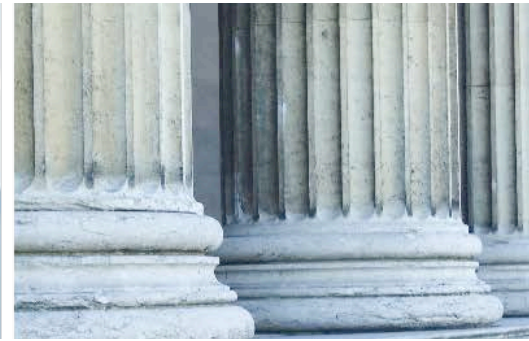




Integrity. Commitment. Performance.™



Glen Ellyn School District 41

PMA Financial Planning Program
Presented by
Michael Frances | Senior Financial Advisor
PMA Financial Network, Inc.
November 26, 2012

Process

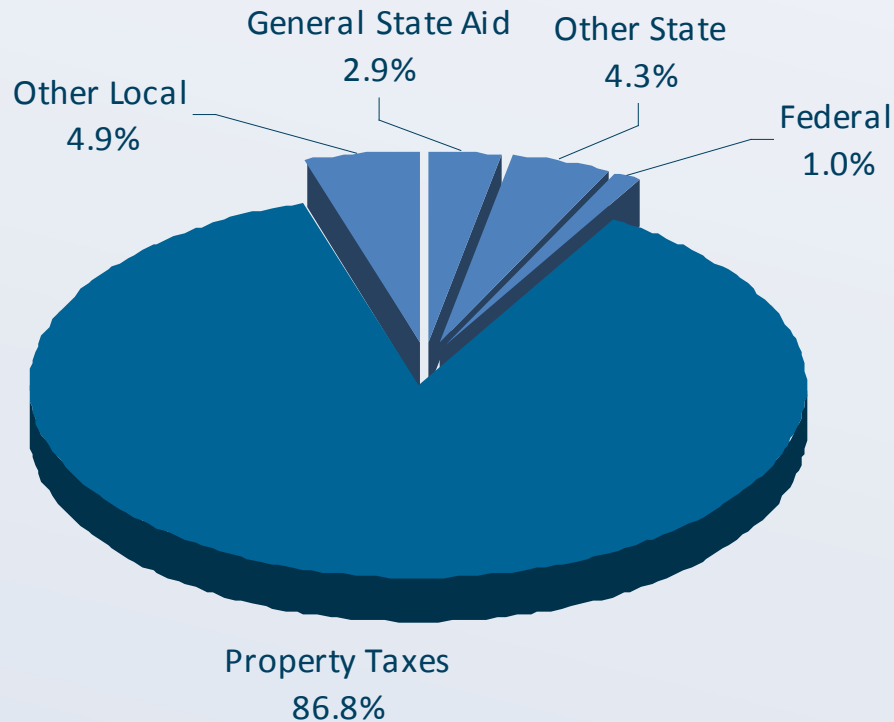
- What is the Financial Planning Program (FPP)?
 - A comprehensive, interactive planning process that can be dynamically updated to assist the District in making important financial decisions.
- How are we going to use the plan?
 - Budget Planning
 - Trend Analysis
 - Set Fiscal Policies
 - Annual Update and Reassessment
 - Scenario Analysis

Data Elements

- Annual Financial Reports (AFRs) for the past five years
- District's FY13 Budget - Base for financial projections
- Historical Tax Extension Reports
- History of Equalized Assessed Valuations / New Construction
- Current contract and scattergram for certified staff
- Current Salary & Benefits information
- Current student/staffing ratios

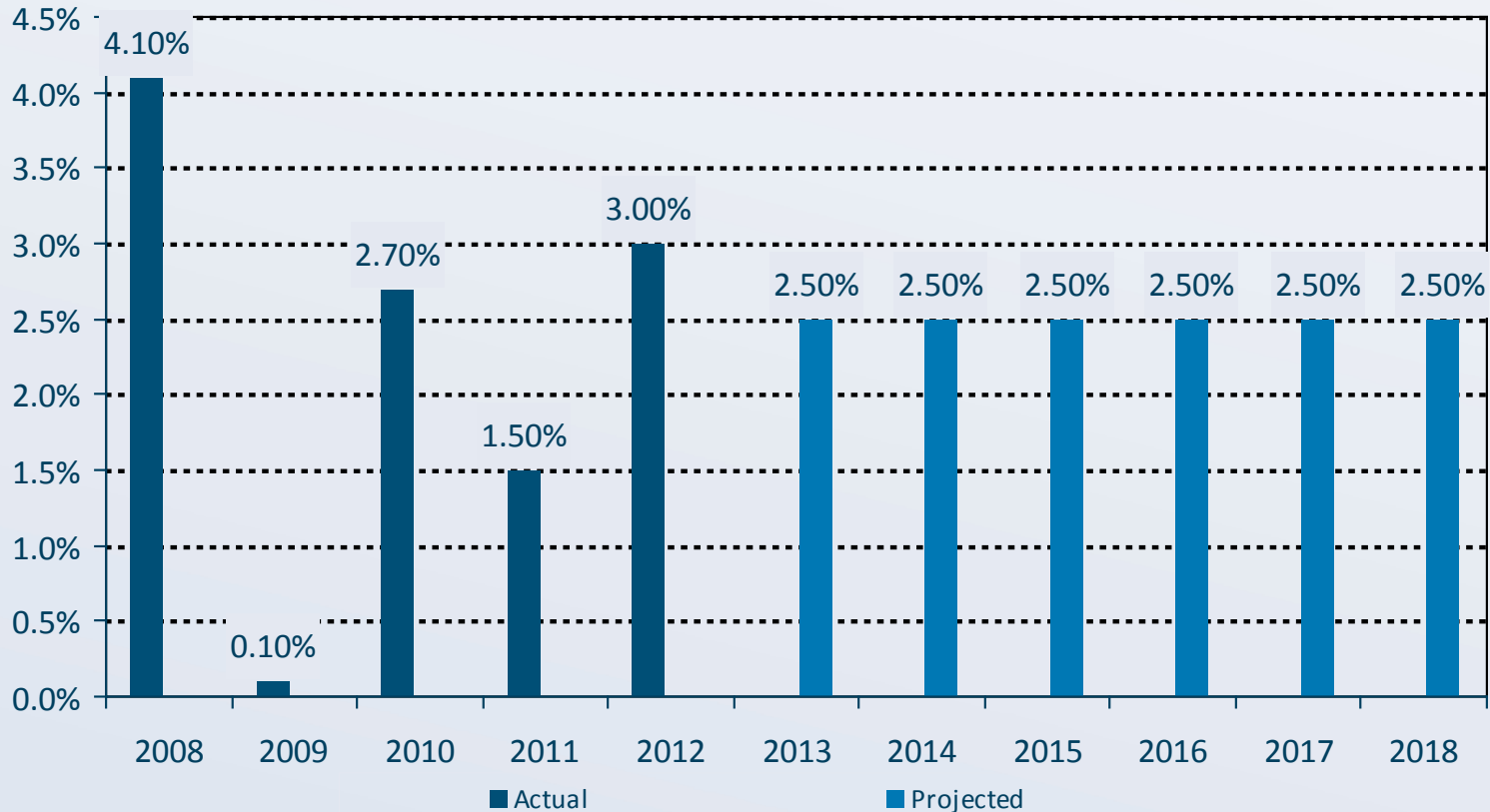
Operating Funds Revenue Budget – \$44,859,016

REVENUE BY SOURCE DETAIL - FY 2013



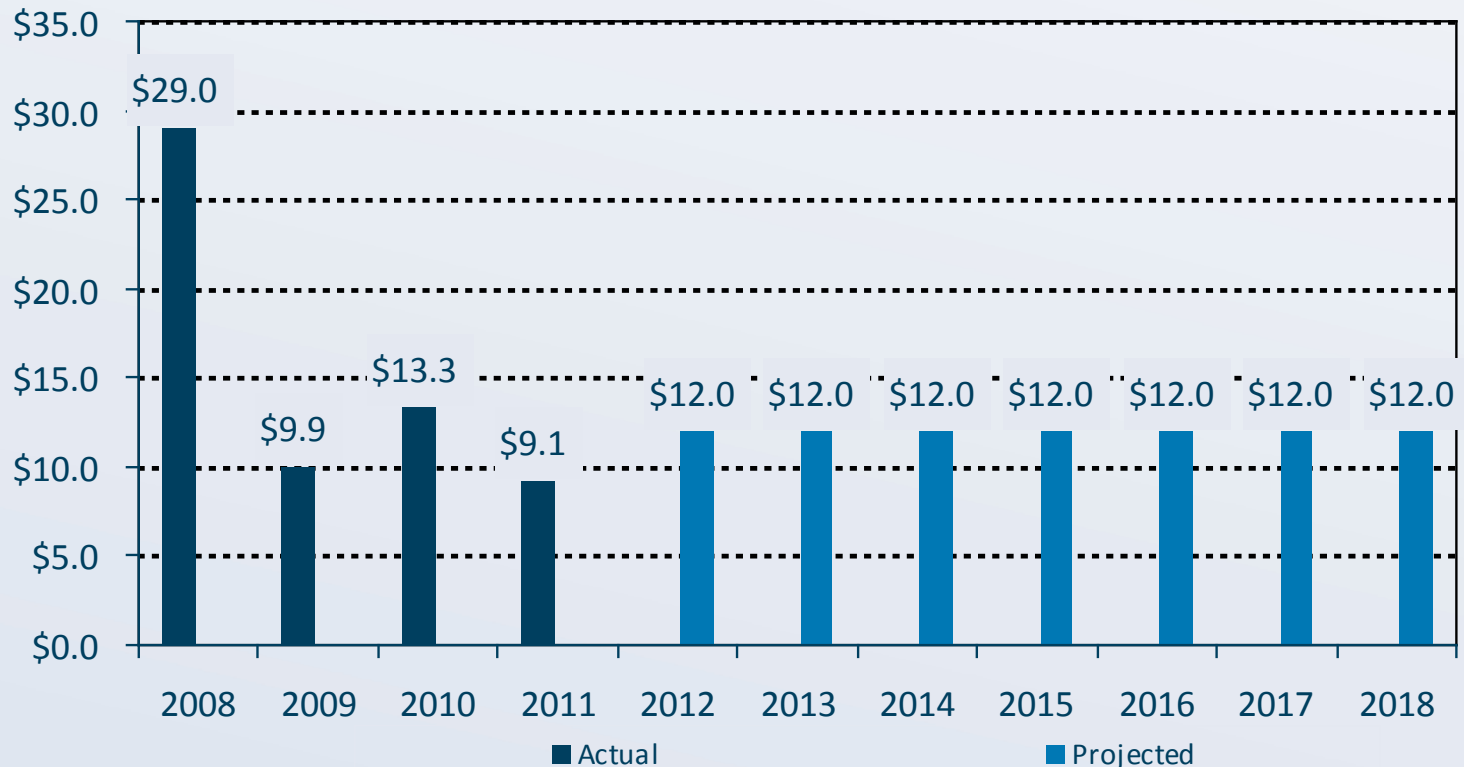
Revenue Assumptions – Property Taxes

Consumer Price Index (CPI) - Levy Years



Revenue Assumptions – Property Taxes

New Growth (In Millions)



Revenue – Sensitivity

- Tax Levy: 86.8% of Total Operating Revenue
 - CPI 1% Δ = +/- \$390,000
 - New Property: \$1 million Δ = +/- \$33,000

Revenue Assumptions – Other Local Revenue

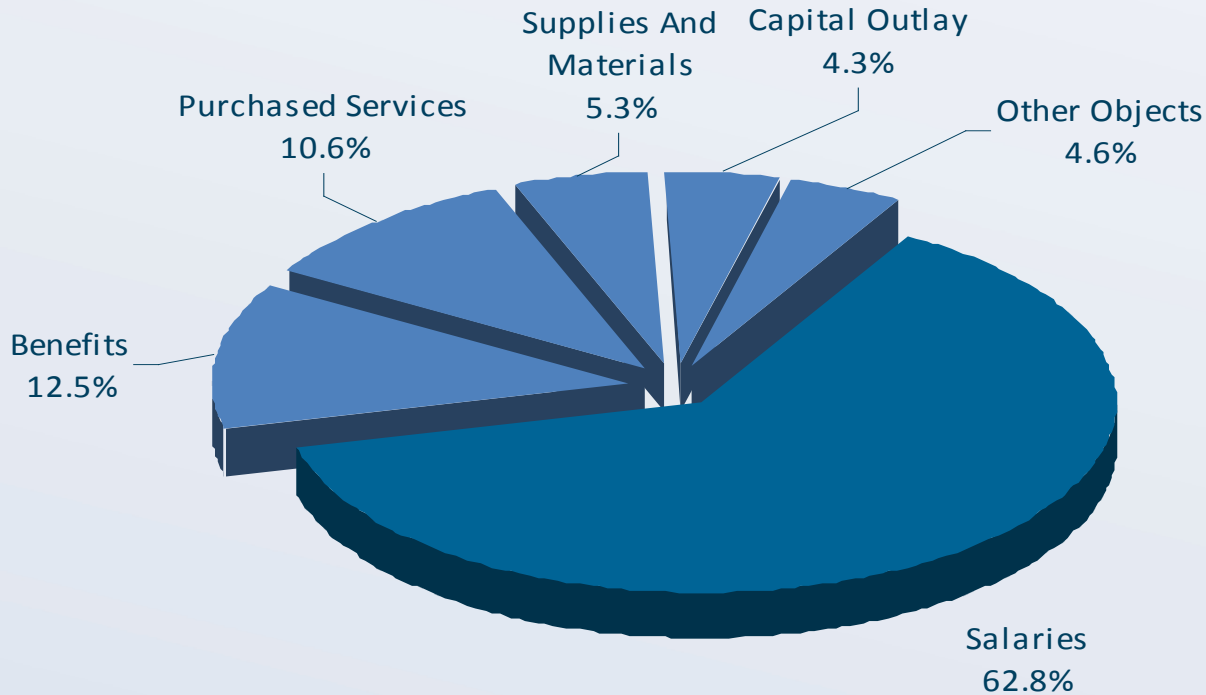
- CPPRT:
 - Projected at current FY13 IDOR estimate of \$815k/yr
 - \$112 decrease from current budget
- Investment Income:
 - 0.2% rate of return
- All other local revenues:
 - Projected at current FY13 budgeted level except pupil activities (reduced \$152k)

Revenue Assumptions – State & Federal

- State Revenue
 - General State Aid (GSA)
 - Foundation Level \$6,119 – currently prorated at 89%
 - Projected at a 85% proration level of calculated entitlement
 - Other State Grants
 - Projected at current FY13 budgeted level
- Federal Revenue
 - Projected at current FY13 budgeted level

Operating Funds Expense Budget – \$44,366,711

FY 2013 EXPENDITURES BY OBJECT



Operating Funds: Educational, Operations & Maintenance, Transportation, Illinois Municipal Retirement, Working Cash and Tort Funds

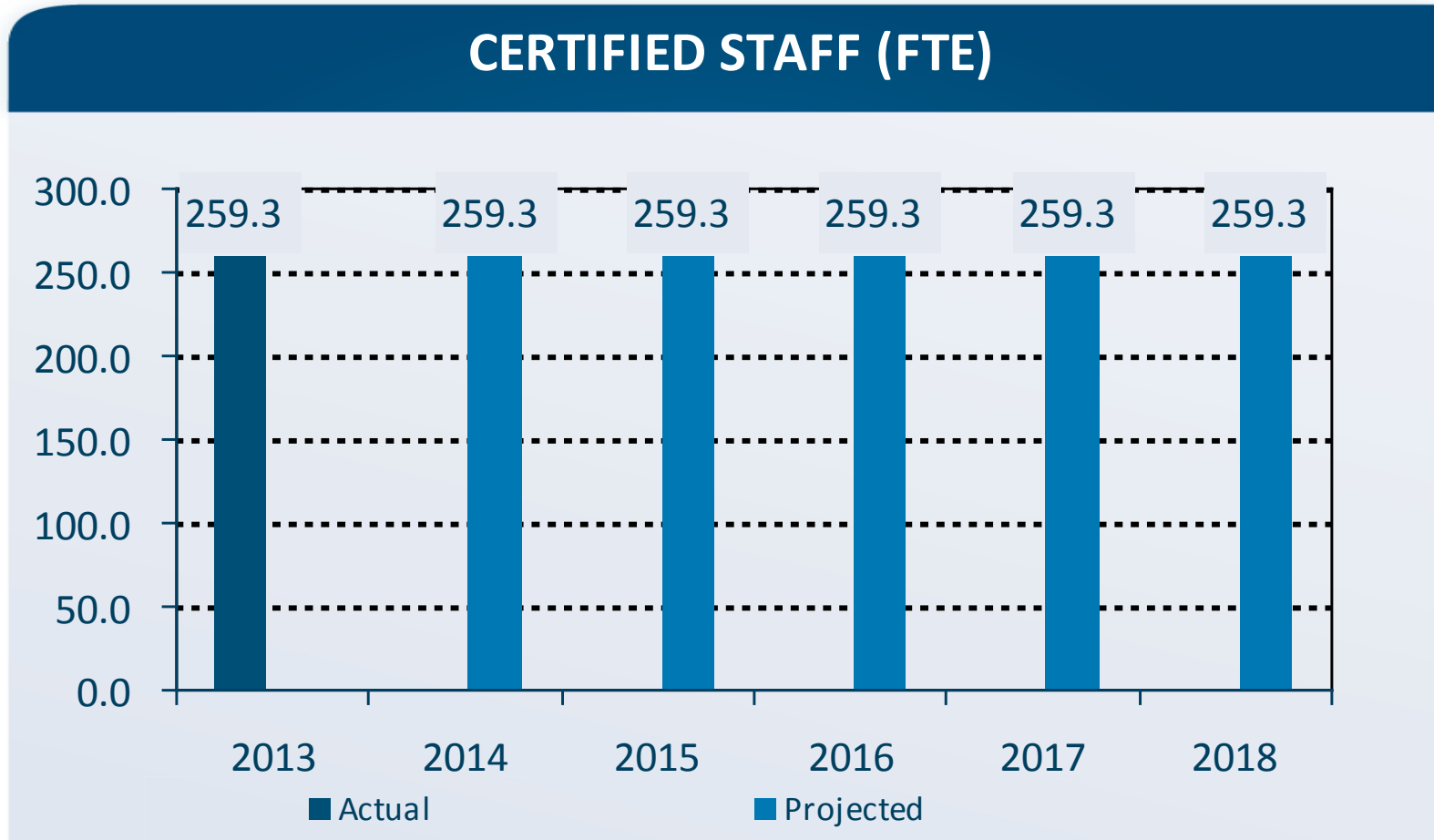
Expenditure Assumptions - Salaries

- Teachers
 - FY13-18: CPI plus step increases annually
 - \$140k annually for lane changes
- Educational Support Personnel
 - FY14-18: 4% annual increases
- Administrative Personnel
 - FY14-18: 3% annual increases

Expenditure Assumptions – All Other

- Health Insurance: 6% annual increases
- Dental Insurance: 2% annual increases
- Purchased Services & Supplies
 - Projected at current FY13 budgeted levels in Ed and O&M Funds
 - 3% annual increases in Transportation Fund
- Capital Outlay
 - Increased \$500k over FY13 budget level
- Other Objects – Special Ed Tuition
 - 5% annual increases

Staffing Assumptions



Excluding administration

Additional Assumptions

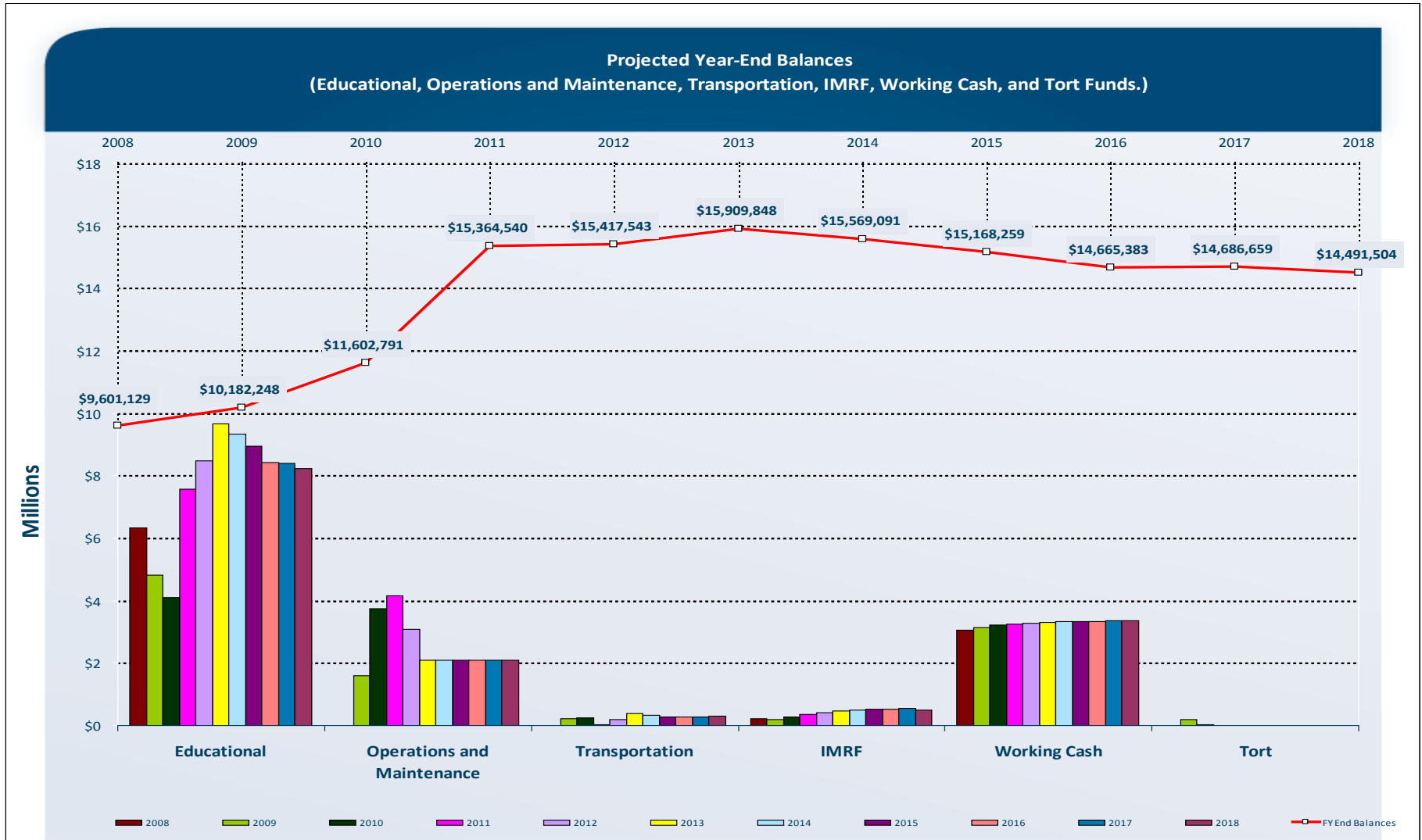
- No legislative changes in school funding formulas
- No change to PTELL (Tax Cap)
- State TRS obligation is not included (\$200,000 per 1%)
- Includes known and estimated retirements (28 over next four years), with new teachers brought in at the BA+15 Lane Step 4
- Current FY13 Budget is accurate base for projections

Projected Revenues vs. Expenditures - Aggregate

	BUDGET		REVENUE / EXPENDITURE PROJECTIONS									
	FY 2013	FY 2014	% chg	FY 2015	% chg	FY 2016	% chg	FY 2017	% chg	FY 2018	% chg	
REVENUE												
Local	\$41,152,587	\$42,329,685	2.86%	\$43,766,145	3.39%	\$45,262,630	3.42%	\$46,803,359	3.40%	\$48,389,914	3.39%	
State	\$3,249,583	\$3,185,964	-1.96%	\$3,242,104	1.76%	\$3,276,854	1.07%	\$3,301,874	0.76%	\$3,312,645	0.33%	
Federal	\$456,846	\$456,846	0.00%	\$456,846	0.00%	\$456,846	0.00%	\$456,846	0.00%	\$456,846	0.00%	
Other	\$0	\$0		\$0		\$0		\$0		\$0		
TOTAL REVENUE	\$44,859,016	\$45,972,495	2.48%	\$47,465,095	3.25%	\$48,996,331	3.23%	\$50,562,078	3.20%	\$52,159,405	3.16%	
EXPENDITURES												
Salary and Benefit Costs	\$33,415,275	\$34,723,351	3.91%	\$36,131,393	4.06%	\$37,613,583	4.10%	\$38,497,334	2.35%	\$40,146,178	4.28%	
Other	\$10,951,436	\$11,589,900	5.83%	\$11,734,534	1.25%	\$11,885,624	1.29%	\$12,043,469	1.33%	\$12,208,382	1.37%	
TOTAL EXPENDITURES	\$44,366,711	\$46,313,252	4.39%	\$47,865,927	3.35%	\$49,499,207	3.41%	\$50,540,802	2.10%	\$52,354,561	3.59%	
SURPLUS / DEFICIT	\$492,305	(\$340,757)		(\$400,832)		(\$502,876)		\$21,276		(\$195,156)		
OTHER FINANCING SOURCES/USES												
Transfer Among Funds (Net)	\$0	\$0		\$0		\$0		\$0		\$0		
Sale of Bonds	\$0	\$0		\$0		\$0		\$0		\$0		
Other Financing Sources	\$0	\$0		\$0		\$0		\$0		\$0		
Other Financing Uses	\$0	\$0		\$0		\$0		\$0		\$0		
TOTAL OTHER FIN. SOURCES/USES	\$0	\$0		\$0		\$0		\$0		\$0		
SURPLUS / DEFICIT INCL. OTHER FIN. SOURCES	\$492,305	(\$340,757)		(\$400,832)		(\$502,876)		\$21,276		(\$195,156)		
BEGINNING FUND BALANCE	\$15,417,543	\$15,909,848		\$15,569,091		\$15,168,259		\$14,665,383		\$14,686,659		
PROJECTED YEAR END BALANCE	\$15,909,848	\$15,569,091		\$15,168,259		\$14,665,383		\$14,686,659		\$14,491,504		
FUND BALANCE AS % OF EXPENDITURES	35.86%	33.62%		31.69%		29.63%		29.06%		27.68%		

Operating Funds: Educational, Operations & Maintenance, Transportation, Illinois Municipal Retirement, Working Cash and Tort Funds

Historical & Projected Aggregate Operating Funds



Financial Profile Score



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