

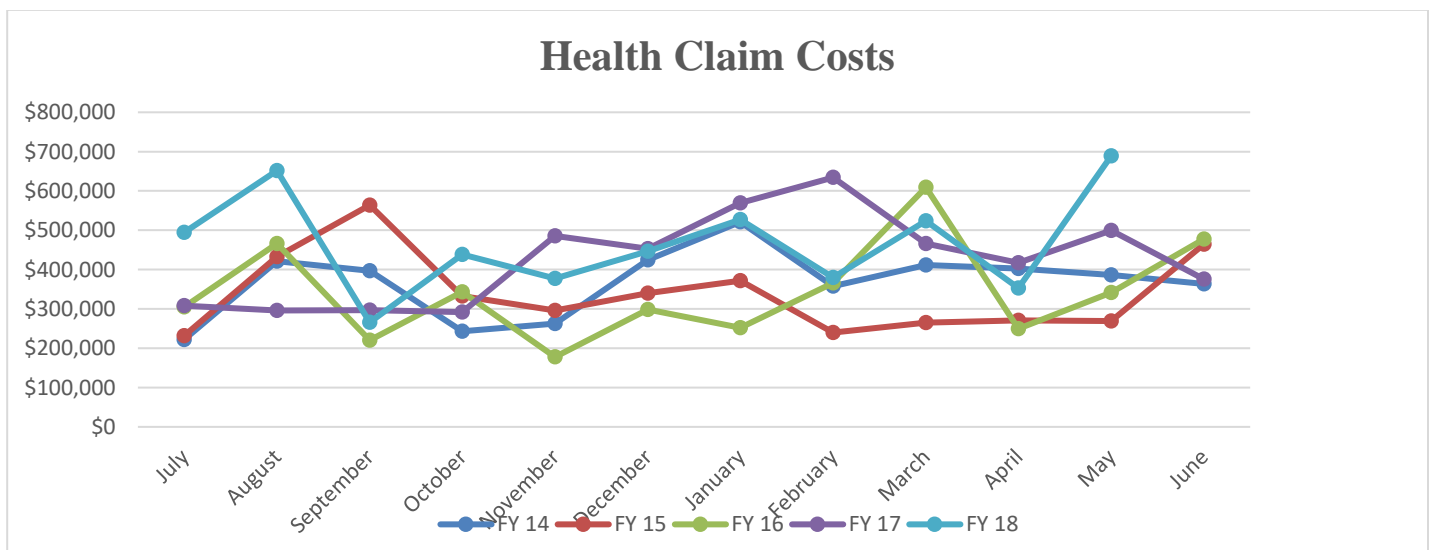
June 2018 Busine\$\$ Report

BY DAVE BLACKBURN

Health Claims – The May 2018 health claims of \$688,841 were higher than last year’s May costs. See the blue line (FY 18) in the line chart below. In the first eleven months of the fiscal year the Board has provided \$4,100,000 (83.2%) toward health claim costs while the employees have contributed \$415,326 (8.57%) in premiums. We are currently exceeding last year’s expenses by \$430,243 over the first eleven months of the fiscal year.

Health Insurance Claim Costs

	FY 14	FY 15	FY 16	FY 17	FY 18	Difference FY 17 v. FY 18
July	\$222,162	\$231,894	\$304,875	\$308,581	\$494,819	\$186,239
August	\$421,391	\$432,872	\$466,102	\$295,643	\$651,398	\$355,755
September	\$397,066	\$563,910	\$220,212	\$296,759	\$265,806	(\$30,953)
October	\$243,165	\$332,572	\$343,562	\$291,870	\$438,396	\$146,526
November	\$262,462	\$296,013	\$177,750	\$485,458	\$377,441	(\$108,017)
December	\$424,641	\$339,803	\$298,825	\$452,775	\$446,263	(\$6,512)
January	\$521,242	\$371,855	\$251,916	\$569,301	\$527,056	(\$42,245)
February	\$357,697	\$240,010	\$366,194	\$634,151	\$379,903	(\$254,249)
March	\$411,642	\$264,983	\$609,034	\$465,978	\$524,062	\$58,084
April	\$402,767	\$270,826	\$249,562	\$416,898	\$353,226	(\$63,672)
May	\$386,683	\$269,454	\$341,218	\$499,554	\$688,841	\$189,287
June	<u>\$363,790</u>	<u>\$464,321</u>	<u>\$477,279</u>	<u>\$375,392</u>		
Totals	\$4,414,708	\$4,078,512	\$4,106,528	\$5,092,359	\$5,147,210	\$430,243



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). Although being self-insured is a very cost effective method of providing health care it can create some budgeting issues in that it is almost essential to budget “worst case scenario.”

County School Facility Tax – Dixon Public Schools’ February sales tax amount of \$88,089.56 (our eighth payment) arrived on June 11, 2018. As you can see there is a considerable fall off beginning with the new calendar year in January. I believe this is common in that many businesses have less activity after the holidays. Last month we transferred the amount equivalent to the initial interest payments owed, \$292,033.13 on 1/30/2019, to the Bond and Interest Fund as was dictated in the bond documents.

Countywide Sales Tax Revenues

2017		
July	\$112,390.43	11.6.2017
August	\$114,519.33	12.6.2017
September	\$114,384.71	1.13.2018
October	\$110,898.10	2.6.2018
November	\$115,962.00	3.5.2018
December	\$123,609.44	4.6.2018
2018		
January	\$93,605.52	5.6.18
February	\$88,089.56	6.6.18
March		
April		
May		
June		
FY 18	\$873,459.09	

State of Illinois Mandated Categorical Payments – Transportation – We are over eleven months into the fiscal year and **we have only received two of our four transportation categorical payments** from the State of Illinois. On 4/19/18 we received \$116,109.29 for regular and vocational transportation and \$175,765.02 for special education. The total deposited into the Transportation Fund at that time was \$291,874.31. The third payment have been disbursed, but has not been processed by the Comptroller’s Office. The Illinois State Board of Education’s Financial Reimbursement Information System shows that we are owed and additional \$232,218.58 in Regular and Vocational Transportation and \$351,530.04 in Special Education Transportation (Total owed by State = \$583,748.62).

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.**

As of 5/31/18 the Transportation Fund had \$225,602, including funds in investments, according to the Treasurer's Report. The May costs for IL Central School Bus payable in June is \$205,771 and we recently purchased diesel fuel for \$2,776 which basically depletes the entire Transportation Fund.

Transportation 3100 - Regular and Vocational

Schedule Date	Amount	Status	Processed by Comp.
9/30/2017	\$ 113,918.65	Disbursed	2/13/2018
12/30/2017	\$ 116,109.29	Disbursed	4/19/2018
3/30/2018	\$ 116,109.29	Disbursed	
6/15/2018	<u>\$ 116,109.29</u>	Scheduled	
	\$ 462,246.52		

Transportation 3510 - Special Education

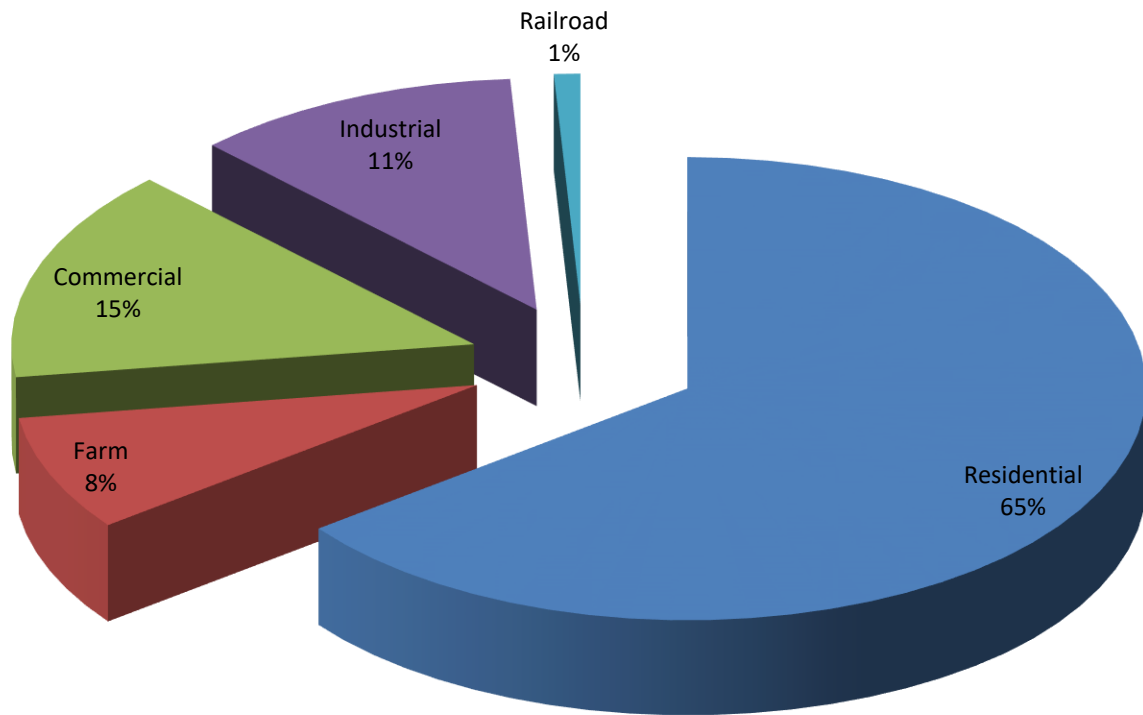
Schedule Date	Amount	Status	Processed by Comp.
9/30/2017	\$ 172,861.74	Disbursed	2/13/2018
12/30/2017	\$ 175,765.02	Disbursed	4/19/2018
3/30/2018	\$ 175,765.02	Disbursed	
6/15/2018	<u>\$ 175,765.02</u>	Scheduled	
	\$ 700,156.80		

Equalized Assessed Value (EAV) – We have final rate setting EAV and extension numbers from both the Lee and Ogle County Clerks' Offices. The breakdown by category is as follows:

2017 Equalized Assessed Value

<u>Property Class</u>	<u>EAV</u>	<u>%</u>	
Residential	\$229,310,377	64.67%	Residential
Farm	\$30,723,439	8.05%	Farm
Commercial	\$54,323,458	14.88%	Commercial
Industrial	\$40,912,560	11.48%	Industrial
Railroad	<u>\$3,897,703</u>	<u>0.92%</u>	Railroad
	\$359,167,537	100.00%	

2017 EAV



Brinton Avenue - Property Taxes/Sauk Valley Community College – We received property tax invoices for the two Brinton Avenue properties (one for the farm ground and one for the parcel where the house was located) in the amount of \$921.16 and \$647.38, totaling \$1,568.54. I reached out to Lee County Assessor Wendy Ryerson for an explanation since we had filed for an exemption when we took ownership last July. Her response was as follows: *“The Department of Revenue approved the exemption status for 36% of the 2017 year – because the school district only owned it for 36% of the year. For 2018 (taxes payable in 2019) the property will be 100% exempt.”*

The Sauk Valley Community College Agriculture Program has utilized a no-till, soybean drilling process to plant the fields. The rows of beans just recently surfaced and seem to be doing well.