

SPECIAL FALLS CITY CITY COUNCIL		TUESDAY, JUNE 30, 2026
Mayor Bailey called the Falls City City Council into special session on Tuesday, June 30, 2026 at 6:00 p.m. in the Community Center located at 320 N. Main Street.		
Council Members Present: Council President Amy Houghtaling via Speaker Phone, Councilor Nick Backus, Councilor Tony Meier, Councilor Tia Scruton, Councilor Dennis Sickles and Councilor Lori Jean Sickles.		
Staff Present: City Manager AJ Foscoli and City Recorder Jeremy Teal		
AGENDA		ACTION
Consent Agenda a) May 20, 2026 Budget Minutes		It was moved by Council President Houghtaling to approve the Consent Agenda as presented. The motion was duly seconded by Councilor Meier and CARRIED with a vote of 6-0 with Councilors Backus, Meier, Scruton, D Sickles, LJ Sickles and Council President Houghtaling voting YES.
Resolutions a) Resolution 07-2025 – Supplemental Budget 2		Mr. Foscoli advised there were a few changes to tidy up some of the budgets. He noted the FEMA beginning number was off and only have \$11,000 left. He mentioned the LGIP interest was lower than it had been in previous years and a lot of the overages equate to increase in prices across all departments. Mayor Bailey asked about the \$815,150 contingency. Mr. Foscoli noted that contingency balanced out the general fund and sub budgets. He noted streets budget had the biggest decrease of \$125,000 which the city had not received the money from ODOT. He mentioned the sewer increased \$30,000. Councilor D Sickles asked why the increase. Council President Houghtaling stated it was due to the sewer rate increase. Mr. Foscoli explained the a specified grant from IFA and Business Oregon helped pay for the water rate study. Mayor Bailey stated the \$14,000. Mr. Foscoli noted the rate study grant was \$25,000, but the total water construction grant was \$1.4 million.

b) Resolution 08-2026 – Interfund Loan Repayment	Mr. Foscoli stated he had mistakenly started the fire levy with a \$36,000 beginning balance, but should have been \$24,000. He noted he estimated on the trend of the taxes increases annually, but actual taxes received were much lower. Council President Houghtaling mentioned they had stopped taxing manufactured homes. Mr. Foscoli mentioned everything on the land should be valued. It was moved by Councilor D Sickles that the Falls City Council adopt Resolution 07-2026 Fiscal Year 2025-2026 Supplemental Budget 2. The motion was duly seconded by Councilor Backus and CARRIED with a ROLL CALL vote of 6-0 with Councilors Backus, Meier, Scruton, D Sickles, LJ Sickles and Council President Houghtaling voting YES. Mr. Foscoli stated that with the 25-26 budget approval through the budget committee and the city and council there needed to be a repayment schedule from streets fund to utility reserve fund. It was moved by Council President Houghtaling that the Falls City Council adopt Resolution 08-2026 authorizing the Interfund Loan from Utility Reserve Fund to Streets Fund. The motion was duly seconded by Councilor D Sickles and CARRIED with a ROLL CALL vote of 6-0 with Councilors Backus, Meier, Scruton, D Sickles, LJ Sickles and Council President Houghtaling voting YES.
Adjourn	There being no further business, the meeting was adjourned at 6:18 p.m.
Read and approved this <u>6</u> day of <u>July</u> 2026. Mayor: <u>[Signature]</u> ATTEST: <u>[Signature]</u> City Recorder: <u>[Signature]</u>	