



11930 Cyrus Way, Mukilteo Washington 98275

City Council Finance & IT Committee
Committee Meeting No. 2017-1
Mukilteo City Hall
Wednesday, February 22, 2017

Meeting Minutes:

In attendance were Councilmember Christine Cook, Councilmember Scott Whelpley, Mayor Jennifer Gregerson, Interim MSD Patricia Love and Accounting Manager Sandy Fujioka. Absent was Councilmember Randy Lord.

1. Introductions to new Committee Members, Councilmembers Cook and Whelpley, Councilmember Lord was elected Chair.
2. Reviewed 2016 Revenues and Expenditures and 2017 REET Report.
Councilmembers Cook and Whelpley wanted to discuss the bond and how much the payment decreased. Fujioka presented the bond payment schedule and discussed savings over the life of the bond.

Below is a breakdown of principal and interest and the first five years of debt service with calculated annual savings:

Bond Debt Service						
Period Ending	Principal	Interest	Debt Service		Current Annual Debt Service	Prior Annual Debt Service Annual Savings
6/1/2017		89,490	89,490			
12/1/2017	670,000	125,667	795,667		885,157	907,613 22,456
6/1/2018		115,021	115,021			
12/1/2018	650,000	115,022	765,022		880,043	908,963 28,920
6/1/2019		103,350	103,350			
12/1/2019	670,000	103,350	773,350		876,700	907,300 30,600
6/1/2020		92,760	92,760			
12/1/2020	695,000	92,760	787,760		880,520	907,800 27,280
6/1/2021		84,420	84,420			
12/1/2021	710,000	84,420	794,420		878,840	906,100 27,260

3. Mayor Gregerson discussed the interlocal agreement with the Snohomish Health District and the language in the budget that the City would give \$10,000 from the marijuana excise tax revenue (if received).

- a. The Finance Committee recommended the \$10,000 should be given to the Health District and not be contingent on the City receiving marijuana excise tax revenue.*
4. Mayor Gregerson discussed putting the EMS Levy on the ballot in 2018.
5. Mayor Gregerson discussed the potential transportation funding plan, formation of a Transportation Benefit District, and the timeline needed if put on the ballot. Questions included the required membership of the TBD board; whether an at-large member of the public could be added; and discussion about using the 2029 bond pay-off date as a source of REET funding for transportation after that date.
 - a. The Finance Committee recommended a transportation work plan discussion at the March 20th council meeting.*
6. Fujioka presented a PowerPoint Finance refresher.

The meeting adjourned at 7:30 PM.

Next Meeting: March 22, 2017, 5:30pm at City Hall

Agenda

1. REET Report review with font colors to highlight grant-funded projects and reflecting the new bond schedule
2. Bond schedule
3. Review 2016 Revenues and Expenses
4. Transportation funding: review transportation funding presentation in preparation for April 3 Council meeting
5. Set April Agenda: will include discussion of reserve policies