

## **Village of Shawnee Hills Special Council Meeting Minutes**

**January 5, 2015**

Mayor Monahan called the meeting to order at 7:00 p.m.

Council in Attendance: Charlie Callender, Mahesh Dalvi, James Gauldin, Dan Mathews, Mike McVan and Josh Vidor

Also Present: Fiscal Officer Shirley Roskoski, Administrator Ed Swanson and Solicitor Brian Zets

### **Agenda**

It was moved by Dalvi, seconded by Gauldin to approve the agenda. Following vote on the motion is recorded: yea, 6; Callender, Dalvi, Gauldin, Mathews, McVan and Vidor. Nay, none. Chair declared the motion passed by a 6-0 vote.

### **Election of President Pro Tempore of Council**

It was moved by Gauldin, seconded by Dalvi to elect Dan Mathews as President Pro Tempore of Council. Following vote on the motion is recorded: yea, 6; Callender, Dalvi, Gauldin, Mathews, McVan and Vidor. Nay, none. Chair declared the motion passed by a 6-0 vote.

### **Legislative Actions**

First Reading- Resolution 01-2015- A Resolution authorizing the Administrator and the Fiscal Officer to enter into a contract with Tax Exempt Leasing Corp. for a lease purchase agreement for a 2015 Ford Explorer AWD Interceptor Cruiser and declaring an emergency. Council member Gauldin said is there any reason this can't go to a second reason. Mayor Monahan said it could go to a second reading but you know what, again, if we don't need it to, the Chief couldn't be here. He had a family emergency. I think you have the sheet with the pieces in there. Council member McVan said in Section 2 the total cost of the interceptor is approximately \$33,000.00 but when you do the math it is actually \$40,000.00. Mayor Monahan said that there is a trade in on the old cruiser. Council member Callender said that was his question because Section 3 says the 2008 Dodge Charger will be traded in and I did not see any trade in value. Shirley said that is why it says approximately. I think we are going to get at least \$6,000.00 but it might be more. Council member Dalvi said so there was no net cash outflow based on what was presented. Shirley said there is some equipment costs built in so we are waiting on the trade in value. Council member Dalvi said there were some things that we discussed. No net cash outflow, reduced monthly payments and there was supposed to be an agreement that we used this vehicle through the warranty.

Mayor Monahan said this will be a lease purchase agreement so we are not putting any money up front. I do not think there will be a reduced monthly payment. Where the savings come in we have put so much money into 55 on repairs that keeping 55 does not make any sense. Council member Dalvi asked if we were paying a higher interest rate. Shirley said no it is a much lower interest rate.

Council member McVan said the reason I was asking about the price is because on here it says 3.95 percent for 60 months with payments of 676.00. If you multiply that out that's \$40,000.00. That's just for the car, what about the equipment and everything else. Shirley said that was based on \$37, 125.00 and we are not going to finance that amount. It is going to be around \$33,000.00. Mayor Monahan said I am okay if we want to say not to exceed \$35,000.00 or something like that just so we don't get caught in some semantics. The only thing in this verbiage I wasn't crazy about was the 2008 cruiser is at the end of its usefulness. It really isn't, it basically is a bit cost prohibitive for us to continue to maintain it. Shirley said we have to use that wording in order to get rid of the vehicle, right Brian. Brian said yes.

Council member Dalvi said are we getting a six year warranty. Mayor Monahan said it is a five year warranty. Now the one thing that you said that I think we need the discretion to look at: Let's just say that in four and a half years we are at a point where we have eighty thousand miles on it and is it worth selling it with some warranty on it, that it will be worth more on trade in or not, I don't know. Council member Dalvi said that was what made sense. Mayor Monahan said I think the warranty makes sense. If you look at what we paid out on car 55 after the warranty ran out it is nearly ten thousand dollars. Council member Dalvi asked how much warranty are we getting on this, five years. Mayor Monahan said five years. Council member Gauldin said I thought Sean brought us something that said you could buy an optional ten years. That's what made this look so good. Shirley said that was available for last year but not for the 2015 model. Mayor Monahan said it was a 100,000 mile that he had. Council member Gauldin said maybe that was it. Mayor Monahan said that was last year's warranty, this year they went to a five year and I'm sure they figured out their own numbers on the thing. We have a semi apple to apples comparison between car 53 and 55, both being Dodge Chargers. The only difference is I believe they rectified a lot of the front end issues by 2010. Are we willing to move forward with this one?

Council member Gauldin said the only other thing I would bring up is there are some things in finance that we have been discussing that I think we need to continue on and this would leverage a lot of those things so I would only ask that at least one meeting of finance can take place and it needs to take place before the next reading would happen.

Council member Dalvi said I was hoping that if we take that approach and again if committees get done this week that we do the meeting this week.

Mayor Monahan said so you want to take it to a second reading and you won't get your committee appointments actually done and approved until the next council meeting. Council member Dalvi said he would like to have a finance committee meeting on Monday before the Council meeting. Council member Gauldin said if that's the case is there any reason you can't set a committee tonight. Shirley said you can't because it is not on the agenda. Mayor Monahan said we cannot alter an emergency agenda. What I would suggest you can do is make your appointments and have a finance committee meeting the week following that. We talked about this piece in finance already and this one is really a lease spread out over six years.

Council member Dalvi said you saw the request I made for our first finance meeting so would that be ready by Monday. Shirley said she is still working on changing things over to this year and she has not viewed that email yet.

Council member Mathews asked what changes on this that we didn't already discuss? Council member Gauldin said there has been discussion between then and now about a lot of different things. There's pay raises, there's insurance, there's a lot of other spending that is coming around and all I ask is that all of that be taken into account during a finance meeting.

Council member Dalvi said it is not going to hurt anything if we move it to the next meeting is it. Mayor Monahan said whenever we order this it is about a three month period before we get it. Council member Dalvi said it is not like the 08 cruiser is not working or something. Shirley said if you are going to trade it in and you get a value for it and something happens it will change things. They may have to take it out of commission or not drive it as much. Mayor Monahan said he told Sean to keep car 55 down as much as we can. Since we had the last finance meeting when we discussed this, we put another \$600.00 into it. Either way, that's fine. I guess the only thing I would say is let's use this as a first reading and do the second reading next week.

**Adjournment**

There being no further business, it was moved by Callender, seconded by Gauldin to adjourn until January 12, 2014. Following vote on the motion is recorded: yea, 6; Callender, Dalvi, Gauldin, Mathews, McVan and Vidor. Nay, none. Chair declared the meeting adjourned at 7:13 p.m.

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Fiscal Officer

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Mayor