

**MINUTES OF BUDGET HEARING  
OF THE  
GLENCOE BOARD OF EDUCATION**

**Monday, September 14, 2009**

President Rob Bailey called the annual Budget Hearing to order at 7:00 p.m.

Mr. Edelheit, Director of Finance and Operations, presented the final draft of the 2009-2010 Fiscal Year Budget. The document represented items discussed by the Board concerning staffing levels and budget allocations. Assumptions utilized when preparing the document included:

**Revenue**

1. Taxes were indicated at a tax cap level of 3.3% for the tax levy year 2005, and 3.4% for levy year 2006, 2.5% for levy year 2007, and 4.1% for levy year 2008. It was anticipated that the collection of tax extensions would be approximately 97% of the total extension.
2. Interest revenue was estimated at 1% in the Operating Funds.
3. The revenue to be received by the District was budgeted at a level similar to 2008-2009, with local revenue at approximately 94%, state revenue at approximately 4%, and federal revenue 2%.
4. Funding from the P.T.O. and Educational Foundation were included at an estimated level of donation.
5. It was anticipated that state revenue would decline from FY09 by approximately \$59,000 with an estimated General State Aid of \$235,335.
6. Fees for busing, materials, and athletics were reflected at the levels approved by the Board.
7. Total revenue was expected to increase by approximately 46%. This includes proceeds from the recent bond sales.

8. Under the direction of bond counsel and district auditors the procedures for budgeting bond proceeds, transfers, and expenditures continued to move forward.

### **Expenditures**

1. Staffing levels approved by the Board, salaries reflecting the negotiated agreement, and actual salaries of new staff, support staff and administrators were included.

2. The same allocation as used for the past eleven years, \$300 per child, was incorporated for supply/equipment budgets.

3. The budget reflected the extended contractual agreement with Alltown Bus Service. Seven (7) South/West bus routes were incorporated into the budget with consistent ridership anticipated. The cost of the FY10 contract was held constant with the FY09 contract.

4. Contingencies were budgeted at approximately \$70,000 for FY10.

5. A TRS fund was again included in the non-operating category as recommended by district auditors. The fund was created for reporting purposes only and reflected anticipated payroll expenses and the associated state cost for retirement.

6. Operating expenses were anticipated to increase by 9.45%.

7. The expenditure allocation level remained consistent with previous budgets as salary/benefits represented 76% of the operating budget.

8. The Education Fund represented approximately 83% of the operating budget (80% for 2008-2009).

9. Bond proceeds will be utilized to address capitol and maintenance projects identified by the Facilities Committee.

Mr. Edelheit indicated the financial condition of the district remains strong with revenue from the bond proceeds adding to district reserves. The long-term financial goal remains utilizing resources and options available to the Board to continue delaying the need for a future operating referendum.

Following discussion by the Board the budget hearing was adjourned at 7:25 p.m.