Amended FY2017 Budget – Public Hearings

November 28, 2016

Amended FY2017 Operating Budget

- Original Approved Operating Budget proposed **$5.459 Billion** of revenues and expenses

- The tentative CTU contract adds $55 million in costs this fiscal year
  - $45 million related to Steps and Lanes
  - $8 million Charter equivalent

- Additional TIF revenue of $55 million will cover the additional FY2017 expenses associated with the new contract

- The Amended FY2017 budget will be balanced at **$5.514 Billion**

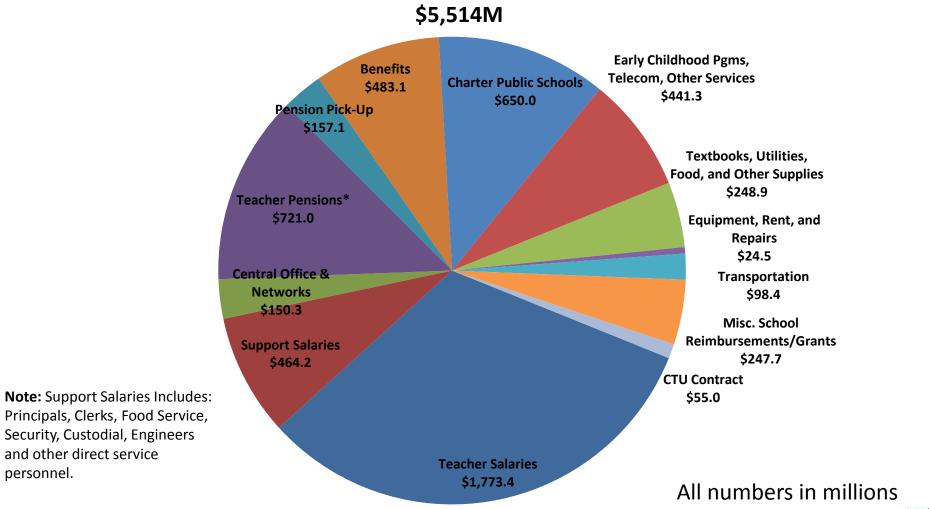- # FY2017 Original Budget: $5.459 billion

- # FY2017 Amended Budget: $5.514 billion

FY2017 Amended Budget Identical to Approved Budget with $55M for CTU Contract

FY2017 Amended Budget by Type of Spending
$5,514M

- Charter Public Schools $650.0
- Early Childhood Pgms, Telecom, Other Services $441.3
- Textbooks, Utilities, Food, and Other Supplies $248.9
- Equipment, Rent, and Repairs $24.5
- Transportation $98.4
- Misc. School Reimbursements/Grants $247.7
- CTU Contract $55.0
- Teacher Salaries $1,773.4
- Support Salaries $464.2
- Central Office & Networks $150.3
- Teacher Pensions* $721.0
- Pension Pick-Up $157.1
- Benefits $483.1

Note: Support Salaries Includes: Principals, Clerks, Food Service, Security, Custodial, Engineers and other direct service personnel.

All numbers in millions

*CPS is the only district in the State required to pay its legacy pension costs; all other districts' pension costs are fully funded by the State.

FY2017 - Cost impact of CTU Contract

Major components of the CTU Contract and their associated FY2017 impact include:

- CTU members will receive steps and lanes in FY2017 which is expected to cost $45M
- Health insurance plan changes reducing the number of plan options is expected to save $11M in FY2017
- Teachers who are laid off will be placed in a reassigned teacher pool for up to 10 months which is expected to cost $7 million
- Other contract terms including additional support for K-2 classes with over 32 students, sick leave payout and the elimination of the wellness penalty are expected to cost $14 million

Amended FY2017 Capital Budget

- The amended FY2017 capital budget will include up to $750 million in capital projects

- The amended budget is based on the maximum amount of potential proceeds of the upcoming capital improvement tax backed bond issue.
  - However, the actual amount will vary based on market conditions.

- CPS plans to hold hearings shortly to discuss the specific projects proposed to be included in the amended capital plan