

VILLAGE OF ALSIP
MINUTES OF
BOARD OF TRUSTEES
COMMITTEE MEETING
June 11, 2012

Mayor Kitching called the meeting to order at 7:30 p.m. Clerk Venhuizen called the roll with the following in attendance: Trustees Shapiro, McGreal, Daddona, Quinn, Dalzell, Ryan, and Mayor Kitching.

Mayor Kitching introduced Brett Postl, PE, Postl-Yore Engineering, James Snyder, Ice Miller, LLP and Dave Schutter, CFA, Letke & Associates. Mr. Postl reported seven communities are now members of JAWA, and the next step is Interim Funding. The seven member communities are: Alsip, Blue Island, Calumet Park, Harvey, Midlothian, Markham and Robbins, including any respective communities associated with a member community.

Mr. Schutter of Letke & Associates explained the need for short term financing in an amount not to exceed \$5.6 million dollars, secured through a general obligation pledge by all member communities. PNC Bank offered a term sheet with financing through a variable rate bond secured by a letter of credit issued by the bank; public investors buy the debt on a weekly basis in the market, and the letter of credit secures payment through the investors. This is a good structure for JAWA because a variable rate structure is very cheap right now, and the financing is for a short period of time structured for pay off in about 12 years, if it does not get taken out by a larger bond issue as the project moves forward, or if the project does not move forward. PNC offered the low cost financing and each community is responsible for their proportionate share of debt service. Each community's proportionate share is based on the Illinois Department of Natural Resources water allocation. The Village of Alsip's percentage is 29.5% of 5.6 million dollars, roughly \$1,652,000, to cover predevelopment costs. This will be a general obligation to the communities secured through a tax levy filed with the county. The first year of the debt would include capitalized interest; we borrow the first year's payment so no one has to levy for the first year's payment. One caveat in the way we file levies is there will be a maximum rate of 10% in the documents and that is what the levy will be based on. However, the actual debt service will be based on the market interest rate that prevails plus letter of credit fees and other service fees. For protection of the bond holders and members, the tax levies will be sent directly from the county to a Trustee.

Mr. Snyder of Ice Miller reported the JAWA statute is not borrowing under the JAWA agency; instead the agency is borrowing pursuant to an intergovernmental agreement with the seven communities authorizing JAWA to borrow and enter into agreement with the bank. In order to accomplish this each municipality has to do a GO obligation, with JAWA as the bond holder. In response to a question from Trustee Dalzell concerning non-payment from any community in the future, Mr. Postl explained that all member residents would send their payments to a hired third party, who would take money due to JAWA, with any additional funds returned to Village. In response to a question from Trustee Quinn, Mr. Postl explained that the communities receiving water by member communities are not obligated to continue.

Mr. Postl further explained that they are looking at putting professionals in place to affirm the location of intake and work with a community in Indiana to lease property to gain access to Lake Michigan water. Trustee Dalzell recommended having the lease of property in place prior to the Board voting on this issue. Discussion followed.

MAYOR'S REPORT: Mayor Kitching reported: 1) Announcement of a million dollar sale of a building at 123rd & Laramie. 2) A veto will be presented to Ordinance 2012-6-2 at next week's meeting. 2)

CLERK'S REPORT: Clerk Venhuizen presented: 1) Recommendation of award for Springfield Avenue reconstruction. Trustee Quinn requested the engineer's estimate on the Springfield Avenue Reconstruction project. 2) IDOT Motor Fuel Tax allotment for May, 2012.

PUBLIC FORUM: Mayor Kitching called for input from the public.

Barbara Pasquinnelli, Palos Heights, member of the League of Women Voters presented opposition to the Village of Alsip authorizing a Permit for Video Gaming, and using the potential revenues to subsidize Village programs.

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69 The distribution of revenues received is: Village 5%, persons running program 35%, owner of
70 establishment 35%; the Village gets 100% of the problems.
71
72 James, Bradford, owner of Dakota Inn, and resident of Alsip, presented reasons why the Board
73 should authorize video gaming. Mr. Bradford explained the revenues associated with video
74 gaming go to the Village and businesses in Alsip.
75
76 Mike Shaugnessy, Cardinal Gaming, Plainfield, reported he runs a legitimate business and
77 considering the number of surrounding communities allowing video gaming, a person only has to
78 cross the street to play the game resulting in less food and drink business for Alsip. In response to
79 a question from Trustee Ryan, Mr. Shaugnessy explained there are strict guidelines as to
80 placement machines; placed in a designated gaming area, direct line of site by visual monitoring
81 or hiring a designated person over 21 years of age.
82
83 Anita Bedell, Springfield, Executive Director of Illinois Church Action on Alcohol and Addiction
84 Problems in Springfield, Illinois. Ms. Bedell presented a folder of information to each Board
85 member and noted that State Legislatures put the video gambling into effect in 2009, in 24 hours
86 and it was not well thought out and contains mistakes. The law allows the business owner to cash
87 payroll checks and issue credit. It will increase work for the Police Department, and noted an
88 increase of problems associated with women gamblers. Ms. Bedell recommended the Board
89 continue to ban video gaming.
90
91 Ken Darnell and Jerry Plasapio, both from Crestwood, voiced opposition to video gaming, and
92 cited reasons which included marriage problem, bankruptcy and suicide.
93
94 John M., Alsip, a licensed gaming machine operator with an office in Alsip, reported surveillance
95 cameras are necessary, and operators are not allowed to give credit for gambling. Only five
96 machines per location are allowed, but an owner can select 1-5 or none. The Village can set the
97 hours of operation for video gaming. There are only 10 establishments in Alsip that could result in
98 50 machines and revenues up to \$90,000 for the Village.
99
100 FINANCE REPORT: Trustee Quinn presented: 1) List of Accounts Payable. 2) List of payroll.
101 3) Request for approval of the Annual Appropriation Ordinance for the fiscal year May 1, 2012
102 through April 30, 2013. 4) Request for approval of the Estimate of Revenues Ordinance for the
103 Fiscal Year 2012-2013.
104
105 FIRE DEPARTMENT REPORT: Trustee Dalzell presented: 1) Monthly Report for May, 2012
106 based on the National Fire Incident Reporting System (NFIRS).
107
108 POLICE DEPARTMENT: Trustee Daddona presented: 1) Request for approval of a Block Party
109 for 4352 W. 118th St., on July 28, 2012, from noon to 10 pm, with a DJ. 2) Garcia timesheets.
110 3) Discussion of implementation of the Police Explorer Program that would subsidize the Crime
111 Prevention program. Information and manuals were distributed to the Board earlier. 4)
112 Discussion pertaining to the future of the Deputy Chief positions within the Alsip Police
113 Department. Chief Radz discussed the ramifications of removing the Deputy Chief position from
114 the budget, and stressed the importance of having a Deputy Chief trained to fill in since he is
115 eligible to retire in August of 2013. Discussion followed. 5) Letter of Recognition.
116 Trustee Dalzell requested further information on the Cadet Program. Discussion followed on
117 Village liability. Chief Radz asked for input from the Board on this program.
118
119 PUBLIC WORKS DEPARTMENT REPORT: Trustee McGreal presented: 1) Monthly Reports
120 for October, 2011 to May 2012. 2) Request for approval to hire one new summer helper. 3)
121 Request for approval to hire a new full time employee to replace a full time employee
122 transferring to the Water Department. 4) Six overhead doors have been successfully replaced at
123 the Public Works building.
124
125 BUILDING DEPARTMENT REPORT: Trustee Shapiro presented: 1) Request from J. Martin
126 Construction to receive a foundation permit for the Family Dollar Store, 12299 S. Pulaski, while
127 in the process of resolving issues with other agencies. Trustee Shapiro requested this item be
128 placed on the agenda with approval pending further clarification.
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134 2) Request for a variance from Mr. Groller, 11913 S Lockwood, to erect a 10'x22' shed along
135 the north end of his garage. Trustees were provided with complete information including pictures
136 and this property is on a cul de sac behind the Sprinkler Fitters building. 3) Monthly report for
137 May, 2012. 4) John Mcdar, JAS Trucking, is present and requested an opportunity to address the
138 Board on a previous request for a variance of the paving requirement for property at the NE
139 corner of 131st Street. Mr. Mcdar presented engineering drawings as previously requested by the
140 Board. He reviewed the drawings and noted that other businesses in Alsip use asphalt shavings
141 and requested the same consideration. This project even with the variance is extremely
142 expensive. JAS currently employs 150 people and with this improvement there will be more jobs
143 available. Mr. Mcdar presented a list of companies in Alsip that currently use his company.
144 Referring to the engineering drawings, Mr. Mcdar reported there will be landscaping and fencing
145 around the outskirts of the lot and the lot has a capacity for 633 trucks. Trustee Quinn questioned
146 storm water detention and recommended securing a permit from the Metropolitan Water
147 Reclamation District.

148
149 HEALTH & POLLUTION: Trustee Daddona presented: 1) Report the Health issued 22 tickets
150 for court on June 17, 2012 for violations that include grass height, no business license and
151 accumulation of garbage on property.

152
153 SEWER & WATER: Trustee Ryan presented: 1) Water Committee meeting is set for Thursday,
154 June 14, 2012 at 7:00 p.m. at the Village Hall. 2) All summer positions are filled and the
155 applicants getting physicals.

156
157 LICENSE REPORT: Trustee Quinn presented: 1) Request for approval of a list of licenses.

158
159 PLANNING/ZONING REPORT: No report.

160 161 REPORTS OF SPECIAL COMMITTEES

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163 VILLAGE PROPERTY: Trustee Ryan presented: 1) Report the shredder is in disrepair and
164 placed on Inventory Delete. 2) All summer positions are filled and the applicants are getting
165 physicals.

166
167 INSURANCE COMMITTEE: Trustee McGreal presented: 1) Loss Prevention update. The Loss
168 Prevention Program was enacted in 1982, with the purpose to improve the safety record and
169 ensure that the employees work and conduct their business under the safest conditions. Clerk
170 Venhuizen provided a 50-page Ordinance 82-7-2, which is not in the Code Book. Ordinance 97-
171 5-3, Fleet Management was in the Code Book. Since Ordinance 82-7-2 is thirty years old and
172 needs to be updated, Trustee McGreal asked the Loss Prevention Committee to work on updating
173 at their September meeting. Prior to the meeting the Department Heads should review their
174 respective sections and make revisions/additions and forward to the committee for consideration
175 prior to the September meeting. 2) Request that informational meetings be set with the unions to
176 review changes to the Village's insurance and received consensus from the Board to schedule
177 these meetings during the daytime working hours.

178
179 ORDINANCE & LEGISLATION: Trustee Dalzell presented: 1) An Ordinance Amending the
180 Municipal Code for the Village of Alsip to Permit Video Gaming in the Village of Alsip.
181 2) Initial draft of an Ordinance Amending Chapter 2 ("Administration"), Article IV ("Board of
182 Trustees and Mayor"), Division 3 ("Rules of Order and Procedure"), Section 2-73 ("Rules
183 Prescribed") of the Municipal Code for the Village of Alsip and by Amending Section 2-75
184 ("Public Participation"). Trustee Dalzell explained this Ordinance changes the order of business
185 by placing Public Forum prior to Unfinished Business, and amending Limitations and
186 requirements for Persons wishing to speak, as well as time limits for open discussion. Trustee
187 Dalzell asked Clerk Venhuizen for a copy of Rule 37. Mayor Kitching reported the breakdown of
188 the monies associated with the Video Gaming was placed in each Trustee's mailbox.

189
190 IT REPORT: Trustee Dalzell presented: 1) Request for input from the Department Heads on
191 planned use for the tablets proposed by Sprint for \$75 per month per employee. Trustee Dalzell
192 secured prices from other companies and some were less expensive. Mayor Kitching reported
193 Sprint is returning with an updated proposal.

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199 BOAT LAUNCH: Trustee Quinn presented: 1) Request for timesheets from Boat Launch
200 employees.

201
202 PRESENTATIONS, PETITIONS, COMMUNICATIONS: None.

203
204 UNFINISHED BUSINESS: None.

205
206 NEW BUSINESS: None.

207
208 ADJOURNMENT: Motion by Trustee Quinn to adjourn; seconded by Trustee Daddona. All in
209 favor; none opposed. Motion carried at 9:35 p.m.

210
211 Respectfully submitted,

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213
214
215 _____
216 Deborah Venhuizen
217 Village Clerk, Alsip, Illinois