

# Valley View School District 365U

## 2013-2014 Final Budget Draft

September 23rd, 2013

## Changes for 2013-2014:

- Overall budget \$243,379,813 (excludes \$35.7 million TRS On-Behalf payment)
- Operating funds \$220,582,238 (increase of \$2.23 million or 1.03% from FY13)
- Total local resources \$177.66 million
- Total state funding \$ 42.55 million
- Total federal dollars \$ 14.29 million
- Benefits are budgeted for an increase of 7% in claims costs, and negotiated changes in the area of premiums have been incorporated into the budget.
- The major changes to expenditures are:
  - Increase of \$1.56 million in our scheduled debt service payment
  - Anticipated increase in salary costs per labor agreements
  - Book entry increase of TRS on-behalf payment of \$8.2 million
  - Incorporation of technology upgrade lease costs of \$850,000
  - Decrease in Workers' Compensation costs by \$300,000

## **Budget Revisions Since Tentative Budget was Put on Display**

- Addition of \$120,000 in salary for Key leaders at the elementary level, as well extended day teacher pay
- Reduction of \$88,780 in WILCO tuition costs to reflect actual enrollment
- Reduce E-Rate revenue in the Education fund by \$445,000 and increase the Operations and Maintenance revenue by same amount to follow expenses
- Reduced Transportation claim reimbursement by \$516,000 to reflect actual claim data

VALLEY VIEW COMMUNITY UNIT SCHOOL DISTRICT 365U  
 Projected Revenues, Expenditures and Fund Balances  
 For Fiscal Year Ending June 30, 2014

	<u>Beginning Fund Balance</u>	<u>Education</u>	<u>Oper. &amp; Maint.</u>	<u>Transportation</u>	<u>IMRF/FICA</u>	<u>Tort</u>	<u>Working Cash</u>	<u>Total</u>
1	-	.	.	.	.	.	.	.
1	<b>**As of June 30, 2013</b>	\$ 30,594,369	\$ 10,224,764	\$ 5,047,905	\$ 2,165,109	\$ 1,051,406	\$ 17,191,453	\$ 66,275,006
2	<b>Revenues:</b>	\$ 172,775,306	\$ 16,358,238	\$ 11,550,425	\$ 7,522,509	\$ 2,716,850	\$ 96,966	\$ 211,020,294
3	<b>Expenses:</b>	\$ 180,872,554	\$ 17,494,930	\$ 11,975,395	\$ 7,522,509	\$ 2,716,850	\$ -	\$ 220,582,238
	<b>Note: excludes TRS On Behalf of \$35.7m</b>							
4	<b>Estimated Ending Balance:</b>	\$ 22,497,121	\$ 9,088,072	\$ 4,622,935	\$ 2,165,109	\$ 1,051,406	\$ 17,288,419	\$ 56,713,062
5	<b>Difference</b>	\$ (8,097,248)	\$ (1,136,692)	\$ (424,970)	\$ -	\$ -	\$ 96,966	\$ 9,561,944)
	<b>% change in fund balance</b>	-26.47%	-11.12%	-8.42%	0.00%	0.00%	0.56%	-14.43%
6	<b># Days cash on hand 6/30/14</b>	45	190	141	105	141		94
	<b>Fund balance divided by (expenses/365)</b>							

\*\* Unaudited

# YEAR TO YEAR BUDGET COMPARISON

## EXPENDITURE OBJECT REPORT SUMMARY

**2013-2014**

**2012-2013**

### ALL FUNDS

<u>Object</u>	<u>Budget</u>	<u>Percent</u>	-	<u>Actual</u>	<u>Percent</u>
Salaries	\$ 138,418,102	56.9%	1.8%	\$ 135,978,651	56.9%
Benefits	\$ 34,250,968	14.1%	5.0%	\$ 32,623,061	13.7%
Purchased Services	\$ 19,607,744	8.1%	16.7%	\$ 16,799,345	7.0%
Supplies and Materials	\$ 11,676,825	4.8%	0.4%	\$ 11,631,034	4.9%
Capital Outlay	\$ 5,114,250	2.1%	-53.0%	\$ 10,879,933	4.6%
Other Objects	\$ 34,005,545	14.0%	12.0%	\$ 30,362,059	12.7%
Non-Capitalized Equip.	\$ 211,379	0.1%	-61.1%	\$ 543,607	0.2%
Post Employment Benefits	\$ 95,000	0.0%	-15.2%	\$ 111,976	0.0%
<b>Total</b>	<b>\$ 243,379,813</b>	<b>100.0%</b>	<b>1.9%</b>	<b>\$ 238,929,666</b>	<b>100.0%</b>

### Education Fund

<u>Object</u>	<u>Budget</u>	<u>Percent</u>	-	<u>Actual</u>	<u>Percent</u>
Salaries	\$ 126,428,402	70.3%	1.9%	\$ 124,116,926	71.5%
Benefits	\$ 25,743,459	14.3%	7.8%	\$ 23,889,980	13.8%
Purchased Services	\$ 10,353,374	5.8%	22.7%	\$ 8,440,551	4.9%
Supplies and Materials	\$ 6,660,770	3.7%	-8.0%	\$ 7,241,478	4.2%
Capital Outlay	\$ 845,300	0.5%	70.2%	\$ 496,694	0.3%
Other Objects	\$ 9,407,970	5.2%	3.5%	\$ 9,092,707	5.2%
Non-Capitalized Equip.	\$ 197,179	0.1%	-13.5%	\$ 228,040	0.1%
Post Employment Benefits	\$ 85,000	0.0%	-15.3%	\$ 100,380	0.1%
<b>Total</b>	<b>\$ 179,721,454</b>	<b>100%</b>	<b>3.5%</b>	<b>\$ 173,606,755</b>	<b>100%</b>

# 2013-14 Sources of Revenue

<u>FUND</u>	<u>Local</u>	<u>State*</u>	<u>Federal</u>	<u>TOTALS</u>
Educational	\$ 122,667,225	\$ 71,523,048	\$ 14,285,033	\$ 208,475,306
Operations and Maintenance	\$ 16,183,238	\$ 175,000		\$ 16,358,238
Debt Service	\$ 23,471,149			\$ 23,471,149
Transportation	\$ 4,989,225	\$ 6,561,200		\$ 11,550,425
IMRF	\$ 7,514,159		\$ 8,350	\$ 7,522,509
Capital Projects	\$ -			\$ -
Working Cash	\$ 96,966			\$ 96,966
Tort	\$ 2,716,850			\$ 2,716,850
Fire Prevention and Safety	\$ 24,445			\$ 24,445
				\$ -
<b>TOTALS</b>	<b>\$ 177,663,257</b>	<b>\$ 78,259,248</b>	<b>\$ 14,293,383</b>	<b>\$ 270,215,888</b>
	<b>66%</b>	<b>29%</b>	<b>5%</b>	<b>100%</b>

\* Includes \$35.7 million in TRS on-behalf payment in book entry only

Percentages change if On-Behalf is NOT included



\$ 177,663,257	\$ 42,559,248	\$ 14,293,383	\$ 234,515,888
<b>76%</b>	<b>18%</b>	<b>6%</b>	

# General State Aid History

	<u>Year</u>	<u>Amount</u>	<u>Difference</u>	<u>% Change</u>
	2005-06	\$ 23,812,660		
	2006-07	\$ 25,344,320	\$ 1,531,660	6.4%
	2007-08	\$ 27,586,853	\$ 2,242,533	8.8%
	2008-09	\$ 26,850,995	\$ (735,858)	-2.7%
	2009-10	\$ 24,256,950	\$ (2,594,045)	-9.7%
	2010-11	\$ 22,902,219	\$ (1,354,731)	-5.6%
	2011-12	\$ 20,444,408	\$ (2,457,811)	-10.7%
	2012-13	\$ 18,739,788	\$ (1,704,620)	-8.3%
Formula	2013-14	\$ 28,736,204	\$ 9,996,416	53.3%
Proration	2013-14	\$ 25,518,329	\$ 6,778,541	36.2%

Formula for 2013-14 GSA entitlement generates \$28,736,204

Due to 88.8% proration, district loss of \$3,218,000

# State Reimbursement for Transportation

*Regular/Vocational Transportation  
reimbursement reduced by 42%  
beginning in FY11*

<u>Year</u>		<u>Amount Lost</u>		<u>Cumulative Impact</u>
2010-11	\$	(1,200,000)	\$	(1,200,000)
2011-12	\$	(1,200,000)	\$	(2,400,000)
2012-13	\$	(1,200,000)	\$	(3,600,000)
2013-14	\$	(1,200,000)	\$	(4,800,000)





# Lost Revenue at the State and Local Level

<u>Source</u>	<u>Cause</u>		<u>2012-13</u>		<u>2013-14</u>
General State Aid	Proration due to lack of state funds	\$	2,268,702	\$	3,217,875
Transportation	Proration of 42% of formula funding				
	for regular and vocational reimbursement	\$	1,200,000	\$	1,200,000
Property tax refund	Adventist Hospital tax refund	\$	1,975,806	\$	1,217,911
	for years 2008, 2009, 2010, 2011				
	4 year repayment ends in 2016				
Refund of property taxes	PTAB Tax Objection settlements	\$	2,594,229		?
	Tax years 2005 thru 2008				
<b>Total of lost revenue due to outside factors</b>		<b>\$</b>	<b>8,038,737</b>	<b>\$</b>	<b>5,635,786</b>