



6550 N. High Street
Worthington, Ohio 43085

T: 614-436-3100

Worthington City Council Agenda

Louis J.R. Goorey Municipal Building
John P. Coleman Council Chamber

Monday April 08, 2019 ~ 7:30 PM

CITY COUNCIL MEMBERS

Bonnie D. Michael
President

Scott Myers
President Pro-Tem

Rachael Dorothy
Council Member

Douglas Foust
Council Member

Beth Kowalczyk
Council Member

David Robinson
Council Member

Douglas Smith
Council Member

CITY STAFF MEMBERS

Matthew Greeson
City Manager

D. Kay Thress
Clerk of Council

1. Call To Order

2. Roll Call

3. Pledge of Allegiance

4. New Legislation to Be Introduced

4.A. **Resolution No. 18-2019** Electric Supplier Options for the City's Electric Aggregation Program

To Authorize the City Manager to Enter into an Agreement for the Provision of Competitive Retail Electric Aggregation Services and Electric Power Supply for Eligible Customers Within the City of Worthington.

Executive Summary: Energy Alliance, the City's Electric Aggregation consultant, will present electric supplier options for review, selection and approval

Recommendation: Insert preferred supplier name and approve resolution

5. Reports of City Officials

5.A. Discussion Item(s)

5.A.I. Kenyonbrook Sewer Replacement Presentation

Executive Summary: Service and Engineering staff, along with design engineers from EMH&T will present the options that have been evaluated for new sanitary sewers to be installed along the Kenyonbrook corridor.

5.A.II. 911 Call Answering and Public Safety Dispatching Services

Executive Summary: City staff will present an analysis of the City's 911 call answering and public safety dispatching services.

5.B. Policy Item(s)

5.B.I. Financial Report - March 2019

Executive Summary: The Financial Report for the month of March is attached.

Recommendation: Motion to Accept as Presented

6. Reports of Council Members

7. Other

8. Executive Session

9. Adjournment



STAFF MEMORANDUM
City Council Meeting – April 8, 2019

Date: April 4, 2019

To: Worthington City Council

From: Matt Greeson
City Manager

Subject: **Resolution No. 18-2019 - Supplier of services and electric supply for the City's Electric Aggregation Program**

EXECUTIVE SUMMARY

Energy Alliance's, the City's electric aggregation consultant, will present electric supplier options for the City Council review and approval.

RECOMMENDATION

Insert preferred supplier and motion to approve resolution.

BACKGROUND/DESCRIPTION

On November 6, 2018, the voters of Worthington approved a ballot issue authorizing the City to create an electric aggregation program. The City subsequently submitted the requisite information to the Public Utilities Commission of Ohio (PUCO) and was granted a certificate to provide governmental aggregation services.

The City's consultant, Energy Alliances, next sought proposals for electric aggregation services and energy supply. They sought proposals that address the cost of energy, the cost of renewable energy/investments and how suppliers would address customers entering and exiting the program, on budget billing or taking advantage of net metering. Energy Alliances reviewed six proposals and recommended two as being most responsive and responsible. Those proposals are from AEP Energy and Dynegy.

There are differences in the proposals. As a result, Energy Alliances has framed three options for the City Council to consider. They are outlined in the attached information. It is recommended that the City Council select the option that it believes is best and amend the enclosed resolution to insert the name of the preferred supplier.

ATTACHMENTS

Resolution No. 18-2019

Information from Energy Alliances

RESOLUTION NO. 18-2019

To Authorize the City Manager to Enter into an Agreement for the Provision of Competitive Retail Electric Aggregation Services and Electric Power Supply for Eligible Customers Within the City of Worthington.

WHEREAS, Ohio Revised Code § 4928.20 permits a municipality to aggregate customers within their jurisdiction for the purpose of negotiating for competitive retail electric supply at favorable rates and conditions; and,

WHEREAS, on November 6, 2018 the electors of the City of Worthington approved a ballot issue authorizing the City to establish an opt-out electric governmental aggregation program; and,

WHEREAS, on January 22, 2019 City Council adopted a plan of operation and governance for the implementation of the City's electric aggregation program in accordance with Ohio Revised Code § 4928.20 (the Governance Plan"); and,

WHEREAS, on March 7, 2019 the Public Utilities Commission of Ohio granted the City a certificate to provide governmental aggregation services; and,

WHEREAS, Energy Alliances, the City's electric aggregation consultant, has evaluated the responses to its request for proposals and has recommended Dynegy and AEP Energy as two Competitive Retail Electric Service Providers that it believes would best meet City Council's objectives for the electric aggregation program.

NOW THEREFORE, BE IT RESOLVED by the Council of the Municipality of Worthington, Franklin County, State of Ohio:

SECTION 1. That Council hereby authorizes the City Manager to enter into an agreement with _____ (the "Provider") for the provision of competitive electric aggregation services ("Agreement"). The Agreement shall, at a minimum include the following terms and conditions:

(a) The Provider shall provide power and related services to customers of the City's electric aggregation program at the rate of _____ per kWh.

(b) The Provider shall purchase renewable energy certificates representing one hundred percent of the total kWh supplied to customers.

(c) The Provider shall permit customers to leave the program at any time with no termination fee or other charges for leaving the program.

(d) The Provider shall allow eligible customers to enter the program at any time at the same rate per kWh and terms as other customers already in the program and to not charge any application fee or other charges for entering the program.

RESOLUTION NO. 18-2019

(e) The Provider shall be responsible for providing opt-out notifications to all eligible customers.

(f) The Provider shall be responsible for developing the initial customer list and ongoing maintenance of the list.

(g) The Provider shall provide a customer call center with a toll-free number staffed by knowledgeable service representatives specifically trained as to the City's electric aggregation program.

(h) The Agreement shall not be transferred or assigned by the Provider without the prior authorization of City Council.

(i) All actions of the Provider shall be in full compliance with Ohio Revised Code § 4928.20, the regulations of the Public Utilities Commission of Ohio, and the City's Governance Plan.

SECTION 2. That the City Manager, Finance Director, and Law Director are each hereby authorized, acting singly or jointly, to take all actions, including the execution of the Agreement and any amendments, notifications and forms required by the State of Ohio, or any other documents, necessary to implement the City's electric aggregation program consistent with this Ordinance, Ohio Revised Code § 4928.20, the regulations of the Public Utilities Commission of Ohio, and the City's Governance Plan.

SECTION 3. That all formal actions of this Council concerning and related to the adoption of this Ordinance were taken in an open meeting of said Council, and that all deliberations of this Council that resulted in such formal action were made in meetings open to the public, when required by law, in full compliance with all legal requirements, including without limitation, provisions of the Charter of the City of Worthington, Chapter 109 of the Codified Ordinances of the City and Section 121.22 of the Ohio Revised Code.

SECTION 4. That the Clerk be and hereby is instructed to record this Resolution in the appropriate record book.

Adopted _____

President of Council

Attest

Clerk of Council



City of Worthington Electric Aggregation Summary

Presented at City Council Meeting on April 8th 2019

Energy Alliances conducted an RFP (“Request for Proposal”) on behalf of the City of Worthington to procure a retail electric supplier fitting numerous qualifications to manage an electric aggregation program.

The Essential Qualities

- Competitive Price
 - Ability to offer Savings compared to AEP Ohio’s (“the utility”) Price to Compare (PTC).
- Offer Renewable Energy
- Ability to administer “Budget Billing” on the generation/supplier charges
- Ability to handle potential credits for customer who take advantage of “net metering”
- No fees to enter or leave the program at any time
- Ability to manage the program to the City’s and Energy Alliances expectations

Six suppliers responded to the RFP and unfortunately there was not a clear winner that could meet all of the qualifications while having the lowest price.

Two suppliers had the most responsive and responsible proposals and were selected as part of the second round of negotiation in an attempt to find a compromise to balance the “price vs. services” value proposition.

The following page has a chart comparing what we feel are the three best options.

Next Steps

1. Council selects an option and authorizes the City Manager to enter into an agreement
2. Energy Alliances provides City Manager and Law Director draft copy of supplier MSA, customer terms and conditions and “Opt-Out Material” to approve
3. Energy Alliances notifies select supplier to submit a final price and executable agreement
4. City Manager Signs Agreement
5. Energy Alliances Files “Opt-Out” Material with the Public Utilities Commission of Ohio
6. Tentatively, letters reach eligible residents and small business in late April (or early July if Option 3 is selected)
7. Tentatively, Opt-Out runs until late May (or early August if Option 3 selected)
8. Tentatively, program starts for residents and small businesses who have not opted out on first meter read after mid-June (or September meter read if Option 3 selected).
9. Depending on enrollment timing, enrolled residents/small businesses should see supplier on their bill no later than two months after opt-out ends.



800.735.0359
EnergyAlliances.com

Program Proposals (Indicative Pricing valid 4/3/2019)

	Option 1 AEP Energy	Option 2 Dynegy	Option 3 Dynegy
Start Month	June 2019	June 2019	September 2019
End Month	June 2021	June 2021	December 2021
Term Length (Months)	24	24	27
<u>Pricing Options</u>			
Price (w/o add. Renewables)	\$0.04993	\$0.04830	\$0.04880
Est. % Savings vs. AEP's PTC*	8.2%	11.2%	10.3%
Est. Annual Savings Per Resident*	\$46.93	\$64.05	\$58.80
<u>Services</u>			
Budget Billing (~680 Accounts)	Yes	Not Until Sept 2019	Yes
Net Metering Credit (~22 Accounts)	Yes	No	No
Entry/Exit Fees	No Fees	No Fees	No Fees
<u>Additional Services/Benefits</u>			
	Dedicated Website	Dedicated Website	Dedicated Website
	"Opt-In" Online or Phone	"Opt-In" via Phone	"Opt-In" via Phone
	Earn Credit Toward Reward Store	Opt-In to "Greenback Energy" program @ \$0.0528/kWh to received \$50 annually in rewards	Opt-In to "Greenback Energy" program @ \$0.0533/kWh to received \$50 annually in rewards
<u>Option Advantage</u>			
	Begin program with all requested services	Lowest Offer	Competitive Offer including budget billing
<u>Option Disadvantage / Risks</u>			
	- Not lowest priced option	- Budget Billing Not Available until September 2019 - What if Budget Billing delayed?	- Nearly 80% of community not utilizing budget billing remain with AEP's default service through high usage summer 2019 months. - What if Budget Billing delayed?

Average Resident Annual Usage (kWh)	10,500
*AEP's PTC as of March 2019	\$0.05440

Both suppliers would satisfy the renewable energy option by purchasing and retiring renewable energy credit.



STAFF MEMORANDUM
City Council Meeting – April 8, 2019

Date: April 4, 2019
To: Matthew H. Greeson
From: Daniel Whited, P.E. Director of Service & Engineering
Subject: **Kenyonbrook Sewer Replacement Presentation**

EXECUTIVE SUMMARY

Service and Engineering staff, along with design engineers from EMH&T will present the options that have been evaluated for new sanitary sewers to be installed along the Kenyonbrook corridor.

BACKGROUND/DESCRIPTION

In 2009, the City of Worthington, along with over 20 satellite communities of Columbus, received Director's Final Findings and Orders (DFFOs) from the Ohio EPA. These DFFOs mandated we do exhaustive and comprehensive study of our sanitary sewer system, identify deficiencies and complete necessary repairs. This set of orders became a framework for evaluating our sanitary sewer system to identify ways to eliminate sanitary sewer overflows in our community and create infrastructure for wise environmental stewardship.

The Southeast Sewershed Study identified serious capacity deficiencies in what is referenced as the Kenyonbrook Sewer. EMH&T was hired to evaluate and design a project to address the deficiencies. They have identified several options for the replacement and upgrade of the sewer line. Each has its own set of pros and cons. This presentation will explain the options evaluated, the potential cost and obtain City Council feedback on next steps for the project.



STAFF MEMORANDUM
City Council Meeting – April 8, 2019

Date: April 4, 2019
To: Matthew H. Greeson, City Manager
From: Robyn Stewart, Assistant City Manager
Subject: **911 Call Answering and Public Safety Dispatching Services**

EXECUTIVE SUMMARY

City staff will present an analysis of the City's 911 call answering and public safety dispatching services.

BACKGROUND/DESCRIPTION

A team of City staff members comprised of the Police Chief, Fire Chief, Assistant Fire Chief, Finance Director, Personnel Director and Assistant City Manager have extensively analyzed the City's 911 call answering and public safety dispatching services. The analysis will be presented along with recommendations for the future of this service area.



Department of Finance

March 2019 Financial Report

Quick Facts

All Funds

<p><u>03/31/2019</u> Cash Balances \$31,365,479 (January 1, 2019 balance: \$30,338,812)</p>	<p><u>03/31/2019</u> Unencumbered Balance \$20,507,472</p>
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General Fund

<p><u>03/31/2019</u> Cash Balance \$15,013,134 (January 1, 2019 balance: \$14,667,073)</p>	<p><u>03/31/2019</u> Unencumbered Balance \$12,427,110 (45% of prior year expenditures)</p>
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Highlights & Trends for March 2019

Income Tax Collections

- Year to Date (YTD) income tax collections are above 2018 YTD income tax collections \$58,456 or 0.97%.
- YTD Income tax collections are above estimates by \$71,950 (1.19%).
- Refunds issued in March totaled \$91,546 with year to date refunds totaling \$124,798.

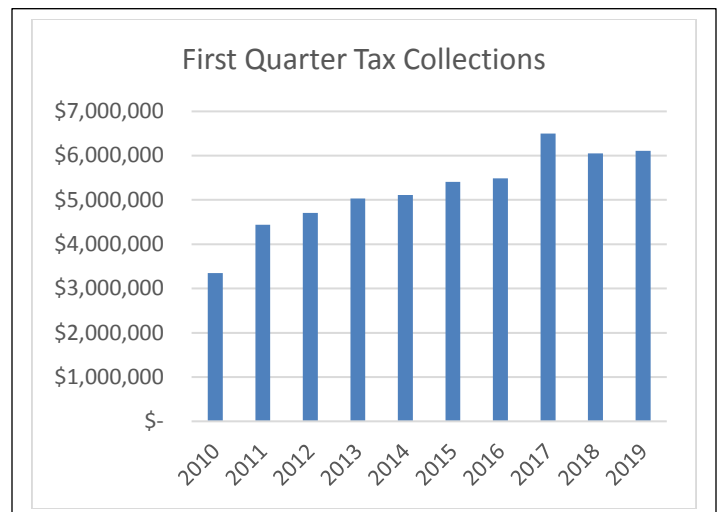
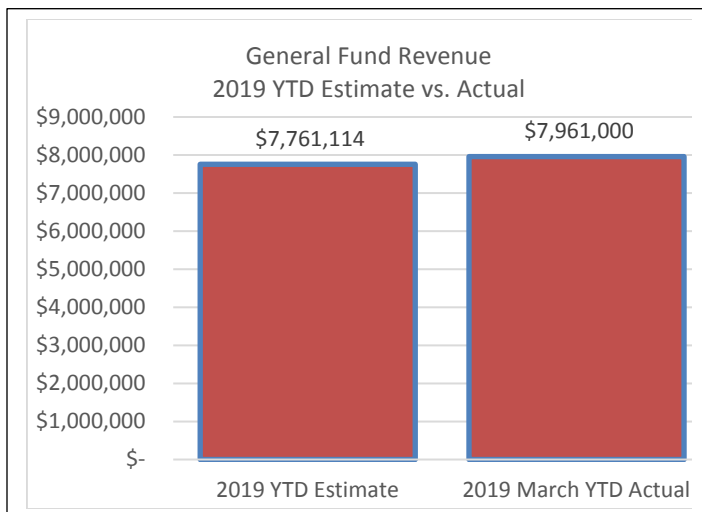
Income Tax Revenue by Account Type

For March of 2019:

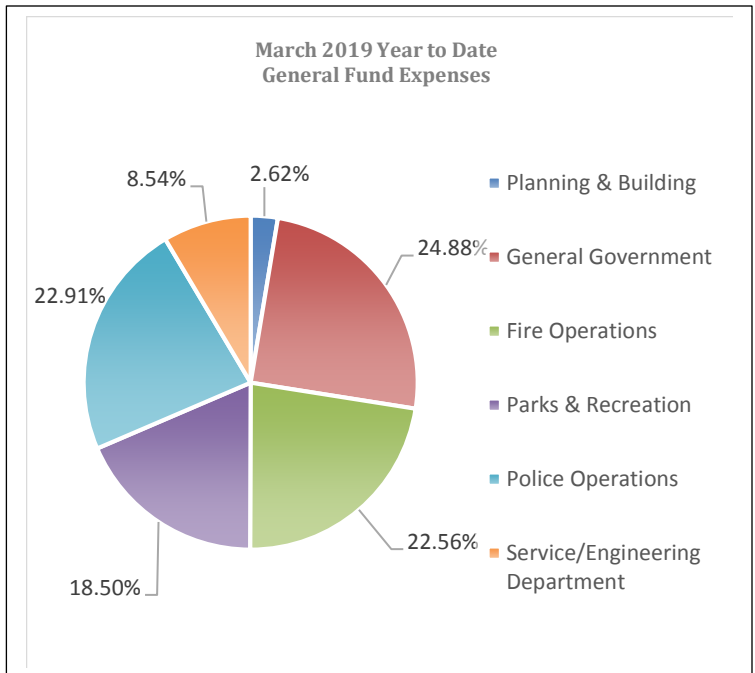
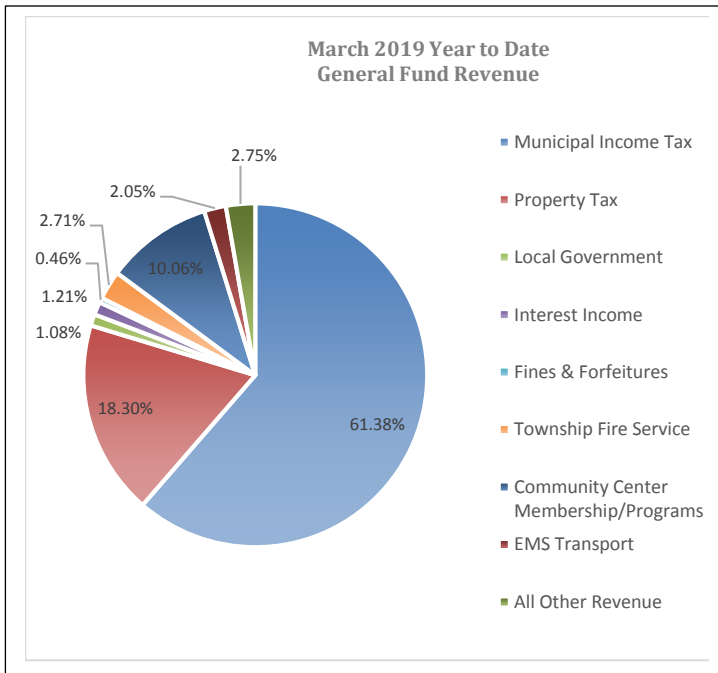
- Withholding Accounts – 91.02% of collections
- Individual Accounts – 4.43% of collections
- Net Profit Accounts – 4.55% of collections

For March of 2018:

- Withholding Accounts – 88.92% of collections
- Individual Accounts – 3.59% of collections
- Net Profit Accounts – 7.49% of collections



Highlights & Trends for March 2019 (continued)



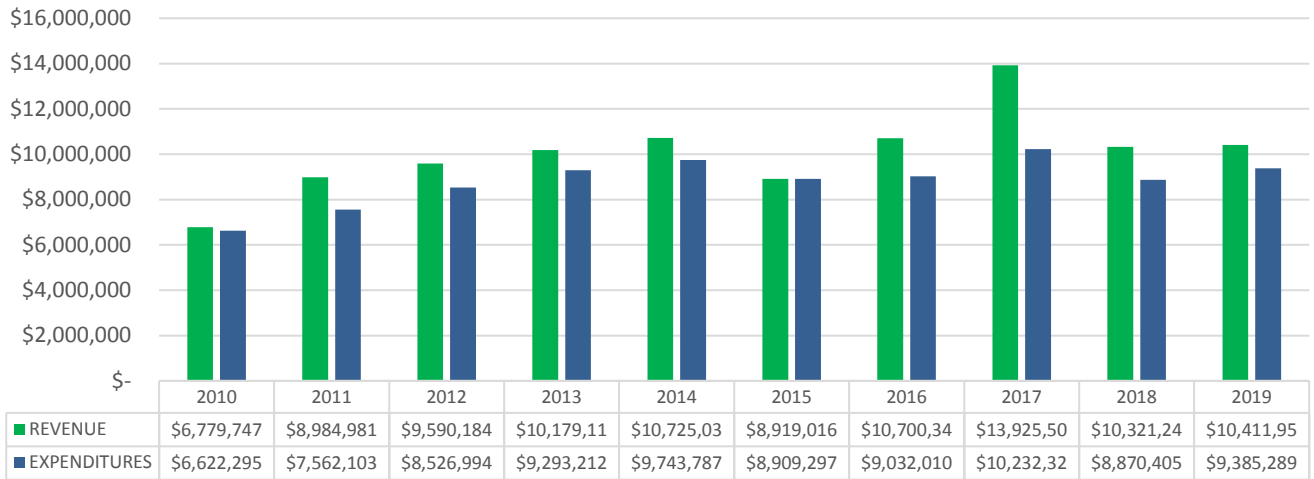
Notable Initiatives & Activities

- Fund balances for all funds increased from \$30,338,812 on January 1, 2019 to \$31,365,479 as of March 31, 2019, with year to date revenues exceeding expenditures for all funds by \$1,026,667.
- For the month of March, fund balances for all funds increased from \$30,488,508 as of March 1, 2019 to \$31,365,479 as of March 31, 2019, with revenues exceeding expenditures by \$876,971.
- The General Fund cash balance increased from \$14,667,073 as of January 1, 2019 to \$15,013,134 as of March 31, 2019, with revenues exceeding expenditures by \$346,061.
- For the month of March, the General Fund balance increased from \$14,726,530 on March 1, 2019 to \$15,013,134 as of March 31, 2019, with revenues exceeding expenditures by \$286,604.

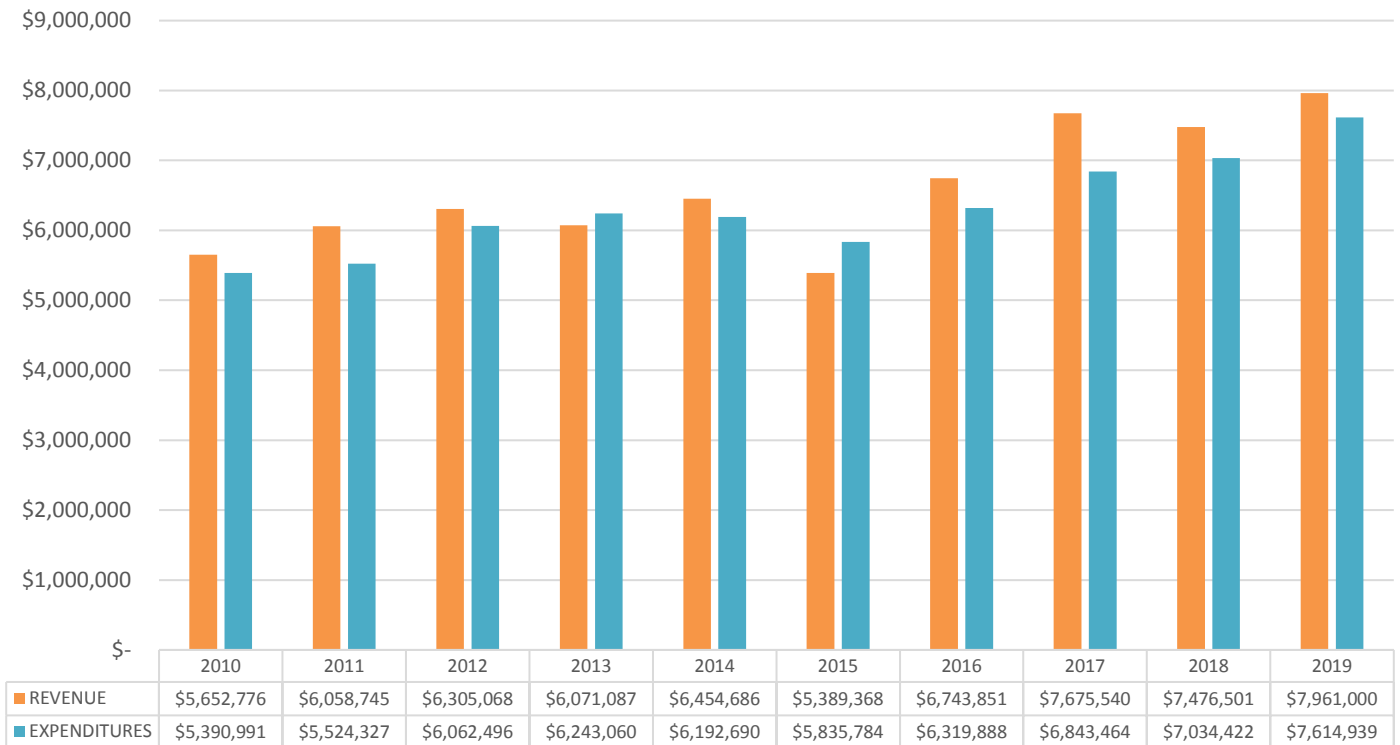


Financial Tracking

First Quarter
Revenue to Expenditures
All Funds



General Fund
Cash Position





March 2019 Cash Reconciliation

Total Fund Balances:		\$31,365,479.01
Depository Balances:		
General Account:	\$ 9,019,618.49	
Total Bank Balances:	\$9,019,618.49	
Investment Accounts:		
Certificates of Deposits:	\$ 7,125,000.00	
Certificates of Deposits (EMS)	2,094,000.00	
Star Ohio/Star Plus	5,321,945.98	
Fifth Third MMKT/CDs	7,558,324.54	
CF Bank	245,000.00	
Total Investment Accounts:	\$22,344,270.52	
Petty Cash/Change Fund:		1,590.00
Total Treasury Balance as of March 31, 2019		\$31,365,479.01
Total Interest Earnings as of March 31, 2019	\$96,642.69	
Average Interest Earnings		2.21%

Debt Statement

<u>Issuance</u>	<u>Purpose</u>	<u>Maturity</u>	<u>Rate</u>	<u>Principal Balance</u>
2015	2015 Refunding Bonds	December 2021	1.62%	\$2,300,000.00
2017	2017 Various Purpose Bonds	December 2032	2.21%	\$3,525,000.00
2008	OPWC 0% Loan – ADA Ramps	December 2028	0%	\$ 70,290.45
2015	OPWC 0% Loan – Kenyonbrook	December 2045	0%	\$ 541,320.76
2018	2018 Bond Anticipation Notes	September 2019	2.11%	\$ 4,460,000.00
	Total Principal Debt Balance			\$10,896,611.21



**City of Worthington
Fund Summary Report
as of March 31, 2019**

FUND		<u>1/1/2019 Beginning</u>	<u>Year to Date</u>	<u>Year to Date</u>	<u>03/31/2019</u>	<u>Unencumbered</u>	
		<u>Balance</u>	<u>Actual Revenue</u>	<u>Actual Expenses</u>	<u>Cash Balance</u>	<u>Encumbrances</u>	<u>Balance</u>
101	General Fund	\$ 14,667,073	\$ 7,961,000	\$ 7,614,939	\$ 15,013,134	\$ 2,586,023	\$ 12,427,110
202	Street M&R	56,646	208,219	256,290	8,575	50,665	\$ (42,091)
203	State Highway	49,792	12,829	29,408	33,212	207	\$ 33,005
204	Water	20,778	10,148	15,913	15,014	21,683	\$ (6,669)
205	Sewer	31,539	9,538	23,714	17,363	5,998	\$ 11,366
210	Convention & Visitor's Bureau F	-	1,601	-	1,601	-	\$ 1,601
212	Police Pension	499,195	93,577	188,124	404,648	-	\$ 404,648
214	Law Enforcement Trust	64,438	32	1,938	62,532	-	\$ 62,532
215	Municipal MV License Tax	140,740	28,699	-	169,438	-	\$ 169,438
216	Enforcement/Education	50,181	250	-	50,431	-	\$ 50,431
217	Community Technology	13,029	-	2,595	10,434	10,434	\$ -
218	Court Clerk Computer	232,905	2,766	2,111	233,561	6,974	\$ 226,586
219	Economic Development	563,285	3,804	12,095	554,994	383,876	\$ 171,118
220	FEMA Grant	-	-	-	-	-	\$ -
221	Law Enf CED	20,360	-	-	20,360	-	\$ 20,360
224	Parks & Rec Revolving	406,090	-	11,377	394,713	-	\$ 394,713
229	Special Parks	40,023	9,082	24,994	24,111	-	\$ 24,111
253	2003 Bicentennial	72,566	-	-	72,566	-	\$ 72,566
306	Trunk Sewer	375,149	-	-	375,149	-	\$ 375,149
308	Capital Improvements	10,850,531	1,677,583	1,163,750	11,364,364	7,461,005	\$ 3,903,359
313	County Permissive Tax	-	-	-	-	-	\$ -
409	General Bond Retirement	1,191,328	53,022	-	1,244,350	325,000	\$ 919,350
410	Special Assessment Bond	278,448	-	-	278,448	-	\$ 278,448
825	Accrued Acreage Benefit	11,108	35,516	-	46,624	5,019	\$ 41,605
830	OBBS	2,009	1,100	1,077	2,032	1,393	\$ 639
838	Petty Cash	1,590	-	-	1,590	-	\$ 1,590
910	Worthington Sta TIF	37,541	-	-	37,541	-	\$ 37,541
920	Worthington Place (The Heights)	432,863	85,405	12,796	505,472	-	\$ 505,472
930	933 High St. MPI TIF Fund	96,589	8,729	99	105,219	-	\$ 105,219
935	Downtown Worthington MPI TIF	131,369	125,775	6,826	250,318	-	\$ 250,318
940	Worthington Square TIF	558	13,934	157	14,334	-	\$ 14,334
945	W Dublin Granville Rd. MPI TIF	1,091	52,858	597	53,352	-	\$ 53,352
950	350 W. Wilson Bridge	-	-	-	-	-	\$ -
999	PACE Fund	-	16,488	16,488	-	-	\$ -
Total All Funds		\$ 30,338,812	\$ 10,411,957	\$ 9,385,289	\$ 31,365,479	\$ 10,858,279	\$ 20,507,200



**City of Worthington, Ohio
General Fund Overview
as of March 31, 2019**

		2018	2019	2019	2019	2019	2019	Variance				
		Year End	Original	Revised	Y-T-D	March	Variance	as % of				
Revenues		Actual	Budget	Budget	Estimates	Y-T-D Actual	Over/(Under)	Budget				
Municipal Income Tax	1	\$ 20,854,635	\$ 20,800,000	\$ 20,800,000	\$ 4,831,410	\$ 4,886,443	\$ 55,033	1.14%				
Property Tax	2	2,939,140	3,004,150	\$ 2,930,879	1,465,440	1,457,065	\$ (8,375)	-0.57%				
Local Government	*	358,938	350,000	\$ 350,000	87,500	85,883	\$ (1,617)	-1.85%				
Inheritance Tax	2	-	-	\$ -	-	-	\$ -	0.00%				
Interest Income	*	402,431	350,000	\$ 350,000	87,500	96,643	\$ 9,143	10.45%				
Fines & Forfeitures	*	150,200	170,000	\$ 170,000	42,500	36,438	\$ (6,062)	-14.26%				
Township Fire Service	2	469,460	486,875	\$ 486,875	243,438	215,846	\$ (27,591)	-11.33%				
Community Center Membership/Progr	*	1,435,227	2,459,200	\$ 2,459,200	614,800	800,751	\$ 185,951	30.25%				
EMS Transport	*	621,898	691,875	\$ 691,875	172,969	163,336	\$ (9,632)	-5.57%				
All Other Revenue	*	1,469,183	1,316,933	\$ 1,316,933	215,558	218,594	\$ 3,036	1.41%				
Total Revenues		\$ 28,701,110	\$ 29,629,033	\$ 29,555,762	\$ 7,761,114	\$ 7,961,000	\$ 199,886	2.58%				
Expenditures												
Planning & Building		\$ 675,224	\$ 812,191	\$ 830,431	\$ 207,608	\$ 186,665	\$ (20,943)	89.91%				
General Government		6,639,309	7,243,124	\$ 7,243,124	\$ 1,810,494	1,775,203	\$ (35,290)	98.05%				
Fire Operations		6,101,062	6,965,743	\$ 6,965,743	\$ 1,741,436	1,609,418	\$ (132,018)	92.42%				
Parks & Recreation		4,566,131	5,872,638	\$ 5,880,938	\$ 1,470,235	1,319,881	\$ (150,353)	89.77%				
Police Operations		5,856,535	6,408,351	\$ 6,408,351	\$ 1,602,088	1,634,453	\$ 32,365	102.02%				
Service/Engineering Department		2,310,552	2,828,529	\$ 2,828,529	\$ 707,132	609,500	\$ (97,632)	86.19%				
Total Expenditures		\$ 26,148,813	\$ 30,130,576	\$ 30,157,113	\$ 7,538,992	\$ 7,135,120	\$ (403,872)	94.64%				
Excess of Revenues Over (Under) Expenditures		\$ 2,552,297	\$ (501,543)	\$ (601,351)	\$ 222,123	\$ 825,880						
Fund Balance at Beginning of Year		\$ 13,491,664	\$ 14,667,073	\$ 14,667,073	\$ 14,667,073	\$ 14,667,073						
Unexpended Appropriations (98.0%)			602,612	603,142	150,786							1 - Income Tax budget based on individual monthly projections.
Expenditures versus Prior Year Enc		1,376,887	1,376,887	1,376,887	479,820	479,820						2 - These revenue budgets are based on semi-annual payments.
												* - All other revenue budgets are spread equally over each month.
General Fund Balance		\$ 14,667,073	\$ 13,391,254	\$ 13,291,977	\$ 14,560,162	\$ 15,013,134						All expenditure budgets are spread equally over each month.