

**CITY OF MANZANITA**  
**MAY 17, 2017**  
**BUDGET COMMITTEE MEETING/PUBLIC HEARING**

**CALL MEETING TO ORDER:**

The meeting was called to order by Chair Dave Dillon at 7:00 pm. Members present were Mike Scott, Hans Tonjes, Scott Galvin, Larry Mueller, Jim Hickey and Terry Staehnke. Members absent: Phil Mannan, Leila Salmon and Linda Kozlowski. Staff present: City Manager Jerry Taylor, Assistant City Manager Cynthia Alamillo and Administrative Assistant Kristin Grassest. There were no citizens in attendance.

**APPROVAL OF MINUTES:** May 8, 2017 Budget Committee Meeting. Mueller commented on who seconded the motion regarding the nomination for Chair and Vice Chair. Correction to be made.

**A motion was made by Galvin, seconded by Mueller to approve minutes from May 8, 2017 Budget Committee Meeting as corrected. Motion passed unanimously**

**PUBLIC HEARING AND COMMENTS – Proposed use of State Revenue Sharing for 2017-2018 and Proposed 2017-2018 Budget for the City of Manzanita.**

Public Hearing was opened by Chair Dillon at 7:03 pm. City Manager Jerry Taylor explained minor changes made due to the Carmel Project. No Public comments were made regarding the State Revenue Sharing or the Budget. Public Hearing Closed 7:04 pm.

Terry Staehnke commented on the 9% increase on staff salaries. Staehnke also disagreed with the \$80,000 transfer from the Road Fund. Staff responded that the transfer was actually a reduction in the transfer from General Fund and explained the upgrading of the outdated water treatment software. Taylor stated that a new water line to the treatment plant is needed and how water reservoir maintenance needs to be done soon. The City must weigh all the factors and save for the most needed projects. City Manager addressed the components that factored into the raises and how a job reclassification study still needs to be completed. Taylor gave a brief overview of where the City is with the purchase of Underhill Plaza and what ideas have been talked about.

**A motion made by Staehnke to leave the \$80,000 in the Road Fund. Motion died for lack of a second.**

**SETTING OF PROPERTY TAX RATE FOR 2017/2018: A motion was made by Mueller, seconded by Hickey to set the property tax rate at \$0.4233 per \$1,000 of assessed valuation for the 2017/2018 year. Motion carried unanimously.**

**APPROVAL OF 2017/2018 BUDGET: A motion was made by Hickey, seconded by Mueller to approve the 2017/2018 budget as presented and to recommend its adoption by the City Council. Motion passed 6 to 1. (Staehnke - No)**

City Manager Jerry Taylor reminded the Committee that the final hearing for the budget approval by the City Council will be June 21, 2017 at 7 p.m.

**ADJOURNMENT:** The meeting adjourned at 7:36 pm.

**MINUTES APPROVED THIS  
7<sup>TH</sup> DAY OF JUNE 2017**

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Michael Scott, Mayor

**Attest:**

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Jerald P. Taylor, City Manager/Recorder