



## City of Rock Falls Finance/Insurance/Investment Committee

**Date: 12/29/2009**

**Time Meeting Started: 6:30 p.m.**

**Time Meeting Ended: 8:15 p.m.**

Members		Also Attended	
Ald. Kuhlemier, Chairman	X	City Administrator Downey	X
Ald. Schuneman	X	City Clerk Wescott	X
Ald. Thurm	X		
Mayor Blanton	X		
Also Attended			

Topic	Discussion	Plan of Action
1. Call to Order	<ul style="list-style-type: none"> <li>Chairman Kuhlemier called the meeting to order</li> </ul>	In session: 6:30 pm
2. Approve Minutes of November 19, 2009	<ul style="list-style-type: none"> <li>Committee approved minutes as presented.</li> </ul>	Minutes approved
3. New Business a) General fund reduction	<ul style="list-style-type: none"> <li>The Departments that make up the General Fund were asked to bring forth ideas that would reduce there current budgets for the reaming fiscal year by 10% if possible. Other than the Police (\$20,869)) and Fire Department (\$6,235), the budgeted items in the other General Fund cost centers were unable to reach the request that was made, due to most of those costs being fixed for the year. City Administrator Downey will work with the other Departments, and a listing of all possible savings will be presented to the Council by Chairman Kuhlemier on January 5, 2010.</li> </ul>	Present General Fund reductions to the Council 01-05-2010
b) UIC Budgeting Project	<ul style="list-style-type: none"> <li>Following a lengthy discussion, it was decided to decline participation in the Government Finance Officer's Association's Distinguished Budget Presentation Award Program for this year.</li> </ul>	Mr. Downey will notify the UIC Budgeting Project
c) Reliant Boiler Room Asbestos's Removal	<ul style="list-style-type: none"> <li>Action was already taken on this item in another committee.</li> </ul>	No Action
d) IEPA Brownfield Budget Status	<ul style="list-style-type: none"> <li>Mr. Downey reviewed the revenues/expenditures from the Brownfields Grant and reported a balance of \$34,858.91 remains.</li> </ul>	No Action
e) Lighting Grant Funding	<ul style="list-style-type: none"> <li>Mr. Downey wished the Finance Committee to approve his request to move \$15,030.21 from the Public Property Demolition Fund to the Repair and maintenance Building sections of both the Police and Fire Department line items to pay for the Public Safety building Lighting Upgrade.</li> </ul>	Action approved
f) Cell Phone Service	<ul style="list-style-type: none"> <li>The sewer and water Department would like to upgrade to data phone service. Following a length discussion the request was denied.</li> </ul>	Request denied.
g) Vehicle replacement Program	<ul style="list-style-type: none"> <li>Mr. Downey introduced the idea of those departments in the General Fund setting aside monies in there budget for future purchases of capital items. Several accounting considerations must be reviewed prior to implementation of such a program due to the General Fund set up and carryover each year.</li> </ul>	City Clerk will check with the auditors.
h) Change Order #4 American Demolition	<ul style="list-style-type: none"> <li>A cost for demolition obtained from American Demolition to take down and haul away the water tower, which stands in front of the Limestone Building. The structure has been deteriorating for many years and poses possible liability issues for the City. Fee presented was \$6,500.00 for demolition and clean up of the site.</li> </ul>	Send to Council 01-05-2010 for approval.
4. Dissolution of IBC	<ul style="list-style-type: none"> <li>City Clerk Wescott presented the Committee with a extensive report on the proceedings conducted for the dissolution of the Intergovernmental Benefits Cooperative (IBC) , that he served as Chairman on behalf of the</li> </ul>	Information Only No Action required

	<p>City. The City along with Dixon, Ill., Village of Evergreen Park and Midlothian voted unanimously to dissolve the IBC with an effective date of 12/31/2009. The following key decisions were outlined:</p> <ul style="list-style-type: none"> <li>● Each City would be responsible for contracting there individual 90-day run-out periods with Sage Technologies or a TPA of there choice. Run-out claims charges would be the responsibility of each of the members and not drawn from the pool</li> <li>● The remaining pool funds, currently estimated to be at or near \$325,000.00 will be distributed to the remaining members participating in the Health side of the IBC only, due to the built in pool contributions. The breakdown for the distribution is as follows; Evergreen Park (43%), Dixon (33%) and Rock Falls (24%). Distribution of the funds will occur on or about 02/15/2010.</li> <li>● The IBC will set aside \$25,000 for payment to Sage Technologies to handle the remaining IBC business matters, \$15,000 for Clifton Gunderson for completion of the 2008 and then 2009 final audit reports, and \$20,000 to the IBC Attorney for his closure to the Hoopeston Settlement matters. Any funds reaming in any of the individual accounts identified, shall be distributed to the members in accordance with the (%) breakdown voted upon.</li> <li>● Hoopeston, Illinois still owes the IBC \$304,000 from past paid claims before they exited the pool. The IBC attorney was directed to set a 60 day timeline on negotiating with Hoopeston on a reduced payment of 2/3 of the original amount.</li> </ul>	
4 (b) IPBC Update	<ul style="list-style-type: none"> <li>● City Clerk Wescott presented a brief report on the progress being made in the City’s transition to the Intergovernmental Personnel Benefits Cooperative (IPBC) which effective January 1, 2010 the City of Rock Falls will be a member of for Health/RX/Dental Services. The City is going to be a member of a new Sub Pool known as NIHI (Northern Illinois Health Initiative) with the Village of North Riverside.</li> <li>● The monthly costs for Life/AD&amp;D/Health/Dental and RX services will be \$89,061.48 and handle through an established ACH account.</li> </ul>	Information Only No Action Required.

---

Committee Chairman