Finance, Revenue & Insurance Committee
Tentative Minutes
May 8, 2012

1. Call to Order & Roll Call: Chairman Gouker called the meeting to order at 5:16 p.m. Present: Finfrock, Gronewold, Hopkins, Welty, White and Williams. Others: DeArvil, Simms, Heuer, Barnes, Boes, Kilker, Solid Waste Director Steve Rypkema, Health Dept. Administrator Doreen O'Brien, Treasurer John Coffman, Larry Callant, Jeanette Bennett, Greg Query, Marty Typer, Pat Nordman, Kim Stahl (arrived at 5:21) and Engineer Curtis Cook (arrived at 6:47).

2. Approval of minutes – April 10, 2012: Motion by Gronewold to approve the minutes as presented, 2nd by Finfrock. Motion carried.

3. Approval of bills:
   - Treasurer: Motion by Welty to approve the bills totaling $803.46, 2nd by Hopkins. Motion carried.
   - Finance: Motion by Hopkins to approve the bills totaling $6,602.48, 2nd by White. Welty questioned audit amount and what it covered; Gouker asked about the status of the audit, since it is normally presented by now; Coffman stated it will be presented next month. Motion carried.

4. Reports:
   - Insurance:
     - Monthly insurance report: Mr. Query distributed his monthly report; discussion held.
     - Property & Casualty Insurance: Mr. Query distributed a premium summary and noted that there are no changes from last year and he didn't recommend the optional terrorism coverage. Discussion continued. Motion by Hopkins to recommend renewal of property & casualty insurance at the cost of $217,923, 2nd by White. Motion carried. Question was raised regarding earthquake coverage; consensus is to stay at our current coverage.
       Mr. Query also discussed the concierge program; current trackable savings is $2,500. He also mentioned that it seems as though everyone is in compliance with it.
     - Health Insurance monthly aggregate report: Treasurer Coffman stated he didn't have the report at this time; however he will email it to the Committee.
     - Other insurance review & discussion: White questioned the status of the claim from the recent internet outage. Boes questioned the motor vehicle report policy; he wanted clarification from Mr. Query and Chairman Gouker on what direction the Personnel Committee needed to go with this issue. Gouker stated that no resolution was needed from Finance, just Committee action. Mr. Query stated that the insurance company was mainly looking for a policy on file and that the County is enforcing it. Discussion was held regarding employees/board members driving their personal vehicles. Mr. Query offered to assist the Personnel Committee, if needed.
   - Finance: None
   - Treasurer: None

5. Review, update & planning discussion
   - Treasurer – revenue: property tax & state revenue update: Coffman stated that he has received 2 months of income tax which brings the State current through December. He has also received some reimbursement payments for Public Defenders, Probation, Assessment and State's Attorney. Coffman mentioned that at a recent seminar Dept. of Revenue stated the sales tax has continued to increase the past few years.
     Welty requested an in-depth discussion with the auditors on their review. Gouker suggested that he contact them after next month if they didn't answer his questions during the presentation in June.

6. Old Business –
   - Discussion – FY2012 budget review: The committee reviewed the current budget expenditures through the first five months.
   - Resolution – budgeted fund transfer: Gouker mentioned that appropriations have been made for highway dept. in the amount of $25,000 for utilities. Discussion continued; questioned was raised on

how much has been spent on utilities so far. Motion by Hopkins to recommend approval of a transfer from Solid Waste to Highway fund in the amount of $12,500 for utilities, 2nd by White. Motion carried. Coffman stated there was also $279,045 appropriated from Solid Waste to General Fund and $500,000 for Service Maintenance Agreements and $220,000 for Repairs & Maintenance from Long Range. Coffman stated he needed some transfer for cash flow. Hopkins stated that most of the maintenance contracts have already been paid; Gouker stated that none of the Repairs & Maintenance projects budgeted have been done and those maintenance contract expenditures need to go to Long Range for approval before the transfer. Motion by Hopkins to approve the transfer of $279,045 from Solid Waste to General Fund, 2nd by Finfrock. Motion carried.

- Walgreens settlement: Gouker stated State's Attorney Roe is looking for direction from Committee on how to pursue with the Walgreens settlement. Coffman stated it is on the prescription drug contract with Walgreens Health; approximately $24,694 is owed to the County. The first offer from Walgreens was $2,637.89 and then the second offer was $2,595.54. Discussion continued. Motion by Welty to recommend turning over the Walgreens file to State's Attorney and proceed with possible law suit, 2nd by Hopkins. Coffman suggested that a demand letter should be sent so that it can be on record. Gouker suggested a letter first then review next month. Suggestion by Barnes to include the cost of legal fees. Welty and Hopkins agreed to include in their motion. Motion carried.
- FY2013 budget process, plan & schedule: Gouker distributed a hand-out that contained the additional fund appropriations and stated that the preliminary departmental budgets were due this month and final by June 12th, after the budgets have been submitted to their respective committees. Gouker has received about half of the general fund budgets. Welty requested a narrative summary on each of the additional funds, including where the monies come from, how they're spent and statutes regarding usage. Discussion continued; Gronewold stated he felt the salary discussion is a waste of time since dept. heads did what they wanted and he really feels the importance is the bottom line. White agreed. Gronewold questioned the continued usage of host fees; discussion continued.

7. New Business –
   - Greg Martin – FY2012 budget request: No report
   - Property Tax abatement – Big R Stores: A copy of the tax abatement request was distributed; Kilker stated that at one time the Board had a set county abatement worksheet on file. Discussion continued on the length of request; will discuss further next month.
   - Ordinance – Compensation of Elected Officials: Gouker distributed a hand-out of the last resolution passed in 2012 and asked the Committee for their input on setting the Circuit Clerk and Coroner salaries for the upcoming four-year term. Discussion continued; Coffman pointed out that some employees are making more than some elected officials. Motion by Finfrock to recommend FY2013 $1,000 increase, FY2014 freeze, FY2015 $1,500 increase and FY2016 $1,500 increase, 2nd by Williams. Gouker mentioned that he wants to stay consistent with all elected officials, so in 2 years when the Board is setting the Treasurer, County Clerk and Sheriff, they should get the $1,500 increase in FY2015 and FY2016 also, but it will be up to the County Board at that time. Motion carried.

8. Public comment and any other business or discussion: None

9. Department Head comments or suggestions: None

10. Committee comments or suggestions: None

11. Adjournment: With no further business, Chairman Gouker adjourned the meeting. Time: 7:26 p.m.

Respectfully submitted,
Tiffany O' Brien

Ogle County
Insurance Committee
May 8, 2012

Changes:

1. None

Claims:

1. None

Need:

1.None

Items to Discuss:

1. Package Renewal
   - -Looked at new alternative market (Trust/Pool)
   - -Financials-Needs a few more years to build reserves

   U.S. Specialty Insurance Company
   - -No changes in deductibles
   - -Pricing flat with 2011

2. Excess Earthquake
   - Present Limit-$5 million
   - Excess earthquake $1,200 per Million estimated premium
   - $10,000,000-$12,000 annually
   - $50,000,000-$60,000 annually

3. Concierge update
   - Manually pulled information
   - Traditionally slow startup
     - Combination of items already scheduled/underway and lack of procedures that fit into program.
   - Voluntary program
   - Approx. $2,500 trackable savings
     - On track for at least return of premium
   - Looking to turn larger claims into smaller claims which had not happened yet.

Ogle County

Property & Casualty
Premium Summary
May 8, 2012

	St. Paul-2005	St. Paul-Travelers 2006	St. Paul-Travelers-2007	Travelers-2008	U.S. Specialty Ins. Co.-2009	U.S. Specialty Ins. Co.-2010	U.S. Specialty Ins. Co.-2011	U.S. Specialty Ins. Co.-2012	
Property	$243,877.00	$29,419.00	$35,502.00	$36,891.00	$221,805.00	$223,970.00	$213,661.00	$213,661.00	
Pending Property End. (estimate)		$10,000.00							
Earthquake				$3,014.00					
Inland Marine	$0.00	$17,779.00	$12,633.00	$15,496.00					
Liability									
-General Liability	$0.00	$47,158.00	$26,371.00	$26,339.00					
-Employee Benefits	$0.00	$439.00	$439.00	$439.00					
-Law Enforcement	$0.00	$44,869.00	$38,146.00	$39,872.00					
-Public Officials Liab.	$0.00	$3,494.00	$4,029.00	$3,918.00					
-Employmemt Practices Liab.	$0.00	$18,353.00	$23,937.00	$24,199.00					
-Nurses Professional	$0.00	$0.00	$0.00	$0.00					
Automobile									
-Liability	$0.00	$38,808.00	$30,404.00	$31,488.00					
-Physical Damage	$0.00	$12,797.00	$11,727.00	$14,224.00					
Excess Liability	$0.00	$42,824.00	$33,105.00	$34,496.00					
Boiler	$0.00	$0.00	$4,462.00	$4,639.00					
Crime-Cincinnati Ins.	$1,800.00	$1,550.00	$1,550.00	$1,951.00	$1,951.00	$1,951.00	$ 2,009.00	$ 2,009.00	
Computer-Cincinnati Ins.	$899.00	$1,685.00	$1,685.00	$1,550.00	$1,800.00	$1,800.00	$ 1,950.00	$ 2,253.00	plus pending changes
Totals	$246,576.00	$269,175.00	$223,990.00	$238,516.00	$225,556.00	$227,721.00	$217,620.00	$217,923.00	0.14%
Optional Terrorism coverage	$3,539.00	$3,539.00	$4,518.00	$4,574.00	$1,822.00	$1,719.00	$ 1,700.00	$ 1,700.00	est.
	$250,115.00	$272,714.00	$228,508.00	$243,090.00	$227,378.00	$229,440.00	$219,320.00	$219,623.00	0.14%

Bliss Notes:
Could not do property on a blanket basis
Would not do PC9
Would not get package discount
makes them uncompetitive

ROCHELLE AREA
Chamber of Commerce &
Business Development

April 27, 2012

Jim Barnes
Ogle County Board
105 S. 5th Street, Suite 104
Oregon, Illinois 61061

Dear Mr. Barnes:

The Rochelle Area Chamber of Commerce & Business Development has been informed that there is a retail store that is considering establishing a new business in Rochelle. The current economic climate is having an impact on economic development opportunities. A key component to attracting this new business Illiana Realty, LLC and Central Big R Stores, Inc. dba Big R Stores to Rochelle is the availability of economic development incentives.

After reviewing the size of the project and the potential economic benefits, the City of Rochelle and The Chamber are recommending a five year tax abatement schedule be offered to Illiana Realty, LLC and Central Big R Stores, Inc. dba Big R Stores. I am writing to ask for your support and approval of the following tax abatement schedule based on the higher assessment.

Big R Stores Profile

- Located in: **The City of Rochelle/Flagg Township**
- Estimated number of full-time and part-time jobs created: **40**
- Estimated Capital Investment: **TBD**
- Estimated Size of the Addition to the 55,000 sq ft Building: **approx. 12,000 sq ft.**
- Estimated Assessed Valuation of Addition: $160,000 - **$237,600**
- Type of Business: **Farm, Home, and Ranch Family Retail Store**
- Estimated sales in Year 1: **$7 million**; Years 2 & 3: **$8 million**
- Estimated value of land donation of over one acre for expansion of bike path: **$100,000**
- Improvements to stormwater management

Proposed Abatement Schedule

- Cost to Ogle County over 5 years: **$5,132.16**
- District to receive over abatement period: **$3,421.44**
- District portion of Year 1 sales tax: **$17,500** and Years 2 & 3: **$20,000**

Year 1	90%	$ 1,539.65
Year 2	75%	$ 1,283.04
Year 3	60%	$ 1,026.43
Year 4	45%	$ 769.82
Year 5	30%	$ 513.22

1221 Currency Court, Suite A
Rochelle, Illinois 61068
rochellechamber.org
Phone 815-562-4189
Fax 815-562-4180

On June 13, 2011 the Rochelle City Council unanimously approved *Incentive Options to Occupy the Former Walmart Facility* which included real estate tax abatements subject to approval by the Flagg Code 40 taxing bodies; a city sales tax rebate, and the waiver of building permit fees. The City of Rochelle has made a significant contribution to the success of locating this unique retailer in our community. The nearest Big R Store is located in Morris, Illinois, 76.5 miles from Rochelle. The store will offer clothing & footwear, sporting goods, lawn & garden, pet supplies, farm supplies, animal care & nutrition, auto, tools, electrical, plumbing & heating, housewares, paint, toys, and service and rental centers. Customers will now be able to purchase a wide variety of brand name products never before sold in Rochelle.

Please review this information at your next scheduled board meeting and respond by signing and returning the attached resolution. Your approval of this abatement will keep the IL Route 251 North commercial and retail corridor viable and attract customers from the Greater Rochelle Region. The deadline for resolution approvals is July 1, 2012. If you have any questions, or if I can assist you in any way, please call me. If you should feel it is necessary for me to attend your monthly meeting to provide additional information or answer questions, please contact my office. (The figures provided are strong estimates. The actual values may vary.)

We can be thankful that in a struggling economy, Rochelle is being given the opportunity to create new job opportunities for its citizens, expand retail shopping opportunities, generate sales tax, fill a vacant building, make improvements to the property, and reduce stormwater impact to the area.

Thank you for your support.

Very truly yours,

Peggy Friday

Peggy Friday
Executive Director/CEO

RESOLUTION GRANTING REAL ESTATE TAX ABATEMENT TO ILLIANA REALTY, LLC AND CENTRAL BIG R STORES, INC. dba Big R Stores PROJECT

WHEREAS, the Illinois Property Tax Code, 35 ILCS 200/18-165 ("Act"), provides that any taxing district may, after the determination of the assessed valuation of its property, order the County Clerk to abate any portion of its taxes on the property of any commercial or industrial firm locating within the taxing district during the immediately preceding year from another state, territory, or country, or having been newly created within this State during the immediately preceding year, or expanding an existing facility or the number of its employees, within limits set forth therein; and

WHEREAS, this taxing district concurs with the intent of the Act to induce commercial and industrial firms to locate within the taxing district from outside the State or to expand their existing facilities or number of employees, by offering financial incentives in the form of property tax abatements; and

WHEREAS, a request has been made to this taxing district to abate a portion of the taxes on property commonly known as Illiana Realty, LLC and Central Big R Stores, Inc. dba Big R Stores Project property tax identification numbers: 24-13-351-011 and

WHEREAS, this taxing district finds and declares that the property qualifies for the requested tax abatement under the Act and that the request should be granted;

NOW THEREFORE BE IT RESOLVED AND ORDAINED that the County Clerk for the County of Ogle is hereby directed to abate the real estate taxes of Ogle County for the following property: 24-13-351-011 as follows:

1. The abatement shall be for five (5) consecutive years, beginning with the real estate taxes for the first full year of the facility's industrial or commercial operation (or in the case of an expansion, the first full year of the expanded facility's operation), payable in the year following.

2. The abatement shall apply only to property taxes for this taxing district and only to that portion of the increased property taxes resulting from an increase in assessed valuation attributable to new physical improvements on the subject property.

3. The percentage abatement shall be as follows:

90% for the first year

75% for the second year

60% for the third year

45% for the fourth year

30% for the fifth year

4. The total abatements for the subject property for all taxing districts may not exceed the total aggregate amount of $4,000,000.00.

5. The Chairman is authorized and directed to take all further actions to effectuate this Resolution, including the transmittal of a certified copy of this Resolution to the Ogle County Clerk, together with a letter directing the Ogle County Clerk to abate the taxes on the subject property in accordance with this Resolution.

PASSED/ADOPTED this ____ day of _____, 20__.

OGLE COUNTY BOARD

By: _____
Its: _____

Attest: _____

Resolution 2010 – 0420

Ogle County Elected Official Salaries

WHEREAS, Ogle County is responsible for establishing the annual salaries for the elected offices of Sheriff, County Clerk, Treasurer,180 days prior to the November 2010 election for the upcoming four year terms, and

WHEREAS, Ogle County wishes to include the Office of the Circuit Clerk in this salary recommendation as well, and

WHEREAS, Ogle County recognizes the critical nature of these offices under the County Government's responsibility, and

WHEREAS, Ogle County also recognizes budgetary constraints due to the current economy and projected future State budget pressures,

THEREFORE, BE IT RESOLVED that the Ogle County Board adopts the following elected official pay scale as follows:

	FY10	FY11	FY12	FY13	FY 14
		freeze	freeze	+$1,000	freeze
County Clerk/Recorder	$ 67,500	$ 67,500	$ 67,500	$ 68,500	$ 68,500
County Treasurer	$ 67,500	$ 67,500	$ 67,500	$ 68,500	$ 68,500
County Sheriff	$ 75,500	$ 75,500	$ 75,500	$ 76,500	$ 76,500
Circuit Clerk	$ 67,500	$ 67,500	$ 67,500	$ 68,500	$ 68,500

Presented and Adopted at the April 20, 2010 Ogle County Board Meeting.

Attest:

Rebecca Huntley

Rebecca Huntley, County Clerk

W. Ed Rice

W. Ed Rice, Chairman

ADDITIONAL FUND APPROPRIATIONS	FY2008 Appropriation	FY2009 Appropriation	FY2010 Appropriation	FY2011 Appropriation	FY2012 Appropriation	FY2013 Appropriation
Storm Water Management	20,000.00	20,000.00	20,000.00	20,000.00	20,000.00	20,000.00
Engineering Fund	0.00	0.00	20,000.00	20,000.00	20,000.00	20,000.00
County Ordinance	104,000.00	104,000.00	104,000.00	104,000.00	104,000.00	
Marriage Fund	5,500.00	5,500.00	7,500.00	7,500.00	7,500.00	
Law Library	45,000.00	45,000.00	60,000.00	60,000.00	60,000.00	
Pet Population Control	12,000.00	20,000.00	39,000.00	39,000.00	39,000.00	
Hotel/Motel Tax	50,000.00	60,000.00	60,000.00	60,000.00	60,000.00	
Recorder Automation	79,000.00	149,000.00	90,000.00	90,000.00	90,000.00	
Recorder's GIS Fund	50,000.00	50,000.00	50,000.00	50,000.00	50,000.00	
Vital Records	5,500.00	5,500.00	5,500.00	5,500.00	5,500.00	
Circuit Clerk – Document Storage Fund	125,000.00	135,000.00	255,000.00	255,000.00	255,000.00	255,000.00
Circuit Clerk – Automation Fund	125,000.00	140,000.00	240,000.00	240,000.00	240,000.00	240,000.00
Circuit Clerk – Support & Maintenance	40,000.00	50,000.00	50,000.00	50,000.00	50,000.00	50,000.00
Circuit Clerk – Administration	12,000.00	20,000.00	40,000.00	40,000.00	40,000.00	40,000.00
Dependent Children's Fund	900,000.00	900,000.00	900,000.00	900,000.00	900,000.00	900,000.00
Dependent Children's Medicaid	10,000.00	10,000.00	0.00	0.00	0.00	0.00
Probation Services	100,000.00	120,000.00	150,000.00	150,000.00	150,000.00	150,000.00
Juvenile Diversion	50,000.00	50,000.00	50,000.00	50,000.00	50,000.00	50,000.00
DUI Equipment	177,000.00	177,000.00	100,000.00	100,000.00	100,000.00	100,000.00
Arrestee's Medical Cost	110,000.00	110,000.00	110,000.00	110,000.00	110,000.00	
Drug Traffic Prevention	56,600.00	56,600.00	55,000.00	55,000.00	55,000.00	
911 Emergency (Landline)	1,055,200.00	1,106,250.00	385,000.00	385,000.00	385,000.00	385,000.00
911 Wireless	535,000.00	537,000.00	440,000.00	440,000.00	440,000.00	440,000.00
Federal/State Grants	0.00	0.00	160,000.00	160,000.00	160,000.00	
Tax Automation Sale	17,500.00	20,000.00	20,000.00	20,000.00	20,000.00	
Drug Assistance Fund	0.00	4,500.00	4,500.00	4,500.00	4,500.00	5,000.00
OEMA Distribution	116,500.00	116,500.00	117,000.00	117,000.00	117,000.00	117,000.00
GIS Fees	118,607.00	176,080.00	116,030.00	116,030.00	116,030.00	
Police Vehicle Fund	50,000.00	50,000.00	50,000.00	50,000.00	50,000.00	50,000.00
	==========	==========	==========	==========	==========	==========
TOTAL – OTHER APPROPRIATIONS	**3,969,407.00**	**4,237,930.00**	**3,698,530.00**	**3,698,530.00**	**3,698,530.00**	**2,822,000.00**