



MINUTES OF THE REGULAR MEETING
OF THE PRESIDENT AND BOARD OF TRUSTEES
OF THE VILLAGE OF VERNON HILLS, LAKE COUNTY, ILLINOIS
HELD FEBRUARY 17, 2009

I. Village Clerk Pelletier called the meeting to order at 7:05 p.m. in the absence of Village President Byrne. **Call to Order**

II. Roll call indicated the following Trustees present: Hebda, Koch, Marquardt, Schultz, Schwartz and Williams. **Roll Call**

Also present were Village Manager Allison, Assistant Village Manager Kalmar, Finance Director Nakrin, Chief of Police Fleischhauer, Village Engineer Brown, Public Works Director Laudenslager, Building Commissioner Atkinson, Attorney Kenny and Village Clerk Pelletier.

Motion by Trustee Schultz, second by Trustee Williams to appoint Trustee Koch as President Pro-tem for the evening. Roll call vote:
Ayes: 6-Koch, Marquardt, Schultz, Schwartz, Williams, Hebda
Nays: 0-None
Absent and not voting: 0-None
Motion carried.

President Pro-tem Koch

III. The Pledge of Allegiance was given.

Pledge of Allegiance

IV. Citizens Wishing to Address the Board.

Mr. Dara Azari a Grosse Pointe Village resident stated his concerns regarding the purchase of a condominium unit at Port Clinton Place.

Citizens

V. Officials Reports

A. Village President

1. Snowplow Certificate Awards to Brownie Troop 1390; Girl Scout Troop 2411; Girl Scout Troop 2418 and Boy Scout Troop 95.

President Pro-tem Koch and Public Works Director Laudenslager presented certificate awards to the various troops for their participation in the annual painting of the snowplow blades.

Snow Plow Awards

B. Village Manager

No report.

C. Assistant Village Manager

No report.

D. Finance Director/Treasurer

1. IMRF Funding Status.

IMRF

Finance Director Nakrin stated the IMRF pension plan for non-sworn municipal employees had an actuarial short fall. As of 12/31/07, Vernon Hills was 91.6% funded with \$11.66 million of liabilities and \$10.68 million of assets. IMRF statewide averaged a funding level of 96.1%.

The 2008 IMRF actual return was -24.8%, or 32.3% below its targeted 7.5% and resulted in a \$6.1 billion loss. The Dow Jones had a -33.8% return, the S&P 500 had a -37.0% return and the NASDAQ had a -40.5% rate of return for 2008. IMRF allocations did not appear to be substantially different from that of other major pension plans. For the prior five years, IMRF was comfortably surpassing its 7.5% actuarial target, and the municipalities were the beneficiaries of those more positive results. The rates of return for 2003 through 2007 were 8.5%, 13.9%, 8.7%, 12.4% and 22.6%.

The Village's contribution rate would increase from 9.97% in Calendar Year 2009 to 14.78% in Calendar Year 2010 representing a 48.2% increase in rate. Based on the rapid increase in rates among municipalities the IMRF Board considered some proposed phase in approaches where municipalities can pay less than the Annual Required Contribution (ARC). The most conservative alternative approach was a 10% phase, which limits the growth of the municipal contribution rate to about a 10% per year. IMRF considered allowing municipalities to make a one-time election of their rate calculation approach. While the effect of adopting the 10% phase-in was to lower contribution rates over the next few years, the approach pushed much higher costs into the future. The more fiscally responsible action was to contribute at the ARC rate. The Village would spend \$508,000 in FY2008-09 and by FY2010-11, the Village could be paying approximately \$800,000. Staff would provide the new funding policies at a future date, along with the costs of sworn officers.

E. Chief of Police

No report.

F. Public Works Director

No report.

G. Building Commissioner

No report.

H. Village Engineer

1. Route 53 and Route 120 Updates.

Routes 53 &
120
Proposed
Plans

Village Engineer Brown presented maps showing the proposed plans for the extension of Route 53 through Lake County to Route 120. Lake County had placed a non-binding referendum on the April 7, 2009 ballot for support.

Omnibus

VI. Omnibus Vote Agenda

President Pro-tem Koch read the Omnibus Vote Agenda Items A-P. Manager Allison request Items J & K be pulled and not approved. Motion by Trustee Schultz, second by Trustee Marquardt approval of the Omnibus Vote Agenda Items A-I & L-P. Roll call vote:

Ayes: 6-Marquardt, Schultz, Schwartz, Williams, Hebda, Koch
 Nays: 0-None
 Absent and not voting: 0-None
 Motion carried.

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| A. Approval of 2/03/2009 Board Minutes. Approved by omnibus vote. | Minutes |
| B. Department Reports:
1. 1/2009 Building Division Report.
2. 1/2009 Police Department Report.
3. 1/2009 Public Works Report.
Approved by omnibus vote. | Reports |
| C. Approval of voucher list of bills dated 2/17/2009 in the amount of \$281,159.07. Approved by omnibus vote. | Invoice Approvals |
| D. Approval and passage of Resolution 2009-016 amending Res. 2008-193 authorizing approval of additional expenditure to International Piping Systems, Inc. for heating, ventilation, air conditioning (HVAC) Preventative Maintenance (PM). Approved by omnibus vote. | Res. 2009-016
IPS |
| E. Approval and passage of Resolution 2009-018 approving a contract extension with International Piping Systems, Inc. for the heating, ventilation, air conditioning (HVAC) Preventative Maintenance (PM). Approved by omnibus vote. | Res. 2009-018
IPS |
| F. Approval and passage of Resolution 2009-019 amending Res. 2009-009 authorizing and approving the purchase of three (3) 2009 Ford Crown Victoria Police Pursuit Sedans from Landmark Ford not to exceed \$69,035. Approved by omnibus vote. | Res. 2009-019
Landmark
Ford |
| G. Approval and passage of Resolution 2009-020 approving the Vernon Hills Athletic complex (VHAC) rate increase for field lighting from \$30 per hour to \$40 per hour. Approved by omnibus vote. | Res. 2009-020
VHAC Rate
Increase |
| H. Approval and passage of Resolution 2009-021 waiving the competitive bidding process, authorizing the Village Board to accept proposals and approve the contractor agreement and make payments for the Arbortheater Asphalt Path Removal and Replacement to Performance Paving LTD. Approved by omnibus vote. | Res. 2009-021
Performance
Paving LTD |
| I. Approval and passage of Resolution 2009-022 waiving the competitive bidding process, authorizing the Village Board to accept proposals and approve the contractor agreement and make payments for the Arbortheater Under Drain Improvements to Landscape Concept Management. Approved by omnibus vote. | Res. 2009-022
Landscape
Concepts
Mgmt |
| J. Approval and passage of Resolution 2009-023 authorizing and approving the purchase of two (2) Ford Crown Victoria Police Pursuit Sedans from Landmark Ford in an amount not to exceed \$47,000. <u>Pulled-not approved.</u> | Res. 2009-023
Pulled |
| K. Approval and passage of Resolution 2009-024 authorizing the transfer of funds between Police Department Funds. <u>Pulled-not approved.</u> | Res. 2009-024
Pulled |

Res. 2009-025
Homer Tree
L. Approval and passage of Resolution 2009-025 amending Res. 2008-158 authorizing construction and payments from the Tax Increment Finance (TIF) Funds to Chicago Title for work performed by Homer Tree Service. Approved by omnibus vote.

Res. 2009-026
Neri
Construction
M. Approval and passage of Resolution 2009-026 amending Res. 2008-185 authorizing construction and payments from the Tax Increment Finance (TIF) Funds to Chicago Title for work performed by Neri Construction and Excavators, Inc. Approved by omnibus vote.

Res. 2009-027
Landscape
Concepts
N. Approval and passage of Resolution 2009-027 authorizing construction and payments from the Tax Increment Finance (TIF) Funds to Chicago Title for work performed by Landscape Concepts Management. Approved by omnibus vote.

Ord. 2009-007
Liquor
Control
Amendments
O. Approval and passage of Ordinance 2009-007 amending the Village of Vernon Hills Code of Ordinances, Chapter 3, Sec. 3-12, Liquor Classification and Sec. 3-26 Prohibited Conduct. Approved by omnibus vote.

VHTC LLC
P. Approval in the reduction of the Irrevocable Straight Standby Letter of Credit #DC110851 VHTC LLC. Approved by omnibus vote.

VII. Unfinished/Additional Business

Kemper
Invoice
Approvals
A. Approval of Kemper voucher list of bills dated 2/17/2009 in the amount of \$44,041.39. Motion by Trustee Schultz, second by Trustee Hebda approval of the Kemper voucher list of bills dated 2/17/2009 in the amount of \$44,041.39. Roll call vote:
Ayes: 5-Schultz, Williams, Hebda, Koch, Marquardt
Nays: 0-None
Abstain: 1-Schwartz
Absent and not voting: 0-None
Motion carried.

Res. 2009-007
Morrill
B. Approval and passage of Resolution 2009-007 authorizing extension of professional services agreement between Morrill and Associates P.C. and the Village of Vernon Hills. Motion by Trustee Schultz, second by Trustee Marquardt approval passage of Resolution 2009-007 authorizing extension of professional services agreement between Morrill and Associates P.C. and the Village of Vernon Hills. Roll call vote:
Ayes: 6-Schwartz, Williams, Hebda, Koch, Marquardt, Schultz
Nays: 0-None
Absent and not voting: 0-None
Motion carried.

Res. 2009-011
Roti
Mediterranean
Grill
C. Approval and passage of Resolution 2009-011 granting approval to operate an outdoor dining and seating establishment for Roti Mediterranean Grill located at 1240 East Route 45, Suite 100. Motion by Trustee Williams, second by Trustee Marquardt approval and passage of Resolution 2009-011 granting approval to operate an outdoor dining and seating establishment for Roti Mediterranean Grill located at 1240 East Route 45, Suite 100, subject to the following condition additions: 1.) The sale, service and consumption of alcohol are not permitted outdoors. 2.) Signs shall be placed on the tables and on the door leading to the outdoor dining area stating that consumption of alcohol outdoors is not permitted. Roll call vote:

Ayes: 6-Williams, Hebda, Koch, Marquardt, Schultz, Schwartz
Nays: 0-None
Absent and not voting: 0-None
Motion carried.

VIII. New Business/Communications

A. President Pro-tem Koch announced Nicole Sanhamel had won the State Bowling Championship.

**State Bowling
Champion**

IX. Adjournment

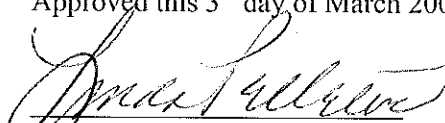
Motion by Trustee Williams, second by Trustee Marquardt approval to adjourn the Board meeting and go to Closed Session for discussion of personnel-[Sec. 2(c)(1)]; land acquisition-[Sec. 2(c)(5)]; land disposition-[Sec. 2(c)(6)] litigation-[Sec. 2(c)(11)]; as allowed by the Open Meetings Act following the Committee of the Whole meeting. Roll call vote:

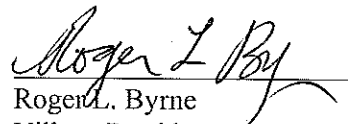
Adjournment

Ayes: 6-Hebda, Koch, Marquardt, Schultz, Schwartz, Williams
Nays: 0-None
Absent and not voting: 0-None
Motion carried.

Meeting adjourned at 7:55 p.m.

Approved this 3rd day of March 2009.


Linda Pelletier
Village Clerk


Roger L. Byrne
Village President