



Township High School District 113 2019-2020 (FY20) Tentative Budget

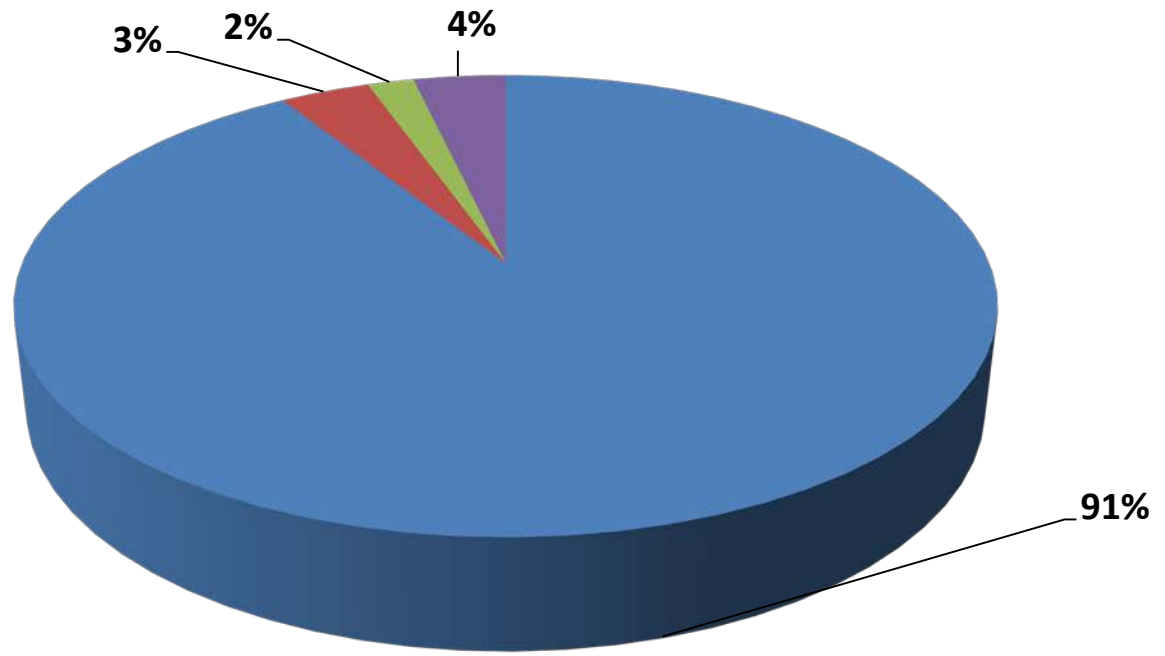
July 8, 2019

Prepared by: Ali Mehanti





Typical Sources of Revenues – All Funds



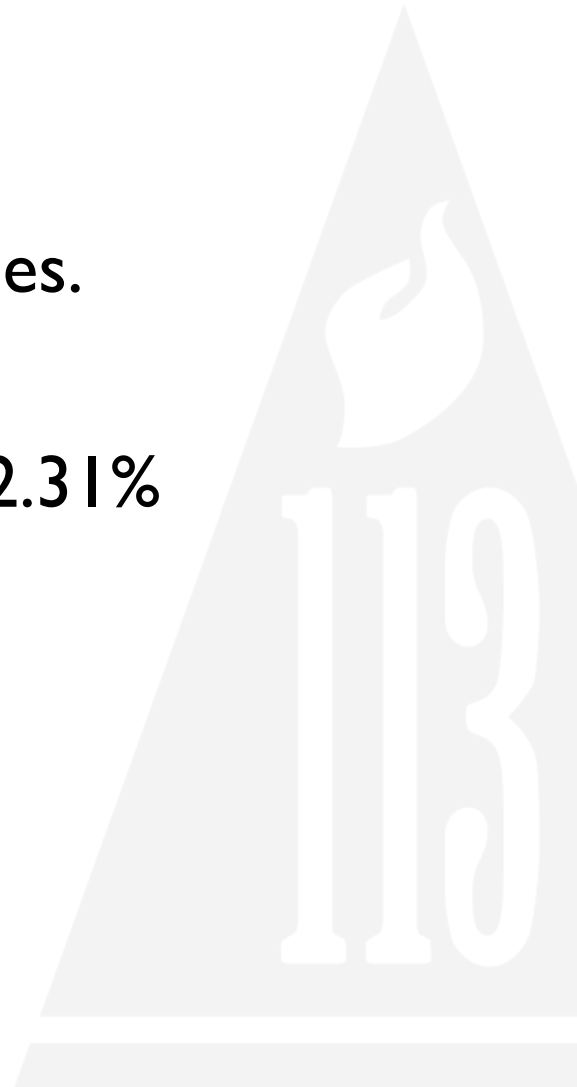
	PROPERTY TAXES	STATE	FEDERAL	OTHER LOCAL
FY20	91%	3%	2%	4%





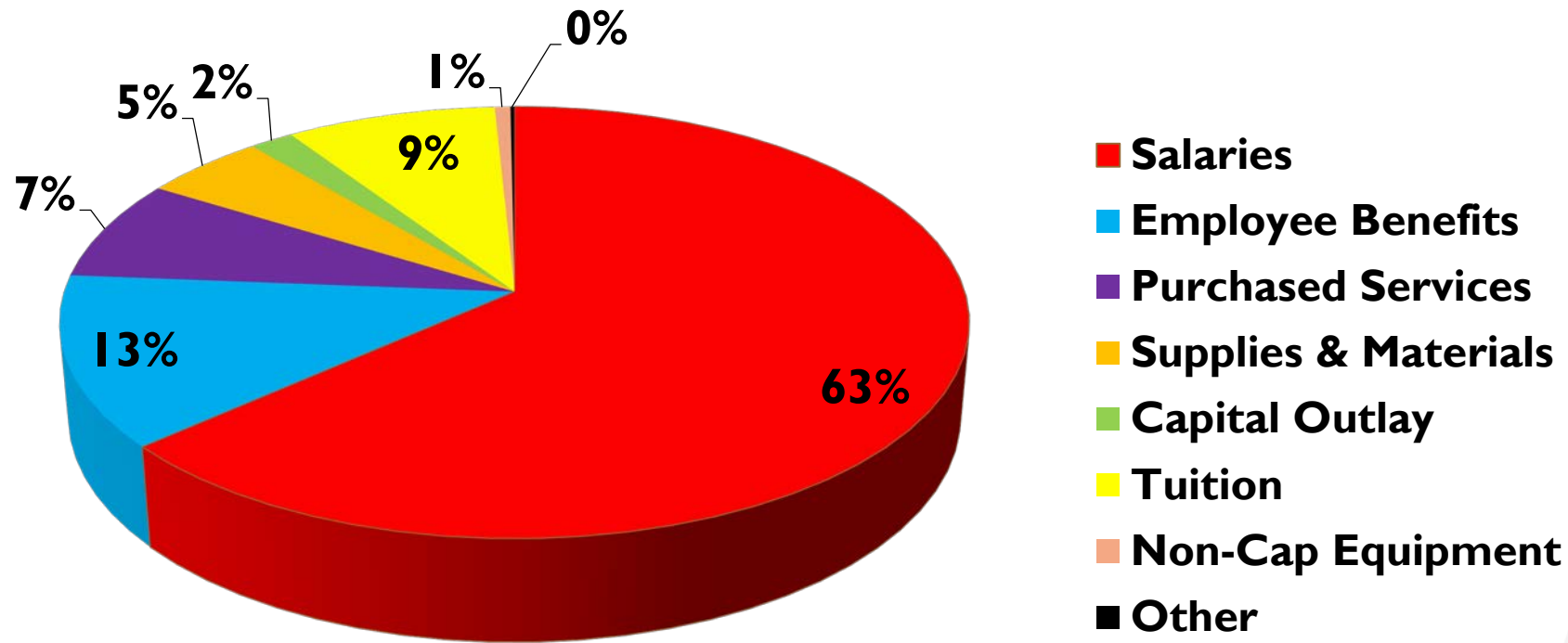
Summary of Revenues

- CPI – 2.1%
- State revenue is projected to stay flat
- Reduction in Medicaid and IDEA Room and Board revenues.
- Projected budget increase of 20% in Investments Earnings
- Total Revenues for all funds are projected to increase by 2.31%
- Local taxes are projected to increase by 2.67%
- Total estimated new tax revenue in FY20 is \$2.3 million

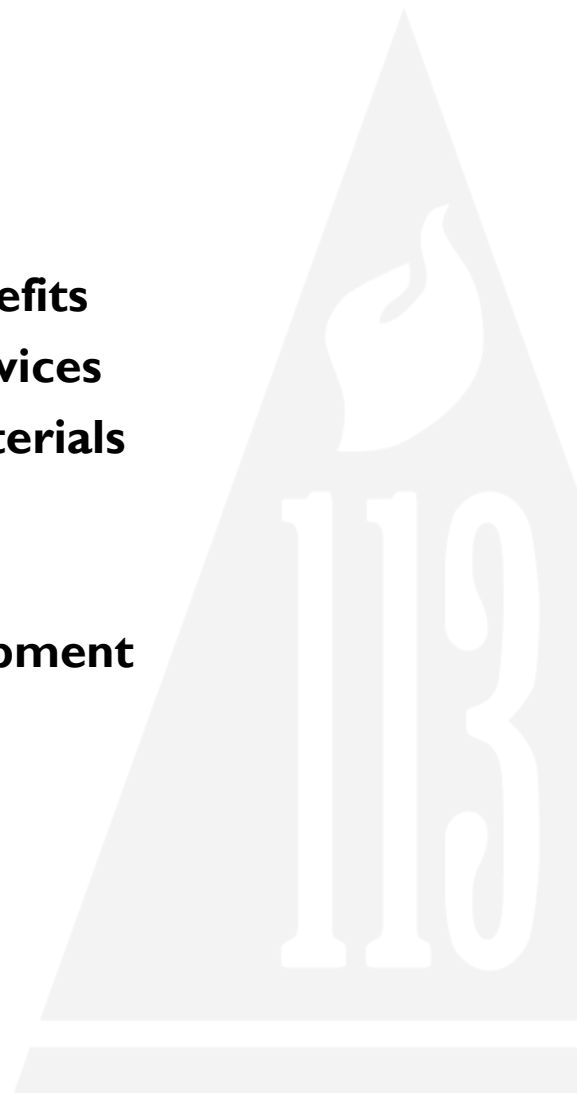




Typical Sources of Expenditures - Operating Funds

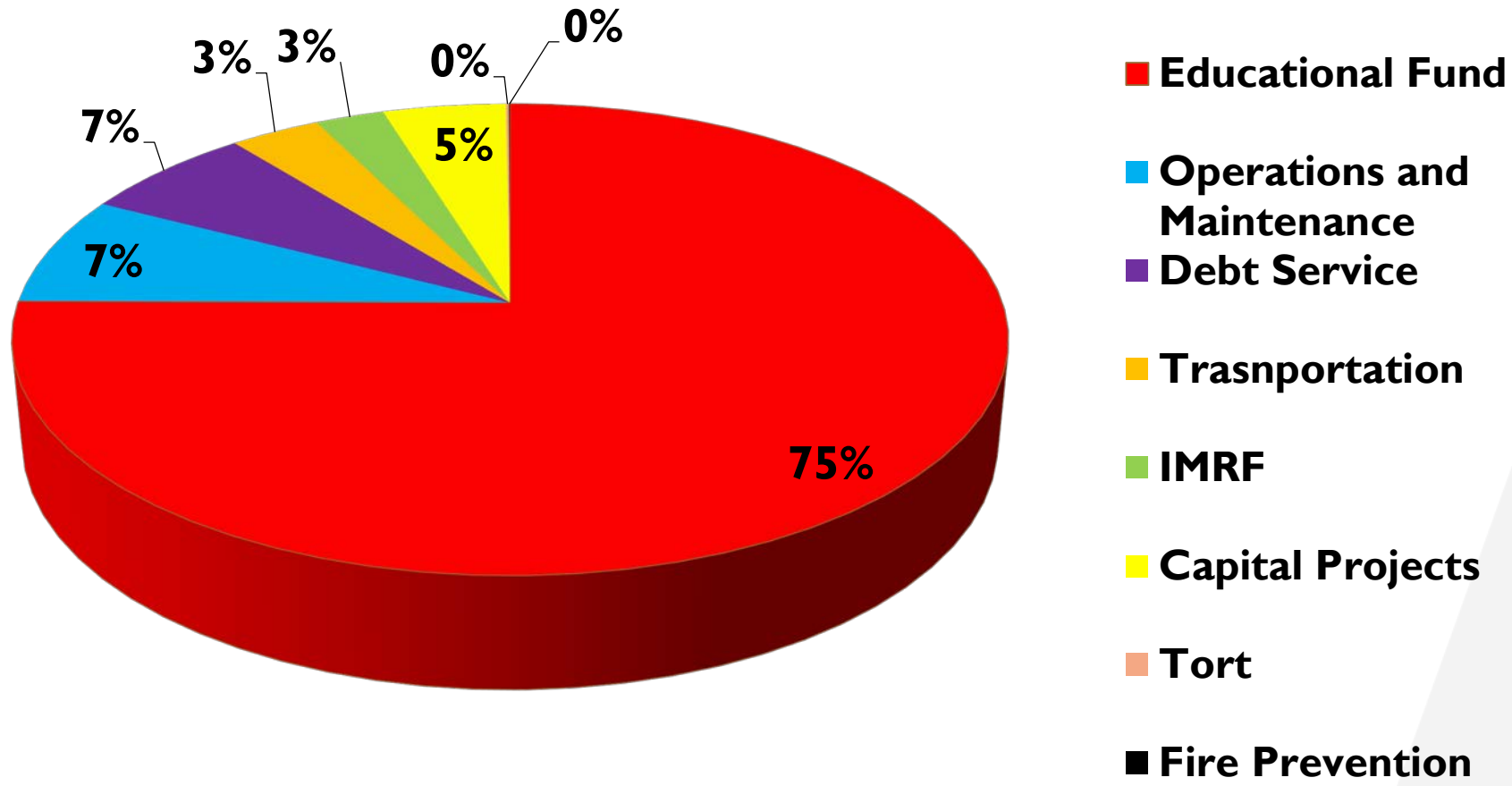


NOTE - EXCLUDES: DEBT SERVICE FUND, CAPITAL PROJECTS, TORT AND FIRE PREVENTION





Budgeted Expenditures by Fund





Expenditures

- Salaries and benefits account for 76% of our operating budget
- Remaining 24% pays for what it takes to run a school district

- Underfunded government mandates
 - Special Ed
 - Transportation





Expenditure Summary

- Salaries are projected to go up by 2.19%
- HMO insurance reduced by 11%
- No increase PPO and Dental insurance
- 3.1% reduction in workers comp premiums
- 13.5% increase in property and liability insurance
- Special Education expenditures are projected to go up by \$825,000
- \$5 million capital projects allocation from operating funds





FY20 BUDGET ALL FUNDS SNAPSHOT

	REVENUES	EXPENDITURES	FAVORABLE/ (UNFAVORABLE)
Education	79,545,872	80,802,806	(1,256,934)
Operations & Maintenance	14,346,258	8,083,991	6,262,267
Transportation	3,762,320	3,663,299	99,021
IMRF/Social Security	2,729,825	2,797,346	(67,521)
Working Cash	59,818		59,818
Total Operating	\$100,444,093	\$95,347,442	\$5,096,651
Tort	49,818	115,425	(65,607)
Debt Service	7,076,837	7,077,376	(539)
Capital Projects	43,000	5,000,000	(4,957,000)
Fire Prevention	50,318	50,000	318
Total Non-Operating	\$7,219,973	\$12,242,801	(5,022,828)
Total – All Funds	\$107,664,066	\$107,590,243	\$73,823



	ACTUAL FY 2016	ACTUAL FY 2017	ACTUAL FY 2018	BUDGET FY 2019	PROJECTED FY 2020	% Δ
REVENUES						
Local Sources	\$86,946,621	\$88,701,557	\$89,202,064	\$92,681,120	\$95,141,709	2.65%
State Sources	\$2,200,596	\$3,602,562	\$3,386,827	\$3,394,118	\$3,344,118	-1.47%
Federal Sources	\$2,174,634	\$2,205,680	\$1,798,056	\$2,040,227	\$1,958,266	-4.02%
Flow-Through	\$0	\$0	\$0	\$0	\$0	
TOTAL REVENUES	\$91,321,851	\$94,509,799	\$94,386,947	\$98,115,465	\$100,444,093	2.37%

EXPENDITURES						
Salary	\$53,998,642	\$55,294,704	\$56,575,991	\$59,184,062	\$60,480,541	2.19%
Employee Benefits	\$11,223,531	\$10,924,310	\$11,531,992	\$12,195,121	\$12,227,548	0.27%
Purchased Services	\$5,994,820	\$6,618,493	\$6,669,988	\$6,932,211	\$7,197,508	3.83%
Supplies and Materials	\$4,481,033	\$4,772,404	\$4,486,046	\$4,845,111	\$4,768,199	-1.59%
Capital Outlay	\$2,611,680	\$700,405	\$1,825,480	\$6,145,997	\$1,723,912	-71.95%
Other Objects	\$6,151,684	\$6,246,825	\$6,935,930	\$8,102,223	\$8,340,900	2.95%
Non-Capitalized Equipment	\$1,136,748	\$570,753	\$500,595	\$537,473	\$608,833	13.28%
Termination Benefits	\$0	\$0	\$0	\$0	\$0	
Provisions for Contingencies	\$0	\$0	\$0	\$0	\$0	
TOTAL EXPENDITURES	\$85,598,138	\$85,127,894	\$88,526,022	\$97,942,198	\$95,347,442	-2.65%

SURPLUS/(DEFICIT)	\$5,723,713	\$9,381,905	\$5,860,925	\$173,267	\$5,096,651	
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OTHER FINANCING SOURCES/(USES)

Other Financing Sources	\$55,181	\$6,029,903	\$0	\$0	\$0	
Other Financing Uses	(\$5,007,203)	(\$17,518,200)	\$0	\$0	(\$5,000,000)	

TOTAL OTHER FINANCING SOURCES/(USES)	(\$4,952,022)	(\$11,488,297)	\$0	\$0	(\$5,000,000)	
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SURPLUS/(DEFICIT) WITH OTHER SOURCES/(USES)

	\$771,691	(\$2,106,392)	\$5,860,925	\$173,267	\$96,651	
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BEGINNING FUND BALANCE	\$52,454,656	\$53,226,347	\$51,119,955	\$44,291,482	\$44,464,749	
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Assigned and Non Spendable Fund Balance **(\$12,689,398)**

ENDING FUND BALANCE	\$53,226,347	\$51,119,955	\$44,291,482	\$44,464,749	\$44,561,400	
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FUND BALANCE AS % OF EXPENDITURES

	62.18%	60.05%	50.03%	45.40%	46.74%	
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FUND BALANCE AS # OF MONTHS OF EXPENDITURES

	7.46	7.21	6.00	5.45	5.61	
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OPERATING FUNDS



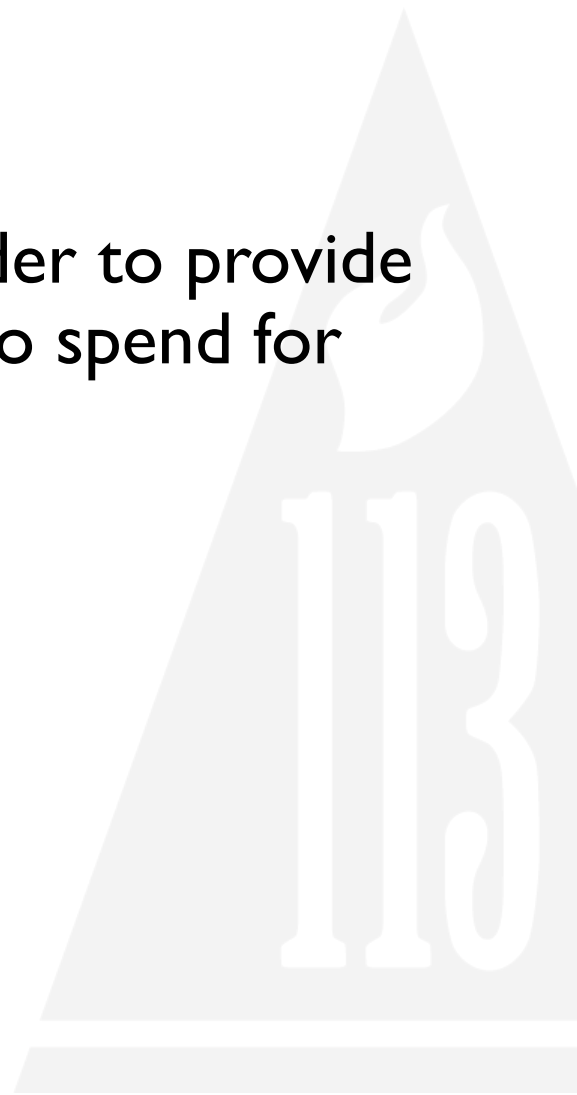
	ACTUAL FY 2016	ACTUAL FY 2017	ACTUAL FY 2018	BUDGET FY 2019	PROJECTED FY 2020	% Δ
REVENUES						
Local Sources	\$94,525,193	\$96,272,509	\$95,939,348	\$99,394,002	\$101,911,682	2.53%
State Sources	\$2,749,378	\$4,391,275	\$4,143,736	\$3,794,118	\$3,794,118	0.00%
Federal Sources	\$2,174,634	\$2,205,680	\$1,798,056	\$2,040,227	\$1,958,266	-4.02%
Flow-Through	\$0	\$0	\$0	\$0	\$0	
TOTAL REVENUES	\$99,449,205	\$102,869,464	\$101,881,140	\$105,228,347	\$107,664,066	2.31%
EXPENDITURES						
Salary	\$53,998,642	\$55,294,704	\$56,575,991	\$59,184,062	\$60,480,541	2.19%
Employee Benefits	\$11,223,531	\$10,924,310	\$11,531,992	\$12,195,121	\$12,227,548	0.27%
Purchased Services	\$6,155,172	\$6,828,085	\$6,851,596	\$7,072,636	\$7,337,933	3.75%
Supplies and Materials	\$4,481,033	\$4,772,404	\$4,486,046	\$4,845,111	\$4,768,199	-1.59%
Capital Outlay	\$49,177,116	\$26,931,642	\$4,608,595	\$8,670,997	\$6,748,912	-22.17%
Other Objects	\$13,809,670	\$13,995,341	\$14,003,621	\$15,179,599	\$15,418,276	1.57%
Non-Capitalized Equipment	\$1,136,748	\$570,753	\$500,595	\$537,473	\$608,833	13.28%
Termination Benefits	\$0	\$0	\$0	\$0	\$0	
Provisions for Contingencies	\$0	\$0	\$0	\$0	\$0	
TOTAL EXPENDITURES	\$139,981,912	\$119,317,239	\$98,558,436	\$107,684,999	\$107,590,243	-0.09%
SURPLUS/(DEFICIT)	(\$40,532,707)	(\$16,447,775)	\$3,322,704	(\$2,456,652)	\$73,823	
OTHER FINANCING SOURCES/(USES)						
Other Financing Sources	\$5,055,181	\$17,529,903	\$0	\$0	\$5,000,000	
Other Financing Uses	(\$5,009,356)	(\$17,524,500)	\$0	\$0	(\$5,000,000)	
TOTAL OTHER FINANCING SOURCES/(USES)	\$45,825	\$5,403	\$0	\$0	\$0	
SURPLUS/(DEFICIT) WITH OTHER SOURCES/(USES)	(\$40,486,882)	(\$16,442,372)	\$3,322,704	(\$2,456,652)	\$73,823	
BEGINNING FUND BALANCE	\$113,632,445	\$73,145,563	\$56,703,191	\$60,025,895	\$57,569,243	
ENDING FUND BALANCE	\$73,145,563	\$56,703,191	\$60,025,895	\$57,569,243	\$57,643,066	

ALL FUNDS



BALANCED BUDGET

The District continues to be fiscally responsible. In order to provide the highest quality to our students, we must continue to spend for student success. Our operational costs are balanced.





Budget Calendar

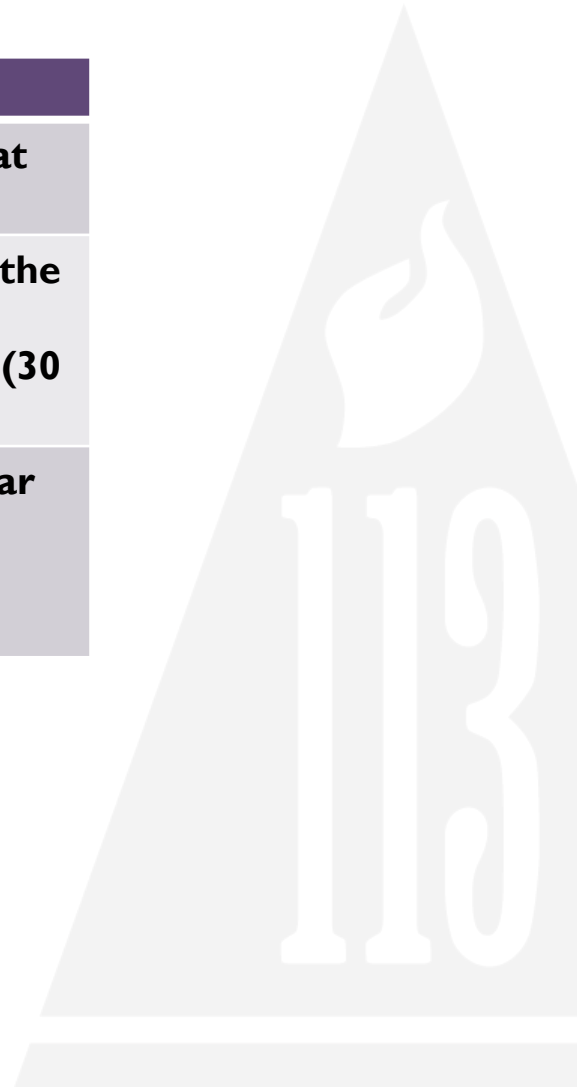
DATE	ACTIVITY
January/February	Budget packets distributed to Principals, Assistant Principals, Department Chairs, Directors and Managers
March	Completed budget request forms submitted to the Business Office. Budget hearing meetings with Assistant Superintendent for Finance to review budget request.
April	Budget request forms are reconciled to tentative budget by the Assistant Superintendent of for Finance
May	Preliminary totals delivered to Superintendent.
May/June	Tentative internal operating budget in complete form distributed





Budget Calendar

DATE	ACTIVITY
June/July	Formal discussion of 2019-2020 budget at the Finance Committee Meeting.
July	Board of Education approves posting of the tentative budget. Publish legal notice for Budget Hearing (30 days prior to the budget hearing)
August	Public Budget Hearing at 7:00 pm regular meeting of Board of Education follows Board action to adopt the Budget at a regular Board Meeting.





Financial Accomplishments (past 12 months)

- Rated Aaa by Moody's and AAA by Standard & Poor's
- Projected to finish under budget in FY19 and will meet the board fund policy (40-50% of our operating expenditures)
- Special Education budget is on course to be finished better than budgeted for 4 years straight
- New Food Service Contract – \$1.5 million savings over a 5-year contract compared to our previous food service provider; Sales are up 13% at DHS and 15% at HPHS compared to prior year
- Successfully negotiated a 4-year contract with District 113 Education Association (DEA)
- New Multi-Function Copier Devices – savings of \$320,000 over 4 years



Financial Goals for FY20

- Continue to identify expenditure savings for FY20 and plan for FY21
- Plan for funding for capital projects and security needs
- Create accurate five-year forecasts
- New monthly treasurer's report
- Implement Every Student Succeeds Act (ESSA) financial reporting
- Increase transparency of reporting by creating a Financial Dashboard





Questions ???

