

Budget and State Revenue Sharing Hearing

Tuesday, May 12, 2015

5:30 p.m.

City Hall

16345 Sixth Street

La Pine, Oregon

1. Call to Order
2. Establish Quorum
3. Pledge of Allegiance
4. Discussion and Decision on Community Funding
5. Budget Committee will Continue Review of Budget Material and Take Appropriate Actions to Conclude its Review Process
6. Budget and State Revenue Sharing Hearing in Anticipation of Budget Adoption on June 10, 2015
 - i. Open Public Hearing
 - ii. Staff Overview
 - iii. Public Comments
 - iv. Accept Budget Committee Recommendation (Council has right to modify)
 - v. Resolution No. 2015-04 State Shared Revenue ORS 221.770
 - vi. Close Public Hearing.
7. Budget Approval

If appropriate, the Budget Committee may approve and forward the budget document to the La Pine City Council for review at the June 10, 2015 Budget Hearing. If the Budget Committee approves the budget they must also approve a property tax rate or the tax amounts that will be submitted to the County Assessor.
8. Adjourn

Pursuant to ORS 192.640, this notice includes a list of the principal subjects anticipated to be considered or discussed at the above-referenced meeting. This notice does not limit the ability of the City Council and Budget Committee to consider or discuss additional subjects. This meeting is subject to cancellation without notice. This meeting is open to the public and interested citizens are invited to attend. The meeting location is accessible to persons with disabilities. A request for an interpreter for the hearing impaired or for other accommodations for persons with disabilities should be made at least 48 hours before the meeting to Patti Morgan at (541) 536-1432.

Budget and State Revenue Sharing Hearing Minutes

Tuesday, May 12, 2015

5:30 p.m.

City Hall

16345 Sixth Street

La Pine, Oregon

1. Call to Order

Chair Kitty Shields called the meeting to order.

2. Establish Quorum

City Council

Mayor Ken Mulenex

Councilor Stu Martinez – arrived at 5:40 pm

Councilor Greg Jones

Councilor Kathy Agan

Councilor Karen Ward

Budget Committee

Connie Briese

Frank Schultz

Chair Kitty Shields

Rolando Alonzo

Dennis Scott

3. Pledge of Allegiance

Connie Briese led the Pledge of Allegiance.

This item was moved up in the agenda:

6. Budget and State Revenue Sharing Hearing in Anticipation of Budget Adoption on June 10, 2015

i. Open Public Hearing

Chair Shields Opened the Public Hearing.

ii. Staff Overview

Interim City Manager Allen stated that the City receives about \$25,000 in State shared revenues and is in the general revenue in the budget.

iii. Public Comments

Doug Ward, Planning Commissioner, said he thought the allocation to the general fund was a good idea.

Chair Shields closed the Public Hearing.

iv. Accept Budget Committee Recommendation (Council has right to modify)

v. Resolution No. 2015-04 State Shared Revenue ORS 221.770

A motion was made by Mayor Mulenex and seconded by Councilor Agan to Approve the Recommendation to the Council of Resolution No. 2015-04 State-Shared Revenue.

Vote as follows:	AYE	NAY
Councilor Greg Jones	X	
Councilor Stu Martinez	X	
Councilor Kathy Agan	X	
Councilor Karen Ward	X	
Mayor Ken Mulenex	X	
Connie Briese	X	
Frank Schultz	X	
Rolando Alonzo	X	
Kitty Shields	X	
Dennis Scott	X	

Motion passed unanimously.

This item was moved forward in the agenda:

5. Budget Committee will Continue Review of Budget Material and Take Appropriate Actions to Conclude its Review Process

Interim City Manager Allen discussed the monies carried over from the previous budget year. He said the City anticipates taking in \$246,000 in property taxes during the next budget year. Mr. Allen also discussed the franchise fees that come into the City. He said about \$100,000 will come in from transient room tax. Thirty percent of that money will go into the general fund to cover overhead, etc. He said \$15,000 from sewer and \$15,000 from water were transferred into the general fund to cover overhead, etc. Mr. Allen said most of the expenditures are divided between the City, the Sewer and the Water departments. He said under material and services he thinks the city will spend \$184,000 this year. Mr. Allen also discussed the expenditure for a new sound system in the Council Chamber room. He said there is \$35,000 reserved for future capital and is for the City Hall building. Mr. Allen strongly advised having a \$100,000 in reserve for a new roof, etc. He said the City receives \$85,000 from the State from the gas tax. Mr. Allen said most of the expenses for the next three years will be involving the ODOT (Oregon Dept of Transportation) projects. There was also a discussion on improving Cagle neighborhood roads in particular, Cagle Road.

A Break was taken at 6:50 pm and the meeting resumed at 7:00 pm.

Mr. Allen discussed contract services that involves planning, code enforcement and engineering. He said the City planned to do a lot more in code enforcement. Mr. Allen also discussed the wickiup lift station project for sewer. He proposed \$250,000 for this project. Mr. Allen said there is about 1.6 million dollars in System Development Charges that is in reserve for water and sewer. He also discussed the 3% increase in water charges that will become effective on July 1, 2015. Mr. Allen said that the fee for septage dumping at the sewer treatment plant will be increased during this year. Mr. Allen said that the TRT (Transit Room Tax) receipts were higher than anticipated. He said the agreement with the Chamber is \$52,000 a year. Mr. Allen said that the La Pine Rodeo was given \$5,000 split between two different fiscal years. Also, budgeted was \$5,000 for the Arts and Culture Commission. In addition, \$2,500 was budgeted for the La Pine Frontier Days.

4. Discussion and Decision on Community Funding

Rolando Alonzo, Planning Commissioner, stated he would not participate in the discussion regarding the funding request for Newberry Habitat due to a conflict of interest. Mayor Mulenex declared a possible conflict of interest as he was on the Board for Habitat for Humanity. The consensus of the committee was to support the Newberry Habitat request for \$3,500.

High Lakes Car Club was requesting \$1,500. Councilor Ward stated she would excuse herself from discussion because of her position with the Senior Center. Committee had consensus to support this request.

Chamber of Commerce sign for \$1,500. Council had consensus to support this request for a sign. In addition, the Council discussed the Chamber's request for \$1,300 for new banners. Councilor Martinez stated that in the past, the Chamber has approached local businesses for a contribution like this one. However, after discussion it was decided to support the Chamber for this one-time request.

La Pine Visitors Center was requesting \$1,600 to assist with the salary increase of staff due to a possible raising of the minimum wage. Chair Shields stated that she was not in favor of giving them this money. Councilor Agan recommended waiting to approve this request until and if the minimum wage is increased.

Mayor Mulenex commented on the figures that were used for the Bike Hub proposed by Mr. Morgan and said he felt the figures were pretty accurate. He said it was a project the City should really consider. Chair Shields said the plans need to be more concrete before they could approve the Bike Hub. Committee had consensus to not approve the monies at this time but keep the project on a goal's list.

7. Budget Approval

If appropriate, the Budget Committee may approve and forward the budget document to the La Pine City Council for review at the June 10, 2015 Budget Hearing. If the Budget Committee approves the budget they must also approve a property tax rate or the tax amounts that will be submitted to the County Assessor.

Interim City Manager Allen discussed the various funds. He also discussed staff salaries but said the City does not have a wage scale. Mr. Allen said the Assistant City Manager will be working on it.

He also said his salary has been reduced since he will be working less time for the City. Mr. Allen said at this time he does not recommend a full time accounting person because the contract person is working out just fine. He said there is really not enough work to keep her busy, full-time. Mr. Allen discussed Cory Misley who has been selected to be the Assistant to the City Manager and is awaiting Council approval.

A motion was made by Councilor Martinez and seconded by Councilor Agan to Approve the FY 2015-2016 Budget and the Tax Rate of \$1.98 per thousand, for the City of La Pine.

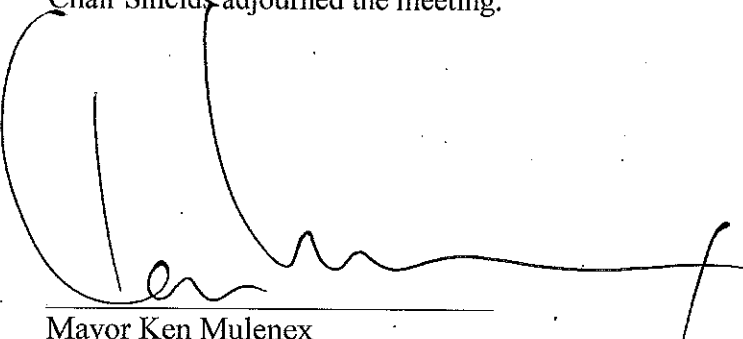
Vote as follows:	AYE	NAY
Councilor Greg Jones	X	
Councilor Stu Martinez	X	
Councilor Kathy Agan	X	
Councilor Karen Ward	X	
Mayor Ken Mullenex	X	
Connie Briese	X	
Frank Schultz	X	
Rolando Alonzo	X	
Kitty Shields	X	
Dennis Scott	X	

Motion passed unanimously.

Mr. Allen discussed the budget committee for the Urban Renewal budget. Doug Ward, Planning Commissioner, stated that he thought the budget was put together very well.


8. Adjourn

Chair Shields adjourned the meeting.



Mayor Ken Mullenex

Attest



Rick Allen, City Recorder