

CITY OF SHELLEY
WORK MEETING
MINUTES

AUGUST 08, 2017

PRESENT: Mayor Stacy Pascoe

Council Members: Earl Beattie, Jeff Kelley, Kim Westergard, and Adam French

Police Chief: Rod Mohler

Public Wks Dir.: Justin Johnson

Recreation Dir.: Mikel Anderson

City Clerk/Treasurer: Sandy Gaydusek

The meeting was opened at 6:00 p.m.

This work meeting was held to discuss the budget for fiscal year 2017-2018.

Sandy discussed the General, Street, Water, Sewer, and State Revenue Sharing Funds. She said the General Fund will be able to transfer \$23,000 in property taxes to the Street Fund as well as some of the personal property tax replacement in the amount of \$14,000 to help with street improvements. She said this will allow \$170,000 to be appropriated for street improvements next year, along with \$80,000 for seal coating. Sandy said she has figured the 3% increase for property taxes as allowed by law.

Sandy said the Water Fund contingencies and future capital outlay are pretty low. She said there was an increase in April 2017 for a \$2 increase which she has appropriated strictly to future capital outlay, and to replace the funds used for the water tank project and the water rights purchase. She said we are still operating slightly over our revenue which means we are using contingency each year. However, the budget reflects higher expenditures in case of emergencies. The Mayor and Council determined there would not be another increase this year for water.

Sandy said the Sanitation Fund looks fine, and she is still able to budget \$25,000 annually for a new garbage truck in five years as well as pay for the new garbage truck for the next three years. There will be no increase in the Sanitation Fund this year.

Sandy said the Sewer Fund is also not operating on new revenue. She said she has been putting \$200,000 towards improvements at the treatment plant each year. She said there will be 1.5 million this year that has been set aside. Sandy said we have been increasing the sewer rates each year, but only to pay the increase to EIRWWA for O&M at the plant. She said they are raising the O&M rate \$.32 this year. Sandy said the city is still operating our collection system at \$5.48 per ERU which should be raised to help with inflation can future upgrades.

The Mayor and Council determined that a rate increase of \$2 per ERU will be presented at the Budget Hearing.

Sandy discussed the items that each of the Department Heads would like to use State Revenue Sharing Funds in the new fiscal year. The items discussed were; a new truck for public works, new police car, new hardware and software for city hall, a sanding bed for snow removal, and to re-budget for the gator for parks and street. This items will be discussed further at a special meeting when the tentative budget is being considered for approval.

A special meeting was scheduled for August 15, 2017, at 6:00 p.m. at City Hall.

Adjourned: 7:30 p.m.

APPROVE:  ATTEST: 