

FINANCE COMMITTEE MINUTES

December 2, 2015

Attendees: Peg Conway (committee member), Scot Lahrmer, Tom Muething, Kathy Harcourt, Michael Fishel, and Ed Hattenbach

The minutes of the October 28, 2015 Finance Committee meeting were approved as submitted.

Michael Fishel, of Assured, Neace Lukens Insurance presented a proposal for insurance coverage for Amberley Village for the period 12/27/15-12/27/16. Argonaut Insurance submitted a proposed premium of \$70,884. In addition, the Neace Lukens administrative fee, in lieu of commission, will be \$13,000. This fee is pursuant to a three year agreement effective December, 2014. The total insurance premium will increase by \$1,332 over the premium paid for 2015. As the Finance Committee discussed last year, we requested that the insurance quotations be open for bids by other carriers. Most carriers declined to bid or respond because they "could not be competitive."

Ms. Conway moved to recommend acceptance of the premium proposal of \$83,884. The motion was seconded by Mr. Hattenbach. The motion passed unanimously.

Mr. Lahrmer reviewed the October, 2015 financial statements. Earnings tax revenues for October were \$247,770. It is expected that total earnings tax revenue will be approximately \$2.6 million for 2015, below the budgeted revenue of \$2.8 million. An additional \$7,500 was received in rent for the cell tower on the North Site. Cable franchise fees were \$12,000 for October.

Overtime for police for October was \$4,300. There was no overtime pay incurred in October for the maintenance department. This will not be the case for November due to equipment problems in leaf pickup. The equipment repair costs were approximately \$25,000. Total expenditures are approximately 79% of budget with 83% of the year having expired.

The only anticipated large expenditure to be incurred for the remainder of 2015 is for the insurance premium. Expenditures for salt will not be incurred until 2016.

The three year contract for waste collection expires at the end of 2015. This contract was negotiated by a consortium of communities, of which Amberley Village is one. The annual fee decreased our costs by 8% for this three year term. We are now proposing to extend this contract for one year with a 1.94% increase. The total additional annual cost per resident will be \$2.88 per year. Ms. Conway moved to introduce an ordinance to extend the contract for one additional year with the increased cost of 1.94%. The motion was seconded by Mr. Hattenbach. The motion passed unanimously.

Due to the Kenwood/JEDZ tax collections exceeding our budgeted expectations, we will need to increase appropriations to disburse funds to Amberley Village and related funds in the amount of \$39,000. Of this amount, approximately \$26,000 will be income to Amberley Village. Ms. Conway moved to introduce an ordinance to increase appropriations by \$39,000. The motion was seconded by Mr. Hattenbach. The motion passed unanimously.

There being no further business, the meeting was adjourned.

Edward Hattenbach
Chairman, Finance Committee