

Budget Summary FY 21

We have spent a good amount of time preparing this budget. According to the state, it is a balanced budget and there are several areas that I will explain. There are positive balances in the Education Fund \$600,005, Transportation Fund \$47,466, and Social Security/IMRF Fund \$20,205. There are deficit balances in the Operation and Maintenance (Building) Fund (\$260,054) and the Tort Fund (\$7,183.00). Comparisons are based on the budget from FY 20.

- Education Fund
 - Revenues
 - State revenues (GSA/EBF) are more of a question mark this year than in the past couple of years. For FY 21, there are no new dollars being put into the evidence based funding formula. We are being held harmless, which means that we are using the exact same allocation as one year ago. GSA/EBF is projected to remain flat for FY 21.
 - Our total increase in revenue is \$644,625. This is a bit misleading as \$474,400 is Federal Revenue received via the Cares Act. Last year we were at 65% adequacy and this year we are at 67% adequacy. This is due to receiving the same amount of funding, but with fewer students.
 - Expenditures
 - Notable increases this year include the addition of an elementary technology integration specialist along with a 3.66% increases in salaries and benefits.
 - Overall, the Education Fund is projected to be in the black by \$600,005. The education fund continues to look healthy through FY 21. We remain mindful that the pandemic and other expected revenue streams (federal loans/bailout, progressive tax) could alter our state revenue for the fiscal year.
- Operations and Maintenance Fund
 - A decrease in revenue of (\$393,708). Of this amount, \$294,900 was transferred last year from working cash, \$42,500 was from an ISBE Grant, and another \$63,795 that was transferred from Fund 10 a year ago due to the GRP project.
 - O+M Expenditures are down \$29,772.
 - O+M is projected to be in the red by (\$260,054).
- Transportation
 - There is always uncertainty that exists due to the number of mandated categorical payments we anticipate for the fiscal year. We anticipate receiving 4 total payments this year with this proposed budget. (1 from FY 20 and 3 for FY 21)
 - Increase in revenue of \$6,576 (\$200,000 transfer from working cash)
 - We still continue to rely on working cash to help us with balancing the transportation fund.
 - Transportation is projected to be in the black by \$47,466

(Over Please)

- Working Cash
 - There is only one working cash transfer in this year's budget. It is in the amount of \$200,000 to the transportation fund.

Moving forward, there is more uncertainty with this year's budget due to the pandemic and overall condition of the economy. We are optimistic that the budget will be balanced at the end of the fiscal year, but understand that without a crystal ball there is no way to tell what we are in store for. We will continue to monitor our revenues and expenditures monthly at quarterly Finance Committee meetings, through our PMA financial projections, and at regular board meetings.