FY 2014 Analysis & Forecast
McLean County Unit School District No. 5
Expense Trends

- Personnel spending is now 86% of total Education Fund spending.
- Debt has grown as planned, and it now at its plateau.
- Most capital spending returns to pre-referendum levels.
Filtering Capital spending out presents a 3.5% increase in spending. The average growth for the last 5 years has been 1.89% versus a CPI growth of 1.36%. It is fair to say expenses have grown moderately.

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Total Spending – All Funds
Compensation expenses continue to gain a larger footprint in total spending for the Education Fund.

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<td>Supplies &amp; Materials</td>
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<td>91,970,344</td>
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<td>94,844,435</td>
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Total Spending – Education Fund
Education Fund Changes

• At start of school, 11 fewer classroom teachers, but growth in wages, ERO, ELA Adoption, and TRS Expenses (more teachers in federal grants) has countered most reductions.

• Total spending increases ~$900,000.
## Operations & Maintenance Fund

Reduction primarily in capital spending. Large, one-time expenses no longer part of spending (i.e. playgrounds). Utility expenses continue to demand monitoring.

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<td>Salaries</td>
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<td>Benefits</td>
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<td>20,646</td>
<td>34,608</td>
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<td><strong>Total</strong></td>
<td>11,400,746</td>
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<td>11,901,931</td>
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Transportation Fund

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<td>Actual</td>
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<tr>
<td>Salaries</td>
<td>3,693,404</td>
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<td>7,372,204</td>
<td>8,286,052</td>
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<td>8,303,699</td>
<td>9,982,835</td>
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Proration of Transportation Funds from the State and continuing to employ drivers and monitors have created a structural deficit in the Transportation Fund.
Total Spending – Transportation Fund
Transportation Fund Changes

• The assumption for 2013-2014 is resolution mid-year on employee wages and benefits.

• A reduction in contract expenses of 0.5% is factored in, but we have added bus provision.
### Tort Fund

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<td>2,903,590</td>
<td>3,385,160</td>
<td>4,025,263</td>
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</table>

Tort expenses were historically in the Education Fund prior to ’08-09. Legal changes have prompted it’s segregation from the Education Fund.
Legal costs as well as properly absorbing risk-related costs have driven the growth of Tort spending over the last five years.
Conclusion

- IMRF & Social Security Fund has been budgeted for a small spend down of reserves, as is been the practice for the last three years.
- Roughly $1.0 million in Life-Safety projects are planned.