



FY 2022 Budget Presentation

August 23, 2021

Budget Alignment to Strategic Plan

U46 STRATEGIC PLAN



Financial Operations

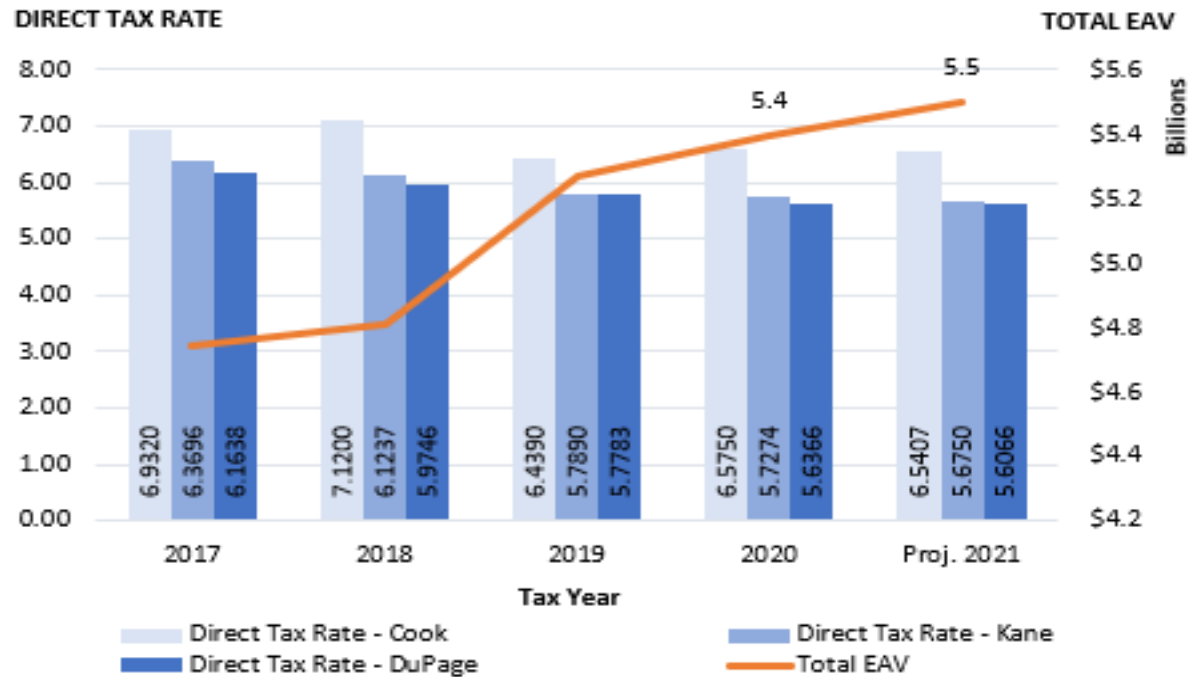
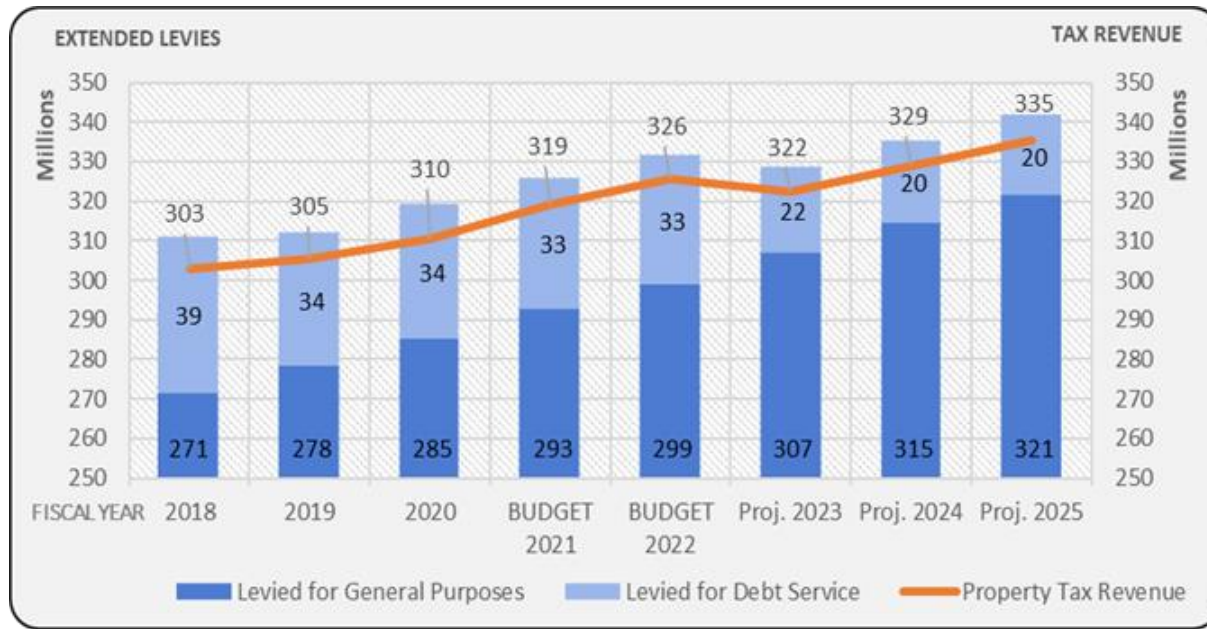
Strategic Plan Alignment

For the past five years, the budget document has met the requirements of the Association of School Business Officials Meritorious Budget Award (MBA).

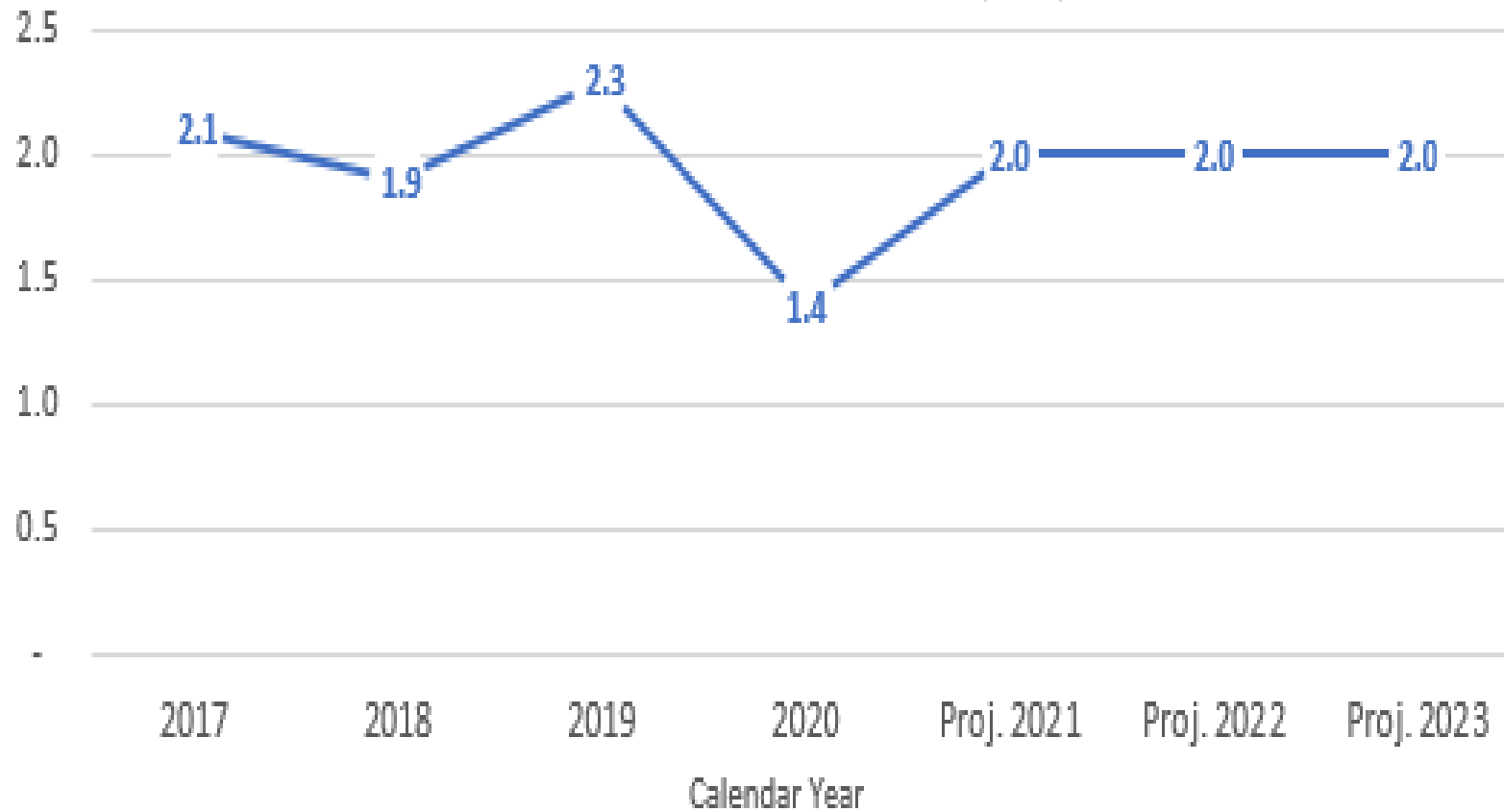
- The MBA recognizes excellence in school budget presentation and helps promote the following:
 - Skills in developing and analyzing an effective budget;
 - Communication between departments to develop long-term and short-term strategies;
 - Clear budget guidelines; and,
 - Confidence building in our community with a reader-friendly budget.

Local Revenue Outlook

- Property tax revenue can grow at the rate of inflation (CPI) plus revenue from new construction. For FY 2022, property tax revenue is projected to increase by \$5.4 million.
- The 2021 tax year levy amount will be determined in December. The total tax abatement will be \$9.6 million, same as FY 2021.
- The Consumer Price Index has increased 1.4% and 2.3% for the past two years.

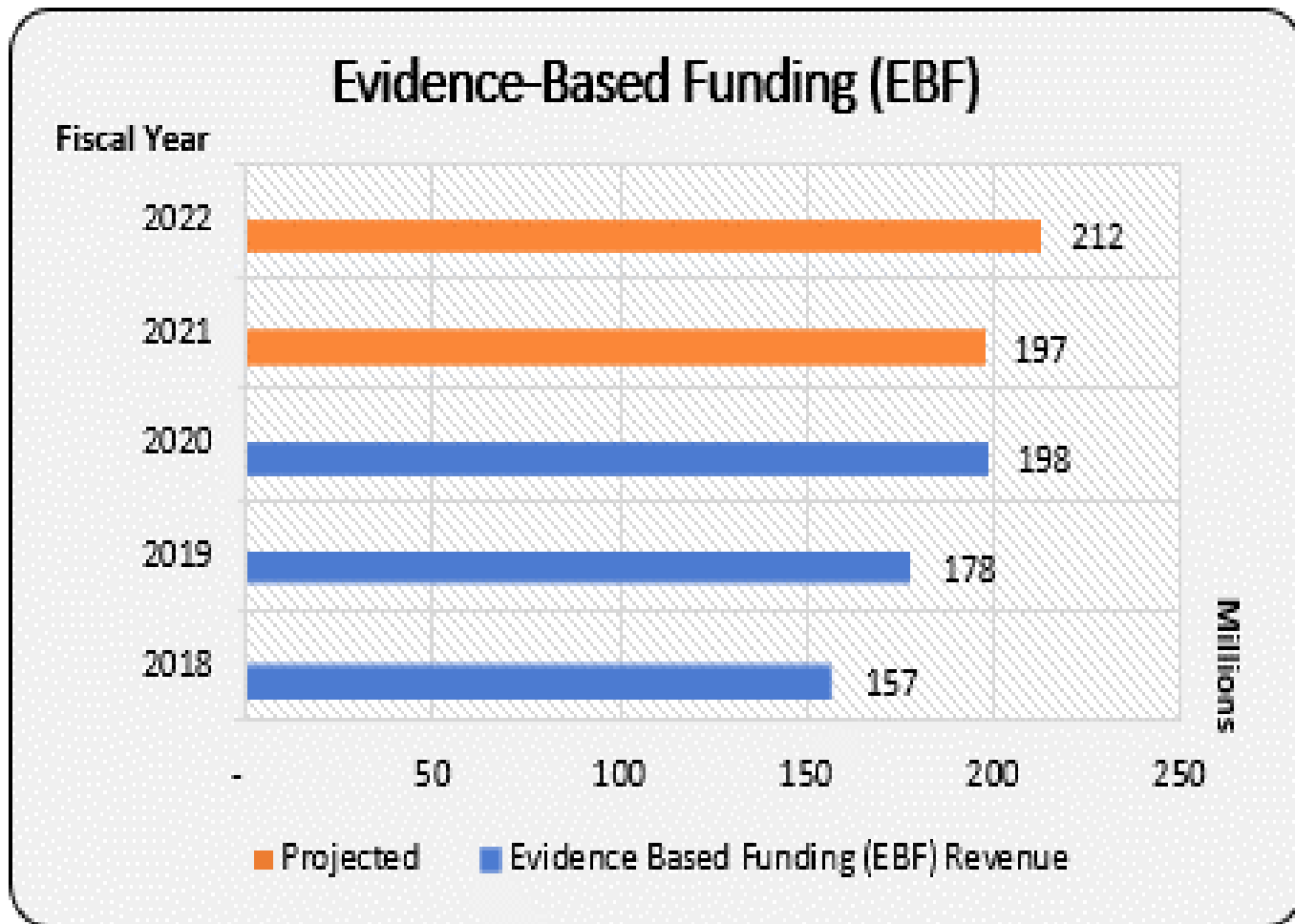


CONSUMER PRICE INDEX (CPI)

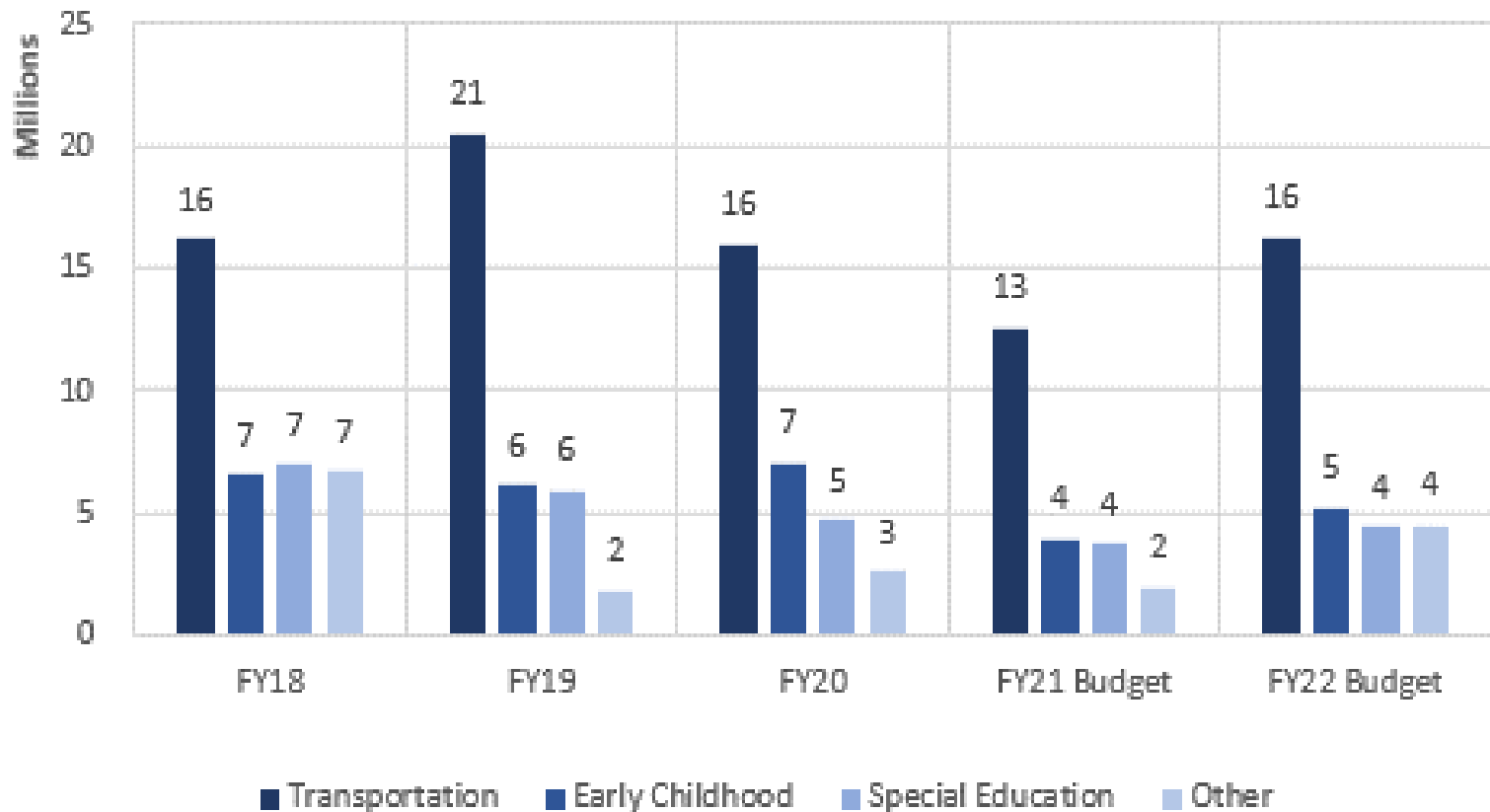


State Revenue Outlook

- Evidence Based Funding (EBF), estimating a \$15 million increase, for a total of \$212.3 million.
- This is the fifth year of the EBF formula, and we have received increased funding in four of the five years. We are now at 61% of adequacy.
- Categorical funding - we anticipate four quarterly payments for a total of \$30.4 million.



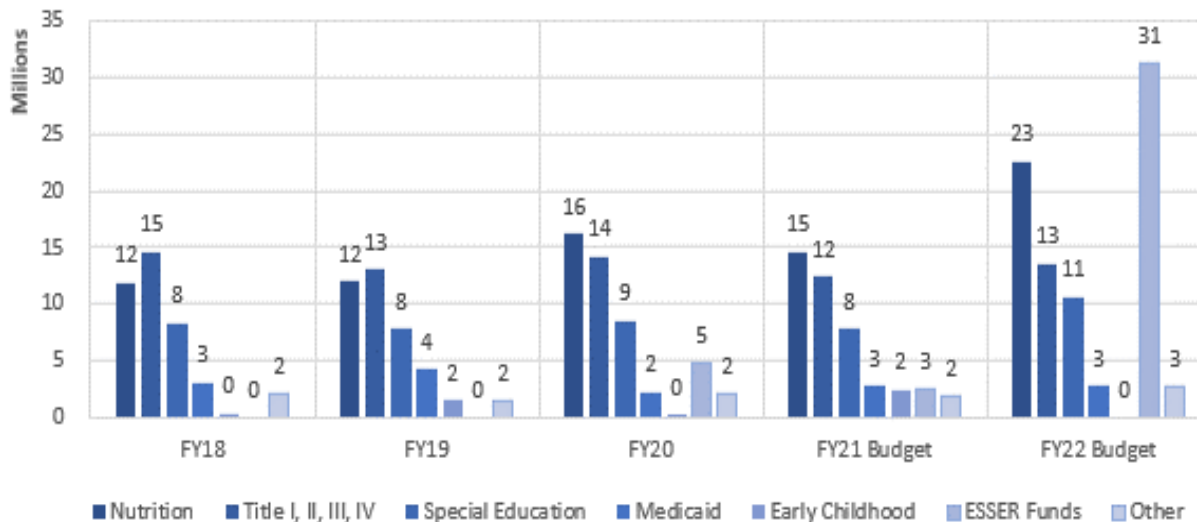
Categorical Reimbursements



Federal Revenue Outlook

- Federal revenue is projected to be \$83.4 million, an increase of \$39 million.
- ESSER funding of \$31.2 million.
- Food and Nutrition reimbursements, an increase by \$8 million.

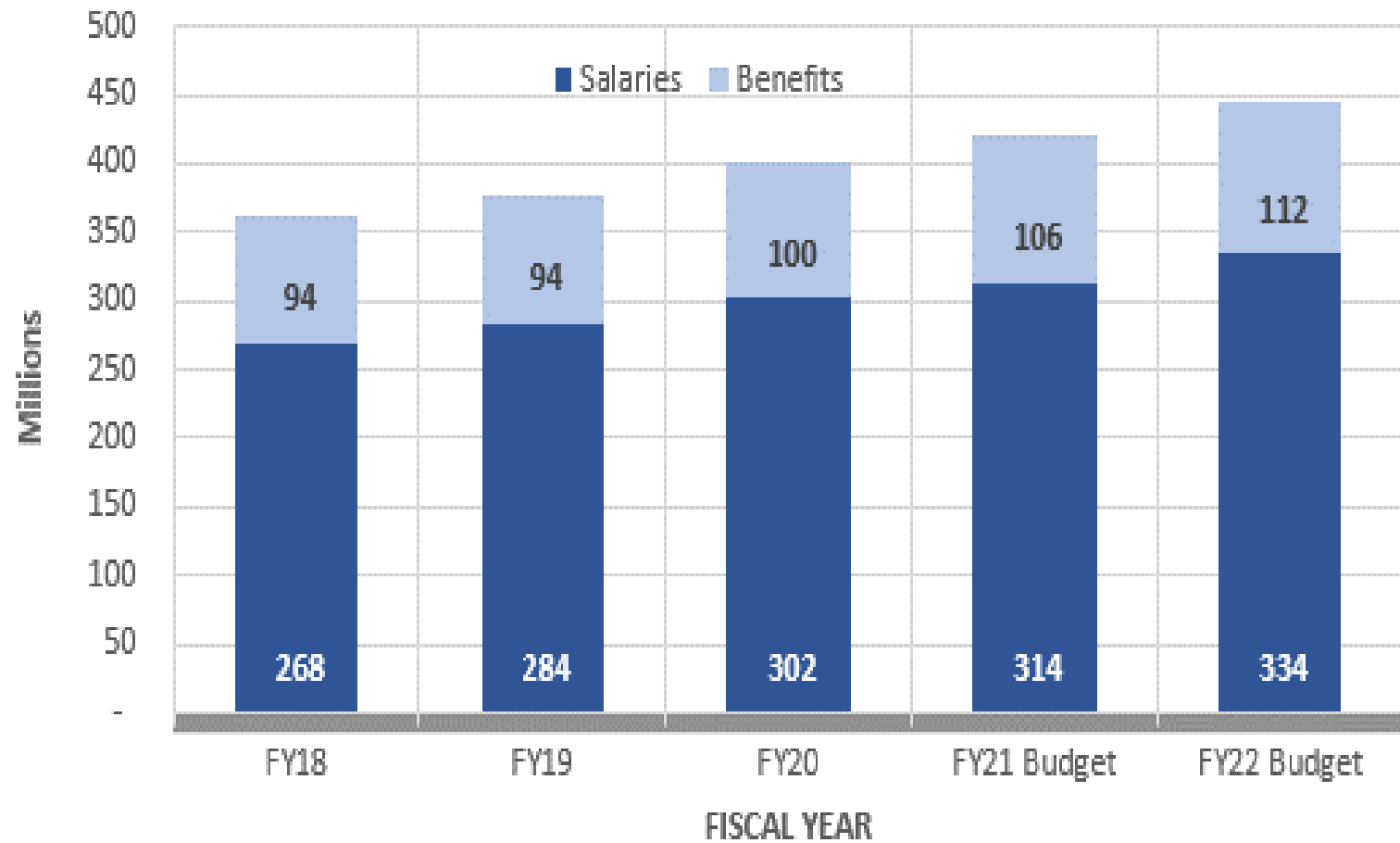
Federal Reimbursements



FY 2022 Expenditure Outlook

- Salary expenditures – Increases for contractual agreements. Increase over prior year for additional summer and after school programs.
- Employee benefits – Includes a 5% increase for health insurance.

SALARIES AND BENEFITS

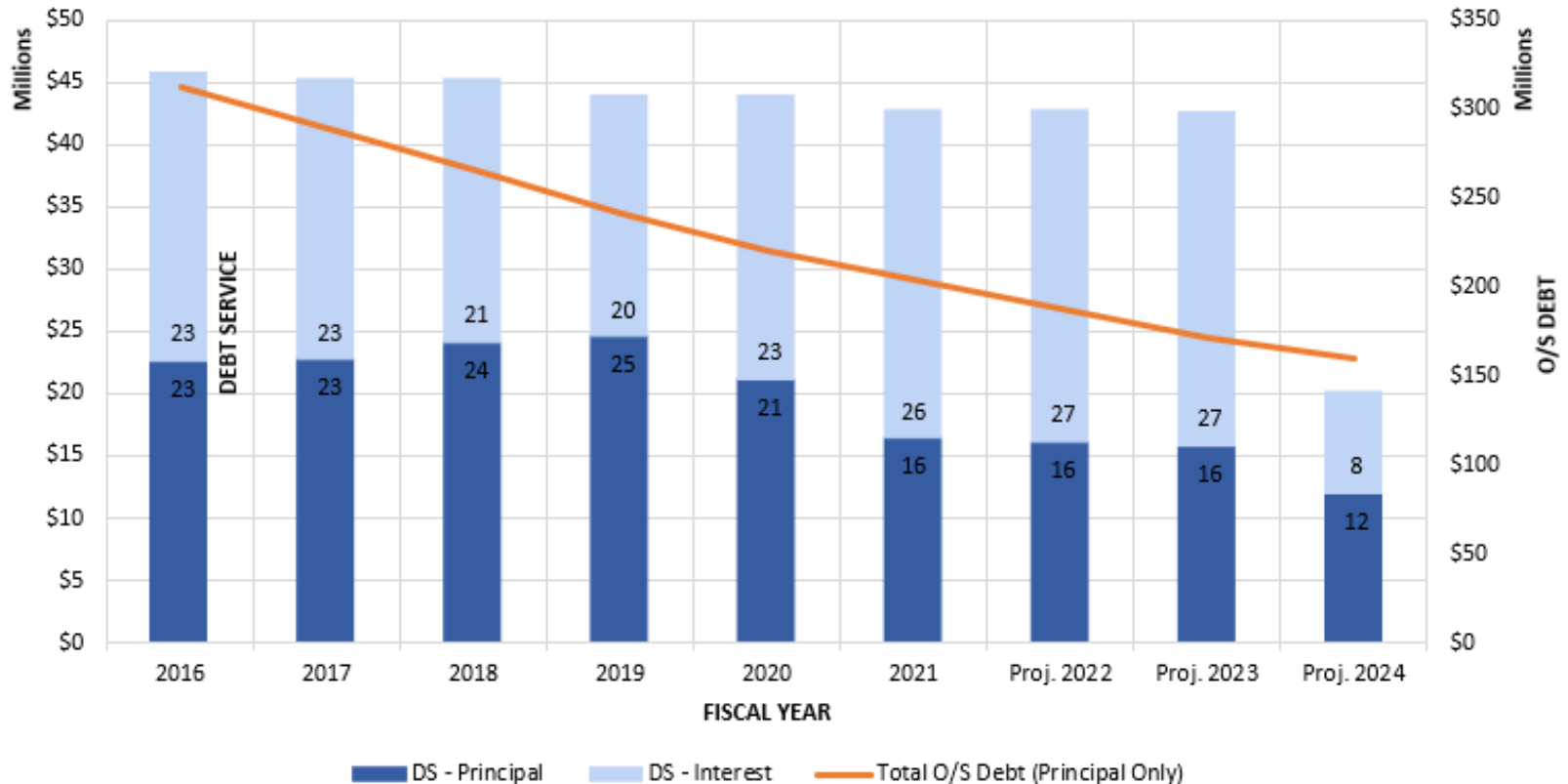


FY 2022 Expenditure Outlook

- \$42.8 million for bond principal and interest.
- \$37.0 million for building capital projects.
- \$31.2 million from the ESSER funds, for classroom technology, summer programs, after school programs, and our partnership with Learning Sciences International including the creation and support for five schools of Rigor and Equity.

FY 2022 Debt Management

Outstanding Debt / Debt Service Payments



Principal reduction of \$133.4 million since the 2015 debt issuance.

ESSER Spending Plan (in Millions)

| Description | FY22 | FY23 | FY24 | FY25 | Total |
|---|-------------|-------------|-------------|-------------|--------------|
| Classroom Technology Equipment | 11.1 | 2.4 | 2.4 | 2.4 | 18.3 |
| Waiver of Instructional Materials Fees | 2.7 | 2.7 | 2.7 | 2.7 | 10.8 |
| Elementary School Supplies | 0.7 | 1.0 | 1.0 | 1.0 | 3.7 |
| Summer Programs - Community Partners | 2.6 | 2.8 | 3.0 | 3.2 | 11.6 |
| Summer Programs - Internal Staff | 2.3 | 4.8 | 4.8 | 4.8 | 16.7 |
| After School Programs | 3.0 | 6.0 | 9.0 | | 18.0 |
| Learning Sciences International - Districtwide Initiative U-46 Rising | 4.5 | 4.5 | 5.0 | | 14.0 |
| Teacher FTE for Schools for Rigor and Equity | 1.5 | 3.0 | 4.5 | | 9.0 |
| Indirect Costs | 2.8 | 2.5 | 3.2 | 1.4 | 9.9 |
| Totals | 31.2 | 29.7 | 35.6 | 15.5 | 112.0 |

Revenue and Expenditures – All Funds

| All Funds | <u>FY 2021 Final Budget</u> | <u>FY 2022 Tent Budget</u> | <u>FY 2022 Final Budget</u> | <u>Change from Tent Budget</u> |
|-----------------------------------|---------------------------------|--------------------------------|---------------------------------|------------------------------------|
| Revenue | | | | |
| Taxes | \$319,121,716 | \$324,557,957 | \$324,557,957 | \$0 |
| Local Revenue | \$19,897,454 | \$14,422,454 | \$11,622,454 | -\$2,800,000 |
| Evidence Based Funding | \$197,000,000 | \$195,325,000 | \$212,325,000 | \$17,000,000 |
| Categoricals | \$22,057,326 | \$30,409,770 | \$30,409,770 | \$0 |
| Federal Aid | \$44,354,421 | \$83,378,749 | \$83,378,749 | \$0 |
| Other Revenue | \$0 | \$0 | \$0 | \$0 |
| Total Revenue | \$602,430,917 | \$648,093,930 | \$662,293,930 | \$14,200,000 |
| Expenditures | | | | |
| Salaries | \$313,724,607 | \$328,731,742 | \$334,120,486 | \$5,388,744 |
| Employee Benefits | \$106,424,372 | \$109,932,103 | \$111,582,157 | \$1,650,054 |
| Purchased Services | \$42,820,598 | \$56,513,199 | \$57,113,199 | \$600,000 |
| Supplies and Materials | \$43,238,099 | \$42,731,652 | \$45,731,652 | \$3,000,000 |
| Capital Outlay | \$26,228,238 | \$35,137,016 | \$40,437,016 | \$5,300,000 |
| Other Expenditures | \$61,049,684 | \$60,690,157 | \$57,890,157 | -\$2,800,000 |
| Non-Cap Equip | \$5,978,039 | \$12,726,025 | \$13,931,025 | \$1,205,000 |
| Total Expenditures | \$599,463,637 | \$646,461,894 | \$660,805,692 | \$14,343,798 |
| | | | | |
| Net Change in Fund Balance | \$2,967,280 | \$1,632,036 | \$1,488,238 | -\$143,798 |

Revenue and Expenditures – All Funds

| | Revenues | Expenditures | Other Sources (Uses) | Net Increase (Decrease) |
|--|----------------------|----------------------|-------------------------|----------------------------|
| Operating Funds: | | | | |
| Educational Fund | \$502,793,324 | \$504,782,459 | \$0 | (\$1,989,135) |
| Operations & Maintenance Fund | \$72,027,217 | \$68,714,049 | \$0 | \$3,313,168 |
| Transportation Fund | \$26,517,692 | \$25,834,322 | \$0 | \$683,370 |
| Total Operating Funds | \$601,338,233 | \$599,330,830 | \$0 | \$2,007,403 |
| Special Revenue Funds: | | | | |
| Tort Immunity & Judgment Fund | \$5,337,661 | \$5,149,293 | \$0 | \$188,368 |
| IMRF/Social Security Fund | \$17,137,824 | \$17,097,993 | \$0 | \$39,831 |
| Working Cash Fund | \$500,000 | \$500,000 | \$0 | \$0 |
| Debt Service Fund: | | | | |
| Debt Service Fund | \$32,851,039 | \$32,677,576 | \$0 | \$173,463 |
| Total All Funds Except Capital Projects Funds | \$657,164,757 | \$654,755,692 | \$0 | \$2,409,065 |
| Capital Projects Funds: | | | | |
| Fire Prevention & Safety Fund | \$4,829,173 | \$4,750,000 | \$0 | \$79,173 |
| Capital Projects Fund | \$0 | \$0 | \$0 | \$0 |
| Developers Fees Fund | \$300,000 | \$1,300,000 | \$0 | (\$1,000,000) |
| Total All Funds | \$662,293,930 | \$660,805,692 | \$0 | \$1,488,238 |

Next Steps

- Public Hearing on the FY 2022 Budget on September 13, 2021.
- Receive estimated final fund balances for FY 2021.
- Final adoption of the Budget on September 27, 2021.