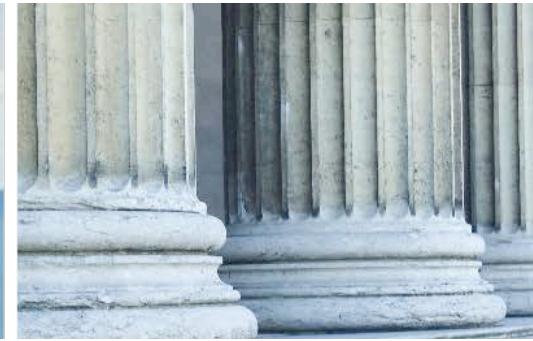




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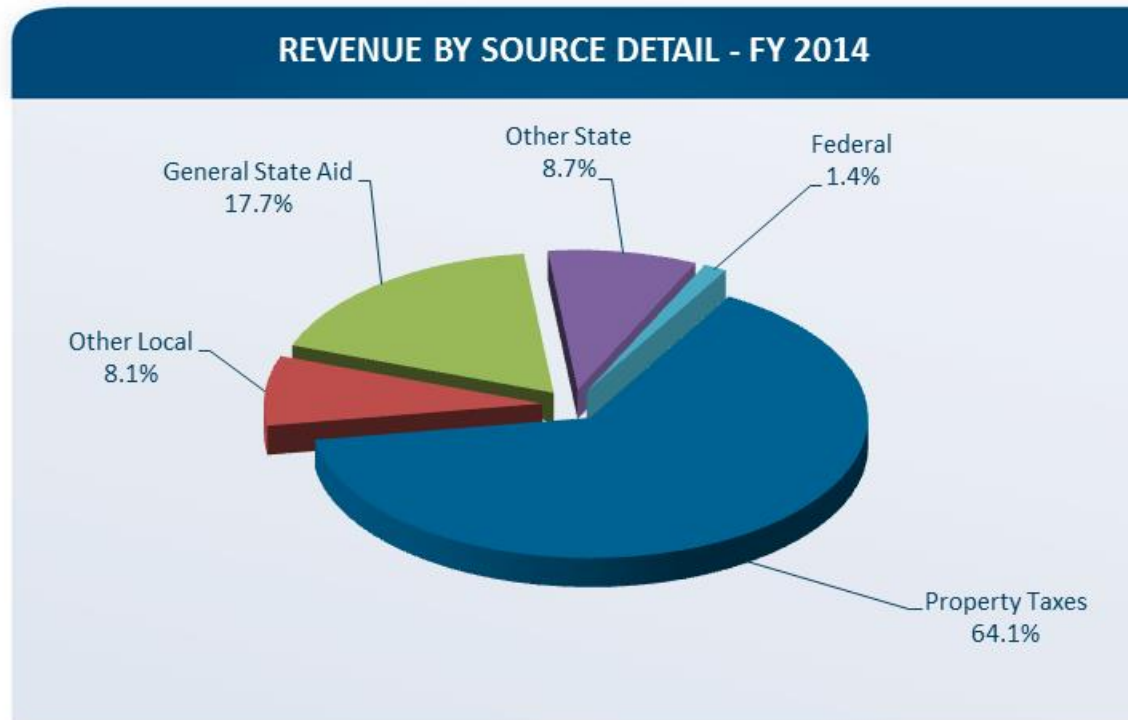
Millburn School District 24

PMA Financial Planning Program
Presented by
Steve Crouse, Senior Financial Advisor
PMA Financial Network, Inc.
January 13, 2014

January 2014 Update

- FY13 AFR
- FY14 Budget
- Current Enrollment and Staffing
- Consumer Price Index
- General State Aid
- Salaries and Benefits

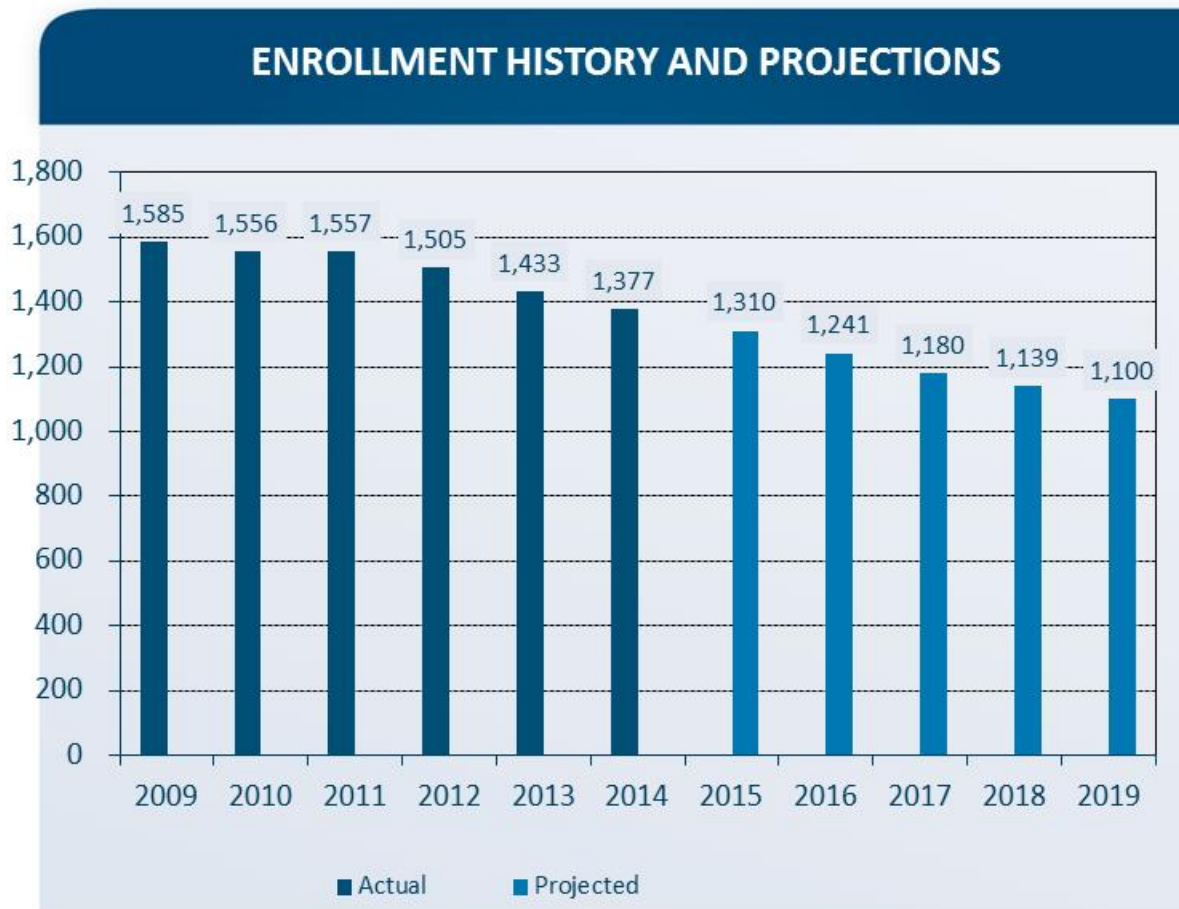
Revenue by Source FY13 Budget



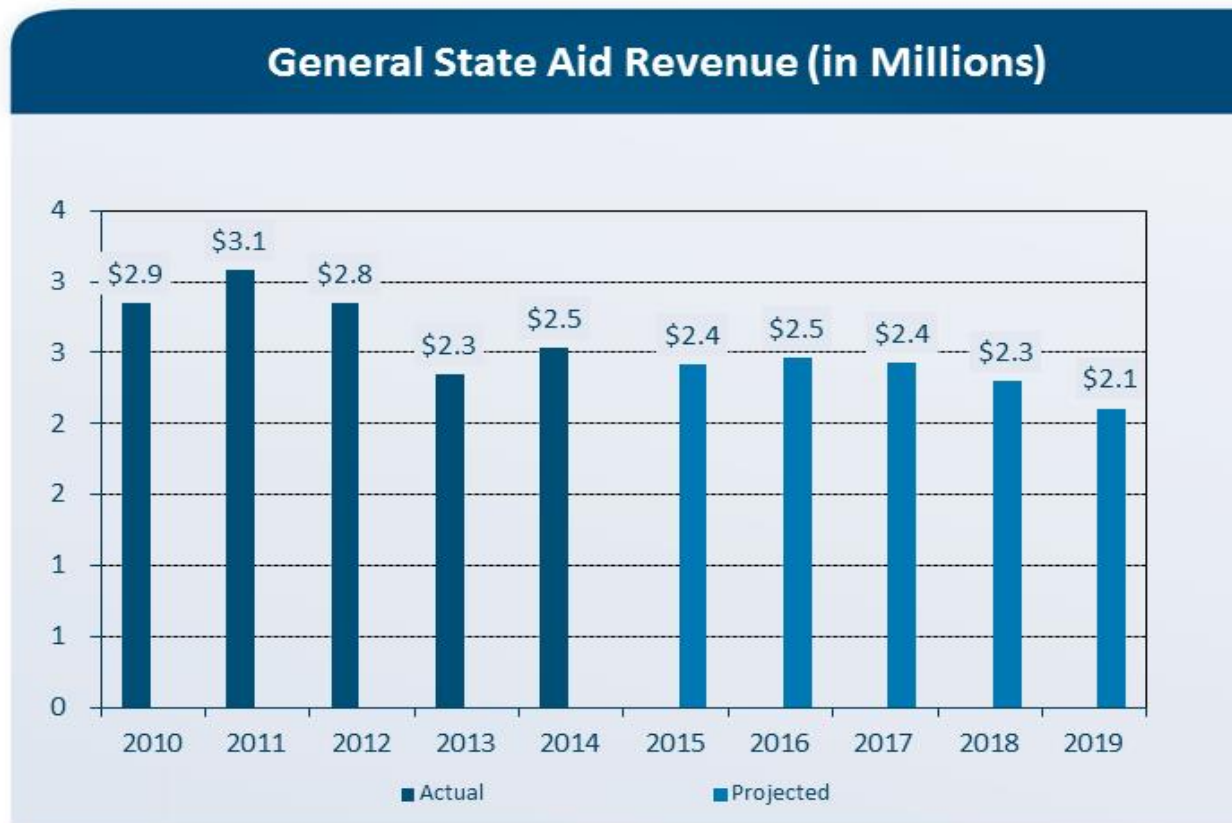
Revenue Assumptions

- Existing EAV: -7.72% in LY13, -5.5% in LY14, -3.5% in LY15, -1.5% in LY16, 0% in LY17, 2% in future years
- New Construction: \$950,000 in LY13, \$500,000 in future years
- CPI: 1.7% for LY13, then 2.4% in future years
- GSA Foundation Level held at \$6,119
- GSA Proration of 11% in FY14, 20% in FY15, then improving by 2% per year
- All other revenues held flat, or very small increases

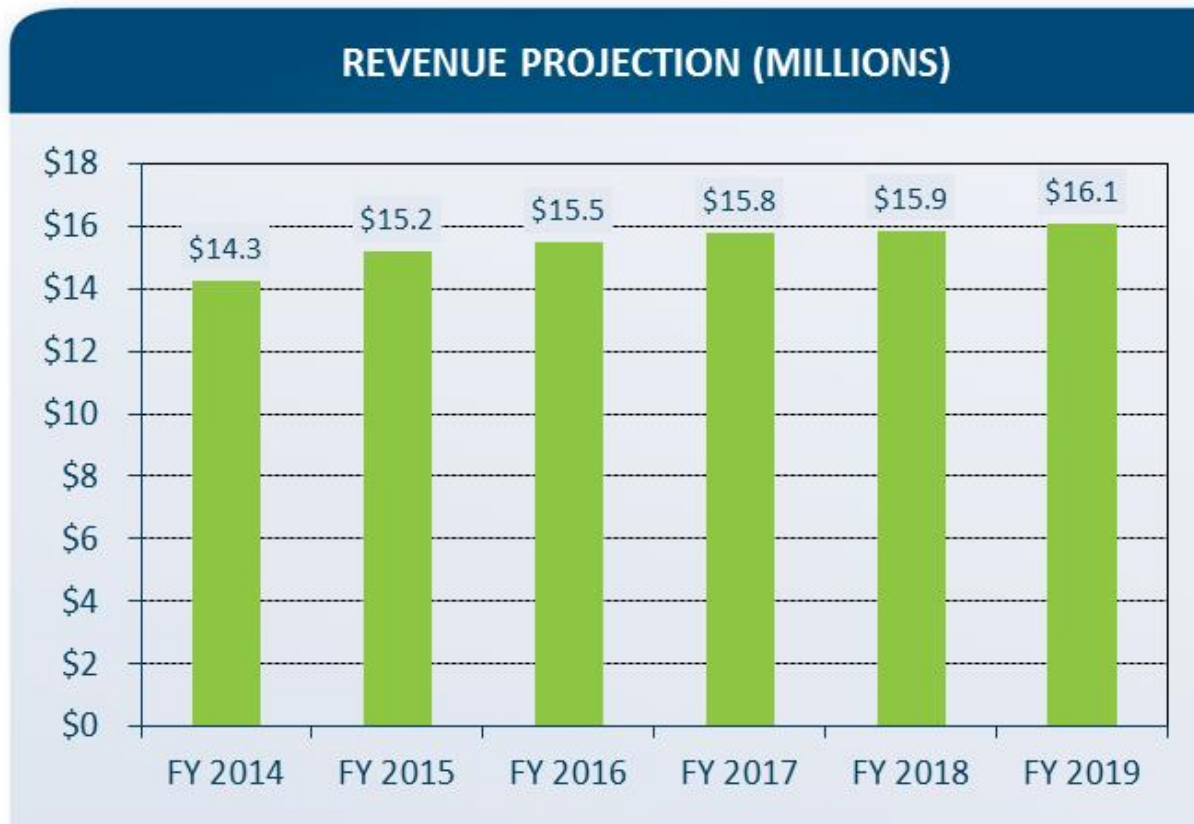
Enrollment Projections



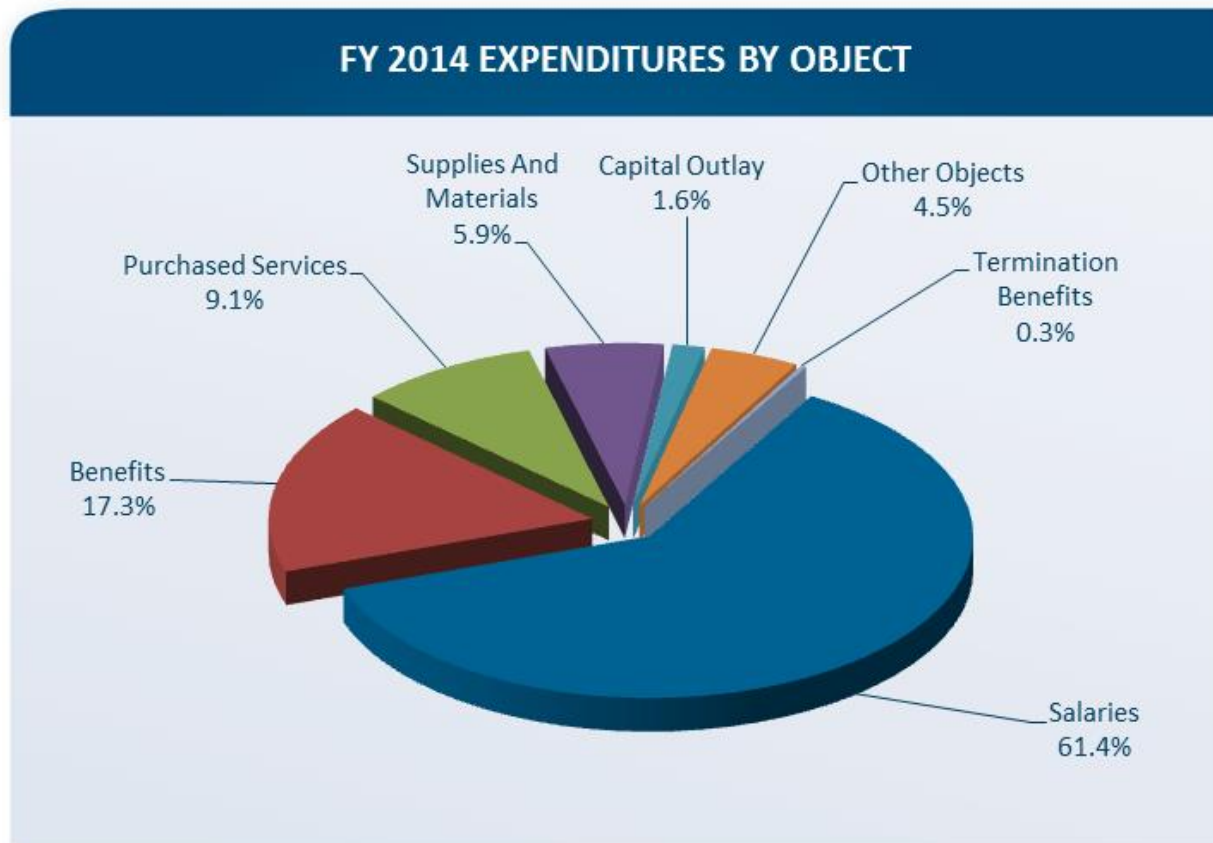
General State Aid



REVENUE PROJECTIONS



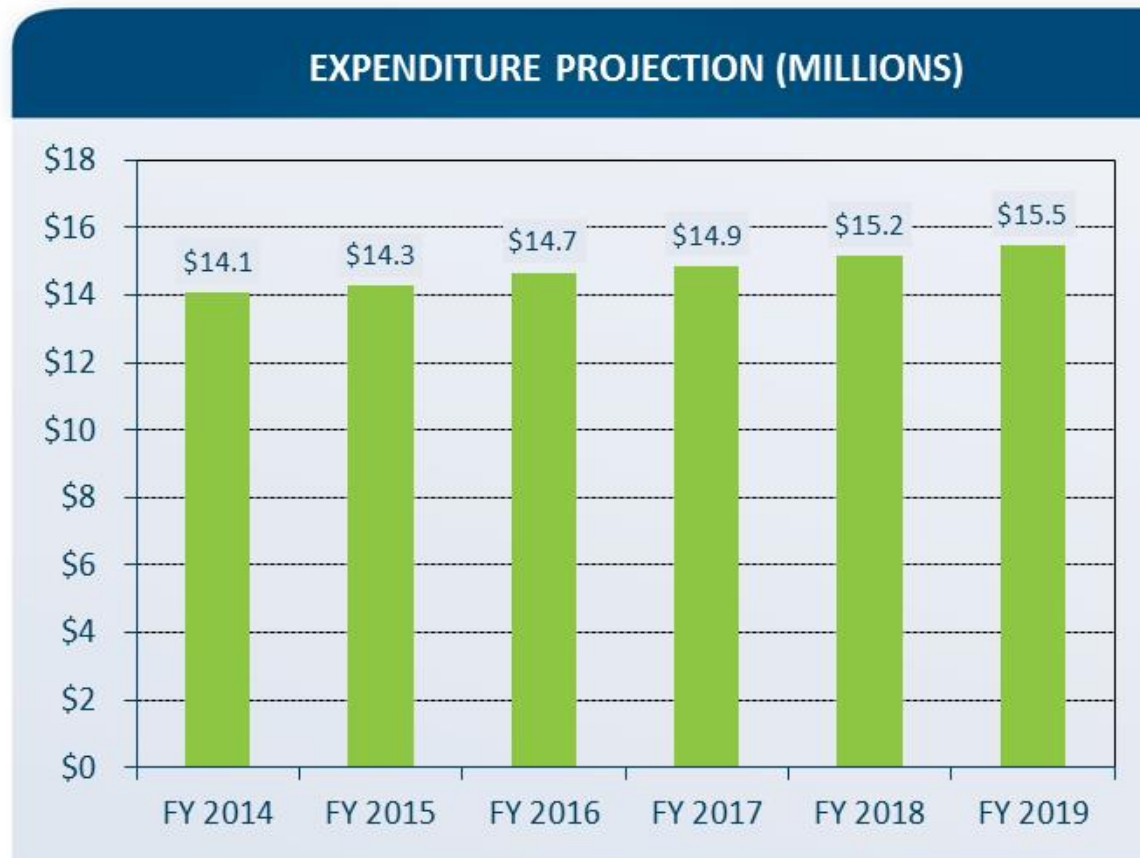
Expenditure by Object FY13 Budget



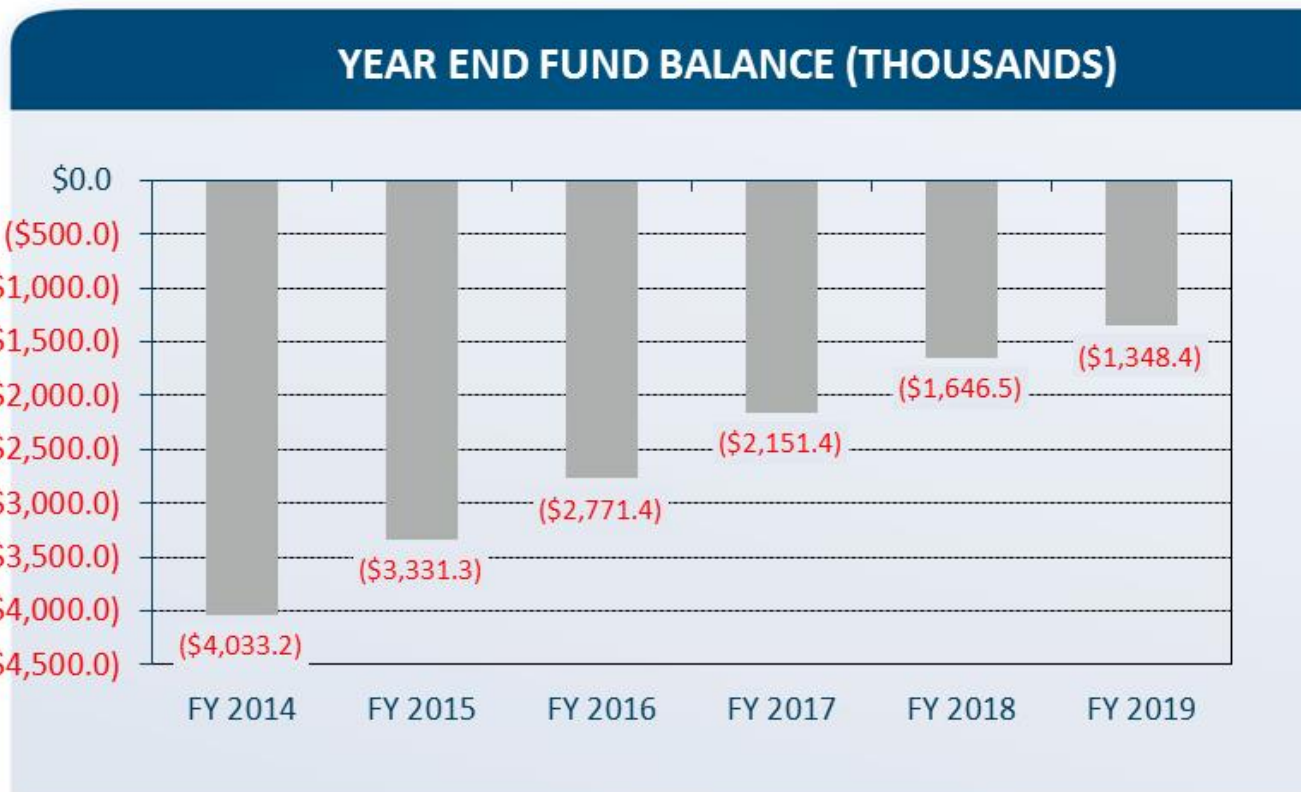
Expenditure Assumptions

- All salaries are subject to negotiations
- Assumes District's share of TRS will increase 0.5% per year beginning in FY15
- Health and Dental insurance increases 5% in future years
- Most expenditures assumed flat
 - 3% increases to Purchased Services and Supplies & Materials in O&M and Trans
 - Other Objects increased 3% in Ed and 2% in Trans
- Certified staff held flat at 96.51 FTE

Expenditure Projections

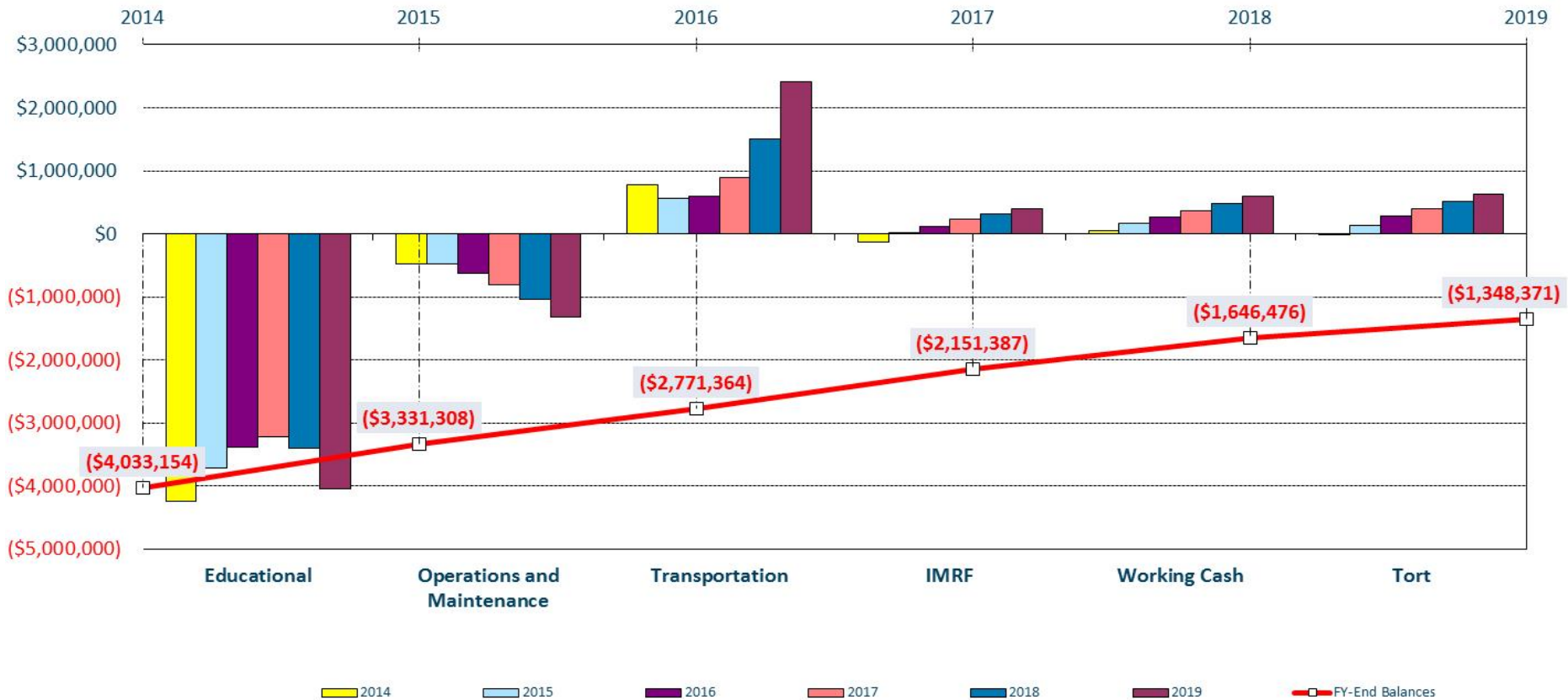


Aggregate Revenue and Expenditure Projections Fund Balances



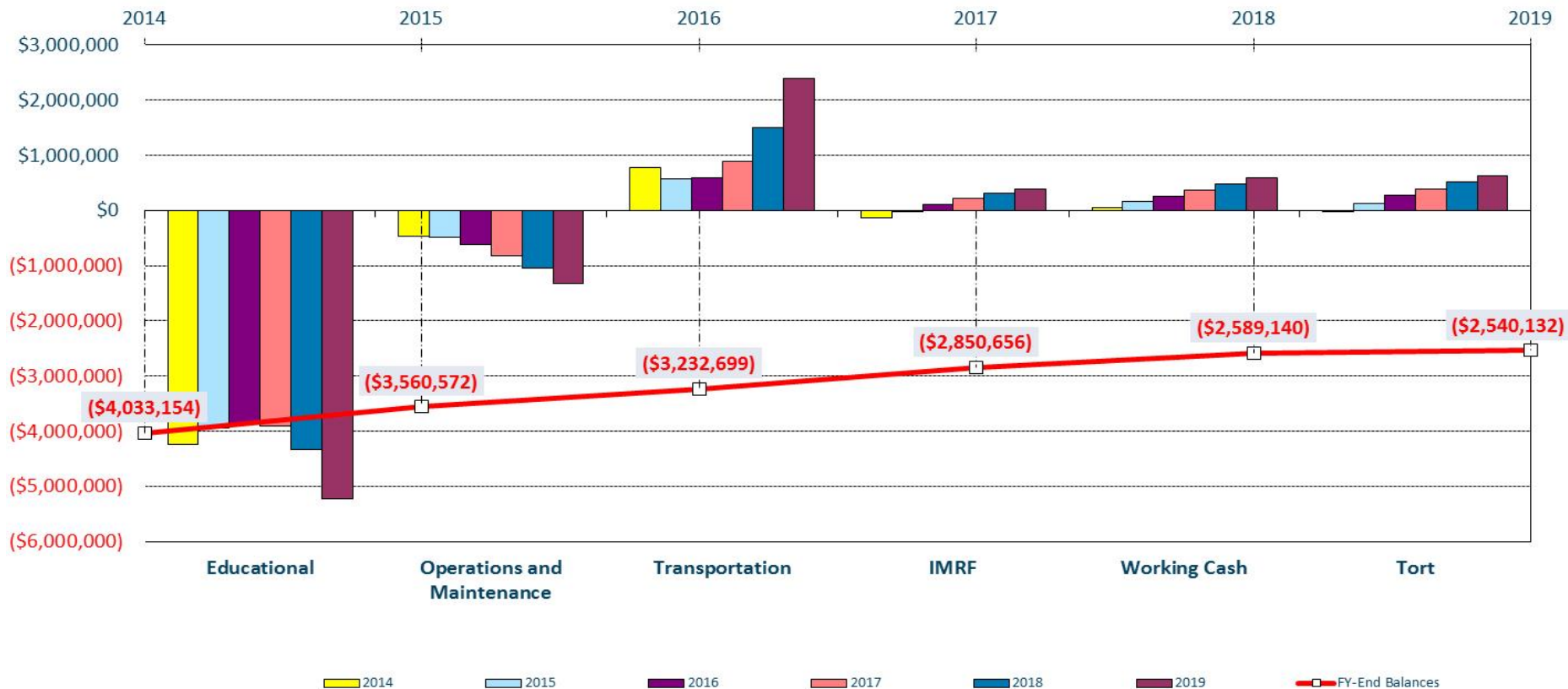
Aggregate Projections

Aggregate View - Projection Summary



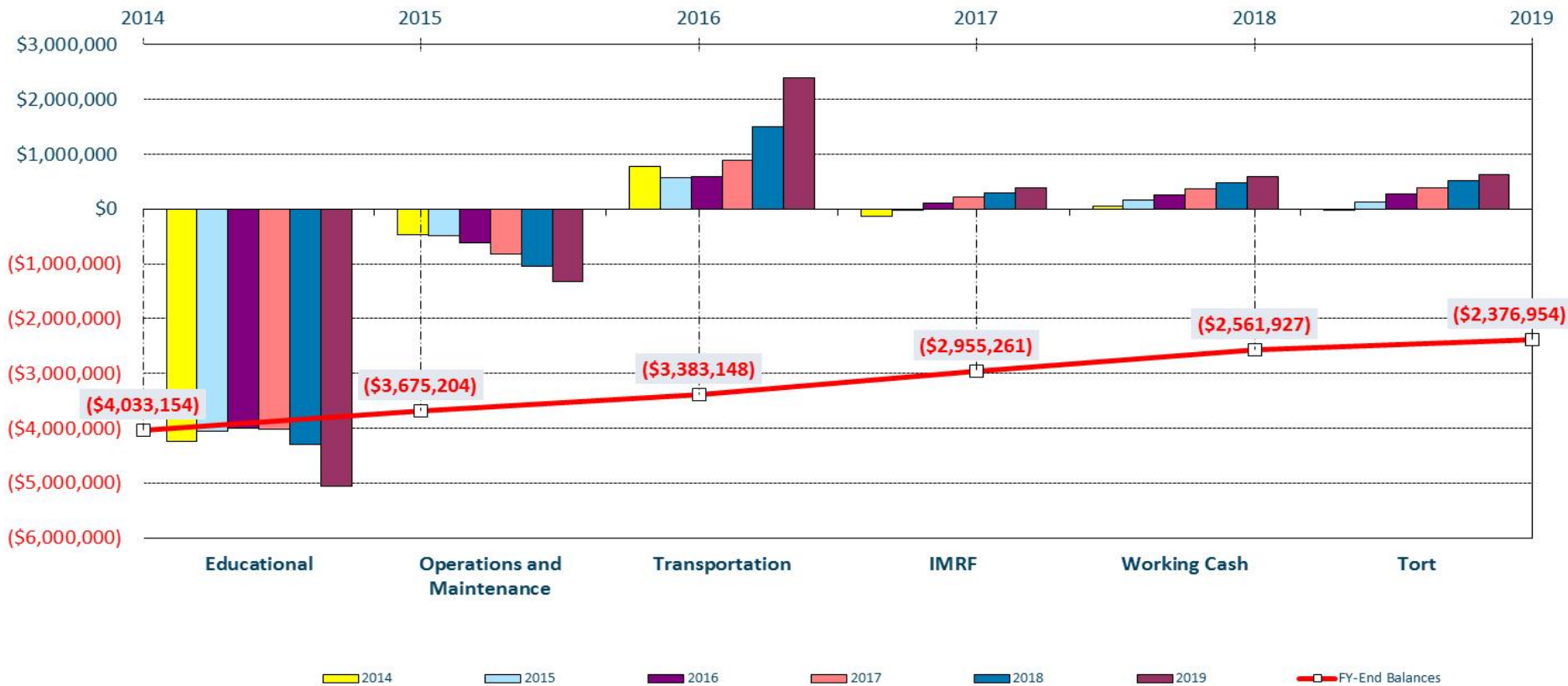
Alternate Projections: Additional 4 FTE in FY15-19

Aggregate View - Projection Summary



Alternate Projections: Additional 6 FTE in FY15-19 Plus Full Day Kindergarten in FY15-19

Aggregate View - Projection Summary



Observations

- Salary increases subject to negotiations
- Pension Reform
 - Approved in House and Senate, signed by Quinn
 - Legislation has been challenged as unconstitutional
 - Pension Shift may be revisited if Pension Reform is ruled as unconstitutional
 - Legislative priority may shift from Pension Reform to GSA
- General State Aid
 - Calculations may change in the future possibly benefiting the foundation calculation and the district
 - Possible elimination or reduction to the flat grant and alternate formulas
 - GSA and Poverty Grant formulas may be completely changed
- Property Values
 - Most districts are experiencing a slow recovery in existing and new property values

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