

CITY OF ELKHORN
Finance & Judicial Committee
Council Chambers, 9 S. Broad Street, Elkhorn, Wisconsin June
June 23, 2014

The Finance and Judicial Committee was called to order at 5:00 p.m. by Alderman McClory, followed by roll call.

ROLL CALL

Present: Aldermen Scott McClory, Jim D'Alessandro, Tom Myrin

Also present: Mayor Brian Olson, Administrator Sam Tapson, City Clerk Cairie Virrueta, DPW Manager Martin Nuss, Fire Chief Rod Smith, Police Chief Joel Christensen, Library Director Lisa Selje, Kellen Olshefski

2014/2015 CIP BORROWING

Administrator Tapson presented an option to breaking the CIP borrowing into pieces, as some projects may not be pursued immediately. He did state that it will increase administrative fees by approximately \$28,500-33,500. Mayor Olson asked if this would delay the borrowing process. Administrator Tapson stated it does not delay it. Mayor Olson inquired what the time period was to spend the money. Administrator stated that is it a GO Note and is subject to 24-month spending cycle with interim compliance steps at 6 months (10%); 18 months (45%); and 100% after 24 months from issuance. There are no extensions on the note. After considerable discussion, no action was taken by the committee.

GROUP HEALTH INSURANCE RENEWAL

The current health insurance contract expires July 1, 2014. Renewal proposals were solicited from several insurers; the three best quotes were provided. Eastern, which on the basis of fixed cost and 'lasers', was the best option. Eastern proposed a lower fixed cost (\$17K), a substantially higher aggregate attachment cost (\$105K), and an aggregate laser at \$400,000 as compared to the incumbent provider. Motion (D'Alessandro/Myrin) to recommend accepting the renewal proposal submitted by Eastern for 2015. Motion carried.

LOCAL GOVERNMENT INSURANCE PROPERTY FUND INSURANCE RENEWAL

Renewal paperwork was received by the City to renew the property insurance. As previously stated by Administrator Tapson, the City did not receive any other insurers interested in providing numbers for property insurance. Motion (Myrin/D'Alessandro) to recommend continuing property insurance with Local Government Insurance Property Fund for a premium of \$24,080. Motion carried.

LIBRARY DEBT SATISFACTION AGREEMENT

An agreement to for the City to assume the Library's debt obligation was presented to the committee. The agreement states that increases in the Library's tax levy shall not exceed the amount permitted by the Wisconsin Levy Limits Law for the general levy of the City for 2015, 2016 and 2017 budgets. This reduces the Library's budget and gives more funds for Library use. Motion (McClory/D'Alessandro) to recommend approval of the Satisfaction Agreement of Library's Obligation, as written by the City Attorney, as presented. Motion carried.

ADJOURNMENT

Motion (Myrin/D'Alessandro) to adjourn at 5:40 p.m. Motion carried.

Cairie Virrueta
City Clerk