



MINUTES
COMMITTEE #1
REVENUES, DISBURSEMENTS, WATER AND WASTEWATER
JULY 9, 2015

Committee #1 - Revenues, Disbursements, Water and Wastewater met on Thursday, July 9, 2015 at 9:00 AM in the Council Chambers, City Hall, 30 West Central Street, Chippewa Falls, WI.

Committee Members present: Rob Kiefer, John Monarski, Brent Ford.

Mayor/Other Council Members present: CW King, Chuck Hull, Mayor Hoffman.

Others presented: Finance Manager/Treasurer Lynne Bauer, Street & Utility Maintenance Manager Rick Ruf, Parks & Recreation Director Dick Hebert, City Clerk Bridget Givens.

Call to Order: 9:17 AM (*Meeting called to order after conclusion of Committee #2 Meeting*)

1. Discuss funding for administrative support in the Street Department. Possible recommendations to the Council.

Committee #2 decided to continue the current situation with the Engineering Secretary working an additional 10 hours for the Street Department. Funding will come from the Street Department Temporary Help account until those monies are spent. A request to continue this situation will be discussed during the 2016 budget process.

No action taken.

2. Discuss department capital improvement plans and equipment requests including funding options. Possible recommendations to the Council.

Finance Manager/Treasurer Bauer presented the attached five-year capital item summary as well as the attached ten-year Street Department replacement plan. Parks & Recreation Director Dick Hebert indicated his loader is broke and either needs to be repaired or replaced. The Parks use this piece of equipment daily and are currently making do with bobcats as he does not have the funds in his budget to repair the loader. He estimates the cost to repair/replace the engine is \$12,000. A new loader is estimated to cost approximately \$91,000 with a trade-in value before it stopped working of \$21,000. Discussion included how to prioritize the purchase of equipment in various city departments. During presentations by Ehlers in March and April of this year, it was determined the City might be able to borrow \$200,000 - \$250,000 per year for equipment replacement. The City has been unable to follow through with prior CIPs due to State levy limits and lack of funding. Ms. Bauer will speak with Brian from Ehlers to discuss financing options.

No action taken.

3. Adjournment.

Motion by Monarski/Ford to adjourn at 9:53 AM. All present voted aye. Motion carried.

Minutes submitted by, Lynne Bauer, Finance Manager/Treasurer

Committee #1 - Capital Items Discussion - July 9, 2015

2017						
	Street Department	(2) Plow/Dump Truck		\$	320,000	
	Street Department	(1) One Ton Truck		\$	35,000	
	Street Department	(1) Managers Patrol Truck		\$	35,000	
	Street Department	(1) Hot melt Kettle		\$	45,000	
	Parks & Recreation	Bobcat Toolcat 5600		\$	82,300	Replace 1996 John Deere Compact Tractor
	Parks & Recreation	X MARK MOWER (Casper Park) 72"		\$	10,900	Replace Dept. 2000 Xmark 72" Mower which is used at Casper Park
	Parks & Recreation	1/2 Ton Pick Up Truck		\$	23,200	Replace 2000 Dodge 3/4 Ton Truck.
	Fire Department	Cardiac Monitors		\$	50,000	Replace 2 Phillips Cardiac Monitors (2008)
	Total 2017			\$	601,400	
2018						
	Street Department	(1) Motor Grader		\$	300,000	
	Street Department	(1) One Ton Truck		\$	40,000	
	Street Department	(1) Sign Truck		\$	40,000	
	Parks & Recreation	1/2 Ton Pick Up Truck		\$	25,400	Replace 1996 Chevy 1/2 Ton Truck
	Parks & Recreation	1/2 Ton Pick Up Truck		\$	25,400	Replace 1998 Chevy 1/2 Ton Truck
	Parks & Recreation	X MARK MOWER (Casper Park) 72"		\$	11,900	Replace Dept 2000 Xmark 72" Mower at Casper Park
	Parks & Recreation	X MARK MOWER (Casper Park) 72"		\$	11,100	Replace Dept 2006 Xmark 60" Mower at Irvine Park
	Fire Department	Ambulance		\$	180,000	
	Total 2018			\$	633,800	
2019						
	Street Department	(2) Plow/Dump Truck		\$	340,000	
	Street Department	(1) Snow Blower		\$	125,000	
	Total 2019			\$	465,000	

10 Year Replacement plan

2015

2 – Plow/Dump Truck	\$320,000.00
2 - One Ton Truck	\$70,000.00
1 – Skid-steer	\$45,000.00

2016

2– Plow/Dump Truck	\$320,000.00
1 – Patch Trailer	\$35,000.00
1 – Parts Truck	\$30,000.00
1 – One Ton Truck	\$35,000.00

2017

2 – Plow/Dump Truck	\$320,000.00
1 - One Ton Truck	\$35,000.00
1 – Managers Patrol Truck	\$35,000.00
1 – Hot melt Kettle	\$45,000.00

2018

1 – Motor Grader	\$300,000.00
1 – One Ton Truck	\$40,000.00
1 – Sign Truck	\$40,000.00

2019

2 – Plow/Dump Truck	\$340,000.00
1 – Snow Blower	\$125,000.00

2020

1 – Bucket Truck	\$170,000.00
1 – Track-type Back Hoe	\$225,000.00 ?

2021

1 – Front End Loader	\$170,000.00
1 9 Wheel Roller	\$120,000.00
1 – Skid-Steer	\$55,000.00

2022

1 – Motor Grader	\$300,000.00
1 - Snow Blower	\$135,000.00

2023

1 – Chip Spreader	\$100,000.00
1 – Paint Truck	\$75,000.00
1 - Small Roller	\$60,000.00
1 – Oil Distributor	\$200,000.00

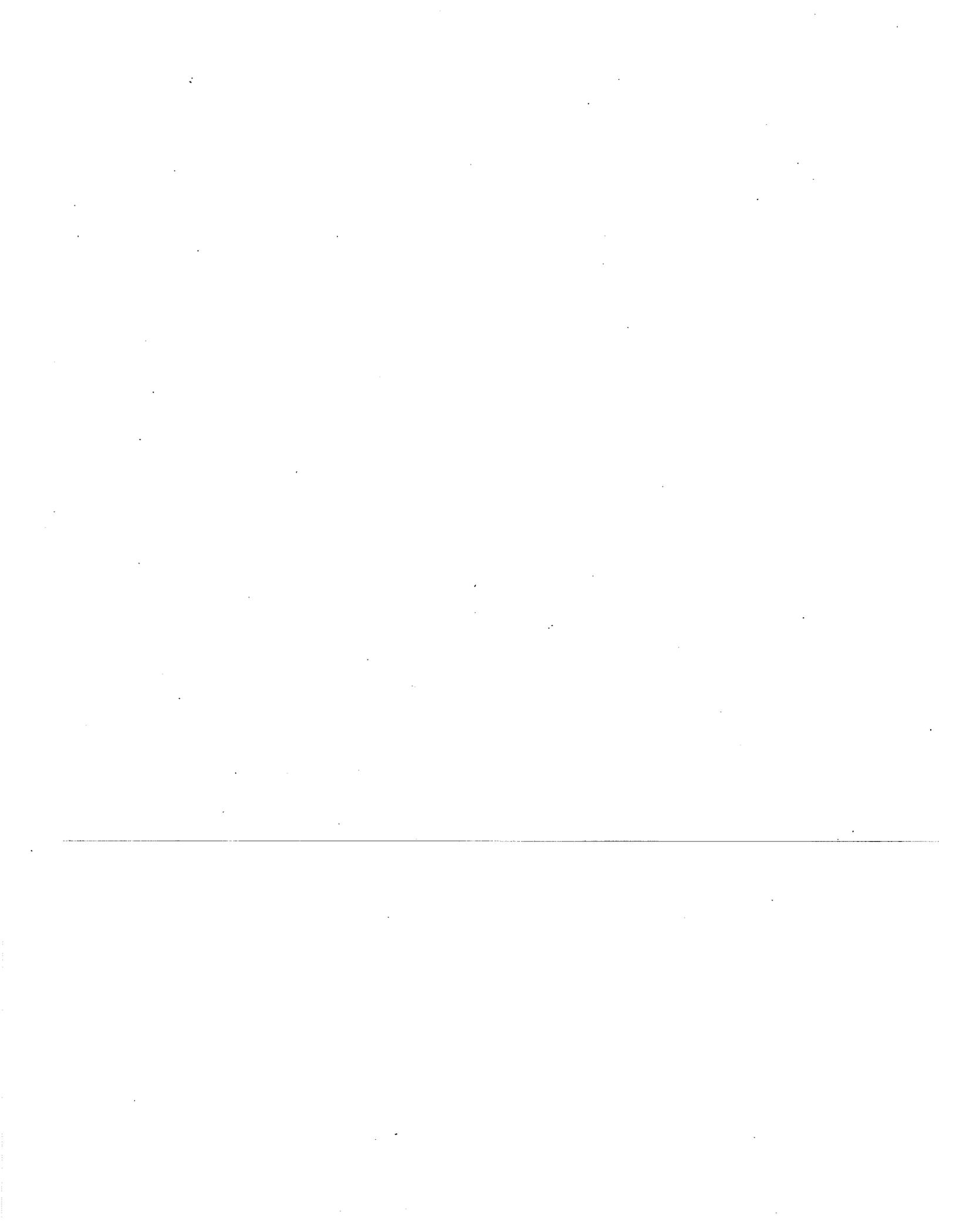
2024

1 – Front End Loader	\$180,000.00
1 – Large Roller	\$100,000.00
1 – Paver	\$150,000.00

Total **\$4,175,000.00**

Possible revenue from sales **\$300,000.00**

Amount Needed **\$3,875,000.00**



2014-2024 Street Dept. Equipment Replacement

The last time new tax money was used for equipment replacement was 2002. In the last 12 years the revenue used for equipment replaced was generated from the sale of scrap, sale of old equipment or from monies from the Storm Water Utility account. The lack of equipment replacement in the last 12 years has created a serious problem.

The Wisconsin Department of Transportation recommends replacement of equipment as follows.

Trucks Rear Drive 23,000lbs through 49,000 lbs	10 years
Trucks Rear Drive 15,000lbs and less	6 years
Motor Graders Six Wheel Drive	10 years
End Loaders	10 years
Skid Steers	10 years
Snow Blowers	10 years
Track - type Back Hoe	10 years
Parts Truck	10 years

Because of a very good maintenance program the Street Dept is comfortable using a 1.5 multiplier to the Department of Transportation replacement schedule.

At this time the current equipment past normal replacement age are as follows.

Trucks Rear Wheel Drive 23,000 through 49,000; 1 - 1993 (21) 1 - 1995 (19) 2 - 1996 (18)

1 - 1997 (17) 2 - 1999 (15) 2 - 2000 (14)

Trucks Rear Wheel Drive 15,000 and less; 4 - 1997 (17)

Motor Graders Six Wheel Drive; 1 - 1987 (27) 1 - 2002 (12)

End Loaders; 1 - 2001 (13)

Skid - Steers; 1 - 2000 (14)

Snow Blowers; 1 - 1970 (44) 1 - 1987 (27)

Track-type Back Hoe; 1 - 1990 (24)

Most of the equipment list above exceeds the 1.5 multiplier.

2014-2024 Street Dept. Equipment Replacement

Today's Replacement costs are as follows.

Trucks Rear Wheel Drive 23,000 through 49,000	\$130,000.00 - \$150,000.00
Trucks Rear Wheel Drive 15,000 and less	\$35,000.00
Parts Truck	\$30,000.00
Motor Grader	\$275,000.00 - \$325,000.00
End Loader	\$150,000.00
Skid-Steer	\$35,000.00
Snow Blower	\$125,000.00
Track-Type Back Hoe	\$250,000.00

All current equipment would have some trade in or resale value. This is not a complete list of equipment needed to be replaced. This is a priority list of equipment needed.
