

**RIVERSIDE SCHOOL DISTRICT 96**

63 WOODSIDE ROAD  
RIVERSIDE, ILLINOIS 60546

**TENTATIVE BUDGET  
2009-10 FISCAL YEAR**

**PUBLIC DISPLAY COPY**

August 1, 2009

## SUMMARY INFORMATION, FISCAL YEARS 2006-07 TO 2009-10

	Audited 2006-07	Audited 2007-08	Year-end Fiscal Report (unaudited) 2008-09	Tentative Budget 2009-10
<b>REVENUE</b>				
Education Fund	\$13,961,226	\$14,906,697	\$14,709,644	\$16,292,200
Operation & Maintenance	3,069,634	2,931,694	3,395,000	3,435,000
Bond & Interest	517,914	355,709	10,000	10,000
Transportation	103,014	185,846	221,000	301,000
IMRF/Social Security	342,796	422,080	481,000	481,000
Working Cash	282,538	305,902	332,204	330,000

	Audited 2006-07	Audited 2007-08	Year-end Fiscal Report (unaudited) 2008-09	Tentative Budget 2009-10
<b>EXPENDITURES</b>				
Education Fund	\$11,722,418	\$12,881,141	\$13,785,400	\$14,542,300
Operation & Maintenance	1,337,464	1,446,388	2,645,000	2,785,000
Bond & Interest	461,031	537,862	-0-	-0-
Transportation	210,204	182,180	242,000	292,000
IMRF/Social Security	357,170	395,274	412,500	477,500
Working Cash	-0-	-0-	-0-	-0-

	Audited 2006-07	Audited 2007-08	Projected (unaudited) 2008-09	Tentative Budget 2009-10
<b>BALANCE, JUNE 30</b>				
Education Fund	\$4,219,603	\$6,245,159	\$7,169,403	\$8,919,303
Operation & Maintenance	2,242,737	3,728,043	4,478,043	5,128,043
Bond & Interest	477,791	295,638	305,638	315,638
Transportation	-(32,968)	-(29,302)	49,698	58,698
IMRF/Social Security	-(71,858)	14,948	83,448	86,948
TOTAL Operating & Debt Srvc Fnds	\$6,835,305	7,954,486*	\$9,786,230*	\$12,208,630*
Working Cash	1,380,266	1,626,168	1,958,372	2,288,372

\*Excludes \$2.3 million in reserve for mandated Life Safety expenditures.

2007-08 Transfers: IMRF, receipt - \$60,000; Working Cash Fund, expense - \$60,000

2008-09 Transfers: Transportation, receipt - \$100,000; Education Fund, expense - \$100,000

	Audited 2006-07	Audited 2007-08	Year-end Fiscal Report (unaudited) 2008-09	Tentative Budget 2009-10
<b>EDUCATION FUND #10 &amp; #80</b>				
<b>REVENUE</b>				
Local Taxes	\$11,998,989	\$12,895,931	\$14,072,144	\$15,490,500
Prior Year Taxes, Receipts (+)	-0-	-0-	-0-	-0-
Prior Year Taxes, Credits (-)	-0-	-0-	-(500,000)	-(500,000)
Net Local Taxes	\$11,998,989	\$12,895,931	13,572,144	14,990,500
Other Local	747,971	719,867	305,000	433,700
State Sources	1,012,552	768,044	659,500	720,000
Federal Sources	201,714	522,855	173,000	148,000
Transfers	-0-	-0-	-0-	-0-
<b>TOTAL REVENUE</b>	<b>\$13,961,226</b>	<b>\$14,906,697</b>	<b>\$14,709,644</b>	<b>\$16,292,200</b>

<b>EXPENDITURES</b>				
Instruction	\$7,947,260	\$8,761,803	\$9,075,000	\$9,768,000
Support	3,404,938	3,616,660	4,108,400	4,179,300
Community Services	15,506	14,537	-0-	-0-
Payments to Other Districts	354,714	488,141	602,000	595,000
Debt Service	-0-	-0-	-0-	-0-
Other	-0-	-0-	-0-	-0-
<b>TOTAL EXPENDITURES</b>	<b>\$11,722,418</b>	<b>\$12,881,141</b>	<b>\$13,785,400</b>	<b>\$14,542,300</b>

<b>EXCESS REVENUE (EXPENDITURES)</b>	<b>\$2,238,808</b>	<b>\$2,025,556</b>	<b>\$924,244</b>	<b>\$1,749,900</b>
<b>TRANSFER INTEREST (B &amp; I Fund)</b>	-0-	-0-	-0-	-0-
<b>TRANSFER INTEREST Transportation Fund</b>	-0-	-0-	100,000	-0-
<b>Adjustment to Actual</b>	-2,672	-0-	-0-	-0-
<b>FUND BALANCE, JULY 1</b>	<b>\$1,980,795</b>	<b>\$4,219,603</b>	<b>\$6,245,159</b>	<b>\$7,169,403</b>
<b>FUND BALANCE, JUNE 30</b>	<b>\$4,219,603</b>	<b>\$6,245,159</b>	<b>\$7,169,403</b>	<b>\$8,919,303</b>

	Audited 2006-07	Audited 2007-08	Year-end Fiscal Report (unaudited) 2008-09	Tentative Budget 2009-10
<b>OPERATION/MAINTENANCE FUND #20</b>				
<b>REVENUE</b>				
Local Taxes	\$3,001,279	\$2,774,349	\$3,750,000	\$3,750,000
Prior Year Taxes, Receipts (+)	-0-	-0-	-0-	-0-
Prior Year Taxes, Credits (-)	-0-	-0-	-(400,000)	-(400,000)
Net Local Taxes	\$3,001,279	\$2,774,349	\$3,350,000	\$3,350,000
Other Local	68,355	157,345	45,000	85,000
State School Maintenance Grant	-0-	-0-	-0-	-0-
<b>TOTAL REVENUE</b>	<b>\$3,069,634</b>	<b>\$2,931,694</b>	<b>\$3,395,000</b>	<b>\$3,435,000</b>

<b>EXPENDITURES</b>				
Support	\$1,335,782	\$1,444,832	\$2,643,000	\$2,783,000
Transfers				
Debt Service				
Other	1,682	1,556	2,000	2,000
<b>TOTAL EXPENDITURES</b>	<b>\$1,337,464</b>	<b>\$1,446,388</b>	<b>\$2,645,000</b>	<b>\$2,785,000</b>

<b>EXCESS REVENUE (EXPENDITURES)</b>	<b>\$1,732,170</b>	<b>\$1,485,306</b>	<b>\$750,000</b>	<b>\$650,000</b>
<b>FUND BALANCE, JULY 1</b>	<b>\$510,567</b>	<b>\$2,242,737</b>	<b>\$3,728,043</b>	<b>\$4,478,043</b>
<b>FUND BALANCE, JUNE 30</b>	<b>\$2,242,737</b>	<b>\$3,728,043</b>	<b>\$4,478,043</b>	<b>\$5,128,043</b>

	Audited 2006-07	Audited 2007-08	Year-end Fiscal Report (unaudited) 2008-09	Tentative Budget 2009-10
<b>BOND &amp; INTEREST FUND #30</b>				
<b>REVENUE</b>				
Local Taxes	\$494,815	\$332,017	-0-	-0-
Prior Year Taxes, Receipts (+)	-0-	-0-	-0-	-0-
Prior Year Taxes, Credits (-)	-0-	-0-	-0-	-0-
Net Local Taxes	\$494,815	\$332,017	-0-	-0-
State Grant				
Other Local	23,099	23,692	10,000	10,000
<b>TOTAL REVENUE</b>	<b>\$517,914</b>	<b>\$355,709</b>	<b>\$10,000</b>	<b>\$10,000</b>
<b>EXPENDITURES</b>				
Principal	\$425,000	\$525,000	-0-	-0-
Interest	36,031	12,862	-0-	-0-
Other				
<b>TOTAL EXPENDITURES</b>	<b>\$461,031</b>	<b>\$537,862</b>	<b>-0-</b>	<b>-0-</b>
<b>EXCESS REVENUE (EXPENDITURES)</b>	<b>\$56,883</b>	<b>\$(182,153)</b>	<b>\$10,000</b>	<b>\$10,000</b>
<b>OTHER FINANCING SOURCES (1)</b>				
<b>TRANSFER INTEREST (Ed. Fund)</b>	<b>-0-</b>	<b>-0-</b>	<b>-0-</b>	<b>-0-</b>
<b>FUND BALANCE, JULY 1</b>	<b>\$420,908</b>	<b>\$477,791</b>	<b>\$295,638</b>	<b>\$305,638</b>
<b>FUND BALANCE, JUNE 30</b>	<b>\$477,791</b>	<b>\$295,638</b>	<b>\$305,638</b>	<b>\$315,638</b>

	Audited 2006-07	Audited 2007-08	Year-end Fiscal Report (unaudited) 2008-09	Tentative Budget 2009-10
<b>TRANSPORTATION FUND #40</b>				
<b>REVENUE</b>				
Local Taxes	\$78,279	\$84,051	\$182,000	\$182,000
Prior Year Taxes, Receipts	-0-	-0-	-0-	-0-
(+)				
Prior Year Taxes, Credits (-)	-0-	-0-	-(2,000)	-(2,000)
Net Local Taxes	\$70,230	\$84,051	\$180,000	\$180,000
Other Local	4,462	-0-	1,000	1,000
State	20,273	101,795	40,000	120,000
<b>TOTAL REVENUE</b>	<b>\$103,014</b>	<b>\$185,846</b>	<b>\$221,000</b>	<b>\$301,000</b>
<b>EXPENDITURES</b>				
Support Service	\$210,204	\$182,180	\$242,000	\$292,000
<b>TOTAL EXPENDITURES</b>	<b>\$210,204</b>	<b>\$182,180</b>	<b>\$242,000</b>	<b>\$292,000</b>
<b>EXCESS REVENUE (EXPENDITURES)</b>	<b>\$-(107,190)</b>	<b>\$3,666</b>	<b>\$-(21,000)</b>	<b>9,000</b>
<b>TRANSFER INTEREST (Ed. Fund)</b>	<b>-0-</b>	<b>-0-</b>	<b>\$100,000</b>	<b>-0-</b>
<b>FUND BALANCE, JULY 1</b>	<b>\$74,222</b>	<b>\$-(32,968)</b>	<b>\$-(29,302)</b>	<b>\$49,698</b>
<b>FUND BALANCE, JUNE 30</b>	<b>\$-(32,968)</b>	<b>\$-(29,302)</b>	<b>\$49,698</b>	<b>\$58,698</b>

	Audited 2006-07	Audited 2007-08	Year-end Fiscal Report (unaudited) 2008-09	Tentative Budget 2009-10
<b>MUNICIPAL RETIREMENT/ SOCIAL SECURITY FUND #50</b>				
<b>REVENUE</b>				
Local Taxes	\$266,750	\$424,818	\$490,000	\$490,000
Prior Year Taxes, Receipts(+)	-0-	-0-	-0-	-0-
Prior Year Taxes, Credits(-)	-0-	-0-	-(10,000)	-(10,000)
Net Local Taxes	\$343,160	\$424,818	\$480,000	\$480,000
Other Local	-(364)	-(2,738)	1,000	1,000
<b>TOTAL REVENUE</b>	<b>\$342,796</b>	<b>\$422,080</b>	<b>\$481,000</b>	<b>\$481,000</b>
<b>EXPENDITURES</b>				
Instruction	\$161,954	\$174,557	\$181,500	\$226,500
Support	194,842	220,328	229,000	249,000
Debt Service	-0-		-0-	-0-
Other	374	389	2,000	2,000
<b>TOTAL EXPENDITURES</b>	<b>\$357,170</b>	<b>\$395,274</b>	<b>\$412,500</b>	<b>\$477,500</b>
<b>EXCESS REVENUE (EXPENDITURES)</b>	<b>\$-(14,374)</b>	<b>\$26,806</b>	<b>\$68,500</b>	<b>\$3,500</b>
<b>WORKING CASH TRANSFER</b>	-0-	\$60,000	-0-	-0-
<b>Adjustment to Actual</b>	-0-	-0-	-0-	-0-
<b>FUND BALANCE, JULY 1</b>	<b>\$-(57,484)</b>	<b>\$-(71,858)</b>	<b>\$14,948</b>	<b>\$83,448</b>
<b>FUND BALANCE, JUNE 30</b>	<b>\$-(71,858)</b>	<b>\$14,948</b>	<b>\$83,448</b>	<b>\$86,948</b>

	Audited 2006-07	Audited 2007-08	Year-end Fiscal Report (unaudited) 2008-09	Tentative Budget 2009-10
<b>WORKING CASH FUND #70</b>				
<b>REVENUE</b>				
Local Taxes	\$226,254	\$229,108	\$277,204	\$275,000
Prior Year Taxes, Receipts(+)	-0-	-0-	-0-	-0-
Prior Year Taxes, Credits(-)	-0-	-0-	-(5,000)	-(5,000)
Net Local Taxes	\$226,254	\$229,108	\$272,204	\$270,000
Other Local	56,284	76,794	60,000	60,000
<b>TOTAL REVENUE</b>	<b>\$282,538</b>	<b>\$305,902</b>	<b>\$332,204</b>	<b>\$330,000</b>
<b>EXPENDITURES</b>				
Transfer	-0-	-(60,000)	-0-	-0-
<b>TOTAL EXPENDITURES</b>	<b>-0-</b>	<b>\$(60,000)</b>	<b>-0-</b>	<b>-0-</b>
<b>EXCESS REVENUE (EXPENDITURES)</b>	<b>\$282,538</b>	<b>\$305,902</b>	<b>\$332,204</b>	<b>\$330,000</b>
<b>Adjustment to Actual</b>	<b>-0-</b>	<b>-0-</b>		
<b>FUND BALANCE, JULY 1</b>	<b>\$1,097,728</b>	<b>\$1,380,266</b>	<b>\$1,626,168</b>	<b>\$1,958,372</b>
<b>FUND BALANCE, JUNE 30</b>	<b>\$1,380,266</b>	<b>\$1,626,168</b>	<b>\$1,958,372</b>	<b>\$2,288,372</b>

Budget Assumptions and Parameters for the 2009-10 Tentative Budget

**(10) Education Fund (includes Tort Fund 80)**

Revenue

1. Taxes extended for tax year 2008, receipted in the second installment, will reflect the anticipated full tax revenue available from the March 2004 referendum, as restricted only by the tax cap and not pending legislation.
2. The district continues to budget for PTAB appeals and refunds for prior year property tax payments.
3. The corporate personal property replacement tax is projected to be 0% above the previous year's estimate due to the economic conditions. Data from the Illinois Department of Revenue is anticipated in late July.
4. Interest income will increase due to higher fund balances and improved investment rates.
5. Most categories of local, state, and Federal revenue are projected to increase by 4%. The fee for textbooks will remain unchanged; the fee will range from \$70 in Kindergarten to \$115 in grades 6-8.
6. Since District 96 is an alternate formula district for General State Aid, we anticipate a 4% increase in state aid – 2% due to higher enrollment and a modest 2% increase in GSA allocation.
7. Medicaid funds are anticipated for “fee for service” and “outreach” activities in the amount of \$38,200.
8. The district will not need to apply for Tax Anticipation Warrants in 2009-10.

## Expenditures

1. Kindergarten enrollment is projected to fill eight sections: one AM section at Hollywood, one AM section and one PM section at Blythe Park, two AM sections and one PM section at Central, one AM section and one PM section at Ames.
2. Enrollment for the past six years, and the 2009-10 projected enrollment, is listed below:

	<b>2003-04</b>	<b>2004-05</b>	<b>2005-06</b>	<b>2006-07</b>	<b>2007-08</b>	<b>2008-09</b>	<b>2009-10</b>
Elementary (Pre-K-5)	799	823	873	919	978	997	1,031
Junior High (6-8)	437	429	431	426	440	463	475
Total	1,236	1,252	1,304	1,345	1,418	1,460	1,506

3. Staffing adjustments for 2009-10 will be included in the budget, as indicated below:
  - .5 full-time equivalent position for the Kindergarten transition program (KITE – Kindergarteners Improving Toward Excellence).
4. Early Retirement Option (ERO) budget projects no certified staff retirements in June 2010.
5. Benefit costs are budgeted at increases of 9% for health insurance and 9% for dental insurance.
6. Supply costs, in general, increase by 3%.
7. 2009-10 will not have a major textbook adoption.
8. Educational purchased service costs and equipment costs are expected to increase by 3%. Technology expenditures will continue to fund the equipment replacement schedule and add additional equipment due to enrollment growth and/or the laptop initiative program starting in 5<sup>th</sup> grade. Budgeted expenditures for life safety projects are included in the Operations & Maintenance Fund.
9. Other potential expenditures not included in the 2009-10 budget:
  - expenses associated with implementing significant enrollment solutions, such as mobile classrooms
  - expenses associated with implementing major traffic/safety study recommendations
  - expenses associated with implementing architect’s recommended infrastructure (plumbing, heating, electrical, etc.) improvements totaling \$10 million

## **(20) Operations & Maintenance Fund**

Revenue (Note: Several of the comments regarding property taxes that were made with reference to the Education Fund, also apply to other tax supported funds and will not be repeated, unless of special note to the specific fund).

1. Revenues from building rentals and the sale of used equipment could increase if the district would choose to increase rental rates or conduct a sale.
2. A reallocation of tax revenues to increase the year-end fund balance can be used to fund life safety projects.

### Expenditures

1. Contracted building repairs are budgeted at \$240,000.
2. Teamster's contract ended on June 30, 2009...negotiations continue; compensation expenses are projected to increase by 4.0%.
3. Electricity and natural gas costs are projected to increase by 15% (the district belongs to two different cooperatives to help control costs in these two supplies).
4. The projected O & M Fund balance on 6/30/10 is projected to meet or exceed the Building Committee's desired balance of 30% of budgeted expenses, less mandated life safety expenses.

## **(30) Bond & Interest Fund**

### Revenue

1. Payments on the \$3.2 million bond issue for school renovations passed on 4/1/97 and the associated levy have expired. No expenditures or tax revenue will be posted in the budget.

### Expenditures

1. No expenditures are anticipated. The last bond payment for principal and interest was made during fiscal year '07-'08, on 12/1/07.

## **(40) Transportation Fund**

### Expenditures

1. The primary area of expense continues to be special education transportation.

**(50) IMRF/Social Security Fund**

Revenue

1. Revenues will exceed expenditures.

Expenditures

1. Expenditures are projected to increase due to the weighting factor applied by IMRF, staff turnover and staff increases.
2. The employer contribution rate (\* estimated) for the Illinois Municipal Retirement Fund continues to increase due to insufficient investment earnings by IMRF to fund District 96 retirement obligations for support staff (Aides, Secretaries, Custodians, Nurses):

Calendar Year	Employer Rate
2004	5.77%
2005	7.73%
2006	8.07%
2007	8.21%
2008	8.21%
2009*	13.21%
2010*	14.00%

**(70) Working Cash Fund**

Expenditures

1. No expenditures or transfers are anticipated.

## General, Concluding Comments

1. In 2002-03, the district had a deficit operating fund balance of  $-\$0.8$  million (excluding the Bond & Interest Fund and Working Cash Fund). On 6/30/09, the positive fund balance is projected to total nearly  $\$9.8$  million (excludes  $\$2.3$  million for mandated Life Safety expenditures) with a fund balance to expense ratio of 57.5%. The improved financial condition of the district is the result of a successful educational rate referendum on March 16, 2004 and spending controls such as zero-based budgeting.
2. The district continues to budget revenue losses in the Education Fund, O & M Fund, Bond & Interest Fund, Transportation Fund, IMRF/SS Fund, and Working Cash Fund in anticipation of ongoing PTAB refunds. A legislative solution to this illogical system is imperative.
3. The district's fiscal condition continues to improve as a result of the generous ongoing support of the community.
4. This budget evidences good fiscal stewardship through the improving financial condition, the increase in fund balance, and the positive fiscal position of each fund. The district's fiscal condition continues to improve as a result of the generous, ongoing support of the community.