

Fiscal 23 Budget Amendment: May 15, 2023

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Assistant Superintendent
Business Services



**ROUND LAKE
AREA SCHOOLS**

Community Unit School District #116

Fiscal 23 Budget Amendment Process

- ✓ School District is required to have the amended budget on display for 30 days prior to adoption.
- ✓ Amended Budget will be placed on display beginning Tuesday, May 16, 2023.
- ✓ Pending Board approval, a public hearing date of Monday, June 26, 2023, at 6:55 p.m. will be set and held.
- ✓ Legal notice will be published in the Chicago Tribune Lake County News-Sun

Amended Budget Process Continued

- ✓ Final Budget must be Board of Education approved by June 30, 2023.
- ✓ Final Budget must be submitted to the Regional Office of Education within 30 days of Board of Education approval.
- ✓ Final Budget must also be submitted to the Illinois State Board of Education as well, within 30 days of Board of Education approval.

Why amend the budget?

Fund(s) that exceed more than 10% of the Board of Education approved value will require an amendment.

(23) Illinois Administrative Code, Part 100

FY23 Budget Rebalancing- Revenue and Expenditures

COMPARISON ORIGINAL BUDGET VS. AMENDED BUDGET

	FUND 10	FUND 20	FUND 30	FUND 40	FUND 50	FUND 60	FUND 70	FUND 80	FUND 90	TOTAL
ORIGINAL BUDGET REVENUE 9.22	\$ 107,620,216.00	\$ 7,400,700.00	\$ 5,106,031.00	\$ 6,804,800.00	\$ 3,813,668.00	\$ -	\$ 235,000.00	\$ 1,335,000.00	\$ 303,945.00	\$ 132,619,360.00
AMENDED BUDGET REVENUE 5.23	\$ 102,620,216.00	\$ 7,400,700.00	\$ 5,106,031.00	\$ 6,804,800.00	\$ 3,813,668.00	\$ 5,000,000.00	\$ 235,000.00	\$ 1,335,000.00	\$ 303,945.00	\$ 132,619,360.00
DIFFERENCE AMENDED BUDGET REVENUE MINUS ORIGINAL BUDGET REVENUE	\$ (5,000,000.00)	\$ -	\$ -	\$ -	\$ -	\$ 5,000,000.00	\$ -	\$ -	\$ -	\$ -
	FUND 10	FUND 20	FUND 30	FUND 40	FUND 50	FUND 60	FUND 70	FUND 80	FUND 90	TOTAL
ORIGINAL BUDGET EXPENDITURES 9.22	\$ 106,122,999.00	\$ 6,808,043.00	\$ 5,106,356.00	\$ 6,446,786.00	\$ 3,322,776.00	\$ 800,000.00	\$ -	\$ 1,139,935.00	\$ 300,000.00	\$ 130,046,895.00
AMENDED BUDGET EXPENDITURES 5.23	\$ 99,207,999.00	\$ 7,558,043.00	\$ 6,371,356.00	\$ 7,246,786.00	\$ 3,322,776.00	\$ 4,800,000.00	\$ -	\$ 1,239,935.00	\$ 300,000.00	\$ 130,046,895.00
DIFFERENCE AMENDED BUDGET EXPENDITURES MINUS ORIGINAL BUDGET EXPENDITURES	\$ (6,915,000.00)	\$ 750,000.00	\$ 1,265,000.00	\$ 800,000.00	\$ -	\$ 4,000,000.00	\$ -	\$ 100,000.00	\$ -	\$ -

DEFICIT BUDGET SUMMARY INFORMATION - Operating Funds Only (School Districts Only)

Description	EDUCATIONAL FUND (10)	OPERATIONS & MAINTENANCE FUND (20)	TRANSPORTATION FUND (40)	WORKING CASH FUND (70)	TOTAL
Direct Revenues	102,620,216	7,400,700	6,804,800	235,000	117,060,716
Direct Expenditures	99,207,999	7,558,043	7,246,786		114,012,828
Difference	3,412,217	(157,343)	(441,986)	235,000	3,047,888
Estimated Fund Balance - June 30, 2023	37,837,861	1,292,996	3,997,573	1,099,206	44,227,636

Balanced budget; no Deficit Reduction Plan is required.

A deficit reduction plan is required if the local board of education adopts (or amends) the 2022 school district budget in which the "operating listed above result in direct revenues (line 9, BudgetSum 2-4) being less than direct expenditures (line 19, BudgetSum 2-4) by an amount equal to or greater than one-third (1/3) of the ending fund balance (line 81, BudgetSum 2-4).

Note: *The balance is determined using only the four funds listed above. That is, if the estimated ending fund balance is less than three times the deficit spending, the district must adopt and file with ISBE a deficit reduction plan to balance the shortfall within three years.*

Per School Code (105 ILCS 5/17-1) - If the Deficit AFR Summary Information tab from the 2021- Annual Financial Report (AFR) reflects a deficit as defined above, then the school district shall adopt and submit a deficit reduction plan (found here on page 23-27) to ISBE within 30 days after acceptance of the AFR.

The deficit reduction plan, if required, is developed using ISBE guidelines and format.

Budget Item References	Message
Deficit Reduction Plan (DefReductPlan 23-27 tab)	
Is Deficit Reduction Plan Required? (Joint Agreements do not complete Deficit Reduction Plan.)	Deficit Reduction Plan is not required
If required, is Deficit Reduction Plan completed? (DefReductPlan 23-27 tab)	
Cover Page (Cover tab)	
District Name must be selected from drop-down. (Cell H13) (Do not type full district name manually.)	OK
Accounting Basis must be selected on Cover sheet.	OK
Dates (Day, Month, Year) must be input on Cover sheet.	OK
Board Names must be typed on Cover sheet.	OK
Budget Summary: Other Sources (BudgetSum 2-4 tab - Acct 7000) must equal Other Uses (BudgetSum 2-4 tab - Acct 8000).	
Estimated Beginning Fund Balance July, 1 2022 for all Funds (Cells C3 - K3) (Line must have a number or zero. Do not leave blank.)	OK
Estimated Activity Fund Beginning Fund Balance July, 1 2022 (Cell C83) (Cell must have a number or zero. Do not leave blank.)	OK
Transfer Among Funds (Funds 10, 20, 40 - Acct 7130 - Cells C29, D29, F29), must equal (Funds 10, 20 & 40 - Acct 8130 - Cells C52, D52, F52).	OK
Transfer of Interest (Funds 10 thru 90 - Acct 7140 - Cells C30:K30), must equal (Funds 10 thru 60, & 80 - Acct 8140 - Cells C53:H53, J53).	OK
Transfer to Debt Service to Pay Principal on GASB 87 Leases (Fund 30 - Acct 7400 - Cell E39) must equal (Funds 10, 20 & 60 - Acct 8400 Cells C57:H60).	OK
Transfer to Debt Service to Pay Interest on GASB 87 Leases (Fund 30 - Acct 7500 - Cell E40) must equal (Funds 10, 20 & 60 - Acct 8500 - Cells C61:H64).	OK
Transfer to Debt Service Fund to Pay Principal on Revenue Bonds (Fund 30 - Acct 7600 - Cell E41) must equal (Funds 10 & 20 - Acct 8600 - Cells C65:D68).	OK
Transfer to Debt Service to Pay Interest on Revenue Bonds (Fund 30 - Acct 7700 - Cell E42) must equal (Funds 10 & 20 - Acct 8700 - Cells C69:D72).	OK
Transfer to Capital Projects Fund (Fund 60 - Acct 7800 - Cell H43) must equal (Fund 10 & 20, Acct 8800 - Cells C73:D76).	OK
Summary of Cash Transactions: Beginning Cash Balance on Hand July 1, 2022 (CashSum 5 tab, All Funds) cannot be negative.	
Educational (Fund 10 - Cell C3)	OK
Operations & Maintenance (Fund 20 - Cell D3)	OK
Debt Service (Fund 30 - Cell E3)	OK
Transportation (Fund 40 - Cell F3)	OK
Municipal Retirement/Social Security (Fund 50 - Cell G3)	OK
Capital Projects (Fund 60 - Cell H3)	OK
Working Cash (Fund 70 - Cell I3)	OK
Tort (Fund 80 - Cell J3)	OK
Fire Prevention & Safety (Fund 90 - Cell K3)	OK
Activity Funds (Cell C23)	OK
Summary of Cash Transactions: Ending Cash Balance on Hand June 30, 2023 (CashSum 5 tab - All Funds) cannot be negative.	
Educational (Fund 10 - Cell C21)	OK
Operations & Maintenance (Fund 20 - Cell D21)	OK
Debt Service (Fund 30 - Cell E21)	OK
Transportation (Fund 40 - Cell F21)	OK
Municipal Retirement/Social Security (Fund 50 - Cell G21)	OK
Capital Projects (Fund 60 - Cell H21)	OK
Working Cash (Fund 70 - Cell I21)	OK
Tort (Fund 80 - Cell J21)	OK
Fire Prevention & Safety (Fund 90 - Cell K21)	OK
Summary of Cash Transactions: Other Receipts (CashSum 5 tab) must equal Other Disbursements (CashSum 5 tab).	
Interfund Loans Payable (Funds 10:60, 80, 90 - Acct 411 - Cells C6:H6, J6:K6) must equal Interfund Loans Receivable (Funds 10:20, 40, 70 - Acct 141 - Cells C15:D15, F15, I15).	OK
Interfund Loans Receivable (Funds 10, 20, 40, 70 - Acct 141 - Cells C7:D7, F7, I7) must equal Interfund Loans Payable (Funds 10:60, 80, 90 - Acct 411 - Cells C16:H16, J16, K16).	OK
Estimated Revenue (EstRev 6-11 tab)	
Amounts must be input for revenue.	OK
Estimated Expenditures (EstExp 12-20 tab)	
Amounts must be input for expenditures.	OK
Itemization Notes: Revenues/Expenditures reported that require note on Itemize 21 tab.	
Include brief note(s) describing revenue source/expenditure use.	OK

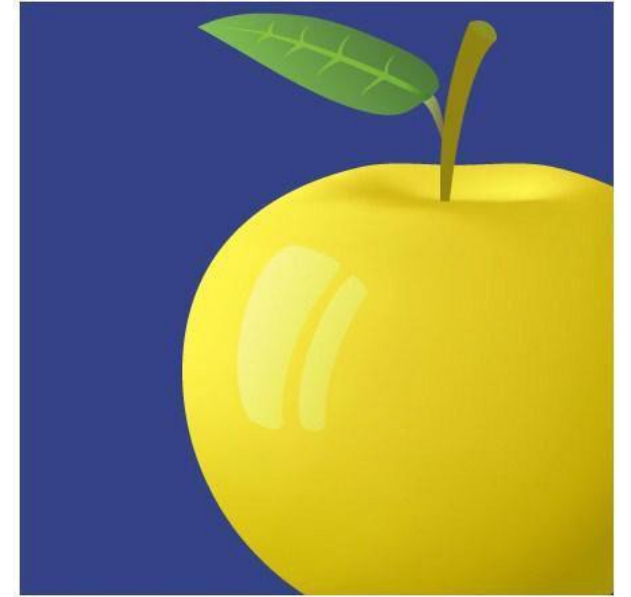
How does this happen?

- ❑ The budget is an estimate of revenues, expenditures and other sources.
- ❑ Round Lake Area School District received additional grant funds and as a result expended those funds.
- ❑ The District received grant funds as revenue in Fund 10. Expenses, directly linked to these grants, were utilized in other Funds.

Fiscal 23 Amended Budget Summary

- ✓ Expenditures overall do not exceed Revenue
- ✓ Continue to monitor financial climate
- ✓ Maintain fiscal purchasing and spending prudence
- ✓ Adhere to Round Lake Area School District #116 Board Policy
- ✓ Recommending a BALANCED Fiscal 23 AMENDED BUDGET

Questions?



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