

**FY 19 AMENDED BUDGET SUMMARY NARRATIVE**  
**May 1, 2019**

The FY 19 Amended Budget for the major operating funds (Educational, Operations and Maintenance, and Transportation) has an overall budget deficit of \$465,314.

However, the budget will maintain an overall fund balance of 16.2% or \$30,505,542. Board Policy requires at least 15% or \$28,318,475.

**EDUCATION FUND**

- The FY 19 Amended Budget for the Educational Fund has a projected deficit of \$216,578, which is more favorable to budget than the beginning of the year. The primary reason for this deficit was the increase in salaries in year 2 of the employee contract.
- Note: The Original Budget had a deficit of \$921,523.
- **Revenues** are projected to be \$127,354,540. This is an increase of \$593,353 from the FY 19 Original Budget amount of \$126,761,187.

Local Revenue is projected to increase \$458,535 to \$76,166,152.

Local Property Tax revenue increased \$360,812.  
Interest on Investments increased \$150,000.  
Other Local Revenues decreased \$52,277.

State Revenue projections total \$49,138,388. This is a decrease of \$215,182 from the Original Budget estimate of \$49,353,570.

Evidence Based Funding revenue increased \$76,255.  
Other State Revenues decreased \$291,437.  
The reason for this decrease is found in the individual State Categorical line item. The funding has decreased or remained the same depending on the category as the prior year. This resulted in a lower proration amount statewide and a decrease in district funding.

Federal Revenue has increased \$350,000 to \$2,050,000.

- **Expenditures** are projected to be \$127,571,118, a decrease of \$111,592 from the FY 19 Original Budget amount of \$127,682,710.

Salaries and Benefits total \$114,309,147. This is a decrease of \$542,303.

Purchased Services increased \$374,848. First year costs for Financial and Human Resources software replacement account for \$335,000 of the increase.

Supplies increased \$79,300.

\$100,000 was added to purchase Internet Access points for schools.  
Textbooks decreased \$25,000 and will be carried over to FY 20.

## **OPERATIONS AND MAINTENANCE FUND**

- The Operations and Maintenance Fund has a projected surplus of \$235,259. This is an increase of \$194,890.

Revenue has increased \$194,890 to \$15,495,748.

The reason for these increases is due to property tax revenue and interest on investments accounts.

Expenditures remain the same at \$15,260,489.

## **TRANSPORTATION FUND**

- The Transportation Fund has a projected deficit of \$483,995.
- This is an overall unfavorable to budget difference of \$1,448,934
- The Original Budget had a surplus of \$964,339.
- The surplus in the original budget included the expectation that all due State Categoricals would be paid prior to the end of FY 19. That scenario currently looks unlikely, although we did receive one payment for our transportation categorical this month.
- **Revenues** are projected to be \$11,452,639. This is a decrease of \$1,800,779.
- **Expenditures** are projected to be \$11,936,634. This is a decrease of \$483,995.

## **IMRF FUND**

- The IMRF Fund #510 has a projected surplus of \$115,448.
- **Revenues** are projected to be \$6,273,580.
- **Expenditures** are projected to be \$6,158,132.

## **TORT FUND**

- The Tort Fund #510 has a projected deficit of \$506,201.
- **Revenues** are projected to be \$3,382,497.
- **Expenditures** are projected to be \$3,888,698.

**This fund currently has an overall fund balance of \$2,066,562.** A fund balance of \$500,000 is desirable for this fund. This budget reflects the effort to lower the fund balance to that amount. Deficit budgets for this fund should continue over the next few years as we reduce the fund balance.