

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.

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>	<u>FY05/06 Actual</u>	<u>FY06/07 Actual</u>	<u>FY07/08 Revised Budget</u>	<u>FY07/08 Estimated Actual</u>	<u>FY08/09 Proposed Budget</u>
SSA Property Tax	\$117,200	\$139,671	\$155,700	\$142,000	\$156,300
Cable Franchise Fees	302,751	336,448	370,000	385,000	425,000
Hotel / Motel Tax	81,744	93,840	86,000	25,000	65,000
Demolition Tax	36,300	20,900	27,500	14,300	13,700
Interest Income	6,824	11,143	15,000	7,000	3,000
Grant Revenue	0	0	12,000	13,900	14,000
Miscellaneous Income	528	27,327	15,800	12,500	15,000
	\$545,347	\$629,329	\$682,000	\$599,700	\$692,000

SPECIAL PROGRAMS FUND EXPENDITURES

A four year summary of Special Programs Fund expenditures, including budget requests for FY08/09 is listed below. Budget requests can be grouped into two categories:

	FY05/06	FY06/07	FY07/08	FY07/08	Proposed
	<u>Actual</u>	<u>Actual</u>	<u>Revised</u>	<u>Estimated</u>	<u>FY08/09</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.	\$117,200	\$139,671	\$155,700	\$142,000	\$156,300
Senior Services Program	89,523	113,050	103,000	100,000	112,100
Communications: Cable Television/ Newsletter/Calendar/Web-site	134,040	127,604	129,200	122,700	131,000
Historic Preservation Activities	17,763	60,807	39,200	38,700	47,000
Village staff support of comm. events	24,000	24,000	25,000	25,000	25,600
Downtown holiday decorations	14,410	19,880	20,000	29,000	32,000
Energy grant program	180	0	0	0	0
Miscellaneous other	1,620	13,563	58,400	35,000	22,000
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Subtotal – Village Programs	\$398,736	\$498,575	\$530,500	\$492,400	\$526,000
2. Contributions to a number of Glen Ellyn community groups and activities:					
Glen Ellyn EDC	46,000	46,000	46,000	46,000	40,000
Downtown Glen Ellyn Alliance	0	10,000	12,500	12,500	10,000
Glen Ellyn Youth & Family Counseling	25,000	25,000	25,000	25,000	25,000
Glen Ellyn Historical Society	20,000	25,000	25,000	25,000	35,000
Glen Ellyn Children’s Chorus	12,000	10,000	10,000	10,000	10,000
Glen Ellyn Historic Preservation Comm.	2,078	10,080	29,720	9,700	20,000
DuPage Senior Citizens Council	0	0	5,000	5,000	5,000
Glen Ellyn 4 th of July Committee	5,000	6,000	8,000	8,000	6,000
Glen Ellyn Community Resource Center	0	0	0	0	5,000
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Subtotal – Community Groups	110,078	132,080	\$161,220	\$141,200	\$156,000
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Total Expenditure Requests	\$508,814	\$630,655	\$691,720	\$633,600	\$682,000

Our projected April 30, 2009 cash balance will exceed our 25% minimum cash reserve policy as shown below:

Cash balance, May 1, 2007	\$220,600
Projected FY07/08 Gain/(Loss)	(33,900)
Projected FY08/09 Gain/(Loss)	<u>10,000</u>
Projected Available Cash, April 30, 2008	<u>\$ 196,700</u>
25% minimum cash reserve level	\$ 165,000*

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

FY08/09 Requested Expenditures	\$682,000
Less: Capital Expenditures	<u>(22,000)</u>
Reserve Base	660,000
X 25% = Minimum Cash Reserve	<u>\$165,000</u>