

CARLIN CITY COUNCIL
CITY OF CARLIN, STATE OF NEVADA
PUBLIC HEARING of the TENTATIVE BUDGET FOR FISCAL YEAR 2010/2011
CARLIN CITY HALL
101 SOUTH EIGHTH STREET
CARLIN, NEVADA
May 18, 2010, 7:00 p.m.

Call to Order and Roll Call:

Mayor Cliff Eklund called the meeting of the City Council to order at 7:00 p.m.

1. Council Members Present: Mayor Cliff Eklund
Vice Mayor Donnetta Skinner
Councilperson Lee Griswold
Absent: Councilperson Lincoln Litchfield
Councilperson David Trujillo
2. Administrative Staff: City Manager Glenn Trust, City Clerk LaDawn Lawson
3. Public Present:

Pledge of Allegiance

I. Presentation of the City of Carlin's Tentative Budget for Fiscal Year 2010/2011. (Non-Action Item)

1. City Manager Glenn Trust reported the City is projecting \$295,881 in property tax funding, which is consistent with this year's number and there are 12 governmental funds with expenditures of \$2,379,569 and two (2) proprietary funds, Utility and Unemployment Liability Fund, with expenditures of \$906,552. He stated the meeting was properly noticed in the newspaper on May 7, 2010. He reported on Page 3, Actual Prior Year figures are the final adjusted balances and Budget Year revenues of \$1,983,548 are inclusive of all the funds. He stated expenditures for all funds are projected at \$2,399,569, a deficit of \$416,021, which reflects capital outlay in various funds. He stated those capital projects include \$75,000 for Library, \$250,000 energy efficiency grant received by the City, which was not projected in the last approved budget. He stated he put in this \$250,000 expense to cover the solar panels and other energy projects, which is not money coming out of the general fund. He reported the \$75,000 was approved as a transfer from the Park & Recreation Fund to the Library. He stated the \$20,000 is the transfer to the Equestrian Park Fund from the Park & Recreation Fund; \$50,000 is a transfer to the Park & Recreation Fund for various capital improvements; \$30,000 of that would be upgrading the restrooms and electrical work; \$30,000 is the Fong property clean up and \$50,000 is expense for two (2) police vehicles. He stated the total is actually more than the \$416,000 and is therefore not an operating deficit but shows an operating surplus as these are capital improvements and funding has been set aside.
2. Mayor Cliff Eklund inquired if it was more like \$450,000.
3. City Manager Glenn Trust stated it is approximately \$28,000 more. He stated they are "actually operating better than budget because the deficit should be approximately \$450,000". He noted they are operating "below" the revenues. He stated Page 7 shows the assessed valuation from the state is \$26,840,273 and the tax rate is 1.1481%. He stated the Ad Valorem revenue rate of \$1,077,181 is subject to the constitutional cap of 6.5% and the legislative cap of 3.959%, so the actual Preabated Ad Valorem is \$308,153 with \$295,881 as the abated budgeted amount. He reported on the other revenues, noting they had budgeted 10% below the state projections in Consolidated Tax Revenue. He reported on Page 20 they have approved \$1,616,651 in expenditures with a contingency of \$20,000 that has not been used in the past two years. He reported Total Expenditures and other uses are \$1,779,651 in the General Fund and the Ending Fund Balance is projected as \$1,953,943 for this year and

increase of \$12,000 to \$1,965,895 for the next year. He stated the Ending Fund Balance would be more than projected for the current year.

4. Mayor Cliff Eklund stated they have had a goal of having a one-year balance because they do not know what the state will do. He stated they agreed that they needed to build up the fund for future emergency uses.
5. City Manager Glenn Trust reported he is estimating the actual current year ending balance will be \$2.2 million, \$100,000 to \$200,000 more than expected. He stated every department is working "very hard" to keep expenses down.
6. Mayor Cliff Eklund stated they are currently hearing "rumbling about the economy down, revenue down in Elko County".
7. City Manager Glenn Trust stated the statewide projections are geared to Las Vegas, noting the lowest Consolidated Tax month last year was February when Carlin received \$93,000 and the lowest this year was February at \$91,000, which is not a 10% decrease; the decrease is actually smaller, \$2,000 for that month compared to last year or 2%. He stated they have not had more than a 10% decrease in any month and usually not as high as 10%. He stated the "10% is holding right now". He reported the one revenue source that is significantly down is gaming, but it does not affect Carlin as greatly as it does other communities. He reported on Page 23 Grant Funds, the EECBG is \$255,000 is money not budgeted, coming in 2010, but not spent until 2011.
8. Discussion was held on the CDBG reimbursement grant.
9. City Manager Glenn Trust reported Page 38 is the indebtedness page and as of July 1, the beginning outstanding balance shows \$510,476, for three debts: water line to the Fire Science Academy a 40-year bond; equipment loan medium term financing and Senior Center USDA Loan, a 20 year loan, all of which are current. He stated the last three pages are transfers and the last page is an estimate of lobbying expenses.
10. Discussion was held on lobbying expense.

III. Comments by the General Public: Pursuant to NRS 241.020(2C) this time is devoted to comments by the general public and discussion to those comments. No action may be taken upon a matter raised under this item until the matter has been included on a successive agenda and identified as an action item. (Non-Action Item)

IV. Adjournment. (Action Item)
Councilperson Lee Griswold moved to adjourn the Public Meeting. Vice Mayor Donnetta Skinner seconded the motion. The motion carried with Mayor Cliff Eklund voting in favor. The meeting was adjourned at 7:21 p.m.

APPROVED:

CLIFF EKLUND, MAYOR

ATTEST:

LADAWN LAWSON, CITY CLERK