Lincolnshire-Prairie View School District 103

Annual Budget
Fiscal Year 2022
June 22, 2021

Patrick Palbicke, Assistant Superintendent for Business/CSBO
GOALS

- Be fiscally responsible
- Benefit all stakeholders
  - Students
  - Staff
  - Community
- Continue the District’s Mission
- Stay within Budget
Why a Budget?

- ISBE required by Sept. 30th each year
- Used as a guide (current and future)
- Allow to modify if major changes happen
- Promote transparency
## Budget Schedule

<table>
<thead>
<tr>
<th>Month</th>
<th>Task</th>
</tr>
</thead>
<tbody>
<tr>
<td>Monthly</td>
<td>Review Actual to Budget</td>
</tr>
<tr>
<td>July/Sept</td>
<td>Submit Approved Budget to ROE and Lake County Clerks office</td>
</tr>
<tr>
<td>October</td>
<td>Prepare 2019 Levy Report for Budget</td>
</tr>
<tr>
<td>Nov/Dec</td>
<td>Levy Hearing &amp; Approve 2019 Levy for 2020+ Budget</td>
</tr>
<tr>
<td>Dec/Mar</td>
<td>Review Status 2020 Budget &amp; Prepare 2021 Preliminary Budget/Fees Information</td>
</tr>
<tr>
<td>April</td>
<td>Preliminary 2021 Budget</td>
</tr>
<tr>
<td>May</td>
<td>Amend 2020 Budget – 2021 Tentative Budget</td>
</tr>
<tr>
<td>June</td>
<td>Budget Hearing/Approve Amended 2020 Budget</td>
</tr>
</tbody>
</table>
FY 2021 Recap

- Operating Expenses expected to be on budget (at 98%)
- Construction Costs completed
- Expected Revenue to come in at 104% (carry over receipts from prior year; reflected in Amended Budget)
- Tax collections carried over and with lower Local Revenue (65% reduction)
- Decreased Interest Revenue
- Increased Federal Revenue from food program
- Additional Categorical payment from previous year received
- COVID adjustments in expenses and revenue
FY 2022 Overview

Revenues

- Modest Tax collection increase expected (due to FY20 timing change from Lake County returning to normal schedule)
- Stabilize Local Sources (2.5% decrease)
- Updated fee schedule
- Increased Federal Grants (ESSER III)
- Budget for three categorical payments
- Additional grant applications
FY 2022 Overview

Expenditures

- Salaries – Adjusted positions and salaries from staffing plan
- Increased Capital Outlay by $200K
- Adjusted bond restructuring costs
- Adjusted corresponding benefits – 1.9% increase
- Updated IPad purchases
- Increased Contractual and Service costs
- Other supplies and contracted services held constant
FY 2022 Overview

Objectives

- Appropriately staff to support educational goals
- Properly prepare for Health and Educational recommendations coming out of the pandemic
- Have a balanced budget
- Stabilize Fund Balance to support facility needs (no referendum)
- Adapt for new initiatives/changing landscape
- Review and reduce costs were available
# FY 2022 Budget

<table>
<thead>
<tr>
<th>REVENUE FUND SUMMARY</th>
<th>FY 2022 Budget</th>
<th>FY 2021 Budget</th>
</tr>
</thead>
<tbody>
<tr>
<td>10 EDUCATION</td>
<td>$ 30,852,386</td>
<td>$ 30,627,992</td>
</tr>
<tr>
<td>20 O&amp;M BUILDING</td>
<td>$ 2,260,000</td>
<td>$ 2,318,000</td>
</tr>
<tr>
<td>30 DEBT SERVICE</td>
<td>$ 404,200</td>
<td>$ 402,500</td>
</tr>
<tr>
<td>40 TRANSPORTATION</td>
<td>$ 2,313,100</td>
<td>$ 2,155,100</td>
</tr>
<tr>
<td>50 IMRF/SOCIAL SECURITY</td>
<td>$ 1,456,800</td>
<td>$ 1,422,000</td>
</tr>
<tr>
<td>60 CAPITAL PROJECTS</td>
<td>$ -</td>
<td>$ -</td>
</tr>
<tr>
<td>70 WORKING CASH</td>
<td>$ 500</td>
<td>$ 5,000</td>
</tr>
<tr>
<td>TOTAL OPERATING FUNDS (10/20/40/50/70)</td>
<td>$ 36,882,786</td>
<td>$ 36,528,092</td>
</tr>
<tr>
<td>TOTAL ALL FUNDS</td>
<td>$ 37,286,986</td>
<td>$ 36,930,592</td>
</tr>
</tbody>
</table>
FY 2022 Budget

FY2022 Revenues

- Education: 83%
- Building: 6%
- Transportation: 6%
- Debt Service: 1%
- IMRF: 4%
- Capital Projects: 0%
- Working Cash: 0%
FY 2022 Budget

Revenue by Source

- **Property Tax Receipts**: $31,755,000 (85%)
- **Other Local Sources**: $1,752,566 (5%)
- **State Sources**: $3,001,420 (8%)
- **Federal Sources**: $778,000 (2%)
FY 2022 BUDGET

Revenue by Source Projections

- Local Sources
- State Sources
- Federal Sources
# FY 2022 Budget

## Expenditure Fund Summary

<table>
<thead>
<tr>
<th>Category</th>
<th>FY 2022 Budget</th>
<th>FY 2021 Budget</th>
</tr>
</thead>
<tbody>
<tr>
<td>10 EDUCATION</td>
<td>$28,935,018</td>
<td>$28,110,064</td>
</tr>
<tr>
<td>20 O&amp;M BUILDING</td>
<td>$2,593,695</td>
<td>$2,330,900</td>
</tr>
<tr>
<td>30 DEBT SERVICE</td>
<td>$1,126,863</td>
<td>$1,175,703</td>
</tr>
<tr>
<td>40 TRANSPORTATION</td>
<td>$2,245,673</td>
<td>$2,085,510</td>
</tr>
<tr>
<td>50 IMRF/SOCIAL SECURITY</td>
<td>$1,300,871</td>
<td>$1,300,871</td>
</tr>
<tr>
<td>60 CAPITAL PROJECTS</td>
<td>$ -</td>
<td>$4,500,000</td>
</tr>
<tr>
<td>70 WORKING CASH</td>
<td>$ -</td>
<td>$ -</td>
</tr>
<tr>
<td><strong>Total Operating Funds (10/20/40/50/70)</strong></td>
<td><strong>$35,075,257</strong></td>
<td><strong>$33,827,345</strong></td>
</tr>
<tr>
<td><strong>Total All Funds</strong></td>
<td><strong>$36,202,120</strong></td>
<td><strong>$39,503,048</strong></td>
</tr>
</tbody>
</table>
FY 2022 Budget

FY2022 Expenditures

- Education: 80%
- Building: 7%
- Transportation: 6%
- Debt Service: 3%
- IMRF: 4%
- Capital Projects: 0%
- Working Cash: 0%
FY 2022 Budget

Expenditures by Object

- $22,986,359 Total
- 63% Salaries
- 16% Benefits
- 9% Purchased Services
- 7% Supplies and Equipment
- 5% Other Objects
FY 2022 BUDGET

Expenditures by Object Projections

<table>
<thead>
<tr>
<th>Year</th>
<th>Salaries</th>
<th>Benefits</th>
<th>Purchased Services</th>
<th>Other Objects</th>
</tr>
</thead>
<tbody>
<tr>
<td>2021</td>
<td></td>
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</tr>
<tr>
<td>2022</td>
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<td>2023</td>
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<td>2024</td>
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<tr>
<td>2025</td>
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</tr>
<tr>
<td>2026</td>
<td></td>
<td></td>
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</tr>
</tbody>
</table>
FY 2022 Budget

Fund Balance Projections

$26,500,000
$27,000,000
$27,500,000
$28,000,000
$28,500,000
$29,000,000
$29,500,000
$30,000,000

2021 2022 2023 2024 2025 2026
## FY 2022 Budget

### Summary

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<thead>
<tr>
<th></th>
<th>FY 2022 Budget</th>
<th>FY 2021 Budget</th>
</tr>
</thead>
<tbody>
<tr>
<td>TOTAL OPERATING EXCESS (DEFICIENCY)</td>
<td>$ 1,807,529</td>
<td>$ 2,700,747</td>
</tr>
<tr>
<td>TOTAL OPERATING EXCESS NET OF TRANSFERS</td>
<td>$ 1,038,854</td>
<td>$(2,567,928)</td>
</tr>
</tbody>
</table>

<table>
<thead>
<tr>
<th>ESTIMATED OPERATING FUND BALANCE LESS EARLY TAXES</th>
<th>FY 2022 Budget</th>
<th>FY 2021 Amended Budget</th>
</tr>
</thead>
<tbody>
<tr>
<td>10 EDUCATION</td>
<td>$ 9,927,702</td>
<td>$ 8,768,062</td>
</tr>
<tr>
<td>20 O&amp;M BUILDING</td>
<td>$ 168,015</td>
<td>$ 181,664</td>
</tr>
<tr>
<td>40 TRANSPORTATION</td>
<td>$ 1,801,049</td>
<td>$ 1,672,596</td>
</tr>
<tr>
<td>50 IMRF/SOCIAL SECURITY</td>
<td>$ 358,795</td>
<td>$ 545,059</td>
</tr>
<tr>
<td>70 WORKING CASH</td>
<td>$ 595,059</td>
<td>$ 604,851</td>
</tr>
<tr>
<td>TOTAL OPERATING FUND BALANCE</td>
<td>$ 12,850,620</td>
<td>$ 11,772,232</td>
</tr>
<tr>
<td>ESTIMATED FUND BALANCE % OF EXPENDITURES</td>
<td>36.6%</td>
<td>35.5%</td>
</tr>
</tbody>
</table>
FY 2022 BUDGET

SUMMARY

- Ninth year in a row with a balanced budget
- Remain tight on expenses with State actions possible
- Pandemic after affects will still force adjustments unknown at this time
- Revenue will return to some normalcy
- Continued fiscal efficiencies to prepare for future educational needs
- Must stay on budget to carry us into 2023 and beyond
FY 2022 BUDGET

Final Note - Budget Process

- Enrollment will need to be monitored
- ISBE Financial Score – Recognition (Highest)
- Moody’s Credit Rating – Maintained the increase from Aa2 to Aa1 (May 23, 2018)
- S&P Global Rating – Maintained increase from AA+ to AAA (June 6, 2018)
FY 2022 BUDGET

Budget Process

QUESTIONS?