



FY 2018 Amended Budget

October 10, 2017



FY18 Budget Overview

- **On August 28, 2017, the Board approved a \$5.75B FY18 Budget**
- **The FY18 Budget approved in August included \$569M of assumed revenue:**
 - \$300M in new revenue from the State
 - \$269M in new local resources
- **The Amended FY18 Budget includes updates to the framework provided in the original FY18 Budget:**
 - \$450M in new funding from Senate Bill 1947 (now Public Act 100-465)
 - Changes to charter school funding based on the new funding formula mandated in SB1947; the original budget approved by the board included a contingency for this potential change
- **The increased state and local revenue puts CPS on stronger financial ground and ensures stability in the classroom**
 - District schools were held harmless for \$35M of enrollment-based funding declines during 10th day budget adjustments

FY2018 Amended Budget - Covering the Gap



- The majority of assumed revenues in the FY2018 Amended Budget are covered by new revenues from P.A. 100-465

Plan to Cover FY18 Budget Gap	
Additional Resources Needed	(\$569M)
New State revenue assumption in original FY18 budget	\$300M
Remaining Local Resources Needed	(\$269M)
Additional State Aid in final version of P.A. 100-465	\$4M
Increase to Property Tax Levy for Teacher Pensions	\$130M
City of Chicago funding for school security and student safety	\$80M
Debt refunding savings and purchasing savings	\$55M
Remaining Budget Gap - Balanced Budget	\$0M

FY18 Amended Budget - Charter School Funding



- **P.A. 100-465 requires CPS to set charter tuition rates between 97 and 103 percent of the District’s per capita tuition charge (or “PCTC”)**
 - Before this change, the range was between 75 and 125 percent of PCTC, allowing CPS more flexibility in setting tuition rates.
- **CPS previously used a student-based budgeting model to fund charters equitably to district schools**
 - Charters received SBB funding at a per-pupil rate equivalent to district schools
 - Charters also received non-SBB funding based on the funding for services provided to district schools, such as operations and maintenance, security, and central office services
- **The changes in funding will increase charter school funding by an estimated \$37 million**



FY 2018 Original Budget: \$5.749 billion

FY 2018 Amended Budget: \$5.699 billion