

Village of Glen Ellyn
 Analysis of Available Cash Reserves
 (All Funds, excluding Police Pension Fund)
 Estimated for Fiscal Year Ending April 30, 2006

Item	Fund	(A)	(B)	(C)	Reserve Policy	(D)	(E)
		Estimated Available Cash 04/30/05	Budgeted FY06 Incr / (Decr) in Cash	Estimated Cash 04/30/06 (A) + (B)		Required Reserves	Available Unobligated Cash (C) - (D)
1	General	6,370	(100)	6,270	25%*	2,958	3,312
2	Corporate Reserve	3,684	88	3,772	100%	3,772	-
3	Motor Fuel Tax	656	70	726	100%	726	-
4	Special Programs	157	(2)	155	25%	128	27
5	Com. Enhancement	1,427	(1,177)	250	100%	250	-
6	Debt Service	408	-	408	100%	408	-
7	Capital Projects	9,087	(4,990)	4,097	100%	4,097	-
8	Fac Maint Resrv	1,335	(219)	1,117	100%	1,117	-
9	Water & Sanitary Sewer	1,654	(304)	1,350	25%*	1,578	(228)
10	Parking	808	(287)	522	25%*	53	469
11	Solid Waste	660	(117)	543	N/A	495	48
12	Recreation	682	(87)	596	25%*	943	(348)
13	Insurance	1,635	243	1,878	100%	1,878	-
14	Equipment Services	2,424	(201)	2,223	100%	2,223	-
		<u>\$ 30,988</u>	<u>\$ (7,081)</u>	<u>\$ 23,907</u>		<u>\$ 20,626</u>	<u>\$ 3,281</u>

(A) Estimated cash at 4/30/05 reflects actual unencumbered cash and cash equivalents.

* Items 1, 4, 9, 10 and 12 are operating funds and are subject to the Village Board 25% cash reserve policy. This policy requires that 25% of the operating budget (excludes capital outlay and debt service) be retained as reserves. The remaining funds either have no required reserve policy or have other specific reserve levels. These are explained in the footnotes below.

(E) The unobligated cash column reflects the amount of projected available spendable cash after any reserve requirements have been satisfied. These funds are available for additional allocation as may be instructed by the Village Board. Generally, any additional uses of unobligated cash should be related to the purpose of the fund.

The following footnotes correspond to the numbers on the left of the schedule above.

- (1) Amount subject to reserve is \$11,830,000 X 25% = \$ 2,957,500
- (2) The Corporate Reserve Fund has a 100% reserve policy. For more information, see the Corporate Reserve Fund section of the budget.
- (3) Most revenues to the Motor Fuel Tax Fund are transmitted to the General Fund for street maintenance purposes, and for the purchase of street salt. The dollars remaining in this fund are available for additional street related projects under qualified IDOT guidelines and procedures.

- (4) Amount subject to reserve is $\$513,700 \times 25\% = \$128,400$.
- (5) The Community Enhancement Fund has a 100% reserve policy and may only be used for those specific purposes identified by the confidential, private donor.
- (6) The cash in the Debt Service Fund represents funds accumulated from various sources to pay for principal and interest costs on the Village's outstanding debt obligations. These dollars are not available for reallocation.
- (7) There is a 100% reserve for the Capital Projects (formerly Utility Tax) Fund. A minimum of \$500,000 is desirable for adequate cash flow during the construction season. Additionally, a total of \$283,000 has been generated from the sale of Village properties and state grants, and is held in reserve for expenses related to annexations or future property purchases. Also, "fee-in-lieu" storm water payments are \$301,000. Also, commitments to our 20-year street/sewer program from bond proceeds, utility taxes and real estate transfer taxes are reported in this fund.
- (8) This reserve is established for future replacement of major building components, and is not available for reallocation. (Funded depreciation)
- (9) Amount subject to reserve is $\$6,310,000 \times 25\% = \$1,577,500$.
The FY06 Budget projects cash reserve balances to fall below a 25% reserve level. This is the result of water and sanitary sewer system improvement projects which are being completed in conjunction with the 2000 street and storm sewer improvement program. Cash reserves are projected to decline to a reserve level equal to 18% of the Fund's operating expenses.
- (10) Amount subject to reserve is $\$209,000 \times 25\% = \$52,250$.
- (11) Generally, the desired reserve for the Solid Waste Fund is two quarters of payments to the contract waste hauler which amounts to \$495,000.
- (12) Amount subject to reserve is $\$3,773,200 \times 25\% = \$943,300$.
- (13) There is no formal reserve policy for this fund however, \$600,000 is held in reserve to fund any future cash-out of the existing health insurance plan, and to protect against unusual health claims, such as claims related to experimental procedures that may be questioned by excess insurance carriers. In addition, cash reserves need to be increased to protect against health claims exceeding budget, but under the aggregate stop loss. Added cash reserves are also needed for our pooled insurance plan (MICA) beginning 1/1/02 following our departure from IRMA.
- (14) This reserve is established for the scheduled replacement of Village vehicles, and is not available for reallocation. (Funded depreciation)