



**FY 2021
Budget Presentation**

August 17, 2020

Budget Alignment to Strategic Plan

U46 STRATEGIC PLAN



Financial Operations

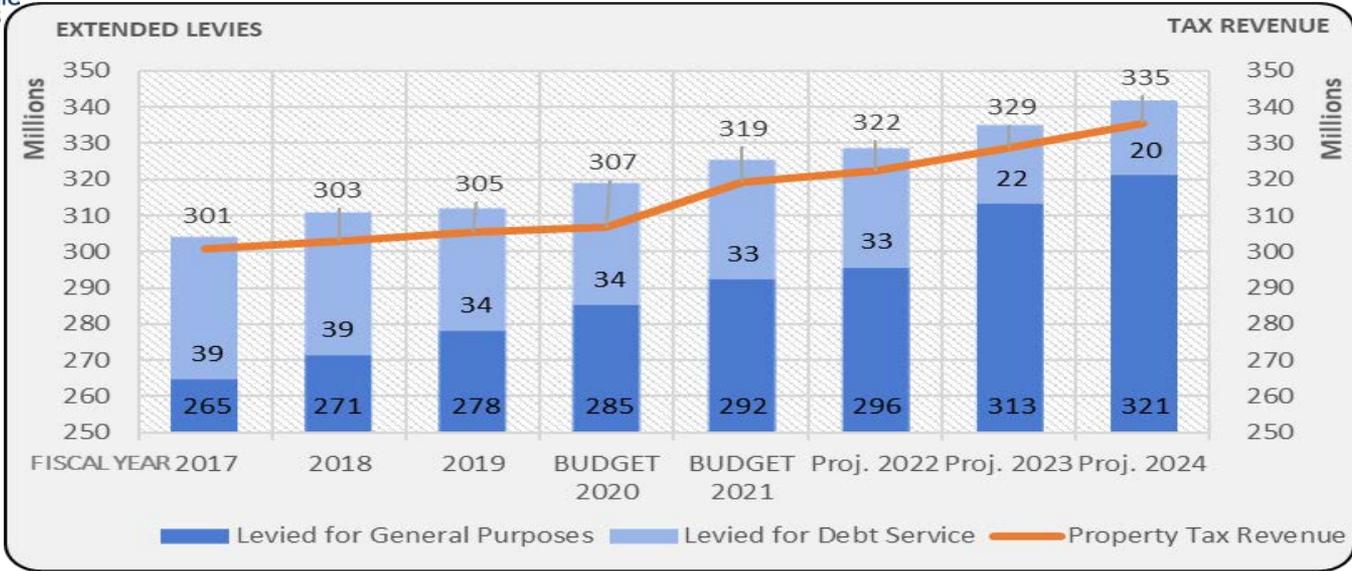
Strategic Plan Alignment

For the past 4 years the budget document has met the requirements of the Association of School Business Officials Meritorious Budget Award (MBA).

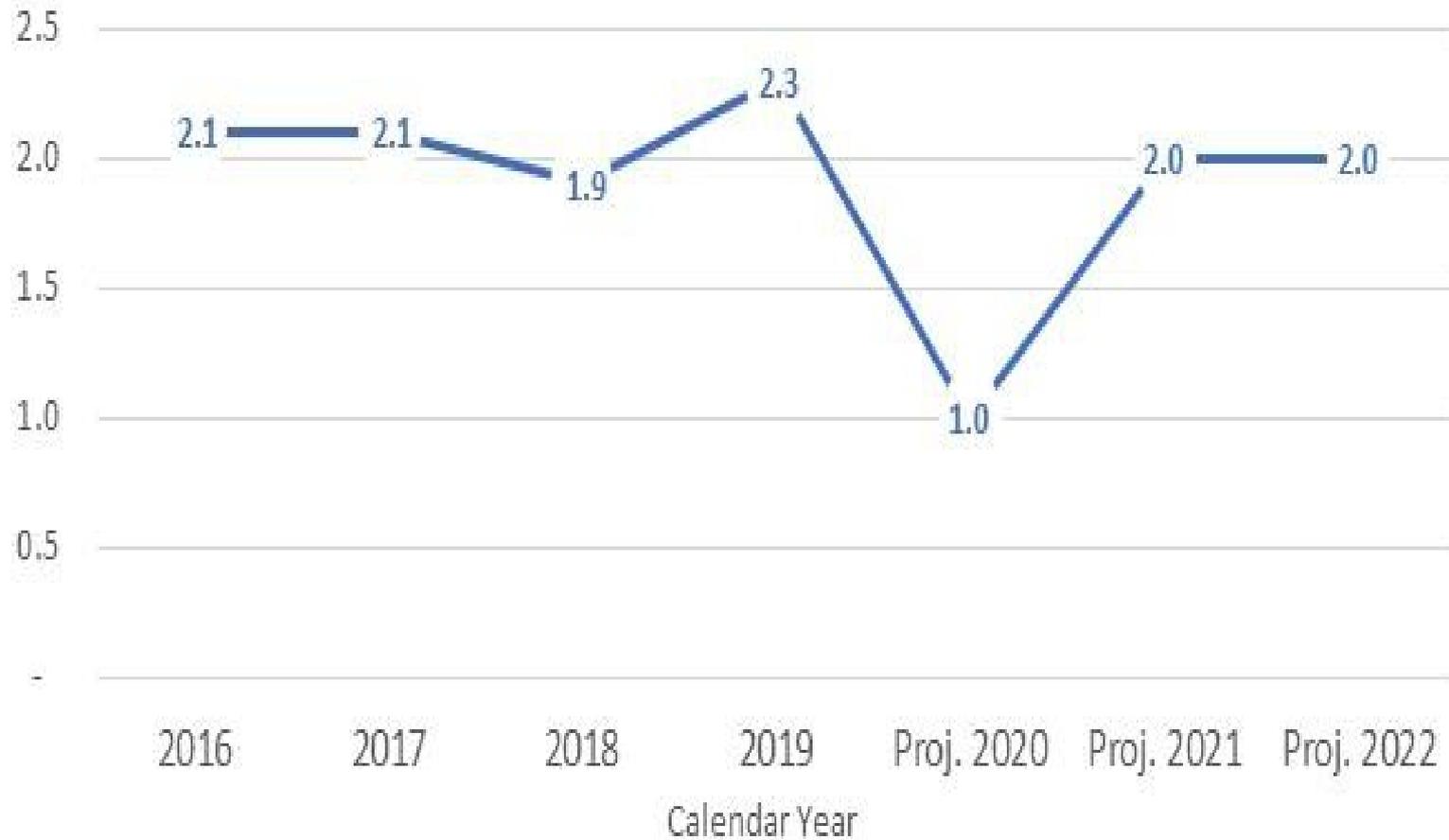
- The MBA recognizes excellence in school budget presentation and helps promote the following:
 - Skills in developing and analyzing an effective budget
 - Communication between departments to develop long-term and short-term strategies
 - Clear budget guidelines
 - Building confidence in our community 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 2021 property tax revenue is projected to increase by \$9.0 million.
- The 2020 tax year levy amount will be determined in December. The total tax abatement will be \$9.6 million, same as FY 2020.
- The Consumer Price index has increased 2.3% and 1.9% for the past two years.
- \$5.3 million for Student Activity accounts (GASB 84).



CONSUMER PRICE INDEX (CPI)

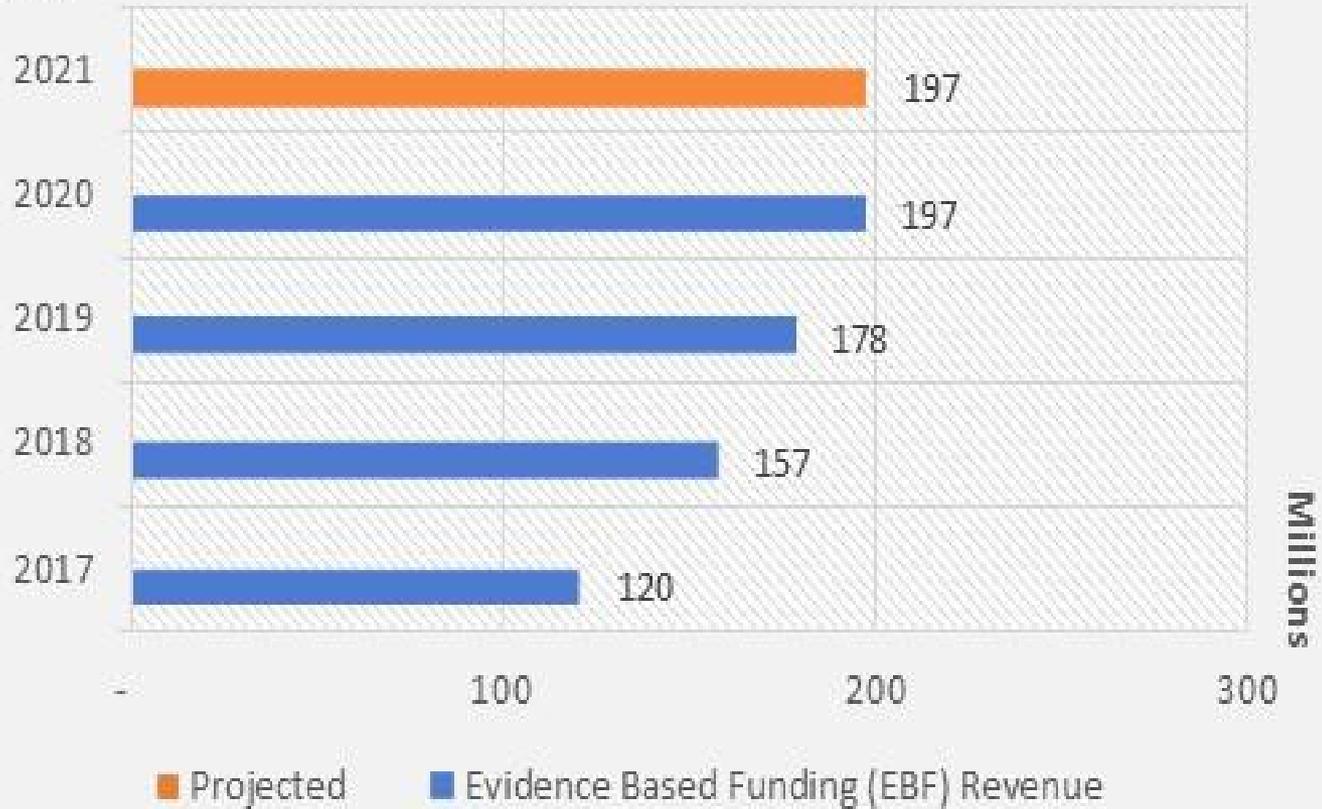


State Revenue Outlook

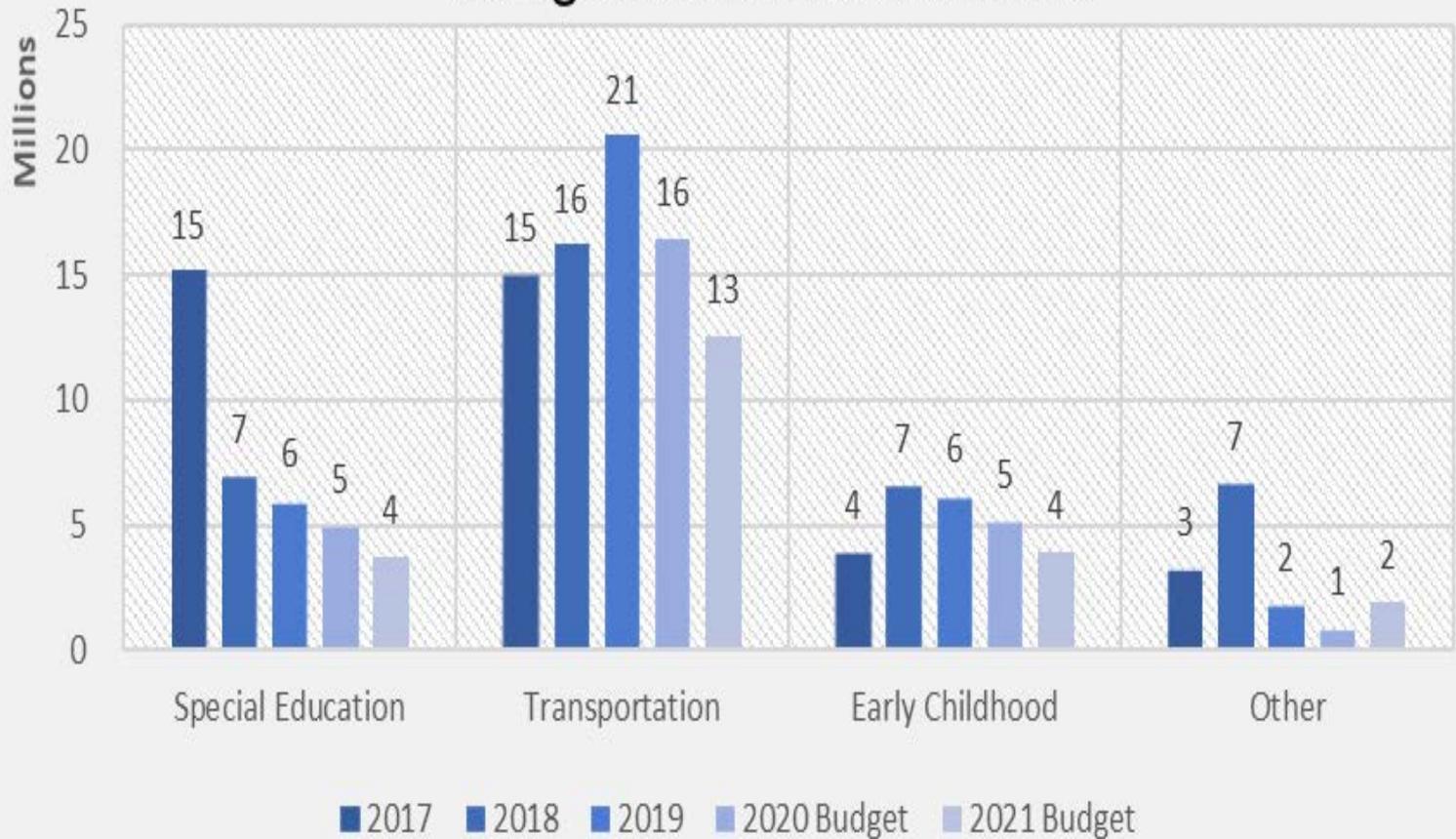
- Evidence Based Funding, estimating no increase, remaining at FY 2020 level of \$197.0 million.
- EBF consolidates and replaces five grant programs: General State Aid, Special Education Personnel, Special Education Funding for Children Requiring Services, Special Education Summer School, and English Learner Education.
- Categorical funding - we anticipate 3 quarterly payments for a total of \$22.1 million.

Evidence-Based Funding (EBF)

Fiscal Year

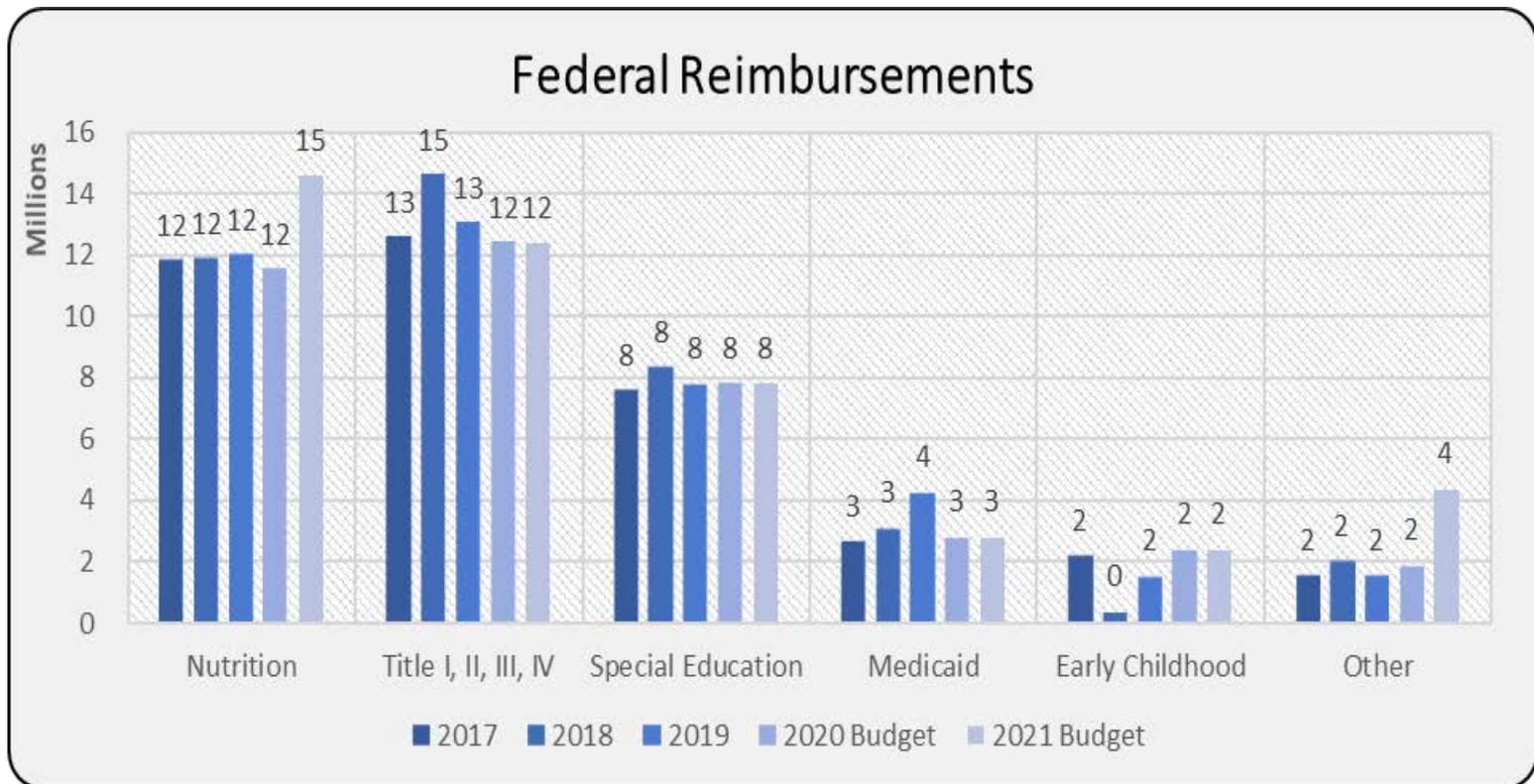


Categorical Reimbursements



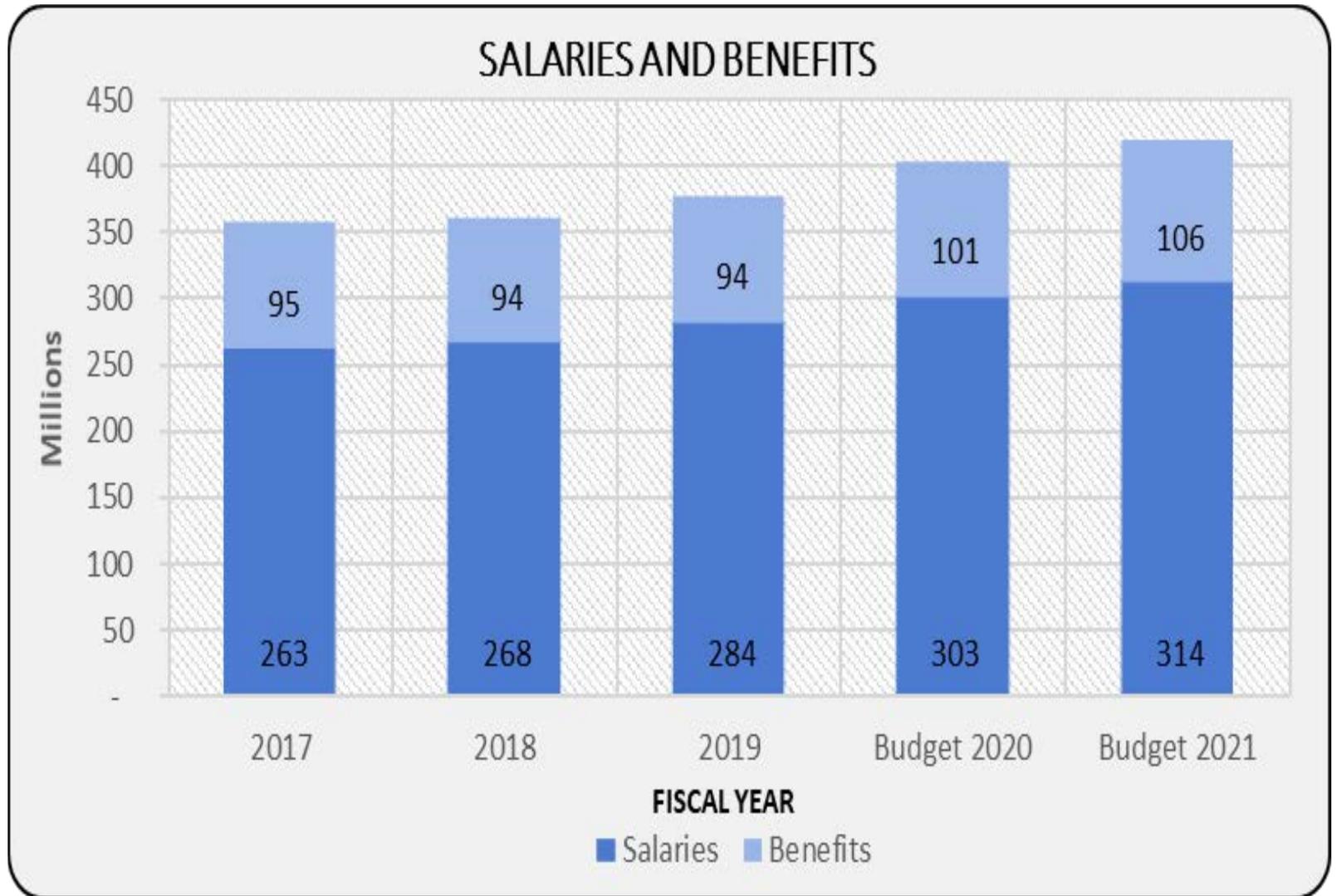
Federal Revenue Outlook

- Federal revenue is projected to be \$44.4 million.
- CARES Act funding of \$2.5 million.



FY 2021 Expenditure Outlook

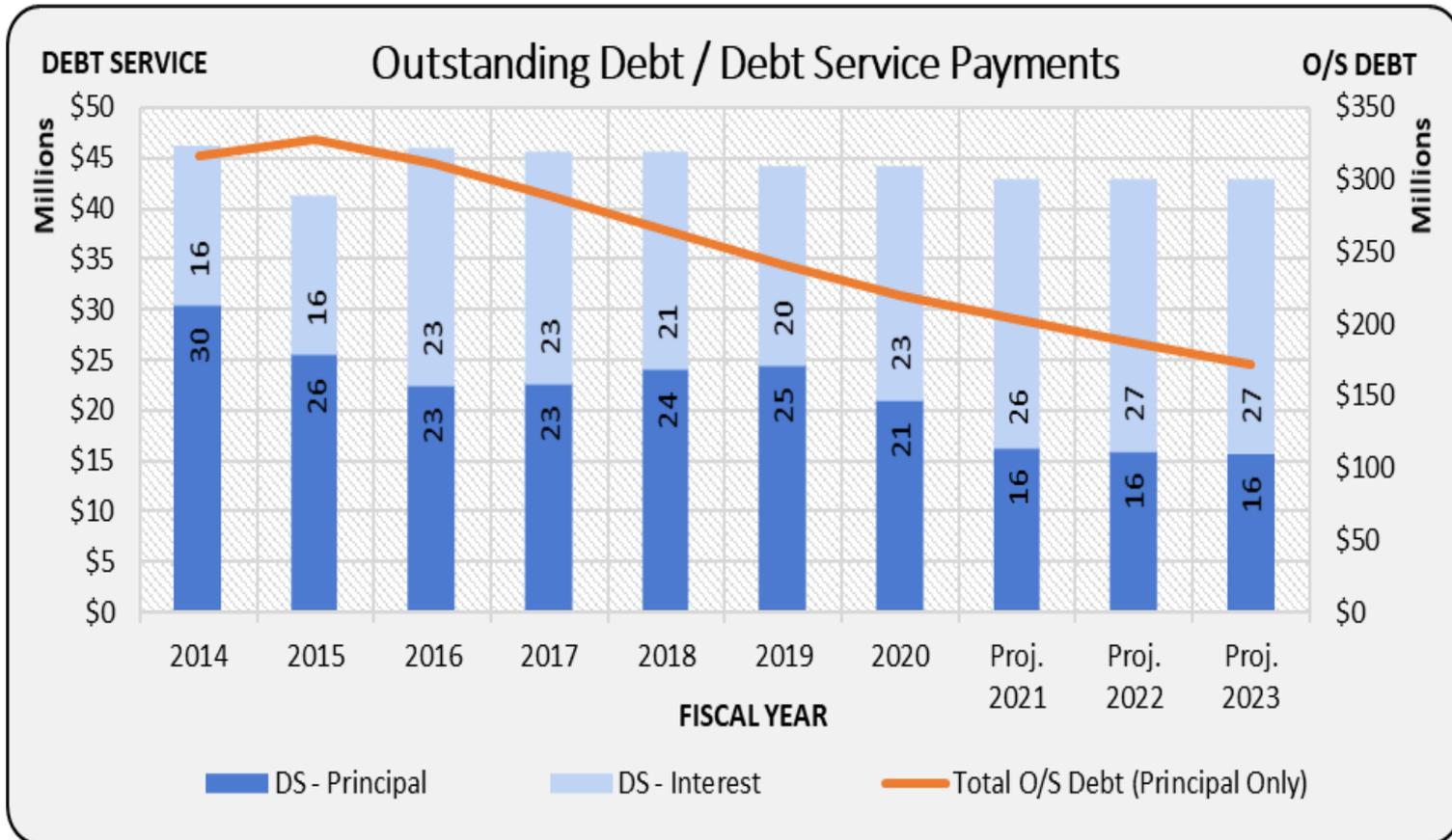
- Salary expenditures – Increases for contractual agreements. No new additional positions.
- Employee benefits – Includes a 5% increase for health insurance.



FY 2021 Expenditure Outlook

- \$42.9 million for Bond principal and interest.
- \$25.0 million for building capital projects.
- \$2.5 million from the CARES Act, for supplies including hand washing stations and personal protective equipment.
- \$5.3 million for Student Activity accounts (GASB 84).

FY 2021 Debt Management



Principal reduction of \$117.0 million since the 2015 debt issuance.

Revenue and Expenditures – All Funds

All Funds	<u>FY 2020 Final Budget</u>	<u>FY 2021 Tent Budget</u>	<u>FY 2021 Final Budget</u>	<u>Change from Tent Budget</u>
Revenue				
Taxes	\$306,875,945	\$319,121,716	\$319,121,716	\$0
Local Revenue	\$26,051,500	\$15,251,500	\$19,897,454	\$4,645,954
Evidence Based Funding	\$197,000,000	\$197,000,000	\$197,000,000	\$0
Categoricals	\$27,348,775	\$22,057,326	\$22,057,326	\$0
Federal Aid	\$38,754,421	\$40,854,421	\$44,354,421	\$3,500,000
Other Revenue	\$0	\$0	\$0	\$0
Total Revenue	\$596,030,641	\$594,284,963	\$602,430,917	\$8,145,954
Expenditures				
Salaries	\$303,063,852	\$313,724,607	\$313,724,607	\$0
Employee Benefits	\$100,640,556	\$106,424,372	\$106,424,372	\$0
Purchased Services	\$42,185,467	\$42,668,538	\$42,820,598	\$152,060
Supplies and Materials	\$37,898,746	\$37,688,127	\$43,238,099	\$5,549,972
Capital Outlay	\$45,888,932	\$32,141,908	\$26,228,238	-\$5,913,670
Other Expenditures	\$56,261,562	\$55,688,015	\$61,049,684	\$5,361,669
Non-Cap Equip	\$8,310,961	\$4,878,205	\$5,978,039	\$1,099,834
Total Expenditures	\$594,250,076	\$593,213,772	\$599,463,637	\$6,249,865
Net Change in Fund Balance	\$1,780,565	\$1,071,191	\$2,967,280	\$1,896,089

Revenue and Expenditures – All Funds

	Revenues	Expenditures	Other Sources (Uses)	Net Increase (Decrease)
Operating Funds:				
Educational Fund	\$461,959,291	\$458,355,453	\$0	\$3,603,838
Operations & Maintenance Fund	\$55,910,521	\$55,932,635	\$0	(\$22,114)
Transportation Fund	\$23,463,721	\$25,064,201	\$0	(\$1,600,480)
Total Operating Funds	\$541,333,533	\$539,352,289	\$0	\$1,981,244
Special Revenue Funds:				
Tort Immunity & Judgment Fund	\$6,108,144	\$4,960,739	\$0	\$1,147,405
IMRF/Social Security Fund	\$16,461,602	\$16,598,354	\$0	(\$136,752)
Working Cash Fund	\$1,000,000	\$1,000,000	\$0	\$0
Debt Service Fund:				
Debt Service Fund	\$32,479,788	\$32,502,255	\$0	(\$22,467)
Total All Funds Except Capital Projects Funds	\$597,383,067	\$594,413,637	\$0	\$2,969,430
Capital Projects Funds:				
Fire Prevention & Safety Fund	\$4,747,850	\$4,750,000	\$0	(\$2,150)
Capital Projects Fund	\$0	\$0	\$0	\$0
Developers Fees Fund	\$300,000	\$300,000	\$0	\$0
Total All Funds	\$602,430,917	\$599,463,637	\$0	\$2,967,280

Next Steps

- Public Hearing on the FY 2021 Budget on September 14th.
- Receive estimated final fund balances for FY 2020.
- Final adoption of the Budget on September 28th.