



**Arlington
Heights**
SCHOOLDISTRICT25

Embracing Today – Inspiring Tomorrow

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

2019-20 TENTATIVE BUDGET

Presented
August 15, 2019

By
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Business/CSBO



2019-20 Budget Assumptions

■ Revenues

■ Property Taxes

- CPI = 2.1% for 2018 and 1.9% for 2019
- 99% collection rate
- Reallocating between funds

■ Interest income = 2% (up from 1.5%)

■ CPPRT increase \$300K

■ State Funds

- Many MCATS now incorporated into EBF Model
- Reduction in Transportation funding

■ Federal Funds

- Title I
- IDEA

Arlington Heights School District #25

Summary of Revenues 2018-19 and 2019-20

	Budget 2018-19	Unaudited Actual* 2018-19	Difference 2018-19	Budget 2019-20	% Change over 2018-19 Budget
<i>Operating Funds</i>					
Education (excludes State "on-be	\$ 62,172,898	\$ 62,982,138	\$ 809,240	\$ 63,837,925	2.68%
Operations & Maintenance	\$ 7,427,852	\$ 7,431,096	\$ 3,244	\$ 7,794,447	4.94%
Transportation	\$ 2,816,459	\$ 2,639,531	\$ (176,928)	\$ 2,610,180	-7.32%
Capital Projects Fund	\$ 20,855	\$ 33,978	\$ 13,123	\$ 27,502	
Working Cash	\$ 187,000	\$ 276,468	\$ 89,468	\$ 167,400	
Operating Fund Totals:	\$ 72,625,064	\$ 73,363,211	\$ 738,147	\$ 74,437,455	2.50%
IMRF/FICA	\$ 1,914,834	\$ 1,921,138	\$ 6,304	\$ 1,896,378	-0.96%
Tort Fund	\$ 354,295	\$ 376,887	\$ 22,592	\$ 238,295	-32.74%
Life Safety	\$ 40,487	\$ 41,252	\$ 765	\$ 36,600	-9.60%
Other Funds Sub-Total	\$ 2,309,616	\$ 2,339,277	\$ 29,661	\$ 2,171,273	-5.99%
Sub-Total Funds less Bond &	\$ 74,934,680	\$ 75,702,488	\$ 767,808	\$ 76,608,728	2.23%
Bond & Interest	\$ 4,473,220	\$ 4,350,677	\$ (122,543)	\$ 4,473,804	
Total All Funds	\$1,674,632	\$ 79,407,900	\$ 80,053,165	\$ 81,082,532	2.11%

Changes in Revenue Budget

REVENUES			
	2018-19	2019-20	% Chg Budget
	<u>Budget</u>	<u>Budget</u>	<u>to Budget</u>
Property Taxes	\$65,967,011	\$67,334,559	2.1%
CPPRT	816,058	1,098,819	34.6%
Interest	842,500	1,143,000	35.7%
Food Service	1,676,000	1,851,520	10.5%
Textbooks	292,800	287,100	-1.9%
Tuition	222,969	197,000	-11.6%
Rentals	980,700	993,300	1.3%
Other Local	544,325	537,752	-1.2%
State	6,125,845	5,620,291	-8.3%
Federal	1,939,692	2,019,191	4.1%
	\$79,407,900	\$81,082,532	2.1%

Total Revenue Budget Increase

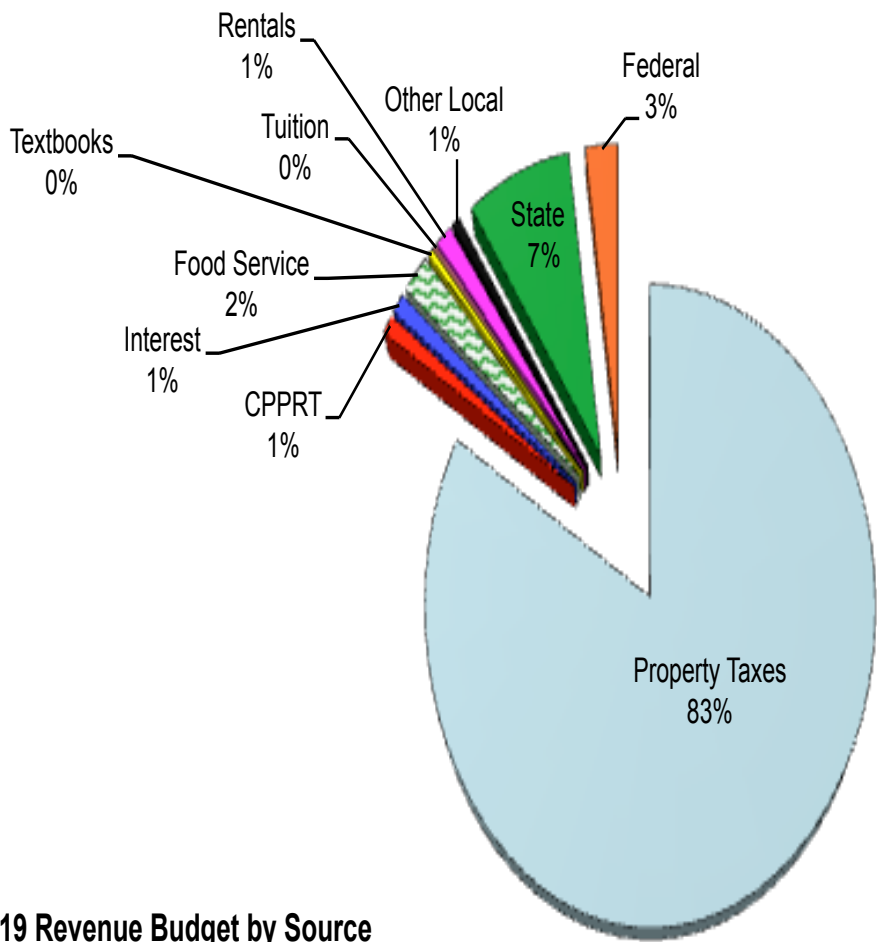
\$1,674,632

Major Changes in Revenue Budget from 2018-19

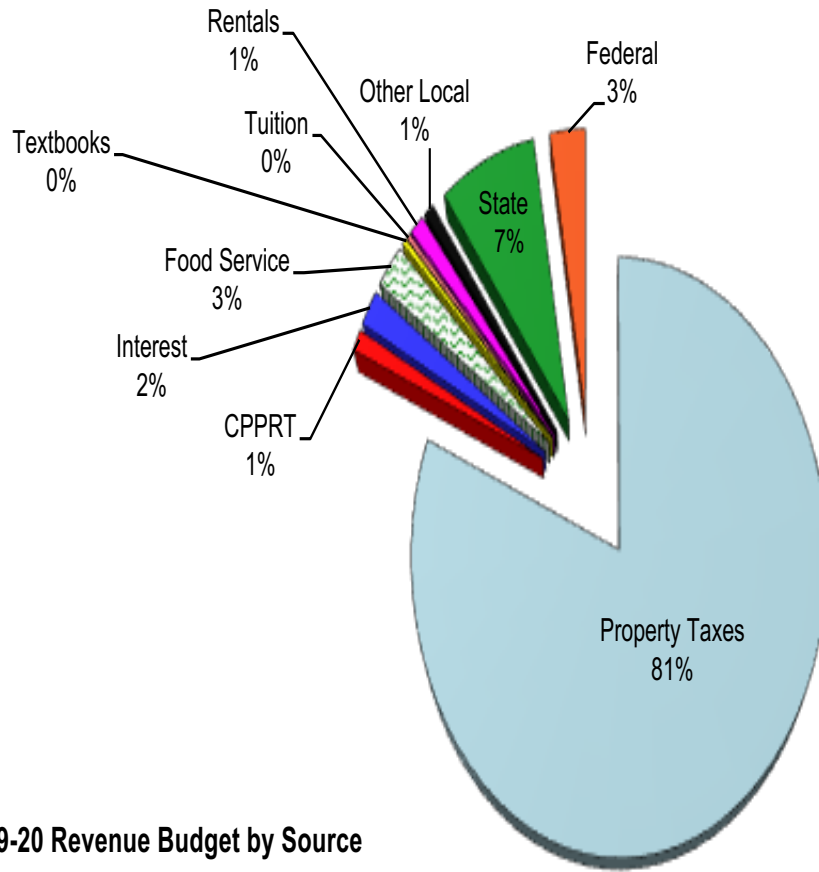
Property Taxes	\$ 1,367,548
Children's Circle Tuition	\$ 20,000
Tuition from HS	\$ (45,969)
Food Service Revenues	\$ 118,000
Building Rentals	\$ 12,600
CPPRT	\$ 302,761
EBF	\$ 258,482
Transportation Fees	\$ 11,480
State Transportation Reimb	\$ (771,350)
Title I Grant	\$ 20,236
IDEA Flowthrough	\$ 31,768
Medicaid Reimbursement	\$ 34,000
Interest Income	\$ 300,500
Erate	\$ (20,000)
Total	\$ 1,640,056

Total Revenue Budget Increase

\$1,674,632



2018-19 Revenue Budget by Source
(excludes bond proceeds)



2019-20 Revenue Budget by Source

2019-20 Budget Assumptions

■ Expenditures

- 2019-20 Personnel Plan approved in April 2019
- Salaries
 - Based on current collective bargaining agreements
 - Tied to CPI
- Health Insurance costs increased by 6%
- No pension shift incorporated at this time
- Cost neutral to the extent possible
- Carryover for writing curriculum
- Technology Plan budget of \$1,357,500
- Decrease in Special Education Tuition
- Increase in Special Education Transportation Budget

2019-20 Budget Assumptions

- Expenditures
 - Continue District vehicle replacement
 - Capital Projects
 - Summer Projects of \$2.6 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 2018-19 and 2019-20

	Budget 2018-19	Unaudited Actual 2018-19	Difference 2018-19	Budget 2019-20	% Change over 2018-19 Budget
<i>Operating Funds</i>					
Education (excludes State "on-behalf" pay)	\$ 63,500,897	\$ 61,019,844	\$ 2,481,053	\$ 64,618,814	1.76%
Operations & Maintenance	\$ 5,514,010	\$ 5,176,880	\$ 337,130	\$ 5,727,995	3.88%
Transportation	\$ 2,799,840	\$ 2,851,598	\$ (51,758)	\$ 2,930,200	4.66%
Capital Projects Fund	\$ 5,951,358	\$ 5,513,918	\$ 437,440	\$ 2,622,900	-55.93%
Working Cash			\$ -		
Operating Fund Totals:	\$ 77,766,105	\$ 74,562,240	\$ 3,203,865	\$ 75,899,909	-2.40%
IMRF/FICA	\$ 2,317,820	\$ 2,017,997	\$ 299,823	\$ 2,413,370	4.12%
Tort Fund	\$ 373,000	\$ 283,426	\$ 89,574	\$ 277,000	-25.74%
Life Safety	\$ 495,350	\$ 482,150	\$ 13,200	\$ 425,000	-14.20%
Other Funds Sub-Total	\$ 3,186,170	\$ 2,783,573	\$ 402,597	\$ 3,115,370	-2.22%
Sub-Total Funds less Bond & Intere	\$ 80,952,275	\$ 77,345,813	\$ 3,606,462	\$ 79,015,279	-2.39%
Bond & Interest	\$ 4,384,287	\$ 4,384,763	\$ (476)	\$ 4,414,590	
Total All Funds (\$1,906,693)	\$ 85,336,562	\$ 81,730,576	\$ 3,605,986	\$ 83,429,869	-2.23%
Without Capital Projects	\$ 79,385,204	\$ 76,216,658	+ \$1,421,765	\$ 80,806,969	1.791%

Changes in Expenditure Budget

EXPENDITURES				
	2018-19	2018-19	2019-20	% Chg Budget
	<u>Budget</u>	<u>Est Actual</u>	<u>Budget</u>	<u>to Budget</u>
Salaries	\$49,457,829	\$48,130,728	\$50,356,769	1.8%
Employee Benefits	9,931,994	9,652,852	10,502,161	5.7%
Purchased Svcs	5,955,905	5,450,191	5,902,597	-0.9%
Supplies	5,212,859	4,856,075	5,255,615	0.8%
Capital Outlay	830,043	536,984	825,632	-0.5%
Construction	5,951,358	5,513,917	2,622,900	-55.9%
Other	216,675	117,445	272,141	25.6%
Special Ed Tuition	2,901,212	2,606,895	2,890,489	-0.4%
Debt	4,383,337	4,383,338	4,376,565	-0.2%
Life Safety	495,350	482,150	425,000	-14.2%
	\$85,336,562	\$81,730,574	\$83,429,869	-2.2%

Total Expenditure Budget Decrease

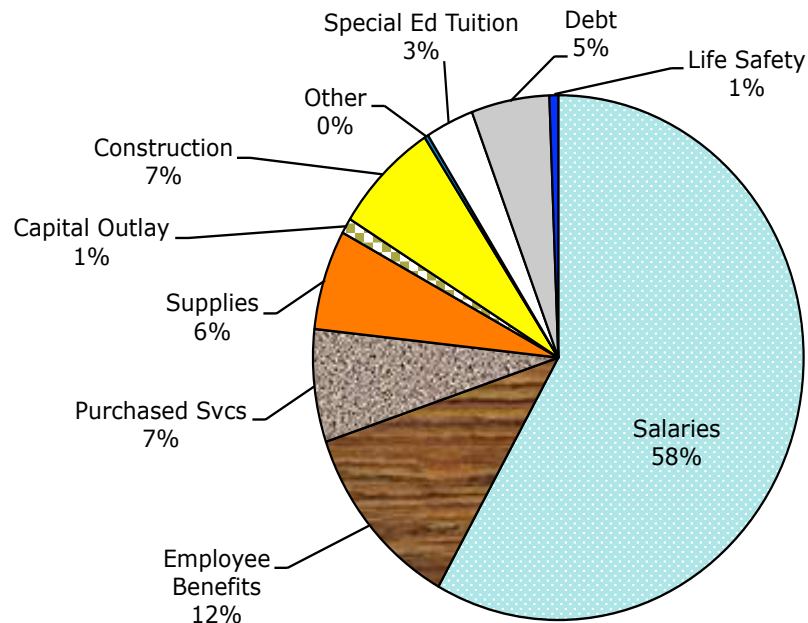
(\$1,906,693)

Major Changes in Expenditure Budget from 2018-19

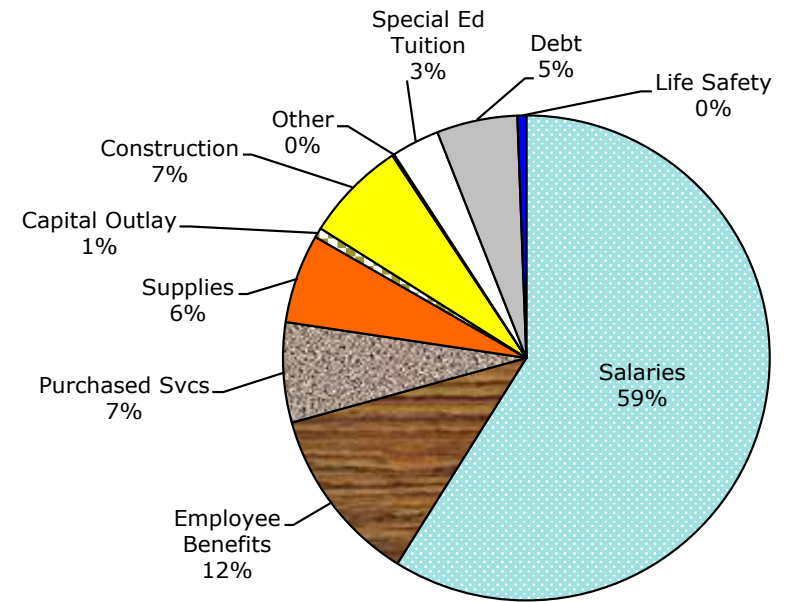
Salaries	\$ 898,940
Employee Benefits	\$ 570,167
Equipment Repair/Maintenance	\$ (121,705)
Subscriptions (Digital Math & Schoolwide	\$ 78,800
Insurance Premiums (Property/Liability)	\$ 30,500
Electricity	\$ 20,400
Reduction in DSL budget	\$ (100,000)
Transportation	\$ 112,900
SPED Tuition	\$ (10,723)
Food Service Supplies	\$ (51,000)
Construction (life safety)	\$ (70,350)
Construction (capital projects)	\$ (3,328,458)
Total	\$ (1,970,529)

Total Expenditure Budget Decrease

(\$1,906,693)

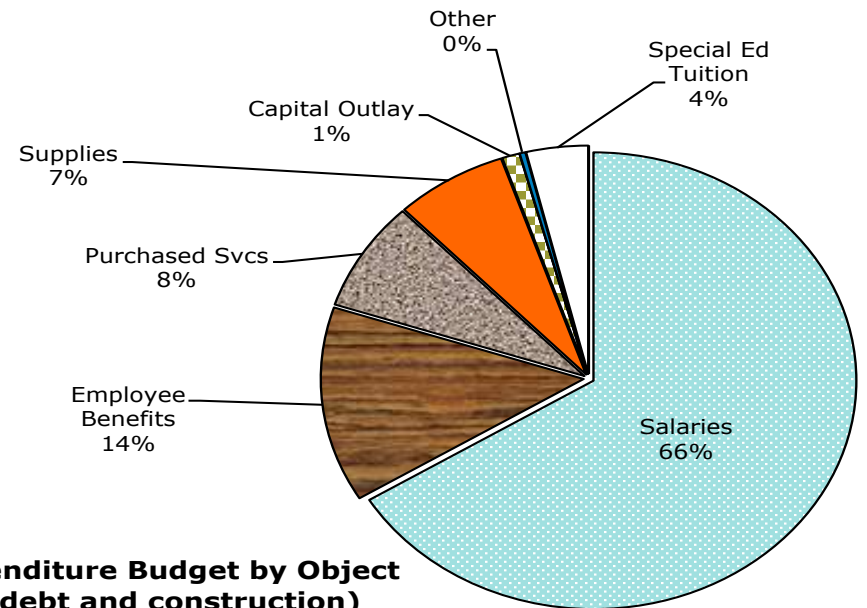


2018-19 Expenditure Budget by Object



2019-20 Expenditure Budget by Object

Personnel Costs = 80% of Budget
(Excluding Debt & Construction)



**2019-20 Expenditure Budget by Object
(excluding debt and construction)**

Arlington Heights School District #25

Summary of Fund Balance 2019-20 Tentative Budget

	Unaudited				Projected		
	Fund Balance 6/30/19	Revenue Projection	Transfers In	Expenditure Projection	Transfers Out	Fund Balance 6/30/20	Surplus (Deficit)
<i>Operating Funds</i>							
Education:	\$ 39,750,931	\$ 63,837,925		\$ 64,618,814	\$ 36,600	\$ 38,933,443	\$ (817,489)
Operations & Maintenance	\$ 4,096,965	\$ 7,794,447	\$ 722,590	\$ 5,727,995	\$ 2,595,398	\$ 4,290,609	\$ 193,644
Transportation	\$ 1,196,291	\$ 2,610,180		\$ 2,930,200		\$ 876,271	\$ (320,020)
Capital Projects Fund		\$ 27,502	\$ 2,595,398	\$ 2,622,900		\$ -	\$ -
Working Cash	\$ 8,368,119	\$ 167,400		\$ -	\$ 722,590	\$ 7,812,929	\$ (555,190)
Operating Fund Totals:	\$ 53,412,306	\$ 74,437,455	\$ 3,317,988	\$ 75,899,909	\$ 3,354,588	\$ 51,913,252	\$ (1,499,054)
IMRF/FICA	\$ 1,707,989	\$ 1,896,378		\$ 2,413,370		\$ 1,190,997	\$ (516,992)
Tort Fund	\$ 323,438	\$ 238,295		\$ 277,000		\$ 284,733	\$ (38,705)
Life Safety	\$ 513,661	\$ 36,600		\$ 425,000		\$ 125,261	\$ (388,400)
Other Funds Sub-total	\$ 2,545,089	\$ 2,171,273	\$ -	\$ 3,115,370	\$ -	\$ 1,600,992	\$ (944,097)
Sub-Total Funds less Bond & Interest	\$ 55,957,394	\$ 76,608,728	\$ 3,317,988	\$ 79,015,279	\$ 3,354,588	\$ 53,514,243	\$ (2,443,151)
Bond & Interest	\$ 1,168,330	\$ 4,473,804	\$ 36,600	\$ 4,414,590		\$ 1,264,144	\$ 95,814
Total All Funds	\$ 57,125,725	\$ 81,082,532	\$ 3,354,588	\$ 83,429,869	\$ 3,354,588	\$ 54,778,388	\$ (2,347,337)

2019-20 Budget Impact

Deficit Due to Construction/ Life Safety	★ \$ 3.0 million
Total Budget Deficit	★ \$ 2.3 million
Operating Budget Surplus	★ \$ 0.7 million

	Est Actual 2018/19	Budget 2019/20
Revenues		
Property Taxes	\$ 64,861,744	\$ 67,334,559
CPPRT	\$ 949,187	\$ 1,098,819
Interest	\$ 1,606,552	\$ 1,143,000
Food Service	\$ 1,977,139	\$ 1,851,520
Rentals	\$ 953,634	\$ 993,300
Other Local (tuition, fees, etc.)	1,172,960	1,021,852
Bonds	-	-
State	6,240,573	5,620,291
Federal	2,291,377	2,019,191
Total Revenues	\$80,053,166	\$81,082,532
Expenditures		
Salaries	48,130,728	50,356,769
Employee Benefits	9,652,852	10,502,161
Purchased Svcs	5,450,191	5,902,597
Supplies	4,856,075	5,255,615
Capital Outlay	536,984	825,632
Other	117,445	235,541
Tuition	2,606,895	2,890,489
Debt	4,383,338	4,413,165
Sub-Total Expenditures	\$75,734,507	\$80,381,969
Sub-Total Surplus/(Deficit)	\$ 4,318,659 ★	\$ 700,563 ★
Construction/Life Safety	5,996,067 ★	3,047,900
Total Surplus/(Deficit)	\$ (1,677,408) ★	\$ (2,347,337) ★
Ending Fund Balance	57,125,732	54,778,394
Less: Debt Service FB	(1,168,330)	(1,264,144)
Net Fund Balance	55,957,401	53,514,250
% of next yr's budget	70.8%	66.7%

Budget Timeline

Nov 2018	Adopt tax levy
Jan-Mar 2019	Build budget assumptions
Feb - Jun 2019	Build budget (building allocations, departments, staffing, enrollment)
Apr 2019	Personnel Plan approved by Board
Aug 2019	Presentation of Tentative Budget
Aug 2019	Continue budget updating for changes
Sept 19, 2019	Public Hearing and Final budget adoption