

Cary Park District
Board of Commissioners
Administration, Finance & Personnel Committee Meeting
October 8, 2015
6:30 PM
Community Center
255 Briargate Road
Cary, IL

Minutes

Committee Members Present: Stanko and Frangiamore. Mr. Renner arrived at 6:33 PM.

Commissioners Present: Krueger

Guest Present: Ed Tracy.

Staff Present: Jones, V. Krueger, Kelly, Rea, Raica, Hughes, and Lee.

Chair Stanko called the meeting to order at 6:32 PM.

The minutes from the August 13, 2015 Administration, Finance, and Personnel Committee meeting were presented for approval.

Renner moved to approve the minutes; second by Frangiamore.

Voice vote: 3-0. All voting yes. Motion carried.

There were no matters from the Public or Staff.

Under Discussion Items, V. Krueger discussed the Comprehensive Annual Financial Report, fiscal year (FY) ended April 30, 2015. V. Krueger thanked staff for a job well done on the audit.

Ed Tracey, partner with Selden Fox Ltd, was present to review the Comprehensive Annual Financial Report with the Commissioners. Tracy reviewed the Statement of Net Position as of April 30, 2015. He encouraged the Commissioners to review the statistical section of the report indicating it had a good overview of Park District finances over the last 10 years. He also shared that the Park District is up \$200,000 compared to last year when he discussed the cash at the end of the year balance for governmental activities. Property tax was up about \$135,000 from the previous year as well. The governmental capital assets themselves is \$28 million which was down less than 1% from last year. Outstanding current liabilities for governmental activities is \$2.7 million which includes bonds payable due within 12 months for FY17.

Tracey indicated that overall general revenue was up \$25,000 from last year which included program revenue and rent. He also noted that donations and developer contributions were smaller than last year.

The General Fund revenues exceeded expenditures by \$1.15 million. At the end of April 30, 2015, a \$2.9 million fund balance remained. He indicated this is a little less than 1 years' worth of expenses.

In FY15, Foxford Hills Golf course made \$1.35 million, but operating expenses were up 3.5% compared to the previous year. The total net deficit for the golf course was \$201,117 in FY15.

Tracey thanked the staff for being well prepared and stated it's an indication of the good shape of our financial books.

Frangiamore asked about funding of IMRF and the difference between funding of IMRF and actuaries. Tracey explained that each year IMRF comes up with percent that needs to be contributed by employers, so from a financial standpoint, a liability would be on the financial statement if not paid. He explained that IMRF currently have assets of \$3.8 million on hand to fund the Park District. Liability is \$4 million and currently it is at \$3.8 million. Investments should generate sufficient earnings to make up the \$200,000 difference so it reaches \$4 million. If there is a series of bad market years, contribution rates would go up to make up for the difference.

Renner moved to recommend Board acceptance of the Comprehensive Annual Financial Report for the Fiscal Year ended April 30, 2015. Second by Frangiamore.

Voice vote: 3-0. All yes. Motion carried.

The next item for Direction was the Competitive Sale for issuance of General Obligation Limited Tax Park Bonds, Series 2015.

V. Krueger explained the annual rollover bond issued by the Park District. Net proceeds from the Limited Tax Bonds are used to pay debt service on debt that has been previously issued under BINA. The change in CPI from 2014 to 2015 was 0.8% resulting in an increase of \$5,519.81 in funds.

Renner moved to recommend Board approval to conduct a competitive sale for the issuance of the G.O. Limited Tax Park Bonds, Series 2015. Second by Frangiamore.

Voice vote: 3-0. All yes. Motion carried.

The next item up for direction was the 2015 Tax Levy Estimate.

V. Krueger discussed several different scenarios for the tax levy based on an estimated low and an estimated high EAV scenario. After speaking with the Algonquin Township Assessor, she came up with a low of 1% for comparison. She was in contact with the County Clerk's office and they projected an increase of 3.32% in EAV. Items also discussed were the CPI as well as the state multiplier.

V. Krueger stated that she sent information to Jim Rock, Attorney at Ancel Glink, and discussed the 2015 tax levy request. She explained each scenario with him and he agreed with the methodology for the tax levy being proposed. He also agreed that an increase of 4.999% in the total roll over would address the potential property tax freeze and captures the taxes available for the district.

Renner moved that the President of the Board of Commissioners announce at the October 22, 2015 Board Meeting that the District estimates the 2015 Tax Levy will not exceed 105% of the previous year's tax extension. Second by Frangiamore.

Voice vote: 3-0. All yes. Motion carried.

Frangiamore moved to adjourn the meeting. Second by Renner.

Voice vote: 3-0. All yes. Motion carried.

Meeting adjourned at 7:03 PM.