

Depoe Bay Budget Committee
Budget Meeting # 3
Monday May 19, 2008 – 6:00 PM
Depoe Bay City Hall

PRESENT: J. Brown, P. Cameron, C. Connors, D. Davilla (arrived 6:05 pm), R. Hunter, P. Leoni,
B. Silver, B. Spores, D. Zimmerman

ABSENT: G. Romans, J. White, P. Taunton, M. Yost

STAFF: City Recorder P. Murray, City Superintendent T. Owings

Chairperson Connors called the meeting to order and established a quorum at 6:00 pm and offered a few moments for members to review the minutes from the May 12th meeting.

MOTION: Silver moved to approve the minutes for the May 12, 2008 Budget Committee meeting.
Zimmerman seconded the motion.

Connors said it was moved and seconded and called for discussion. There was none.

VOTE: Motion passed.

AYES: J. Brown, P. Cameron, C. Connors, R. Hunter, P. Leoni, B. Silver, B. Spores,
D. Zimmerman

Harbor and Harbor Reserve Funds, Pages 16 through 19

Review of the budget document began with the Harbor Fund and Harbor Reserve Fund. Discussion ensued on anticipated revenues and impacts of the nation's economy particularly the rising costs of fuel.

MOTION: Leoni moved to approve the Harbor and Harbor Reserve Funds as proposed. Hunter seconded the motion.

VOTE: Motion passed.

AYES: J. Brown, P. Cameron, C. Connors, D. Davilla, R. Hunter, P. Leoni, B. Silver,
B. Spores, D. Zimmerman

Sanitary Service, Sewer System Reserve, Sewer Capital Improvement Reserve, and Sanitary Bond Funds, Pages 20 through 26.

Discussion involved revenues, Gleneden Sanitary District cost sharing, and an explanation of I & I (inflow and infiltration). There was a correction to page 21 as follows: Adopted Budget This Year 2007-08, Capital Outlay Line 6: move the \$10,000 entry to Line 7. "Future Equipment Acquisition".

MOTION: Davilla moved to approve the Sanitary Service Fund, the Sewer Reserve Funds and the Sanitary Bond Fund as proposed with the correction to page 21. Zimmerman seconded the motion.

VOTE: Motion passed.

AYES: J. Brown, P. Cameron, C. Connors, D. Davilla, R. Hunter, P. Leoni, B. Silver,
B. Spores, D. Zimmerman

Water Service Fund, Water Reserve Funds, Water Bond Fund and Water Capital Project Fund, Pages 27 through 34 and Page 36

Murray requested the committee's consideration to add \$43,000 to the Water Fund Capital Outlay Line 2. "Plant & System Improvements" (page 28) for the Water Treatment Plant PLC Upgrade Project which has begun but will not be completed until next fiscal year. This will be a re-budgeted item. Owings explained the project and timeline. The committee agreed to increase Line 2 to \$126,000 to accommodate the project. The total Capital Outlay for the Water Service Fund is increased to \$191,000. It was noted that the Water Capital Project Fund (page 36), established to record transactions during construction of the 1.2 MG north reservoir, is being closed this fiscal year.

MOTION: Spores moved to approve the Water Service Fund, the Water Reserve Funds and the Water Bond Fund as proposed with the addition of \$43,000 to Capital Outlay in the Water Service Fund. Leoni seconded the motion.

VOTE: Motion passed.

AYES: J. Brown, P. Cameron, C. Connors, D. Davilla, R. Hunter, P. Leoni, B. Silver,
B. Spores, D. Zimmerman

Salmon Enhancement Project Fund, Page 35

MOTION: Silver moved to approve the Salmon Enhancement Project Fund as proposed. Brown seconded the motion.

VOTE: Motion passed.

AYES: J. Brown, P. Cameron, C. Connors, D. Davilla, R. Hunter, P. Leoni, B. Silver,
B. Spores, D. Zimmerman

General Fund, Pages 1 through 3

Murray reviewed changes made to the General Fund at the May 5 and May 12 meetings, including the reduced transfer from the Transient Room Tax Fund (page 1, line 27) and revisions to Contribution Allocations (page 3, lines 18 – 32), noting the new total of Materials & Services is \$297,950. It was also noted that an amount of \$15,000 should be added to interest income (page 1, line 4) which was inadvertently left blank on the proposed budget.

MOTION: Silver moved to approve the General Fund with the addition of \$15,000 to Interest Income, revising Transfer from Transient Room Tax Fund to \$334,235, revising the Materials & Services Total on page 2 to \$297,950 and with the revisions to page 3 as reviewed by Murray with the new total of \$297,950. Davilla seconded the motion.

VOTE: Motion passed.

AYES: J. Brown, P. Cameron, C. Connors, D. Davilla, R. Hunter, P. Leoni, B. Silver,
B. Spores, P. Taunton, M. Yost, D. Zimmerman

There being no further business the meeting was adjourned at 7:07 pm.

Mayor Jim White

Pery Murray, City Recorder