

Honorable Council
City of Newark, Ohio
August 28, 2012

The Finance Committee met in Council Chambers on August 27, 2012 at 5:30 P.M. with these members in attendance:

Doug Marmie, Chair Carol Floyd
Ryan Bubb Duke Frost
Bill Cost Jr.

We wish to report:

1. Stephen E Johnson presented Resolution No. 12-66 accepting the amounts and rates as determined by the Budget Commission and authorizing the necessary tax levies and certifying them to the County Auditor.

Stephen E Johnson- presented on behalf of the Clerk of Council. He stated that the Revised Code requires that each year City Council pass legislation accepting tax rates established by the County Budget Commission. Since the City of Newark does not have voted millage the State gives us 3.1 mils to operate on. We also receive six tenths of a mil to offset our accrued liability for Police and Fire pension. The Clerk has to file this with the County Budget Commission by October 1, 2012. This is a housekeeping issue.

Motion by Mr. Bubb, second by Mrs. Floyd to carry Resolution No. 12-66 to Council.
Motion passed with a 5-0 vote.

2. Resolution No. 12-67 was reviewed appropriating and disappropriating monies for current expenses of the municipal corporation.

Requests for Appropriations

a) Professional Services \$18,000.00

Mr. Cost- inquired as to what the professional services were.

Director Buskirk- stated that the appropriation is for attorney fees.

Motion by Mrs. Floyd, second by Mr. Bubb to carry on to Council.

Motion passed with a 5-0 vote.

b) Prepaid Vault \$7,000.00

Director Rhodes- the appropriation is to make sure that money is available when vaults are needed.

Motion by Mr. Bubb, second by Mrs. Floyd to send to Council.

Motion passed with a 5-0 vote.

c) CSO/Water Projects \$525,000.00

Storm Sewer Lines \$125,000.00

Sewer Lines \$400,000.00

Roger Loomis, Utility Superintendent- this appropriation is just cleaning up of the loan and bond that was issued for three projects. This is just money coming in and going back out it is not the Water Departments funds.

Motion by Mrs. Floyd, second by Mr. Bubb to carry to Council.

Motion passed by a 5-0 vote.

Request for Disappropriation

d) Water Lines \$300,000.00

Motion by Mr. Bubb, second by Mrs. Floyd to carry to Council

Motion passed by a 5-0 vote.

Request for Appropriation Continued

e) Safety Grant \$50,600.00

Professional Services \$14,000.00

Contingency \$2,000.00

Equipment \$34,600.00

Barbara Gilkes, Grant Writer- advised the Committee that this appropriation is for the 2011 Fire Prevention

and Safety Grant. Professional Services, \$14,000 is the estimated expenditure for 2012 for the two part time fire inspectors. Contingency, \$2,000 is for the Junior Fire Setter program that the Division of Fire administers. The equipment, \$34,600 comprises the cost for lock boxes, carbon monoxide and smoke alarms for hearing impaired individuals.

Motion by Mrs. Floyd, second by Mr. Cost to carry to Council

Motion passed by a 5-0 vote.

Mr. Marmie- stated that this concludes the agenda for Resolution No. 12-67 for those who indicated that they do not need their requests expedited. The next items are those that do need expedited.

3. Resolution No. 12-70 appropriating monies for current expenses of the municipal corporation was discussed.

a) Judgment \$4,349.66

Marcia Phelps, Licking County Municipal Clerk of Court- stated that this appropriation is to settle a claim, the dollar amount falls under the risk insurance deductible. She stated that she was advised she needed to go through the unappropriated balance in order to get the funds to finalize that.

Mr. Marmie- inquired as to the reason why this appropriation needs to be expedited.

Marcia Phelps- stated that one of the reasons for the request to expedite is because her office was trying to determine where the funds were going to come from, and were waiting to find out if it would fall under the risk insurance.

Mr. Frost- inquired as to whether we got sued and lost and if it was not covered by our insurance.

Marcia Phelps- confirmed that the Clerk's office got sued and this is the settlement.

Motion by Mrs. Floyd, second by Mr. Frost to carry to Council.

Motion passed with a vote of 5-0.

b) Compensated Absences \$16,500.00

Termination Vacation \$4,000.00

Termination Comp \$12,500.00

Director Spurgeon- stated that this is a payout for an officer who resigned her position as of last Friday.

Motion by Mr. Bubb, second by Mr. Cost to carry to Council.

Motion passes by a vote of 5-0.

c) Water Pressure Zone	\$2,100,000.00
CSO 1030 Project	\$1,200,000.00
Garfield & McKinley	\$350,000.00
Moull St Storm Sewer	\$1,000,000.00

Stephen E Johnson- stated that this appropriation provides the funding necessary to payoff temporary notes that the City sold back in February. Last week at Council Meeting, Council authorized the sale of bonds in this amount. The request for the appropriation to be expedited is because in approximately two weeks this obligation will need to be met. Mr. Johnson further stated that he was notified today by Moody's Investor Services that the City's rating of double three A will be continued. One of the reasons that they received such a good rating is due to their attention to detail on our obligations.

Motion by Mrs. Floyd, second by Mr. Frost to carry to Council

Mr. Greene- inquired as to what the bonds were for.

Stephen E Johnson- stated that they were for water, sewer and storm water projects, extending lines, and County Club Drive construction project.

Motion passed by a vote of 5-0.

Doug Marmie, Chair