

2009-10 TENTATIVE BUDGET

**COMMUNITY CONSOLIDATED
SCHOOL DISTRICT 64**

PARK RIDGE-NILES, ILLINOIS

BOARD OF EDUCATION

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July 13, 2009



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2009-10 Tentative Budget ■ July 13, 2009

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2009-10 Budget Milestones

January 26, 2009 – Board authorized preparation of a Tentative Budget for the 2009-10 fiscal year.

June 8, 2009 – Board reviews 2009-10 Tentative Budget - Draft #1 (Committee-of-the-Whole on Finance).

June 22, 2009 – Board will review the 2009-10 Tentative Budget - Draft #2 (Committee-of-the-Whole on Finance).



July 13, 2009

- Board considers adopting the Tentative Budget for 2009-10.
- Board considers setting a hearing date for the final budget; Tentative Budget placed on public display for not less than 30 days prior to the public hearing and final adoption.

August/September 2009 – Updates provided to Board.

September 28, 2009

- Board will review the final budget (Committee-of-the-Whole on Finance).
- Board will conduct a public hearing on the final budget. Following the hearing, Board considers officially adopting the final budget for the 2009-10 fiscal year.

Within 30 days of Board adoption

- District 64 will file with the Cook County Clerk copies of its budget and an estimate of revenues, by source, anticipated to be received by the District during the fiscal year.
- The District will file a copy of its budget with the Illinois State Board of Education.

Total Operating Funds Recap

The 2009-10 budget is one of controlled growth to fulfill referendum initiatives.

Revenue

Overall, revenues are expected to increase by about 1.61%. This increase is less than in the previous two years, primarily due to property tax revenues restrained by the property "tax cap" (Property Tax Extension Limitation Law or PTELL).

Expense

Salaries are the largest component of expenses and reflect an overall increase of just over 2.7%. This increase only reflects the normal step adjustment. Any additional increases approved via negotiations with the Park Ridge Education Association (PREA), which represents the teachers, will impact that percentage increase. Other major expense objects, such as benefits, are projected to increase by 6%. No changes have been made to the employer/employee contribution ratios.

Highlights of 2009-10 Tentative Budget Draft #1

- Property tax receipts will be restricted by the tax cap legislation. The 2006 and 2007 levies were filed according to the higher "limiting rate" authorized by the successful rate increase referendum in April 2007. The 2008 levy will be restricted by the tax cap, which was 4.1%.
- The District expects to receive five American Recovery & Reinvestment Act (ARRA) general state aid payments, which will total about \$365,000. These five payments will not increase the overall general state aid payments, but rather take the place of state aid payments. Overall, general state aid payments, when considering both state and federal sources, are expected to increase by about 3.5%.
- The District has preliminarily budgeted \$500,000 out of the \$1.1 million available over the next two fiscal years in ARRA IDEA grant revenues. The ARRA funds are in addition to the \$750,000 of IDEA funding that the District expects to receive in FY10.
- The District continues to reduce the timeline to complete the required projects listed in the 10-year Life Safety survey. The budget includes about \$2 million in the Operations & Maintenance Fund to accommodate these projects.
- The Operations & Maintenance Fund includes \$2.1 million to expend on FAA sound abatement work scheduled at Washington School this summer. This expense is offset by the same amount of reimbursements on the revenue side.

Budget Drivers

The following analysis provides notes to the detailed tables of revenues and expenditures by objects. Comparison percentages are measured against the 2008-09 budgeted amounts.

EDUCATION FUND

Education Fund

Acts as the District's general fund. Expenses include instructional, health and attendance services; lunch program; and administration. Salaries are the largest component of the budget.

Tort Immunity Fund

Covers various risk liabilities, such as Workers' Compensation and liability insurance premiums.

Revenue

- Anticipated to decrease by about 1.1% or almost \$585,000. Property taxes have the greatest impact on the variance, and, as previously mentioned, are once again restricted by tax cap legislation.
- Initial estimates from the state for Corporate Personal Property Replacement Taxes (CPPRT) indicate a decline of almost 25%.
- General State Aid from the state reflects a 23% decrease, however, aid payments will actually increase by about 3.5% when factoring in the ARRA federal aid payments.
- Federal aid is expected to increase because of ARRA general aid payments and ARRA IDEA funds.
- A \$244,100 interest transfer is budgeted from the Working Cash and Debt Service funds.

Expense

- The budget includes additional staffing that was approved at the April 27 board meeting. Staff additions include: 1.0 registered nurse; 1.0 special education facilitator; 2.0 literacy teachers; and, 2 assistant principals.
- Staff salary increases reflect the step amount only. Again, this could change because of contractual negotiations. The budget includes 368.41 full-time equivalent (FTE) certified teaching staff. Adjustments will continue to be updated as staffing decisions are finalized.
- Health insurance and dental rates have been increased by 12% and 8% respectively. Employer/employee contributions have carried forward from FY09 and assume no change.
- Purchased services reflect a 2.7% increase, while supplies and materials have increased by 14.4%. Capital outlay will increase by almost 67%; this increase is being driven by technology improvements, including initial roll-out of interactive "smart" whiteboards in some classrooms. The budget also includes replacing 25% of teacher computers on a four-year cycle, about 90-100 annually. These three categories represent about 8.9% of the Education Fund expenditures.
- Tuition costs are budgeted to increase by 27.25%; this cost area pays for out of district student tuition.
- The budget was planned around an anticipated enrollment of 4,125, a decline of about 191 students from the 2008-09 school year.

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OPERATIONS & MAINTENANCE FUND

Operations & Maintenance Fund

Costs of maintaining, improving or repairing school buildings and property.

Revenue

- Anticipated to increase by about 28.3%. Property taxes are expected to increase modestly. The largest driver increasing revenues in this fund is the \$2.1 million in FAA sound abatement funds earmarked for Washington School.

Expense

- Salaries are input per the step increase only. Benefit costs are expected to increase due to anticipated premium increases and greater participation.
- Capital outlay expenses will increase due to life safety work, routine maintenance projects, such as carpet replacement and painting, and FAA sound abatement work. The Board has approved the projects that are earmarked in the budget (see Budget Actions page).
- The District has budgeted for a fiber-optic intranet network that was approved by the Board in the spring of 2008. The work was to be completed in FY09, but permit delays have pushed the project into FY10. The intranet project will be offset with federal E-rate funding reimbursements.
- Energy costs (natural gas and electric) are budgeted at a 3% increase.

TRANSPORTATION FUND

Transportation Fund

Costs of regular and special needs transportation services.

Revenue

- Expected to increase by 1.3%. The increased revenues will maintain a positive fund balance.

Expense

- Preliminary estimates reflect an overall increase of about 1%. The largest expense in this fund is for contracted busing services for regular and special education student transportation.

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MUNICIPAL RETIREMENT & SOCIAL SECURITY FUND

Municipal Retirement & Social Security Fund

Costs of employer contributions to Illinois Municipal Retirement Fund (IMRF), Social Security (FICA), or Medicare.

Revenue

- Expected to increase by about 1.1%.

Expense

- The IMRF employer rate for calendar year 2009 is 9.95% and will increase to 12.59% effective for the 2010 calendar year. The budget includes a blended rate of 11.27%. IMRF calculates a unique rate for each employer that is required to be paid for all eligible employees. Any additional salary increase will impact the current 5.2% projected increase in this fund.

WORKING CASH FUND

Working Cash Fund

Funds issued for working cash purposes. Cash available may be loaned to any fund for which taxes are levied.

Revenue

- The revenue sources for this fund are property taxes and interest income. Estimated revenue is expected to decline due primarily to reduced interest earnings.

Expense

- Consistent with past practice, an interest transfer of \$184,200 to the Education Fund is budgeted.

DEBT SERVICE FUND

(formerly Bond & Interest Fund)

Debt Service Fund

Costs include retiring bond principal, bond interest, and capital leases.

Revenue

- Property taxes and interest income are the revenue sources. Taxes have been reduced by about 45% due to the 2005 working cash bonds retired in FY09. A portion of general state aid is budgeted to cover the cost of the District's photocopier lease.

Expense

- In addition to bonded debt payments, an interest transfer of \$59,900 to the Education Fund is budgeted.
- Per State directive, the District's photocopier lease will be paid from this fund.

**COMMUNITY CONSOLIDATED SCHOOL DISTRICT 64
2009-10 BUDGET**

COMPARISON OF REVENUES BY OBJECTS

EDUCATIONAL FUND

	2004-05 <u>ACTUAL</u>	2005-06 <u>ACTUAL</u>	2006-07 <u>ACTUAL</u>	2007-08 <u>ACTUAL</u>	2008-09 <u>BUDGET</u>	2009-10 <u>PROJECTED</u>	% INCREASE/ (DECREASE)
PROPERTY TAXES	\$ 27,719,000	\$ 28,221,410	\$ 30,593,847	\$ 37,362,058	\$ 41,427,476	\$ 40,631,441	-1.92%
CORP. PERS. PROP. TAX	799,971	1,009,534	1,123,042	1,215,770	1,199,838	900,000	-24.99%
INTEREST INCOME	69,983	145,698	307,779	313,379	225,000	287,300	27.69%
OTHER LOCAL REVENUES	2,380,093	2,292,713	2,375,559	3,345,350	3,220,890	3,204,500	-0.51%
GENERAL STATE AID	1,417,416	1,340,957	1,557,377	1,678,094	1,339,561	1,026,066	-23.40%
OTHER STATE AID	1,619,448	1,497,652	1,890,310	1,933,936	1,956,686	2,138,158	9.27%
FEDERAL AID	1,515,339	1,522,536	1,039,195	1,108,367	970,518	1,823,561	87.90%
TRANSFERS IN	124,999	389,296	617,148	7,528,559	500,000	244,100	-51.18%
TOTAL	\$ 35,646,249	\$ 36,419,795	\$ 39,504,257	\$ 54,485,513	\$ 50,839,969	\$ 50,255,126	-1.15%

TORT FUND

	2004-05 <u>ACTUAL</u>	2005-06 <u>ACTUAL</u>	2006-07 <u>ACTUAL</u>	2007-08 <u>ACTUAL</u>	2008-09 <u>BUDGET</u>	2009-10 <u>PROJECTED</u>	% INCREASE/ (DECREASE)
PROPERTY TAXES	\$ 413,476	\$ 876,660	\$ 536,426	\$ 1,064,181	\$ 1,200,303	\$ 1,208,171	0.66%
CORP. PERS. PROP. TAX	-	-	-	-	-	-	-
INTEREST INCOME	-	2,261	-	1,731	-	0	-
OTHER LOCAL REVENUES	-	-	-	-	-	-	-
GENERAL STATE AID	-	-	-	-	-	-	-
OTHER STATE AID	-	-	-	-	-	-	-
FEDERAL AID	-	-	-	-	-	-	-
TRANSFERS IN	-	-	-	-	-	-	-
TOTAL	\$ 413,476	\$ 878,921	\$ 536,426	\$ 1,065,912	\$ 1,200,303	\$ 1,208,171	0.66%

OPERATIONS & MAINTENANCE FUND

	2004-05 <u>ACTUAL</u>	2005-06 <u>ACTUAL</u>	2006-07 <u>ACTUAL</u>	2007-08 <u>ACTUAL</u>	2008-09 <u>BUDGET</u>	2009-10 <u>PROJECTED</u>	% INCREASE/ (DECREASE)
PROPERTY TAXES	\$ 4,076,427	\$ 3,913,027	\$ 4,123,683	\$ 5,197,818	\$ 5,837,447	\$ 5,876,005	0.66%
CORP. PERS. PROP. TAX	-	-	-	-	-	-	-
INTEREST INCOME	21,449	25,811	12,354	13,380	2,000	3,300	65.00%
OTHER LOCAL REVENUES	29,448	56,561	38,372	26,837	27,000	32,000	18.52%
GENERAL STATE AID	-	-	-	-	-	-	-
OTHER STATE AID	-	-	-	-	-	-	-
FEDERAL AID	-	-	540,686	-	375,000	2,100,000	460.00%
TRANSFERS IN	654,000	-	-	-	-	-	-
TOTAL	\$ 4,781,324	\$ 3,995,400	\$ 4,715,095	\$ 5,238,035	\$ 6,241,447	\$ 8,011,305	28.36%

TRANSPORTATION FUND

	2004-05 <u>ACTUAL</u>	2005-06 <u>ACTUAL</u>	2006-07 <u>ACTUAL</u>	2007-08 <u>ACTUAL</u>	2008-09 <u>BUDGET</u>	2009-10 <u>PROJECTED</u>	% INCREASE/ (DECREASE)
PROPERTY TAXES	\$ 687,435	\$ 801,477	\$ 1,063,314	\$ 1,592,300	\$ 1,796,955	\$ 1,808,756	0.66%
CORP. PERS. PROP. TAX	-	-	-	-	-	-	-
INTEREST INCOME	20,879	6,181	2,200	4,213	500	20,400	3980.00%
OTHER LOCAL REVENUES	103,908	64,756	85,084	77,293	61,500	98,000	59.35%
GENERAL STATE AID	-	-	-	-	-	-	-
OTHER STATE AID	765,633	413,400	596,477	642,123	866,405	835,000	-3.62%
FEDERAL AID	-	-	-	-	-	-	-
TRANSFERS IN	-	-	-	-	-	-	-
TOTAL	\$ 1,577,855	\$ 1,285,814	\$ 1,747,075	\$ 2,315,929	\$ 2,725,360	\$ 2,762,156	1.35%

ILL. MUNICIPAL RETIREMENT FUND

	2004-05 <u>ACTUAL</u>	2005-06 <u>ACTUAL</u>	2006-07 <u>ACTUAL</u>	2007-08 <u>ACTUAL</u>	2008-09 <u>BUDGET</u>	2009-10 <u>PROJECTED</u>	% INCREASE/ (DECREASE)
PROPERTY TAXES	\$ 895,223	\$ 925,315	\$ 1,274,487	\$ 1,803,797	\$ 2,036,215	\$ 2,049,591	0.66%
CORP. PERS. PROP. TAX	44,025	74,073	101,036	111,847	100,000	100,000	0.00%
INTEREST INCOME	3,312	1,298	2,973	4,785	500	11,100	2120.00%
OTHER LOCAL REVENUES	-	-	-	-	-	-	-
GENERAL STATE AID	-	-	-	-	-	-	-
OTHER STATE AID	-	-	-	-	-	-	-
FEDERAL AID	-	-	-	-	-	-	-
TRANSFERS IN	-	-	-	-	-	-	-
TOTAL	\$ 942,560	\$ 1,000,686	\$ 1,378,496	\$ 1,920,428	\$ 2,136,715	\$ 2,160,691	1.12%

COMMUNITY CONSOLIDATED SCHOOL DISTRICT 64
2009-10 BUDGET
COMPARISON OF REVENUES BY OBJECTS

WORKING CASH FUND

	2004-05 ACTUAL	2005-06 ACTUAL	2006-07 ACTUAL	2007-08 ACTUAL	2008-09 BUDGET	2009-10 PROJECTED	% INCREASE/ (DECREASE)
PROPERTY TAXES	\$ 257,721	\$ (113)		\$ 378,286	\$ 864,560	\$ 862,605	-0.23%
CORP. PERS. PROP. TAX	-	-					
INTEREST INCOME	104,121	293,795	547,438	408,559	400,000	184,200	-53.95%
OTHER LOCAL REVENUES	-	-					
GENERAL STATE AID	-	-					
OTHER STATE AID	-	-					
FEDERAL AID	-	-					
TRANSFERS IN/SALE OF BONDS	-	4,922,865					
TOTAL	\$ 361,842	\$ 5,216,547	\$ 547,438	\$ 786,845	\$ 1,264,560	\$ 1,046,805	-17.22%

TOTAL, OPERATING FUNDS

	2004-05 ACTUAL	2005-06 ACTUAL	2006-07 ACTUAL	2007-08 ACTUAL	2008-09 BUDGET	2009-10 PROJECTED	% INCREASE/ (DECREASE)
PROPERTY TAXES	\$ 34,049,282	\$ 34,737,776	\$ 37,591,757	\$ 47,398,440	\$ 53,162,956	\$ 52,436,569	-1.37%
CORP. PERS. PROP. TAX	843,996	1,083,607	1,224,078	1,327,617	1,299,838	1,000,000	-23.07%
INTEREST INCOME	219,744	475,044	872,744	746,047	628,000	506,300	-19.38%
OTHER LOCAL REVENUES	2,513,449	2,414,030	2,499,015	3,449,480	3,309,390	3,334,500	0.76%
GENERAL STATE AID	1,417,416	1,340,957	1,557,377	1,678,094	1,339,561	1,026,066	-23.40%
OTHER STATE AID	2,385,081	1,911,052	2,486,787	2,576,059	2,823,091	2,973,158	5.32%
FEDERAL AID	1,515,339	1,522,536	1,579,881	1,108,367	1,345,518	3,923,561	191.60%
TRANSFERS IN	778,999	5,312,160	617,148	7,528,559	500,000	244,100	-51.18%
TOTAL	\$ 43,723,306	\$ 48,797,162	\$ 48,428,787	\$ 65,812,664	\$ 64,408,354	\$ 65,444,254	1.61%

DEBT SERVICE FUND

	2004-05 ACTUAL	2005-06 ACTUAL	2006-07 ACTUAL	2007-08 ACTUAL	2008-09 BUDGET	2009-10 PROJECTED	% INCREASE/ (DECREASE)
PROPERTY TAXES	\$ 2,154,715	\$ 3,088,598	\$ 3,814,502	\$ 4,398,801	\$ 4,721,114	\$ 2,522,414	-46.57%
CORP. PERS. PROP. TAX	-	-					
INTEREST INCOME	63,247	95,500	177,266	120,660	100,000	59,900	-40.10%
OTHER LOCAL REVENUES	-	2,353					
GENERAL STATE AID	-	-			123,743	123,743	0.00%
OTHER STATE AID	-	-					
FEDERAL AID	-	-					
TRANSFERS IN	-	-					
TOTAL	\$ 2,217,962	\$ 3,186,451	\$ 3,991,768	\$ 4,519,460	\$ 4,944,857	\$ 2,706,057	-45.28%

SITE & CONSTRUCTION FUND

	2004-05 ACTUAL	2005-06 ACTUAL	2006-07 ACTUAL	2007-08 ACTUAL	2008-09 BUDGET	2009-10 PROJECTED	% INCREASE/ (DECREASE)
PROPERTY TAXES	\$ -	\$ -	\$ -				
CORP. PERS. PROP. TAX	-	-					
INTEREST INCOME	36,304	58,469	23,094				
OTHER LOCAL REVENUES	-	-					
GENERAL STATE AID	-	-					
OTHER STATE AID	-	-					
FEDERAL AID	-	-					
TRANSFERS IN	-	-					
TOTAL	\$ 36,304	\$ 58,469	\$ 23,094	\$ -			

TOTAL, ALL FUNDS

	2004-05 ACTUAL	2005-06 ACTUAL	2006-07 ACTUAL	2007-08 ACTUAL	2008-09 BUDGET	2009-10 PROJECTED	% INCREASE/ (DECREASE)
PROPERTY TAXES	\$ 36,203,997	\$ 37,826,374	\$ 41,406,259	\$ 51,797,240	\$ 57,884,070	\$ 54,958,983	-5.05%
CORP. PERS. PROP. TAX	843,996	1,083,607	1,224,078	1,327,617	1,299,838	1,000,000	-23.07%
INTEREST INCOME	319,295	629,013	1,073,104	866,707	728,000	566,200	-22.23%
OTHER LOCAL REVENUES	2,513,449	2,416,383	2,499,015	3,449,480	3,309,390	3,334,500	0.76%
GENERAL STATE AID	1,417,416	1,340,957	1,557,377	1,678,094	1,463,304	1,149,809	-21.42%
OTHER STATE AID	2,385,081	1,911,052	2,486,787	2,576,059	2,823,091	2,973,158	5.32%
FEDERAL AID	1,515,339	1,522,536	1,579,881	1,108,367	1,345,518	3,923,561	191.60%
TRANSFERS IN	778,999	5,312,160	617,148	7,528,559	500,000	244,100	-51.18%
TOTAL	\$ 45,977,572	\$ 52,042,083	\$ 52,443,649	\$ 70,332,124	\$ 69,353,211	\$ 68,150,311	-1.73%

COMMUNITY CONSOLIDATED SCHOOL DISTRICT 64

2009-10 BUDGET

COMPARISON OF EXPENDITURES BY OBJECTS

EDUCATIONAL FUND

	2004-05 ACTUAL	2005-06 ACTUAL	2006-07 ACTUAL	2007-08 ACTUAL	2008-09 BUDGET	2009-10 PROJECTED	% INCREASE/ (DECREASE)
SALARIES	\$ 27,675,002	\$ 28,135,859	\$ 29,385,159	\$ 32,208,393	\$ 34,442,243	\$ 35,639,277	3.48%
EMPLOYEE BENEFITS	3,472,477	4,165,911	4,170,571	3,821,190	4,555,553	4,816,639	5.73%
PURCHASED SERVICES	1,619,400	1,478,110	1,482,653	1,570,356	2,063,949	2,119,961	2.71%
SUPPLIES & MATERIALS	1,221,824	1,041,669	1,159,856	1,641,146	1,674,782	1,916,829	14.45%
CAPITAL OUTLAY	350,287	727,908	147,351	141,606	97,105	162,545	67.39%
OTHER	17,716	19,469	188,139	7,094,775	44,350	45,850	3.38%
TUITION	1,942,097	1,687,740	1,743,378	1,813,085	2,037,000	2,592,000	27.25%
TRANSFERS OUT	-	-	-	-	-	-	-
TOTAL	\$ 36,298,803	\$ 37,256,665	\$ 38,277,107	\$ 48,290,551	\$ 44,914,981	\$ 47,293,101	5.29%

TORT FUND

	2004-05 ACTUAL	2005-06 ACTUAL	2006-07 ACTUAL	2007-08 ACTUAL	2008-09 BUDGET	2009-10 PROJECTED	% INCREASE/ (DECREASE)
SALARIES	\$ 511,974	\$ 515,517	\$ 518,438	\$ 536,856	\$ 457,582	\$ 443,033	-3.18%
EMPLOYEE BENEFITS	80,786	80,847	86,898	91,309	81,281	87,990	8.25%
PURCHASED SERVICES	612,463	466,551	453,987	631,877	685,635	666,956	-2.72%
SUPPLIES & MATERIALS	6,272	6,676	5,164	6,871	8,000	10,936	36.70%
CAPITAL OUTLAY	-	-	-	-	-	-	-
OTHER	4,500	-	-	-	-	-	-
TUITION	-	-	-	-	-	-	-
TRANSFERS OUT	-	-	-	-	-	-	-
TOTAL	\$ 1,215,995	\$ 1,069,592	\$ 1,064,487	\$ 1,266,914	\$ 1,232,498	\$ 1,208,915	-1.91%

OPERATIONS & MAINTENANCE FUND

	2004-05 ACTUAL	2005-06 ACTUAL	2006-07 ACTUAL	2007-08 ACTUAL	2008-09 BUDGET	2009-10 PROJECTED	% INCREASE/ (DECREASE)
SALARIES	\$ 1,732,826	\$ 1,766,504	\$ 1,845,362	\$ 1,894,447	\$ 2,048,531	\$ 1,961,421	-4.25%
EMPLOYEE BENEFITS	253,228	254,209	277,631	288,312	265,317	326,358	23.01%
PURCHASED SERVICES	569,024	394,419	468,020	567,744	593,944	603,104	1.54%
SUPPLIES & MATERIALS	927,308	1,102,632	1,143,504	1,135,987	1,399,878	1,450,420	3.61%
CAPITAL OUTLAY	240,012	197,467	1,321,408	886,044	2,391,300	4,122,100	72.38%
OTHER	-	-	-	-	-	-	-
TUITION	-	-	-	-	-	-	-
TRANSFERS OUT	-	-	-	-	-	-	-
TOTAL	\$ 3,722,398	\$ 3,715,231	\$ 5,055,925	\$ 4,772,533	\$ 6,698,970	\$ 8,463,403	26.34%

TRANSPORTATION FUND

	2004-05 ACTUAL	2005-06 ACTUAL	2006-07 ACTUAL	2007-08 ACTUAL	2008-09 BUDGET	2009-10 PROJECTED	% INCREASE/ (DECREASE)
SALARIES	\$ 204,804	\$ 216,257	\$ 196,938	\$ 182,263	\$ 166,397	\$ 70,798	-57.45%
EMPLOYEE BENEFITS	33,850	41,280	45,995	43,497	34,034	15,000	-55.93%
PURCHASED SERVICES	1,419,619	1,496,859	1,532,286	1,580,937	1,645,515	1,824,708	10.89%
SUPPLIES & MATERIALS	7,904	9,121	15,330	16,529	19,000	19,100	0.53%
CAPITAL OUTLAY	-	-	-	25,409	45,000	-	-100.00%
OTHER	-	-	-	-	-	-	-
TUITION	-	-	-	-	-	-	-
TRANSFERS OUT	20,879	-	-	-	-	-	-
TOTAL	\$ 1,687,056	\$ 1,763,516	\$ 1,790,549	\$ 1,848,635	\$ 1,909,946	\$ 1,929,606	1.03%

ILL. MUNICIPAL RETIREMENT FUND

	2004-05 ACTUAL	2005-06 ACTUAL	2006-07 ACTUAL	2007-08 ACTUAL	2008-09 BUDGET	2009-10 PROJECTED	% INCREASE/ (DECREASE)
SALARIES	\$ -	\$ -	-	-	-	-	-
EMPLOYEE BENEFITS	1,272,158	1,320,750	1,408,457	1,530,145	1,713,585	1,802,944	5.21%
PURCHASED SERVICES	-	-	-	-	-	-	-
SUPPLIES & MATERIALS	-	-	-	-	-	-	-
CAPITAL OUTLAY	-	-	-	-	-	-	-
OTHER	-	-	-	-	-	-	-
TUITION	-	-	-	-	-	-	-
TRANSFERS OUT	-	-	-	-	-	-	-
TOTAL	\$ 1,272,158	\$ 1,320,750	\$ 1,408,457	\$ 1,530,145	\$ 1,713,585	\$ 1,802,944	5.21%

**COMMUNITY CONSOLIDATED SCHOOL DISTRICT 64
2009-10 BUDGET**

COMPARISON OF EXPENDITURES BY OBJECTS

WORKING CASH FUND

	2004-05 <u>ACTUAL</u>	2005-06 <u>ACTUAL</u>	2006-07 <u>ACTUAL</u>	2007-08 <u>ACTUAL</u>	2008-09 <u>BUDGET</u>	2009-10 <u>PROJECTED</u>	% INCREASE/ (DECREASE)
SALARIES	\$ -	\$ -					
EMPLOYEE BENEFITS	-	-					
PURCHASED SERVICES	-	-					
SUPPLIES & MATERIALS	-	-					
CAPITAL OUTLAY	-	-					
OTHER	-	-	2,167,817				
TUITION	-	-					
TRANSFERS OUT	104,121	293,795		408,559	400,000	184,200	-53.95%
TOTAL	\$ 104,121	\$ 293,795	\$ 2,167,817	\$ 408,559	\$ 400,000	\$ 184,200	-53.95%

TOTAL, OPERATING FUNDS

	2004-05 <u>ACTUAL</u>	2005-06 <u>ACTUAL</u>	2006-07 <u>ACTUAL</u>	2007-08 <u>ACTUAL</u>	2008-09 <u>BUDGET</u>	2009-10 <u>PROJECTED</u>	% INCREASE/ (DECREASE)
SALARIES	\$ 30,124,606	\$ 30,634,137	\$ 31,945,897	\$ 34,821,959	\$ 37,114,753	\$ 38,114,529	2.69%
EMPLOYEE BENEFITS	5,112,499	5,862,997	5,989,552	5,774,453	6,649,769	7,048,931	6.00%
PURCHASED SERVICES	4,220,506	3,835,939	3,936,946	4,350,914	4,989,043	5,214,729	4.52%
SUPPLIES & MATERIALS	2,163,308	2,160,098	2,323,854	2,800,533	3,101,660	3,397,285	9.53%
CAPITAL OUTLAY	590,299	925,375	1,468,759	1,053,059	2,533,405	4,284,645	69.13%
OTHER	22,216	19,469	2,355,956	7,094,775	44,350	45,850	3.38%
TUITION	1,942,097	1,687,740	1,743,378	1,813,085	2,037,000	2,592,000	27.25%
TRANSFERS OUT	125,000	293,795	-	408,559	400,000	184,200	
TOTAL	\$ 44,300,531	\$ 45,419,550	\$ 49,764,342	\$ 58,117,339	\$ 56,869,979	\$ 60,882,169	7.06%

DEBT SERVICE FUND

	2004-05 <u>ACTUAL</u>	2005-06 <u>ACTUAL</u>	2006-07 <u>ACTUAL</u>	2007-08 <u>ACTUAL</u>	2008-09 <u>BUDGET</u>	2009-10 <u>PROJECTED</u>	% INCREASE/ (DECREASE)
SALARIES	\$ -	\$ -					
EMPLOYEE BENEFITS	-	-					
PURCHASED SERVICES	-	-					
SUPPLIES & MATERIALS	-	-					
CAPITAL OUTLAY	-	-					
OTHER	2,133,675	2,470,572	4,058,636	4,053,423	4,285,260	2,548,169	-40.54%
TUITION	-	-					
TRANSFERS OUT	654,000	95,500		120,000	100,000	59,900	-40.10%
TOTAL	\$ 2,787,675	\$ 2,566,072	\$ 4,058,636	\$ 4,173,423	\$ 4,385,260	\$ 2,608,069	-40.53%

SITE & CONSTRUCTION FUND

	2004-05 <u>ACTUAL</u>	2005-06 <u>ACTUAL</u>	2006-07 <u>ACTUAL</u>	2007-08 <u>ACTUAL</u>	2008-09 <u>BUDGET</u>	2009-10 <u>PROJECTED</u>	% INCREASE/ (DECREASE)
SALARIES	\$ -	\$ -		\$ -			
EMPLOYEE BENEFITS	-	-					
PURCHASED SERVICES	-	-					
SUPPLIES & MATERIALS	-	-					
CAPITAL OUTLAY	-	-					
OTHER	-	-	311,237				
TUITION	-	-					
TRANSFERS OUT	-	-					
TOTAL	\$ -	\$ -	\$ 311,237	\$ -	\$ -	\$ -	

TOTAL, ALL FUNDS

	2004-05 <u>ACTUAL</u>	2005-06 <u>ACTUAL</u>	2006-07 <u>ACTUAL</u>	2007-08 <u>ACTUAL</u>	2008-09 <u>BUDGET</u>	2009-10 <u>PROJECTED</u>	% INCREASE/ (DECREASE)
SALARIES	\$ 30,124,606	\$ 30,634,137	\$ 31,945,897	\$ 34,821,959	\$ 37,114,753	\$ 38,114,529	2.69%
EMPLOYEE BENEFITS	5,112,499	5,862,997	5,989,552	5,774,453	6,649,769	7,048,931	6.00%
PURCHASED SERVICES	4,220,506	3,835,939	3,936,946	4,350,914	4,989,043	5,214,729	4.52%
SUPPLIES & MATERIALS	2,163,308	2,160,098	2,323,854	2,800,533	3,101,660	3,397,285	9.53%
CAPITAL OUTLAY	590,299	925,375	1,468,759	1,053,059	2,533,405	4,284,645	69.13%
OTHER	2,155,891	2,490,041	6,725,829	11,148,198	4,329,610	2,594,019	-40.09%
TUITION	1,942,097	1,687,740	1,743,378	1,813,085	2,037,000	2,592,000	27.25%
TRANSFERS OUT	779,000	389,296	-	528,559	500,000	244,100	
TOTAL	\$ 47,088,206	\$ 47,985,622	\$ 54,134,215	\$ 62,290,761	\$ 61,255,239	\$ 63,490,238	3.65%

Board of Education 2009-10 Budget Actions through June 8, 2009

Revenue Actions

- **Levy**

2008 levy adopted totaling \$54.7 million (Dec. 8, 2008)

- **Education Fund**

2009 Summer School fees (Nov. 24, 2008)

Student fees for 2009-10 (March 9, 2009)

Existing TIF agreement with City of Park Ridge payment schedule

Transfer of Interest from Working Cash and Debt Service Funds (June 22, 2009)

- **Operations & Maintenance Fund**

FAA Washington School sound abatement project (May 11, 2009)

Expense Actions

Education Fund

- Staffing package for 2009-10 (April 27, 2009)
 - School Nurse
 - Special Education Facilitator
 - 2 middle school literacy teachers
 - Assistant Principals at Field & Washington schools (10-months)
- Reading curriculum instructional materials two-year plan (May 26, 2009)
- Middle School program modifications (April 27, 2009)
- Paper, art and general supplies contract (Feb. 9, 2009)
- White photocopier paper contract (June 8, 2009)
- Physical Education supplies (June 8, 2009)

Operations & Maintenance Fund

- FAA Washington School sound abatement project (May 11, 2009)
- High speed fiber optic connectivity within District 64 5-year contract (Feb. 11, 2008)
- Contract for direct purchase of electricity (Oct. 27, 2008)
- Contracts for waste collection (Nov. 10, 2008)
- Contract for purchase and management of natural gas (March 9, 2009)
- Summer 2009 life safety projects at all schools (April 13, 2009)
- Summer 2009 life safety asbestos abatement projects (May 26, 2009)
- Classroom carpet replacement continuing program (May 26, 2009)
- Classroom painting program (June 8, 2009)

Transportation Fund

One-year renewal with Cook County School Bus (Dec. 8, 2008)

Debt Service Fund

Refunding of 1997 bond issue that will achieve \$25,000 annual savings through 2017 (Dec. 8, 2008)

Investments in Student Learning

2009-10 Fiscal Year

- The District's efforts to improve student literacy will gain momentum by the addition of two teachers for the middle schools. An additional school nurse and a special education facilitator will help meet more complex needs of more students. Assistant Principals (10 months) will be added at the District's large elementary schools, Field and Washington; an Assistant Principal was added at Roosevelt last year. The additional administrative support will allow principals to devote more of their time to instructional leadership.
- In support of the District's literacy efforts and in line with the Response to Intervention/Early Intervening Services (EIS/RtI) initiative, new instructional materials will be provided for the reading curriculum in all grades.
- A multi-year technology investment is continuing with the addition of new interactive, "smart" whiteboards in classrooms. Planned intranet service also will go live.
- The learning environment will be enhanced through selective replacement of classroom desks and chairs. Classroom painting and carpet replacement programs are continuing to freshen the schools. The District's buildings will continue to be restored with significant progress on the required 10-year Life Safety list.
- A draft of a new Strategic Plan to guide the District through much of the next decade has been completed, and Action Planning Teams will be formed to detail the steps required to achieve five strategies identified in the draft plan.

Achievements in 2007-08 & 2008-09 Fiscal Years

- Class size guidelines were implemented and maintained: **Kindergarten**: lowered to 22 students; **Grades 1-2**: maintained at 24 students; **Grades 3-4**: rolled back to 26 students; and, **Grades 5-8**: rolled back to 28 students.
- Selected programs and services were restored. This includes an early literacy team of 3.5 teachers for grades K-3 and 5.0 teaching positions in grades 4-5. The District also was able to restore English Language Learners support at all grades. Special education services to non-public school students were restored to the 2005 level. The Lincoln Assistant Principal was restored to full-time including summer school responsibilities, and a full-time Assistant Principal (reduced to 10 months) was restored at Roosevelt.
- A multi-year investment in technology was launched, including phased replacement of outdated computers, Website expansion and curriculum upgrades. Stepped up technology investments included: replacement computer labs at Franklin, Carpenter and Roosevelt schools; mobile laptop computer carts at all schools; replacement of 25% of teacher computers on a four-year cycle; and the addition of a new high-speed intranet network.
- The timeline to complete the required projects listed in the 10-year Life Safety survey was reduced, with a focus on securing the exterior "envelope" of all schools.
- Implementation of the federally mandated EIS/RtI initiative is moving forward under the direction of a new District 64 Director of EIS/RtI (three year position) and the assistance of one additional psychologist.
- Building maintenance has resumed a normal schedule (e.g., carpet replacement and painting programs and school custodial positions).

Fund Balance Policy

The 2009-10 budget is expected to maintain the District 64 fund balance policy of having 33% of expected annual operating expenditures available at the close of the fiscal year on June 30, 2010.

As of the Tentative Budget Draft #2 June 22, 2009, the estimated ending operating fund balance is approaching 50%, but will change when salaries are finalized and other information becomes available in later budget drafts.

In addition, the District fund balance has now grown sufficiently so that Tax Anticipation Warrants (TAWs) would not be needed in fall 2009 if tax revenues are delayed.

Other Financial Indicators

Illinois State Board of Education

Financial Profile 2009 (based on 2008 fiscal year data): ranking maintained at highest category "Recognition" (BOE May 11, 2009)

Rating Services

- Standard & Poor's (S&P) long-term bond rating affirmed as AA/Stable (Dec. 10, 2008)
- Moody's Investors Service long-term bond rating upgraded to A1 (BOE May 12, 2008)

COMMUNITY CONSOLIDATED SCHOOL DISTRICT 64

STATEMENT OF POSITION
2009-2010

July 13, 2009

FUND	ESTIMATED BEGINNING BALANCE JULY 1, 2009	ADD BUDGETED REVENUES	LESS BUDGETED EXPENDITURES	EXCESS/ DEFICIENCY OF REVENUES OVER EXPENDITURES	ESTIMATED ENDING BALANCE JUNE 30, 2010
EDUCATIONAL	\$ 15,155,068	\$ 50,255,126	\$ 47,293,101	\$ 2,962,025	\$ 18,117,093
TORT	(1,832,624)	1,208,171	1,208,915	(744)	(1,833,368)
OPER. & MAINT.	(375,515)	8,011,305	8,463,403	(452,098)	(827,613)
TRANSPORTATION	703,358	2,762,156	1,929,606	832,550	1,535,908
IMRF/SS	377,943	2,160,691	1,802,944	357,747	735,690
WORKING CASH	11,155,407	1,046,805	184,200	862,605	12,018,012
TOTAL-OPERATING FUNDS	\$ 25,183,637	\$ 65,444,254	\$ 60,882,169	\$ 4,562,085	\$ 29,745,722
<i>Estimated Expense to Fund Balance Ratio*</i>					
DEBT SERVICE FUND	3,863,574	2,706,057	2,608,069	97,988	3,961,562
TOTAL-ALL FUNDS	\$ 29,047,211	\$ 68,150,311	\$ 63,490,238	\$ 4,660,073	\$ 33,707,284

*Fund Balance Objective = 33%
(4 months of Operating Expenses)

**Estimated beginning balances have not been
reconciled with the Treasurer's Office.

EDUCATIONAL	9230079.25	
TORT	-1,800,429	
OPER. & MAINT.	100,576	
TRANSPORTATION	-112,066	
IMRF/SS	-45,187	
WORKING CASH	10,290,847	
TOTAL	17,663,830	
DEBT SERVICE FUND	3285408.66	
	20,949,238	
		\$ (375,515)
		(375,515)

APPROVAL OF THE 2009-2010 TENTATIVE BUDGET AND ESTABLISHMENT
OF PUBLIC HEARING DATE ON SEPTEMBER 28, 2009

The Administration is presenting the 2009-2010 Tentative Budget for approval. The approved budget must be on display for at least 30 days prior to the public hearing. If the proposed date for the public hearing and adoption are accepted, the budget will be displayed beginning July 20, 2009. The document will be available at the District administrative office and the Park Ridge and Niles Public Libraries.

It is recommended to hold the Public Hearing on Monday, September 28, 2009 and have final adoption on that same date. The Tentative Budget may be modified anytime prior to the final adoption.

ACTION ITEM 09-07-01

I move that the 2009-10 Tentative Budget be approved and that the public hearing for the Final Budget for Community Consolidated School District 64, for the 2009-10 school year, be held on Monday, September 28, 2009 at 7:20 p.m. at the Jefferson School, 8200 Greendale, Niles, Illinois. The notice of the Public Hearing shall be placed in a Park Ridge and Niles newspaper.

Moved by _____ Seconded by _____

AYES: _____

NAYS: _____

ABSENT: _____