

## CITY COUNCIL WORKSHOP MINUTES

### CITY COUNCIL WORKSHOP: FY13 Capital Improvements Program

**Date:** January 23, 2012

**Place:** Municipal Center – Council Chambers

**Councilmen Present:** Councilman Doug Krause, Councilman Judy Brodhead, Councilman Steve Chirico, Councilman Paul Hinterlong, Councilman Robert Fieseler, Councilman Kenn Miller, Councilman Grant Wehrli, and Councilman Joseph McElroy

Mayor A. George Pradel was absent. Councilman Fieseler served as Mayor Pro Temp for this workshop.

**Staff Present:** Doug Krieger, (City Manager), Bob Marshall (Asst. City Manager), Karen DeAngelis (Director of Finance), Chris Smith (Assistant Finance Director), David Dial (Police Chief), Marcie Schatz (Director of TED), Margo Ely (City Attorney), Mark Puknaitis (Fire Chief), Dick Dublinski (Director of DPW), Jim Holzapfel (Director of Water/Wastewater), and Mark Curran (Director of Electric Utilities)

Call to order by Councilman Fieseler at 5:00 P.M. Overview by Doug Krieger.

Doug presented an overview of FY13 and beyond CIP projects. He highlighted that for FY13 CIP projects, it is to be funded by reallocating prior year bond funds and will not require the issuance of new debt.

Karen presented workshop agenda and materials

#### Financial GAP Update

Budget Gap projection at the December workshop was projected at under \$900K , and has now been reduced to just \$400K. Staff will look to close the gap by April.

#### CIP Highlights

- Five Year CIP Program Total \$272 million.
- FY13 CIP Program Total 42.7 million
  - \$25.7 million for General Corporate
  - \$17.0 million for Utilities –

The CIP presented is 20% lower than FY12 program and less than half of FY09 program.

#### Unfunded Strategy – FY13

Total Unfunded is \$13.1 million; \$7.6 million for General Corporate and \$5.5 million for Water/Wastewater. The General Corporate unfunded is declining as new information becomes available regarding alternate funding sources and the actual timing of projects. Funding is already available to cover most of current unfunded by using remaining prior

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bond funds and balances in the debt service fund. Staff will monitor CIP closely and update Council before the summer construction season and will include a discussion of refunding opportunities at that time. For the Water/Wastewater the unfunded is consistent with the rate study that was presented to City Council.

Debt Projections

The current debt projections presented reflect no incremental borrowing to fund FY13 capital projects. In addition, staff is recommending to reallocate debt by transferring prior borrowing to Water/Wastewater FY13 capital projects.

TED-Marcie Schatz and Bill Novack

Priority continues to focus in maintenance of the current infrastructure.

Current changes:

- BR017- Bridge for Relocated 95th St. over DuPage River; pushed out 1 year
- TC218-95th St and Knoch Knolls Rd Traffic Signal. Pushed out 1 year

Highlights:

- SW011- Huffman/Steeple Run Watershed Improvements; final year for this project.
- SC190- 248th Street. Split into FY14 and FY15
- BR028 – Columbia St Bridge Rehabilitation. Need to do it in FY13.

Riverwalk-Bill Novack

- PA043- Elevator Replacement in Moser Tower.
- PA042- Riverbank Retaining Wall Assessment. Assess for deterioration.
- PA044 – Construct/Replace Retaining Walls. This project is a placeholder PA042 after the retaining wall assessment.

Naper Settlement-Peggy Frank

- NS044-Life Safety and Security Improvements- Savings in this project allowed Naper Settlement to absorb the FY13 expenditures of \$35k into FY12.

Library- Julie Rothenfluh

- LB016-Nichols Roof Replacement
- LB017-Naper Blvd. Roof Repair

The age of the roof at Nichols Library and Naper Blvd. Library are about 26 and 20 years old respectively. The roofs are not in good condition and deferral of these projects could cause structural damage.

Fire- Chief Mark Puknaitis

MB096-Training Facility Refurbishment. This project was deferred in previous years. This training facility refurbishment is needed to support training internal city training, and is not dependent on a decision regarding the establishment of a Training Academy as discussed in a previous workshop.

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Police- Chief David Dial

- EQ037-InCar Camera. Funds will be paid for out of the DUI tech fees over the next 5 years
- MB169-Upgrade to Police Firing Range. There is the future potential to generate revenue from outside entities for their usage of the facility. There is a contract and charges involved in the use of Kane County range.

Admin and IT- Larry Gunderson and Nadja Lalvani

- CE120 – Downtown Wireless Network Infrastructure Replacement. Wireless is required so that the City can receive a signal from the Security Cameras
- EG006- Emergency Notification System Replacement. The project came out of the strategic initiative. It anticipates a system similar to that used by the school systems.
- LR076 – Security Cameras. This project will use existing system and add to, as well as enhance, the current system.
- EG004 – City Website Redesign. This project was already pushed out 1 year

Public Works- Dick Dublinski

- CE084 – Stormwater Asset Management and Master Plan
- PA040 – Emerald Ash Borer Removal and Replacement Program. Discussion regarding the issues on hand and the removal of trees in the area. 5 yr total program cost is expected at about \$4 million, \$2 million capital and \$2 million in the operating budget. After 5 or 6 years it is expected that the EAB will be under control.

Electric-Mark Curran

- EQ039 – Security Cameras-Electric Utility. This is a new project.
- EU69 and EU77 are 2 recurring projects
  - EU77 – Smartgrid Initiative Project. This project is scheduled to be completed in FY13

In FY12, borrowed \$6 mil for Smartgrid and \$5 mil for Rte 59 Electric Poles Relocation. No borrowing is required for FY13 projects.

Water/Wastewater-Jim Holzapfel

Water and Wastewater CIP is at \$8.5 million per year for the next five years, which represents the commitment made to City Council several years ago.

- WWU39- SWRC Influent Headworks Upgrade and Improvements.
- WU29 – Emergency Standby Well Rehabilitation. This is a policy issue that needs Council approval. City is roughly 20 years using Lake Michigan water. There are 8 wells (7 deep wells and 1 shallow well) that meets minimal use requirement with

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1 well that is out of service. City's agreement with DuPage Water commission ends in 2024, renewed in 10 year increments. The plan on this project is to work on 1 well each year; rehab the out of service well and recondition the 7 wells. The projected \$1 million of investment over the 5 years will provide roughly 20 years of life on these wells. Monthly testing of water quality will continue to ensure wells are in compliance.

- o Well#9 under Park District ownership but still connected to our system – know the contingency plan and capabilities.

Wrap Up – Karen DeAngelis

Appreciation expressed for all of the hard work in each Department to develop and refine a quality CIP request. The quality is evident from the speed at which Council was able to review the program, and the full support for all the projects staff included in the request.

Meeting adjourned at 7:39 P.M.