



**FY 2024
Tentative
Budget
Presentation**

June 26, 2023

2023-2024 Budget Parameters



The Board of Education recognizes that it has the responsibility to the taxpayers of District U-46 to operate the school system in a fiscally sound manner.

The Board of Education also strives to promote **fiscal equity**, operational excellence, efficiency and fiscal accountability as defined within their strategic plan.

The Board also recognizes that it is impossible to meet an infinite array of educational needs with limited resources.

Therefore, the primary objective of this budget is to provide the **greatest educational opportunities** to ensure student success **within the constraints of available resources**.

This Administration formulated the budget with this objective in mind.

Legal Requirements



- **Budget must be adopted by the end of the first quarter – September 30, 2023**
- **Prior to adoption, a school board must:**
 - Place the Tentative Budget on public display for at least 30 days
 - Schedule a date and time for a public hearing on the budget
 - Publish in a newspaper of general circulation notice of public hearing



2023-2024 Budget Timeline



- March 2023 Professional Development for administrators on new budget methodology
- April-May 2023 Development and collaboration with district administrators on draft budgets
- June-July 2023 Analysis and equity work
- June Present tentative budget to Finance Committee
- June Recommend approval of Tentative FY24 Budget
- August Place budget on display for 30+ days prior to adoption
- September Recommend approval of Proposed FY24 Budget

Incorporating Fiscal Equity



Educational Equity is.....*when every student matters and is afforded the opportunity, resources, and supports necessary to succeed while in District and beyond.*

Fiscal equity is.....

- *Taking into consideration the needs of students BEFORE the allocation of funds*
- *Measured in fiscal expenditures AND academic outcomes*
- *Analyzed by tying dollars to the level of use (i.e. school, program)*
- *Strategic goal for District U-46*



U-46 Movement Towards Fiscal Equity

- **Equity Plan-Pillar Four** *Assure equity by explicitly allocating additional resources to areas of greater need, and address climate and culture issues by establishing structures and guidelines for strong, positive communication among all district stakeholder groups.*
- The Capital Master Plan will create more equitable facilities at all levels for all students
- The Capital Master Plan also strives to increase early childhood opportunities thereby impacting student achievement
- The New Fiscal Equity Budgeting Methodology strives to allocate funds based on need rather than enrollment alone





- Alignment to Illinois' Evidence Based Funding formula
- Collaboration in grant spending
- Collaborate with administrators throughout the district
- Developing separate allocations for Capital Projects and maintenance projects
- Compare funding levels across schools with consideration to enrollment, subgroups, etc.



FY24 Revenue Assumptions

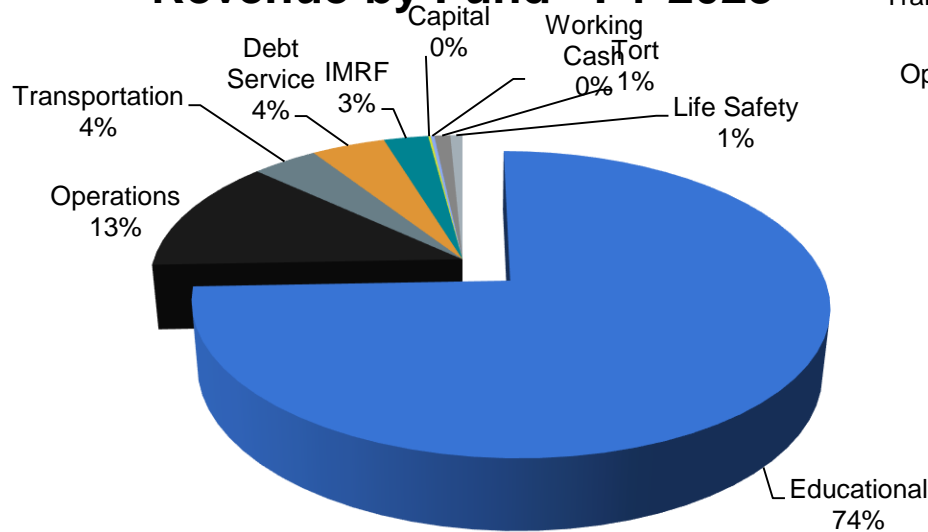


- Property tax levy increase of 5.0% for tax year 2023 payable in 2024. Tax year 2022 revenue payable in 2023, was levied at 5.0% on existing property.
- Evidenced Based Funding estimating \$21 million increase.
- The District will receive four categorical payments in FY 2024.
- The District will continue to receive additional funds from the Elementary and Secondary School Emergency Relief (ESSER) Funds for FY 2024.

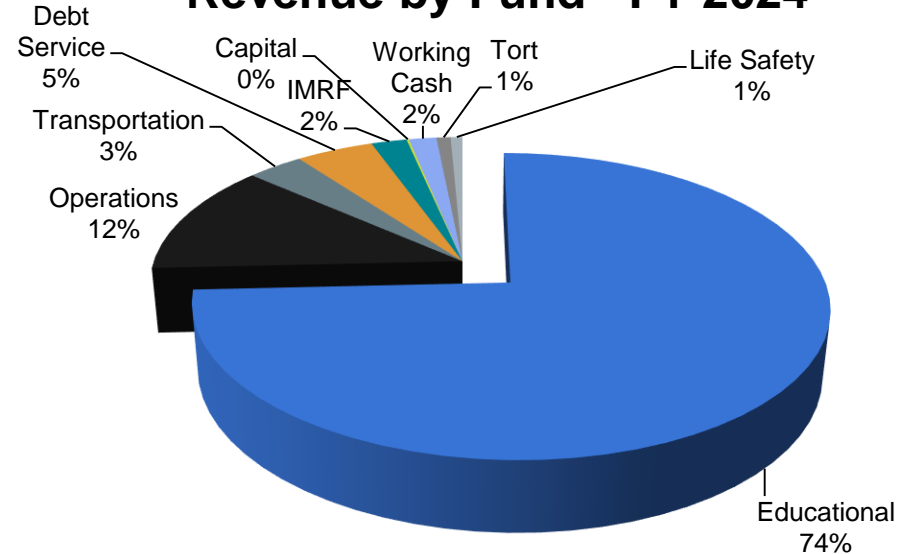
Revenues by Fund – FY 2022 vs FY 2023



Revenue by Fund - FY 2023



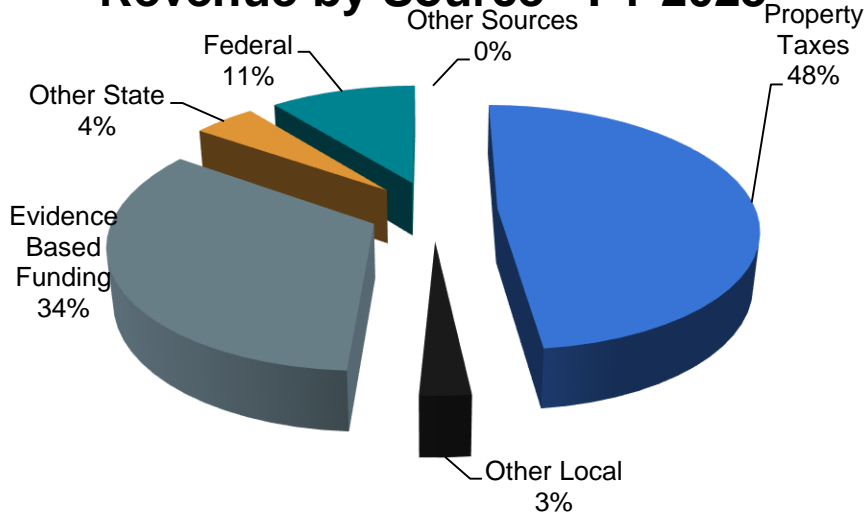
Revenue by Fund - FY 2024



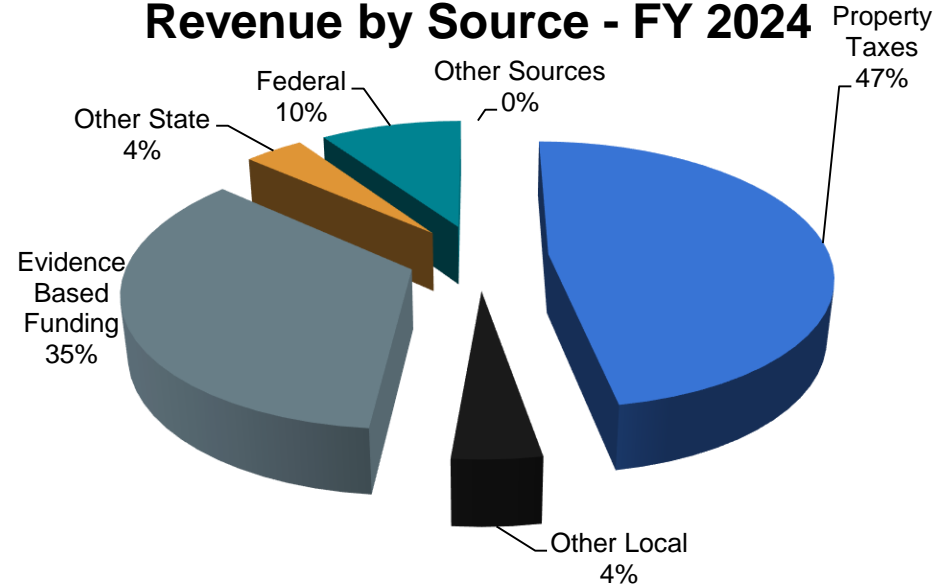
Revenues by Source – FY 2023 vs FY 2024



Revenue by Source - FY 2023



Revenue by Source - FY 2024



All Funds Revenue (in Millions)



	FY 2023 Budget	FY 2024 Budget	Change from FY 2023
Taxes	\$332.7	\$342.8	\$10.1
Local	18.3	31.0	12.7
Evidence Based Funding	233.2	254.2	21.0
Categoricals	31.8	29.2	(2.6)
Federal	74.4	69.4	(5.0)
Other	0.0	0.0	0.0
Total	690.5	726.5	36.0

FY 2024 Expenditure Assumptions

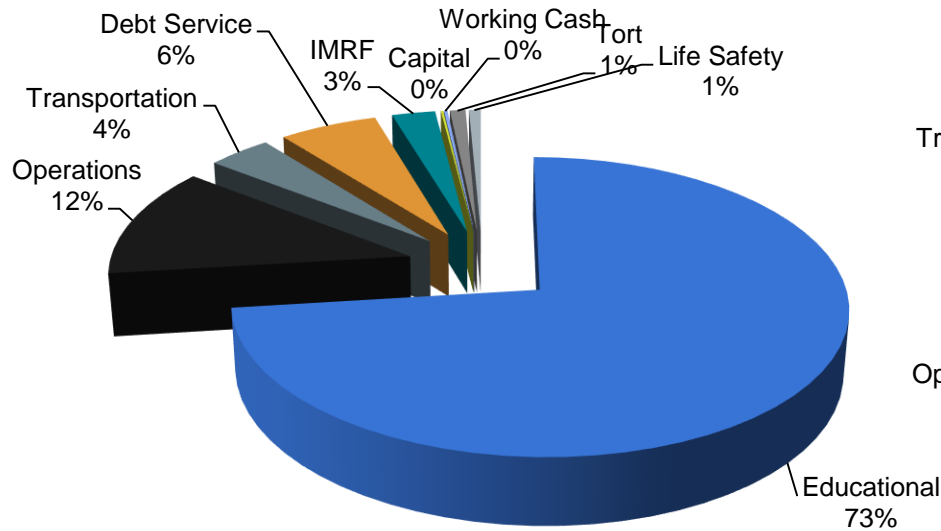


- **Salaries and Benefits are projected to increase 3.0%.**
- **Capital Outlay increase of 15.5% to \$8.2 million.**

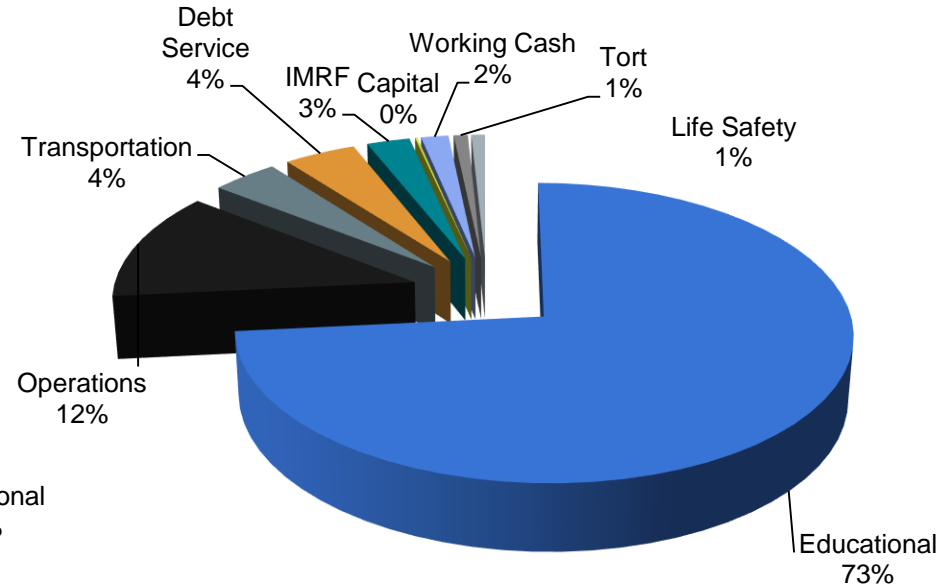
Expenditures by Fund FY 2023 vs FY 2024



Expenditures by Fund - FY 2023



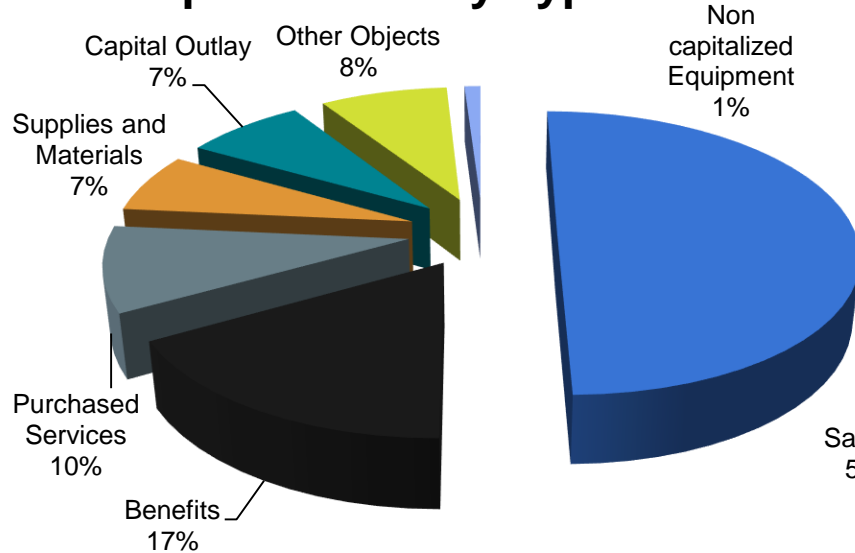
Expenditures by Fund - FY 2024



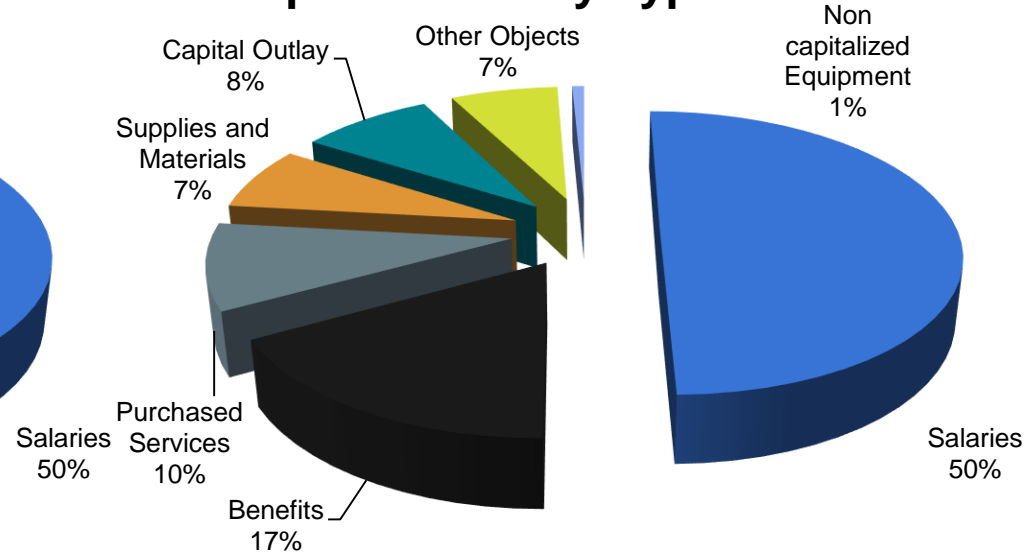
Expenditures by Type FY 2023 vs FY 2024



Expenditures by Type - FY 2023



Expenditures by Type - FY 2024



All Funds Expenditures (in Millions)

	FY 2023 Budget	FY 2024 Budget	Change from FY 2023
Salaries	\$347.4	\$361.5	\$ 14.1
Benefits	118.1	124.4	6.3
Purchased Services	67.2	70.9	3.7
Supplies & Materials	47.1	52.2	5.1
Capital Outlay	53.0	61.2	8.2
Other Objects & Non Capitalized Equipment	63.7	55.1	(8.6)
Total	696.4	725.3	28.9

Operating Funds (in Millions)



	Beginning Fund Balance	Revenue	Expense	Other	Ending Fund Balance
Educational	\$241.5	\$539.5	\$(532.7)	\$0.0	\$248.3
Operations & Maintenance	5.7	88.8	(87.7)	0.0	6.8
Transportation	29.6	24.6	(29.3)	0.0	24.9
Total	\$276.8	\$652.9	\$(649.7)	\$0.0	\$280.0

All Funds (in Millions)



	Beginning Fund Balance	Revenue	Expense	Ending Fund Balance
All Funds	\$446.7	\$726.5	\$(725.3)	\$447.9

Debt Service and Capital Projects Funds



- The Debt Service Fund budget will include anticipated revenue from referendum bonds to be issued throughout the year.
- The Capital Project Fund will be developed to include the following expenditures:
 - ▶ The Hawk Hollow construction project
 - ▶ Initial professional services expenses relating to the work associated with the Unite U-46
 - DLA Facility analysis
 - Creative Entourage work with the community
 - ▶ Initial design work for projects to begin during the 2024



Next Steps



- **Analyze school and department budget and make adjustments based on new budgeting methodology.**
- **Update revenue and expenditure accounts as additional information becomes available.**
- **Present updated Budget during Public Budget Hearing in August.**
- **Recommend adoption of Budget in September.**



**Thank you for
your time and
attention.**

Questions?