

****SECOND AMENDED** (Item 10.1)**

**AGENDA FOR REGULAR COMMON COUNCIL MEETING
SUPERIOR, WISCONSIN
Tuesday, August 15, 2017
6:30 p.m. - Government Center, Board Room 201**

10. BUSINESS BY COUNCILORS

10.1 Council President Olson requesting reconsideration of the vote taken at the August 1, 2017 Council Meeting: # 8.4 Finance Director Vito requesting approval of 2018 and 2019 adjustments to Capital Improvement Program, and tentatively approve the 2019-2022 Oil Pipeline Terminal Tax to the General Fund. (Motion to approve failed by roll call vote.)



SUPERIOR

WISCONSIN

Living up to our name.

Finance Department
Jean Vito, Finance Director | Senior Administrative Officer

Phone: (715) 395-7260
Fax: (715) 395-7292

1316 North 14th Street, #235
Superior, WI 54880
Website: www.ci.superior.wi.us

E-mail: finance@ci.superior.wi.us

July 25, 2017

Council Meeting Date: August 1, 2017

TO: Mayor Paine and Members of the City Council
CC: Sue Heskin, Library Director; Chris Bronson, Assistant Finance Director
FROM: Jean Vito, Finance Director | Senior Administrative Officer
RE: Capital Improvement Program – 2018 to 2022 (request to adjust years 2018 and 2019)

Introduction

The Capital Improvement Program for the city was approved by the City Council on February 7, 2017. At that time, the council formally approved the year 2018 and tentatively approved the years 2019-2022.

Requested Program Adjustments

• **Library**

Director Heskin has requested that the \$200,000 tentatively approved for the year 2019 be moved forward to 2018. She describes the request as follows;

“There was \$200,000 in the 2019 CIP for Exterior Modifications from Library Remodeling. The Library is requesting to move this funding from 2019 to 2018 because the library remodeling work will be completed next year. The original three phases planned for this project over multiple years have been combined into one phase (November 2017-March 2018). This \$200,000 would still be used for the exterior modifications originally described.”

• **Oil Pipeline Terminal Tax (OPTT)**

This source of funding has grown to over \$4 million annually and has historically been used for projects within the CIP with a portion being transferred to the city’s Economic Development Fund. Beginning in 2018, some of these funds have been planned to assist the General Fund as well.

The original plan within the CIP was to allocate OPTT to the General Fund as follows:

2018	\$400,000
2019	\$968,000
2020	\$1,594,000
2021	\$2,200,000
2022	<u>\$2,200,000</u>
Total	\$7,362,000

At this time we are requesting to adjust the amounts to allocate to the General Fund as follows:

2018	\$600,000
2019	\$975,000
2020	\$1,450,000
2021	\$1,875,000
2022	<u>\$2,150,000</u>
Total	\$7,050,000

Overall, the revised transfers to the General Fund would be lower than originally planned and will result in a CIP contingency of \$312,000. Mayor Paine has requested that this contingency remain intact for future project requests.

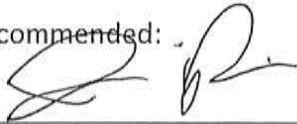
ATTACHMENT A reflects these proposed changes.

Recommendation and Requested Action

It is requested that the city council formally approve.

- Moving \$200,000 in Library project funding from 2019 to 2018
- Adjust the 2018 OPTT to the General Fund from \$400,000 to \$600,000
- Tentatively approve the 2019-2022 OPTT to the General Fund from \$6,962,000 to \$6,450,000.

Recommended:



Mayor Jim Paine

Date

Adjustment Requests 8/1/17

ADOPTED CAPITAL IMPROVEMENT PROGRAM REVENUE (2018 to 2022)					
	2018	2019	2020	2021	2022
BONDING	5,500,000	3,000,000	3,000,000	3,000,000	2,000,000
GRANTS					
STP urban for North 28th pavement replacement		826,970			
COMMUNITY DEVELOPMENT BLOCK GRANT	200,000	200,000	200,000	200,000	200,000
INTEREST INCOME	100,000	100,000	100,000	100,000	100,000
TRANSFERS FROM LIBRARY FUND	150,000	155,000	155,000	155,000	155,000
OIL PIPELINE TERMINAL TAX	4,176,983	4,260,782	4,345,533	4,432,161	4,520,000
Transfer back to Economic Development Fund	-500,000	-500,000	-500,000	-500,000	-500,000
Transfer back to General Fund	-400,000	-968,080	-1,594,080	-2,200,000	-2,200,000
	-600,000	-975,000	-1,450,000	-1,875,000	-2,150,000
ENBRIDGE RECEIPTS (EASEMENT, ROADS)					584,000
MISCELLANEOUS	145,000	147,000	150,000	152,000	156,000
EXCESS REVENUE OVER EXPENDITURES GENERAL FUND	25,000	25,000	25,000	25,000	25,000
TOTALS	<u>9,396,983</u>	<u>7,246,762</u>	<u>5,881,533</u>	<u>5,364,161</u>	<u>5,040,000</u>
	EST REVENUE 2018 - 2022				32,928,429
	BALANCE CARRYFORWARD ('16-'17 BUDGET)				18,623,789
	TOTAL EST REVENUE				51,553,218
	23,241,429				
	51,865,218				
ADOPTED CAPITAL IMPROVEMENT PROGRAM EXPENSES (2018 to 2022)					
	2018	2019	2020	2021	2022
FIRE DEPARTMENT					
Headquarters (design 2016/construction 2018)	4,500,000				
Fire truck revolving funding	120,000	120,000	120,000	120,000	120,000
Fire inspection vehicle		35,000			
Battalion chief's truck		45,000			
Station #2 & #3 roof				40,000	
SCBA replacement		220,000			
Repair Apron Station #2 & #3			150,000		
LIBRARY					
Phase I, Phase II and Phase III plus parking lot overlay	1,264,725	200,000			
MISCELLANEOUS					
Fairlawn Museum & Old Firehouse Police Museum			100,000	100,000	
Info Technology Programs and Rotating Tech Needs	80,000	85,000	90,000	95,000	95,000
Bond issuance costs	110,000	60,000	60,000	60,000	40,000
PARKS AND RECREATION					
Barker's Island Marina Improvements		500,000	250,000	250,000	100,000
Wj Point Dunes Restoration Grant Project					
Various park improvements/repairs - average needed per year	140,000	140,000	150,000	150,000	160,000
Projects to be determined					150,000
POLICE DEPARTMENT					
Squad cars (3 to 5/year)	186,622	190,354	200,000	210,000	216,000
Squad laptops or equivalent technology	25,000	25,000	25,000	25,000	30,000
PUBLIC WORKS					
Municipal Services Building (roof, overhangs, columns, veh lifts, wall infill, site)	314,795	143,625	2,123,046		
Major Road Projects - To Be Determined		1,000,000	1,000,000	1,000,000	800,000
North 28th pavement replacement (net of \$826,970 grant)		1,033,712			
East 31st Street					1,400,000
General Maintenance Street Program	1,644,000	1,488,500	1,750,000	1,810,000	1,700,000
Belknap benches/trash receptacles		189,500			
Annual Sidewalk Program	200,000	200,000	200,000	200,000	200,000
Equipment Requests	424,483	432,973	450,000	475,000	475,000
TOTALS	<u>9,009,625</u>	<u>6,108,664</u>	<u>6,668,046</u>	<u>4,535,000</u>	<u>5,486,000</u>
	EST EXPENSES 2018 - 2022				31,807,335
	BALANCE CARRYFORWARD ('16-'17 BUDGET)				19,745,883
	TOTAL EST EXPENSES				51,553,218
	contingency				312,000

A