

**Interlaken Town Council
 FY2022 Budget Public Hearing Minutes
 Thursday, 10 June 2021, 6:02 PM – 6:42 PM**

The meeting was conducted by the Town Council through Zoom Video Conferencing:

Meeting ID: 516 337 9977 Meeting Password: 84049

In addition, an anchor location was provided at 347 Luzern Way, Midway, for those who wished to attend remotely. No one attended the meeting at the anchor location.

1. Call to Order – Mayor Harrigan called the public hearing to order at 6:02 pm

2. Roll Call

- Greg Harrigan, Mayor
- Justin Hibbard, Council Member
- Chuck O’Nan, Council Member
- Sue O’Nan, Council Member
- Marge Bowen, Council Member, was absent

3. Presentations – Interlaken Town Council and Town Clerk

FY2021 Proposed Interlaken Town Budget Amendment. Clerk Smith presented the following reports – see attachments to these minutes:

- FY2021 End of Year Balance Report
- FY2021 July through May Revenue & Expenses Report
- AUP Invoice
- Singleton Fence Estimate

In summary, Clerk Smith proposed two amendments to the current FY2021 budget (as presented in the attached FY2021 End of Year Balance Report:

Proposal A: Increase the contribution to the Transportation Reserve Fund from the General Fund from the current budgeted amount of \$0 to \$45,000. The resulting fund balances would be as follows:

- General Fund \$98,968
- Transportation Reserve Fund \$230,960

Proposal A - FY2021 Interlaken Town Budget Amendment

Budget Line Item	FY2021 Current Budget	FY2021 Proposed Amendment
Line 29: Contribution to Capital Improvements in Transportation Reserve Fund	\$0	(\$45,000)
Line 78: Transfer from General Fund for Capital Improvement Reserves	\$0	\$45,000
General Fund Year End Balance – Projected	\$98,360	\$98,968
Transportation Reserve Fund Year End Balance – Projected	\$171,996	\$230,960

Proposal B: Decrease the transfer amount from the Water Reserves Fund to the Water Revenue Fund from (\$116,000) to (\$60,000). The resulting fund balances would be as follows:

- Water Revenue Fund \$73,385
- Water Reserves Fund \$189,362

Proposal B - FY2021 Interlaken Town Budget Amendment

Budget Line Item	FY2021 Current Budget	FY2021 Proposed Amendment
Line 161: Transfer to Water Revenue Fund for Capital Improvements	(\$116,000)	(\$60,000)
Line 102: Transfer from Water System Reserve Fund for Capital Improvements	\$116,000	\$60,000
Water Revenue Fund Year End Balance – Projected	\$78,359	\$73,385
Water System Reserve Fund Year End Balance – Projected	\$180,385	\$189,362

Council Discussion – Mayor Harrigan - we love funding the reserves – it’s a testament to our work and fiscal attentiveness, and recommended approval. The proposed amendment will be discussed further at the council meeting following this public hearing.

FY2022 Budget Proposal. Clerk Smith presented the following reports – see attachments to these minutes:

- FY2022 Budget Hearing Notice
- FY2022 Budget Report
- FY2022 Adopted Tentative Budget 5-3-2021

The council voted to adopt a tentative FY2022 budget at the 5-3-2021 council meeting. This version of the budget was posted and made available to the public. Clerk Smith presented recommendations to amend this version of the budget before final approval. In summary, Smith recommended the following line item changes to the tentative 5/3/2021 budget:

Line 42: Bookkeeping, Accounting, & CPA fees – proposal to increase budgeted expense from \$15,000 to \$18,000. Since the town’s revenue exceeded the state-imposed limit, Interlaken is now required to complete additional state financial reports. This additional expense for CPA services will continue through future years.

Line 45a: Animal Control through Interlocal Agreement w/ Heber City – proposal to increase budgeted expense from \$1,500 to \$3,000 to account for actual expenses from FY2021.

Line 123f: Purchase of Generator and Installation – proposal to increase budgeted expense from \$0 to \$6,000. The installation of a protective fence around the newly installed generator was originally budgeted for FY2021. Due to delays from bidding contractors, this expense needs to be rolled over to FY2022.

4. Public Hearing Comment:

The meeting was opened to public comment.

Tracy Henry – 328 Bern, general comment, we should budget more money for roads, we are under budget. Contribution from BHR seems low. Is Luzern on Midway property – yes. Will that interconnect. Greg, yes it will continue through. Greg explained the RMA agreement between Burgi Hill Ranches, The Reserves, and Interlaken Town.

Bart discussed the future of his position, as he plans to retire in 2 years. He recommends replacing him with 3 separate positions – CAO, town clerk, and webmaster. Could be an increase in expense from \$20K to \$60K in the future.

Greg – response to Tracy, our plan is to pay off the water bond in 2023, which is about \$80K per year. Without raising assessments, we can put more money into roads.

Tracy to overlay the roads it will cost about 5 times the current amount in road reserves. We can't just depend on tax increases to raise funds.

Greg – we collect \$ for roads through taxes, \$ for water through assessment – water system.

Tracy – we can do it in a different fashion.

Leslie Haarup – with our taxes going up significantly, we don't get any services. Greg – the county offers fire dept, sheriff, schools.

Greg - Don't conflate what the town is charging versus what goes to the county. Interlaken is a separate line item on the annual Wasatch County tax bill. Interlaken has not changed its mil rate for 2 years.

Leslie – why aren't we a city instead of a town? You have to be a minimum population of 1,000 to be a city.

5. Council Comments and Discussion

Mayor Harrigan summarized the proposed changes to the FY2022 budget as described above: lines 42, 45a, and 123f.

6. Adjournment of Hearing – Town Council Meeting will follow

The public hearing was adjourned at 6:42 PM. The regular town council meeting will begin at 7:00pm.