

Addendum: Village of Lyons Board of Trustee's Amendments to the Published Dissolution Plan

Following the Committee's formal submission of the proposed plan to the Village Board of Trustees, the Board conducted an informational meeting and formal Public Hearing to gather public input on the plan. The Public Hearing took place on October 28, 2013.

One week later, on November 4, 2013, the Village Board met to discuss the public input, as well as input gathered from concerned residents who have provided additional comments both formally and informally throughout the dissolution plan process.

During that meeting a number of recommendations for modification of the plan were discussed.

At the conclusion of the meeting, the Village Board passed a resolution which approved the Committee's proposed Dissolution Plan with modifications. A description of the Board of Trustees' modifications to the Dissolution Plan, as well as the Board's estimates of the financial implications of the modifications are as follows:

Modification 1.

Modification / Impacts	Notes
Retain the Police (Parking Enforcement) Clerk	This modification will revise the staffing plan for the Police Department and retain the clerk's position which provides enforcement of parking regulations, provides school crossing guard services, and provides administrative support for the Police Department.
Affected portions of the plan: Dissolution Plan, Alternatives to Dissolution, One-Time Costs (for both Dissolution and Alternatives)	Eliminates anticipated unemployment expenses calculated in one-time costs of both dissolution and alternatives.
Estimated financial impacts: Wage costs Health / retirement benefit costs Employer/labor-related contributions One-Time Costs	According to Board estimates, reinstatement of this position increases the anticipated post dissolution Town budget by approximately \$47,800; one-time cost (associated with unemployment) of \$10,500 is eliminated.

Modification 2:

Modification / Impacts	Notes
Eliminate relocation of Town Court	This modification amends the plan to keep Town Court services in their current location.
Affected Portions of the Plan: One-Time Costs (for both dissolution and alternatives)	
Estimated Financial Impacts: Renovation Costs (One-Time Dissolution Cost)	Anticipated one-time costs associated with relocation of the court were estimated at \$152,000; these costs have been eliminated.

Modification 3.

Modification / Impacts	Notes
Eliminate the plan to create a Fire District	While creation of a new Fire District becomes necessary if the Village dissolves, it is not required if the Village does not dissolve.
Affected Portions of the Plan: Alternatives to Dissolution, One-Time Costs	Eliminates need for \$750 in legal expenses to create a new district
Estimated Financial Impacts: Eliminates shift of fire-related expenses to a district expense	According to Board estimates, the net impact of this elimination results in no change to taxpayer costs, only changing the receiver of tax support for this function.

Modification 4

Modification / Impacts	Notes
Retain the part-time Administrative Clerk	Amends the plan for administrative staffing; this position provides support for code enforcement functions as well as Water and Sewer Department services.
Affected Portions of the Plan: Alternatives to Dissolution One-Time Costs (Alternatives)	Eliminates anticipated unemployment expenses calculated in one-time costs for alternatives to dissolution.
Estimated Financial Impacts: Wage costs Employer/labor-related Contributions	According to Board estimates, retaining this position increases the anticipated (Alternative to Dissolution) Village budget by approximately \$12,300, split evenly between the General Fund, the Water Fund, and the Sewer Fund; impact to the tax rate is expected to be \$4,100 .

Modification 5.

Modification / Impacts	Notes
Retain current location of Village and Town offices	The Board desires to maintain a Village presence at the current downtown location.
Affected Portions of the Plan: Alternatives to Dissolution	
Estimated Financial Impacts: None	Original plan called for both locations to be maintained; net impact on operational costs is anticipated to be zero. For staffing impacts, see Modification 4.

BOARD AMENDMENTS: ESTIMATES OF RESULTING IMPACT ON TAXES

Adjustments to the proposed tax levy resulting from the Village Board's plan modification estimates result in changes to the projected impact on tax rates.

The following pages represent the new estimated tax rates based upon the Board's calculations of financial impacts resulting from its modifications to the original plan.

BOARD AMENDMENTS: ESTIMATES OF RESULTING IMPACT ON ONE-TIME COSTS

As a result of the Village Board's amendments to the plan, several one-time costs have been eliminated. Modifications 1-4 result in specific reductions outlined in the above chart. One-time costs for implementation of dissolution are reduced by a total of \$162,500, while one-time costs for alternatives to dissolution are reduced by a total of \$168,500. The new total estimates for one time costs are:

One-time costs for implementation of the dissolution plan	\$725,705
One-time costs for implementation of alternatives to dissolution	\$36,134

Tax Rate Impacts: Dissolution Plan Following Village Board Amendments (Reflecting Board Estimates)

Current Village Residents

Dissolution Plan with AIM				Dissolution Plan without AIM				Recommended Alternatives			
2012/2013		Proposed Changes	Proposed Tax	2012/2013		Proposed Changes	Proposed Tax	2012/2013		Proposed Changes	Proposed Tax
Village Tax	\$19.88	-\$19.88	\$0.00	\$19.88	-\$19.88	\$0.00	\$17.72	\$19.88	-\$2.16	\$17.72	
	\$4.88	\$5.73	\$10.61								
Fire District Tax		\$1.89	\$1.89		\$1.89	\$1.89					
Lighting District Tax		\$1.05	\$1.05		\$1.05	\$1.05					
Debt District Tax		\$2.00	\$2.00		\$2.00	\$2.00					
Total Tax Rate	\$24.76	-\$9.21	\$15.55	\$24.76	-\$6.62	\$18.14		\$24.76	-\$1.74	\$22.18	
-37%				-27%				-7%			
Total Tax Impact Examples											
Assessment: \$61,900 (Village Average)	\$1,532.64	-0.371970921	\$962.55	\$1,532.64	-0.267366721	\$1,122.87		\$1,532.64	-0.104200323	\$1,372.94	
Assessment: \$82,300 (Town Average)	\$2,037.75	-0.371970921	\$1,279.77	\$2,037.75	-0.267366721	\$1,492.92		\$2,037.75	-0.104200323	\$1,825.41	

Current Town-Outside-of-Village (TOV) Residents

Dissolution Plan with AIM				Dissolution Plan without AIM				Recommended Alternatives			
2012/2013		Proposed Changes	Proposed Tax	2012/2013		Proposed Changes	Proposed Tax	2012/2013		Proposed Changes	Proposed Tax
Village Tax				\$7.24	\$5.96	\$13.20	\$1.89				
	\$7.24	\$3.37	\$10.61								
Town Taxes											
Fire District Tax	\$1.73	\$0.16	\$1.89	\$1.73	\$0.16	\$1.89		\$1.73	\$0.16	\$1.89	
Lighting District Tax											
Debt District Tax		\$0.62	\$0.62		\$0.62	\$0.62					
Total Tax Rate	\$8.97	\$4.15	\$13.12	\$8.97	\$6.74	\$15.71		\$8.97	-\$0.25	\$8.72	
46%				75%				-3%			
Total Tax Impact Examples											
Assessment: \$61,900 (Village Average)	\$555.24	0.462653289	\$812.13	\$555.24	0.751393534	\$972.45		\$555.24	-0.02787068	\$539.77	
Assessment: \$82,300 (Town Average)	\$738.23	0.462653289	\$1,079.78	\$738.23	0.751393534	\$1,292.93		\$738.23	-0.02787068	\$717.66	

Current Grist Mill District Residents

Dissolution Plan with AIM				Dissolution Plan without AIM				Recommended Alternatives			
2012/2013		Proposed Changes	Proposed Tax	2012/2013		Proposed Changes	Proposed Tax	2012/2013		Proposed Changes	Proposed Tax
Village Tax				\$7.24	\$5.96	\$13.20	\$1.89				
	\$7.24	\$3.37	\$10.61								
Town Taxes											
Fire District Tax	\$1.73	\$0.16	\$1.89	\$1.73	\$0.16	\$1.89		\$1.73	\$0.16	\$1.89	
Lighting District Tax	\$0.48		\$0.48	\$0.48		\$0.48		\$0.48		\$0.48	
Debt District Tax		\$0.62	\$0.62		\$0.62	\$0.62					
Total Tax Rate	\$9.45	\$4.15	\$13.60	\$9.45	\$6.74	\$16.19		\$9.45	-\$0.25	\$9.20	
44%				71%				-3%			
Total Tax Impact Examples											
Assessment: \$61,900 (Village Average)	\$584.96	0.439153439	\$841.84	\$584.96	0.713227513	\$1,002.16		\$584.96	-0.026455026	\$569.48	
Assessment: \$82,300 (Town Average)	\$777.74	0.439153439	\$1,119.28	\$777.74	0.713227513	\$1,332.44		\$777.74	-0.026455026	\$757.16	

Proposed Alloway District Residents

Dissolution Plan with AIM				Dissolution Plan without AIM				Recommended Alternatives			
2012/2013		Proposed Changes	Proposed Tax	2012/2013		Proposed Changes	Proposed Tax	2012/2013		Proposed Changes	Proposed Tax
Village Tax				\$7.24	\$5.96	\$13.20	\$1.89				
	\$7.24	\$3.37	\$10.61								
Town Taxes											
Fire District Tax	\$1.73	\$0.16	\$1.89	\$1.73	\$0.16	\$1.89		\$1.73	-\$0.16	\$1.89	
Lighting District Tax		\$1.57	\$1.57		\$1.57	\$1.57			\$1.57	\$1.57	
Debt District Tax		\$0.62	\$0.62		\$0.62	\$0.62					
Total Tax Rate	\$8.97	\$5.72	\$14.69	\$8.97	\$8.31	\$17.28		\$8.97	\$1.32	\$10.29	
64%				93%				15%			
Total Tax Impact Examples											
Assessment: \$61,900 (Village Average)	\$555.24	0.637681159	\$909.31	\$555.24	0.926421405	\$1,069.63		\$555.24	0.147157191	\$636.95	
Assessment: \$82,300 (Town Average)	\$738.23	0.637681159	\$1,208.99	\$738.23	0.926421405	\$1,422.14		\$738.23	0.147157191	\$846.87	