

**MINUTES
CITY OF LAKE WORTH
CITY COMMISSION
BUDGET WORK SESSION NO. 2
JUNE 24, 2014 – 6:00 PM**

The meeting was called to order by Mayor Triolo on the above date at 6:00 PM in the City Commission Chamber, located at 7 North Dixie Highway, Lake Worth, Florida.

1. ROLL CALL:

Present were Mayor Pam Triolo; Vice Mayor Scott Maxwell; and Commissioners Christopher McVoy, Andy Amoroso, and John Szerdi. Also present were City Manager Michael Bornstein and City Clerk Pamela Lopez.

2. PLEDGE OF ALLEGIANCE:

The pledge of allegiance was led by Commissioner Christopher McVoy.

3. UPDATES/FUTURE ACTION/DIRECTION:

A. Discuss the Fiscal Year 2015 draft City budget

City Manager Bornstein explained that Administration was still working on the budget. Each department's staff met with the Finance Department and discussed, line by line, their current fiscal year budget projections through September 30, 2014. These projections were honed, and the Fiscal Year 2015 budget was still being honed.

1) Water, Local, and Regional Sewer Funds

Larry Johnson, Water/Sewer Director, said he would discuss the annual water utility report, water and sewer system rate analysis, and budget summaries. He cited accomplishments made during Fiscal Year 2014, challenges, and goals for Fiscal Year 2015. He explained his personnel request included transferring three employees within the Water Department and adding two new personnel to manage multiple large capital projects. The total Water Department staff, including the two additional personnel, would be 47.

He said the Water Fund would be reduced from \$19.2 million to \$15.8 million; the Local Sewer would increase from \$8.5 million to \$10.4 million; and the Regional Sewer would be reduced from \$6.4 million to \$6.0 million. He advised that the budget included a \$1.2 million contribution to the

General Fund and contributions to the Lake Worth 2020 projects. He explained that the regional sewer flow rates increased for all members due to the East Central Regional (ECR) Wastewater Treatment Plant's capital project.

Request/comment summary:

1. Commissioner Amoroso requested job descriptions for the two new positions.

Douglas Wood, Finance Director, explained in detail the Fiscal Year 2014 adjusted budget and Fiscal Year 2015 proposed budget requests for Water, Local Sewer, and Regional Sewer Funds.

Michael Burton, Burton & Associates, explained in detail his water rate study with and without the Lake Worth 2020 and two-inch watermain pipe replacement projects. He explained in detail his sewer rate study with and without the Lake Worth 2020 projects. He said that, in comparison with other municipalities' residential Fiscal Year 2014 water/sewer bills using 5,000 gallons, Lake Worth had the sixth highest rate, but with just sewer rates, Lake Worth had the fifth lowest rate.

Mayor Triolo recessed the meeting at 7:21 PM and reconvened at 7:35 PM.

2) Beach Fund

Ocean Rescue Division

Juan Ruiz, Leisure Services Director, said no additional personnel were requested and cited lifeguard and beach activities. He said the Fiscal Year 2015 proposed budget included a reduction in both personnel and operational costs.

Lake Worth Casino Building and Beach Complex

Juan Ruiz, Leisure Services Director, explained in detail the personnel organization chart; discussed the Casino Beach Complex's operational enhancements; and explained the Casino Building, Beach Park, and Casino Ballroom's Fiscal Year 2014 operating costs compared to Fiscal Year 2015's proposed budget.

Parking Division

Juan Ruiz, Leisure Services Director, explained in detail the personnel organization chart, accomplishments, revenue breakdown between October

and May, five-year parking revenue projections, and Fiscal Year 2015's proposed budget meter revenue and initiatives.

Lake Worth Municipal Pool

Juan Ruiz, Leisure Services Director, cited pool attendance information and pool activities. He explained in detail the personnel organization chart, Fiscal Year 2014 operating costs compared to Fiscal Year 2015's proposed budget, and funding requests for Fiscal Year 2015.

Commissioner Amoroso left the meeting at 8:56 PM and returned at 8:58 PM.

Douglas Wood, Finance Director, said the Finance Advisory Board members reviewed the Beach Fund and their intent was to provide the Commission with a recommendation. He explained in detail Fiscal Year 2014's budget and forecast and Fiscal Year 2015's proposed budget. He said the Beach Fund could not pay back its loan to the Water Fund for the second year.

Mayor Triolo recessed the meeting at 9:22 PM and reconvened at 9:36 PM.

3) Golf Fund

Juan Ruiz, Leisure Services Director, announced that this item would be rescheduled to the July 7, 2014, budget work session.

4) Library Trust, Simpkin Trust

Juan Ruiz, Leisure Services Director, announced that this item would be rescheduled to the July 7, 2014, budget work session.

5) Code Remediation Fund

William Waters, Community Sustainability Director, explained in detail the Fiscal Year 2014 budget forecast and about replenishing the Fund.

Consensus: To extend the meeting one hour in accordance with the Commission's Rules and Procedures Rule 1(5).

6) Building Funds

William Waters, Community Sustainability Director, said he anticipated the estimated revenue for Fiscal Year 2014 would be exceeded.

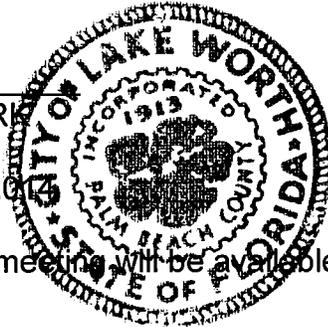
4. ADJOURNMENT:

Consensus: To adjourn the meeting at 10:00 PM.


PAMTRIOLO, MAYOR

ATTEST:


PAMELA J. LOPEZ, CITY CLERK



Minutes Approved: August 19, 2014

A digital audio recording of this meeting will be available in the Office of the City Clerk.