

13-066  
AGENDA  
Nov. 5, 2013

# Budget Presentation

FY 2015 Budget Development

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# BUDGET TIMELINE

Dates are Tentative



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# Budget Timeline

## Dates are Tentative

Date	Day	Time	Group	Activity
October 24, 2013	Thursday	5:00 p.m.	CBAC	1st CBAC meeting
November 5, 2013	Tuesday	6:00 p.m.	Board meeting	Discussion: Board Budget Parameters
November 19, 2013	Tuesday	6:00 p.m.	Board meeting	Adoption of the Board Budget Parameters
November 2013			EBAC	1st EBAC meeting
November 2013			CBAC	CBAC meeting

# Budget Timeline, Continued

Date	Day	Time	Group	Activity
December 2013			EBAC	EBAC meeting
December 2013			CBAC	CBAC meeting
December 2013			Board work session	Budget Development
January 2014			Legislature	Legislature convenes
January 2014			Governor	Governor publishes budget recommendations and gives State of the Budget address
January 2014			EBAC	EBAC meeting
January 2014			CBAC	CBAC meeting
January 2013			Board work sessions	Budget Development

# Budget Timeline, Continued

Date	Day	Time	Group	Activity
February 2014			EBAC	EBAC meeting
February 2014			CBAC	CBAC meeting
February 4, 2013	Tuesday	6:00 p.m.	EBAC	EBAC gives recommendations to the Board
February 4, 2013	Tuesday	6:00 p.m.	CBAC	CBAC gives recommendations to the Board
February 18, 2014	Tuesday		Board work session	Budget Development
February 2014			Board work session	Budget Development

# Budget Timeline, Continued

Date	Day	Time	Group	Activity
March 4, 2014	Tuesday		DMPS administration	RELEASE - Proposed FY 2015 Budget released
March 11, 2014	Tuesday	6:00 p.m.	Board meeting	Board discussion Proposed FY 2015 Budget
March 2014	Thursday	6:30 p.m.		PUBLIC FORUM @ High School - Public comment on proposed budget
March 2014	Saturday	9:00 a.m.		PUBLIC FORUM @ High School - Public comment on proposed budget
March 17-21, 2014				Spring Break
March 19-21, 2014*				Publication. *Must be 10-20 days before Public Hearing

# Budget Timeline, Continued

Date	Day	Time	Group	Activity
April 1, 2014	Tuesday		Special Board	PUBLIC FORUM/PUBLIC HEARING – Board Adoption and Certification of FY 2014 Budget
April 8, 2014	Tuesday		Special Board Meeting	IF NECESSARY: Board Adoption and Certification of FY 2014 Budget
April 15, 2014				<b>Statutory deadline to submit FY 2015 budget to County for Certification</b>
May 2013			Legislature	110th day of legislative session

*Dates may change and additional dates may be added as the budget develops.*

# HISTORICAL ADOPTED BOARD BUDGET PARAMETERS

Fiscal Years 2011 - 2014



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# FY 2014

- Maintain financial health; provide a balanced budget.
- Review status of all levies; make strategic adjustments as needed.
- Seek input from the Citizen's Budget Advisory Committee (CBAC) on budget issues.
- Seek input from the Employees' Budget Advisory Committee (EBAC) on budget issues.
- Meet and stay within Board Management Limitations.
- Support District Student Expectations (Graduate Ends) priorities.
- Limit staff reductions and, to the degree possible, positively impact average class size by adding teachers.

# FY 2014, continued

- Maintain, Restore, Innovate
  - To the degree possible:
    - Maintain current educational programs.
    - Strategically restore educational programming lost to prior budget cuts.
    - Develop new, innovative educational programs/program improvements.
- Focus on strategies to close the achievement gap; increase ELL programming.
- Continue to focus on drop-out prevention strategies.

# FY 2013

- Maintain financial health; provide a balanced budget
- Seek input from the Citizen's Budget Advisory Committee (CBAC) and the Employee's Budget Advisory Committee (EBAC) on budget issues
- Meet and stay within Board Management Limitations
- Support District End policies
- Limit increases in average class size
- Limit to the degree possible eliminations and reductions in educational programming
- Focus on strategies to close the achievement gap

# FY 2012

- Maintain financial health; provide a balanced budget
- Seek input from the Citizen's Budget Committee (CBAC) on tax issues
- Meet and stay within Board Management Limitations
- Support District End Policies
- Limit increases in average class size
- Limit to the degree possible eliminations and reductions in educational programming
- Continue to focus on Drop Out Prevention strategies

# FY 2011

- Maintain financial health; provide a balanced budget
- Hold the line on overall district tax rate
- Meet and stay within Board Management Limitations
- Support District End Policies
- Direct intensive assistance to schools tagged as persistently low achieving schools per NCLB mandates
- Support full implementation of the Iowa Core Curriculum
- Continue to focus on Drop Out Prevention strategies
- Limit increases in average class size
- Limit to the degree possible eliminations and reductions in educational programming

# FY 2015 BOARD BUDGET PARAMETERS

Management Limitation 2.5



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# Management Limitation 2.5 – Financial Planning/Budgeting

Financial planning for any fiscal year or remaining part of any fiscal year may not deviate materially from the Board's Ends priorities, risk financial jeopardy. Accordingly, the superintendent shall not present a budget that:

1. Falls below a 15% solvency ratio for the General Fund.
2. Falls below a 10% unspent spending ratio for the General Fund.
3. Creates a situation or condition described as unacceptable in the "Financial Conditions and Activities".
4. Omits credible projections of revenues and expenses and disclosure of planning assumptions.
5. Plans the expenditure of more funds than are projected to be received in any fiscal year.
6. Provides less funding for Board activities during the year than is set forth in the Governance Budget.

# FY 2014 BUDGET TO DATE

## Notable Activities



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# Notable Activities

- Allowable Growth
- Property Tax
- Sequestration
- Budget Amendments
- Negotiations
- Common Core Expenditures
- Additional FTEs
- General Fund Surplus

# BUDGET FORECAST

Fiscal Years 2012 - 2018



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# GENERAL FUND

Allowable Growth = 2%+2% in 2014, 4% in 2015, then 2% in 2016-18

	Fiscal 2012	Fiscal 2013	Projected Fiscal 2014	Projected Fiscal 2015	Projected Fiscal 2016	Projected Fiscal 2017	Projected Fiscal 2018
<b>Revenues</b>							
Property Taxes	102,565,196	100,340,125	104,383,015	107,392,000	110,614,000	114,485,000	118,492,000
State Foundation Aid-based on current enrollment	188,735,589	200,162,522	209,021,016	217,582,000	221,063,000	224,600,000	228,194,000
State Foundation Aid due to projected enrollment increase				2,574,624	5,100,624	7,677,424	10,305,424
1 time 2% - \$120 x enrollment			3,847,452				
AEA Flow Through	11,699,768	12,235,407	13,086,762	13,218,000	13,350,000	13,484,000	13,619,000
Other State Sources	2,000,629	1,565,270	1,867,679	1,877,000	1,894,000	1,911,000	1,929,000
Federal Sources	48,238,317	37,849,266	29,783,251	29,830,000	29,904,000	30,181,000	30,462,000
Other Local Sources	20,324,062	19,374,236	16,766,000	17,505,000	19,121,000	19,293,000	19,466,000
Board Designated use of Fund Balance			2,000,000	2,000,000	2,000,000	2,000,000	
<b>Total Revenues</b>	<b>373,563,561</b>	<b>371,526,826</b>	<b>380,755,175</b>	<b>391,978,624</b>	<b>403,046,624</b>	<b>413,631,424</b>	<b>422,467,424</b>
Change		-0.55%	2.48%	2.95%	2.82%	2.63%	2.14%
<b>Expenditures</b>							
<b>Instruction</b>	<b>235,003,782</b>	<b>241,179,721</b>	<b>253,691,255</b>	<b>259,411,000</b>	<b>265,909,950</b>	<b>271,480,999</b>	<b>277,436,298</b>
Possible additional expenditures due to enrollment increases				2,574,624	5,100,624	7,677,424	10,305,424
Student Support Services	20,061,831	20,309,171	21,362,738	21,957,000	22,396,000	22,844,000	23,301,000
Instructional Staff Support	11,497,451	12,199,079	12,831,923	13,036,000	13,297,000	13,563,000	13,834,000
General Administration	3,815,155	4,411,926	4,595,068	4,500,000	4,590,000	4,682,000	4,776,000
School Administration	18,378,278	18,767,628	18,800,858	18,863,000	19,240,000	19,625,000	20,018,000
Business & Central Administration	10,987,359	9,323,597	9,607,272	8,580,000	8,752,000	8,927,000	9,106,000
Plant Operation & Maintenance	29,687,463	30,961,440	31,864,850	36,338,000	37,065,000	37,806,000	38,562,000
Student Transportation	8,810,743	9,324,703	9,808,435	9,512,000	9,702,000	9,896,000	10,094,000
<b>Total Support Services</b>	<b>103,238,280</b>	<b>105,297,544</b>	<b>108,871,144</b>	<b>112,786,000</b>	<b>115,042,000</b>	<b>117,343,000</b>	<b>119,691,000</b>
<b>Non-Instructional Expenditures</b>	<b>522,280</b>	<b>501,377</b>	<b>527,387</b>	<b>560,000</b>	<b>580,000</b>	<b>600,000</b>	<b>600,000</b>
AEA Support	11,699,768	12,235,407	13,086,762	13,218,000	13,350,000	13,484,000	13,619,000
Board Designated use of Fund Balance			2,000,000	2,000,000	2,000,000	2,000,000	-
<b>Total Expenditures</b>	<b>350,464,110</b>	<b>359,214,050</b>	<b>378,176,549</b>	<b>390,549,624</b>	<b>401,982,574</b>	<b>412,585,423</b>	<b>421,651,722</b>
Change		2.50%	5.28%	3.27%	2.93%	2.64%	2.20%
<b>Excess Revenues over Expenditures</b>	<b>23,099,451</b>	<b>12,312,776</b>	<b>2,578,626</b>	<b>1,429,000</b>	<b>1,064,050</b>	<b>1,046,001</b>	<b>815,702</b>
<b>Beginning Fund Balance- Unreserved</b>							
Reclass to Board Designated Fund	20,607,861	45,507,578	57,196,424	59,775,050	61,204,050	62,268,100	63,314,101
Other adjustments to Unreserved Fund Balance		(5,000,000)					
Excess of revenues over expenditures		4,376,070					
<b>Ending Fund Balance- Unreserved</b>	<b>45,507,578</b>	<b>12,312,776</b>	<b>2,578,626</b>	<b>1,429,000</b>	<b>1,064,050</b>	<b>1,046,001</b>	<b>815,702</b>
<b>Solvency Ratio</b>	<b>12.6%</b>	<b>15.9%</b>	<b>16.3%</b>	<b>16.2%</b>	<b>16.0%</b>	<b>15.8%</b>	<b>15.7%</b>

# KEY FINANCIAL INDICATORS

Property Taxes, Unspent Budget Authority, & Solvency Ratio



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# Property Tax Summary

General Fund	Tax Rate	Rank	Taxes Levied	Rank
Uniform Levy Rate	\$ 5.4000	1	\$ 35,411,049	1
Additional Levy Rate	\$ 6.1896	7	\$ 38,776,327	1
SBRC Cash Reserve	\$ 2.3783	8	\$ 15,596,166	1
Regular Cash Reserve	\$ -	186	\$ -	186
Total Cash Reserve	\$ 2.3783	59	\$ 15,596,166	1
Educational Improvement Program	\$ -	6	\$ -	6
ISL Property Rate	\$ 1.7307	10	\$ 12,667,921	1
Use of Fund Balance to Reduce Levy	\$ -	10	\$ -	10
Total General Fund Levy	\$ 15.6986	9	\$ 118,047,630	1

Non-General Fund	Tax Rate	Rank	Taxes Levied	Rank
Management Levy	\$ 1.5548	63	\$ 10,196,021	1
Amana Library Levy	\$ -	1	\$ -	1
Voted PPEL Levy	\$ 0.6300	185	\$ 4,611,431	3
Regular PPEL Levy	\$ 0.3300	1	\$ 2,415,512	1
Total PPEL Levy	\$ 0.9600	180	\$ 7,026,943	3
Playground Levy	\$ 0.1350	1	\$ 988,164	1
Debt Service Levy	\$ -	182	\$ -	182
Total Non-General Fund Levies	\$ 2.6498	174	\$ 18,211,128	1

Total Property Tax Rate & Dollars Levied	\$ 18.3484	35	\$ 136,258,758	1
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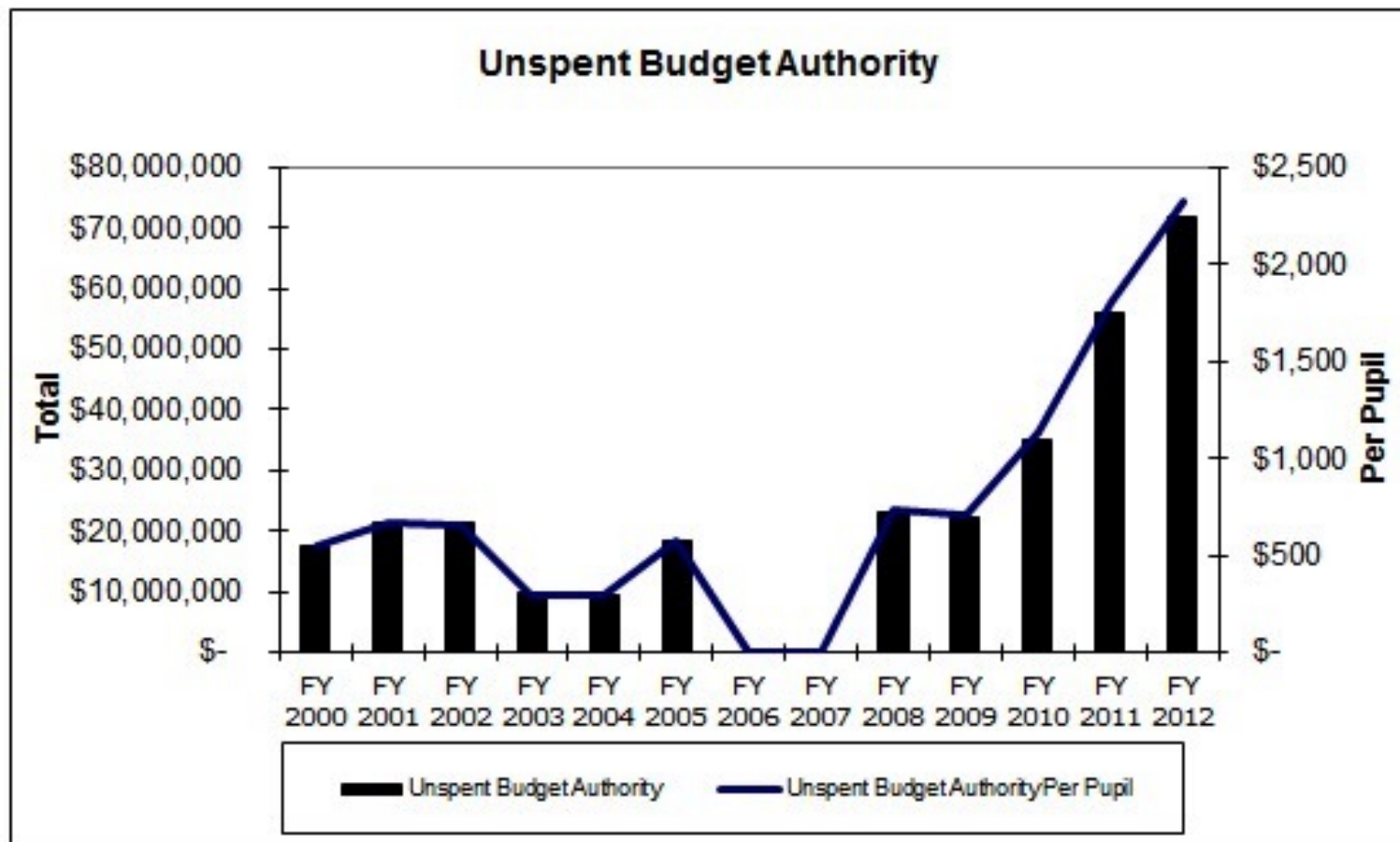
Property Valuation Information	Total	Rank	Per Pupil	Rank
Net Property Value with G&E	\$ 6,557,601,623	1	\$ 204,528	325
TIF Value	\$ 762,130,836	1	\$ 23,770	68
Total Property Value with TIF	\$ 7,319,732,459	1	\$ 228,299	316
TIF Value as % of Total Value	10.41%	37		

Income Surtax Information	Rate	Rank	Dollars	Rank
ISL Income Surtax Rate	0.00%	277	\$ -	277
PPEL Income Surtax Rate	0.00%	80	\$ -	76
Total Income Surtax Rate	0.00%	287	\$ -	288





# Unspent Budget Authority



# Solvency Ratio

