

CITY OF PERU REGULAR COUNCIL MEETING APRIL 25, 2022

A budget hearing was held on Monday, April 25, 2022 at 6:39 p.m. in the City of Peru Council Chambers.

Clerk Bartley called the hearing to order.

In attendance were Aldermen Ballard, Tieman, Payton, Edgcomb, Waldorf, Sapienza, Lukosus, Buffo. Mayor Kolowski City Clerk Dave Bartley, Treasurer Jackson Powell, Director of Finance Justin Miller, Police Chief Bob Pyszka, PSM/Fire Chief Jeff King, Eric Carls, Director of Engineering and Zoning, IT Director Stephen Rounds, Director of Parks, Recreation and Special Events Adam Thorson

OPERATING BUDGET PRESENTATION-Presented by Justin Miller, Director of Finance.

Budget presentation attached.

Mayor Kolowski asked about the fire and police pension assumption. Mr. Miller noted the changes in the policy state-wide pension plan. Mr. Miller stated we would stay with our current plan. (Fire pension 88% and Police pension 55%-latest rates from the Division of Insurance.

Alderman Payton thanked Mr. Miller for the 300 plus hours dedicated to the budget.

Treasurer Powell complimented the council and Mr. Miller.

Mayor Kolowski thanked Mr. Miller and all department heads.

Hearing adjourned at 6:54 p.m.

A regular meeting of the Peru City Council was called to order by Mayor Ken Kolowski in the Peru City Council Chambers on Monday, April 25, 2022, at 7:00 p.m.

City Clerk Dave Bartley called the roll with Aldermen Ballard, Tieman, Payton, Edgcomb, Waldorf, Sapienza, Lukosus and Buffo present; Mayor Kolowski present.

All joined in the Pledge of Allegiance to the Flag of the United States of America.

PUBLIC COMMENT

PRESENTATION/PROCLAMATION

MINUTES/FINANCIAL REPORTS/ACTIVITY REPORTS

Mayor Kolowski presented the Regular Minutes of April 11, 2022, Special Meeting Minutes of April 18, 2022 Treasurer's Report for March 2022 and Peru Volunteer Ambulance Service, Inc Activity Summary for March 2022. Alderman Waldorf made a motion the minutes and reports be received and placed on file. Alderman Payton seconded the motion; motion carried.

FINANCE AND SAFETY COMMITTEE

Alderman Buffo presented the following disbursements for payment on April 27, 2022:

FUND NAME

TOTAL EXPENSES

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General Fund	\$488,182.57
Insurance Fund	18.68
Utility Fund	1,864,414.81
Airport Fund	<u>3,054.61</u>
Total	\$2,355,670.67

Alderman Buffo made a motion the disbursements be received, placed on file and the bills be paid in the usual manner. Alderman Sapienza seconded the motion. Clerk Bartley called the roll with Aldermen Ballard, Tieman, Payton, Edgcomb, Waldorf, Sapienza, Lukosus and Buffo voting aye; motion carried.

Alderman made a motion to approve \$5,000 donation to Central States tournament. Alderman Buffo seconded the motion. Clerk Bartley called the roll with Aldermen Ballard, Tieman, Payton, Edgcomb, Waldorf, Sapienza, Lukosus and Buffo voting aye; motion carried. (Tournament July 22-27th)

PUBLIC SERVICES COMMITTEE

Alderman Waldorf made a motion to extend the Mowing and Trimming contract with TNT Lawn & Snow, LLC in the amount of \$2, 915.00 per cut. (5-year contract; 7% increase this year). Alderman Ballard seconded the motion. Clerk Bartley called the roll with Aldermen Ballard, Tieman, Payton, Edgcomb, Waldorf, Sapienza, Lukosus and Buffo voting aye; motion carried.

Alderman Lukosus made a motion to authorize sale of Renewable Energy Credits to STX Commodities, LLC as follows:

STX buys 9,131 July-December 2020 production at \$1.00

STX buys 20,689 January-June 2021 production at \$1.20

STX buys 29,300 July 2021-March 2022 production at \$1.40

Alderman Waldorf seconded the motion. Clerk Bartley called the roll with Aldermen Ballard, Tieman, Payton, Edgcomb, Waldorf, Sapienza, Lukosus and Buffo voting aye; motion carried.

POLICE AND FIRE COMMITTEE

Chief Pyszka reported on a grant to purchase 7 new bulletproof vests with half of the cost to be reimbursed through the grant. Chief Pyszka stated the cost of the vests are \$5,256.00 and they are replaced every 5 years.

REPORT OF CITY ATTORNEY/ORDINANCES AND RESOLUTIONS

Corporate Counsel Scott presented the minutes of public hearing on petition of Joe Welte concerning property located at 4401-4431 Progress Boulevard in the City of Peru, IL. Alderman Waldorf made a motion the minutes be received, placed on file and concur with the recommendation. Alderman Payton seconded the motion; motion carried.

Corporate Counsel Scott Schweickert presented a proposed ordinance entitled:

ORDINANCE NO. 6642

CITY OF PERU REGULAR COUNCIL MEETING APRIL 25, 2022

AN ORDINANCE GRANTING A VARIANCE AND WAIVER AS SOUGHT BY THE PETITION OF JOE WELTE CONCERNING PROPERTY LOCATED AT 4401-4431 PROGRESS BOULEVARD IN THE CITY OF PERU, ILLINOIS

Alderman Waldorf made a motion the ordinance be adopted as written and read. Alderman Buffo seconded the motion. Clerk Bartley called the roll with Aldermen Ballard, Tieman, Payton, Edgcomb, Waldorf, Sapienza, Lukosus and Buffo voting aye; motion carried.

Corporate Counsel Scott presented the minutes of public hearing on petition of Jordan and Meghan Lutes concerning property located at 1307 Herbert Street in the City of Peru Illinois. Alderman Waldorf made a motion the minutes be received, placed on file and concur with the recommendation. Alderman Payton seconded the motion; motion carried.

Corporate Counsel Scott Schweickert presented a proposed ordinance entitled:

ORDINANCE NO. 6643

AN ORDINANCE VACATING A PORTION OF A PUBLIC EASEMENT FROM KENNETH W. WENZEL AND GERALD E. WENZEL OVER CERTAIN PROPERTY COMMONLY KNOWN AS 901 WENZEL ROAD. (LaSalle State Bank – LaSalle County PIN: 17-04-325-002)

Alderman Waldorf made a motion the ordinance be adopted as written and read. Alderman Tieman seconded the motion. Clerk Bartley called the roll with Aldermen Ballard, Tieman, Payton, Edgcomb, Waldorf, Sapienza, Lukosus and Buffo voting aye; motion carried.

Corporate Counsel Scott Schweickert presented a proposed ordinance entitled:

ORDINANCE NO. 6644

AN ORDINANCE VACATING A PORTION OF A PUBLIC EASEMENT FROM KENNETH W. WENZEL AND GERALD E. WENZEL OVER CERTAIN REAL ESTATE GENERALLY KNOWN AS LOT 1 AND LOT 2 OF EARL WENZEL COMMERCIAL 7TH ADDITION TO THE CITY OF PERU (WG Development LLC – LaSalle County PINs: 17-04-328-001 & 17-04-328-002)

Alderman Payton made a motion the ordinance be adopted as written and read. Alderman Waldorf seconded the motion. Clerk Bartley called the roll with Aldermen Ballard, Tieman, Payton, Edgcomb, Waldorf, Sapienza, Lukosus and Buffo voting aye; motion carried.

Corporate Counsel Scott Schweickert presented a proposed ordinance entitled:

ORDINANCE NO. 6645

AN ORDINANCE VACATING A PORTION OF A PUBLIC EASEMENT FROM KENNETH W. WENZEL AND GERALD E. WENZEL OVER CERTAIN PROPERTY NOW KNOWN AS PERU DIAMOND 3 SENIOR DEVELOPMENT, A PLANNED DEVELOPMENT (Madison Medical Partners LLC – LaSalle County PIN: 17-04-343-000)

Alderman Edgcomb made a motion the ordinance be adopted as written and read. Alderman Payton seconded the motion. Clerk Bartley called the roll with Aldermen Ballard, Tieman, Payton, Edgcomb, Waldorf, Sapienza, Lukosus and Buffo voting aye; motion carried.

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Corporate Counsel Scott Schweickert presented a proposed ordinance entitled:

ORDINANCE NO. 6646

AN ORDINANCE AUTHORIZING THE SALE OF CERTAIN CITY-OWNED SURPLUS REAL ESTATE TO BRADLEY AND JACI RATHBURN (1602 5TH Street, Peru, IL 61354)

Alderman Waldorf made a motion the ordinance be adopted as written and read. Alderman Sapienza seconded the motion. Clerk Bartley called the roll with Aldermen Ballard, Tieman, Payton, Edgcomb, Waldorf, Sapienza, Lukosus and Buffo voting aye; motion carried.

Corporate Counsel Scott Schweickert presented a proposed ordinance entitled:

ORDINANCE NO. 6647

AN ORDINANCE AUTHORIZING THE EXECUTION OF PURCHASE CONTRACTS BY AND BETWEEN THE CITY OF PERU AND BUREAU COUNTY, AS TRUSTEE (Bureau County PINs: 18-14-701-002 & 18-13-701-004)

Alderman Lukosus made a motion the ordinance be adopted as written and read. Alderman Tieman seconded the motion. Clerk Bartley called the roll with Aldermen Ballard, Tieman, Payton, Edgcomb, Waldorf, Sapienza, Lukosus and Buffo voting aye; motion carried.

Corporate Counsel Scott Schweickert presented a proposed ordinance entitled:

ORDINANCE NO. 6648

ADOPTING AND CODIFYING A REVISED SMALL WIRELESS FACILITIES DEPLOYMENT ORDINANCE

Alderman Waldorf made a motion the ordinance be adopted as written and read. Alderman Payton seconded the motion. Clerk Bartley called the roll with Aldermen Ballard, Tieman, Payton, Edgcomb, Waldorf, Sapienza, Lukosus and Buffo voting aye; motion carried.

Corporate Counsel Scott Schweickert presented a proposed ordinance entitled:

ORDINANCE NO. 6649

AN ORDINANCE APPROVING THE BUDGET FOR FISCAL YEAR MAY 1, 2022 TO APRIL 30, 2023, BOTH INCLUSIVE

Alderman Payton made a motion the ordinance be adopted as written and read. Alderman Edgcomb seconded the motion. Mayor Kolowski noted this is his first budget and thanked. Clerk Bartley called the roll with Aldermen Ballard, Tieman, Payton, Edgcomb, Waldorf, Sapienza, Lukosus and Buffo voting aye; motion carried.

Corporate Counsel Scott Schweickert presented a proposed ordinance entitled:

ORDINANCE NO. 6650

CITY OF PERU REGULAR COUNCIL MEETING APRIL 25, 2022

AN ORDINANCE AMENDING THE BUDGET FOR FISCAL YEAR COMMENCING MAY 1, 2021 AND ENDING APRIL 30, 2022, BOTH INCLUSIVE

Alderman Lukosus made a motion the ordinance be adopted as written and read. Alderman Buffo seconded the motion. Clerk Bartley called the roll with Aldermen Ballard, Tieman, Payton, Edgcomb, Waldorf, Sapienza, Lukosus and Buffo voting aye; motion carried.

Corporate Counsel Scott Schweickert presented a proposed ordinance entitled:

ORDINANCE NO. 6651

AN ORDINANCE AUTHORIZING EXECUTION OF LABOR AGREEMENT BETWEEN THE CITY OF PERU AND PERU PROFESSIONAL FIRE FIGHTER LOCAL 4751 OF THE INTERNATIONAL ASSOCIATION OF FIRE FIGHTERS FOR THE PERIOD MAY 1, 2022 THROUGH APRIL 30, 2025

Alderman Buffo made a motion the ordinance be adopted as written and read. Alderman Tieman seconded the motion. Clerk Bartley called the roll with Aldermen Ballard, Tieman, Payton, Edgcomb, Waldorf, Sapienza, Lukosus and Buffo voting aye; motion carried.

PROCLAMATIONS

Mayor Kolowski presented a proclamation proclaiming A.B.A.T.E. Motorcycle Awareness Month (May 2022). Alderman Buffo made a motion to receive the proclamation and place it on file. Alderman Sapienza seconded the motion; motion carried. Police Chief Bob Pyszka encouraged motorcycle awareness and safety.

UNFINISHED BUSINESS

Alderman Sapienza asked Adam Thorson, Director of Parks, Recreation and Special Events about swimming lessons at the IV YMCA for Peru residents. Mr. Thorson stated they are working out the details.

Alderman Sapienza asked Mr. Thorson about the tree program. Mr. Thorson reported trees will be planted at Baker Lake to improve the disc golf course.

Alderman Waldorf reported on a meeting with the owners of Riverfront Bar and Grill in which they discussed events and sound. Corporate Counsel Scott Schweickert and Eric Carls, Director of Engineering and Zoning. Alderman Waldorf stated they discussed stage improvements to deflect sound. Corporate Counsel Scott Schweickert noted the option, under our current code, to grant a special event permits for specific dates. Alderman Sapienza recommended waiting for results of sound improvements. Alderman Waldorf recommended. Council approved. Alderman Buffo recommended drafting an updated ordinance. Alderman Sapienza wants to limit events.

NEW BUSINESS

PETITIONS AND COMMUNICATIONS

Clerk Bartley presented a petition of City of Peru to approve the Final Plat for Master-View Park Subdivision. Alderman Lukosus made a motion the petition be received, placed on file and referred to the

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Planning and Zoning Commission for review and recommendation. Alderman Waldorf seconded the motion; motion carried.

Clerk Bartley presented a communication from James Hardie Building Products to hold “Family Fun Day” at Baker Lake on June 11th and June 18th. Alderman Tieman made a motion the communication be received, placed on file and permission granted. Alderman Sapienza seconded the motion; motion carried.

Clerk Bartley presented a communication from Elli Sneath requesting permission to hold a car show at Centennial Park on May 14th from 12pm-5pm; close 13th Street from West Street to Putnam Street. Alderman Payton made a motion the communication be received, placed on file and permission granted. Alderman Edgcomb seconded the motion; motion carried.

MAYOR’S NOTES

Mayor Kolowski reported that Wednesday, April 27th is Administrative Professional’s Day and thanked all city staff.

Mayor Kolowski reported the city was awarded \$97,000 Safe Routes to School grant. Mayor Kolowski noted sidewalks will be constructed from Parkside School to Sycamore Street.

Mayor Kolowski reported that Peru Little League opened their season this week.

Mayor Kolowski noted his one-year anniversary and noted the following:

- Thanked all departments, department heads all administrative staff
- Thanked Corporate Counsel and City Council
- Thanked his family, kids Alex, Macy and Connor and his wife Michelle

CLOSED SESSION

PUBLIC COMMENT

Resident Jennifer Ebner of 2316 2nd Street addressed the council asking for assistance in evaluating the chlorine level in the water and stated others have contacted the City Clerk’s office and had not got any feedback. Mr. Chris Perra of T.E.S.T. reported chlorine levels in the water are within EPA levels. There is a testing process and after the clerk’s office and yet with

Mr. Charlie Walker from Shenanigans, LLC thanked the council for not raising the VGT fees.

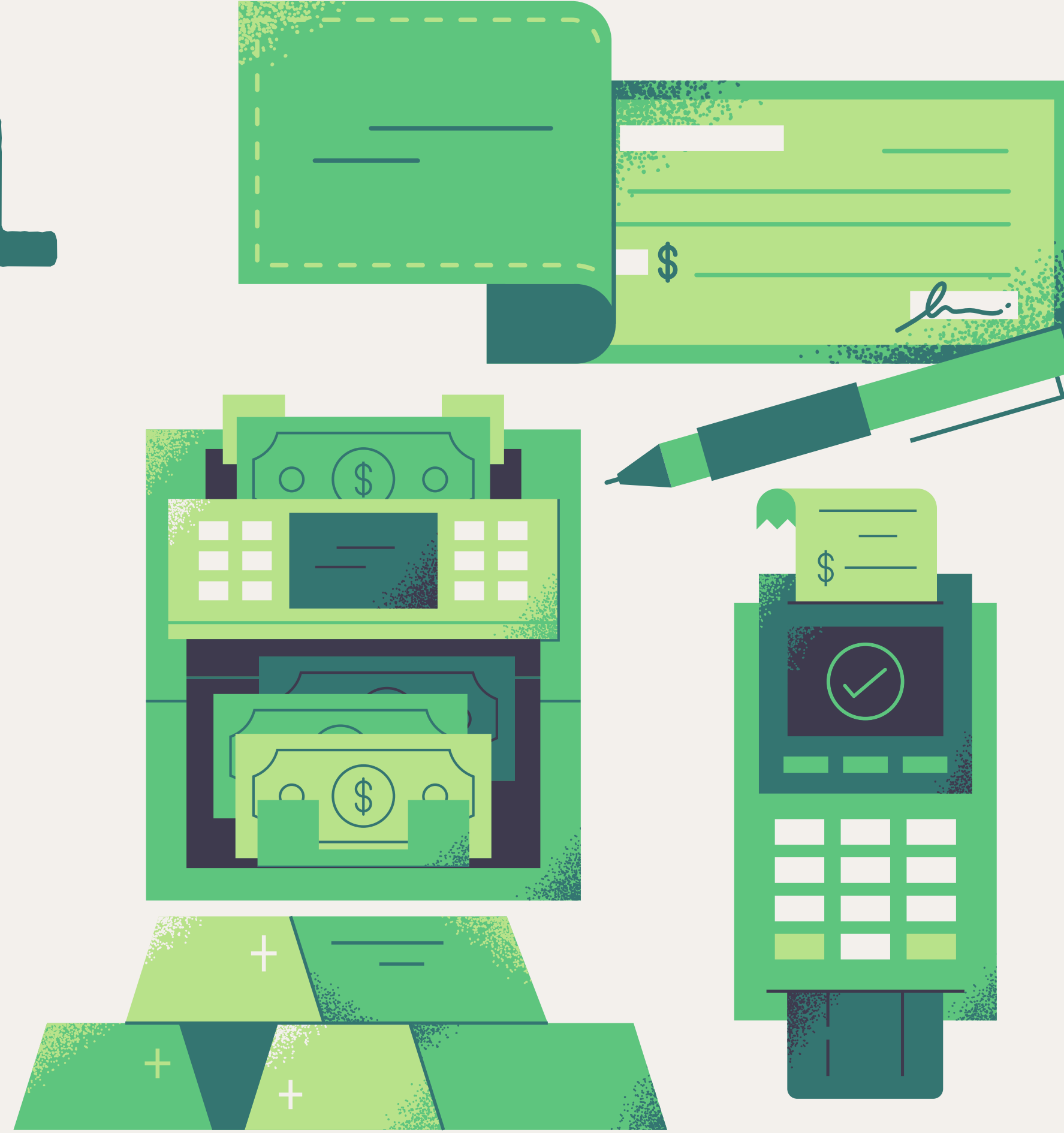
Alderman Waldorf asked for interested parties to volunteer for the TBM Avenger event.

ADJOURNMENT

Alderman Waldorf made a motion that the meeting be adjourned. Alderman Payton seconded the motion and motion carried. Meeting adjourned.

FINANCIAL BUDGET

2023



Justin Miller CPA, MPA

SUMMARY

- Timeline
- Inflation
- Projects
- General Fund
- Utility Fund
- Cash Flow



BUDGET TIMELINE



May

Budget Year Begins



June-August

Preliminary Phase



September-December

Planning and Identifying Phase



January-March

Meetings and Draft Phase

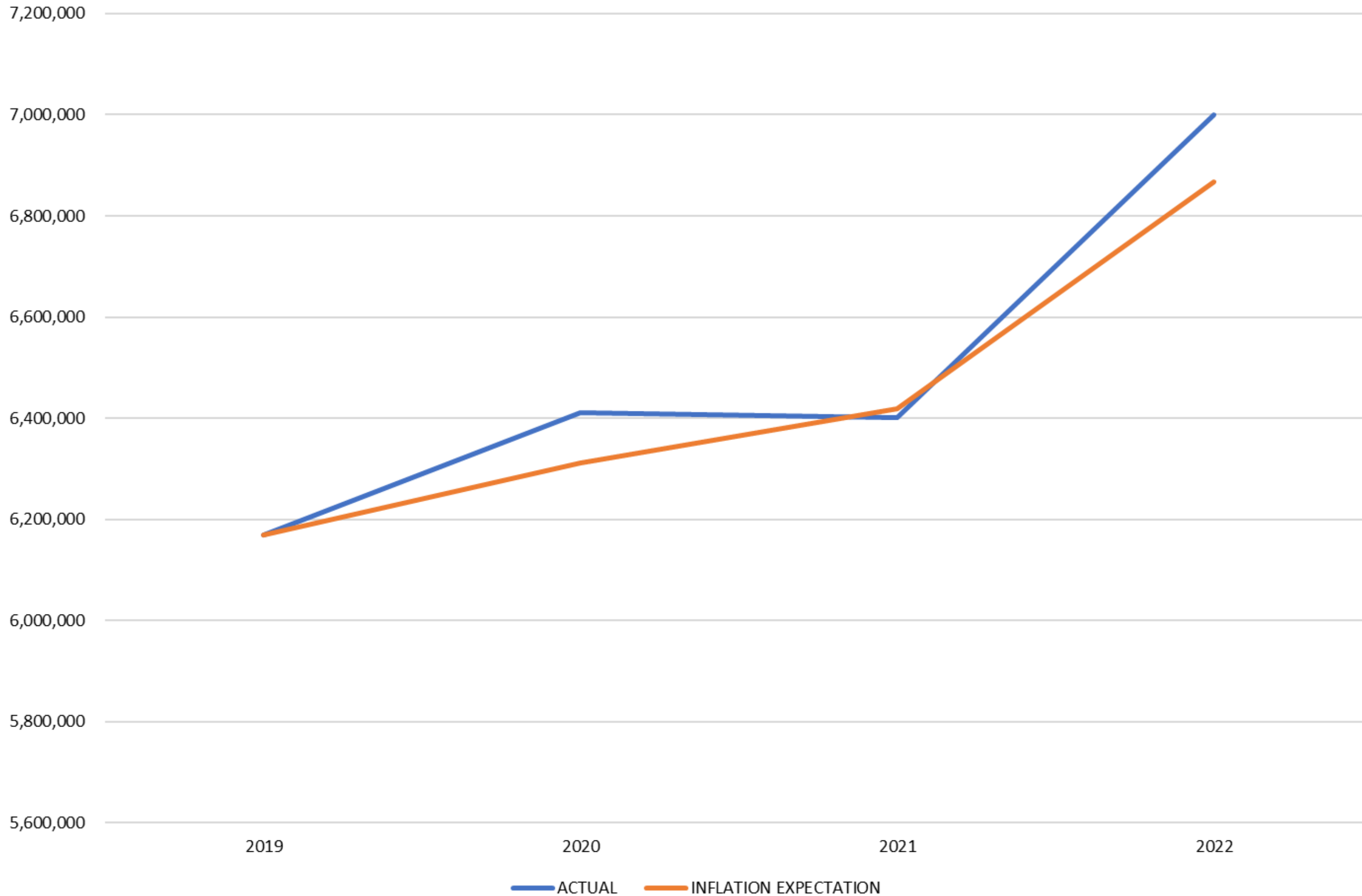


April

Final Budget and Presentation

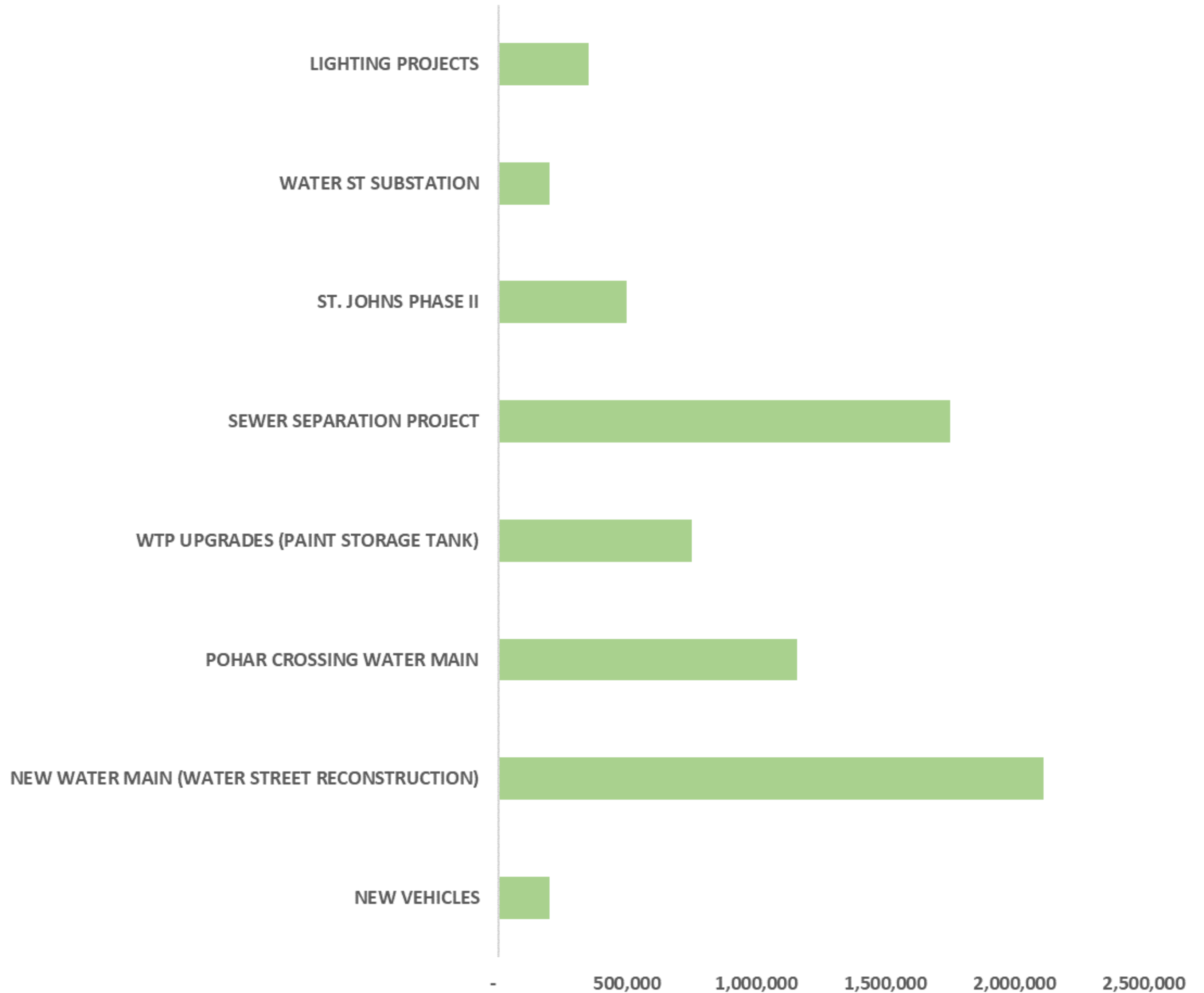


Sales Tax vs. Inflation



Utility Projects

Capital Investment



	AUDITED 2019	AUDITED 2020	AUDITED 2021	YTD 2/28/2022	BUDGET 4/30/2023
GENERAL TAXES	11,629,499	11,739,569	11,773,156	11,021,577	12,730,422
LICENSES & PERMITS	1,384,419	1,329,864	2,002,302	1,696,946	1,968,227
CHARGES FOR SERVICE	28,780	33,530	26,138	20,901	31,000
FINES	91,199	86,402	72,815	60,376	74,750
INVESTMENT INCOME	177,058	185,140	86,453	35,298	58,500
OTHER LOCAL SOURCES	802,473	1,350,710	877,537	2,338,041	745,705
STATE SOURCES	1,319,115	1,576,235	2,758,187	1,630,558	1,334,000
INTERFUND TRANSFERS	27,586	10,000	-	49,937	10,000
TOTAL REVENUE	\$ 15,460,129	\$ 16,311,452	\$ 17,596,589	\$ 16,853,635	\$ 16,952,604
ELECTED OFFICIALS	155,751	156,643	156,274	126,652	157,093
MAYOR'S OFFICE	50,115	2,514	1,511	1,733	4,300
CLERK'S OFFICE	111,870	106,077	95,966	90,351	112,044
ENGINEERING AND ZONING DEPT	317,441	444,280	468,305	403,190	560,900
ADMINISTRATIVE	3,007,005	3,080,304	3,212,137	2,388,335	2,387,050
POLICE	3,801,636	5,674,167	17,466,919	7,049,019	5,863,830
FIRE	1,300,140	1,175,520	1,536,431	2,014,490	1,687,365
STREETS	3,142,901	3,771,167	7,255,190	4,288,906	2,842,450
SIDEWALKS/CROSSINGS	47,413	69,866	203,724	290	102,500
BUILDINGS/GROUNDS	992,314	463,732	590,906	374,304	343,815
PARKS, RECREATION, AND SPECIAL EVENTS	641,414	673,019	848,738	1,079,358	1,315,300
CEMETERY	128,755	256,230	200,710	211,823	254,800
CITY GARAGE	203,883	213,430	216,223	162,291	222,175
FINANCE, HUMAN RESOUARES, INFORMATION TECHNOLOGY	370,859	396,980	430,395	469,412	602,875
HEALTH & WELFARE	260,594	271,638	283,244	248,283	309,008
TRANSFERS	182,559	150,442	49,246	51,777	35,000
TOTAL EXPENSES	\$ 14,714,650	\$ 16,906,009	\$ 33,015,919	\$ 18,960,213	\$ 16,800,505
NET SURPLUS/(DEFICIT)	\$ 745,479	\$ (594,557)	\$ (15,419,330)	\$ (2,106,578)	\$ 152,099



	AUDITED 2019	AUDITED 2020	AUDITED 2021	YTD 2/28/2022	BUDGET 4/30/2023
ELECTRIC SALES	26,298,536	25,119,753	26,588,960	22,824,305	27,295,000
WATER SALES	4,999,702	5,951,579	5,634,706	5,235,480	6,380,000
OTHER OPERATING INCOME	359,972	199,144	308,967	423,860	257,250
NON-OPERATING INCOME	458,013	794,591	798,070	149,191	1,062,160
OPERATING TRANSFERS IN	102,911	49,165	44,916	-	-
TOTAL REVENUE	\$ 32,219,135	\$ 32,114,232	\$ 33,375,619	\$ 28,632,836	\$ 34,994,410
CLERK'S OFFICE	271,076	307,654	248,517	178,638	236,000
ADMINISTRATIVE SERVICES	1,990,536	2,095,825	2,855,873	2,259,395	2,824,100
POWER & GENERATION	17,074,955	17,198,975	17,633,481	14,938,962	17,650,550
DISTRIBUTION SYSTEM	1,495,432	1,594,550	1,606,195	1,361,635	1,769,784
STREET LIGHTING	12,634	38,034	186,967	43,305	137,500
HYDROELECTRIC PLANT	339,489	185,901	200,019	216,730	206,798
PUMPING & PURIFICATION	1,544,765	1,749,343	1,585,181	1,361,617	1,697,050
WATER DISTRIBUTION	1,143,940	1,180,930	932,286	910,561	1,198,580
DISPOSAL PLANTS	521,732	509,978	528,147	441,477	561,000
TRUCKS & VEHICLES	116,604	113,860	140,768	122,392	140,500
BOND & INTEREST	449,054	435,216	290,907	106,875	294,050
DEPRECIATION	3,467,656	2,529,008	2,588,431	1,896,756	2,573,410
TOTAL EXPENSES	\$ 28,427,873	\$ 27,939,273	\$ 28,796,770	\$ 23,838,344	\$ 29,289,322
NET SURPLUS/(DEFICIT)	\$ 3,791,262	\$ 4,174,959	\$ 4,578,848	\$ 4,794,492	\$ 5,705,088
ADD DEPRECIATION	3,467,656	2,529,008	2,588,431	1,896,756	2,573,410
LESS CAPITAL ASSETS	(3,975,724)	(4,106,553)	(6,288,942)	(3,533,159)	(7,225,000)
LESS DEBT PREMIUM PAYMENT	(2,298,832)	(2,378,311)	(2,378,311)	(982,746)	(1,360,328)
NET CASH FLOW	\$ 984,362	\$ 219,103	\$ (1,499,974)	\$ 2,175,343	\$ (306,830)



Cash Flow Summary

Fund Description	May 1, 2022					Grant	Projected Investment	Scheduled	April 30, 2023	
	Projected Fund Cash Balances	Projected Oper. Revenue	Estimated Oper. Expenses	Depr. & Other Non-Cash Adj.	Net Interfund Oper. Transfers	Loan or Bond Proceeds	Plant, Equip., Vehicles Infrastructure	Principal Debt retirement	Projected Fund Cash Balance	Projected Net Cash Flow
General Fund	7,750,000	16,952,604	(14,475,505)	-	(25,000)	-	(1,780,000)	(520,000)	7,902,099	152,099
Special Revenue Funds	2,500,000	3,652,495	(2,762,550)	-	-	-	(925,000)	-	2,464,945	(35,055)
Utility Fund	21,900,000	34,994,410	(29,289,322)	2,573,410	-	-	(7,225,000)	(1,360,328)	21,593,170	(306,830)
IVR Airport Enterprise Fund	(90,000)	918,460	(931,750)	595,000	-	-	-	-	491,710	581,710
Landfill Enterprise Fund	1,350,000	48,400	(52,814)	7,664	-	-	-	-	1,353,250	3,250
Peru Firefighters Pension Trust Fund	3,350,000	417,100	(142,500)	-	-	-	-	-	3,624,600	274,600
Police Pension Trust Fund	14,240,000	2,582,000	(1,338,000)	-	-	-	-	-	15,484,000	1,244,000
FY 2023 Totals	51,000,000	59,565,469	(48,992,440)	3,176,074	(25,000)	-	(9,930,000)	(1,880,328)	52,913,775	1,913,775





THANK YOU!

Questions?