

# Village of Lombard Long Range Plan Budget Updates

8/19/2016

# Long Range Plan (LRP) 2017 Expense Changes

## Removed vacant positions

- ▶ Village Manager's Office: Events Coordinator
- ▶ Village Manager's Office: VH Records Clerk
- ▶ Police Department: 2 Part-time Community Service Officers
- ▶ 2 Seasonal Engineering Coops

Converted Police Department Accreditation Manager from 38 hrs to 27.5 hrs per week

## Salary transfers out of General Fund

- ▶ Village Manager: 10% to Hotel Motel/5% to Water & Sewer
- ▶ Assistant Village Manager: 10% to Hotel Motel/5% to Water & Sewer
- ▶ HR Director: 15% to Water & Sewer
- ▶ Payroll Benefits Specialist: 15% to Water & Sewer
- ▶ Assistant Finance Director: 30% to Water & Sewer
- ▶ Accounting Assistant: 20% to Parking
- ▶ 1% of all Police Lieutenants & Sergeants (12 total) to Hotel Motel
- ▶ Director of Public Works: 5% to Hotel Motel
- ▶ Assistant Director of Public Works: 5% to Hotel Motel/ 5% to Recycling
- ▶ Public Works Administration Secretary: 5% to Hotel Motel
- ▶ Public Works Operations Superintendent: 5% to Hotel Motel
- ▶ Public Works Streets/Electric Supervisor: 5% to Hotel Motel
- ▶ Facilities Personnel: 5% to Water & Sewer

## Removed from Budget

- Weed treatment from Village facilities
- Banner program expansion
- Business Expo grant
- Maintenance & resurfacing for 101 S. Main
- Downtown early start cleanups

## Reduced Budget

- Marquardt Lobbyist fee cut in half
- # of Verizon air cards in Police & Fire
- Village Hall & Public Works janitorial services to 3 days/week and Police to 5 days/week
- Emergency Communications Center replacement items
- PRIDE newsletter from 6 to 4 issues
- Funding to DCVB for Illinois Advertising
- # of Starcom Radios in Fire from 66 to 48
- Delayed replacement of Starcom Radios for 2 years
- Funding for Taxi Subsidy Program (Phase-out)
- Winter decorations
- Shuttle and Police overtime for fireworks
- Sewer rodding reimbursement
- Annual software maintenance fees
- Xerox copier monthly fees and expenses
- Technology reserve for servers, computers, and copiers

## Financial Policy Changes

- Eliminated Utility Tax Reserve and approved an Emergency General Fund Reserve, Revenue Stabilization Fund, Building Fund Reserve Fund, and Pension Stabilization Fund
- The Village will levy for the actuarial determined normal loss amount and any unfunded liability will be spread over 4 yrs.

# Assumptions for the Long Range Plan Compared to 2017 Proposed Budget

Revenues			FY17 Proposed Compared to FY16 Budget	Expenses			FY17 Proposed Compared to FY16 Budget
	LRP				LRP		
Property Tax, Income Tax, Amusement Tax, Fees	3.00%		Property: 1.83% Income: 0.93% Amusement: 5.50% Fees: -0.17%	Salaries	4.00%		4.77%
Sales Tax, Places for Eating Tax	1.50%		Sales: 0.29% PFE: 56.19%	Health Insurance	7.50%		5.33%
Utility Tax	0%		-4.34%	IMRF	4.00%		-12.92%
				Police/Fire Pensions	7.50%		Police: 3.32% Fire: 7.64%
		Change From LRP Projection				Change From LRP Projection	Surplus/ (Deficit)
Projected LRP	36,077,533			Projected LRP	37,630,354		(1,552,821)
Projected 6/15	35,695,539	(381,994)		Projected 6/15	35,945,513	(1,684,841)	(249,974)
Current	35,745,279	(332,254)		Current	35,734,549	(1,895,805)	10,730

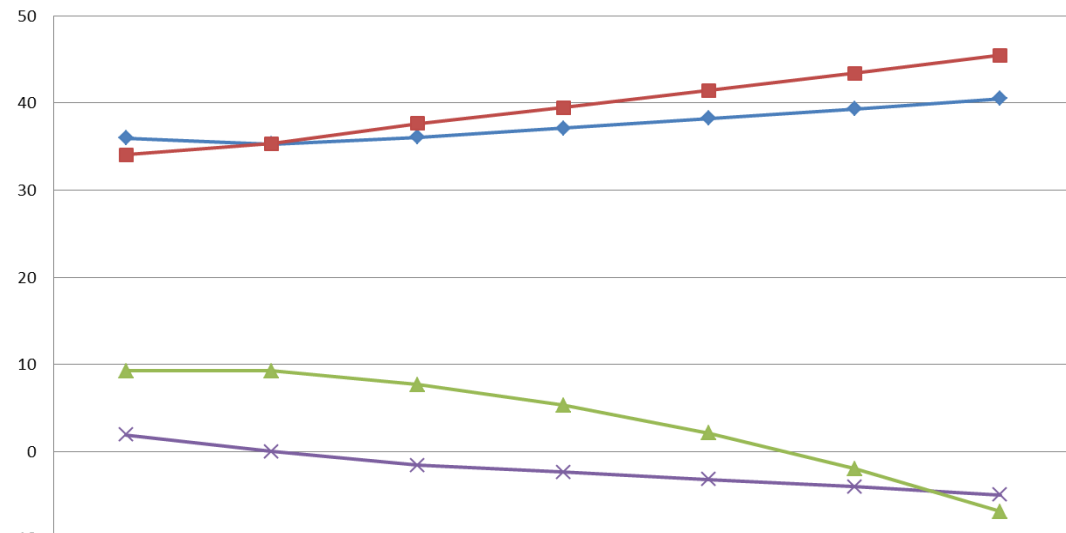
Revenues shown above include \$800,000 or 1/2% of the 1% Places for Eating Tax increase approved in the Long Range Plan

# LONG RANG PLAN SYNOPSIS

## Prior to Any Changes FOR 2017



The 5-Year Multi-Year Financial Forecast projects an estimated deficit of \$1.6M for fiscal year 2017.



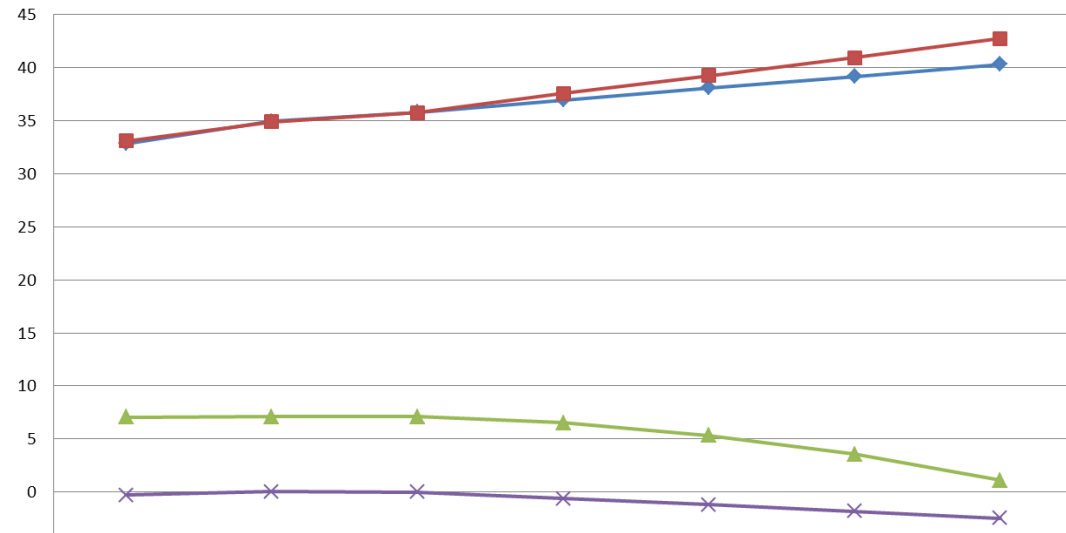
	2015 YE Est	2016 Request	2017	2018	2019	2020	2021
Revenues	35,965,601	35,302,239	36,077,553	37,092,945	38,232,732	39,334,549	40,490,569
Expenses	34,032,396	35,312,057	37,630,354	39,473,306	41,424,123	43,384,620	45,449,690
Projected Surplus/(Deficit)	1,933,205	-9,818	-1,552,801	-2,380,361	-3,191,391	-4,050,071	-4,959,121
Ending Fund Balance	9,240,269	9,230,451	7,677,650	5,297,289	2,105,898	-1,944,173	-6,903,294

## CURRENT 5 YEAR PROJECTION



**1% increase to the PFE tax; with ½% PFE Tax allocated to General Fund and Expenditure Reduction of \$800K in 2017**

The 5-Year Multi-Year Financial Forecast projects an estimated deficit of \$590K in 2018, \$1.2M in 2019, \$1.8M in 2020, and \$2.4M in 2021.



	2015 YE Est	2016 Request	2017	2018	2019	2020	2021
Revenues	32,809,991	34,914,099	35,745,279	36,920,586	38,043,133	39,126,460	40,262,690
Expenses	33,079,577	34,870,823	35,734,549	37,510,946	39,208,323	40,904,840	42,694,870
Projected Surplus/(Deficit)	-269,586	43,276	10,730	-590,360	-1,165,190	-1,778,380	-2,432,180
Ending Fund Balance	7,050,878	7,094,154	7,104,884	6,514,524	5,349,334	3,570,954	1,138,774

**All budget projections (FY17 and beyond) do not include new retail projections (Sams Club, Marianos, ect.).**