

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, Kathryn Erjavec

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SPECIAL MEETING OF THE FAYAL TOWN BOARD

NOVEMBER 24, 2004

The Special Meeting of the Fayal Board of Supervisors was called to order at 9:00 AM by Chairman Kniefel. Present were: Chairman Kniefel, Supervisor Beldo, Supervisor Erjavec, Supervisor Pernu, Supervisor Tamaro & Clerk Sersha. Mick Giblin of the Greater MN Agency was also present.

The purpose of the Special Meeting was to discuss and act upon the possibility of entering into a Joint Agreement with Northeast Service Cooperative to administer the employee Blue Cross Blue Shield major medical plan. A joint agreement was provided by the cooperative.

Supervisor Beldo reported he and Supervisor Erjavec met with the union employees and representative to discuss joining the cooperative and the union has agreed to it. There will be no change in coverages, but there will be a cost savings of about 3% for plan administration. Supervisor Erjavec added that this plan is not age banded, like our current plan and will take effect on January 1, 2005. Timelines did not allow for receiving quotes from Medica, which is an age banded plan.

Mr. Giblin informed the Board the cost to joint the cooperative would be \$75.00 this year, and \$150.00 each year after. This is to cover their costs for billing etc.

Motion to approve and enter into a Joint Powers Agreement for Group Employee Benefits and Other Financial and Risk Management Services, made by Supervisor Erjavec, support from Supervisor Beldo. Motion carried unanimously.

Motion to authorize the Chair to sign the Joint Powers agreement and Small Employer Offer of Coverage for Fayal Township, made by Supervisor Erjavec, support from Supervisor Beldo. Motion carried unanimously.

Chairman Kniefel adjourned the Special Meeting at 9:05 AM.

Respectfully submitted,

Judy M. Sersha
Clerk of Fayal

Approved: _____
Chair

Attest: _____
Clerk