

Minutes of Finance Committee Meeting on August 13, 2020

The meeting was called to order by Chairman Clutter at around 2:00 PM.

Committee members in attendance include City Administrator, Michael Padella, City Treasurer, Sue Steiger, City Clerk, Bill Hanks, Bruce Robb, Pat Schuknecht, Alderman Tom Yeager, and Alderman Andy Clutter. Alderman Don Schwaab also attended as a guest. Mayor Don Licklider was absent.

Minutes from the July 29, 2020, Finance Committee Meeting was reviewed. A motion was made by Pat Schuknecht and seconded by Tom Yeager to approve the minutes as submitted. The motion was approved.

The committee reviewed options for investing money in the Reserve Fund in CD's at banks or at savings and loans at a higher interest, which would be an annual increase of \$5000 to \$6000 over the current savings rate. First Community Credit Union only offers personal CD accounts. The City Treasurer and City Administrator presented information comparing CD rates from several banks. The Midland states bank offered the best CD rates. A motion was made by Tom Yeager and seconded by Pat Schuknecht to recommend investing the money in the Reserve Account currently totaling approximately \$834,992 in a "ladder" of CD's with various maturity dates from 12 months to 60 months. The motion was approved unanimously.

The Committee reviewed in detail the forecasted revenues and expenditures for fiscal year 2020 ending September 30, 2020, and the forecasted revenues and expenditures for the fiscal year 2021 budget starting October 1, 2020. The committee again reviewed and discussed the General Fund – Fund 10, and the Municipal Building and Park Fund – Fund 20. The committee also reviewed the forecasted expenditures for fiscal year 2020 and proposed budgeted revenue and expenditures for fiscal year 2021 for the State Revenue Sharing fund – Fund 21, the Road and Bridge Fund – Fund 23, and the Sewer Escrow Fund –Funds 30,31, and 33. The City Administrator indicated the City has submitted a request to St. Charles County for reimbursement of COVID -19 related expenses totaling \$9,144.98. The committee will do another review at the next committee meeting

prior to recommendation of the 2021 fiscal year budget to the Board of Alderman.

The committee began to discuss the update to the 5-year plan including recent higher yearly maintenance costs for city streets and revised improvements to the City Park and Administration Building. This will be discussed further at the committee meeting on August 25, 2020.

Bruce Robb moved to adjourn the meeting with a second by Tom Yeager. The motion was approved and the meeting adjourned at 4:15 PM.

Andy Clutter
Chairman- Finance Committee