

The Marquette County Board of Commissioners held their Regular Meeting on Tuesday, June 21, 2005, at 6:30 P.M., in Room 231 of the Henry A. Skewis Annex, 234 West Baraga Avenue, Marquette, Michigan.

Chairperson Corkin called the meeting to order. Present: Comm. Arsenault, Comm. Bergdahl, Comm. Cihak, Comm. Heikkila, Comm. Joseph, Comm. Pellow, Comm. Struck, Comm. Wallace, and Comm. Corkin. Absent: None.

A Salute to the Flag was given followed by the Pledge of Allegiance.

It was moved by Comm. Wallace, seconded by Comm. Pellow, and unanimously carried by voice vote that the minutes of the County Board of Commissioners Regular meeting held on June 7, 2005 be approved.

Chairperson Corkin opened the meeting for public comment.

Mike Wills, Mike Wills Excavating & Trucking, spoke in support of the Delphi Lease negotiations. He asked the County Board to consider the financial impact to the community.

Jack Smith, JRS Construction, spoke in support of Delphi. He urged the County Board to continue negotiating.

Scott Baumer, MACASU, spoke in support of the Delphi Lease negotiations. He asked the County Board to consider the number of businesses that rely on Delphi.

Trudy Johnson, Advocate for the American Cancer Society, spoke regarding a smoke free workplace proposal. She urged Marquette County residents to learn more about secondhand smoke.

Karen Anderson, Executive Director, Sawyer Operations Authority, reminded and invited Commissioners to attend the KI Sawyer 10 Year Reunion, Friday, June 24 through Sunday, June 26, 2005. She explained various activities that were planned for the reunion. There will be something for everyone and urged Commissioners to take this opportunity to come and see all the hard work they have done over the past 10 years.

Sally Surrell, Owners, UP North Lodge, spoke in support of Delphi. She spoke of the business Delphi generates to all local restaurants, hotels, etc.

There being no further public comment, Chairperson Corkin closed this portion of the meeting.

It was moved by Comm. Joseph, seconded by Comm. Arsenault, and unanimously carried by voice vote that Claims and Accounts for the period June 10, 2005 through June 16, 2005 in the amount of \$177,623.61 be approved.

It was moved by Comm. Arsenault, seconded by Comm. Struck, and unanimously carried by voice vote that the Agenda be approved with the following change: Item 10f) Committee of the Whole Recommendation to Deny Delphi Automotive Lease Negotiations to be pulled from the Agenda to allow Staff to continue negotiations.

**INFORMATIONAL ITEMS**

It was moved by Comm. Pellow, seconded by Comm. Wallace, and unanimously carried by voice vote that the following informational items be accepted and placed on file:

- a. Notice of Approval for the Declaration of Restricted Covenants for Parcel E-23 Minus E-23 (NW) (Affected by IRP LF-3/4, EOD, and AF-53) of the Site-specific, Basewide Remedial Action Plan for the Former KI Sawyer Air Force Base, Marquette County, Michigan; Site ID No. 52000009 (Document in Commissioners' Chambers).
- b. Communication regarding Tri-County Convention Facilities Tax/4% State-wide Liquor Tax and Cigarette Tax, Health and Safety Fund Act.
- c. Richmond Township Support for a USGS Baseline Hydrological Survey of the Yellow Dog Plains Area.
- d. Baraga County Support for USGS Baseline Hydrological Survey of the Yellow Dog Plains Area.
- e. Thank You from Rep. Rich Brown RE: Fiscal Year 2006 Budget.
- f. MDEQ Air Quality Pending NSRF Applications.
- g. Thank You from President Leslie E. Wong, NMU, for Return of Service to the Minneapolis/St. Paul Market from Marquette and Sawyer International Airport.

**ACTION ITEMS**

It was moved by Comm. Joseph, seconded by Comm. Cihak, and unanimously carried by voice vote that Action Item 10a, 10b, 10c, 10d, 10e, 10g, 10h, 10i, 10j, 10k, 10l, and 10m be approved as follows:

10a) Committee of the Whole Recommendation to award the Personal Computer Bid to Lasco Development Corporation in the amount of \$68,777 and award the GIS Workstation Bid to Northern Networking in the amount of \$4,960.

10b) Committee of the Whole Recommendation to approve charging 50% of the 2005 average school costs for schools which request in additional inspection in the 2005/2006 school year and to charge 50% of the previous year's school specific cost and all subsequent years, as recommended by the Marquette County Health Department.

10c) Committee of the Whole Recommendation to approve the following resolution regarding the U.P. Area Agency on Aging's FY 2006 Annual Implementation Plan:

**RESOLUTION**  
**RE: U.P. AREA AGENCY ON AGING**  
**FY 2006 ANNUAL IMPLEMENTATION PLAN**

*WHEREAS, UPCAP, which serves as the U.P. Area Agency on Aging, has developed and is operating under a Multi-Year (FY 2004-2006) Area Plan that provides funding for programs for services to older adults in the Upper Peninsula; and*

*WHEREAS, the Multi-Year Area Plan has been approved by all 15 counties of the Upper Peninsula; and*

*WHEREAS, the U.P. Area Agency on Aging is required to submit an Annual Implementation Plan which updates the Multi-Year Area Plan; and*

*WHEREAS, the UPCAP Board of Directors has unanimously approved the proposed, updated Annual Implementation Plan; and*

*WHEREAS, each U.P. County is represented by a County Official on the UPCAP Board of Directors; and*

*WHEREAS, the Annual Implementation Plan also requires review by individual county boards.*

*THEREFORE, BE IT RESOLVED that the Marquette County Board of Commissioners has received and hereby supports the U.P. Area Agency on Aging FY 2006 Annual Implementation Plan.*

*BE IT FURTHER RESOLVED that this resolution be submitted to UPCAP and be placed on file.*

*Adopted this 21<sup>st</sup> day of June, 2005  
Gerald O. Corkin, Chairperson  
Marquette County Board of Commissioners*

10d) Committee of the Whole Recommendation to approve the License Agreement for KI Sawyer Parcel B1-F.

10e) Committee of the Whole Recommendation to award the Roof Repair Project for Building 850 to Great Lakes Roofing in the amount of \$496,500.

10g) Committee of the Whole Recommendation to approve the following Resolution imposing 2005 Summer Property Tax Levy pursuant to PA 357 of 2004 and Notice of Certification of County Allocated Tax Levy:

**MARQUETTE COUNTY BOARD OF COMMISSIONERS  
RESOLUTION**

**RESOLUTION IMPOSING 2005 SUMMER PROPERTY TAX LEVY PURSUANT TO PUBLIC ACT 357 OF 2004, AND NOTICE OF CERTIFICATION OF COUNTY ALLOCATED TAX LEVY**

*WHEREAS, Marquette County is authorized under the General Property Tax Act, Public Act 206 of 1893, as amended, to levy and collect County allocated property taxes; and*

*WHEREAS, the General Property Tax Act has been amended by Public Act 357 of 2004, being MCL 211.44a, to require all Michigan Counties to impose a summer tax levy, with the summer tax levies for 2005 and 2006 to be in the amount of 1/3 and 2/3, respectively, of the total County allocated tax, with the full amount of County allocated tax to be levied and collected as a summer tax levy in 2007;*

*NOW, THEREFORE, BE IT RESOLVED, that pursuant to Public Act 357 of 2004, the Marquette County allocated tax shall be levied and collected on July 1, 2005, at the rate of 1/3 of the amount allocated after application of the "Headlee" millage reduction fraction, or 1.8284 mills; and*

*BE IT FURTHER RESOLVED, that this Resolution constitutes certification of the levy of the County allocated tax and authorized collection of the County allocated tax on July 1, 2005, at the rate of 1/3 of the amount allocated after application of the "Headlee" millage reduction fraction or 1.8284 mills; and*

*Minutes are Subject to Correction and Approval*

*BE IT FURTHER RESOLVED, that the County Clerk shall deliver a copy of this Resolution by first class mail to the Treasurer of each city and township in Marquette County.*

*Adopted this 21st day of June, 2005  
Gerald O. Corkin, Chairperson  
Marquette County Board of Commissioners*

10h) Committee of the Whole Recommendation to direct Staff to send a letter of support to Kennecott and other mining companies that are exploring USGS studies for funding to conduct a baseline hydrological assessment by the USGS.

10i) Committee of the Whole Recommendation to set a time and announce “Bids Closed – No Further Bids” prior to the opening of any bid for any project.

10j) Committee of the Whole Recommendation to direct Staff to send a letter to our Legislators, MDOT, and the State Police requesting a study concerning reduced speed limits in small communities.

10k) Committee of the Whole Recommendation to approve the additional \$2,500 from the General Fund Contingency Account to retain the Friend of the Court Medical Enforcement Position at 36-hours per week instead of the 32-hours budgeted.

10l) Committee of the Whole Recommendation to approve Budget Amendments No. 27 – Airport Fund and No. 28 – Airport Stabilization Fund as follows:

Fiscal Year 2005 Amendment No. 27

WHEREAS, budgets were adopted by the County Board on October 12, 2004, to govern the receipts and expenditures of the various County funds for the next fiscal year of the County; and

WHEREAS, as a result of unanticipated changes in revenues and/or needed expenditures, it is necessary to modify the aforesaid budget; and

WHEREAS, such modification will still maintain a balanced budget between revenues and expenditures as required by P.A. 621 of 1978.

NOW THEREFORE, BE IT RESOLVED that the aforesaid budget be hereby modified as follows:

<u>Expense Budget Account</u>	<u>Previous Amount</u>	<u>Amended Amount</u>	<u>Change + (-)</u>
AIRPORT FUND			
Marketing/Redevelopment	35,000.00	135,000.00	(100,000.00)
Full Service Leases			
Salary-Regular	1,000.00	600.00	400.00
Salary-Part time	1,000.00	300.00	700.00
Social Security	150.00	50.00	100.00
Hospitalization	500.00	150.00	350.00
Retirement	300.00	100.00	200.00

*Minutes are Subject to Correction and Approval*

Cleaning/Maintenance Contract	35,000.00	3,700.00	31,300.00
Insurance	1,060.00	210.00	850.00
Utilities	4,500.00	3,500.00	1,000.00
Misc. Expense	1,000.00	500.00	500.00

<b>Totals:</b>	<u>79,510.00</u>	<u>144,110.00</u>	<u>(64,600.00)</u>
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<u>Revenue Budget Account</u>	<u>Previous Amount</u>	<u>Amended Amount</u>	<u>Change + (-)</u>
Aviation Fuel Sales	73,000.00	64,000.00	(9,000.00)
Transfer In-Other Funds	907,408.00	1,208,345.00	300,937.00
Lease Revenue	456,737.00	376,000.00	(80,737.00)
Full Service Lease Revenue	210,000.00	63,400.00	(146,600.00)

<b>Totals:</b>	<u>1,647,145.00</u>	<u>1,711,745.00</u>	<u>64,600.00</u>
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The Chairperson declared the motion carried and the resolution duly adopted this 21<sup>st</sup> day of June, 2005.

Fiscal Year 2005 Amendment No. 28

WHEREAS, budgets were adopted by the County Board on October 12, 2004, to govern the receipts and expenditures of the various County funds for the next fiscal year of the County; and

WHEREAS, as a result of unanticipated changes in revenues and/or needed expenditures, it is necessary to modify the aforesaid budget; and

WHEREAS, such modification will still maintain a balanced budget between revenues and expenditures as required by P.A. 621 of 1978.

NOW THEREFORE, BE IT RESOLVED that the aforesaid budget be hereby modified as follows:

<u>Expense Budget Account</u>	<u>Previous Amount</u>	<u>Amended Amount</u>	<u>Change + (-)</u>
AIRPORT STABILIZATION FUND			
Transfer to Other Funds	907,408.00	1,208,345.00	(300,937.00)
Increase in Fund Equity	0.00	759,655.00	(759,655.00)

<b>Totals:</b>	<u>907,408.00</u>	<u>1,968,000.00</u>	<u>(1,060,592.00)</u>
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<u>Revenue Budget Account</u>	<u>Previous Amount</u>	<u>Amended Amount</u>	<u>Change + (-)</u>
Sale of Assets	495,000.00	2,495,000.00	2,000,000.00
Use of Fund Equity	939,408.00	0.00	(939,408.00)

<b>Totals:</b>	<u>1,434,408.00</u>	<u>2,495,000.00</u>	<u>1,060,592.00</u>
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The Chairperson declared the motion carried and the resolution duly adopted this 21<sup>st</sup> day of June, 2005.

10m) Committee of the Whole Recommendation to refer the Report and Recommendations presented by the Building Codes Task Force to the Building Codes Department for review and comment with a report back to the Board at the next Committee of the Whole Meeting.

### **LATE ADDITIONS**

11a) The County Board considered changes to the IRP Loan to SpaceCS. Scott Erbisch, Sawyer Operations Manager, was present and explained that the County Board approved a \$250,000 loan to SpaceCS on May 24, 2005. Included in the motion was a contingency that Raghu Tandra provide a “*signed purchase agreement for building 710, and a commitment from a lender to fund the transaction.*” Mr. Erbisch explained that County Staff and the IRP Loan Committee were recently informed that there may be a delay in Mr. Tandra receiving loan approval, if at all. The reasons noted was that environmental and/or appraisal information may not adequately meet the lender’s requirements. Therefore, Mr. Tandra is requesting that the loan still be approved, but without the requirement to provide a signed Purchase Agreement and Commitment Letter from the lender. All other conditions of the loan are to remain as approved by the County Board of Commissioners. Mr. Tandra would be leasing Building 710 until a decision is made by the lender.

Comm. Arsenault explained that the IRP Loan Committee met to discuss this request. The IRP Loan Committee recommends that the County Board approve the removal of the condition that Mr. Tandra provide a signed purchase Agreement for Building 710 and Lender Commitment Letter. He further explained the IRP Loan Committee recommends that in exchange for the removal of that commitment, Mr. Tandra be required to enter into a lease that converts to a land contract with minimum terms to match the loan terms. The IRP Loan Committee is trying to make an attempt to accommodate SpaceCS so they can get moving and create jobs. . The IRP Loan Committee’s concern is collateral, therefore, the \$300,000 personal guarantee of the owner in the first position on Company assets.

Comm. Joseph questioned the environmental and/or appraisal information not adequately meeting the financial institution’s requirements.

Comm. Heikkila’s concern is security. He feels more information is needed before he can vote in support of the change in the IRP Loan. He would like to see information regarding some of the projects SpaceCS has done in the past and future projections.

Vikki Kulju, Executive Director, Telkite, reminded Commissioners that the IRP Program was put in place for high risk loans. She addressed Comm. Joseph and Comm. Heikkila’s concerns.

It was moved by Comm. Cihak, seconded by Comm. Wallace, and carried by voice vote 7 Ayes to 2 Nays (Comm. Heikkila and Comm. Joseph) that the County Board approve the changes to the IRP Loan to SpaceCS as recommended by the IRP Loan Committee.

Chairperson Corkin opened the meeting for public comment, none was forthcoming.

### **COMMISSIONER COMMENTS, STAFF COMMENTS, AND ANNOUNCEMENTS**

Comm. Struck is pleased that negotiations with Delphi are continuing. He stated it is his hope that further negotiations will result in satisfaction for both parties.

Comm. Joseph announced he attended the Road Commission meeting last evening. The Road Commission has not yet made a decision on hiring a Finance Position nor have they made a decision on the Humane Society Land Transfer. They will discuss these issues at next month’s meeting.

Chairperson Corkin announced that the 2006 State Budget is being followed very closely. It is changing every day and has the potential to be hurtful to the U.P.

There being no further business to become before the County Board the meeting adjourned at approximately 7:00 P.M.

Respectfully Submitted,

Connie M. Branam  
Marquette County Clerk