

Illinois State Board of Education

School Business Services
REGIONAL FINANCIAL CONSULTANT
Mark Anderson
Presentation to the

MILLBURN DISTRICT 24 SCHOOL BOARD

Illinois State Board of Education

School Business Services Division

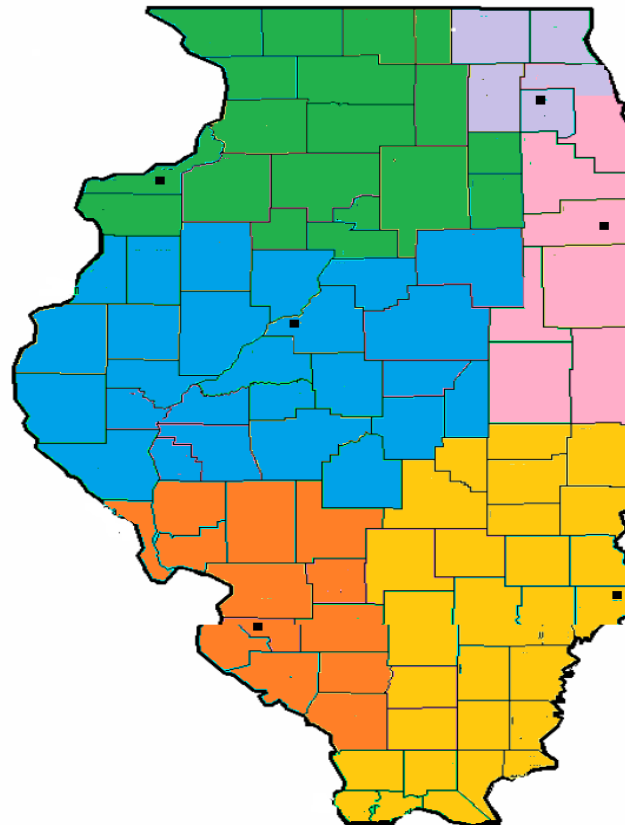
(217) 785-8779

REGIONAL FINANCIAL CONSULTANTS

■ Mark Anderson
manderso@isbe.net
Ph.# (309) 736 1111

■ Brent Appell
bappell@isbe.net
Ph.# (309) 477 2755

■ Carl Holman
cholman@isbe.net
Ph.# (618) 825 3916



□ VACANT
Please contact
Mark Anderson

□ VACANT
Please contact
Mark Anderson or
Brent Appell

■ Mark Mullen
mmullen@isbe.net
Ph.# (618) 943 3522



Millburn District 24

- The Board and Administration has developed and is implementing a multi-year plan to restore the finances of the district.
- By design Millburn School District has opted for a gradual restoration of fund balances over an extended period of time.



Millburn District 24

- The advantage of this approach is that it allows for more minimal changes to instructional programs which hopefully lessens the potential impact on students.
- The disadvantage of this approach is that it extends the time period during which a district is financially distressed and requires continuation of the implementation of the plan.



Millburn District 24

- The implementation of the District's long-term gradual financial restoration has resulted in the following:

Millburn District 24

****ACTUAL****

Operating Funds

	2005	2006	2007	2008	2009	2010	2011	2012	2013	2014
Local Revenues	6,827,250	7,704,508	8,009,893	8,111,783	8,316,783	8,665,061	8,759,906	9,275,231	9,422,806	9,719,242
Flow-Through Revenues	35,278	6,462	7,587	0	0	28,256	0	0	0	0
State Revenues	3,044,498	2,754,066	2,932,417	4,297,206	3,831,974	4,020,975	4,069,628	3,875,743	3,668,923	3,606,117
Federal Revenues	56,433	90,555	88,332	80,533	854,480	1,002,281	336,807	426,915	210,177	174,586
Total Revenues	9,963,459	10,555,591	11,038,229	12,489,522	13,003,237	13,716,573	13,166,341	13,577,889	13,301,906	13,499,945
Salaries	6,161,474	7,711,007	8,667,173	9,269,610	9,751,910	9,365,231	9,509,349	8,810,805	8,022,201	8,297,253
Benefits	956,773	1,449,597	1,732,301	1,819,133	1,763,477	1,558,092	1,660,404	1,581,142	1,825,380	1,526,892
Purchased Services	820,660	1,128,808	1,202,822	1,428,706	1,257,162	1,342,921	1,386,239	1,262,861	1,394,005	1,085,517
Supplies	539,568	606,301	750,425	756,939	768,327	515,628	387,826	663,851	677,197	732,985
Capital Outlay	386,401	351,851	195,546	325,119	246,433	286,139	99,561	388,956	246,307	262,569
Other	418,565	511,308	469,320	458,664	690,064	589,304	532,175	372,637	307,968	596,212
Non-Capitalized Equipment	n/a	n/a	n/a	n/a	0	0	0	0	0	5,393
Termination Benefits	n/a	n/a	n/a	n/a	0	0	0	3,413	49,510	34,355
Total Expenditures	9,374,960	11,904,395	13,190,685	14,171,932	14,477,373	13,657,315	13,575,554	13,083,665	12,522,568	12,541,176
Beginning Fund Balance	3,745,089	4,939,423	4,071,856	2,020,717	668,738	(869,611)	(814,477)	(5,353,266)	(4,695,689)	(4,040,507)
Results of Operation	588,499	(1,348,808)	(2,152,460)	(1,682,410)	(1,474,136)	59,258	(409,213)	494,224	779,338	958,769
Other Funding Sources/Uses	605,835	481,241	101,321	330,431	85,430	(4,124)	158,064	163,353	(124,156)	(114,800)
Other Changes in Fund Balance	0	0	0	0	(149,643)	0	(4,287,640)	0	0	146,181
Ending Fund Balance	4,939,423	4,071,856	2,020,717	668,738	(869,611)	(814,477)	(5,353,266)	(4,695,689)	(4,040,507)	(3,050,357)

****Delayed payments started around 2002****

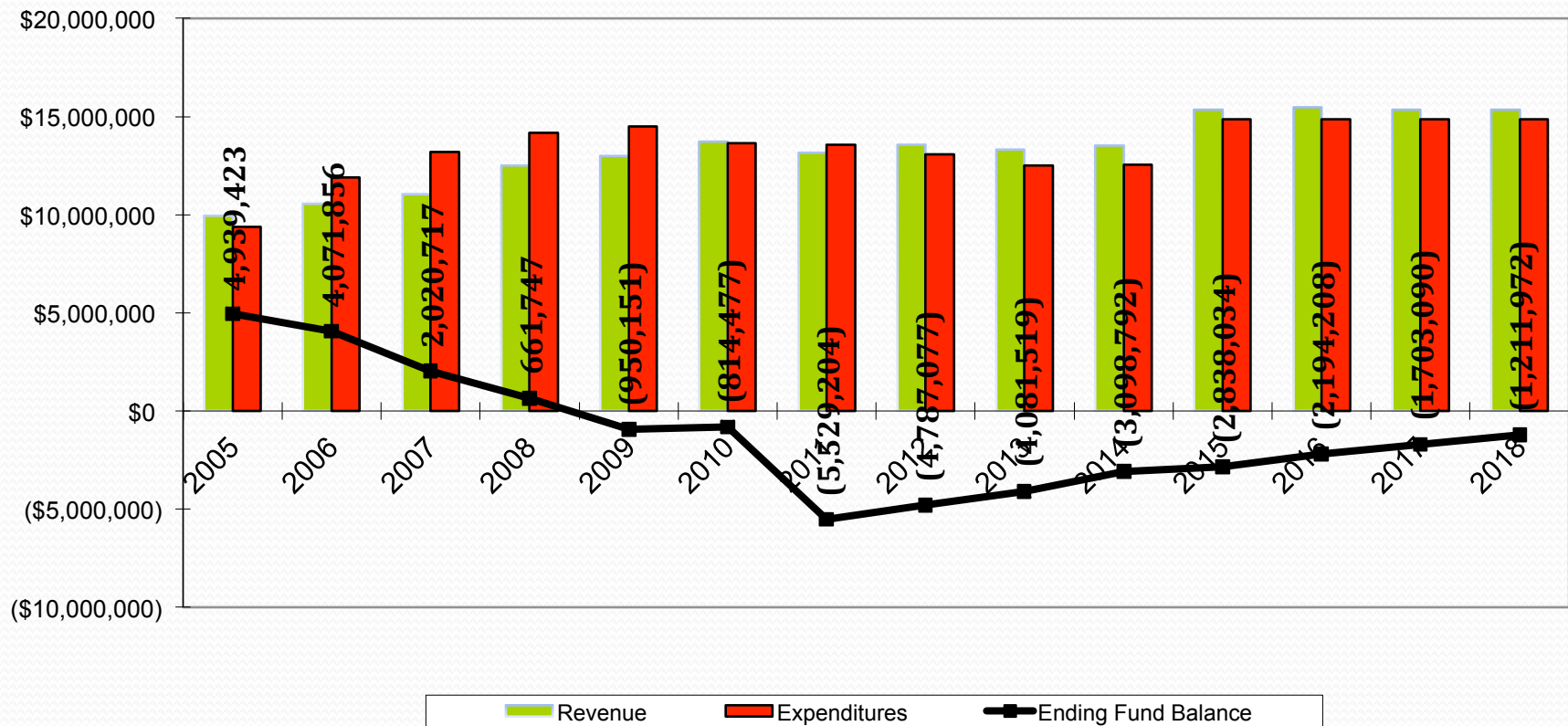
****2009 & 2010 ARRA GSA Supplement; 2011 ARRA Edu-Jobs****

*Profile Score	3.70	3.25	2.45	2.10	1.55	2.00	2.00	2.35	2.45	2.45
*Profile Designation	Recognition	Review	Watch	Watch	Watch	Watch	Watch	Watch	Watch	Watch

The District's Profile Score has improved from its 2009 low. Millburn District has not had a deficit since 2011. Fund balances have improved by 2.3 million

Millburn District 24

District's Summary of Operations (Operating Funds Only)



The District's plan to gradually restore fund balances has been successful to date.



Millburn District 24

- While successful to date the Board and Administration will need to continue to implement the multi-year plan.
- By having negative operating fund balances the district remains at risk of financial non-viability.
- While the Financial Profile number continues to improve the district remains on the WATCH list.



Millburn District 24

IN SUMMARY:

The District has been diligent and has made the annual adjustments to its budget and operations that have been necessary to avoid experiencing a financial deficit.

Millburn District 24 will need to continue that process and fully implement their plan and restore their operating fund balances.

QUESTIONS ? ? ? ?

