

MORTON UNIT SCHOOL DISTRICT 709

JULY 11, 2017

Minutes of the Committee of the Whole Meeting of the Board of Education of Morton Unit School District 709 held July 11, 2017, at the Morton Education and Administration Center.

COMMITTEE OF THE WHOLE – FINANCE COMMITTEE MEETING -

President Tom Neeley called the Committee of the Whole meeting to order at 5:30 p.m.

Members present: Mr. Tom Neeley, Dr. Shad Beaty, Mr. Jeff Schmidgall
Mrs. Michelle Bernier, Mr. David Cross, Mr. Bart Rinkenberger

Member absent: Mr. Kevin Austin

Dr. Hill explained that the purpose of the meeting was for Mrs. Getz to give a preliminary look at the FY 2018 budget. The time line is as follows:

- August 15, 2017 – Board approves tentative budget
- August 16, 2017 – publicize display of tentative budget and place on display in District Office
- September 5, 2017 – Board discuss final budget
- September 19, 2017 – Public hearing for final budget
- September 19, 2017 – Board approves final budget
- September 20, 2017 – Deliver final budget to ROE and County Clerk, upload file to ISBE and post on District website

Mrs. Getz explained major revenue sources –

- Property taxes – 81.5% of combined budgeted revenue
- General State Aide – 3.8% of combined budgeted revenue – budgeted 100% in the Education Fund. It is budgeted at the same level as FY 17.
- Corporate Personal Property Replacement Tax (CPPRT) is 3.7% of combined budgeted revenue – split between the Education Fund (\$550,000) O&M Fund (\$450,000) and the IMRF Fund (\$300,000)
- Other state revenue (special education, transportation) – 2.3% of combined budgeted revenue. At this point, the FY18 budget assumes receipt of only two payments from the State for mandated categoricals.
- Federal sources are 2.8% of combined budgeted revenue.
- Other local revenue (interest earning, school fees, lunch receipts, building rentals) are 5.9% of combined budgeted revenue.

Mrs. Getz commented on budgeted expenditures –

- Salaries and benefits – 70.0% of combined expenditures and 82.8% of Education Fund

expenditures.

- Actual health insurance claims and expenses totaled \$3,200,000 for 2016-17 and decreased \$631,000 from 2015-16.
- Budgeted health insurance expenditures are \$3,800,000 which is an 18.7% increase from 2016-17 and a 4.2% increase from 2015-16.
- Operations and Maintenance Fund contains \$1,450,000 for capital projects and design fees.
Capital Projects –
 - Life Safety projects and architect fees - \$385,000
 - Asphalt and roofing work - \$290,000
 - Door hardware and frame replacement - \$141,500
 - Floor tile abatement and replacement - \$71,100
 - Lincoln School window replacement - \$70,250
 - MHS elevator replacement - \$68,150
 - MHS masonry work - \$53,000
 - MHS coaches office - \$25,000
 - Bertha Frank LED lighting - \$25,000
 - Design and architect fees - \$107,000
- Future considerations –
 - State budget
 - Property tax freeze
 - Pension reform
 - Local economic growth
 - 5-year maintenance plan
 - Facilities plan

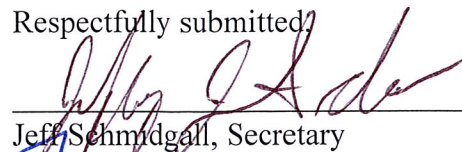
Adjournment -

Motion by Mr. Schmidgall, second by Dr. Beaty, that the meeting be adjourned.

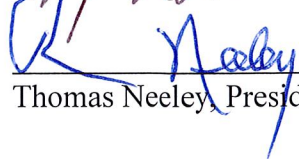
Voice Vote: Yea 6 Nay 0

Motion carried. The meeting adjourned at 6:04 p.m.

Respectfully submitted,



Jeff Schmidgall, Secretary



Thomas Neeley, President