

TOWN OF FAYAL
4375 SHADY LANE, EVELETH, MN 55734

Heidi M. Coldagelli, Clerk/Treasurer

Anthony Tammaro, Chairman

Supervisors: Lee Branville, Dave Ochis, Richard Sather, Patrick Ziegler

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REGULAR MEETING OF THE FAYAL TOWN BOARD

AUGUST 15, 2017

The Regular Meeting of the Fayal Town Board of Supervisors was called to order at 7:00 PM by Chairman Tammaro. Present were: Supervisor Branville, Supervisor Ochis, Supervisor Sather, Chairman Tammaro, Supervisor Ziegler and Clerk/Treasurer Coldagelli.

Audience members in attendance were Deputy Police Chief Jesse Linde, Matt Reid, Scott Smith, Trevor Thompson and Jerry Ulman.

Motion to approve the minutes of the Regular Town Board Meeting of July 18th, 2017, made by Supervisor Sather, support from Supervisor Ziegler. Motion carried unanimously.

Motion to approve the minutes of the Special Town Board Meeting of July 27th, 2017, made by Supervisor Ziegler, support from Supervisor Ochis. Supervisor Sather abstained. Motion carried unanimously.

SCHEDULED GUESTS- None at this time.

AUDIENCE CONCERNS- Jerry Ulman informed the Board that the yard waste site had 24 residents Saturday and 28 on Sunday. Mr. Ulman also informed the Board that the posting sign is deteriorating. Supervisor Branville stated he was aware and was working with Equipment Operator Jurenic to fix. Deputy Chief Linde provided the Board June and July Police Reports. For both months, there were 97 calls, 38 traffic stops and 7 citations issued.

REPORTS-

Clerk/Treasurer's Report-

Bank statements for the month of July have been received and all accounts have been reconciled. Revenues were \$601,215.37 and expenditures were \$607,767.02. St. Louis County apportionment money was received 7/5 for \$540,937.86 and the MPFA payment was paid for \$346,408.75. There was also a transfer from checking to savings for the apportionment deposit for \$174,148.13 and a transfer from the savings to the checking for the PFA payment for \$302,583.60.

Ending balances for the month of July are:

Miners Checking- \$1,093,539.52

Assessment Savings- \$327,473.51

CD Savings- \$535,221.12

For month of August to date, revenues are \$24,121.28 and expenditures are \$86,056.51.

Motion to approve the Clerk/Treasurer's Report, made by Supervisor Branville, support from Supervisor Sather. Motion carried unanimously.

Chairman Tammaro asked if there had been anything in process regarding reinvestment in CDs. Clerk Coldagelli received some commercial paper rates from US Bank and some information from Edward Jones, but had been waiting until the Road Project and water tender had been finalized.

Other Reports-

Motion to accept the Channel 12 Meeting Minutes from August 2nd, made by Supervisor Branville, support from Supervisor Sather. Motion carried unanimously.

Motion to accept the Joint Recreation Board Meeting Minutes from August 8th, made by Supervisor Sather, support from Supervisor Branville. Motion carried unanimously.

Motion to accept the June and July Police Reports, made by Supervisor Sather, support from Supervisor

Branville. Motion carried unanimously.

Motion to accept the June and July Road Reports, made by Supervisor Ochis, support from Supervisor Ziegler. Motion carried unanimously.

Motion to accept the Public Utilities Commission Meeting Minutes from July 11th, Delinquency Report and July Wastewater Operator Report, made by Supervisor Ziegler, support from Supervisor Sather. Motion carried unanimously.

Motion to accept the Planning Committee Meeting Minutes from June 21st, made by Supervisor Ziegler, support from Supervisor Branville. Motion carried unanimously.

CORRESPONDENCE

July 24th- Letter from St. Louis County Board of Adjustment. Facts and Findings, Conclusion and Decision for variance applications for Jim and Jean Prittinen and for Tedd McCue. Sent to Planning Committee.

July 24th- Letter from St. Louis County Board of Adjustment. Motion to deny variance application for Roger Helland to allow applicant the opportunity to appear before the Board of Adjustment. Sent to Planning Committee.

July 25th- Letter from Minnesota Association of Townships. District 10 meeting will be held Thursday, August 24th at Grand Lake Town Hall in Twig. Registration is at 5:30 PM with meeting to begin at 6:00 PM. From 4:30-5:00 MAT staff is available for legal questions. Placed on file.

July 26th- Email from Kristin Fogard, St. Louis County Ag Inspector, regarding highly poisonous Poison Hemlock that has been reported in Itasca County. Sent to Weed Inspector Jurenic.

August 1st- Letter from MN Department of Revenue. 2018 Certified Town Aid is \$861 payable in two installments in 2018. Placed on file.

August 2nd- Letter from Minnesota Association of Townships. Legislative & Research meeting will be held September 13-14 in St. Cloud. Placed on file.

August 7th- Email from Duluth Superior Area Community Foundation. Final project report for Fayal Little League Ballfield was due 10/31/2014. Clerk has started to complete.

August 8th- Letter from United States Department of Commerce regarding 2020 Local Update of Census Addresses Operation (LUCA) information. Clerk following up with County and Census Bureau.

August 8th- Email from MPCA. Application has been submitted for construction stormwater permit coverage for 2017 road improvement project. Placed on file.

August 8th- Email from SEH with the preconstruction conference minutes. Placed on file.

August 10th- Received a visit from Troy Walsh, Loss Control Consultant from League of Minnesota Cities. He performed a loss control consultation and provided information regarding claims from 2012-2017 that Fayal has submitted. Clerk will forward results to the Town Board.

OLD BUSINESS

Supervisor Sather-

Fire Department Co-op- No updates.

Fire Department/EMS- Need to follow up on status with Therese Elverum. Chairman Tammaro questioned if a CPR certification class will be held. Assistant Chief Smith was going to follow up.

Water Tender- Fire Department would still like to stay with the HGAC state bid. Custom Fire came back with a proposal for option B for \$251,634.19. Truck would be ready in 160 days. Chairman Tammaro led the discussion to financing. \$30,000 would be able to be put down from Capital Equipment and another \$10,000 would be able to be contributed from the Truck Fund.

Motion to approve Option B for \$251,634.19, with \$90,000 of that due for the chassis, made by Supervisor Ziegler, support from Supervisor Branville. Some discussion revolved around chassis and money down. Clerk added that with financing there can be disbursements. **Motion carried unanimously.**

Motion to authorize Clerk to proceed with financing at US Bank for a guaranteed rate of 2.75% for 12 years, made by Chairman Tammaro, support from Supervisor Sather. Motion carried unanimously.

2018 Joint Recreation Budget-

Motion to approve the 2018 Joint Rec Budget for Fayal's portion of \$15,972, made by Supervisor Sather, support from Supervisor Ochis. Motion carried unanimously.

Supervisor Branville-

Generators- Part of the electrical project.

Joint Cooperation with Eveleth, Gilbert, Leonidas, ISD 2154- No updates.

Supervisor Ochis-

2017 Road Project- Monday milling will start. Clerk received the letter today for residents and will mail them out right away. Official change order was provided to sign that was approved at last special meeting. Contractor brought up using class 5 instead of millings at preconstruction meeting. There were some concerns using the millings and SEH asked for a reduction in class 5 price to \$20/yd if they take the millings.

Motion to change the change order from millings to class 5 for the base with the contractor hauling out the millings, made by Supervisor Ziegler, support from Supervisor Sather. Motion carried unanimously.

SEH provided a supplemental agreement. With the addition of the parking lot, there was \$3,800 for design and bidding and \$2,000 for construction services.

Motion to amend the supplement agreement for SEH for an additional \$2,000 for construction management, made by Chairman Tammaro, support from Supervisor Ochis. Motion carried unanimously.

Clerk Coldagelli presented financing with the debt service schedule. Certificate of Indebtness wouldn't mature until 2027. Interest only payment would occur in 2018 and first payment with principle in 2019. Need to approve resolution. Would need to decide if wanted to create a new debt service fund for the payment to offset the levy. Can be paid off early and accrues based on the principle balance.

Motion to approve Resolution 2017-09 Resolution Authorizing the Issuance, Sale and Delivery of a \$550,000 General Obligation Certificate of Indebtedness, Series 2017A, made by Supervisor Ochis, support from Supervisor Ziegler. Motion carried unanimously.

Supervisor Ziegler-

Old Bullfrogs Building- Scott Lesnau from St. Louis County is working on.

Eveleth/Fayal IRRRB Grant- Eveleth- SEH is waiting to have a follow up meeting.

Fiber Optic in the Town Hall- NESC is still not responding. Coldagelli is going to speak with Roger's Online to get a quote to finish installation.

Assessment Parcel 340-0010-01851-

Motion to approve Resolution 2017-08 A Resolution to Remove a Paid Special Sewer Assessment and Transfer to Another Parcel, made by Supervisor Ziegler, support from Supervisor Ochis. Motion carried unanimously.

Dump Truck Rental- There was some discussion regarding allowing contractor debris. For the most part works well in Eveleth. Table for now.

Employee Working Hours/Meal Periods- Employee had feedback that if he is required to stay for a paid lunch period he would like a dedicated lunch room. The Town Board will accommodate.

Pine Drive and St. Mary's Court Signage- Speed study is still on schedule for fall of 2017.

Chairman Tammaro-

Emergency Procedures- Clerk Coldagelli attended planning meeting on 7/27 in Gilbert. Other neighboring cities are gathering together to have an official emergency operations plan created. The proposal is \$5,000 from each city to have their own plan drafted. Chairman Tammaro asked if there were any available grants to pay for that. Clerk Coldagelli did not believe so, but having an emergency plan is a requirement to receive some types of grants. Chairman Tammaro advised to look into it and try to find some funding sources.

Mediacom Agreement- There should not be any further action at this time.

NEW BUSINESS-

Trace Wire Specifications- Wastewater Operator Dickson would like to adopt the Minnesota Rural Water Specifications for the purposes of locating. Clerk Coldagelli will have a Resolution for the next meeting.

Motion to adopt the Minnesota Rural Water Trace Wire Specifications, made by Supervisor Ziegler, support from Supervisor Ochis. Motion carried unanimously.

Discipline Policy- Clerk Coldagelli added a little bit more to the discipline policy. The Supervisors can look it over and finalize at the next meeting.

Speed Study Ely Lake Drive/Miller Trunk- In order for the County to possibly put up solar signs on Ely Lake Drive and Miller Trunk, the County is requiring a speed study. With the speed study based on the results, the risk is the speed limit could be raised.

Motion to have Clerk proceed with study, made by Supervisor Ziegler, support from Supervisor Sather. Motion carried unanimously.

Negative Fund Balances- Police Department Fund is in the negative. There were several unexpected costs throughout the year.

Motion to transfer \$9,300 from General Fund to the Police Fund, made by Chairman Tammaro, support from Supervisor Ziegler. Motion carried unanimously.

Pine Drive Sewer Extension- Supervisor Ziegler removed himself from the Board table and moved to the audience. Chairman Tammaro informed the audience that this is continued from last year. The PUC recommended at their last meeting for the Town Board to proceed with the grant application to the IRRRB that should fully fund the project. SEH put together an estimate and is waiting for the business plan in order to submit the grant application. Mr. Ziegler informed the Board that a nearly \$3 million dollar development with a diner, liquor store and gas station with future development of a possible credit union and carwash was being proposed for the site.

Motion to proceed with the PUC recommendation for the grant application, made by Chairman Tammaro, support from Supervisor Branville. Supervisor Ziegler abstained. Motion carried.

Chairman Tammaro added that a joint PUC and Town Board meeting will need to occur with a public hearing in the future. Discussion of a moratorium for the affected residents on Pine Drive. This is a good opportunity for the Township to have a new line put in at no expense to the Township. Also would allow for future expansion across Highway 53.

Motion to approve Resolution 2017-09 A Resolution Authorizing the Town of Fayal to Make Application to and Accept Funds from the IRRRB, made by Chairman Tammaro, support from Supervisor Branville. Motion carried. Supervisor Ziegler abstained.

Motion to approve the Fire Department Membership Committee recommendation to hire Sandra Tornow, Tim Sklors and Nicholas Brascugli to the Fayal Fire Department, made by Supervisor Sather, support from Supervisor Ochis. Motion carried unanimously.

Motion to pay the claims, made by Supervisor Branville, support from Supervisor Sather. Motion carried unanimously.

Chairman Tammaro adjourned the Regular Meeting at 8:04 PM.

Respectfully submitted,



Heidi M. Coldagelli

Clerk/Treasurer Town of Fayal

Approved: _____


Chair

Date: _____

9-5-17

Attest: _____


Clerk