



# **Community Consolidated School District 15**

## **FY24 Tentative Budget Presentation**

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**June 14, 2023**

# Legal Requirements for Budget Adoption

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- The Budget is the “roadmap” to follow in order to meet the financial goals of the school board and district. It is a tentative outline, or plan, for each fiscal year.
- Tonight’s presentation is the FY24 Tentative Budget. The Final Budget will be presented at the September 13, 2023 board meeting. School districts must adopt the final budget by September 30 of each year.
- Districts must publish a notice stating the tentative budget is on display for 30 days prior to the September board meeting and when the budget hearing will be held.
- The budget hearing will be conducted at the September 13, 2023 board meeting
- The school board will vote on the budget after the hearing on September 13, 2023.



# School District Fund Accounting

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## **Operating Funds (Supports Day to Day Operations)**

- Educational - 10 (largest fund)
- Operations & Maintenance - 20
- Transportation - 40
- Municipal Retirement (IMRF) & Social Security - 50
- Working Cash - 70
- Tort - 80

## **Other Funds**

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



# FY24 Budget Analysis

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## Finance Team:

- Met with department heads and principals to review three years of historical spend
- FY24 budgets were adjusted based on need
- A Zero-Based budget approach was used for large expenditures such as curriculum, technology, and software licenses (meaning expenditures had to be itemized)
- Kept in mind that Federal Covid Relief - American Rescue Plan (ARP) ESSER funds have mostly been used up



# Revenue Assumptions

## LOCAL REVENUES

- **Property Tax Revenue**

- Increase of \$20M (+14%) - 5% CPI for 2022 levy & 5% CPI for 2023 levy
  - Operating funds - \$149M FY24 vs. \$139M FY23
- Tax levy 2023 will be based on the December 2022 CPI of 5%

- **PPRT (Illinois Personal Property Replacement Tax)**

- Increase of \$1M: \$5M FY24 vs. \$4M FY23

- **Interest Income**

- Federal Funds rate is 5.25% (was 1.0% a year ago)
- Increase of \$1.3M: \$1.5M FY24 vs \$178K FY23

- **Transfers**

- \$94,548 from Education Fund to Debt Service Fund to cover copier lease principal and interest payments
- \$5M from Operations & Maintenance to Capital Projects
- \$2.7M from Operations & Maintenance to Debt Service for principal and interest on FY24 Debt Certificates \$36M issued in Fall '23



# Revenue Assumptions (Continued)

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## STATE REVENUES

- Evidence-Based Funding (EBF) budgeted at \$17,850,000 - increase of \$250K
  - Transportation Reimbursement kept flat at \$4.4M

## FEDERAL REVENUES

- American Rescue Plan (ARP) ESSER III - \$4M Remaining
  - Original allocation amount - \$13.6M
  - Final year to utilize these funds
    - Expenditure deadline of September 30, 2024
- Title Grants FY24 \$3.8M vs FY23 \$2.6M
- Individuals with Disabilities Education Act (IDEA) - FY24 \$4.9M vs FY23 \$3.1M
- National School Lunch & Breakfast Programs - \$4.05M held flat
- Medicaid Reimbursement held flat \$1.5M

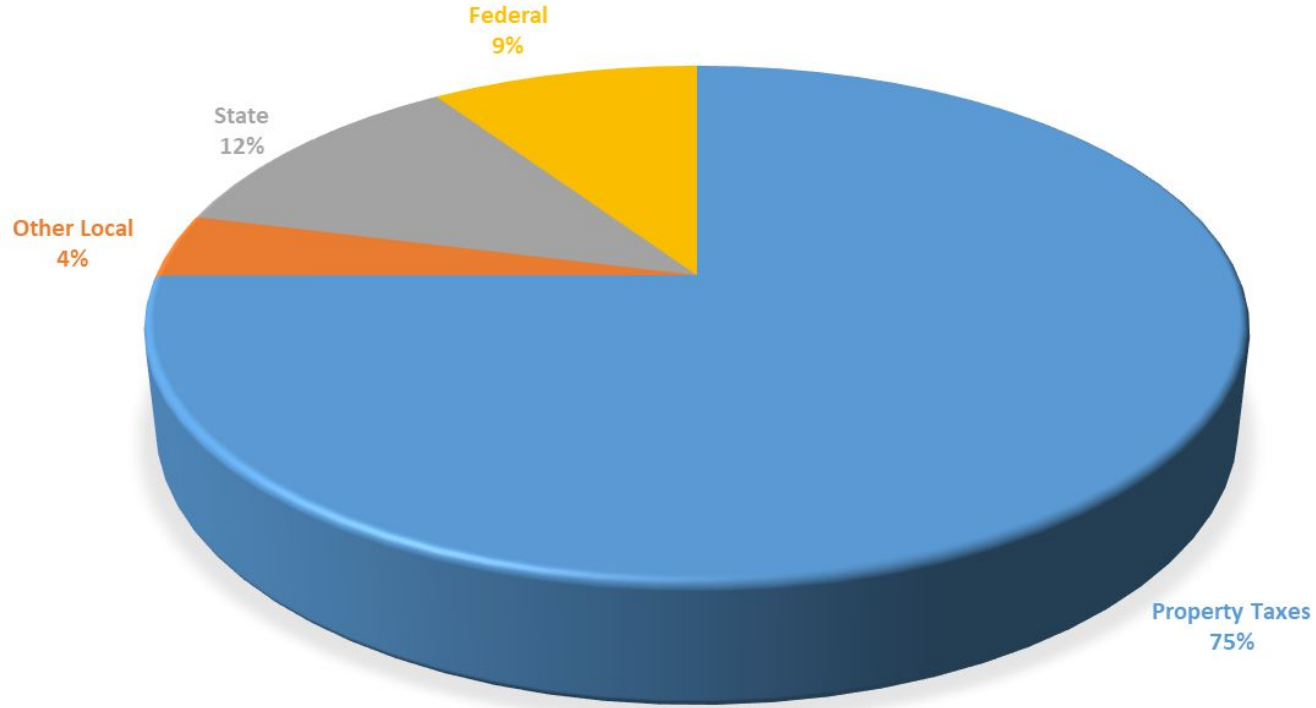


# FY23 vs FY24 Budgeted Revenue

FUND	Adopted Revenue Budget FY23	Tentative Revenue Budget FY24	FY24 Increase/(Decrease) To FY23
Educational	159,103,477	159,777,700	674,223
Operations & Maintenance	18,874,301	21,437,317	2,563,016
Transportation	9,198,279	9,897,313	699,034
IMRF/Social Security	5,937,034	6,743,911	806,877
Working Cash	400	2,253	1,853
Tort	1,795,216	2,035,259	240,043
<b>OPERATING FUNDS TOTAL</b>	<b>194,908,707</b>	<b>199,893,753</b>	<b>4,985,046</b>
Debt Service	6,052,753	19,098,372	13,045,619
Capital Projects	5,001,000	84,005,632	79,004,632
Life Safety	500	2,816	2,316
<b>ALL FUNDS TOTAL</b>	<b>205,962,960</b>	<b>303,000,573</b>	<b>97,037,613</b>



# FY24 Budgeted Revenue Operating Funds





# Expenditure Assumptions

## SALARIES BUDGETED PER UNION CONTRACTS:

- Teachers (CTC):
  - 1,020 FTE for FY24 vs 983 FTE for FY23
  - Total salaries of \$72,987,140 FY24 vs \$73,247,657 FY23 (\$261K decrease)
    - Salary budget positively impacted by FY23 retirees (\$1.798M savings)
  - Teacher Retirements:
    - FY23 19.00 FTE - \$2.62M retiring vs \$822K replacement
    - FY24 9.00 FTE - \$1.14M retiring
- Therapists in Education (TIE): 5% salary increase
- Educational Service Personnel Association (ESPA): 5% salary increase
  - \$4 increase to base for nurses
  - Increase of 2 contractual days
  - Increase to SpEd Program Assistant Stipends
- Service Employees International (SEIU): 3% salary increase
- Transportation (DTU): 4.25% (Aides) & 4% (Drivers) salary increase
  - \$0.34 increase to base for new Aides (July 1, 2023 \$17.56/hr)
  - \$1 increase to base for new Drivers (July 1, 2023 \$25.00/hr)



# Expenditure Assumptions (Continued)

## EMPLOYEE BENEFIT INSURANCE PREMIUMS

- Health: 4.9% premium increases - industry trend is between 5% and 7% cost projection growth
- Dental: 1.8% premium **decrease** with a switch to Delta Dental
- Vision: No Change

## PROPERTY & LIABILITY INSURANCE

- FY24 less than .5% increase! Cyber Liability \$18,000 less than FY23!
- All total approximately \$1.7M

## CURRICULUM PURCHASES

- Literacy - \$600K
- Math - \$326K
- Science - \$90K
- Social Studies - \$820K
- Social & Emotional - \$50K

## TECHNOLOGY

- Wireless Network Refresh - \$750K
- 3rd-8th Chromebooks - \$470K
- Staff Laptop Refresh - \$388K

## OPERATIONS & MAINTENANCE FUND

- \$2.7M transfer to Debt Service Fund for principal & interest on \$36M of alternate bonds



# Expenditure Assumptions (Continued)

## FEDERAL

- American Rescue Plan (ARP) ESSER III: \$4M
  - Largest spends:
    - Instructionally focused computer technology apps - \$176K
    - Outdated Curriculum Replacement - \$1.14M
    - Gifted ELA Curriculum - \$80K
    - Assessment Software - \$218K
    - Curriculum writing for Social and Academic Instructional Groups - \$60K
    - Professional development focused on student learning loss - \$106K
    - Libraries: consultation services, book collections, makerspace supplies, flexible seating and shelving - \$1.8M
    - Learning Management System - \$20K



# Expenditure Assumptions (Continued)

## MOVING 15 FORWARD AND SUMMER 2023 PROJECTS

- PG , TJ & WRS under construction
- JA, WC, FCW, LS, PH going out to bid July, 2023
- GMS, KH, WB, HR going out to bid Fall, 2023
- CSJH
  - New track
  - Gym and cafeteria lighting upgrades
  - Corridors and hallways new LVT flooring
  - Painting hallways and cafeteria
- Security cameras and access controls
- LRC Renovations
  - Central Road, Conyers Learning Academy, Marion Jordan, Kimball Hill, and Hunting Ridge
- Playgrounds
  - FCW to be done Fall, 2023
  - WC part of the Dual Wing bid in Fall, 2023
- Asphalt - VL front bus lane & PH front lot on Illinois Road
- WB enclosing the art room and moving portable from LS to WB
- PH gym light upgrades
- Ongoing exterior door assessments and replacements

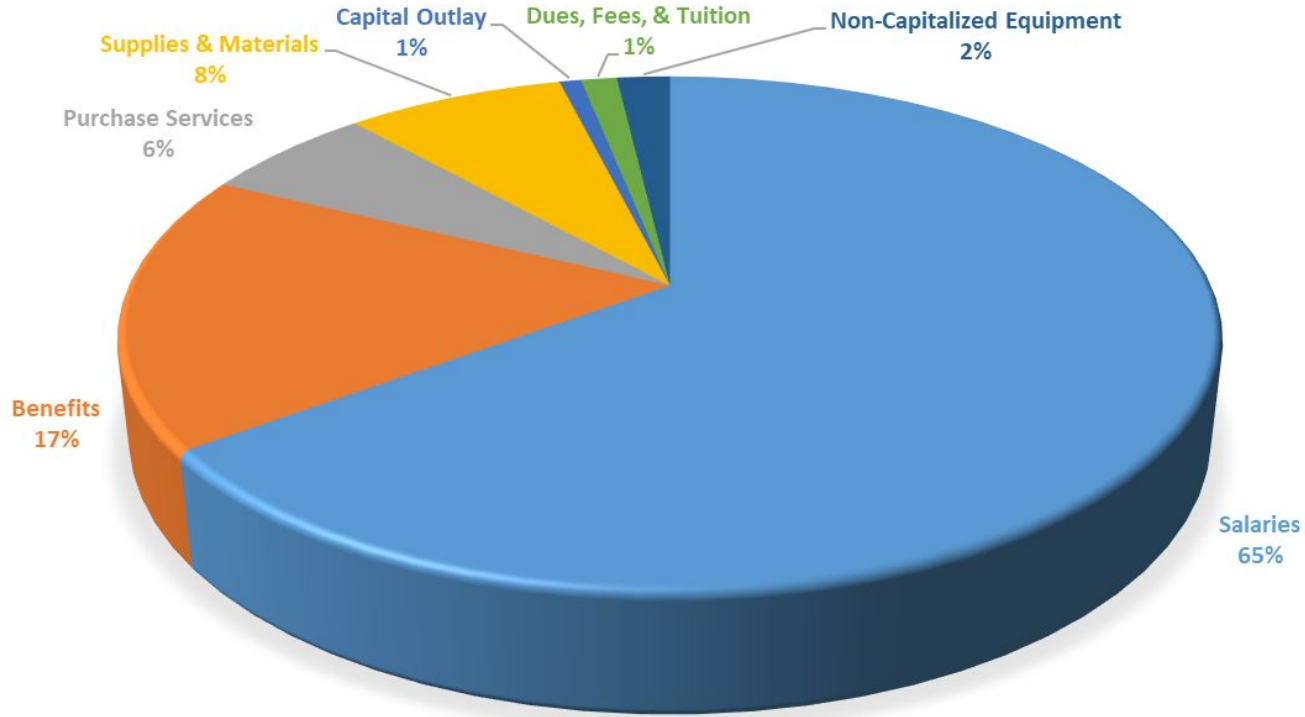


# FY23 vs FY24 Budgeted Expenditures

<b>FUND</b>	<b>Adopted Expenditure Budget FY23</b>	<b>Tentative Expenditure Budget FY24</b>	<b>FY24 Increase/(Decrease) To FY23</b>
Educational	158,722,441	162,799,158	4,076,717
Operations & Maintenance	18,620,655	20,999,239	2,378,584
Transportation	13,926,575	9,176,285	(4,750,290)
IMRF/Social Security	5,853,278	6,086,757	233,479
Working Cash	-	-	-
Tort	1,610,678	1,705,000	94,322
<b>OPERATING FUNDS TOTAL</b>	<b>198,733,627</b>	<b>200,766,439</b>	<b>2,032,812</b>
Debt Service	6,051,412	16,776,654	10,725,242
Capital Projects	5,000,000	109,671,973	104,671,973
Life Safety	65,945	-	(65,945)
<b>ALL FUNDS TOTAL</b>	<b>209,850,984</b>	<b>327,215,066</b>	<b>117,364,082</b>



# FY24 Expenditures Operating Funds



# FY24 Tentative Budget

<b>FUND</b>	<b>FY24 Revenue Budget</b>	<b>FY24 Expenditure Budget</b>	<b>FY24 Surplus/(Deficit)</b>
Educational	159,777,700	162,799,158	(3,021,458)
Operations & Maintenance	21,437,317	20,999,239	438,078
Transportation	9,897,313	9,176,285	721,028
IMRF/Social Security	6,743,911	6,086,757	657,154
Working Cash	2,253	-	2,253
Tort	2,035,259	1,705,000	330,259
<b>OPERATING FUNDS TOTAL</b>	<b>199,893,753</b>	<b>200,766,439</b>	<b>(872,686)</b>
Debt Service	19,098,372	16,776,654	2,321,718
Capital Projects	84,005,632	109,671,973	(25,666,341)
Life Safety	2,816	-	2,816
<b>ALL FUNDS TOTAL</b>	<b>303,000,573</b>	<b>327,215,066</b>	<b>(24,214,493)</b>



# FY24 Tentative Budget

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What questions  
do you have?





# Revenue Assumptions (Continued)

## LOCAL REVENUES (Continued)

- **Education Fund (10)**
  - Various student fees & tuition: \$889K FY24 vs \$733K FYTD23 (through 06/01/23)
  - \$1.1M in TIF surplus distribution revenue
- **Operations & Maintenance (20)**
  - \$350K in facility rentals & miscellaneous income
- **Debt Service (30)**
  - \$2.7M transfer from the Operations Maintenance Fund (20)
- **Transportation Fund (40)**
  - \$32,500 in bus fees & field trips
- **Capital Projects Fund (60)**
  - \$5,600 in interest income
  - \$5M transfer from the Operations & Maintenance Fund (20)
  - \$79M in Moving 15 Forward bond sales

