

CITY OF CARO SPECIAL COUNCIL MINUTES

Special Council meeting called to order May 6, 2010 at 7:45 p.m. by Mayor Tom Striffler

Present: Mayor Tom Striffler, City Council Dick Pouliot, Mike Henry, Joe Greene, Rick Lipan, Amanda Langmaid

Absent: Charlotte Kish

Others in Attendance: Brent Morgan – City Manager, Karen Snider – City Clerk/Treasurer, Charles Sundblad – DPW Superintendent

PUBLIC COMMENT: None

The purpose of this meeting is to have a budget work session on the FY10/11 proposed budget for funds 202, 203 and 204.

SPECIAL AGENDA:

1. Review of Streets – Major Fund 202 - The Council reviewed the proposed FY 10/11 budget Major Street Fund 202. Revenue consists mainly of County Road Levy, State gas tax and State trunk line reimbursement. The only project listed is the local match for the Hooper St Project in the amount of \$119,300. The timing of future projects and pre-engineering needs to be reviewed. Local Streets 203 – Revenue from this fund consists of County Bridge Levy, State gas tax, Metro funds and 25% transfer from Major Streets. It is important to keep in mind renewal of millages in case it is on the ballot this year. Also need to look at the breakdown of the watermain project. Municipal Streets 204 – In the past, this funds largest revenue was taxes. Now, Council needs to consider the cash on hand in this fund, fund balance and transfer from General. Council discussed sidewalk projects and the Safe Routes to School Grant. Options were discussed: a) Don't budget for sidewalk repair this year; b) wait and see how this fiscal year plays out financially and see what the results of the Safe Routes to School brings; or c) Put \$35,000 into the sidewalk line and if Safe Routes to School comes through, don't spend the money in the line item.
2. Review of Fire Fund 536 – Reviewed the revenue which consists of fire contracts and the Cities' portion. Discussed the expenditures which are in line with last years. Reviewed the fire debt service on the fire trucks and inasmuch as the Ariel truck will be paid off October, 2011, don't make any changes. Discussed the General fund loaning the Fire Fund money to pay off the new fire truck at an interest rate of 2.5% which would be a decrease from 4.05%. If this was to happen it would be a great savings to the customers and the savings would need to be relayed.
3. Other – City CD at Team One – **Moved by Greene, seconded by Henry to authorize the Clerk/Treasurer to withdraw the \$250,000 CD plus interest (Certificate No. 52765) from Team One Credit Union and put back into**

Chemical Bank General Account for the City of Caro for future use. Motion carried.

4. Schedule Budget Meeting – The next budget session is scheduled for May 19, 2010 at 5:30 p.m. at which time Council will review the Water, Sewer, Sanitation and Motor Pool, time permitting.

Moved by Langmaid, seconded by Lipan to adjourn the meeting at 9:45 p.m. Motion carried.

Meeting adjourned.

Karen J. Snider, City Clerk/Treasurer