

SPECIAL EDUCATION DISTRICT OF MCHENRY COUNTY

2019-2020

BUDGET HEARING

August 14, 2019

- **Planning & Budget Process**



CHANGES FROM TENTATIVE TO FINAL BUDGET

- ◉ July 1 - Tentative FY20 Budget on public display for 30 days
- ◉ Audiological Program- We are in our 3rd year of using contracted audiological services and are developing a comprehensive service delivery plan. This will lead to additional purchasing of supplies, equipment and materials.
- ◉ Learning Environment Coordinator Position
- ◉ Yellow Folder Temporary File Clerk

IDENTIFIED NEEDS AND TRENDS

- ◉ Continued need for diagnostic services
- ◉ Continued need for audiology services
- ◉ Continued need for technical assistance
- ◉ Continued need for support to District Administration
- ◉ Continued need for compliance support
- ◉ Continued need for Professional Development
- ◉ Reduced need for itinerant and related services
- ◉ Continued specialty area supervision
- ◉ Mental Health/Crises Support

FY19 BUDGET HIGHLIGHTS

- ◉ Membership Fee to be paid with fund balance. No charge to districts.
- ◉ All IDEA grant funds flow through to districts
- ◉ FY 19 Projected Deficit was \$258,179.00. Despite this anticipated deficit our fund balance decreased by only \$126,125.05, but was \$258,787.75 over the estimated ending fund balance of \$4,205,847.00. SEDOM ended with a fund balance of \$4,464,634.75.
- ◉ The FY 20 Projected Deficit is \$276,802.68

ESSENTIAL LONG TERM QUESTIONS THAT WILL INFLUENCE THE FUTURE BUDGET CREATION:

- In the future what services will we offer and what economic resources will be needed to support those services?
- In the future what property will we own and what economic resources will be needed to maintain the property?
- In the future will we have an intergovernmental agreement with regards to parking and black-top maintenance.
- State of Vision-Itinerant Services

SHORT TERM VARIABLES INFLUENCING THE BUDGETARY PROCESS

- ◉ Audiological Program Costs
- ◉ SEDOM Center Maintenance
- ◉ FY 2021 IDEA Grant Changes-SEDOM
Retention of Carry-Over dollars will end
- ◉ Operational Knowledge of Building Systems

LONG TERM VARIABLES INFLUENCING THE BUDGETARY PROCESS

- Potential equalization of statewide funding for special education services,
 - X-Fund= must spend 4X Per Capita to be eligible for reimbursement
 - Private Placement=Must spend 2X Per Capita to eligible for reimbursement
- Status of Local Public and Private Placement Options
- State of the S.E.D.O.M. Swimming Pool and Transportation Center
- Do we anticipate that SEDOM will own this building in 10 years?

DIAGNOSTIC SERVICES

Assistive Technology Services	Per Referral
Audiological Services	Contract for 86 Days
Autism Services/ADOS	Per Referral
Bilingual Services	Per Referral
Functional Driving Services	Per Referral
Vision Services	Per Referral
Seating and Mobility Services	Per Referral
Behavior Analysis/Consultation	Per Referral
Person Centered Planning	Per Referral

BUDGET HIGHLIGHTS

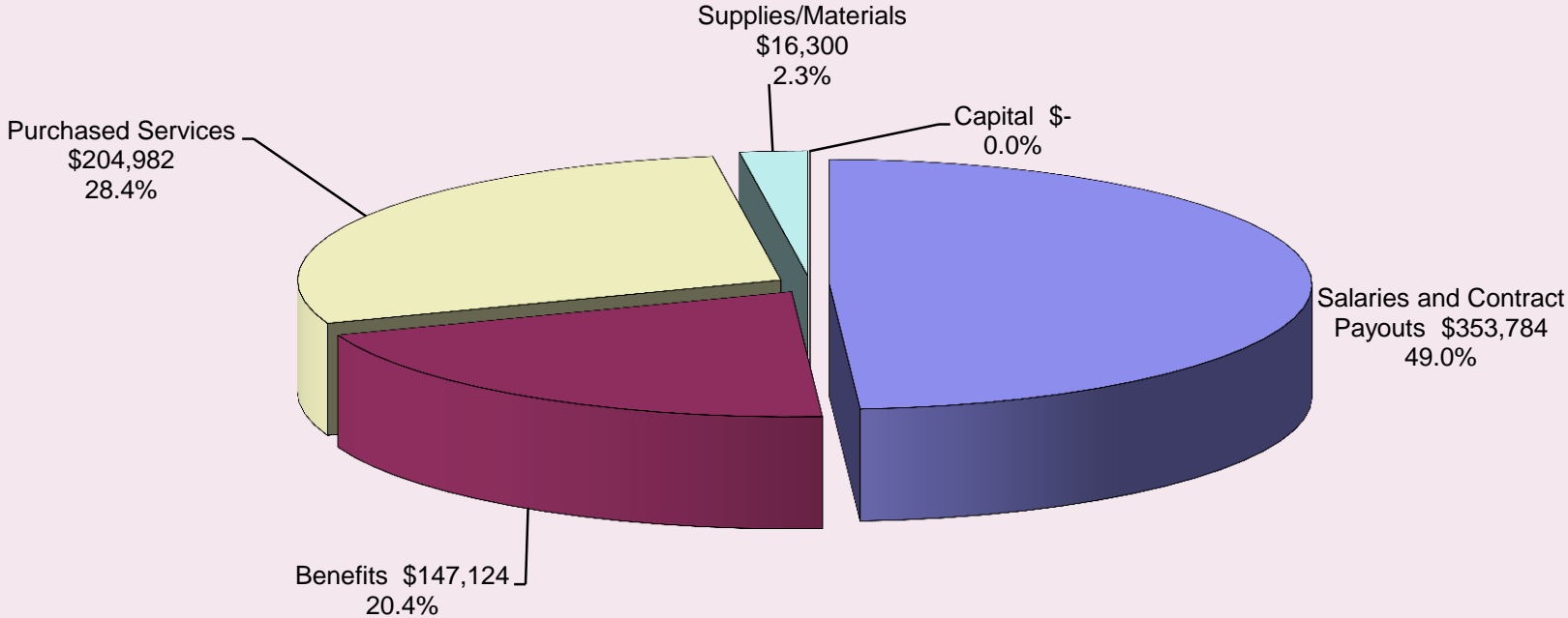
- Itinerant and diagnostic services based upon reimbursement of actual costs from Districts
- Audiology services to be billed at an hourly rate
- Audiology rate anticipated cost will be \$70.00.

REVENUE SOURCES

- Local
 - Member Districts through billing for services provided
- State
 - Evidenced Based Model -Base Funding Minimum
- Federal
 - IDEA (100% flowed thru to Member Districts)
 - Pre-School
 - Medicaid
 - The District has partnered with R/G Consultants to explore all potential reimbursable Medicaid dollars
- Other
 - Investments, Grants, and Donations, Outside Professional Development Tuition

Projected Education Fund Expenditures 2019-2020

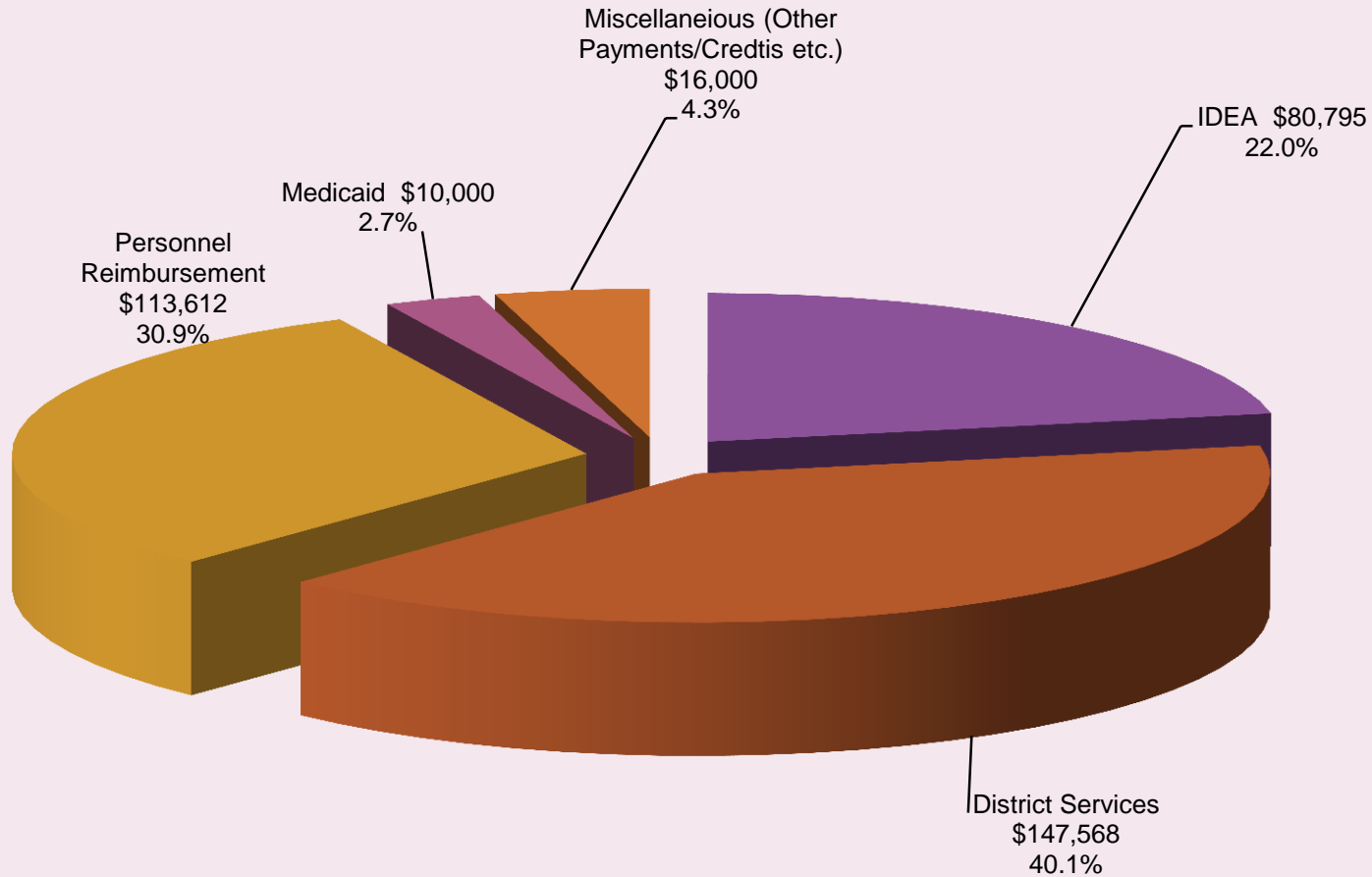
Excludes Flow-Through Items



Salaries and Contract Payouts	\$353,784	Benefits	\$147,124
Purchased Services	\$204,982	Supplies/Materials	\$16,300
Capital	\$0		

Projected Education Fund Revenues 2019-2020

Excludes Flow-Through Items



- IDEA \$80,795
- District Services \$147,568
- Personnel Reimbursement \$113,612
- Medicaid \$10,000
- Miscellaneous (Other Payments/Creditis etc.) \$16,000

TYPES OF EXPENDITURES

- ◉ Salaries
- ◉ Benefits
 - Insurance
 - Pension
 - Unemployment
- ◉ Purchase Services
- ◉ Supplies & Materials
- ◉ Capital Outlay
- ◉ Other
 - Memberships
 - Transfers to Districts

Projected Education Fund Expenditures & Revenues 2019-2020 Flow-Through Items

■ Transfers to Districts -
IDEA Flow-Through and
Pre-School \$3,766,318 ,
88.6%

■ RSSP Expenditures
\$463,680 , 10.9%

■ State TRS On-Behalf
Contribution \$20,644 ,
0.5%



■ RSSP Expenditures \$463,680

■ State TRS On-Behalf Contribution \$20,644

■ Transfers to Districts - IDEA Flow-Through and Pre-School \$3,766,318

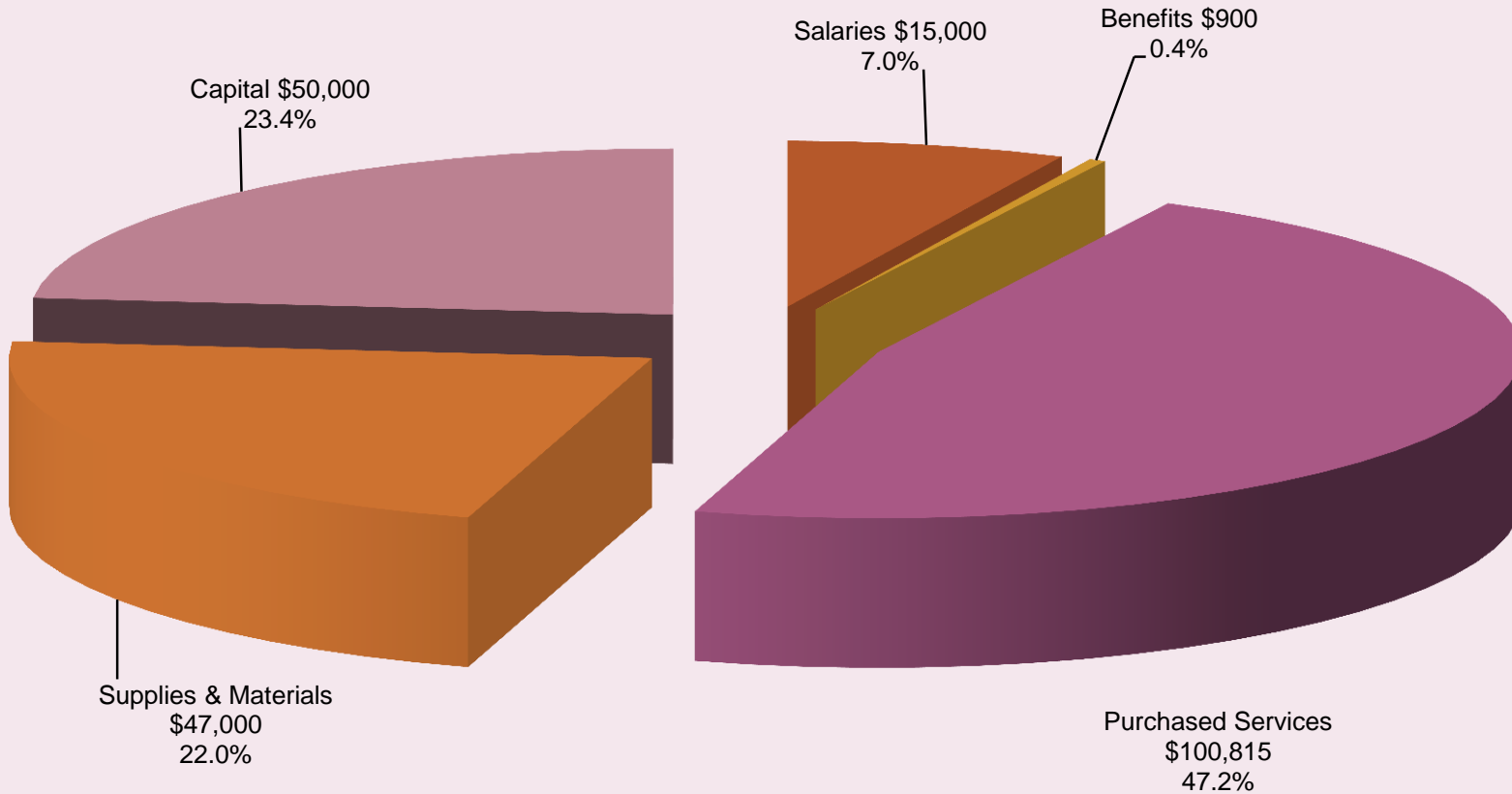
TRANSPORTATION REVENUE/EXPENDITURE

- ◎ \$10,000 remains in the fund balance, no revenue or expenditures expected.

OPERATIONS & MAINTENANCE REVENUES

- ◉ FY20 Rental Revenue from Lease to SEAL
\$200,000
- ◉ Misc. SEAL O&M Reimbursement for Utilities
- ◉ Potential Sub-Leasing of Huntley Classrooms

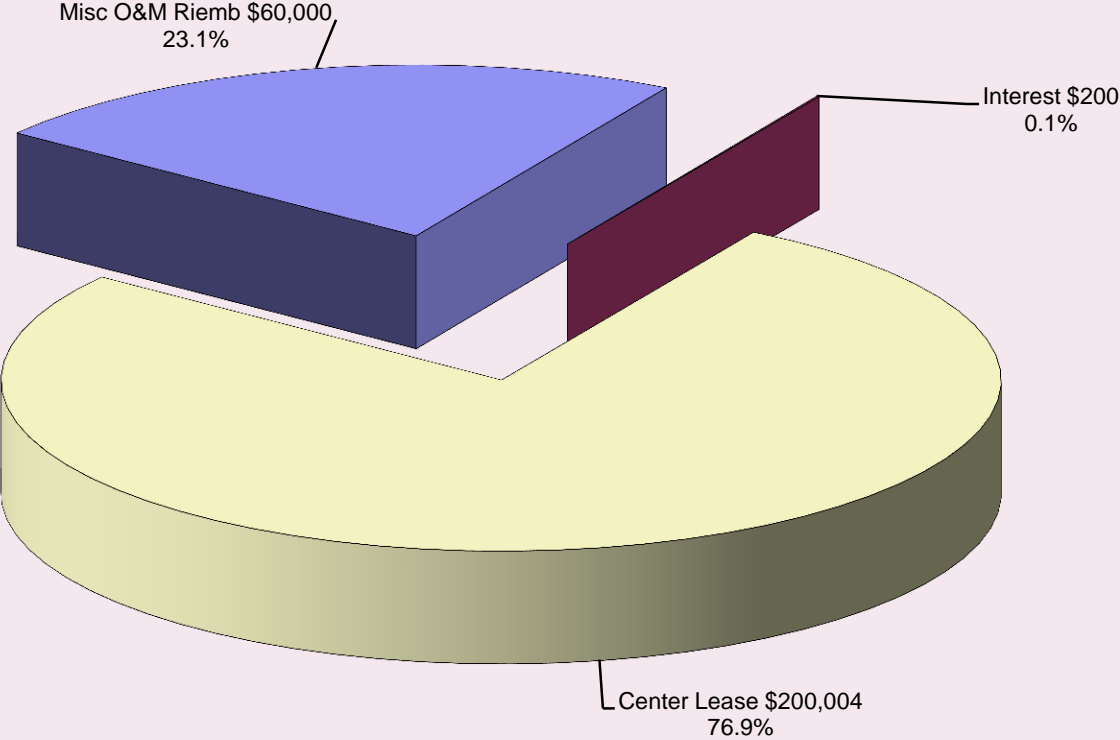
Projected Operations & Maintenance Fund Expenditures 2019-2020



OPERATIONS & MAINTENANCE EXPENDITURES

- ◉ Classroom lease payments (empty classes) to Huntley
- ◉ Insurance costs for property/casualty continue to decrease
 - FY 17 = \$74,689
 - FY 18 = \$63,163
 - FY 19 = \$54,758
 - FY 20 = \$50,565
- ◉ Capital Outlay included in the amount of \$50,000 for potential repairs/maintenance
- ◉ Parking lot repairs are anticipated
- ◉ Unknowns= The building has several systems that may need unexpected maintenance (food service preparation areas, swimming pool, HVAC)

Projected Operations & Maintenance Fund Revenues 2019-2020



DEBT SERVICE

- ⦿ The debt service fund balance is \$10,504.00
- ⦿ These dollars may be transferred to the O/M and Educational Fund

FUND BALANCE ESTIMATE

(UPDATED TO REFLECT 6/30/19)

FUND	FY 19	FY 20
Education	\$ 3,168,823.00	\$ 2,811,159.00
Operations and Maintenance	\$ 1,220,003.00	\$ 1,334,525.00
Debt Service	\$ 10,504.00	\$ 10,504.00
Transportation	\$ 10,000.00	\$ 10,000.00
Total	\$ 4,409,330.00	\$ 4,166,188.00

RECOMMENDED COSTS

Services billed at actual cost to participating districts.

- OT/PT
- Autism Specialist
- Behavior Consult
- Hearing Itinerant
- Orientation and Mobility

RECOMMENDED COSTS

○ Audiology Services

- Audiology FM Maintenance based on \$100/child
- \$70/hour for services

○ Diagnostic Services

- Any evaluations or other services requested based upon assigned staff (billed at actual cost)

○ Membership Fee

- Membership Fee to be paid with fund balance. No charge to districts.

BUDGET SUMMARY

FUND	FY 19	FY 20
Education- SEDOM	\$ 1,227,698.00	\$ 1,175,590.40
Education - Transfers	\$ 5,795,926.00	\$ 3,766,318.00
Transportation	\$ -	
Operations and Maintenance	\$ 200,508.00	\$ 213,715.00
Debt Service	\$ -	
Total (Based on Expenditures	\$ 7,224,132.00	\$ 5,155,623.40

WRAP UP

SEDOM is dedicated to:

- ◉ Functioning as a service agent for each of its member districts
- ◉ Supporting education excellence by partnering with member districts in providing superior special education programs, utilizing any and all available resources
- ◉ Protecting your assets and proper financial information reporting
- ◉ Ensuring that all McHenry County students with disabilities are afforded opportunities to develop their full potential and achieve the greatest possible success in their lives

QUESTIONS?

