

6. Discussion/Informational Reports

2. Presentation: FY25 Tentative Budget

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FY25 Tentative Budget Presentation and M15F Construction Update

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June 12, 2024



**COMMUNITY CONSOLIDATED
SCHOOL DISTRICT 15**

Legal Requirements for Budget Adoption

- Tonight's presentation is the **FY25 Tentative Budget**.
- The Budget is our “roadmap” to meet the financial goals of the District and Board.
- It is a tentative outline, or plan, for each fiscal 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 Final Budget will be presented at the September 11, 2024 board meeting. School districts must adopt the final budget by September 30 of each year.
- The budget hearing will be conducted at the September 11, 2024 board meeting.
- The school board will vote on the budget after the hearing on September 11, 2024.



School District Fund Accounting

Operating Funds (Supports Day-to-Day Operations)

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

Other Funds

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



FY25 Budget Analysis

Finance Team

- Met with department heads to review three years of historical spend
- FY25 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)
- Of the approximately \$22M Federal Covid Relief grant funds received, only \$1M is left to expend in FY25



Revenue Assumptions

LOCAL REVENUES

- **Property Tax Revenue**
 - Increase of \$4.4M –5% CPI for 2022 levy & 5% CPI for 2023 levy
 - Operating funds—FY25 \$154M vs. FY24 \$149M
 - Tax levy 2024 will be based on the December 2023 CPI of 3.4%
- **PPRT (Illinois Personal Property Replacement Tax)**
 - Decrease of 8%—FY25 \$4.6M vs. FY24 \$5M
- **Interest Income**
 - Federal Funds rate continues to remain inflated
 - Increase of 36%—FY25 \$2.04M vs FY24 \$1.5K; does not include Fund 60 (received approximately \$3M in FY24)
- **Transfers**
 - \$180,000 from Education Fund to Debt Service Fund to cover copier lease principal and interest payments
 - \$3M from Transportation to Education Fund
 - \$5M from Operations & Maintenance to Capital Projects
 - \$3M from Operations & Maintenance to Debt Service for principal and interest on FY24 Debt Certificates \$40M issued in Fall '23



Revenue Assumptions (continued)

STATE REVENUES

- Evidence-Based Funding (EBF) budgeted at \$18,100,000—increase of \$240K
- Transportation Reimbursement kept flat at \$4.4M

FEDERAL REVENUES

- American Rescue Plan (ARP) ESSER III—No more funds!
 - Total allocation approximate amount—\$22M
 - Final year to utilize these funds
 - Expenditure deadline of September 30, 2024 - \$1M remaining in FY25
- Title Grants—FY25 \$2.8M vs FY24 \$2.3M
- Individuals with Disabilities Education Act (IDEA)—FY25 \$3.6M vs FY24 \$3.2M
- National School Lunch & Breakfast Programs—\$3.5M slight decrease
- Medicaid Reimbursement held flat—\$1.5M

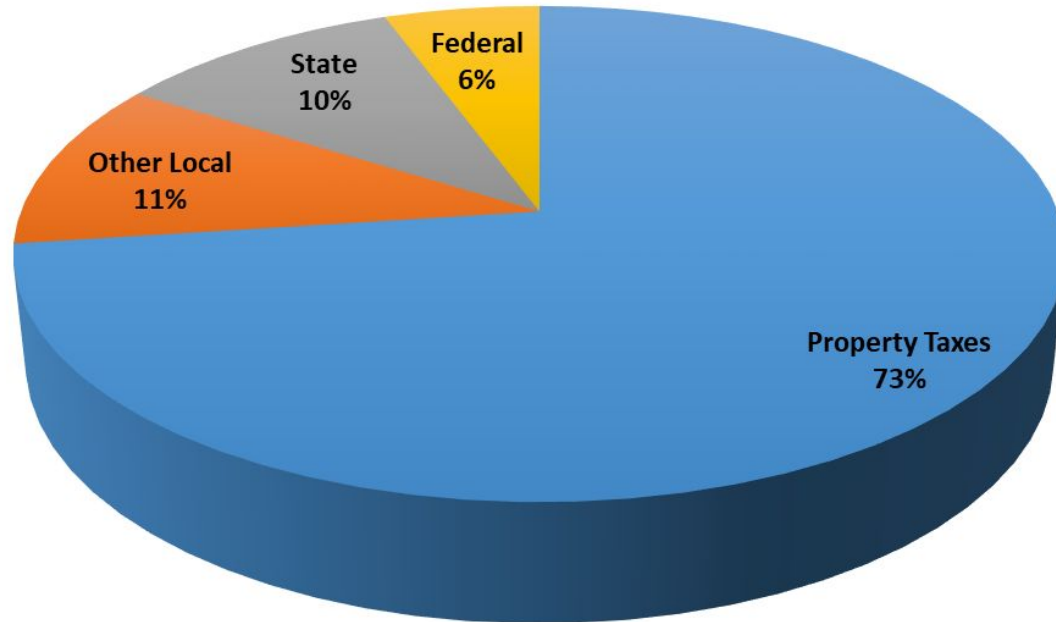


FY24 vs FY25 Budgeted Revenue

FUND	Adopted Revenue Budget FY24	Tentative Revenue Budget FY25	FY25 Increase/(Decrease) To FY24
Educational	159,734,313	165,149,339	5,415,026
Operations & Maintenance	21,437,317	22,878,360	1,441,043
Transportation	9,897,313	9,445,765	(451,548)
IMRF/Social Security	6,743,911	3,394,664	(3,349,247)
Working Cash	2,253	3,000	747
Tort	2,035,259	1,719,489	(315,770)
OPERATING FUNDS TOTAL	199,850,366	202,590,617	2,740,251
Debt Service	19,398,372	16,115,979	(3,282,393)
Capital Projects	90,040,000	20,750,000	(69,290,000)
Life Safety	2,816	250	(2,566)
ALL FUNDS TOTAL	309,291,554	239,456,846	(69,834,708)



FY25 Budgeted Revenue Operating Funds



Expenditure Assumptions

SALARIES BUDGETED PER UNION CONTRACTS

- Teachers (CTC)
 - FY25 1,065 FTE vs. FY24 1,020 FTE FY24
 - Total salaries of FY25 \$79,284,974 vs. FY24 \$72,987,140 (\$6.3 mil increase)
 - Increase in number of FTEs and 26 additional RIOP for FY28
 - Teacher Retirements:
 - FY25 30.00 FTE—\$4.28M retiring
 - FY24 10.00 FTE—\$1.29M retiring
- Therapists in Education (TIE)—4% salary increase
- Educational Service Personnel Association (ESPA)—5% salary increase
 - Increase to SpEd Program Assistant Stipends
- Service Employees International (SEIU)—2% salary increase
- Transportation (DTU)—4.25% (Aides) and 4% (Drivers) salary increase

EMPLOYEE BENEFIT INSURANCE PREMIUMS

- Health—10.47% premium increases (industry trend is between 5% and 7% cost projection growth)
- Dental—1.67% premium increase
- Vision—No Change



Expenditure Assumptions (continued)

PROPERTY & LIABILITY INSURANCE

- FY25—4.7% increase
- All total approximately \$1.8M

CURRICULUM PURCHASES

- Math—\$540K
- P.E.—\$350K (new middle school, additional middle school sports)
- Social Studies—\$350K (grade 6-8 adoption)

TECHNOLOGY

- Instructional Technology STEM materials—\$110K
- Library Resource Centers—\$280K
- Newline Panels—\$476K
- Kindergarten iPads—\$450K
- 6th grade Chromebooks—\$700K
- Staff Laptop Refresh—\$1.1M

OPERATIONS & MAINTENANCE FUND

- \$3.0M transfer to Debt Service Fund for principal & interest on \$40M of alternate bonds

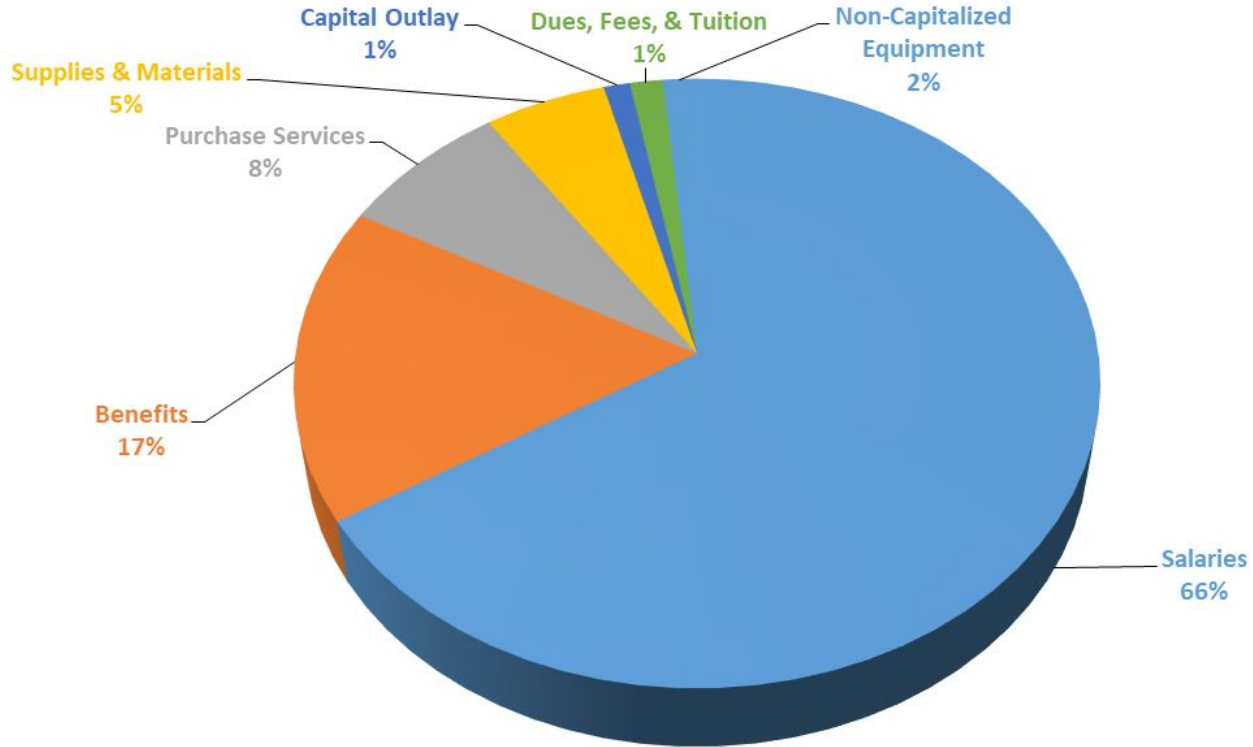


FY24 vs FY25 Budgeted Expenditures

FUND	Adopted Expenditure Budget FY24	Tentative Expenditure Budget FY25	FY25 Increase/(Decrease) To FY24
Educational	161,676,074	167,078,335	5,402,261
Operations & Maintenance	21,299,239	22,061,704	762,465
Transportation	12,173,285	12,337,772	164,487
IMRF/Social Security	5,863,937	5,322,580	(541,357)
Working Cash	-	-	-
Tort	1,705,000	1,785,000	80,000
OPERATING FUNDS TOTAL	202,717,535	208,585,391	5,867,856
Debt Service	16,776,654	15,679,094	(1,097,560)
Capital Projects	109,671,973	75,000,000	(34,671,973)
Life Safety	-	-	-
ALL FUNDS TOTAL	329,166,162	299,264,485	(29,901,677)



FY25 Expenditures Operating Funds



FY25 Tentative Budget

FUND	FY25 Revenue Budget	FY25 Expenditure Budget	FY25 Surplus/(Deficit)
Educational	165,149,339	167,078,335	(1,928,996)
Operations & Maintenance	22,878,360	22,061,704	816,656
Transportation	9,445,765	12,337,772	-
IMRF/Social Security	3,394,664	5,322,580	-
Working Cash	3,000	-	3,000
Tort	1,719,489	1,785,000	
OPERATING FUNDS TOTAL	202,590,617	208,585,391	(1,109,340)
Debt Service	16,115,979	15,679,094	436,885
Capital Projects	20,750,000	75,000,000	(54,250,000)
Life Safety	250	-	250
ALL FUNDS TOTAL	239,456,846	299,264,485	(54,922,205)



FY25 Tentative Operating Fund Balances

FUND	Unaudited Fund Balances 6/30/24	FY25 Tentative Budget Surplus/(Deficit)	FY25 budgeted use of fund balance	Estimated Fund Balances 6/30/25	Fund Balance as a % of Expenditures
Educational	46,690,559	(1,928,996)		44,761,563	
Operations & Maintenance	12,029,440	816,656		12,846,096	
Transportation	6,859,734		(2,892,007)	3,967,727	
IMRF/Social Security	5,172,608		(1,927,916)	3,244,692	
Working Cash	127,500	3,000		130,500	
Tort	1,332,786		(65,511)	1,267,275	
OPERATING FUNDS TOTAL	72,212,627	(1,109,340)	(4,885,434)	66,217,853	32%



M15F Construction Update

MOVING 15 FORWARD AND SUMMER 2024 PROJECTS

- 12 Construction Projects—On Time and On Budget!
 - PG, TJ, WRS, JA, WC, FCW, LS, PH, GMS, KH, WB and HR
- New Furniture purchases
 - M15F new kindergarten rooms
 - M15F new and renovated stem rooms
 - M15F new additional classrooms and newly renovated including new teacher work stations, student desks, mobile storage units
 - M15F middle schools common spaces
- Paving Projects—WC, GMS, HR, LS, CR (waiting on MWRD permit)
- Final 5 Libraries renovated—JA, LS, TJ, FCW, PH
- Playgrounds Improvements:
 - Complete new playground WC behind dual wing
 - CR - north of new
 - GMS—ADA accessible playground on south side of building
 - Partial playground improvements—JA, HR, LS, FCW



M15F Construction Update (continued)

MOVING 15 FORWARD AND SUMMER 2024 PROJECTS

- Additional projects completed or in progress in FY24:
 - LVT flooring and/or walk off carpet—CS, VL, WB
 - LED lighting and ceiling upgrades—CS, GMS, JA, LL, LS, MJ, PG, WB, WC, HR
 - Sidewalks improvements—FCW, JA, VL, LL
 - New Cafeteria tables—PG, WC (MPR), TJ, WRS, LS
 - Gym flooring—CS
 - Stem rooms flooring—CS, PG, WC, WRS
 - TJ main office and nurses office:
 - Carpet and LVT flooring
 - LED lighting
 - Circulation desk
 - VL electrostatic painted lockers in 5th grade wing
 - VL shed and Pre-K small play set
 - TJ exterior building fascia painted



5 Year Facility Plan Updated

Category	FY 23 (6/30/23)	FY 24 (6/30/24)	FY 25 (6/30/25)	FY 26 (6/30/26)	FY 27 (6/30/27)
ASPHALT	\$ 937,914	\$ 309,930	\$ 1,683,315	\$ 1,074,337	\$ 719,268
CONCRETE	\$ 38,108	\$ -	\$ 480,000	\$ 757,480	\$ -
PLAYGROUNDS	\$ 45,000	\$ 96,264	\$ 1,023,444	\$ 75,000	\$ -
ROOFS	\$ 43,000	\$ -	\$ -	\$ 7,678,914	\$ 513,825
AREA LIGHTING	\$ -	\$ -	\$ -	\$ -	\$ -
FLOORING	\$ 298,850	\$ 552,413	\$ 674,250	\$ 680,000	\$ 1,317,377
CEILING	\$ -	\$ 70,000	\$ -	\$ 9,672	\$ 710,104
CASEWORK	\$ -	\$ -	\$ -	\$ 601,680	\$ 871,471
GYMS	\$ 48,350	\$ 7,043	\$ 158,168	\$ 492,222	\$ 1,545,159
CAFES	\$ 7,700	\$ 35,000	\$ 311,016	\$ 183,115	\$ 787,878
LRCs	\$ 641,600	\$ 328,160	\$ 718,548	\$ -	\$ -
SECURITY CAMERAS	\$ -	\$ 3,708,308	\$ -	\$ -	\$ -
GENERATOR	\$ -	\$ -	\$ -	\$ -	\$ -
LED	\$ 5,288	\$ 298,489	\$ -	\$ -	\$ 338,469
FURNITURE	\$ -	\$ -	\$ 100,974	\$ -	\$ -
Cafeteria Tables	\$ -	\$ 93,543	\$ 376,738	\$ -	\$ -
New Kindergarten Classrooms	\$ -	\$ -	\$ 644,073	\$ -	\$ -

5 Year Facility Plan Updated

Category	FY 23 (6/30/23)	FY 24 (6/30/24)	FY 25 (6/30/25)	FY 26 (6/30/26)	FY 27 (6/30/27)
New Classrooms (Non-K)	\$	\$	\$ 1,520,891	\$	\$
STEM/Art Rooms	\$	\$	\$ 791,889	\$	\$
Existing Kindergarten Classrooms	\$	\$	\$	\$	\$
Remaining 6th Grade Classrooms	\$	\$	\$	\$	\$
CUBBIES/LOCKERS	\$	\$	\$ 25,446	\$ 961,322	\$
HVAC	\$ 2,794,825	\$	\$ 195,515	\$ 16,929,721	\$ 9,477,443
PLUMBING	\$	\$	\$	\$	\$ 412,060
Level 2	\$	\$	\$	\$	\$
Level 3	\$	\$	\$	\$	\$
Doors/ Windows/ Masonry/ Exterior Envelope	\$	\$	\$	\$	\$
ADA	\$	\$	\$	\$ 1,625,737	\$
TRACKS	\$ 11,705	\$ 132,270	\$	\$ 110,381	\$
5 Year Facility Overall Total By Year	\$ 4,872,339	\$ 5,631,419	\$ 8,704,267	\$ 31,179,583	\$ 16,693,052
5 Year Facility Plan FY23		\$ 4,872,339			
5 Year Facility Plan FY24		\$ 5,631,419			
M15F New Additions/Reno/Site Total		\$ 116,720,371			
5 Year Facility Plan FY25 (Summer 2024)		\$ 8,704,267			
TOTAL CONSTRUCTION OVER 3 YEARS		\$ 135,928,396			

FY25 Tentative Budget Presentation



What
questions
do you
have?

