

**TOWN OF PAYSON
TOWN COUNCIL MEETING
MINUTES OF THE SPECIAL MEETING
July 7, 2009**

CALL TO ORDER: Mayor Evans called the special meeting to order in the Town Council Chambers at approximately 5:00 p.m.

PLEDGE OF ALLEGIANCE

PRESENT: Mayor Kenny Evans, Vice-Mayor Mike Vogel, Council Member Ed Blair, Council Member John Wilson, Council Member Michael Hughes, Council Member Richard Croy, and Council Member Su Connell.

STAFF PRESENT: Debra Galbraith - Town Manager, Sam Streichman - Town Attorney, Silvia Smith - Town Clerk, LaRon Garrett - Public Works Director/Town Engineer, Don Engler - Police Chief, Terry Morris - Library Director, and Cameron Davis - Parks, Recreation, Tourism Director.

OTHERS PRESENT: Gaye Stidham - Deputy Town Clerk, Tomi Huddlestun - HR Analyst I, Hope Cribb - Budget Analyst, Diane Stoyer - Legal Office Manager, Ray LaHaye - Chief Building Official, and Jimmie Rasmussen - Fire Captain.

PURPOSE OF MEETING

- A. This was a Public Hearing. Council Decision Request filed by Debra A. Galbraith, Town Manager, to adopt the Tentative Budget for the Fiscal Year 2009-2010 for \$57,227,192.

Mayor Evans opened the public hearing. John Wakeland, Humane Society of Central Arizona board member read a statement concerning the Humane Society. He said the Humane Society, Payson, Star Valley and working together to care for the animals in our community. Sylvia Freeman had also submitted a speaker's request form but declined to speak.

Hope Cribb, Budget Analyst, gave a presentation reviewing the tentative budget. Mayor Evans explained the budget process since early spring. Manager Galbraith said the draft tentative budget is presented to be considered by the public and the Council. Within the next 30 days, some changes can be made but no final numbers could be raised between now and the final budget. They had the ability to reduce the budget between now and then however.

Manager Galbraith noted that the changes since the Council had last considered the tentative budget were: repayment of vehicle loan to water fund to be picked up next year, a loan from the Water Fund to the general fund (only be used if necessary), an increase in funding animal control, an increase in property tax revenue and an ending balance in the General Fund of \$647,009.

Council Member Blair said he wanted the Mud Springs Phase 2 project and Bonita Steet right-of-way purchases out of the budget. LaRon Garrett, Public Works

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Director, explained that the Mud Springs project is to finish design plans for the intersection and is on the list with CAAG for stimulous money because it is shovel ready.

Council Member Wilson noted that our budget meets the statuatory requirements. There is also a spending plan.

Motion: to Approve a Council Decision Request filed by Debra A. Galbraith, Town Manager, to adopt the Tentative Budget for the Fiscal Year 2009-2010 for \$57,227,192.

Moved by Council Member John Wilson, seconded by Council Member Su Connell.

Council Member Blair noted that he would be voting for approval of the budget but was not happy with the Mud Springs Road Phase 2 project because it was so controversial.

Vote: Motion carried 7 - 0

Yes: Mayor Kenny Evans, Vice-Mayor Mike Vogel, Council Member Ed Blair, Council Member John Wilson, Council Member Michael Hughes, Council Member Richard Croy, and Council Member Su Connell.

Mayor Evans said he received two calls when he was on the radio today concerning the safety of Bonita Street. He realized this was an incredibly difficult engineering problem.

Dave Engleman asked Manager Galbraith to explain the process of FAA grants. Ms. Galbraith explained that although FAA airport grants have not been received, they must appear in the budget so any grant could be received and spent if awarded.

Mayor Evans responded to a question from the audience explaining that the debt showing within the current tentative budget was for Rumsey Park ball field lights, Green Valley Park, and lease purchases for public safety.

Adjourned at 5:42 pm

APPROVED:

_____ Date: _____

Kenny J. Evans, Mayor

ATTEST:

Silvia Smith, Town Clerk

Certification

I hereby certify that the foregoing minutes are a true and correct copy of the minutes of the special meeting of the Town Council of the Town of Payson held on this day the 7 of July, 2009. I further certify that the meeting was duly called and held and that a quorum was present.

DATED this ____ day of _____, 2009.

Gaye Stidham, Deputy Town Clerk

REVISED according to Associated Press (AP) Style, which all newspapers follow.

Humane Society of Central Arizona

812 S. McLane Road

Payson, Arizona 85541

Monday, July 6, 2009

PRESS RELEASE as opinion piece or letter to the editor

For immediate release. For additional information, contact (name), (phone number).

Working Together

The Humane Society of Central Arizona, the Town of Payson, the Town of Star Valley and Gila County are working hand in hand to care for the animals in our community.

These times are especially difficult for all of us, but together we are working toward solutions for impounding strays and abandoned animals, reuniting animals and owners, and keeping and improving the programs the shelter offers. The towns, the county and the humane society have a shared responsibility to the community that we all take very seriously – caring for our animals.

We have a mutual respect for each governing body and the people within them who are working so diligently to help us at the humane society. We understand that we all need to look hard at our budgets and that there will be give and take. This is all OK, and it is a good thing to do. It is, in fact, what a great community does – we band together and we figure out what we can do, we share what we can, and we help each other.

After a slow start with the Town of Payson contract negotiations, we are now working fervently towards a fair contract for both parties. We meet regularly and we are all happy with our progress.

The town officials we are working with are a group of people who love animals and who support the humane society 100 percent. We thank them for the help they have given us and for the efforts they are making to finalize the impound contract.

We would also like to thank you, the community, who over the years have given us your unwavering support – especially those of you who have given your time, money and energy to promote and support the shelter. We are seeing now, more than ever, how much you care.

We appreciate you all. We could not do it without you. Thank you from the bottom of our hearts.

We at the Humane Society of Central Arizona are proud to have served this very special community. It is a privilege to do so and we are looking forward to continuing that service. Times are tough, but by working together we can make it happen!

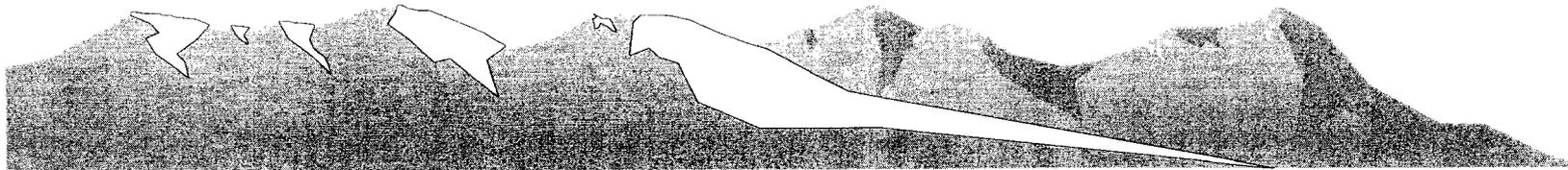
Board of Directors

Humane Society of Central Arizona

We look forward to continue to
work out the details.
Thank you!

2009/2010 Tentative Budget

July 7, 2009



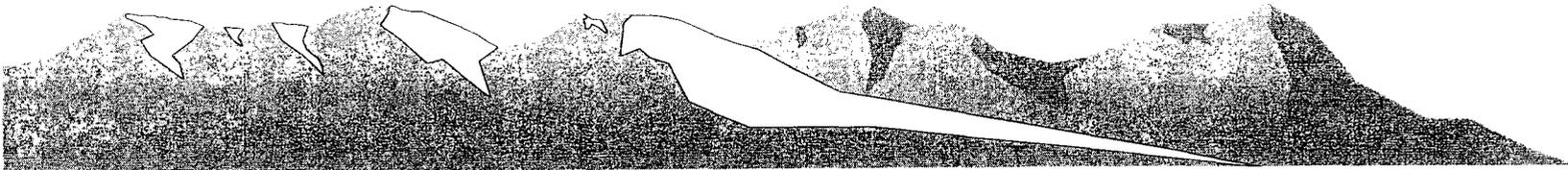
2009/2010 Budget Presentation

- ◆ **July 7, 2009 (Special Council Meeting)**
- ◆ Adopt Tentative Budget

- ◆ **July 14 & 21, 2009**
- ◆ Publish budget in the newspapers

- ◆ **July 23, 2009 (Regular Council Meeting)**
- ◆ Public Hearing & adoption of Final Budget

- ◆ **August 6, 2009 (Special Council Meeting)**
- ◆ Adopt Property Tax Levy



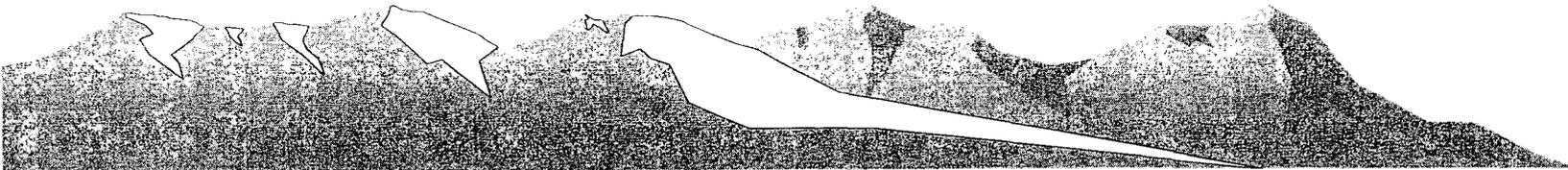
Changes since last Work Study

Removed repayment of vehicle loan to the
Water Fund \$35,000

Moved Public Works Director's salary to
Water Enterprise Fund \$138,000

\$1,000,000 loan from the Water Enterprise
Fund to General Fund

Increase in VLT taxes based on League
estimate \$50,000

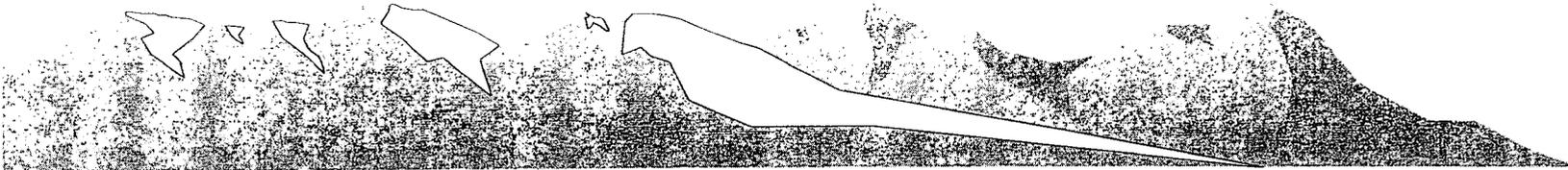


Changes-Continued

Increased funding for Animal Control to
\$88,800 from \$35,000--\$53,800

Increase in Property Tax Revenue \$68,300

Ending Fund Balance in the General Fund
\$647,009



2009/2010 Budget – ALL FUNDS

SOURCES

Beginning Balance	\$ 14,948,901
Revenues	\$ 22,523,300
Grants	\$ 21,027,400
Transfers In	\$ 2,783,881
Loans In	\$ 3,225,000
Other Source	\$ 980,800
Total Sources	\$ 67,209,482

USES

Operations	\$ 26,144,711
Transfers Out	\$ 2,783,881
Capital Improvements	\$ 25,570,800
Loans Out	\$ 1,100,000
Debt Repayment	\$ 1,627,800
Total Uses	\$ 57,227,192

ENDING BALANCE \$ 9,982,290



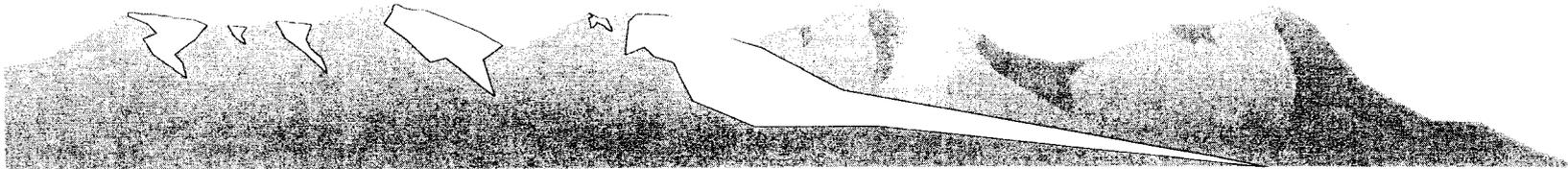
2009/10 Budget Sources and Uses By Fund Group

	General Fund	Restricted Operations	Restricted Capital	Debt Service	Water	Total All Funds
SOURCES OF FUNDS						
Beginning Balance	\$886,200	\$2,045,500	\$1,962,701	\$1,575,600	\$8,478,900	\$14,948,901
Revenues	\$12,384,300	\$5,039,600	\$152,700	\$907,400	\$4,039,300	\$22,523,300
Grants	\$404,300	\$1,767,900	\$6,470,200	\$0	\$12,385,000	\$21,027,400
Transfer In	\$5,000	\$662,230	\$136,600	\$480,051	\$1,500,000	\$2,783,881
Debt Service	\$0	\$0	\$3,225,000	\$0	\$0	\$3,225,000
Loans In	\$1,000,000	\$0	\$100,000	\$0	\$0	\$1,100,000
Other Sources	\$0	\$260,200	\$0	\$360,000	\$980,800	\$1,601,000
TOTAL SOURCES	\$14,679,800	\$9,775,430	\$12,047,201	\$3,323,051	\$27,384,000	\$67,209,482
USES						
Operations	\$13,248,661	\$6,403,300	\$1,475,000	\$0	\$5,017,750	\$26,144,711
Capital Improvements	\$43,000	\$1,591,000	\$10,079,300	\$0	\$13,857,500	\$25,570,800
Loans Out	\$0	\$0	\$0	\$0	\$1,100,000	\$1,100,000
Debt Repayment	\$0	\$0	\$0	\$1,627,800	\$0	\$1,627,800
Transfer Out	\$741,130	\$141,200	\$96,551	\$0	\$1,805,000	\$2,783,881
TOTAL USES	\$14,032,791	\$8,135,500	\$11,650,851	\$1,627,800	\$21,780,250	\$57,227,192

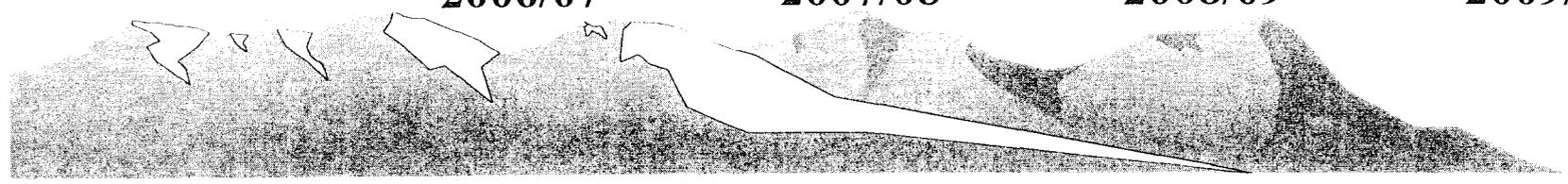
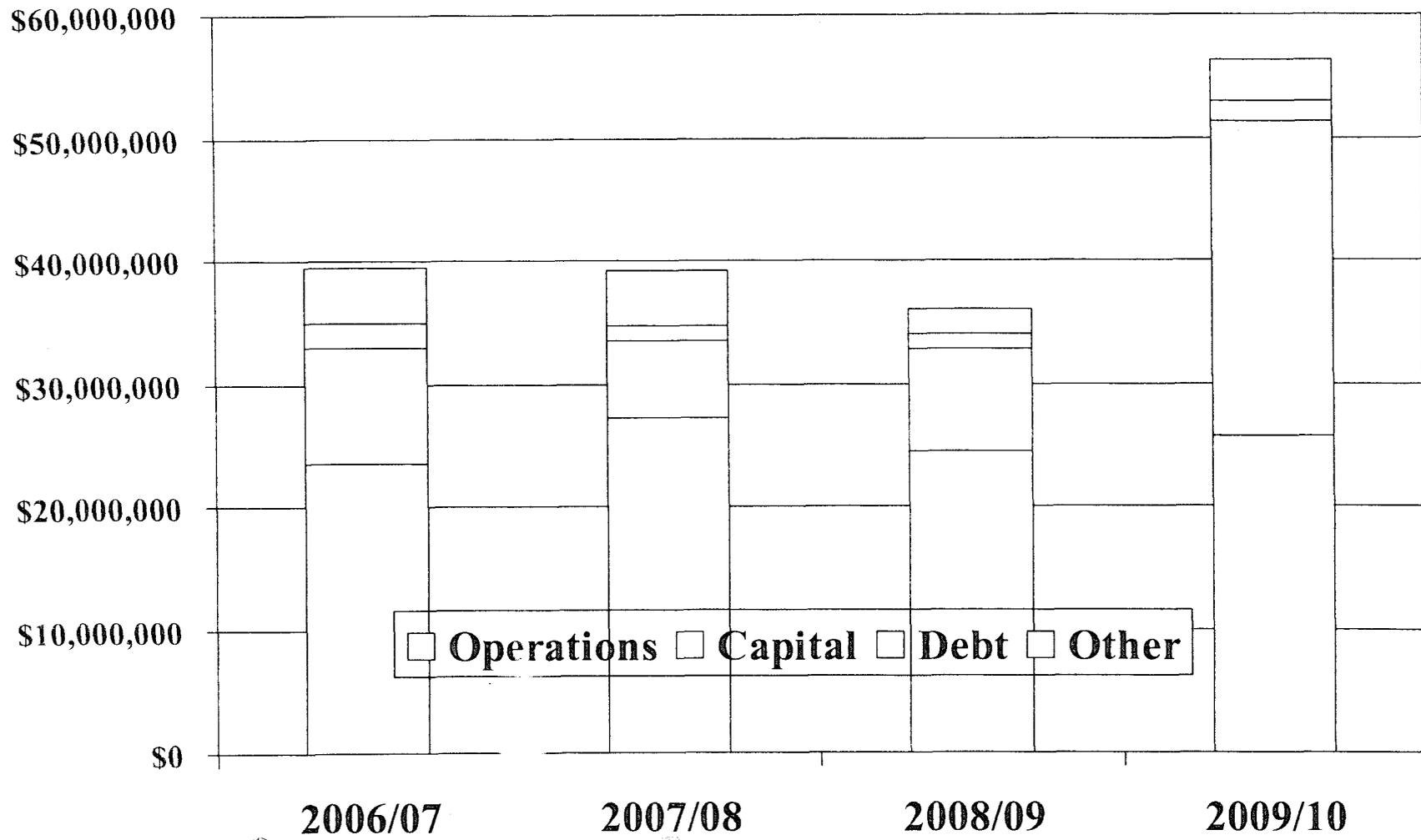
2009/10 Budget vs. Prior Year Budgets

Town of Payson, Arizona
Original Adopted Budgets 2006/07 to 2009/10 Proposed

Budget Category	2006/07	2007/08	2008/09	2009/10	2009/010 vs. 2008/09	
					\$ Increase/ (Decrease)	% Increase/ (Decrease)
SOURCES						
Beginning Balance	\$8,687,757	\$9,140,275	\$13,658,375	\$14,948,901	\$1,290,526	9.45%
Revenues	\$24,063,461	\$29,470,980	\$28,856,000	\$49,559,581	\$20,703,581	71.75%
Other	\$8,247,542	\$4,516,140	\$2,021,500	\$2,701,000	\$679,500	33.61%
Total Sources	\$40,998,760	\$43,127,395	\$44,535,875	\$67,209,482	\$22,673,607	50.91%
USES						
Operations	\$23,476,495	\$27,222,961	\$24,488,621	\$26,144,711	\$1,656,090	6.76%
Cap. Improvements	\$9,514,138	\$6,186,440	\$8,328,300	\$25,570,800	\$17,242,500	207.04%
Debt Repayment	\$1,969,284	\$1,293,650	\$1,255,400	\$1,627,800	\$372,400	29.66%
Other	\$4,435,392	\$516,140	\$2,021,500	\$3,883,881	\$1,862,381	92.13%
Total Uses	\$39,395,309	\$219,191	\$36,093,821	\$57,227,192	\$21,133,371	58.55%
ENDING BALANCE	\$1,603,451	\$908,204	\$8,442,054	\$9,982,290	\$1,540,236	18.24%



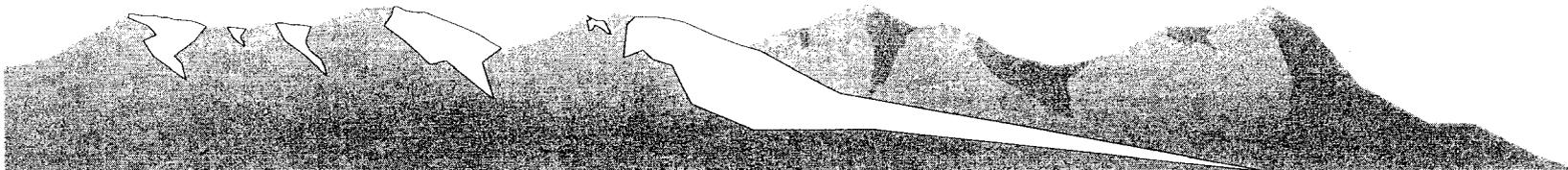
2009/10 Budget vs. Prior Year Adopted Budgets



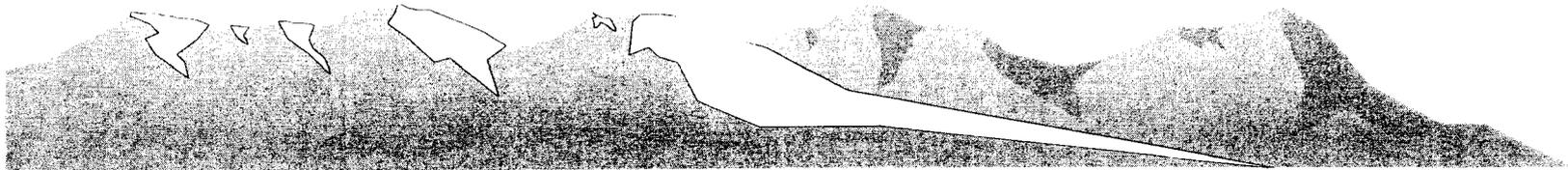
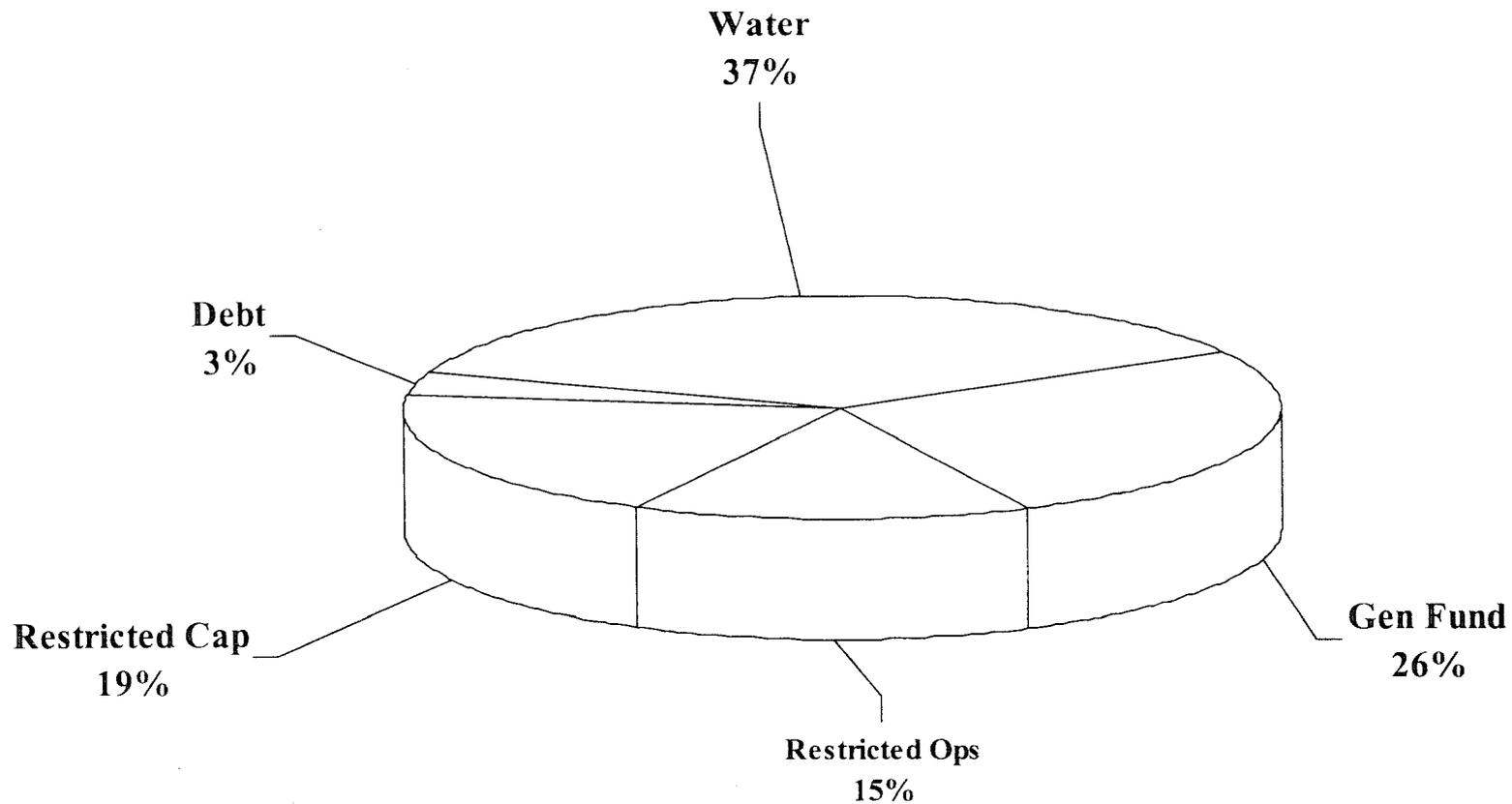
REVENUES

- Estimated revenues:
 - General Fund \$13,793,600
 - HURF 1,918,000
 - Other Special Revenues 5,811,930
 - Capital Project Funds 10,084,500
 - Debt Service Funds 1,747,451
 - Water Enterprise 18,905,100

Total Revenues \$52,260,581



2009/10 Revenues: \$52,260,581



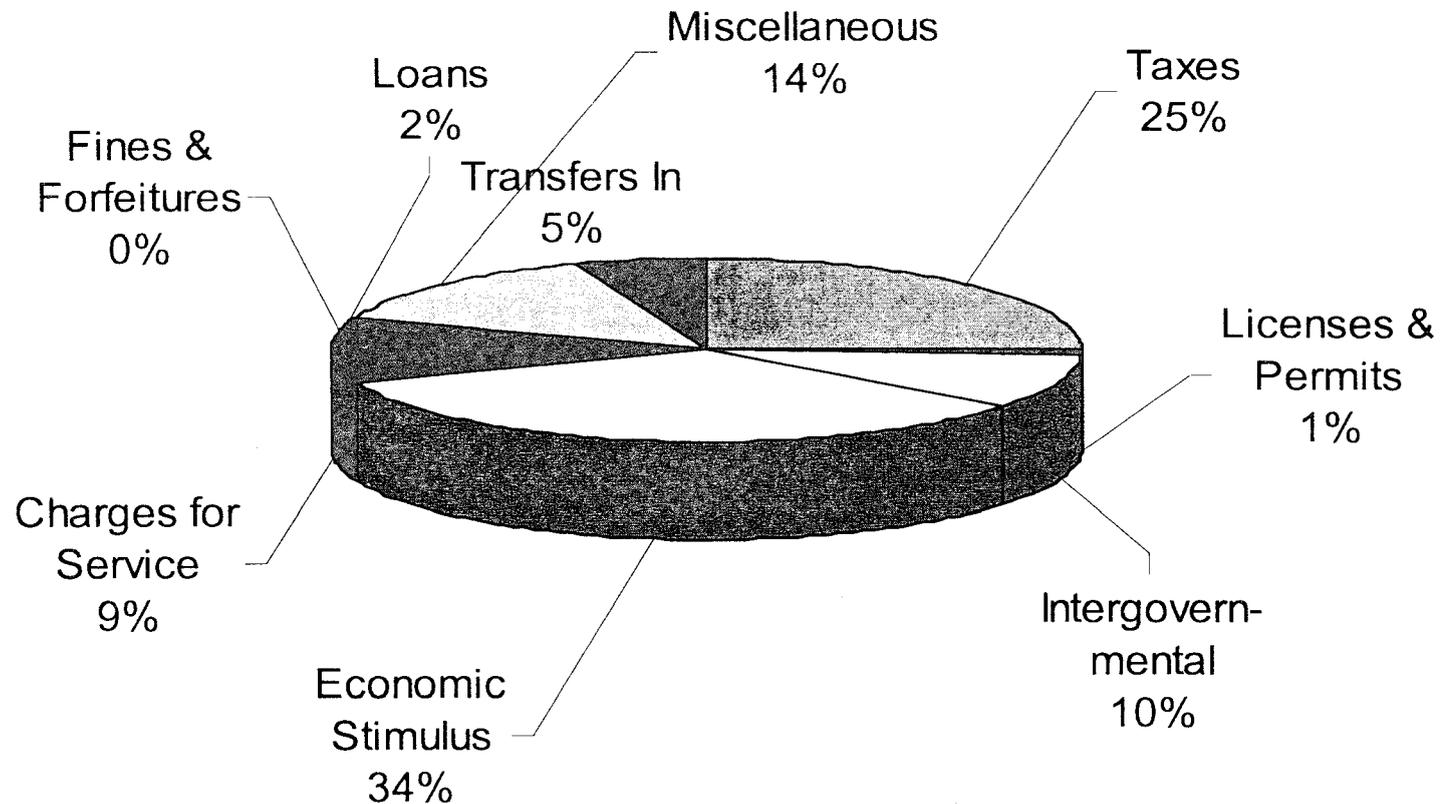
Sources of Revenue

Type	2009/10 Proposed	2008/09 Budget	2008/09 Revised
Taxes	12,740,900	14,549,300	13,465,200
Licenses & Permits	526,100	697,600	616,500
Intergovernmental	4,963,101	3,671,100	1,984,550
Economic Stimulus	17,185,000	-	-
Charges for Service	4,688,100	5,241,800	4,543,600
Fines & Forfeitures	216,000	220,000	186,000
Loans from Water	1,100,000	-	-
Miscellaneous	7,076,700	3,825,500	2,752,600
Transfers In	2,783,881	2,021,500	423,600
Total Revenue	51,279,782	30,226,800	23,972,050

Does not include Depreciation

Sources of Revenue Chart

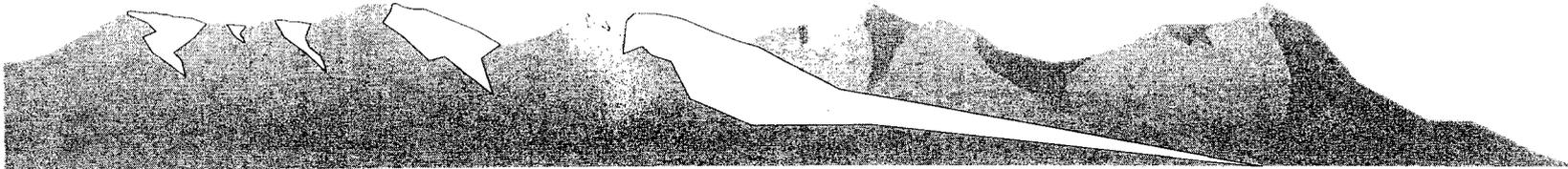
2009/10 Revenue by Type - All Funds



- Taxes
- Licenses & Permits
- Intergovernmental
- Economic Stimulus
- Charges for Service
- Fines & Forfeitures
- Loans from Water
- Miscellaneous
- Transfers In

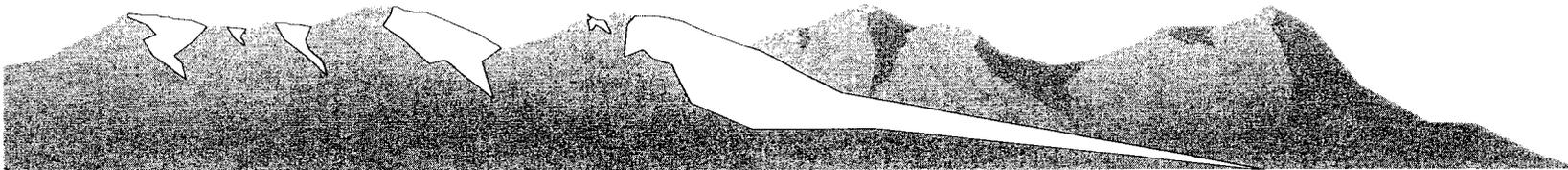
2009/2010 Grant Detail (1)

- Grants
 - Economic Stimulus - \$17,185,000
 - \$450,000 Fire Station #11 Remodel
 - \$250,000 Additional CDBG Funding
 - \$300,000 Housing Grants
 - \$3,800,000 Joint Fire Station Construction
 - \$1,800,000 Tomb Apache/Town Reclamation Project
 - \$10,585,000 C.C. Cragin Pipeline Project

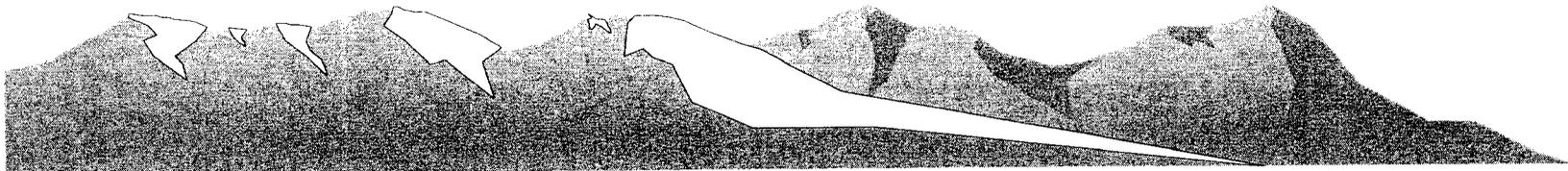
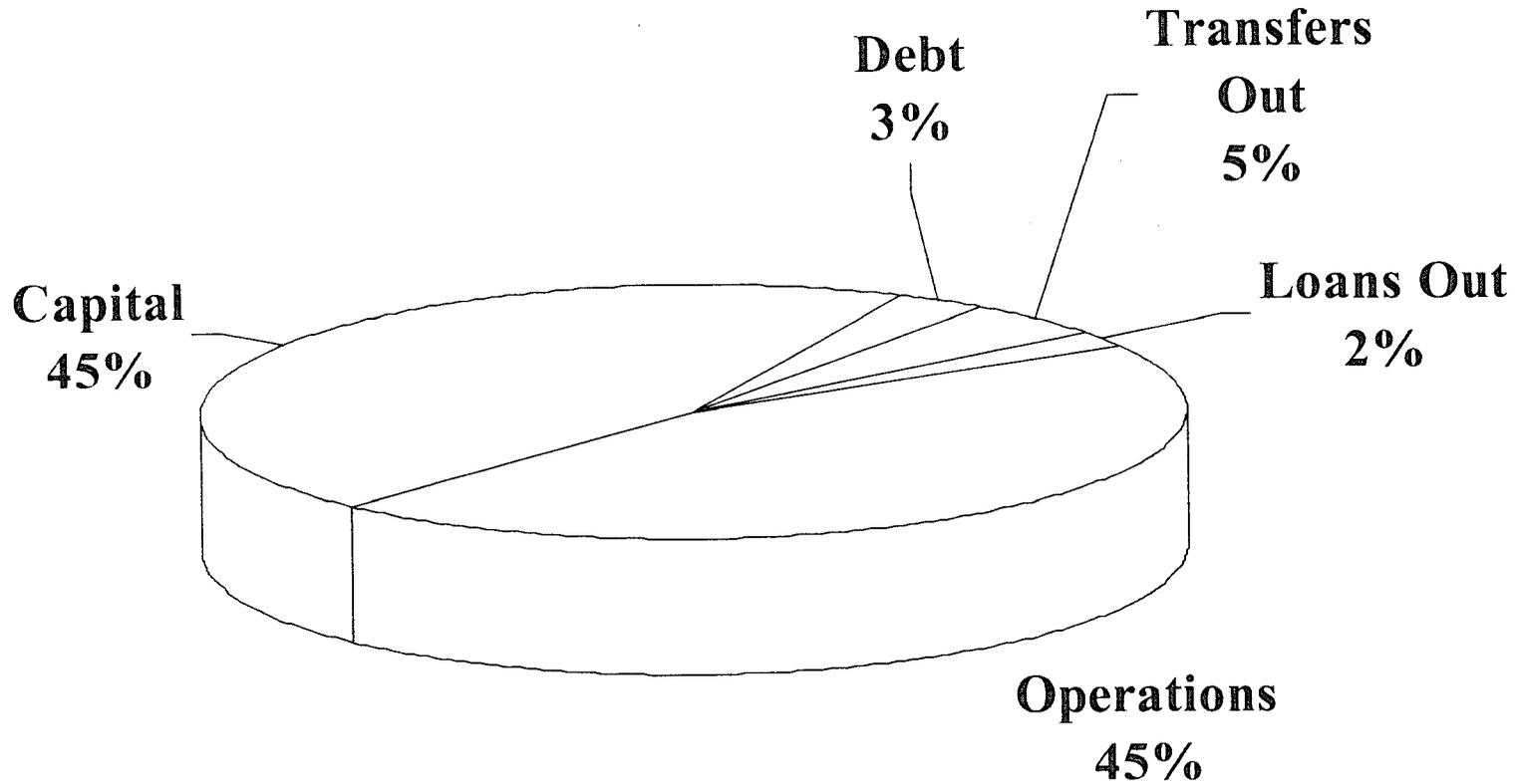


2009/2010 Grants Detail (2)

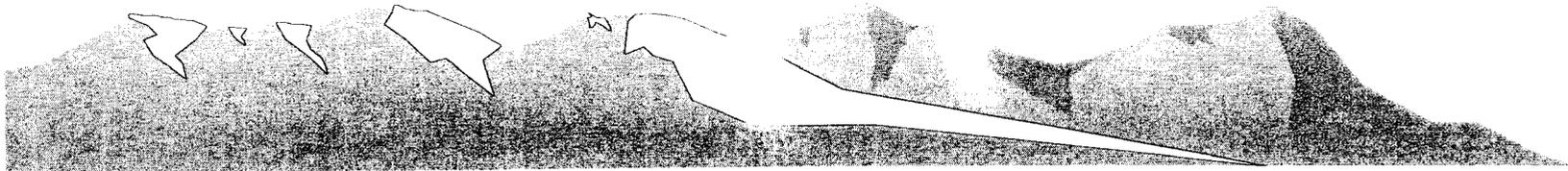
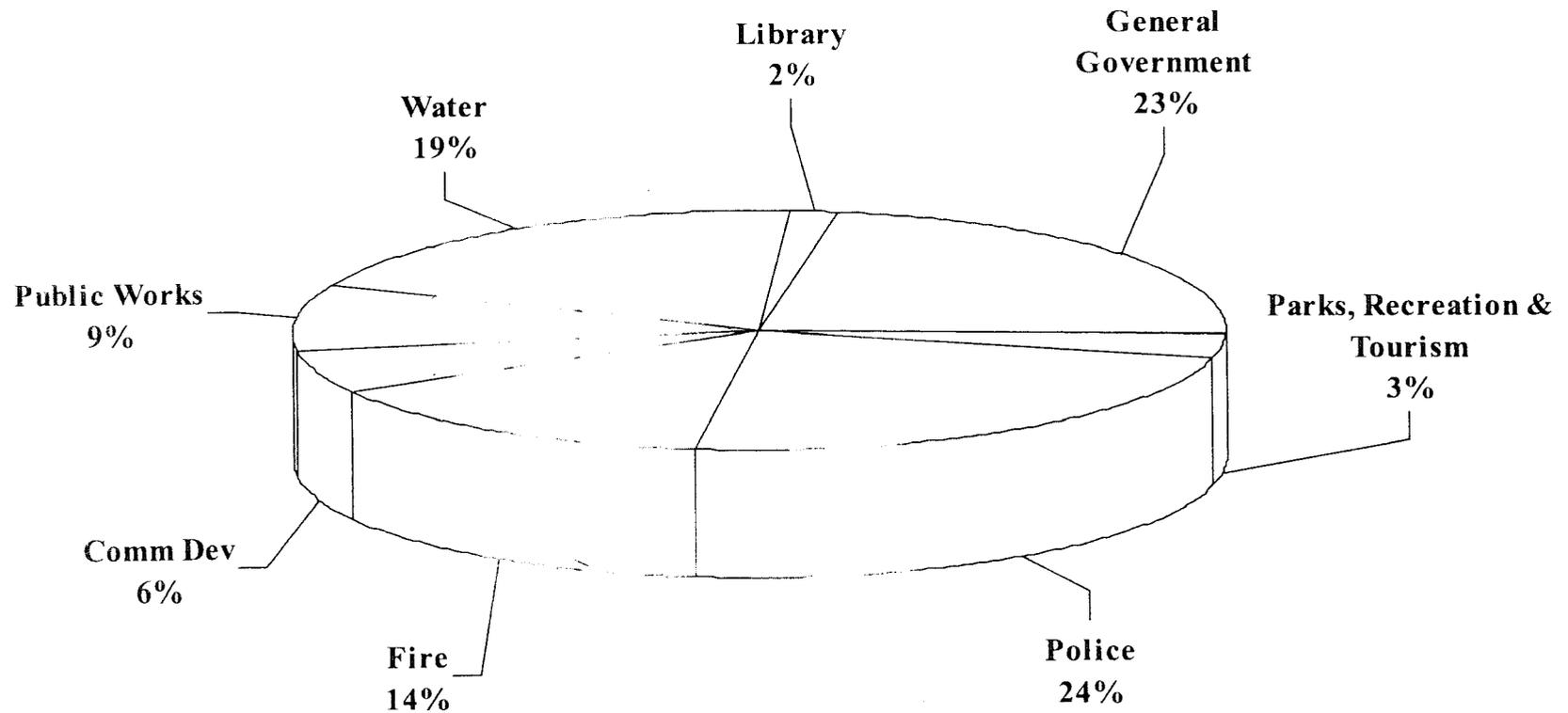
- Public Works - \$1,060,300
 - Streets
 - Airport
- Community Development - \$925,000
 - CDBG & Main Street
- Fire Services - \$1,167,700
 - SAFER grant
 - Equipment
- Law Enforcement – \$689,400
 - Various overtime reimbursement grants
 - COPs grant
 - Equipment



2009/10 Expenditures: \$57,227,192



2009/10 Operations: \$26,144,711

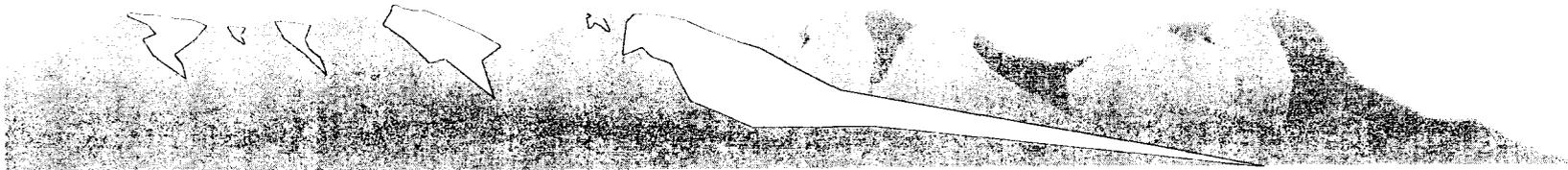
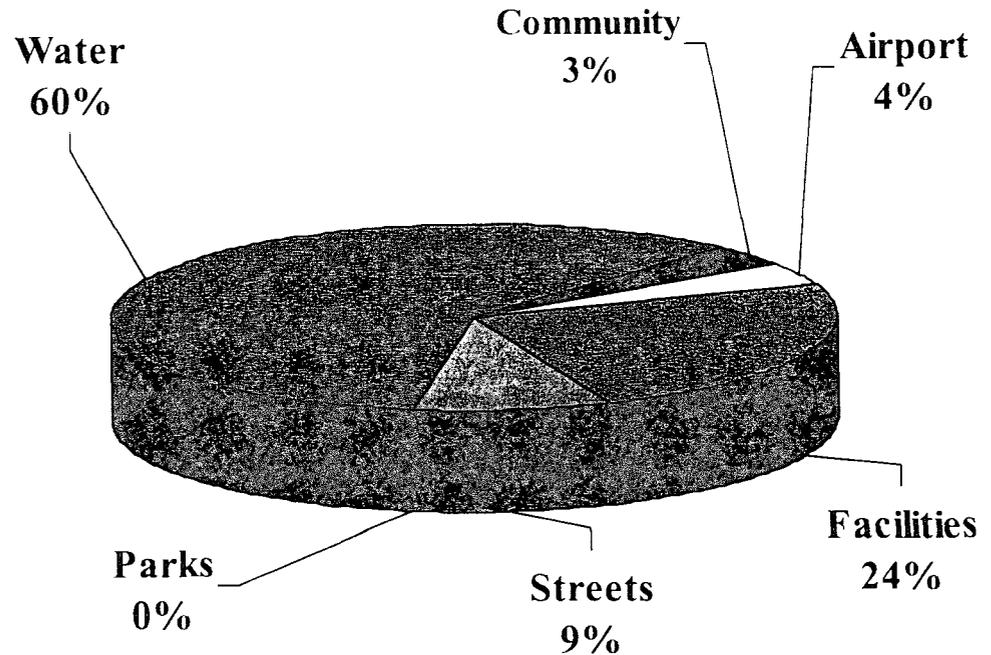


2009/2010 Expenditures by Function

FUNCTION	PROPOSED BUDGET
Council	\$135,800
Clerk/Elections/IT	\$885,600
Manager/HR	\$262,500
Central Services/Ins	\$3,431,800
Financial Services	\$507,000
Tourism, Economic Vitality	\$292,600
Attorney	\$504,900
Magistrate Court	\$234,000
Police	\$6,153,861
Fire	\$3,787,200
Community Development	\$1,552,200
Public Works	\$2,352,100
Parks & Recreation	\$546,900
Library	\$462,500
Water	\$5,035,750
Capital	\$25,570,800
Debt Service	\$1,627,800
Transfers Out/Loans Out	\$3,883,881
TOTAL	\$57,227,192

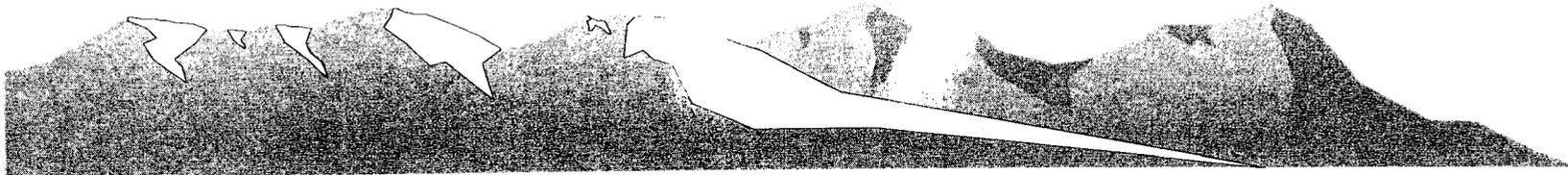
2009/10 Capital Improvements

Streets/Drainage	\$ 2,280,000
Water	\$15,169,200
Community	\$ 882,600
Parks	\$ 0
Airport	\$ 1,021,000
Facilities	\$ 6,218,000
<hr/>	
Total CIP	\$ 25,570,800



Capital Projects - Street/Drainage Improvements

Project	2009/010Budget	Estimated Total Cost
Mud Springs Rd Phase 2	\$5,000	\$900,000
Wade Lane Sidewalk	\$50,000	\$50,000
Airport Rd Traffic Control	\$390,000	\$390,000
Bonita St Phase 2 & 3	\$10,000	\$1,200,000
Cedar Lane ID	\$200,000	\$200,000
Ranch del Tonto ID	\$1,500,000	\$1,500,000
Pavement Preservation	\$125,000	Ongoing
Total	\$2,280,000	-

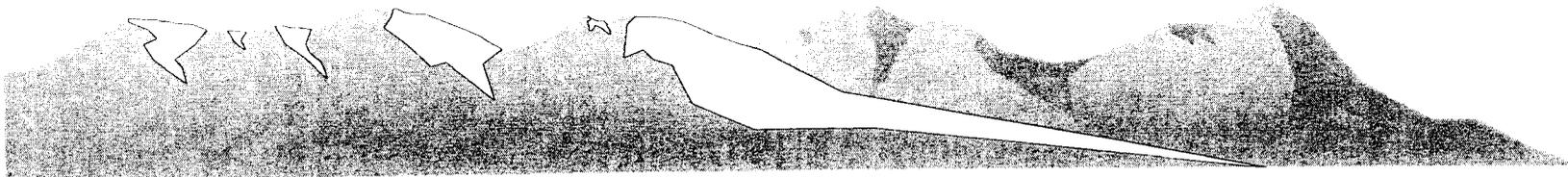


Capital Projects -Water Improvements

Project	2009/2010 Budget	Total Estimated Cost
Reserve Well Development	\$120,000	Ongoing
Environmental Projects	\$1,216,700	Ongoing
C.C. Cragin Water Line	\$10,660,000	\$10,660,000
Tonto Apache Tribe Reclamation	\$1,800,000	\$1,800,000
Equipment	\$287,500	\$287,500
Water Lines	\$150,000	Ongoing
Radon Removal Study	\$30,000	\$30,000
Building Improvements	\$40,000	\$40,000
Event Center Booster	\$150,000	\$150,000
Boat Launch	\$10,000	\$10,000
Draught Management Plan	\$5,000	\$5,000
McKamey Waterline	\$200,000	\$200,000
Green Valley Lakes Shorelin	\$500,000	\$500,000
Total	\$15,169,200	-

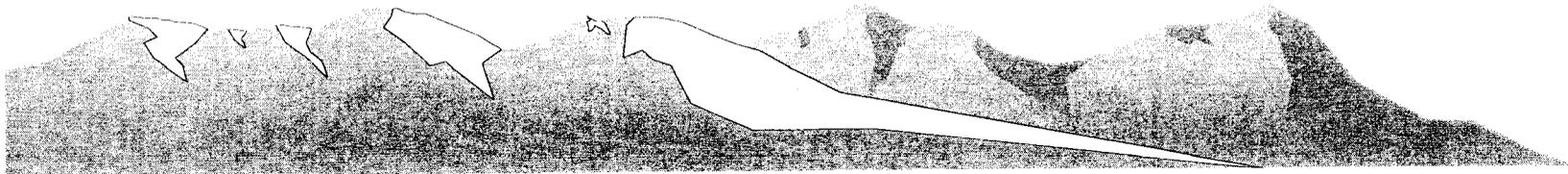
Capital Projects - Community Improvements

Projects	2009/2010 Budget	Total Estimated Cost
Housing	\$300,000	On-going
Main Street Improvements (Grants)	\$332,600	\$332,600
CDBG (Grants)	\$250,000	On-going
Total	\$882,600	-



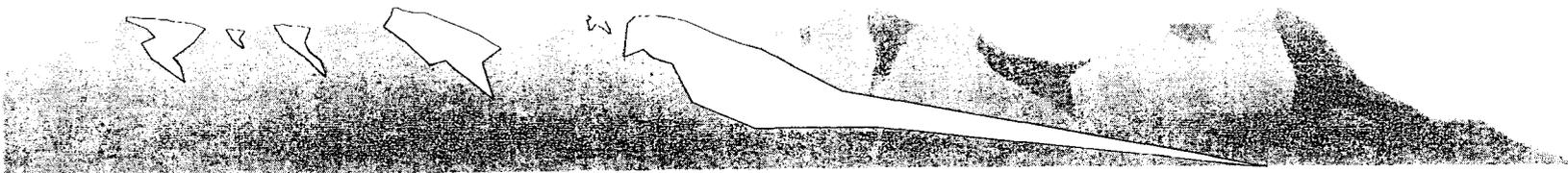
Capital Projects - Airport Improvements

Project	2009/10 Budget	Estimated Total Cost
Land Purchase	\$620,000	\$620,000
Environmental Assessment	\$401,000	\$401,000
Total	\$1,021,000	\$1,021,000

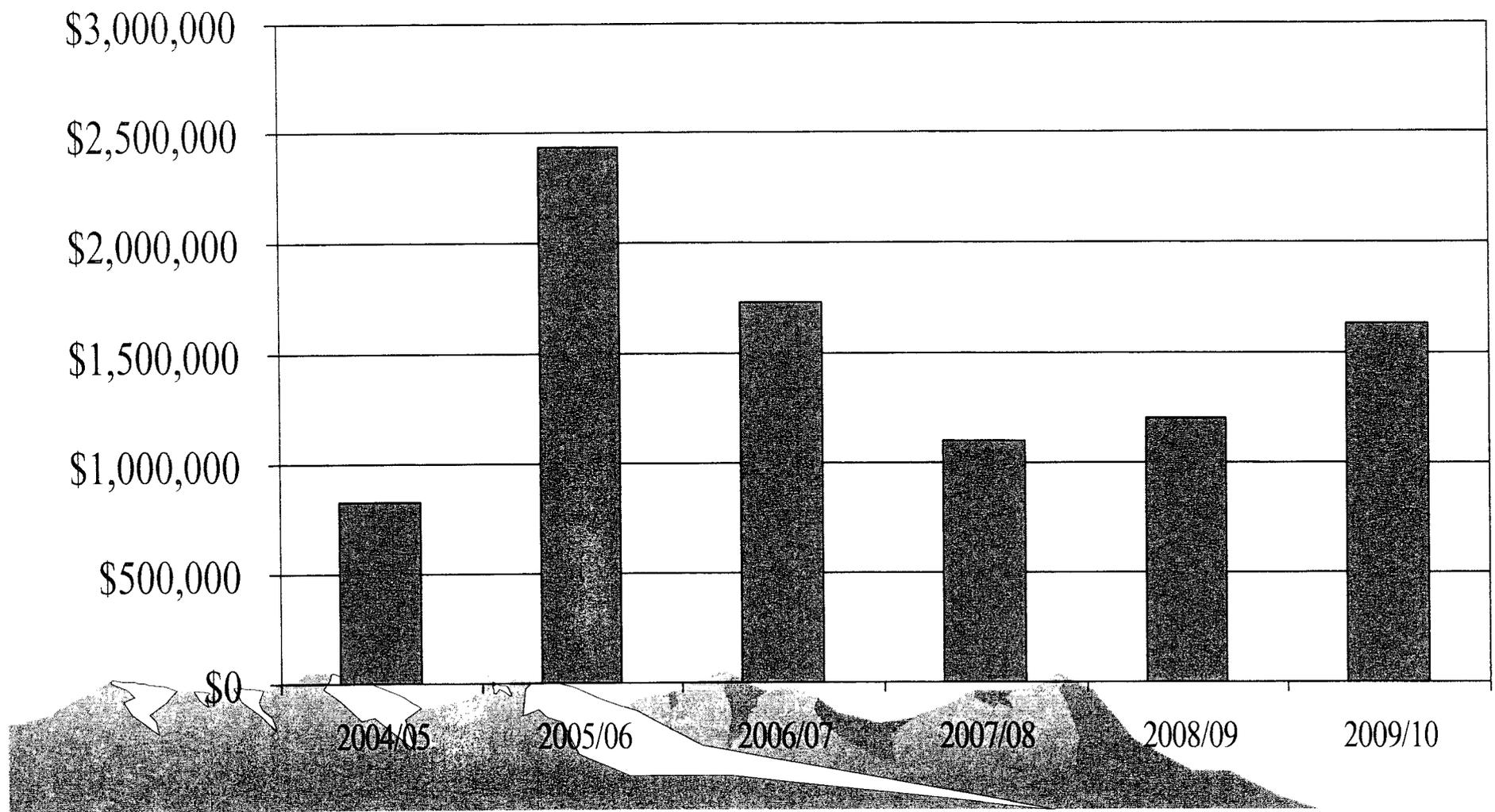


Capital Projects - Facilities Improvements

Project	2009/2010 Budget	Estimated Total Cost
Equipment	\$43,000	\$43,000
Fire Station #11 Crew Quarters	\$850,000	\$450,000
Fire Station #13 Construction	\$5,325,000	\$3,800,000
Total	\$6,218,000	\$4,293,000



2009/10 Debt Repayment - \$1,627,800



2009/10 Debt Repayment -
\$1,627,800

Lease/Purchases	\$146,900
East Loop Rd Imp District	\$231,900
Westerly Rd Imp Dist	\$82,100
Rumsey Park Debt Service	\$92,200
Green Valley Park Bonds	\$202,700
Airport/PW Improvement	\$211,300
Public Safety Technology/Fire Station #13	\$376,200
Cedar Lane Improvement District	\$142,250
Rancho del Tonto Improvement District	\$142,250
Total	\$1,627,800

Questions/Suggestions

- Questions?
- Suggestions?
- Changes?

