

KEENEYVILLE



KNOWLEDGE
— SKILLS —

ATTITUDES FOR SUCCESS

DISTRICT

20

FINAL FY 21-22 Budget

Board Meeting Presentation
June 17, 2021



+ Presentation Overview

- Legal Requirements for Budget Adoption
- FY 21-22 Budgeted Revenues
- FY 21-22 Budgeted Expenditures
- 2021/2022 Construction
- Final Fund Balances

+ Legal Requirements for Budget Adoption

- Under School Code, School Districts must adopt a budget by September 30th of every fiscal year – This year we will adopt our 2021/2022 Budget by on ***June 17, 2021***.
- Prior to adoption, a School Board must:
 - 1 Place the Tentative Budget on Public Display for at least 30 days
 - 2 Schedule a date and time for a Public Hearing on the Proposed Budget (ours is scheduled for ***June 17, 2021***)
 - 3 Publish a “Notice of Public Hearing” in a newspaper of general circulation within the District (currently scheduled for ***May 12, 2021*** – In Daily Herald) thirty (30) days prior to the Public Hearing
 - 4 Conduct a Public Hearing on the date and time specified in the “Notice of Public Hearing”



Keeneyville Budget History

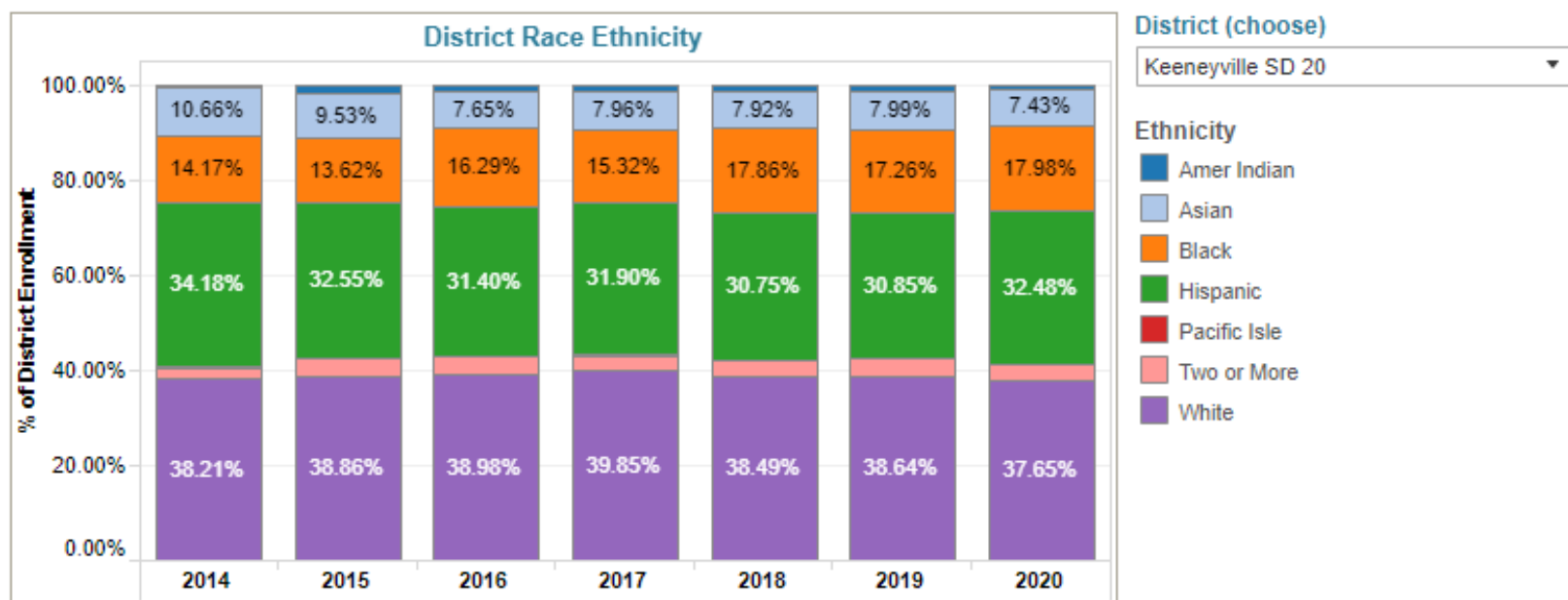
- Over the past 19 years the Board of Education has met its objective of approving a balanced budget in the Education Fund for each fiscal year
- The Finance & Facilities Committee - Sara Bruno, Jennifer Kuban, Terry Walloch and Heather Weishaar have recommended a balanced budget to be presented to the Board for FY 21/22



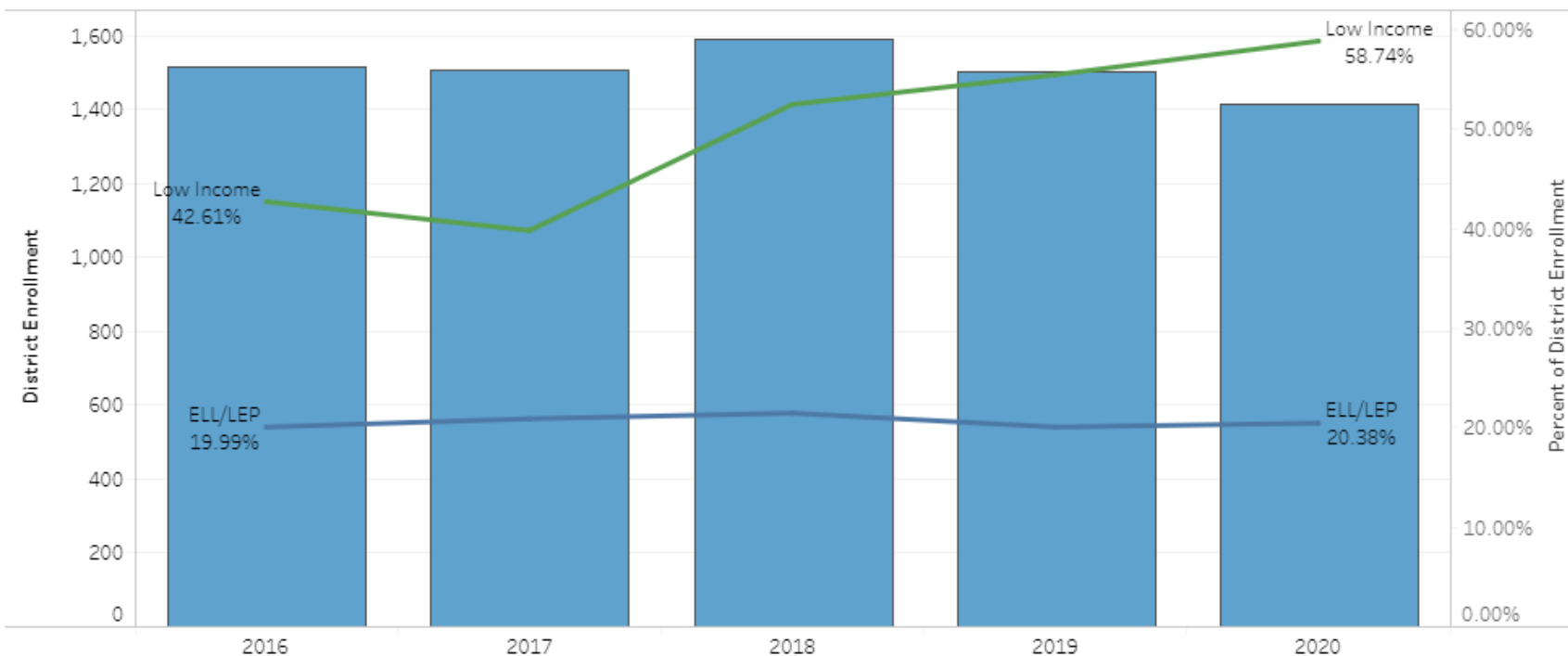
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History

+ Student Demographics

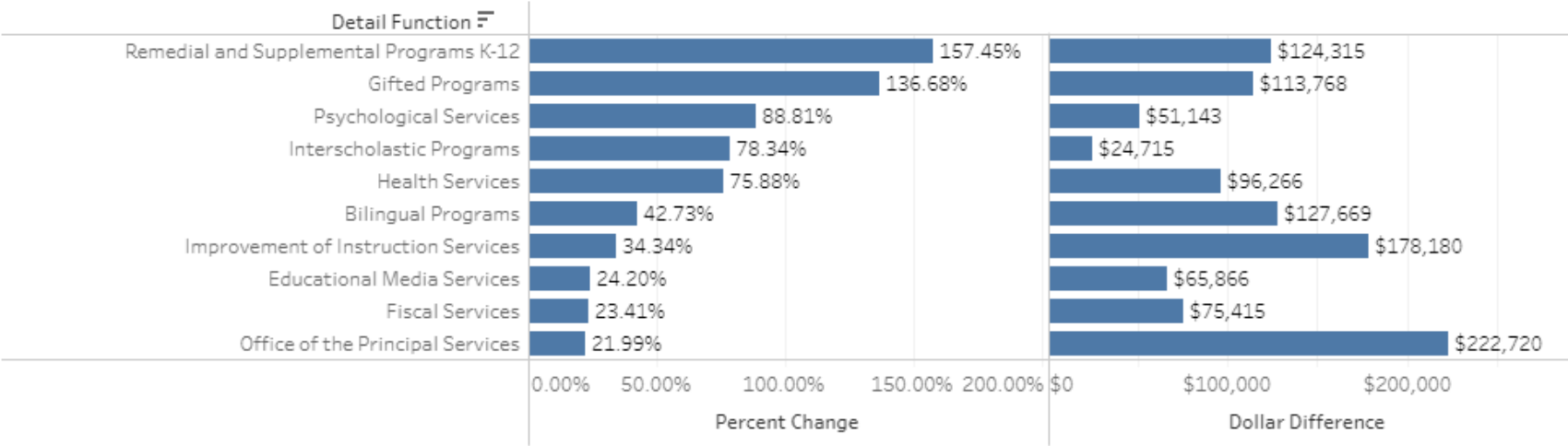


Changes in total enrollment as well as enrollment for subgroups requiring additional support can place demands on the district budget.



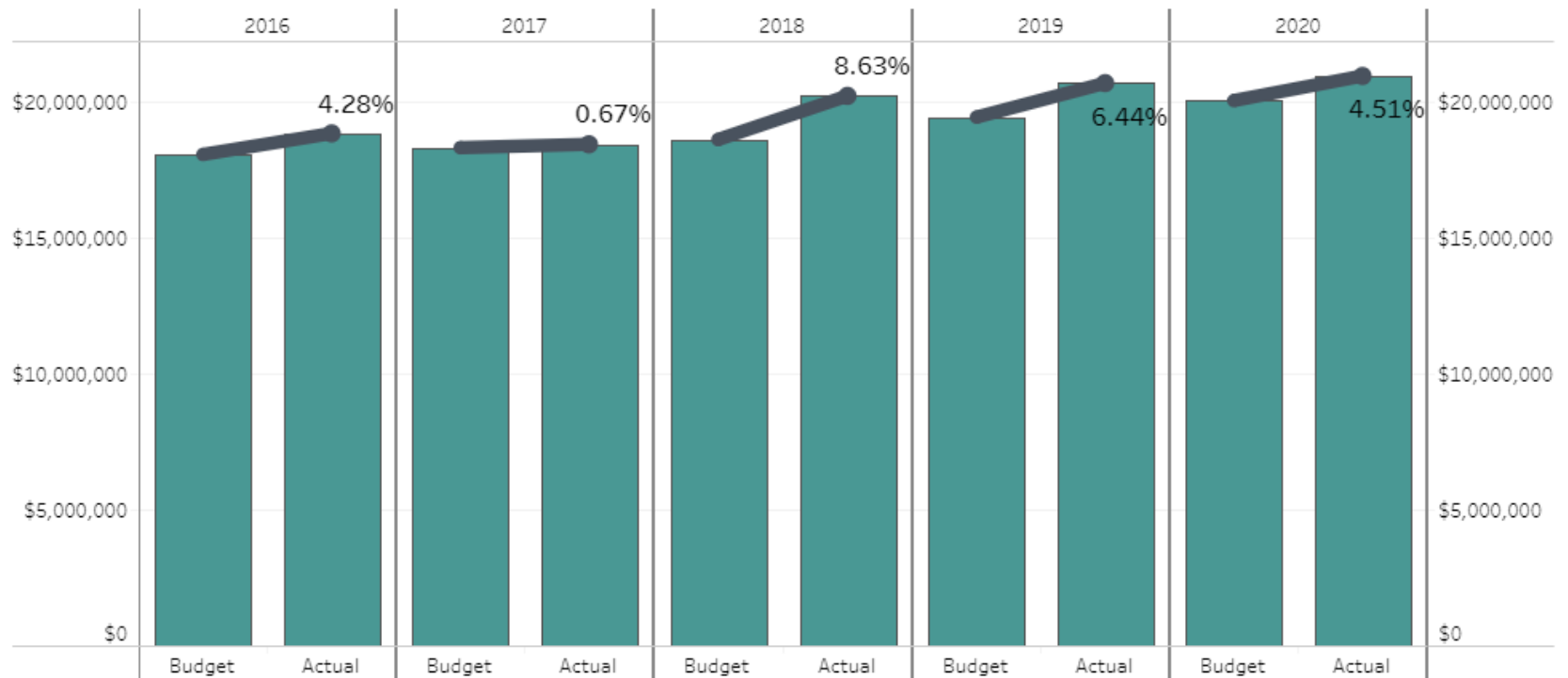


The ten functions below had the highest percentage increase in spending from 2015 to 2020 in the Operating Fund. The right-hand column shows the dollar amount of the increase over that same time period. Line-items without an amount for both 2015 and 2020 are not displayed.





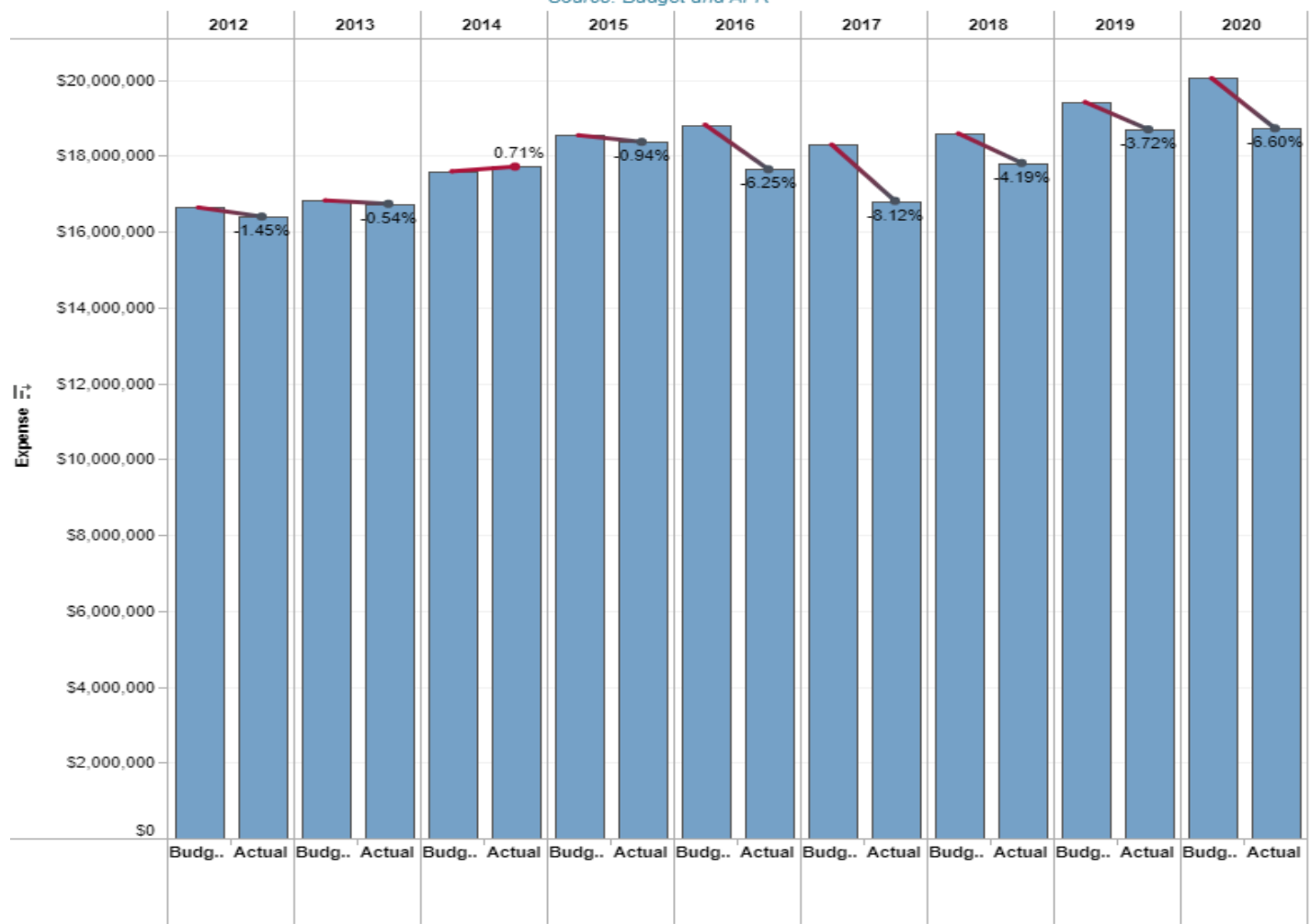
Revenue Budget vs Actual Trend



Expense Budget Performance

Keeneyville SD 20

Source: Budget and AFR





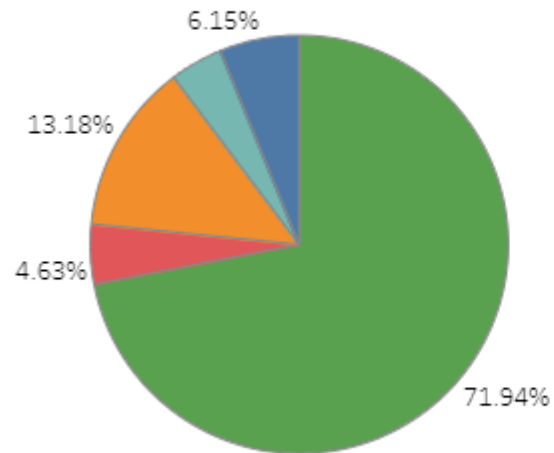
Tentative Revenues 2021

+ Overview of Revenues

- Revenues are derived from three main sources;
 - Local
 - Property Taxes, Corporate Personal Property Replacement Tax (CPPRT), Fees, Earnings on Investments, Food Service and other
 - State
 - General State Aid (now Evidence Based Model) and Categorical (Restricted – Transportation & Private Facility)
 - Federal
 - IDEA Flow Through
 - Title I, Title II, Title III, Title IV, and National School Lunch Program
 - Medicaid Payments
 - **ESSER II - \$812,000**
 - **ARP ESSER III – \$1,823,000 – Grant will open July 1st – August Board meeting we will have public participation to reflect expenditures.**

+ Revenues by Source

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Source

- Property Taxes
- Other Local Revenue
- General State Aid
- Other State Sources
- Federal Sources



Revenues – Highlights & Assumptions

- Local – CPI was 1.4% for the 2020 tax levy. This represents approximately \$367,000 in additional revenue to the District.
- State revenues include the State Aid under the Evidenced Based Model (EBF) funded at 100%. While EBF is based on student counts, we get more funds for different demographics:
 - Low Income
 - EL
 - IEP
 - We are assuming this will flat for FY 2021-2022
- Federal funding is anticipated to increase due to the ESSER II and ESSER III grants. Additionally we are hearing that Title funds could be doubled (from \$300K to \$600k), and IDEA could increase as well.



Tentative 2020 Levy (\$208,000 New Property) (presented in November 2020)

Levy Sent to
Clerks Office

Wendy's
Estimate



		EAV	\$ 453,587,951		Estimated EAV	\$ 468,265,407		Estimated EAV	\$ 468,265,407
Capped Funds	Total Max Rate	2019 Levy Dollars	2019 Levy Rates		2020 Levy Dollars	2020 Levy Rates		2020 Levy Dollars	2020 Levy Rates
Education		12,339,406.62	2.72040		12,911,000.00	2.7572		12,628,822.60	2.6969
Operations/Maint	0.55	1,852,453.19	0.40840		1,950,000.00	0.4164		1,895,901.76	0.4049
IMRF		175,084.95	0.03860		180,000.00	0.0384		179,191.50	0.0383
Transportation		679,928.34	0.14990		750,000.00	0.1602		695,875.79	0.1486
Special Ed	0.40	78,017.13	0.01720		85,000.00	0.0182		79,846.99	0.0171
Working Cash	0.05	1,360.76	0.00030		1,500.00	0.0003		1,392.68	0.0003
Tort/Judgements		68,038.19	0.01500		75,000.00	0.0160		69,634.00	0.0149
Social Security		219,082.98	0.04830		230,000.00	0.0491		224,221.49	0.0479
Total Capped Funds		15,413,372.16	3.39810		16,182,500.00	3.4558		15,774,886.81	3.3688
	<u>New Money</u>				769,127.84	4.99%		361,514.65	2.35%
Non-Capped Funds									
Bond & Interest		1,028,737.63	0.2268		1,039,204.00	0.22193		1,039,204.00	0.22193
Total Levy Dollars/Rate		16,442,109.79	3.6249		17,221,704.00	3.67777		16,814,090.81	3.5907

The proposed 2020 levy represents a 4.99% increase to cover any new property that may be added into the District. The DuPage County Clerk will reduce the levy request to match the CPI-U or 2.3% increase.

+ Our Final 2020 Levy

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Max Estimate


Final Levy
from Clerk



				Wendy's Estimate in October 2020		Actual Final Number in March 2021	
		Estimated EAV	\$ 468,265,407	Estimated EAV	\$ 468,265,407	Estimated EAV	\$ 466,286,394
Capped Funds	Total Max Rate	2020 Levy Dollars	2020 Levy Rates	2020 Levy Dollars	2020 Levy Rates	2020 Levy Dollars	2020 Levy Rates
Education		12,911,000.00	2.7572	12,628,822.60	2.6969	12,592,064.07	2.7005
Operations/Maint	0.55	1,950,000.00	0.4164	1,895,901.76	0.4049	1,901,982.20	0.4079
IMRF		180,000.00	0.0384	179,191.50	0.0383	175,789.97	0.0377
Transportation		750,000.00	0.1602	695,875.79	0.1486	731,603.35	0.1569
Special Ed	0.40	85,000.00	0.0182	79,846.99	0.0171	83,465.26	0.0179
Working Cash	0.05	1,500.00	0.0003	1,392.68	0.0003	1,865.15	0.0004
Tort/Judgements		75,000.00	0.0160	69,634.00	0.0149	73,206.96	0.0157
Social Security		230,000.00	0.0491	224,221.49	0.0479	224,750.04	0.0482
Total Capped Funds		16,182,500.00	3.4558	15,774,886.81	3.3688	15,784,727.00	3.3852
	<u>New Money</u>	769,127.84	4.99%	361,514.65	2.35%	371,354.84	2.41%
Non-Capped Funds							
Bond & Interest		1,039,204.00	0.22193	1,039,204.00	0.22193	1,017,436.91	0.2182
Total Levy Dollars/Rate		17,221,704.00	3.67777	16,814,090.81	3.5907	16,802,163.91	3.6034
				New Property Estimate	208,000	New Property Actual	484,420
Assumptions: 3.19 in EAV growth and \$208,000 in new Property						9,840.19	0.06%

+ FY 21-22 Budget - Revenues

Education Fund - Revenues

<div>  TENTATIVE REVENUES </div>							
7/1/2021 through 06/30/2022 (unaudited figures)							
Education Fund	Proposed 21-22 Budget	% Increase	Approved FY 20-21 Budget	Projected 6/30/2021 Figures	Over/(Under)	%	
Local Property Taxes	12,450,000	2.3%	12,175,000	12,367,807	192,807	101.6%	
Interest Income	100,000	-43.4%	176,600	115,514	(61,086)	65%	
Registration Fees	57,000	-53.5%	122,500	89,863	(32,637)	73%	
PRC	-	0.0%	200,000	200,890	890	100%	
Al A Carte Food Service	21,315	-44.6%	38,500	2,157	(36,343)	6%	
Prior Year Refunds	2,500	-83.3%	15,000		(15,000)	0%	
Other Local Revenues	35,000	-51.7%	72,500	98,639	26,139	136%	
State Revenues	2,776,500	7.5%	2,582,000	2,612,982	30,982	101%	
Federal Revenues	1,922,685	45.9%	1,317,900	1,901,577	583,677	144%	
Total	17,365,000	4.0%	\$ 16,700,000	\$ 17,389,429	\$ 689,429	104%	

1. We also reduced Interest Income as Investment income will decline as a result of a low interest rate environment. We continue to ladder out our 180 day funds on hand to obtain the best rates possible.
2. Included in Federal Revenues are ESSER II (\$456,785) and ESSER III (\$425,000). The remainder of the funds are in the Operations & Maintenance fund to pay for HVAC repairs & upgrades.
3. We anticipate State funding to remain flat, however, because of the ESSER funds, we moved \$300,000 of EBF from the O & M fund back into the Ed Fund. That represents a 7.5% increase.



FY 21-22 Budget

Operations & Maintenance Fund - Revenues

<u>Operations & Maintenance Fund</u>	<u>Proposed 21-22</u> <u>Budget</u>	<u>% Increase</u>	<u>Approved FY 20-21</u> <u>Budget</u>	<u>Projected</u> <u>6/30/2021</u> <u>Figures</u>	<u>Over/(Under)</u>	<u>%</u>
Local Property Taxes	1,850,000	2.8%	1,800,000	1,845,013	45,013	102.5%
CPPRT	20,000	0.0%	20,000	36,073	16,073	180.4%
Interest Income	25,000	-50.0%	50,000	20,742	(29,258)	41%
Other Fees (Rentals/Impact Fees)	5,000	-3.8%	5,200	31,929	26,729	
State Revenues (GSA)	-	0.0%	335,000	2 → 335,000	-	100%
Maintenance Grant			50,000	-	(50,000)	0%
Federal ESSER II & ESSER III	1,600,000				-	
Total	3,500,000	54.9%	\$ 2,260,200	\$ 2,268,757	\$ 8,557	100%

- We anticipate lower interest earnings due to lower overall rates.
- State revenues were reduced by \$335,000 and moved to the Education Fund
- Included in the revenues is \$1.6 million of ESSER II and ESSER III funding that will be allocated to the 17 Unit Ventilators at Waterbury and replacement of 7 RTUs at Spring Wood.

+ FY 21-22 Budget





Transportation Fund - Revenues

<u>Transportation Fund</u>	<u>Proposed 21-22 Budget</u>	<u>% Increase</u>	<u>Approved FY 20-21 Budget</u>	<u>Projected 6/30/2021 Figures</u>	<u>Over/(Under)</u>	<u>%</u>
Local Property Taxes	700,000	7.7%	650,000	677,197	27,197	104%
CPPRT					-	
Interest Income	8,000	-20.0%	10,000	9,495	(505)	95%
Other Fees					-	
State Revenues	150,000	-46.4%	280,000	367,465	87,465	131%
Total	858,000	-8.7%	\$ 940,000	\$ 1,054,157	\$ 114,157	112%

- Two factors affect the reduction in State revenues for transportation. First is the fact that we spent significantly less in 2021 than in 2020 due to remote learning days. And the second factor is the anticipation that the State will significantly prorate or reduce these payments in 2022 due to their effort to balance the budget. We are anticipating 2 payments prorated at 80% or approximately \$75,000 for each payment.

+ FY 21-22 Budget

All Funds - Revenues

<u>Combined and All Funds</u>	<u>Proposed 21-22</u> <u>Budget</u>		<u>Approved FY 20-21</u> <u>Budget</u>	<u>Additional</u> <u>Sources of</u> <u>Funds</u>	<u>Projected</u> <u>6/30/2021</u> <u>Figures</u>	<u>Over/(Under)</u>	<u>%</u>
Local Property Taxes (Ed, O & M, Trans) 	15,000,000	2.6%	14,625,000		14,890,017	265,017	102%
CPPRT	20,000	0.0%	20,000		36,073	16,073	180%
Interest Income 	133,000	-43.8%	236,600		145,751	(90,849)	62%
Other Local Revenues	120,815	-52.4%	253,700		222,588	(31,112)	88%
PRC 	-	-100.0%	200,000		200,890	890	100%
State Revenues	2,926,500	-9.9%	3,247,000		3,315,447	68,447	102%
Federal Revenues 	3,522,685	167.3%	1,317,900		1,901,577	583,677	144%
Fund 30 Debt Service Fund	1,045,000	0.6%	1,038,700		1,032,986	(5,714)	99%
Fund 50: SS/Medicare	285,750	29.9%	220,000	43,700	232,517	12,517	106%
Fund 55: IMRF	182,000	0.3%	181,500		180,926	(574)	100%
Fund 60: Capital Outlay	2,000	-90.0%	20,000	1,100,000	13,684	(6,316)	68%
Fund 70: Working Cash	21,000	0.0%	21,000		22,522	1,522	107%
Fund 80: Tort/Judgement Fund	120,000	4.8%	114,500		114,265	(235)	100%
Fund 90: Health/Life Safety	-		-		21	21	
Total	23,378,750	8.8%	21,495,900	1,143,700	22,309,265	813,365	103.8%
With Transfers:	-		22,639,600		23,452,965		
Less: Debt Service, Capital Projects & Working Cash	22,310,750		20,416,200		21,240,052	823,852	
Over Prior Year Actual	1,070,698						

Main increases are local taxes and Federal Funds from ESSER Grants.

+ Additional Sources of Funds

Transfers

- Due to the ESSER II and ESSER III funds – we will not need to transfer the final \$403,000 from the Working Cash Fund to Capital Projects. We can leave it working cash funds until 2023.



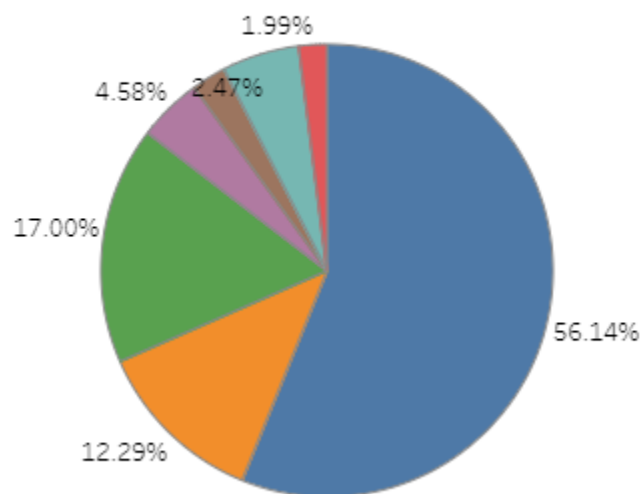
Tentative Expenditures 2021



Operating Fund - Expenditures

Education, O & M and Transportation Funds

Object



Object

- Salaries
- Employee Benefits
- Purchased Services
- Supplies & Materials
- Capital Outlay
- Other Objects
- Non-Capitalized Equipment

+ FY 21-22 Budget

Education Fund - Expenditures

<u>Education Fund</u>	<u>Proposed FY 21-22 Budget</u>	<u>% Increase</u>	<u>Final FY 20-21 Budget</u>	<u>Projected 6/30/2021 Figures</u>	<u>Over/(Under)</u>	<u>%</u>
Salaries	11,326,000	2%	11,141,560	10,426,382	(715,178)	94%
Benefits	1,980,000	1%	1,958,447	1,867,759	(90,688)	95%
Purchased Services	1,536,000	-5%	1,614,768	1,488,883	(125,885)	92%
Supplies	925,000	39%	666,400	687,447	21,047	103%
Capital Outlay	125,000	2%	123,000	14,397	(108,603)	12%
Other Objects	1,132,000	32%	855,325	1,186,937	331,612	139%
Non-Capital Outlay (500-2,499)	341,000	0%	340,500	63,798	(276,702)	19%
Total	17,365,000	4%	16,700,000	15,735,603	(964,397)	94%
BALANCED	-					

- While Salaries will increase by approximately 5% we are only increasing them by 2% from the prior budget as we were below our budgeted number the prior year. These figures reflect the staffing discussed in the March Committee of the Whole Meeting as well as the 5% increase from the KEA MOU
- Benefits were up by only 1% primarily as a result of staffing and TRS benefits. Health and Dental benefits were flat.
- We also adjusted the Other Objects – primarily outplacement tuition to more accurately reflect our student needs. That figure could come in below as the SPED team reviews programming.



FY 21-22 Budget

Operations & Maintenance Fund - Expenditures

<u>Operations & Maintenance Fund</u>	<u>Proposed FY 21-22 Budget</u>	<u>% Increase</u>	<u>Final FY 20-21 Budget</u>	<u>Projected 6/30/2021 Figures</u>	<u>Over/(Under)</u>	<u>%</u>
Salaries	352,000	0%	352,000	318,826	(33,174)	91%
Benefits	75,800	11%	68,500	72,835	4,335	106%
Purchased Services	1,075,000	-14%	1,248,000	849,393	(398,607)	68%
Supplies	425,000	-6%	454,500	340,402	(114,098)	75%
Capital Outlay	1,745,000	282%	457,000	456,992	(8)	100%
Other (Non-Capital Outlay)	20,250	1%	20,000	15,623	(4,377)	78%
Total	3,693,050	42%	2,600,000	2,054,071	(545,929)	79%
Deficit	(193,050)					

- We kept salaries flat as there was a reduction due to the new Director of Finance & Operations costs being slightly lower.
- Benefits are up as a result of adding the additional custodian.
- Purchased services include an additional \$100,000 for GSF to provide the Enhanced Cleaning Services. But down overall due to the savings from the new custodial contract as well as savings from our electricity contracts.
- Capital Outlay includes part of the Siemens renovations that will happen in the Spring 2021 – Waterbury Windows, 17 Unit Ventilators at Waterbury and 7 RTUs at Spring Wood.
- O & M Fund Balance starting 7/1/2021 is anticipated at \$1,691,310

+ FY 21-22 Budget

Transportation Fund - Expenditures

<u>Transportation Fund</u>	<u>Proposed FY 21-22 Budget</u>	<u>% Increase</u>	<u>Final FY 20-21 Budget</u>	<u>Projected 6/30/2021 Figures</u>	<u>Over/(Under)</u>	<u>%</u>
Salaries					-	
Benefits					-	
Purchased Services	940,000	0%	937,000	763,888	(173,112)	82%
Supplies (Software)		-100%	3,000	3,150	150	
Total	940,000	0%	940,000	767,038	(172,962)	82%
Deficit	(82,000)					

- Transportation is showing a slight deficit due to our anticipation of reduced transportation payments from the State. We anticipate costs to be slightly higher than the prior year. We negotiated an increase of 4% however, if we have any remote days we do not have to pay for any transportation costs.
- We are projecting the starting fund balance in the Transportation fund to be \$1,217,149 – up from \$930,030 the prior year due to the remote learning. So we can easily absorb the deficit.



Total Expenditures

All Funds Budgeted

Combined and All Funds	Proposed FY 21-	% Increase		Final FY 20-21		Projected		
	22 Budget					6/30/2021	Over/(Under)	%
				Budget		Figures		
Salaries	11,678,000	2%		11,493,560		10,745,208	(748,352)	93%
Benefits	2,055,800	1%		2,026,947		1,940,594	(86,353)	96%
Purchased Services	3,551,000	-7%		3,799,768		3,102,164	(697,604)	82%
Supplies	1,350,000	20%		1,123,900		1,030,999	(92,901)	92%
Capital Outlay	O & M → 1,870,000	222%		580,000		471,389	(108,611)	81%
Other Objects	1,132,000	32%		855,325		1,186,937	331,612	139%
Non-Capital Outlay	361,250	0%		360,500		79,421	(281,079)	22%
Fund 20: Operations & Maint. Other	N/A				-			
Fund 30 Debt Service Fund	1,043,000	-6%		1,105,040		1,105,040	0	100%
Fund 50: Social Security/Medicare	283,250	7%		263,700		278,892	15,192	106%
Fund 55: IMRF	191,950	20%		160,000		160,000	-	100%
Fund 60: Capital Outlay	→ 32,000	-99%	→	3,510,570		3,553,229	42,659	101%
Fund 70: Working Cash	-				1,143,700	-	-	
Fund 80: Tort/Judgement Fund	120,000	5%		114,500		116,043	1,543	101%
Fund 90: Health/Life Safety	-					-	-	
Total	23,668,250			25,393,810	1,143,700	23,769,916	(1,623,894)	94%
Transfers	-			1,143,700		1,143,700		
Total Expenditure/Uses Budget	23,668,250	-10.81%		26,537,510		24,913,616	(1,623,894)	Under Budget
Below Actual Expenditures	(1,245,366)	-5.00%						
						24,913,617		

While the overall budget for FY 2021-2022 is 10.81% below the prior year, it is primarily a result of reduced capital expenditures.



Construction Payout Schedule

Construction Payouts for FY 21-22					
Month	Payment	From Fund			
May-21	125,000.00	O & M			
Jun-21	350,000.00	Capital Projects			
Jul-21	400,000.00	O & M - ESSER II Funds	}		
Aug-21	500,000.00	O & M - ESSER III Funds			
Sep-21	500,000.00	O & M - ESSER III Funds			
Oct-21	255,620.00	O & M - ESSER III Funds			
Nov-21	-				
Total	2,130,620.00				

\$1,655,620
FY 21-22

We decided to utilize ESSER II and ESSER III funds for the HVAC upgrades as that will improve ventilation and prevent the spread of COVID plus this investment will last the district over 20 years for the one time receipt of funds.



Fund Balances 6/30/2021

unaudited

Tentative Fund Balances - 7-1/2020 through 6/30/2021						
Starting Fund						
Fund #	Fund	Balance 7/1/2020*	YTD Revenues	YTD Expenditures	Additional Sources/(Uses)	Ending Fund Balance
10	Education Fund	10,268,945	17,389,429	(15,735,603)		11,922,771
20	O & M Fund	1,476,624	2,268,757	(2,054,071)		1,691,310
30	Debt Service Fund	129,967	1,032,986	(1,105,040)		57,913
40	Transportation Fund	930,030	1,054,157	(767,038)		1,217,149
50	Social Security/Medicare	10,881	232,517	(278,892)	43,700	8,206
55	IMRF	68,276	180,926	(160,000)		89,202
60	Capital Projects Fund	2,469,957	13,684	(3,553,229)	1,100,000	30,412
70	Working Cash Fund	3,879,747	22,522	-	(1,143,700)	2,758,569
80	Tort Fund	29,303	114,265	(116,043)		27,525
90	Health Life Safety Fund**	3,805	21	-		3,826
		19,267,535	22,309,265	(23,769,916)	-	17,806,883
*Unaudited Numbers						
				State Financial Profile Calculation		
				18,556,712	360	51,546.42
				17,589,799		341

Ending Fund Balance = 94% fund balance or 341 days cash on hand
 (Note: does not include Debt Service, Capital Projects or Life Safety)

TENTATIVE FY 2022 Fund Balances						
Starting Fund						
Fund #	Fund	Balance 7/1/2021*	Tentative Revenues	Tentative Expenditures	Additional Sources/(Uses)	Ending Fund Balance
10	Education Fund	11,922,771	17,365,000	(17,365,000)		11,922,771
20	O & M Fund	1,691,310	3,500,000	(3,693,050)		1,498,260
30	Debt Service Fund	57,913	1,045,000	(1,043,000)		59,913
40	Transportation Fund	1,217,149	858,000	(940,000)		1,135,149
50	Social Security/Medicare	8,206	285,750	(283,250)		10,706
55	IMRF	89,202	182,000	(191,950)		79,252
60	Capital Projects Fund	30,412	2,000	(32,000)	-	412
70	Working Cash Fund	2,758,569	21,000	-	-	2,779,569
80	Tort Fund	27,525	120,000	(120,000)		27,525
90	Health Life Safety Fund**	3,826		-		3,826
		17,806,883	23,378,750	(23,668,250)	-	17,517,383
				State Financial Profile Calculation		
				21,998,050	360	61,105.69
				17,335,749		284

Ending Fund Balance = 77% fund balance or 284 days cash on hand
(Note: does not include Debt Service, Capital Projects or Life Safety)



Questions?

