

BUDGET FOOTNOTES
RECREATION FUND – ADMINISTRATION DIVISION (55700)

1. **IMRF: (\$10,900)** The FY 2008-09 Estimated Actual includes \$142,900 for the one time cost of the Village's participation in the Illinois Municipal Retirement Fund Early Retirement Program (IMRF). In 2006, three Recreation Fund Employees retired under this program. This \$142,900 is the final portion of the employer portion of the early retirement cost for those three employees. In addition, the rate of contribution into the Illinois Municipal Retirement Fund has increased: in 2007-08 the rate was 5%, increasing to 6.5% in 2008-09, and 9% in 2009-10.
2. **Accounting Service Charge: (\$60,000)** The Accounting Service Charge was adjusted in 2009-10 to better reflect the cost of services provided to the Recreation Fund by the Village of Glen Ellyn General Fund.
3. **IFT / G.O. Bond Fund: (\$337,300)** This is debt service on a 20-year \$4,580,000 January 2003 General Obligation Bond Issue to finance a golf course renovation. The bond issue carries an average annual interest cost of 4.25%. The bond repayment schedule calls for annual principal and interest payments of about \$340,000. The total amount of all principal and interest payments to retire the bonds is \$6,830,000. Payments began in 2003. \$2,041,000 in payments have been made to date. \$4,788,000 remains to be paid. The final payment is scheduled for January 1, 2023. General Obligation Bonds were issued to obtain the most favorable interest rate, with the full cost of retiring the bonds to be borne by the Recreation Fund. Bond payments are funded from golf course user fees. No property taxes are used.
4. **IFT / Health Insurance: (\$82,500)** Reflects the rising cost of employee health insurance. In 2008-09, seven of eight eligible employees are taking advantage of this benefit. In 2009-10 there are nine budgeted full-time positions eligible for the health insurance benefit.
5. **IFT / Insurance – General: (\$60,200)** The expense level in this line item is up significantly in 2009-10 because a surplus in the Insurance Fund was used to keep expenses down in 2008-09 and because of claims by the Recreation Department.
6. **Land Improvements: (\$115,000)** Includes \$75,000 to pave an existing gravel parking lot at Lambert Lake Nature Preserve and \$40,000 for repairs and resurfacing of the main parking lot at the Village Links.
7. **Vehicles: (\$30,000)** Replacement of a 1992 pick-up truck that has been used five years beyond its twelve year expected life.

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8. Equipment: (\$206,000)

	<u>Description</u>	<u>Budget</u>	
Replacement	Computers & Components	\$35,000	a
Replacement	Riding Greensmower	27,000	b
Replacement	Triplex 84" Trim Mower	27,000	c
Replacement	Point of Sale System	25,000	d
Replacement	Contingency	20,000	e
Replacement	Turf Truckster w/Dump	19,000	f
Replacement	Rotary 60" Deck Mowe	17,000	g
Replacement	Bunker Rake	14,000	h
Replacement	Dishwasher	12,000	i
Replacement	Kitchen Misc Contingency	5,000	j
Replacement	Turf Runabout - Electric	5,000	k
		<u>\$206,000</u>	

- a. This is routine replacement of existing computers, peripherals and software, including hardware that operates the computerized point-of sale (POS) system purchased in 1997. We do not have service agreements on any computer hardware or peripherals, finding that it is more economical to replace these items when they fail rather than maintain expensive service agreements. 2009 will be the twelfth season using this POS system. Much of the original hardware is still in use. We are also providing some funds to replace hardware in conjunction with the replacement of the POS system late in 2009.
- b. This is the replacement of a 1992 Riding Greensmower that has been used two years beyond its fifteen year expected life.
- c. This is the replacement of a 1990 Triplex Trim Mower that has been used eight years beyond its ten year expected life.
- d. This is the replacement of the Point-Of-Sale (POS) software in use since 1997. We will explore replacing our POS software in the coming year, with the goal of finding a replacement for 2010. This software replacement will coincide with the purchase of new hardware. This purchase should provide the opportunity to notably improve customer service.
- e. This is to earmark funds for unforeseen capital expenditures.
- f. This is the replacement of a 1991 turf truckster with dump box that has been used three seasons beyond its fifteen year expected life.
- g. This is the replacement of a 2000 Rotary 60" Deck Mower that has been used three seasons beyond its six year expected life.

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- h. This is the replacement of a 1993 Bunker Rake that has been used six seasons beyond its ten year expected life.
- i. This is the replacement of dishwasher that is no longer performing adequately.
- j. This is a contingency for replacement of kitchen equipment that fails during the year and is too old to repair economically. We operate the equipment until it fails and requires a major repair. While we are certain that some equipment will need to be replaced in the coming year, we cannot identify the specific items until they fail.
- k. This is the replacement of a 1995 turf runabout that has been used four seasons beyond its ten year expected life. We purchase electric runabouts to allow quiet operation around golf customers.