

**SPECIAL SESSION AND BUDGET WORKSHOP  
OF THE STUART CITY COMMISSION  
HELD ON MAY 23, 2011  
AT 4:30 P.M. IN THE CITY COMMISSION CHAMBERS  
121 S.W. FLAGLER AVE.  
STUART, FLORIDA 34994**

**Mayor Jeffrey Krauskopf  
Vice Mayor James Christie Jr.  
Commissioner Michael Mortell  
Commissioner Eula R. Clarke  
Commissioner Troy A. McDonald**

**Also in attendance were:  
City Manager Dan Hudson  
City Attorney Paul J. Nicoletti  
City Clerk Cheryl White**

**Mayor Krauskopf delivered the Invocation, followed by the Pledge of Allegiance led by the Commission.**

**1. Budget Workshop #2: Presentation of Annual Budget for Fiscal Year 2012**

Mayor Krauskopf asked if in the employee compensation recommended action to not have something that will compound the effort next year. He also asked about the FEMA reserves and if there was any feedback from FPL or the State on the electric utility franchise fees, how it will come back to the City.

Financial Services Director Zaharako was not aware of how it would come back.

Commissioner McDonald asked how much the cost was for the City's rolling fleet.

Financial Services Director Zaharako said she would get back with the Commission for the cost and the City pays about 10 cents below retail for its fuel. She further explained the reserves set aside for FEMA and reimbursement.

Mary Hutchinson came forward and said it is time to reinstitute a merit based system of some kind for employees but she wants the City to look at it in a new way. She expressed concern over the COLA and if revenues don't increase the City will dig a hole that we fought so hard to get out of. She suggested a merit based program for those employees who go above and beyond. She also encouraged the City to try and have reoccurring expenses paid with reoccurring revenues.

Mayor Krauskopf asked the City Attorney to notify the Commission as to when an executive session can be held. He also asked the Financial Services Director to schedule a budget review.

Financial Services Director Zaharako stated that July 18, 2011 at 4:30 would be a good date and time.

The Commission agreed

- 2. RESOLUTION 39-2011: Authorization for Budget Amendment #16 to the 2010-2011 Annual Property Management Fund Operating Budget; Approving the purchase of Professional Services, I.E. Design, Fiscal Analysis, Etc., regarding the redevelopment of the City Hall/Dockside Property; Authorizing the appropriation and expenditure of funds in the amount of \$15,000; and providing an effective date.**

**MOTION: COMMISSIONER MORTELL. : MOTION TO APPROVE RESOLUTION 39-2011**

**SECOND: COMMISSIONER MCDONALD**

**MAYOR KRAUSKOPF YES COMMISSIONER CLARKE YES**

**VICE MAYOR CHRISTIE YES COMMISSIONER MORTELL YES**

**COMMISSIONER MCDONALD YES**

**PUBLIC COMMENTS**

**ADJOURNMENT 5:18 P.M.**

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**Cheryl White, City Clerk**

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**Jeffrey A. Krauskopf, Mayor**

**Minutes approved at the Regular CCM  
Meeting This 27th Day of June 2011**