

HOFFMAN ESTATES PARK DISTRICT MEMORANDUM NO. 17-094

To: A&F Committee
From: Dean Bostrom, Executive Director
Craig Talsma, Deputy Director/Director Admin & Finance
Date: August 16, 2017
Re: NWSRA Member District Annual Assessment
Resolution No. R17-002

Background

The Northwest Special Recreation Association (NWSRA) that provides programming for handicapped individuals in our community has approved the 2018 Member District Annual Assessments (MDAA). These are computed using a formula approved by the NWSRA board (which Executive Director Bostrom is a member).

Implications

The Actual Member District Annual Assessment for 2017 used the Equalized Assessed Valuation (EAV) numbers from each Member District's 2015 EAV's resulting in a 1.1% decrease in the MDAA from the previous fiscal year. The Preliminary 2018 MDAA calculations using them, 75% EAV and 25% Gross Population formula, show a 14.71% increase in Member District EAV's with the gross population increasing to 1.17%. Both of these increases resulted in preliminary calculations of an 11.3% MDAA increase over fiscal year 2017.

NWSRA's policy states that if the preliminary MDAA calculations drop or rise above or below 2%, the implementation of the 2% floor or the 2% ceiling goes into effect. The 2018 proposed MDAA preliminary calculations resulted in an 11.3% increase. Therefore, the 2% ceiling was used for the proposed 2018 MDAA calculations resulting in an increase of \$83,042.75.

Recommendation

Staff recommends that the A&F Committee recommends that the board approve the NWSRA Assessment Resolution No. R17-002 ratifying the assessment for calendar year 2018 in the amount of \$303,525.29 as recommended by the Board of Trustees of NWSRA.