

## **Kirtland Board of Education**

### **Finance Committee Meeting Minutes**

**May 15, 2012**

- Meeting called to order at 8:04 am by Mr. Meyer. Present were Mr. Cosgrove, Mrs. Torok, Mr. Meyer (chairman), Mr. Barrett (secretary) and Mr. Vasek.
- Upon motion made by Mr. Cosgrove, the minutes of the April 4, 2012 meeting were unanimously approved.
- Treasurer's report by Mr. Vasek
  - General fund summary
    - Tax collection down \$80,000
    - Mr. Vasek summarized revenue and expenditures: Retirement, Workers' Comp. and, Medicare costs were discussed
    - 7% increase in medical insurance for 2012-13; Mr. Vasek said that is better than most; he said he has heard of 12% increases in general in other places
    - Under purchased services and materials and supplies we have spent 65.5% and 64.8% of what was projected in 2011-12; we will be under budget
    - Discussion on potential casino revenues; we are projected to get \$35, \$78, \$82 per student over next 3 years if casino forecasts are achieved; expect to get \$100,000/year once all casinos in operation
    - Food service: we are in the negative -\$38,000 for the 2011-12 school year
  - Discussion on school accounting and activity funds (which are self-funded); Mr. Vasek- will do a review on various inactive funds and report back to the Committee
- Five Year Forecast
  - Next week at May 22<sup>nd</sup> Board Meeting we will use the May 18, 2011 forecast minus RIF and adding projected Casino Revenue
  - Line 6.010 shows deficit spending
    - It does not take into account levy renewals
    - We are deficit spending

- Separate sheet will be prepared to capture deficit spending and what a 4 mill levy will yield
- Possible medical concessions will also be factored along with step and base freezes

Discussion on Lake County Department of Utilities Final Assessment: **\$984,662.02**

- Steve Barrett will try to find out the history of this assessment and how it came to be the number that it is
- Likely will finance with county over 30 years

Discussion about developing a facilities plan with Don Davidson with priorities built in

- Costs and priorities will be established
- We will attempt to build in facilities costs for the next five years into the 5 Year forecast
- The formal facilities plan should be done by the October update to 5 year forecast

Cost Control (Financial Task Force)

- Talked about the purpose of community Financial Task Force
- Tom Meyer will come to the meeting that evening to state the purpose and reinforce objectives
- We will talk about a deadline for this committee's activities

Levy discussions tabled pending completion of teacher negotiations

Meeting adjourned at 10:15 am