

Village of La Grange



**PUBLIC HEARING
AND
VILLAGE BOARD MEETING**

MONDAY, JULY 9, 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
PUBLIC HEARING AND BOARD OF TRUSTEES REGULAR MEETING

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

AGENDA

Monday, July 9, 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. PUBLIC HEARING – Issuance of General Obligation Alternate Revenue Bonds for Water System Improvements: *Referred to President Asperger*
3. PRESIDENT’S REPORT
 - This is an opportunity for the Village President to report on matters of interest or concern to the Village.*
 - A. Presentation of Refinancing Plan by Financial Consultant for Refunding of 2004 Library Bond Issue
4. PUBLIC COMMENTS REGARDING AGENDA ITEMS
 - This is the opportunity for members of the audience to speak about matters that are included on this Agenda.*
5. 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. Resolution – Initiating the Submission of a Public Question to Authorize the Village to Adopt an “Opt-Out” Program for the Supply of Electricity to Residential and Small Commercial Retail Customers
 - B. For-Profit Solicitation - Comcast
 - C. Minutes of the Village of La Grange Board of Trustees Regular Meeting Monday, June 25, 2012
 - D. Consolidated Voucher 120709

6. CURRENT BUSINESS

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

A. Special Event – La Grange Business Association “West End Art Festival” and “An Evening of Art & Jazz”: *Referred to Trustee Holder*

7. 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.

8. 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.

9. 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.

10. TRUSTEE COMMENTS

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

11. 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.

PUBLIC HEARING

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: July 5, 2012

RE: **PUBLIC HEARING — ISSUANCE OF GENERAL OBLIGATION
ALTERNATE REVENUE BONDS FOR WATER SYSTEM
IMPROVEMENTS**

The FY 2012-13 Water Fund budget includes the implementation of a water meter replacement program to address the ongoing water accountability issue and for infrastructure and technological improvements at the East Avenue water pumping station. The operating budget also reflects the issuance of a general obligation, alternate revenue bond to fund these two projects. The scope, details and funding for the projects were discussed by the Village Board at two workshops held on February 27 and April 2, 2012.

In order to proceed with the issuance of the proposed bonds, the Village Board approved the engagement of Kane, McKenna, Capital, Inc. as financial consultants and Chapman and Cutler LLP as bond counsel at the April 23, 2012 Village Board meeting. In addition, the Village Board approved a 5 percent increase in water rates at the April 23, 2012 meeting to provide funding for the annual principal and interest payments for the bond issue.

At the May 14, 2012 Village board meeting, the Village Board adopted the authorizing ordinance for the issuance of water revenue bonds, or in lieu thereof, general obligation alternate revenue bonds. The authorizing ordinance along with a notice of intent to issue bonds was published in a local newspaper on May 23, 2012.

Pursuant to state statutes, the proposed bond issue is subject to a modified-form of public referendum to be pursued by taxpayers, which is called a “backdoor referendum.” The publication of the authorizing ordinance began a 30-day petition period for the backdoor referendum, which expired on June 22, 2012. The Village Clerk did not receive a petition(s) with the required number of signatures; therefore, the Village is not required to submit the question of the issuance of bonds for voter approval at the next scheduled general election.

In accordance with the Bond Issue Notification Act of the State of Illinois, the next step in the issuance process is for the Village of La Grange to hold a public hearing concerning the Village Board's intent to issue bonds. By order of the Village President, a public hearing is scheduled to convene on Monday, July 9, 2012 at 7:30 p.m. in the La Grange Village Hall Auditorium for purposes of receiving public comment regarding the intent of the Village Board of Trustees to sell general obligation, alternate revenue bonds, in an amount not to exceed \$2.2 million, to pay for the cost the water meter replacement program and infrastructure/technological improvements at the water pumping station (water system improvements). The attached notice of public hearing has been posted and published in accordance with statutory requirements.

After all oral and written comments have been heard, it would be appropriate for the Village Board to adjourn the Public Hearing.

The Village's financial consultant, Phil McKenna, Kane McKenna Capital, Inc, will be in attendance at the July 9, 2012 public hearing to answer any questions or concerns from the public and/or Village Board.

The next steps in the bond issuance process will be for Kane, McKenna to compile a Preliminary Official Statement and Feasibility Report for distribution to the rating agency, underwriters and investors; and for bond counsel to draft the bond ordinance. Final action by the Village Board will be consideration of the bond ordinance at the August, 13, 2012 Village board meeting.

2-1

**NOTICE OF PUBLIC HEARING CONCERNING THE INTENT OF
THE PRESIDENT AND BOARD OF TRUSTEES OF THE
VILLAGE OF LA GRANGE, COOK COUNTY, ILLINOIS
TO SELL NOT TO EXCEED \$2,200,000 GENERAL OBLIGATION BONDS
(WATERWORKS SYSTEM ALTERNATE REVENUE SOURCE)**

PUBLIC NOTICE IS HEREBY GIVEN that the Village of La Grange, Cook County, Illinois (the "*Village*"), will hold a public hearing on the 9th day of July, 2012, at 7:30 o'clock P.M. The hearing will be held in the La Grange Village Hall, 53 S. La Grange Road, La Grange, Illinois. The purpose of the hearing will be to receive public comments on the proposal to sell alternate bonds of the Village in the amount of not to exceed \$2,200,000 to pay the costs of improving the waterworks system, including a water meter replacement project and improvements to the East Avenue pumping station.

By order of the President of the Village of La Grange, Cook County, Illinois.

DATED the 14th day of May, 2012.

Thomas Morsch

Village Clerk,
Village of La Grange, Cook County, Illinois

2.2

PRESIDENT'S REPORT

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: July 5, 2012

RE: **PRESENTATION OF REFINANCING PLAN BY FINANCIAL
CONSULTANT FOR REFUNDING OF 2004 LIBRARY BOND ISSUE**

At the June 11, 2012 board meeting, the Village Board approved the engagement of Speer Financial, Inc. to serve as financial consultant and Chapman & Cutler, LLP to be retained as bond counsel for the refunding of the 2004 Library general obligation 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%. Due to current market rate conditions, a preliminary analysis reflects that by refunding the outstanding bonds, 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 adopt an authorizing 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.

Speer Financial presented a refinancing plan to the La Grange Library Board of Trustees at their June 19, 2012 board meeting. Attached is a letter from Library President, Jane Byczek, notifying the Village Board of the Library Board’s support of the refunding of the 2004 Library Bonds.

The refunding process is similar to refinancing a home mortgage. New bonds (Series 2012) will be sold at a lower interest rate to payoff the outstanding Series 2004 bonds. However, the Series 2004 bonds cannot be paid off until December 1, 2013, which is the first available call date. Therefore, the proceeds from the Series 2012 issue will be held in escrow, invested in US treasury securities, until such time the Series 2004 bonds can be called. Mr. Kevin McCanna from Speer Financial will be in attendance at the July 9, 2012 Village board meeting to present the full refinancing plan to the Village of La Grange Board of Trustees. Preliminary statements for the refunding issue are attached for your review.

3.A

If the Village Board is supportive of the refinancing plan, the next step will be for bond counsel to draft an authorizing ordinance and for Speer Financial to compile a Preliminary Official Statement for distribution to underwriters and investors. Speer Financial will then attend the competitive sale, check the bids and make a recommendation to the Village Board on which bid to accept. It is anticipated that the sale of the bonds will occur on August 27, 2012 at which time the Village Board will be presented with the final interest rates, terms and conditions and the authorizing ordinance.

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.

No further action is required by the Village Board of Trustees at this time.

3.A.1



10 West Cossitt Avenue
La Grange, Illinois 60525
lagrangelibrary.org 708.352.0576

June 19, 2012

Ms. Elizabeth Asperger, President
Village of La Grange
53 South La Grange Road
La Grange, IL 60525

Dear President Asperger,

The Board of Library Trustees of the Village of La Grange, Illinois, has reviewed the documentation provided by Speer Financial regarding the refunding of General Obligation Library Bonds, Series 2004. Given the decrease in interest rates, it seems clear that refunding the Library Bonds will significantly decrease the Library's annual levy, resulting in savings to La Grange taxpayers.

Therefore, in my capacity as President of the La Grange Public Library and at the direction of the Board of Library Trustees, I hereby notify you of the Board's complete support of the purchase of Series 2012 Library Bonds in order to advance refund the Series 2004 Library Bonds.

If you have any questions in this regard or require our assistance in any respect, do not hesitate to contact the Board or the Library Director. As always, we appreciate the support that the Village of La Grange has given to the Library in the past and know that it will continue into the future.

Sincerely,

Jane Byczek
President, Board of Library Trustees

cc: Village Manager

JUN 21 2012



3-A.2

Preliminary

VILLAGE OF LA GRANGE, COOK COUNTY, ILLINOIS

Series 2012 to advance refund

General Obligation Library Bonds, Series 2004

Rates as of May 9, 2012 Adjusted to take Transfer Into Consideration

Sources & Uses

Dated 09/01/2012 | Delivered 09/01/2012

Sources Of Funds

Par Amount of Bonds	\$6,365,000.00
Transfers from Prior Issue Debt Service Funds	45,000.00
Total Sources	\$6,410,000.00

Uses Of Funds

Total Underwriter's Discount (0.800%)	50,920.00
Costs of issuance	50,000.00
Deposit to Net Cash Escrow Fund	6,305,671.73
Rounding Amount	3,408.27
Total Uses	\$6,410,000.00

Series 2012 to advance re | SINGLE PURPOSE | 6/26/2012 | 1:11 PM

3-A.3

Preliminary

VILLAGE OF LA GRANGE, COOK COUNTY, ILLINOIS

Series 2012 to advance refund

General Obligation Library Bonds, Series 2004

Rates as of May 9, 2012 Adjusted to take Transfer Into Consideration

Debt Service Comparison

Date	Total P+I	Existing D/S	Net New D/S	Old Net D/S	Savings
12/01/2012	76,670.00	427,850.00	501,111.73	502,027.50	915.77
12/01/2013	201,320.00	448,275.00	649,595.00	686,630.00	37,035.00
12/01/2014	645,645.00	-	645,645.00	683,355.00	37,710.00
12/01/2015	650,445.00	-	650,445.00	687,780.00	37,335.00
12/01/2016	648,555.00	-	648,555.00	686,040.00	37,485.00
12/01/2017	645,262.50	-	645,262.50	683,280.00	38,017.50
12/01/2018	645,812.50	-	645,812.50	684,470.00	38,657.50
12/01/2019	645,362.50	-	645,362.50	684,385.00	39,022.50
12/01/2020	648,602.50	-	648,602.50	687,985.00	39,382.50
12/01/2021	645,665.00	-	645,665.00	685,025.00	39,360.00
12/01/2022	647,210.00	-	647,210.00	685,665.00	38,455.00
12/01/2023	647,510.00	-	647,510.00	685,255.00	37,745.00
12/01/2024	651,827.50	-	651,827.50	683,165.00	31,337.50
Total	\$7,399,887.50	\$876,125.00	\$8,272,604.23	\$8,725,062.50	\$452,458.27

PV Analysis Summary (Net to Net)

Gross PV Debt Service Savings	431,490.02
Net PV Cashflow Savings @ 2.449%(AIC)	431,490.02
Transfers from Prior Issue Debt Service Fund	(45,000.00)
Contingency or Rounding Amount	3,408.27
Net Present Value Benefit	\$389,898.29
Net PV Benefit / \$5,965,000 Refunded Principal	6.536%
Net PV Benefit / \$6,365,000 Refunding Principal	6.126%

Refunding Bond Information

Refunding Dated Date	9/01/2012
Refunding Delivery Date	9/01/2012

Series 2012 to advance re | SINGLE PURPOSE | 6/26/2012 | 1:11 PM

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Preliminary

VILLAGE OF LA GRANGE, COOK COUNTY, ILLINOIS

Series 2012 to advance refund

General Obligation Library Bonds, Series 2004

Rates as of May 9, 2012 Adjusted to take Transfer Into Consideration

Debt Service Schedule

Date	Principal	Coupon	Interest	Total P+I
12/01/2012	45,000.00	0.800%	31,670.00	76,670.00
12/01/2013	75,000.00	0.900%	126,320.00	201,320.00
12/01/2014	520,000.00	1.000%	125,645.00	645,645.00
12/01/2015	530,000.00	1.300%	120,445.00	650,445.00
12/01/2016	535,000.00	1.550%	113,555.00	648,555.00
12/01/2017	540,000.00	1.750%	105,262.50	645,262.50
12/01/2018	550,000.00	1.900%	95,812.50	645,812.50
12/01/2019	560,000.00	2.100%	85,362.50	645,362.50
12/01/2020	575,000.00	2.250%	73,602.50	648,602.50
12/01/2021	585,000.00	2.300%	60,665.00	645,665.00
12/01/2022	600,000.00	2.450%	47,210.00	647,210.00
12/01/2023	615,000.00	2.550%	32,510.00	647,510.00
12/01/2024	635,000.00	2.650%	16,827.50	651,827.50
Total	\$6,365,000.00	-	\$1,034,887.50	\$7,399,887.50

Yield Statistics

Bond Year Dollars	\$46,606.25
Average Life	7.322 Years
Average Coupon	2.2204908%
Net Interest Cost (NIC)	2.3297465%
True Interest Cost (TIC)	2.3289509%
Bond Yield for Arbitrage Purposes	2.2082477%
All Inclusive Cost (AIC)	2.4487324%

IRS Form 8038

Net Interest Cost	2.2204908%
Weighted Average Maturity	7.322 Years

3-A.5

Preliminary

VILLAGE OF LA GRANGE, COOK COUNTY, ILLINOIS

\$9,320,000 General Obligation Library Bonds, Series 2004

****FINAL****

Debt Service To Maturity And To Call

Date	Refunded Bonds	Refunded Interest	D/S To Call	Principal	Coupon	Interest	Refunded D/S
12/01/2012	-	119,177.50	119,177.50	-	4.250%	119,177.50	119,177.50
12/01/2013	5,965,000.00	238,355.00	6,203,355.00	-	4.250%	238,355.00	238,355.00
12/01/2014	-	-	-	445,000.00	3.500%	238,355.00	683,355.00
12/01/2015	-	-	-	465,000.00	3.600%	222,780.00	687,780.00
12/01/2016	-	-	-	480,000.00	3.700%	206,040.00	686,040.00
12/01/2017	-	-	-	495,000.00	3.800%	188,280.00	683,280.00
12/01/2018	-	-	-	515,000.00	3.900%	169,470.00	684,470.00
12/01/2019	-	-	-	535,000.00	4.000%	149,385.00	684,385.00
12/01/2020	-	-	-	560,000.00	4.100%	127,985.00	687,985.00
12/01/2021	-	-	-	580,000.00	4.200%	105,025.00	685,025.00
12/01/2022	-	-	-	605,000.00	4.200%	80,665.00	685,665.00
12/01/2023	-	-	-	630,000.00	4.300%	55,255.00	685,255.00
12/01/2024	-	-	-	655,000.00	4.300%	28,165.00	683,165.00
Total	\$5,965,000.00	\$357,532.50	\$6,322,532.50	\$5,965,000.00	-	\$1,928,937.50	\$7,893,937.50

Yield Statistics

Base date for Avg. Life & Avg. Coupon Calculation	9/01/2012
Average Life	7.636 Years
Average Coupon	4.2351181%
Weighted Average Maturity (Par Basis)	7.636 Years

Refunding Bond Information

Refunding Dated Date	9/01/2012
Refunding Delivery Date	9/01/2012

3-A.6

Preliminary

VILLAGE OF LA GRANGE, COOK COUNTY, ILLINOIS

Series 2012 to advance refund

General Obligation Library Bonds, Series 2004

Rates as of May 9, 2012 Adjusted to take Transfer Into Consideration

Escrow Fund Cashflow

Date	Principal	Rate	Interest	+Transfers	Receipts	Disbursements	Cash Balance
09/01/2012	-	-	-	-	0.73	-	0.73
12/01/2012	70,830.00	0.080%	3,338.47	45,008.97	119,177.44	119,177.50	0.67
06/01/2013	112,349.00	0.170%	6,828.09	-	119,177.09	119,177.50	0.26
12/01/2013	6,077,492.00	0.220%	6,685.24	-	6,084,177.24	6,084,177.50	-
Total	\$6,260,671.00	-	\$16,851.80	\$45,008.97	\$6,322,532.50	\$6,322,532.50	-

Investment Parameters

Investment Model [PV, GIC, or Securities]	Securities
Default investment yield target	Bond Yield
Cost of Investments Purchased with Fund Transfers	45,000.00
Cash Deposit	0.73
Cost of Investments Purchased with Bond Proceeds	6,260,671.00
Total Cost of Investments	\$6,305,671.73
Target Cost of Investments at bond yield	\$6,110,420.46
Actual positive or (negative) arbitrage	(150,251.27)
Yield to Receipt	0.2188981%
Yield for Arbitrage Purposes	2.2082477%
State and Local Government Series (SLGS) rates for	6/26/2012

3-A.7

Preliminary

VILLAGE OF LA GRANGE, COOK COUNTY, ILLINOIS

Series 2012 to advance refund

General Obligation Library Bonds, Series 2004

Rates as of May 9, 2012 Adjusted to take Transfer Into Consideration

Unrestricted Money Cash Flow

Date	Principal	Rate	Interest	-Transfers	Cash Balance
09/01/2012	-	-	-	-	-
12/01/2012	45,000.00	0.080%	8.97	(45,008.97)	-
Total	\$45,000.00	-	\$8.97	(45,008.97)	-

Composition Of Initial Deposit

Cost of Investments Purchased with Fund Transfers	45,000.00
Total Cost of Investments	\$45,000.00

3-118

Preliminary

VILLAGE OF LA GRANGE, COOK COUNTY, ILLINOIS

\$9,320,000 General Obligation Library Bonds, Series 2004

****FINAL****

Total Refunded Debt Service

Date	Principal	Coupon	Interest	Total P+I
12/01/2012	-	4.250%	119,177.50	119,177.50
12/01/2013	-	4.250%	238,355.00	238,355.00
12/01/2014	445,000.00	3.500%	238,355.00	683,355.00
12/01/2015	465,000.00	3.600%	222,780.00	687,780.00
12/01/2016	480,000.00	3.700%	206,040.00	686,040.00
12/01/2017	495,000.00	3.800%	188,280.00	683,280.00
12/01/2018	515,000.00	3.900%	169,470.00	684,470.00
12/01/2019	535,000.00	4.000%	149,385.00	684,385.00
12/01/2020	560,000.00	4.100%	127,985.00	687,985.00
12/01/2021	580,000.00	4.200%	105,025.00	685,025.00
12/01/2022	605,000.00	4.200%	80,665.00	685,665.00
12/01/2023	630,000.00	4.300%	55,255.00	685,255.00
12/01/2024	655,000.00	4.300%	28,165.00	683,165.00
Total	\$5,965,000.00	-	\$1,928,937.50	\$7,893,937.50

Yield Statistics

Base date for Avg. Life & Avg. Coupon Calculation	9/01/2012
Average Life	7.636 Years
Average Coupon	4.2351181%
Weighted Average Maturity (Par Basis)	7.636 Years

Refunding Bond Information

Refunding Dated Date	9/01/2012
Refunding Delivery Date	9/01/2012

3-A.9

OMNIBUS VOTE

VILLAGE OF LA GRANGE
Administrative Offices

BOARD REPORT

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

FROM: Robert J. Pilipiszyn, Village Manager
Andrianna Peterson, Assistant Village Manager

DATE: July 9, 2012

RE: **RESOLUTION – INITIATING THE SUBMISSION OF A PUBLIC QUESTION TO AUTHORIZE THE VILLAGE TO ADOPT AN “OPT-OUT” PROGRAM FOR THE SUPPLY OF ELECTRICITY TO RESIDENTIAL AND SMALL COMMERCIAL RETAIL CUSTOMERS**

In 2009, the State of Illinois amended the Illinois Power Agency Act with Public Act 96-0176. Termed Community Choice Aggregation (CCA), the amendment deregulates the electric market for residential and small business customers (large industrial and commercial customers already had the authority to seek competitive bids) and provides for the municipal aggregation of electricity. Through the amendment, Com Ed is no longer the only company that supplies electricity in our area, but continues to provide power generated by others through its distribution system.

The legislation contemplates an “opt-out” program in which all eligible residential and small commercial retail customers would be automatically switched to an alternative supplier selected by the Village, unless a customer affirmatively decides not to participate in the program.

In order for the Village to create an “opt-out” municipal aggregation program, a binding referendum must be approved by a majority of the voters. The referendum asks the question of whether the Village shall have the authority to arrange for the supply of electricity for its residential and small commercial retail customers who have not opted out of such a program (or are otherwise ineligible).

A resolution must be adopted by the Village Board by August 20, 2012 and certified to the Cook County Clerk’s Office by August 30, 2012 in order to place the referendum on the ballot for the November 6th general election.

Attached for your consideration is a resolution as generally described above. The resolution has been prepared in consultation with the Village Attorney.

5-A

If the resolution is adopted, the Village will make information about the referendum, process and timeline available to the public.

If the referendum is approved, the following program implementation steps will be required:

1. Adoption of an ordinance authorizing an electrical aggregation program.
2. Draft a Plan of Operation and Governance which explains to customers and potential bidders how the aggregation program will operate, how customers are enrolled in or out of the program, new / outgoing residents, etc.
3. Hold two public hearings to discuss the Plan of Operation and Governance
4. Adopt Plan of Operation and Governance
5. Solicit bids from electricity providers
6. Negotiate and enter into an agreement with selected provider
7. Public information and implementation of program

At the June 25, 2012 meeting, the Village Board discussed and expressed unanimous support to place a public question on the November 6, 2012 ballot authorizing the Village to pursue an electric aggregation program.

Staff recommends that the attached Resolution be approved.

5-A.1

VILLAGE OF LA GRANGE

RESOLUTION 2012 - _____

A RESOLUTION INITIATING THE SUBMISSION
OF A PUBLIC QUESTION TO AUTHORIZE THE VILLAGE
TO ADOPT AN "OPT-OUT" PROGRAM
FOR THE SUPPLY OF ELECTRICITY TO RESIDENTIAL
AND SMALL COMMERCIAL RETAIL CUSTOMERS

WHEREAS, Section 1-92 of the Illinois Power Agency Act, 20 ILCS 3855/1-92 (the "Act"), permits the corporate authorities of the Village, if authorized by referendum, to adopt an ordinance creating a program to allow the Village to solicit bids and enter into service agreements for the sale and purchase of electricity and related services and equipment to residential and small commercial customers in the Village who do not chose to opt-out (the "Program"); and

WHEREAS, pursuant to the requirements of Illinois law, the President and Board of Trustees of the Village of La Grange hereby desire to place on the November 6, 2012, ballot a public question to be considered by the voters in the Village regarding the authorization of the Village to pursue the implementation of the Program;

NOW, THEREFORE, BE IT RESOLVED by the President and Board of Trustees of the Village of La Grange, Cook County and State of Illinois, as follows:

Section 1. Recitals. The foregoing recitals are incorporated into this Resolution as findings of the President and Board of Trustees.

Section 2. Public Question on Program for Aggregation of Electricity. A public question shall be submitted to the voters of the Village of La Grange at the November 6, 2012, general election (or at the next available election permitted by the general election law), as follows:

Shall the Village of La Grange have the authority to arrange for the supply of electricity for its residential and small commercial retail customers who have not opted out of such a program?	Yes _____	No _____
--	--------------	-------------

5-A.2

Section 3. Filing. The Village Clerk is hereby authorized and directed to file this authorizing Resolution and other related matters with the appropriate election officials in accordance with applicable law.

Section 4. Effective Date. This Resolution shall become effective immediately after its passage and approval in the manner provided by law.

PASSED this ____ day of July 2012.

AYES: _____

NAYS: _____

ABSENT: _____

APPROVED this ____ day of July 2012

Elizabeth Asperger, Village President

ATTEST:

Thomas Morsch, Village Clerk

5-A.3

VILLAGE OF LA GRANGE
Administrative Offices

BOARD REPORT

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

FROM: Robert J. Pilipiszyn, Village Manager

DATE: July 9, 2012

RE: **FOR-PROFIT SOLICITATION – COMCAST CABLE**

The Village Code provides that whenever a for-profit organization desires to solicit in the Village of La Grange, their application for a license must be reviewed by the Village Board.

The following for-profit solicitor license application has been submitted by Comcast Cable to solicit television, internet, and voice services in the Village of La Grange and is presented for your consideration:

Comcast Cable
155 West Industrial Drive
Elmhurst, IL 60126

Residential Field Specialist: David Walker
Phone: (630) 470-7015
Use: Services – Television; Internet; and Voice

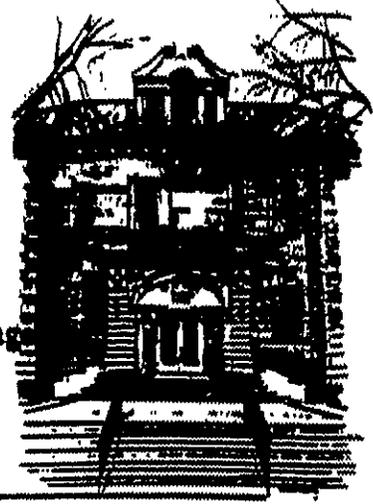
Mr. Walker has provided the Village with three references which after checking have not produced any adverse comments. Solicitation will be door-to-door, for a 15 day period yet to be determined. Additional regulations governing for-profit solicitation, which include a background clearance process, are attached for your reference.

As this applicant has met all of our solicitation permit requirements, we recommend that the above listed for-profit organization be approved to solicit in the Village of La Grange.

5-B

Village of La Grange

RECEIVED
JUN 29 2012



FOR-PROFIT SOLICITOR LICENSE APPLICATION

Please complete the following information in detail and return to the Village Clerk's Office at the address below. PLEASE PRINT OR TYPE.

Name of Business Comcast
 Current Business Address 155 Industrial Drive - Elmhurst, IL 60126
 Business Owner Manager Sean Unverzagt
 Business Phone 630-688-5651 Home Phone _____
 Description of product or services to be solicited Services (TV/HSI / CDV)
 Will solicitors be paid? Yes If so, how? Salary & commission
 Do you have a permit to solicit in another community? Yes
 If yes, where? Westchester & Forest Park

Please provide two references from the municipality where you have previously solicited. Include names and addresses of persons listed.

- N/A
- _____

If no, please provide three references, including names and addresses, from persons who are not related to the applicant or who are not otherwise in any way connected with the business operation of the organization seeking a solicitation permit.

- Andrea Williams 155 Industrial Dr. Elmhurst 60126 630-514-4830
- Sean Unverzagt 155 Industrial Dr. Elmhurst 60126 630-688-5651
- Maria Chaney 155 Industrial Dr. Elmhurst 60126

List the complete names and addresses of those individuals who will be soliciting.

- David Walker - 155 Industrial Dr. - Elmhurst, IL 60126
- _____
- _____

I/we, the undersigned, further state that I/we am/are familiar w of La Grange relating to the business or businesses covered by

David Walker
Residential Field Specialist
Greater Chicago Region



Comcast Cable
155 West Industrial Drive
Elmhurst, IL 60126
Phone: 630.470.7015
Davidr_Walker@cable.comcast.com

Signed [Signature] Signed _____
53 South La Grange Road P.O. Box 668 La Grange, Illinois 60521

5-B.1

FOR ADMINISTRATIVE USE ONLY

Date Application Received June 29, 2012 Comcast Cable

Fee _____ **Receipt No.** _____

Approval _____
Village Manager

License granted by the President and Board of Trustees of the Village of La Grange on
_____, 20 _____.

Village President

5-13.2

Village of La Grange

SOLICITOR/PEDDLER REGULATIONS FOR-PROFIT ORGANIZATIONS



Anyone wishing to solicit/peddle goods or services for profit in residential and/or commercial areas of the Village of La Grange must:

1. Complete an application for a solicitor/peddler license, available at the Village Clerk's Office at the address below.
2. Submit solicitor/peddler fee of \$25; the fee of \$15 per employee or volunteer may be submitted after Village Board approval.
3. Submit a list of the name, address and phone number of each solicitor/peddler.
4. Have the solicitor/peddler license approved by the Village President and Board of Trustees.

Once the solicitor/peddler license has been granted by the Village, the solicitor/peddler must:

1. Submit photographs of the individuals who will be soliciting/peddling in the Village. (Photos can also be taken at the La Grange Police Department, 304 West Burlington Avenue.) Identification cards will be prepared by the Village.
2. Have fingerprints taken at the La Grange Police Department.
3. Register in the registration book provided in the La Grange Police Department.
4. Receive from the La Grange Police Department a list of homes where no soliciting is permitted.

Solicitors/peddlers may only operate in the Village of La Grange as specified below:

1. No solicitation/peddling shall take place on Sundays, nor shall any solicitation/peddling exceed a maximum of 15 days in a 12-month period.
2. Solicitation/peddling shall be permitted only between the hours of 10:00 a.m. to 5:00 p.m. and from 7:00 p.m. to 9:00 p.m. on weekdays and Saturdays.

(over)

5-B:3

Solicitor/Peddler Regulations

Those businesses or persons exempt from this procedure include:

- (1) Any person soliciting for, or selling tickets for, any approved religious, charitable, school, educational, veteran's or governmental organization.
- (2) Fraternal organizations having established local chapters.

However, all organizations are requested to register at the La Grange Police Department prior to soliciting/peddling.

08/02

H:\eelder\Solicitation\RulesForProfit.wpd

5.B.4

MINUTES

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

Monday, June 25, 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 7:33 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 Clerk Morsch to lead the Board and audience in the Pledge of Allegiance.

2. PRESIDENT'S REPORT

President Asperger commented on the positive activity in the Central and West End Business Districts and encouraged residents to continue to support local businesses. President Asperger noted the upcoming Art and Craft Show to be held on July 14 and 15.

Lastly, President Asperger expressed congratulations to graduates at all levels of education and wished them well in their future endeavors.

3. PUBLIC COMMENTS REGARDING AGENDA ITEMS

None

5-C

4. OMNIBUS AGENDA AND VOTE

- A. Award of Contract and Engineering Services Agreement – Poplar Place Drainage Improvement Project

Ordinance (#O-12-20) – Authorizing Acquisition of Permanent Easement for the Poplar Place Drainage Improvement Project

- B. Engineering Services Agreement – Baxter & Woodman, Inc. – Detailed Engineering and Design Services for the Reconstruction of Lot 13

Grant Agreement – Illinois Environmental Protection Agency – Illinois Green Infrastructure Grant Program

- C. Engineering Services Agreement – FY 2013-2014 Neighborhood Street Resurfacing Project

- D. Award of Contract – Leaf Hauling and Disposal

- E. Award of Contract – 2012 50/50 Sidewalk Replacement Program

- F. Ordinance (#O-12-21) – Prevailing Wage Rates for 2012

- G. Minutes of the Village of La Grange Board of Trustees Regular Meeting Monday, June 11, 2012

- H. Consolidated Voucher 120625 – (\$531,370.30)

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

Approved by roll call vote.

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

President Asperger offered congratulations to Public Works Director Ryan Gillingham on his due diligence in obtaining grant funding for the reconstruction of commuter parking Lot 13.

5. CURRENT BUSINESS

- A. Budget Amendments FY 2012-13 (#R-12-08): Referred to Trustee Nowak

Trustee Nowak stated that on April 23, 2012 the Village Board approved a budget for FY 2012-13 with the understanding that a continued budget discussion would

5-C.1

be convened to further examine and reduce operational expenditures. Adding that the continued budget discussion occurred on June 11, 2012, Trustee Nowak indicated that it was the consensus to approve several budget adjustments and expenditure reductions.

The budget adjustments and reductions in expenses were identified as follows: (i) eliminate the residential street sign replacement program; (ii) eliminate annual contributions for administrative vehicles for the Departments of Administration and Community Development and decrease contributions from all other operating departments due to extending the useful life of all other vehicles and equipment by one year, including squad cars from two to three years; (iii) transfer Equipment Replacement Fund reserves allocated for the administrative vehicle back to the General Fund; and (iv) increase Police Department Equipment Maintenance budget due to delayed purchase of squad cars.

Trustee Nowak indicated that the budget adjustments result in a projected surplus of \$32,000 for the General Fund in FY 2012-13 and a surplus of \$25,000 in FY 2013-14.

Trustee Nowak added that Village policy notes that revisions of the annual budget which alter total expenditures of any fund be approved by a two-thirds vote of the Village Board. If the budget adjustments are approved the updated information will be incorporated and the revised budget document will be posted to the Village website; on file at the La Grange Public Library and available at the Village Hall upon request.

Trustee Nowak moved to approve staff recommendations for a resolution amending the FY 2012-13 operating and capital improvements budget, seconded by Trustee Horvath.

Approved by a roll call vote.

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

6. MANAGER'S REPORT

A. Electricity Aggregation

Village Manager Robert Pilipiszyn provided background information regarding requests from the Board to obtain additional information on alternative electricity providers in order to validate placing a referendum question on the November ballot to determine if residents would like the Village to pursue this program.

5-C.2

Mr. Pilipiszyn indicated that Assistant Village Manager Andrianna Peterson has extensively researched electric aggregation options based on experience from other municipalities and requested she provide her findings.

Ms. Peterson indicated that staff researched and contacted other municipalities in order to provide the Board additional information relevant to staff time and consultant fees involved in developing and maintaining an electric aggregation program.

Ms. Peterson noted that the consultant's level of service has a determining factor on the amount of staff time involved. Explaining the implementation of a public information plan in preparation for the referendum process, Ms. Peterson also commented on the bidding process; proposal evaluation; contract award; and public hearing phases that would occur. Once the program is developed, there would be on-going administrative time and expenses to administer the contract; respond to public inquiries; advertise the program; and develop required documentation.

Ms. Peterson added that consultant fees vary widely and are based on the length of contract, number of customers, compensation model and scope of work. Identifying a range of consultant fees, Ms. Peterson explained that all municipalities highly recommend the use of a consultant due to the complexities and variables.

Referencing extensive information provided to the Board in their agenda packet, Ms. Peterson noted that staff is seeking direction on whether or not to pursue an electrical aggregation program the first step being to prepare a resolution calling for a public referendum question to be placed on the November 6, 2012 ballot.

President Asperger thanked Ms. Peterson for her detailed report and opened the floor to the Village Board of Trustees for discussion.

Trustee Holder asked how many municipalities had been contacted and Ms. Peterson responded at least ten in addition to several consultants. Trustee Holder inquired how many municipalities actually implemented the program and Ms. Peterson responded that each municipality contacted did implement the program. Trustee Holder inquired about consultant fees and Ms. Peterson noted that the majority of municipalities opted to include the consultant fee portion to the consumer. Ms. Peterson added that in general most communities were very positive about the program.

Trustee Kuchler asked if the program could be provided without the use of a consultant. Ms. Peterson responded that the bidding process of the highly technical program has numerous variables and it is recommended that a consultant interpret the results.

5-C.3

Trustee Palermo inquired about the fees. Ms. Peterson responded that the term of the contract would affect the consultant fees. Village Attorney Burkland concurred on the benefits of hiring a consultant due to the complexity and variable rates.

Trustee Holder asked if there was a preferred provider and Ms. Peterson responded that geographical areas may determine the vendor. Trustee Holder inquired if there were a national organization and Ms. Peterson responded not to her knowledge.

Trustee Nowak inquired about La Grange residents changing providers. Trustees Horvath and Palermo both indicated that they have changed providers and are in favor of placing a referendum on the November ballot to determine if a majority of residents would prefer that the Village have the authority to arrange for their supplier of electricity.

Trustee Kuchler asked about neighboring community rates. Ms. Peterson noted that after the referendum is approved by the voters, there would be several options for the Board to consider. Village Attorney Burkland concurred that there are numerous options and rates fluctuate, therefore it would be advisable to hire a consultant.

Trustee Nowak inquired about staff involvement and was informed that generally one or two staff members would devote time to the program.

Assuming that the referendum be placed on the ballot, Trustee Palermo asked if the Board could advocate support of the program. Attorney Burkland noted that the Village Board could provide factual information, however, cannot advocate a result.

President Asperger polled the Board for their thoughts on placing a referendum on the November 6, 2012 ballot to support electricity aggregation.

Trustee Nowak is supportive of the referendum, although generally uncomfortable with government negotiating for the private sector.

Trustee Kuchler expressed his gratitude to fellow Trustees who pursued this item for Board discussion and thanked staff for the detailed and informative report. Trustee Kuchler is in favor of placing the matter on the ballot however is hopeful that consultant fees be kept at a minimum.

Trustee Langan is in favor of seeking the voter's opinion and should the voters indicate their approval for the Village to move forward, Trustee Langan feels the need for a qualified consultant.

5-c.4

Trustee Horvath is also in favor of going to referendum and let the residents decide. Everyone has the ability to opt-out and there is value in negotiating as a municipality.

Trustee Palermo noted the importance of saving tax payers money. Critically important is that staff time and consultant fees be kept manageable.

Trustee Holder is supportive of placing the referendum on the November ballot and expressed thanks to Assistant Village Manager Andrianna Peterson for her outstanding report.

President Asperger noted the unanimous support and indicated that a Resolution to place a referendum question on the November ballot would be placed on the agenda for the July 9 Village Board of Trustees regular meeting.

7. PUBLIC COMMENTS REGARDING MATTERS NOT ON AGENDA

None.

8. EXECUTIVE SESSION

A. Closed Session – Matters Related to Collective Bargaining

President Asperger indicated that there would be a motion to adjourn to closed session immediately following this meeting and the Village Board would not reconvene to open session as no formal action would occur.

Trustee Langan moved to adjourn to closed session to discuss matters related to collective bargaining, seconded by Trustee Holder.

Approved by a roll call vote.

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

9. TRUSTEE COMMENTS

Trustee Holder added his appreciation to Public Works Director Ryan Gillingham for negotiating the best rate for the Village's leaf hauling contract.

10. ADJOURNMENT

At 8:25 p.m. the Board adjourned to Closed Session and President Asperger indicated the next regular Village Board meeting would be on July 9, 2012.

5-C.5

Elizabeth M. Asperger, Village President

ATTEST:

Thomas Morsch, Village Clerk

Approved Date:

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5-C.6

VILLAGE OF LA GRANGE

Disbursement Approval by Fund

July 9, 2012

Consolidated Voucher 120709

<u>Fund No.</u>	<u>Fund Name</u>	<u>07/09/12 Voucher</u>	<u>07/06/12 Payroll</u>	<u>Total</u>
01	General	183,764.21	277,687.55	461,451.76
21	Motor Fuel Tax			0.00
22	Foreign Fire Insurance Tax			0.00
24	ETSB	4,039.80		4,039.80
40	Capital Projects	8,661.84		8,661.84
50	Water	35,151.54	39,267.18	74,418.72
51	Parking	3,343.72	24,493.46	27,837.18
60	Equipment Replacement			0.00
70	Police Pension			0.00
75	Firefighters' Pension			0.00
80	Sewer	6,474.45	9,774.30	16,248.75
90	Debt Service			0.00
91	SSA 4A Debt Service			0.00
93	SAA 269			0.00
94	SAA 270			0.00
		<u>241,435.56</u>	<u>351,222.49</u>	<u>592,658.05</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

Trustee

Trustee

Trustee

Trustee

Trustee

5-D

CURRENT BUSINESS

VILLAGE OF LA GRANGE
Community Development Department

BOARD REPORT

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

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

DATE: July 9, 2012

RE: **SPECIAL EVENT -- LA GRANGE BUSINESS ASSOCIATION**
"WEST END ART FESTIVAL" AND "AN EVENING OF ART &
JAZZ"

Attached is a request from Andrea Barnish, Chairman of the La Grange Business Association's West End Art Festival seeking approval to conduct the 17th annual "West End Art Festival". The festival is planned to take place on Saturday, September 15th from 10 am to 5 pm and Sunday September 16th from 10 am to 4 pm. As in the past years, the La Grange Business Association will be working with Erin Melloy of EM Events. Erin Melloy has extensive experience in the art festival business. She is part founder of Naperville's acclaimed Riverwalk Art Festival and currently is the director of shows in Geneva, Orland Park, Oswego and Riverside.

This event would again be held on Burlington Avenue between Brainard and Spring Avenues, as well as in the park area surrounding Stone Avenue train station. La Grange Business Association is in the process of securing permission from the Burlington Northern Railroad to use the park area. It is anticipated that up to 150 artists and exhibitors, as well as a few food vendors, will be at the event.

The La Grange Business Association would like to host the third annual "An Evening of Art and Jazz" event on Friday, September 14th, featuring an artist preview and sale as well as live jazz music from 6 pm to 9 pm.

Village staff has reviewed the request and is supportive of the event subject to the following conditions:

1. that all licenses, permits and insurance coverages be obtained to the satisfaction of the Village; and
2. that the Village maintain final approval of site, security, parking and utility plans; and

6-A

3. that all adjacent affected businesses be contacted well in advance of the event by the sponsors and proof of contact be provided to Village staff; and
4. that all residents on the first block of South Stone and Waiola Avenues are advised of the event, and the closure of Burlington Avenue; and
5. that the administration of the Lyons Township High School North campus be advised of the event and the closure of Burlington Avenue; and
6. that commuters of the Stone Avenue train station be advised of the event and the closure of Burlington Avenue.

With respect to the sale and consumption of alcohol at “*An Evening of Art and Jazz*,” we recommend that:

1. The LGBA use a licensed caterer to sell the alcohol between the hours of 6 pm and 9pm.;
2. Beer and wine only will be sold;
3. Liquor control will be at the point of purchase and closely monitored thereafter by catering staff and LGBA volunteers; and
4. No open alcohol will be permitted to leave the area.

The Village Liquor Commissioner will separately consider a temporary liquor license for the time period of 6:00 p.m. to 9:00 p.m. pursuant to the request in the letter dated June 27, 2012 from Andrea Barnish, Chair of the West End Art Festival.

If you concur with this request, the Village will need to formally approve: (1) the closure of Burlington Avenue, portions of Stone and Waiola Avenues, and (2) waive restrictions for the outdoor display and sale of goods and services in the C-2 Zoning District.

Representatives of the La Grange Business Association will be in attendance at the Board Meeting and will be available to answer any further questions you may have.

We recommend that the Village Board authorize the La Grange Business Association to utilize Burlington Avenue from Waiola Avenue to Brainard Avenue for “*An Evening of Art and Jazz*” on September 14th and the “West End Art Festival” on September 15th and 16th; that restrictions prohibiting outdoor display and sale of goods and services be waived in conjunction with this event; and that all conditions listed above be satisfied.

6-A-1



June 27, 2012

Village of LaGrange
Mr. Pat Benjamin
53 South LaGrange Rd.
LaGrange, IL 60525

Dear Pat,

Once again, plans are being made for the annual West End Art Festival hosted by the LaGrange Business Association. We are proudly celebrating our 17th anniversary and are excited at the opportunity to showcase fine art by artists from across the country. We will be working with EM Events, llc. Erin Melloy has extensive experience in the art festival business. Currently she is director of shows in Geneva, Wheaton, Oswego, Batavia, Northbrook and Chicago. The purpose of this letter is to present our proposal to you and the Board of Trustees to seek formal approval for the event.

The festival will be held Saturday, September 15 from 10 am - 5 pm and Sunday, September 16 from 10 am to 4 pm. The location will be on Burlington Ave. between Brainard and Spring. Artist booths will be set up on Burlington. Artists will supply their own exhibiting materials and will start to set up Friday morning. Artist fees for this year are \$10 to be juried and \$285 booth fee. In addition to great art, patrons will enjoy live music by local bands, food from LaGrange restaurants and art activities for the kids.

We will be hosting the third annual "An Evening of Art and Jazz" event on Friday, September 14, featuring an artist preview and sale as well as live jazz music. Beginning at 6 pm, guests will enjoy appetizers and drinks while enjoying music performed by Marlene Rosenberg. The evening's events are scheduled to conclude by 9 pm. In order to prepare for the evening's events we are requesting street closures to begin at 9 am on Friday.

We are in the process of securing approval from the Burlington Northern to use the park area. We will keep you informed on its progress. Lot 13 will be used for parking as well as existing parking in the immediate area.

Our commitment remains the same to provide the community with a juried fine art exhibition and focus attention on the "west end" area. We look forward to receiving permission from the Board to proceed with plans for the West End Art Festival. If you have any questions or concerns please feel free to contact me. Thank you for your cooperation. It is greatly appreciated.

Sincerely,

Andrea Barnish
Chair
West End Art Festival



6-A-2