

November 27, 2019
Baldwin, Michigan 49304

Regular meeting of the Board of County Road Commissioners of the County of Lake was called to order at 9:00 a.m. by Chairman Truxton.

Present - *Gary Truxton, LCRC Commissioner*
Richard Haslock, LCRC Commissioner
Jessica LaPointe, LCRC Finance & HR Manager
Leroy Williams, LCRC Manager
Tom Smith, LCRC Road Foreman
David Leusby, LCRC Shop Foreman
Dan Novak, AIS

The following bills were presented and allowed for payment:

11/12 Payroll Voucher No. 4907 -----	\$ 78,134.73
11/12 Material Voucher No. 4908 -----	\$ 107,827.46
11/20 HRA Voucher No. 4909 -----	\$ 4,391.96
11/25 Payroll Voucher No. 4910 -----	\$ 61,590.35
11/26 Material Voucher No. 4911 -----	\$ 367,466.88

APPROVAL OF MINUTES:

Motion made by Haslock to approve the October 14, 2019 meeting minutes as read. Supported by Truxton. Yeas- Truxton and Haslock. Nays - 0. Motion carried.

PUBLIC COMMENT:

Dan Novak explained financing/purchasing options for a new John Deere Loader.

REPORTS FROM MANAGEMENT:

FINANCE & HR MANAGER:

Budget hearing will be next meeting, December 11, 2019.

LaPointe explained the Level Funding for medical insurance option and would like to present it to the union on Monday. Board agrees.

MANAGER:

Received our brine permit back for 2020.

Purchased 500 tons of salt through the State purchasing agreement.

Presented an updated contract for the sale of Luther garage.

Motion made by Haslock to authorize Leroy Williams to sign the contract selling Luther garage on the Board's behalf. Supported by Truxton. Yeas-Truxton and Haslock. Nays - 0. Motion carried.

Motion made by Haslock to accept the higher bid from Brooks Builders and to have him begin construction next week. Supported by Truxton. Yeas-Truxton and Haslock. Nays - 0. Roll call vote. Motion carried.

Motion made by Haslock to accept Sam Bontrage's bid to tear down and rebuild the pole building located on the Luther garage property. Supported by Truxton. Yeas- Truxton and Haslock. Nays - 0. Roll call vote. Motion carried.

Baker Road near 56th Street has been closed due to water over the road. Crews installed guardrail to prevent any more damage to that area until it can be fixed this spring.

Had a safety meeting this week and discovered AEDs were an issue we would like to see remedied in 2020.

Motion made by Haslock to renew the contact with Michigan Pavement Markings for another year with last years prices. Supported by Truxton. Yeas-Truxton and Haslock. Nays - 0. Roll call vote. Motion carried.

Would like to waive Shawn MacDougall's probation due to his experience. Board agrees.

ORV meeting December 13, 2019 at 1:00. Board recommended opening all county roads to ORV traffic.

Spoke with a resident regarding Canyon Drive becoming a certified road. Williams will meet with Fischer Corporation regarding Road Commission specifications.

ROAD FOREMAN:

MACDOUGALL - Absent.

SMITH - Roads are full of potholes but because of the weather we haven't been able to repair them. Lots of beaver being trapped out of our problem areas.

EQUIPMENT SUPERINTENDENT:

Bid opening. See attached.

Motion made by Haslock to accept Michigan Kenworth's bid for two (2) new, current model year, tandem drive tractor trucks. Supported by Truxton. Yeas- Truxton and Haslock. Nays - 0. Motion carried.

Crews cleaned Luther garage out. We will be placing items out for bid that aren't needed.

Asked for clarification on the use of BidCorp.

OLD BUSINESS:

Kluck and Associates have submitted the Letter of Understanding to Jeff Apsey regarding the revision to Funeral leave. We have not received a response at this time.

Motion made by Haslock to accept changes to Policy # 1040 – Disposal of Road Commission Property. Supported by Truxton. Yeas- Truxton and Haslock. Nays - 0. Motion carried.

NEW BUSINESS:

LaPointe requested a letter be signed by the commissioners to add Leroy to Lake County Road Commission's bank accounts. Board agreed.

COMMISSIONERS PRIVILEGE:

Runnels - Absent.

Haslock - None.

Truxton - None.

PUBLIC COMMENT:

None.

ADJOURNMENT:

Motion to adjourn made by Halsock. Supported by Truxton. Yeas- Truxton and Haslock. Nays - 0. Motion carried. 10:37 am

Respectfully submitted by:



Jessica L. LaPointe - Secretary

Approved by:



Gary A. Truxton - Chairman



Richard J. Haslock - Vice Chairman

Richard K. Runnels - Member

PROPOSAL

Page # _____ of _____ pages

Proposal Submitted To:	Job Name	Job #
Lake County Road Commission		
Address	Job Location	
	Date	Date of Plans
Phone #	Fax #	Architect

We hereby submit specifications and estimates for: the dismantling and rebuilding of 24x40x12 pole barn. We will provide any new, framing materials that are needed. Price includes new metal on roof and sides, new entry door, and new slider. New track and lighted strip along sides are extra. You take care of all permit issues.

We propose hereby to furnish material and labor—complete in accordance with the above specifications for the sum of:

\$ eleven thousand four hundred sixty five thousand down, rest at completion Dollars

with payments to be made as follows: Any alteration or deviation from above specifications involving extra costs will be executed only upon written order, and will become an extra charge over and above the estimate. All agreements contingent upon strikes, accidents, or delays beyond our control.

Respectfully submitted:

Lucas Bontrager Sam Bontrager

Note—this proposal may be withdrawn by us if not accepted within _____ days.

ACCEPTANCE OF PROPOSAL

above prices, specifications and conditions are satisfactory and are hereby accepted. You are authorized to do the work as specified. Payments will be made as outlined above.

Date of Acceptance: _____

Signature _____

BROOKS BUILDERS

& General Contractors

P.O. BOX 97
BALDWIN, MI. 49304
VOICE 231-745-4465
CELL 231-357-7536
FAX 231-745-2848

STATEMENT

NOVEMBER 20, 2019

LAKE COUNTY ROAD COMMISSION
BALDWIN, MI 49304

WE PROPOSE TO FURNISH ALL LABOR
AND MATERIALS FOR THE FOLLOWING:

120' X 60' POST FRAME BUILDING PROJECT.

TO CHANGE STARTING DATE AND COMPLETE PROJECT BY 12/31/19

DUE TO TIME CONSTRAINTS AND UNPREDICTABLE SEASONAL
WEATHER PATTERNS,
AN ADDITIONAL LABOR FORCE OF 3 SKILLED LABORS WILL BE ADDED
ON TO THE LABOR FORCE AND AN ADDITIONAL COST (INCLUDING
OVERHEAD/ INSURANCE FEES) OF \$0.88 PER SQUARE FEET (\$6,336.00)
WILL BE ADDED TO THE ORIGINAL FINAL BID.

THANK YOU FOR CHOOSING
BROOKS BUILDERS

BROOKS BUILDERS IS FULLY INSURED AND A STATE LICENSED
GENERAL CONTRACTING COMPANY. LIC. #2101108451
(REFERENCES SUPPLIED UPON REQUEST)



November 27, 2019.

Lake County Road Commission.
1180 N. Michigan Avenue.
Baldwin, MI 49304.

PACCAR Financial Corp. ("PFC") is pleased to offer the following lease-purchase financing proposal to Lake County Road Commission in conjunction with the acquisition of equipment through Michigan Kenworth:

Proposed Lease Financing

Lessee:	Lake County Road Commission.
Lessor:	PACCAR Financial Corp.
Transaction Type:	Government Lease/Purchase.
Lessee Qualification:	The Lessee is a political subdivision as defined by Section 103 of the Internal Revenue Code.
Equipment Description:	Two (2) new 2020 Kenworth T800 Day Cab tractors.
Equipment Cost:	\$ 136,926.00 per tractor or \$273,852.00 total.
Delivery and Acceptance:	No later than December 31, 2019.
Term Option:	One (1) year.
Rental Payments:	Lessee will make one (1) Annual installment in arrears, each in an amount based upon the Equipment Cost of each item of Equipment.
Tax-Exempt Rate:	<u>1-Year Term</u> 6.02%
Annual Payment:	\$290,389.60
Payment Adjustment:	Annual Payment is fixed through November 30, 2019. If the equipment is not delivered by this date, a new proposal will be provided upon request.
Documentation Fee:	\$450.00 payable to PACCAR Financial at time of delivery/loan closing.

Residual:	One dollar (\$1.00) to be paid with the final annual payment at lease expiration, if Lessee obligations have been met.
Usage:	Lessee shall not allow any unrelated entity to utilize the Equipment in a fashion that would jeopardize the tax-exempt status of the transaction.
Expenses:	The Lease shall be a net lease.
Insurance:	Lessee shall be required to purchase and maintain insurance satisfactory to PFC.
Transaction Expenses:	Lessee and Lessor shall each be responsible for any fees and expenses incurred by it in connection with this transaction, including, but not limited to legal counsel.

This proposal is valid until the close of business November 30, 2019. This proposal is not a commitment on the part of PFC and is subject to the formal approval of our credit department and delivery of the proposed Equipment. Upon acceptance of this proposal, formal documentation will be provided by PFC. Terms and conditions contained in the documentation will supersede this proposal.

PACCAR Financial Corp. welcomes the opportunity to provide Lake County Road Commission with this proposal. If Lake County Road Commission needs or requires another finance structure, we would appreciate the opportunity to accommodate your request, with an updated proposal.

Sincerely,

Bob Miazga

Sr. District Sales Manager-Midwest Area

PACCAR Financial Corp.

Mobile: (608) 239-1004

E-mail: Bob.Miazga@PACCAR.com

Visit our website at www.paccarfinancial.com to view your account, make payments, and much more.

FINANCING WITH PACCAR FINANCIAL

TAX EXEMPT LEASE FINANCING

Tax exempt leasing is rapidly becoming the most creative tool used by Municipalities to acquire essential equipment. Leasing allows immediate use of the equipment while spreading 100% of the cost over its useful life. The Municipality also enjoys ownership of the equipment at the expiration of the lease term.

Specific benefits include:

- 100% Financing
- Attractive Tax Exempt Rates
- Operating Budget Expense Item
- Nonconstitutional Debt
- No Voter Referendum Required
- Ownership Equity Tied to Average Life
- Shorter Lead Time
- Structuring Flexibility (Payments can be structured to coincide with earnings generated from equipment use).
- Specific Hedge Against Acquisition Inflation (Rental payments are based on today's prices; monthly costs are fixed).

PACCAR Financial is an industry leader in the financing of transportation equipment. Because of our expertise and focus, our Tax-Exempt Lease Financing program has been tailored to fit your current and future transportation needs. Our rates are highly competitive and we offer a superior level of service. In short, we are the *"Transportation Financing Experts!"*





BIDS FOR:

Two (2) new, current model year, tandem drive tractor trucks.

Michigan Kenworth 273,852.00

BID AWARDED TO: Michigan Kenworth

LAKE COUNTY BOARD OF ROAD COMMISSIONERS
REGULAR MEETING DATED _____