

SPECIAL PROGRAMS FUND

Many of the current activities supported by the Special Programs Fund, formerly called the Revenue Sharing Fund, were traditionally funded by Federal General Revenue Sharing (GRS) which began under the Nixon Administration in 1972. Following the demise of GRS in 1986, the remaining cash balances in the Revenue Sharing Fund were sufficient to sustain the fund until the Village's 88/89 fiscal year.

In FY91, the Fund was renamed the Special Programs Fund due to the run-out of Federal revenue sharing dollars. In FY91/92, the separate "Cable TV Fund" was merged into the Special Programs Fund, bringing with it cable franchise fee revenues to help support not only local public access cable television, but greater public information services of the Village, including the preparation and mailing of the Village's bi-monthly newsletter and annual calendar. These revenues were also sufficient to continue the support of the various social programs (e.g. community assistance program, family counseling service, senior services) which were previously supported by Federal revenue sharing dollars.

The FY96/97 budget consolidated the Village's separate Hotel/Motel Tax Fund into the Special Programs Fund. The designation of a separate fund to account for the Village's 5% hotel/motel tax was no longer necessary after the Village attained "home rule" status in 1994.

With Federal Revenue Sharing now long a thing of the past, our Special Programs Fund continues to provide funding for local social programs and community services that extend beyond the delivery of the Village's core municipal services, which continues to be the primary focus of our General Fund. Maintaining the Special Programs Fund as a separate, dedicated funding source for these programs helps to ensure that some resources continue to be available to pay for non-core government services, instead of being drained away to help finance the core public safety services paid by the General Fund.

SPECIAL PROGRAMS FUND REVENUES

The principle revenue sources of the Special Program Fund consist of:

1. A special property tax on Glen Ellyn commercial properties (**Special Service Area Tax**) to provide roughly 75% of the funding for the operations of the Glen Ellyn Economic Development Corporation (EDC). The remaining 25% of EDC funding comes from an annual contribution from the Village.
2. **Cable Franchise Fees** of 6% of revenues received by the Village's two local cable operators.
3. **Hotel/Motel Tax** of 5% on gross rental receipts of two locally operated hotels.
4. Added in 1999, a **demolition tax** to help ensure some on-going funding for historic preservation activities.

A four year summary of Special Programs Fund revenues is listed below:

<u>Revenue Source</u>	FY04/05 <u>Actual</u>	FY05/06 <u>Actual</u>	FY06/07 Revised <u>Budget</u>	FY06/07 Estimated <u>Actual</u>	FY07/08 Proposed <u>Budget</u>
SSA Property Tax	\$110,889	\$117,200	\$146,600	\$140,900	\$155,700
Cable Franchise Fees	276,384	302,751	330,000	335,000	370,000
Hotel / Motel Tax	75,142	81,744	85,000	93,000	86,000
Demolition Tax	34,100	36,300	33,000	24,800	27,500
Interest Income	2,705	6,824	9,400	13,000	15,000
Grant Revenue	16,000	0	14,000	14,000	12,000
Miscellaneous Income	751	528	0	27,300	15,800
	<u>\$515,971</u>	<u>\$545,347</u>	<u>\$618,000</u>	<u>\$648,000</u>	<u>\$682,000</u>

SPECIAL PROGRAMS FUND EXPENDITURES

A four year summary of Special Programs Fund expenditures, including budget requests for FY07/08 is listed below. Budget requests can be grouped into two categories:

	FY04/05	FY05/06	FY06/07	FY06/07	Proposed
	<u>Actual</u>	<u>Actual</u>	<u>Revised</u>	<u>Estimated</u>	<u>FY07/08</u>
			<u>Budget</u>	<u>Actual</u>	<u>Budget</u>
1. On-going operating expenditures for Village programs , projects and facilities such as:					
SSA Taxes paid to the E.D.C.	\$110,889	\$117,200	\$146,600	\$140,900	\$155,700
Senior Services Program	43,399	89,523	80,200	118,800	103,000
Communications: Cable Television/ Newsletter/Calendar/Web-site	76,537	134,040	130,000	128,000	129,200
Historic Preservation Activities	27,503	17,763	61,200	52,700	39,200
Village staff support of comm. events	22,600	24,000	24,000	24,000	25,000
Downtown holiday decorations	20,517	14,410	20,000	20,000	20,000
Energy grant program	66,637	180	0	0	0
Miscellaneous other	46,451	1,620	14,000	13,600	65,000
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Subtotal – Village Programs	\$414,533	\$398,736	\$476,000	\$498,000	\$537,100
2. Contributions to a number of Glen Ellyn community groups and activities:					
Glen Ellyn Media Foundation	71,000	0	0	0	0
Glen Ellyn Econ. Devel. Corp.	46,000	46,000	46,000	46,000	46,000
Downtown Glen Ellyn Alliance	0	0	10,000	10,000	20,000
Glen Ellyn Youth & Family Counseling	25,000	25,000	25,000	25,000	25,000
Glen Ellyn Historical Society	15,000	20,000	25,000	25,000	35,500
Glen Ellyn Children’s Chorus	10,000	12,000	10,000	10,000	15,000
Glen Ellyn Historic Preservation Comm.	1,690	2,078	20,000	20,000	20,000
DuPage Senior Citizens Council	0	0	0	0	14,000
Glen Ellyn 4 th of July Committee	5,000	5,000	6,000	6,000	6,000
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Subtotal – Community Groups	173,690	110,078	\$142,000	\$142,000	\$181,500
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Total Expenditure Requests	\$558,223	\$508,814	\$618,000	\$640,000	\$718,600
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Our projected April 30, 2008 cash balance will exceed our 25% minimum cash reserve policy as shown below:

Cash balance, May 1, 2006	\$222,800
Projected FY06/07 Gain/(Loss)	8,000
Projected FY07/08 Gain/(Loss)	<u>(36,600)</u>
Projected Available Cash, April 30, 2008	<u>\$ 194,200</u>
25% minimum cash reserve level	\$ 163,400*

* The 25% minimum cash reserve is calculated as follows:

FY07/08 Requested Expenditures	\$718,600
Less: Capital Expenditures	<u>(65,000)</u>
Reserve Base	653,600
X 25% = Minimum Cash Reserve	<u>\$163,400</u>