

TOWN OF SHELBY  
SANITARY DISTRICT #2 MINUTES

DATE & TIME: January 6<sup>th</sup>, 2011 at 5pm

LOCATION: Shelby Town Hall Meeting Room

PRESENT: Bob Mueller Chair & Bill Landman

ABSENT: Kurt Knutson

ALSO PRESENT: Jeff Brudos, Administrator, Michelle Kind Secretary

Meeting called to order at 5:15 PM by Mueller.

Motion by Mueller & 2<sup>nd</sup> by Landman to approve the minutes from the December 9th, 2010 meeting. Motion Carried unanimously.

Motion by Landman & 2<sup>nd</sup> by Mueller to approve the AP Check Register on Sewer in the amount of \$1,227.98. Motion by Landman & 2<sup>nd</sup> by Mueller to approve the AP Check Register on Water in the amount of \$25,001.03. Accounts for December 10<sup>th</sup>, 2010 through January 4<sup>th</sup>, 2011 see attached. Motion carried unanimously.

Discussion held regarding the Large Rate Increase application and a list of questions from the Accountant were addressed, see attached. Motion by Landman, 2<sup>nd</sup> by Mueller to up the NSF check fee to \$20 for Water and Sewer. Motion carried unanimously. The Public Service Commission is estimating a possible 25% rate increase based on the preliminary numbers given. See attached on how a 3% - 20% rate increase would affect revenues for 2011. Discussion held on if the Terrace customers are added to our District and how the revenues and expenses (additional testing, billing, etc.) would affect the Water budget and the Large rate increase being currently applied for. The Terrace is currently an O.T.M or Other Than Municipal and the DNR is requesting it to comply with additional guidelines or join our Sanitary District. Terrace Trust Representative to meet with residents to discuss their options.

We are still looking around a better loan rate for Water.

We are having continued problems with clogged drains in Creekside Medows and are continuing our investigations.

Meeting adjourned at 6:30P.M.

Next meeting January 27th, 2011 at 5:00 P.M.