

## FINANCE COMMITTEE

**APRIL 25, 2016**

The meeting was called to Order by Ald. Longo at 6:00 p.m. with the following Roll Call:

Members Present: Ald. Frings, Ald. Smith, Ald. Toellner

Members Absent:

Others Present: Mayor Boelk, Darlene Smith, Ald. Olson, Ald. Schmidt

### Item #2 – Approve the minutes of the March 14, 2016 and March 28, 2016, meetings.

Motion by Ald. Toellner, second by Ald. Smith to approve the minutes of the March 14, 2016, and March 28, 2016, meetings. Motion carried unanimously.

### Item #3- Citizens Comments.

None.

### Item #4 – TAG Center Report.

- A. Revenues are on track at 34% and expenses are at 16%. Fifty taxpayer 4-visit punch cards have been turned in so far. Thirty membership discount cards used with 12 being new memberships and 18 renewal memberships. Remember that these cards can be used until December 31, 2016. Pool activity has been busy with daily passes and program revenue. Last session of swim lessons had 175 students. Silver Sneakers members currently at approximately 325. The large increase of new members as of January is due to John Deere retirees being eligible for the plan. TAG Center expansion schedule as follows: 4/26 – bids due; 4/27 – Planning Commission review & approve; 4/29 – bid recommendation for award; 5/9 – City Council meeting with bid approval & award; 5/11 – tentative construction start date and 5/17 – tentative ground breaking. The TAG Center will be open during construction with some minor sacrifices to accommodate the project. We look forward to the additional space and thank the Bachhuber's for this generous gift. Lenny's Pool repaired the pool U/V generator for a total cost of \$2,304.70 which included parts and labor. This was an emergency repair with funds being used from the Bachhuber grant money.

### Item #5 - Golf Club Report.

- A. No Report.

### Item #6 - Treasurer's Report.

- A. Monthly Financial Report.

All cash accounts are reconciled to the bank statements. Revenues are at 38%. The total revenues for the month are \$48,612. Expenses are at 26%. The total expenses for the month are \$296,127. Total March cash position is \$9,916,103. Total cash changes in cash position by fund is (\$758,277).

### Item #7 – Establish Property Owner Sewer Lateral Loan Rate.

The City is offering a loan to property owners who are unable to obtain a conventional loan. The City does not want to be in competition with the local banks. Use prime rate as the foundation for setting City's rate. Add 2% to the prime rate to avoid competing with lending institutions. April 19, 2016 the prime rate per the Federal Reserve is 3.5% and has been at that rate since mid-December 2015. There is no expectation of a change in the prime rate. In 2015, the prime rate was 3.25% and had been at that rate since 2009. Lois recommended 5.5% for the loan rate and to modify the rate when the prime rate changes instead of on an annual basis.

Motion by Ald. Frings, second by Ald. Toellner to recommend the sewer lateral loan rate at 2% over the prime rate and to modify only when the prime rate changes. Motion carried 3-0.

### Item #8 – Adjournment.

Motion by Ald. Toellner, second by Ald. Frings to adjourn at 6:12 p.m. Motion carried unanimously.

Darlene Smith, City Clerk