

Bloomington Public Schools

**2020 Tentative Budget
Executive Summary
Dr. Colin Manahan
August 14, 2019**

Board Financial Goal - #5

Mission and Vision

The educational mission of Bloomington Public Schools is to challenge, support and inspire all students to learn and achieve to their highest potential in order to become productive citizens and lifelong learners.

1. Academic Achievement

Students will annually improve their academic skills in the core curricula, performing at least at grade level or higher as evaluated using District assessments.

2. Educational Environment

We will promote mutual respect, an appreciation for student and staff diversity, and the importance of family and community engagement in order to provide a supportive learning environment in which students can succeed.

3. Personnel

We will employ, support, and retain an outstanding and diverse staff.

4. Facilities

We will maintain facilities that are safe, energy-efficient, and conducive to teaching and learning.

5. Finances

We will manage the District's resources and spending as responsible stewards for our taxpayers and community.



Bloomington District 87

"Challenge, Support, and Inspire all Students to Learn and Achieve!"

Agenda

- **FY19 In Review**
- **Budget & Levy Calendar**
- **Budget Principles**
- **Budget Assumptions**
- **FY20 Budget Overview**

FY19 in Review

Fy19 IN REVIEW

Amended Legal Budget

Amended Budget	7/1/2018				6/30/2019
FUND DESCRIPTION	Beginning Fund Balance	2018-2019 Budget Revenues	2018-2019 Budget Expenditures	Budget Revenues(+/-) Expenditures	Budget Ending Fund Balance
Education	10,442,688	\$ 50,458,468	\$ 50,728,477	\$ (270,009)	\$ 10,172,679
Operations & Maintenance	1,592,099	\$ 4,903,255	\$ 5,279,683	\$ (376,428)	\$ 1,215,671
Transportation	3,189,687	\$ 2,467,302	\$ 3,246,781	\$ (779,479)	\$ 2,410,208
Working Cash	11,678,664	\$ 527,325	\$ 2,317,000	\$ (1,789,675)	\$ 9,888,989
Total Operating Funds	\$ 26,903,139	\$ 58,356,350	\$ 61,571,941	\$ (3,215,591)	\$ 23,687,547
IMRF & Social Security	1,900,941	\$ 1,980,438	\$ 2,123,437	\$ (142,999)	\$ 1,757,942
Tort Immunity Fund	1,725,509	\$ 2,813,171	\$ 2,682,083	\$ 131,088	\$ 1,856,597
Total Variable Funds	30,529,589	63,149,959	66,377,461	(3,227,502)	27,302,086
Debt Service	1,391,912	\$ 5,758,469	\$ 5,811,284	\$ (52,815)	\$ 1,339,097
Capital Projects	5,288,362	\$ 45,000	\$ 5,300,000	\$ (5,255,000)	\$ 33,362
Fire Prevention - Safety	6,444,068	\$ 85,000	\$ 4,320,000	\$ (4,235,000)	\$ 2,209,068
TOTAL	43,653,930	69,038,428	81,808,745	\$ (12,770,317)	\$ 30,883,613

Fy19 IN REVIEW

Unaudited Actual Results

FUND DESCRIPTION	Beginning Fund Balance	2018-2019 Projection for Revenues	2018-2019 Projection for Expenditures	Year to Date Revenues(+/-) Expenditures	Year to Date Ending Fund Balance
Education	10,442,688	\$ 51,776,167.45	\$ 49,526,725.95	\$ 2,249,441.50	\$ 12,692,130
Operations & Maintenance	1,592,099	\$ 4,919,065.20	\$ 4,985,781.80	\$ (66,716.60)	\$ 1,525,382
Transportation	3,189,687	\$ 2,867,773.29	\$ 3,220,762.61	\$ (352,989.32)	\$ 2,836,698
Working Cash	11,678,664	\$ 649,439.85	\$ 2,317,000.00	\$ (1,667,560.15)	\$ 10,011,104
Total Operating Funds	26,903,139	60,212,446	60,050,270	162,175	27,065,314
IMRF & Social Security	1,900,941	\$ 2,029,492.07	\$ 1,920,991.09	\$ 108,500.98	\$ 2,009,442
Tort Immunity Fund	1,725,509	\$ 2,861,390.68	\$ 2,494,097.39	\$ 367,293.29	\$ 2,092,802
Total Variable Funds	30,529,589	65,103,329	64,465,359	637,970	31,167,558
Debt Service	1,391,912	\$ 5,909,087.53	\$ 5,808,383.20	\$ 100,704.33	\$ 1,492,616
Capital Projects	5,288,362	\$ 534,372.48	\$ 4,485,285.79	\$ (3,950,913.31)	\$ 1,337,448
Fire Prevention - Safety	6,444,068	\$ 114,243.97	\$ 1,546,653.21	\$ (1,432,409.24)	\$ 5,011,659
TOTAL	43,653,930	71,661,032.52	76,305,681.03	\$ (4,644,648.51)	\$ 39,009,282

Fy19 IN REVIEW

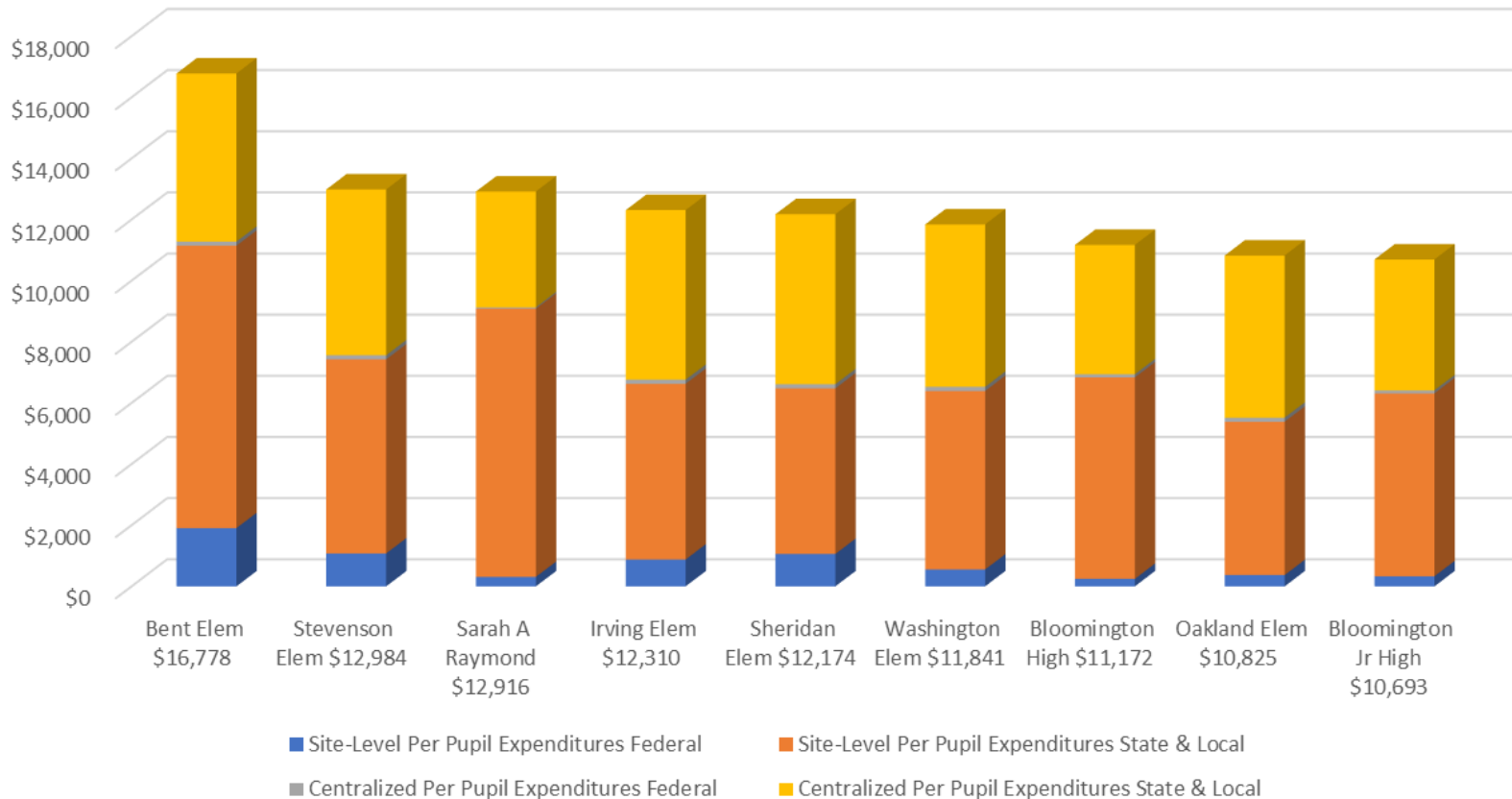
Budgeted Gap Analysis

Budgeted Structural Deficit	\$ (3,227,502)
Unaudited Surplus	\$ 637,970
Unaudited Gap	\$ 3,865,472
Additional Revenues Received	\$ 1,953,370
Under Budget on Expenditures	\$ (1,912,103)
Unaudited Gap Balance	\$ 0

Fy19 IN REVIEW

ESSA Reporting

Total Per Pupil Cost by School



Budget & Levy Schedule

- **August 14, 2019 – Develop and present the FY20 tentative budget.**
- **September 25, 2019 – Public hearing and approve the FY20 legal budget**
- **October 23, 2019 – 2019 Levy report for 2021 budget.**
- **December 11, 2019 – Levy hearing and approve 2019 Levy.**
- **January/July 2020 – Develop 2021 budget principles and outlook.**
- **March/May 2020 – Review status of 2020 budget and 2021 RIF.**
- **May/June 2020 – Amend FY20 budget if necessary.**

Budget Principles

- **Maintain the fiscal health of the district.**
- **Maintain a multi-year view.**
- **Target resources to maximize academic achievement.**
- **Equitably fund the entire K-12 academic program.**
- **Assure the safety of students and staff at all schools.**

Budget Assumptions

- **Local Revenue is down**
 - EAV decline of .70% (two years in a row of declining EAV).
 - Property tax revenue down \$291,197.
 - CPPRT is estimated to be flat (3-year average).
- **State Revenue is down**
 - Evidence based funding model – hold harmless from FY19 funding levels.
 - Delay in MCATS, FY18 received in FY19 inflated FY19 revenue.
 - Remaining MCAT revenue significantly down in FY20.
- **Federal Revenue is slightly up**
- **Certified Staff and Paraprofessionals Salaries**
 - Per BEA and BESP negotiated contracts.
- **Healthcare costs**
 - Premium increase of 2.3%.

FY20 Budget Summary

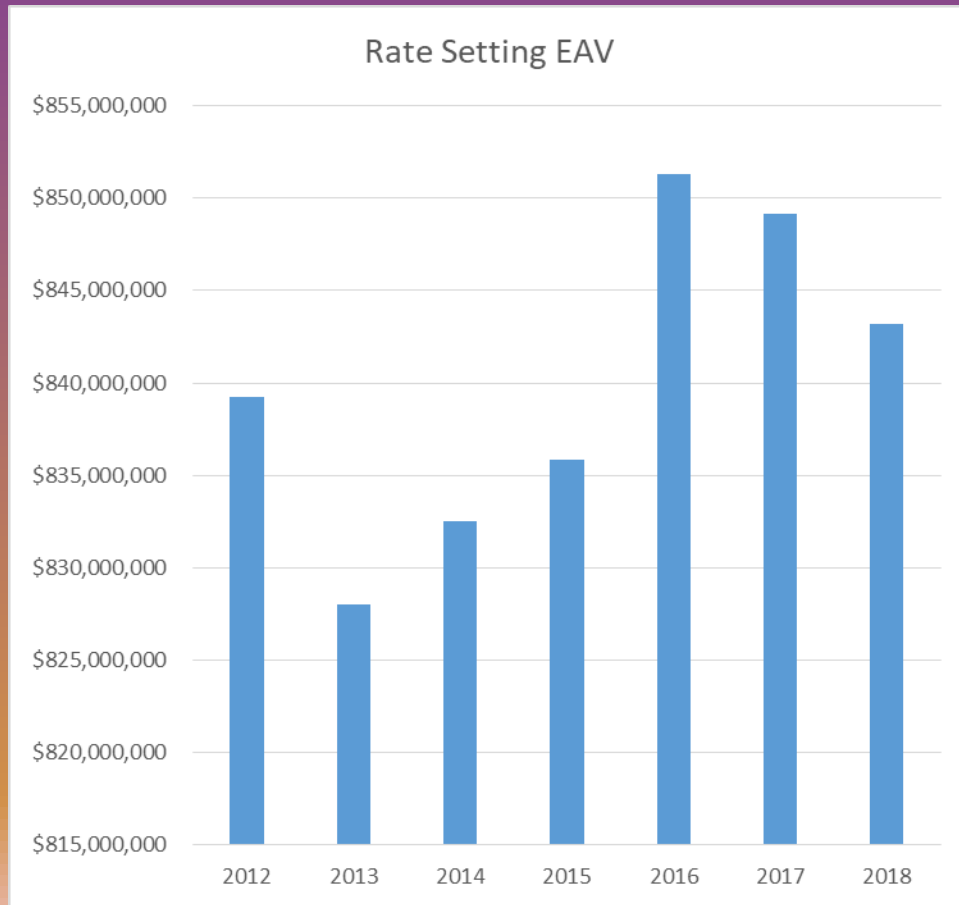
Tentative Budget	7/1/2019				6/30/2020	
FUND DESCRIPTION	Beginning Fund Balance	2019-2020 Budget Revenues	2019-2020 Budget Expenditures	Budget Revenues(+/-) Expenditures	Budget Ending Fund Balance	
Education	12,685,893	\$ 50,258,706	\$ 50,924,282	\$ (665,576)	\$ 12,020,317	
Operations & Maintenance	1,511,117	\$ 5,027,890	\$ 5,026,775	\$ 1,115	\$ 1,512,232	
Transportation	2,836,730	\$ 2,845,876	\$ 3,323,753	\$ (477,877)	\$ 2,358,853	
Working Cash	10,011,104	\$ 619,489	\$ 1,500,000	\$ (880,511)	\$ 9,130,593	
Total Operating Funds	\$ 27,044,844	\$ 58,751,961	\$ 60,774,810	\$ (2,022,849)	\$ 25,021,995	
IMRF & Social Security	2,009,442	\$ 1,992,542	\$ 1,992,000	\$ 542	\$ 2,009,984	
Tort Immunity Fund	2,115,625	\$ 2,845,994	\$ 2,845,000	\$ 994	\$ 2,116,619	
Total Variable Funds	31,169,911	63,590,497	65,611,810	(2,021,313)	29,148,598	
Debt Service	1,492,616	\$ 5,555,288	\$ 5,513,838	\$ 41,451	\$ 1,534,067	
Capital Projects	1,337,448	\$ 25,000	\$ 1,300,000	\$ (1,275,000)	\$ 62,448	
Fire Prevention - Safety	5,011,659	\$ 368,641	\$ 5,035,000	\$ (4,666,359)	\$ 345,300	
TOTAL	39,011,635	69,539,426	77,460,648	\$ (7,921,222)	\$ 31,090,413	

- Transfer of \$1,340,000 from the Working Cash Fund to the Education Fund to maintain minimum Education Fund Balance of \$12,000,000.
- Transfer of \$160,000 from the Working Cash Fund to the Operations & Maintenance due to declining fund balance.

FY20 Budget Summary

- **Salary increases for BEA and Program Assistants per negotiated contracts.**
 - **BEA Contract—1 year left.**
 - **Paraprofessionals contract—5 years.**
- **Salary adjustment recommendation for Administrators & Directors, Professional Supervisors, Food Service, and OTE Staff.**
- **Structural deficit of \$2,021,313.**
- **All revenue sources projected to be down \$1,512,681 (-2.32%).**
- **All expenditure sources projected to be up \$1,148,955 (+1.78%). CPI averages 2.0%.**

EAV – What is Known



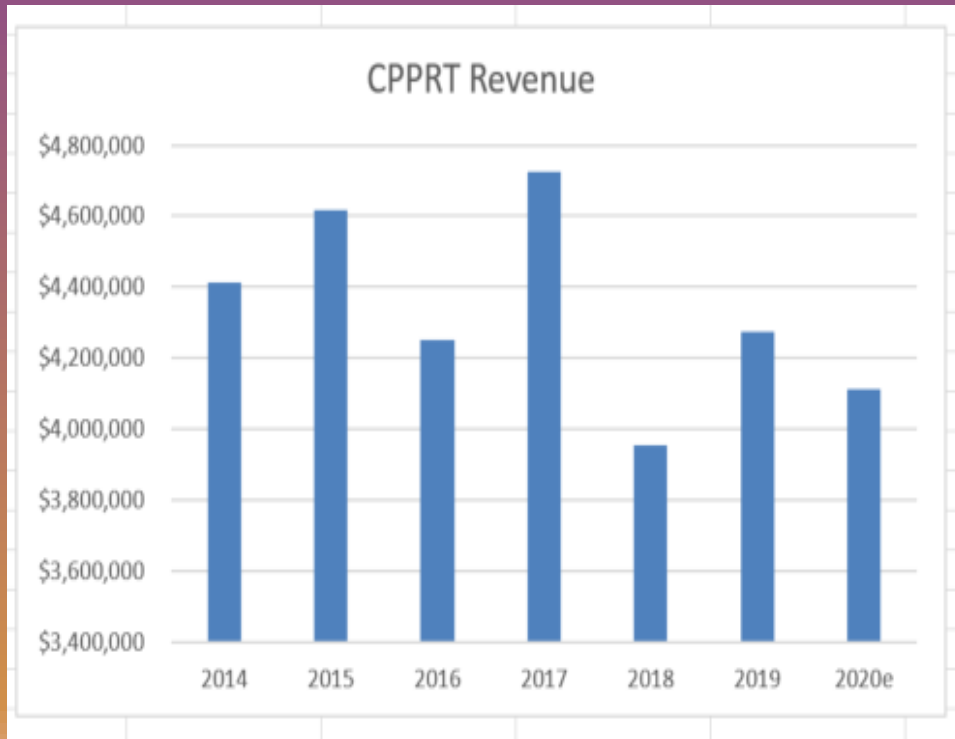
- From 2016 to 2017, an EAV decline of .25%.
- From 2017 to 2018, an EAV decline of .70%

Property Taxes – What is Known



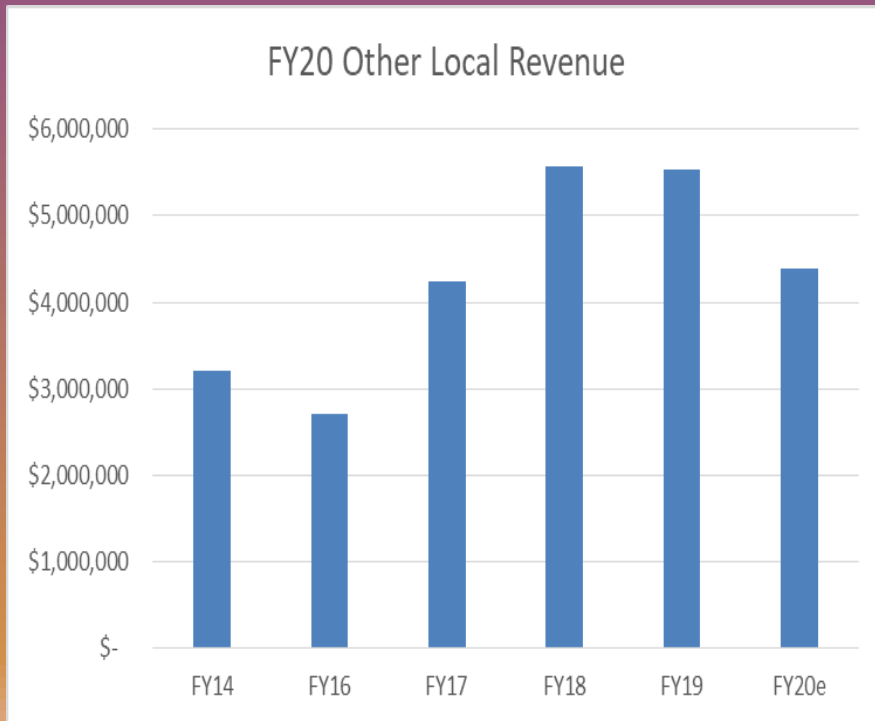
- Levy, Fall of 2018
- Extension, Spring of 2019
- Collection Rate Estimated at 99.5%.
- Total decrease in revenue, FY19 to FY20 is \$291,197, a decline of .67%.

CPPRT – What is Known



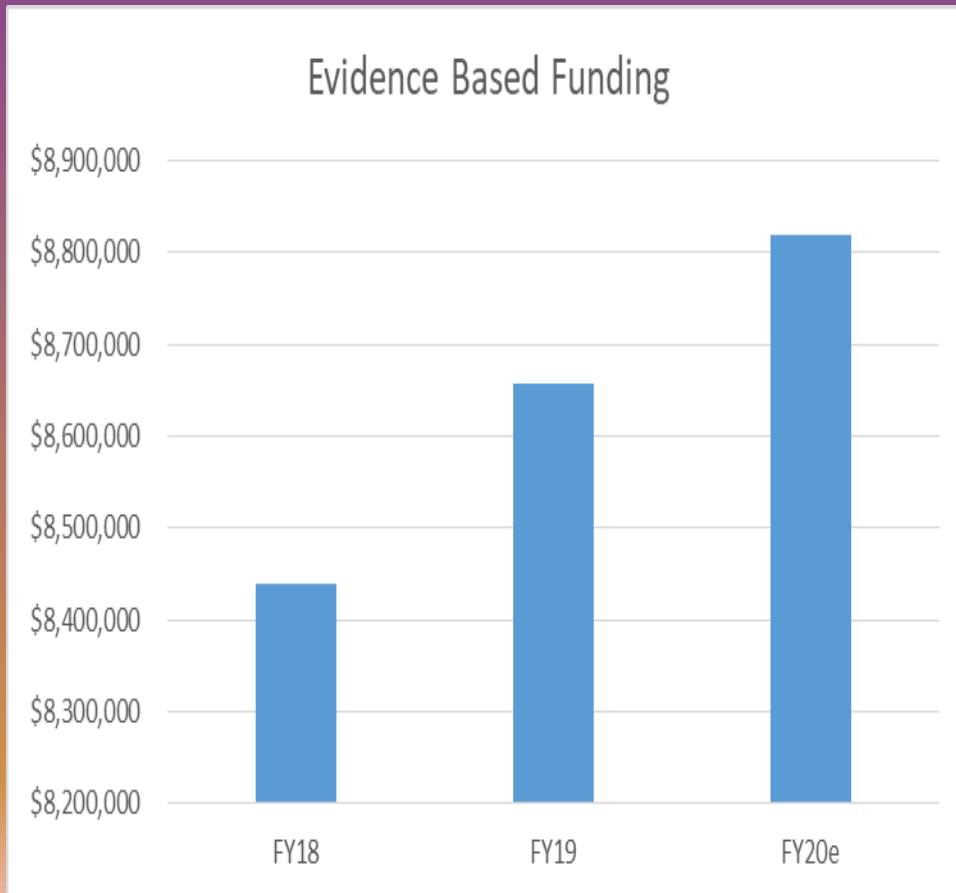
- **No consistent trend in funding.**
- **Total Revenue was up 8.2% from FY18 to FY19 (+\$323,374).**
- **Past three-year average, estimated total revenue for FY20.**

Other Local Revenue



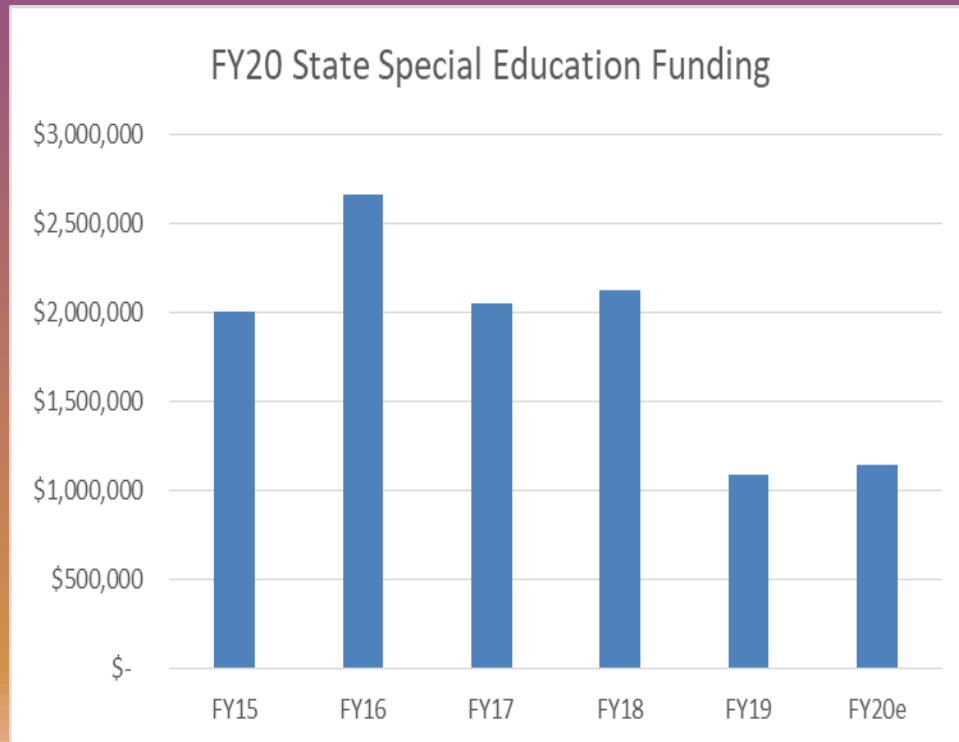
- **Total Other Revenue = \$4,391,952.**
- **Down for FY20 because of reduced Working Cash transfer to the Education Fund.**

State Contributions



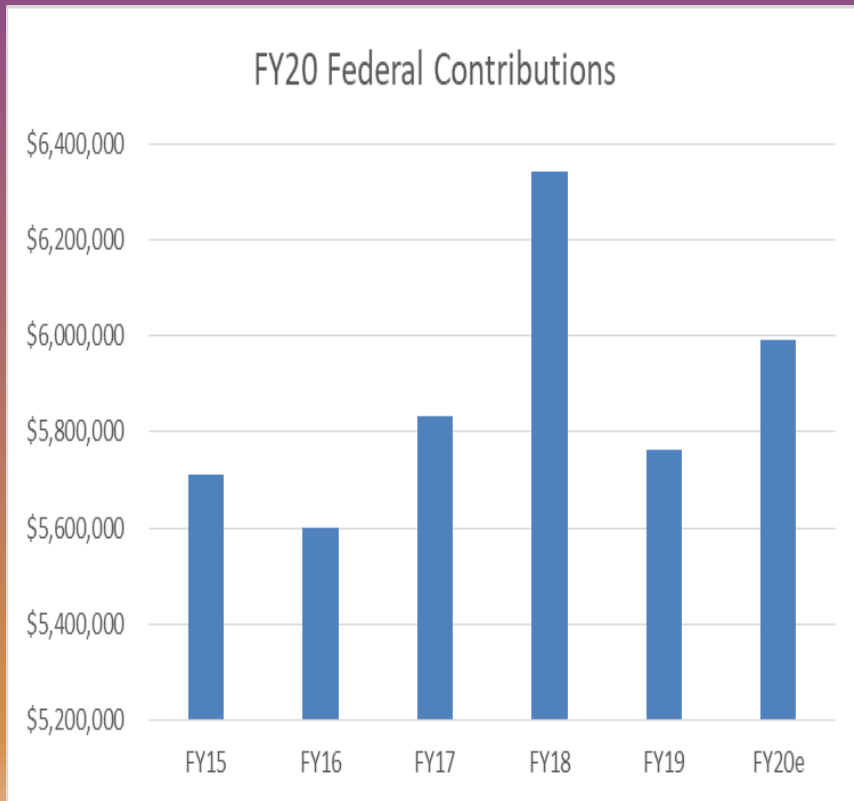
- **In 2018, Evidence Based Funding replaced General State Aid**
- **Funding for FY20 held harmless from FY19 revenue amounts.**
- **FY20 = \$8,438,648 (+\$160,000).**
- **This rolled (5) categories into Evidence Based Funding:**
 - **General State Aid**
 - **Bilingual Ed**
 - **Spec Ed Personnel**
 - **Spec Ed Pupil (Child Funding/Extraordinary)**
 - **Spec Ed Summer School**

State Contributions Special Education



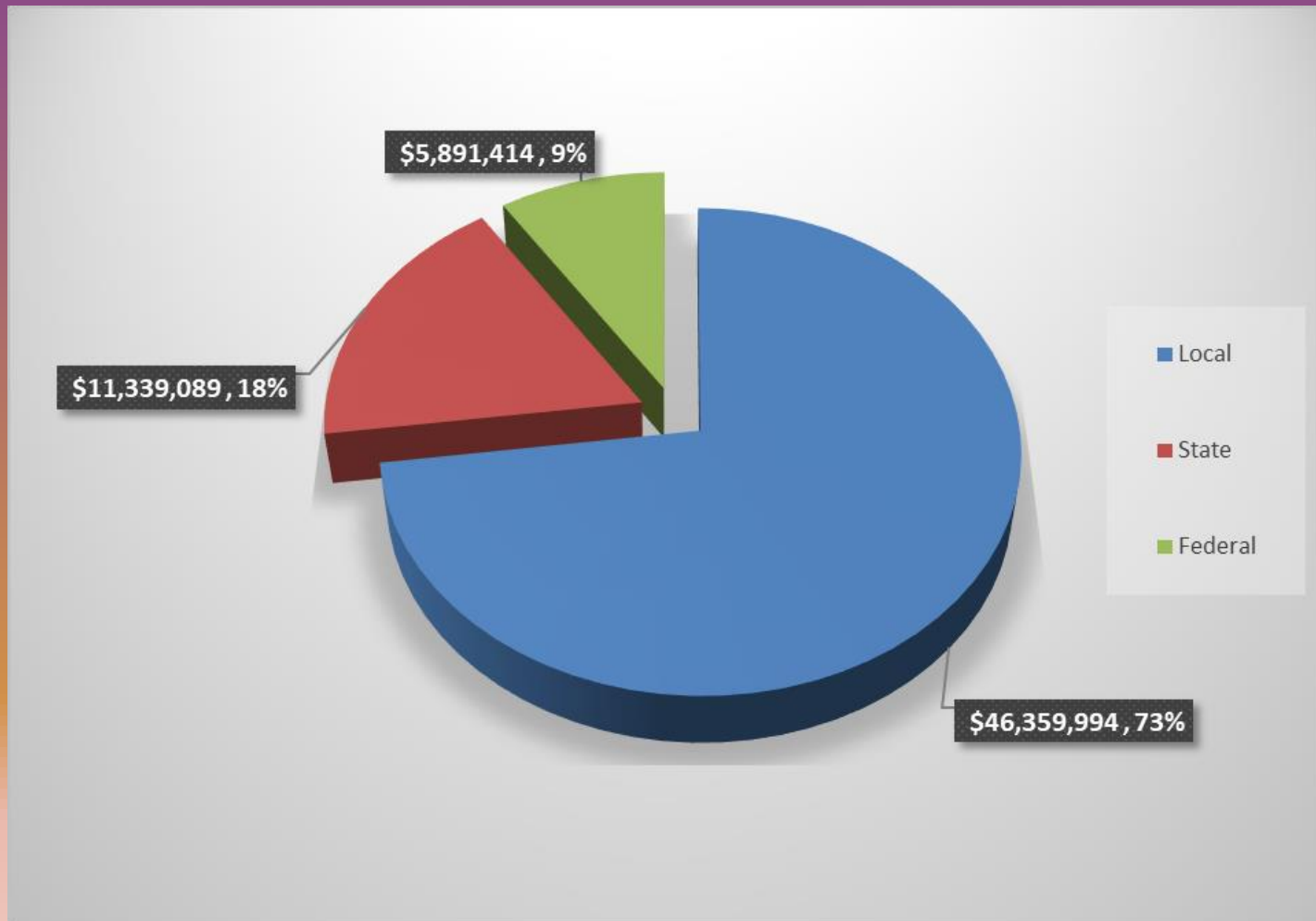
- **Special Education Funding:**
 - **Trending downward on funding over the course of the past five years.**
 - **Significant decrease in FY19 & FY20 because majority of prior MCAT's were rolled into Evidence Based Funding.**
 - **Typically receive 4 payments.**
 - **Received 5 payments in FY16 (explains the spike).**

Federal Contributions



- **FY19 Federal Revenue = \$5,991,414**
 - **Special Education**
 - **Title Grants**
 - **Food Service**
 - **FY18 spike in revenue because Medicaid reimbursement up, IDEA up, and Food Service up.**
 - **Federal revenue projected to be slightly up with the addition of a \$200,000 school improvement grant**

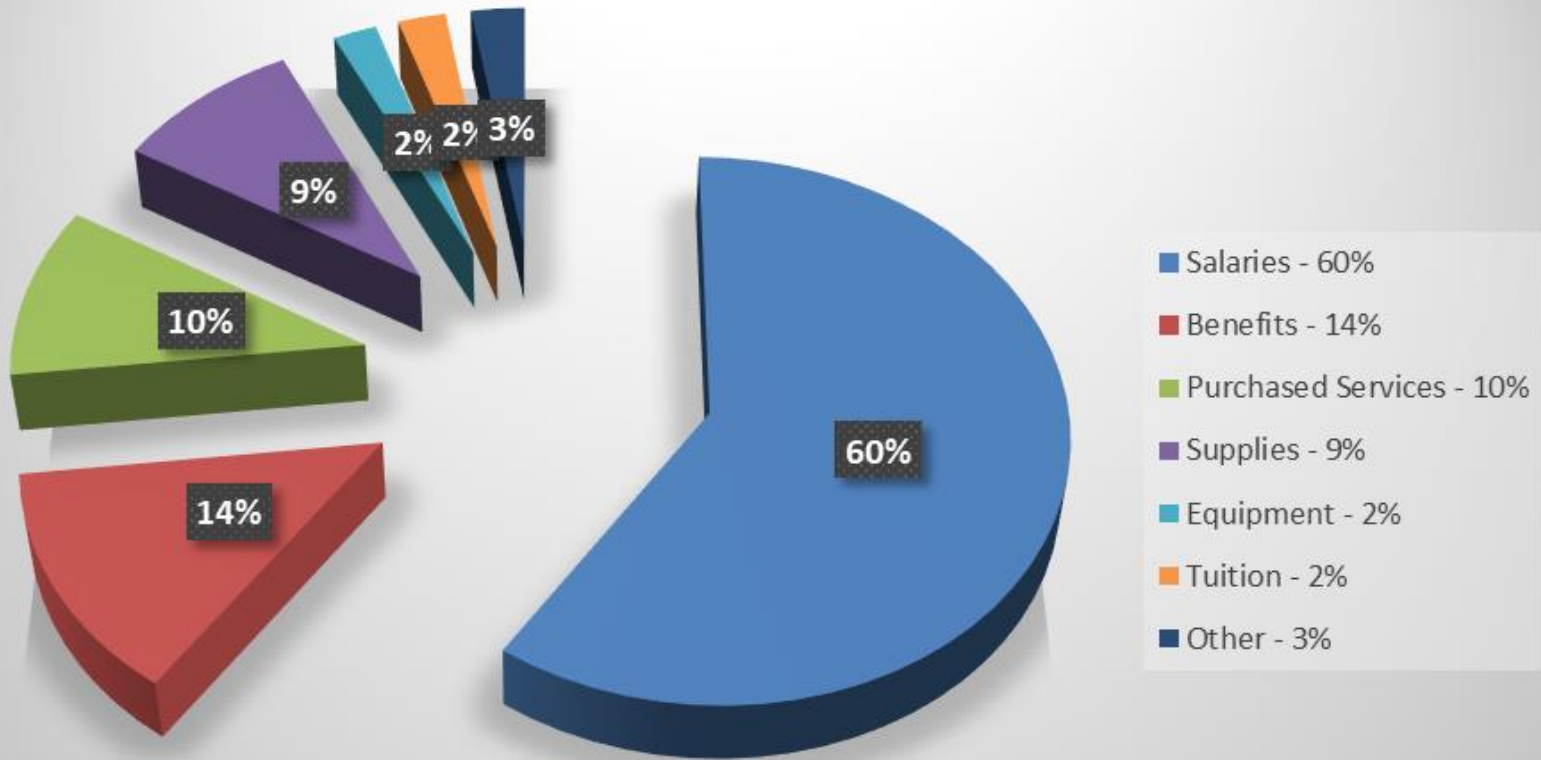
FY20 Total Revenue Breakdown



FY20 Total Expenses Breakdown

Salaries - 60%	\$ 39,141,043
Benefits - 14%	\$ 8,885,414
Purchased Services - 10%	\$ 6,764,853
Supplies - 9%	\$ 6,090,000
Equipment - 2%	\$ 1,425,000
Tuition - 2%	\$ 1,560,500
Other - 3%	\$ 1,745,000
Total	\$ 65,611,810

FY20 Total Expenses Breakdown



Future Issues in Funding

- **Local Property Tax Revenue – EAV down the past two years.**
- **CPPRT – Trend is flat and unpredictable.**
- **Potential legislative changes.**
- **Minimum Teacher salary of \$40,000 starting 2022-23 school year.**
- **Minimum wage increases to \$15.00 per hour on January 1, 2025.**
- **Federal funding uncertain for Title Grants.**

FY20 Budget Summary

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Questions