

**MINUTES
CITY OF ISANTI CITY COUNCIL
BUDGET WORK SESSION
AUGUST 3, 2011
ISANTI CITY HALL**

Mayor Pro-tem Lorinser called the meeting to order at 5:45 p.m.

Members Present: Councilors Jim Kennedy, Sue Larson, and Ross Lorinser

Members Absent: Mayor Wimmer and Councilor Steve Lundeen,

Staff Present: City Administrator Don Lorsung, Assistant City Administrator/City Clerk Irene Bauer, Finance Director Kristi Smith, Economic Development Director Sean Sullivan, Human Resources/Deputy City Clerk Karissa Henning, and City Engineer Brad DeWolf

1. General Fund Budget Updates

Finance Director Smith reviewed the 2012 Budget Updates. Smith noted that the 2012 budget included updates to rug and uniform costs. Smith stated that Planning/Zoning Training has increased \$180 for training, and this training would decrease the land use claim deductible if completed. Smith stated that based on the passage on the Minnesota Budget Bills that an update on the Market Value Homestead Credit (MVHC) will be brought back to City Council after further research.

2. Review 2012 Budgets

Smith reviewed the EDA budget and the enterprise fund budgets: Water, Sewer and Liquor. Smith added that within each of the enterprise funds new lines were added to allow for the segregation of administrative wages and benefits. Smith noted that bank charges have been segregated from sales for the Liquor Fund and that previously those were netted. Smith stated that the Liquor Store Committee reviews sales on a monthly basis.

Lorinser confirmed with Smith that the Liquor Store transfer to the general fund is to be \$150,000. Lorinser asked about the expectations for the levy and confirmed by Smith the proposed budget provides for a 3% levy reduction. Lorinser asked if the entire budget was reduced at 3%, Smith stated it was attempted at 0%. Lorinser asked for confirmation that overall expenditures are down a little under \$100,000 and Smith confirmed this.

3. Determination on Tuesday, August 16, 2011 Work Session

There was consensus of the Council that another budget work session is not necessary.

Adjournment

Motion by Larson, second by Kennedy to adjourn. Motion carried unanimously.

Meeting adjourned at 5:55 p.m.

Respectfully Submitted,

Karissa Henning
Human Resources/ Deputy City Clerk