



Community Consolidated School District 15

FY22 Tentative Budget Presentation

Mrs. Diana McCluskey, Chief School Business Official

Mr. Josh Schoot, Director of Fiscal Services

June 9, 2021

Legal Requirements for Budget Adoption

- Illinois State Board of Education's (ISBE's) *Mechanics of a School District Budget* provides guidance
- The budget is the *roadmap* to follow in order to meet the financial goals of the School Board/District. It is a tentative outline or plan for the fiscal year (FY).
 - Tentative FY22 Budget presented to Board at June 9, 2021 meeting
 - Final FY22 Budget presented to Board at September 8, 2021 meeting
- School Districts must adopt a budget by the end of the first quarter of the fiscal year (by September 30).
- Prior to adoption, a School Board must:
 - Publish "Notice of Public Hearing": Daily Herald, July 6, 2021
 - Tentative Budget on public display: July 6, 2021 for 30 days
 - Schedule public hearing on proposed budget: August 11, 2021
 - Conduct public hearing at the August 11, 2021 Board meeting



School Budgets are based on Fund Accounting

Operating Funds (support day-to-day operations)

- Education - Fund 10 (largest fund)
- Operations and Maintenance - Fund 20
- Transportation - Fund 40
- Illinois Municipal Retirement Fund (IMRF)/Social Security - Fund 50
- Working Cash - Fund 70
- Tort - Fund 80

Other Funds

- Debt Service - Fund 30
- Capital Projects - Fund 60
- Life Safety - Fund 90



FY22 Budget Analysis

Finance team did a 3 year look back:

- Met with leaders of departments
- Looked at spending from FY19 through FY21
- Adjusted budgets dollars based on need and spending trend over the past 3 years
- Zero-based budgets for large spends like curriculum, technology, software
- Simplified budgets and consolidated account numbers thereby easier to manage for department heads



Revenue Assumptions

LOCAL REVENUES

- **Property tax revenues**

- Increase of \$3.7M (+2.8%) on 2.3% CPI
 - Operating Funds \$132.7M vs FY20 \$129M
- Includes \$3.6M new property growth from Rand Rd/Dundee Center Tax Increment Financing (TIF) district that rolled off
- Tax Levy 2021 will be on Dec. 2020 CPI 1.4% - low due to COVID-19

- **CPPRT (Personal Property Replacement Taxes)**

- Increased to \$1,750,000 from \$1,462
- April State tax receipts up 65% compared to last April-some businesses did well in COVID-19!

- **Interest income - Federal Funds Rate still .25**

- FY22 \$165,000 budgeted
- FY21 received \$159,000 as of 5/31/2021
- FY20 actual \$1.2M



Revenue Assumptions (cont.)

LOCAL REVENUES (cont.)

- **Preschool and Special Education tuition, food service, student fees, building rentals and transportation fees resume pre-COVID-19 amounts**
 - Fund 10: FY22 \$2.4M vs FY21 \$1.7M to date
- **E-Rate**
 - \$482K reimbursement for Network Refresh-- cost of \$1.2M
- **Capital Projects Fund 60**
 - \$787,500 from Rand Rd TIF
 - \$600,000 CARE After-school Program Closeout for Learning Resource Center (LRC) improvements
- **Fire Prevention & Safety Fund 90**
 - No new bond revenue to offset expenses; revenue from August, 2020 bond sale carries over in fund balance to FY22
- **Transfers**
 - \$2.0M from Education to Operation and Maintenance (O&M) Fund
 - \$5.0M from O&M to Capital Projects Fund
 - \$80,862 from Education to Debt Service Fund for copier leases



Revenue Assumptions (cont.)

STATE REVENUES

- *Evidence-Based Funding (EBF)* budgeted at FY21 level of \$16.9M (Hold Harmless); State-wide \$350M additional has been promised.

FEDERAL REVENUES

- Elementary & Secondary School Emergency Relief II (ESSER II): \$5.9M
Goal: Minimize impact of COVID-19, address learning loss, plan for acceleration and learning recovery as well as addressing mental health/overall social-emotional needs of our students
- American Rescue Plan (ARP) ESSER: \$13.3M to address learning loss and offset the impact of COVID-19. Not included in the tentative budget yet. Must be obligated by September 2024.
- Title and Individuals with Disabilities Education Act (IDEA) Grants held flat.

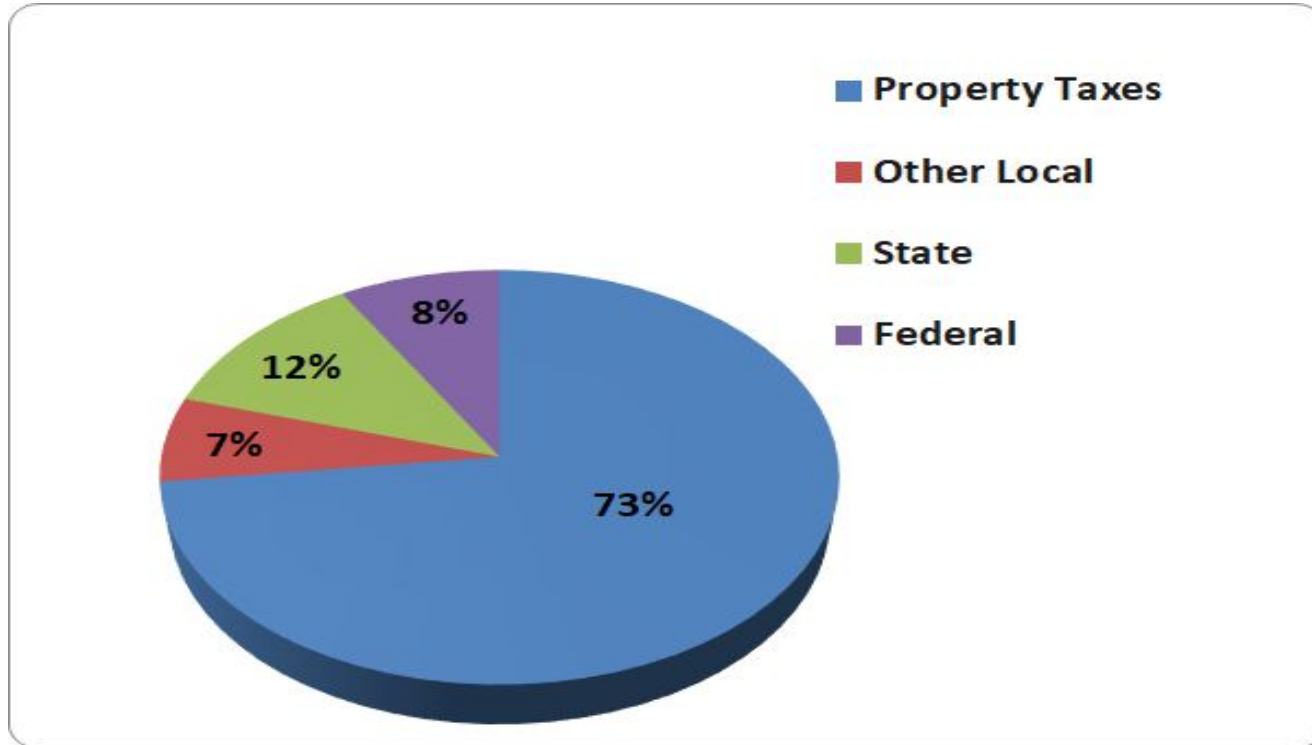


FY22 Revenue

| | FY21 REVENUE | FY22 TENTATIVE | FY22 |
|-----------------------------|--------------------|--------------------|----------------------|
| FUND | BUDGET | REVENUE BUDGET | INCR/((DECR) TO FY21 |
| EDUCATIONAL | 132,955,403 | 141,664,491 | 8,709,088 |
| OPERATIONS & MAINTENANCE | 19,519,074 | 19,622,388 | 103,314 |
| TRANSPORTATION | 9,584,397 | 9,395,467 | (188,930) |
| IMRF/SOCIAL SECURITY | 5,246,280 | 5,464,104 | 217,824 |
| WORKING CASH | 400 | 400 | - |
| TORT | 1,509,199 | 1,680,736 | 171,537 |
| OPERATING FDS TOTALS | 168,814,753 | 177,827,586 | 9,012,833 |
| DEBT SERVICE | 5,816,650 | 6,078,102 | 261,452 |
| CAPITAL PROJECTS | 7,442,000 | 6,488,000 | (954,000) |
| LIFE SAFETY | 14,740,890 | 2,000 | (14,738,890) |
| TOTALS | 196,814,293 | 190,395,688 | (6,418,605) |



FY22 Revenue



Expenditure Assumptions

- **Salaries:**

- Teacher Positions: 939 FTE for FY22 vs. 973 FTE for FY21 due to Virtual Learning
 - Total Teacher Salaries FY22 \$71,449,883 vs. FY21 \$70,747,363
 - Step increases range from 2% to 3%
- Therapists in Education (TIE) salary increase 3%
- Educational Service Personnel Association (ESPA) salary increase 2%
- ESPA-Nurses salary increase 3%
- Service Employees International Union (SEIU) salary increase 3%
- District 15 Transportation Union (DTU) salary increase 2.3%
- Administrative salary increase 2.75%
- Non-union salary increase 4.0%

- **Teacher Retirements:**

- FY21 12.50 FTE - \$1.65M retiring salaries with \$509K replacement salaries
- FY22 14.00 FTE - \$1.8M retiring salaries



Expenditure Assumptions (cont.)

- **Employee benefit insurance premiums increases:**
 - Health: 1.9% premium increase (Pricewaterhouse Coopers-PwC reports medical inflation at 6-10% for 2021)
 - Dental: 1.3% premium increase
 - Vision: No change
- **Property & Liability Insurance increase of .7% despite industry increases of 10-20%**
- **Technology Upgrades:**
 - Network Refresh \$1,175,511 - E-Rate reimbursement of \$482,000
 - 1,300 HP 3rd grade 1:1 Chromebooks \$465,400 (ESSER III)
 - 475 Lenovo 300E Touchscreens for K-1 \$199,975 (ESSER III)
- **Transportation:**
 - No new buses in FY22 due to low miles driven in FY21 as a result of COVID-19
- **Facility Improvements (Fund 60) \$6,488,000:**
 - Conyers Learning Academy (CLA) 8-classroom conversion from cafeteria \$1,392,600
 - LRC improvements & repairs at 6 schools with CARE Program dissolution funds
 - Asphalt, concrete, playgrounds, carpet
- **Life Safety Improvements (Fund 90) \$9.8M:**
 - HVAC replacements at Gray M. Sanborn, Kimball Hill, & Lake Louise



Expenditure Assumptions (cont.)

Elementary & Secondary School Emergency Relief II (ESSER II) \$5.9M

- Tier I (Core) Curricular Materials:
 - Literacy: Junior High adoption (materials to be determined)
 - Math: K-5 adoption (materials to be determined) and 6th grade Illustrative Math
 - Science: 6th & 8th grade adoption (materials to be determined)
 - Multilingual: Wayside World Language
 - Additional \$900K for LRC collection updates
- Math interventionists & Multilingual interventionists to address learning loss and recovery for students
- 504 Plan/Student Record Retention Process Enhancement (One-Year Position)
- Trauma Coordinator to address student mental health and social-emotional needs



Expenditure Assumptions (cont.)

Elementary & Secondary School Emergency Relief II (ESSER II) \$5.9M - cont.:

- Assistant Director of Community Schools to coordinate extended learning and social emotional supports for Winston Campus Community School; partially offset by 21st Century Community Learning Grant
- Spanish Bilingual Curriculum Writer made 12 month position
- 20 FTE Permanent Substitutes one for each building
- Translation Services
- COVID-19 Safety and Sanitation Supplies

American Rescue Plan (ARP) ESSER III

- \$13.3M available and to be spent by September 30, 2024
- Funds available on July 1, 2021
- Details to be included at September 2021 Final Budget Presentation

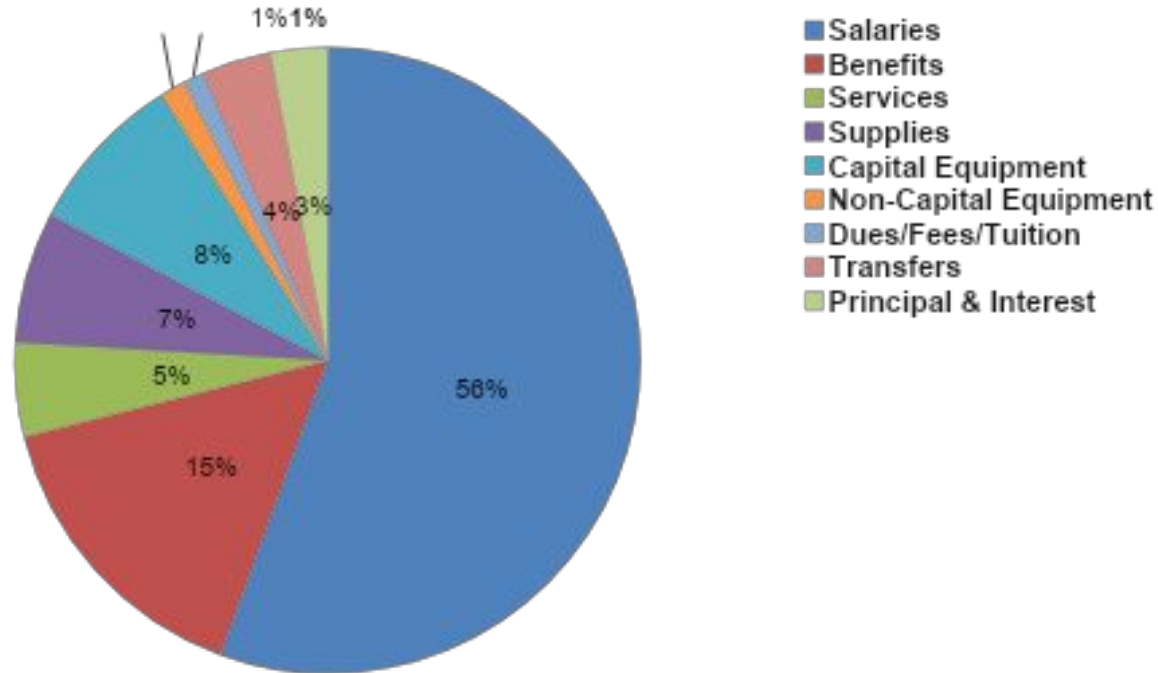


FY22 Expenditures

| FUND | FY21 EXPENDITURE BUDGET | FY22 TENTATIVE EXPENDITURE BUDGET | FY22 |
|-----------------------------|----------------------------|---|---------------------|
| | | | INCR/(DECR) TO FY21 |
| EDUCATIONAL | 140,601,537 | 140,952,204 | 350,667 |
| OPERATIONS & MAINTENANCE | 19,822,162 | 18,010,567 | (1,811,595) |
| TRANSPORTATION | 10,169,671 | 9,235,574 | (934,097) |
| IMRF/SOCIAL SECURITY | 5,678,374 | 5,399,904 | (278,470) |
| WORKING CASH | - | - | - |
| TORT | 1,390,000 | 1,554,775 | 164,775 |
| OPERATING FDS TOTALS | 177,661,744 | 175,153,024 | (2,508,720) |
| DEBT SERVICE | 5,841,650 | 5,784,412 | (57,238) |
| CAPITAL PROJECTS | 9,909,422 | 6,488,000 | (3,421,422) |
| LIFE SAFETY | 5,930,959 | 9,851,060 | 3,920,101 |
| TOTALS | 199,343,775 | 197,276,496 | (2,067,279) |



FY22 Expenditures



FY22 Tentative Budget

| FUND | FY22 REVENUE | FY22 EXPENDITURE | FY22 |
|-------------------------------|--------------------|--------------------|--------------------|
| | | | SURPLUS (DEFICIT) |
| EDUCATIONAL | 141,664,491 | 140,952,204 | 712,287 |
| OPERATIONS & MAINTENANCE | 19,622,388 | 18,010,567 | 1,611,821 |
| TRANSPORTATION | 9,395,467 | 9,235,574 | 159,893 |
| IMRF/SOCIAL SECURITY | 5,464,104 | 5,399,904 | 64,200 |
| WORKING CASH | 400 | - | 400 |
| TORT | 1,680,736 | 1,554,775 | 125,961 |
| OPERATING FUNDS TOTALS | 177,827,586 | 175,153,024 | 2,674,562 |
| DEBT SERVICE | 6,078,102 | 5,784,412 | 293,690 |
| CAPITAL PROJECTS | 6,488,000 | 6,488,000 | - |
| LIFE SAFETY | 2,000 | 9,851,060 | (9,849,060) |
| TOTALS | 190,395,688 | 197,276,496 | (6,880,808) |



FY22 Tentative Budget

What questions
do you have?

