



Mokena School District 159

"Where Children are the First Priority"

11244 Willowcrest Ln.
Mokena, IL 60448
Ph: 708-342-4900 Fax: 708-479-3143



Continuing our Journey

"Investing in Mokena School Dist. 159"

GOING FROM GOOD TO GREAT

August 26, 2015

FY 16 BUDGET PRESENTATION

Agenda

1. Budget Purpose
2. Budget Adoption Procedure
3. Operating Funds Overview: FY15 Actual & FY16 Proposed
4. Budget Questions
5. Budget Notables
6. Questions

Budget Purpose



- ▶ **Compliance**: The State of Illinois mandates that a school district formally adopt a budget. (105 ILCS 5/17-1)
- ▶ **Authority**: The budget provides the spending and taxing authority for the district.
- ▶ **Planning**: The budget provides the framework for supporting the overall mission of the district and accomplishing the overall vision, plan, and goals of the Board.

Budget Adoption Procedure

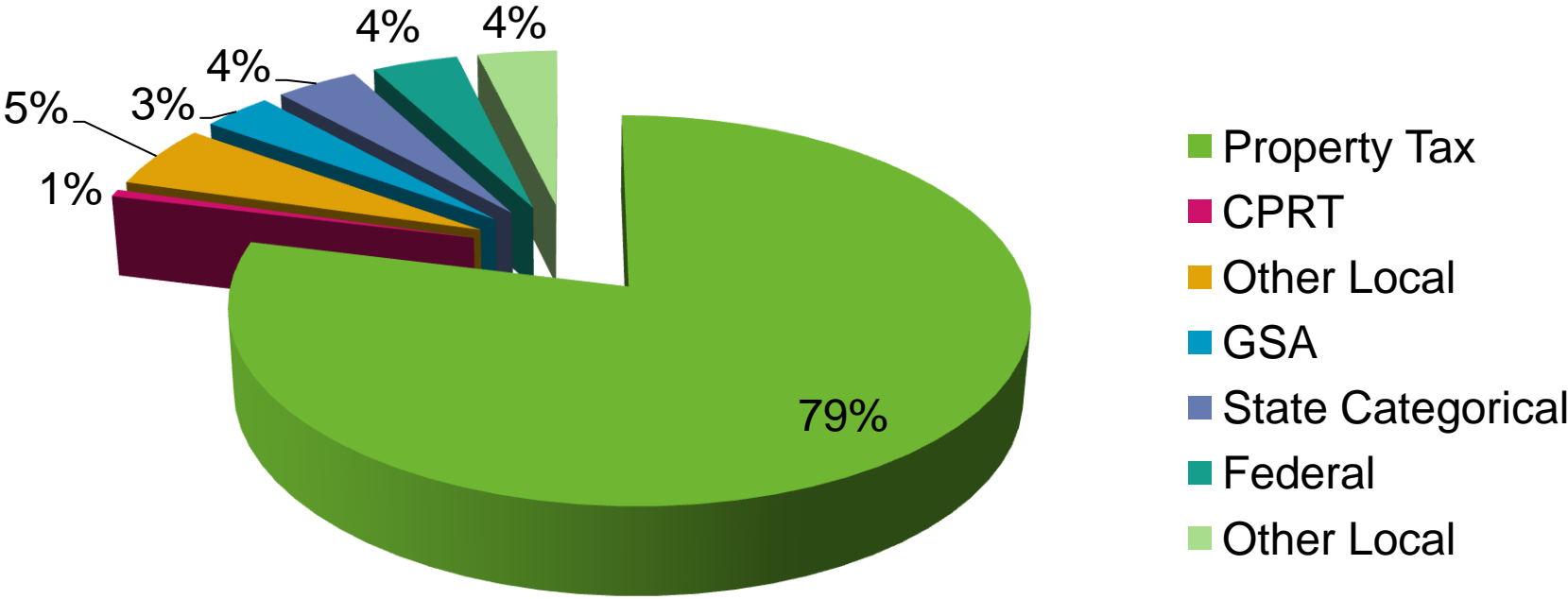


- ▶ **Illinois law requires certain procedures a school board must follow to adopt (approve) an annual budget. These actions include:**
- ▶ **Notice & Posting:** The secretary of the school board publishes a notice of where, when and during what hours the tentative budget will be on display for public inspection and where, when and what time the budget hearing will be held. The tentative budget must be on display for at least 30 days prior to the budget hearing.
- ▶ **Budget Hearing:** Prior to taking final action on the budget, the school board must hold at least one budget hearing. The details of the tentative budget are explained during the hearing and the public may ask questions or provide input on the tentative budget.
- ▶ **Adoption (Vote):** The budget is voted on and adopted (or rejected) by the school board at public meeting held after the budget hearing.
- ▶ **Deadline:** The school district budget must be adopted by the end of the first quarter of the fiscal year (September 30).

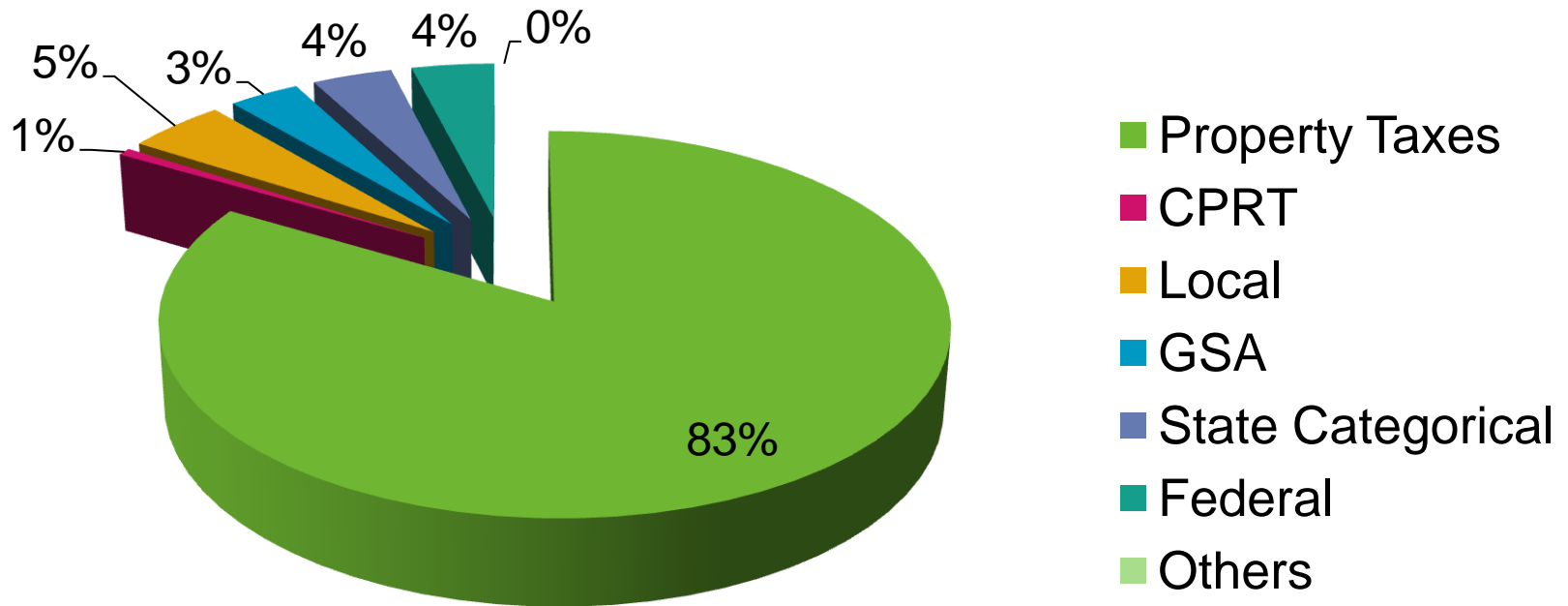
Operating Funds Revenues

Sources of Revenue	FY 15 Actual	FY 16 Proposed	Increase (Decrease)	Percentage
Property Taxes-Local	\$15,720,612	\$16,007,207	\$286,595	1.82%
CPRT	\$125,210	\$124,052	(\$1,158)	-0.92%
Other Local Revenues	\$1,085,051	\$910,920	(\$174,131)	-16.05%
General State Aid	\$661,607	\$653,000	(\$8,607)	-1.30%
State Aid Categorical	\$784,036	\$740,788	(\$43,248)	-5.52%
Federal Aid	\$815,504	\$763,580	(\$51,924)	-6.37%
Others	\$753,877	\$ 0	(\$753,877)	0.00%
Total Revenues	\$19,945,897	\$19,199,547	(\$746,350)	-3.74%

FY15 Operating Funds Revenues Unaudited Actual



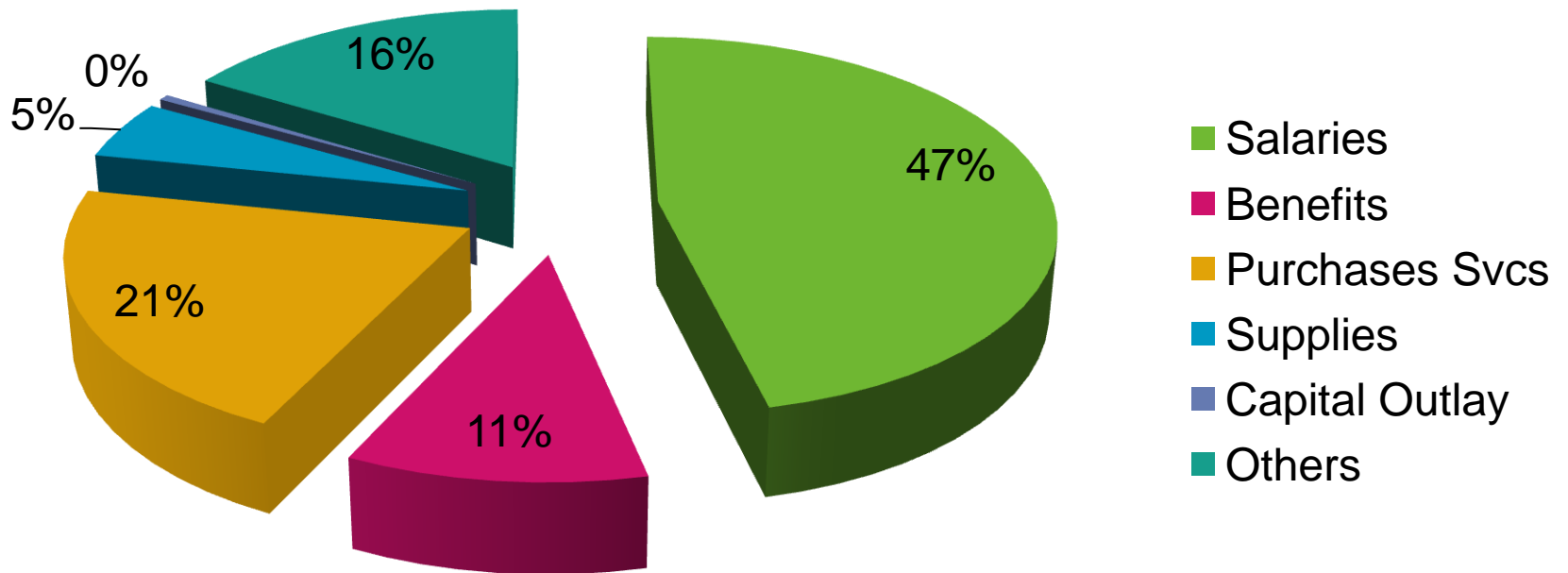
FY16 Operating Funds Revenues Proposed



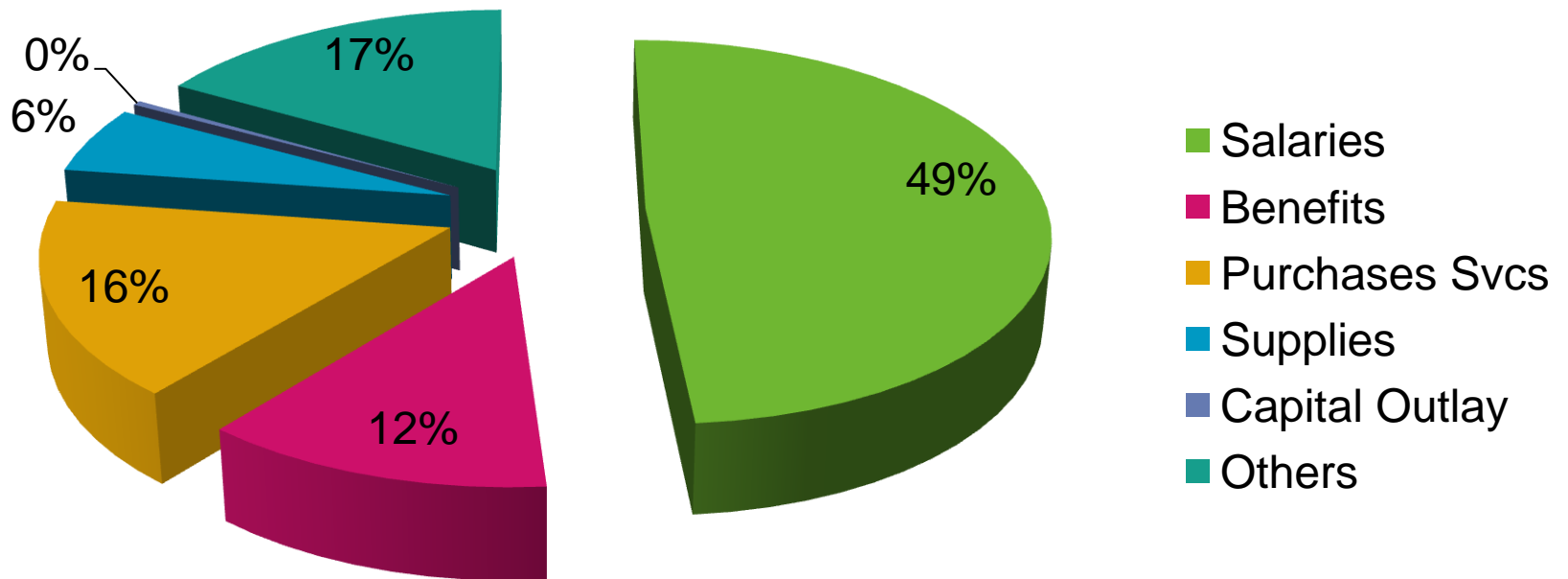
Operating Funds Expenditures

Types of Expenditures	FY15 Unaudited Actual	FY16 Proposed	Increase (Decrease)	Percent
Salaries	\$9,572,111	\$10,418,772	\$846,661	8.13%
Employee Benefits	\$2,173,722	\$2,602,323	\$428,601	19.72%
Purchased Services	\$4,350,189	\$3,488,822	(\$861,367)	-19.80%
Supplies and Materials	\$1,031,638	\$1,208,414	\$176,776	17.14%
Capital Outlay	\$101,910	\$82,500	(\$19,410)	-19.05%
Others	\$3,353,992	\$3,572,514	\$218,522	6.52%
Total Expenditures	\$20,583,562	\$21,373,345	\$789,783	3.84%

FY15 Operating Funds Expenditures Unaudited Actual



FY16 Operating Funds Expenditures Proposed



Budget Questions

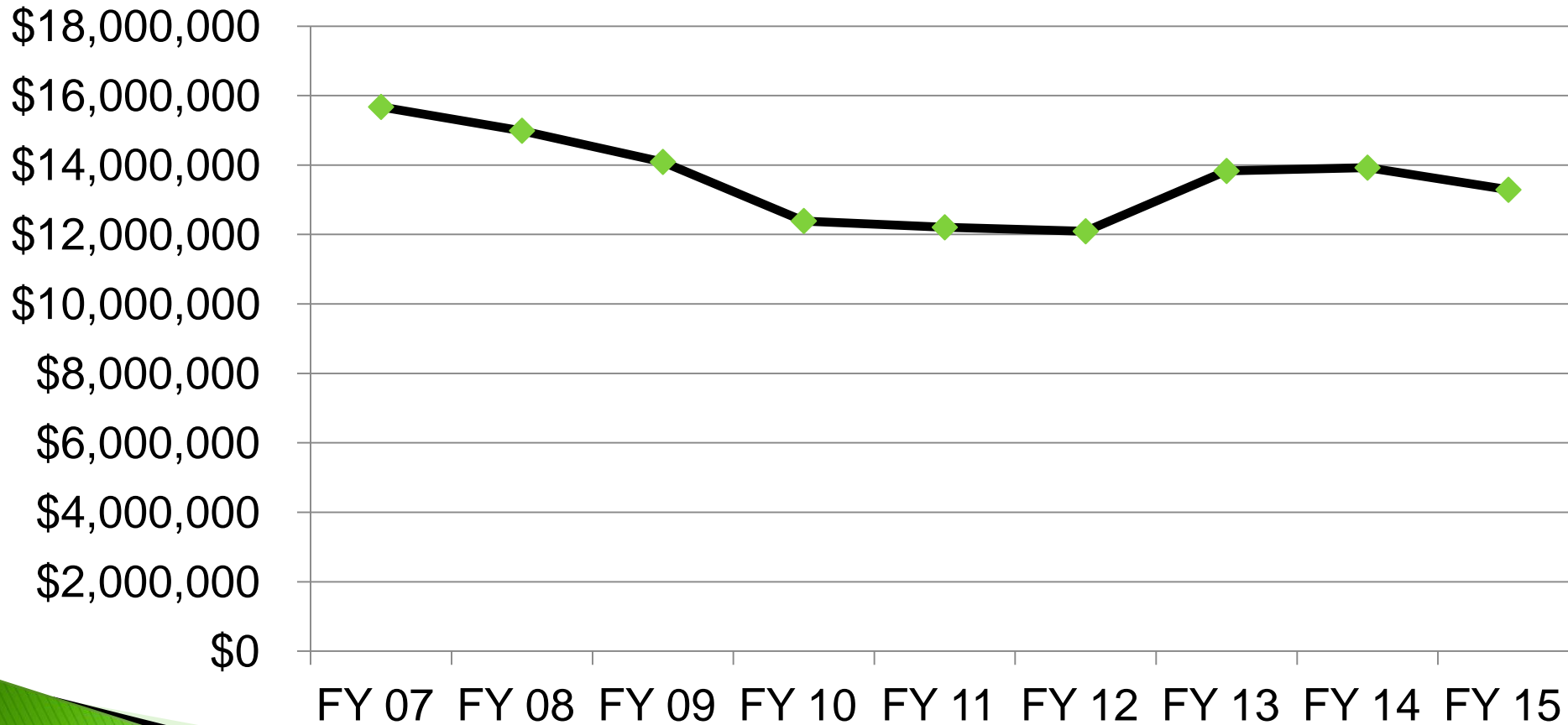


- ▶ How much do we have in the Bank i.e. what are our fund balances?
- ▶ What is our debt service and schedule?
- ▶ What is our revenue/expense history and where are we trending?
- ▶ Does our budget support our mission and plans?

History of Year End Fund Balances

Fiscal Year	Year End - June 30
FY 07	\$15,674,231
FY 08	\$14,987,768
FY 09	\$14,090,517
FY 10	\$12,388,812
FY 11	\$12,207,343
FY 12	\$12,093,070
FY 13	\$13,830,118
FY 14	\$13,925,400
FY 15	\$13,287,736

Year End Fund Balances



Fund Balances

(Board Policy 4:20)

- ▶ The School District shall seek to maintain the year-end average fund balance to **no less than 33% and no greater than 65%** of the annual expenditures. In the event that the year-end average fund balance falls outside of this range the Superintendent or designee shall provide the Board with an explanatory report detailing plans for operating outside the established range and a timeline for returning within this range. For example, implementing a curriculum or technology improvement plan, or saving for a significant capital improvement project.

FY 15 Monthly Ending Fund Balances

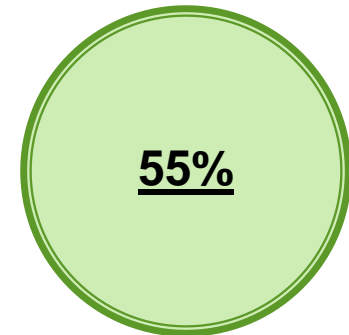
Month	Ending Balance (all Funds)
July	\$12,387,209.89
August	\$11,901,075.18
September	\$16,910,599.75
October	\$15,464,995.97
November	\$11,750,333.77
December	\$10,979,976.94
January	\$9,853,801.53
February	\$8,907,770.70
March	\$8,513,271.53
April	\$7,978,838.63
May	\$8,940,795.91
June	<u>\$13,287,735.91</u>
Average of all Months	\$11,406,367.14

Fund Balance Ratio

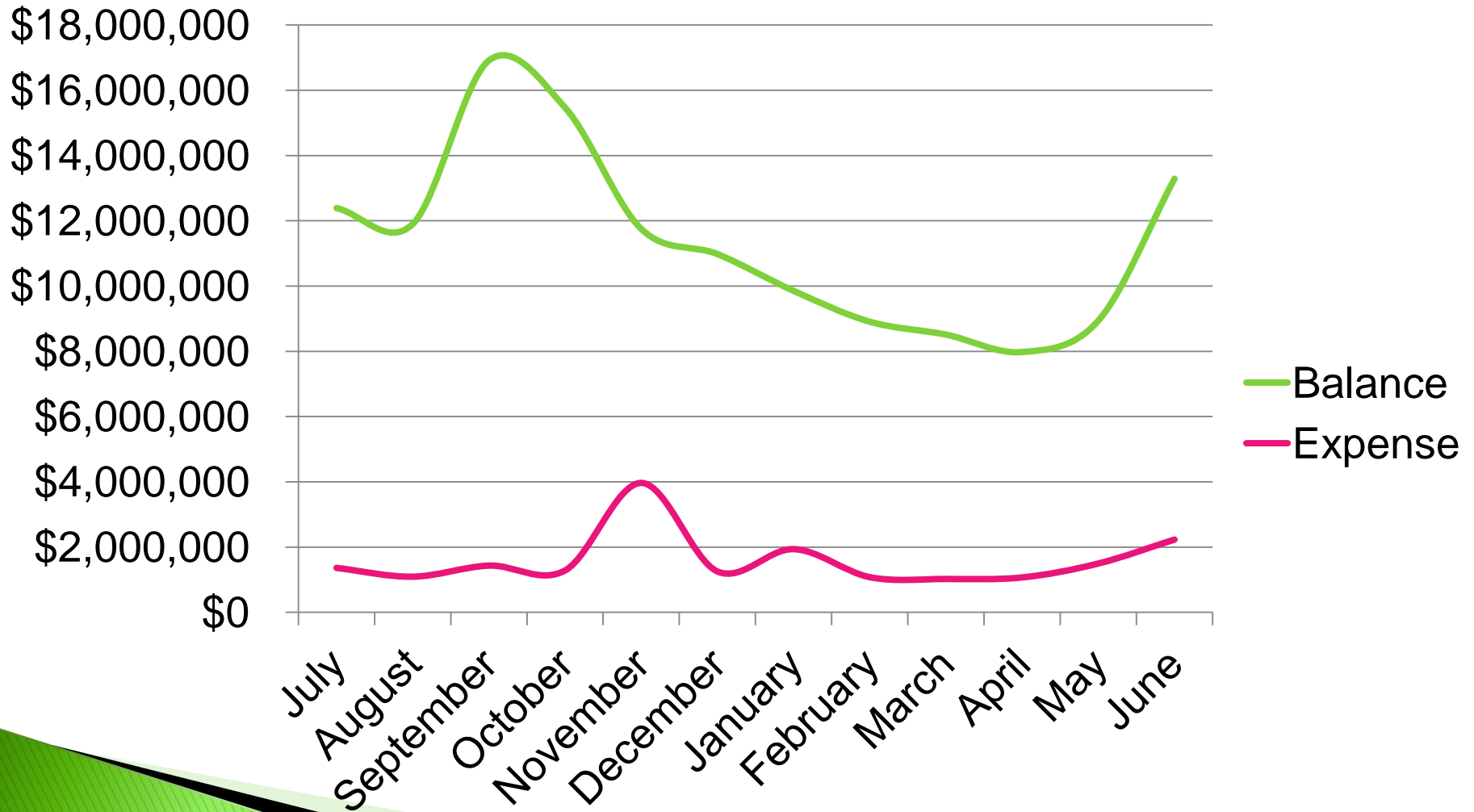


- ▶ FY 15 Annual Expense \$20,583,562
- ▶ FY 15 Avg. Fund Balance \$11,406,367

Ratio



Monthly Fund Balance vs. Expense



Debt

Two Bonds Outstanding

Series 1996

Series 2000

Levy Year	Fiscal Year	Principal	Interest	Principal	Interest	Total P&I
2014	2016	\$54,518	\$130,482	\$766,061	\$1,508,939	\$2,460,000
2015	2017			\$811,432	\$1,773,569	\$2,585,001
2016	2018			\$794,436	\$1,920,564	\$2,715,000
2017	2019			\$777,395	\$2,072,606	\$2,850,001
2018	2020			\$760,267	\$2,229,733	\$2,990,000

Debt Service Extension Base (DSEB)

- ▶ Mokena's Base was the 1996 Series Bond Issue with a principal and interest payment of \$185,000
- ▶ With inflation in 2015 our DSEB is \$208,422
- ▶ This translates to borrowing power of approximately \$1.4 million on a 10 year note and \$2.8 million on a 20 year note.

Budget Surplus/Deficit History

- ▶ 2006-07 \$523,007 Surplus
- ▶ 2007-08 \$904,106 Deficit
- ▶ 2008-09 \$911,066 Deficit
- ▶ 2009-10 \$1,816,183 Deficit
- ▶ 2010-11 \$202,128 Deficit
- ▶ 2011-12 \$134,397 Deficit
- ▶ 2012-13 \$1,737,048 Surplus
- ▶ 2013-14 \$95,281.53 Surplus
- ▶ 2014-15 \$637,664.61 Deficit

Planning for Curriculum, Infrastructure and Technology Improvements

This budget represents a commitment to continued improvement – “*Going from Good to Great*”: *(Strategic Goal Area: Curriculum)*

- ▶ Continue curriculum improvements ; dual language program, full day kindergarten, etc *(Strategic Goal Area: Curriculum)*
- ▶ A maintenance plan that supports HVAC, sidewalks/curbs, doors, floors, windows, ceilings, lighting, etc. *(Strategic Goal Area: Facilities & Maintenance)*
- ▶ A technology improvement plan that supports wireless infrastructure, computer technology lease program, accounting/student information systems software, etc. *(Strategic Goal Area: Curriculum)*

Budget Notables

Staffing:

▶ 2014-15



▶ Administrators

9

▶ Certified

108



▶ Classified

122

▶ 2015-16



▶ Administrators

10

▶ Certified

108



▶ Classified

126

Budget Notables

Expenses:

- ▶ **Technology Software Licenses \$174,402 (Strategic Goal Area: Curriculum)**
- ▶ **Technology Network \$127,778 (Strategic Goal Area: Curriculum)**
- ▶ **Technology Equipment \$253, 800 (Strategic Goal Area: Curriculum)**
- ▶ **O&M HVAC contingency fund \$560,000 (Strategic Goal Area: Facilities & Maintenance)**
- ▶ **O&M Roof Maintenance \$130,000 (Strategic Goal Area: Facilities & Maintenance)**
- ▶ **O&M Asphalt Site Improvement \$60,000 (Strategic Goal Area: Facilities & Maintenance)**
- ▶ **O&M Flooring repair/replacement \$30,000 (Strategic Goal Area: Facilities & Maintenance)**
- ▶ **Door/Window repair/replacement of \$30,000 (Strategic Goal Area: Facilities & Maintenance)**

FY 16 Tentative Budget

- ▶ Revenues \$19,199,547
- ▶ Expenses \$21,373,345

Tentative Deficit

\$2,173,798



Fund Balance Policy Ratio

- ▶ Tentative EOY Avg. Fund Bal. \$13,068,734
- ▶ Tentative Expenses \$21,373,345

Ratio



61%

Thank You!

Questions?