



CITY OF TRINIDAD  
TRINIDAD, COLORADO

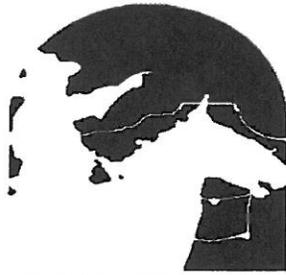
S P E C I A L M E E T I N G

There will be a Special Meeting of the City Council of  
the City of Trinidad, Colorado, on Tuesday, December 10, 2013,  
**at 1:00 p.m.** in the  
Council Chambers at City Hall

The following items are on file for consideration of City Council:

- 1) Resolution of the City Council of the City of Trinidad, Colorado, levying general property taxes based upon the 2013 certification of valuation to help defray costs of government for the City of Trinidad, Colorado, for the 2014 budget year
- 2) Resolution authorizing health insurance benefits for City employees and their dependents through CIGNA Health Care for plan year January 1, 2014 through December 31, 2014
- 3) First reading of an ordinance amending the City of Trinidad's Annual Budget for the fiscal year beginning on January 1, 2013, and ending on December 31, 2013, to identify projected additional expenditures from the Power & Light, Water and Gas Funds, and setting a hearing date for consideration of said ordinance

Individuals with disabilities needing auxiliary aid(s) may request assistance by contacting Audra Garrett, City Clerk, 135 N. Animas Street, Phone (719) 846-9843, or FAX (719) 846-4140. At least a 48 hour advance notice prior to the scheduled meeting would be appreciated so that arrangements can be made to locate the requested auxiliary aid(s).



**CITY OF TRINIDAD, COLORADO**  
1876

## COUNCIL COMMUNICATION

**CITY COUNCIL MEETING:** December 10, 2013  
**PREPARED BY:** Lonny Medina, Finance Director  
**DEPT. HEAD SIGNATURE:** *Lonny Medina*  
**# OF ATTACHMENTS:** 0

**SUBJECT:** Resolution levying general property taxes based upon the 2013 certification of valuation to help defray costs of government for the City of Trinidad, Colorado, for the 2014 budget year

**PRESENTER:** Lonny Medina, Finance Director

**RECOMMENDED CITY COUNCIL ACTION:** Once the final certification of valuation is received from the County, certify the mill levy to submit to the County as required by law

**SUMMARY STATEMENT:** N/A

**EXPENDITURE REQUIRED:** N/A

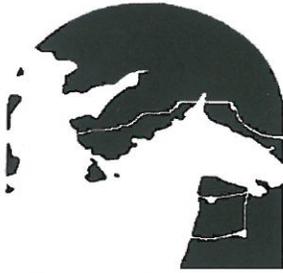
**SOURCE OF FUNDS:** N/A

**POLICY ISSUE:** N/A

**ALTERNATIVE:** None

### BACKGROUND INFORMATION:

- The certification of the mill levy is a requirement of municipalities, special districts, etc. each year. The County Assessor has until December 10<sup>th</sup> to provide the final certification of valuation to those entities. The City (and those other entities) is required to turn around the mill levy certification to the County by December 15<sup>th</sup> each year.
- The final certification of valuation has not yet been received, but is expected on Monday, December 9, 2013. Consequently, the resolution will be prepared thereafter and provided to Council at the special meeting on December 10<sup>th</sup>.



CITY OF TRINIDAD, COLORADO  
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## COUNCIL COMMUNICATION

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**CITY COUNCIL MEETING:** December 10, 2013  
**PREPARED BY:** Tom Acre, City Manager  
**DEPT. HEAD SIGNATURE:**   
**# OF ATTACHMENTS:** 1

**SUBJECT:** Resolution authorizing health insurance benefits for City employees and their dependents through CIGNA Health Care for plan year January 1, 2014 through December 31, 2014

**PRESENTER:** Tom Acre, City Manager

**RECOMMENDED CITY COUNCIL ACTION:** Consider adopting the resolution to allow the City to secure the coverage through CIGNA Health Plans

**SUMMARY STATEMENT:** N/A

**EXPENDITURE REQUIRED:** Yes

**SOURCE OF FUNDS:** All Funds

**POLICY ISSUE:** N/A

**ALTERNATIVE:**

### BACKGROUND INFORMATION:

- The City has had insurance coverage for its employees and their dependents for a number of years through Rocky Mountain Health Plans and has enjoyed relatively low renewal increases throughout those years.
- This year's renewal quote from Rocky Mountain Health Plans came in at 41% above current rates due to the fact that the carrier paid out more in claims than what they received in premiums.
- Alternative quotes were solicited by the City's broker and a favorable quote was received from CIGNA Health Plans, ultimately at approximately 24.5% above current rates.
- The Insurance Committee has agreed to move to CIGNA.
- The City's percentage of funding of the monthly premiums is set forth in the resolution and is based strictly upon affordability.

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RESOLUTION NO.

A RESOLUTION OF THE CITY COUNCIL OF THE CITY OF TRINIDAD, COLORADO AUTHORIZING HEALTH INSURANCE BENEFITS FOR CITY EMPLOYEES AND THEIR DEPENDENTS THROUGH CIGNA HEALTH CARE FOR PLAN YEAR JANUARY 1, 2014 THROUGH DECEMBER 31, 2014

WHEREAS, the City of Trinidad provides as a benefit to its employees and their dependents, group medical health insurance coverage; and

WHEREAS, the City of Trinidad previously secured such coverage from the underwriting company of Rocky Mountain Health Plans; and

WHEREAS, a less than favorable renewal was received from Rocky Mountain Health Plans for the ensuing coverage period; and

WHEREAS, an alternative favorable quote was received from CIGNA for plan year beginning January 1, 2014 to December 31, 2014.

NOW, THEREFORE, BE IT RESOLVED BY THE CITY COUNCIL OF THE CITY OF TRINIDAD, COLORADO, that:

1. The City of Trinidad, acting by and through its Mayor and City Council does hereby authorize health insurance benefits for employees and dependents with CIGNA Health Plans for the coverage period of January 1, 2014 through December 31, 2014.
2. The level of benefit provided shall be in accordance with the plan designed under the coverage known as the CIGNA Open Access Plus OAP (Brand) \$3k deductible – 80/50 Plan, and the premium rates associated with that coverage plan.
3. A second optional level of benefit is offered with the plan designed under the coverage known as the CIGNA Open Access Plus OAP Generic \$3k deductible – 80/50 Plan, and the premium rates associated with that coverage plan.
4. The cap on City's payment toward monthly premiums of an employee's coverage for the OAP (Brand) plan, described in paragraph 2 above, shall be 74% of the total premium associated with the level of coverage selected for the period beginning January 1, 2014 through December 31, 2014.
5. The cap on the City's payment toward monthly premiums of an employee's coverage for the OAP Generic plan, described in paragraph 3 above, shall be 79% of the total premium associated with the level of coverage selected for the period beginning January 1, 2014 through December 31, 2014.

6. The City of Trinidad will discontinue offering a Health Reimbursement Plan for Plan Year 2014 due to lack of available funds to continue the arrangement.

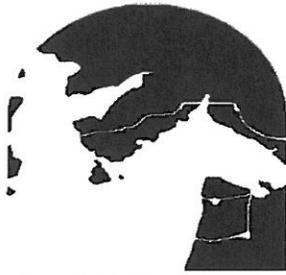
7. The new ACA taxes and fees the plan will be subject to, projected to be close to \$20,000 in 2014, will be paid by the City of Trinidad split among each of the funds proportionately.

INTRODUCED, READ AND ADOPTED this \_\_\_\_ day of December, 2013.

\_\_\_\_\_  
LINDA VELASQUEZ, Mayor Pro-Tem

ATTEST:

\_\_\_\_\_  
AUDRA GARRETT, City Clerk



CITY OF TRINIDAD, COLORADO  
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## COUNCIL COMMUNICATION

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**CITY COUNCIL MEETING:** December 10, 2013  
**PREPARED BY:** Lonny Medina, Finance Director  
**DEPT. HEAD SIGNATURE:** *Lonny Medina*  
**# OF ATTACHMENTS:** 2

**SUBJECT:** Consideration of an Ordinance Amending the 2013 Annual budget

**PRESENTER:** Lonny Medina, Finance Director

**RECOMMENDED CITY COUNCIL ACTION:** Consider forwarding it to a regular meeting for a first reading

**SUMMARY STATEMENT:** This Ordinance is to increase Transfers into the General Fund from the Power & Light, Water and Gas Funds by a combined total of \$379,304 and decreasing Transfers-out to the Sewer Fund from the Water and Gas Funds by a combined total of \$396,000.

**EXPENDITURE REQUIRED:** None expenditure is required. This is transfer of money between funds

**SOURCE OF FUNDS:** Transfers-in from Power & Light, Water and Gas Funds

**POLICY ISSUE:** Revision of 2013 Adopted Budget

**ALTERNATIVE:** Keep budgeted transfers as originally approved or approve a different amount.

**BACKGROUND INFORMATION:**

- This was discussed during the 2014 budget preparation process.
- Transfers-in or Payments in Lieu of Taxes to the General Fund are allowed up to a maximum of 5% of the Gross Revenues from the Power & Light, Water and Gas Funds.

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## CITY OF TRINIDAD, COLORADO

### ORDINANCE NO.

AN ORDINANCE AMENDING THE CITY OF TRINIDAD'S ANNUAL BUDGET FOR THE FISCAL YEAR BEGINNING ON JANUARY 1, 2013, AND ENDING ON DECEMBER 31, 2013, TO IDENTIFY PROJECTED ADDITIONAL EXPENDITURES FROM THE POWER & LIGHT, WATER AND GAS FUNDS

WHEREAS, by Ordinance No. 1910, the City Council of the City of Trinidad, Colorado, adopted an annual budget for the fiscal year beginning on January 1, 2013, and ending on December 31, 2013; and

WHEREAS, Chapter IX ("Budget Control and Financing"), § 9.7, of the Home Rule Charter for the City of Trinidad, Colorado, provides that the City Council may enact by ordinance a supplemental budget for any fund identifying projected additional expenditures; and

WHEREAS, in accordance with § 9.7 of the Home Rule Charter, the City Council herein desires to identify projected additional expenditures from the Power & Light, Water and Gas Funds in the 2013 annual budget.

NOW, THEREFORE, BE IT ORDAINED BY THE CITY COUNCIL OF THE CITY OF TRINIDAD, COLORADO:

**Section 1.** **Budget Amendment for Power & Light Fund.** The "Transfer Out (Pilot) – General Fund" line item of the 2013 Power & Light Fund budget is hereby increased by Two Hundred Thirty One Thousand One Hundred Twelve Dollars (\$231,112), from the previously approved amount of \$160,488 to a revised amount of \$391,600. Consequently, total expenditures for the 2013 Power & Light Fund budget are hereby increased by Two Hundred Thirty One Thousand One Hundred Twelve Dollars (\$231,112), from the previously approved amount of \$7,962,185 to a revised amount of \$8,193,297, as reflected in Exhibit "A" attached hereto and incorporated herein by this reference.

**Section 2.** **Budget Amendment for Water Fund.** The "Transfer Out (Pilot) – General Fund" line item of the 2013 Water Fund budget is hereby increased by Forty Two Thousand Eight Hundred Sixteen Dollars (\$42,816) from the previously approved amount of \$60,984 to a revised amount of \$103,800. Additionally, the "Transfer Out - Sewer" line item of the 2013 Water Fund budget is hereby decreased by One Hundred Seventy Three Thousand Dollars (\$173,000), from a previously approved amount of \$173,000 to a revised amount of \$0. Additionally, the "Transfer Out – Sewer (Capital)" line item of the 2013 Water Fund budget is hereby decreased by Fifty Thousand Dollars (\$50,000), from a previously approved amount of \$50,000 to a revised amount of \$0. Consequently, total expenditures for the 2013 Water Fund budget are hereby decreased by One Hundred Eighty Thousand One Hundred Eighty Four Dollars (\$180,184), from the previously approved amount of \$4,578,585 to a revised amount of \$4,398,401, as reflected in Exhibit "A" attached hereto and incorporated herein by this reference.

**Section 3.** **Budget Amendment for Gas Fund.** The "Transfer Out (Pilot) – General Fund" line item of the 2013 Gas Fund budget is hereby increased by One Hundred Five Thousand Three Hundred Seventy Six Dollars (\$105,376) from the previously approved amount of \$132,024 to a revised

amount of \$237,400. Additionally, the "Transfer Out - Sewer" line item of the 2013 Gas Fund budget is hereby decreased by One Hundred Seventy Three Thousand Dollars (\$173,000), from a previously approved amount of \$173,000 to a revised amount of \$0. Consequently, total expenditures for the 2013 Gas Fund budget are hereby decreased by Sixty Seven Thousand Six Hundred Twenty Four Dollars (\$67,624), from the previously approved amount of \$4,980,230 to a revised amount of \$4,912,606, as reflected in Exhibit "A" attached hereto and incorporated herein by this reference.

**Section 4. Revised 2013 Annual Budget Total.** Due to increased and decreased expenditures itemized in Sections 1, 2 and 3 above, the total of all fund expenditures for the 2013 annual budget is hereby decreased by Sixteen Thousand Six Hundred Ninety Six Dollars (\$16,696), from the previously approved amount of \$34,337,302 to a revised amount of \$34,320,606.

INTRODUCED BY COUNCILMEMBER \_\_\_\_\_, READ AND ORDERED  
PUBLISHED this 10th day of December, 2013.

FINALLY PASSED AND APPROVED this \_\_\_\_\_ day of December, 2013.

THE EFFECTIVE DATE OF THIS ORDINANCE SHALL BE THE \_\_\_\_\_ day of December,  
2013.

\_\_\_\_\_  
LINDA VELASQUEZ, MAYOR PRO-TEM

ATTEST:

\_\_\_\_\_  
AUDRA GARRETT, CITY CLERK

**EXHIBIT A****2013 SUPPLEMENTAL BUDGET REVISION  
POWER & LIGHT, WATER AND GAS FUNDS****LINE ITEM DETAIL SUMMARY - DEPARTMENT AND FUND**

<b>DEPARTMENT &amp; ACCT#</b>	<b>DESCRIPTION</b>	<b>2013 APPROVED BUDGET</b>	<b>PROJECTED INCREASE</b>	<b>2013 REVISED BUDGET</b>
<b><u>POWER &amp; LIGHT FUND</u></b>				
002-5200-8201	Transfer-out - General Fund	\$ 160,488	\$ 231,112	\$ 391,600
<b>POWER &amp; LIGHT FUND REVISED BUDGET EXPENDITURE TOTAL</b>		<b>7,962,185</b>	<b>231,112</b>	<b>8,193,297</b>
<b><u>WATER FUND</u></b>				
003-5300-8201	Transfer-out - General Fund	60,984	42,816	103,800
003-5300-8203	Transfer-out - Sewer Fund	173,000	(173,000)	-
003-5300-8209	Transfer-out - Sewer Fund(Capital)	50,000	(50,000)	-
<b>WATER FUND REVISED BUDGET EXPENDITURE TOTAL</b>		<b>4,578,585</b>	<b>(180,184)</b>	<b>4,398,401</b>
<b><u>GAS FUND</u></b>				
004-5400-8201	Transfer-out - General Fund	132,024	105,376	237,400
004-5400-8209	Transfer-out - Sewer Fund	173,000	(173,000)	-
<b>GAS FUND REVISED BUDGET EXPENDITURE TOTAL</b>		<b>4,980,230</b>	<b>(67,624)</b>	<b>4,912,606</b>
<b>REVISED 2013 ANNUAL BUDGET TOTAL</b>		<b>\$ 34,337,302</b>	<b>\$ (16,696)</b>	<b>\$ 34,320,606</b>