

December 8, 2014

Mayor Jenkins opened the regular meeting of the Gaylord City Council with prayer by Council Member Sharrard at 7:00 p.m. on Monday, December 8, 2014, in the City Council Chambers, located in the Gaylord City Hall, 305 East Main Street, Gaylord, Michigan. The Pledge of Allegiance followed the invocation.

Members Present: Campbell, Jenkins, Johnson, Mankowski, Sharrard and Wishart.

Members Absent: Duczkowski.

Motion by Sharrard, supported by Wishart, to dispense with the reading of the minutes of the previous meeting and to accept them as presented.

Ayes: Unanimous. Motion carried.

Mayor Jenkins opened the public hearing for consideration of the issuance of Gaylord Hospital Finance Authority Hospital Revenue Refunding Bonds for the benefit of the Otsego Memorial Hospital Association at 7:04 p.m. City Manager Joseph Duff explained the role of the City in the issuance of the Bonds. Tom Lemon of Otsego Memorial Hospital was in attendance and explained the bonds would create a savings of \$55,000 monthly for a period of ten (10) Years. Mr. Lemon also explained the bonds are backed by Munson therefore if Otsego Memorial cannot make payment, Munson would do so.

Mayor Jenkins opened the public hearing at 7:07 p.m. for the consideration of the establishment of a Commercial Redevelopment District on property commonly identified as 1151 South Otsego Avenue. City Manager Duff explained that the establishment of the Redevelopment District would allow the property owner to request a Commercial Facilities Exemption in order to make significant investment to the property and renovate the building from its current status of obsolete to functional. Mr. Duff explained taxes are not abated or reduced, rather the value is "frozen" at the current level through the term of the exemption. Janet Flint, 217 East Sheldon Street, asked what the term of the exemption would be. Mr. Duff responded that it would be for twelve (12) years.

Mayor Jenkins opened the public hearing at 7:10 p.m. on a request by Northland Federal Credit Union for a variance from the strict compliance of the Gaylord Sign Ordinance at 1371 West Main Street. Northland's request is for two ground support signs, one on West Main Street and one on Mankowski Road. The ordinance permits only one ground support sign per property, but as Northland has frontage on two roadways, they are requesting two signs. A letter in support of the variance from Tri-Star Hospitality was made part of the record. Mayor Jenkins closed the hearing at 7:18 p.m.

Motion by Mankowski, supported by Campbell, to approve the request of Northland Federal Credit Union and allow the placement of an additional ground support sign along the Mankowski Road entrance in addition to a ground support sign that faces West M-32.

Ayes: Unanimous. Motion carried.

Motion by Johnson, supported by Sharrard, to excuse the absence of Council Member Duczkowski from the meeting.

Ayes: Unanimous. Motion carried.

Mayor Jenkins closed the public hearings for consideration of the issuance of Gaylord Hospital Finance Authority Hospital Refunding Bonds for the benefit of Otsego Memorial Hospital and consideration of the establishment of a Commercial Redevelopment District at 1151 South Otsego Avenue at 7:23 p.m.

Motion by Wishart, supported by Campbell, WHEREAS, the Gaylord Hospital Finance Authority (the "Authority") proposes to make a loan to Otsego Memorial Hospital Association (the "Hospital") to be used by the Hospital, together with other available funds of the Hospital, to refinance existing indebtedness of the Hospital and to pay the costs related thereto; and, WHEREAS, the Authority intends, pursuant to a plan of financing as described in Section 147(f)(2)(C) of the Internal Revenue Code of 1986, as amended (the "Code"), to issue bonds, in one or more series, on behalf of the Hospital (collectively, the "Bonds") in the aggregate principal amount of not to exceed \$2,000,000 to provide funds with which to make the loan to the Hospital; and, whereas, the Bonds will be limited obligations of the Authority and will not constitute general obligations or debt of the City of Gaylord, the State of Michigan or any political subdivision thereof; and, WHEREAS, this City Council has held a public hearing after a notice was published as provided in, and in satisfaction of the applicable public hearing requirements of, the Code; and WHEREAS, the Authority has requested that this City Council approve the issuance of the Bonds; and WHEREAS, this City Council desires to express its approval of the issuance of the Bonds by the Authority.

IT IS HEREBY RESOLVED BY THE CITY COUNCIL OF THE CITY OF GAYLORD, AS FOLLOWS:

1. Solely for the purpose of fulfilling the public approval requirements of the Code, the City Council of the City of Gaylord, Michigan, hereby approves the issuance, sale and delivery, in one or more series, of not to exceed \$2,000,000 in aggregate principal amount of the Bonds.
2. The City Clerk is hereby directed to provide three (3) certified copies of this resolution to the Secretary of the Authority.

Ayes: Unanimous. Motion carried.

Motion by Campbell, supported by Sharrard, WHEREAS, pursuant to Act. No. 255 of the Public Acts of 1978, as amended, the Gaylord City Council has the authority to establish "Commercial Redevelopment Districts" within the City; and, WHEREAS, the Gaylord City Council has stated its intent to establish an Commercial Redevelopment District on its property located in the City of Gaylord hereinafter described; and, WHEREAS, construction, acquisitions, alterations, or installations of a proposed new facility has not commenced at the time of filing the notice to establish this district; and, WHEREAS, written notice has been given by mail to all owners of real property located within the district and to the public by newspaper advertisement in the Gaylord Herald Times on the establishment of the proposed districts; and, WHEREAS, on December 8, 2014 a public hearing was held at which all of the owners of real property within the proposed Commercial Redevelopment Districts and all residents and taxpayers of City of Gaylord were afforded an opportunity to be heard thereon; and, WHEREAS, the Gaylord City Council deems it to be in the public interest of the City to establish the Commercial Redevelopment District as proposed and finds and determines that the district meets the requirements of Section 5(1) of the Act; that the property is obsolete commercial property or cleared or vacant land which is part of an existing, developed commercial or industrial zone which has been zoned commercial or industrial for 3 years before June 21, 1978, and the area is or was characterized by obsolete commercial property and a decline in commercial activity. NOW, THEREFORE BE IT RESOLVED by the Gaylord City Council, that the

following described parcel of land situated in City of Gaylord, County of Otsego, and State of Michigan, to wit:

**PARCEL 1:** A parcel of land on part of the Northwest  $\frac{1}{4}$  of the Northeast  $\frac{1}{4}$  of Section 9, Township 30 North, Range 3 West, City of Gaylord, Otsego County, Michigan, described as: Commencing at the North  $\frac{1}{4}$  corner of said Section 9, Town 30 North, Range 3 West; thence South  $01^{\circ}20'30''$  East, 836.52 feet along the North - South  $\frac{1}{4}$  line of said Section 9 to the POINT OF BEGINNING; thence South  $80^{\circ}39'40''$  East, 682.04 feet parallel with the North line of said Section 9; thence South  $00^{\circ}08'42''$  East, 365.00 feet; thence South  $89^{\circ}51'18''$  West, 471.12 feet along the Northerly Right-of-Way line of Commerce Boulevard; thence North  $00^{\circ}08'42''$  West, 140.00 feet; thence South  $89^{\circ}51'18''$  West, 194.55 feet; thence North  $01^{\circ}20'30''$  West, 337.45 feet along the North - South  $\frac{1}{4}$  line of said Section 9 to the Point of Beginning.

**PARCEL 2:** Part of the Northeast  $\frac{1}{4}$ , Section 9, Town 30 North, Range 3 West, City of Gaylord, Otsego County, State of Michigan, described as commencing at the North  $\frac{1}{4}$  corner of said Section; thence South  $80^{\circ}39'40''$  East, along the North line of said Section, 50.69 feet to the Easterly Right of Way line of Old U.S. 27; thence South  $0^{\circ}09'40''$  East, along said Right of Way line, 781.26 feet to the Point of Beginning; thence North  $89^{\circ}41'19''$  East, 788.97 feet to the Westerly line of the Proposed Plat of Aspen Park; thence South  $0^{\circ}16'40''$  East, along said Plat line, 185.00 feet; thence North  $80^{\circ}45'26''$  West, 800.10 feet to said Right of Way line; thence North  $0^{\circ}09'40''$  West, along said Right of Way line, 52.20 feet to Point of Beginning.

**PARCEL 3:** Lot 7 of the Plat of Aspen Park Center, according to the Plat thereof recorded in Liber 4 of Plats, Pages 134-136, Otsego County Records.

Tax Parcel No.: 103-130-000-095-02 and 103-155-000-007-00

Be and here is established as a Commercial Redevelopment District pursuant to the provision of Act. No. 255 of the Public Acts of 1978 to be known as the City of Gaylord Commercial Redevelopment District No. 3.

Ayes: Unanimous. Motion carried.

Mr. Ken Mathei of Bayside Beverage was in attendance to request City Council approve a request by the DDA to permit entertainment under the Pavilion until midnight on December 31<sup>st</sup> in addition to a request for a liquor license, in conjunction with the DDA's New Year's Eve activities. The DDA will purchase any required insurance required by the Liquor Control Commission.

Motion by Wishart, supported by Johnson, to approve a request by the DDA and Ken Mathei for entertainment in conjunction with the DDA's New Year's Eve activities and beer tent until midnight on December 31<sup>st</sup>, 2014.

Ayes: Unanimous. Motion carried.

Mr. Ken Mathei of Bayside Beverage and Alpenfrost Committee presented activities planned for the 2015 Alpenfrost event to be held February 6<sup>th</sup> and 7<sup>th</sup>. Mr. Mathei requested approval of the proposed street closure, parade permit, liquor license and closure of the Court Street parking lot.

Motion by Johnson, supported by Sharrard, to approve activities and street closures associated with the 2015 Alpenfrost, as presented.

Ayes: Unanimous. Motion carried.

Motion by Campbell, supported by Sharrard, to approve for payment the following expenditures:

ADVANCE ELECTRIC	WWT/CITY HALL SUPPLIES	24.50
AIRGAS USA LLC	MOTOR POOL PARTS	15.56
ARROW UNIFORM	CITY HALL/DPW SUPPLIES, MECHANIC UNIFORM	580.28
ARROW UNIFORM	DPW SUPPLIES	152.95
AMERICAN WASTE - ARROW	SANITATION SERVICE DPW	526.07
AMERICAN WASTE - ARROW	SANITATION SERVICE CITY HALL	81.00
AT&T	CITY HALL TELEPHONE EXPENSE	86.94
BANK OF NEW YORK	BOND FEES	750.00
BANK OF NEW YORK	BOND FEES	750.00
BANK OF NEW YORK	BOND FEES	750.00
BEAR PACKAGING & SUPPLY INC.	CURBSIDE RECYCLING BAGS	2,439.00
BIO-SYSTEM INTERNATIONAL	WWT SUPPLIES	234.03
BROADMOOR PRODUCTS	WWT SUPPLIES	4,100.08
BRONCO OIL COMPANY	MOTOR POOL SUPPLIES	37.86
C2AE	2014 STREET PROJECT	573.83
C2AE	MEIJER LIFT STATION	30.81
C2AE	DICKERSON ROAD 2015	6,461.00
C2AE	2015 STREET PROJECT	2,050.00
C2AE	DICKERSON ROAD	6,461.00
C2AE	TAP, NEMCOG, UTILITY CARD, NONMOTORIZED COSTS	446.15
CAPITAL TIRE INC - NORTH	MOTOR POOL PARTS	1,584.55
CENTURYLINK	TELEPHONE EXPENSE	16.61
CHARTER COMMUNICATIONS	INTERNET SERVICE, CITY HALL	61.74
CITY OF GAYLORD	DPW	55.57
CITY OF GAYLORD	DDA RESTROOMS	48.08
CITY OF GAYLORD	ASPEN PARK	281.16
CITY OF GAYLORD	CITY HALL	79.63
CONSUMERS ENERGY	DDA RESTROOMS	406.58
CONSUMERS ENERGY	PAVILION	67.84
CONSUMERS ENERGY	PAVILION	270.33
CONSUMERS ENERGY	PAVILION	22.64
CONSUMERS ENERGY	NORTH HAZEL WELL	722.63
CONSUMERS ENERGY	DICKERSON ROAD LIFT STATION	66.90
CONSUMERS ENERGY	FAIRVIEW CEMETERY	24.77

CONSUMERS ENERGY	NORTH OTSEGO AVENUE WELL	1,404.19
CONSUMERS ENERGY	NORTH OHIO WELL	978.83
CONSUMERS ENERGY	FAIRVIEW CEMETERY	23.31
CONSUMERS ENERGY	FREEL PARK	107.29
CONSUMERS ENERGY	DOUMAS PARK	110.89
CONSUMERS ENERGY	CITY HALL	962.79
CONSUMERS ENERGY	OAK AVENUE STREETLIGHTS	110.62
CONSUMERS ENERGY	DOUMAS PARK	22.64
CONSUMERS ENERGY	SOUTH CENTER STREETLIGHTS	421.42
CONSUMERS ENERGY	EDELWEISS VILLAGE PARKWAY	209.44
CONSUMERS ENERGY	SOUTH WISCONSIN STREETLIGHTS	422.76
CONSUMERS ENERGY	NORTH WISCONSIN STREETLIGHTS	157.23
CONSUMERS ENERGY	DPW	598.20
CONSUMERS ENERGY	WWT PLANT	9,795.00
CONSUMERS ENERGY	126 WEST MAIN STREET STREETLIGHTS	637.47
CONSUMERS ENERGY	HALE PARK	27.72
CONSUMERS ENERGY	WATER DEPT BUILDING, SOUTH CENTER AVENUE	29.59
CONSUMERS ENERGY	FAIRVIEW ROAD WATER TOWER	36.54
CONSUMERS ENERGY	STREET LIGHTS	4,567.82
CONSUMERS ENERGY	COMMERCE LIFT STATION	185.13
CONSUMERS ENERGY	TRAFFIC LIGHTS	1,522.59
REBECCA CURTIS	CITY HALL MAINTENANCE, NOVEMBER	900.00
CRA PAYMENT CENTER	MOTOR POOL PARTS	1,007.78
CUMMINS BRIDGEWAY LLC	WWT MAINTENANCE	1,166.00
CROSSROADS INDUSTRIES INC	CITY CHRONICLE	669.78
DELAGE LANDEN	CITY OFFICE COPY MACHINE LEASE	603.88
DELAGE LANDEN	POLICE DEPT COPY MACHINE LEASE	175.57
DORNBOS SIGN & SAFETY INC.	ROAD SIGNS	487.95
DTE ENERGY	WWT PLANT	77.78
DTE ENERGY	PAVILION	367.90
DTE ENERGY	NORTH OHIO WELL	165.12
DTE ENERGY	MEIJER LIFT STATION	31.35
DTE ENERGY	MCVANNEL ROAD LIFT STATION	32.18
DTE ENERGY	DPW	955.02
DTE ENERGY	WWT PLANT	79.60
DTE ENERGY	WWT PLANT	72.96
DTE ENERGY	WATER DEPT BUILDING, SOUTH CENTER AVENUE	55.48
DTE ENERGY	WWT PLANT	64.64
DTE ENERGY	WWT PLANT	68.29
DEBBIE DUNHAM	OFFICE SUPPLIES, REIMBURSEMENT	74.19
DUNN'S OFFICE SUPPLY & MACHINE	WATER/CITY OFFICE/PD/WWT PLANT OFFICE SUPPLIES	860.40
EJ USA INC.	WATER DEPT SUPPLIES	131.53
ELHORN ENGINEERING CO	WATER DEPT SUPPLIES	3,490.00

ELLSWORTH FARMERS EXCHANGE	ELK FEED/PARK SUPPLIES	505.55
FEENY	MOTOR POOL MAINTENANCE	792.00
FIRST NATIONAL BANK OMAHA	ELECTION/MOTOR POOL/USPS/POLICE DEPT	425.39
FIRST NATIONAL BANK OMAHA	MOTOR POOL	19.49
FOSTER SWIFT	TRIBUNAL LEGAL FEES	933.92
FRONTIER	DICKERSON ROAD LIFT STATION	92.46
FRONTIER	OROURKE, RACCOON, W MAIN, MEIJER, WWT	157.84
FRONTIER	OTSEGO CLUB LIFT STATION	35.93
FRONTIER	DPW	67.31
FRONTIER	CITY HALL	415.77
GAYLORD AREA CHAMBER OF COMMERCE	MEMBERSHIP	525.00
GAYLORD FORD LINCOLN MERCURY	MOTOR POOL MAINTENANCE	132.23
GILL-ROY'S COMPLETE HARDWARE	WATER/WWT/DPW SUPPLIES	130.31
GRAND TRAVERSE RUBBER SUPPLY	MOTOR POOL PARTS	46.92
GRAND TRAVERSE RUBBER SUPPLY	MOTOR POOL PARTS	16.84
GREAT LAKES ENERGY	LIFT STATIONS/TRAFFIC SIGNAL/STREETLIGHTS	1,584.03
GREAT LAKES PIPE & SUPPLY	MOTOR POOL PARTS	8.02
HAGGARD'S PLUMBING & HEATING	CITY HALL MAINTENANCE	168.46
HOME DEPOT CREDIT SERVICES I-2000 INC.	CEMETERY/WATER SUPPLIES	89.58
JACK DOHENY COMPANIES INC.	WWT/DPW INTERNET SERVICE	59.90
JIM WERNIG INC.	SEWER JET	60,700.00
JIM'S ALPINE AUTOMOTIVE	MOTOR POOL PARTS	144.81
JOHN DEERE FINANCIAL	MOTOR POOL PARTS	128.68
JOHNSON OIL OF GAYLORD	LOADER MONTHLY PAYMENT	2,552.28
JOHNSON OIL OF GAYLORD	MOTOR POOL FUEL	1,400.44
KENNEDY INDUSTRIES	MOTOR POOL FUEL	3,309.46
KIRKPATRICK & DUBOIS PLC	WATER SUPPLIES	149.36
LAPPAN'S OF GAYLORD INC	LEGAL FEES	1,584.00
LAWSON PRODUCTS	MOTOR POOL PARTS	97.47
MEYER ACE HARDWARE	MOTOR POOL PARTS	379.12
MICHIGAN LOCAL GOVERNMENT MGT	SHOVELS, DDA	398.15
MID-STATES BOLT & SCREW	JOSEPH DUFF, MEMBERSHIP	110.00
MID-STATES BOLT & SCREW	MOTOR POOL PARTS	17.53
MISTER T'S GLASS	MOTOR POOL PARTS	24.83
NORTHWEST HYDRAULICS & ENGINEER	MOTOR POOL PARTS	53.76
NORTHERN MICHIGAN REVIEW INC.	MOTOR POOL PARTS	402.88
PAK MAIL	PUBLISHING	105.00
PATRIOT STEEL & FABRICATION	SHIPPING	10.45
PATRIOT STEEL & FABRICATION	MOTOR POOL PARTS	51.50
SCIENTIFIC	MOTOR POOL PARTS	270.00
SHEREN PLUMBING & HEATING	MOTOR POOL PARTS	1,580.60
	WWT PLANT MAINTENANCE	342.00

SIX K'S LAWN SERVICE	ELK CARE	240.00
SPARTAN SEWER AND SEPTIC	ASPEN PARK PORTA-JOHN	160.00
SQUEAKY CLEAN	CITY HALL MAINTENANCE	45.00
STANDARD ELECTRIC COMPANY	WWT PARTS	659.00
THRIFTY PRINT OF GAYLORD	BUSINESS CARDS, POLICE DEPT	60.00
THRIFTY PRINT OF GAYLORD	CITY OFFICE SUPPLIES	120.50
TRUCK & TRAILER SPECIALTIES	MOTOR POOL PARTS	2,606.26
TRUCK & TRAILER SPECIALTIES	MOTOR POOL PARTS	985.68
UC MAN	INTERNET, CITY HALL	59.95
UC MAN	INTERNET, CITY HALL	59.95
UPPER LAKES TIRE DIST INC.	MOTOR POOL PARTS	107.00
WILBER AUTOMOTIVE SUPPLY INC.	MOTOR POOL/WWT PARTS AND SUPPLIES	826.33
ZAREMBA EQUIPMENT	MOTOR POOL MAINTENANCE	4,263.87
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		<b>\$154,341.77</b>

Ayes: Unanimous. Motion carried.

Motion to adjourn.

Meeting adjourned at 7:42 p.m.

Rebecca Curtis, City Clerk

John Jenkins, Mayor