

Unapproved Minutes
Council Special Budget Session
August 10, 2016
Tuesday 5:30 p.m.

The special budget session of the City Council, City of Vermillion, South Dakota was called to order on Wednesday, August 10, 2016 at 5:30 p.m. at the City Hall large conference room.

1. Roll Call

Present: Collier-Wise, Erickson, Holland, Humphrey, Meins, Price, Sorensen, Ward, Mayor Powell

2. Pledge of Allegiance

3. Adoption of Agenda

255-16

Alderman Price moved approval of the agenda. Alderman Ward seconded the motion. Motion carried 9 to 0. Mayor Powell declared the motion adopted.

4. Budget Workshop

John Prescott, City Manager, provided an overview of the budget noting that the budget presented should serve as the starting point for the process of developing the 2017 budget. John reported that for the property tax revenues the State caps for inflationary increase is zero, so we have the growth only of about \$45,000. John stated that the sales tax was budgeted to increase 3% for 2017 and that utility rate increases of 2% were included for water and wastewater. John stated that the electric rate increase was not included as this information will not be available until October. John stated that the wages were increased 2.25% based upon negotiations with the AFSME and FOP unions. John reported that the major issue for the 2017 budget is the health insurance increase of 75 percent. John reported on the changes included in the proposed budget to absorb this increase cost. John stated that he has included the outside agencies in the general fund and BBB sales tax fund that will be reviewed later on the agenda. John reported on some of the items revised in the 2016 budget noting that the individual departments will also be covering these items.

The Council started the review of the 2017 proposed budget, as well as revisions to the 2016 budget, by reviewing the following sections of the budget with the City Manager and department heads: Utility Fund: Water, Wastewater, Electric, Joint Powers Landfill, Joint Powers

Recycling, Curbside Recycling; Maintenance & Transportation: Service Center, Mechanic's Garage, Street Department, Snow Removal, Sweeping & Mowing, Carpentry; General Government: Engineering/Planning & Zoning; Maintenance & Transportation: Old Library Maintenance, Old Landfill Maintenance, Airport, Storm Water Collection, Special Assessment Projects, Airport Improvements, Main Street Signals & Improvements, Bike Path; Equipment Replacement Fund; Outside Organizations Request: General Fund: Community Services, BBB Fund; and Wrap-up of Budget Items. John noted that the USD request for \$5,000 came in after the printing and will need to be included, a request was received from the Center for Children and Families to assist with paving of their parking lot and from Heartland Humane Society for assistance with their building renovation and cat neuter program. Discussion followed on the outside agency requests with the consensus to include \$1,000 in the code enforcement professional services budget that will be reviewed when the budget hearings continue on August 11th.

5. Adjourn

256-16

Alderman Ward moved to adjourn the Council Meeting at 9:52 p.m. Alderman Price seconded the motion. Motion carried 9 to 0. Mayor Powell declared the motion adopted.

Dated at Vermillion, South Dakota this 10th day of August, 2016.

THE GOVERNING BODY OF THE CITY
OF VERMILLION, SOUTH DAKOTA
BY _____

John E. (Jack) Powell, Mayor

ATTEST:

BY _____

Michael D. Carlson, Finance Officer

Published once at the approximate cost of _____.