

# Bloomington Public Schools

2008 Tentative Budget

August, 2007

# Agenda

- Budget and Levy Calendar
- Budget Principles & Financial Assumptions
- Recent Finances & 2007 Review
- 2008 Revenue & Expenditure Assumptions
- Detail – Education Fund
- Overview – All Funds

# Budget and Levy Process

- July 07 – June 08 2008 Fiscal Year
- July /August 07 Develop & Present 2008 Tentative Budget & Calendars
- September 07 Public Hearing & Approve Legal Budget
- October 07 2007 Levy Report for 2009 Budget
- December 07 Levy Hearing & Approve 2007 Levy for 2009 Budget
- January / May 08 Develop 2009 Budget Principals & Plans
- March / May 08 Review Status 2008 Budget
- May /June 08 Amend 2008 Budget

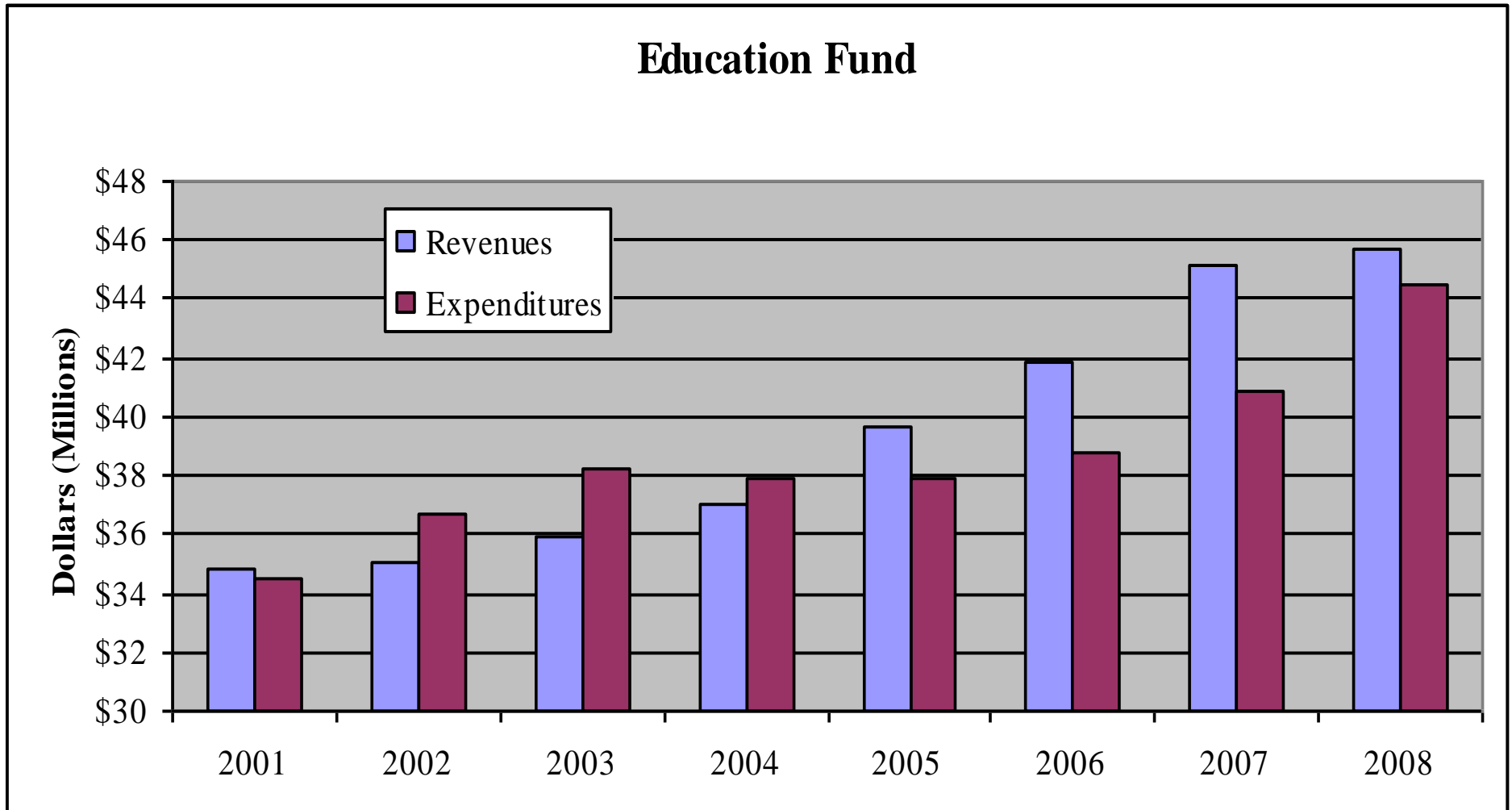
# Budget Principles

- Maintain the fiscal health of the District.
- Maintain a multi-year view.
- Target resources to maximize academic achievement.
  - Prioritize direct instructional services to students.
  - Target grant funds to teacher salaries.
- Equitably fund the entire K-12 academic program.
- Assure the safety of students and staff at all schools.

# Revenue & Expenditure Growth Rate / Prior Year

	<u>2002</u>	<u>2003</u>	<u>2004</u>	<u>2005</u>	<u>2006</u>	<u>2007</u>	<u>2008</u>
Revenue	0.5%	2.4%	3.2%	7.1%	5.5%	7.8%	0.5%
Expenditure	6.4%	4.2%	-1.0%	-0.1%	2.4%	5.4%	8.5%

# Revenues & Expenditures



# Recent Finances

## Getting into Deficit 2001-2004

- 2001 - 2003 expenditures grow faster than revenues
- Various state & federal grants eliminated or reduced
- CPPRT down 26%
- Smaller balance invested at lower rates
- 2002 - 2004 deficit of \$5 M
  
- 2001-2005 property tax grew nearly 6% per year.

# Recent Finances

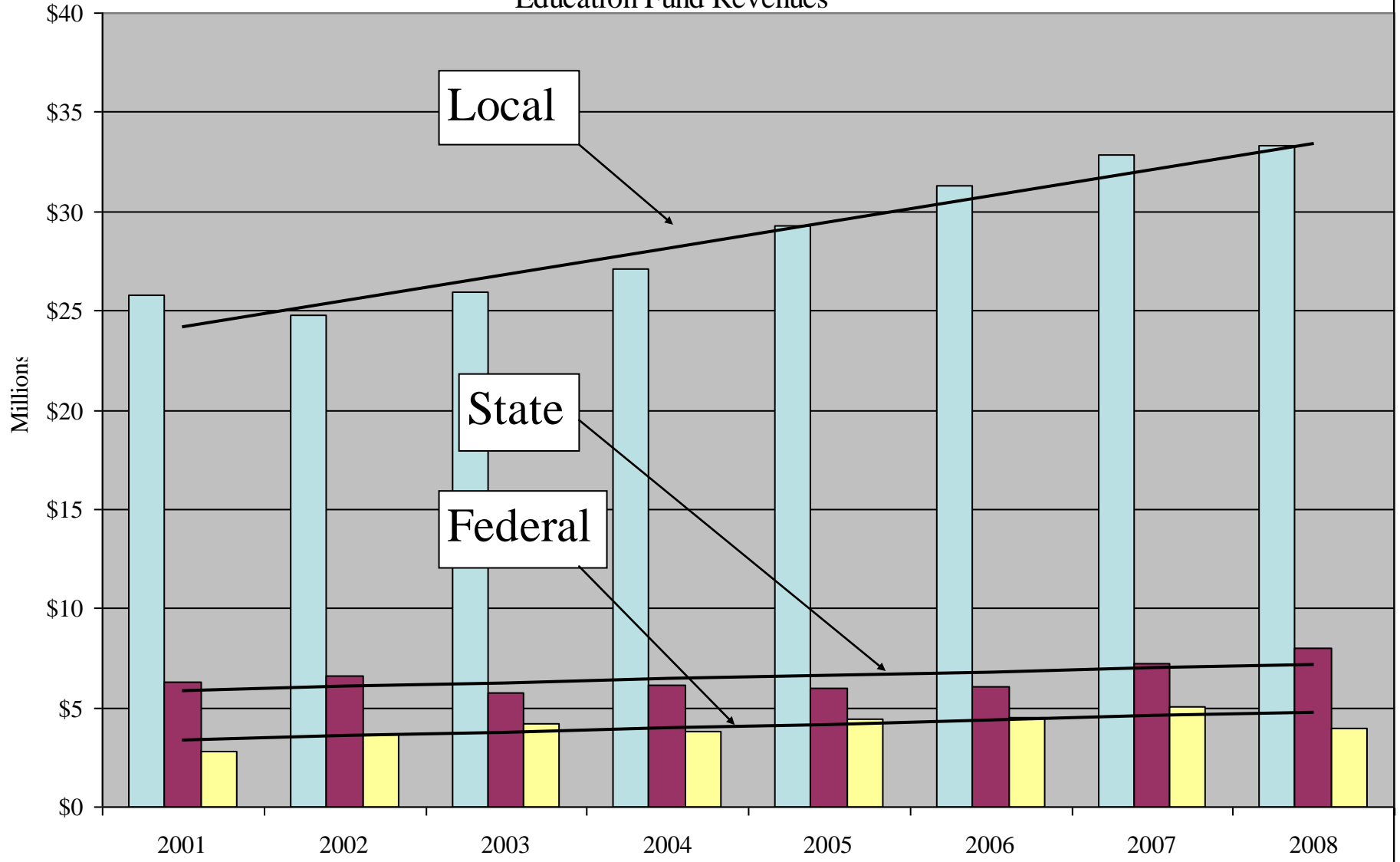
## Getting out of Deficit 2003-2007

- 2003 - 2005 revenues grow faster than expenditures
- State grants increase
- CPPRT recovered and now at record level
- Larger balance invested at higher rates
- 2005 - 2007 annual surplus
- 2005 - 2007 property tax grew 2% - 3% per year.

# 2007 Financial Assumptions

- Balance budget build Education Fund balance (Yes).
- EAV grows 3% (2.9%).
- CPPRT grows 5% (11.3%).
- Interest rates exceed 4% (Yes).
- Enrollment and staffing stable (Stable).
- State grants per ISBE (Yes & 5 Payments).
- Federal grants per ISBE (More Title I & 5 Payments).
- Medical and Insurance costs grow 10% (Yes).
- Utility cost grows 40% (21%).

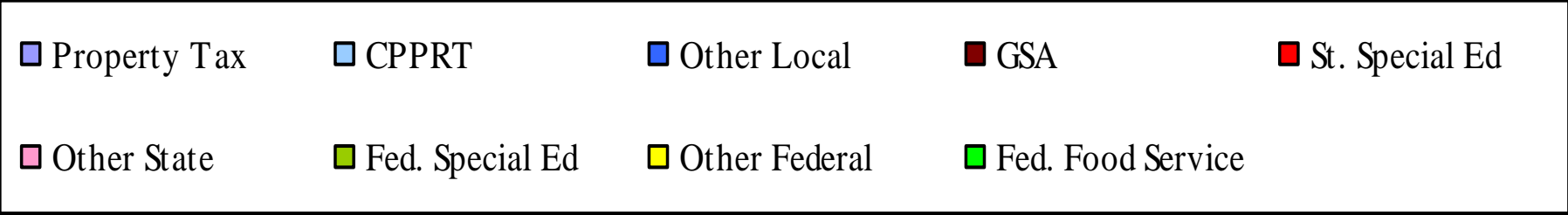
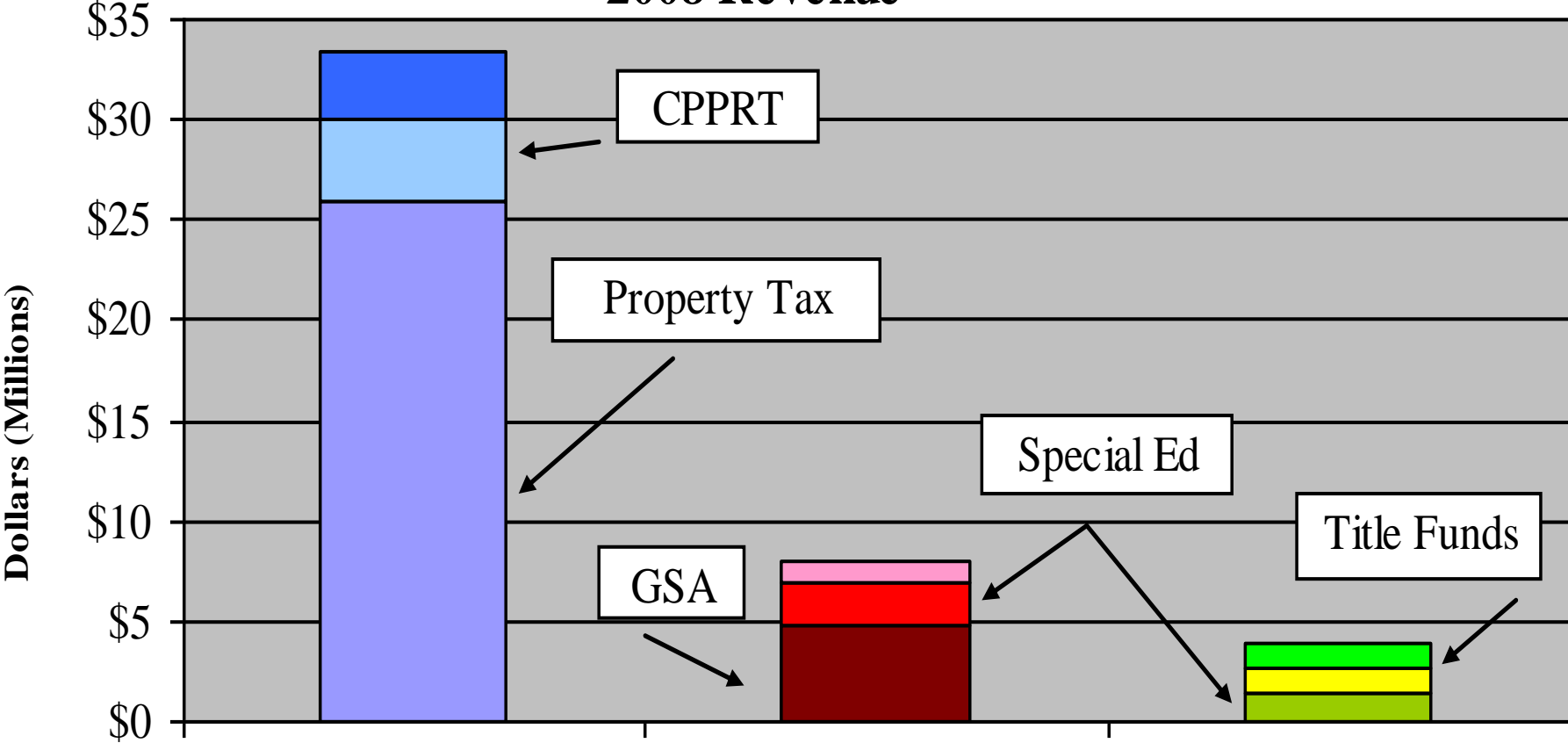
# Education Fund Revenues



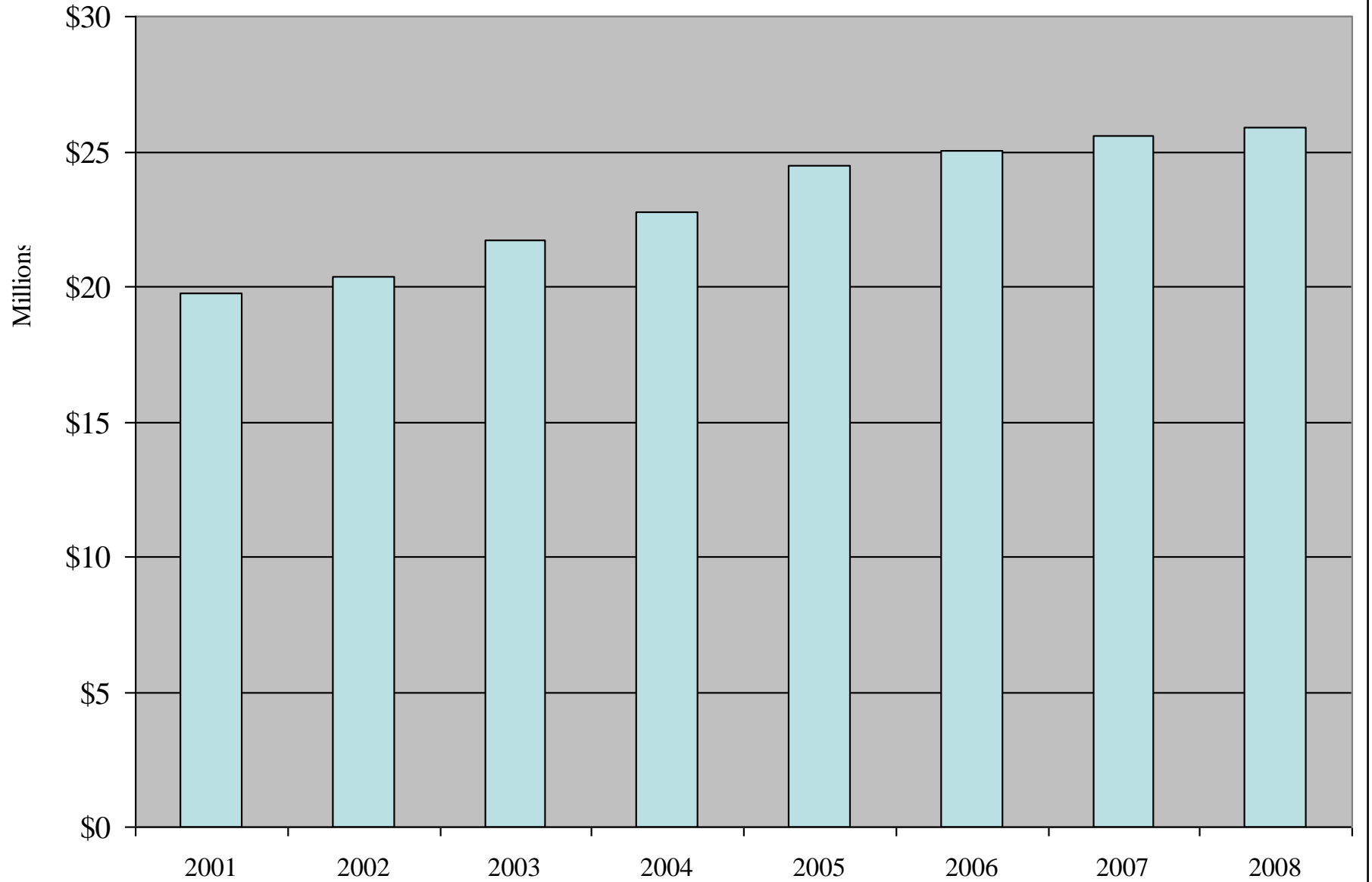
# Revenue 2005

	<u>District #87</u>	<u>Illinois</u>
State	14.1%	28.6%
Local	77.0%	63.3%
Federal	8.8%	8.1%

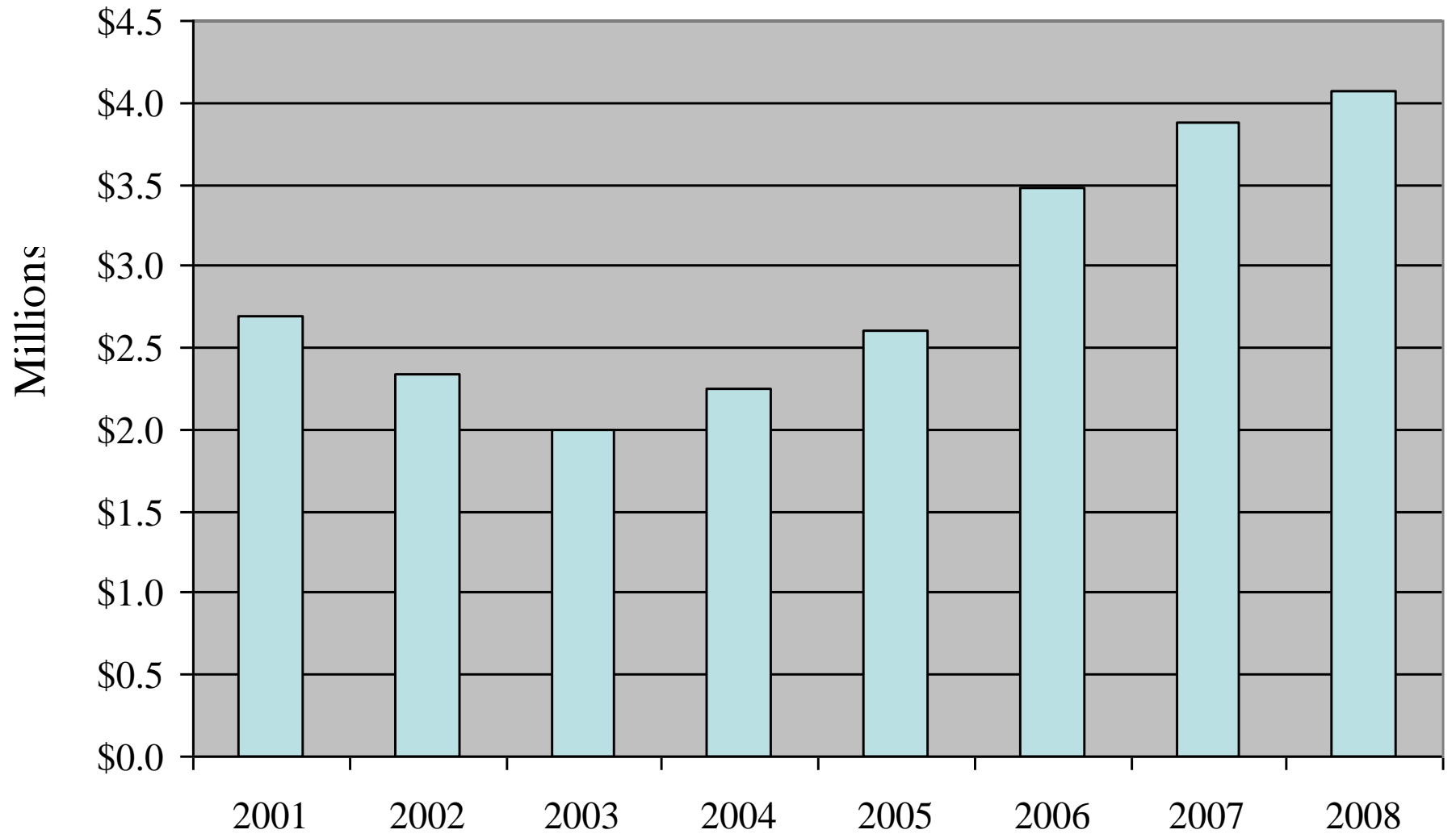
# 2008 Revenue



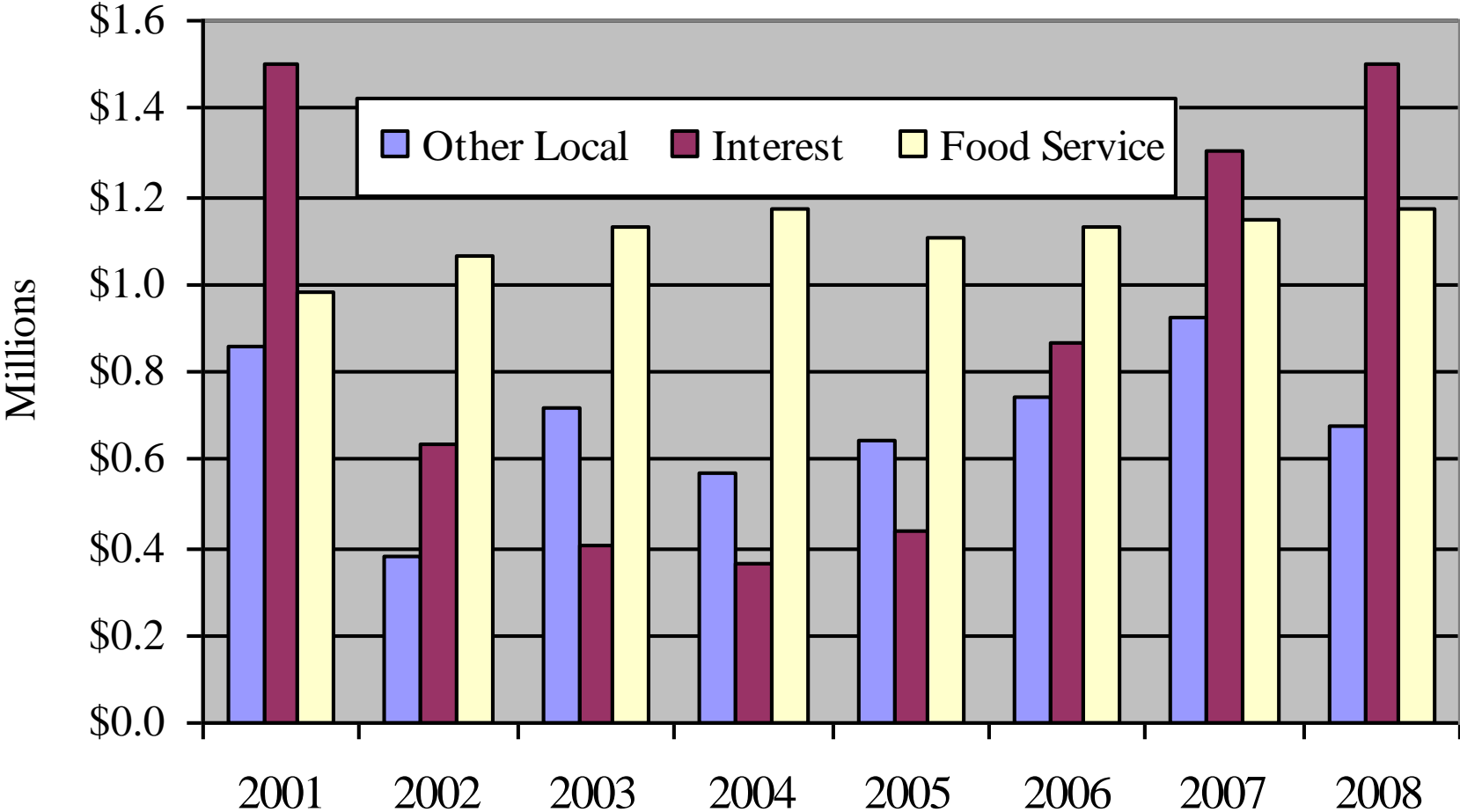
## Education Fund - Property Tax



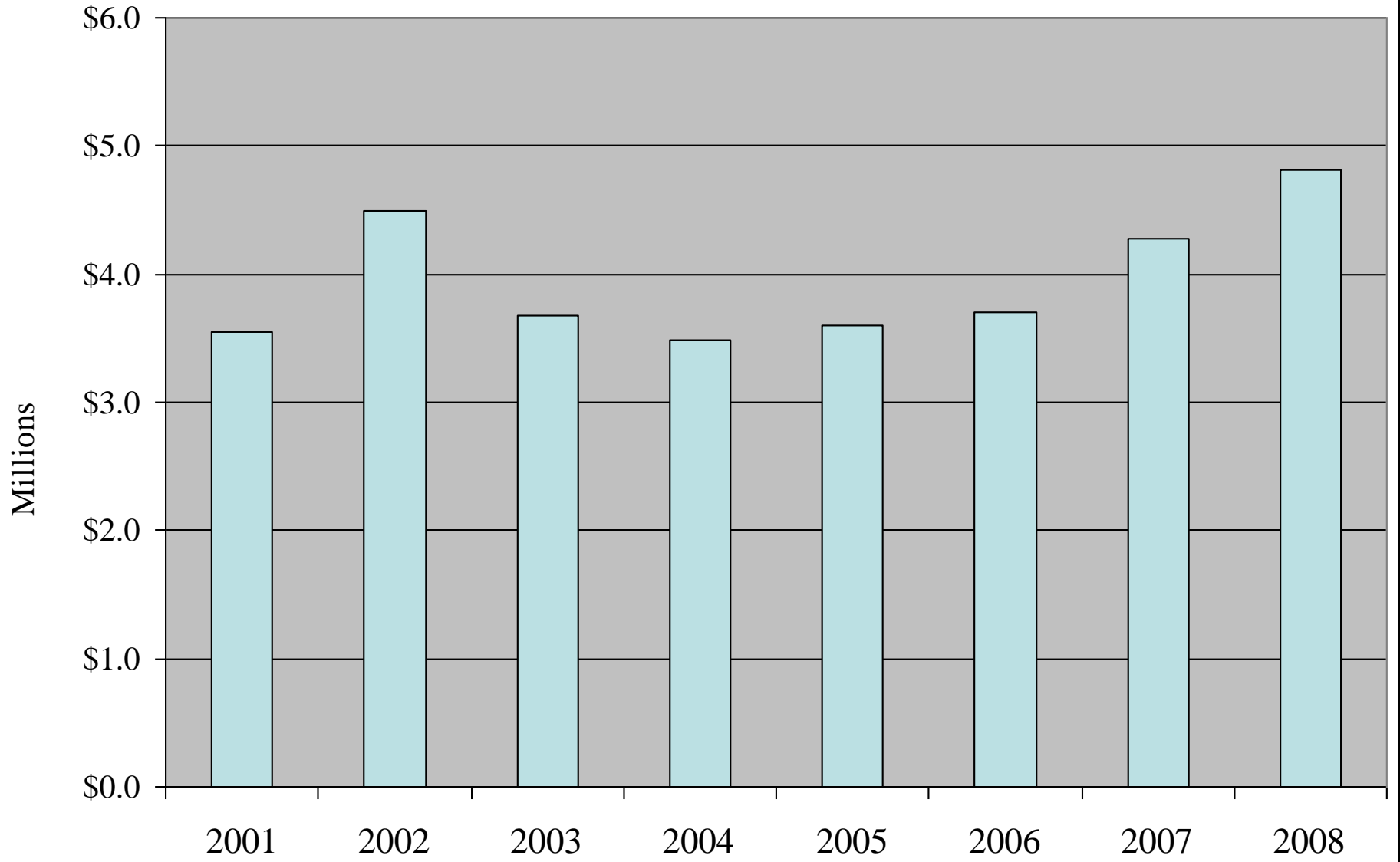
## Education Fund - CPPRT



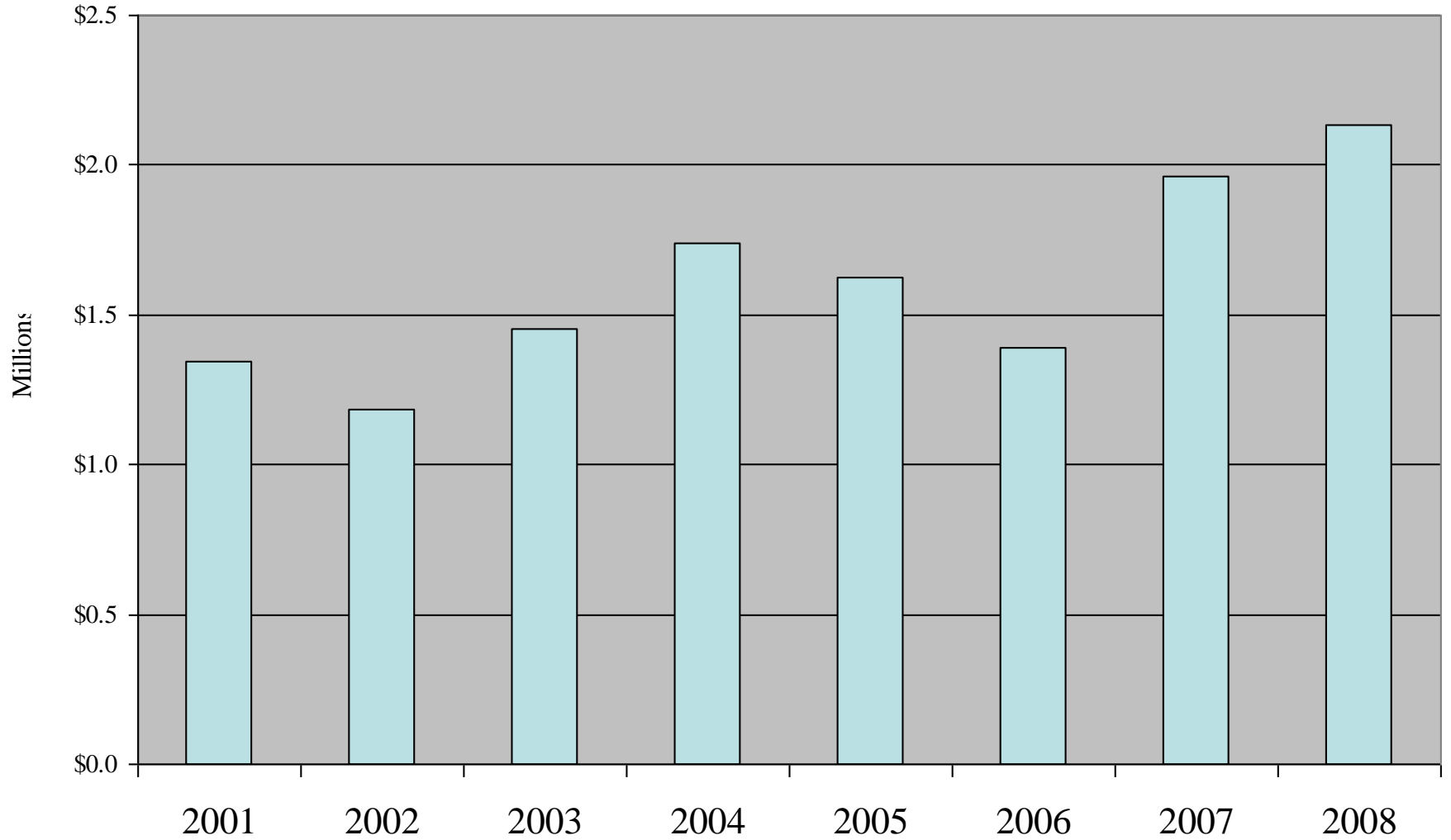
# Education Fund - Other Local Revenue



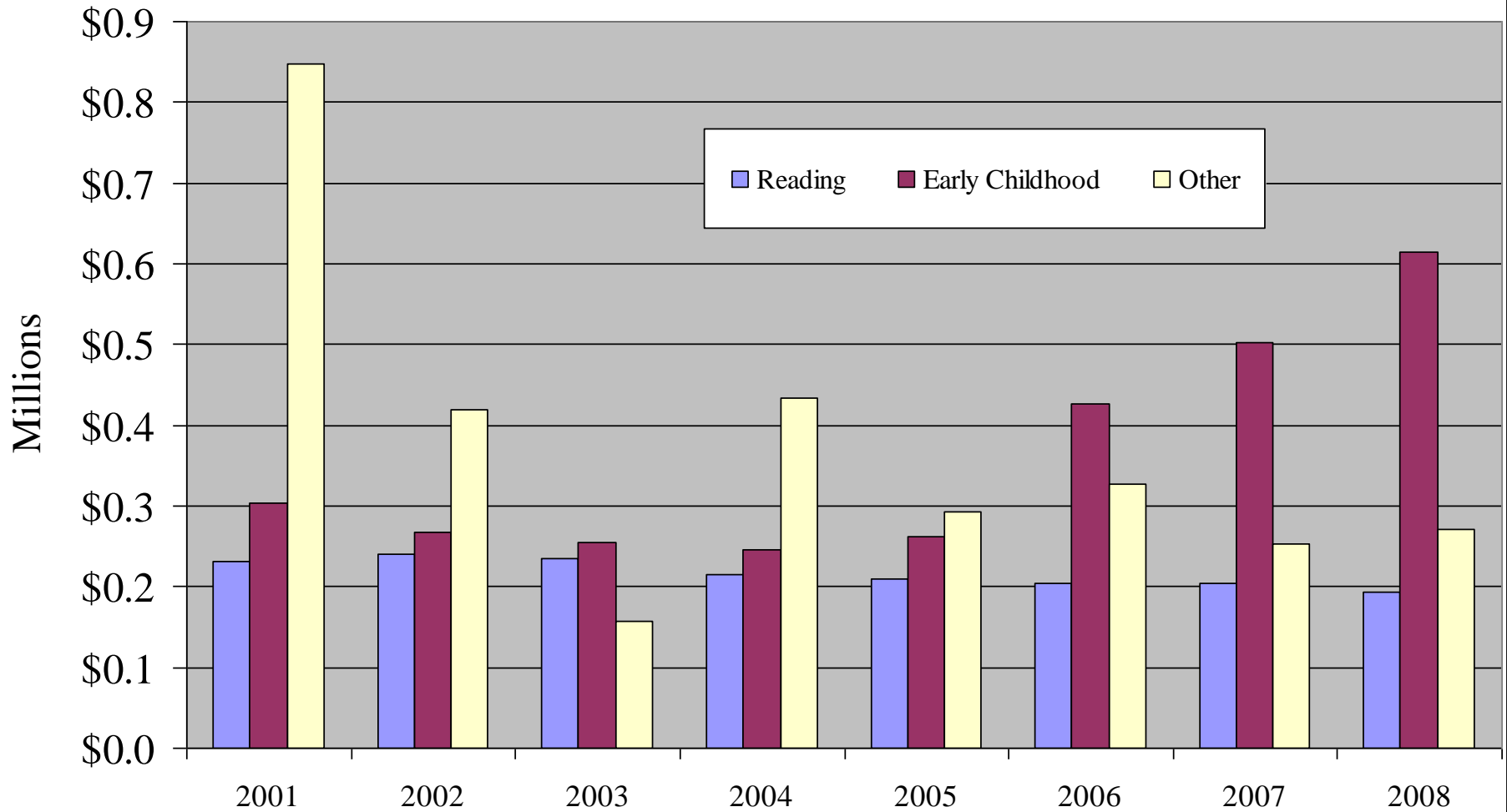
# GSA



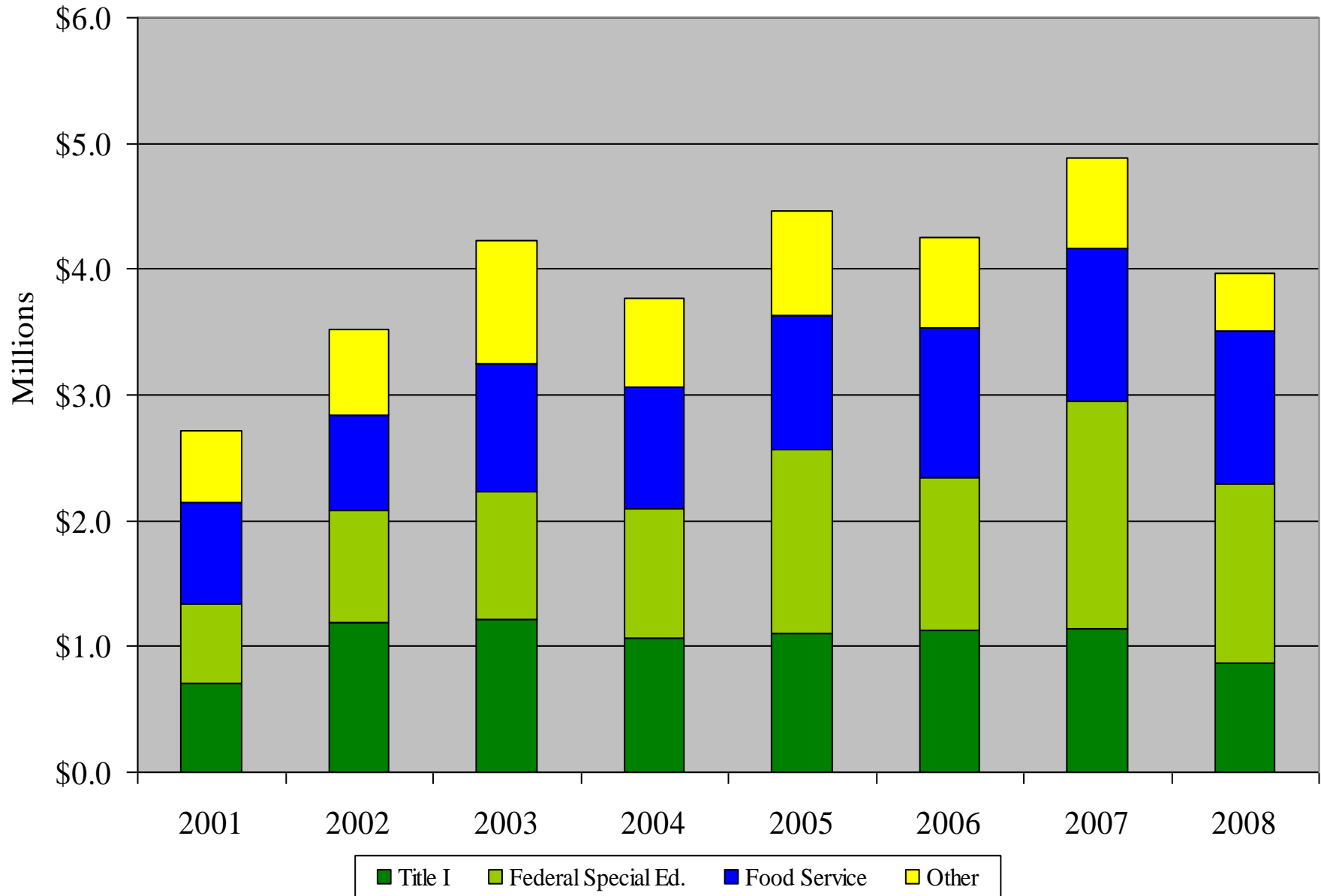
## State Special Education



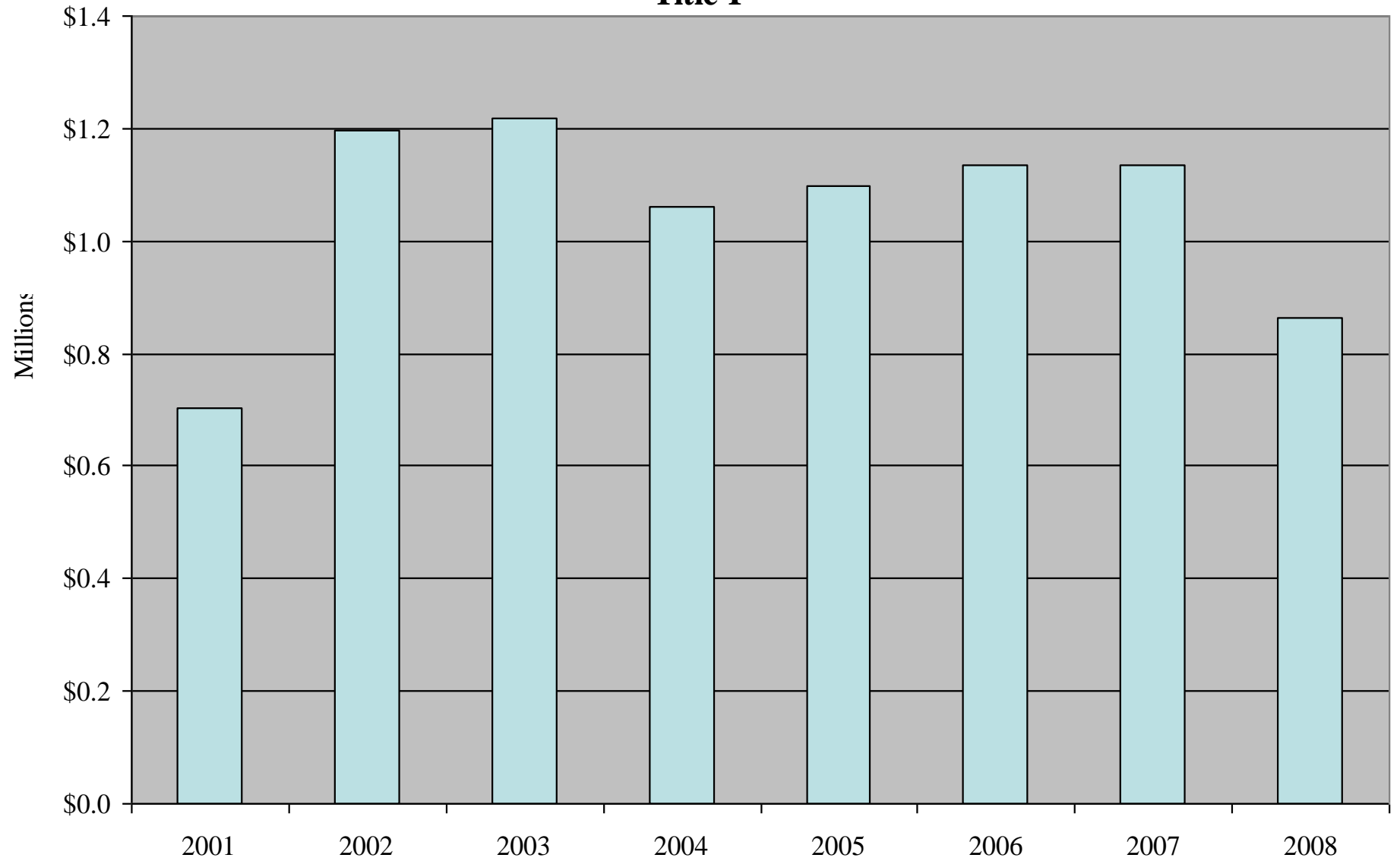
# Other State Revenue



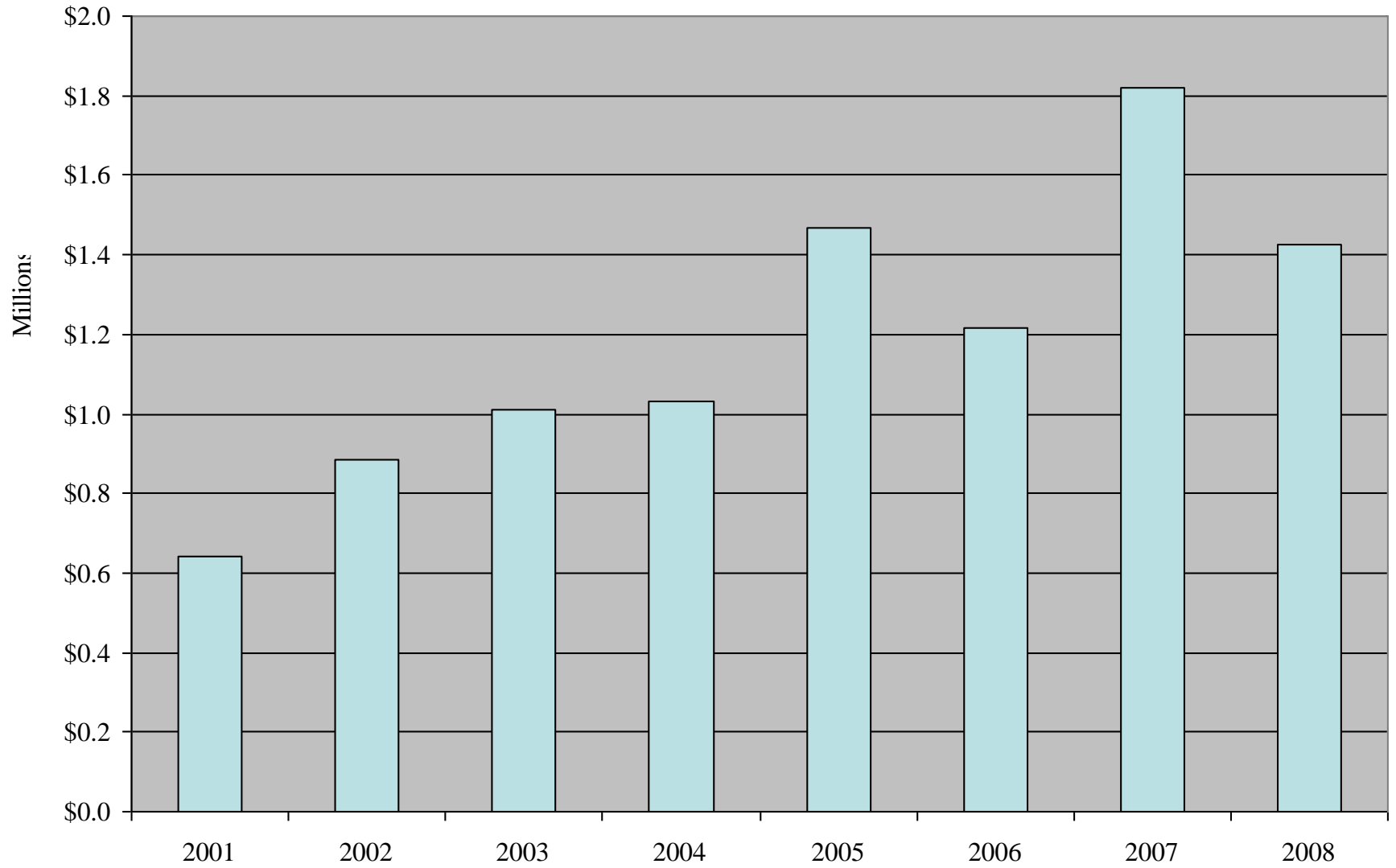
# Federal Funds



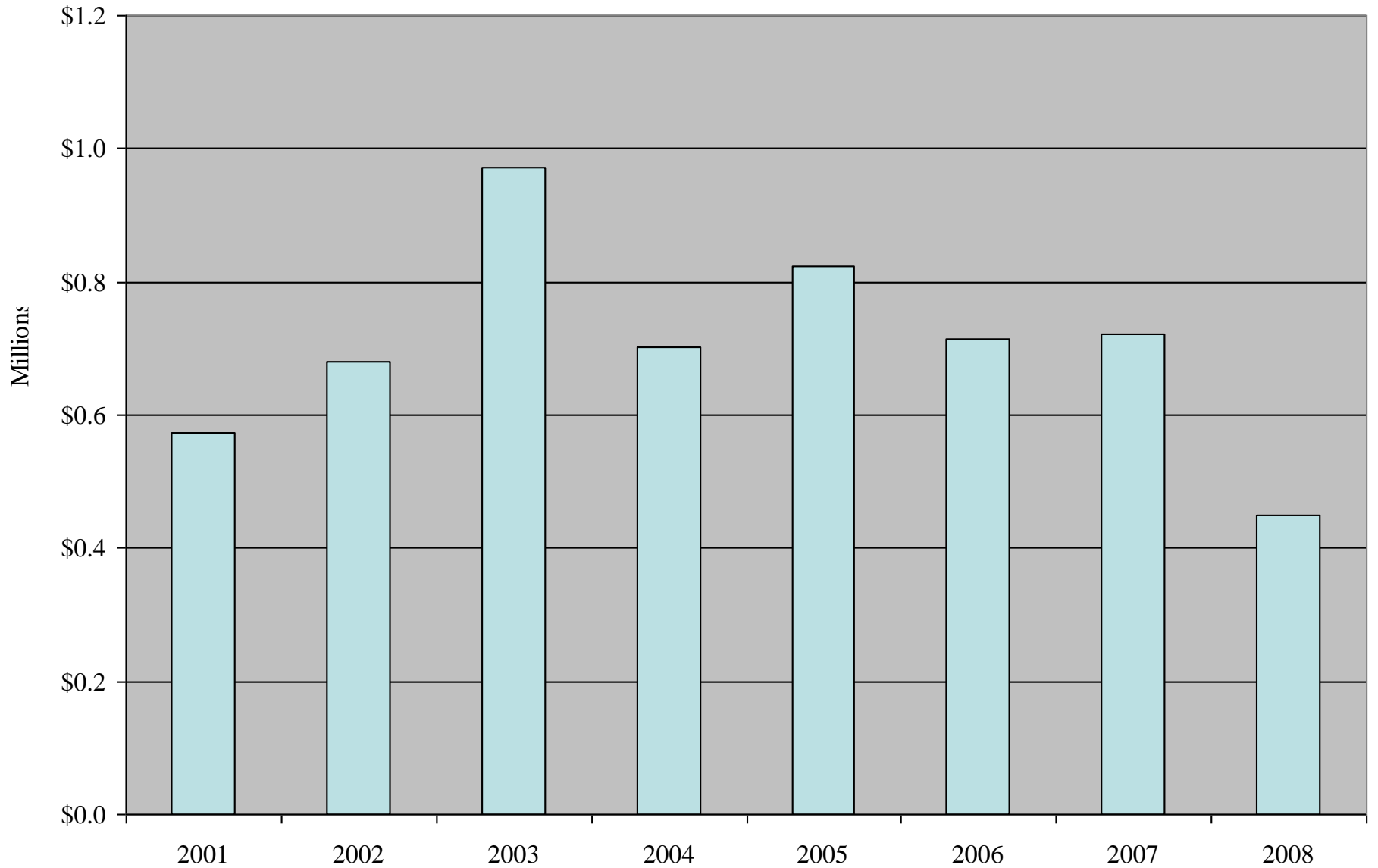
# Title I



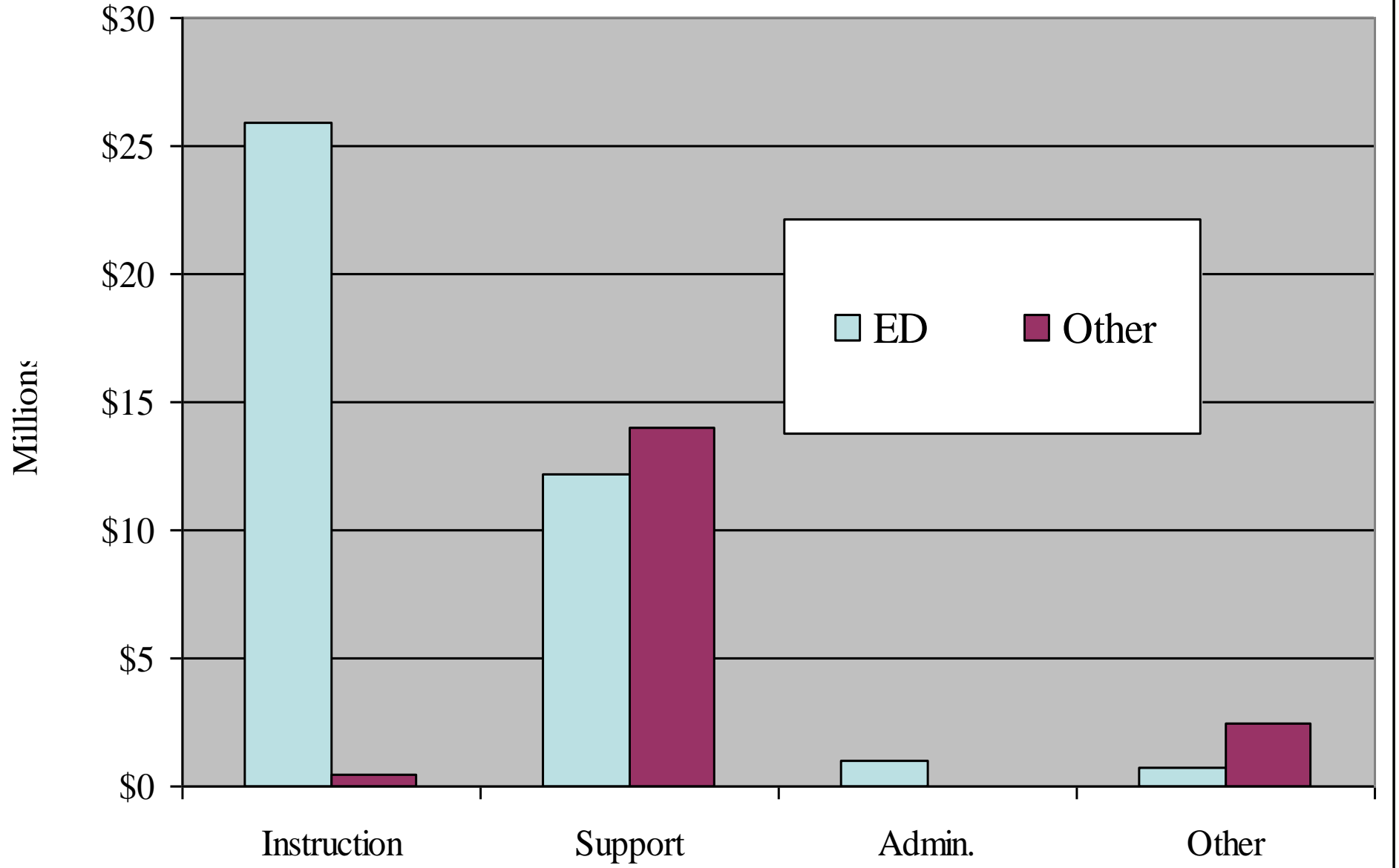
## Federal Special Education



## Federal Other



Expenditure Categories 2006



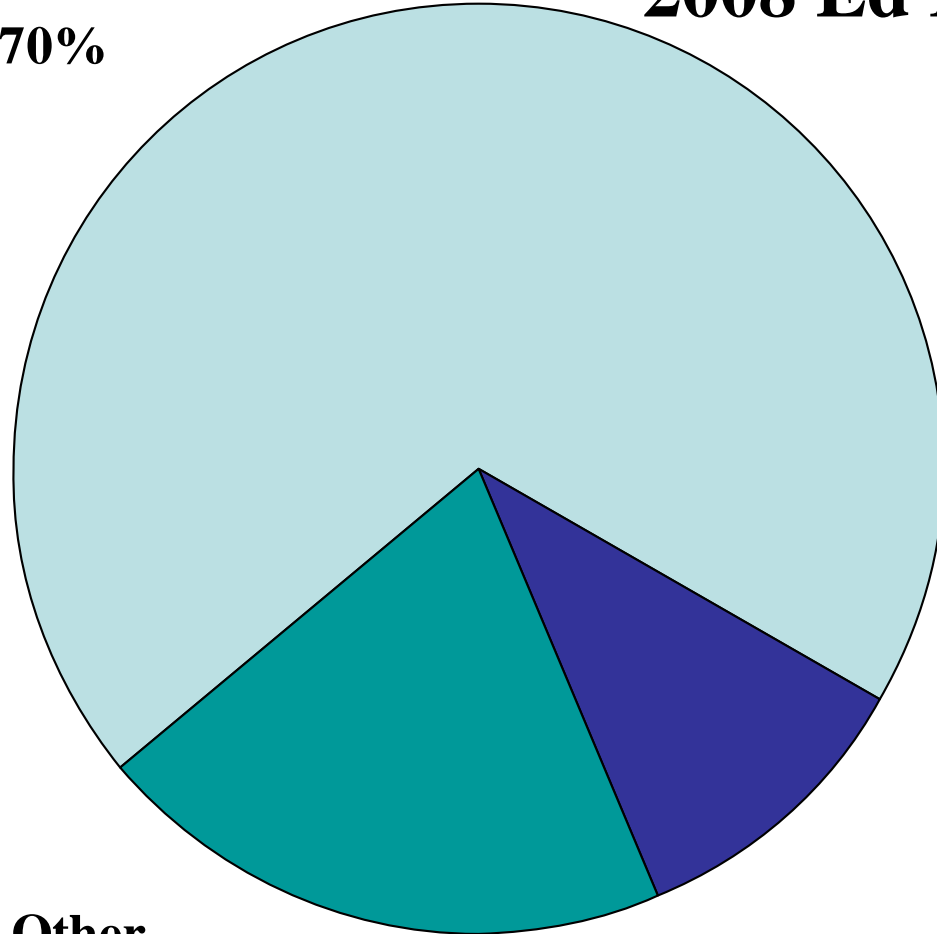
<b>All Funds Expenditures 2005</b>	<u>District #87</u>	<u>Illinois</u>
Instruction	44.8%	46.9%
Administration	1.8%	2.6%
Support	31.3%	31.5%
Other	22.1%	19.0%

# 2008 Ed Fund Expenditures

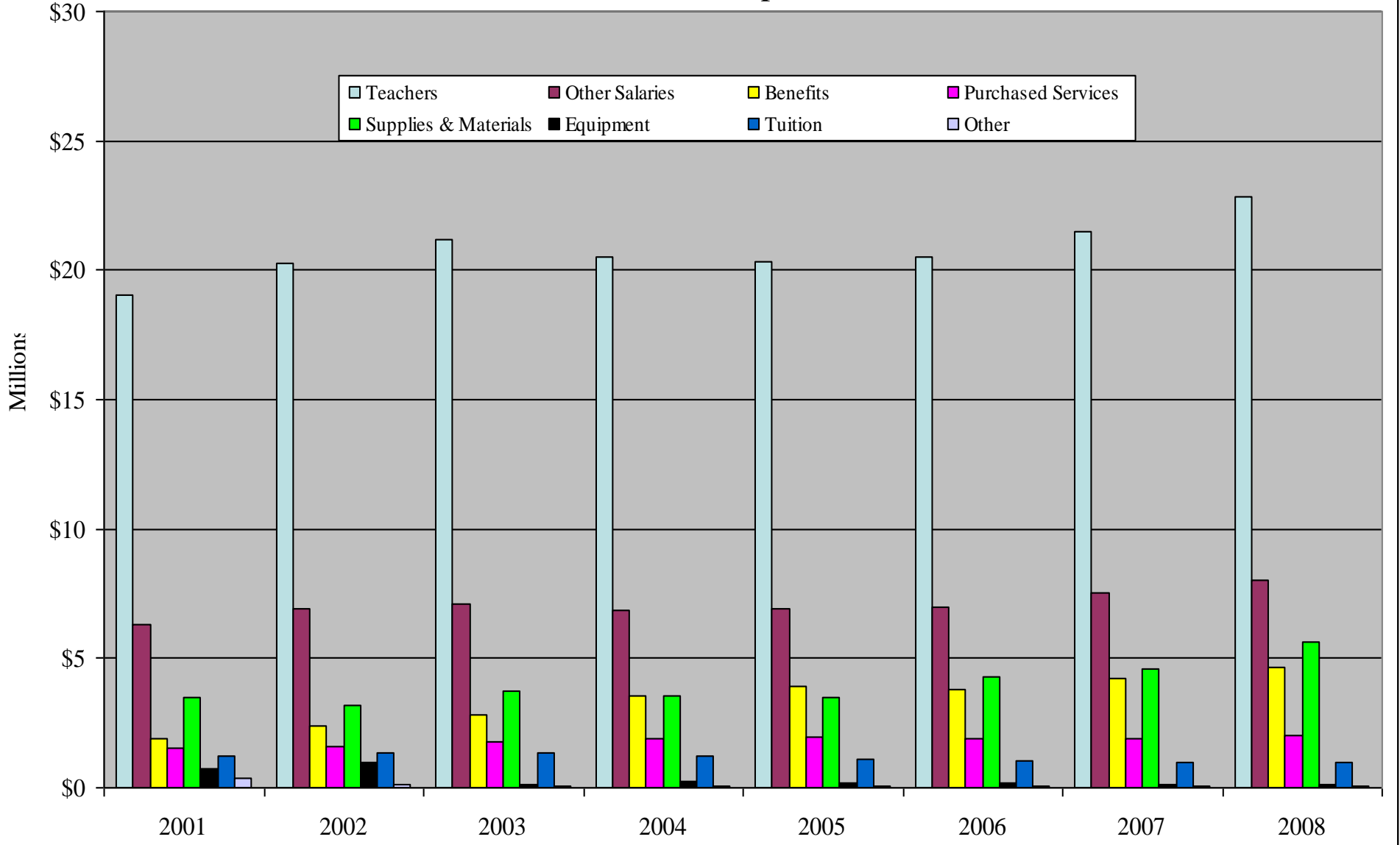
**Salaries**  
**70%**

**Other**  
**20%**

**Benefits**  
**10%**

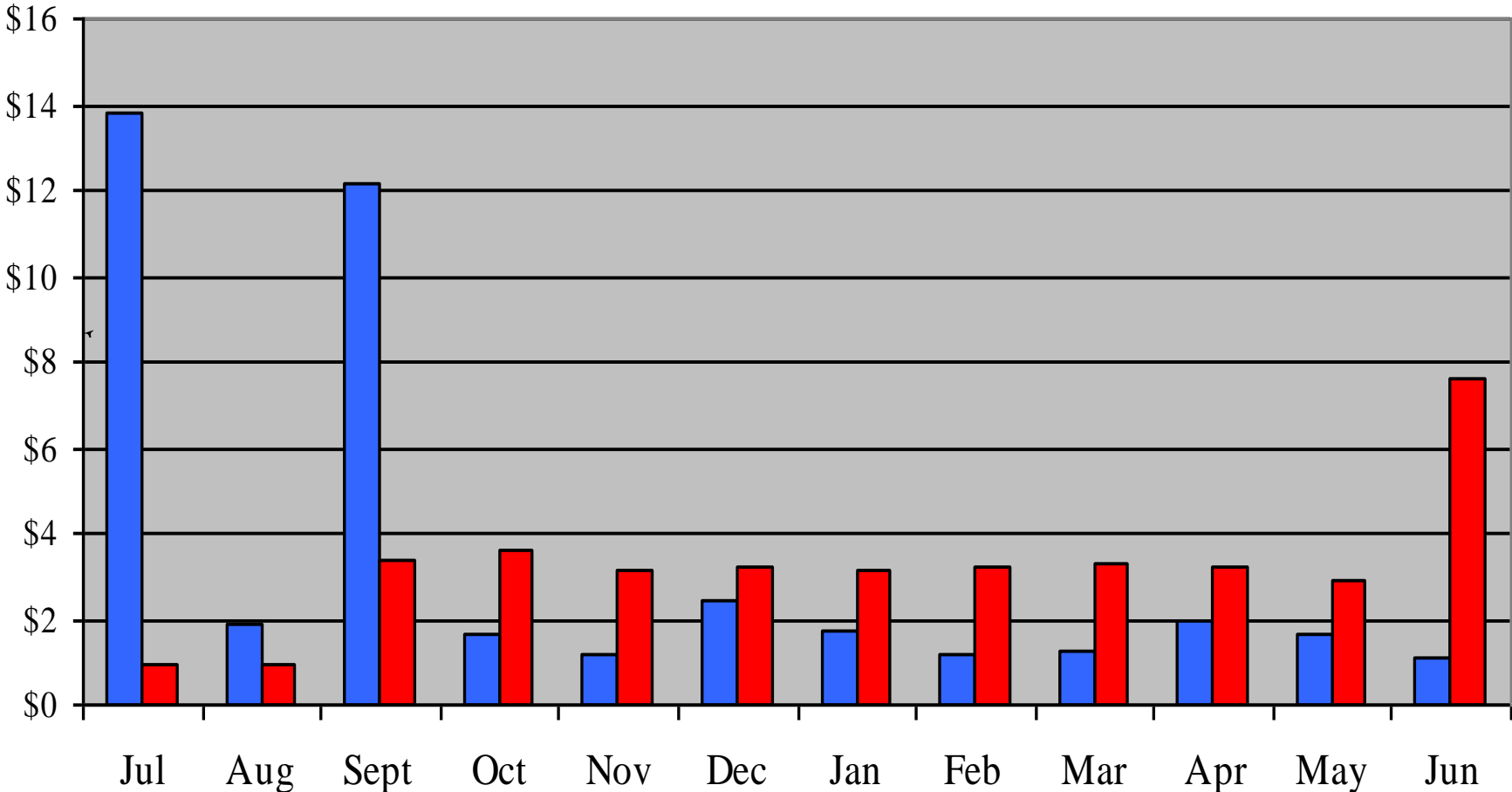


# Education Fund Expenditures



# Education Fund

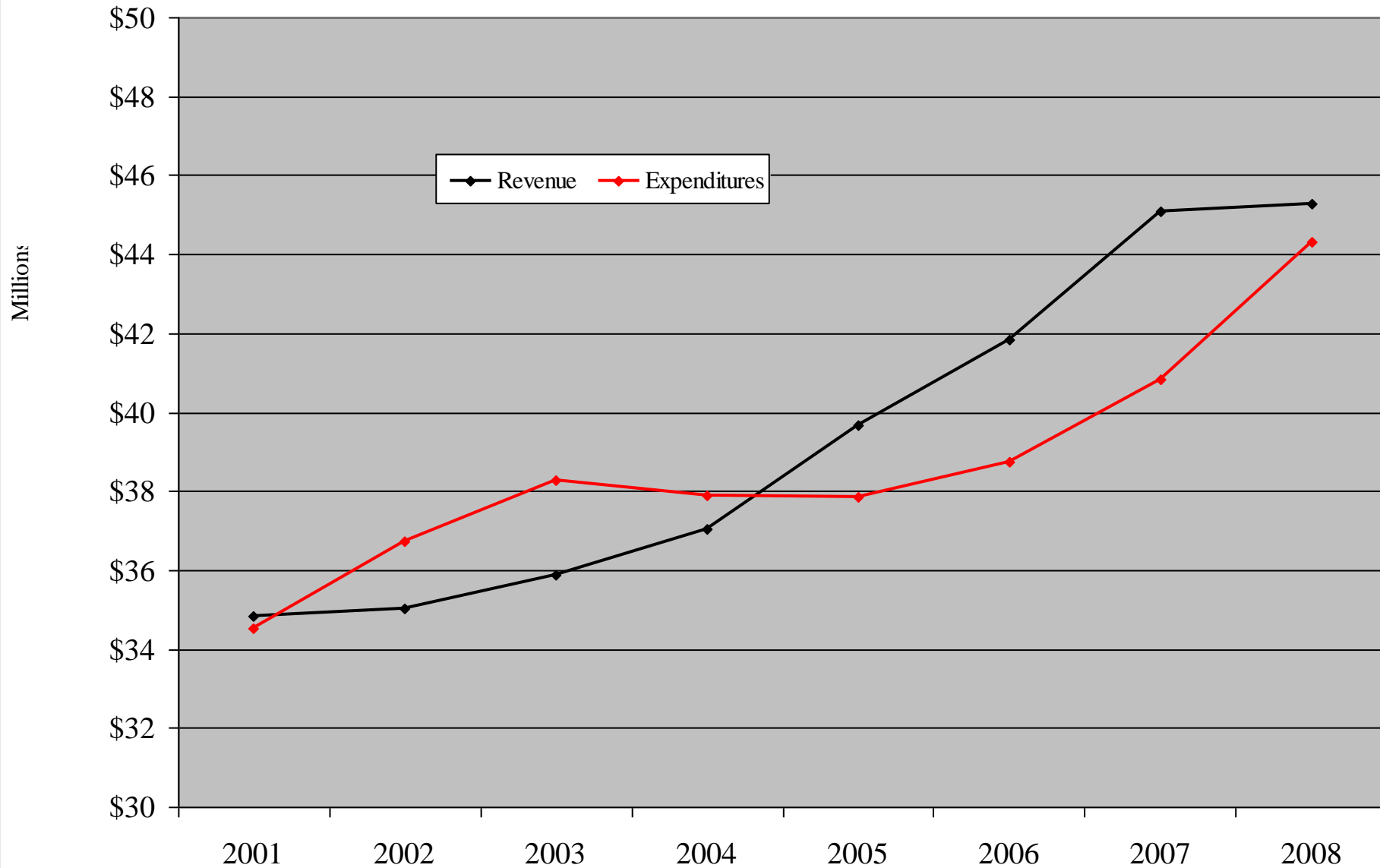
## Revenues and Expenditures 2006



# 2008 Financial Assumptions

- Balanced budget, build Education Fund balance
- EAV grows 3%
- CPPRT grows 5%
- Interest rates exceed 4%
- Enrollment and staffing stable
- State grants per ISBE & 4 Payments (Personnel & Extraordinary increase)
- Federal grants per ISBE & 4 Payments (Title I decrease)
- Benefit costs increase 10%
- Utility costs increase 20%, Fuel costs increase 35%

# Education Fund Revenues & Expenditures



**BLOOMINGTON PUBLIC SCHOOLS DISTRICT #87**  
**Tentative 2008 Budget**

<b>FUND DESCRIPTION</b>	<b>REVENUES</b>	<b>EXPENDITURES</b>	<b>Rev over (under) Expenditures</b>
<b>EDUCATION</b>	<b>\$ 45,295,655</b>	<b>\$ 44,321,382</b>	<b>\$ 974,273</b>
<b>STATE PAYMENTS TO TRS*</b>	<b>4,500,000</b>	<b>4,500,000</b>	<b>-</b>
<b>EDUCATION TOTAL</b>	<b>\$ 49,795,655</b>	<b>\$ 48,821,382</b>	<b>\$ 974,273</b>
<b>OPERATIONS &amp; MAINTENANCE</b>	<b>4,864,593</b>	<b>5,050,953</b>	<b>(186,360)</b>
<b>BOND &amp; INTEREST</b>	<b>2,538,397</b>	<b>2,478,123</b>	<b>60,274</b>
<b>TRANSPORTATION</b>	<b>2,058,144</b>	<b>2,314,710</b>	<b>(256,566)</b>
<b>MUNICIPAL RETIREMENT / SS</b>	<b>1,742,075</b>	<b>1,521,200</b>	<b>220,875</b>
<b>SITE &amp; CONSTRUCTION</b>	<b>50,000</b>	<b>2,595,000</b>	<b>(2,545,000)</b>
<b>WORKING CASH</b>	<b>671,591</b>	<b>-</b>	<b>671,591</b>
<b>FIRE PREVENTION - LIFE SAFETY</b>	<b>396,967</b>	<b>5,250,000</b>	<b>(4,853,033)</b>
<b>TOTAL</b>	<b>\$ 62,117,422</b>	<b>\$ 68,031,368</b>	<b>\$ (5,913,946)</b>

\* Payment made by the State of Illinois to Teacher's Retirement System "On Behalf of" District #87.

# Next Few Years

Risks continue:

- EAV at 3%?
- CPPRT and interest rates, will economy falter?
- State & federal grants, school finance reform?
- Utility, insurance, benefit, and other rapidly growing costs?
- Salary negotiations?