



Lake County Illinois

Legislation Text

File #: 22-1663, Version: 1

Resolution authorizing the reallocation of capital for the one-time use of various capital projects as well as to fund reserves for long-term capital needs through an emergency appropriation and authorization of transfer of fund balance from the General Fund (Fund 101) to the General Fund Capital Improvement Program Fund (Fund 106).

- Lake County established a separate General Fund Capital Improvement Program Fund to better isolate the capital operations of the County from General Fund operations several years ago.
- At the completion of the annual audit, the County Board determines the use of any surplus funds. These must be one-time uses for capital improvements or other one-time uses, in accordance with Finance Policy.
- During a discussion of the Finance & Administrative Committee on October 20, 2022, it was determined that the amount available at the end of Fiscal Year 2021 would be used in part to fund the FY2023 Capital Improvement Plan, including major and routine capital projects in Enterprise Information Technology as well as Facilities and Construction, along with major equipment for DOT, technology needs for the Sheriff's Office and a printer for the Support Services Division of the County Administrator's Office, with the remaining amount going into reserves for future capital projects.
- This action is needed to declare the amount as surplus and to move the funds from General Fund Operations (Fund 101) into General Fund Capital Improvement Program (Fund 106) in the amount of \$15,273,359 for prior capital year reallocations; \$4,000,000 for FY22 capital reallocation; \$10,112,831 for the FY 23 Capital Plan; and \$7,740,147 for Long Term Capital Reserves.

RESOLUTION

WHEREAS, Policy 3.2 of the Finance Policies, *Fund Balance Reserve Policy*, Section 5.9, states, "The County Board shall designate excess undesignated reserves, above the 29% minimum threshold, for the purpose of funding future capital and technology projects or other one-time expenditures"; and

WHEREAS, it is in the best interest of Lake County to use the surplus resulting from the Fiscal Year 2021 for the purposes of designated projects of various types and future, planned capital improvements; and

WHEREAS, it is necessary to emergency appropriate a budgetary transfer from the General Fund Operating Fund to the General Fund Capital Fund and subsequently to conduct a journal entry to facilitate the transfer of fund balance from operating to capital.

NOW, THEREFORE, BE IT RESOLVED, by the Lake County Board, that an emergency appropriation is hereby authorized as designated in the attachment hereto; and

BE IT FURTHER RESOLVED, that the Finance Department is authorized to conduct a journal entry to transfer the fund balance as indicated.

DATED at Waukegan, Illinois on November 15, 2022.