

MINUTES of the Special Meeting of the Board of Education Finance Committee of Community Consolidated School District 15, Palatine, Cook County, Illinois, held on May 22, 2018.

A special meeting of the Board of Education Finance Committee of Community Consolidated School District 15, Palatine, Cook County, Illinois, was held on Tuesday, May 22, 2018, at the Joseph M. Kiszka Educational Service Center, 580 North 1st Bank Drive, Palatine, Illinois.

ROLL CALL

The special meeting of the Finance Committee was called to order at 5:30 p.m.

Committee members physically present:

David Border Anthony Wang
Frank Annerino

Committee member(s) physically absent:

None

Also present were Scott B. Thompson, Ed.D., superintendent of schools; Michael Adamczyk, chief school business official; Corey Bultemeier, director of fiscal services/assistant chief school business official; and Craig Phillips, manager, environmental services.

AGENDA ITEMS

1. FY2019 Budget
Mike Adamczyk shared the District's state revenue increased by approximately \$840,000 in FY18, which becomes the base funding moving forward. In drafting the FY19 budget, he assumes \$16.12 million as revenue. He also indicates that initial projections increase the interest from fund balances will increase from \$285,700 in FY18 to \$1.25 million in FY19; an almost \$1 million increase. Built into the budget is the assumption that CPI will remain constant at 1.5%. (When calculating the 5-year forecast, state revenue and CPI will be unchanged.)
In the 5-year forecast, potential revenue exists when at least two TIFs are scheduled to be retired. All in all, while the next two years show deficit spending due to capital outlay projects, the overall forecast shows an increase in fund balances placing the district in a strong and enviable position. An analysis of the actual and projected CTC salary costs increasing by an average of less than 1% annually for the term of the contract show the projections are just as predicted. Another success in keeping the district in a strong fiscal position.
2. Full-day Kindergarten Plans
Scott Thompson shared two plans for the creation of physical space to create full-day kindergarten district-wide. The first option was the addition of 27 classrooms at seven of our current elementary buildings. The cost associated with these classrooms was estimated at \$15.8 million (34,238 square feet). The second option was purchasing a stand-alone box store in a strip mall in NE Palatine. The purchase price and construction costs totaling \$20.5 million creates 33 classrooms (79,836 square feet). Dr. Thompson indicated that the full analysis of the positives and minuses would be shared at the June school board meeting.
3. Life Safety Bonds
Mr. Adamczyk reminded the committee of the option to issue life safety bonds in the amount of \$5 million to cover the costs of the curtain wall at FCW. This revenue could offset the cost associated with the two options to create space for full-day kindergarten.
4. Administrator/Non-associated Personnel Increases
Dr. Thompson indicated salary/wage increases for administrators and other D15 staff not covered by a collective bargaining agreement (CBA) would be brought to the board for approval at the June meeting. Administrator raises averaged less than 2%, and other staff increases will be proposed for a 2% raise (similar to CBA negotiated raises).
5. Budget Calendar Review
The budget calendar was shared with those in attendance.
6. Old Business
No old business was discussed at the meeting.

ADJOURNMENT

There being no further business to come before this meeting, the meeting adjourned at 6:45 p.m.