



Agenda Cover Memorandum

Meeting Date: March 19, 2014

Meeting Type: COW (Committee of the Whole) City Council Budget Workshop

Item Title: FY14 & FY15 Revenue Update

Action Requested: Approval For Discussion Feedback Requested For Your Information

Staff Contact: Kent Oliven, Finance Director Phone #: (847) 318-5216 Email: koliven@parkridge.us

Background:

In the last budget workshop scheduled every year is the Revenue Update, which is shown below:

1. State Shared Revenues

Last year the Illinois Municipal League (IML) updated their preliminary numbers in time for the revenue update. In their April 2014 issue of the Review magazine, IML Executive Director Larry Frang will print an update that has not yet been published but he shared with me. There is an increase in the local portion of the State of Illinois' Income Tax, also known as the Local Government Distributive Fund (LGDF) [General Fund]. There is also an increase in the Use Tax [General Fund] and the Motor Fuel Tax [MFT Fund]. All three are distributed per capita, using the City of Park Ridge's 2010 census number of 37,480 residents. Mr. Frang has no change in the Corporate Personal Property Replacement Tax (CPPRT).

State Shared Revenue	FY14 Forecast	FY14 April Estimate	FY14 Adjustment	FY15 January Estimate	FY15 January Estimate	FY15 Adjustment
LGDF/Income Tax	\$96.70	\$97.20	\$18,740	\$94.70	\$97.80	\$116,188
Use Tax	\$16.20	\$17.00	\$29,984	\$17.55	\$17.80	\$9,370
MFT	\$23.50	\$24.65	\$43,102	\$23.75	\$24.30	\$20,614

Mr. Frang also confirmed that FY15 will be the last year of the five year Illinois Jobs Now! Capital construction program. This means that I am adding \$164,045 to the MFT fund for both fiscal years. Even though these FY14 numbers are in advance of the February update, they are included on the FY15 Budget Impact on Fund Balance spreadsheet, commonly known as the fund balance scorecard.

2. Trammell Crowe Development Fees

The new multi-unit development adjacent to the Whole Foods property recently approved by the City Council is expected, conservatively, to bring in \$200,000 in fees, with an additional \$30,000 in outside consulting work needed. Thus, an additional \$170,000 is being added to the fund balance scorecard.

Recommendation: None.

Attachments: None.