

**Council Report Back 1**  
2021 Budget Questions

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| <b>Question 1</b>   | <b>Question From</b> | <b>Answer From</b> |
|---|----------------------|--------------------|
| Adams/Jefferson One Way Two Way Conversion: What is the timeline on the Federal HSIP grant funding? | Kelly                | Public Works       |

Per the grant requirements, HSIP funding for this project must be obligated no later than the IDOT July 2021 Letting.

|   |                               |                            |
|---|-------------------------------|----------------------------|
| <b>Question 2</b><br>What are the ages of the Fire Department Vehicles? | <b>Question From</b><br>Kelly | <b>Answer From</b><br>Fire |
|---|-------------------------------|----------------------------|

The following table shows the vehicle, mileage, and year of the Fire Department vehicles:

| <b><u>Vehicle ID</u></b> | <b><u>Mileage</u></b> | <b><u>Year</u></b> |
|--------------------------|-----------------------|--------------------|
| C1                       | 48,682                | 2017               |
| C2                       | 42,858                | 2017               |
| C3                       | 46,031                | 2017               |
| C4                       | 48,790                | 2017               |
| C5                       | 35,919                | 2017               |
| *B1                      | 94,111                | 2015               |
| *B3                      | 89,244                | 2015               |
| I1                       | 62,802                | 2011               |
| I2                       | 37,840                | 2015               |
| *I3                      | 134,011               | 2007               |
| I4                       | 82,366                | 2013               |
| *I5                      | 111,036               | 2007               |
| I8                       | 59,530                | 2015               |

\*Vehicles we are requesting to be replaced. I3 and I5 are the fire investigator's vehicles and are in bad shape.

|  |  |  |
|--|--|--|
| <p><b>Question 3</b><br/>PCI Index – When will the presentation of the PCI Index and the pavement preservation projects be complete?</p> | <p><b>Question From</b><br/>Riggenbach</p> | <p><b>Answer From</b><br/>Public Works</p> |
|--|--|--|

The City contracted Transmap Corporation to accomplish the 3<sup>rd</sup> iteration of pavement condition assessment over the summer of 2020. Previous assessments were performed during 2014 and 2017. Transmap Corporation has completed the physical assessment of roads and is currently reviewing the data that was collected to compile the Pavement Condition Indices (PCI) for further use in developing respective 2021 Maintenance Work, and Pavement Preservation Plans. When staff is provided the updated numbers, the Department will populate GIS with a PCI layer and begin the initial process to select roads for the appropriate 2021 preservation treatments, and beyond for inclusion into a longer range Asset Management Plan that incorporates other factors.

When considering residential street treatments, our primary indicator is the PCI. Lists are created based on condition/treatment types, and projects are equally divided among the five Council Districts. In general, these streets fall into one of three areas of treatment type.

- Pavement Preservation – used for streets with a PCI between 70 and 100
- Milling and Resurfacing – used for streets with a PCI between 50 and 70
- Reconstruction – used for streets with a PCI below 50

Arterial and Collector roads requires more information to be considered during the selection process. These are generally major reconstruction projects that require extensive design. Examples or determining factors that would be considered include, Average Daily Traffic (ADT), roadway classification, complete streets opportunities, and past maintenance efforts.

Finally, due to COVID-19 related budget impacts upon staffing, Public Works will be working with Hanson Professional Services to evaluate our PCIs, review various scenarios/opportunities for repairs, costs, and generate the initial road list to incorporate into treatment programs. Typically, the road list for Pavement Preservation is finalized in the spring after the full effects winter have been realized, which can impact the decisions beyond a road segment’s PCI noted during the initial review, e.g. extended sub-freezing temperatures, plowing snow, potholing, frost heave, water infiltration via exposed cracks, erosion, etc. The roads on the list will be driven by staff to ensure nothing has changed over winter resultant of the effects noted above, or document any changes that may have occurred, and a final list will be developed following. Then any Pavement Preservation work that requires preparation work is provided to the Operations Division so staff can incorporate it into their work plan for 2021. The actual work for the Pavement Preservation and Residential Reconstruction are generally performed in the late summer and early fall of each year.

Accordingly, with consideration of the input provided above, the Department would provide Council an accounting of the both PCI and Pavement Preservation Plan identification following the earliest available favorable weather window in spring 2021.

| Question 4   | Question From<br>Riggenbach/<br>Cyr | Answer From<br>Finance |
|--|-------------------------------------|------------------------|
| Pensions:<br>a) Can we look at the funding for the last 15-20 years with pensions?<br>b) Can we project the next 20 years of contributions and obligations?<br>c) When was the 2040 90% funding requirement for public safety pensions put in place by the General Assembly?<br>d) How would the process for a Constitutional Amendment work for pensions? |                                     |                        |

A) At the request of Councilman Riggenbach, the following is a summary of the Police and Fire Pension Funds actuarially required contributions and the amount contributed by the City for 2001 through 2019.

| City of Peoria<br>Policemen's Pension Fund |   |                                   |              |   |
|--|---|-----------------------------------|--------------|---|
|  | Actuarial<br>Annual<br>Required<br>Contribution | City<br>Contribution<br><br>Total | Difference   | Property Taxes<br>Collected vs.<br>Levied |
| 1993                                       |   | \$ -                              | \$ -         |   |
| 1994                                       |   | \$ -                              | \$ -         |   |
| 1995                                       |   | \$ -                              | \$ -         |   |
| 1996                                       |   | \$ -                              | \$ -         |   |
| 1997                                       |   | \$ -                              | \$ -         |   |
| 1998                                       |   | \$ -                              | \$ -         |   |
| 1999                                       |   | \$ -                              | \$ -         |   |
| 2000                                       |   | \$ -                              | \$ -         |   |
| 2001                                       | \$ 1,757,221                                    | \$ 1,744,322.00                   | \$ (12,899)  | \$ (12,899)                               |
| 2002                                       | \$ 1,932,562                                    | \$ 1,932,326.00                   | \$ (236)     | \$ (236)                                  |
| 2003                                       | \$ 2,343,756                                    | \$ 2,329,573.00                   | \$ (14,183)  | \$ (14,183)                               |
| 2004                                       | \$ 2,966,663                                    | \$ 2,939,570.00                   | \$ (27,093)  | \$ (27,093)                               |
| 2005                                       | \$ 2,541,400                                    | \$ 2,524,456.00                   | \$ (16,944)  | \$ (16,944)                               |
| 2006                                       | \$ 2,879,425                                    | \$ 2,865,355.00                   | \$ (14,070)  | \$ (14,070)                               |
| 2007                                       | \$ 3,315,964                                    | \$ 3,301,340.00                   | \$ (14,624)  | \$ (14,624)                               |
| 2008                                       | \$ 3,650,130                                    | \$ 3,633,565.96                   | \$ (16,564)  | \$ (19,995)                               |
| 2009                                       | \$ 3,797,000                                    | \$ 3,770,238.81                   | \$ (26,761)  | \$ (27,099)                               |
| 2010                                       | \$ 4,643,815                                    | \$ 4,596,910.54                   | \$ (46,904)  | \$ (48,047)                               |
| 2011                                       | \$ 5,254,000                                    | \$ 5,199,837.17                   | \$ (54,163)  | \$ (55,547)                               |
| 2012                                       | \$ 5,116,130                                    | \$ 5,068,232.26                   | \$ (47,898)  | \$ (49,882)                               |
| 2013                                       | \$ 6,533,591                                    | \$ 6,501,199.90                   | \$ (32,391)  | \$ (34,688)                               |
| 2014                                       | \$ 7,329,935                                    | \$ 7,266,162.52                   | \$ (63,772)  | \$ (66,495)                               |
| 2015                                       | \$ 8,000,452                                    | \$ 7,858,809.65                   | \$ (141,642) | \$ (143,825)                              |
| 2016                                       | \$ 8,287,356                                    | \$ 8,392,780.08                   | \$ 105,424   | \$ (62,755)                               |
| 2017                                       | \$ 8,798,648                                    | \$ 9,035,018.72                   | \$ 236,371   | \$ (97,949)                               |
| 2018                                       | \$ 9,633,113                                    | \$ 9,696,909.67                   | \$ 63,797    | \$ (131,211)                              |
| 2019                                       | \$ 11,462,938                                   | \$ 11,462,938.00                  | \$ -         | \$ (44,003)                               |
| 2020                                       | \$ 12,741,607                                   | \$ -                              |              |   |

| <b>City of Peoria<br/>Firemen's Pension Fund</b> |   |                                   |              |   |
|--|---|-----------------------------------|--------------|---|
|  | Actuarial<br>Annual<br>Required<br>Contribution | City<br>Contribution<br><br>Total | Difference   | Property Taxes<br>Collected vs.<br>Levied |
| 1993   |   | \$ -                              | \$ -         |   |
| 1994   |   | \$ -                              | \$ -         |   |
| 1995   |   | \$ -                              | \$ -         |   |
| 1996   |   | \$ -                              | \$ -         |   |
| 1997   |   | \$ -                              | \$ -         |   |
| 1998   |   | \$ -                              | \$ -         |   |
| 1999   |   | \$ -                              | \$ -         |   |
| 2000   |   | \$ -                              | \$ -         |   |
| 2001   | \$ 2,446,418                                    | \$ 2,427,830                      | \$ (18,588)  | \$ (18,588)                               |
| 2002   | \$ 2,479,323                                    | \$ 2,477,703                      | \$ (1,620)   | \$ (1,620)                                |
| 2003   | \$ 2,435,349                                    | \$ 2,419,884                      | \$ (15,465)  | \$ (15,465)                               |
| 2004   | \$ 3,163,861                                    | \$ 3,134,968                      | \$ (28,893)  | \$ (28,893)                               |
| 2005   | \$ 3,149,502                                    | \$ 3,128,504                      | \$ (20,998)  | \$ (20,998)                               |
| 2006   | \$ 4,159,859                                    | \$ 4,149,377                      | \$ (10,482)  | \$ (20,360)                               |
| 2007   | \$ 4,307,276                                    | \$ 4,298,255                      | \$ (9,021)   | \$ (18,885)                               |
| 2008   | \$ 4,852,115                                    | \$ 4,831,915                      | \$ (20,200)  | \$ (24,493)                               |
| 2009   | \$ 5,067,851                                    | \$ 5,032,259                      | \$ (35,592)  | \$ (36,042)                               |
| 2010   | \$ 5,681,839                                    | \$ 5,622,619                      | \$ (59,220)  | \$ (59,674)                               |
| 2011   | \$ 6,814,550                                    | \$ 6,744,078                      | \$ (70,472)  | \$ (72,267)                               |
| 2012   | \$ 6,533,272                                    | \$ 6,472,121                      | \$ (61,151)  | \$ (63,689)                               |
| 2013   | \$ 7,378,054                                    | \$ 7,341,364                      | \$ (36,690)  | \$ (39,284)                               |
| 2014   | \$ 6,658,632                                    | \$ 6,601,541                      | \$ (57,091)  | \$ (59,583)                               |
| 2015   | \$ 7,281,994                                    | \$ 7,153,035                      | \$ (128,959) | \$ (130,946)                              |
| 2016   | \$ 7,703,279                                    | \$ 7,801,323                      | \$ 98,044    | \$ (58,282)                               |
| 2017   | \$ 8,404,575                                    | \$ 8,398,175                      | \$ (6,400)   | \$ (91,119)                               |
| 2018   | \$ 8,805,539                                    | \$ 8,863,849                      | \$ 58,310    | \$ (119,953)                              |
| 2019   | \$ 10,260,050                                   | \$ 10,260,050                     | \$ (0)       | \$ (98,015)                               |
| 2020   | \$ 11,680,317                                   | \$ -                              |              |   |

B) Also requested was a projection for the next 20 years. The following table represents the projected employer contribution assuming a 6% growth in the contribution for both the Police and Fire pension funds versus the projection of benefits to be paid taken from the Foster and Foster actuarial Valuation as of January 1, 2020. The employee contribution was calculated based on total annual payroll increasing 2.5% year over year.

| Fire | 6% Growth    |            |            |            | Police | 6% Growth    |            |            |            | Contributions Vs. Benefits | Total City Contributions |
|------|--------------|------------|------------|------------|--------|--------------|------------|------------|------------|----------------------------|--------------------------|
|      | Contribution | EE Contrib | ER Contrib | Benefits   |        | Contribution | EE Contrib | ER Contrib | Benefits   |                            |                          |
|      |              |            |            | 15,376,995 |        |              |            | 17,799,520 |            |                            |                          |
| 2020 | 13,870,435   | 1,544,708  | 12,325,727 | 15,749,701 | 2020   | 15,606,903   | 1,897,990  | 13,708,913 | 18,123,304 | 4,395,667                  | 26,034,640               |
| 2021 | 14,648,596   | 1,583,325  | 13,065,271 | 16,153,350 | 2021   | 16,476,888   | 1,945,440  | 14,531,448 | 18,866,979 | 3,894,846                  | 27,596,718 1.06          |
| 2022 | 15,472,095   | 1,622,908  | 13,849,187 | 16,790,045 | 2022   | 17,397,410   | 1,994,076  | 15,403,335 | 19,804,949 | 3,725,488                  | 29,252,522 1.06          |
| 2023 | 16,343,619   | 1,663,481  | 14,680,138 | 17,450,467 | 2023   | 18,371,462   | 2,043,928  | 16,327,535 | 20,745,374 | 3,480,759                  | 31,007,673 1.06          |
| 2024 | 17,266,015   | 1,705,068  | 15,560,946 | 18,250,853 | 2024   | 19,402,213   | 2,095,026  | 17,307,187 | 21,677,746 | 3,260,372                  | 32,868,133 1.06          |
| 2025 | 18,242,298   | 1,747,695  | 16,494,603 | 19,018,392 | 2025   | 20,493,020   | 2,147,401  | 18,345,618 | 22,563,764 | 2,846,838                  | 34,840,221 1.06          |
| 2026 | 19,275,667   | 1,791,387  | 17,484,279 | 19,776,324 | 2026   | 21,647,442   | 2,201,087  | 19,446,355 | 23,498,690 | 2,351,906                  | 36,930,634 1.06          |
| 2027 | 20,369,508   | 1,836,172  | 18,533,336 | 20,520,117 | 2027   | 22,869,250   | 2,256,114  | 20,613,136 | 24,456,222 | 1,737,581                  | 39,146,472 1.06          |
| 2028 | 21,527,412   | 1,882,076  | 19,645,336 | 21,226,364 | 2028   | 24,162,441   | 2,312,517  | 21,849,925 | 25,392,236 | 928,746                    | 41,495,261 1.06          |
| 2029 | 22,753,185   | 1,929,128  | 20,824,056 | 21,896,696 | 2029   | 25,531,250   | 2,370,329  | 23,160,920 | 26,267,565 | (120,173)                  | 43,984,976 1.06          |
| 2030 | 24,050,856   | 1,977,356  | 22,073,500 | 22,557,669 | 2030   | 26,980,163   | 2,429,588  | 24,550,575 | 27,123,851 | (1,349,499)                | 46,624,075 1.06          |
| 2031 | 25,424,700   | 2,026,790  | 23,397,910 | 23,221,202 | 2031   | 28,513,937   | 2,490,327  | 26,023,610 | 27,920,615 | (2,796,820)                | 49,421,520 1.06          |
| 2032 | 26,879,244   | 2,077,460  | 24,801,784 | 23,819,039 | 2032   | 30,137,612   | 2,552,586  | 27,585,026 | 28,750,126 | (4,447,691)                | 52,386,811 1.06          |
| 2033 | 28,419,288   | 2,129,396  | 26,289,891 | 24,405,771 | 2033   | 31,856,528   | 2,616,400  | 29,240,128 | 29,517,199 | (6,352,846)                | 55,530,019 1.06          |
| 2034 | 30,049,916   | 2,182,631  | 27,867,285 | 25,039,144 | 2034   | 33,676,346   | 2,681,810  | 30,994,536 | 30,210,207 | (8,476,911)                | 58,861,821 1.06          |
| 2035 | 31,776,519   | 2,237,197  | 29,539,322 | 25,699,029 | 2035   | 35,603,063   | 2,748,855  | 32,854,208 | 30,912,479 | (10,768,074)               | 62,393,530 1.06          |
| 2036 | 33,604,808   | 2,293,127  | 31,311,681 | 26,311,094 | 2036   | 37,643,037   | 2,817,577  | 34,825,460 | 31,522,874 | (13,413,878)               | 66,137,142 1.06          |
| 2037 | 35,540,838   | 2,350,455  | 33,190,382 | 26,885,514 | 2037   | 39,803,004   | 2,888,016  | 36,914,988 | 32,056,808 | (16,401,520)               | 70,105,370 1.06          |
| 2038 | 37,591,022   | 2,409,217  | 35,181,805 | 27,503,970 | 2038   | 42,090,104   | 2,960,217  | 39,129,887 | 32,511,894 | (19,665,262)               | 74,311,692 1.06          |
| 2039 | 39,762,161   | 2,469,447  | 37,292,713 | 28,060,830 | 2039   | 44,511,902   | 3,034,222  | 41,477,680 | 32,909,961 | (23,303,272)               | 78,770,394 1.06          |
| 2040 | 42,061,460   | 2,531,183  | 39,530,276 | 28,607,276 | 2040   | 47,076,419   | 3,110,078  | 43,966,341 | 33,273,548 | (27,257,054)               | 83,496,617 1.06          |
|      |              |            |            |            |        |              |            |            |            | (107,730,796)              | 1,041,196,242            |

Foster and Foster Actuarial Valuation As of January 1, 2020  
 Page 7 - Total Annual Payroll used to calculate EE Contribution, + 2.5%  
 ER Contribution based on City 2020 Budget Contribution  
 Page 16 - Projection of benefit payments

C) The General Assembly extended the amortization period to 2040 and adjusted the funding requirement to 90% effective January 1, 2011.

D) Councilman Rigggenbach asked how would the process for a Constitutional Amendment work for pensions? Attached is a fact sheet from the Illinois Municipal League that provides the steps neccessary to amend the Illinois Constitution.