

The Rock Island City Council met in Study Session at 5:30 pm in City Council Chambers at Rock Island City Hall. Present were Mayor Dennis E. Pauley presiding, and Aldermen Terry M.A. Brooks I, Jason W. Jones, Joy Murphy and Charles O. Austin III. Also present were City Manager Thomas Thomas, Public Works Director Bob Hawes, Finance Director Cynthia Parchert, Accounting Supervisor Linda Johnson, other City staff, City Attorney Ted Kutsunis and Consultant Craig Rapp from the Center for Governmental Studies at Northwestern Illinois University. Alderman P.J. Foley arrived at 5:37 pm and Alderman Stephen L. Tollenaer arrived at 5:59 pm. Alderman David Conroy was absent.

AUDITOR'S FINANCIAL REPORT PRESENTATION

Finance Director Cynthia Parchert advised that the City's Auditor, Dave Cahill from Eide Bailly will review the financial report and explain various sections of the report to Council. Ms. Parchert pointed out that the Independent Auditor's report is the most important document of the entire report. Ms. Parchert read the third paragraph of the report. It was noted that this report gives an unqualified opinion that the financial statements are presented fairly in all material respects in conformity with all general accounting principles.

Accounting Supervisor Linda Johnson stated that similar to the budget, the audit is a year round process. Ms. Johnson stated that they typically meet with the auditors prior to April to review the schedule and get ideas on the information that the auditors will need.

Mr. Cahill stated that the first part of the report includes an introductory section, which includes the Transmittal Letter written by the Finance Director and City Manager. Mr. Cahill offered that this section of the report also includes the Certificate of Achievement for Excellence in Financial Reporting, which is issued by the Government Finance Officers Association. Mr. Cahill explained that the financial report is broken up into various sections.

Mr. Cahill explained that the financial section of the report begins with the Independent Auditors Report. Mr. Cahill indicated that the Management Discussion and Analysis is the next section of the report. Mr. Cahill added that the analysis contains a condensed format of an explanation of the financial statements. Mr. Cahill offered that the next part of the report contains the financial statements, which includes the Government Wide Financial Analysis and consists of two (2) statements; the Statement of Net Assets and the Statement of Activities. Mr. Cahill stated that the Government Wide Financial Statements are recorded on a full accrual basis; all assets and liabilities of the City are recorded. These are the financial statements that would include all of the capital assets. Mr. Cahill mentioned that the police and fire pension funds were not included in the Government Wide Financial Statements.

Mr. Cahill advised that in the area of the Fund Level Statements, each governmental and enterprise fund is recorded separately. It was noted that governmental funds are presented using a modified basis of accounting and current financial resources management focus in which the capital assets and long term debt are not seen; it is more of a current focus.

Mr. Cahill discussed Financial Statement Notes, Required Supplementary Information, Special Revenue Funds and a variety of other funds. Mr. Cahill also discussed the Statistical section of the report which shows a lot of trends of what has been happening over a ten year period.

Mr. Cahill explained that the final section of the report is the Compliance section. Mr. Cahill pointed out that anytime a municipality spends more than \$500,000.00 dollars in Federal funds in any fiscal year, you have to have a single audit. Mr. Cahill added that this is required to make sure the City is in compliance with those programs. Mr. Cahill discussed the Federal funds that are expended by the City. Mr. Cahill stated that the City spent \$3.65 million dollars of Federal funds compared to \$5.7 million spent last year.

Mr. Cahill further discussed the financial report as it related to the Statement of Net Assets, Capital Assets, Notes Payable, Fund Level Statements and Enterprise Funds.

Mr. Cahill pointed out that a new governmental accounting standard was passed this year regarding pensions. Mr. Cahill indicated that municipalities will be required to include liabilities for the unfunded portion of the pension in their financial statements. Mr. Cahill further discussed this new standard.

Mr. Cahill and Council further discussed the report.

PRESENTATION ON GOAL SETTING

Consultant Craig Rapp reviewed the process and the outcome of the previous Goal Setting session with Council on September 15, 2012. Mr. Rapp advised that Council embarked on a slightly different strategy process this year.

Mr. Rapp indicated that the process started with a quick review of the operating environment (SWOT analysis). Council then identified the strategic challenges, which yielded five strategic priorities. Mr. Rapp pointed out that the change this year included going one step further with the strategic priorities and identifying some key performance indicators, which are successful outcomes with targets around each of the priority items. Mr. Rapp advised that Council concluded the first day of the Goal Setting session with a set of draft strategic initiatives, which are action items/goals to be achieved during the planning periods, which is from 2013 to 2015.

Mr. Rapp advised that on September 26th, City Manager Thomas and department directors met to review the key performance indicators that Council had put together at the Goal Setting session. It was noted that staff took the strategic initiatives and made some suggestions with some detailed action steps.

Mr. Rapp then referred to the document that was distributed to Council and stated that the five strategic priorities that Council identified included; Infrastructure, Financial Stability, Economic Development, Redevelopment and High Quality Service Delivery. Mr. Rapp commented that the key performance indicators are outcomes that are hoped to be achieved along with target dates for accountability purposes. Mr. Rapp further reviewed the draft document.

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Council discussed the key performance indicators as it related to whether or not they were ranked by priority. Mr. Rapp advised that they were not ranked in any certain order; they are outcomes that have equal weight and dates associated with them. Council further discussed the strategic initiatives and key performance indicators as it related to economic development. More discussion followed regarding this draft document as it related to public presentation of the document.

City Manager Thomas stated that staff went through the list and prioritized based on the current work load. Mr. Thomas explained that this is a draft document for Council review and things can be shifted and reprioritized; the strategic initiatives can be changed.

After more discussion, Mr. Rapp stated that Council has a set of key performance indicators that still have a few blanks that need to be filled in. Mr. Rapp stated that once that is done, it will be presented to Council in final form.

Council further discussed the strategic initiatives and key performance indicators as it related to the budget process.

Mayor Pauley advised that this is a totally different system for the Council and one Council member is not here; nothing will be finalized until Alderman Conroy returns. At that time, Council will discuss it and determine how to approach the rest of it.

City Manager Thomas stated that he would like Council's input soon and would like this accomplished in the next several weeks. Mayor Pauley reiterated that the document needs more discussion.

Council also discussed this new process as well as scheduling another meeting to finalize the document. After more discussion, Mayor Pauley advised that Council will decide how to proceed with this in the next two weeks.

ADJOURNMENT

A motion made by Alderman Jones and seconded by Alderman Brooks to adjourn the meeting carried by the following Aye and No vote. Those voting Aye being; Alderman Brooks, Alderman Foley, Alderman Tollenaer, Alderman Jones, Alderwoman Murphy and Alderman Austin; those voting No, none. The meeting was adjourned at 6:38 pm.

Aleisha L. Patchin, City Clerk

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Rock Island City Council met in regular session at 6:45 pm in Council Chambers of Rock Island City Hall. Present were Mayor Dennis E. Pauley presiding, and Aldermen Terry M.A. Brooks I, P.J. Foley, Stephen L. Tollenaer, Jason W. Jones, Joy Murphy and Charles O. Austin III. Also present were City Manager Thomas Thomas and City Attorney Ted Kutsunis. Alderman David Conroy was absent.

Introductory Proceedings

Mayor Pauley called the meeting to order and led in the Pledge of Allegiance. Alderman Austin gave the Invocation.

Agenda Item #5

Minutes of the meeting of October 8, 2012.

A motion was made by Alderman Foley and seconded by Alderman Austin to approve the minutes of the meeting of October 8, 2012 as printed. The motion carried by the following Aye and No vote; those voting Aye being; Alderman Brooks, Alderman Foley, Alderman Tollenaer, Alderman Jones, Alderwoman Murphy and Alderman Austin; those voting No, none.

Agenda Item #6

Update Rock Island by Mayor Pauley.

Mayor Pauley advised that young girls in costume and their dolls are invited to an American Girl Halloween Party at Hauberg Civic Center on October 20th from 10:00 am to 11:30 am. The Mayor added that activities include trick or treating, pumpkin decorating and more. It was noted that the cost is \$25.00 per child and it includes a doll Halloween costume. Register at (309) 732-7275.

Mayor Pauley stated that the Rock Island Public Library Foundation will offer book-loving guests a tasty way to eat, drink and support their library with the 8th annual Food for Thought event from 5:00 pm to 7:30 pm on Thursday, November 8th at the Rock Island Main Library at 401 19th Street. Mayor Pauley advised that the one-night only event transforms the historic library into a spot for dining, socializing and bidding on books signed by best-selling authors. It was noted that the Main Library is open to Food for Thought guests only that night, with admission payable at the door by cash, check or credit. Mayor Pauley stated that a new feature this year is preferred admission to reward those who RSVP. The Mayor added that admission with an RSVP is \$30.00 for one person or \$50.00 for two. It was noted that without an RSVP, admission is \$35.00 at the door per person. To RSVP, please call Foundation secretary Amy Penry at (309)732-7302 by October 31st.

Mayor Pauley advised that several citizens have recently contacted the City of Rock Island to inquire about a company promoting water service line coverage. The Mayor added that the City has offered a Water Service Repair Program and Sewer Lateral Repair Program for several years. Mayor Pauley indicated that citizens have expressed concern because the mailing from HomeServe states "A recent review of our service area indicates that your home at... is not covered by Water Service Line Coverage from HomeServe." Mayor Pauley advised that if

citizens want to inquire whether or not they are subscribed to the City's programs, they can contact the Public Works Department at (309) 732-2200. It was noted that applications for both programs and more information are available at www.rigov.org or at (309) 732-2200.

Mayor Pauley stated that Augustana College's John Deere Planetarium will be open to the public on Saturday night, October 20th for the annual Fall Open House. Mayor Pauley commented that the planetarium, located at 820 38th Street, will be open from 7:00 pm until 8:30 pm, with indoor and outdoor programs led by planetarium Director Dr. Lee Carkner. Admission is free.

Agenda Item #7

A Special Ordinance granting a Special Use Permit to Friendship Manor Properties, LLC at 1202 19 ½ Avenue.

Alderman Foley moved and Alderman Jones seconded to consider, suspend the rules and pass the ordinance. The motion carried by the following Aye and No vote; those voting Aye being; Alderman Brooks, Alderman Foley, Alderman Tollenaer, Alderman Jones, Alderwoman Murphy and Alderman Austin; those voting No, none.

Agenda Item #8

A Special Ordinance amending Chapter 16, Article II, Section 16.36 (b) of the Code of Ordinances regarding Bills and Collection Policies.

It was moved by Alderman Austin and seconded by Alderman Tollenaer to consider, suspend the rules and pass the ordinance. The motion carried by the following Aye and No vote; those voting Aye being; Alderman Brooks, Alderman Foley, Alderman Tollenaer, Alderman Jones, Alderwoman Murphy and Alderman Austin; those voting No, none.

Agenda Item #9

A Special Ordinance amending Chapter 16, Article II, Section 16.44 of the Code of Ordinances regarding Water Lien for Unpaid Water Fees.

Alderman Austin moved and Alderman Foley seconded to consider, suspend the rules and pass the ordinance. The motion carried by the following Aye and No vote; those voting Aye being; Alderman Brooks, Alderman Foley, Alderman Tollenaer, Alderman Jones, Alderwoman Murphy and Alderman Austin; those voting No, none.

Agenda Item #10

CLAIMS

It was moved by Alderman Austin and seconded by Alderwoman Murphy to accept the following reports and authorize payments as recommended. The motion carried by the following Aye and No vote; those voting Aye being; Alderman Brooks, Alderman Foley, Alderman Tollenaer, Alderman Jones, Alderwoman Murphy and Alderman Austin; those voting No, none.

- a. Report from the Information Technology Department regarding payment in the amount of \$15,150.00 to ESRI, Inc. for the annual GIS software maintenance.
- b. Report from the Public Works Department regarding payment #3 in the amount of \$147,342.35 to Valley Construction for services provided for the 24th Street Resurfacing: 5th Avenue to 9th Avenue project. (219)

Agenda Item #11

Claims for the week of October 5 through October 11 in the amount of \$2,251,586.37.

Alderman Tollenaer moved and Alderman Foley seconded to allow the claims. The motion carried by the following Aye and No vote; those voting Aye being; Alderman Brooks, Alderman Foley, Alderman Tollenaer, Alderman Jones, Alderwoman Murphy and Alderman Austin; those voting No, none.

Agenda Item #12

Report from the Public Works Department regarding bids for the 11th Street Sidewalk Reconstruction: 25th Avenue to 42nd Avenue project, recommending the bid be awarded to Valley Construction Company in the amount of \$498,880.84.

Alderman Tollenaer moved and Alderman Foley seconded to award the bid as recommended and authorize the City Manager to execute the contract documents. The motion carried by the following Aye and No vote; those voting Aye being; Alderman Brooks, Alderman Foley, Alderman Tollenaer, Alderman Jones, Alderwoman Murphy and Alderman Austin; those voting No, none.

Agenda Item #13

Report from the Police Department regarding a one year contract with Rock Island/Milan School District 41 for a Police Liaison Detective at Rock Island High School for the 2012/2013 school year.

It was moved by Alderman Jones and seconded by Alderwoman Murphy to approve the contract as recommended and authorize the City Manager to execute the contract documents. The motion carried by the following Aye and No vote; those voting Aye being; Alderman Brooks, Alderman Foley, Alderman Tollenaer, Alderman Jones, Alderwoman Murphy and Alderman Austin; those voting No, none.

Agenda Item #14

Report from the Police Department regarding a one year contract with Rock Island/Milan School District 41 for the services of a School Resource Officer for the 2012/2013 school year.

Alderman Foley moved and Alderman Austin seconded to approve the contract as recommended and authorize the City Manager to execute the contract documents. The motion carried by the following Aye and No vote; those voting Aye being; Alderman Brooks, Alderman Foley,

Alderman Tollenaer, Alderman Jones, Alderwoman Murphy and Alderman Austin; those voting No, none.

Agenda Item #15

Report from the Police Department regarding a Uniform contract with Ray O'Herron Company, Inc. for leather goods and accessories, recommending a one year renewal expiring December 31, 2013 at the prices quoted in the existing contract.

It was moved by Alderwoman Murphy and seconded by Alderman Austin to approve the contract as recommended and authorize the City Manager to execute the contract documents.

Discussion followed with Alderwoman Murphy inquiring upon Police Chief Scott Harris to explain why it is a one year renewal rather than redoing a new bid.

Police Chief Harris advised that the actual contract was bid out two years ago. Chief Harris added that the initial contract called for a one year contract with two one year extensions. Chief Harris stated that this is the last extension period and the contract expires in December of 2013; at that time, the contract will go out for bids.

After discussion, the motion carried by the following Aye and No vote; those voting Aye being; Alderman Brooks, Alderman Foley, Alderman Tollenaer, Alderman Jones, Alderwoman Murphy and Alderman Austin; those voting No, none.

Agenda Item #16

Report from the Police Department regarding a Uniform contract with Uniform Den, Inc. for uniform pants and shirts, uniform outerwear and accessories and badges and bars, recommending a one year renewal expiring December 31, 2013 and to include a 3.0% increase based upon the current police uniform contract.

Alderman Jones moved and Alderman Austin seconded to approve the contract as recommended, approve the 3.0% increase and authorize the City Manager to execute the contract documents. The motion carried by the following Aye and No vote; those voting Aye being; Alderman Brooks, Alderman Foley, Alderman Tollenaer, Alderman Jones, Alderwoman Murphy and Alderman Austin; those voting No, none.

Agenda Item #17

Report from the Community and Economic Development Department regarding an amendment to the development agreement with Catherine and Dr. John Viren for the Schriver House at 1029 3rd Avenue, recommending a 26 month suspension of the \$600.00 per month loan repayment.

It was moved by Alderman Austin and seconded by Alderman Foley to approve the amendment to the development agreement as recommended, subject to property inspection for code compliance and authorize the City Manager to execute the contract documents. The motion carried by the following Aye and No vote; those voting Aye being; Alderman Brooks, Alderman

Foley, Alderman Tollenaer, Alderman Jones and Alderman Austin; those voting No, none. Alderwoman Murphy abstained.

Agenda Item #18

Report from the Finance Department regarding an adjustment to the Fiscal Year 2013 Budget, recommending increasing the Sunset Marina Fund in the amount of \$7,000.00.

Alderwoman Murphy moved and Alderman Foley seconded to approve the adjustment as recommended. The motion carried by the following Aye and No vote; those voting Aye being; Alderman Brooks, Alderman Foley, Alderman Tollenaer, Alderman Jones, Alderwoman Murphy and Alderman Austin; those voting No, none.

Agenda Item #19

Report from the Community and Economic Development Department regarding the Citizen's Advisory Committee recommendations for Fiscal Year 2013-2014 Community Development Block Grant (CDBG) and Gaming Fund allocations.

It was moved by Alderman Foley and seconded by Alderman Jones to approve the allocations as recommended.

Discussion followed with Alderman Jones inquiring as to when the plan for Gaming dollar percentages would be looked at.

City Manager Thomas advised that he has not had the opportunity to get to that item yet. City Manager Thomas added that it would be put on the schedule for a study session item.

After discussion, the motion carried by the following Aye and No vote; those voting Aye being; Alderman Brooks, Alderman Foley, Alderman Tollenaer, Alderman Jones, Alderwoman Murphy and Alderman Austin; those voting No, none.

Agenda Item #20

Report from the Traffic Engineering Committee regarding a neighborhood petition for installing residential parking (Type A) on 29th Street between 7th and 9th Avenues.

Note: Agenda Item #20 was deferred from the October 1, 2012 Council meeting.

A motion remained on the floor - Alderman Conroy had moved and Alderman Brooks had seconded to approve Type A residential parking on 29th Street between 7th and 9th Avenues and refer to the City Attorney for an ordinance.

Alderman Tollenaer stated that it is a City street and he drove down that street several times during the day this week and parking on the street is not an issue; staff recommended against it. Alderman Tollenaer stated that it is a City street and anyone should be able to park there.

Alderman Jones advised that on Saturday, he drove down that street and it was packed with cars. Alderman Jones added that the reason for staff's recommendation to deny was due to the

percentage of homes that supported that parking. Alderman Jones stated that he was in favor of approving Type A parking.

Ms. Sandra Ortiz of 816 29th Street stepped forward. Ms. Ortiz stated that she has lived in the neighborhood for years and in the last two or three years, she has seen the neighborhood go to Augustana College students. Ms. Ortiz commented that she has two parking spaces in back of her house, but she would have to walk down an alley to get to her front door. Ms. Ortiz added that if she has to walk a block to get to her house, she would not be happy. Ms. Ortiz stated that she would like to park in front of her house. Ms. Ortiz further discussed the parking issue.

Ms. Pam Schaer of 813 29th Street stepped forward. Ms. Schaer stated that during the day, Augustana students are in school and parking at that time is not a problem. Ms. Schaer stated that she did not have a problem with the people that live on the street wanting to park on the street. Ms. Schaer advised that the problem is all of the college students having parties; they just don't have one person coming with a car, they have six to 20 people coming to these parties with cars, and they are taking all of the resident's spaces to park. Ms. Schaer further discussed this issue.

Alderman Foley inquired as to whether the homes in this area are owned by Augustana College.

Mr. Martin Pizano of 2811 W. 7th Street Davenport, IA and Ms. Guadalupe Pizano of 2848 8th Avenue, Rock Island, IL stepped forward. Mr. Pizano stated that the majority of the homes are owned by private owners.

Council further discussed this issue.

Mr. Pizano stated that the people that live in these residences on that street should have the right to park in front of their homes.

Alderwoman Murphy advised that parking is a problem at night when there are parties. Alderwoman Murphy stated that either the zoning or inspections ordinance does not require landlords to have adequate parking for their renters. Alderwoman Murphy added that they are just asking that the people that live on the street can be able to park on the street.

Mayor Pauley inquired upon Public Works Director Bob Hawes to explain the restrictions for Type A parking.

Mr. Hawes advised that Type A allows a person to park on their side of the street adjacent to their property. Mr. Hawes added that renters can park there; they have to show proof of residence and their car.

Mayor Pauley inquired as to whether they will get a sticker of some type.

Mr. Hawes stated that they will get a sticker for every car and two visitor permits per housing unit, per year.

Public Works Director Bob Hawes advised that Type B parking is more common and it allows anyone in the district to park anywhere in the district.

Council further discussed this issue as it related to Type A and Type B parking, parking passes and permit fees.

Mayor Pauley stated that Alderman Conroy made the motion, and without Alderman Conroy being here, the motion cannot be altered.

After more discussion, the motion carried with five (5) Aldermen voting Aye and one (1) Alderman voting No.

Agenda Item #21

Report from the Mayor regarding an appointment and reappointments to Neighborhood Partners.

It was moved by Alderman Austin and seconded by Alderman Foley to approve the appointment and reappointments as recommended. The motion carried by the following Aye and No vote; those voting Aye being; Alderman Brooks, Alderman Foley, Alderman Tollenaer, Alderman Jones, Alderwoman Murphy and Alderman Austin; those voting No, none.

Alderwoman Murphy was reappointed to Neighborhood Partners for a three year term to expire in February 2015.

Nancy Hanna, Rev. Drew Nagle and Chuck Wilt were reappointed (City At Large members) to Neighborhood Partners for three year terms to expire in February 2015.

Ed Hanna was appointed (City At Large member) to Neighborhood Partners for a three year term expiring in February 2015.

Agenda Item #22

Other Business

No one signed up to address Council to speak on a topic.

Alderman Austin inquired upon City Attorney Ted Kutsunis to clarify the two ordinances that were just passed in regards to utility billing.

City Attorney Kutsunis advised that the first ordinance that was passed, which is Sec. 16.36 is codifying what the State laws are as far as liens on what the City can and cannot do to a bonafide purchaser or third party purchaser if a lien has been filed or if a lien has not been filed. City Attorney Kutsunis advised that Sec. 16.44 is a codification as to when water service can be turned off for non-payment of bills.

Alderwoman Murphy discussed Agenda Item #20 as it related to parking and Augustana College students and their parties. Alderwoman Murphy encouraged every citizen that lives in the

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Augustana area to call the police every time if there are parties and the students leave kegs, furniture, etc., outside on the lawns or if they block the sidewalk or driveway. Alderwoman Murphy stated that by calling the police every time an incident occurs is how the problem will be fixed. Alderwoman Murphy further discussed this issue.

Alderwoman Murphy encouraged everyone to Shop Rock Island. Alderwoman Murphy stated that Comedy Sportz is a great venue for families. Alderwoman Murphy added that they have great performances on Friday and Saturday nights starting at 7:00 pm. Alderwoman Murphy stated that Comedy Sportz is located at 220 19th Street in Rock Island at the Establishment Theatre. Alderwoman Murphy encouraged everyone to shop local.

Agenda Item #23

Executive Session on Personnel and Property Acquisition.

A motion was made by Alderwoman Murphy and seconded by Alderman Jones at 7:24 pm to recess to Executive Session on matters of Personnel and Property Acquisition. The motion carried on a roll call vote. Those voting Aye being; Alderman Brooks, Alderman Foley, Alderman Tollenaer, Alderman Jones, Alderwoman Murphy and Alderman Austin; those voting No, none. Alderman Conroy was absent.

Agenda Item #24

Recess

Mayor Pauley reconvened the regular meeting at 7:35 pm. A motion was made by Alderman Jones and seconded by Alderwoman Murphy to recess to Monday, October 22, 2012 at 5:30 pm. The motion carried by the following Aye and No vote: those voting Aye being; Alderman Brooks, Alderman Foley, Alderman Tollenaer, Alderman Jones, Alderwoman Murphy and Alderman Austin; those voting No, none.

The meeting was recessed at 7:36 pm.

Aleisha L. Patchin, City Clerk