COMMISSIONERS
ST. LOUIS COUNTY, MINNESOTA**

211

Group Residential Housing Rate Agreement, Contract No. 51581, between the St. Louis County Board of Commissioners and Golden Oaks Proctor.—[13-508](#)

Group Residential Housing Rate Agreement, Contract No. 51580, between the St. Louis County Board of Commissioners and Golden Oaks.—[13-509](#)

Group Residential Housing Rate Agreement, Contract No. 51587, between the St. Louis County Board of Commissioners and FACES North.—[13-510](#)

Group Residential Housing Rate Agreement, Contract No. 51554, between the St. Louis County Board of Commissioners and EBI, Inc.—[13-511](#)

Group Residential Housing Rate Agreement, Contract No. 51555, between the St. Louis County Board of Commissioners and EBI, Inc. – Berkeley.—[13-512](#)

Group Residential Housing Rate Agreement, Contract No. 51556, between the St. Louis County Board of Commissioners and EBI, Inc. – Denfeld.—[13-513](#)

Group Residential Housing Rate Agreement, Contract No. 51564, between the St. Louis County Board of Commissioners and Dallman Foster Home. —[13-514](#)

Group Residential Housing Rate Agreement, Contract No. 51551, between the St. Louis County Board of Commissioners and Capstone Services, LLC - Kingswood.—[13-515](#)

Group Residential Housing Rate Agreement, Contract No. 51586, between the St. Louis County Board of Commissioners and Golden Horizons - Tower.—[13-516](#)

Group Residential Housing Rate Agreement, Contract No. 51546, between the St. Louis County Board of Commissioners and Empowerment Services of Minnesota, Inc. - Aurora.—[13-517](#)

Group Residential Housing Rate Agreement, Contract No. 51547, between the St. Louis County Board of Commissioners and Empowerment Services of Minnesota, Inc. - Biwabik.—[13-518](#)

Group Residential Housing Rate Agreement, Contract No. 51548, between the St. Louis County Board of Commissioners and Empowerment Services of Minnesota, Inc. - Embarrass.—[13-519](#)

Group Residential Housing Rate Agreement, Contract No. 51549, between the St. Louis County Board of Commissioners and Empowerment Services of Minnesota, Inc. - Heritage.—[13-520](#)

Group Residential Housing Rate Agreement, Contract No. 51550, between the St. Louis County Board of Commissioners and Empowerment Services of Minnesota, Inc. – Mountain Iron.—[13-521](#)

Home and Community-Based Waiver Services Contract, No. 15058, between the St. Louis County Board of Commissioners and E.H. Lawrence Co., Inc.—[13-522](#)

**PROCEEDINGS OF BOARD OF COUNTY COMMISSIONERS
ST. LOUIS COUNTY, MINNESOTA**

212

Home and Community-Based Waiver Services Contract, No. 15057, between the St. Louis County Board of Commissioners and Aspen Grove Properties, Inc. d/b/a Aspen Grove Assisted Living.—[13-523](#)

Addendum to Home and Community-Based Waiver Services Contract, No. 14655B, between the St. Louis County Board of Commissioners and Access to Employment Too, Inc.—[13-524](#)

Addendum to Home and Community-Based Waiver Services Contract, No. 14523B, between the St. Louis County Board of Commissioners and Alpine Medical Alert, Inc.—[13-525](#)

Addendum to Home and Community-Based Waiver Services Contract, No. 14583C, between the St. Louis County Board of Commissioners and Alternatives in Motion.—[13-526](#)

Addendum to Home and Community-Based Waiver Services Contract, No. 14534E, between the St. Louis County Board of Commissioners and Arrowhead House Foster Care, LLC.—[13-527](#)

Addendum to Home and Community-Based Waiver Services Contract, No. 14812B, between the St. Louis County Board of Commissioners and Aspen Grove Alternative Senior Living.—[13-528](#)

Addendum to Home and Community-Based Waiver Services Contract, No. 15033A, between the St. Louis County Board of Commissioners and Benedictine Sisters Benevolent Association d/b/a Benet Hall.—[13-529](#)

Addendum to Home and Community-Based Waiver Services Contract, No. 14805C, between the St. Louis County Board of Commissioners and Shane Clemens Adult Foster Home. —[13-530](#)

Addendum to Home and Community-Based Waiver Services Contract, No. 14544B, between the St. Louis County Board of Commissioners and Cook Hospital d/b/a Daybreak Adult Day Services.—[13-531](#)

Addendum to Home and Community-Based Waiver Services Contract, No. 14628C, between the St. Louis County Board of Commissioners and Diamond Willow Living, LLC.—[13-532](#)

Addendum to Home and Community-Based Waiver Services Contract, No. 14629C, between the St. Louis County Board of Commissioners and Five Star Living of Mountain Iron, LLC.—[13-533](#)

Addendum to Home and Community-Based Waiver Services Contract, No. 14588C, between the St. Louis County Board of Commissioners and Barbara Gross Adult Foster Home. —[13-534](#)

**PROCEEDINGS OF BOARD OF COUNTY COMMISSIONERS
ST. LOUIS COUNTY, MINNESOTA**

213

Addendum to Home and Community-Based Waiver Services Contract, No. 14602C, between the St. Louis County Board of Commissioners and Brenda Hansen Adult Foster Home.—[13-535](#)

Addendum to Home and Community-Based Waiver Services Contract, No. 14627C, between the St. Louis County Board of Commissioners and Keystone Five Star, LLC.—[13-536](#)

Addendum to Home and Community-Based Waiver Services Contract, No. 14687B, between the St. Louis County Board of Commissioners and Northwood Children's Home Society, Inc. d/b/a Northwood Children's Services.—[13-537](#)

Addendum to Home and Community-Based Waiver Services Contract, No. 14545D, between the St. Louis County Board of Commissioners and Range Regional Health Services d/b/a HealthLine Home Care.—[13-538](#)

Addendum to Home and Community-Based Waiver Services Contract, No. 14558B, between the St. Louis County Board of Commissioners and St. Luke's Home Health Services.—[13-539](#)

Addendum to Home and Community-Based Waiver Services Contract, No. 14541G, between the St. Louis County Board of Commissioners and TBI Residential and Community Services, Inc.—[13-540](#)

Addendum to Home and Community-Based Waiver Services Contract, No. 14703C, between the St. Louis County Board of Commissioners and Jean R. Truman d/b/a Quilt Haven.—[13-541](#)

Addendum to Home and Community-Based Waiver Services Contract, No. 14633C, between the St. Louis County Board of Commissioners and UDAC, Inc.—[13-542](#)

Group Residential Housing Rate Agreement, Contract No. 51648, between the St. Louis County Board of Commissioners and Aspen Grove Alternative Senior Living.—[13-543](#)

Group Residential Housing Rate Agreement, Contract No. 51522, between the St. Louis County Board of Commissioners and Aspen Grove Assisted Living #1.—[13-544](#)

Group Residential Housing Rate Agreement, Contract No. 51523, between the St. Louis County Board of Commissioners and Aspen Grove Assisted Living #2.—[13-545](#)

Group Residential Housing Rate Agreement, Contract No. 51524, between the St. Louis County Board of Commissioners and Aspen Grove Assisted Living #3.—[13-546](#)

Group Residential Housing Rate Agreement, Contract No. 51649, between the St. Louis County Board of Commissioners and Aspen Grove Alternative Senior Living.—[13-547](#)

Group Residential Housing Rate Agreement, Contract No. 51650, between the St. Louis County Board of Commissioners and Aspen Grove Assisted Living #2.—[13-548](#)

**PROCEEDINGS OF BOARD OF COUNTY COMMISSIONERS
ST. LOUIS COUNTY, MINNESOTA**

214

Group Residential Housing Rate Agreement, Contract No. 51651, between the St. Louis County Board of Commissioners and Aspen Grove Assisted Living #3.—[13-549](#)

Group Residential Housing Rate Agreement, Contract No. 51665, between the St. Louis County Board of Commissioners and Jean R. Truman d/b/a Quilt Haven.—[13-550](#)

Group Residential Housing Rate Agreement, Contract No. 51629, between the St. Louis County Board of Commissioners and Shane Clemens Adult Foster Home. —[13-551](#)

Group Residential Housing Rate Agreement, Contract No. 51659, between the St. Louis County Board of Commissioners and Benet Hall.—[13-552](#)

Group Residential Housing Rate Agreement, Contract No. 51591, between the St. Louis County Board of Commissioners and Cross (Barbara) Adult Foster Home. —[13-553](#)

Group Residential Housing Rate Agreement, Contract No. 51563, between the St. Louis County Board of Commissioners and Hansen Adult Foster Care.—[13-554](#)

Group Residential Housing Rate Agreement, Contract No. 51634, between the St. Louis County Board of Commissioners and Diamond Willow Leonidas Suites.—[13-555](#)

Group Residential Housing Rate Agreement, Contract No. 51637, between the St. Louis County Board of Commissioners and Diamond Willow Lester Park - 6355.—[13-556](#)

Group Residential Housing Rate Agreement, Contract No. 51636, between the St. Louis County Board of Commissioners and Diamond Willow Lester Park - 6353.—[13-557](#)

Group Residential Housing Rate Agreement, Contract No. 51638, between the St. Louis County Board of Commissioners and Keystone Bluffs.—[13-558](#)

Group Residential Housing Rate Agreement, Contract No. 51640, between the St. Louis County Board of Commissioners and Diamond Willow - 913.—[13-559](#)

Group Residential Housing Rate Agreement, Contract No. 51641, between the St. Louis County Board of Commissioners and Diamond Willow - 915.—[13-560](#)

Group Residential Housing Rate Agreement, Contract No. 51642, between the St. Louis County Board of Commissioners and Diamond Willow – 919/World Traveler Cottage.—[13-561](#)

Group Residential Housing Rate Agreement, Contract No. 51643, between the St. Louis County Board of Commissioners and Diamond Willow – 921 Traditions.—[13-562](#)

Group Residential Housing Rate Agreement, Contract No. 51644, between the St. Louis County Board of Commissioners and Diamond Willow – 923/Lake Superior Cottage.—[13-563](#)

Group Residential Housing Rate Agreement, Contract No. 51635, between the St. Louis County Board of Commissioners and Diamond Willow Wacoutah Suites.—[13-564](#)

**PROCEEDINGS OF BOARD OF COUNTY COMMISSIONERS
ST. LOUIS COUNTY, MINNESOTA**

215

Group Residential Housing Rate Agreement, Contract No. 51559, between the St. Louis County Board of Commissioners and Arrowhead House Foster Care - Southwest.—13-565

Group Residential Housing Rate Agreement, Contract No. 51560, between the St. Louis County Board of Commissioners and Arrowhead House Foster Care – Walhdorf 1.—13-566

Group Residential Housing Rate Agreement, Contract No. 51561, between the St. Louis County Board of Commissioners and Arrowhead House Foster Care – Wahldorf 2.—13-567

Group Residential Housing Rate Agreement, Contract No. 51562, between the St. Louis County Board of Commissioners and Arrowhead House Foster Care – Wahldorf 3.—13-568

Upon motion by Commissioner Raukar, supported by Commissioner Jewell, resolutions numbered 13-386 through 13-401, as submitted on the consent agenda, were unanimously adopted as follows:

BY COMMISSIONER RAUKAR: WHEREAS, The City of Duluth has requested to purchase the following described state tax forfeited land for the price of \$57,750, plus fees, for the purpose of flood mitigation:

Legal: CITY OF DULUTH
LOTS 1 AND 2 AND SLY 17 FT OF LOT 3, BLOCK 4
MACFARLANES GRASSY POINT ADD TO DULUTH
Parcel Code: 010-3140-00700
Acres: 0.19
LDKEY: 70356

and

WHEREAS, Minn. Stat. § 282.01, Subd. 1(a), authorizes the sale of state tax forfeited land to an organized governmental subdivision for any public purpose for which the subdivision is authorized to acquire property; and

WHEREAS, This parcel of land has not been withdrawn from sale pursuant to Minn. Stat. §§ 85.012, 92.461, 282.01, Subd. 8, and § 282.018, and other statutes that require the withholding of state tax forfeited lands from sale; and

WHEREAS, This parcel of land has been classified as non-conservation land pursuant to Minn. Stat. § 282.01;

THEREFORE, BE IT RESOLVED, That the St. Louis County Board approves the sale of the state tax forfeited land, as described, to the City of Duluth for the price of \$57,750 plus the following fees: 3% assurance fee of \$1,732.50, deed fee of \$25, deed tax of \$190.58, and recording fee of \$46; for a total of \$59,744.08, to be deposited into Fund 240 (Forfeited Tax Fund);

RESOLVED FURTHER, That the County Auditor shall offer for sale at public auction the state tax forfeited land described here if the City of Duluth does not purchase the land by September 1, 2013.

Adopted July 2, 2013. No. 13-386

WHEREAS, St. Louis County, through its Environmental Services Department, operates an integrated waste management program to provide disposal of waste materials for county residents; and

**PROCEEDINGS OF BOARD OF COUNTY COMMISSIONERS
ST. LOUIS COUNTY, MINNESOTA**

216

WHEREAS, The St. Louis County Board supports proper waste disposal which includes environmentally sound landfilling practices; and

WHEREAS, The opportunity for expansion of the existing leachate spray field is prudent to better manage the leachate program for this facility; and

WHEREAS, Environmental Services needs to address this potential project within its current landfill permit cycle; and

WHEREAS, Northeast Technical Services, Inc., has provided a quote not to exceed \$56,979 for the professional services associated with this project;

THEREFORE, BE IT RESOLVED, That the St. Louis County Board authorizes the appropriate county officials to enter into an agreement with Northeast Technical Services, Inc., in an amount not to exceed \$56,979 to assist the Environmental Services Department with the permit submission process to the Minnesota Pollution Control Agency for possible expansion of the existing leachate spray field, payable from Fund 600, Agency 607001.

Adopted July 2, 2013. No. 13-387

WHEREAS, The former 911 and Mine Inspector areas of the Virginia Public Works garage are in need of renovation to make the space useable; and

WHEREAS, The Public Works Department's 2013 Capital Improvement Budget includes funding for this project;

THEREFORE, BE IT RESOLVED, That the St. Louis County Board authorizes an agreement with Max Gray Construction of Hibbing, MN, for the renovation of the former 911 and Mine Inspector areas of the Virginia Public Works garage for a cost of \$65,700, payable from Fund 405, Agency 405060, Object 663100.

Adopted July 2, 2013. No. 13-388

WHEREAS, The Public Works Department's 2013 budget includes purchase of sodium chloride (road salt) for maintaining winter roads; and

WHEREAS, The Public Works Department requested State Contract pricing for road salt; and

WHEREAS, North American Salt Company submitted the lowest delivered price to 17 locations in the amount of \$1,481,290.80;

THEREFORE, BE IT RESOLVED, That the St. Louis County Board authorizes the estimated purchase of sodium chloride at the State of Minnesota Contract price from North American Salt Company of Overland Park, Kansas, for a maximum delivered cost of \$1,481,290.80 plus State of Minnesota sales tax of \$101,838.74, for a total of \$1,583,129.54, payable from Fund 200, Agency 207013, Object 651700.

Adopted July 2, 2013. No. 13-389

WHEREAS, St. Louis County has applied to the Minnesota Commissioner of Transportation for a grant from the Minnesota State Transportation Fund for Bridge 69J97 construction of project SAP 69-598-041 on County Road 284 (Ugstad Road) in Proctor, MN; and

WHEREAS, The Commissioner of Transportation has given notice that funding for this project is available; and

WHEREAS, The amount of the grant has been determined to be \$174,894.00;

THEREFORE, BE IT RESOLVED, That the St. Louis County Board agrees to the terms and conditions of the grant consistent with Minn. Stat. § 174.50, Subd. 5(3), will pay any additional amount by which the cost exceeds the estimate, and will return to the Minnesota State Transportation Fund any amount appropriated for the bridge reconstruction but not required;

RESOLVED FURTHER, That the appropriate county officials are authorized to execute a grant agreement with the Minnesota Commissioner of Transportation concerning the above-referenced grant.

**PROCEEDINGS OF BOARD OF COUNTY COMMISSIONERS
ST. LOUIS COUNTY, MINNESOTA**

217

Acct 266 Flood Bond Funds \$174,894.00 Construction
Adopted July 2, 2013. No. 13-390

WHEREAS, St. Louis County owns property which is being considered for sale; and
WHEREAS, It is the intent of the St. Louis County Board to preserve additional highway
right of way necessary to construct and maintain said segments of road when the county
owned parcels are sold or transferred;

THEREFORE, BE IT RESOLVED, That pursuant to Minn. Stat. § 163.11, the St. Louis
County Board hereby dedicates to the public the permanent highway easements more
particularly described in County Board File No. 59678, containing the following exhibits:

- | | | |
|----------------|----------|----------------------------------|
| EXHIBIT A | Parcel 1 | County State Aid Highway 22 |
| EXHIBITS A & B | Parcel 2 | County Road 973 (Bug Creek Road) |
| EXHIBITS A & B | Parcel 3 | County State Aid Highway 23 |
| EXHIBITS A & B | Parcel 4 | County State Aid Highway 34 |
| EXHIBITS A & B | Parcel 5 | County State Aid Highway 31 |
| EXHIBITS A & B | Parcel 6 | County State Aid Highway 44 |
| EXHIBITS A & B | Parcel 7 | County Road 879 (Jackson Road) |

RESOLVED FURTHER, That a certified copy of this County Board Resolution and
County Board File No. 59678 shall be recorded in the office of the St. Louis County
Recorder.

Adopted July 2, 2013. No. 13-391

RESOLVED, That the St. Louis County Board approves the applications for abatements,
correction of assessed valuations and taxes plus penalty and interest, and any additional
accrual, identified in County Board File No. 59577.

Adopted July 2, 2013. No. 13-392

RESOLVED, That a public hearing will be held at 9:40 a.m. on Tuesday, July 30, 2013,
in the Floodwood City Hall, Floodwood, Minnesota, for the consideration of the
allegations, sale to minor on June 3, 2013, and, if proven, the suspension or revocation of
the liquor license issued to A. P. Inc. d/b/a A. P. Liquor, Gnesen Township, and/or the
imposition of civil penalties for the violation.

Adopted July 2, 2013. No. 13-393

RESOLVED, That pursuant to Ordinance No. 28, Section 11, Subd. 11.06, authorization
is hereby granted for the following applications to sell/serve outside the designated
serving area of the county liquor license, as per applications on file in the office of the
County Auditor, identified as County Board File No. 59580:

ILI, LLC d/b/a Island Lake Inn, Township of Gnesen, July 19, 20 and 21, 2013;

ILI, LLC d/b/a Island Lake Inn, Township of Gnesen, August 2, 3 and 4, 2013.

Adopted July 2, 2013. No. 13-394

RESOLVED, That the 2012-2014 Confidential Unit contract is ratified and the
appropriate county officials are authorized to execute the Collective Bargaining Unit
Agreement, a copy of which is on file in County Board File No. 59679.

Adopted July 2, 2013. No. 13-395

WHEREAS, There are several classes of unrepresented employees whose terms and
conditions of employment have only been documented through references contained in
county board resolutions over the course of many years; and

WHEREAS, It will be more efficient to have the compensation, terms and conditions of
employment for all unrepresented employees documented in a compensation plan; and

WHEREAS, No salary range cost of living adjustments have been established for
unrepresented employees since 2009;

**PROCEEDINGS OF BOARD OF COUNTY COMMISSIONERS
ST. LOUIS COUNTY, MINNESOTA**

218

THEREFORE, BE IT RESOLVED, That the St. Louis County Board approves and adopts the Unrepresented Employees' Compensation Plan contained in County Board File No. 59680 to cover the compensation and benefits of unrepresented non-managerial employees of St. Louis County, effective July 1, 2013;

RESOLVED FURTHER, That the new Unrepresented Employees' Compensation Plan replaces any previous stand-alone Board resolutions establishing the terms or conditions of employment for unrepresented employees;

RESOLVED FURTHER, That the County Board approves and adopts a 70% county premium contribution toward Long Term Disability benefits for employees covered under the Unrepresented Employees' Compensation Plan, effective August 1, 2013;

RESOLVED FURTHER, That the following job title changes and pay plan reassignments are effective July 1, 2013 payroll year:

Old Class:	New Class:	From:	To:
Admin. Secretary	Admin. Secretary I	Plan Q2-Gr. QAH	No change
Exec. Secretary I	Admin. Secretary II	Plan Q2-Gr. QBA	No change
Exec. Secretary II	Admin. Secretary II ZZ	Plan Q2-Gr. QAK	No change

RESOLVED FURTHER, For individuals covered under the Unrepresented Employees' Compensation Plan, the following payroll year cost of living salary increases are approved: 2012 – 1.0%; 2013 – 1.5%; 2014 – 2.0%; and a one-time lump sum payment of \$480, not added to the salary base, is approved for individuals covered by the plan, as of July 1, 2013.

Adopted July 2, 2013. [No. 13-396](#)

WHEREAS, The Management Compensation Plan has been updated to reflect changes to sick leave accrual rates and caps, expanded sick leave use allowances in accord with Minnesota statutes, and changes to Long-Term Disability Benefits; and

WHEREAS, No salary range cost of living adjustments have been established for employees covered under the Management Compensation Plan since 2009;

THEREFORE, BE IT RESOLVED, That the St. Louis County Board approves and adopts the updated Management Compensation Plan contained in County Board File No. 59681 to cover the compensation and benefits of elected department heads and the compensation, terms and conditions of employment of appointed department heads and unrepresented managers, effective July 1, 2013;

RESOLVED FURTHER, That the previous Management Compensation Plan, dated December 17, 2011, is rescinded;

RESOLVED FURTHER, That the County Board approves and adopts a 70% county premium contribution toward Long Term Disability benefits for individuals covered under the Management Compensation Plan and other elected officials, effective August 1, 2013;

RESOLVED FURTHER, That the following job title change and pay plan reassignment is effective July 1, 2013:

Old Class:	New Class:	From:	To:
Exec. Secretary Supv.	Admin. Secretary Supv.	Plan Q4-Gr. QAQ	Plan A1-Gr. A16*

* Administrative Secretary Supervisor salary reassignment applies to new appointments on or after 7/1/2013.

RESOLVED FURTHER, That for individuals covered under the Management Compensation Plan, the following payroll year cost of living salary increases are approved: 2012 – 1.0%; 2013 – 1.5%; 2014 – 2.0%; and a one-time lump sum payment of \$480, not added to the salary base, is approved for individuals covered by the plan as of July 1, 2013.

Adopted July 2, 2013. [No. 13-397](#)

RESOLVED, That the following eligible voters are appointed as election judges during

**PROCEEDINGS OF BOARD OF COUNTY COMMISSIONERS
ST. LOUIS COUNTY, MINNESOTA**

219

2013 to process applications and ballots in the Duluth Courthouse for the Uniformed and Overseas Citizen Absentee Voting Act (UOCAVA) Ballot Board:

Judge/Staff – Lisa Sweet, 100 N. 5th Ave. W. #214, Duluth, MN 55802

Judge/Staff – Amy Gundersen, 100 N. 5th Ave. W. #214, Duluth, MN 55802

RESOLVED FURTHER, That the County Auditor and/or Clerk of the County Board may make election judge appointments to fill vacancies should they occur.

Adopted July 2, 2013. No. 13-398

WHEREAS, On February 7, 2012, the St. Louis County Board adopted Resolution No. 12-69 authorizing acceptance of the Hazardous Fuel Reduction Grant; and

WHEREAS, St. Louis County has worked with the U.S. Forest Service to identify projects that will promote the Hazardous Fuels Reduction Grant objective, including the Ely Site Project; and WHEREAS, Evergreen Construction, Inc., of Ely, MN, was awarded the project in the amount of \$99,000;

THEREFORE, BE IT RESOLVED, That the St. Louis County Board authorizes a contract with Evergreen Construction, Inc., Ely, MN, for the U.S. Forest Service Ely Site Project in the amount of \$99,000, to be accounted for in Fund 290, Agency 290999, Grant 29003, Year 2011.

Adopted July 2, 2013. No. 13-399

WHEREAS, The Hazardous Fuels Reduction Grant of 2011 provided \$721,600 to the Superior National Forest, which specifically includes \$240,000 for reducing the threat of wildfires in high-risk areas as identified in the St. Louis County Community Wildfire Protection Plan; and

WHEREAS, On August 12, 2008, by Resolution No. 08-443, the County Board approved the St. Louis County Community Wildfire Protection Plan, and this funding is a mechanism to carry out the plan;

THEREFORE, BE IT RESOLVED, That the St. Louis County Board authorizes application and acceptance of the 2013 Hazardous Fuels Reduction Grant funding on behalf of the Superior National Forest in the amount of \$240,000 for the period September, 2013 through September, 2014;

RESOLVED FURTHER, That St. Louis County will serve as fiscal agent, with funds to be accounted for in Fund 290, Agency 290999, Grant 29003, Year 2013.

Adopted July 2, 2013. No. 13-400

WHEREAS, The U.S. Forest Service has made available Title III funding for St. Louis County to carry out Firewise Communities activities; and

WHEREAS, The St. Louis County Sheriff's Office will enhance its preparation for wildland fires and emergency response as a result of this funding;

THEREFORE, BE IT RESOLVED, That the St. Louis County Board authorizes the Sheriff's Office to use Title III funding for authorized Firewise Communities activities, to be accounted for in Fund 100, Agency 135999, Grant 13503, Year 2012.

Adopted July 2, 2013. No. 13-401

BY COMMISSIONER NELSON:

**RESOLUTION OF THE BOARD OF COUNTY COMMISSIONERS OF
ST. LOUIS COUNTY, MINNESOTA APPROVING THE CAPITAL
IMPROVEMENT PLAN, AS AMENDED, AND STATING THE
INTENT TO ISSUE GENERAL OBLIGATION CAPITAL
IMPROVEMENT BONDS UNDER MINNESOTA STATUTES,
SECTION 373.40**

**PROCEEDINGS OF BOARD OF COUNTY COMMISSIONERS
ST. LOUIS COUNTY, MINNESOTA**

220

BE IT RESOLVED, by the Board of County Commissioners (the "Board") of St. Louis County, Minnesota (the "County"), as follows:

Section 1. The Board, pursuant to Minnesota Statutes, Section 373.40 (the "Act"), previously approved a Capital Improvement Plan (the "Capital Improvement Plan"). Following a public hearing on July 2, 2013, as required by the Act, the Board considered a proposed amendment to the Capital Improvement Plan and the Board has considered the following for each project described in the proposed amendment and the overall plan:

- (i) The condition of the County's existing infrastructure, including the projected need for repair or replacement;
- (ii) The likely demand for the improvement;
- (iii) The estimated cost of the improvement;
- (iv) The available public resources;
- (v) The level of overlapping debt in the County;
- (vi) The relative benefits and costs of alternative uses of the funds;
- (vii) Operating costs of the proposed improvements; and
- (viii) Alternatives for providing services more efficiently through shared facilities with other cities or local government units.

The Board, based on the considerations set forth in the amendment and overall plan and as set forth herein, hereby approves the Capital Improvement Plan, as amended for the years 2013 through 2017, as presented to the Board, and on file as County Board Document File No. 59661 (the "Plan").

Section 2. Under and pursuant to the authority contained in the Act and Minnesota Statutes, Chapter 475, the County is authorized to issue capital improvement bonds to provide funds for capital improvements pursuant to the Plan.

Section 3. The Board hereby finds and determines that it is necessary, expedient, and in the best interests of the County's residents that the County issue, sell and deliver general obligation capital improvement bonds in the maximum amount of \$24,000,000 (the "Bonds"), for the purpose of providing funds for the following capital improvements under the Plan and for the payment of costs of issuance of the Bonds:

- Administrative Building Improvements - improvements to the Government Services Center located in Duluth.

Section 4. The County Auditor shall publish a notice of intent to issue capital improvement bonds in substantially the form attached hereto as Exhibit A as soon as practicable following the public hearing in the official newspaper of the County. If, within 30 days after July 2, 2013, a petition is filed with the County Auditor calling for a vote on the proposition of issuing the Bonds, signed by voters residing within the boundaries of the County equal to five (5) percent of the votes cast in the County in the last County general election, the Bonds shall not be issued until the question of their issuance has been authorized by a majority of the voters voting on the question at the next general or special election called to decide the question.

Adopted July 2, 2013

PROCEEDINGS OF BOARD OF COUNTY COMMISSIONERS
ST. LOUIS COUNTY, MINNESOTA

221

EXHIBIT A

NOTICE OF INTENT TO ISSUE CAPITAL IMPROVEMENT BONDS
PURSUANT TO MINNESOTA STATUTES, SECTION 373.40,
BY ST. LOUIS COUNTY, MINNESOTA

NOTICE IS HEREBY GIVEN that under and pursuant to the authority contained in Minnesota Statutes, Section 373.40, and Minnesota Statutes, Chapter 475, the Board of Commissioners of St. Louis County, Minnesota (the "Board"), is authorized to issue general obligation capital improvement bonds to provide funds for capital improvements pursuant to an amendment to the Capital Improvement Plan for the years 2013 through 2017 approved by the Board on July 2, 2013 (the "Plan"). The Board by resolution adopted July 2, 2013 (the "Resolution"), determined that it is necessary, expedient, and in the best interests of the County's residents that the County issue, sell and deliver general obligation capital improvement bonds in the maximum amount of \$24,000,000 (the "Bonds"), to provide funds for the following capital improvements under the Plan and for costs of issuance of the Bonds:

- Administrative Building Improvements - improvements to the Government Services Center located in Duluth.

If, within 30 days after July 2, 2013, a petition is filed with the County Auditor calling for a vote on the proposition of issuing the Bonds, signed by voters residing within the boundaries of the County equal to five (5) percent of the votes cast in the County in the last County general election, the Bonds shall not be issued until the question of their issuance has been authorized by a majority of the voters voting on the question at the next general or special election called to decide the question.

BY ORDER OF THE BOARD
OF COMMISSIONERS

/s/ Donald Dicklich, County
Auditor

Unanimously adopted July 2, 2013. No. 13-402

BY COMMISSIONER RAUKAR:

RESOLUTION OF THE BOARD OF COUNTY COMMISSIONERS OF ST.
LOUIS COUNTY, MINNESOTA, APPROVING OFFICIAL TERMS OF
OFFERING OF GENERAL OBLIGATION CAPITAL IMPROVEMENT BONDS,
SERIES 2013A

BE IT RESOLVED, by the Board of County Commissioners (the "Board") of St. Louis County, Minnesota (the "County"), as follows:

Section 1. Under and pursuant to the authority contained in Minnesota Statutes, Section 373.40, and Minnesota Statutes, Chapter 475 (collectively the "Act"), the County is authorized to issue general obligation capital improvement bonds to provide funds for capital improvements pursuant to an approved capital improvement plan.

Section 2. Pursuant to a Resolution adopted by the Board on July 2, 2013 (the "Resolution"), the Board stated its intention to issue general obligation capital improvement bonds in the maximum amount of \$24,000,000 for certain capital

**PROCEEDINGS OF BOARD OF COUNTY COMMISSIONERS
ST. LOUIS COUNTY, MINNESOTA**

222

improvements, including administrative building improvements, authorized in an amendment to the County's Capital Improvement Plan for the years 2013 through 2017 and approved by the Board on July 2, 2013.

Section 3. The Board hereby determines that it is necessary, expedient, and in the best interests of the County's residents that the County issue, sell and deliver its general obligation capital improvement bonds in the maximum amount of \$24,000,000, for the purpose of providing funds for the following capital improvements pursuant to the Capital Improvement Plan, as amended, for the years 2013 through 2017, and for costs of issuance of such bonds:

- Administrative Building Improvements – improvements to the Government Services Center located in Duluth

Section 4. The County's administrative staff is hereby authorized and directed to work with bond counsel, and Springsted Incorporated, independent financial adviser to the County, to solicit proposals and to arrange for the sale of the County's General Obligation Capital Improvement Bonds, Series 2013A in the maximum amount of \$24,000,000 (the "Bonds") for the purposes of and pursuant to the authorizations recited in Sections 2 and 3 above in substantial compliance with the Terms of Proposal attached hereto as Exhibit A. Each and all of the terms and provisions set forth in the Terms of Proposal are adopted and confirmed as the terms and conditions of the Bonds and the sale thereof. Due to a rapidly changing bond market, the County Auditor, after consulting with the County's financial advisor and bond counsel, is authorized to modify the Terms of Proposal prior to accepting the proposals, including but not limited to rescheduling the sale or cancelling the sale. The proposals shall be received at the administrative offices of Springsted Incorporated until 11:30 a.m. central time on August 5, 2013, and consideration for the award of the Bonds will be by the Board at 10:30 a.m. on August 6, 2013.

Section 5. The Board shall meet on August 6, 2013, in accordance with the Terms of Proposal, to consider proposals for the purchase of the Bonds and to take whatever actions are necessary for the acceptance or rejection of the proposals.

Adopted: July 2, 2013.

EXHIBIT A

**THE COUNTY HAS AUTHORIZED SPRINGSTED INCORPORATED TO
NEGOTIATE THIS ISSUE ON ITS BEHALF. PROPOSALS WILL BE
RECEIVED ON THE FOLLOWING BASIS:**

TERMS OF PROPOSAL

\$24,000,000*

ST. LOUIS COUNTY, MINNESOTA

GENERAL OBLIGATION CAPITAL IMPROVEMENT BONDS, SERIES 2013A

(BOOK ENTRY ONLY)

* Preliminary; subject to change.

**PROCEEDINGS OF BOARD OF COUNTY COMMISSIONERS
ST. LOUIS COUNTY, MINNESOTA**

223

Proposals for the Bonds and the Good Faith Deposit ("Deposit") will be received on Monday, August 5, 2013, until 11:30 A.M., Central Time, at the offices of Springsted Incorporated, 380 Jackson Street, Suite 300, Saint Paul, Minnesota, after which time proposals will be opened and tabulated. Consideration for award of the Bonds will be by the County Board at 10:30 A.M., Central Time, of the following day, Tuesday, August 6, 2013.

SUBMISSION OF PROPOSALS

Springsted will assume no liability for the inability of the bidder to reach Springsted prior to the time of sale specified above. All bidders are advised that each Proposal shall be deemed to constitute a contract between the bidder and the County to purchase the Bonds regardless of the manner in which the Proposal is submitted.

(a) **Sealed Bidding.** Proposals may be submitted in a sealed envelope or by fax (651) 223-3046 to Springsted. Signed Proposals, without final price or coupons, may be submitted to Springsted prior to the time of sale. The bidder shall be responsible for submitting to Springsted the final Proposal price and coupons, by telephone (651) 223-3000 or fax (651) 223-3046 for inclusion in the submitted Proposal.

OR

(b) **Electronic Bidding.** Notice is hereby given that electronic proposals will be received via PARITY[®]. For purposes of the electronic bidding process, the time as maintained by PARITY[®] shall constitute the official time with respect to all Bids submitted to PARITY[®]. *Each bidder shall be solely responsible for making necessary arrangements to access PARITY[®] for purposes of submitting its electronic Bid in a timely manner and in compliance with the requirements of the Terms of Proposal.* Neither the County, its agents nor PARITY[®] shall have any duty or obligation to undertake registration to bid for any prospective bidder or to provide or ensure electronic access to any qualified prospective bidder, and neither the County, its agents nor PARITY[®] shall be responsible for a bidder's failure to register to bid or for any failure in the proper operation of, or have any liability for any delays or interruptions of or any damages caused by the services of PARITY[®]. The County is using the services of PARITY[®] solely as a communication mechanism to conduct the electronic bidding for the Bonds, and PARITY[®] is not an agent of the County.

If any provisions of this Terms of Proposal conflict with information provided by PARITY[®], this Terms of Proposal shall control. Further information about PARITY[®], including any fee charged, may be obtained from:

PARITY[®], 1359 Broadway, 2nd Floor, New York, New York 10018
Customer Support: (212) 849-5000

DETAILS OF THE BONDS

The Bonds will be dated as of the date of delivery, as the date of original issue, and will bear interest payable on June 1 and December 1 of each year, commencing June 1, 2014. Interest will be computed on the basis of a 360-day year of twelve 30-day months.

**PROCEEDINGS OF BOARD OF COUNTY COMMISSIONERS
ST. LOUIS COUNTY, MINNESOTA**

224

The Bonds will mature December 1 in the years and amounts* as follows:

2015	\$1,015,000	2019	\$1,065,000	2023	\$1,180,000	2027	\$1,340,000
2016	\$1,020,000	2020	\$1,090,000	2024	\$1,215,000	2028	\$1,390,000
2017	\$1,035,000	2021	\$1,115,000	2025	\$1,250,000	2029	\$1,440,000
2018	\$1,045,000	2022	\$1,145,000	2026	\$1,295,000	2030	\$1,495,000
2031	\$1,555,000						
2032	\$1,620,000						
2033	\$1,690,000						
2034							

* *The County reserves the right, after proposals are opened and prior to award, to increase or reduce the principal amount of the Bonds or the amount of any maturity in multiples of \$5,000. In the event the amount of any maturity is modified, the aggregate purchase price will be adjusted to result in the same gross spread per \$1,000 of Bonds as that of the original proposal. Gross spread is the differential between the price paid to the County for the new issue and the prices at which the securities are initially offered to the investing public.*

Proposals for the Bonds may contain a maturity schedule providing for a combination of serial bonds and term bonds. All term bonds shall be subject to mandatory sinking fund redemption at a price of par plus accrued interest to the date of redemption scheduled to conform to the maturity schedule set forth above. In order to designate term bonds, the proposal must specify "Years of Term Maturities" in the spaces provided on the Proposal form.

BOOK ENTRY SYSTEM

The Bonds will be issued by means of a book entry system with no physical distribution of Bonds made to the public. The Bonds will be issued in fully registered form and one Bond, representing the aggregate principal amount of the Bonds maturing in each year, will be registered in the name of Cede & Co. as nominee of The Depository Trust Company ("DTC"), New York, New York, which will act as securities depository of the Bonds. Individual purchases of the Bonds may be made in the principal amount of \$5,000 or any multiple thereof of a single maturity through book entries made on the books and records of DTC and its participants. Principal and interest are payable by the registrar to DTC or its nominee as registered owner of the Bonds. Transfer of principal and interest payments to participants of DTC will be the responsibility of DTC; transfer of principal and interest payments to beneficial owners by participants will be the responsibility of such participants and other nominees of beneficial owners. The purchaser, as a condition of delivery of the Bonds, will be required to deposit the Bonds with DTC.

REGISTRAR

The County Auditor of the County will serve as registrar.

OPTIONAL REDEMPTION

The County may elect on December 1, 2021, and on any day thereafter, to prepay Bonds due on or after December 1, 2022. Redemption may be in whole or in part and if in part at the option of the County and in such manner as the County shall determine. If less

**PROCEEDINGS OF BOARD OF COUNTY COMMISSIONERS
ST. LOUIS COUNTY, MINNESOTA**

225

than all Bonds of a maturity are called for redemption, the County 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 interests in such maturity to be redeemed. All prepayments shall be at a price of par plus accrued interest.

SECURITY AND PURPOSE

The Bonds will be general obligations of the County for which the County will pledge its full faith and credit and power to levy direct general ad valorem taxes. The proceeds will be used to finance the cost of the renovation of a government services center.

BIDDING PARAMETERS

Proposals shall be for not less than \$23,688,000 plus accrued interest, if any, on the total principal amount of the Bonds.

No proposal can be withdrawn or amended after the time set for receiving proposals unless the meeting of the County scheduled for award of the Bonds is adjourned, recessed, or continued to another date without award of the Bonds having been made. Rates shall be in integral multiples of 1/100 or 1/8 of 1%. The initial price to the public for each maturity must be 98.0% or greater. Bonds of the same maturity shall bear a single rate from the date of the Bonds to the date of maturity. No conditional proposals will be accepted.

GOOD FAITH DEPOSIT

Proposals, regardless of method of submission, shall be accompanied by a Deposit in the amount of \$240,000, in the form of a certified or cashier's check, a wire transfer, or Financial Surety Bond and delivered to Springsted Incorporated prior to the time proposals will be opened. Each bidder shall be solely responsible for the timely delivery of their Deposit whether by check, wire transfer or Financial Surety Bond. Neither the County nor Springsted Incorporated have any liability for delays in the transmission of the Deposit.

Any Deposit made by **certified or cashier's check** should be made payable to the County and delivered to Springsted Incorporated, 380 Jackson Street, Suite 300, St. Paul, Minnesota 55101.

Any Deposit sent via **wire transfer** should be sent to Springsted Incorporated as the County's agent according to the following instructions:

Wells Fargo Bank, N.A., San Francisco, CA 94104
ABA #121000248
for credit to Springsted Incorporated, Account #635-5007954
Ref: St. Louis County, MN Series 2013A Good Faith Deposit

Contemporaneously with such wire transfer, the bidder shall send an e-mail to bond_services@springsted.com, including the following information; (i) indication that a wire transfer has been made, (ii) the amount of the wire transfer, (iii) the issue to which it applies, and (iv) the return wire instructions if such bidder is not awarded the Bonds.

Any Deposit made by the successful bidder by check or wire transfer will be delivered to the County following the award of the Bonds. Any Deposit made by check or wire

**PROCEEDINGS OF BOARD OF COUNTY COMMISSIONERS
ST. LOUIS COUNTY, MINNESOTA**

226

transfer by an unsuccessful bidder will be returned to such bidder following County action relative to an award of the Bonds.

If a **Financial Surety Bond** is used, it must be from an insurance company licensed to issue such a bond in the State of Minnesota and pre-approved by the County. Such bond must be submitted to Springsted Incorporated prior to the opening of the proposals. The Financial Surety Bond must identify each underwriter whose Deposit is guaranteed by such Financial Surety Bond. If the Bonds are awarded to an underwriter using a Financial Surety Bond, then that underwriter is required to submit its Deposit to the County in the form of a certified or cashier's check or wire transfer as instructed by Springsted Incorporated not later than 3:30 P.M., Central Time on the next business day following the award. If such Deposit is not received by that time, the Financial Surety Bond may be drawn by the County to satisfy the Deposit requirement.

The Deposit received from the purchaser, the amount of which will be deducted at settlement, will be deposited by the County and no interest will accrue to the purchaser. In the event the purchaser fails to comply with the accepted proposal, said amount will be retained by the County.

AWARD

The Bonds will be awarded on the basis of the lowest interest rate to be determined on a true interest cost (TIC) basis calculated on the proposal prior to any adjustment made by the County. The County's computation of the interest rate of each proposal, in accordance with customary practice, will be controlling.

The County will reserve the right to: (i) waive non-substantive informalities of any proposal or of matters relating to the receipt of proposals and award of the Bonds, (ii) reject all proposals without cause, and (iii) reject any proposal that the County determines to have failed to comply with the terms herein.

BOND INSURANCE AT PURCHASER'S OPTION

The County has **not** applied for or pre-approved a commitment for any policy of municipal bond insurance with respect to the Bonds. If the Bonds qualify for municipal bond insurance and a bidder desires to purchase a policy, such indication, the maturities to be insured, and the name of the desired insurer must be set forth on the bidder's Proposal. The County specifically reserves the right to reject any bid specifying municipal bond insurance, even though such bid may result in the lowest TIC to the County. All costs associated with the issuance and administration of such policy and associated ratings and expenses (other than any independent rating requested by the County) shall be paid by the successful bidder. Failure of the municipal bond insurer to issue the policy after the award of the Bonds shall not constitute cause for failure or refusal by the successful bidder to accept delivery of the Bonds.

CUSIP NUMBERS

If the Bonds qualify for assignment of CUSIP numbers such numbers will be printed on the Bonds, but neither the failure to print such numbers on any Bond nor any error with respect thereto will constitute cause for failure or refusal by the purchaser to accept delivery of the Bonds. The CUSIP Service Bureau charge for the assignment of CUSIP identification numbers shall be paid by the purchaser.

**PROCEEDINGS OF BOARD OF COUNTY COMMISSIONERS
ST. LOUIS COUNTY, MINNESOTA**

227

SETTLEMENT

On or about September 5, 2013, the Bonds will be delivered without cost to the purchaser through DTC in New York, New York. Delivery will be subject to receipt by the purchaser of an approving legal opinion of Fryberger, Buchanan, Smith & Frederick, P.A., Duluth, Minnesota, and of customary closing papers, including a no-litigation certificate. On the date of settlement, payment for the Bonds shall be made in federal, or equivalent, funds that shall be received at the offices of the County or its designee not later than 12:00 Noon, Central Time. Unless compliance with the terms of payment for the Bonds has been made impossible by action of the County, or its agents, the purchaser shall be liable to the County for any loss suffered by the County by reason of the purchaser's non-compliance with said terms for payment.

CONTINUING DISCLOSURE

In accordance with SEC Rule 15c2-12(b)(5), the County will undertake, pursuant to the resolution awarding sale of the Bonds, to provide annual reports and notices of certain events. A description of this undertaking is set forth in the Official Statement. The purchaser's obligation to purchase the Bonds will be conditioned upon receiving evidence of this undertaking at or prior to delivery of the Bonds.

OFFICIAL STATEMENT

The County has authorized the preparation of an Official Statement containing pertinent information relative to the Bonds, and said Official Statement will serve as a nearly final Official Statement within the meaning of Rule 15c2-12 of the Securities and Exchange Commission. For copies of the Official Statement or for any additional information prior to sale, any prospective purchaser is referred to the Financial Advisor to the County, Springsted Incorporated, 380 Jackson Street, Suite 300, Saint Paul, Minnesota 55101, telephone (651) 223-3000.

The Official Statement, when further supplemented by an addendum or addenda specifying the maturity dates, principal amounts and interest rates of the Bonds, together with any other information required by law, shall constitute a "Final Official Statement" of the County with respect to the Bonds, as that term is defined in Rule 15c2-12. By awarding the Bonds to any underwriter or underwriting syndicate submitting a proposal therefor, the County agrees that, no more than seven business days after the date of such award, it shall provide without cost to the senior managing underwriter of the syndicate to which the Bonds are awarded up to 25 copies of the Official Statement and the addendum or addenda described above. The County designates the senior managing underwriter of the syndicate to which the Bonds are awarded as its agent for purposes of distributing copies of the Final Official Statement to each Participating Underwriter. Any underwriter delivering a proposal with respect to the Bonds agrees thereby that if its proposal is accepted by the County (i) it shall accept such designation and (ii) it shall enter into a contractual relationship with all Participating Underwriters of the Bonds for purposes of assuring the receipt by each such Participating Underwriter of the Final Official Statement.

Dated July 2, 2013

BY ORDER OF THE COUNTY BOARD

/s/ Kevin Gray
County Administrator

Unanimously adopted July 2, 2013. No. 13-403

**PROCEEDINGS OF BOARD OF COUNTY COMMISSIONERS
ST. LOUIS COUNTY, MINNESOTA**

228

BY COMMISSIONER O'NEIL:

**RESOLUTION OF THE BOARD OF COUNTY COMMISSIONERS OF ST.
LOUIS COUNTY, MINNESOTA, APPROVING OFFICIAL TERMS OF
OFFERING OF GENERAL OBLIGATION CAPITAL EQUIPMENT NOTES,
SERIES 2013B**

BE IT RESOLVED, by the Board of Commissioners (the "Board") of St. Louis County, Minnesota (the "County"), as follows:

Section 1. Authority. Pursuant to authority contained in Minnesota Statutes, Section 373.01 (the "Act") and Minnesota Statutes, Chapter 475, the Board of County Commissioners does hereby direct the issuance and sale of approximately \$5,065,000 General Obligation Capital Equipment Notes, Series 2013B, of the County (the "Notes"), for the purpose of providing funds to purchase capital equipment as defined in the Act and for the payment the costs of issuance of the Notes.

Section 2. Notice of Sale. The County's administrative staff is hereby authorized and directed to work with Springsted Incorporated, financial advisor to the County, and Fryberger, Buchanan, Smith & Frederick, P.A., bond counsel, to solicit proposals and arrange for the sale of the Notes in substantial compliance with the Terms of Proposal attached hereto as Exhibit A. Each and all of the terms and provisions set forth in the Terms of Proposal are adopted and confirmed as the terms and conditions of the Notes and the sale thereof. Due to a rapidly changing bond market, the County Auditor, after consulting with the County's financial advisor and bond counsel, is authorized to modify the Terms of Proposal prior to accepting the proposals, including but not limited to rescheduling the sale or cancelling the sale. The proposals shall be received at the administrative office of Springsted Incorporated until 11:30 a.m. central time on August 5, 2013, and consideration for the award of the Notes will be by the Board at 10:30 a.m. central time on August 6, 2013.

Section 3. Repayment of Notes. The form, specifications and provisions for repayment of the Notes shall be set forth in a subsequent resolution of the Board.

Section 4. Consideration of Proposals. The Board shall meet on August 6, 2013, in accordance with the Terms of Proposal, to consider proposals for the purchase of the Notes and to take whatever actions are necessary for the acceptance or rejection of the proposals.

Adopted: July 2, 2013.

EXHIBIT A

**THE COUNTY HAS AUTHORIZED SPRINGSTED INCORPORATED TO
NEGOTIATE THIS ISSUE ON ITS BEHALF. PROPOSALS WILL BE
RECEIVED ON THE FOLLOWING BASIS:**

TERMS OF PROPOSAL

\$5,065,000*

* *Preliminary; subject to change.*

PROCEEDINGS OF BOARD OF COUNTY COMMISSIONERS
ST. LOUIS COUNTY, MINNESOTA

229

ST. LOUIS COUNTY, MINNESOTA
GENERAL OBLIGATION CAPITAL EQUIPMENT NOTES, SERIES 2013B

(BOOK ENTRY ONLY)

Proposals for the Notes and the Good Faith Deposit (“Deposit”) will be received on Monday, August 5, 2013, until 11:30 A.M., Central Time, at the offices of Springsted Incorporated, 380 Jackson Street, Suite 300, Saint Paul, Minnesota, after which time proposals will be opened and tabulated. Consideration for award of the Notes will be by the County Board at 10:30 A.M., Central Time, of the following day, Tuesday, August 6, 2013.

SUBMISSION OF PROPOSALS

Springsted will assume no liability for the inability of the bidder to reach Springsted prior to the time of sale specified above. All bidders are advised that each Proposal shall be deemed to constitute a contract between the bidder and the County to purchase the Notes regardless of the manner in which the Proposal is submitted.

(a) **Sealed Bidding.** Proposals may be submitted in a sealed envelope or by fax (651) 223-3046 to Springsted. Signed Proposals, without final price or coupons, may be submitted to Springsted prior to the time of sale. The bidder shall be responsible for submitting to Springsted the final Proposal price and coupons, by telephone (651) 223-3000 or fax (651) 223-3046 for inclusion in the submitted Proposal.

OR

(b) **Electronic Bidding.** Notice is hereby given that electronic proposals will be received via PARITY®. For purposes of the electronic bidding process, the time as maintained by PARITY® shall constitute the official time with respect to all Bids submitted to PARITY®. *Each bidder shall be solely responsible for making necessary arrangements to access PARITY® for purposes of submitting its electronic Bid in a timely manner and in compliance with the requirements of the Terms of Proposal.* Neither the County, its agents nor PARITY® shall have any duty or obligation to undertake registration to bid for any prospective bidder or to provide or ensure electronic access to any qualified prospective bidder, and neither the County, its agents nor PARITY® shall be responsible for a bidder’s failure to register to bid or for any failure in the proper operation of, or have any liability for any delays or interruptions of or any damages caused by the services of PARITY®. The County is using the services of PARITY® solely as a communication mechanism to conduct the electronic bidding for the Notes, and PARITY® is not an agent of the County.

If any provisions of this Terms of Proposal conflict with information provided by PARITY®, this Terms of Proposal shall control. Further information about PARITY®, including any fee charged, may be obtained from:

PARITY®, 1359 Broadway, 2nd Floor, New York, New York 10018
Customer Support: (212) 849-5000

DETAILS OF THE NOTES

**PROCEEDINGS OF BOARD OF COUNTY COMMISSIONERS
ST. LOUIS COUNTY, MINNESOTA**

230

The Notes will be dated as of the date of delivery, as the date of original issue, and will bear interest payable on June 1 and December 1 of each year, commencing June 1, 2014. Interest will be computed on the basis of a 360-day year of twelve 30-day months.

The Notes will mature December 1 in the years and amounts as follows:

2014	\$670,000	2016	\$715,000	2018	\$735,000	2020	\$765,000
2015	\$705,000	2017	\$725,000	2019	\$750,000		

* *The County reserves the right, after proposals are opened and prior to award, to increase or reduce the principal amount of the Notes or the amount of any maturity in multiples of \$5,000. In the event the amount of any maturity is modified, the aggregate purchase price will be adjusted to result in the same gross spread per \$1,000 of Notes as that of the original proposal. Gross spread is the differential between the price paid to the County for the new issue and the prices at which the securities are initially offered to the investing public.*

Proposals for the Notes may contain a maturity schedule providing for a combination of serial bonds and term bonds. All term bonds shall be subject to mandatory sinking fund redemption at a price of par plus accrued interest to the date of redemption scheduled to conform to the maturity schedule set forth above. In order to designate term bonds, the proposal must specify "Years of Term Maturities" in the spaces provided on the Proposal form.

BOOK ENTRY SYSTEM

The Notes will be issued by means of a book entry system with no physical distribution of Notes made to the public. The Notes will be issued in fully registered form and one Note, representing the aggregate principal amount of the Notes maturing in each year, will be registered in the name of Cede & Co. as nominee of The Depository Trust Company ("DTC"), New York, New York, which will act as securities depository of the Notes. Individual purchases of the Notes may be made in the principal amount of \$5,000 or any multiple thereof of a single maturity through book entries made on the books and records of DTC and its participants. Principal and interest are payable by the registrar to DTC or its nominee as registered owner of the Notes. Transfer of principal and interest payments to participants of DTC will be the responsibility of DTC; transfer of principal and interest payments to beneficial owners by participants will be the responsibility of such participants and other nominees of beneficial owners. The purchaser, as a condition of delivery of the Notes, will be required to deposit the Notes with DTC.

REGISTRAR

The County Auditor of the County will serve as registrar.

OPTIONAL REDEMPTION

The Notes will not be subject to payment in advance of their respective stated maturity dates.

SECURITY AND PURPOSE

The Notes will be general obligations of the County for which the County will pledge its

**PROCEEDINGS OF BOARD OF COUNTY COMMISSIONERS
ST. LOUIS COUNTY, MINNESOTA**

231

full faith and credit and power to levy direct general ad valorem taxes. The proceeds will be used to finance the acquisition of various items of equipment.

BIDDING PARAMETERS

Proposals shall be for not less than \$5,032,077 plus accrued interest, if any, on the total principal amount of the Notes.

No proposal can be withdrawn or amended after the time set for receiving proposals unless the meeting of the County scheduled for award of the Notes is adjourned, recessed, or continued to another date without award of the Notes having been made. Rates shall be in integral multiples of 1/100 or 1/8 of 1%. The initial price to the public for each maturity must be 98.0% or greater. Notes of the same maturity shall bear a single rate from the date of the Notes to the date of maturity. No conditional proposals will be accepted.

GOOD FAITH DEPOSIT

Proposals, regardless of method of submission, shall be accompanied by a Deposit in the amount of \$50,650, in the form of a certified or cashier's check, a wire transfer, or Financial Surety Note and delivered to Springsted Incorporated prior to the time proposals will be opened. Each bidder shall be solely responsible for the timely delivery of their Deposit whether by check, wire transfer or Financial Surety Note. Neither the County nor Springsted Incorporated have any liability for delays in the transmission of the Deposit.

Any Deposit made by **certified or cashier's check** should be made payable to the County and delivered to Springsted Incorporated, 380 Jackson Street, Suite 300, St. Paul, Minnesota 55101.

Any Deposit sent via **wire transfer** should be sent to Springsted Incorporated as the County's agent according to the following instructions:

Wells Fargo Bank, N.A., San Francisco, CA 94104
ABA #121000248
for credit to Springsted Incorporated, Account #635-5007954
Ref: St. Louis County, MN Series 2013B Good Faith Deposit

Contemporaneously with such wire transfer, the bidder shall send an e-mail to bond_services@springsted.com, including the following information; (i) indication that a wire transfer has been made, (ii) the amount of the wire transfer, (iii) the issue to which it applies, and (iv) the return wire instructions if such bidder is not awarded the Notes.

Any Deposit made by the successful bidder by check or wire transfer will be delivered to the County following the award of the Notes. Any Deposit made by check or wire transfer by an unsuccessful bidder will be returned to such bidder following County action relative to an award of the Notes.

If a **Financial Surety Note** is used, it must be from an insurance company licensed to issue such a bond in the State of Minnesota and pre-approved by the County. Such bond must be submitted to Springsted Incorporated prior to the opening of the proposals. The Financial Surety Note must identify each underwriter whose Deposit is guaranteed by such Financial Surety Note. If the Notes are awarded to an underwriter using a Financial

**PROCEEDINGS OF BOARD OF COUNTY COMMISSIONERS
ST. LOUIS COUNTY, MINNESOTA**

232

Surety Note, then that underwriter is required to submit its Deposit to the County in the form of a certified or cashier's check or wire transfer as instructed by Springsted Incorporated not later than 3:30 P.M., Central Time on the next business day following the award. If such Deposit is not received by that time, the Financial Surety Note may be drawn by the County to satisfy the Deposit requirement.

The Deposit received from the purchaser, the amount of which will be deducted at settlement, will be deposited by the County and no interest will accrue to the purchaser. In the event the purchaser fails to comply with the accepted proposal, said amount will be retained by the County.

AWARD

The Notes will be awarded on the basis of the lowest interest rate to be determined on a true interest cost (TIC) basis calculated on the proposal prior to any adjustment made by the County. The County's computation of the interest rate of each proposal, in accordance with customary practice, will be controlling.

The County will reserve the right to: (i) waive non-substantive informalities of any proposal or of matters relating to the receipt of proposals and award of the Notes, (ii) reject all proposals without cause, and (iii) reject any proposal that the County determines to have failed to comply with the terms herein.

BOND INSURANCE AT PURCHASER'S OPTION

The County has **not** applied for or pre-approved a commitment for any policy of municipal bond insurance with respect to the Notes. If the Notes qualify for municipal bond insurance and a bidder desires to purchase a policy, such indication, the maturities to be insured, and the name of the desired insurer must be set forth on the bidder's Proposal. The County specifically reserves the right to reject any bid specifying municipal bond insurance, even though such bid may result in the lowest TIC to the County. All costs associated with the issuance and administration of such policy and associated ratings and expenses (other than any independent rating requested by the County) shall be paid by the successful bidder. Failure of the municipal bond insurer to issue the policy after the award of the Notes shall not constitute cause for failure or refusal by the successful bidder to accept delivery of the Notes.

CUSIP NUMBERS

If the Notes qualify for assignment of CUSIP numbers such numbers will be printed on the Notes, but neither the failure to print such numbers on any Note nor any error with respect thereto will constitute cause for failure or refusal by the purchaser to accept delivery of the Notes. The CUSIP Service Bureau charge for the assignment of CUSIP identification numbers shall be paid by the purchaser.

**PROCEEDINGS OF BOARD OF COUNTY COMMISSIONERS
ST. LOUIS COUNTY, MINNESOTA**

233

SETTLEMENT

On or about September 5, 2013, the Notes will be delivered without cost to the purchaser through DTC in New York, New York. Delivery will be subject to receipt by the purchaser of an approving legal opinion of Fryberger, Buchanan, Smith & Frederick, P.A., Duluth, Minnesota, and of customary closing papers, including a no-litigation certificate. On the date of settlement, payment for the Notes shall be made in federal, or equivalent, funds that shall be received at the offices of the County or its designee not later than 12:00 Noon, Central Time. Unless compliance with the terms of payment for the Notes has been made impossible by action of the County, or its agents, the purchaser shall be liable to the County for any loss suffered by the County by reason of the purchaser's non-compliance with said terms for payment.

CONTINUING DISCLOSURE

In accordance with SEC Rule 15c2-12(b)(5), the County will undertake, pursuant to the resolution awarding sale of the Notes, to provide annual reports and notices of certain events. A description of this undertaking is set forth in the Official Statement. The purchaser's obligation to purchase the Notes will be conditioned upon receiving evidence of this undertaking at or prior to delivery of the Notes.

OFFICIAL STATEMENT

The County has authorized the preparation of an Official Statement containing pertinent information relative to the Notes, and said Official Statement will serve as a nearly final Official Statement within the meaning of Rule 15c2-12 of the Securities and Exchange Commission. For copies of the Official Statement or for any additional information prior to sale, any prospective purchaser is referred to the Financial Advisor to the County, Springsted Incorporated, 380 Jackson Street, Suite 300, Saint Paul, Minnesota 55101, telephone (651) 223-3000.

The Official Statement, when further supplemented by an addendum or addenda specifying the maturity dates, principal amounts and interest rates of the Notes, together with any other information required by law, shall constitute a "Final Official Statement" of the County with respect to the Notes, as that term is defined in Rule 15c2-12. By awarding the Notes to any underwriter or underwriting syndicate submitting a proposal therefor, the County agrees that, no more than seven business days after the date of such award, it shall provide without cost to the senior managing underwriter of the syndicate to which the Notes are awarded up to 25 copies of the Official Statement and the addendum or addenda described above. The County designates the senior managing underwriter of the syndicate to which the Notes are awarded as its agent for purposes of distributing copies of the Final Official Statement to each Participating Underwriter. Any underwriter delivering a proposal with respect to the Notes agrees thereby that if its proposal is accepted by the County (i) it shall accept such designation and (ii) it shall enter into a contractual relationship with all Participating Underwriters of the Notes for purposes of assuring the receipt by each such Participating Underwriter of the Final Official Statement.

Dated July 2, 2013

BY ORDER OF THE COUNTY BOARD

/s/ Kevin Gray
County Administrator

Unanimously adopted July 2, 2013. No. 13-404

**PROCEEDINGS OF BOARD OF COUNTY COMMISSIONERS
ST. LOUIS COUNTY, MINNESOTA**

234

BY COMMISSIONER STAUBER:

BE IT RESOLVED, by the Board of County Commissioners (the "Board") of the St. Louis County, Minnesota (the "County"), as follows:

Section 1. The 2004 Bonds. Under and pursuant to Minnesota Statutes, Section 373.40 and Minnesota Statutes, Chapter 475, the County previously issued its \$13,785,000 General Obligation Capital Improvement Bonds, Series 2004A, dated October 1, 2004 (the "2004 Bonds"), to fund capital improvements pursuant to an approved capital improvement plan.

Section 2. The 2005 Bonds. Under and pursuant to Minnesota Statutes, Section 373.40 and Minnesota Statutes, Chapter 475, the County previously issued its \$6,115,000 General Obligation Capital Improvement Bonds, Series 2005A, dated November 22, 2005 (the "2005 Bonds"), to fund capital improvements pursuant to an approved capital improvement plan.

Section 3. Authority. Under and pursuant to the provisions of Minnesota Statutes, Chapter 475 (the "Act") and Section 475.67 of the Act, the County is authorized to issue and sell its general obligation bonds to refund obligations and the interest thereon before the due date of the obligations, if consistent with covenants made with the holders thereof, when determined by the County to be necessary or desirable for the reduction of debt service cost to the County or for the extension or adjustment of maturities in relation to the resources available for their payment.

Section 4. The Bonds. The Board hereby finds and determines that it is necessary and desirable that in order to reduce debt service costs the County issue, sell and deliver its General Obligation Capital Improvement Refunding Bonds, Series 2013C (the "Bonds"), in the approximate amount of \$9,565,000, to provide for (i) the refunding of the 2014 through 2019 maturities of the 2004 Bonds; (ii) the refunding of the 2015 through 2020 maturities of the 2005 Bonds; and (iii) payment of the costs of issuance of the Bonds.

Section 5. Notice of Sale. The County's administrative staff is hereby authorized and directed to work with Springsted Incorporated, financial advisor to the County, and Fryberger, Buchanan, Smith & Frederick, P.A., bond counsel, to solicit proposals and arrange for the sale of the Bonds in substantial compliance with the Terms of Proposal attached hereto as Exhibit A. Each and all of the terms and provisions set forth in the Terms of Proposal are adopted and confirmed as the terms and conditions of the Bonds and the sale thereof. Due to a rapidly changing bond market, the County Auditor, after consulting with the County's financial advisor and bond counsel, is authorized to modify the Terms of Proposal prior to accepting the proposals, including but not limited to rescheduling the sale or cancelling the sale. The proposals shall be received at the administrative office of Springsted Incorporated until 11:30 a.m. central time on August 5, 2013, and consideration for the award of the Bonds will be by the Board at 10:30 a.m. central time on August 6, 2013.

Section 6. Repayment of Bonds. The form, specifications and provisions for repayment of the Bonds shall be set forth in a subsequent resolution of the Board.

Section 7. Consideration of Proposals. The Board shall meet on August 6, 2013, in accordance with the Terms of Proposal, to consider proposals for the purchase of the Bonds and to take whatever actions are necessary for the acceptance or rejection of the proposals.

Adopted July 2, 2013.

PROCEEDINGS OF BOARD OF COUNTY COMMISSIONERS
ST. LOUIS COUNTY, MINNESOTA

235

EXHIBIT A

THE COUNTY HAS AUTHORIZED SPRINGSTED INCORPORATED TO NEGOTIATE THIS ISSUE ON ITS BEHALF. PROPOSALS WILL BE RECEIVED ON THE FOLLOWING BASIS:

TERMS OF PROPOSAL

\$9,565,000*

ST. LOUIS COUNTY, MINNESOTA

GENERAL OBLIGATION CAPITAL IMPROVEMENT REFUNDING BONDS,
SERIES 2013C

(BOOK ENTRY ONLY)

Proposals for the Bonds and the Good Faith Deposit ("Deposit") will be received on Monday, August 5, 2013, until 11:30 A.M., Central Time, at the offices of Springsted Incorporated, 380 Jackson Street, Suite 300, Saint Paul, Minnesota, after which time proposals will be opened and tabulated. Consideration for award of the Bonds will be by the County Board at 10:30 A.M., Central Time, of the following day, Tuesday, August 6, 2013.

SUBMISSION OF PROPOSALS

Springsted will assume no liability for the inability of the bidder to reach Springsted prior to the time of sale specified above. All bidders are advised that each Proposal shall be deemed to constitute a contract between the bidder and the County to purchase the Bonds regardless of the manner in which the Proposal is submitted.

(a) **Sealed Bidding.** Proposals may be submitted in a sealed envelope or by fax (651) 223-3046 to Springsted. Signed Proposals, without final price or coupons, may be submitted to Springsted prior to the time of sale. The bidder shall be responsible for submitting to Springsted the final Proposal price and coupons, by telephone (651) 223-3000 or fax (651) 223-3046 for inclusion in the submitted Proposal.

OR

(b) **Electronic Bidding.** Notice is hereby given that electronic proposals will be received via PARITY[®]. For purposes of the electronic bidding process, the time as maintained by PARITY[®] shall constitute the official time with respect to all Bids submitted to PARITY[®]. *Each bidder shall be solely responsible for making necessary arrangements to access PARITY[®] for purposes of submitting its electronic Bid in a timely manner and in compliance with the requirements of the Terms of Proposal.* Neither the County, its agents nor PARITY[®] shall have any duty or obligation to undertake registration to bid for any prospective bidder or to provide or ensure electronic access to any qualified prospective bidder, and neither the County, its agents nor PARITY[®] shall be responsible for a bidder's failure to register to bid or for any failure in the proper operation of, or

* Preliminary; subject to change.

**PROCEEDINGS OF BOARD OF COUNTY COMMISSIONERS
ST. LOUIS COUNTY, MINNESOTA**

236

have any liability for any delays or interruptions of or any damages caused by the services of PARITY®. The County is using the services of PARITY® solely as a communication mechanism to conduct the electronic bidding for the Bonds, and PARITY® is not an agent of the County.

If any provisions of this Terms of Proposal conflict with information provided by PARITY®, this Terms of Proposal shall control. Further information about PARITY®, including any fee charged, may be obtained from:

PARITY®, 1359 Broadway, 2nd Floor, New York, New York 10018
Customer Support: (212) 849-5000

DETAILS OF THE BONDS

The Bonds will be dated as of the date of delivery, as the date of original issue, and will bear interest payable on June 1 and December 1 of each year, commencing June 1, 2014. Interest will be computed on the basis of a 360-day year of twelve 30-day months.

The Bonds will mature December 1 in the years and amounts* as follows:

2014	\$1,040,000	2016	\$1,565,000	2018	\$1,630,000	2020	\$520,000
2015	\$1,550,000	2017	\$1,595,000	2019	\$1,665,000		

* *The County reserves the right, after proposals are opened and prior to award, to increase or reduce the principal amount of the Bonds or the amount of any maturity in multiples of \$5,000. In the event the amount of any maturity is modified, the aggregate purchase price will be adjusted to result in the same gross spread per \$1,000 of Bonds as that of the original proposal. Gross spread is the differential between the price paid to the County for the new issue and the prices at which the securities are initially offered to the investing public.*

Proposals for the Bonds may contain a maturity schedule providing for a combination of serial bonds and term bonds. All term bonds shall be subject to mandatory sinking fund redemption at a price of par plus accrued interest to the date of redemption scheduled to conform to the maturity schedule set forth above. In order to designate term bonds, the proposal must specify "Years of Term Maturities" in the spaces provided on the Proposal form.

BOOK ENTRY SYSTEM

The Bonds will be issued by means of a book entry system with no physical distribution of Bonds made to the public. The Bonds will be issued in fully registered form and one Bond, representing the aggregate principal amount of the Bonds maturing in each year, will be registered in the name of Cede & Co. as nominee of The Depository Trust Company ("DTC"), New York, New York, which will act as securities depository of the Bonds. Individual purchases of the Bonds may be made in the principal amount of \$5,000 or any multiple thereof of a single maturity through book entries made on the books and records of DTC and its participants. Principal and interest are payable by the registrar to DTC or its nominee as registered owner of the Bonds. Transfer of principal and interest payments to participants of DTC will be the responsibility of DTC; transfer of principal and interest payments to beneficial owners by participants will be the responsibility of such participants and other nominees of beneficial owners. The

**PROCEEDINGS OF BOARD OF COUNTY COMMISSIONERS
ST. LOUIS COUNTY, MINNESOTA**

237

purchaser, as a condition of delivery of the Bonds, will be required to deposit the Bonds with DTC.

REGISTRAR

The County Auditor of the County will serve as registrar.

OPTIONAL REDEMPTION

The Bonds will not be subject to payment in advance of their respective stated maturity dates.

SECURITY AND PURPOSE

The Bonds will be general obligations of the County for which the County will pledge its full faith and credit and power to levy direct general ad valorem taxes. The proceeds will be used to refund in advance of maturity (i) the December 1, 2014 through December 1, 2019 maturities of the County's Capital Improvement Bonds, Series 2004A, dated October 1, 2004; and (ii) the December 1, 2015 through December 1, 2020 maturities of the County's Capital Improvement Bonds, Series 2005A, dated November 22, 2005.

BIDDING PARAMETERS

Proposals shall be for not less than \$9,507,610 plus accrued interest, if any, on the total principal amount of the Bonds.

No proposal can be withdrawn or amended after the time set for receiving proposals unless the meeting of the County scheduled for award of the Bonds is adjourned, recessed, or continued to another date without award of the Bonds having been made. Rates shall be in integral multiples of 1/100 or 1/8 of 1%. The initial price to the public for each maturity must be 98.0% or greater. Bonds of the same maturity shall bear a single rate from the date of the Bonds to the date of maturity. No conditional proposals will be accepted.

GOOD FAITH DEPOSIT

Proposals, regardless of method of submission, shall be accompanied by a Deposit in the amount of \$95,650, in the form of a certified or cashier's check, a wire transfer, or Financial Surety Bond and delivered to Springsted Incorporated prior to the time proposals will be opened. Each bidder shall be solely responsible for the timely delivery of their Deposit whether by check, wire transfer or Financial Surety Bond. Neither the County nor Springsted Incorporated have any liability for delays in the transmission of the Deposit.

Any Deposit made by **certified or cashier's check** should be made payable to the County and delivered to Springsted Incorporated, 380 Jackson Street, Suite 300, St. Paul, Minnesota 55101.

Any Deposit sent via **wire transfer** should be sent to Springsted Incorporated as the County's agent according to the following instructions:

Wells Fargo Bank, N.A., San Francisco, CA 94104
ABA #121000248

**PROCEEDINGS OF BOARD OF COUNTY COMMISSIONERS
ST. LOUIS COUNTY, MINNESOTA**

238

for credit to Springsted Incorporated, Account #635-5007954
Ref: St. Louis County, MN Series 2013C Good Faith Deposit

Contemporaneously with such wire transfer, the bidder shall send an e-mail to bond_services@springsted.com, including the following information; (i) indication that a wire transfer has been made, (ii) the amount of the wire transfer, (iii) the issue to which it applies, and (iv) the return wire instructions if such bidder is not awarded the Bonds.

Any Deposit made by the successful bidder by check or wire transfer will be delivered to the County following the award of the Bonds. Any Deposit made by check or wire transfer by an unsuccessful bidder will be returned to such bidder following County action relative to an award of the Bonds.

If a **Financial Surety Bond** is used, it must be from an insurance company licensed to issue such a bond in the State of Minnesota and pre-approved by the County. Such bond must be submitted to Springsted Incorporated prior to the opening of the proposals. The Financial Surety Bond must identify each underwriter whose Deposit is guaranteed by such Financial Surety Bond. If the Bonds are awarded to an underwriter using a Financial Surety Bond, then that underwriter is required to submit its Deposit to the County in the form of a certified or cashier's check or wire transfer as instructed by Springsted Incorporated not later than 3:30 P.M., Central Time on the next business day following the award. If such Deposit is not received by that time, the Financial Surety Bond may be drawn by the County to satisfy the Deposit requirement.

The Deposit received from the purchaser, the amount of which will be deducted at settlement, will be deposited by the County and no interest will accrue to the purchaser. In the event the purchaser fails to comply with the accepted proposal, said amount will be retained by the County.

AWARD

The Bonds will be awarded on the basis of the lowest interest rate to be determined on a true interest cost (TIC) basis calculated on the proposal prior to any adjustment made by the County. The County's computation of the interest rate of each proposal, in accordance with customary practice, will be controlling.

The County will reserve the right to: (i) waive non-substantive informalities of any proposal or of matters relating to the receipt of proposals and award of the Bonds, (ii) reject all proposals without cause, and (iii) reject any proposal that the County determines to have failed to comply with the terms herein.

BOND INSURANCE AT PURCHASER'S OPTION

The County has **not** applied for or pre-approved a commitment for any policy of municipal bond insurance with respect to the Bonds. If the Bonds qualify for municipal bond insurance and a bidder desires to purchase a policy, such indication, the maturities to be insured, and the name of the desired insurer must be set forth on the bidder's Proposal. The County specifically reserves the right to reject any bid specifying municipal bond insurance, even though such bid may result in the lowest TIC to the County. All costs associated with the issuance and administration of such policy and associated ratings and expenses (other than any independent rating requested by the County) shall be paid by the successful bidder. Failure of the municipal bond insurer to issue the policy after the award of the Bonds shall not constitute cause for failure or refusal by the successful bidder to accept delivery of the Bonds.

**PROCEEDINGS OF BOARD OF COUNTY COMMISSIONERS
ST. LOUIS COUNTY, MINNESOTA**

239

CUSIP NUMBERS

If the Bonds qualify for assignment of CUSIP numbers such numbers will be printed on the Bonds, but neither the failure to print such numbers on any Bond nor any error with respect thereto will constitute cause for failure or refusal by the purchaser to accept delivery of the Bonds. The CUSIP Service Bureau charge for the assignment of CUSIP identification numbers shall be paid by the purchaser.

SETTLEMENT

On or about September 5, 2013, the Bonds will be delivered without cost to the purchaser through DTC in New York, New York. Delivery will be subject to receipt by the purchaser of an approving legal opinion of Fryberger, Buchanan, Smith & Frederick, P.A., Duluth, Minnesota, and of customary closing papers, including a no-litigation certificate. On the date of settlement, payment for the Bonds shall be made in federal, or equivalent, funds that shall be received at the offices of the County or its designee not later than 12:00 Noon, Central Time. Unless compliance with the terms of payment for the Bonds has been made impossible by action of the County, or its agents, the purchaser shall be liable to the County for any loss suffered by the County by reason of the purchaser's non-compliance with said terms for payment.

CONTINUING DISCLOSURE

In accordance with SEC Rule 15c2-12(b)(5), the County will undertake, pursuant to the resolution awarding sale of the Bonds, to provide annual reports and notices of certain events. A description of this undertaking is set forth in the Official Statement. The purchaser's obligation to purchase the Bonds will be conditioned upon receiving evidence of this undertaking at or prior to delivery of the Bonds.

OFFICIAL STATEMENT

The County has authorized the preparation of an Official Statement containing pertinent information relative to the Bonds, and said Official Statement will serve as a nearly final Official Statement within the meaning of Rule 15c2-12 of the Securities and Exchange Commission. For copies of the Official Statement or for any additional information prior to sale, any prospective purchaser is referred to the Financial Advisor to the County, Springsted Incorporated, 380 Jackson Street, Suite 300, Saint Paul, Minnesota 55101, telephone (651) 223-3000.

The Official Statement, when further supplemented by an addendum or addenda specifying the maturity dates, principal amounts and interest rates of the Bonds, together with any other information required by law, shall constitute a "Final Official Statement" of the County with respect to the Bonds, as that term is defined in Rule 15c2-12. By awarding the Bonds to any underwriter or underwriting syndicate submitting a proposal therefor, the County agrees that, no more than seven business days after the date of such award, it shall provide without cost to the senior managing underwriter of the syndicate to which the Bonds are awarded up to 25 copies of the Official Statement and the addendum or addenda described above. The County designates the senior managing underwriter of the syndicate to which the Bonds are awarded as its agent for purposes of distributing copies of the Final Official Statement to each Participating Underwriter. Any underwriter delivering a proposal with respect to the Bonds agrees thereby that if its proposal is accepted by the County (i) it shall accept such designation and (ii) it shall

**PROCEEDINGS OF BOARD OF COUNTY COMMISSIONERS
ST. LOUIS COUNTY, MINNESOTA**

240

enter into a contractual relationship with all Participating Underwriters of the Bonds for purposes of assuring the receipt by each such Participating Underwriter of the Final Official Statement.

Dated July 2, 2013

BY ORDER OF THE COUNTY BOARD

/s/ Kevin Gray
County Administrator

Unanimously adopted July 2, 2013. No. 13-405

BY COMMISSIONER RAUKAR:

**RESOLUTION OF THE BOARD OF COMMISSIONERS OF ST. LOUIS
COUNTY, MINNESOTA, APPROVING OFFICIAL TERMS OF OFFERING
FOR THE ISSUANCE OF GENERAL OBLIGATION CAPITAL
IMPROVEMENT REFUNDING BONDS, SERIES 2013D**

BE IT RESOLVED, by the Board of Commissioners (the "Board") of St. Louis County, Minnesota (the "County"), as follows:

Section 1. The 2010 Bonds. Under and pursuant to the authority contained in Minnesota Statutes, Section 373.40 and Minnesota Statutes, Chapter 475, the County previously issued its \$7,135,000 Taxable General Obligation Capital Improvement Bonds, Series 2010A (Build America Bonds-Direct Pay), dated December 9, 2010 (the "2010 Bonds") to finance certain capital improvements pursuant to the County's Capital Improvement Plan. The Board's resolution authorizing the 2010 Bonds contained an extraordinary redemption provision which permits the County to redeem the outstanding principal of the 2010 Bonds on any date after the occurrence of a Determination of Ineligibility. A Determination of Ineligibility includes four events, one of which is "(iii) the federal government reduces the Build America Bonds direct payment percentage with retroactive applicability to bonds (including the 2010 Bonds) issued prior to the date of the reduction of such direct payment." On about May 13, 2013, the County received a notice from the Department of Treasury, Internal Revenue Service, that the Build America Bonds direct payment amount for the June 1, 2013 interest payment on the 2010 Bonds would be reduced by 8.7%. The County has received the reduced Build America Bonds Direct payment, in the reduced percentage for the 2010 Bonds June 1, 2013 interest payment. The Board hereby finds that the above described Determination of Ineligibility has occurred.

Section 2. Authority. Under and pursuant to the provisions of Minnesota Statutes, Chapter 475 (the "Act") and Section 475.67, Subdivisions 1 through 4 of the Act, the County is authorized to issue and sell its general obligation bonds to refund obligations and the interest thereon before the due date of the obligations, if consistent with covenants made with the holders thereof, when determined by the County to be necessary or desirable for the reduction of debt service cost to the County or for the extension or adjustment of maturities in relation to the resources available for their payment.

Section 3. The Bonds. The Board hereby finds and determines that it is necessary and desirable that in order to reduce debt service costs the County issue, sell and deliver its General Obligation Capital Improvement Refunding Bonds, Series 2013D (the "Bonds"), in the approximate amount of \$6,015,000, to provide for the refunding of the 2013 through 2025 maturities of the 2010 Bonds and payment of the costs of issuance of the Bonds.

**PROCEEDINGS OF BOARD OF COUNTY COMMISSIONERS
ST. LOUIS COUNTY, MINNESOTA**

241

Section 4. Notice of Sale. The County's administrative staff is hereby authorized and directed to work with Springsted Incorporated, financial advisor to the County, and Fryberger, Buchanan, Smith & Frederick, P.A., bond counsel, to solicit proposals and arrange for the sale of the Bonds in substantial compliance with the Terms of Proposal attached hereto as Exhibit A. Each and all of the terms and provisions set forth in the Terms of Proposal are adopted and confirmed as the terms and conditions of the Bonds and the sale thereof. Due to a rapidly changing bond market, the County Auditor, after consulting with the County's financial advisor and bond counsel, is authorized to modify the Terms of Proposal prior to accepting the proposals, including but not limited to rescheduling the sale or cancelling the sale. The proposals shall be received by Springsted Incorporated until 11:30 a.m. central time on August 5, 2013, and consideration for the award of the Bonds will be by the Board at 10:30 a.m. central time on August 6, 2013.

Section 5. Repayment of Bonds. The form, specifications and provisions for repayment of the Bonds shall be set forth in a subsequent resolution of the Board.

Section 6. Consideration of Proposals. The Board shall meet on August 6, 2013, in accordance with the Terms of Proposal, to consider proposals for the purchase of the Bonds and to take whatever actions are necessary for the acceptance or rejection of the proposals.

Adopted: July 2, 2013.

EXHIBIT A

**THE COUNTY HAS AUTHORIZED SPRINGSTED INCORPORATED TO
NEGOTIATE THIS ISSUE ON ITS BEHALF. PROPOSALS WILL BE
RECEIVED ON THE FOLLOWING BASIS:**

TERMS OF PROPOSAL

\$6,015,000*

ST. LOUIS COUNTY, MINNESOTA

**GENERAL OBLIGATION CAPITAL IMPROVEMENT REFUNDING BONDS,
SERIES 2013D**

(BOOK ENTRY ONLY)

Proposals for the Bonds and the Good Faith Deposit ("Deposit") will be received on Monday, August 5, 2013, until 11:30 A.M., Central Time, at the offices of Springsted Incorporated, 380 Jackson Street, Suite 300, Saint Paul, Minnesota, after which time proposals will be opened and tabulated. Consideration for award of the Bonds will be by the County Board at 10:30 A.M., Central Time, of the following day, Tuesday, August 6, 2013.

SUBMISSION OF PROPOSALS

* *Preliminary; subject to change.*

**PROCEEDINGS OF BOARD OF COUNTY COMMISSIONERS
ST. LOUIS COUNTY, MINNESOTA**

242

Springsted will assume no liability for the inability of the bidder to reach Springsted prior to the time of sale specified above. All bidders are advised that each Proposal shall be deemed to constitute a contract between the bidder and the County to purchase the Bonds regardless of the manner in which the Proposal is submitted.

(a) **Sealed Bidding.** Proposals may be submitted in a sealed envelope or by fax (651) 223-3046 to Springsted. Signed Proposals, without final price or coupons, may be submitted to Springsted prior to the time of sale. The bidder shall be responsible for submitting to Springsted the final Proposal price and coupons, by telephone (651) 223-3000 or fax (651) 223-3046 for inclusion in the submitted Proposal.

OR

(b) **Electronic Bidding.** Notice is hereby given that electronic proposals will be received via PARITY[®]. For purposes of the electronic bidding process, the time as maintained by PARITY[®] shall constitute the official time with respect to all Bids submitted to PARITY[®]. *Each bidder shall be solely responsible for making necessary arrangements to access PARITY[®] for purposes of submitting its electronic Bid in a timely manner and in compliance with the requirements of the Terms of Proposal.* Neither the County, its agents nor PARITY[®] shall have any duty or obligation to undertake registration to bid for any prospective bidder or to provide or ensure electronic access to any qualified prospective bidder, and neither the County, its agents nor PARITY[®] shall be responsible for a bidder's failure to register to bid or for any failure in the proper operation of, or have any liability for any delays or interruptions of or any damages caused by the services of PARITY[®]. The County is using the services of PARITY[®] solely as a communication mechanism to conduct the electronic bidding for the Bonds, and PARITY[®] is not an agent of the County.

If any provisions of this Terms of Proposal conflict with information provided by PARITY[®], this Terms of Proposal shall control. Further information about PARITY[®], including any fee charged, may be obtained from:

PARITY[®], 1359 Broadway, 2nd Floor, New York, New York 10018
Customer Support: (212) 849-5000

DETAILS OF THE BONDS

The Bonds will be dated as of the date of delivery, as the date of original issue, and will bear interest payable on June 1 and December 1 of each year, commencing June 1, 2014. Interest will be computed on the basis of a 360-day year of twelve 30-day months.

The Bonds will mature December 1 in the years and amounts* as follows:

2014	\$435,000	2017	\$475,000	2020	\$500,000	2023	\$535,000
2015	\$470,000	2018	\$480,000	2021	\$510,000	2024	\$555,000
2016	\$470,000	2019	\$490,000	2022	\$525,000	2025	\$570,000

* *The County reserves the right, after proposals are opened and prior to award, to increase or reduce the principal amount of the Bonds or the amount of any maturity in multiples of \$5,000. In the event the amount of any maturity is modified, the aggregate purchase price will be adjusted to result in the same gross spread per*

**PROCEEDINGS OF BOARD OF COUNTY COMMISSIONERS
ST. LOUIS COUNTY, MINNESOTA**

243

\$1,000 of Bonds as that of the original proposal. Gross spread is the differential between the price paid to the County for the new issue and the prices at which the securities are initially offered to the investing public.

Proposals for the Bonds may contain a maturity schedule providing for a combination of serial bonds and term bonds. All term bonds shall be subject to mandatory sinking fund redemption at a price of par plus accrued interest to the date of redemption scheduled to conform to the maturity schedule set forth above. In order to designate term bonds, the proposal must specify "Years of Term Maturities" in the spaces provided on the Proposal form.

BOOK ENTRY SYSTEM

The Bonds will be issued by means of a book entry system with no physical distribution of Bonds made to the public. The Bonds will be issued in fully registered form and one Bond, representing the aggregate principal amount of the Bonds maturing in each year, will be registered in the name of Cede & Co. as nominee of The Depository Trust Company ("DTC"), New York, New York, which will act as securities depository of the Bonds. Individual purchases of the Bonds may be made in the principal amount of \$5,000 or any multiple thereof of a single maturity through book entries made on the books and records of DTC and its participants. Principal and interest are payable by the registrar to DTC or its nominee as registered owner of the Bonds. Transfer of principal and interest payments to participants of DTC will be the responsibility of DTC; transfer of principal and interest payments to beneficial owners by participants will be the responsibility of such participants and other nominees of beneficial owners. The purchaser, as a condition of delivery of the Bonds, will be required to deposit the Bonds with DTC.

REGISTRAR

The County Auditor of the County will serve as registrar.

OPTIONAL REDEMPTION

The County may elect on December 1, 2021, and on any day thereafter, to prepay Bonds due on or after December 1, 2022. Redemption may be in whole or in part and if in part at the option of the County and in such manner as the County shall determine. If less than all Bonds of a maturity are called for redemption, the County 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 interests in such maturity to be redeemed. All prepayments shall be at a price of par plus accrued interest.

SECURITY AND PURPOSE

The Bonds will be general obligations of the County for which the County will pledge its full faith and credit and power to levy direct general ad valorem taxes. The proceeds will be used to refund in advance of maturity the December 1, 2014 through December 1, 2025 maturities of the County's Taxable General Obligation Capital Improvement Bonds, Series 2010A (Build America Bonds – Direct Pay), dated December 9, 2010.

BIDDING PARAMETERS

**PROCEEDINGS OF BOARD OF COUNTY COMMISSIONERS
ST. LOUIS COUNTY, MINNESOTA**

244

Proposals shall be for not less than \$5,966,880 plus accrued interest, if any, on the total principal amount of the Bonds.

No proposal can be withdrawn or amended after the time set for receiving proposals unless the meeting of the County scheduled for award of the Bonds is adjourned, recessed, or continued to another date without award of the Bonds having been made. Rates shall be in integral multiples of 1/100 or 1/8 of 1%. The initial price to the public for each maturity must be 98.0% or greater. Bonds of the same maturity shall bear a single rate from the date of the Bonds to the date of maturity. No conditional proposals will be accepted.

GOOD FAITH DEPOSIT

Proposals, regardless of method of submission, shall be accompanied by a Deposit in the amount of \$60,150, in the form of a certified or cashier's check, a wire transfer, or Financial Surety Bond and delivered to Springsted Incorporated prior to the time proposals will be opened. Each bidder shall be solely responsible for the timely delivery of their Deposit whether by check, wire transfer or Financial Surety Bond. Neither the County nor Springsted Incorporated have any liability for delays in the transmission of the Deposit.

Any Deposit made by **certified or cashier's check** should be made payable to the County and delivered to Springsted Incorporated, 380 Jackson Street, Suite 300, St. Paul, Minnesota 55101.

Any Deposit sent via **wire transfer** should be sent to Springsted Incorporated as the County's agent according to the following instructions:

Wells Fargo Bank, N.A., San Francisco, CA 94104
ABA #121000248
for credit to Springsted Incorporated, Account #635-5007954
Ref: St. Louis County, MN Series 2013D Good Faith Deposit

Contemporaneously with such wire transfer, the bidder shall send an e-mail to bond_services@springsted.com, including the following information; (i) indication that a wire transfer has been made, (ii) the amount of the wire transfer, (iii) the issue to which it applies, and (iv) the return wire instructions if such bidder is not awarded the Bonds.

Any Deposit made by the successful bidder by check or wire transfer will be delivered to the County following the award of the Bonds. Any Deposit made by check or wire transfer by an unsuccessful bidder will be returned to such bidder following County action relative to an award of the Bonds.

If a **Financial Surety Bond** is used, it must be from an insurance company licensed to issue such a bond in the State of Minnesota and pre-approved by the County. Such bond must be submitted to Springsted Incorporated prior to the opening of the proposals. The Financial Surety Bond must identify each underwriter whose Deposit is guaranteed by such Financial Surety Bond. If the Bonds are awarded to an underwriter using a Financial Surety Bond, then that underwriter is required to submit its Deposit to the County in the form of a certified or cashier's check or wire transfer as instructed by Springsted Incorporated not later than 3:30 P.M., Central Time on the next business day following the award. If such Deposit is not received by that time, the Financial Surety Bond may be drawn by the County to satisfy the Deposit requirement.

**PROCEEDINGS OF BOARD OF COUNTY COMMISSIONERS
ST. LOUIS COUNTY, MINNESOTA**

245

The Deposit received from the purchaser, the amount of which will be deducted at settlement, will be deposited by the County and no interest will accrue to the purchaser. In the event the purchaser fails to comply with the accepted proposal, said amount will be retained by the County.

AWARD

The Bonds will be awarded on the basis of the lowest interest rate to be determined on a true interest cost (TIC) basis calculated on the proposal prior to any adjustment made by the County. The County's computation of the interest rate of each proposal, in accordance with customary practice, will be controlling.

The County will reserve the right to: (i) waive non-substantive informalities of any proposal or of matters relating to the receipt of proposals and award of the Bonds, (ii) reject all proposals without cause, and (iii) reject any proposal that the County determines to have failed to comply with the terms herein.

BOND INSURANCE AT PURCHASER'S OPTION

The County has **not** applied for or pre-approved a commitment for any policy of municipal bond insurance with respect to the Bonds. If the Bonds qualify for municipal bond insurance and a bidder desires to purchase a policy, such indication, the maturities to be insured, and the name of the desired insurer must be set forth on the bidder's Proposal. The County specifically reserves the right to reject any bid specifying municipal bond insurance, even though such bid may result in the lowest TIC to the County. All costs associated with the issuance and administration of such policy and associated ratings and expenses (other than any independent rating requested by the County) shall be paid by the successful bidder. Failure of the municipal bond insurer to issue the policy after the award of the Bonds shall not constitute cause for failure or refusal by the successful bidder to accept delivery of the Bonds.

CUSIP NUMBERS

If the Bonds qualify for assignment of CUSIP numbers such numbers will be printed on the Bonds, but neither the failure to print such numbers on any Bond nor any error with respect thereto will constitute cause for failure or refusal by the purchaser to accept delivery of the Bonds. The CUSIP Service Bureau charge for the assignment of CUSIP identification numbers shall be paid by the purchaser.

SETTLEMENT

On or about September 5, 2013, the Bonds will be delivered without cost to the purchaser through DTC in New York, New York. Delivery will be subject to receipt by the purchaser of an approving legal opinion of Fryberger, Buchanan, Smith & Frederick, P.A., Duluth, Minnesota, and of customary closing papers, including a no-litigation certificate. On the date of settlement, payment for the Bonds shall be made in federal, or equivalent, funds that shall be received at the offices of the County or its designee not later than 12:00 Noon, Central Time. Unless compliance with the terms of payment for the Bonds has been made impossible by action of the County, or its agents, the purchaser shall be liable to the County for any loss suffered by the County by reason of the purchaser's non-compliance with said terms for payment.

**PROCEEDINGS OF BOARD OF COUNTY COMMISSIONERS
ST. LOUIS COUNTY, MINNESOTA**

246

CONTINUING DISCLOSURE

In accordance with SEC Rule 15c2-12(b)(5), the County will undertake, pursuant to the resolution awarding sale of the Bonds, to provide annual reports and notices of certain events. A description of this undertaking is set forth in the Official Statement. The purchaser's obligation to purchase the Bonds will be conditioned upon receiving evidence of this undertaking at or prior to delivery of the Bonds.

OFFICIAL STATEMENT

The County has authorized the preparation of an Official Statement containing pertinent information relative to the Bonds, and said Official Statement will serve as a nearly final Official Statement within the meaning of Rule 15c2-12 of the Securities and Exchange Commission. For copies of the Official Statement or for any additional information prior to sale, any prospective purchaser is referred to the Financial Advisor to the County, Springsted Incorporated, 380 Jackson Street, Suite 300, Saint Paul, Minnesota 55101, telephone (651) 223-3000.

The Official Statement, when further supplemented by an addendum or addenda specifying the maturity dates, principal amounts and interest rates of the Bonds, together with any other information required by law, shall constitute a "Final Official Statement" of the County with respect to the Bonds, as that term is defined in Rule 15c2-12. By awarding the Bonds to any underwriter or underwriting syndicate submitting a proposal therefor, the County agrees that, no more than seven business days after the date of such award, it shall provide without cost to the senior managing underwriter of the syndicate to which the Bonds are awarded up to 25 copies of the Official Statement and the addendum or addenda described above. The County designates the senior managing underwriter of the syndicate to which the Bonds are awarded as its agent for purposes of distributing copies of the Final Official Statement to each Participating Underwriter. Any underwriter delivering a proposal with respect to the Bonds agrees thereby that if its proposal is accepted by the County (i) it shall accept such designation and (ii) it shall enter into a contractual relationship with all Participating Underwriters of the Bonds for purposes of assuring the receipt by each such Participating Underwriter of the Final Official Statement.

Dated July 2, 2013

BY ORDER OF THE COUNTY BOARD

/s/ Kevin Gray
County Administrator

Unanimously adopted July 2, 2013. No. 13-406

BY COMMISSIONER FORSMAN:

WHEREAS, Bids have been received by the County Auditor for the following combined project:

SP 69-609-032(Low), STPM 6913(210) CP 0009-8236, CSAH 9 (Martin Road) from CSAH 4 (Rice Lake Road) to CSAH 36, (Arnold Road), in Rice Lake Township, length 2.97 miles, and
SP 69-610-006, CP 0010-8237 CSAH 10 (Martin Road) from CSAH 36 (Arnold Road) to CSAH 37 (Jean Duluth Road) in Rice Lake Township, length 2.08 miles;

and

WHEREAS, Bids were opened in the St. Louis County Courthouse, Duluth, MN, on June 20, 2013, and the low responsible bid determined;

**PROCEEDINGS OF BOARD OF COUNTY COMMISSIONERS
ST. LOUIS COUNTY, MINNESOTA**

247

THEREFORE, BE IT RESOLVED, That the St. Louis County Board approves the award on the above project to the low bidder:

<u>LOW BIDDER</u>	<u>ADDRESS</u>	<u>AMOUNT</u>
Northland Constructors of Duluth, LLC	4843 Rice Lake Rd. Duluth, MN 55803	\$4,015,950.25

RESOLVED FURTHER, That the appropriate county officials are authorized to approve the Contractor's Performance Bonds and to execute the bonds and contract for the above listed project payable from:

SP 69-609-032(Low):	Fund 220, Agency 220301, Object 652700	\$2,111,751.46
SP 69-610-006:	Fund 220, Agency 220302, Object 652700	\$1,904,198.79

Unanimously adopted July 2, 2013. No. 13-407

BY COMMISSIONER FORSMAN:

WHEREAS, Bids have been received electronically by the St. Louis County Public Works Department for the following project:

SAP 69-030-027, CP 187071, on various County and County-State Aid Highways within St. Louis County;

and

WHEREAS, Bids were opened on June 27, 2013, and the low responsible bid determined;

THEREFORE, BE IT RESOLVED, That the St. Louis County Board approves the award on the above project to the low bidder:

<u>LOW BIDDER</u>	<u>ADDRESS</u>	<u>AMOUNT</u>
AAA Striping Service Co.	12220 43 rd St. NE St. Michael, MN 55376	\$112,618.70

RESOLVED FURTHER, That the appropriate county officials are authorized to approve the Contractor's Performance Bonds and to execute the bonds and contract for the above listed project payable from Fund 220, Agency 220300, Object 652700.

Unanimously adopted July 2, 2013. No. 13-408

BY COMMISSIONER FORSMAN:

WHEREAS, Bids have been received electronically by the St. Louis County Public Works Department for the following project:

SP 88-070-037, CP 0000-180554 on various County highways within Carlton, Itasca, Lake, Pine and St. Louis Counties;

and

WHEREAS, Bids were opened on June 27, 2013, and the low responsible bid determined;

THEREFORE, BE IT RESOLVED, That the St. Louis County Board approves the award on the above project to the low bidder:

<u>LOW BIDDER</u>	<u>ADDRESS</u>	<u>AMOUNT</u>
Century Fence Co.	14839 Lake Drive P. O. Box 277 Forest Lake, MN 55025	\$997,145.12

RESOLVED FURTHER, That the appropriate county officials are authorized to approve the Contractor's Performance Bonds and to execute the bonds and contract for the above listed project payable from Fund 220, Agency 220299, Object 652700 consisting of:

Federal Funding:	Fund 220, Agency 220299, Object 652700	\$897,430.61
SLC Local Funding:	Fund 200, Agency 203297, Object 652800	\$ 25,776.33

With additional revenue budgeted for expense:

Carlton County:	Fund 220, Agency 220299, Rev. Object 551506	\$ 34,404.08
Itasca County:	Fund 220, Agency 220299, Rev. Object 551522	\$ 19,488.14
Lake County:	Fund 220, Agency 220299, Rev. Object 551508	\$ 13,242.45

**PROCEEDINGS OF BOARD OF COUNTY COMMISSIONERS
ST. LOUIS COUNTY, MINNESOTA**

248

Pine County: Fund 220, Agency 220299, Rev. Object 551549 \$ 6,803.52
Unanimously adopted July 2, 2013. No. 13-409

BY COMMISSIONER FORSMAN:

WHEREAS, Bids have been received electronically by the St. Louis County Public Works Department for the following project:

SAP 69-600-041, CP 4616-121198 on TR 4616 (Lake Vermilion Park Drive) from TH 169 to Lake Vermilion, in Breitung Township;

and

WHEREAS, Bids were opened on June 27, 2013, and the low responsible bid determined;

THEREFORE, BE IT RESOLVED, That the St. Louis County Board approves the award on the above project to the low bidder:

<u>LOW BIDDER</u>	<u>ADDRESS</u>	<u>AMOUNT</u>
Hoover Construction Company	302 South Hoover Rd. Virginia, MN 55792	\$2,592,756.43

RESOLVED FURTHER, That the appropriate county officials are authorized to approve the Contractor's Performance Bonds and to execute the bonds and contract for the above listed project payable from Fund 220, Agency 220254, Object 652700.

Unanimously adopted July 2, 2013. No. 13-410

BY COMMISSIONER FORSMAN:

WHEREAS, Bids have been received electronically by the St. Louis County Public Works Department for the following project:

SAP 69-661-017, CP 173268 (Storm) located on CSAH 61 (North Shore Drive) from 865' SW of Ryan Road to 3420' NE of Stony Point Road in Duluth Township;

and

WHEREAS, Bids were opened on June 27, 2013, and the low responsible bid determined;

THEREFORE, BE IT RESOLVED, That the St. Louis County Board approves the award on the above project to the low bidder:

<u>LOW BIDDER</u>	<u>ADDRESS</u>	<u>AMOUNT</u>
Northland Constructors of Duluth, LLC	4834 Rice Lake Rd. Duluth, MN 55803	\$1,333,568.60

RESOLVED FURTHER, that the appropriate county officials are authorized to approve the Contractor's Performance Bonds and to execute the bonds and contract for the above listed project payable from Fund 225, Agency 173268, Object 52706.

Unanimously adopted July 2, 2013. No. 13-411

BY COMMISSIONER FORSMAN:

WHEREAS, Bids have been received electronically by the St. Louis County Public Works Department for the following project:

SAP 69-667-006, CP 0067-174509 located on CSAH 67 from East Lake Street to CSAH 66 (McNiven Road), in Chisholm;

and

WHEREAS, Bids were opened on June 27, 2013, and the low responsible bid determined;

THEREFORE, BE IT RESOLVED, That the St. Louis County Board approves the award on the above project to the low bidder:

<u>LOW BIDDER</u>	<u>ADDRESS</u>	<u>AMOUNT</u>
Mesabi Bituminous, Inc.	9211 Hwy. 53 Gilbert, MN 55741	\$845,503.20

RESOLVED FURTHER, That the appropriate county officials are authorized to approve

**PROCEEDINGS OF BOARD OF COUNTY COMMISSIONERS
ST. LOUIS COUNTY, MINNESOTA**

249

the Contractor's Performance Bonds and to execute the bonds and contract for the above listed project payable from Fund 220, Agency 220298, Object 652700.
Unanimously adopted July 2, 2013. No. 13-412

BY COMMISSIONER FORSMAN:

WHEREAS, Bids have been received electronically by the St. Louis County Public Works Department for the following project:

SAP 69-599-037, CP 5164-177732 located on TR 5164 between CSAH 133 and end of TR 5164, in Cedar Valley Township;

and

WHEREAS, Bids were opened on June 27, 2013, and the low responsible bid determined;

THEREFORE, BE IT RESOLVED, That the St. Louis County Board approves the award on the above project to the low bidder:

<u>LOW BIDDER</u>	<u>ADDRESS</u>	<u>AMOUNT</u>
Veit & Company, Inc.	1100 West Gary St. Duluth, MN 55808	\$150,492.00

RESOLVED FURTHER, That the appropriate county officials are authorized to approve the Contractor's Performance Bonds and to execute the bonds and contract for the above listed project payable from Fund 220, Agency 220286, Object 652700.

Unanimously adopted July 2, 2013. No. 13-413

BY COMMISSIONER FORSMAN:

WHEREAS, Bids have been received electronically by the St. Louis County Public Works Department for the following project:

SAP 69-631-008, CP 177720 (Storm) located on CSAH 31 in Brookston, MN;

and

WHEREAS, Bids were opened on June 27, 2013, and the low responsible bidder was determined to be over the engineer's estimate by 96.38%;

THEREFORE, BE IT RESOLVED, That the St. Louis County Board rejects all bids for this project and it will be rebid with a 2014 completion date

Unanimously adopted July 2, 2013. No. 13-414

BY COMMISSIONER FORSMAN:

WHEREAS, Bids have been received electronically by the St. Louis County Public Works Department for the following combined projects:

SAP 69-606-023(low), CP 0006-189121; CP 0294-189122; and CP 0692-189123 located on CSAH 6 (Maple Grove Road) from TH 33 to TH 2; CR 294 (Pioneer Road) from CSAH 48 (Lavaque Road) to CSAH 43 (Beaver River Road); and CR 692 from CSAH 43 (Lismore Road) to CSAH 40 (Pioneer Road);

and

WHEREAS, Bids were opened on June 27, 2013, and the lowest responsible bidder was over the engineer's estimate for all combined projects by 18.44%, and for the state aid portion on SAP 69-606-023(low) by 27.64%;

THEREFORE, BE IT RESOLVED, That the St. Louis County Board rejects all bids for this project and it will be rebid as a revised project with a larger scope at a later date.

Unanimously adopted July 2, 2013. No. 13-415

BY COMMISSIONER JEWELL:

WHEREAS, Pursuant to Minnesota Statutes Chapter 273, St. Louis County, through the County Assessor, is generally charged with assessing all real property in the county for real estate tax purposes, except as otherwise provided; and

WHEREAS, Pursuant to Minn. Stat. § 273.05 the City of Hibbing has historically maintained a City Assessor's Office which has assessed all real property in the city for

**PROCEEDINGS OF BOARD OF COUNTY COMMISSIONERS
ST. LOUIS COUNTY, MINNESOTA**

250

real estate tax purposes; and

WHEREAS, Minn. Stat. § 471.59 allows two governmental units, by agreement entered through action of their governing bodies, to jointly exercise any power common to the contracting governmental units; and

WHEREAS, St. Louis County and the City of Hibbing have determined it is mutually beneficial to both parties and to the taxpayers within Hibbing and the county to combine the assessment functions of the city and the county, and to have these functions performed by the County Assessor's Office; and

WHEREAS, Minn. Stat. § 273.072 authorizes the city and the county to enter into a Joint Powers Agreement under Minn. Stat. § 471.59 for the county to provide assessment services to the city for all real property located within the jurisdiction of the City of Hibbing;

THEREFORE, BE IT RESOLVED, that the St. Louis County Board authorizes the appropriate county officials to enter into a joint powers agreement with the City of Hibbing (County Board File No. 59682) for the purpose of providing real property assessment services, at a cost of \$70,000 beginning July 1, 2013 for the remainder of the year and at a cost of \$125,000 for the year beginning January 1, 2014, payment to be deposited in Fund 118001, Agency 552504.

Unanimously adopted July 2, 2013. No. 13-416

BY COMMISSIONER O'NEIL:

WHEREAS, Water is the source of all life, is our most valuable natural resource, and access to clean water is one of our most important human rights; and

WHEREAS, Maintaining and improving water quality is essential to protect public health, quality of life, fisheries, wildlife and watersheds and to ensure abundant opportunities for public recreation and economic development; and

WHEREAS, It is the responsibility of government and all citizens to provide and protect clean water for future generations; and

WHEREAS, Public awareness, ceremony, involvement and active participation in efforts to appreciate, protect, and restore water quality are essential to continued improvement of our water resources; and

WHEREAS, Water is a unifier that brings communities together regardless of culture, color, creed or geographical boundaries; and

WHEREAS, Consumption of clean tap water as an alternative to bottled water is a safe and cost effective practice that is healthier, consumes less energy and reduces plastics in the environment; and

WHEREAS, We are all stewards of water upon which future generations depend and each citizen is called upon to celebrate water, to help protect our source waters from pollution, to practice water conservation and water appreciation;

THEREFORE, BE IT RESOLVED, That the St. Louis County Board of Commissioners hereby proclaims July 6, 2013, as "Water Appreciation Day in St. Louis County", encouraging citizen awareness on the sacred nature of water, the importance of clean water for all forms of life, and to inspire a commitment to stewardship and sustainability now and for future generations.

Unanimously adopted July 2, 2013. No. 13-417

At 2:37 p.m., July 2, 2013, Commissioner Nelson, supported by Commissioner Stuaber, moved to adjourn. The motion passed; seven yeas, zero nays.

Chris Dahlberg, Chair of the Board
of County Commissioners

Attest:

**PROCEEDINGS OF BOARD OF COUNTY COMMISSIONERS
ST. LOUIS COUNTY, MINNESOTA**

251

Donald Dicklich, County Auditor
and Ex-Officio Clerk of the Board
of County Commissioners

(Seal of the County Auditor)

**PROCEEDINGS OF BOARD OF COUNTY COMMISSIONERS
ST. LOUIS COUNTY, MINNESOTA**

252

**OFFICIAL PROCEEDINGS OF THE MEETING
OF THE BOARD OF COUNTY COMMISSIONERS
OF THE COUNTY OF ST. LOUIS, MINNESOTA,
HELD ON JULY 9, 2013**

The Board of County Commissioners of the County of St. Louis, Minnesota, met this 9th day of July 2013, at 9:32 a.m., at the Rice Lake Town Hall, Duluth, Minnesota, with the following members present: Commissioners Frank Jewell, Steve O'Neil, Pete Stauber, Keith Nelson, Steve Raukar, and Vice-Chair Mike Forsman - 6. Absent: Chair Chris Dahlberg - 1.

Vice-Chair Forsman asked for a moment of silence to remember all those who serve and protect our nation including law enforcement, firefighters and military.

The Board acknowledged the efforts of Commissioner O'Neil, who has battling cancer yet continues to attend Board meetings. Commissioners gave Commissioner O'Neil a standing ovation and offered words of encouragement.

As a part of Chair Dahlberg's initiative, "St. Louis County History: People & Places", Commissioner Stauber introduced John Werner, Supervisor / Chair of the Rice Lake Township Board. Mr. Werner discussed the history of Rice Lake Township and current issues Rice Lake Township is facing.

Vice-Chair Forsman then opened the meeting to persons who wanted to address the Board concerning issues not on the agenda, and no one came forth.

Commissioner Stauber, supported by Commissioner Raukar, moved to approve the consent agenda. The motion passed; six yeas, zero nays.

Commissioner Nelson, supported by Commissioner Stauber, moved to direct County Administration and the Land & Minerals Department to develop a comprehensive trails approval policy for any proposed trail over tax-forfeited lands and engages all potential user groups. This policy proposal is to be ready for County Board review and consideration by October 15, 2013. David Montgomery, Chief Administrative Officer for the City of Duluth, discussed Duluth's trail development philosophy and said that the City of Duluth welcomes the opportunity to continue their partnership with St. Louis County in trail development. Commissioner Raukar offered an amendment to add the verbiage "when and where appropriate" to the third whereas; the amendment was accepted. Land Commissioner Mark Weber discussed Standard Operating Procedures and said the Board may want to consider modifying the existing procedure. After further discussion, the motion passed; six yeas, zero nays. Resolution No. 13-445.

Commissioner Raukar, supported by Commissioner Nelson, moved to authorize appropriate county officials to enter into an agreement for five (5) years with Hunt Electric Corporation, of Duluth and Virginia, MN, for miscellaneous electrical services including maintenance, repair, small remodeling and energy savings projects under \$50,000 per service, with a potential total aggregate of \$1,200,000 over the term of the agreement for the period July 9, 2013, through July 9, 2014. Resolution No. 13-298, dated May 14, 2013, is hereby rescinded. Assistant Administrator Gary Eckenberg clarified details of the agreement. The motion passed; six yeas, zero nays. Resolution No. 13-446.

At 10:49 a.m., the County Board recessed into a Committee of the Whole session.

**PROCEEDINGS OF BOARD OF COUNTY COMMISSIONERS
ST. LOUIS COUNTY, MINNESOTA**

253

At 12:49 p.m., the County Board re-convened with the following members present: Commissioners Frank Jewell, Pete Stauber, Keith Nelson, Steve Raukar, and Vice-Chair Mike Forsman - 5. Absent: Commissioner Steve O'Neil and Chair Chris Dahlberg - 2.

Commissioner Nelson, supported by Commissioner Jewell, moved to approve the consent agenda consisting of items passed at the Committee of the Whole meeting. The motion passed; five yeas, zero nays.

The following Board and contract files were created as a result of documents received at this Board meeting:

Kevin Gray, County Administrator, and Ross Litman, Sheriff, submitting Board Letter No. 13-279, Public Safety Innovation Fund Proposal – Female Offender Program Enhancement.—[59685](#)

John Werner, Supervisor/Chair of the Rice Lake Town Board, submitting a map of the township and pictures of various roads located in the township.—[59686](#)

Kevin Gray, County Administrator, and Ann Busche, Director of Public Health and Human Services, submitting Board Letter No. 13-258, Acceptance of Family Homeless Prevention and Assistance Program Grant.—[59687](#)

Kevin Gray, County Administrator, and Barbara Hayden, Director of Planning and Community Development, submitting Board Letter No. 13-274, Establish a Public Hearing to Amend St. Louis County Zoning Ordinance No. 46, Zoning Maps.—[59688](#)

Kevin Gray, County Administrator, and Barbara Hayden, Director of Planning and Community Development, submitting Board Letter No. 13-275, Establish a Public Hearing to Consider Adoption of the Proposed Amendments to St. Louis County Ordinance No. 60, Subdivision Regulations.—[59689](#)

Kevin Gray, County Administrator, and James Foldesi, Public Works Director/Highway Engineer, submitting Board Letter No. 13-264, Property Lease Agreement for Cul-de-Sac on CR 789/Merritt Avenue (Iron Junction).—[59690](#)

Kevin Gray, County Administrator, and Ross Litman, County Sheriff, submitting Board Letter No. 13-273, 2013 St. Louis County Hazard Mitigation Plan.—[59691](#)

Kevin Gray, County Administrator, submitting Board Letter No. 13-280, County Policy for Approval of Trail Projects on Tax Forfeited Lands.—[59692](#)

Kevin Gray, County Administrator, County Auditor Don Dicklich, and County Attorney Mark Rubin submitting Board Letter No. 13-287, Establish Public Hearing to Consider Allegations of Liquor Law Violation – Wilbert Café & El Toro Lounge (Cotton Township).—[59693](#)

Agreement for Professional Services between the County of St. Louis and American Engineering Testing, Inc., Duluth, MN, for Virginia Motor Pool Building Site Soil Borings.—[13-569](#)

**PROCEEDINGS OF BOARD OF COUNTY COMMISSIONERS
ST. LOUIS COUNTY, MINNESOTA**

254

Contract for County-State Aid Highway (CSAH) Project between the County of St. Louis and Infratech, Rogers, MN, for Storm Sewer System Televising and Cleaning on CSAH 12, CSAH 32, & CSAH 90. (Storm WO 161489C).—13-570

Contract for County-State Aid Highway Project between the County of St. Louis and Infratech, Rogers, MN, for Storm Sewer Televising and Cleaning on CSAH 37, CSAH 56, and CASH 91 (Storm WO 161489E).—13-571

Contract for County-State Aid Highway Project between the County of St. Louis and Infratech, Rogers, MN, for Storm Sewer Televising and Cleaning on CSAH 9 (Storm WO 161489G).—13-572

Amendment to Professional Services Agreement, No. 2013-007752, between the County of St. Louis and DSGW Architects, Inc., Duluth, MN, for the Virginia Motor Pool Construction Project.—13-573

Upon motion by Commissioner Stauber, supported by Commissioner Raukar, resolutions numbered 13-418 through 13-444, as submitted to this Board on the consent agenda, were unanimously adopted as follows:

BY COMMISSIONER STAUBER:

RESOLVED, That the official proceedings of the St. Louis County Board of Commissioners for the meeting of June 25, 2013, are hereby approved.
Adopted July 9, 2013. No. 13-418

WHEREAS, The Minnesota Housing Finance Agency has grant funds available through the Family Homeless Prevention and Assistance Program (FHPAP) to nonprofit organizations and counties; and

WHEREAS, St. Louis County has received funding for FHPAP since the 1995-97 biennium; and

WHEREAS, The Minnesota Housing Finance Agency has notified St. Louis County of an award of \$627,750 for the biennium beginning July 1, 2013, and ending June 30, 2015;

THEREFORE, BE IT RESOLVED, That the St. Louis County Board accepts grant funding in the amount of \$627,750 for the Family Homeless Prevention and Assistance Program for the 2013-15 biennium beginning July 1, 2013 through June 30, 2015, with funds to be deposited into Fund 230, Agency 232001, Grant 23204, Grant Year 2013, Object 530701;

RESOLVED FURTHER, That the St. Louis County Board authorizes the Public Health and Human Services Department and St. Louis County Attorney to execute agreements with various community agencies to deliver services funded by the grant, such contracts to be paid from Fund 230, Agency 232001, Grant 23204, Grant Year 2013, Object 607200; and Fund 230, Agency 232001, Grant 23204, Grant Year 2013, Object 629900;

RESOLVED FURTHER, That the 2013 budgeted revenues and expenditures for Fund 230, Agency 232001, Grant 23204, Grant Year 2013, be increased by \$156,937.50 to reflect the first six months' expenditures for the biennial grant.

Adopted July 9, 2013. No. 13-419

WHEREAS, The Minnesota Department of Human Services has published a Request For Proposals to provide health care services to recipients of Medical Assistance and MinnesotaCare in Aitkin, Benton, Carlton, Chisago, Cook, Fillmore, Houston, Isanti, Kittson, Koochiching, Lake, Lake of the Woods, Mahnommen, Marshall, Mille Lacs,

**PROCEEDINGS OF BOARD OF COUNTY COMMISSIONERS
ST. LOUIS COUNTY, MINNESOTA**

255

Mower, Norman, Olmsted, Pennington, Pine, Polk, Red Lake, Roseau, Sherburne, Stearns, Winona and St. Louis Counties; and

WHEREAS, The Minnesota Department of Human Services has requested county evaluations and recommendations regarding the managed care organization proposals from each respective county; and

WHEREAS, Medica, UCare and Blue Plus submitted proposals to provide managed health care services in St. Louis County; and

WHEREAS, Representatives of the St. Louis County Public Health and Human Services Department have reviewed and evaluated the proposals; and

WHEREAS, Based on the evaluation of the proposals, it has been determined that Medica and UCare have submitted proposals suitable to meet the needs in St. Louis County;

THEREFORE, BE IT RESOLVED, That the St. Louis County Board supports the recommendation of Public Health and Human Services in recommending Medica and UCare as the managed care organizations providing managed health care services in St. Louis County.

Adopted July 9, 2013. No. 13-420

WHEREAS, The State of Minnesota, through the Department of Transportation, has requested to purchase the following described state tax forfeited land for the improvement of Trunk Highway 23:

City of Duluth
NLY 30 FT OF LOT 61
FOND DU LAC THIRD STREET DULUTH
Parcel Code: 010-1610-00311

City of Duluth
NLY 30 FT OF WLY 20 FT OF LOT 63
FOND DU LAC THIRD STREET DULUTH
Parcel Code: 010-1610-00321;

and

WHEREAS, Minn. Stat. § 282.01, Subd. 1(a) authorizes the sale of state tax forfeited land to an organized governmental subdivision for any public purpose for which the subdivision is authorized to acquire property; and

WHEREAS, These parcels have been classified as non-conservation land pursuant to Minn. Stat. § 282.01; and

WHEREAS, These parcels have not been withdrawn from sale pursuant to Minn. Stat. §§ 85.012, 92.461, 282.01, Subd. 8, and 282.018, and other statutes that require the withholding of state tax forfeited lands from sale;

THEREFORE, BE IT RESOLVED, That the St. Louis County Board approves the sale of state tax forfeited land to the State of Minnesota for the appraised value of \$500 plus the following fees: administration fee of \$100, 3% assurance fee of \$15, deed fee of \$25, deed tax of \$1.65, and recording fee of \$46; for a total of \$687.65, to be deposited into Fund 240 (Forfeited Tax Fund).

Adopted July 9, 2013. No. 13-421

WHEREAS, St. Louis County supports effective and efficient waste management programs to enhance services to residents and businesses while protecting the environment; and

WHEREAS, St. Louis County requires a contractor to load and haul Class I demolition waste from six (6) specified transfer locations to designated Minnesota Pollution Control Agency landfills for disposal; and

WHEREAS, The haulage service was competitively bid in June 2013, with several bids received;

**PROCEEDINGS OF BOARD OF COUNTY COMMISSIONERS
ST. LOUIS COUNTY, MINNESOTA**

256

THEREFORE, BE IT RESOLVED, That the St. Louis County Board authorizes three-year haulage contracts with Mahkahta Trucking, Inc., Eveleth, Minnesota, and G-Men, Inc., Ely, Minnesota, beginning July 1, 2013, at an estimated annual cost of respectively \$64,660.75 and \$32,416.62, subject to delivery amounts plus possible fuel adjustment charges, payable from Fund 600, Agency 605001, Object 629900.
Adopted July 9, 2013. No. 13-422

WHEREAS, St. Louis County supports effective and efficient waste management programs to enhance services to residents and businesses while protecting the environment; and

WHEREAS, the county collects Class I demolition waste which requires disposal at a Minnesota Pollution Control Agency permitted disposal facility; and

WHEREAS, Environmental Services considers several factors prior to deciding where to direct its demolition waste for disposal, including proximity of the transfer location, tipping fee cost, haulage cost, facility environmental controls, weigh scale availability, haulage road condition, overall site accessibility, permit history and remaining airspace capacity; and

WHEREAS, The department has negotiated a three-year contract with General Waste, Inc., for disposal of Class I demolition waste at its landfill in Keewatin, MN, up to 2,000 tons annually, from waste collected at the Hibbing and, potentially, the Cook transfer stations, at its quoted price of \$17 per ton;

THEREFORE, BE IT RESOLVED, That the St. Louis County Board authorizes the appropriate county officials to enter into a three-year contract with General Waste, Inc. (GW) for disposal of Class I demolition waste delivered by the department from the Hibbing and potentially the Cook transfer stations to the GW landfill in Keewatin, MN, at an estimated annual cost of \$34,000, subject to actual delivery amounts, payable from Fund 600, Agency 605001, Object 629900.
Adopted July 9, 2013. No. 13-423

WHEREAS, Improvements have been made to St. Louis County electronic property records that require updates to the St. Louis County zoning maps; and

WHEREAS, The proposed changes have been reviewed by county staff, city and township officials and the Planning Commission; and

WHEREAS, The St. Louis County Planning Commission held a public hearing on proposed amendments to Ordinance 46, zoning maps; and

WHEREAS, The Planning Commission voted to recommend that the St. Louis County Board adopt the proposed changes to Ordinance 46, zoning maps;

THEREFORE, BE IT RESOLVED, That the St. Louis County Board authorizes a public hearing to be held on Tuesday, August 6, 2013, at 9:40 a.m. at the St. Louis County Courthouse in Duluth, Minnesota, for the purpose of receiving citizen comments on proposed amendments to Ordinance 46, zoning maps.
Adopted July 9, 2013. No. 13-424

WHEREAS, The St. Louis County Planning Commission, on April 11, 2013, initiated proposed amendments to St. Louis County Ordinance No. 60, Subdivision Regulations; and

WHEREAS, The Planning Commission, after soliciting comments for 60 days, held a public hearing regarding the proposed amendments to St. Louis County Ordinance No. 60, Subdivision Regulations on June 13, 2013; and

WHEREAS, The Planning Commission voted to recommend that the St. Louis County Board adopt the proposed amendments;

THEREFORE, BE IT RESOLVED, That a public hearing will be held on Tuesday, August 6, 2013 at 9:35 a.m. at the St. Louis County Courthouse in Duluth, Minnesota, for the purpose of receiving citizen comments on the proposed amendments to Ordinance

**PROCEEDINGS OF BOARD OF COUNTY COMMISSIONERS
ST. LOUIS COUNTY, MINNESOTA**

257

No. 60, Subdivision Regulations.
Adopted July 9, 2013. No. 13-425

RESOLVED, that the appraisal report for sale of timber, numbered Tract 1 as submitted by the Land Commissioner, on file in the Office of the County Auditor, identified as County Board File No. 59590, are approved and the County Auditor is authorized to carry out the recommendation as listed in said appraisal report.
Adopted July 9, 2013. No. 13-426

WHEREAS, The Public Works Department's 2013 equipment budget includes two dump bodies with hydraulic systems, and snow fighting equipment for trucks purchased previously; and

WHEREAS, Towmaster, Inc., of Litchfield, MN, responded with the State of Minnesota contract price for this purchase in the amount of \$212,038.31, plus state sales tax of \$14,577.63, for a total cost of \$226,615.94;

THEREFORE, BE IT RESOLVED, That the St. Louis County Board authorizes the purchase and installation of two dump bodies with hydraulic systems and snow fighting equipment from Towmaster, Inc., of Litchfield, MN, for \$226,615.94, payable from Fund 407, Agency 407001, Object 666300.

Adopted July 9, 2013. No. 13-427

WHEREAS, St. Louis County, Wisconsin Central, Ltd. and the City of Iron Junction have approved the permanent closure of two railroad crossings (DOT No. 251968W & 251990J) in 2012 within Iron Junction, in accordance with St. Louis County Resolution No. 12-570; and

WHEREAS, St. Louis County revoked the county state aid highway status of CSAH 127/Merritt Avenue and Main Street and reassigned this road as CR 789/Merritt Avenue and Main Street in accordance with St. Louis County Resolution No. 12-571; and

WHEREAS, St. Louis County has determined a need to establish a cul-de-sac on CR 789/Merritt Avenue within the railroad right of way to provide an area for traffic to turn around; and

WHEREAS, Wisconsin Central, Ltd. has approved the use of the necessary area of the railroad right of way to be used for a cul-de-sac;

THEREFORE, BE IT RESOLVED, That the St. Louis County Board authorizes the appropriate county officials to execute a property lease agreement, and any amendments approved by the County Attorney's office, with Wisconsin Central, Ltd., a Limited Liability Company under the laws of the State of Illinois, setting forth the terms and conditions for the maintenance of the cul-de-sac area within the railroad right of way as described above.

Adopted July 9, 2013. No. 13-428

RESOLVED, That the appropriate county officials are authorized to enter into an agreement with Fayal Township whereby the county will provide engineering and construction services for redesign and reconstruction of the intersection of County State Aid Highway 96/Ely Lake Drive with Woodlawn Drive East and Park Drive (both Fayal Township roads) as a part of CP 0096-1486 using St. Louis County Local Funds (Fund 200, Agency 203106, Object 652800), with a local lump sum match from Fayal Township in the amount of \$10,000.

Adopted July 9, 2013. No. 13-429

WHEREAS, St. Louis County has applied to the Minnesota Commissioner of Transportation for a grant from the Minnesota State Transportation Fund for Bridge 69A09 construction of project SAP 69-656-017 on CSAH 56/Morris Thomas Road in Hermantown, MN; and

**PROCEEDINGS OF BOARD OF COUNTY COMMISSIONERS
ST. LOUIS COUNTY, MINNESOTA**

258

WHEREAS, The Commissioner of Transportation has given notice that funding for this project is available in the amount of \$733,497.39;

THEREFORE, BE IT RESOLVED, That the St. Louis County Board agrees to the terms and conditions of the grant consistent with Minn. Stat. § 174.50, Subd. 5(3), and will pay any additional amount by which the cost exceeds the estimate, and will return to the Minnesota State Transportation Fund any amount appropriated for the bridge reconstruction but not required;

RESOLVED FURTHER, That the appropriate county officials are authorized to execute a grant agreement with the Minnesota Commissioner of Transportation concerning the above-referenced grant.

Acct 266 Flood Bond Funds: \$733,497.39 Construction

Adopted July 9, 2013. No. 13-430

WHEREAS, St. Louis County has applied to the Minnesota Commissioner of Transportation for a grant from the Minnesota State Transportation Fund for Bridge 69K09 construction of project SAP 69-599-038 on TR 2903 in Rice Lake Township; and WHEREAS, The Commissioner of Transportation has given notice that funding for this project is available in the amount of \$264,539.25;

THEREFORE, BE IT RESOLVED, That the St. Louis County Board agrees to the terms and conditions of the grant consistent with Minn. Stat. §174.50, Subd. 5(3), and will pay any additional amount by which the cost exceeds the estimate, and will return to the Minnesota State Transportation Fund any amount appropriated for the bridge reconstruction but not required;

RESOLVED FURTHER, That the appropriate county officials are authorized to execute a grant agreement with the Minnesota Commissioner of Transportation concerning the above-referenced grant.

Acct 266 Flood Bond Funds: \$264,539.25 Construction

Adopted July 9, 2013. No. 13-431

WHEREAS, St. Louis County has applied to the Minnesota Commissioner of Transportation for a grant from the Minnesota State Transportation Fund for Bridge 69K03 construction of project SAP 69-598-048 on CR 211, Meadowlands Township; and WHEREAS, The Commissioner of Transportation has given notice that funding for this project is available in the amount of \$341,595.00;

THEREFORE, BE IT RESOLVED, That the St. Louis County Board agrees to the terms and conditions of the grant consistent with Minn. Stat. § 174.50, Subd. 5(3), and will pay any additional amount by which the cost exceeds the estimate, and will return to the Minnesota State Transportation Fund any amount appropriated for the bridge reconstruction but not required;

RESOLVED FURTHER, That the appropriate county officials are authorized to execute a grant agreement with the Minnesota Commissioner of Transportation concerning the above-referenced grant.

Acct 266 Flood Bond Funds: \$341,595.00 Construction

Adopted July 9, 2013. No. 13-432

WHEREAS, St. Louis County has applied to the Minnesota Commissioner of Transportation for a grant from the Minnesota State Transportation Fund for Bridge 69K02 construction of project SAP 69-598-049 on CR 192, Van Buren Township; and WHEREAS, The Commissioner of Transportation has given notice that funding for this project is available in the amount of \$136,385.86;

THEREFORE, BE IT RESOLVED, That the St. Louis County Board agrees to the terms and conditions of the grant consistent with Minn. Stat. § 174.50, Subd. 5(3), and will pay any additional amount by which the cost exceeds the estimate, and will return to the Minnesota State Transportation Fund any amount appropriated for the bridge

**PROCEEDINGS OF BOARD OF COUNTY COMMISSIONERS
ST. LOUIS COUNTY, MINNESOTA**

259

reconstruction but not required;

RESOLVED FURTHER, That the appropriate county officials are authorized to execute a grant agreement with the Minnesota Commissioner of Transportation concerning the above-referenced grant.

Acct 266 Flood Bond Funds: \$136,385.86 Construction
Adopted July 9, 2013. No. 13-433

WHEREAS, The FY 2013 Action Plan of the St. Louis County 2010-2014 Consolidated Plan was submitted on March 13, 2013 to the U.S. Department of Housing and Urban Development (HUD) for the FY 2013 Community Development Block Grant (CDBG), HOME Investment Partnerships (HOME), and Emergency Solutions Grant (ESG) programs; and

WHEREAS, The U.S. Department of Housing and Urban Development has approved the FY 2013 Action Plan of the St. Louis County 2010-2014 Consolidated Plan and provided program allocations to St. Louis County of \$1,834,411 for the CDBG program, \$431,357 for the HOME program, and \$124,995 for the 2013 ESG program; and

WHEREAS, The St. Louis County Board approved the CDBG Citizen Advisory Committee recommendation for FY 2013 Community Development Block Grant program awards by Board Resolution No. 13-142 on March 12, 2013; and

WHEREAS, The advisory committee for the Northeast Minnesota HOME Consortium recommends the award of \$481,357 in HOME funding for housing activities identified in the Consolidated Plan in the five-county region; and

WHEREAS, The Planning and Community Development and Public Health and Human Services Departments will conduct a process to allocate the 2013 ESG funding. The process will include county staff and the Heading Home Leadership Council of the St. Louis County Homeless Continuum of Care. A funding recommendation with specific agency projects and awards will be presented for County Board action at a future date. ESG funding supports essential services, homeless prevention activities, and emergency shelter and transitional housing operations;

THEREFORE, BE IT RESOLVED, That the St. Louis County Board accepts the FY 2013 HUD grants and authorizes the St. Louis County Planning and Community Development Director to execute the grant agreements on behalf of St. Louis County, along with all the necessary forms, attachments, addendums, certifications, and subsequent forms to implement the program and complete the agreements between St. Louis County and the U.S. Department of Housing and Urban Development;

RESOLVED FURTHER, That grant funds will be allocated as follows:

\$ 1,834,411	CDBG Grant 2013 to Fund 260
\$ 431,357	HOME Grant 2013 to Fund 270
\$ 124,995	ESG Grant 2013 to Fund 173

RESOLVED FURTHER, That the St. Louis County Board allocates FY 2013 projects from grants, program income and reprogrammed funds and authorizes the Planning and Community Development Director and a representative of the County Attorney to execute agreements for approved projects and that disbursements related to the CDBG subrecipient agreements be made from CDBG Fund 260, HOME agreements from HOME Fund 270, and ESG agreements from ESG Fund 173 according to the following schedule. Funding recommendations for the CDBG Neighborhood Revitalization and ESG Programs will be presented to the County Board at a future date.

**PROCEEDINGS OF BOARD OF COUNTY COMMISSIONERS
ST. LOUIS COUNTY, MINNESOTA**

260

Agency – CDBG, Fund 260

Project	Objective	Outcome	Indicator	Amount
Housing				
AEOA Single Family Housing Rehabilitation	Decent Housing	Sustainability	14 units	300,000
Avinity-LEE Center Rehabilitation	Decent Housing	Sustainability	95 units	35,000
City of Mt. Iron-Mountain Manor Rehabilitation	Decent Housing	Sustainability	39 units	45,000
North St. Louis County Habitat for Humanity	Decent Housing	Accessibility	2 units	20,000
<i>Subtotal</i>				<i>400,000</i>
Economic Development				
NE Entrepreneur Micro-enterprise	Econ Opportunities	Accessibility	10 people	20,000
<i>Subtotal</i>				<i>20,000</i>
Physical Improvement				
Aurora City Infrastructure	Suitable Living	Sustainability	544 people	175,000
Biwabik City Infrastructure	Suitable Living	Sustainability	944 people	75,000
Buhl City Infrastructure	Suitable Living	Sustainability	890 people	75,000
Cook City Wastewater Treatment Facility	Suitable Living	Sustainability	540 people	50,000
Ely City Infrastructure	Suitable Living	Sustainability	646 people	100,000
Floodwood Services and Training	Suitable Living	Accessibility	1 public facility	100,000
Hibbing City Infrastructure	Suitable Living	Sustainability	550 people	85,000
Proctor City Slum and Blight Clearance	Suitable Living	Sustainability	1 unit	5,000
Virginia City Infrastructure	Suitable Living	Sustainability	2,263 people	200,000
St. Louis County Neighborhood Revitalization Program	Suitable Living	Sustainability		207,529
<i>Subtotal</i>				<i>1,072,529</i>
Public Service				
AEOA Homeless Shelter	Suitable Living	Accessibility	126 people	40,000

**PROCEEDINGS OF BOARD OF COUNTY COMMISSIONERS
ST. LOUIS COUNTY, MINNESOTA**

261

AEOA Homeless Youth Services	Suitable Living	Accessibility	50 people	24,000
Advocates for Family Peace Children's Program	Suitable Living	Accessibility	150 people	23,500
Legal Aid Service of NE MN Housing Counseling	Suitable Living	Accessibility	250 people	33,000
Range Transitional Housing	Suitable Living	Accessibility	50 people	43,000
Salvation Army Hibbing Melting Pot Meals Program	Suitable Living	Accessibility	3,100 people	16,500
Salvation Army Virginia Virginia Supper Club Meals Program	Suitable Living	Accessibility	3,600 people	16,500
Sexual Assault Youth Outreach Services	Suitable Living	Accessibility	150 people	23,500
SOAR Career Solutions	Econ Opportunities	Accessibility	30 people	25,000
Subtotal				245,000
Administration	N/A	N/A	1 org	366,882
Total FY 2013 CDBG Program				
Housing			<i>400,000</i>	
Economic Development			<i>20,000</i>	
Physical Improvements			<i>1,072,529</i>	
Public Service			<i>245,000</i>	
Administration			<i>366,882</i>	
Total			2,104,411	

**PROCEEDINGS OF BOARD OF COUNTY COMMISSIONERS
ST. LOUIS COUNTY, MINNESOTA**

262

Agency – HOME Fund 270

FY 2013 HOME Program Northeast Minnesota HOME Consortium	
Project	Amount
AEOA Home Ownership Assistance Program – down payment assistance	124,028
AEOA Home Ownership Assistance Program: owner-occupied rehabilitation – Lake County	60,000
AEOA CHDO Set-Aside: Grand Marais Apartments – rehabilitation	70,000
AEOA CHDO Operating	7,189
KOOTASCA Community Action Home Ownership Assistance Program: down payment assistance	77,627
KOOTASCA Community Action CHDO Operating	7,189
Cook County/Grand Marais EDA Home Ownership Assistance Program: owner-occupied rehabilitation – Cook County	30,000
One Roof Community Housing CHDO Set-Aside: housing development	55,000
One Roof Community Housing CHDO Operating	7,189
St. Louis County Administration	43,135
Total	481,357

Agency-ESG Fund 173

ESG Funding recommendations will be brought to the Board at a future date.

FY 2013 ESG Program – St. Louis County				
Project	Objective	Outcome	Indicator	Amount
Street Outreach	Suitable Living	Accessibility		
Homeless Prevention/Rapid Re-housing	Decent Housing	Affordability		
Emergency Shelter	Suitable Living	Accessibility		
Data Collection – HMIS				
Administration				
Total				124,995

Adopted July 9, 2013. No. 13-434

WHEREAS, St. Louis County has entered into a long term agreement for data communication services with Minnesota Telecommunications, a unit of the Northeast Service Cooperative; and

WHEREAS, Minnesota Telecommunications has developed a separate lease agreement for the space and power the county requires at these sites;

THEREFORE, BE IT RESOLVED, That the St. Louis County Board authorizes a ten year Master Space and Power Lease Agreement with Minnesota Telecommunications at

**PROCEEDINGS OF BOARD OF COUNTY COMMISSIONERS
ST. LOUIS COUNTY, MINNESOTA**

263

facilities in Duluth and Hermantown with the initial rental rates of \$1,187.40/month, payable from Fund 100, Agency 116002, Object 634900;

RESOLVED FURTHER, That the lease rates will be renegotiated periodically thereafter for the life of the data communications agreement with Minnesota Telecommunications with the new rates tied to the Energy Consumer Price Index. The Information Technology Department will build these costs into its budget.

Adopted July 9, 2013. No. 13-435

WHEREAS, St. Louis County has in excess of \$323,363,000 in property to insure; and

WHEREAS, St. Louis County has been purchasing property insurance on a loss limit basis which is less expensive with lower deductibles than a scheduled buildings type of insurance; and

WHEREAS, The current policy expires on July 24, 2013, and St. Louis County received a proposal from the current insurer, Chubb Group of Insurance Companies, through Otis-Magie Insurance Agency of Duluth, MN, to provide coverage at the same terms at a rate of \$0.65 per \$100 of value for the coming year;

THEREFORE, BE IT RESOLVED, That the St. Louis County Board authorizes the purchase of Property and Related Insurance coverage on major structures and equipment, amended contents, and boiler and machinery from Chubb Group of Insurance Companies through Otis-Magie Insurance Agency of Duluth, MN, for the period July 24, 2013 to July 24, 2014 at the annual premium of \$215,254 payable from Fund 720 (Property, Casualty, Liability), Agency 720001 (Property, Casualty, Liability), Object 635100 (Insurance);

RESOLVED FURTHER, That the Purchasing Division is authorized to add or delete county properties to the policy, or increase the base amount on future determination of valuation of county structures during the policy period.

Adopted July 9, 2013. No. 13-436

WHEREAS, The State of Minnesota recently solicited requests for 2014 Capital Appropriations; and

WHEREAS, The Sheriff's Volunteer Rescue Squad Storage and Meeting Space projects in Virginia and Canosia Township meet the criteria and are needed investments included in the St. Louis County 2013-2017 Capital Improvement Plan; and

WHEREAS, The Capital Appropriation would finance up to 50% of the joint project cost, allowing this investment to be made in 2014;

THEREFORE, BE IT RESOLVED, That the St. Louis County Board declares its support for the 2014 Capital Appropriation request of \$837,500 for the St. Louis County Sheriff's Rescue Squad Storage and Meeting Space;

RESOLVED FURTHER, That the St. Louis County Board designates this as its priority bonding project for 2014.

Adopted July 9, 2013. No. 13-437

RESOLVED, That the workers' compensation report of claims by employees for work-related injuries, dated June 28, 2013, on file in the office of the County Auditor, identified as County Board File No. 59592, is hereby received and ratified as payable from Fund 730, Agency 730001.

Adopted July 9, 2013. No. 13-438

RESOLVED, That pursuant to Ordinance No. 28, Section 11, Subdivision 11.06, authorization is hereby granted to Ballz Deep, Inc., d/b/a The Other Place Bar and Grill, Rice Lake Township, to sell/serve outside the designated serving area of the County Liquor License for the date of August 3, 2013, as per application on file in the office of the County Auditor, identified as County Board File No. 59580.

Adopted July 9, 2013. No. 13-439

**PROCEEDINGS OF BOARD OF COUNTY COMMISSIONERS
ST. LOUIS COUNTY, MINNESOTA**

264

RESOLVED, That pursuant to Ordinance No. 28, Section 11, Subdivision 11.06, authorization is hereby approved for the following application to sell/serve outside the designated serving area of the County Liquor License, as per application on file in the office of the County Auditor, identified as County Board File No. 59580.

Kristina Carl d/b/a Saginaw Grand Lake Station, Solway Township, August 16, 2013;

RESOLVED FURTHER, That said license is approved contingent on Solway Township approval.

Adopted July 9, 2013. No. 13-440

WHEREAS, St. Louis County serves as the sponsor of various winter recreational trails that are part of the State of Minnesota Grant-in-Aid Trail System; and

WHEREAS, The construction and maintenance of these trails is funded through the Minnesota Trail Assistance Program Grants issued with the approval of the Minnesota Department of Natural Resources; and

WHEREAS, The Pequaywan Area Snowmobile Club will make application to the Minnesota Trail Assistance Program, and has requested that St. Louis County serve as the local government sponsor for the purchase of trail grooming equipment, identified as Project #0005-13-2C, to be funded by the State of Minnesota Trail Assistance Program and the Federal Recreational Trails Program;

THEREFORE, BE IT RESOLVED, That St. Louis County agrees to sponsor the purchase of trail grooming equipment on behalf of the Pequaywan Area Snowmobile Club;

RESOLVED FURTHER, That the appropriate county officials are authorized to sign grant applications, agreements, and reimbursement claims to the Minnesota Department of Natural Resources for purchase of the trail grooming equipment;

RESOLVED FURTHER, That the appropriate county officials are authorized to sign all easements, licenses, or other instruments associated with the purchase, subject to the approval of the County Attorney.

Adopted July 9, 2013. No. 13-441

WHEREAS, The Duluth International Airport Joint Zoning Board was created by the authority of the Minnesota State Legislature (Minn. Stat. § 360.063, Subd. 3), to adopt, administer, and enforce airport zoning regulations applicable to the airport hazard area pertaining to the location of the airport; and

WHEREAS, At its 2012 organizational meeting, the St. Louis County Board appointed Deputy County Administrator Gary Eckenberg as its alternate representative to the Duluth International Airport Joint Zoning Board, with a term expiring on December 31, 2013 (Resolution No. 12-007); and

WHEREAS, The Duluth International Airport and its immediate surrounding area, is going through numerous changes including a new terminal building, adjoining infrastructure, proposed runway extension and a comprehensive study regarding take-off and landing safety zone changes that can affect existing local zoning ordinances; and

WHEREAS, First District Commissioner Frank Jewell has requested that the County Board consider appointing him to the alternate representative position on the Joint Zoning Board, since the Duluth International Airport is located in his commissioner district, and County Administration is supportive of this change;

THEREFORE, BE IT RESOLVED, That the St. Louis County Board appoints Commissioner Frank Jewell as its alternate representative on the Duluth International Airport Joint Zoning Board, effective immediately, replacing the Deputy County Administrator, with the term expiring on December 31, 2013.

Adopted July 9, 2013. No. 13-442

**PROCEEDINGS OF BOARD OF COUNTY COMMISSIONERS
ST. LOUIS COUNTY, MINNESOTA**

265

WHEREAS, The FEMA Pre-Disaster Mitigation Grant provides funds to assist communities in implementing long term hazard mitigation measures following a disaster declaration; and

WHEREAS, The Disaster Mitigation Act of 2000 requires a mitigation plan for release of Hazard Mitigation Program Grant funds; and

WHEREAS, A period for viewing and receiving public comment was established and completed between November, 2012 and February, 2013;

THEREFORE, BE IT RESOLVED, That the St. Louis County Board adopts the 2013 St. Louis County Hazard Mitigation Plan.

Adopted July 9, 2013. No. 13-443

WHEREAS, The St. Louis County Board approved assigning \$921,378 of savings in the 2012 Jail budget for the purpose of Public Safety Innovation and has approved funding for two proposals totaling \$571,761.33 to date; and

WHEREAS, The Criminal Justice Coordinating Committee continues to meet and work towards solving the complex jail overcrowding problem; and

WHEREAS, The Criminal Justice Coordinating Committee has reviewed and recommended funding for a proposal prepared by Arrowhead Regional Corrections Female Offender Committee for Female Offender Program Enhancement at Duluth Bethel to move women out of the jail earlier in their incarceration time as well as potentially serve additional women; and

WHEREAS, This program will be delivered through a new contract with Arrowhead Regional Corrections for this specific program which includes expanded reporting and evaluation;

THEREFORE, BE IT RESOLVED, That the St. Louis County Board authorizes the appropriate county officials to develop a contract with Arrowhead Regional Corrections for St. Louis County Female Offender Program Enhancement (County Board File No. 59685) and authorizes payment for the 18-month cost of up to \$187,376.40, payable from the Public Safety Innovation assigned fund balance account, Fund 100, Object 311426, to be transferred into Fund 100, Agency 103002, Object 694700, to facilitate payment.

Adopted July 9, 2013. No. 13-444

BY COMMISSIONER NELSON:

WHEREAS, A statutory goal of managing state tax forfeited lands is to return these lands to the property tax rolls; and

WHEREAS, When trail projects are planned for these lands, there may be reductions of land values that can impact future tax capacity; and

WHEREAS, The St. Louis County Board believes that a comprehensive trails approval policy should be developed to ensure that all potential user groups are engaged in any trail development involving tax forfeited lands in St. Louis County, when and where appropriate;

THEREFORE, BE IT RESOLVED, That the St. Louis County Board directs County Administration and the Land & Minerals Department to develop a comprehensive trails approval policy for any proposed trail over tax forfeited lands and engages all potential user groups;

RESOLVED FURTHER, That this policy proposal is to be ready for County Board review and consideration by October 15, 2013.

Unanimously adopted July 9, 2013. No. 13-445

BY COMMISSIONER RAUKAR:

WHEREAS, St. Louis County has the need for the services of qualified electrical professionals for maintenance, repair, small remodeling, and energy savings projects county-wide, valued at less than \$50,000 each; and

**PROCEEDINGS OF BOARD OF COUNTY COMMISSIONERS
ST. LOUIS COUNTY, MINNESOTA**

266

WHEREAS, To increase efficiency, enhance emergency response times, and reduce costs, the county Purchasing Division and Property Management Department have drafted specifications for the electrical services and received four (4) proposals; and
WHEREAS, After review of the proposals, it has been determined Hunt Electric Corporation provided the best services package for the best overall price; and
WHEREAS, This contract for these services would be available for use by all county departments and county wide use has historically averaged \$243,000 annually, with a potential five year total aggregate of \$1,200,000;
THEREFORE BE IT RESOLVED, The St. Louis County Board authorizes the appropriate county officials to enter into an agreement for five (5) years with Hunt Electric Corporation, of Duluth and Virginia, MN, for miscellaneous electrical services including maintenance, repair, small remodeling and energy savings projects under \$50,000 per service, with a potential total aggregate of \$1,200,000 over the term of the agreement for the period July 9, 2013 through July 9, 2014;
RESOLVED FURTHER, That County Board Resolution No. 13-298, dated May 14, 2013, is hereby rescinded.
Unanimously adopted July 9, 2013. No. 13-446

Upon motion by Commissioner Nelson, supported by Commissioner Jewell, resolutions numbered 13-447 through 13-454, as submitted to this Board on a second consent agenda, were unanimously adopted as follows:

BY COMMISSIONER NELSON:

WHEREAS, St. Louis County has applied to the Minnesota Commissioner of Transportation for a grant from the Minnesota State Transportation Fund for culvert replacement and slope repair of project SAP 69-661-017 on County State Aid Highway 61/North Shore Drive in Duluth Township; and
WHEREAS, The Commissioner of Transportation has given notice that funding for this project is available in the amount of \$1,333,568.60;
THEREFORE, BE IT RESOLVED, That the St. Louis County Board agrees to the terms and conditions of the grant consistent with Minn. Stat. § 174.50, Subd. 5(3), and will pay any additional amount by which the cost exceeds the estimate, and will return to the Minnesota State Transportation Fund any amount appropriated for the culvert replacement and slope repair but not required;
RESOLVED FURTHER, That the appropriate county officials are authorized to execute a grant agreement with the Minnesota Commissioner of Transportation concerning the above-referenced grant.

Acct 266 Flood Bond Funds: \$1,333,568.60 Construction

Adopted July 9, 2013. No. 13-447

RESOLVED, That the St. Louis County Board approves the applications for abatements, correction of assessed valuations and taxes plus penalty and interest, and any additional accrual, identified in County Board File No. 59577.
Adopted July 9, 2013. No. 13-448

WHEREAS, The St. Louis County Property Management Team has reviewed the free conveyance request made by Fairbanks Township for county fee land to be used for public purposes and does not object to this conveyance and use. Said property is legally described as follows:

Beginning at a point thirty-three (33) feet west of the northeast corner of the Southeast quarter of the Southwest quarter (SE ¼ of SW ¼) of Section thirty-four (34), Township Fifty-six (56) North, Range Twelve (12) West; thence south and parallel to the north and south quarter line of said Section 34, a distance of 417.4 feet, thence west 208.7 feet,

**PROCEEDINGS OF BOARD OF COUNTY COMMISSIONERS
ST. LOUIS COUNTY, MINNESOTA**

267

thence north and parallel to the north and south quarter line a distance of 417.4 feet; thence east 208.7 feet, to the point of beginning;

THEREFORE, BE IT RESOLVED, That the St. Louis County Board authorizes the appropriate county officials to execute the necessary documents to transfer county fee land for public use to Fairbanks Township, pursuant to Minn. Stat. § 465.035. A \$500 land transfer administrative fee will be paid by Fairbanks Township directed into Fund 100, Agency 128014, Object 583100.

Adopted July 9, 2013. No. 13-449

WHEREAS, Review of current vacancies in Environmental Health Specialist Supervisor and Solid Waste Intermediate positions has determined that a reallocation to a Planner I would improve the department's abilities to upgrade local recycle programs, improve data management programs, and improve overall program oversight; and

WHEREAS, County Board approval is required because one 0.5 FTE of this reallocation is more than three pay grades below the proposed reallocation class;

THEREFORE, BE IT RESOLVED, That the St. Louis County Board approves the reallocation of a 0.5 FTE Environmental Health Specialist Supervisor (Pay Grade 24) and a 0.5 FTE Solid Waste Worker Intermediate (Pay Grade 9) to a Planner I (Pay Grade 20) position in the Environmental Services Department, to be accounted for in Fund 600, Agency 601003, Object 610100.

Adopted July 9, 2013. No. 13-450

WHEREAS, The Minnesota Department of Transportation is working on completion of permanent tower sites for the Public Safety Communications Allied Radio Matrix for Emergency Response (ARMER) network; and

WHEREAS, St. Louis County will be able to complete the ARMER project by the end of 2014;

THEREFORE, BE IT RESOLVED, That the St. Louis County Board authorizes the transfer and expenditure of funds for the purchase of equipment for the Allied Radio Matrix for Emergency Response (ARMER) system in the amount of \$569,063 currently in Fund 100, Agency 999999, Object 311047, to Fund 100, Agency 136001, Objects 629900 and 665900.

Adopted July 9, 2013. No. 13-451

RESOLVED, That a public hearing will be held at 9:45 a.m. on Tuesday, August 13, 2013, in the Fredenberg Town Hall, Duluth, Minnesota, for the consideration of liquor law violation allegations, sale to minor on June 18, 2013, and, if proven, the suspension or revocation of the liquor licenses issued to Wilbert, Inc., d/b/a Wilbert Café & El Toro Lounge, Cotton Township, and/or the imposition of civil penalties for the violation.

Adopted July 9, 2013. No. 13-452

WHEREAS, bids have been received electronically by St. Louis County Public Works Department for the following project:

SP 69-613-037, WO 162555 (Storm) on CSAH 13 (Midway Road) from CSAH 73 (Old Hwy 61) to TH 2 in Hermantown, MN, length 5.03 miles;

and

WHEREAS, Bids were opened on July 1, 2013, and the low responsible bid determined; THEREFORE, BE IT RESOLVED, That the St. Louis County Board approves the award on the above project to the low bidder, contingent upon receiving DBE clearance from the MNDOT Office of Civil Rights:

<u>LOW BIDDER</u>	<u>ADDRESS</u>	<u>AMOUNT</u>
Utility Systems of America, Inc.	P.O. Box 706 Eveleth, MN 55734	\$343,555.00

RESOLVED FURTHER, That the appropriate county officials are authorized to approve

**PROCEEDINGS OF BOARD OF COUNTY COMMISSIONERS
ST. LOUIS COUNTY, MINNESOTA**

268

the Contractor's Performance Bonds and to execute the bonds and contract for the above listed project payable from Fund 225, Agency 162555, Object 652706.
Adopted July 9, 2013. No. 13-453

WHEREAS, All increases in original governmental funds revenue and expenditure budgets require County Board approval; and

WHEREAS, Departments anticipate being notified of additional revenues throughout the year and need approval to increase revenue and expenditure budgets; and

WHEREAS, Proposed budget adjustments are levy neutral;

THEREFORE, BE IT RESOLVED, That the St. Louis County Board authorizes the following budget changes:

1. In the Aid to Other Agencies budget, carry forward from 2012 to 2013 the land apportionment funds which were transferred to Camp Esquagama (per Resolution No. 13-165) (\$51,176.42).
2. Increase the Assessor's FTE complement by one Principal Appraiser and two Real Estate Appraiser II positions at an estimated cost of \$76,117.62 for five months in 2013. This will be funded by an increase in Assessor's revenue of \$70,000, per the Joint Powers Agreement with the City of Hibbing for assessment services (Resolution No. 13-416), with the remaining \$6,117.62 to be transferred from fund balance (\$76,117.62).
3. Use of general fund parking fund balance to increase Property Management's budget for blacktop repairs to the upper Green Lot in downtown Duluth (\$15,306.85).
4. Increase Sheriff's revenue and expense budgets to match actual revenues received for meth-related overtime reimbursed through Northeast Law Enforcement Administrator's Council (NLEAC) (\$3,790.44).
5. Increase Radio Maintenance expense and revenue budget for the State Homeland Security Program (\$12,000.00).
6. Transfer Mine Inspector budget from personnel to operating to cover expense associated with move to the Northland Office Center, Virginia (\$24,660.04).
7. Use of Attorney Trust Accounts-Victim/Witness fund balance to purchase a newspaper subscription for victim/witness lounge (\$122.20).
8. Use of Attorney Trust Accounts-Victim/Witness fund balance to purchase parking passes for victims of crime who have little or no means to pay for parking meters, so they can attend trial (\$100.00).
9. Use of Boundary Waters Drug Task Force forfeiture fund balance to update equipment (\$60,000.00).
10. Increase expense and revenue budget estimates in Emergency Shelter Grant to match actual award (\$19,995.00).
11. Add estimated 2013 revenue and expense budget to the Sheriff's Office drug buy fund (\$25,000.00).
12. Increase miscellaneous revenue and administrative expense budget in HOME Grant for unbudgeted subordination fees charged to clients (\$400.00).
13. Increase revenue and expense budget for Northern Lights Express to reflect additional federal funds received for this project (\$27,792.28).
14. Increase revenue and expense budget in Capital Projects fund to reflect refund received for returning a steam meter to the City of Virginia (\$10.00).
15. Use of Motor Pool fund balance for Duluth Motor Pool exterior restorations (\$17,450.00).
16. Use of Motor Pool fund balance to fund asbestos removal at Duluth Motor Pool (\$12,680.00).
17. Per Resolution No. 13-40 authorizing St. Louis County to enter into an agreement with Lake, Cook, Koochiching, Aitkin, Itasca, and Carlton counties for the hosting and staffing of a regional Electronic Document Management System, increase the

**PROCEEDINGS OF BOARD OF COUNTY COMMISSIONERS
ST. LOUIS COUNTY, MINNESOTA**

269

Department of Information Technology FTE complement by one Technical Services Analyst II, and establish the revenue and expense budget for this position as part of the regional services for the remainder of 2013 (\$30,108.26).

Adopted July 9, 2013. No. 13-454

At 12:50 p.m., July 9, 2013, Commissioner Jewell, supported by Commissioner Raukar, moved to adjourn. The motion passed; five yeas, zero nays.

Mike Forsman, Vice-Chair of the Board
of County Commissioners

Attest:

Donald Dicklich, County Auditor
and Ex-Officio Clerk of the Board
of County Commissioners

(Seal of the County Auditor)

**PROCEEDINGS OF BOARD OF COUNTY COMMISSIONERS
ST. LOUIS COUNTY, MINNESOTA**

270

**OFFICIAL PROCEEDINGS OF THE MEETING
OF THE BOARD OF COUNTY COMMISSIONERS
OF THE COUNTY OF ST. LOUIS, MINNESOTA,
HELD ON JULY 30, 2013**

The Board of County Commissioners of the County of St. Louis, Minnesota, met this 30th day of July 2013, at 9:33 a.m., at the Floodwood City Hall, Floodwood, Minnesota, with the following members present: Commissioners Frank Jewell, Mike Forsman, Pete Stauber, Keith Nelson, Steve Raukar, and Chair Chris Dahlberg - 6. Absent: - 0. Second District Seat: Vacant - 1.

Chair Dahlberg asked for a moment of silence for all those who serve our country and for those who pay the ultimate sacrifice. Chair Dahlberg also asked for a special remembrance for St. Louis County Corrections Officer Todd Nelson who died recently as the result of an auto accident.

As a part of Chair Dahlberg's initiative, "St. Louis County History: People & Places", Commissioner Raukar introduced Floodwood Mayor, Jeff Kletscher. Mayor Kletscher welcomed the County Board to Floodwood and introduced local artist Kellie Rae Thiess. Ms. Thiess gave a brief history of Floodwood and discussed a mural she painted representing the early history of Floodwood Township.

Chair Dahlberg opened the meeting to persons who wanted to address the Board concerning issues not on the agenda. Jim Hofsommer of Markham, MN, spoke to the Board regarding St. Louis County Ordinance 55 (Individual Sewage Treatment Systems).

At 9:55 a.m., a public hearing was conducted pursuant to Resolution No. 13-393, adopted July 2, 2013, to consider penalties and/or suspension of liquor license for a liquor law violation by A. P. Inc. d/b/a A. P. Liquor, Gnesen Township. County Attorney Mark Rubin submitted a packet to the Board that included the resolution for the public hearing, required notices, and an affidavit of mailing. County Attorney Rubin explained that an agreement with Adam Riesland had been established prior to the board meeting. County Attorney Rubin read the agreement. Chair Dahlberg opened the floor up for public comment and no one chose to do so. At 10:02 a.m., Commissioner Nelson, supported by Commissioner Raukar, moved to close the public hearing; six yeas, zero nays.

Commissioner Nelson, supported by Commissioner Raukar, moved that Off-Sale Intoxicating Liquor License No. OFSL1427, issued to A. P. Inc. d/b/a A. P. Liquor, Gnesen Township, shall be suspended for ten (10) days and a \$1,000.00 civil penalty shall be assessed. Nine (9) days of the suspension and \$1,000.00 of the civil penalty shall be stayed for one year with no same or similar violations during that period. The date of the one-day suspension will be August 5, 2013. That a new violation within the next year (ending July 30, 2014) will result in the imposition of the remainder of the suspension and civil penalty, and may also be cause for additional action against the liquor license of the licensee pursuant to St. Louis County Ordinance Number 28, Section 13. The motion passed; six yeas, zero nays. Resolution No. 13-464.

Commissioner Raukar, supported by Commissioner Jewell, moved to approve the consent agenda. The motion passed; six yeas, zero nays.

Commissioner Raukar, supported by Commissioner Jewell moved to withdraw the resolution authorizing a wheelage tax. Commissioner Nelson, supported by Commissioner Forsman, moved that the St. Louis County Board authorize the imposition of a wheelage tax as provided for in the Minnesota State Legislature's 2013

**PROCEEDINGS OF BOARD OF COUNTY COMMISSIONERS
ST. LOUIS COUNTY, MINNESOTA**

271

Transportation Appropriation Bill (Chapter 117, Article 3, Section 4), of \$10 for the year 2014 and subsequent years thereafter, on each motor vehicle, except those specifically exempted by law, which is kept in St. Louis County when not in operation, and which is subject to taxation and registration under Chapter 168. A recess was taken from 10:19 a.m. to 10:28 a.m. After discussion with County Attorney Mark Rubin, Chair Dahlberg called for a vote regarding the motion made by Commissioner Raukar, supported by Commissioner Jewell, to withdraw the resolution authorizing a wheelage tax. A role-call vote was taken and the motion to withdraw the resolution authorizing a wheelage tax passed; five yeas, one nay (Nelson). A recess was taken from 11:22 a.m. to 11:30 a.m. After further discussion, Commissioner Nelson, supported by Commissioner Forsman, withdrew the motion authorizing the imposition of a wheelage tax.

Commissioner Nelson, supported by Commissioner Stauber, moved to suspend the rules to offer a substitute wheelage tax resolution. The motion passed; six yeas, zero nays.

Commissioner Nelson, supported by Commissioner Forsman, moved that the St. Louis County Board does not support implementation of a wheelage tax at this time. After further discussion, the motion passed; six yeas, zero nays. Resolution No. 13-465.

Commissioner Jewell, supported by Commissioner Forsman, moved to suspend the rules to adopt a resolution declaring a vacancy in the office of County Commissioner for the Second District. The motion passed; six yeas, zero nays.

Commissioner Jewell, supported by Commissioner Nelson, moved that the St. Louis County Board, acting pursuant to its authority found in Minn. Stat. § 375.101 and other relevant statutes and law, does hereby direct that a vacancy exists in the County Commissioner seat for the Second District. The motion passed; six yeas, zero nays. Resolution No. 13-466.

Commissioner Jewell, supported by Commissioner Raukar, moved to suspend the rules to schedule a special election to fill the vacancy seat for Second District County Commissioner. The motion passed; six yeas, zero nays.

Commissioner Jewell, supported by Commissioner Forsman, moved that the St. Louis County Board, acting pursuant to its authority found in Minn. Stat. § 375.101 and other relevant statutes and law, does hereby direct:

1. That a vacancy exists in the County Commissioner seat for the Second District and a special election to fill that vacancy is needed, said election to be held in the Second District on December 31, 2013.
2. That a special primary, if necessary, for the nomination of candidates for the office be held in the Second District on November 5, 2013.
3. That affidavits and petitions of candidacy be filed with the St. Louis County Auditor from 8:00 a.m. on August 20, 2013, until 5:00 p.m. on September 3, 2013. The last day to withdraw as a candidate shall be on September 5, 2013, at 5:00 p.m.
4. If a special primary is needed, absentee voting shall commence on September 20, 2013.
5. The canvass of any special primary results shall occur on November 6, 2013.
6. That absentee voting for the special election shall commence on November 15, 2013.
7. That the canvass of the special election results shall occur on January 2, 2014. Thereupon, an election certificate shall be issued and the new Board member shall be sworn into office.

**PROCEEDINGS OF BOARD OF COUNTY COMMISSIONERS
ST. LOUIS COUNTY, MINNESOTA**

272

8. That proper notices of this special election and any special primary needed be given, that the nomination and election of candidates be conducted and that all things pertaining there to be done as provided by relevant Minnesota law.

St. Louis County Auditor Don Dicklich and St. Louis County Attorney Rubin discussed the applicable state statutes and special election calendar. A recess was taken from 11:47 a.m. to 11:49 a.m. Commissioner Raukar offered an amendment to change the special election date to January 7, 2014. After further discussion, Commissioner Raukar withdrew the amendment and offered an amendment to change the special election date to January 14, 2014. After further discussion, the amended motion passed; six yeas, zero nays. Resolution No. 13-467.

Commissioner Jewell, supported by Commissioner Nelson, moved to suspend the rules to schedule a public hearing to consider an appointment to temporarily fill the vacant Second District County Commissioner seat. The motion passed; six yeas, zero nays.

Commissioner Nelson, supported by Commissioner Stauber, moved that the St. Louis County Board, acting pursuant to its authority found in Minn. Stat. § 375.101 and other relevant statutes and law, does hereby direct: that a public hearing to consider an interim appointment to the vacant seat will be held on August 13, 2013, at 9:50 a.m. in the Fredenberg Town Hall, Duluth, MN. Notice of this public hearing shall be given consistent with the notice requirements for a special meeting of the County Board as defined in Minn. Stat. § 13D.04, Subd. 2. At the public hearing, the Board will invite public testimony from persons residing in the Second District relating to the qualifications of prospective appointees to fill the vacancy. Before making an appointment, the Board will notify public officials in the Second District of the appointment, including Duluth City Council members, and will enter into the record at the board meeting in which the appointment is made, the names and addresses of the public officials notified.

Commissioner Nelson offered an amendment to move the location of the public hearing from Fredenberg Town Hall to the St. Louis County Courthouse. After further discussion, Commissioner Raukar called for the question: five yeas, one nay (Dahlberg). Resolution No. 13-469.

The motion to schedule a public hearing to consider an appointment to temporarily fill the vacant Second District County Commissioner seat passed; four yeas, two nays (Jewell, Raukar). Resolution No. 13-468.

The following Board and Contract files were created as a result of documents received at this Board meeting:

Kevin Gray, County Administrator, and James Foldesi, Public Works Director/Highway Engineer, submitting Board Letter No. 13-290, Resolution on a Wheelage Tax Authorization for St. Louis County.—59694

Kevin Gray, County Administrator, and Mark Rubin, County Attorney, submitting Board Letter No. 13-318, Second District Seat Vacancy.—59695

Kevin Gray, County Administrator, and Mark Rubin, County Attorney, submitting Board Letter No. 13-319, Second District Special Election.—59696

**PROCEEDINGS OF BOARD OF COUNTY COMMISSIONERS
ST. LOUIS COUNTY, MINNESOTA**

273

Kevin Gray, County Administrator, and Mark Rubin, County Attorney, submitting Board Letter No. 13-320, Schedule a Public Hearing on Temporary Appointment to Second District Seat.—59697

County Board Meeting Location Change for August 13, 2013 (Resolution No. 13-469).—59698

Local Artist Kellie Rae Theiss, Floodwood, MN, comments from her presentation as Commissioner Raukar's "St. Louis County: People & Places".—59699

Northeast Minnesota Home Consortium Joint Powers Agreement Amendment No. 1 between the Counties of St. Louis, Koochiching, Itasca, Lake and Cook to provide Consortium membership and HOME Program eligibility within the City of Squaw Lake and the Township of Bearville.—13-574

Agreement for Professional Services between the County of St. Louis and Architectural Resources, Inc., Hibbing, MN, for Hibbing Courthouse Attorneys' Office Security Doors and Counter.—13-575

Group Residential Housing Rate Agreement No. 51679 between the St. Louis County Board of Commissioners and Lakeview Residence.—13-576

Group Residential Housing Rate Agreement No. 51661 between the St. Louis County Board of Commissioners and Ruth Polling.—13-577

Group Residential Housing Rate Agreement No. 51681 between the St. Louis County Board of Commissioners and Joy Rankin.—13-578

Group Residential Housing Rate Agreement No. 51664 between the St. Louis County Board of Commissioners and Arleen and Jeffrey Zapp.—13-579

Group Residential Housing Rate Agreement No. 51680 between the St. Louis County Board of Commissioners and Claudette Lentz d/b/a Lentz Adult Foster Home. —13-580

Group Residential Housing Rate Agreement No. 51678 between the St. Louis County Board of Commissioners and Sherri Kangas and Daniel Kangas d/b/a Home, Home on the Range.—13-581

Group Residential Housing Rate Agreement No. 51677 between the St. Louis County Board of Commissioners and Rita Vidal and Jose Vidal.—13-582

Group Residential Housing Rate Agreement No. 51666 between the St. Louis County Board of Commissioners and Lee Foster Care - HND.—13-583

Group Residential Housing Rate Agreement No. 51667 between the St. Louis County Board of Commissioners and Lee Foster Care - Lakeside.—13-584

Group Residential Housing Rate Agreement No. 51668 between the St. Louis County Board of Commissioners and Lee Foster Care - White House.—13-585

**PROCEEDINGS OF BOARD OF COUNTY COMMISSIONERS
ST. LOUIS COUNTY, MINNESOTA**

274

Group Residential Housing Rate Agreement No. 51696 between the St. Louis County Board of Commissioners and Gayle Koop.—[13-586](#)

Group Residential Housing Rate Agreement No. 51686 between the St. Louis County Board of Commissioners and Expanding Horizons - 1222.—[13-587](#)

Group Residential Housing Rate Agreement No. 51687 between the St. Louis County Board of Commissioners and Expanding Horizons - 1222 ½.—[13-588](#)

Group Residential Housing Rate Agreement No. 51688 between the St. Louis County Board of Commissioners and Expanding Horizons - Chester Bowl.—[13-589](#)

Group Residential Housing Rate Agreement No. 51689 between the St. Louis County Board of Commissioners and Expanding Horizons - Endion.—[13-590](#)

Group Residential Housing Rate Agreement No. 51690 between the St. Louis County Board of Commissioners and Expanding Horizons - Heights.—[13-591](#)

Group Residential Housing Rate Agreement No. 51691 between the St. Louis County Board of Commissioners and Expanding Horizons - Observation.—[13-592](#)

Group Residential Housing Rate Agreement No. 51692 between the St. Louis County Board of Commissioners and Expanding Horizons - Robin.—[13-593](#)

Group Residential Housing Rate Agreement No. 51693 between the St. Louis County Board of Commissioners and Expanding Horizons - Robin.—[13-594](#)

Addendum to Home and Community-Based Waiver Services Contract No. 14904A between the St. Louis County Board of Commissioners and Steven C. Domagala, RN.—[13-595](#)

Addendum to Home and Community-Based Waiver Services Contract No. 14626C between the St. Louis County Board of Commissioners and Lakeview Residence, Inc.—[13-596](#)

Addendum to Home and Community-Based Waiver Services Contract No. 14630D between the St. Louis County Board of Commissioners and Ecumen d/b/a Lakeshore "The Shores".—[13-597](#)

Addendum to Home and Community-Based Waiver Services Contract No. 14929A between the St. Louis County Board of Commissioners and Ruth Polling.—[13-598](#)

Addendum to Home and Community-Based Waiver Services Contract No. 14564E between the St. Louis County Board of Commissioners and L & M Opportunities, Inc.—[13-599](#)

Addendum to Home and Community-Based Waiver Services Contract No. 14580B between the St. Louis County Board of Commissioners and Rainy River Waivered Services, Inc.—[13-600](#)

**PROCEEDINGS OF BOARD OF COUNTY COMMISSIONERS
ST. LOUIS COUNTY, MINNESOTA**

275

Addendum to Home and Community-Based Waiver Services Contract No. 14930A between the St. Louis County Board of Commissioners and Christy M. Martin, RN.—13-601

Addendum to Home and Community-Based Waiver Services Contract No. 15006A between the St. Louis County Board of Commissioners and Joy Rankin.—13-602

Addendum to Home and Community-Based Waiver Services Contract No. 14531E between the St. Louis County Board of Commissioners and Andrea's Home Care, LLC.—13-603

Addendum to Home and Community-Based Waiver Services Contract No. 14593C between the St. Louis County Board of Commissioners and Claudette Lentz Adult Foster Home. —13-604

Addendum to Home and Community-Based Waiver Services Contract No. 14714D between the St. Louis County Board of Commissioners and Sherri Kangas and Daniel Kangas d/b/a Home, Home on the Range, Alternative Senior Living.—13-605

Addendum to Home and Community-Based Waiver Services Contract No. 14717C between the St. Louis County Board of Commissioners and Rita Vidal and Jose Vidal.—13-606

Addendum to Home and Community-Based Waiver Services Contract No. 14927A between the St. Louis County Board of Commissioners and Lee Foster Care, LLC.—13-607

Addendum to Home and Community-Based Waiver Services Contract No. 15023A between the St. Louis County Board of Commissioners and Gayle Koop.—13-608

Addendum to Home and Community-Based Waiver Services Contract No. 14790B between the St. Louis County Board of Commissioners and Jonathan H. Koop and Gayle L. Koop.—13-609

Addendum to Home and Community-Based Waiver Services Contract No. 14666F between the St. Louis County Board of Commissioners and Expanding Horizons, Inc.—13-610

Addendum to Home and Community-Based Waiver Services Contract No. 14659E between the St. Louis County Board of Commissioners and Duluth Regional Care Center, Inc.—13-611

Addendum to Home and Community-Based Waiver Services Contract No. 14621D between the St. Louis County Board of Commissioners and Community Connection of Minnesota, Inc.—13-612

Group Residential Housing Rate Agreement No. 51621 between the St. Louis County Board of Commissioners and Duluth Regional Care Center, Inc. – South Grove.—13-613

**PROCEEDINGS OF BOARD OF COUNTY COMMISSIONERS
ST. LOUIS COUNTY, MINNESOTA**

276

Group Residential Housing Rate Agreement No. 51622 between the St. Louis County Board of Commissioners and Duluth Regional Care Center, Inc. – Triggs.—[13-614](#)

Group Residential Housing Rate Agreement No. 51623 between the St. Louis County Board of Commissioners and Duluth Regional Care Center, Inc. – Triplex, Apartment 1.—[13-615](#)

Group Residential Housing Rate Agreement No. 51624 between the St. Louis County Board of Commissioners and Duluth Regional Care Center, Inc. – Triplex, Apartment 2.—[13-616](#)

Group Residential Housing Rate Agreement No. 51625 between the St. Louis County Board of Commissioners and Duluth Regional Care Center, Inc. – Triplex, Apartment 3.—[13-617](#)

Group Residential Housing Rate Agreement No. 51626 between the St. Louis County Board of Commissioners and Duluth Regional Care Center, Inc. – Willow.—[13-618](#)

Group Residential Housing Rate Agreement No. 51627 between the St. Louis County Board of Commissioners and Duluth Regional Care Center, Inc. – Winona.—[13-619](#)

Group Residential Housing Rate Agreement No. 51628 between the St. Louis County Board of Commissioners and Duluth Regional Care Center, Inc. – Woodland.—[13-620](#)

Group Residential Housing Rate Agreement No. 51620 between the St. Louis County Board of Commissioners and Duluth Regional Care Center, Inc. – Rockridge.—[13-621](#)

Group Residential Housing Rate Agreement No. 51619 between the St. Louis County Board of Commissioners and Duluth Regional Care Center, Inc. – Riverside.—[13-622](#)

Group Residential Housing Rate Agreement No. 51618 between the St. Louis County Board of Commissioners and Duluth Regional Care Center, Inc. – Piedmont.—[13-623](#)

Group Residential Housing Rate Agreement No. 51617 between the St. Louis County Board of Commissioners and Duluth Regional Care Center, Inc. – Oak.—[13-624](#)

Group Residential Housing Rate Agreement No. 51616 between the St. Louis County Board of Commissioners and Duluth Regional Care Center, Inc. – Nuomenon.—[13-625](#)

Group Residential Housing Rate Agreement No. 51615 between the St. Louis County Board of Commissioners and Duluth Regional Care Center, Inc. – Northside.—[13-626](#)

Group Residential Housing Rate Agreement No. 51614 between the St. Louis County Board of Commissioners and Duluth Regional Care Center, Inc. – Merritt.—[13-627](#)

Group Residential Housing Rate Agreement No. 51613 between the St. Louis County Board of Commissioners and Duluth Regional Care Center, Inc. – Melrose.—[13-628](#)

**PROCEEDINGS OF BOARD OF COUNTY COMMISSIONERS
ST. LOUIS COUNTY, MINNESOTA**

277

Group Residential Housing Rate Agreement No. 51612 between the St. Louis County Board of Commissioners and Duluth Regional Care Center, Inc. – Maple.—[13-629](#)

Group Residential Housing Rate Agreement No. 51611 between the St. Louis County Board of Commissioners and Duluth Regional Care Center, Inc. – Mankato.—[13-630](#)

Group Residential Housing Rate Agreement No. 51610 between the St. Louis County Board of Commissioners and Duluth Regional Care Center, Inc. – Lambert.—[13-631](#)

Group Residential Housing Rate Agreement No. 51609 between the St. Louis County Board of Commissioners and Duluth Regional Care Center, Inc. – Juniper.—[13-632](#)

Group Residential Housing Rate Agreement No. 51608 between the St. Louis County Board of Commissioners and Duluth Regional Care Center, Inc. – Jitney.—[13-633](#)

Group Residential Housing Rate Agreement No. 51607 between the St. Louis County Board of Commissioners and Duluth Regional Care Center, Inc. – Glendale.—[13-634](#)

Group Residential Housing Rate Agreement No. 51606 between the St. Louis County Board of Commissioners and Duluth Regional Care Center, Inc. – Galere.—[13-635](#)

Group Residential Housing Rate Agreement No. 51605 between the St. Louis County Board of Commissioners and Duluth Regional Care Center, Inc. – Fairview.—[13-636](#)

Group Residential Housing Rate Agreement No. 51604 between the St. Louis County Board of Commissioners and Duluth Regional Care Center, Inc. – Daniels.—[13-637](#)

Group Residential Housing Rate Agreement No. 51602 between the St. Louis County Board of Commissioners and Duluth Regional Care Center, Inc. – Bishop Woods.—[13-638](#)

Group Residential Housing Rate Agreement No. 51601 between the St. Louis County Board of Commissioners and Duluth Regional Care Center, Inc. – Birch.—[13-639](#)

Group Residential Housing Rate Agreement No. 51600 between the St. Louis County Board of Commissioners and Duluth Regional Care Center, Inc. – Basswood.—[13-640](#)

Group Residential Housing Rate Agreement No. 51599 between the St. Louis County Board of Commissioners and Duluth Regional Care Center, Inc. – Aspen.—[13-641](#)

Group Residential Housing Rate Agreement No. 51652 between the St. Louis County Board of Commissioners and Community Connection – Anoka House.—[13-642](#)

Group Residential Housing Rate Agreement No. 51653 between the St. Louis County Board of Commissioners and Community Connection – Calvary House.—[13-643](#)

Group Residential Housing Rate Agreement No. 51654 between the St. Louis County Board of Commissioners and Community Connection – Fairmont House.—[13-644](#)

**PROCEEDINGS OF BOARD OF COUNTY COMMISSIONERS
ST. LOUIS COUNTY, MINNESOTA**

278

Group Residential Housing Rate Agreement No. 51655 between the St. Louis County Board of Commissioners and Community Connection – Gary House.—13-645

Group Residential Housing Rate Agreement No. 51656 between the St. Louis County Board of Commissioners and Community Connection – Hillside.—13-646

Group Residential Housing Rate Agreement No. 51657 between the St. Louis County Board of Commissioners and Community Connection – Lincoln.—13-647

Group Residential Housing Rate Agreement No. 51658 between the St. Louis County Board of Commissioners and Community Connection – Nicollet.—13-648

Agreement between the County of St. Louis and Cedar Valley Township for the reconstruction of County Bridge 210 (State L9570) on Township Road 5164/Hinkkanen Road (SAP 069-599-037, CP 177732).—13-649

Agreement between the County of St. Louis and Alden Township for the reconstruction of County Bridge 846 (State L9850) on Township Road 2406/Hill Road (SAP 069-599-036, CP 177721).—13-650

Agreement between the County of St. Louis and Rice Lake Township for the reconstruction of County Bridge 300 (State L6014) on Township Road 2903/Rice Lake Dam Road (SAP 069-599-038, CP 177733).—13-651

Agreement between the County of St. Louis and Fayal Township for the redesign and reconstruction of the intersection of County State Aid Highway (CSAH) 96/Ely Lake Drive with Woodlawn Drive East and Park Drive (township roads) (CP 0096-1486).—13-652

State of Minnesota, Department of Transportation Cooperative Construction Agreement, Mn/DOT Agreement No. 03773, for the release of Old TH 53 to St. Louis County.—13-653

County-State Aid Highway Project Contract between the County of St. Louis and Century Fence Co., Forest Lake, MN, for Ground-in-Wet-Reflective Edgeline Marking on various county highways (SP 88-070-037, CP 0000-180554, MN Proj. # HSIP 8813(253).—13-654

County-State Aid Highway Project Contract between the County of St. Louis and Northland Constructors of Duluth, LLC, for Mill Bituminous Surface, Reclamation, Subsurface Drains, Drainage Structures, Concrete Curb & Gutter, PM Bituminous Surface, and Aggregate Shouldering on CSAH 9 and 10/Martin Road, Rice Lake Township (SP 69-609-032[low], CP 0009-8236; SP 69-610-006, CP 0010-8237).—13-655

County-State Aid Highway Project Contract between the County of St. Louis and Northland Constructors of Duluth, LLC, for Culvert Replacement, Slope Repair, Guardrail and Plant Mixed Bituminous Patches on CSAH 61/North Shore Drive, Duluth Township (SAP 69-661-017, WO 173268[Storm]).—13-656

**PROCEEDINGS OF BOARD OF COUNTY COMMISSIONERS
ST. LOUIS COUNTY, MINNESOTA**

279

County-State Aid Highway Project Contract between the County of St. Louis and Watters & Sons Excavating, LLC, Duluth, MN, for Utility Trench Repair on CSAH 91/Haines Road (CP 091-194575).—[13-657](#)

County-State Aid Highway Project Contract between the County of St. Louis and KGM Contractors, Inc., Angora, MN, for Culvert Replacement on CSAH 25 (Storm WO 160734).—[13-658](#)

County-State Aid Highway Project Contract between the County of St. Louis and Veit & Company, Duluth, MN, for Approach Grading, Bituminous Paving and Bridge No. 69J97 on County Road (CR) 284/Ugstad Road.—[13-659](#)

County-State Aid Highway Project Contract between the County of St. Louis and Landwehr Construction, Inc., St. Cloud, MN, for Bridge No. 69K02 and Approach Grading on CSAH 29 in Van Buren Township (SAP 69-598-049, WO 177725 Storm).—[13-660](#)

County-State Aid Highway Project Contract between the County of St. Louis and Northland Constructors of Duluth, LLC, for Approach Grading, Bituminous Paving and Bridge No. 69A09 on CSAH 56 in Hermantown, MN (SAP 69-656-017, WO 177719 Storm).—[13-661](#)

2012 Local Road and Bridge Disaster Relief (LRBDR) Grant Agreement, Mn/DOT Agreement No. 03451, for SAP 69-598-049 on CR 192 in Floodwood, MN.—[13-662](#)

2012 Local Road and Bridge Disaster Relief (LRBDR) Grant Agreement, Mn/DOT Agreement No. 03450, for SAP 69-598-048 on CR 211 in Meadowlands, MN.—[13-663](#)

2012 Local Road and Bridge Disaster Relief (LRBDR) Grant Agreement, Mn/DOT Agreement No. 03663, for SAP 69-599-038 on TR 2903 in Rice Lake Township.—[13-664](#)

2012 Local Road and Bridge Disaster Relief (LRBDR) Grant Agreement, Mn/DOT Agreement No. 03557, for SAP 69-656-017 on CSAH 56 in Hermantown, MN.—[13-665](#)

Local Bridge Replacement Program (LBRP) Grant Agreement, Mn/DOT Agreement No. 03111, for SAP 69-621-033 on CSAH 21 in Embarrass, MN.—[13-666](#)

Local Bridge Replacement Program (LBRP) Grant Agreement, Mn/DOT Agreement No. 03217, for SAP 69-697-005 on CSAH 97 in Biwabik, MN.—[13-667](#)

2012 Local Road and Bridge Disaster Relief (LRBDR) Grant Agreement, Mn/DOT Agreement No. 03452, for SAP 69-598-041 on CR 284 in Proctor, MN.—[13-668](#)

2012 Local Road and Bridge Disaster Relief (LRBDR) Grant Agreement, Mn/DOT Agreement No. 02446, for SP 69-691-020, SP 69-691-027 on CSAH 91 in Duluth, MN.—[13-669](#)

2012 Local Road and Bridge Disaster Relief (LRBDR) Grant Agreement, Mn/DOT Agreement No. 04090, for SAP 69-661-017 on CSAH 61 in Duluth Township.—[13-670](#)

**PROCEEDINGS OF BOARD OF COUNTY COMMISSIONERS
ST. LOUIS COUNTY, MINNESOTA**

280

2012 Local Road and Bridge Disaster Relief (LRBDR) Grant Agreement, Mn/DOT Agreement No. 03655, for SP 69-030-024, SP 88-070-036, Storm WO 161821 for emergency bridge assessment.—13-671

Agreement for Professional Services between the County of St. Louis and Bear Island Surveying, Inc., Ely, MN, for Ely Government Services Center Parking Lot Survey.—13-672

Agreement for Professional Services between the County of St. Louis and Ayres Associates, Duluth, MN, for Ely Government Services Center Parking Improvements.—13-673

Agreement for Professional Services between the County of St. Louis and Ayres Associates, Duluth, MN, for Hibbing Courthouse Parking Lot project.—13-674

Property Lease Agreement No. 2355/3012917 between St. Louis County and Wisconsin Central Ltd., Homewood, IL, for a cul-de-sac on CR 789/Merritt Avenue in Iron Junction Township.—13-675

Project Contract between the County of St. Louis and Evergreen Construction, Inc., Ely, MN, for Fuel Reduction Project – Ely, Site S1 (Project Contract 5080B – Site S1).—13-676

Engineering Services Agreement Contract 5100, NTS File 5062P, between the County of St. Louis and Northeast Technical Services, Inc., for Regional Landfill Permitting and Engineering Services.—13-677

Project Contract No. 5016-2 between the County of St. Louis and Max Gray Construction, Hibbing, MN, for the Virginia 911 Renovation.—13-678

Agreement for Professional Services between the County of St. Louis and Alta Survey Company, Inc., Duluth, MN, for the Hibbing Courthouse North Parking Lot project.—13-679

Agreement for Professional Services between the County of St. Louis and Northland Consulting Engineers, LLP, Duluth, MN, for 2013 Government Services Center (GSC) Annual Parking Ramp Structural Inspection.—13-680

Board Operations - Arrowhead Library System Contract Agreement.—13-681

Blue Cross Blue Shield of Minnesota 2013 Service Agreement with St. Louis County.—13-682

Upon motion by Commissioner Raukar, supported by Commissioner Jewell, resolutions numbered 13-455 through 13-463, as submitted on the consent agenda, were unanimously adopted as follows:

BY COMMISSIONER RAUKAR:

RESOLVED, That the official proceedings of the St. Louis County Board of Commissioners for the meeting of July 2, 2013, are hereby approved.

**PROCEEDINGS OF BOARD OF COUNTY COMMISSIONERS
ST. LOUIS COUNTY, MINNESOTA**

Adopted July 30, 2013. No. 13-455

RESOLVED, That the official proceedings of the St. Louis County Board of Commissioners for the meeting of July 9, 2013, are hereby approved.

Adopted July 30, 2013. No. 13-456

RESOLVED, That the appraisal reports for the sale of timber to be offered at SEALED BID BLACK SPRUCE TOPS AUCTION, Tracts 1 through 6 (totaling \$81,120.15), as submitted by the Land Commissioner, on file in the office of the County Auditor, identified as County Board File No. 59590, is approved and the County Auditor is authorized to carry out the recommendations as listed in said appraisal reports.

Adopted July 30, 2013. No. 13-457

RESOLVED, That the appraisal report for the sale of timber to be offered at SEALED BID TIMBER AUCTION, Tracts 1 through 39 (totaling \$689,964.77), as submitted by the Land Commissioner, on file in the office of the County Auditor, identified as County Board File No. 59590, is approved and the County Auditor is authorized to carry out the recommendations as listed in said appraisal reports.

Adopted July 30, 2013. No. 13-458

RESOLVED, That the recommendations of the Finance Committee for payment of claims and bills against the County of St. Louis, on file in the office of the County Auditor, identified as County Board File No. 59633, are hereby approved and the County Auditor shall issue checks in the following amounts:

May 2013

100	General Fund	
	\$6,031,876.41	
149	Personnel Service Fund	432.23
150	Sheriff's Nemesis Fund Group	16,179.82
160	MN Trail Assistance	30,494.20
167	Attorney's Forfeitures	5,000.00
168	Sheriff's State Forfeitures	1,725.20
169	Attorney Trust Accounts-VW	1,204.18
173	Emergency Shelter Grant	18,954.73
179	Enhanced 9-1-1	8,325.95
180	Law Library	16,691.28
183	City/County Communications	265.52
184	Extension Service	39,366.20
200	Public Works	2,526,784.76
210	Road Maintenance – Unorg Townships	2,639.24
220	State Road Aid	785,836.01
225	PW – June 2012 Flood	134,172.06
230	Public Health & Human Services	5,947,405.59
240	Forfeited Tax	484,352.46
260	CDBG Grant	97,590.76
270	Home Grant	78,531.71
280	Federal Septic Loan – EPA Fund	1,074.64
290	Forest Resources	121,958.90
400	County Facilities	44,228.10
402	Depreciation Reserve Fund	6,134.84
405	Public Works Building Const	4,382.31
439	2010A Capital Improvement Bond	41.08
600	Environmental Services	572,756.67
616	On-Site Waste Water Division	36,603.74

**PROCEEDINGS OF BOARD OF COUNTY COMMISSIONERS
ST. LOUIS COUNTY, MINNESOTA**

282

715	County Garage	189,952.78
720	Property Casualty Liability	7,497.96
730	Workers Compensation	187,625.39
770	Retired Employees Health Ins	1,114.64
825	Taconite Relief/Other	1,459,129.00
900	State of Minnesota	6,959,356.22
902	Courts	210,610.12
907	Special Taxes	65,347.07
909	Tax Refunds	21,531.57
910	School Districts Taxes	11,324,123.62
911	Taxes and Penalties	278,361.85
925	Arrowhead Regional Corrections	1,867,084.26
955	Community Health Board	313,670.42
985	Collective Local Collaborative	36,026.62
989	Regional Railroad Authority	100,848.41
990	Northern Cities Land Use	809.70
992	Permits to Carry – Firearms	8,863.50
994	Sheriff Forfeits/Evidence	1,571.87
998	MPL-DUL Train Alliance	7,712.91
		<u>\$40,066,246.50</u>

Adopted July 30, 2013. No. 13-459

RESOLVED, That the workers' compensation report of claims by employees for work-related injuries, dated July 12, 2013, on file in the office of the County Auditor, identified as County Board File No. 59592, is hereby received and ratified as payable from Fund 730, Agency 730001.

Adopted July 30, 2013. No. 13-460

RESOLVED, That the official proceedings of the St. Louis County Special Board of Appeal and Equalization for the Assessment Year of 2013 Payable 2014 meeting of June 18, 2013, are hereby approved.

Adopted July 30, 2013. No. 13-461

RESOLVED, That the application for a Temporary On-Sale 3.2 Percent Malt Liquor License, on file in the office of the County Auditor, identified as County Board File No. 59591, is hereby approved and the County Auditor is authorized to issue the license to the applicant:

Grand Lake Volunteer Fire Department, Town of Grand Lake, Temporary On-Sale 3.2 Percent Malt Liquor License No. TB1351, for August 10, 2013.

Adopted July 30, 2013. No. 13-462

RESOLVED, That pursuant to Ordinance No. 28, Section 11, Subdivision 11.06, authorization is hereby granted to Weiber & Associates, Inc., d/b/a Ash Trail Lodge, Unorganized Township 68-19, to sell/serve outside the designated serving area of the County Liquor License for the dates of August 2, 3, and 4, 2013, as per application on file in the office of the County Auditor, identified as County Board File No. 59580.

Adopted July 30, 2013. No. 13-463

BY COMMISSIONER NELSON:

WHEREAS, The St. Louis County Liquor Licensing Committee met on June 11, 2013, to consider recommending action to be taken by the County Board as a result of an alleged liquor law violation, sale to minor on June 3, 2013, against A. P. Inc. d/b/a A. P. Liquor, Gnesen Township; and

WHEREAS, The Liquor Licensing Committee recommended a ten (10) day suspension

**PROCEEDINGS OF BOARD OF COUNTY COMMISSIONERS
ST. LOUIS COUNTY, MINNESOTA**

283

and \$1,000 civil penalty, with nine (9) days of the suspension and \$1,000 of the civil penalty stayed, for one year with no same or similar violations during that year; and WHEREAS, After hearing testimony on the matter at a public hearing conducted on July 30, 2013, at 9:40 a.m. in the Floodwood City Hall, Floodwood, MN, the St. Louis County Board determined the recommendation of the St. Louis County Liquor Licensing Committee to be an appropriate penalty for the liquor law violation;

THEREFORE, BE IT RESOLVED, That Off-Sale Intoxicating Liquor License No. OFSL1427, issued to A. P. Inc. d/b/a A. P. Liquor, Gnesen Township, is hereby suspended for ten (10) days and a \$1,000 civil penalty is due, with nine (9) days of the suspension and \$1,000 of the civil penalty stayed for one (1) year, with no same or similar violations during that period;

RESOLVED FURTHER, That the date of suspension of the liquor license will be August 5, 2013;

RESOLVED FURTHER, That a new violation within the next year (ending July 30, 2014) will result in the imposition of the remainder of the suspension and civil penalty, and may also be cause for additional action against the liquor license of the licensee pursuant to St. Louis County Ordinance Number 28, Section 13.

Unanimously adopted July 30, 2013. No. 13-464

BY COMMISSIONER NELSON:

RESOLVED, That the St. Louis County Board of Commissioners does not support implementation of a wheelage tax at this time.

Unanimously adopted July 30, 2013. No. 13-465

BY COMMISSIONER JEWELL:

WHEREAS, Steve O'Neil, representing the Second District on the St. Louis County Board of Commissioners, passed away on July 16, 2013; and,

WHEREAS, In the circumstance of the death of a commissioner of the county board, the Board must declare a vacancy in the seat previously held by the deceased;

THEREFORE, BE IT RESOLVED, That the St. Louis County Board, acting pursuant to its authority found in Minn. Stat. § 375.101 and other relevant statutes and law, does hereby direct that a vacancy exists in the County Commissioner seat for the Second District.

Unanimously adopted July 30, 2013. No. 13-466

BY COMMISSIONER RAUKAR:

WHEREAS, Steve O'Neil, representing the Second District on the St. Louis County Board of Commissioners, passed away on July 16, 2013; and,

WHEREAS, The St. Louis County Board of Commissioners determined that a vacancy in the office of County Commissioner for the Second District of St. Louis County, Minnesota, has occurred and that it is in the best interest of the public to plan for the special election to fill that vacancy as soon as possible; and

WHEREAS, It is the duty of the County Board to schedule a date for a special election not less than 120 days following the date the vacancy is declared, and no later than 12 weeks prior to the date of the next regularly scheduled primary election, pursuant to Minn. Stat. § 375.101, Subd. 1;

THEREFORE, BE IT RESOLVED, That the St. Louis County Board, acting pursuant to its authority found in Minn. Stat. § 375.101 and other relevant statutes and law, does hereby direct:

1. That a vacancy exists in the County Commissioner seat for the Second District and a special election to fill that vacancy is needed, said election to be held in the Second District on January 14, 2014.
2. That a special primary, if necessary, for the nomination of candidates for the office be held in the Second District on November 5, 2013.

**PROCEEDINGS OF BOARD OF COUNTY COMMISSIONERS
ST. LOUIS COUNTY, MINNESOTA**

284

3. That affidavits and petitions of candidacy be filed with the St. Louis County Auditor, from 8:00 a.m. on August 20, 2013, until 5:00 p.m. on September 3, 2013. The last day to withdraw as a candidate shall be on September 5, 2013 at 5:00 p.m.
 4. If a special primary is needed, absentee voting shall commence on September 20, 2013.
 5. The canvass of any special primary results shall occur on November 6, 2013.
 6. That absentee voting for the special election shall commence on November 27, 2013.
 7. That the canvass of the special election results shall occur on January 15, 2014. Thereupon, an election certificate shall be issued and the new Board member shall be sworn into office.
 8. That proper notices of this special election and any special primary needed be given, that the nomination and election of candidates be conducted and that all things pertaining thereto be done as provided by relevant Minnesota law.
- Unanimously adopted July 30, 2013. No. 13-467

BY COMMISSIONER NELSON:

WHEREAS, Steve O'Neil, representing the Second District on the St. Louis County Board of Commissioners, passed away on July 16, 2013; and
WHEREAS, The St. Louis County Board determines that a vacancy in the office of County Commissioner for the Second District of St. Louis County, Minnesota, has occurred and a special election to fill the vacancy has been scheduled; and
WHEREAS, The County Board may decide whether or not to make an interim appointment to fill the open seat in the Second District pending the outcome of the special election pursuant to Minn. Stat. § 375.101, Subd. 4 and 5;
THEREFORE, BE IT RESOLVED, That the St. Louis County Board, acting pursuant to its authority found in Minn. Stat. § 375.101 and other relevant statutes and law, does hereby direct: that a public hearing to consider an interim appointment to the vacant seat will be held on August 13, 2013, at 9:50 a.m. in the County Board Room at the St. Louis County Courthouse, Duluth, MN. Notice of this public hearing shall be given consistent with the notice requirements for a special meeting of the County Board as defined in Minn. Stat. § 13D.04, Subd. 2. At the public hearing, the Board will invite public testimony from persons residing in the Second District relating to the qualifications of prospective appointees to fill the vacancy. Before making an appointment, the Board will notify public officials in the Second District on the appointment, including Duluth City Council members, and will enter into the record at the board meeting in which the appointment is made the names and addresses of the public officials notified.
Yeas – Commissioners Forsman, Stauber, Nelson, and Chair Dahlberg - 4
Nays – Commissioners Jewell and Raukar - 2
Vacant – Second District Seat – 1
Adopted July 30, 2013. No. 13-468

BY COMMISSIONER FORSMAN:

RESOLVED, That the location of the St. Louis County Board meeting and the Committee of the Whole meeting, scheduled for August 13, 2013, will be changed from the Fredenberg Town Hall to the St. Louis County Courthouse, Duluth, Minnesota.
Unanimously adopted July 30, 2013. No. 13-469

At 12:50 p.m., July 30, 2013, Commissioner Raukar, supported by Commissioner Forsman, moved to adjourn. The motion passed; six yeas, zero nays.

Chris Dahlberg, Chair of the Board
of County Commissioners

**PROCEEDINGS OF BOARD OF COUNTY COMMISSIONERS
ST. LOUIS COUNTY, MINNESOTA**

285

Attest:

Donald Dicklich, County Auditor
and Ex-Officio Clerk of the Board
of County Commissioners

(Seal of the County Auditor)