

AGENDA
CITY COUNCIL MEETING
September 11, 2013
4:30 P.M.

A. Call to Order

B. Roll Call

C. Open Forum

The public is invited to speak at this time. Open Forum is limited to one half-hour. No person may speak more than five (5) minutes or more than once. Each subject will have a limit of ten (10) minutes. Council members may ask questions of the speaker. With the agreement of the Council, such matters taken up during the open forum may be scheduled on the current agenda or a future agenda.

D. Approve Consent Agenda

1. Approve Agenda
2. Approve Meeting Minutes
3. Approve Payment of Bills

E. Moving Matters Walk-Bike Tour Invitation

F. LMCIT Liability Insurance Renewal

G. 2013 Liquor License Renewals

H. Preliminary Levy Resolution 2013-14

I. Other items as necessary

J. Council & Staff Reports

K. Attached correspondence:

1. Other Meeting Minutes
2. Upcoming Meeting Schedule

L. Adjourn



Moving Matters

Kick-Off Sept. 19th, 2013!

Grand Marais Public Library Lawn

Please accept this special invitation to attend the 1:30-2:30 pm Walk/Bike Tour with former Rep. Jim Oberstar

Date: Thursday, Sept. 19th
Events from 10am – 6pm
1:30-2:30pm Walk/Bike Tour

The Walk/Bike Tour is a facilitated walk for a group of community stakeholders to experience how walkable or bikeable an area is, rather than just looking at it. It is easy for any design to become lines on paper, rather than taking into account the experience of the people using our public roadways. This is an opportunity to experience our public streets and roads as a pedestrian or bicyclist, with other decisionmakers and community members.

Bring your bike or walking shoes! Our route will be a short 1/2 mile (6 blocks) at a relaxed pace with time to stop and share observations. People of all ages and abilities are welcome. Be aware that the route will include the hill. We will walk or bike on City streets, a County road, and Highway 61, all within a few blocks of the library. The tours will be facilitated by MnDOT, ARDC, and BikeMN.

RSVP to Kristin by September 18th, kristin@sawtoothmountainclinic.org or 218-387-2330 x150.

Moving Matters is a new county-wide project through the Sawtooth Mountain Clinic that is working to create safe and accessible walking and biking routes for all people!



For the health of all.

Blue Cross® and Blue Shield® of Minnesota and Blue Plans® are nonprofit independent licensees of the Blue Cross and Blue Shield Association

Sawtooth Mountain Clinic

www.sawtoothmountainclinic.org

*CITY OF GRAND MARAIS
MINUTES
August 28, 2013*

Mayor Carlson called the meeting to order at 4:30 p.m.

Members present: Larry Carlson, Jan Sivertson, Tim Kennedy, Bob Spry and Bill Lenz

Members absent: None

Staff present: Mike Roth, Kim Dunsmoor and Chris Hood

Mayor Carlson invited the public to speak during a period of open forum. Open Forum is limited to one half-hour. No person may speak more than 5 minutes or more than once. No one spoke.

Motion by Sivertson, seconded by Spry to approve the Agenda; August 14, 2013, Minutes; and Payment of Bills. Approved unanimously.

The Moving Matters Kick-off Event is scheduled for Thursday, September 19th, 10 am – 6 pm.

Motion by Carlson, seconded by Kennedy to send a letter of support to the Moving Matters Project and thank them for the invitation to attend the event. Approved unanimously.

Motion by Carlson, seconded by Kennedy to send a letter of support to the Moving Matters Project and thank them for the invitation to attend the event. Approved unanimously.

LHB provided a proposal agreement for schematic design services for the Public Works Facility including building and site design, wetland delineation, survey, and geotechnical services in the amount of \$47,241.

Motion by Kennedy, seconded by Lenz to approve the LHB Proposal Agreement for Schematic Design Services for the Public Works Facility. Approved unanimously.

Councilor Spry's Report:

- 1) The EDA held a special meeting to approve the golf course architectural plans for re-doing 18 holes over a two-year period. The project cost is a little over \$4 million. Four contractors bid on the project.

City Administrator Roth reported that the Electric Power Plant has contractors working this week to bring the plant into RICE and NESHAP compliance.

There being no further business, the meeting adjourned at 4:47 p.m.

*CITY OF GRAND MARAIS
WORKSESSION MINUTES
August 28, 2013*

Mayor Carlson called the meeting to order at 2:00 p.m.

Members present: Larry Carlson, Jan Sivertson, Tim Kennedy and Bill Lenz

Members absent: Bob Spry

Staff present: Mike Roth, Len Bloomquist, Dave Tersteeg, Aaron Mielke and Kim Dunsmoor

Len Bloomquist discussed the government buildings, dog pound and street budget. The streets budget is \$2,000 less than 2013. He would like to chip seal some streets and has some approximate costs per block. We are hoping the county will be willing to participate in our project.

Aaron Mielke discussed the fire department budget. The budget is approximately \$ 6,800 less than last year. The tender grant will be complete this year. Training has been reimbursed by the state. Two weeks ago, we were notified that we received a FEMA grant of \$31,950 for a large volume portable pump, thermal imaging camera and various hose fittings and adapters. Most of these items will be used for mutual aid and in rural areas where we do not have hydrants available. We are looking for more fire fighters who are willing to commit to the training and the first responder vehicle will need replacement soon. The ISO inspectors were here about 2 weeks ago. All of our equipment has been upgraded recently, so we are hopeful for a better rating that will help everyone's house insurance to go down.

Mike Roth discussed the council and administration budgets. There are increases for wages and health insurance, otherwise most budget items have been stable. \$75,000 was budgeted for council priorities and may be used in the preliminary process for the Public Works Maintenance Facility.

Dave Tersteeg discussed the parks budget. The pool budget was zero because we anticipate the opening of the YMCA in January 2014. We may have related expenses such as the agreement with the county to pay up to \$110,000 losses at the YMCA and demolition of the pool building. We also anticipate the county continuing to provide the contributions for pool losses of 2013. The park budget includes increases for wages and health insurance with most other items remaining stable. Marina fuel for resale has fluctuated widely based on the weather. One consideration for the marina would be to move the fueling dock to the dock nearest North House Folk School so larger vessels can come in for fuel. We spend about \$7,500 for various porta potties around town during the busy season. It is much more economical than building a restroom in downtown, maintaining and cleaning for the tourist season. The demand for 50 amp sites has increased. We are currently on track with last year for park revenues and we are seeing more reservations for shoulder seasons.

Mike Roth discussed the historical levy and spending. With the current general fund budget, we anticipate a -6.46% in general fund spending; however, due to debt service the current projections would show a 2.94% property tax levy increase. We will look more closely at the debt service and potential costs related to the public works maintenance facility.

There being no further business, the meeting adjourned at 4:30 p.m.



CITY OF GRAND MARAIS

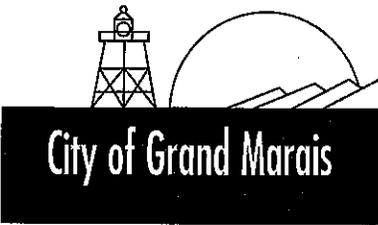
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Payments

Current Period: September 2013

Batch Name	090613 CPAP Payments	User Dollar Amt	\$83,961.42	Computer Dollar Amt	\$83,961.42		
						\$0.00	In Balance
Refer	60929 PERA	Ck#	002256E	9/6/2013			
Cash Payment	G 101-21704 PERA						\$4,758.48
Invoice	18 CPYR 13			9/5/2013			
Transaction Date	9/5/2013	MAIN CHECKING G	10100		Total		\$4,758.48
Refer	60930 MN DEPT OF REVENUE-EFTPS	Ck#	002257E	9/6/2013			
Cash Payment	G 101-21702 State Withholding						\$1,901.04
Invoice	18 CPYR 13			9/6/2013			
Transaction Date	9/5/2013	MAIN CHECKING G	10100		Total		\$1,901.04
Refer	60931 DEPT OF THE TREASURY IRS	Ck#	002258E	9/6/2013			
Cash Payment	G 101-21703 FICA Tax Withholding						\$5,313.36
Invoice	18 CPYR 13			9/6/2013			
Cash Payment	G 101-21717 Medicare						\$1,247.98
Invoice	18 CPYR 13			9/6/2013			
Cash Payment	G 101-21701 Federal Withholding						\$3,889.55
Invoice	18 CPYR 13			9/6/2013			
Transaction Date	9/5/2013	MAIN CHECKING G	10100		Total		\$10,450.89
Refer	60932 MINNESOTA LIFE						
Cash Payment	G 101-21716 MN Mutual Life						\$233.95
Invoice	0028722			8/21/2013			
Transaction Date	9/5/2013	MAIN CHECKING G	10100		Total		\$233.95
Refer	60933 MII LIFE- HRA	Ck#	002259E	9/5/2013			
Cash Payment	E 101-43100-131 Employer Paid Health LB						\$1.51
Invoice	18 CPYR 13			9/3/2013			
Transaction Date	9/5/2013	MAIN CHECKING G	10100		Total		\$1.51
Refer	60934 ARCTIC GLACIER INC.						
Cash Payment	E 609-49750-259 Other For Resale						\$164.55
Invoice	27069			8/27/2013			
Cash Payment	E 609-49750-259 Other For Resale						\$93.20
Invoice	27021			9/2/2013			
Cash Payment	E 609-49750-259 Other For Resale						\$253.80
Invoice	28083			9/5/2013			
Transaction Date	9/5/2013	MAIN CHECKING G	10100		Total		\$511.55
Refer	60935 COCA-COLA REFRESHMENTS						
Cash Payment	E 609-49750-260 Soft Drinks/Mix For Resa						\$123.76
Invoice	0638019014			8/28/2013			
Transaction Date	9/5/2013	MAIN CHECKING G	10100		Total		\$123.76
Refer	60936 SUPERIOR BEVERAGES LLP						
Cash Payment	E 609-49750-252 Beer For Resale						\$3,397.60
Invoice	433732			8/28/2013			
Cash Payment	E 609-49750-259 Other For Resale						\$141.50
Invoice	433732			8/28/2013			
Cash Payment	E 609-49750-252 Beer For Resale						\$2,839.50
Invoice	434188			9/4/2013			



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Cash Payment	E 609-49750-259 Other For Resale			\$110.75
Invoice	434188	9/4/2013		
Cash Payment	E 609-49750-252 Beer For Resale			-\$4.85
Invoice	120581	8/28/2013		
Transaction Date	9/5/2013	MAIN CHECKING G	10100	Total \$6,484.50
Refer	60937 ROHLFING INC.			
Cash Payment	E 609-49750-252 Beer For Resale			\$8,485.90
Invoice	384479	8/28/2013		
Cash Payment	E 609-49750-259 Other For Resale			\$23.00
Invoice	384479	8/28/2013		
Cash Payment	E 609-49750-252 Beer For Resale			\$7,610.90
Invoice	384767	9/4/2013		
Cash Payment	E 609-49750-259 Other For Resale			\$144.40
Invoice	384767	9/4/2013		
Transaction Date	9/5/2013	MAIN CHECKING G	10100	Total \$16,264.20
Refer	60938 VINOCOPIA			
Cash Payment	E 609-49750-251 Liquor For Resale			\$375.75
Invoice	0082789-IN	8/29/2013		
Cash Payment	E 609-49750-333 Freight and Express			\$24.00
Invoice	0082789-IN	8/29/2013		
Transaction Date	9/5/2013	MAIN CHECKING G	10100	Total \$399.75
Refer	60939 JOHNSON BROTHER LIQUOR			
Cash Payment	E 609-49750-251 Liquor For Resale			\$10,841.52
Invoice	1655737	8/28/2013		
Cash Payment	E 609-49750-259 Other For Resale			\$32.25
Invoice	1655737	8/28/2013		
Cash Payment	E 609-49750-333 Freight and Express			\$312.70
Invoice	1655737	8/28/2013		
Cash Payment	E 609-49750-251 Liquor For Resale			\$1,899.80
Invoice	1655738	8/28/2013		
Cash Payment	E 609-49750-333 Freight and Express			\$141.35
Invoice	1655737	8/28/2013		
Cash Payment	E 609-49750-251 Liquor For Resale			\$83.96
Invoice	1655739	8/28/2013		
Transaction Date	9/5/2013	MAIN CHECKING G	10100	Total \$13,311.58
Refer	60940 PHILLIPS WINE & SPIRITS			
Cash Payment	E 609-49750-251 Liquor For Resale			\$7,956.38
Invoice	2476435	8/28/2013		
Cash Payment	E 609-49750-333 Freight and Express			\$254.43
Invoice	2476435	8/28/2013		
Cash Payment	E 609-49750-259 Other For Resale			\$41.95
Invoice	2476435	8/28/2013		
Cash Payment	E 609-49750-251 Liquor For Resale			-\$3.88
Invoice	3510954	8/16/2013		
Transaction Date	9/5/2013	MAIN CHECKING G	10100	Total \$8,248.88
Refer	60941 WINE MERCHANTS			
Cash Payment	E 609-49750-251 Liquor For Resale			\$1,118.40
Invoice	469016	8/28/2013		



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Cash Payment	E 609-49750-333 Freight and Express				\$30.84
Invoice	469016	8/28/2013			
Transaction Date	9/5/2013	MAIN CHECKING G	10100	Total	\$1,149.24
Refer	60942 <i>ING</i>	<u>Ck# 002260E 9/5/2013</u>			
Cash Payment	G 101-21720 MN State Retirement DeferC				\$383.50
Invoice	18 CPYR 13	9/6/2013			
Transaction Date	9/5/2013	MAIN CHECKING G	10100	Total	\$383.50
Refer	60943 <i>NCPERS GROUP LIFE INS.</i>				
Cash Payment	G 101-21710 NCPERS-Pera				\$16.00
Invoice	493613	8/22/2013			
Transaction Date	9/5/2013	MAIN CHECKING G	10100	Total	\$16.00
Refer	60944 <i>WIRTZ BEVERAGE MINNESOTA</i>				
Cash Payment	E 609-49750-251 Liquor For Resale				\$7,212.42
Invoice	1080079849	9/3/2013			
Cash Payment	E 609-49750-333 Freight and Express				\$143.68
Invoice	1080079849	9/3/2013			
Cash Payment	E 609-49750-259 Other For Resale				\$387.64
Invoice	1080079849	9/3/2013			
Cash Payment	E 609-49750-251 Liquor For Resale				-\$74.29
Invoice	2080014631	8/14/2013			
Cash Payment	E 609-49750-251 Liquor For Resale				-\$92.51
Invoice	2080014629	8/14/2013			
Cash Payment	E 609-49750-251 Liquor For Resale				-\$208.00
Invoice	2080014021	8/13/2013			
Cash Payment	E 609-49750-333 Freight and Express				-\$3.70
Invoice	2080014021	8/13/2013			
Transaction Date	9/5/2013	MAIN CHECKING G	10100	Total	\$7,365.24
Refer	60951 <i>CANNON RIVER WINERY</i>				
Cash Payment	E 609-49750-251 Liquor For Resale				\$816.00
Invoice	5768	9/5/2013			
Transaction Date	9/5/2013	MAIN CHECKING G	10100	Total	\$816.00
Refer	60952 <i>BERNICKS</i>				
Cash Payment	E 609-49750-252 Beer For Resale				\$7,083.45
Invoice	358256	8/29/2013			
Cash Payment	E 609-49750-259 Other For Resale				\$46.50
Invoice	358256	8/29/2013			
Cash Payment	E 609-49750-260 Soft Drinks/Mix For Resa				\$111.55
Invoice	358255	8/29/2013			
Cash Payment	E 609-49750-252 Beer For Resale				\$4,222.10
Invoice	359383	9/5/2013			
Cash Payment	E 609-49750-259 Other For Resale				\$31.00
Invoice	359383	9/5/2013			
Cash Payment	E 609-49750-260 Soft Drinks/Mix For Resa				\$46.75
Invoice	359382	9/5/2013			
Transaction Date	9/5/2013	MAIN CHECKING G	10100	Total	\$11,541.35



CITY OF GRAND MARAIS
Payments

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Fund Summary

	10100 MAIN CHECKING GMSB	
101 GENERAL FUND		\$17,745.37
609 MUNICIPAL LIQUOR FUND		\$66,216.05
		<hr/>
		\$83,961.42

Pre-Written Checks	\$17,495.42
Checks to be Generated by the Computer	\$66,466.00
Total	<hr/>
	\$83,961.42



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Batch Name	9122013AP	User Dollar Amt	\$223,447.95		
Payments		Computer Dollar Amt	\$223,447.95		
			\$0.00	In Balance	
Refer	60891	<i>FIRE & INDUSTRIAL SALES, INC.</i>			
Cash Payment	E 101-43100-220	Repair/Maint Supply (GE)			\$15.89
Invoice	93764	8/13/2013			
Transaction Date	9/4/2013	MAIN CHECKING G 10100		Total	\$15.89
Refer	60892	<i>GRAND MARAIS AUTO PARTS, INC.</i>			
Cash Payment	E 101-41940-220	Repair/Maint Supply (GE)			\$15.49
Invoice	633559	8/20/2013			
Cash Payment	E 613-45125-221	Equipment Parts/Building			\$129.07
Invoice	632437	8/5/2013			
Transaction Date	9/4/2013	MAIN CHECKING G 10100		Total	\$144.56
Refer	60893	<i>BLUE CROSS/BLUE SHIELD OF M</i>			
Cash Payment	G 101-21706	Health Insurance			\$13,525.00
Invoice	CI926-VO 8	8/28/2013			
Cash Payment	G 101-21706	Health Insurance			\$573.00
Invoice	C1926-V1 6	8/28/2013			
Transaction Date	9/4/2013	MAIN CHECKING G 10100		Total	\$14,098.00
Refer	60894	<i>COOK COUNTY VISITORS BUREA</i>			
Cash Payment	G 101-20802	Cook County Lodging Tax			\$39,136.50
Invoice	JULY 2013	8/29/2013			
Transaction Date	9/4/2013	MAIN CHECKING G 10100		Total	\$39,136.50
Refer	60895	<i>AVENET, LLC</i>			
Cash Payment	E 101-41900-310	Service Agreements			\$450.00
Invoice	33399	8/29/2013			
Transaction Date	9/4/2013	MAIN CHECKING G 10100		Total	\$450.00
Refer	60896	<i>COMO OIL & PROPANE</i>			
Cash Payment	E 101-45124-217	Heating Fuel			\$1,062.36
Invoice	521567	7/30/2013			
Cash Payment	E 101-45124-217	Heating Fuel			\$977.41
Invoice	521638	8/14/2013			
Transaction Date	9/4/2013	MAIN CHECKING G 10100		Total	\$2,039.77
Refer	60897	<i>NORTH SHORE OIL AND PROPAN</i>			
Cash Payment	E 101-45100-217	Heating Fuel			\$1,484.62
Invoice	V05871	8/13/2013			
Cash Payment	E 101-45184-215	Marina Fuel for Resale			\$3,239.10
Invoice	V06647	8/30/2013			
Cash Payment	E 101-45184-215	Marina Fuel for Resale			\$6,448.50
Invoice	V06646	8/30/2013			
Transaction Date	9/4/2013	MAIN CHECKING G 10100		Total	\$11,172.22
Refer	60898	<i>COCA-COLA REFRESHMENTS</i>			
Cash Payment	E 101-45100-250	Merchandise Resale (GE)			\$368.64
Invoice	0668021123	8/21/2013			
Transaction Date	9/4/2013	MAIN CHECKING G 10100		Total	\$368.64



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Refer 60899 XEROX CORPORATION					
Cash Payment	E 101-45100-200 Office Supplies (GENER				\$108.23
Invoice	069806564	9/1/2013			
Transaction Date	9/4/2013	MAIN CHECKING G	10100	Total	\$108.23
Refer 60900 CARLSONS LAKESHORE ICE					
Cash Payment	E 101-45100-250 Merchandise Resale (GE				\$869.76
Invoice	AUGUST 2013	8/30/2013			
Transaction Date	9/4/2013	MAIN CHECKING G	10100	Total	\$869.76
Refer 60901 ER PERRY SIGNS & ENGRAVING					
Cash Payment	E 101-45189-219 Memorial Plaques				\$94.00
Invoice	15320	8/30/2013			
Transaction Date	9/4/2013	MAIN CHECKING G	10100	Total	\$94.00
Refer 60902 HAWKINS, INC.					
Cash Payment	E 101-45124-210 Operating Supplies (GE				\$22.32
Invoice	3483735 RI	6/27/2013			
Transaction Date	9/4/2013	MAIN CHECKING G	10100	Total	\$22.32
Refer 60903 GRAINGER					
Cash Payment	E 101-45100-220 Repair/Maint Supply (GE				\$82.41
Invoice	9226671114	8/23/2013			
Cash Payment	E 101-41940-220 Repair/Maint Supply (GE				\$3.27
Invoice	9226523521	8/23/2013			
Cash Payment	E 101-41940-220 Repair/Maint Supply (GE				\$26.11
Invoice	9227495448	8/26/2013			
Cash Payment	E 101-41940-220 Repair/Maint Supply (GE				\$403.00
Invoice	9227495455	8/26/2013			
Cash Payment	E 101-45100-210 Operating Supplies (GE				\$75.00
Invoice	9229569265	8/28/2013			
Transaction Date	9/4/2013	MAIN CHECKING G	10100	Total	\$589.79
Refer 60904 EDSON INTERNATIONAL					
Cash Payment	E 101-45184-210 Operating Supplies (GE				\$63.50
Invoice	6583108	8/28/2013			
Transaction Date	9/4/2013	MAIN CHECKING G	10100	Total	\$63.50
Refer 60905 RECREATION SUPPLY CO.					
Cash Payment	E 101-45124-220 Repair/Maint Supply (GE				\$733.40
Invoice	263422	8/23/2013			
Transaction Date	9/4/2013	MAIN CHECKING G	10100	Total	\$733.40
Refer 60906 NORTHERN WILDS					
Cash Payment	E 101-45100-340 Advertising				\$142.00
Invoice	11577	9/1/2013			
Transaction Date	9/4/2013	MAIN CHECKING G	10100	Total	\$142.00
Refer 60907 TWIN PORTS PAPER & SUPPLY IN					
Cash Payment	E 101-45124-210 Operating Supplies (GE				\$154.18
Invoice	143832	8/27/2013			
Cash Payment	E 101-45100-210 Operating Supplies (GE				\$600.00
Invoice	143832	8/27/2013			



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Cash Payment	E 609-49750-210 Operating Supplies (GE				\$70.78
Invoice 143842	8/27/2013				
Cash Payment	E 609-49750-210 Operating Supplies (GE				\$154.42
Invoice 143844	8/27/2013				
Cash Payment	E 609-49750-259 Other For Resale				\$35.77
Invoice 143844	8/27/2013				
Cash Payment	E 609-49750-210 Operating Supplies (GE				-\$18.49
Invoice 142058	8/7/2013				
Transaction Date	9/4/2013	MAIN CHECKING G	10100	Total	\$996.66
Refer	60908	<i>THOMPSON PERFORMANCE</i>			
Cash Payment	E 101-45100-220 Repair/Maint Supply (GE				\$30.58
Invoice 250059	6/25/2013				
Cash Payment	E 101-45100-220 Repair/Maint Supply (GE				\$12.85
Invoice 20171	8/27/2013				
Transaction Date	9/4/2013	MAIN CHECKING G	10100	Total	\$43.43
Refer	60909	<i>BELL INDUSTRIES</i>			
Cash Payment	E 101-45100-250 Merchandise Resale (GE				\$534.78
Invoice I1 1282831	8/13/2013				
Transaction Date	9/4/2013	MAIN CHECKING G	10100	Total	\$534.78
Refer	60910	<i>COOK COUNTY HIGHWAY DEPT</i>			
Cash Payment	E 101-43100-224 Street Maint Materials				\$76.95
Invoice 2801	9/3/2013				
Cash Payment	E 101-43100-224 Street Maint Materials				\$19.67
Invoice 2793	8/26/2013				
Transaction Date	9/4/2013	MAIN CHECKING G	10100	Total	\$96.62
Refer	60911	<i>NORTH SHORE WASTE</i>			
Cash Payment	E 101-41940-384 Refuse/Garbage Dispos				\$215.28
Invoice 6832	8/31/2013				
Cash Payment	E 101-43100-384 Refuse/Garbage Dispos				\$1,404.00
Invoice 6792	8/31/2013				
Cash Payment	E 101-45100-384 Refuse/Garbage Dispos				\$6,650.00
Invoice 6725	8/31/2013				
Cash Payment	E 101-45124-384 Refuse/Garbage Dispos				\$288.48
Invoice 6725	8/31/2013				
Cash Payment	E 101-45184-384 Refuse/Garbage Dispos				\$250.00
Invoice 6725	8/31/2013				
Transaction Date	9/4/2013	MAIN CHECKING G	10100	Total	\$8,807.76
Refer	60912	<i>BUCK S RADIO SHACK</i>			
Cash Payment	E 101-43100-220 Repair/Maint Supply (GE				\$6.46
Invoice 10150872	8/9/2013				
Transaction Date	9/4/2013	MAIN CHECKING G	10100	Total	\$6.46
Refer	60913	<i>STEVE S SPORTS AND AUTO</i>			
Cash Payment	E 101-43100-220 Repair/Maint Supply (GE				\$10.78
Invoice 231153	8/26/2013				
Cash Payment	E 101-43100-220 Repair/Maint Supply (GE				\$10.78
Invoice 231152	8/26/2013				



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Cash Payment	E 101-45100-220 Repair/Maint Supply (GE	\$15.00
Invoice 230584	8/8/2013	
Cash Payment	E 613-45125-211 Operating Supplies	\$9.16
Invoice 230521	8/6/2013	

Transaction Date	9/4/2013	MAIN CHECKING G 10100	Total	\$45.72
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Refer 60914 FLEET ONE LLC

Cash Payment	E 101-43100-212 Motor Fuels	\$15.69
Invoice 4452920024	8/31/2013	
Cash Payment	E 101-43100-212 Motor Fuels	\$296.34
Invoice 4452910024	8/31/2013	
Cash Payment	E 101-45100-212 Motor Fuels	\$44.84
Invoice 4452920024	8/31/2013	
Cash Payment	E 101-45100-212 Motor Fuels	\$577.53
Invoice 4452890024	8/31/2013	
Cash Payment	E 613-45125-212 Motor Fuels	\$468.09
Invoice 4453130024	8/31/2013	

Transaction Date	9/4/2013	MAIN CHECKING G 10100	Total	\$1,402.49
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Refer 60915 PUBLIC UTILITIES COMMISSION1

Cash Payment	E 101-41940-380 Utility Services (GENER	\$2,962.90
Invoice AUGUST 2013	9/4/2013	
Cash Payment	E 101-43100-380 Utility Services (GENER	\$26.42
Invoice AUGUST 2013	9/4/2013	
Cash Payment	E 101-45100-380 Utility Services (GENER	\$13,739.80
Invoice AUGUST 2013	9/4/2013	
Cash Payment	E 101-43100-381 Street Light Utilities	\$2,238.03
Invoice AUGUST 2013	9/4/2013	
Cash Payment	E 101-42700-380 Utility Services (GENER	\$27.40
Invoice AUGUST 2013	9/4/2013	
Cash Payment	E 101-42200-382 Fire Hydrant Utilities	\$1,103.70
Invoice AUGUST 2013	9/4/2013	
Cash Payment	E 101-45189-380 Utility Services (GENER	\$161.27
Invoice AUGUST 2013	9/4/2013	
Cash Payment	E 211-45500-380 Utility Services (GENER	\$660.33
Invoice AUGUST 2013	9/4/2013	
Cash Payment	E 101-45124-380 Utility Services (GENER	\$2,978.55
Invoice AUGUST 2013	9/4/2013	
Cash Payment	E 101-45184-380 Utility Services (GENER	\$397.55
Invoice AUGUST 2013	9/4/2013	
Cash Payment	E 101-42200-380 Utility Services (GENER	\$115.15
Invoice AUGUST 2013	9/4/2013	

Transaction Date	9/4/2013	MAIN CHECKING G 10100	Total	\$24,411.10
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Refer 60916 VIKING PLUMBING & HEATING

Cash Payment	E 101-45100-220 Repair/Maint Supply (GE	\$5.56
Invoice 21508	8/15/2013	
Cash Payment	E 101-45100-220 Repair/Maint Supply (GE	\$19.24
Invoice 21528	8/28/2013	

Transaction Date	9/4/2013	MAIN CHECKING G 10100	Total	\$24.80
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Refer 60917 COOK COUNTY NEWS HERALD



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City of Grand Marais

Current Period: September 2013

Cash Payment	E 215-45500-430 Miscellaneous (GENERA TAENZER/LIBRARY			\$100.00
Invoice	73113LISTING 7/31/2013			
Cash Payment	E 211-45500-340 Advertising			\$20.00
Invoice	JULY 2-13 7/31/2013			
Transaction Date	9/4/2013	MAIN CHECKING G	10100	Total \$120.00
Refer	60918 BAKER & TAYLOR			
Cash Payment	E 211-45500-435 Books, Periodicals, AV			\$35.76
Invoice	M22459080 8/28/2013			
Cash Payment	E 211-45500-435 Books, Periodicals, AV			\$167.70
Invoice	M20948770 8/13/201			
Cash Payment	E 211-45500-435 Books, Periodicals, AV			\$14.98
Invoice	M20948771 8/13/2013			
Cash Payment	E 211-45500-435 Books, Periodicals, AV			\$495.51
Invoice	M21809811 8/26/2013			
Cash Payment	E 211-45500-435 Books, Periodicals, AV			\$10.00
Invoice	M21809810 8/26/2013			
Cash Payment	E 211-45500-435 Books, Periodicals, AV			\$198.40
Invoice	M21138550 8/20/2013			
Cash Payment	E 211-45500-435 Books, Periodicals, AV			\$272.97
Invoice	2028462011 8/15/2013			
Cash Payment	E 211-45500-435 Books, Periodicals, AV			\$303.13
Invoice	2028492374 8/26/2013			
Cash Payment	E 211-45500-435 Books, Periodicals, AV			\$30.62
Invoice	M22308740 8/27/2013			
Transaction Date	9/4/2013	MAIN CHECKING G	10100	Total \$1,529.07
Refer	60919 MORNINGSTAR INC			
Cash Payment	E 211-45500-435 Books, Periodicals, AV			\$135.00
Invoice	3111036 9/4/2013			
Transaction Date	9/4/2013	MAIN CHECKING G	10100	Total \$135.00
Refer	60920 THE WALL STREET JOURNAL			
Cash Payment	E 211-45500-435 Books, Periodicals, AV			\$448.40
Invoice	RENEWAL 1 YR. 9/4/2013			
Transaction Date	9/4/2013	MAIN CHECKING G	10100	Total \$448.40
Refer	60921 WOODEN BOAT			
Cash Payment	E 211-45500-435 Books, Periodicals, AV			\$32.00
Invoice	SUB. RENEWAL 9/4/2013			
Transaction Date	9/4/2013	MAIN CHECKING G	10100	Total \$32.00
Refer	60922 AMERICAN LIBRARY ASSOCIATIO			
Cash Payment	E 211-45500-330 Transportation/School	FACEBOOK WEBINAR		\$50.00
Invoice	26264006 8/12/2013			
Transaction Date	9/4/2013	MAIN CHECKING G	10100	Total \$50.00
Refer	60923 CHAPPELL, LINDA			
Cash Payment	E 211-45500-200 Office Supplies (GENER			\$12.99
Invoice	KNIFE 8/15/2013			
Transaction Date	9/4/2013	MAIN CHECKING G	10100	Total \$12.99
Refer	60924 QUILL CORPORATION			



CITY OF GRAND MARAIS

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City of Grand Marais

Current Period: September 2013

Cash Payment	E 211-45500-200 Office Supplies (GENER				\$127.22
Invoice	5124657	8/26/2013			
Transaction Date	9/4/2013	MAIN CHECKING G	10100	Total	\$127.22
Refer	60925 JOHNSON S FOODS				
Cash Payment	E 101-41400-200 Office Supplies (GENER				\$28.58
Invoice	1848	8/7/2013			
Cash Payment	E 613-45125-211 Operating Supplies				\$18.34
Invoice	1848	8/7/2013			
Cash Payment	E 613-45125-255 Food For Resale				\$19.94
Invoice	1848	8/7/2013			
Cash Payment	E 101-45100-210 Operating Supplies (GE				\$9.05
Invoice	1848	8/7/2013			
Transaction Date	9/4/2013	MAIN CHECKING G	10100	Total	\$75.91
Refer	60926 TURFWERKS				
Cash Payment	E 613-45125-211 Operating Supplies				\$132.68
Invoice	J178733	8/28/2013			
Transaction Date	9/4/2013	MAIN CHECKING G	10100	Total	\$132.68
Refer	60927 ROHLFING INC.				
Cash Payment	E 613-45125-252 Beer For Resale				\$100.50
Invoice	384163	8/21/2013			
Transaction Date	9/4/2013	MAIN CHECKING G	10100	Total	\$100.50
Refer	60928 BERNICKS				
Cash Payment	E 613-45125-260 Soft Drinks/Mix For Resa				\$52.60
Invoice	355910	8/15/2013			
Cash Payment	E 613-45125-255 Food For Resale				\$132.48
Invoice	10974	8/15/2013			
Cash Payment	E 613-45125-211 Operating Supplies				\$96.85
Invoice	358534	8/30/2013			
Transaction Date	9/4/2013	MAIN CHECKING G	10100	Total	\$281.93
Refer	60945 US POSTAL SERVICE				
Cash Payment	E 101-41400-322 Postage		CITY HALL - BOX 600		\$106.00
Invoice	POBOX FEE	9/5/2013			
Cash Payment	E 609-49750-433 Dues and Subscriptions		LIQUOR STORE BOX		\$44.00
Invoice	POBOX FEE	9/5/2013			
Transaction Date	9/5/2013	MAIN CHECKING G	10100	Total	\$150.00
Refer	60946 NORDIC ELECTRIC				
Cash Payment	E 101-45184-220 Repair/Maint Supply (GE				\$566.23
Invoice	13691	9/5/2013			
Transaction Date	9/5/2013	MAIN CHECKING G	10100	Total	\$566.23
Refer	60947 ISAK HANSEN INC.				
Cash Payment	E 101-45100-220 Repair/Maint Supply (GE				\$29.25
Invoice	412971	8/7/2013			
Cash Payment	E 101-45100-210 Operating Supplies (GE				\$227.51
Invoice	413435	8/16/2013			
Transaction Date	9/5/2013	MAIN CHECKING G	10100	Total	\$256.76
Refer	60948 SUPERIOR LUMBER & SPORTS				



CITY OF GRAND MARAIS

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Payments

City of Grand Marais

Current Period: September 2013

Cash Payment	E 101-45100-220 Repair/Maint Supply (GE)			\$34.23
Invoice	197318	8/7/2013		
Cash Payment	E 613-45125-211 Operating Supplies			\$35.54
Invoice	197778	8/19/2013		
Cash Payment	E 613-45125-211 Operating Supplies			\$12.68
Invoice	197590	8/14/2013		
Transaction Date	9/5/2013	MAIN CHECKING G	10100	Total \$82.45
Refer	60949 HANSON, LES			
Cash Payment	E 101-45100-250 Merchandise Resale (GE)			\$1,975.00
Invoice	00009	9/4/2013		
Transaction Date	9/5/2013	MAIN CHECKING G	10100	Total \$1,975.00
Refer	60950 BUCK S RADIO SHACK			
Cash Payment	E 101-45100-258 Cable TV Expense			\$37.10
Invoice	10151319	8/19/2013		
Transaction Date	9/5/2013	MAIN CHECKING G	10100	Total \$37.10
Refer	60953 LHB ENGINEERS & ARCHITECTS			
Cash Payment	E 101-41942-302 Architects Fees			\$2,883.41
Invoice	120516.00-2	8/12/2013		
Transaction Date	9/6/2013	MAIN CHECKING G	10100	Total \$2,883.41
Refer	60954 EDWIN E. THORESON, INC.			
Cash Payment	E 101-43100-224 Street Maint Materials			\$680.00
Invoice	20749	7/31/2013		
Transaction Date	9/6/2013	MAIN CHECKING G	10100	Total \$680.00
Refer	60955 FLAHERTY & HOOD, P.A.			
Cash Payment	E 101-41610-304 Attorney(Civil)			\$496.10
Invoice	6530	8/5/2013		
Transaction Date	9/6/2013	MAIN CHECKING G	10100	Total \$496.10
Refer	60956 COALITION OF GREATER MN CITI			
Cash Payment	E 101-41900-436 Membership Dues			\$2,118.00
Invoice	2014 DUES	8/2/2013		
Transaction Date	9/6/2013	MAIN CHECKING G	10100	Total \$2,118.00
Refer	60957 COOK COUNTY AUDITOR-TREASU			
Cash Payment	G 101-20800 Taxes Due (State MN)			\$5,749.33
Invoice	AUGUST LODG.	9/1/2013		
Transaction Date	9/6/2013	MAIN CHECKING G	10100	Total \$5,749.33
Refer	60958 MN DEPT OF REVENUE-EFTPS	Ck# 002261E 9/6/2013		
Cash Payment	G 101-20800 Taxes Due (State MN)			\$11,952.00
Invoice	AUGUST 2013	9/5/2013		
Cash Payment	G 609-20800 Taxes Due (State MN)			\$28,822.00
Invoice	AUGUST 2013	9/5/2013		
Cash Payment	G 101-20800 Taxes Due (State MN)			\$739.00
Invoice	AUGUST 2013	9/5/2013		
Cash Payment	G 613-20800 Taxes Due (State MN)			\$2,450.00
Invoice	AUGUST 2013	9/5/2013		
Cash Payment	G 211-20800 Taxes Due (State MN)			\$46.00
Invoice	AUGUST 2013	9/5/2013		



City of Grand Marais

CITY OF GRAND MARAIS Payments

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Current Period: September 2013

Transaction Date		MAIN CHECKING G 10100	Total	
9/6/2013				\$44,009.00
Refer	60959 LEAGUE OF MN CITIES INSURANC			
Cash Payment	E 101-41900-360 Insurance (GENERAL)			\$5,385.00
Invoice	2013-2014 9/4/2013			
Cash Payment	E 101-43100-360 Insurance (GENERAL)			\$1,630.00
Invoice	2013-2014 9/4/2013			
Cash Payment	E 609-49750-360 Insurance (GENERAL)			\$4,793.00
Invoice	2013-2014 9/4/2013			
Cash Payment	E 609-49750-360 Insurance (GENERAL)			\$3,699.00
Invoice	2013-2014 9/4/2013			
Cash Payment	E 101-45184-360 Insurance (GENERAL)			\$3,710.00
Invoice	2013-2014 9/4/2013			
Cash Payment	E 613-45125-360 Insurance (GENERAL)			\$2,478.00
Invoice	2013-2014 9/4/2013			
Cash Payment	E 211-45500-360 Insurance (GENERAL)			\$6,719.00
Invoice	2013-2014 9/4/2013			
Cash Payment	E 101-45124-360 Insurance (GENERAL)			\$3,989.00
Invoice	2013-2014 9/4/2013			
Cash Payment	E 101-45100-360 Insurance (GENERAL)			\$11,514.00
Invoice	2013-2014 9/4/2013			
Cash Payment	E 101-42200-360 Insurance (GENERAL)			\$1,556.00
Invoice	2013-2014 9/4/2013			
Cash Payment	E 101-42200-360 Insurance (GENERAL)			\$1,934.00
Invoice	2013-2014 9/4/2013			
Cash Payment	E 101-42270-360 Insurance (GENERAL)			\$127.00
Invoice	2013-2014 9/4/2013			
Cash Payment	E 101-45100-360 insurance (GENERAL)			\$354.00
Invoice	2013-2014 9/4/2013			
Cash Payment	E 613-45125-360 Insurance (GENERAL)			\$170.00
Invoice	2013-2014 9/4/2013			
Cash Payment	E 101-43100-360 Insurance (GENERAL)			\$528.00
Invoice	2013-2014 9/4/2013			
Transaction Date	9/6/2013	MAIN CHECKING G 10100	Total	\$48,586.00
Refer	60960 GRAND MARAIS MOTORS			
Cash Payment	E 613-45125-211 Operating Supplies			\$36.76
Invoice	58909 8/20/2013			
Transaction Date	9/6/2013	MAIN CHECKING G 10100	Total	\$36.76
Refer	60961 SOUTHERN WINE & SPIRITS OF M			
Cash Payment	E 609-49750-251 Liquor For Resale			\$6,226.88
Invoice	1072563 9/5/2013			
Cash Payment	E 609-49750-333 Freight and Express			\$130.83
Invoice	1072563 9/5/2013			
Transaction Date	9/6/2013	MAIN CHECKING G 10100	Total	\$6,357.71



CITY OF GRAND MARAIS
Payments



Current Period: September 2013

Fund Summary

	10100 MAIN CHECKING GMSB
101 GENERAL FUND	\$163,267.06
211 LIBRARY	\$9,780.01
215 LIBRARY RESTRICTED FUND	\$100.00
609 MUNICIPAL LIQUOR FUND	\$43,958.19
613 GOLF COURSE	\$6,342.69
	<hr/>
	\$223,447.95

Pre-Written Checks	\$44,009.00
Checks to be Generated by the Computer	\$179,438.95
Total	<hr/>
	\$223,447.95



**SECURITY STATE
INSURANCE**

**4 LOCATIONS
TO SERVE YOU!**

September 4, 2013

Kim Dunsmoor
Finance Director
City of Grand Marais and/or PUC
P.O. Box 600
Grand Marais, MN 55604

Kim:

Re: 8/1/2013 LMCIT Renewal

I am enclosing a premium breakdown by department for the 8/1/2013 LMCIT renewal. The renewal policy is being issued and we will deliver it as soon as we receive it. The Company has bound coverage pending issuance of the renewal policy. Your renewal premium is \$70,814. (includes the 11/10/2013 Liquor Liability renewal).

The Liability Section of the policy is written on a Claims-Made basis. The Liability coverage provides a limit of \$1,500,000. per occurrence, which is the statutory municipal tort liability limit. The statutory limit per claimant is \$500,000. The renewal premium assumes that you are electing to waive the *per claimant* statutory limit. The Liability limit is shared by the City and the Public Utilities Commission, they do not each have a separate limit.

The City's LMCIT liability coverage does not insure against liability claims arising out activities of the North Shore Management Board or the Promotion of Recreational Facilities Agreement. The LMCIT policy excludes Joint Powers entities. The LMCIT has indicated that they would be willing to write separate policies for these Joint Powers entities. The EDA has purchased coverage through the LMCIT.

The schedule of covered buildings lists the "estimated replacement cost" for each building. The maximum the LMCIT will pay to replace a building is 150% of the limit shown on the schedule. For most typical city buildings the LMCIT feels that the estimated replacement cost figures should be reasonably accurate, and that the 150% provision provides a substantial safety margin. Review the building schedule to be sure that all of your buildings are listed. Please review the estimated replacement cost figures for each building. The Equipment at the power plant is

P.O. Box 347
Aitkin, MN 56431
PH # 218-927-3712
Fax # 218-927-4481

P.O. Box 677
Isle, MN 56342
PH # 320-676-3795
Fax # 320-676-8543

P.O. Box 338
Onamia, MN 56359
PH # 320-532-3233
Fax # 320-532-4403

P.O. Box 789
Grand Marais, MN 55604
PH # 218-387-1540
Fax # 218-387-2689

written on an Agreed Value (the 150% does not apply) basis since it is not RICE compliant. See attached letter. I have advised the underwriter that the equipment will be RICE compliant by the end of this week.

Individual pieces of Mobile Equipment valued at over \$25,000. must be scheduled to be covered. Review the schedule on the policy to be sure that all items valued at over \$25,000 are listed. Be sure to notify us of any new purchases exceeding \$25,000.

The policy is written with the \$10,000./20,000./1,000. All Lines Large Deductible Option. Lower deductibles are available for an additional premium.

Excess Liability is available through the LMCIT program. The premium for a \$1,000,000. Excess Liability Policy is \$8,129

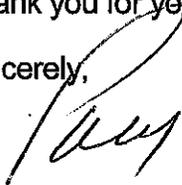
Mechanical Breakdown (Boiler & Machinery) coverage can be purchased through the LMCIT. I understand that the Power Plant is covered for Mechanical Breakdown through SMMPA. The LMCIT could cover all locations except the Power Plant. The additional premium for the endorsement would be \$1,869.

LMCIT offers optional coverage endorsements that can be added to the Policy for Utility Transmission & Distribution Line coverage, No-Fault Sewer Back-up coverage (must meet certain requirements to qualify), Accident Coverage for Volunteers, Primary Auto Liability coverage. These have been looked at before and not added. If you would like additional information on any optional coverage let me know.

Call with questions.

Thank you for your business.

Sincerely,



Paul Coe
Enclosure

City of Grand Marais and/or Public Utilities Commission

Premium Breakdown by Department for 8/1/13 – 8/1/14 Policy Period

General	\$ 5,385.
Street	1,630.
Water	2,308.
Sewer	6,636.
Liquor	4,793.
Marina	3,710.
Golf	2,478.
Library	6,719.
Pool	3,989.
Tourist Park	11,514.
Fire	1,556.
Electric	11,117.
Auto	5,280. (schedule attached)
Liquor Liability	<u>3,699.</u>
	\$ 70,814.

SCHEDULE of VEHICLES - GRAND MARAIS, CITY OF

COVENANT Number: CMC 35792

COVENANT Period: 08/01/2013 TO 08/01/2014

VEH#	YR	TRADE NM	MODEL	- ID -	LIAB	PHYD
HNO				HIRED/NONOWNED	\$ 63	\$
002	1988	INTL	TANK	T466	\$ 139	\$ 118
003	1988	HOMEMADE	TRAILER	8694	\$	\$
004	1991	CHEV	PICKUP	8337	\$ 130	\$ 40
006	1997	CHEV	PICKUP	3894	\$ 130	\$ 40
007	1999	CHEV	TRUCK	8734	\$ 146	\$ 406
008	2002	CHEV	PICKUP	4807	\$ 130	\$ 40
009	1996	REEL-O-MATIC	TRAILER	1-602-SF	\$	\$ 40
010	2001	U-DUMP	TRAILER	5903	\$	\$
011	2004	FORD F550	TRUCK	7528	\$ 146	\$ 235
012	1998	CHEV	TAHOE	0095	\$ 127	\$
013	2005	BELSAE	TRAILER	0294	\$	\$ 40
014	2005	CHEV 2400	HD W/ PLOW	2239	\$ 130	\$ 53
015	2006	CHEV	SILVERADO	3469	\$ 130	\$ 53
016	1994	FORD F350	CREW CAB	3167	\$ 130	\$ 40
017	2007	CHEV	SILVERADO	7492	\$ 130	\$ 74
018	2008	FORD F250	4X4 TRUCK	7940	\$ 130	\$ 67
019	2007	PUMPER	FIRE TRUCK	4010	\$ 36	\$ 783
020	2008	FORD	F150 PKCUP	4271	\$ 130	\$ 41
021	1999	CHEV	BUCKET TRK	7866	\$ 146	\$ 31
022	2011	FORD F550	PICKUP	3005	\$ 146	\$ 178
023	1974	INT'L	FIRE TRUCK	3941	\$ 36	\$ 31
024	2013	FREIGHTLINER	FIRE TRUCK	3735	\$ 36	\$ 779
TOTAL VEHICLES					\$ 2,191	\$ 3,089
TOTAL AUTO PRM					\$ 5,280	

SECTION I: LIABILITY COVERAGE WAIVER FORM

Cities obtaining liability coverage from the League of Minnesota Cities Insurance Trust must decide whether or not to waive the statutory tort liability limits to the extent of the coverage purchased. The decision to waive or not to waive the statutory limits has the following effects:

- *If the city does not waive the statutory tort limits, an individual claimant would be able to recover no more than \$500,000. on any claim to which the statutory tort limits apply. The total which all claimants would be able to recover for a single occurrence to which the statutory tort limits apply would be limited to \$1,500,000. These statutory tort limits would apply regardless of whether or not the city purchases the optional excess liability coverage.*
- *If the city waives the statutory tort limits and does not purchase excess liability coverage, a single claimant could potentially recover up to \$1,500,000. on a single occurrence. The total which all claimants would be able to recover for a single occurrence to which the statutory tort limits apply would also be limited to \$1,500,000., regardless of the number of claimants.*
- *If the city waives the statutory tort limits and purchases excess liability coverage, a single claimant could potentially recover an amount up to the limit of the coverage purchased. The total which all claimants would be able to recover for a single occurrence to which the statutory tort limits apply would also be limited to the amount of coverage purchased, regardless of the number of claimants.*

Claims to which the statutory municipal tort limits do not apply are not affected by this decision.

This decision must be made by the city council. **Cities purchasing coverage must complete and return this form to LMCIT before the effective date of the coverage.** For further information, contact LMCIT. You may also wish to discuss these issues with your city attorney.

City of Grand Marais and PUC accepts liability coverage limits of \$ 1,500,000. from the League of Minnesota Cities Insurance Trust (LMCIT).

Check one:

- The city **DOES NOT WAIVE** the monetary limits on municipal tort liability established by Minnesota Statutes 466.04.
- The city **WAIVES** the monetary limits on tort liability established by Minnesota Statutes 466.04, to the extent of the limits of the liability coverage obtained from LMCIT.

Date of city council meeting _____

Signature _____

Position _____

Return this completed form to LMCIT, 145 University Ave. W., St. Paul, MN. 55103-2044



August 27, 2013

Re: Grand Marais Electric Utility

This letter and the attached Municipal Electric Utility Property and Machinery Breakdown Coverage Options risk information memo provides a review of the various coverage options and replacement cost values and limits. Please deliver a copy of this letter to the utility manager.

As part of the 2011-2012 coverage changes, the definition of replacement cost for electric generators at electric generating facilities was amended to exclude costs necessary to comply with the U.S. Environmental Protection Agency's (EPA) National Emission Standards for Hazardous Air Pollutants for Reciprocating Internal Combustion Engines, if the equipment did not comply with the standards prior to the loss.

Review of Electric Utility Locations/Municipal Property Coverage

Location description

Power plant location

The power plant location includes the values on the building, production equipment, substation equipment and the substation that is outside or near the power plant building. The covenant includes an endorsement that lists the property that is covered at the power plant location.

Substation location

The substation location includes the values of the substation that is away from the power plant location.

This utility has the following power plant and substation locations and limits of coverage;

Location	Address	Occupancy	Limit
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*Agreed amount endorsement**Utility power plant engines*

Because the utility has not upgraded the generating equipment to be RICE compliant, we are not increasing the equipment values to reflect the units are RICE compliant; therefore, an agreed amount endorsement is needed. When the utility does decide to upgrade the existing units to be RICE compliant, the values need to be adjusted to reflect the RICE compliant replacement cost and we'll delete the agreed amount endorsement. Those agreed amount values are as follows:

- (1) 2700kw Cummins \$1,465,794;
- (2) 2000kw Cummins \$1,365,506 each;

LMCIT will repair and replace the equipment with used or new materials but in no event will LMCIT pay more than the agreed amount values above. The specific limit does not apply.

As an example, if a fire damaged the building for \$500,000, LMCIT would pay up to \$750,000. The building is subject to the 150% specific property limit. However, if a fire damaged the 2700 kw Cummins, LMCIT will not pay more than \$1,465,794. The specific limit does not apply.

Replacement cost coverage

The replacement cost coverage LMCIT provides for electric utilities differs from the coverage provided for other municipal property in an important way; the coverage for utility equipment allows for the use of used parts and materials to repair or replace damaged utility property, if used parts and materials of comparable kind and quality are available.

Replacement cost values

Estimating the replacement cost of electric utility equipment can be difficult. In most cases, we have requested the utilities to complete questionnaires on their equipment and have forwarded the information to various consulting engineers to determine the replacement cost values. Depending on the type of equipment, we may have used an internal replacement cost guideline as established by the consulting engineers. *Please review the replacement cost values on each location. If the utility feels that the values are inadequate, please contact LMCIT.*

Agreed amount values

Please review the equipment that has an agreed amount value and determine if the utility wants to amend the agreed amount values or make any other changes.

Several LMCIT premium saving memos

Below find links to the Changes in Property Rating For Electric Generation Facilities and Changes in Property Rates for Electric Generation Facilities Introduction of OM Incentive. These memos outline several ways an electric utility can reduce their property premium.

Changes In Property Rating For Electric Generation Facilities For 2007-2008

<http://www.lmc.org/media/document/1/200708propratingchangeselectricgenfacilities.pdf>

Electric Generation Facilities: Rate Changes And Introduction Of O&M Incentive Program

<http://www.lmc.org/media/document/1/200910utilitycovchangeincentiveprog.pdf>

Review of Electric Utility Locations/Equipment Breakdown Coverage

LMCIT does not provide any Equipment Breakdown Coverage.

Please contact me if you have any questions.

Cordially yours,

Jan Kodet, CPCU
LMCIT Underwriter

City of Grand Marais

MEMO

TO: Mayor Carlson
City Council
FROM: Michael J Roth, City Administrator
DATE: September 6, 2013
SUBJECT: Liquor License Renewals

The following businesses have requested liquor license renewals for 2013-14. This renewal period will cover October 1, 2013 to September 30, 2014. After City approval, the renewal forms are sent to the state for their review.

Before forwarding to the State, each applicant will have completed the appropriate paperwork, including proof of insurance, and paid the necessary fee. All renewals are contingent on a successful background check by the Sheriff.

Licensee	Business	License Type	Fee
Larsen Borthers LLC	Birch Terrace Supper Club	Liquor/Sunday	\$2,500
Sven & Ole's Inc.	Sven & Ole's Pizza	Liquor/Sunday	\$2,500
Gunflint Tavern on the Lake LLC	Gun Flint Tavern	Liquor/Sunday	\$2,500
Harbor House Grille LLC	Harbor House Grille	Liquor/Sunday	\$2,500
Am Leg 413	American Legion Lounge	Club	\$700
Paul & Cara Sporn	My Sister's Place	Wine/Beer	\$440
The Crooked Spoon Café, Inc.	The Crooked Spoon Café	Wine/Beer	\$440
Northwind Sailing Inc.	Angry Trout Café	Wine/Beer	\$440
The Little Canteen LLC	Hughie's Taco House	Wine/Beer	\$440
Toftey, Harley/Shelly	Dockside Fish Market	Wine/Beer	\$440
The LM Family, LLC	The Pie Place Cafe	Wine/Beer	\$440
Grand Marais Superamerica	Grand Marais Superamerica	Beer Off-Sale	\$110
Cook County Curling Club	Cook County Curling Club	Beer On-Sale	\$110

RESOLUTION 2013-14

RESOLUTION APPROVING PRELIMINARY 2013 TAX LEVY,
COLLECTIBLE IN 2014

BE IT RESOLVED, BY THE City Council of the City of Grand Marais, County of Cook, State of Minnesota, that the following sums of money constitute the preliminary levy for the current year, collectible in 2014 upon the taxable property in the City of Grand Marais for the following purposes;

REVENUE	\$ 611,927.35
PFA WATER 2004	\$ 31,839.06
G.O. IMPROVEMENT 2004	\$ 14,250.71
G.O. IMPROVEMENT 2005	\$ 32,856.50
G.O. IMPROVEMENT 2008	\$ 21,887.73
G.O. REFUNDING EDA 2009	\$68,058.00
G.O. REFUNDING 2013A	\$58,207.10
TOTAL	\$839,026.44

The City Administrator is hereby instructed to transmit a certified copy of this resolution to the County Auditor of Cook County, Minnesota.

Adopted by the City Council of the City of Grand Marais this 11th day of September 2013.

(SEAL)

Mayor Laurence Carlson

ATTEST:

Michael J. Roth
City Administrator

Upcoming Meeting Schedule

Updated September 6, 2013

SEPTEMBER

Date/Time	Meeting	Location
Wednesday, September 11, 4:30 p.m.	City Council Meeting	Council Chambers
Wednesday, September 25, 4:30 p.m.	City Council Meeting	Council Chambers

OCTOBER

Date/Time	Meeting	Location
Wednesday, October 9, 4:30 p.m.	City Council Meeting	Council Chambers
Wednesday, October 30, 4:30 p.m.	City Council Meeting	Council Chambers