

GLENBROOK HIGH SCHOOLS
Office of the Assistant Superintendent for Business Affairs
Regular Meeting Monday, April 26, 2010

TO: Dr. Michael Riggle

FROM: Hillarie Siena

DATE: April 26, 2010

RE: Discussion – FY2010/11 Draft Budget

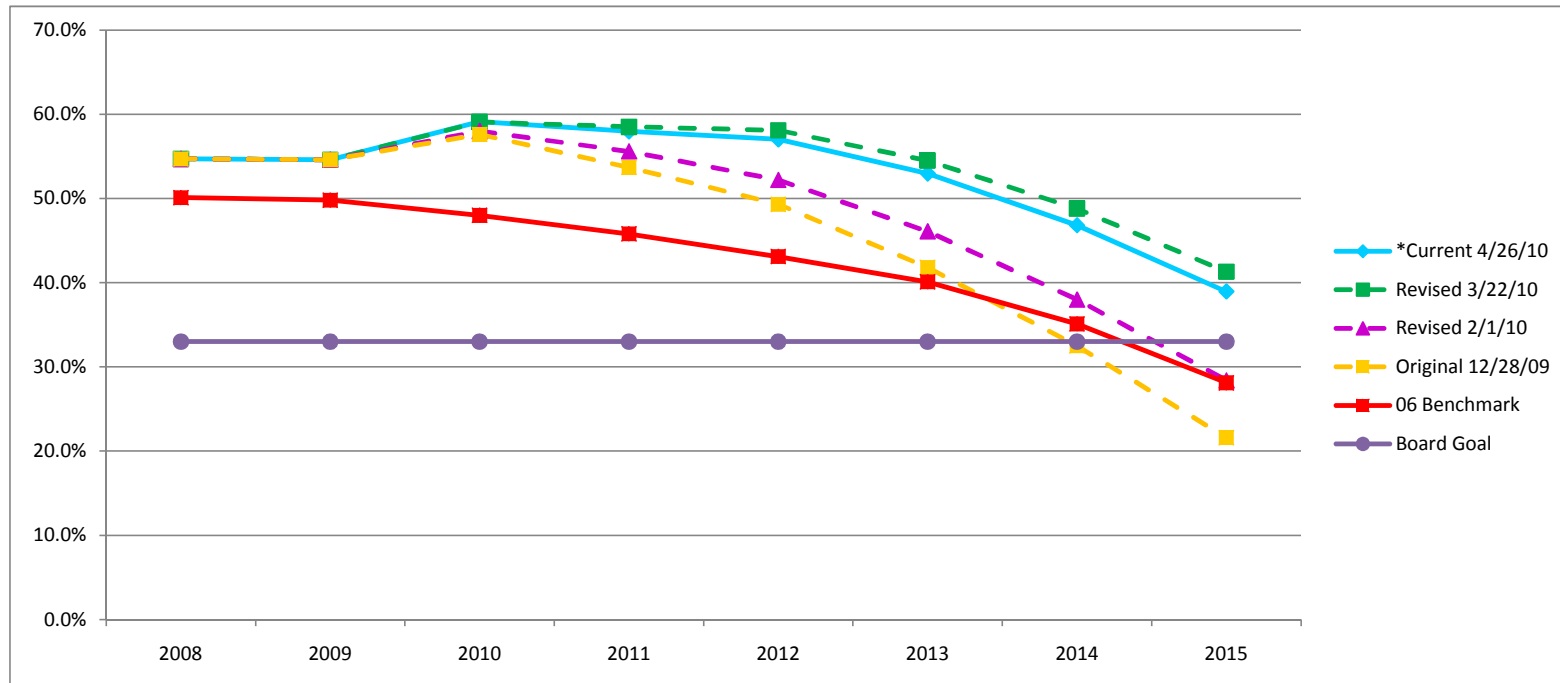
Following is a summary of the FY2010/11 draft budget. The FY2010/11 draft budget contains a preliminary estimate of revenues and expenditures and reflects an anticipated balanced budget at the year ending June 30, 2011. The FY2010 estimated actual numbers reflect year-to-date totals as of April 21, 2010. At this date, property tax revenue from the spring installment is still being distributed, as well as other local, state and federal revenue, and no annual revenue transfers have been recorded. FY2010 registrations for the first semester of summer school and for summer camps are currently in process. FY2010 actual expenditures reflect approximately 70% of the budget expended, with the bulk of remaining payroll to be paid out in June 2010. FY2010 annual operating transfers are also not yet recorded, as well as the end-of-year transfer for financial aid. FY2011 early bird bus registration is ongoing and the majority of revenue is not yet received and recorded.

Also included in this packet is an updated fund balance projection, which reflects a reduction in revenue for General State Aid. At a recent meeting with representatives from the Illinois State Board of Education, it has become evident that the State plans to eliminate funding for flat grant districts, which will impact Glenbrook. The net effect of a reduction in General State Aid of approximately \$1.1M, offset by a transfer into the operating funds from the capital projects fund, of the balance of Corporate Personal Property Replacement Taxes in the amount of \$550K, is a permanent decrease in operating revenue of \$550K per year. This reduces the five-year fund balance projection by 2.4%. The elimination of General State Aid not only impacts the operating funds, but causes the capital projects fund to become virtually unfunded. Outside of the life safety projects contained in the 2006 referendum plan, ongoing costs for capital improvements and building infrastructure and maintenance will have no dedicated revenue source. All future capital expenditures will be funded from operating funds via transfer.

PROJECTED FUND BALANCES - REVISED 4/26/10

***As of 4/26/10, NO GENERAL STATE AID IS INCLUDED**

	2008	2009	2010	2011	2012	2013	2014	2015
*Current 4/26/10	54.7%	54.6%	59.1%	58.0%	57.0%	53.0%	46.8%	38.9%
Revised 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%



Revenue Summary - Operating Funds

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Northfield Township High School District 225

Est Actual As of 4/21/10	2011 Budget	Actual vs Budget		Revenue Sources	Footnote	2011 Budget	2006 Projection	Budget vs Projection	
		\$	%					\$	%
Local									
\$ 85,978,331	\$ 85,274,898	703,433	0.8	Property Taxes		\$ 85,274,898	\$ 87,009,651	(1,734,753)	(2.0)
(153,843)	(1,276,000)	1,122,157	(729.4)	Less: Prior Year Refunds		(1,276,000)	(838,880)	(437,120)	34.3
-	2,200,000	(2,200,000)	-	The Glen Make-whole Payments	(1)	2,200,000	2,500,913	(300,913)	-
320,000	2,000,000	(1,680,000)	(525.0)	Corp Rpl Taxes		2,000,000	640,000	1,360,000	68.0
611,988	674,800	(62,813)	(10.3)	Interest		674,800	2,237,508	(1,562,708)	(231.6)
262,781	922,000	(659,219)	(250.9)	Student Fees	(2)	922,000	806,651	115,349	12.5
565,025	1,185,000	(619,975)	(109.7)	Other Local	(3)	1,185,000	1,645,109	(460,109)	(38.8)
926,496	-	926,496	100.0	State - General		-	1,459,877	(1,459,877)	-
2,041,851	1,987,450	54,401	2.7	State-Categorical		1,987,450	2,312,393	(324,943)	(16.3)
896,964	590,000	306,964	34.2	Federal-Categorical		590,000	756,673	(166,673)	(28.2)
-	50,000	(50,000)	-	Transfers	(4)	50,000	-	50,000	100.0
\$ 91,449,592	\$ 93,608,148	\$ (2,158,556)	(2.4)	Sub-total		\$ 93,608,148	\$ 98,529,895	\$ (4,921,747)	(5.3)

Operating Funds are defined as the Education, Operations & Maintenance, Transportation, IMRF and Working Cash Funds exclusive of one-time facilities improvements.

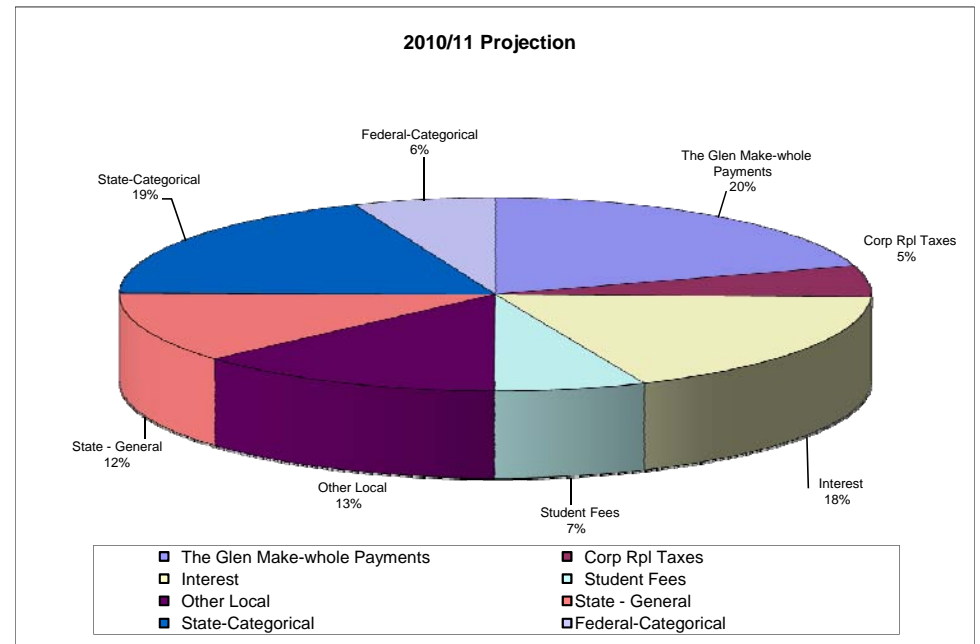
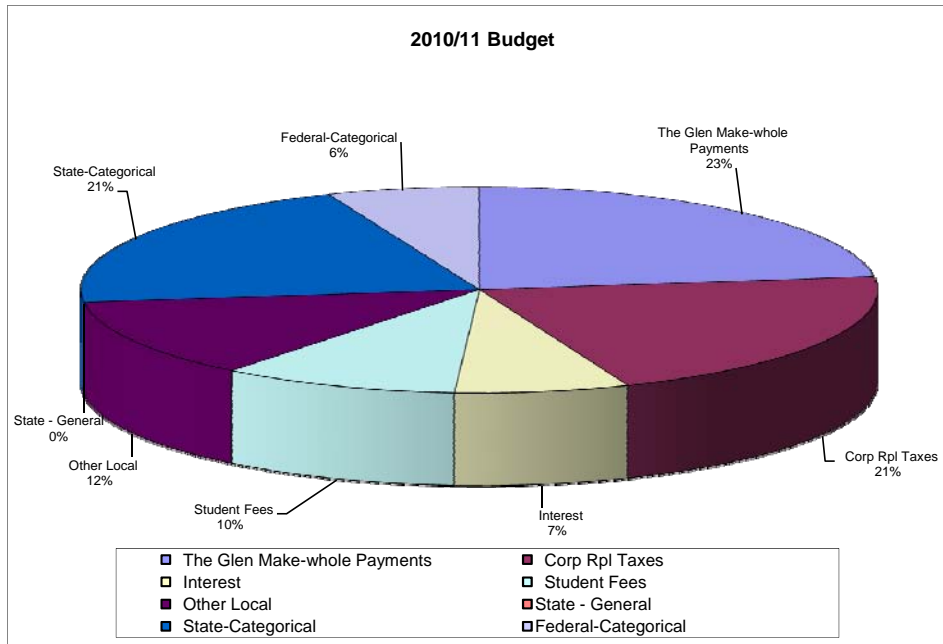
- (1) The Glen Make-whole payment is not yet recorded
- (2) Annual transfers for financial aid are not yet recorded
- (3) Revenue from 2010 summer camps has not been received
- (4) End of year transfers are not yet recorded

Revenue Comparison - Operating Funds

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Northfield Township High School District 225

2010/11 Budget versus 2010/11 Projection - Revenue Categories Exclusive of Property Taxes



Expenditure Summary - Operating Funds

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Northfield Township High School District 225

Est Actual As of 4/21/10	2011 Budget	Actual vs Budget		Expenditure Categories	Footnote	2011 Budget	2006 Projection	Budget vs Projection	
		\$	%			\$		\$	%
42,398,932	61,861,890	(19,462,958)	(45.9)	Salaries		61,861,890	64,785,561	(2,923,671)	(4.7)
10,195,006	13,552,542	(3,357,536)	(32.9)	Employee Benefits		13,552,542	14,115,559	(563,017)	(4.2)
6,214,923	8,427,421	(2,212,498)	(35.6)	Purchased Svcs		8,427,421	9,132,806	(705,385)	(8.4)
2,751,176	3,965,060	(1,213,884)	(44.1)	Supplies		3,965,060	6,461,851	(2,496,791)	(63.0)
1,095,906	1,396,075	(300,169)	(27.4)	Capital Outlay		1,396,075	547,534	848,541	60.8
140,235	219,475	(79,240)	(56.5)	Other		219,475	122,553	96,922	44.2
-	648,330	(648,330)	-	Transfers	(1)	648,330	-	648,330	100.0
2,473,169	3,034,600	(561,431)	(22.7)	Tuition		3,034,600	3,025,702	8,898	0.3
\$ 65,269,347	\$ 93,105,393	\$ (27,836,046)	(42.6)	Sub-total		\$ 93,105,393	\$ 98,191,566	\$ (5,086,173)	(5.5)

Operating Funds are defined as the Education, Operations & Maintenance, Transportation, IMRF and Working Cash Funds exclusive of one-time facilities improvements. Contingencies are excluded from the budget for comparability purposes.

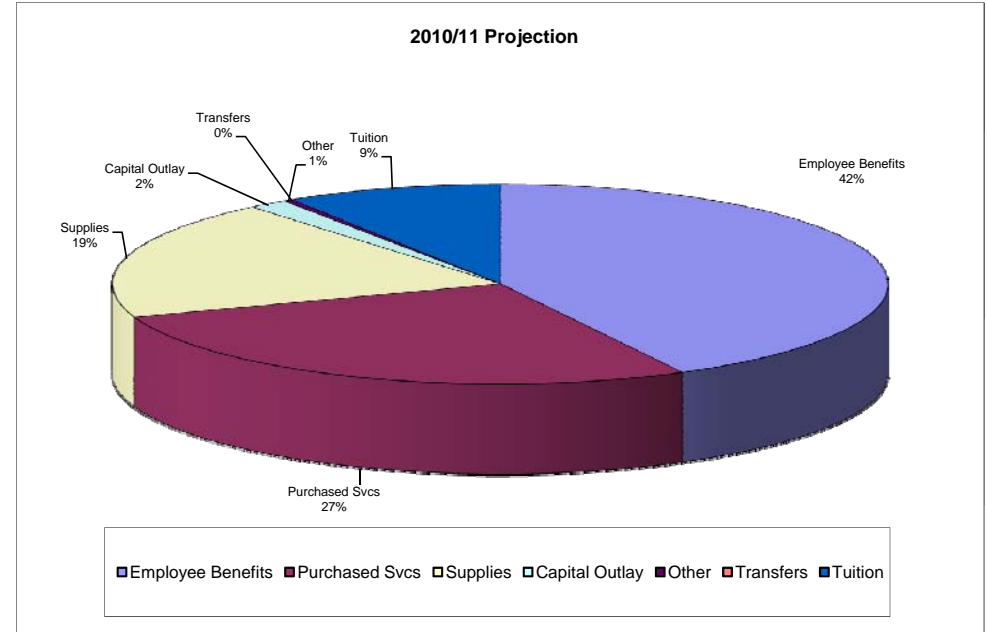
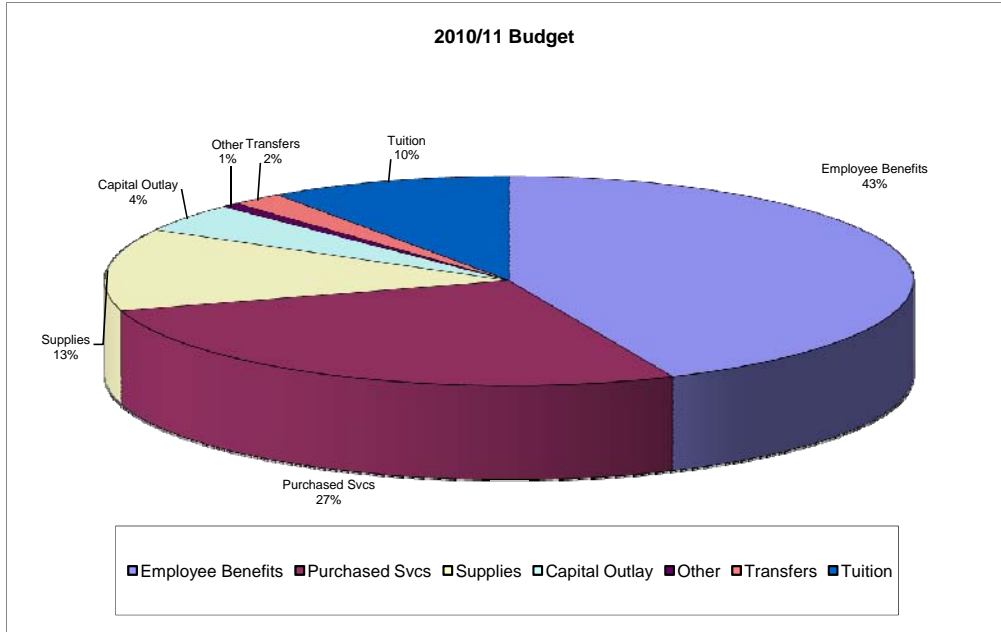
(1) End of year transfers are not yet recorded

Expenditure Comparison - Operating Funds

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Northfield Township High School District 225

2010/11 Budget versus 2010/11 Projection - Expenditure Categories Exclusive of Salaries



Summary - Operating Funds

Northfield Township High School District 225

DRAFT AS OF 4/21/10

Actual* As of 4/21/10	2011** Budget	Actual vs Budget	Change in Financial Status	2011 Budget	2006 Projection	Budget vs Projection
\$ 26,180,245	\$ 502,755	\$ 25,677,490	Budget Surplus/Shortfall	\$ 502,755	\$ 338,329	\$ 164,426
77,119,608	77,622,363	\$ (502,755)	Estimate Ending Balance	77,622,363	47,500,393	\$ 30,121,970
82.8%	83.9%	-1.1%	% of Next Year's Expenditures	83.9%	45.8%	38.1%
48.0%	45.8%	2.2%	FY06 Benchmark	45.8%	45.8%	0.0%
34.8%	38.1%	-3.3%	Difference	38.1%	0.0%	38.1%

*Actual reflects three-fourths of the year completed, with approximately 70% of budget expended. Estimated ending fund balance represents year-to-date as of 4/21/10.

**FY2011 budgeted surplus of \$503K reflects a balanced draft budget.

2009/10- Actual versus Budget Summary

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Northfield Township High School District 225

Categories	Actual	Budget	Difference	%	
Revenue					FY2010 Adj Budget - Revenues
Education	82,761,899	79,127,323	3,634,576	105%	90,778,419 Budget (adopted 9/21/09)
Operations & Maintenance	4,176,340	5,302,882	(1,126,542)	79%	714,820 Budget transfers for approved grant budgets
Transportation	1,145,287	2,552,412	(1,407,125)	45%	200,000 Fund 28 now operating
IMRF	2,323,331	2,598,236	(274,905)	89%	
Working Cash	1,042,736	1,197,566	(154,830)	87%	
Sub-total:	<u>91,449,592</u>	<u>90,778,419</u>	<u>671,173</u>	101%	<u>91,693,239</u>
Expenditures					FY2010 Adj Budget - Expenditures
Education	56,300,473	78,148,957	(21,848,484)	72%	93,911,083 Budget (adopted 9/21/09)
Operations & Maintenance	5,443,401	9,965,614	(4,522,213)	55%	(650,000) Less Contingencies
Transportation	1,527,995	2,386,512	(858,517)	64%	714,820 Budget transfers for approved grant budgets
IMRF	1,997,478	2,760,000	(762,522)	72%	581,865 Fund 28 now operating (incl debt service transfer \$370K)
Working Cash	-	-	-	0%	
Sub-total:	<u>65,269,347</u>	<u>93,261,083</u>	<u>(27,991,736)</u>	70%	<u>94,557,768</u>
Rev (+/-) Exp	<u>26,180,245</u>	<u>(2,482,664)</u>	<u>28,662,909</u>		

Operating Funds are defined as the Education, Operations & Maintenance, Transportation, IMRF and Working Cash Funds exclusive of one-time facilities