Budget Worksession

DRAFT

May 10, 2012

6:00 p.m. to 8:00 p.m.

Present: Councilors Hainault, Belej, Slivon, Laitila, Moore, McKenzie and Haeussler.

Absent: None

Also present: City Clerk Karen Haischer, Manager Glenn Anderson and Charlie Hooper

from Pasty.com.

Posted Agenda:

Scheduled Budget Worksessions:

Thursday, May 10, 2012 6:00 – 8:00 p.m.

Charlie Hooper from Pasty.com gave a presentation to the Council regarding WiFi at the Hancock Campground. Pasty.com can offer WiMax. Price Tag. Installation \$985, the City would have to install new power. Would need 3 units for \$180 each with \$20 for additional boxes if needed. Monthly charge would be \$79 per month

Would need 3 new electrical poles.

MSHDA Update:

Monday 6, May 14th at 6 p.m. Pizza will be served.

Expect 15-25 people.

Will be touring proposed projects in the area.

Moyle us current on the Condo and Quincy Centre taxes for 2011.

DDA TIF and Local Street TIFA

30 year districts

2014 2015 expires

City can start up a new DDA TIF but the base year would start at the 2014 values.

There is a procedure that must be followed.

Probably would not start a new Local Street TIFA

Update date on the new personal property reforms.

PP phased out by 2016.

City Debt has not increased

Suggested rate increases for garbage collections

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|---|----------|--------|-----------------|------------------------------------|--|
| RTS current charge \$5.00 | | | raise to \$6.00 | generate \$22,000 for general fund | |
| Bags | 10 small | \$6.00 | \$7.00 | | |
| | 5 large | \$6.00 | \$7.00 | \$15,000 to \$18.000 | |
| Bags | small | \$6.00 | \$8.00 | | |
| | large | \$6.00 | \$8.00 | \$30,000 to \$36,000 | |

Proposed Budget recap

Payroll, controlled no growth in staff

2012 Police Department no wage increase for 1 year

Teamsters no wage increase for 2 years

Doug has filed for Disability SS and filed an unemployment claim

Health Insurance controlled cost for 3 years

Street lights were reduced by 10%, however, rates were increased 10% (even)

7.1% revenue sharing increase

Sales tax increase

Major and Local Street monies increase

Transit cost allocation has helped the General Fund

MDOT winter billing has grown. Keep it at \$200,000 to \$250,00 for state billing

Taxes:

SEV is slightly down Taxable is up 1.67%

Spring Clean-Up usage was up this year over last year. Fringe Benefit rate was reduced form 91.5% to 86%

Budgeted Small Urban design work August-September (\$20,000) Total grant \$125,000 City local match \$31,000

Did not budget for the Passport Grant, would require \$15,000 cash and \$10,000 in-kind for Beach dock.

Major and Local streets are OK

Highlights:

- 1. General revenue over expenses is up \$100,000
- 2. DDA contribution to FinnFest 2013 is \$5000.00 of which \$2500.00 was already paid.
- 3. Nothing budget for the Laurn Grove (new boards)

Council McKenzie: Will donate playground equipment that she has in her backyard. Could be used at the campground.

Moved by Councilor Belej and seconded by Councilor Hainault that the budget worksession meeting be adjourned. Time: 8:05 p.m.

Yes: All No: None Motion Carried.

All Councilors were properly notified and this meeting was posted.

| William Laitila, Mayor | Karen Haischer, CMC City Clerk | |
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