



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

2023-24 TENTATIVE BUDGET

Presented
August 15, 2023

By
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2023-24 Budget Assumptions

- Revenues
 - Property Taxes
 - CPI = 5.0% for 2022 and 5.0% for 2023
 - \$370,000 TIF Surplus distribution
 - 99% collection rate
 - Reallocating between funds
 - Interest income = 4.0%
 - Food service sales decrease
 - CPPRT decrease
 - State Funds
 - EBF \$5,062,000
 - Federal Funds
 - Last year of ESSER III (ARP) funds
 - No IDEA ARP funds

Arlington Heights School District #25
Summary of Revenues 2022-23 and 2023-24

	Budget 2022-23	Unaudited Actual* 2022-23	Difference 2022-23	Budget 2023-24	% Change over 2022-23 Budget
<i>Operating Funds</i>					
Education	\$ 67,696,098	\$ 66,997,625	\$ (698,473)	\$ 77,508,080	14.49%
Operations & Maintenance	\$ 8,563,774	\$ 9,511,659	\$ 947,885	\$ 7,196,506	-15.97%
Transportation	\$ 3,385,897	\$ 3,145,270	\$ (240,627)	\$ 3,463,190	2.28%
IMRF/FICA	\$ 1,987,558	\$ 2,023,888	\$ 36,330	\$ 2,106,387	5.98%
Working Cash	\$ 115,800	\$ 142,509	\$ 26,709	\$ 314,400	
Tort Fund	\$ 949,348	\$ 924,775	\$ (24,573)	\$ 1,064,565	12.14%
Life Safety	\$ 20,416	\$ 26,194	\$ 5,778	\$ 29,409	44.05%
Sub-Total	\$ 82,718,891	\$ 82,771,920	\$ 53,029	\$ 91,682,537	10.84%
Capital Projects Fund	\$ 60,018,740	\$ 61,200,343	\$ 1,181,603	\$ 2,637,826	
Bond & Interest	\$ 7,576,784	\$ 7,422,175	\$ (154,609)	\$ 9,924,358	
Total All Funds	\$ 150,314,415	\$ 151,394,438	\$ 1,080,023	\$ 104,244,721	-30.65%
Without Bonds	\$ 90,312,170	\$ 91,392,193	\$ (1,080,023)	\$ 104,244,721	15.427%

Total Revenue Budget Increase

\$13,932,551 (excludes 2022-23 bonds)

Changes in Revenue Budget

REVENUES				
(excludes \$60 million in bond proceeds in 2022-23)				
	2022-23	2022-23	2023-24	% Chg Budget
	<u>Budget</u>	<u>Est Actual</u>	<u>Budget</u>	<u>to Budget</u>
Property Taxes	\$72,748,967	\$71,115,008	\$85,620,993	17.7%
CPPRT	3,088,358	3,246,715	1,500,000	-51.4%
Interest	885,000	2,564,988	4,516,000	410.3%
Food Service	1,345,900	1,102,005	1,041,400	-22.6%
Textbooks	274,800	286,175	263,900	-4.0%
Tuition	161,100	259,392	214,980	33.4%
Rentals	1,031,600	1,081,758	1,081,800	4.9%
Other Local	1,315,588	1,719,763	838,918	-36.2%
State	6,350,339	6,300,560	6,087,108	-4.1%
Federal	3,110,518	3,715,831	3,079,621	-1.0%
	\$90,312,170	\$91,392,195	\$104,244,721	15.4%

Total Revenue Budget Increase

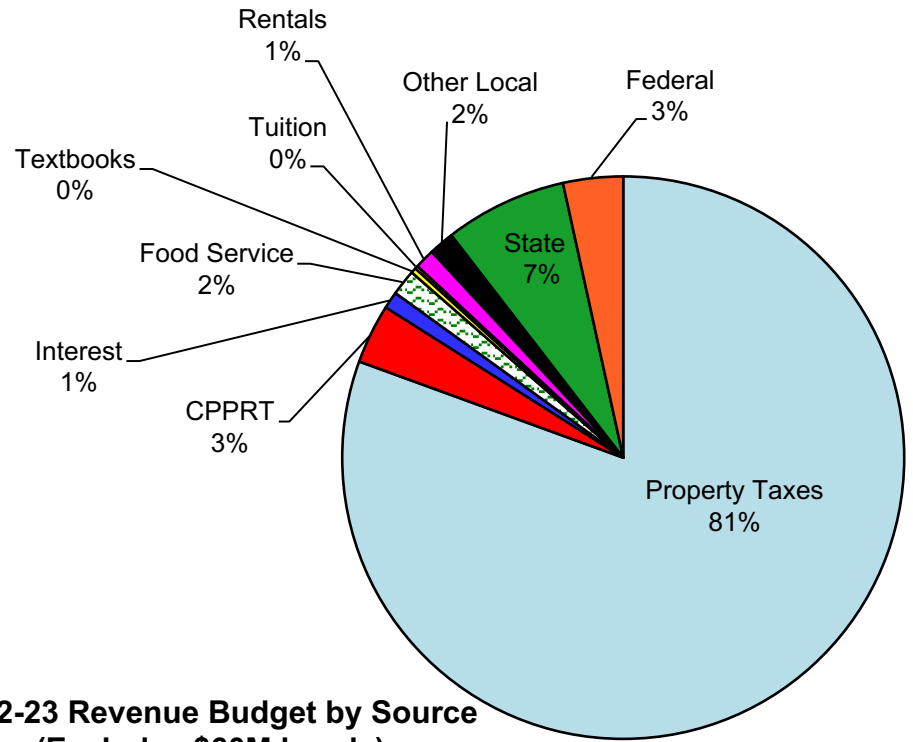
\$13,932,551 (excl \$60M in bonds in 22-23)

Major Changes in Revenue Budget from 2022-23

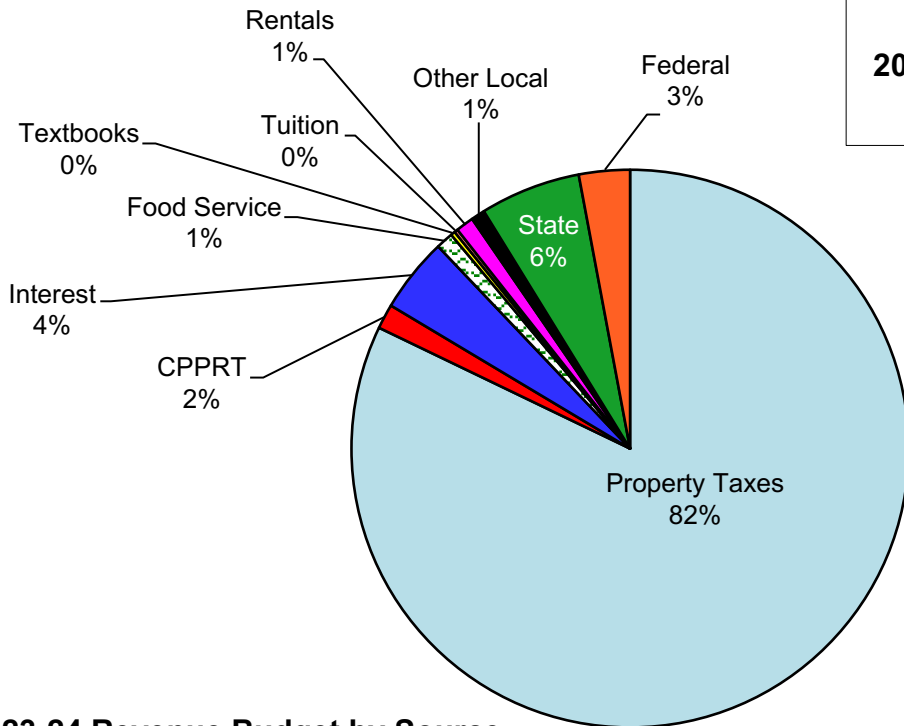
Property Taxes	\$ 12,872,023
TIF Surplus Distribution	\$ 370,000
Food Service Sales	\$ (306,500)
Federal School Lunch	\$ 164,576
Interest Income	\$ 3,631,200
Tuition (Summer/EC)	\$ 53,880
Student Fees	\$ (33,700)
Transportation Fees	51,130
State Transportation Funding	(269,399)
Workers Comp Refund	45,682
Bond Proceeds	\$ (60,002,245)
Bond Premium	\$ (928,013)
Facilities Rentals	\$ 50,200
ESSER II Funds	\$ (112,547)
ESSER III Funds	\$ 241
ESSER III Setaside Funds	\$ (38,865)
IDEA Grants	\$ 208,639
IDEA ARP Grants	\$ (285,075)
CPPRT	\$ (1,588,358)
Total	\$ (46,117,131)

Property Tax Revenues Budget Example	FY21-22	FY22-23	FY23-24
2020 Ext 71,179,363 Spring 2021 Collection = 55% of 2019 Fall 2021 Collection = 2020 Extension - Spring	32,938,268		
2021 Ext 72,694,163 Spring 2022 Collection = 55% of 2020 Fall 2022 Collection = 2021 Extension - Spring	39,148,650	33,545,513	
2022 Levy 81,219,047 Spring 2023 Collection = 55% of 2021 Fall 2023 Collection = 2022 Extension - Spring		39,981,790	41,237,257
2023 Est Levy 85,848,533 * Spring 2024 Collection = 55% of 2022 Fall 2024 Collection = 2023 Extension - Spring			44,670,476
Total	72,086,918	73,527,303	85,907,733
*Based on 105.7% of 2022 levy		Increase	12,380,430

Total Revenue Budget Increase \$46,069,694 (includes 22-23 bonds)



**2022-23 Revenue Budget by Source
(Excludes \$60M bonds)**



2023-24 Revenue Budget by Source

2023-24 Budget Assumptions

- Expenditures
 - 2023-24 Personnel Plan approved in spring (\$623K new staff)
 - Personnel Costs
 - Salaries based on negotiated agreements or tied to CPI
 - Health Insurance costs increase by 6%
 - No pension shift incorporated at this time
 - Decrease in IMRF employer pension rate in Jan 2024 (8.23% to 7.84%)
 - Cost neutral to the extent possible
 - No major curriculum adoption
 - Technology Plan budget of \$1.85M
 - Decrease in food service food/supplies
 - Bus and Taxi transportation increases

2023-24 Budget Assumptions

- Expenditures

- Continue District vehicle replacement
 - \$140K carried over from 2022-23 for food service vans
 - \$84K carried over for facilities dump truck
 - \$116K for 2 replacement facilities trucks
- Insurance Premiums increase
- Capital Projects - \$46.2M
 - \$44.9M for combined FDK/capital projects already awarded
 - \$1.3M not included in bids above
- Debt service includes referendum bonds
- Transfers
 - O&M Fund to capital projects = \$3.5M
 - Working cash interest to capital projects
- 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 2022-23 and 2023-24

	Budget 2022-23	Unaudited Actual* 2022-23	Difference 2022-23	Budget 2023-24	% Change over 2022-23 Budget
<i>Operating Funds</i>					
Education	\$ 71,729,167	\$ 68,777,705	\$ 2,951,462	\$ 73,273,989	2.15%
Operations & Maintenance	\$ 5,534,450	\$ 5,006,778	\$ 527,672	\$ 5,966,441	7.81%
Transportation	\$ 3,301,930	\$ 3,345,539	\$ (43,609)	\$ 3,652,600	10.62%
IMRF/FICA	\$ 2,351,169	\$ 2,109,251	\$ 241,918	\$ 2,416,325	2.77%
Working Cash			\$ -		
Tort Fund	\$ 876,000	\$ 836,759	\$ 39,241	\$ 921,510	5.20%
Life Safety	\$ 60,000	\$ -	\$ 60,000	\$ -	-100.00%
Sub-Total	\$ 83,852,716	\$ 80,076,033	\$ 3,776,683	\$ 86,230,865	2.84%
Capital Projects Fund	\$ 9,389,112	\$ 9,877,365	\$ (488,253)	\$ 46,272,783	392.83%
Bond & Interest	\$ 7,303,862	\$ 7,301,162	\$ 2,700	\$ 8,766,491	
Total All Funds	\$ 100,545,690	\$ 97,254,559	\$ 3,291,131	\$ 141,270,139	40.50%
Without Capital Projects	\$ 91,156,578	\$ 87,377,194	\$ 3,779,384	\$ 94,997,356	4.213%

Total Expenditure Budget Increase \$40,724,449

Total Expenditure Budget Increase w/o capital projects \$3,840,778

Changes in Expenditure Budget

EXPENDITURES				
	2022-23	2022-23	2023-24	% Chg Budget
	<u>Budget</u>	<u>Est Actual</u>	<u>Budget</u>	<u>to Budget</u>
Salaries	\$53,915,669	\$52,499,100	\$56,631,324	5.0%
Employee Benefits	11,518,426	11,187,193	12,160,837	5.6%
Purchased Svcs	6,962,120	6,574,912	7,230,022	3.8%
Supplies	6,426,781	5,493,302	5,233,796	-18.6%
Capital Outlay	1,379,460	1,110,104	1,288,405	-6.6%
Construction	9,389,112	9,877,365	46,272,783	392.8%
Other	317,580	170,875	278,099	-12.4%
Special Ed Tuition	3,316,207	3,081,376	3,449,685	4.0%
Debt	7,260,335	7,260,335	8,725,188	20.2%
Life Safety	60,000	0	0	-100.0%
	\$100,545,690	\$97,254,561	\$141,270,139	40.5%

Total Expenditure Budget Increase

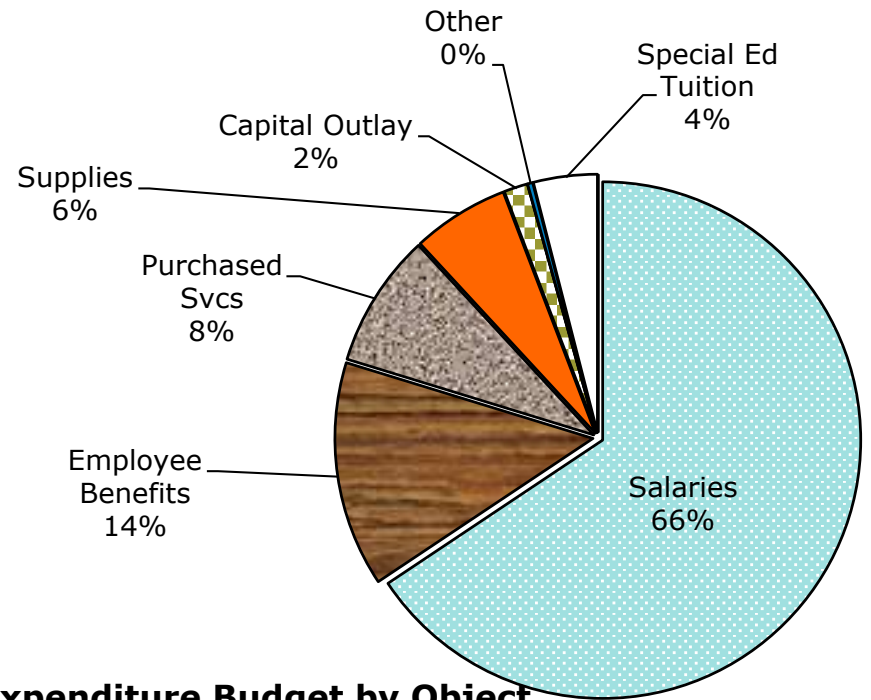
\$40,724,449

Major Changes in Expenditure Budget from 2022-23

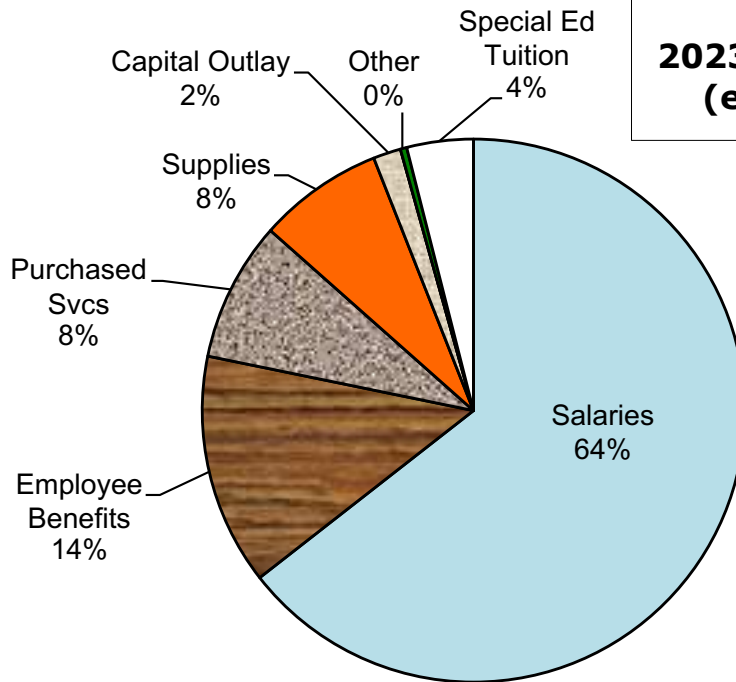
Salaries (excl ESSER)	\$ 2,727,305
Employee Benefits (excl ESSER)	\$ 639,513
IDEA ARP	\$ (282,776)
ESSER III	\$ (153,711)
Technology Budget (infrastructure)	\$ 392,000
Technology Budget (1:1)	\$ 98,000
Curriculum Budget (MIF 6 years)	\$ (1,008,857)
Bid Ideas Math Subscription	\$ 68,000
Food Service Supplies	\$ (680,200)
Facilities - digital radios	\$ 55,000
Vehicles (carryover from 22/23)	\$ 75,000
Insurance Premiums (Prop/Liab & Wrkrs Comp)	\$ 45,510
Transportation	\$ 251,770
SPED Transportation	\$ 80,000
Life Safety	\$ (60,000)
Construction (capital projects)	\$ 36,383,671
Furniture	\$ 500,000
Special Ed Tuition	\$ 133,478
Debt Service	\$ 1,462,629
Total	\$ 40,726,332

Total Expenditure Budget Increase

\$40,724,449



**2023-24 Expenditure Budget by Object
(excluding debt and construction)**



**2022-23 Expenditure Budget by Object
(excluding debt and construction)**

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

Arlington Heights School District #25
Summary of Fund Balance 2023-24 Budget

	Unaudited Fund Balance 6/30/23	Revenue Projection	Transfers In	Expenditure Projection	Transfers Out	Projected Fund Balance 6/30/24	Surplus (Deficit)
<i>Operating Funds</i>							
Education:	38,161,287	\$ 77,508,080		\$ 73,273,989	\$ 39,878	\$ 42,355,500	\$ 4,194,213
Operations & Maintenance	\$ 5,599,052	\$ 7,196,506		\$ 5,966,441	\$ 3,500,000	\$ 3,329,117	\$ (2,269,935)
Transportation	\$ 1,833,430	\$ 3,463,190		\$ 3,652,600		\$ 1,644,020	\$ (189,410)
Working Cash	\$ 7,858,965	\$ 314,400		\$ -	\$ 314,400	\$ 7,858,965	\$ -
IMRF/FICA	\$ 1,453,472	\$ 2,106,387		\$ 2,416,325		\$ 1,143,534	\$ (309,938)
Tort Fund	\$ 383,727	\$ 1,064,565		\$ 921,510		\$ 526,782	\$ 143,055
Life Safety	\$ 123,030	\$ 29,409		\$ -		\$ 152,439	\$ 29,409
Sub-total	\$ 55,412,964	\$ 91,682,537	\$ -	\$ 86,230,865	\$ 3,854,278	\$ 57,010,358	\$ 1,597,394
Capital Projects Fund	\$ 56,272,978	\$ 2,637,826	\$ 3,814,400	\$ 46,272,783		\$ 16,452,421	\$ (39,820,557)
Bond & Interest	\$ 1,206,712	\$ 9,924,358	\$ 39,878	\$ 8,766,491		\$ 2,404,457	\$ 1,197,745
Total All Funds	\$ 112,892,654	\$ 104,244,721	\$ 3,854,278	\$ 141,270,139	\$ 3,854,278	\$ 75,867,236	\$ (37,025,418)

Budget Timeline

Dec 13, 2022	Adopt tax levy
Jan-Mar 2023	Build budget assumptions
Feb - Jul 2023	Build budget (building allocations, departments, staffing, enrollment)
April 11, 2023	Personnel Plan approved by Board
Aug 15, 2023	Presentation of Tentative Budget
Aug-Sep 2023	Continue budget updating for changes
Sept 26, 2023	Public Hearing and Final budget adoption