

**MEMORANDUM OF INFORMATION**

#007

2015-16

To: Board of Education  
Dr. Laurie Heinz, Superintendent

From: Luann Kolstad, Chief School Business Official  
Brian Imhoff, Assistant Business Manager

Date: May 23, 2016

Subject: Illinois State Board of Education (ISBE) School District Financial Profile

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The ISBE School District Financial Profile offers a snapshot of a district's financial standing on June 30 at the close of each fiscal year. Although it is somewhat limited in scope, the Financial Profile was designed by the State in 2004 to better illustrate information on school finances and establish financial designation lists for all districts. The Financial Profile is essentially one benchmarking tool used by analysts to evaluate a school district's financial health.

The Financial Profile calculation for a school district is determined using a weighted average score for five key indicators:

- Fund Balance to Revenue Ratio
- Expenditure to Revenue Ratio
- Days Cash on Hand
- Percentage of Remaining Short-Term Borrowing Ability
- Percentage of Remaining Long-Term Borrowing Ability

A detailed explanation of these indicators and the Financial Profile calculation formula is available on the ISBE website at [www.isbe.net/sfms/afr/profile.pdf](http://www.isbe.net/sfms/afr/profile.pdf). All of the amounts that comprise the calculation formula are derived from the Illinois Annual Financial Report, which is audited by the District's external auditors.

For the seventh consecutive year, District 64 earned a perfect 4.0 score on the ISBE School District Financial Profile for the year ending June 30, 2015. This places the District within the Financial Recognition category, which is the highest-ranking designation. According to ISBE, 568 out of 857 school districts in Illinois (66%) ranked within the Financial Recognition category. The following pages display District 64's trends for each key indicator over the last five years.

## School District Financial Profile

Park Ridge CCSD 64  
Elementary  
05-016-0640-04

Located in : Park Ridge Cook  
Superintendent: Dr. Laurie Heinz

Basis of Accounting: Accrual  
Under Tax Cap: Yes

### Financial Indicators :

#### Historical Data

#### Fund Balance to Revenue Ratio :

	2011	2012	2013	2014	2015	Score	
	0.53	0.583	0.575	0.655	<b>0.706</b>	4	
						Weighted Score	1.40

(Includes Educational, Operations & Maintenance, Transportation, Working Cash, and negative IMRF/FICA Funds)

Total Fund Balance divided by  
Total Revenue

47,763,595  
67,617,937

The Fund Balance to Revenue Ratio reflects the impact of additional revenues to the existing fund balances of the district. Fund Balances, to a district, can be viewed as savings or checking account balances to the average citizen. A ratio of .25 or greater scores 4, between .25 and .10 scores 3, between .10 and zero scores 2 and a negative fund balance to revenue ratio scores 1.

#### Expenditure to Revenue Ratio :

	2011	2012	2013	2014	2015	Score	
	0.90	0.96	0.913	0.910	<b>0.963</b>	4	
						Weighted Score	1.40

(Includes Educational, Operations & Maintenance, Transportation, and Working Cash Funds)

Total Expenditure divided by  
Total Revenues

65,118,110  
67,617,937

The Expenditure to Revenue Ratio represents how much the school district is spending for every dollar they are bringing in as revenue. Equal to or less than \$1.00 has a score of 4, between \$1.00 and \$1.10 scores 3, between \$1.10 and \$1.20 scores 2 and spending of greater than \$1.20 scores 1. One-time expenditures made by the district, including construction costs, are included in this ratio. Upon review of the remaining fund balance when deficit spending occurs, the indicator score may be adjusted.

#### Days Cash on Hand :

	2011	2012	2013	2014	2015	Score	
	226	244	260	291	<b>289</b>	4	
						Weighted Score	0.40

(Includes Educational, Operations & Maintenance, Transportation, and Working Cash Funds)

Cash on Hand divided by  
Expenditures per Day

52,187,462  
180,884

Days Cash on Hand reflects the number of days a school district would be able to pay their average bills without any additional revenues. 180 days or greater scores 4, between 90 and 180 scores 3, between 30 and 90 scores 2 and less than 30 days of cash on hand scores 1.

#### % of Short-Term Borrowing Max. Remaining :

	2011	2012	2013	2014	2015	Score	
	100.00	100.00	100.00	100.00	<b>100.00</b>	4	
						Weighted Score	0.40

Tax Anticipation Warrants  
Short-Term Debt Max. Available

0  
48,397,272

Based on Tax Anticipation Warrants, this represents how much short-term debt the district may incur.

#### % of Long-Term Debt Margin Remaining :

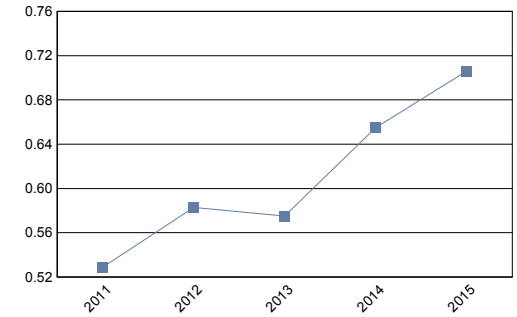
	2011	2012	2013	2014	2015	Score	
	89.22	89.82	90.830	82.91	<b>84.95</b>	4	
						Weighted Score	0.40

Long-Term Debt Amount

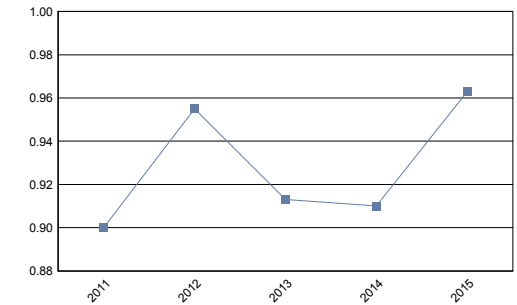
14,676,742

Represents how much long-term debt the district may incur.

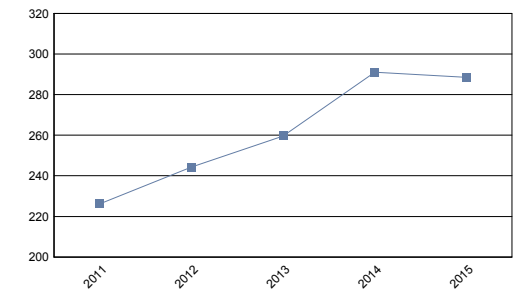
### Fund Balance to Revenue Ratio



### Expenditure to Revenue Ratio



### Days Cash on Hand



**FY 14 Profile Score 4.00**

**FY 15 Profile Score 4.00**

**Recognition**

## School District Financial Profile

Park Ridge CCSD 64  
Elementary  
05-016-0640-04

Located in : Park Ridge  
Superintendent: Dr. Laurie Heinz

Cook

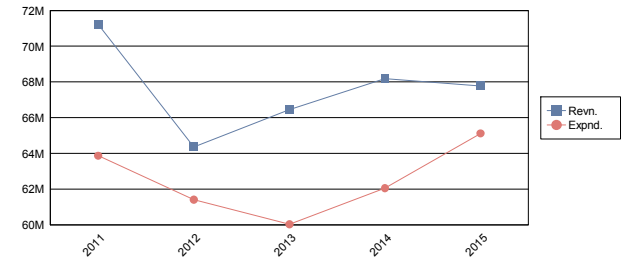
Basis of Accounting: Accrual  
Under Tax Cap: Yes

### Historical Data

**\*Operating Funds Summary :**

	2011	2012	2013	2014	2015
Beginning Fund Balance	30,310,342	37,601,038	37,557,871	38,485,098	44,647,819
+ Revenues	71,230,178	64,353,789	66,449,459	68,182,418	67,772,565
- Expenditures	63,868,615	61,408,569	60,034,937	62,053,264	65,118,110
= Results of Operations	7,361,563	2,945,220	6,414,522	6,129,154	2,654,455
+ Other Receipts and Adjustments	(70,867)	(2,988,389)	(5,487,295)	33,567	461,321
Ending Fund Balance	<u>37,601,038</u>	<u>37,557,869</u>	<u>38,485,098</u>	<u>44,647,819</u>	<u>47,763,595</u>
Working Cash Ending Fund Balance	13,329,803	13,603,291	13,851,483	14,265,287	14,648,064

### Revenues and Expenditures



\* The Operating Funds include the Educational, Operations and Maintenance, Transportation and Working Cash Funds. For further analysis of the district's ability to levy and transfer monies into the operations of a district, the Working Cash Fund has been pulled separate below. Districts may transfer money from the working cash fund to any of the operating funds as a loan.

## District's Comments Regarding the School District Financial Profile