

**Finance Committee
July 26, 2011**

President Coutts called the meeting to order at 5:34 p.m., at East Side Community Center, 6156 Douglas Avenue, Racine, Wisconsin. Present were

Committee Members: Trustee Wanggaard, Trustee Wishau and President Coutts

Absent: None

Department Managers: Village Administrator Tom Lebak, Finance Manager Larry Borchert, Police Chief Toby Schey and Lt. Dan Warren

UNFINISHED BUSINESS

None

NEW BUSINESS

1. Approval of minutes

Trustee Wanggaard moved, seconded by Trustee Wishau to approve the minutes of July 12, 2011 as printed. **Motion carried.**

2. Review and bid award recommendation for Police Department renovation project

Lt. Warren presented the committee with 3 bids

Absolute \$171,000

Redwood Construction \$177,300

Katt Construction \$137,875

Prevailing Wage determination is not required for bids are under \$100,000 but is if estimates used are 12% over the highest estimated bid. One way to avoid the Prevailing Wage requirement would be to accept bids by line items. Lt. Warren stated that they would like to omit the new cabinetry in the courtroom and just paint what is there and possibly purchase mobile shelves/storage where needed. The omission would cut the lowest bid down \$67,661 for a total of \$70,214. Prevailing wage would not be required as long as any change orders do not exceed 15% of the \$70,214. Katt Construction was reported to be in agreement with the omission.

Trustee Wishau moved, seconded by Trustee Wanggaard to recommend awarding the contract to Katt Construction, with the exception of line item for new cabinetry in the amount of \$67,661, which will be omitted and will lower the bid amount down to \$70,214. **Motion carried.**

3. Surplus/Deficit Analysis 2011

Borchert stated that currently the village has a deficit of \$300,000. \$110,000 of that amount is road salt which just requires a budget adjustment. Some of the other overages were fuel, gasoline and Network Specialist. The committee discussed looking at alternate

network companies. A couple of positives is that \$400,000 will be coming back to the general fund from We Energies that the village has been fronting for the Benesh contract and an estimated \$60,000 from FEMA.

Trustee Wanggaard moved, seconded by Trustee Wishau to adjourn. Meeting adjourned at 6:10 p.m.

Respectfully submitted,

Karie Torkilsen, Clerk