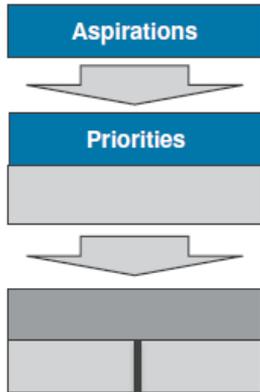




**FY 2019
Budget Presentation**

August 20, 2018

Budget Alignment to Strategic Plan



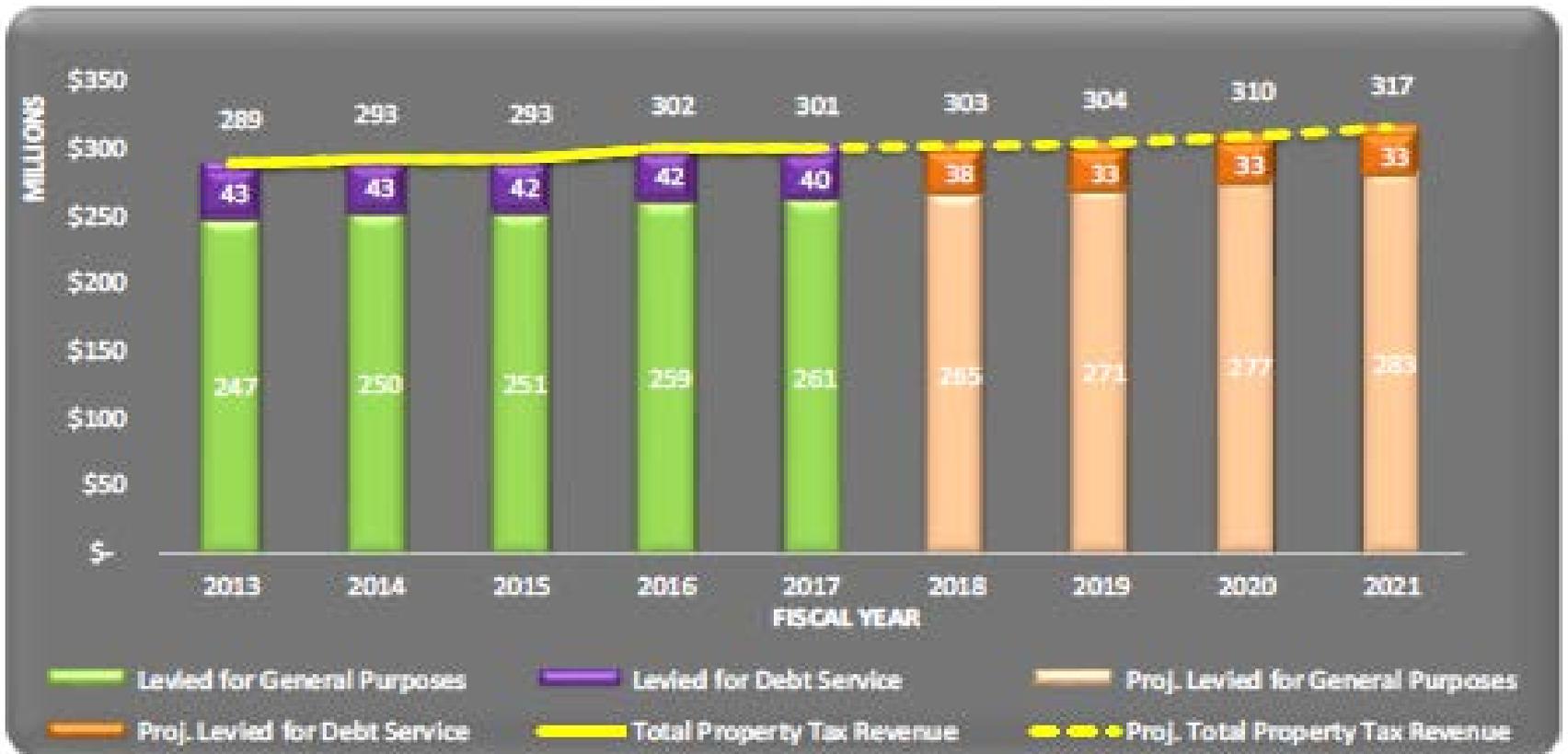
Thematic Category	Aspirations	Priorities
1 Student Achievement	We will educate the whole student by providing an enriched, high quality experience that empowers all graduates to be competitive members of the global society.	<ol style="list-style-type: none"> 1. We will implement and support a challenging, standards based curriculum across all content areas. 2. We will coordinate our efforts to provide a nurturing and safe learning experience and a flexible approach in meeting the academic, social, and emotional needs of each student.
2 Effective and Engaged Staff	We will value, develop and recruit a forward-thinking, highly qualified, and diverse workforce.	<ol style="list-style-type: none"> 3. We will value our collective differences, and develop and recruit a high quality workforce that honors and reflects the diversity of our students. 4. We will encourage collaboration and provide differentiated support to all staff members to grow as professionals throughout their career.
3 Community Engagement	We will engage in meaningful and effective relationships with all families and the greater community.	<ol style="list-style-type: none"> 5. We will partner with families and the greater community to foster shared ownership and aligned support for our priorities. 6. We will support and empower schools to be welcoming centers of family and community engagement.
4 Efficiency, Excellence and Accountability	We will advocate for and utilize systems and resources that promote operational excellence, efficiency and accountability.	<ol style="list-style-type: none"> 7. We will allocate resources efficiently, equitably, and transparently to accomplish our priorities. 8. We will clearly and effectively communicate our use of resources to the greater community.

Financial Operations Strategic Plan Alignment

- Priority 7. We will allocate resources efficiently, equitably, and transparently to accomplish our priorities.
- Priority 8. We will clearly and effectively communicate our use of resources to the greater community.
 - Improved budget document to meet the requirements of the Meritorious Budget Award (MBA).
 - The MBA recognizes excellence in school budget presentation and helps promote the following:
 - Skills in developing and analyzing an effective budget
 - Communication between departments to develop long-term and short-term strategies
 - Clear budget guidelines
 - Building confidence in our community with a reader-friendly budget

Local Revenue Outlook

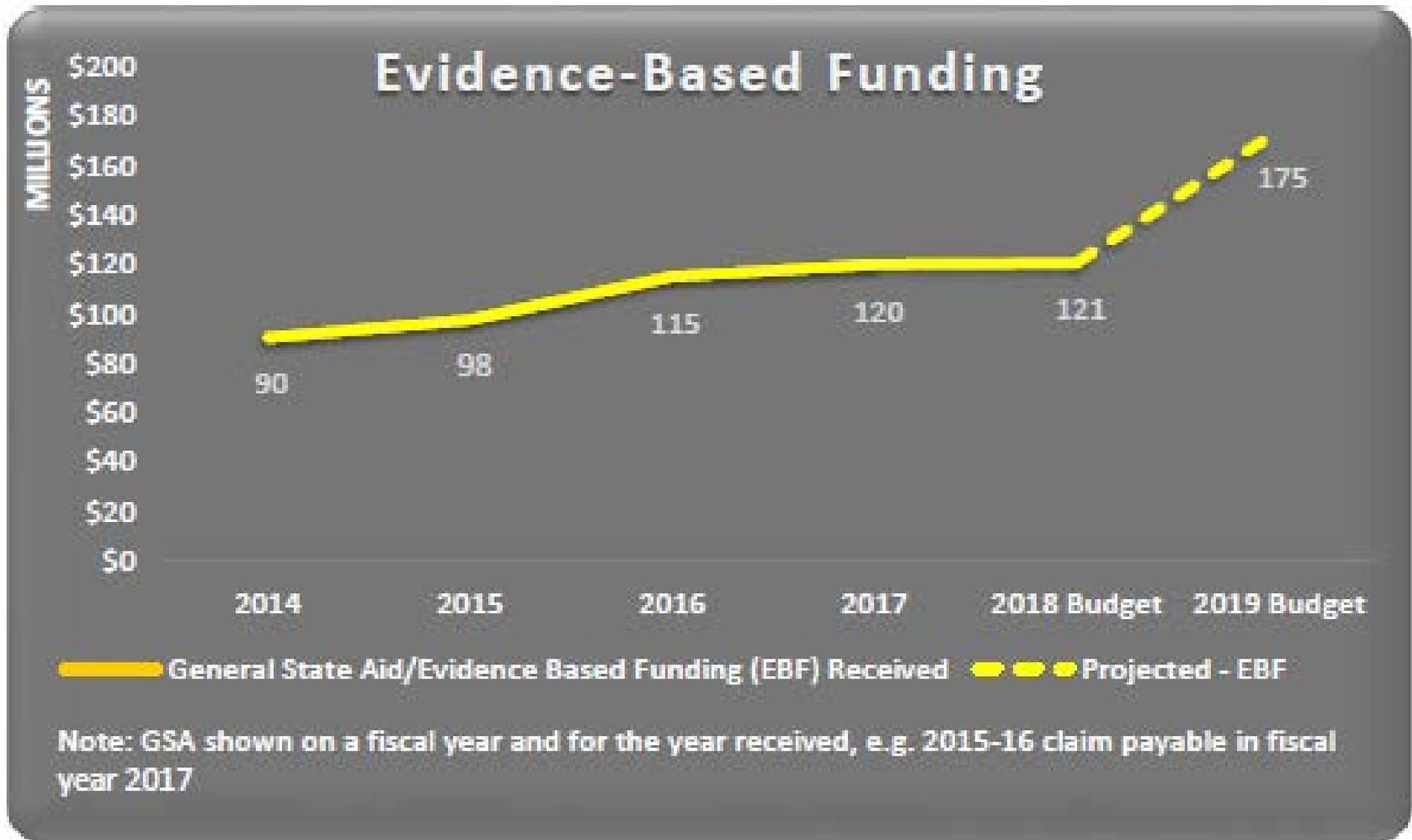
- Property tax revenue can grow at the rate of inflation (CPI) plus revenue from new construction. For FY 2019 property tax revenue is projected to be flat, due to increasing the abatement for the current year growth of \$5.4 million. In addition to the prior year abatement of \$3.9 million, the total abatement will be \$9.3 million. The 2018 levy amount will be determined in December.
- The Consumer Price Index has increased 2.1% for the past two years.

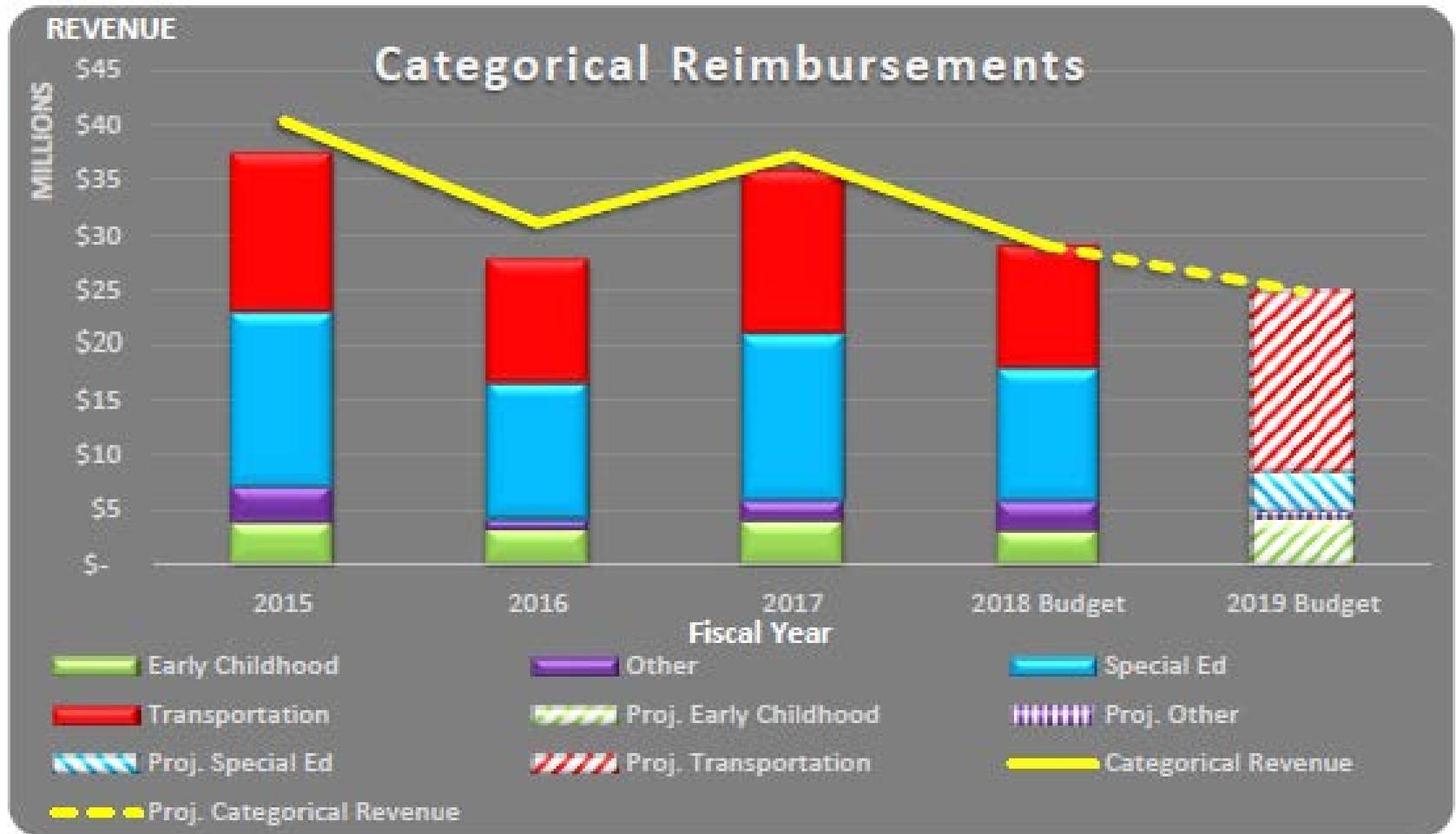




State Revenue Outlook

- Evidence Based Funding, received \$24 million in additional funds last year, estimated increase of \$18 million for FY19. EBF consolidates and replaces five grant programs: General State Aid, Special Education Personnel, Special Education Funding for Children Requiring Services, Special Education Summer School, and English Learner Education.
- Categorical funding - we anticipate 4 quarterly payments.



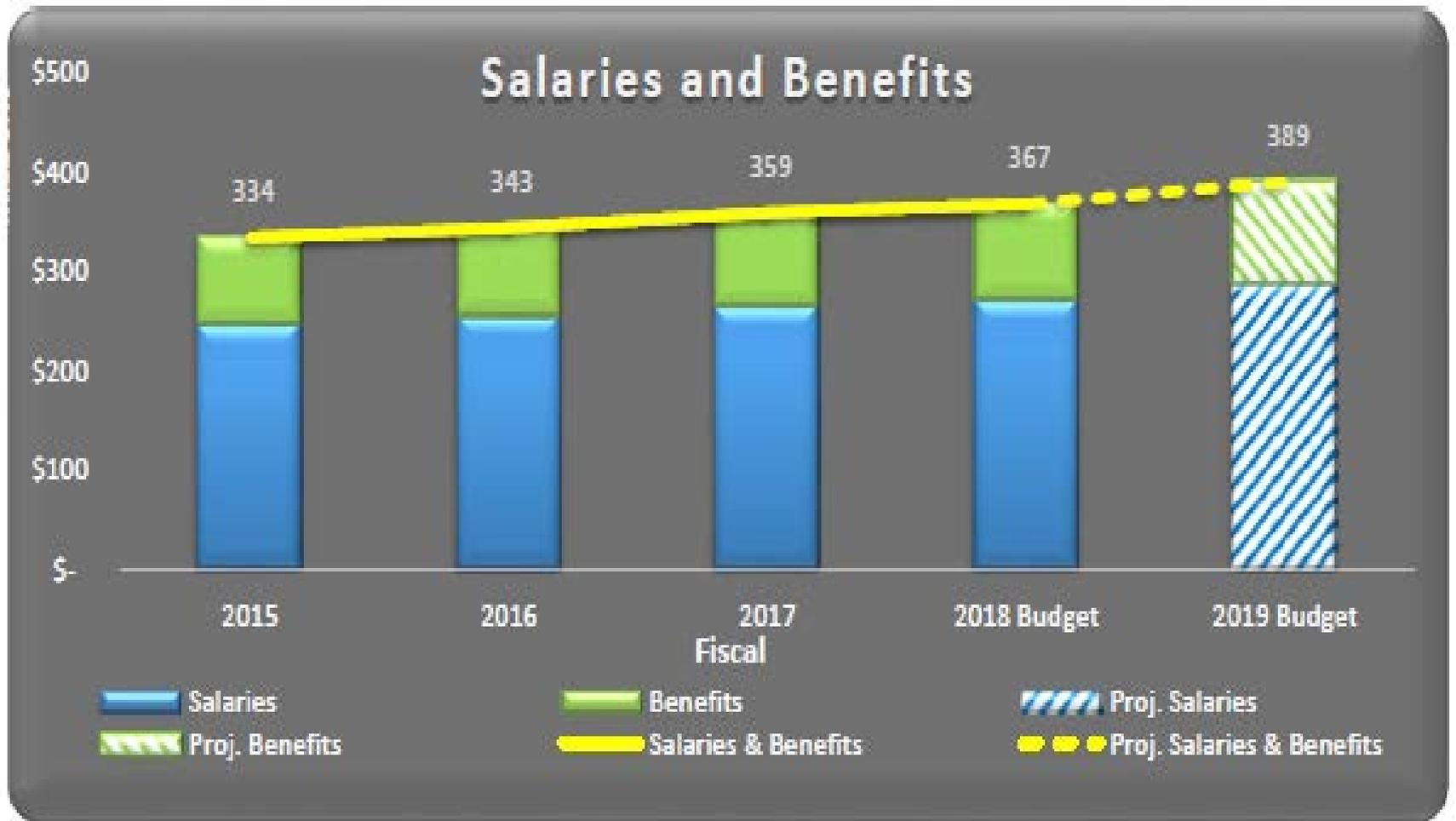


Federal Revenue Outlook

- Federal grant expenditures are reimbursed monthly.
- Funding levels are similar to last year at \$38.1 million.

FY 2019 Expenditure Outlook

- Salary expenditures – 54 new FTE includes, middle school counselors, assistant principals in larger elementary schools, instructional coaches and additional behavior specialists.
- Employee benefits – Includes a 5% increase for health insurance.



FY 2019 Expenditure Outlook

- \$20.0 million for building capital projects.
- \$ 7.5 million for computer equipment.
- \$ 5.7 million to replace 74 buses.

Revenue and Expenditures – All Funds

	<u>FY 2018 Budget</u>	<u>FY 2019 Tent Budget</u>	<u>FY 2019 Final Budget</u>	<u>Change from Tent Budget</u>
Revenue				
Taxes	\$ 303,392,177	\$ 309,222,109	\$ 303,822,109	\$ (5,400,000)
Local Revenue	17,656,410	18,699,200	19,746,700	1,047,500
Evidence Based Funding	120,713,168	156,502,712	174,500,000	17,997,288
Categoricals	29,020,029	24,567,804	24,870,990	303,186
Federal Aid	38,240,793	37,604,610	38,102,075	497,465
Other Revenue	30,000	25,000	25,000	0
Total Revenue	509,052,577	546,621,435	561,066,874	14,445,439
Expenditures				
Salaries	\$ 269,694,946	\$ 284,328,640	\$ 287,884,320	\$ 3,555,680
Employee Benefits	97,715,291	98,481,863	101,387,493	2,905,630
Purchased Services	35,691,576	36,175,559	36,863,908	688,349
Supplies and Materials	32,011,602	31,697,351	31,673,974	(23,377)
Capital Outlay	23,948,029	27,847,081	38,404,392	10,557,311
Other Expenditures	57,866,952	54,841,492	61,139,612	6,298,120
Non-Cap Equip	987,575	1,248,529	708,078	(540,451)
Total Expenditures	517,915,971	534,620,515	558,061,777	23,441,262
Net Change in Fund Balance	(\$8,863,394)	\$12,000,920	\$3,005,097	(\$8,995,823)

Revenue and Expenditures – All Funds

	Revenues	Expenditures	Other Sources (Uses)	Net Increase (Decrease)
Operating Funds:				
<i>Education Fund</i>	\$417,514,895	\$419,790,331	\$0	(\$2,275,436)
<i>Operations & Maintenance Fund</i>	\$44,518,954	\$43,460,290	\$0	\$1,058,664
<i>Transportation Fund</i>	\$34,937,544	\$31,872,155	\$0	\$3,065,389
Total Operating Funds	\$496,971,393	\$495,122,776	\$0	\$1,848,617
Special Revenue Funds:				
<i>Tort Immunity & Judgment Fund</i>	\$6,409,285	\$5,994,707	\$0	\$414,578
<i>IMRF/Social Security Fund</i>	\$16,126,369	\$16,073,041	\$0	\$53,328
<i>Working Cash Fund</i>	\$4,000,000	\$4,000,000	\$0	\$0
Debt Service Fund:				
<i>Debt Service Fund</i>	\$33,262,397	\$32,671,253	\$0	\$591,144
Total All Funds Except Capital Projects Funds	\$556,769,444	\$553,861,777	\$0	\$2,907,667
Capital Projects Funds:				
<i>Fire Prevention & Safety Fund</i>	\$3,997,430	\$3,900,000	\$0	\$97,430
<i>Capital Projects Fund</i>	\$0	\$0	\$0	\$0
<i>Developers Fees Fund</i>	\$300,000	\$300,000	\$0	\$0
Total All Funds	\$561,066,874	\$558,061,777	\$0	\$3,005,097

Next Steps

- Public Hearing on the FY 2019 Budget on September 10th.
- Receive final certified fund balances for FY 2018.
- Final adoption of the Budget on September 24th.