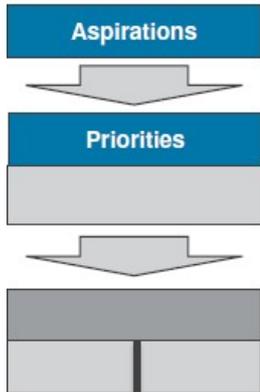




**FY 2020
Budget Presentation**

August 12, 2019

Budget Alignment to Strategic Plan



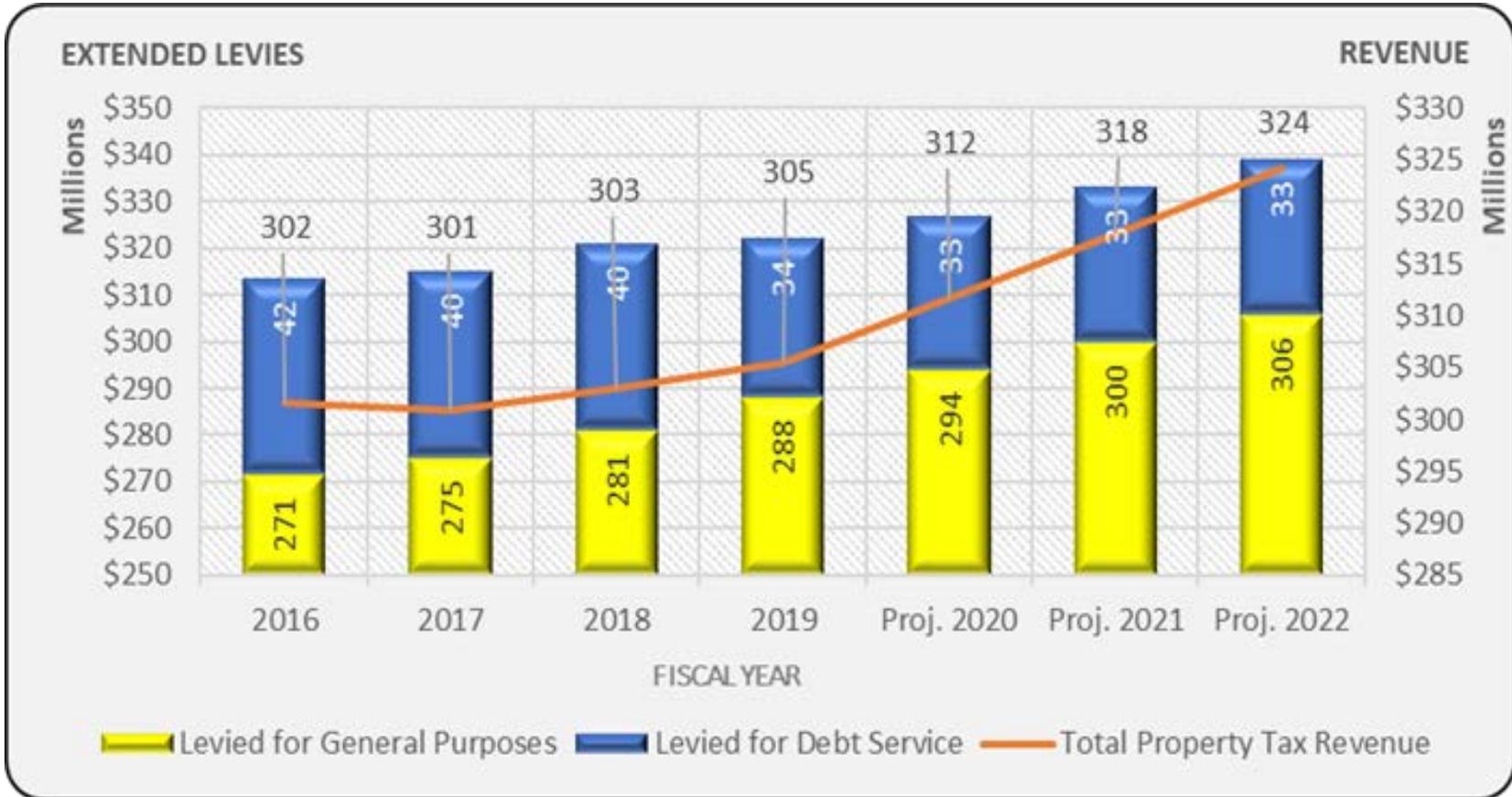
Thematic Category	Aspirations	Priorities
1 Student Achievement	We will educate the whole student by providing an enriched, high quality experience that empowers all graduates to be competitive members of the global society.	<ol style="list-style-type: none"> 1. We will implement and support a challenging, 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.

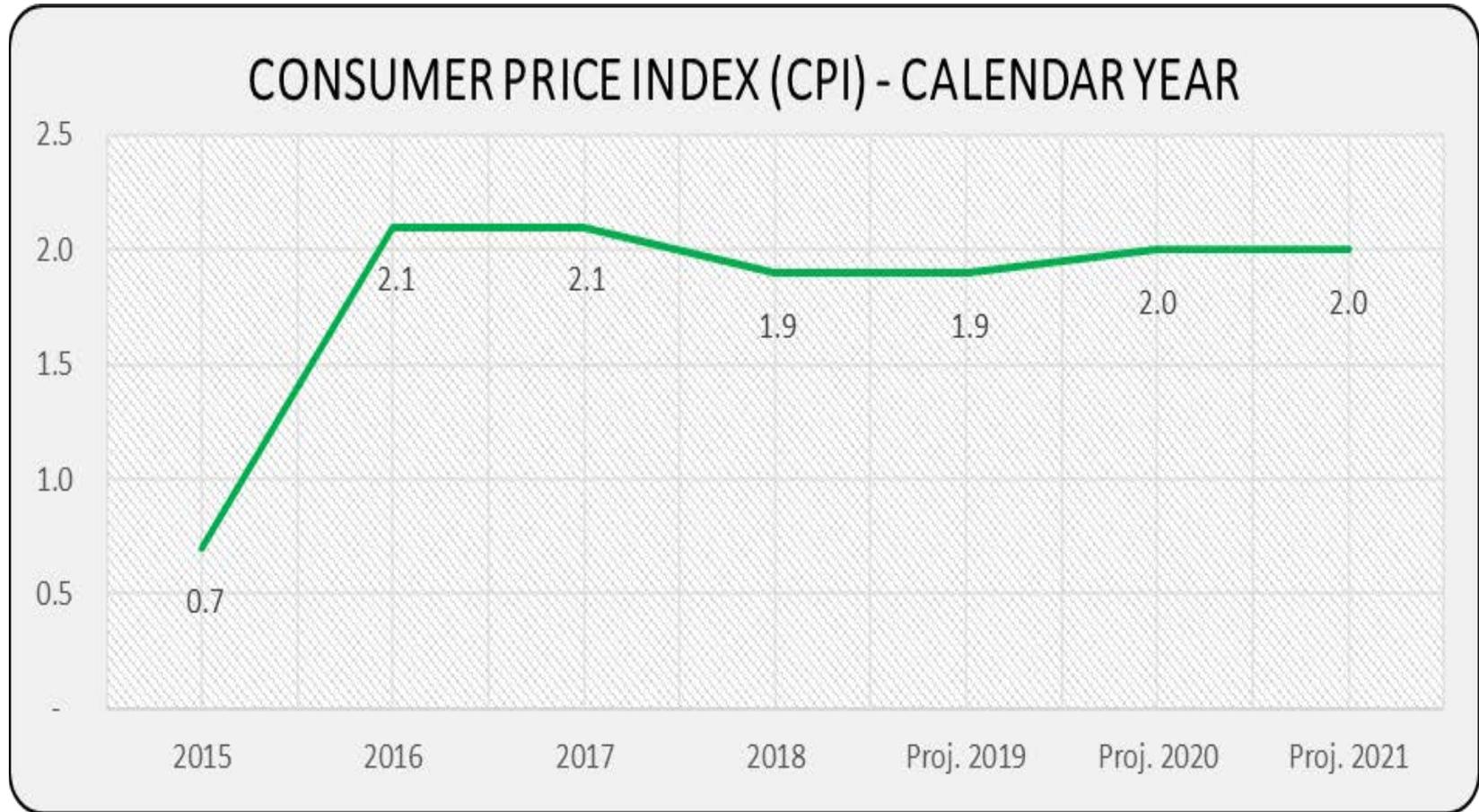
Financial Operations Strategic Plan Alignment

- 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 2020 property tax revenue is projected to increase by \$3.1 million.
- The 2019 tax year levy amount will be determined in December. The total tax abatement will be \$9.6 million, same as FY2019.
- The Consumer Price Index has increased 2.1% and 1.9% for the past two years.

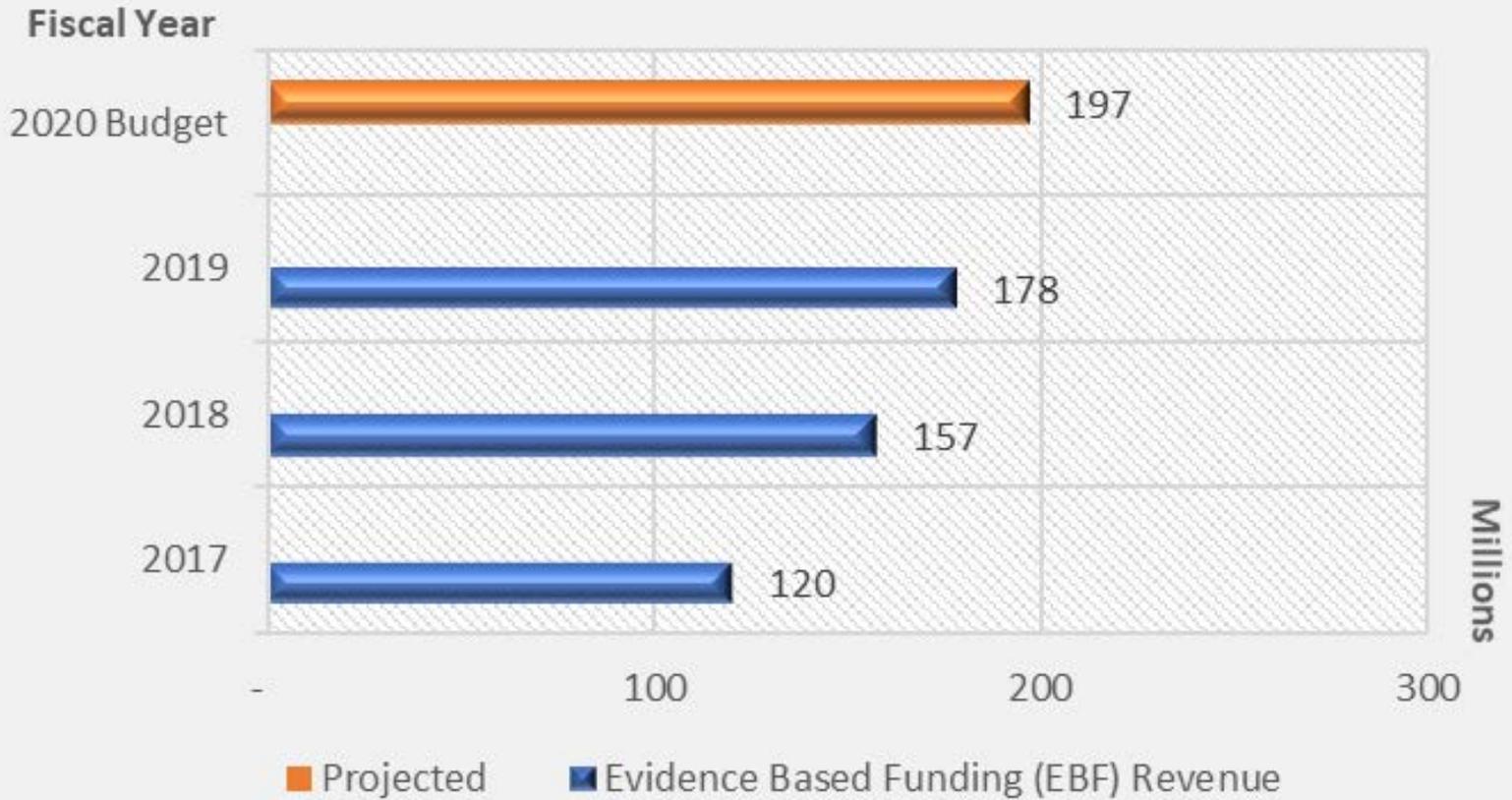




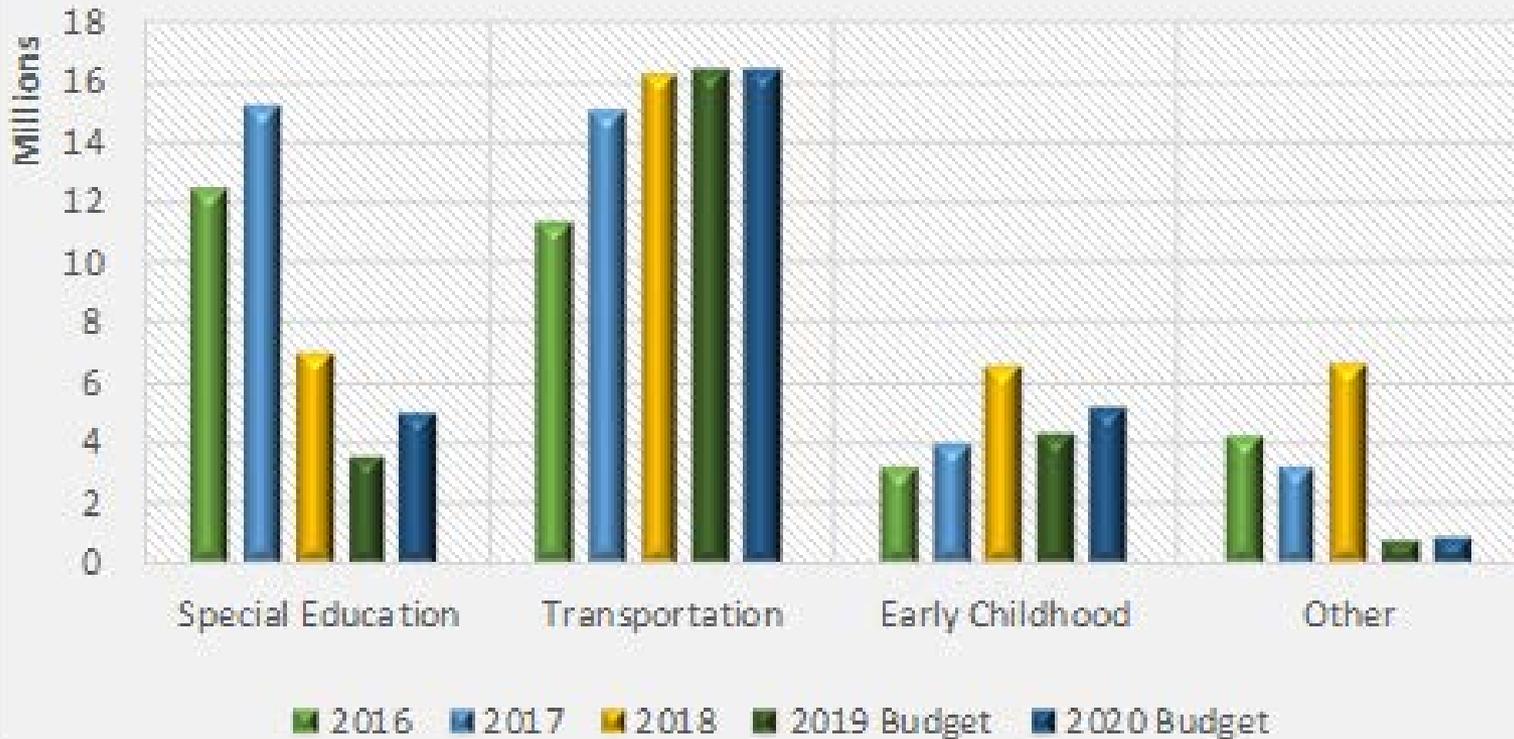
State Revenue Outlook

- Evidence Based Funding, estimating an increase of \$19 million, for a total of \$197 million.
- 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 for a total of \$27.3 million.

Evidence-Based Funding (EBF)

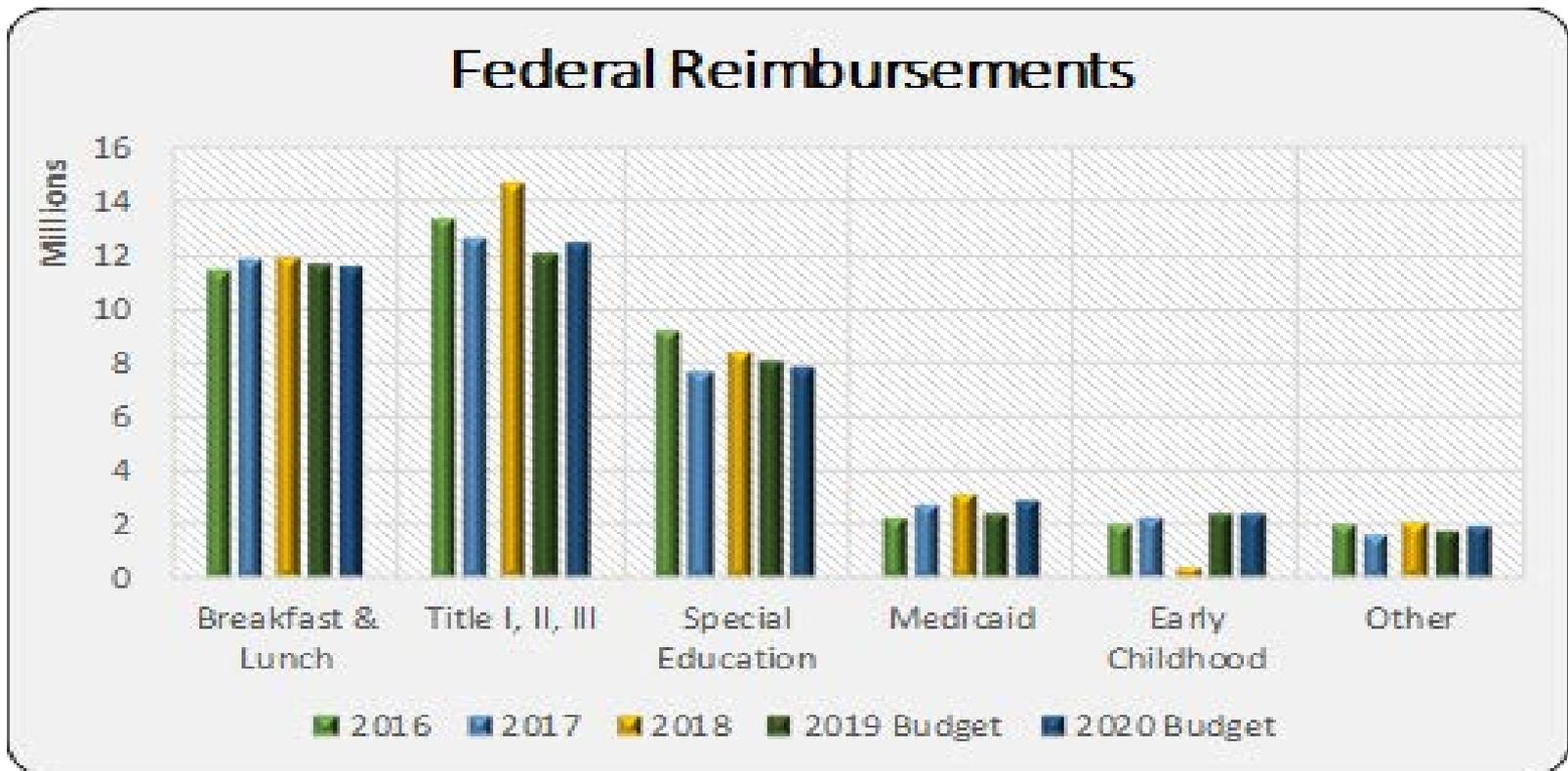


Categorical Reimbursements



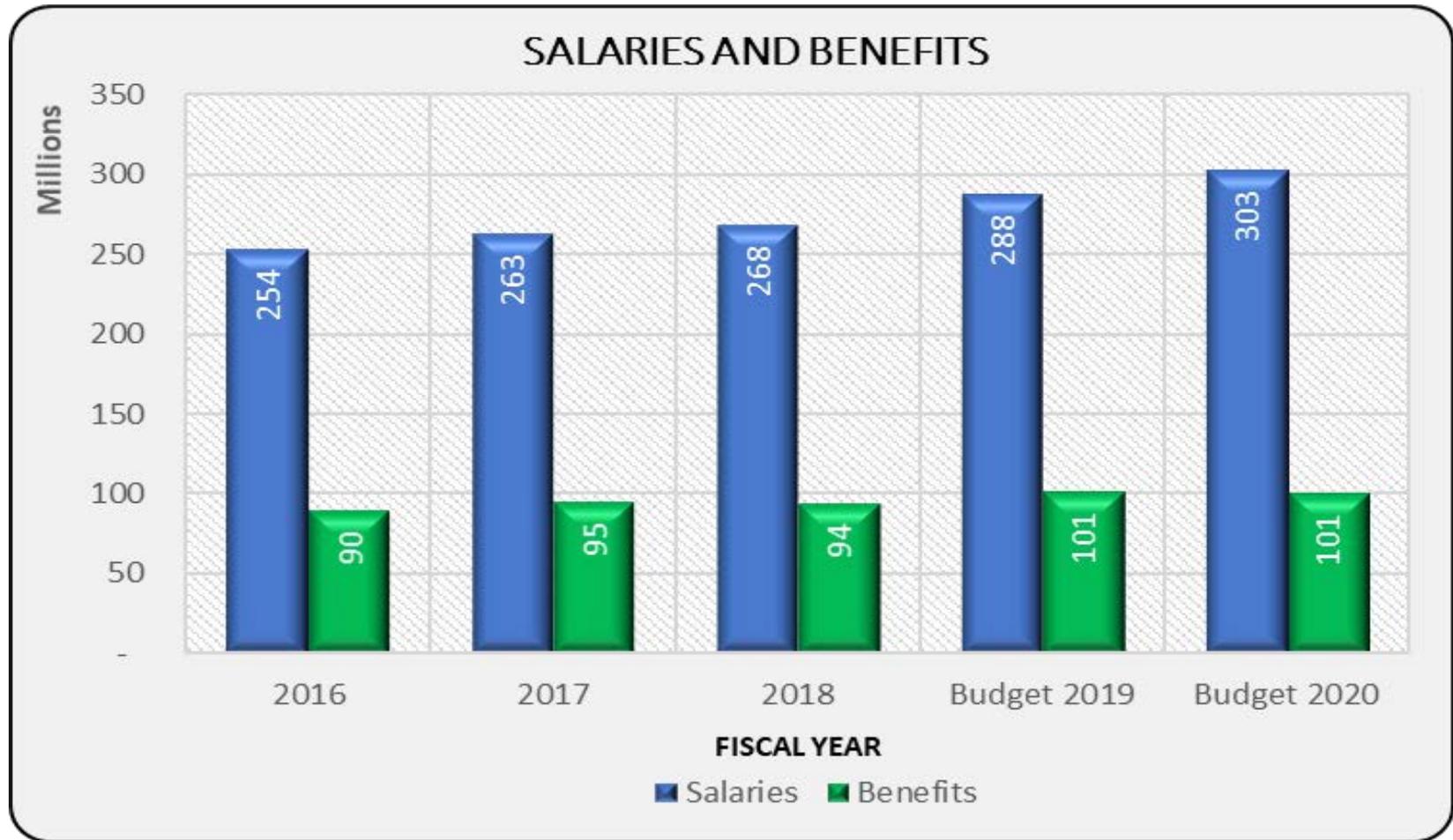
Federal Revenue Outlook

- Funding levels are similar to last year at \$38.8 million.



FY 2020 Expenditure Outlook

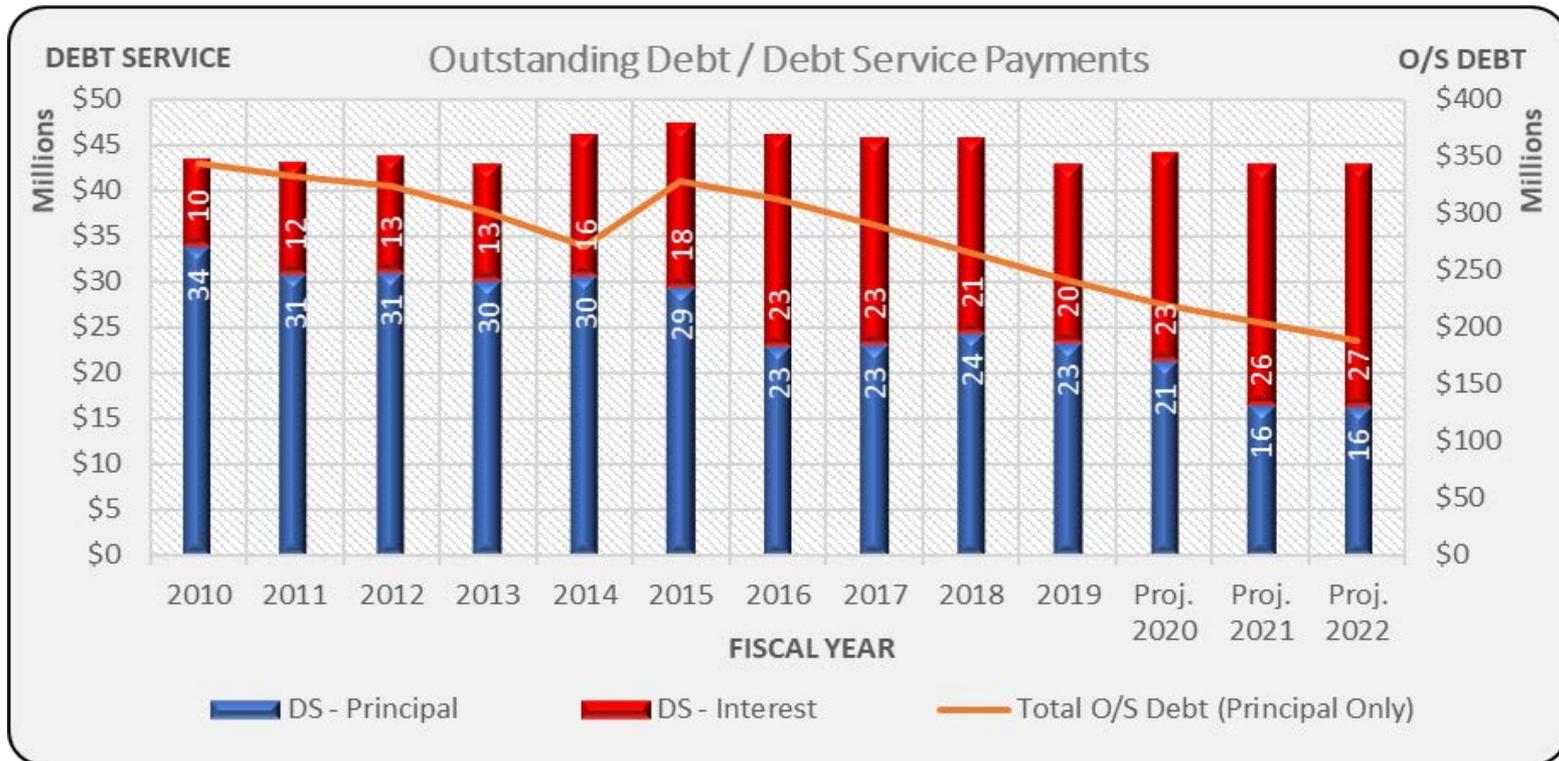
- Salary expenditures – additional staffing positions for Special Education and English language learners, instructional coaches, interventionists and elementary assistant principals in larger schools.
- Employee benefits – Includes a 5% increase for health insurance.



FY 2020 Expenditure Outlook

- \$38.0 million for building capital projects including Pathways facility improvements.
- \$ 6.9 million for computer equipment.
- \$ 4.1 million to replace 43 buses.
- Additional funds are being reserved for innovations proposed by our schools.

FY 2020 Debt Management



Principal reduction of \$101 million since the 2015 debt issuance.

Revenue and Expenditures – All Funds

All Funds	<u>FY 2019 Final Budget</u>	<u>FY 2020 Tent Budget</u>	<u>FY 2020 Final Budget</u>	<u>Change from Tent Budget</u>
Revenue				
Taxes	\$303,822,109	\$306,875,945	\$306,875,945	\$0
Local Revenue	\$19,746,700	\$25,551,500	\$26,051,500	\$500,000
Evidence Based Funding	\$174,500,000	\$183,000,000	\$197,000,000	\$14,000,000
Categoricals	\$24,870,990	\$26,818,775	\$27,348,775	\$530,000
Federal Aid	\$38,102,075	\$38,754,421	\$38,754,421	\$0
Other Revenue	\$25,000	\$0	\$0	\$0
Total Revenue	\$561,066,874	\$581,000,641	\$596,030,641	\$15,030,000
Expenditures				
Salaries	\$287,884,320	\$300,762,649	\$303,063,852	\$2,301,203
Employee Benefits	\$101,387,493	\$105,311,874	\$100,640,556	-\$4,671,318
Purchased Services	\$36,863,908	\$36,455,381	\$42,185,467	\$5,730,086
Supplies and Materials	\$31,673,974	\$36,583,608	\$37,898,746	\$1,315,138
Capital Outlay	\$38,404,392	\$40,697,932	\$45,888,932	\$5,191,000
Other Expenditures	\$61,139,612	\$56,199,562	\$56,261,562	\$62,000
Non-Cap Equip	\$708,078	\$3,631,919	\$8,310,961	\$4,679,042
Total Expenditures	\$558,061,777	\$579,642,925	\$594,250,076	\$14,607,151
Net Change in Fund Balance	\$3,005,097	\$1,357,716	\$1,780,565	\$422,849

Revenue and Expenditures – All Funds

	Revenues	Expenditures	Other Sources (Uses)	Net Increase (Decrease)
Operating Funds:				
Educational Fund	\$442,110,167	\$437,531,950	\$0	\$4,578,217
Operations & Maintenance Fund	\$55,827,304	\$59,000,995	\$0	(\$3,173,691)
Transportation Fund	\$30,011,472	\$29,962,540	\$0	\$48,932
Total Operating Funds	\$527,948,943	\$526,495,485	\$0	\$1,453,458
Special Revenue Funds:				
Tort Immunity & Judgment Fund	\$6,022,862	\$5,998,138	\$0	\$24,724
IMRF/Social Security Fund	\$16,125,687	\$16,092,028	\$0	\$33,659
Working Cash Fund	\$9,000,000	\$9,000,000	\$0	\$0
Debt Service Fund:				
Debt Service Fund	\$32,577,221	\$32,364,425	\$0	\$212,796
Total All Funds Except Capital Projects Funds	\$591,674,713	\$589,950,076	\$0	\$1,724,637
Capital Projects Funds:				
Fire Prevention & Safety Fund	\$4,055,928	\$4,000,000	\$0	\$55,928
Capital Projects Fund	\$0	\$0	\$0	\$0
Developers Fees Fund	\$300,000	\$300,000	\$0	\$0
Total All Funds	\$596,030,641	\$594,250,076	\$0	\$1,780,565

Next Steps

- Public Hearing on the FY 2020 Budget on September 9th.
- Receive estimated final fund balances for FY2019.
- Final adoption of the Budget on September 23rd.