



City of Rock Falls Special Finance / Insurance Committee Meeting Minutes

Date: 5-3-2016

Time Meeting Started: 5:30pm

Time Meeting Ended 6:16pm

Members		Also Attended	
Alderman Kuhlemier – Chairman	p	Mayor Wescott	p
Alderman Logan	p	Administrator Blackert	p
Alderman Kleckler	p	Clerk Arduini	p
		Alderman Reitzel	p
		Brian Frickenstein	p
		Larry Spinka	p
Also Attended			

Topic	Discussion	Plan of Action
1. Call to Order @ 5:30p.m. – Chairman Kuhlemier	Meeting was called to order at 5:30pm	Meeting begins at 5:30pm
2. Approve Minutes – a. Finance Committee meeting February 23rd , 2016 b. Finance Committee meeting March 28th, 2016 c. Finance Committee meeting March 29th , 2016	The committee reviewed the meeting minutes	Minutes approved
3. New Business: a. Tax Exempt Leasing financing proposal review for two plow trucks.	Adm. Blackert explained that it has been a year since these bids were let. Tax exempt lease gave some options for financing. The committee recommends a 5 year lease at \$56,594 per year.	Recommend to Council the 5 year option
b. Recommendation to begin the bonding process and execute an underwriter engagement letter with First Midstate Inc. for funding of RB&W riverfront area.	The City plans to use the TIF property taxes from the hotel, and any other developments in the downtown TIF. Along with hotel taxes from the Holiday Inn to pay for bonds to develop the riverfront area in the RB&W District. Using conservative estimates from the Country Inn and Suites The yearly payment estimate is \$171,000 on \$2 - \$2.5M Alternative Revenue Bonds. Brian Frickenstein stated that Phase I would construct the access road and trail east to the new City property donated from the Celletti family. This would include lighting, rip rap, trail, and retaining wall. Phase II would include the music venue, speakers, electric, and all of the other paths through the area. Alderman Kleckler expressed concerns of taking the land off the table for new development. Adm. Blackert reminded the committee that this is part of the redevelopment agreement with the hotel. As new re-development agreements come, and more projects are built on the south side of the road it will add to the TIF, The committee would like to be interest only the first year so that there will be income from property taxes paying into the TIF for the bond payments.	The committee recommends to the Council that Adm. Blackert begin engagement letters to get quotes for bonding.
c. Review of the FY16 audit engagement letter with Sikich.	The committee reviewed the engagement letter. And mentioned that the city has a 3 year contract with Sikich.	Recommend to council to have the Mayor sign the engagement letter.
d. Review of IPBC Premiums July 2016 - June 2017	Clerk Arduini explained that the health care premiums for employees will be raising by 4.2%, and dental will fall slightly.	No action
e. Review of MICA renewal 2016-2017	Clerk Arduini explained that due to high loss years in the past, the liability / workers comp insurance premium for the City will be \$447,151 this is a 19.6%	Recommend the premium

	increase over the previous year. Mr. Arduini also stated that there was a calculation error at MICA, and the premium was recalculated to be \$476,229. The city will only be billed the original amount.	of \$447,151 to the Council for approval.
4. Committee Member Items	Alderman Kleckler inquired about the fireworks bill being \$10,000. It was explained that the total was for both Pink Heals, and the Fishing Derby.	No action
5. Adjournment	With nothing else for the good of the committee the meeting was adjourned at 6:16pm	Meeting ends at 6:16pm

Committee Chairman

