



Agenda Memo

Crest Hill, IL

Meeting Date:	August 7, 2023
Submitter:	Ronald J Wiedeman
Department:	Engineering
Agenda Item:	Water and Sewer Utility Financial Plan Update

Summary: Attached is a proposal from Burns & McDonnell to update the city's financial plan for water and sewer utilities. About a year ago when the new water and sewer rates were being discussed and approved staff had informed council that from time to time the current financial plan would need to be updated to included new design and construction cost estimates provided by Grand Prairie Water Commission and the latest review of the city's utility revenues, operating expenses, debt payments, balances and capital expenditures for 2022 and estimated for 2023. This update will provide the city a better idea at the start of the FY2024 fund year where the city stands based on its current utility rate structure and how this rate structure will cover expected expenses in the future for the construction of the new Lake Michigan water supply line and future operating expenses, debt payments and capital expenditures.

This update will provide the city a technical memorandum summarizing the finding and these findings will be presented to the Council at a future workshop meeting.

The schedule is to have this work completed and presented to the Council in October of this year.

Recommended Council Action: To execute a professional services agreement with Burns & McDonnell to perform financial engineering services to update the City's financial plan for water and sewer utility for an amount of \$16,768.00.

Financial Impact:

Funding Source: Water (07-06-5330)

Budgeted Amount: \$32,500

Cost Approved to Date: 16,768.00

Attachments:

2023 Crest Hill Fin Plan Update Proposal 6.28.2023