



City of Pekin

Finance Department

TO: Mayor Tebben
Council Members: Barra, Massaglia, Orrick and Richmond

FROM: Robert A. Reis, Sr., CGFM, Finance Director/Treasurer

SUBJECT: Five Year Capital Plan

DATE: May 9, 2002

Attached is City Staff's proposed Five Year Capital Plan (FY: 2004 through FY: 2008) that will be submitted at the May 13th Council meeting for your consideration. Copies of previous revisions have been made available to you as we have worked through the process. The plan anticipates major road construction, sewer treatment plant improvements and river front improvements.

The overall total, for Fiscal Years 2004 – 2008, of \$34.3 million anticipates this ambitious capital program. The majority of the expenditures are for the Veterans Drive Ring Road (\$7.7 million), for required improvements in the sewage treatment plant (\$7.8), downtown (\$1.2) and river front improvements (\$5.0) in TIF #1 and Public Properties.

By asset classification, there is \$7.9 million for Street Construction, \$7.8 million for Sewage Treatment Plant improvements, \$4.9 million for vehicle replacement, \$4.2 million for buildings and improvements, \$3.6 million for land and improvements, \$3.4 million for sewer construction and \$1.5 million for general public improvements.

Most of those purchases will not be for the general operation of the government but for specific operations funded separately. The General Fund averages \$1.84 million over the next five years, from a low of \$1.4 million in Fiscal 2004, to a high of \$2.3 million in Fiscal 2007. Following is a synopsis of significant items by fiscal year.

FY: 2004

By asset classification, we are proposing to spend \$5.675 million, \$2.65 million net after reimbursements of \$3.025 million, on various road construction projects, the majority of which are in the Veterans Drive corridor – Towerline to Broadway (\$4.2 million). The next major multi year capital project is the updating of the Sewer Treatment capacity for the new EPA requirements, \$3 million in fiscal 2004. Both of these projects are funded through specific funds, and are not part of the general operations (General Fund) of the City,

By Fund, the capital projects are as follows: General Fund: Purchasing land for ran new Industrial Park in the Veterans Drive Corridor (\$600k), replace Rescue 2 (\$300k) and replace 6 police cars (\$150k). Sewer Fund: Treatment plant - EPA requirements, (\$3M) and repair/replace sanitary sewers (\$300k). Motor Fuel Tax Fund: Veterans Drive, Towerline to Court (\$1.7M), Broadway & Parkway (\$100k) and El Camino extension (\$50k). HUD Fund: Street improvements (\$150k) and handicapped accessibility (\$50k). TIF-1: River Front (\$250k), street reconstruction (\$250k), sewer improvements (\$200k), Streetscape (\$200k) and amphitheatre (\$100k). Capital Projects Fund: Veterans Drive - IL-29 to Towerline, Court to IL-09 (\$3.5M gross, \$525k net local share). School Bus Fund: Replace 3 school Buses (\$135k). Airport Fund: Extend access road (\$75k). T/P-CCC: New 800MHz radios (\$100k).

FY: 2005

This fiscal year capital spending is proposed at \$8.1 million. The largest expenditure will be for the Sewer Treatment Plant improvements (\$4M). Veterans Drive, all phases (\$2.75M gross, and because of timing of reimbursements, revenue of \$825k), buildings and improvements (\$1.5M), vehicles (\$1.13M), land and improvements (\$900k), sewer construction (\$650k) and general public improvements (\$325k).

The possibility of bringing garbage collection in house accounts for \$800k of the vehicle expense, police car (\$150k) and school bus (\$135k) replacement are the other major items. The amphitheatre and conference center (\$1M and \$500k), sewer extension/replacement (\$650k), Industrial Park land purchase (\$500k) and riverfront improvements (\$400k) round out the major expenditures.

FY: 2006

Capital spending is proposed at \$6.9 million in this fiscal year. Road construction, at \$5.25 gross (\$2.2 net) is the area of largest expenditure. The amphitheatre and conference center (\$1M and \$500k), vehicles (\$755k) sewers (\$750k), improvements to Phase II of the business park (\$500k).

FY: 2007

For fiscal 2007, capital spending is \$6.6 million. Road construction at \$5.7 gross, \$2.4 net, primarily Veterans Drive, is again the area of largest expenditure. Sewer construction at \$1.45M, vehicles at \$1.03M and Buildings (new fire station) \$1M are the other areas of major expenditure.

FY: 2008

In the final year of the five year plan, spending is at \$4.0 million. Street, Veterans Drive, at \$4.25 gross, \$1.45M net, is the major expenditure. Vehicles at \$1.23M, land for additional industrial park in the Veterans Drive corridor (\$800k) are the other items of major interest in this year.

As you will note, this is an ambitious capital program. Most of the expenditures are funded from specific sources, not the general fund, which runs around \$1.8 million per year. These capital expenditures, when completed, will have laid the infrastructure ground work for future development and economic improvement for the City. Treatment capacity will have been increased and upgraded to meet the latest EPA requirements, Roads connecting Pekin to the Interstate system will be nearing the final sections and will be well on their way to completion. Development of the River Front and downtown renovation will also be well on their way.

Respectfully,



Attachment:

cc: Dick Hierstein
Department Heads

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FIVE YEAR CAPITAL PLAN

| DEPT NO. | ACCOUNT NO. | DESCRIPTION | PROPOSED | | | | | TOTAL |
|----------|-------------|--|------------------|------------------|------------------|------------------|------------------|------------------|
| | | | 2004 | 2005 | 2006 | 2007 | 2008 | |
| 525 | 342.00 | Annual Maintenance | 25,000 | 25,000 | 25,000 | 25,000 | 25,000 | 125,000 |
| 525 | 342.00 | Repair/Replace Hanger Doors | | 25,000 | 25,000 | 25,000 | 25,000 | 100,000 |
| | | BUILDING and GROUNDS REPAIR | 25,000 | 50,000 | 50,000 | 50,000 | 50,000 | 225,000 |
| 2 | 802.00 | Ind Park - Veterans Drive | 600,000 | | | | 800,000 | 1,400,000 |
| | 802.00 | Ind Park - Riverway II | | 500,000 | | | | 500,000 |
| 68 | 802.00 | Land - Behind Municipal Bldg & Street Dept | 40,000 | | | | | 40,000 |
| | | LAND | 640,000 | 500,000 | 0 | 0 | 800,000 | 1,940,000 |
| 68 | 802.01 | Riverfront (From N end of Pkldn Lake to STP) | | 250,000 | 250,000 | 250,000 | | 750,000 |
| 2 | 802.01 | Riverway Business Park II (S/Sew/Water) | | | 500,000 | | | 500,000 |
| 270 | 802.01 | River Front | 200,000 | 100,000 | | | | 300,000 |
| 270 | 802.01 | River Front (Pier) | 50,000 | 50,000 | | | | 100,000 |
| 68 | 802.01 | Parking Lot Resurfacing | 20,000 | | | | | 20,000 |
| | | LAND IMPROVEMENTS | 270,000 | 400,000 | 750,000 | 250,000 | 0 | 1,670,000 |
| 270 | 804.00 | Amplitheater | 100,000 | 1,000,000 | 500,000 | | | 1,600,000 |
| 270 | 804.00 | Conference Center | | 500,000 | 1,000,000 | | | 1,500,000 |
| 68 | 804.00 | New Fire Station | | | | 1,000,000 | | 1,000,000 |
| | | BUILDINGS | 100,000 | 1,500,000 | 1,500,000 | 1,000,000 | 0 | 4,100,000 |
| 68 | 804.01 | Reroof | 50,000 | | 50,000 | | | 100,000 |
| 68 | 804.01 | Street Department (Heat) | 40,000 | | | | | 40,000 |
| | | BUILDING IMPROVEMENTS | 90,000 | 0 | 50,000 | 0 | 0 | 140,000 |
| 41 | 805.00 | VFW (IL29 to Towerline) | 500,000 | 1,000,000 | 4,000,000 | 3,700,000 | 200,000 | 9,400,000 |
| 41 | 805.00 | Veterans Drive (Broadway to Sheridan) | 250,000 | 250,000 | | 500,000 | 2,000,000 | 3,000,000 |
| 41 | 805.00 | Veterans Drive (Court to Broadway) | 2,500,000 | 500,000 | | | | 3,000,000 |
| 41 | 805.00 | Veterans Drive (Sheridan to IL98) | 250,000 | 250,000 | | -500,000 | 2,000,000 | 3,000,000 |
| 240 | 805.00 | Veterans Drive (Towerline to Court) | 1,700,000 | | | | | 1,700,000 |
| 240 | 805.00 | El Camino Dr Extension | 50,000 | 500,000 | 500,000 | 500,000 | | 1,550,000 |
| 41 | 805.00 | Veterans Drive (IL98 to I474) | | | 500,000 | 500,000 | | 1,000,000 |
| 270 | 805.00 | Street Reconstruction | 250,000 | 250,000 | 250,000 | | | 750,000 |
| 240 | 805.00 | Broadway @ Parkway | 100,000 | | | | | 100,000 |
| 525 | 805.00 | Extend Access Road | 75,000 | | | | | 75,000 |
| 240 | 805.00 | Airport Road Extension | | | | | 50,000 | 50,000 |
| 41 | 805.00 | TIF's | (25,000) | (25,000) | (25,000) | | | (75,000) |
| 41 | 805.00 | Wastewater | (25,000) | (25,000) | (25,000) | | | (75,000) |
| 41 | 805.00 | Tazewell County | (50,000) | (50,000) | (50,000) | (50,000) | (50,000) | (250,000) |
| 271 | 805.00 | Reimbursements: Whitehurst | (50,000) | (50,000) | (50,000) | (50,000) | (50,000) | (250,000) |
| 41 | 805.00 | LESS Local Motor Fuel Tax | (325,000) | (325,000) | | | | (650,000) |
| 240 | 805.00 | LESS Reimbursable from Illinois | | (1,200,000) | | | | (1,200,000) |
| 41 | 805.00 | State of Illinois | (450,000) | (500,000) | (600,000) | (600,000) | (600,000) | (2,750,000) |
| 41 | 805.00 | Federal | (2,100,000) | (1,400,000) | (2,300,000) | (2,600,000) | (2,100,000) | (10,500,000) |
| | | STREET CONSTRUCTION | 2,650,000 | (825,000) | 2,200,000 | 2,400,000 | 1,450,000 | 7,875,000 |
| 270 | 806.00 | Sewer Improve - Extend/Separate/Relocate | 200,000 | 200,000 | 200,000 | | | 600,000 |
| 30 | 806.00 | Sewer - Extend/Sepate/Relocate | | | | 500,000 | | 500,000 |
| 30 | 806.00 | Replacement Sewers - Sewer Lining | | 200,000 | | 200,000 | | 400,000 |
| 30 | 806.00 | Sewer Replacement | 200,000 | | 200,000 | | | 400,000 |
| 32 | 806.00 | Storm Sewer Drainage Improvements | | 150,000 | | 250,000 | | 400,000 |
| 30 | 806.00 | Relief Sewer - Park Avenue @ 5th | | | | 300,000 | | 300,000 |
| 30 | 806.00 | Replacement Sewers | 100,000 | 100,000 | 100,000 | | | 300,000 |
| 30 | 806.00 | Relief Sewers | | | 250,000 | | | 250,000 |
| 30 | 806.00 | Replacement Sewers - North Eighth Street | | | | 200,000 | | 200,000 |
| | | SEWER CONSTRUCTION | 500,000 | 650,000 | 750,000 | 1,450,000 | 0 | 3,350,000 |

| DEPT | NO. | ACCOUNT | 2004 | 2005 | PROPOSED | 2007 | 2008 | TOTAL |
|------|--------|--|------------------|------------------|----------------|------------------|------------------|------------------|
| NO. | NO. | DESCRIPTION | | | 2006 | | | |
| 281 | 840.09 | Street Improvements | 150,000 | 150,000 | 150,000 | 150,000 | 150,000 | 750,000 |
| 270 | 840.09 | Streetscape | 200,000 | 100,000 | 100,000 | | | 400,000 |
| 281 | 840.09 | Handicapped Accessibility | 50,000 | 50,000 | 50,000 | 50,000 | 50,000 | 250,000 |
| 270 | 840.09 | Facades | 25,000 | 25,000 | 25,000 | | | 75,000 |
| | | GENERAL PUBLIC IMPROVEMENTS | 425,000 | 325,000 | 325,000 | 200,000 | 200,000 | 1,475,000 |
| 32 | 870.00 | Conveyor for Salt | | 200,000 | | | | 200,000 |
| 32 | 870.00 | Sign Machine | | | | 70,000 | | 70,000 |
| 30 | 870.00 | Lift Stations Priority 1&2,3,4,5 | 50,000 | | | | | 50,000 |
| 32 | 870.00 | Roller (Small) | | | | | 25,000 | 25,000 |
| 699 | 870.00 | MACHINERY and EQUIPMENT | 10,000 | 10,000 | | | | 20,000 |
| 763 | 870.00 | Alternate Light Source | | 7,500 | | | | 7,500 |
| | | MACHINERY and EQUIPMENT | 60,000 | 217,500 | 0 | 70,000 | 25,000 | 372,500 |
| 30 | 870.70 | New EPA Requirements - Design #812.00 | 3,000,000 | 4,000,000 | 500,000 | | | 7,500,000 |
| 30 | 870.70 | Plant 2 Lagoon Linking | | | | | 250,000 | 250,000 |
| | | MACHINERY & EQUIPMENT - NORTH PEKIN | 3,000,000 | 4,000,000 | 500,000 | 0 | 250,000 | 7,750,000 |
| 990 | 871.00 | Copier | 5,000 | 25,000 | | 25,000 | | 55,000 |
| 1 | 871.00 | Cable TV Equipment | | | | 35,000 | | 35,000 |
| 764 | 871.00 | Copier | 15,000 | | | 20,000 | | 35,000 |
| 1 | 871.00 | AV Equipment | | | | 25,000 | | 25,000 |
| 41 | 871.00 | GIS/Aerial | 20,000 | | | | | 20,000 |
| 7 | 871.00 | GPS Unit | | | | 15,000 | | 15,000 |
| 7 | 871.00 | Plotter | | | | | 15,000 | 15,000 |
| 501 | 871.00 | Copier | | 15,000 | | | | 15,000 |
| 763 | 871.00 | Copier | | 15,000 | | | | 15,000 |
| 7 | 871.00 | Surveying Equipment | 10,000 | | | | | 10,000 |
| 29 | 871.00 | Burster | 7,000 | | | | | 7,000 |
| | | OFFICE EQUIPMENT | 67,000 | 65,000 | 0 | 120,000 | 15,000 | 247,000 |
| 23 | 875.00 | Garbage Trucks (4) [from Reserves] | | 800,000 | | | | 800,000 |
| 761 | 875.00 | Squad Cars (8/yr) | 150,000 | 150,000 | 150,000 | 150,000 | 150,000 | 750,000 |
| 501 | 875.00 | Replace School Buses (3/yr) | 135,000 | 135,000 | 135,000 | 140,000 | 140,000 | 685,000 |
| 32 | 875.00 | Street Sweeper (2) | | | | 300,000 | | 300,000 |
| 34 | 875.00 | Replace Engine 2, Rescue 2, Truck 1 | 300,000 | | 70,000 | | 400,000 | 770,000 |
| 32 | 875.00 | 2ton dump trucks w/spreader & plow | | 85,000 | 85,000 | 80,000 | | 250,000 |
| 25 | 875.00 | Yardwaste Trucks | | | | | 250,000 | 250,000 |
| 30 | 875.00 | Vactor | | | | 250,000 | | 250,000 |
| 32 | 875.00 | Durapatcher w/Truck | | | 150,000 | | | 150,000 |
| 32 | 875.00 | Traffic Light Service Truck | | | | | 125,000 | 125,000 |
| 34 | 875.00 | Command Vehicle (F3,F1,F4,?) | 30,000 | | 35,000 | 35,000 | | 100,000 |
| 793 | 875.00 | VEHICLES (Car and/or Truck) | 15,000 | 15,000 | 15,000 | 17,000 | 17,000 | 79,000 |
| 26 | 875.00 | Recycling Truck | | | | | 70,000 | 70,000 |
| 32 | 875.00 | 1ton dump truck w/bed & hoist | 10,000 | | 60,000 | | | 70,000 |
| 34 | 875.00 | Pick-ups (U1, F2) | | 35,000 | 35,000 | | | 70,000 |
| 32 | 875.00 | Bobcat with bucket | | | | | 50,000 | 50,000 |
| 32 | 875.00 | Paint Machine | 50,000 | | | | | 50,000 |
| 34 | 875.00 | Refurbish Brush Truck, Haz Mat | 50,000 | | | 50,000 | | 100,000 |
| 68 | 875.00 | Pick-up Trucks | | 24,000 | | | 25,000 | 49,000 |
| 7 | 875.00 | VEHICLES | | 20,000 | 20,000 | | | 40,000 |
| 32 | 875.00 | Pickup | 25,000 | | | | | 25,000 |
| 30 | 875.00 | 1/2 Ton Pickup | | 20,000 | | | | 20,000 |
| 34 | 875.00 | LESS Donations | (30,000) | (30,000) | | | | (60,000) |
| 34 | 875.00 | Sell RT-3 | | (125,000) | | | | (125,000) |
| | | VEHICLES | 735,000 | 1,129,000 | 765,000 | 1,032,000 | 1,227,000 | 4,878,000 |

| DEPT NO. | ACCOUNT NO. | DESCRIPTION | PROPOSED | | | | | TOTAL |
|----------|-------------|-----------------------------|-----------|-----------|-----------|-----------|-----------|------------|
| | | | 2004 | 2005 | 2006 | 2007 | 2008 | |
| 782 | 870.01 | New 800MHz Radios | 100,000 | 100,000 | | | | 200,000 |
| | | LEASE/PURCHASE of EQUIPMENT | 100,000 | 100,000 | 0 | 0 | 0 | 200,000 |
| 270 | 912.00 | DEVELOPER AGREEMENTS | 30,000 | 30,000 | 30,000 | | | 90,000 |
| | | DEVELOPER AGREEMENTS | 30,000 | 30,000 | 30,000 | 0 | 0 | 90,000 |
| 998.02 | | Scanner | | | | | 20,000 | 20,000 |
| | | COMPUTER HARDWARE/SOFTWARE | 0 | 0 | 0 | 0 | 20,000 | 20,000 |
| | | TOTALS / PROOF | 8,682,000 | 8,131,500 | 6,910,000 | 6,572,000 | 4,037,000 | 34,332,500 |

FIVE YEAR CAPITAL PLAN

| DEPT NO. | NO. | ACCOUNT DESCRIPTION | ADJUSTED 2003 | 2004 | 2005 | PROPOSED 2004 | 2007 | 2008 | Fiscal Years 2009 - 2013 | TOTAL |
|--------------------------------------|-----|--|--------------------|--------------------|--------------------|--------------------|--------------------|------------------|-----------------------------|---------------------|
| CAPITAL EXPENDITURES by Funds | | | | | | | | | | |
| | | GENERAL | \$500,000 | \$1,380,000 | \$2,121,600 | \$1,420,000 | \$2,332,000 | 1,847,000 | \$11,151,000 | \$20,841,600 |
| | | SEWAGE | \$935,000 | \$3,957,000 | \$4,320,000 | \$1,650,000 | \$1,450,000 | 280,000 | \$5,457,000 | \$14,819,000 |
| | | MOTOR FUEL | \$315,000 | \$1,850,000 | \$700,000 | \$500,000 | \$300,000 | 80,000 | \$2,500,000 | \$5,015,000 |
| | | HUD - Metro Development | \$200,000 | \$200,000 | \$200,000 | \$200,000 | \$200,000 | 200,000 | \$1,000,000 | \$2,200,000 |
| | | TIP #1 Central Business District | \$1,200,000 | \$1,055,000 | \$2,255,000 | \$2,105,000 | \$0 | 0 | \$0 | \$6,615,000 |
| | | TIP #2 Route 29 | \$50,000 | \$50,000 | \$50,000 | \$50,000 | \$50,000 | 60,000 | \$100,000 | \$400,000 |
| | | CAPITAL PROJECTS | \$1,525,000 | \$545,000 | \$325,000 | \$1,800,000 | \$1,850,000 | 1,450,000 | \$2,825,000 | \$6,270,000 |
| | | CITY BUS | \$0 | \$0 | \$0 | \$0 | \$0 | 0 | \$0 | \$0 |
| | | SCHOOL BUS | \$155,000 | \$135,000 | \$150,000 | \$135,000 | \$140,000 | 140,000 | \$850,000 | \$1,705,000 |
| | | AIRPORT | \$80,000 | \$100,000 | \$50,000 | \$50,000 | \$50,000 | 60,000 | \$125,000 | \$515,000 |
| | | VEHICLE MAINTENANCE | \$10,000 | \$10,000 | \$10,000 | \$0 | \$0 | 0 | \$0 | \$30,000 |
| | | TPOCC | \$120,000 | \$100,000 | \$100,000 | \$0 | \$0 | 0 | \$250,000 | \$570,000 |
| | | CITY of PEKIN | \$5,090,000 | \$8,882,000 | \$8,131,600 | \$8,910,000 | \$8,572,000 | 4,037,000 | \$21,856,000 | \$61,280,500 |
| | | Reserved Fund Balance - Capital | | | | | | | | |
| | | Set Aside (Over) / Under Requests | \$5,090,000 | \$8,882,000 | \$8,131,600 | \$8,910,000 | \$8,572,000 | 4,037,000 | \$21,856,000 | \$61,280,500 |

City of Pekin, Illinois Capital Plan Expenditures by Fund

| Fund Type | 2003 | 2004 | 2005 | 2006 | 2007 | 2008 | 2009-2013 | Total |
|---|-------------|-------------|-------------|-------------|-------------|-------------|--------------|--------------|
| General | \$590,000 | \$1,380,000 | \$2,121,500 | \$1,420,000 | \$2,332,000 | \$1,947,000 | \$11,151,000 | \$20,941,500 |
| Sewage | \$935,000 | \$3,357,000 | \$4,320,000 | \$1,050,000 | \$1,450,000 | \$250,000 | \$3,457,000 | \$14,819,000 |
| Motor Fuel | \$315,000 | \$1,850,000 | (\$700,000) | \$500,000 | \$500,000 | \$50,000 | \$2,500,000 | \$5,015,000 |
| TIF #1 Central Business District | \$1,200,000 | \$1,055,000 | \$2,255,000 | \$2,105,000 | \$0 | \$0 | \$0 | \$6,615,000 |
| TIF #2 Route 29 | (\$50,000) | (\$50,000) | (\$50,000) | (\$50,000) | (\$50,000) | (\$50,000) | (\$100,000) | (\$400,000) |

Source: City of Pekin, Illinois Five Year Capital Plan, May 9, 2002.