

GLENBROOK HIGH SCHOOLS
Office of the Assistant Superintendent for Business Affairs
Regular Meeting – Monday, March 22, 2010

TO: Dr. Michael Riggle

FROM: Hillarie Siena

DATE: March 22, 2010

RE: Update of Financial Projections – Comprehensive Budget Reduction Plan

Overview

The financial projections as presented, updated March 22, 2010, contain budgetary data for the current fiscal year plus five years FY2011 through FY2015. The projection also includes two years of prior data for historical purposes.

Assumptions

The updated projections are based upon the following budget assumptions:

- Revenue includes General State Aid at \$1.1M (Governor Quinn's budget proposal 3/10/10; FY2006 level). This represents a reduction of 36% from the District's current allocation, BUT, in anticipation of a state reduction in the foundation level, the projection has always included GSA at the FY2006 of \$1.1M (No change in the projection).
- Revenue includes categoricals at a 79% funding level (Governor Quinn's budget proposal 3/10/10). This represents a reduction of 21% from the District's current allocation, BUT, in anticipation of a state reduction, the original projection was at an 80% funding level, and has been further reduced by an additional 1%.
- It is important to note that reductions that may be considered as one-time occurrences, impact future formula-driven expenditures, resulting in increased cost savings over time.

Budget Adjustments – Revenue FY2011 (Total Increase = \$127,000)

- Reinstated towel/material fees +\$100K
- Increase Driver Education behind the wheel fee from \$250 to \$350 +\$30K
- Increase parking sticker fee by 5.6% from \$270 to \$285 +\$17K
- Participation in the EnerNOC energy grid program +\$60K
- Board of Education bus subsidy for zero increase (actual increase 1/10%) and sibling rider 50% discount (\$80K)

Budget Adjustments – Expenditures: FY2011 (Total Reduction = \$730,000)

- Implement convenience fee FY2011 (\$55K) reduction in expenditures
- Adjustment to the building budget allocation of (\$100K) each building in FY2011 (\$200K reduction to capital projects)
- Reduction in technology budget FY2011 (\$430K) reduction in departmental expenditures
- Outsource food service web store FY2011 (\$30K) reduction in expenditures for credit card fees
- Reduction in ADM color copying FY2011 (\$15K) reduction in departmental expenditures

Budget Adjustments – Expenditures: FY2012 (Total Reduction = \$1,048,000)

- Building budget allocation CPI freeze from 2.7% to 0% for FY2012 (increase based upon enrollment only) (\$29K)
- Reduction in certificated staff (1.0 FTE) per building, based upon attrition by FY2012 (\$120K)
- Reduction in certificated staff (1.0 FTE) administrative by FY2012 (\$80K)
- Reduction in ESP staffing (2.0 FTE) per building, based upon attrition by FY2012 (\$140K)
- Reduction in ESP staffing (1.0 FTE) central office, based upon attrition by FY2012 (\$35K)
- Reduction in benefits including pension costs, for staffing reductions by FY2012 (\$144K)
- Future additional budget reductions as needed FY2012 (\$500K)

Budget Adjustments – Expenditures: FY2013 - 2015 (Total Reduction = \$1,000,000)

- No ESP staffing increases in FY2013 and FY2014
- Future building budget impact of 0% CPI increase FY2013 - 2015 (\$260K)
- End of the Off Campus lease in FY2013 (\$240K) reduction in expenditures
- Future additional budget reductions as needed FY2013 (\$500K)

PROJECTED FUND BALANCES - REVISED 3/22/10

	2008	2009	2010	2011	2012	2013	2014	2015
Current 3/22/10	54.7%	54.6%	59.1%	58.5%	58.1%	54.5%	48.8%	41.3%
Revised 2/1/10	54.7%	54.6%	58.0%	55.6%	52.2%	46.1%	38.0%	28.4%
Original 12/28/09	54.7%	54.6%	57.6%	53.7%	49.3%	41.8%	32.5%	21.6%
06 Benchmark	50.1%	49.8%	48.0%	45.8%	43.1%	40.1%	35.1%	28.1%
Board Goal	33.0%	33.0%	33.0%	33.0%	33.0%	33.0%	33.0%	33.0%

