

Five Year Capital Expenditure Budget 2016 – 2020

City Council Presentation - August 17, 2015

2016 Budget Schedule

TARGET

<u>DATE</u>	<u>BUDGET ACTIVITY</u>
05-26-15	City Mgr. memo to Mayor/City Council regarding budget and budget schedule.
05-26-15	Five Year Capital Exp. Budget (CEB) worksheets distributed to departments.
06-22-15	Five Year CEB due to Finance Department.
06-22-15	Operating budget worksheets and guidelines delivered to department heads.
06-22-15	Mayor/City Council message to City Mgr. regarding budget goals for 2016.
08-03-15	Preliminary Five Year CEB distributed to Mayor and City Council.
08-10-15	Operating budgets due to City Manager.
08-17-15	City Council reviews Five Year Capital Expenditure Budget.

* City Council action required.

Five-Year Capital Expenditure Budget Objective.....

**To identify and create a comprehensive plan for
the long-range major capital expenditures
necessary to maintain or develop the physical
assets of the City.**

Capital Expenditures Are Identified As.....

Those expenditures of \$25,000 or more that result in the acquisition or construction of fixed assets intended to be held or used for a period of ten years or more.

Expenditure Classifications:

- **I - Essential to maintain current level of service;**
- **II - Necessary to comply with state or federally mandated standards;**
- **III - Replacement/renovation of existing obsolete/deteriorating facilities;**
- **IV - Improve the safety of citizens and/or employees;**
- **V - Result in increased productivity or reduced energy consumption; consistent with Sustainability Policy;**
- **VI - Contribute to the economic development of the City.**

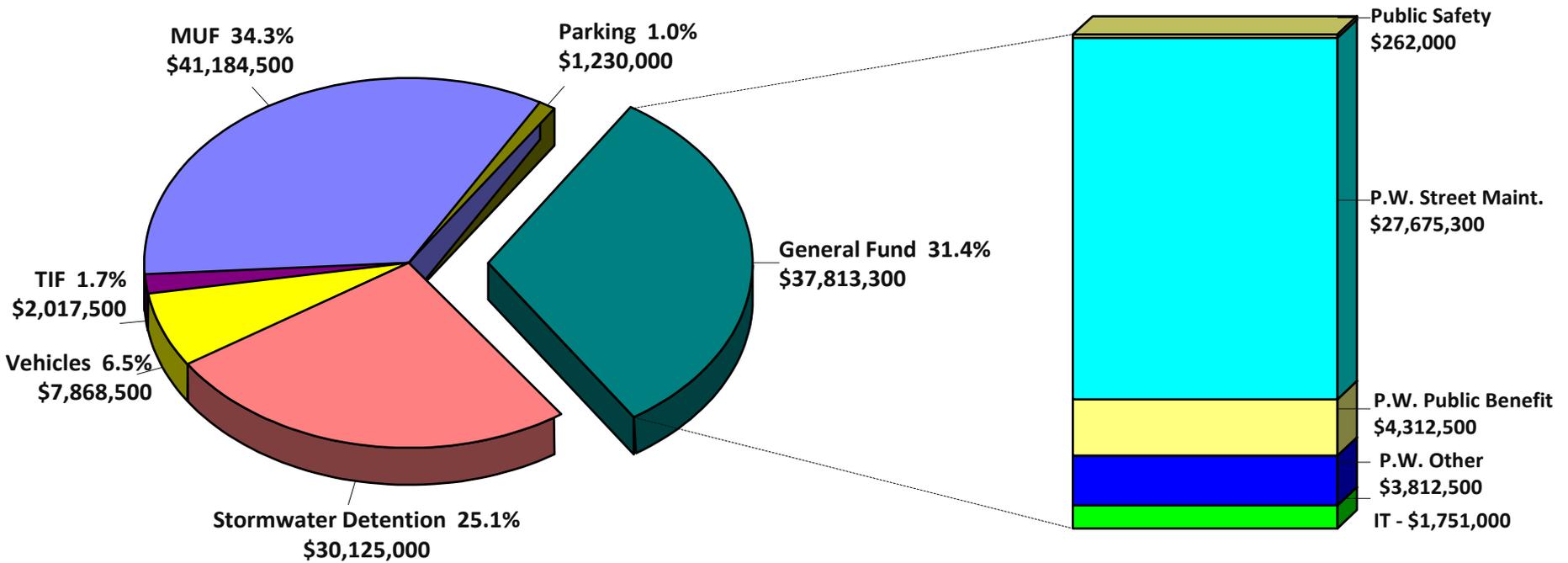
Expenditure Priority:

- **A - Essential and immediate need;**
- **B - Essential but may be delayed;**
- **C - Optional but beneficial to the City through increased productivity, safety, etc;**
- **D - Optional but beneficial to the City in social, cultural or aesthetic ways.**

Expenditure By Priority

Priority	Fiscal Year					Total
	2016	2017	2018	2019	2020	
A	26,707,900	24,866,700	16,640,700	10,511,000	10,742,000	89,468,300
B	4,088,000	7,917,000	4,233,000	1,998,000	3,076,000	21,312,000
C	205,000	-	-	-	-	205,000
D	850,000	100,000	235,000	100,000	100,000	1,385,000
VRS	2,662,000	2,030,000	1,330,000	803,500	1,043,000	7,868,500
Total	34,512,900	34,913,700	22,438,700	13,412,500	14,961,000	120,238,800

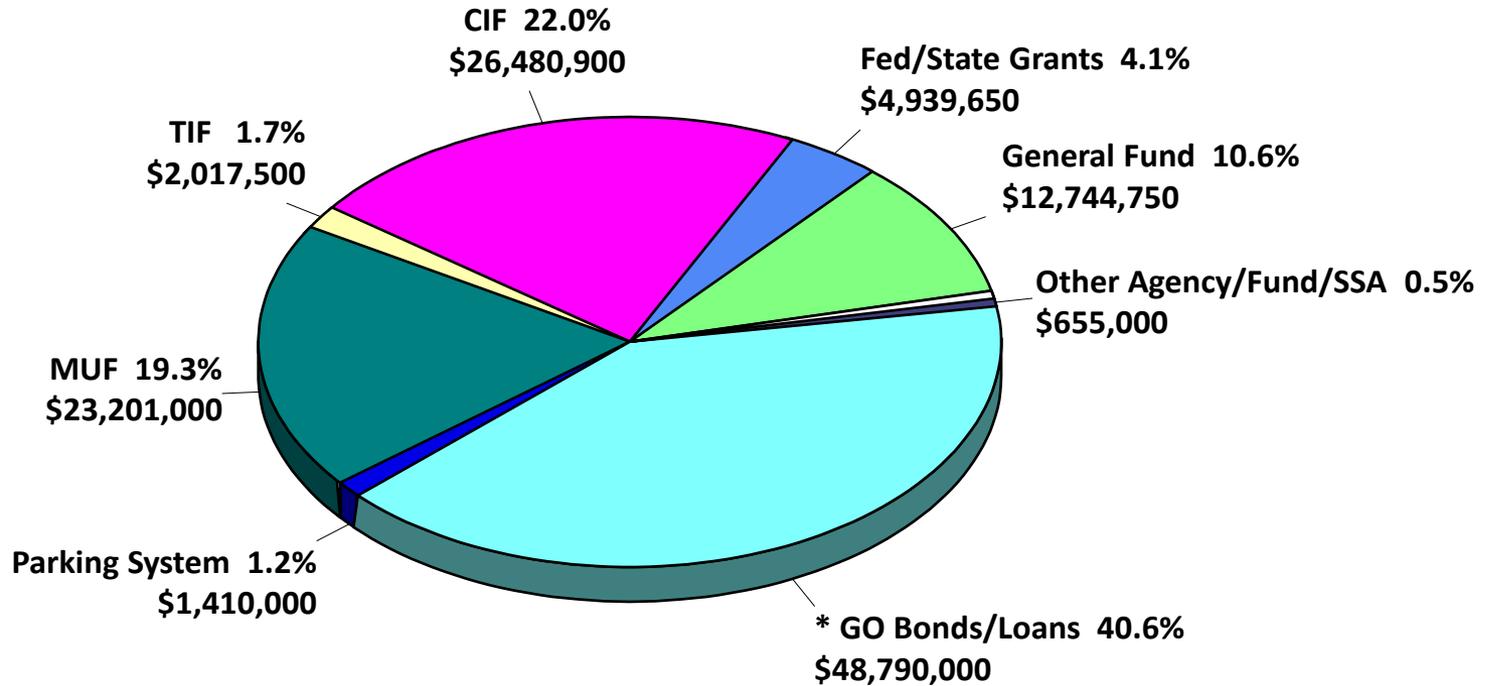
CITY OF ELMHURST 2016 - 2020 FIVE YEAR CEB EXPENDITURES - \$120,238,800



CITY OF ELMHURST

2016 - 2020 FIVE YEAR CEB

FUNDING SOURCES - \$120,238,800



* Includes proposed issuance of \$30,090,000 in General Obligation Bonds for Stormwater Improvements and \$18,700,000 in IEPA Loans for Sanitary Sewer and Wastewater Treatment Plant Improvements.

Revenue Sources – Capital Improvement Fund (CIF):

- **State Income Tax (80%)**
- **0.25% Home Rule Sales Tax (33%)**
- **Telecommunications Tax (25%)**
- **Rental Income (180 W. Park)**
- **SSA Payments - New Sidewalks (Payback)**
- **Wireless Alarm Project (Equipment Payback)**
- **Interest Income**
- **Grants**

Proposed GO Bond Issues for Capital Projects

Stormwater/Flood Mitigation	\$ 10,000,000	2016
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Stormwater/Flood Mitigation	\$ 10,000,000	2018
Total Proposed G.O. Bond Issues	\$ 30,000,000	

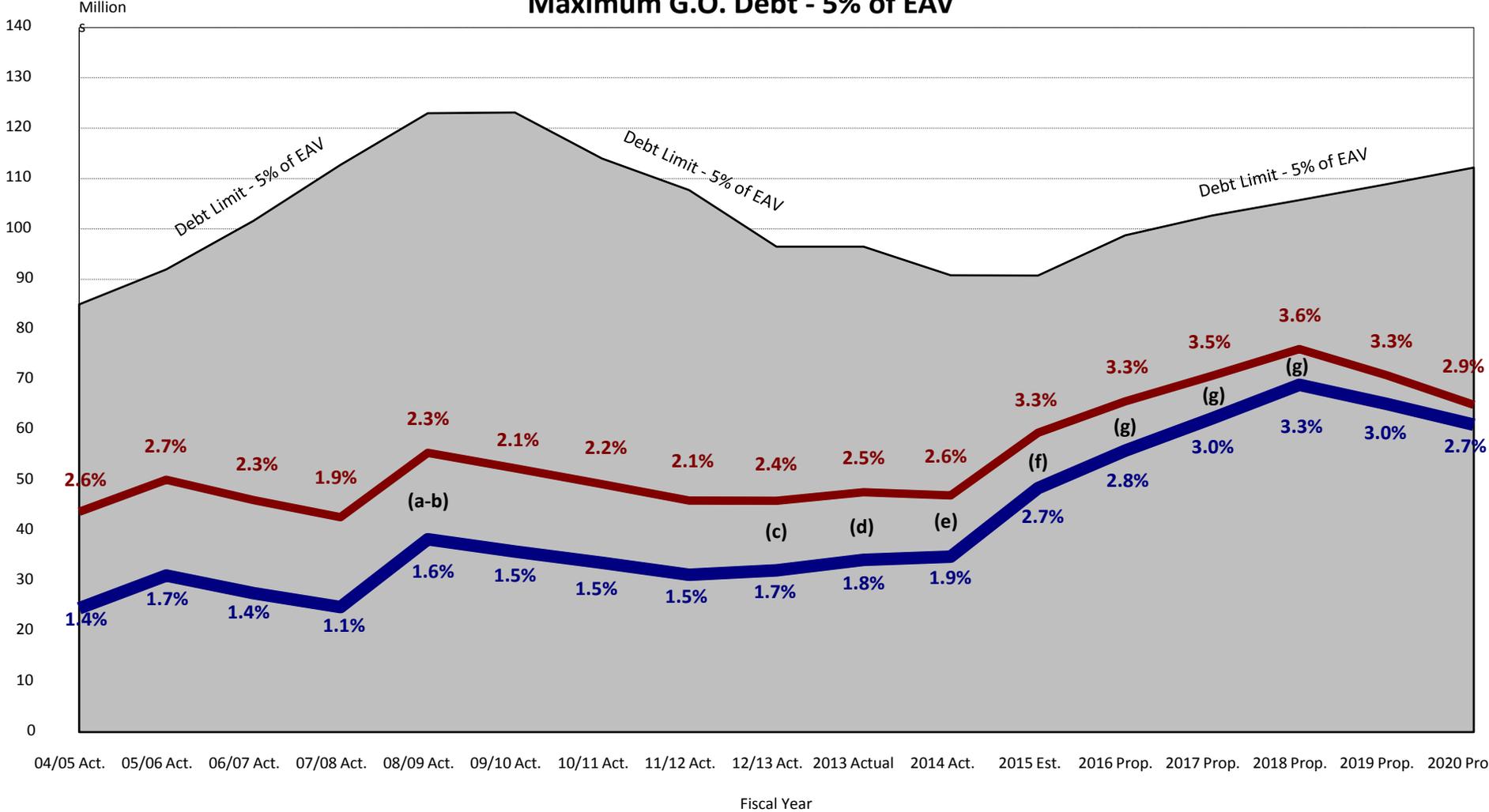
Proposed IEPA Loans for Capital Projects

Water/Sewer/WWTP Capital	\$ 11,906,000	2016
Water/Sewer/WWTP Capital	\$ 6,298,000	2017
Water/Sewer/WWTP Capital	\$ 496,000 *	2020
Total Proposed IEPA Loans	\$ 18,700,000	

*** 2021 Projects will be added to the proposed 2020 IEPA Loan**

**Note: In 2015, the City issued a G.O. Bond for \$16,000,000
(Parking - \$9M; MUF - \$3M; and Stormwater; \$4M)**

General Obligation Debt Limit Maximum G.O. Debt - 5% of EAV



G.O. Debt Limit (5% of EAV)
 G.O. Debt With Library
 G.O. Debt Without Library

(Equalized Assessed Valuations: 2013 Act. = 1,929,004,352; 2014 Act. = 1,814,770,738; 2015 Act. = 1,814,229,323; 2016 Est. (8.8% inc.) = 1,973,576,661; 2017 Est. (4% inc.) = 2,052,519,727; 2018 Est. (3% inc.) = 2,114,095,319; 2019 Est. (3% inc.) = 2,177,518,178; and 2020 Est. (3% inc.) = 2,242,843,724.

(a) Act. 2008 bond issue = \$8,170,000
 (b) Actual 2009 bond issue = \$10,000,000
 (c) Actual 2012/13 bond issue = \$3,515,000
 (d) Act. 2013 bond issue = \$2,170,000
(e) Act. 2014 bond issue = \$2,770,000
 (f) Act. 2015 bond issues = \$16,000,000
 (g) Proposed 2016, 2017 and 2018 bond issues = \$10,000,000 each year

Proposed G.O. Bonds for Stormwater Projects

Property Buyout Program	\$5,000,000
Bryan Middle School Detention	7,100,000
College View Stormwater Improvement	3,500,000
Pine/Avon Stormwater Improvements	3,600,000
Crescent/Cambridge Stormwater Impr.	1,870,000
York/I-290 Stormwater Improvements	1,100,000
Madison School Detention	2,500,000
Harrison Street Detention	2,100,000
East End Park Detention	1,900,000
Jackson School Detention	700,000
Crestview Park Detention	300,000
Wild Meadows Trace Detention	420,000
Total Proposed G.O. Bond Funded Projects	\$30,090,000

Expenditures Funded by the Capital Improvement Fund (CIF):

- **Stormwater Management/Flood Mitigation**
- **Infrastructure Improvements (Streets, Sidewalks)**
- **Building Improvements (Phase II - PW Garage)**
- **Police Station Improvements**
- **Parking Improvements**
- **Fire Equipment**
- **Information Technology**
- **Debt Service**

Street Resurfacing Program FY 2016 - \$1,750,000



Funding Sources:

CIF - \$1,250,000

General Fund - \$500,000

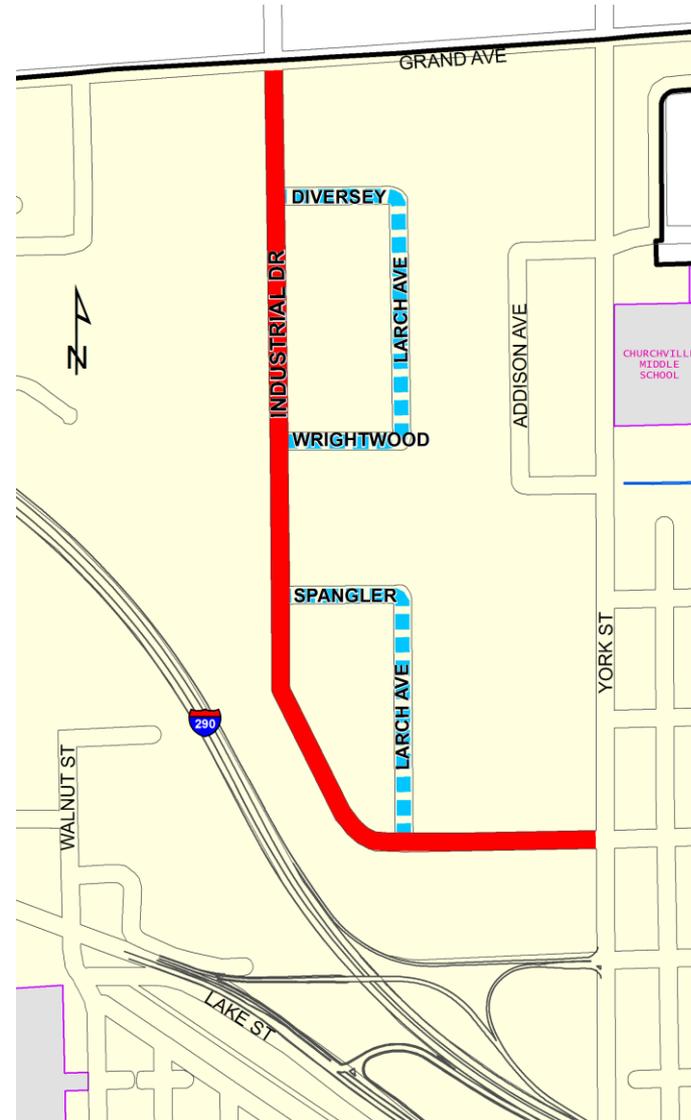
Street Resurfacing Projects

**Industrial Drive
from
York to Grand Ave.
Including Diversey,
Wrightwood, Larch
and Spangler Ave.
\$3,390,000**

**Funding Sources:
Grant-\$1,084,100;
CIF-\$2,305,900**



**Harrison Street from
Cedar to Cadwell
\$200,000
(100% CIF Funded)**



Street Resurfacing Projects



Poplar from Vallette to Park
\$872,400
 Grant-\$508,900; CIF-\$363,500



S. York from Harvard to Jackson
\$867,900
 Grant-\$552,000; CIF-\$315,900

City Parking Lot Resurfacing Program



<u>Fiscal Year</u>	<u>General Fund</u>	<u>Parking System</u>
2016	102,000	102,000
2017	102,000	102,000
2018	102,000	102,000
2019	102,000	102,000
2020	102,000	102,000
Total	510,000	510,000

Information Technology

Page (49)	Information Technology (IT)	2016	2017
	IT Hardware, Software and Misc.	980,000	145,000

<u>Project Description</u>		
Network Equipment/WAN	40,000	40,000
PCs/Laptops/MDTs	170,000	-
ERP System and Hardware	600,000	-
Police Live-Scan System	50,000	-
Document Imaging	25,000	25,000
Copiers	50,000	5,000
Other/Miscellaneous	45,000	75,000
	980,000	145,000



Police Live Scan System



Hardware Replacement



ERP/Financial System

Proposed IEPA Loans for MUF Capital Projects

Water Meter Replacement Project	\$5,000,000	2016
Atrium Grinder	756,000	2016
North Industrial Emergency Generator	300,000	2016
Grit Removal System Replacement	1,200,000	2016
North Avenue Lift Station Hardening	1,100,000	2016
Building #2 HVAC Modification	1,800,000	2016
Building #3 HVAC Modification	1,100,000	2016
Effluent Sampling Station	650,000	2016
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Influent Screw Replacement	2,004,000	2017
WWTP South Digester Mixing	648,000	2017
WWTP South Digester Cover	1,476,000	2017
E-W Effluent Clarifier Retrofit	210,000	2017
In Plant Process Water Upgrade	517,000	2017
Small Effluent Screw Pump Replacement	417,000	2017
North Belt Press Replacement	576,000	2017
Effluent Pump 20 MGD Replacement	450,000	2017
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WWTP North Digester Mixing	36,000	2020
WWTP North Digester Cover	84,000	2020
Excess Flow Screw Pump Replacement	376,000	2020
Total Proposed IEPA Loan Funded Projects	\$18,700,000	

Municipal Utility Fund - Water

	2016	2017	2018	2019	2020	Total
MUF - Water						
Water/Wastewater Admin.	168,750	56,250	-	22,500	450,000	697,500
Water Distribution	5,953,000	4,375,000	2,375,000	2,575,000	2,575,000	17,853,000
Total MUF - Water	6,121,750	4,431,250	2,375,000	2,597,500	3,025,000	18,550,500



Water Main Replacement
\$1,600,000-\$2,300,000 Annually



Hydrant & Valve Replacement
\$150,000 Annually



Water Tower Painting
\$700,000 - 2016 (2)
\$300,000 - 2017 (1)



Water Meter Replacement
\$5,000,000 (2016 - 2017)

Municipal Utility Fund – Wastewater Treatment Plant



Municipal Utility Fund – Sewer/WWTP

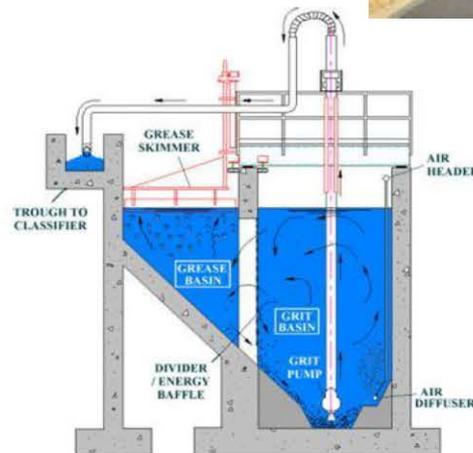
	2016	2017	2018	2019	2020	Total
MUF - Sewer						
Sanitary Sewer Maintenance	2,486,000	1,730,000	2,030,000	1,930,000	1,730,000	9,906,000
Wastewater Treatment Plant	1,094,000	6,667,000	3,353,000	1,118,000	496,000	12,728,000
Total Municipal Utility Fund	3,580,000	8,397,000	5,383,000	3,048,000	2,226,000	22,634,000



Sewer Lining, Lateral Lining and Cost to Identify and Remove Private Sector Sources of Clear Water in the Sanitary System \$1,500,000 Annually



WWTP South Digester Cover -\$1,476,000 and Mixing - \$648,000 (2017 - 2018)



Grit Removal System Replacement \$1,010,000 Total Project Cost (2016)



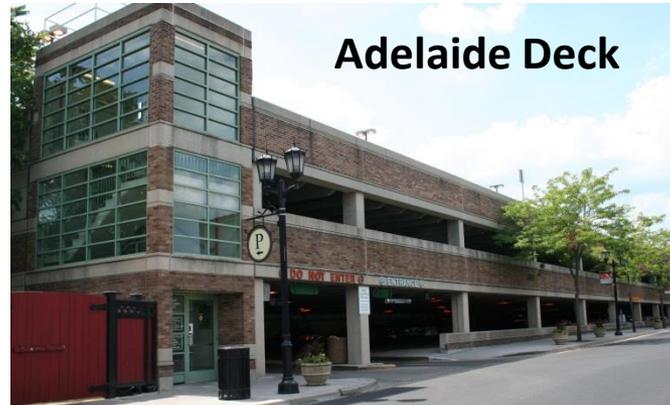
Influent Screw Replacements (3) \$2,004,000 (2017 – 2019)

Parking System Fund

	<u>Department/Project</u>	<u>Class/ Priority</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>	<u>2020</u>	<u>Total</u>
Page	Parking System Fund							
(28)	Parking Lot Resurfacing Program (50%)	I/III/V A	102,000	102,000	102,000	102,000	102,000	510,000
(80)	Parking Deck Maintenance	I/III A	132,000	48,000	180,000	180,000	180,000	720,000
	Total Parking System Fund		234,000	150,000	282,000	282,000	282,000	1,230,000



Schiller Deck



Adelaide Deck



Addison Deck



First Street Deck



Public Lots

Tax Increment Financing Funds

	2016	2017	2018	2019	2020	Total
Tax Increment Financing Funds	1,150,000	200,000	267,500	200,000	200,000	2,017,500

CBD - TIF I

FY 2016 - \$765,000

Streetscape - \$250,000

Façade - \$75,000

Other Public Impr. - \$25,000

Lake Street – TIF II FY 2016 - \$725,000



Land Acquisition/Improvements

What's Next.....

- **Capital rolled into two year operating**
- **Committee review of appropriate City department budgets**
- **Finance Committee review of revenues**
- **City budget team review of department budgets**
- **Final compilation of proposed budget – Expenditures and Revenues**
 - Governmental Funds (General, CIF)
 - Special Revenue (MFT, Library)
 - Enterprise (MUF, Parking)
 - Capital Projects (TIF, Stormwater, Corp. Purpose Bonds)
 - Debt Service
 - Trust and Agency (Pensions, Working Cash, Glos)

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08-17-15	City Council reviews Five Year Capital Expenditure Budget.
10-13-15	Finance Committee begins review of 2015 property tax levy.
10-26-15	2016 Operating Budget delivered to City Council.
11-02-15	City Council begins review of 2016 operating budget.
11-02-15	* City Council approves Truth in Taxation Estimated Tax Resolution.
11-16-15	Public hearing for 2016 operating budget.
12-07-15	* City Council approves 2016 operating budget.
12-07-15	* Tax levy public hearing held, if necessary.
12-21-15	* City Council approves 2015 property tax levy.

* City Council action required.

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