

BUDGET & FINANCE COMMITTEE MINUTES
November 21, 2017

Chairman Peterson called the regular meeting of the Budget & Finance Committee to order at 6:30 pm. Members present: Mayor Adams, Scott Fridly, Corine Hughes, John Peterson, Jaye Quimby and Dave Winters
Staff present: Chief Dickson, Arianne Honkamp (6:33 pm) and Jodi May

Motion by Mr. Winters, second by Mr. Fridly, to waive the reading of and approve the minutes of November 7, 2017. All ayes. Motion approved 3-0.

PUBLIC COMMENT

None.

SPECIAL WARRANT CONSIDERATIONS

None.

RECOMMENDATION OF PAYMENT

Bills were reviewed and recommended for approval in the amount of \$215,044.59

MAYOR ADAMS

None.

JAYE QUIMBY, TREASURER

Ms. Quimby stated that she has the draft of the audit and that she went through it with the auditor and that she should be receiving it within the next week.

Ms. Quimby stated that the Blackhawk loans for the Wagon Wheel TIF were due on October 1st so Blackhawk State Bank approved a short-term loan until January 1st for interest only payments until the new loans through Gateway Community Bank could be approved. Ms. Quimby said that the three TIF loans were combined into one loan at Gateway Community Bank at a rate of 2.75% with a 12 year amortization which will decrease the payments about \$4,000/year.

Ms. Quimby advised the Committee that she sent out the tax levy numbers so they need to decide what they want to do. Mayor Adams stated that the estimated tax levy amount is \$995,000. Ms. Quimby said that the Committee needs to decide what they want to do with the police pension levy and that they were requesting \$387,000 for their contribution. Ms. Quimby explained that they dropped the interest rate as well. The Committee also discussed the possibility of issuing bonds (\$1.7M) and the pros/cons of doing so. Ms. Quimby said that the Police Pension Board would have the money to invest in the market and that the annual contribution would become a lower amount. Ms. Quimby explained that the state of Illinois has a different formula for their calculation than the actuarial formula and that the state allows for a lower contribution amount. Mr. Fridly questioned what the advantages were for being 100% funded for the police pension over 70% funded. Ms. Quimby stated that the only advantage would be that the money would be in the hands of the Police Pension Board to be able to invest it so their earnings would be larger. Mr. Fridly stated that he thought that would be putting more money in jeopardy or at risk. Mr. Winters added that the market over history has grown. Ms. Quimby stated that she spoke with Bruce Lans (Police Pension Board member) and that he offered to come and talk to the Village Board again if they had any further questions. Ms. Quimby advised that the tax levy has to be approved at the second meeting in December and filed by December 22, 2017.

Ms. Quimby added that she was able to get the SAMS number for the GATA update. Ms. Quimby said that she spoke with someone from IML in regards to this and they weren't very helpful. Ms. Quimby stated that she needs to set aside a block of time to figure out how to do this.

JOHN PETERSON, CHAIRMAN

Mr. Peterson stated that the estimated tax levy is \$995,000 and that this is up for approval at the Village Board meeting later in the evening. The Committee is okay with this. Mr. Winters advised to use the \$387,000 that the Police Pension Board was requesting and if there is a shortfall from the county to deduct that from the police pension amount. Ms. Quimby advised that she will work on numbers to add up to the \$995,000 and that the county may be short around \$10,000 if the Village Board decides to go with \$995,000.

DAVE WINTERS, TRUSTEE

None.

SCOTT FRIDLIDY, TRUSTEE

None.

VILLAGE COLLECTOR, CORINE HUGHES

None.

ANY OTHER BUSINESS ALLOWED BY LAW

None.

ADJOURN

Motion by Mr. Winters, second by Mr. Fridly, to adjourn at 6:53 pm.

Respectfully submitted,

Christina Stewart
Village Clerk