

SPECIAL COMMITTEE OF THE WHOLE MEETING, MARCH 17, 2020

MINUTES

Meeting of the Committee of the Whole
March 17, 2020 – 6:00 p.m.
Village Hall of Tinley Park – Council Chambers
16250 S. Oak Park Avenue
Tinley Park, IL 60477

Members Present: M. Glotz, President Pro Tem
K. Thirion, Village Clerk
C. Berg, Village Trustee
W. Brady, Village Trustee
W. Brennan, Village Trustee
D. Galante, Village Trustee
M. Mueller, Village Trustee

Members Absent:

Staff Present: D. Niemeyer, Village Manager
P. Carr, Assistant Village Manager
B. Bettenhausen, Village Treasurer
A. Brown, Assistant Village Treasurer
C. Zematis, Village Engineer
P. O’Grady, Village Attorney

Others Present:

Item #1 - The meeting of the Committee of the Whole was called to order at 6:00 p.m.

Item #2 – DISCUSS AMUSEMENT TAX FOR VIDEO GAMING TERMINALS (PUSH TAX). –

Paul O’Grady, Village Attorney presented an overview of the Push Tax. This tax will be imposed at a rate of \$0.01 per play, paid by the consumer and collected and disbursed to the Village by the Terminal Operator. Trustee Mueller clarified with Mr. O’Grady, the tax will be paid by the player.

Trustee Berg asked if Oak Lawn has implemented the Push Tax. Mr. O’Grady responded the tax has been in effect since January 1, 2020 and Oak Lawn has received disbursements from some Terminal Operators. Trustee Berg inquired if any business was lost due to the tax. Mr. O’Grady has not heard that any businesses have been affected. Trustee Berg would like to see the outcome in Oak Lawn before deciding.

Motion was made by Trustee Mueller, seconded by Trustee Brennan, to recommend approval of the Amusement Tax for Video Gaming Terminals (Push Tax) be forwarded to the Village Board for approval. Vote by voice call. Ayes: 5. Nay: 1. President Pro Tem Glotz declared the motion carried.

Item #3 – DISCUSS SERVICE CONTRACT WITH CONSTELLATION NEWENERGY, INC. – WATER PUMPING STATION. –

Dave Niemeyer, Village Manager, presented the service contract with Constellation Energy. The Village participates in a consortium with 140 other municipalities known as the Northern Illinois Municipal Electric Collaborative (NIMEC) to drive down pricing for residential and Municipal electricity.

In addition to the Village’s residential and small business electric aggregation program, NIMEC also goes out to bid for electricity pricing relating to municipal uses (pumping stations and street lighting accounts) on behalf of the entire consortium. With 140 communities that participate in NIMEC’s consortium, aggregating the collective volume and bidding together achieves savings that would otherwise not be available if the accounts were bid individually.

The Village has five (5) accounts for various pumping stations that benefit from the collective bid. These accounts are not included in our electric aggregation program and instead bid separately because of the high level of electric consumption used to operate these pumping stations.

The current fixed rate for these accounts is 5.324¢/kwh. NIMEC received bids from Constellation, Dynegy, and MC Squared. Constellation won with the lowest bid results.

Below are the rates the Village received:

Member	Address	Current	1 year	2 year	3 year
Village of Tinley Park	164th & Harlem (Post 7)	5.324	4.6170	4.6680	4.6600
Village of Tinley Park	16296 So. 84th (Post 6)	5.324	4.6170	4.6680	4.6600
Village of Tinley Park	18301 S Ridgeland Ave (Post 2)	5.324	4.6170	4.6680	4.6600
Village of Tinley Park	6640 W 167th St	5.324	4.6170	4.6680	4.6600
Village of Tinley Park	171st St & 80th Ave (Post 5)	5.324	4.6170	4.6680	4.6600

The Village received the bid on March 2nd. Once the bid is received, the Village only has until the end of the business day to lock in the rates and execute the contract. Due to lack of advance notice of the bid date, this was unable to be discussed at a meeting prior to contract execution. However, given the historic lows of the market (pricing levels not seen in 20 years), the Village selected the three (3) year term at the rate of 4.66¢/kwh, beginning 4/30/20 and ending 4/30/23. 80% of consortium members also selected the three (3) year term. President Pro Tem Glotz asked if there were any questions. There were none. Motion was made by Trustee Berg, seconded by Trustee Brady, to recommend the service contract with Constellation NewEnergy, Inc., be forwarded to the Village Board for approval. Vote by voice. President Pro Tem Glotz declared the motion carried.

Brad Bettenhausen, Village Treasurer, stated MC Squared, the electrical aggregation company for the citizens, will be sending a mailer to new residents of the Village, later this year.

Item #4 – DISCUSS 2021 PAVEMENT MANAGEMENT PROGRAM (PMP) AND AWARD OF CONTRACTS.

– Colby Zematis, Village Engineer, presented the FY2021 PMP Resurfacing Project bids. The project entails approximately 9.2 miles of pavement improvements which include street resurfacing by heater scarification, Hot Mix Asphalt (HMA) surface removal and replacement, pavement patching, miscellaneous concrete repairs, structure adjustments, pavement striping and other miscellaneous improvements in order to complete the project.

Five (5) bids were received and publicly read on February 27, 2020. The bid results are below and the bid tab is attached. The lowest, responsible bidder was Gallagher Asphalt Corporation in the amount of \$3,681,512.04.

Contractor	Location	Bid Total
Gallagher Asphalt Corporation	Thornton, IL	\$3,681,512.04
Iroquois Paving Corporation	Watseka, IL	\$3,992,261.86
D Construction Co.	Coal City, IL	\$4,266,786.36
PT Ferro Construction Company	Joliet, IL	\$4,345,642.07
Austin-Tyler Construction, Inc.	Elwood, I	\$4,352,461.80
Engineer's Estimate		\$3,745,195.71

Upon approval of the Village Board, the Contract Books will be submitted to Gallagher Asphalt for the required signatures and insurance documents. Robinson Engineering will then review those documents and when all the necessary items are addressed, they will then send the final Contract Books to IDOT for final signatures.

Funding in the amount of \$4,115,000 is available in the FY21 Budget for Design Engineering, Roadway Resurfacing, Construction, Material Testing and Construction Engineering.

Budget	\$4,115,000.00
Low Bid – Gallagher Asphalt	\$3,681,512.04
Engineering Base Fee	\$1,250.00
Negotiated Preliminary Engineering Fee (3.5%)	\$128,852.92
Negotiated Engineering Inspection Fee (6%)	\$220,890.72
Materials Testing Fee	<u>\$27,500.00</u>
	\$4,060,005.68

Under Budget - \$54,994.32

President Pro Tem Glotz asked if there were any questions. There were none.

Motion was made by Trustee Glotz, seconded by Trustee Mueller, to recommend awarding the FY2021 PMP Resurfacing Project to Gallagher Asphalt, be forwarded to the Village Board for approval. Vote by voice. President Pro Tem Glotz declared the motion carried.

Item #5 – DISCUSS PROPOSED 159TH & HARLEM TAX INCREMENT FINANCING (TIF) INTENT TO REIMBURSE RESOLUTION. – Brad Bettenhausen, Village Treasurer, presented a resolution declaring the Village’s intent to reimburse itself for TIF Expenditures from TIF incremental revenues, should a TIF district be established in the Study Area.

President Pro Tem Glotz asked if there were any questions. There were none.

Motion was made by Trustee Brennan, seconded by Trustee Mueller, to recommend approval of Proposed 159th & Harlem Tax Increment Financing (TIF) Intent to Reimburse Resolution, be forwarded to the Village Board for approval. Vote by voice call. Ayes: 5. Nay: 1. President Pro Tem Glotz declared the motion carried.

Item #6 – DISCUSS 2021 BUDGET WRAP-UP. – Andrew Brown, Assistant Village Treasurer, presented an update to the FY2021 Village Budget. Updates to the draft budget were made based on the feedback from the Village Board. Answers to questions asked at the March 10, 2020 Committee of the Whole meeting are provided in the back-up.

Trustee Glotz thanked the Finance Department and Village Staff for their hard work on the budget.

Trustee Mueller thanked Mr. Brown for the answers in the back-up material.

Trustee Berg asked how revenue may be affected from the coronavirus. Mr. Bettenhausen stated there is no reason not to move forward regarding approving the budget. Measures will be taken as needed, as has been done in the past. The effects will not be able to be evaluated until reporting is complete which takes a few months. Mr. Niemeyer noted that discussions have been had regarding hiring and capital projects.

Item #7 – RECEIVE COMMENTS FROM THE PUBLIC –

Trustee Glotz asked if there was anyone else who would like to comment. There was none.

Motion was made by Trustee Brennan, seconded by Trustee Brady, to adjourn the Committee of the Whole. Vote by voice call. President Pro Tem Glotz declared the motion carried and adjourned the meeting at 6:35 p.m.

ADJOURNMENT

dm