

August 20, 2014
Worksession
6:30 p.m.

Present: Councilors Haeussler, Blau, Hodur, McKenzie, Belej, Slivon and Givens.

Absent: None

Also present: Susan Burack, Mrs. Haeussler (John's Mom) and Bill Marlor.

Reviewed and Discussed:

1. \$500,000 alternative source grant.
2. Received \$1000 donation in the mail.
3. Navy Street Townhome Association re: letter of concerns.
4. M&M PowerSports
 - Snowmobiles, tires and pallets all need to be cleaned up.
5. 80' tower placement in the City of Hancock (Verizon)
 - zoning required would be industrial
6. MDOT painted solid white line on Quincy and arrows on Quincy/Reservation.
7. Todd and Carrie Auger are opening a Burger Joint at the old Cousins sub shop.
8. Copper Crown Motel is for sale. Asking price is \$399,000.
9. Wisti Law Office Building is also for sale. Asking price is \$97,000.
10. Vollwerth and Company is celebrating 100 years in business.
 - City to share cost of billboard \$1080.00 and sponsor one or two events to help Celebrate this 100th Anniversary.
11. Key Ingredients 2015 is scheduled for around the same time as the Canal Run.
 - Hired the Trolley for this event.
12. Police Car Bids.
 - Sent to CC Ford, Bruno's, Northern Auto and Kiesel along with 2 internet bids.
13. Salvation Army has and new Lieutenant in town.
14. MML annual meeting will be held in Marquette this fall.
15. Currently received six applications for Police Chief. Expecting to receive up to 12 applications.
 - Barry, John and Lisa are involved in interviews.
 - Deadline for applications is 9-19-14
16. Finlandia Finance options for new sports facility.
 - City EDC
 - State of Michigan
 - 6-7 years old debt, refinance and add 14-15 years new debt.
 - 30 year issue 5-5 1/2% interest rate
 - Fixed Bond refinance after 7 years
17. Barry, John and Ron to meet to discuss the let-run policy.
18. White Street closing options.
 - 4 way stop at Scott/Pine Street
 - block off Scott all year round.
19. Fire Pit and Recreational Fires (review and recommendations)
20. DPW Update:
 - Busy patching, Valley View Sanitary Sewer and Beach Dock work.

August 20, 2014
Public Hearing
7:30 p.m.

Present: Councilors Haeussler, Blau, Hodur, McKenzie, Belej, Slivon and Givens.

Also present: Susan Burack, Mrs. Haeussler, Bill Marlor, Mitch Lake, Jeanette Robertson, Mr. and Mrs. Roger Turpening, Chrissy Gerhart, Mike Markham and Gregg Kacvinsky.

Mayor McKenzie called this Public Hearing to order at 7:30 p.m. on Wednesday, August 20, 2014 for the following purpose:

1. Proposed \$480,000 MSHDA grant application for Homebuyers purchase rehab (DR) program and Homeowner rehab program.
Ray Gerhart, Northern Consultant presented the Council and Public with an overview of the proposed grant application.

-HPRP Homebuyer – targeted area
10% over 10 years forgivable
-Homeowner Rehab Program (HPR)
\$40,000 up to 25% match
Max \$15,000 no interest payback
Pay back thru the sale of the home (targeted downtown area)
-Quincy, Hancock and Water Streets
Bank Loan pre-approved – 20% down

No Public Comment

2. 116 Quincy Street (close out) MSHDA Grant # MSC-2011-0657-HO for \$298,780.
 - Ending in June 2014 amount invested \$600,000
 - 7 new apartments and 1 new business.

Beginning in 2012 -13 new rental rehab units have been started and/or completed.

No Public Comment

1. Current CDBG
 - Kaleva Inc. 3 rehab. Apartments
 - WMLP Building 3 rehab. Apartments
 - Blast from the Past (apartments and business)
 - Masonic Temple (apartments and business) in progress
 - 119 Quincy Street (in progress)

No Public Comment

Special Presentation:

1. Receive final sewer flow report from Gregg Kacvinsky, PE, OHM Advisers.
 - Results from Spring 2014 Flow Metering Program:
 - Increase in water demand was up 40%
 - Climate and infrastructure were all added to the increase in flows.
 - Short Term Action plan
 1. Eliminate known inflow sources in Meter Districts E1 and F1
 2. Continued smoke testing and sewer televising – identify other sources (SAW Grant)
 3. Continue monitoring flows at the Canal Pump Station.
 - Long Term Action Plan
 1. Implement Asset Management Plan (from SAW Grant)
 2. Sewer cleaning and televising.
 3. Manhole Inspections.
 4. Spot repair and continued sewer replacement and rehabilitation.
 5. Repair prioritization
 6. Rate Study.
 - Long Term Action Plan
 1. Aging sewer system requires continuous rehabilitation to avoid increase in flow rates.
 2. Investments today result in the following benefits.
 - Reduced monthly bills to PLWSA, Delay costly PLWSA expansions and
 - Reduced risk of basement backups.

Regular Meeting
August 20, 2014
8:25 p.m.

The regular meeting of the Hancock City Council was held in the Council Chambers on Wednesday, August 20, 2014 at 8:25 p.m. with Mayor McKenzie presiding. The United States Flag was honored by all in attendance with the following duly qualified Councilors being present:

Councilors: Haeussler, Blau, Hodur, McKenzie, Belej, Slivon and Givens.

Absent: None

Moved by Councilor Hodur and seconded by Councilor Belej to approve the August 20, 2014 Agenda as presented.

Yes: All
No: None
Motion Carried.

correspondence

Houghton Residents pay highest electric rates in Michigan
A Grateful Soul re: \$1000 donation to the General Fund
Navy Street Townhome Association, LLC re: Concerns
Traffic flow options with the White Street redirection (presented by Councilor Hodur)
Recreational Fire (presented by Mayor McKenzie)
E-Mail from Hans Lechner re: No traffic on White Street=Excess traffic on Scott Street
E-Mail from Paul Masini re: The City of Hancock Front Street Wall
MML – Annual meeting in Marquette, Michigan October 16-17

Moved by Councilor Belej and seconded by Councilor Hodur to acknowledge the correspondence as presented and place them on file.

Yes: All
No: None
Motion Carried.

guests

Public Comment:

1. Susan Burack, 103 E. Quincy Street
Traffic on Tezcuco Street and White Street
2. Hans Lechner, 701 Elm Street (corner of Scott and Elm)
Letter on file regarding the concerns and traffic problems on local streets caused by the closure of White Street down.
3. Meredith LaBeau, 701 Pine Street re: Worried about traffic and safety of residents and children living on Pine Street.
4. Jeanette Robertson, 726 N. Lincoln re: Traffic nightmare – can't back out of her driveway on to US41 or walk her dogs safely. N. Lincoln and Elevation have added traffic.
5. Al McClellan, 1040 Minnesota re: Thank the City, Council and DDA for DDA funds and MSHDA money to redo Blast from the Past on Quincy Street.
6. Dan Duefrene, 814 N. Lincoln Drive re: A business at the Market Street mall (Superior Compassion Shop and the added traffic on Elevation Street from the closure of White Street down.

minutes approval

Moved by Councilor Belej and seconded by Councilor Hodur approving the minutes of the July 16, 2014 worksession, public hearing and regular meeting and the August 7, 2014 special meeting as presented.

Yes: All
No: None
Motion Carried.

reports

DDA minutes of June 2, 2014
PLWSA minutes of June 23, 2014
HHC minutes of May 21 and June 18, 2014
PLLB minutes of July 2, 2014
US41/M-26 Corridor Advisory Team minutes of July 10, 2014
PLWSA minutes of June 10 and July 15, 2014

Moved by Councilor Belej and seconded by Councilor Givens to acknowledge the reports as presented and place them on file.

Yes: All
No: None
Motion Carried.

admin. report

1. Update on the current MSHDA rental rehab grant by Glenn Anderson.
 - Kaleva Inc. 3 rehab. Apartments
 - WMLP Building 3 rehab. Apartments
 - Blast from the Past (apartments and business)
 - Masonic Temple (apartments and business) in progress
 - 119 Quincy Street (in progress)
2. Portage Lake Little League donation of \$700.
3. Driving Park Update.
 - Infield wind-lip removal, fencing (backstops) new caps on fences.
4. July 29th FERC decision MISO US Wisconsin
 - Currently UP customers 8% Wisconsin customers 92%
 - Change to UP customers 48% Wisconsin customers 42%
 - Retro to February 2014
 - 5-7% rate increase
5. DPW Update.
 - 36 manholes surface repairs by Fahrner Asphalt. Cost of each manhole \$150
6. 178 tons of blacktop for patching.
7. Campground Cable Update.
 - terminated cable at the campground effective 8-12-14
 - cost to update would be around \$21,000
8. Parade of Nations
 - Saturday, September 13th at 11 am starting in Hancock and traveling East to Houghton.
9. DEQ water supply evaluation.
 - No deficiencies found
10. Celtic Quarter Event – cancelled this year
11. September 9th National Guard Rafting exercise
12. Planning Commission meeting for August 25th is cancelled.
13. MEDC partial grant for the Masonic Building
\$600,000 to \$650,000 (blight grant request) asking \$250,000

old business
sale of city owned property

Sale of City owned 0.104 acre parcel located adjacent to 1200 Jasberg Street.
Minimum bid: \$1500.00

Bid Received:

Janet and Robert Turpening for \$1,799.00 with 10% down.

Moved by Councilor Haeussler and seconded by Councilor Belej to accept the bid of Janet and Robert Turpening for a 0.104 acre parcel located adjacent to 1200 Jasberg Street for the minimum bid of \$1,500. and authorize the Manager and Clerk to execute the deed.

Roll Call Vote:

Yes: Councilors Givens, Slivon, Belej, McKenzie, Hodur, Blau and Haeussler.

No: None

Motion Carried.

new business
july a/p

Moved by Councilor Belej and seconded by Councilor Blau approving the accounts payable in the amount of \$170,745.39 and authorizing payment as follows as funds become available.

General	\$46,983.16
Major	4,592.37
Local	12.20
Transit	4,615.31
Sewer	7,189.41
Water	31,981.93

Motor V 10,456.77
 DDA 212.24
 Total \$170,745.39

Roll Call Vote:

Yes: Councilors Haeussler, Blau, Hodur, McKenzie, Belej, Slivon and Givens.

No: None

Motion Carried.

add'l checks typed in july

Moved by Councilor Belej and seconded by Councilor Hodur approving the additional checks typed in the month of July, in the amount of \$561,945.33 and authorize payment as follows:

Expenses \$ 97,748.39

Transfers 464,196.94

Total \$561,945.33

Roll Call Vote:

Yes: Councilors Givens, Slivon, Belej, McKenzie, Hodur, Blau and Haeussler.

No: None

Motion Carried.

patrol car bids

New Police Patrol Vehicle, August 8, 2014

4WD SUV

Bidders:

Laredo Dodge

Laredo, TX \$33,350 2014 Dodge Durango Special Service

Jeff Nyler Fort Thomas Chrysler

Ft. Thomas, KY \$37,330 2014 Dodge Durango Special Service

Northern Auto

Hancock, MI \$31,216 2015 Dodge Durango Special Service

Bruno's Motors GMC & Buick

Hancock, MI no bid

Moved by Councilor Haeussler and seconded by Councilor Givens to accept the low bid of Northern Auto, Hancock MI for a 2015 Dodge Durango Special Service Vehicle in the amount of \$31,216. and award them the bid.

Roll Call Vote:

Yes: Councilors Haeussler, Blau, Hodur, McKenzie, Belej, Slivon and Givens.

No: None

Motion Carried.

swedetown creek bridge

Swedetown Creek Bridge Steel Superstructure Bid

Bidders:	Weathering Steel	Urethane Paint	Alternative Paint UP
Fabricating, Inc.	\$22,454	No bid	No Bid
Van Straten, Inc.	\$25,524	\$15,900	\$19,950 40' length not min
Universal Metal Works	\$20,508	No bid	\$19,750 40' length

Moved by Councilor Belej and seconded by Councilor Hodur to accept the low bid of Van Straten Inc. for an urethane paint for the Swedetown Creek Bridge Steel Superstructure in the amount of \$15,900 and award them the bid.

Roll Call Vote:

Yes: Councilors Givens, Slivon, Belej, McKenzie, Hodur, Blau and Haeussler.

No: None

Motion Carried.

recreation appointment

Moved by Councilor Belej and seconded by Councilor Haeussler approving the appointment of Jason Parker, 933 Fir St. to the Hancock Recreation Commission.

Yes: All
No: None
Motion Carried.

blacktop and milling bids

2014 paving request for MDOT 13 A mix and a sq. yard price for filling. 8-15-14
500 – 600 tons of 13A placed on 5-6 city streets with existing blacktop 300 to 350 tons of
13A for Valley View Drive

Bidders:	Milling	Paving	
Payne and Dolan, Inc.	\$2.60/sy	\$98/ton	\$107,180.00
Bill Siler Contracting Inc.	\$5.00/sy	\$120/ton	

- | | |
|-------------------------|---------------------|
| 1. Scott Street | N. Lincoln to Elm |
| 2. Warren | Scott to S. Lincoln |
| 3. W. Franklin | FU Chapel to Mine |
| 4. Ethel/N.Lincoln | intersection |
| 5. Elevation/N. Lincoln | intersection |
| 6. Jennings/Lynn | Ethel to Roberts |
| 7. Calumet | Cedar to Roberts |

Moved by Councilor Blau and seconded by Councilor Belej to accept the low bid of Payne and Dolan, Inc. for misc. milling paving of City streets for an estimated cost of \$107,180. and award them the bid.

Roll Call Vote:

Yes: Councilors Haeussler, Blau, Hodur, McKenzie, Belej, Slivon and Givens.

No: None

Motion Carried.

2014 paving list

Moved by Councilor Belej and seconded by Councilor Blau approving the 2014 Blacktop Paving List as follows:

Calumet	Roberts to Cedar
Warren	Scott to S. Lincoln Dr.
Hecla	Jasberg to M-203
Jenning/Lynn	Ethel to Roberts
Willow	Poplar to Elevation
Anthony	Spruce to Birch
Scott	N. Lincoln Dr. to Summit
Second	Hill North 200'
W. Franklin	Scott to Mine
W. Franklin	Mine to Finlandia's Church
Finn	Conrad North 200'
Finn	White South 300'
Shafter	Ryan to Conrad
Minnesota	Ethel East 300'
Minnesota (S ½)	Ethel to Forest
Washington	Jasberg to M-203
Jasberg (N ½)	Forest to Washington
Forest	Jasberg to M-203
Depot	Dakota to East
Poplar	Liberty South 200'
Ash (E ½)	Sigsbee to Ingot
Michigan	Pine to S. Lincoln
Dakota	Lake to Water

Roll Call Vote:

Yes: Councilors Givens, Slivon, Belej, McKenzie, Hodur, Blau and Haeussler.

No: None

Motion Carried.

trackless (2004)
equipment purchase

Moved by Councilor Belej and seconded by Councilor Hodur authorizing the purchase of a 2004 reconditioned Trackless with broom, plow, blade attachment kit delivered to Hancock for \$51,748.00 from MacQueen Equipment Inc.

DDA will pay for ½ the purchase price.

Roll Call Vote:

Yes: Councilors Haeussler, Blau, Hodur, McKenzie, Belej, Slivon and Givens.

No: None

Motion Carried.

update city section 3 plan

Moved by Councilor Belej and seconded by Councilor Givens to delete from the Section 3 Preference for Contracting with Section 3 Businesses as follows:

In bidding for HRP, qualified Section 3 Business Concerns will generally be given preference when their bids under \$100,00 are within MSHDA-established contract price limits. Delete= **(and do not exceed 10% more than that of the lowest qualified bidder. (Section 3-preferred bids over \$100,000, in the event they are received, have lower percentage allowance prescribed by HUD in 24 CFR 135.5.)**

Roll Call Vote:

Yes: Councilors Givens Slivon, Belej, McKenzie, Hodur, Blau and Haeussler.

No: None

Motion Carried.

resolution #16-14

Moved by Councilor Hodur and seconded by Councilor Belej adopting Resolution #16-14 as follows:

Resolution #16-14

WHEREAS, the City of Hancock is submitting a grant application for \$250,000 with the Michigan Community Development Block Grant (CDBG) Blight Elimination Program to rehabilitate the building located at 119 Quincy Street, City of Hancock's further described as West 13 feet of Lot 4 and East 37 feet of lot 5, Block 4, plat of the Village (now City) of Hancock,

WHEREAS, the City provided project information to citizens related to the CDBG Grant funds being applied for, the local match, the proposed creation of three housing units and mixed use commercial space for a blighted building located at 119 Quincy Street,

WHEREAS, the City has identified and confirmed the financial commitment of the UGLG's matching funds of \$282,800,

WHEREAS, no project costs (CDBG and non-CDBG) will be incurred prior to a formal grant award, completion of the environment review procedures and formal, written authorization to incur costs has been provided by your CDBG Project Manager,

WHEREAS, the proposed project is consistent with the City of Hancock's community Development plan as described in the Part 2 Grant Application

WHEREAS, the proposed project will clearly eliminate objectively determinable signs of blight and will be strictly limited to eliminating the specific instance of blight located at 119 Quincy Street.

WHEREAS, the City has published a public notice on July 12th and held a public hearing on July 16th to obtain views from citizens on the proposed Michigan Economic Development Corporation (MEDC) grant application related to the City of Hancock's community development and housing needs,

WHEREAS, the City has reviewed and understands the public participation regiments related to the MEDC's CDBG grant program;

NOW, THEREFORE, BE IT RESOLVED, that the City of Hancock hereby authorizes an application to the Michigan Community Development Block grant program for \$250,000 with the Michigan Strategic Fund administered by the Michigan Economic Development Corporation and authorizes the City Manager Glenn Anderson to sign the Part 2 grant application and all attachments and to sign the grant.

Yes: All

No: None

Motion Carried.

resolution #17-14

Moved by Councilor Belej and seconded by Councilor Haeussler adopting Resolution #17-14 as follows:

Resolution #17-14

MDOT PROJECT AUTHORIZATION RESOLUTION

WHEREAS, this resolution shall approve execution of the MDOT State Trunkline Contract #2014-0331, effective on October 1, 2014 to September 30, 2019; NOW, THEREFORE, be it resolved that Glenn Anderson, City Manager and Karen Haischer, City Clerk of the City of Hancock, are authorized to enter into and execute on behalf of the City of Hancock, MDOT State Trunkline Contract #2014-0331 with the Michigan Department of Transportation.

Yes: All

No: None

Motion Carried.

resolution #18-14

At a regular meeting of the Hancock City Council held on August 20, 2014, the following resolution was offered by Haeussler and seconded by Belej.

WHEREAS, the cities of Marquette, Houghton, and Hancock have been working together to establish a SmartZone Satellite in the City of Marquette;

WHEREAS, one of the requirements for Marquette to become a SmartZone Satellite is for the City of Houghton, the City of Hancock, and the City of Marquette LDFA to enter into an Agreement as required under Section 12b of the Local Development Act 281 of 1986; and

WHEREAS, the City of Marquette and the Marquette LDFA agree to a SmartZone and Development Plan that promotes high tech business and job growth by collaboration with Northern Michigan University, Michigan Technological University, Michigan State University, Michigan Tech Enterprise Corporation, and private sector community partners.

WHEREAS, the City of Marquette LDFA, the Houghton City Council and the Marquette City Council have approved this Agreement.

NOW, THEREFORE, LET IT BE RESOLVED that the Hancock City Council agrees to enter into the attached Agreement with the Marquette LDFA to create a SmartZone Satellite and authorizes the Mayor and the Clerk to sign the Agreement.

Yes: All

No: None

Motion Carried.

tco #4-14

Moved by Councilor Belej and seconded by Councilor Hodur approving Traffic Control Order #4-14 authorizing the removal of the barricades at the intersection of Tezcuco Street and Wright Street to make Tezcuco Street a two-way street.

Yes: All

No: None

Motion Carried.

campus drive west
rough grading & bulldozing

Quotes from Bidders:

	MJO	Moyle	Bill Siler
Excavator/Operator	\$125/hr	\$110/hr	4 pieces of equipment on site
200 Excavator with thumb		\$ 90/hr	
Off Road Truck/Driver	\$150/hr	\$100	
Dozer/Operator	\$100/hr	\$100/hr	\$250/hr
Loader/Operator	\$100/hr		
	Inc. Mob & GPS		
GSP Set Up		\$600	

Moved by Councilor Belej and supported by Councilor Givens to ward this project for bulldozing and rough grading of Campus Drive West to the low bidder MJO at an estimated cost of \$8,000 not to exceed \$10,000. Funds are available from the Major Street Fund.

Roll Call Vote:

Yes: Councilors Haeussler, Blau, Hodur, McKenzie Belej and Givens.

No: Councilor Slivon.

Motion Carried.

winter plowing blades

Quotes from Bidders:

Underbody Blades

NorTrax \$8,797.22

FABCO \$9,106.20

Moved by Councilor Belej and seconded by Councilor Blau to award the winter plowing blade bid to the low bidder NorTrax in the amount of \$8,797.22.

Roll Call Vote:

Yes: Councilors Givens, Slivon, Belej, McKenzie, Hodur, Blau and Haeussler.

No: None

Motion Carried.

Moved by Councilor Belej and seconded by Councilor Hodur that this regular meeting of the Hancock City Council be adjourned. Time: 9:48 p.m.

Yes: All

No: None

Motion Carried.

Lisa McKenzie, Mayor

Karen Haischer, CMC City Clerk