

FY 2020 BUDGET SUMMARY

Village of Lindenhurst | April 22, 2019



Budget Workshop Agenda

- Village Finances
- FY 2018-2019 Budget Performance
- FY 2019-2020 Budget Impacts
- Budget Philosophy
- FY 2019-2020 Budget Decisions
- FY 2019 Capital Improvements
 - Community Capital
 - Water/Sewer Capital
- Recommended Action



VILLAGE FINANCES

Budget Description

Governmental and Capital Funds

- General Fund
- Motor Fuel Tax Fund
- Community Capital Fund
- Water/Sewer Capital Fund

Enterprise Funds

- Water/Sewer (Utility) Funds
- Garbage Fund

Budget Description

Internal Service Funds

- Squad Car Replacement Fund
- Public Works Vehicle Replacement Fund
- Retirement Fund
- Insurance Fund

Special (Non-Operating) Funds

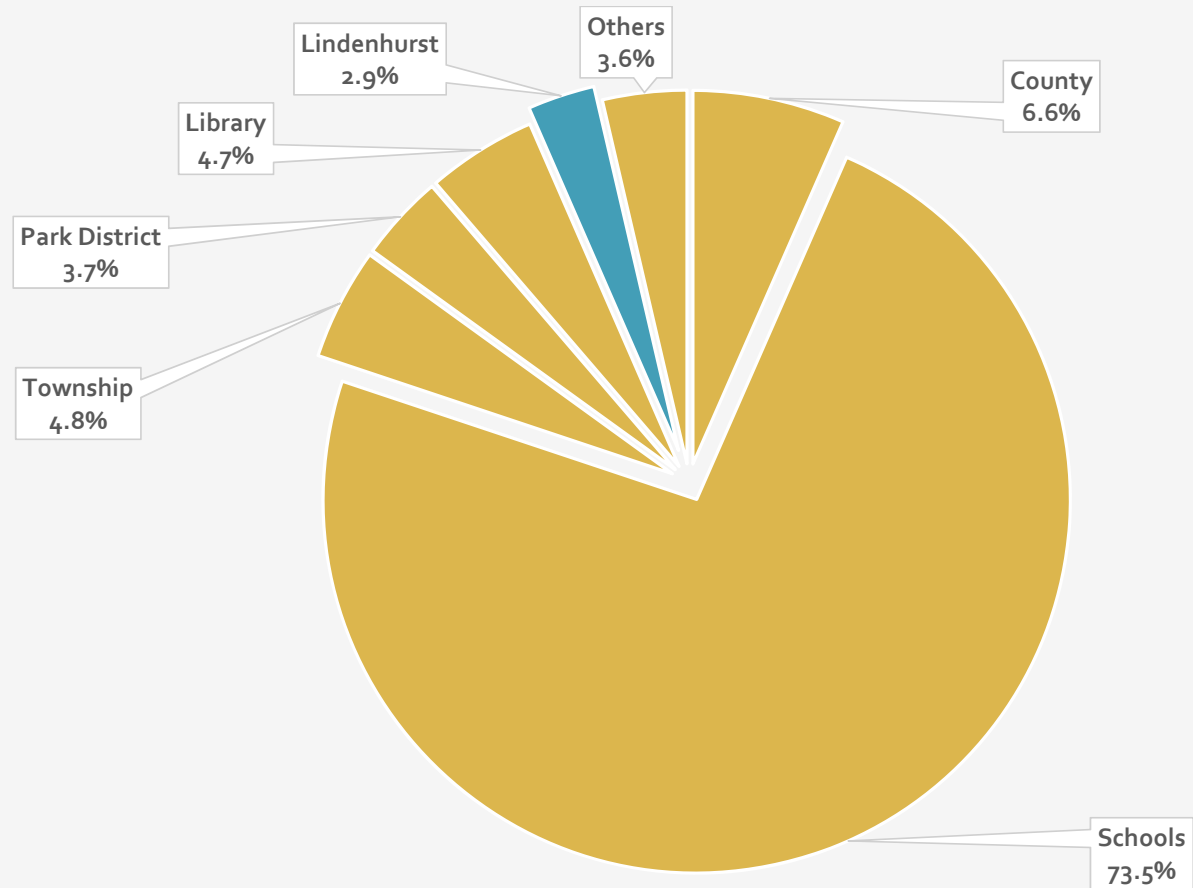
- Police Pension
- DUI Funds
- Prison Review Fund
- Forfeited Funds
- Veterans Memorial

General Fund Components

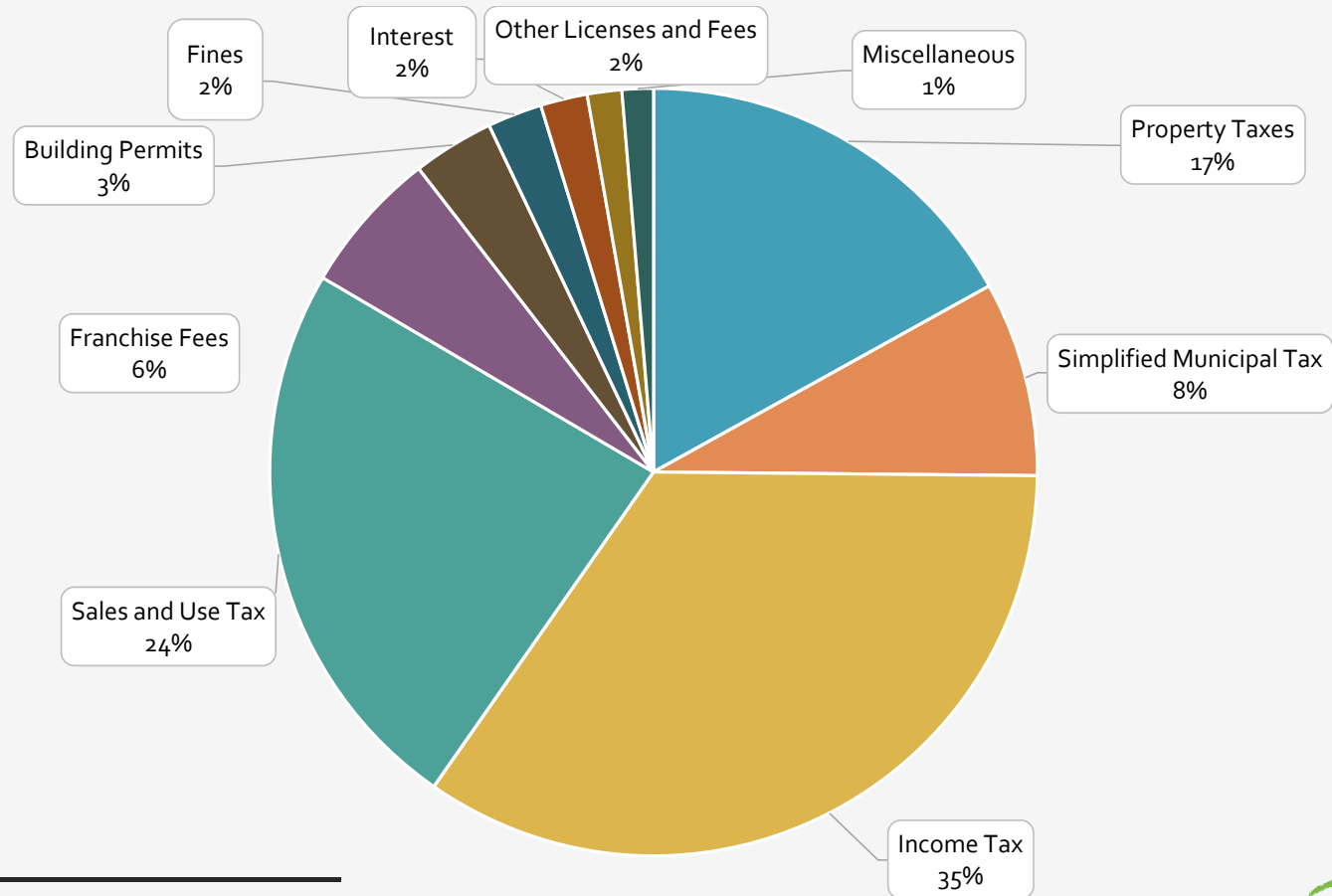
- General Fund Revenues
 - Property Taxes
 - Simplified Municipal Tax (Telecommunications Taxes)
 - Income Tax/Local Government Distributed Fund (LGDF)
 - Sales and Use Tax
 - Cable Television Franchise Fees
 - Building Permit Fees



Where Do My Property Taxes Go?



General Fund Revenues



What does that mean for my property taxes?

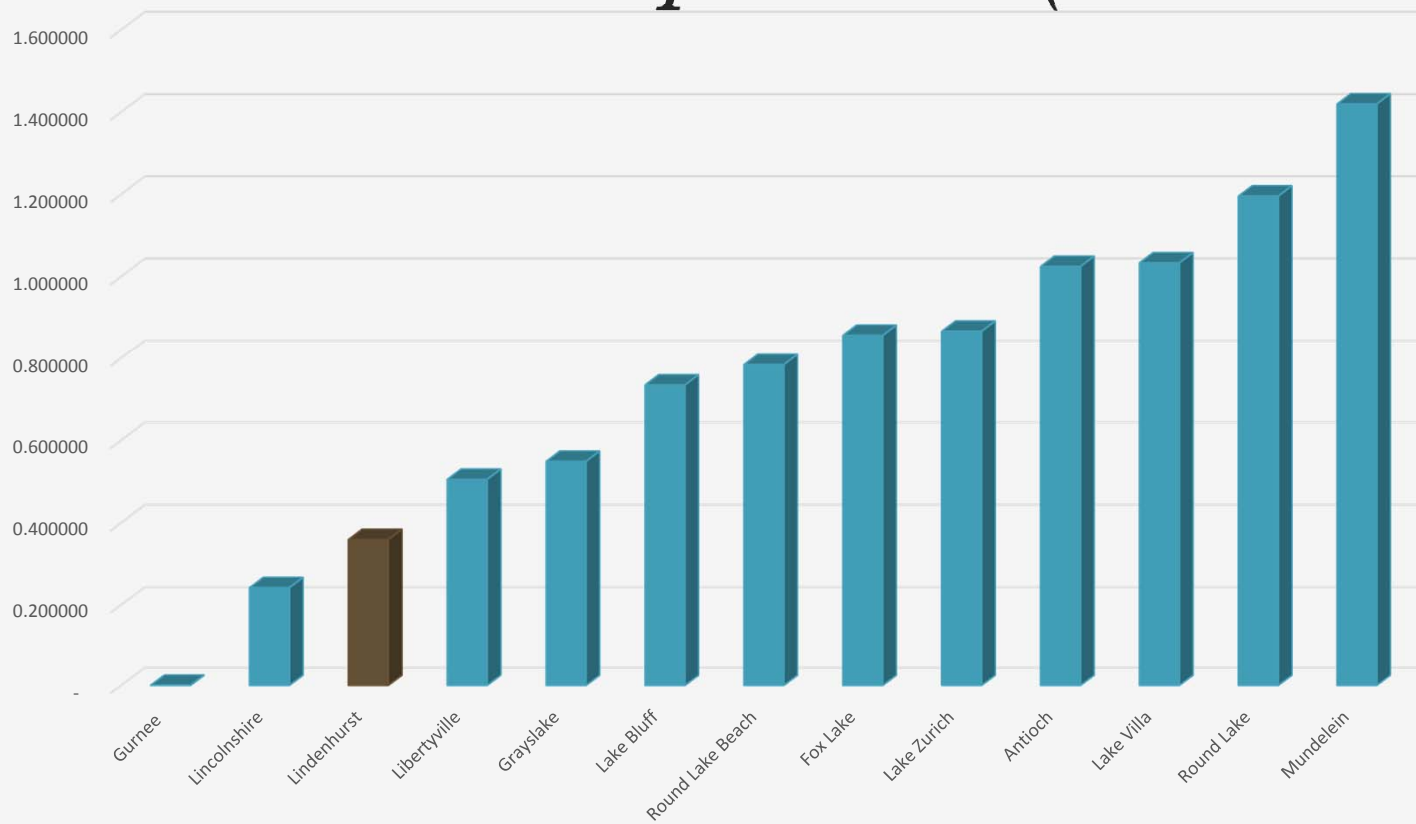
- A home valued at \$250,000 in the Millburn School District will pay approximately:
- \$11,049 Annually
 - \$4,804 for Millburn School District (#24)
 - \$2,950 for Antioch School District (#117)
 - \$638 for Lake County
 - \$454 for Lake Villa Township Public Library
 - \$354 for Lindenhurst Park District
 - \$275 for Village of Lindenhurst



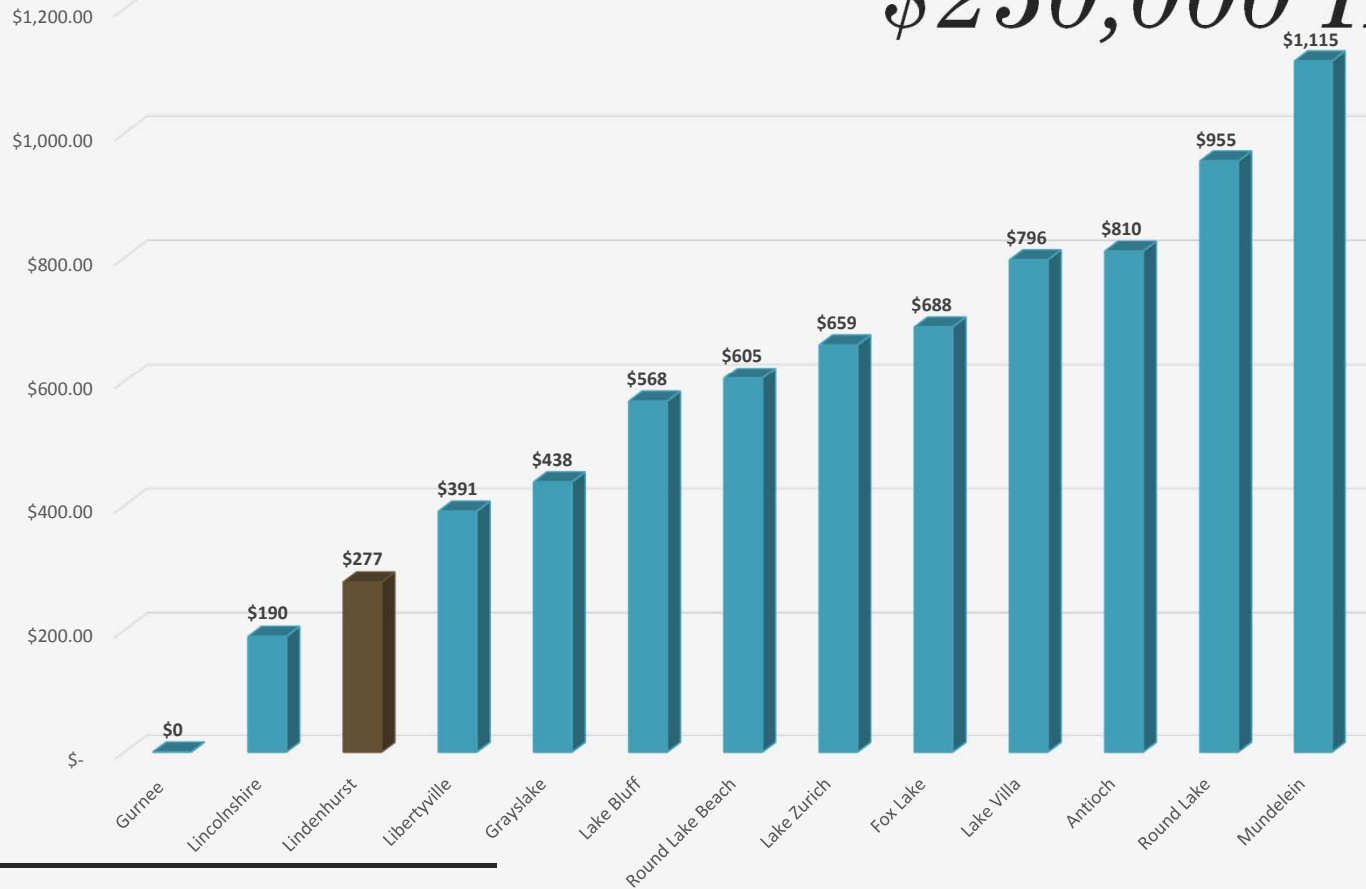
									Home A	Home B	Home C	Home D	
Total Annual Property Taxes Paid by Resident										\$7,000	\$8,000	\$9,000	\$10,000
Annual Property Taxes Paid to the Village of Lindenhurst										\$203	\$232	\$261	\$290
Monthly Property Taxes Paid to the Village of Lindenhurst										\$16.92	\$19.33	\$21.75	\$24.17
								</					



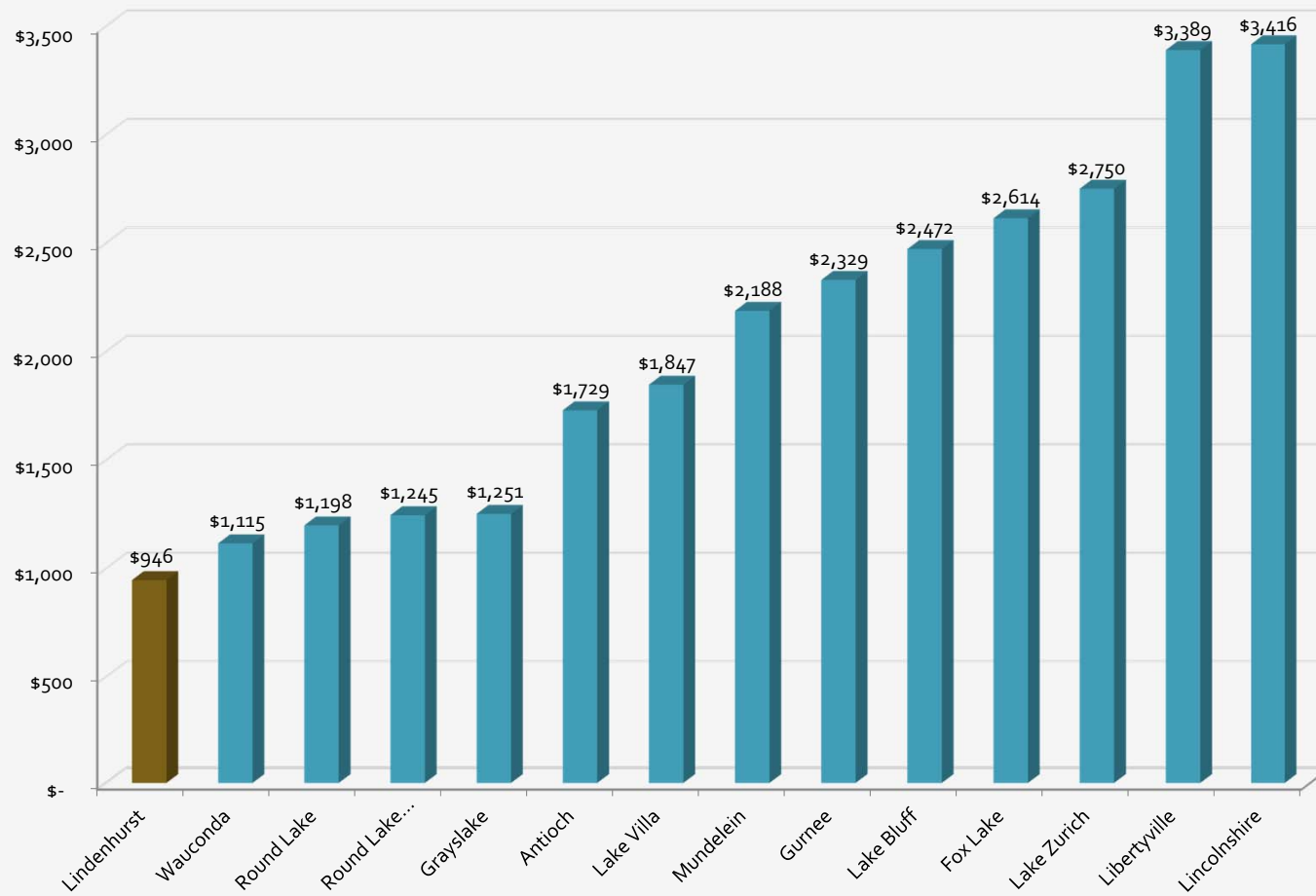
Village Property Tax Rate Comparison (2018 Levy)



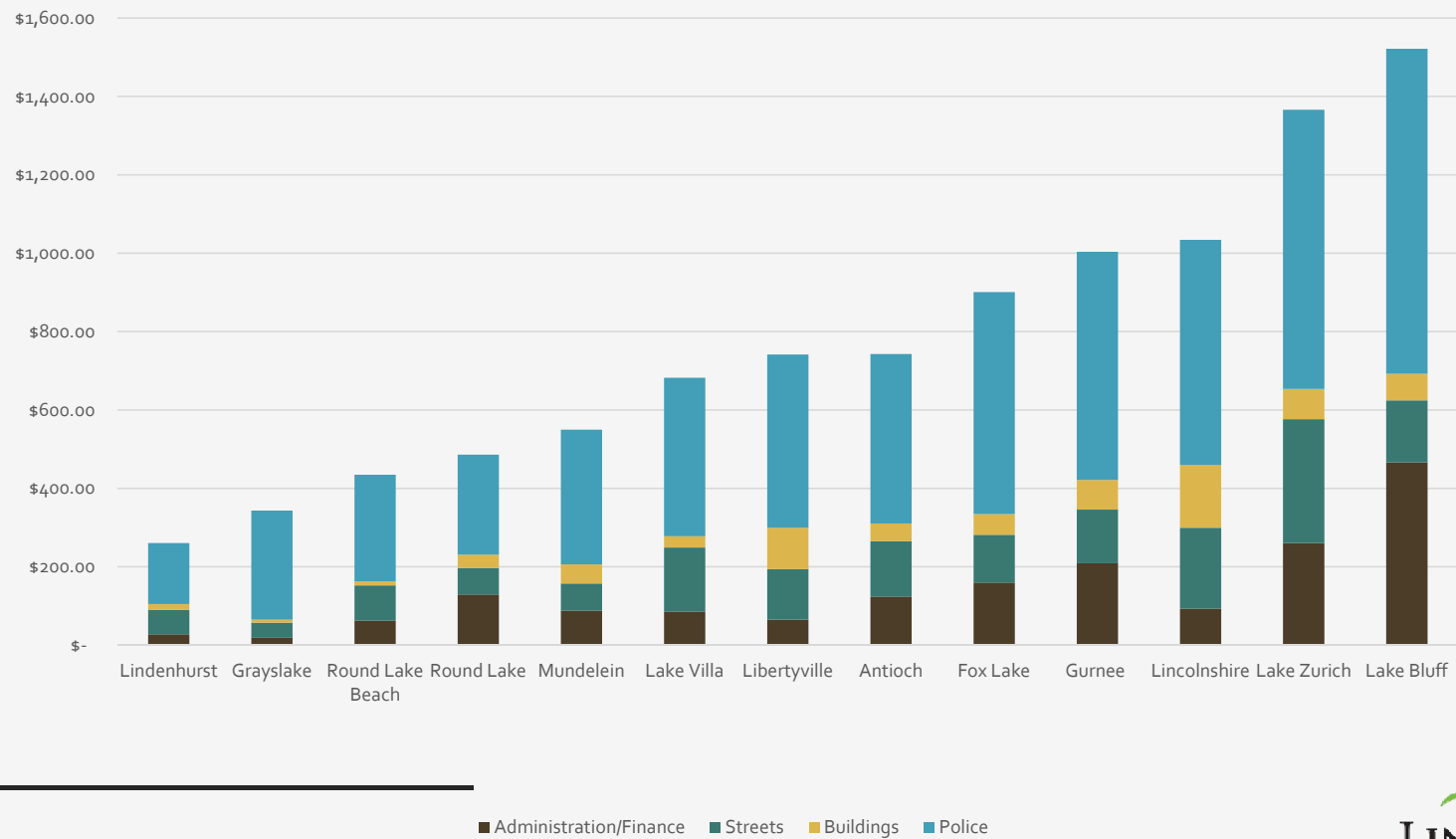
Village Property Tax Levied on a \$250,000 Home



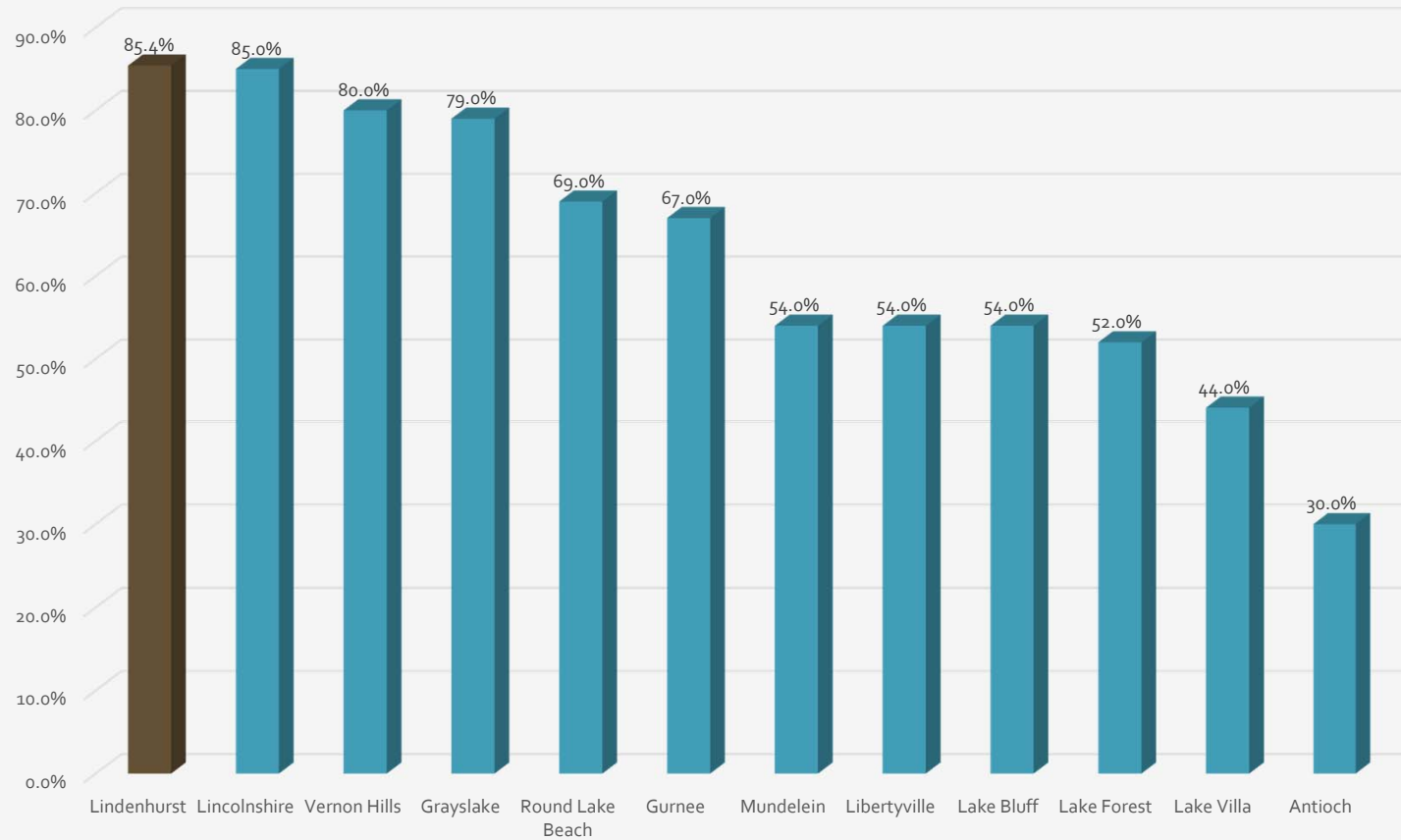
Per Capita Total Spending



Community Comparisons of General Fund Spending Per Capita



Police Pension Liability Funding



Water / Sewer Rate Comparison

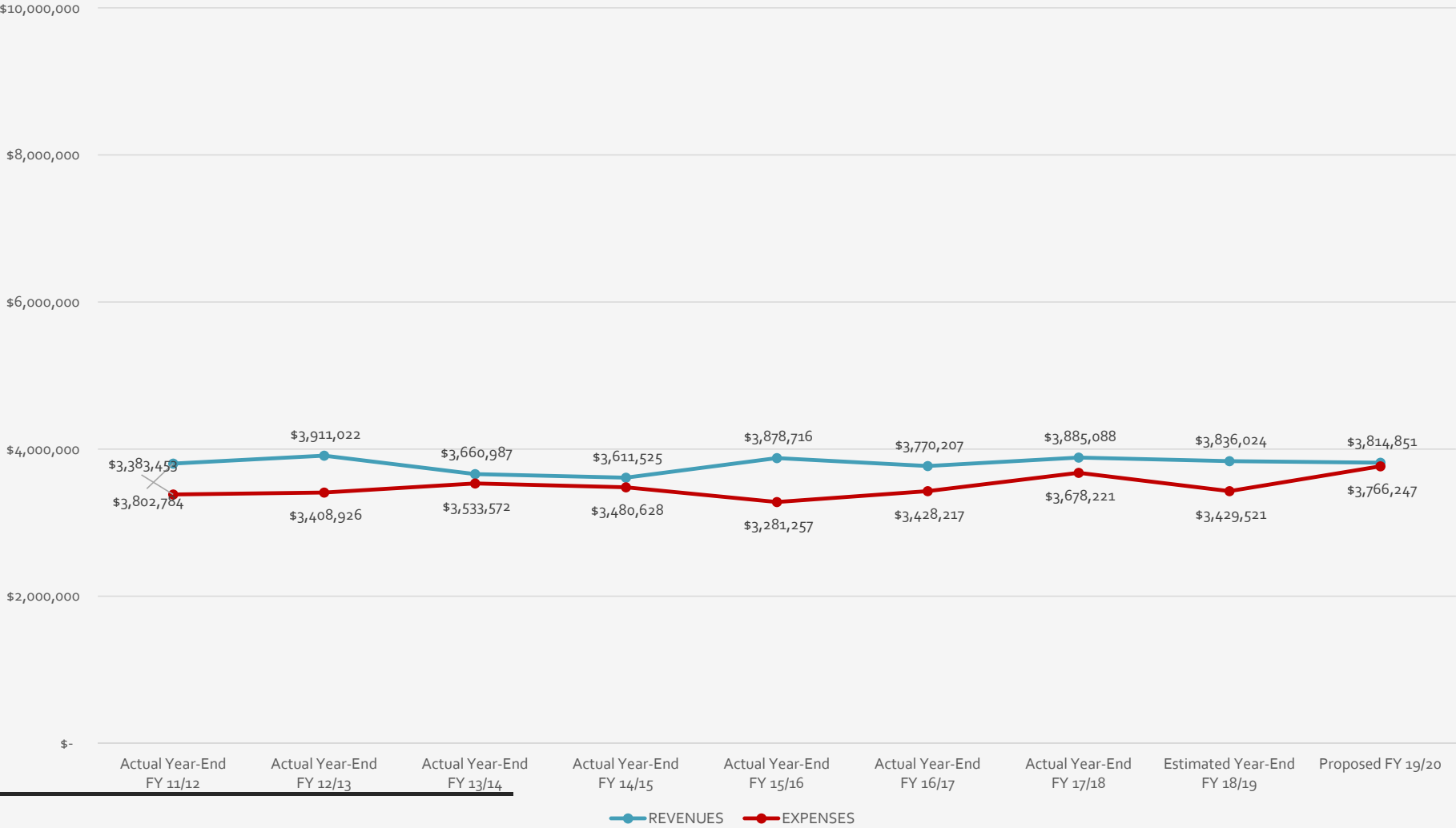
Municipality	Water	Sewer	Other Fees	Frequency	Discount	Usage	1,100CF/8,228GAL USER*
Gurnee	\$4.87	\$1.52	\$10.84 Water Service Charge, \$3.51 Sewer Service Charge	Bi-Monthly	None	Per 1,000 gal	\$65.47
Antioch	\$2.99	\$6.45	\$12/cycle for water \$26/cycle for sewer	Bi-Monthly	None	Per 1,000 gal	\$113.52
Libertyville	First 4,000 gal = \$2.66 5,000-8,000 gal = \$5.31 9,000+ gal = \$7.97	\$5.87	\$24.93 Bi-Monthly	Bi-Monthly	Yes, \$4.95/1,000 for water, \$8.05/1,000 for sewer	Per 1,000 gal	\$114.37
Lake Villa	\$8.45	\$6.58	\$25.35 Water Minimum, \$9.87 Sewer Minimum	Bi-Monthly	None	Per 1,000 gal	\$120.24
Grayslake	\$15.78		None	Bi-Monthly	None	Per 1,000 gal	\$126.24
Lindenhurst	\$6.09	\$5.75		Bi Monthly	15% for 62+	Per 100 CF	\$130.24
Round Lake Beach	\$7.36		\$5/month flat fee for water, \$4/month flat fee for sewer	Monthly	None	Per 1,000 gal	\$135.76
Lake Zurich	\$14.00	\$4.00	Minimum Based on 2,000 gal	Monthly	14.24 Flat Discount	Per 1,000 gal	\$144.00
Round Lake	\$8.62		\$7.78 flat fee per month	Monthly	No	Per 1,000 gal	\$153.48
Mundelein	\$5.40	3.6	54.60 flat fee for water/sewer	Bi-Monthly	No	Per 100 CF	\$153.60
Wauconda (residential only)	\$6.98	\$8.42	Flat Fee Bi-Monthly Equal to Two Units	Bi-Monthly	10% to residents 65+	Per 1,000 gal	\$154.00

*FY 2018-2019
BUDGET
PERFORMANCE*

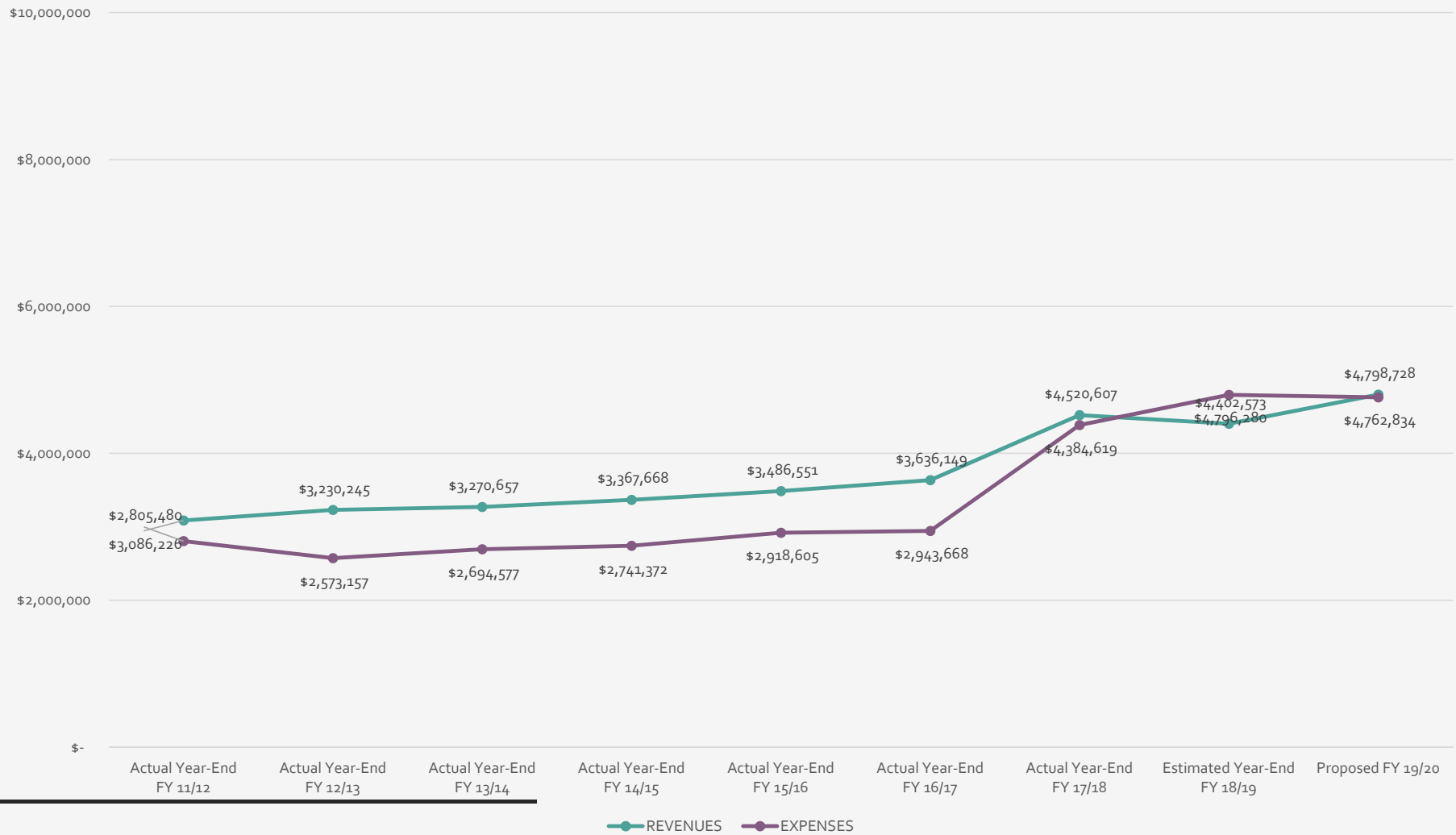
FY 2018/2019 Budget Performance

Fund	Type	Budgeted	EOY Projected	Performance
General Fund	Revenue	\$3,657,597	\$3,836,024	\$178,427
	Expense	\$3,651,340	\$3,429,521	\$221,819
	+/-		\$406,503	
Utility Fund	Revenue	\$4,867,116	\$4,402,573	(\$464,543)
	Expense	\$4,866,976	\$4,796,280	\$70,696
	+/-		(\$393,707)	
Garbage Fund	Revenue	\$1,357,825	\$1,418,450	\$60,625
	Expense	\$1,348,197	\$1,410,766	(\$62,569)
	+/-		\$7,684	

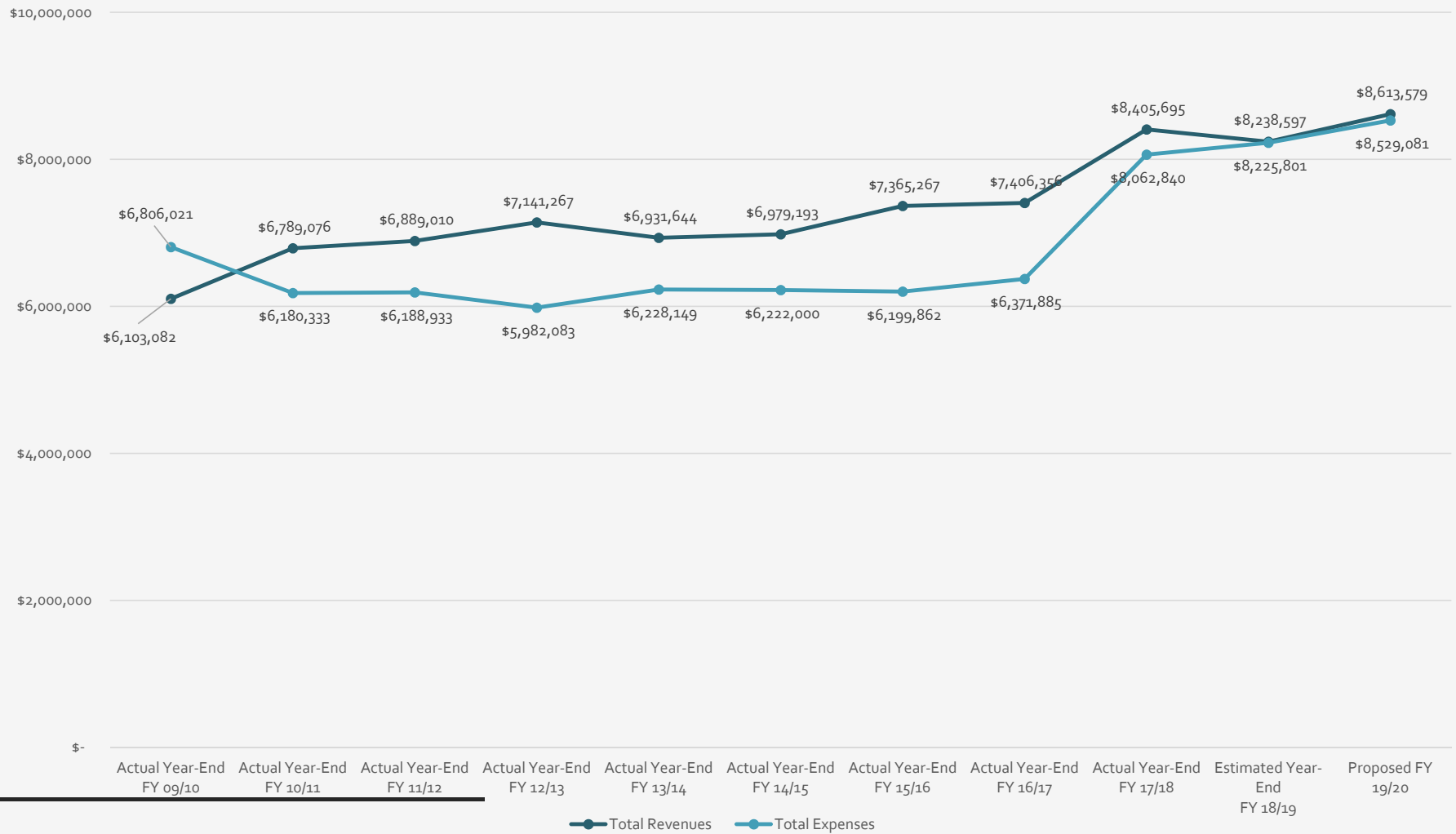
General Fund Revenues Versus Expenditures



Water/Sewer Revenues Versus Expenditures



Overall Revenues Versus Expenditures



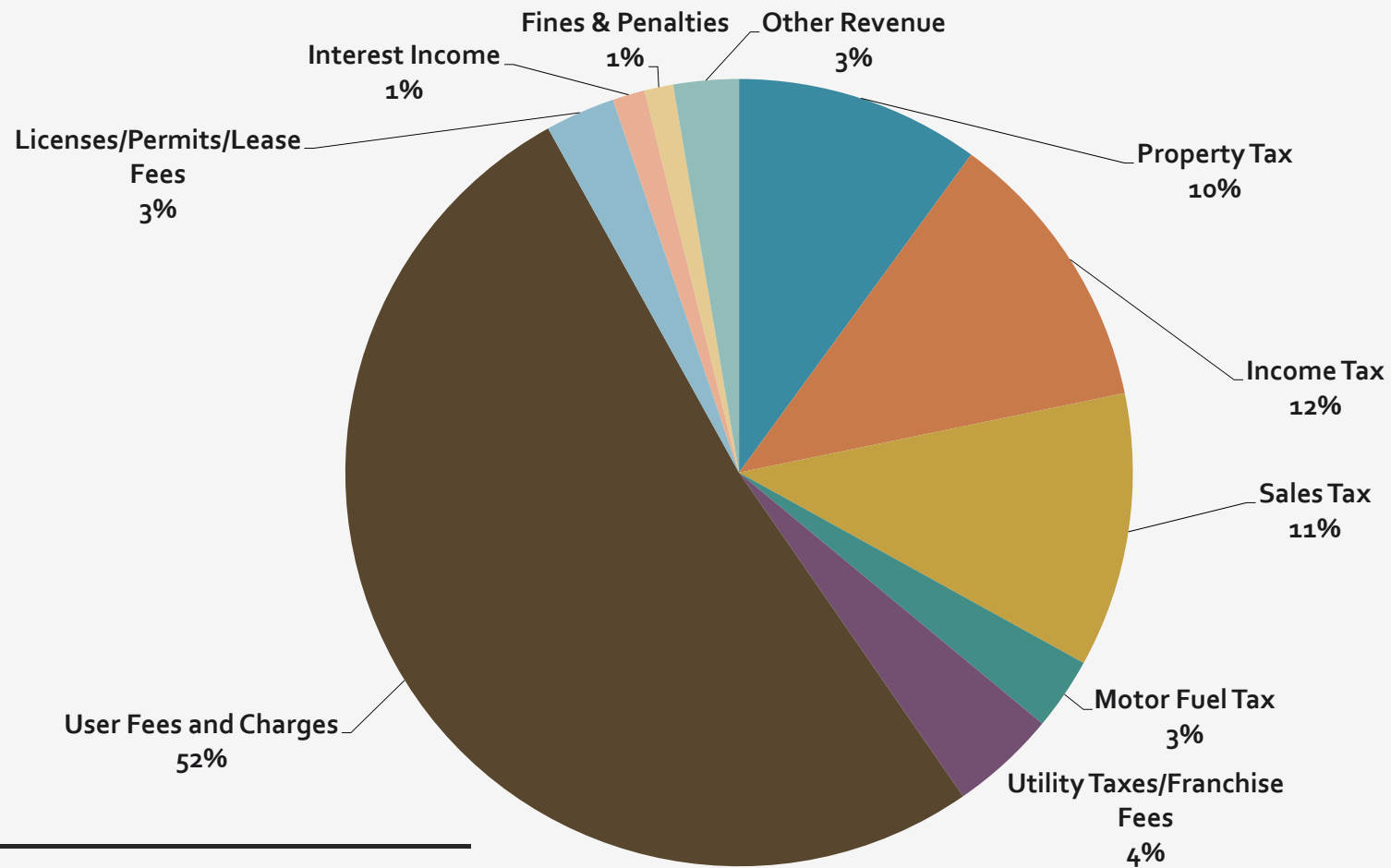
*FY 2019-2020
MAJOR BUDGET
IMPACTS*

General Fund Revenue Impacts

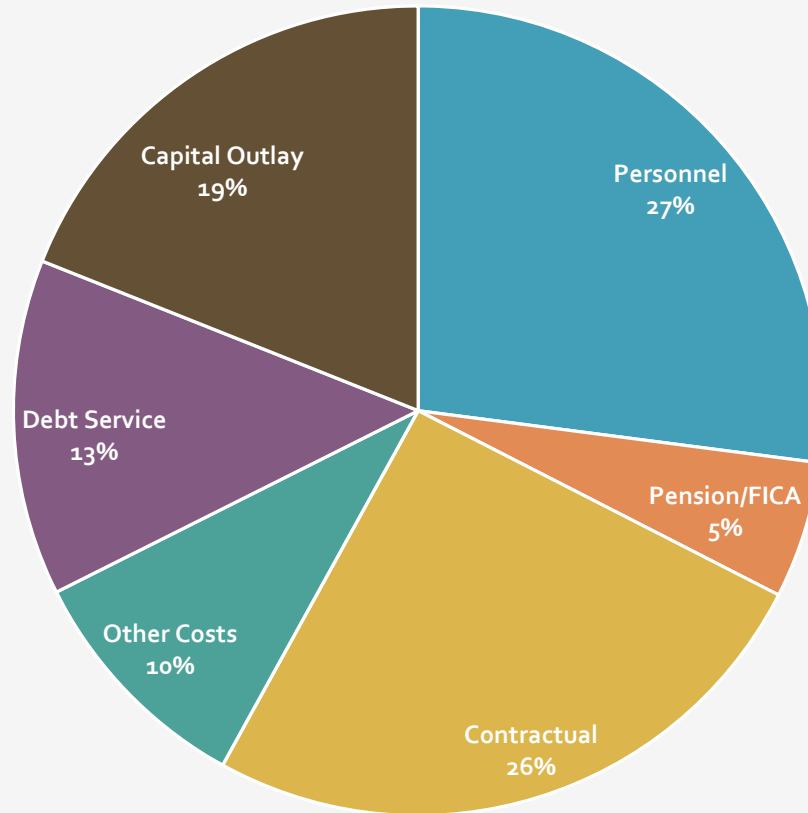
- Property Tax \$72,321 (11.92%)
- Income Tax Increase ~\$104,000 (7.95%)
- Franchise Fees (\$32,656) (-14.20%)
- Fines and Forfeitures (\$16,000) (-19.05%)
- Total Impact Revenue Increase of \$132,810 from previous fiscal year (3.5%)



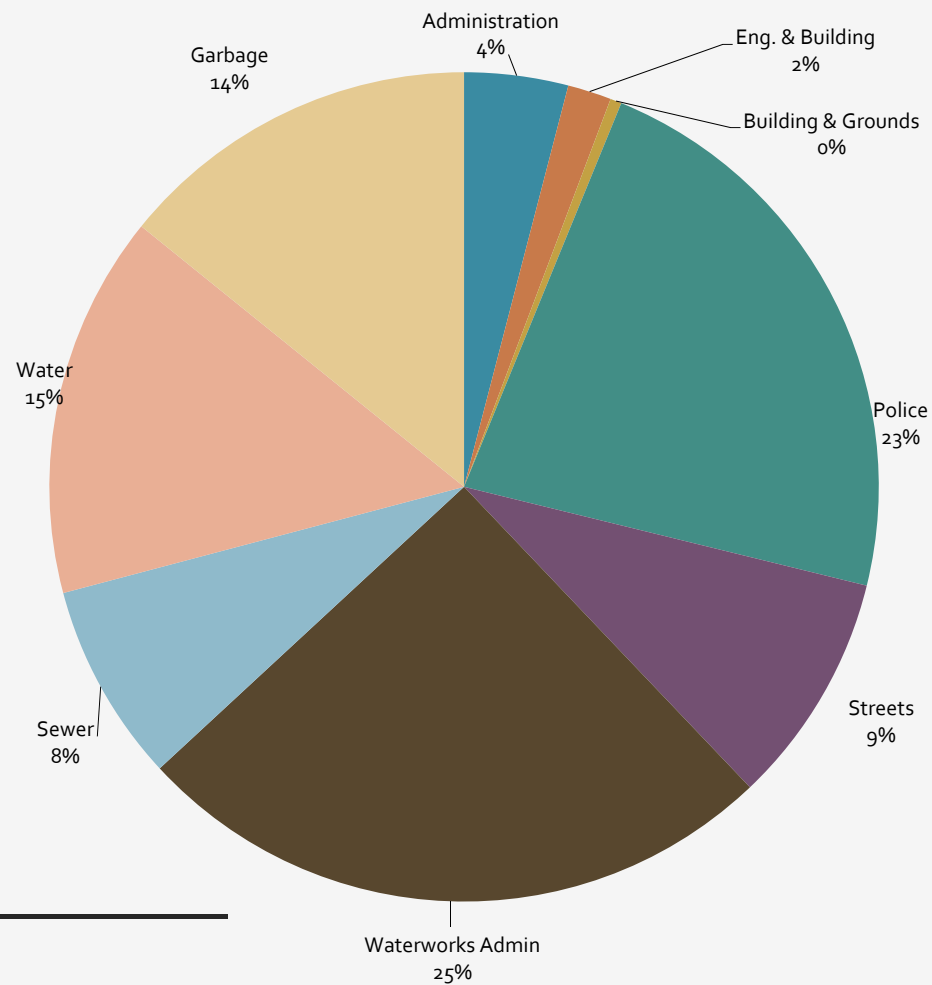
FY 2019/2020 Total Revenues



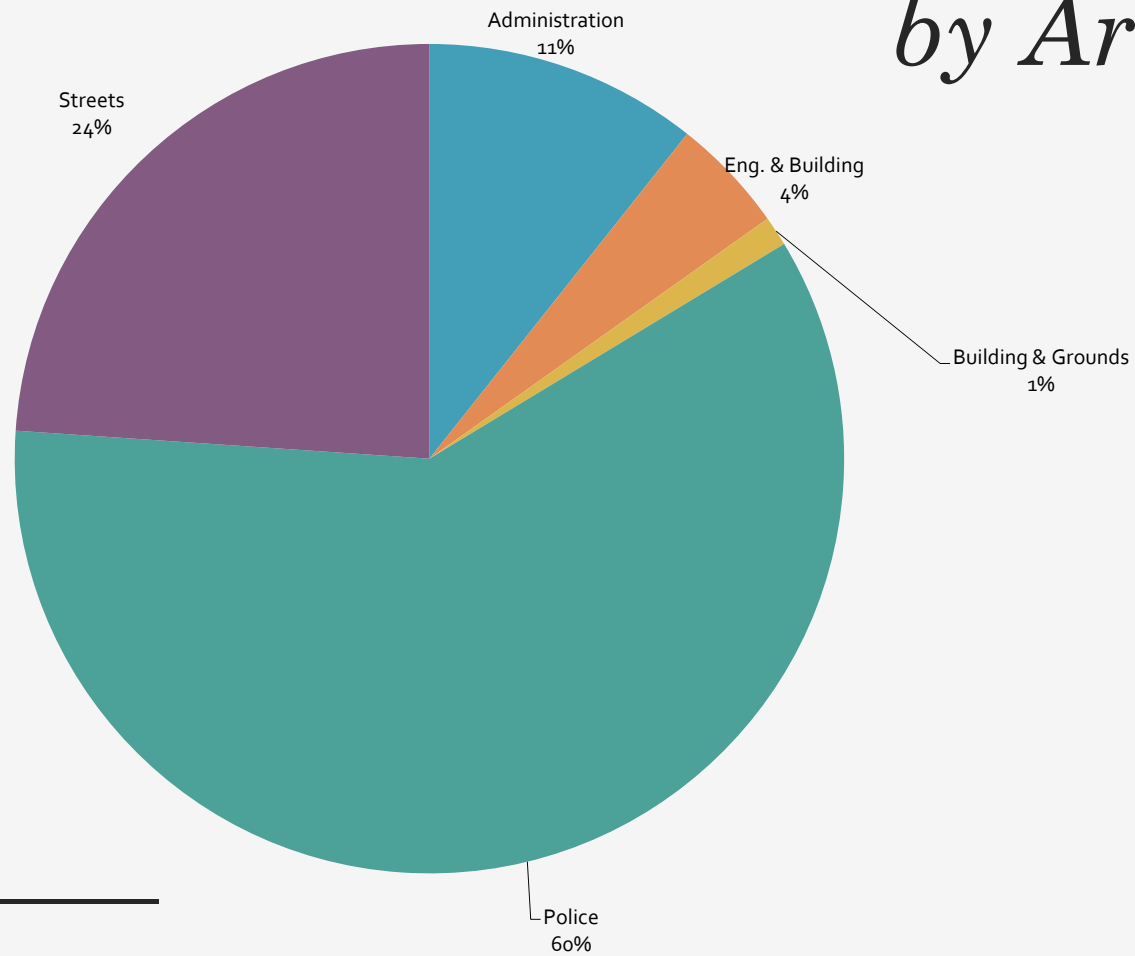
FY 2019/2020 Total Expenses By Type



Operating Spending by Area



General Fund Operating Spending by Area



Utility Fund Impacts

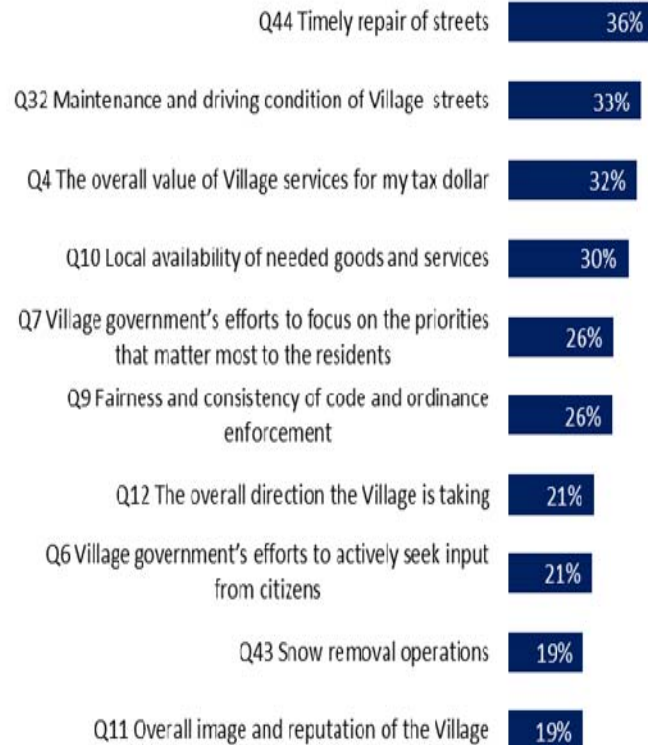
- Revenues
 - Decrease water/sewer revenues – 4.43% and 4.63% respectively.
 - Overall revenues lower (1.43%) at 4,798,728
 - Institution of Capital Fee will generate \$129,330 in FY 20
- Expenses
 - Decrease in CLCJAWA purchases, due to decreased overall demand
 - Transferred 10% of Public Works' salaries and benefits to the General Fund – Reducing expenses by ~\$100,000
 - Increased expenses on Water/Sewer distribution system repairs

FY 2019/2020 Spending Changes By Operating Area



*FY 2019-2020
BUDGET
PHILOSOPHY*

Bottom 10 Related Attributes



Priority-Based Approach

	Attribute	Percent	Programming	Budget
1	Timely Repair of Streets	36%	1. Purchase of Asphalt Hot Box 2. Increased Crack Sealing 3. Increased Patching Budget 4. Regular, Part-Time Employee	\$30,000 – Community Capital \$55,000 – General Fund \$100,00 – Community Capital \$18,000 – General & W/S Funds
2	Maintenance and Driving Condition of Village Streets	33%	1. Adjusted Capital Schedule 2. Stormwater Improvements	\$0 – Staff Project \$100,000 – Community Capital
3	Overall value of Village services	32%	1. Communication Plan 2. Customer Service Emphasis	\$0 – Staff Project Organizational Initiative
4	Local availability of goods and services	30%	1. Economic Development Study	\$45,000 – Community Capital
5	Government's efforts to focus on priorities that matter most to residents	26%	1. Strategic Planning 2. Citizen Academy	\$16,900 – Community Capital Organizational Initiative
6	Fairness and consistency of code and ordinance enforcement	26%	1. Part-Time Community Service Officer	General Fund
7	Overall direction of the Village	21%	1. Communication Plan 2. Strategic Plan	\$0 – Staff Project \$16,900 – Community Capital
8	Village government's efforts to actively seek input from citizens	21%	1. Communication Plan	\$0 – Staff Project
9	Snow removal operations	19%	1. Liquid De-Icing Equipment 2. Fleet GPS Tracking	\$31,000 – Community Capital \$3,600 – General Fund
10	Overall image and reputation of the Village	19%	1. Communication Plan 2. Citizen Academy 3. Community Service Officer 4. Community Policing 5. Customer Service Emphasis	\$0 – Staff Project Organizational Initiative Police Department Police Department Initiative Organizational Initiative

*FY 2019-2020
BUDGET
DECISIONS*

Draft Budget-In- Brief FY 2019-2020

General Fund

• Revenues	\$3,789,414
• Expenses	\$3,767,116
• Total Over/(Under)	\$22,298

Utility Fund

• Revenues	\$4,798,728
• Expenses	\$4,763,087
• Total Over/(Under)	\$35,641

Draft Budget-In- Brief FY 2019-2020

Garbage Fund

• Revenues	\$1,418,450
• Expenses	\$1,410,766
• Total Over/(Under)	\$7,684

Motor Fuel Tax Fund

• Revenues	\$389,058
• Expenses	\$135,900
• Total Over/(Under)	\$253,158

Draft Budget-In- Brief FY 2019-2020

Community Capital Fund

- Revenues \$1,173,473
- Expenses \$2,136,832
- Total Over/(Under) (\$963,359)

Water/Sewer Capital Fund

- Revenues \$30,000
- Expenses (Inc. Debt) \$633,443
- Total Over/(Under) (\$603,443)

Major Budget Decisions

- General Fund - Police
 - Increases
 - Records Management Service and Other Licensing - \$31,475
 - Contractual Increase to Glenview Dispatch \$4,026
 - Reductions
 - Commander Position Vacancy – (\$104,046)
 - Health Insurance Costs – (\$22,580)
 - Squad Car Replacement Contribution – (\$7,200)



Major Budget Decisions

- General Fund - Streets
 - Increases
 - 10% of Public Works Salaries Added - ~\$92,000
 - Regular, Part-Time Laborer - \$7,200
 - Crack Sealing - \$35,000
 - New Equipment
 - Pallet Jack - \$500
 - Air Compressor - \$3,000
 - GPS Fleet Tracking - \$3,600
 - Reductions
 - Landscaping Contract (~\$2,400)
 - Tree Replacement Program – Restoration (\$3,000)



Major Budget Decisions

- Utility Fund – Water/Sewer Administration
 - Increases
 - Risk Management Contribution \$4,931
 - J.U.L.I.E./ Utility Relocating \$11,070
 - Reductions
 - Salaries and Benefits (\$4,810)
 - FICA Costs (\$8,274)
 - IMRF Costs (\$13,333)
 - Fleet Replacement Fund Contribution (\$13,050)



Major Budget Decisions

- Utility Fund – Water Operating
 - Increases
 - Distribution System Repairs \$29,000
 - New Equipment \$16,670
 - Lab Service \$3,900
 - New Equipment
 - Hose Monster - \$4,000
 - Portable Generator - \$400
 - Tow-Behind Vacuum - \$17,500
 - Reductions
 - 10% of Public Works' Salaries
 - CLCJAWA Water Purchase (\$84,783)
 - Leak Detection Service (\$7,500)
 - Electric Service (\$10,500)
 - Chlorine Gas/Polyphosphate (\$2,075)



Major Budget Decisions

- Utility Fund – Sewer Operating
 - Increases
 - Regular, Part-Time Laborer \$7,200
 - Lab Service \$5,100
 - Collection System Maintenance \$7,200
 - Electric Service \$36,250
 - New Equipment
 - Dissolved Oxygen/pH Meter - \$3,000
 - Influent Station Sampler - \$8,000
 - UV Ballast Interface Board - \$800
 - Portable Generator - \$600
 - Tow Behind Vacuum - \$17,500
 - Reductions
 - Salaries and Benefits (\$22,400)
 - Engineering Services (\$5,000)
 - System Repairs and Maintenance (\$6,000)

Major Budget Decisions

- Garbage Fund
 - 2% Increase to Collection Rates
 - \$135,000 Contribution to Road Replacement (\$35,000 greater than FY 2018-2019)
- Motor Fuel Tax
 - Resurfacing scheduled for 2020-2021
 - \$237,341 in Cash as of 3/31/18



FY 2020 CAPITAL IMPROVEMENTS

Community Capital

Capital Projects Brought Forward

Project	FY 2019-2020 Expense
Road Program Design Engineering	\$25,000
Pavement Patching	\$100,000
Sidewalk Repair and Replacement	\$25,000
Stormwater Management Projects	\$100,000
EAB Program	\$15,000
Route 132 Contribution	\$632,312
Route 45 Contribution	\$68,696
Zeigler Tax Rebate	\$110,000

Capital Projects Brought Forward

Project	FY 2019-2020 Expense
Lindenhurst Drive Flood Phase II	\$175,000
Lake Shore Drive FAU Project Design Eng.	\$350,000
Emerald Ridge Sidewalk Linkage	\$260,000
Hazelwood Path Construction	\$19,450



New Proposed Capital Projects

Project	FY 2019-2020 Expense
Strategic Planning	\$16,900
Economic Development Feasibility Plan/Study	\$45,000
PD Station Security Enhancements	\$10,000
Public Works Garage Space Needs Study	\$20,000
Public Works Office Furniture Replacement	\$15,000
Liquid De-Icing Agent Equipment	\$31,000
Asphalt Hot Box	\$30,000

Future Capital Projects

Project	Fiscal Year	Estimated Expense
US 45 from Rt. 173 to Rt. 132 Expansion	2022	\$101,269
Community Survey Follow-Up	2022	\$11,000
Pavement Management Assessment	2022	\$30,000
PD Evidence Storage Security Upgrades	2022	\$100,000
Grand Avenue Streetscaping Elements	2022	\$150,000
Village Hall Parking Lot Resurfacing	2022	\$230,000
Video Callbox/Kiosk – Police Department Lobby	2023	\$12,000
Sand Lake Road Sidewalk Design Engineering	2023	\$100,000
Public Works Garage Expansion	2024	\$700,000

Lake Shore Drive Improvement

Estimated Cost - \$5.1 million

Eligible for STP Funding

80% Federal

20% Village

*Village required to fund Phase I
engineering design*

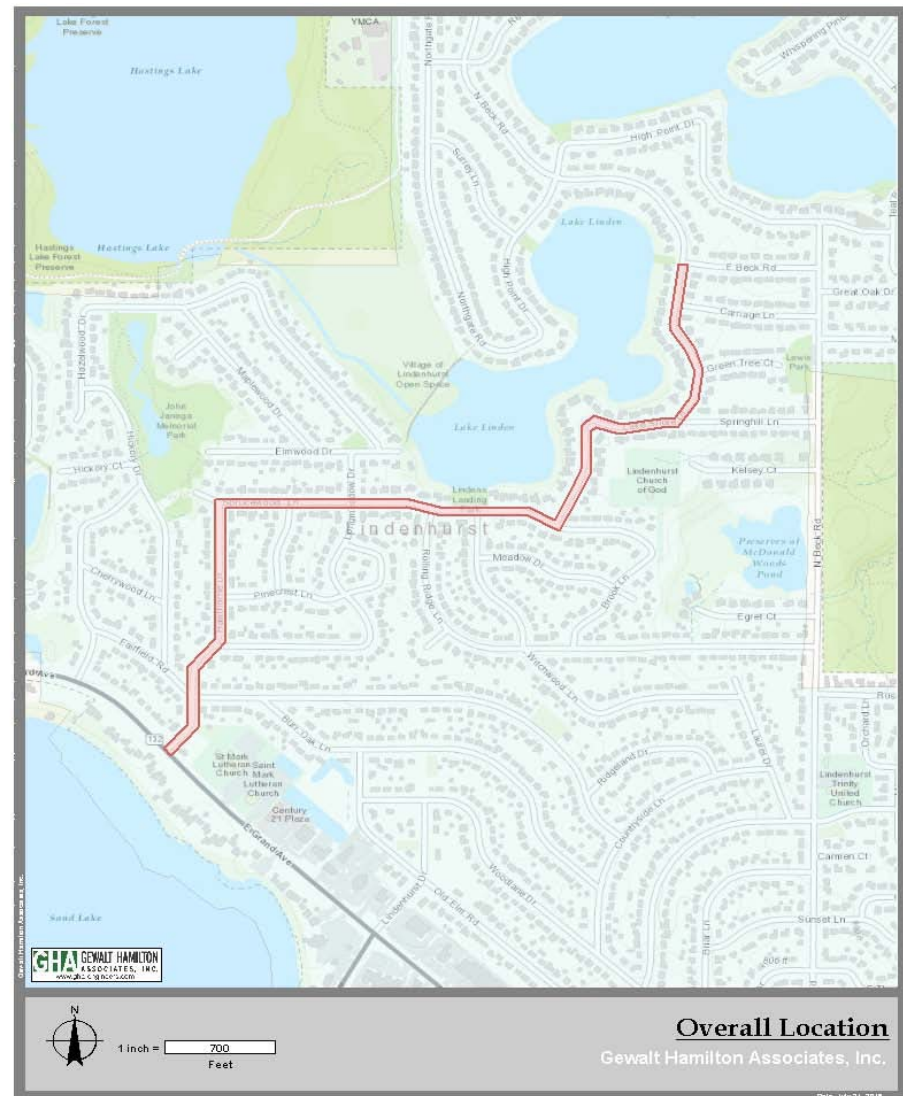
*Phase II & III Engineering are
eligible for federal funding*

Est. Village Costs

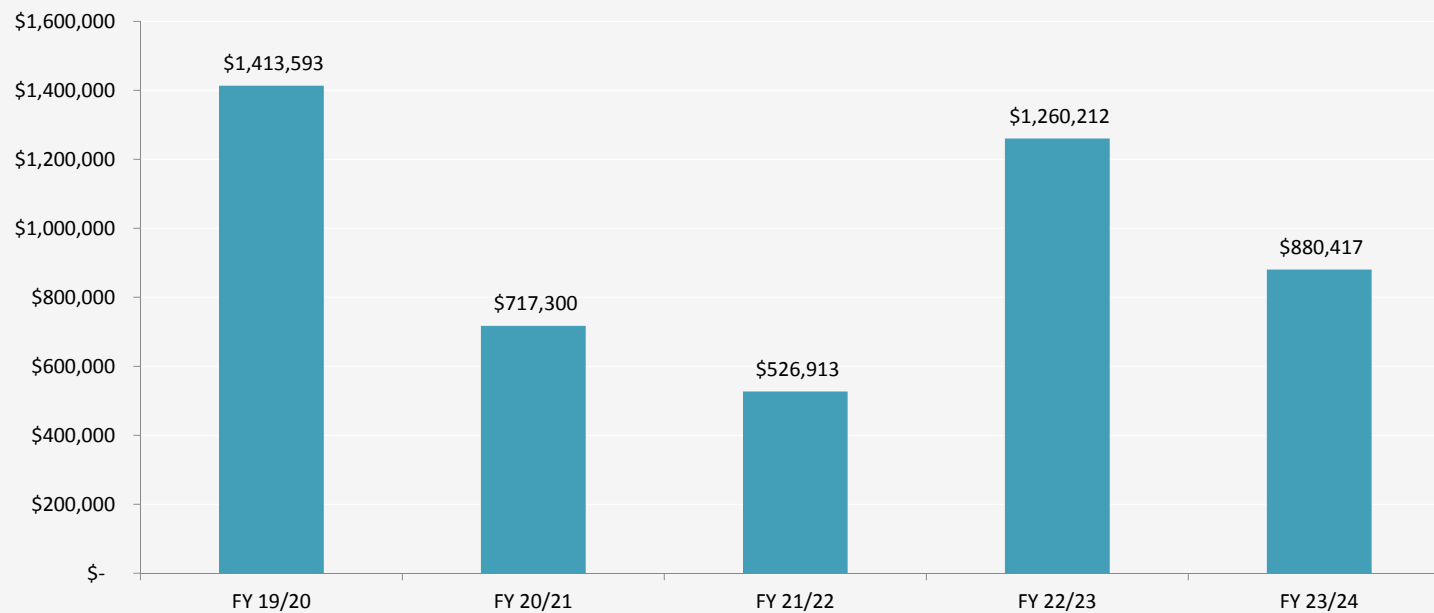
Phase I - \$150,000

Phase II - \$350,000

Construction - \$1,020,000



Community Capital – Projected Cash Balances



FY 2020 CAPITAL IMPROVEMENTS

Water/Sewer Capital

Water / Sewer Capital Projects

Project	FY 2019-2020 Expense
Force Main Rehabilitation	\$175,000

Project	FY 2019-2020 Expense
WWTF Phosphorus Analyzer, Pumps, Probes	\$80,000
PLC Replacement – Lift Stations #2-4	\$50,000
Fiber Optics at WWTF	\$12,000

Future W/S Capital Projects

Project	Fiscal Year	Estimated Expense
Well Removal/Take-Down	2023 & 2024	\$50,000
Pipeline Replacement Prioritization Study	2023	\$36,000
Water Tower Painting	2023	\$440,000

Water / Sewer Capital – Projected Cash Balances

