

Plainfield School District 202

Fiscal Year 2020 Budget Highlights



PLAINFIELD COMMUNITY CONSOLIDATED
SCHOOL DISTRICT 202

We prepare learners for the future.

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PLAINFIELD COMMUNITY CONSOLIDATED
SCHOOL DISTRICT 202
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Introduction

- Plainfield School District 202 is proud to be part of a community that values its children's future through education. The leaders of 202 take great pride in educating students by utilizing provided resources.
- This budget summary represents a comprehensive description of the 2019-2020 Plainfield School District 202 Budget along with the characteristics of the District. This document provides pertinent information to better understand where our schools get their funding and how the funds are spent, and explains our financial plan for fiscal operations for the 2019-2020 school year.

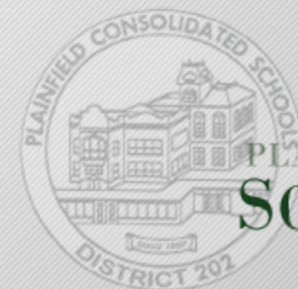
Rick Engstrom
Assistant Superintendent for Business and Operations



District Vision and Mission Statement

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- We prepare learners for the future.
- District 202's mission is to serve the community as the primary source of comprehensive, high quality education in a trusting, supportive environment - to develop, at all levels, responsible, successful citizens by providing an education, in cooperation with home and community, which fosters each individual's value, uniqueness, and importance and promotes lifelong learning in an ever-changing society.



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District Characteristics

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- Located within 64 square miles of Will County and Kendall County
 - Village of Plainfield, Joliet, Crest Hill, Bolingbrook, Romeoville, Naperville, and Lockport
- Tax Base Composition
 - 81.6% Residential
 - 10.0% Commercial
 - 8.0% Industrial
 - 0.3% Farm Land
 - 0.1% Railroad
- 2019-2020 Projected Enrollment = 25,984
- 4 High Schools, 7 Middle Schools, 17 Elementary Schools, 1 Early Childhood Center/District Office, 1 Academy, 2 Operation's Building, & 1 Technology Building
- 2018 State Report Card
 - Instructional Spending (\$) = \$6,044 (State Average = \$8,024)
 - Operational Spending (\$) = \$9,895 (State Average = \$13,894)
 - Pupil/Teacher Ratio Elementary = 19:1 (State Average = 19:1)
 - Pupil/Teacher Ratio High School = 24:1 (State Average = 19:1)
 - Admin Student Ratio = 192:1 (State Average = 181:1)
- Financial Profile Score
 - 2018 = 3.9 Recognition (2012 = 2.35 Watch)



PLAINFIELD COMMUNITY CONSOLIDATED
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Board Financial Objectives

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- Develop and implement a responsible, sustainable financial plan while maintaining high quality education programs
- Keep property taxes as low as possible
- Implement a balanced operating budget each year (no structural deficits)
- Maintain “recognition status” on the ISBE Financial Profile Score Rating



Budget/Fund Accounting Overview

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- 10-Education Fund
 - The Education Fund is the largest fund in terms of dollars and volume of transactions. It includes items related to the educational programs. Teachers' salaries and benefits, instructional materials, student technology, and special education costs are just a few prominent examples of expenditures from this fund.
- 20-Operations and Maintenance Fund
 - The Operations and Maintenance Fund captures the cost relating to the operating and maintaining of school buildings and grounds. Custodial, Maintenance, and Grounds salaries/benefits are the largest expenditures in this fund. Utility costs, building maintenance/equipment and other operational essentials are expended from O&M fund as well. Revenue is received from local taxes, General State Aid, interest income and rental.
- 30-Debt Service Fund
 - This fund is used solely for payment of principal and interest of debt and capital leases.
- 40-Transportation Fund
 - Expenditures associated with student transportation needs of Plainfield School District 202 are located in the Transportation Fund. Regular, vocational and special education transportation are included. Revenues include local taxes, General State Aid and state transportation reimbursement.



Budget/Fund Accounting Overview

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- 50-Municipal Retirement Fund
 - Also known as the IMRF/SS Fund, this fund is used to pay the District's share of required pension contributions.
- 60-Capital Improvement Fund
 - Major construction and improvement projects are funded through the Capital Improvement Fund and draw revenues from bond issues and transfers.
- 70-Working Cash Fund
 - No expenditures can be made from the Working Cash Fund, but specific taxes levied or working cash bond issues are deposited in this fund and used to supplement the revenue for other funds. Transfers can be made with Board of Education approval to designated funds.
- 80-Tort Fund
 - This fund is responsible for liability insurance costs of Plainfield School District 202.
- 90-Life Safety Fund
 - The Life Safety Fund is used for eligible code-required building projects.



Budget/Fund Accounting Overview

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- Revenue Classifications
 - Revenues are recorded according to the Illinois School Program Accounting Manual.
 - **Fund** (Education, O&M, Transportation, Working Cash, Etc.)
 - **Source** (Local, State, Federal)
 - Three Major Categories of Revenue
 - **Local** - Property Taxes, Corporate Taxes, Tuition, Interest Income, Food Service, Activity Income, Textbooks, Other Local Revenue
 - **State-Evidence Base Funding**, Categorical Grants, Transportation reimbursement, Special Education
 - **Federal** - Federal Grants
- Expenditure Classification
 - Expenditures are recorded according to the Illinois School Program Accounting Standards.
 - **Fund** - (Education, O&M, Transportation, Working Cash, Etc.) established for specific activities or objectives and operates in accordance with designated purposes
 - **Function** - designates the specific program or purpose for which funds are used
 - **Object** - describes the type of expense within each function



Assumptions Influencing FY2020 Budget

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- Property tax is budgeted at 99.75% of extended levy.
- Evidence-Based Funding (EBF)
 - EBF is represented at 100% of last year's amount. We could potentially see new funding or Tier Funding. The amount due to Plainfield School District 202 is calculated based on our District's ability to raise local resources as well student enrollment of the District.
 - FY20 EBF Base = \$91,424,606
 - (General State Aid, English Learners Education, Sp. Ed Personnel, Sp. Ed Funding for Children, Sp. Ed Summer School)
 - FY20 EBF Tier Funding Money = ?
- 100% Restricted Grants-In-Aid = \$13,134,980
 - (Sp. Ed Private Tuition, Sp. Ed Orphanage, CTEI, IL Free Lunch/Breakfast, Driver Education, Reg/Voc. Transportation, Sp. Ed Transportation, Early Childhood-Block Grant)
- Local Revenue
 - Plainfield School District 202 is experiencing a decrease in student enrollment.
- Corporate Personal Property Replacement Tax
 - This tax is set by the Illinois State Department of Revenue.

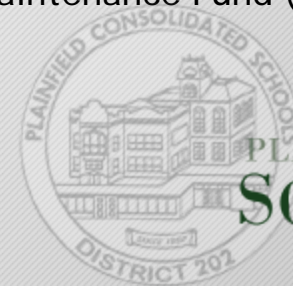


Assumptions Influencing FY2020 Budget

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- Salaries Increases
 - 3.0% annual increase for Administration and Non-Union Support Staff
 - APT salaries are budgeted to accommodate - Average Step 2.75% plus 1.5% to Base
 - PASS salaries are budgeted to accommodate 4.5% increase per the PASS contract.
 - 1% Δ \approx +/- \$1.6 million
- Benefits
 - Benefits are budgeted to reflect a 2% increase due to health care premium increases.
 - 1% Δ \approx +/- \$350,000
- \$1,000,000 is budgeted as contingency to allow for building-specific enrollment changes and Special Education needs.

- Student/Teacher Ratio remains at current levels
 - Additional hire: 18 Certified Staff, 1 Admin, 2 Non-Union, 8 Non-Certified
- School Allocations remain flat
- Departments remain at 100% of requested amounts to support department initiatives
- Annual Routine Maintenance
 - \$4.6 million out of Capital Projects Fund (60) \$129,249 out of Operations & Maintenance Fund (20)
 - \$730,980 out of Tort Fund (80)
- Annual Technology Initiatives
 - \$2.8 million out of Debt Service Fund (30)
- Annual Lease Payment (Elementary Building)
 - \$2.7 million out of Debt Service Fund (30)



FY2020 Budget Summary

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| Fund | * Unaudited Est. Fund Balance | Revenue | Expenditures | Surplus(Deficit) | Bond Sales/Perm. Trans | Est. Ending Fund Balance |
|------------------------|-------------------------------|----------------------|----------------------|--------------------|------------------------|--------------------------|
| 10-Education | \$46,108,508 | \$234,539,658 | \$237,578,928 | (\$3,039,270) | \$0 | \$43,069,238 |
| 20-O&M | \$12,580,065 | \$21,007,204 | \$20,252,882 | \$754,322 | \$0 | \$13,334,387 |
| 40-Transportation | \$17,977,151 | \$18,113,941 | \$17,493,653 | \$620,288 | \$0 | \$18,597,439 |
| 50-IMRF/SS | \$1,387,582 | \$6,776,443 | \$6,980,868 | (\$204,425) | \$0 | \$1,183,157 |
| 70-Working Cash | \$40,347,402 | \$2,339,741 | \$0 | \$2,339,741 | \$0 | \$42,687,143 |
| 80-Tort | \$292,416 | \$4,409,629 | \$5,380,633 | (\$971,004) | \$0 | (\$678,588) |
| TOTAL OPERATING | \$118,693,123 | \$287,186,616 | \$287,686,964 | (\$500,348) | \$0 | \$118,192,775 |
| 30-Debt Service | \$16,309,628 | \$35,180,527 | \$35,637,799 | (\$457,272) | \$810,485 | \$16,662,841 |
| 60-Capital Projects | \$7,052,928 | \$5,292,571 | \$4,406,614 | \$885,957 | (\$810,485) | \$7,128,400 |
| TOTAL-ALL FUNDS | \$142,055,679 | \$327,659,714 | \$327,731,377 | (\$71,663) | \$0 | \$141,984,016 |

***Note FY2019:**

Based on Modified Accrual Basis. State Budget Report & AFR are based on Accrual Bases

Estimated Revenue State is still scheduled to pay in FY19 based on scheduled date

| | 10-Education | 40-Transportation | 40-Transportation |
|------------------------------|--------------------|-----------------------------------|--------------------|
| Special Ed. Private Tuition | \$700,593 | Regular/Vocational Transportation | \$911,521 |
| State Free Lunch & Breakfast | \$3,105 | Special Education Transportation | \$1,101,502 |
| Driver Education | \$153,619 | | |
| Early Childhood Block | \$232,320 | | |
| TOTAL | \$1,089,637 | TOTAL | \$2,013,023 |

***Note FY2020:**

Estimated Addition Revenue (Tier/New Money):

| | Tier 1 | Potential Surplus |
|--|-------------|-------------------|
| | \$1,970,223 | \$1,900,602 |
| | \$2,446,419 | \$2,376,798 |



PLAINFIELD COMMUNITY CONSOLIDATED
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Historical Fund Summary

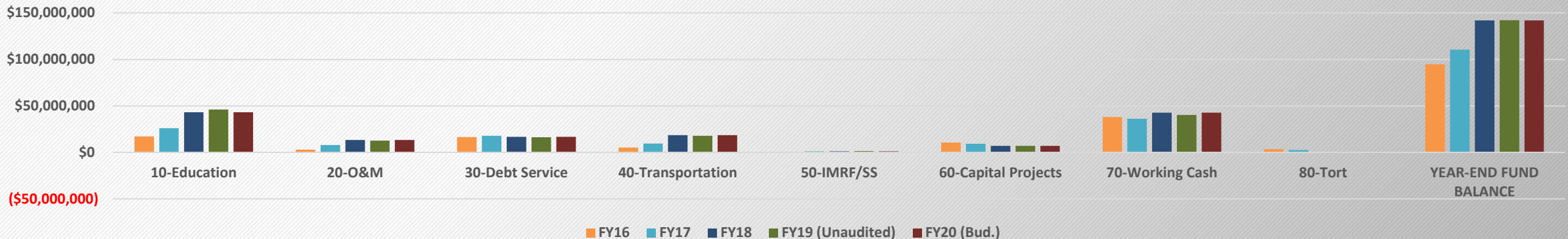
| Fund Balance | FY16 | FY17 | FY18 | FY19 (Unaudited) | FY20 (Bud.) |
|------------------------------|---------------------|----------------------|----------------------|----------------------|----------------------|
| 10-Education | \$17,274,083 | \$25,962,293 | \$43,569,057 | \$46,108,508 | \$43,069,238 |
| 20-O&M | \$2,892,122 | \$7,927,518 | \$10,537,500 | \$12,580,065 | \$13,334,387 |
| 30-Debt Service | \$16,605,972 | \$17,945,025 | \$16,662,953 | \$16,309,628 | \$16,662,841 |
| 40-Transportation | \$5,301,972 | \$9,588,394 | \$14,405,143 | \$17,977,151 | \$18,597,439 |
| 50-IMRF/SS | \$585,542 | \$1,051,430 | \$1,131,707 | \$1,387,582 | \$1,183,157 |
| 60-Capital Projects | \$10,732,968 | \$9,316,155 | \$4,642,836 | \$7,052,928 | \$7,128,400 |
| 70-Working Cash | \$37,901,264 | \$36,247,545 | \$38,146,952 | \$40,347,402 | \$42,687,143 |
| 80-Tort | \$3,405,997 | \$2,552,766 | \$889,931 | \$292,416 | (\$678,588) |
| YEAR-END FUND BALANCE | \$94,699,920 | \$110,591,126 | \$129,986,079 | \$142,055,679 | \$141,984,016 |

*Note FY2020

Estimated Addition Revenue (Tier/New Money):

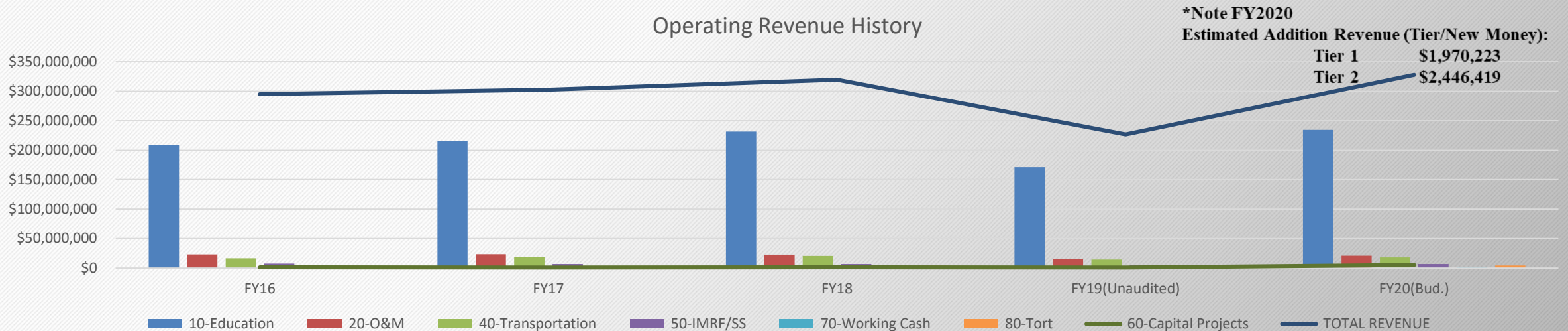
| | |
|--------|-------------|
| Tier 1 | \$1,970,223 |
| Tier 2 | \$2,446,419 |

Historical Summary
YEAR-END FUND BALANCE



District 202 Total Revenue History

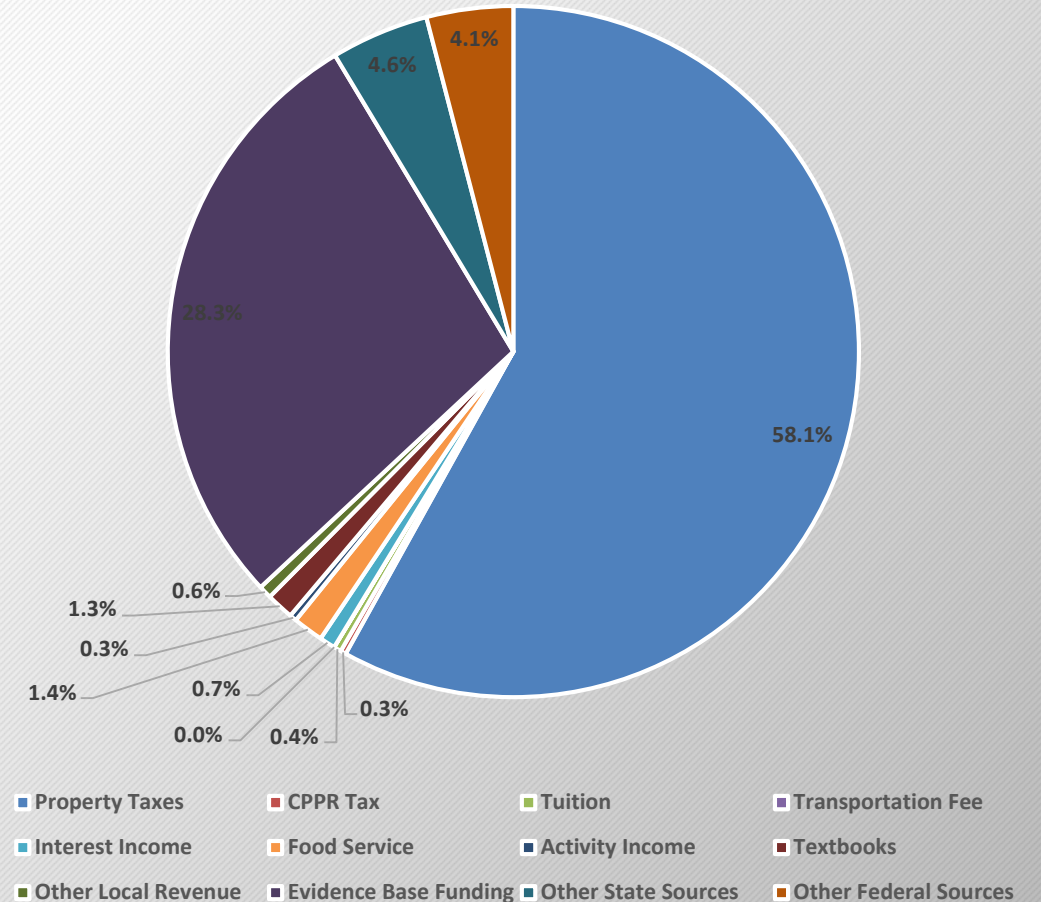
| Revenue History | FY16 | FY17 | FY18 | FY19(Unaudited 5/31/19) | FY20(Bud.) |
|----------------------|----------------------|----------------------|----------------------|-------------------------|----------------------|
| 10-Education | \$209,018,005 | \$215,994,143 | \$231,646,502 | \$171,020,177 | \$234,539,658 |
| 20-O&M | \$23,094,698 | \$23,588,690 | \$22,606,640 | \$15,450,799 | \$21,007,204 |
| 30-Debt Services | \$32,611,110 | \$32,471,400 | \$31,132,319 | \$16,259,601 | \$35,180,527 |
| 40-Transportation | \$16,545,589 | \$18,781,429 | \$20,445,332 | \$14,349,656 | \$18,113,941 |
| 50-IMRF/SS | \$7,674,990 | \$6,768,194 | \$6,758,643 | \$4,793,947 | \$6,776,443 |
| 60-Capital Projects | \$1,150,103 | \$996,847 | \$1,117,708 | \$1,077,929 | \$5,292,571 |
| 70-Working Cash | \$1,409,171 | \$1,596,281 | \$1,899,407 | \$1,548,177 | \$2,339,741 |
| 80-Tort | \$3,508,417 | \$2,609,018 | \$4,098,916 | \$2,274,145 | \$4,409,629 |
| TOTAL REVENUE | \$295,012,083 | \$302,806,002 | \$319,705,467 | \$226,774,431 | \$327,659,714 |



FY2020 Projected District 202 Operating Revenue Source

(10 - Ed., 20 - O&M, 40 - Trans., 50 - IMRF, 70 - Working Cash, 80 - Tort)

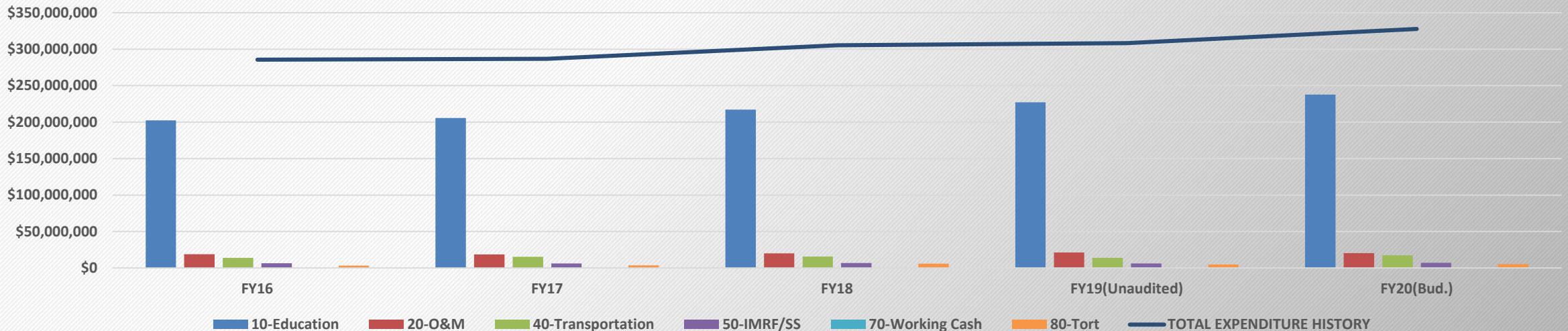
| <u>Source</u> | <u>Revenue</u> | <u>%</u> |
|-----------------------|----------------------|---------------|
| Property Taxes | \$166,747,523 | 58.1% |
| CPPR Tax | \$747,408 | 0.3% |
| Tuition | \$1,010,881 | 0.4% |
| Transportation Fee | \$3,095 | 0.0% |
| Interest Income | \$2,122,068 | 0.7% |
| Food Service | \$4,079,387 | 1.4% |
| Activity Income | \$945,989 | 0.3% |
| Textbooks | \$3,683,530 | 1.3% |
| Other Local Revenue | \$1,754,013 | 0.6% |
| Evidence Base Funding | \$81,324,606 | 28.3% |
| Other State Sources | \$13,134,980 | 4.6% |
| Other Federal Sources | \$11,633,136 | 4.1% |
| <i>TOTAL</i> | \$287,186,616 | 100.0% |



District 202 Total Expenditure History

| Expenditure History | FY16 | FY17 | FY18 | FY19(Unaudited 5/31/19) | FY20(Bud.) |
|----------------------------------|----------------------|----------------------|----------------------|-------------------------|----------------------|
| 10-Education | \$202,279,226 | \$205,742,748 | \$216,959,327 | \$227,030,577 | \$237,578,928 |
| 20-O&M | \$18,993,116 | \$18,556,594 | \$19,996,658 | \$21,089,609 | \$20,252,882 |
| 30 - Debt Services | \$34,826,137 | \$32,471,399 | \$35,331,870 | \$32,906,499 | \$35,637,799 |
| 40-Transportation | \$13,967,438 | \$15,280,383 | \$15,628,583 | \$13,850,854 | \$17,493,653 |
| 50-IMRF/SS | \$6,503,000 | \$6,302,306 | \$6,678,372 | \$6,229,624 | \$6,980,868 |
| 60 - Capital Projects | \$5,841,077 | \$4,857,450 | \$4,999,567 | \$2,426,606 | \$4,406,614 |
| 70-Working Cash | \$0 | \$0 | \$0 | \$0 | \$0 |
| 80-Tort | \$3,126,999 | \$3,462,249 | \$5,762,291 | \$4,845,442 | \$5,380,633 |
| TOTAL EXPENDITURE HISTORY | \$285,536,993 | \$286,673,129 | \$305,356,668 | \$308,379,211 | \$327,731,377 |

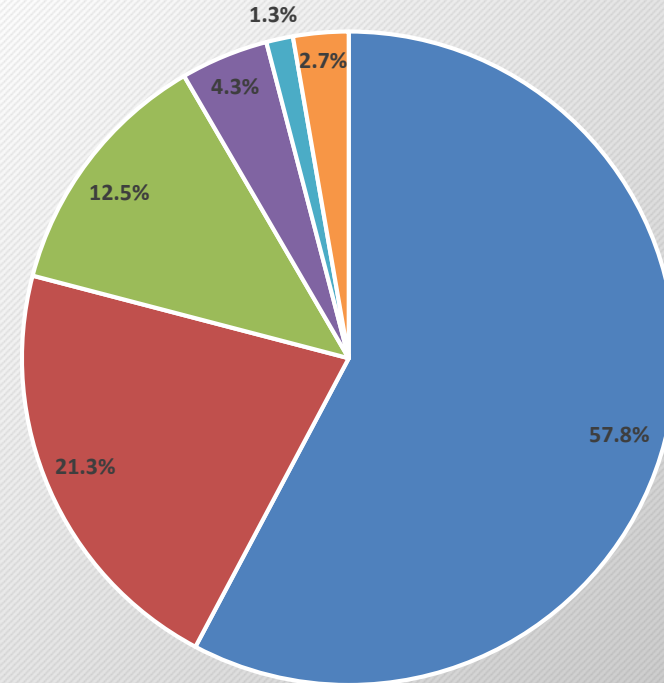
202 Operating Expenditure History



FY2020 Projected District 202 Operating Expenditure Object & Function

(10 - Ed., 20 - O&M, 40 - Trans., 50 - IMRF, 70 - Working Cash, 80 - Tort)

| <u>Object</u> | <u>Expenditures</u> | <u>%</u> |
|--------------------------|-----------------------------|--------------------|
| Salary | \$166,206,499 | 57.8% |
| Benefits | \$61,262,503 | 21.3% |
| Purchased Services | \$36,044,459 | 12.5% |
| Supplies | \$12,497,620 | 4.3% |
| Capital Outlay | \$3,802,057 | 1.3% |
| Other/Interest/Principal | \$7,873,825 | 2.7% |
| <i>TOTAL</i> | <i>\$287,686,964</i> | <i>100%</i> |



■ Salary ■ Benefits ■ Purchased Services ■ Supplies ■ Capital Outlay ■ Other/Interest/Principal

Financial Profile Summary

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Financial Profile Summary

| Category | Weight | 2012 | 2013 | 2014 | 2015 | 2016 | 2017 | 2018 |
|------------------------------|--------|--------------|----------------------|---------------|---------------|--------------------|--------------------|--------------------|
| Fund Balance to Revenue | 0.35 | 0.70 | 1.05 | 1.05 | 1.05 | 1.40 | 1.40 | 1.40 |
| Expenditure to Revenue | 0.35 | 1.05 | 1.05 | 1.40 | 1.40 | 1.40 | 1.40 | 1.40 |
| Days Cash on Hand | 0.10 | 0.20 | 0.20 | 0.20 | 0.30 | 0.30 | 0.30 | 0.40 |
| Short Term Borrowing Ability | 0.10 | 0.40 | 0.40 | 0.40 | 0.40 | 0.40 | 0.40 | 0.40 |
| Long Term Debt Margin | 0.10 | 0.10 | 0.10 | 0.10 | 0.20 | 0.20 | 0.20 | 0.30 |
| TOTAL SCORE | | 2.35 | 2.80 | 3.15 | 3.35 | 3.70 | 3.70 | 3.90 |
| Designation | | Watch | Early Warning | Review | Review | Recognition | Recognition | Recognition |

2018

| Category | Benchmark | Plainfield CSD 202 | Weight | Score |
|------------------------------|-----------|------------------------------|--------|-------------|
| Fund Balance to Revenue | >=.25 | 0.378 | 0.35 | 1.40 |
| Expenditure to Revenue | <=\$1.00 | 0.936 | 0.35 | 1.40 |
| Days Cash on Hand | >=180 | 190.000 | 0.10 | 0.40 |
| Short Term Borrowing Ability | | 100.000 | 0.10 | 0.40 |
| Long Term Debt Margin | | 50.190 | 0.10 | 0.30 |
| SUMMARY | | FINANCIAL RECOGNITION | | 3.90 |

Projected FY2020

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