LEADERS IN LEARNING

Lincolnshire-Prairie View School District 103

Memo

To: Board of Education
From: Patrick Palbicke
CC: Dr. Katie Reynolds
Date: July 2, 2026
Re: Business Office Update

At this time of year, with numerous tasks to complete before year-end and an early meeting scheduled and the added early board meeting, we regret to inform you that the financials and Treasurer's report cannot be finalized on time. As a result, this month's update will be brief. However, we assure you that a more comprehensive report will be provided next month as we prepare for the upcoming audit.

Taxes/Revenue
It was an interesting end the fiscal year and especially June 30th. The County Treasurer notified the district it would be decreasing the tax recognition window and therefore sending all school district less money. The district projected a 48% collection rate for the fiscal year, but the district was notified it would only receive 42%. After many discussions in the final days of the month with the Treasurer's office explaining the complication that this decision made on two budget years (current and next year, as our 2027 budget would now get 58% of the revenue instead of the planned 52%), they released one unplanned payment to all districts on June 30th. The amount received is still 1.5% (600K) less than expected and will carry into next year. With this, the total revenues are expected to reach 101% ($300K excess) of the amended budget.

Expenses
Salaries are expected to come in at approximately 96.4% of the budget, with benefits at 98.0%. As these are the district's primary expenses, the overall financial standing is strong. Total district expenses are projected to be at 100% to 101% of amended budget, as the amount the board allocated towards additional roofing work ($1M towards Capital Outlay) from fund balance. The combination of the above revenue shift into 2027 and this fully expended budget, we could see a small deficit/surplus. We will know in the upcoming days as we make our final inputs and adjustments for FY 2026.

June 2026 Financial Reports:
As of the current date (July 2nd), the June financial reports cannot be finalized. Typically, the business office requires until the 10th of the month to close the books for a regular month. Additionally, concluding the fiscal year necessitates an extra week to ensure all entries are accurately recorded and thoroughly checked. We anticipate having these reports prepared for the August meeting.