

AGENDA MEMORANDUM

To: Mayor Bruce Adams and the Board of Trustees

From: Mark A. Pries, Finance Director/Treasurer

Date: July 27, 2012

RE: May, 2012 Treasurer's Report Analysis

The one month budget comparison report needs some explanation because it is the first month of FY 12-13 and the General Fund has lags in receiving revenues from the State of Illinois. Currently, the General Fund shows a deficit of \$582,825 and this is due to the fact that the moneys received from the State of Illinois in May for Sales, Income and Local Use Taxes applied to the prior fiscal year. This reason also explains why revenues for the General Fund appear to be so low. The General Fund will not recognize current year revenues for Sales and Local Use Taxes until August; and for Income Tax until November because the State is a total of 6 months behind on these payments. If the cash received in May for Sales, Income and Local Use Taxes were applied to May, the General Fund would actually have a surplus of \$11,585.

The other fund that needs some explanation is the Police Pension Fund. Unfortunately, the stock market has been very volatile this year with dramatic peaks and valleys in daily activity. From an accounting standpoint, the market value of the Police Pension Fund's portfolio must be recorded for the last day of each month. The market value of the portfolio at May 31, 2012 saw a decrease of almost \$400,000 and recording this decrease caused the fiscal year activity for the fund to be a deficit. The earnings of the Police Pension Fund are a marathon, not a sprint, so these short-term losses are tempered by long-term gains. The fund has been earning positive returns over 12 month periods and staff believes this will continue.

If any members of the Board have any questions about this or any other fiscal matter for the Village, please contact me at your convenience. Thank you.

MAYOR
BRUCE ADAMS

CLERK
MICHAEL J. LA GESSE

BOARD OF TRUSTEES

JERRY BALTHAZOR
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GEORGE GOLWITZER
MICHAEL A. STUMP
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VILLAGE OF BRADLEY
Fiscal Year '12/'13 Budget

ONE MONTH BUDGET COMPARISON REPORT

<u>REVENUES</u>	<u>FY 11/12 ONE MONTH ACTUAL</u>	<u>FY 12/13 BUDGET</u>	<u>PERCENT CHANGE</u>
General Corporate Fund			
General Administration	15,282	9,881,781	0.15%
Village President	0	55,000	0.00%
Village Clerk	1,825	22,400	8.15%
Public Benefit	11,119	30,700	36.22%
Police Department	20,646	413,950	4.99%
Code Enforcement	2,200	3,500	62.86%
Fire Department	17,045	275,200	6.19%
Public Property	0	1,150	0.00%
Public Works	182	2,800	6.49%
Building Standards	<u>12,659</u>	<u>99,000</u>	12.79%
Totals	80,958	10,785,481	0.75%
Capital Projects Funds	0	1,527,000	0.00%
Retirement Separation Fund	0	500,000	0.00%
Revolving Loan Fund	1,579	38,500	4.10%
Rt. 50 TIF	0	747,000	0.00%
Motor Fuel Tax Fund	28	383,270	0.01%
Police Pension Fund	(336,731)	1,175,198	-28.65%
Fire Pension Fund	2,141	100,343	2.13%
Sewer Fund	131,444	2,324,365	5.66%
Bond Fund	<u>0</u>	<u>64,550</u>	0.00%
Total Fund Revenues	(120,581)	17,645,707	-0.68%

VILLAGE OF BRADLEY
Fiscal Year '12/'13 Budget

ONE MONTH BUDGET COMPARISON REPORT

<u>EXPENDITURES</u>	<u>FY 12/13 ONE MONTH ACTUAL</u>	<u>FY 12/13 BUDGET</u>	<u>PERCENT CHANGE</u>
General Corporate Fund			
General Administration	25,280	846,995	2.98%
Benefits	29,147	402,955	7.23%
Board of Trustees	2,400	39,110	6.14%
Village President	1,400	22,761	6.15%
Village Administrator	9,935	151,786	6.55%
Village Clerk	830	19,705	4.21%
Village Treasurer	10,027	143,747	6.98%
Public Benefit	34,363	950,362	3.62%
Police Department	355,157	4,573,542	7.77%
Code Enforcement	5,786	81,149	7.13%
Fire and Police Commission	155	29,455	0.53%
Fire Department	74,946	1,196,288	6.26%
Public Property	7,944	299,250	2.65%
Public Works	74,288	1,632,981	4.55%
Building Standards	23,185	354,255	6.54%
Economic Incentive/Development	0	181,700	0.00%
Information Technology	<u>8,939</u>	<u>118,585</u>	7.54%
Department Totals	663,783	11,044,626	6.01%
Transfer - Capital Improvement Fund	0	186,800	0.00%
Transfer - Retirement Separation Fund	0	500,000	0.00%
Transfer - Support for Sewer Fund	<u>0</u>	<u>249,000</u>	0.00%
Total General Fund	663,783	11,980,426	5.54%
<p>Note - The General Fund is using \$1,309,713 of its reserves to fund the \$500,000 transfer to the Retirement Separation Fund and \$861,713 in capital expenditures for various departments.</p>			
Capital Projects Funds	0	1,559,756	0.00%
Retirement Separation Fund	0	0	0.00%
Revolving Loan Fund	0	0	0.00%
Rt. 50 TIF	0	1,381,840	0.00%
Motor Fuel Tax Fund	18,452	415,000	4.45%
Police Pension Fund	58,760	802,120	7.33%
Fire Pension Fund	78	2,175	3.56%
Sewer Fund	227,750	2,546,084	8.95%
Bond Fund	<u>0</u>	<u>0</u>	0.00%
Total Fund Expenditures	968,822	18,687,401	5.18%

VILLAGE OF BRADLEY
Fiscal Year '12/'13 Budget

FUND BALANCE ANALYSIS

<u>FUND BALANCE</u>	<u>Beginning Fund Balance</u>	<u>Fiscal Year Activity</u>	<u>Ending Fund Balance</u>
General Corporate Fund	9,801,123		
Revenues		80,958	
Expenditures		<u>663,783</u>	
Net Activity		(582,825)	9,218,298
Capital Projects Funds	100,932		
Revenues		0	
Expenditures		<u>0</u>	
Net Activity		0	100,932
Retirement Separation Fund	0		
Revenues		0	
Expenditures		<u>0</u>	
Net Activity		0	0
Revolving Loan Fund	1,942,380		
Revenues		1,579	
Expenditures		<u>0</u>	
Net Activity		1,579	1,943,959
Rt. 50 TIF	2,968,665		
Revenues		0	
Expenditures		<u>0</u>	
Net Activity		0	2,968,665
Motor Fuel Tax Fund	300,066		
Revenues		28	
Expenditures		<u>18,452</u>	
Net Activity		(18,424)	281,642
Police Pension Fund	10,289,517		
Revenues		(336,731)	
Expenditures		<u>58,760</u>	
Net Activity		(395,490)	9,894,027
Fire Pension Fund	262,587		
Revenues		2,141	
Expenditures		<u>78</u>	
Net Activity		2,063	264,650
Sewer Fund	2,029,497		
Revenues		131,444	
Expenditures		<u>227,750</u>	
Net Activity		(96,306)	1,933,192
Bond Fund	196,205		
Revenues		0	
Expenditures		<u>0</u>	
Net Activity		0	196,205