

# SPECIAL EDUCATION DISTRICT OF MCHENRY COUNTY

2020-2021

BUDGET HEARING

August 12, 2020

- **Planning & Budget Process**

Mission  
Vision  
Strategic Plan

**Implementation**  
Prepare services for  
students  
Support Member Districts

**Budget Process**  
Member Districts Surveyed  
(Needs Assessment)  
Program Development  
Services to be provided  
locally  
SEDOM programs, services  
& resources  
*(February)*

**Budget Preparation &  
Approval Process**

Finance Committee  
Executive Board  
Governing Board  
*(February - August)*

**Spending Decision  
Guidance**

Needs of Students  
Goals & Priorities of Exec.  
Board & Member Districts  
Requirements imposed by  
Federal & State Regulations  
along with Negotiated  
Agreements  
Allocation of Resources

# CHANGES FROM TENTATIVE TO FINAL BUDGET

- ◉ July 1 - Tentative FY21 Budget on public display for 30 days
- ◉ Audiological Program- We continue to utilize 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 will enter its second year
- ◉ Yellow Folder Temporary File Clerk Position will continue due to COVID-19 related closures
- ◉ School Maintenance Project Grant Related Projects

# 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

# FY21 BUDGET HIGHLIGHTS

- ◉ Membership Fee to be paid with fund balance. No charge to districts.
- ◉ All IDEA grant funds will be managed by the member districts
- ◉ FY 20 Projected Deficit was \$276,802.68. Despite this anticipated deficit our fund balance decreased by only \$46,434.46 but was \$252,011.79 over the estimated ending fund balance of \$4,166,188.00. SEDOM ended with a fund balance of \$4,418,199.96
- ◉ The FY 21 Projected Deficit is \$395,976.00

## 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?
- ⦿ State of the land directly behind SEDOM

# SHORT TERM VARIABLES INFLUENCING THE BUDGETARY PROCESS

- ◉ Audiological Program Costs
- ◉ SEDOM Center Maintenance
- ◉ FY 2021 IDEA Grant Transfer to districts
- ◉ Operational Knowledge of Building Systems
- ◉ COVID-19 impacts on Expenditures and Revenues

# 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 will no longer be subsidized by the IDEA Grant, the anticipated cost will be \$75.00 and will increase per year until it reaches actual cost

# REVENUE SOURCES

## ◉ Local

- Member Districts through billing for services provided

## ◉ State

- Evidenced Based Model -Base Funding Minimum, School Improvement Maintenance Grant

## ◉ Federal

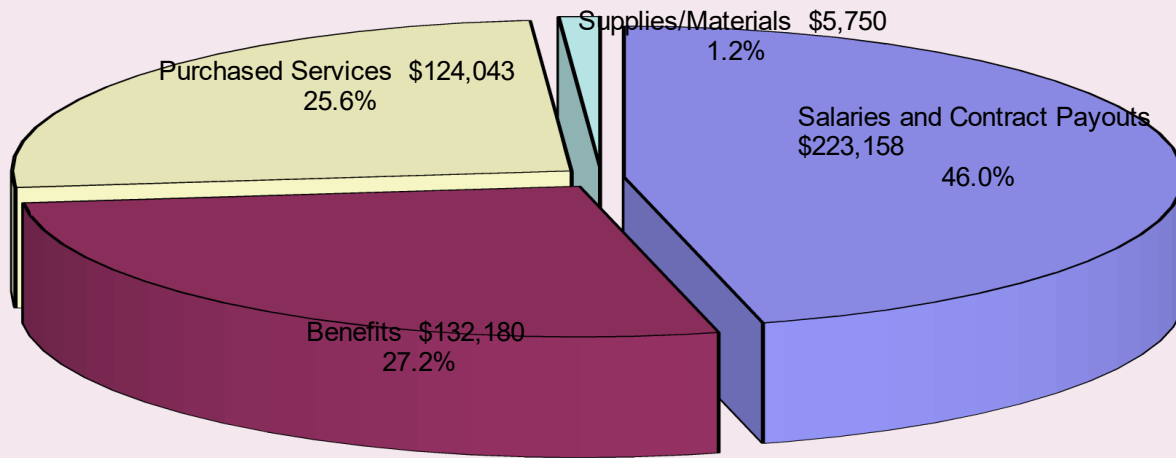
- Medicaid
  - The District has partnered with R/G Consultants to explore all potential reimbursable Medicaid dollars

## ◉ Other

- Investments, Grants, and Donations, Outside Professional Development Tuition

# Projected Education Fund Expenditures 2020-2021

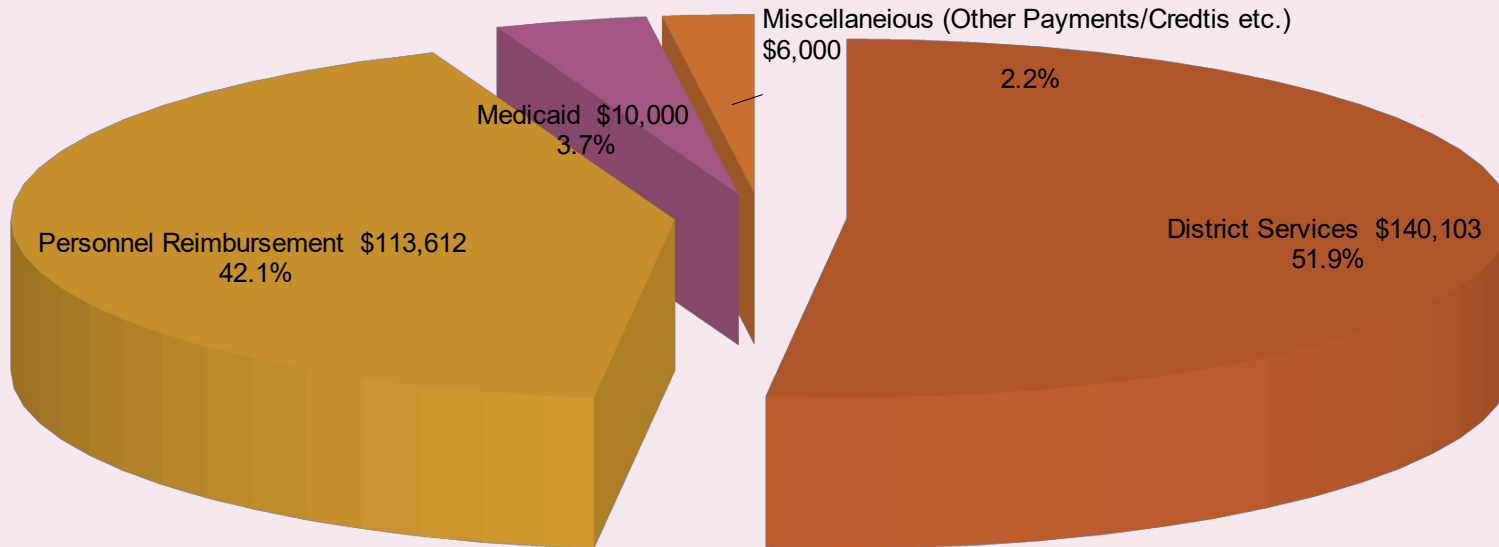
## Excludes Flow-Through Items



■ Salaries and Contract Payouts \$223,158 ■ Benefits \$132,180 ■ Purchased Services \$124,043 ■ Supplies/Materials \$5,750 ■ Capital \$-

# Projected Education Fund Revenues 2020-2021

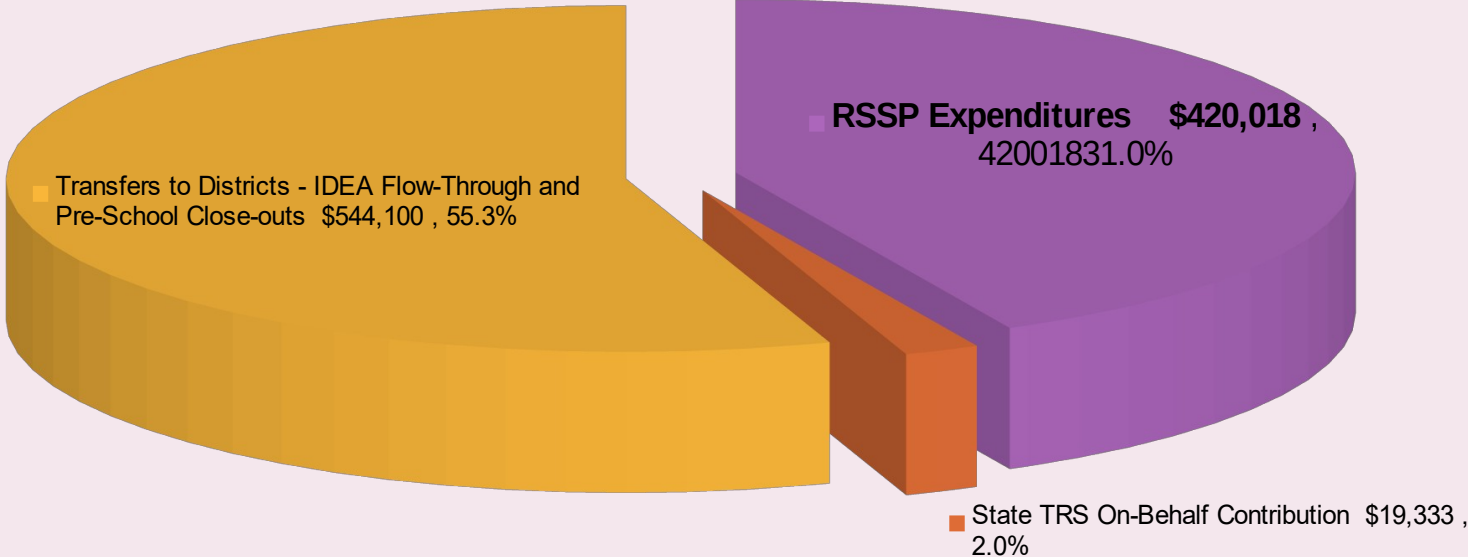
## Excludes Flow-Through Items



# TYPES OF EXPENDITURES

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

# Projected Education Fund Expenditures & Revenues 2020-2021 Flow-Through Items



# TRANSPORTATION REVENUE/EXPENDITURE

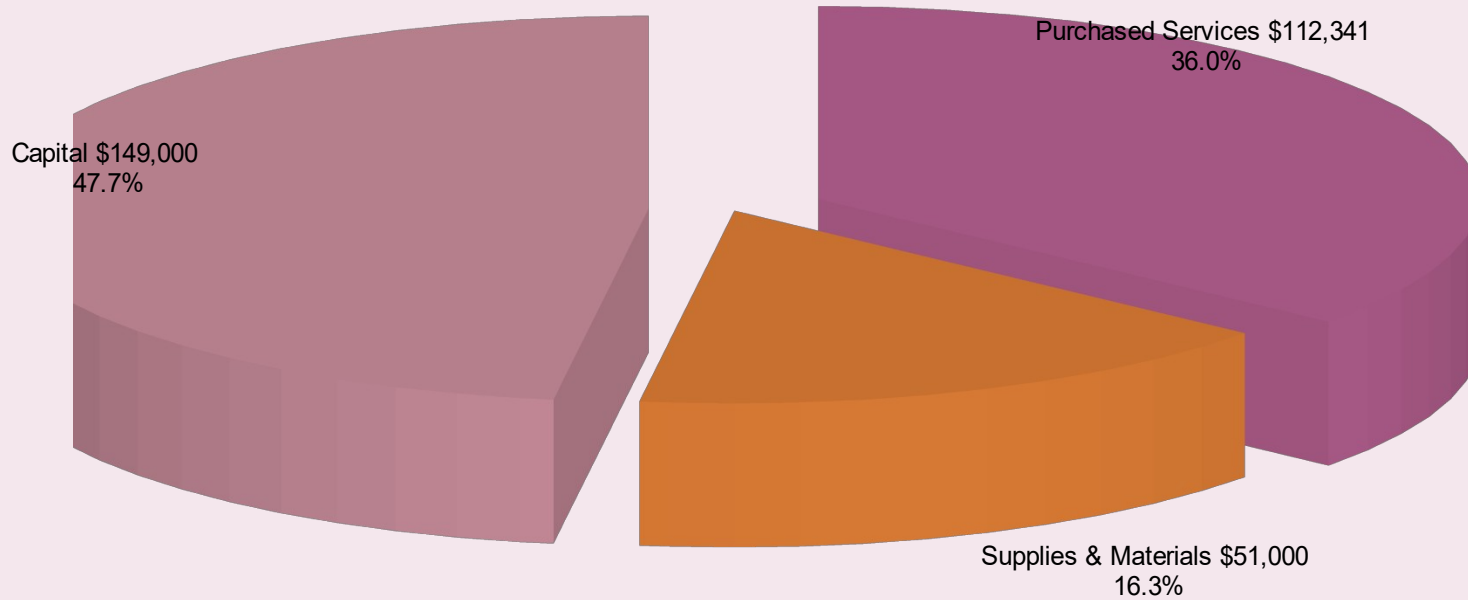
- ◎ \$10,000 remains in the fund balance, no revenue or expenditures expected.



# OPERATIONS & MAINTENANCE REVENUES

- ◉ FY21 Rental Revenue from Lease to SEAL \$200,000
- ◉ Misc. SEAL O&M Reimbursement for Utilities
- ◉ Potential Sub-Leasing of Huntley Classrooms
- ◉ School Maintenance Project Grant

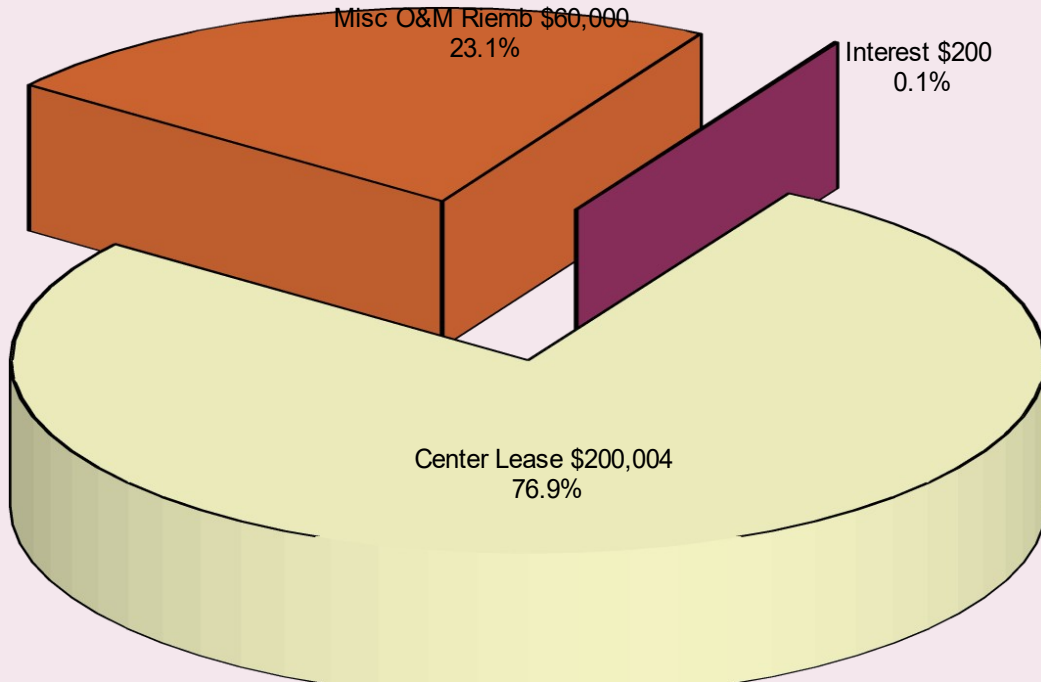
# Projected Operations & Maintenance Fund Expenditures 2020-2021



# OPERATIONS & MAINTENANCE EXPENDITURES

- ⦿ Classroom lease payments (empty classes) to Huntley
- ⦿ Insurance costs for property/casualty continue to decrease
  - FY 18 = \$63,163
  - FY 19 = \$54,758
  - FY 20 = \$50,565
  - FY 21 = \$52,391
- ⦿ Capital Outlay included in the amount of \$149,000.00 for potential repairs/maintenance which includes Maintenance Grant Expenditures
- ⦿ 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 2020-2021



# 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 6/30/21)

FUND	FY 20	FY 21
Education	\$ 2,811,159.00	\$ 2,679,842.00
Operations and Maintenance	\$ 1,334,525.00	\$ 1,323,259.00
Debt Service	\$ 10,504.00	\$ 10,504.00
Transportation	\$ 10,000.00	\$ 10,000.00
Total	\$ 4,166,188.00	\$ 4,023,605.00

# 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
- \$75/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 20	FY 21
Education- SEDOM	\$ 1,175,590.40	\$ 1,102,999.94
Education - Transfers	\$ 3,766,318.00	\$ 527,600.00
Transportation		
Operations and Maintenance	\$ 213,715.00	\$ 312,341.00
Debt Service		
Total (Based on Expenditures	\$ 5,155,623.40	\$ 1,942,940.94

# 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?

