

FINANCE COMMITTEE

AUGUST 16, 2022 @ 12:30PM

In attendance Mr. Bannister, Dr. Anstadt (arrived at 12:40) and Mr. Fouke.

August Treasurer Agenda items were reviewed and discussed, with emphasis on June financials for 2021/2022 recap. Use of ESSER funds reduced General Fund expenditures and new school funding formula reduced purchased services (Charter, open enrollment, voucher, and scholarship).

Permanent Improvement have \$1.25 million accumulated for a new middle school and will have \$2.0 million by July 1, 2023. Food Service surplus of \$2.2 million and fund balance of \$3.3 million. Healthcare costs were \$2.9 million resulting in a nearly 20% premium increase. Hopefully, with lowered prescription costs, we have a slight surplus for this year.

General Fund has nearly flat revenue which is always a concern as costs increase mainly in personnel costs. The impact of Franklin Park Mall lower valuation will have a significant impact as they will be paying \$2.4 million (all funds) in taxes. Forecast did expect a decrease but not at this amount. Rainy day Fund will be recommended to increase from \$3.625 million to \$4.3 million in October. Interest earnings are starting to increase due to investments.

Review of July Investment Summary and required report to Board, Superintendent of Instruction, and Auditor of State regarding commercial paper. Also based on Finance Committee, increased investment from \$10 million to \$15 million.

Review of June 2022 SM- revenue did decline but expenditures also declined due to Washington Local resident students who choose (if accepted by the School) to go elsewhere are no longer paid by Washington Local.

Salaries did increase by 3.9% as benefits did decrease by retirement adjustments. Supplies were increased mainly due to textbooks and fuel.

Review of ESSER funds an additional 14 certified staff and at least 4 classified staff and summer help. Estimated cost \$1.8 million of 2022/2023 staffing.

Reviewed building repairs by building, vendor, and building top six vendors.

Health care fund loss of nearly \$3 million resulting in total premium increase of nearly 20%, with 37.8% Single and 17.6% for family.

Enrollment and Open enrollment reviewed, with no additional staffing, approximately \$800,000 additional state aid will be received.

Board of Tax appeals and changes that will occur next year due to change in state law.

Worksheet of Franklin Park Mall valuation reductions total \$2.4 million loss of revenue, with about \$2.1 million in the General Fund.