

VILLAGE OF LOMBARD
REQUEST FOR BOARD OF TRUSTEES ACTION
For Inclusion on Board Agenda

 X Resolution or Ordinance (Blue) X *Waiver of First Requested*
 Recommendations of Boards, Commissions & Committees (Green)
 Other Business (Pink)

TO: President and Village Board of Trustees
FROM: Scott R. Niehaus, Village Manager
DATE: June 24, 2020 (COW)(B of T): July 16, 2020

TITLE: An Ordinance Amending the Village's Fiscal Year 2019 Budget Ordinance #7605 to Increase the Fiscal Year 2019 Budget by \$2,066,320 and Repealing Ordinance #7829 in Relation to a Budget Ordinance Amendment, as a Result of a Scrivener's Error Contained Therein

SUBMITTED BY: Timothy Sexton, Director of Finance

BACKGROUND/POLICY IMPLICATIONS:

The FYE 2019 final budget amendment request for the following is attached:

1. Increase of \$86,093 to the General Fund. The increase is for additional payments totaling \$2,649,960 to the IMRF, Police, and Fire pension funds and transfers to the Building Reserve Fund per the Year-End General Fund Reserve Maintenance Policy "waterfall" and per direction from the Finance and Administration Committee to drawdown funds in the Long Range Plan Fund (see below). Vacant positions savings throughout the year was approximately \$1,000,000 which helped offset the original 2019 budget.

2019 Unbudgeted General Fund Expenses	2019 Additional Pension Payments			Trfr to Building Reserve	Total
	Police	IMRF	Fire		
Long Range Plan Payments and Transfer	\$ 229,992.00	\$ 114,996.00	\$ 229,992.00	\$ 574,980.00	\$ 1,149,960.00
"Waterfall" YE General Fund Reserve Policy	\$ 300,000.00	\$ 150,000.00	\$ 300,000.00	\$ 750,000.00	\$ 1,500,000.00
Total	\$ 529,992.00	\$ 264,996.00	\$ 529,992.00	\$ 1,324,980.00	\$ 2,649,960.00

2. Increase of \$1,482,287 to the Waterworks and Sewerage Fund. The Central Station Reservoir Improvements project was budgeted in 2018 but finished in 2019. Expenses in 2019 for the Central Station Reservoir Improvement in 2019 totaled \$2,257,438.
3. Increase of \$64,765 to the Fleet Services Reserve Fund. The increase is for expenditures required for vehicle PP752 that was totaled in an accident (BOT approved 11/15/18 for \$36,475). In addition, the BOT approved purchase of TS335 Dump Truck on 7/21/18 which was \$38,470 over the 2019 budget.
4. Increase of \$433,175 to the Police Pension Reserve Fund. The increase is for expenditures required for refunds (\$266,417), additional benefit payments due to unexpected retirements (\$158,819), and legal expense (\$7,939).
5. Repeal Ordinance #7829, 2019 Budget Amendment, approved on June 18, 2020 due to scrivener's error.

REVIEW (as needed):

Village Attorney XX _____ Date _____
Finance Director XX Timothy Sexton Date 6/30/20
Village Manager XX _____ Date _____

ORDINANCE _____

AN ORDINANCE AMENDING THE VILLAGE'S
FISCAL YEAR 2019 BUDGET ORDINANCE #7605

AND

REPEALING ORDINANCE #7829 ADOPTED JUNE 18, 2020,
IN RELATION TO A PREVIOUSLY APPROVED BUDGET ORDINANCE
AMENDMENT, AS A RESULT OF A SCRIVENER'S ERROR CONTAINED THEREIN

WHEREAS, the Corporate Authorities of the Village of Lombard approved Budget Ordinance #7605 on November 15, 2018 in the amount of \$83,911,310 (the "Budget Ordinance"), and

WHEREAS, 65 ILCS 5/8-2-9.6 allows for the amendment of the annual Budget Ordinance and

WHEREAS, the Corporate Authorities find that an amendment to the annual Budget Ordinance is necessary at this time to more accurately reflect the experience of the FY 2019 fiscal year;

NOW, THEREFORE, BE IT ORDAINED BY THE PRESIDENT AND BOARD OF TRUSTEES OF THE VILLAGE OF LOMBARD, DUPAGE COUNTY, ILLINOIS, as follows:

Section 1: That, Ordinance #7829, adopted June 18, 2020, relative to an amendment to the Budget Ordinance, is hereby repealed due to a scrivener's error contained therein.

Section 2: That in order to more accurately reflect the experience of the 2019 fiscal year, certain Budget amendments are necessary.

Section 3: That these amendments should reflect the actual expenses for the 2019 fiscal year and will increase the total amount of the Budget by \$2,066,320.

Section 4: That the amendments to the Budget Ordinance, as set forth on Exhibit A attached hereto and made part hereof, to the various department and division line item expenditures in the Budget Ordinance are hereby approved.

Section 5: Additional funds are available to effectuate the Budget Ordinance revision set forth above.

Section 6: That this Ordinance shall be in full force and effect after the passage, approval, and publication in pamphlet form, as provided by law.

ORDINANCE _____
AN ORDINANCE AMENDING BUDGET ORDINANCE
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Passed on first reading this ____ day of _____, 2020.

First reading waived by action of the Board of Trustees this 16th day of July, 2020.

Passed on second reading this 16th day of July, 2020, pursuant to a roll call vote as follows:

Ayes: _____

Nays: _____

Absent: _____

Approved by me this 16th day of July, 2020.

Keith T. Giagnorio
Village President

ATTEST:

Sharon Kuderna
Village Clerk

Published by me in pamphlet form
this 17th day of July, 2020.

Sharon Kuderna,
Village Clerk

EXHIBIT A

<u>Fund</u>	<u>Account</u>	<u>Current 2019</u>		<u>2019 Budget</u>		<u>Budget Amount</u> <u>as Revised</u>
		<u>Budget Amount</u>		<u>Amendment</u>		
General Fund	101.120.510.71440	\$ -	\$	86,093	\$	86,093
Water/Sewer Capital Reserve	520.790.715.75420	2,626,320	\$	1,482,287	\$	4,108,607
Fleet Service Reserve	615.830.497.73240	48,000	\$	64,765	\$	112,765
Police Pension	710.850.498.71550	5,040,100	\$	158,820	\$	5,198,920
Police Pension	710.850.498.71560	-	\$	266,416	\$	266,416
Police Pension	710.850.498.75940	206,500	\$	7,939	\$	214,439
				<u>\$ 2,066,320</u>		