



Site-Based Expenditure Reporting

ISBE Board Meeting
February 14, 2018



ESSA Site-Based Expenditure Reporting must be implemented for SY2018-19

ESSA requires that SEAs report on their Report Card:

“The per-pupil expenditures of Federal, State, and local funds, including actual personnel expenditures and actual non-personnel expenditures of Federal, State, and local funds, disaggregated by source of funds, for each local educational agency and each school in the State for the preceding fiscal year.”



Site-Based Expenditure Reporting fits into statewide education goals and initiatives

- *ESSA State Plan: Whole child – whole school – whole community and IL-EMPOWER*
- *Evidence-Based Funding: new funds, mindsets of equity & adequacy, annual spending plans*
- *Illinois Data FIRST grant: includes site-based expenditure reporting and the educator dashboard Ed 360*
- *Fiscal and Academic Solvency*



ISBE's plan for SY2018-19 has been developed with the input of an Advisory Group

Reporting requirements and the timeline for implementation (SY18-19) will present challenges and opportunities

To ensure that challenges are appropriately considered in the transition process, ISBE convened a **Site-Based Expenditure Reporting Advisory Group** made up primarily of implementers

Together with ISBE and facilitators, this Advisory Group is building a **multi-year implementation plan, guidance, and training** to support LEAs in the transition to site-based expenditure reporting

A key component of Year 1 implementation planning – **guidance** – was published at the end of January, and **outreach** to districts is underway.



Advisory Group Members

- Dave Ardrey – executive director, Association of Illinois Rural and Small Schools
- Jon Bartelt – superintendent, Bloomingdale SD 13
- Michael Bradley – chief financial officer, ACERO Schools
- Nick Cavaliere – certified public accountant, Baker/Tilly
- Brent Clark – executive director, Illinois Association of School Administrators
- John Correll – superintendent, Salt Creek SD 48
- Brad Cox – superintendent, Erie CUSD 1
- Mark Doan – superintendent, Effingham Unit SD 40
- Roger Eddy – executive director, Illinois Association of School Boards
- Bob Green – superintendent, Collinsville CUSD 10
- Rich Haglund – chief operating officer, Illinois Network of Charter Schools
- Lindsey Hall – superintendent, Mahomet-Seymour CUSD 3
- Susan Harkin – chief operating officer and chief school business official, District 300
- Michael Jacoby – executive director, Illinois Association of School Business Officials
- Mark Jontry – president, Illinois Association of Regional Superintendents of School; regional superintendent of schools, Regional Office of Education 17
- Joseph McDonnell – treasurer, Bremen Township School Treasurer’s Office
- Cameron Mock – director of fiscal policy and analysis, Chicago Public Schools
- Ginger Ostro – executive director, Advance Illinois
- Dean Romano – chief operating officer and chief school business official, Yorkville CUSD 115
- Diane Rutledge – executive director, Large Unit District Association
- Lisa Schuchart – commissioner, Illinois State Charter School Commission
- Edwin Shoemate – superintendent, Cobden Unit SD 17; president-elect, Board of Association of Illinois Rural and Small Schools
- Mark Twomey – superintendent, Macomb CUSD 185
- Steve Webb – superintendent, Goreville CUSD 1
- Dave Wood – chief financial officer, Bloomington SD 87



Advisory Group's Value Proposition

Site-level expenditure reporting provides an **excellent opportunity** for LEAs to maximize care for the whole child, in a whole and healthy school, nested within a whole and healthy community.

With site-level expenditure reporting, **how resources are allocated will be more readily accessible** and revealing to schools and stakeholders.

This reporting **should ultimately lead to greater equity and improved outcomes for kids**: it empowers LEAs and communities to assess and improve equity in funding between individual schools, and **it enables a better understanding of the relationship between student outcomes and financial resources**.

It will also **enable LEAs, schools, and the state to identify evidence-based best practices and opportunities to foster innovation** between peers.



Advisory Group's Guiding Principles for Year 1 Implementation

"Guidance" rather than formal changes to accounting rules

Stay close to "minimum ESSA compliance"

Leverage existing reporting wherever possible

Couple the financial reporting with state report card data

Districts know their data best and can tell their own story

This initiative should and will evolve over years

Reporting Guidance adheres to these principles



Site-Based Expenditure Reporting Framework

		Site-Level Per-Pupil Expenditures			District Centralized Per-Pupil Expenditures			Total Per-Pupil Expenditures				
		State and			State and			State and			Total	
Sites	Enrollment	Federal	Local	Subtotal	Federal	Local	Subtotal	Federal	Local	Total	Exclusions	Expenditures
PKCtr	50	\$500	\$8,020	\$8,520	\$660	\$3,514	\$4,175	\$1,160	\$11,534	\$12,695		
ES1	300	\$344	\$5,148	\$5,493	\$529	\$2,781	\$3,310	\$874	\$7,929	\$8,803		
ES2	250	\$231	\$5,445	\$5,677	\$457	\$3,095	\$3,552	\$688	\$8,540	\$9,229		
MS1	250	\$320	\$5,356	\$5,676	\$361	\$3,499	\$3,861	\$681	\$8,855	\$9,536		
HS1	320	\$458	\$6,910	\$7,368	\$371	\$2,919	\$3,290	\$829	\$9,829	\$10,658		
Total	1,170	\$353	\$5,861	\$6,213	\$440	\$3,071	\$3,511	\$793	\$8,931	\$9,724	\$2,330,361	\$13,707,753

Based on input from the Advisory Group, this level of reporting detail will be the only mandated collection for Year 1, along with notation of allocation methodologies



Guidance provides general instructions on how to meet the reporting requirement

This guidance answers the following questions:

1. Which entities must report?
2. What does the reporting look like?
3. What expenditures must be included / should be excluded?
4. What student count should be used? Are there any exceptions?
5. How do we handle special circumstances, such as students educated outside the district or in charter schools?
6. What are alternatives and recommendations for handling centralized expenditures?



Next steps

Milestone	Dates
Guidance Release	January 30, 2018
ISBE-IASA Webinar	February 2, 2018
Update to the Board	February 14, 2018
ISBE-IASBO Video	February 21, 2018
Ongoing training on calculations and data use, with input through further Advisory Group subcommittees	March 2018 →
Data collection process and data visualization determined through further Advisory Group subcommittees	TBD
Update to the Board	June 13, 2018
FY19 begins, prepared for site-based expenditure reporting	July 1, 2018
Update to the Board	Winter 2018-19
Site-based expenditure reporting due to ISBE	Summer/Fall 2019 (post-FY19)



National recognition

- U.S. Department of Education (ED) invitation to speak at National Association of State Title I Directors panel moderated by ED
- CCSSO/Edunomics invitation to join state panel for national Financial Transparency Working Group
- Consistent shout-outs at national conferences on the topic