
PROCEEDINGS OF THE WORK SESSION
OF THE CITY COUNCIL OF THE CITY OF PEKIN, ILLINOIS,
HELD IN THE COUNCIL CHAMBERS OF CITY HALL
111 S. CAPITOL ST
ON MONDAY MARCH 19, 2018 AT 5:00 O'CLOCK P.M.
JOHN MCCABE * CHAIR * PRESIDING

PLEDGE OF ALLEGIANCE

The **Pledge of Allegiance** was led Mayor McCabe.

Notice of a special City Council Budget Work Session was properly posted and received by the Council on March 16, 2018. The purpose of the meeting was for Council and staff to examine a proposed budget.

Attendee Name	Title	Status	Arrived
James A Schramm	Council Member	Present	
Michael Garrison	Councilman	Present	
Lloyd Orrick	Mayor Pro-Tem	Present	
John P Abel	Council Member	Present	
Michael Ritchason	Council Member	Present	
Mark Luft	Council Member	Present	
John McCabe	Mayor	Present	

AGENDA

- 3.1.** Motion to: **Approve Agenda**
Motion by Council Member Luft, seconded by Council Member Ritchason that the agenda be approved as presented. On roll call vote all present voted Aye.

COMMUNICATIONS

- 4.1. WORK SESSION DRAFT BUDGET FY19**
Mayor McCabe opened the presentation of the proposed budget by having all staff members, Department Heads and Council Members seated around the table to state their name and position. He expressed his appreciation to all for attending the work session.

City Manager Tony Carson told the Council that during his 18 years of presenting a balanced budget each year challenges continue to make a balanced budget difficult.

Finance Director Sarah Newcomb distributed the 2018-2019 Draft Budget narrative and figures. Ms. Newcomb, Angie Evans, Assistant Finance Director, and Mr. Carson were prepared to answer questions. Council was advised the budget process began last Fall in calculating payroll estimates based on completed collective bargaining agreements and changes to the City's health insurance plans. Ms. Newcomb projected the budget information on the Council Chamber monitors and spoke to the key points of the City's budget types, total revenues and total expenses.

The overview included revenues by key types:

Taxes

Fees/Charges for Service

Intergovernmental

Licenses and Permits

Fines and Forfeitures

Other Revenue

Investment Earnings

Transfer in

Expenses by key types:

Supplies and Materials

Other Expenditures

Contractual Services

Training & Education

Personnel

Capital Outlay

Debt Service

Transfers

Next presented was the revenues and operational expenses by fund of the following:

General Fund

Storm Water

Airport Insurance

VMF

Solid Waste

Wastewater

Tourism

MFT

TIF

Capital Budget

School Bus

Library

Community Development

Economic Development

The Council was advised the General Fund received the largest revenue and reflected the basic day to day services provided by the City other than sewer and solid waste. Most of the expenses in the General Fund were obligated due to contractual agreements or mandated and sometimes unfunded regulations from state and federal agencies.

Next the personnel and position information changes for the budget were reviewed for the Council. Also reviewed storm water as a separate fund supplemented by the General Fund revenue because it did not have its own revenue source. The revenue in 2018-2019 was residual funding from the capital loan balance for proposed storm water project. Discussion followed on storm water issues. Mr. Carson had requested the City Engineer Mike Guerra to rank 20 on going storm water issues with no revenue stream. The list was presented and Mr. Carson noted Council had only authorized 2 projects Derby Street and Broadway Farms. Council was asked to prioritize the \$3 million worth of problems.

Each of the Council Members were given the opportunity to comment. Council Member Luft questioned why the City engineering projects had to have outside engineers contracted. Council Member Ritchason thanked the City Engineer for the list of areas with wastewater concerns. He questioned how such request as Vista Grande residents' water concerns could be funded and was told there was not money in this budget that included few capital projects. The Manager suggested if Council give him the means, sales tax increase, storm water fee, ie. of revenues he could fix the list of issues over time. Mayor McCabe encouraged the Members to get with the Manager to discuss changes they had for the budget.

No action was taken.

PUBLIC INPUT

Linda Harmon addressed the Council regarding the water issue of the residents on Vista Grande. She distributed a collage of flooding photos from the summer of 2015. She asked for Council's help by funding the budget and suggest that a fee may be was appropriate.

Lynette Hunt also addressed the Council regarding the water issue on Vista Grande.

Jim Mangan asked if the draft budget would be on line and was informed that it would not but would be available at City Hall. He spoke to Council on numbers within the draft budget.

EXECUTIVE SESSION 5 ILCS 120/2 (C) 1. PERSONNEL

ADJOURN

No further business to come before the Council motion by Council Member Orrick, seconded by Council Member Ritchason to adjourn. Motion carried viva voce. Mayor McCabe adjourned the meeting in open

session at 6:55 P.M.