

District 205 Board Meeting

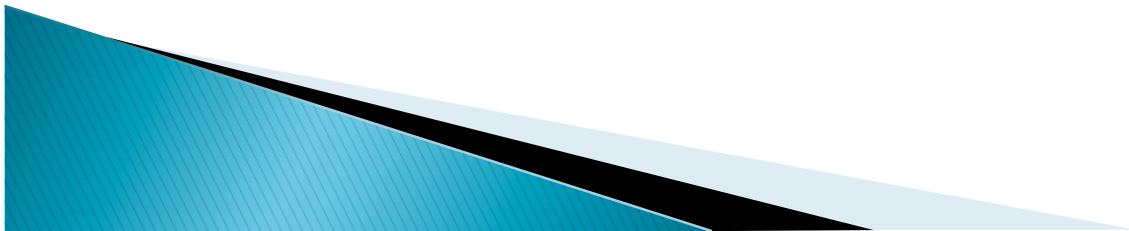
September 15, 2010

Σερπινγ Αλλ ορ Πορτιονσ οφ τηε Φολλοωινγ Χομμυνιτιεσ:!

Blue Island * Burnham * Calumet City * Dixmoor * Dolton * East Hazel
Crest* Harvey *Hazel Crest * Lansing * Markham * Phoenix *Posen *
Riverdale * South Holland *Thornton



OPEN SESSION



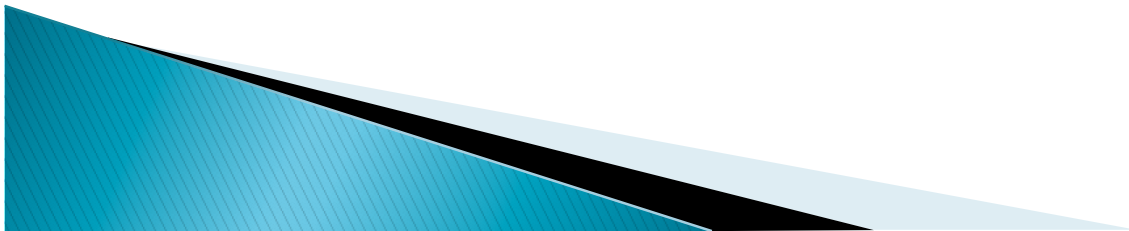
Roll Call

Pledge of Allegiance

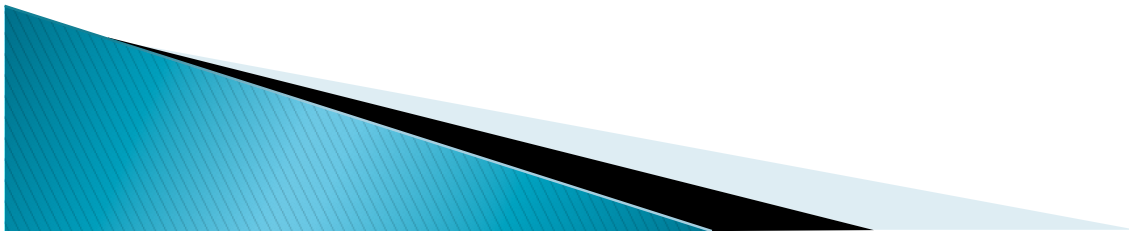


Please make certain that your cell phones are silent.

Thank you

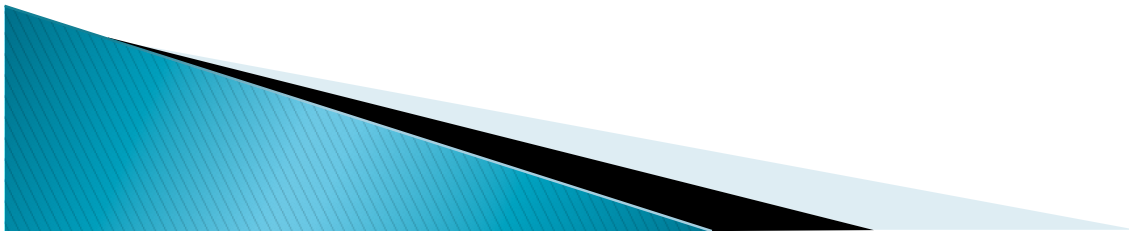


PLEDGE OF ALLEGIANCE



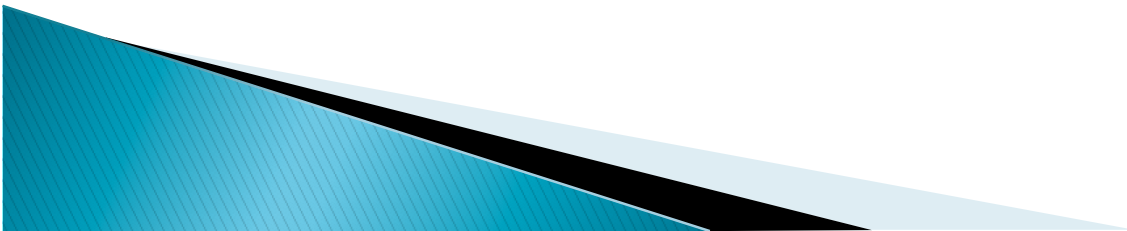
Consent Agenda

- ! Approval of Minutes: Board Retreat Regular and Executive Session of July 8, 2010
- ! Approval of Minutes: Regular Meeting of August 4, 2010
- ! Approval of Minutes: Special Meeting and Executive Session of August 25, 2010
- ! Approval of District 205 Bills
- ! Approval of ECHO Bills
- ! Approval of Payment, Release and Settlement Agreement
- ! Personnel: Approval of Resignations, Releases, leave of Absence and Employment



FOIA

Mr. Gress





FREEDOM OF INFORMATION

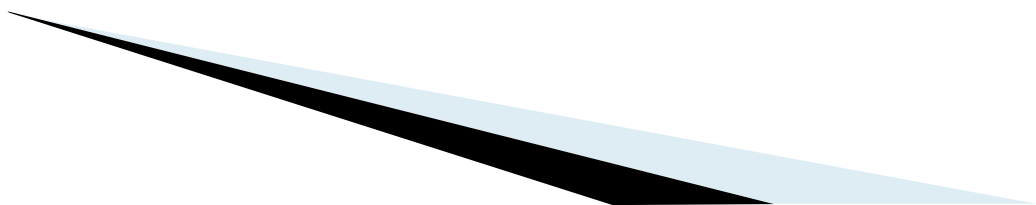
- District 205 has responded to one FOIA request since the last board meeting
- The request was a commercial request which allows 21 days to provide a response
- The request was received on August 11 and a response was mailed on September 8, 2010

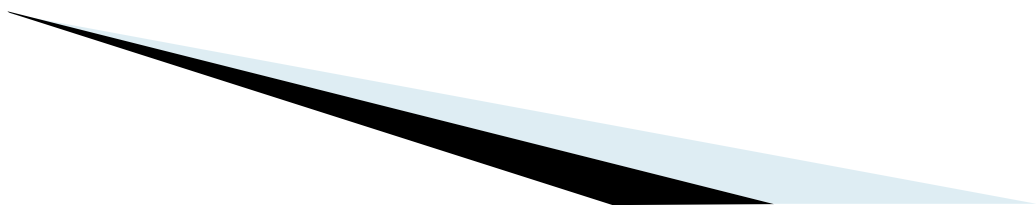


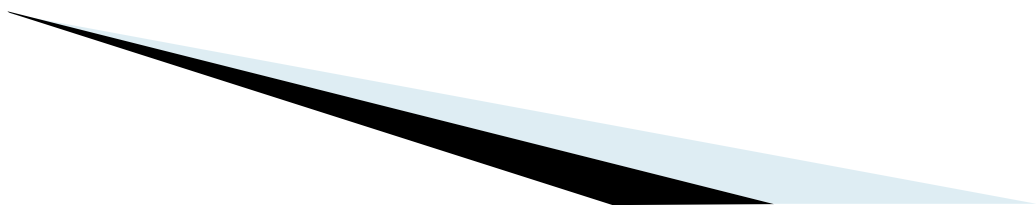
Communications

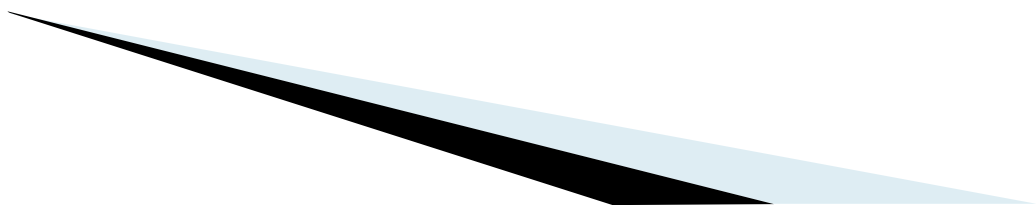
COMMUNITY AWARENESS













2010/2011 Budget Presentation

Thornton Township High School District 205

September 15, 2010

What's the Purpose of the Budget?

- Meet the requirements imposed by Illinois Law
- Provide the district with expending and taxing authority.
- Satisfy a minimum level of financial information for Local, State and Federal governments.

Tentative Budget and Public Notice Requirements

- The tentative budget must be developed with budgeted revenues and expenditures.
- Notice must be published of where, when, and during what hours the budget will be available for inspection (must be on display for at least 30 days prior to adoption).
- A hearing on the budget must be held prior to action being taken on the budget. The details must be explained and the public can ask questions.
- The Board of Education must approve a budget by September 30th each year.

Filing Requirements

- The budget must be filed with the ISC 4 and the Illinois State Board of Education by October 31st of each year.
- The budget is also required to be posted on the district website and the website address must be communicated with the public (www.district205.net).

Tentative Budget

- Illinois School Code requires that a tentative budget be available for public inspection at least 30 days prior to adoption of a legal annual budget. The tentative budget is not binding; changes can be made to the tentative budget.
- The tentative budget shows deficit spending which is a result of:
 - capital expenses resulting from the November 2008 capital improvement bond issue.
 - Revenue reductions from both the State of Illinois and local property tax collections.

Budget Assumptions

- Revenue
 - Property Taxes - five year historical collections have been approximately 91% of the tax levy, 10/11 collections were conservatively projected at 83% because of the weak economy and the increase in foreclosures.
 - Payments in Lieu of Taxes - revenue was projected to decrease based on State projections.
 - Interest, Lunches, Tuition, etc. - revenue was projected to decrease based on decreasing interest rates.

Budget Assumptions

- Revenue (continued)
 - State Sources - revenue was projected to be lower than the 09/10 actual collections.
 - Transportation funding is down approximately 50%
 - Special education funding is down approximately 22%
 - Truancy funding is down approximately 54%
 - Student enrollment is down over 800 from last year, and will result in decreased general state aid in the future.
 - Federal Sources - revenue was projected to increase in the 10/11 year due to Federal stimulus dollars, Federal supplanting of State funding, and the receipt of school improvement grants.

Budget Assumptions

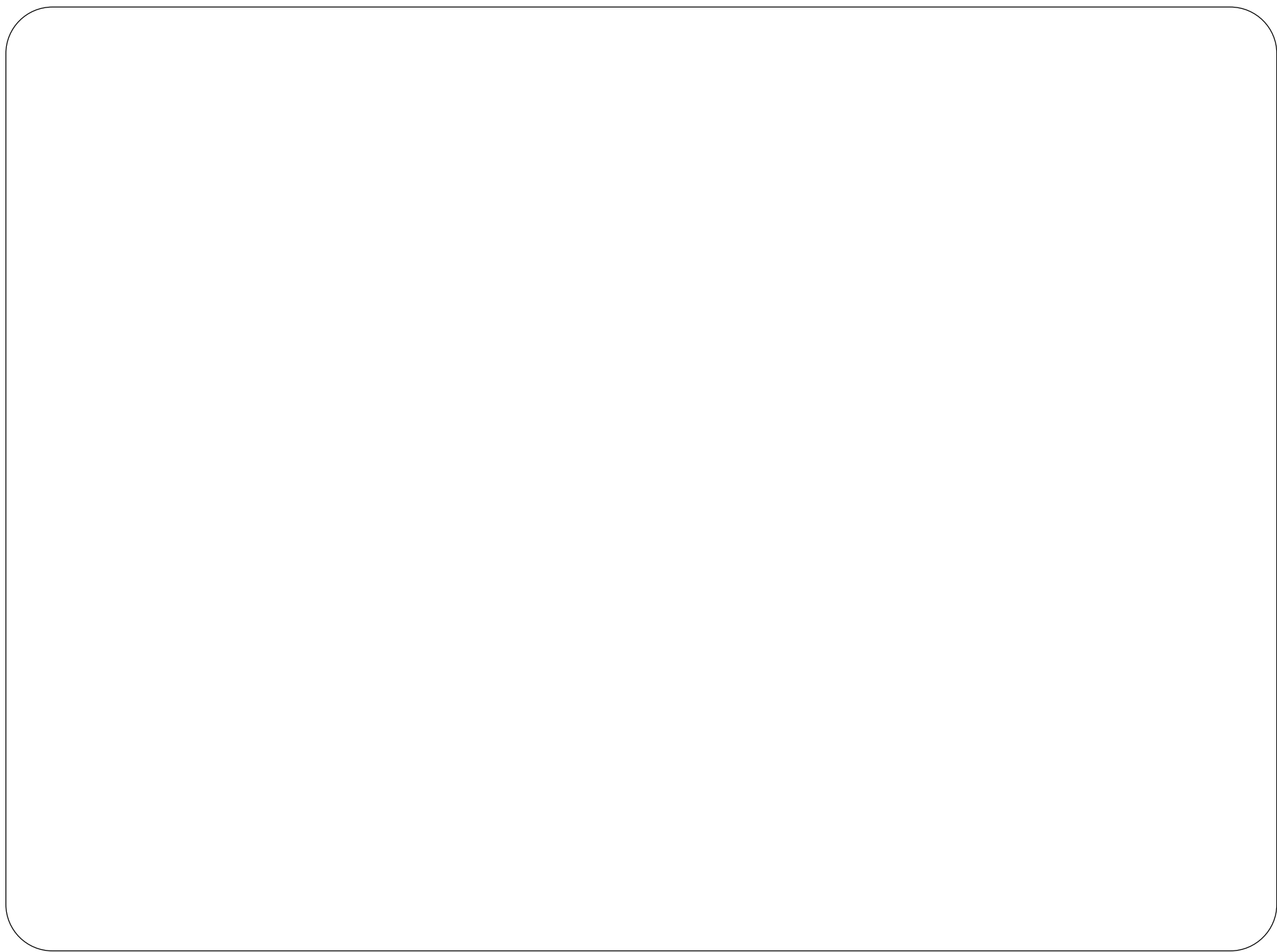
- Expenses
 - Salaries - have been budgeted based on decreased staffing levels to actual for the 10/11 year. Salary expenses have been increased based on the union contracted increases.
 - Employee Benefits - have been budgeted based on the contracted increases. Healthcare has been budgeted on the increase in the expense to the district.
 - Purchased Services - have been budgeted for increases/decreases based on the contracted amount with all of the District's major vendors.

Budget Assumptions

- Expenses (continued)
 - Supplies and Materials - have been budgeted based on the budget requests submitted by various departments within the District. Supply accounts have been decreased by approximately 10%.
 - Capital Outlay - has been budgeted based on the technology requests, buildings and ground requests, and expected capital expenditures.

Revenues

	2011	2010
	Budget	Unaudited
Property Taxes	57,223,531	61,360,903
Payments in Lieu of Taxes	3,500,000	3,640,938
Interest, Lunches, Tuition, etc.	4,201,700	6,828,925
State Sources	32,727,839	33,285,125
Federal Sources	14,375,493	7,533,698
Total	112,028,563	112,649,589



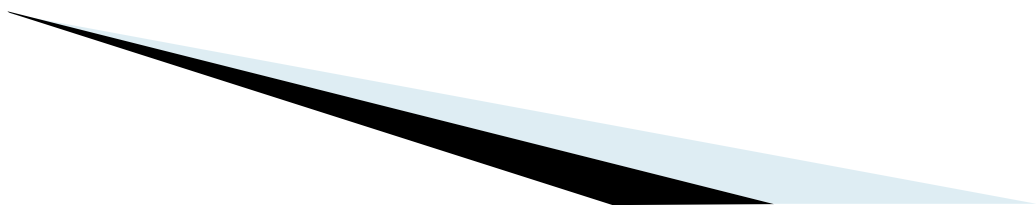
Expenses

	2011	2010
	Budget	Unaudited
Salaries	55,017,927	51,887,735
Employee Benefits	12,079,073	10,343,508
Purchased Services	23,636,210	22,716,278
Supplies and Materials	5,418,019	5,024,728
Capital Outlay	14,401,170	8,856,890
Other Objects	20,076,022	20,880,915
Total	130,628,421	119,710,054



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Questions



Capital Improvement Recommendation



- On Tuesday, August 17 the finance committee met to discuss how to allocate the remaining \$14,960,800 of the capital improvement bond issue
- Recommendations were heard from Tria Architecture and Metro Engineering as well as from Buildings and Grounds and District Administration on the need to replace the heating system at Thornton High School
- The current heating system dates back to 1938 and is a high pressure steam system. If we experience a boiler going out during the winter, there may be a need to cancel classes at Thornton for several weeks

(Cont.)

Capital Improvement (Cont.)

- A replacement system would be a hot water system and would take a significant amount of time to design and install. (see following example timeline):

Engineering

- | | |
|--------------------------|--|
| □ Schematic Design | September 9 th thru October 8 th , 2010 |
| □ Design Development | October 11 th thru November 12 th , 2010 |
| □ Construction Documents | November 15 th thru January 31 st , 2011 |
| □ Bidding | February 1 st thru February 28 th , 2011 |

Construction

- | | |
|-----------------------------|--|
| □ New Boiler Plant | March 16 th thru July 16 th , 2011 |
| □ Piping in Tunnels | March 16 th thru June 1 st , 2011 |
| □ Piping in ! of A Building | June 1 st thru August 16 th , 2011 |
| □ Work Into School Year | August 16 th thru June 1 st , 2012 |
| □ Final System Install | June 1 st thru August 16 th , 2012 |

(Cont.)

Capital Improvement



- Tria and Metro have estimated the cost of replacing the heating system at \$15,050,000. For an additional approximately \$3,000,000 a system could be installed that would provide heating and air conditioning to the building, but would require that the entire building be receiving either heat or air conditioning at the same time. The cost to install a system that would allow some rooms to run heat and others to run air conditioning at the same time would require an additional \$6,000,000

