VILLAGE OF HODGKINS

MEETING OF THE PRESIDENT AND BOARD OF TRUSTEES

June 11, 2018

Meeting called to order: 7:00 P.M.

Those Present:  
President Pro-Temp: Vicky Moxley
Trustees: Paul Struve
           Dominic Misasi
           Lida Mills
           Attorney: John O’Connell

Those Absent:  
  President: Noel Cummings
  Trustee: Timothy Kovel
          Larry Rice

Clerk Gardner asked for a motion to appoint Mrs. Moxley President Pro-Temp for the meeting. A motion to elect Mrs. Moxley President Pro-Temp for the meeting was made by Mr. Struve. Second by Mr. Misasi. Voting Aye: Mrs. Moxley, Mr. Struve, Mr. Misasi, and Mrs. Mills. Voting Nay: None

Pledge of Allegiance

Mrs. Moxley asked for a motion to approve the minutes of the Regular Board Meeting on May 14, 2018 as recorded by the Village Clerk. A motion to approve the minutes of the May 14, 2018 Board Meeting was made by Mr. Misasi. Second by Mrs. Mills. Voting Aye: Mrs. Moxley, Mr. Struve, Mr. Misasi and Mrs. Mills. Voting Nay: None.

Mrs. Moxley asked for a motion to file for audit the finance statement for April 2018. A motion to file for audit the finance statement for April 2018 was made by Mr. Struve. Second by Mrs. Mills. Voting Aye: Mrs. Moxley, Mr. Struve, Mr. Misasi and Mrs. Mills. Voting Nay: None.

Mrs. Moxley asked for a motion to approve the payment of bills as submitted for the month of May, 2018. A motion to approve the payment of bills for May, 2018 was made by Mr. Struve. Second by Mrs. Mills. Voting Aye: Mrs. Moxley, Mr. Struve, Mr. Misasi, and Mrs. Mills. Voting Nay: None.
Mr. Peter Raphael of D.A. Davidson was present for the meeting. Mr. Raphael explained he is present to discuss the refinancing of a bond issuance from 2007 for Continental Toyota Dealership. Mr. Raphael had a slide show presentation in which he explained the items. The Original Bond and Developer Note both are going to be refinanced. Bonds are able to be refinance without a penalty. The Village has very limited general obligation debt. After this year the only bonds remaining are the 2016 bonds, which were issued to cover the Lenzi Avenue building purchases. The 2018 bond will be expanded by 3 years which will reduce the amount of debt services paid each year. There are sales tax dollars that are pledged to the bond and developer note. Extending the maturity of the TIF bonds allows some of the money to pay down the sales tax bond. Mr. O’Connell reached a deal with the developer to pre-pay the note which we owe to the developer at a discount to what we owe. This will save the Village money. The interest rate savings by refinancing will decrease from over 6% to around 3 to 3.5%.

The new bonds are anticipated to be self-supporting, but the Villages General Obligation will be put behind this to cover the sales tax note. The Real Estate taxes will cover the TIF bond. No tax should ever have to be extended to the residents. If there happens to be a short fall then the Village would have to look at their General Fund or extending a tax. Mr. Raphael feels this is a low probability.

The refinance is projected to save the village almost ½ million dollars in phase I of the TIF Bonds. Refinancing the Sales Tax Note into the Sales Tax Bond means that under the current structure the Village would not receive any sales tax money from Continental Toyota until the note is fully retired in 2029. Under the restructured scenario, we would pay the note down more aggressively due to the lower interest rate. Fully retire the obligation by 2026, and then receive 100% of the sales tax. This is projected to be over $800,000 per year. The benefit of this refinancing is the Village is able to get rid of a high interest rate note and replace it with a low interest rate bond. The Village would receive $187-$200,000 per year of sales tax until it is paid off. In looking at the difference it is over $3 million in benefit over the next 12 years that will accrue to the Village. Mr. Raphael stated the slight risk is worth the reward. Ordinance #18-12 is to approve TIF bond and the Sales Tax Bonds, B1 and B2.

Mr. O’Connell extended a thank you to the Weinberger Family, Owners of Continental Toyota. The Sales tax note had risen to $4.5 million as a subordinate note. This is money they were owed from the original plan. Mr. O’Connell met with the family and explained how the Village worked hard to establish this dealership. The Weinberger family agreed to reduce the note by $500,000.00. Continental Toyota is now 10th in the region in sales. They are doing very well. Mr. O’Connell feels this refinance will be very beneficial to the Village.
Ordinance #18-12 provides for the refunding of the original series of 2007 bonds in the amount of $7,250 million and the sales tax would also be covered under #18-12 where we are refinancing at a much lower interest rate. It is broken into 2 parts one for tax exempt, $1.29 million and the balance taxable. In the Ordinance it provides that Village President and Clerk to attest to the ordinance but supporting documents that will be provided, ensuring the bond purchasers to keep the vigilance and adhere to all obligations. Mr. Raphael has been the Village Bond investment banker since 1992.

Mrs. Moxley asked for a motion to approve/deny Ordinance #18-12. A motion to approve Ordinance #18-12 was made by Mr. Misasi. Second by Mrs. Mills. Voting Aye: Mrs. Moxley, Mr. Struve, Mr. Misasi, and Mrs. Mills. Voting Nay: None.

Motion to approve/deny Rule 15C2-12 Certificate and discussion of refunding 2007 G. O. Bond and Subordinate Note. Mr. Raphael explained this certificate says that the preliminary has been reviewed by the offering document and deemed it to be final and correct. Mr. O’Connell says he has reviewed. A motion to approve Rule 15C2-12 was made by Mrs. Mills. Second by Mr. Misasi. Voting Aye: Mrs. Moxley, Mr. Struve, Mr. Misasi, and Mrs. Mills. Voting Nay: None.

Motion to approve/deny Civil Service Final Promotional List for Sargent and Lieutenant. A motion to approve was made by Mrs. Mills. Second by Mr. Misasi. Voting Aye: Mrs. Moxley, Mr. Struve, Mr. Misasi, and Mrs. Mills. Voting Nay: None.

Motion to approve/deny Ordinance #18-13 Amending Trustee Attendance Requirements. A motion to approve Ordinance #18-13 was made by Mrs. Mills. Second by Mr. Struve. Voting Aye: Mr. Mrs. Moxley, Mr. Struve, Mr. Misasi, and Mrs. Mills. Voting Nay: None.

Motion to approve/deny Ordinance #18-14 Amending Ordinance # 18-11 regarding Point of Resale Inspections. A motion to approve Ordinance #18-14 was made by Mrs. Mills. Second by Mr. Misasi. Voting Aye: Mrs. Moxley, Mr. Struve, Mr. Misasi, and Mrs. Mills. Voting Nay: None.

Motion to approve/deny Waiver of Building Permit Fees for East Avenue PUD. Mr. O’Connell explained normally we do not waive building permit fees, but we have been intricately involved in the East Avenue PUD. The two parties have already incurred about $300,000 each in earth work costs. This has been spread over 1/3 between the 2 parties and the Village. Mr. O’Connell requested a waiver of 1% of each or about $45,000 each for the two participants. A motion to deny waiver of Building Permit Fees for East Avenue PUD was made by Mr. Struve. Second by Mrs. Mills. Voting Aye: Mrs. Moxley, Mr. Struve, and Mrs. Mills. Voting Nay: Mr. Misasi.
Report from Village Engineer, Jim Cainkar

No Report

Report from Village Attorney, John O'Connell

No Report

Report from Chief of Police, Ernest Millsap

Chief. Millsap reported our police Department participated in this years “Cop on the Rood Top” fundraiser at Dunkin Donuts on May 18, 2018. Almost $5,000.00 was raised for Special Olympics. Sgt.’s Cimino and Carrasquillo did a great job organizing the event.

The D.A.R.E. Graduation was on 5/21/18. Officer Matt Hosteny did an excellent job of teaching the students about the harmful effects of drugs and how to stay away from gangs.

On June 1, 2018 at 11:55 pm officers responded to a possible drug overdose. Dispatch advised of an unresponsive 50 year old man. Upon arrival they noticed the man had blue lips, clammy skin, and was not breathing. They immediately felt this was an opioid overdose. They began to administer the Narlooxone. After the third nalooxone shot was injected into the man, he began to breathe on his own. The Pleasantview Fire Department soon arrived and transported the victim to LaGrange Hospital for further care. Because of the quick response of Sgt. Keilman and using the life-saving training he received, he was able to save the man’s life. Later in the year Sgt. Keilman will be receiving the life saving award.

Report from Building Inspector, Tim Kovel

Absent, No Report

Report from Code/Life Safety Officer, Dan Tholotowsky

Mr. Tholotowsky reported they have been working with tall grass issues both residential and commercial properties.

There was some work done regarding issues of businesses operating without the proper business license.

There was some work done on mobile home finals and complaints.

He is also working with the new building official in the upcoming months.
Committee Reports:

Finance Committee, Chairman, Vicky Moxley
No Report

Public Works Committee, Chairman, Dominic Misasi
Mr. Misasi reported they are interviewing applicants for summer help. Public works will be trimming trees and doing regular pick up.

Matt Struve will be in training for building inspector, as well as working in Public works department until he comes up to complete Building Inspector Status.

There were several dead trees and stumps removed. Public Works will be repairing the park ways.

Building Committee, Chairman, Paul Struve
No Report

Water Committee, Chairman, Dominic Misasi
Mr. Misasi reported Matt Struve passed the water license test. He will be training to become Building Inspector.

Police Committee, Chairman, Larry Rice
Absent, No Report

Zoning Committee, Chairman, Lida Mills
No Report- Mrs. Mills thanked everyone for their hard work on the Memorial Day Service. She thought it was very beautiful.

E.S.D.A. Committee, Chairman, Paul Struve
Mr. Struve deferred to Mr. Mills for his report. Mr. Mills reported business as usual. They helped out with Cop on the Roof Top Event, and also helped McCook out with a call out.

Public Relations Committee, Chairman
Mr. Misasi reported The Mother's Day luncheon was very successful. They signed up 6 new members. The next meeting is on June 20, 2018.
Health, Safety & Human Resource Chairman, Vicky Moxley.

Mrs. Moxley thanked the officers who helped with the Opioid overdose. She thanked Chief Millsap for getting the officers trained to help in a situation like this.

Comments from the audience

Ms. Souter wished everyone a Happy Father's Day.

Old Business

None

New Business

Chief Millsap reported there will be testing of the Siren's Tuesday June 12, 2018 at 10:00 a.m. There will be people at each location to be sure they are working properly.

Mrs. Moxley thanked everyone for giving her the opportunity to be President Pro-Temp for this meeting.

Mrs. Moxley asked for a motion to adjourn the meeting. A motion to adjourn the June 11, 2018 meeting was made by Mr. Misasi. Second by Mrs. Mills. Voting Aye: Mrs. Moxley, Mr. Struve, Mr. Misasi, and Mrs. Mills. Voting Nay: None.

Meeting Adjourned at 7:30 p.m.

Stephanie Gardner, Clerk

Date passed:

Voting Aye: Absent:

Voting Nay: Abstain: