

CITY OF SHELLEY
SPECIAL MEETING
BUDGET HEARING
MINUTES

SEPTEMBER 7, 2016

PRESENT: Mayor Stacy Pascoe
Council Members: Earl Beattie, Jeff Kelley, Adam French, and Kim Westergard
City Clerk/Treasurer: Sandy Gaydusek
Public Works Director: Justin Johnson
Police Chief: Rod Mohler
Recreation Dir: Scott Williams (absent)

PRAYER: Rod Mohler

This public hearing is being held to consider adoption of the budget for the fiscal year 2016-2017, Resolution 16-03 regarding the use of forgone amounts, and 16-04 regarding the increase to labor and equipment. Sandy said all notifications have been done properly. She presented a narrative handout, graphs showing the trends for the past several years in each fund, and copies of the appropriate ordinance and resolutions to be considered.

Mayor Pascoe opened the hearing; however there was no public testimony in favor, opposition, or neutral comments regarding the budget including the use of forgone amount, or the increase to the labor and equipment fee schedule. There was also no public testimony for the fiscal year budget 2016-2017. Mayor Pascoe closed the public hearing. Sandy said this year the total budget is \$9,298,547 which decreased approximately \$481,446. The property taxes will be levied with a 3% increase, and the use of \$10,000 in forgone amount. There is no increase to most of the utility fees, pool admission, lessons, recreation, etc. The fees to be increased are the monthly sewer rate which will increase \$.80 due to EIRWWA raising their O&M fee by \$.80, and the labor and equipment will rise to \$30 per man hour and \$85 per hour for equipment. She discussed the capital outlay proposed expenditures, and some of the major purchases are a vac truck, new garbage truck, pool climbing wall, pool repairs and a new police car. The Council determined that the city will change their Blue Cross plan to a \$2000 deductible, but to implement the buy down program again. This will save the city approximately \$8000 in premiums. It was budgeted for a 1% COLA raise to be given to each employee October 1, 2016.

Sandy discussed the narratives briefly. A copy of the narrative and graphs are attached to this document. Adam moved, Kim seconded to adopt the budget as presented for the fiscal year 2016-2017. Approved unanimously.

Jeff moved, Earl seconded to adopt Resolution 16-03 regarding the use of \$10,000 in forgone amount. Approved unanimously.

Kim moved, Jeff seconded to approve Resolution 16-04 regarding the increase for labor and equipment. Approved unanimously.

The Mayor and Council discussed Resolution 16-05 regarding the increase to the monthly sewer fee of \$.80. EIRWWA is raising their O&M fee by \$.80 per ERU to the city and other entities. Jeff said he is opposed to this because he feels this increase by EIRWWA has not been defined. He said he doesn't like the way the plant is being ran. Mayor Pascoe said he worries there is no check and balance system at the plant. Jeff said he feels JUB Engineering could recommend an increase based on individual items instead of raising the rates arbitrarily. After further discussion Adam moved, Kim seconded to approve Resolution 16-05 raising the sewer rates by \$.80 per ERU. Approved unanimously.

Jeff moved, Kim seconded to suspend the readings of Ordinance #583 on three different days and read the title of ordinance #583 once. Approved unanimously. Jeff read the title of Ordinance #583 in full. Jeff moved, Earl seconded to adopt Ordinance #583 appropriating \$9,298,547 for the fiscal year 2016-2017. A roll call vote was taken: Earl – aye, Jeff – aye, Adam – aye, and Kim – aye. Approved unanimously. Sandy will send a copy of this Ordinance to the Secretary of State and have it published.

Sandy presented the budget for the Shelley Urban Renewal Agency. Mayor Pascoe opened the public hearing. There was no public testimony given in favor, against, or neutral comments. The hearing was closed. This Urban Renewal Area has been retired, but there are still pending projects; Sewer Planning Study, Water Planning Study, Façade Program, and Sewer Line Extension. The budget is in the amount of \$645,867. Kim moved, Adam seconded to approve the Shelley Urban Renewal Agency budget in the amount of \$645,867 for fiscal year 2016-2017. Approved unanimously.

Sandy presented the budget for the Country Club Urban Renewal Agency. Mayor Pascoe opened the public hearing. There was no public testimony given in favor, against, or neutral comments. The hearing was closed. The budget amount for this fiscal year is \$180,000. This is a TIF used for reimbursement to Golden Valley Natural. Jeff moved, Kim seconded to adopt the Country Club Road Urban Renewal budget in the amount of \$180,000 for fiscal year 2016-2017. Approved unanimously.

Adjourned: 8:15 p.m.

APPROVE: _____

ATTEST: _____