

1. CALL MEETING TO ORDER

Mayor Werner called the meeting to order at 5:00 p.m.

PRESENT:	ABSENT:
Alderman Colemere	Alderman Hisel
Alderman Heintzelman	
Alderman Simpson	
Mayor Pro Tem Ross	
Mayor Werner	

2. PLEDGE OF ALLEGIANCE AND INVOCATION

Mayor Werner dispensed with the Pledge of Allegiance to the Flag and the Invocation.

3. CITIZENS TO BE HEARD

No citizens signed up to address City Council at this time.

4. CITY COUNCIL COMMENTS

Mayor Werner dispensed with City Council Comments at this time.

5. REGULAR AGENDA ITEMS

5.1. Presentation / discussion - Budget Basics - City Manager / Finance Director

Finance Director Feagins presented an overview of budget basics.

5.2. Discussion - Interest & Sinking (I & S) Fund Balance - City Manager

City Manager Hill presented an overview of the budget and tax rate calculations since 2013/2014. Finance Director discussed the tax freeze calculation process.

- The effects of the 2014 debt payoff and the excess debt collections not be accounted for in the tax calculations.
- Review of collections 2015 through 2017
- Considerations /options for using fund balance
- City Manager discussed initially targeting \$50,000 of unencumbered funds and to make further adjustments later if required.

5.3. Discussion / action - Budget Development Assumptions - City Manager Hill

Council assumptions developed early on assist staff in posturing and developing the budget. For example, an assumption may be that employee compensation wages may rise by 3 % or that Medical costs may rise by 20 %. The actual rates may not be determined until after the City Manager proposes the initial budget. Should Council want to lower the tax rate, then the development of an assumed amount (target) may be helpful. The ability to do this would ultimately come down to balancing resource requirements with projected revenues.

Council reviewed assumptions and Goals and Objectives during the June 14th Workshop and several take aways are noted for confirmation:

- Implement two new police officer hires before decision is made on additional manning

- GF Fund Balance should not exceed 50%; but target 50%
- Fully Fund Capital Replacement Fund from schedule
- Key factors remaining are finalizing the
 - 1) Health Care Defined Contribution amount;
 - 2) Compensation (salary) increase;
 - 3) Can we fully fund the Capital Replacement Fund?

5.4. Presentation / discussion – Review / Staff analysis of Council Objectives - City Manager

City Manager Hill presented a review of the Staff analysis of Council objectives.

6. ADJOURNMENT

Alderman Simpson made a motion to adjourn the meeting.

Alderman Colemere seconded the motion.

The meeting adjourned at 6:10 p.m.

Robert Werner
Mayor

Zina Tedford
City Secretary