

FINANCE COMMITTEE

JANUARY 25, 2016

The meeting was called to Order by Ald. Longo at 6:47 p.m. with the following Roll Call:

Members Present: Ald. Hohmann, Ald. Longo, Ald. Toellner

Members Absent:

Others Present: Mayor Redeker, Darlene Smith, Lois Krueger, Ald. Boelk, Ald. Schmidt, Ald. Shoemaker, Chief MacNeill

Item #2 – Approve the minutes of the January 4, 2016, meeting.

Motion by Ald. Toellner, second by Ald. Hohmann to approve the minutes of the January 4, 2016, meeting. Motion carried unanimously.

Item #3- Citizens Comments.

None.

Item #4 – Review/Discuss Sewer Lateral Loan Options with possible action.

The city's goal is to provide loans for property owners who are required to repair sewer laterals located on private property. This is intended only for property owners who may need a loan to pay the costs, but do not have the ability to secure traditional financing. 100 homes are required to be inspected each year; it is unknown how many home owners will need repairs, the cost of the repairs, and how many will need access to a loan from the city. The best option of the city is to borrow the amount needed each year from a line of credit. It is estimated that approximately 40 homeowners will request city financing options annually; recommend a five year or seven year installment plan; establish an interest rate at the time of the loan (higher than the rate on a line of credit through the bank); specify all terms of loan along with principal & interest payment schedule; loan checks will be payable to the property owner and the contractor; the annual installment payment of principal and interest will be placed on the tax roll; recommend a \$25 administrative fee be added to the annual payment; loans can be paid earlier; recommend if the property is sold the seller is required to pay balance of loan; establish separate enterprise fund.

Motion by Ald. Hohmann, second by Ald. Toellner to recommend to common council the city obtain a line of credit for the sewer lateral loan option and set the interest rate at an annual basis with no \$25 administrative fee. Motion carried 3-0.

Item #5 – Discuss/Recommend Entertainment Contracts for Rock N Boom, July 3, 2016.

Motion by Ald. Toellner, second by Ald. Longo to recommend the Entertainment Contracts for Rock N Boom, July 3, 2016. Motion carried 3-0.

Item #6 – Discuss/Recommend Spectrum Fire Works Contract.

Mike is trying to clarify the backup dates in case of rain. The contract currently states Wed., July 6th or Thurs., July 7th. He would like the rain backup date to be on Fri., July 8th. He is waiting for a confirmation from Spectrum, so that date may change on the contract.

Motion by Ald. Toellner, second by Ald. Hohmann to recommend Spectrum Fire Works Contract. Motion carried 3-0.

Item #7 – Discuss/Approve Attorney's Cost regarding Interest Arbitration Police Union Negotiations.

This is the next step in the process for the Police Union Negotiations. There is a \$400 filing fee. The attorney charges \$295 per hour. There are attorney fees in the budget.

Motion by Ald. Hohmann, second by Ald. Longo to approve the attorney costs regarding Interest Arbitration Police Union Negotiations. Motion carried 3-0.

Item #8 – Discuss/Approve Installation of Overhead Projector in Council Room.

Mike would like to get an overhead projector installed in the ceiling with a wireless connection to a computer and if anyone wants to make presentations it would project onto the wall. It would cost approximately \$1,200 and a lot of the install would be done internally. This money would come from the Cable TV Fund. There is approximately \$58,000 in this fund and \$5,000 is budgeted for equipment. This could be used for in-service for employees and election training webinars.

Motion by Ald. Longo, second by Ald. Toellner to approve the installation of an overhead projector in the council room. Motion carried 3-0.

Item #9 – TAG Center Report.

A. No Report.

Item #10 Golf Club Report.

The Golf Club had their year-end meeting; they made the city payment and had monies left over.

A. Review Mayville Golf Course Management Contract with possible action.

It was suggested to put this item on a Finance of the Whole Committee meeting. The golf course appraisal has not been done yet. There needs to be more time to look at what others are doing.

Motion by Ald. Longo to recommend presenting the Mayville Golf Course Management Agreement to the council revising the rental paragraph to read in lieu of the principal and interest payment, the Golf Club pay a flat \$10,000 per year to the city. There was no second.

Motion by Ald. Hohmann, second by Ald. Toellner to table the review of the Mayville Golf Course Management Contract to the April Finance Committee of the Whole. Motion carried 2-1. Ald. Longo voted no.

Item #11 Treasurer's Report.

A. Monthly Financial Report.

All cash accounts are reconciled to the bank statements. Revenues overall are at 106% of a 12 month budget. The total revenues for the month are \$232,244. Expenses overall are at 99% of a 12 month budget. The total expenses for the month are \$411,106. Total December cash position is \$11,838,526. Total cash changes in cash position by fund is 5,183,106. The revenues year to date are \$3,518,781 compared to the budgeted amount of \$3,325,190 which includes the \$180,000 from the sale of the cell tower. The expenditures year to date are \$3,078,787 compared to the budgeted amount of \$3,090,190.

Item #12 - Adjournment.

Motion by Ald. Toellner, second by Ald. Longo to adjourn at 7:29 p.m. Motion carried unanimously.

Darlene Smith, City Clerk