

FY13 Budget Proposal Board of Education

August 22, 2012

Approval requested for FY 13 budgets released in May and July

Capital budget was released May 2

Operating budget was released July 6

Three public hearings held July 11

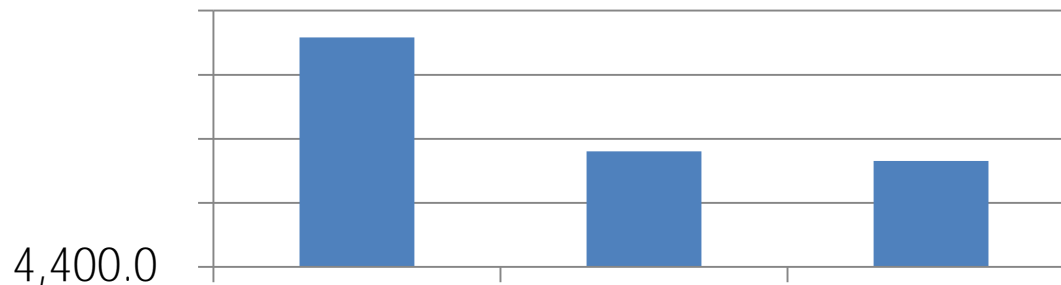
Tele-town hall held July 18

Summary and transcripts of testimony provided to
Board members for review

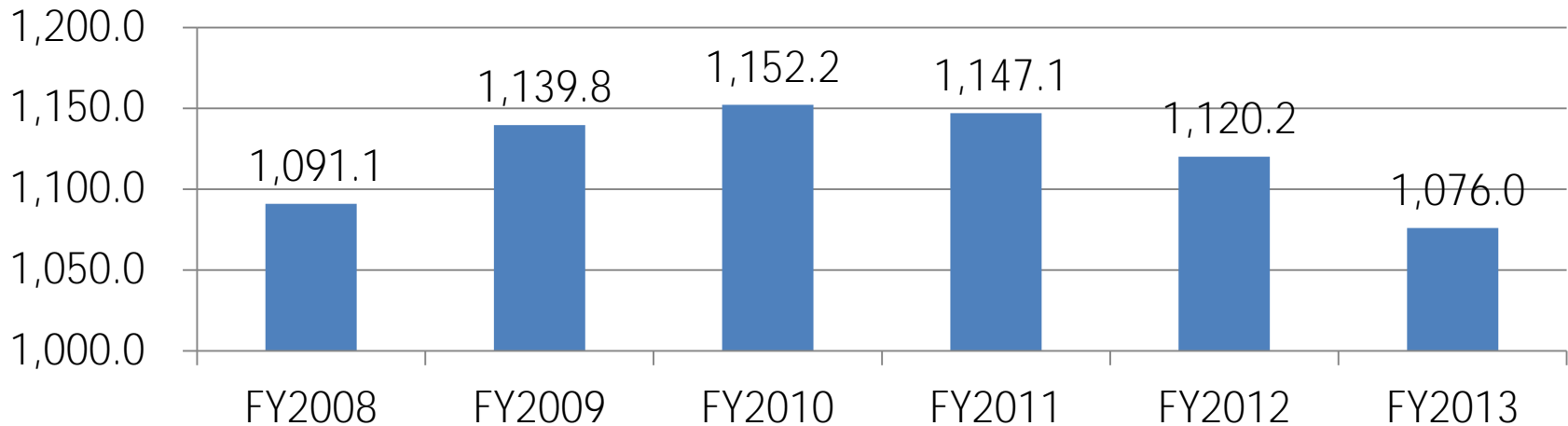
Transcripts posted on CPS budget website

FY13 challenged by continuing revenue declines

Federal	1,121.4	977.3	827.5	910.9
State	1,694.6	1,619.2	1,640.6	1,523.2
Local	2,299.9	2,272.6	2,293.2	2,296.4



General State Aid is below FY2008 levels



	FY2008	FY2009	FY2010	FY2011	FY2012	FY2013
Total State allocation	4,475.2	4,616.4	4,600.3	4,600.3	4,448.1	4,236.8
CPS siC506re -All.Fund.	1.1	138	2.2	141	0.2	6.0

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Local revenues remain flat, despite two years of taking property taxes to cap

Property Taxes	1,904.2	2,053.4	2,052.8	(0.6)
Replacement Taxes	172.4	120.4	105.7	(14.7)
TIF	123.0	16.0	30.0	14.0
Other Local	98.4	101.3	104.4	3.1
Interest	1.9	2.1	3.5	1.4

Property Tax Increase generates \$62 million in FY13;
costs an additional \$28 for average homeowner



(2) Increase access and choice to high quality school options

1,848 seats in magnet, selective enrollment, International Baccalaureate, and STEM:

- 5 brand-new STEM schools with 870 seats

- 522 additional seats in magnet schools

- 206 additional seats in selective enrollment schools

- 250 additional seats in International Baccalaureate programs

4,665 new seats in charter schools

Charter schools are public school options

- 9 new schools with 2,765 seats

- Existing charters grow one grade level at a time, adding new seats each year: 1,900 new seats

- Additional \$76 million allocation for CPS students attending charter schools

(3) Protect investments that boost student learning

Early Childhood Education

Maintain programs for 42,000 children from birth to age 5, despite state funding cuts of \$19 million

Maintain full-day kindergarten for 17,000 children, despite loss of \$19 million in federal funding

Create early childhood evaluation teams to ensure young children with special needs are identified early (new \$4.7 million investment)

High Quality Full School Day

Support Math, Science, Art, World Languages, Recess, and other areas through Full School Day

Hire over 1,000 New Teachers

\$144 million in cuts made to protect investments in kids

Facilities	36.0
Procurement (driving savings from suppliers)	20.0
IT streamlining	11.1

Significant deficit remains, use fund balance to close gap

Property Tax	2,052.8	Teacher Salaries	1,943.5
Replacement Tax	105.7	Other Salaries	628.7
Other Local	137.9	Benefits	887.7
General State Aid	862.8	Non-Compensation	1,702.4
State Pension Aid	10.9		
Other State			

Agreement reached on Full School Day

512.5 new teaching positions were added

Allocation to each elementary school to ensure that there is 1 ancillary teacher for every 5 classroom teachers to

Capital Budget Summary

Legislation required a draft capital plan on May 2
Budget challenges and high debt burden required
reduced capital investment

Over 200 projects currently underway from
capital budgets approved for FY08 – FY12

\$110 million proposed in FY13 (\$40 million
coming from the City's Infrastructure Trust)

FY14 – FY17 will be about \$200 million each year

Capital investments boost student learning

\$5.1 million for labs and equipment

\$1.1 million for labs

\$1.2 million for larger, more open classrooms and new technology

\$3.6 million to support recess as a key component of the Full School Day plus \$1 million for sustainable schoolyard

: \$13 million to support online curriculum and web-based applications to improve student performance

And ensure safety and save money

Capital Summary

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Sources	
Bond Proceeds	68.8
Chicago Infrastructure Trust	39.9
IEPA Rainwater Grant	1.0

Summary

FY 13 represents financial turning point

Made significant strides toward strategic goals and are presenting a budget that invests in priorities