

Yukon Municipal Authority Minutes

January 7, 2014

ROLL CALL: (Present) Ken Smith, Chairman
Nick Grba, Trustee
John Alberts, Trustee
Michael McEachern, Trustee
Donna Yanda, Trustee

(Recess as Yukon City Council and Reconvene as Yukon Municipal Authority)

1A. YMA Consent Docket

This item is placed on the agenda so the Yukon Municipal Authority, by unanimous consent, can designate those routine items they wish to be approved by one motion. If an item does not meet with the approval of all Authority Members, that item will be heard in regular order.

The City Manager recommends a motion to approve:

- A) **The minutes of the regular meeting of December 17, 2013**
- B) **Payment of Material claims in the amount of \$281,576.77**

The motion to approve the YMA Consent Docket, consisting of the approval of the minutes of the regular meeting of December 17, 2013 and payment of material claims in the amount of \$281,576.77 was made by Trustee McEachern and seconded by Trustee Grba.

The vote:

AYES: Grba, Smith, Yanda, McEachern, Alberts

NAYS: None

VOTE:5-0

MOTION CARRIED

2A. Present, Discuss, and Consider accepting the Fiscal Year 2012-2013 Yukon Municipal Authority Audited Financial Report, as prepared by Derrel S. White, CPA

The motion accept the Fiscal Year 2012-2013 Yukon Municipal Authority Audited Financial Report, as prepared by Derrel S. White, CPA, was made by Trustee Grba and seconded by Trustee Yanda.

Derrel S. White wanted to give an overview of the audit. Not necessarily the numbers, but where we are at today. He stated it is better off everywhere than last year. Congratulations to the staff for taking ownership and improving. Last year there were a couple of areas with struggles, but have seen significant improvement. As we look into the future, and the potential for growth, we are positioned to accommodate that. Our report was unmodified, which is what you want on all opinion units, no conditions, better than last year.

Trustee McEachern questioned improvement from last year. Mr. White stated debt and fixed assets had been addressed. The City's system being used now is better. Policies and risk assessment has changed in the system. Two years ago, the opportunity for mistakes was high, last year was medium and now it is moving to lower-risk.

Trustee McEachern asked about the City's pension position. Mr. White stated it is improved, especially compared to others. It is close to being fully funded. Lots of actuarial factors, but probably will be funded at 100% in less than 3 years, which helps on balance sheet. The ability to borrow comes in 2015. Trustee McEachern asked about being fully funded in 2015. Mr. White stated if any accrual has to be made, it would be nearly insignificant. That is not the case for most cities.

Trustee McEachern questioned fixed assets. Mr. White stated GASB 34 required reporting, so cash and accrual standards apply. The City has fixed the issues between those. Mr. White would be surprised if it is not perfect next year.

Trustee McEachern asked if there were budgetary obligations in departments. Mr. White stated above average, the challenge is the departments are geographically spread out. This is not necessarily a problem, but a system that could get better.

Mayor Smith thanked Trustee McEachern for his questions and Derrel White for the information. Mayor Smith stated information is in print and public information.

The vote:

AYES: Yanda, McEachern, Grba, Alberts, Smith

NAYS: None

VOTE:5-0

MOTION CARRIED

(Adjourn as YMA and Reconvene as Yukon City Council)