

**VILLAGE OF CHERRY VALLEY, IL
FINANCE COMMITTEE MINUTES
TUESDAY, NOVEMBER 12, 2013**

CHAIRMAN: GARY MAITLAND
MEMBERS: STEPHEN APPELL
JOANN HUDSON

Chairman Gary Maitland called the Finance Committee meeting to order at 7:01PM. A Roll Call was taken:

STEPHEN APPELL PRESENT
JOANN HUDSON PRESENT
GARY MAITLAND PRESENT

Others present: Trustees Sally Hollembeak and David Schroeder, Treasurer Karen Melloch, Public Works Director Chuck Freeman, Interim Chief of Police Larry Neville and Village Clerk Dana Ward.

ADOPT THE AGENDA: Gary Maitland moved to adopt the amended Agenda. Gary Maitland asked to move *NEW BUSINESS 5. Employees 457 Plan with IPPFA Benefits* to the *CHAIRMAN'S REPORT* and strike the *EXECUTIVE SESSION*. JoAnn Hudson seconded. All "Aye"; none opposed. Motion carried by voice vote.

APPROVE THE MINUTES: October 8, 2013. Gary Maitland moved to approve the Minutes of October 8, 2013. JoAnn Hudson requested additional information be added to page 4 after Collective Bargaining concerning Nancy Belt questioning whether the attorney was aware of the possible litigation. Gary Maitland requested that in addition to that language he would like to add that Karen Melloch replied that the attorney was aware of the issue. JoAnn Hudson seconded. All "Aye"; none opposed. Motion carried by voice vote.

TREASURER'S REPORT: Monthly Report by Treasurer Karen Melloch. Ms. Melloch informed the Committee that there will be LOCIS training at the Village Hall on Wednesday, 11/13/13. She then referred the Committee members to the financial handouts.

The regular sales tax revenue report shows a near "break even" amount compared to budget; the Village has a positive balance of \$3932.11. The 1% sales tax report also shows a strong positive cash balance of \$210,542.00. Ms. Melloch stated that this is good news.

The YTD Annualized 10/31/13 report is good. Sales tax is pretty even to last year. Video gaming is up to \$12,000 now and that is good. Administration expense is up due to an increase in property insurance costs (MIN/MAX adjustment). This is due to the PW fire. Also, last year only three payments were made for the Mall rebate. Normally the Village would make four payments during the year. This year the Village will be making five payments. Police is up due to wages. However, figures are lower than projected due to a

**VILLAGE OF CHERRY VALLEY, IL
FINANCE COMMITTEE MINUTES
TUESDAY, NOVEMBER 12, 2013**

TREASURER'S REPORT: (Continued).

decrease in Winnebago "Fines/Reports/Towing/Police" for revenues over projected figures.

The Capital Improvement report is also good. There was a savings noted when the sweeper was purchased, \$11,532. Ms. Melloch pointed out the savings noted for the Public Works fire.

Lastly, Ms. Melloch drew the attention of the Committee to a chart from Bernardi Securities titled "Current Market Conditions". She pointed out that when the Village refinanced the four year bond, the refinancing was completed when interest was at its lowest point.

PUBLIC COMMENT: None.

UNFINISHED BUSINESS: None.

NEW BUSINESS:

1. Health Insurance Renewal with BCBS. Michelle Kimes came to the podium and supplied the Committee with a handout titled "Know Your Benefits". She presented figures for BCBS. Beginning January 1, 2014, there will be major changes to the plans. However, if the Village approves the current plan before December 1, 2013, the rates will show moderate increases and the plan will stay the same. Gary Maitland moved to send to the Village Board November 19, 2013 an approval to renew the existing PPO and HRA Health and Dental insurance plans for 2014 with BCBS with the new rates quoted, including the new affordable care costs, in the amount of \$339,254.04. Stephen Appell seconded. All "Aye"; none opposed. Motion carried by voice vote. Gary Maitland instructed Michelle Kimes and Karen Melloch to prepare the information for the Employee Benefit System for upcoming employee meetings.
2. Review Bills. Gary Maitland asked the Committee members to review the bills.
3. Authorize Bills for Payment. Gary Maitland moved to send to the Village Board November 19, 2013, a request to approval to pay the October bills, reviewed by the Finance Committee on November 12, 2013, in the amount of \$79,078.44. Mr. Maitland noted that the Budget Director will review the bills over the weekend. Stephen Appell seconded. All "Aye"; none opposed. Motion carried by voice vote.

**VILLAGE OF CHERRY VALLEY, IL
FINANCE COMMITTEE MINUTES
TUESDAY, NOVEMBER 12, 2013**

NEW BUSINESS: (Continued).

4. Budget Calendar. Chairman Maitland stated that there are two items on the budget calendar:
 - a. Amend Capital Improvements Program, Water and Public Works, and Other Long Range programs. Gary Maitland noted that there will be no changes in the Capital Improvements program at this time. Public Works garage will be a long range plan.
 - b. Abatement Ordinances. Gary Maitland noted that there are two abatement ordinances going to the December Ordinance Committee meeting.

5. Illinois Municipal League Risk Management Association Liability Insurance Renewal. Karen Melloch received information regarding the IMLRMA insurance and the Gallagher quotes. The Gallagher quotes were non-competitive; they were in the \$200,000 range. Ms. Melloch recommended that the Village renew the insurance contract with IMLRMA. Gary Maitland asked members to weigh in: Chuck Freeman noted that the response with IMLRMA was swift in relationship to items with the fire. Sally Hollebeak was pleased with the payout response of IMLRMA. Gary Maitland moved to send to the Village Board November 19, 2013 an approval for the President to sign the renewal contract for workers compensation and liability insurance, paying the MIN/MAX contribution, with IMLRMA, in the amount of \$126,885.73, to be executed by November 25, 2013, Line Item 5110 Administration/Insurance-General. JoAnn Hudson seconded. All "Aye"; none opposed. Motion carried by voice vote.

PRESIDENTS REPORT: None.

ADMINISTRATOR'S REPORT: None.

CHAIRMAN'S REPORT: Employee 457 Plans with IPPFA Benefits. Brandon Erbe, Illinois Public Pensions Fund Association benefits representative, is here to answer questions regarding the 457 Plans. The contract agreement covers both the 457 Roth and the 401 Roth accounts. He explained the pre-tax and post-tax Roth IRA accounts. In the past a dollar amount was specified for deductions; with the contract, a percentage amount can be deducted. Gary Maitland requested that this discussion continue at the next meeting so that a final decision can be made in January 2014.

ADJOURNMENT: Seeing there is no further business, Gary Maitland moved to adjourn at 8:01PM. Stephen Appell seconded. All "Aye"; none opposed. Motion carried by voice vote.

Recorded by Village Clerk Dana Ward.

Minutes approved by Chairman Gary Maitland November 20, 2013.

**AGENDA
VILLAGE OF CHERRY VALLEY, IL
FINANCE COMMITTEE
TUESDAY, NOVEMBER 12, 2013
TIME: 7:00 P.M.**

CHAIRMAN: GARY MAITLAND
MEMBERS: STEPHEN APPELL
 JOANN HUDSON

ROLL CALL:

ADOPT THE AGENDA:

APPROVE THE MINUTES: October 12, 2013

TREASURER'S REPORT: Monthly Report by Treasurer Karen Melloch

PUBLIC COMMENT:

UNFINISHED BUSINESS:

NEW BUSINESS:

1. Health Insurance Renewal with BCBS
2. Review Bills
3. Authorize Bills for Payment
4. Budget Calendar
 - a. Amend Capital Improvement Program, Water and Public Works Projects, and Other Long Range Programs
 - b. Abatement Ordinances
5. Employees 457 Plan with IPPFA Benefits
6. Illinois Municipal League Risk Management Association Liability Insurance Renewal

EXECUTIVE SESSION:

5 ILCS 120/2(c) (2) (Collective Bargaining) Collective negotiating matters between the public body and its employees or their representatives, or deliberations concerning salary schedules for one or more classes of employees. (Police and Public Works)

RECONVENE TO OPEN SESSION:

PRESIDENT'S REPORT:

ADMINISTRATOR'S REPORT:

CHAIRMAN'S REPORT:

ADJOURNMENT:

GLM 11/7/2013