

# Committee-of-the-Whole Minutes

Tuesday, October 15, 2013

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- PRESENT:** His Honor Mayor Scott Raes, *Chair*  
Alderman John Knaack (*Ward 1*)  
Alderman David Parker, Jr. (*Ward 2*)  
Alderman Janet Bender, (*Ward 3*)  
Alderman Dick Brown (*Ward 4*)  
Alderman Lori Turner (*Ward 5*)  
Alderman Kevin Schoonmaker (*Ward 6*)  
Alderman Sean Liddell (*Ward 7*)  
Alderman Stephanie Acri (*At-Large*)
- STAFF:** Lew Steinbrecher, City Administrator  
Kathy Carr, Finance Director  
Maureen Riggs, City Attorney  
Tracy Koranda, City Clerk  
Ray Forsythe, Planning & Economic Development Director  
Alison Fleming, Human Resources Manager  
Laura Duran, Parks Recreation Director  
Lee Ann Fisher, Library Director  
Kim Hankins, Public Safety Director  
Scott Hinton, City Engineer  
Jeff Anderson, City Planner  
Mike Waldron, Public Works Director  
Nate Scott, IT Manager  
Doug House, Municipal Services General Manager  
Mike Bartels, Municipal Services Operations Manager  
Rodd Schick, Parks Operations Manager  
Greg Swanson, Utilities General Manager  
Keith Verbeke, Finance Manager  
JD Schulte, Fleet Services Manager  
Arnie McCollum, Laborer, AFSCME President  
Mick Dockterman, Fire Inspector  
Travis Noyd, Fire Engineer
- OTHERS:** Sandy Bingman, Resident  
Sandy O'Neil, Resident  
David Anderson, Resident  
Ron Miller, Resident  
Mel Piff, Resident  
Larry Sandoffer, Resident  
Scott VanDeWoestyne, QC Chamber of Commerce  
Adam Holland, Moline Centre Main Street Director

Jerry Lack, Illowa Construction Labor & Management  
 Roger Clawson, Park Board  
 Frank Coyle, Jr., Attorney  
 Dawn Neuses, Reporter, *The Dispatch*

Mayor Raes called the meeting to order at 6:00 p.m. in Council Chambers.

**Work Session Agenda Items**

Mayor Raes reminded those in attendance that the meeting is a work session and that comments would not be heard by the public until the time designated for the public to address the Council at end of the Council Meeting.

Lew Steinbrecher, City Administrator, made an introductory statement.

Kathleen Carr, Finance Director, gave an overview of the attached presentation.

Council reviewed the budget document by fund with the following topics discussed:

"Hit" List	Cost	"Wish" List	Cost
		Increase Youth Commission Budget	\$1000
Reduce Library Budget	\$100,970		
Reduce Park Budget	\$387,500		
Reduce Fleet Capital Budget	\$303,025		
Eliminate Leaf Vacuuming		Implement Option #3 of 9.17.2013 COW Presentation on Leaf Collection	
		Increase Sanitation Fee by \$4.24 per month to free up General Fund Sanitation subsidies in order to subsidize Library Fund by \$100,970, to resurface 38 <sup>th</sup> Street in the amount of \$170,000 and to subsidize Police Pension by \$104,077, Fire Pension by \$104,077 and OBEB by \$104,077	\$583,220
		Increase Sanitation Fee by \$1.57 to free up General Fund Sanitation subsidies in order to subsidize Library Fund and set the 2013 Property Tax Levy at \$14,684,000.00 rather than \$14,784,970.00 as was approved at the 09.24.2013 COW	\$100,970

**Budget Items**

1. A motion was made by Alderman Parker, seconded by Alderman Acri, to reduce the Library Budget by \$100,970.00. Motion failed on the following roll call vote: ayes: Aldermen Parker, Schoonmaker, Liddell and Acri; nays: Aldermen Knaack, Bender, Brown and Turner. Mayor Raes broke the tie by voting nay.
2. A motion was made by Alderman Acri, seconded by Alderman Parker, to reduce the Park Budget by \$387,500 and have those funds remain in the Tourism Fund. Motion failed on the following roll call vote: ayes: Aldermen Parker and Acri; nays: Aldermen Knaack, Bender, Brown, Turner, Schoonmaker and Liddell.
3. A motion was made by Alderman Acri to reduce the Fleet Capital Budget by \$303,025.00. Motion failed for

lack of a second.

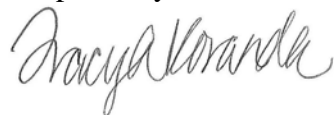
4. A motion was made by Alderman Parker, seconded by Alderman Schoonmaker, to increase the Youth Commission contribution by \$1000.00 in order to fund Crime Stoppers at the Middle School level. Motion carried unanimously.
5. A motion was made by Alderman Brown, seconded by Alderman Acri, to eliminate the leaf vacuuming service, to implement Option #3 as presented by Mike Waldron, Public Works Director, during the September 17, 2013, leaf collection presentation at the Committee-of-the-Whole meeting and reallocate manpower. Motion failed on the following roll call vote: ayes: Alderman Parker, Brown and Acri; nays: Alderman Knaack, Bender, Turner, Schoonmaker and Liddell.
6. A motion was made by Alderman Liddell, seconded by Alderman Brown, to increase the Sanitation Fee by \$4.24 per month to free up General Fund Sanitation subsidies in order to subsidize Library Fund. Alderman Turner made a motion to amend by increasing the Sanitation Fee by \$2.00 in 2014 and \$2.25 in 2015 to reinstate the Economic Development Manager position. Motion to amend failed for lack of a second. Motion to increase the Sanitation Fee by \$4.24 per month failed on the following roll call vote: ayes: Alderman Parker, Bender, Brown and Liddell; nays: Alderman Knaack, Turner, Schoonmaker and Acri. Mayor Raes broke the tie by voting nay.
7. A motion was made by Alderman Parker, seconded by Alderman Turner to approve the 2013 Special Service Area #5 property tax levy of \$145,335.00. Motion carried on the following roll call vote: ayes: Alderman Knaack, Parker, Bender, Brown, Turner, Schoonmaker and Liddell; nays: Alderman Acri.
8. A motion was made by Alderman Turner, seconded by Alderman Knaack to approve the 2013 Special Service Area #6 property tax levy of \$257,225.00. Motion carried on the following roll call vote: ayes: Alderman Knaack, Parker, Bender, Brown, Turner, Schoonmaker and Liddell; nays: Alderman Acri.
9. A motion was made by Alderman Knaack, seconded by Alderman Turner to approve the 2014 budget as amended. Alderman Brown, seconded by Alderman Liddell, moved to amend the 2014 budget by increasing the Sanitation Fee by \$1.57 per month to free up General Fund Sanitation subsidies in order to subsidize Library Fund and set the 2013 Property Tax Levy at \$14,684,000.00 rather than \$14,784,970.00 as was approved at the September 24, 2013 Committee-of-the-Whole meeting. Motion to amend carried on the following roll call vote: Alderman Knaack, Parker, Bender, Brown, Liddell and Acri; nays: Aldermen Turner and Schoonmaker. Alderman Acri, seconded by Alderman Knaack, made a motion to approve the 2014 budget as amended. Motion carried unanimously.

### **Agenda Items**


Mayor Raes indicated that item #1 will not be presented this evening and will come back at a later date.

Meeting adjourned at 8:17 p.m.

Respectfully submitted,



Tracy A. Koranda  
City Clerk



# City of Moline “Proposed 2014 Budget” Work Session

Tuesday October 15, 2013

# Challenges over the past decade

- ✘ Significant declines in major revenues such as income and sale taxes
- ✘ Expenditures increasing at a higher rate than revenues
- ✘ Reduction in state shared revenues
- ✘ Delayed payments from the state (income tax)
- ✘ Uncontrollable increases in pension costs
- ✘ Increase in Property Tax Exemptions
- ✘ New Fees Mandated by the State
- ✘ Significant increases in road salt and fuel (natural gas/gasoline)
- ✘ Deteriorating Infrastructure/Deferred Maintenance
- ✘ Aging Workforce (OPEB)
- ✘ Major Flood/Wind/Snow Events
- ✘ Increases in Minimum Wage

# Past Action Plans

- Hiring Freezes
- GWI eliminated in 2012
- Furlough Days
- 25% reduction in professional development
- Tuition reimbursements eliminated
- Implemented New Utility Tax
- Implemented New Food and Beverage Tax
- Implemented a Sanitation User Fee
- 38 fewer positions in 2013 than in 2008
- 18 positions downgraded since 2008

# Past Action Plans

- Bi-Annual License and Fee Reviews
- Performed Operational and Efficiency Reviews
- Implemented departmental reorganizations
- Increased home rule sales and food & beverage taxes
- Increased sanitation and ambulance user fees
- Downsized municipal fleet/increased revenues from outside entities
- Transferred two Main Street positions to the Chamber at an overall lower cost to the City

# 2014 Budget Development

- Budget Instructions to Departments in June 2013
- Budget Submissions due in early August 2013
- No expanded level requests accepted
- Department Reviews held to address projected deficits
- City Administrator's 2014 Recommended Budget distributed to City Council on October 1, 2013.



# Budget Approval Schedule

- Budget Work Session with City Council 10/15/13
- Deliver Display Ad to Newspaper 11/06/13
- Public Hearing Notice Appears in Newspaper 11/16/13
- Public Hearing 12/03/13
- First Reading Appropriation Ordinance 12/03/13
- Second Reading Appropriation Ordinance 12/10/13
- Budget Resolution Adoption 12/10/13
- File with Rock Island County 01/10/14

The 2014 proposed budget for the city's 45 individual funds is \$137,950,835. This includes twelve operating funds.

General	\$ 43,933,880
Library	\$ 3,126,475
Parks	\$ 4,667,750
Sanitation	\$ 2,530,365
3 Utilities	\$ 28,639,065
4 Internal Services	\$ 17,699,185

The 2014 proposed budget also includes two Special Service Areas:

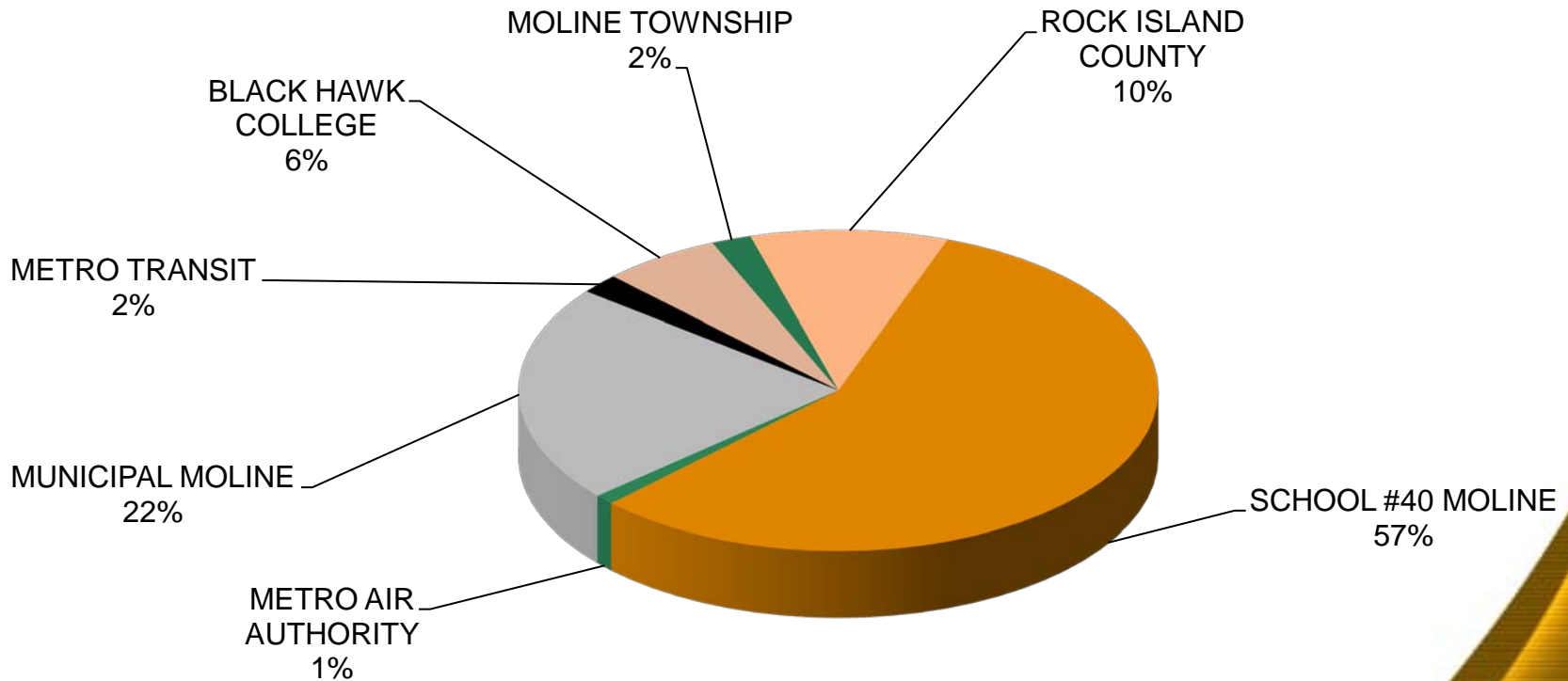
#5 Bass Street Landing	\$175,435
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#6 Downtown	\$257,225
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## #5 Bass Street Landing SSA

- Budget starts on page 156
- 2013 Budget is \$110,400
- 2014 Proposed Budget is \$175,435
- The \$65,035 increase is due to additional general maintenance in order to accomplish items that have been deferred (includes fountain and concrete work).

## Percent of Total Taxes Extended by Type of Taxing District



# Rock Island County

## 2013 Township Equalization Factors At Supervisor of Assessments' Level

The following is a listing of Rock Island County Township Equalization Factors applied to real estate assessments after local assessor action but before Board of Review action. All changes have been listed elsewhere in this paper. Equalization factors will be applied to all real estate except those assessed as farm under 35 ILCS 200/1-60.

Cordova	1.0031
Coe	1.0074
Canoe Creek	1.0162
Zuma	1.0145
Port Byron	1.0071
Hampton	0.9844
South Moline	0.9817
Moline	0.9895
Rock Island	0.9434
South Rock Island	0.9866
Blackhawk	1.0020
Coal Valley	0.9949
Rural	1.0021
Bowling	1.0031
Edgington	1.0012
Andalusia	1.0144
Buffalo Prairie	1.0036
Drury	0.9937

Larry A. Wilson  
Rock Island County  
Supervisor of Assessments

## #5 Bass Street Landing SSA

- 2012/2013 Property Tax Levy \$80,400
- 2013/2014 Proposed Tax Levy is \$145,335
- Since this is a 80.76% increase, a Public Hearing will be required.
- If approved, the public notice would be published on 10/06 and the public hearing scheduled on 11/19.

# EAV and Special Service Area Rates

Levy Year	Tax Year	Special Service Area #5		
		EAV	Levy	Rate
2013	2014	\$10,652,565	\$145,335	1.3643
2012	2013	\$10,765,604	\$80,400	0.7470
2011	2012	\$5,904,167	\$80,400	1.3618
2010	2011	\$5,699,091	\$80,400	1.4108
2009	2010	\$5,577,503	\$80,400	1.4416
2008	2009	\$5,577,301	\$89,500	1.6048



# Parcel by Parcel Impact

Name	Address	2012	2013	2014
		Taxes	Taxes	Taxes
		<b>1.3618</b>	<b>0.7470</b>	<b>1.3643</b>
Caxton	1701 River Drive	\$25,492	\$12,796	\$23,125
Riverstation	1601 River Drive	\$25,017	\$12,558	\$22,694
Stoney Creek Inn	101 18th Street	\$29,891	\$15,004	\$27,115
FDP	1 Kone Court	\$0	\$40,042	\$72,401
		\$80,400	\$80,400	\$145,335

## #6 Downtown SSA

- Budget starts on page 158
- 2013 Budget is \$225,000
- 2014 Proposed Budget is \$257,225
- The \$32,225 increase is for an anticipated role expansion for Chamber staff (transfer of property maintenance) and implementation of a Retail Incubator Program.

## #6 Downtown SSA

- 2012/2013 Property Tax Levy \$225,000
- 2013/2014 Proposed Tax Levy is \$257,225
- Since this is a 14.32% increase, a Public Hearing will be required.
- If approved, the public notice would be published on 11/06 and the public hearing scheduled on 11/19.

# EAV and Special Service Area Rates

Levy Year	Tax Year	Special Service Area #6		
		EAV	Levy	Rate
2013	2014	\$29,960,738	\$257,225	0.8585
2012	2013	\$30,297,571	\$225,000	0.7428
2011	2012	\$31,315,463	\$225,000	0.7186
2010	2011	\$31,503,959	\$225,000	0.7142
2009	2010	\$31,044,982	\$225,000	0.7206
2008	2009	\$30,522,591	\$212,995	0.6900

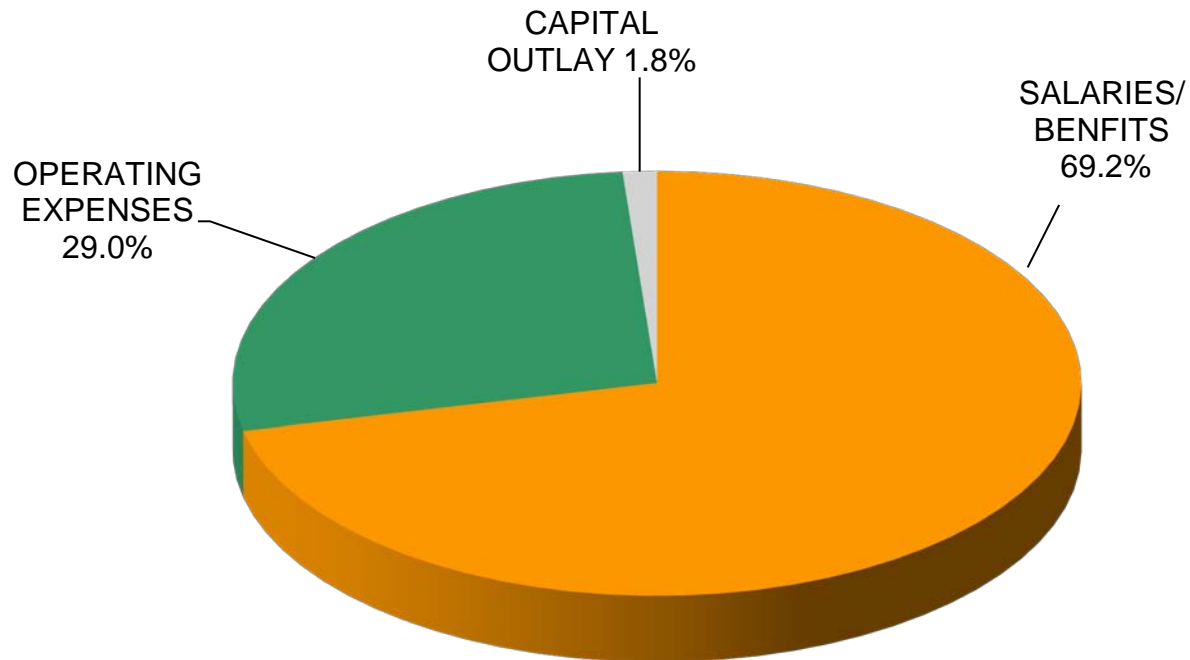
# Proposed Expenditures at a Glance

	2014 Budget		2013 Budget		% Change
	Amount	Percentage	Amount	Percentage	
<b>Personnel Costs</b>	\$51,257,990	37%	\$49,522,270	38%	4%
<b>Services</b>	\$44,891,615	33%	\$41,067,850	31%	9%
<b>Supplies</b>	\$4,647,445	3%	\$4,609,745	4%	1%
<b>Capital Outlay</b>	\$19,649,330	14%	\$12,538,010	10%	57%
<b>Interfund Transfers</b>	\$8,805,590	6%	\$13,148,430	10%	-33%
<b>Debt Service</b>	\$8,698,865	6%	\$9,825,630	8%	-11%
<b>Total</b>	<u>\$137,950,835</u>	100%	<u>\$130,711,935</u>	100%	5.5%

# Proposed Revenues at a Glance

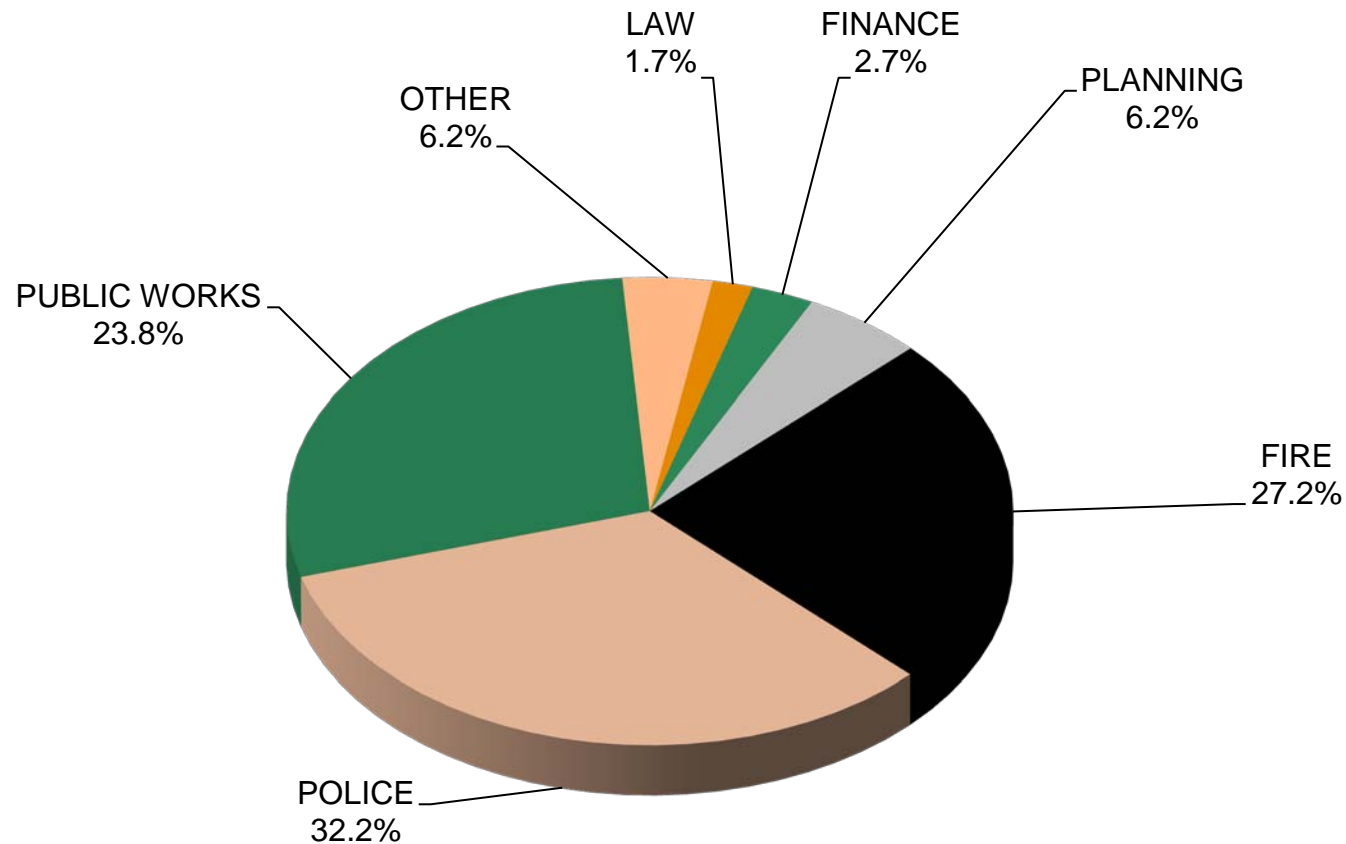
	2014 Revenue		2013 Revenue		% Change
	Amount	Percentage	Amount	Percentage	
Taxes	\$53,428,685	39%	\$53,099,620	41%	1%
License/Permits	\$1,035,200	1%	\$967,600	1%	7%
Intergovernmental	\$4,225,505	3%	\$5,399,870	4%	-22%
Charges for Service	\$38,446,080	28%	\$37,095,570	28%	4%
Fines	\$577,000	0%	\$645,000	0%	-11%
Use of Money/Property	\$12,763,200	9%	\$11,314,400	9%	13%
Other Sources	\$17,278,785	13%	\$10,593,960	8%	63%
Reserves	\$10,196,380	7%	\$11,596,265	9%	-12%
Total	<u>\$137,950,835</u>	100%	<u>\$130,712,285</u>	100%	6%

# Proposed 2014 General Fund Budget Summary



**TOTAL: \$43,933,880**

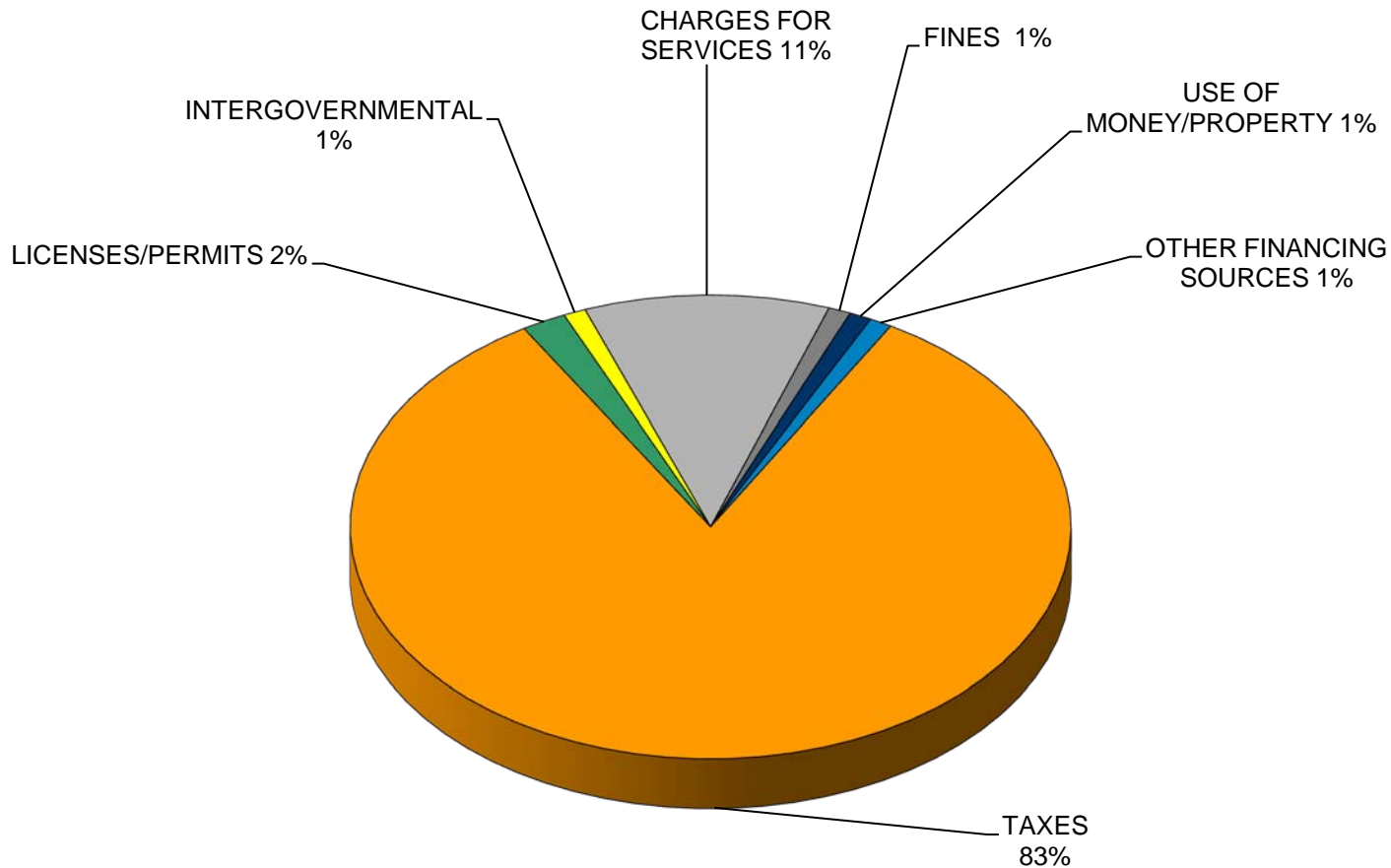
# Proposed 2014 General Fund Departmental Budget Summary



**TOTAL EXPENDITURES: \$43,933,880**



# 2014 General Fund Funding Sources



**TOTAL FUNDING SOURCES: \$43,933,880**

# Recommendations

- Approve Property Tax Levy SSA#5      \$      145,335
- Approve Property Tax Levy SSA#6      \$      257,225
  
- Adopt 2014 Balanced Budget              \$137,950,835

