



## City of Rock Falls Finance/Insurance Investment Committee

**Date:** 01 24 12 **Time Meeting Started:** 6:30 p.m. **Time Meeting Ended:** 8:07 p.m.

Members		Also Attended	
Ald. Kuhlemier, Chairman	P	Administrator Blackert	P
Ald. Thurm	P	Clerk Wescott	P
Ald. Schuneman	P	Chief Kuelper	P
Mayor Blanton	P		
Also Attended			

Topic	Discussion	Plan of Action
1. Call to Order @ 6:30 p.m.	<ul style="list-style-type: none"> <li>Roll Call, quorum present</li> </ul>	In session @ 6:30 p.m.
2. Approve Minutes of December 27, 2011	<ul style="list-style-type: none"> <li>Following review of the minutes, committee accepted as presented</li> </ul>	Minutes approved
3. New Business a) Purchase/Lease Police Cars	<ul style="list-style-type: none"> <li>Chief Kuelper presented the Committee with a very comprehensive report of the current status of the (10) vehicles in the Police Department Fleet. In addition to the age of the vehicles and mounting mileage, the budget for repairs and maintenance of the vehicles has grown to approximately \$20,000 per year and will continue to increase with added age each year. Chief Kuelper presented costs related to Lease packages, as well as, purchase costs for comparison from several different providers, The committee discussed the current status of the vehicles and the various options presented by the Chief for replacement of all or gradual replacement of several vehicles a year. The committee thanked the Chief for his informative report. It is agreed that something needs to be done to begin the process, however, a closer scrutiny of the amount of dollars that will be available will be undertaken by the committee</li> </ul>	Tabled till February meeting
3. b) Discussion of Procuring Banking Services	<ul style="list-style-type: none"> <li>Clerk Wescott and Administrator Blackert presented a brief report on the current status of the City's Banking at US Bank. With the decline in the interest rates and subsequent return on investment, the cost for banking services as grown and is costing the City approximately \$22,000 a year. This amount includes the bank fees and charges for credit card usage for customer payments. The City has communicated with the local bank on numerous times, the need to establish a plan to keep this cost down. After almost a 6 month delay, the bank officials suggested a program called Lockbox, which would have produced a little savings, but only if all of our utility customers participated. The Clerk's office has put together an RFP and sent it out to the local banks. They are due back on February 20<sup>th</sup> and will be presented for review and consideration at the February 28<sup>th</sup> Finance Meeting.</li> </ul>	Send out RFP's for Banking services
3. c) Audit Proposals	<ul style="list-style-type: none"> <li>A proposal for professional services was reviewed from WIPFLI LLP of Sterling, Illinois for Audit services for the City for the period 2012-2013-2014. The committee discussed the various aspects of services in relationship to the current provider CliftonLarsonAllen (formerly Clifton Gunderson). Following a lengthy discussion, the Committee is going to recommend that the City of Rock Falls accept the proposal of CliftonLarsonAllen for the three (3) year period of 2012-2013-2014.</li> </ul>	Recommend Council approval of CliftonLarsonAllen for Audit services as presented.
3. d) Health/Dental Insurance rates 2012-2013	<ul style="list-style-type: none"> <li>Clerk Wescott provided the committee with information concerning the current status of the NIHII sub pool that the City of Rock Falls participates in under the IPBC Pool. Current preliminary rate increase for Health insurance is 7.2% and Dental 10.6%. The final percentages will be known in March. The committee was reminded that both the employees and the City will see an additional 5% on the health premiums bringing that</li> </ul>	Bring spouse and deductible information to the February meeting

	<p>projection up to a 12% total. This is based on the utilization of reserves to help with the costs of last year's increase following reorganization of the plan. Clerk Wescott shared that he would like to bring forth information concerning increase in the deductibles to \$1000-\$1500-\$2000 for considerations. Most participants in the IPBC plans are looking at a starting deductible o \$1500-\$3000 a year. In addition he will research and bring forth in February information concerning the release of spouse from our plan if insurance is offered at their place of employment. The committee thanked the Clerk for the informational report.</p>	
3. e) Debit certificate for Sewer Plant Land	<ul style="list-style-type: none"> <li>• Clerk Wescott asked that the Finance Committee recommend the payment of the final obligation in the amount of \$798,951.33 to Sauk Valley Bank for the purchase of the Land at the new Wastewater Reclamation facility.</li> </ul>	Recommend approval to Council.
4. Investment Report	<ul style="list-style-type: none"> <li>• Committee reviewed the Investment report presented by Deputy Clerk Conklin for the month of December 2011.</li> </ul>	Report accepted
5. Committee Member items	<ul style="list-style-type: none"> <li>• Mayor Blanton brought for discussion, a proposal from the Firefighters for the purchase of a used Tanker at a cost of approximately \$75,000.00. The Firefighters Foundation and Foreign Fire Board are offering to put money towards the purchase. More information shall be forth coming next month. Clerk Wescott suggested that the Rural Fire Board be contacted, as they usually carry a surplus following the disbursements for the contract each year.</li> </ul>	Place on agenda for February meeting.
6. Adjournment	<ul style="list-style-type: none"> <li>• With no othe business, Chairman Kuhlemier called for adjournment</li> </ul>	Meeting adjourned at 8:07 p.m.

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Ald. Glen Kuhlemier, Committee Chairman