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**City of Mt. Vernon, Illinois
Regular City Council Meeting
Monday, October 6, 2014
7:00 p.m.**

MINUTES

The Mt. Vernon City Council held a Regular City Council Meeting on Monday, October 6, 2014 at 7:00 p.m. at the Rolland W. Lewis Community Building, Veterans Park, 800 South 27th Street, Mt. Vernon, IL.

CALL TO ORDER

City Clerk Secretary Lindsay Burris called the meeting to order. Nominations for Mayor Pro Tem were requested due to Mayor Mary Jane Chesley's absence. Council Member Dennis McEnaney nominated Council Member Todd Piper as Mayor Pro Tem. No second was necessary. Yeas: Council Member Ron Lash, Council Member Dennis McEnaney, and Council Member Todd Piper. Nays: 0. Absent: Council Member David Wood and Mayor Mary Jane Chesley.

The Invocation was given by Rev. Ron Lash.

The Pledge of Allegiance was recited.

ROLL CALL

Roll call showed present: Council Members Ron Lash, Dennis McEnaney and Todd Piper. Mayor Mary Jane Chesley and Council Member David Wood were absent.

PRESENTATION OF JOURNALS

The Journals for the September 15, 2014 Regular City Council Meeting and the September 22, 2014 City Council Workshop Meeting were presented to Council for any additions, deletions or corrections. **Council Member Lash made a motion to approve the Journal as presented. Seconded by Council Member McEnaney. Yeas: Lash, McEnaney, and Piper. Absent: Wood and Chesley.**

APPROVAL OF CONSOLIDATED VOUCHERS FOR ACCOUNTS PAYABLE

The Consolidated Vouchers for Accounts Payable were presented to Council for approval. Council Member McEnaney asked City Finance Director Merle Hollmann for clarification on the following item: Item #1 AAA Living – Hour Media - \$3,000.00 – AAA Living advertising in the September/October issue for the Tourism Department. Item #3 Amalgamated Bank of Chicago - \$575,147.50 – bond payments. This represents the semiannual bond payment due on the 2010 bonds. Item #14 Fire Pension Fund - \$7,323.39 – 2013-2014 Personal Property Replacement Tax and Item #37 Policemen's Pension Fund - \$6,360.17 – 2013-2014 Personal

Property Replacement Tax. The City is obligated to make up any shortfall from personal property replacement taxes if the City is unable to collect what is levied for the Fire and Police Pension Funds. Item #18 Guinzy Construction - \$328,831.39 – South 34th Street reconstruction and the additional East/West roadway. Concrete is poured for the south bound lane on 34th Street and earth work is complete on the east west roadway. Item #43 Thomas Dodge of Highland - \$140,682.00 – six Dodge Chargers for Police Department. Police Chief Chris Deichman stated that five of the cars are on the streets and the sixth will be by the end of the week.

Council Member McEnaney made a motion to approve the Consolidated Vouchers for Accounts Payable in the amount of \$2,257,302.46. Seconded by Council Member Lash. Yeas: Lash, McEnaney, and Piper. Absent: Wood and Chesley.

BIDS & QUOTES

City Engineer Brad Ruble presented for Council's consideration Bid Results for the Richview Road Sidewalk Project from 27th Street to 24th Street. Three bids were received from six plan holders. Review of all submitted paper work reflected that Moniger Excavating Co. Inc. is the low bidder in the amount of \$389,444.45. Ruble recommended that Moniger be awarded the bid.

City of Mt. Vernon Tobulation of 26 th - Mt. Vernon Schwarts Road Sidewalk File Number: 46639-903 Date: September 30, 2014 Time: 10:03 A.M.		NAME AND ADDRESS OF BIDDER Bid Bond Address		ENGINEER'S ESTIMATE		Moniger Excavating Co., Inc. 5959 State Route 240 More, IL 62457		Guinzy Construction, Inc. P. O. Box 360, 140 W. Main St. Achey, IL 62308		Sheras Builders, Inc. 2194 Schwarts Road Carrollton, IL 62801	
Item #	Description	Unit	Estimated Quantity	Unit Price	Total Price	Unit Price	Total Price	Unit Price	Total Price	Unit Price	Total Price
1	TREE REMOVAL (8 TO 16 UNITS DIAMETER)	UNIT	16	50.00	750.00	40.00	600.00	97.10	1,456.50	229.97	3,449.55
2	EARTH EXCAVATION	CU YD	350	17.00	5,950.00	50.00	31,500.00	62.50	21,875.00	61.86	24,651.00
3	FURNISHED EXCAVATION	CU YD	340	20.00	6,800.00	34.00	11,560.00	33.00	13,200.00	49.00	16,680.00
4	TRENCH BACKFILL	CU YD	210	50.00	10,500.00	45.15	9,481.50	51.14	11,148.52	53.23	11,604.14
5	SEEDING, CLASS 1	ACRE	0.5	3,000.00	1,500.00	2,500.00	1,250.00	6,438.10	3,219.05	2,400.00	1,200.00
6	MULCH, METHOD 2	ACRE	0.5	1,000.00	500.00	2,500.00	1,250.00	1,825.83	913.42	2,000.00	1,000.00
7	TEMPORARY EROSION CONTROL SEEDING	POUND	160	5.00	500.00	2.00	200.00	9.37	937.00	17.70	1,770.00
8	INLET AND PIPE PROTECTION	EACH	14	120.00	1,680.00	75.00	1,050.00	190.53	2,667.42	207.20	2,900.80
9	SILT FENCE	FOOT	67	4.00	268.00	5.00	335.00	17.29	1,158.43	15.76	1,055.92
10	STONE RIPRAP, CLASS A4	SQ YD	13	55.00	990.00	80.00	1,440.00	101.42	1,825.56	167.84	3,021.12
11	FILTER FABRIC	SQ YD	18	5.00	90.00	5.00	90.00	8.57	161.46	31.65	569.70
12	AGGREGATE BASE COURSE, TYPE A 4"	SQ YD	257	10.00	2,570.00	14.60	5,212.20	12.53	4,473.21	14.05	5,015.25
13	AGGREGATE BASE COURSE, TYPE B 8"	SQ YD	81	20.00	1,620.00	18.25	1,478.25	27.94	2,244.54	32.50	2,664.90
14	AGGREGATE SURFACE COURSE, TYPE B	TON	13	35.00	455.00	37.00	481.00	129.22	1,679.86	69.41	802.33
15	BITUMINOUS MATERIALS (PRIME COAT)	GALLON	82	8.00	656.00	7.50	615.00	6.00	492.00	5.75	471.50
16	INCIDENTAL HOT-MIX ASPHALT SURFACING	TON	88	200.00	19,600.00	150.00	14,700.00	154.13	15,104.74	148.00	14,504.00
17	PCC BASE COURSE WIDENING, 8"	SQ YD	503	65.00	32,695.00	42.85	21,425.00	58.79	29,895.00	30.16	15,080.00
18	PCC DRIVEWAY PAVEMENT, 6"	SQ YD	172	80.00	13,760.00	66.33	11,412.20	89.89	15,478.28	51.45	8,849.40
19	PCC DRIVEWAY PAVEMENT, SPECIAL 6"	SQ YD	181	80.00	15,280.00	70.00	13,780.00	93.22	17,095.02	49.35	9,425.85
20	PORTLAND CEMENT CONCRETE SIDEWALK 4 INCH	SQ FT	8,423	6.00	50,538.00	4.75	40,009.25	8.10	68,226.30	5.00	42,115.00
21	DETECTABLE WARNINGS	SQ FT	32	35.00	1,120.00	30.00	960.00	29.07	930.24	20.00	640.00
22	PAVEMENT REMOVAL	SQ YD	150	17.00	2,550.00	25.50	3,825.00	39.71	5,956.50	8.11	1,366.50
23	DRIVEWAY PAVEMENT REMOVAL	SQ YD	374	13.00	4,862.00	13.83	5,179.90	10.04	3,754.98	9.70	3,627.00
24	COMBINATION CURB AND GUTTER REMOVAL	FOOT	151	10.00	1,510.00	8.00	1,208.00	23.33	3,526.13	22.54	3,384.94
25	SIDEWALK REMOVAL	SQ FT	105.0	3.50	367.50	2.00	210.00	5.82	598.10	3.30	346.50
26	PIPE CULVERT REMOVAL	FOOT	159	20.00	3,180.00	12.00	1,908.00	29.00	4,611.00	36.62	2,842.58
27	STORM SEWER REMOVAL, 12"	FOOT	302	20.00	6,040.00	8.50	2,567.00	13.04	4,720.48	19.22	4,785.64
28	STORM SEWER REMOVAL, 15"	FOOT	117	22.00	2,574.00	9.75	1,140.75	20.17	2,359.89	13.22	1,546.74
29	STORM SEWER REMOVAL, 18"	FOOT	39	25.00	975.00	15.60	608.40	18.39	705.04	17.62	684.32
30	STORM SEWER REMOVAL, 24" BOX	FOOT	49	35.00	1,715.00	24.00	1,176.00	62.44	3,059.56	53.94	2,643.06
31	DRAINAGE STRUCTURE REMOVAL	EACH	6	450.00	2,700.00	280.00	1,680.00	551.10	3,306.60	801.07	5,283.42
32	PRECAST REINFORCED CONCRETE FLARED END SECTIONS 24"	EACH	1	750.00	750.00	685.00	685.00	972.74	972.74	1,064.00	1,064.00
33	STORM SEWERS, CLASS A, TYPE 1 12"	FOOT	445	40.00	17,800.00	38.35	17,065.75	37.55	16,709.75	55.51	24,701.95
34	STORM SEWERS, CLASS A, TYPE 1 16"	FOOT	83	65.00	5,395.00	54.75	4,542.75	76.50	6,340.50	59.81	4,947.62
35	STORM SEWERS, CLASS A, TYPE 1 18"	FOOT	634	50.00	31,700.00	48.40	30,685.60	53.26	33,766.84	62.22	39,447.88
36	STORM SEWERS, CLASS A, TYPE 1 24"	FOOT	88	70.00	6,160.00	74.50	6,566.00	85.50	7,528.50	90.63	7,994.18
37	MANHOLES, TYPE A, 4' DIAMETER, NENAH 5-9901-F FRAME AND GRATE	EACH	1	2,000.00	2,000.00	1,310.00	1,310.00	2,361.15	2,361.15	3,964.80	3,964.80
38	MANHOLES, TYPE A, 6' DIAMETER, TYPE 3V FRAME AND GRATE	EACH	1	2,500.00	2,500.00	1,690.00	1,690.00	3,112.23	3,112.23	3,800.00	3,800.00
39	MANHOLES, TYPE A, 6' DIAMETER, TYPE 1 FRAME, OPEN LID	EACH	1	3,000.00	3,000.00	2,115.00	2,115.00	3,499.85	3,499.85	4,758.66	4,758.66
40	INLETS, TYPE A, TYPE 8 GRATE	EACH	1	1,200.00	1,200.00	815.00	815.00	1,013.74	1,013.74	1,355.20	1,355.20
41	INLETS, TYPE B, TYPE 1 FRAME, CLOSED LID	EACH	1	1,600.00	1,600.00	1,240.00	1,240.00	1,740.56	1,740.56	1,624.00	1,624.00
42	INLETS, TYPE B, TYPE 3 FRAME AND GRATE	EACH	1	1,600.00	1,600.00	1,240.00	1,240.00	1,851.59	1,851.59	1,980.00	1,980.00
43	INLETS, TYPE B, TYPE 3V FRAME AND GRATE	EACH	9	1,600.00	14,400.00	1,240.00	11,160.00	1,851.58	16,664.22	1,971.91	17,747.19
44	INLETS, TYPE B, TYPE 24 FRAME AND GRATE	EACH	1	1,600.00	1,600.00	1,220.00	1,220.00	1,833.98	1,833.98	1,663.20	1,663.20
45	MANHOLE TO BE ADJUSTED	EACH	2	500.00	1,000.00	310.00	620.00	442.34	884.68	2,464.00	4,928.00
46	MANHOLE TO BE RECONSTRUCTED	EACH	2	1,500.00	3,000.00	450.00	900.00	1,645.45	3,290.90	4,121.60	8,243.20
47	WATER METER TO BE ADJUSTED	EACH	6	200.00	1,200.00	125.00	750.00	173.52	1,041.12	1,504.00	11,424.00
48	COMBINATION CONCRETE CURB AND GUTTER, 8-6,24	FOOT	1,345	26.00	34,970.00	26.50	35,722.50	38.74	51,925.30	25.60	34,420.00
49	CONCRETE BARRIER CURB	FOOT	622	15.00	9,330.00	20.00	12,440.00	41.32	25,701.04	46.00	28,612.00
50	MAILBOX RELOCATION	EACH	2	300.00	600.00	250.00	500.00	340.58	681.16	772.80	1,545.60
51	SIGN PANEL - TYPE 1	SQ FT	9	25.00	225.00	35.00	315.00	65.93	602.37	50.00	450.00
52	RELOCATE SIGN PANEL TYPE 1	SQ FT	6	15.00	90.00	20.00	120.00	38.09	228.54	100.00	600.00
53	RELOCATE SIGN PANEL ASSEMBLY TYPE A	EACH	1	100.00	100.00	100.00	100.00	190.44	190.44	500.00	500.00
54	METAL POST TYPE A	FOOT	37.5	15.00	562.50	13.50	506.25	32.86	482.25	40.00	375.00
55	TELESCOPING STEEL SIGN SUPPORT	FOOT	20	20.00	400.00	20.00	400.00	31.05	621.00	25.00	500.00
56	TRAFFIC CONTROL AND PROTECTION	L SUM	1	8,000.00	8,000.00	40,000.00	40,000.00	56,708.40	56,708.40	45,808.00	45,808.00
57	CONSTRUCTION LAYOUT	L SUM	1	4,000.00	4,000.00	12,000.00	12,000.00	3,593.03	3,593.03	14,000.00	14,000.00
58	MOBILIZATION	L SUM	1	15,000.00	15,000.00	26,000.00	26,000.00	3,024.71	3,024.71	61,040.00	61,040.00
TOTAL PRICE OF CITY OF MT. VERNON - RICHVIEW ROAD SIDEWALK											
Contractor's Total (as Corrected)					\$389,328.00		\$389,444.45		\$499,442.00		\$523,258.80
Contractor's Total (as Read)											\$523,330.80
Line Item Price as Read/Submitted											Item #3 \$17,819.19

Council Member Lash made a motion to approve the lowest bid from Moniger Excavating Co., Inc. of Moro, IL, in the amount of \$389,444.45. Seconded by Council Member McEnaney. Yeas: Lash, McEnaney, and Piper. Absent: Wood and Chesley

CITY MANAGER

City Projects Manager Nathan McKenna presented the following report:

CITY PROGRAMMATIC REPORT

GENERAL SUMMARY OF PROJECT STATUS –October 2014



<i>Project</i>	<i>Work Phase</i>	<i>Act. / Est. Cost</i>	<i>% Complete</i>	<i>Est. Compl. Date</i>	<i>Notes</i>
Wayfinding System	Design Construction	74.4 K \$368,284.50	100% 95%	Complete Complete	Geograph Industries has completed the install. One sign remains to be installed once work on S.34 th Street is complete. Public Works will be installing solar panels to the gateways.
Housing Program	Planning Implementation	61.1 K 85 K	100% 95%	Ongoing Ongoing	Contract with Zanola Company near completion. Items remaining include, Intercept Marketing Package, Employer New Home Hotsheet and additions to the website.
Armory / Market	Design Construction	N/A 2M	100% 15%	Complete N/A	Future work dependent on grant award. Expect word on grant in Oct. Parks and Tourism have developed possible uses for facility during Comp Plan review.
Surplus Property	Review	N/A 125K	N/A	Ongoing	4 properties sold. Asking council to surplus 5 additional properties. One with house in good condition for sale.
Housing Demolition	Demolition			Complete Sept. 2014	Hails Excavating has demolished all 13 structures. City staff working to identify next round of structures for demolition.
Sanitary Infiltration	Area ID Cost Est.	TBD	100%	Ongoing	Recommendation presented during Comprehensive Plan review. Will be presented to council for prioritizing.
City Hall Improvements	Planning Construction	175 K	100% 90%	1 st Q 2014 4 th Q 2014	Bathroom remodel near completion. Waiting for delivery of countertop, once in, contract will have one week to finish.
Curbside Recycling	Implementation	N/A	90%	Ongoing	Working on details of rewards program \$5000 grant. Resident sign-up off to a slow start. Republic will send out more information and participate in Fall Fest to get more involvement. Residents can sign-up at www.republicgivesback.com or follow the link on the City website.
Storm Water Improvements	Area ID Cost Est.	TBD	100%	2 nd Q 2014 TBD	Recommendation presented during Comprehensive Plan review. Will be presented to council for prioritizing.
Lincoln Park Addition	Planning Construction	1.6M	25%	1 st Q 2015 Fall 2015	Planning Design Studio out of St. Louis working on design work for 8 acre addition.
Comprehensive Plan Review	Review		50%	November	Core Groups finalizing review of Goals and Objective. Compiling information to submit to Planning and Zoning Commission for review.

McKenna reported that the Illinois Department of Transportation will be removing their brown signs but the blue “H” hospital signs will remain in place. He will inquire about the timeline for removal of the brown signs and inform the Council. The City’s logo or finial are placed on the single post signs only.

Council requested that the grant amounts, including the City’s portion, be included on the monthly reports.

City Engineer Brad Ruble presented the following reports:

CAPITAL PROJECTS REPORT

GENERAL SUMMARY OF PROJECT STATUS – October 2014



TRANSPORTATION

Project	Cost	Work Phase	% Complete	Est. Compl. Date	Notes
42 nd St. Reconst. (Victoria to Richview)	5.0 M	Design(HMG) Const.	100% 0%	Complete 4 th Q 2015	Donation documents have been sent to property owner. Offers will be made soon for final two parcels.
South 27 th Street (Jamison to Veterans)	1.7 M	Design(Rhutasel) Construction	0% 0%	2 nd Q 2015 4 th Q 2015	Awaiting decisions to move forward with design.
N. 27 th / Old Union Rd. (Richview to Wilshire)	3.3 M	Design(HMG) Construction	85% 0%	4 th Q 2014 4 th Q 2015	Design is ongoing. Working to avoid relocating water main. Right of Way acquisition to begin in fall/winter.
Perkins Avenue (10 th to 12 th)	0.5 M	Design(Horner & Shifrin) Construction	100% 0%	Complete 3 rd Q 2015	Submitted Project Development Report last week. Land Acquisition is next step through IDOT.
S. 34 th Street (Veterans to Harlan)	2.3 M	Design(HMG) Const.(Guinzy)	100% 45%	Complete 2 nd Q 2015	Concrete for new driving lanes has begun. 34 th Street pavement is a third complete.
42 nd at Veterans Signals	900 T	Design(HMG) Construction	30% 0%	2 nd Q 2015 3 rd Q 2015	Preparing an EDP Grant with IDOT to obtain 50% funding for signals and pavement widening.
Ambassador Roadway near new High School	1.25 M	Design(Rhutasel) Construction	40% 0%	1 st Q 2015 3 rd Q 2015	Design is ongoing. Typical section selected. Storm sewer design underway.

SEWER

Project	Cost	Work Phase	% Complete	Est. Compl. Date	Notes
Lift Station 14 Force main Replacement	1.8 M	Design(HMG) Construction	95% 0%	As needed Unknown	Design is underway. Permitting is ongoing.
Ambassador Road near new High School	500 K	Design(HMG) Construction	35% 0%	1 st Q 2015 3 rd Q 2015	Sewer design is ongoing.

Council requested the total number of rights-of-way to be acquired in connection with the North 27th/Old Union Road project.

Ruble noted there are two parcels of land to be acquired in connection with the Perkins Avenue project – one right-of-way and one temporary easement.

SIDEWALKS / TRAILS

10-11-14-015

Project	Cost	Work Phase	% Complete	Est. Compl. Date	Notes
27 th St. Sidewalk	215 T	Design(RoundTable) Const.(Guinzy)	100% 95%	Complete Oct. 2014	Will be planting new trees in residents yards soon. Part of commitment to landowners.
Richview Rd. Sidewalk	400 T	Design(Heneghan) Construction	100% 0%	Sept. Bid 1 st Q 2015	Bid opening was Sept. 30. Will award next meeting. Still need to relocate gas and water prior to construction.
I/TEP Shared Use Trail – Veterans & S. 34 th	550 T	Design(HMG) Construction	100% 0%	Complete 2 nd Q 2015	IDOT is in the award process. Pinoy Const. is the low bidder.
Wilshire and Richview Sidewalk	TBD	Design(Rhutasel) Construction	80% 0%	4 th Q 2014 2 nd Q 2015	Easement specifics are being worked out. Evaluating creek crossing options.
S. 42 nd Sidewalk	TBD	Design(RoundTable) Constuction	90% 0%	Oct. 2014 1 st Q 2015	Final plans are in for our review. Bidding this month.

WATER

Project	Cost	Work Phase	% Complete	Est. Compl. Date	Notes
Broadway Water Main Replacement 4 th – 14 th	1.25 M	Design(RoundTable) Construction	95% 0%	Oct. 2014 4 th Q 2015	Working through a few issues with IDOT on permit. Main placement is proving difficult
Main St. Water Main Replace. 2 nd – 14 th	1.65 M	Design(RoundTable) Construction	95% 0%	Oct. 2014 4 th Q 2015	Working through a few issues with IDOT on permit. Main placement is proving difficult.
Ambassador Road near new High School	200 T	Design(BMG) Construction	25% 0%	1 st Q 2015 3 rd Q 2015	Design is ongoing.

Ruble noted that the City must obtain a judgment order from the Circuit Court in order to place a pedestrian railroad crossing because it is considered a new crossing even though there is a road crossing and the railroad won't agree to a new crossing.

PARTIAL ROAD CLOSING

Hollmann presented for Council's consideration a Request for Permission to Partially Close 34th Street, Jamison and Water Tower Place on October 25, 2014 from 8:00 a.m. to 11:00 a.m. for the Illinois Alzheimer's Association 5k Color Walk/Run. Christy Simpson, RN, of the Mt. Vernon Health Care Center appeared. For more information on the event call 618-242-1064.

Council Member Lash made a motion Approve a Request for Permission to Partially Close 34th Street, Jamison and Water Tower Place on October 25, 2014 from 8:00 a.m. to 11:00 a.m. for the Illinois Alzheimer's Association 5k Color Walk/Run. Seconded by Council Member McEnaney. Yeas: Lash, McEnaney, and Piper. Absent: Wood and Chesley.

FY 2013-14 AUDIT REPORT

Greg Charlton and Jim Leuty of Krehbiel & Associates presented an outline of the fiscal year audit report for 2013-2014. Charlton noted that the City employees they work with on the audit are always accommodating.

Brief presentation of the City's Audit Report for April 30, 2014

Some highlights for the year:

Thank you to the Mayor and Council for giving us the opportunity to serve the City as their Auditors. Also, thanks to Merle Hollman and the Finance Department as well as the other city employees who were involved in the audit process for their cooperation and willingness to help with the Audit. This years' Audit as in the past years went very smooth.

Once again this year the City has received an unqualified Audit Opinion with no findings - This is the best that can be achieved. There are two Audit reports found in the Report, On Pages 1 to 3 is the Independent Auditors Report and Pg 86-87 is the report on compliance and internal Control. For 4/30/14 a single audit was not required since Federal grant expenditures were under \$500,000. Therefore, the Report on Compliance over OMB Circular A-133 was not required this year as in the past.

The Public Utilities Fund had a loss of (\$648,751). Included in that amount is \$1,093,220 of depreciation on capital assets leaving \$444,469 of income before depreciation expense. Net cash decreased by \$4,854,640 which is comprised of multiple items such as purchase of fixed assets \$406,284 (bond proceeds from 4/30/011 and 4/30/13 were used), purchase of investments \$4,102,500 (This amount was included as cash 4/30/13) and various other items such as payments on loans, collections on receivables, and payments on accounts payable. Operating and non-operating revenues helped to offset some of the expenditures. See Page 102 through 105 of the audit report. April 30, 2013 had an income of \$266,528. Included in that amount is \$1,037,141 of depreciation on capital assets leaving \$1,303,669 of income before depreciation expense. Net cash decreased by \$1,097,033 which is comprised of multiple items such as purchase of fixed assets (bond proceeds from 4/30/011 and 4/30/13 were used), and payments on loans. April 30, 2012, the Public Utilities Fund had a loss of (\$586,117). Of that amount, (\$952,100) is depreciation on capital assets leaving \$365,987. Net cash decreased by \$288,743 which was mainly due to capital asset purchases. *include to 50% of capital cost*

The Sanitation Fund has a net income of \$16,910, there was no depreciation included in this amount. Net cash increased by \$14,441. See pages 106 through 108 of the audit report. 4/30/13 had a net income of \$25,367, there was no depreciation included in this amount. Net cash decreased by (\$31,698). April 30, 2012, the Sanitation Fund had a net income of \$49,214, there was no depreciation included in this amount. Net cash increased by \$34,453.

TIF Downtown Fund provided \$212,914 worth of improvements to the downtown area during fiscal year 4/30/14. TIF Downtown Fund provided \$180,403 worth of improvements to the downtown area during fiscal year 4/30/13. TIF Downtown Fund provided \$394,222 worth of improvements to the downtown area in fiscal year 4/30/12. The Rt 15 and I 57 TIF and the Industrial Park TIF , in coming years, should provide needed improvements to their designated areas as T.I.F. receipts increase.

The Health Insurance fund showed an increase in net assets of \$62,591 4/30/14. The Health Insurance fund showed an increase in net assets of (\$41,810) 4/30/13. The Health Insurance fund showed an increase net assets of \$189,689 4/30/12. Medical claims were less than expected. The funds accumulated by the Health Insurance Fund in past years (in excess of \$700,000 since January 2008) can be used to offset future healthcare costs. The Health Insurance fund was established in January of 2008 in order to help the City control the cost of health care benefits for its employees. The Health Insurance fund is working as it should, saving the city money over the last 6 years.

During the year ended April 30, 2014, the Police Pension Fund investments experienced an increase in market value of \$659,388. During the year ended April 30, 2013, the Police Pension Fund investments experienced an increase in market value of \$716,034. During the year ended April 30, 2012, the Police Pension Fund investments experienced an increase in market value of \$18,043.

During the year ended April 30, 2014, the Firefighters Pension Fund investments experienced an increase in market value of \$955,715. During the year ended April 30, 2013, the Firefighters Pension Fund investments experienced an increase in market value of \$957,592. During the year ended April 30, 2012, the Firefighters Pension Fund investments experienced a decrease in market value of \$328,317.

Once again the City received an unqualified audit opinion with no findings which is the best that can be achieved.

The Department of insurance and the city contracted actuary use the Financial Statements from the Pension Funds along with other actuarial information to determine the property tax levy needed for each fund. A decline in investments will increase the amount of the property tax levies. Conversely, an increase in investments will decrease the property tax levies. However, this is only part of the equation. Disability pensions increase the amount of levy needed. A younger pensioner going out on disability will contribute less to the pension and draw more over his or her lifetime.

During the year ended 4/30/14, new accounting guidance was adopted, GASB statement 65, items previously reported as assets and liabilities. For the City, the major change as a result of this statement was bond issue costs that were being carried as an asset and being amortized over the life of the bonds are now required to be expensed when incurred. Prior year balances were restated to reflect this change. See Note 13 in the financial statements - page 74. There were \$795,770 of unamortized bond issue costs being carried on the books that were written off by restating the prior year balances.

This is a very detailed report with 139 pages. A few of the highlights of the report are:

Page #	Topic	Description
1 - 3	Report	Independent Auditors Report - Clean Opinion, wording and format changes over 4/30/13, no material changes
4-15	MD&A	"(MD&A = Management Discussion and Analysis)" This section of the report is a quick overview for the year and a comparison to the prior year.
8	Table A-1	"Total for City"
	Net Position:	<u>4/30/14</u> <u>4/30/13</u> <u>Increase / (Decrease)</u>
	Capital Assets	36,934,657 38,895,970 (1,961,313)
		Note that included in this balance is total capital assets less accumulated depreciation less associated debt. Since the bulk of the capital asset additions this year were purchased with prior year bond proceeds, the net effect of the additions on Investment in Capital Assets is very small. The bulk of this decrease is the current year depreciation expense.
	Restricted	172,154 159,519 12,635
	Unrestricted	11,155,832 9,039,017 2,116,815
	Total Net Position	<u>48,262,643</u> <u>48,094,506</u> <u>168,137</u>
9	Table A-2	"Total for City"
		<u>4/30/14</u> <u>4/30/13</u> <u>Increase / (Decrease)</u>
	Revenues	27,904,853 32,164,648 (4,259,795)
	Expenses	27,736,717 27,535,092 201,625
	Net Assets (Beg)	48,094,507 43,464,950 4,629,557
	Net Assets (End)	<u>48,262,643</u> <u>48,094,506</u> <u>168,137</u> (\$4,547,831)
		Major Increases / (Decreases) in revenue : Public Utilities Capital Contributions and Grants - Veterans Sanitary Sewer (\$644,192), Governmental Funds Grants - I.D.O.T., Continental Rail Spur, Safe Routes to School

Hollmann noted that the biggest highlight of the audit is the fact that the City anticipated and budgeted for a \$600,000.00 deficit in the General Corporate Fund and ended the fiscal year with a surplus of \$108,521.00. Revenues were slightly higher than expected but expenditures were held to an amount lower than anticipated.

Table A-3	"Total for City"		Increase / (Decrease)	Capital Asset Add's (Del's)	Depreciation Expense
	4/30/14	4/30/13			
Land	3,658,001	3,347,001	311,000	325,000	Some of the changes include : Lasalle Street (JCDC) \$150,000 donation, Lincoln Park \$160,000 donation, Various Lots
Buildings and improvements	16,053,596	16,246,569	(192,973)	(152,973)	Some of the changes include : Horace Mann Building was demolished (\$40,000), reclassified (\$253,172) from buildings to infrastructure
Equipment	11,308,601	11,015,596	293,005	293,005	Some of the changes include : Aquatics Facility \$154,935, Public Utilities - Roll off truck \$125,050
Infrastructure	67,763,347	60,840,018	6,923,329	6,923,329	Some of the changes include : Water Lines \$189,758, Sewer Lines \$92,845, Aquatic Zoo \$2,416,746, Armory Improvements \$584,708, Branding Project \$56,020, Multi-Use Trail \$287,192, Street Scape \$663,755, Sidewalks \$284,743, 42nd Street \$214,990, N 27th Street \$ 66,346, S 34th Street \$284,359, Perkins \$62,484, Veterans / Davidson \$314,378, Airport Road \$421,645, Safe Routes to School \$70,111, Dawson Park \$93,102, Veterans Park \$86,979
Total	98,783,545	91,449,184	7,334,361	7,388,361	2,708,037

14	Table A-4	"Total for City"		
		4/30/14	4/30/13	Increase / (Decrease)
	General obligation bonds	42,460,000	43,915,000	(1,455,000)
	Revenue bonds	0	0	0
	Compensated absences	354,966	383,969	(29,003)
	Other long-term debt			
		1,544,318	1,139,517	404,801
	Net Pension Obligation	368,949	311,729	57,220
	Net Other Post Employment Benefits Obligation	(59,359)	12,081	(71,440)
	Total	44,668,874	45,762,296	(1,093,422)

Fire truck & Roll Off Truck
Loans

16-26 Financial Statements These pages represent the Government Wide and Fund Financial Statements.

27-74 Notes These are the notes to the financial statements. These are a required part of the financial statements. These need to be reviewed along with the financial statements to be fully informed. The notes give more detail on certain items contained in the financial statements.

53 - 64 and 75 -82 Pension Analysis These charts show comparative analysis of IMRF, Police and Fire pension ratios.

Fire had 30 employee's receiving salary with an average age of 39 and 38 retirees currently receiving benefits .
Police had 45 employee's receiving salary with an average age of 39 and 33 retirees receiving benefits .

75-89 R.S.I. (RSI) = Required Supplementary Information - This information is a required part of the financial statements and like the notes, give more insight into the amounts contained in the financial statements.

90-91 Report **Report of Compliance & Internal Control** - No material instances of noncompliance, same as 4/30/13. There were no internal control reportable conditions or material weaknesses noted.

92-139 Supplemental Information Supplemental information contains combining schedules for the fund financial statements, comparative statements, and other information schedules.

Are there any questions about the report presented tonight?

If any questions do come up feel free to let us know and we can discuss them.

Thank you for your time tonight.

CITY ATTORNEY

City Attorney David Leggans presented for Council's consideration the Second Reading on Ordinance Authorizing Annexation of Property Located at the SW Corner of 34th and Veterans Memorial Drive. The Petitioning Party is Star Investment Group. This right of way is owned by Vic Cusumano who is looking to develop the property adjacent to the new hospital. An east/west road will be constructed on the property from the hospital to South 34th Street.

Council Member McEnaney made a motion to adopt Ordinance No. 2014-30 Authorizing Annexation of Property Located at the SW Corner of 34th and Veterans Memorial Drive. Seconded by Council Member Lash. Yeas: Lash, McEnaney, and Piper. Absent: Wood and Chesley.

City Attorney Leggans presented for Council's consideration the First Reading on Ordinance Declaring Certain Real Property as Surplus. Below is a list of city owned lots recently acquired through legal proceedings. Four of the five lots are vacant, having recently had the structures demolished. The fifth property has a residential dwelling that has potential to be sold and rehabilitated.

- Property ID # 477
Lot 1 in J.R. Allen's Subdivision of Lot 1, Block 5, in MT. Vernon Brick Company's Addition to the City of Mt. Vernon; Jefferson County, Illinois; commonly known as 1201 Forest, Mt. Vernon, Illinois; and having PIN 07-31-435-021

- Property ID #474
Lot 24 of Philo Gilbert's Addition to the City of Mt. Vernon, Jefferson County, Illinois; commonly known as 502 South 15th Street, Mt. Vernon, Illinois; and having PIN: 07-31-232-002
- Property ID #475
Lot 39 in Casey and Gilbert's Addition, except the coal underlying the surface, all situated in the City of Mt. Vernon, Jefferson County, Illinois; commonly known as 1112 Wescott, Mt. Vernon, Illinois; and having PIN: 07-32-351-016
- Property ID #478
Lot 309 in City Park Addition to the City of Mt. Vernon, Jefferson County, Illinois; commonly known as 1002 South 23rd Street, Mt. Vernon, Illinois; and having PIN: 07-31-331-002
- Property ID # 484
Lot 15 in Brookslan Heights Subdivision to the City of Mt. Vernon, Jefferson County, Illinois; commonly known as 2211 Casey Avenue and having PIN 07-31-126-009

FIRST READ ONLY.

City Attorney Leggans presented for Council's consideration the First Reading on Ordinance Declaring Certain Property as Surplus. Mike Shannon, Fleet Services Director, identified the following vehicles to be declared as surplus:

- #216 1993 Ford Crew Cab pickup VIN 2FTJW35M8PCB10930
- #311 1998 Jeep Cherokee VIN 1J4FJ2858WL226892
- Police Department 2005 Ford Explorer VIN IFMZU73WX5ZA07377

FIRST READ ONLY.

City Attorney Leggans presented for Council's consideration the First Reading on Ordinance Amending Article 13, Section 13.8 of the Revised Code of Ordinances Regarding Open Burning, as follows:

No person within the City of Mt. Vernon shall burn any leaves on any date or at any time, nor shall any person within the City of Mt. Vernon burn any landscape waste except (i) as hereinafter provided and (ii) except sticks, limbs, and logs as permitted within subparagraph (a) above on any date or at any time; provided, however, that in the event of an emergency or other special circumstance, the burning of landscape waste may be authorized for a definite period of time by the City Manager upon the written recommendation of the Fire Chief of the Mt. Vernon Fire Department, or by the Mayor by written declaration, or by the City Council by resolution. In addition, individuals who own five or more acres of contiguous property may burn landscape waste, excluding leaves, within the confines of their respective property, provided that only landscape waste which is generated from that property shall be burned; and individuals in possession of a valid permit issued by an agency of the State of Illinois or of the United States authorizing the burning of landscape waste may burn landscape waste in accordance with the terms of the permit.

Council Member McEnaney requested that the Second Read include restrictions regarding the time allowed to burn on large tracts of land.

FIRST READ ONLY.

City Attorney Leggans presented for Council's consideration a Resolution Authorizing Execution of Law Enforcement Mutual Aid Agreement and the Existence and Formation of the Illinois Law Enforcement Alarm System (ILEAS) by Intergovernmental Cooperation. Police Chief Chris Deichman advised that the ILEAS is a multi-jurisdictional group that is bound by a mutual aid contract. Officers from other departments would come to the City to assist in case of an emergency situation as part of this agreement. In turn, the City would send our officers to other jurisdictions if the need arises.

Council Member McEnaney made a motion to approve the Resolution Authorizing Execution of Law Enforcement Mutual Aid Agreement and the Existence and Formation of the Illinois Law Enforcement Alarm System (ILEAS) by Intergovernmental Cooperation. Seconded by Council Member Lash. Yeas: Lash, McEnaney and Piper. Absent: Wood and Chesley.

City Attorney Leggans presented for Council's consideration a Resolution Approving Change in Scope of Services with Heneghan and Associates Regarding Richview Road Sidewalk/Storm Sewer Project. The cost will be an additional \$9,000.00. The water line in question will be moved to the north side of the road.

Council Member Lash made a motion to approve a Resolution Approving Change in Scope of Services with Heneghan and Associates Regarding Richview Road Sidewalk/Storm Sewer Project. Seconded by Council Member McEnaney. Yeas: Lash, McEnaney and Piper. Absent: Wood and Chesley.

City Attorney Leggans presented for Council's consideration a Resolution Approving Execution of Financial Assistance Grant with the U.S. Department of Commerce E.D.A. Finance Director Hollmann advised that the City has been awarded a \$3.25 million grant which will enable the City, along with City funds, to provide for the construction of road, water and sewer infrastructure that serves a 100-acre industrial park in the City of Mt. Vernon. The City's share is \$4 million from the bonds issued in 2012. There are only 25 undeveloped acres left in the Rolland W. Lewis Industrial Park.

Council Member McEnaney made a motion to approve a Resolution Approving Execution of Financial Assistance Grant with the U.S. Department of Commerce E.D.A. Seconded by Council Member Lash. Yeas: Lash, McEnaney and Piper. Absent: Wood and Chesley.

City Attorney Leggans presented for Council's consideration a Resolution Requesting Authorization from the Illinois Department of Transportation for Temporary Closure of Certain Streets on December 6, 2014 for the Annual Christmas Parade.

Council Member Lash made a motion to approve a Resolution Requesting Authorization from the Illinois Department of Transportation for Temporary Closure of Certain Streets on December 6, 2014 for the Annual Christmas Parade. Seconded by Council Member McEnaney. Yeas: Lash, McEnaney and Piper. Absent: Wood and Chesley.

City Attorney Leggans presented for Council's consideration a Resolution Approving Electrical Service Agreement with Homefield Energy. The City entered into an extended agreement for electric service for City-owned buildings and facilities. This is not the residential rate charged to the citizens of Mt. Vernon.

Council Member McEnaney made a motion to adopt a Resolution Approving Electrical Service Agreement with Homefield Energy. Seconded by Council Member Lash. Yeas: Lash, McEnaney and Piper. Absent: Wood and Chesley.

City Attorney Leggans presented for Council's consideration an Inducement Resolution with D2 Development, LLC regarding Property Located Within the Downtown TIF District. David Null, a property developer from Birmingham, AL, is planning a new housing project to be located on the old Mt. Vernon Motel property. He plans to erect single family detached homes.

Council Member McEnaney made a motion to approve an Inducement Resolution with D2 Development, LLC regarding Property Located Within the Downtown TIF District. Seconded by Council Member Lash. Lash, McEnaney and Piper. Absent: Wood and Chesley.

City Attorney Leggans presented for Council's consideration a Resolution Approving Contract with Verizon Regarding Cell Phone Services.

Council Member Lash made a motion to adopt a Resolution Approving Contract with Verizon Regarding Cell Phone Services. Seconded by Council Member McEnaney. Yeas: Lash, McEnaney and Piper. Yeas: Wood and Chesley.

MAYOR

PROCLAMATION

WHEREAS, the City of Mt. Vernon, Illinois recognizes that no-community is immune from natural hazards whether it be earthquake, wildfire, flood, winter storms, drought, heat wave, or dam failure and recognizes the importance enhancing its ability to withstand natural hazards as well as the importance of reducing the human suffering, property damage, interruption of public services and economic losses caused by those hazards; and

WHEREAS, major earthquakes pose a particular, significant, and ongoing threat to the entire Mt. Vernon region; and

WHEREAS, the City has a responsibility to promote earthquake preparedness internally as well as with the public and plan appropriately for earthquake-related disasters; and

- WHEREAS, the protection of City employees will allow them to facilitate the continuity of government and assist the public following a major earthquake event; and

WHEREAS, community resiliency to earthquakes and other disasters depends on the preparedness levels of all stakeholders in the community -individuals, families, schools, community organizations, faith-based organizations, non-profits, businesses, and government; and

WHEREAS, by participating in The Great Central U.S. Shakeout on October 16, 2014, the City of Mt. Vernon, Illinois has the opportunity to join and support all Illinois residents in strengthening community and regional resiliency; and

WHEREAS, by supporting **The Great Central U.S. ShakeOut**, the City of Mt. Vernon, Illinois can utilize the information on www.ShakeOut.org/centralus to educate its residents regarding actions to protect life and property, including mitigating structural and non-structural hazards and participating in earthquake drills; and

WHEREAS, by registering at www.ShakeOut.org/centralus, City employees can participate in the **ShakeOut** "Drop, Cover, and Hold on" earthquake drill on October 16, 2014 at 10:16 a.m., and encourage the public, schools, businesses, and other community stakeholders to also register to participate.

NOW THEREFORE, BE IT RESOLVED THAT, the City of Mt. Vernon, Illinois hereby approves participating in the Great Central U.S. **ShakeOut** hereto by taking time to recognize and acknowledge the importance of preparing our City for the purposes of building a safer community and reducing the loss of lives and property from a major earthquake event by taking proactive steps today.

In witness whereof I here hereunto set my hand and caused the seal of this city be affixed.
Mayor Mary Jane Chesley

CITY COUNCIL

City Council made no comments.

VISITORS/CITIZENS REQUESTS/ADDRESSES FROM THE AUDIENCE

Diane Lentz resides on the east side of town. She appreciates the City Council reviewing the burn ban to allow for burning on large acreage.

Rex Cusumano appeared representing the Downtown Mt. Vernon Development Corporation and thanked the City and the developer for the housing project at the old Mt. Vernon Motel site.

Helen Hamilton, 625 Seville Dr., appeared to state that she owns three acres and she is concerned about not being able to burn fallen branches.

EXECUTIVE SESSION

No Executive Session was held.

ADJOURNMENT

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

The meeting was adjourned at 8:30 p.m.

Respectfully submitted,

Jerilee Hopkins
City Clerk