

# Community Consolidated School District 15

## 2020-21 Tentative Budget

Michael M. Adamczyk, Chief School Business Official  
Corey Bultemeier, Director of Fiscal Services

June 10, 2020



# Major Assumptions

- **Incorporates the budget guidelines approved by the Board of Education at the February 12, 2020 Board meeting.**
- **Collective bargaining agreements settled with an approximate 2.0% increase. DTU increases as noted in January 2019 CBA.**
- **Administrator and non-represented employees budgeted with a 2.0% increase.**
- **Increase of 10.2 FTE in CTC staffing from the December 2019 five-year forecast to meet enrollment demands.**



# Major Assumptions

- **Preliminary IMRF rate of 10.45% effective January 1, 2021.**
- **The Senate passed SB 264 w/HA5 on May 23. The 2020-21 budget will remain flat in Tier spending.**
- **The Transportation funding line item is budgeted to remain flat compared to 2019-20.**



# Budget Highlights - REVENUE

- **Total Property Tax Revenue of \$129,070,128, excluding Debt.**
- **Accounts for 76.39% of district revenue.**
- **Total State Sources of \$23,009,093 or 13.62%.**
- **Total Federal Sources of \$10,930,683 or 6.47% (includes \$1.6M for CARES).**



# COVID-19 Financial Implications

## Revenues:

- **Property Taxes - due August 3. No interest penalty if taxes are paid by October 1. May negatively affect short term cash flow.**
- **Not able to estimate how much less district could realize for unpaid property tax bills. One-half percent equals \$645,000.**
- **Interest Revenue - FY 21 reduced by \$0.95M.**
- **State Funding - Same level as FY 20.**
- **CPPRT - May be reduced. Impact TBD.**



# Budget Highlights - REVENUES

- |                                   |                       |
|-----------------------------------|-----------------------|
| <b>2018-19 Base Funding</b>       | <b>\$16,120,517</b>   |
| <b>Add'l Tier Funding 2018-19</b> | <b><u>394,637</u></b> |
| <b>Total FY 19 State Funding</b>  | <b>\$16,515,154</b>   |
| <b>Add'l Tier Funding 2019-20</b> | <b><u>410,120</u></b> |
| <b>Total FY 20 State Funding</b>  | <b>\$16,925,274</b>   |
| <b>Add'l Tier Funding 2020-21</b> | <b><u>0</u></b>       |
| <b>Total FY 21 State Funding</b>  | <b>\$16,925,274</b>   |
- Assume \$16.925M for all future years.



# Budget Highlights - EXPENDITURES

- **Total Salaries of \$111,091,785 or 62.15%.**
- **Employee Benefits of \$29,969,000 or 16.76%.**
- **Utilities of \$2,468,463 or 1.38%.**
- **Liability Insurance of \$1,390,000 or 0.77%.**
- **Technology expenditures of \$2,323,613 or 1.29%.**
- **Food and supply costs of \$2,105,415 or 1.18%.**
- **Capital Projects Fund expenditures of \$9,909,422 or 5.54%.**
- **Transportation Fund expenditures of \$3,128,002 or 1.75%.**
- **O/M Fund expenditures of \$3,319,731 or 1.86%.**
- **HLS Fund expenditures of \$5,930,958 or 3.32%.**
- **These items are \$170.64 million of \$178.76 million budget, or 95.46%.**



# COVID-19 Financial Implications

## Expenditures:

- **Health Insurance** - How soon will providers see patients? **Self funded. Impact TBD.**
- **Energy Consumption** - Will be lower if school is not in session, or higher if district has to run multiple shifts.
- **Transportation costs (D15 and contracted)** will be lower if start of school is delayed.
- **Technology costs** may need to increase if distance learning is still in place in August.
- **Add'l costs for PPE and sanitation supplies.**
- **Potential sub teacher savings** if in-person instruction is delayed.





# 2019-20 Budget Savings

<b>Textbooks</b>	<b>\$545,870</b>
<b>PA Salaries</b>	<b>\$485,000</b>
<b>Sub Teachers</b>	<b>\$250,000</b>
<b>Bus Fuel</b>	<b>\$125,000</b>
<b>Health Insurance</b>	<b>\$2,000,000</b>
<b>Transportation Salaries</b>	<b>\$150,000</b>
<b>Contracted Transportation</b>	<b>\$150,000</b>
<b>Hot Spots (CARES)</b>	<b>(\$99,225)</b>
<b>Chromebooks (CARES)</b>	<b>(\$343,175)</b>
<b>TOTAL</b>	<b>\$3,263,470</b>

# Budget Highlights - TRANSPORTATION

## **Possibility of a 3-Tier Bus System to accommodate social distancing.**

- **First students picked up approx. 6:50 am**
- **Last students arrive home approx. 5:00 pm.**
- **District would not have to buy any new buses for next 3 years, saving approx. \$1.0M per year.**
- **District would realize operational savings of approx. \$450,000 annually.**



# CTC COUNT

• 921.700 FTE	\$69,363,688
(41.665 FTE)	- <u>1,666,600</u>
880.035 FTE	\$67,697,088
• CTC Negotiations	
@ 880.035 FTE	\$68,653,715
• Under projections	\$956,627
• Variance	1.40%



# Add'l Budget Highlights

## Excess Revenue over/(under) Expenditures

**\$4,758,126 – Proposed Budget**

**(14,567,000) – Bond Issuance**

**5,930,958 – Health Life Safety Fund**

**9,909,422 – Capital Projects Fund**

**\$6,031,506**



# Fiscal Year 2021 - Reconciliation

<b>FY 2020/21 – Dec. 11, 2019</b>	<b>\$3,547,281</b>
<b>Increased HLS Expenditures</b>	<b>(\$5,930,958)</b>
<b>Bond Issuance</b>	<b>\$14,567,000</b>
<b>Decreased IMRF Expenditures</b>	<b>\$308,308</b>
<b>Decreased Insurance Expenditures</b>	<b>\$1,020,658</b>
<b>Decreased PA &amp; Sect. Salaries</b>	<b>\$480,308</b>
<b>Add'l Coord. &amp; Admin. Positions</b>	<b>(\$769,089)</b>
<b>Reduced Interest Revenue</b>	<b>(\$951,100)</b>
<b>Increased CP Fund Expenditures</b>	<b>(\$6,909,422)</b>
<b>DOI Textbooks</b>	<b>(\$498,760)</b>
<b>Add'l CTC Positions</b>	<b>(\$853,889)</b>



# Fiscal Year 2021 - Reconciliation Cont.

<b>Decreased Transp. Expenditures</b>	<b>\$65,425</b>
<b>CP Fund – TIF &amp; State Grant Revenue</b>	<b>\$502,500</b>
<b>Decreased Other ED Salaries</b>	<b>\$129,661</b>
<b>CARES – Timing Difference</b>	<b>\$442,400</b>
<b>New Instr. Tech Dept. Budget</b>	<b>(\$96,825)</b>
<b>Increased ED Purchased Services</b>	<b>(\$548,037)</b>
<b>Decreased O&amp;M Expenditures</b>	<b>\$293,324</b>
<b>TOTAL</b>	<b>\$4,798,785</b>

**FY 2020-21, June 10, 2020**

**\$4,758,126**



# Revenue Summary

	Audited Actual 2018-19	Adopted Budget 2019-20	Tentative Budget 2020-21	Increase/(Decrease) Adopted to Tentative
<b>Revenue</b>				
Educational	130,387,819	130,715,605	134,601,406	
Operations and Maintenance	15,616,208	16,306,013	16,591,651	
Transportation	9,341,934	9,365,773	10,036,041	
IMRF/Social Security	5,166,445	5,090,473	5,246,327	
Working Cash	2,693	1,300	400	
Tort Immunity	1,368,686	1,455,099	1,509,214	
Capital Projects	1,279,785	2,101,000	942,000	
Health & Life Safety	1,995	400	14,592,000	
	163,165,565	165,035,663	183,519,037	11.20%
Debt	5,791,780	5,845,650	5,816,650	
Total All Funds	168,957,345	170,881,313	189,335,687	10.80%



# Expenditures Summary

	Audited Actual 2018-19	Adopted Budget 2019-20	Tentative Budget 2020-21	Increase/(Decrease) Adopted to Tentative
<b>Expenditures</b>				
Educational	127,090,429	133,946,293	133,772,553	
Operations and Maintenance	11,555,582	12,270,151	12,233,829	
Transportation	9,397,326	10,016,280	10,169,909	
IMRF/Social Security	5,083,846	5,392,795	5,354,240	
Working Cash	-	-	-	
Tort Immunity	1,741,355	1,368,240	1,390,000	
Capital Projects	7,930,303	6,747,828	9,909,422	
Health & Life Safety	-	-	5,930,958	
	162,798,841	169,741,587	178,760,911	5.31%
Debt	5,995,261	5,995,336	5,841,650	
Total All Funds	168,794,102	175,736,923	184,602,561	5.04%
Lap Top Lease & Data Refresh	(154,186)	(154,186)	-	





# Fund Balance Summary

	Audited Actual 2018-19	Adopted Budget 2019-20	Tentative Budget 2020-21	Increase/(Decrease) Adopted to Tentative
Net change in Fund Balance Excluding Debt Service	212,537	(4,860,110)	4,758,126	
Beginning Fund Balance	59,125,188	59,337,726	54,477,616	-8.19%
Ending Fund Balance	59,337,726	54,477,616	59,235,742	8.73%
All Funds % of Expenditures	36.45%	32.09%	33.14%	
Ending Fund Bal including Debt Services:	62,500,037	57,644,427	62,377,553	8.21%
Ending Fund Bal including Debt Svcs. as % of Expend.	37.03%	32.80%	34%	
Revenues over/(under) Expenditures incl. Debt	9,057	(5,009,796)	4,733,126	



# QUESTIONS?

