

## ECONOMIC SECURITY CORPORATION OF THE SOUTHWEST AREA

### Executive, Finance, Audit Committee Meeting By Conference Call June 30, 2020

The Executive, Finance, Audit Committee of the Economic Security Corporation's Board of Directors met via conference call at 12:30 P.M. on Tuesday, June 30, 2020. The call was hosted in John Joines' office.

Present in person for the meeting were John Joines, Tony Wright, Leisa Harnar, and Brenda Huffhines. Jim Jackson called the meeting to order. Roll call was taken and those participating were Jim Jackson, Doris Fast, Sarah Alumbaugh, and Paula Carsel. A quorum was present. Members Joy Williams and David Holloway were unable to participate.

The agenda for this meeting was amended prior to the meeting time to add a second item.

John explained that for years, we have had problems with the elevator in the main office building. Not unexpected for a building this old, but it has steadily become worse. The biggest issue has always been that the elevator would go to the basement and would get stuck there. Often, it would actually go to the bottom of the shaft, which is a few feet below the basement. Recently, this has happened very frequently, and has even progressed to the point that the repairman would get it going, go out to his truck to leave, and the next time the elevator was used again, it got stuck before he even left.

We are told the selector, which tells the elevator to go from one floor to another and then stop, is worn out. Because the elevator is so old, replacement parts are hard if not impossible to obtain. Within the next few years, more and more parts will be worn out to the point that we will need to modernize the elevator at a predicted cost of over \$200,000.00.

In order to use the elevator for now, we have had the elevator locked so it will not go to the basement. We have also obtained a quote from KONE for the selector-leveling system, both hardware and software, to do a temporary fix. The quote for this is \$21,982.00. This repair should last for 3-5 years, giving us time to put money aside for the next phase, which is estimated to cost about \$25,000.00. The third and final phase, which is also the most expensive one, would make up the difference to the \$200,000.00.

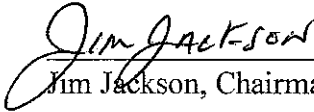
To do this first phase, we need to schedule about four weeks in advance, and the repair should take about four days to complete. Our service agreement does not cover any large items, such as this repair. There is one other company capable of doing this repair, OTIS, but they are not familiar with the elevator's history and would have to do numerous, expensive studies before they could even quote a price for the repair itself.

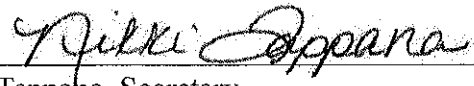
For these reasons, we would like approval to accept a single source bid from KONE Elevator Company for emergency repairs in the approximate amount of \$23,000.00. We would pay half of the money up front, and the balance when repairs have been completed. Jim Jackson

made the motion, which was seconded by Paula Carsel, and approved unanimously in a roll call vote.

Leisa explained that the material from the Missouri Department of Natural Resources used for the playground surface lasts practically forever. It is a solid surface that is stable, but also softer for landing following a fall, jump, etc. It is virtually indestructible and saves time and money each year in upkeep. There are many benefits to using this material, including the environment, since it is made of scrap tires. Doris made the motion to approve applying for the \$30,000 Missouri Department of Natural Resources Playground Scrap Tire Surface Material Grant. The motion was seconded by Paula Carsel. Leisa did say that we would be adding about another \$5000.00 to the grant money and resurfacing two Head Start playgrounds. In the roll call vote, the motion was approved unanimously.

This concluded the meeting and it was adjourned at 12:50P.M.

  
Jim Jackson, Chairman

  
Nikki Tappana, Secretary