



# Proposed Fiscal Year 2012 Village of Lombard Operating Budget

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# Agenda

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- Mission & Fiscal Year 2012 Top 3 Priorities
- How did we do in Fiscal Year 2011?
- Top Issues Facing the Village
- Key Spending Areas
- Proposed Fiscal Year 2012 Budget
  - General Fund
  - Water/Sewer Fund
- Five Year Outlook



# Village of Lombard's Mission & Fiscal Year 2012 Top 3 Priorities

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- The mission of the Village of Lombard is to provide superior and responsive governmental services to the people of Lombard
- Fiscal Year 2012 Top 3 Priorities
  - Maintain the established level of service provided to the residents and businesses in Lombard, while ensuring the most cost effective means of service delivery
  - Aggressively approach flood issues
  - Focus on Downtown improvements



# How Did We Do in Fiscal Year 2011?

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- Address public safety issues/plan for future needs
  - Heart monitor/defibrillator replacement
  - Code Red 911™
  - New flood response policies
- Carefully monitor financial resources
  - Significant efforts to reduce future expenses and liabilities (overtime, pensions, GWWA, Hill Avenue Bridge, DuComm, Severance Benefits, Highland Ave)
- Continue with proactive, yet financially prudent planning for Capital Improvements Program
  - Final draft of Downtown Revitalization Guidebook completed
  - New water meter technology



# How Did We Do in Fiscal Year 2011?

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- Intergovernmental cooperation
- Implemented customer friendly policies and procedures
  - Update to codes to reflect changes to the National Electrical Code, International Energy Code, Building and Fire Code Ordinances
  - Express Permits
  - Improved Village of Lombard website
    - Purchase vehicle stickers online
    - More information and forms available



# Top Issues Facing the Village

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- Worker's compensation changes
- PSEBA changes
- IEPA regulations regarding Clean Construction or Demolition Debris
- Management of storm water and flooding
- Succession planning and development



# Top Issues Facing the Village

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- Lombard Public Facilities Corporation
  - Restructuring debt on the hotel/conference center
- Local Government Distributive Fund
  - Effort by State Legislature to reduce municipal share of state income tax
    - 1/3 reduction = \$1.1 million loss in revenue
    - 2/3 reduction = \$2.2 million loss in revenue



# Key Spending Areas

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- Areas of improvement
  - Fuel efficiency plan
  - Fleet reduction plan
  - “Just in Time” staffing
  - Purchasing a Village wide software program in FY 2012-2013
- Areas needing attention/caution
  - Rising cost of health insurance
    - Increased 13.7% for FY12
    - As our claims increase so do our rates
      - Salary increases come from the same pot of money as health insurance
  - Risk management
  - Facility improvements
  - Handgun replacement
  - Radios for DuPage ETSB Interoperability Project





# Fiscal Year 2012 Proposed Budget – All Funds

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- Total Proposed budget for FYE 2012 is \$76,788,910, representing a decrease in expenditures of \$9,032,775 (11.8%) compared to the FYE 2011 amended budget
- Total Proposed Revenue for FYE 2012 is \$82,932,870, representing a decrease in revenue of 8,036,233 (9.7%) compared to the FYE 2011 amended budget



# General Fund Fiscal Year 2012

## Proposed Operating Budget \$38,882,790

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- Revenues—Decrease of \$234K from FY11 estimated actuals
  - Primary reason is a reduction in grant funds
- Expenditures—Increase of \$395K over FY11 estimated actuals
  - Significant increases
    - \$483K health insurance
    - \$151K Medicare, Social Security, & IMRF
    - \$100K replace heart monitors/defibrillators
    - \$20K CODE RED (Reverse 9-1-1)
    - \$28K Social Services Agency
  - Significant decreases
    - \$648K salaries for frozen positions
    - \$113K Fire Department overtime
    - \$27K cell phone costs



# Water/Sewer Fund Fiscal Year 2012

## Proposed Operating Budget \$13,507,380

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- Revenues—Increase of \$101K from FY11 estimated actuals
  - Proposed increase to Water & Sewer rate is \$9.87 from \$9.27
  - Based on selling 1.266 billion gallons of water and 1.201 billion gallons of sewage
- Expenditures—Increase of \$446K over FY11 estimated actuals
  - Significant increases
    - \$193K for purchased water, assuming 10% increase in DuPage Water Commission rate
    - \$67.8K for health insurance



# Capital Improvement Program

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- Expenditures for FYE 2012-2021 C.I.P. are proposed at \$159,385,096
- Expenditures for FYE 2012 are proposed at \$15,350,925
  - \$9,593,774 in local funds
  - \$5,757,151 in non-local funds



# Capital Improvement Program

<b>PROJECT SUMMARY</b>	
<b>FYE 2012</b>	
<b>PROJECT CATEGORY</b>	<b>FY 2012</b>
<b>Facility Maintenance &amp; Improvements</b>	256,650
<b>Street Construction &amp; Improvements</b>	3,038,137
<b>Sidewalk Improvements</b>	105,000
<b>Traffic Signal &amp; Street Lighting Improvements</b>	381,833
<b>Bikeway &amp; Pedestrian Path Improvements</b>	6,469,548
<b>Parking Lot Improvements</b>	0
<b>ROW Maintenance &amp; Beautification</b>	90,000
<b>Sewer System/Stormwater Control Improvements</b>	4,000,449
<b>Water System Improvements</b>	<u>1,009,308</u>
<b>TOTALS</b>	<b>15,350,925</b>



# Five Year Outlook

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- Strategic undertakings
  - Comprehensive review of departments' organizational structure to determine the most prudent and effective use of resources
  - Legislative initiatives
    - PSEBA changes
    - Worker's compensation changes
    - Continued pension reform for existing employees
  - Decrease Village health care costs through risk management efforts
  - Village wide software package
- Other key efforts
  - Continue to reduce overtime costs
  - Facility repairs
  - Three union contracts expire May 31, 2011
  - Finalize issues related to Glenbard Wastewater Authority



# Summary

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- 2011 key successes/2012 challenges
- Fiscal Year 2012 budget
  - Maintains current service levels
  - Top three priorities
- Future year strategic planning
- Thank you