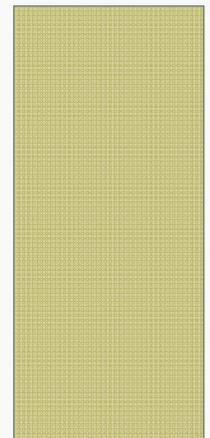
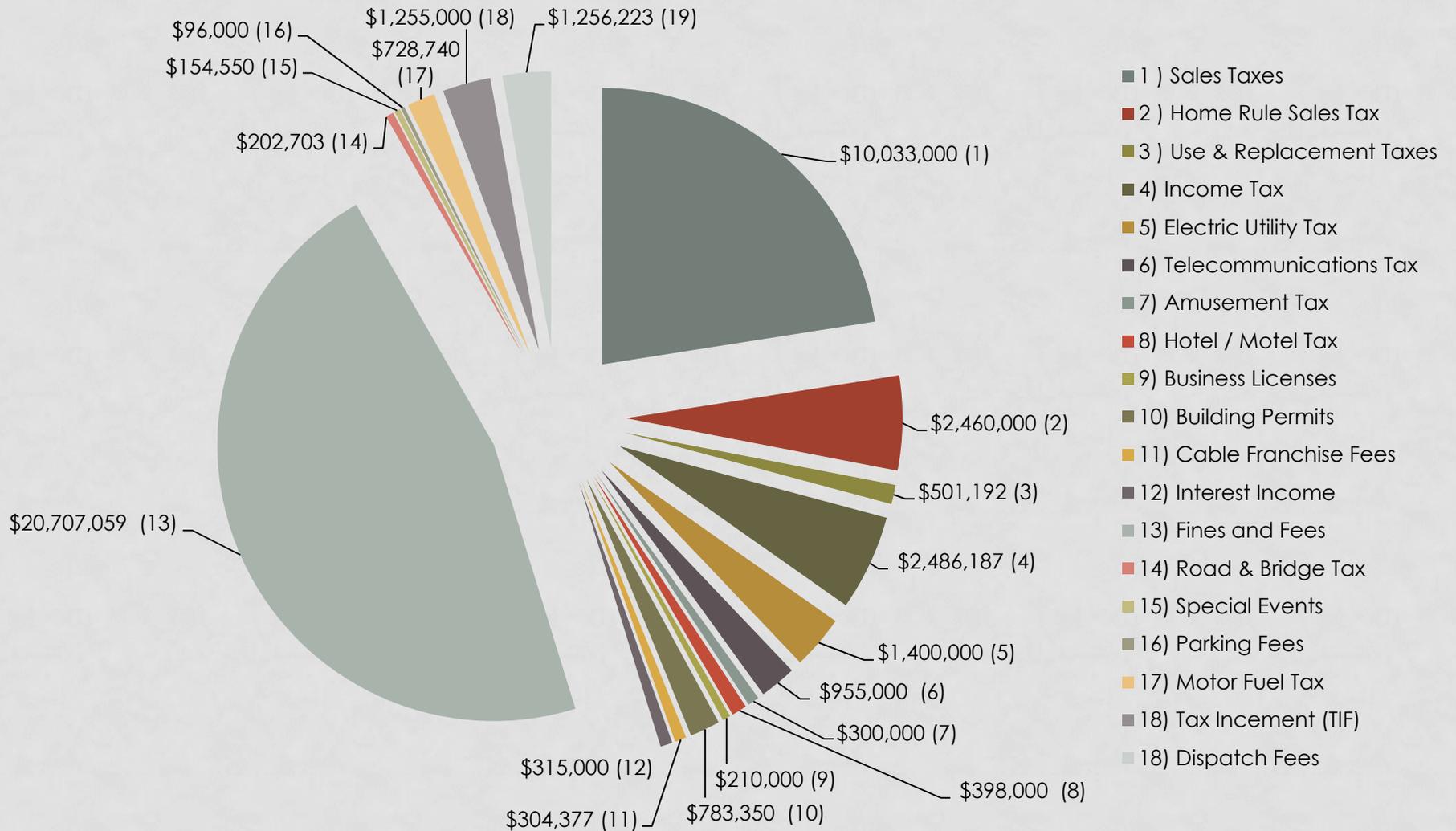


# FINANCIAL IMPACTS OF STATE BUDGET CRISIS

COMMITTEE OF THE WHOLE • OCTOBER 20, 2015

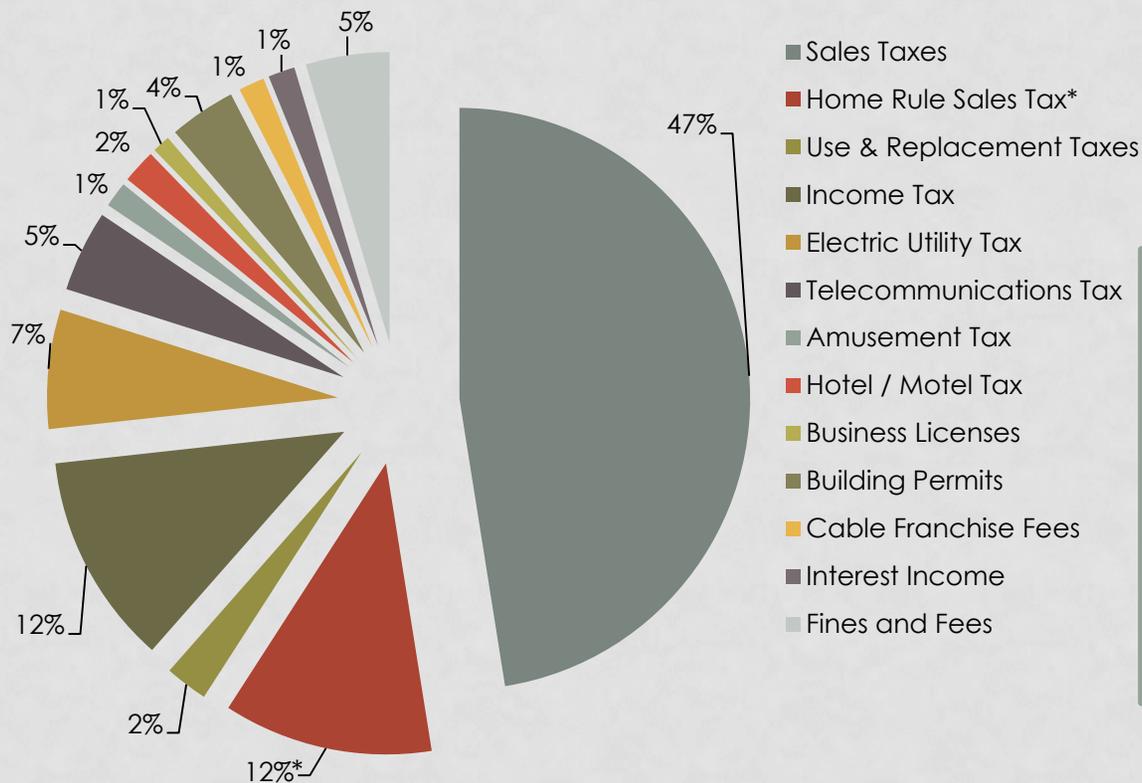


# VILLAGE WIDE REVENUES



# FY 15-16 BUDGETED REVENUES

## General Fund Revenues

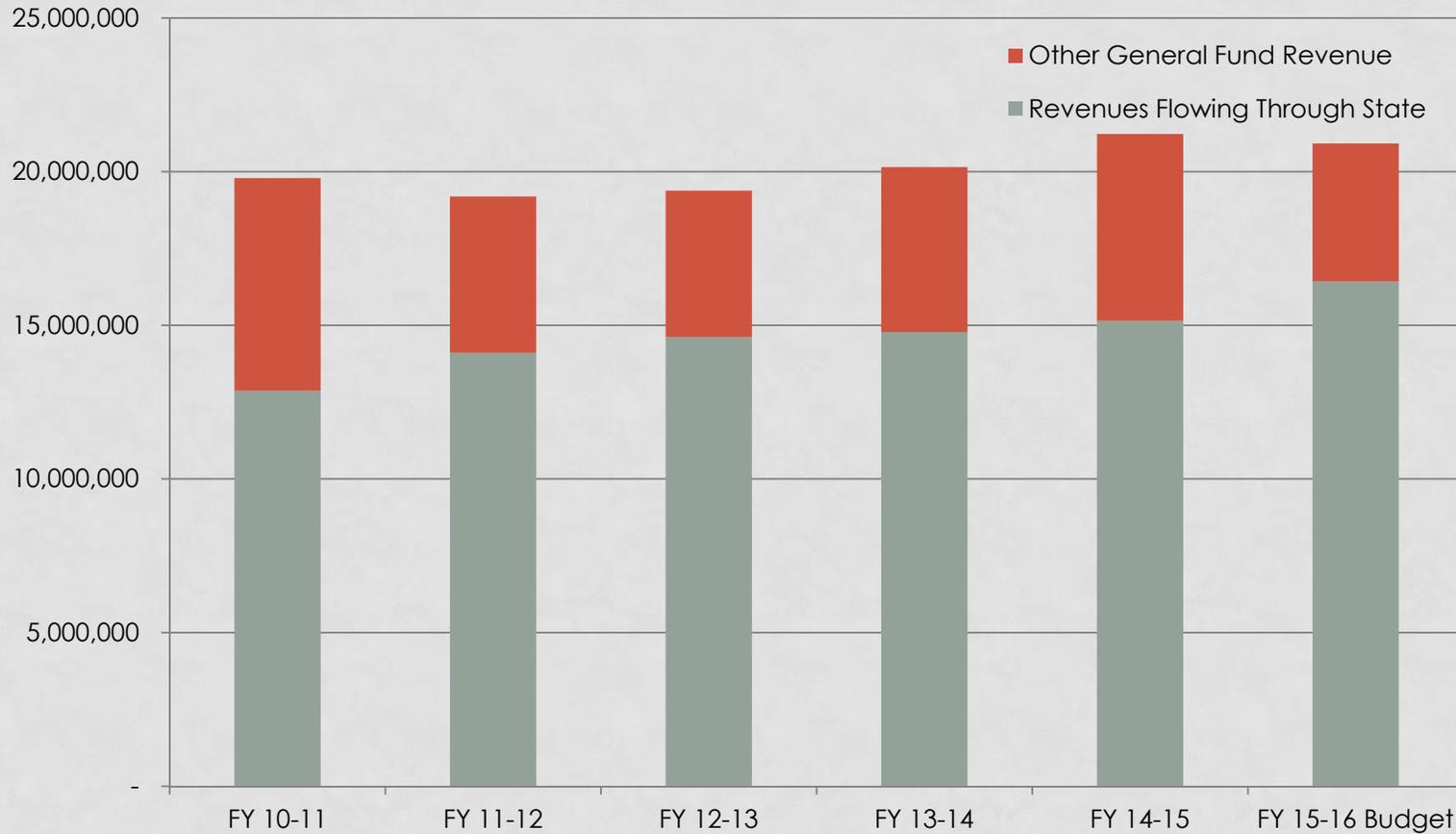


**Note:**  
 Approximately 78.52% of Budgeted General Fund Revenues flow through the State of Illinois Prior to Distribution to Vernon Hills

Funds Collected Through State of Illinois	
	FY 15-16 Budget
Sales Taxes	10,033,000
Home Rule Sales Tax*	2,460,000
Use Taxes	487,192
Income Tax	2,486,187
Telecommunications Tax	955,000
Replacement Tax	4,000
<b>Total in State Revenues</b>	<b>16,425,379</b>
<b>Total General Fund Revenue</b>	<b>20,919,762</b>
<b>Percentage of General Fund</b>	<b>78.52%</b>

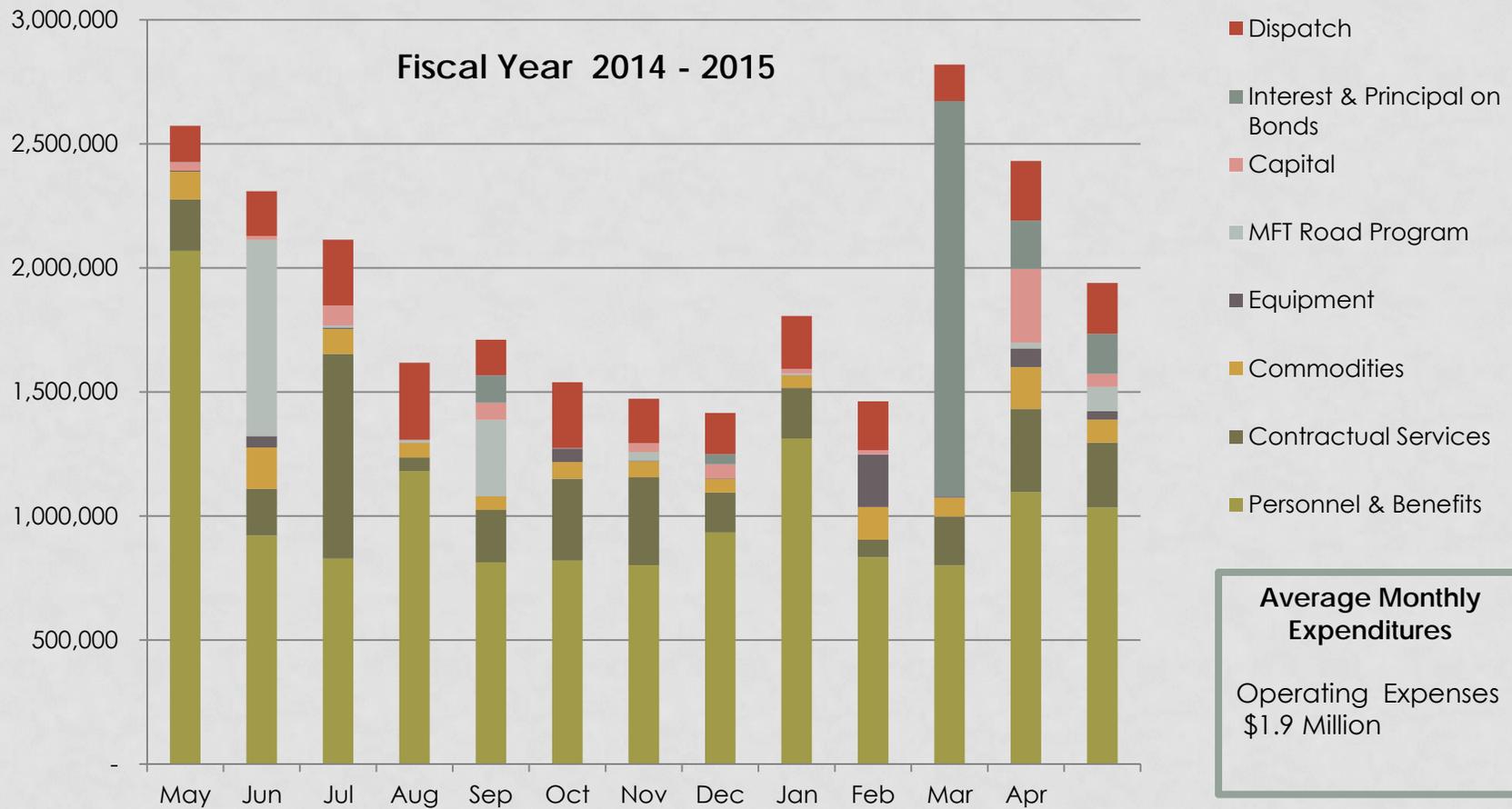
\*Home Rule Sales Tax was implemented January 1, 2015. Actual Collections may vary from projection.

# FIVE YEAR GENERAL FUND REVENUE



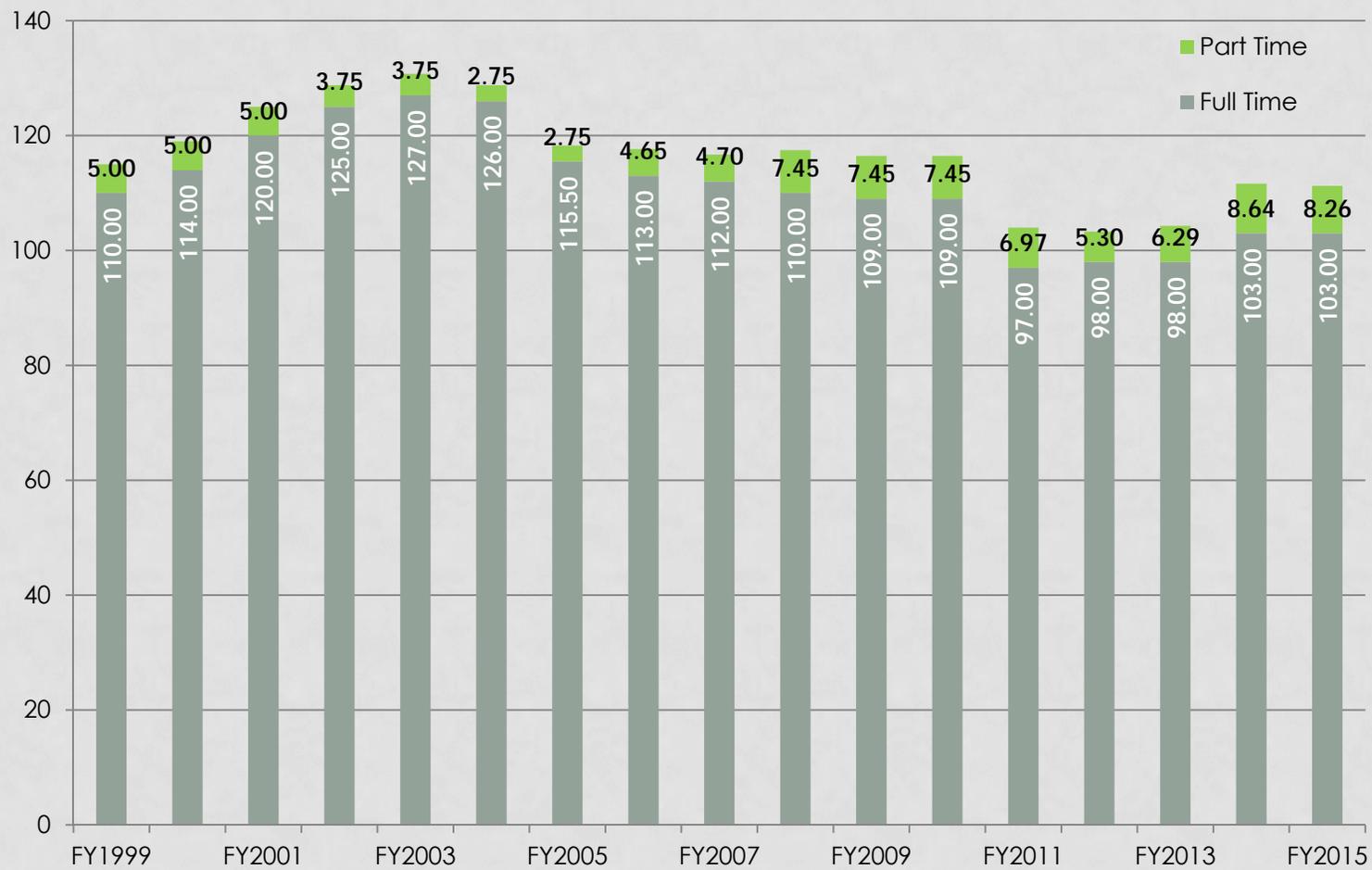
<b>Revenues Delayed By State</b>	FY 10-11	FY 11-12	FY 12-13	FY 13-14	FY 14-15	FY 15-16 Budget
Local Use Tax	335,050	366,526	398,170	439,745	507,396	487,192
Motor Fuel Tax	590,789	613,102	598,005	619,985	615,447	597,690

# MONTHLY EXPENDITURES FOR ALL FUNDS



*\*Please note that March expenditures are slightly higher due to debt service payments and May payroll is higher than normal due to retroactive pay.*

# PERSONNEL HISTORY



# GENERAL FUND RESERVE HISTORY

- Note: Standard and Poor's has indicated that a reserve level less than 75% would jeopardize the Village's Aaa credit rating. If the Village levied property taxes as a major source of revenue, the reserve requirement would be closer to 25%.



# ALTERNATE REVENUE SOURCES

Revenue Description	Assumptions	Estimated Revenue
Food and Beverage Tax	Each 0.25% Increment	\$250,000
Local Fuel Tax	Each \$0.01 Increment	\$100,000
Packaged Liquor Tax	Each 0.25% Increment	\$70,000
Vehicle Stickers	Fee of \$25 Per Vehicle	\$600,000
Contractor's License	Fee of \$50 per Contractor	\$55,000
Scavenger's License	Fee of \$10 /Month/ Business	\$240,000
Natural Gas Tax	Fee of \$0.05 per Therm	\$800,000
Increase Electric Utility Tax*	Raise Existing Rates to Max	\$84,000
Increase Telecommunications Tax*	Each 1.0% Raise in Rates	\$280,000
Home Rule Real Estate Transfer Tax <i>(Referendum Required)</i>	Fee of \$1 / \$1,000 Home Price	\$150,000
	<b>Subtotal Without Property Tax =</b>	<b>\$2,629,000</b>
Real Estate Property Tax <i>(Statutorily Authorized)</i>	Debt Abatements Only	\$800,000
	Pensions	\$2,100,000
	Fringe Benefits	\$500,000
	<b>Grand Total =</b>	<b>\$6,029,000</b>

\* Values noted represent the difference between what is collected now and the maximum amount that could be collected.