

Finance Committee Meeting

Council Chambers

February 17, 2016

8:00 a.m.

Call To Order:

Meeting opened at 8:08 am

Roll Call:

Finance Director Neukirch called the roll for Committee members.

Committee Members Present: Chairman LoVerde, Bob Callero, John Johann, Paul Nielson and Al Weel

Committee Members Absent: None

Village Staff Present: Village Manager Vinezeano, Finance Director Neukirch, Assistant Finance Director Nannini and representatives from all Village departments.

Approval of Minutes:

The minutes from the January 20, 2016 Finance Committee meeting were up for approval, motion made and all concurred.

Accounts Payable Approval:

The approval of the Accounts Payable registers for 1/15, 1/22, 1/29 and 2/5 were up for approval, motion made and all concurred.

New Business

FY 17 Draft Budget Review:

Chairman LoVerde opened with comments where he thanked the Village staff for their hard work to this point in the budget process and discussed the critical budget process and how this budget provides for things such as personnel, important programs, capital projects and pension funding. He also spoke to the threat of decreased revenues from the State of Illinois and the actual revenue losses the Village is currently experiencing. Chairman LoVerde also stressed the importance of economic development and remaining fiscally responsible.

Village Manager Vinezeano followed with opening comments to the presentation where he also addressed the threat of reduced revenue from the State and how this budget provides for pension funding, personnel expenses, strategic infrastructure funding and the ongoing fulfillment of the principles outlined in the Village's 2030 plan. Vinezeano also gave an overview of General Fund deficit and the overall reductions that have been made to this point during and after a series of meetings with all of the Village's departments. Vinezeano stressed that this process is a team effort between the staff, Finance Committee and Village Board.

Finance Director Neukirch and Village Manager Vinezeano gave a presentation (attachment 1) to the Committee concerning the status of the FY 2017 draft budget and responded to questions from the Committee throughout the presentation. The Committee reviewed and discussed the budget timeline, Economic Enhancement Committee highlights, the General Funds original requests, factors impacting budget requests, changes made to the original requests, and options to help reduce the deficit in the General Fund. The major issues facing each of the other funds were also discussed. Representatives from the Village departments attended the meeting and some answered various questions from the Committee during the meeting as well.

Staff will provide the Committee with the dollar values associated with the Economic Enhancement Committee items discussed

A motion was made and all concurred to cancel the Finance Committee scheduled for Friday, February 19, 2016.

Other Business:

None

Public Comment:

None

Executive Session:

None

Return From Executive Session:

None

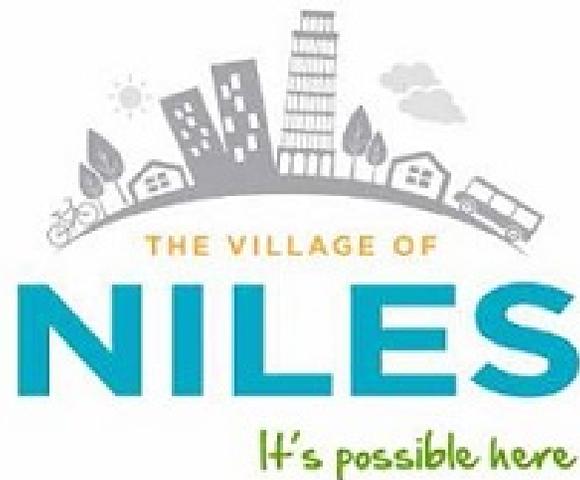
Adjournment:

Motion to adjourn was made and all concurred at 10:24 am.

Prepared by Scot Neukirch on 2/18/2016

DIVERSE HAPPY FAMILY-ORIENTED
OPEN FOR BUSINESS FRIENDLY VIBRANT SAFE
HARDWORKING CONVENIENT PEACEFUL EFFICIENT STABLE PROGRESSIVE

Village of Niles 2017 Draft Budget Finance Committee Review



Outline

- Budget Timeline
- Village Economic Enhancement Items
- Major Impacts on FY 17 Budget:
 - Capital Projects
 - Pensions
 - Revenue Reduction
 - Payroll

- General Fund
- Water Fund
- Other Funds
- Balancing Options for the Village Board

Niles Budget Process Timeline

- **November**
 - Staff began formal planning for upcoming budget year
- **December-Mid January**
 - Staff entered requests in budget system
- **January**
 - Finance:
 - Reviewed budget entries
 - Made preliminary inquiries
 - Developed the draft budget
- **Last week in January**
 - Staff met with the Village Manager, Asst Village Manager and Finance to discuss budget requests
 - General Fund deficit was reduced by \$6.2 million during this step

Niles Budget Process Timeline

- **February**
 - Revised the preliminary draft document with changes resulting from departmental meetings.
 - ★ Meet with Finance Committee on February 17 & 19 to discuss the budget.★
- **March/April**
 - Meet with entire Village Board for 3 scheduled workshops to get input and direction from the Board.
 - March 14, 2016
 - March 16, 2016
 - March 23, 2016 (if necessary)
- **Beginning of April**
 - Prepare proposed budget based on Board direction received.
 - Available for residents to review on website, library and front counter
- **End of April**
 - Statutorily required Public Hearing for resident comment on the proposed budget as part of the regularly scheduled Board Meeting
- **May**
 - Village Board votes on appropriation ordinance

Economic Enhancement Current Revenue Topics

- Tax increment financing(TIF)
- Fire alarm monitoring
- Donations/sponsorship
- Illinois Debt Recovery Program
- Water bill delinquency program
- Business license revocation for delinquent fees/taxes
- Corporate rewards program
- Sales tax and utility tax in-house monitoring
- Staff's annual evaluation of fees
- Grants

Economic Enhancement New Revenue Topics

- Ambulance fee adjustment
- Amusement tax
- Appeals court fee
- Bus shelter & bench ads
- Festival permits
- Local motor fuel tax increase
- Fitness program fee increase
- Water rate increase
- Water meter replacement program
- Video gaming
- Water and sewer line insurance program

Economic Enhancement Cost Control Topics

- Utilization of interns/volunteers
- Discontinuation of vehicle sticker lock box
- Building automation – thermostat reduction at night
- Energy efficiency programs
- Retirees transitioned to a separate insurance plan
- Privatization of branch collection

Economic Enhancement Cost Control Topics

- Department staffing reviews
- Paperless programs
- Intergovernmental collaboration
- Green fleet initiative
- Leak detection program
- Municipal Partnering Initiative (MPI)
- Regional water supply

Capital Projects

Capital Projects						
FY 16 Budget						
Projects over \$100,000						
#	ChildOrg	ChildOrgDescription	ChildAcct	ChildAcctDescription	Amount	Description
1	5060	STORMWATER RELIEF	3810	LAND AND IMPROVEMENTS	\$ 8,750,000	Cleveland Street Relief Sewer - Construction
2	2210	MTR FUEL TAX ADMIN	3840	CAPITAL IMPROVEMENT PRJCT	\$ 1,610,000	Street Resurfacing
3	5030	TRANSMISSION	3840	CAPITAL IMPROVEMENT PRJCT	\$ 1,600,000	Watermain Replacement - Touhy Ave
4	4510	GROSS PT TOUHY TIF ADMIN	3810	LAND AND IMPROVEMENTS	\$ 1,500,000	Fire Station 3 Improvements
5	5030	TRANSMISSION	3840	CAPITAL IMPROVEMENT PRJCT	\$ 820,000	Watermain Replacement - Riverside & Days Ter Project
6	4510	GROSS PT TOUHY TIF ADMIN	3810	LAND AND IMPROVEMENTS	\$ 757,000	Leaning Tower YMCA - Engineering, Ornamental & Structural Repairs - Phase 1 & 2
7	1460	PUBLIC BUILDINGS	3810	LAND AND IMPROVEMENTS	\$ 500,000	Roof Repairs at Various Facilities - Phase 4 of 6
8	5060	STORMWATER RELIEF	3810	LAND AND IMPROVEMENTS	\$ 390,000	Oak Park IEPA IGIG Bioswale / Pervious Paver Project
9	2310	STREET & BRIDGE ADMIN	3810	LAND AND IMPROVEMENTS	\$ 380,000	Alley Improvement Project
10	1430	STREETS & SIGNS	3810	LAND AND IMPROVEMENTS	\$ 250,000	2016 Curb & Gutter/Sidewalk Program

Capital Projects

Capital Projects						
FY 16 Budget						
Projects over \$100,000						
#	ChildOrg	ChildOrgDescription	ChildAcct	ChildAcctDescription	Amount	Description
11	5040	SEWER AND WATER	3810	LAND AND IMPROVEMENTS	\$ 250,000	Sewer Line Cleaning & Televising
12	1720	VILLAGE COMPUTER SYSTEMS	3820	EQUIPMENT	\$ 185,400	Major Hardware Projects
13	2210	MTR FUEL TAX ADMIN	3840	CAPITAL IMPROVEMENT PRJCT	\$ 164,880	Milwaukee Avenue Streetscape Phase 4 - Construction
14	5030	TRANSMISSION	3840	CAPITAL IMPROVEMENT PRJCT	\$ 150,000	Watermain Replacement Touhy Ave - Construction Engineering
15	5040	SEWER AND WATER	3810	LAND AND IMPROVEMENTS	\$ 100,000	Spot Repairs
16	5060	STORMWATER RELIEF	3810	LAND AND IMPROVEMENTS	\$ 100,000	Storm Water Project Design
17	1430	STREETS & SIGNS	3810	LAND AND IMPROVEMENTS	\$ 100,000	Milwaukee Pulse Station Branding grant Administration Building - Installation of new HVAC System
18	1460	PUBLIC BUILDINGS	3810	LAND AND IMPROVEMENTS	\$ 100,000	
19	5020	SUPPLY	3810	LAND AND IMPROVEMENTS	\$ 100,000	Touhy Pumping Station Feeder Replacement
20	5040	SEWER AND WATER	3810	LAND AND IMPROVEMENTS	\$ 100,000	Sewer Lining Program
21	6120	GARAGE	3820	EQUIPMENT	\$ 100,000	GPS Tracking
					\$ 18,007,280	89%
					\$ 20,301,977	FY 17 Total Capital Budget
					\$ 11,933,052	FY 16 Projected Capital Expenditures
					\$ 7,463,494	FY 15 Actual Capital Expenditures



Police & Fire Pension Funds



- The Pension Funds are governed by a Board that is independent from the Village.
- The Funds have their own financial advisor and attorney.
- An actuary calculates on an annual basis what the Village needs to contribute to the Fund to be compliant with state statutes. p. 239 & p. 244
 - Currently the Police Pension Fund is 42% funded and the Fire Pension Fund is 45% funded
 - Total unfunded liability of \$77.5 million



Police & Fire Pension Funds



- The FY 17 budgeted contribution of \$6.3 million is 100% of the actuarial recommendation (which will provide more level payments until 2040).
- For FY 17, the budgeted contribution is \$1.3 million higher than the statutorily required minimum contribution.
- The current property tax levy (\$3,231,000) covers 51% of the full contribution from the General Fund to the Pension Funds in FY 17.
 - \$2,049,000 is budgeted to be supported by a transfer of reserves from the General Fund
 - \$837,000 will be supported by the ¼% sales tax increase.
 - \$160,000 is being supported by post office rent

Debt Service p 324

- FY 17 total existing debt (principal & interest): \$12,321,000
- Debt is paid by a mix of TIF increment, sales tax, water sales and property tax
- Of the existing debt, \$2,866,000 will be paid during FY 17.
- The next issue to be retired is 2012 installment loan in 2016 and the 2010 GO issue for the Police Department construction at the end of calendar 2017
- Budgeted additional debt in FY 17:
 - Installment loan for vehicles in the Automotive Fund
 - IEPA loan for the Cleveland storm water project

FY 17 Revenue Reduction p 11

- 25% budgeted reduction in Income Tax is currently included in the budget.
 - Budgeted loss of \$750,000

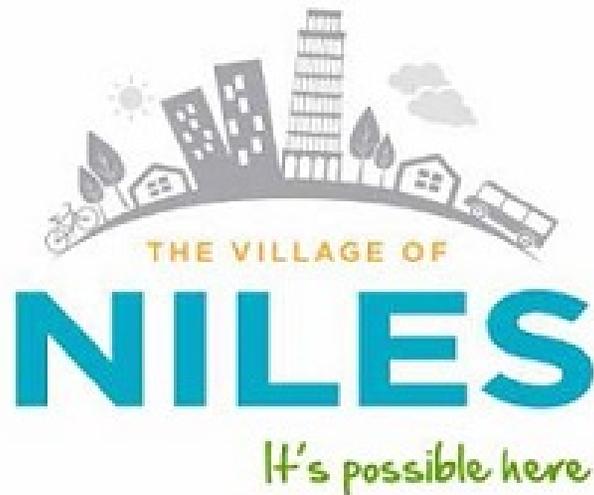
- Loss of the Niles OTB
 - Budgeted loss of \$250,000

- Reduction in police department revenues
 - Budgeted loss of \$165,000
 - Accounts 1115-1256, 1257, 1258, 1259
 - Increased court fines and ticket processing

Payroll

- Total FY 17 payroll (wages, OT, taxes, benefits) : \$48.2 million
- Total FY 16 payroll is projected at \$46.2 million
- Budgeted 2.5% COLA for FY 17
- Personnel requests will be discussed with the Village Board in executive session at the first budget workshop.

General Fund



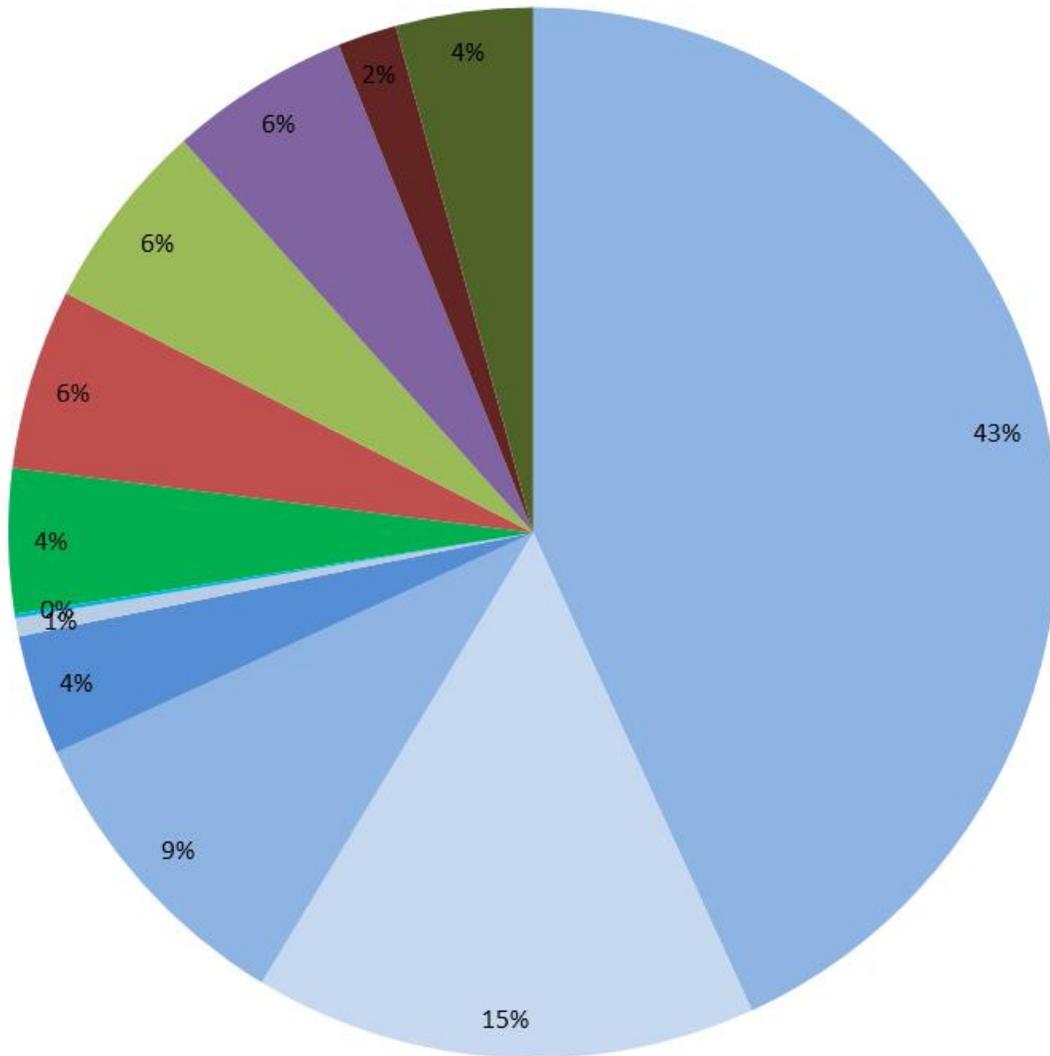
Plans & Programs Impacting FY 17 Budget Expense Requests

- Pension Funding
- 2030 Comprehensive Plan
- Storm Water Relief Program
- Matrix Study (streets, sewers, watermains, staffing)
- Leaning Tower Rehab
- Multi Modal Plan
- Firehouse 3 rehab
- Environmental Action Plan
- Wayfinding Signage Implementation

FY 17 General Fund Budget Revised Expense Requests

Categories	Acct Range	FY 17 Requests	FY 17 After Dept Mtgs	Changes
Payroll Items	(2000-2080, 2505-2610, 2999, 3510 & 3515)	\$20,419,459	\$20,550,038	\$130,580
Pension Payments	(2705, 3520)	7,377,318	7,373,872	(3,447)
Insurance	(3230, 3240, 3250, 3275, 3280)	4,527,153	4,514,927	(12,226)
Over Time	(2200-2399)	1,923,375	1,766,225	(157,150)
Conferences & Training	(3100-3199)	316,563	266,623	(49,940)
Wellness Transfer	3,235	63,211	63,034	(177)
Capital Equipment & Improvments	(3800-3899)	5,667,923	2,115,894	(3,552,029)
Contractual Exp	(3300-3399)	2,824,410	2,650,732	(173,678)
Equipment Maint & Materials	(3600-3699)	4,183,209	2,782,075	(1,401,134)
Auto Fund Transfer	3991	3,052,700	2,650,127	(402,572)
Risk Mgmt Transfer	3291	868,351	868,351	0
Admin Exp	(3000-3099)	2,044,419	2,011,221	(33,198)
		\$53,268,091	\$47,613,119	(\$5,654,972)

FY 17 General Fund Departmental Budget Expense Requests



- Payroll Items
 - Pension Payments
 - Insurance
 - Over Time
 - Conferences & Training
 - Wellness Transfer
 - Capital Equipment & Improvements
 - Contractual Exp
 - Equipment Maint & Materials
 - Auto Fund Transfer
 - Risk Mgmt Transfer
 - Admin Exp
- 73%

Largest Expense Changes

3800-3899 Capital Equipment & Improvments					
1460	PUBLIC BUILDINGS	3810	LAND AND IMPROVEMENTS	(1,154,504)	See pages 6 & 7 of detail of changes information provided
1430	STS & SIGNS	3610	EQUIPMENT/PROPERTY MAINT.	(1,212,000)	See page 5 of detail of changes information provided
1430	STS & SIGNS	3840	CAPITAL IMPROVEMENT PRJCT	(2,390,000)	See page 5 of detail of changes information provided

Revenue Changes

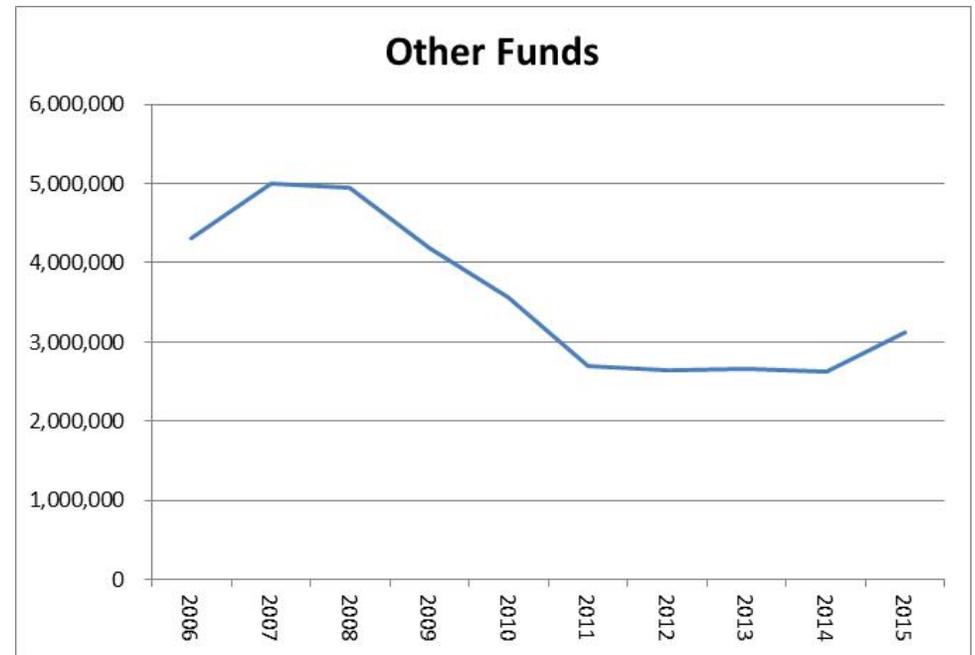
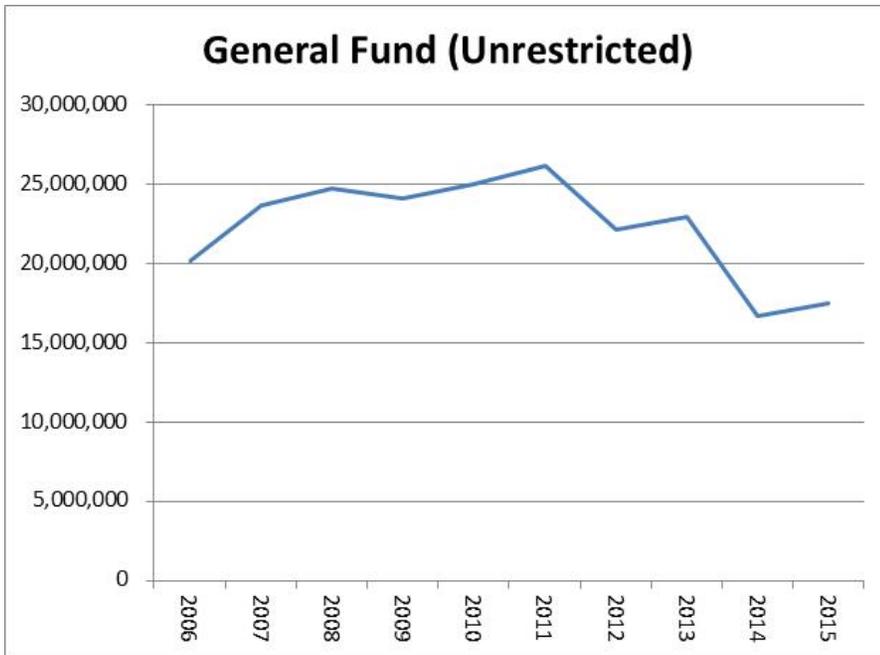
Revenues

Account	Description	FY 17 Ph2 Budget over/ (under) FY 17 Ph1 Budget	
		42,879,658	FY 17 Ph 1 Budget
1019	SALES TAX-LOCAL .25 INCR	837,022	
1554	REWARD POINTS REDEEMED	50,000	
1005	PROPERTY TAXES (LEVIED)	(62,937)	
1410	GOVERNMENT GRANTS	(80,053)	
1075	OTB GAMING TAX	(250,000)	
Various	Misc revenues with difference less than +-\$50,000	13,663	Total of 54 accounts with variances of less than + or - \$50,000.
		507,695	Sub Total
		1.18%	Percentage increase from FY 17 Ph1 Budget
		43,387,352	FY 17 Ph 2 Budget

Fund Balance History

		2006	2015
	Total	22,501,343	30,082,323
General Fund	Unrestricted	20,102,553	17,479,812
Street & Bridge		1,316,469	1,019,272
Capital Projects		(130,597)	329,127
Waste Agency		543,834	177,582
Debt Service		558,852	53,115
Automotive	(unrestricted)	2,068,356	1,109,110
Risk Management	(unrestricted)	(40,341)	431,913
	Other Funds	4,316,573	3,120,119
	Grand Total	24,419,126	20,599,931

Fund Balance History



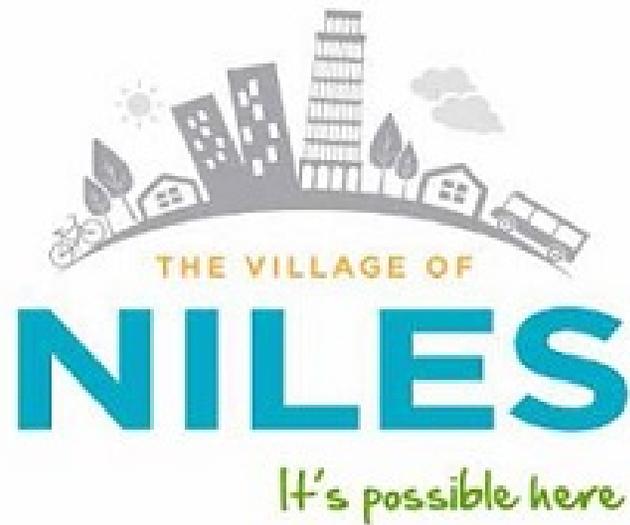
General Fund Summary p. 9

GENERAL FUND (10000)						
SUMMARY						
	2017	2016		2015	Dollar Change	
	Budget	Budget	Projected	Actual	17 Bud vs 16 Proj	16 Proj vs 15 Actual
REVENUES	43,753,262	44,652,010	44,538,202	44,811,716	(784,941)	(273,514)
EXPENSES	47,613,119	47,100,781	44,207,700	43,220,167	3,405,418	987,533
REVENUES MINUS EXPENSES	(3,859,857)	(2,448,771)	330,502	1,591,549		
TRANSER TO FITNESS	(365,909)	(497,075)	(515,351)	(220,259)		
TRANSFER TO WATER FUND	0	0	0	(415,405)		
TRANSFER TO SEIZURE FUNDS	0	0	0	(203,240)		
TRANSFER TO MUNICIPAL WASTE	0	0	0	(75,000)		
OPENING FUND BALANCE	29,897,473	30,082,322	30,082,322	29,404,678		
ENDING FUND BALANCE	25,671,707	27,136,476	29,897,473	30,082,322		
RESERVED FUND BALANCE	(9,915,351)	(9,800,176)	(13,775,208)	(12,718,507)		
UNRESTRICTED FUND BALANCE	15,756,357	17,336,300	16,122,266	17,363,815		
				25,985,188	Cash and Investments	

Options To Balance the FY 17 General Fund

- Combination of the following:
 - Additional budget request reductions
 - Utilization of reserves
 - New/Increases to revenues

Water Fund



Water Fund Summary

WATER FUND (50000)					
SUMMARY					
				Dollar Change	
	2017	2016	2015	17 Bud vs	16 Proj vs
	Budget	Projected	Actual	16 Proj	15 Actual
REVENUES	21,360,455	17,657,502	16,431,097	3,702,953	1,226,405
EXPENSES	29,610,573	20,974,658	13,926,453	8,635,916	7,048,205
REVENUES MINUS EXPENSES	(8,250,119)	(3,317,156)	2,504,644		
TRANSFER FROM GENERAL FUND	0	0	415,405		
BOND PROCEEDS	6,800,000	0	0		
OPENING NET POSITION	26,137,063	29,454,219	26,534,170		
ENDING NET POSITION	24,686,944	26,137,063	29,454,219		
INVESTED IN CAP ASSETS (Net of depr)			(18,975,575)		
UNRESTRICTED NET POSITION			10,478,644		
CASH & INVESTMENTS	7,828,508	8,628,627	12,289,892		

Water Fund Current and Future Needs

- Draft budget includes a 5% water rate increase
 - Chicago expected to pass up to a 5% increase in June
- Current and upcoming infrastructure requirements:
 - Storm Water Relief Program
 - Water main and sewer main replacement
 - Matrix Study suggests accelerating watermain and sewer line replacement
 - Switching water supplier
 - Potentially significant infrastructure requirements
 - 9101 Greenwood purchase and maintenance costs
- Village is losing its largest water customer (Aqua) in 2020

Addressing the Needs of the Water Fund

- The Village is researching possible alternatives to Chicago
- Staff is looking to reduce its water loss percentage
 - Leak detection services
 - Meter replacement program
- Issuing debt to help manage large expense payments

VILLAGE OF NILES
WATER & SEWER RATE SURVEY
NWMC COMMUNITIES (BASED ON 20,000 GAL/MONTH)

RANK	VILLAGE	Water Rate	Sewer Charge	Gallons or cubic ft	Fixed Charge	Bill every "x" months	Equivalent total rate per 1,000 gal	Water Supplier
1	Prospect Heights	\$6.13	\$6.50	1,000 g	\$39.59	1	\$14.61	Wilmette/ Glenview
2	Rolling Meadows	\$10.08	\$3.13	1,000 g		1	\$13.21	Jawa-Chicago
3	Hanover Park	\$9.35	\$2.07	1,000 g	\$25.00	2	\$12.05	Jawa-Chicago
4	Elk Grove Village	\$12.00		1,000 g		2	\$12.00	Jawa-Chicago
5	Morton Grove	\$10.81	\$1.15	1,000 g		2	\$11.96	Chicago
6	Streamwood	\$6.72	\$4.47	1,000 g		1	\$11.19	Jawa-Chicago
7	Vernon Hills	\$6.21	\$4.77	1,000 g		2	\$10.98	Central Lake County
8	Lincolnshire	\$5.13	\$5.77	1,000 g		1	\$10.90	Highland Pk
9	Mount Prospect	\$8.84	\$1.71	1,000 g	\$5.00	1	\$10.80	NSMJAWA - Chicago
10	Libertyville	\$6.40	\$4.13	1,000 g		2	\$10.53	Jawa-Chicago
11	Schaumburg	\$8.31	\$1.72	1,000 g	\$3.40	1	\$10.20	Jawa-Chicago
12	Roselle	\$7.11	\$2.85	1,000 g		1	\$9.96	Dupage Wtr Com
13	Lake Zurich	\$5.90	\$3.99	1,000 g		1	\$9.89	Well Water
14	Niles (proposed)	\$8.86	\$0.75	1,000 g		3	\$9.61	Chicago
15	Lincolnwood	\$8.28	\$1.00	1,000 g		3	\$9.28	Chicago
16	Wilmette	\$2.61	\$4.24	100 cf		3	\$9.16	Wilmette Plant (Lake
17	Barrington	\$3.17	\$5.94	1,000 g		2	\$9.11	Well Water
18	Park Ridge	\$7.32	\$1.42	1,000 g	\$3.35	2	\$8.82	Chicago
19	Evanston	\$2.18	\$3.94	100 cf		2	\$8.18	Filter Lake Mich Wtr
20	Des Plaines	\$5.05	\$0.91	100 cf		2	\$7.97	Chicago
21	Glenview	\$6.06	\$1.32	1,000 g		1	\$7.38	Wilmette - Aqua (Niles)
22	Wheeling	\$5.82	\$1.44	1,000 g		2	\$7.26	NW Wtr Com
23	Bartlett	\$6.36	\$0.77	1,000 g		1	\$7.13	Well Water
24	Arlington Heights	\$5.52	\$1.42	1,000 g		2	\$6.94	NW Wtr Com
25	Buffalo Grove	\$5.69	\$1.09	1,000 g		2	\$6.78	NW Wtr Com
26	Winnetka	\$34.16	\$14.51	1,000 cf		2	\$6.51	Filter Lake Mich Wtr
27	Lake Forest	\$5.30	\$1.16	1,000 g		3	\$6.46	Filter Lake Mich Wtr
28	Northbrook	\$4.90	\$1.05	1,000 g		3	\$5.95	Filter Lake Mich Wtr
29	Glencoe	\$3.40	\$0.96	100cf		3	\$5.83	Filter Lake Mich Wtr
30	Skokie	\$37.54		1,000 cf		3	\$5.02	Evanston
31	Palatine	\$3.85	\$0.90	1,000 g	\$2.20	2	\$4.81	NW Wtr Com
32	Highland Park	\$2.05	\$1.10	100 cf	\$6.00	3	\$4.31	Highland Park Plant (Lake Mich)

Addressing the Needs of the Water Fund

VILLAGE OF NILES WATER & SEWER RATE SURVEY NVMC COMMUNITIES (BASED ON 20,000 GAL/MONTH)

RANK	VILLAGE	Water Rate	Sewer Charge	Gallons or cubic ft	Fixed Charge	Bill every "x" months	Equivalent total rate per 1,000 gal	Water Supplier
1	Rolling Meadows	\$10.08	\$3.13	1,000 g		1	\$13.21	Jawa-Chicago
2	Hanover Park	\$9.35	\$2.07	1,000 g	\$25.00	2	\$12.05	Jawa-Chicago
3	Elk Grove Village	\$12.00		1,000 g		2	\$12.00	Jawa-Chicago
4	Morton Grove	\$10.81	\$1.15	1,000 g		2	\$11.96	Chicago
5	Streamwood	\$6.72	\$4.47	1,000 g		1	\$11.19	Jawa-Chicago
6	Mount Prospect	\$8.84	\$1.71	1,000 g	\$5.00	1	\$10.80	Jawa-Chicago
7	Libertyville	\$6.40	\$4.13	1,000 g		2	\$10.53	Jawa-Chicago
8	Schaumburg	\$8.31	\$1.72	1,000 g	\$3.40	1	\$10.20	Jawa-Chicago
9	Niles (proposed)	\$8.86	\$0.75	1,000 g		3	\$9.61	Chicago
10	Lincolnwood	\$8.28	\$1.00	1,000 g		3	\$9.28	Chicago
11	Park Ridge	\$7.32	\$1.42	1,000 g	\$3.35	2	\$8.82	Chicago
12	Des Plaines	\$5.05	\$0.91	100 cf		2	\$7.97	Chicago

Storm Water Relief Program

1/4% Fy 17 BUDGET RECONCILIATION

FY 17 Budgeted 1/4% Revenue		\$ 2,398,679
Bioswale Grant		\$ 195,000
Rental Income from Greenwood Property		\$ 110,608
		\$ 2,704,287
Expenses currently budgeted to be paid by 1/4%		
3290 OTHER INSURANCE		\$ 2,400
3320 CONSULTANTS		\$ 90,000
3370 SPECIAL SERVICES		\$ 100,000
3387 ELECTRIC SERVICES		\$ 210,000
3388 WATER SERVICE		\$ 2,650
3389 TELEPHONE & TELEGRAPH SVC		\$ 6,000
3409 DEBT SERVICE PRINCIPAL		\$ 510,000
3410 DEBT SERVICE INTEREST		\$ 274,975
3610 EQUIPMENT/PROPERTY MAINT.		\$ 28,000
3690 MAINTENANCE OF BUILDINGS		\$ 188,240
3810 LAND AND IMPROVEMENTS		\$ 9,255,000
	Less items covered by proceeds	\$ (8,800,000)
	Expenses to be covered	\$ 1,867,265
	Exceeding 1/4% available	\$ 837,022

Storm Water Relief Program

- Purchase of 9101 Greenwood financing options:
 - Issue GO debt
 - Would require this issue to be comingled with another issue since \$2.6 million is pretty small of an amount to issue GO debt on its own.
 - Use ¼% sales tax to pay cost of issuance fees, annual debt & interest payments over 20 years
 - Borrow from the General Fund
 - Would save on issuance costs and the Village could choose any interest rate it would like, if any.
 - Use ¼% sales tax to pay the annual debt payments to the General Fund over 10 years.
 - Take the \$2.6 million out of Water Fund reserves
 - Would save on issuance costs and interest costs
 - The Water Fund currently has the reserves available
 - Would keep more ¼% sales tax available on an annual basis for pensions or other storm water projects

Other Funds Summary

- Automotive Fund (p. 161)
 - Decreased contribution from other departments to help the General Fund in FY 17
 - Installment loan option will be utilized in FY 17 to pay for new squad cars and a vactor truck. Last payments on a previous installment loan will be made in FY 17.

- Motor Fuel Fund (p. 249)
 - Reserves are being utilized in FY 17 to help address infrastructure needs.
 - This option will diminish in future years.

- Capital Projects Fund (p. 295)
 - Two new special services added
 - Nordica SSA
 - Chesterfield SSA

Other Funds Summary

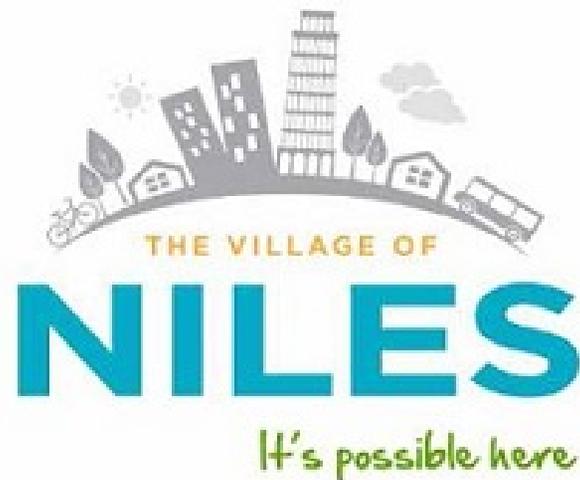
- TIF Funds (p. 207)
 - TIFs are scheduled to pay for:
 - Existing debt service
 - Fire Station 3 rehab
 - Leaning Tower rehab
 - Milwaukee TIF has been divided in to 3 departments
 - Harlem, Dempster & Oakton
- Family Fitness (p. 89)
 - Subsidy of \$366,000 from the General Fund to support operations in FY 17
 - Pool lights and dry cooler pipe repairs

Other Funds Summary

- Street & Bridge Fund (p. 257)
 - Drawing down reserves to pay for alley improvements
- Seizure Funds (p. 271-293)
 - If revenue is received it can be used for eligible expenses
- Municipal Waste (p. 309)
 - A property tax allocation along with various fees cover the associated waster removal expenses.
- Risk Management (p. 313)
 - Annual liability and workers compensation costs for the Village

DIVERSE HAPPY FAMILY-ORIENTED
OPEN FOR BUSINESS FRIENDLY VIBRANT SAFE
HARDWORKING CONVENIENT PEACEFUL EFFICIENT STABLE PROGRESSIVE

Village of Niles 2017 Draft Budget Finance Committee Review



Impact on deficit

Dept	Acct	Budget Amount	Reduces Deficit (Increases Deficit)	Description	Village Board
Other Fund Items					Keep, Add or Remove From Budget
2310	3810	380,000		Alley behind 7300 block of Harlem (\$90,000)	?
5030	3610	78,500		Watermain Valve Exercising Program	?
5040	3370	22,000		Sewer Rodding Rebate Program	?
Revenue Items					Keep, Add or Remove From Budget
5015	1360	16,491,190	0	Water rate increase	5%
Other Recommendations					Keep, Add or Remove From Budget
					?
					?
					?
					?
					?