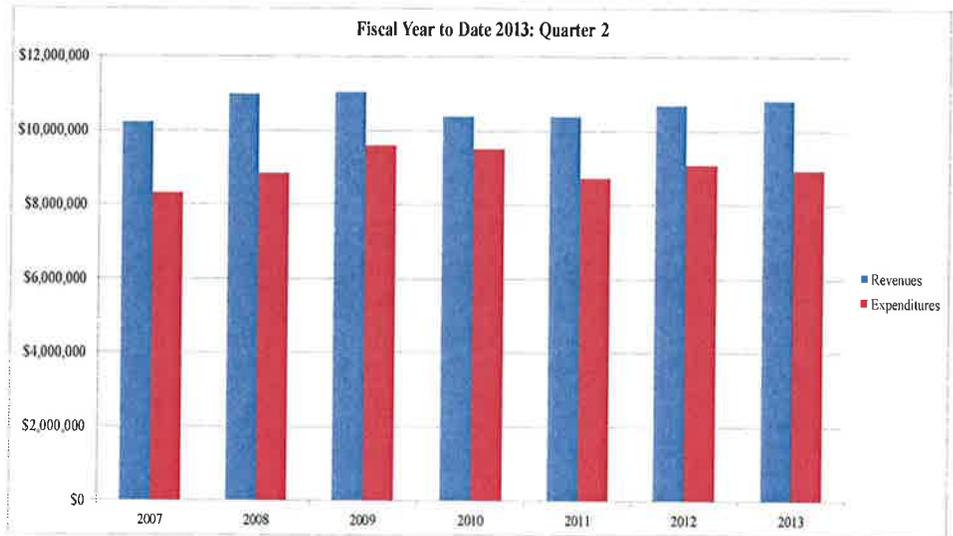


## Fiscal Year 2012/13 Second Quarter Budget Report

This report highlights the financial performance and position of the Village of Woodridge for the period starting May 1, 2012 and ending October 31, 2012 with a focus on actual revenues and expenditures compared to our fiscal year 2012/13 approved budget as well as actual revenues and expenditures compared to our previous fiscal year.

### General Fund

The Village concluded the second quarter of our 2012/13 fiscal year with the General Fund revenues in excess of expenditures by \$1.9 million. This is an increase of \$295,000 from last fiscal year's first half surplus of \$1.6 million and \$1.2 million better than budget.



### *General Fund Revenues*

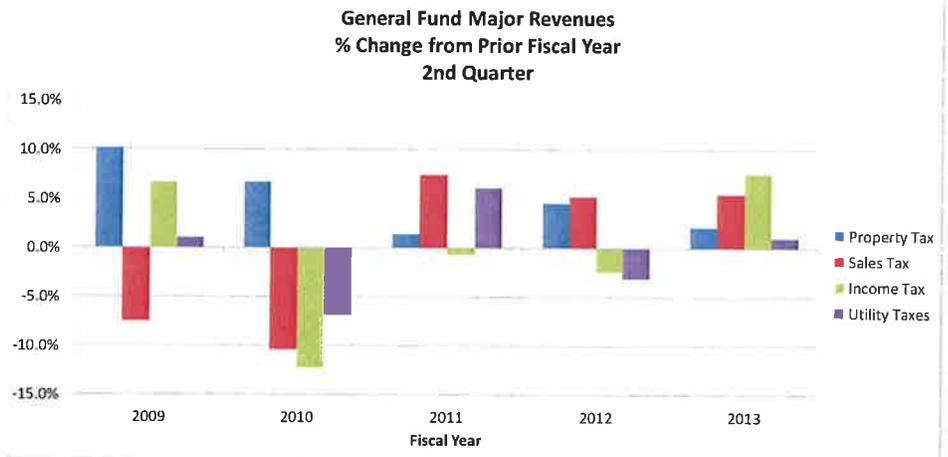
General Fund revenues for the first six months were up by \$141,000 or 1.4% compared to the same period last year. The increase is due to some improvement in property taxes, sales tax, utility taxes, business licenses and permits, and intergovernmental revenues. Some of the gains are offset by the declines in real estate transfer tax and fees, charges and fines.

State sales tax, the General Fund's single largest revenue source, is up \$113,670 or 5.5% through the second quarter. (See page 7 for a 5 year history)

Home rule sales tax (0.5%) is up \$11,084 or 2.8% through the second quarter. (See page 8 for a 5 year history)

Utility taxes are up slightly from last year's first six months

by \$17,290 or 1%. Increases in Electric, Natural Gas, and Water utility taxes are offset by decreases in



Telephone utility taxes. The increase in Water utility tax is a function of higher rates combined with the higher usage we experienced in the first six months of the fiscal year. The decreased telephone tax reflects elimination of land lines in preference to cell phone use. This trend is likely to continue.

**Real estate transfer tax** at \$222,424 is down \$32,525 compared to last year's first half. There were four sales resulting in transfer tax of \$5,000 or higher, totaling \$98,875. Last year during the same period there were five of these sales totaling \$165,350 in transfer tax. In an effort to gauge the housing market, if both years are adjusted for these amounts, it results in this year being up \$29,665. Adjusting both years again for the above mentioned large sales, FY13 had 201 transactions averaging \$568 and FY12 had 147 transactions averaging \$574 reflecting an overall decrease in housing prices.

**Intergovernmental revenue** is up from last year's first half by \$54,340 or 3.7 %. Last year's income tax receipts from the State have been restated to actual to make a better comparison to this year's receipts. Last year's payments were made out of order and/or held up for months. The restatement resulted in last year's first six months of revenues being decreased by \$147,500. This year's second quarter income tax receipts have not been received at the end of the second quarter but are recorded here for comparison.

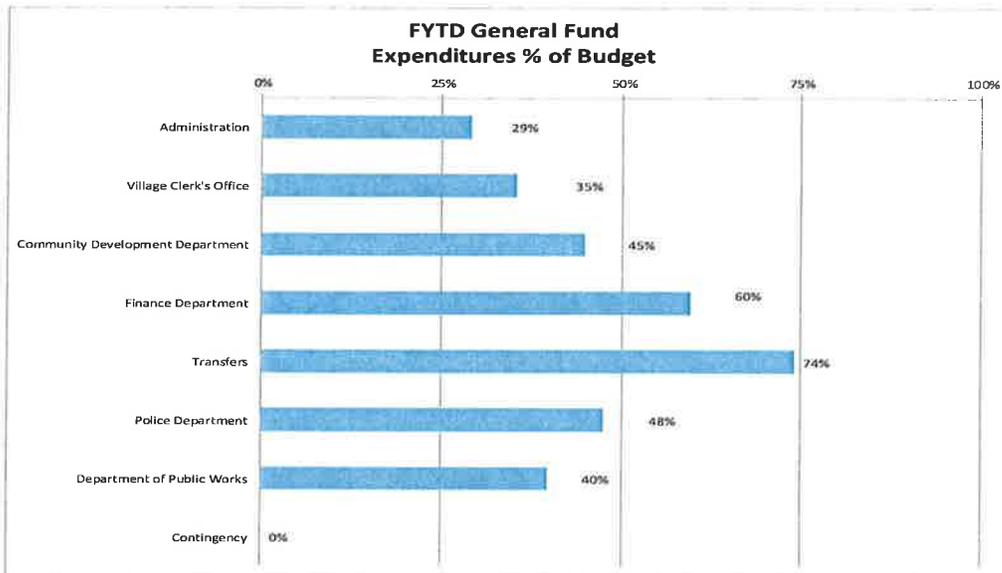
**Business licenses & permits revenue** is up by \$38,500 over last fiscal year's first six months. Building Permits are up over last fiscal year's first half by \$19,000 and Multi-Family Licenses are up \$23,200. This is offset by Business License revenue being down \$3,700 from last year.

**Fees, Charges and Fines** are lower than last year's first six months by \$82,900. This is mainly due the transfer of Tower Rental revenue to the Capital Projects Fund. Last year's six month total was \$124,400.

**Interest income** continues to decline with \$9,200 less in this fiscal year's first half compared to last year.

**General Fund Expenditures**

Total General Fund expenditures are budgeted at \$19,452,277 for the entire fiscal year. The first six months, or 50% of the budget, is \$9,726,139. Year to date second quarter actual expenditures are \$8,939,139 which is 787,047 or 8.1% lower than budget. Compared to last fiscal year's first half of \$9,091,494, expenditures are lower by \$152,402 or 1.7% less.



The Finance department exceeded its mid year target as a result of employee payments and transitional consulting expenses. In the area of transfers, our experience is similar to prior years as this expense is always higher than budget in the first half of the year due to the receipt and subsequent transfer of the Police Pension Levy in June and September.

When breaking down the expenditures by element, the personnel services line item for six months represents one half of the total budget. The reduced spending is a result in part from delayed union wage increases in both the patrol officers unit and the non-sworn police employee unit. Additionally, there was conservative budgeting in benefits and not filling some open positions. Actual first half compared to last year is lower primarily as a result of the transfer of our Police dispatch services to DuComm resulting in a savings in that department's personnel expenses of \$288,700 in the first six months. Actual results also benefited from department reorganization and the deferral of hiring of some positions. Some of those savings are offset by the Finance department's change in personnel.

## EXPENDITURE DETAIL BY ELEMENT

ACCOUNT DESCRIPTION	2nd QUARTER	Y-T-D	LY	Diff 2nd Q	DIFF 2nd Q
	Budget	ACTUAL	ACTUAL	Budget & Actual	ACTUALS FY 2013 & 2012
PERSONNEL SERVICES	5,435,580	5,109,230	5,302,429	(326,350)	(193,199)
COMMODITIES	210,538	98,098	110,917	(112,440)	(12,819)
SERVICES & CHARGES	1,881,059	1,335,779	1,366,261	(545,280)	(30,482)
CAPITAL OUTLAY	302,625	81,088	136,465	(221,537)	(55,377)
NON-OPERATING TRANSFER	1,726,338	2,314,897	2,175,422	588,560	139,475
CONTINGENCY	170,000	-	-	(170,000)	-
	9,726,139	8,939,092	9,091,494	(787,047)	(152,402)

### *Cash Reserve*

As of October 31, 2012, our General Fund cash reserves of \$15.1 million are equivalent to 77% of current annual budgeted operating expenses of \$19.5 million.

### CAPITAL PROJECTS FUND

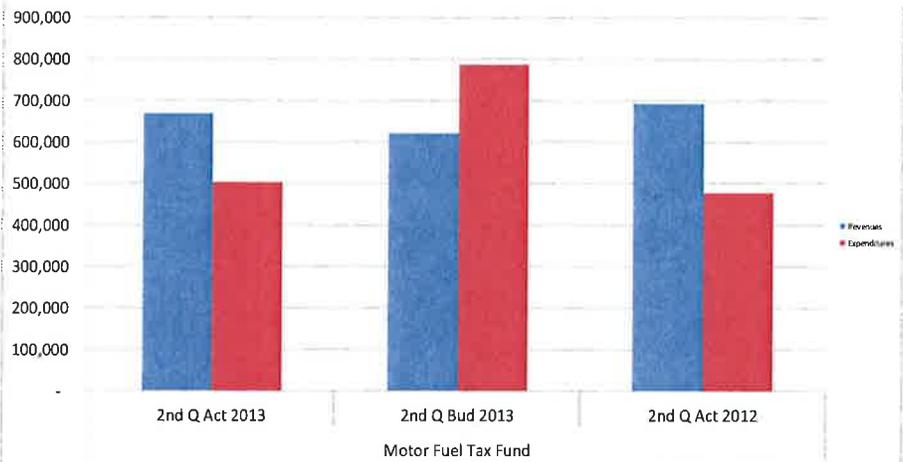
Capital Projects Fund Revenue is budgeted at \$2.4 million for the whole fiscal year. The first half actual revenues this fiscal year are \$1.2 million and are \$290,000 over last year's first half. Of this amount \$94,000 is from the Tower Rental revenue which was transferred to this fund from the General Fund. The reimbursement from the Park District for the 2008 GO bond for the Town Centre 44 acres is \$139,000 higher than last year. The portion of Income Tax allotment from the State (10% of the total amount) that goes into the Capital Projects Fund is up \$9,000 compared to last fiscal year's first half. Transfers-in from other funds netted \$50,000 higher than last year.

The Capital Project Fund expenditures are budgeted for the year at \$2.2 million. The first half expenditures are \$733,600 or 33% of the total year's budget. The majority of project expenses are seasonal and will occur in the third and fourth quarter of the fiscal year.

**MOTOR FUEL TAX FUND**

The Motor Fuel Tax Allotment of \$397,000 is down \$24,000 from last year's first half results and below the first half budgeted amount by \$9,500. The Local Gas Tax Revenue of one cent that is transferred in from the General Fund totaling \$103,000 is \$2,700 lower than budgeted and \$4,300 less than the previous year. Overall the revenues are higher by \$48,000 than budget for the first six months. The majority of this variance was the result of an unbudgeted grant for the Illinois Jobs Now Capital Bill Program received for MFT projects in the amount of \$156,000. This was offset by the budgeted \$98,500 or 50% (1<sup>st</sup> half portion) of the CDBG grant budgeted for a total of \$197,000, which has not been received yet. The revenue for this grant is not received until the work is completed. The overall revenues of \$669,000 for the first half compared to last year are \$24,000 lower, mostly due to the MFT allotment mentioned above. (The MFT Illinois Jobs Now Capital grant was received last year as well so did not cause a variance.)

The total Motor Fuel Tax Fund expenditures budgeted are \$1.6 million. The actual expenditures for the first half are \$503,500 which is \$284,000 less than 50% of the total budget and \$27,000 more than last year's first half.



**WATER AND SEWER FUND**

The Water and Sewer Fund revenues are budgeted for the year at \$7.4 million. Of that amount \$5.3 million (72%) is Water Sales. Water Sales continue to trend higher than last year due to the increased warm weather and dry conditions this summer and early fall with 13.3% more water billed the first six months of this fiscal year compared to last year. This resulted in water sales of \$3.1 million for this fiscal year, which is \$1.1 million higher than last year's first half. Along with increased usage there has been an increase in rates. Offsetting these gains, the Village's cost of water from DuPage Water Commission (DWC) totals \$1.6 million for the first six months and is \$510,000 higher than last year's first half, but

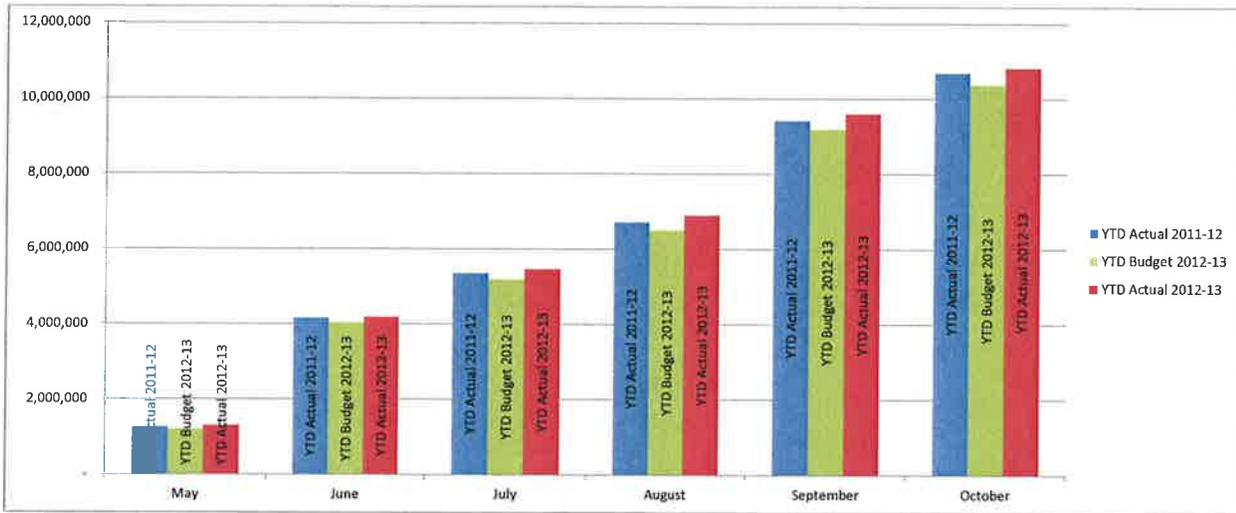
almost even with 50% of the budget with just \$31,000 more in actual cost. Due to the lag in Village reading and billing, quantity of wholesale water purchased will not match billed amounts for the same period.

The expenditures for the fund, not including the cost of water mentioned above, are budgeted for the year at \$4.4 million. Actual expenditures, at \$1.7 million for the first half, are \$499,500 lower than last year's first half due to reduced capital expenditures. Last year the Water and Sewer Fund had two large capital projects. Excluding capital, this year's first half operating expenditures are even with last year and \$200,000 less than budget.

### **PENSION FUND**

As of October 31, 2012, the Police Pension Fund cash and investment balances are \$26.8 million, up \$400,000 from October 31, 2011.

**GENERAL FUND**  
**Cumulative Revenues**  
**October 2012**  
**Unaudited Figures**



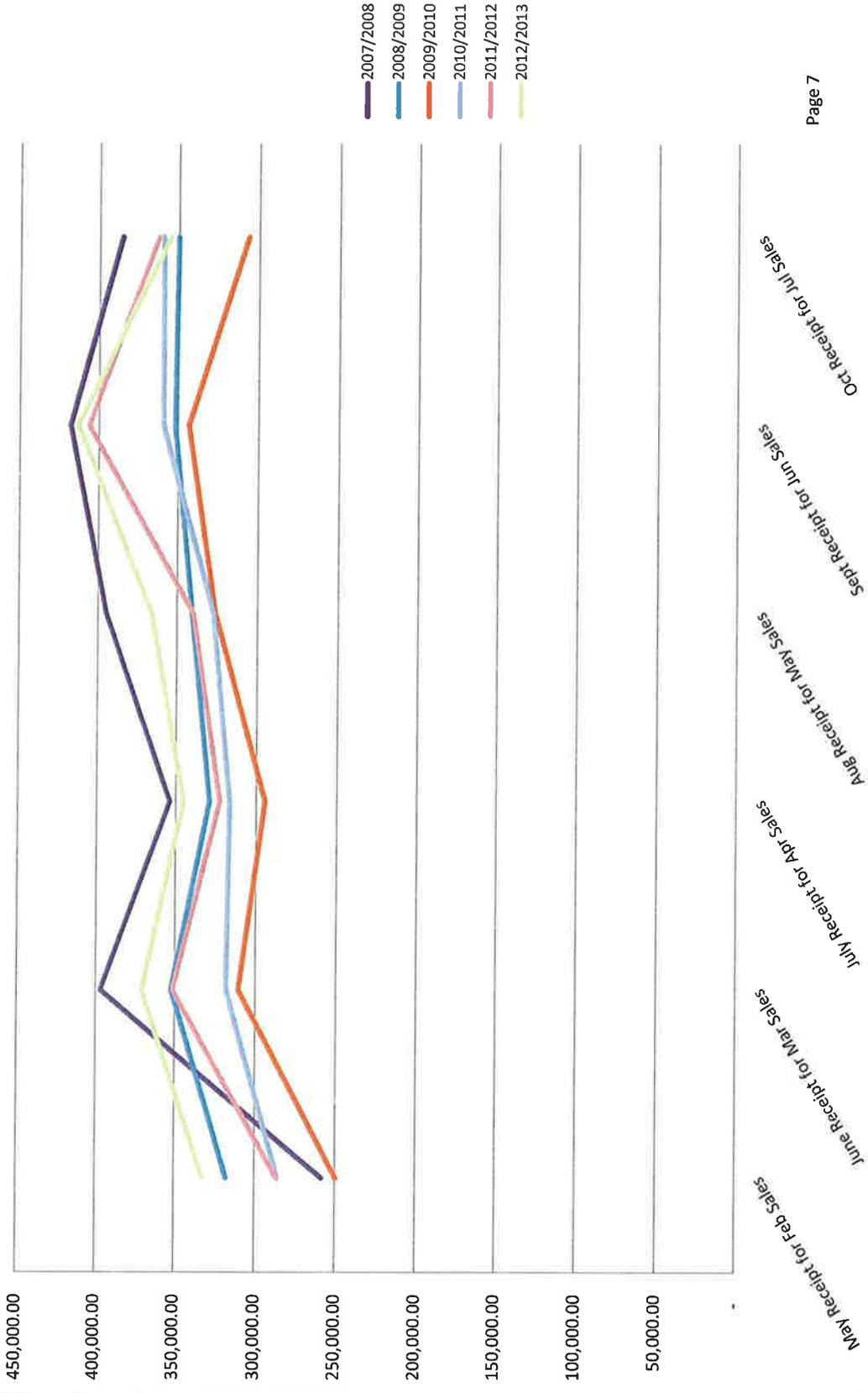
**NOTE**

Second quarter FY 13 YTD actual revenues have increased \$140,854 or 1.3% compared to FY 12 first six months actual revenues.

Revenue Source	FY 2013		FY 2012 Actual	Change		Difference	
	Budget	Actual		to FY 2012	% Change	Actual & Budget	% Change
1 Property Taxes	\$ 3,141,855	\$ 3,154,508	\$ 3,090,066	\$ 64,442	2.1%	\$ 12,653	0.4%
2 General Sales Tax	2,115,408	2,183,186	2,069,519	113,667	5.5%	67,778	3.2%
Home Rule Sales Tax	385,495	402,638	391,555	11,084	2.8%	17,143	4.4%
Gasoline Tax	270,905	258,353	275,033	(16,680)	-6.1%	(12,552)	-4.6%
Electric Utility Tax	702,929	697,615	684,192	13,423	2.0%	(5,314)	-0.8%
3 Telephone Utility Tax	672,008	646,836	699,527	(52,691)	-7.5%	(25,172)	-3.7%
Natural Gas Utility	157,298	140,165	135,791	4,374	3.2%	(17,133)	-10.9%
Water Utility Tax	166,702	208,955	156,774	52,181	33.3%	42,253	25.3%
4 Real Estate Transfer Tax	151,330	222,424	254,951	(32,527)	-12.8%	71,094	47.0%
5 Business Licenses & Permits	257,123	285,024	246,522	38,502	15.6%	27,901	10.9%
6 Intergovernmental	1,393,162	1,513,925	1,459,586	54,338	3.7%	120,763	8.7%
7 Fees, Charges, & Fines	629,590	755,349	838,257	(82,908)	-9.9%	125,759	20.0%
Interest Income	11,917	24,935	34,160	(9,225)	-27.0%	13,018	109.2%
8 Other	28,724	35,115	52,240	(17,125)	-32.8%	6,391	22.2%
Transfers	303,948	303,948	303,948	-	0.0%	-	0.0%
Proceeds from Debt	-	-	-	-	0.0%	-	0.0%
<b>Total Revenue</b>	<b>\$ 10,388,394</b>	<b>\$ 10,832,976</b>	<b>\$ 10,692,121</b>	<b>\$ 140,854</b>	<b>1.3%</b>	<b>\$ 444,582</b>	<b>4.3%</b>

- Property Taxes for FY 13 second quarter are up \$64,440 or 2.1% compared to FY 12.
- Sales Tax and Home Rule Sales Tax, in total, are up at the end of the second quarter FY 13 by \$124,750 or 5.0% compared to FY 12. (\$113,665 in Sales Tax, \$11,085 in Home Rule Sales Tax).
- Total Utility Taxes for FY 13 second half are up \$17,290 from FY 12. The variances in all the utilities offset each other with a gain in Electric Utility Tax of \$13,425, a gain in Water Utility of \$52,180, a gain in Natural Gas Utility Tax of 4,375, offset by a decrease in Telephone Utility Tax of \$52,690. Due to the timely closing of the October Financials, the monthly receipts for Electric, Telephone, and Gas Utility Tax were not yet received and estimated here for comparability to last year. (Receipts are posted on an accrual basis, or usage month, to tie out to year end audit.)
- Real Estate Transfer Tax FY 13 second quarter YTD revenues are down \$32,525 or 12.8% compared to FY 12. Real Estate Transfer Tax Revenues for FY 13 are budgeted at \$200,000 for the year. There were four sales with a transfer tax of \$5,000 or more during this year's first half totaling \$98,875. Last year's first half had five of these sales totaling \$165,350. Adjusting both years for these amounts (deducting the large sales) results in this year being up by \$29,665. Prior years actual receipts were as follows: FY 12 \$336,946, FY 11 \$273,600, FY 10 \$243,273, FY 09 \$240,895, and FY 08 \$777,268.
- Business Licenses & Permits are up \$38,500 or 15.6% over last fiscal year's second half. This is mainly due to increases in Building Permits of \$19,000 and Multi-Family Licenses of \$23,170 offset by decreases in Business Licenses due to timing of payments.
- Intergovernmental FY 13 YTD second quarter revenues are up \$54,340 from last year or 3.7% compared to FY 12. Last year's income tax receipts have been adjusted to reflect when the State should have remitted them to be more comparable. (The state held up payments and paid out of order in FY 12) This year's 2nd quarter payments are still outstanding but recorded here for comparative purposes. Recent IML estimates increased the per capita income tax estimate from budgeted \$80.20 to \$88.00.
- Fees, Charges and Fines are down by \$82,900, mainly due to the transfer of Property Tower Rental to Capital Projects Fund. Last year's rental amount was \$124,400.
- Other revenues are down \$17,125 and include Proceeds from Sale of Property which is \$15,780 less than last year.

# Sales Tax - Historical for 2nd Qtr FY2008 - 2013



HOME RULE SALES TAX-HISTORICAL FOR 2nd QTR FY 2008 - FY 2013

