Agenda
Village of Glen Ellyn
Finance Commission
Regular Meeting
Friday, February 13, 2015
7:00 AM
Glen Ellyn Civic Center, Room 301

A. Call to Order

B. Public Comment (Non Agenda Items)

C. Approval of Minutes

1. Approve Minutes of the November 21, 2014 Meeting
2. Approve Minutes of the December 12, 2014 Investment Subcommittee Meeting

D. Project Funding - Police Station and Other Projects

1. Project Funding Discussion

E. IMET Update

1. IMET Update

F. SY14 Fiscal Year Budget Report

1. Short Fiscal Year 2014 Budget Report.

G. Staff Report

1. Investment Subcommmittee Update
2. Electronic Packets
3. Audit RFP Results
4. UBCIS Conversion
5. Economic Development

H. Other Business

1. Next meeting March 13, 2015

I. Adjournment

Individuals with disabilities who plan to attend the hearing and who require certain accommodations in order to allow them to observe and participate, or who have questions regarding the accessibility of the meeting or facilities, are requested to contact the Village at least 24 hours before the meeting.

Village of Glen Ellyn

Finance Commission

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SCHEDULED

Meeting: 02/13/15 07:00 AM
Department: Finance
Department Head: Christina Coyle
Category: Minutes
Prepared By: Christina Coyle

AGENDA ITEM (ID # 1620) DOC ID: 1620

Approve Minutes of the November 21, 2014 Meeting

ATTACHMENTS:

- 11-21-14 Finance Commission Minutes (DOCX)

MINUTES (DRAFT)

BOARD / COMMISSION: Finance Commission		DATE:	November 21, 2014
MEETING: Regular		CALLED TO ORDER:	7:08 AM
QUORUM: Yes		ADJOURNED:	8:23 AM

MEMBER ATTENDANCE: PRESENT: Chairman Ford, Commissioners Cleaver, DeLeon, Greeno, Wallace

ABSENT: Commissioners Nathwani, Halkyard, Rackl and Van Ek

ALSO PRESENT: Trustee O'Shea, Village Manager Franz, Finance Director Coyle, Recording Secretary Blake

I. CALL TO ORDER:

This Regular Meeting of the Glen Ellyn Finance Commission was called to order at 7:08 AM by Commissioner Ford in Room 301 at the Civic Center at 535 Duane Street; Glen Ellyn, Illinois. Roll was taken, and it was determined that a quorum was present.

II. PUBLIC COMMENT

None

III. APPROVAL OF MINUTES

Commissioner DeLeon moved, and Commissioner Wallace seconded, to approve the October 10, 2014 meeting minutes as revised. The motion was approved unanimously.

IV. COMPREHENSIVE ANNUAL FINANCIAL REPORT

Director Coyle reviewed some highlights in the report. The independent auditor gave the Village an unmodified opinion, its highest assurance statement. The Management's Discussion and Analysis provides an overview of the financial results. This report provides an opportunity to see a consolidated statement of new position by rolling all funds into a single statement. The Village has $19.2 million in unrestricted assets as of April 30, 2014 for the governmental activities and $23.3 million for business-type activities. The change in net position from May 1, 2013 to April 30, 2014 was positive.

Regarding the Recreation Fund, the report shows a net loss of $535,000, which includes some purchases for the renovation that occurred in 2014. However, Director Coyle noted that the 10 year forecast anticipated up to 8 years of losses. But, calendar year 2014, operations have already generated sufficient revenue to cover costs.

With regard to pension funding, Director Coyle highlighted the differences in allowable investments by the Police Pension Fund and the investment programs for the Village itself. The reports show the funding progress of post-employment benefit plans, and the returns on investments.

Director Coyle noted that the entire report is available on the Village website.

V. ILLINOIS METROPOLITAN INVESTMENT FUND

Director Coyle reviewed the situation with IMET concerning the First Farmers Financial investment fraud. It is likely that there will be some level of recovery by IMET. However, the Village expects to write off its investment at a loss in December because accounting rules dictate recognizing a loss until it is known that moneys have been recovered and will be distributed to the Village. Should there be any recovery, it will be shown as revenue. The Village's potential loss is approximately $690,000. Commissioners discussed some of the details of the fraud and where is the fault. Director Coyle said that the Village is reviewing its insurance for possible recovery. Manager Franz noted that IMET has done a good job in the past in providing efficient paths to investment at generally better returns. Chairman Ford noted that this fraud involves 2.8% of IMET's entire portfolio, which is a large percent for a single investment.

Director Coyle said that the investment subcommittee of this Commission will continue to review the situation. Chairman Ford asked that other Commissioners consider serving on the investment subcommittee, in that he feels could come off it now that he is Chair of the Commission. He also noted that there are a view options available to the Village in addition to pulling its funds out of IMET.

VI. PROPERTY TAX PRIMER

Director Coyle said that the public hearing for the Village's property tax levy will be this Monday. Although not yet voted on, the consensus on the Village Board is to not increase the levy. There will be more funds allocated to pensions than in 2014, although the Commission had recommended a higher level of funding for pensions. Commissioners reviewed how a levy works, and how the EAV is affected by new construction and annexation of additional properties.

There was discussion on how to emphasize to residents that the Village's portion of a property tax bill is only approximately 6.7%. Additionally, there are several months between when the Board discusses the levy and when the tax bills are actually sent.

VII. FINANCIAL UPDATE

Director Coyle reviewed the October financial update, noting that there were three payrolls in October which affects results throughout the expense categories. Year-to-date revenues are $10.6 million, which is less than the prior year, but ahead of the budget. She also made note of the $300,000 currently in the forfeiture account. Some of these funds could be used for certain aspects of a new police station, for things that are in addition to services or training that is provided currently. Key revenues continue to perform well. Sales tax and home rule sales tax revenue is at a twelve month high, and ahead of budget and last year's figures.

Regarding the Recreation Fund, on an operating basis, October ended at a positive $995,000. Removing FY2013 and FY 2014 from results, charts showing the trajectory of typical yearly performance show SY2014 being slightly below other years. A large bond payment will be made at the end of 2014. Commissioners discussed staff's consideration of closing the restaurant one or two days over the winter, the results of the Thanksgiving take-out meal program and the cost to groups of having events at the facility.

VI. PROJECT UPDATES / PENDING PROJECTS

ECONOMIC DEVELOPMENT

Village Manager Franz reported that there has been some interest in the empty Dominick's space. The owner is still receiving rent from Dominick's, so has no real incentive to find a new single tenant. There is no update on the office park on the south side of Roosevelt. In other locations along Roosevelt, the construction of the Pet Supply Plus is moving along and there is some infill activities. Downtown, there are few vacancies, but they are in highly visible locations. There are other developers looking at the McChesney site. The Five Corners site has generated some interest with a reduced price.

The developer of the Gieche site is looking to the Village and St. Petronille for some commitments, while the Village is looking for assurances from the developer. There will be a design plan available in January. Nearby retail is very interested in the parking garage; however, parking during its construction will be a definite challenge.

VIII. OTHER BUSINESS

The next Finance Commission meeting will be on December 12, 2014 at 7:00 AM at the Civic Center.

IX. ADJOURNMENT

Commissioner Cleaver moved, and several seconds were heard, to adjourn the meeting. The November 21, 2014 meeting ended at 8:23 AM.

Submitted by Karen Blake, Recording Secretary
Reviewed by Finance Director Coyle

Finance Commission

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SCHEDULED

Meeting: 02/13/15 07:00 AM
Department: Finance
Department Head: Christina Coyle
Category: Minutes
Prepared By: Christina Coyle

AGENDA ITEM (ID # 1621) DOC ID: 1621

Approve Minutes of the December 12, 2014 Investment Subcommittee Meeting

ATTACHMENTS:

- 12-12-14 Investment Subcommittee Minutes (PDF)

MINUTES (DRAFT)

BOARD / COMMISSION: Finance Commission

DATE: December 12, 2014

MEETING: Investment Subcommittee Work Group

CALLED TO ORDER: 7:00 AM

QUORUM: N/A

ADJOURNED: 8:00 AM

MEMBER ATTENDANCE:

PRESENT: Chairman Ford, Commissioners DeLeon, Halkyard, Student Commissioner Jacklich

ALSO PRESENT:

Finance Director Coyle, Recording Secretary Blake

I. CALL TO ORDER:

This initial meeting of the Investment Subcommittee Work Group of the Glen Ellyn Finance Commission was called to order at 7:00 AM by Chairman Ford in Room 301 at the Civic Center at 535 Duane Street; Glen Ellyn, Illinois. Roll was taken, and it was determined that a quorum of the full Commission was not present.

II. PUBLIC COMMENT

None

III. INVESTMENT SUBCOMMITTEE WORK GROUP

Director Coyle presented a review of this Subcommittee's responsibilities in investment policy and also gave an update beginning with the IMET matter. While IMET's exposure in the fraud is approximately $50 million (approximately 2.8% of the fund), the Village's exposure is approximately $690,000 plus an additional $95,000 invested by the Glenbard Wastewater Authority. Commissioners discussed the apparent due diligence lapses of other parties in this situation. Review of the Village's IMET investments will be within the scope of this Subcommittee's tasks.

Director Coyle reviewed portions of the Investment Procedures and Internal Controls Manual. The Manual calls on the Subcommittee to determine what the portfolio should be by identifying diversification opportunities and various investment vehicles. Once the suitable investment alternatives have been approved, the Subcommittee will, at least quarterly, review the portfolio to determine whether it should be changed. Additionally, the Subcommittee will review the Village's investment policy annually for compliance with governing rules, and recommend changes, if needed, to the Village Board.

The Cash and Investment Balances sheet distributed by Director Coyle shows where Village funds are housed, and what funds might be identified as available for investment. She expressed concern about the level of funds invested with IMET, although the majority of those are in CD's and government securities. She noted that IMET has been in existence since the early 1990s, and products have provided a better rate of return than Illinois Fund. Although the Village has not dipped into its IMET investments in her tenure, the possible upcoming capital projects, particularly the police station, may require it. The Village earns approximately $7,000 per month in interest on its IMET investments.

Commissioners discussed the possibilities of moving some funds out of IMET, the timing and rates of return with other permitted types of investments. Additionally, the returns from Illinois Funds are not keeping up with inflation. Director Coyle said that she could develop a document showing what funds can be withdrawn and what needs to be contributed to each fund in January. The advisability of bringing an investment manager would depend on the complexity of the portfolio, liability and cost of the manager. Enough members of the Finance Commission should have the skills to allow the Commission to manage such a portfolio, otherwise overhead costs will eat into any benefits.

Chairman Ford noted that this Subcommittee should also initiate any recommendations that the Finance Commission makes to the Village Board concerning the police pension fund.

There was discussion concerning the Village Board's decision to not increase the tax levy for 2015. Even in light of that difficult and welcome decision, some Trustees are coming around to the Commission's view of narrowing the pension funding gap.

Chairman Ford expressed desire to have someone else chair this Subcommittee as he is now chair of the Commission. He also noted the possibility of expanding the Subcommittee membership, and that additional members may not necessarily need an investment management background as long as they understand the issues. Director Coyle will discuss with the other Finance Commissioners, and the Subcommittee make up will be discussed by the Commission in January.

The future schedule for the Subcommittee was discussed. Director Coyle distributed a 2015 schedule of topics to be reviewed by the Commission and the timing for such review. Upon her completion of the cash flow schedule for contributions to and opportunities for withdrawals from the investment funds, a meeting schedule for the Subcommittee can be created. The Subcommittee will meet four times a year unless it will be actively managing Village funds, which will require more frequent meetings.

IV. <u>OTHER BUSINESS</u>

The next meeting of the Finance Commission will be Friday, January 9, 2015.

V. <u>ADJOURNMENT</u>

The meeting ended without a quorum or formal adjournment at 8:00 AM.

Submitted by Karen Blake, Recording Secretary
Reviewed by Finance Director Coyle

Finance Commission

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SCHEDULED

AGENDA ITEM (ID # 1625)

Meeting: 02/13/15 07:00 AM
Department: Finance
Department Head: Christina Coyle
Category: Bond
Prepared By: Christina Coyle

DOC ID: 1625

Project Funding Discussion

Background

The Village Board has provided direction to proceed with the relocation of the Police Department to a new facility to be built near Panfish Park. To provide capital for the project, it is necessary to borrow in the form of bonds. To achieve the lowest cost to borrow, the Village is planning to issue tax exempt General Obligation Bonds, which provide the greatest security to bond holders and result in the lowest interest rates. The bonds will be repaid without increasing the tax levy by adjusting the scope and timing of other projects within the Capital Projects Fund, most notably deferring the reconstruction of some non-improved roadways.

The process of issuing bonds is lengthy, and will take around 3 months to complete. To assist with the bond issuance process, the Village engages a financial advisor and bond counsel. Robert W. Baird was approved as the financial advisor at the February 9, 2015, board meeting. Stephan Roberts from Robert W. Baird will be in attendance at the workshop to answer any questions the Board may have. Selection of bond counsel will be brought to the Village Board for approval in the near future.

Issues

In order to provide the funding necessary for the police station, the Village will need to issue debt. It may be advantageous to also issue bonds at this time for other identified, unfunded projects that can be completed within three years from issuance (bonds are required to be spent within three years of issuance). In July 2014, the Village Board provided some preliminary direction on funding levels for certain capital projects. At this point, staff is looking for direction from the Board on whether to include $6 million in additional projects to the issuance for the police station. This additional $6 million would provide $1.5 million for stormwater improvements and $4.5 million for Central Business District (CBD) street improvements. The $1.5 million in stormwater improvements would provide funding to address Lake Ellyn improvements that have been directed by the Village Board. The board preliminarily approved funding for the CBD street and streetscape improvements at a level of $4.5 million, $3M for street work and another $1.5M for streetscape improvements. Although the scope of the work is still to be debated, sidewalk and lighting improvements as well as parkway tree and electrical improvements are some of the enhancements that have been discussed. The CIC had begun a discussion on this topic this month and will be providing some input for the Village Board to consider.

Staff is recommending that the Board approve issuing debt for these projects at this time due to the low interest rate environment. Issuing debt now versus later will likely result in a lower cost to the Village (and the taxpayer) by reducing the interest payments on the debt. Various financial outlets differ on when the Federal Reserve will increase interest rates. Some say as soon as mid 2015 with others anticipating rate increases later in the year. We are not equipped with a crystal ball to guess when interest rates will rise; we can only know that the only two options for the Federal Reserve at this juncture are to raise rates or keep them stagnant.

Robert W. Baird has prepared an analysis which serves as a decision making tool regarding the impact to the Village of interest rate increases, which is an attachment to this memo. Stephan Roberts from Baird will be in attendance at the meeting go over this analysis with the Board and to answer any Village Board questions. The results of this analysis show it is cheaper to the Village to issue debt now as opposed to later if interest rates increase by 0.12%-0.39% over the next two years. If interest rates increase by less than this amount, then the Village is indifferent to issuing now versus later.

With this in mind, staff also considered issuing bonds at this time for the parking garage associated with the OPUS project on Main Street. Since this project is very preliminary, staff is not recommending including this bond issuance. The Village is required to use all bond proceeds within three years and we cannot be certain the funds will be needed for that project within that timeframe. However, we may want to include parking as a potential project in the bond issuance to provide greater flexibility for using bond proceeds over the next three years. It should be noted, the parking garage costs could be repaid by TIF proceeds over the life of the TIF, but the capital plan will likely not be able to pay for a project of this magnitude in a pay-as-you-go approach. In other words, it will be necessary to issue debt to fund the parking garage project if it proceeds ahead.

Analysis

A second consideration when deciding to issue bonds is the impact upon our Capital Projects Fund. Attached with this memo are four different scenarios for the Capital Projects Fund. All scenarios presented include the police station, CBD work, and Lake Ellyn improvements, as the Village Board has identified these as projects for the Village to undertake. The differences between the scenarios are the amount of debt to be issued to fund those projects.

Scenario One: Issue debt only for the police station

In this Scenario, the Capital Projects Fund runs a deficit position in several years in the forecast. In order to complete the three identified projects (Police Station, CBD streets and streetscape, and Lake Ellyn Improvements), it would be necessary to defer projects.

Scenario Two: Issue debt for the police station and Lake Ellyn Improvements

In this Scenario, the Capital Projects Fund projects a positive balance in all years. However, in several years the fund balance dips to alarmingly low levels. Over the life of this forecast, the Village would need to be cognizant of actual revenues received and would need to adjust the planned projects accordingly if the revenues did not meet or exceed the forecast.

Scenario Three: Issue debt for the police station, Lake Ellyn Improvements, and half of the CBD work

In this Scenario, the Capital Projects Fund projects a positive balance in all years. The fund balance does dip to $1.75 million in 2019. The Village would need to be mindful of fund performance from year to year and adjusted planned projects accordingly.

Scenario Four: Issue debt for the police station, Lake Ellyn Improvements, and the CBD work

In this Scenario, the Capital Projects Fund projects a positive balance in all years.

It is important to note that in all scenarios, an assumption has been made that the property tax levy will increase by 3.4% each year subsequent to 2015. Property tax increases are tied to changes in CPI and new growth in the EAV (construction or annexations). CPI over the last 10 years has averaged 2.4%. A conservative 1% new growth has been added to arrive at the 3.4%. Should the Board decide not to increase the levy, this would impact the Capital Projects Fund's capacity to complete projects. It is also important to note that neither scenario presented includes a property tax increase outside of the Village's normal, self-imposed tax cap limits.

Lastly, there are still several unscheduled/unfunded capital projects that will potentially need funding consideration in the future that will impact the Capital Project Fund including a parking structure, pedestrian tunnel, over/underpass, fire station, and train station improvements. There is also the deferred street projects that will need to be incorporated back into the long range plan, so some review and modifications to future capital plans will certainly be necessary.

Next Steps

Throughout the next several months, various events will occur to issue bonds. Baird has provided us with a tentative issuance timeline which is attached to this memo. The Board will be updated on the progress of the issuance. Some of the events which will occur over the next several months include:

Selection of Bond Counsel

We anticipate brining the selection of bond counsel before the board at the February 23 meeting.

Parameters ordinance

The Board will need to issue a parameters ordinance to permit the Village staff to issue debt. It is common for a parameters ordinance to include greater flexibility than what we anticipate. This ordinance also identifies maximum annual debt service payments and an interest rate maximum, as legal parameters. Two of the following officials – Village President, Village Clerk, Village Manager, and Finance Director – will be required to sign off on the final bond order documents once the competitive sale has been completed.

Ratings

In 2012, the Village was rated Aa1 by Moody's, one notch below their highest rating of Aaa. We will work with our financial advisers to update our rating, which is common when issuing new bonds. We will also work with our financial advisor to determine if it is in the best interest of the Village to switch rating agencies, with the potential to achieve a higher rating with S&P. Moody's has indicated that the Village will likely never make it to their highest rating due to the constraints of our EAV (Equalized Assessed Value). It is possible, although not guaranteed, that we may achieve a higher rating with S&P.

Bond investors use our rating to measure investment risk (the risk that we will not make principal and/or interest payments). Rating agencies, like Moody's and S&P, evaluate the totality of our financial circumstances, management, and a variety of other factors to grade our ability and willingness to make the bond payments on time and in full. In a competitive bond sale, the potential bond underwriters use the ratings to assess risk and provide a bid based on the ratings. The higher the rating, the lower the risk of default, which results in a lower interest rate. We will select the bond underwriter that bids the lowest overall interest rate over the life of the bond

Action Requested

Staff is requesting the Village Board's direction on the amount of bonds to issue.

ATTACHMENTS:

- Interest Rate Breakeven Analysis - $5M (PDF)
- CIP for Project Funding Workshop - Updated 2015-02-11 (PDF)
- Glen Ellyn Timetable 2015 (PDF)

This is the term that the Village would wait to issue additional debt

Village of Glen Ellyn

Interest Rate Breakeven Analysis

$5,000,000 Bond Issue

This is the historical change in rates over the periods specified. Ex. in the last 6 months, rates have fluctuated 0.65%

Date	Term	Project Fund Investment Rates (1)	Negative Arbitrage in Project Fund: As a Percent (2)	Negative Arbitrage in Project Fund: In Dollars (2)	$5,000,000 Par Interest Rate Breakeven (3)	20 Year "AAA" MMD Lookback: Minimum Rate	20 Year "AAA" MMD Lookback: Maximum Rate	20 Year "AAA" MMD Lookback: Change in Rates
9/1/2015	6 month	0.08%	2.53%	$63,325	0.12%	2.44%	3.09%	0.65%
3/1/2016	1 Year	0.22%	2.39%	$119,650	0.23%	2.44%	3.67%	1.23%
9/1/2016	18 month	0.40%	2.21%	$165,975	0.32%	2.44%	4.25%	1.81%
3/1/2017	2 Year	0.59%	2.02%	$202,300	0.39%	2.35%	4.25%	1.90%

(1) Assumed US Treasury Rates as of January 9, 2015 - 6 month at 0.08%, 1 year at 0.22% and 2 year at 0.59%.

(2) Bond yield on an $5 million bond issue amortized level debt service over 20 years is 2.613%. Negative arbitrage represents bond yield less interest earnings on project fund deposit.

(3) One basis point (0.01%) on an $5 million bond issue amortized level debt service over 20 years represents a total interest cost of $5,125.

This is the assumed interest rate the bond proceeds would earn in our bank account until they were spent

Negative arbitrage is a cost to the Village while the bond proceeds are unspent. It means that while the funds sit in our bank account earning interest at 0.08%-0.59%, we are paying 2-3% interest to the bond holders.

This is the **DECISION** metric to focus on. If rates increase by this amount or more, it is cheaper for the Village to issue the additional debt now versus later

BAIRD

Robert W. Baird & Co.
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Village of Glen Ellyn

Capital Improvement Plan
CAPITAL PROJECT FUND

Capital Fund	SPENT TO-DATE	CY2015 BUDGET	CY2016 FORECAST	CY2017 FORECAST	CY2018 FORECAST	CY2019 FORECAST	CY2020 FORECAST	CY2021 FORECAST	CY2022 FORECAST	CY2023 FORECAST
Revenues - Capital Projects Fund		**$ 6,624,000**	**$ 6,670,812**	**$ 6,819,813**	**$ 6,975,221**	**$ 7,137,263**	**$ 7,306,175**	**$ 7,482,202**	**$ 7,665,599**	**$ 7,856,634**
Bond Proceeds		**$ 12,000,000**								
Minor capital investment/other expenditures	ongoing	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000
Pavement Preservation Program	ongoing	400,000	400,000	400,000	400,000	400,000	400,000	400,000	400,000	400,000
Non-Roadway Construction Projects:										
Lake Ellyn Improvements	64,000	455,000	-	-	-	-	-	-	-	-
Nicoll Way Land Bridge Repairs	150,000	-	-	-	-	-	-	-	-	-
Hill Avenue Bridge	5,000	25,000	175,000	-	-	-	-	-	-	-
Reno Center Expansion - Salt Storage Facility (See MFT)	-	50,000	-	-	-	-	-	-	-	-
Street Lighting Improvements - Rte 38 / LED Initiative	20,000	250,000	120,000	-	-	-	-	-	-	-
Street Lighting Improvements - CBD	-	85,000	-	-	-	-	-	-	-	-
Other Projects: Stormwater, Traffic, etc.	20,500	1,790,000	65,000	300,000	300,000	300,000	300,000	300,000	300,000	300,000
Streetscape and Signage	55,000	25,000	-	-	-	-	-	-	-	-
Sidewalk Program	ongoing	345,000	75,000	75,000	75,000	75,000	75,000	75,000	75,000	75,000
Taylor Pedestrian Underpass		85,000	200,000	175,000	-	-	-	-	-	-
Pedestrian Tunnel in CBD-Feasibility Study	70,000	-	-	-	-	-	-	-	-	-
Viaduct / Underpass in CBD-Feasibility Study		-	-	-	-	-	-	-	-	-
Police Station	-	200,000	11,400,000	400,000	-	-	-	-	-	-
Roadway Rehabilitation Program										
2014 Street Resurfacing	955,000	-	-	-	-	-	-	-	-	-
2014 Chidester-Elm-Lenox-Linden	2,715,000	-	-	-	-	-	-	-	-	-
Elm-Geneva Connectors-Cottage	17,500	1,650,000	-	-	-	-	-	-	-	-
Glenwood-Arbor-Ridgewood	10,000	2,070,000	-	-	-	-	-	-	-	-
Crescent Blvd		1,265,000	-	-	-	-	-	-	-	-
2015 Street Resurfacing		300,000	-	-	-	-	-	-	-	-
CBD Roadway and Streetscape		250,000	-	2,250,000	2,250,000	-	-	-	-	-
Engineering for Future Projects	ongoing	390,000	-	-	-	-	-	-	-	-
Future Street Projects	-	-	4,405,000	3,235,000	1,530,000	6,715,000	4,382,000	4,024,000	2,563,000	7,319,000
IFT / General Fund Engineering	ongoing	232,600	237,000	242,000	247,000	252,000	257,000	262,000	267,000	272,000
Subtotal - Planned Improvements - Capital Projects Fund		9,872,600	17,082,000	7,082,000	4,807,000	7,747,007	5,419,008	5,066,009	3,610,010	8,371,011
Bond Repayments		$ 934,000	$ 934,000	$ 934,000	$ 934,000	$ 934,000	$ 934,000	$ 934,000	$ 934,000	$ 934,000
Total Expenditures - Capital Projects Fund		**$ 10,806,600**	**$ 18,016,000**	**$ 8,016,000**	**$ 5,741,000**	**$ 8,681,007**	**$ 6,353,008**	**$ 6,000,009**	**$ 4,544,010**	**$ 9,305,011**
Change in Fund Balance, Capital Projects Fund		**$ 7,817,400**	**$ (11,345,188)**	**$ (1,196,187)**	**$ 1,234,221**	**$ (1,543,744)**	**$ 953,167**	**$ 1,482,193**	**$ 3,121,589**	**$ (1,448,377)**
Capital Projects Fund Balance, Beginning of Year		**$ 3,536,675**	**$ 11,354,075**	**$ 8,887**	**$ (1,187,300)**	**$ 46,921**	**$ (1,496,823)**	**$ (543,656)**	**$ 938,537**	**$ 4,060,126**
Capital Projects Fund Balance, End of Year		**$ 11,354,075**	**$ 8,887**	**$ (1,187,300)**	**$ 46,921**	**$ (1,496,823)**	**$ (543,656)**	**$ 938,537**	**$ 4,060,126**	**$ 2,611,749**

Village of Glen Ellyn

Capital Improvement Plan

CAPITAL PROJECT FUND

Capital Fund	SPENT TO-DATE	CY2015 BUDGET	CY2016 FORECAST	CY2017 FORECAST	CY2018 FORECAST	CY2019 FORECAST	CY2020 FORECAST	CY2021 FORECAST	CY2022 FORECAST	CY2023 FORECAST
Revenues - Capital Projects Fund		**$ 6,624,000**	**$ 6,670,812**	**$ 6,819,813**	**$ 6,975,221**	**$ 7,137,263**	**$ 7,306,175**	**$ 7,482,202**	**$ 7,665,599**	**$ 7,856,634**
Bond Proceeds		**$ 13,500,000**								
Minor capital investment/other expenditures	ongoing	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000
Pavement Preservation Program	ongoing	400,000	400,000	400,000	400,000	400,000	400,000	400,000	400,000	400,000
Non-Roadway Construction Projects:										
Lake Ellyn Improvements	64,000	455,000	-	-	-	-	-	-	-	-
Nicoll Way Land Bridge Repairs	150,000	-	-	-	-	-	-	-	-	-
Hill Avenue Bridge	5,000	25,000	175,000	-	-	-	-	-	-	-
Reno Center Expansion - Salt Storage Facility (See MFT)	-	50,000	-	-	-	-	-	-	-	-
Street Lighting Improvements - Rte 38 / LED Initiative	20,000	250,000	120,000	-	-	-	-	-	-	-
Street Lighting Improvements - CBD	-	85,000	-	-	-	-	-	-	-	-
Other Projects: Stormwater, Traffic, etc.	20,500	1,790,000	65,000	300,000	300,000	300,000	300,000	300,000	300,000	300,000
Streetscape and Signage	55,000	25,000	-	-	-	-	-	-	-	-
Sidewalk Program	ongoing	345,000	75,000	75,000	75,000	75,000	75,000	75,000	75,000	75,000
Taylor Pedestrian Underpass		85,000	200,000	175,000	-	-	-	-	-	-
Pedestrian Tunnel in CBD-Feasibility Study	70,000	-	-	-	-	-	-	-	-	-
Viaduct / Underpass in CBD-Feasibility Study		-	-	-	-	-	-	-	-	-
Police Station	-	200,000	11,400,000	400,000	-	-	-	-	-	-
Roadway Rehabilitation Program										
2014 Street Resurfacing	955,000	-	-	-	-	-	-	-	-	-
2014 Chidester-Elm-Lenox-Linden	2,715,000	-	-	-	-	-	-	-	-	-
Elm-Geneva Connectors-Cottage	17,500	1,650,000	-	-	-	-	-	-	-	-
Glenwood-Arbor-Ridgewood	10,000	2,070,000	-	-	-	-	-	-	-	-
Crescent Blvd	-	1,265,000	-	-	-	-	-	-	-	-
2015 Street Resurfacing	-	300,000	-	-	-	-	-	-	-	-
CBD Roadway and Streetscape	-	250,000	-	2,250,000	2,250,000	-	-	-	-	-
Engineering for Future Projects	ongoing	390,000	-	-	-	-	-	-	-	-
Future Street Projects	-	-	4,405,000	3,235,000	1,530,000	6,715,000	4,382,000	4,024,000	2,563,000	7,319,000
IFT / General Fund Engineering	ongoing	232,600	237,000	242,000	247,000	252,000	257,000	262,000	267,000	272,000
Subtotal - Planned Improvements - Capital Projects Fund		9,872,600	17,082,000	7,082,000	4,807,000	7,747,007	5,419,008	5,066,009	3,610,010	8,371,011
Bond Repayments*		$ 888,000	$ 888,000	$ 888,000	$ 888,000	$ 888,000	$ 888,000	$ 888,000	$ 888,000	$ 888,000
Total Expenditures - Capital Projects Fund		**$ 10,760,600**	**$ 17,970,000**	**$ 7,970,000**	**$ 5,695,000**	**$ 8,635,007**	**$ 6,307,008**	**$ 5,954,009**	**$ 4,498,010**	**$ 9,259,011**
Change in Fund Balance, Capital Projects Fund		**$ 9,363,400**	**$ (11,299,188)**	**$ (1,150,187)**	**$ 1,280,221**	**$ (1,497,744)**	**$ 999,167**	**$ 1,528,193**	**$ 3,167,589**	**$ (1,402,377)**
Capital Projects Fund Balance, Beginning of Year		**$ 3,536,675**	**$ 12,900,075**	**$ 1,600,887**	**$ 450,700**	**$ 1,730,921**	**$ 233,177**	**$ 1,232,344**	**$ 2,760,537**	**$ 5,928,126**
Capital Projects Fund Balance, End of Year		**$ 12,900,075**	**$ 1,600,887**	**$ 450,700**	**$ 1,730,921**	**$ 233,177**	**$ 1,232,344**	**$ 2,760,537**	**$ 5,928,126**	**$ 4,525,749**

Village of Glen Ellyn

Capital Improvement Plan

CAPITAL PROJECT FUND

Capital Fund	SPENT TO-DATE	CY2015 BUDGET	CY2016 FORECAST	CY2017 FORECAST	CY2018 FORECAST	CY2019 FORECAST	CY2020 FORECAST	CY2021 FORECAST	CY2022 FORECAST	CY2023 FORECAST
Revenues - Capital Projects Fund		**$ 6,624,000**	**$ 6,670,812**	**$ 6,819,813**	**$ 6,975,221**	**$ 7,137,263**	**$ 7,306,175**	**$ 7,482,202**	**$ 7,665,599**	**$ 7,856,634**
Bond Proceeds		**$ 15,750,000**								
Minor capital investment/other expenditures	ongoing	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000
Pavement Preservation Program	ongoing	400,000	400,000	400,000	400,000	400,000	400,000	400,000	400,000	400,000
Non-Roadway Construction Projects:										
Lake Ellyn Improvements	64,000	455,000	-	-	-	-	-	-	-	-
Nicoll Way Land Bridge Repairs	150,000	-	-	-	-	-	-	-	-	-
Hill Avenue Bridge	5,000	25,000	175,000	-	-	-	-	-	-	-
Reno Center Expansion - Salt Storage Facility (See MFT)	-	50,000	-	-	-	-	-	-	-	-
Street Lighting Improvements - Rte 38 / LED Initiative	20,000	250,000	120,000	-	-	-	-	-	-	-
Street Lighting Improvements - CBD	-	85,000	-	-	-	-	-	-	-	-
Other Projects: Stormwater, Traffic, etc.	20,500	1,790,000	65,000	300,000	300,000	300,000	300,000	300,000	300,000	300,000
Streetscape and Signage	55,000	25,000	-	-	-	-	-	-	-	-
Sidewalk Program	ongoing	345,000	75,000	75,000	75,000	75,000	75,000	75,000	75,000	75,000
Taylor Pedestrian Underpass		85,000	200,000	175,000	-	-	-	-	-	-
Pedestrian Tunnel in CBD-Feasibility Study	70,000	-	-	-	-	-	-	-	-	-
Viaduct / Underpass in CBD-Feasibility Study		-	-	-	-	-	-	-	-	-
Police Station	-	200,000	11,400,000	400,000	-	-	-	-	-	-
Roadway Rehabilitation Program										
2014 Street Resurfacing	955,000	-	-	-	-	-	-	-	-	-
2014 Chidester-Elm-Lenox-Linden	2,715,000	-	-	-	-	-	-	-	-	-
Elm-Geneva Connectors-Cottage	17,500	1,650,000	-	-	-	-	-	-	-	-
Glenwood-Arbor-Ridgewood	10,000	2,070,000	-	-	-	-	-	-	-	-
Crescent Blvd	-	1,265,000	-	-	-	-	-	-	-	-
2015 Street Resurfacing	-	300,000	-	-	-	-	-	-	-	-
CBD Roadway and Streetscape	-	250,000	-	2,250,000	2,250,000	-	-	-	-	-
Engineering for Future Projects	ongoing	390,000	-	-	-	-	-	-	-	-
Future Street Projects	-	-	4,405,000	3,235,000	1,530,000	6,715,000	4,382,000	4,024,000	2,563,000	7,319,000
IFT / General Fund Engineering	ongoing	232,600	237,000	242,000	247,000	252,000	257,000	262,000	267,000	272,000
Subtotal - Planned Improvements - Capital Projects Fund		9,872,600	17,082,000	7,082,000	4,807,000	7,747,007	5,419,008	5,066,009	3,610,010	8,371,011
Bond Repayments*		$ 1,034,000	$ 1,034,000	$ 1,034,000	$ 1,034,000	$ 1,034,000	$ 1,034,000	$ 1,034,000	$ 1,034,000	$ 1,034,000
Total Expenditures - Capital Projects Fund		**$ 10,906,600**	**$ 18,116,000**	**$ 8,116,000**	**$ 5,841,000**	**$ 8,781,007**	**$ 6,453,008**	**$ 6,100,009**	**$ 4,644,010**	**$ 9,405,011**
Change in Fund Balance, Capital Projects Fund		**$ 11,467,400**	**$ (11,445,188)**	**$ (1,296,187)**	**$ 1,134,221**	**$ (1,643,744)**	**$ 853,167**	**$ 1,382,193**	**$ 3,021,589**	**$ (1,548,377)**
Capital Projects Fund Balance, Beginning of Year		**$ 3,536,675**	**$ 15,004,075**	**$ 3,558,887**	**$ 2,262,700**	**$ 3,396,921**	**$ 1,753,177**	**$ 2,606,344**	**$ 3,988,537**	**$ 7,010,126**
Capital Projects Fund Balance, End of Year		**$ 15,004,075**	**$ 3,558,887**	**$ 2,262,700**	**$ 3,396,921**	**$ 1,753,177**	**$ 2,606,344**	**$ 3,988,537**	**$ 7,010,126**	**$ 5,461,749**

Village of Glen Ellyn

Capital Improvement Plan

CAPITAL PROJECT FUND

Capital Fund	SPENT TO-DATE	CY2015 BUDGET	CY2016 FORECAST	CY2017 FORECAST	CY2018 FORECAST	CY2019 FORECAST	CY2020 FORECAST	CY2021 FORECAST	CY2022 FORECAST	CY2023 FORECAST
Revenues - Capital Projects Fund		**$ 6,624,000**	**$ 6,670,812**	**$ 6,819,813**	**$ 6,975,221**	**$ 7,137,263**	**$ 7,306,175**	**$ 7,482,202**	**$ 7,665,599**	**$ 7,856,634**
Bond Proceeds		**$ 17,000,000**								
Minor capital investment/other expenditures	ongoing	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000	$ 5,000
Pavement Preservation Program	ongoing	400,000	400,000	400,000	400,000	400,000	400,000	400,000	400,000	400,000
Non-Roadway Construction Projects:										
Lake Ellyn Improvements	64,000	455,000	-	-	-	-	-	-	-	-
Nicoll Way Land Bridge Repairs	150,000	-	-	-	-	-	-	-	-	-
Hill Avenue Bridge	5,000	25,000	175,000	-	-	-	-	-	-	-
Reno Center Expansion - Salt Storage Facility (See MFT)	-	50,000	-	-	-	-	-	-	-	-
Street Lighting Improvements - Rte 38 / LED Initiative	20,000	250,000	120,000	-	-	-	-	-	-	-
Street Lighting Improvements - CBD	-	85,000	-	-	-	-	-	-	-	-
Other Projects: Stormwater, Traffic, etc.	20,500	1,790,000	65,000	300,000	300,000	300,000	300,000	300,000	300,000	300,000
Streetscape and Signage	55,000	25,000	-	-	-	-	-	-	-	-
Sidewalk Program	ongoing	345,000	75,000	75,000	75,000	75,000	75,000	75,000	75,000	75,000
Taylor Pedestrian Underpass		85,000	200,000	175,000	-	-	-	-	-	-
Pedestrian Tunnel in CBD-Feasibility Study	70,000	-	-	-	-	-	-	-	-	-
Viaduct / Underpass in CBD-Feasibility Study		-	-	-	-	-	-	-	-	-
Police Station	-	200,000	11,400,000	400,000	-	-	-	-	-	-
Roadway Rehabilitation Program										
2014 Street Resurfacing	955,000	-	-	-	-	-	-	-	-	-
2014 Chidester-Elm-Lenox-Linden	2,715,000	-	-	-	-	-	-	-	-	-
Elm-Geneva Connectors-Cottage	17,500	1,650,000	-	-	-	-	-	-	-	-
Glenwood-Arbor-Ridgewood	10,000	2,070,000	-	-	-	-	-	-	-	-
Crescent Blvd	-	1,265,000	-	-	-	-	-	-	-	-
2015 Street Resurfacing	-	300,000	-	-	-	-	-	-	-	-
CBD Roadway and Streetscape	-	250,000	-	2,225,000	2,225,000	-	-	-	-	-
Engineering for Future Projects	ongoing	390,000	-	-	-	-	-	-	-	-
Future Street Projects	-	-	4,405,000	3,235,000	1,530,000	6,715,000	4,382,000	4,024,000	2,563,000	7,319,000
IFT / General Fund Engineering	ongoing	232,600	237,000	242,000	247,000	252,000	257,000	262,000	267,000	272,000
Subtotal - Planned Improvements - Capital Projects Fund		9,872,600	17,082,000	7,057,000	4,782,000	7,747,007	5,419,008	5,066,009	3,610,010	8,371,011
Bond Repayments*		$ 1,116,000	$ 1,116,000	$ 1,116,000	$ 1,116,000	$ 1,116,000	$ 1,116,000	$ 1,116,000	$ 1,116,000	$ 1,116,000
Total Expenditures - Capital Projects Fund		**$ 10,988,600**	**$ 18,198,000**	**$ 8,173,000**	**$ 5,898,000**	**$ 8,863,007**	**$ 6,535,008**	**$ 6,182,009**	**$ 4,726,010**	**$ 9,487,011**
Change in Fund Balance, Capital Projects Fund		**$ 12,635,400**	**$ (11,527,188)**	**$ (1,353,187)**	**$ 1,077,221**	**$ (1,725,744)**	**$ 771,167**	**$ 1,300,193**	**$ 2,939,589**	**$ (1,630,377)**
Capital Projects Fund Balance, Beginning of Year		**$ 3,536,675**	**$ 16,172,075**	**$ 4,644,887**	**$ 3,291,700**	**$ 4,368,921**	**$ 2,643,177**	**$ 3,414,344**	**$ 4,714,537**	**$ 7,654,126**
Capital Projects Fund Balance, End of Year		**$ 16,172,075**	**$ 4,644,887**	**$ 3,291,700**	**$ 4,368,921**	**$ 2,643,177**	**$ 3,414,344**	**$ 4,714,537**	**$ 7,654,126**	**$ 6,023,749**

$12,000,000 - $20,000,000*
Village of Glen Ellyn, Illinois
General Obligation Bonds, Series 2015

Timetable

Time and Responsibility Schedule*
As of February 6, 2015

Role	Participant	Abbreviation
Issuer	Village of Glen Ellyn	Village
Bond Counsel	TBD	BC
Financial Advisor	Robert W. Baird & Co.	FA

Week	Task	Responsible Participant(s)
Week 1	Organizational conference call.	All
Week 2	Bond Counsel begins drafting bond ordinance.	BC
Week 2	Preliminary Official Statement ("POS") information request sent to Village.	FA
Week 3	First draft of bond ordinance distributed.	BC
Week 3	Information received from Village for POS.	Village
Week 4	Provide comments to first draft of bond ordinance.	All
Week 4	Distribute first draft of POS.	FA
Week 4	Distribute second draft of bond ordinance, if necessary.	BC
Week 5	Comments due on POS.	All
Week 5	Distribute second draft of POS.	FA
Week 5	Comments due and finalize bond ordinance.	All
Week 5	Distribute information to Moody's, schedule a conference call or meeting and distribute third draft of POS.	FA
Week 6	Comments due on second draft POS.	All
Week 6	Conference call or meeting with Moody's Analyst.	Village and FA
TBD	Adopt bond ordinance.	Village
Week 7	Receive bond rating.	Village and FA
Week 7	Finalize and post POS.	FA
Week 8 or 9	Competitive sale of bonds.	Village and FA
Week 10 or 11	Bond closing.	All

*Preliminary subject to change.

Robert W. Baird & Co.
G-17 Disclosures as Financial Advisor

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If Baird is hired as financial advisor in connection with an issuance of municipal securities, Baird will provide municipal advisory services with respect to the issuance of municipal securities, including advice, recommendations and other assistance regarding the structure, timing, terms and other similar matters concerning the particular issuance of municipal securities for which you may be considering. As such, Baird will serve as a fiduciary and act solely in your best interest. Baird's fiduciary duties as your financial advisor will include the duty of care and the duty of loyalty. Under MSRB Rule G-23, if Baird is hired as financial advisor with respect to an issuance of municipal securities, Baird will not be able to serve as underwriter or placement agent for that issuance.

Should you want Baird serve in a different capacity, such as underwriter or placement agent, you should notify Baird of such decision immediately and Baird will provide additional disclosures to you which will describe the role of underwriter or placement agent and explain any actual or potential conflicts of interest inherent in that role.

The Materials do not include any proposals, recommendations or suggestions that you take or refrain from taking any action with regard to an issuance of municipal securities and are not intended to be and should not be construed as ''advice'' within the meaning of Section 15B of the Securities Exchange Act of 1934 or Rule 15Ba1-1 thereunder. The Materials are intended to provide information of a factual, objective or educational nature, as well as general information about Baird (including its Public Finance unit) and its experience, qualifications and capabilities.

Any information or estimates contained in the Materials are based on publicly available data, including information about recent transactions believed to be comparable, and Baird's experience, and are subject to change without notice. Interested parties are advised to contact Baird for more information.

If you have any questions or concerns about the above disclosures, please contact Baird Public Finance.

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Finance Commission

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SCHEDULED

AGENDA ITEM (ID # 1624)

Meeting: 02/13/15 07:00 AM
Department: Finance
Department Head: Christina Coyle
Category: Discussion Item
Prepared By: Christina Coyle

DOC ID: 1624

IMET Update

BACKGROUND

Previous updates have been made to the Commission on a loss on our investment in the Illinois Metropolitan Investment Fund (IMET) due to a fraudulent investment perpetrated by a USDA approved lender, First Farmers Financial. The purpose of this memo is to provide an update on this issue.

UPDATE

An attached newsletter from IMET discusses the most recent developments in the First Farmers Financial (FFF) Repo recovery efforts. The receiver has liquidated personal property of Nikesh Patel and has also initiated recovery of assets from Tim Fisher, a partner of Nikesh Patel. Pennant Management is continuing to work on selling the 5 hotel properties and is in active negotiations with Continental Property Acquisitions, a hospitality company. Other parties have also expressed interest in the properties. Other recoveries are also underway including selling real property and selling additional legitimate loans that were held by FFF. Pennant is also still pursuing an appeal with its claim with the USDA.

The Village has also moved the money in IMET currently to our Illinois Funds account. We believe that this is a prudent decision at this point in time to preserve the security of the Village's monies. This week, the Village also received its first recovery distribution in the amount of $12,036.34. I have attached the letter that accompanied the distribution. There is a vague reference in the letter to a subsequent, larger distribution.

The Village is also considering in entering into a tolling agreement between IMET and numerous municipalities which have potential claims that might be brought against IMET. Statutes of Limitations restrict the time in which lawsuits must be brought or forever barred. Parties who enter a tolling agreement essentially agree that the statute of limitations applicable to potential claims against each other will not be asserted as a defense to any of those claims for a period of time which will extend beyond the applicable limitation period. In this instance there remains much investigation related to the dealings between Pennant and the fraudulent investors as well as the likelihood of receiving assets adequate to recover IMET's losses. It behooves the Village to, for a time anyway, to avoid substantial litigation costs and devote our resources to recovery before we decide whether to litigate. If we learn we will be made whole in the near term by the efforts of IMET and Pennant then we will have no need to litigate. IMET and Pennant have also executed a tolling agreement.

ATTACHMENTS:

- Distribution #1 First Farmers Financial (PDF)
- IMET January Newsletter (PDF)

Illinois Metropolitan Investment Fund

IMET

Investing together for our communities

February 6, 2015

Dear IMET Fund Participant:

We are pleased to inform you that we are sending the first distribution from the liquidating trust to Participants today.

You will be receiving a distribution check from the liquidating trust next week as checks are being sent via regular mail. This distribution is a portion of the recoveries and we expect a larger distribution to take place in the near future.

Please feel free to call Laura Allen at (815) 735-3534 or Deb Zimmerman a (618) 731-2904 with any additional questions.

Sincerely,

Jerry Ducay, Chairman

1220 Oak Brook Road | Oak Brook, IL 60523 | Phone 630-571-0480, ext. 229 | Fax 630-571-0484 | www.investIMET.com

Illinois Metropolitan Investment Fund

UPDATE

Investing together for our communities

IMET UPDATE
Issued January 2015

IMET CONTINUES TO PROVIDE STRONG PERFORMANCE, SAFETY, AND LIQUIDITY TO MEMBERS

IMET's 1-3 Year Fund performance for the **12-month period ending December 31, 2014, provided a total return of .69% on a gross of fee basis**. Our benchmark, Barclay's Capital 1-3 Year Government Index provided a .64% total return for the same period. The performance objective for this portfolio is to meet or exceed the Barclay's Capital 1-3 Year Government Bond Index over time and prior to payment of Fund expenses. Since inception IMET's total return has been 3.89% on a gross of fee basis compared to the benchmark, which also provided a total return of 3.88% for the same time period. **IMET's net of fees return for the last 12 months was .47%.**

IMET has consistently served – and continues to serve - as a solid intermediate-term investment for its members. IMET's 1-3 Year Fund continues to invest exclusively in US Government Securities including Treasuries, Agencies, and Agency mortgage backed securities, only the safest investments permissible under the IL Public Funds Investment Act. IMET is proud to continue to offer our members the highest level of safety and liquidity to meet member's investment needs.

IMET's Convenience Fund continued to provide an excellent, competitive rate to IMET members as the Convenience Fund posted an **average daily yield for the month of .27%,** and a **net *one-year* return of .36%** as of December 31, 2014.

The IMET Convenience Fund currently consists of bank deposits that are collateralized via FDIC Insurance, the FHLB LOC Program, and Government Securities at a margin of 110%.

For portfolio collateral and holdings reports, please call the IMET office at the following contact information.

FIRST FARMERS REPO RECOVERY EFFORTS

IMET has been actively monitoring the recovery efforts of both Pennant and the Receiver. IMET is also working with the Illinois Government Finance Officers Association's Technical Accounting Review Committee with regard to the financial disclosures of Participants concerning the First Farmers Financial ("FFF") repo.

The Receiver has already liquidated all of the personal property of Nikesh Patel which was seized (i.e. cars, boat, watches, gold coins, etc.). In addition, Pennant continues to actively pursue recovery against Tim Fisher, a partner of Nikesh Patel. Fisher has been cooperating with Pennant in the transfer of his ownership interests in various entities and other assets which have been frozen pursuant to a Court order.

Pennant is also working on selling the 5 hotel properties and is engaged in active negotiations with Continental Property Acquisitions, a subsidiary of HostMark, which is a major player in the hospitality industry. The initial offer of Continental (of approximately $78 million) was rejected by Pennant and we understand that Continental is in the process of making a revised offer. Other parties have also expressed an interest in the hotel properties. In addition, Pennant is attempting to sell certain real property which has been turned over to Pennant by Patel for the benefit of investors.

Pennant is also looking to sell the approximate $17 million in loans in which FFF owned at the time the fraud was uncovered. Pennant has confirmed that these are legitimate loans with legitimate borrowers. Pennant has also issued approximately 100 plus subpoenas to third parties that Pennant believes may have received monies from FFF which may be subject to recovery.

Finally, Pennant is actively pursuing its claim with the USDA and is waiting for a decision from the USDA National Appeals Division.

The liquidating trust participant statements should be available very soon. If you have additional questions, please feel free to call the IMET offices.

IMET CONTACT INFORMATION

IMET Offices: Feel free to email Executive Director, Laura Allen, at lallen@investIMET.com or call anytime at (815) 735-3534 and Associate Director, Deb Zimmerman, at dazimmerman@investIMET.com or call (618) 665-IMET (4638) for the downstate office.

IMET 1-3 Yr Fund Performance Compared to Index

12/31/2014	Net 1-3 Year Fund Returns*	Gross 1-3 Year Fund Returns*	Barclays 1-3 Yr. Govt Index
Month	-0.19	-0.17	-0.24
Latest 1 yr.	0.47	0.69	0.64
Since Inception**	3.57	3.89	3.88
Yield to Maturity	0.59	0.59	0.70
Wtd. Avg. Mat.	1.62 yrs	1.62 yrs	1.97 yrs
Duration	1.52 yrs	1.52 yrs	1.92 yrs

* IMET returns are calculated based on beginning period and ending period NAVs.
** Since Inception returns are calculated from July 1996 through the most recent month end.

IMET Convenience Fund Performance

12/31/2014	IMET Convenience Fund	S&P GIP Index*	IL Funds Avg. Yield**
Month	0.02	0.002	0.001
Avg. Daily Yield for Mth.	0.27	0.03	0.02
Latest 1 yr.	0.36	0.02	0.01
Since Inception***	1.67	N/A	1.48
Wtd. Avg. Mat.	17 days	44 days	53 days

The IMET Convenience Fund was established in September 2003.
* S&P GIP Index GOVT rate as disclosed is the 7-day net yield.
** IL Funds rate as disclosed on the IL State Treasurer's website for the Money Market Fund.
*** Since Inception returns are based on the inception of the convenience fund and are calculated from September 2003 through the most recent month end.

Finance Commission

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SCHEDULED

Meeting: 02/13/15 07:00 AM
Department: Finance
Department Head: Christina Coyle
Category: Discussion Item
Prepared By: Christina Coyle

AGENDA ITEM (ID # 1619) DOC ID: 1619

Short Fiscal Year 2014 Budget Report.

Please see the attachment for the Short Fiscal Year 2014 Budget Report .

ATTACHMENTS:

- SY14 Year End Budget Report (PDF)

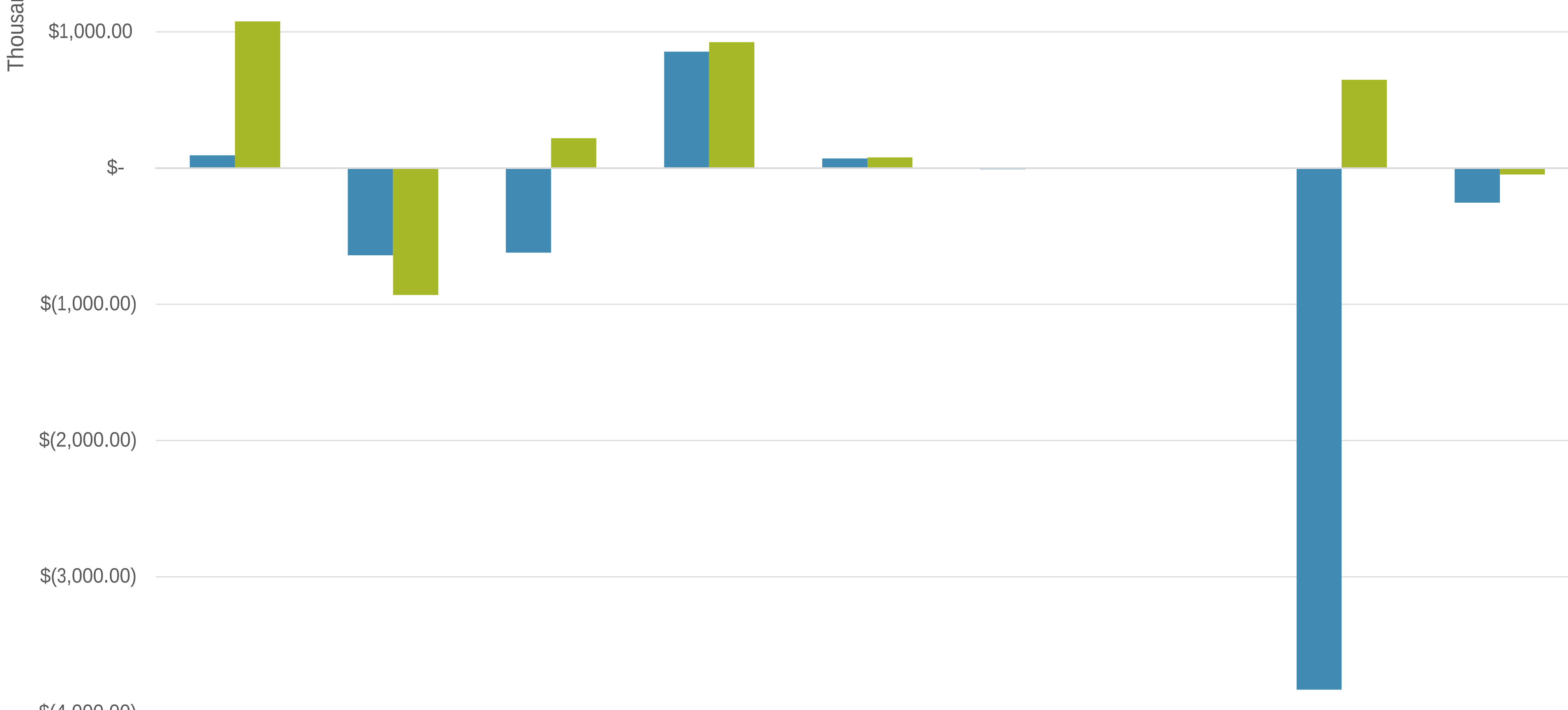
Village of Glen Ellyn Short Fiscal Year 2014 Budget Report

For the period May 1, 2014 to December 31, 2014

Overview

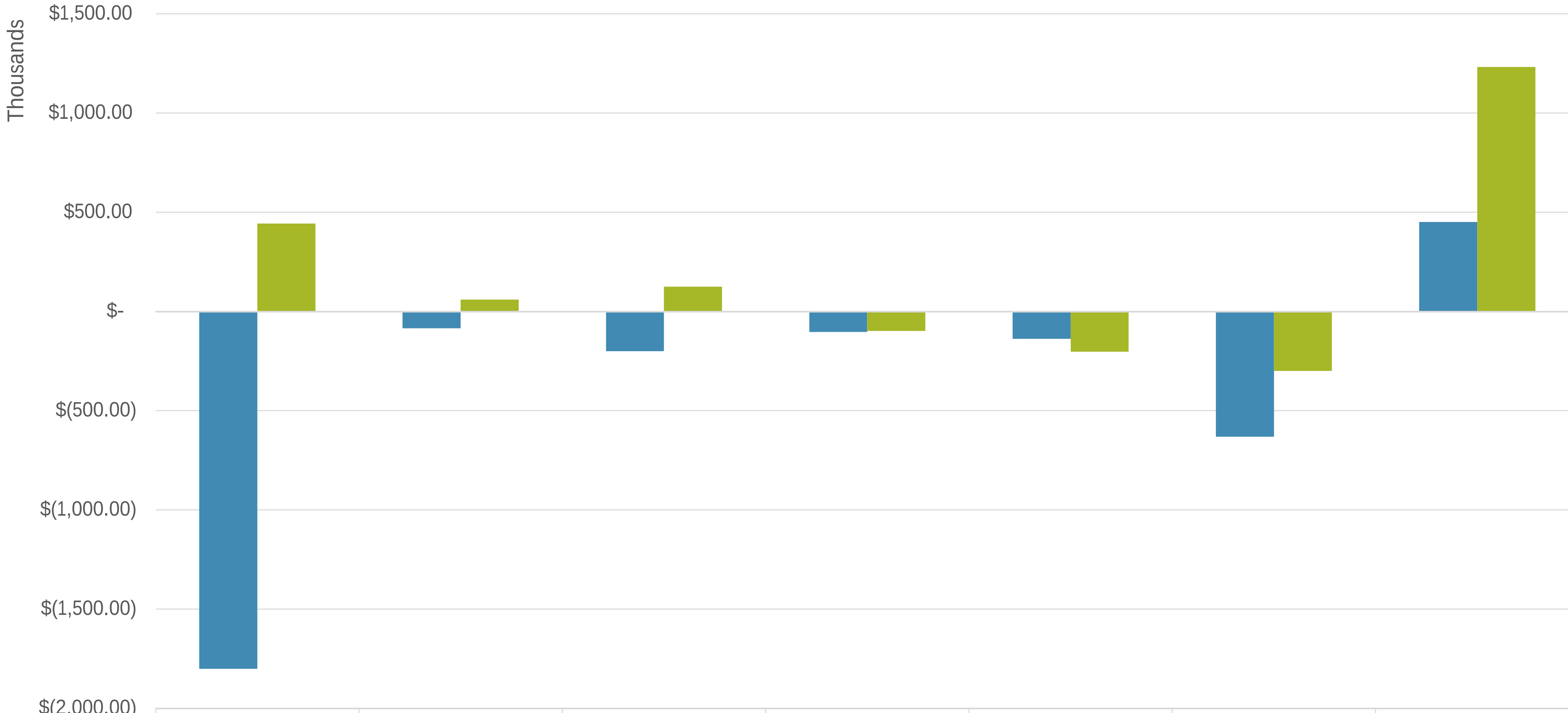
- Covers Short Fiscal Year (May 1, 2014 – December 31, 2014)
- 16 Village Funds
- Report is on a budget basis
  - Cash basis
  - Unadjusted for accruals
  - Unaudited
- Report will be posted on Village website
- Audit report for SY14 will be presented in the Spring

Budget Versus Actual Change in Fund Balance (Net Income) – Governmental Funds



	General	Corporate Reserve	Motor Fuel Tax	Fire Services	CBD TIF	Roosevelt TIF	Debt Service	Capital Projects	Facilities Reserve
Budget	$94,507	$(639,700)	$(621,017)	$855,740	$71,300	$(7,700)	$300	$(3,829,230)	$(253,500)
Actual	$1,077,747	$(931,473)	$218,840	$924,745	$78,133	$1,442	$(334)	$648,280	$(46,903)

Budget Versus Actual Change in Net Position (Net Income) – Enterprise & Other Funds

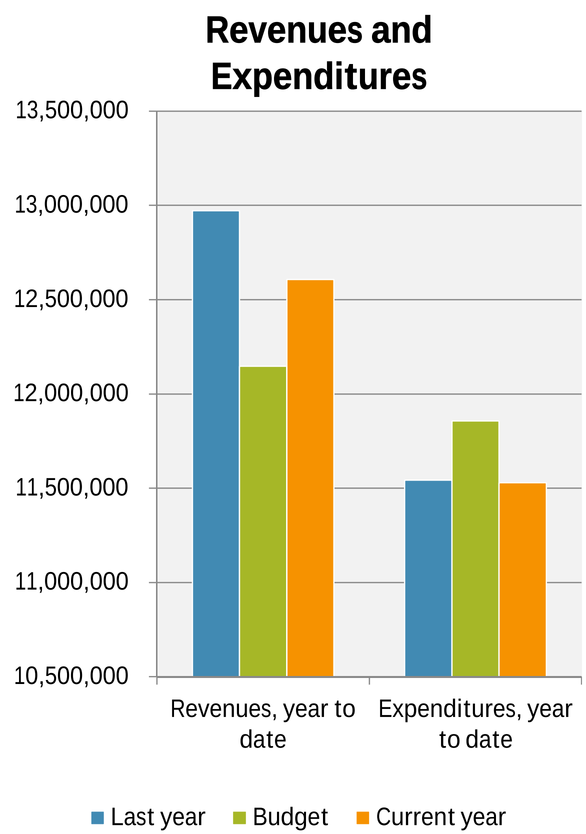


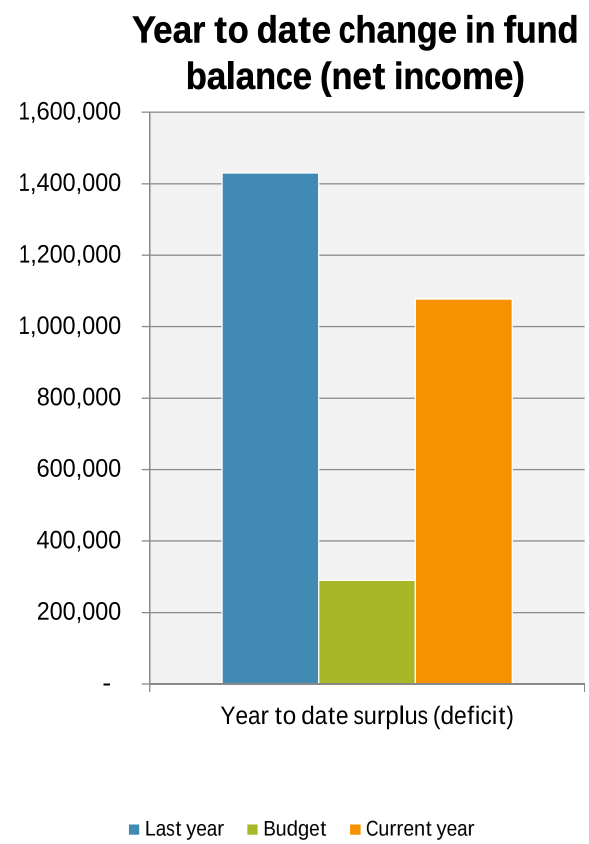
	Water & Sewer	Village Links/Reserve 22	Parking	Solid Waste	Insurance	Equipment Services	Police Pension
Budget	$(1,801,150)	$(85,205)	$(200,459)	$(103,350)	$(138,270)	$(631,430)	$450,900
Actual	$443,121	$59,242	$124,497	$(98,077)	$(203,927)	$(299,823)	$1,231,367

Notable Items in SY14

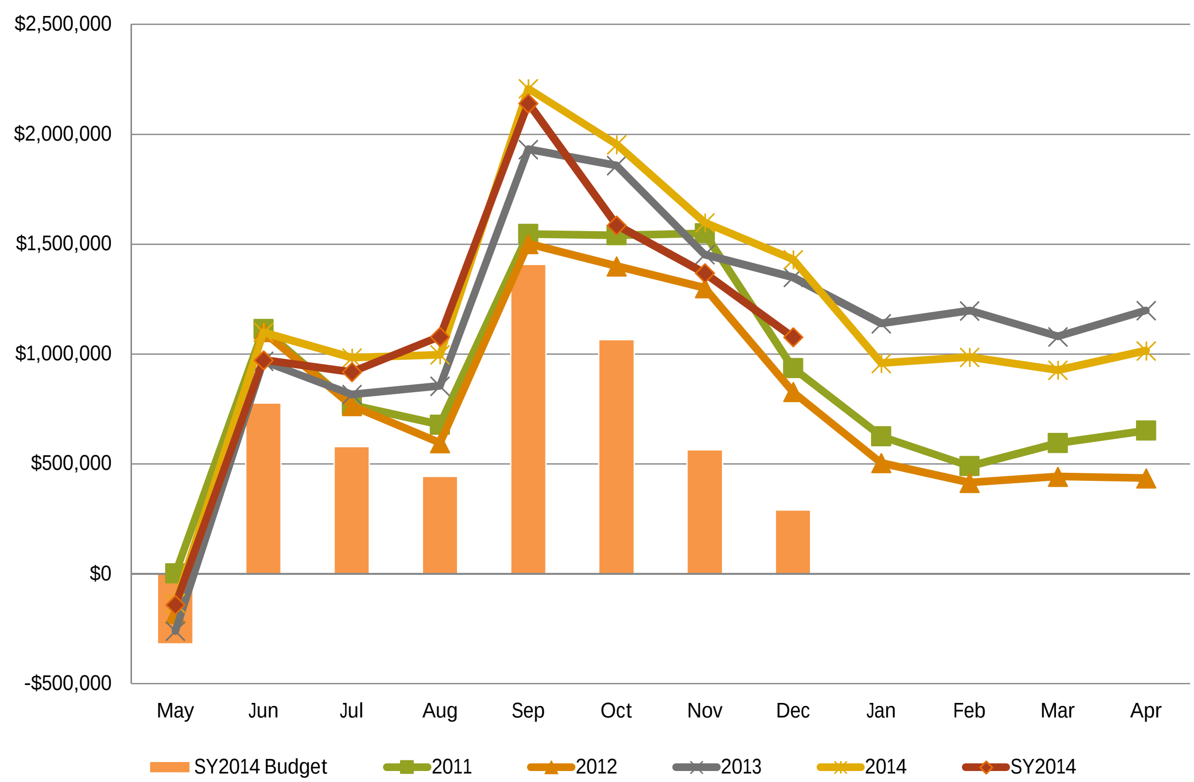
- Creation of two new funds – Fire Services Fund and Roosevelt Road TIF Fund
- Transition to a new ambulance model
- Sales, Home Rule Sales, and Income Taxes continued to outperform budget
- Purchase of property on Park Ave. for future police station site
- Timing of capital projects delayed payment of expenses into the next fiscal year
- Payment of $793,000 for Taft Avenue extension
- Village Links/Reserve 22 saw a profit of $59,000; even with a whole year's worth of debt service payments

General Fund Year End Results





General Fund – 5 Year Historical Trend



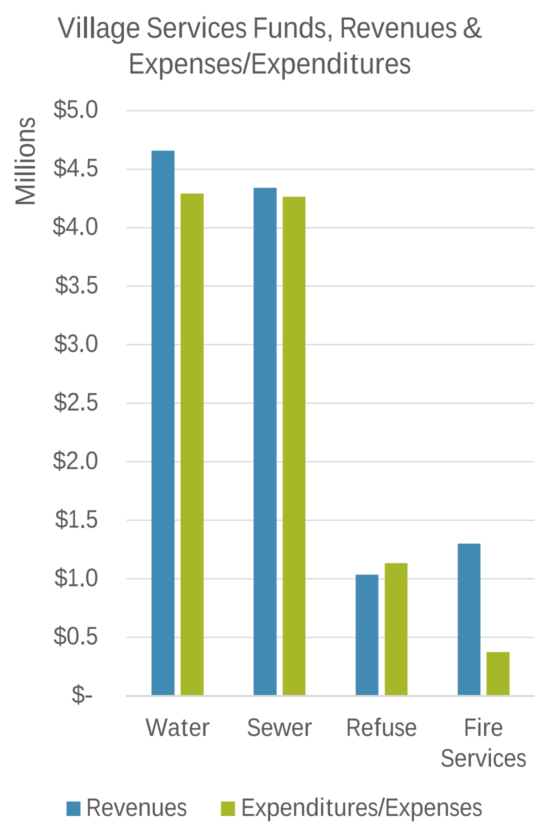
Notable in the General Fund in SY14

- Income taxes were 5% above budget
- Sales and Home Rule Sales tax were 4% and 5% over budget, respectively, and were 5% and 6% greater than last year, respectively
- Building permits performed strong in SY14, up 17% from last year and 23% above budget
- A loss was recognized for the IMET/First Farmer's Financial investment fraud of $200,000
- Village Attorney was brought on staff (included in Village Manager's Office)
- A new turnkey model for ambulance services began in June 2014
- Turnover in the finance department required temporary help from outside accounting services

Capital Investment

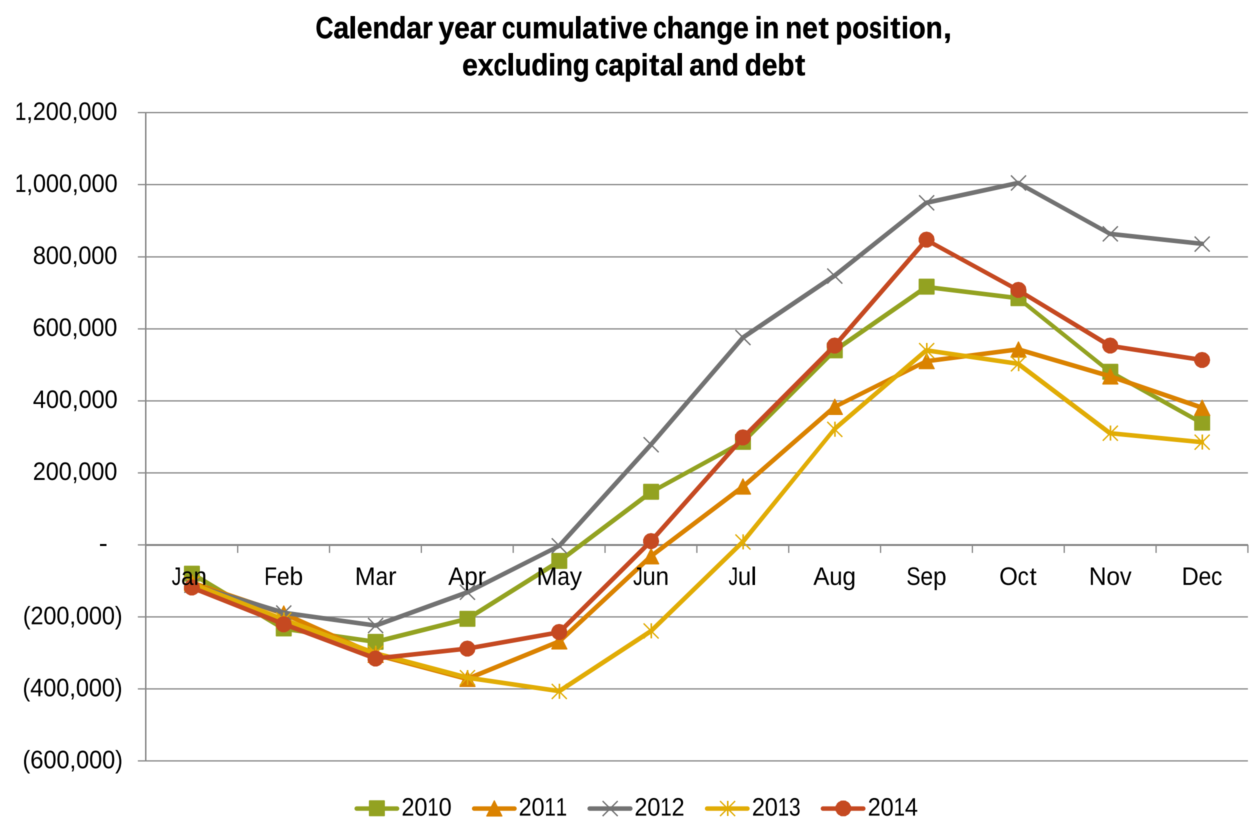
- Projects in SY14
  - Nicoll Way Land Bridge - $125,000
  - Chidester-Elm-Lenox-Linden - $2.4 million
  - Oak-Euclid-Forest-Alley - $310,000
  - 2014 Street Improvements - $733,000
  - Extension of Taft Avenue – $793,000, finished in FY14, but paid for in SY14
- Projects delayed into FY15
  - Elm-Cottage-Geneva
  - Salt Storage Structure and Reno Center Expansion
  - Roosevelt Road Lighting Improvements

Village Services Funds



- Fire Services Fee effective May 1, 2014 to support Volunteer Fire Company
- Debut of Big Belly solar trash compactor for central business district to reduce number of trash pickups
- Continued stagnation of recycling rebates (only $7,500 for the short year)
- Water & Sewer capital investment of $1.8 million ($4.3 million budgeted)

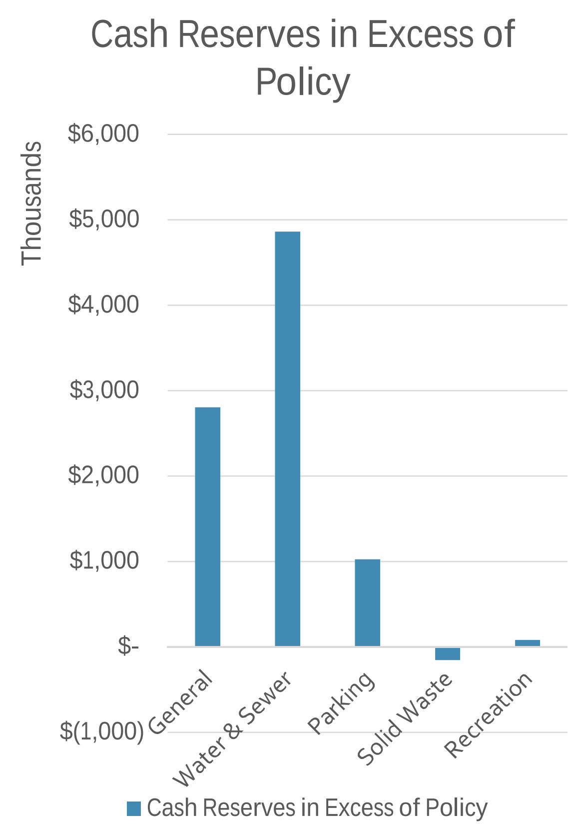
Village Links/Reserve 22



Notable items for Village Links/Reserve 22 for SY14

- Finished SY with positive change in net position of approximately $60,000 (this includes debt and capital expenses)
- On an operating basis, ended SY14 with operating income of $801,000 (second highest in five year trend)
- Food service revenues were $1.45 million, exceeding budget of $1.3 million
- Food service results (income less expenses) was $192,000
- Greens fee rounds were up 6% from the prior May-December at almost 59,200 rounds

Cash Reserves



- General Fund had $2.8 million in reserves above the policy (28% of operating expenditures)
- Excess reserves in the Water & Sewer and Parking Fund are both to meet the cash reserve requirement as well as capital needs
- Solid Waste Fund is building reserves back from a low point in 2012. Due to timing of revenues and expenses in SY14, a full season of branch and brush expenses was incurred, but the revenues collected from residents to fund that program will continue to be collected through July 2015.