

Scott County Board of Supervisors
July 11, 2019 5:00 p.m.

The Board of Supervisors met pursuant to adjournment with Maxwell, Beck, Knobbe, Croken and Kinzer present. The Board recited the Pledge of Allegiance.

Moved by Beck, seconded by Maxwell a motion approving the minutes of the June 25, 2019 Committee of the Whole Meeting and the minutes of the June 27, 2019 Regular Board Meeting. All Ayes.

Dylan Parker, 817 22nd Street Rock Island, said he and Jeff Holland, 4364 Southfield Place Bettendorf, work for the Indiana, Illinois, Iowa Foundation for Fair Contracting (III FFC). He said III FFC is a non-profit organization that works with construction companies and labor organizations in the Quad Cities and that he has been in front of the Board before talking about the Federal Aid SWAP program with the Iowa Department of Transportation. Parker and Holland presented the Board with a thank you token for opting out of the program.

Moved by Beck, seconded by Maxwell that the following resolution be approved. Three Ayes, with Croken and Kinzer voting Nay.

BE IT RESOLVED: 1) That the contract for Bridge Replacement Projects L-319--73-82, L-320--73-82 and L-420--73-82 be awarded to Jim Schroeder Construction, Inc. contingent on the unit prices listed in the contract. 2) That the Chairperson be authorized to sign the contract documents on behalf of the Board. 3) That this resolution shall take effect immediately.

Moved by Beck, seconded by Maxwell that the following resolution be approved. All Ayes.

BE IT RESOLVED: 1) That the contract for HMA Resurfacing Project No. L-620--73-82 (Slopertown Road from Y52 east 2.6 miles) & HMA Resurfacing with Cold In-Place Recycling Project No. L-720--73-82 (Cadda Road from F33 (290th Street) to Y64 (S.1st Street)) be awarded to McCarthy Improvement Company contingent on the unit prices listed in the contract. 2) That the Chairperson be authorized to sign the contract documents on behalf of the Board. 3) That this resolution shall take effect immediately.

Moved by Beck, seconded by Maxwell that the following resolution be approved. All Ayes.

Supervisor Kinzer reported that the vehicle was made in America.

BE IT RESOLVED: 1) That the purchase of one 2016 Dodge Grand Caravan for the Sheriff's Office is approved and hereby awarded to Strieter Motor Company, Davenport, Iowa, in the amount of \$18,590.00. 2) This resolution shall take effect immediately.

Moved by Kinzer, seconded by Croken that the following resolution be approved.
All Ayes.

Supervisor Croken asked if the appointments could be read out loud.

Kinzer read the resolution.

BE IT RESOLVED: 1) The hiring of Jessie McCord for the position of part-time Custodial Worker in the Facility & Support Services Department at the entry level rate.
2) The hiring of Diana Hallstrom for the position of part-time Custodial Worker in the Facility & Support Services Department at the entry level rate.

Moved by Maxwell, seconded by Beck that the following resolution be approved.
All Ayes.

BE IT RESOLVED: 1) That the Board hereby approves the purchase of precinct election equipment transport cages from Election Source in the amount of \$115,244.00 including shipping. 2) This resolution shall take effect immediately.

Moved by Maxwell, seconded by Beck that the following resolution be approved.
Roll Call: All Ayes.

David Farmer, Budget and Administrative Services Director, introduced Owen Gerard and Jon Burmeister from PFM Financial Advisors and said today that the issuance and sale of the bonds occurred.

Burmeister said that Moody's reaffirmed the County's Aa1 rating and that it was because of well managed finances resulting in a stable financial operating history and maintenance of healthy reserves relative to the budget, and that the county retains ample revenue raising flexibility and carries modest debt and pension liabilities.

He said the rating resulted in the County receiving 11 bids from underwriters all over the United States and pointed to the three page tabulation of bids summary. He said BOK Financial Securities, Inc., from Dallas Texas had the winning bid with a true interest rate of 1.3941%. He noted J.P. Morgan of New York came in a close second at 1.3947%.

Burmeister then reviewed the rest of the bids and said there were actually 44 different underwriters fighting for the County's Bonds.

He also noted that they did bid a premium on this and that investors today want a higher coupon than the yields on the Bonds. He said working with David Farmer they were able to decrease the par amount of the Bonds from \$14,820,000 down to \$12,680,000 and true interest rate of 1.3920%.

He said also a part of this financing is to facilitate a refunding.

Gerard reviewed the refunding of 2009 Build America Bonds that is occurring as part of the 2019 Bonds. He said there were two pieces that generated a substantial amount of savings. He said one is simply interest rates, the difference between the rate when issued in 2009 versus the rate today.

He said the second part is that cash on hand in the E911 Fund was used to trim off the back couple of years of this debt which goes out to June 1, 2024 versus the prior debt service that went out all the way to 2029. He said the very substantial savings of almost \$1.2 million out of future budgets is due to this refunding transaction today.

Burmeister added that part of the Board's adoption is approving the redemption of the 2009 Bonds and said that authorizes us to send that out to the market to let investors know that the County will actually be paying off those bonds on August 11, 2019.

Resolution awarding sale of General Obligation Communications and Refunding Bonds, Series 2019 and authorizing the delivery of an optional redemption notice

WHEREAS, the Board of Supervisors (the "Board") of Scott County, Iowa (the "County"), previously issued its Taxable General Obligation Emergency Service Communication Bonds, Series 2009A (Build America Bonds-Direct Pay) (the "Series 2009A Bonds"); and

WHEREAS, in the resolution authorizing the issuance of the Series 2009A Bonds, the County reserved the right to call for prepayment prior to maturity any or all of the Series 2009A Bonds maturing on and after June 1, 2020 on June 1, 2019 or any date thereafter (the "Callable 2009A Bonds"); and

WHEREAS, the Board has also heretofore proposed to enter into one or more loan agreements (the "Loan Agreement") and issue not to exceed \$19,300,000 general obligation communications and refunding bonds, in one or more series, pursuant to the provisions of Section 331.402, Section 331.441(2)(b)(6) and (17) and Section 331.443 of the Code of Iowa, for the purpose of (1) refunding all or a portion of the Callable 2009A Bonds, (2) paying the cost of acquiring, constructing, improving and equipping a global peace officer and other emergency services communication system for multiple jurisdictions, including without limitation radio equipment, towers, antennas, transmission lines, DC power plant, alarm systems and other equipment and infrastructure necessary for the system (the "Project") and (3) paying related costs of issuance, and has published notice and held a hearing on the proposal; and

WHEREAS, a Preliminary Official Statement has been prepared to facilitate the sale of the General Obligation Communications and Refunding Bonds, Series 2019 (the "Bonds"); and

WHEREAS, pursuant to advertisement of sale, bids for the purchase of the Bonds to be issued in evidence of the County's obligation under the Loan Agreement were received

and canvassed on behalf of the County and the substance of such bids noted in the minutes; and

WHEREAS, upon final consideration of all bids, the bid of BOK Financial Securities, Inc., Dallas, Texas (the "Purchaser"), is the best, such bid proposing the lowest interest cost to the County for the Bonds; and

WHEREAS, it is now necessary to authorize the call of the Callable 2009A Bonds for early redemption;

NOW, THEREFORE, Be It Resolved by the Board of Supervisors of Scott County, Iowa, as follows: 1) The County shall enter into the Loan Agreement with the Purchaser in substantially the form as will be placed on file with the Board of Supervisors, providing for a loan to the County in the principal amount of \$12,680,000 for the purpose or purposes set forth in the preamble hereof. 2) The bid of the Purchaser referred to in the preamble is hereby accepted, and the Bonds are hereby awarded to the Purchaser at the price specified in such bid, together with accrued interest, if any. 3) The Official Bid Form/form of agreement of sale (the "Sale Agreement") of the Bonds to the Purchaser is hereby approved, and the Chairperson and County Auditor are hereby authorized to execute the Sale Agreement for and on behalf of the County. 4) Further action with respect to the approval of the Loan Agreement and the issuance of the Bonds is hereby adjourned to the Board of Supervisors meeting to be held on July 25, 2019. 5) Bankers Trust Company, its successors and assigns, as Registrar and Paying Agent for the Callable 2009A Bonds, is hereby authorized to take all action necessary to call the Callable 2009A Bonds for early redemption on August 12, 2019 or such other date approved in writing by the County's Administrator or the County's Director of Budget and Administrative Services (the "Redemption Date"), and is further authorized and directed to give notice of such redemption to each of the registered owners of the Callable 2009A Bonds to be redeemed at the addresses shown on the County's registration books, not less than 30 days prior to the Redemption Date. 6) All resolutions or parts thereof in conflict herewith are hereby repealed to the extent of such conflict. 7) This resolution shall be in full force and effect immediately upon its adoption and approval, as provided by law.

Moved by Maxwell, seconded by Beck approval of the RACOM service support contract for the Sheriff's Office in the amount of \$19,989.00. All Ayes.

BE IT RESOLVED: 1) That the RACOM service support contract with the Sheriff's Office is hereby approved as presented. 2) That Sheriff Lane is hereby authorized to sign said contract. 3) This resolution shall take effect immediately.

Moved by Maxwell, seconded by Beck that the following resolution be approved. All Ayes.

BE IT RESOLVED: 1) The technology project for Sheriff's Patrol with a total cost of

\$56,162.10 is hereby approved. The quotes from Keltek for 5 Toughbook CF54 MDC's, 5 docking stations, and 5 port replicators, 5 Sierra Wireless in-vehicle communication gateways, and antennas in the amount of \$30,342.10; and Watch Guard for in-vehicle and deputy video in the amount of \$25,820.00 are hereby approved. 2) This resolution shall take effect immediately.

Moved by Maxwell, seconded by Beck that the following resolution be approved.
Roll Call: All Ayes.

BE IT RESOLVED: 1) The Scott County Board of Supervisors approves for payment all warrants numbered 299416 through 299684 as submitted and prepared for payment by the County Auditor, in the total amount of \$1,619,318.51. 2) The Board of Supervisors approves for payment to Wells Fargo Bank all purchase card program transactions as submitted to the County Auditor for review in the amount of \$153,743.17. 3) This resolution shall take effect immediately.

Under other items of interest, Croken made a motion authorizing staff to retain outside services at a cost of less than \$25,000 in order to facilitate the development a comprehensive, inter-departmental, integrated and measurable strategy of restorative justice, court diversion and other alternative to incarceration programs with the goal of slowing the rate of growth of incarceration and reducing the financial burden on taxpayers. The elements of that proposed strategy might include the expansion of existing programs or the implementation of new programs with demonstrated success elsewhere. High priority should be given to programming directed at those suffering from mental disease or disorder, veterans, non-violent first offenders and others who staff believe will benefit more from community-based treatment or management, rather than confinement. The highest priority should be given to existing program expansion or new, evidence-based initiatives that will cost taxpayers less than the cost of incarceration. Motion failed due to lack of a second.

Croken made a motion directing staff to develop a comprehensive, inter-departmental, integrated and measurable strategy of restorative justice, court diversion and other alternative to incarceration programs with the goal of slowing the rate of growth of incarceration and reducing the financial burden on taxpayers. The elements of that proposed strategy might include the expansion of existing programs or the implementation of new programs with demonstrated success elsewhere. High priority should be given to those suffering from mental disease or disorder, veterans, non-violent first offenders and others staff believe will benefit more from community-based treatment or management, rather than confinement. The highest priority should be given to existing program expansion or new, evidence-based initiatives that will cost taxpayers less than the cost of incarceration. Motion failed due to lack of a second.

Kinzer said today he attended the swearing in ceremony of new Deputy Sheriffs Brent Kilburg, Alex Gries, Ethan Roling and Hope Hammitt.

Kinzer said two weeks ago the US Marshals conducted inspections of the Jail because the County houses federal inmates and that they complimented the County on the programs they have in the Jail. He said the State also does an annual inspection of the Jail and recently echoed the US Marshals comments regarding the programs.

Supervisor Beck updated the Board on recent correspondences he had with the City of Bettendorf regarding issues that were brought up during a recent Board of Supervisors Biennial visit with the Panorama Park City Council.

Supervisor Knobbe said he followed up with the Planning and Development Department regarding an issue that was brought up during the Panorama Park City Council visit.

Knobbe said he spoke with the Secondary Roads Department regarding an issue that was brought up during the recent visit with the McCausland City Council.

Knobbe asked Farmer if there were any rules of thumb when the Board members talk about the Bonds and the interest rates when out in the public.

Farmer answered that he uses the words "true interest cost" and the key is the savings of \$1,200,000 of actual cash going out the door over the next nine years.

Moved by Beck, seconded by Kinzer at 5:27 p.m. a motion to adjourn. All Ayes.

Tony Knobbe, Chair of the Board
Scott County Board of Supervisors

ATTEST: Roxanna Moritz
Scott County Auditor