

MINUTES of Glen Ellyn Park District Citizens' Finance Committee
Meeting date: June 12, 2018

Call to Order: The monthly committee meeting of the Glen Ellyn Park District Citizens' Finance Committee was held at Spring Avenue Recreation Center on June 12, 2018. The meeting convened at 7:00 am.

Members in Attendance: Leo Lanzillo, Fred Bachman, Mike Graham, Tom Lettenberger, Charlie Prisco and Don St. Clair

Members Not in Attendance: Tony Saguto

Also in Attendance: Julia Nephew, Park District Commissioner, Dave Harris, Executive Director and Nick Cinquegrani, Superintendent of Finance & Personnel

Motion: Don St. Clair moved to put aside formal meeting protocol under Roberts Rules of Order. 2nd by Fred Bachman. The motion carried unanimously.

Approval of Minutes: Fred Bachman moved to approve the minutes of the May 17, 2018 meeting. 2nd by Charlie Prisco. The motion carried unanimously.

Items Discussed:

- Illinois Metropolitan Investment Fund Update: No change in the status of recovery efforts. This will remain a continuing agenda item until IMET reaches final settlement with all parties.
- Long-Range Capital Replacement and Improvement Discussion: Superintendent of Finance & Personnel Cinquegrani presented a summary of the capital expenditures anticipated over the period 2019-24 along with anticipated sources of funding for capital expenditures. All revenues and expenditures in the analysis are preliminary staff estimates for planning purposes. The expenditure items and amounts for 2019-24 have not yet been budgeted nor approved. The Committee discussion focused on the size and timing of capital expenditures with emphasis on their impact on the District's overall capital funds position in each year. The impact on capital reserves were considered along with various alternatives for adjusting expenditures if needed to accommodate future unanticipated replacement expenditures. The feasibility and desirability of providing a summary of projected capital revenue and expenditure for the subsequent five years (2025-29) was explored. Ideas for preparing the projection will be assembled and discussed at the next meeting.
- Ackerman Park Improvement Discussion: The Committee discussed how the proposed expenditure of \$3,400,000 for Phase IV of the Ackerman Park Improvement Project fits within the constraints of the long-range (2019-24) capital projections. Superintendent of Finance & Personnel Cinquegrani led a discussion of the sources of capital funding and events that could impact the capital available for projects over the period. Committee discussion focused on potential threats to revenue sources and staff plans for adjusting the size and timing of capital expenditures if necessary. The impact on capital reserves were

considered along with various alternatives for adjusting expenditures if needed to accommodate future unanticipated replacement expenditures.

Citizens' Finance Committee Findings: After extensive discussion and analysis of the Glen Ellyn Park District's capacity to fund the capital projects identified in the staff analysis and specifically the adequacy of funding to support Phase IV of the Ackerman Park Improvement Project the following motion was proposed and discussed:

The Citizens' Finance Committee finds that:

- If non-referendum debt is issued in 2019 and 2022 in the amount currently permitted by statute and forecasted by Speer Financial, Park District Financial Advisors; then
- Glen Ellyn Park District is projected to have adequate capital funding capacity to support the estimated \$3,400,000 capital expenditure for Phase IV of the Ackerman Park Improvement Project along with the other projects in the long-range plan dated June 12, 2018.

The Citizens' Finance Committee observes that:

- Undertaking this level of expenditure will utilize substantially all the capital projected to be available over the next three years thereby precluding discretionary expenditures on other large capital improvement projects not already on the list; however, projected cash reserves and identified alternatives for adjusting the timing of expenditures across the period should accommodate unanticipated "emergency" replacement expenditures over the next three years should the need arise.

Tom Lettenberger moved to approve the finding. 2nd by Mike Graham. The motion carried unanimously.

Committee Membership: Discussion took place on the upcoming renewal of committee membership. All committee members with terms expiring June 30, 2018 expressed their desire to renew for additional terms, pursuant to the Park Board of Commissioners approval. The idea of adding additional members to the Committee was also discussed and was agreeable by all members in attendance.

Next Meeting: December 6, 2018 at 7:00am

Adjournment: Leo Lanzillo moved to adjourn the meeting. 2nd by Fred Bachman. The meeting was adjourned at 8:25 am.

Glen Ellyn Park District Citizens' Finance Committee

Date of approval