

# Geneva Park District

## 2008-09 Budget

## PROPOSED BUDGET 2008-09 EXECUTIVE SUMMARY

The budget is the main policy document of the District and one of the most important as it identifies the programs to be provided and how those programs are to be financed.

The total 2008-09 proposed budget includes revenues of \$9,113,081 and expenditures of \$9,113,081. The budget has been prepared in a conservative manner and is balanced with no planned surplus or deficit.

In general, the District's revenue stream continues to grow at a moderate pace as the district experiences continued growth in its Equalized Assessed Valuation (EAV). This growth is expected to taper off and possibly reverse in future years as current market conditions, which show sharp declines in housing and commercial real estate valuations, are reflected in the EAV. Typically, there is a one to two year lag between current market conditions and EAV. In addition, new construction, which is uncapped in the first year, will start to decline which will bring about declines in real estate tax revenue. The non-home rule tax cap "caps" growth in revenue, other than first year growth, to the lesser of 5% or growth in the annual Consumer Price Index (CPI). The 2006 CPI used for this budget year's real estate tax cap calculation is 2.5%.

Budgeted salary expenditures for full-time and part-time staff increased an average of 20%. The majority of this increase is the addition of four new full-time employees in connection with the opening of the new Peck Farm Recreation Center in fall of 2008. These new full-time positions include two custodians, one manager and one assistant manager. Furthermore, in 2008-09 the Park District will begin the Before and After School Program/ Kids Zone and has increased its budget to reflect the additional staff required to run this program. Finally, there was a change in the Illinois State Minimum Wage law, whereby, on July 1, 2008, the minimum wage will increase from \$7.50 to \$7.75 per hour. Full-time annual salary increases may average 4.79%.

The cost of health insurance for the district is budgeted -1.4% lower despite an average health insurance premium cost increase of 8.7% and the addition of four new full-time employees. The reason for this significant drop is beginning in 2007 the District began participating in a new health insurance funding option offered by PDRMA called Alternative Funding. Alternative funding allows districts to self-insure a portion of an employee's deductible thereby paying a lower premium on a higher deductible. Employees retain their current deductible and are unaware of the higher deductible and the District pays a lower premium on a higher annual deductible. If an employee should exceed their deductible then the District pays the difference between the two deductibles. In 2007, this program saved the district over \$40,000 in premium expense. The District is now able to utilize those savings and contribute them towards 2008 insurance costs thereby lowering expenses.

The Illinois Municipal Retirement Fund (IMRF) Pension costs increased 15.7% over the prior year as four new full-time employees have been added. Expenditures for commodities have increased due to continued increases in commodities such as gasoline.

In summary, I believe the 2008-09 budget has been prepared in a conservative manner and in agreement with the goals of the Board of Park Commissioners of the Geneva Park District.

### **General Fund**

Total Revenues \$3,380,165 - an increase of 5.96% over the 2007-08 budget.

The budget for Real Estate taxes across the various tax capped funds (excluding the uncapped Bond and Interest Fund and FVSRA Fund) is projected to increase 3.9%. This is conservative as Real Estate taxes are projected to increase more than the 2006 CPI of 2.5% as the Estimated EAV from Kane County estimates growth at 9.66% of which 30% is attributable to new construction which is not tax capped in the first year. The General Fund's portion of Real Estate taxes reflects an increase of 6.22%.

Replacement Taxes are allocated amongst all of the funds as needed to meet various expenses. In 2008-09, Replacement taxes within the General Fund are budgeted 6.25% higher. Across all funds Replacement Taxes are budgeted 6.67% higher. Budget growth is in line with 2007-08 projected actuals as well as projections provided by the Illinois Municipal League.

Across all funds, Investment Income is budgeted 30% lower than the 2007-08 budget and 53% lower than 2007-08 projected actual. This decrease comes about as the overall economic outlook is poor and it is expected that interest rates may further deteriorate over the next budget year. Investment Income is allocated amongst all of the funds and is budgeted based on the individual funds cash and cash equivalents balance as well as the funds budgetary needs.

The Program Fees budget increased 29.46% as participation in programs, such as Camp Coyote, have shown increased revenue in the 2007-08 fiscal year.

Total Expenditures \$3,380,165 – an increase of 5.96% over the 2007-08 budget

Expenditures in Salaries and Wages are budgeted 7.52% higher as additional funding for a part-time interpretive staff person was added to the Peck Farm Budget. The Contractual Services budget has decreased -5.97% because of savings available from the alternative funding of health insurance premiums. The Commodities expense budget has increased 17.34% due to increases in gasoline and diesel costs. The Maintenance and Capital Investment expenditures increased 6.6%, even though capital expenditures decreased -9%, as the District begins making debt service payments on the Series 2002 Alternative Revenue Capital Appreciation Bonds.

## **Recreation Fund**

Total Revenues \$3,430,055, up 24.2% from the 2007-08 budget

Real estate taxes are budgeted 6% higher and Replacement Taxes are budgeted 6.25% higher in the Recreation Fund.

As discussed above, the Recreation Funds Investment Income budget has also been lowered by -22.5% as compared to the prior year's budget.

Program Fees are budgeted 22.79% higher as the Before/After School Program (Kids Zone) is offered as well as many of the district's popular programs have been expanded. Sunset Racquetball Fitness Center (SRFC) revenue is budgeted -15.04% lower as the opening of the new Peck Farm Fitness Center is expected to draw members away from SRFC to the new facility. However, the new facility is expected to bring in revenues of approximately \$367,000. The Sunset Pool revenue increased a mere 1.8% as there were no increases in the cost of daily admission fees and season pass fees. The Miniature Golf Fees budget has increased 2.71% for 2008-09.

Total Expenditures \$3,430,055, up 24.2% from the 2007-08 budget

Budgeted expenditures for Salaries and Wages increased 34.22% as four new full-time positions were added to staff the new Peck Farm Recreation Center and additional staffing expense was added to run the Before/After School Program (Kids Zone). The budget for Contractual Services has increased 25.84% largely because of the addition of the new Peck Farm Recreation Center which has increased the utilities budget. In addition, despite an overall decrease in health insurance costs, the health insurance budget for the Recreation Fund was increased to include the addition of four new full-time personnel. The budget for Commodities expense has increased 17.77% because of the addition of the new Peck Farm Recreation Center and the programs that are associated. In addition, many of the already popular programs have been expanded in the 2008-09 budget which has increased the cost of commodities. The Maintenance and Capital Investment budget has decreased -3.87% largely due to a reduction in capital expenditures in an effort to produce a balanced budget.

## **Liability Fund**

Total Revenues \$108,000, up 4.85% from the 2007-08 budget

Revenue in the liability fund is mostly made up of Real Estate Taxes and Replacement Taxes. The Real Estate Taxes in this fund were reduced by -27.17% as the District plans on using excess fund balance in this fund of \$30,000 to offset revenue needs. Typically, fund balance should equal 20-30% of annual expenditures. Currently the Liability Fund Balance is at 100% of annual expenditures. Too high of a fund balance can result in future tax objections.

Total Expenditures \$108,000 up 4.85% from the 2007-08 budget

Liability insurance, like health insurance, continues to rise at a rate far greater than the consumer price index. In 2008-09, liability insurance is cautiously budgeted to increase

13%. However, based on 2007-08 actuals the budget increase from budget year to budget year is only 5%.

### **IMRF Fund**

#### Revenues \$215,200, up 15.7% from the 2007-08 budget

The total budget for Real Estate taxes increased 3.9% across all tax capped funds. A larger increase, 25.27%, was allocated to the IMRF Fund to fund increases in IMRF expenses due to the addition of four new full-time personnel. The IMRF budget for Replacement Taxes increased 6.67%. Investment Income is expected to decrease -36.36% as the outlook for investments appears bleak.

#### Expenditures \$215,200, up 15.7% from the 2007-08 budget

This increase in expenditures is primarily due to the addition of four new full-time positions as well as annual salary increases.

### **Audit Fund**

#### Revenues \$9,000, 0% from the 2007-08 budget

There was no change in total revenues of Real Estate Tax and Replacement Taxes in 2008-09 as no increase in the annual audit expenditure is anticipated.

#### Expenditures \$9,000, 0% from the 2007-08 budget

Expenditures have not changed in 2008-09 as the annual audit fee remains unchanged.

### **Social Security Fund**

#### Revenues \$240,000, up 21.21% from the 2007-08 budget

Real Estate taxes and Replacement tax revenue are allocated to this fund based on expenditure needs. There was an increase in the allocation of real estate taxes of 33.33% to fund the addition of full-time and part-time personnel created by the new Peck Farm Recreation Center and the running of the Before/After School Program (Kid Zone). In addition, additional real estate tax revenue was needed to make up for the expected shortfall of investment income. Replacement taxes increased 6.67% and investment income decreased -33.33%.

#### Expenditures \$240,000 up 21.21% from the 2007-08 budget

Expenditures increased due to the addition of four new full-time positions as well as the new Before/After School Program (Kid Zone). In addition, an increase was created by the increase in minimum wage for part-time and seasonal employees.

### **Fox Valley Special Recreation Association Fund**

#### Revenues \$310,000, up 13.43% from the 2007-08 budget

The Fox Valley Special Recreation Fund is 100% supported by Real Estate Taxes. The levy for this fund does not fall under the tax cap. Therefore property tax increases are

levied as needed (up to the 4 cent ceiling) to cover expenditures. In 2008-09, Real Estate taxes increased 13.43% to cover expenditure increases of 13.43%.

Expenses \$310,000, up 13.43% from the 2007-08 budget

The majority of expenditures are for program payments to the Fox Valley Special Recreation Association (FVSRA) for various programs for residents with disabilities and for capital improvements. Payments to FVSRA have increased 17.16% as demand for these programs have increased and FVSRA is requesting additional personnel to meet these demands. In addition, FVSRA has begun funding a Capital Replacement Program to replace aging equipment and infrastructure. Capital improvements have increased 6.26% as ADA improvements will be added to various parks.

**Bond and Interest Fund**

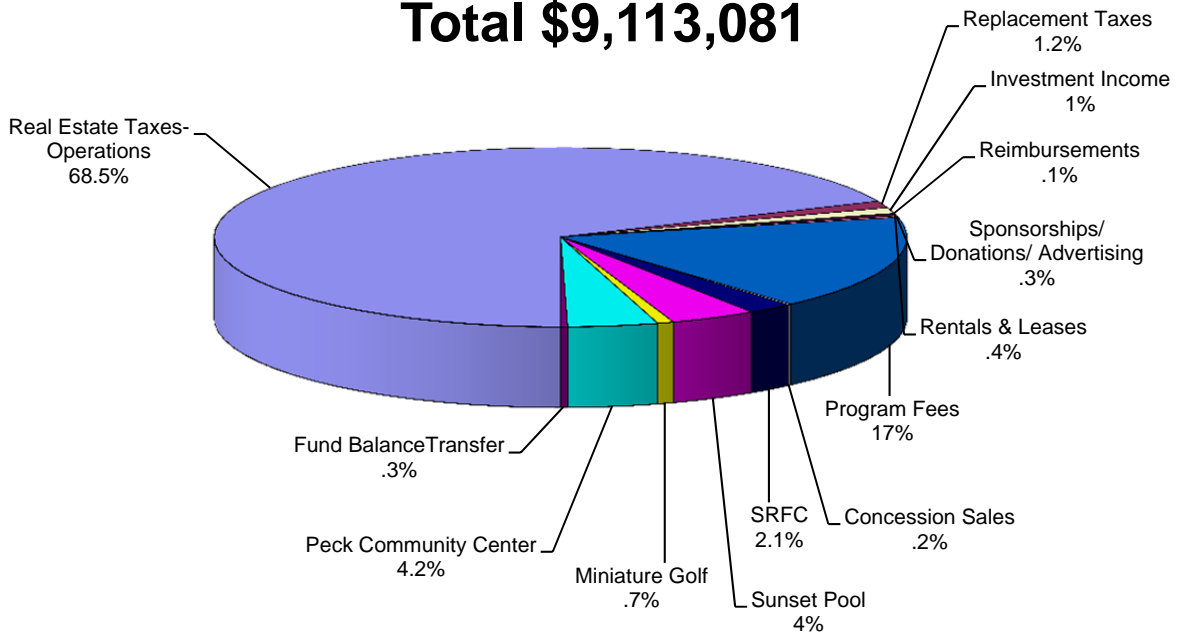
Revenues \$1,420,661, up 1.78% from the 2007-08 budget

Revenue for this fund is made up entirely of Real Estate Taxes. Because bond and interest payments for 2008-09 have increased revenue for this fund has likewise increased.

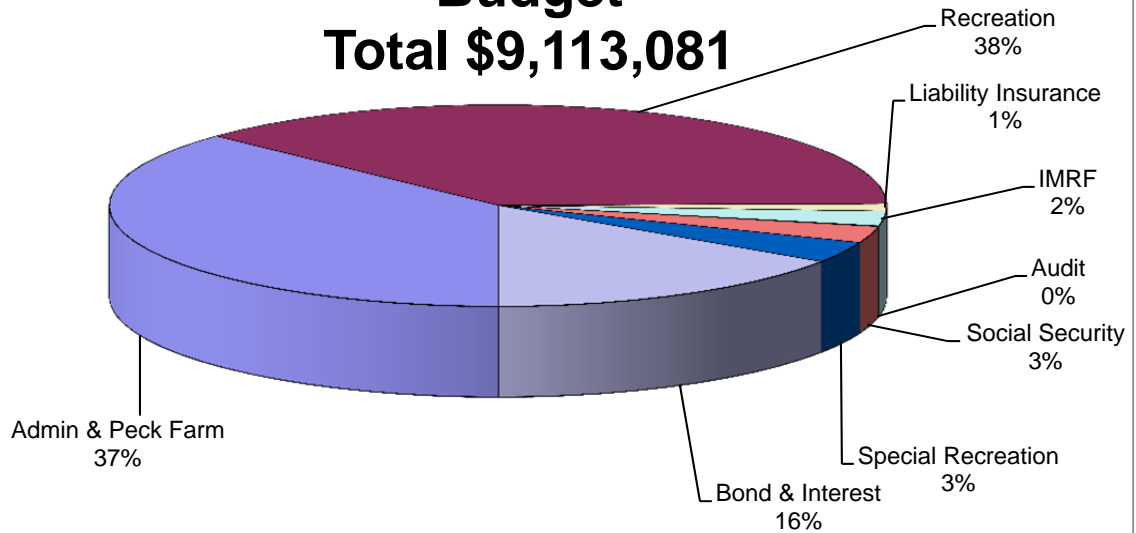
Expenditures \$1,420,661, up 1.78% from the 2007-08 budget

Debt service payments are budgeted 1.78% higher in 2008-09.

## Geneva Park District Proposed 2008-09 Revenue Budget Total \$9,113,081



## Geneva Park District Proposed 2008-09 Expenditure Budget Total \$9,113,081



**Summary of Revenue and Expense  
May 2008 - April 2009**

	<u>Revenue</u>	<u>Expense</u>	<u>Surplus or (Deficit)</u>
Corporate Fund	\$ 3,380,165.00	\$ 3,380,165.00	\$ -
Recreation Fund	\$ 3,430,055.00	\$ 3,430,055.00	\$ -
Liability Insurance Fund	\$ 108,000.00	\$ 108,000.00	\$ -
IMRF Fund	\$ 215,200.00	\$ 215,200.00	\$ -
Audit Fund	\$ 9,000.00	\$ 9,000.00	\$ -
Social Security Fund	\$ 240,000.00	\$ 240,000.00	\$ -
Special Recreation Fund	\$ 310,000.00	\$ 310,000.00	\$ -
Bond and Interest Fund	\$ 1,420,661.00	\$ 1,420,661.00	\$ -
<b>TOTAL</b>	<b>\$ 9,113,081.00</b>	<b>\$ 9,113,081.00</b>	<b>\$ -</b>
<b>Total 2007-2008</b>	<b>\$ 8,116,947.00</b>	<b>\$ 8,116,947.00</b>	<b>\$ -</b>
<b>% Change</b>	<b>12.27%</b>		



**Geneva Park District  
Corporate Fund  
Summary of Revenue and Expense  
May 2008 - April 2009**

	<u>Revenue</u>	<u>Expense</u>	<u>Surplus or (Deficit)</u>
General Corporate	\$ 3,318,465.00	\$ 3,238,485.00	\$ 79,980.00
Peck Farm Park	\$ 24,800.00	\$ 102,725.00	\$ (77,925.00)
Peck Farm Programs	\$ 36,900.00	\$ 25,925.00	\$ 10,975.00
Sandholm Property	\$ -	\$ 4,180.00	\$ (4,180.00)
Moore Spray Park	\$ -	\$ 8,850.00	\$ (8,850.00)
<b>Total</b>	<b>\$ 3,380,165.00</b>	<b>\$ 3,380,165.00</b>	<b>\$ -</b>
<b>Prior Year Totals</b>	<b>\$ 3,190,115.00</b>	<b>\$ 3,190,115.00</b>	<b>\$ -</b>
<b>% Change</b>	<b>5.96%</b>		

**GENEVA PARK DISTRICT**

**2008-09 BUDGET**

GENERAL FUND SUMMARY

	2005-06 ACTUAL	2006-07 ACTUAL	2007-08 BUDGET	2008-09 BUDGET	% INC/(DEC)
<b>REVENUES</b>					
Real Estate Taxes- Operations	\$ 1,101,375	\$ 1,232,655	\$ 1,744,000	\$ 1,851,680	6.17%
Replacement Taxes	25,000	33,290	32,000	34,000	6.25%
Investment Income	33,115	89,602	45,000	30,000	-33.33%
Reimbursements	5,985	6,800	5,400	6,000	11.11%
Rentals & Leases	2,013	3,581	1,750	2,000	14.29%
Real Estate Taxes- Capital Fund	659,411	769,156	316,000	264,320	-16.35%
Real Estate Taxes- Bond Pmts.	976,665	986,765	996,365	1,130,465	13.46%
Peck Farm Receipts	1,422	456	1,100	1,700	54.55%
Donations	315	106	100	100	0.00%
Program Fees	37,783	45,457	37,000	47,900	29.46%
Building Rental Fees	2,475	3,920	1,900	2,000	5.26%
Butterfly Donations	9,404	8,912	9,500	10,000	5.26%
Total Revenue	2,854,963	3,180,700	3,190,115	3,380,165	5.96%
<b>EXPENDITURES</b>					
Salaries/ Wages	725,627	811,884	1,339,020	1,439,725	7.52%
Contractual Services	229,867	265,743	335,530	315,505	-5.97%
Commodities	55,914	64,048	86,950	102,025	17.34%
Maintenance/ Capital Investment	1,681,596	1,738,891	1,428,615	1,522,910	6.60%
Total Expenditures	\$ 2,693,004	\$ 2,880,566	\$ 3,190,115	\$ 3,380,165	5.96%
Surplus (Deficit)	161,959	300,134	-	-	0.00%

**Geneva Park District  
Recreation Fund  
Summary of Revenue and Expense  
May 2008 - April 2009**

	<u>Revenue</u>	<u>Expense</u>	<u>Surplus or (Deficit)</u>
Administrative Operations	\$ 869,000.00	\$ 1,155,623.00	\$ (286,623.00)
Public Information	5,000.00	78,500.00	(73,500.00)
Community Center Rentals	6,250.00	2,800.00	3,450.00
General Recreation	247,525.00	181,325.00	66,200.00
Preschool/ Toddler	257,050.00	234,825.00	22,225.00
Active Older Adults	40,600.00	37,200.00	3,400.00
Dance	163,600.00	128,200.00	35,400.00
Camps	103,800.00	94,550.00	9,250.00
Contracted & Cooperative Programs	15,620.00	14,300.00	1,320.00
Special Events	23,950.00	23,175.00	775.00
Tennis	24,750.00	19,750.00	5,000.00
Tumbling/ Gymnastics	106,000.00	79,600.00	26,400.00
Baseball/ Softball	69,700.00	64,675.00	5,025.00
General Athletics	303,350.00	247,870.00	55,480.00
Ice Rinks	-	275.00	(275.00)
Gymnasiums	-	41,700.00	(41,700.00)
Sunset Racquetball & Fitness Center	190,030.00	147,345.00	42,685.00
Sunset Pool	370,350.00	337,217.00	33,133.00
Stone Creek Miniature Golf	76,750.00	33,975.00	42,775.00
After School Programs	170,550.00	168,825.00	1,725.00
Scholarships	1,100.00	1,100.00	-
The Barn at Peck Farm	385,080.00	337,225.00	47,855.00
<b>Total</b>	<b>\$ 3,430,055.00</b>	<b>\$ 3,430,055.00</b>	<b>\$ -</b>
<b>Prior Year Totals</b>	<b>\$ 2,761,725.00</b>	<b>\$ 2,761,725.00</b>	<b>\$ -</b>
<b>% Change</b>	<b>24.20%</b>		

## GENEVA PARK DISTRICT

2008-09 BUDGET

## RECREATION FUND SUMMARY

	2005-06 ACTUAL	2006-07 ACTUAL	2007-08 BUDGET	2008-09 BUDGET	% INC/(DEC)
<b>REVENUES</b>					
Real Estate Taxes	\$ 646,170	\$ 730,266	\$ 763,000	\$ 810,000	6.16%
Replacement Taxes	20,647	33,290	32,000	34,000	6.25%
Investment Income	36,771	81,602	40,000	31,000	-22.50%
Program Fees	\$ 1,428,670	1,519,394	1,218,645	\$ 1,496,345	22.79%
Sponsorships/ Advertising	17,800	16,200	16,300	15,250	-6.44%
Concession Sales	3,493	17,807	16,850	16,450	-2.37%
Rentals & Leases	39,048	40,144	32,050	28,500	-11.08%
Transfer to IMRF	-	(5,000)	(8,500)	(9,200)	8.24%
Sunset Recreation Fitness Center	318,438	315,007	226,030	192,030	-15.04%
Pool Fees	417,659	395,886	358,900	365,350	1.80%
Miniature Golf Fees	64,569	62,767	66,450	68,250	2.71%
Peck Community Center	-	-	-	382,080	n/a
Total Revenue	2,993,265	3,207,363	2,761,725	3,430,055	24.20%
<b>EXPENDITURES</b>					
Salaries/ Wages	1,437,190	1,496,716	1,240,135	1,664,475	34.22%
Contractual Services	835,285	876,308	885,975	1,114,892	25.84%
Commodities	158,009	163,902	182,725	215,190	17.77%
Maintenance/ Capital Investment	53,836	54,381	451,890	434,398	-3.87%
Transfers	-	1,000	1,000	1,100	10.00%
Total Expenditures	\$ 2,484,320	\$ 2,592,307	\$ 2,761,725	\$ 3,430,055	24.20%
Surplus (Deficit)	508,945	615,056	-	-	n/a

**GENEVA PARK DISTRICT****2008-09 BUDGET**

## LIABILITY FUND SUMMARY

	2005-06 ACTUAL	2006-07 ACTUAL	2007-08 BUDGET	2008-09 BUDGET	% INC/(DEC)
<b>REVENUES</b>					
Real Estate Taxes	\$ 69,030	\$ 74,232	\$ 92,000	\$ 67,000	-27.17%
Replacement Taxes	10,319	8,877	7,000	7,500	7.14%
Investment Income	1,033	5,881	2,500	2,000	-20.00%
PDRMA Reimbursements	1,500	1,500	1,500	1,500	0.00%
Transfer from Fund Balance	-	-	-	30,000	n/a
<b>Total Revenue</b>	<b>81,882</b>	<b>90,490</b>	<b>103,000</b>	<b>108,000</b>	<b>4.85%</b>
<b>EXPENDITURES</b>					
Liability Insurance	68,670	83,118	100,000	105,000	5.00%
State Unemployment	-	-	3,000	3,000	0.00%
<b>Total Expenditures</b>	<b>\$ 68,670</b>	<b>\$ 83,118</b>	<b>\$ 103,000</b>	<b>\$ 108,000</b>	<b>4.85%</b>
Surplus (Deficit)	13,212	7,372	-	-	0.00%

**GENEVA PARK DISTRICT****2008-09 BUDGET**

## IMRF FUND SUMMARY

	2005-06 ACTUAL	2006-07 ACTUAL	2007-08 BUDGET	2008-09 BUDGET	% INC/(DEC)
<b>REVENUES</b>					
Real Estate Taxes	\$ 114,069	\$ 117,370	\$ 140,500	\$ 176,000	25.27%
Replacement Taxes	34,012	17,754	15,000	16,000	6.67%
Investment Income	20,759	25,348	22,000	14,000	-36.36%
Transfer from Fitness Center	-	5,000	5,000	5,000	0.00%
Transfer from Jazz & Tap Class	-	-	3,500	4,200	20.00%
<b>Total Revenue</b>	<b>168,840</b>	<b>165,472</b>	<b>186,000</b>	<b>215,200</b>	<b>15.70%</b>
<b>EXPENDITURES</b>					
IMRF Expense	142,448	161,034	186,000	215,200	15.70%
<b>Total Expenditures</b>	<b>\$ 142,448</b>	<b>\$ 161,034</b>	<b>\$ 186,000</b>	<b>\$ 215,200</b>	<b>15.70%</b>
Surplus (Deficit)	26,392	4,438	-	-	0.00%

**GENEVA PARK DISTRICT****2008-09 BUDGET**

## AUDIT FUND SUMMARY

	2005-06 ACTUAL	2006-07 ACTUAL	2007-08 BUDGET	2008-09 BUDGET	% INC/(DEC)
<b>REVENUES</b>					
Real Estate Taxes	\$ 6,900	\$ 5,077	\$ 5,000	\$ 4,500	-10.00%
Replacement Taxes	2,250	5,548	4,000	4,500	12.50%
Investment Income	104	-	-	-	0.00%
Total Revenue	9,254	10,625	9,000	9,000	0.00%
<b>EXPENDITURES</b>					
Audit Expense	9,000	9,000	9,000	9,000	0.00%
Total Expenditures	\$ 9,000	\$ 9,000	\$ 9,000	\$ 9,000	0.00%
Surplus (Deficit)	254	1,625	-	-	0.00%

**GENEVA PARK DISTRICT****2008-09 BUDGET**

## SOCIAL SECURITY FUND SUMMARY

	2005-06 ACTUAL	2006-07 ACTUAL	2007-08 BUDGET	2008-09 BUDGET	% INC/(DEC)
<b>REVENUES</b>					
Real Estate Taxes	\$ 148,808	\$ 145,082	\$ 153,000	\$ 204,000	33.33%
Replacement Taxes	15,000	17,754	15,000	16,000	6.67%
Investment Income	28,820	20,465	30,000	20,000	-33.33%
Transfer from Fitness Center	5,000	-	-	-	n/a
Total Revenue	197,628	183,301	198,000	240,000	21.21%
<b>EXPENDITURES</b>					
Fica/ Medicare	162,254	171,800	198,000	240,000	21.21%
Total Expenditures	\$ 162,254	\$ 171,800	\$ 198,000	\$ 240,000	21.21%
Surplus (Deficit)	35,374	11,501	-	-	0.00%

**GENEVA PARK DISTRICT****2008-09 BUDGET**

## FOX VALLEY SPECIAL RECREATION ASSOCIATION FUND SUMMARY

	2005-06 ACTUAL	2006-07 ACTUAL	2007-08 BUDGET	2008-09 BUDGET	% INC/(DEC)
<b>REVENUES</b>					
Real Estate Taxes	\$ 205,278	\$ 249,328	\$ 273,300	\$ 310,000	13.43%
Total Revenue	205,278	249,328	273,300	310,000	13.43%
<b>EXPENDITURES</b>					
Salaries & Wages	2,218	3,293	5,000	8,000	60.00%
Contractual Services	231	200	2,500	1,500	-40.00%
Capital Improvements	56,789	79,932	100,000	106,255	6.26%
FVSRA Payments	132,752	151,793	165,800	194,245	17.16%
Total Expenditures	\$ 191,990	\$ 235,218	\$ 273,300	\$ 310,000	13.43%
Surplus (Deficit)	13,288	14,110	-	-	0.00%

**GENEVA PARK DISTRICT****2008-09 BUDGET**

## BOND &amp; INTEREST FUND

	2005-06 ACTUAL	2006-07 ACTUAL	2007-08 BUDGET	2008-09 BUDGET	% INC/(DEC)
<b>REVENUES</b>					
Real Estate Taxes	\$ 1,327,756	\$ 1,217,396	\$ 1,395,807	\$ 1,420,661	1.78%
Total Revenue	1,327,756	1,217,396	1,395,807	1,420,661	1.78%
<b>EXPENDITURES</b>					
Bond Payments	1,310,385	1,209,618	1,395,807	1,420,661	1.78%
Total Expenditures	\$ 1,310,385	\$ 1,209,618	\$ 1,395,807	\$ 1,420,661	1.78%
Surplus (Deficit)	17,371	7,778	-	-	0.00%