



FINANCE COMMITTEE
Minutes for November 7, 2018

Chairman Ole Yttri called the Special Finance Committee to order at 9:00 A.M. on Wednesday, November 7, 2018 in Room 309 of the Courthouse Annex. Members present were Ole Yttri, Kevin Larson, Rod Ofte, Mike Leis, and Adrian Amelse.

Others in attendance were Ron Hoff, Rachel Hanson, Sean Lentz, Amanda Hoff, Roger Call, Phil Hewitt, and Dave Stouvenel.

Affirmation of proper public notice was given.

Yttri moved to Item #3 on the agenda, Review financing options for building of new Highway Shop and other possible projects – Review borrowing from local banks and bonding option with Sean Lentz of Ehlers & Associates.

Rachel gave a summary of bank quotes for a \$7,500,000 loan at 3.14%, 3.19%, and 4.25% interest from three different banks.

Sean Lentz of Ehlers and Associates presented bonding options for \$5,000,000, \$7,500,000 and \$17,000,000. Lentz stated county projects are more frequently for 10 years period.

Non-bank qualified if loans or bonding is over \$10,000,000, which effect interest rate somewhat. Committee look at \$5 million loan which would be put on tax levy.

Shop with truck wash and Fuel Island comes to 7.6 million.

Favor option one for \$5,000,000 for 10 or 20 years. For bank loan we received three quotes, and low was at 3.14%. \$583,248.00 is yearly payment, that's approximately \$32,000 less than bonding payment. Ask River Bank to attend November Board meeting, they have low bid.

Motion by Leis for two Options 1, \$5,000,000 bond look at 10 or 20 year option and River Bank for 10 or 20 years option. 2nd by Larson. Carried all four. Ofte was excused prior to the vote to present to the board.

One page summary of each proposal to board members at November meeting. Dave Stouvenel is glad we are keeping the old highway building.

The next Regular Finance meeting is Thursday, November 15, 2018 at 9:30 a.m. Motion by Amelse, 2nd by Leis to adjourn at 10:25 a.m. Carried all.

Minutes respectively submitted by,

Ron Hoff
Vernon County Clerk