

Finance & Insurance (F&I) Committee Meeting Minutes February 13, 2017

The meeting was called to order at 6:30 pm by Chairperson Minarcin. Councilmen Ruse and Wagner were in attendance. Also in attendance were Finance Director Freeman and Public Works Superintendent Kolb.

Mr. Kolb discussed the need to replace the current John Deere backhoe, and the Public Works Committee's recommendation to purchase a new backhoe through state pricing. The quotation at state pricing from Buck & Knobby was reviewed along with lease options.

Ms. Freeman recommended a 4-year lease to purchase option because it allowed for the lowest annual interest. A lease with a \$1.00 buy-out at the end is being recommended as it's the City's intention to own the backhoe and doesn't want to have to track machine hours.

This purchase was not budgeted for 2017 but has become a necessity due to the cost to repair the John Deere backhoe, which is currently out of service. A lease allows the City to work this into the budget and still replace the bucket truck as planned.

Councilman Ruse made a motion that was seconded by Councilman Wagner to recommend the purchase of the backhoe on a 4-yr. lease with \$1.00 buy-out at the end to Council for approval. The motion passed 3-0.

A list of capital equipment needs provided by Mr. Kolb was distributed as part of the meeting materials. There were no other topics addressed at this special meeting.

Councilman Ruse made a motion to adjourn, seconded by Councilman Wagner. Meeting adjourned at 6:45 pm.

Councilman Joseph Minarcin, Jr.
Finance & Insurance Committee Chairman/Recorder