

**SECTION I
INTRODUCTORY & SUMMARY INFORMATION**

VILLAGE VISION & MISSION STATEMENT

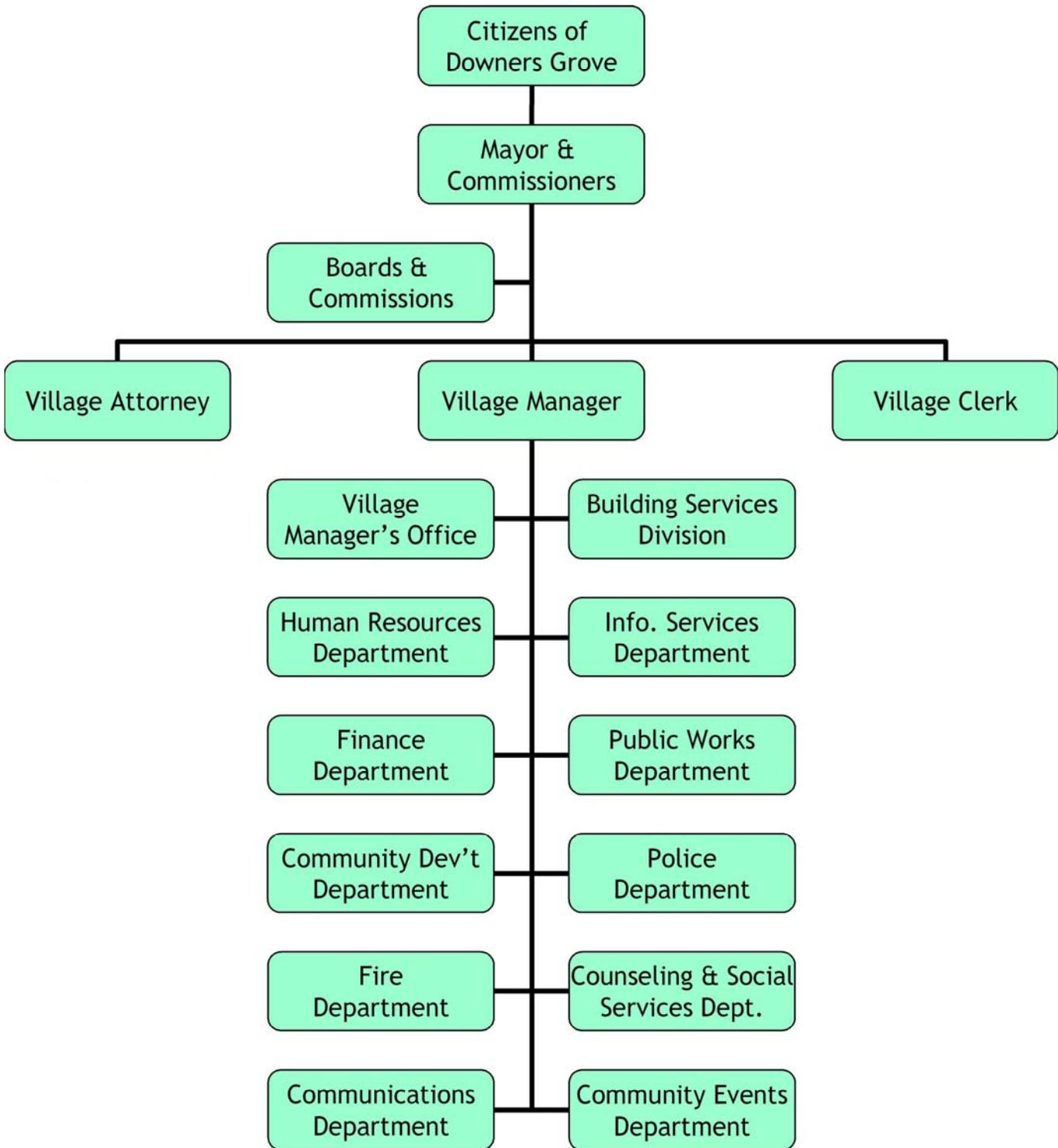
DOWNERS GROVE VISION 2021

Downers Grove 2021
is a beautiful Village with
Unique neighborhoods and
an authentic downtown.
We are a technology community
with hometown feeling and
Convenient access to the Chicagoland region.
We are a great place for families to live
and business to thrive.

DOWNERS GROVE MISSION

Our Village government
provides exceptional municipal services
that are valued by our Citizens and Businesses.
We are fiscally responsible,
have passion for our customers, and
have an eye on the future.
We engage our citizens
and partner with others
to make Downers Grove a great community
in which to live and to do business.

VILLAGE ORGANIZATIONAL CHART



GENERAL FUND REVENUE SUMMARY

Description	FY 05/06 Audited	FY 2006 Audited (1)	FY 2007 Budget	FY 2007 Estimate	FY 2008 Budget
Property Taxes	4,945,282	4,945,608	4,946,650	4,946,650	5,538,067
Property Taxes - Police & Fire Pension	2,326,396	2,665,297	2,656,752	2,668,409	2,162,382
Property Taxes - Downtown SSA	233,678	231,038	234,000	234,000	234,000
Property Taxes - Twp Road & Bridge ⁽²⁾	-	309,089	290,000	300,187	290,000
Home Rule Sales Tax ⁽³⁾	4,334,791	825,907	-	-	-
Hotel Use Tax	876,076	714,378	900,000	1,000,000	950,000
Municipal Gas Use Tax ⁽⁴⁾	347,834	145,131	350,000	450,000	450,000
Electricity Tax ⁽⁴⁾	1,568,120	1,287,015	1,850,000	1,950,000	1,919,000
Telecommunications Tax ⁽⁴⁾	2,821,335	2,295,212	3,600,000	3,700,000	3,841,500
Other Local Taxes	49,301	37,595	49,250	48,593	51,401
41 Subtotal Local Taxes	17,502,813	13,456,270	14,876,652	15,297,839	15,436,350
Building Related Permits	1,604,924	1,076,649	1,546,000	1,805,000	1,305,000
Alcohol Beverage License	140,054	156,400	150,000	160,000	160,000
Professional & Occupational Licenses	98,225	74,058	168,000	63,945	60,145
Other Licenses and Permits	27,374	18,999	30,200	25,300	16,150
42 Subtotal Licenses & Permits	1,870,577	1,326,106	1,894,200	2,054,245	1,541,295
Sales Tax ⁽⁵⁾	12,381,489	8,483,994	12,500,000	12,300,000	12,500,000
State Income Tax	3,768,877	2,671,973	4,195,208	4,333,812	4,819,164
Personal Property Replacement Tax	412,283	248,525	400,000	570,000	561,006
State Shared Local Use Tax	587,102	441,394	645,808	628,525	600,295
Other State Shared Revenues	16,882	19,103	14,000	22,500	14,000
43 Subtotal State Shared Revenues	17,166,633	11,864,989	17,755,016	17,854,837	18,494,465
44 All Sales Revenue	20,873	10,948	26,450	25,730	25,679
Ambulance Fees - Residents	533,331	391,858	550,000	575,000	575,000
Ambulance Fees - Non-Residents	216,642	198,141	150,000	190,000	190,000
Plan Review & Inspection Fees	446,081	288,828	410,000	362,000	292,000
Administrative Fees	277,650	277,650	410,000	261,400	475,000
Fines	880,312	638,855	570,000	870,783	809,500
Cable Franchise Fees	459,165	375,482	460,000	520,000	520,000
Cellular Equipment Rental Fees	525,262	405,494	550,000	700,000	657,873
Heritage Fest Fees	2,075	340	489,000	325,000	325,000
Other Fees, Charges & Fines	785,676	640,167	971,152	932,318	804,986
45 Subtotal Fees, Charges & Fines	4,126,194	3,216,815	4,560,152	4,736,501	4,649,359
46 All Grants	276,910	270,538	242,782	104,851	328,007
47 All Interest and Claims	552,725	519,108	533,000	714,000	601,000
48 All Donations and Contributions	14,422	4,123	82,500	83,428	84,400
49 Other Financial Resources	-	-	-	26,000	133,193
Total General Fund Revenues	41,531,147	30,668,897	39,970,752	40,897,431	41,293,748

(1) Eight-month fiscal year

(2) Reflected in Capital Projects Fund (220) in FY 2005-06

(3) Reallocated to Capital Projects Fund (220) effective 7/1/06, YTD figure shows May & June collections consistent w/budget

(4) Prior to 2007, general fund received 80% of these revenues, with 20% to the capital fund. In 2007, 100% allocated to general fund.

(5) Does not include sales tax revenue that is expended as a result of sales tax reimbursement agreements

TOP FIVE GENERAL FUND REVENUES SOURCES

A description of the top five revenue sources is as follows:

Sales Tax (30.3%) - Imposed on a seller's receipts for the sale of tangible personal property for use or consumption. Sales tax on general merchandise is 7.50%, broken down as follows:

State of Illinois	5.00%
Village of Downers Grove	1.00%
DuPage County	0.25%
DuPage Water Commission	0.25%
Regional Trans. Authority	0.25%
<u>Downers Grove Home Rule*</u>	<u>0.75%</u>
Total Current Tax Rate	7.50%

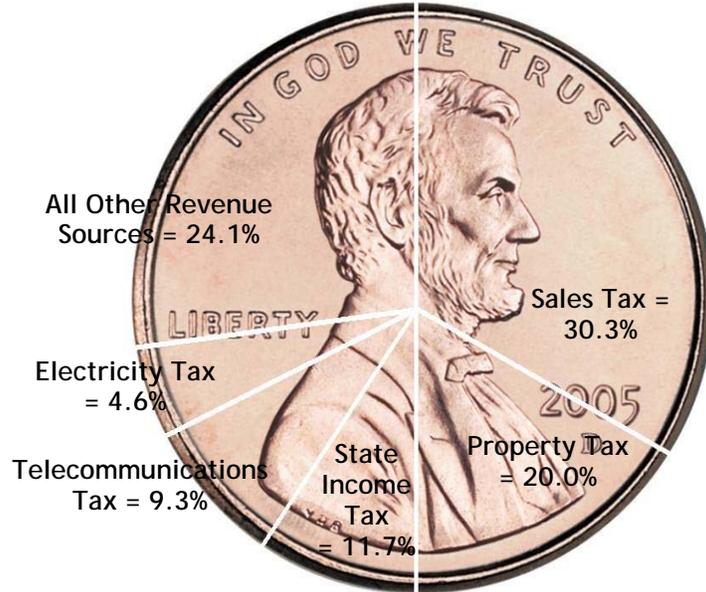
* Downers Grove Home Rule Sales Tax Distribution = 0.50% to Capital Projects and 0.25% to Stormwater Improvements

Qualifying food, drugs and medical appliance sales tax is 1%. These revenues are typically earmarked for the funding of the day-to-day operations of the Village. The Village expects to receive approximately \$12,300,000 in sales tax in 2007. The Village forecasts sales tax revenues to increase slightly in 2008, and has projected a sales tax revenue stream totaling approximately \$12,500,000.

Property Tax (20.0%) - Taxes that an owner of real estate or other property pays on the value of their own property. The local townships (Downers Grove, Lisle, York & Milton) perform an appraisal of the monetary value of the property, and tax is assessed in proportion to that value. The Village's property tax revenue is divided into the following categories: general property taxes and police and fire pensions. When combining these categories, the total property tax collected by the Village accounts for approximately 20% of its entire General Fund revenue. The Village projects property tax revenue to remain relatively stable the next year. Therefore, in 2008, the Village forecasts a total revenue generation of approximately \$8,200,000.

State Income Tax (11.7%) - Imposed on the privilege of earning or receiving income as a resident of the state of Illinois. Local government entities receive one-tenth of the net collections of all income tax received. The amount that each municipality receives is based on its population in proportion to the population of the entire state of Illinois. The state income tax accounts for approximately 11.7% of the Village's total revenue. In 2007, the Village of Downers Grove will receive approximately \$4,300,000 in revenue from state income taxes. In 2008, the Vil-

FY08 Budgeted Revenues



lage forecasts a revenue stream of approximately \$4,800,000 to be generated from state income taxes.

Telecommunications Tax (9.3%) - Imposed on gross charges for all intrastate and interstate messages. This tax includes charges for home phones, cellular phones, internet and pagers. The Village currently levies a tax of 5% for all messages taking place within Downers Grove. In 2007, the Village was projected to generate approximately \$3,700,000. In 2008, it is predicted that the Village will generate approximately \$3,840,000 in telecommunications tax revenue.

Electricity Tax (4.6%) - Paid by incorporated residents for the use of electricity in their homes. Consumers pay the electricity tax to the public utility, which in turn pays the Village its portion of the tax. In 2007, the Village will collect approximately \$1,950,000 in electricity tax revenue. In 2008, the Village is projected to generate approximately \$1,900,000 in revenue from the electricity tax.

SOURCES AND USES BY FUND

Sources By Fund, FY2008 Budget

Fund #	Fund Description	41-Local Taxes	42-Licenses & Permits	43-Intergov'tal Revenues	44-Sales Revenues
001	General Fund	15,436,350	1,541,295	18,494,465	25,679
102	Motor Fuel Tax	-	-	1,455,000	-
107	CBD-TIF	1,381,992	-	-	-
109	Foreign Fire Insurance	60,623	-	-	-
110	Ogden TIF	680,833	-	-	-
111	Sales Tax Rebate Agreements	-	-	750,000	-
112	Transportation Fund	184,032	-	-	-
220	Capital Projects	5,018,671	-	-	-
223	Major Buildings	-	-	-	-
226	Real Estate	-	-	-	-
243	Stormwater Improvement	3,754,098	-	-	-
337	Fairview Avenue Debt Service	276,048	-	-	-
338	CBD-TIF Debt Service	788,307	-	-	-
339	Debt Service - Municipal Bldgs	-	-	-	-
471	Parking	-	-	-	911,550
481	Water	-	2,636	-	7,773,696
530	Equipment Replacement	-	-	-	-
531	Fleet Services	-	-	-	73,500
562	Risk Management	-	-	-	-
563	Health Insurance	-	-	-	2,019,853
651	Police Pension	-	-	-	-
652	Fire Pension	-	-	-	-
805	Library	3,631,195	-	50,000	150
821	Library Construction Fund	-	-	-	-
836	Library Debt	656,851	-	-	-
TOTAL		31,869,000	1,543,931	20,749,465	10,804,428

Uses by Fund, FY2008 Budget

Fund #	Fund Description	51-Personnel Expenses	52-Supplies	53-Professional & Tech Services	54-Other Contractual Srvc
001	General Fund	28,603,040	1,181,362	2,171,635	2,506,189
102	Motor Fuel Tax	-	-	-	-
107	CBD-TIF	-	38,900	173,155	84,540
109	Foreign Fire Insurance	-	27,700	43,250	5,150
110	Ogden TIF	-	1,000	21,850	-
111	Sales Tax Rebate Agreements	-	-	-	-
112	Transportation Fund	186,950	650	12,725	8,000
220	Capital Projects	193,132	65,000	113,080	-
223	Major Buildings	-	-	-	-
226	Real Estate	-	1,300	1,000	15,500
243	Stormwater Improvement	199,786	33,320	321,000	249,000
337	Fairview Avenue Debt Service	-	-	-	-
338	CBD-TIF Debt Service	-	-	-	-
339	Debt Service - Municipal Bldgs	-	-	-	-
471	Parking	206,487	29,085	12,600	113,630
481	Water	1,042,783	3,216,912	442,077	349,780
530	Equipment Replacement	-	-	-	-
531	Fleet Services	586,814	921,584	19,975	137,627
562	Risk Management	137,402	600	50,712	380,955
563	Health Insurance	111,975	650	238,725	595,000
651	Police Pension	-	650	90,000	-
652	Fire Pension	-	20	81,900	-
805	Library	2,749,958	157,293	159,148	269,761
821	Library Construction Fund	-	-	-	-
836	Library Debt	-	-	-	-
TOTAL		34,018,327	5,676,026	3,952,832	4,715,131

Fiscal Year 2008 Adopted Budget

45-Fees & Charges	46-Grants	47-Interest & Claims	48-Misc. & Contributions	49-Other Fin. Resources	TOTAL	Fund #
4,649,359	328,007	601,000	84,400	133,193	41,293,748	001
-	-	50,000	-	-	1,505,000	102
-	-	75,100	-	-	1,457,092	107
-	-	4,000	-	-	64,623	109
-	-	65,850	-	-	746,683	110
-	-	-	-	-	750,000	111
85,900	-	-	-	30,000	299,932	112
-	398,600	50,000	45,000	-	5,512,271	220
-	-	70,000	-	-	70,000	223
29,867	-	5,000	-	-	34,867	226
1,300,000	-	-	-	25,000,000	30,054,098	243
-	-	-	-	-	276,048	337
-	-	6,000	-	1,461,646	2,255,953	338
-	-	-	-	441,825	441,825	339
120,000	77,500	500	-	-	1,109,550	471
89,813	-	150,000	-	-	8,016,145	481
1,415,703	-	2,500	-	-	1,418,203	530
1,755,810	-	-	-	-	1,829,310	531
1,743,461	-	24,600	-	250,000	2,018,061	562
4,006,228	-	2,500	-	-	6,028,581	563
-	-	1,000,000	1,764,108	-	2,764,108	651
-	-	950,000	1,635,924	-	2,585,924	652
174,850	60,000	41,260	10,000	-	3,967,455	805
-	-	5,000	-	-	5,000	821
-	-	5,000	-	-	661,851	836
15,370,991	864,107	3,108,310	3,539,432	27,316,664	115,166,328	

56-Claims, Grants, & Debt	57-Controlled Assets	58-Capital Assets	59-Other Financial Uses	TOTAL	Fund #
7,121,282	203,196	225,300	250,000	42,262,003	001
-	1,505,000	-	-	1,505,000	102
-	464,500	200,000	1,253,641	2,214,736	107
5,000	-	-	-	81,100	109
1,035,000	-	535,000	-	1,592,850	110
750,000	-	-	-	750,000	111
256,234	-	-	-	464,559	112
9,645	1,648,000	3,438,800	441,825	5,909,482	220
-	-	2,365,000	-	2,365,000	223
5,506	-	-	-	23,306	226
-	-	6,704,000	-	7,507,106	243
272,150	-	-	30,000	302,150	337
2,339,503	-	-	-	2,339,503	338
441,825	-	-	-	441,825	339
23,834	85,200	31,300	692,147	1,194,283	471
746,809	12,700	4,863,497	1,002,833	11,677,391	481
-	417,264	1,011,250	-	1,428,514	530
27,865	12,500	-	102,800	1,809,165	531
1,311,282	-	-	-	1,880,950	562
4,994,891	-	-	70,750	6,011,991	563
2,015,000	-	-	6,210	2,111,860	651
1,368,000	-	-	6,210	1,456,130	652
17,110	42,000	545,092	-	3,940,362	805
-	-	70,000	-	70,000	821
648,084	-	-	-	648,084	836
23,389,019	4,390,360	19,989,239	3,856,416	99,987,350	