

**TOWN OF FAYAL**  
**4375 SHADY LANE, EVELETH, MN 55734**

*Judy M. Sersha, Clerk/Treasurer*

*Anthony Tamaro, Chairman*

*Supervisors: James Pernu, Lee Branville, Mike Erjavec, Heidi Coldagelli*

*PHONE (218)744-2878*

*FAX (218) 744-5986*

**REGULAR MEETING OF THE FAYAL TOWN BOARD**

**SEPTEMBER 16, 2014**

The Regular Meeting of the Fayal Board of Supervisors was called to order at 6:00 PM by Chairman Tamaro. Present were: Chairman Tamaro, Supervisor Erjavec, Supervisor Branville, Supervisor Pernu, Supervisor Coldagelli and Clerk Sersha.

Audience members in attendance were Steve Shykes, Scott Smith, Jerry Ulman, Ryan Miller and Andy Hubley.

***Motion to approve the minutes of the September 2, 2014 Regular Meeting, made by Supervisor Pernu, support from Supervisor Erjavec. Supervisor Branville abstained, due to his absence from the meeting. Motion carried.***

***SCHEDULED GUESTS***

Ryan Miller and Andy Hubley of the ARDC were in attendance to make a presentation to the board on the update of the Comprehensive Plan for Fayal Township. The last plan was made in 2002. The IRRRB is now requiring updates of city and township comprehensive plans in order to obtain grant funds. An IRRRB grant was received on a 50/50 split basis, with the town paying \$5,355 and the remainder being paid with grant funds. Mr. Miller explained the plan schedule will be a five step process and take approximately five months to collect data and complete the plan. Supervisor Coldagelli will be the contact for the Comprehensive Plan.

Scott Smith and Jerry Ulman had no comment.

Steve Shykes questioned if the fire department would receive any mining effects funds this year to purchase turnout gear? Mining effects will be split with 20 percent going to fire and 80 percent to Road & Bridge.

**REPORTS**

***Clerk/Treasurer's Report-*** All bank statements for the month of August 2014 have been received and reconciled. Revenues were \$159,088.69 and expenditures were \$130,758.07. Ending balances are:

Miners Bank- \$379,818.12

Assessment Savings-308,888.92

Mt. Iron Checking- \$425,878.26

All departments have been funded at 50 percent, with balances as of August 31, 2014 as follows:

Fire/EMS- \$(16,749.85)

Capital Equipment-\$152,878.10

Buildings & Grounds- \$(7,876.00)

Police- \$(2,380.38)

Rec- \$(904.78)

General-\$198,332.10

Employee Benefits- \$112,918.70

PUC- \$(4,922.03)

Road & Bridge- \$276,759.96

Cash balance for Fayal Water Company is \$22,524.73 and Fayal Sewer Company cash balance is \$88,755.28.

For the month of September to date, revenues are \$54,920.14 and expenditures are \$64,892.30.

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

***Motion to accept the September 10, 2014 EFGSD Joint Rec minutes, made by Supervisor Erjavec, support from Supervisor Branville. Motion carried unanimously.***

***Motion to accept the June 10, 2014 Public Utilities Commission Regular Meeting minutes, made by Supervisor Erjavec, support from Chairman Tammaro. Motion carried unanimously.***

***Motion to accept the July 8, 2014 Public Utilities Commission Regular Meeting minutes, made by Supervisor Erjavec, support from Supervisor Pernu. Motion carried unanimously.***

***Motion to accept the June, July & August 2014 Water/Wastewater Operator's Reports, made by Supervisor Erjavec, support from Supervisor Branville. Motion carried unanimously.***

***Motion to accept the E-F Cable TV Regular Meeting minutes of September 3, 2014, made by Supervisor Branville, support from Supervisor Pernu. Motion carried unanimously.***

***Motion to accept the August 2014 Road & Bridge Report, made by Supervisor Pernu, support from Supervisor Branville. Motion carried unanimously.***

***Motion to accept the minutes of the August 13, 2014 Fire Department Regular Business Meeting, made by Supervisor Coldagelli, support from Supervisor Pernu. Motion carried unanimously.***

#### **CORRESPONDENCE**

Arrowhead Procure- To fund changes mandated by the Affordable Care Act, several new taxes and fees will impact the Arrowhead Procure Insurance Pool. The fees are temporary and assessed on a per capita basis. Two of these fees, the Transitional Reinsurance Fee and the Patient Centered Outcomes Research Institute fee will be paid to the government by the pool. The Reinsurance Fee will be \$63 annually per covered life for 2014, but decreases for the subsequent two years. These fees will be billed to us semi-annually beginning in January and July 2015. Placed on file.

Care Commission- Thank you for our support for the donation for the E-G Post Grad party. Placed on file.

John Damberg- Letter of resignation from the PUC, effective September 9, 2014. Referred to New Business.

Gilbert Public Utilities- Gilbert Winter Disconnect Rules. Placed on file.

#### **OLD BUSINESS**

##### **Supervisor Branville-**

**Hwy. 53 Realignment-** The westerly route is out. Further testing will be done on the Rouchleau Pit area next January.

**Recycling Area-** Due to people dumping trash in the area, the area is now under video surveillance with a camera that was donated to the township. If we want to put in cameras for the entire town hall complex area cost would be about \$10,000, per quotes received from Perpich's and ADT.

##### **Supervisor Pernu-**

**Pleasant Lane Culvert-** The culvert was installed and the project completed.

**Road Report-** In final stages, should be received soon.

##### **Supervisor Coldagelli-**

**Fire Dept. PERA-** Still working on it.

**Safety Meetings**- Supervisor Coldagelli and Joe Zavodnik met concerning setting up regular employee and safety meetings. All meetings will be kept track of in a binder with a checklist of who is attending. First aid and CPR training will also be given to the employees.

**Chairman Tamaro-**

**Airport**- Nothing at this time.

**Natural Gas Line Extension**- A kick-off meeting was held and the project began Monday. Main line gas lines will start on Cedar Island Drive and end on the other side of the lake by Park Drive. There will be no individual connections made this year, main line only will be installed. Chairman Tamaro cautioned that no one should get rid of their present heating system at this time.

**IRRRB Sewer Extension**- Contract documents were received.

***Motion to authorize the Chair and Clerk to execute the contract documents between Fayal and Hibbing Excavators for the IRRRB Sewer Project, made by Supervisor Branville, support from Supervisor Pernu. Motion carried unanimously.***

**NEW BUSINESS**

***Motion to accept the resignation of John Damberg from the Public Utilities Commission and send a letter of thanks, made by Supervisor Erjavec, support from Supervisor Pernu. Motion carried unanimously.***

***Motion to appoint Chris Erickson to the Public Utilities Commission, made by Supervisor Erjavec, support from Supervisor Pernu. Motion carried unanimously.***

Supervisor Branville reported a quote was received from 3D Concrete for concrete repairs to the fire department area. Branville stated at this time he did not feel there was enough money in the budget to have the work done. Steve Shykes recommended we leave it as-is because it is mostly cosmetic.

Discussion on the charging off of hours by the road employees when they perform duties for the sewer and water enterprise funds.

Clerk Sersha reported new iPhones were purchased for the employees, but the equipment operator would prefer to use his own cell phone so he doesn't have to carry two phones. Sersha stated the cost per month to purchase another township phone would be about \$70 per month, and she suggested he instead be reimbursed monthly at a rate of \$50.

***Motion to reimburse Joe Zavodnik \$50 per month for cell phone usage, made by Supervisor Pernu, support from Supervisor Erjavec. Motion carried unanimously.***

At this point in the meeting, Matt Reid of SEH arrived and distributed copies of the updated Comprehensive Road Plan. Mr. Reid also reported the Pleasant Lane culvert has been completed, they did a good job, and a pay request will be submitted at the next meeting.

***Motion to accept the resignations of firefighters Mike Knutson, who is retiring, and Aaron Bjorkquist, who is moving out of the area, made by Supervisor Coldagelli, support from Supervisor Pernu. Motion carried unanimously.***

***Motion to pay the bills made by Supervisor Branville, support from Supervisor Pernu. Motion carried unanimously.***

Motion to adjourn by Supervisor Branville.

Chairman Tamaro adjourned the Regular Meeting at 7:00 PM.

Respectfully submitted,

Judy M. Sersha  
Clerk of Fayal

**Approved:** \_\_\_\_\_ **Date:** \_\_\_\_\_

**Chair**

**Attest:** \_\_\_\_\_

**Clerk**