

# J. Sterling Morton HSD 201

## FY 17 BUDGET

### 2016-2017

## Board of Education Meeting

### September 14<sup>th</sup>, 2016

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CFO/TREASURER



# FY17 Tentative Budget Factors

## Revenues

- CPPRT (Corporate Personal Property Replacement Tax) Repayment
- Grant Allocations
- General State Aid Allocation



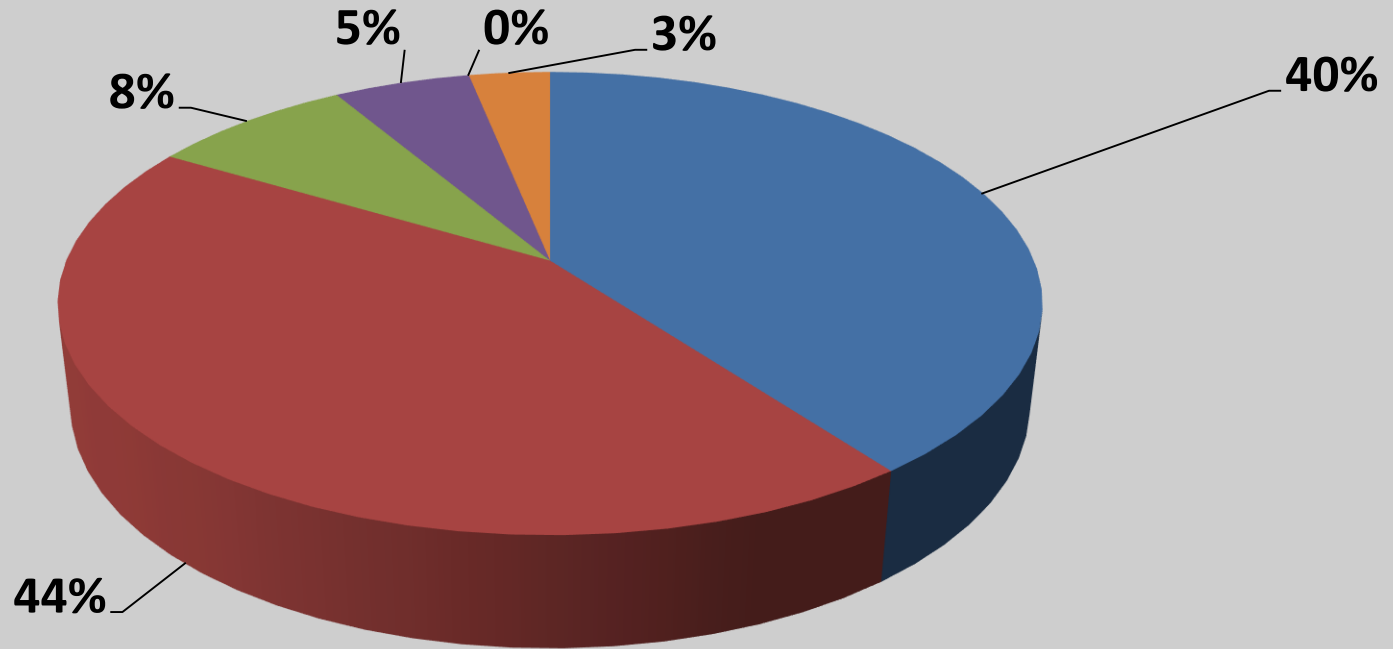
# FY17 Tentative Budget Factors

## Expenditures

- Sectioning/Enrollment?
- Health insurance renewals
- Grants expenditures = final grant allocation which includes the carryover.



# Typical Sources of Revenues



■ PROPERTY TAXES ■ STATE ■ FEDERAL ■ CPPRT ■ INTEREST ■ OTHER LOCAL

FY17 40% 44% 8% 5% 0% 3%

NOTE - EXCLUDES: DEBT SERVICE FUND



# Financial Factors

## State aid:

- General State Aid \$ 43,244,697
- Other Categorical Aid \$ 6,980,597
  - Special Ed; School Breakfast; Transportation; Drivers Education



# Financial Factors

- CPI Increase
  - Will be used for the FY17 Budget** 1.00%
  - Average for 4 Years 1.75%
  - Average since Tax Cap Legislation 1993- 2015 2.50%
- General State Aid Proration should be fully funded at \$43,244,697
- Decrease in CPPRT Funding starting in January 2017
- Interest Income at historic lows.



# Budgeted Revenues - Operating

• Education	\$80,660,682
• Operations & Maintenance	\$20,040,388
• Transportation	\$3,409,282
• Working Cash	\$12,199
• Total Operating	<b><u>\$104,122,551</u></b>

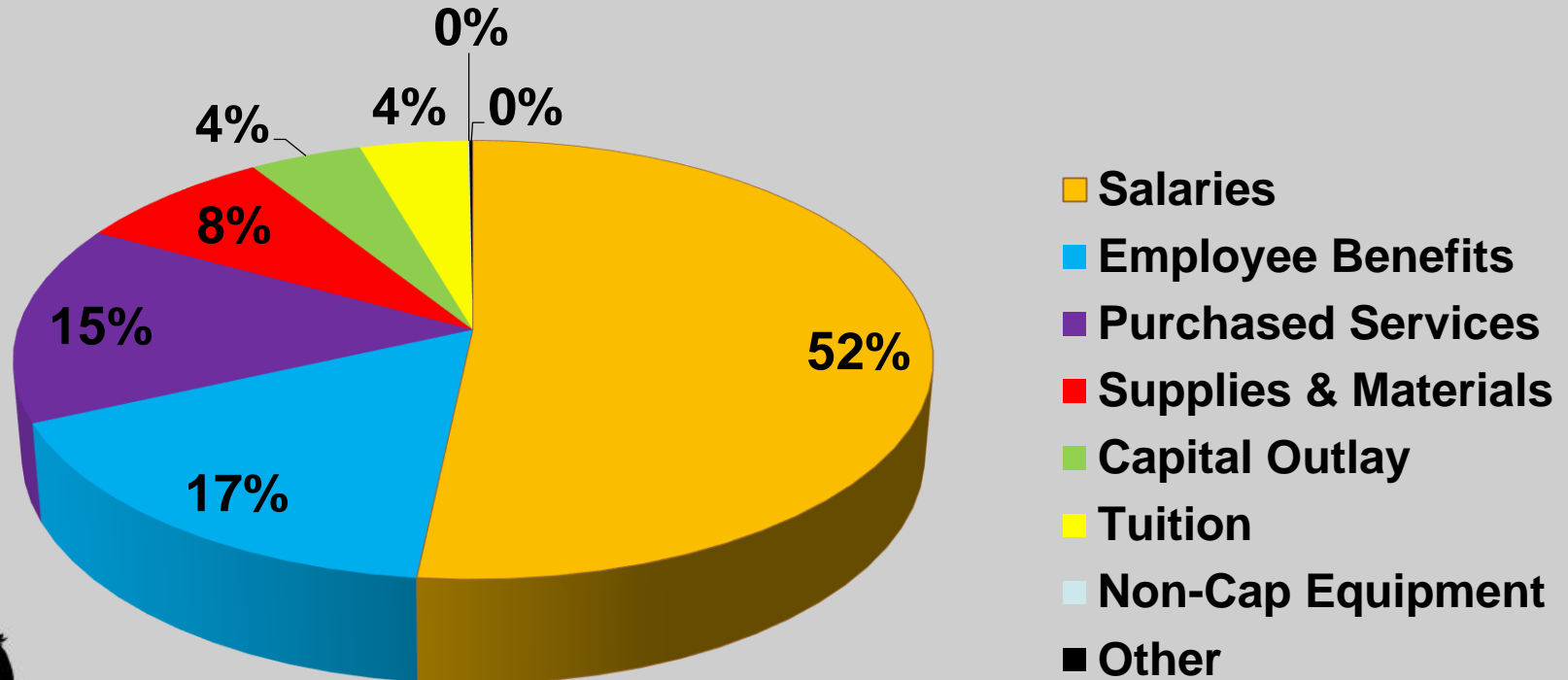


# Budgeted Revenues – Non-Operating





# Typical Types of Expenditures



NOTE - EXCLUDES: TRANSFERS AND ON-BEHALF PAYMENT TO TRS

NOTE - EXCLUDES: DEBT SERVICE FUND

# Summary of Major Expenditures/Factors

- No Shift of Pension Obligation yet to the local Board of Education from the State of Illinois
- Pension Rate for Employer to stay at 0.58%
- THIS (TRS Health) Employer Rate 0.84% (0.4% increase)
- TRS Federal Fund pension rate 38.54% (2.48% increase)
- Health Insurance increase 7.6%
- No increase in Dental Insurance
- Retirees FY 17 – 13, FY 18 – 17



# Factors Affecting Expenditures

- Salaries and benefits account for close to 70% of budget
- Remaining 20% to 30% is spent on everything from band-aids to paper clips, electricity to phones, computers to building maintenance, etc.
- Unpredictable funding stability in Illinois
- Repair and Maintenance of Facilities
- Board commitment to increase enhanced learning opportunities for students.



# Budgeted Expenditures - Operating

• Education	\$80,612,815
• Operations & Maintenance	\$20,006,864
• Transportation	\$3,250,829
Total Operating	<b><u>\$103,870,508</u></b>



# Budgeted Expenditures – Non-Operating

• Bond & Interest	\$9,360,456
• SS/IMRF	\$3,287,784
Total Non-Operating	<b><u>\$12,411,589</u></b>



# FY17 BUDGET ALL FUNDS - SNAPSHOT

	REVENUES	EXPENDITURES
Education	\$80,660,682	\$80,612,815
Operations & Maintenance	\$20,040,388	\$20,006,864
Transportation	\$3,409,282	\$3,250,829
Working Cash	\$12,199	\$0
<b>Total Operating</b>	<b>\$104,122,551</b>	<b>\$103,870,508</b>
SS/IMRF	\$3,354,511	\$3,287,784
Debt Service	\$9,373,240	\$9,360,456
<b>Total – All funds</b>	<b>\$116,850,302</b>	<b>\$116,282,097</b>



# Financial Challenges

Revenues not keeping pace with expenditures

- Heavily dependent of General State Aid
- Lower CPI over time
- Declining new construction
- Rising insurance costs
- CPPRT
- Pension Reforms

Facilities Needs

- Repair, Maintenance



# Balanced Budget

The district is looking at another balanced budget due to responsible spending aimed at our goals. State uncertainty has factored into all districts' equations yet we continue to do more with less. Which cannot continue to happen...





# Major Initiatives in FY 17

- Expansion of One-to-One Computing for additional grade levels
- Life Safety
- Facility study, project maintenance



**QUESTIONS?**

