

KEENEYVILLE SCHOOL DISTRICT 20

**Draft  
2010-2011  
BUDGET**

February 2010

**BUDGET OBJECTIVE**

**To develop and have the Board of Education adopt an operating budget for the 2010-2011 school year for all funds that are within the financial revenue sources of the district.**

Budget Discussion Feb. 2010



## **BUDGET OBJECTIVE**

**Over the past ten years the Board of Education has met its objective of approving a balanced budget in the Education Fund for each fiscal year.**

Budget Discussion Feb. 2010



## **BUDGET OBJECTIVE**

**By annually meeting its financial objectives, the Board of Education has built up its Ed Fund balance to over \$2 million.**

**This provides the district financial flexibility to cover two months of expenditures in the event of negative financial conditions.**

Budget Discussion Feb. 2010

## **Negative Financial Conditions**

**Inability of General Assembly to pass a balanced budget.**

**Inability of the State of Illinois to meet its financial commitments to our district.**

**The length of time it will take our country to work its way out of this economic recession.**

Budget Discussion Feb. 2010

## **Update on the 2009-2010 Budget**

**Our current Ed Fund Budget:**  
**Revenue \$14,041,481**  
**Expenses \$14,041,481**  
**was adopted on 9/24/09 after six months of discussion and input from faculty and staff.**

Budget Discussion Feb. 2010

## **Update on the 2009- 2010 Budget**

**This task was a significant challenge due to the fact that cuts in excess of \$680,000 were needed to attain a balance between declining revenues and increases in expenses.**

Budget Discussion Feb. 2010

## **Current 2009-10 Budget Update**

**A balanced budget was achieved by reducing \$416,000 of salary expenses.**

**This reduction was achieved by not replacing retiring non-certified staff and freezing of salaries of all secretaries, teaching assistants and administrators.**

Budget Discussion Feb. 2010

## **Current 2009-10 Budget Update**

**During the current year, no teacher was released due to budget reductions.**

**During the current year, the duties of reduced staff were assumed by administrators.**

Budget Discussion Feb. 2010

## **Current 2009-10 Budget Update**

**The Board of Education also reduced costs of purchased services \$53,765 and supplies \$177,480.**

Budget Discussion Feb. 2010

## **Current 2009-10 Budget Update**

**As we have reached the halfway point in the year, our efforts to end the 2009-10 fiscal year with a balanced budget hinges on the payments by the State Of Illinois to our district.**

Budget Discussion Feb. 2010

## **Current 2009-10 Budget Update**

**During the current 2009-2010 Budget Year, the district has budgeted for the State to pay the district \$2,705,000.**

**As of the 1/31/10 the State has paid \$1,250,580 of this amount.**

**It owes the district \$1,454,420.**

Budget Discussion Feb. 2010



## **Current 2009-10 Budget Update**

**If we do not receive what is due from the State of IL this year, the district will rely on its fund balance in the Ed Fund to make up the loss of revenue by June 30, 2010.**

Budget Discussion Feb. 2010



## **Current 2009-10 Budget Update**

**If the district did not have this fund balance, we would have to borrow funds and incur interest costs of over \$50,000 to meet our financial obligations for 2009-2010.**

Budget Discussion Feb. 2010



## **Current 2009-10 Budget Update**

**The Board of Education has done all it can to meet its current fiduciary responsibilities and commitment to its tax payers.**

Budget Discussion Feb. 2010



## **2010-2011 Ed Fund Draft Budget**

**Tonight the administration is presenting the Board of Education with its first draft of a very difficult 2010 -2011 Education Fund Budget.**

Budget Discussion Feb. 2010

## Ed Fund Draft Budget 2010-2011

**Revenue \$13,246,361**

**Expenses \$14,075,749**

**Revenue over  
Expenses -\$829,388**

Budget Discussion Feb. 2010

## Ed Fund Local Revenue 2010- 2011

**Local is 77% of all revenue in the Ed Fund  
Local revenue of \$10,256,314 includes :**

- **Real estate taxes ( 95.3%) \$9,782,754**
- **Interest income ( .2%) 19,200**
- **Phil Rock Admin ( 1.7%) 170,359**
- **Student fees ( 1.0%) 104,000**
- **Food service ( 1.8%) 180,000**

Budget Discussion Feb. 2010

## **Revenue Changes from 2009-10 to 2010-2011**

**Local real estate tax revenue is estimated to go from \$9,773,046 to \$9,782,754 an increase of \$9,708.**

**Over the past four years we received an average increase of \$371,000.**

Budget Discussion Feb. 2010

## **Revenue and the Real Estate Tax Cap of 1991**

- **Ed Fund revenue cannot exceed the prior year's national CPI or 5%, whichever is less.**
- **For the 2010-2011 budget, the prior year CPI (for year 2008) was .1%.**
- **The 2009 Tax Levy Extension, which funds the 2010-2011 Budget cannot exceed a .1% increase over the 2008 Tax Levy Extension with the exception of new construction.**

Budget Discussion Feb. 2010

## Revenue and the Tax Cap of 1991

**New construction can be assessed at the current tax rate and does not come under the consumer price index tax cap in the first year.**

**For the 2009 Tax Extension, new construction will not be known until the Spring of 2010.**

Budget Discussion Feb. 2010

## Est. 2009 Levy Extension for Ed Fund

<b>2009 Tax Extension</b>	<b>\$9,782,754</b>
<b>2008 Tax Extension</b>	<b><u>\$9,773,046</u></b>
<b>Dollar increase</b>	<b>\$ 9,708</b>
<b>Percentage Change</b>	<b>.1%</b>

Budget Discussion Feb. 2010



## **Revenue Changes from 2009-10 to 2010-2011**

**Interest income will go from  
\$52,000 to \$19,200, a decrease of  
\$32,800.**

**Student Fees will go from \$125,000  
to \$104,000, a decrease of \$21,000.**

Budget Discussion Feb. 2010



## **Revenue Changes from 2009-10 to 2010-2011**

**Food Sales income will go from  
\$192,852 to \$180,000, a decrease  
of \$12,852.**

**Student fees and food sales are  
declining due to the economic  
condition of our parents.**

Budget Discussion Feb. 2010

## Increase in Free & Reduced

Free and Reduced Program as of 2/18/2010						
Enrollment 8/31/09	School			09-10	08-09	07-08
509	Greenbrook	328	Free	64%	56%	45%
		45	Reduced	9%	6%	11%
					73%	63%
	<b>Total Kids</b>	<b>373</b>		<b>373</b>	<b>335</b>	<b>301</b>
518	Spring Wood	230	Free	44%	39%	31%
		38	Reduced	7%	5%	7%
					52%	44%
	<b>Total Kids</b>	<b>268</b>		<b>268</b>	<b>233</b>	<b>205</b>
545	Waterbury	116	Free	21%	13%	10%
		20	Reduced	4%	4%	2%
					25%	17%
	<b>Total Kids</b>	<b>136</b>		<b>136</b>	<b>89</b>	<b>69</b>
<b>1572</b>	<b>Grand Total</b>	<b>777</b>		<b>777</b>	<b>657</b>	<b>575</b>
	% of District on Free		49%			
	# Increase	120				
	% Change	18%				

## Ed Fund State Revenue 2010-2011

**State is 15% of all revenue in the Ed Fund**  
**State revenue includes:**

	<b>2009-10</b>	<b>2010-11</b>
• State aid	<b>1,703,191</b>	<b>1,153,304</b>
• Sp. Ed.	<b>658,808</b>	<b>542,486</b>
• Stars Grant	<b>203,426</b>	<b>203,426</b>
• Other	<b>51,591</b>	<b>51,564</b>
• Bilingual	<b>88,046</b>	<b>0</b>
<b>Total State</b>	<b>\$2,705,062</b>	<b>\$1,954,780</b>
	<b>Decrease of \$750,263</b>	

Budget Discussion Feb. 2010

## Revenue Changes 2010-2011

**Our revenue from the State of Illinois will decrease an estimated \$750,283 due to the State's lack of funds to meet its financial obligations to our school district.**

Budget Discussion Feb. 2010

## Ed Fund Federal Revenue

**Federal is 8% of all revenue in Ed Fund**

	<b>2009-10</b>	<b>2010-11</b>
• IDEA Sp. Ed.	\$270,270	\$270,270
• Lunch and milk	277,884	289,989
• Medicaid	136,872	136,872
• Title I	247,228	247,228
• Title II	65,650	65,650
• Title III	17,600	17,600
• Title IV	7,659	7,659
<b>Total Federal</b>	<b>\$1,023,163</b>	<b>\$1,035,268</b>

**An increase of \$12,105**

Budget Discussion

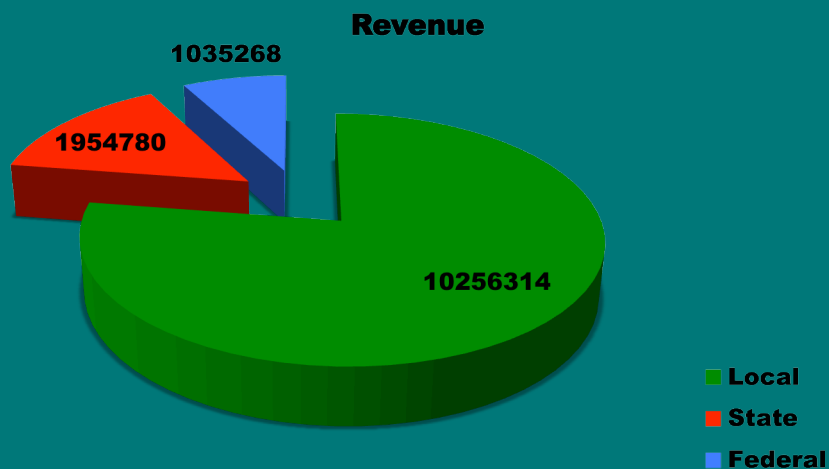
## Revenue Changes 2010-2011

**Federal Revenue is estimated to remain the same in the area of Title Programs and IDEA Grants for the next fiscal year, 2010-2011.**

**Federal revenue will increase \$12,105 due to our participation in the Breakfast and Lunch Program where we have seen 18% more students eligible for this program over last year**

Budget Discussion Feb. 2010

## Sources of Revenue Ed Fund



Budget Discussion Feb. 2010

## 2010-2011 Ed Fund Expenditures

**91%** of the Ed Fund operating budget is due to the following obligations:

- **Salaries (70%)**
- **Benefits (14%)**
- **Special education programs (7%)**

The remaining (**9%**) is used for purchased services, supplies, and equipment.

Budget Discussion Feb. 2010

## Salary Expenditures

<b>2009-2010</b>	<b>2010-2011</b>
<b>\$ 10,018,098</b>	<b>\$9,859,017</b>
<b>Dollar Change</b>	<b>-\$159,081</b>
<b>% Change</b>	<b>-1.59%</b>

**Percent of Total  
Budget 70%**

Budget Discussion Feb. 2010

## Salary Expenditures By Category

Salaries are 70% of Ed Fund budget

	<b>2009-2010</b>	<b>2010-2011</b>
<b>Teacher Regular</b>	<b>\$5,771,537</b>	<b>\$5,604,312</b>
<b>Teacher Sp. Ed.</b>	<b>1,580,149</b>	<b>1,600,683</b>
<b>Support Staff</b>	<b>942,062</b>	<b>942,062</b>
<b>Salaries Grants</b>	<b>504,935</b>	<b>485,021</b>
<b>Extra Duty</b>	<b>172,337</b>	<b>172,337</b>
<b>Administration</b>	<b>1,047,078</b>	<b>1,054,602</b>
<b>Grand Total</b>	<b>\$ 10,018,098</b>	<b>\$9,859,017</b>
<b>Decrease of -\$159,081</b>		

Budget Discussion Feb. 2010

## Benefit Expenditures

<b>2009-2010</b>	<b>2010-2011</b>
<b>\$1,734,381</b>	<b>\$1,927,727</b>
<b>Dollar Change</b>	<b>\$193,346</b>
<b>% Change</b>	<b>11.15%</b>
	<b>Percent of Total Budget 14%</b>

Budget Discussion Feb. 2010

## Benefit Expenditures By Category

	<b>2009-2010</b>	<b>2010-2011</b>
<b>Health, dental, life</b>	<b>\$1,341,649</b>	<b>1,448,981</b>
<b>Employer Pension</b>	<b>185,395</b>	<b>200,074</b>
<b>Early Retirement</b>	<b>157,337</b>	<b>228,672</b>
<b>Tuition Reimbursement</b>	<b>50,000</b>	<b>50,000</b>
<b>Grand Total</b>	<b>\$1,734,381</b>	<b>1,927,727</b>
<b>Dollar Increase</b>	<b>\$193,346</b>	

Budget Discussion Feb. 2010

## Special Ed Expenditures

	<b>2009-2010</b>	<b>2010-2011</b>
	<b>\$992,248</b>	<b>\$992,248</b>
<b>Dollar Change</b>		
<b>% Change</b>		<b>\$0</b> <b>0%</b>
		<b>Percent of Total Budget 7%</b>

Budget Discussion Feb. 2010

## Purchased Services Expenditures

**2009-2010**

**\$975,449**

**2010-2011**

**\$975,449**

**Dollar Change**

**\$0**

**% Change**

**0%**

**Percent of Total  
Budget 7%**

Budget Discussion Feb. 2010

## Purchased Services Includes

- **Liability insurance**
- **Legal fees**
- **Copier leases**
- **Worker's compensation insurance**
- **Staff development**
- **Mileage and travel reimbursement**
- **Special ed. services for speech, psychological evaluations and social work.**

Budget Discussion Feb. 2010

## Supply Expenditures

**2009-2010**  
**\$227,057**

**2010-2011**  
**\$227,057**

**Dollar Change**

**\$0**

**% Change**

**0%**

**Percent of Total  
Budget 1.6%**

Budget Discussion Feb. 2010

## Supplies Include

**Textbooks, library books, periodicals,  
and computer software**

**Paper and printer cartridges**

**Art, music, and PE supplies**

**Technology supplies**

**Instructional supplies**

Budget Discussion Feb. 2010

## Equipment Expenditures

**2009-2010**

**\$73,300**

**2010-2011**

**\$73,300**

**Dollar Change**

**\$0**

**% Change**

**0%**

**Percent of Total  
Budget less than  
1%**

Budget Discussion Feb. 2010

## Equipment Includes

**Food Service Equipment  
Computers and printers  
Tables, desks and chairs  
Bookcases, overhead projectors  
Other equipment with a life value of  
five or more years.**

Budget Discussion Feb. 2010

## **Draft of 2010-11 Budget**

**The Board of Ed's major objective in the budget adoption process has been its consistent commitment to its students and tax payers.**

Budget Discussion Feb. 2010

## **DRAFT of the Ed Fund 2010-2011 Budget**

<b>2010-11 Revenue</b>	<b>\$13,246,361</b>
<b>2010-11 Expenses</b>	<b>\$14,075,749</b>
<b>Current Deficit</b>	<b>-\$829,387</b>

Budget Discussion Feb. 2010

## **DRAFT of the Ed Fund 2010-2011 Budget**

**Due to the significant decreases in our revenue sources the administration requests the Board of Education tonight to implement budget reductions in force, elimination of positions not filled in our current budget and for the second year in a row freeze the salaries of all teaching assistants, secretaries, custodians and administrators.**

Budget Discussion Feb. 2010

## **DRAFT of the Ed Fund 2010-2011 Budget**

**The reductions in force recommended for the 2010-2011 Education Fund Budget are as follows:**

Budget Discussion Feb. 2010

## **Reduction in Force for 2010-2011**

<b>Supervision for lunch, bus, clubs and activities</b>	<b>\$128,213</b>
<b>Mentor Stipends</b>	<b>\$8,000</b>
<b>Sports Program</b>	<b>\$36,124</b>

Budget Discussion Feb. 2010

## **Reduction in Force for 2010-2011**

<b>Federal Title 1 Grants</b>	<b>\$117,216</b>
<b>State of IL Stars and 0 to 3 Grant Program</b>	<b>\$149,597</b>
<b>Teachers K-8 Due to Retirement</b>	<b>\$160,076</b>

Budget Discussion Feb. 2010

## **Reduction in Force for 2010-2011**

<b>Reduction of 9 non-tenured Teaching positions</b>	<b>\$370,200</b>
<b>Library</b>	<b>\$107,569</b>
<b>Psychologist</b>	<b>\$ 30,676</b>
<b>Social Workers</b>	<b>\$ 77,601</b>

Budget Discussion Feb. 2010

## **Reduction in Force for 2010-2011**

<b>Speech</b>	<b>\$ 94,301</b>
<b>District Nurse</b>	<b>\$ 66,302</b>
<b>Benefit Savings</b>	<b>\$ 224,000</b>
<b>Administration</b>	<b>\$ 11,000</b>

Budget Discussion Feb. 2010



## **Reduction in Force for 2010-2011**

**The Board of Education is being  
asked to approved after the  
factoring in of unemployment  
benefits total reductions of:**

**\$1,369,713**

Budget Discussion Feb. 2010



## **Questions**

Budget Discussion Feb. 2010