

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

PHONE (218)744-2878

FAX (218)744-5986

REGULAR MEETING OF THE FAYAL TOWN BOARD

NOVEMBER 20, 2018

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

Audience members in attendance were Jim Pernu, Jamie Reberg, Mike Sertich and John West.

Motion to approve the minutes of the Regular Town Board Meeting of October 16th, 2018, made by Supervisor Ziegler, support from Supervisor Sather. Motion carried unanimously.

Motion to approve the minutes of the Board of Canvass from November 9th, 2018, made by Supervisor Ziegler, support from Supervisor Ochis. Motion carried unanimously.

Motion to approve the minutes of the Special Town Board Meeting of November 9th, 2018, made by Supervisor Ziegler, support from Supervisor Sather. Motion carried unanimously.

SCHEDULED GUESTS- None at this time.

AUDIENCE CONCERNS- Mike Sertich was in the audience in regards to the standby water charge. He was not aware that he could cancel the standby charge, but if he cancels, what would happen to all the charges that have already been paid? Chairman Tammaro suggested sending that to the Public Utilities Commission for review on how to handle that. Supervisor Ziegler's understanding was that if the resident cancels the standby water charge, then the resident is responsible for the \$3,500 water access charge in the event they decide to connect.

REPORTS-

Clerk/Treasurer's Report-

Bank statements for the month of October have been received and all accounts have been reconciled. Revenues were \$102,797.15 and expenditures were \$160,544.02. Ending balances for the month of October are:

Miners Checking- \$1,164,580.26

Assessment Savings- \$325,068.15

CD Savings- \$516,110.66

For the month of November to date, revenues are \$38,200.06 and expenditures are \$230,009.24.

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

Other Reports-

Motion to accept the Fire Department Business Meeting Minutes from October 10th & November 14th, made by Supervisor Sather, support from Supervisor Ziegler. Chairman Tammaro requested from the Fire Department a breakdown of payroll for the audit file of how many calls, meetings, etc. ***Motion carried unanimously.***

Motion to accept the Joint Rec Board Meeting Minutes from November 14th, made by Supervisor Sather, support from Chairman Tammaro. Motion carried unanimously.

Motion to accept the October 22nd, October 29th, November 5th, November 13th and November 19th Employee Meeting Minutes, made by Supervisor Sather, support from Supervisor Ochis. Motion carried unanimously.

Motion to accept the September and October Road Report, made by Supervisor Ochis, support from Supervisor Sather. Motion carried unanimously.

Motion to accept the Public Utility Commission Meeting Minutes from October 9th, made by Supervisor Ziegler, support from Supervisor Sather. Motion carried unanimously.

Motion to accept the Delinquency Report, made by Supervisor Ziegler, support from Supervisor Ochis. Chairman Tammaro questioned if all had been certified, which has been done and sent to the taxes. ***Motion carried***

unanimously.

Motion to accept the October Wastewater Operator Report, made by Supervisor Ziegler, support from Supervisor Sather. Motion carried unanimously.

AUDIENCE CONCERNS REVISITED - John West had questions in regards to the water access charge. He wanted to know if the charge is proportional to the cost and service provided? Chairman Tammaro answered that since the project began, an attorney drafted all the ordinances in accordance to state statutes. Mr. West defined that the fees are used for maintenance and expansion. Clerk Coldagelli added that the access charges are tracked within the finances. Chairman Tammaro informed Mr. West that when a waterline or a hydrant breaks, that money can be used. Replacing lines and assessments was discussed. Supervisor Ziegler and Chairman clarified that an assessment would not occur for line replacement.

Jim Pernu had questions regarding the standby water charge. Mr. Pernu was not aware at the time of installation that the water standby charge existed, but had the waterline run in to use as a selling point for his home. He has now paid \$2,200 in standby charges and has not cancelled the service because he would lose all those paid fees. Supervisor Ziegler added that Mr. Pernu and his two neighbors paid to put these lines in and then after installation Fayal created a standby water charge. Chairman Tammaro wanted to have this discussed at the next Public Utility Commission meeting. Mr. West questioned how many residents have water running by their home, but didn't connect? Supervisor Ziegler believed there were 18 residents that pay the water standby charge. Mike Sertich added that it was helpful to learn where the money is spent in the sewer and water department. There have been hydrants purchased, connection valves, meters and waterline breaks. Mr. West expressed concerns regarding how funds are spent. Chairman Tammaro explained that there are maintenance contingency funds that help pay for these expenses and are tracked within the Sewer and Water Departments. Much discussion with Mr. West regarding costs and fees in regards to sewer and water.

CORRESPONDENCE-

October 23rd- Letter from Musselman Accounting inquiring if they can submit a bid for accounting services. Placed on file.

October 23rd- Letter from Arrowhead Procure. The Procure Board will meet November 19th and will vote upon an agreement to transfer ownership of the dental insurance pool and group life insurance plan to the Northeast Service Cooperative effective January 1st, 2019. Placed on file.

October 23rd- Letter from Eveleth-Gilbert Choir Boosters seeking donations for the acapella group Tonic Sol Fa workshop in February. Moved to New Business.

October 23rd- Email from St. Louis County Planning and Community Development Department with variance application for Frank Kvaternik. Sent to Planning Committee.

October 23rd- Letter from Health Partners with renewal information. Monthly premium would increase \$509.24 per month to \$6,233.44. Placed on file.

October 25th- Email from St. Louis County Planning and Community Development Department with final letter of ceasing commercial operations for Fred Gams at 8117 Highway 37. If operations are not ceased in 10 days, the St. Louis County Attorney's office will prepare legal action. Placed on file.

October 25th- Letter from St. Louis County Association of Townships. Meeting minutes from 4/25/2018, annual meeting minutes from 5/23 and meeting calendar for 2018-2019. Placed on file.

October 26th- Memorandum of Understanding needing signatures regarding the application of the federal grant for the self-contained breathing apparatus. Fayal is responsible for \$400 paid directly to the grant writer. Moved to New Business.

October 29th- Email from Range Association of Municipalities & Schools Board Meeting Minutes from September 27th. Placed on file.

October 29th- Email from St. Louis County Planning and Community Development Department with decision of variance application for Russell Williamson. Sent to Planning Committee.

November 5th- Letter from Arrowhead Regional Development Commission. Nominations for a three year term Township Official Representative for St. Louis County ARDC Representative will be taken until November 23rd. Placed on file.

November 9th- Email from Range Association of Municipalities and Schools. Board of Director nominations are being accepted until December 28th. Placed on file.

November 13th- Letter of interest from Ed Vest for serving on the Fayal Public Utilities Commission. Moved to Old Business.

November 15th- Letter from Iron Range Resources & Rehabilitation with the different grant programs available and their contacts. Placed on file.

November 16th- Email from League of Minnesota Cities. 2018 dividends will be paid in December. Placed on file.

November 19th- Postcard from Eveleth Area Community Foundation. Letters of intent are due January 18th and grant applications for 2019 projects are due February 1st. Placed on file.

November 20th- Email from Steve Fenske, General Counsel for Minnesota Association of Townships. Mr. Fenske confirmed that our sewer access charge, water access charge and water standby fee are fees that are allowed by Minnesota statute §444.075 that authorizes townships to charge a connection fee. He commended the attorney that drafted our Ordinances as state statutes are referenced within the Ordinances. Placed on file.

OLD BUSINESS

Supervisor Sather-

Fire Department Co-op- Meeting will take place with Eveleth and Gilbert 11/26.

Supervisor Ochis-

Culvert Steamer- Table for now. Jola & Sopp cleaned out the area with the problem culvert on Golf Course Road.

Supervisor Ziegler-

Old Bullfrogs Building- Blight paperwork has been sent. Should be able to be cited as it has been over 10 days.

Generator- Flexible pipe has been ordered and then installation can be finished.

MnDOT Relocation- Eveleth will be meeting with MnDOT. Could be an opportunity for a new waterline and joint application to loop the waterline.

Speed Study Ely Lake Drive/Miller Trunk- Chairman Tammaro recommended leaving the speeds as is.

Motion to leave the speeds as is, made by Supervisor Ziegler, support from Supervisor Sather. Motion carried unanimously.

Chairman Tammaro-

Union Contract Negotiations- Chairman Tammaro updated the Board on discussions thus far regarding the contract. Currently offering employees the existing insurance because of so many questions. Looking at a 90% employer insurance coverage, 10% employee responsibility, meeting IRS HSA deductible limits, 2.5% raise and \$2.00 pager pay.

Investments: Resolution 2018-10 & 2018-11- Two resolutions, one to establish an investment policy and procedure and the second one is authorizing membership into the 4M Fund through the League of Minnesota Cities. These are for authorizing to utilize the 4M Fund, not actually moving the funds yet.

Motion to approve Resolution 2018-10 A Resolution to Establish an Investment Policy and Procedure for the Financial Activities of the Town of Fayal, Saint Louis County, Minnesota, made by Chairman Tammaro, support from Supervisor Sather. Motion carried unanimously.

Motion to approve Resolution 2018-11 A Resolution Authorizing Membership in the 4M Fund, made by Chairman Tammaro, support from Supervisor Ziegler. Motion carried unanimously.

Committee Vacancies-

Motion to appoint Ed Vest to the Public Utilities Commission, made by Supervisor Ziegler, support from Supervisor Ochis. Mr. Vest will be filling the remainder of Cal Turner's term. ***Motion carried unanimously.***

NEW BUSINESS

Supervisor Sather brought forward a retirement letter from Fireman Therese Elverum after 25 years with the Department.

Motion to accept Therese Elverum's resignation from the Fayal Fire Department, made by Supervisor Sather, support from Supervisor Ziegler. Send letter of thank you. ***Motion carried unanimously.***

Motion to donate \$100 to the Eveleth-Gilbert choir, made by Supervisor Ziegler, support from Supervisor Ochis. ***Motion carried unanimously.***

2020 Levy- Chairman Tammaro asked the Supervisors to start thinking about their departments.

Reorganization Meeting/Regular Town Board Meeting Reschedule- New terms do not start until January 7th, 2018.

Motion to reschedule Reorganization Meeting and Regular Meeting for Wednesday, January 9th, made by Supervisor Ziegler, support by Supervisor Sather. Motion carried unanimously.

SCBA Grant- Eveleth is facilitating the grant. Already approved the \$400 payment, but need to sign the contract.

Motion to apply for the grant, made by Chairman Tammaro, support by Supervisor Ziegler. Motion carried unanimously.

2020 Census- Sarah Priest from the Census Bureau met with Clerk Coldagelli and Chairman Tammaro. They are in the process of hiring people to assist starting soon. They have asked Fayal to support promoting the census. Clerk Coldagelli will provide a resolution for the next meeting.

Heaters in the Fire Hall- The estimate for the project is \$6,900 from Arrowhead Plumbing and Heating. The invoice for \$4,140 was 60% of the cost to order the heaters.

Motion to approve the invoice for \$4,140 to order the heaters, made by Supervisor Ziegler, support from Supervisor Ochis. Chairman Tammaro added that Equipment Operator Al Jurenic stated the heaters upstairs are also the same age and Chairman Tammaro stated when they are no longer working, they will be replaced. Supervisor Ziegler suggested using infrared tubes for efficiency. **Motion carried unanimously.**

Employee Hours and Contractor Schedules- Chairman Tammaro would like one of the supervisors to put together a schedule for the employees and the supervisors to also do a better job as liasions. Contractors need to work when our employees are working. Supervisor Ziegler will work on a schedule and suggested 7:00-3:30. The file room has also been cleaned out to use as a lunchroom. Chairman Tammaro added that he would like Senior Wastewater Operator Dale Dickson to plow some of the smaller roads.

Motion to pay the claims in the amount of \$135,334.17, made by Supervisor Sather, support from Supervisor Ochis. Motion carried unanimously.

[Clerk's Note: The approved bills listed below are also included in the claims amount.]

Motion to pay the cleaning and televising bill for \$39,632.36 from the Maintenance Contingency Fund, made by Supervisor Ziegler, support from Supervisor Sather. Motion carried unanimously.

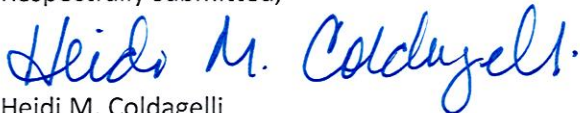
Motion to pay Greystone Construction for the sand/salt dome project \$30,959.00, made by Chairman Tammaro, support from Supervisor Ziegler. Clerk Coldagelli had paid that from the Road & Bridge Department. **Motion carried unanimously.**

Motion to pay Mesabi Bituminous \$15,100 for the salt/sand dome project, made by Chairman Tammaro, support from Supervisor Ziegler. Chairman Tammaro added that is also paid from Road & Bridge with half of the sand/salt dome project being reimbursed. **Motion carried unanimously.**



Motion to adjourn, made by Chairman Tammaro, support from Supervisor Sather. Motion carried unanimously.

Chairman Tammaro adjourned the Regular Meeting at 8:17 PM.

Respectfully submitted,



Heidi M. Coldagelli
Clerk/Treasurer Town of Fayal

Approved:		Date:	<u>12-4-18</u>
	Chair		
Attest:			
	Clerk		

FAYAL TOWNSHIP

11/20/18 10:21 AM

Page 1

*Check Summary Register©

Cks 11/12/2018 - 11/21/2018

Name	Check Date	Check Amt	
10100 MINERS BANK			
Paid Chk# 002062E IRS	11/19/2018	\$2,427.05	Vendor Liability
Paid Chk# 002063E MN REVENUE	11/19/2018	\$438.82	Vendor Liability
Paid Chk# 002064E MN STATE RETIREMENT SYSTE	11/19/2018	\$425.00	Vendor Liability
Paid Chk# 002065E MN STATE RETIREMENT SYSTE	11/19/2018	\$175.72	Vendor Liability
Paid Chk# 002066E PERA	11/19/2018	\$1,429.23	Vendor Liability
Paid Chk# 002067E MN REVENUE	11/19/2018	\$12.31	Vendor Liability
Paid Chk# 002068E IRS	11/19/2018	\$3,376.00	Vendor Liability
Paid Chk# 002069E ARROWHEAD PROCARE BOARD	11/19/2018	\$406.00	
Paid Chk# 002070E AT&T	11/19/2018	\$338.08	
Paid Chk# 006816 COLDAGELLI, HEIDI M	11/19/2018	\$1,767.48	
Paid Chk# 006817 DICKSON, DALE LEE	11/19/2018	\$1,106.09	
Paid Chk# 006818 DICKSON, DIANA C.	11/19/2018	\$1,057.90	
Paid Chk# 006819 ERJAVEC, MICHAEL F.	11/19/2018	\$272.45	
Paid Chk# 006820 JURENIC, ALBERT	11/19/2018	\$1,473.54	
Paid Chk# 006821 OCHIS, ROBERTA L.	11/19/2018	\$128.07	
Paid Chk# 006822 ZAVODNIK, JOSEPH V	11/19/2018	\$1,454.14	
Paid Chk# 006823 BRASCUGLI, NICHOLAS D	11/19/2018	\$1,006.61	
Paid Chk# 006824 CHAD, GREGORY J.	11/19/2018	\$1,195.93	
Paid Chk# 006825 COATES, TIMOTHY W.	11/19/2018	\$387.87	
Paid Chk# 006826 ELVERUM, THERESE K.	11/19/2018	\$364.78	
Paid Chk# 006827 GARMAN, ERIC W.	11/19/2018	\$27.70	
Paid Chk# 006828 HOFFMANN, MATTHEW RYAN	11/19/2018	\$1,588.42	
Paid Chk# 006829 MOE, ERIK H.	11/19/2018	\$595.66	
Paid Chk# 006830 PREINER, NICHOLAS J	11/19/2018	\$1,953.20	
Paid Chk# 006831 REBERG, JEREMIAH T.	11/19/2018	\$2,031.70	
Paid Chk# 006832 SAILSTAD, CHRIS T.	11/19/2018	\$549.48	
Paid Chk# 006833 SAMPSON, BRYAN A.	11/19/2018	\$2,045.55	
Paid Chk# 006834 SATHER, RICHARD JOHN	11/19/2018	\$1,200.55	
Paid Chk# 006835 SCHRAMM, CURTIS R.	11/19/2018	\$1,542.24	
Paid Chk# 006836 SHYKES, STEVEN M.	11/19/2018	\$2,370.32	
Paid Chk# 006837 SKLORS, TIMOTHY R.	11/19/2018	\$1,412.95	
Paid Chk# 006838 SMITH, SCOTT	11/19/2018	\$734.18	
Paid Chk# 006839 TAMMARO, TIMOTHY C	11/19/2018	\$147.76	
Paid Chk# 006840 TARR, HUNTER T	11/19/2018	\$812.68	
Paid Chk# 006841 TORNOW, SANDRA J.	11/19/2018	\$300.14	
Paid Chk# 006842 WALDRON, JEREMY J.	11/19/2018	\$96.97	
Paid Chk# 024866 AUTO VALUE VIRGINIA	11/20/2018	\$10.99	
Paid Chk# 024867 KIRVIDA FIRE	11/20/2018	\$855.58	Pump Test #91
Paid Chk# 024868 MN FIRE SERVICE CERTIFICATI	11/20/2018	\$460.00	Firefighter II, Nick Brascugli
Paid Chk# 024869 MN STATE FIRE DEPT ASSN	11/20/2018	\$148.00	2019 MSFDA Membership Dues
Paid Chk# 024870 VOLUNTEER FIREFIGHTERS BE	11/20/2018	\$33.00	Jeremy Widmer
Paid Chk# 024871 A-1 RENTAL SERVICES	11/20/2018	\$145.72	
Paid Chk# 024872 APG MEDIA OF MN	11/20/2018	\$432.16	Election notices Mesabi Daily
Paid Chk# 024873 ARROWHEAD HEATING & PLUM	11/20/2018	\$6,014.50	Generator
Paid Chk# 024874 CENTURY LINK	11/20/2018	\$279.64	
Paid Chk# 024875 DIANA DICKSON	11/20/2018	\$150.00	2018 Annual Allowance

FAYAL TOWNSHIP

11/20/18 10:21 AM

Page 2

*Check Summary Register©

Cks 11/12/2018 - 11/21/2018

	Name	Check Date	Check Amt
Paid Chk# 024876	EXCEL	11/20/2018	\$112.29
Paid Chk# 024877	FRED FAUST	11/20/2018	\$247.40 12 pc mm greanwrench set
Paid Chk# 024878	GRANDE HARDWARE	11/20/2018	\$99.99 Tarp
Paid Chk# 024879	GREAT LAKES PIPE SERVICE	11/20/2018	\$39,632.36 Cleaning and Televising Projec
Paid Chk# 024880	GREYSTONE CONSTRUCTION	11/20/2018	\$30,959.00 Fabric Building
Paid Chk# 024881	JUDY SERSHA	11/20/2018	\$643.91 RX 4/24
Paid Chk# 024882	L& M SUPPLY INC	11/20/2018	\$908.40
Paid Chk# 024883	LAWSON PRODUCTS	11/20/2018	\$1,226.58
Paid Chk# 024884	MENARDS	11/20/2018	\$32.98
Paid Chk# 024885	MESABI BITUMINOUS	11/20/2018	\$15,100.00 Bituminous Mat Sand/Salt Dome
Paid Chk# 024886	MESABI DAILY NEWS	11/20/2018	\$194.00 Newspaper Subscription
Paid Chk# 024887	MINNESOTA ENERGY	11/20/2018	\$306.80
Paid Chk# 024888	MN DEPT OF HEALTH	11/20/2018	\$366.48 218 Connections
Paid Chk# 024889	MT IRON CARQUEST	11/20/2018	\$62.94 Steamer Fitting
Paid Chk# 024890	OWEN G DUNN CO INC	11/20/2018	\$58.87 Privacy screns and paper
Paid Chk# 024891	PACE ANALYTICAL SERVICES	11/20/2018	\$63.50
Paid Chk# 024892	408-PRAXAIR DISTRIBUTION	11/20/2018	\$55.50
Paid Chk# 024893	SHRED-IT USA	11/20/2018	\$81.01
	Total Checks		\$135,334.17