

: OFFICIAL PROCEEDINGS :

: OF THE CITY OF PEORIA, ILLINOIS :

A Special Meeting of the City Council of Peoria, Illinois, was held October 31, 2017, at 6:00 P.M., at City Hall, Council Chambers (Room 400), 419 Fulton Street, with Mayor Ardis presiding, and with proper notice having been posted.

ROLL CALL

Roll Call showed the following Council Members were physically present: Cyr, Grayeb, Jensen (Arrived at 6:14), Moore, Montelongo (Arrived at 6:05), Oyler, Riggerbach, Ruckriegel, Turner, Mayor Ardis – 10. Absent: Akeson - 1.

INVOCATION & PLEDGE OF ALLEGIANCE

Mayor Jim Ardis requested a moment of silent prayer or silent reflection, and then he led the Pledge of Allegiance.

PETITIONS, REMONSTRANCES & COMMUNICATIONS – CITY OF PEORIA**REGULAR BUSINESS ITEMS, with Recommendations as Outlined:**

- (17-327) **Communication from City Manager and Fire Chief with a Request to APPROVE a RESOLUTION Approving the CLASSIFICATION of Qualified Members of the Fire Department as PEACE OFFICERS for the Purpose of Investigating Fire or Explosions, which are suspected to be Arson or Arson – Related Crimes.**

Council Member Grayeb moved to approve a Resolution approving the classification of qualified members of the Fire Department as Peace Officers for the purpose of investigating fire or explosions, which are suspected to be arson or arson-related crimes; seconded by Council Member Ruckriegel.

RESOLUTION NO. 17-327 was approved by roll call vote.

Yeas: Cyr, Grayeb, Moore, Montelongo, Oyler, Riggerbach, Ruckriegel, Turner,
Mayor Ardis – 9;

Nays: None.

- (17-328) **Communication from the City Manager and Director of Public Works with a Request for a First Reading of an ORDINANCE Amending CHAPTER 31 of the CODE of the City of Peoria Pertaining to STORMWATER UTILITY.**

A handout replacing the proposed Ordinance was distributed to all Council Members.

Public Works Director Scott Reeise stated this Ordinance was a creation of a Stormwater Utility Fee implemented by the City of Peoria and final action on this Ordinance would be at the next City Council Meeting.

Council Member Riggerbach moved to receive and file the First Reading review of an Ordinance Amending Chapter 31 of the Code of the City of Peoria pertaining to Stormwater Utility; seconded by Council Member Turner.

Council Member Jensen arrived at 6:14 P.M.

In response to Council Member Montelongo's question, Public Works Director Reese stated the Stormwater Utility would include every parcel in Peoria, including schools, government buildings and churches. He said this fee would be based on \$3.00 per 1000 square feet, including driveway, rooftops, garage tops and concrete patios. He indicated the Stormwater Utility would generate approximately \$8 million a year. He stated credits would be given if rain barrels would be utilized along with other means to assist the stormwater issue. He said the first billing for the Stormwater Utility would be June 1, 2018, and the GIS system's aerial photos would be used to provide information needed for proper billing rates.

In response to Council Member Riggerbach's question, Public Works Director Scott Reese stated a credit manual would be developed and posted on the City's website.

Council Member Cyr requested a report back regarding what the percentage of land was for commercial, residential, farm, etc.

Public Works Director Reese said operational costs would also be funded with the stormwater utility fee. In response to Council Member Montelongo's question regarding Capital Projects, Public Works Director Reese stated three projects were slated for next year's Capital Budget work on California/Lynndale, Oakcliff Ct. and Western Avenue.

Motion to receive and file the First Reading review of an Ordinance Amending Chapter 31 of the Code of the City of Peoria pertaining to Stormwater Utility was approved by roll call vote.

Yeas: Cyr, Grayeb, Jensen, Moore, Montelongo, Oyler, Riggerbach, Ruckriegel, Turner, Mayor Ardis – 10;

Nays: None.

CLERK'S NOTE: Item No. 17-328 will be placed on the November 14, 2017, Regular City Council Agenda.

(17-329) Communication from the City Manager and Director of Public Works with a Request for a FIRST READING of an ORDINANCE Amending CHAPTER 13 of the CODE of the City of Peoria Pertaining to the Increase of the REFUSE FEE.

Public Works Director Scott Reese summarized the proposed Ordinance amending Chapter 13 of the City's Code regarding the increase of refuse fee. He stated this increase would pay back the general fund along with paying for current service costs.

Council Member Riggerbach moved to receive and file the First Reading review of an Ordinance amending Chapter 13 of the Code of the City of Peoria pertaining to the increase of the refuse fee; seconded by Council Member Turner.

Approved by roll call vote.

Yeas: Cyr, Grayeb, Jensen, Moore, Montelongo, Oyler, Riggerbach, Ruckriegel, Turner,
Mayor Ardis – 10;

Nays: None.

CLERK'S NOTE: Item No. 17-329 will be placed on the November 14, 2017, Regular City Council Agenda.

(17-330) Communication from the City Manager with a Request for a FIRST READING of an ORDINANCE Amending CHAPTER 27 of the Code of the City of Peoria pertaining to the AMUSEMENT TAX.

City Manager Patrick Urich indicated this Ordinance was a proposed increase of the Amusement Tax from 2% to 3% and would not include high school events, governmental activities, non-profit events, educational or charitable events.

Council Member Grayeb moved to receive and file the First Reading review of an Ordinance amending Chapter 27 of the Code of the City of Peoria pertaining to the Amusement Tax; seconded by Council Member Jensen.

Approved by roll call vote.

Yeas: Cyr, Grayeb, Jensen, Moore, Montelongo, Oyler, Riggerbach, Ruckriegel,
Turner, Mayor Ardis – 10;

Nays: None.

CLERK'S NOTE: Item No. 17-330 will be placed on the November 14, 2017, Regular City Council Agenda.

UNFINISHED BUSINESS (Including but not limited to motions to reconsider items, if any, from the previous Regular Meeting)

(17-326) Communication from the City Manager and Finance Director/Comptroller with a Request to CONTINUE DISCUSSION of the 2018-2019 BIENNIAL BUDGET.

A City of Peoria Budget Reconciliation Worksheet and Resolution on Continuation of Police and Fire Cadet Programs were distributed to all Council Members.

City Manager Patrick Urich summarized a power point presentation on the 2018-2019 Biennial Budget where he discussed some budget adjustments that needed to be included in the final appropriations Ordinance.

General Fund – City Manager Urich stated the General Fund with an estimate of HRA Taxes calculated a net of \$800,000. He added road transfer and hotel tax in excess of base for Pere Marquette, which goes to pay off the debt services of the Pere Marquette Hotel, would be an adjustment of \$954,800 in 2018 and \$969,135 in 2019, with corresponding expenses as well. He indicated this would not affect the General Fund Balance.

TIF Fund Balances – City Manager Urich stated adjustments to the hotel taxes through the Hospitality Improvement Zone was overestimated, so revenues and transfers were adjusted. He said Downtown Stadium TIF Transfer to Debt was adjusted and fund balances increased and

Redevelopment Agreements reflected actual obligations that showed a net increase in the TIF Fund Balances for 2018 and 2019 was \$120,422.

Special Service Area Funds – City Manager Ulrich said the original budget did not include Sales Tax for Westlake, Holiday Inn or Louisville Slugger SSAs plus the pass through expense where those sales taxes were adjusted, which showed a Fund Balance growth for 2018 and 2019 of \$332,870.

Capital Fund – City Manager Ulrich indicated a transfer to debt services increased to reflect the transfer for the Downtown Stadium and no revenues were associated with this transfer. He stated the reduction of the Capital Fund Balance was \$319,750.

Innovation Grant Fund – City Manager Ulrich explained the Innovation Grant Fund was adjusted to reflect the completion of the Bloomberg funding in 2018. He said the actual funds available including the Grant obligation for keeping the personnel in 2019, indicates a reduction of \$21,839 for 2018 and 2019.

Budget Totals with Adjustments – City Manager Ulrich stated after the previous mentioned adjustments were made, the 2018 Revenue would be \$208,109,049 and Expenses would be \$200,858,479, increasing the Fund Balance by \$7,250,570 and in 2019 Revenues would be \$206,796,341 with Expenses being \$197,816,090 increasing the Fund Balance by \$8,980,251.

In discussion with Council Member Montelongo, Finance Director Scroggins stated the projected Fund Balances for all funds would be \$51,490,000. He said at the end of 2018 the General Fund should increase by \$1,511,000.00 for a total General Fund Balance of \$18,581,000.00 and an increase \$450,000 in 2019 for the General Fund Balance of \$19,030,000.00.

In response to Council Member Ruckriegel's question regarding the percentage goal for the City's fund balance, Finance Director Scroggins explained the City's policy was to fund at 25% and with the fund balance in 2019 the City would be roughly \$3.5 million short of its policy.

Council Member Riggerbach moved to approve the budget adjustments for the 2018-2019 Biennial Budget as outlined on Exhibit A, Page 1 (Attached); seconded by Council Member Turner.

Approved by roll call vote.

Yeas: Cyr, Grayeb, Jensen, Moore, Montelongo, Oyler, Riggerbach, Ruckriegel, Turner, Mayor Ardis – 10;

Nays: None.

City Manager Ulrich reviewed previous motions approved by Council as follows as outlined in Exhibit A, Page 2 (Attached).

Capital Budget Reductions - \$2,640,000.

Bond Proceeds Reductions - \$2,500,000.

Fire Alarm, Special Event Reduction Revenues - \$280,000

Amusement Tax 1% increase of \$491,000 of anticipated revenues

Business License \$50.00 – Dedicated Revenue to Economic Development a future Ordinance would be brought to Council after further discussions with Chamber of Commerce

City Manager Urich stated Revenue reductions in 2018 would be \$2,289,000 and Expense reduction of \$2,640,000 in 2018 for an increase in the Fund Balance of \$351,000. He stated in 2019 an increase of \$218,365 in Revenues and zero on the Expense side for an increase in the Fund Balance \$218,635.

Council Member Turner moved to receive and file the Revenue Increase/Decrease Council Approved Actions as outlined in Exhibit A, Page 2. (Attached); seconded by Council Member Moore.

Approved by roll call vote.

Yeas: Cyr, Grayeb, Jensen, Moore, Montelongo, Oyler, Riggerbach, Ruckriegel, Turner, Mayor Ardis – 10;

Nays: None.

City Manager Urich explained the Council had three pending operating budget items that needed further action as follows: EEO Manager Chief Diversity Officer – additional \$100,000 to the General Fund, Work Orders - \$300,000 from Garbage Fund and Sewer Fund to General Fund and Fire Department Budget Adjustment - \$1,081,000 to be determined.

Council Member Moore moved to approve the creation of an EEO Manager Chief Diversity Officer; seconded by Council Member Turner.

Approved by roll call vote.

Yeas: Cyr, Grayeb, Jensen, Moore, Montelongo, Oyler, Riggerbach, Ruckriegel, Turner, Mayor Ardis – 10;

Nays: None.

City Manager Urich stated the City would utilize \$150,000 from the Garbage Fund and \$150,000 from the Sewer Fund to assist with Work Orders on private properties.

Council Member Moore moved to approve \$300,000 for Work Orders on private property; seconded by Council Member Jensen.

Council Member Moore thanked City Manager Urich for finding the funds needed to continue the work orders on private property. She stated 1,700 lots were affected and the majority were within the First District.

Council Member Riggerbach encouraged Corporation Counsel Leist and Community Development Director Black to look for more enforcement mechanisms to ensure more work orders was being paid back.

Council Member Oyler stated he supported these funds for work orders, but was concerned with the funds coming from the Garbage Fund.

Motion to approve \$300,000 for Work Orders on private property was approved by roll call vote.

Yeas: Cyr, Grayeb, Jensen, Moore, Montelongo, Riggerbach, Ruckriegel, Turner, Mayor Ardis – 9;

Nays: Oyler - 1.

City Manager Urich stated continued discussions were ongoing with Firefighter Local 50 and the Fire Chief to find reduction alternatives in order to prevent the decommissioning of a fire truck.

Council Member Turner voiced concerns with decommissioning a fire truck or closing a fire station.

Council Member Jensen requested the Council reconsider raising alarm fees as described in Report Back 5-4. City Manager Urich indicated raising of such fees would generate approximately \$176,000 of new revenue, and the last fee increase was in 2006. Council Member Jensen requested a Report Back on charging out-of-town residents a fee for fire & rescue calls and the potential revenue each fee would generate.

Council Member Grayeb voiced concerns with the decommissioning of a fire truck and he stated his support for public safety. Council Member Grayeb moved to remove the discussion of decommissioning a fire truck from budget discussions, which would increase the Budget by \$1,081,000; seconded by Council Member Montelongo.

Mayor Ardis said he was concerned with removing this item from budget discussions and he said he felt this motion would be micro-managing the City Manager and his decisions. He said he felt this item needs to remain on the table until union discussions are held.

Council Member Riggerbach stated no Council Member wanted to jeopardize public safety, but he felt additional information was needed and stated he would not support this motion to remove the decommissioning of a fire truck from budget discussions.

Council Member Jensen stated she supported Council Member Grayeb's motion because she wasn't in favor of decommissioning a fire truck.

Council Member Moore questioned if a vote on this issue could be held at another meeting in the future to allow continued discussions with the City Manager, Fire Chief and Firefighters Local 50. She asked Council Member Grayeb to move his motion to a future City Council Meeting so the Administration could come back with a better solution.

Council Member Grayeb remarked he would prefer the Council to vote on his motion at this Council meeting to give clear direction to the City Manager.

Council Member Oyler expressed concern regarding the City of Peoria's economic status. He indicated revenues were shrinking and expenses were skyrocketing and serious cuts needed to be discussed.

Council Member Montelongo agreed with Council Member Grayeb's motion to take the decommissioning of a fire engine off the table for budget discussions.

Council Member Cyr stated he had spoken with Local 50 and the Fire Chief and he would not be supporting this motion.

In response to Mayor Ardis's request, City Manager Urich stated in Report Back 1-12 it showed from 1997-2016 alarm calls had doubled from 10,000 calls per year to 19,552 call per year. He stated only 3% of those calls were fire related, 82% were medical and 15% were of other related issues.

Motion to remove the discussion of the decommissioning a fire truck from budget discussions was DEFEATED by roll call vote.

Yeas: Grayeb, Jensen, Montelongo – 3;

Nays: Cyr, Moore, Oyler, Riggerbach, Ruckriegel, Turner, Mayor Ardis – 7.

Mayor Ardis stated since the motion was defeated, a motion would be needed to continue discussions with Firefighters Local 50, the Fire Chief and the City to discuss closing the budget deficit.

Council Member Oyler moved to continue discussions with Fire Local 50, the Fire Chief and the City to discuss closing the budget deficit of \$1,081,000.00; seconded by Council Member Ruckriegel.

Discussions continued regarding the decommissioning of Fire Truck #14. In response to Council Member Montelongo's question regarding what the City would do if discussions failed to reach a decision on the fire budget short fall, City Manager Urich stated the proposed budget that was originally presented would go forward, unless further instructions from the Council were received. In response to Council Member Montelongo's question on how Fire Truck #14 was chosen for decommission, City Manager Urich stated Report Back 7-2 indicated the reasoning along with appropriate data explaining the decommissioning.

Fire Chief Lauss explained the coverage area for Truck # 14, was 4th & 5th District's and part of the 3rd District covering Junction City. He stated Truck # 14 also served as backup to the Bradley and Uplands area. In response to Council Member Jensen's question regarding response times; Chief Lauss stated he would provide the requested information. Fire Chief Lauss explained Truck #14 duties were to take care of utilities, search & rescue, assist smoke victims and rapid exit for injured firefighters. Council Member Montelongo asked Chief Lauss the number of high rises Truck # 14 responds to; which Chief Lauss indicated he would obtain that information for the Council.

Council Member Moore voiced concerns that budgetary cuts would affect having a diverse workforce at the Fire Department. She mentioned a proposed Resolution to retain the Fire Cadet program was previously handed out to Council.

Council Member Grayeb requested a memo from City Manager Urich on all the administration cuts scheduled for this budget cycle.

Motion to continue discussion with Fire Local 50, the Fire Chief and the City to discuss closing the budget deficit of \$1,081,000.00 was approved by roll call vote.

Yeas: Cyr, Grayeb, Jensen, Moore, Oyler, Riggerbach, Ruckriegel, Turner,

Mayor Ardis – 9;

Nays: Montelongo – 1.

Council Member Riggerbach left the Council Chambers at 8:19 P.M.

City Manager Urich stated the Council had two pending Capital Budget Items that needed approval; AED Defibrillators at \$88,000.00, which was the final year of a capital lease and remodeling of Fire Station #4 bathroom at a cost of \$40,000.

Council Member Ruckriegel moved to approve \$88,000 for the AED Defibrillators capital lease; seconded by Council Member Cyr.

Approved by roll call vote.

Yeas: Cyr, Grayeb, Jensen, Montelongo, Moore, Oyler, Ruckriegel, Turner,

Mayor Ardis – 9;

Nays: None.

Council Member Moore moved to approve \$40,000 for remodeling of Fire Station # 4 bathroom using eligible TIF Funds; seconded by Council Member Turner.

Council Member Grayeb requested a Report Back from the City Manager on the breakdown of communication regarding the deplorable conditions of Fire Station #4 bathroom, and include an overview of all facilities.

Council Member Riggerbach returned to the Council Chambers.

Council Member Oyler stated he supported this motion, but he suggested the City start communications about replacing Fire Station # 4 because of the age and condition of the current facility.

Motion to approve \$40,000 for remodeling of Fire Station #4 bathroom using eligible TIF Funds was approved by roll call vote.

Yeas: Cyr, Grayeb, Jensen, Montelongo, Moore, Oyler, Riggerbach, Ruckriegel, Turner,

Mayor Ardis – 10;

Nays: None.

City Manager Urich discussed a Plastic Bag Fee, which would generate revenue of \$270,000 annually. He stated the fee would consist of a \$0.10 fee, with the City keeping \$0.06 and the retailer keeping \$0.04, which was modeled after Boulder, Colorado, fee.

Council Member Moore asked City Manager Urich to discuss the plastic bag fee with the Peoria Area Chamber of Commerce when he speaks with them about the proposed business license fee.

PUBLIC COMMENT REGARDING THE PROPOSED 2018/2019 BIENNIAL BUDGET

It was determined that there were no citizens who wished to address the City Council regarding the proposed 2018/2019 Biennial Budget.

CITIZENS' OPPORTUNITY TO ADDRESS THE CITY COUNCIL/TOWN BOARD

It was determined that there were no citizens who wanted to address the City Council/Town Board.

EXECUTIVE SESSION

It was determined that an Executive Session was not needed at this time.

ADJOURNMENT

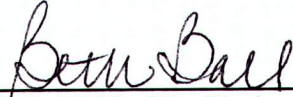
Council Member Oyler moved to adjourn the Special City Council Meeting; seconded by Council Member Ruckriegel.

Approved by roll call vote.

Yeas: Cyr, Grayeb, Jensen, Moore, Montelongo, Oyler, Riggerbach, Ruckriegel, Turner,
Mayor Ardis – 10;

Nays: None.

The Special City Council Meeting adjourned at 8:38 P.M.



Beth Ball, MMC, City Clerk
City of Peoria, Illinois

ds

City of Peoria
Budget Reconciliation Worksheet

| | 2018 Budget | 2019 Budget | Two Year Budget |
|---|------------------|------------------|--------------------|
| Projected Revenues | \$ 206,762,308 | \$ 207,500,096 | \$ 414,262,404 |
| Projected Operating Expenditures | \$ (146,179,877) | \$ (149,016,789) | \$ (295,196,666) |
| Projected Capital Expenditures | \$ (34,490,103) | \$ (29,538,000) | \$ (64,028,103) |
| Projected Debt Service | \$ (18,861,136) | \$ (19,757,384) | \$ (38,618,520) |
| Decrease/(Increase) in Fund Balances | \$ 7,231,192 | \$ 9,187,923 | \$ 16,419,115 |
| Budget Adjustments | | | |
| Revenue Increase/(Decrease): | | | |
| General Fund: | | | |
| Amusement Tax | \$106,500 | \$108,135 | \$214,635 |
| Hotel Tax | \$165,100 | \$167,600 | \$332,700 |
| Restaurant Tax | \$683,200 | \$693,400 | \$1,376,600 |
| TIF Funds: | | | |
| Hotel Tax in HIZ | (\$81,600) | (\$81,953) | (\$163,553) |
| SSAs: | | | |
| Sales Tax Revenue - Westlake, LSSC | \$256,100 | \$261,200 | \$517,300 |
| SSA Hotel Tax - LSSC | \$62,970 | \$257,600 | \$320,570 |
| Innovation Grant | | | |
| Grant Revenue | \$72,271 | (\$192,058) | (\$119,787) |
| nditure Decrease/(Increase): | | | |
| General Fund: | | | |
| Support to Other Agencies | (\$678,453) | (\$692,788) | (\$1,371,241) |
| Transfer to Debt - Pere | (\$276,347) | (\$276,347) | (\$552,694) |
| Capital Fund: | | | |
| Transfer to Debt - Stadium | (\$160,000) | (\$159,750) | (\$319,750) |
| TIF: | | | |
| Transfer to Debt - Stadium | \$160,000 | \$159,750 | \$319,750 |
| Transfer to Debt - Stadium | \$160,000 | \$159,750 | \$319,750 |
| Transfer to Debt - Pere | \$276,347 | \$276,347 | \$552,694 |
| Support to Other Agencies - Additional Redevelopment Obligations | (\$222,600) | (\$515,866) | (\$738,466) |
| Central Business District TIF - Reduce Parking Deck Capital Expense | | (\$150,000) | (\$150,000) |
| SSAs: | | | |
| Support to Other Agencies - Westlake, LSSC | (\$250,000) | (\$255,000) | (\$505,000) |
| Innovation Grant | | | |
| Personnel Services | \$7,712 | \$25,200 | \$32,912 |
| Contractual | (\$109,845) | \$140,435 | \$30,590 |
| Supplies | \$8,023 | \$26,423 | \$34,446 |
| Decrease/(Increase) in Fund Balances | \$ 7,250,570 | \$ 8,980,251 | \$ 16,230,821 |

City of Peoria
Budget Reconciliation Worksheet

| | 2018 Budget | 2019 Budget | Two Year Budget |
|--|---------------------|---------------------|----------------------|
| Council Approved Actions | | | |
| Revenue Increase/(Decrease): | | | |
| Library: | | | |
| Bond Proceeds | (\$500,000) | | \$ (500,000) |
| Sewer: | | | |
| Bond Proceeds | (\$2,000,000) | | \$ (2,000,000) |
| General Fund: | | | |
| Business Registration Fees (Restricted Revenue Source) | \$0 | \$0 | \$ - |
| Amusement Tax | \$491,000 | \$498,365 | \$ 989,365 |
| Fire Alarm Fees | (\$200,000) | (\$200,000) | \$ (400,000) |
| Special Event Fees | (\$80,000) | (\$80,000) | \$ (160,000) |
| Expenditure Decrease/(Increase): | | | |
| Capital Decrease/(Increase): | | | |
| Library - Defer Lakeview, Reduce Project Size | \$240,000 | \$0 | \$ 240,000 |
| Capital - Reduce Water Company | \$400,000 | \$0 | \$ 400,000 |
| Sewer - Dries Lane | \$2,000,000 | \$0 | \$ 2,000,000 |
| Decrease/(Increase) in Fund Balances | \$ 7,601,570 | \$ 9,198,616 | \$ 16,800,186 |
| Pending Items | | | |
| General Fund: | | | |
| EEO Manager - Chief Diversity Officer (100,000) | (\$100,000) | (\$102,000) | \$ (202,000) |
| Work Orders - (300,000) | (\$300,000) | (\$300,000) | \$ (600,000) |
| Fire Department Budget Adjustment (1,081,000) <i>cont discussion</i> | (\$1,081,000) | (\$1,118,835) | \$ (2,199,835) |
| Capital Fund: | | | |
| Fire Station 4 - Bathroom remodel (40,000) | (\$40,000) | | \$ (40,000) |
| AED Defibrillators (88,000) | (\$88,000) | | \$ (88,000) |
| Decrease/(Increase) in Fund Balances | \$ 5,992,570 | \$ 7,677,781 | \$ 13,670,351 |