

River Forest Park District The Depot Addition Project Financing Options

Financing: To finance this project, a combination of cash and non-referendum borrowing will be required. The Park District is considering a number of borrowing options:

1. The Park District has the limited bonding authority to levy \$65,891 annually for land acquisition and capital improvements. These bonds are typically issues in a length of 3-10 years to save on the administrative costs to issue the bond. One year payment is left on the current Limited Bond, so the full value of the bond is available when it's re-issued in December, 2016. A 10-year bond is projected to yield \$554,000.
2. The Park District has the ability to levy up to 4 cents of the EAV for the Handicapped Fund. Currently, Park District only levies \$58,092 (1.19 cents). If the full 4 cents is levied, a \$140,000 would be added to the Fund annually. If the 140,000 is applied into a 20 year AO Bond, the bond is projected to yield \$1,900,000. If we levy the full 4 cents, the Park Districts 2015 levy will increase 9% plus 0.8% CPI.
3. The Park District nets approximately \$400,000, with these net funds being used for capital projects or applied to our cash fund balance for future indoor space. The Park District can borrow from the expected future net funds in the form of a 10 to 20 year AO Bond.

Cash on Hand as of 04-31-14:	\$2,020,000
Estimated Net Funds for the 2015-2016 Budget on 04-30-16	\$300,000
2.81 Cents Revenue from the 2016-2017 Handicapped Fund Budget on 04-30-17	\$140,000
Estimated Net Funds from the 2016-2017 Budget on 04-30-17	\$400,000
10-Year Limited Bond issued 05-01-17	\$554,000
20-Year AO Bond paid by the 2.81 Cents Revenue (\$139,958) from the Handicapped Fund increase, and \$85,000 from the Corporate Fund issued 05-01-17	<u>\$3,000,000</u>
Total as of 05-01-17	\$6,414,000

Other Capital Improvement Projects: In addition to The Depot Project, the Park District has some pending capital improvement projects that require funding:

1. Summer 2015, Construction of a second set of platform tennis courts: \$250,000
2. Summer 2016, Re-surfacing of the Washington Tennis Courts: \$100,000
3. Summer, 2017, Replacement of the Priory Irrigation System: \$125,000