

Minutes of the  
**Bayfield County Board of Supervisors' Meeting**  
**Of November 13, 2007 - 6:00 p.m.**  
Bayfield County Board Room, Courthouse, Washburn, Wisconsin

The monthly meeting of the Bayfield County Board of Supervisors was called to order by Chairman Kacvinsky at 6:03 p.m. Roll call was taken by Bayfield County Clerk, Scott Fibert as follows: Kittleson-present; Blahnik-present; Kacvinsky-present; Beeksma-present; Williams-present; Bichanich-present; Miller-present; Crandall-present; Rondeau-present; Good-present; Gordon-present; Jardine-present; Maki-present; Total 13: 13 present, 0 absent. Others present were: County Administrator, Mark Abeles-Allison; County Clerk, Scott Fibert; Deputy County Clerk, Dawn M. Bellile; Morrie Luke and Gary Brunner representing the WI DOT; Sean Lentz of Ehlers & Associates; Gene Jordan, Administrator of Northern Lights Health Care Center; Elizabeth Skulan, Human Services Director; Paul Lundberg, Forest Administrator, Steve Probst, Ass't. Forest Administrator; and Rick Olivo, Reporter for The Daily Press.

The Pledge of Allegiance was recited by all in attendance.

1. **Motion to Approve Minutes of the October 30, 2007 County Board of Supervisors' Meetings.** *A motion was made by Jardine/Gordon to approve the October 30, 2007 Minutes of the Bayfield County Board of Supervisors' meetings. The motion carried.*

2. **Public Comment.**

a) **William Lindsey**, Washburn. Lindsey explained to the Board how he felt the roundabout is a big mistake. He felt that the public and surrounding communities should be asked what they think of the idea. He furthered his explanation to state that a timeline of implementation was presented at an earlier date and was stated that funding was not an issue and is available for all alternatives. He stated that the wetlands are an issue but are totally resolvable and he had documentation from the DNR to uphold his statement. He provided many documents to the Board upholding his opinion and for a hopeful solution that will make all parties happy. He stated that he has also spoken to our state representatives about our situation here.

Chairman Kacvinsky asked three times if there was anyone else from the public that wanted to comment - there was no response.

3. **Presentation on Highway 2 & 13 Intersection.** Morrie Luke and Gary Brunner of the Wisconsin Dept. of Transportation were present to give an explanation of how a roundabout works. They stated that they were not here to "sell the roundabout" but rather to give as much information to the Board as they needed to understand how they work, and to hopefully eliminate some of their concerns. A power point presentation was given. A very lengthy question/answer and discussion period took place among the Board members, Luke and Brunner.

4. **Bayfield County Resolution No. 2007-46, Opposing Roundabout of Highway 2 & 13 Intersection.** Supervisor Blahnik addressed the Board with concerns brought back from a recent Sheriff's Committee meeting and some "tweaking" was done to the present resolution. One of the changes was to have stop and go lights instead of the roundabout. There was some discussion concerning the new language and because the Board members did not have a copy of the newly revised copy, Chairman Kacvinsky read the resolution to the Board, which reads as follows:

**Requesting Stop and Go Lights at Highway 2 and 13 Intersection**

**WHEREAS**, the Bayfield County Sheriff's Committee has reviewed and requested stop and go lights at the Highway 2 and 13 intersection; and

**WHEREAS**, Bayfield County appreciates efforts of WisDOT and consultants to find a safe solution at the intersection; and

**WHEREAS**, County Board members and citizens have expressed great concern with the proposed roundabout; and

**WHEREAS**, one alternative would be a stop light at the intersection until an overpass can be funded and completed; and

**WHEREAS**, safety is the paramount issue in this confusing intersection, the concern is that roundabout will add further confusion.

**NOW, THEREFORE, BE IT RESOLVED**, that the Bayfield County Board of Supervisors assembled this 13<sup>th</sup> day of November, 2007, hereby goes on record requesting stop and go lights for the Highway 2 & 13 intersection until such time an overpass can be put in place.

**BAYFIELD COUNTY BOARD OF SUPERVISORS**

William D. Kacvinsky, *Chair*; John J. Blahnik, *Vice-Chair*; David L. Good; Thomas J. Gordon, Kenneth Jardine, Harold A. Maki, Delores Kittleson, Shawn Miller, James Crandall, Wayne Williams, James Beeksma, Marco T. Bichanich, Brett T. Rondeau

After reading the newly proposed resolution, discussion then took place that after the presentation this evening, it showed that the stop and go lights were more dangerous at intersections such as this. It was also mentioned that the resolution in front of the Board right now is not what was noticed to the public. *A motion was made by Good/Jardine to table this matter until the next meeting. A roll call vote was taken as follows: Blahnik-no; Kacvinsky-yes; Beeksma-yes; Williams-yes; Bichanich-yes; Miller-no; Crandall-yes; Rondeau-yes; Good-yes; Gordon-no; Jardine-yes; Maki-no; Kittleson-yes; Total 13: 9 yes, 4 no; 0 absent. The motion carried.*

5. **Power Point Presentation Regarding Lake Superior Fresh Water Estuary Center.** Kathy Techtmann, Department Head of the NGLVC Extension Office and Becky Sapper, Lake Superior Freshwater Estuary Coordinator were present this evening to speak on what a fresh water estuaries. Sapper stated that estuaries are funded 30% by the State and 70% by the Federal government. Estuaries were started in 2002 where the vision was to promote the appreciation, understanding and protection of the unique estuarine systems of Lake Superior. A discussion brief discussion took place, specifically on how this will affect the logging industry. Discussion also took place on why we should embark on something like this since it isn't new. *A motion was made by Crandall/Gordon to adopt Bayfield County Resolution No. 2007-58, National Estuarine Research Reserve. A roll call vote was taken as follows: Kacvinsky-no;*

*Beeksma-yes; Williams-yes; Bichanich-no; Miller-no; Crandall-yes; Rondeau-yes; Good-no; Gordon-yes; Jardine-no; Maki-no; Kittleson-yes; Blahnik-no. Total 13: 6 yes, 7 no; 0 absent. The motion failed.*

*The Board took a short recess at 7:45 p.m.*

Chairman Kacvinsky asked for permission from the Board to move agenda item #14 up next. *A motion was made by Miller/Rondeau to move agenda item #14 up next. The motion carried with 4 oppositions.*

6. **Discussion and Possible Action for Partial Funding of the Acquisition of 160 acres of Plum Creek Land in 2007.** Paul Lundberg, Forest Administrator, was present to explain to the Board the purpose of why we want to acquire this land. Lundberg passed out documents for the Board to review and explained that about 2½ years ago, this project was first embarked upon and our local legislators were instrumental in getting funding for this. Lundberg explained that last fall Phase I of the trail network was started and the Jerry Jolly property was donated to this trail network which also helps join the trails. We have a purchase agreement that was signed in Phase I which then goes to Phase II. Lundberg explained where the lands were located and that it made entirely good sense to acquire this property as well to join the trail network. There have been monies set aside for the parcel. There is also a federal grant that will be available in the 2008 budget for money. Lundberg was present this evening to ask the Board for authority to finalize the funding from Bayfield County. Discussion took place regarding the Ski Hill, Chautauqua, and the Jerry Jolly property. We need to support these areas as we need both summer and winter recreation to enhance what is happening in our area. Further discussion took place concerning the pros and cons of acquiring this land. *A motion was made by Gordon/Good to support funding in the amount of \$180,000 for the acquisition of 160 acres of Plum Creek land in the 2007.* Further discussion took place. *A roll call vote was taken as follows: Williams-yes; Bichanich-yes; Miller-no; Crandall-yes; Rondeau-no; Good-yes; Gordon-yes; Jardine-yes; Maki-no; Kittleson-yes; Blahnik-no; Kacvinsky-no; Beeksma-yes. Total 13: 8 yes, 5 no; 0 absent. The motion carried.*

*Supervisor Rondeau left at 8:20 p.m.*

7. **Power Point Presentation on Wisconsin State Scenic Byways Program in Conjunction with Northland College Center Class: Designation of Highway 13 as a Scenic Byway in Bayfield County; Discussion and Possible Action Regarding Support for the Scenic Byways Program.** Brian Clements, Alex Steiner, and Grant Herman were present this evening to give a power point presentation to the Board on the above topic. Clements handed out information for the Board to review. Clements explained that the Scenic Byways Program represents a cooperative effort between the Wisconsin Department of Transportation and the local community groups to preserve, promote and enhance some of our most scenic and historic state highway corridors. Both Clements and Steiner went on to explain what it means to be designated as a Scenic Byway. They went on further to state that they were asking Bayfield County to accept any resolutions from local municipalities; to be a sponsor of an application to the Wisconsin Scenic Byways Advisory Board, and to provide input to the Corridor Management Plan. A brief discussion on how many of the communities have to be in favor of this before it will be passed, who would send in the application and how it is funded etc. *A motion was made by Maki/Miller to not support the Wisconsin Scenic Byways Program. A roll call vote was taken as follows: Bichanich-no; Miller-yes; Crandall-no; Rondeau-absent; Good-no; Gordon-no; Jardine-yes; Maki-yes; Kittleson-no; Blahnik-yes; Kacvinsky-yes; Beeksma-no; Williams-no. Total 13: 5 yes, 7 no; 0 absent. The motion was defeated.*

8. **Presentation on Aging & Disability Resource Centers.** *A motion was made by Blahnik/Crandall to postpone this item. The motion carried.*

9. **Bayfield County Resolution No. 2007-52, 2007 Department of Human Services Budget Adjustments.** Elizabeth Skulan, Human Services Director, was present to explain the contents of this Resolution, which reads as follows:

**2007 Department of Human Services Budget Adjustments**

**WHEREAS**, adjustments to and transfers within the Department of Human Services 2007 budget are necessary to satisfy state statutes and accounting principles; and

**WHEREAS**, state and federal funding adjustments provide additional revenues to Bayfield County and help limit county expenditures; and

**WHEREAS**, no additional county revenue is required in the Department's 2007 budget; and

**NOW, THEREFORE, BE IT RESOLVED**, by the Bayfield County Board of Supervisors assembled this 13<sup>th</sup> of November, 2007, that the following 2007 budget line adjustments be made as requested:

ACCOUNT NUMBER	DESCRIPTION	ADJUSTMENTS
	<b>Expenditure Adjustments</b>	
235-53-54520-50299	Family Services, Special Contract. Services	300,000
235-55-54320-50299	Aging & Disabilities, Special Contract. Services	25,000
	<b>Total Increase to Expenditures</b>	<b>\$325,000</b>
	<b>Revenue Adjustments</b>	
235-50-43560-101	State / Federal Revenue, DHFS	\$243,000
235-50-43560-107	State / Federal Revenue, EDS	68,000
235-50-46620	A&D Revenue	14,000
	<b>Total Increase to Revenues</b>	<b>\$325,000</b>

**BAYFIELD COUNTY BOARD OF SUPERVISORS**

William D. Kacvinsky, *Chair*; John J. Blahnik, *Vice-Chair*; David L. Good; Thomas J. Gordon, Kenneth Jardine, Harold A. Maki, Delores Kittleson, Shawn Miller, James Crandall, Wayne Williams, James Beeksma, Marco T. Bichanich, Brett T. Rondeau

A motion was made by Crandall/Gordon to adopt Bayfield County Resolution No. 2007-52, 2007 Department of Human Services Budget Adjustments. A roll call vote was taken as follows: Miller-yes; Crandall-yes; Rondeau-absent; Good-yes; Gordon-yes; Jardine-yes; Maki-yes; Kittleson-yes; Blahnik-yes; Kacvinsky-yes; Beeksma-yes; Williams-yes; Bichanich-yes. Total 13: 12 yes, 0 no; 1 absent. The motion carried.

10. Bayfield County Resolution No. 2007-53, Providing for the Issuance, Sale and Delivery of \$5,910,000 General Obligation Bonds, Series 2007 (Northern Lights Services, Inc. Project), of Bayfield County, Wisconsin; Establishing the Terms and Conditions Therefore; Directing their Executive and Delivery; Creating a Debt Service Account Therefore; and Awarding the Sale Thereof. Gene Jordan, Northern Lights Health Care Center Director, and Sean Lentz of Ehlers & Associates were present to explain the bond project regarding Northern Lights. Lentz passed out documents for the Board to review as he explained their content. Lentz reported that he was very pleased with the results of the bids as they were all very favorable. The company winning the bid was Robert W. Baird & Co. with a fixed rate. Lentz also encouraged the Board to read Moody's Investor's Service Report. The company stated in their report they were pleased in Bayfield County's fund balance and overall gave Bayfield County an A2 rating.

The Board dispensed with the reading of the Resolution, which reads in its entirety as follows:

**EXTRACT OF MINUTES OF A REGULAR MEETING OF THE  
BOARD OF SUPERVISORS OF BAYFIELD COUNTY, WISCONSIN**

Pursuant to due call and notice thereof, a regular meeting of the Board of Supervisors of Bayfield County, Wisconsin, was duly called and held on Tuesday, November 13, 2007, at 6:00 p.m.

The following members were present:

And the following members were absent:

The Administrator presented proposals received for the purchase of the \$5,910,000 General Obligation Bonds, Series 2007 (Northern Lights Services, Inc. Project), for which proposals were to be received, opened and tabulated, in accordance with the Official Terms of Offering dated October 30, 2007.

The following proposals were received, opened and tabulated at 10:00 A.M. at the offices of Ehlers & Associates, Inc., in Roseville, Minnesota, on this same day:

**BID TABULATION**

\$5,910,000 General Obligation Bonds, Series 2007A (Northern Lights Health Care Center)

BAYFIELD COUNTY, WISCONSIN

SALE: November 13, 2007

AWARD: ROBERT W. BAIRD & CO.

RATING: MBIA Insured (Moody's Investors Service, Inc. "Aaa")\*  
UNDERLYING RATING: Moody's Investors Service, Inc. "A2"

BBI: 4.54%

NAME OF BIDDER	MATURITY (December 1)	RATE	REOFFERING YIELD	PRICE	NET INTEREST COST	TRUE INTEREST RATE
ROBERT W. BAIRD & CO. Milwaukee, Wisconsin	2008	4.000%	3.400%	\$5,893,328.95	\$3,092,068.77	4.0475%
	2009	4.000%	3.400%			
	2010	4.000%	3.420%			
	2011	4.000%	3.470%			
	2012	4.000%	3.520%			
	2013	4.000%	3.570%			
	2014	4.000%	3.620%			
	2015	4.000%	3.650%			
	2016	4.000%	3.730%			
	2017	4.000%	3.770%			
	2018	4.000%	3.820%			
	2019	4.000%	3.870%			
	2020	4.000%	3.900%			
	2021	4.000%	3.950%			
	2022	4.000%	4.000%			
	2023	4.000%	4.040%			
	2024	4.000%	4.060%			
2025	4.000%	4.090%				
2026	4.100%	4.120%				
2027	4.100%	4.150%				
BANKERS' BANK Madison, Wisconsin	2008	3.500%		\$5,890,792.50	\$3,130,882.36	4.0863%
	2009	3.500%				
	2010	3.550%				
	2011	3.600%				
	2012	3.625%				
	2013	3.650%				
	2014	3.700%				
	2015	3.750%				
	2016	3.800%				
	2017	3.850%				
	2018	3.900%				
	2019	3.950%				
	2020	4.000%				
	2021	4.050%				
	2022	4.100%				
	2023	4.125%				
	2024	4.150%				
2025	4.200%					
2026	4.250%					
2027	4.300%					

\*MBIA insurance purchased by Robert W. Baird & Company, Inc.

NAME OF BIDDER	MATURITY (December 1)	RATE	REOFFERING YIELD	PRICE	NET INTEREST COST	TRUE INTEREST RATE
GRIFFIN, KUBIK, STEPHENS & THOMPSON, INC. Chicago, Illinois	2008	4.000%		\$5,850,900.00	\$3,158,184.95	4.1514%
	2009	4.000%				
	2010	4.000%				
	2011	4.000%				
	2012	4.000%				
	2013	4.000%				
	2014	4.000%				
	2015	4.000%				
	2016	4.000%				
	2017	4.000%				
	2018	4.000%				
	2019	4.000%				
	2020	4.000%				
	2021	4.000%				
	2022	4.000%				
	2023	4.000%				
	2024	4.125%				
	2025	4.125%				
	2026	4.125%				
	2027	4.125%				
STERNE, AGEE & LEACH, INC. Birmingham, Alabama	2008	4.000%		\$5,851,219.10	\$3,195,011.46	4.1967%
	2009	4.000%				
	2010	4.000%				
	2011	4.000%				
	2012	4.000%				
	2013	4.000%				
	2014	4.000%				
	2015	4.000%				
	2016	4.000%				
	2017	4.000%				
	2018	4.000%				
	2019	4.000%				
	2020	4.000%				
	2021	4.000%				
	2022	4.100%				
	2023	4.125%				
	2024	4.125%				
	2025	4.125%				
	2026	4.250%				
	2027	4.250%				
BERNARDI SECURITIES, INC. Chicago, Illinois	2008	3.750%		\$5,850,906.15	\$3,267,861.93	4.2829%
	2009	3.750%				
	2010	3.800%				
	2011	3.800%				
	2012	3.850%				
	2013	3.850%				
	2014	3.850%				
	2015	3.850%				
	2016	3.850%				
	2017	3.900%				
	2018	4.000%				
	2019	4.050%				
	2020	4.100%				
	2021	4.150%				
	2022	4.200%				
2023	4.250%					
NORTHLAND SECURITIES, INC. Minneapolis, Minnesota	2024	4.300%				
	2025	4.350%				
	2026	4.400%				
	2027	4.450%				

Supervisor \_\_\_\_\_ offered the following resolution and moved for its adoption:

Resolution No. \_\_\_\_\_

**RESOLUTION PROVIDING FOR THE ISSUANCE, SALE AND DELIVERY OF \$5,910,000 GENERAL OBLIGATION BONDS, SERIES 2007 (NORTHERN LIGHTS SERVICES, INC. PROJECT), OF BAYFIELD COUNTY, WISCONSIN; ESTABLISHING THE TERMS AND CONDITIONS THEREFOR; DIRECTING THEIR EXECUTION AND DELIVERY; CREATING A DEBT SERVICE ACCOUNT THEREFOR; AND AWARDING THE SALE THEREOF**

The foregoing motion was duly seconded by Supervisor \_\_\_\_\_, and thereupon being put to a vote the members of the Board voted as follows:

Ayes: \_\_\_\_\_  
 Nays: \_\_\_\_\_  
 Not Voting: \_\_\_\_\_  
 Absent: \_\_\_\_\_

The resolution was then signed by the Chairman, whose signature was attested by the County Clerk.

**RESOLUTION NO. \_\_\_\_**

**RESOLUTION PROVIDING FOR THE ISSUANCE, SALE AND DELIVERY OF \$5,910,000 GENERAL OBLIGATION BONDS, SERIES 2007 (NORTHERN LIGHTS SERVICES, INC. PROJECT), OF BAYFIELD COUNTY, WISCONSIN; ESTABLISHING THE TERMS AND CONDITIONS THEREFOR; DIRECTING THEIR EXECUTION AND DELIVERY; CREATING A DEBT SERVICE ACCOUNT THEREFOR; AND AWARDING THE SALE THEREOF**

BE IT RESOLVED, by the Board of Supervisors of Bayfield County, Wisconsin (the "County"), as follows:

Section 1. Bond Purpose, Authorization, and Award.

1.01 Under and pursuant to the provisions of Wisconsin Statutes, Chapter 67 and Section 67.04, the County is authorized to issue and sell its general obligation bonds to finance any project undertaken for a public purpose and to refund municipal obligations.

1.02 The County owns a public home for the care of the indigent and the aged, operated as a community nursing home, which is known as the Northern Lights Health Care Center (the "Existing Facility"), which is located at 706 Bratley Drive in Washburn, Wisconsin on property legally described on Exhibit C attached hereto (the "Real Property").

1.03 The County has previously issued its \$700,000 General Obligation Nursing Home Refunding Bonds, Series 1998, dated September, 1998 (the "1998 Bonds"). The 1998 Bonds were authorized and issued pursuant to Wisconsin Statutes, Section 67.04(3), to refund municipal obligations of the County issued for the public purpose of improving the Existing Facility. The County has also previously issued its \$1,015,000 Nursing Home Refunding Revenue Bonds, Series 2004, dated September 30, 2004 (the "2004 Bonds"). The 2004 Bonds were authorized and issued pursuant to Wisconsin Statutes, Sections 66.0621 and 66.0913, to refund municipal obligations of the County issued for the public purpose of improving the Existing Facility.

1.04 The Board of Supervisors has determined, pursuant to Resolution No. 2007-28 adopted on June 26, 2007, in which it authorized the issuance of debt by a vote of at least three-fourths of the members of the Board of Supervisors, that it is necessary and desirable that the County issue its \$5,910,000 General Obligation Bonds, Series 2007 (Northern Lights Services, Inc. Project) (the "Bonds"): (i) to refund on a current refunding basis the outstanding principal balance of the 2004 Bonds maturing in the years 2008 through 2013, in the total principal amount of \$710,000 which is hereby called for prepayment and redemption on December 6, 2007 (the "2004 Refunded Bonds"); and (ii) to finance an addition to and improvements to the Existing Facility as follows: the construction and equipping of an approximately 20,000 square foot addition to the Existing Facility to be located on the Real Property for a 16-unit memory care community based residential facility, for a therapy suite providing physical therapy, occupational therapy and speech language pathology services, and for other uses related and ancillary to the Existing Facility (the "Addition") and the remodeling and renovation of the Existing Facility which may include, to the extent funds are available through the proceeds of the Bonds, remodeling and renovation to the administration area, the first floor corridor, the central nursing area, the bathing rooms, resident room finishes, and code improvements (the "Renovation Improvements"). (The Real Estate and the Existing Facility, as improved by the Addition and the Renovation Improvements, is hereinafter referred to as the "Facility.")

1.05 The Existing Facility and the Real Estate is presently leased to Northern Lights Services, Inc. (formerly known as Bayfield County Memorial Hospital, Inc.), a Wisconsin non-stock, nonprofit corporation (the "Company"), pursuant to an Amended and Restated Lease dated September 30, 1997, as amended, between the County and the Company. The Company is exempt from federal income tax pursuant to the provisions of Sections 501(a) and 501(c)(3) of the Internal Revenue Code of 1986, as amended (the "Code"). (This lease, as a part of this financing, shall be amended and restated as provided for in Section 8 hereof.) The Company and the County have proposed to enter into a Development Agreement to provide for the construction of the Addition and the Renovation Improvements. (The Development Agreement, as a part of this financing, shall be authorized as provided for in Section 8 hereof.) As required by Section 147(f) of the Code, the County has held on July 31, 2007, held a public hearing on the issuance of the Bonds.

1.06 Proceeds of the Bonds in the amount of:

- A. \$5,290,000 will be attributable to finance the Addition and the Renovation Improvements to the Existing Facility (the "New Money Portion of the Bonds"); and
- B. \$620,000 will be attributable to the refunding of the 2004 Refunded Bonds (the "Refunding Portion of the Bonds").

The principal amount of the New Money Portion of the Bonds and the Refunding Portion of the Bonds shall be allocated as set forth on Exhibit A attached hereto.

1.07 The County has duly received bids for the Bonds, including the bid of Robert W. Baird & Co., located in Milwaukee, Wisconsin (the "Purchaser"), to purchase the Bonds at a cash price of \$5,893,328.95, plus accrued interest on the total principal amount from December 5, 2007, to the date of delivery of the Bonds and upon condition that the Bonds mature and bear interest at the times and annual rates set forth in Section 2. The County, after due consideration, finds such bid reasonable and proper and the best bid, and the bid of the Purchaser is hereby accepted. The Chairperson and the County Clerk are authorized and directed to execute on the part of the County a contract for the sale of the Bonds in accordance with the Purchaser's bid. All actions of the Chairperson, the County Clerk, and Ehlers & Associates, Inc., independent financial advisor to the County, taken with regard to the sale of the Bonds are hereby ratified and approved.

Section 2. Terms of the Bonds.

2.01 The Bonds to be issued hereunder shall be dated December 5, 2007, as the date of original issue, shall be issued in the denomination of \$5,000, or any integral multiple thereof, in fully registered form and lettered and numbered R-1 and upward. The Bonds shall bear interest at the annual rates indicated below and shall mature on December 1 in the following respective years and amounts:

<i>Year</i>	<i>Principal Amount</i>	<i>Interest Rate</i>
2008	\$ 40,000	4.00%
2009	\$ 25,000	4.00%
2010	\$145,000	4.00%
2011	\$165,000	4.00%
2012	\$175,000	4.00%
2013	\$250,000	4.00%
2014	\$265,000	4.00%
2015	\$275,000	4.00%
2016	\$290,000	4.00%
2017	\$305,000	4.00%
2018	\$315,000	4.00%
2019	\$330,000	4.00%
2020	\$350,000	4.00%
2021	\$365,000	4.00%
2022	\$385,000	4.00%
2023	\$405,000	4.00%
2024	\$425,000	4.00%
2025	\$445,000	4.00%
2026	\$465,000	4.10%
2027	\$490,000	4.10%

2.02 A. The Bonds maturing in the years 2008 through 2016 shall not be subject to redemption and prepayment before maturity, but those maturing in the year 2017 and subsequent years shall be subject to redemption and prepayment at the option of the County on December 1, 2016, and on any day thereafter, in whole or in part, and if in part, at the option of the County and in such manner as the County shall determine.

B. The Bonds are subject to optional redemption, in whole or in part, in case of damage to or destruction or condemnation of the Facility, as provided in Section 2.11 hereof.

C. The Bonds are subject to optional redemption, in whole or in part, upon the occurrence of a Determination of Taxability, as described in Section 2.12 hereof, that interest on the Bonds is subject to federal income taxation under Section 103 and related sections of the Internal Revenue Code of 1986, as amended (the "Code") and regulations thereunder, as in effect on the date of issuance of the Bonds, at a redemption price equal to par plus accrued interest. Accrued interest shall include additional interest at the increased rate provided in Section 2.12 hereof for the period between the Date of Taxability and the date of redemption. The date of redemption shall be established by the County as provided in Section 2.12 hereof, upon notice as provided herein.

D. If less than all the Bonds of a maturity are called for redemption, the County will notify The Depository Trust Company, New York, New York ("DTC") of the particular amount of such maturity to be prepaid. DTC will determine by lot the amount of each participant's interest in such maturity to be redeemed and each participant will then select by lot the beneficial ownership interest in such maturity to be redeemed. All prepayments shall be at a price equal to the principal amount thereof plus accrued interest. No more than 60 days and no fewer than 30 days prior to the date fixed for redemption and prepayment of any Bonds, notice of redemption shall be mailed to each registered owner of a Bond to be redeemed, at the address shown on the registration books of the County.

2.03 The Bonds shall bear interest at the annual rates stated therefor in Section 2.01. The interest shall be payable semiannually on June 1 and December 1 in each year (each herein referred to as an "Interest Payment Date") commencing on December 1, 2008. Interest will be computed upon the basis of a 360-day year of twelve 30-day months and will be rounded pursuant to the rules of the Municipal Securities Rulemaking Board. The County Treasurer shall make all interest payments with respect to the Bonds by check or draft mailed to the registered owners of the Bonds shown on the registration records maintained by the County Clerk at the close of business on the 15th day (whether or not on a business day) of the month next preceding the Interest Payment Date at such owners' addresses shown on such registration records.

2.04 A. The Bonds shall be prepared for execution in accordance with the approved form and shall be signed by the manual or facsimile signature of the Chairperson and attested by the manual signature of the County Clerk. In case any officer whose signature shall appear on the Bonds shall cease to be an officer before delivery of the Bonds, such signature shall nevertheless be valid and sufficient for all purposes, as if he or she had remained in office until delivery.

B. The County Clerk is authorized and directed to obtain a copy of the proposed approving legal opinion of Fryberger, Buchanan, Smith & Frederick, P.A., Duluth, Minnesota, which is to be complete except as to dating thereof and cause the opinion to be attached to each Bond, together with a certificate to be signed by the manual signature of the County Clerk in substantially the form set forth in Section 3 hereof, but only if the opinion is not manually signed. The County Clerk is authorized and directed to execute the certificate in the name of the County upon receipt of the opinion, if required by the preceding sentence, and to file the opinion in the County offices.

2.05 A. In order to make the Bonds eligible for the services provided by DTC, the County has previously agreed to the applicable provisions set forth in the Blanket Issuer Letter of Representations which has been executed by the County and DTC (the "Representation Letter").

B. All of the Bonds shall be registered in the name of Cede & Co., as nominee for DTC. Payment of interest on and principal of any Bond registered in the name of Cede & Co. shall be made by wire transfer or New York Clearing House or equivalent same day funds by 10:00 a.m. CT or as soon thereafter as possible thereafter to the account of Cede & Co. on each Interest Payment Date at the address indicated in or pursuant to the Representation Letter.

C. Additional matters with respect to, among other things, notices, consents and approvals by bond holders and payments on the Bonds are set forth in the Representation Letter.

2.06 The County Clerk, as the bond registrar, shall keep books for the registration and for the transfer of the Bonds. Any Bond may be transferred by the registered owner thereof by surrender of the Bond at the office of the County Clerk, duly endorsed for the transfer for accompanied by an assignment duly executed by the registered owner or his attorney duly authorized in writing. Upon such transfer, the Chairperson and the County Clerk shall execute and deliver in the name of the transferee or transferees a new Bond or Bonds of a like aggregate principal amount, series and maturity, and the County Clerk shall record the name of each transferee in the registration book. No registration shall be made to bearer. The County Clerk shall cancel any Bond surrendered for transfer. The County shall cooperate in any such transfer, and the Chairperson and the County Clerk are authorized to execute any new Bond or Bonds necessary to effect such transfer.

2.07 Each Bond delivered upon transfer of or in exchange for or in lieu of any other Bond shall carry all of the rights to interest, accrued and unpaid and to accrue, which are carried by such other Bond. Each Bond shall be dated by the County Clerk as of the date of its execution. The County shall not be required to make any transfer or exchange of any Bonds called for redemption or to make any such exchange or transfer of the Bonds during the 15 days next preceding the date of the first publication or the mailing (if there is no publication) of notice of redemption in the case of a proposed redemption of the Bonds.

2.08 The County may treat the person in whose name any Bond is registered as the owner of such Bond for the purpose of receiving payment of principal of and interest on such Bond and for all other purposes whatsoever, whether or not such Bond be overdue, and the County shall not be affected by notice to the contrary. All such payments shall be valid and effectual to satisfy and discharge the liability upon such Bond to the extent of the sum or sums so paid.

2.09 The principal of and interest on the Bonds shall be payable by the County Treasurer in such funds as are legal tender for the payment of debts due the United States of America.

2.10 Delivery of the Bonds and payment of the purchase price shall be made at a place mutually satisfactory to the County and the Purchaser. Executed Bonds shall be furnished by the County without cost to the Purchaser. The Bonds, when prepared in accordance with this Resolution and executed, shall be delivered by or under the direction of the County Treasurer to the Purchaser thereof upon receipt of the purchase price plus accrued interest.

2.11 A. The County shall have the option to redeem and prepay the Bonds, in whole or in part, in the event of (i) total damage to or destruction of the Facility or substantially all of the Facility by any casualty; or (ii) the condemnation of all or substantially all of the Facility. The County shall have six months after the date of such casualty or the date of taking to make an election to redeem the Bonds.

B. If the County makes such election to redeem, the outstanding Bonds to be redeemed shall be redeemed on the next date for which due notice can be given or any date thereafter at a redemption price of par plus accrued interest.

2.12 A. If a Determination of Taxability is made, the Bonds shall bear additional interest at a rate of two percent per annum from the Date of Taxability until the respective dates on which the principal of the Bonds is paid. Such additional interest shall be payable semiannually to the owners of the Bonds on each regular semiannual interest payment date following the Determination of Taxability. Additional interest for the period from the Date of Taxability to the first regular semiannual interest payment date following the Determination of Taxability (or, if earlier, the respective dates of payment or redemption of bonds) shall be payable to the owners of the Bonds (or with respect to the Bonds paid or redeemed after the Date of Taxability, the respective owners at the respective dates of payment and redemption) or other persons entitled thereto, as reflected in the registration records maintained by the Fiscal Agent, on the first regular semiannual interest payment date following the Determination of Taxability. Notwithstanding any provisions herein to the contrary, if a Determination of Taxability should occur, any monetary damages or loss resulting from or incident thereto shall be limited to the additional interest rate on the Bonds provided for by this Section 2.12A.

B. In the event such a Determination of Taxability is made, at the option of the County, the outstanding Bonds may be redeemed, as a whole or in part, on the next date for which due notice can be given and any date thereafter at a redemption price of par plus accrued interest (including additional interest from the Date of Taxability).

C. "Determination of Taxability" as described in the foregoing paragraphs shall mean a Notice of Deficiency issued by the Internal Revenue Service or a final decision of a court of competent jurisdiction to the effect that interest on the Bonds is includable in the gross income of the recipient under Section 103 of the Code, related sections and regulations thereunder, as in effect on the date of issuance of the Bonds provided that such event shall not be deemed a Determination of Taxability until after the period, if any, for contest or appeal of such Notice of Deficiency or decision by the bondholders, the County or any other interested party has expired without any such contest or appeal having been properly instituted; and provided further that such Notice of Deficiency or decision shall not be deemed a Determination of Taxability if resulting solely from a change in any applicable statute (or regulation thereunder) in effect as of the date of issuance of the Bonds. A determination that interest on the Bonds is includable in the computation of any alternative minimum tax is not a Determination of Taxability. "Date of Taxability" shall mean that date as of which the interest on the Bonds shall be so determined to be includable in the gross income of the owners thereof; provided that no Bond shall bear additional interest for any period for which the statute of limitations shall be a bar to the assertion or collection of a deficiency of federal income taxes from the owner of such Bond.

Section 3. Form of the Bonds.

3.01 The Bonds shall be typewritten or printed in substantially the following form:

UNITED STATES OF AMERICA  
STATE OF WISCONSIN  
BAYFIELD COUNTY

R-\_\_\_ \$\_\_\_\_\_

GENERAL OBLIGATION BOND, SERIES 2007  
(NORTHERN LIGHTS SERVICES, INC. PROJECT)

<u>Rate</u>	<u>Maturity Date</u>	<u>Date of Original Issue</u>	<u>CUSIP</u>
___%	December 1, ___	December 5, 2007	

REGISTERED OWNER: CEDE & CO.

PRINCIPAL AMOUNT: \_\_\_\_\_ DOLLARS

Bayfield County, Wisconsin (the "County"), for value received, promises to pay to the registered owner specified above, or registered assigns, the principal amount specified above, on the maturity date specified above, and to pay interest on said principal amount to the registered owner hereof from the Date of Original Issue set forth above, or from the most recent Interest Payment Date to which interest has been paid or duly provided for, until the principal amount is paid, said interest being at the rate per annum specified above. Interest is payable semiannually on June 1 and December 1 of each year (each referred to herein as an "Interest Payment Date") commencing on December 1, 2008. Both principal hereof and interest hereon are payable in lawful money of the United States of America by check or draft from the office of the County Treasurer. The County Treasurer shall make all interest payments with respect to this Bond directly to the registered owner hereof shown on the bond registration records maintained on behalf of the County by the County Clerk at the close of business on the 15<sup>th</sup> day of the month next preceding the Interest Payment Date (whether or not a business day) at such owner's address shown on said bond registration records, without, except for payment of principal on the Bond, the presentation or surrender of this Bond, and all such payments shall discharge the obligation of the County to the extent of the payments so made. Payment of principal shall be made when due upon presentation and surrender of this Bond to the County Treasurer. For the prompt and full payment of such principal and interest as they become due, the full faith and credit and resources of the County are irrevocably pledged.

This Bond is one of a series issued by the County in the aggregate amount of \$5,190,000, all of like date and tenor, except as to number, maturity date, denomination, redemption privilege and interest rate, pursuant to the authority contained in Wisconsin Statutes, Chapter 67, and all other laws thereunto enabling, and pursuant to an authorizing resolution adopted by the governing body of the County

on November 13, 2007 (the "Resolution"), to (i) to refund on a current refunding basis the outstanding principal balance of the \$1,015,000 Nursing Home Refunding Revenue Bonds, Series 2004; and (ii) to finance an addition to and improvements to the County's nursing home facility. The Bonds are payable from the 2007 General Obligation Bonds Debt Service Account in the County's Debt Service Fund and a direct annual ad valorem tax has been levied upon all of the taxable property within the County, as set forth in the Resolution to which reference is made for a full statement of rights and powers thereby conferred.

In the event of a Determination of Taxability, as defined in the Resolution, to the effect that interest on the Bonds is includable in gross income for purposes of federal income taxation under Section 103 and related Sections of the Internal Revenue Code and regulations thereunder in effect on the date of issuance of the Bonds, this Bond shall bear additional interest from the Date of Taxability (as defined in the Resolution) to the date of payment of the principal hereof at an additional rate of interest equal to two percent per annum, for an aggregate rate of interest two percent per annum higher than the interest rate set forth above, payable semiannually as more fully set forth in the Resolution. Any monetary damages or loss resulting from or incident to a Determination of Taxability shall be limited to such additional interest on the Bonds.

This Bond has been designated by the County as a "qualified tax-exempt obligation" for purposes of Section 265(b)(3) of the Internal Revenue Code of 1986, as amended.

The Bonds maturing, or subject to mandatory redemption, in the years 2008 through 2016 shall not be subject to redemption and prepayment before maturity, but those maturing, or subject to mandatory redemption, in the year 2017 and in subsequent years shall be subject to redemption and prepayment at the option of the County on December 1, 2016, and on any day thereafter, in whole or in part, and if in part at the option of the County and in such manner as the County shall determine and by lot as to Bonds maturing in the same year, at a price of par plus accrued interest to the redemption date.

The Bonds are also subject to optional redemption at par and accrued interest, in whole or in part, on any date, in certain events of damage to or destruction or condemnation of the Facility, and in the event of a Determination of Taxability, are subject to optional redemption, in whole or in part, on the next date for which due notice can be given and any date thereafter as provided in the Resolution.

Not more than 60 days and no fewer than 30 days prior to the date fixed for redemption and prepayment of any Bonds, notice of redemption shall be mailed to each registered owner of a Bond to be redeemed. If any Bond is redeemed in part, upon surrender of the Bond being redeemed, the County shall deliver or cause to be delivered to the registered owner of such Bond a Bond in like form in the principal amount equal to that portion of the Bond so surrendered not being redeemed.

The Bonds of this series are issued as fully registered bonds without coupons, in the denomination of \$5,000 or any integral multiple thereof. Subject to limitations in the Resolution, the County will, at the request of the registered owner, issue one or more new fully registered Bonds in the name of the registered owner in the aggregate principal amount equal to the unpaid principal balance of this Bond, all of like tenor except as to number and principal amount. Subject to limitations in the Resolution, this Bond is transferable by the registered owner hereof upon surrender of this Bond for transfer at the office of the Fiscal Agent, duly endorsed or accompanied by a written instrument of transfer in form satisfactory to the Fiscal Agent and executed by the registered owner hereof or the owner's attorney duly authorized in writing. Thereupon the County shall execute and the Fiscal Agent shall authenticate and deliver, in exchange for this Bond, one or more new fully registered bonds in the name of the transferee of an authorized denomination, in an aggregate principal amount equal to the unpaid principal amount of this Bond, of the same maturity, and bearing interest at the same rate.

IT IS CERTIFIED AND RECITED that all acts and conditions required by the Constitution and laws of the State of Wisconsin to be done and to exist precedent to and in the issuance of this Bond, in order to make it a valid and binding general obligation of the County in accordance with its terms, have been done and do exist in form, time and manner as so required; that all taxable property within the limits of the County is subject to the levy of ad valorem taxes to the extent needed to pay the principal hereof and the interest hereon when due, without limitation as to rate or amount and that the issuance of this Bond does not cause the indebtedness of the County to exceed any constitutional or statutory limitation.

IN WITNESS WHEREOF, Bayfield County, Wisconsin, by its governing body, has caused this Bond to be executed in its name by the signatures of the Chairperson and the County Clerk and its corporate seal or a true facsimile thereof to be impressed or imprinted hereon, all as of the date of original issue specified above.

ATTEST:

(form-no signature required)  
County Clerk (SEAL)

(form - no signature required)  
Chairperson

BOND COUNSEL OPINION

I certify that the above is a full, true and correct copy of the legal opinion rendered by Bond Counsel on the issuance of the Bonds, dated as of the date of original delivery of and payment for the Bonds.

\_\_\_\_\_  
County Clerk

REGISTRATION CERTIFICATE

This Bond must be registered as to both principal and interest in the name of the owner on the books to be kept by the County Clerk. No transfer of this Bond shall be valid unless made on said books by the registered owner or the owner's attorney thereunto duly authorized and similarly noted on the registration books. The ownership of the unpaid principal balance of this Bond and the interest accruing thereon is registered on the books of the County Clerk in the name of the registered owner last noted below.

Date	Registered Owner	Signature of County Clerk
___/___/07	Cede & Co. c/o The Depository Trust Company 55 Water Street New York, NY 10041 Federal Taxpayer I.D. No.: 13-2555119	<u>(form-no signature needed)</u>

ASSIGNMENT

FOR VALUE RECEIVED, the undersigned sells, assigns, and transfers unto \_\_\_\_\_

(Name and Address of Assignee)

\_\_\_\_\_  
\_\_\_\_\_  
Social Security or other  
Identifying Number of  
Assignee

the within Bond and all rights thereunder and does hereby irrevocably constitute and appoint \_\_\_\_\_ attorney to transfer the said Bond on the books kept for registration thereof with full power of substitution in the premises.

Dated: \_\_\_\_\_

\_\_\_\_\_  
\_\_\_\_\_

NOTICE: The signature of this assignment must correspond with the name of the registered owner as it appears upon the face of the within Bond in every particular, without alteration or enlargement or any change whatsoever.

Signature Guaranteed:

\_\_\_\_\_  
(Bank, Trust Company, member of  
National Securities Exchange)

*Unless this Bond is presented by an authorized representative of The Depository Trust Company, a New York corporation ("DTC"), to the County or its agent for registration of transfer, exchange, or payment, and any Bond issued is registered in the name of Cede & Co. or in such other name as is requested by an authorized representative of DTC (and any payment is made to Cede & Co. or to such other entity as is requested by an authorized representative of DTC), ANY TRANSFER, PLEDGE, OR OTHER USE HEREOF FOR VALUE OR OTHERWISE BY OR TO ANY PERSON IS WRONGFUL, inasmuch as the registered owner hereof, Cede & Co., has an interest herein.*

Section 4. Borrowed Money Fund and Debt Service Fund.

4.01 A. Borrowed Money Fund. There is hereby created a separate and special fund designated as the 2007 Borrowed Money Fund (the "Borrowed Money Fund"), which shall be used solely for purposes of financing the Addition, the Renovation Improvements and the costs of issuance of the Bonds; provided, however, proceeds of the Bonds may not be applied to costs of issuance thereof (including underwriter's discount) in an amount in excess of 2% of the proceeds of the Bonds. The proceeds of the Bonds in the amount of \$5,065,007.25 shall be credited to the Borrowed Money Fund.

The monies in said fund may from time to time be invested as provided in Section 66.0603(lm), Wisconsin Statutes. Upon completion of the Addition and the Renovation Improvements, and after payment in full of all costs thereof, any balance on hand in the Borrowed Money Fund shall be credited to the Debt Service Account.

4.02 Debt Service Fund. There is hereby established in the treasury of the County, if it has not already been created, a debt service fund separate and distinct from every other fund (the "Debt Service Fund"), which shall be maintained in accordance with generally accepted accounting principles. Sinking funds established for obligations previously issued by the County may be considered as separate and distinct accounts within the Debt Service Fund. There shall be maintained in the Debt Service Fund a separate account, to be designated the 2007 General Obligation Bonds Debt Service Account.

4.03. The 2007 General Obligation Bonds Debt Service Account. To the 2007 General Obligation Bonds Debt Service Account (the "Debt Service Account") there is hereby pledged and irrevocably appropriated and there shall be credited: (1) any collections of all taxes levied herein for the payment of the Bonds and interest thereon; (2) all investment earnings on funds in the Debt Service Account; (3) accrued interest, if any, received upon delivery of the Bonds; (4) any premium received by the County above the par value of the Bonds and accrued interest thereon; (5) surplus monies in the Borrowed Money Fund as specified in Section 4.01 hereof; (6) capitalized interest from the proceeds of the New Money Portion of the Bonds in the amount of \$210,193.28; (7) rounding amount of \$-0-; and (8) any and all other monies which are properly available and are appropriated by the Board of Supervisors to the Debt Service Account, including the basic rent payments under the Lease, and any further deposits as may be required by Section 67.11 of Wisconsin Statutes. The amount of any surplus remaining in the Debt Service Account when the Bonds and interest thereon are paid shall be used to reduce the amount of taxes levied herein. No money shall be withdrawn from the Debt Service Account and appropriated for any purpose other than the payment of principal of and interest on the Bonds until all such principal and interest has been paid in full and canceled; provided (i) the funds to provide for each payment of principal of and interest on the Bonds prior to the scheduled receipt of taxes from the next succeeding tax collection may be invested in direct obligations of the United States of America maturing in time to make such payments when they are due; and (ii) any funds over and above the amount of such principal and interest payments on the Bonds may be used to reduce the next succeeding tax levy, or may, at the option of the County, be invested by purchasing the Bonds as permitted by and subject to Section 67.11(2)(a), Wisconsin Statutes, in interest bearing obligations of the United States of America, or in other obligations of the County, which investments shall continue to be a part of the Debt Service Account. When all of the Bonds have been paid in full and cancelled, and all permitted investments disposed of, any money remaining in the Debt Service Account shall be deposited in the general fund of the County, unless the Board of Supervisors directs otherwise.

4.04 The Board of Supervisors covenants and agrees that the full faith and credit and resources of the County are hereby irrevocably pledged for the prompt and full payment of the principal of and interest on the Bonds as such principal and interest respectively become due, and the Board of Supervisors will levy upon all taxable property within the County and cause to be extended, assessed, and collected, any taxes found necessary for full payment of the principal of and interest on the Bonds, without limitation as to rate or amount.

4.05 A. For the purpose of paying the principal of and interest on the Bonds as the same become due, the full faith, credit and resources of the County are hereby irrevocably pledged and there hereby is levied on all the taxable property in the County a direct, annual, irrepealable tax in such years and in such amounts as are sufficient to meet such principal and interest payments when due; said tax is hereby levied in the years and in the minimum amounts shown on Exhibit B hereto, which is incorporated by reference as though fully set forth herein.

B. The County shall be and continue to be without power to repeal such levy or obstruct the collection of said tax until all such payments have been made or provided for. After the issuance of the Bonds, said tax shall be, from year to year, carried into the tax rolls of the County and collected as other taxes are collected, provided that the amount of tax carried into said tax rolls may be reduced in any year by the amount of any surplus money in the Debt Service Account created in Section 4.03 hereof.

4.06 The County authorizes the Purchaser to forward the amount of Bond proceeds allocable to the payment of issuance expenses to U.S. Trust Company, Minneapolis, Minnesota, on the date of closing and delivery of the Bonds (the "Closing Date") for further distribution as directed by the County's financial advisor, Ehlers & Associates, Inc. and as set forth in the officers' certificate provided to the Purchaser on the Closing Date.

Section 5. Refunding; Findings; Redemption of the 2004 Refunded Bonds.

5.01 A. Debt Service Account. Proceeds of the Bonds in the amount of \$618,128.42 are hereby appropriated to the Debt Service Account in the Nursing Home Revenue Bond Special Redemption Fund (the "Special Redemption Fund") created by the County's resolution authorizing the issuance of the 2004 Bonds (the "2004 Bonds Debt Service Account"), which funds, together with (i) \$-0- of the monies previously deposited in the 2004 Bonds Debt Service Account, and (ii) \$101,500.00 in the Reserve Account in the Special Redemption Fund shall be segregated and shall constitute a separate trust fund to be used for no purpose other than the payment of the principal and interest on the 2004 Refunded Bonds on December 6, 2007 (the "Redemption Date"). Such proceeds, together with the other monies on deposit in the Special Redemption Fund, may be invested only in direct obligations of the United States of America maturing in time to pay the interest on and principal of the entire outstanding payment of the 2004 Refunded Bonds on the Redemption Date.

B. The 2004 Refunded Bonds are not callable for redemption until October 1, 2010 pursuant to the County's resolution authorizing the 2004 Bonds. The holder of the 2004 Bonds has agreed to permit the early redemption and prepayment of the 2004 Refunded Bonds on the Redemption Date on condition that the County pay a 0.5% premium (\$3,550.00). The Board of Supervisors hereby determines that it is in the County's best interest to prepay the 2004 Refunded Bonds, as provided for herein, and to pay such bond holder the prepayment premium.

C. It is hereby found and determined that the proceeds of the Bonds in the amount of \$618,128.42, together with \$-0- on deposit in the 2004 Bonds Debt Service Account and the \$101,500.00 in the Reserve Account, will be sufficient to pay the interest due on the 2004 Refunded Bonds through the Redemption Date, the premium on, and the outstanding principal of the 2004 Refunded Bonds on the Redemption Date.

D. There is hereby appropriated any balance of the monies in the Special Redemption Fund to the Debt Service Account after payment of the 2004 Refunded Bonds.

Section 6. Certificate of Proceedings.

6.01 The officers of the County are authorized and directed to prepare and furnish to the Purchaser and to bond counsel certified copies of all proceedings and records of the County relating to the authorization and issuance of the Bonds and other affidavits and certificates as may reasonably be requested to show the facts relating to the legality and marketability of the Bonds as such facts appear from the official books and records of the officers' custody or otherwise known to them. All of such certified copies, certificates and affidavits, including any heretofore furnished, constitute representations of the County as to the correctness of facts recited therein and the actions stated therein to have been taken.

6.02 The Chairperson and the County Clerk are hereby authorized and directed to certify that they have examined the Official Statement prepared and circulated in connection with the issuance and sale of the Bonds and that to the best of their knowledge and belief the Official Statement is a complete and accurate representation of the facts and representations made therein as of the date of the Official Statement.

6.03 The County Clerk shall provide and keep a separate record book and shall record a full and correct statement of entry step or proceeding had or taken in the course of authorizing and issuing the Bonds.

6.04 In the event of the absence or disability of the Chairperson, Clerk or Treasurer, such officers of the County or members of the Board of Supervisors as in the opinion of the County's attorney may act in their behalf shall, without further act or authorization, execute and deliver the Bonds, and do all things and execute all instruments and documents required to be done or executed by such absent or disabled officers.

Section 7. Tax Covenants.

7.01 A. The County covenants and agrees with the holders of the Bonds that the County will (i) take all action on its part necessary to cause the interest on the Bonds to be exempt from federal income taxes including, without limitation, restricting, to the extent necessary, the yield on investments made with the proceeds of the Bonds and investment earnings thereon, making required payments to the federal government, if any, and maintaining books and records in a specified manner, where appropriate, and (ii) refrain from taking any action which would cause interest on the Bonds to be subject to federal income taxes, including, without limitation, refraining from spending the proceeds of the Bonds and investment earnings thereon on certain specified purposes. Based on representations of the Company, the Bonds are "private activity bonds" within the meaning of Section 141(a) and "qualified 501(c)(3) bonds" within the meaning of Section 145 of the Code. The Company has represented in the Lease to do those things necessary to establish or preserve the exception of interest on the Bonds and not to use or to permit the use of the Facility in a manner that the Bonds cease to be "qualified 501(c)(3) bonds" within the meaning of Section 145 of the Code.

B. The proceeds of the 2004 Refunded Bonds have been totally expended for the governmental purpose for which they were issued; the gross proceeds of the Bonds allocable to the refunding of the 2004 Refunded Bonds will be totally expended for the purpose

of refunding the outstanding principal amount of the 2004 Refunding Bonds, premium and interest thereon and paying costs of issuance of the Bonds within 6 months of the date of issuance of the Bonds. Therefore, no rebate of arbitrage profit is required under the Code pursuant to Section 148(f)(4)(B) of the Code for the portion of the Bonds (\$620,000) allocated to the Refunding Portion of the Bonds under Regulation Section 1.148-9(h).

C. The portion of the Bonds allocated to the Addition and the Renovation Improvements as the New Money Portion of the Bonds described in Section 1.06 herein are treated as a separate issue and the County hereby finds, determines and declares pursuant to Section 1.148-7(d) of the Treasury Regulations, relating to 18-month spending arbitrage exception from rebate, the County reasonably expects that with respect to the gross proceeds of the New Money Portion of the Bonds, the following schedule will be met: (i) at least 15% of the gross proceeds of the New Money Portion of the Bonds will be allocated to expenditures for the governmental purpose of the New Money Portion of the Bonds within six months of the date of issue of the Bonds; (ii) at least 60% of such proceeds will be allocated for such purposes within the one year period of such date; and (iii) 100% of such proceeds will be allocated for such purposes within the 18 month period beginning on such date; subject to an exception for reasonable retainage of 5% of the available proceeds of the New Money Portion of the Bonds, and that 100% of the available proceeds of the New Money Portion of the Bonds will be allocated within 30 months from the date of issue of the Bonds.

D. The County shall comply with requirements necessary under the Code to establish and maintain the exclusion from gross income under Section 103 of the Code of the interest on the Bonds, including, without limitation (i) requirements relating to temporary periods for investment, (ii) limitation on amounts invested at a yield greater than the yield on the Bonds, and (iii) if required, the rebate of excess investment earnings to the United States.

E. In order to qualify the Bonds as "qualified tax-exempt obligations" within the meaning of Section 265(b)(3) of the code, the County hereby makes the following factual statements and representations:

- (i) based upon representations of the Company, the Bonds, when issued, will be qualified 501(c)(3) bonds under Section 145 of the Code;
- (ii) the County hereby designates the Bonds as "qualified tax-exempt obligations" for purposes of Section 265(b)(3) of the Code;
- (iii) the reasonably anticipated amount of tax-exempt obligations (other than private activity bonds, treating qualified 501(c)(3) bonds as not being private activity bonds) which will be issued by the County (and all entities whose obligations will be aggregated with those of the County) during the calendar year in which the Bonds were issued will not exceed \$10,000,000; and
- (iv) not more than \$10,000,000 of obligations issued by the County during the calendar year in which the Bonds were issued have been designated for the purposes of Section 265(b)(3) of the Code.

F. The County shall use its best efforts to comply with any federal procedural requirements which may apply in order to effectuate the designation made by this section.

Section 8. Approval of Amended and Restated Lease and Development Agreement. The Amended and Restated Lease and the Development Agreement, each between the County and the Company, are hereby made a part of this Resolution as fully as though set forth herein and are hereby approved in substantially the forms presented to the Board of Supervisors. The Chairperson and the County Clerk are hereby authorized and directed to execute, acknowledge, and deliver said document on behalf of the County with such changes, insertions, and omissions therein as the County's attorney may hereafter deem appropriate, such execution to be conclusive evidence of approval of such document in accordance with the terms hereof.

Section 9. Continuing Disclosure. The County acknowledges that the Bonds are subject to the continuing disclosure requirements of Rule 15c2-12 promulgated by the Securities and Exchange Commission under the Securities Exchange Act of 1934 (17 C.F.R. § 240.15c2-12) (the "Rule"). The Rule governs the obligations of certain underwriters to require that issuers of municipal bonds enter into agreements for the benefit of the bondholders to provide continuing disclosure with respect to such bonds. To provide for the public availability of certain information relating to the Bonds and the security therefor and to permit underwriters of the Bonds to comply with the Rule, which will enhance the marketability of the Bonds, the Administrator and the County Clerk are hereby authorized and directed to execute a Limited Continuing Disclosure Certificate substantially in the form of the Certificate currently on file in the office of the County.

Adopted November 13, 2007.

\_\_\_\_\_  
Chairperson

Attest:

\_\_\_\_\_  
County Clerk

**EXHIBIT A**

**PORTION OF THE MATURITIES OF THE BONDS ALLOCATED TO THE NEW MONEY PORTION OF THE BONDS AND THE REFUNDING PORTION OF THE BONDS**

Maturity Date	New Money Portion of the Bonds	Refunding Portion of the Bonds	Total
12/01/08	--	\$40,000	\$40,000
12/01/09	--	\$25,000	\$25,000
12/01/10	\$25,000	\$120,000	\$145,000
12/01/11	\$25,000	\$140,000	\$165,000
12/01/12	\$25,000	\$150,000	\$175,000
12/01/13	\$105,000	\$145,000	\$250,000
12/01/14	\$265,000	--	\$265,000

12/01/15	\$275,000	--	\$275,000
12/01/16	\$290,000	--	\$290,000
12/01/17	\$305,000	--	\$305,000
12/01/18	\$315,000	--	\$315,000
12/01/19	\$330,000	--	\$330,000
12/01/20	\$350,000	--	\$350,000
12/01/21	\$365,000	--	\$365,000
12/01/22	\$385,000	--	\$385,000
12/01/23	\$405,000	--	\$405,000
12/01/24	\$425,000	--	\$425,000
12/01/25	\$445,000	--	\$445,000
12/01/26	\$465,000	--	\$465,000
12/01/27	\$490,000	--	\$490,000
Totals	\$5,290,000	\$620,000	\$5,910,000

**EXHIBIT B  
GENERAL OBLIGATION BONDS, SERIES 2007  
BAYFIELD COUNTY, WISCONSIN  
TAX LEVY SCHEDULE**

LEVY YEAR/ COLLECT YEAR	TAX LEVY
2007/2008	\$274,717.72*
2008/2009	\$260,755.00
2009/2010	\$379,755.00
2010/2011	\$393,955.00
2011/2012	\$397,355.00
2012/2013	\$465,355.00
2013/2014	\$470,355.00
2014/2015	\$469,755.00
2015/2016	\$473,755.00
2016/2017	\$477,155.00
2017/2018	\$474,955.00
2018/2019	\$477,355.00
2019/2020	\$484,155.00
2020/2021	\$485,155.00
2021/2022	\$490,555.00
2022/2023	\$495,155.00
2023/2024	\$498,955.00
2024/2025	\$501,955.00
2025/2026	\$504,155.00
2026/2027	\$510,090.00

\* To be paid with capitalized interest and payments under the Lease.

**EXHIBIT C  
Legal Description**

W $\frac{1}{2}$  of S $\frac{1}{2}$  of SW $\frac{1}{4}$  of NW $\frac{1}{4}$ , located in Section Thirty-three (33), Township Forty-nine (49) North, Range Four (4) West, less that portion in V. 779 P. 405 described as follows:

A parcel of land located in the Southwest Quarter of the Northwest Quarter (SW $\frac{1}{4}$  of NW $\frac{1}{4}$ ) of Section Thirty-three (33), Township Forty-nine (49) North, Range Four (4) West, in the City of Washburn, Bayfield County, Wisconsin, described as follows:

To locate the point of beginning, commence at the West quarter corner of said Section 33 and run N. 88° 29' 00" E., 205.37 feet, along the East-West quarter line of said Section 33 to a PK nail which is the point of beginning.

Thence from said point of beginning by metes and bounds: N. 26° 53' 17" E., 98.53 feet; thence N. 04° 43' 31" W., 28.71 feet; thence N. 25° 51' 42" E., 87.45 feet; thence Northwesterly, along the arc of a curve to the left, having a central angle of 63° 25' 56", a radius of 4.16 feet, a chord which bears N. 05° 51' 16" W. and measures 4.37 feet, 4.60 feet; thence N. 37° 34' 14" W., 83.61 feet; thence S. 52° 33' 26" W., 5.23 feet; thence N. 37° 26' 34" W., 32.78 feet; thence N. 52° 33' 26" E., 89.70 feet; thence S. 37° 26' 34" E., 32.91 feet; thence N. 52° 29' 01" E., 175.73 feet; thence S. 37° 26' 34" E., 25.17 feet; thence N. 52° 15' 18" E., 64.21 feet; thence S. 37° 50' 09" E., 25.54 feet; thence N. 52° 20' 48" E., 41.03 feet; thence N. 88° 27' 06" E., 86.91 feet; thence S. 01° 32' 54" E., 438.93 feet to a PK nail in the centerline of Superior Avenue which is the East-West quarter line of said Section 33; thence along said centerline, S. 88° 29' 00" W., 448.57 feet to the point of beginning.

*A motion was made by Gordon/Blahnik to adopt Bayfield County Resolution No. 2007-53 Providing for the Issuance, Sale and Delivery of \$5,910,000 General Obligation Bonds, Series 2007 (Northern Lights Services, Inc. Project), of Bayfield County, Wisconsin; Establishing the Terms and Conditions Therefore; Directing their Executive and Delivery; Creating a Debt Service Account Therefore; and Awarding the Sale Thereof. A brief discussion took place. A roll call vote was taken as follows: Crandall-yes; Rondeau-absent; Good-yes; Gordon-yes; Jardine-yes; Maki-yes; Kittleson-yes; Blahnik-yes; Kacvinsky-yes; Beeksma-yes; Williams-yes; Bichanich-yes; Miller-yes. Total 13: 12 yes, 0 no; 1 absent. The motion carried. Jordan thanked the Board and stated to them that he is proud to be a part of Northern Lights and proud to be a part of Bayfield County as well.*

11. Bayfield County Resolution No. 2007-54, Variable Acreage Share Loan for Year 2008. The Board dispensed with the reading of the Resolution, which reads as follows:

**WHEREAS**, the residents of Bayfield County continue to reap the benefits of the County Forest through revenues, employment, recreation, and nature; and

**WHEREAS**, in turn, the Bayfield County Forest is dependent upon the residents of Bayfield County to sustain continued benefits through proper management and financial support; and

**WHEREAS**, the health of our forest and the welfare of our future generations are dependent on our present actions; and

**WHEREAS**, funds are available through the County Forest Variable Acreage Share Loan payment from the State of Wisconsin, pursuant to §28.11(8), (3), Wisconsin Statutes, at zero percent (0%) interest; and

**WHEREAS**, repayment of such funds are accomplished by payments to the State of Wisconsin at twenty percent (20%) of the gross timber sale receipts as they are received until the interest free loan is completely repaid.

**NOW, THEREFORE, BE IT RESOLVED**, by the Bayfield County Board of Supervisors, that the County Forest Administrator is directed to apply for the Variable Acreage Share Loan for 2008 at the rate of fifty cents (50¢) per acre.

Recommended for adoption by the Bayfield County Forestry Committee and approved by the Bayfield County Board of Supervisors this 13<sup>th</sup> day of November, 2007.

**BAYFIELD COUNTY BOARD OF SUPERVISORS**

William D. Kacvinsky, *Chair*; John J. Blahnik, *Vice-Chair*; David L. Good; Thomas J. Gordon, Kenneth Jardine, Harold A. Maki, Delores Kittleson, Shawn Miller, James Crandall, Wayne Williams, James Beeksma, Marco T. Bichanich

*A motion was made by Good/Bichanich to adopt Bayfield County Resolution No. 2007-54, Variable Acreage Share Loan for Year 2007. A roll call vote was taken as follows: Rondeau-absent; Good-yes; Gordon-yes; Jardine-yes; Maki-yes; Kittleson-yes; Blahnik-yes; Kacvinsky-yes; Beeksma-yes; Williams-yes; Bichanich-yes; Miller-yes; Crandall-yes. Total 13: 12 yes, 0 no; 1 absent. The motion carried.*

13. **2008 Bayfield County Annual Forest Plan**. The Board dispensed with the reading of the Forest Plan, which reads as follow:

**BAYFIELD COUNTY FOREST ANNUAL PLAN**

January 1, through December 31, 2008

Following is the Bayfield County Forest Work Plan for the calendar year 2008. The plan gives direction and meaning to the proposed County Forest budget, and further defines and supplements the Comprehensive Ten Year Plan and emphasizes the current needs of the County Forest and Recreational System. **This plan is needed to comply with Chapter NR47 Wisconsin Administrative Rules for the administration of the County Forest Administrator Grant Program.**

**TIMBER HARVEST**

Timber harvests are important for the economic well being of Bayfield County as well as for the health and vigor of the forest. This includes all aspects of the forest including wildlife, watershed protection, air quality, miscellaneous forest products, recreation and many other non-commercial values. Professional implementation of proper forest management and harvest techniques is essential. The timber management goal is to produce a sustained yield of forest products by scheduling timber sales to achieve the average annual allowable cut through a perpetual rotation. Compartment inventory information along with a careful on-the-ground inspection by department foresters will be used to determine stands where timber harvesting is needed. Bayfield County plans to offer for sale approximately 3,235 acres of timber in the following timber types during 2008:

<b><i>TIMBER TYPE</i></b>	<b><i>CUT(acres)</i></b>
Northern Hardwood	750
Aspen	670
Jack Pine	350
Red Pine	530
White Birch	200
Oak	550
Scrub Oak	85
Fir/Spruce	0
White Pine	100
Swamp Hardwood	0
Totals	3,235 Acres

**REFORESTATION**

The following reforestation efforts are planned for 2008:

Spring Planting 247 acres will be hand planted with 222,000 jack pine seedlings, and 336 acres will be hand planted with 333,000 red pine seedlings. The total area planted will be 583 acres with 555,000 seedlings. These will be contract planted.

Site Preparation and Release 730 acres will be treated in preparation for planting and seeding. These sites will then be planted or seeded in our 2009 reforestation program. No release of existing plantations is planned for 2008 at this time.

Natural Regeneration Over 2,280 acres of hardwoods will be regenerated naturally.

Aspen regeneration is accomplished through a form of natural regeneration called coppicing (sprouting from stumps and roots), and some natural seeding. Oak and Northern Hardwood regeneration is also accomplished through natural means by coppicing and seed fall as well. The department will conduct prescribed fires in oak stands where a partial harvest has been conducted to prepare the stand to regenerate. A quick hot fire will kill competing maple seedlings while not killing the root system of oak regeneration. This is necessary for the perpetuation of the county's oak stands

## **WILDLIFE**

A number of wildlife projects will again be undertaken in 2008. The majority of wildlife habitat improvement work conducted on County Forest Land will be accomplished through funding from Wisconsin DNR grant programs. Specifically the Conservation Aids and Dime-an-Acre Programs.

The Conservation Aids project for 2008-2009 will be similar to the multiple year 2005-2006 oak regeneration project. By combining the two year, an oak regeneration project totaling \$16,200 will be possible. This is a 50/50 grant; the state will reimburse the county \$8,068 when the project is completed.

The Dime-an-Acre grant totals \$16,800.00. The projects this grant will fund include:

- Hunter walking trail repair, clearing, and mowing.
- Site prep and seeding for jack pine in the sand barrens.
- Herbicide for wildlife opening maintenance.
- Mechanical site prep for white birch regeneration.
- Prescribed burning of wildlife openings and oak shelterwood harvest areas.
- Fish habitat projects.
- Habitat projects on old homesteads.
- Bird census survey.
- Invasive species eradication.

## **ACCESS MANAGEMENT**

The Access Management Plan will continue to be implemented in accordance with the Bayfield County Forest Comprehensive Land Use Plan. Criteria for classification of roads will be clarified and then applied when designating existing and planned transportation networks.

The Forestry Department will continue to maintain 28.03 miles of forest road, for which we receive County Forest Road Aids. Two miles of road in the Town of Barnes, and one mile in the Town of Hughes will be added to the road program in 2008. The Department will continue to plan and develop additional forest roads and trails as the need arises for later entry into the County Forest Road program.

## **FOREST INVENTORY**

Approximately 17,000 acres of the County Forest will be re-inventoried. This is consistent with the department's present compartment inventory goal to assess 10% of the forest each year. Due to the age of some of the forest's inventory data (as old as thirty years) it would be greatly desirable to accelerate this process to provide the best information to plan the county's timber management program. Additional funding would be required to do this.

## **PRESCRIBED BURNING**

Prescribed fires will be continued to maintain the fuel breaks in Barnes Township. Approximately 300 acres will be treated, half in the spring and half in the fall. Prescribed fires will also be used to facilitate oak regeneration on approximately 70 acres. Seedling counts are being done prior to these burns to provide baseline information that can be used to establish the effectiveness of these treatments.

## **BAYFIELD COUNTY FOREST PLAN**

The County Forest Comprehensive Land Use Plan for the period 2006 - 2020 has been completed and approved by the County Board.

## **OTHER ACTIVITIES**

- The department will continue to work with the County Tourism and Recreation Department and interested user groups on recreation activities occurring on the county forest.
- The department's GIS system is up and running and will continue to be refined to provide the best information and planning tools possible. As information from the ongoing forest inventory work becomes available this tool will be greatly enhanced.
- The salvaging of timber killed by the Two-lined Chestnut Borer and Jack pine budworm is continuing in 2008. The extent of mortality will be monitored and additional sales set up as the need arises. The Department is continuing to monitor the effects of forest pathogens such as the Jack Pine Budworm, Chestnut borer, Emerald Ash borer and Gypsy Moth.
- The department will continue efforts to acquire private properties on a willing seller, willing buyer basis.

Approved the 14<sup>th</sup> Day of November, 2006 by the Bayfield County Board of Supervisors:

## **BAYFIELD COUNTY BOARD OF SUPERVISORS**

William D. Kacvinsky, *Chair*; John J. Blahnik, *Vice-Chair*; David L. Good; Thomas J. Gordon, Kenneth Jardine, Harold A. Maki, Delores Kittleson, Shawn Miller, James Crandall, Wayne Williams, James Beeksma, Marco T. Bichanich

*A motion was made by Gordon/Bichanich to receive and place on file the 2008 Bayfield County Annual Forest Plan. The motion carried.*

**12. Bayfield County Resolution No. 2007-55, 2008, Authorization for County Board Chairman, County Clerk and the County Treasurer of the County of Bayfield to Make Short Term Loans.** The Board dispensed with the reading of the Resolution, which reads as follows:

### **Authorization for County Board Chairman, County Clerk and the County Treasurer of the County of Bayfield To Make Short Term Loans**

**WHEREAS**, it may be necessary to make short term loans in order to meet payrolls and other obligations including current and ordinary expenses within the next year.

**NOW, THEREFORE, BE IT RESOLVED**, by the Bayfield County Board of Supervisors of Bayfield County in annual session, assembled this 13<sup>th</sup> day of November, 2007, that the County Board Chairman of the County of Bayfield, the County Clerk, and the County Treasurer, be and they are hereby authorized to make short term loans in an amount not to exceed Three Hundred Thousand Dollars (\$300,000.00) in aggregate if in their opinion it should be to the County's best interest to make such loan or loans.

**BAYFIELD COUNTY BOARD OF SUPERVISORS**

William D. Kacvinsky, *Chair*; John J. Blahnik, *Vice-Chair*; David L. Good; Thomas J. Gordon, Kenneth Jardine, Harold A. Maki, Delores Kittleson, Shawn Miller, James Crandall, Wayne Williams, James Beeksma, Marco T. Bichanich

*A motion was made by Good/Gordon to adopt Bayfield County Resolution No. 2007-55, Authorization for County Board Chairman, County Clerk and the County Treasurer of the County of Bayfield To Make Short Term Loans. A roll call vote was taken as follows: Good-yes; Gordon-yes; Jardine-yes; Maki-yes; Kittleson-yes; Blahnik-yes; Kacvinsky-yes; Beeksma-yes; Williams-yes; Bichanich-yes; Miller-yes; Crandall-yes; Rondeau-absent. Total 13: 12 yes, 0 no;1 absent. The motion carried.*

**13. Bayfield County Resolution No. 2007-56, Holding of Meetings as may be Necessary to Conduct Business in 2007.**

The Board dispensed with the reading of the Resolution, which reads as follows:

**Holding of Meetings as may be Necessary To conduct Business in 2008**

**WHEREAS**, the several committees of the Bayfield County Board of Supervisors are required in the conduct of the business of said Bayfield County, to hold and conduct committee meetings in excess of the number permitted by Statute; and

**WHEREAS**, by action of the County Board, the number of meetings of said committees beyond the statutory limit may be extended.

**NOW, THEREFORE, BE IT RESOLVED**, that the several committees of the Bayfield County Board of Supervisors be and they are hereby authorized to hold such meetings during the year 2007 as may be necessary to the proper conduct of the business of said Bayfield County.

Dated this 13<sup>th</sup> day of November, 2007.

**BAYFIELD COUNTY BOARD OF SUPERVISORS**

William D. Kacvinsky, *Chair*; John J. Blahnik, *Vice-Chair*; David L. Good; Thomas J. Gordon, Kenneth Jardine, Harold A. Maki, Delores Kittleson, Shawn Miller, James Crandall, Wayne Williams, James Beeksma, Marco T. Bichanich

*A motion was made by Good/Williams to adopt Bayfield County Resolution No. 2007-56, Holding of Meetings as may be Necessary to Conduct Business in 2008. The motion carried.*

**14. Bayfield County Resolution No. 2007-57, Tax Charge Backs of 2003-2006.** The Board dispensed with the reading of this Resolution, which reads as follows:

**Tax Charge Backs of 2003-2006**

**WHEREAS**, the Executive Committee of the Bayfield County Board of Supervisors, has examined a report of the Bayfield County Treasurer setting forth the certain Tax Certificates now owned by Bayfield County. These Tax Certificates are illegal and void in that said Certificates were issued on the tax exempt property, or property on which there was a double or incorrect description and for other reasons as set forth in said Treasurer's Report; and

**WHEREAS**, from said examination it has been determined that said reports are illegal and void and that the taxes upon which said Certificates are based, are not justly reassessable.

**NOW, THEREFORE, BE IT RESOLVED**, the amounts of said illegal and void Tax Certificates are charged back to the respective towns, cities, or villages where in such lands are situated.

Dated this 13<sup>th</sup> day of November, 2007.

**BAYFIELD COUNTY BOARD OF SUPERVISORS**

William D. Kacvinsky, *Chair*; John J. Blahnik, *Vice-Chair*; David L. Good; Thomas J. Gordon, Kenneth Jardine, Harold A. Maki, Delores Kittleson, Shawn Miller, James Crandall, Wayne Williams, James Beeksma, Marco T. Bichanich

*A motion was made by Good/Jardine to adopt Bayfield County Resolution No. 2007-57, Tax Charge Backs of 2003-2006. Supervisor Good stated that he would be abstaining from voting because he thinks this is an illegal act per what State Statutes dictate regarding charge backs. The motion carried with one abstention.*

**15. Bayfield County Highway Committee's Annual Report of Nov. 1, 2006 to Oct. 31, 2007.** The Board dispensed with the reading of the Report, which reads as follows:

**2007**

**ANNUAL REPORT OF THE BAYFIELD COUNTY HIGHWAY COMMITTEE**

**TO: THE HONORABLE COUNTY BOARD OF SUPERVISORS  
BAYFIELD COUNTY, WISCONSIN**

Your committee hereby wishes to submit their Annual Highway Report concerning highway matters. Including work completed and suggestions for future projects.

**STATE TRUNK HIGHWAY SYSTEM**

General maintenance and snow removal on the state trunk highway system is a continuing process with work being done by county labor and equipment subject to prior authorization and under control of the state.

#### **SPECIAL STATE PROJECTS BY COUNTY PERSONNEL 2007**

1. USH 2 - Crack sealed several areas.
2. USH 2 - Bladed shoulders and graveled low shoulders.
3. USH 2 - Repaired and replaced sign posts.
4. USH 2 - Mowing and brushing operations.
5. USH 2 - Swept and washed all bridges.
6. USH 2 - Repaired slope, reset existing box culvert and added 24' to 5'x6' concrete culvert. Reseeded and mulched slopes.
7. USH 2 - Repaired beam guard and posts in several areas.
8. USH 2 - Assisted WisDOT personnel with repairs to traffic counter west of Ino.
9. USH 2 - Cracked filled with cold mix at Bayfront.
10. USH 63 - Repaired washouts in several areas.
11. USH 63 - Bladed shoulders and graveled low shoulders.
12. USH 63 - Repaired and replaced signs and posts as required.
13. USH 63 - Mowing and brushing operations.
14. USH 63 - Replaced wing wall on box culvert at Schramm Creek, second one.
15. USH 63 - Swept and washed all bridges.
16. USH 63 - Blacktopped radius Jct with Old 63.
17. USH 63 - Assisted contractor with crack sealing between Jct USH 2 and STH 118.
18. USH 63 - Repaired concrete footings under Fish Creek Bridge. Poured new retainer footings around existing pilings.
19. STH 13 - Bladed and graveled low shoulders.
20. STH 13 - Repaired and replaced signs and sign posts.
21. STH 13 - Mowing operations and brushing operations.
22. STH 13 - Swept and washed all bridges.
23. STH 13 - Installed new catch basin by Old Kennedy Road.
24. STH 13 - Repaired asphalt approach to Onion River.
25. STH 13 - Repaired beam guard at Whittlesey Creek.
26. STH 13 - Repaired erosion at Echo Creek. Installed new wing wall.
27. STH 13 - Removed beaver dams at Sand River and Saxine Creek.
28. STH 13 - Crack sealed from Old East CTH K to Old West CTH K.
29. STH 13 - Installed culvert liners at several locations.
30. STH 118 - Mowing operations.
31. STH 118 - Installed signs and replaced posts as required.
32. STH 137 - Mowing operations.
33. STH 137 - Installed signs and replaced posts as required.
34. STH 137 - Swept and washed bridge.
35. STH 137 - Installed culvert liners in five (5) cross culverts.

#### **COMPASS PROGRAM 2007**

##### **USH-2; USH-63; STH-13; STH-27; COMPASS Program**

1. Road Foreman and WIS-DOT Area Supervisor performed 11 segments of inspection for the WIS-DOT Compass Program.

#### **COUNTY TRUNK HIGHWAY SYSTEM 2007**

General maintenance and snow removal operations on the CTH system are expected to be handled as in previous years with improvements to be made whenever possible. We will continually strive to realign operations toward more efficient and economical functions of the department. Anti-icing unit is on a  $\frac{3}{4}$ -ton truck and is utilized for bridge and problem frost areas during frost season.

1. CTH A -
  1. North - installed 1 slip liner in crosspipe.
  2. Repaired several washed shoulders.
  3. Brushed and stumped  $\frac{1}{2}$  mile south of Jct with STH 13.
  4. Mowing and brushing operations.
  5. Replaced sign posts.
2. CTH B -
  1. Mowing and brushing operations.
  2. Removed dead and leaning trees.
  3. Assisted contractor with crack sealing.
3. CTH C -
  1. Mowing and brushing operations.
  2. Installed cross liners.
4. CTH D -
  1. Mowing and brushing operations.
  2. Removed trees from windstorm, also removed dead and leaning trees.
  3. Repaired and replaced signs and posts as required.
  4. Patched pot holes on south end.
  5. Shouldered and bladed bad areas.
5. CTH E -
  1. Mowing and brushing operations.
  2. East - cleaned up downed trees from windstorm.
6. CTH F -
  1. Mowing operations and brushing operations.
7. CTH FF -
  1. Mowing operations.
  2. Replaced and repaired signs as required.

8. CTH G -
  1. Mowing and brushing operations.
  2. Repaired and replaced signs as required.
  3. Patched asphalt.
  4. Installed one culvert liner.
9. CTH H -
  1. Mowing and brushing operations.
  2. Installed new signs and posts.
  3. Removed large trees due to windstorm and dead and leaning trees.
10. CTH I -
  1. Mowing and brushing operations.
  2. Removed clay from westbound lane on Cemetery hill, fill with gravel, compacted and paved.
  3. Remodeled catch basin and drain.
  4. Replaced and repaired signs and post as required.
  5. Filled slope on Cemetery hill.
11. CTH J -
  1. Mowing and brushing operations.
  2. Installed new signs and posts.
  3. Removed rocks from ditches that interfered with mowing operations.
  4. Shoulders were widened in several areas.
  5. Hauled 11,000 cubic yards of crushed gravel from Iron River. This was placed between the south leg and CTH I, including slope fill, sand and topsoil.
12. CTH M-
  1. Mowing and brushing operations.
  2. Repaired and replaced signs as required.
  3. Removed dead and leaning trees.
  4. Patched potholes in asphalt.
13. CTH N -
  1. Mowing and brushing operations.
  2. Repaired shoulders and bladed shoulders.
  3. Removed dead and leaning trees.

#### **PROPOSED SPECIAL CTH IMPROVEMENT PROJECTS FOR 2008**

1. CTH H- - Pine Road to Eagle Lake Bridge - Overlay - Contract.
2. CTH H - CTH E to Padolan Drive - Slope and shoulder repair - County forces.
3. CTH E - CTH H to USH 2 - Slope, shoulder and culvert repair - County forces.
4. CTH C - Big Rock Road to McKinley Road - Reconditioning - County forces Pulverizing and paving - Contract - CHIP-D \$114,800.00.
5. CTH A (north) - Larson Creek culvert replacement - County forces Pulverize and pave - Contract - CHIP \$72,000.00.

#### **SPECIAL CTH PROJECTS IN PROGRESS OR COMPLETED BY CONTRACTORS**

1. CTH J - Turner Road to CTH I: STP project, 80% federal/20% local - Reconstruction, minor relocation, added base, pulverize, new surface, shoulders and paint.
2. CTH J - CTH I to STH 13 (s): Local funding - Added base, pulverize and pave, shoulders and paint.
3. CTH D - Namakagon Bridge: Funded by Earmark and Corps of Engineers Sec 154 - 2-span new structure at south end of Anderson Island.

#### **SPECIAL PROJECTS COMPLETED IN 2007**

1. Overlay on CTH A - W Gravel Pit Road to USH 2: Funded by WisDOT.

#### **NEW EQUIPMENT PURCHASED 2007**

1. One (1) BT Heater
2. One (1) 4x4 Pickup
3. One (1) Excavator
4. One (1) Loader

#### **EQUIPMENT SOLD 2007**

None

#### **EQUIPMENT TRADED OR SCRAPPED 2007**

- 1 - Tractor/loader traded for #143 JDeere tractor/loader
- 2 - Material patch heaters scrapped

#### **PROPOSED EQUIPMENT FOR 2008**

1. Five (5) Single Axle patrol Trucks
2. One (1) Craftco Heater
3. One (1) Cross conveyor
4. One (1) Demolition Body
5. Two (2) Truck Plows

#### **2007 BUILDINGS**

1. Normal and routine maintenance all buildings.
2. Washburn - Poured concrete floor in east garage/shop.
3. Iron River - Electric and ceiling repairs.
4. Iron River - Fuel pad.

#### **2008 BUILDINGS**

1. Normal and routine maintenance all buildings.
2. Iron River garage - Paint outside, interior steel, windows, pave lot
3. Mason garage - Interior steel, insulation, ventilation

4. Hoist replacement for Washburn shop.

#### **2007 TOWNS (BRIDGES)**

1. Town of Pilsen - Old Hwy 2.
2. Town of Oulu - East View Road.
3. Town of Bayview - Big Rock Road.
4. Town of Mason/Delta - Mason/Delta Road.

#### **2008 TOWNS (BRIDGES)**

No requests at this time.

#### **TOWN ROAD SYSTEM 2008**

The new L.R.I.P. cycle for 2008 - 2009 is underway. Bayfield County has been authorized \$248,328.38 as 50% match to towns, cities and villages for projects currently in progress.

#### **OTHER DEPARTMENT PROJECTS COMPLETED BY COUNTY HIGHWAY PERSONNEL**

##### **FAIR**

1. Cleared and grubbed trees and stumps at fairground.
2. Dust control dressage area.
3. Hauled sand and gravel on fairground roads and for new horse barn.

##### **TOURISM DEPARTMENT**

##### **BIG ROCK**

1. Signed detour for Big Rock Park on Sioux River due to new bridge construction.

##### **TWIN BEAR PARK**

1. Campsites graveled.
2. Graveled and graded roads.

##### **DELTA PARK**

1. Cleared campsites. Hauled gravel for campground roads and camping area and all campsites and roads were graded.

##### **FORESTRY DEPARTMENT**

##### **EMERGENCY GOVERNMENT**

1. Mowed around Port Wing tower site.
2. Mowed around fence at Maple Hill site.

##### **ASHLAND - BAYFIELD COUNTY AIRPORT**

1. Removed old concrete apron by the maintenance hanger.
2. Removed all asphalt next to the concrete apron.
3. Remove all heavy soil under concrete and blacktop and replaced with granular fill 18" thick 10,000 square feet.

##### **WORK PERFORMED FOR TOWNSHIPS AND OTHER AGENCIES BY COUNTY FORCES**

1. Dust control for Tri-County Corridor.
2. Culverts and culvert liners.
3. Gravel - salt - salt/sand mix - materials made available.

##### **SUMMARY**

Events in 2007 were:

Still waiting for Earmark for CTH C in which \$1.5 mil was included, if bill ever gets passed. In 2006 Rep. Dave Obey visited Bayfield County to announce inclusion in the Earmark Program for major repairs to CTH C. To date nothing has been finalized.

Fuel prices are still fluctuating. Salt prices will remain the same as last year due to a contract extension instead of new bids.

As in past years our staff, whether office, shop or field have again accepted new challenges and have worked diligently to accomplish all duties and have gone the extra mile.

The Highway Department was also notified of "Best Loss Ratio" of northern counties for workmen's comp injuries.

Respectfully submitted:

James Beeksma, Chairman; Marco T. Bichanich, Vice-Chairman; John J. Blahnik, Harold A. Maki, James A. Crandall

BAYFIELD COUNTY HIGHWAY COMMITTEE - BAYFIELD COUNTY, WISCONSIN

Dated this 13<sup>th</sup> day of November, 2007.

*A motion was made by Crandall/Maki to receive and place on file the Bayfield County Highway Committee's Annual Report of Nov. 1, 2006 to Oct. 31, 2007. The motion carried.*

*Supervisor Gordon stepped out of the meeting at this time.*

*A motion was made by Good/Jardine to move into executive session pursuant to The Bayfield County Board of Supervisors may entertain a motion to move in and out of Executive Session pursuant to §19.85(1)(c),(e) considering employment, promotion,*

compensation or performance evaluation data of any public employee over which, the governmental body has jurisdiction or exercises responsibility; deliberating or negotiating the purchasing of public properties, the investing of public funds, or conducting other specified public business, whenever competitive or bargaining reasons require a closed session; and

- a) Discussion and Possible Action to Adopt Minutes of Executive Session of County Board of Supervisors' Meetings of October 30, 2007;
- b) Discussion and Possible Action on Wages and Fringe Benefits for Non-represented Employees.

A roll call vote was taken as follows: Gordon-absent; Jardine-yes; Maki-yes; Kittleson-yes; Blahnik-yes; Kacvinsky-yes; Beeksma-yes; Williams-yes; Bichanich-yes; Miller-yes; Crandall-yes; Rondeau-absent; Good-yes. Total 13: 11 yes, 0 no; 2 absent. The motion carried.

A motion was made by Crandall/Good to move out of executive session pursuant to The Bayfield County Board of Supervisors may entertain a motion to move in and out of Executive Session pursuant to §19.85(1)(c),(e) considering employment, promotion, compensation or performance evaluation data of any public employee over which, the governmental body has jurisdiction or exercises responsibility; deliberating or negotiating the purchasing of public properties, the investing of public funds, or conducting other specified public business, whenever competitive or bargaining reasons require a closed session. A roll call vote was taken as follows: Maki-yes; Kittleson-yes; Blahnik-yes; Kacvinsky-yes; Beeksma-yes; Williams-yes; Bichanich-yes; Miller-yes; Crandall-yes; Rondeau-absent; Good-absent; Gordon-yes; Jardine-yes. Total 13: 12 yes, 0 no; 1 absent. The motion carried.

16. **Administrator's Report:**

- a) Abeles-Allison reported that the Board took action in closed session on recommendations from the Personnel Committee to increase the wages of the Maintenance Supervisor to the level which is paid to the Veteran's Officer and Child Support Administrator, which wage will go into effect on January 1, 2008; The 2007 wage and benefits for non-represented employees will receive a 3% increase for non-represented employees; and  
A recommendation that the Bayfield County Board authorize the Personnel Committee to establish the health insurance coverage policy for non-represented employees.
- b) The Board discussed a December meeting date. *A motion was made by Good/Kittleson to set the date of December 18<sup>th</sup> for the December meeting and if there is no business to conduct to cancel if necessary. The motion carried.*
- c) Fibert reminded everyone about the December 8<sup>th</sup> Courthouse Christmas party which is being held at the Deep Lake Lodge in Iron River. Reservations are to be turned in by Nov. 21<sup>st</sup>.
- d) Abeles-Allison reported on the snowmobile groomer payments and that the loan to purchase groomers is now completely paid off.
- e) Fibert reported that the sprig election packets for the County Board election are available to the Board members and went over the forms that were contained therein. He also reminded the Supervisors that if they are not planning on running in April that they need to let his office now as soon as possible.

There being no further business to come before the Bayfield County Board of Supervisors, *a motion was made by Kittleson/Maki to adjourn. The motion carried* and the meeting adjourned at 9:30 p.m.

Respectfully submitted,

Scott S. Fibert,  
Bayfield County Clerk