

VILLAGE OF RIVERWOODS

FINANCIAL WORKSHOP

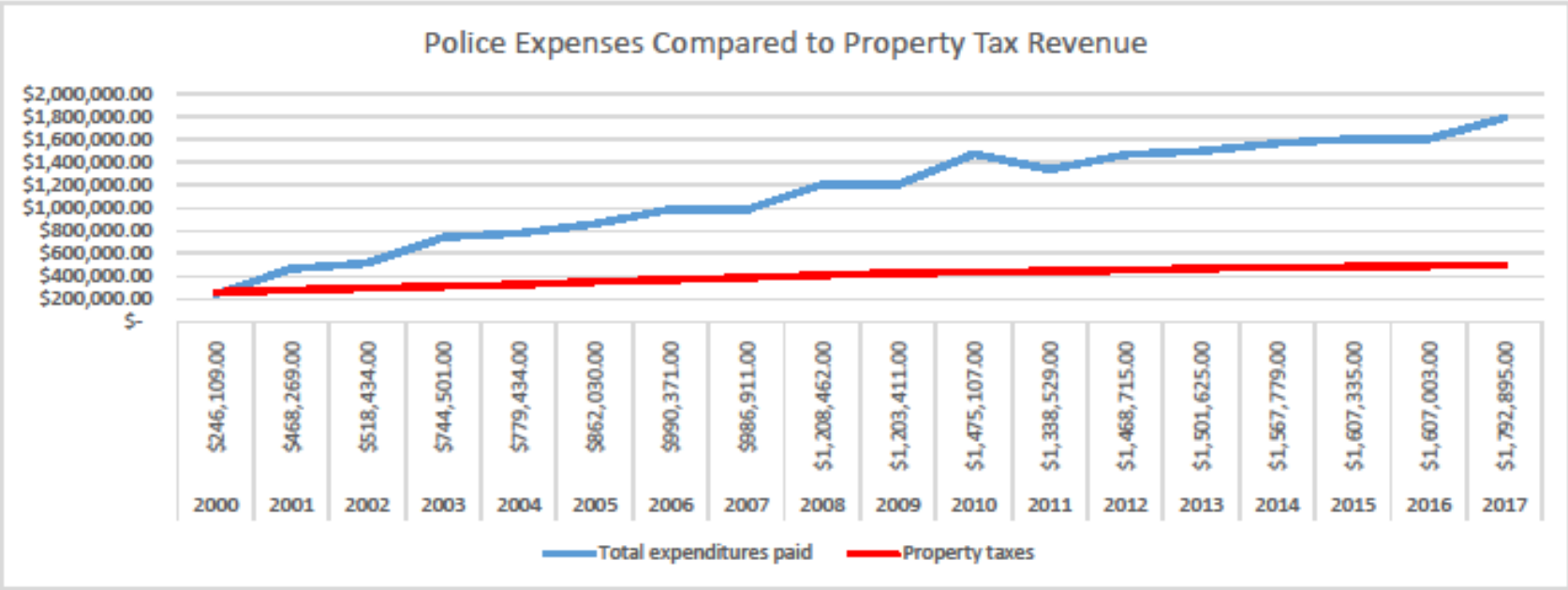
December 4, 2018

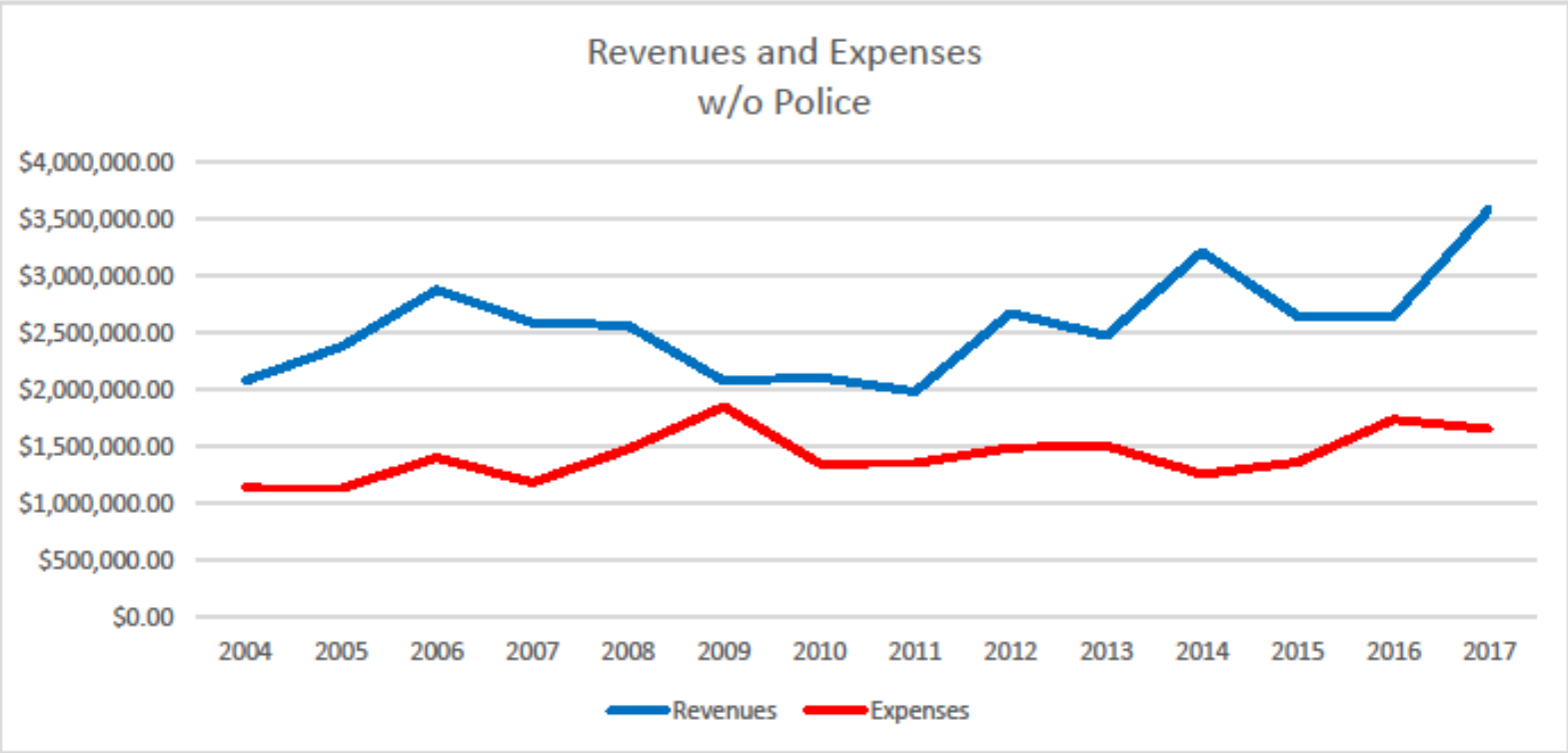
Balance Sheet

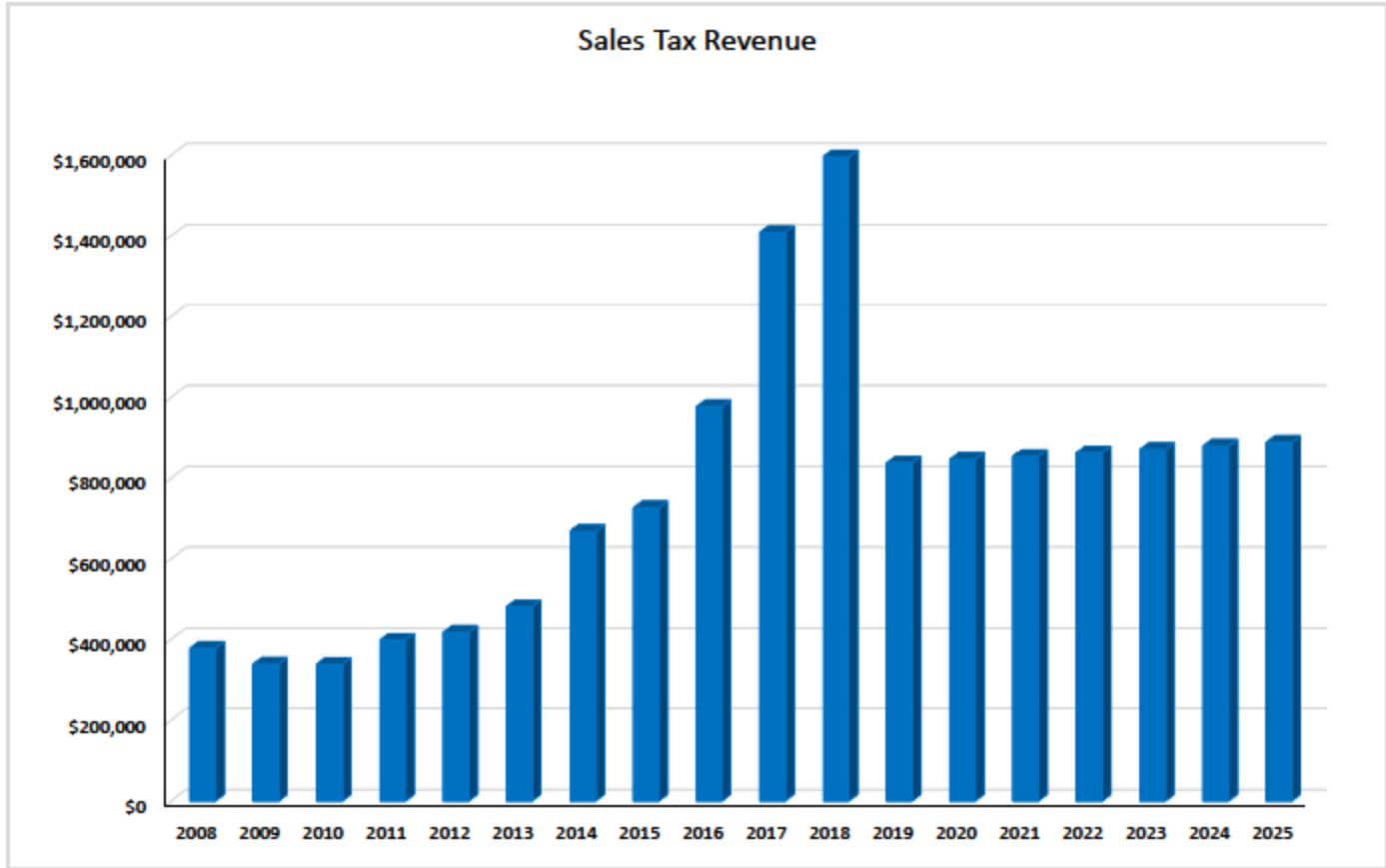
For General (001)
December 31, 2018

Assets

001-0101-10100	Investments	6,653,108.72
001-0101-10120	Certificate of Deposit	250,000.00
001-0110-10310	Accounts Receivable	8,000.00
001-0101-10400	Notes Receivable	803,000.00
001-0110-10410	Due From Other Funds	(54,388.50)
001-0101-10510	Prepaid Item	95,506.00
001-0110-10510	Prepaid Item	(95,506.00)
	Total	7,659,720.22
Cash		
001-0101-10010	Cash	(75.00)
001-0101-10020	Petty Cash	300.00
001-0101-10270	Northside Comm. Checking	.01
001-0110-10270	Northside Comm. Checking	53,931.60
001-0101-10280	Chase Bank Checking	1,366,998.49
001-0102-10280	Chase Checking	627,731.32
001-0104-10280	Chase Bank Checking	734,877.91
001-0105-10280	Chase Bank Checking	630.00
001-0106-10280	Chase Bank Checking	264,719.65
001-0110-10280	Chase Checking	(1,035,153.87)
001-0101-10290	Chase Bank Savings	161.96
	Total Cash	2,014,122.07
	Total Assets	\$ 9,673,842.29







IF NO ACTION TAKEN

Budget Projections 11/15/18	2016 Actual*	2017 Actual*	Projected- 2018	2019	2020	2021	2022	2023	2024	2025	
General Fund											Projections
REVENUE											
Property Tax	529,376	534,497	508,800	521,520	534,558	547,922	561,620	575,660	590,052	604,803	+2.5%
Sales Tax	977,023	1,408,833	1,596,000	837,000	845,370	853,824	862,362	870,986	879,695	888,492	+1.0%
State Income Tax	359,208	377,119	325,000	347,000	353,940	361,019	368,239	375,604	383,116	390,778	+2.0%
Utility Tax - Gas/Elect	369,088	359,554	390,000	380,000	380,000	380,000	380,000	380,000	380,000	380,000	Flat
Telecomm Tax (Excise)	595,337	505,461	375,000	335,000	338,350	341,734	345,151	348,602	352,088	355,609	+1.0%
Franchise Fees	107,774	102,655	90,000	89,000	89,890	90,789	91,697	92,614	93,540	94,475	+1.0%
Hotel Tax	128,911	119,691	125,000	115,000	117,875	120,822	123,842	126,938	130,112	133,365	+2.5%
Police Revenue	278,778	291,967	302,992	266,050	271,371	276,798	282,334	287,981	293,741	299,616	+2.0%
Bldg Dept Fees	327,736	355,356	339,500	321,250	150,000	153,000	156,060	159,181	162,365	165,612	+2.0%
Interest Income	144,693	135,670	145,000	165,000	161,700	158,466	155,297	152,191	149,147	146,164	-2.0%
Other	252,019	199,558	194,945	251,855	210,000	210,000	210,000	210,000	210,000	210,000	Flat
TOTAL GF REV	4,069,943	4,390,361	4,392,237	3,628,675	3,453,054	3,494,373	3,536,602	3,579,758	3,623,856	3,668,915	
Administration	911,675	1,064,291	1,034,244	979,955	1,009,354	1,039,634	1,070,823	1,102,948	1,136,036	1,170,118	+3.0%
Building	150,985	180,537	195,800	203,593	209,701	215,992	222,472	229,146	236,020	243,101	+3.0%
Rd & Bridge/Drainage	114,496	325,367	188,700	175,504	175,504	175,504	175,504	175,504	175,504	175,504	Flat
Woodland	54,137	87,701	173,500	80,500	75,000	75,000	75,000	75,000	75,000	75,000	Flat
Police**	1,607,230	1,795,862	1,918,319	2,001,347	2,002,618	2,074,174	2,080,422	2,191,531	2,268,235	2,347,623	+3.5%
TOTAL GF EXP	2,838,524	3,453,758	3,510,563	3,440,899	3,472,176	3,580,304	3,624,221	3,774,129	3,890,795	4,011,345	
NET GENERAL FUND	1,231,419	936,603	881,674	187,776	-19,122	-85,931	-87,619	-194,371	-266,939	-342,430	
Water Fund+											
Revenue	885,996	875,632	953,600	1,102,550	1,133,000	1,133,000	1,133,000	1,133,000	1,133,000	1,133,000	
Expenditures	732,546	1,561,801	836,200	989,682	1,455,402	951,453	1,467,780	960,000	1,500,000	970,000	
NET WATER FUND	153,450	-686,169	117,400	112,868	-322,402	181,547	-334,780	173,000	-367,000	163,000	
Sewer Fund+											
Revenue	424,847	476,414	486,196	478,200	480,000	480,000	480,000	480,000	480,000	480,000	
Expenditures	144,661	308,122	413,120	604,904	450,000	448,000	411,000	467,000	345,000	409,000	
NET SEWER FUND	280,186	168,292	73,076	-126,704	30,000	32,000	69,000	13,000	135,000	71,000	
NET ALL MAJOR FUNDS	1,665,055	418,726	1,072,150	173,940	-311,524	127,616	-353,399	-8,371	-498,939	-108,430	

* net of transfers for Village Hall project in 2016 and 2017

** Police Dept. projections for FY 2020-2023

+ Gewalt Hamilton projections FY 2020+ (plus adm. costs and personnel)

Recommendations for Fiscal year 2019

- 1. Increase simplified telecommunications tax from 5% to 6%.**
- 2. Increase property tax at approximately 5% per year, while revenue/expense disparity is monitored.**

Budget Projections

12/04/18	2016 Actual*	2017 Actual*	Projected>							
General Fund	2018	2019	2020	2021	2022	2023	2024	2025		
REVENUE										
Property Tax	529,376	534,497	508,800	534,240	560,952	589,000	618,450	649,372	681,841	713,933
Sales Tax	977,023	1,408,833	1,596,000	837,000	853,740	870,815	888,231	905,996	924,116	942,598
State Income Tax	359,208	377,119	325,000	377,119	384,661	392,355	400,202	408,206	416,370	424,697
Utility Tax - Gas/Elect	369,088	359,554	390,000	380,000	380,000	380,000	380,000	380,000	380,000	380,000
Telecomm Tax (Excise)	595,337	505,461	375,000	405,000	409,050	413,141	417,272	421,445	425,659	429,916
Franchise Fees	107,774	102,655	90,000	89,000	89,890	90,789	91,697	92,614	93,540	94,475
Hotel Tax	128,911	119,691	125,000	125,000	128,125	131,328	134,611	137,977	141,426	144,962
Police Revenue	278,778	291,967	302,992	266,050	271,371	276,798	282,334	287,981	293,741	299,616
Bldg Dept Fees	327,736	355,356	339,500	321,250	150,000	153,000	156,060	159,181	162,365	165,612
Interest Income	144,693	135,670	145,000	200,000	196,000	192,080	188,238	184,474	180,784	177,168
Other	252,019	199,558	194,945	94,016	210,000	210,000	210,000	210,000	210,000	210,000
TOTAL GF REV	4,069,943	4,390,361	4,392,237	3,628,675	3,633,789	3,699,305	3,767,095	3,837,244	3,909,841	3,984,977
Administration	911,675	1,064,291	1,034,244	979,955	1,009,354	1,039,634	1,070,823	1,102,948	1,136,036	1,170,118
Building	150,985	180,537	195,800	203,593	209,701	215,992	222,472	229,146	236,020	243,101
Rd & Bridge/Drainage	114,496	325,367	188,700	175,504	175,504	175,504	175,504	175,504	175,504	175,504
Woodland	54,137	87,701	173,500	80,500	75,000	75,000	75,000	75,000	75,000	75,000
Police**	1,607,230	1,795,862	1,918,319	2,001,347	2,002,618	2,074,174	2,080,422	2,191,531	2,268,235	2,347,623
TOTAL GF EXP	2,838,524	3,453,758	3,510,563	3,440,899	3,472,176	3,580,304	3,624,221	3,774,129	3,890,795	4,011,345
NET GENERAL FUND	1,231,419	936,603	881,674	187,776	161,613	119,001	142,874	63,116	19,046	-26,368

Projections:

increase by 3% as opposed to 2.5%
 better growth 2% as opposed to 1%
 IML projecting the same as 2017
 increase excise tax
 increase property tax
 increase in interest revenue then declin

+3.0%
 +3.0%
 Flat
 Flat
 +3.5%

Budget Committee Recommendation

Possible Revenue Source – Real Estate Transfer Tax

Projected Revenues Based on past Sales had Real Estate Transfer Tax Been In Place

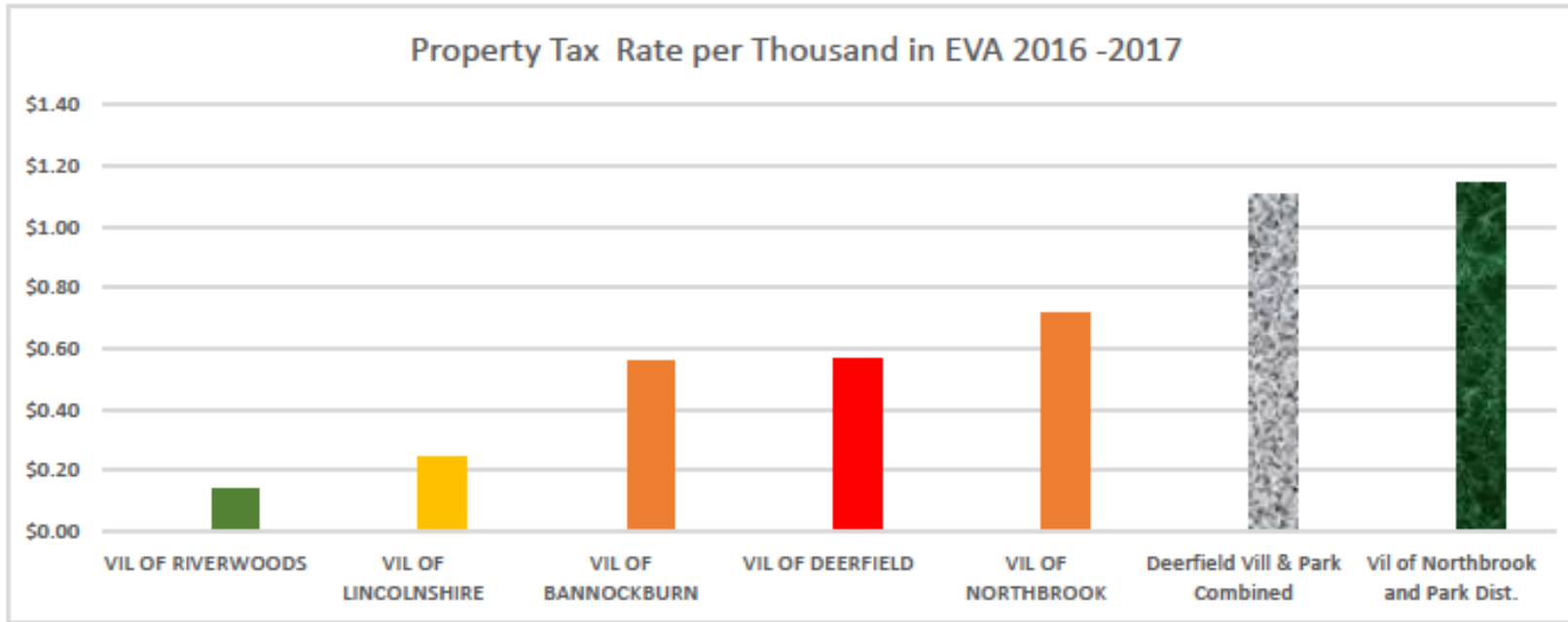
Number of Transfers	Year	Rate	<u>\$ 3.00</u> Per \$1,000	<u>\$ 4.00</u> Per \$1,000	<u>\$ 5.00</u> Per \$1,000	<u>\$ 6.00</u> Per \$1,000
72	2014		\$ 82,537.20	\$ 110,049.60	\$ 137,562.01	\$ 165,074.41
97	2015		\$ 119,281.76	\$ 159,042.34	\$ 198,802.93	\$ 238,563.52
101	2016		\$ 112,584.00	\$ 150,112.00	\$ 187,640.00	\$ 225,168.00
94	2017		\$ 97,440.70	\$ 129,920.93	\$ 162,401.16	\$ 194,881.39
81	2018 (Partial)		\$ 83,386.50	\$ 111,182.00	\$ 138,977.50	\$ 166,773.00

Possible Revenue Source
Vehicle Stickers

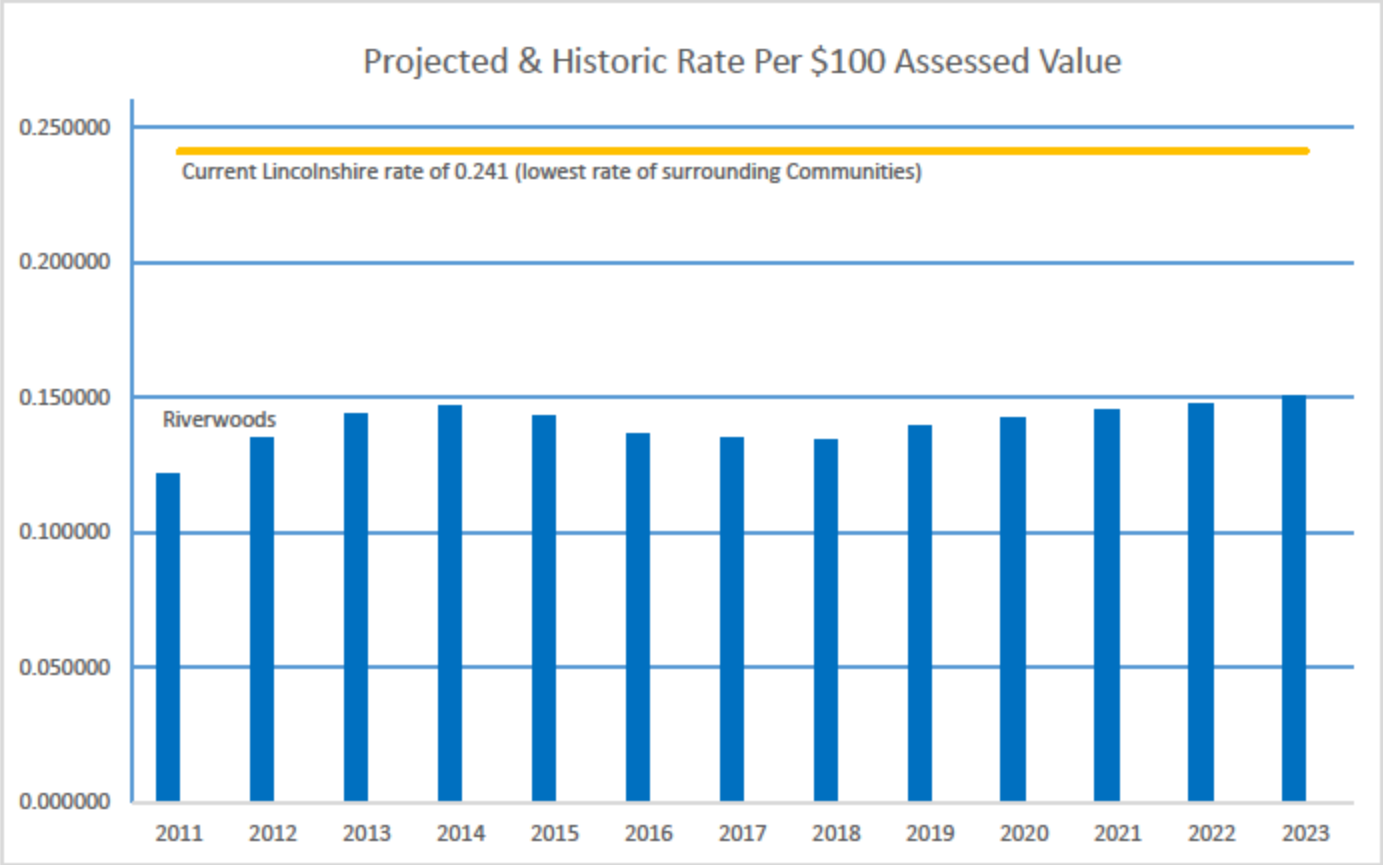
Highland Park	\$65.00
Northfield	\$50.00
Lake Forest	\$42.00
Northbrook	\$38.00
Deerfield	\$30.00
Bannockburn	\$0.00
Buffalo Grove	\$0.00
Lincolnshire	\$0.00
Vernon Hills	\$0.00
Wheeling	\$0.00

<u>Vehicles in Riverwoods</u>	<u>\$30.00</u>	<u>\$35.00</u>	<u>\$40.00</u>	<u>\$45.00</u>	<u>\$50.00</u>
1,000	\$30,000.00	\$35,000.00	\$40,000.00	\$45,000.00	\$50,000.00
2,000	\$60,000.00	\$70,000.00	\$80,000.00	\$90,000.00	\$100,000.00
3,000	\$90,000.00	\$105,000.00	\$120,000.00	\$135,000.00	\$150,000.00
3,700	\$111,000.00	\$129,500.00	\$148,000.00	\$166,500.00	\$185,000.00

<u>Taxing Body</u>	<u>Rate</u>
VIL OF RIVERWOODS	0.13684
VIL OF LINCOLNSHIRE	0.24100
VIL OF BANNOCKBURN	0.55830
VIL OF DEERFIELD	0.56360
VIL OF NORTHBROOK	0.71500
Deerfield Vill & Park Combined	1.10575
Vil of Northbrook and Park Dist.	1.14400



Based on Budget Committee Recommendations



Riverwoods Rates Based on Budget Committee Recommendations stays lower that Lincolnshire Current Rate

On a house with EAV of \$250,000

(FMV approx \$750,000)

<u>Total Property Tax</u>	<u>2020</u>	<u>2021</u>	<u>2022</u>	<u>2023</u>	<u>2024</u>	<u>2025</u>
\$ 18,420.05	\$ 18,972.65	\$ 19,541.83	\$ 20,128.09	\$ 20,731.93	\$ 21,353.89	\$ 21,994.50 (3% annual increase)

Current Property Tax to
Riverwoods

	<u>2020</u>	<u>2021</u>	<u>2022</u>	<u>2023</u>	<u>2024</u>	<u>2025</u>
Current Planned Increase	\$ 9.43	\$ 14.67	\$ 20.30	\$ 26.33	\$ 32.78	\$ 39.69
<u>Additional increase</u>	<u>\$ 9.43</u>	<u>\$ 14.67</u>	<u>\$ 20.30</u>	<u>\$ 26.33</u>	<u>\$ 32.78</u>	<u>\$ 39.69</u>
Total Increase	\$ 18.85	\$ 29.34	\$ 40.59	\$ 52.65	\$ 65.56	\$ 79.38

Property Tax to
Riverwoods Under
Recommended Plan

\$ 345.00	\$ 363.85	\$ 393.19	\$ 433.79	\$ 486.44	\$ 552.00	\$ 631.38
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Riverwoods % of Property] 1.87% 1.92% 2.01% 2.16% 2.35% 2.59% 2.87%

Effect of Recommended Plan on Property Tax of Average House