



City of Llano
Regular Called City Council Minutes
August 30, 2012 – 5:30 p.m.

A. CALL TO ORDER

Mayor Reagor called the meeting to order at 5:30 p.m. Those in attendance were Alderwoman Puryear, Mayor Pro-Tem Hazel, Alderwoman Simpson, Alderwoman Tudyk and Alderman Decker.

B. PUBLIC COMMENTS - None

C. WORKSHOP ITEMS

1. Discussion - Update and progress of budget preparation
City Manager, Finley deGraffenried gave a brief update and progress report of the budget preparation. Staff has been looking at increasing fees, and at the impact of the Alco Store. The goal after the meeting will be to get direction from Council regarding their priorities, keeping tax rate the same with no pay increases for the Department heads. Library funding was discussed. The costs of insurance premiums saw a decrease this year. After further discussions were held, no formal action was taken at this time.
2. Discussion – FY2012, FY 2013 Comparisons
Marc Sewell, resident of Llano spoke regarding the comparisons, stating he has heard conversation of increases but nothing on the cuts. City Manager, Finley deGraffenried reviewed FY2012 and FY2013 and the differences between the two years. No formal action taken at this time.
3. Discussion – Direction to Staff regarding budget modifications.
City Manager, Finley deGraffenried discussed several options outlined in Budget Memo #3. Staff has reviewed fees, made additional cuts and has investigated the savings of a department head salary freeze. These items were incorporated into the budget balance in Memo No. 2 (\$8,792.83 surplus) for various options that were outlined. Marc Sewell, resident of Llano spoke and stated he didn't see anything about a generator which is needed for the Emergency Operations Center, also wanted to see the City cut since the school board did. The Council held discussions and came to a consensus on Option #2 of the budget modifications as outlined on the attached document. With there being no further discussions, no formal action taken on this item.

D. ADJOURNMENT With there being no further business, meeting adjourned at 6:20 p.m.

Mike Reagor
Mike Reagor, Mayor



Toni Milam
Toni Milam, City Secretary

The following are various options for Council consideration. Staff reminds Council that these options are simply a starting point for discussion at the Workshop. ***Council could consider other variations; direct staff to investigate other options; or offer additional modifications.***

1.

Memo No. 2 Net		\$8,792.83
Summary of Additional Cuts	\$6,050.00	
Fee Increases	\$11,705.00	
Economic Impact ALCO	\$2,000.00	
Surplus Available for Library, drainage, playground No Property Tax rate increase		<u>\$28,547.83</u>

2.

Memo No. 2 Net		\$8,792.83
Summary of Additional Cuts	\$6,050.00	
Fee Increases	\$11,705.00	
Economic Impact ALCO	\$2,000.00	
Dept Head Salary Freeze	\$7,770.16	
Surplus Available for Library, drainage, playground, or HRA accounts No Property Tax rate increase		<u>\$36,317.99</u>

3.

Memo No. 2 Net		\$8,792.83
Summary of Additional Cuts	\$6,050.00	
Fee Increases	\$11,705.00	
Economic Impact ALCO	\$2,000.00	
Salary Increase 2% to 3%	(\$19,630.66)	
Dept Head Salary Freeze	\$7,770.16	
Surplus Available for Library, drainage, playground No Property Tax rate increase		<u>\$16,687.33</u>

4.

Memo No. 2 Net		\$8,792.83
Summary of Additional Cuts	\$6,050.00	
Fee Increases	\$11,705.00	
Economic Impact ALCO	\$2,000.00	
Ad Valorem @ \$0.41 per \$100.00	\$25,659.00	
Surplus Available for Library, drainage, playground or HRA accounts		<u>\$54,206.83</u>

5.

Memo No. 2 Net		\$8,792.83
Summary of Additional Cuts	\$6,050.00	
Economic Impact ALCO	\$2,000.00	
Surplus Available for Library, drainage, playground		<u>\$16,842.83</u>
No fee increases; no Property Tax rate increase		

6.

Memo No. 2 Net		\$8,792.83
Summary of Additional Cuts	\$6,050.00	
Economic Impact ALCO	\$2,000.00	
Dept Head Salary Freeze	\$7,770.16	
Surplus Available for Library, drainage, playground or HRA accounts		<u>\$24,612.99</u>
No fee increases; no Property Tax Rate increase		