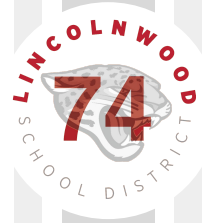




FY21 Tentative Budget
Finance Committee Meeting
July 23, 2020

Fiscal Year 2021 Budget Timeline



Date	Activity	Location
Jul 23	Present Tentative Budget, 30-day notice in newspaper	Finance Mtg
Jul 30	Publish 30-day notice of Budget Availability & Budget Public Hearing	Newspaper
Aug 3	Upload the FY21 Tentative Budget on District's Website	SD74 Website
Aug 6	Present the FY21 Tentative Budget	Board Meeting
Sep 3	Public Hearing & FY21 Budget Adoption	Board Meeting
Sep 4	Upload Adopted FY21 Budget on District's Website	Website
Sep 4	File certified copy of Budget with County County Clerk (online)	CCC Website
Sep 4	Submit Budget electronically to ISBE	ISBE

FY20 Summary: Actuals

FUNDS	Beginning Fund Balance July 1, 2020	FY20 Actual Revenues	FY20 Actual Expenditures	Fund Balance June 30, 2020
Educational	\$9,500,109	\$19,967,117	-\$19,723,035	\$9,744,191
Op. & Maint.	\$2,492,616	\$2,181,611	-\$1,905,025	\$2,769,202
Debt Service	\$627,968	\$1,481,343	-\$1,283,200	\$826,111
Transportation	\$1,161,250	\$969,988	-\$1,199,866	\$931,372
IMRF/SS/Medicare	\$265,882	\$518,508	-\$567,660	\$216,730
Capital Projects	\$2,000,932	\$39,993	-\$437,469	\$1,603,456
Working Cash	\$392,706	\$9,988	\$0	\$402,694
Tort Immunity	\$113,631	\$42,239	-\$166,094	-\$10,224
Health Life Safety	\$3,885,282	\$548,379	-\$35,119	\$4,398,542
TOTALS	\$20,440,376	\$25,759,166	-\$25,317,468	\$20,882,074

FY20 Summary: Budget Analysis

FUNDS	Beginning Fund Balance July 1, 2020	FY20 Revenues	FY20 Expenditures	Fund Balance June 30, 2020
FY20 ACTUAL	\$20,440,376	\$25,759,166	-\$25,317,468	\$20,882,074
FY20 BUDGET	\$20,440,376	\$25,069,609	-\$27,640,192	\$17,869,793
DELTA		\$689,557	\$2,322,724	\$3,012,281

Local Property Taxes

Although SD74 received \$645,318 less than expected, the refund/appeals amount was \$273,836 vs. the budgeted \$1,461,475

Covid-19

March 13, 2020 was the last day of on-campus instruction
Health Life Safety
 \$500,000 was budgeted but the HLS projects began in July 2020

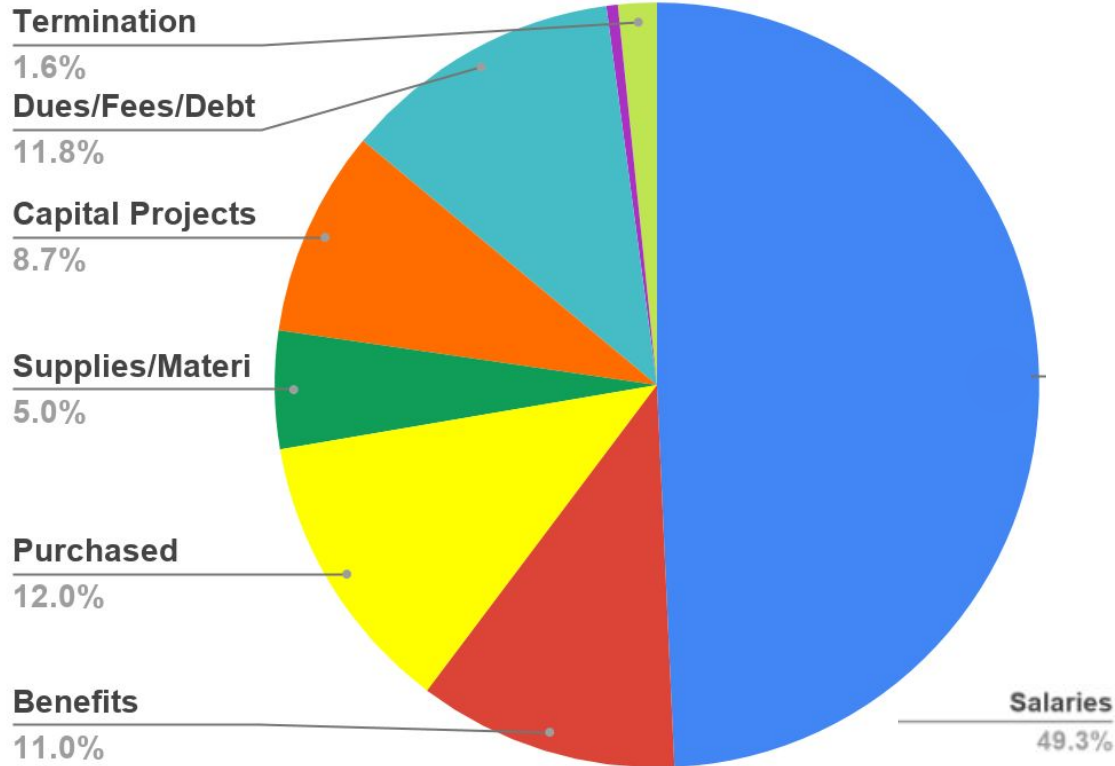
FY21 Budget to FY20 Actual Comparison

EXPENDITURES	FY21 Tentative Budget	FY20 Actual	DELTA (\$)	DELTA (%)
Salaries	\$14,728,670	\$14,190,396	\$538,274	3.8%
Benefits	\$3,286,416	\$2,941,604	\$344,812	11.7%
Purchased Services	\$3,599,346	\$3,075,826	\$523,520	17.0%
Supplies/Materials	\$1,488,560	\$988,362	\$500,198	50.6%
Capital Projects	\$2,614,300	\$710,393	\$1,903,907	268.0%
Dues/Fees/Debt	\$3,541,650	\$2,914,559	\$627,091	21.5%
Non-Cap Equipment	\$143,500	\$87,830	\$55,670	63.4%
Termination Benefits	\$489,000	\$453,449	\$35,551	7.8%
TOTAL	\$29,891,442	\$25,362,419	\$4,529,023	17.9%

FY21 Budget to FY20 Budget Comparison

EXPENDITURES	FY21 Tentative Budget	FY20 Budget	DELTA (\$)	DELTA (%)
Salaries	\$14,728,670	\$14,275,677	\$452,993	3.2%
Benefits	\$3,286,416	\$3,052,125	\$234,291	7.7%
Purchased Services	\$3,599,346	\$3,636,985	-\$37,639	-1.0%
Supplies/Materials	\$1,488,560	\$1,361,155	\$127,405	9.4%
Capital Projects	\$2,614,300	\$1,486,500	\$1,127,800	75.9%
Dues/Fees/Debt	\$3,541,650	\$3,233,100	\$308,550	9.5%
Non-Cap Equipment	\$143,500	\$147,500	-\$4,000	-2.7%
Termination Benefits	\$489,000	\$447,100	\$41,900	9.4%
TOTAL	\$29,891,442	\$27,640,142	\$2,251,300	8.1%

FY21 Tentative Expenditures by Object for All Funds

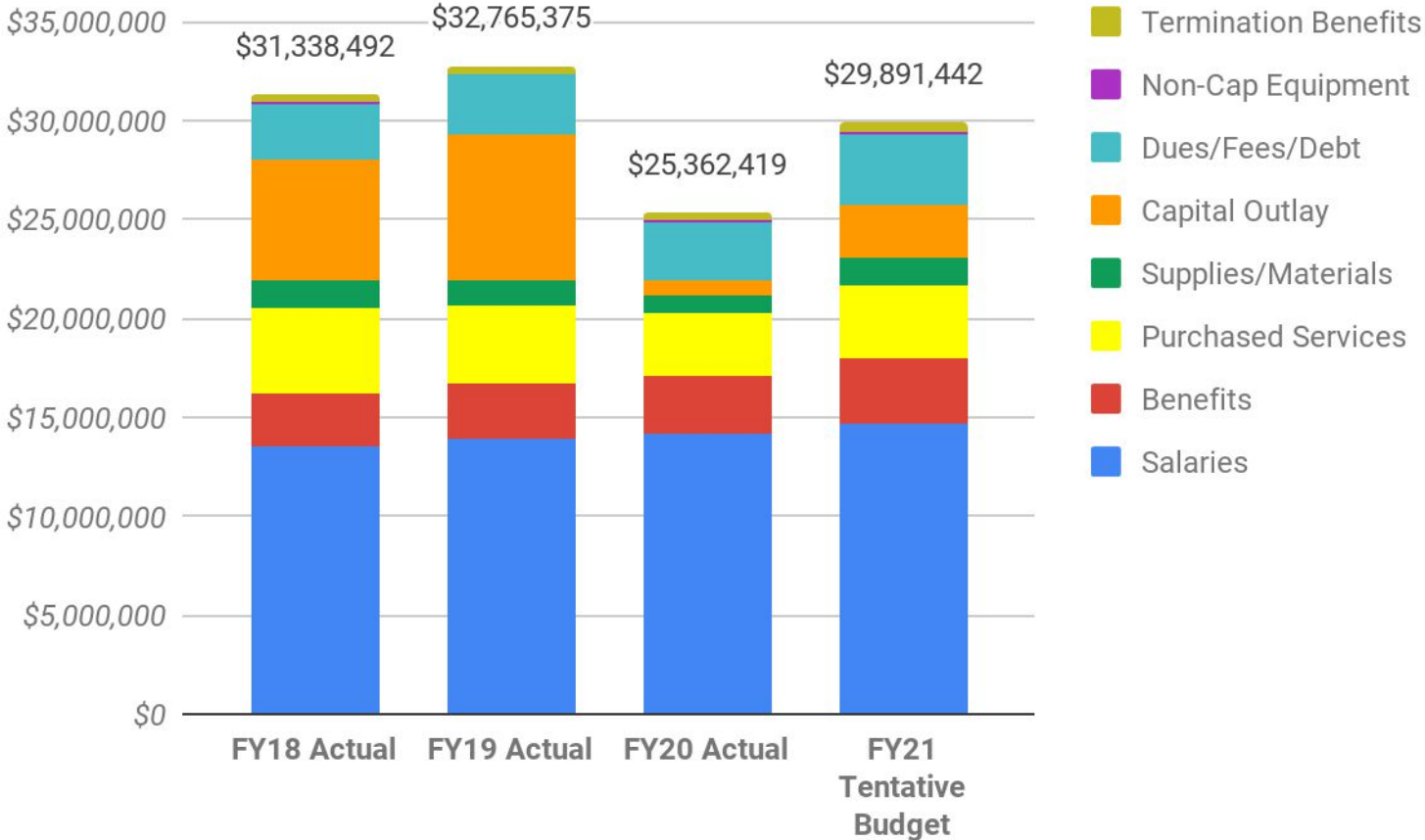


Salaries	\$14,728,670
Benefits	\$3,286,416
Purchased Services	\$3,599,346
Supplies/Materials	\$1,488,560
Capital Projects	\$2,614,300
Dues/Fees/Debt	\$3,541,650
Non-Cap Equipment	\$143,500
Termination Benefits	\$489,000

Historical Expenditures by Object

Objects	FY18 Actual	FY19 Actual	FY20 Actual	FY21 Tentative Budget
Salaries	\$13,522,519	\$13,901,454	\$14,190,396	\$14,728,670
Benefits	\$2,664,335	\$2,845,006	\$2,941,604	\$3,286,416
Purchased Services	\$4,379,254	\$3,947,272	\$3,075,743	\$3,599,346
Supplies/Materials	\$1,323,888	\$1,179,584	\$988,445	\$1,488,560
Capital Outlay	\$6,123,240	\$7,426,674	\$710,393	\$2,614,300
Dues/Fees/Debt	\$2,740,728	\$2,992,571	\$2,914,559	\$3,541,650
Non-Cap Equipment	\$181,267	\$78,852	\$87,830	\$143,500
Termination Benefits	\$403,261	\$393,962	\$453,449	\$489,000
TOTAL	\$31,338,492	\$32,765,375	\$25,362,419	\$29,891,442

Historical Expenditures by Object



Benefits up \$234,291 (7.7%) from FY20 Budget

Specific Benefit Objects	FY21 Increases
Med/Dental Rates Increased (July Increase x 12)	\$89,568
Insurance for New Hires?	Range: \$0 to \$80,556 Budget: \$40,000
Insurance Qualifying Events?	\$20,000
Spouse Job/Insurance Loss?	\$20,000
TOTAL	\$169,568

Supplies up \$127,405 (9.4%) from FY20 Budget

Specific Supplies & Materials	FY21 Budget	FY20 Budget
The CARES Act Elementary and Secondary School Emergency Relief Fund (ESSER Fund)	\$172,650	\$0 Did not exist

Capital up \$1.128M (75.9%) from FY20 Budget

FY21 Projects	Due in FY21
Athletic Field Drainage	\$261,000
Kdg Playground	\$30,000
TH Flooring	\$246,124
TH Plaza Lighting	\$25,000
RH Sm. Group Inst. Room	\$82,500
RH Gr. 4 Furniture	\$71,871
TH/LH Roofing Summer #1	\$932,300
TOTAL	\$1,648,795

Dues/Debt up \$308,550 (9.5%) from FY20 Budget

	FY21 Tentative	FY20 Budget	Delta
Principal on Bonds	\$1,085,000	\$720,000	\$365,000
Interest on Bonds	\$534,400	\$563,200	-\$28,800
NTDSE Invoice Change*	\$1,400,000	\$1,250,000	\$150,000
TOTAL	\$3,004,856	\$2,445,015	\$486,200

***~\$255,000 Credit will appear in FY21 Revenue instead of the NTDSE invoice**

Retirement Benefits up \$41,900 (9.4%) from FY20 Budget

Retirement Benefit Specifics	FY21	FY20	Delta
Service Recognition	\$99,278	\$83,000	\$16,278
Retiree Med/Dental/Life	\$90,000	\$87,100	\$2,900
Retiree THIS part of TRS Invoice Monthly bill may be \$24,474 Monthly bill will likely be \$22,983 Monthly bill was \$20,287.89	\$290,000 + \$9,722 contingency	\$277,000	\$22,722
TOTAL	\$489,000	\$447,100	\$41,900

FY21 Tentative Budget vs. FY20 Actual Revenue

REVENUES	FY21 Tentative Budget	FY20 Actual	Delta (\$)	Delta (%)
Real Estate Taxes	\$21,886,398	\$22,054,854	-\$168,456	-0.8%
Other Local	\$1,814,484	\$1,871,153	-\$56,669	-3.0%
IL State	\$1,550,000	\$1,522,379	\$27,621	1.8%
Federal	\$775,525	\$310,781	\$464,744	149.5%
TOTAL	\$26,026,407	\$25,759,167	\$267,240	1.0%

FY21 Tentative Budget vs. FY20 Budget

REVENUES	FY21 Tentative Budget	FY20 Budget	Delta (\$)	Delta (%)
Real Estate Taxes	\$21,886,398	\$21,512,533	\$373,865	1.7%
Other Local	\$1,814,484	\$1,782,060	\$32,424	1.8%
IL State	\$1,550,000	\$1,485,000	\$65,000	4.4%
Federal	\$775,525	\$290,016	\$485,509	167.4%
TOTAL	\$26,026,407	\$25,069,609	\$956,798	3.8%

Estimated FY21 Revenues by Source for All Funds

FY21 Tentative Budget

Federal

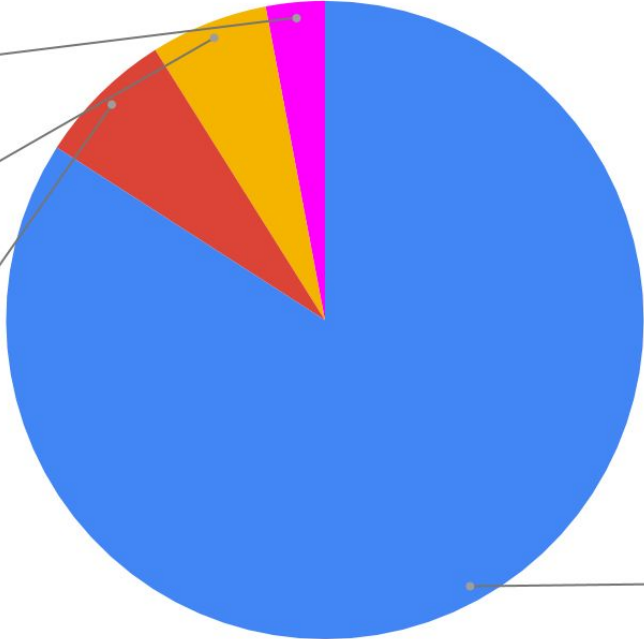
3.0%

IL State

6.0%

Other Local

7.0%



Real Estate

84.1%

\$26,026,407

Local Property Taxes

\$21,886,398

(\$22,613,428 reduced by \$727,040 for anticipated refunds/appeals)

Other Local

\$1,814,484

IL State

\$1,550,000

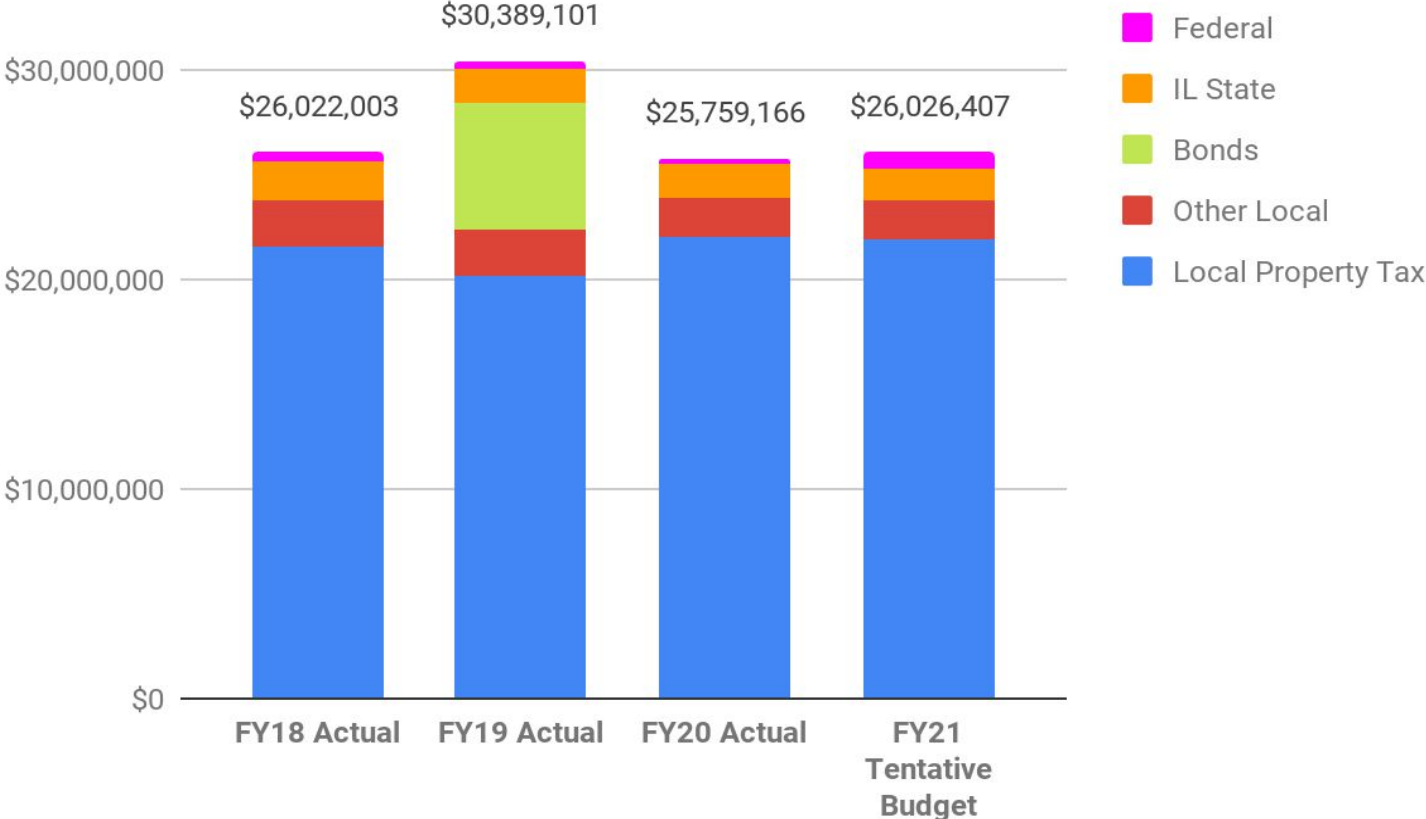
Federal

\$775,525

Historical Revenues by Source

Revenue Sources	FY18 Actual	FY19 Actual	FY20 Actual	FY21 Tentative Budget
Real Estate Taxes	\$21,586,311	\$20,171,156	\$22,054,854	\$21,886,398
Other Local	\$2,112,137	\$2,237,405	\$1,871,152	\$1,814,484
Bonds	\$0	\$6,039,929	\$0	\$0
IL State	\$1,947,078	\$1,575,395	\$1,522,379	\$1,550,000
Federal	\$376,477	\$365,216	\$310,781	\$775,525
TOTAL	\$26,022,003	\$30,389,101	\$25,759,166	\$26,026,407

Historical Revenues by Source



Fund Balance Projections Based on Tentative Budget

FUNDS	FY20 Fund Balance June 30, 2020	FY21 Tentative Revenues	FY21 Tentative Expenditures	FY21 Projected Fund Balance June 30, 2021
Educational	\$9,669,192	\$19,752,442	-\$21,591,925	\$7,829,709
Op. & Maint.	\$2,769,202	\$2,124,082	-\$2,265,930	\$2,627,354
Debt Service	\$826,111	\$1,825,952	-\$1,621,900	\$1,030,163
Transportation	\$931,371	\$943,363	-\$1,284,000	\$590,734
IMRF/SS/Medicare	\$216,730	\$604,534	-\$612,416	\$208,848
Capital Projects	\$1,603,456	\$37,000	-\$871,971	\$768,485
Working Cash	\$402,694	\$9,652	\$0	\$412,346
Tort Immunity	\$64,776	\$153,019	-\$188,000	\$29,795
Health Life Safety	\$4,398,543	\$576,363	-\$1,455,300	\$3,519,606
TOTALS	\$20,882,075	\$26,026,407	-\$29,891,442	\$17,017,040

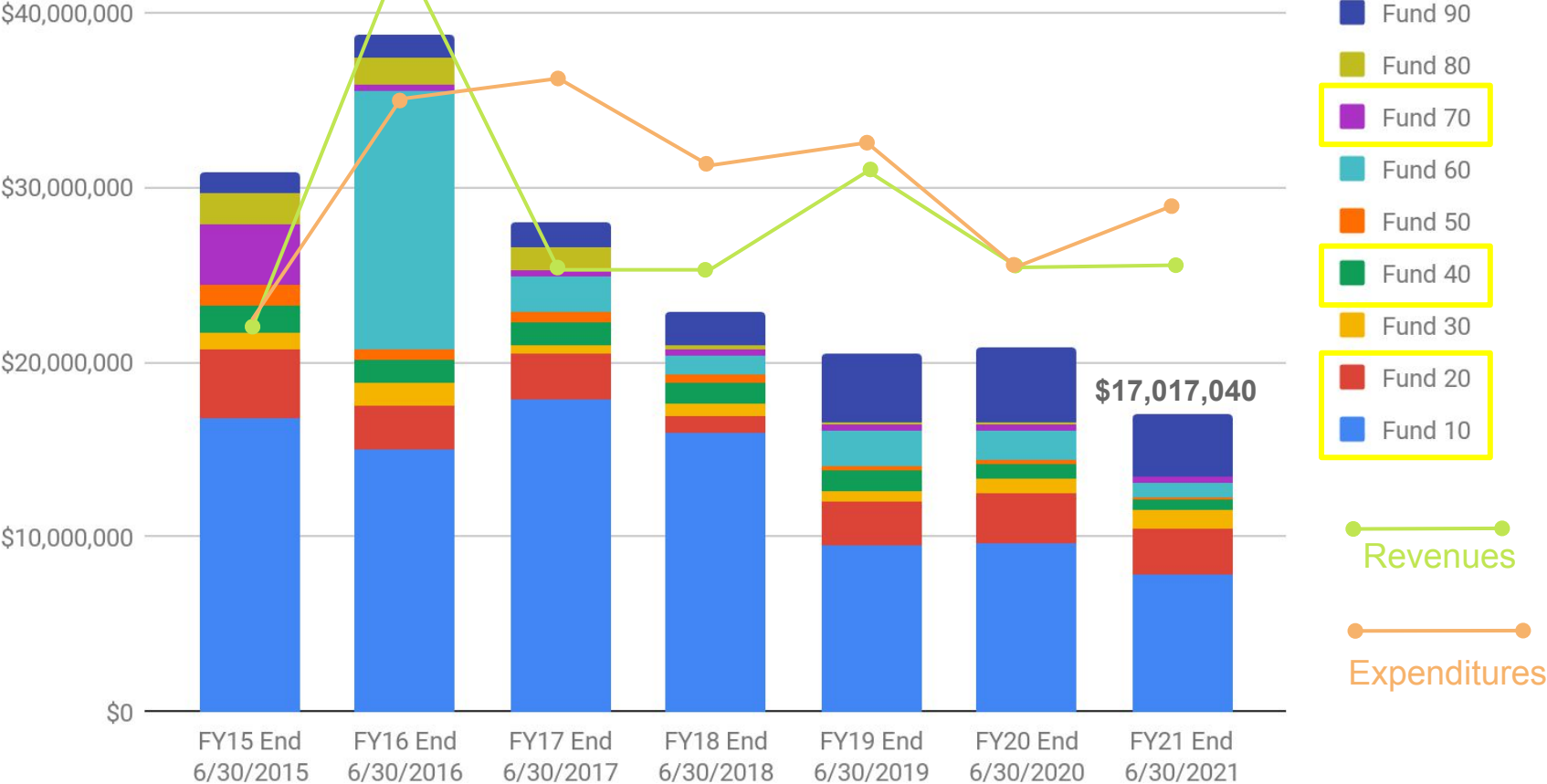
History: Fund Balance

Fund	FY15 End 6/30/2015	FY16 End 6/30/2016	FY17 End 6/30/2017	FY18 End 6/30/2018	FY19 End 6/30/2019	FY20 End 6/30/2020	FY21 End 6/30/2021
Fund 10	\$16,767,663	\$15,023,587	\$17,875,824	\$15,984,377	\$9,500,109	\$9,669,192	\$7,829,709
Fund 20	\$3,993,087	\$2,482,609	\$2,543,331	\$966,253	\$2,492,616	\$2,769,202	\$2,627,354
Fund 30	\$913,599	\$1,338,455	\$536,092	\$609,977	\$627,968	\$826,111	\$1,030,163
Fund 40	\$1,574,670	\$1,254,604	\$1,288,451	\$1,292,214	\$1,161,250	\$931,371	\$590,734
Fund 50	\$1,108,951	\$663,550	\$561,125	\$398,773	\$265,882	\$216,730	\$208,848
Fund 60	\$105,915	\$14,769,000	\$2,040,672	\$1,049,646	\$2,000,932	\$1,603,456	\$768,485
Fund 70	\$3,409,033	\$349,016	\$369,335	\$377,997	\$392,706	\$402,694	\$412,346
Fund 80	\$1,826,023	\$1,550,956	\$1,377,415	\$253,930	\$113,631	\$64,776	\$29,795
Fund 90	\$1,133,549	\$1,264,530	\$1,420,894	\$1,883,483	\$3,885,282	\$4,398,543	\$3,519,606
Total FB	\$30,832,490	\$38,696,307	\$28,013,139	\$22,816,650	\$20,440,376	\$20,882,075	\$17,017,040

History: Revenues & Expenditures

	FY15 End 6/30/2015	FY16 End 6/30/2016	FY17 End 6/30/2017	FY18 End 6/30/2018	FY19 End 6/30/2019	FY20 End 6/30/2020	FY21 End 6/30/2021
Annual Revenues	\$21,732,883	\$43,247,406	\$26,651,535	\$26,142,003	\$30,389,101	\$25,759,167	\$26,026,407
Annual Expenditures	\$22,503,484	\$35,294,330	\$37,334,703	\$31,278,188	\$32,765,375	\$25,317,468	\$29,891,442
Delta	-\$770,601	\$7,953,076	-\$10,683,168	-\$5,136,185	-\$2,376,274	\$441,699	-\$3,865,035

Financial History



SD74 Policy

4:20 Fund Balances

The Superintendent or designee shall maintain fund balances adequate to ensure the District's ability to maintain levels of service and pay its obligations in a prompt manner in spite of unforeseen events or unexpected expenses. The Superintendent or designee shall inform the Board whenever it should discuss drawing upon its reserves or borrowing money.

The School District seeks to maintain an aggregate of year-end fund balances to revenue ratio of at least 25 percent, as calculated under the Ill. State Board of Education's *School District Financial Profile*.

CROSS REF.: [4:10](#) (Fiscal and Business Management), [4:80](#) (Accounting and Audits)

ADOPTED: October 7, 2008

REVISED: December 5, 2013; December 7, 2017, September 5, 2019

ISBE
SDFP

Fund Balance to Revenue Ratio – This indicator reflects the overall financial strength of the district. It is the result of dividing the ending fund balances by the revenues for the four operating and negative IMRF/SS funds. Operating Funds are the Educational, Operations and Maintenance, Transportation and Working Cash Funds.

Year-End Fund Balance to Revenue Ratio

$$\mathbf{\$11,460,143} \quad \mathbf{\div} \quad \mathbf{\$22,829,539} \quad \mathbf{=} \quad \mathbf{50.2\%}$$

Sum of Fund Balance
Funds 10, 20, 40, 70

	\$7,829,709
+	\$2,627,354
+	\$590,734
+	\$412,346

Sum of Direct Revenue
Funds 10, 20, 40, 70

	\$19,752,442
+	\$2,124,082
+	\$943,363
+	\$9,652