

City of Iron Mountain

501 S. Stephenson Ave
Iron Mountain, MI 49801
Telephone: 906-774-8530
Fax: 906-774-3774

Email: clerktreasurer@cityofironmountain.com

Website: www.cityofironmountain.com

Special Meeting of the Common Council, City of Iron Mountain, County of Dickinson, Michigan to be held on Monday, January 24, 2011 at 6:30 p.m. in the Council Room.

Presiding: Mayor Rosen

Present: Council Members Jacobetti, Corombos, Villa & Farragh

Absent: Council Members Peterson & Alessandrini

Also Present: City Manager Stanchina & CFO Bartolameolli

Public Comment

None

New Business

Discussion of General Fund Expenditures

Stanchina stated that he wanted to have this meeting so that the City Council could figure out how best to handle the upcoming budget deficit. He noted that the goal would be to reduce the City's expenditures by \$500,000. Stanchina conveyed the opinion that personnel costs and service levels should be reviewed as the DPW and Police contracts will be negotiated in the near future. Jacobetti asked how the City procures health and life insurance. Stanchina said that other providers have been reviewed in the past and Blue Cross/Blue Shield has been the best option. Corombos explained the manner in which the City's health insurance rate is determined. Stanchina suggested that wage reductions could create savings for the General Fund. He detailed several areas, other than wage related activity, that could be reduced. Rosen suggested that the elimination of Longevity Pay could save the General Fund a significant amount of money. Villa supported the idea of increasing employee contributions toward health insurance. Rosen questioned the amount of financial compensation that City employees are receiving, given the City's current financial situation. Bartolameolli informed the City Council that there are tax benefits for employees that contribute to their retirement, therefore creating an incentive in that area. The City Council proceeded to discuss personnel costs that need to be addressed in an effort to balance the General Fund budget.

Public Comment

None

Adjournment

It was moved by Jacobetti and supported by Farragh to adjourn.

Motion Prevailed Unanimously

Meeting adjourned at 8:15 p.m.



Isaac Micheau
Clerk-Treasurer