



DISTRICT 62

February 21, 2023

Dashboard Report

Financial Profile FY2018 - FY2022

Background

The data were obtained from the Illinois State Board of Education (ISBE) School District Financial Profile. The 2022 data are found in the FY2022 Annual Financial Statements prepared by the District's Auditors and are subject to final adjustments by ISBE. The School District Financial Profile monitors the finances of school districts and identifies which districts are in, or are moving toward, financial difficulty. More information about the ISBE School District Financial Profile can be found at <http://webprod1.isbe.net/finprofile/profile.aspx>

Data

District 62 Financial Data					
(Data are obtained from the district's annual financial report)					
Category	2018	2019	2020	2021	2022
Fund Balance	\$114,643,182	\$121,123,675	\$100,298,056	\$97,577,573	\$111,209,438
Revenues	\$84,904,099	\$90,508,783	\$88,148,828	\$92,189,132	\$109,432,166
Expenditures	\$74,857,708	\$76,035,206	\$77,074,447	\$86,730,740	\$87,628,426
Cash on Hand	\$114,019,567	\$120,426,696	\$99,479,263	\$97,936,402	\$109,208,121
Expenditures per Day	\$207,938	\$211,208	\$214,095	\$240,919	\$243,412
Short Term Borrowing	-	-	-	-	-
Outstanding Long-Term Debt	\$78,815,000	\$73,360,000	\$35,365,000	\$28,790,000	\$21,885,000
Debt Limit	\$121,262,096	\$119,427,649	\$141,580,498	\$142,087,672	\$136,748,436
Fund Balance to Revenue	135.03%	133.86%	113.80%	105.80%	101.60%
Expenditure to Revenue	88.17%	84.01%	87.40%	94.10%	80.10%
Days Cash on Hand	548	570	465	407	449
% of Short-Term Borrowing	100.00%	100.00%	100.00%	100.00%	100.00%
% of Long-Term Debt	35.00%	38.57%	75.02%	79.73%	83.99%
District 62 Financial Score					
(4=highest, 1=lowest)					
Category	2018	2019	2020	2021	2022
Fund Balance to Revenue	4	4	4	4	4
Expenditure to Revenue	4	4	4	4	4
Days Cash on Hand	4	4	4	4	4
% of Short-Term Borrowing	4	4	4	4	4
% of Long-Term Debt	2	2	4	4	4
Total Score	3.8	3.8	4.0	4.0	4.0
Designation	Recognition	Recognition	Recognition	Recognition	Recognition

Analysis

Fund Balance/Cash on Hand: The district continues to hold a strong position in fund balance and cash on hand. While fund balance and cash on hand decreased substantially in FY2020, the decrease was planned and the result of the district using \$28.4 million to retire long-term debt. Fund balance and cash on hand declined again in FY2021 due to COVID related expenses. In FY2022 fund balance and cash on hand increased due to federal ESSER funds. It should be noted that matters beyond district control such as state funding, tax levy freezes, and a pension cost shift could put downward pressure on fund balance and cash on hand in the coming years.

Revenues: Revenues shown on this report are from funds related to operations. The amount of revenue has trended upward over the past five years. Fiscal Year 2020 saw a slight decrease due to delays in receiving state funding. In FY2021 revenues began increasing again. Levy funds received in CY2023 and CY2024 will have the highest increase since the implementation of the property tax cap as CPI was 7.0% in CY2021 and 6.5% in CY2022. For both years, the tax levy increase is limited by statute to 5.0%.

Expenditures/Expenditures per Day: The district expenditures have increased for the past five years and are in line with the increase in district revenue for the most part. This is demonstrated in the percentage of expenditure to revenue from FY 2016 to FY 2020 being fairly level. Expenditures increased significantly in FY2021 as a result of the COVID pandemic. Expenditure increases even more in FY2022. The district will need to work on reducing these expenses as federal COVID-related funding ends. The expenditures per day are calculated on a 360 day per year calendar. Had non-operational funds been included, such as debt service and IMRF and social security, the expenditures per day would be approximately \$290,000.

Summary

The district has maintained recognition status for the past seventeen years. In FY2017, due to the improvement in the percentage of long-term debt capacity available, the district realized an uptick to a score of 3.8. With the debt retirement in FY2020, the percentage of long-term debt capacity increase enough to give District 62 a perfect 4.0 Financial Profile Score. The district should be able to maintain this score for many years provided that it reduces expenses presently paid for by short-term federal funding. The district's strong financial position is the result of years of prudent financial management.

This Dashboard Report refers to the following policies:

4.01 Financial Planning

If you have any questions about the contents of this report, please contact:

Mark Bertolozzi, Assistant Superintendent, at bertolozzim@d62.org