



NOTICE OF PUBLIC HEARING UNITED HOSPITAL DISTRICT COUNTIES OF TODD, MORRISON, CASS AND WADENA

NOTICE IS HEREBY GIVEN that the Hospital Board of United Hospital District, Todd, Morrison, Cass and Wadena Counties, Minnesota (the "District") will, in the Hospital Boardroom at 49725 County 83, Staples, Minnesota, at 6:00 p.m., central daylight time, on Thursday, July 23, 2009, conduct a public hearing pursuant to Section 147(f) of the Internal Revenue Code of 1986, as amended, on a proposal that the District undertake to issue tax-exempt obligations in the maximum amount of \$3,000,000 (the "Obligations") pursuant to Minnesota Statutes, Chapter 447 to provide funds for: construction and equipping of (i) an approximately 6,600 square foot replacement clinic facility located on a parcel of property abutting Dan's Prize on the north, located between Highway 71 and 241st Avenue, comprised of 4.39 acres of land in the City of Browerville, Minnesota and (ii) an approximately 3,000 square foot addition to the existing 7,000 square foot clinic facility located at 631 State Highway 210 West in the City of Pillager, Minnesota to be owned by the District and operated by Lakewood Health System, a Minnesota nonprofit corporation and 501(c)(3) organization (the "Project"). The Obligations will be revenue obligations of the District payable from revenues of the District's health care facilities.

All persons interested may appear and be heard at the time and place set forth above, or may file written comments at the administrative offices of the District prior to the date set forth above. 25pnc

NOTICE OF MORTGAGE FORECLOSURE SALE

THE RIGHT TO VERIFICATION OF THE DEBT AND IDENTITY OF THE ORIGINAL CREDITOR WITHIN THE TIME PROVIDED BY LAW IS NOT AFFECTED BY THIS ACTION.

NOTICE IS HEREBY GIVEN: That default has occurred in the conditions of the following described mortgage:

DATE OF MORTGAGE: December 17, 2004

ORIGINAL PRINCIPAL AMOUNT OF MORTGAGE: \$78,500.00

MORTGAGOR(S): Jose J. Botello and Dana A. Botello, husband and wife

MORTGAGEE: Wells Fargo Bank, NA

DATE AND PLACE OF FILING: Filed December 23, 2004, Todd County Recorder; Document No. 431481

ASSIGNMENTS OF MORTGAGE: Assigned to: None

LEGAL DESCRIPTION OF PROPERTY:

South half of Lots 9 and 10, Block 5, Original City of Long Prairie

COUNTY IN WHICH PROPERTY IS LOCATED: Todd County, Minnesota

THE AMOUNT CLAIMED TO BE DUE ON THE MORTGAGE ON THE DATE OF THE NOTICE: \$78,976.67

THAT no action or proceeding has been instituted at law to recover the debt secured by said mortgage, or any part thereof; that there has been compliance with all pre-foreclosure notice and acceleration requirements of said mortgage, and/or applicable statutes;

PURSUANT, to the power of sale contained in said mortgage, the above described property will be sold by the Sheriff of said county as follows:

DATE AND TIME OF SALE: September 17, 2009 at 10:00 am.

PLACE OF SALE: Todd County Sheriff's office, in the lobby of the Todd County Law Enforcement Center, 115 Third Street South, Long Prairie, Minnesota

to pay the debt then secured by said mortgage and taxes, if any actually paid by the mortgagee, on the premises and the costs and disbursements allowed by law. The time allowed by law for redemption by said mortgagor(s), their personal representatives or assigns is six (6) months from the date of sale.

"THE TIME ALLOWED BY LAW FOR REDEMPTION BY THE MORTGAGOR, THE MORTGAGOR'S PERSONAL REPRESENTATIVES OR ASSIGNS, MAY BE REDUCED TO FIVE WEEKS IF A JUDICIAL ORDER IS ENTERED UNDER MINNESOTA STATUTES, SECTION 582.032, DETERMINING, AMONG OTHER THINGS, THAT THE MORTGAGED PREMISES ARE IMPROVED WITH A RESIDENTIAL DWELLING OF LESS THAN FIVE UNITS, ARE NOT PROPERTY USED IN AGRICULTURAL PRODUCTION, AND ARE ABANDONED."

Dated: June 24, 2009

WELLS FARGO BANK, NA Mortgagee

REITER & SCHILLER, P.A. By: Rebecca F. Schiller, Esq. Sarah J.B. Adam, Esq. N. Kibongni Fondungallah, Esq. James J. Pauly, Esq. Leah K. Weaver, Esq. Brian F. Kidwell, Esq. Attorneys for Mortgagee 25 North Dale Street St. Paul, MN 55102-2227 Attorney Reg. No. 152262 (651) 209-9760 (Y3377)

THIS IS A COMMUNICATION FROM A DEBT COLLECTOR. 25-30pnc

Staples City Council

June 9, 2009

The regular meeting of the Staples City Council was called to order by Mayor Etzler at 7:00 p.m. on Tuesday, June 9, 2009 at the Staples Government Center. Present were Mayor Etzler, City Council Members Carlson, Einerwold, Miles, Quance and Schmiege. Council Member Flaten was absent. Also present were City Administrator Mathews, City Clerk Lindaman, Public Works Director Klein, Police Chief Huber and other interested persons.

It was moved by Schmiege and seconded by Miles to approve the agenda as presented. Carlson, Einerwold, Etzler, Miles, Quance and Schmiege voted yes. None voted no. Carried.

It was moved by Miles and seconded by Quance to approve the consent calendar items consisting of the minutes from the previous meeting and payment of the bills presented. Carlson, Einerwold, Etzler, Miles, Quance and Schmiege voted yes. None voted no. Carried.

Bills Presented

ACS	\$852.90
A W Research	320.00
Allied Insurance	100.00
American Red Cross	603.26
Anderson Brothers	12,350.00
Auto Value	13.47
Blade Publishing	36.00
Brown & Krueger	226.50
Campbell, Gloria	50.00
Calix, Maria Yolanda	422.28
Carry, Bernadette	50.00
Central Building Supply	621.48
Central Minn Housing	10,000.00
Charter Communications	575.46
Coast True Value	529.55
Contact Radio	
Communications	984.57
Culligan	42.58
DCI Industries	394.78
Diversified Networks inc	6,479.95
Emergency	
Automotive Tech	68.83
Flaherty & Hood	282.83
Gaugert, Steve	744.25
Giza	469.34
Gopher State One Call	90.65
Grainger	97.98
Grafx	65.00
Hawkins	5,540.70
Heartland Tire Services	425.32
Hillyard	93.39
Hollo	383.77
IKON	338.68
Jordahl Concrete &	

Masonry	43,548.00
Killian	1,081.30
KSKK	90.00
Lakewood Petroleum Services	4,165.00
League of MN Cities	348.00
Locators & Suppliers	151.68
Mathews, Nathan	35.15
Martin Communications	276.29
Miller, Tammy	50.00
Miller True Value	475.51
Minnesota AWWA	130.00
Minnesota Copy Systems	25.65
Minnesota Dept of Commerce	354.55
Minnesota Dept of Health	70.00
Minnesota Dept of Public Safety	3.94
Minnesota Energy	104.34
Minnesota Independent Petroleum	274.21
Minnesota North County Inspections	672.50
Minnesota Power	70.57
Morrison County	276.96
NBP	299.52
Northway Construction	17,500.00
Northwoods Electric of Staples Inc	178.50
Perham Linen	17.89
Pitney Bowes	638.99
Precision MetalCraft	80.00
Quill	339.76
Qwest	7,865.88
Scotts Southtown Service	263.50
Sebeko Homes Inc	4,943.32
SouthSide Mini Mart	449.29
Standard and Poor's	3,600.00
Staples Self Serve	296.45
Staples Vet Clinic	349.48
Staples Water & Light	13,111.62
Staples World	798.94
Striecher's	178.89
Todd County	280.00
Todd Wadena Co-op	964.79
Tower Pizza	51.01
Unity Bank	3,500.00
Visa	129.01
Widseth Smith & Nolting	13,412.50
Wischn, Mark	10.00
Total	\$164,716.51

agreement to transfer \$54,565 of federal airport entitlement funds in 2009 to the City of Elbow Lake and a repayment agreement whereby the City of Elbow Lake agrees to transfer their 2011 federal airport entitlement funds to the City of Staples in repayment of the \$54,565. The purpose of the transfers are to prevent the lapse of apportioned funds for projects that are temporarily not yet ready for implementation. It was moved by Schmiege and seconded by Carlson to approve the Agreement for Transfer of Entitlements and the Federal Airport Funding Repayment Agreement as proposed. Carlson, Einerwold, Etzler, Miles, Quance and Schmiege voted yes. None voted no. Carried.

It was moved by Quance and seconded by Carlson to introduce Resolution No. 1473 consenting to Charter Communications, Inc. financial restructuring. Carlson, Einerwold, Etzler, Miles, Quance and Schmiege voted yes. None voted no. Carried.

Public Works Director Klein reviewed the minutes of the June 1, 2009 Public Works Commission meeting. It was moved by Quance and seconded by Miles to accept the Annual Electric Reliability Performance Report for 2008. Carlson, Einerwold, Etzler, Miles, Quance and Schmiege voted yes. None voted no. Carried.

City Administrator Mathews updated the Council on various projects and activities.

It was moved by Miles and seconded by Quance to adjourn the meeting at 7:32 p.m. Carlson, Einerwold, Etzler, Miles, Quance and Schmiege voted yes. None voted no. Carried.

Approved: Chris Etzler, Mayor

Attest: Phil Lindaman, City Clerk 25pnc

CITY OF STAPLES Summary Financial Report

The purpose of this report is to provide a summary of financial information concerning the City of Staples to interested citizens. The complete financial statements may be examined at the Staples Government Center, 611 Iowa Ave NE. Questions about this report should be directed to the City Clerk at (218) 894-2550.

Revenue and Expenditures for General Operations (Governmental Funds)			
	Total 2008	Total 2007	Percent Increase or (Decrease)
Revenues:			
Property Taxes	\$ 471,958	\$ 427,131	10.49%
Special Assessments	141,307	85,584	65.11%
Licenses and Permits	36,750	45,342	-18.94%
Intergovernmental Revenues	1,300,476	1,106,373	17.54%
Charges for Services	289,900	274,772	5.51%
Fines and Forfeits	64,827	58,754	10.34%
Investment Earnings	139,410	170,769	-18.36%
Miscellaneous	227,764	337,769	-32.57%
Total Revenues	\$ 2,672,398	\$ 2,506,494	6.62%
Per Capita	853.53	795.97	7.23%
Expenditures:			
Current:			
General Government	\$412,122	\$403,010	2.26%
Public Safety	701,399	739,420	-5.14%
Streets and Highways	320,729	328,789	-2.45%
Economic Development	232,664	126,730	83.59%
Culture and Recreation	125,978	116,714	7.94%
Airport	37,233	43,100	-13.63%
Debt Service:			
Principal	223,122	224,000	-0.39%
Interest and Other Charges	264,036	202,251	30.55%
Capital Outlay	1,485,555	1,727,482	-14.00%
Total Expenditures	\$ 3,802,838	\$ 3,911,505	-2.78%
Per Capita	1,214.58	1,242.14	-2.22%
Total Long-term Indebtedness	\$ 5,931,878	\$ 5,655,000	4.90%
Per Capita	1,694.56	1,795.81	5.50%
General Fund & Special Revenue Funds Unreserved			
Fund Balance - December 31	\$1,558,335	\$1,669,041	-6.63%
Per Capita	497.71	530.02	-6.10%

25 pnc

CITY OF STAPLES STATEMENT OF CASH FLOWS PROPRIETARY FUNDS For the Year Ended December 31, 2008

	Business-type Activities - Enterprise Funds				
	Light	Water	Community Center	Sewer	Total
CASH FLOWS FROM OPERATING ACTIVITIES					
Receipts from customers	\$ 2,890,347	\$ 399,881	\$ 108,580	\$ 308,146	\$ 3,606,954
Payments to suppliers	(1,452,214)	(128,363)	(12,108)	(154,661)	(1,747,346)
Payments to employees	(483,980)	(195,991)	(202,401)	(128,261)	(909,633)
Net cash provided (used) by operating activities	114,753	166,527	(205,929)	(14,716)	55,735
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES					
Property taxes and credits			88,965		88,965
State aids			108,239		108,239
Interest paid on deposits	(1,407)				(1,407)
Net cash provided (used) by noncapital financing activities			197,204		197,204
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES					
Principal payments on revenue note		(77,200)			(77,200)
Interest payments on revenue note		(98,486)			(98,486)
Proceeds from interfund loans				16,173	16,173
Acquisition and construction of capital assets		(76,713)			(76,713)
Net cash provided (used) by capital and related financing activities		(172,399)		16,173	(156,226)
CASH FLOWS FROM INVESTING ACTIVITIES					
Loans to other funds		(14,173)			(14,173)
Interest received	31,899	24,249	10,777	(1,457)	65,468
Net cash provided (used) by investing activities	31,899	10,076	10,777	(1,457)	51,295
Net increase (decrease) in cash	145,251	(37,696)	2,962		109,517
Cash at beginning of year	638,263	495,734	280,790		1,414,787
Cash at end of year	\$ 783,500	\$ 458,038	\$ 283,752	\$ 0	\$ 1,545,290
Reconciliation of operating income to net cash provided by operating activities:					
Operating income (loss)	\$ 21,740	\$ 37,310	\$ (249,464)	\$ (97,913)	\$ (289,327)
Adjustments to reconcile operating income to net cash provided by operating activities:					
Depreciation	39,665	118,111	41,611	63,989	263,376
Miscellaneous non-operating income			802		802
Change in assets and liabilities:					
Accounts receivable	39,287	(9,385)		(2,844)	27,058
Taxes receivable				108	108
Inventories	(6,539)	(1,779)			(8,318)
Accounts payable	1,136	21,330		210	22,676
Deferred revenue				(108)	(108)
Deposits	(2,300)				(2,300)
Revenue payable	1,740			912	2,652
Net cash provided (used) by operating activities	\$ 114,753	\$ 166,527	\$ (205,929)	\$ (14,716)	\$ 55,735

25pnc

CITY OF STAPLES STATEMENT OF REVENUES, EXPENSES AND CHANGES IN FUND NET ASSETS PROPRIETARY FUNDS For the Year Ended December 31, 2008

	Business-type Activities - Enterprise Funds				
	Light	Water	Community Center	Sewer	Total
REVENUES					
Charges for services	\$ 1,868,681	\$ 393,972	\$ 107,778	\$ 272,575	\$ 2,643,006
Miscellaneous	138,104	9,563			148,667
Total operating revenues	2,006,785	403,935	107,778	272,575	2,791,073
OPERATING EXPENSES					
Personal services	485,121	105,104	203,312	126,562	920,099
Professional fees	29,691	9,437	760	9,004	48,892
Utilities	11,271	51,242	60,237	79,959	202,709
Rent	7,809	83			7,892
Purchase of energy	1,189,412				1,189,412
Other services, supplies and repairs	117,624	75,641	46,586	66,585	306,436
Insurance	11,402	6,007	4,736	4,461	26,606
Franchise fee expense	93,050				93,050
Depreciation	39,665	119,111	41,611	63,589	263,976
Total operating expenses	1,985,045	346,625	357,242	370,160	3,079,072
Operating income (loss)	21,740	37,310	(249,464)	(97,585)	(289,327)
NON-OPERATING REVENUES (EXPENSES)					
Property taxes			88,965		88,965
Market value credit			13,579		13,579
Intergovernmental revenue			94,660		94,660
Interest and investment revenue	31,899	24,249		(1,457)	65,490
Miscellaneous revenue			802		802
Interest expense	(1,407)	(38,712)			(40,119)
Total non-operating revenue (expenses)	30,492	(14,463)	208,784	(1,457)	223,347
Change in net assets	52,223	22,847	(40,680)	(99,042)	(64,652)
Capital contributions		33,485		23,439	56,924
Change in net assets	52,223	56,332	(40,680)	(75,603)	(7,228)
Total net assets - beginning	1,720,245	4,855,029	692,619	2,487,231	8,955,124
Total net assets - ending	\$ 1,772,468	\$ 4,911,361	\$ 651,939	\$ 2,411,628</	