

**CITY OF MT. VERNON, ILLINOIS
CITY COUNCIL WORKSHOP MEETING
Monday, December 28, 2015**

The Mt. Vernon City Council met in a Workshop Meeting on Monday, December 28, 2015 at 4:00 p.m. at City Hall, 1100 Main Street, Council Chamber Room, 2nd Floor, Mt. Vernon, IL.

CALL TO ORDER

Roll call showed present: Council Members Jeff May, Dennis McEnaney, Donte Moore, Todd Piper and Mayor Mary Jane Chesley. Also present were Interim City Manager Mary Ellen Bechtel, Finance Director Merle Hollmann, and Assistant to the City Manager Nathan McKenna.

VISITORS/CITIZEN REQUEST/ADDRESSES FROM THE AUDIENCE

No visitors spoke at the meeting.

**Second Quarter Budget Review
(Six Month Budget Review)**

Merle Hollmann, Finance Director, presented the following spreadsheets:

**CITY OF MT. VERNON, ILLINOIS
FIRST 6 MONTHS BUDGET REVIEW
AS OF OCTOBER 31, 2015**

12/24/2015

Description	General Corporate Fund	Comments	Public Utilities Fund	Comments
Operating Cash Balance @ 4/30/2015	\$ 3,600,603		\$ 102,768	
Operating Cash Balance @ 8/31/2015	\$ 3,174,364	Extra payroll in May lowered cash by \$184,000	\$ 480,551	Extra payroll in May lowered cash by \$23,500
Operating Cash Balance @ 10/31/2015	\$ 2,839,554	Extra payroll in Oct lowered cash by \$368,000	\$ 404,885	Extra payroll in Oct lowered cash by \$47,000
Operating Working Fund Balance @ 4/30/2015	\$ 3,959,289	Projected in budget to be \$3,850,847	\$ 638,356	Projected in budget to be \$543,291
Operating Working Fund Balance @ 8/31/2015	\$ 3,945,406		\$ 614,840	
Operating Working Fund Balance @10/31/2015	\$ 3,697,689		\$ 645,882	CTA water usage may be over-estimated
Actual Revenues as % of Budget	50.5%	Should be 50.0%	50.4%	Should be 50.0%
Actual Expenditures as % of Budget	49.0%	Should be 50.0%	50.4%	Should be 50.0%
Originally Budgeted Operating Surplus(Deficit) FY 2015-2016	\$ (406,378)		\$ 38,393	
Originally Budgeted Transfer to Capital Projects Fund	\$ (434,763)		\$ -	
Total Originally Budgeted Operating Surplus(Deficit) FY 2015-2016	\$ (841,141)		\$ 38,393	
Actual Operating Surplus (Deficit) after 6 months	\$ (44,219)		\$ 7,526	
1/2 Budgeted Annual Transfer to Capital Projects	\$ (217,382)		\$ -	
Total Actual Operating Surplus (Deficit) after 6 months	\$ (261,600)		\$ 7,526	

Hollmann stated that the general corporate fund (comprised of mostly sales tax) reflects actual revenues at 50.5% of budgeted and actual expenditures are at 49.0%. The originally budgeted operating surplus/deficit is (\$406,378) and the actual operating surplus/deficit after the second quarter is (\$44,219) which is lower than expected. May inquired as to how much of the City's revenues go through the State's coffers.

Again there was discussion regarding the large amount of overtime being worked by City employees and specifically the Fire Department and the need to develop a plan for reducing these costs.

2015-2016 OVERTIME BUDGET	
DEPARTMENT	AMOUNT
Parks	\$ 3,750.00
Finance	\$ 4,000.00
Police	\$ 211,150.00
Fire	\$ 400,000.00
Public Works	\$ 35,000.00
Public Utilities	\$ 65,000.00
Fleet Services	\$ 11,000.00
Aquatic Zoo	\$ 3,500.00
Tourism	\$ 2,400.00
TOTAL	\$ 735,800.00

The public utilities fund reflects the actual revenues are at 50.4% and actual expenditures are at 50.4%. The originally budgeted operating surplus/deficit is \$38,393 and the actual operating surplus/deficit after the second quarter is \$7,526.

MULTI-YEAR COMPARISON OF 1% SALES TAX

LIABILITY MONTH	MONTH RECEIVED	FY 2007-2008	FY 2008-2009	FY 2009-2010	FY 2010-2011	FY 2011-2012	FY 2012-2013	FY 2013-2014	FY 2014-2015	FY 2015-2016	MONTHLY PERCENTAGE COMPARISON OF MOST RECENT YR TO
											PREVIOUS YEAR
APRIL	JULY	\$438,632.50	\$407,794.29	\$418,967.94	\$403,299.10	\$438,054.71	\$413,345.85	\$417,313.89	\$446,544.55	\$453,501.72	1.6%
MAY	AUGUST	\$437,823.02	\$417,753.35	\$428,603.92	\$434,046.32	\$425,073.52	\$462,490.66	\$451,599.76	\$462,605.32	\$464,125.16	0.3%
JUNE	SEPTEMBER	\$438,349.79	\$437,964.93	\$435,429.82	\$473,792.37	\$471,145.49	\$450,682.91	\$449,115.95	\$471,678.09	\$481,928.07	2.2%
JULY	OCTOBER	\$415,210.14	\$408,698.43	\$400,426.58	\$433,021.47	\$475,730.14	\$431,115.53	\$439,482.29	\$468,015.09	\$467,011.54	-0.2%
AUGUST	NOVEMBER	\$391,587.50	\$400,432.01	\$406,111.58	\$422,792.11	\$440,940.37	\$431,643.75	\$427,230.95	\$463,591.46	\$457,652.17	-1.3%
SEPTEMBER	DECEMBER	\$404,666.14	\$417,077.49	\$390,092.87	\$422,938.76	\$430,482.03	\$424,995.71	\$423,086.66	\$455,783.48	\$436,302.03	-4.3%
OCTOBER	JANUARY	\$365,561.57	\$361,403.50	\$392,603.66	\$403,217.32	\$423,053.79	\$403,469.31	\$411,730.30	\$439,598.77	\$0.00	-100.0%
NOVEMBER	FEBRUARY	\$394,892.50	\$379,219.69	\$391,284.53	\$388,891.92	\$482,427.64	\$434,126.45	\$429,370.49	\$449,715.77	\$0.00	-100.0%
DECEMBER	MARCH	\$481,086.33	\$473,037.77	\$521,162.57	\$528,918.62	\$578,423.02	\$527,102.34	\$516,248.25	\$554,323.37	\$0.00	-100.0%
JANUARY	APRIL	\$356,690.15	\$328,298.84	\$360,605.42	\$367,556.57	\$402,637.47	\$393,061.21	\$376,020.98	\$413,605.65	\$0.00	-100.0%
FEBRUARY	MAY	\$349,526.38	\$351,788.39	\$389,515.00	\$408,084.47	\$432,826.88	\$391,809.94	\$409,135.29	\$402,685.75	\$0.00	-100.0%
MARCH	JUNE	\$419,798.42	\$396,569.80	\$415,972.00	\$444,939.91	\$486,526.94	\$431,162.08	\$460,339.39	\$468,445.96	\$0.00	-100.0%
ANNUAL TOTALS		\$4,893,824.44	\$4,780,038.49	\$4,950,775.89	\$5,131,498.94	\$5,487,322.00	\$5,195,005.74	\$5,210,674.20	\$5,496,593.26	\$2,760,520.69	
% INCREASE/(DECREASE) OVER PREVIOUS YEAR			-2.3%	3.6%	3.7%	6.9%	-5.3%	0.3%	5.5%		
YEAR-TO-DATE AMOUNTS									\$2,768,217.99	\$2,760,520.69	
% INCREASE/(DECREASE) OVER PREVIOUS YEAR-TO-DATE										-0.3%	
% INCREASE/(DECREASE) OVER CURRENT YEAR-TO-DATE BUDGET										-0.3%	
TOTAL BUDGET FOR CURRENT YEAR									\$5,497,000.00		

The 1% sales tax reflects a -0.3% decrease over the previous year to date and a -0.3% decrease over current year to date budget.

MULTI-YEAR COMPARISON OF 1% HOME RULE SALES TAX

LIABILITY MONTH	MONTH RECEIVED	FY 2007-2008	FY 2008-2009	FY 2009-2010	FY 2010-2011	FY 2011-2012	FY 2012-2013	FY 2013-2014	FY 2014-2015	FY 2015-2016	MONTHLY PERCENTAGE COMPARISON OF MOST RECENT YR TO
											PREVIOUS YEAR
APRIL	JULY	\$297,006.70	\$275,753.11	\$266,099.80	\$301,146.94	\$315,948.25	\$301,330.71	\$290,518.85	\$303,214.02	\$307,763.98	1.5%
MAY	AUGUST	\$312,168.52	\$296,874.22	\$297,474.87	\$302,600.21	\$313,862.01	\$320,847.45	\$316,153.60	\$318,543.12	\$312,410.24	-1.9%
JUNE	SEPTEMBER	\$295,592.70	\$314,824.22	\$309,316.91	\$318,679.07	\$330,904.19	\$321,667.13	\$317,664.36	\$327,368.99	\$330,632.84	1.0%
JULY	OCTOBER	\$278,212.22	\$287,489.38	\$277,586.84	\$303,422.24	\$313,659.63	\$294,773.90	\$299,893.82	\$308,231.89	\$303,531.20	-1.5%
AUGUST	NOVEMBER	\$268,153.24	\$270,784.81	\$279,518.79	\$297,739.31	\$309,213.30	\$301,317.68	\$292,853.90	\$303,530.00	\$299,817.54	-1.2%
SEPTEMBER	DECEMBER	\$278,745.89	\$284,427.11	\$279,605.67	\$316,875.03	\$302,637.83	\$306,524.18	\$295,054.52	\$301,555.73	\$291,681.83	-3.3%
OCTOBER	JANUARY	\$254,649.67	\$258,565.22	\$293,164.49	\$272,788.62	\$296,529.37	\$280,437.17	\$281,033.82	\$300,200.89	\$0.00	-100.0%
NOVEMBER	FEBRUARY	\$284,400.15	\$261,073.92	\$283,192.14	\$297,492.65	\$306,433.22	\$305,744.52	\$302,881.22	\$306,622.74	\$0.00	-100.0%
DECEMBER	MARCH	\$341,627.86	\$335,098.58	\$386,348.58	\$379,094.14	\$414,084.63	\$376,032.51	\$359,300.40	\$375,241.65	\$0.00	-100.0%
JANUARY	APRIL	\$236,642.22	\$215,207.54	\$245,779.54	\$244,906.39	\$275,478.80	\$260,799.71	\$259,218.08	\$262,046.52	\$0.00	-100.0%
FEBRUARY	MAY	\$235,609.28	\$227,547.61	\$269,925.78	\$261,457.66	\$297,324.87	\$270,192.20	\$269,820.24	\$275,056.26	\$0.00	-100.0%
MARCH	JUNE	\$287,445.05	\$281,697.64	\$309,470.36	\$321,441.71	\$341,993.90	\$308,803.26	\$317,723.46	\$300,719.02	\$0.00	-100.0%
ANNUAL TOTALS		\$3,370,253.50	\$3,309,343.36	\$3,497,483.77	\$3,617,643.97	\$3,818,070.00	\$3,648,470.42	\$3,602,116.27	\$3,682,330.83	\$1,845,837.63	
% INCREASE/(DECREASE) OVER PREVIOUS YEAR			-1.8%	5.7%	3.4%	5.5%	-4.4%	-1.3%	2.2%		
YEAR-TO-DATE AMOUNTS									\$1,862,443.75	\$1,845,837.63	
% INCREASE/(DECREASE) OVER PREVIOUS YEAR-TO-DATE											-0.9%
% INCREASE/(DECREASE) OVER CURRENT YEAR-TO-DATE BUDGET											-0.7%
TOTAL BUDGET FOR CURRENT YEAR											\$3,674,000.00

The 1% home rule sales tax reflects a -0.9% decrease over the previous year to date and a -0.7% decrease over current year to date budget.

MULTI-YEAR COMPARISON OF STATE INCOME TAX

LIABILITY MONTH	MONTH NORMALLY RECEIVED										MONTHLY PERCENTAGE COMPARISON OF MOST RECENT YR TO PREVIOUS YEAR
		FY 2007-2008	FY 2008-2009	FY 2009-2010	FY 2010-2011	FY 2011-2012	FY 2012-2013	FY 2013-2014	FY 2014-2015	FY 2015-2016	
MAY	JUNE	\$135,791.44	\$132,441.18	\$105,801.91	\$85,731.11	\$91,194.53	\$100,923.46	\$88,556.52	\$86,004.56	\$113,725.06	32.2%
JUNE	JULY	\$134,455.49	\$146,614.36	\$115,195.26	\$120,486.27	\$118,137.36	\$129,600.09	\$135,629.35	\$142,340.26	\$160,459.37	12.7%
JULY	AUGUST	\$80,706.45	\$85,489.27	\$78,414.98	\$78,991.23	\$81,274.76	\$81,325.49	\$84,266.52	\$83,035.22	\$93,117.52	12.1%
AUGUST	SEPTEMBER	\$82,786.63	\$82,191.89	\$74,873.29	\$81,008.07	\$78,230.17	\$80,668.15	\$82,208.52	\$81,199.62	\$88,689.06	9.2%
SEPTEMBER	OCTOBER	\$141,043.05	\$146,184.36	\$115,377.48	\$117,736.10	\$124,252.62	\$127,018.33	\$143,426.11	\$144,884.06	\$155,874.90	7.6%
OCTOBER	NOVEMBER	\$90,655.69	\$91,299.79	\$86,929.99	\$88,606.87	\$79,131.47	\$95,975.85	\$94,960.68	\$97,679.95	\$102,777.46	5.2%
NOVEMBER	DECEMBER	\$82,614.41	\$71,115.00	\$68,332.20	\$97,994.34	\$74,505.64	\$79,205.29	\$75,796.33	\$73,449.17	\$0.00	-100.0%
DECEMBER	JANUARY	\$121,894.77	\$120,088.84	\$120,113.55	\$111,720.59	\$110,695.55	\$122,776.91	\$140,362.22	\$124,447.23	\$0.00	-100.0%
JANUARY	FEBRUARY	\$180,126.77	\$150,993.48	\$127,300.04	\$138,061.74	\$127,626.00	\$144,932.41	\$148,960.15	\$185,675.95	\$0.00	-100.0%
FEBRUARY	MARCH	\$96,167.28	\$81,833.38	\$78,769.09	\$68,859.84	\$85,146.93	\$81,268.69	\$85,079.83	\$81,000.64	\$0.00	-100.0%
MARCH	APRIL	\$138,804.26	\$126,335.83	\$122,886.82	\$118,461.84	\$132,205.69	\$141,117.32	\$148,780.08	\$165,526.86	\$0.00	-100.0%
APRIL	MAY	\$247,759.51	\$198,151.03	\$160,781.69	\$151,351.48	\$191,959.11	\$260,658.72	\$230,903.16	\$273,849.20	\$0.00	-100.0%
ANNUAL TOTALS		\$1,532,805.75	\$1,432,738.41	\$1,254,776.30	\$1,259,009.48	\$1,294,359.83	\$1,445,470.71	\$1,458,929.47	\$1,539,092.72	\$714,643.37	
% INCREASE/(DECREASE) OVER PREVIOUS YEAR			-6.5%	-12.4%	0.3%	2.8%	11.7%	0.9%	5.5%		
YEAR-TO-DATE AMOUNTS									\$635,143.67	\$714,643.37	
% INCREASE/(DECREASE) OVER PREVIOUS YEAR-TO-DATE											12.5%
% INCREASE/(DECREASE) OVER CURRENT YEAR-TO-DATE BUDGET											14.2%
TOTAL BUDGET FOR CURRENT YEAR											\$1,516,300.00

The state income tax reflects a 12.5% increase over the previous year to date and 14.2 over the current year to date budget.

MULTI-YEAR COMPARISON OF 1% FOOD & BEVERAGE TAX

LIABILITY MONTH	MONTH RECEIVED	FY 2008-2009	FY 2009-2010	FY 2010-2011	FY 2011-2012	FY 2012-2013	FY 2013-2014	FY 2014-2015	FY 2015-2016	MONTHLY PERCENTAGE COMPARISON OF MOST RECENT YR TO PREVIOUS YEAR
MAY	JUNE	\$0.00	\$52,173.48	\$51,984.89	\$53,431.26	\$55,941.74	\$55,016.59	\$59,449.66	\$61,842.12	4.0%
JUNE	JULY	\$0.00	\$52,587.38	\$53,553.00	\$55,311.76	\$57,007.91	\$55,739.07	\$59,626.69	\$61,326.61	2.9%
JULY	AUGUST	\$0.00	\$53,740.05	\$56,331.70	\$56,952.71	\$58,535.21	\$56,476.53	\$60,654.61	\$65,094.89	7.3%
AUGUST	SEPTEMBER	\$0.00	\$49,786.13	\$51,913.22	\$51,639.74	\$53,341.64	\$53,583.57	\$57,701.87	\$57,582.89	-0.2%
SEPTEMBER	OCTOBER	\$44,937.33	\$47,965.69	\$49,855.08	\$50,904.20	\$51,409.11	\$50,894.92	\$53,601.81	\$55,028.11	2.7%
OCTOBER	NOVEMBER	\$47,160.70	\$47,527.07	\$51,934.25	\$52,967.75	\$52,273.79	\$52,766.25	\$57,824.71	\$57,903.87	0.1%
NOVEMBER	DECEMBER	\$44,302.56	\$46,293.72	\$47,859.34	\$49,616.58	\$51,850.49	\$51,823.90	\$54,204.42	\$0.00	-100.0%
DECEMBER	JANUARY	\$50,190.78	\$51,581.89	\$51,328.06	\$56,104.83	\$55,142.56	\$54,470.96	\$60,440.50	\$0.00	-100.0%
JANUARY	FEBRUARY	\$44,330.02	\$43,272.06	\$46,652.08	\$48,894.45	\$48,132.94	\$47,953.78	\$55,320.51	\$0.00	-100.0%
FEBRUARY	MARCH	\$44,312.69	\$44,678.87	\$48,102.53	\$50,648.69	\$47,777.56	\$48,965.27	\$51,488.20	\$0.00	-100.0%
MARCH	APRIL	\$51,078.09	\$53,121.79	\$55,415.20	\$56,689.52	\$55,674.40	\$57,282.05	\$60,086.57	\$0.00	-100.0%
APRIL	MAY	\$48,415.31	\$50,362.97	\$53,439.17	\$53,664.82	\$52,697.81	\$55,738.21	\$60,435.50	\$0.00	-100.0%
ANNUAL TOTALS		\$ 374,727.48	\$ 593,091.10	\$ 618,368.52	\$ 636,826.31	\$ 639,785.16	\$640,711.10	\$690,835.05		
% INCREASE/(DECREASE) OVER PREVIOUS YEAR			N/A	4.3%	3.0%	0.5%	0.1%	7.8%		
YEAR-TO-DATE AMOUNTS								\$348,859.35	\$358,778.49	
% INCREASE/(DECREASE) OVER PREVIOUS YEAR-TO-DATE										2.8%
% INCREASE/(DECREASE) OVER CURRENT YEAR-TO-DATE BUDGET										4.3%
TOTAL BUDGET FOR CURRENT YEAR										\$679,100.00

The 1% food and beverage tax reflects a 2.8% increase over the previous year to date and a 4.3% increase over the current year to date budget.

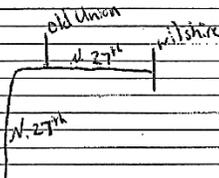
MULTI-YEAR COMPARISON OF 2 CENT DIESEL FUEL TAX

LIABILITY MONTH	MONTH RECEIVED	FY 2008-2009	FY 2009-2010	FY 2010-2011	FY 2011-2012	FY 2012-2013	FY 2013-2014	FY 2014-2015	FY 2015-2016	MONTHLY PERCENTAGE COMPARISON OF MOST RECENT YR TO PREVIOUS YEAR
MAY	JUNE	\$ -	\$44,956.14	\$42,481.78	\$44,469.25	\$50,555.76	\$38,162.90	\$49,318.57	\$55,289.58	12.1%
JUNE	JULY	\$ -	\$44,271.60	\$43,858.75	\$49,235.44	\$45,691.76	\$42,513.76	\$50,002.36	\$51,289.33	2.6%
JULY	AUGUST	\$ -	\$48,356.97	\$43,664.78	\$52,047.12	\$44,124.71	\$42,604.36	\$47,088.17	\$50,806.23	7.9%
AUGUST	SEPTEMBER	\$ -	\$48,257.63	\$46,562.85	\$55,674.53	\$51,649.65	\$45,667.18	\$49,543.81	\$52,598.42	6.2%
SEPTEMBER	OCTOBER	\$ 41,699.35	\$39,982.79	\$42,849.95	\$57,119.32	\$53,891.83	\$44,625.02	\$47,738.59	\$48,949.84	2.5%
OCTOBER	NOVEMBER	\$ 40,017.17	\$45,626.51	\$44,091.34	\$63,650.16	\$56,263.85	\$51,714.83	\$49,678.69	\$45,108.47	-9.2%
NOVEMBER	DECEMBER	\$ 38,663.83	\$38,496.21	\$39,368.93	\$51,024.36	\$51,672.71	\$44,035.82	\$44,046.25	\$0.00	-100.0%
DECEMBER	JANUARY	\$ 42,410.22	\$40,098.65	\$39,068.57	\$44,535.53	\$43,086.48	\$44,073.82	\$50,249.33	\$0.00	-100.0%
JANUARY	FEBRUARY	\$ 44,873.26	\$41,467.93	\$39,917.18	\$56,527.45	\$49,033.03	\$49,307.61	\$56,233.51	\$0.00	-100.0%
FEBRUARY	MARCH	\$ 43,309.82	\$38,822.94	\$39,645.89	\$59,002.60	\$45,940.28	\$40,906.36	\$52,516.77	\$0.00	-100.0%
MARCH	APRIL	\$ 44,857.83	\$42,337.17	\$48,332.25	\$53,950.81	\$50,625.63	\$51,948.14	\$59,283.18	\$0.00	-100.0%
APRIL	MAY	\$ 43,256.89	\$42,170.51	\$46,039.74	\$53,296.61	\$46,269.55	\$48,856.75	\$56,927.87	\$0.00	-100.0%
ANNUAL TOTALS		\$ 339,088.37	\$ 514,845.05	\$515,882.01	\$640,533.18	\$588,805.24	\$544,416.55	\$612,627.10	\$304,041.87	
% INCREASE/(DECREASE) OVER PREVIOUS YEAR			N/A	0.2%	24.2%	-8.1%	-7.5%	12.5%		
YEAR-TO-DATE AMOUNTS								\$ 293,370.19	\$ 304,041.87	
% INCREASE/(DECREASE) OVER PREVIOUS YEAR-TO-DATE ACTUAL										3.6%
% INCREASE/(DECREASE) OVER CURRENT YEAR-TO-DATE BUDGET										8.0%
TOTAL BUDGET FOR CURRENT YEAR										\$ 587,900.00

The 2 cent diesel fuel tax reflects a 3.6% increase over the previous year to date and an 8.0% increase over the current year to date budget.

Discussion on North 27th Street Project

Brad Ruble, City Engineer, appeared to discuss the North 27th Street project. Bechtel received inquiries about installing sanitary sewer along North 27th Street which is not part of this project. She proposed to not include all of North 27th Street from Old Union to Wilshire in this reconstruction project because in the future when/if sanitary sewer is installed, it will be located under the street/sidewalk due to the limited width of the roadway thereby causing damage to a new street. Bechtel suggested dividing the project into phases and completing the portion from Richview Road to Old Union Road at this time for the sum of \$1,724,558.00 plus engineering costs.

SPEC. PROV. SPECIALTY ITEM	CODE NO.	ITEM DESCRIPTION	UNIT	TOTAL QUANTITY	UNIT COST	TOTAL COST
	Z0013798	CONSTRUCTION LAYOUT	L SUM	1	\$ 60,000.00	\$ 60,000
*	Z0056611	STORM SEWER (WATER MAIN REQUIREMENTS) 16 INCH	FOOT	583	\$ 40.00	\$ 23,320
*	Z0056612	STORM SEWER (WATER MAIN REQUIREMENTS) 18 INCH	FOOT	68	\$ 50.00	\$ 2,900
<i>North 27th & Old Union Roadway</i>						
						
						Page 1 \$ 422,785.25
						Page 2 \$1,212,423.90
						Page 3
						Page 4 \$ 308,834.00
						Page 5 \$ 449,343.00
		<i>Richview to Old Union Rd: \$1,724,558.00</i>				Page 6 \$ 86,220.00
		<i>Old Union Rd to Wilshire: \$1,102,586.55</i>				Project \$2,827,145.65
		<i>Design Cost: \$290,000 + 71,500 = \$361,500 (\$311,127 already Incurred)</i>				
		<i>Total Estimated Cost 3,188,644.55</i>				
		<i>2012 Bond Proceeds = 2,540,000.00</i>				<i>(Allocation to Proj)</i>
		<i>Over Budget \$648,644.55</i>				

Council Member Moore questioned spending \$2 million on North 27th Street when 44th Street has the same issues and needs to be reconstructed for economic development, as well as stop lights on 42nd Street and Veterans. Bechtel cited that North 27th has a terrible pitch to it with deep ditches on the sides and heavily traveled with one thousand cars per day. Council Member May stated that the City should wait to spend this amount of money until there is a workable, realistic, comprehensive plan on how to fund repairs to the City's infrastructure. Ruble noted that the City has paid \$311,127.00 on engineering and design which is nearly complete. Revenue bond funds used to pay for this project must be expended before October, 2017. Council Member McEnaney stated this project has been planned for some years, engineering is nearly complete, it is a priority for Department Directors, it is a safety issue and also supports tourism for Cedarhurst and the Historical Village. He agrees that the project should be phased in and divert that money to South 44th Street. Council Member Piper agrees that North 27th Street is a priority, and a portion of the North 27th Street project funds should be diverted to the South 44th Street project. He agrees that a plan for future revenues and a review of the Comprehensive Plan for future revenues to needed.

Bechtel noted that replacing the water line on South 44th Street is estimated to cost approximately \$200,000.00. Overlaying the road will cost approximately \$300,000.00 so that a portion of the previous funds ear-marked for the entire North 27th Street may be used on 44th Street from Broadway and south.

Council agreed to gather more information on the priority of City projects with further discussion to be held at the next City Council Workshop Meeting scheduled on Monday, January 25, 2016 at 4:00 p.m. at City Hall.

EXECUTIVE SESSION

No Executive Session.

ADJOURNMENT

Council Member McEnaney made a motion to adjourn. The motion was seconded by Council Member May. Yeas: May, McEnaney, Moore, Piper and Chesley.

The Workshop Meeting adjourned at 5:10 p.m.

Respectfully submitted,

Jerilee Hopkins
City Clerk