

Jerilee Hopkins
City Clerk



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**City of Mt. Vernon, Illinois
City Council Workshop Meeting
Thursday, April 17, 2014**

MINUTES

The Mt. Vernon City Council held a City Council Workshop Meeting on Thursday, April 17, 2014 at 3:00 p.m. at the City Hall, 1100 Main Street, old Council Chambers, Mt. Vernon, IL.

ROLL CALL

Roll call showed present: Council Members Ron Lash, Dennis McEnaney, David Wood and Mayor Mary Jane Chesley. Council Member Todd Piper was absent. City Manager Ron Neibert, Finance Director Merle Hollmann, and City Clerk Jerilee Hopkins were also present.

FY 2014-2015 BUDGET

Tourism Annual Budget Summary

TOURISM ANNUAL BUDGET SUMMARY							
	FY 2013-2014 CURRENTLY BUDGETED	FY 2013-2014 ESTIMATED OPERATING REVENUE (EXPENDITURES)	FY 2013-2014 ESTIMATED CAPITAL RELATED REVENUES AND (EXPENDITURES)	FY 2013-2014 TOTAL ESTIMATES	FY 2014-2015 ESTIMATED OPERATING REVENUE (EXPENDITURES)	FY 2014-2015 ESTIMATED CAPITAL RELATED REVENUES AND (EXPENDITURES)	FY 2014-2015 TOTAL PROPOSED
WORKING FUND BALANCE BEGINNING	\$407,738	\$393,135	\$0	\$393,135	\$430,327	\$0	\$430,327
REVENUE	\$569,557	\$606,243	\$0	\$606,243	\$661,076	\$0	\$661,076
REVENUE ALLOCATED TO CAPITAL	\$0		\$0	\$0	(\$35,000)	\$35,000	\$0
TOTAL REVENUES	\$569,557	\$606,243	\$0	\$606,243	\$626,076	\$35,000	\$661,076
TOTAL EXPENDITURES	(\$659,564)	(\$569,051)	\$0	(\$569,051)	(\$668,590)	(\$35,000)	(\$703,590)
ANNUAL CHANGES IN WORKING FUND BALANCE	(\$90,007)	\$37,192	\$0	\$37,192	(\$42,514)	\$0	(\$42,514)
WORKING FUND BALANCE ENDING	\$317,731	\$430,327	\$0	\$430,327	\$387,813	\$0	\$387,813
WORKING FUND BALANCE REQUIRED BY FINANCIAL POLICY		\$47,421			\$55,716	\$0	
EXCESS WORKING FUND BALANCE		\$382,906			\$332,097		

City Manager Ron Neibert noted that the first yellow column of the Tourism budget reflects last fiscal year's budget of \$569,051 and a working fund balance of \$430,327. The working fund balance required by the City's fiscal policy is \$47,421 leaving an excess working fund balance of \$382,906. Tourism Director Bonnie Jerdon noted that about \$30,000 of the excess was for painting of the interior of the Municipal Building West that was not performed because of the added expense to remove wallpaper

first. She stated that painting will commence on the outside columns when weather permits. The cost of building maintenance and heating and cooling of the building decreased this fiscal year. Neibert noted that there is plenty of excess in the Tourism to be used for projects that appear through the year.

Special Service Area #1

SPECIAL SERVICE AREA #1
ANNUAL BUDGET SUMMARY

	FY 2013-2014 CURRENTLY BUDGETED	FY 2013-2014 ESTIMATED OPERATING REVENUE (EXPENDITURES)	FY 2013-2014 ESTIMATED LOAN PROCEEDS OPERATING TRANSFERS (CAPITAL EXPENDITURES)	FY 2013-2014 TOTAL ESTIMATED	FY 2014-2015 PROPOSED OPERATING REVENUE (EXPENDITURES)	FY 2014-2015 PROPOSED LOAN PROCEEDS OPERATING TRANSFERS (CAPITAL EXPENDITURES)	FY 2014-2015 TOTAL PROPOSED
WORKING FUND BALANCE BEGINNING	\$48,011	\$55,957	\$0	\$55,957	\$91,632	\$0	\$91,632
REVENUE	\$99,202	\$96,213	\$0	\$96,213	\$95,130	\$0	\$95,130
REVENUE ALLOCATED TO CAPITAL	\$0	\$0	\$0	\$0	\$0	\$0	\$0
TOTAL REVENUES	\$99,202	\$96,213	\$0	\$96,213	\$95,130	\$0	\$95,130
TOTAL EXPENDITURES	(\$106,000)	(\$60,538)	\$0	(\$60,538)	(\$80,087)	\$0	(\$80,087)
ANNUAL CHANGES IN WORKING FUND BALANCE	(\$6,798)	\$35,675	\$0	\$35,675	\$15,043	\$0	\$15,043
WORKING FUND BALANCE ENDING	\$41,213	\$91,632	\$0	\$91,632	\$106,675	\$0	\$106,675
WORKING FUND BALANCE REQUIRED BY FINANCIAL POLICY		\$5,045			\$6,674		
EXCESS WORKING FUND BALANCE		\$86,587			\$100,001		

SSA#1 funds are the City's funds and are used to supplement projects that have been completed in the downtown area by the Public Works and Parks Departments. The working fund balance is about \$5,000 over the required fiscal policy. The proposed 2014-2015 operating revenue will have an excess of \$100,001. Neibert proposed that the Council cancel the reimbursement of TIF money back to the SSA which was to be paid \$10,000 per year for five years. He suggested that the money would be better spent for TIF projects. Mayor requested a copy of the SSA's long-range plan. SSA will be consulted regarding proposed projects for this fiscal year.

Public Utilities

**SANITATION
ANNUAL BUDGET SUMMARY**

	FY 2013-2014 CURRENTLY BUDGETED	FY 2013-2014 ESTIMATED OPERATING REVENUE (EXPENDITURES)	FY 2013-2014 TOTAL ESTIMATES	FY 2014-2015 ESTIMATED OPERATING REVENUE (EXPENDITURES)	FY 2014-2015 TOTAL PROPOSED
With Customer Rate at \$10.99 per month for 2013-14					
With Customer Rate at \$16.50 per month for 2014-15					
WORKING FUND BALANCE BEGINNING	\$15,692	\$16,180	\$16,180	\$31,718	\$31,718
REVENUE	\$710,010	\$701,777	\$701,777	\$1,053,515	\$1,053,515
REVENUE ALLOCATED TO CAPITAL	\$0	\$0	\$0	\$0	\$0
TOTAL REVENUES	\$710,010	\$701,777	\$701,777	\$1,053,515	\$1,053,515
TOTAL EXPENDITURES	(\$686,874)	(\$686,239)	(\$686,239)	(\$1,086,094)	(\$1,086,094)
ANNUAL CHANGES IN WORKING FUND BALANCE	\$23,136	\$15,538	\$15,538	(\$32,579)	(\$32,579)
WORKING FUND BALANCE ENDING	\$38,828	\$31,718	\$31,718	(\$861)	(\$861)
WORKING FUND BALANCE REQUIRED BY FINANCIAL POLICY		\$57,187		\$90,508	
EXCESS WORKING FUND BALANCE		(\$25,469)		(\$91,369)	

The proposed working fund balance at the end of FY 2014-2015 is (\$861). The working fund balance as required by our fiscal policy is \$90,508. The excess working fund balance will be a deficit of (\$91,369). The sanitation budget should be a money in and money out fund without an excess balance. Hollmann noted that this account needs the fiscally required cash on hand in order to pay the trash company at the first of the month and some receivables. If the funds are not available when needed then a short term loan is taken out. Wood suggested that transferring \$90,000 from the general corporate fund into the sanitation fund would provide the necessary cash flow. Neibert advised that with the Council's permission the sanitation budget will be amended to reflect a fund transfer of \$91,400 from general corporate fund into the sanitation fund to meet fiscal policy requirements.

Motor Fuel Tax

MOTOR FUEL TAX
 ANNUAL BUDGET SUMMARY

	FY 2013-2014 CURRENTLY BUDGETED	FY 2013-2014 ESTIMATED OPERATING REVENUE (EXPENDITURES)	FY 2013-2014 TOTAL ESTIMATES	FY 2014-2015 ESTIMATED OPERATING REVENUE (EXPENDITURES)	FY 2014-2015 TOTAL PROPOSED
WORKING FUND BALANCE BEGINNING	\$71,993	\$70,708	\$70,708	\$41,372	\$41,372
REVENUE	\$434,921	\$446,926	\$446,926	\$441,536	\$441,536
REVENUE ALLOCATED TO CAPITAL					
TOTAL REVENUES	\$434,921	\$446,926	\$446,926	\$441,536	\$441,536
EXPENDITURES	(\$486,025)	(\$476,262)	(\$476,262)	(\$459,131)	(\$459,131)
ANNUAL CHANGES IN WORKING FUND BALANCE	(\$51,104)	(\$29,336)	(\$29,336)	(\$17,595)	(\$17,595)
WORKING FUND BALANCE ENDING	\$20,889	\$41,372	\$41,372	\$23,777	\$23,777
WORKING FUND BALANCE REQUIRED BY FINANCIAL POLICY		\$39,689		\$38,261	
EXCESS WORKING FUND BALANCE		\$1,684		(\$14,484)	

Neibert reported the street lights have been paid out of the motor fuel tax fund. Neibert proposed to transfer the cost of the street lights out of the MFT fund, in addition to the labor costs, and into the general corporate operating fund. The estimated operating revenue for FY 2014-2015 is \$441,536.

Matt Fauss, Director of Public Works, proposed three MFT asphalt overlay projects (1-3).

CITY OF MOUNT VERNON
2014 ANNUAL STREET MAINTENANCE PROGRAM for ASPHALT OVERLAYS

SECTION	SECTION CHARACTERISTICS						PROPOSED MILLING			PROPOSED ASPHALT						Comments			
	Traffic ADT	Last Paved	surface/curb	width	length	area	factor	area	cost	Revised Area		Thickness of		Binder	Surf.		MC30	HFE 90	cost
										sq yd	sq yd	in	in						
MFT SECTIONS																			
1	Cherry, Lime to 27th	400	20+?	asphalt	curb	23	1214	3102	1.00	3102	\$4,499	1.15	3567.8	0.0	2.0	0	400	321	\$29,224
2	Highland View - Wilshire to Rt. 37	1450		asphalt	ditch	24.0	1250	3333	1.00	0	\$0	1.15	3833.3	0.0	2.0	0	429	345	\$31,399
3	Kingsridge Entrance	350	20yrs	asphalt	curb	42.0	566	2641	1.00	2641	\$3,830	1.15	3037.5	0.0	1.8	0	298	273	\$21,904
TOTALS						9077	2.00	5744	\$8,328	3.45	10439	0	1127	939	\$82,526				
FUTURE SECTIONS (WAITING ON WATERMAIN REPLACEMENTS)																			
1	N. 11th - Main to Harrison	<1000		asphalt	curb	46.0	417	2131	1.00	0	\$3,090	1.15	2451.0	0.0	2.0	0	275	221	\$20,076
2	S. 12th St. - Bway to RR	4350		asphalt	curb	38.0	600	2533	1.00	0	\$3,673	1.15	2913.3	0.0	2.0	0	326	262	\$23,863
3	S. 12th St. - RR to Logan St.	4050		asphalt	curb	38.0	1420	5996	1.00	0	\$8,694	1.15	6894.9	0.0	2.0	0	772	621	\$56,476
4	N. 14th - 12th St. to Main St.	2000		asphalt	curb	24.0	1300	3467	1.00	0	\$5,027	1.15	3986.7	0.0	2.0	0	447	359	\$32,655
5	Perkins - 6th to 10th	2450		asphalt	curb	40.0	1284	5707	1.00	0	\$8,275	1.15	6562.7	0.0	2.0	0	735	591	\$53,755
FUTURE SECTIONS																			
1	S. 24th St. - Logan to ??	1500		asphalt	curb	24.0	1680	4480	1.00	0	\$6,496	1.15	5152.0	0.0	2.0	0	577	464	\$42,200
	Crownview Patches (6)			asphalt	curb	4.0	250	111	1.00	0	\$161	1.15	127.8	0.0	4.0	0	29	12	\$2,046
	Fountain Place - EastBound	650	20+?	asphalt	curb	28	1100	3422	1.00	0	\$4,962	1.15	3935.6	0.0	2.0	0	441	354	\$32,236
	Fountain Place - WestBound	650	20+?	asphalt	curb	28	1100	3422	1.00	0	\$4,962	1.15	3935.6	0.0	2.0	0	441	354	\$32,236
2	Richview Rd - 42nd to Indian Tr.	4050	18yrs	asphalt	ditch	24.0	4880	13013	1.00	0	\$18,869	1.15	14965.3	0.0	2.0	0	1676	1347	\$122,581
3	19th St. - Bway to College	1050	20+?	asphalt	curb	24.0	830	2213	1.00	0	\$3,209	1.15	2545.3	0.0	2.0	0	285	229	\$20,849
4	Lake Terrace NE Eastbound	1450		asphalt	curb	28.0	3000	9333	1.00	0	\$13,533	1.15	10733.3	0.0	2.0	0	1202	966	\$87,917
5	Lake Terrace NE Westbound	1450		asphalt	curb	28.0	3000	9333	1.00	0	\$13,533	1.15	10733.3	0.0	2.0	0	1202	966	\$87,917
6	Jamison - Cherry to 34th St.	2200		asphalt	ditch	24.0	1393	3715	1.00	0	\$5,386	1.15	4271.9	0.0	2.0	0	478	384	\$34,991
7	S. 9th St. - Perkins to Cleveland	450		asphalt	curb	28.0	1370	4262	1.00	0	\$6,180	1.15	4901.6	0.0	2.0	0	549	441	\$40,149
8	Shiloh Drive - RR to Savannah	850		asphalt	curb	24.0	3130	8347	1.00	0	\$12,103	1.15	9598.7	0.0	2.0	0	1075	864	\$78,623
9	S. 15th - Rt. 15 to Logan	750		asphalt	curb	25.5	1980	5610	1.00	0	\$8,135	1.15	6451.5	0.0	2.0	0	723	581	\$52,844
9	S. 17th - College to Logan	800		asphalt	curb	24.0	1000	2667	1.00	0	\$3,867	1.15	3086.7	0.0	2.0	0	343	276	\$25,119
10	College - 15th to 19th	650		asphalt	curb	24.0	1309	3491	1.00	0	\$5,061	1.15	4014.3	0.0	2.0	0	450	361	\$32,881
11	Conger - 19th to 24th	300		asphalt	ditch	19.0	1833	3870	1.00	0	\$5,611	1.15	4450.1	0.0	2.0	0	498	401	\$36,451
12	Liebigood - Midwvbk to Airport Rd	1200		asphalt	ditch	20.5	1250	2847	1.00	0	\$4,128	1.15	3274.3	0.0	2.0	0	367	295	\$26,820
	Sunset Dr. - Rt. 15 to end			asphalt	curb			0	1.00	0	\$0	1.15	0.0	0.0	2.0	0	0	0	\$0
13	Crownview	450		asphalt	curb	32.0	380	1351	1.00	0	\$1,959	1.15	1553.8	0.0	2.0	0	174	140	\$12,727
14	Pace, 9th to 11th	275		asphalt	ditch	20.0	860	1911	1.00	0	\$2,771	1.15	2197.8	0.0	2.0	0	246	198	\$18,002
15	N. 32nd - Bway to Central	750		asphalt	curb	24.0	1234	3291	1.00	0	\$4,771	1.15	3784.3	0.0	2.0	0	424	341	\$30,997
16	Rose Lane	1050		asphalt	curb	24.0	1050	2800	1.00	0	\$4,060	1.15	3220.0	0.0	2.0	0	361	290	\$26,375
17	White Oak - Rt. 37 to Ind. Dr.	250		asphalt	curb	28.0	1100	3422	1.00	0	\$4,962	1.15	3935.6	0.0	2.0	0	441	354	\$32,236
18	Lime Ave - Blackberry to Jamison			asphalt	ditch	21.0	1135	2648	1.00	0	\$3,840	1.15	3045.6	0.0	2.0	0	341	274	\$24,946
19	Lime Ave - Jamison to Cherry			asphalt	ditch	21.0	1520	3547	1.00	0	\$5,143	1.15	4078.7	0.0	2.0	0	457	367	\$33,408
20	Lime Ave - Cherry to Blueberry			asphalt	ditch	21.0	900	2100	1.00	0	\$3,045	1.15	2415.0	0.0	2.0	0	270	217	\$19,781
21	Lyons Ct. (just north end)	100		asphalt	curb	22.0	270	660	1.00	0	\$957	1.15	759.0	0.0	2.0	0	85	68	\$6,217
22	Old Fairfield Road	7500		asphalt	ditch	25.0	16800	46667	1.00	0	\$67,667	1.15	53666.7	0.0	2.0	0	6011	4830	\$439,584
23	George's trail			asphalt		10.0	420	467	1.00	0	\$677	1.15	536.7	0.0	2.0	0	60	48	\$4,396
	pw parking lot					76.0	76	642	1.00	0	\$931	1.15	738.0	0.0	3.0	0	124	66	\$8,838
	Airport Road Patch	800		asphalt	ditch	10.0	100	111	1.00	0	\$161	1.15	127.8	0.0	2.0	0	14	12	\$1,047
Subtotals										128		0	19344	12	\$1,474,516				

Item	Budget \$ per Jax Asp.		Bid Results				Units	Application Rate (per IDOT)	SY material costs based on this years budget \$
	2014	2013	2012	2011	2010	2009			
Asphalt Surf.	\$70.00	\$68.96	\$68.96	\$62.75	\$62.47	\$59.49	/ton	112 lbs/sy/in	2' Asphalt w/ oil \$9.37
Asphalt Bind.	\$70.00	\$68.96	none	\$61.50	\$62.47	\$58.49	/ton	112 lbs/sy/in	Oil & Chip \$1.35
HFE 90	\$3.90	\$3.80	\$3.80	\$3.75	\$3.65	\$3.61	/gal. @	0.09 gal/sy	6.5" Concrete \$0.00
MC30	\$4.05	\$3.75	none	\$3.65	n/a	\$4.90	/gal. @	0.09 gal/sy	9" CA6 \$6.97
Milling	\$1.45	\$1.50	none	\$1.45	n/a	\$1.36	/sq yd	includes mob.	
Crips (appl)	\$21.95	\$21.50	\$21.00	\$19.65	\$19.45	\$18.95	/ton	35 lbs/sy	
HFE150	\$2.75	\$2.70	\$2.57	\$2.45	\$2.39	\$2.44	/gal	0.35 gal/sy	note: o&c cost.s includes application labor.
CA-6	\$14.75	\$14.90	\$14.65	\$13.50	\$11.59	\$11.49	/ton	n/a	
HFE-150 (tp)	\$2.35	\$2.45	\$2.31	\$2.20					
CA-16 (lurn)	none	none	none	none					
CA-13 (lurn)	\$18.55	\$18.45	\$17.95	\$15.25					
M19-81	none	none	none	n/a	n/a		/ton	n/a	
M31-85	\$78.50	\$78.00	none	\$76.00	n/a		/ton	n/a	
Conc. 6 bag	\$90.00	\$90.00	\$90.00			90	cy	n/a	

I:\Transportation\Annual Maintenance\

Council Member Wood expressed concern about the MFT fund having a deficit balance of \$(14,484) at the end of the new fiscal year. Neibert and Fauss will modify the proposed budget to eliminate the deficit.

The following spreadsheets represent the impact on the budget with a 0% increase in water/sewer rates; with a 1.8% increase; a 2.4% increase and with a 3% increase in rates. To meet the fiscal policy guideline, it would be necessary to increase rates by 3.3%. Council agreed to a 3% increase.

PUBLIC UTILITIES OPERATING & CAPITAL FUNDS
ANNUAL BUDGET SUMMARY

WITH 0% INCREASE FOR OPERATING											
	FY 2013-2014 CURRENTLY BUDGETED FOR OPERATIONS	FY 2013-2014 ESTIMATED OPERATING REVENUE (EXPENDITURES) WITH 3.0% INCREASE	FY 2013-2014 ESTIMATED RESTRICTED CAPITAL REVENUE & (EXPENDITURES)	FY 2013-2014 ESTIMATED 2010 BONDS REVENUE (EXPENDITURES)	FY 2013-2014 ESTIMATED 2012 BONDS REVENUE (EXPENDITURES)	FY 2013-2014 TOTAL ESTIMATES	FY 2014-2015 ESTIMATED OPERATING REVENUE (EXPENDITURES) WITH 0% INCREASE	FY 2014-2015 ESTIMATED RESTRICTED CAPITAL REVENUE & (EXPENDITURES)	FY 2014-2015 ESTIMATED 2010 BONDS REVENUE (EXPENDITURES)	FY 2014-2015 ESTIMATED 2012 BONDS REVENUE (EXPENDITURES)	FY 2014-2015 TOTAL PROPOSED
WORKING FUND BALANCE BEGINNING	\$402,854	\$491,209	(\$365,006)	\$876,414	\$2,942,005	\$3,944,622	\$484,546	(\$352,618)	\$785,674	\$2,805,961	\$3,723,563
REVENUE	\$6,923,132	\$6,919,952	\$995,240	\$2,100	\$55,498	\$7,972,790	\$6,911,524	\$838,604	\$0	\$6,200	\$7,756,328
TOTAL REVENUES	\$6,923,132	\$6,919,952	\$995,240	\$2,100	\$55,498	\$7,972,790	\$6,911,524	\$838,604	\$0	\$6,200	\$7,756,328
EXPENDITURES											
PUBLIC UTILITIES - OPERATING	(\$6,547,628)	(\$6,675,888)	\$0	\$0	\$0	(\$6,675,888)	(\$6,775,408)	\$0	\$0	\$0	(\$6,775,408)
PUBLIC UTILITIES - BILLING SERVICES	(\$215,379)	(\$208,259)	\$0	\$0	\$0	(\$208,259)	(\$208,561)	\$0	\$0	\$0	(\$208,561)
PUBLIC UTILITIES - CAPITAL & DEBT SERVICE	(\$42,468)	(\$42,468)	(\$982,852)	(\$92,840)	(\$191,542)	(\$1,309,702)	(\$42,468)	(\$940,401)	\$0	(\$3,006,500)	(\$3,989,369)
TOTAL EXPENDITURES	(\$6,805,475)	(\$6,926,615)	(\$982,852)	(\$92,840)	(\$191,542)	(\$8,193,849)	(\$7,026,437)	(\$940,401)	\$0	(\$3,006,500)	(\$10,973,338)
ANNUAL CHANGES IN WORKING FUND BALANCE	\$117,657	(\$6,663)	\$12,388	(\$90,740)	(\$136,044)	(\$221,059)	(\$114,913)	(\$101,797)	\$0	(\$3,000,300)	(\$3,217,010)
WORKING FUND BALANCE ENDING	\$520,511	\$484,546	(\$352,618)	\$785,674	\$2,805,961	\$3,723,563	\$369,633	(\$454,415)	\$785,674	(\$194,339)	\$506,553
WORKING FUND BALANCE REQUIRED BY FINANCIAL POLICY		\$577,218					\$585,536	0	0	0	
EXCESS (DEFICIT) WORKING FUND BALANCE		\$ (92,672)					\$ (215,903)				

PUBLIC UTILITIES OPERATING & CAPITAL FUNDS
ANNUAL BUDGET SUMMARY

WITH 1.8% INCREASE FOR OPERATING											
	FY 2013-2014 CURRENTLY BUDGETED FOR OPERATIONS	FY 2013-2014 ESTIMATED OPERATING REVENUE (EXPENDITURES) WITH 3.0% INCREASE	FY 2013-2014 ESTIMATED RESTRICTED CAPITAL REVENUE & (EXPENDITURES)	FY 2013-2014 ESTIMATED 2010 BONDS REVENUE (EXPENDITURES)	FY 2013-2014 ESTIMATED 2012 BONDS REVENUE (EXPENDITURES)	FY 2013-2014 TOTAL ESTIMATES	FY 2014-2015 ESTIMATED OPERATING REVENUE (EXPENDITURES) WITH 1.8% INCREASE	FY 2014-2015 ESTIMATED RESTRICTED CAPITAL REVENUE & (EXPENDITURES)	FY 2014-2015 ESTIMATED 2010 BONDS REVENUE (EXPENDITURES)	FY 2014-2015 ESTIMATED 2012 BONDS REVENUE (EXPENDITURES)	FY 2014-2015 TOTAL PROPOSED
WORKING FUND BALANCE BEGINNING	\$402,854	\$491,209	(\$365,006)	\$876,414	\$2,942,005	\$3,944,622	\$484,546	(\$352,618)	\$785,674	\$2,805,961	\$3,723,563
REVENUE	\$6,923,132	\$6,919,952	\$995,240	\$2,100	\$55,498	\$7,972,790	\$7,026,375	\$838,604	\$0	\$6,200	\$7,871,179
TOTAL REVENUES	\$6,923,132	\$6,919,952	\$995,240	\$2,100	\$55,498	\$7,972,790	\$7,026,375	\$838,604	\$0	\$6,200	\$7,871,179
EXPENDITURES											
PUBLIC UTILITIES - OPERATING	(\$6,547,628)	(\$6,675,888)	\$0	\$0	\$0	(\$6,675,888)	(\$6,775,408)	\$0	\$0	\$0	(\$6,775,408)
PUBLIC UTILITIES - BILLING SERVICES	(\$215,379)	(\$208,259)	\$0	\$0	\$0	(\$208,259)	(\$208,561)	\$0	\$0	\$0	(\$208,561)
PUBLIC UTILITIES - CAPITAL & DEBT SERVICE	(\$42,468)	(\$42,468)	(\$982,852)	(\$92,840)	(\$191,542)	(\$1,309,702)	(\$42,468)	(\$940,401)	\$0	(\$3,006,500)	(\$3,989,369)
TOTAL EXPENDITURES	(\$6,805,475)	(\$6,926,615)	(\$982,852)	(\$92,840)	(\$191,542)	(\$8,193,849)	(\$7,026,437)	(\$940,401)	\$0	(\$3,006,500)	(\$10,973,338)
ANNUAL CHANGES IN WORKING FUND BALANCE	\$117,657	(\$6,663)	\$12,388	(\$90,740)	(\$136,044)	(\$221,059)	(\$62)	(\$101,797)	\$0	(\$3,000,300)	(\$3,102,159)
WORKING FUND BALANCE ENDING	\$520,511	\$484,546	(\$352,618)	\$785,674	\$2,805,961	\$3,723,563	\$484,484	(\$454,415)	\$785,674	(\$194,339)	\$621,404
WORKING FUND BALANCE REQUIRED BY FINANCIAL POLICY		\$577,218					\$585,536	0	0	0	
EXCESS (DEFICIT) WORKING FUND BALANCE		\$ (92,672)					\$ (101,052)				

PUBLIC UTILITIES OPERATING & CAPITAL FUNDS
ANNUAL BUDGET SUMMARY

WITH 2.4% INCREASE FOR OPERATING

	FY 2013-2014 CURRENTLY BUDGETED FOR OPERATIONS	FY 2013-2014 ESTIMATED OPERATING REVENUE (EXPENDITURES) WITH 3.0% INCREASE	FY 2013-2014 ESTIMATED RESTRICTED CAPITAL REVENUE & (EXPENDITURES)	FY 2013-2014 ESTIMATED 2010 BONDS REVENUE (EXPENDITURES)	FY 2013-2014 ESTIMATED 2012 BONDS REVENUE (EXPENDITURES)	FY 2013-2014 TOTAL ESTIMATES	FY 2014-2015 ESTIMATED OPERATING REVENUE (EXPENDITURES) WITH 2.4% INCREASE	FY 2014-2015 ESTIMATED RESTRICTED CAPITAL REVENUE & (EXPENDITURES)	FY 2014-2015 ESTIMATED 2010 BONDS REVENUE (EXPENDITURES)	FY 2014-2015 ESTIMATED 2012 BONDS REVENUE (EXPENDITURES)	FY 2014-2015 TOTAL PROPOSED
WORKING FUND BALANCE BEGINNING	\$402,854	\$491,209	(\$365,006)	\$876,414	\$2,942,005	\$3,944,622	\$484,546	(\$352,618)	\$785,674	\$2,805,961	\$3,723,563
REVENUE	\$6,923,132	\$6,919,952	\$995,240	\$2,100	\$55,498	\$7,972,790	\$7,064,625	\$838,604	\$0	\$6,200	\$7,909,429
TOTAL REVENUES	\$6,923,132	\$6,919,952	\$995,240	\$2,100	\$55,498	\$7,972,790	\$7,064,625	\$838,604	\$0	\$6,200	\$7,909,429
EXPENDITURES											
PUBLIC UTILITIES - OPERATING	(\$6,547,628)	(\$6,675,888)	\$0	\$0	\$0	(\$6,675,888)	(\$6,775,408)	\$0	\$0	\$0	(\$6,775,408)
PUBLIC UTILITIES - BILLING SERVICES	(\$215,379)	(\$208,259)	\$0	\$0	\$0	(\$208,259)	(\$208,561)	\$0	\$0	\$0	(\$208,561)
PUBLIC UTILITIES - CAPITAL & DEBT SERVICE	(\$42,468)	(\$42,468)	(\$982,852)	(\$92,840)	(\$191,542)	(\$1,309,702)	(\$42,468)	(\$940,401)	\$0	(\$3,006,500)	(\$3,989,369)
TOTAL EXPENDITURES	(\$6,805,475)	(\$6,926,615)	(\$982,852)	(\$92,840)	(\$191,542)	(\$8,193,849)	(\$7,026,437)	(\$940,401)	\$0	(\$3,006,500)	(\$10,973,338)
ANNUAL CHANGES IN WORKING FUND BALANCE	\$117,657	(\$6,663)	\$12,388	(\$90,740)	(\$136,044)	(\$221,059)	\$38,188	(\$101,797)	\$0	(\$3,000,300)	(\$3,063,909)
WORKING FUND BALANCE ENDING	\$520,511	\$484,546	(\$352,618)	\$785,674	\$2,805,961	\$3,723,563	\$522,734	(\$454,415)	\$785,674	(\$194,339)	\$659,654
WORKING FUND BALANCE REQUIRED BY FINANCIAL POLICY		\$577,218					\$585,536	0	0	0	0
EXCESS (DEFICIT) WORKING FUND BALANCE		\$ (92,672)					\$ (62,802)				

PUBLIC UTILITIES OPERATING & CAPITAL FUNDS
ANNUAL BUDGET SUMMARY

WITH 3% INCREASE FOR OPERATING

	FY 2013-2014 CURRENTLY BUDGETED FOR OPERATIONS	FY 2013-2014 ESTIMATED OPERATING REVENUE (EXPENDITURES) WITH 3.0% INCREASE	FY 2013-2014 ESTIMATED RESTRICTED CAPITAL REVENUE & (EXPENDITURES)	FY 2013-2014 ESTIMATED 2010 BONDS REVENUE (EXPENDITURES)	FY 2013-2014 ESTIMATED 2012 BONDS REVENUE (EXPENDITURES)	FY 2013-2014 TOTAL ESTIMATES	FY 2014-2015 ESTIMATED OPERATING REVENUE (EXPENDITURES) WITH 3% INCREASE	FY 2014-2015 ESTIMATED RESTRICTED CAPITAL REVENUE & (EXPENDITURES)	FY 2014-2015 ESTIMATED 2010 BONDS REVENUE (EXPENDITURES)	FY 2014-2015 ESTIMATED 2012 BONDS REVENUE (EXPENDITURES)	FY 2014-2015 TOTAL PROPOSED
WORKING FUND BALANCE BEGINNING	\$402,854	\$491,209	(\$365,006)	\$876,414	\$2,942,005	\$3,944,622	\$484,546	(\$352,618)	\$785,674	\$2,805,961	\$3,723,563
REVENUE	\$6,923,132	\$6,919,952	\$995,240	\$2,100	\$55,498	\$7,972,790	\$7,102,925	\$860,506	\$0	\$6,200	\$7,969,631
TOTAL REVENUES	\$6,923,132	\$6,919,952	\$995,240	\$2,100	\$55,498	\$7,972,790	\$7,102,925	\$860,506	\$0	\$6,200	\$7,969,631
EXPENDITURES											
PUBLIC UTILITIES - OPERATING	(\$6,547,628)	(\$6,675,888)	\$0	\$0	\$0	(\$6,675,888)	(\$6,775,408)	\$0	\$0	\$0	(\$6,775,408)
PUBLIC UTILITIES - BILLING SERVICES	(\$215,379)	(\$208,259)	\$0	\$0	\$0	(\$208,259)	(\$208,561)	\$0	\$0	\$0	(\$208,561)
PUBLIC UTILITIES - CAPITAL & DEBT SERVICE	(\$42,468)	(\$42,468)	(\$982,852)	(\$92,840)	(\$191,542)	(\$1,309,702)	(\$42,468)	(\$940,401)	\$0	(\$3,006,500)	(\$3,989,369)
TOTAL EXPENDITURES	(\$6,805,475)	(\$6,926,615)	(\$982,852)	(\$92,840)	(\$191,542)	(\$8,193,849)	(\$7,026,437)	(\$940,401)	\$0	(\$3,006,500)	(\$10,973,338)
ANNUAL CHANGES IN WORKING FUND BALANCE	\$117,657	(\$6,663)	\$12,388	(\$90,740)	(\$136,044)	(\$221,059)	\$76,488	(\$79,895)	\$0	(\$3,000,300)	(\$3,003,707)
WORKING FUND BALANCE ENDING	\$520,511	\$484,546	(\$352,618)	\$785,674	\$2,805,961	\$3,723,563	\$561,034	(\$432,513)	\$785,674	(\$194,339)	\$719,856
WORKING FUND BALANCE REQUIRED BY FINANCIAL POLICY		\$577,218					\$585,536	0	0	0	0
EXCESS (DEFICIT) WORKING FUND BALANCE		\$ (92,672)					\$ (24,502)				

The following spreadsheet indicates the impact on a 3,000 gallon customer:

CITY OF MT. VERNON, IL
EFFECT OF RATE INCREASE ON WATER AND SEWER BILLS
MAY 2014

	NUMBER OF GALLONS	AMOUNT BEFORE INCREASE	AMOUNT 1.8% INCREASE	AMOUNT 2.4% INCREASE	AMOUNT 3.0% INCREASE
WATER AND SEWER BILL	3000	\$ 44.92	\$ 0.81	\$ 1.08	\$ 1.35

3.3%
1.49

The following spreadsheet represents Police Department vehicles to be replaced:

Vehicle	Year	Age	Mileage	Maint. Cost 2013-14	Operating cost per mile
	10	2009	5 140,884	\$ 6,911.00	0.538
	11	2009	5 150,585	\$ 5,851.00	0.499
	13	2009	5 162,189	\$ 8,559.00	0.568
	16	2003	11 130,035	\$ 1,878.00	0.689
	27	2006	8 143,934	\$ 8,316.00	0.658
	32	2001	13 132,330	\$ 592.00	0.282

Vehicle came in
garage 4/17/14 with
knocking engine

The City employs 162 full time employees and 240, full time and part time, during summer months.

Mayor Chesley requested that Neibert review the overtime in each department to determine if the overtime expense can be lessened with the increase of personnel, either full time or part time.

CITY OF MT. VERNON, IL
PERSONNEL COSTS
2014-15 BUDGET

	GENERAL CORPORATE FUND	TOURISM FUND	QUALITY OF LIFE FUND	SSA #1 FUND	PUBLIC UTILITIES FUND	TOTAL
100-0000 A/C'S FULL TIME	\$ 6,965,515.69	\$ 107,979.04	\$ 99,518.00	\$ 45,407.67	\$ 1,017,584.34	\$ 8,236,004.74
101-0000 A/C'S PART-TIME	\$ 424,105.00	\$ 21,450.00	\$ -	\$ -	\$ 10,500.00	\$ 456,055.00
110-0000 A/C'S TRAINING	\$ 56,000.00	\$ -	\$ -	\$ -	\$ -	\$ 56,000.00
120-0000 A/C'S OVERTIME	\$ 593,850.00	\$ -	\$ -	\$ 1,200.00	\$ 66,500.00	\$ 661,550.00
140-0000 A/C'S INCENTIVE PAY	\$ 48,818.00	\$ -	\$ -	\$ -	\$ 2,250.00	\$ 51,068.00
141-0000 A/C'S HOLIDAY PAY	\$ 261,318.00	\$ -	\$ -	\$ -	\$ -	\$ 261,318.00
142-0000 A/C'S PREMIUM PAY	\$ 96,318.00	\$ -	\$ -	\$ -	\$ 300.00	\$ 96,618.00
159-0000 A/C'S HI-PSEBA	\$ 37,514.00	\$ -	\$ -	\$ -	\$ -	\$ 37,514.00
160-0000 A/C'S HEALTH INS	\$ 1,583,962.84	\$ 37,643.88	\$ 15,051.00	\$ 7,525.56	\$ 294,502.68	\$ 1,938,685.96
161-0000 A/C'S IMRF	\$ 387,119.00	\$ 14,372.00	\$ 13,246.00	\$ 6,203.00	\$ 144,631.12	\$ 565,571.12
162-0000 A/C'S FICA	\$ 209,660.78	\$ 8,024.60	\$ 6,170.00	\$ 2,890.00	\$ 67,807.24	\$ 294,552.62
163-0000 A/C'S MEDICARE	\$ 121,406.67	\$ 1,876.72	\$ 1,443.00	\$ 676.00	\$ 15,858.25	\$ 141,260.64
164-0000 A/C'S UNEMPLOYMENT	\$ 91,708.97	\$ 2,503.70	\$ 1,076.00	\$ 807.00	\$ 11,730.39	\$ 107,826.06
165-0000 A/C'S WORK COMP	\$ 827,055.00	\$ 685.00	\$ 5,916.00	\$ 3,406.00	\$ 91,110.00	\$ 928,172.00
180-0000 A/C'S UNIFORMS, ETC	\$ 76,880.00	\$ -	\$ -	\$ -	\$ 4,220.00	\$ 81,100.00
190-0000 A/C'S UNPAID VACATION	\$ 15,000.00	\$ -	\$ -	\$ -	\$ -	\$ 15,000.00
191-0000 A/C'S UNPAID SICK LEAVE	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
192-0000 A/C'S OPEB OBLIGATION	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
193-0000 A/C'S PENSION OBLIG IMRF	\$ -	\$ -	\$ -	\$ -	\$ 7,000.00	\$ 7,000.00
	\$ 11,796,231.95	\$ 194,534.94	\$ 142,420.00	\$ 68,115.23	\$ 1,733,994.02	\$ 13,935,296.14
OPERATING EXPENSES	\$ 14,991,005.00	\$ 668,590.00	\$ 2,346,329.00	\$ 80,087.00	\$ 7,026,437.00	\$ 25,112,448.00
PERCENTAGE	78.7%	29.1%	6.1%	85.1%	24.7%	55.5%

The City issued \$9 million in bonds for a variety of projects in the Public Utilities Department and Public Works Department. There is a surplus in the bond fund that was not spent because some projects came in under budget. Neibert consulted with the City's Bond Attorney and was advised that the City cannot use the surplus to make principal and interest payments. It can be used for capital equipment or capital infrastructure projects but an amendment to the bond ordinance is necessary. Council agreed that Neibert will notify the Bond Attorney to draft an amendment to the Bond Ordinance and make a reallocation of funds to the general corporate capital equipment fund.

Proposal from GRP Mechanical for Energy Efficiency Upgrades at City Facilities

City of Mt. Vernon 4/2/2014

City Hall	OPTION 1	OPTION 2	OPTION 3
Lighting Replacement			
Lighting (includes parking lot exterior)	X	X	X
Interior Motion Sensors			X
Mechanical Modifications			
High Efficiency Furnaces Replacing Steam Boiler		X	X
A/C Addition to HR & City Clerk Offices			X
A/C Replacement of Broken Unit Serving Fireman Lounge/Bunk			X
New Programmable Thermostats Added For New Units Installed			X
Police Department	OPTION 1	OPTION 2	OPTION 3
Lighting Replacement			
Lighting (includes parking lot exterior)	X	X	X
Interior Motion Sensors			X
Public Works	OPTION 1	OPTION 2	OPTION 3
Lighting Replacement			
Lighting (includes parking lot exterior)	X	X	X
Interior Motion Sensors			X
Mechanical Modifications			
Boiler Replacement			X
City's Three Facilities	OPTION 1	OPTION 2	OPTION 3
Grant Writing Support Services	Included	Included	Included
HLS Amendment Support Services	Included	Included	Included
Measurement & Verification Year One	Included	Included	Included
Engineering and Commissioning	Included	Included	Included
Project Management	Included	Included	Included
GRP Fixed Turnkey Project	\$ 78,364	\$ 203,465	\$ 291,738
Potential Lighting Grants-DCEO	\$ 24,900	\$ 24,900	\$ 29,600
Potential HVAC Grants-DCEO	\$ -	\$ 4,500	\$ 10,100
Net City Cost	\$ 53,464	\$ 174,065	\$ 252,038

Neibert recommended Option 1 at a net cost to the City of \$53,464. He estimates that the cost of the lighting upgrade will be recouped over a four year period.

Council Member Wood made a motion to accept Option 1 with work being performed by GRP. Seconded by Council Member Lash. Yeas: Lash, McEnaney, Wood and Chesley. Absent: Piper.

EXECUTIVE SESSION

No executive session was held.

ADJOURNMENT

Council Member McEnaney made a motion to adjourn the City Council Workshop Meeting. Seconded by Council Member Wood. Yeas: Lash, McEnaney, Wood and Chesley. Absent: Piper.

The meeting adjourned at 4:00 p.m.

Respectfully submitted,

Jerilee Hopkins
City Clerk