



# City of Racine

## Meeting Minutes

City Hall  
730 Washington Ave.  
Racine, WI 53403  
www.cityofracine.org

### Special Meeting of the Waterworks and Wastewater Commission Finance Committees

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Thursday, June 11, 2020

11:30 a.m.

City Hall Annex - Room #227

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#### 1. Roll Call

**PRESENT:** Kathy DeMatthew, Thomas Bunker, John Hewitt, Terry McCarthy

**EXCUSED:** James Spangenberg

#### 2. Subject: 2019 Audit Review

**Recommendation:** Refer to the full Commission

*Discussion was held regarding auditors findings on security measures. Tom Bunker would like the auditors to expand on the narrative with regard to the number of users with access to Great Plains and the reasons why. McCarthy made a motion, seconded by Bunker to refer item to Waterworks & Wastewater Commissions.*

#### 3. Subject: Review of 2020 Financial Statements thus far

**Recommendation:** Receive and File

*Discussion was held regarding projections. Members of the Committee would like Medical and OPEB separated. A discussion followed with regard to the 2018 Water Amendment with Mt. Pleasant. The Committee would like to see an explanation from Ruekert Mielke with regards to the accounting for REC fees being treated as a liability instead of revenue in the audit. Concerns centered around the auditing impacts in future years and how that classification could impact future revenue classifications and bond coverage ratios. Bunker made a motion, seconded by McCarthy to receive and file.*

#### 4. Subject: Medical Expenses 2020 with new HSA plan

**Recommendation:** Receive and File

*Comparison of 2019 vs 2020 reflects the Utility is saving money thus far Bunker made a motion, seconded by McCarthy to receive and file.*

5. **Subject:** Offer for early repayment from MP on a Water Agreement Amendment

**Recommendation:** Refer to the full Commission for consideration

*Committee would like the General Manager to provide a listing of upcoming projects that reflects the need to accept the early-pay-off offer from Mt. Pleasant. Bunker made a motion, seconded by McCarthy to refer item to Waterworks & Wastewater Commissions.*

**Yes:** DeMatthew, McCarthy, Bunker

**Abstain:** Hewitt

**CLOSED SESSION**

It is the intent that the Waterworks and Wastewater Finance Committees convene in closed session pursuant to Wis. Stat. Section 19.85(1)(c) for the purpose of considering employment, promotion, compensation or performance evaluation data of a utility employee.

*Finance Committee did not go into Closed Session*

6. **Subject:** Compensation for the GM based upon 2019 performance

**Recommendation:** Approve and Refer to the full Commission for consideration

*McCarthy made a motion, seconded by Hewitt to Approve and refer to Wastewater Commission.*

**Adjournment**

*There being no further business meeting adjourned at 1:41 p.m.*