

MINUTES OF THE BELLEAIR FINANCE BOARD MEETING HELD AT BELLEAIR TOWN HALL ON JULY 10, 2014 AT 4:00 P.M.

MEMBERS PRESENT: Thomas Olson, Chairman
Mary Griffith
Ernest Whittle
Tom Kurey

MEMBERS ABSENT: Dan Hartshorne, Vice Chairman
John Prevas
Tom Lokey

OTHERS PRESENT: JP Murphy, Assistant Town Manager
Mayor Katica, Commission Advisor

Quorum present on roll call with Mr. Olson presiding. Meeting was called to order at 4:05 P.M.

APPROVAL OF MINUTES – JUNE 12, 2014

Mr. Olson stated that the board had for consideration the approval of minutes for the June 12, 2014 board meeting; asked if there were any corrections or changes.

Mrs. Griffith moved approval of the Minutes of the June 12, 2014 board meetings as submitted. Motion was seconded by Mr. Whittle and was approved unanimously.

CITIZEN'S COMMENTS

No Citizens' Comments.

DISCUSSION OF BELLEVIEW BILTMORE GOLF CLUB INSURANCE COSTS

Mr. Olson stated that the board had for consideration discussion of insurance costs for the Belleview Biltmore Golf Club; that as a preface to the discussion the operation of the golf course was new territory for the town and new responsibilities and he felt it important that the town be properly protected and insured with regard to liabilities.

Mr. Murphy provided information regarding the town's insurance program through a group risk pool; provided an explanation of coverage and exposures as related to the golf course; provided an explanation of insured values at \$14,909,934 with the automatic acquisition limit of \$10,000,000 which included the golf course; provided a breakdown of values per occurrences; provided information regarding lease agreement regarding the requirement for general liability insurance in addition to other required coverage; provided an explanation of sovereign immunity limits.

Discussions ensued regarding risks to the town regarding golf course facility; regarding injury to persons using the golf course or facility; regarding deductible amounts; regarding damage to the golf course caused by intentional actions; regarding purchase of separate coverage for the course.

MAXIMUM MILLAGE PRELIMINARY RATE DISCUSSION

Micah Badana, management analyst, provided a review of general fund budget for fiscal year 2014-2015; commented on the expected increase in employee health insurance premiums and general liability increase of approximately 20%; commented on the proposed COLA for employees at 1.5% at a cost of \$39,100; reviewed the general fund budget summary and proposed increases and expected revenues and expenditures.

Discussions ensued regarding a shortfall in proposed budget for fiscal year 2014-2015.

Discussions ensued regarding the current millage rate of 6.0257 mils with 5.0257 for General Fund and 1.000 mils for the Infrastructure Fund; regarding the current year rolled back rate at 6.3300; regarding the determined millage and ensuring sufficient revenue for operation of the town's government.

Micah Maxwell discussed some proposed reorganization in town; possible millage rate reductions that could be expected in future years.

Staff recommended a maximum millage rate of 6.0257 for fiscal year 2014-2015.

Mrs. Griffith moved that the maximum millage rate of 6.0257 for fiscal year 2014-2015. Motion seconded by Mr. Whittle and carried unanimously.

COMMISSION ADVISOR REPORT

Mayor Katica commented on the loss of revenues over recent years as a result of the Belleview Biltmore Hotel closing; stated that revenues were expected to improve in future years.

OTHER BUSINESS

Mr. Murphy stated that the attorney fees resulting from recent legal matters would be discussed at the next meeting.

ADJOURNMENT

There being no further business to come before the board the meeting was adjourned in due form at 4:50 PM.

APPROVED:

Chairman