



ROSELLE SCHOOL DISTRICT 12

Administration Office

100 East Walnut Street · Roselle, IL 60172
Phone: (630) 529-2091 · Fax: (630) 529-2467

www.sd12.org

Dr. Mary Henderson, Superintendent

Roselle Middle School
500 South Park
Roselle, IL 60172
Phone: (630) 529-201

Spring Hills Elementary
560 Pinecroft
Roselle, IL 60172
Phone: (630) 529-1883

To: Dr. Mary Henderson, Superintendent
Board of Education

From: Dr. Gregory Harris, Assistant Superintendent of Finance & Operations/CSBO

Re: Monthly Business Report

Date: December 20, 2022

The district has received a property tax payment in December that is not reflected in the data available to the Board of Education in this month's reports which reflects the district's financial position as of November 30th. With this last payment, the district's cumulative property tax receipts for the year exceed budgeted amounts by approximately \$46,000. Funds from state and federal sources are coming in as expected. The two funding sources to continue to watch throughout the year are investment interest and corporate personal property replacement tax (CPPRT). Investment interest, with the Federal Reserve continuing to hike key rates, is likely to exceed expectations. However, any recession in the economy (which some are predicting in 2023) could force the Fed to reduce the rates down to near zero again, which was the case in 2020. That's a rather pessimistic outlook, so it's better to look at investment interest generating more revenue in the first five months of FY 23 than the two previous fiscal years combined. CPPRT is a bit harder to predict; it does not come in linearly—the checks the district receives every other month can be a few thousand dollars or they could exceed \$100,000. As of now, the district has received \$60,000 more in CPPRT than at the same point in the prior fiscal year. That is a plus, but the budget calls for \$220,000 more this year than last. It is certainly possible that some larger payments will be arriving in the early months of 2023 that will help the district meet its budgeted goals for FY 23; as is the case with investment interest, the district should be optimistic about this revenue, but it is certainly something to keep an eye on.

On the expenditures side, spending by fund and object compares well to data from the same point in the prior fiscal year. December is a month with heavy spending, especially since a large chunk of the district's debt service payments come due on January 1. The district's fund balances are quite high at this point in the year, in excess of \$15 million, but they will continue to dwindle until property tax receipts from the 2022 levy are realized in late May or early June of 2023.