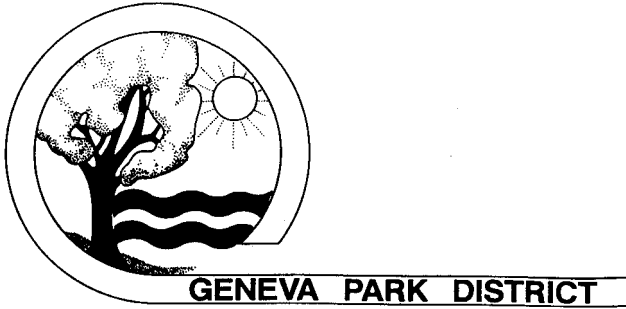


Geneva Park District

2009-2010 Budget



PROPOSED BUDGET 2009-10 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 2009-10 proposed budget includes revenues of \$9,802,829 and expenditures of \$9,802,829. 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 further 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 2007 CPI used for this 2009-10 budget year's real estate tax cap calculation is 4.1%. The 2008 CPI that will be used for next year's 2010-11 budget is .1% which will impede growth in the following year.

The proposed budgeted salary increase for full-time staff is 2.5%, while the budget for salaries expense of part-time staff increased 13%. The overall increase in budgeted salary expense is approximately 9%. The increase is the result of additional part-time employees hired in connection with the expansion of various recreational programs. The Before/After School Program which began last fiscal year will double in 2009-10 with the expansion of three more sites. In addition, programs were expanded at the new Stephen D. Persinger Recreation Center (SPRC) that opened in the fall of 2008. Programs, such as, the Nursery and Indoor Playground proved overwhelmingly popular in 2008-09 and have been expanded. Also, many programs were expanded to meet prior demand growth since additional space is now available from the new facility. Furthermore, this is the first full year of salary expense for four new full-time employees hired in 2008 to staff SPRC. Finally, there was a change in the Illinois State Minimum

Wage law, whereby, on July 1, 2009, the minimum wage will increase from \$7.75 to \$8.00 per hour.

The cost of health insurance for the district is budgeted 10% higher despite an average health insurance premium cost increase of 4.3%. The reason for this increase is the savings offset produced in the prior year, as a result of the District participating in the PDRMA Alternative Funding program, was not as great. 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 which was used to offset premiums in 2008. In 2008, there has been less of a savings and the district will have \$18,000 for which to reduce premiums in 2009.

In summary, I believe the 2009-10 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 \$3,452,571 - an increase of 2.14% over the 2008-09 budget.

The budget for Real Estate taxes across the various tax capped funds (excluding the uncapped Bond and Interest Fund and SRA Fund) is projected to increase 5.3%. The Real Estate tax increase for the General Fund is 2.72%. This is less than the 2007 CPI of 4.1% as other funds have taken a larger portion of the budgeted real estate taxes in order to produce a balanced budget. The projected 2008 EAV from Kane County estimates an increase in EAV of 6.9% of which 20% is attributable to new construction which is not tax capped in the first year.

Replacement Taxes are allocated amongst all of the funds as needed to meet various expenses. In 2009-10, Replacement Taxes within the General Fund are budgeted -10.29% lower. Across all funds Replacement Taxes are budgeted -10.71% lower. Budget decreases are determined by projections provided by the Illinois Municipal League. 75% of the replacement taxes are yielded from corporate income taxes which are expected to fall significantly in the next year.

Across all funds, Investment Income is budgeted -43% lower than the 2008-09 budget and -50% lower than 2008-09 projected actual. This decrease comes about as the overall economic outlook is poor with the current federal funds rate at 0-.25%. It is expected that interest rates will not increase any time soon within 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 4.07% as participation in programs, such as Camp Adventure, has been expanded to reflect activity from the 2008-09 fiscal year.

Total Expenditures \$3,452,571 – an increase of 2.14% over the 2008-09 budget

Expenditures in Salaries and Wages are budgeted .1% higher, despite a recommended 2.5% salary increase for existing full-time employees. The small increase comes from a change in management staff which brought about salary savings. In addition, cuts were made in the part-time seasonal grounds maintenance expense to better closely match actual expenditures. The Contractual Services budget has increased 5.28% because of increases in health insurance premiums. The Commodities expense budget has increased 4.53% due to increases in gasoline and diesel costs. The Maintenance and Capital Investment expenditure budget increased 3.26%, despite capital expenditures decreasing -37%, as debt service payments on the Series 2002 Alternative Revenue Capital Appreciation Bonds increased.

Recreation Fund

Total Revenues \$3,945,220, up 15.02% from the 2008-09 budget

Real estate taxes are budgeted 6.17% higher to make up for decreases in Replacement Taxes and Investment Income. For reasons discussed above, Replacement Taxes are budgeted -10.29% lower and Investment Income is budgeted -29.03% lower as compared to the prior year's budget.

Program Fees are budgeted 11.79% higher as the Before/After School Program (Kids Zone) has doubled and expanded from 3 site locations to 6. In addition, many of the popular programs at the Stephen D. Persinger Recreation Center (SPRC) have been expanded, such as, the nursery and the indoor playground. Sunset Racquetball Fitness Center (SRFC) revenue is budgeted -1.34% lower. This decrease was anticipated with the opening of the new facility SPRC; which has proved to be hugely popular for fitness. SPRC revenue is budgeted 23.18% higher as demand for family membership pass sales proved larger than expected in the 2007-08 budget. In addition, the track pass sales budget was expanded to match actual revenue received in the 2008-09 fiscal year. The Sunset Pool revenue increased 16.72% as sales for next fiscal year will include, for the first time, a small number of membership passes made available to non-residents. The Miniature Golf Fees budget has increased 5.71%, to reflect increased daily fee revenue realized in fiscal year 2008-09.

Total Expenditures \$3,945,220, up 15.02% from the 2008-09 budget

Budgeted expenditures for Salaries and Wages increased 17.25% as part-time staff for the Before/After School Program doubled. In addition, there were increases in part-time staffing because of the expansion of various popular recreation programs previously mentioned. The budget for Contractual Services has increased 11.32% largely because of a full year's budget now being reflected with the addition of the new Stephen D. Persinger Recreation Center (SPRC) in 2008. This has increased the utilities budget and maintenance agreements budget. In addition, increases in health insurance costs, as explained above, and credit card processing fees have increased this year's budget.

Credit card processing fees are up as the use of e-connect for on-line payments and the expansion of programs offered at the new facility have increased these costs. The budget for Commodities expense has increased 15.25% because of a full year's SPRC budget now being reflected. In addition, as previously mentioned, many programs were expanded which also increased costs. The Maintenance and Capital Investment budget has increased 13.99% largely due to an increase in the debt service payment for the new building.

Liability Fund

Total Revenues \$122,000, up 12.9% from the 2008-09 budget

Revenue in the liability fund is mostly made up of Real Estate Taxes and Replacement Taxes. The Real Estate Taxes in this fund increased 68.66% as compared to the prior budget year. In the prior budget year, 2008-09, the District utilized excess fund balance of \$30,000 which decreased the amount of real estate taxes needed. No fund balance will be used in this budget year.

Total Expenditures \$122,000 up 12.9% from the 2008-09 budget

While liability insurance is only budgeted to increase 3.81%, the cost of unemployment expenses has increased by \$10,000. This is in the wake of an expected increase in claims due to some staffing dismissals.

IMRF Fund

Revenues \$255,000, up 18.49% from the 2008-09 budget

A larger increase of Real Estate taxes, 17.05%, was allocated to the IMRF Fund to fund increases in anticipated IMRF expenses for the next calendar year and to make up for the decrease in revenue from sources such as replacement taxes and investment income. It is anticipated that the IMRF employer rate will increase in the next calendar year as IMRF has experienced a reduced return on investments and is projecting an increased contribution rate over the next coming years. The IMRF budget for Replacement Taxes decreased -12.5% and -50% for Investment Income for reasons discussed above.

Expenditures \$255,000, up 18.49% from the 2008-09 budget

This increase in expenditure is primarily due to the addition of new part-time personnel in the Before/After School program whom will exceed the 1,000 hours rule in the next budget year. The Before/After School program will reimburse the IMRF fund for this expenditure. In addition, expenditures have increased due to anticipated increases in next year's rate as discussed above.

Audit Fund

Revenues \$9,000, 0% from the 2008-09 budget

The budget for real estate tax revenue increased 11.11% to offset the decreased investment interest of -11.11%.

Expenditures \$9,000, 0% from the 2008-09 budget

Expenditures have not changed in 2009-10 as the annual audit fee remains unchanged.

Social Security Fund

Revenues \$260,000, up 8.33% from the 2008-09 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 13.97% to offset lower revenues in Replacement Taxes of -9.38% and Investment Income of -35.00%. In addition, more revenue was needed to fund the addition of part-time personnel to staff the expansion of the Before/After School Program as well as many other previously discussed expanded programs.

Expenditures \$260,000 up 8.33% from the 2008-09 budget

Expenditures increased due to the addition of part-time personnel for reasons discussed above. In addition, an increase was created by the increase in minimum wage for part-time and seasonal employees.

Special Recreation Association Fund

Revenues \$316,000, up 1.94% from the 2008-09 budget

The Special Recreation Fund is 100% supported by Real Estate Taxes. The levy for this fund does not fall under the tax cap. Therefore Real Estate Tax increases are levied as needed (up to the 4 cent ceiling) to cover expenditures. In 2009-10, Real Estate taxes increased 1.94% to cover expenditure increases of 1.94%.

Expenses \$316,000, up 1.94% from the 2008-09 budget

The majority of expenditures are for program payments to the Fox Valley Special Recreation Association (FVSRA) which provides various programs for residents with disabilities. Payments to FVSRA have increased 4.62% to offset annual program cost increases.

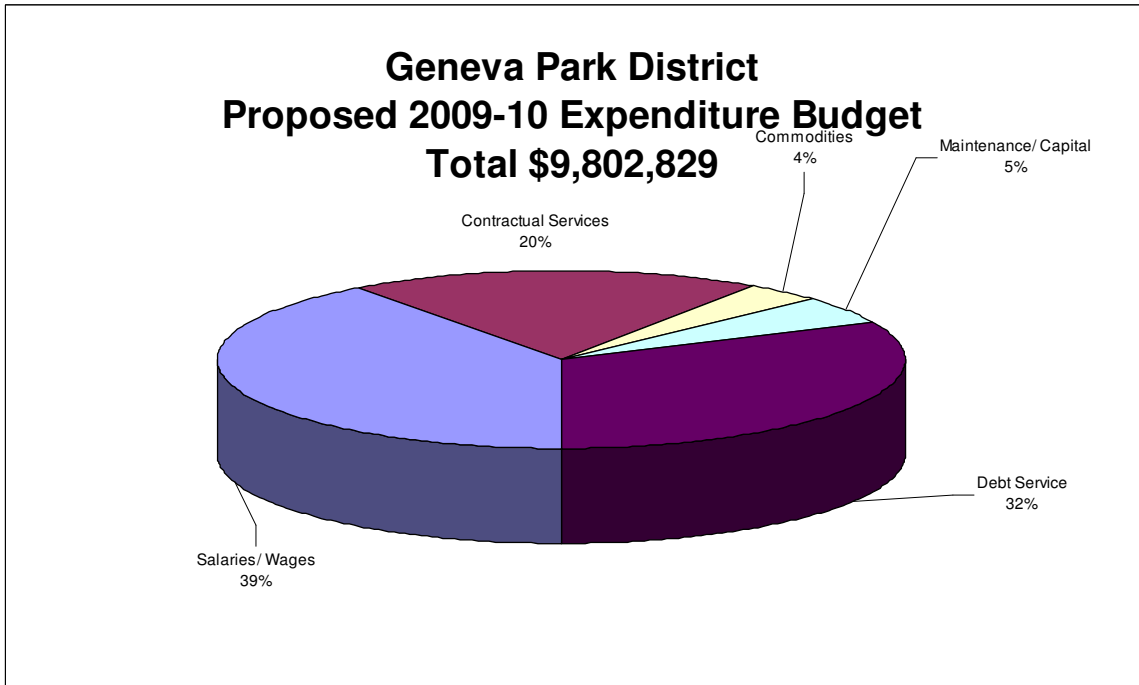
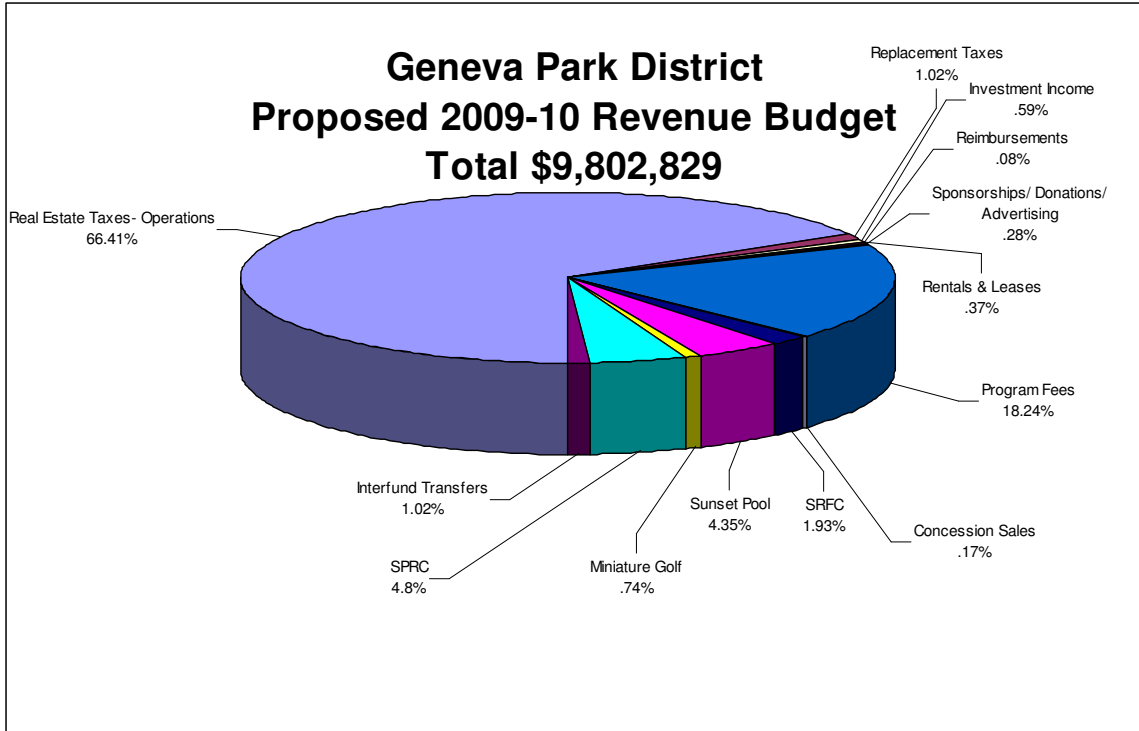
Bond and Interest Fund

Revenues \$1,443,038, up 1.58% from the 2008-09 budget

Revenue for this fund is made up entirely of Real Estate Taxes. Because bond and interest payments for 2009-10 have increased slightly revenue for this fund has likewise increased.

Expenditures \$1,443,038, up 1.58% from the 2008-09 budget

Debt service payments are budgeted 1.58% higher in 2009-10.



**Summary of Revenue and Expense
May 2009 - April 2010**

	<u>Revenue</u>	<u>Expense</u>	<u>Surplus or (Deficit)</u>
Corporate Fund	\$ 3,452,571	\$ 3,452,571	\$ -
Recreation Fund	\$ 3,945,220	\$ 3,945,220	\$ -
Liability Insurance Fund	\$ 122,000	\$ 122,000	\$ -
IMRF Fund	\$ 255,000	\$ 255,000	\$ -
Audit Fund	\$ 9,000	\$ 9,000	\$ -
Social Security Fund	\$ 260,000	\$ 260,000	\$ -
Special Recreation Fund	\$ 316,000	\$ 316,000	\$ -
Bond and Interest Fund	\$ 1,443,038	\$ 1,443,038	\$ -
TOTAL	\$ 9,802,829	\$ 9,802,829	\$ -
Total 2008-2009	\$ 9,113,081	\$ 9,113,081	\$ -
% Change	7.57%		

GENEVA PARK DISTRICT

2009-10 BUDGET

GENERAL FUND SUMMARY

	2006-07 ACTUAL	2007-08 ACTUAL	2008-09 BUDGET	2009-10 BUDGET	% INC/(DEC)
<u>REVENUES</u>					
Real Estate Taxes- Operations	\$ 1,232,655	\$ 1,803,247	\$ 1,851,680	\$ 1,892,890	2.23%
Replacement Taxes	33,290	40,499	34,000	30,500	-10.29%
Investment Income	89,602	94,128	30,000	15,000	-50.00%
Reimbursements	6,800	7,525	6,000	6,000	0.00%
Rentals & Leases	3,581	3,905	2,000	2,000	0.00%
Real Estate Taxes- Capital Fund	769,156	332,415	264,320	165,326	-37.45%
Real Estate Taxes- Bond Pmts.	986,765	1,012,465	1,130,465	1,276,605	12.93%
Peck Farm Receipts	456	2,297	1,700	1,800	5.88%
Donations	106	354	100	100	0.00%
Program Fees	45,457	56,479	47,900	49,850	4.07%
Building Rental Fees	3,920	3,050	2,000	2,000	0.00%
Butterfly Donations	8,912	12,343	10,000	10,500	5.00%
Total Revenue	3,180,700	3,368,707	3,380,165	3,452,571	2.14%
<u>EXPENDITURES</u>					
Salaries/ Wages	811,884	1,273,985	1,439,725	1,441,190	0.10%
Contractual Services	265,744	260,092	315,505	332,150	5.28%
Commodities	64,048	85,011	102,025	106,650	4.53%
Maintenance/ Capital Investment	1,738,891	1,401,873	1,522,910	1,572,581	3.26%
Total Expenditures	\$ 2,880,567	\$ 3,020,961	\$ 3,380,165	\$ 3,452,571	2.14%
Surplus (Deficit)	300,133	347,746	-	-	0.00%

GENEVA PARK DISTRICT

2009-10 BUDGET

RECREATION FUND SUMMARY

	2006-07 ACTUAL	2007-08 ACTUAL	2008-09 BUDGET	2009-10 BUDGET	% INC/(DEC)
REVENUES					
Real Estate Taxes	\$ 730,266	\$ 785,346	\$ 810,000	\$ 860,000	6.17%
Replacement Taxes	33,290	40,499	34,000	30,500	-10.29%
Investment Income	81,602	68,467	31,000	22,000	-29.03%
Program Fees	1,520,401	1,574,339	1,496,345	1,736,520	11.79%
Sponsorships/ Advertising	15,200	16,274	15,250	16,450	7.87%
Concession Sales	17,807	16,468	16,450	16,700	1.52%
Rentals & Leases	40,144	45,233	28,500	32,350	13.51%
Transfer to IMRF	(5,000)	(8,500)	(9,200)	(28,000)	204.35%
Transfer from Construction Fund	-	-	-	100,000	n/a
Sunset Recreation Fitness Center	315,007	316,154	192,030	189,450	-1.34%
Pool Fees	395,886	393,726	365,350	426,450	16.72%
Miniature Golf Fees	62,767	81,486	68,250	72,150	5.71%
SPRC	-	-	382,080	470,650	23.18%
Total Revenue	3,207,370	3,329,492	3,430,055	3,945,220	15.02%
EXPENDITURES					
Salaries/ Wages	1,496,723	1,228,132	1,664,475	1,951,625	17.25%
Contractual Services	876,309	923,671	1,114,892	1,248,775	11.29%
Commodities	163,905	164,977	215,190	248,297	15.39%
Maintenance/ Capital Investment	54,381	434,592	434,398	495,173	13.99%
Transfers	1,000	1,000	1,100	1,350	22.73%
Total Expenditures	\$ 2,592,318	\$ 2,752,372	\$ 3,430,055	\$ 3,945,220	15.02%
Surplus (Deficit)	615,052	577,120	-	-	n/a

LIABILITY FUND SUMMARY

	2006-07 ACTUAL	2007-08 ACTUAL	2008-09 BUDGET	2009-10 BUDGET	% INC/(DEC)
<u>REVENUES</u>					
Real Estate Taxes	\$ 74,232	\$ 94,673	\$ 67,000	\$ 113,000	68.66%
Replacement Taxes	8,877	8,859	7,500	6,500	-13.33%
Investment Income	5,881	2,500	2,000	1,000	-50.00%
PDRMA Reimbursements	1,500	1,500	1,500	1,500	0.00%
Transfer from Fund Balance	-	-	30,000	-	n/a
Total Revenue	90,490	107,532	108,000	122,000	12.96%
<u>EXPENDITURES</u>					
Liability Insurance	83,118	92,920	105,000	109,000	3.81%
State Unemployment	-	-	3,000	13,000	333.33%
Total Expenditures	\$ 83,118	\$ 92,920	\$ 108,000	\$ 122,000	12.96%
Surplus (Deficit)	7,372	14,612	-	-	0.00%

GENEVA PARK DISTRICT**2009-10 BUDGET**

IMRF FUND SUMMARY

	2006-07 ACTUAL	2007-08 ACTUAL	2008-09 BUDGET	2009-10 BUDGET	% INC/(DEC)
<u>REVENUES</u>					
Real Estate Taxes	\$ 117,370	\$ 144,584	\$ 176,000	\$ 206,000	17.05%
Replacement Taxes	17,754	18,984	16,000	14,000	-12.50%
Investment Income	25,348	22,000	14,000	7,000	-50.00%
Transfer from Fitness Center	5,000	5,000	5,000	5,000	0.00%
Transfer from Jazz & Tap Class	-	3,500	4,200	5,000	19.05%
Transfer from Before/After School	-	-	-	18,000	n/a
Total Revenue	165,472	194,068	215,200	255,000	18.49%
<u>EXPENDITURES</u>					
IMRF Expense	161,034	179,526	215,200	255,000	18.49%
Total Expenditures	\$ 161,034	\$ 179,526	\$ 215,200	\$ 255,000	18.49%
Surplus (Deficit)	4,438	14,542	-	-	0.00%

AUDIT FUND SUMMARY

	2006-07 ACTUAL	2007-08 ACTUAL	2008-09 BUDGET	2009-10 BUDGET	% INC/(DEC)
<u>REVENUES</u>					
Real Estate Taxes	\$ 5,077	\$ 5,141	\$ 4,500	\$ 5,000	11.11%
Replacement Taxes	5,548	5,062	4,500	4,000	-11.11%
Investment Income	-	-	-	-	0.00%
Total Revenue	10,625	10,203	9,000	9,000	0.00%
<u>EXPENDITURES</u>					
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)	1,625	1,203	-	-	0.00%

SOCIAL SECURITY FUND SUMMARY

	2006-07 ACTUAL	2007-08 ACTUAL	2008-09 BUDGET	2009-10 BUDGET	% INC/(DEC)
<u>REVENUES</u>					
Real Estate Taxes	\$ 145,082	\$ 157,453	\$ 204,000	\$ 232,500	13.97%
Replacement Taxes	17,754	18,984	16,000	14,500	-9.38%
Investment Income	20,465	30,000	20,000	13,000	-35.00%
Transfer from Before & After School	-	-	-	-	n/a
Total Revenue	183,301	206,437	240,000	260,000	8.33%
<u>EXPENDITURES</u>					
Fica/ Medicare	171,800	186,741	240,000	260,000	8.33%
Total Expenditures	\$ 171,800	\$ 186,741	\$ 240,000	\$ 260,000	8.33%
Surplus (Deficit)	11,501	19,696	-	-	0.00%

SPECIAL RECREATION FUND SUMMARY

	2006-07 ACTUAL	2007-08 ACTUAL	2008-09 BUDGET	2009-10 BUDGET	% INC/(DEC)
REVENUES					
Real Estate Taxes	\$ 249,328	\$ 273,300	\$ 310,000	\$ 316,000	1.94%
Total Revenue	249,328	273,300	310,000	316,000	1.94%
EXPENDITURES					
Inclusion Services	3,293	2,205	8,000	11,273	40.91%
Contractual Services	200	820	1,500	1,500	0.00%
Capital Improvements	79,932	95,000	106,255	100,000	-5.89%
FVSRA Payments	151,793	165,800	194,245	203,227	4.62%
Total Expenditures	\$ 235,218	\$ 263,825	\$ 310,000	\$ 316,000	1.94%
Surplus (Deficit)	14,110	9,475	-	-	0.00%

GENEVA PARK DISTRICT**2009-10 BUDGET**

BOND & INTEREST FUND

	2006-07 ACTUAL	2007-08 ACTUAL	2008-09 BUDGET	2009-10 BUDGET	% INC/(DEC)
<u>REVENUES</u>					
Real Estate Taxes	\$ 1,217,396	\$ 1,408,543	\$ 1,420,661	\$ 1,443,038	1.58%
Total Revenue	1,217,396	1,408,543	1,420,661	1,443,038	1.58%
<u>EXPENDITURES</u>					
Bond Payments	1,209,618	1,395,806	1,420,661	1,443,038	1.58%
Total Expenditures	\$ 1,209,618	\$ 1,395,806	\$ 1,420,661	\$ 1,443,038	1.58%
Surplus (Deficit)	7,778	12,737	-	-	0.00%