

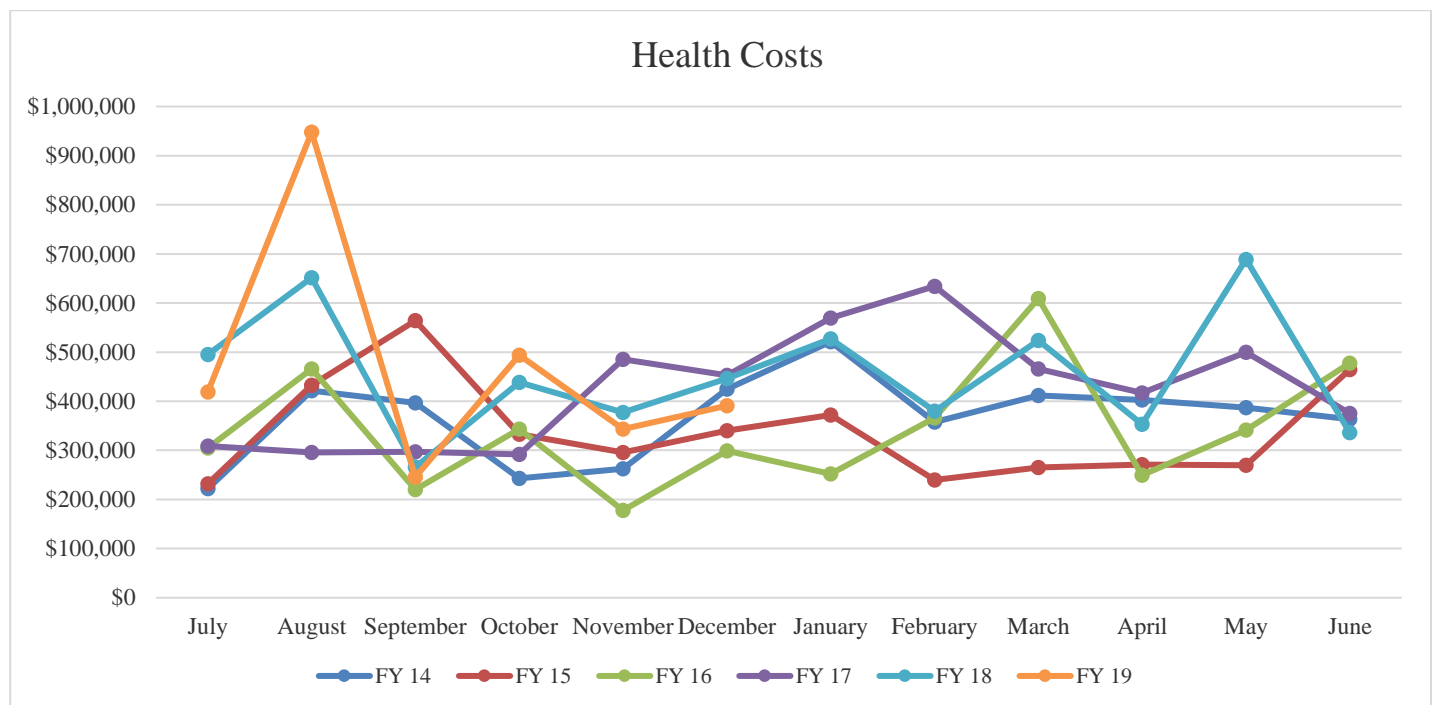
# January 2019 Busine\$\$ Report

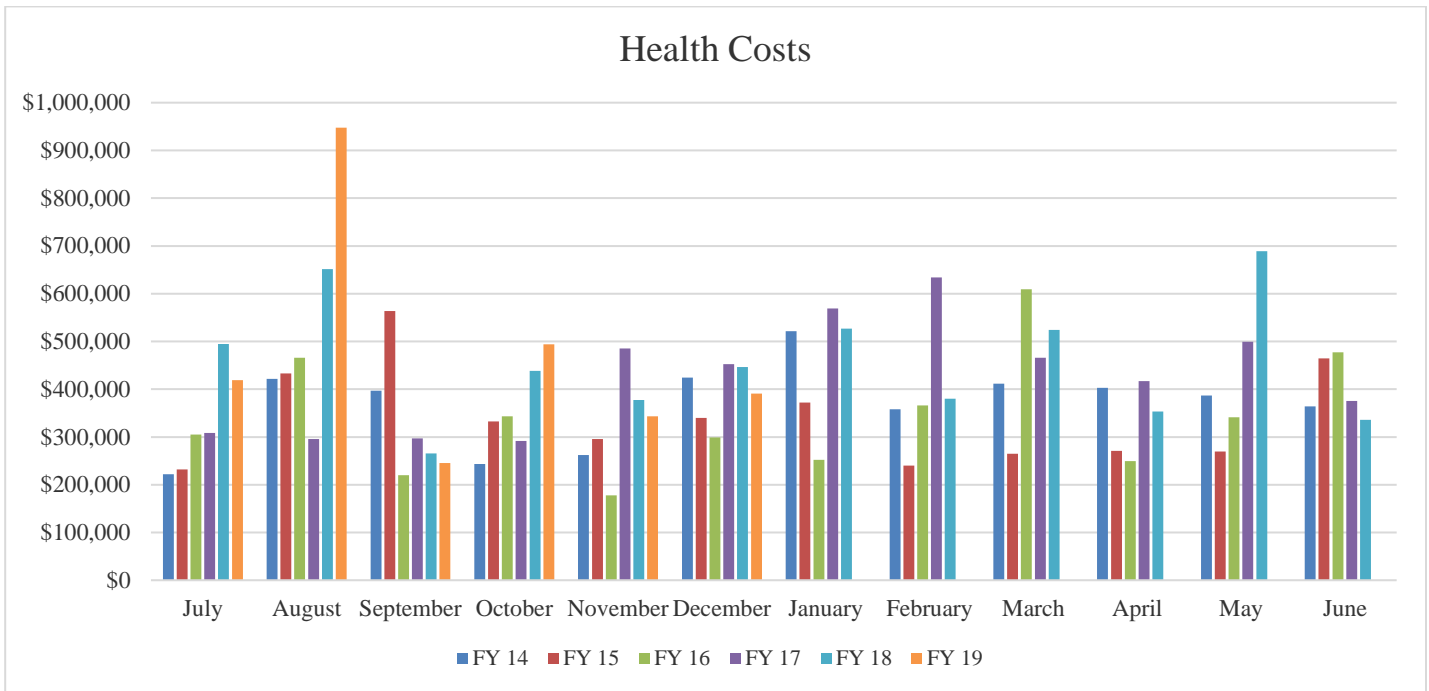
BY DAVE BLACKBURN

**Health Claims** – The December 2018 health claims of \$390,824 was lower than the last two years’ December costs. See the orange lines (FY 19) in the charts below. We have spent \$166,917 more than last year at this time.

## Health Insurance Claim Costs

	<u>FY 14</u>	<u>FY 15</u>	<u>FY 16</u>	<u>FY 17</u>	<u>FY 18</u>	<u>FY 19</u>	<b>Difference</b> <b>FY 18 v. FY 19</b>
July	\$222,162	\$231,894	\$304,875	\$308,581	\$494,819	\$419,087	(\$75,732)
August	\$421,391	\$432,872	\$466,102	\$295,643	\$651,398	\$947,930	\$296,532
September	\$397,066	\$563,910	\$220,212	\$296,759	\$265,806	\$245,585	(\$20,221)
October	\$243,165	\$332,572	\$343,562	\$291,870	\$438,396	\$494,083	\$55,687
November	\$262,462	\$296,013	\$177,750	\$485,458	\$377,441	\$343,531	(\$33,910)
December	\$424,641	\$339,803	\$298,825	\$452,775	\$446,263	\$390,824	(\$55,439)
January	\$521,242	\$371,855	\$251,916	\$569,301	\$527,056		
February	\$357,697	\$240,010	\$366,194	\$634,151	\$379,903		
March	\$411,642	\$264,983	\$609,034	\$465,978	\$524,062		
April	\$402,767	\$270,826	\$249,562	\$416,898	\$353,226		
May	\$386,683	\$269,454	\$341,218	\$499,554	\$688,841		
June	<u>\$363,790</u>	<u>\$464,321</u>	<u>\$477,279</u>	<u>\$375,392</u>	<u>\$336,172</u>		
Totals	\$4,414,708	\$4,078,512	\$4,106,528	\$5,092,359	\$5,483,382	\$2,841,040	\$166,917





As has been repeatedly mentioned in the past, Dixon USD #170 is and has been self-insured for over 30 years. That means that the District utilizes a third party administrator, in our case IPMG, to process and pay claims based on the District’s Health Plan and then purchases excess reimbursement coverage for claimants who exceed \$125,000 per year (there is also an additional aggregating specific of another \$112,000 obligation to the District for claims over the \$125,000 threshold).

**2018 Alternative Revenue Bond Abatement Resolution** – The Dixon Public Schools Board of Education adopted a resolution on April 18, 2018 providing for the issuance of \$10,650,000 General Obligation School Bonds (Alternate Revenue Source), Series 2018A, which called for the levy of direct annual taxes sufficient to pay the principal of and interest on the Bonds. That resolution established a special fund of the District known as the “Alternate Bond Fund of Series 2018A” for the repayment of the Bonds. The intent of the Board at that time was to use pledged sales tax revenues to pay the principal of and interest on the bonds when due rather than have it paid by property taxes. Chapman and Cutler has prepared an abatement resolution for the Board of Education’s consideration which does just that.

There will be an action item for the January meeting that the board will vote on. If passed the resolution will be filed with the Lee and Ogle County Clerks and the amount due for principal and interest will not be levied to be part of the property tax bills and payments will be made from sales tax revenues earmarked for such use. A resolution such as this will be required annually to prevent the county clerks from levying of the amount needed.

**County School Facility Tax** – Dixon Public Schools’ September sales tax amount was \$119,577.80 (our 15<sup>th</sup> payment). Four months ago we began allocating \$60,000/month to the Bond & Int. Fund - 30 to meet our future bond payment obligation. The remaining \$59,577.80 will go in Capital Projects Fund – 60.

**Countywide Sales Tax Revenues**

	<b><u>FY 18</u></b>	<b><u>FY 19</u></b>	<b>Diff 19 v. 18</b>
July	\$112,390.43	\$121,787.41	\$9,396.98
August	\$114,519.33	\$124,324.66	\$9,805.33
September	\$114,384.71	\$119,577.80	\$5,193.09
October	\$110,898.10		
November	\$115,962.00		
December	\$123,609.44		
January	\$93,605.52		
February	\$88,089.56		
March	\$110,296.18		
April	\$104,551.20		
May	\$130,584.99		
June	<u>\$131,214.25</u>		
YTD	\$1,350,105.71	\$365,689.87	\$24,395.40

**State of Illinois Mandated Categorical Payments – Transportation** – On September 25, 2018 the Illinois State Board of Education put in for disbursement \$105,242.26 in Regular and Vocational Transportation and \$268,894.64 in Special Education Transportation (Total 1st payment currently owed by the State = \$374,136) and on December 27, 2018 the Illinois State Board of Education has put in for disbursement \$103,615.54 in Regular and Vocational Transportation and \$261,121.72 in Special Education Transportation (Total 2<sup>nd</sup> payment currently owed by the State = \$364,737). We are currently awaiting payments totaling \$738,874. As of January 10, 2019 we have not received any transportation payments. Below is the history of when transportation payments arrived in our three previous fiscal years.

**State of Illinois Transportation Payments**

Pay	<b><u>FY 16</u></b>		<b><u>FY 17</u></b>		<b><u>FY 18</u></b>		<b><u>FY 19</u></b>	
	Reg Ed- 3500	Sp Ed- 3510	Reg Ed- 3500	Sp Ed- 3510	Reg Ed- 3500	Sp Ed- 3510	Reg Ed- 3500	Sp Ed- 3510
1	12/23/2015	12/22/2015	4/21/2017	4/21/2017	2/13/2018	2/13/2018		
2	2/24/2016	2/19/2016	6/22/2017	6/22/2017	4/19/2018	4/19/2018		
3	4/27/2016	4/27/2016	<b>8/10/2017</b>	<b>8/10/2017</b>	<b>6/20/2018</b>	<b>6/20/2018</b>		
4	<b>12/29/2016</b>	<b>12/29/2016</b>	<b>10/23/2017</b>	<b>10/23/2017</b>	<b>9/24/2018</b>	<b>9/24/2018</b>		
	\$438,072	\$606,984	\$332,821	\$560,092	\$463,922	\$700,246	\$416,089	\$1,052,122
	Total - Both	\$1,045,056	Total - Both	\$892,914	Total - Both	\$1,164,168	Total - Both	\$1,468,211

To date we have received \$718,793 in local property taxes for the 2018-2019 school year. This is 100.10% of the \$714,743 budgeted so there won't be any more local funds of any substance. We may get an interest payment, but it will be minimal. As of 12/30/18 the Transportation Fund had \$376,949, including funds in investments, according to the Treasurer's Report. In January we will pay the IL Central December invoice for 15 school days and any extracurricular trips and in February we will pay the IL Central January invoice for 18 school days and any extracurricular trips. If we haven't received the initial state payments by then we may be looking at another working cash loan just to meet our obligations.

In April of 2017 the Board of Education authorized a loan in the amount of **\$669,614.59** from the Working Cash Fund to our Transportation Fund due to the fact that we had not received any State of Illinois Mandated Categorical Transportation Funding. **That loan is still owed to the Working Cash Fund.** We will continue to monitor the situation and see how the timely the state makes the transportation payments during this fiscal year. We probably won't be able to repay the entire amount loaned from the Working Cash fund during this fiscal year, but we may be able to reduce the amount owed.