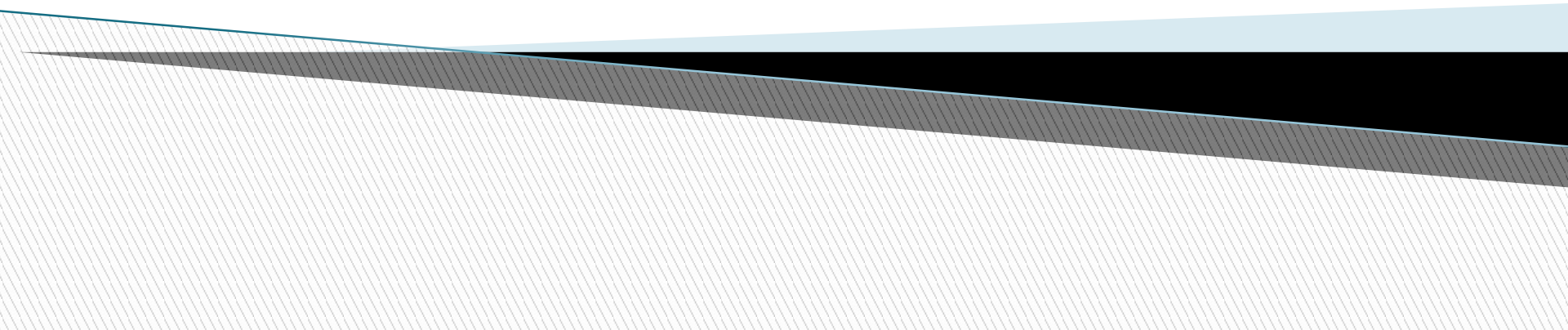
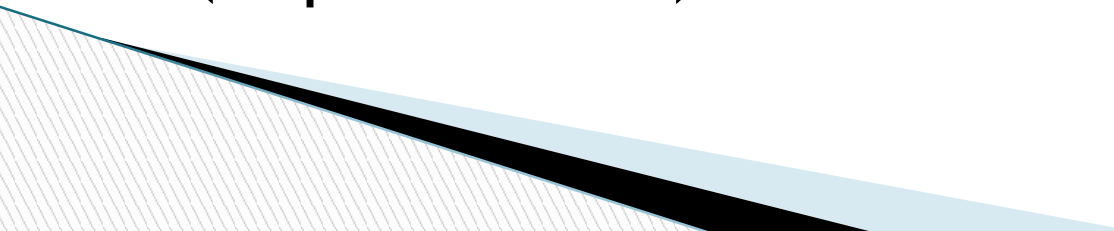


Deficit Reduction Plan with Historical Data

August 23, 2016



Deficit Reduction Facts

- ▶ The deficit reduction plan is based on estimates and assumptions
 - ▶ Estimates are more reliable in current years and less reliable in later years
 - ▶ The actual information could be different from the estimates based upon funding (revenues) and inflation and other factors (expenditures).
- 

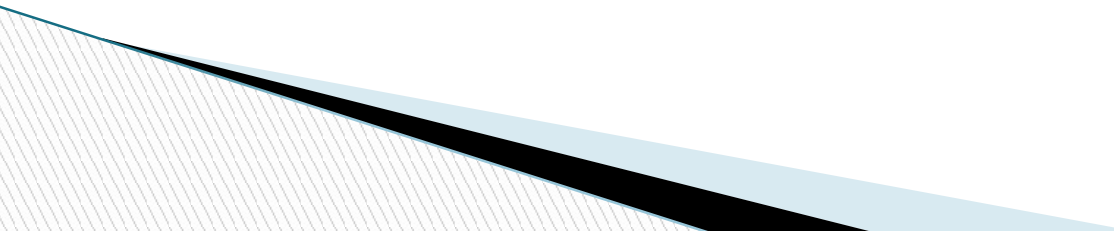
Assumptions

▶ Revenue

- A successful referendum campaign will generate additional revenues of \$7 million beginning FY18.
 - In the subsequent year local property tax revenue will increase by another \$6 million
- Property tax revenues will grow at an average rate of .07% in Education and Operation and Maintenance Funds
- Federal Grants will remain steady with a slight decreases
- General State will be impacted by legislative changes in FY19 and be reduced by \$5 million overall

Assumptions (continued)

▶ Expenditures

- Instruction will be reduced by \$2.4 million in FY18
 - Support service will be reduced by \$314k in FY19
 - Payments to other will be reduced by \$500k beginning in FY18
 - The budget balances in FY18 if the referendum passes and cost cutting measures are in place.
- 

Historical Data

OAK PARK SCHOOL DISTRICT 97

Deficit Reduction Plan

With Historical Data for Fiscal Years 2015 through 2020

| | Education | Op and Main | Transporation | Working Cash | Total | Education | Op and Main | Transporation | Working Cash | Total |
|---|-----------------------|---------------------|---------------------|------------------|-----------------------|-----------------------|---------------------|---------------------|-------------------|-----------------------|
| | 2014-2015 | 2014-2015 | 2014-2015 | 2014-2015 | 2014-2015 | 2015-2016 | 2015-2016 | 2015-2016 | 2015-2016 | 2015-2016 |
| | Actual | Actual | Actual | Actual | Actual | Actual | Actual | Actual | Actual | Actual |
| Revenue: | | | | | | | | | | |
| Real Estate Taxes | \$ 49,044,936 | \$ 3,887,504 | \$ 1,044,670 | \$ 37,686 | \$ 54,014,796 | \$ 48,714,321 | \$ 4,632,031 | \$ 1,135,598 | \$ (6,227) | \$ 54,475,723 |
| State Aid | 10,968,076 | 2,600,000 | 2,014,010 | | 15,582,086 | 10,296,557 | 2,600,000 | 2,103,305 | | 14,999,862 |
| Federal Aid | 2,872,602 | 0 | | | 2,872,602 | 2,507,422 | | | | 2,507,422 |
| | <u>\$ 62,885,614</u> | <u>\$ 6,487,504</u> | <u>\$ 3,058,680</u> | <u>\$ 37,686</u> | <u>72,469,484</u> | <u>\$ 61,518,300</u> | <u>\$ 7,232,031</u> | <u>\$ 3,238,903</u> | <u>\$ (6,227)</u> | <u>71,983,007</u> |
| Expenditures: | | | | | | | | | | |
| Instruction | \$ 44,561,533 | | | | \$ 44,561,533 | \$ 44,620,638 | | | \$ - | \$ 44,620,638 |
| Support Service | 19,348,133 | 6,347,503 | 3,386,015 | | 29,081,651 | 19,373,796 | 6,709,237 | 3,465,695 | | 29,548,728 |
| Community Service | 113,552 | | | | 113,552 | 171,224 | | | | 171,224 |
| Payments to Other | 117,438 | | | | 117,438 | 2,872,489 | | | | 2,872,489 |
| | <u>\$ 64,140,656</u> | <u>\$ 6,347,503</u> | <u>\$ 3,386,015</u> | <u>\$ -</u> | <u>\$ 73,874,174</u> | <u>\$ 67,038,147</u> | <u>\$ 6,709,237</u> | <u>\$ 3,465,695</u> | <u>\$ -</u> | <u>\$ 77,213,079</u> |
| Revenue over Expenditure or (Expenditure over Revenue) | <u>\$ (1,255,042)</u> | <u>\$ 140,001</u> | <u>\$ (327,335)</u> | <u>\$ 37,686</u> | <u>\$ (1,404,690)</u> | <u>\$ (5,519,847)</u> | <u>\$ 522,794</u> | <u>\$ (226,792)</u> | <u>\$ (6,227)</u> | <u>\$ (5,230,072)</u> |

Current Year

| Education 2016-2017 Budget | Op and Main 2016-2017 Budget | Transporation 2016-2017 Budget | Working Cash 2016-2017 Budget | Total 2016-2017 Budget |
|----------------------------------|------------------------------------|--------------------------------------|-------------------------------------|------------------------------|
| \$ 49,777,205 | \$ 4,783,033 | \$ 1,176,021 | \$ - | \$ 55,736,259 |
| 9,599,563 | 2,600,000 | 1,616,152 | | 13,815,715 |
| 3,318,457 | | | | 3,318,457 |
| <u>\$ 62,695,225</u> | <u>\$ 7,383,033</u> | <u>\$ 2,792,173</u> | <u>\$ -</u> | <u>72,870,431</u> |
| \$ 46,241,149 | | | | \$ 46,241,149 |
| 23,129,565 | 6,678,878 | 3,435,368 | | 33,243,811 |
| 157,248 | | | | 157,248 |
| 2,900,083 | | | | 2,900,083 |
| <u>\$ 72,428,045</u> | <u>\$ 6,678,878</u> | <u>\$ 3,435,368</u> | <u>\$ -</u> | <u>\$ 82,542,291</u> |
| \$ (9,732,820) | \$ 704,155 | \$ (643,195) | \$ - | \$ (9,671,860) |

Deficit Reduction Plan

| Education | Op and Main | Transporation | Working Cash | Total | Education | Op and Main | Transporation | Working Cash | Total | Education | Op and Main | Transporation | Working Cash | Total |
|----------------------|---------------------|---------------------|------------------|----------------------|----------------------|---------------------|---------------------|------------------|----------------------|----------------------|---------------------|---------------------|------------------|----------------------|
| 2017-2018 | 2017-2018 | 2017-2018 | 2017-2018 | 2017-2018 | 2018-2019 | 2018-2019 | 2018-2019 | 2018-2019 | 2018-2019 | 2019-2020 | 2019-2020 | 2019-2020 | 2019-2020 | 2019-2020 |
| Estimated | Estimated | Estimated | Estimated | Estimated | Estimated | Estimated | Estimated | Estimated | Estimated | Estimated | Estimated | Estimated | Estimated | Estimated |
| \$ 57,125,645 | \$ 4,818,906 | \$ 1,184,841 | \$ 30,000 | \$ 63,159,392 | \$ 63,525,525 | \$ 4,855,048 | \$ 1,193,727 | \$ 40,000 | \$ 69,614,300 | \$ 64,160,780 | \$ 4,891,460 | \$ 1,283,257 | \$ 42,000 | \$ 70,377,498 |
| 9,599,563 | 2,600,000 | 1,616,152 | | 13,815,715 | 4,950,000 | 2,600,000 | 1,616,152 | | 9,166,152 | 4,950,000 | 2,600,000 | 1,616,152 | | 9,166,152 |
| 3,318,457 | | | | 3,318,457 | 2,872,602 | | | | 2,872,602 | 2,872,602 | | | | 2,872,602 |
| <u>\$ 70,043,665</u> | <u>\$ 7,418,906</u> | <u>\$ 2,800,993</u> | <u>\$ 30,000</u> | <u>\$ 80,293,564</u> | <u>\$ 71,348,127</u> | <u>\$ 7,455,048</u> | <u>\$ 2,809,879</u> | <u>\$ 40,000</u> | <u>\$ 81,653,054</u> | <u>\$ 71,983,382</u> | <u>\$ 7,491,460</u> | <u>\$ 2,899,409</u> | <u>\$ 42,000</u> | <u>\$ 82,416,252</u> |
| | | | | | | | | | | | | | | |
| <u>\$ 43,845,734</u> | | | | \$ 43,845,734 | \$ 43,545,734 | | | | \$ 43,545,734 | \$ 43,845,734 | | | | \$ 43,845,734 |
| 23,443,811 | 6,678,878 | 3,460,674 | | 33,583,363 | 23,043,811 | 6,678,878 | 3,486,056 | | 33,208,745 | 23,043,811 | 6,528,878 | 3,511,514 | | 33,084,203 |
| 157,248 | | | | 157,248 | 157,720 | | | | 157,720 | 161,663 | | | | 161,663 |
| 2,400,000 | | | | 2,400,000 | 2,400,000 | | | | 2,400,000 | 2,402,400 | | | | 2,402,400 |
| <u>\$ 69,346,793</u> | <u>\$ 6,678,878</u> | <u>\$ 3,460,674</u> | <u>\$ -</u> | <u>\$ 79,486,345</u> | <u>\$ 69,147,265</u> | <u>\$ 6,678,878</u> | <u>\$ 3,486,056</u> | <u>\$ -</u> | <u>\$ 79,312,199</u> | <u>\$ 69,453,608</u> | <u>\$ 6,528,878</u> | <u>\$ 3,511,514</u> | <u>\$ -</u> | <u>\$ 79,494,000</u> |
| | | | | | | | | | | | | | | |
| \$ 696,872 | \$ 740,028 | \$ (659,681) | \$ 30,000 | \$ 807,219 | \$ 2,200,862 | \$ 776,170 | \$ (676,177) | \$ 40,000 | \$ 2,340,855 | \$ 2,529,774 | \$ 962,582 | \$ (612,105) | \$ 42,000 | \$ 2,922,252 |