

# SPECIAL EDUCATION DISTRICT OF MCHENRY COUNTY

2021-2022  
BUDGET HEARING

August 31, 2021

- **Planning & Budget Process**



# CHANGES FROM TENTATIVE TO FINAL BUDGET

- ◉ July 1 - Tentative FY22 Budget on public display for 30 days
- ◉ Audiological Program- We continue to utilize contracted audiological services and are developing a comprehensive service delivery plan. Learning Environment Coordinator Position will enter its third year.
- ◉ School Maintenance Project Grant Related Projects have been completed.

# 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

# SHORT TERM VARIABLES INFLUENCING THE BUDGETARY PROCESS

- ◉ Audiological Program Costs
- ◉ SEDOM Center Maintenance
- ◉ Operational Knowledge of Building Systems
- ◉ COVID-19 impacts on Expenditures and Revenues
- ◉ Current Enrollment of the ROE-RSSP Program and its impact on RSSP revenues

# 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?
  - Projected Cessation of the Association Agreement and its impact on program development costs
- In the future what property will we own and what economic resources will be needed to maintain the property?
  - Current Leasing of the SEDOM Center
  - Huntley 158 classrooms - potential location for a virtual program

# LONG TERM VARIABLES INFLUENCING THE BUDGETARY PROCESS

- ◉ Do we anticipate that SEDOM will own this building in 5 years?
- ◉ Impact of a potential cessation of a labor association agreement on future programming
- ◉ Status of the Evidence Based Funding Model
- ◉ State of SEDOM's role as the RSSP Fiscal Agent

# FY22 BUDGET HIGHLIGHTS

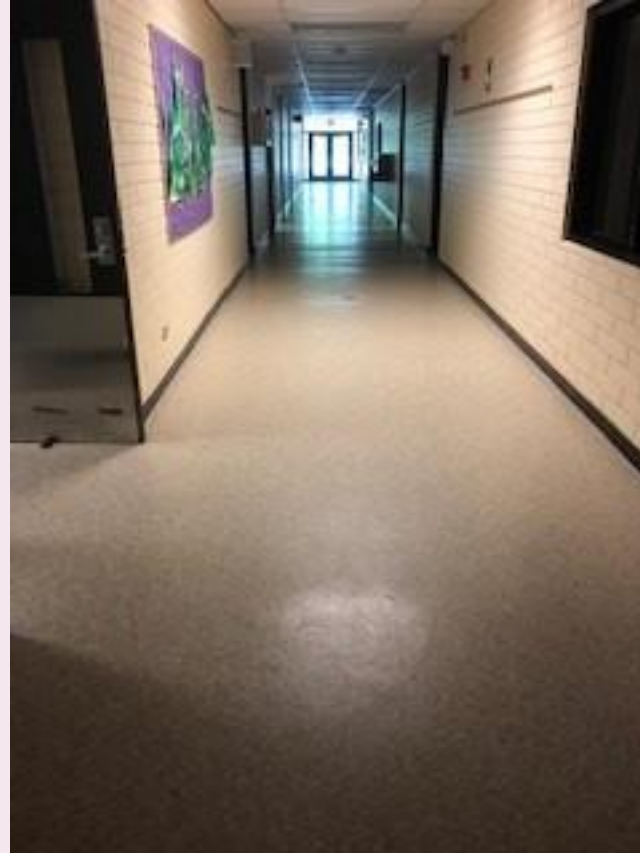
- ◉ Membership Fee to be paid with fund balance. No charge to districts.
- ◉ All IDEA grant funds are now managed by the member districts
- ◉ FY 21 Projected Deficit was \$395,976.00. Despite this anticipated deficit our fund balance decrease ended the year at \$367,956.29 which was \$28,019.71 less than anticipated. The estimated ending fund balance for FY 21 was anticipated to be \$4,023,605.00. SEDOM's actual fund balance ended at \$4,068,003.00. 1.10% over target.
- ◉ The FY 22 Projected Deficit is \$499,683.00



# 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 cost will be maintained at \$75.00 through the pandemic and will increase per year until it reaches the actual cost

# SCHOOL MAINTENANCE PROJECT GRANT



# SCHOOL MAINTENANCE PROJECT GRANT



# SCHOOL MAINTENANCE PROJECT GRANT





# SCHOOL MAINTENANCE PROJECT GRANT



# SCHOOL MAINTENANCE PROJECT GRANT



# 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

# 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

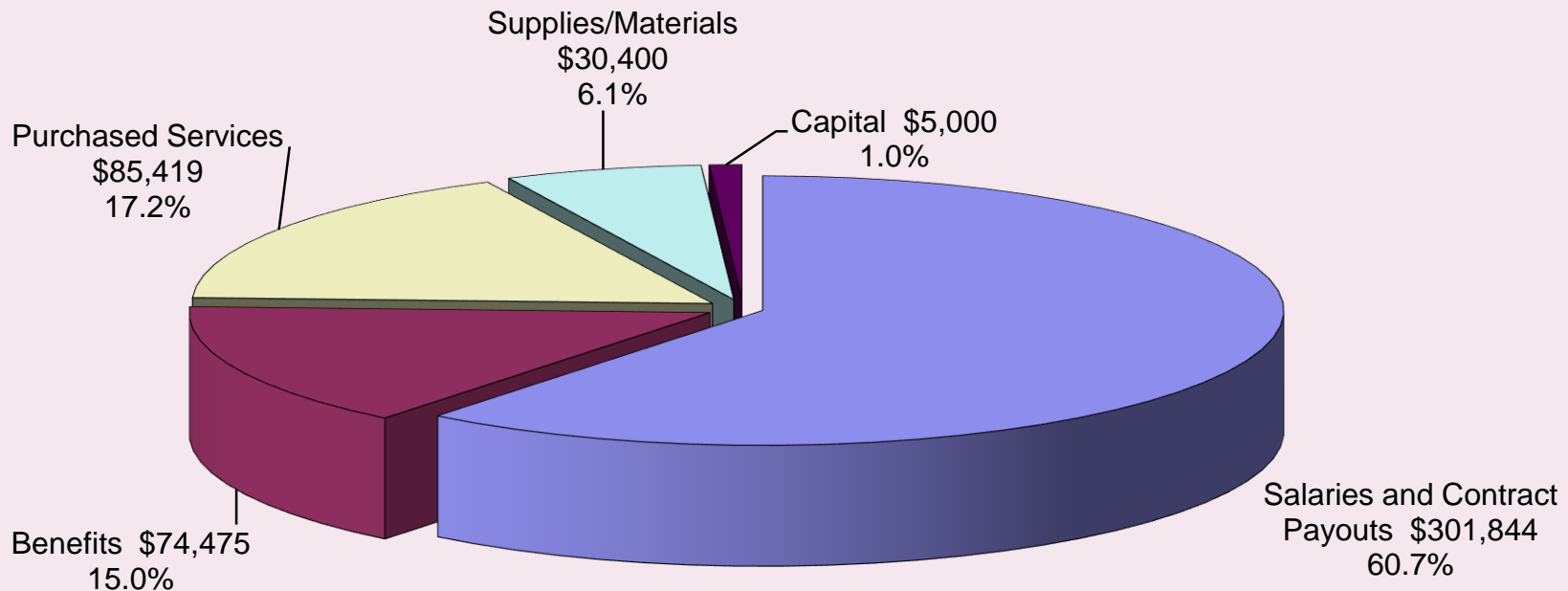
## ◉ Other

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



# Projected Education Fund Expenditures 2021-2022

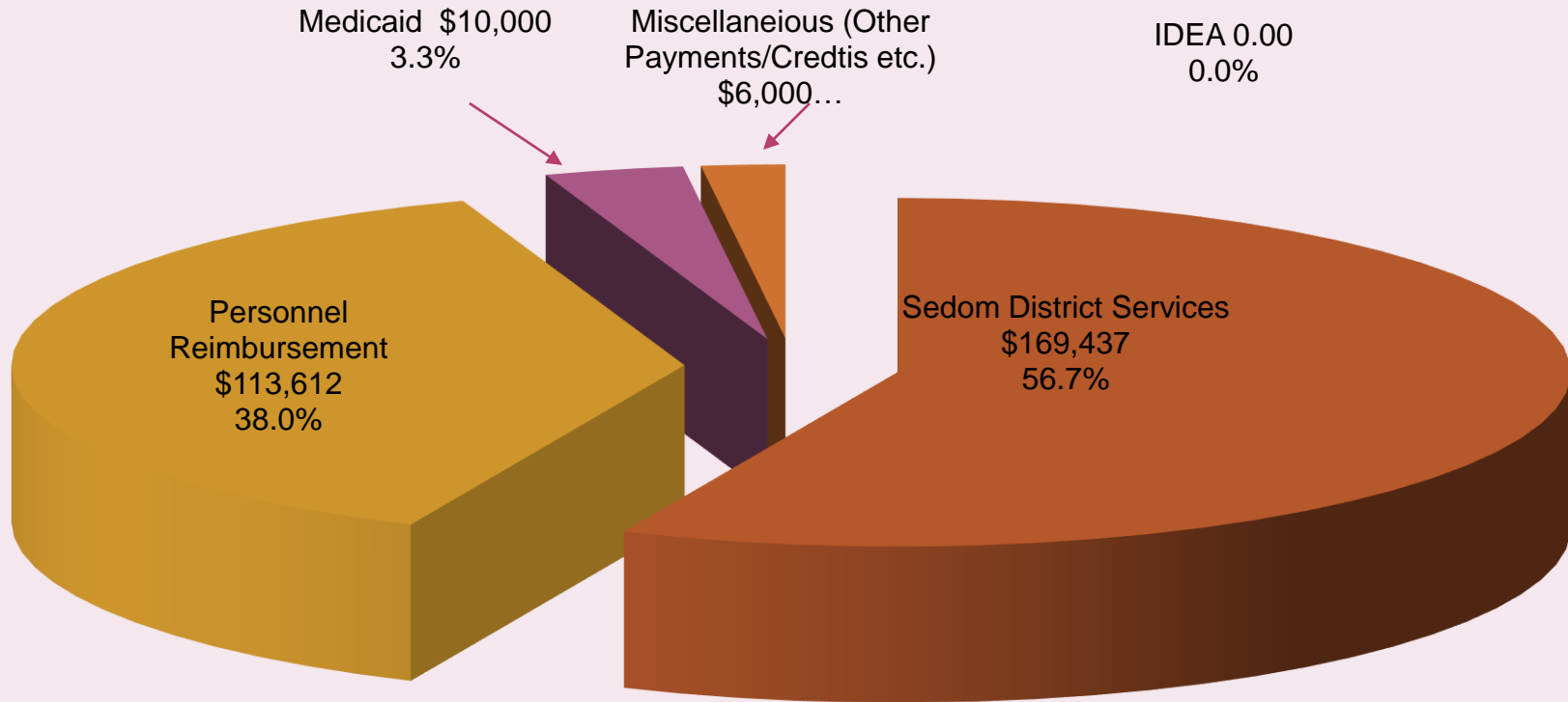
## Excludes Flow-Through Items



■ Salaries and Contract Payouts \$301,844	■ Benefits \$74,475	□ Purchased Services \$85,419
□ Supplies/Materials \$30,400	■ Capital \$5,000	

# Projected Education Fund Revenues 2021-2022

## Excludes Flow-Through Items



IDEA 0.00

Personnel Reimbursement \$113,612

Miscellaneous (Other Payments/Creditis etc.) \$6,000

Sedom District Services \$169,437

Medicaid \$10,000

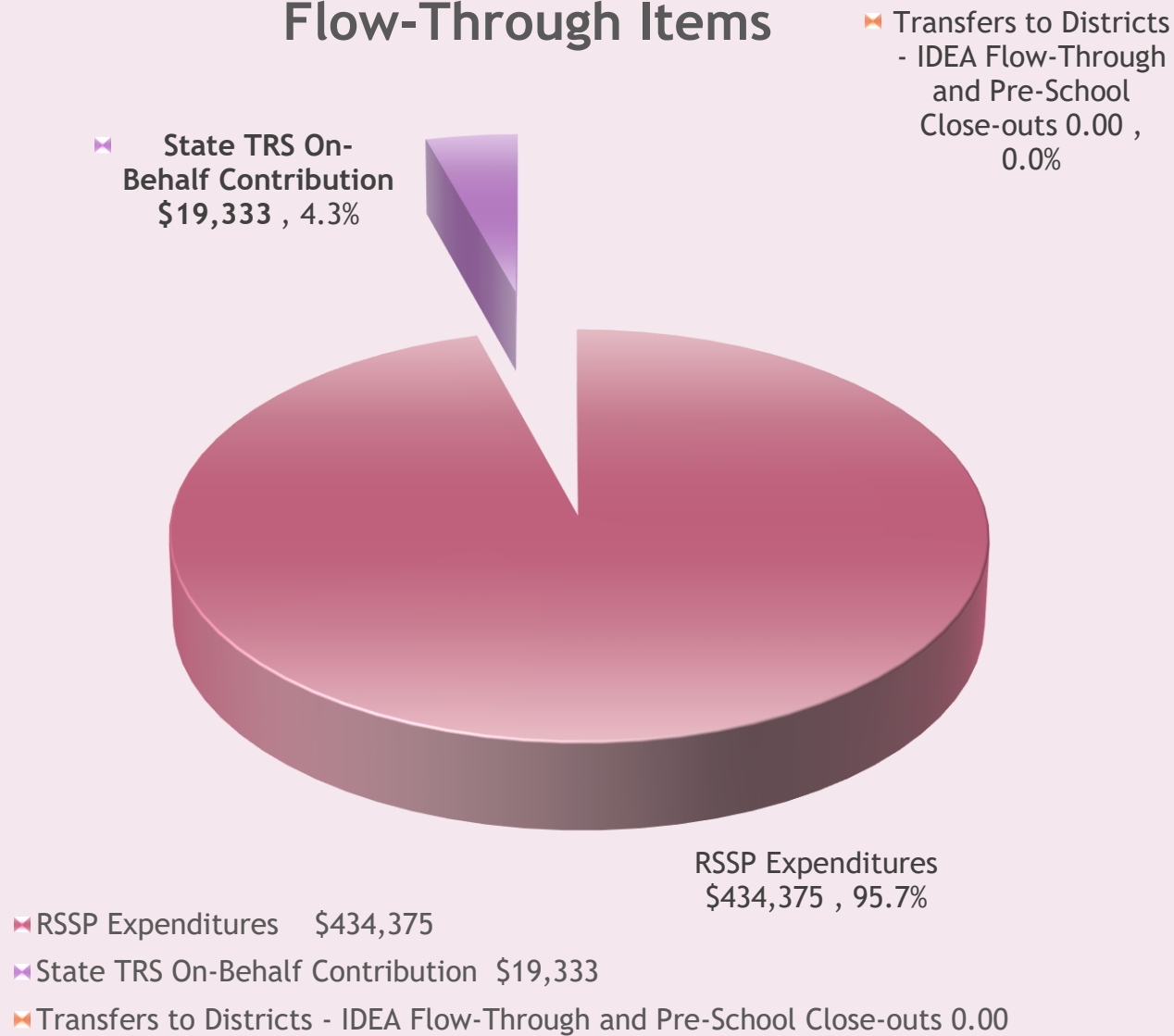
# TYPES OF EXPENDITURES

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

# Projected Education Fund Expenditures & Revenues

## 2021-2022

### Flow-Through Items



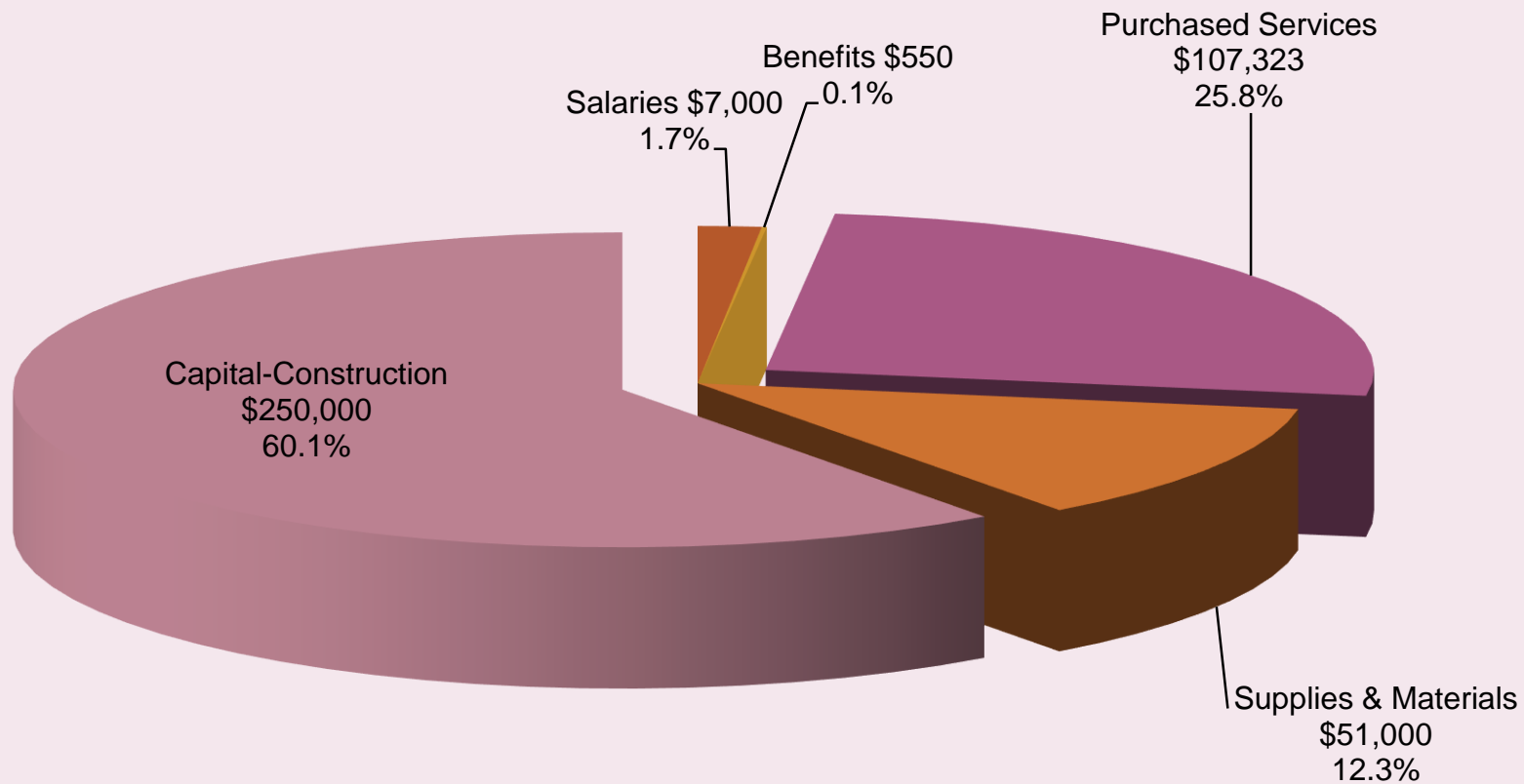
# TRANSPORTATION REVENUE/EXPENDITURE

- ◎ \$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 2021-2022

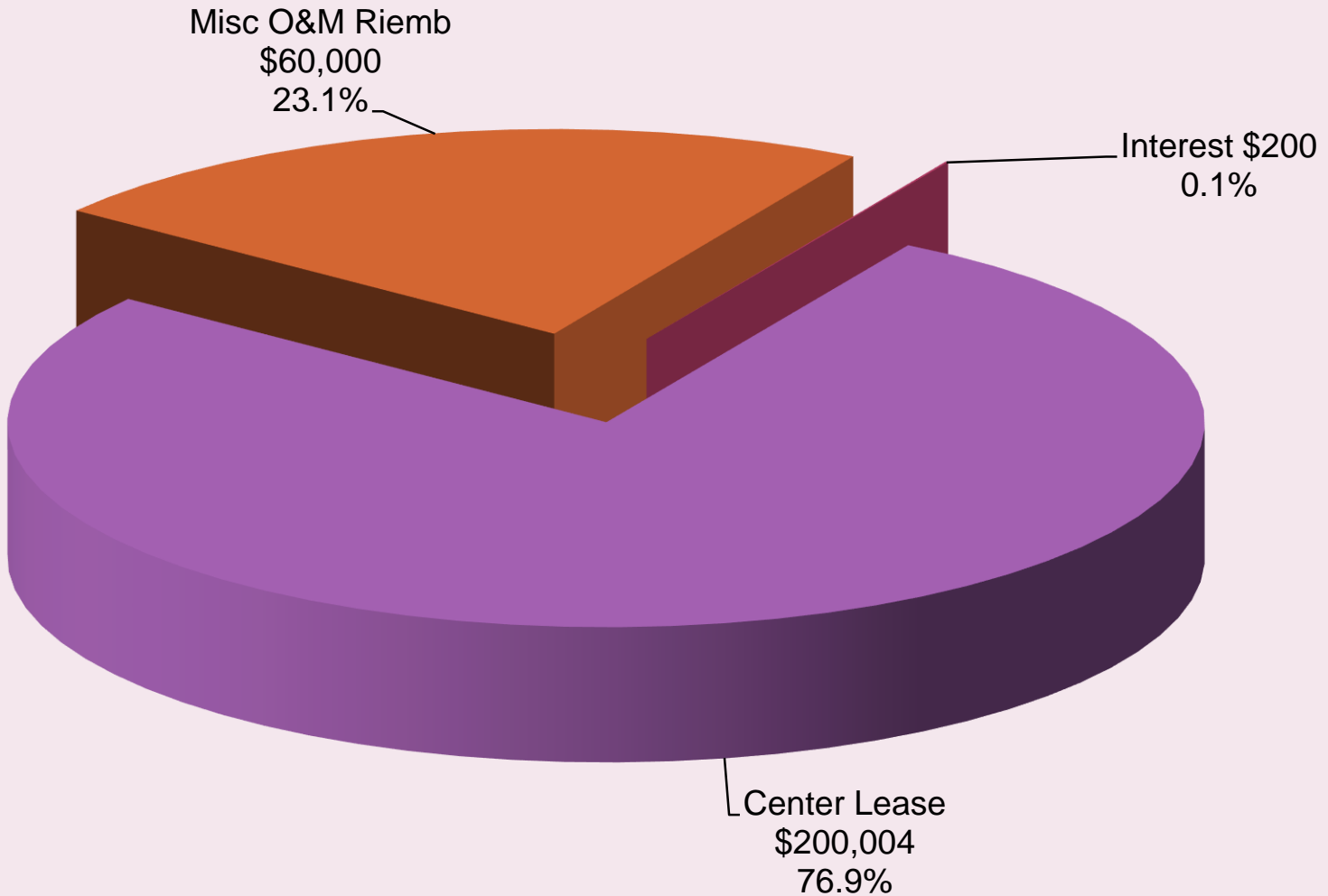


# OPERATIONS & MAINTENANCE EXPENDITURES

- ◉ Classroom lease payments (empty classes) to Huntley
- ◉ Insurance costs for property/casualty continue to decrease
  - FY 19 = \$54,758
  - FY 20 = \$50,565
  - FY 21 = \$52,391
  - FY 22 = \$46,373
- ◉ Capital Outlay included in the amount of \$250,000.00 for potential repairs/maintenance which includes Maintenance Grant Expenditures
- ◉ Unknowns= The building has several systems that may need unexpected maintenance (food service preparation areas, swimming pool, HVAC)



## Projected Operations & Maintenance Fund Revenues 2021-2022



# 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 6/30/22)

FUND	FY 21	FY 22
Education	\$ 2,679,842.00	\$ 2,347,138.00
Operations and Maintenance	\$ 1,323,259.00	\$ 1,293,156.00
Debt Service	\$ 10,504.00	\$ 10,504.00
Transportation	\$ 10,000.00	\$ 10,000.00
Total	\$ 4,023,605.00	\$ 3,650,294.00

# 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 21	FY 22
Education- SEDOM	\$ 1,102,999.94	\$ 1,077,438.00
Education - Transfers	\$ 527,600.00	\$ 0.00
Transportation		
Operations and Maintenance	\$ 312,341.00	\$ 415,873.00
Debt Service		
Total (Based on Expenditures	\$ 1,942,940.94	\$ 1,493,311.00

# 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?

