

City of Sheboygan
2019-05-07

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CITY OF SHEBOYGAN

CAPITAL IMPROVEMENTS COMMISSION

MAY 7, 2019

Mayor Vandersteen called the meeting to order at 4: 00 p.m. The Pledge of Allegiance followed.

COMMISSION MEMBERS PRESENT: Chair Mike Vandersteen, Alderpersons Trey Mitchell, Ryan Sorenson and Todd Wolf, Citizen Members Henry Jung and Nicholas Dussault

COMMISSION MEMBERS EXCUSED: City Plan Commissioner Gerald Jones

STAFF / OFFICIALS PRESENT: City Administrator Darrell Hofland, Director of Public Works David Biebel, Director of Planning and Development Chad Pelishek, IT Director Eric Bushman, Mead Public Library Director Garrett Erickson, Parking and Transit Director Derek Muench, Mead Public Library Business Manager Debbie DeAmico, Assistant City Attorney Thomas Cameron, Public Works Business Manager Dawn Sokolowski, Assistant to the City Administrator Carrie Arenz

MINUTES

Motion by Alderperson Sorenson, seconded by Alderperson Wolf to approve the minutes of April 30, 2019. Motion carried.

ITEMS FOR DISCUSSION AND POSSIBLE ACTION

3.1 DIRECT REFERRAL / RO NO. 1 - 19 - 20 / APRIL 23, 2019: SUBMITTING CAPITAL IMPROVEMENTS PROGRAM (CIP) REQUESTS FOR THE YEARS 2020 - 2024

Mayor Vandersteen provided an introduction to the presentation of the 2020 Capital Improvements Program (CIP) project rankings and the amended CIP Requests for 2020 - 2024. City Administrator Hofland provided details on the impact of the amended CIP on General Obligation (G.O.) Debt. City staff has been working with the financial advisors to integrate this five-year program to establish a debt payment schedule. A portion of the debt is able to be refinanced to realize reduced interest rates and increase debt capacity. The Management Team reviewed the projects collaboratively to determine which items could be eliminated, shifted to a different year or reduced. This amended CIP document

was able to reduce impact on the 2020 G.O. Debt by \$1,225,000 within the scope of six projects. The reduction and realignment of G.O. Debt will save approximately \$150,000 per year over ten years to minimize any potential tax rate increase.

Aldersperson Wolf mentioned that much of the new construction and development is either in progress or within a Tax Incremental District (TID). This situation prompts the balance spending approach to align capital projects with the appropriate revenue levels. Aldersperson Wolf would like to ensure that

street repairs occur as rapidly as possible. Administrator Hofland discussed the positive impact of the city's paving machine on expediting infrastructure improvements. Administrator Hofland confirmed the reduction was necessary to avoid a significant property tax increase. Administrator Hofland thanked the Commissioners for their contributions and support and outlined the remaining review and approval steps of the 2020 - 2024 CIP.

Motion by Aldersperson Wolf, seconded by Aldersperson Sorenson to recommend the Common Council accept and file R.O. No. 1 - 19 - 20 with the amended CIP. Motion carried.

ADJOURN

Motion by Aldersperson Wolf, seconded by Aldersperson Mitchell to adjourn at 4:22 p.m. Motion carried.