

**CITY OF NORTH LAS
SPECIAL CITY COUNCIL MEETING
MEETING MINUTES**

May 18, 2004

CALL TO ORDER: 4:32 P.M.
2200 Civic Center Drive, North Las Vegas, Nevada

ROLL CALL COUNCIL PRESENT:

Mayor Michael L. Montandon
Mayor Pro Tempore William E. Robinson
Councilwoman Stephanie S. Smith
Councilman Shari Buck

EXCUSED:
Councilman Robert L. Eliason

STAFF PRESENT:

City Manager Gregory Rose
Assistant City Manager Dan Tarwater
City Clerk Karen L. Storms
Finance Director Phil Stoeckinger
Fire Chief Jim Stubler
Police Chief Mark Paresi
Public Works Director Jim Bell
Parks & Recreation Director Michael Henley
Strategic Planning Director Eric Dabney
Planning and Zoning Director Jory Stewart
Human Resource Director Vince Zamora
Utilities Director David Bereskin
Library Director Anita Laruy
Acting Community Development Director Kenny Young
Assistant to the City Manager Brenda Johnson
Assistant Finance Director Kay Godbey
Information Technology Manager Ila Kowalski
Recreation Manager Jim Stritchko
Chief Deputy City Attorney Leslie Nielsen

VERIFICATION: Karen L. Storms, CMC, City Clerk

BUSINESS:

1. **CONDUCT THE PUBLIC HEARING, PURSUANT TO NRS 354.596, ON THE CITY OF NORTH LAS VEGAS TENTATIVE BUDGET, THE NORTH LAS VEGAS REDEVELOPMENT AGENCY TENTATIVE BUDGET, AND THE NORTH LAS VEGAS LIBRARY DISTRICT TENTATIVE BUDGET FOR THE FISCAL YEAR BEGINNING JULY 1, 2004 AND ENDING JUNE 30, 2005 AND CHANGES TO THE BUDGETS FOR THE FISCAL YEAR BEGINNING JULY 1, 2003 AND ENDING JUNE 30, 2004.**

Mayor Montandon opened the Public Hearing.

Mayor Montandon stated the meeting would be a followup meeting based on the Tentative Budget Workshop which had been held March 30, 2004.

City Manager Gregory Rose stated he would like to review with Council the changes which had occurred since the Tentative Budget Workshop. The budget had been developed and based upon the City's priorities which were as follows:

- Planned and Quality Growth
- Redevelopment and Revitalization
- Parks and Recreation
- Community Improvement Projects
- Public Safety Facilities
- Economic Development
- Demand for Services
- Consensus Building

The revenues for all funds totaled \$389,063,800 with the majority of the revenue obtained from intergovernmental revenue. Charges for services would be the second highest revenue sources followed by the consolidated tax and taxes.

Revenues and Other Sources: \$389,063,800

• Intergovernmental Revenue	30.2%
• Charges for Services	26.5%
• Consolidated Tax	9.9%
• Taxes	12. %
• Licenses and Permits	7.7%
• Reserves	6.1%
• Fines, Miscellaneous and Other	5.7%
• Transfers from other Funds	1.9%

The largest percent of the budget had been spent on Public Safety, followed by Public Works and the Utility Fund.

Expenditures by Function: \$389,063,800

• Public Safety	36.8%
• Public Works	19.2%
• Utility Funds	17.4%
• General Government	7.8%
• Culture & Recreation	6.5%
• Judicial	4.3%
• Debt Service and Transfers	3.7%
• Internal Service	2.4%
• Community Support	1.6%
• Contingency	0.3%

City Manager Rose stated the following changes had occurred since the Budget Workshop:

Additions to Revenue:

- Adjustment to Redevelopment Grant Revenue \$500,000
- Adjustment to Community Development Block Grant (CDBG) Revenue \$891,900
- Property Tax Revenue Adjustments due to Rounding \$400
- Redevelopment Tax Rate Adjustment \$25,300

City Manager Rose stated he would like Council to consider allowing the expenditure of \$100,000 to accomplish two goals: identify if a need existed for a teen center within the City and development of a building design. City Manager Rose stated a recent citizen's survey reported a lack of programs for children.

The McCool Park design would redesign the model airplane park. The Bureau of Land Management required the City to adhere to master plan guidelines.

The City of Las Vegas treated the City's wastewater and their fees had recently been raised.

Additions to Expenditures:

- Teen Center Feasibility Study \$100,000
- McCool Park Design \$250,000
- Wastewater Treatment \$300,00
(not in proposed budget numbers)

Reductions in Expenditures:

- Duplication of Police Salaries and Benefits \$914,300 in (Community Oriented Policing Services (COPS) Grant Fund and Public Safety Tax Fund)
- Decrease in Golf Course Capital and Operating Expenses \$264,800
- Proposed 3.0 Full-Time Employee Equivalents (FTE) Reduction in Golf Course
- Decrease in Redevelopment Capital and Operating Budget \$204,000
- Proprietary Funds Budget to Generally Accepted Accounting Principals (GAAP) Adjustment \$16,479,000 - Capital and Principal Expenses not Budgeted per Nevada Revised Statute (NRS)

Reductions in Proprietary Fund Expenditures:

- Water Capital Outlay \$6,653,000
- Water Principal Expense on Debt \$3,351,500
- Sewer Capital Outlay \$5,426,000
- Sewer Principal Expense on Debt \$498,500
- Motor Equipment Capital Outlay \$475,000
- Golf Course Fund Capital Outlay \$75,000

City Manager Rose stated the general fund had experienced minor adjustments since the tentative budget meeting.

General Fund Revenue

- \$139,113,000
 - Consolidated Taxes 27.7%
 - Other Intergovernmental Revenues 22.4%
 - Licenses & Permits 21.6%
 - Charges for Services 11.1%
 - Taxes 10.1%
 - Fines & Forfeitures 3.8%
 - Miscellaneous Revenues 2.7%
 - Transfers from Other Funds 0.6%

General Fund Expenditures by Function

•	\$139,113,000	
•	Public Safety	57.4%
•	General Government	18.3%
•	Public Works	10.5%
•	Culture & Recreation	5.8%
•	Judicial	3.6%
•	Transfers to Other Funds	2.8%
•	Other	1.6%

City Manager Rose recommended changes be made to the golf course fund. Since it was an enterprise fund, the fund should be operated like a business. Currently, a deficit existed since the operating expenditures had been \$685,400 and the revenues were only \$595,000. The proposed budget adjustment would reduce three golf starters and decrease the operating expenses to \$544,600. The employees whose positions would be eliminated would be utilized within different departments throughout the City for a six month period until other positions became available. If those employees were not able to find suitable employment with the City within the six month time frame, they would be required to seek employment elsewhere.

Budget Achievements

- Establishes 18% Fund Balance for General Fund
- Increased Service Delivery Capabilities
- Develops Park Land and Restores Parks
- Provides Funding to Establish a New Court
- Provides Funding for Vehicle Replacement
- Strengthens Self Insurance Fund
- Creates a Municipal Facilities Fund
- No Tax Rate Increase

City Manager Rose recommended adoption of the proposed budget as presented in the amount of \$389,063,800.

Mayor Montandon requested the budget changes for GAAP be made clear to the media. City Manager Rose stated a press release would be issued and a copy of the proposed budget would be available for public review.

Councilwoman Smith thanked Staff for their work to produce the budget. She expressed concern regarding the three golf course employees who would be forced from their positions. City Manager Rose stated the City would work very hard to place the three individuals with jobs in other areas of the City. Council could recommend subsidizing the golf course but City Manager Rose did not recommend subsidizing as an option because the golf course fund was an enterprise fund. Councilwoman Smith stated she would rather the City find jobs for the three individuals rather than be forced to reduce the work force. Mayor Pro Tempore Robinson agreed with Councilwoman Smith with regard to reducing the City's work force. He complimented Staff for their efforts to produce a comprehensible budget.

Mayor Montandon closed the Public Hearing.

2. ADOPT THE SUBJECT BUDGETS EITHER AS PRESENTED OR WITH MODIFICATION, FOR FISCAL YEARS 2004 - 2005 AND THE AMENDED BUDGET FOR FISCAL YEAR 2003 - 2004.

ACTION: FISCAL YEARS 2004-2005 BUDGET ADOPTED

MOTION: Mayor Montandon

SECOND: Mayor Pro Tempore Robinson

AYES: Mayor Montandon, Mayor Pro Tempore Robinson, Councilman Smith and Buck

NAYS: None

ABSTAIN: None

ACTION: FISCAL YEARS 2004-2005 AMENDED BUDGET ADOPTED

MOTION: Mayor Montandon

SECOND: Mayor Pro Tempore Robinson

AYES: Mayor Montandon, Mayor Pro Tempore Robinson, Councilman Smith and Buck

NAYS: None

ABSTAIN: None

CITY OF NORTH LAS VEGAS REDEVELOPMENT AGENCY BUDGET

Mayor Montandon opened the Public Hearing.

Mayor Montandon closed the Public Hearing.

ACTION: FISCAL YEAR 2004-2005 BUDGET FOR THE CITY OF NORTH LAS VEGAS REDEVELOPMENT AGENCY ADOPTED

MOTION: Mayor Pro Tempore Robinson

SECOND: Mayor Montandon

AYES: Mayor Montandon, Mayor Pro Tempore Robinson, Councilman Smith and Buck

NAYS: None

ABSTAIN: None

NORTH LAS VEGAS LIBRARY DISTRICT BUDGET

Mayor Montandon opened the Public Hearing.

Mayor Montandon closed the Public Hearing.

ACTION: FISCAL YEAR 2004-2005 BUDGET FOR THE CITY OF NORTH LAS VEGAS LIBRARY DISTRICT ADOPTED

MOTION: Mayor Pro Tempore Robinson

SECOND: Mayor Montandon

AYES: Mayor Montandon, Mayor Pro Tempore Robinson, Councilman Smith and Buck

NAYS: None

ABSTAIN: None

PUBLIC FORUM

There were no participants.

ADJOURNMENT

ACTION: THE MEETING ADJOURNED AT 4:50 P.M.

MOTION: Mayor Pro Tempore Robinson
SECOND: Mayor Montandon
AYES: Mayor Montandon, Mayor Pro Tempore Robinson, Councilman Smith and
Buck
NAYS: None
ABSTAIN: None

APPROVED: July 21, 2004

/s/ Michael L. Montandon
Mayor Michael L. Montandon

Attest:

/s/ Karen L. Storms
Karen L. Storms, CMC
City Clerk