

August 29, 2017

The Red Lodge City Council met for a public hearing on August 29, 2017 at 6:00 p.m. This meeting was posted at the Post Office and City Hall and supplemental notice was provided on the City's social media sites. The meeting was called for the following agenda item, Public Hearing for Fiscal Year 2018 Budget and Resolution No. 3444 – Final Budget FY-18.

**ROLL CALL OF OFFICERS Present:** Mayor Schoenike, Aldermen Dimich, Mahan, Thompson, Labrie, Drew, and Brown.

**DEPARTMENT HEAD ATTENDANCE:** City Clerk – Loni Hanson, City Attorney – Becky Narmore, Community Development Director – Peter Italiano, Interim Police Chief – Scott Cope, and Public Works Director – Jim Bushnell.

Mayor Schoenike gave a presentation on the FY 2017-2018 Annual Budget Document.

Mayor Schoenike opened the Public Hearing.

Dave Westwood, 1471 Kane Circle, had questions on why there was a significant variance in some of the departments over the past couple years, as it was shown in the presentation slides, particularly the Building Department.

Diane Dimich, 217 N. Platt, asked how much of the Community Development Director's and the City Attorney's salaries have come out of the water and sewer funds in the past four years.

Mary Cameron, 720 N. Haggin, asked what the difference was from the fines and forfeitures that go into the General fund and the ones that go into the Drug Forfeiture fund.

Mayor Schoenike closed the Public Hearing.

Mayor Schoenike said the only fines and forfeitures that can go into the Drug Forfeiture Fund are the items specifically called out in Resolution no. 3429.

Mayor Schoenike said regarding the Building Departments budget increase from the previous two years was due to adding part of the Community Development Director's wages into that fund. He said the Community Development Director oversees that department and part of his salary should come from there.

Mayor Schoenike said none of the City Attorney's wages have ever been paid out of the water and sewer funds. He said some of that is because we were using a contract Civil Attorney and we probably should have been charging to those funds in the past but didn't. He said the Community Development Director has always been taken out of the different departments.

Bushnell said Italiano does plenty of work for the water and sewer department and so does the City Attorney. He said there is a lot of paper work that goes along with the projects for water and sewer. Bushnell said the last time the taxes went up in the City was in 1998. He said the expenses are going up, but the revenue is not.

He said in 2002, the City spent five million dollars on the sewer pond project and the sewer rates did not go up. Bushnell said we do not have the revenue necessary for what the public is expecting from the City. He said we are expected to do the same or even more with less money.

Dimich said he does not believe that the Community Development Director does eight months of his time for the water and sewer departments, which is what is budgeted for this year.

Drew said some of the major increases in the General fund include the amount that we have to pay to the Fire District and also the increases to the County for the City Court and the Victims advocate position.

Motion by Labrie, second by Mahan to approve Resolution No. 3444, a resolution of the City of Red Lodge, Montana, approving and adopting the Final Budget for Fiscal Year 2017-2018, as proposed by the Red Lodge City Council on August 29, 2017. On roll call vote Aldermen Mahan, Thompson, Labrie, Drew and Brown voted "Aye." Alderman Dimich voted "No." Motion carried.

### RESOLUTION NO. 3444

#### A RESOLUTION OF THE CITY OF RED LODGE, MONTANA APPROVING AND ADOPTING THE FINAL BUDGET FOR FISCAL YEAR 2017-2018, AS PROPOSED BY THE RED LODGE CITY COUNCIL ON AUGUST 29, 2017.

**WHEREAS**, the Carbon County Assessor reported that the taxable valuation of the City of Red Lodge for Fiscal Year 2017-2018 is \$6,975,486, and

**WHEREAS**, the City Council adopted the Final Budget for Fiscal Year 2017-2018 and there were no protests to the adoption of the Budget at a public hearing held on August 29, 2017 at 6:00 p.m.

**NOW THEREFORE, BE IT RESOLVED** that the following Final Budget for Fiscal Year 2017-2018 is hereby adopted and the total mill levy set at 128.18.

Fund Name	Total Requirement	Non-Tax Resources	Property Tax Revenue	Mills
1000 General	1,879,743	1,106,998	772,745	110.78
2190 Comp. Ins.	64,637	58,011	6,626	.95
2371 Health Ins.	98,808	5,546	93,262	13.37
2372 PERS	84,600	80,067	4,533	.65
2375 Police Retire	67,600	50,651	16,949	2.43
2100 Resort Tax	877,448	877,448		
2220 Library	138,563	138,563		
2390 Drug Forfeiture	37,868	37,868		
2394 Bldg. Code Enf.	79,536	79,536		
2396 CDBG/HOME	94,504	94,504		
2820 Gas Tax	82,463	82,463		
2956 ISTE A	4,839	4,839		
4030 Capt. Proj.	374,181	374,181		
4031 Ceme.Cpt.Imp.	2,800	2,800		
5210 Water Opert.	1,460,287	1,460,287		
5310 Sewer Opert.	1,582,320	1,582,320		
5410 Solid Waste	476,857	476,857		

7010 Ceme. Trust	5,244	5,244		
7390 TBID #001	43,167	43,167		
<b>Total</b>	<b>7,455,465</b>	<b>6,561,350</b>	<b>894,115</b>	<b>128.18</b>

PASSED and APPROVED by the City Council and approved by the Mayor on this 29th day of August, 2017.

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Mayor

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ATTEST: Clerk

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Mayor

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Clerk

Meeting adjourned at 6:09 p.m.

DRAFT