

**MINUTES OF A SPECIAL MEETING OF CLINTON CITY COUNCIL, CLINTON PUBLIC WORKS AUTHORITY, CLINTON HOSPITAL AUTHORITY, CLINTON SOLID WASTE AUTHORITY, CLINTON RECREATIONAL AUTHORITY, CLINTON AIRPORT AUTHORITY AND CLINTON INDUSTRIAL AUTHORITY**

**WEDNESDAY, MAY 19, 2010**

Minutes of a special meeting of the Mayor/ Chairman and Council/Trustees of the City of Clinton, Oklahoma, Custer County, held at the Frisco Center on Wednesday, May 19, 2010, 8:30 A.M. A notice of this meeting with agenda was posted on the bulletin board in the lobby of the Clinton City Hall on May14, 2010.

Mayor/Chairman Allen Bryson called the meeting to order with the following present:

**Trustee/ Council:** Terry Wheeler, Bob Marcy, Steve Jones, John Jordan

**City Manager:** Grayson Bottom

**City Clerk:** Lisa Anders

**News Media:** Gerald Green and Mike Smith

**Others:** Arnold Adams, Gene McCullough, D'Lese Travis, David Crabtree, Jordan Parman, Debra Blanchard, Wade Anders, and Rhonda Williams.

**2. REVIEW OF 2010-2011 FISCAL YEAR BUDGET**

City Manager Grayson Bottom reviewed the revisions from the last meeting. He said alternatives are being sought for the replacement of the roof at City Hall and he would have information available soon.

City Treasurer Debra Blanchard said she had calculated the projected totals for revenues and expenditures for June 30, 2010.

City Manager Grayson Bottom reviewed the benefit package reductions. He explained that the budget had included a 12 % rate increase for health insurance but the quote from Blue Cross Blue Shield had a 25% rate increase. BCBS submitted a quote for a \$1500 deductible that had a 18% increase. He explained that 65% of the employees did not meet the current \$1000 deductible. He said quotes from new providers are being sought. He described a self-insurance for the first \$500 of health insurance deductible and is looking into an expanded cafeteria plan. He said the dental insurance and life insurance policies had modest increases.

City Manager Bottom said the budget will reflect an 18% rate increase for health insurance but the product purchased could look different from the current program.

City Treasurer Debra Blanchard review changes to the General Fund as recommended from the first budget work session. She explained that the Public Works Authority budget shows the \$200,000 Management Fee being transferred to the General Fund. She said this fee is being assessed to the Water line item.

City Manager Bottom explained the change in retirement contributions. He explained that

last year the required city contribution had been increased and the quote for this year was higher. He said the OMRF funding is currently 114% but OMRF is looking for 30% coverage and that was the reason for the increase. He explained that the City has a one-time opportunity to make the same contribution for the 2010-2011 year and then re-evaluate next year. He explained there are other options to be considered after this one year.

City Treasurer Debra Blanchard explained that the Contingency Fund has funding for capital projects that are approved for this year such as the roof at City Hall and the truck for the Fire Department in cooperation with the county.

City Manager Grayson Bottom presented that proposed rates for the Frisco Center. He said the Director D'lese Travis had compared rates to facilities that are comparable to the Frisco Center.

City Manager Grayson Bottom reported that he is very pleased with the Hospital Authority Trust. He said the investment is safe and sound. He said the yields would decrease since various investment products would be maturing within the fund and would be going back in with a lower rate.

Mayor Bryson reviewed the personnel budget options. He discussed furlough days, reduction in longevity and elimination of dental insurance. He said with the revisions implemented the carry over would be \$1,473,000 with a \$200,000 contingency. He said with this rate he would be comfortable with retaining the dental insurance. He recommended continue with longevity reduction unless changes occur subject to review.

City Manager Grayson Bottom pointed out that the contingency items have been budgeted in a manner such that if furlough days were reduced, the budget would not have to be amended. He said this would allow flexibility in the budget.

City Manager Bottom reported that staff had held a 7 1/2 hour meeting with Severn Trent and Ryan Meacham regarding the leasing of the water/wastewater treatment plants. He said the information could be presented to the Council at the first meeting in June with the pending contract to go into effect July 1, 2010. He said this would give the month of June as a transition period.

### **3. ADJOURN**

Motion was made by Councilman Marcy and seconded by Councilman Wheeler to adjourn the meeting.

Mayor Bryson put the motion to a roll call vote:

Aye: Marcy, Wheeler, Jordan, Jones, Bryson

Nay: None

Mayor declared the meeting adjourned at 9:30 a.m.