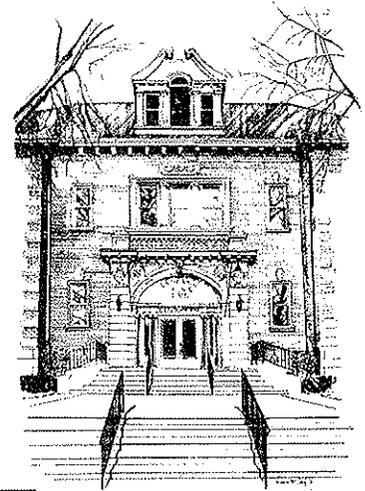


# Village of La Grange



## VILLAGE BOARD MEETING

MONDAY, JUNE 11, 2012

7:30 p.m.

Village Hall Auditorium

53 South La Grange Road

La Grange, IL 60525

Elizabeth M. Asperger  
Village President

Thomas Morsch  
Village Clerk

VILLAGE OF LA GRANGE  
BOARD OF TRUSTEES REGULAR MEETING

Village Hall Auditorium  
53 South La Grange Road  
La Grange, IL 60525

AGENDA

Monday, June 11, 2012 – 7:30 p.m.

1. CALL TO ORDER, ROLL CALL, PLEDGE OF ALLEGIANCE
  - Trustee Holder*
  - Trustee Horvath*
  - Trustee Kuchler*
  - Trustee Langan*
  - Trustee Nowak*
  - Trustee Palermo*
  - President Asperger*
  
2. PRESIDENT'S REPORT
  - This is an opportunity for the Village President to report on matters of interest or concern to the Village.*
  
3. PUBLIC COMMENTS REGARDING AGENDA ITEMS
  - This is the opportunity for members of the audience to speak about matters that are included on this Agenda.*
  
4. OMNIBUS AGENDA AND VOTE
  - Matters on the Omnibus Agenda will be considered by a single motion and vote because they already have been considered fully by the Board at a previous meeting or have been determined to be of a routine nature. Any member of the Board of Trustees may request that an item be moved from the Omnibus Agenda to Current Business for separate consideration.*
  
  - A. Ordinance – Consolidation of Lots / Gerald and Amy Rife, 633-637 South Waiola
  
  - B. Special Event – Park District of La Grange / Public Display of Fireworks at Community Family Fest
  
  - C. Request to Purchase – Police Department / Replacement of Digital Video Recording Systems for Squad Cars
  
  - D. Request to Purchase – Police Department / Replacement of Bullet-Proof Vests
  
  - E. Material Purchase – Public Works Department / Fire Hydrants
  
  - F. Minutes of the Village of La Grange Board of Trustees Regular Meeting Monday, May 14, 2012

G. Consolidated Voucher 120528

H. Consolidated Voucher 120611

5. CURRENT BUSINESS

*This agenda item includes consideration of matters being presented to the Board of Trustees for action.*

A. Professional Service Agreements – Financial Consultant and Bond Counsel for Refunding of 2004 Library Bond Issue: *Referred to Trustee Nowak*

6. MANAGER'S REPORT

*This is an opportunity for the Village Manager to report on behalf of the Village Staff about matters of interest to the Village.*

A. Workshop – Continued Budget Discussion

7. PUBLIC COMMENTS REGARDING MATTERS NOT ON AGENDA

*This is an opportunity for members of the audience to speak about Village related matters that are not listed on this Agenda.*

8. EXECUTIVE SESSION

*The Board of Trustees may decide, by a roll call vote, to convene in executive session if there are matters to discuss confidentially, in accordance with the Open Meetings Act.*

9. TRUSTEE COMMENTS

*The Board of Trustees may wish to comment on any matters.*

10. ADJOURNMENT

---

The Village of La Grange is subject to the requirements of the Americans with Disabilities Act of 1990. Individuals with disabilities who plan to attend this meeting and who require certain accommodations so that they can observe and/or participate in this meeting, or who have questions, regarding the accessibility of the meeting or the Village's facilities, should contact the Village's ADA Coordinator at (708) 579-2315 promptly to allow the Village to make reasonable accommodations for those persons.

**OMNIBUS VOTE**

VILLAGE OF LA GRANGE  
Community Development Department

**BOARD REPORT**

TO: Village President, Board of Trustees,  
Village Clerk and Village Attorney

FROM: Robert J. Pilipiszyn, Village Manager  
Patrick Benjamin, Community Development Director

DATE: June 11, 2012

RE: **ORDINANCE - CONSOLIDATION OF LOTS/GERALD AND AMY  
RIFE, 633-637 SOUTH WAIOLA**

---

Gerald and Amy Rife, owners of the properties located at 633 and 637 South Waiola, have applied for a consolidation of their property, which consists of two 50 foot wide lots. The applicants purchased the vacant lot directly north (633 South Waiola) of their house (637 South Waiola). They wish to create a new larger zoning lot with a 100 foot frontage and plan to use the newly vacant lot to expand their green space and use as a yard for 637 South Waiola.

In accordance with the Village Ordinance, the Plat of Consolidation has been reviewed and approved by both the Community Development Director and the Chairman of the Plan Commission as being in conformance with our subdivision regulations.

It is our recommendation that the consolidation be approved. Staff has drafted the appropriate ordinance approving the consolidation.

H.A

ORDINANCE NO. O-10-  
AN ORDINANCE APPROVING CONSOLIDATION  
of  
RIFE'S CONSOLIDATION

PUBLISHED IN PAMPHLET FORM BY AUTHORITY OF THE BOARD OF TRUSTEES OF THE VILLAGE OF LA GRANGE, COUNTY OF COOK, STATE OF ILLINOIS THIS DAY OF \_\_\_\_\_, 2012.

WHEREAS, Gerald and Amy Rife, owners of the property commonly known as 633-637 South Waiola Avenue and legally described as follows:

Lot 267 and 268 in Springs Garden, a subdivision of the east 1/2 of the west 1/2 of the northwest 1/4 and the east 1/2 of the of the northwest 1/4 of the southwest 1/4 of Section 9, Township 38 North, Range 12 east of the Third Principal Meridian, in Cook County, Illinois.

have applied for and presented a plat of consolidation of the above referenced, consolidating the property thereby; and

WHEREAS, the Chairman of the Plan Commission and Community Development Director have recommended to the Village Board of Trustees that said consolidation be allowed; and

WHEREAS, the Village Board of Trustees have determined that said consolidation may be granted without substantially impairing the general purposes and intent of the Comprehensive Plan of the Village of La Grange;

NOW THEREFORE, BE IT ORDAINED THAT THE PRESIDENT AND BOARD OF TRUSTEES OF THE VILLAGE OF LA GRANGE, COUNTY OF COOK, STATE OF ILLINOIS:

SECTION 1: The consolidation is hereby approved, pursuant to the specifications set forth on the plat of consolidation attached hereto and made a part hereof. The Village President, Clerk and other Village Officers are hereby authorized to execute said plat of consolidation and release for recording.

SECTION 2: This ordinance shall be in full force and effect from and after its passage, approval and publication in pamphlet form for review at the La Grange Offices and the La Grange Public Library.

PASSED AND APPROVED this \_\_\_\_\_ day of \_\_\_\_\_, 2012.

\_\_\_\_\_  
Elizabeth M. Asperger, Village President

ATTEST:

\_\_\_\_\_  
Thomas Morsch, Village Clerk

AYES: \_\_\_\_\_

NAYS: \_\_\_\_\_

ABSENT: \_\_\_\_\_

4-A.1

**APPLICATION for RESUBDIVISION/CONSOLIDATION of LOTS**

Application No.: 159

Date Filed: 5/1/12

TO THE PLAN COMMISSION  
VILLAGE OF LA GRANGE, ILLINOIS

1. APPLICATION IS HEREBY MADE BY Gerald and Amy Rife

2. Address 637 S. Waiola Ave. Phone Work: \_\_\_\_\_

City La Grange, IL Home: (708) 482-3148

3. For Property Located at: 637 S. Waiola Ave. La Grange, IL

4. Permanent Real Estate Index Number(s):  
18-09-110-010-0000 18- \_\_\_\_\_

(u37) 18-09-110-011-0000 18- \_\_\_\_\_

5. Resubdividing Lot Numbers and Dimensions:  
A \_\_\_\_\_ B \_\_\_\_\_

C \_\_\_\_\_ D \_\_\_\_\_

6. To Lot Numbers and Dimensions:  
A \_\_\_\_\_ B \_\_\_\_\_

C \_\_\_\_\_ D \_\_\_\_\_

7. Reason for Resubdivision/Consolidation: Increasing lot size.  
\_\_\_\_\_  
\_\_\_\_\_

**THE FOLLOWING MUST BE SUBMITTED WITH THE APPLICATION IN ORDER TO BEGIN THE PROCESS:**

- A. Plat of Survey.
- B. Linen Plat of Consolidation/Resubdivision (including consent of mortgagee, if applicable).
- C. If Property is in Trust, letter of direction from Trustee to Trust Company approving resubdivision/consolidation.
- D. Applicable fee - \$50.00

4-A.2

I acknowledge that Village staff will prepare a report with a recommendation to the Plan Commission prior to my hearing. I understand that this report will be available for my viewing the Friday prior to my hearing and it is my responsibility to contact the Village to view this report or obtain a copy.

  
SIGNATURE

**FOR VILLAGE USE ONLY:**

Filed with the Community Development Department: May 1, 2012.

Transmitted to Plan Commission at Meeting Held: N/A, \_\_\_\_\_.

Findings and Recommendations of Plan Commission referred to Village Board at meeting of

\_\_\_\_\_, \_\_\_\_\_.

\_\_\_\_\_ **APPROVED**

\_\_\_\_\_ **DENIED**

Original Returned to Owner to be Filed with Cook County Recorder of Deeds:

Date: \_\_\_\_\_, \_\_\_\_\_.

Copies to Community Development Director, Village Engineer and Village Clerk's Office

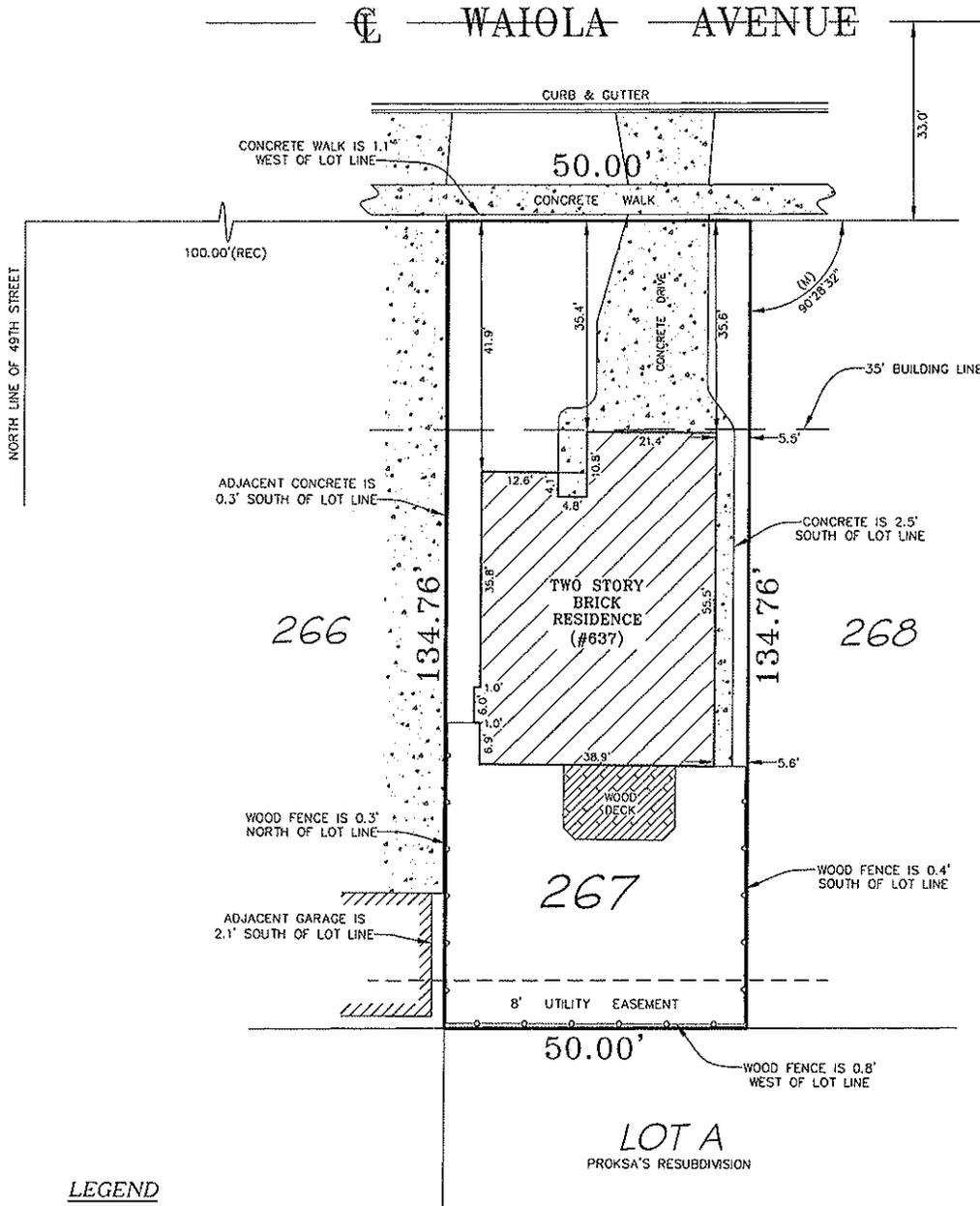
Date: \_\_\_\_\_, \_\_\_\_\_.

4-A.3

# PLAT OF SURVEY

OF

LOT 267 IN SPRING GARDENS, A SUBDIVISION OF THE EAST 1/2 OF THE WEST 1/2 OF THE NORTHWEST 1/4 AND THE EAST 1/2 OF THE NORTHWEST 1/4 OF THE SOUTHWEST 1/4 OF SECTION 9, TOWNSHIP 38 NORTH, RANGE 12 EAST OF THE THIRD PRINCIPAL MERIDIAN, IN COOK COUNTY, ILLINOIS.

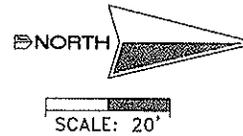
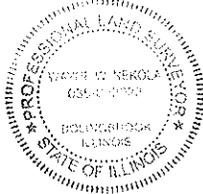


LOT A  
PROKSA'S RESUBDIVISION

AREA = 6,738 SQ. FT.  
MORE OR LESS

### LEGEND

- (R/M) - RECORD / MEASURED
- L - ARC LENGTH
- R - RADIUS
- CH - CHORD



PREPARED FOR: AMY RIFE  
 JOB ADDRESS: 633-37 WAIOLA AVE., LAGRANGE, IL.  
 JOB NO.: 12-03-0107-A

## NEKOLA SURVEY, INC.

PROFESSIONAL LAND SURVEYING SERVICES  
 WWW.NEKOLASURVEY.COM  
 400 N. SCHMIDT RD., STE. 203  
 BOLINGBROOK, ILLINOIS 60440  
 (630) 226-1530 PHONE (630) 226-1430 FAX

FIELD WORK COMPLETED ON THE 4TH DAY OF APRIL, 2012.

(STATE OF ILLINOIS)  
 (COUNTY OF WILL) SS

NEKOLA SURVEY INC. DOES HEREBY CERTIFY THAT IT HAS SURVEYED THE TRACT OF LAND ABOVE DESCRIBED, AND THAT THIS PROFESSIONAL SERVICE CONFORMS TO THE CURRENT ILLINOIS MINIMUM STANDARDS FOR A BOUNDARY SURVEY.

DATED THIS 27TH DAY OF APRIL, 2012.

*Victor M. Nekola*  
 PLS No. 2923

LICENSE RENEWAL DATE: 30 NOVEMBER 2012.

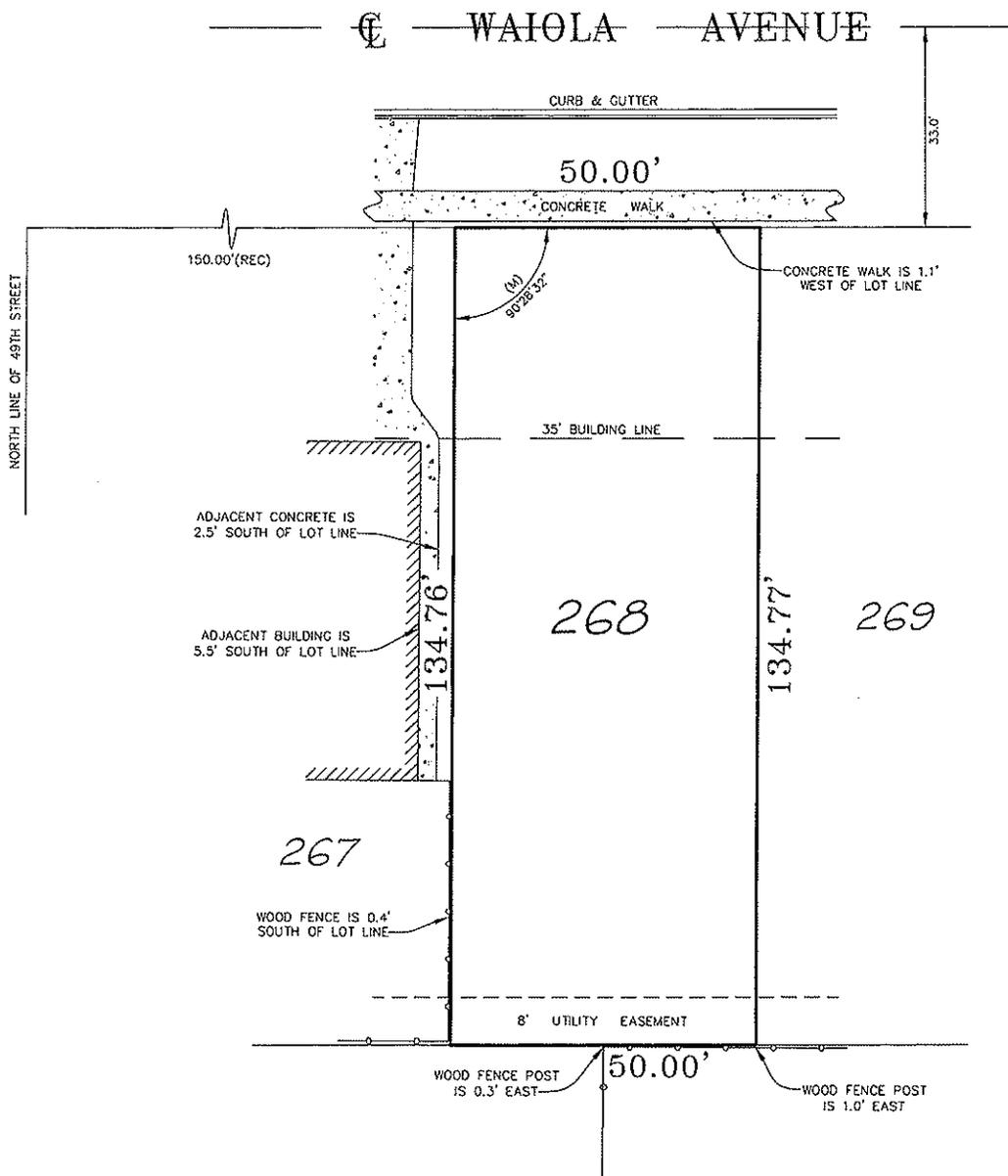
- "X" IN BOX INDICATES THE HEREON DRAWN PLAT WAS ORDERED AS A NON MONUMENTED SURVEY.  
 NO IMPROVEMENTS SHOULD BE MADE ON THE BASIS OF THIS PLAT ALONE. FIELD MONUMENTATION OF CRITICAL POINTS SHOULD BE ESTABLISHED PRIOR TO COMMENCEMENT OF ANY AND ALL CONSTRUCTION. FOR BUILDING LINES, EASEMENTS AND OTHER RESTRICTIONS NOT SHOWN HEREON REFER TO YOUR DEED, ABSTRACT, TITLE POLICY, CONTRACTS AND LOCAL BUILDING AND ZONING ORDINANCES.

4-A-4

# PLAT OF SURVEY

OF

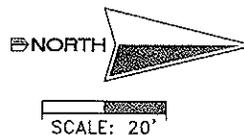
LOT 268 IN SPRING GARDENS, A SUBDIVISION OF THE EAST 1/2 OF THE WEST 1/2 OF THE NORTHWEST 1/4 AND THE EAST 1/2 OF THE NORTHWEST 1/4 OF THE SOUTHWEST 1/4 OF SECTION 9, TOWNSHIP 38 NORTH, RANGE 12 EAST OF THE THIRD PRINCIPAL MERIDIAN, IN COOK COUNTY, ILLINOIS.



### LEGEND

- (R/M) - RECORD / MEASURED
- L - ARC LENGTH
- R - RADIUS
- CH - CHORD

AREA = 6,738 SQ. FT.  
MORE OR LESS



PREPARED FOR: AMY RIFE  
 JOB ADDRESS: 633-37 WAIOLA AVE., LAGRANGE, IL.  
 JOB NO.: 12-03-0107-B

## NEKOLA SURVEY, INC.

PROFESSIONAL LAND SURVEYING SERVICES  
 WWW.NEKOLASURVEY.COM  
 400 N. SCHMIDT RD., STE. 203  
 BOLINGBROOK, ILLINOIS 60440  
 (630) 226-1530 PHONE (630) 226-1430 FAX

FIELD WORK COMPLETED ON THE 4TH DAY OF APRIL, 2012.

(STATE OF ILLINOIS)  
 (COUNTY OF WILL) SS

NEKOLA SURVEY INC. DOES HEREBY CERTIFY THAT IT HAS SURVEYED THE TRACT OF LAND ABOVE DESCRIBED, AND THAT THIS PROFESSIONAL SERVICE CONFORMS TO THE CURRENT ILLINOIS MINIMUM STANDARDS FOR A BOUNDARY SURVEY.

DATED THIS 27TH DAY OF APRIL, 2012.

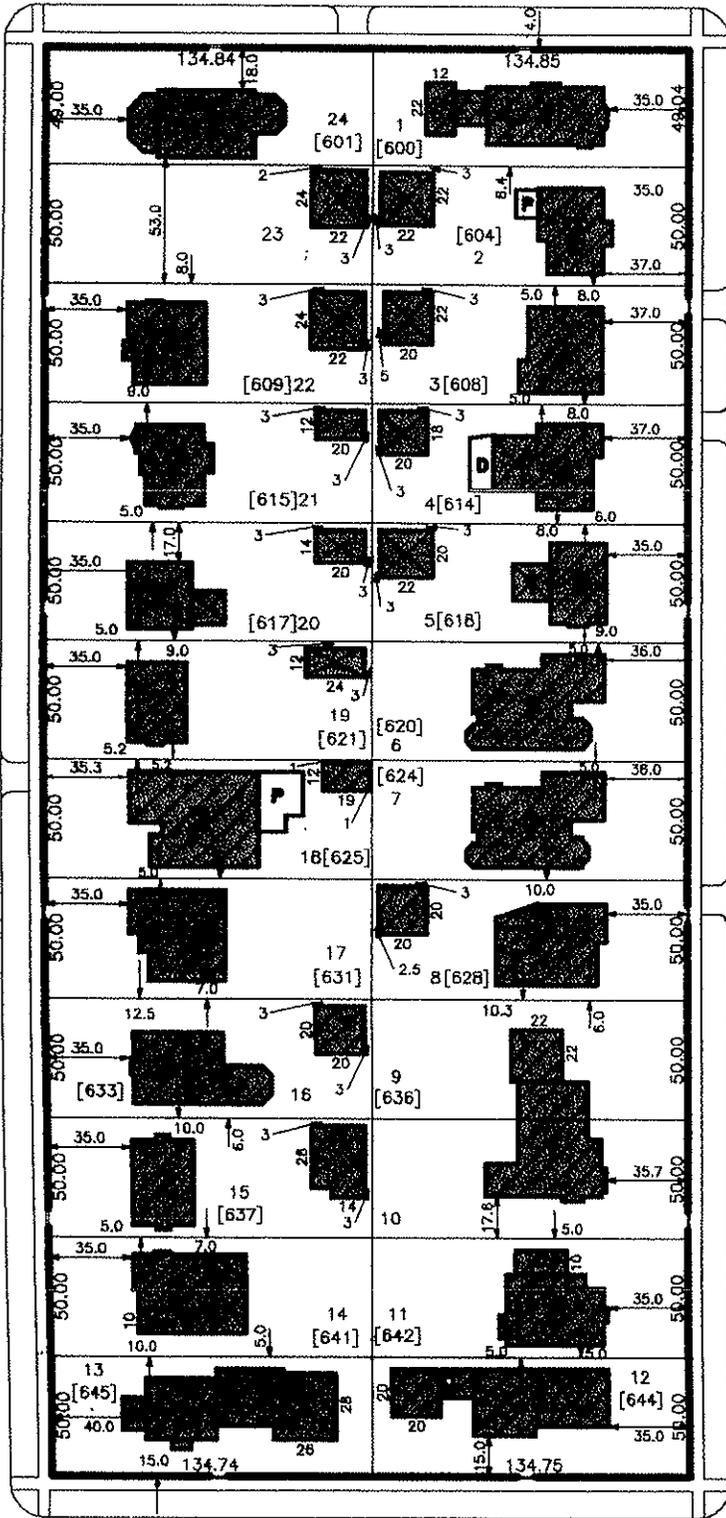
*William A. Dinkel*  
 IPL No. 2923  
 LICENSE RENEWAL DATE: 30 NOVEMBER 2012.

- "X" IN BOX INDICATES THE HEREON DRAWN PLAT WAS ORDERED AS A NON MONUMENTED SURVEY.  
 NO IMPROVEMENTS SHOULD BE MADE ON THE BASIS OF THIS PLAT ALONE. FIELD MONUMENTATION OF CRITICAL POINTS SHOULD BE ESTABLISHED PRIOR TO COMMENCEMENT OF ANY AND ALL CONSTRUCTION. FOR BUILDING LINES, EASEMENTS AND OTHER RESTRICTIONS NOT SHOWN HEREON REFER TO YOUR DEED, ABSTRACT, TITLE POLICY, CONTRACTS AND LOCAL BUILDING AND ZONING ORDINANCES.

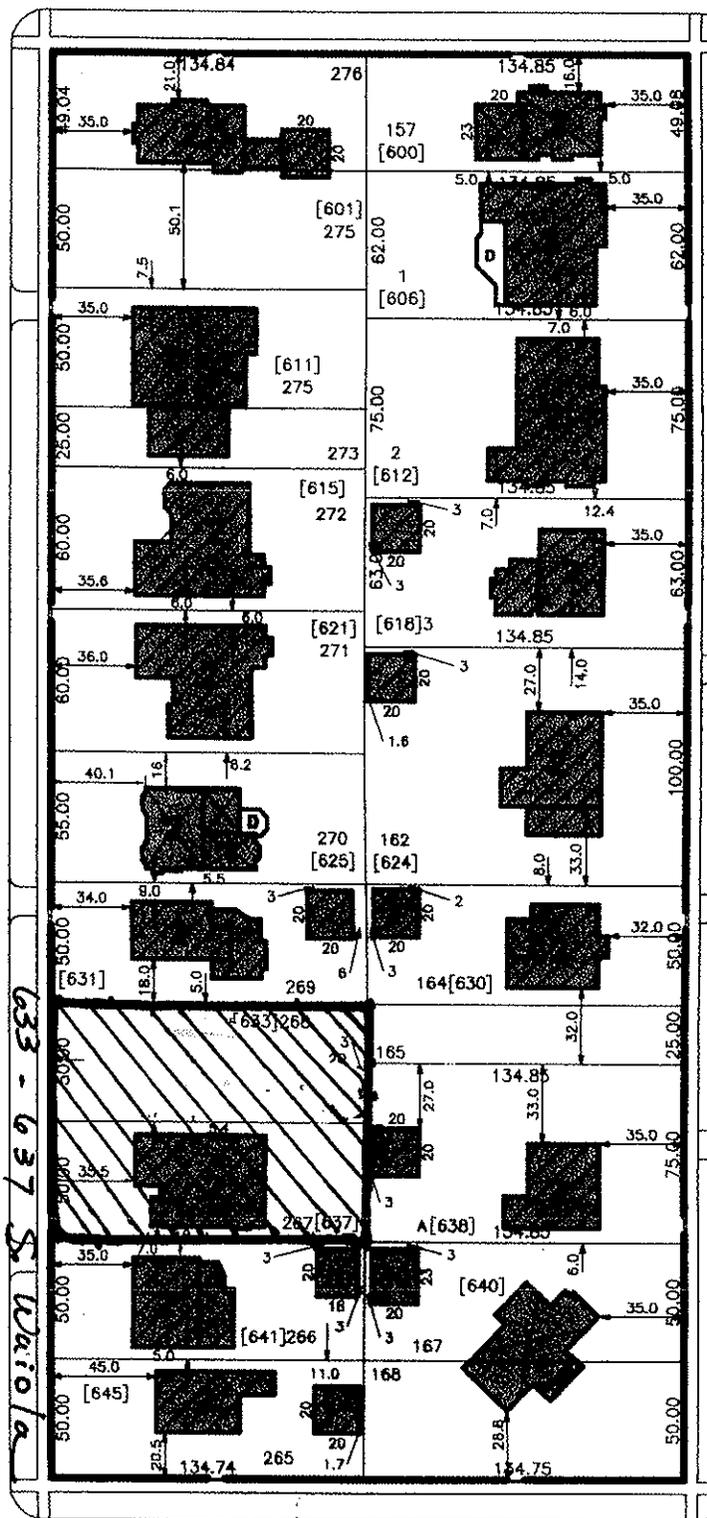
4-A.5



STONE



WAIOLA



633 - 637 S. Waiola



4-A.7

48th

134.86		
1-013	49	
2-014	50	
3-015	"	
4-016	"	
"A" 5-017	"	
6-018	"	
7-019	"	
8-020	"	
9-021	"	
10-022	"	
11-027	"	
12	50	100
134.74		

49th

134.72		
1-013	49	

134.86	12	134.87	50
134.84	24-001	134.85	1-013
23-002	2-014	50	50
22-003	3-015	"	"
21-004	4-016	"	"
20-005	"A" 5-017	"	"
19-006	6-018	"	"
18-007	7-019	"	"
17-008	4 8-020	"	"
16-009	9-021	"	"
15-010	10-022	"	"
14-011	11-023	"	"
13-012	12-024	134.75	50

109

Udliola

277-011	156-023	50
134.86	134.87	
134.84	134.85	
276-001	157-014	49.08
275-002	1-033	52
274-003	2-034	75
Pt. 273-004	"D"	52
134.82	3-035	63
1-036	162-019	60
2-037	163	60
Pt. 271-007	110	100
270-028	164-020	75
269-009	Pt. 165-021	75
268-010	134.85	
267-011	"C"	
	Lot A-032	75
266-012	167-024	50
265-013	168-025	50
134.74	134.75	
134.72	134.73	
264-033	169-013	9.08



S. H. ST.

133-032	12
134.86	
134.84	
132-001	13
131-002	14
130-003	15
129-004	16
128-039	"B" 17
128-040	
127-006	18
126-007	19
125-008	20
124-041	21
123	22
122-042	23
121-043	24
134.74	134.75

111

ST.

VILLAGE OF LA GRANGE  
Community Development Department

**BOARD REPORT**

TO: Village President, Village Clerk,  
Board of Trustees and Village Attorney

FROM: Robert J. Pilipizsyn, Village Manager  
Patrick Benjamin, Community Development Director

DATE: June 11, 2012

RE: **SPECIAL EVENT - PARK DISTRICT OF LA GRANGE/PUBLIC DISPLAY  
OF FIREWORKS AT COMMUNITY FAMILY FEST**

---

Attached you will find a letter from Park District Executive Director Dean Bissias dated May 14, 2012 indicating their intent to hold their Community Family Fest on Friday, July 20, 2012 with games, pony rides, food, drinks, entertainment and fireworks.

The Village's authority to regulate fireworks displays found in Section 94.25 of the Village Code is as follows:

*“Discharge of Fireworks Prohibited; Exception - The discharge, firing or use of all fireworks is hereby prohibited. However, the President and Board of Trustees may order the public display of fireworks by properly qualified people under the direct supervision of experts in the handling of fireworks. Such display shall be such a character and so located, discharged or fired as in the opinion of the Fire Chief and Chief of Police, shall not be hazardous to surrounding property or endanger any person.”*

Accordingly, the Fire Chief and Police Chief have reviewed the request for fireworks and have submitted the following comments:

- Wind direction and speed to be monitored by the Fire Department and the state licensed fireworks display vendor;
- The maximum size of the fireworks mortar shell shall be 3”;
- The designated discharge/display area must be secured from the spectator viewing area with adequate barrier fencing;
- NFPA 1123, governing fireworks displays, shall apply;
- The Fire Chief will coordinate with Park District representatives on location and presence of adequate Fire personnel during the fireworks portion of the evening;

4-B

- A temporary barrier is required to surround the fireworks fallout area;
- Police Officers will assist in controlling vehicles and pedestrians arriving and leaving the event. Staffing levels will be coordinated with Park District officials. In the interest of efficient parking management the Police Department will evaluate further the development of an exiting plan if necessary.

Last year's event in Gordon Park was very well received by the community and well attended.

To accommodate the Park District's request for a public display of fireworks, we recommend approval with the following conditions:

- That Park District representatives and Mad Bomber Fireworks Productions, an Illinois State Licensed Fireworks Display Vendor, work cooperatively with Village staff to provide for adequate site security measures, pedestrian access and vehicular circulation to and from the event;
- That all overtime costs incurred by the Village of La Grange be reimbursed by the Park District of La Grange;
- The professional fireworks operator and the Park District of La Grange are to provide proof of appropriate liability insurance and name the Village of La Grange as additional insured for this event;
- A Hold Harmless is to be signed by the fireworks display vendor and the Park District of La Grange holding the Village of La Grange harmless;
- The fireworks display vendor shall comply with all local, state and federal requirements regarding fireworks displays; and
- Adjacent property owners should be notified of the event in writing.

With respect to alcohol, the Park District is requesting Village authorization to sell beer and wine at the event between the hours of 5:00 p.m. and 11:00 p.m. in a roped off beer garden so as to contain all drinking to one area and to ensure persons drinking are of the legal age. No alcohol will be allowed outside this area and it is their intention to utilize the wristband method. The Village Liquor Commissioner will separately consider a temporary liquor license for the time period of 5:00 p.m. to 11:00 p.m. pursuant to the restrictions as outlined in the letter dated May 11, 2012 from Dean Bissias, Executive Director.

Park District representatives will be in attendance at the meeting to answer any questions you may have regarding the request for a public display of fireworks.

4-B.1



May 14, 2012

Dear Mr. Benjamin:

The Park District of La Grange again this year is considering having **the Community Family Fest at Gordon Park on Friday July 20, 2012** (rain date would be Saturday July 21, 2012). Last year's event was an extremely successful event in which the public participated in games, pony rides, food, drinks, entertainment and fireworks.

Because of the events great success last year and over the past few years the district again is asking for approval for fireworks to be conducted at Gordon Park. We would be using 3-inch diameter shells, requiring 210 feet of space for a fall zone and in accordance of all state and local regulations. The park provides adequate space to do so. The Northeast corner is ideal to shoot off fireworks, allowing a fall zone that is more than sufficient. We would follow the same guide lines that Fire Chief Bryzgalski set at last year's event.

The Park District will work with the police and fire departments to provide traffic control and safety to all participants just as we have over the past few years. This will be a great community event for all who attend!

Our objective is to make this an exciting, fun, and safe free event for all who attend. We are hoping the Village will support this effort to allow us to provide an outstanding event to the community.

Thank you for your consideration.

Dean Bissias  
Executive Director  
Park District of La Grange

4-B.2



May 11, 2012

Village President and Liquor Commissioner  
Village of La Grange  
53 S. La Grange Rd.  
PO Box 668  
La Grange, IL 60525

Dear President Asperger,

The Park District of La Grange is holding its annual Community Family Fest on Friday, July 20, 2012 and is requesting permission again this year to sell beer and wine. **The Park District is asking permission to sell the beer and wine between the hours of 5:00 pm and 11:00 pm.** We will have a roped off beer garden to contain all drinking to one area and to ensure persons drinking are of the legal age. No alcohol will be allowed outside this area, and all persons consuming alcohol must have a wristband on, proving they have shown proper identification and are legal to drink.

Only adults 21 years of age and older will be allowed to purchase and consume beer and wine. All persons who wish to purchase or consume beer or wine will have to show identification at two separate points to purchase alcohol. First they will show identification to obtain a wristband, which will be secured on their wrist by an attendant who is over 21 and is full time staff member or a Commissioner at the Park District of La Grange. They will again be asked to produce identification when producing a ticket in exchange for wine or beer from a full time member of staff, specially selected volunteer who is over the age of 21 or a Park District Commissioner. I have also included the current Board Ordinance 10-03 which authorizes the sale of beer and wine on Park District property for this event.

The independent sale of beer and wine will help raise funds for our event, making Family Fest even better for our residents! Thank you for your consideration and support.

Sincerely,

Dean Bissias  
Executive Director  
Park District of La Grange

4-B.3

VILLAGE OF LA GRANGE  
Police Department

**BOARD REPORT**

TO: Village President, Village Clerk,  
Board of Trustees and Village Attorney

FROM: Robert J. Pilipiszyn, Village Manager and  
Michael A. Holub, Chief of Police

DATE: June 11, 2012

RE: **REQUEST TO PURCHASE – POLICE DEPARTMENT / REPLACEMENT  
OF DIGITAL VIDEO RECORDING SYSTEMS FOR SQUAD CARS**

---

The FY 2012-13 Village budget provides for the purchase and installation of seven digital video recording systems for the Police Department's Patrol Division squad cars.

These systems provide valuable evidence in the prosecution of both criminal and traffic offenses. These systems also provide an added layer of protection for both the officer and the Village. The current systems have exceeded their useful life and are in need of replacement at this time. As will be discussed below we cannot wait to replace the current systems at the time of replacing our squad cars or defer this purchase in general.

In 2009 we began experiencing maintenance issues with several of the video recorder's hard drives which lead to the hard drives/video cameras being out-of-service more than they were in-service. To preserve the recorded images, Police Officers have had to pull the old *Digital Eyewitness ION* video recorder's hard drive from each squad car, bring it into the station, access it using in-house software, create a duplicate of the recording for court purposes and then return the hard drive to the squad car. Each hard drive stores only 512 MB (SDRAM) which requires a thirty (30) day turn-around in order to successfully duplicate the captured video recordings. By 2011 this repetitive deleting of files and reformatting of the hard drives lead to four (4) of the six (6) hard drives becoming inoperable. The cost to replace these hard drives (\$4,000 each) far exceeded their total value. Stated another way, repair is not a cost-effective option. As of late May 2012, one of the two remaining video hard drives is beginning to malfunction. Our seventh squad car was equipped with a video recording system obtained via a grant from Cook County's Operation Gold Shield program. Cook County took back that equipment in 2011 by order of the County Executive due to elimination of the program.

This unreliable equipment has hindered our ability to produce video recorded evidence in court and thus has undermined our credibility in the eyes of the criminal justice system particularly in traffic court. In addition, the Police Department's Records Division frequently must respond to court subpoenas by indicating that any video recording conducted during traffic enforcement was "not available." Consequently, our Officers must testify on the stand, that no video recording

was available. In contrast, comparable law enforcement agencies are capable of supplying the courts with video recordings of traffic arrests on a consistent basis.

Finally, we want to make you aware that the courts are placing a much greater emphasis on video recorded evidence. In an Illinois Supreme Court decision filed December 30, 2011 in the case of The People Of The State Of Illinois v. Marina Kladis the courts barred the State from introducing any officer testimony concerning what was captured on the officer's squad video after a DUI arrest until that video recording could be produced. The video recording had been destroyed by the State. The courts concluded that a squad recording falls within the scope of materials held to be discoverable under People v. Schmidt and that the States inability to produce the video recording meant the officer would not be allowed to testify.

The latest technology is digital and wireless. We recommend the *Arbitrator 360* because it is a mobile digital video system that can be used with our existing Toughbook computers. This fully-integrated system offers unparalleled video capture (up to 360 degrees), storage, transfer, and is designed to work with back-end software for seamless video management, including archiving and retrieving. Up to 5 cameras can be recorded and viewed simultaneously offering an unparalleled 360° view (we are requesting 3 cameras). The unit is temperature, vibration and dust-resistant. It has a wide-angle lens and 220x zoom maximize field of view and low light technology allows for viewing in darkness. The wireless mic transmits high quality audio up to 1000 feet from the receiver. It has up to 128GB of storage (SDHC) and up to 2,592 hours of recording and up to 16 action-based triggers. Panasonic's *Arbitrator Command* software provides an easy to use interface with enhanced visual cues.

The base price for the Panasonic Arbitrator camera, camera kit, front camera, VPU recorder, in-car mic, wireless mic and software is \$4,440 per vehicle for a total equipment cost of \$31,080. Some additional costs include: a one (1) year maintenance agreement \$2,016; a 3 year warranty w/ 2 year extended warranty \$3,115; a stand-alone server \$1,200; wireless access point for wireless upload to video server \$787; and an HP DL180 rack server bundle (licenses, hard drives, memory, etc.) \$6,259.

Additional costs include a wireless access feature of \$3,000. This option affords us the ability to "dump" data to the main server every time an officer parks their squad car in the rear of the station. Not only is this convenient and less time consuming, but using this advanced wireless technology insures the integrity of the video recording evidence by providing us with the original recording for use in court proceedings.

The total purchase cost is \$47,457. This pricing comes from CDS Office Technologies in Springfield, Illinois. They are the authorized Panasonic resellers for the Arbitrator 360 in our area, thus making this a sole source purchase. We also note that the Panasonic Arbitrator 360 and CDS have been identified by the Illinois Law Enforcement Alerts System (ILEAS) as the preferred in-car video system and vendor for law enforcement jurisdictions in Illinois. The Equipment Replacement Fund currently has \$50,000 allocated for the purchase of the new video camera systems for the squad cars for FY 2012-13. Consequently sufficient funds are available for this purchase.

4-C.1

Request to Purchase – Police Department /  
Replacement of Digital Video Recording Systems for Squad Cars  
Board Report - June 11, 2012 - Page 3

It is our recommendation that the Village Board waive the formal bid process and authorize staff to purchase seven (7) Panasonic Arbitrator 360 digital in-car video systems and system add-ons as described above from CDS Office Technologies in Springfield, Illinois as a sole source purchase in the total amount of \$47,457.

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4-C.2

VILLAGE OF LA GRANGE  
Police Department

**BOARD REPORT**

TO: Village President, Village Clerk,  
Board of Trustees and Village Attorney

FROM: Robert J. Pilipiszyn, Village Manager and  
Michael A. Holub, Chief of Police

DATE: June 11, 2012

RE: **REQUEST TO PURCHASE – POLICE DEPARTMENT / REPLACEMENT  
OF BULLET-PROOF VESTS**

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In 2007 the Village of LaGrange Police Department participated in the U.S. Department of Justice (DOJ) Bulletproof Vest Partnership (BVP) Program. The program was developed to protect the lives of law enforcement officers by paying 50% of the total cost of each qualifying vest purchase for jurisdictions with policies mandating officers wear their vests. In addition, the BVP program only supported the purchase of body armor that had been tested and found to comply with the National Institute of Justice's (NIJ) Ballistic or Stab Standards. That year, the Village of LaGrange was awarded \$10,500 to replace 30 of our officers' ballistic vests.

Ballistic material has a shelf life of five years; therefore, it is time for us to replace our officer's bullet proof vests. The Second Chance ballistic vests that were purchased with the 2007 grant have since expired. The ballistic material was manufactured on 05/07/07.

The U.S. Department of Justice (DOJ) Bulletproof Vest Partnership (BVP) Program is again accepting applications. Our recommendation is that the Village applies for the grant with the intent of replacing all full-time (26) and part-time (5) officers' bullet proof vests for a total of 31 ballistic vests. As it stands, all but three full-time officers have ballistic vests that are more than five (5) years old. The user period for the BVP funds is two years (2) and by then the three (3) remaining officer's vests will have expired.

The Village would be required to pay for the total ballistic vest purchase up-front in fiscal year 2012-2013 with the DOJ reimbursing 50% once receipts are submitted. The total cost for thirty one (31), NIJ approved ballistic vests at \$625 a piece is \$19,375. The Village would be reimbursed 50% for a total of \$9,687. Funding for this purchase is available through a combination of two accounts. First, funds in the amount of \$2,375 have been earmarked in the Police Department budget / Uniform line-item for this purchase. Second, the remaining cost of \$7,312 can be paid for through the Police Department's Asset Seizure Fund.

4-D

We recommend that the Village Board authorize staff to accept the grant from the U.S. Department of Justice (DOJ) Bulletproof Vest Partnership (BVP) Program for thirty-one (31) ballistic vests and to purchase them from the DOJ's authorized vendor.

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4-D.1

VILLAGE OF LA GRANGE  
Department of Public Works

**BOARD REPORT**

TO: Village President, Village Clerk, Board of Trustees, and Village Attorney

FROM: Robert J. Pilipiszyn, Village Manager  
Ryan Gillingham, Director of Public Works

DATE: June 11, 2012

RE: **MATERIALS PURCHASE – PUBLIC WORKS DEPARTMENT / FIRE  
HYDRANTS**

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The Public Works Department is responsible for the maintenance of the Village's potable water infrastructure, which includes repairing fire hydrants that have been damaged as the result of a vehicle accident or become inoperable due to age. Maintaining fire hydrants in good working order is important for fire protection services. The Public Works Department maintains an inventory of hydrants so that the materials are readily available during an emergency. The Department last purchased 10 hydrants on November 14, 2011, and since this time has installed all of these hydrants as replacements except for one.

Hydrant replacement requires the excavation, removal and replacement of the hydrant and auxiliary valve. Generally, repairs take approximately 1-2 days to perform per hydrant. In some cases, water service to adjacent properties may be temporarily disrupted while the new hydrant and valves are installed. Water customers are notified in advance if a service disruption is necessary. These service disruptions usually do not last more than several hours.

The Public Works Department maintains an inventory of replacement hydrants for emergencies. The FY 2012-13 Village budget provides funds for the replacement of hydrants, valves and other accessories in the Water Fund in the Hydrant and Valves line item in the amount of \$20,000. Sufficient funds exist within this account for the proposed purchase of the hydrants, valves and related accessories.

In order to make the necessary repairs and replenish our inventory, staff requests to purchase a total of seven hydrants. For standardization purposes, the Village utilizes a standard hydrant throughout the Village made by Mueller, Inc. This standardized hydrant is supplied by two companies in the Chicago area. Therefore, staff solicited competitive quotes from these suppliers for this standard hydrant with the following results:

Supplier	Quote
Ziebell Water Service Products, Inc.	\$19,415.00
HD Supply Waterworks	\$20,530.00
<b>FY2012-13 Budget</b>	<b>\$20,000.00</b>

4-E

Ziebell Water Service Products, Inc. provided the low quote in the amount of \$19,415 for seven hydrants, valves and related accessories. We anticipate delivery of these hydrants within four to five weeks from ordering. Based on our past positive experience with this supplier, we recommend that the Village Board waive the formal bidding process and authorize staff to purchase the hydrants from Ziebell Water Service Products, Inc. in the amount of \$19,415.

4-E.1

## MINUTES

VILLAGE OF LA GRANGE  
BOARD OF TRUSTEES REGULAR MEETING  
Village Hall Auditorium  
53 South La Grange Road  
La Grange, IL 60525

Monday, May 14, 2012 - 7:30 p.m.

### 1. CALL TO ORDER, ROLL CALL, PLEDGE OF ALLEGIANCE

The Board of Trustees of the Village of La Grange regular meeting was called to order at 7:34 p.m. by President Asperger. On roll call, as read by Village Clerk Thomas Morsch, the following were present:

PRESENT: Trustees Holder, Horvath, Kuchler, Langan, Nowak and Palermo

ABSENT: None

OTHERS: Village Manager Robert Pilipiszyn  
Assistant Village Manager Andrianna Peterson  
Village Attorney Mark Burkland  
Finance Director Lou Cipparrone  
Community Development Director Patrick Benjamin  
Public Works Director Ryan Gillingham  
Fire Chief William Bryzgalski  
Police Chief Michael Holub

President Asperger requested the Board and audience stand for the Pledge of Allegiance.

### 2. PRESIDENT'S REPORT

President Asperger announced the opening of the weekly farmer's market every Thursday morning through October. This year's summer art project sponsored by the La Grange Business Association is entitled "Hour Town" and will feature clocks throughout the Village. As in the past, the clocks will be auctioned in the fall to benefit not-for-profit community based organizations. President Asperger added that the Pet Parade Committee recently held a successful fund raising event.

A. Presentation – Illinois State Bar Association's 2012 Law Enforcement Award – Police Chief Michael A. Holub

Circuit Court Judge Russell Hartigan recognized La Grange Police Chief Michael Holub for his leadership and dedication to his profession by presenting him with the Illinois State Bar Association's 2012 Law Enforcement Award.

4-F

B. Recognition of Citizen Volunteers on Village Advisory Boards and Commissions

In appreciation for the citizen volunteers who have rendered thoughtful and dedicated service to the Village by participating on various advisory boards and commissions over the past year, President Asperger stated that each Trustee along with Village staff would give a brief synopsis of the functions of each advisory board and commission, announce the names of the members along with their years of service.

Board of Fire and Police Commissioners (3-year term, 3 members)

Police Chief Mike Holub stated that in accordance with State Statute, the Board of Fire and Police Commissioners oversee certain personnel matters within the Fire and Police Departments. They are responsible for the initial appointment of all full-time firefighters/paramedics and police officers; they make promotional appointments; and administer disciplinary action. Members are: Mark A. Lies, II, Chairman – 13 years of service; Wayne Vantluka 6 years of service, and Kathy Schwappach – 2 years of service.

Community & Economic Development Commission (3-year term, 9 members)

Trustee Nowak noted that this commission considers and makes recommendations to the Village Board regarding economic development issues and matters related to the relationships between residential neighborhoods and commercial business districts. Members are: Roger Laven, Chariman – 21 years of service; Steve Palmer 12 years of service; Margaret Carlson; Mark Reich; Elizabeth Stiles and Lester Williams all serving for 5 years; Richard Holly 3 years of service; and David Schwartz and Rebecca Wimbush each 1 year.

Design Review Commission (3-year term, 7 members)

Trustee Palermo explained that the Design Review Commission reviews matters related to the Central Business District Façade Renovation/Restoration Program. The commission also reviews and offers recommendations to the Village Board on design review applications within the Design Overlay District and reviews appeals regarding the denial of sign permits. Trustee Palermo added that the commission's responsibilities have been expanded to include public art and the proposed establishment of a Public Art Commission.

Members are: Andrea Barnish, Chairwoman – 20 years of service; Regina Mc Linton – 21 years of service; Mark Ozer – 10 years of service; Tim Reardon – 5 years of service; Michael Thuma and Carol Visek 3 years of service; and Troy Pavelka 2 years of service.

4-F.1

Environmental Quality Control Commission – (2-year term, 7 members)

Trustee Holder explained that this commission continues to evaluate environmental issues and “green” initiatives. The Commission was involved in the Village’s waste contract renewal and has offered recommendations relating to quarry blasting activities and the Emerald Ash Borer.

Members are: Glenn Wentink, Chairman – 24 years of service; Harlan Hirt – 38 years of service; Patty Weber – 32 years of service; Richard Battistoni – 22 years of service; F. Peter Gabrek – 13 years of service; and Linda Christianson – 3 years of service.

Plan Commission – (3-year term, 7 members)

Trustee Kuchler explained that the Plan Commission reviews and recommends applications for special use permits, planned development approval, site plan approval, amendments to the Zoning Code and official map, vacation of public-rights-of-way, and subdivision plats.

Members are: Wayne Kardatzke, Chairman – 17 years of service; Jerry Reich 12 years of service; Tom Williams – 5 years of service; Laura Weyrauch, Vice Chairwoman – 5 years of service; Greg Paice – 4 years of service; Nancy Pierson 2 years of service; and Jay Stewart – 1 year of service.

Zoning Board of Appeals – (5-year term, 7 members)

Trustee Langan stated that the Zoning Board of Appeals reviews applications for relief from one or more requirements of the Village’s Zoning Code, conducts public hearings and makes recommendations to the Village Board regarding those applications for zoning variations. Trustee Langan noted some typical requests discussed and reviewed by the Zoning Board of Appeals include front, side and rear yard setbacks for single-family homes; building coverage for single-family homes; building coverage and setbacks for the replacement of detached garages.

Members are: Ellen Brewin, Chairwoman – 18 years of service; Nat Pappalarado – 29 years of service; Ian Brenson – 6 years of service; Rosemary Naseef – 5 years of service; Peter O’Connor 3 years of service; Jeff Hoffenberg and Michael Finder – 2 years of service.

President Asperger announced that the Village Board would also like to thank several citizen volunteers who hold appointed positions and requested members of staff to recognize these individuals.

4-F.2

Police Chief Holub, on behalf of the Village, expressed his gratitude to the Police Auxiliary Force and Jim Liotta who has served on the Auxiliary Police Force for over 29 years, the last 18 years as Director.

Assistant Village Manager Andrianna Peterson expressed the Village's gratitude to Curtis Linder who has represented the Village of La Grange by serving as a Trustee on the West Suburban Mass Transit District. This organization provides financial assistance to member communities to implement commuter-related improvements. Mr. Linder has served on the Board since 2009.

Fire Chief William Bryzgalski explained that the Firemen's Pension Board was created according to Illinois State Statute to review pension investment activity and evaluate disability claims, fitness for duty and other matters of an operational nature. Colin Robertson is the resident member who was appointed in 2011.

3. PUBLIC COMMENTS REGARDING AGENDA ITEMS

None

4. OMNIBUS AGENDA AND VOTE

- A. Ordinance (#O-12-17) – Special Use Permit / Site Plan Approval for a Professional Membership Organization (IL Parks and Recreation Association) in the IB Institutional Buildings District, 536 East Avenue, Park District of La Grange
- B. (Moved to Current Business for Further Discussion)
- C. Resolution (#R-12-05) – Request to Close La Grange Road / Pet Parade
- D. Resolution (#R-12-06) Support for Funding Application to the State of Illinois Through the Illinois Transportation Enhancement Program (ITEP) for Improved Pedestrian and Vehicular Mobility Around the Stone Avenue Train Station
- E. For-Profit Solicitation – Dobbelar Distributing LLC
- F. Not-For-Profit Solicitation – Illinois Youth Club, Inc.
- G. Minutes of the Village of La Grange Board of Trustees Regular Meeting Monday, April 23, 2012
- H. Consolidated Voucher 120514 – (\$1,209,761.99)

4-F.3

Trustee Palermo requested item 4-B be removed from the Omnibus Agenda and placed under Current Business for further discussion

It was moved by Trustee Langan to approve items A, C, D, E, F G, and H of the Omnibus Agenda, seconded by Trustee Horvath.

Approved by roll call vote.

Ayes: Trustees Holder, Horvath, Kuchler, Langan, Nowak and Palermo  
Nays: None  
Absent: None

## 5. CURRENT BUSINESS

### 4-B. Request to Purchase – Police Department / Replacement of Squad Cars

Trustee Palermo noted that in the past squad cars have been replaced on a two-year cycle, however as part of the Village's cost containment plan the recommendation was to schedule replacement on a three-year cycle. Trustee Palermo noted that staff has identified the need to return to a two year cycle due to the fact that the last fleet purchased in 2009 has incurred extensive maintenance repairs and expenditures and staff is of the opinion that the units have exceeded their useful life. Trustee Palermo detailed information regarding the replacement of squad cars at this time, indicating that the vehicles offered on "State Contract" through a bid process from the Department of Central Management Services and the Illinois State Police would be handled through Advantage Chevrolet in Hodgkins. For discussion purposes, Trustee Palermo moved to approve staff's recommendation to purchase six replacement squad cars for the Police Department's Patrol Division under the state purchasing contract from Advantage Chevrolet of Hodgkins, Illinois in an amount not to exceed \$155,000, seconded by Trustee Langan.

Trustee Palermo expressed concerns that more detailed analysis was needed to identify the need for replacement at this time. Police Chief Holub identified the cost of significant repairs and lapse of time without operating vehicles. Trustee Palermo questioned engine hours identified and suggested the possibility of purchasing a floater car.

Trustee Horvath would like to see comparisons with other communities to continue the three-year cycle replacement of squad cars. Trustee Horvath would like to amend the motion and delay the purchase of replacement squad cars.

President Asperger noted the motion this evening is to purchase the replacement squad cars and policy issues would be discussed at the upcoming budget workshop.

4-F.4

Trustee Langan noted the Board's decision to direct staff to purchase replacement squads this year. Trustee Langan concurs with staff's professional judgment to purchase the replacement squads to maintain productivity and safety.

Trustee Kuchler is in agreement with Trustee Langan, however due to budget deficits he believes that all capital purchases be delayed until the Board can make budget adjustments. Trustee Kuchler would like to review alternatives, possibly using one of the vehicles in another department.

Trustee Langan feels the need to allow staff to do their job and refrain from giving mixed direction.

Trustee Nowak noted the direction to move to a three-year replacement cycle, however the unique situation is to identify cost savings so as not to raise taxes. Trustee Nowak is inclined to delay this purchase until further budget analysis can be discussed.

Trustee Holder inquired if maintenance repairs are handled in-house. Public Works Director Ryan Gillingham responded that in-house mechanics are only qualified to complete minor repairs. Trustee Holder concurs with staff recommendation and is not amicable to delaying the purchase of replacement squad cars.

Trustee Horvath feels the need for more analytical data before making capital purchases. Inquiring if the delay in purchase would affect the purchase price, Chief Holub responded that the State Contract may not be available again until the fall and prices may change.

Motion failed by a 4 to 2 roll call vote.

Ayes: Trustees Holder and Langan  
Nays: Trustees Kuchler, Palermo, Horvath, and Nowak  
Absent: None

President Asperger expressed her concerns with the discussion on this item and lack of respect demonstrated toward professional staff. President Asperger said that while it is the Village Board's role to closely evaluate staff recommendations, the Village Board is not in a position to assess operational decisions.

A. Special Event – La Grange Business Association “Ahhh! La Grange” Carnival:  
Referred to Trustee Holder

Trustee Holder made known that the La Grange Business Association has requested the Board's permission to conduct the “Ahhh! La Grange Carnival” which would take place Friday, June 1 through Sunday June 3, with the Pet Parade being held on Saturday, June 2, 2012. Trustee Holder explained the

4-F.5

details of the event including a request to sell beer and wine during the operating hours. Trustee Holder explained that the sale and service of liquor would be conducted by a licensed caterer and that the La Grange Business Association would monitor and control liquor management.

It was moved by Trustee Holder to approve the "Ahhh! La Grange Carnival" subject to specific conditions; approve the temporary closure of Harris Avenue from La Grange Road to Ashland Avenue; waive restrictions which prohibit the consumption of alcohol on the public way; waive the restrictions for the outdoor display and sale of goods and services in the C-1 Zoning District; and approve carnival rides as a Temporary Use, seconded by Trustee Horvath. Motion approved by voice vote.

B. Special Event – La Grange Art and Craft Fair: Referred to Trustee Holder

Trustee Holder noted that the Village has received a request from the La Grange Business Association to hold the Annual Art and Craft Fair on Saturday and Sunday, July 14 and 15, 2012. The location utilized for the past few years was found to be favorable and is being requested again this year, however it will again be necessary for the Board to approve various road closures.

It was moved by Trustee Holder to approve the closure of Harris Avenue west of La Grange Road to Ashland Avenue and Madison Avenue from Harris south to just north of the Madison Avenue entrance to the parking lot 8 located at Harris and Madison Avenues and the closure of Village Parking Lots 3 and 4 on each side of the Senior Center on July 14 and 15, 2012 for the La Grange Art and Craft Fair, seconded by Trustee Horvath. Motion approved by voice vote.

C. Ordinance (#O-12-18) Authorizing the Issuance of Water Revenue Bonds, or in Lieu Thereof, General Obligation Alternate Revenue Bonds: Referred to Trustee Nowak

Trustee Nowak provided background information on issuance of a general obligation, alternate revenue bond to fund the water meter replacement program and improvements to the water pumping station. Trustee Nowak indicated that in order to proceed with the issuance of the proposed bonds, Kane, McKenna Capital, Inc. was recently approved as financial consultants and Chapman and Cutler LLP as bond counsel. Also recently approved was a 5% increase in water rates to provide funding for the annual principal and interest payments for the bond issue.

Trustee Nowak explained that with the appropriate number of signed petitions to satisfy legal requirements, State Statutes enable a modified-form of public referendum (backdoor referendum) to be pursued by taxpayers and be placed on the November, 2012 general election ballot for voter approval.

4-F.6

In order to meet legal requirements, the next step in the process is to adopt an ordinance authorizing the issuance of general obligation alternate revenue bonds and the publication of the ordinance along with the notice of intend to issue the bonds. Trustee Nowak detailed the steps required and referenced a timeline which details key dates pertaining to the bond issue. Trustee Nowak noted that approval of the authorizing ordinance together with the notice of intent to issue bonds and right to file a petition will be published in the May 23, 2012 issue of the Suburban Life newspaper and such publication begins the 30-day petition period for the backdoor referendum.

Trustee Nowak moved to approve an ordinance authorizing the issuance of Water Revenue Bonds or in lieu thereof, General Obligation Alternate Revenue Bonds to fund the replacement of Village water meters and improvements at the East Avenue water pumping station, seconded by Trustee Langan.

Trustee Kuchler noted his intent to be consistent with his previous convictions on the replacement of water meters and will vote no on this item.

Trustee Horvath noted his intent to vote no on this item as well.

Trustee Holder noted his support of this item and firmly believes that funding for this project is mandated in order to cease losses in revenue incurred by faulty water meters.

Approved by a 4 to 3 roll call vote.

Ayes: Trustees Holder, Nowak, Langan, and President Asperger  
Nays: Trustees Palermo, Horvath and Kuchler  
Absent: None

President Asperger believes it is in the best interest of residents to move forward with this project.

D. Resolution – (#R-12-07) Reimbursement of Capital Expenditures from Bond Proceeds: Referred to Trustee Nowak

Trustee Nowak indicated the most cost-effective funding source in which to replace current water meters and perform the rehabilitation of the water pumping station, is the issuance of a general obligation alternate revenue bond. Detailing the process by which taxpayers may pursue a public referendum through the filing of petitions with the Village Clerk, Trustee Nowak indicated applicable dates. In order to avoid additional lost revenue from defective or inaccurate water meters, Trustee Nowak indicated the need to adopt a resolution which allows the Village to be reimbursed for water meters replaced and expenditures incurred prior to the sale of the bonds.

4-F.7

Trustee Nowak moved to approve the adoption of a resolution authorizing reimbursement for certain capital expenditures from the proceeds of a subsequent bond issue, second by Trustee Holder.

Approved by a 4 to 3 roll call vote.

Ayes: Trustees Holder, Nowak, Langan, and President Asperger  
Nays: Trustees Palermo, Horvath, and Kuchler  
Absent: None

6. MANAGER'S REPORT  
None

7. PUBLIC COMMENTS REGARDING MATTERS NOT ON AGENDA

Nancy Kenny, 400 S. Peck expressed her dismay at the Board's treatment of staff during the discussion of the purchase of replacement squad cars. Ms. Kenny feels that the Village Board should be more respectful.

8. EXECUTIVE SESSION

9. TRUSTEE COMMENTS

Trustee Kuchler believes the Board is doing its best to address a budget problem. He said that cuts are going to have to be made. Trustee Kuchler said that it was not unreasonable or irresponsible to defer this purchase by one more year.

Trustee Nowak thinks highly of staff, however, is concerned with tax increases to residents and hopes that by further discussion, changes can be made to achieve meaningful cost savings.

Trustee Langan noted the need to provide staff the necessary tools to provide service to the community.

Trustee Horvath stated he feels the Board's job is to oversee the budget, ask questions, and to make tough decisions in these difficult economic times. He believes that is what residents want.

10. ADJOURNMENT

At 9:25 p.m. it was moved by Trustee Langan to adjourn, seconded by Trustee Holder. Motion approved by voice vote.

ATTEST:

\_\_\_\_\_  
Elizabeth M. Asperger, Village President

\_\_\_\_\_  
Thomas Morsch, Village Clerk  
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Approved Date:

4-F.8

**VILLAGE OF LA GRANGE**

Disbursement Approval by Fund

May 28, 2012

Consolidated Voucher 120528

<u>Fund No.</u>	<u>Fund Name</u>	<u>05/28/12 Voucher</u>	<u>05/25/12 Payroll</u>	<u>Total</u>
01	General	24,627.99	284,377.11	309,005.10
21	Motor Fuel Tax			0.00
22	Foreign Fire Insurance Tax	102.34		102.34
24	ETSB	1,553.43		1,553.43
40	Capital Projects	17,734.02		17,734.02
50	Water	9,314.75	38,642.57	47,957.32
51	Parking	30,239.22	24,410.60	54,649.82
60	Equipment Replacement			0.00
70	Police Pension	3,108.73		3,108.73
75	Firefighters' Pension	1,810.10		1,810.10
80	Sewer	366.78	9,295.77	9,662.55
90	Debt Service			0.00
91	SSA 4A Debt Service			0.00
93	SAA 269			0.00
94	SAA 270			0.00
		<u>88,857.36</u>	<u>356,726.05</u>	<u>445,583.41</u>

We the undersigned Manager and Clerk of the Village of La Grange hereby certify that, to the best of our knowledge and belief, the foregoing items are true and proper charges against the Village and hereby approve their payment.

\_\_\_\_\_  
Village Manager

\_\_\_\_\_  
Village Clerk

\_\_\_\_\_  
President

\_\_\_\_\_  
Trustee

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Trustee

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Trustee

4-67

**VILLAGE OF LA GRANGE**

Disbursement Approval by Fund

June 11, 2012

Consolidated Voucher 120611

<u>Fund No.</u>	<u>Fund Name</u>	<u>06/11/12 Voucher</u>	<u>06/08/12 Payroll</u>	<u>Total</u>
01	General	188,664.75	288,139.93	476,804.68
21	Motor Fuel Tax			0.00
22	Foreign Fire Insurance Tax			0.00
24	ETSB	218.28		218.28
40	Capital Projects	6,424.02		6,424.02
50	Water	203,183.14	38,975.70	242,158.84
51	Parking	3,804.92	24,473.79	28,278.71
60	Equipment Replacement			0.00
70	Police Pension			0.00
75	Firefighters' Pension	3,800.00		3,800.00
80	Sewer	1,694.84	9,264.56	10,959.40
90	Debt Service			0.00
91	SSA 4A Debt Service			0.00
93	SAA 269			0.00
94	SAA 270			0.00
		<u>407,789.95</u>	<u>360,853.98</u>	<u>768,643.93</u>

We the undersigned Manager and Clerk of the Village of La Grange hereby certify that, to the best of our knowledge and belief, the foregoing items are true and proper charges against the Village and hereby approve their payment.

\_\_\_\_\_  
Village Manager

\_\_\_\_\_  
Village Clerk

\_\_\_\_\_  
President

\_\_\_\_\_  
Trustee

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Trustee

4-H

**CURRENT BUSINESS**

VILLAGE OF LA GRANGE  
Finance Department

**BOARD REPORT**

TO: Village President, Village Clerk  
Board of Trustees and Village Attorney

FROM: Bob Pilipiszyn, Village Manager  
Lou Cipparrone, Finance Director

DATE: June 7, 2012

RE: **PROFESSIONAL SERVICE AGREEMENTS – FINANCIAL CONSULTANT  
AND BOND COUNSEL FOR REFUNDING OF 2004 LIBRARY BOND ISSUE**

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Due to current market rate conditions, the Village was recently contacted by one of our financial advisors, Kevin McCanna of Speer Financial, Inc. regarding refunding the outstanding 2004 G.O. Library bonds which were issued to fund construction of the new library building. The Library bonds mature through December 1, 2024 and carry an average interest rate of 4.0%. A preliminary analysis reflects that by refunding the outstanding bonds, in the amount of \$6.3 million, Village residents could incur a net interest savings of approximately \$450,000 over the remaining life of the issue.

As the La Grange Public Library is classified as a “municipal library” rather than as a separate public library district, it does not have its own authority to issue bonds. Instead, the Library must secure approval of the Village Board to issue and/or refund debt. As such, the Village needs to approve the engagement of a financial consultant and bond counsel, and adopt a bond ordinance for the refunding issue. The Village will not incur any expenses related to the refunding as the consulting contracts will be included as part of the Library refunding issue.

The Village has the authority to issue up to \$10 million of bank qualified, tax exempt bonds within a calendar year. The Village is also well below our legal debt margin limit of 8.625% of current EAV. As such, the refunding of the Library bonds will not cause any conflicts with the timing and issuance of the current \$2.2 million alternate revenue bonds for the water meter replacement project.

Attached for your consideration are engagement letters from Speer Financial, Inc. to serve as financial consultant and from Chapman & Cutler, LLP to be retained as bond counsel for this refunding issue. Speer Financial served as the Village’s financial consultant on the original 2004 Library bond issue, and is highly regarded in the municipal financial market with many municipal clients as references. Chapman & Cutler, LLP has previously been engaged by the Village as bond counsel, including most recently for the general obligation alternate revenue bonds for the water meter replacement project.

5-A

Staff recommends approval of the attached contracts from Speer Financial, Inc. as financial consultant and Chapman and Cutler as bond counsel. Please note that the state professional services selection law does not apply to financial advisors or attorneys. If the contracts are approved, the next step will be for Speer Financial to present the refinancing plan to the La Grange Library Board on June 19<sup>th</sup> and to the Village Board at the July 9<sup>th</sup> Village board meeting.

5-A.1



KEVIN W. McCANNA  
PRESIDENT

DAVID F. PHILLIPS  
SR. VICE PRESIDENT

LARRY P. BURGER  
VICE PRESIDENT

DANIEL D. FORBES  
VICE PRESIDENT

BARBARA L. CHEVALIER  
VICE PRESIDENT

RAPHALIATA MCKENZIE  
VICE PRESIDENT

May 17, 2012

President and Board of Trustees  
Village of LaGrange  
53 South LaGrange Road  
LaGrange, Illinois 60525

Attention: Lou Cipparrone, Director of Finance

This letter is Speer Financial's proposal offering our professional services as financial consultants in connection with the sale of approximately \$6,000,000 of refunding Library Bonds to be issued by the Village.

This proposal is made for our services in connection with the preparation of all necessary material in order to market these securities at the best possible interest rate. We outline herein some of the specific services we would render and, in any event, our services will be complete through the issuance of the securities and delivery of the proceeds.

Upon approval by the Village, this proposal will become a contract between the Village and Speer Financial, Inc., in accordance with its terms.

## Summary of Services

Speer Financial will prepare a financial plan and then implement it through the proposed sale and issuance of bonds. The Village will make all final decisions, but Speer Financial will make recommendations on all aspects of the financing and work closely with the Village's staff, attorney and bond counsel. We will develop alternative maturity schedules for the Village's review. After consultation, we will recommend maturity schedules and other terms for the proposed debt issuance to meet both the Village's needs and to match market requirements.

We will research financial and economic data relating to the Village and compile a Preliminary Official Statement. We will recommend the best method of sale. When a competitive sale is appropriate we will distribute the Preliminary Official Statement to underwriters and investors and work to develop bidding groups. We attend all competitive sales, check the bids and recommend which bid to accept. When a negotiated placement is most advantageous to the Village, we will work with you to select an underwriter. We will assist in negotiating the interest rates, spread, terms and conditions of the issue on your behalf with the selected underwriter.

We will arrange for the preparation and registration of the securities, the delivery of the bonds to the purchaser and the simultaneous transfer of sale proceeds to the Village. We will advise, if requested, on the investment of sale proceeds until they are scheduled to be expended, and, if required, will, under separate contract, assist you to comply with continuing disclosure requirements.

**Compensation**

This proposal is for our professional services only and does not include the expenditure of any funds on behalf of the Village. The Village is to pay all of its own ordinary expenses in connection with the issue. These include, but may not be limited to, professional services (attorney, bond counsel, architect, engineer and auditor), credit enhancement (rating, insurance, letters of credit), delivery (postage, express mail, fax service), publication/printing fees (official statement, notice of sale, bid forms, report duplication), bidding vehicles (SpeerAuction.com or SpeerBids.com) and transaction costs (CUSIP, registration/paying agent).

Our fee for security sales is payable from sales proceeds. Our fee for each sale is based upon the par amount of securities issued and is calculated as follows:

Financial Advisory Fee: \$4,500 plus 1/4 of 1% of municipal securities issued in excess of \$1,000,000.

Based on the preliminary information provided, application of the above formula to a debt issuance of \$6,000,000 would result in a fee of \$17,000.

Our fee is the same for competitive and negotiated sales. Our recommendation on the method of sale is based on the best interests of the Village and is not influenced by our fee. The fee is due upon the sale of the debt instrument and payable upon receipt of proceeds. Should the debt not be sold, there is no obligation to pay our fee.

Our employment under this proposal is to continue from the date of acceptance and thereafter until canceled by either party upon 90 days written notice, and is intended to include any financing completed or authorized prior to expiration.

Respectfully submitted,



Kevin W. McCanna  
President

KWM/lad

This proposal is accepted on behalf of the Village of LaGrange, Cook County, Illinois, the \_\_\_\_\_ day of \_\_\_\_\_, 2012. You are instructed to proceed.

VILLAGE OF LAGRANGE  
COOK COUNTY ILLINOIS

\_\_\_\_\_  
*President*

5-A.3

May 31, 2012

Mr. Lou Cipparrone  
Finance Director  
Village of La Grange  
53 S. La Grange Road  
La Grange, Illinois 60525

Re: Village of La Grange, Cook County, Illinois (the "Village")  
General Obligation Library Refunding Bonds, Series 2012A

Dear Lou:

We are pleased to provide an engagement letter for our services as bond counsel for the bonds in reference (the "*Bonds*"). For convenience and clarity, we may refer to the Village in its corporate capacity and to you, the Village officers (including the governing body of the Village) and employees and general and special counsel to the Village, collectively as "*you*" (or the possessive "*your*"). You have advised us that the purpose of the issuance of the Bonds, briefly stated, is to refund the Village's outstanding General Obligation Library Bonds, Series 2004. You are retaining us for the limited purpose of rendering our customary approving legal opinion as described in detail below.

#### A. DESCRIPTION OF SERVICES

As Bond Counsel, we will work with you and the following persons and firms: the underwriters or other bond purchasers who purchase the Bonds from the Village (all of whom are referred to as the "*Bond Purchasers*"), counsel for the Bond Purchasers, financial advisors, trustee, paying agent and bond registrar and their designated counsel (you and all of the foregoing persons or firms, collectively, the "*Participants*"). We intend to undertake each of the following as necessary:

1. Review relevant Illinois law, including pending legislation and other recent developments, relating to the legal status and powers of the Village or otherwise relating to the issuance of the Bonds.

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Chapman and Cutler LLP

Mr. Lou Cipparrone  
May 31, 2012  
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2. Obtain information about the Bond transaction and the nature and use of the facilities or purposes to be financed or, for any portion of the Bonds to be issued for refunding purposes, the facilities or purposes financed with the proceeds of the bonds to be refunded (the "*Project*").

3. Review the proposed timetable and consult with the Participants as to the issuance of the Bonds in accordance with the timetable.

4. Consider the issues arising under the Internal Revenue Code of 1986, as amended, and applicable tax regulations and other sources of law relating to the issuance of the Bonds on a tax-exempt basis; these issues include, without limitation, ownership and use of the Project, use and investment of Bond proceeds prior to expenditure and security provisions or credit enhancement relating to the Bonds.

5. Prepare or review major Bond documents, including tax compliance certificates, review the bond purchase agreement, if applicable, and, at your request, draft descriptions of the documents which we have drafted. We understand that the Bonds will be sold at competitive sale and that the Village will be assisted in the preparation of sale documents and in the process of the sale itself by its financial advisor. As Bond Counsel, we assist you in reviewing only those portions of the official statement or any other disclosure document to be disseminated in connection with the sale of the Bonds involving the description of the Bonds, the security for the Bonds (excluding forecasts, projections, estimates or any other financial or economic information in connection therewith), the description of the federal tax exemption of interest on the Bonds and, if applicable, the "bank-qualified" status of the Bonds.

6. Prepare or review all pertinent proceedings to be considered by the governing body of the Village; confirm that the necessary quorum, meeting and notice requirements are contained in the proceedings and draft pertinent excerpts of minutes of the meetings relating to the financing.

7. Attend or host such drafting sessions and other conferences as may be necessary, including a preclosing, if needed, and closing; and prepare and coordinate the distribution and execution of closing documents and certificates, opinions and document transcripts.

8. Render our legal opinion regarding the validity of the Bonds, the source of payment for the Bonds and the federal income tax treatment of interest on the Bonds, which opinion (the "*Bond Opinion*") will be delivered in written form on the date the Bonds are exchanged for their purchase price (the "*Closing*"). The Bond Opinion will be based on facts and law existing as of its date. Please see the discussion below at Part D. Please note that our opinion represents our

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Mr. Lou Cipparrone  
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legal judgment based upon our review of the law and the facts so supplied to us that we deem relevant and is not a guarantee of a result.

**B. LIMITATIONS; SERVICES WE DO NOT PROVIDE**

Our duties as Bond Counsel are limited as stated above. Consequently, unless otherwise agreed pursuant to a separate engagement letter, our duties *do not* include:

1. Giving any advice, opinion or representation as to the financial feasibility or the fiscal prudence of issuing the Bonds, advice estimating or comparing the relative cost to maturity of the Bonds depending on various interest rate assumptions, or advice recommending a particular structure as being financially advantageous under prevailing market conditions, or financial advice as to any other aspect of the Bond transaction, including, without limitation, the undertaking of the Project, the investment of Bond proceeds, the making of any investigation of or the expression of any view as to the creditworthiness of the Village, of the Project or of the Bonds or the form, content, adequacy or correctness of the financial statements of the Village. We will not offer you financial advice in any capacity beyond that constituting services of a traditionally legal nature.

2. Except as described in Paragraph (A)(5) above, assisting in the preparation or review of an official statement or any other disclosure document with respect to the Bonds (which may be referred to as the "*Official Statement*") or performing an independent investigation to determine the accuracy, completeness or sufficiency of the Official Statement or rendering any advice, view or comfort that the Official Statement does not contain any untrue statement of a material fact or omit to state a material fact necessary to make the statements contained therein, in light of the circumstances under which they were made, not misleading. Please see our comments below at Paragraphs (D)(5) and (D)(6).

3. Independently establishing the veracity of certifications and representations of you or the other Participants. For example, we will not review the data available on the Electronic Municipal Market Access system website created by the Municipal Securities Rulemaking Board (and commonly known as "EMMA") to verify the information relating to the Bonds to be provided by the Bond Purchasers, and we will not undertake a review of your website to establish that information contained corresponds to that which you provide independently in your certificates or other transaction documents.

4. Supervising any state, county or local filing of any proceedings held by the governing body of the Village incidental to the Bonds.

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May 31, 2012  
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5. Preparing any of the following — requests for tax rulings from the Internal Revenue Service (the “Service”), blue sky or investment surveys with respect to the Bonds, state legislative amendments or pursuing test cases or other litigation.

6. Opining on securities laws compliance or as to the continuing disclosure undertaking pertaining to the Bonds; and, after the execution and delivery of the Bonds, providing advice as to any Securities and Exchange Commission investigations or concerning any actions necessary to assure compliance with any continuing disclosure undertaking.

7. After Closing, providing continuing advice to the Village or any other party concerning any actions necessary to assure that interest paid on the Bonds will continue to be tax-exempt; *e.g.*, we will not undertake rebate calculations for the Bonds without a separate engagement for that purpose, we will not monitor the investment, use or expenditure of Bond proceeds or the use of the Project, and we are not retained to respond to Service audits.

8. Any other matter not specifically set forth above in Part A.

#### C. ATTORNEY-CLIENT RELATIONSHIP; REPRESENTATION OF OTHERS

Upon execution of this engagement letter, the Village will be our client, and an attorney-client relationship will exist between us. However, our services as Bond Counsel are limited as set forth in this engagement letter, and your execution of this engagement letter will constitute an acknowledgment of those limitations. Also please note that the attorney-client privilege, normally applicable under State law, may be diminished or non-existent for written advice delivered with respect to Federal tax law matters.

This engagement letter will also serve to give you express written notice that from time to time we represent in a variety of capacities and consult with most underwriters, investment bankers, credit enhancers such as bond insurers or issuers of letters of credit, ratings agencies, investment providers, brokers of financial products, financial advisors, banks and other financial institutions and other persons who participate in the public finance market on a wide range of issues. One or more of such firms may be the winning bidder (*i.e.*, become the Bond Purchasers) at the public sale of the Bonds. Prior to execution of this engagement letter we may have consulted with one or more of such firms regarding the Bonds including, specifically, the Bond Purchasers. We are advising you, and you understand that the Village consents to our representation of it in this matter, notwithstanding such consultations, and even though parties whose interests are or may be adverse to the Village in this transaction are clients in other unrelated matters. Your acceptance of the winning bid constitutes consent to these other engagements. Neither our representation of the Village nor such additional relationships or prior consultations will affect, however, our responsibility to render an objective Bond Opinion.

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Mr. Lou Cipparrone  
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Your consent does not extend to any conflict that is not subject to waiver under applicable Rules of Professional Conduct (including Circular 230 discussed below), or to any matter that involves the assertion of a claim against the Village or the defense of a claim asserted by the Village. In addition, we agree that we will not use any confidential non-public information received from you in connection with this engagement to your material disadvantage in any matter in which we would be adverse to you.

Further, this engagement letter will also serve to give you express notice that we represent many other municipalities, school districts, park districts, counties, townships, special districts and units of local government both within and outside of the State of Illinois and also the State itself and various of its agencies and authorities (collectively, the "*governmental units*"). Most but not all of these representations involve bond or other borrowing transactions. We have assumed that there are no controversies pending to which the Village is a party and is taking any position which is adverse to any other governmental unit, and you agree to advise us promptly if this assumption is incorrect. In such event, we will advise you if the other governmental unit is our client and, if so, determine what actions are appropriate. Such actions could include seeking waivers from both the Village and such other governmental unit or withdrawal from representation.

We anticipate that the Village will have its general or special counsel available as needed to provide advocacy in the Bond transaction and has had the opportunity to consult with such counsel concerning the conflict consents and other provisions of this letter; and other Participants will retain such counsel as they deem necessary and appropriate to represent their interests.

D. OTHER TERMS OF THE ENGAGEMENT; CERTAIN OF YOUR UNDERTAKINGS

Please note our understanding with respect to this engagement and your role in connection with the issuance of the Bonds.

1. In rendering the Bond Opinion and in performing any other services hereunder, we will rely upon the certified proceedings and other certifications you and other persons furnish us. Other than as we may determine as appropriate to rendering the Bond Opinion, we are not engaged and will not provide services intended to verify the truth or accuracy of these proceedings or certifications. We do not ordinarily attend meetings of the governing body of the Village at which proceedings related to the Bonds are discussed or passed unless special circumstances require our attendance.

2. The factual representations contained in those documents which are prepared by us, and the factual representations which may also be contained in any other documents that are furnished to us by you are essential for and provide the basis for our conclusions that there is

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## Chapman and Cutler LLP

Mr. Lou Cipparrone  
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compliance with State law requirements for the issue and sale of valid bonds and with the Federal tax law for the tax exemption of interest paid on the Bonds. Accordingly, it is important for you to read and understand the documents we provide to you because you will be confirming the truth, accuracy and completeness of matters contained in those documents at the issuance of the Bonds.

3. If the documents contain incorrect or incomplete factual statements, you must call those to our attention. We are always happy to discuss the content or meaning of the transaction documents with you. Any untruth, inaccuracy or incompleteness may have adverse consequences affecting either the tax exemption of interest paid on the Bonds or the adequacy of disclosures made in the Official Statement under the State and Federal securities laws, with resulting potential liability for you. During the course of this engagement, we will further assume and rely on you to provide us with complete and timely information on all developments pertaining to any aspect of the Bonds and their security. We understand that you will cooperate with us in this regard.

4. You should carefully review all of the representations you are making in the transaction documents. We are available and encourage you to consult with us for explanations as to what is intended in these documents. To the extent that the facts and representations stated in the documents we provide to you appear reasonable to us, and are not corrected by you, we are then relying upon your signed certifications for their truth, accuracy and completeness.

5. Issuing the Bonds as "securities" under State and Federal securities laws and on a tax-exempt basis is a serious undertaking. As the issuer of the Bonds, the Village is obligated under the State and Federal securities laws and the Federal tax laws to disclose all material facts. The Village's lawyers, financial advisers and bankers can assist the Village in fulfilling these duties, but the Village in its corporate capacity, including your knowledge, has the collective knowledge of the facts pertinent to the transaction and the ultimate responsibility for the presentation and disclosure of the relevant information. Further, there are complicated Federal tax rules applicable to tax-exempt bonds. The Service has an active program to audit such transactions. The documents we prepare are designed so that the Bonds will comply with the applicable rules, but this means you must fully understand the documents, including the representations and the covenants relating to continuing compliance with the federal tax requirements. Accordingly, we want you to ask questions about anything in the documents that is unclear.

6. As noted, the members of the governing body of the Village also have duties under the State and Federal securities and tax laws with respect to these matters and should be knowledgeable as to the underlying factual basis for the bond issue size, use of proceeds and related matters.

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7. We are also concerned about the adoption by the Village of the gift ban provisions of the State Officials and Employees Ethics Act, any special ethics or gift ban ordinance, resolution, bylaw or code provision, any lobbyist registration ordinance, resolution, bylaw or code provision or any special provision of law or ordinance, resolution, bylaw or code provision relating to disqualification of counsel for any reason. We are aware of the provisions of the State Officials and Employees Ethics Act and will assume that you are aware of these provisions as well and that the Village has adopted proceedings that are only as restrictive as such Act. However, if the Village has stricter provisions than appear in such Act or has adopted such other special ethics or lobbyist provisions, we assume and are relying upon you to advise us of same.

E. FEES

As is customary, we will bill our fees as Bond Counsel on a transactional basis instead of hourly. Factors which affect our billing include: (a) the amount of the Bonds; (b) an estimate of the time necessary to do the work; (c) the complexity of the issue (number of parties, timetable, type of financing, legal issues and so forth); (d) recognition of the partially contingent nature of our fee, since it is customary that in the case no financing is ever completed, we render a greatly reduced statement of charges; and (e) a recognition that we carry the time for services rendered on our books until a financing is completed, rather than billing monthly or quarterly. The continuation of this agreement is dependent upon our fee as Bond Counsel being mutually agreeable to you and to us.

Based upon our current understanding of the terms, structure, size and schedule of the proposed financing, the duties we will undertake pursuant to this engagement letter, the time we estimate will be necessary to effectuate the transaction and the responsibilities we will assume, we expect that our fee will be \$17,000 for the Bonds. If at any time, we believe that circumstances require an adjustment of our original fee estimate, we will consult with you and prepare an amendment to this engagement letter.

Our statement of charges is customarily rendered and paid at Closing, or in some instances upon or shortly after delivery of the bond transcripts. If, for any reason, the Bonds are not issued or are issued without the rendition of our Bond Opinion as bond counsel, we will not render a statement of charges.

The undersigned will be the attorney primarily responsible for the firm's services on this Bond issue, with assistance as needed from other members of our bond, securities and tax departments.

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Mr. Lou Cipparrone

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F. RISK OF AUDIT BY INTERNAL REVENUE SERVICE

The Service has an ongoing program of auditing tax-exempt obligations to determine whether, in the view of the Service, interest on such tax-exempt obligations is excludable from gross income of the owners for federal income tax purposes. We can give no assurances as to whether the Service might commence an audit of the Bonds or whether, in the event of an audit, the Service would agree with our opinions. If an audit were to be commenced, the Service may treat the Village as the taxpayer for purposes of the examination. As noted in Paragraph 6 of Part B above, the scope of our representation does not include responding to such an audit. However, if we were separately engaged at the time, and subject to the applicable rules of professional conduct, we may be able to represent the Village in the matter.

G. TREASURY CIRCULAR 230

We wish to call to your attention the publication by the U.S. Department of the Treasury ("*Treasury*") of certain amendments to Circular 230, rules of professional conduct governing the practice of attorneys and other tax advisors before the Internal Revenue Service. Certain of these rules became effective September 26, 2007, June 21, 2005, and earlier (collectively, the "*Final Regulations*"). A portion of these rules relating to tax-exempt or tax-credit bonds remain in proposed form (the "*Proposed Regulations*"). The Final Regulations specifically exclude "state or local bond opinions" (as defined in Notice 2005-47, issued June 7, 2005) from the specific content requirements of the Final Regulations, but only until the Proposed Regulations are made final and become effective.

As noted, the Proposed Regulations with respect to "state or local bond opinions" have not been finalized by Treasury. They will not be applicable until 120 days after they are made final and published. We are unable to predict when the Proposed Regulations may be made final or what they may require. We are following actions with respect to the Proposed Regulations, and are happy to discuss their status and possible impact on your proposed transaction with you.

In addition to governing the form and content of written tax advice, the Final Regulations provide rules for tax practitioners regarding conflicts of interest and related consents that in some respects are stricter than applicable state rules of professional conduct which otherwise apply. In particular, the Final Regulations require your consent to conflicts of interest to be given in writing not later than 30 days after the existence of the conflict of interest was known by us. If we have not received all of the required written consents by this date, we may be required under the Final Regulations to "promptly withdraw from representation" of the Village in this matter.

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Mr. Lou Cipparrone

May 31, 2012

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H. END OF ENGAGEMENT AND POST-ENGAGEMENT; RECORDS

Our representation of the Village and the attorney-client relationship created by this engagement letter will be concluded upon the issuance of the Bonds. Nevertheless, subsequent to the Closing, we will prepare and provide the Participants a bond transcript in a CD-ROM format pertaining to the Bonds and make certain that a Federal Information Reporting Form 8038-G is filed.

Please note that you are engaging us as special counsel to provide legal services in connection with a specific matter. After the engagement, changes may occur in the applicable laws or regulations, or interpretations of those laws or regulations by the courts or governmental agencies, that could have an impact on your future rights and liabilities. Unless you engage us specifically to provide additional services or advice on issues arising from this matter, we have no continuing obligation to advise you with respect to future legal developments.

This will be true even though as a matter of courtesy we may from time to time provide you with information or newsletters about current developments that we think may be of interest to you. While we would be pleased to represent you in the future pursuant to a new engagement agreement, courtesy communications about developments in the law and other matters of mutual interest are not indications that we have considered the individual circumstances that may affect your rights or have undertaken to represent you or provide legal services.

At your request, to be made at or prior to Closing, any other papers and property provided by the Village will be promptly returned to you upon receipt of payment for our outstanding fees and client disbursements. All other materials shall thereupon constitute our own files and property, and these materials, including lawyer work product pertaining to the transaction, will be retained or discarded by us at our sole discretion. You also agree with respect to any documents or information relating to our representation of you in any matter which have been lawfully disclosed to the public in any manner, such as by posting on EMMA, your website, newspaper publications, filings with a County Clerk or Recorder or with the Secretary of State, or otherwise, that we are permitted to make such documents or information available to other persons in our reasonable discretion. Such documents might include (without limitation) legal opinions, official statements, bond resolutions or ordinances, or like documents as assembled and made public in a governmental securities offering.

We call your attention to the Village's own record keeping requirements as required by the Service. Answers to frequently asked questions pertaining to those requirements can be found on the Service's website under frequently asked questions related to tax-exempt bonds at [www.irs.gov](http://www.irs.gov) (click on "Tax Exempt Bond Community", then "Frequently Asked Questions"),

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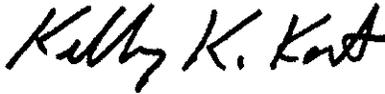
and it will be your obligation to comply for at least as long as any of the Bonds (or any future bonds issued to refund the Bonds) are outstanding, plus three years.

I. YOUR SIGNATURE REQUIRED

If the foregoing terms are acceptable to you, please so indicate by returning the enclosed copy of this engagement letter dated and signed by an authorized officer not later than 30 days after the date of this letter, retaining the original for your files. We will provide copies of this letter to certain of the Participants to provide them with an understanding of our role. We look forward to working with you.

Very truly yours,

CHAPMAN AND CUTLER LLP

By   
Kelly K. Kost

Accepted and Approved:

VILLAGE OF LA GRANGE, COOK  
COUNTY, ILLINOIS

By: \_\_\_\_\_

Title: \_\_\_\_\_

Date: \_\_\_\_\_, 2012

KK:kd  
Enclosure

cc: Mr. Kevin McCanna

Special Note: This letter must be signed and returned not later than 30 days after the date of this letter.

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**MANAGER'S REPORT**

VILLAGE OF LA GRANGE  
Administrative Offices

**EXECUTIVE COMMITTEE REPORT**

TO: Village President, Village Clerk,  
Board of Trustees, and Village Attorney

FROM: Robert J. Pilipiszyn, Village Manager

DATE: June 11, 2012

RE: **FY 2012-13 VILLAGE BUDGET 2.0**

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**OVERVIEW**

At the Village Board meeting held on April 9, 2012, it was the consensus of the Village Board to table the adoption of the resolution approving the FY 2012-13 Five-Year Operating and Capital Improvement Budget due to the defeat of the proposed 1.0% increase in the municipal utility taxes for gas and electricity which would have become effective July 1, 2012.

The defeat of the proposed 1.0% increase in the utility tax was not anticipated based on prevailing comments from the Village Board throughout the budget development process ("grudgingly support") and the subsequent adoption of the municipal utility tax on telecommunications. The defeat of the proposal created an annual shortfall of revenue of \$175,000 per year. Absent Village Board direction as to what programs, services or expenditures should be cut to offset that shortfall, and given that the start of the new fiscal year was quickly approaching, staff revised the final FY 2012-13 budget by postponing the proposed utility tax increase on gas and electricity to FY 2013-14.

On April 23, the Village Board approved a budget for FY 2012-13 with this revision. That approval was conditioned on the expectation that a continued budget discussion would be convened in the near future. At that time, President Asperger asked the Trustees to submit their individual thoughts in advance of the workshop, as to what services and expenses should be cut, so that they could be evaluated for consideration by the Village Board as a whole.

**COST CONTAINMENT PLAN**

To provide additional context for the continued budget discussion, we felt it would be helpful to summarize the steps taken by the Village over the past several years to reduce expenditures in

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response to recessionary conditions. The budget reductions enumerated below are limited to expenditures within the General Fund.

	<u>Annual</u>	<u>One-Time</u>
<b><u>FY 2009-10</u></b>		
Village's management team initiated steps to reduce operating expenses below authorized budget levels to curb spending	N/A	
Reduced transfer to Capital Projects Fund by \$100,000 (\$1M to \$900K)	100,000	
<b><u>FY 2010-11</u></b>		
<i><u>Personnel Expense Reductions</u></i>		
Maintain three F/T vacancies across Police (0), Fire (1), & DPW (2)	275,000	
Eliminated P/T position in Community Development	25,000	
Second DPW position vacant, hired P/T meter reader to fill vacancy 11/1/11 due to early retirement of Police Dept. Lt.		75,000
Second FF/Paramedic position vacant for approx. 6 mos. due to resignation & retirement		50,000
Reduction in hours for Blding. Inspector, effective 1/1/11		5,000
Salary freeze for VM (no general wage adjustment or merit increase)	5,000	
<i><u>Non-Personnel Expense Reductions</u></i>		
Reduced transfer to Capital Projects Fund by \$200,000 (\$900K to \$700K) resulting in elimination of newly implemented sewer lining program 90K & manhole replacement program 35K; also reduced annual maintenance programs: sidewalks (50K to 15K); sewer televising (35K to 25K); & crack fill program (25K to 20K); & reduced funding for future infrastructure projects	200,000	
No annual transfer to ERF		275,000
Extended replacement cycle for squad cars from 2 to 3-years; one-time trial		75,000
Reduced funding for PT Police Officer Program from 90K to 45K	45,000	
Eliminated "canopy of lights"	10,000	

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**Annual**                      **One-Time**

**FY 2011-12**

*Personnel Expense Reductions*

Non-union employee general wage adjustment reduced from 2.75% to 2.0%	10,000	
Negotiated reduced contractual increase w/Fire Union from 3.0% to 2.3% & 1% increase contract extension in FY 2013-14, in exchange for no layoff provision	15,000	
Negotiated reduced contractual increase w/DPW Union from 2.75% to 2.0%	15,000	
Increased employee contributions for health insurance for single/family from free/7.5% to 10% of total premiums; & increased employee co-pays to reduce insurance renewal from 18% to budgeted 7.5%	50,000	
Salary freeze for the Village's management team – Assistant Village Manager, Finance Director, Community Development Director, Director of Public Works, Police Chief and Fire Chief (no general wage adjustment or merit)	25,000	20,000
Salary freeze for Village Manager (no general wage adjustment or merit) second consecutive year	10,000	
Eliminated P/T positions in Finance & Water	40,000	
Reduced Bldg. Inspector hours from 75 bi-weekly to 60 (20%)	15,000	
<i><u>Non-Personnel Expense Reductions</u></i>		
Eliminated YMCA membership & EAP	10,000	
Conduct tree wrapping every other year, rather than annually	7,500	
Village Board did not approve GIS, included in budget	5,000	

**FY 2012-13**

*Personnel Expense Reductions*

Increased employee contribution for health insurance from 10% to 12% of total premiums	25,000	
Salary freeze for Village Manager (no general wage adjustment or merit increase) 3 <sup>rd</sup> consecutive year	10,000	

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	<u>Annual</u>	<u>One-Time</u>
Total Budget Reductions Year-to-Date	<u>897,500</u>	<u>500,000</u>
GRAND TOTAL		\$1,397,500

The cost containment plan reflected the Village Board's strategic priority to maintain funding for high quality core services delivery and capital improvements. Accordingly, it has been the Village's intent up to this point to not affect layoffs, and to restore the vacated full-time positions once financial conditions improve to a sustainable level. This recovery plan was further endorsed by the Village Board in discussing and approving mid-term contract changes with the Fire and Public Works Unions, which included "no layoff" provisions.

The Village's cost containment plan includes the commitment to continue to evaluate staff efficiencies and staffing needs through attrition, technology and as other opportunities arise.

In addition, we initiated, with support of the Village Board, a consolidation effort involving public safety services. A study was performed across FY 2010-11 and FY 2011-12 which concluded that sufficient compatibility existed between the Villages of La Grange, La Grange Park and Western Springs to share public safety services. Proposals for a technical study to create a combined dispatch facility between the three study participants are currently being evaluated. Should a combined dispatch facility be implemented, a natural progression to merge police and fire services can be expected to follow.

In conclusion, the Village's cost containment efforts to date have resulted in expenditure reductions of nearly \$1.4M in the General Fund. The plan is working as intended. We have reduced the General Fund deficit from \$550,000 in FY 2009-10 to \$400,000 in FY 2010-11 to less than \$100,000 in FY 2011-12 with minimal revenue enhancements. In the last 3 years, the average annual property tax increase was 2.3% (4.1%; 0.1% and 2.7%), and the only increase in fees was a vehicle license fee from \$20 to \$30 in FY 2010-11. A 1.0% increase in the Village's utility tax was identified in FY 2009-10 as a necessary revenue enhancement in the future (effective FY 2012-13) to stabilize Village finances over the long term, but it has not been fully enacted.

#### FRAMEWORK — CONTINUED BUDGET DISCUSSION

Attached you will find two sets of spreadsheets — one labeled "Potential Non-Personnel Expense Reductions" and the other labeled "Potential Personnel Expense Reductions". The spreadsheets are divided into four columns labeled as follows: Budget Activity, Cost Analysis, Operational Impact and Staff Comments.

##### Budget Activity

Within the Budget Activity column, we have created four sub-headings in roughly ascending order of financial, operational and policy implications. Those headings are as follows:

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Miscellaneous Expenditures; Programs and Services; Personnel; and Structural Changes. Under each of the headings, we have listed potential budget expenses which if eliminated or reduced could result in a cost savings to the Village.

At President Asperger's direction to the Village Board, the identified budget activities are a combination of Trustee-generated proposals/concepts raised during the budget development process and expenses identified by staff over the course of time in shaping the cost containment plan. The list is not meant to be all-inclusive or exhaustive. Instead, it is intended to facilitate the Village Board's discussion.

Finally, the definition of each budget activity is straightforward with the exception of reductions in staff. "Reduce" can either be by attrition or involuntary.

### Cost Analysis

We generally evaluated the budget activities beginning as a gross cost within the budget, followed by what expenses if any would still be or reasonably expected to continue to be incurred by the Village, to arrive at the net cost savings.

Many of these measures are one time, lump sum expense savings. While this may help with the now-projected deficit for FY 2012-13, it does not address fiscal stress related to reducing recurring expenses.

### Operational Impact

This column is intended to provide the Village Board with an objective staff assessment as to how the expense reduction would impact operations. One-time expense reductions generally result in very little impact.

For those expenditure reductions involving Village services or staff, we have done our best to describe how we could continue to provide some level of service to residents.

### Staff Comments

This is an opportunity to provide the Village Board with qualitative information, including policy analysis and recommendations where appropriate.

With respect to personnel expenses we would like to make some general statements that are more appropriately and better communicated in a staff report rather than a spreadsheet.

1. The Village has operated for many years as a lean organization. We do not rapidly expand or contract like the private sector. There is no "middle management". A majority of our employees work literally "on the street". We also have working supervisors up to and including Department Heads. Consequently, we are of the opinion that staffing levels should not be reduced.

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2. Department Heads are concerned about service delivery should additional staff cuts be made. The two issues are: (a) ability to effectively deliver the core service (how well something is done); and (b) efficiency in providing service (delayed response with less staff and additional staff time and effort required to respond to increased citizen criticism for not meeting service expectations).
3. Should a reduction in workforce be an area of interest to the Village Board, then we need to be mindful that every Village employee provides a valuable service. Police Officers, Firefighter/Paramedics, Public Works employees and Community Development Department inspectors are most visible. Less visible yet equally critical to daily operations are technical and support staff.
4. The adopted budget anticipates one retirement in FY 2013-14 with no replacement. Should making a permanent reduction in workforce be an area of interest to the Village Board, then we need to be mindful of this budget assumption in order to have a net effect on the budget.
5. Finally, as information for the Village Board, we anticipate one, maybe two voluntary separations this fiscal year.

Cutting staff, whether first-line field or administrative positions, would result in the following general impacts:

- operational burden would be shifted onto remaining staff including supervisory personnel and the management team
- depending on which positions and how many positions, services to residents and support to the Village Board will be impacted, at a minimum in the form of a delayed response
- depending on service levels desired by the Village Board, cutting full-time positions may still require some amount of operational support such as part-time staff, use of consultants or contractual services, thereby mitigating cost savings.

Morale has been adversely affected by the continued budget discussion. Buy-in to the cost containment plan is evaporating, and is being replaced by fear and anxiety. Retention of staff, including members of the management team, may become an issue. In addition, there may be a change in organizational culture which has prided itself on customer service. The consequence may be a loss of excellence in the delivery of Village services.

Should budget reductions involving staffing levels be an area of interest to the Village Board, we would request general direction and the opportunity to identify specific position reductions.

6-A.5

REPLACEMENT OF POLICE DEPARTMENT SQUAD CARS

At the May 14, 2012 Village Board meeting, it was the consensus of the Village Board to table the purchase of new police squad cars pending further discussion regarding the FY 2012-13 budget. At that time, the recommendation to return to replacing squad cars on a two-year cycle was based on the following factors: increased maintenance costs in year 3 of ownership, (approximately \$24,000 in total; approximately \$15,000 over budget), more downtime for repairs and maintenance impacting department operations, reliability/safety concerns, and officer confidence in driving/operating the vehicle under emergency conditions.

It was also based on an analysis comparing budget actual purchases and maintenance expenditures over the past five years (last two-year replacement cycle, and current three-year cycle). While a total net savings of \$9,000 was identified, we believed that this savings was misleading because the current trade-in value was unusually high for a three-year old vehicle. Using historical data as a constant, the net savings between a three-year cycle and a two-year cycle decreased to approximately \$3,000; a savings we thought to be diminimus when taking into consideration the qualitative factors expressed by Chief Holub.

In order to determine the most economical replacement cycle of squad cars, staff performed an analysis comparing the estimated cost of replacing squad cars at a 2, 3 and 4 year interval over an extended 12-year period. The analysis is not intended to be an all-inclusive life-cycle cost analysis for the purpose of determining which vehicle provides the best combination of features compared to overall cost, but rather an estimate of the cost of replacing and maintaining the squad cars over varying periods of time.

Replacement costs are based upon the purchase of the new Chevy Caprice Police Pursuit Vehicle (PPV) which is more expensive than the discontinued Ford Crown Victoria model. As the Village has no actual experience with the Chevy Caprice PPV, maintenance costs are based upon the most recent experience with the Ford Crown Victoria squad cars over the 2-year replacement cycle during FY 2007-08 to FY 2008-09 and the most recent 3-year replacement cycle from FY 2009-10 to FY 2011-12. Maintenance costs are estimated to further increase in year four due to additional wear of the vehicles. Trade-in values are estimated and anticipated to decrease as the vehicles are retained for an additional year(s). It is important to note that the trade-in values of the squad cars are significantly less than passenger cars due to the extensive/excessive wear on the engines.

Using cost of ownership as the principal determining factor, we could recommend replacement of the squad cars on a 3-year cycle due to the estimated cost savings of approximately \$15,000 annually. Although the replacement of the squad cars on a 4-year cycle results in an additional savings of \$5,000 annually, the estimated downtime for the vehicles in year four due to additional required repair and maintenance is projected to have a negative impact on department operations.

At this time, we ask for your concurrence to proceed with the replacement of Police Department squad cars within FY 2012-13. We will research our purchase options and return to the Village Board for approval on a request to purchase.

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## REVENUE ENHANCEMENTS

In addition to expense reduction, we continue to evaluate potential revenue enhancements. Again, to provide context, we thought it would be helpful to review what has been done/proposed over the last several years.

### Amusement Tax

In 2009, the Village Board discussed the concept of imposing an amusement tax as a means by which to service debt or secure loan repayment for the theater renovation project. Based on ticket sales, it was estimated that a 50 cent ticket tax would generate approximately \$80,000 in gross revenue each year, or approximately \$800,000 in gross revenue over a ten-year debt/loan repayment schedule. At that time, it was the consensus of the Village Board not to adopt an amusement tax for the following reasons:

1. Keep the theater affordable for children and families.
2. Wanted to see how the theater would operate after the renovation project without having the customer base being influenced by pricing changes.
3. Studio licensing based on gross receipts including taxes.
4. Concern that total cost of ticket would adversely affect marketplace position among similarly-situated sub-first run theaters.
5. No policy consensus as to the use of the tax proceeds — form of loan repayment or source of funding for economic development.

The amusement tax concept has been regularly referenced in the budget message as a potential future source of sustainable funding for the Village's economic development efforts over the long term. In addition to the theater, we have discussed the implications of an amusement tax upon an existing business who may offer entertainment from time-to-time, and the impact upon attracting new businesses with entertainment interests.

As part of the budget process, a suggestion was made that the Village should consider the amusement tax as a funding source for general Village operations in lieu of an increase in the utility tax, because its impact would not be as localized assuming a majority of theater patrons are non-residents.

We offer the following comments on that suggestion:

1. We believe that some of the reasons identified by the Village Board in 2009 to not impose an amusement tax still apply today.

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2. The current ticket price is \$5.50. An amusement tax levied in an amount which would still keep the general admission price below \$6.00 may not necessarily undermine or adversely affect the limiting factors previously considered by the Village Board, but we should explore the potential impact on theater operations anew to examine possible unintended consequences.

Village staff recently conducted the annual meeting with the theater owners to review operations over the past year. While more information will be forthcoming under a separate memorandum, stated succinctly, the theater has experienced an increase in attendance, with a corresponding increase in revenues to cover the increased cost of (expanded) operations since the renovation project.

3. We should also explore the potential impact that a proposed amusement tax would have on other businesses, existing and desired.
4. As a matter of tax policy, we would continue to recommend the use of amusement tax proceeds towards economic development, rather than general Village operations.

If the tax policy objective is to consider revenue enhancements which shift a majority of the tax burden onto non-residents, then examining an increase in the non-home rule sales tax may be a more effective source of generating revenue for Village operations.

Staff requests direction from the Village Board on this matter.

## FISCAL OBJECTIVES

### Financial Policies

In the course of the continued budget discussion, it may be appropriate for the Village Board to examine whether a basic change in financial policy is at issue. Is it the Village Board's sentiment that the cost of Village government is the primary/sole determining factor in the delivery of core services? This would be a shift in policy direction, and clarification is required in order to assist staff in managing customer service expectations.

### Financial Planning

Staff is seeking consensus direction from the Village Board as to its financial planning objectives as a result of this continued discussion, as follows:

1. Short-term — Is it the Village Board's objective to eliminate the now-projected deficit of \$133,000 for FY 2012-13? (Assumes adoption of utility tax increase in FY 2013-14).
2. Long-term — Is it the Village Board's objective to eliminate the utility tax increase in each year of the Village's five-year financial plan?

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3. We have received conflicting direction concerning reserves, as we have heard a desire to maintain a strong balance yet we have not been provided with the financial means by which to re-build them.

PRELIMINARY STAFF RECOMMENDATION

We recommend that the Village Board consider a middle ground approach currently, as set forth below, and then allow staff the opportunity to continue to: (i) refine/reduce expenses with the next budget development cycle; (ii) evaluate revenue trends (including any taking of local government revenues by the state); and (iii) defer, but not necessarily eliminate the utility tax increase from consideration within our rolling five-year financial planning period. Should economic conditions improve, it may be possible to defer the utility tax increase on an annual basis. If conditions remain stagnant or backslide, then the Village Board can consider: further expense reductions; enact the utility tax increase; or a combination of both.

Our preliminary recommendation involves expense reductions which do not directly reduce programs or services effective with the adopted FY 2012-13 Village budget, which would result in a projected surplus at the end of FY 2012-13 and add approximately \$30,000 to General Fund reserves, as follows:

1.	No additional annual contributions to ERF for four administrative vehicles; transfer allocation in ERF for replacement of Administration vehicle back to General Fund; retain Community Development Department's administrative vehicles and replace them on an as needed basis with available funds.	\$ 33,500	
2.	Eliminate Residential Street Sign Replacement Program; transfer budget allocation in Capital Projects Fund to General Fund; replace signs and posts as needed within existing Public Works line-item budget.	\$100,000	
	Sub-Total	\$133,500	
3.	Reduce transfer to ERF by increasing reserve by one additional year for all vehicles including police squad cars at a 3-year replacement interval.	\$ 43,500 gross	
		- \$ 15,000 (less factor for add'l. maint. on the squads)	
		\$ 28,500 net	
 GRAND TOTAL		 \$162,000	

To aid the Village Board in evaluating the preliminary staff recommendation and what that package of expense reductions would look like on Village finances, attached you will find a series of General Fund, Fund Balance Summary pages which reflect: the current budget as adopted, inclusive of the utility tax increase effective in FY 2013-14 (Appendix A); the current budget as adopted, exclusive of the utility tax increase over our five-year financial planning

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period (Appendix B); the current budget with staff's proposed amendments for FY 2012-13, and deferring the utility tax increase by one additional year to FY 2014-15 (Appendix C); and finally, the current budget with staff's proposed amendments, exclusive of the utility tax increase over our five-year financial planning period (Appendix D).

c: Department Heads  
Andri Peterson, Assistant Village Manager

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Village of La Grange  
 FY 2012 - 13 Village Budget 2.0  
 POTENTIAL PERSONNEL EXPENSE REDUCTIONS

Budget Activity	Cost Analysis	Operational Impact	Staff Comments
PERSONNEL  1. Reduce staff by one Police Officer	\$100,000 annual savings	1. Minimum staffing requirements & officer safety will need to be evaluated; may become a Union issue.  2. OT expenses anticipated to increase.  3. Slower call handling & longer response times anticipated.  4. Reduced patrol of residential neighborhoods  5. Eliminate non-emergency customer svc programs such as vacation watch & vehicle lock-outs.  6. Restructure or eliminate investigations.	1. Continued budget discussion, demoralizing to staff given \$500,000 in shared sacrifice. Beginning to be viewed among Vlg employees as a "broken promise". DH's conducting damage control. Conflicting direction from VB.  2. Concern with resident perception re: public safety  3. Concern with employee retention. Employees see dis-investment by the Village Board. We anticipate a change in organizational culture.  4. Discussion runs counter to pending personnel grants.

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Village of La Grange  
 FY 2012 - 13 Village Budget 2.0  
 POTENTIAL PERSONNEL EXPENSE REDUCTIONS

Budget Activity	Cost Analysis	Operational Impact	Staff Comments
2. Reduce staff by one FF/Paramedic (cont')		5. Incident mgmt. at the scene will take longer, thus anticipate increased loss of property.  6. Will need to restructure or eliminate non-emergency programs such as fire prevention bureau & public education.  7. Officer development & training will suffer.	
3. Reduce staff by one G UW	\$60,000	1. Reduction in services.          2. Delay in services (e.g. - snow removal). Also, may alter two-team operating model & call-in procedures for snow removal, for significant snow events.	1. Continued budget discussion, demoralizing to staff given \$500,000 in shared sacrifice. Beginning to be viewed among Vlg employees as a "broken promise: DH's conducting damage control. Conflicting direction from VB.  2. Concern w/ employee retention. Employees see disinvestment by the Village Board. We anticipate a change in organizational culture.

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Village of La Grange  
 FY 2012 - 13 Village Budget 2.0  
 POTENTIAL PERSONNEL EXPENSE REDUCTIONS

Budget Activity	Cost Analysis	Operational Impact	Staff Comments
3. Reduce staff by one GUW (cont'.)			3. Increased demand on dept'l mgmt. to explain svc reduction(s) to residents.  4. Less opportunity for training & cross-training.
4. Reduce staff by one inspector	\$75,000	1. Reduced construction site management.  2. Reduced property maintenance enforcement  3. Increased time for permit issuance  4. Less responsive to homeowner needs (scope of service & timeliness)	1. Continued budget discussion, demoralizing to staff given \$500,000 in shared sacrifice. Beginning to be viewed among Vlg employees as a "broken promise". DH's conducting damage control. Conflicting direction from VB.  2. Concern with employee retention. Employees see dis-investment by the Village Board. We anticipate a change in organizational culture.  3. Increased bldg activity noted since e mid-March.

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Village of La Grange  
 FY 2012 - 13 Village Budget 2.0  
 POTENTIAL PERSONNEL EXPENSE REDUCTIONS

Budget Activity	Cost Analysis	Operational Impact	Staff Comments
4. Reduce staff by one inspector. (cont'.)		5. Activity may prompt need for 3rd party svcs., thus reducing net savings  6. Increased contractual costs for plan reviews & inspections.  7. Reduced ability to address drainage management concerns.  8. In general, decreased ability to respond to incidents	

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Village of La Grange  
 FY 2012 - 13 Village Budget 2.0  
 POTENTIAL PERSONNEL EXPENSE REDUCTIONS

Budget Activity	Cost Analysis	Operational Impact	Staff Comments
STRUCTURAL CHANGES  5. Conversion from FT to PT workforce; or to contractual workforce	TBD	TBD	<ol style="list-style-type: none"> <li>1. Significant change in policy</li> <li>2. Significantly alters Vlg's position w/in the marketplace</li> <li>3. Mgmt. workload increases; regular turnover; more supervisory time</li> <li>4. Limited commitment to Vlg; reduced pride &amp; ownership &amp; reduced customer svc levels.</li> <li>5. Concern w/ loss of senior staff - challenge will be retention.</li> <li>6. These 2 business model forms do not work everywhere; more adaptable in a pure residential environment. In contrast, LG has many moving parts.</li> <li>7. Would anticipate labor issues.</li> </ol>

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Village of La Grange  
 FY 2012 - 13 Village Budget 2.0  
 POTENTIAL PERSONNEL EXPENSE REDUCTIONS

Budget Activity	Cost Analysis	Operational Impact	Staff Comments
6. Public safety - shared svcs.	TBD	TBD	1. Combined dispatch arrangement to be studied; vendor selection in progress  2. Shared police svcs. will be natural pending successful consolidation of dispatch operations  3. Discussions re: shared fire apparatus in progress. La Grange leads w/not replacing its ladder truck
7. Restructuring w/in Police & Fire Depts.	TBD	TBD	1. In progress, intent has been to reduce command structure & utilize cost savings to fund net increase in body count. Enhance svc. delivery in a way which is budget neutral.  2. Shared svcs would be a better time to examine net decrease in public safety positions.

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Village of La Grange  
 FY 2012 - 13 Village Budget 2.0  
 POTENTIAL PERSONNEL EXPENSE REDUCTIONS

Budget Activity	Cost Analysis	Operational Impact	Staff Comments
8. Compensation & benefit → Cap Vlg contribution towards monthly health increase premiums to a flat dollar amount, such as current cost of single coverage			7. Differential treatment between Union line employees & non-Union supervisory personnel  8. Changes would effect non-union employees first, which is only 40% of workforce & consists of: support, technical, supervisory personnel & mgmt. team  9. Most meaningful way to effect "structural changes" to compensation & benefits is through collective bargaining reform.

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Village of La Grange  
 FY 2012 - 13 Village Budget 2.0  
 POTENTIAL NON-PERSONNEL EXPENSE REDUCTIONS

Budget Activity	Cost Analysis	Operational Impact	Staff Comments
<p>MISC. EXPENSES</p> <p>1. Replace administrative vehicles w/stipends or mileage</p>	<p>Attached you will find an exhibit which compares the continued practice of purchasing administrative vehicles against other options such as stipends or mileage reimbursement</p>	<p>(combined w/ staff comments)</p>	<p>1. Staff recommendation - maintain three vehicles in Com. Dev. Dept.; no add'l. annual contributions; replace vehicles on an as needed basis w/available funds; no vehicle replacement for Admin; take funds accumulated in ERF &amp; transfer into GF reserves; any mileage reimbursement for Admin &amp; Finance staff to be absorbed into current training &amp; membership line-item budget.</p> <p>The Community Development Dept. will target consideration of replacement at 65 - 70K miles; evaluating condition annually thereafter.</p>

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Village of La Grange  
 FY 2012 - 13 Village Budget 2.0  
 POTENTIAL NON-PERSONNEL EXPENSE REDUCTIONS

Budget Activity	Cost Analysis	Operational Impact	Staff Comments
1. Replace administrative vehicles w/stipends or mileage (cont'.)			<p>2. Two adm vehicles are shared by 3 full-time inspectors (Env. Health, Code Enforcement &amp; Blding Inspector). These vehicles are in regular use. While not a direct extension of their workplace, such as a squad car is to Police Officers or as a pickup truck is to DPW, these vehicles are driven hard by nature of the localized travel &amp; under conditions, in my opinion, not reasonably compensated through a stipend or mileage reimbursement.</p> <p>Operationally, it is easier to make a determination for work-related accidents &amp; injuries while operating a Vlg vehicle. The Vlg should continue to retain these 2 vehicles in its fleet.</p> <p>If the Vlg were to eliminate these 2 vehicles, possession of a personal vehicle &amp; at a professional grade (i.e. - clean appearance, operational, sedan) would need to become a job requirement; a condition of employment which may not be immediately satisfied by 2 of our 3 inspectors.</p>

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Village of La Grange  
 FY 2012 - 13 Village Budget 2.0  
 POTENTIAL NON-PERSONNEL EXPENSE REDUCTIONS

Budget Activity	Cost Analysis	Operational Impact	Staff Comments
1. Replace administrative vehicles w/stipends or mileage (cont'.)			3. The 3rd administrative vehicle is shared by the Com. Dev. Director & the Asst. Com. Dev. Director as well as the inspectors. It is also a take-home vehicle for the Director. If the Vlg were to eliminate this vehicle, it would represent the termination of a long-standing benefit to the Director.  4. The staff of the Admin Dept. & Finance Dept. primarily the AVM & Finance Director, utilize the Admin vehicle. Travel is nominal. These individuals will be provided w/mileage reimbursement w/in existing training & membership line items.  5. Vlg vehicles help to identify Vlg employees; reduces the amount of citizen reports of "suspicious person" or "suspicious vehicle".
2. Discontinue Village Spokesman	\$15,000 annual savings	None, Nominal productivity gain.	1. Loss of one means of communicating with residents  2. Older residents like information re: new businesses; not heavy internet/email users; often observed posted on the refrigerator door.

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Village of La Grange  
 FY 2012 - 13 Village Budget 2.0  
 POTENTIAL NON-PERSONNEL EXPENSE REDUCTIONS

Budget Activity	Cost Analysis	Operational Impact	Staff Comments
2. Discontinue Village Spokesman (cont.)			3. Whenever citizen feedback is requested or news items are published, seems more people respond (by ref.) to Spokesman than email blasts (560 subscribers).
3. Reduce new equipment line-item by 50% across all operating budgets for FY 2012-13	\$19,000 savings; one time only	Would work w/in budget; delay as needed	Potential increase in maintenance costs
4. Defer codification project	\$20,000 savings; one-time only	None	This project involves updating the Village's Municipal Code, as ordinances are enacted. Hiring a third party as proposed in the Village budget is sensible because of the volume of work, cross-referencing function to be performed as part of this process, & convert into electronic format. Once fully updated, the thought would be to maintain the municipal code in-house.

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Village of La Grange  
 FY 2012 - 13 Village Budget 2.0  
 POTENTIAL NON-PERSONNEL EXPENSE REDUCTIONS

Budget Activity	Cost Analysis	Operational Impact	Staff Comments
PROGRAMS & SERVICES  5. Street banners - implement 50/50 cost sharing program w/ LG businesses	\$12,500 savings; one time only	Increased staff time to promote & solicit revised program structure	1. Lose sense of place  2. LGBA will not support & has no interest at this time. Reasons why: → dilutes "La Grange" as <u>the</u> brand → would look like other towns; lose our identity → who gets posted on LG Rd. v. side streets would be a constant source of frustration → consider street banners as part of their support for CBD SSA & non-home-rule sales tax → local businesses see joint promotions w/Vlg as better use & better stretch of advertising dollars  3. Staff recommendation would be to continue this integral program with no changes. Failing that, staff would recommend to discontinue program rather than have street banners w/names of sponsoring businesses

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Village of La Grange  
 FY 2012 - 13 Village Budget 2.0  
 POTENTIAL NON-PERSONNEL EXPENSE REDUCTIONS

Budget Activity	Cost Analysis	Operational Impact	Staff Comments
6. Reduce Econ. Dev. budget by approximately 1/3	\$25,000 annual savings	1. Reduced support for LGBA would result in loss of LGBA Executive Director  2. Reduction or cancellation of special events  3. Reduced advertising & promotion of the Vlg  4. Potential for reduced sales tax	1. Not recommended. Community vitality will be reduced (core strategic value).
7. Eliminate planting of flowers in CBD	\$20,000 annual savings	Productivity gains: 1. 3-5 days w/time to order & design 2. Two day project to plant; 12-15 people 3. watering 4. replant/vandalism 5. replant - fall/2-3 days, less people	1. Not recommended. Community vitality will be reduced (core strategic value).  2. Lose sense of place  3. Residents & local businesses would perceive as a reduction in service
8. Eliminate holiday tree wrapping on LG Rd.	\$15,000 - every other year beginning in FY 2012-13	1. Productivity gain - no contractor oversight - no staff time to remove	1. Not recommended. Community vitality will be reduced (core strategic value).  2. lose sense of place  3. Residents & local businesses would perceive as a reduction in svc.

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Village of La Grange  
 FY 2012 - 13 Village Budget 2.0  
 POTENTIAL NON-PERSONNEL EXPENSE REDUCTIONS

Budget Activity	Cost Analysis	Operational Impact	Staff Comments
9. Eliminate PT Police program	\$45,000 annual savings	1. Direct reduction in special details such as CBD patrol and traffic enforcement.  2. Special details, if authorized, would require expenditure of OT  3. Would reduce sustained presence around schools  4. Would reduce supportive role to patrol operations	1. Cost effective method to augment patrol operations and special details such as CBD patrol & traffic enforcement
10. Free Fall Leaf P/U Program	i) \$60,000 - cost of disposal; annual savings  ii) Manpower & equipment savings over time	Productivity gain examples - → water system valve exercising → catch basin cleaning	1. Responsibility for disposal shifts to individual homeowners  2. Fly-dumping, property maintenance & related concerns

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Village of La Grange  
 FY 2012 - 13 Village Budget 2.0  
 POTENTIAL NON-PERSONNEL EXPENSE REDUCTIONS

Budget Activity	Cost Analysis	Operational Impact	Staff Comments
11. EAB Reforestation Program	<p>\$1.8M savings (trees only; over 12-yr. period)</p> <p>Would still need to remove diseased/dead trees.</p>	<p>1. In FY 2010-11, the Vlg created a separate line-item in the Capital Projects Fund to track the cost of removing parkway trees infected by the Emerald Ash Borer &amp; providing for their replacement. The cost of replanting is estimated to be approx. \$1.8M to be performed over an 8-12 yr period. This line-item allocation was in addition to the tree planting line-item in the Capital Projects Fund, at an annual budget allocation of approx. \$50,000 per year.</p> <p>If the EAB line-item is eliminated to reduce Vlg expenses, we would propose to continue w/tree removal &amp; reforestation related to the EAB w/the existing tree planting budget of approx. \$50,000 per year.</p> <p>2. No productivity gain as EAB reforestation program was to be implemented w/existing staff. Staff would still be available as a resource for questions on trees located on both public property &amp; private property.</p>	<p>1. Aesthetics of residential neighborhoods</p> <p>2. Equity re: residents who already enjoyed removal &amp; replanting (100% of benefit)</p>

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Village of La Grange  
 FY 2012 - 13 Village Budget 2.0  
 POTENTIAL NON-PERSONNEL EXPENSE REDUCTIONS

Budget Activity	Cost Analysis	Operational Impact	Staff Comments
12. Reduce salt purchasing budget by 50%	\$60,000 annual savings	<u>Service level options:</u> i) use salt supply w/o restriction; once depleted, no more salting ii) ration salt usage to main roads & at intersections in residential areas  1. No change in manpower or equipment  2. Increased vehicle accidents/incidents of public safety throughout the Vlg such as at train station platforms, Ogden Ave bridge, etc.  3. Increased service calls, despite education process  4. Longer emergency response times for Police & Fire	Concern w/overall public safety
13. Eliminate Residential Street Sign Replacement Program	\$100,000 savings; one time only	Would replace signs as needed w/in existing operating budget	1. See staff report for recommendation.
14. Eliminate crossing guard program	\$80,000 annual savings	None. Nominal productivity gain re: scheduling & staffing	1. Previously discussed as a school directed-volunteer opportunity.

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Village of La Grange  
 FY 2012 - 13 Village Budget 2.0  
 POTENTIAL NON-PERSONNEL EXPENSE REDUCTIONS

Budget Activity	Cost Analysis	Operational Impact	Staff Comments
15. Capital Maintenance			
→ sidewalks	\$15,000 annual savings	1. Productivity gain - contractual svc., requires staff time to manage & oversee project.  2. Poor sidewalk conditions increases liability/exposure, possibly resulting in legal action  3. Loss of residential matching contribution, resulting in fewer sidewalk squares being replaced	1. Extremely popular program, w/annual waiting list for participation.  2. Program in keeping w/Village objective to maintain safe residential neighborhood/environment
→ sewer televising/cleaning	\$25,000 annual savings (Replaces catch basin/manhole replacement until sewer televising is complete. Sewer Fund continues to budget \$35,000 annually for catch basin replacement).	1. Productivity gain - contractual svc, requires staff time to manage & oversee project..  2. Increased svc. calls due to inoperable sewers from less cleaning & increase sewer blockage &/or collapse.  3. Eliminates collection of data for sewer condition & replacement schedule	Not recommended. Data required for capital maintenance & replacement
→ sewer lining	\$100,000 annual savings, beginning in FY 2015-16	Productivity gain - contractual svc, requires staff time to manage & oversee project.	Delayed maintenance for aging sewer infrastructure could result in more expensive repairs at later date due to total collapse.

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Village of La Grange  
 FY 2012 - 13 Village Budget 2.0  
 POTENTIAL NON-PERSONNEL EXPENSE REDUCTIONS

Budget Activity	Cost Analysis	Operational Impact	Staff Comments
16. Eliminate transfer to ERF in FY 2012-13	<p><u>OPTIONS:</u></p> <p>1. \$275,000 savings; one time only</p> <p>2. ERF - extend replacement schedule for all vehicles by 1 year &amp; reschedule squad cars from 2 to 3 yrs = \$45,000 savings</p> <p>3. ERF - extend replacement schedule for all vehicles by 2 yrs - except squads - stay at 3 yrs = \$65,000 savings</p> <p>4. 1/2 of annual transfer = \$150,000 savings or say reduced transfer of \$50,000 per yr over 3 yrs = \$150,000 savings</p>	<p>None</p>	<p>1. Already postponed 1, full year payment in FY 2010-11</p> <p>2. Staff annually evaluates the replacement schedule &amp; vehicles scheduled to be replaced as part of budget development process. Vehicles retained if in good working order. For example, sewer vacor retained 5-yrs beyond scheduled replacement date. Also, Police Dept. identified new parking enforcement vehicles; reduced ERF cost by 50%. We attempt to strike a balance between maint costs, operational efficiency, &amp; trade-in value. Replace when needed, not because money is available.</p> <p>3. Subject to evaluation for timely replacement of mission-critical vehicles</p> <p>4. Replace police squads as a group; not staggered</p> <p>5. Shift in policy - debt financing; shortfalls in adequate funding, etc.</p> <p>6. Great planning tool; retain overall integrity of this fund.</p>

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**Administrative Vehicles - Purchase vs. Stipend vs. Reimb**

**A - Five year Cost - Current ERF Budget; based on 10 year replacement schedule**

	<u>FY 2012-13</u>	<u>FY 2013-14</u>	<u>FY 2014-15</u>	<u>FY 2015-16</u>	<u>FY 2016-17</u>
Adm 2000 Taurus	2,250	2,250	2,250	2,250	2,250
CD 2003 Taurus	2,070	2,070	2,070	2,070	2,070
2007 Taurus	1,890	1,890	1,890	1,890	1,890
2008 Taurus	<u>1,980</u>	<u>1,980</u>	<u>1,980</u>	<u>1,980</u>	<u>1,980</u>
Total Annual Reserve	8,190	8,190	8,190	8,190	8,190
Adm Fuel/Oil Budget	250	250	250	250	250
CD Fuel/Oil Budget	2,000	2,000	2,000	2,000	2,000
Annual Maintenance - Four vehicles	500	500	500	500	500
Insurance - IRMA	n/a	n/a	n/a	n/a	n/a
Total Cost - Four vehicles	<u>10,940</u>	<u>10,940</u>	<u>10,940</u>	<u>10,940</u>	<u>10,940</u>

No savings in General Fund or ERF - Continue to reserve for replacement of all four vehicles

**B - Stipends**

Village Manager Current Contract	n/a	n/a	n/a	n/a	n/a
Assistant Village Manager (\$50 per month)	600	600	600	600	600
Finance Director (\$50 per month)	600	600	600	600	600
Community Development Dir (\$300 per month)	3,600	3,600	3,600	3,600	3,600
Building Inspectors - 2 (\$200 per month)	4,800	4,800	4,800	4,800	4,800
	<u>9,600</u>	<u>9,600</u>	<u>9,600</u>	<u>9,600</u>	<u>9,600</u>
Annual Savings - General Fund	1,340	1,340	1,340	1,340	1,340
ERF Savings - One time due to no vehicle replacement (4)	62,300				

Residents concern/impression of Village employee's utilizing personal vehicles which may not be well maintained and no identification/markings (m plates)

AVM & FD stipend reflects minimal usage of administrative vehicle.

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**C - Reimbursement - Federal Rate \$.55 per mile**

	<u>Ave Annual Miles</u>	<u>FY 2012-13</u>	<u>FY 2013-14</u>	<u>FY 2014-15</u>	<u>FY 2015-16</u>	<u>FY 2016-17</u>
Adm 2000 Taurus	1,500	825	825	825	825	825
CD 2003 Taurus	4,000	2,200	2,200	2,200	2,200	2,200
2007 Taurus	2,500	1,375	1,375	1,375	1,375	1,375
2008 Taurus	4,500	2,475	2,475	2,475	2,475	2,475
		<u>6,875</u>	<u>6,875</u>	<u>6,875</u>	<u>6,875</u>	<u>6,875</u>
Annual Savings - General Fund		4,065	4,065	4,065	4,065	4,065
ERF Savings - One time due to no vehicle replacement (4)		62,300				

Residents concern/impression of Village employee's utilizing personal vehicles which may not be well maintained and no Village markings/identification (m plates)

Adm vehicle reimb based on ave miles driven over life of vehicle. Actual reimbursable miles are most likely significantly less for AVM and FD and could be absorbed in current T&M budget.

**D - Maintain Three CD vehicles, No Adm vehicle and no mileage reimb for AVM & FD**

Reimb	Adm 2000 Taurus	1500 miles	0	0	0	0	0
	CD 2003 Taurus - 10-15 year replcmnt		0	0	0	0	0
	(\$42,000 currently available in ERF for replacement of 3 CD vehicles. No additional annual contributions. Replace vehicles on as need basis with available funds.						
	CD 2007 Taurus		0	0	0	0	0
	CD 2008 Taurus		0	0	0	0	0
	CD Fuel/Oil Budget		2,000	2,000	2,000	2,000	2,000
	Annual Maintenance - Three CD vehicles (tires, tune up, etc.) increase to \$500 in out years due to aging fleet		500	500	500	500	500
	Insurance - IRMA		n/a	n/a	n/a	n/a	n/a
			<u>2,500</u>	<u>2,500</u>	<u>2,500</u>	<u>2,500</u>	<u>2,500</u>
	Annual Savings - General Fund		8,440	8,440	8,440	8,440	8,440
	ERF Savings - One time due to no vehicle replacement for VM		25,000				

Adm vehicle reimb based on ave miles driven over life of vehicle. Actual reimbursable miles are most likely significantly less for AVM and FD and could be absorbed in current T&M budget.

*6-A.32*

**Village of La Grange**  
**Police Squad Replacement Analysis**

	<u>FY 2012-13</u>	<u>FY 2013-14</u>	<u>FY 2014-15</u>	<u>FY 2015-16</u>	<u>FY 2016-17</u>	<u>FY 2017-18</u>	<u>FY 2018-19</u>	<u>FY 2019-20</u>	<u>FY 2020-21</u>	<u>FY 2021-22</u>	<u>FY 2022-23</u>	<u>FY 2023-24</u>	<u>Total Cost</u>
<b>Current 2 Year Cycle - Cost Estimate</b>													
2 year cycle, replacement cost of \$175,000 in FY 2014-15	87,500	87,500	90,000	90,000	92,500	92,500	95,000	95,000	97,500	97,500	100,000	100,000	
Maint budget for Squad cars - based on most recent 2 yr actual costs: FY 07-08 & FY 08-09	6,500	8,500	6,500	8,500	6,500	8,500	6,500	8,500	6,500	8,500	6,500	8,500	
Trade In Value - \$5,500		(38,500)		(42,000)		(45,500)		(49,000)		(52,500)		(56,000)	
Change over cost		25,000		26,000		27,000		28,000		29,000		30,000	
Addtl maint cost in FY 2012-13 due to delayed replacement	15,000	n/a											
	<u>109,000</u>	<u>82,500</u>	<u>96,500</u>	<u>82,500</u>	<u>99,000</u>	<u>82,500</u>	<u>101,500</u>	<u>82,500</u>	<u>104,000</u>	<u>82,500</u>	<u>106,500</u>	<u>82,500</u>	1,111,500
													Ave Annual Cost 92,625

	<u>FY 2012-13</u>	<u>FY 2013-14</u>	<u>FY 2014-15</u>	<u>FY 2015-16</u>	<u>FY 2016-17</u>	<u>FY 2017-18</u>	<u>FY 2018-19</u>	<u>FY 2019-20</u>	<u>FY 2020-21</u>	<u>FY 2021-22</u>	<u>FY 2022-23</u>	<u>FY 2023-24</u>	
<b>3 Year Cycle - Cost Estimate</b>													
3 year cycle, revised replacement cost of \$177,500 in FY 2015-16	59,167	59,167	59,167	60,833	60,833	60,833	62,500	62,500	62,500	62,500	62,500	62,500	
Maint budget for Squad cars - based on most recent 3 yr actual costs: FY 09-10, FY 10-11 & FY 11-12	6,500	16,000	22,500	6,500	16,000	22,500	6,500	16,000	22,500	6,500	16,000	22,500	
Trade In Value - \$3,500			(24,500)			(26,250)			(28,000)			(29,750)	
Changeover Cost			25,500			27,000			28,500			30,000	
Addtl maint cost in FY 2012-13 due to delayed replacement	15,000	n/a											
	<u>80,667</u>	<u>75,167</u>	<u>82,667</u>	<u>67,333</u>	<u>76,833</u>	<u>84,083</u>	<u>69,000</u>	<u>78,500</u>	<u>85,500</u>	<u>69,000</u>	<u>78,500</u>	<u>85,250</u>	932,499
													Ave Annual Cost 77,708 Annual Savings 2-3 year 14,917

	<u>FY 2012-13</u>	<u>FY 2013-14</u>	<u>FY 2014-15</u>	<u>FY 2015-16</u>	<u>FY 2016-17</u>	<u>FY 2017-18</u>	<u>FY 2018-19</u>	<u>FY 2019-20</u>	<u>FY 2020-21</u>	<u>FY 2021-22</u>	<u>FY 2022-23</u>	<u>FY 2023-24</u>	
<b>4 Year Cycle - Cost Estimate</b>													
4 year cycle, revised replacement cost of \$180,000 in FY 2016-17	45,000	45,000	45,000	45,000	47,500	47,500	47,500	47,500	50,000	50,000	50,000	50,000	
Maint budget for Squad cars - based on most recent 3 yr actual costs with est. cost in year 4	6,500	16,000	22,500	32,000	6,500	16,000	22,500	32,000	6,500	16,000	22,500	32,000	
Trade In Value - \$1,000				(7,000)				(8,750)				(10,500)	
Changeover cost				26,000				28,000				30,000	
Addtl maint cost in FY 2012-13 due to delayed replacement	15,000	n/a											
	<u>66,500</u>	<u>61,000</u>	<u>67,500</u>	<u>96,000</u>	<u>54,000</u>	<u>63,500</u>	<u>70,000</u>	<u>98,750</u>	<u>56,500</u>	<u>66,000</u>	<u>72,500</u>	<u>101,500</u>	873,750
													Ave Annual Cost 72,813 Annual Savings 2-4 year 19,813 Annual Savings 3-4 year 4,896

6-A-33

VILLAGE OF LA GRANGE  
GENERAL FUND  
FUND BALANCE SUMMARY THROUGH APRIL 30, 2017

			Fund Balance	as % of Annual
			<u>Expenditures</u>	
Fund Balance, April 30, 2009			7,686,967	
Revenues	2009-10	11,929,187		
Expenses	2009-10	<u>(12,480,657)</u>	<u>(551,470)</u>	
Fund Balance, April 30, 2010			7,135,497	57.17%
Revenues	2010-11	11,733,613		
Expenses	2010-11	<u>(12,131,487)</u>	<u>(397,874)</u>	
Fund Balance, April 30, 2011			6,737,623	55.54%
Revenues	2011-12	12,255,932		
Expenses	2011-12	<u>(12,416,117)</u>	<u>(160,185)</u>	
<b>Fund Balance, April 30, 2012</b>			6,577,438	52.98%
			<b>CURRENT BUDGET</b>	
<b>Revenues</b>	<b>2012-13</b>	<b>12,401,406</b>		
<b>Expenses</b>	<b>2012-13</b>	<b><u>(12,532,971)</u></b>	<b><u>(131,566)</u></b>	
<b>Fund Balance, April 30, 2013*</b>			<b>6,445,872</b>	51.43%
Revenues	2013-14	13,030,796		
Expenses	2013-14	<u>(12,878,830)</u>	<u>151,966</u>	<b>UTILITY TAX INCREASE</b>
Fund Balance, April 30, 2014*			6,597,839	51.23%
Revenues	2014-15	13,450,946		
Expenses	2014-15	<u>(13,344,736)</u>	<u>106,211</u>	
Fund Balance, April 30, 2015*			6,704,050	50.24%
Revenues	2015-16	13,860,641		
Expenses	2015-16	<u>(13,784,481)</u>	<u>76,160</u>	
Fund Balance, April 30, 2016*			6,780,209	49.19%
Revenues	2016-17	14,281,200		
Expenses	2016-17	<u>(14,246,534)</u>	<u>34,666</u>	
Fund Balance, April 30, 2017*			<u>6,814,876</u>	47.84%

\* Includes \$750,000 Assigned Fund Balance for Economic Development.

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VILLAGE OF LA GRANGE  
GENERAL FUND  
FUND BALANCE SUMMARY THROUGH APRIL 30, 2017

			Fund Balance as % of Annual <u>Expenditures</u>
Fund Balance, April 30, 2009		7,686,967	
Revenues	2009-10	11,929,187	
Expenses	2009-10	<u>(12,480,657)</u>	<u>(551,470)</u>
Fund Balance, April 30, 2010		7,135,497	57.17%
Revenues	2010-11	11,733,613	
Expenses	2010-11	<u>(12,131,487)</u>	<u>(397,874)</u>
Fund Balance, April 30, 2011		6,737,623	55.54%
Revenues	2011-12	12,255,932	
Expenses	2011-12	<u>(12,416,117)</u>	<u>(160,185)</u>
<b>Fund Balance, April 30, 2012</b>		6,577,438	52.98%
		<b>CURRENT BUDGET</b>	
Revenues	2012-13	12,401,406	
Expenses	2012-13	<u>(12,532,971)</u>	<u>(131,566)</u>
<b>Fund Balance, April 30, 2013*</b>		6,445,872	51.43%
Revenues	2013-14	12,845,796	
Expenses	2013-14	<u>(12,878,830)</u>	<u>(33,034)</u>
Fund Balance, April 30, 2014*		6,412,839	49.79%
Revenues	2014-15	13,255,946	
Expenses	2014-15	<u>(13,344,736)</u>	<u>(88,789)</u>
Fund Balance, April 30, 2015*		6,324,050	47.39%
Revenues	2015-16	13,655,641	
Expenses	2015-16	<u>(13,784,481)</u>	<u>(128,840)</u>
Fund Balance, April 30, 2016*		6,195,209	44.94%
Revenues	2016-17	14,066,200	
Expenses	2016-17	<u>(14,246,534)</u>	<u>(180,334)</u>
Fund Balance, April 30, 2017*		<u>6,014,876</u>	42.22%

\* Includes \$750,000 Assigned Fund Balance for Economic Development.

6-A.35

VILLAGE OF LA GRANGE  
GENERAL FUND  
FUND BALANCE SUMMARY THROUGH APRIL 30, 2017

			Fund Balance as % of Annual Expenditures
Fund Balance, April 30, 2009		7,686,967	
Revenues	2009-10	11,929,187	
Expenses	2009-10	<u>(12,480,657)</u>	<u>(551,470)</u>
Fund Balance, April 30, 2010		7,135,497	57.17%
Revenues	2010-11	11,733,613	
Expenses	2010-11	<u>(12,131,487)</u>	<u>(397,874)</u>
Fund Balance, April 30, 2011		6,737,623	55.54%
Revenues	2011-12	12,255,932	
Expenses	2011-12	<u>(12,416,117)</u>	<u>(160,185)</u>
<b>Fund Balance, April 30, 2012</b>		<b>6,577,438</b>	<b>52.98%</b>
<b>PROPOSED BUDGET AMENDMENTS</b>			
<b>Revenues</b>	<b>2012-13</b>	<b>12,401,406</b>	
<b>Expenses</b>	<b>2012-13</b>	<u><b>(12,370,970)</b></u>	<u><b>30,435</b></u>
<b>Fund Balance, April 30, 2013*</b>		<b>6,607,873</b>	<b>53.41%</b>
Revenues	2013-14	12,855,796	
Expenses	2013-14	<u>(12,831,830)</u>	<u>23,966</u>
Fund Balance, April 30, 2014*		6,631,840	51.68%
Revenues	2014-15	13,450,946	
Expenses	2014-15	<u>(13,307,736)</u>	<u>143,211</u>
Fund Balance, April 30, 2015*		6,775,051	50.91%
Revenues	2015-16	13,860,641	
Expenses	2015-16	<u>(13,729,481)</u>	<u>131,160</u>
Fund Balance, April 30, 2016*		6,906,210	50.30%
Revenues	2016-17	14,281,200	
Expenses	2016-17	<u>(14,202,534)</u>	<u>78,666</u>
Fund Balance, April 30, 2017*		<u><u>6,984,877</u></u>	49.18%

\* Includes \$750,000 Assigned Fund Balance for Economic Development.

6-A-36

VILLAGE OF LA GRANGE  
GENERAL FUND  
FUND BALANCE SUMMARY THROUGH APRIL 30, 2017

			Fund Balance as % of Annual <u>Expenditures</u>	
Fund Balance, April 30, 2009			7,686,967	
Revenues	2009-10	11,929,187		
Expenses	2009-10	<u>(12,480,657)</u>	<u>(551,470)</u>	
Fund Balance, April 30, 2010			7,135,497	57.17%
Revenues	2010-11	11,733,613		
Expenses	2010-11	<u>(12,131,487)</u>	<u>(397,874)</u>	
Fund Balance, April 30, 2011			6,737,623	55.54%
Revenues	2011-12	12,255,932		
Expenses	2011-12	<u>(12,416,117)</u>	<u>(160,185)</u>	
<b>Fund Balance, April 30, 2012</b>			<b>6,577,438</b>	<b>52.98%</b>
<b>PROPOSED BUDGET AMENDMENTS</b>				
Revenues	2012-13	<b>12,401,406</b>		
Expenses	2012-13	<b><u>(12,370,970)</u></b>	<b><u>30,435</u></b>	
<b>Fund Balance, April 30, 2013*</b>			<b>6,607,873</b>	<b>53.41%</b>
Revenues	2013-14	12,855,796		
Expenses	2013-14	<u>(12,831,830)</u>	<u>23,966</u>	
Fund Balance, April 30, 2014*			6,631,840	51.68%
Revenues	2014-15	13,265,946		
Expenses	2014-15	<u>(13,307,736)</u>	<u>(41,789)</u>	
<b>Fund Balance, April 30, 2015*</b>			<b>6,590,051</b>	<b>49.52%</b>
Revenues	2015-16	13,665,641		
Expenses	2015-16	<u>(13,729,481)</u>	<u>(63,840)</u>	
Fund Balance, April 30, 2016*			6,526,210	47.53%
Revenues	2016-17	14,076,200		
Expenses	2016-17	<u>(14,202,534)</u>	<u>(126,334)</u>	
<b>Fund Balance, April 30, 2017*</b>			<b><u>6,399,877</u></b>	<b>45.06%</b>

\* Includes \$750,000 Assigned Fund Balance for Economic Development.

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