

To: Honorable President and Board of Trustees

From: William T. Lichter, Village Manager

Date: March 20, 2007

Subject: Proposed FY 2008-FY 2017 Capital Improvement Program

Attached is the proposed Capital Improvement Program for Fiscal Year 2008-Fiscal Year 2017. The ten year FY 2008-FY 2017 Capital Improvement Program is proposed at \$142,916,970. A total of \$17,853,870 in local and non-local funds is projected to be spent for capital improvements in the upcoming fiscal year, excluding payments for debt service. Included in the proposed expenditures for FY 2007-2008 are \$1,413,590 for facility maintenance and improvements, \$11,448,550 for street maintenance, construction and related underground improvements, \$205,000 for sidewalk improvements, \$1,000,000 for Traffic Signal & Street Lighting Improvements, \$107,000 for Bikeway & Pedestrian Path Improvements, \$70,000 for Parking Lot Improvements, \$85,000 for Right of Way Maintenance and Beautification, \$700,000 for sewer/stormwater control improvements not already included with a street project, and \$2,824,730 for water system improvements not already included with a street project.

The following assumptions have been built into the Capital Improvement Program as a result of voter approval of the 1% non-home rule sales tax on March 21, 2006:

1. Per State law, non-home rule sales tax will only be used for infrastructure improvements and may not be used for building construction or repair.
2. Non-home rule sales tax has been included as one of the revenue sources in the Capital Improvement Program to fund street, water, and sewer improvements.
3. Revenue from the capital portion of the water and sewer rate will not change during the ten year period of the Capital Improvement Program. This reflects the Village's commitment to freeze the capital portion of the water and sewer rate at \$1.33 per 1,000 gallons for 10 years.
4. Since non-home rule sales tax revenue cannot be used for construction or repair of buildings, it is proposed that utility/telecommunications tax be used to fund certain building maintenance projects that have been deferred in the past. Those projects are shown in the Capital Improvement Program Project Summary.

In addition to non-home rule sales tax, other revenue sources used to finance capital improvements include the 5% utility/telecommunications tax, Motor Fuel Tax, the Public Benefit property tax levy, commuter parking revenue, and tax increment financing funds.

The cost associated with the FY 2008-FY 2017 Capital Improvement Program and its relationship to the annual operating budget is constantly reviewed. Although the Capital Improvement Program is a document separate from the annual operating budget document, the inter-relationship is important and direct. However, only the first year of the Capital Improvement Program is actually adopted as part of the annual budget.

What follows are several of the projects scheduled for FY 2007-2008.

FACILITY MAINTENANCE & IMPROVEMENTS

- ❖ A backlog of building maintenance projects has built up over the past several years due to a lack of funding. To begin to address the deferred maintenance, \$1,413,590 is included in FY 2007-2008 for work on various Village facilities as indicated in the Project Summary. This includes \$378,790 for site improvements, \$127,000 for the Village Hall, \$177,000 for the Public Works facilities, \$80,000 for the fleet maintenance garage, \$10,000 for Fire Station 1, \$40,800 for Fire Station 2, and \$470,000 for the Police Station. Also included is \$80,000 for preparation of a Facilities Master Plan.

STREET CONSTRUCTION AND IMPROVEMENTS

- ❖ Asphalt/Concrete street maintenance projects.
- ❖ Improvements to Main Street from Roosevelt to Wilson including street resurfacing, additional turn lanes, and watermain improvements.
- ❖ New curb replacement program.
- ❖ Reconstruction and resurfacing of Westmore-Meyers from Roosevelt to St. Charles.
- ❖ Resurfacing of North Broadway from Westmore to Addison.
- ❖ Resurfacing of Wilson from Finley to Highmoor.
- ❖ Engineering for improvements in the Olde Towne East Area (Grove, Charlotte, Garfield, Martha, Windsor, Craig).
- ❖ Construction of new sanitary sewer and realignment of private sanitary sewer connections as the second phase of a multi-year reconstruction project in northeast Lombard.

SIDEWALK IMPROVEMENTS

- ❖ General sidewalk rehabilitation and trip hazard replacement programs.

TRAFFIC SIGNAL & STREET LIGHTING IMPROVEMENTS

- ❖ First year of the multi-year Comprehensive Street Lighting Program.

BIKEWAY AND PEDESTRIAN PATH IMPROVEMENTS

- ❖ Engineering for the Great Western Trail Bridge.

PARKING LOT IMPROVEMENTS

- ❖ West Parkside retaining wall repair

RIGHT OF WAY MAINTENANCE & BEAUTIFICATION

- ❖ Right of way beautification program.
- ❖ East St. Charles Road retaining wall & landscaping.

SEWER SYSTEM/STORMWATER CONTROL IMPROVEMENTS

- ❖ Stormwater/Combined sewer model.
- ❖ Sewer stub lining program.
- ❖ Underground structure maintenance program.
- ❖ Overhead sewer grant program.
- ❖ Sanitary sewer lining program.
- ❖ Large sewer flushing program.
- ❖ Catch basin cleaning program.
- ❖ Clear water disconnect grant program.
- ❖ Backyard flooding prevention program.

WATER SYSTEM IMPROVEMENTS

- ❖ South booster station construction project.
- ❖ Well 8 pump and motor rehabilitation.
- ❖ General water system maintenance and improvements.

Approval of the proposed FY 2008-FY 2017 Capital Improvement Program is requested.