

**ROUND MOUNTAIN TOWN BOARD
REGULAR MEETING
DONALD L. SIMPSON COMMUNITY CENTER
650 CIVIC DRIVE, HADLEY SUBDIVISION
ROUND MOUNTAIN, NEVADA
rmtownadmin@gmail.com
TUESDAY MARCH 13, 2018 – 4:30 P.M.**

MINUTES

Members Present: James Swigart, Chair
Craig Barber, Vice Chair
Mackenzie Musselman, Clerk
Robert Spivey, Jr., Member

Members Absent: Lisa Davila, Member

Also Present: Pearl Olmedo, Town Manager
Rebecca Hansen, Administrative Supervisor
Anna Berg, Recreation Director

Citizens Present: David Hendriks



CALL MEETING TO ORDER

James Swigart: Okay it's 4:30 let's start this meeting. I'm Jim Swigart I'm the Chairman.

Craig Barber: Craig Barber, Vice Chairman.

Makenzie Musselman: Makenzie Musselman, Clerk.

PLEDGE OF ALLEGIANCE

The pledge of allegiance was recited.

GENERAL PUBLIC COMMENT (FIRST)

David Hendriks: Hi, I'm Dave Hendriks from the mine. I was wondering if there are any questions from the town for me today? Seeing none?

Pearl Olmedo: No, sir.

Hendriks: Thank you.

Swigart: Anyone else? Comment, any of the board members? Alright let's move on then.

APPROVAL OF THE MARCH 13, 2018 AGENDA

Swigart: Pearl any requests?

Olmedo: Request to table 5 and 6. And that's all I have.

Musselman motioned to approve the agenda. Barber seconded the motion; motion passed 3-0.

APPROVAL OF FEBRUARY 13, 2018 REGULAR MEETING MINUTES

Item tabled

DISCUSSION, DELIBERATION, AND POSSIBLE DECISION TO APPROVE, AMEND AND APPROVE DRAFT RESOLUTION TO RETURN FUEL TAX MONIES TO NYE COUNTY HELD IN TOWN OF ROUND MOUNTAIN'S GENERAL FUND

Item tabled

CORRESPONDENCE, AWARDS, ANNOUNCEMENTS, AND DEPARTMENT UPDATES

Olmedo: So, this evening you have five items on your list, they're pretty standard.

1. Tonopah Town Board and Tonopah Library Board of Trustees notice of possible quorum for 3/11/18.
2. Tonopah Town Board meeting agenda for 3/14/18.
3. Tonopah Library Board of Trustees meeting agenda for 3/14/18.
4. Tonopah Town Board and Tonopah Library Board of Trustees notice of possible quorum for 3/16/18.
5. Round Mountain Town Board notice of possible quorum for 3/16/18.

Olmedo: Just note for the record we have Robert Spivey, Jr. arrive at 4:32 pm. Just a few updates we have nine firefighters attending a Hazmat Tactical Analysis Cards Training at the end of the month. So, we have two different groups going on Wednesday, Thursday, and Friday, Saturday. So, I'm not sure what that training entails, but I hope they learn good things and it bring it back to the rest of the volunteers who weren't able to make that training in Pahrump. So that's a really good number from our volunteer fire folks. On behalf of the Fire Department, our office coordinated with Nye County Emergency Management to test twelve of our ladders. The idea was to have a representative from Pahrump head up here to Round Mountain to pick up those ladders, but our concern here locally is: what was the turn around on those ladders being gone from our facility. So, we are currently in the works of trying to get their vendor to come here on site, and if not, Tonopah has one scheduled in a couple weeks, where it's just an hour away, versus the four hours to Pahrump. If we can get that vendor to come on site we are hoping not only to get our ladders tested, our fire vehicles tested, along with any equipment that is on the vehicles. That's what we're working to achieve and I hope we're able to do that so that we are not without any of our vehicles for an extended amount of time. Last Wednesday Joe Westerlund and I met with Bureau of Water Pollution Control. It went well however, to help our case with the sewer spill that happened beginning of January, we need to upgrade the SKADA system this fiscal year. We have currently reached out to two vendors; Sierra Controls and a private vendor for quotes. We haven't received those yet and as soon as I get the cost on the SKADA system I will let you guys know what those costs are. The SKADA System is pretty much to give us that real time alarm should something happen down at the sewer plant if power goes out, if there's something going on with any of those lift stations it will notify us. Rather than having someone go down there to check those things twice a day on a route. So that's what we are looking to achieve this fiscal year. Along with that we need to also upgrade both of the lift stations and the electrical panel. I can't tell you the last time those things were either looked into as far as upgrading those items at the sewer plant. So that is also big monies we've got to spend this fiscal year. Some things that we weren't anticipating but we have room in the budget to do that. I will get back to all of you as soon as those costs come in. The week of May 14th we will have two representatives from the Bureau of Water Pollution Control do an onsite visit. The last time they came out was roughly four years ago, so we are on their inspection route for this year. Prior to that inspection happening the week of May 14th we have got to do some housekeeping items down there as far as making sure the weeds aren't over grown. We have to look at the weed control management, just ensuring things are cleaned up and tidy. So far everything looks good down there. The maintenance folks and the new utility operator has done fantastic on getting things online and running smoothly. They'll also be looking at our

Operating Procedure Manual so Joe has been working with the utility operator. Upgrading things, including visual aides to that manual rather than a typed-up instruction form. They are working together to get those things squared away. Just a reminder this Friday if you are able to attend there is an open meeting law training session at 2:00 at the Nye County Board of County Commission Chamber Room. We have posted the agenda in the event that folks from here if they will be able to attend, I didn't know if Makenzie or Craig if you're still able to go.

Barber: Yes

Olmedo: So, with that, just keep track of your mileage so that we can reimburse your travel expenses to do that. So, turn that into us and we'll get your reimbursement request form submitted at next meeting. I don't know if you're able to go Bob?

Robert Spivey Jr: Still waiting to see if I have to work.

Olmedo: Okay, alright. Just it's at 2:00 in Tonopah if you're able to attend. The blood drive that we hosted had nineteen participants; however, nine were turned away just for a variety of things, I'm not sure what happened but nine were not able to give blood, however they were excited that we had ten successful donors give blood. From that ten they were able to grab a total of thirteen units. So, a couple of them must have double or I don't know how it works. So, they were really excited and I know it was short notice but we hope to do more advertisement. Get the information out there for longer period of time, so hopefully that will help the participant level to bump up those numbers. We're in the process of interviewing for the maintenance worker; we have a total of twelve applicants to be interviewed. They hope to finish that up tomorrow, and we'll see if they're able to make a decision end of this week. As far as Recreation is concerned, Rec Director hopes to have the Pool open next week to start the lifeguard swimming and get lifeguard training going. The week of March 26th she would like to get Swim Team going and hopefully a lifeguard class going. We have to date a total of two returning life guards we'll get them through the system so they are able to be on deck while she is doing the lifeguard class and swim team practice. We have Tahoe Pool and Spas onsite today replacing some stainless-steel cups in the pool, they had a chemical reaction so they leached onto the brand-new plaster so he came out and removed those and now is replacing those with plastic cups versus those stainless steel. In that process he had to replace a couple tiles already. He hopes to finish that up by late tonight if not I'm sure he'll be back tomorrow morning. So other than that, the pool will be up and running hopefully soon. I hope to open at least the beginning of May if we can get some lifeguards hired.

Swigart: We are putting all this information out on our Facebook?

Olmedo: Yes, she has been. We have a total of two interested doing the lifeguard courses; I'm not sure as to whether or not they are school-aged or adult participants. We would like to see an interest from the adult community just so that we are able to extend hours instead of having to just depend on the kid's school schedule, sport schedule. It would be nice to have someone there with time on their hands. Other than that, aside from the power outage that happened Sunday, the water leak that happened a couple weeks ago, we all banded together and things are running smoothly. When it rains it pours.

Barber: Literally.

Olmedo: Literally, Yes. Any questions?

Musselman: Did that power outage affect any of the sanitation facilities?

Olmedo: We had to start up the generator, I know there was a couple of issues there but otherwise as far as everything running smoothly, everything happened, everything was good on Sunday so we were thankful for that. Thankful it was only a few hours rather than an all-day process.

Swigart: How's the new fire chief working out?

Olmedo: Working out well, busy, busy. Got him running in circles, just he's gone through the fire house, checked on equipment, you're gonna start seeing some invoices, you have a couple on the list tonight replacing equipment. We also, Engine 4 up at the mine site there's some things we need to equip that fire truck with, so we're gonna be expending in the next fiscal year 18-19 so we got a couple items that will address that. We had a fitting for new suits for the newer.

Swigart: Turn outs.

Olmedo: Turnouts. So you'll see an invoice for that. The SCBA's were tested last month so you'll see an invoice for that. He's diligently going through the fire house and checking out everything. It's going.

Swigart: Good.

Olmedo: So that's basically all I have for this evening's department updates. I would like to add, thank to Round Mountain Gold for the updated Aerial Map of the mine.

Hendriks: Did we give you one?

Olmedo: Yes, so thank you for that. I know the folks like to see that when they are passing through or visiting. So thank you, and that's it.

Swigart: Any questions from anyone?

Olmedo: I have no questions, Becca do you have questions? Any concerns?

Swigart: Alright let's move on then.

REVIEW AND APPROVE INVOICES FOR THE TOWN OF ROUND MOUNTAIN

Musselman motioned to approve the invoices. Spivey, Jr. seconded the motion; motion passed 4-0.

DISCUSSION AND DECISION TO SET PUBLIC HEARING DATE AND TIME FOR THE 2018-2019 FISCAL YEAR BUDGET HEARING

Olmedo: I know it's a little bit early, but I am trying to target these things ahead of time. The earliest date for Notice of Public Hearing is not more than fourteen days or less than seven days, May 7th. So, any time after May 7th, we can set that date.

Swigart: And can that be the same day or in conjunction with one of our regular meetings?

Olmedo: May 8th? Yeah, we can do it May 8th.

Musselman: That sound's perfect.

Swigart: That sound like a good idea to you guys? It's either that or you're coming back the next day or a day earlier which. May 8th will work.

Olmedo: May 8th at 4:30 pm, please.

Musselman motioned to approve May 8th at 4:30 pm for Fiscal Budget Hearing. Barber seconded the motion; motion passed 4-0.

DISCUSSION AND POSSIBLE DECISION TO DESIGNATE DANIEL C MCARTHUR AS THE TOWN OF ROUND MOUNTAIN'S AUDITOR FOR FISCAL YEAR 2017-2018

Olmedo: So, we have to designate the auditor for this fiscal year no later than March 30th, so my due date to the State to say, "this auditor will be presenting our audit ending June 30th 2018" is due. So if you guys are comfortable staying with Daniel C McArthur?

Swigart: I think the guy is amazing. I mean, you've seen him, right?

Musselman: Very professional.

Swigart: He has a very professional hand out and he goes through the whole entire thing, briefly covers the things that are real pertinent. The thing about this guy is that we didn't have a Quorum twice and he came out here and one was in a blizzard, so I mean that's how he's kind of dedicated. He's done it for how long?

Olmedo: A long time.

Swigart: Long time, he knows our books, he knows where we're at and he does a fantastic job.

Musselman: I agree.

Olmedo: He's been here a good ten years.

Musselman motioned to approve to keep Daniel C McArthur as auditor. Barber seconded the motion; motion passed 4-0.

Olmedo: What this is, is for the fiscal year ending, for the one we're currently working in. So, he will present that sometime in the beginning of November. His folks will be coming out sometime in August to audit our office they'll pull apart our documents and go through everything, so they not only touch on financials but they also touch on meeting agendas. So, if there's something within the agenda that is, that has a financial purpose to it, they grab everything regarding that. So, it's detail, it's a lot of work into it and a lot of pulling apart and a lot of pulling files. They usually get it done in about day it's a staff of two, sometimes three depending on what kind financial things we did this fiscal year. So, thank you for that and I will submit that to the State well before March 30th, they will be pleased with us. And just an FYI since we're talking budget, the tentative budget is due April 16th this year, I try to get a lot of these numbers in these spreadsheets so that we can start working on putting in the State budget forms, and I have included the fifty-cent cost living increase with this number so you'll see that Budget hearing we did last Board meeting to today so you'll see all the numbers in there for all the departments. So that's all I got, so onto 11.

BUDGET WORKSHOP

Olmedo: Last budget workshop February 27th we discussed salaries and benefits. At that budget hearing we presented a format with 0% cost of living and a fifty-cent increase to all the employees. We decided to go ahead and go with the fifty-cent cost increase and so that's what the numbers reflect on this evening's March 13th 2018 Workshop. Administration from last time to tonight you can see the difference where we're looking at a total of salaries and wages at \$292,207. That includes Town Manager, Administrative Supervisor, Administrative Aide and then in case if we decide to go forth with a student employee those four positions are included in the \$128,207 salary. We always budget the \$8,000 overtime pay in the event we have to pay out overtime for all of our departments; Administration, Maintenance, Round Mountain Public Utilities and Recreation. You see the

total of employee benefits that is \$82,798. Administration: Total services and supplies \$140,300. You can see the breakdown of what we have done, the line items for subscription and dues, the operating supplies, the drug testing, ads and publications. Any professional fees that we have to pay out, General Insurance is in there. Travel for the Administrative staff and Town Manager. We have training budget, telephone and fax line item, internet service, power, propane, leases for the copy machines, and equipment repair and maintenance for any of those electronic items within the Administrative office. So, it looks like from fiscal year 2017-2018 we have increased power from \$10,000 to \$12,000. There are a couple items we decreased but that is the biggest jump that we had from the last fiscal year to the fiscal year we are talking about. Do you guys have any questions regarding this? It's pretty standard. Let me jump over to Capital Outlay, we rolled over some of those items, in the event something happened to our phone system we kept the \$2000 for that. We kept the \$6,000 for the computers in the event something happens or we just like to have that in there. We have the Town Hall Remodel that rolled over from last year, some of you weren't here, but we talked about the Town Hall on Becca's side of the office where she is sinking. So, you know some of those things- the roof is aging, some of those things we were looking to try to get done, the ceiling is cracking. If you ever can't reach us we might have fallen into a sink hole, please check on us periodically. But otherwise it's \$23,000 for total Capital Outlay. Total expenditures between salaries and wages benefits, services, supplies and capital outlay for administration, we are looking at \$538,305. And if we can go to Buildings and Grounds, you'll see their total salaries and wages are the \$127,699, that includes: Maintenance Supervisor, Maintenance Worker, and the Custodian. So, its three positions budgeted within that figure. Their total employee benefit is \$76,668. And then the total services and supplies is \$102,600. We've increased their operating supplies only because trying to keep up with the maintenance of the buildings, we're just anticipating worst case scenarios. Our facilities are aging and he's trying his best to keep up with upgrading/replacing a lot of things for town buildings. We increased the vehicle fuel; those figures have increased slightly so we've increased that line item. Travel remained the same at \$3,000. Training remained the same at \$4,000 from last budget year. Building repair and maintenance we kept that at \$30,000. Equipment repair and maintenance, we kept that at \$10,000. Same with vehicle maintenance, conservation camp labor \$9600. With that we have the prison crew from outside of Tonopah come out; they charge us \$800 each time they come out or per month. We utilize them for street sweeping, if we need them to pull weeds anywhere, if we need them to clean up ball fields, clean up the lines at the ball fields. We use them for a variety of things. They clean Hadley Pond with all that overgrowth. When it warms up they are going to be cleaning out the drainage system. So that, the lines that are headed to the Golf Course, is that what needs cleaned out.

Swigart: Yeah there's another culvert. It's a good deal.

Olmedo: It is a good deal, they do a lot of things, they help out the maintenance crew. If we need them to paint, they will paint the curbs for the "no parking zones." They do quite a bit for us. So that's it for us. So that's what that line item is designed for. Within Capital Outlay we're looking at \$390,000. Pool pain \$60,000, Town key and lock upgrade at \$30,000 and of course parking lot asphalt overlay seals that's at \$300,000. We're hoping to try to utilize that for the parking here in front of the Simpson center and at the gym. We also have to maintain parking in front of library and the pool and then we have the Town Hall parking. So, a lot of those things we're trying to get out of the way this fiscal year, but again, you know, with the Water Company taking a lot of our time of course that's taken precedence for us so we've been behind on spending some of these items out of Buildings and Grounds.

Swigart: That \$300,000 how many square feet is that, do you know?

Olmedo: I don't know how many square feet, and of course with that Capital Outlay I'm trying to get in the habit of bringing that before you guys before we go ahead and expend those items just so that you know you look at the figures, you see what your money is going towards, before we do any of the parking lots we'll make sure we bring those things for you guys.

Swigart: Right, my biggest concern is before we do the parking lots is we take care of the roads in Hadley.

Olmedo: So, we have the fund for the road maintenance for Hadley and then this is for the Town side. But yeah, I see what you are saying.

Swigart: I can just hear the community with, "we're having a parking lot paved and taken care of, but there's still a four-foot pothole that's a foot deep in front of my house."

Olmedo: I know the biggest concern we've heard through our office is the library road, the library the biggest concern with majority of the public. So, if anything I hope we can get that one, cause there's a pretty big dip there.

Swigart: There's one right out here.

Olmedo: And one here, maybe they can target both while they do the library parking lot if we get there.

Barber: Is their sidewalk their responsibility? The sidewalk and the entry way leading in?

Olmedo: Yes.

Barber: That's on them?

Olmedo: With the library, they maintain the grounds around the library and they maintain the building. And then for us, we do the parking and the gazebo park.

Barber: Okay.

Olmedo: So buildings and grounds their total budget with everything is \$696,967. Fire Department, so as you can see from last budget workshop we had that \$12,000 for the new chief and now it's at zero, after speaking with the auditor they let us know we should pay out of the other incentive/volunteer stipend fund rather than salaries. So you'll see down in total services and supplies we went from \$9,600 to \$21,600. So that would include that \$12,000 that they asked us to pay out of that fund rather than total salaries and wages. So Fire Department, zero in that line item, total employee benefits- because we removed that \$12,000 from that salaries and wages the portion for workers comp went to zero. We only have retirement, it was affecting Retirement, that went to zero. Workers comp however decreased a little bit because we removed that \$12,000 so you're looking at total employee benefits at \$14,455 and that's to cover all of our volunteer fire folks in the event that there is an injury or something is reported, they are covered in that sense. Total services and supplies went up to \$124,100. Operating supplies remains the same at \$20,000 we have that safety/fire prevention fund for \$1,500. The travel is at \$10,000 the training is at \$20,000 as we expect our chief and some of our folks to travel a lot more in the next fiscal year. Power we increased that by \$1,000 at \$6,000. Vehicle maintenance remained the same at \$25,000. Equipment repair and maintenance remained the same at \$21,000. The other/incentive plan, like I said, went from \$9,600 up to \$21,600.

Musselman: Before we moved their salary into that stipend, what were you doing with that other \$9,600?

Olmedo: The \$9,600 is the Town pays \$800 per month to the volunteer fire department, and rather than, I think Nye County EMS you guys get, do you guys get paid a certain amount for each run that you guys do?

Musselman: We make \$35.

Olmedo: So rather than doing that, they decided not to do that and went to \$800 and they utilize that for whatever they need.

Musselman: Ok that makes sense then.

Olmedo: So again, like I said, Total Services and Supplies for Fire Department is \$124,100. Capital Outlay items that our volunteer fire chief presented was upgrading the thermal units, its \$5,400. We need to ensure that we have hoses on site in the event that something were to happen out there, whether one of the embers from a fire was to damage one of the hoses. He requested two sizes at fifty-foot lengths and that is for \$7,600. He requested a ProPack Phone System and storage unit to go with that for Engine 4, that's \$863. And then a generator with LED headlights with its tripod at \$6,039. So total Capital Outlay for the Fire Department at \$19,902. Total expenditures for the Fire Department we are looking is \$158,457. Do you have any questions regarding the Fire Department and the Equipment? Would you like to elaborate Swigart?

Swigart: Just on the volunteer stipend monies and account, also that's a burn fund and if someone has an issue or problem, a death in the family or the community that volunteers always will get anywhere from \$500 to \$1000 to that family.

Musselman: That's awesome.

Olmedo: Ok so moving on to highways and streets, power for the street lights remained at \$15,000. Capital Outlay, we went ahead and rolled over that parking lot sealing at \$30,000 for a total of \$45,000 for that department. Old Round Mountain Water Department Operating supplies remained at \$10,000. Power at \$5,000, propane and \$5,000, so total services and supplies in Old Round Mountain Department fund is \$20,000 and at this time we have no Capital Outlay for Old Round Mountain, everything seems to be in good working order up there. In the event that something were to change we can always amend this.

Swigart: How many people are living in Old Round Mountain?

Olmedo: Seven to ten, it fluctuates. Swimming pool the salaries are at \$29,400 we have budgeted for seven life guards. Total employee benefits \$3,890. Their total op services and supplies \$40,300. Operating remained at \$8,000, telephone at \$300, power at \$12,000, water and sewer at \$5,000, and propane we dropped that \$5,000 from the current fiscal year we are working in, so \$40,300. Capital Outlay that we're requesting is to upgrade the chemical shed; we're just trying to stay in compliant with things. They attended some great training recently and we're just doing some upgrading and trying to remain compliant. So that's what that is for. So the pool has a total budget of \$93,590. Any questions? Actually, I do want to ask for a clarification, when we did that fifty-percent cost of living increase I included the life guards. Do we still want that to happen or was that strictly for full time employees?

Swigart: I think we talked about it a little bit, if they were a returning life guard, that they would receive the fifty cents.

Olmedo: If they are brand new, then at minimum wage, okay. On to Parks and Recreation, the salaries is at \$70,222 that is for two employees, the Rec Director and the Facilities Aide. Their total employee benefits cost is \$46,597. Their total services and supplies is \$98,200. From the February 27th workshop, the numbers didn't change. Operating supplies remained at \$16,000. Fireworks remained at \$16,000. Bike safety and Arcade fees at \$1,000. Weight room equipment \$12,000, travel \$2,000, training \$2,000. Telephone we dropped that this year to \$1,200. Power \$15,000, water and sewer remain the same at \$3,000. We dropped the propane to \$23,000 and we increased the equipment repair and maintenance to \$7,000. As far as the equipment repair and maintenance we normally utilize that fund for weight room door and the equipment that goes with it. Capital Outlay request are of course the air conditioner for the Cardio Room and Racquetball Courts \$20,000 and to repair the gym floor at \$80,000, the total Capital Outlay is \$100,000. Everything that was named off, total expenditures for that department is \$315,019, and total culture and recreation you see the \$408,609 that also includes the pool figure. We're on to the Road Maintenance Fund Revenue we remain the same at \$25,000, expenditures total services and supplies is \$75,000, \$10,000 for the vehicle fuel and \$15,000 for the vehicle maintenance and \$50,000 for

repairs and maintenance. We utilize this fund for plow equipment, street sweeping things of that nature, things that have, the equipment we utilize to maintain the heavy roads. We used some of those funds to do some pothole repair and then of course Capital Outlay parking lot sealing at \$25,000.

Hendriks: Can I ask on the Parks and Rec where is the income for memberships for the gym and stuff?

Olmedo: That's on our Revenue Fund but we really don't, we budget \$15,000 that number can either exceed the \$15,000 mark or come in below. So, we haven't touched on the revenue funds yet because I'm waiting on final numbers from County. So next budget hearing I hope to have revenues and that will line out weight room, what we get for rentals, what we get for property taxes.

Hendriks: Thank you

Olmedo: Public Safety Sheriff Fund, we put in for revenues of \$20,000 we haven't received any requests for the fiscal year so that remained at zero. Those figures could change once they reach out to us. Public Safety Fire Fund \$20,000 for revenues, for services and supplies \$10,000. Capital Outlay we have new equipment for \$13,990 and I apologize for not itemizing what they had asked for, but those are off the top of my head: the generator for Engine 4 and some other equipment for Engine 4, they're just trying to outfit that fire engine out there, that's what that \$13,990 is for. At next budget workshop I will have that itemized. The Capital Projects Fund and the Special Capital Projects Fund, I'm waiting on an answer on how we can utilize these monies in other departments. I do know that we have to expend some of these monies within a five-year period, and we are fast approaching that deadline from the last time we had a huge project. The last project we pulled money from this account was for the extension of the gym, we did the racquetball courts and the cardio room with these monies. I want to have the auditor explain that to me before I put anything in for the budget. I imagine that we can utilize that to do the Town Hall Remodel or utilize that to help us with the gym floor. So, once I get a better understanding of these two funds I will share that with you and see where we are at with that. So, we are on to Round Mountain Public Utilities Fund. When Dan McArthur is talking about the Enterprise Fund the Town has, he is talking about RMPU. This is the water company, so we have in there a total revenue at \$260,000. That's based upon the amount of customers we have at base rate and that figure is \$260,000. So salaries for that is for the Utility Operator and half of the Administrative Supervisor's salary and that's \$63,925. Their total employee benefits is \$40,473. Total services and supplies is \$154,250 and then of course I'll go through the breakdown. So we have operating supplies, we decreased that by \$25,000. Licenses and permits at \$4,000. Vehicle fuel \$3,500, ads \$150, postage and shipping \$3,000 and that covers postage for when we mail out the bills, process final bills that it comes out of this fund. Travel at \$3,000, training at \$3,000, power we increased it to \$45,000 and that's due to the aeration system at the sewer plant. Propane of \$4,500, and the propane pretty much covers that one utility shop in the back and if he has any equipment that's run off of propane that's where that fund comes in. Vehicle maintenance increased to \$4,000 his vehicle is aging so we are just trying to keep up with the cost of things increasing, oil, fluids, filters, things of that nature. Equipment repair and maintenance \$12,000, contract fees \$26,000 and that's for \$2,000 a month we pay to Mr. Westerlund since he's our Water and Waste Water Operator of record. Dues we decreased that to \$500. Conservation camp \$1,600.

Spivey, Jr.: What is dues?

Olmedo: Dues is subscriptions that we pay for and there's not a whole lot of subscriptions as everything is now online, so we don't receive a lot of paper, paper things. But in the event that we have to pay for a subscription for the water operator, seeing as to how he's new we have that \$500 there for him, but with internet you find a lot of things online for free. Conservation camp \$1,600, so it's two months' worth of work if we need to utilize the prisoners from Tonopah. Sample monitoring remained the same at \$10,000, General Insurance \$9,000, and that's \$154,250. And of course, on the next page you'll see the depreciation costs at \$60,000. Capital Outlay, we have two items on there if we are unable to get to the SKADA System this year I have increased that to \$50,000. Repair the 400,000 gallon water tank that went up to \$130,000.

Barber: What's wrong with that tank?

Olmedo: Four years ago, they noticed that was some rust happening towards the bottom of the wall. So, we'll have to have divers come in repair that, and while they're in there and then from what I understand they want to replace and upgrade some of the level monitoring systems there. That was a desire of the new utility operator, and I totally understand, it makes sense; we're trying to gear towards instantaneous notification if anything were to happen to our levels. So that's what all that entails about that \$130,000. So we have a total of \$498,648 for the Water Company.

Swigart: Now with the tank is it a corrosion thing, are we losing thickness in the tank?

Olmedo: I don't have a lot of information on that one; I reached out to the gentleman that said that we were due for another inspection. So I am waiting for an inspection report, so I'll email you guys an update once all that information comes through. But he said there was an inspection report that was submitted and we're due for, I think every four to five years we should to get those tanks looked at. And those are those two tanks that sit up above town that we are talking about. A few years ago, when they old town manager was here, someone actually shooting around/messing around in the desert, put two holes in the tank. So we had to have a couple of divers come out and repair those for us, patch it. So I know I touched everything fairly quickly, do you guys have any questions regarding the process? I know these numbers seem pretty high, but you know there are some things we may go through quickly and there's some things we hardly touch. The other spreadsheet I had last board meeting had the expenditures to date I'll include that for next budget hearing and I hope to have better number as far as revenues. Net proceeds, we never budget for Net Proceeds, that's pretty much money in the bank and we don't even get a figure until mid-May on that anyway, so I never include that in tentative or the budget.

Swigart: How many metered customers do we have?

Olmedo: We pay for a total of 450 connections.

Swigart: Now the pool and rec doesn't generate a lot of revenue it's basically for the community.

Olmedo: Yup, we don't generate a whole lot of revenue.

Swigart: Okay, so any questions?

Barber: Pretty straight forward.

Swigart: Okay, very good.

GENERAL PUBLIC COMMENT (SECOND)

No public comment

ADJOURN MEETING

Musselman motioned to adjourn the meeting at approximately 5:29 pm. Barber seconded the motion; motion passed 3-0.