



**Arlington  
Heights**  
SCHOOL DISTRICT 25

Embracing Today – Inspiring Tomorrow

PATTON | OLIVE | IVY HILL | GREENBRIER | THOMAS  
WINDSOR | WESTGATE | DRYDEN | SOUTH

# 2020-21 TENTATIVE BUDGET

Presented  
August 13, 2020

By  
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Business/CSBO



## 2020-21 Budget Assumptions

### ■ Revenues

#### ■ Property Taxes

- CPI = 1.9% for 2019 and 2.3% for 2020
- 99% collection rate
- Reallocating between funds

#### ■ Interest income = 0.5% (down from 2.0%)

#### ■ Food service revenues decrease

#### ■ No building rental revenue other than lease agreements

#### ■ CPPRT decrease \$650K

#### ■ State Funds

- Reduction in Transportation reimbursement as a result of lower 2019-20 expenditures due to COVID-19
- Summer Food Service Revenues

#### ■ Federal Funds

- No significant changes
- ESSE Emergency Relief Grant \$200K

## Arlington Heights School District #25

### Summary of Revenues 2019-20 and 2020-21

	Budget 2019-20	Unaudited Actual* 2019-20	Difference 2019-20	Budget 2020-21	% Change over 2019-20 Budget
<i>Operating Funds</i>					
Education (excludes State "on-be	\$ 63,880,518	\$ 63,092,952	\$ (787,566)	\$ 63,146,078	-1.15%
Operations & Maintenance	\$ 7,794,447	\$ 7,649,860	\$ (144,587)	\$ 7,610,323	-2.36%
Transportation	\$ 2,764,581	\$ 1,836,280	\$ (928,301)	\$ 3,082,122	11.49%
Capital Projects Fund	\$ 27,502	\$ 36,759	\$ 9,257	\$ 69,667	
Working Cash	\$ 167,400	\$ 110,622	\$ (56,778)	\$ 39,100	
<b>Operating Fund Totals:</b>	<b>\$ 74,634,448</b>	<b>\$ 72,726,473</b>	<b>\$ (1,907,975)</b>	<b>\$ 73,947,290</b>	<b>-0.92%</b>
IMRF/FICA	\$ 1,896,378	\$ 1,735,419	\$ (160,959)	\$ 2,375,399	25.26%
Tort Fund	\$ 238,295	\$ 351,791	\$ 113,496	\$ 117,496	-50.69%
Life Safety	\$ 36,600	\$ 33,552	\$ (3,048)	\$ 35,442	-3.16%
<b>Other Funds Sub-Total</b>	<b>\$ 2,171,273</b>	<b>\$ 2,120,762</b>	<b>\$ (50,511)</b>	<b>\$ 2,528,337</b>	<b>16.44%</b>
<b>Sub-Total Funds less Bond &amp;</b>	<b>\$ 76,805,721</b>	<b>\$ 74,847,235</b>	<b>\$ (1,958,486)</b>	<b>\$ 76,475,627</b>	<b>-0.43%</b>
Bond & Interest	\$ 4,473,804	\$ 4,335,603	\$ (138,201)	\$ 4,426,954	
<b>Total All Funds (\$376,944)</b>	<b>\$ 81,279,525</b>	<b>\$ 79,182,838</b>	<b>\$ (2,096,687)</b>	<b>\$ 80,902,581</b>	<b>-0.46%</b>

# Changes in Revenue Budget

	REVENUES			
	2019-20 <u>Budget</u>	2019-20 <u>Est Actual</u>	2020-21 <u>Budget</u>	% Chg Budget to Budget
Property Taxes	\$67,334,559	\$65,423,968	\$69,430,871	3.1%
CPPRT	1,098,819	1,039,008	613,350	-44.2%
Interest	1,143,000	942,081	289,500	-74.7%
Food Service	1,851,520	1,667,327	934,040	-49.6%
Textbooks	287,100	297,893	285,700	-0.5%
Tuition	197,000	93,707	197,000	0.0%
Rentals	993,300	1,062,336	916,890	-7.7%
Other Local	537,752	398,356	504,999	-6.1%
State	5,776,292	5,534,010	5,150,283	-10.8%
Federal	2,060,184	2,724,152	2,579,949	25.2%
	<b>\$81,279,525</b>	<b>\$79,182,838</b>	<b>\$80,902,581</b>	<b>-0.5%</b>

Total Revenue Budget Decrease

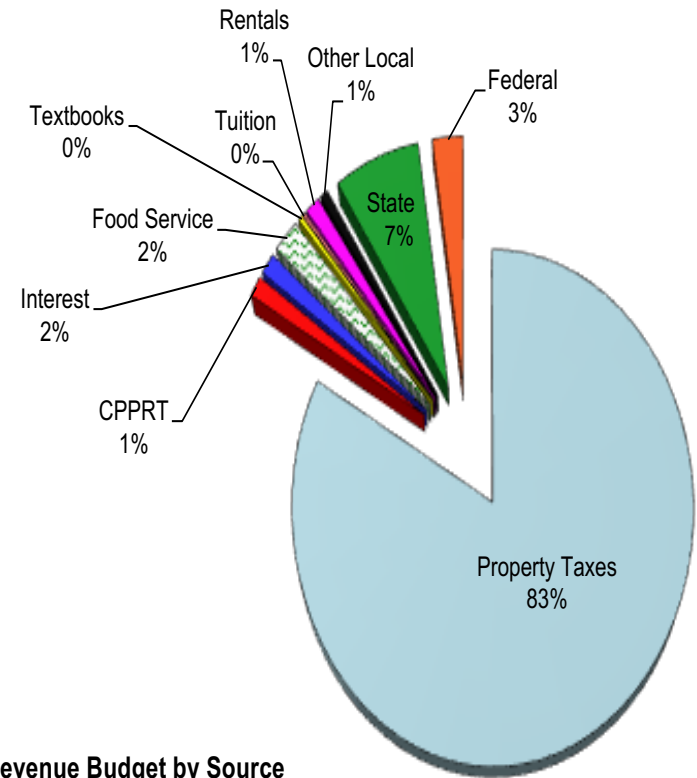
(\$376,944)



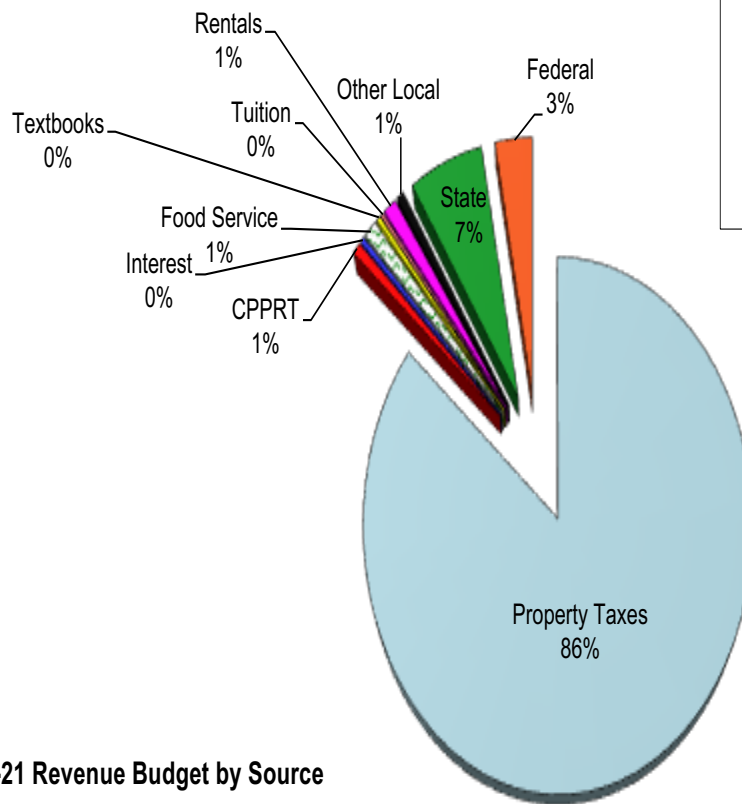
# Major Changes in Revenue Budget from 2019-20

Property Taxes	\$ 2,096,311
Food Service Revenues	\$ (733,287)
Building Rentals	\$ (75,410)
CPPRT	\$ (652,581)
SPED Private Tuition	\$ (62,024)
Transportation Fees	\$ (49,180)
State Transportation Reimb	\$ (563,985)
Title I Grant	\$ (51,179)
Title II Grant	\$ (29,537)
Title III Grant	\$ 20,000
ESSA Emergency Relief	\$ 200,439
IDEA Flowthrough	\$ 189,571
Interest Income	\$ (652,581)
Erate	\$ (25,000)
<b>Total</b>	<b>\$ (388,443)</b>

Total Revenue Budget Decrease (\$376,944)



2019-20 Revenue Budget by Source



2020-21 Revenue Budget by Source

## 2020-21 Budget Assumptions

### ■ Expenditures

- 2020-21 Personnel Plan approved in spring
- Personnel Costs
  - Salaries based on negotiated agreements or tied to CPI
  - Health Insurance costs increased by 6%
  - No pension shift incorporated at this time
- Cost neutral to the extent possible
- Technology Plan budget of \$1,357,500
- Increased 1:1 technology (ESSA Emergency Relief)
- Decrease in Special Education Tuition
- Decrease in community food service supplies

## 2020-21 Budget Assumptions

### ■ Expenditures

- Continue District vehicle replacement
- Telephone/fiber cost decrease
- Insurance Premiums increase (prop/liab/WC)
- Capital Projects
  - Summer Projects of \$5.3 million
- Debt service on bond issues
- Contingency Funds
  - 5 certified staff
  - 6 non-certified staff
  - \$100,000 non-staff in Ed Fund
  - \$50,000 in Capital Projects Fund



## Arlington Heights School District #25

### Summary of Expenditures 2019-20 and 2020-21

	Budget 2019-20	Unaudited Actual 2019-20	Difference 2019-20	Budget 2020-21	% Change over 2019-20 Budget
<i>Operating Funds</i>					
Education (excludes State "on-behalf" payments)	\$ 64,268,860	\$ 61,511,918	\$ 2,756,942	\$ 65,707,983	2.24%
Operations & Maintenance	\$ 5,720,885	\$ 5,156,220	\$ 564,665	\$ 5,558,370	-2.84%
Transportation	\$ 2,932,400	\$ 2,100,406	\$ 831,994	\$ 2,995,600	2.16%
Capital Projects Fund	\$ 2,622,900	\$ 2,705,012	\$ (82,112)	\$ 5,340,027	103.59%
Working Cash			\$ -		
<b>Operating Fund Totals:</b>	<b>\$ 75,545,045</b>	<b>\$ 71,473,557</b>	<b>\$ 4,071,488</b>	<b>\$ 79,601,980</b>	<b>5.37%</b>
IMRF/FICA	\$ 2,386,510	\$ 2,085,720	\$ 300,790	\$ 2,495,490	4.57%
Tort Fund	\$ 277,000	\$ 319,945	\$ (42,945)	\$ 355,000	28.16%
Life Safety	\$ 425,000	\$ 262,885	\$ 162,115	\$ 200,000	-52.94%
<b>Other Funds Sub-Total</b>	<b>\$ 3,088,510</b>	<b>\$ 2,668,550</b>	<b>\$ 419,960</b>	<b>\$ 3,050,490</b>	<b>-1.23%</b>
<b>Sub-Total Funds less Bond &amp; Interest</b>	<b>\$ 78,633,555</b>	<b>\$ 74,142,107</b>	<b>\$ 4,491,448</b>	<b>\$ 82,652,470</b>	<b>5.11%</b>
Bond & Interest	\$ 4,414,590	\$ 4,414,542	\$ 48	\$ 4,419,364	
<b>Total All Funds</b>	<b>\$ 83,048,145</b>	<b>\$ 78,556,649</b>	<b>\$ 4,491,496</b>	<b>\$ 87,071,834</b>	<b>4.85%</b>
<b>Without Capital Projects</b>	<b>\$ 80,425,245</b>	<b>\$ 75,851,637</b>	<b>+ \$1,306,562</b>	<b>\$ 81,731,807</b>	<b>1.625%</b>

# Changes in Expenditure Budget

EXPENDITURES				
	2019-20 <u>Budget</u>	2019-20 <u>Est Actual</u>	2020-21 <u>Budget</u>	% Chg Budget <u>to Budget</u>
Salaries	\$50,000,064	\$48,378,912	\$51,559,213	3.1%
Employee Benefits	10,466,738	10,025,674	10,801,949	3.2%
Purchased Svcs	5,965,385	4,816,059	5,942,198	-0.4%
Supplies	5,263,738	4,517,182	4,996,629	-5.1%
Capital Outlay	825,909	632,905	949,544	15.0%
Construction	2,622,900	2,705,012	5,340,027	103.6%
Other	223,130	169,149	223,182	0.0%
Special Ed Tuition	2,878,716	2,635,754	2,681,030	-6.9%
Debt	4,376,565	4,413,117	4,378,062	0.0%
Life Safety	425,000	262,885	200,000	-52.9%
	<b>\$83,048,145</b>	<b>\$78,556,649</b>	<b>\$87,071,834</b>	<b>4.8%</b>

Total Expenditure Budget Increase

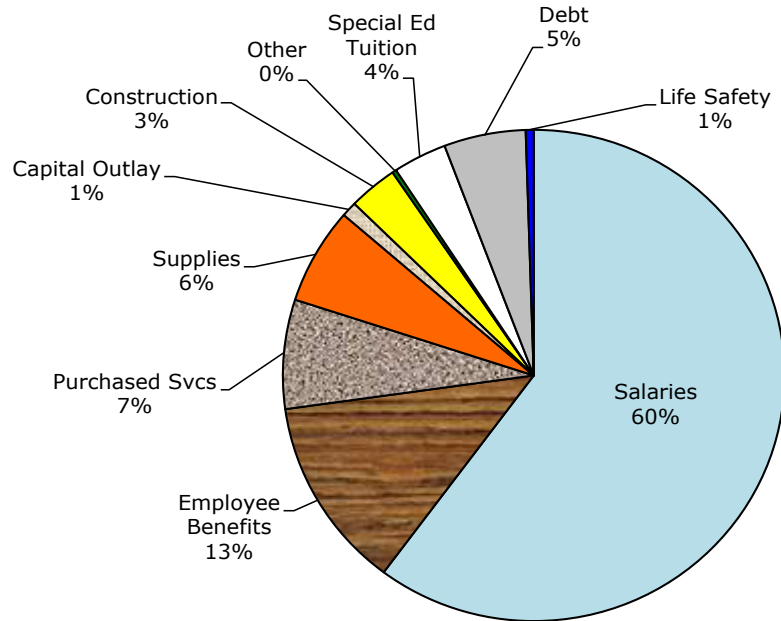
\$4,023,689

# Major Changes in Expenditure Budget from 2019-20

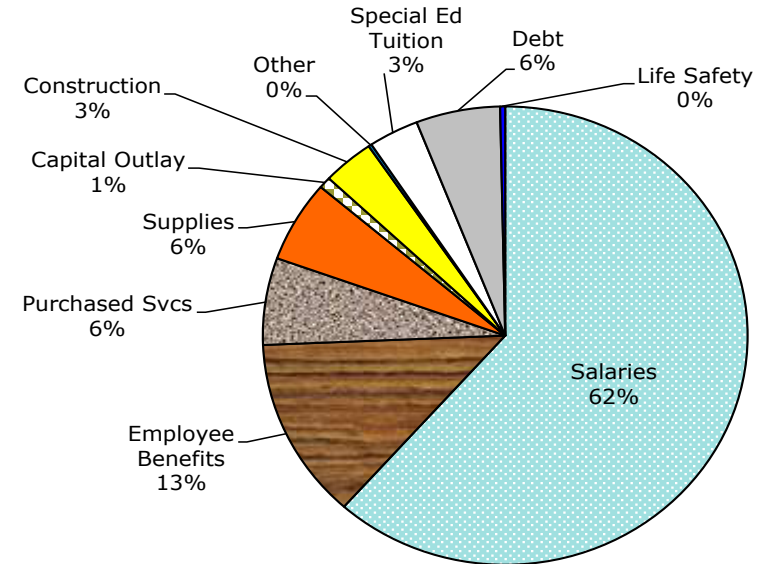
Salaries	\$ 1,559,149
Employee Benefits	\$ 335,211
Prof Services-Admin (enrollmt study/fingerprinting)	\$ 40,000
Food Service Supplies	\$ (182,000)
Insurance Premiums (Prop/Liab & Wrkrs Comp)	\$ 138,025
Telephone/Fiber	\$ (269,000)
Transportation	\$ 56,700
SPED Tuition	\$ (197,686)
Construction (life safety)	\$ (225,000)
Construction (capital projects)	\$ 2,717,127
<b>Total</b>	<b>\$ 3,972,526</b>

Total Expenditure Budget Increase

\$4,023,689

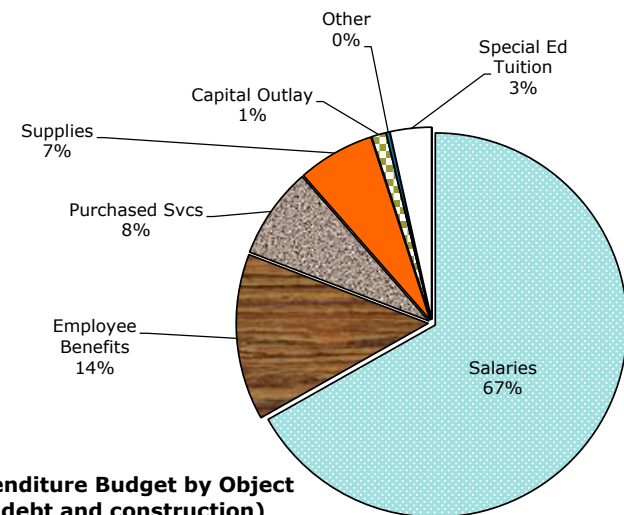


**2019-20 Expenditure Budget by Object**



**2020-21 Expenditure Budget by Object**

**Personnel Costs = 81% of Budget  
(Excluding Debt & Construction)**



**2020-21 Expenditure Budget by Object  
(excluding debt and construction)**



**Arlington Heights School District #25**  
**Summary of Fund Balance 2020-21 Budget**

	Unaudited Fund Balance 6/30/20	Revenue Projection	Transfers In	Expenditure Projection	Transfers Out	Projected Fund Balance 6/30/21	Surplus (Deficit)
<i>Operating Funds</i>							
Education:	\$ 41,307,099	\$ 63,146,078		\$ 65,707,983	\$ 39,877	\$ 38,705,317	\$ (2,601,782)
Operations & Maintenance	\$ 4,701,292	\$ 7,610,323	\$ 250,000	\$ 5,558,370	\$ 5,421,642	\$ 1,581,603	\$ (3,119,689)
Transportation	\$ 932,606	\$ 3,082,122		\$ 2,995,600		\$ 1,019,128	\$ 86,522
Capital Projects Fund	\$ (101,282)	\$ 69,667	\$ 5,421,642	\$ 5,340,027		\$ 50,000	\$ 151,282
Working Cash	\$ 7,800,635	\$ 39,100		\$ -	\$ 250,000	\$ 7,589,735	\$ (210,900)
<b>Operating Fund Totals:</b>	<b>\$ 54,640,351</b>	<b>\$ 73,947,290</b>	<b>\$ 5,671,642</b>	<b>\$ 79,601,980</b>	<b>\$ 5,711,519</b>	<b>\$ 48,945,784</b>	<b>\$ (5,694,567)</b>
IMRF/FICA	\$ 1,358,889	\$ 2,375,399		\$ 2,495,490		\$ 1,238,798	\$ (120,091)
Tort Fund	\$ 355,463	\$ 117,496		\$ 355,000		\$ 117,959	\$ (237,504)
Life Safety	\$ 284,710	\$ 35,442		\$ 200,000		\$ 120,152	\$ (164,558)
<b>Other Funds Sub-total</b>	<b>\$ 1,999,061</b>	<b>\$ 2,528,337</b>	<b>\$ -</b>	<b>\$ 3,050,490</b>	<b>\$ -</b>	<b>\$ 1,476,908</b>	<b>\$ (522,153)</b>
<b>Sub-Total Funds less Bond &amp; Interest</b>	<b>\$ 56,639,412</b>	<b>\$ 76,475,627</b>	<b>\$ 5,671,642</b>	<b>\$ 82,652,470</b>	<b>\$ 5,711,519</b>	<b>\$ 50,422,692</b>	<b>\$ (6,216,720)</b>
Bond & Interest	\$ 1,125,236	\$ 4,426,954	\$ 39,877	\$ 4,419,364		\$ 1,172,703	\$ 47,467
<b>Total All Funds</b>	<b>\$ 57,764,648</b>	<b>\$ 80,902,581</b>	<b>\$ 5,711,519</b>	<b>\$ 87,071,834</b>	<b>\$ 5,711,519</b>	<b>\$ 51,595,395</b>	<b>\$ (6,169,253)</b>

# 2020-21 Budget Impact

Deficit Due to Construction/ Life Safety	★	\$ 5.5 million
Total Budget Deficit	★	\$ 6.2 million
Operating Budget Deficit	★	\$ 0.7 million

2019-20 Budgeted Deficit	-	\$ 1.8 million
2019-20 Est Surplus	★	+ \$ 0.6 million
Fund Balance Impact		+ \$ 2.4 million

	Est Actual 2019/20	Budget 2020/21
<b>Revenues</b>		
Property Taxes	\$ 65,423,965	\$ 69,430,870
CPPRT	\$ 1,039,008	\$ 613,350
Interest	\$ 942,081	\$ 289,500
Food Service	\$ 1,667,327	\$ 934,040
Rentals	\$ 1,062,336	\$ 916,890
Other Local (tuition, fees, etc.)	789,956	987,699
Bonds	-	-
State	5,534,010	5,150,283
Federal	<u>2,724,152</u>	<u>2,579,949</u>
<b>Total Revenues</b>	<b>\$79,182,835</b>	<b>\$ 80,902,581</b>
<b>Expenditures</b>		
Salaries	48,378,912	51,559,213
Employee Benefits	10,025,674	10,801,949
Purchased Svcs	4,816,059	5,942,198
Supplies	4,517,182	4,996,629
Capital Outlay	632,905	949,544
Other	169,149	183,305
Tuition	2,635,754	2,681,030
Debt	4,413,117	4,417,939
<b>Sub-Total Expenditures</b>	<b>\$75,588,752</b>	<b>\$ 81,531,807</b>
<b>Sub-Total Surplus/(Deficit)</b>	<b>\$ 3,594,083</b>	<b>★ \$ (629,226)</b>
Construction/Life Safety	<u>2,967,897</u>	★ <u>5,540,027</u>
<b>Total Surplus/(Deficit)</b>	<b>\$ 626,186</b>	<b>★ \$ (6,169,253)</b>
<b>Ending Fund Balance</b>	<b>57,764,692</b>	<b>51,595,439</b>
<b>Less: Debt Service FB</b>	<b>(1,125,236)</b>	<b>(1,172,703)</b>
<b>Net Fund Balance</b>	<b>56,639,456</b>	<b>50,422,736</b>
<b>% of next yr's budget</b>	<b>68.5%</b>	<b>62.3%</b>

# Budget Timeline

Nov 2019	Adopt tax levy
Jan-Mar 2020	Build budget assumptions
Feb - Jun 2020	Build budget (building allocations, departments, staffing, enrollment)
Apr 2020	Personnel Plan approved by Board
Jul 2020	Presentation of Tentative Budget
Aug 2020	Continue budget updating for changes
Sept 2020	Public Hearing and Final budget adoption