

April 16, 2018

Minutes of the Budget Hearing of the City Council, City of Clinton, Illinois in session in the Council Chambers of City Hall, Monday, April 16, 2018 at 6:45 p.m. Mayor Roger Cyrulik, presiding. On roll call Commissioners Wise, Ballenger, Edmunds and Crang were present.

Mayor Cyrulik introduced Paul Skowron, CEO of the Hospital and Tom Hankins, Director of Support Services and IT Services to give an overview of the capital and operating budget for fiscal year 2019. The hospital employs 105 full time and 50 part time employees and 70% live in DeWitt County.

Paul Skowron, CEO, discussed the Capital Budget items excluding carry over and contingency. It is \$1,165,500.00 with all major expenditures to include: Looking into a new product to redo the parking lot that will last the next 10 years, \$310,000.00 for Digital X-ray equipment, digital mobile X-ray equipment and renovation of the radiology digital X-ray equipment room. \$175,000.00 for other building renovations which include pharmacy and emergency department updates along with renovation of storage space in the emergency department. \$171,000.00 to maintain and enhance the operation of the computer systems which are used by all departments to support and provide patient care. \$155,000.00 for Hot water boiler. \$55,000.00 for surgery endoscope reprocessing system. The carry over budget includes expenditures approved in the current year but to be paid for next fiscal year. The contingency budget amount of \$1,001,000.00 is an amount for contingency equipment not listed in the budget if a need arises. He then discussed the Operating Budget, which is projecting an excess of revenues over expenses of \$212,417.00 for the operating income. Inpatient revenue is 11% with outpatient revenue at 89%. Of this revenue, over 41% will be written off due to Medicare, Medicaid and various other reasons concerning expenses, 40% relates to salaries/wages/benefits, 14% relates to purchase services and maintenance services, 14% professional fees and 9% relates to supplies/minor equipment with the rest being utilities, maintenance, education/travel and insurance.

Mayor Cyrulik thanked Paul and Tom for their presentation.

City Treasurer, Clint Lichtenwalter discussed the City portion of the budget. He stated that while most of our revenues remain stagnant we are also continuing to hear from the Illinois Municipal League that bills continue to be proposed each legislative cycle to decrease shared revenues to municipalities as a way to plug the state's budget gap. The last few years we have had some pretty bad projected budgets put forward, but have been able to overcome those and end those years to the positive. This budget is projected to end with a slightly lower overall fund balance than where FY18 is projected to end. But, overall this is a much better looking budget than what has been brought forward the last few years.

The total General Fund operating expenses are \$3,398,453 which would be a 4.4% increase from the projected current fiscal year end. This would however be a decrease of 1.53% from last years budgeted expenses. These include some budgeted expenditures such as demolition of some dilapidated properties in town which is not an ordinary expense for the City and are being carried over from the prior year's budget. The major project for this year is the Water Meter Replacement Program which will be 1.2 million.

The City continues to see several income line items bounce up and down from year to year. Overall the revenue growth has not been keeping up with the rate of inflation. Video gaming revenue continues to grow at a rapid pace year over year. Sales tax which is by far our largest revenue source for the General Fund continues to grow but at a less than inflation pace. Telecom Tax continues to decrease year after year. The biggest hit next year is to the State Income Tax which is budgeted to decline by \$120,000 compared to the current estimated year-end total. Overall our next year's revenue is budgeted at \$104,869 less than the projected current year end.

It is debatable as to what level is appropriate for our cash reserves. It has been recommended that the City should have a year's worth of reserves to cover any unexpected contingencies, and at a bare minimum 6 months' worth. With this budget we will end the year at around 8 months of reserves. This is a 2 month increase over last year's budget, so we are moving in the right direction.

In conclusion the last few years we have finally been able to report some good news on the topic of insurance. After several very unhealthy years with massive claims for the group we had to make some changes to the plan including changing deductibles, out-of-pocket limits, a premium increase, and mandating mail order for maintenance type drugs. These changes along with several extremely healthy years have put a significant amount of cash back in the reserves. For the most part claims have remained down year to date across the board showing both that we are healthier for the time being and that the education on the drug options has been working. Reserves are back to a healthy position and we keep working very hard to keep it that way. We are proposing no increase to the premiums for FY19.

The City's Police Pension Fund is 100% funded and Fire Pension Fund is 65% funded.

Mayor Cyrulik opened the floor for any comments or questions from the audience. Hearing none, motion was made by Commissioner Wise and seconded by Commissioner Ballenger to adjourn the Budget Hearing. On roll call vote, Commissioners Ballenger, Edmunds, Crang, Wise and Mayor Cyrulik voted "Yes".

Respectfully submitted,

Cheryl A. Van Valey
City Clerk

April 16, 2018

Minutes of the regular meeting of the City Council of the City of Clinton, Illinois in session in the Council Chambers of City Hall, Monday, April 16, 2018 at 7:00 p.m. Mayor Roger Cyrulik, presiding. On roll call, Commissioners Edmunds, Crang, Wise and Ballenger were present.

Written motion was made by Commissioner Wise and seconded by Commissioner Ballenger that the minutes of the regular meeting of April 2, 2018 be approved as submitted. On roll call vote, Commissioners Crang, Wise, Ballenger, Edmunds and Mayor Cyrulik voted "Yes".

The bills and payroll were read.

Written motion was made by Commissioner Edmunds and seconded by Commissioner Crang that the bills and payroll be allowed as read and the Clerk be instructed to issue warrants on the Treasurer for the several amounts. On roll call vote, Commissioners Wise, Ballenger, Edmunds, Crang and Mayor Cyrulik voted "Yes".

PETITIONS AND COMMUNICATIONS

John Baker, Chairman of the Tree City Commission, presented the awards to the Arbor Day Poster winners, which were Noah Boysen (1st place), Regan Filkin (2nd place) and McKinley West (3rd place). Mayor Cyrulik read an Arbor Day proclamation. The Arbor Day Celebration will be Saturday, April 28th on the Square at 10:00 a.m. and the tree will be planted in the southwest corner in celebration of Grimsley's 100th Anniversary.

REPORT FROM THE DEPARTMENT OF PUBLIC AFFAIRS

Mayor Cyrulik reported there was another article in the Pantagraph on the Bicentennial.

Written motion was made by Commissioner Ballenger and seconded by Commissioner Edmunds to reappoint Loretta Rogers to the Fire & Police Commission – said term to expire May 1, 2021. On roll call vote, Commissioners Ballenger, Edmunds, Crang, Wise and Mayor Cyrulik voted "Yes".

Written motion was made by Commissioner Edmunds and seconded by Commissioner Crang to reappoint Dana Korneman to the Clinton Planning Commission – said term to expire May 1, 2021. On roll call vote, Commissioners Edmunds, Crang, Wise, Ballenger and Mayor Cyrulik voted "Yes".

Written motion was made by Commissioner Ballenger and seconded by Commissioner Edmunds to reappoint Clint Lichtenwalter to the Police Pension Board – said term to expire May 1, 2020. On roll call vote, Commissioners Crang, Wise, Ballenger, Edmunds and Mayor Cyrulik voted "Yes".

Written motion was made by Commissioner Crang and seconded by Commissioner Wise to reappoint Mary Mitchell-Stites to the Tree City Commission – said term to expire May 1, 2021. On roll call vote, Commissioners Wise, Ballenger, Edmunds, Crang and Mayor Cyrulik voted “Yes”.

REPORT FROM THE DEPARTMENT OF STREETS & PUBLIC IMPROVEMENTS

Commissioner Crang reported that the department is working on filling potholes, picking up brush and trimming trees. The vouchers for the City Wide clean-up can be picked up at City Hall and they can take their items to Area Disposal any time from May 1st – June 30th.

REPORT FROM THE DEPARTMENT OF PUBLIC PROPERTY

Commissioner Wise reported the City Staff had a meeting with Core & Main and the installers of the antennae on top of the water tower and the company UMI who are the licensed plumbers who will be installing the new water meters. The citizens will be receiving a letter to set up an appointment to have this the new water meter installed.

REPORT FROM THE DEPARTMENT OF PUBLIC HEALTH & SAFETY

Commissioner Ballenger reported the fire training facility by the Yard Waste Facility is being used for training and invited the citizens to come out and see what their donation was used for.

Police Chief Lowers reported last week was National Public Safety Telecommunications Week for the 911 Dispatchers and next week is the 2nd Annual Illinois Distracted Driving Awareness Week. He also stated that Friday will be the 5th grade D.A.R.E. Graduation and on Saturday, April 28th will be Drug Take Back Day.

REPORT FROM THE DEPARTMENT OF ACCOUNTS & FINANCES

Commissioner Edmunds reported that the Sales Tax finished the year with a slight positive at \$11,663 which is a little less than a 1% increase and the Non-Home Rule Sales Tax was also positive at \$6,202 which was a 1.8% increase.

UNFINISHED BUSINESS

Written motion was made by Commissioner Edmunds and seconded by Commissioner Ballenger to adopt Ordinance #1478, An Ordinance Adopting Budget (FY 2019). On roll call vote, Commissioners Ballenger, Edmunds, Crang, Wise and Mayor Cyrulik voted “Yes”.

Written motion was made by Commissioner Edmunds and seconded by Commissioner Wise to adopt Ordinance #1479, Ordinance Authorizing Borrowing Funds (Hospital Line of Credit for \$1,000,000.00). On roll call vote, Commissioners Edmunds, Crang, Wise, Ballenger and Mayor Cyrulik voted "Yes".

Written motion was made by Commissioner Wise and seconded by Commissioner Ballenger to approve the Purchase of Portable Radios in the amount of \$10,300.00 and Base Radios in the amount of \$6,762.40 for the Fire Dept. from Global Technical Systems, Inc. for a total amount of \$17,062.40 (The department received a Grant for this purchase). On roll call vote, Commissioners Crang, Wise, Ballenger, Edmunds and Mayor Cyrulik voted "Yes".

NEW BUSINESS

On File – Sale of Personal Property/Street Dept. – 2000 Chevrolet Dump Truck

On File – Plumbers & Pipefitters Contract

On File – Bids for Lime Removal/Water Dept. – Evergreen FS, Inc. - \$11.90/ton

On File – Sale of Personal Property/Warner Hospital & Health Services

Written motion was made by Commissioner Crang and seconded by Commissioner Ballenger to hold a closed session for the purpose of Approval of Closed Session Minutes and Imminent Litigation. On roll call vote, Commissioners Wise, Ballenger, Edmunds, Crang and Mayor Cyrulik voted "Yes".

ADJOURNMENT

With no further business to come before the Council, a motion was made by Commissioner Ballenger and seconded by Commissioner Crang to adjourn the meeting. On roll call vote, Commissioners Crang, Wise, Ballenger, Edmunds and Mayor Cyrulik voted "Yes".

Respectfully Submitted,

Cheryl A. Van Valey
City Clerk