

**PUBLIC UTILITIES COMMISSION
RESCHEDULED REGULAR MEETING
JUNE 18, 2007 5:00 P.M.
FAYAL TOWN GARAGE**

The regular meeting of June 12, 2007 was not held due to a quorum was not present.
Chairman Bertucci called the meeting to order at 5:05 p.m.

ROLL present were: Campbell, M. Erjavec, D. Pernu & Bertucci and recording secretary Stewart.
Absent – Damberg, Troutwine.

APPROVAL OF THE MINUTES

- **Motion by Erjavec to approve the regular meeting minutes of May 8, 2007, second by Campbell. Motion carried unanimously.**

GUEST

None

CORRESPONDENCE

5-14-07 Brad Bodie letter. Dale cut the stump out, discussion- as far as the PUC is concerned this case is closed.

5-23-07 letter from Gilbert Re: Termination of water agreement as of June 30, 2008. Campbell states Gilbert has not officially acknowledged our letter of May 8, 2007. Discussion-Mike explains Tamaro, Branville, and himself met with Gilbert mayor and Mackley and Jamnick. They explained the offer regarding the Sparta sewer. Gilbert voted to accept Fayal's original Sparta sewer offer with the exception of the last line, final offer and time line.

- **Motion by Campbell to recommend to the Town Board to have attorney Neff send another letter to Gilbert stating we have not had an official response to our letter of May 8, 2007, ask why, and when we can expect a response. Second by Bertucci. Discussion- Erjavec feels we need to meet with Gilbert and explain to them the offer the same as the Sparta deal.**
- **Bertucci, Campbell, & Pernu voting in favor. Erjavec voting against. Motion carried.**

Delinquency report, Bill register summary. The Town Board stated we are utilizing the best process at this time and no changes in the procedure will be made.

OLD BUSINESS

Fund accumulations. Fayal Water Company

- **Motion by Campbell to have the FWC fund accumulations for water standby, water access charges & depreciation not in a CD to be placed in a short term CD, second by Bertucci.**
- **Motion carried unanimously.**

Discussion regarding what the funds should be specifically used for. O' Laughlin Sq has a sub standard system. It has only given us one problem so far but cities everywhere are replacing this type of pipe.

Campbell wants the previous studies for O'Laughlin Sq. found and brought to the next meeting.

Fund accumulations- Fayal Sewer Company

PUC feels the maintenance contingency should be left alone in case of repairs.

5:50 John Damberg arrives.

Bertucci would like to find out what our options are and what is left on the loans and the payments.
Defer until next month.

Eveleth water- Tammaro has been talking with Wiscow, maybe next month they will have the final figures.

Kaleva – Letter has been sent requesting bids for an on-site septic. The Town Board wanted more than one quote. So, letters were sent out.

OLD BUSINESS

NEW BUSINESS

Increase rates- Campbell states Clerk Sersha explained the water and sewer company are falling behind even before the Gilbert rates are increased. Expenses such as gas, medical and such have increased. The water is .42 a month more this year for medical insurance, the sewer is .82 per month. Campbell recommends an interim increases until the Gilbert rate is finalized.

- **Motion by Campbell to recommend the Town Board increase the water by \$0.50 per month and the sewer by \$1.00 per month. Effective immediately. Second by Damberg.**
- **Motion carried unanimously.**

SEWER

Nothing new.

WATER

Nothing new.

TREASURER

Already discussed.

CABLE

Nothing at this time.

GAS

Nothing at this time.

STREET LIGHTS

Nothing at this time.

FYI

The next PUC meeting will be held July 10, 2007 at 7:00 p.m.

Motion to adjourn the meeting by Erjavec, second by Damberg. Motion carried unanimously. Meeting adjourned at 6:30 p.m.

Respectfully Submitted,

Diane Stewart
PUC Coordinator/Billing Clerk