



COUNCIL ACTION SUMMARY SHEET

MEETING DATE: April 13, 2026

TOPIC Final Recommendations from CIP Alternative Funding Study Ad Hoc Committee

BACKGROUND BRIEF:

Council is scheduled to consider accepting and approving the final recommendations from the Council's CIP Alternative Funding Study Ad Hoc Committee. The Committee has completed its work and has made the following recommendations:

- To switch from quarterly to monthly water and sewer utility billing starting billing for fiscal year 2026-2027, starting monthly billing in the month of August for the July's billing
- To have the DDA provide an attorney-authored opinion to the Village Manager within 14 days supporting the previous memorandum of its Director regarding the ability to use 75/25 funds without a TIF Plan amendment
- To implement the proposal presented by the Village Manager dated March 31, 2026, which includes utilizing \$960,000 from the water and sewer fund reserves and \$1.75 million in grant reimbursement, with the corresponding anticipated water and sewer rate adjustments outlined in the memo and a recommended bond issuance of \$8,126,000

SUMMARY OF PREVIOUS COUNCIL ACTION:

03/09/2026 – Council formed a subcommittee consisting of three council members, the Village Manager, the Clerk/Treasurer, other members of the village staff (at the Manager's recommendation), and a representative from the DDA (at the recommendation of the DDA Board) to investigate alternative funding sources for the completion of Phases 2 and 3 of the sewer pump station project. Areas to investigate to include (but not limited to) budget reductions, revenue generation, leveraging village investments, and DDA funding. The goal of the subcommittee is to identify recommendations sufficient to complete Phases 2 and 3 of the sewer pump station project without further increases in the village water/sewer rates. Target timing for the subcommittee to complete their work and report back to the full council at the April 27, 2026 regular council meeting.

FINANCIAL IMPACT:

If the Council approves the recommendations of the Committee, the Village will utilize \$960,000 in Water and Sewer Fund reserves and the \$1.75 million grant reimbursement from the Phase I sanitary

sewer pump station improvements project and issue an estimated \$8,126,000 in revenue bonds to complete the estimated \$10,835,922 Phases II and III pump stations project.

RECOMMENDED MOTION:

#1 – To authorize Village Administration to transition from quarterly water and sewer utility billings to monthly billings for all customers, with the first monthly bill to go out in August for the July 2026 utility bill.

#2 – To authorize Village Administration to utilize \$960,000 from Water and Sewer Fund reserves and the \$1.75 million grant reimbursement proceeds from the Phase I sanitary sewer pump stations improvement project, and to plan and prepare for a revenue bond issuance in the estimated amount of \$8,126,000, to fund the estimated \$10,835,922 in Phases II and III sanitary sewer pump stations improvements.