

Jerilee Hopkins
City Clerk



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**City of Mt. Vernon, Illinois
City Council Workshop Meeting
Tuesday, April 22, 2014**

MINUTES

The Mt. Vernon City Council held a City Council Workshop Meeting on Tuesday, April, 22, 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, Todd Piper, David Wood and Mayor Mary Jane Chesley. Council Member Dennis McEnaney was absent. City Manager Ron Neibert, Finance Director Merle Hollmann, and City Clerk Jerilee Hopkins were also present.

FY 2014-2015 BUDGET

**QUALITY OF LIFE/ECONOMIC DEVELOPMENT FUND
ANNUAL BUDGET SUMMARY**

	FY 2013-2014 CURRENTLY BUDGETED	FY 2013-2014 ESTIMATED RESTRICTED CAPITAL REV & (EXPENDITURES)	FY 2013-2014 ESTIMATED 2012 BONDS REVENUE & (EXPENDITURES)	FY 2013-2014 TOTAL ESTIMATED	FY 2014-2015 PROPOSED RESTRICTED CAPITAL REV & (EXPENDITURES)	FY 2014-2015 ESTIMATED 2012 BONDS REVENUE & (EXPENDITURES)	FY 2014-2015 TOTAL PROPOSED
WORKING FUND BALANCE BEGINNING	\$16,516,092	\$385,424	\$15,989,260	\$385,424	\$738,554	\$11,011,285	\$11,749,839
REVENUE	\$1,970,680	\$2,024,817	\$497,159	\$2,521,976	\$3,744,950	\$1,307,538	\$5,052,488
TOTAL REVENUES	\$1,970,680	\$2,024,817	\$497,159	\$2,521,976	\$3,744,950	\$1,307,538	\$5,052,488
TOTAL EXPENDITURES	(\$10,765,842)	(\$1,671,687)	(\$5,475,134)	(\$7,146,821)	(\$4,302,129)	(\$6,848,402)	(\$11,150,531)
ANNUAL CHANGES IN WORKING FUND BALANCE	(\$8,795,162)	\$353,130	(\$4,977,975)	(\$4,624,845)	(\$557,179)	(\$5,540,864)	(\$6,098,043)
WORKING FUND BALANCE ENDING	\$7,720,930	\$738,554	\$11,011,285	(\$4,239,421)	\$181,375	\$5,470,421	\$5,651,796
WORKING FUND BALANCE REQUIRED BY FINANCIAL POLICY		N/A	N/A		N/A	N/A	
BALANCE UNAVAILABLE FOR EXPENDITURE		\$283,708			\$283,708		

City Manager Ron Neibert noted that the first light brown column of the Quality of Life/Economic Development Fund budget reflects \$2 million in ½ percent sales tax. The total expenditures of \$1.6 million represents the bond payments. There is about \$350,000.00 of excess revenue in this fund giving the City an ending working fund balance of \$738,000.00. The pink column represents the 2012 bonds revenue and expenditures with an ending working fund balance of \$11 million. The FY 2014-2015 proposed working fund balance is \$181,375.00.

Fund: 24 - QUALITY OF LIFE/ECONOMIC DEVELOPMENT		
RevCategory: 101 - TAXES		
24-10125-0000	0.5% HOME RULE SALES TAX	1,789,200.00
Total RevCategory: 101 - TAXES:		1,789,200.00
RevCategory: 107 - GRANTS		
24-10708-0000	INDUSTRIAL PARK INFRASTRUCTURE GRANT	914,138.00
24-10709-0000	ARMORY IMPROVEMENTS 2014 GRANT	1,555,800.00
24-10777-0000	ITEP VETERANS/34TH MULTI-USE TRAIL GRANT	338,400.00
24-10779-0000	LINCOLN PARK 2014 OSLAD GRANT	400,000.00
Total RevCategory: 107 - GRANTS:		3,208,338.00
RevCategory: 109 - INTEREST		
24-10900-0000	INTEREST	35,000.00
24-10910-0000	INTEREST CHECKING	-500.00
24-10920-0000	INTEREST INCOME OTHER	450.00
Total RevCategory: 109 - INTEREST:		34,950.00
RevCategory: 180 - MISCELLANEOUS		
24-18040-0000	DONATIONS - GENERAL	20,000.00
Total RevCategory: 180 - MISCELLANEOUS:		20,000.00
Total Fund: 24 - QUALITY OF LIFE/ECONOMIC DEVELOPMENT:		5,052,488.00
Report Total:		5,052,488.00

Fund: 24 - QUALITY OF LIFE/ECONOMIC DEVELOPMENT		
ExpCategory: 100 - PERSONNEL SERVICES		
24-2240-100-0000	REGULAR SALARIES & WAGES	99,518.00
24-2240-160-0000	HEALTH INSURANCE BENEFITS	15,051.00
24-2240-161-0000	IMRF BENEFITS	13,246.00
24-2240-162-0000	FICA BENEFITS	6,170.00
24-2240-163-0000	MEDICARE BENEFITS	1,443.00
24-2240-164-0000	UNEMPLOYMENT COMPENSATION	1,076.00
24-2240-165-0000	WORKERS COMPENSATION BENEFIT	5,916.00
Total ExpCategory: 100 - PERSONNEL SERVICES:		142,420.00
ExpCategory: 200 - OPERATING CHARGES & SERVICES		
24-2240-200-0000	PROFESSIONAL/CONSULTING	1,133.00
24-2240-200-1314	PARK - VARIOUS PROFESSIONAL SERVICES	2,000.00
24-2240-200-1316	HOUSING MARKETING STUDY - ZANOLA	50,000.00
24-2240-207-0000	DEMOLITION	250,000.00
24-2240-221-1862	VERIZON AIRCARD	456.00
24-2240-261-0000	INSURANCE AUTO/GEN LIABILITY	4,034.00
Total ExpCategory: 200 - OPERATING CHARGES & SERVICES:		307,623.00
ExpCategory: 500 - CAPITAL ACCOUNTS		
24-2240-500-3969	INDUSTRIAL PARK LAND PURCHASES	1,242,353.00
24-2240-501-4035	PARKS IMPROVEMENTS	1,618,000.00
24-2240-501-4038	ARMORY IMPROVEMENTS	2,074,366.00
24-2240-501-4046	CITY HALL REPAIRS	126,618.00
24-2240-501-4047	BRANDING IMPLEMENTATION	369,630.00
24-2240-503-4029	AQUATICS FACILITY-MISC	17,500.00
24-2240-560-1313	INDUSTRIAL PARK INFRASTRUCTURE	1,828,276.00
24-2240-560-4029	AQUATICS FACILITY - CONSTRUCTION	10,000.00
24-2240-560-4310	LIFT STATION 14 FORCE MAIN	18,558.00
24-2240-560-4368	* RICHVIEW ROAD MULTI-USE TRAIL (24TH - 27TH	4,427.25
24-2240-560-4383	CASEY MIDDLE SCHOOL SHARED USE TRAIL	3,000.00
24-2240-560-4385	N 27TH STREET SIDEWALKS (BROADWAY TO RIC	192,804.00
24-2240-560-4408	* VETERANS AND 42ND TRAFFIC SIGNAL	20,000.00
24-2240-560-4429	ITEP VETERANS/34TH MULTI-USE TRAIL	423,000.00
24-2240-560-4430	9TH ST STREETScape PHASE 2A	104,978.00
24-2240-560-4431	HIGH SCHOOL INFRASTRUCTURE	118,340.00
24-2240-560-4437	WILSHIRE & RICHVIEW ROAD SIDEWALKS	313,900.00
24-2240-560-4438	SO 42ND STREET SIDEWALKS	290,500.00
Total ExpCategory: 500 - CAPITAL ACCOUNTS:		8,776,250.25
ExpCategory: 600 - DEBT SERVICE		
24-2240-602-0000	GOB PRINCIPAL 2012 BONDS	740,471.00
24-2240-603-0000	GOB INTEREST 2012 BONDS	683,617.00
24-2240-691-0000	PAYING AGENT FEE 2012 BONDS	150.00
Total ExpCategory: 600 - DEBT SERVICE:		1,424,238.00
ExpCategory: 700 - OPERATING TRANSFERS		
24-2240-701-0000	TRANSFERS TO OTHER FUNDS	500,000.00
Total ExpCategory: 700 - OPERATING TRANSFERS:		500,000.00
Total Fund: 24 - QUALITY OF LIFE/ECONOMIC DEVELOPMENT:		11,150,531.25
Report Total:		11,150,531.25

City Engineer Brad Ruble did not include the Richview Road multi-use trail (24th – 27th Streets) project in this budget because he does not believe it will be completed this year. Council Member Wood requested an explanation from Ruble as to why that project won't be completed this year. Wood inquired why the funds for the Veterans and 42nd Street traffic signal are not included in the new budget. Neibert will speak with Ruble about these projects.

Wood expressed concern about what the Branding Leadership Team (BLT) wants to complete in the wayfinding project. Wood proposed moving the excess \$332,097.00 from the Tourism Department budget to the Quality of Life budget. He suggested that the money go toward expanding the City's wayfinding project, which came in at a base bid of \$350,097.00. Wood inquired whether the budget for the wayfinding project is based off of older budgetary numbers or more current numbers, and whether the excess tourism funds could be better spent on signage. Council Member Piper noted that the BLT recommends going with phase one of the wayfinding signage package with a couple of elements from the

first alternate bid, adding two gateway signs from Alternate 1, to the base bid. This would make the total contract price \$368,284.50. Piper requested that the excess tourism funds be specifically earmarked for improvements to the old armory, which is becoming a staple of tourism.

**WORKING FUND BALANCES, WFB REQUIREMENTS AND EXCESS OR DEFICIENCIES
FY 2014-2015**

FUND	WFB	WFB REQUIRED BY FINANCIAL POLICIES	EXCESS (DEFICIENCY) OF WFB	EXCESS (DEFICIENCY) LESS \$250K LOAN TO DOWNTOWN TIF
GENERAL CORPORATE FUND	\$ 2,445,016	\$ 1,249,250	\$ 1,195,766	\$ 945,766
MOTOR FUEL TAX	\$ 38,277	\$ 38,261	\$ 16	N/A
SANITATION	\$ 90,539	\$ 90,508	\$ 31	N/A
TOURISM & VISITORS BUREAU	\$ 387,813	\$ 55,716	\$ 332,097	N/A
CDAP	\$ -	\$ -	\$ -	N/A
REVOLVING LOAN	\$ 1,193,219	\$ -	\$ 1,193,219	N/A
QUALITY OF LIFE/ECONOMIC DEVELOPMENT	N/A	N/A	N/A	N/A
CAPITAL PROJECTS FUND	N/A	N/A	N/A	N/A
HEALTH INSURANCE	\$ 484,625	\$ -	\$ 484,625	N/A
SPECIAL SERVICE AREA #1	\$ 96,675	\$ 6,674	\$ 90,001	N/A
PUBLIC UTILITIES WITH 0% INCREASE	\$ 369,633	\$ 585,536	\$ (215,903)	N/A
PUBLIC UTILITIES WITH 1.8% INCREASE	\$ 484,484	\$ 585,536	\$ (101,052)	N/A
PUBLIC UTILITIES WITH 2.4% INCREASE	\$ 522,734	\$ 585,536	\$ (62,802)	N/A
PUBLIC UTILITIES WITH 3.0% INCREASE	\$ 561,034	\$ 585,536	\$ (24,502)	N/A
HOMESTEAD TIF	N/A	N/A	N/A	N/A
DOWNTOWN TIF	N/A	N/A	N/A	N/A
IPC TIF (INDUSTRIAL PARK)	N/A	N/A	N/A	N/A
ROUTE 15 / 1-57 TIF	N/A	N/A	N/A	N/A

It was suggested that \$332,097.00 from the Tourism Fund be transferred to the Quality of Life fund and designated for Armory activities and projects with the understanding that the \$332,097.00 is in addition to other funds designated for the Armory in this budget. The signage project at a cost of \$369,000.00 will be paid with Quality of Life funds.

**GENERAL CORPORATE CAPITAL PROJECTS FUND
ANNUAL BUDGET SUMMARY**

	FY 2013-2014 CURRENTLY BUDGETED FOR ALL CATEGORIES	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 ESTIMATED	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	\$13,035,935	(\$326,640)	\$143,077	\$12,179,992	(\$183,563)	\$45,986	(\$549,136)	\$11,154,147	\$10,650,997
REVENUE	\$2,913,631	\$1,807,306	\$0	\$35,358	\$1,842,664	\$1,320,586	\$0	\$28,000	\$1,348,586
TRANSFER FROM GENERAL CORPORATE		\$0	\$0	\$0	\$0	\$339,362	\$0	\$0	\$339,362
TRANSFER FROM QUALITY OF LIFE		\$0	\$0	\$0	\$0	\$0	\$0	\$500,000	\$500,000
TRANSFER FROM PUBLIC UTILITIES		\$0	\$0	\$0	\$0	\$236,538	\$549,136	\$0	\$785,674
TOTAL REVENUES	\$2,913,631	\$1,807,306	\$0	\$35,358	\$1,842,664	\$1,896,486	\$549,136	\$528,000	\$2,973,622
TOTAL EXPENDITURES	(\$4,379,703)	(\$1,434,680)	(\$692,213)	(\$1,061,203)	(\$3,188,096)	(\$1,992,365)	\$0	(\$5,033,600)	(\$7,025,965)
ANNUAL CHANGES IN WORKING FUND BALANCE	(\$1,466,072)	\$372,626	(\$692,213)	(\$1,025,845)	(\$1,345,432)	(\$95,879)	\$549,136	(\$4,505,600)	(\$4,052,343)
WORKING FUND BALANCE ENDING	\$11,569,863	\$45,986	(\$549,136)	\$11,154,147	(\$1,528,995)	(\$49,893)	\$0	\$6,648,547	\$6,598,654

WORKING FUND BALANCE REQUIRED BY FINANCIAL POLICY	N/A	N/A	N/A	N/A	N/A
ACCOUNTS RECEIVABLE BALANCE NOT INCLUDED ABOVE	\$113,905			\$114,916	

Fund: 30 - GENERAL CORPORATE CAPITAL

Department: 2300 - DEBT SERVICE

ExpCategory: 200 - OPERATING CHARGES & SERVICES

30-2300-200-1297	ANNUAL AUDIT COSTS	1,133.00
Total ExpCategory: 200 - OPERATING CHARGES & SERVICES:		1,133.00

ExpCategory: 500 - CAPITAL ACCOUNTS

30-2300-501-4040	GENERATOR AND WIRING-RESTRICTED CAPITAL	14,800.00
30-2300-501-4045	RUN FIBER OPTIC CABLE BETWEEN CITY HALL &	3,000.00
30-2300-503-4144	SALT SPREADERS	11,400.00
30-2300-503-4146	FOUNTAIN AT VETERANS PARK LAKE	8,500.00
30-2300-503-4147	GRASSHOPPER MOWER FOR NUISANCE CREWS	13,000.00
30-2300-503-4148	FINGERPRINT MACHINE	29,000.00
30-2300-503-4149	FIRE STATION ALERTING SYSTEM	37,000.00
30-2300-503-4152	BACKHOE	65,000.00
30-2300-503-4153	STORAGE CABINETS	15,000.00
30-2300-504-4219	PICKUP FOR PARK STAFF	25,000.00
30-2300-504-4220	1ST SINGLE AXLE DUMP TRUCK	50,000.00
30-2300-504-4221	2ND SINGLE AXLE DUMP TRUCK	50,000.00
30-2300-504-4223	3RD SINGLE AXLE DUMP TRUCK	50,000.00
30-2300-504-4224	BUCKET TRUCK	30,000.00
30-2300-504-4226	1ST NEW SQUAD CAR	32,000.00
30-2300-504-4227	2ND NEW SQUAD CAR	32,000.00
30-2300-504-4228	3RD NEW SQUAD CAR	32,000.00
30-2300-504-4241	4TH SQUAD CAR	32,000.00
30-2300-504-4242	5TH SQUAD CAR	32,000.00
30-2300-504-4244	6TH SQUAD CAR	32,000.00
30-2300-560-4395	SOUTH 27TH STREET ROAD	57,500.00
30-2300-560-4396	42ND STREET SOUTH OF RICHVIEW ROAD	2,132,758.00
30-2300-560-4409	NORTH 27TH & OLD UNION	227,102.00
30-2300-560-4410	AIRPORT ROAD	110,176.00
30-2300-560-4413	SOUTH 34TH-VETERANS/HARLAN ROAD	2,004,874.31
30-2300-560-4424	PERKINS RECONSTRUCTION FROM 10TH-12TH	501,190.00
Total ExpCategory: 500 - CAPITAL ACCOUNTS:		5,627,300.31

ExpCategory: 600 - DEBT SERVICE

30-2300-600-0000	GOB PRINCIPAL 2010 BONDS CASH	97,500.00
30-2300-600-0001	GOB PRINCIPAL 2010 BONDS ACCRUAL	650.00
30-2300-601-0000	GOB INTEREST 2010 BONDS	102,833.58
30-2300-602-0000	GOB PRINCIPAL 2012 BONDS CASH	470,824.35
30-2300-603-0000	GOB INTEREST 2012 BONDS CASH	438,176.00
30-2300-603-0001	GOB INTEREST 2012 BONDS ACCRUAL	-3,501.56
30-2300-640-0000	OTHER DEBT PRIN	169,106.02
30-2300-641-0000	OTHER DEBT INTERST	14,417.28
30-2300-642-0000	BANK LOAN 2012 PUMPER PRINCPL	94,799.78
30-2300-643-0000	BANK LOAN 2012 PUMPER INTEREST	12,300.60
30-2300-690-0000	PAYING AGENT FEE 2010 BONDS	333.00
30-2300-691-0000	PAYING AGENT FEE 2012 BONDS	93.00

Total ExpCategory: 600 - DEBT SERVICE: 1,397,532.05

Total Department: 2300 - DEBT SERVICE: 7,025,965.36

Total Fund: 30 - GENERAL CORPORATE CAPITAL : 7,025,965.36

Report Total: 7,025,965.36

REVOLVING LOAN
 ANNUAL BUDGET SUMMARY

	FY 2013-2014 ORIGINAL BUDGET	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	\$976,202	\$974,812	\$974,812	\$1,101,739	\$1,101,739
REVOLVING LOAN- PRINCIPAL RECEIVED	\$137,137	\$134,791	\$134,791	\$141,947	\$141,947
REVENUE	\$32,734	\$32,864	\$32,864	\$29,914	\$29,914
TRANSFERS FOR CAPITAL			-		-
TOTAL REVENUES	\$169,871	\$167,655	\$167,655	\$171,861	\$171,861
REVOLVING LOANS MADE	\$0	\$0	\$0	(\$60,000)	(\$60,000)
OTHER EXPENDITURES	(20,765)	(40,728)	(40,728)	(\$20,381)	(\$20,381)
TOTAL EXPENDITURES	(\$20,765)	(\$40,728)	(\$40,728)	(\$80,381)	(\$80,381)
ANNUAL CHANGES IN WORKING FUND BALANCE	\$149,106	\$126,927	\$126,927	\$91,480	\$91,480
WORKING FUND BALANCE ENDING	\$1,125,308	\$1,101,739	\$1,101,739	\$1,193,219	\$1,193,219
WORKING FUND BALANCE REQUIRED BY FINANCIAL POLICY		N/A		N/A	

Note: Working Fund Balance includes only the fund balance that is available for loans

The revolving loan fund is a restricted use fund for loans for qualified projects or for infrastructure to support qualified economic development projects. Neibert noted that he doesn't expect any loans to be made. The ending working fund balance is expected to be \$1,193,219.00. Wood suggested that during the summer workshop meetings the Council discuss the possibility of funding a project with the revolving loan funds.

HEALTH INSURANCE FUND
 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	\$718,114	\$761,895	\$761,895	\$799,085	\$799,085
REVENUE	\$2,316,577	\$2,340,941	\$2,340,941	\$2,109,074	\$2,109,074
REVENUE ALLOCATED TO CAPITAL	\$0	\$0	\$0	\$0	\$0
TOTAL REVENUES	\$2,316,577	\$2,340,941	\$2,340,941	\$2,109,074	\$2,109,074
TOTAL EXPENDITURES	(\$2,349,428)	(\$2,303,751)	(\$2,303,751)	(\$2,423,534)	(\$2,423,534)
ANNUAL CHANGES IN WORKING FUND BALANCE	(\$32,851)	\$37,190	\$37,190	(\$314,460)	(\$314,460)
WORKING FUND BALANCE ENDING	\$685,263	\$799,085	\$799,085	\$484,625	\$484,625
WORKING FUND BALANCE REQUIRED BY FINANCIAL POLICY		N/A		N/A	

Neibert stated that the City anticipates revenues of \$2.1 million and projects expenditures of \$2.4 million based on the trend for the last five years in the health insurance fund. The working fund balance at the end of FY 2014-2015 will be \$484,625.00. Hollmann commented that the self-insured health insurance program has been very successful for the City with probably a \$1 million in savings since 2008.

PUBLIC UTILITIES

Neibert stated that the revenues are adequate in the public utilities fund to make the bond payments with no excess funds for other projects.

Neibert prepared spreadsheets to show the impact of a 0%, 1.8%, 2.4% and 3% increase on the proposed budget. Council agreed to the 2.4% rate increase. The following spreadsheet represents the impact on the budget with a 2.4% increase in water/sewer rates:

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 SERVIC	(\$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 BALAN	\$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	
EXCESS (DEFICIT) WORKING FUND BALANCE		\$ (92,672)					\$ (62,802)				

The following spreadsheet indicates the impact of the rate increase 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

EXECUTIVE SESSION

No executive session was held.

ADJOURNMENT

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

The meeting adjourned at 4:20 p.m.

Respectfully submitted,

Jerilee Hopkins
City Clerk