



CITY COUNCIL AGENDA ACTION FORM

AGENDA DATE:	08/09/2022		
AGENDA SUBJECT:	FY2022-2023 Budget Work Session		
PREPARED BY:	City Administrator Michael Leamons	DATE SUBMITTED:	08/01/2022
EXHIBITS:	Frontier Cost & Revenue Calculations		
BUDGETARY IMPACT:	Required Expenditure:	\$00.00	
	Amount Budgeted:	\$00.00	
	Appropriation Required:	\$00.00	
CITY ADMINISTRATOR APPROVAL:			
SUMMARY: Attached is a spreadsheet with the City's trash collection cost and revenue calculations. Initially, the budget was prepared using a 10% markup. At the last meeting there was discussion about retaining the 10% markup for residential accounts, but lowering the markup to 5% for commercial accounts. The bulk of sales are to commercial customers, so that proposal will result in a considerable reduction in income. The spreadsheet reveals the budget implications for a full 10% markup, a 10/5% split markup, and an alternate 10/7.5% markup. If the City were to surrender the 4 "free" rollofs included in the contract for the Convenience Station, a savings of \$1,992 should be realized. Previously, it was stated there would be no increase in residential rates, but that failed to take into account the \$0.50/month charge associated with each resident's twice a year free access to the Transfer Station.			
RECOMMENDED ACTION: Provide guidance to staff so that an amendment to the filed budget can be prepared.			