

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

*Judy M. Sersha, Clerk/Treasurer*

*Steven J. Kniefel, Chairman*

*Supervisors: Tony Tamaro, James Pernu, Ron Beldo, Lee Branville*

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**REGULAR MEETING OF THE FAYAL TOWN BOARD**

**MAY 16, 2006**

The Regular Meeting of the Fayal Board of Supervisors was called to order at 7:00 PM by Vice-Chair Pernu, who presided over tonight's meeting. Present were: Chairman Pernu, Supervisor Branville, Supervisor Tamaro and Clerk Sersha. Chairman Kniefel and Supervisor Beldo were absent.

Audience members present were: Jerry Ulman, Mike Erjavec, Kathryn Erjavec, Steve Shykes and Scott Smith.

***Motion to approve the minutes of the May 2, 2006 Regular Meeting made by Supervisor Tamaro, support from Supervisor Branville. Motion carried unanimously.***

***Motion to approve the minutes of the May 3, 2006 Board of Appeal and Equalization meeting made by Supervisor Branville, support from Chairman Pernu. Supervisor Tamaro abstained, due to his absence from the meeting. Motion carried unanimously.***

**SCHEDULED GUESTS**

Kathryn Erjavec, Fayal representative to the EFG Joint Cable TV Commission was in attendance to present a revised budget for the commission. The revised budget would increase Fayal's contribution about \$300. Ms. Erjavec explained that the EFG Joint Cable TV programming is being done through the Virginia Cable Commission site, with Terry Hartikka as the station manager. By combining the entities a second modulator was purchased so there is backup, a second computer is being purchased and Mr. Hartikka has lowered his contract cost. Channel 5 is being used for sports and school functions programming and Channel 12 is for government broadcasts. The E-G school is looking at having a media class in the future.

Supervisor Tamaro stated that is the reason we became involved in the first place—for the school, and he is hopeful the school will implement a media class.

***Motion to approve the increase of \$300.00 for Fayal's portion of the EFG Joint Cable TV Commission budget, made by Supervisor Tamaro, support from Supervisor Branville. Motion carried unanimously.***

**REPORTS**

**Clerk/Treasurer's Report-** For the period of May 1-16, 2006 there have been \$25,982.01 in receipts and expenditures of \$38,008.07. Balances as of this date are as follows:

Miners Bank-	\$270,211.75
Mt. Iron Checking-	\$300,808.88
Special Assessment Savings-	\$450,918.96

Investment Certificates of Deposit balances:

Sewer Depreciation 1 & 2-	\$120,178.28
Sewer Replacement-	\$9,714.71
PUC Truck Depreciation-	\$18,381.45
Waterline Depreciation-	\$33,699.33
Capital Equipment-	\$102,119.18

The sewer replacement and depreciation certificates have been reinvested at 5.25% for 36 months. The remaining certificates will be re-invested at the same rate after their maturity date of May 18.

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

***Motion to accept the EFGSD Joint Rec Regular Meeting minutes of May 10, 2006, made by Supervisor Tamaro, support from Supervisor Branville. Motion carried unanimously.***

### **CORRESPONDENCE**

SLC Auditor- Written request can be made for early distribution of 2006 tax collections, by June 9. No action taken, placed on file.

IRS- Refund of \$241.26 penalty, due to stop payment. Placed on file.

SLC Planning- Variance hearing for Larry Stimac will be held Wednesday, May 17, 10 AM, Northland Office Center. Variance application for Joan Estep and Dennis Cossalter. Referred to Planning Committee, placed on file.

Secretary of State's Office- Letter thanking us for our recent application to fund improved accessibility of our polling place. We will be receiving a letter by mid-June of our application status as to whether we will be receiving funding for our proposal. Placed on file.

Country Insurance- Letters explaining revisions in the General Liability and Commercial Property Coverage parts of our insurance policy, effective with our upcoming policy renewal. Placed on file.

Arrowhead Procure- Regular Meeting minutes of April 17, 2006. Placed on file.

### **OLD BUSINESS**

#### **Supervisor Branville-**

***New Firefighter-*** Dan Peterlin has been approved by the membership committee for acceptance to the Fayal Fire Department, upon passing a medical exam.

***Motion to appoint Dan Peterlin to the Fayal Fire Department upon his passing of the medical exam, made by Supervisor Branville, support from Supervisor Pernu. Motion carried unanimously.***

Supervisor Branville reported that Chief Thompson has requested two new tires for the squad car. Branville will communicate to Harvey that they be ordered.

#### **Supervisor Tamaro-**

***Sewer Rate for Sparta-*** The PUC has discussed the response letter and approved some changes. Items 1 & 2 will be left the same, with item 3 the rate to be charged, to be reduced to \$10. They are also asking the sewer agreement be extended to December 2008, and that this will be the final offer.

***Motion to send a letter from the town board to the City of Gilbert with the changes, made by Supervisor Tamaro, support from Supervisor Pernu. Motion carried unanimously.***

***Eugene Josephson Property-*** Dan Malterud will be purchasing the property. Since there is much cleanup to do on the property and new construction will be taking place, Mr. Malterud has requested the monthly sewer fee be waived until construction is complete. The PUC has discussed and agreed to waive it until July 2007.

***Motion to waive the monthly sewer fee for Dan Malterud until July 2007, made by Supervisor Tamaro, support from Supervisor Branville. Motion carried unanimously.***

***Ely Lake Park Sewer Connection-*** The City of Eveleth has completed the connection of their park property. There is a manhole that is sticking up higher than planned. Tamaro spoke with Benchmark Engineering and a fence will be put up around it. There is also going to be a RV dump station at the park.

**Chairman Pernu-**

**Building Repair-** KBC of Hibbing has been contacted regarding supplying metal to replace the damage by the garage door and they may have the right materials for the job. Work is also continuing in the playground and park area, with stumps being removed and the area planned to be leveled.

**NEW BUSINESS**

Supervisor Tammaro reported that a motion was passed at the last PUC meeting to drain an area into the manhole on St. Mary's Drive where water pools and runs into a private garage. Supervisor Tammaro stated he cannot bring this motion forward to the town board because it is against our ordinance and against the law to drain water into the sewer system. Tammaro considers it a road problem, and has asked Steve Verkovich to look at the area and make a recommendation. The area on the road may have to be overlaid to bring it up higher so the water will drain in a different direction.

Supervisor Tammaro brought forward a request from Diane Stewart to be paid 70 hours of step pay for work she did during the absence of the office manager. Supervisor Tammaro asked to table the matter and request what additional duties she performed for those hours.

Supervisor Pernu offered a resolution to amend the Town Hall Rental Policy. Pernu stated he felt it is necessary to limit the types of sales that can be held at the hall, due to the quantity and types of articles brought in for sale.

***Motion to amend the Town Hall Rental Policy to state that no Estate Sales will be allowed, rummage sales only, made by Supervisor Pernu, support from Supervisor Tammaro. Motion carried unanimously.***

**CITIZEN CONCERNS AND COMMENTS**

Jerry Ulman was in attendance but had no comment.

Mike Erjavec was in attendance and reported that his daughter will also be building a home on North Airport Road.

Scott Smith was in attendance and reported that the E-G High School tennis season has come to a close and the students will not be using our courts. The coaches would like to express their thanks to the town board for allowing the use of our courts.

Steve Shykes was in attendance and reported that Engine 88 has been sold and is gone from the premises.

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

***Motion to adjourn by Supervisor Branville, support from Supervisor Tammaro. Motion carried unanimously.***

Regular Meeting adjourned at 7:40 PM.

Respectfully submitted,

Judy M. Sersha  
Clerk of Fayal

**Approved:** \_\_\_\_\_  
**Chair**

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

