

FINANCE COMMITTEE

Administration Building
1930 Prairie Street
Glenview, IL 60025
Regular Meeting Minutes
Friday, November 2, 2012

1. Roll Call

Commissioner Patton called the meeting to order at 8:40 a.m. and the roll was called.

Commissioners/Official Staff present: Committee Members, Bob Patton, Dan Peterson, Ted Przybylo, Commissioners Bill Casey, Angie Katsamakakis, Charlie Kuhn, Treasurer Bill Moore, Executive Director Chuck Balling, Supt. of Administrative Operations Barb Cremin, Manager of Business Services Nicole Hopkins

Commissioners/Official Staff absent: No Committee members were absent.

2. Agenda Topics

- a. **Tax Levy-** The Finance Committee revisited the proposed tax levy of \$15,955,609 that will fund operations for fiscal year 2013-2014 and recommended an additional reduction in the levy of \$115,325. A tax levy of \$15,840,284 will be considered for Board approval at the November 15, 2012 Board meeting.

The Property Tax Extension Law Limit (PTELL) is 3% for this year's tax levy that funds the 2013-2014 fiscal year. The levy has been prepared to capture the 3% increase in the tax-capped funds as allowed by PTELL to help offset the impact of inflation. This increase is partially offset with a reduction of \$253,142 in the non-tax capped funds.

This revised levy is an overall increase of \$336,762 over last year's tax extension. The \$336,762 includes \$222,190 of tax revenue from new growth that may or may not materialize, \$367,715 increase to reflect the CPI and a reduction of \$253,142 in the non-capped funds primarily due to lower bond payments. The overall increase, exclusive of the new growth, is \$ 114,572 over last year's extension (**approximately a .7% increase**). The overall increase, including new growth, is 2.17%-both of which are less than the CPI of 3%. The minimal increase in this year's levy follows last year's levy in which there was no increase in the levy, exclusive of the new growth.

This year's levy was prepared to capture up to \$51,000,000 of new growth within the District. Although the new growth increases the amount of the tax levy over the prior year's tax extension, it does not impact the taxpayer at large but only those taxpayers with property or improvements that are newly added to the tax rolls. The new growth is levied for greater than what we expect to receive to help assure that we capture all of the new growth EAV available to the District. This is done with the understanding that the levy will be reduced by the County Clerk's office to reflect the actual amount of new growth once it becomes known.

Other highlights include:

- The Corporate Fund includes the proposed tax revenue from new growth. In the event that the new growth does not materialize, the tax revenue for the Corporate

Fund will be reduced. For example, for fiscal year 2012-2013, the amount of the PTELL reduction was more than anticipated and therefore Corporate will see approximately \$400,000 less revenue. A portion of this levy will be to offset the unexpected loss of tax revenue in 2012.

- Recreation levy is increasing by \$108,261. Recreation has a multi-year plan for updating Park Center interiors using fund balance and potential for increased subsidy for outdoor pools' operations.
- Museum will have a decrease of \$266,270 in their tax revenue to reflect the need for fewer capital projects and to start to bring the fund balance more in line with target.
- Retirement fund will increase \$191,503 to cover the annual operating expenses without affecting the fund balance.
- The Liability insurance levy is being reduced by \$112,819 to bring the fund balance more in line with the target. The levy had previously been anticipating higher unemployment costs than what were realized.
- The Bond and Interest levy is being reduced over last year's tax extension by \$138,122 due to the recent bond refinancing to lower debt payments and other debt re-payment schedules. This reduction is a major factor in allowing the District to keep the overall levy below the CPI.
- The Special Recreation levy is being reduced by \$115,020. This is not intended to affect any services provided to NSSRA participants. Costs of ADA improvements above and beyond what can be supported by the Special Recreation Fund Balance will be paid from facility operating budgets.

3. Matters from the Public

None

4. Committee Recommendation(s)/Direction

The Committee is recommending that the Board approves a tax levy of \$15,840,284 to fund operations for fiscal year 2013-2014 at the November 15, 2012 Board meeting.

5. Adjourn

The meeting was adjourned at 9:50 a.m.

ATTEST:

Robert J. Patton
Board President

Charles T. Balling
Board Secretary

Approved this 15th day of November 2012