

CORPORATE RESERVE FUND

1. **Loan Repayment – DMMC: (\$4,000)** Projected FY11/12 revenue represents the 10th of 20 annual principal repayments on the Village’s FY00/01 \$125,000 loan to the DuPage Mayors and Managers Conference. Annual repayments are due to the Village on May 1st of each year and include interest at the Illinois Funds average monthly rate.

2. **Loan Repayment – Park District: (\$100,000)** In FY00/01, the Village extended a \$1,000,000, 10 year, interest-free loan to the Glen Ellyn Park District to assist in the demolition of the Maryknoll buildings. Ordinance 5124 adopted January 13, 2003 modified the previous loan payment schedule of one \$100,000 payment due each December from 2001 to 2010. The following table represents the revised loan payment schedule:

Payment No.	<u>Fiscal Year</u>	<u>Due Date</u>	<u>Payment Amount</u>	
1	FY01/02	Dec, 2001	\$100,000	(paid)
2	FY02/03	Dec, 2002	100,000	(paid)
	FY03/04		0	
	FY04/05		0	
	FY05/06		0	
3	FY06/07	Dec, 2006	100,000	(paid)
4	FY07/08	Dec, 2007	100,000	(paid)
5	FY08/09	Dec, 2008	100,000	(paid)
6	FY09/10	Dec, 2009	100,000	(paid)
7	FY10/11	Dec, 2010	100,000	(paid)
8	FY11/12	Dec, 2011	100,000	
9	FY12/13	Dec, 2012	100,000	
10	FY13/14	Dec, 2013	100,000	
	Total		\$1,000,000	

3. **Interest Income: (\$3,500)** Beginning in FY10/11, a change in policy is proposed with respect to the treatment of interest earned on Corporate Reserve Fund balances. In FY91/92, the Village Board made a policy decision to transfer interest earnings of Corporate Reserve Fund balances to the General Fund as a means of capping growth in reserve fund balances. Now that much of the Village’s reserve funds have been depleted, we recommend rescinding the prior policy directive so that we can begin the process of slowly reestablishing reserves over time. This will be considered along with the update of a number of other financial policies during FY10/11.

4. **Rental Income – 800 N. Main St. (\$0)** - Rental income generated from tenants occupying the 800 N. Main St. property is to be applied against repayments due from the Historical Society. At present, there are no commercial tenants occupying the 800 N. Main Street property.
5. **Glen Ellyn Historical Society (810-816 N. Main): (\$0)** In December, 2005, the Village Board approved the purchase of 810-816 N. Main Street, located north of the 800 N. Main History Center property, at a cost of \$1,200,000. Acquisition of this property, which occurred in March, 2006, furthers the long-term goal of the Glen Ellyn Historical Society and the Village 2001 Comprehensive Plan by expanding the existing Stacy's Museum site into a larger History Center and park on the west side of Main Street.

All purchase costs paid by the Village to acquire the 810-816 N Main property were to be reimbursed by the Historical Society through an annual repayment schedule. Reimbursements due the Village are reduced by rental income generated by existing tenants on the property. At present, the Village is working with the Historical Society on a new agreement that would include removing the 810-816 N. Main property from the History Park. Therefore, no further reimbursement is anticipated from the Historical Society.

6. **Rental Income – 810-816 N. Main: (\$12,600)** Approximately \$12,600 will be generated from commercial leases at this property.
7. **Rental Income – 553 Geneva Road: (\$0)** This property, which is adjacent to Stacy's Tavern Museum, was purchased in FY06/07 for \$300,000 using proceeds received from the Historical Society through an anonymous donor. It was previously leased to produce rental income but has been determined to be untenable in its current condition, with the costs of rehabilitation outweighing potential future rental income. The structure on this property has no defined future benefit to the proposed History Park.
8. **Glen Ellyn Historical Society (820 N. Main): (\$0)** The Village acquired this property, located at the southwest corner of Geneva Road and Main Street, through the use of its eminent domain powers. The Village took possession of the property in January, 2008 at a final net cost of \$463,100. A grant received by the State of Illinois in the amount of \$100,000 was applied against the purchase price.

During FY10/11, an anonymous donor assisted the Historical Society in reimbursing the Village for the cost of the property.

9. **IFT - Transfer From General Fund – Fire: (\$60,000)** In FY08/09, Corporate Reserve Fund balances were transferred to the Equipment Services Fund to

finance the purchase of two new ambulance units resulting from a change in the manner in which the Village has provided this service. This is the second of five planned reimbursements from the General Fund Fire Department budget to repay the original base cost of the units back to the Corporate Reserve Fund. Additional contributions will be made from the General Fund Fire Department budget to the Equipment Services Fund for the eventual replacement of the current units purchased in 2009. The FY11/12 transfer has been increased to account for equipment costs associated with the ambulances including defibrillators.

10. **IMRF Early Retirement Incentive Program Repayment: (FY08/09 Actual - \$392,520)** During FY08/09, the Village paid the final installment of its obligation under an early retirement incentive program offered in 2006 through the Illinois Municipal Retirement Fund (IMRF). This program was offered as a means of further reducing staffing costs through the elimination of positions in the Public Works Department and by rehiring replacement staff at lower pay rates.

The Corporate Reserve Fund paid the General Fund portion of the total \$747,000 remaining liability with additional contributions provided from enterprise funds (Water and Sanitary Sewer and Recreation Funds) and the Glen Ellyn Public Library and Glenbard Wastewater Authority which jointly participate in IMRF with the Village. The early payment of this liability provided an estimated net present value savings to the Village of approximately \$200,000 as opposed to financing this liability over a 10 year period through increased IMRF contribution rates.

11. **Pickwick Place Sales Tax Rebate: (FY08/09 Actual - \$11,046)** This payment completed the Village's obligation under a sales tax rebate agreement with the property owners of the Pickwick Place shopping center.
12. **Professional Services / Other: (\$20,000)** Demolition of the 825 N Main property.
13. **Real Estate Purchases: (FY10/11 Actual - \$591,928)** The Village purchased 825 N Main with the intent to guide redevelopment of this entryway property.