BOARD OF COMMISSIONERS SNY ISLAND LEVEE DRAINAGE DISTRICT

ANNUAL NEWSLETTER 2013

Sny officials represent the District every year at the annual meeting of the Mississippi Valley Flood Control Association. It gives us a chance to interact with officials from Corps headquarters in Washington and the Vicksburg Division office, Senators and Congressmen from

states in the Mississippi River valley and drainage district colleagues from Illinois to Louisiana. We are active in the Association with Commissioner Koeller serving on the Executive Committee as a State Vice President from Illinois, Commissioner Borrowman served on the Resolutions Committee, Commissioner Lundberg served on the Nominations Committee last year and Superintendent Reed served as Secretary on the Engineering Committee and a member of the Nominations Committee. Senator Roger Wicker of Mississippi, the President of our



Association, began this year's opening session by noting the importance of a sound system of infrastructure to the economic strength and growth of the country. Senator David Vitter of Louisiana pointed out that the Mississippi River is our "legacy and our challenge". Now I'm sure you've been to an event where it seems like at least one of the speakers is talking directly to you about the particular organization you represent. Well, Senators Wicker and Vitters' comments struck a chord. They were referencing the Mississippi River and the entire valley. However in our case, it's not only the river; it's the Sny. The Mississippi <u>is</u> our legacy and our challenge. And even more importantly **so is the Sny!**

Sny Island Levee Drainage District is a key component of a vibrant economy in our area. Our



main stem Mississippi River Levee and diversion channel levees are our defense against the ravages of river flooding that were experienced in 1993. For without flood protection from the river, nothing else matters. We could have the greatest interior drainage system ever imagined with miles and miles of pristine drainage canals leading to massive pump stations. But if we aren't protected from the whims of that cantankerous "Old Man River", we have nothing! Our number one priority in the Sny today is protecting this District from Mississippi River floods. Number two is interior drainage. That's it! It wasn't necessarily always that way. But recent history shows that major flood events on the Mississippi River are much more prevalent than in years past. For instance, since 1993 we have experienced four of the top five flood crests in the history of the Hannibal gauge. Two of the top five crests occurred in 2008 and this year. Think



of that. This past year we the fourth experienced highest crest in the history of the Hannibal gauge at 27.63' and it seemed to go unnoticed. It didn't seem to be a big deal because of the commitment of your drainage district to make the necessary adjustments to the system to provide secure flood protection. If we as a drainage district can do that, we have gone a long way to creating a setting for our landowners have to an opportunity to be successful.

Sny Island didn't just happen. From our history you know that the Sny served as the foundation of drainage law for the State of Illinois. Drainage law did not exist before the Sny. From its outset in the 1870s, it took vision, planning, commitment, tenacity and nurturing. Those elements are essential to its continued strength and viability and pass from generation to generation. <u>They must never be taken for granted!</u> Yes, the Sny is our legacy and our challenge! It is our generation's time to preserve the vision, refine the planning, renew the commitment and nurture its being.

15th ADDITIONAL ASSESSMENT

2013 marked only the 15th time in the 133 year history of the Sny Island Levee Drainage District that a "special or additional assessment" over and above the annual maintenance assessment was approved. The filing of the assessment roll for the 14th Special Assessment occurred in 1960, 53 years ago. The 14th Special Assessment was formalized to provide local funding for the creation of "the project", construction of the Sny District as we all know it today.

The need for funding from an "additional assessment" actually began as a result of economic pressures associated with the 2008 flood. The '08 operating budget and all cash reserves were wiped out by excessive pumping costs, flood-fighting efforts and flood clean-up. The ensuing years of 2009, 10 & 11 followed as extremely wet years with major pumping costs experienced



all three of the at District's pump stations. In addition, in order to maintain the District's 100-year flood protection by FEMA, accreditation significant slope work on the District's main stem river levee in Reaches 1 & 3 was required. And emission finally, new standards for stationary diesel engines resulted in the need to install what amounted to catalytic converters on the District's eight stationary engines. All in all,

approximately \$5,200,000.00 was needed as an additional assessment over and above the District's annual maintenance assessment to satisfy financial needs. This additional assessment process began in the spring of 2011 and culminated in the approval of the assessment roll by the Circuit Court of the 8th Judicial Circuit in June of 2013. In the Court Order, landowners were given the option of paying the assessment up front as a "one-time payment" or financing the assessment over a five-year period. One-time full payments of more than \$3,500,000.00 were collected leaving a balance of \$1,700,000.00 to be financed. The District secured the financing necessary at 1.59% from Farmers Bank of Liberty in a competitive bidding process involving 13 financial institutions. Retirement of the \$1,700,000.00 debt is scheduled for November, 2018.

The Commissioners and staff of the District want to express our appreciation to the landowners of the Sny for their patience, understanding and support as we've worked through this situation. Thank you for your unwavering commitment to the Sny Island Levee Drainage District.



2013 FLOOD

This past year saw yet another serious flood threat from the "Mighty Mississippi". In fact, since 2001 we have experienced three of the top five flood crests in the history of the Hannibal, Missouri gauge. Like a broken record, we went through heavy rainfall throughout the spring of 2013. Through June 30, an average of 28.7" of rain had fallen across the State of Illinois. That figure is 9" above the statewide average and is twice as much as had fallen across the state during the drought year of 2012. With the amount of



precipitation locally, our pump stations were running on a 24 hour/day, 7 day/week basis. The total gallons of diesel fuel required for the 2013 pumping operation exceeded 402,000. On 1996 from average, through 2007, the average annual amount of diesel fuel required for the District's pumping operations was about 170,000 gallons. From 2008 through 2013, the average used was 390,000

gallons per year. That even included the 2012 drought year. The concern is not only with the amount of fuel purchased, but also the wear and tear on the equipment, manpower, lubrication needs and electricity costs for the pump plants.



At the same time that we were experiencing these wet conditions locally, the upper Mississippi valley was also receiving heavy rainfall. We all know what that means. The Mississippi was on the rise. The Sny implemented preliminary plans for yet another flood fight. equipment Heavy suppliers and operators utilized during the '08 flood fight were contacted

regarding their availability if needed. Local flood volunteers were alerted on the potential threat. Levee patrols were established for 24 hour monitoring of the levees. Crest predictions were followed constantly to receive the most up-to-date forecasts available. Through the



cooperation of the Illinois Department of Corrections, sandа bagging operation was established at the Pittsfield Work Camp with sandbags transported from the work camp to strategic sites along the District. With the forecast elevation river approaching 25' on the Louisiana, Missouri gauge, U.S. 54 at Pike Station was closed with sand, plastic and sandbags put in place

hold back to the anticipated flood waters. We received great cooperation from our federal and state elected officials with State Senator Sam McCann, State Representative C.D. Davidsmeyer and U.S. Congressman Aaron Schock monitoring flood events. The river remained above technical flood stage on the Hannibal gauge (16') from April 13 through July 15 except for one day when it



fell to 15.98' on June 25. On April 20, Sny personnel aided by area volunteers and I.D.O.T. officials closed the Illinois approach to U.S. 54. Traffic crossing the Champ Clark bridge into Louisiana was closed until April 25 when the highway crossing was re-opened. The Mississippi crested at 27.63' on the Hannibal gauge on April 21. However, the river lingered for several

weeks near the 20' level and in fact went back up to 25.5' on the Hannibal gauge on June 1. Needless to say, it was a prolonged flood event.



2013 FLOOD SCENES



When the flood waters eventually receded, flood debris left on the levees was wide spread, turf loss on



the river side of the levee was significant due to the length of the flood and damage including a serious sinkhole at pump station 1 and levee erosion in Reach 3 was prevalent. FEMA officials were on site at the Sny to review the damage and clean-up required. A request for repairs to the pump station sinkhole, turf loss and levee erosion have been filed with the U.S. Army Corps of Engineers under Public Law 84-99. Reimbursement requests have also been submitted to the Federal Emergency Management Agency for floodfighting and flood clean-up

expenses in excess of \$200,000.00. In addition to this, we have secured the assistance of a four-man clean-up crew financed by the Illinois Department of Commerce and Economic Opportunity to assist with debris removal and disposal. This crew has been with us for about two months and doing a great job under adverse conditions.



As the flood waters were gradually receding on the Mississippi, the threat of a catastrophic flood for our neighbors on the Illinois River increased. In response to a request for assistance, the Sny provided manpower and heavy equipment to load thousands of tons of sand from our Mathena's Crossing and Lock & Dam 22 dredge material disposal sites on trucks bound for the Illinois River valley to facilitate sandbagging efforts. All in all, our efforts were a success on both sides of the county.



PUMP STATIONS

With the weather and river conditions experienced this past year, our pump stations were again taxed to the limit. Internal flooding from intense rainfall coupled with seep water from the Mississippi River flooding dictated 24-hour per day, 7day/week operations at all three of our pump stations. This type of operation results in a significant accumulation of operational hours on the equipment which translates to diesel fuel expense. In 2013, all three pump locations combined to total 14,585 operating hours on the eight Sny pumps. Diesel fuel

purchases for the three pump stations combined totaled 402,181 gallons at a cost of about \$3.00/gallon = \$1,206,543.00. From 1996 through 2007, our average gallons of diesel fuel purchased per year for the pump stations was 170,000 at an average cost of \$340,000.00. From 2008 to this year, our average gallons of diesel fuel purchased per year totals a little more than 390,000, and that includes the drought year of 2012. It's not hard to see where our assessments have been spent over the last few years.

For the most part, we made it through the year with no major mechanical problems. I did say for the most part. At the end of the pumping season we experienced a pump failure on pump

#1 at Pump Station 1 in Hull. Sny crews removed the pump and found grease lines had failed providing grease to the lower and middle bearings of the pump. The pump was taken to Awerkamp Machine in for new Quincy bearings, bushings and grease lines. The impeller and pump bowl were in good shape. While the pump was out, Sny personnel and Awerkamp Machine staff inspected the discharge pipe leading from the pump bay, through the levee to the river. The pipe was in remarkably



good shape for having been installed in the 1960s. Once pump repairs were complete, Sny staff assisted by Awerkamp Machine techs installed the pump. It is now fully operational. The station has since been fully cleaned and re-painted, ready for full operations next pump season.

A failure in engine #2 at Pump Station 4 occurred in August. Upon inspection of the engine, which had over 16,000 hours of operation, it was found to be in need of a total re-conditioning. The Commissioners authorized the repairs with the engine overhaul completed and the unit back in service in September.

A project mandated by EPA for the eight stationary engines at each of the Sny's three pump stations was the installation of catalytic converters. This equipment is designed to limit



emission pollutants from each of the engines under the acronym of RICE NESHAP, Reciprocating Internal Combustion Engines National Emission Standards for Hazardous Air Pollutants. We cooperated with Fairbanks Engine of Morse Beloit. Wisconsin and Altorfer Cat of Cedar Rapids, Iowa to complete these projects at a cost of about \$350,000.00. The images below show the installation of the equipment at Pump Station 1 in Hull and Pump Station 3A in

Pleasant Hill.

Another major project just completed at Pump Station 3A was the installation of new cylinder liners and rings on engine #1 at Pump Station 3A. After being overhauled in 2004, staff monitoring of oil consumption showed a much higher rate on engine #1 than the other two engines which were also recently overhauled. We continued to monitor the situation over the next several years to the point that Fairbanks Morse agreed to check the components of the engine and make the necessary repairs. After



dismantling the engine, it was found that two of the cylinder liners were "out of round" and that the ends of six of the rings were broken. All other components were found to be in excellent condition. All new cylinder liners were installed along with new rings. The engine is back up and ready for operation. All of the repairs were completed under warranty.

FIELD WORK

Routine ditch maintenance continues with the assistance of our landowners. We appreciate those of you who are keeping us informed as to the condition of District drainage ditches on property you farm. We have over 300 miles of District drainage ditches. As you can imagine, it's impossible for the staff to keep track of all of them. We need your help. Please note the effectiveness of drainage in these ditches and let us know if you have problems we can help resolve.

One of the causes of poor drainage through ditches is the presence of brush along the banks and in the bottom of the ditch. The foliage on the brush tends to block out sunlight to the ground preventing the growth of grasses that can provide stability to the ditch banks. The brush also tends to hold up ditch flow. The Sny funds a program that enables you to get herbicide at no cost for application on District ditches on property you farm. All you have to do is contact the District Business Office to get a voucher to be presented at a participating chemical supplier. The herbicide will be furnished to you at no cost. You are then required to do the application. Please contact the Sny Business Office for details.



use in future flood fights. The road was constructed through the cooperation of adjacent landowners, Cincinnati Township and the Sny. Gravel was furnished through the cooperation of Mike Kroencke. The road way along with various staging areas will provide a great benefit in future flood fights by facilitating better accessibility to the river levee in that area. Some major projects that your staff has worked on that are what we would term "out of the ordinary" were completed this past year.

A two mile long road was constructed along Sny right-of-way from Lock & Dam 22 north to the Hackler Farm for

Road Being Constructed



The Sny and the U.S. Army Corps of Engineers forged a working relationship more than 15 years



ago through a long-range planning effort to establish dredge material disposal sites in the Sny. The first of these sites was located adjacent to the Public Use Area of Lock & Dam 22. Another site was permitted along the levee between the Cincinnati Landing access ramp and the Hadley McCraney Diversion Channel. Since those two initial sites, we have established three more sites in Reach 1. One is known as the Hackler Farm site, one the Mathena's Crossing site and the other is the Vincent Crossing site. To date, the

Corps has been actively using all of the sites except the Vincent Crossing site for the deposit of sand dredged from the Mississippi River. In the late 1990s, the Lock & Dam 22 site was filled. Several events over the years has seen the Cincinnati Landing site receive thousands of yards of

sand off-loaded from Corps barges and spread on the levee slope in that area. In October of 2010, more than 350,000 cubic yards of sand was hydraulically placed in the Mathena's Crossing site. That same year, approximately 17,000 cubic vards of sand was mechanically placed at the Hackler Farm site. All of this material has been spread on the land

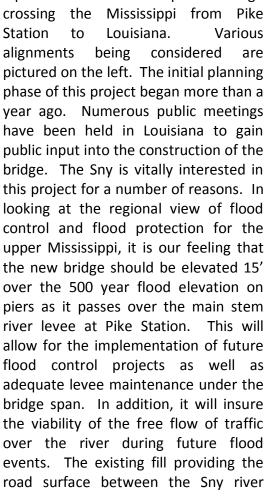


side slope of our main stem river levee from the Norfolk Southern rail line near East Hannibal to the Hadley McCraney Diversion Channel. In addition, this material was invaluable to flood fighting efforts in 2008 and again in 2013. This past year, we were fortunate enough to receive another 150,000 cubic yards of sand at the Mathena's Crossing site. This material will be available for future flood-fighting efforts as well as for levee and berm maintenance. None of these sites would be possible without the cooperation of the landowners. We extend our sincere thanks to those landowners for their cooperation in making this project a huge success. A major project currently in the planning process that will impact our local area as well as the region in a dramatic fashion in the years ahead is the replacement of the Champ Clark Bridge

formpublicmtgmar212013.pdf http://www.modot.org/northeast/major_projects/documents/feedback. What do you think? Please select ... Please check which of these locations or alternatives would be your choice when considering the U.S. 54 Mississippi River Bridge at Louisiana. If you have the option one of the options below should be further explored, please circle your choice(s). Please share your comments on back about each of these or just the ones you choose. Thank you for your feedback. A IF No-Build - do nothing to the existing bridge. This option is used for comparison pur-poses in the EA. Rehabilitation - extend current bridge's life by rehabilitation similar to 1983, 1939 & 2005 rehab projects. Partial Replacement - removes the existing bridge deck and steel truss superstructure and replace with new girders and new deck. Existing Location - removes the existing deficient bridge and constructs a new bridge in same location Adjacent Upstream with Improved Alignment - construct a new two-lane bridge generally north of the existing bridge that flat-tens the curves on both ends. Adjacent Upstream - construct a new lane bridge approximately 50 feet north of the existing bridge avoids the marina on the east end. Adjacent Downstream - construct a lane bridge approximately 50 feet south of the existing bridge. Skewed Downstream - construct a new are bridge adjacent to the existing bridge te west that deflects away from the existing bridge Alternatives Considered but Eliminated - The Afternatives Considered but Eliminated – The far upstream alternative would construct a new bridge opporximately 172 mile upstream of the existing bridge. The far downstream alternative would construct a new bridge just upstream of the existing Kansas City Souther Railway bridge. Please make comments on back or online at modot.org/northeast. l of 2

levee and the initial bridge span of the current road should be removed from the floodway upon completion of the new bridge. The removal of the fill will facilitate better river conveyance through the area during future flood events. We will continue to cooperate with our local, state and federal officials as planning continues. It is essential that we plan for the future to prepare for better flood protection and insure that continued economic growth, vitality strength and are supported bv strong а

infrastructure. If we don't do this now, then who will?



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Yet again we want to take this opportunity to thank all of you, our landowners, for your support throughout this past year. For without you, there would be no Sny. We will continue our efforts to provide you with the most efficient and responsive system of flood protection and drainage possible. If you ever have questions about what is going on in the Sny, please don't hesitate to contact us at the Sny Business Office.



A most joyous holiday season is upon us! It's that time of year when our children and grandchildren are eagerly anticipating a visit from Santa while we look to take a few days to rest up from the hustle and bustle of the season. We at the Sny want to take this opportunity to wish you and yours a Merry Christmas filled with all the joy and happiness of the season. And we also wish you the safest, healthiest and most prosperous New Year for 2014.

In observance of the approaching holiday season, the Sny Business Office will be closed on Christmas Eve and Christmas Day, December 24 & 25 as well as New Year's Eve and New Year's Day, December 31 and January 1.

If you would like to access this year's as well as previous newsletters electronically, they can be found at www.snyisland.org/newsletter.htm

Russell E. Koeller - Preside

Dan Lundberg - Secretary

Brady Borrowman - Commissioner

SNY ISLAND LEVEE DRAINAGE DISTRICT STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES GOVERNMENTAL FUNDS YEAR ENDED OCTOBER 31, 2012

		neral Annual laintenance	R	Capital ojects Fund eserve Fund Fall Creek	Rese	nent Fund rve Fund eepage	6	Total Sovernmental Funds
REVENUES	,							
Assessments	\$	1 863 184	\$		\$		\$	1 863 184
Material and pipe sales		50 369						50 369
Lease income		17 750						17 750
Farm income		37 280						37 280
Investment earnings		3 049		2 108		7 969		13 126
Miscellaneous		19 509						19 509
Total revenue		1 991 141		2 108		7 969		2 001 218
EXPENDITURES							-	
Current:								
General administration								
Payroll		107 791						107 791
Office supplies		5 653						5 653
Building utilities and maintenance	•	8 157						8 157
Insurance		81 298						81 298
Legal and audit		94 379						94 379
Engineering		206 694						206 694
Miscellaneous		33 112						33 112
Pumping Operations								
Payroll		64 338						64 338
Operating expenses		327 919						327 919
Heavy Equipment Operations								
Payroll		137 095						137 095
Equipment expenses		32 936		· · ·				32 936
Other Operations								
Payroll		53 765						53 765
Equipment expenses		130 487						130 487
Pipe and wire rope		43 177						43 177
Shop supplies and maintenance		11 055						11 055
Levee and ditch maintenance		119 350						119 350
Miscellaneous								
Payroll taxes		33 967						33 967
Employee benefits		91 332						91 332
Debt Service:		// 000						
Principal		67 157						67 157
Interest		159 681						159 681
Capital Outlay:		2 825						2 825
Total expenditures		1 812 168						1 812 168
OTHER FINANCING SOURCES								
Loan Proceeds		203 000	}				-	203 000
Net change in fund balances		381 973	-	2 108		7 969)	392 050
Fund balances - beginning	-	(2 347 230		562 331		1 808 345		23 446
• •								415.401
Fund balances - ending	\$ =	(1 965 257	<u>7)</u> \$_	564 439	\$	1 816 314	<u> </u>	415 496

The accompanying notes are an integral part of these financial statements.

This financial information presents a statement of revenue and expenditures for the fiscal year ending October 31, 2012