

MINUTES
REGULAR BOARD MEETING
WEDNESDAY, JANUARY 30, 2008 AT 3:00 P.M.
ILLINOIS TERMINAL
45 EAST UNIVERSITY AVENUE, CHAMPAIGN

PRESIDING

Al Anderson, Chair

RECORDING SECRETARY

Rena Lee Lenz

PRESENT BOARD MEMBERS

Willard Broom	Yuki Llewellyn
John Chato	Paul Lucas
Vicki Ford	Ron Peters

ADVISORY BOARD MEMBER PRESENT

Pam Voitik, Campus Services Division, University of Illinois

ADVISORY BOARD MEMBER ABSENT

Representative from University of Illinois Student Senate

IN ATTENDANCE

William L. Volk, Managing Director
Thomas J. Costello, Assistant Managing Director
Karl Gnadt, Director of Market Development
Jan Kijowski, Marketing Director
Various Members of Savoy Village Board

APPROVAL OF AGENDA ITEMS

- (a) A motion was made by Broom, seconded by Lucas, the Board of Trustees voted to dispense with Item 7(a) under Unfinished Business and to approve the remainder of the agenda, as presented.

AYE: Anderson, Broom, Ford, Llewellyn, Lucas, Peters.
NAY: None
Motion carried.

AUDIENCE REQUEST/PARTICIPATION

- (a) There were a couple members of the audience who requested to speak during the discussion of the Village of Savoy Agreement.

MINUTES

- (a) Minutes of the Regular Board Meeting on November 28, 2007.

A motion was made by Ford, seconded by Lucas, the Board of Trustees voted to approve the minutes of the Regular Board Meeting on November 28, 2007, as presented.

AYE: Anderson, Broom, Ford, Llewellyn, Lucas, Peters

NAY: None

Motion carried.

COMMUNICATIONS

None

REPORTS

- (a) Managing Director's.

Volk reported on the following in his written report:

1. Operating Notes.
Additional Note—that the mortgage on 1101 East University, Urbana, would be paid off as of January 31, 2008 in the amount \$2,174,209.15.
2. Operating Statement.
3. Ridership Data.
4. District Operating Revenue and Expenses.
5. Illinois Terminal Operating Revenue and Expenses.
6. Statistical Summary.
7. Accounts Payable/Cash Disbursements.

(Note: John Chato arrived at the meeting during this section of the agenda.)

- (b) Board Committee Reports.

1. Budget & Audit.

Volk reported that the latest cash flow projection was enclosed in the packet for the Board's information. Plus, the monthly information from Morgan-Stanley was included as usual.

2. Facilities.

Volk stated that the capital replacement schedule for the Urbana buildings and Illinois Terminal were being formatted to be more easily used.

Chato presented his progress report from December 23-January 23 on the "Diesel Emission Reduction Project". A copy of the report was given to each board member and will become a part of the original file minutes.

3. Personnel.

Volk reported that meetings with employees to discuss tax deferral health savings accounts were still on-going.

UNFINISHED BUSINESS

(a) Discussion of the Village of Savoy Agreement.

Bob McCleary, Village President, said that Savoy and the MTD had been working toward an agreement for quite some time. He first of all explained the map alterations and the need for Section 13 that was added to the agreement. This stipulated that the District would agree to pay annually to Savoy an amount equal to 10% of real estate taxes which the District would be receiving from all Village of Savoy territory which is hereafter annexed to the CUMTD and which the Village of Savoy agrees to use only for Village road construction, improvement or repairs on Village roads utilized or to be utilized by CUMTD transit vehicles. Considerable discussion followed concerning this.

Mildred O'Brien representing Parkview Senior Homes had 100 signatures on a petition requesting that MTD service be extended to Wal-Mart for senior citizens to shop. She also stated that Savoy was rapidly growing. Thus, there were construction vehicles, backhoes, etc. using both the back roads and main roads which caused far more destruction than the CUMTD.

Broom said that the Board and staff have spent two years working on the Agreement. Initially, he thought the Agreement should be rejected to avoid being backed into a corner in regard to the taxes. However, he did recommend that the Board approve the change in the map, but reject Section 13 of the agreement in the interest of keeping the ball moving forward. He further said that this agreement was a better one than two years ago, but it still was not in the best interest of the District to adopt the tax provision.

Volk said that the MTD and Village of Savoy have been negotiating for at least two years to bring Savoy—south of Curtis Road into the MTD's territory in phases over 25 years. It was now time to move forward. He said that Jack Waaler—the District's attorney was advising the Board to either accept or reject the agreement. He said that things needed to move forward if the District were going to establish service to Wal-Mart by September 1, 2008.

Peters said that it seemed to be the consensus of the board not to accept Section 13 of the agreement. He suggested going back and talking to Savoy leadership about this issue since for two years the whole idea has not been expedited.

Volk said that going back to negotiate may extend the agreement out even further.

McCleary agreed that the Village of Savoy Board wanted to keep the process moving.

Peters said that the reimbursement section was unacceptable and it was a bad precedent to set. He wanted to get the parties negotiating again.

Ford indicated that the elderly do use the bus and are frequently going to the Wal-Mart in Champaign to shop. Thus, it would be helpful to have service to the Wal-Mart in Savoy.

Lucas said that he had never been in favor of an agreement with Savoy. He also rejected rebating tax money back to Savoy. He further said that this agreement would be a trap for both the MTD and Savoy.

Considerable discussion ensued concerning this subject.

UNFINISHED BUSINESS

(a) Continued

A motion was made by Broom, seconded by Ford - the Board of Trustees voted to not adopt or accept the Intergovernmental Agreement with Savoy as submitted in the December 7, 2007 letter to Bill Volk—Managing Director from Richard Helton—Village Manager of Savoy.

AYE: Anderson, Broom, Chato, Ford, Llewellyn, Lucas, Peters

NAY: None

Motion carried.

A motion was made by Broom, seconded by Chato - the Board of Trustees voted to approve the original Intergovernmental Agreement to be dated January 30, 2008 negotiated by the representatives of CUMTD and Village of Savoy and incorporating the map approved by the Savoy Village Board on November 28, 2007 with the change in date for establishment of service to Wal-Mart and establishment of services called for in the ADA Act by September 1st, 2008.

AYE: Anderson, Broom, Chato, Ford, Llewellyn, Peters

NAY: None

ABSTAIN: Lucas

Motion carried.

(b) Approval of Illinois Municipal Retirement Fund Resolution for Military Service Credit

Volk explained that in August, 2007, a new law went into effect increasing the years of military service IMRF members could convert IMRF service credit from two to four years. The District for some time has had a resolution in place for the conversion of two years, but would like to increase that to four years.

Some discussion ensued. The Board had some questions that staff was unable to answer. One question concerned the type of military service and whether National Guard Service qualified. Another question concerned how many employees might be interested in doing this.

Staff suggested that this discussion be delayed for a couple of months and they will try to obtain some additional information on this issue before the Board is asked to discuss and vote again.

(c) Farewell to Paul Lucas.

Lucas indicated to his fellow board members that this was more than likely his last board meeting, as his term officially ended in December, 2007. He said that he understood from the County Board that they had a replacement in mind.

A motion was made by Chato, seconded by Peters - the Board of Trustees voted to thank Lucas for his 10 years of dedicated service to the Board, the District, and the citizens of Champaign and Urbana.

AYE: All (but Lucas)

NAY: None

ABSTAIN: Lucas

Motion carried.

NEXT REGULAR BOARD MEETING DATE

- (a) The Regular Board Meeting for February was set for Wednesday, February 27, 2008, at 3:00 p.m.

ADJOURNMENT

- (a) A motion was made by Lucas, duly seconded by Broom - the Board of Trustees voted to adjourn the meeting at 4:00 p.m.

AYE: All
NAY: None
Motion carried.

SECRETARY

APPROVED:

CHAIR