

COUNCIL WORK SESSION – AUGUST 21, 2012

The special meeting of the Common Council of the City of Marshall was held on August 21, 2012 in the Professional Room at the Marshall Middle School, 401 South Saratoga Street. The meeting was called to order at 5:30 P.M. by Mayor Byrnes. In addition to Byrnes the following members were present: Ritter, Boedigheimer, DeCramer and Hulsizer. Absent: Sanow and Doom. Staff present included: Ben Martig, City Administrator; Glenn Olson, Director of Public Works/City Engineer; Bob VanMoer, Wastewater Superintendent; and Thomas M. Meulebroeck, Finance Director/City Clerk.

MAFAC 2013 FUNDING REQUEST:

Carol Purrington, President of MAFAC Board, was in attendance to request \$3,000 for their operating fund and \$1,500 for the summer concerts. Carol indicated that most of their funding comes from membership and sponsorships.

MAHA 2013 FUNDING REQUEST:

Chris Ellington, representative from the Marshall Area Hockey Association (MAHA) is requesting \$40,000 for 2013. Chris indicated that there is a need for more ice time, they are increasing their fees by 10% and looking for fundraising options.

HISTORICAL SOCIETY 2013 FUNDING REQUEST:

Jennifer Andries, Executive Director Lyon County Historical Society (LCHS), was in attendance to request \$12,800 for 2013. Jennifer indicated that these funds along with funding from the county, fundraising, museum memberships and private donations provide for the operation, programming and staffing of the LCHS.

SOUTHWEST INITIATIVE FOUNDATION 2013 FUNDING REQUEST:

Garrett Backes, representative of the Southwest Initiative Foundation, is requesting \$7,500 for 2013. Garrett indicated that they serve 18 counties.

REVIEW WASTEWATER FUNDS AND 2013 RATES:

Glenn Olson, Director of Public Works/City Engineer and Bob VanMoer, Wastewater Superintendent, provided a power point presentation on the 2013 Wastewater Fund Budget and Rates. They are requesting a rate increase of 4.5% based on the Springsted modeling with projected revenues and expenses.

REVIEW STORM SEWER FUNDS BUDGET REQUEST AND 2013 RATES:

Glenn Olson, Director of Public Works/City Engineer and Bob VanMoer, Wastewater Superintendent, indicated that they have been working with the 5-year projection model with Springsted. They indicated that the current 5-year estimate shows not increase for 2013 – 2017; therefore they are recommending no increase in the rates for 2013.

FINAL STATE BUDGET AND FUNDING IMPACT:

Ben Martig, City Administrator, provided a power point on the State Budget and Funding Impact. Mr. Martig reviewed the following:

- State Revenues vs City Assistance
- LGA Payment History
- 2013 LGA Distribution
- Future Deficit
- Statewide Business Property Tax
- MVC
- Statewide Tax

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Local Property Tax Increases far Outpace State
Tax Reform
MN State Budget (FY 2013)
Property Tax Aids and Credits (FY 2013)
Greater Minnesota Programs Cut
State Fiscal Impact on Cities
2013 Budget Preparation LGA

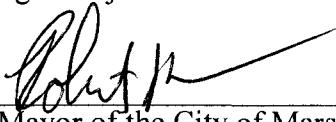
DISCUSSION ON PRELIMINARY DEBT SERVICE LEVY:

Ben Martig, City Administrator, provided an analysis on the Preliminary Debt Service Levy for 2013.

OTHER CITY ADMINISTRATOR BUDGET ITEMS:

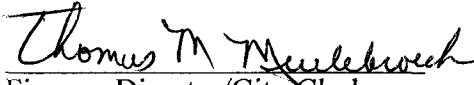
Ben Martig, City Administrator, provided information on a Summary Calculation of Levy/Property Tax Impact for Pay 2012 and Preliminary Pay 2013; the total annual cost for mill/overlay and chip seal; an illustration for the preliminary levy with a 3.5% "Tax Base Growth" summary; and an illustration with a 3.5% "Tax Base Growth" plus \$479,249 for street maintenance.

Ritter moved, DeCramer seconded, the meeting be adjourned. All voted in favor of the motion.



Mayor of the City of Marshall

ATTEST:



Finance Director/City Clerk