



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

2021-22 TENTATIVE BUDGET

Presented
August 12, 2021

By
Stacey Mallek, Asst. Supt. For Business/CSBO



2021-22 Budget Assumptions

- Revenues
 - Property Taxes
 - CPI = 2.3% for 2020 and 1.4% for 2021
 - 99% collection rate
 - Reallocating between funds
 - Interest income = 0.4% (down from 0.5%)
 - Local food service revenues
 - Add back building rental revenue
 - Erate
 - State Funds
 - EBF increase \$129,892
 - Federal Funds
 - ESSER Funds
 - NSLP/Summer Food Service Revenues

Arlington Heights School District #25

Summary of Revenues 2020-21 and 2021-22

	Budget 2020-21	Unaudited Actual* 2020-21	Difference 2020-21	Budget 2021-22	% Change over 2020-21 Budget
<i>Operating Funds</i>					
Education	\$ 63,320,116	\$ 64,489,786	\$ 1,169,670	\$ 67,349,850	6.36%
Operations & Maintenance	\$ 7,854,729	\$ 8,237,752	\$ 383,023	\$ 8,246,207	4.98%
Transportation	\$ 3,210,085	\$ 2,568,467	\$ (641,618)	\$ 2,865,430	-10.74%
Capital Projects Fund	\$ 69,667	\$ 93,971	\$ 24,304	\$ -	
Working Cash	\$ 39,100	\$ 27,146	\$ (11,954)	\$ 30,700	
Operating Fund Totals:	\$ 74,493,697	\$ 75,417,122	\$ 923,425	\$ 78,492,187	5.37%
IMRF/FICA	\$ 2,375,399	\$ 2,225,110	\$ (150,289)	\$ 2,469,063	3.94%
Tort Fund	\$ 117,496	\$ 421,660	\$ 304,164	\$ 735,760	526.20%
Life Safety	\$ 35,442	\$ 35,269	\$ (173)	\$ 31,271	-11.77%
Other Funds Sub-Total	\$ 2,528,337	\$ 2,682,039	\$ 153,702	\$ 3,236,094	27.99%
Sub-Total Funds less Bond & Interest	\$ 77,022,034	\$ 78,099,161	\$ 1,077,127	\$ 81,728,281	6.11%
Bond & Interest	\$ 4,426,954	\$ 4,331,200	\$ (95,754)	\$ 4,481,754	
Total All Funds	\$4,761,047	\$ 81,448,988	\$ 82,430,361	\$ 86,210,035	5.85%

Changes in Revenue Budget

REVENUES				
	2020-21	2020-21	2021-22	% Chg Budget
	<u>Budget</u>	<u>Est Actual</u>	<u>Budget</u>	<u>to Budget</u>
Property Taxes	\$69,430,871	\$68,095,258	\$71,352,459	2.8%
CPPRT	857,756	1,317,875	920,000	7.3%
Interest	289,500	258,304	226,000	-21.9%
Food Service	566,040	402,767	277,000	-51.1%
Textbooks	285,700	283,141	275,400	-3.6%
Tuition	197,000	103,641	116,000	-41.1%
Rentals	916,890	875,904	929,300	1.4%
Other Local	477,499	614,708	343,620	-28.0%
State	5,371,944	5,473,969	5,612,897	4.5%
Federal	3,055,788	5,004,793	6,157,359	101.5%
	\$81,448,988	\$82,430,361	\$86,210,035	5.8%

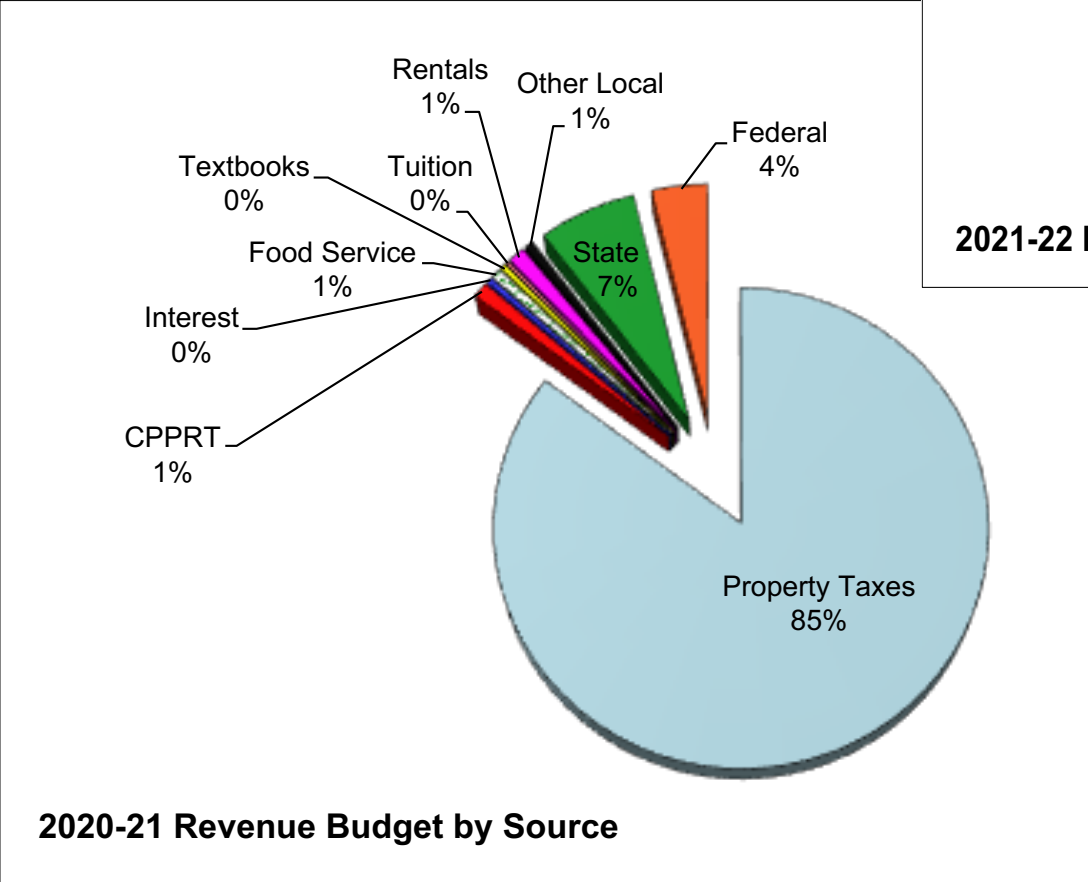
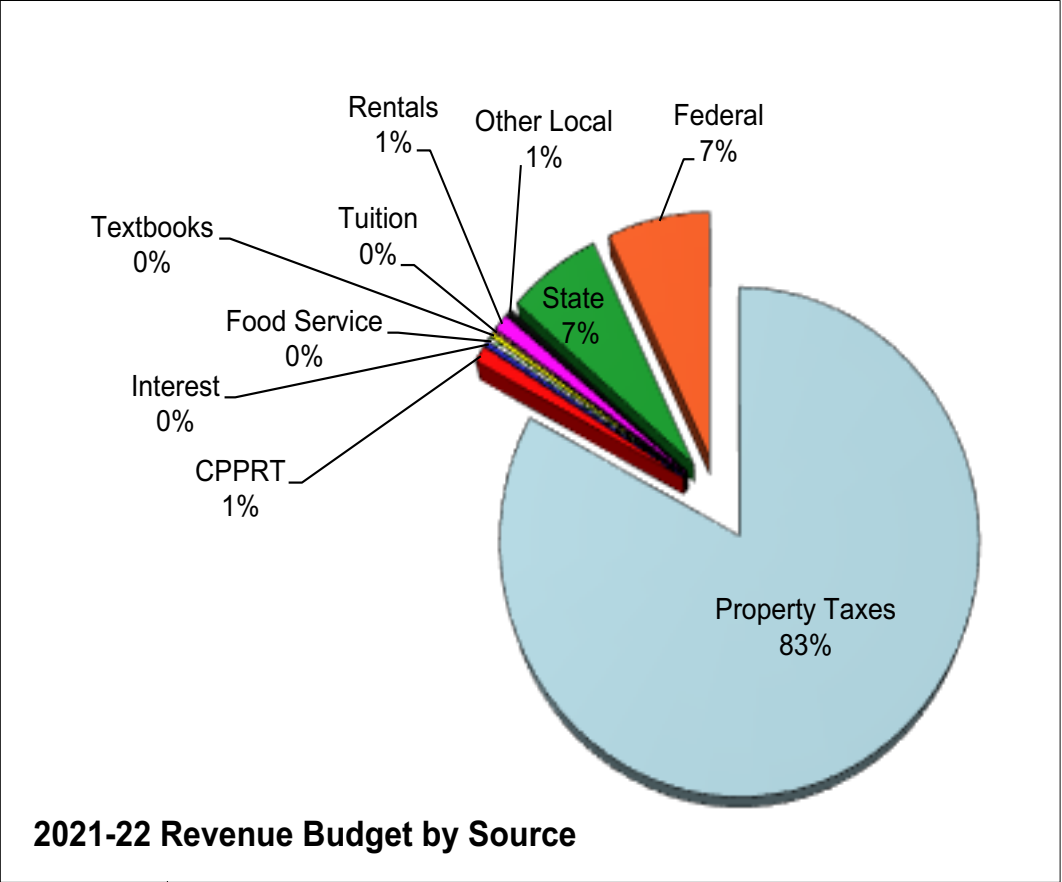
Total Revenue Budget Increase

\$4,761,047

Major Changes in Revenue Budget from 2020-21

Property Taxes	\$ 1,921,589
Food Service Revenues	\$ (289,040)
Interest Income	\$ (63,500)
CPPRT	\$ 62,244
Tuition (summer/EC)	\$ (81,000)
EBF	\$ 129,892
State Transportation Reimb	\$ 90,814
SPED Orphanage	\$ 76,445
Title I Grant	\$ (48,341)
Title II Grant	\$ (32,442)
Title III Grant	\$ (62,026)
ESSER I Funds	\$ (185,363)
ESSER II Funds	\$ 652,889
ESSER III Funds	\$ 780,740
IDEA Grants	\$ 79,863
FEMA Reimbursement	\$ 163,563
Fed/State Food Service Funds	\$ 1,757,200
State Maint/Infrastructure Grant	\$ (50,000)
IL Public Risk Fund Grant	\$ (19,667)
Erate	\$ (112,000)
Total	\$ 4,771,860

Total Revenue Budget Increase \$4,761,047



2021-22 Budget Assumptions

- Expenditures
 - 2021-22 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
 - Decrease in IMRF employer pension rate in Jan 2022
 - Cost neutral to the extent possible
 - Technology Plan budget of \$1,357,500
 - STEM/DAD/CMA lab tech updates
 - No additional budget for COVID
 - Funds to support DEI Initiative
 - Increase in Special Education Tuition
 - Increase in food service food/supplies
 - Bus transportation contract increase

2021-22 Budget Assumptions

- Expenditures
 - Continue District vehicle replacement
 - Telephone/fiber cost decrease
 - Insurance Premiums increase
 - Capital Projects
 - Summer Projects of \$3.9 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 2020-21 and 2021-22

	Budget 2020-21	Unaudited Actual 2020-21	Difference 2020-21	Budget 2021-22	% Change over 2020-21 Budget
<i>Operating Funds</i>					
Education	\$ 66,505,625	\$ 65,357,444	\$ 1,148,181	\$ 70,495,091	6.00%
Operations & Maintenance	\$ 5,804,550	\$ 5,350,403	\$ 454,147	\$ 5,209,495	-10.25%
Transportation	\$ 2,807,100	\$ 1,905,311	\$ 901,789	\$ 3,021,074	7.62%
Capital Projects Fund	\$ 5,429,627	\$ 4,356,931	\$ 1,072,696	\$ 3,941,933	-27.40%
Working Cash			\$ -		
Operating Fund Totals:	\$ 80,546,902	\$ 76,970,089	\$ 3,576,813	\$ 82,667,593	2.63%
IMRF/FICA	\$ 2,504,800	\$ 2,255,998	\$ 248,802	\$ 2,507,517	0.11%
Tort Fund	\$ 355,000	\$ 370,312	\$ (15,312)	\$ 819,200	130.76%
Life Safety	\$ 200,000	\$ 200,000	\$ -	\$ 60,000	-70.00%
Other Funds Sub-Total	\$ 3,059,800	\$ 2,826,310	\$ 233,490	\$ 3,386,717	10.68%
Sub-Total Funds less Bond & Interest	\$ 83,606,702	\$ 79,796,399	\$ 3,810,303	\$ 86,054,310	2.93%
Bond & Interest	\$ 4,419,364	\$ 4,419,365	\$ (1)	\$ 4,407,389	
Total All Funds	\$ 88,026,066	\$ 84,215,764	\$ 3,810,302	\$ 90,461,699	2.77%
Without Capital Projects	\$ 82,596,439	\$ 79,858,833	+\$3,923,327	\$ 86,519,766	4.750%

Changes in Expenditure Budget

EXPENDITURES				
	2020-21	2020-21	2021-22	% Chg Budget
	<u>Budget</u>	<u>Est Actual</u>	<u>Budget</u>	<u>to Budget</u>
Salaries	\$51,566,785	\$50,012,052	\$53,499,929	3.7%
Employee Benefits	10,860,993	10,786,247	11,693,202	7.7%
Purchased Svcs	5,983,613	5,161,437	6,445,117	7.7%
Supplies	5,872,607	5,776,847	6,080,190	3.5%
Capital Outlay	870,044	538,499	954,677	9.7%
Construction	5,429,627	4,356,931	3,941,933	-27.4%
Other	183,305	123,172	270,302	47.5%
Special Ed Tuition	2,681,030	2,882,517	3,148,837	17.4%
Debt	4,378,063	4,378,063	4,367,512	-0.2%
Life Safety	200,000	200,000	60,000	-70.0%
	\$88,026,067	\$84,215,764	\$90,461,699	2.8%

Total Expenditure Budget Increase

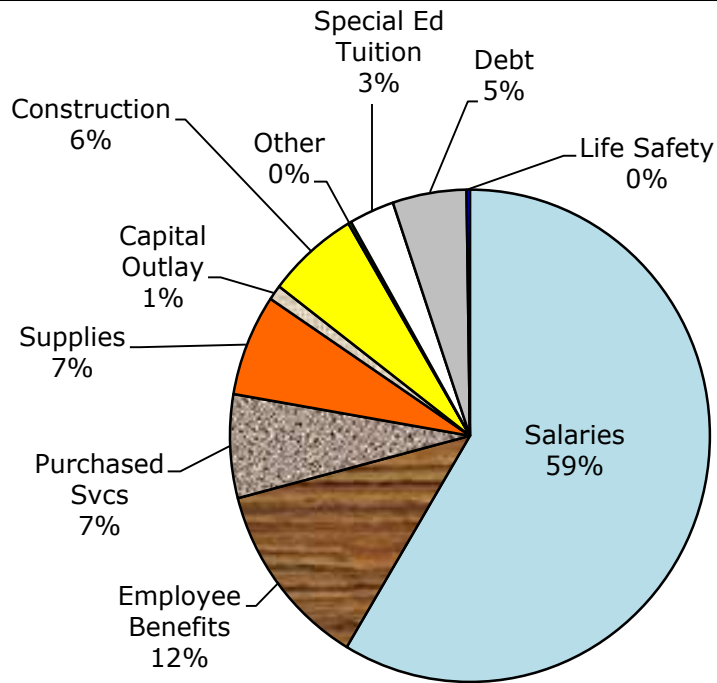
\$2,435,633

Major Changes in Expenditure Budget from 2020-21

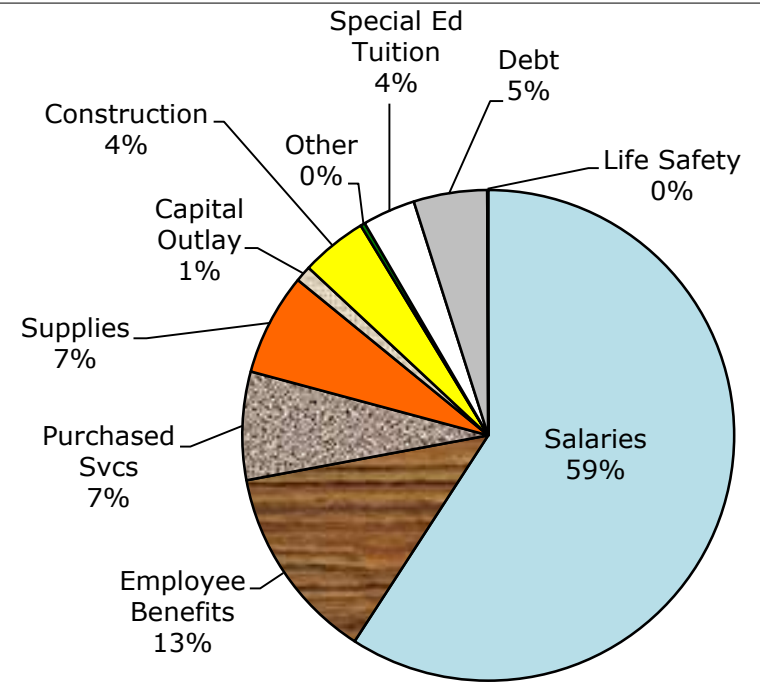
Salaries (excl ESSER)	\$ 1,317,337
Employee Benefits (excl ESSER)	\$ 685,719
ESSER I	\$ (200,439)
ESSER II	\$ 457,035
ESSER III	\$ 753,767
DEI Initiative	\$ 83,900
Legal Fees	\$ 25,000
Communications Budget (incl board room tech upgrades)	\$ 77,345
Curriculum Budget	\$ (285,670)
Food Service Supplies	\$ 764,800
Food Service Vans	\$ 105,000
Insurance Premiums (Prop/Liab & Wrkrs Comp)	\$ 146,675
Telephone/Fiber	\$ (85,000)
Transportation	\$ 212,274
SPED Tuition	\$ 467,807
Construction (life safety)	\$ (140,000)
Construction (capital projects)	\$ (1,487,694)
COVID expenses	\$ (500,000)
STEM/DAD/CMA tech upgrades	\$ 141,800
Total	\$ 2,539,656

Total Expenditure Budget Increase

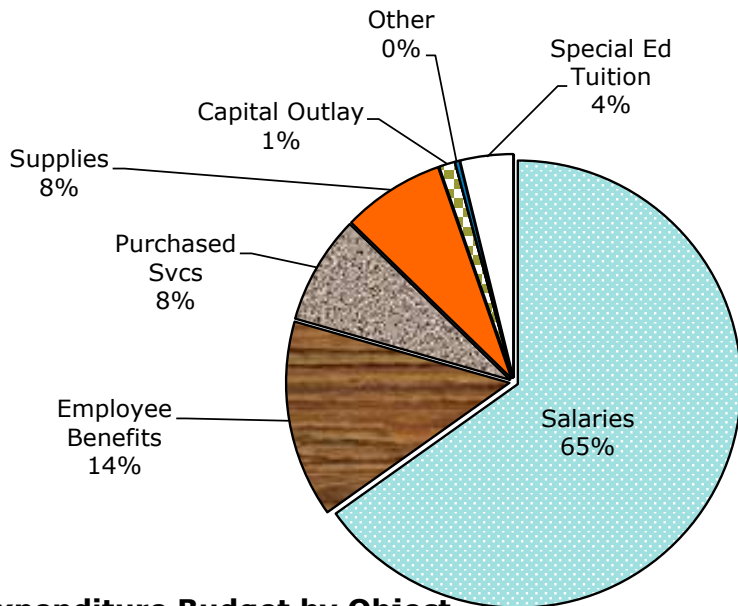
\$2,435,633



2020-21 Expenditure Budget by Object



2021-22 Expenditure Budget by Object



2021-22 Expenditure Budget by Object (excluding debt and construction)

Personnel Costs = 79% of Budget (Excluding Debt & Construction)

Arlington Heights School District #25

Summary of Fund Balance 2021-22 Budget

	Unaudited			Projected			
	Fund Balance	Revenue	Transfers	Expenditure	Transfers	Fund Balance	Surplus
	6/30/21	Projection	In	Projection	Out	6/30/22	(Deficit)
<i>Operating Funds</i>							
Education:	40,352,888	\$ 67,349,850		\$ 70,495,091	\$ 39,877	\$ 37,167,770	\$ (3,185,118)
Operations & Maintenance	\$ 3,442,954	\$ 8,246,207		\$ 5,209,495	\$ 3,941,933	\$ 2,537,733	\$ (905,221)
Transportation	\$ 2,015,880	\$ 2,865,430		\$ 3,021,074		\$ 1,860,236	\$ (155,644)
Capital Projects Fund	\$ -	\$ -	\$ 3,941,933	\$ 3,941,933		\$ -	\$ -
Working Cash	\$ 7,665,915	\$ 30,700		\$ -		\$ 7,696,615	\$ 30,700
Operating Fund Totals:	\$ 53,477,637	\$ 78,492,187	\$ 3,941,933	\$ 82,667,593	\$ 3,981,810	\$ 49,262,354	\$ (4,215,283)
IMRF/FICA	\$ 1,448,313	\$ 2,469,063		\$ 2,507,517		\$ 1,409,859	\$ (38,454)
Tort Fund	\$ 310,013	\$ 735,760		\$ 819,200		\$ 226,573	\$ (83,440)
Life Safety	\$ 124,087	\$ 31,271		\$ 60,000		\$ 95,358	\$ (28,729)
Other Funds Sub-total	\$ 1,882,412	\$ 3,236,094	\$ -	\$ 3,386,717	\$ -	\$ 1,731,789	\$ (150,623)
Sub-Total Funds less Bond & Interest	\$ 55,360,050	\$ 81,728,281	\$ 3,941,933	\$ 86,054,310	\$ 3,981,810	\$ 50,994,144	\$ (4,365,906)
Bond & Interest	\$ 1,032,033	\$ 4,481,754	\$ 39,877	\$ 4,407,389		\$ 1,146,275	\$ 114,242
Total All Funds	\$ 56,392,083	\$ 86,210,035	\$ 3,981,810	\$ 90,461,699	\$ 3,981,810	\$ 52,140,419	\$ (4,251,664)

2021-22 Budget Impact

Deficit Due to Construction/ Life Safety	★	\$ 4.0 million
Total Budget Deficit	★	<u>\$ 4.2 million</u>
Operating Budget Deficit	★	\$ 0.2 million
2020-21 Budgeted Deficit		- \$ 6.2 million
2020-21 Est Actual Deficit	★	- <u>\$ 1.8 million</u>
Fund Balance Impact		+ \$ 4.4 million

	Est Actual 2020/21	Budget 2021/22
Revenues		
Property Taxes	✓ \$ 68,095,258	✓ \$ 71,352,459
CPPRT	\$ 1,317,875	\$ 920,000
Interest	✓ \$ 258,304	✓ \$ 226,000
Food Service	\$ 402,767	\$ 277,000
Rentals	✓ \$ 875,904	✓ \$ 929,300
Other Local (tuition, fees, etc.)	1,001,490	735,020
Bonds	-	-
State	✓ 5,473,969	✓ 5,612,897
Federal	✓ <u>5,004,793</u>	✓ <u>6,157,359</u>
Total Revenues	✓ \$ 82,430,360	✓ \$86,210,035
Expenditures		
Salaries	✓ 50,012,052	✓ 53,499,929
Employee Benefits	✓ 10,786,247	✓ 11,693,202
Purchased Svcs	✓ 5,161,437	✓ 6,445,117
Supplies	✓ 5,776,847	✓ 6,080,190
Capital Outlay	✓ 538,499	✓ 954,677
Other	✓ 83,294	✓ 230,425
Tuition	✓ 2,882,517	✓ 3,148,837
Debt	✓ 4,417,940	✓ 4,407,389
Sub-Total Expenditures	✓ \$ 79,658,832	✓ \$86,459,766
Sub-Total Surplus/(Deficit)	\$ 2,771,528 ★	\$ (249,731)
Construction/Life Safety	<u>4,556,931</u> ★	<u>4,001,933</u>
Total Surplus/(Deficit)	\$ (1,785,403) ★	\$ (4,251,664)
Ending Fund Balance	56,392,088	52,140,424
Less: Debt Service FB	(1,032,034)	(1,146,276)
Net Fund Balance	55,360,054	50,994,147
% of next yr's budget	64.3%	57.3%

Budget Timeline

Dec 10, 2020	Adopt tax levy
Jan-Mar 2021	Build budget assumptions
Feb - Jun 2021	Build budget (building allocations, departments, staffing, enrollment)
May 20, 2021	Personnel Plan approved by Board
Aug 12, 2021	Presentation of Tentative Budget
Aug-Sep 2021	Continue budget updating for changes
Sept 23, 2021	Public Hearing and Final budget adoption