

BUDGET MEETING II

3/4/2013

Band Commission



- Amended Revenues: 0.19% ▼
- Amended Expenses: 0.95% ▲
- Amended Difference: -\$765

- FY13-14 Revenues: 1.02% ▼
- FY 13-14 Expenses: 0.09% ▼
- FY 13-14 Difference: -\$576

- No major changes for FY 13-14

- Fund Balance ~ \$115,000

Sterling Industrial Development Commission

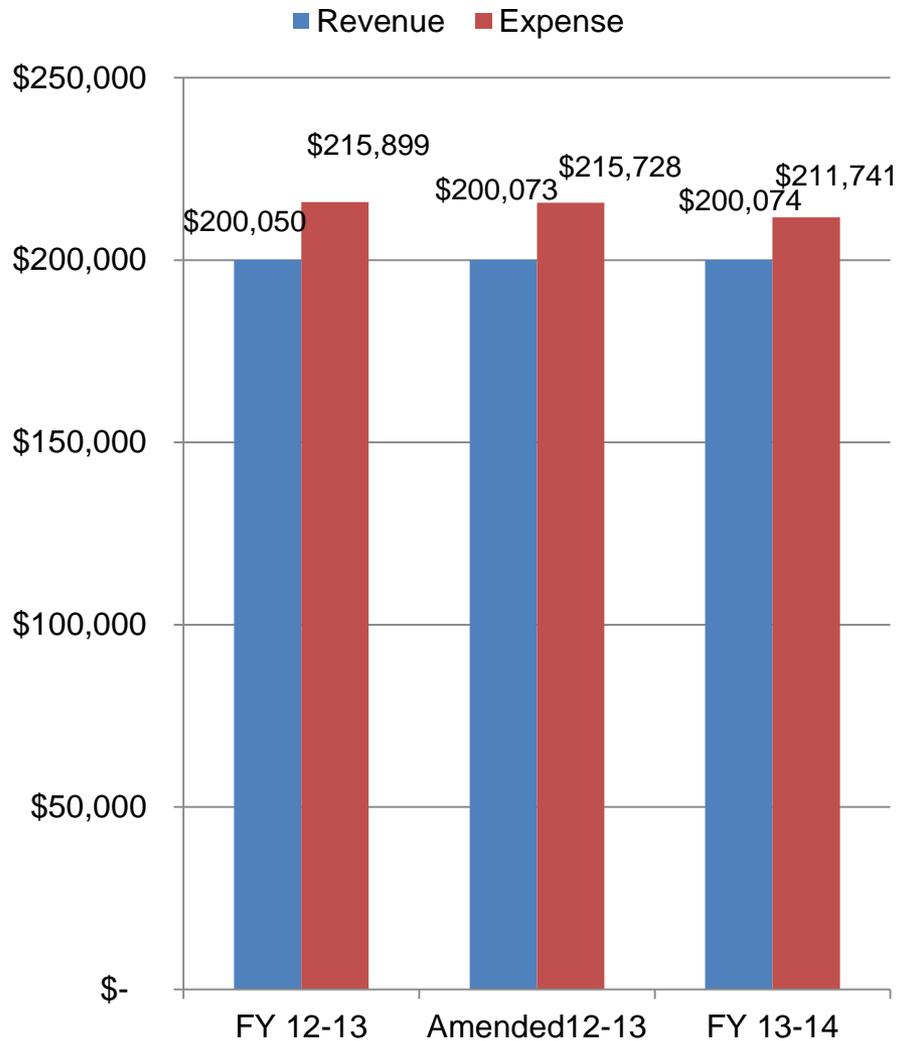


- Amended Revenues: 8.2% ▼
- Amended Expenses: 14.8% ▼
- Amended Difference: +\$36,490

- FY13-14 Revenues: 8.7% ▼
- FY 13-14 Expenses: 2.0% ▼
- FY 13-14 Difference: +\$21,327

- Amended expenses lower due to less building maintenance at incubator than in the past
- Amended and FY 13-14 revenues lowered due to slightly lower incubator rentals and interest on RLF loans

Lynn Boulevard Bond

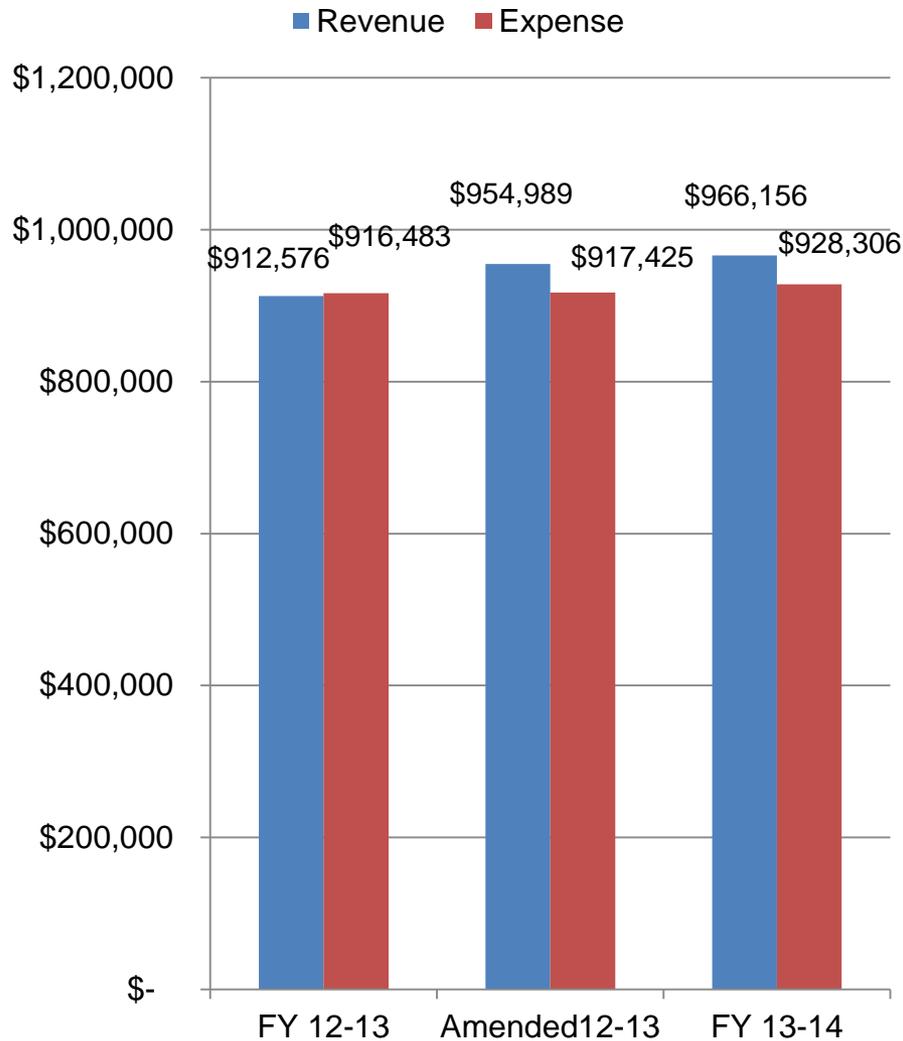


- Amended Revenues: 0.0% ▲
- Amended Expenses: 0.0% ▼
- Amended Difference: -\$15,655

- FY13-14 Revenues: 0.0% ▲
- FY 13-14 Expenses: 1.8% ▼
- FY 13-14 Difference: -\$11,677

- Fund purposely runs a small deficit to draw down fund balance before bond is retired (\$37,000).
- Bond payoff date is May 1, 2015
- Payoff will allow for \$200,000 more in annual street spending beginning FY 16-17

TIF Lincolnway-Lynn

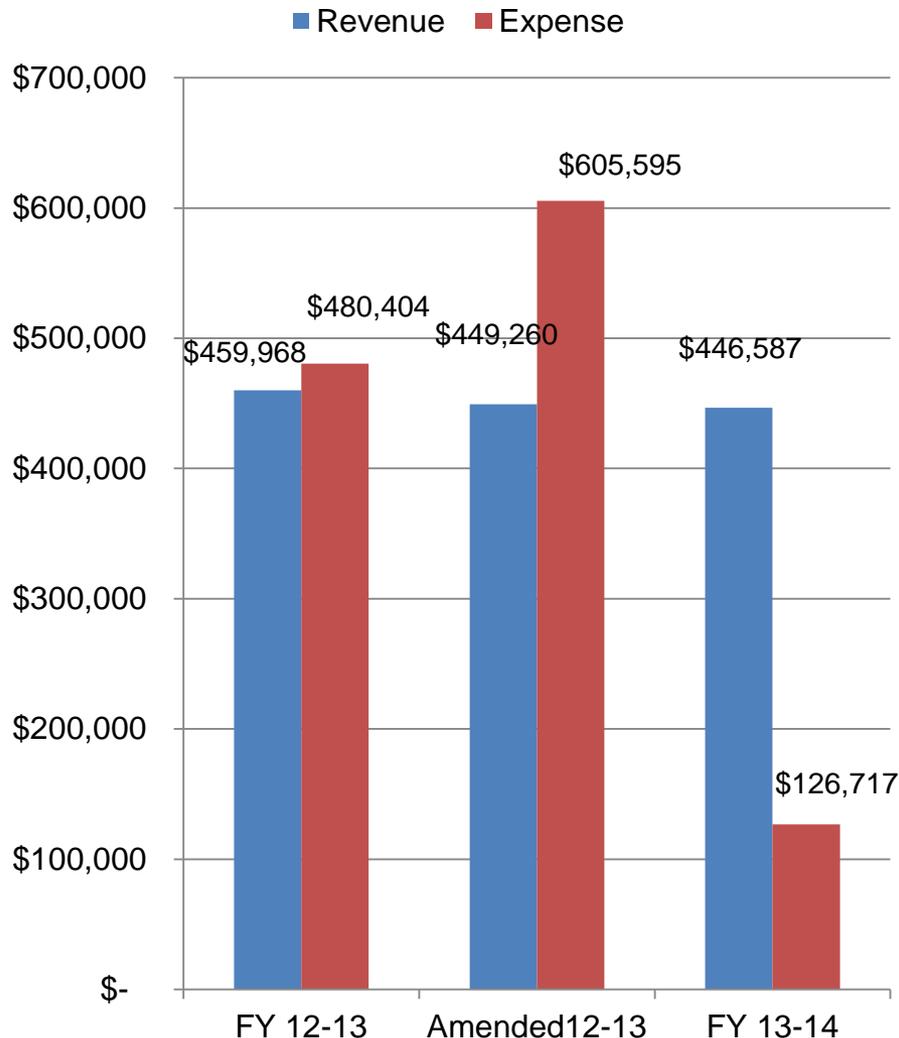


- Amended Revenues: 4.6% ▲
- Amended Expenses: 0.1% ▲
- Amended Difference: +\$37,564

- FY13-14 Revenues: 1.2% ▲
- FY 13-14 Expenses: 1.2% ▲
- FY 13-14 Difference: +\$37,850

- Revenues up now that property tax increment is being generated
- Bond payoff date is in FY2032

TIF Central Business District



- Amended Revenues: 2.3% ▼
- Amended Expenses: 26.1% ▲
- Amended Difference: -\$156,335

- FY13-14 Revenues: 2.9% ▼
- FY 13-14 Expenses: 73.6% ▼
- FY 13-14 Difference: +\$319,870

- Amended Expense increased due to reconstruction of Lots 8 & 9 (west side of 200 block of 1st Avenue)
- FY 13-14 Expense decreased as bonds are paid off!
- FY 13-14 Expenses:
 - Finalize Lots 8 & 9 (lights, plantings, dumpster enclosures)
 - Streetscape enhancements
 - Balance to begin repaying General Fund and Capital Fund for loans made in the 1980's

Civil Defense Fund

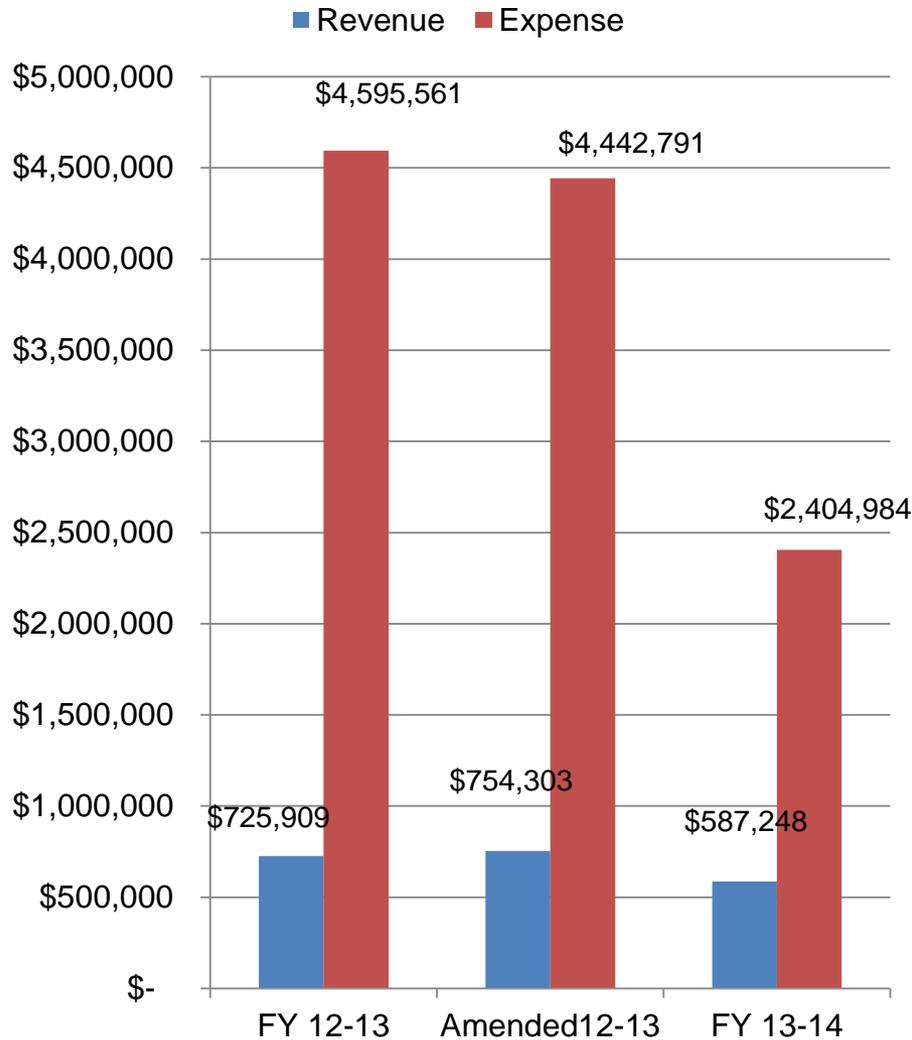


- Amended Revenues: 1.9% ▼
- Amended Expenses: 0.5% ▼
- Amended Difference: +\$822

- FY13-14 Revenues: 3.2% ▼
- FY 13-14 Expenses: 11.9% ▼
- FY 13-14 Difference: +\$1,918

- Accumulating fund balance for future warning siren system replacement (~\$78,000)

Coliseum Fund



- Amended Revenues: 3.9% ▲
- Amended Expenses: 19.1% ▼
- FY13-14 Revenues: 3.3% ▼
- FY 13-14 Expenses: 47.7% ▼
- Phase I complete Mid-March
- Remaining Project complete in calendar year 2012

Motor Fuel Tax Fund

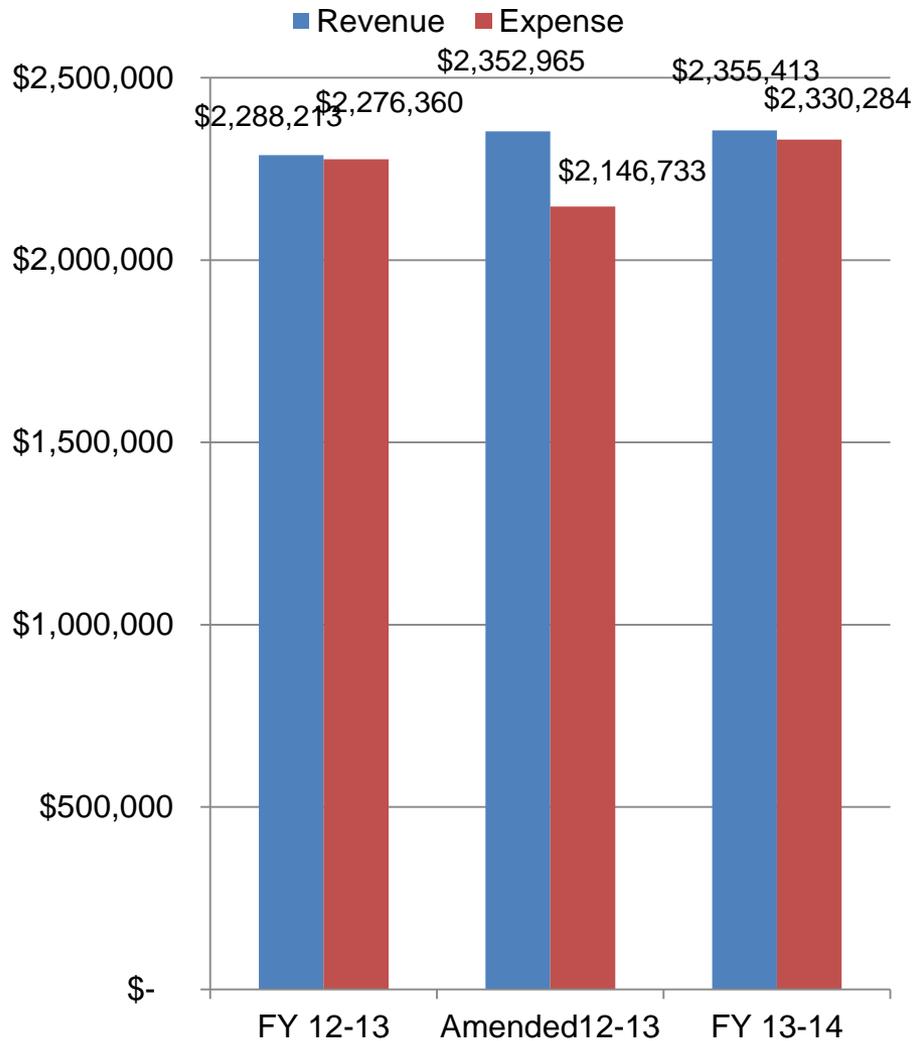


- Amended Revenues: 20.1% ▲
- Amended Expenses: 0.5% ▼
- Amended Difference: -\$7,803

- FY13-14 Revenues: 0.1% ▼
- FY 13-14 Expenses: 1.1% ▼
- FY 13-14 Difference: -\$52,054

- Fund Balance of nearly \$400,000 (accumulated for large projects and bond payment assurance)
- More expenses than revenues primarily due to bridge costs payable to State for the decorative lighting, fencing etc.
- Bonds expire in FY 16-17 which will then allow for more annual road work or bonding for a large roadwork project

Sewer Fund

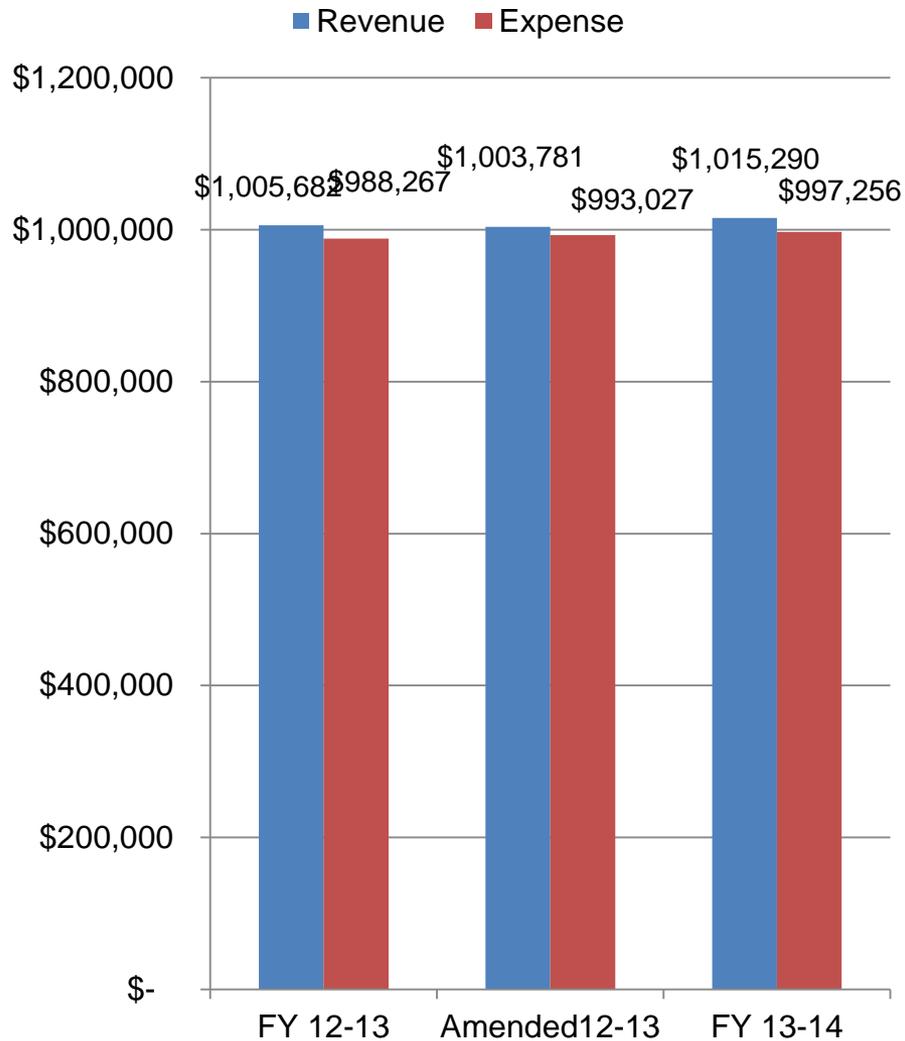


- Amended Revenues: 2.8% ▲
- Amended Expenses: 0.5% ▼
- Amended Difference: +\$206,232

- FY13-14 Revenues: 3.2% ▲
- FY 13-14 Expenses: 2.4% ▲
- FY 13-14 Difference: +\$25,129

- Amended expense lower
 - Depreciation calculation lower than anticipated
 - No lining projects required this year
- Amended Revenue
 - Higher investment returns
 - Fewer write-offs
- Includes annual \$405,000 set aside for future dredging and wastewater plant upgrade
- Approximately \$10m accumulated for these projects
- Request additional part-time staff
 - Reduce current overtime and comp-time hours
 - Add staff to collect bad debt
- No rate change for FY 13-14 recommended

Solid Waste Fund



- Amended Revenues: 0.2% ▼
- Amended Expenses: 0.5% ▲
- Amended Difference: +\$10,754

- FY13-14 Revenues: 1.0% ▲
- FY 13-14 Expenses: 0.9% ▲
- FY 13-14 Difference: +\$18,034

- Allied Waste contract increases 27cents per customer per month this year (increases 27 cents following year as well)
- Recommend City raise rate 25 cents to keep up with contract costs and establish sufficient reserves
- ~8% delinquency
- Fund balance is under 10% (City policy is 33%)
Currently causes cash flow issues within the fund
- Write-off policy can effect present and future rates as well

CGH 2012 Bond Fund

- This fund operates as an “in and out” fund for the repayment of a refinancing bond for CGH
- CGH sends the City the funds required to make the annual payments at no cost to the City

SSA

- Special Service Areas – Special Tax Assessment areas to fund development of subdivisions
 - Tori Pines – Final Year of Bond payments (will need to abate taxes until 2016)
- Greenridge –
 - Assessment revenues equal bond expenses
 - Expires FY 2019

McFalls Landfill

- Fund remains open until final McFalls Estate payments are received by the City for expenses incurred. \$30,000 is currently owed and being repaid to us at \$1,000 a month until repaid in full.
- Funds were counted in prior years, so they are not counted in the current budgets.

Remaining Funds to Review

- Capital Fund
- Fire Pension
- Health Insurance
- IMRF
- Library Fund
- NSP2
- Police Pension
- Rock River
Redevelopment
- Social Security
- Stormwater
- TIF – Rock River
- Trust Committee
- Whiteside Area
Housing Fund



Council Comments