

RIVERSIDE SCHOOL DISTRICT 96

63 WOODSIDE ROAD
RIVERSIDE, ILLINOIS 60546

**TENTATIVE BUDGET
2011-12 FISCAL YEAR**

PUBLIC DISPLAY COPY

August 3, 2011

SUMMARY INFORMATION, FISCAL YEARS 2008-09 TO 2011-12

	Audited 2008-09	Audited 2009-10	Final Budget 2010-11	Tentative Budget 2011-12
REVENUE				
Education Fund	\$20,060,718	\$19,929,600	\$18,682,200	\$18,682,200
Operation & Maintenance	\$3,532,632	\$3,265,256	\$3,035,000	\$3,135,000
Bond & Interest	\$5,751	\$(25,108)	\$10,000	\$10,000
Transportation	\$243,989	\$315,298	\$301,000	\$521,000
IMRF/Social Security	\$556,984	\$531,036	\$461,000	\$541,000
Working Cash	\$350,419	\$322,023	\$290,000	\$260,000

	Audited 2008-09	Audited 2009-10	Final Budget 2010-11	Tentative Budget 2011-12
EXPENDITURES				
Education Fund	\$14,017,398	\$15,664,745	\$17,922,200	\$18,042,200
Operation & Maintenance	\$1,855,728	\$2,137,866	\$2,910,000	\$3,110,000
Bond & Interest	-0-	-0-	-0-	-0-
Transportation	\$280,672	\$454,673	\$479,000	\$519,000
IMRF/Social Security	\$437,973	\$469,415	\$561,000	\$561,000
Working Cash	-0-	-0-	-0-	-0-

	Audited 2008-09	Audited 2009-10	Final Budget 2010-11	Tentative Budget 2011-12
BALANCE, JUNE 30				
Education Fund	\$12,188,479	\$16,304,327	\$16,914,327	\$17,554,327
Operation & Maintenance	\$5,405,697	\$6,533,087	\$6,658,087	\$6,683,087
Bond & Interest	\$301,389	\$276,281	\$286,281	\$296,281
Transportation	\$34,015	\$44,640	\$16,640	\$18,640
IMRF/Social Security	\$133,959	\$195,580	\$95,580	\$75,580
TOTAL Operating & Debt Srvc Fnds	\$4,063,539 ¹	\$9,255,683 ¹	\$9,970,915 ¹	\$10,627,915 ¹
Working Cash	\$1,976,587	\$2,298,610	\$2,588,610	\$2,848,610

¹ Excludes \$14.0 million in reserve for capital infrastructure

2008-09 Transfers: Transportation, receipt - \$150,000; Education Fund, expense - \$149,007

2009-10 Transfers: Transportation, receipt - \$150,000; Education Fund, expense - \$149,007

2010-11 Transfers: Transportation, receipt - \$150,000; Education Fund, expense - \$150,000

	Audited 2008-09	Audited 2009-10	Final Budget 2010-11	Tentative Budget 2011-12
EDUCATION FUND #10 & #80				
REVENUE				
Local Taxes	\$18,104,580	\$17,756,768	\$17,890,000	\$17,890,000
Prior Year Taxes, Receipts (+)	-0-	-0-	-0-	-0-
Prior Year Taxes, Credits (-)	-0-	-0-	-(500,000)	-(500,000)
Net Local Taxes	\$18,104,580	\$17,756,768	\$17,390,000	\$17,390,000
Other Local	763,909	756,280	424,200	424,200
State Sources	838,722	793,854	720,000	720,000
Federal Sources	353,507	622,698	148,000	148,000
Transfers	-0-	-0-	-0-	-0-
TOTAL REVENUE	\$20,060,718	\$19,929,600	\$18,682,200	\$18,682,200
EXPENDITURES				
Instruction	\$9,522,130	\$10,220,811	\$11,930,900	\$11,900,900
Support	3,873,214	4,343,100	4,758,300	4,927,300
Community Services	10,119	8,463	9,000	10,000
Payments to Other Districts	611,935	1,092,371	1,224,000	1,204,000
Debt Service			-0-	-0-
Other			-0-	-0-
TOTAL EXPENDITURES	\$14,017,398	\$15,664,745	\$17,922,200	\$18,042,200
EXCESS REVENUE (EXPENDITURES)	\$6,043,320	\$4,264,855	\$760,000	\$640,000
TRANSFER INTEREST (B & I Fund)			-0-	-0-
TRANSFER INTEREST Transportation Fund	100,000	150,000	150,000	-0-
Adjustment to Actual		993	-0-	-0-
FUND BALANCE, JULY 1	\$6,245,159	\$12,188,479	\$16,304,327	\$16,914,327
FUND BALANCE, JUNE 30	\$12,188,479	\$16,304,327	\$16,914,327	\$17,554,327

	Audited 2008-09	Audited 2009-10	Final Budget 2010-11	Tentative Budget 2011-12
OPERATION/MAINTENANCE FUND #20				
REVENUE				
Local Taxes	\$3,360,963	\$3,117,000	\$3,350,000	\$3,450,000
Prior Year Taxes, Receipts (+)	-0-	-0-	-0-	-0-
Prior Year Taxes, Credits (-)	-0-	-0-	-(400,000)	-(400,000)
Net Local Taxes	\$3,360,963	\$2,958,365	\$2,950,000	\$3,050,000
Other Local	171,669	148,256	85,000	85,000
State School Maintenance Grant	-0-	-0-	-0-	-0-
TOTAL REVENUE	\$3,532,632	\$3,265,256	\$3,035,000	\$3,135,000

EXPENDITURES				
Support	\$1,854,088	\$2,137,866	\$2,910,000	\$3,110,000
Transfers				
Debt Service				
Other	1,640	-0-	-0-	-0-
TOTAL EXPENDITURES	\$1,855,728	\$2,137,866	\$2,910,000	\$3,110,000

EXCESS REVENUE (EXPENDITURES)	\$1,676,904	\$1,127,390	\$125,000	\$25,000
FUND BALANCE, JULY 1	\$3,728,043	\$5,405,697	\$6,533,087	\$6,658,087
Other financing	750			
FUND BALANCE, JUNE 30	\$5,405,697	\$6,533,087	\$6,658,087	\$6,683,087

	Audited 2008-09	Audited 2009-10	Final Budget 2010-11	Tentative Budget 2011-12
BOND & INTEREST FUND #30				
REVENUE				
Local Taxes	-5,751	-25,108	-0-	-0-
Prior Year Taxes, Receipts (+)			-0-	-0-
Prior Year Taxes, Credits (-)			-0-	-0-
Net Local Taxes	-5,751	-25,108	-0-	-0-
State Grant				
Other Local	11,075	-0-	10,000	10,000
TOTAL REVENUE	\$5,751	-\$25,108	\$10,000	\$10,000
EXPENDITURES				
Principal	-0-	-0-	-0-	-0-
Interest	-0-	-0-	-0-	-0-
Other				
TOTAL EXPENDITURES	-0-	-0-	-0-	-0-
EXCESS REVENUE (EXPENDITURES)	\$5,751	-\$25,108	\$10,000	\$10,000
OTHER FINANCING SOURCES (1)				
TRANSFER INTEREST (Ed. Fund)			-0-	-0-
FUND BALANCE, JULY 1	\$295,638	\$301,389	\$276,281	\$286,281
FUND BALANCE, JUNE 30	\$301,389	\$276,281	\$286,281	\$296,281

	Audited 2008-09	Audited 2009-10	Final Budget 2010-11	Tentative Budget 2011-12
TRANSPORTATION FUND #40				
REVENUE				
Local Taxes	\$146,225	\$184,907	\$152,000	\$272,000
Prior Year Taxes, Receipts (+)	-0-	-0-	-0-	-0-
Prior Year Taxes, Credits (-)	-0-	-0-	-(2,000)	-(2,000)
Net Local Taxes	\$146,225	\$184,907	\$150,000	\$270,000
Other Local	119	535	1,000	1,000
State	97,645	129,856	150,000	250,000
TOTAL REVENUE	\$243,989	\$315,298	\$301,000	\$521,000
EXPENDITURES				
Support Services	\$280,672	\$454,673	\$479,000	\$519,000
TOTAL EXPENDITURES	\$280,672	\$454,673	\$479,000	\$519,000
EXCESS REVENUE (EXPENDITURES)	\$-(36,683)	\$-(139,375)	\$-(178,000)	\$2,000
TRANSFER INTEREST (Ed. Fund)	\$100,000	\$150,000	\$150,000	-0-
FUND BALANCE, JULY 1	\$-(29,302)	\$34,015	\$44,640	\$16,640
FUND BALANCE, JUNE 30	\$34,015	\$44,640	\$16,640	\$18,640

	Audited 2008-09	Audited 2009-10	Final Budget 2010-11	Tentative Budget 2011-12
MUNICIPAL RETIREMENT/ SOCIAL SECURITY FUND #50				
REVENUE				
Local Taxes	\$554,525	\$527,097	\$470,000	\$550,000
Prior Year Taxes, Receipts(+)	-0-	-0-	-0-	-0-
Prior Year Taxes, Credits(-)	-0-	-0-	-(10,000)	-(10,000)
Net Local Taxes	\$554,525	\$527,097	\$460,000	\$540,000
Other Local	2,459	3,939	1,000	1,000
TOTAL REVENUE	\$556,984	\$531,036	\$461,000	\$541,000
EXPENDITURES				
Instruction	\$202,411	\$233,510	\$286,000	\$286,000
Support	235,152	235,905	275,000	275,000
Debt Service			-0-	-0-
Other	410	-0-	-0-	-0-
TOTAL EXPENDITURES	\$437,973	\$469,415	\$561,000	\$561,000
EXCESS REVENUE (EXPENDITURES)	\$119,011	\$61,621	\$-(100,000)	\$-(20,000)
WORKING CASH TRANSFER	-0-	-0-	-0-	-0-
Adjustment to Actual	-0-	-0-	-0-	-0-
FUND BALANCE, JULY 1	\$14,948	\$133,959	\$195,580	\$95,580
FUND BALANCE, JUNE 30	\$133,959	\$195,580	\$95,580	\$75,580

	Audited 2008-09	Audited 2009-10	Final Budget 2010-11	Tentative Budget 2011-12
WORKING CASH FUND #70				
REVENUE				
Local Taxes	\$286,602	\$269,460	\$245,000	\$245,000
Prior Year Taxes, Receipts(+)	-0-	-0-	-0-	-0-
Prior Year Taxes, Credits(-)	-0-	-0-	-(5,000)	-(5,000)
Net Local Taxes	\$286,602	\$269,460	\$240,000	\$240,000
Other Local	63,817	52,563	50,000	20,000
TOTAL REVENUE	\$350,419	\$322,023	\$290,000	\$260,000
EXPENDITURES				
Transfer	-0-	-0-	-0-	-0-
TOTAL EXPENDITURES	-0-	-0-	-0-	-0-
EXCESS REVENUE (EXPENDITURES)	\$350,419	\$322,023	\$290,000	\$260,000
Adjustment to Actual				
FUND BALANCE, JULY 1	\$1,626,168	\$1,976,587	\$2,298,610	\$2,588,610
FUND BALANCE, JUNE 30	\$1,976,587	\$2,298,610	\$2,588,610	\$2,848,610

RIVERSIDE SCHOOL DISTRICT 96Budget Assumptions and Parameters for the 2011-12 Tentative Budget**(10) Education Fund (includes Tort Fund 80)**Revenue

1. Taxes extended for tax year 2009, 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. Tax receipts for 2010 are adjusted for PTAB refunds to two large “box stores” at the North Riverside mall.
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 remain stagnant, amidst higher fund balances, due to historically low investment rates.
5. Most categories of local, state, and Federal revenue are projected to increase by 0%. The fee for textbooks will remain unchanged; the fee will range from \$70 in Kindergarten to \$185 in grade 8.
6. Since District 96 is an alternate formula district for General State Aid, we anticipate a 0% increase in state aid though enrollment is higher than last year. The State of Illinois’ fiscal condition will limit increases in GSA allocation.
7. Due to federal cuts in Medicaid funding, the District will budget reimbursement for “fee for service” and “outreach” activities in the amount of \$0.00.
8. The district will not need to apply for Tax Anticipation Warrants in 2011-12.
9. ARRA federal stimulus dollars totaling nearly \$400,000 were received in 2009-10. This revenue is non-recurring.

Expenditures

1. Kindergarten enrollment is projected to fill eight sections: one AM section at Hollywood, one AM section at Blythe Park, two AM sections and one PM section at Central, two AM sections and one PM section at Ames.
2. Enrollment for the past eight years, and the 2011-12 projected enrollment, is listed below:

	'03- '04	'04- '05	'05- '06	'06- '07	'07- '08	'08- '09	'09- '10	'10- '11	'11- '12
Elementary (Pre-K-5)	799	823	873	919	978	997	1,031	1,088	1,092
Junior High (6-8)	437	429	431	426	440	463	475	489	495
Total	1,236	1,252	1,304	1,345	1,418	1,460	1,506	1,577	1,587

3. Staffing adjustments for 2011-12 will be included in the budget, as indicated below:
 - 1.0 full-time equivalent teaching position for Central due to an increase of 1 section.
4. Early Retirement Option (ERO) budget line projects no certified staff retirements by June 2012.
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. 2011-12 will have a major textbook adoption – science.
8. Educational purchased service (non-special education) costs and equipment are expected to increase by 3%. Special education expenses continue to trend 3 times higher than regular ed. expenses. Technology expenditures will continue to fund the equipment replacement schedule and add additional equipment due to enrollment growth and/or the Laptops for Learning Program starting in 5th grade. Budgeted expenditures for life safety projects and modest capital renovation preparatory costs are included in the Operations & Maintenance Fund.
9. Other potential expenditures NOT included in the 2011-12 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 \$14 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. In light of the 3-year Teamster's contract (ending June 30, 2012) 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 6/30/12 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 FundRevenue

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 FundExpenditures

1. The primary area of expense continues to be special education transportation. Expenses have nearly doubled during the past 4 years due increased enrollment in special education.

(50) IMRF/Social Security FundRevenue

1. Revenues will not exceed expenditures, by a modest amount.

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*	8.15%
2010*	8.97%
2011*	11.90%

(70) Working Cash FundExpenditures

1. No expenditures or transfers are anticipated.

General, Concluding Comments

1. In 2002-03, the district had a deficit operating fund balance of $-\$.8$ million (excluding the Bond & Interest Fund and Working Cash Fund). On 6/30/12, the positive fund balance is projected to total nearly $\$10.6$ million (excludes $\$14.0$ million – non referendum dollars - for projected capital infrastructure repair/improvement at all five schools) with a fund balance to expense ratio of 47.8%. The improved financial condition of the district is the result of a successful educational rate referendum eight years ago (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.