

CEDAR FALLS COMMUNITY SCHOOL DISTRICT

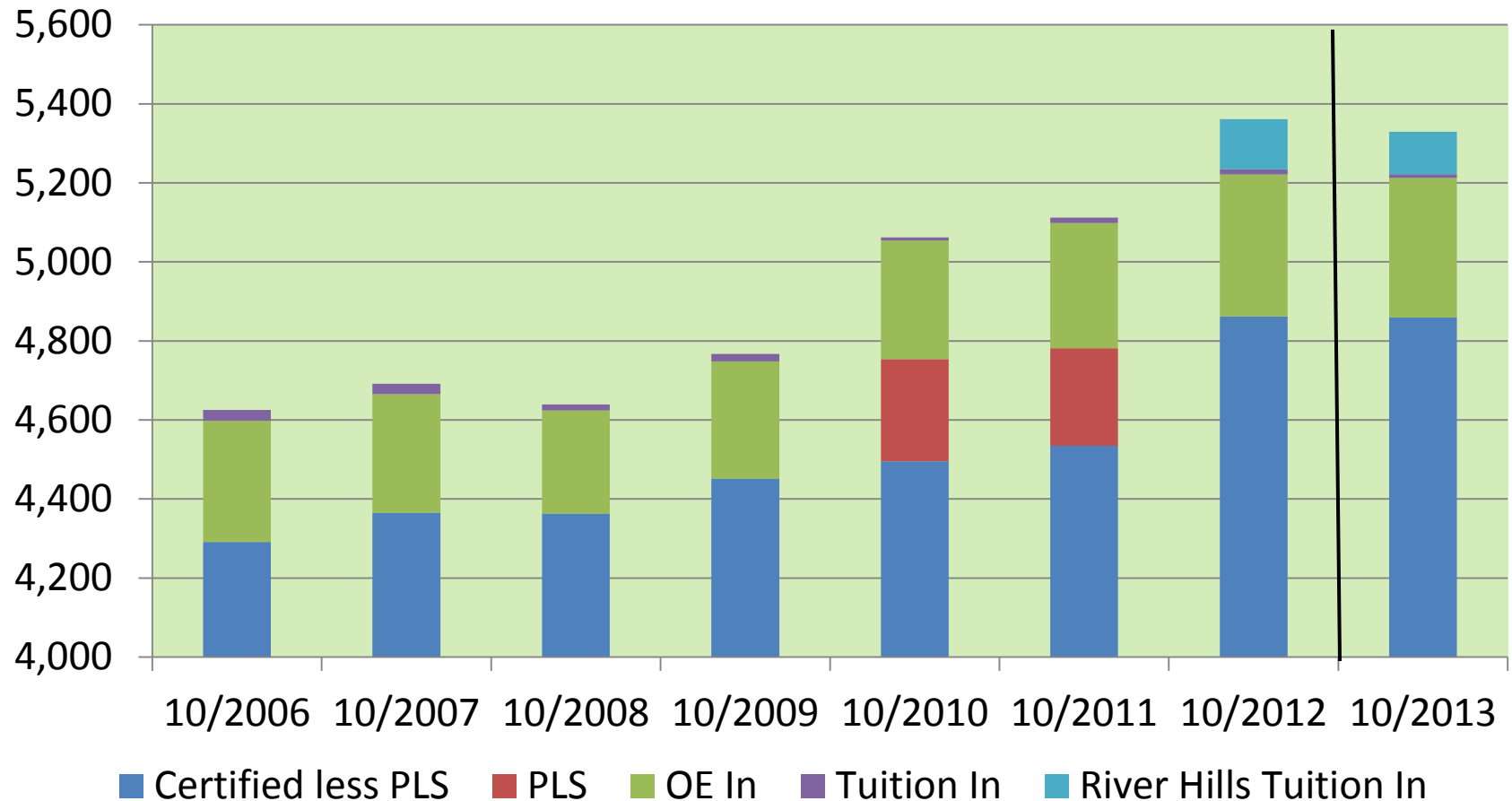
District Financial Report
February 10, 2014

IASB Key Financial Dashboard Indicators

- #1 Certified Enrollment
- #2 Financial Solvency Ratio
- #3 Unspent Budget Authority
 - ▣ #3A Unspent Budget Authority Ratio
- #4 Annual Unspent Budget Authority Ratio
- #5 Salaries & Benefits to Total Budget Ratio
- Background Color
 - ▣ Green = Increase of 0.01% or greater
 - ▣ Yellow = 0.00 to 5.00% decrease
 - ▣ Orange = Greater than 5.00% decrease

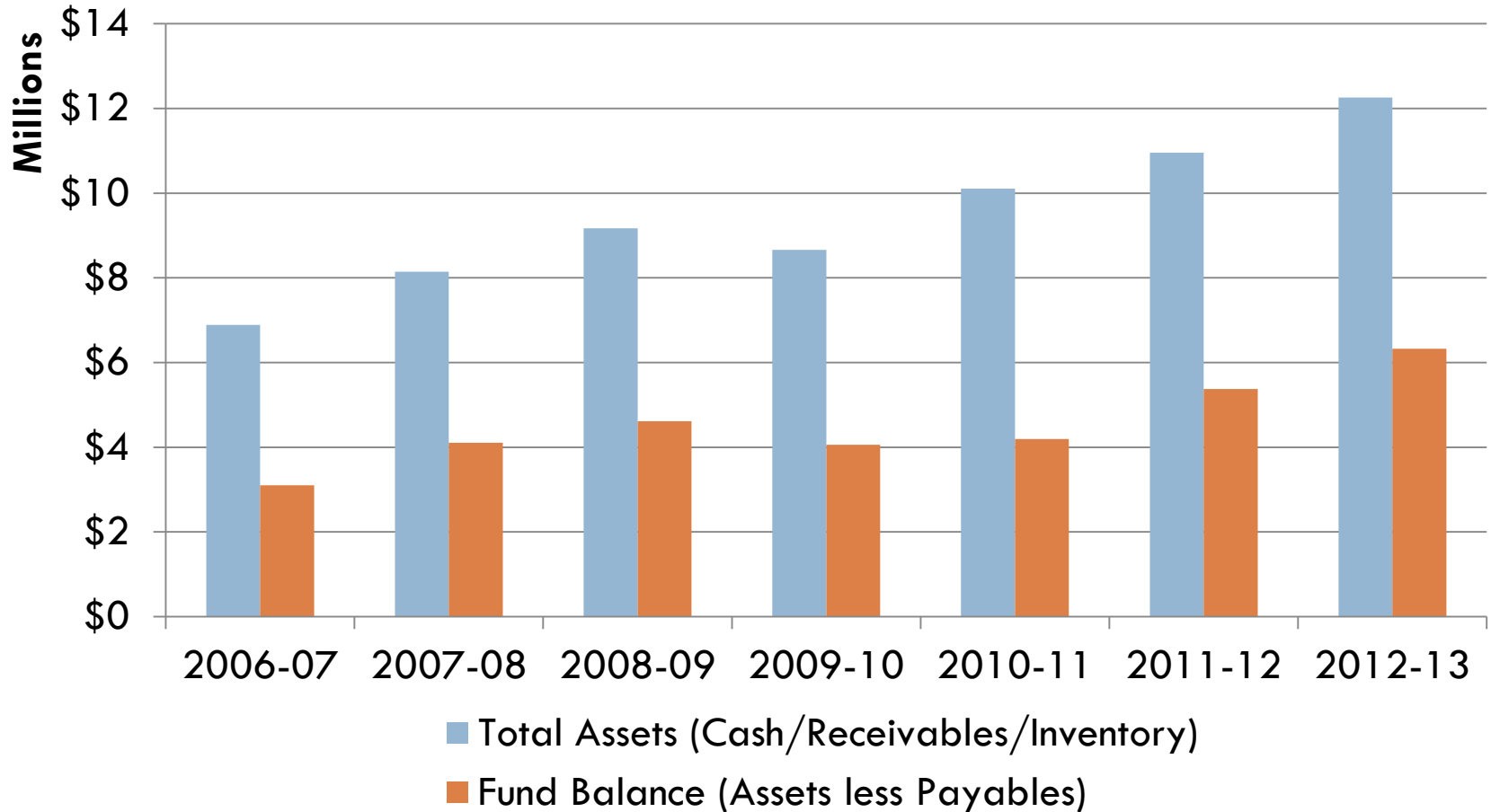
Certified Enrollment History

Key Trend Dashboard Indicator #1



Increase of 13.2% over the last 8 years.
4 year old pre-school students not included.

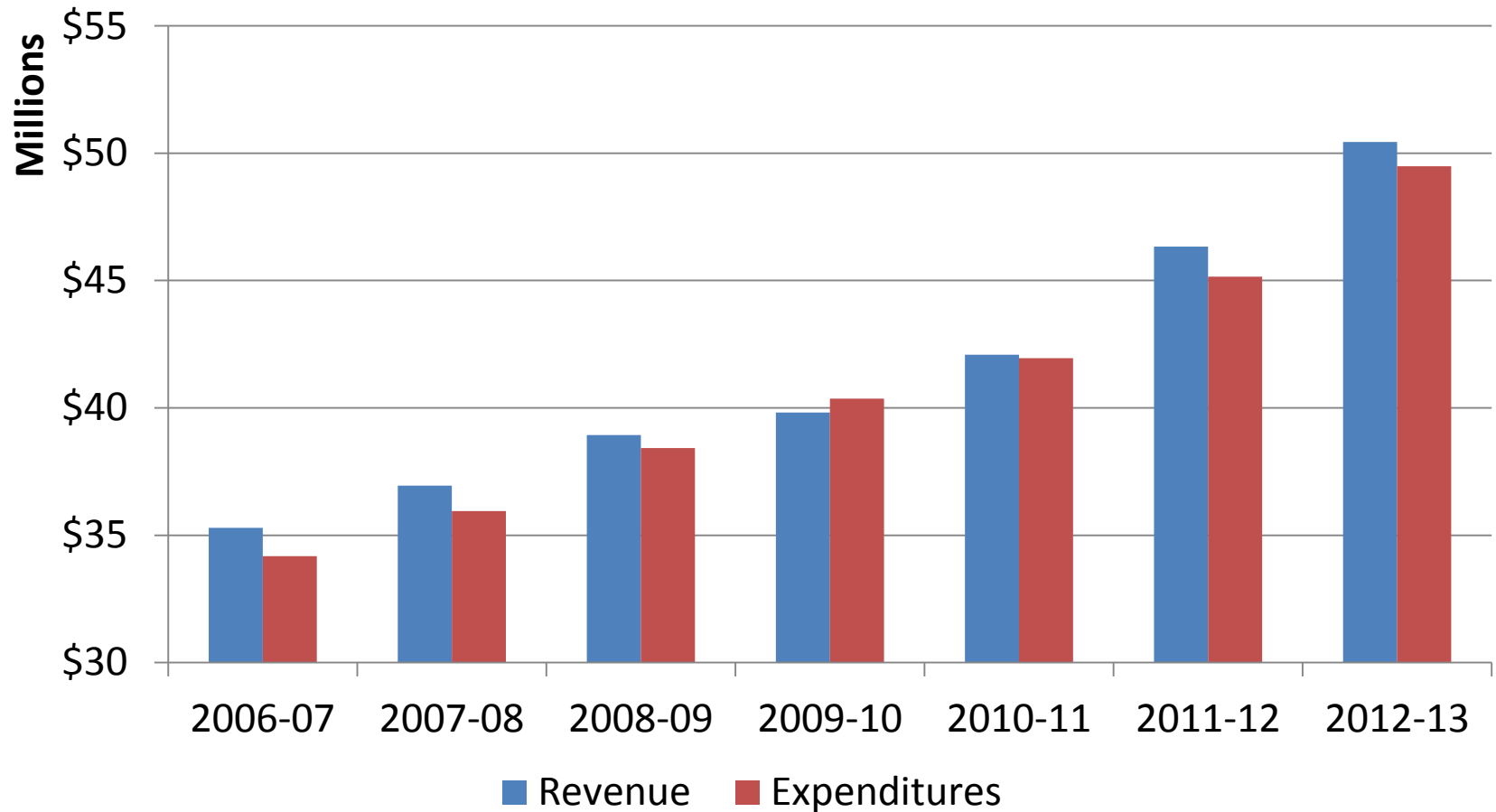
CAR General Fund Balance



\$203,618 increase in cash on hand and \$952,241 increase in fund balance.

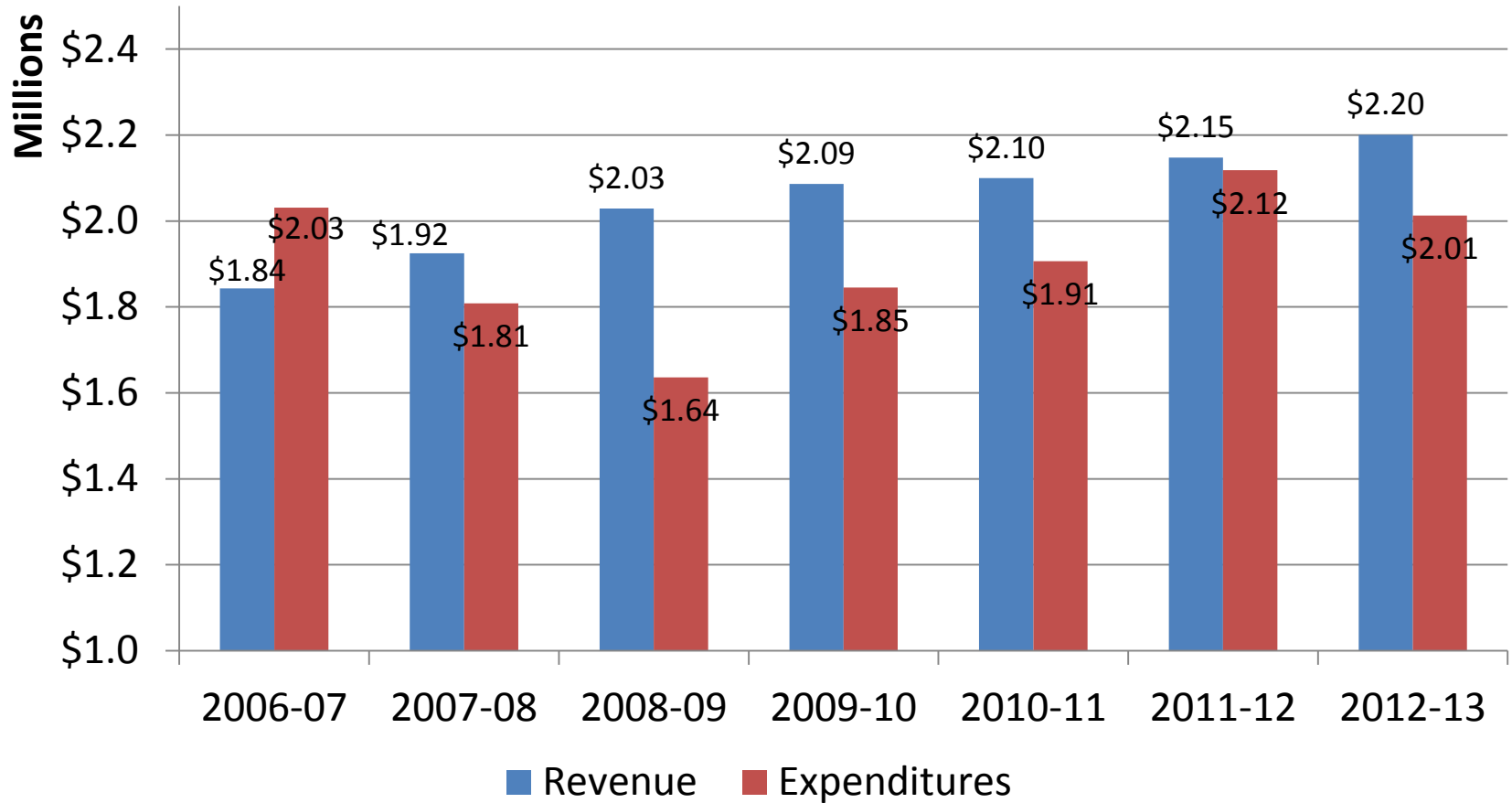
General Fund Revenue/Expenditure History

Includes Instructional Support Fund

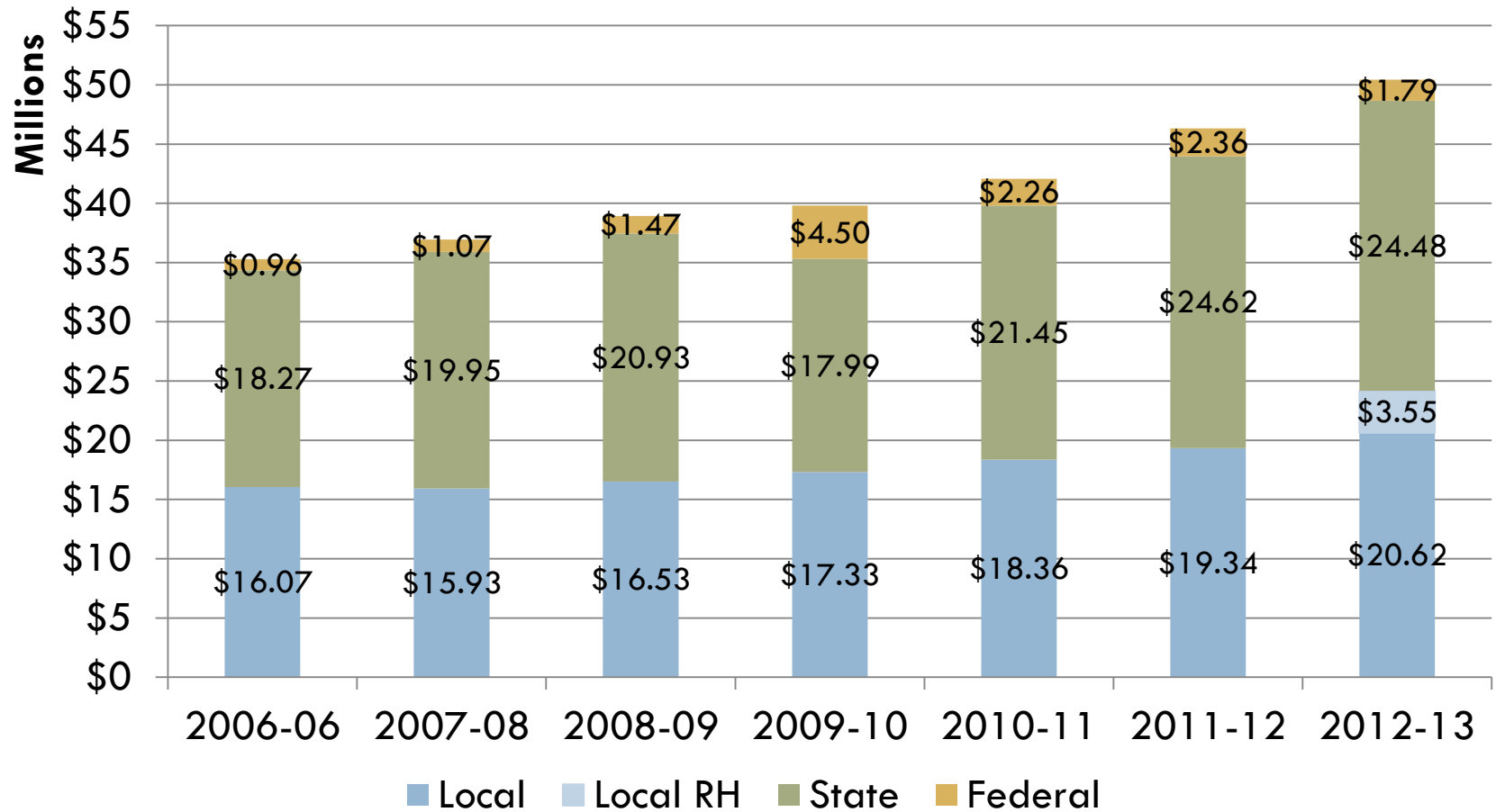


Revenue increased by \$4,109,844 and expenditures increase by \$4,335,395 from 2011-12 to 2012-13.

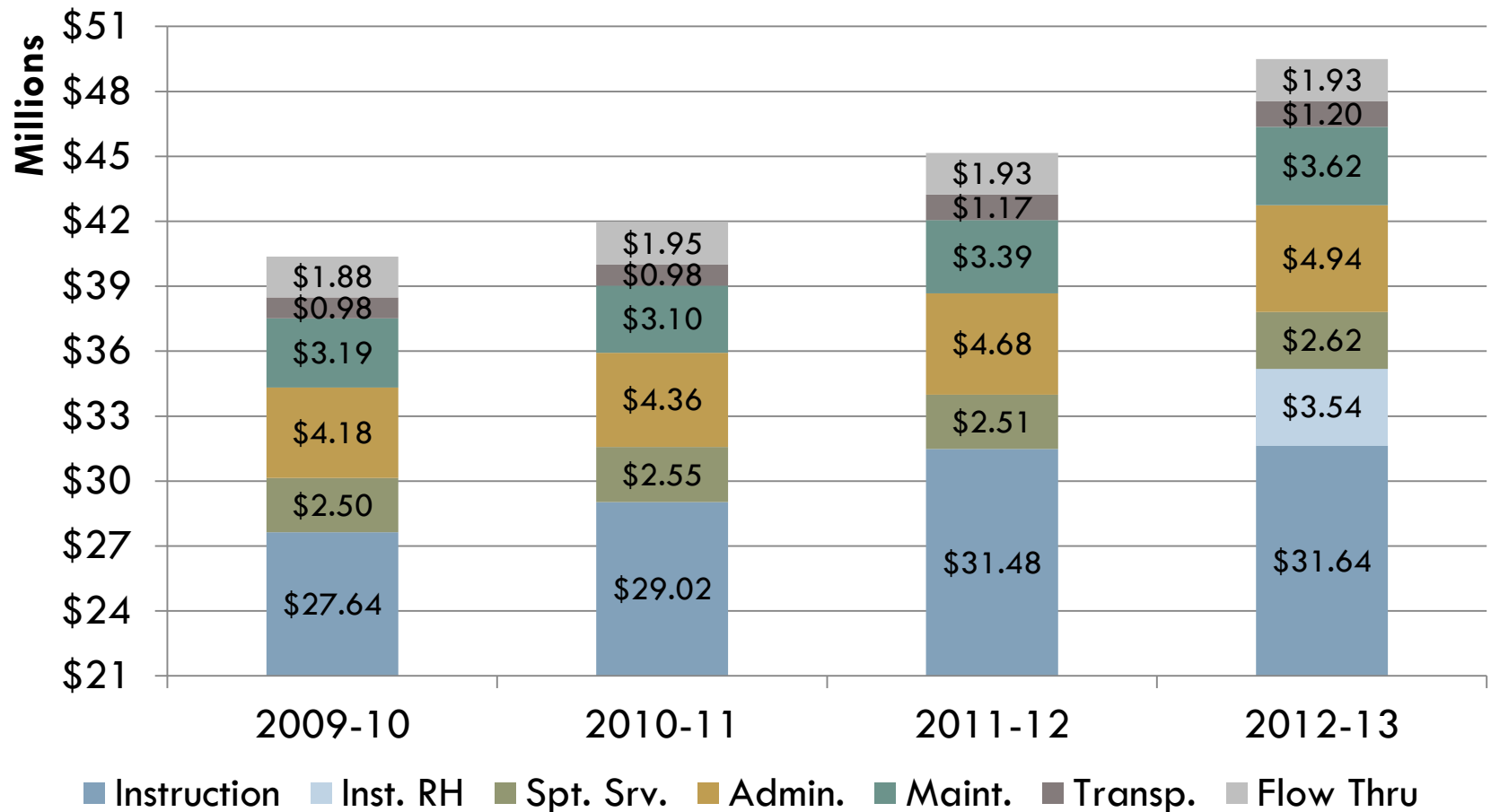
ISL (only) Revenue/Expenditure Detail



History of General Fund Revenue



History of General Fund Expenditures

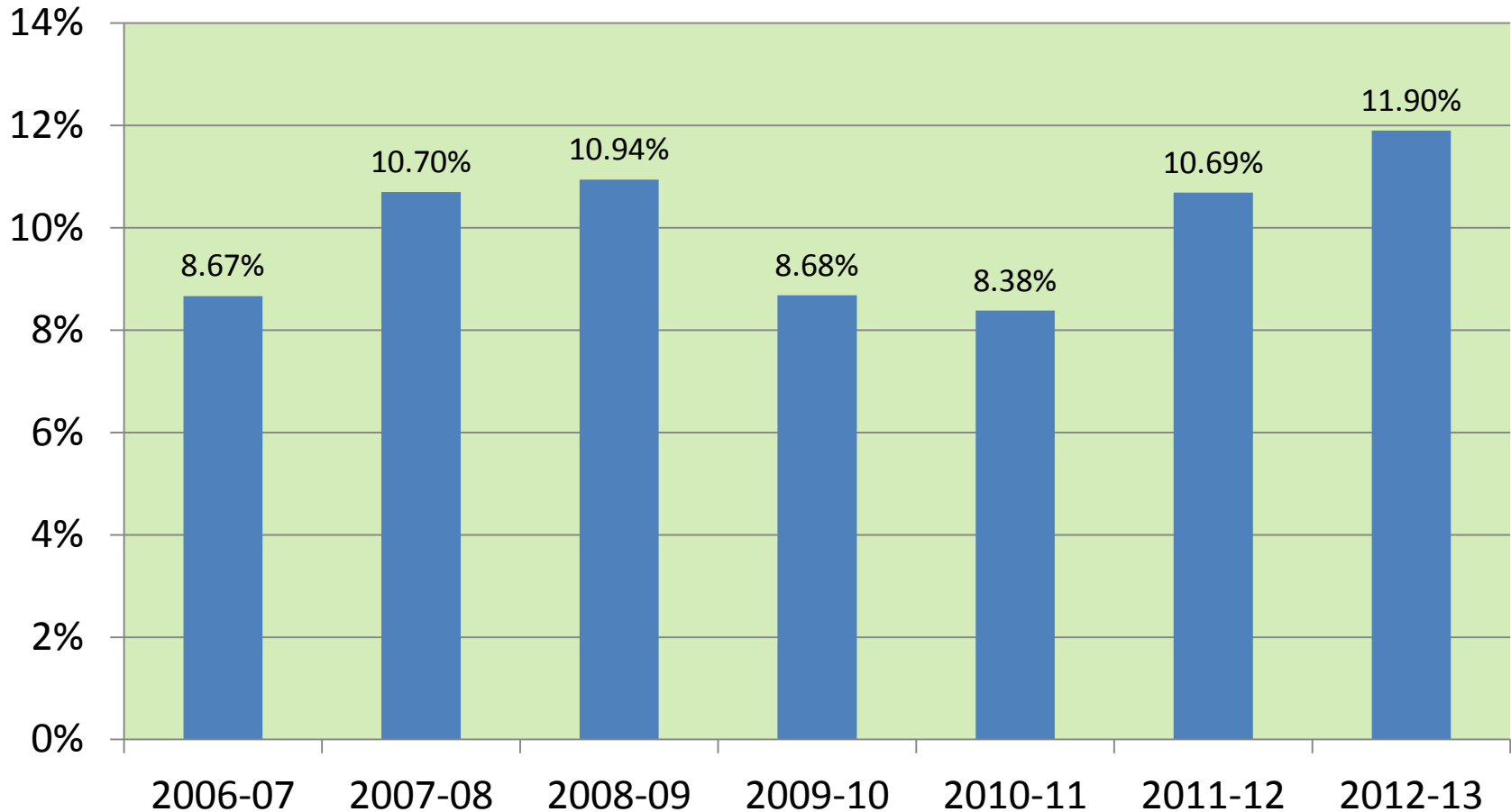


Spt. Srv. = Guidance, health, media and technology services.

Admin. = BOE, district & building administration, business, purchasing, printing and personal services.

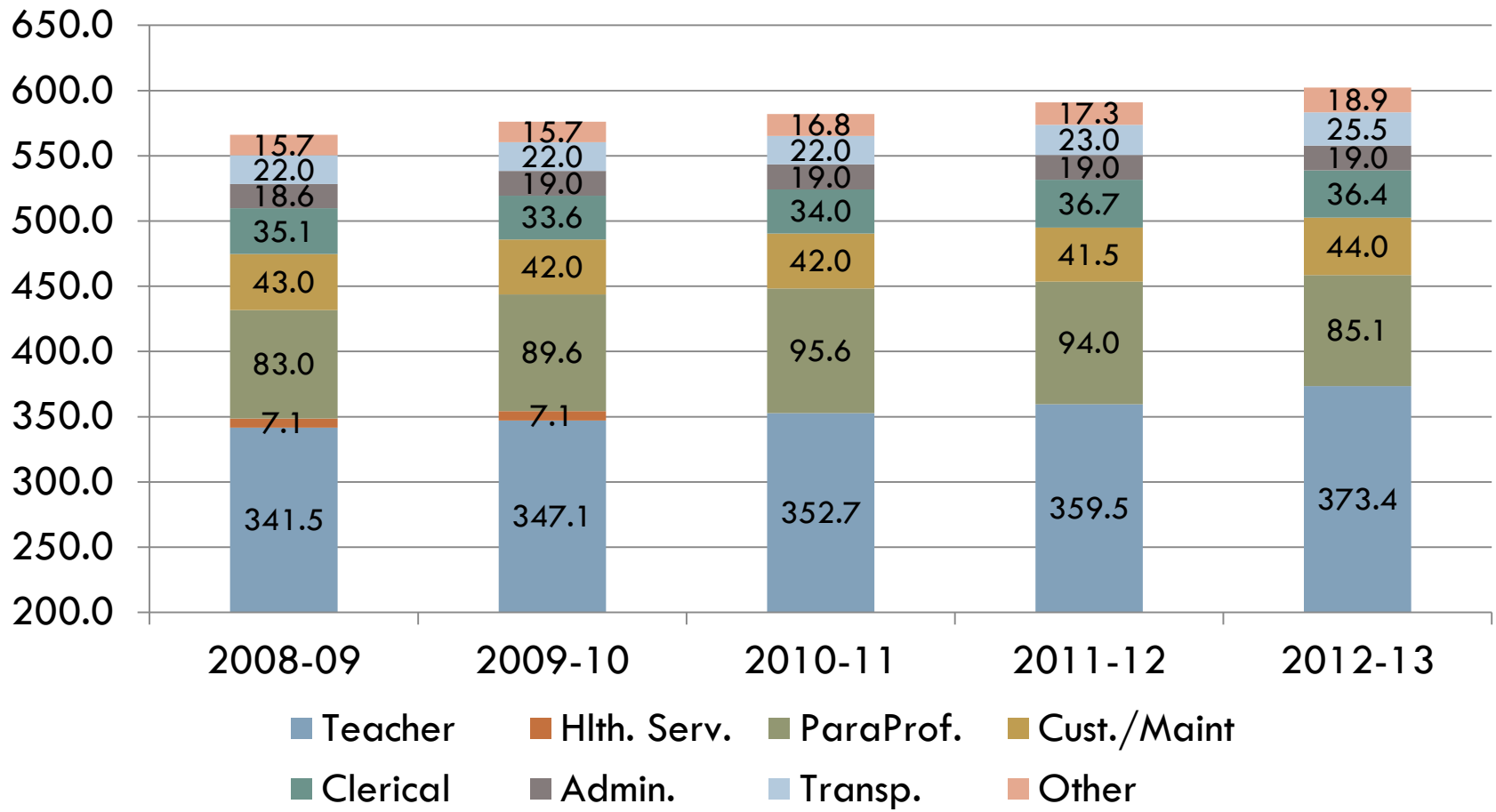
Financial Solvency Ratio

Key Trend Dashboard Indicator #2



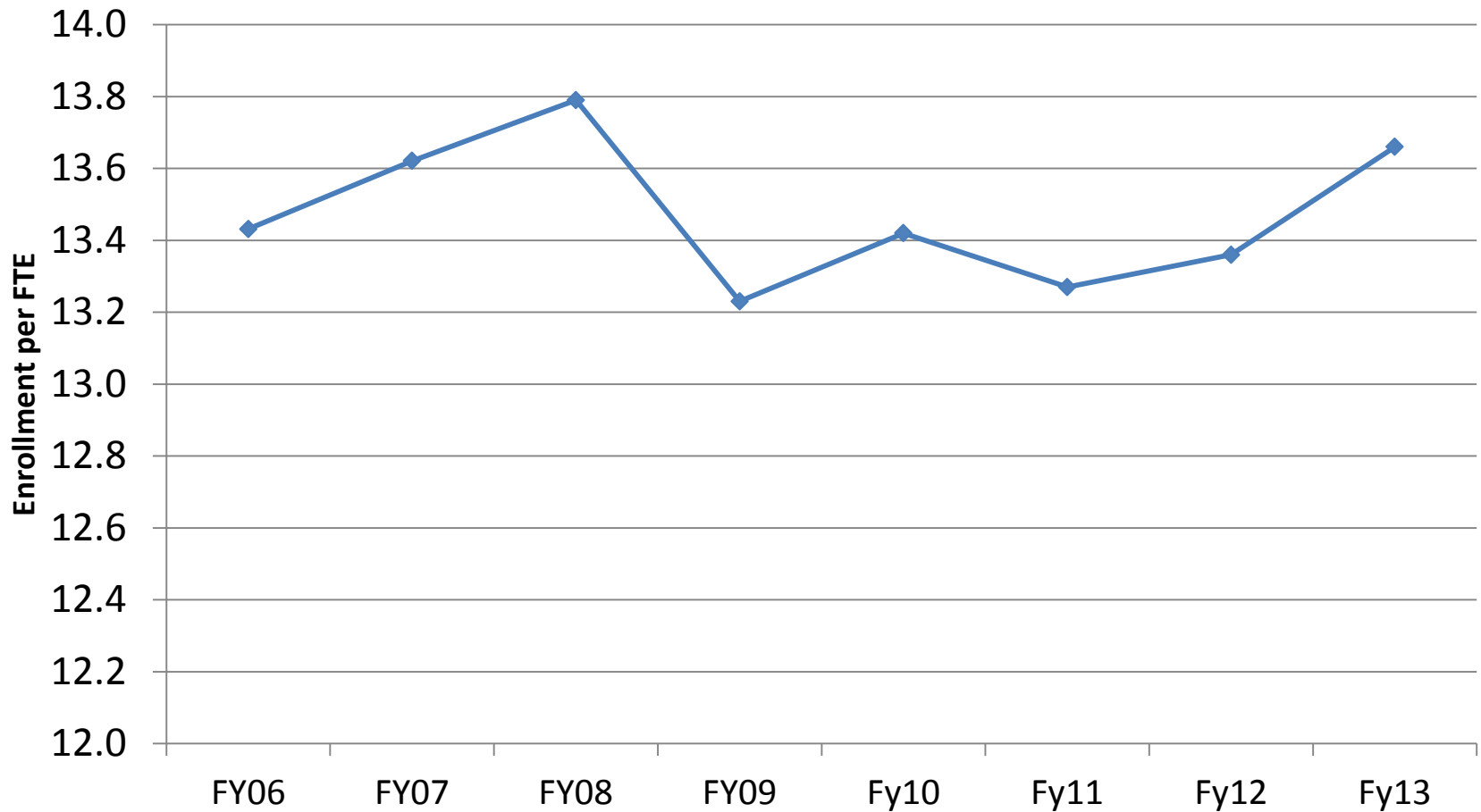
Assigned & unassigned fund balance/General fund revenue less AEA flow thru.
Measures the District's fund equity position. IASB recommended minimum 5%. Goal 10%

Staffing History (in FTE)



Food Service staff is not included.

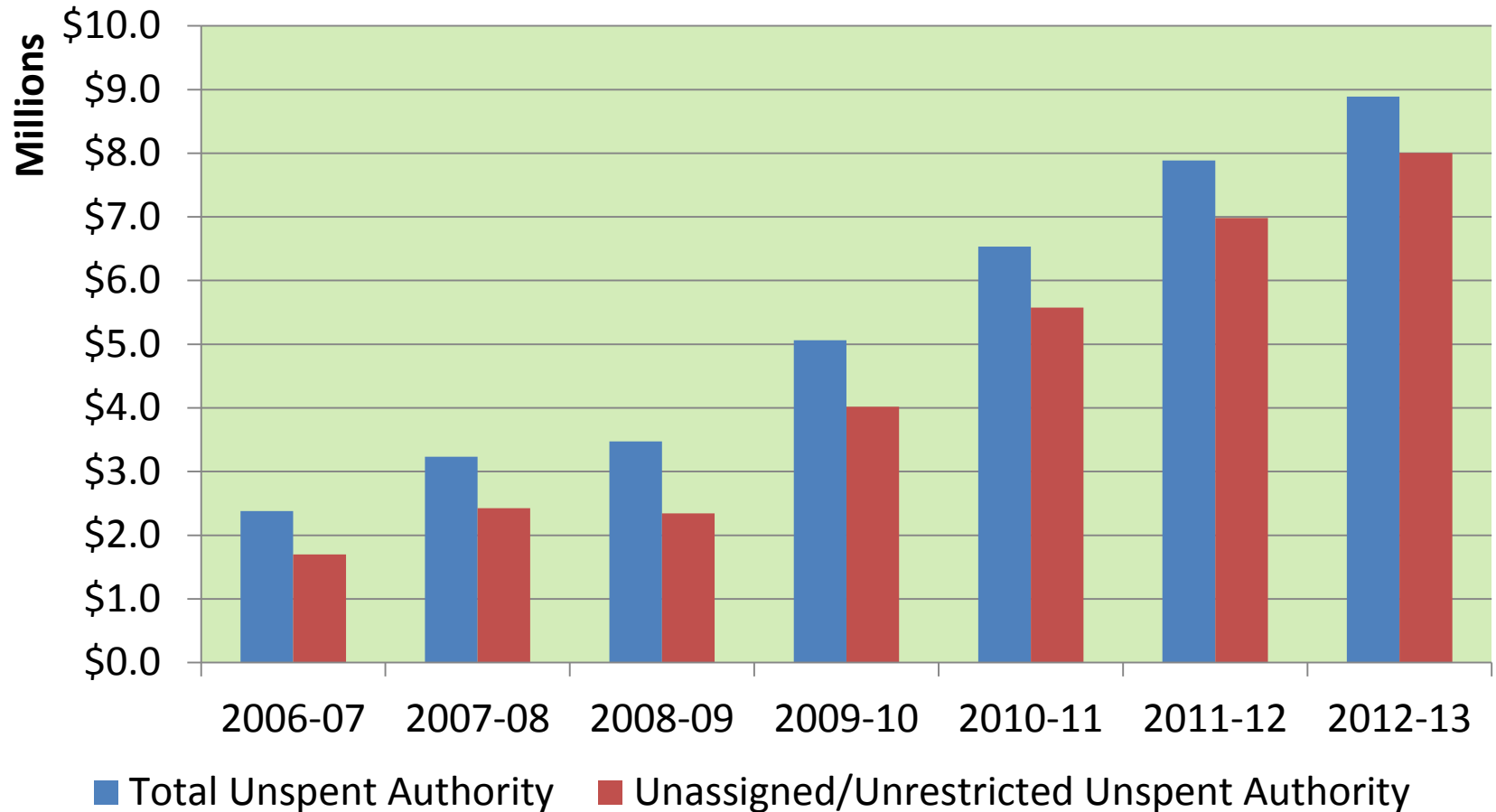
Student Teacher Ratio History



Students served (Resident/OE In/Tuition In & Dual Enroll/PT Students) / Teacher FTE (Reg./Sp. Ed./ Guidance/Media) as of October 1. Pre-School students & staff are not included.

History of Unspent Budget Authority

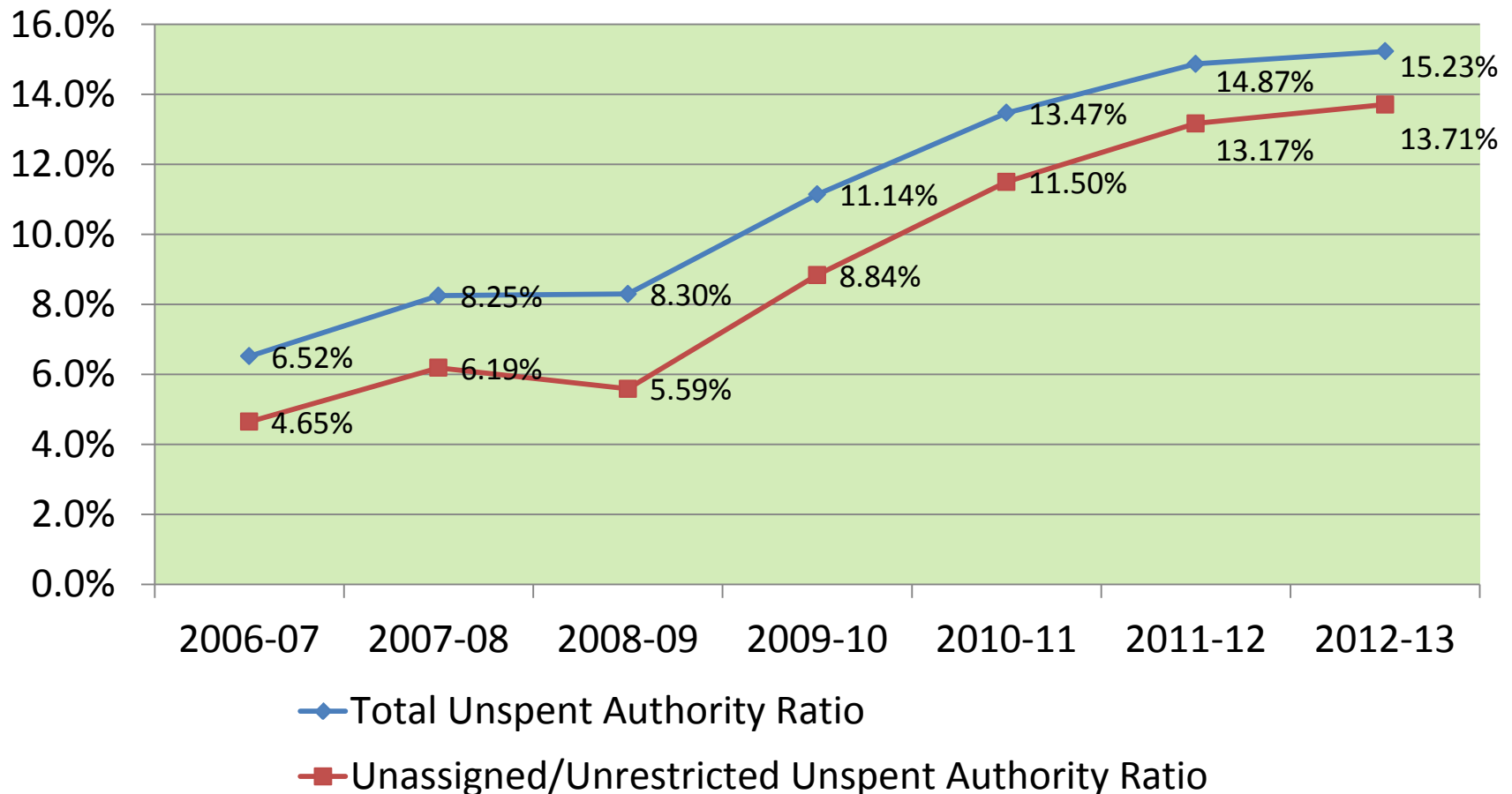
Key Trend Dashboard Indicator #3



Assumes SBRC approval of special education deficit request!

History of Unspent Budget Authority Ratio

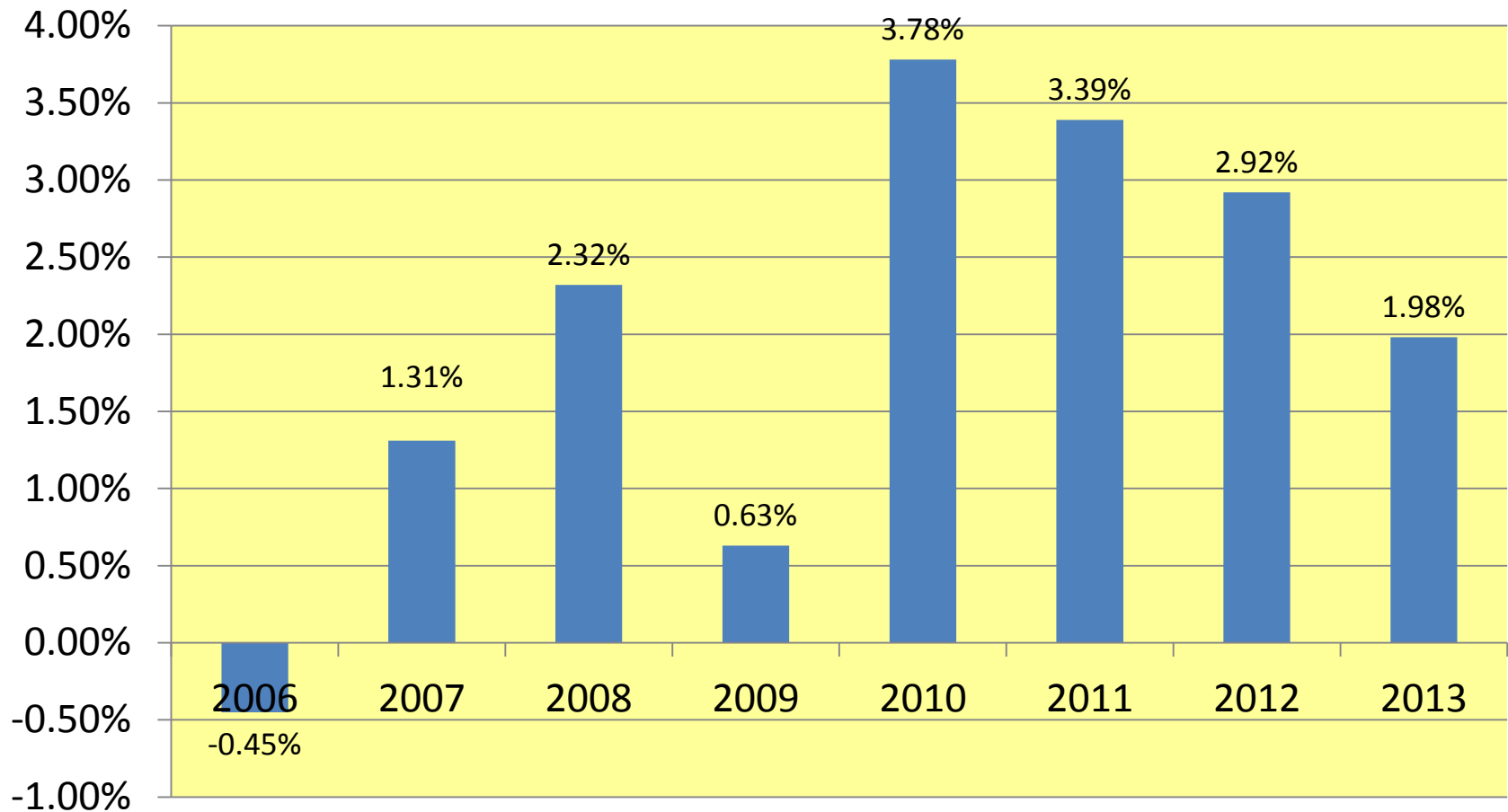
Key Trend Dashboard Indicator #3A



A goal of 10% unassigned/unrestricted unspent authority over expenditures (\$5.00 million) is desired. District is at 13.71% for 2011-12. **Assumes SBRC approval of special education deficit request!**

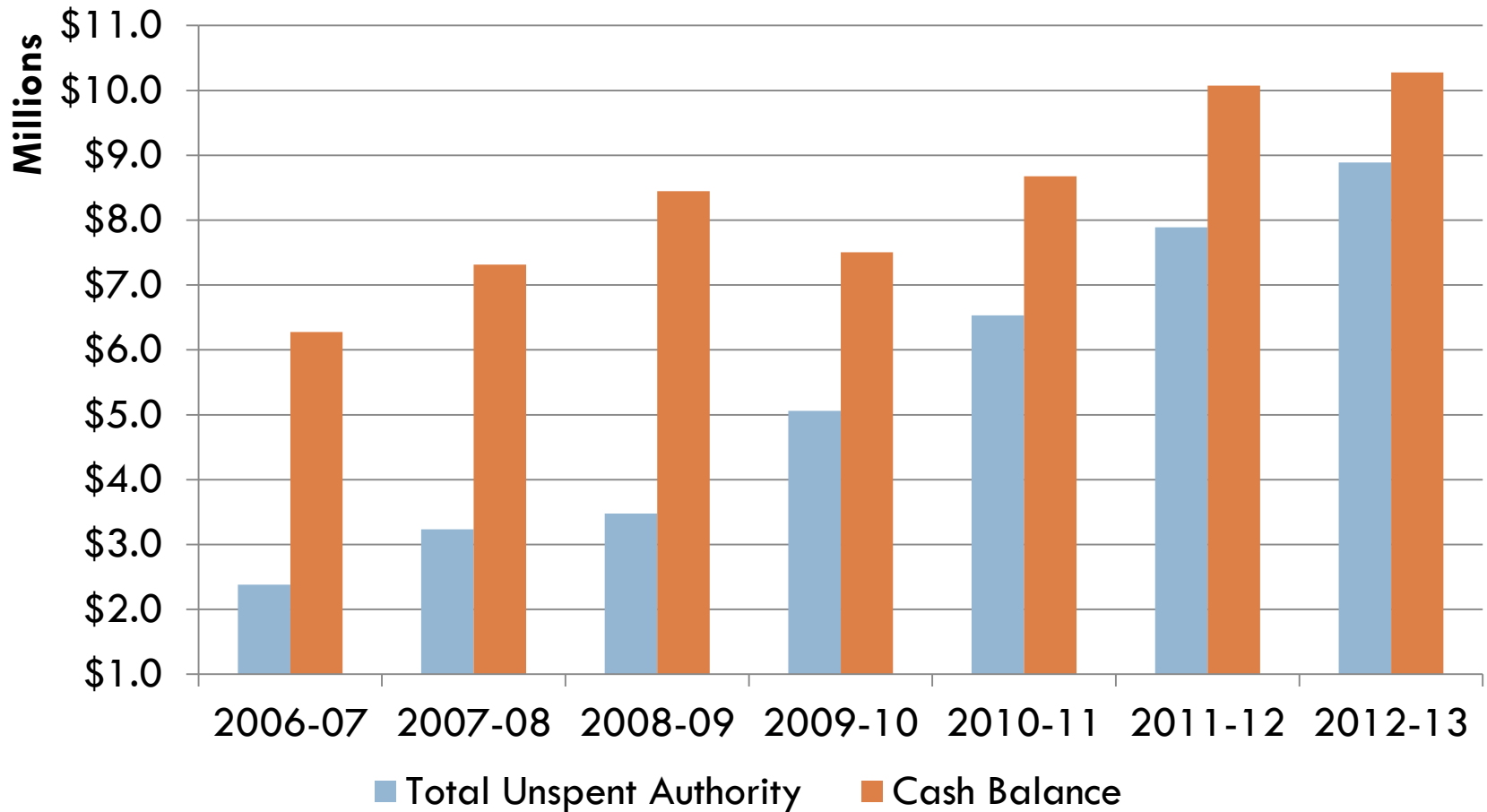
Annual Unspent Budget Authority Ratio

Key Trend Dashboard Indicator #4



Assumes SBRC approval of special education deficit request!
Ratio would have been 2.14% if not for the addition of River Hills School.

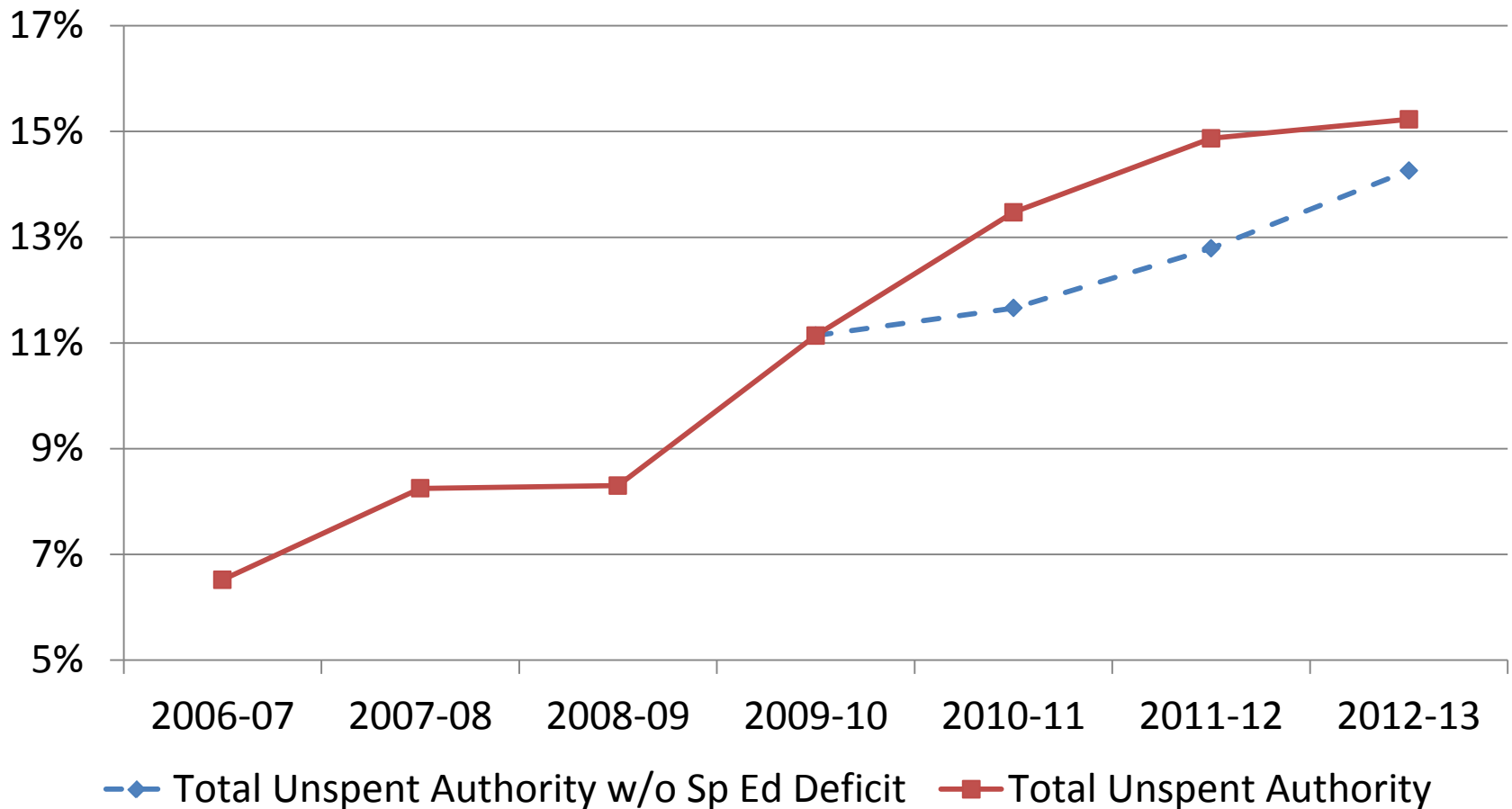
Cash vs. Unspent Budget Authority



Assumes SBRC approval of special education deficit request!

Unspent Budget Authority

As Percentage of Maximum Budget Authority

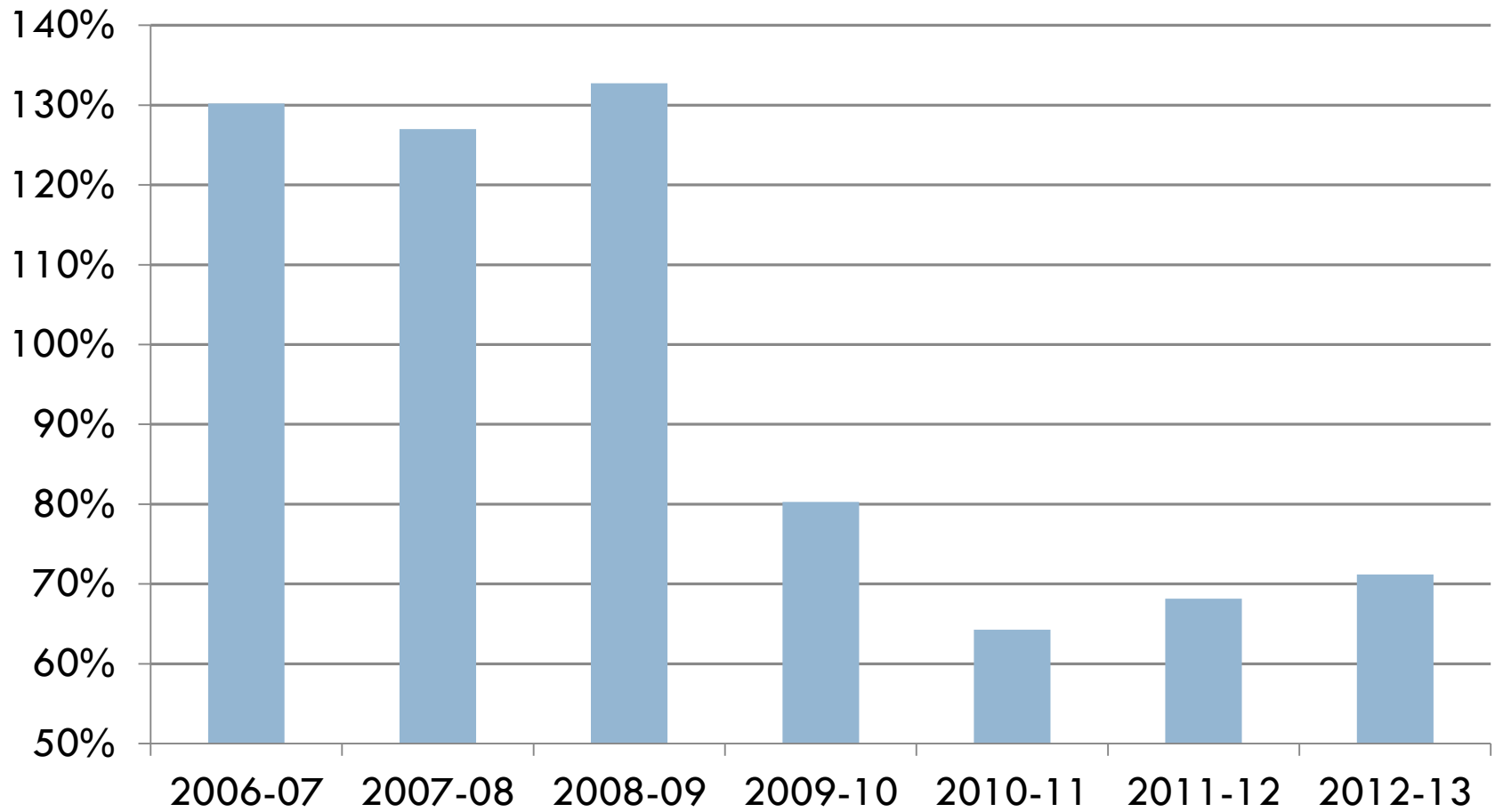


Measures the percent of District's budget authority at the end of each year.

Assumes SBRC approval of special education deficit request!

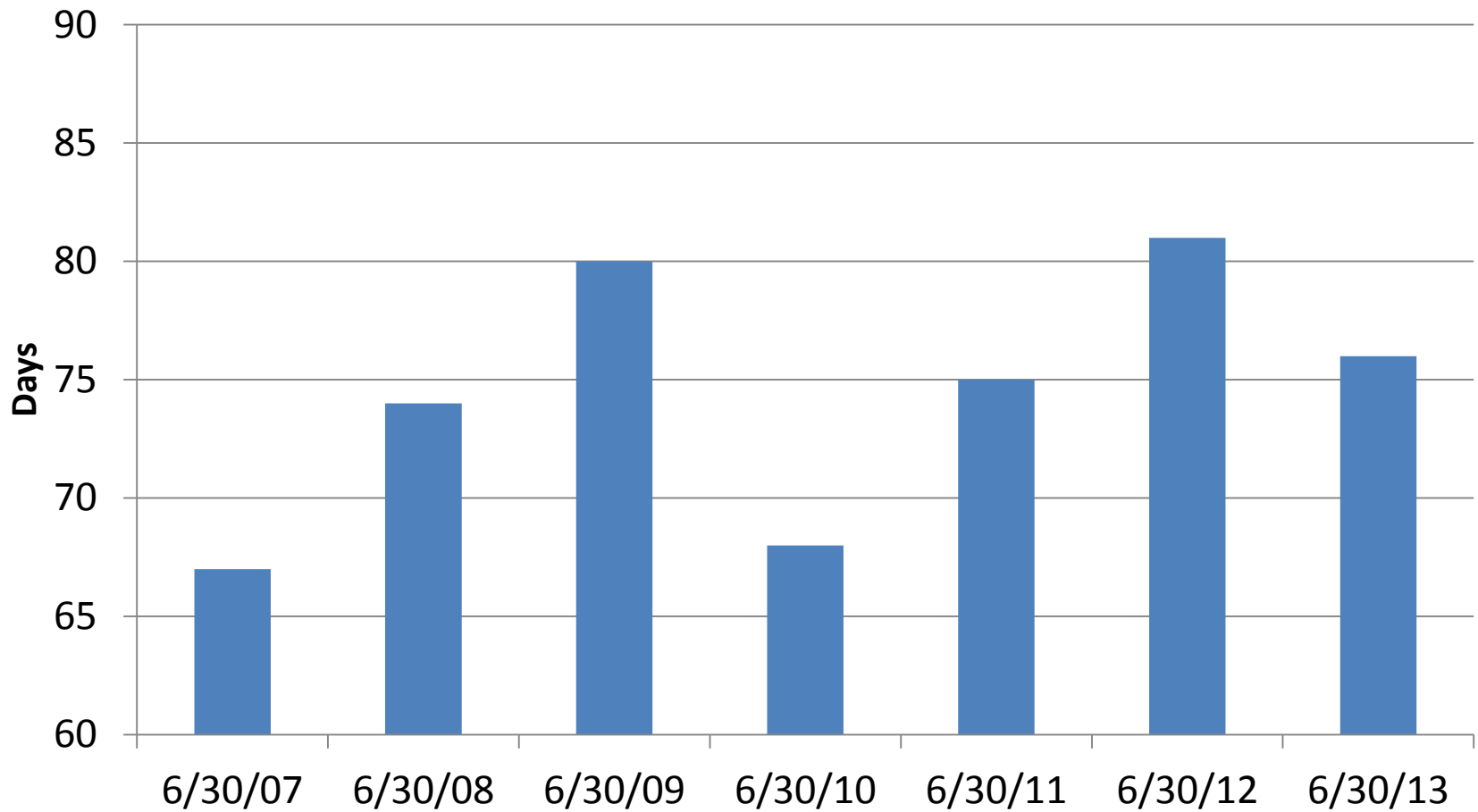
Fund Balance

As a Percentage of Unspent Authority



Measures the percent of the District's ability to finance it's unspent budget authority.

Days Net Cash Ratio

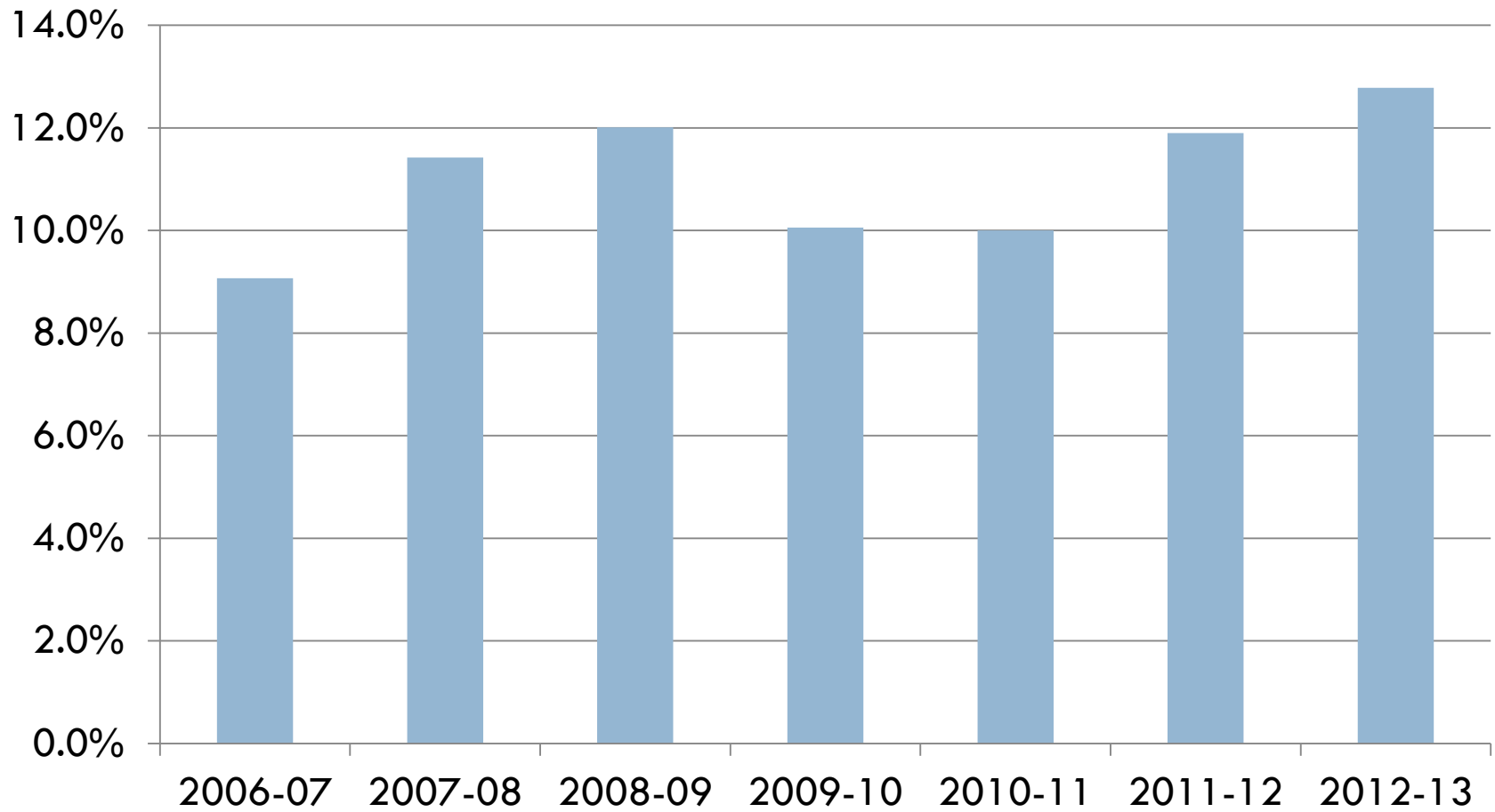


Cash & investments/Avg. daily cash expenditures.

A goal of 90 days is desired.

Fund Balance

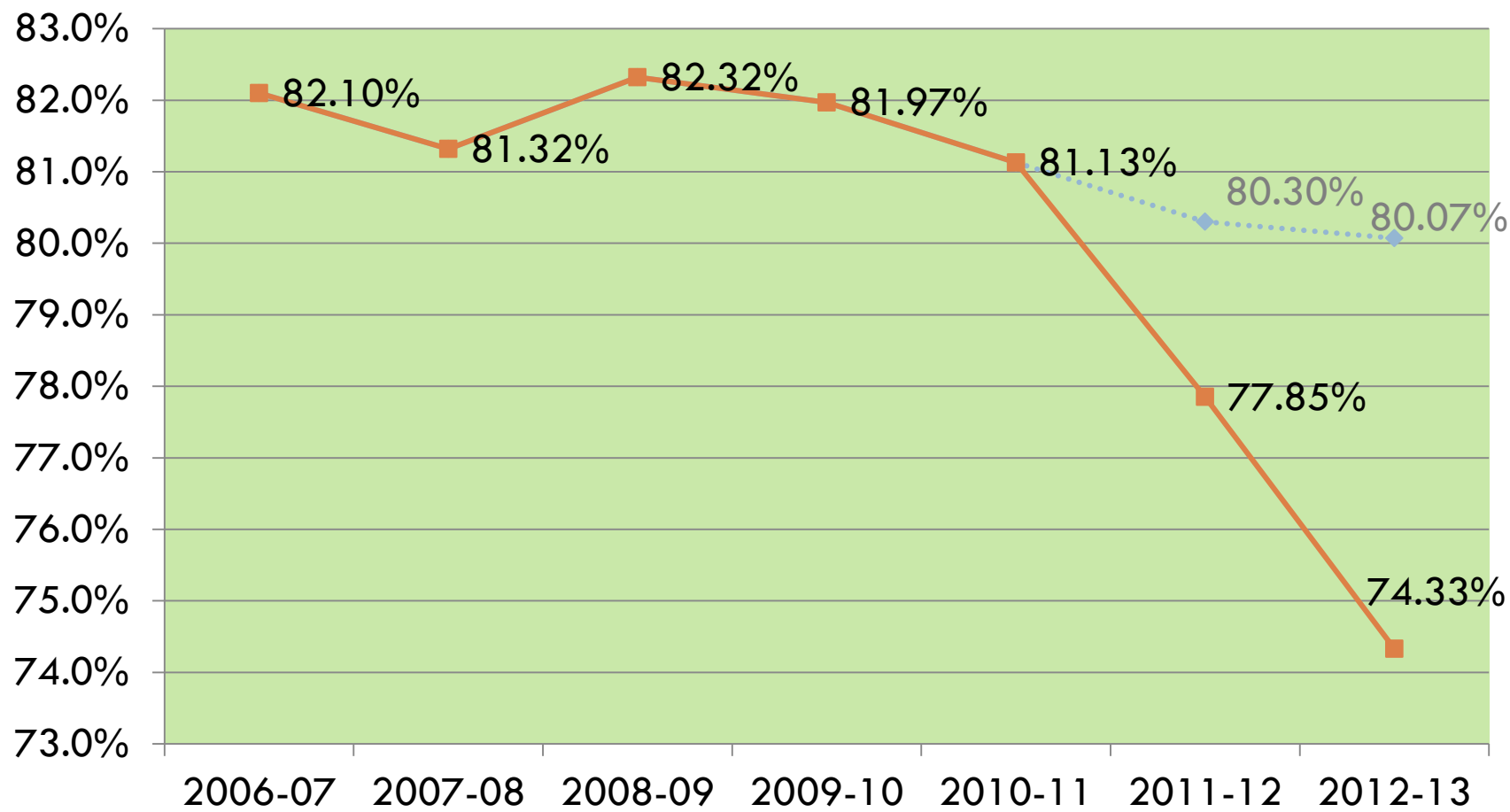
As a Percentage of Expenditures



Measures the percent of the District's cash available to cover non-funded months. – Goal 10%

Salaries & Benefits to Total Expenditures Ratio

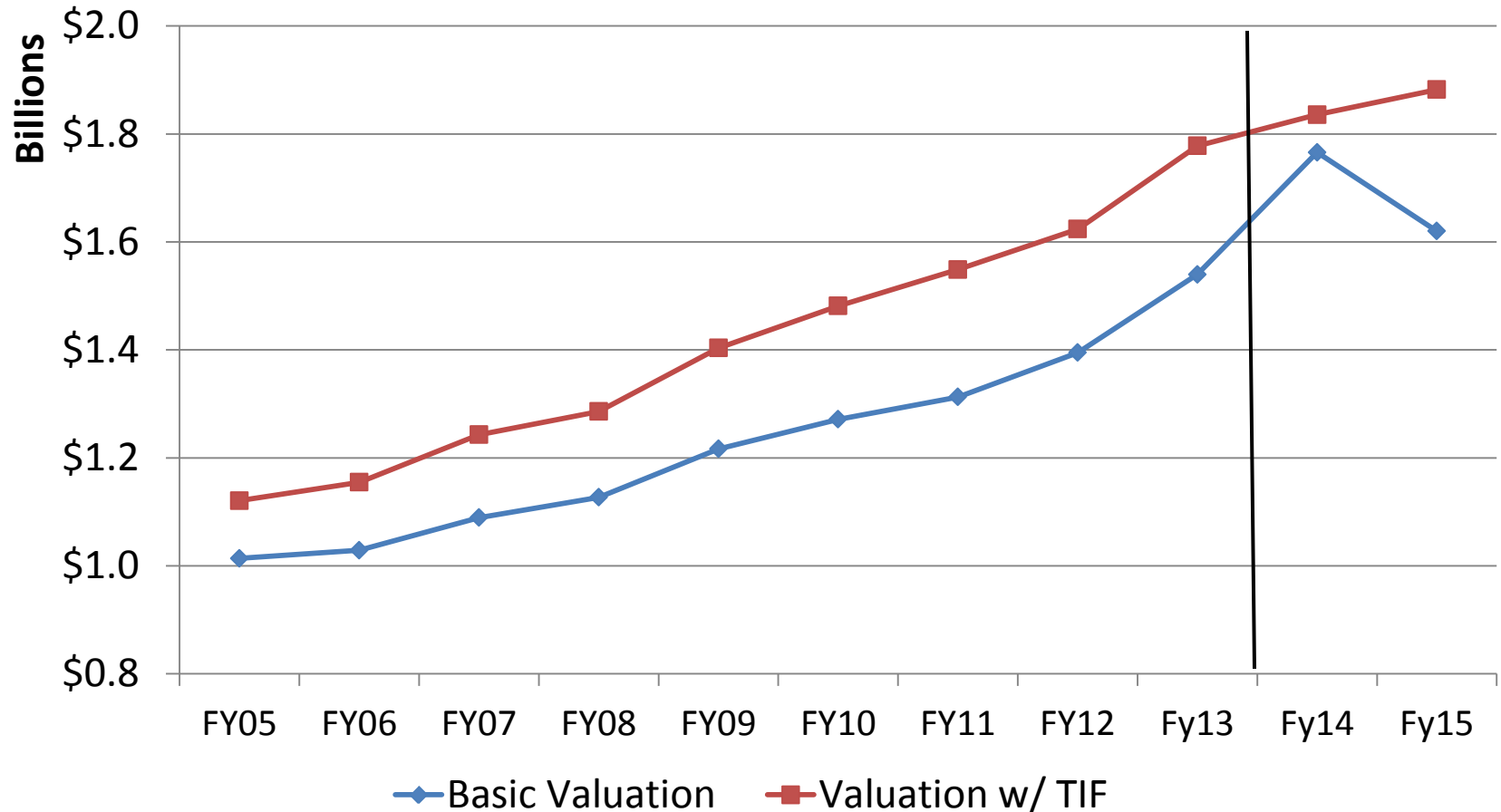
Key Trend Dashboard Indicator #5



Measures the percent of the District's budget dedicated to labor costs.

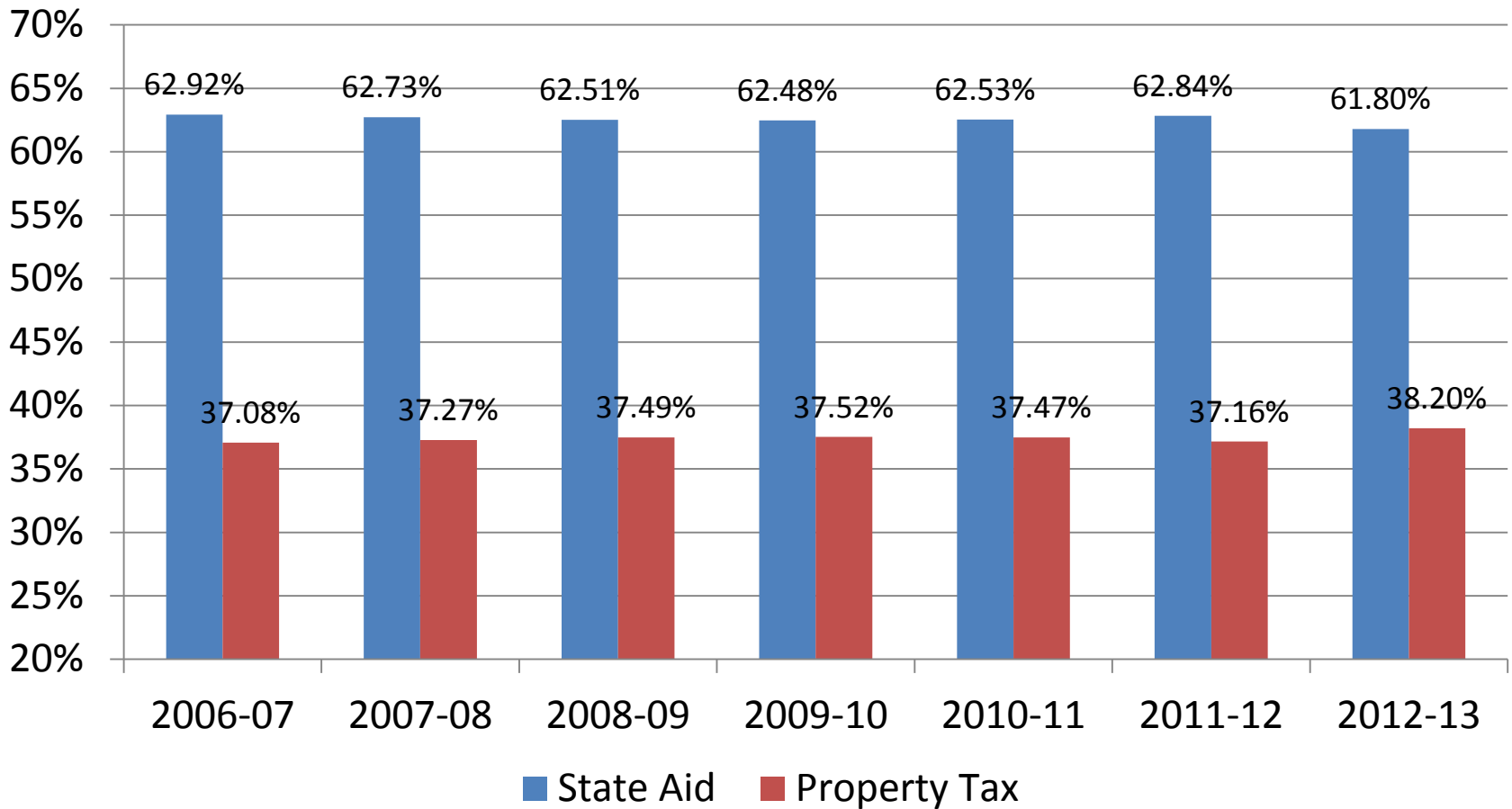
80.07% w/o increase in tuition out (PLS Fy12, RH Fy13).

History of Assessed Valuation



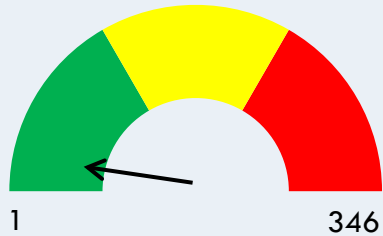
Basic Valuation increased 10.4% from FY12 to FY13 & 66.6% over the past 10 years.
Valuation w/ TIF increased 9.5% from FY12 to FY13 & 78.9% over the past 10 years.

Combined District Cost Property Tax/State Aid History



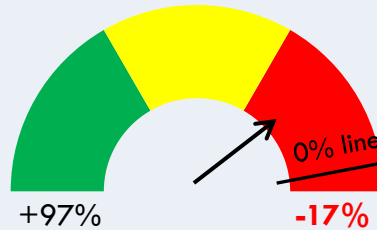
Financial Dashboard

FY13 Certified Enrollment



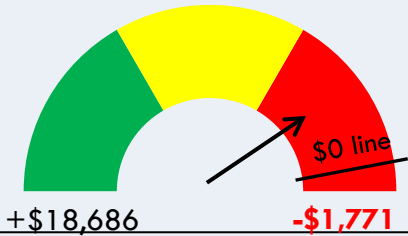
Rank = 17th Largest
CF = 4,862.4 Fy13/4859.1 Fy14

FY12 Solvency Ratio



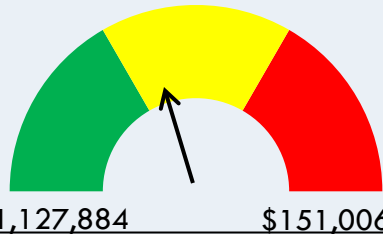
Rank = 254 out of 346
State Avg. = 16.46%
CF = 10.69% Fy12/11.90% Fy13

FY12 UBA Per Pupil



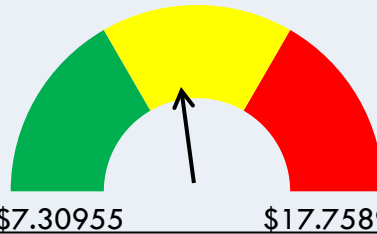
Rank = 271 out of 346
State Avg. = \$2,830
CF = \$1,659 Fy12/\$1,859 Fy13

FY13 Valuation/Pupil



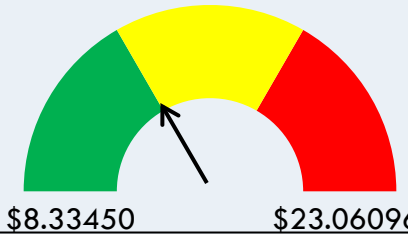
Rank = 155 out of 346
State Avg. = \$343,003
CF = \$322,044 F13/\$363,143 F14

FY13 General Fund Tax Rate



Rank = 162 out of 346
State Avg. = \$11.6795
Cedar Falls = \$11.3508/\$10.9004

FY13 Total Tax Rate



Rank = 118 out of 346
State Avg. = \$14.49445
Cedar Falls = \$13.7380/\$12.8253

Budget Highlights



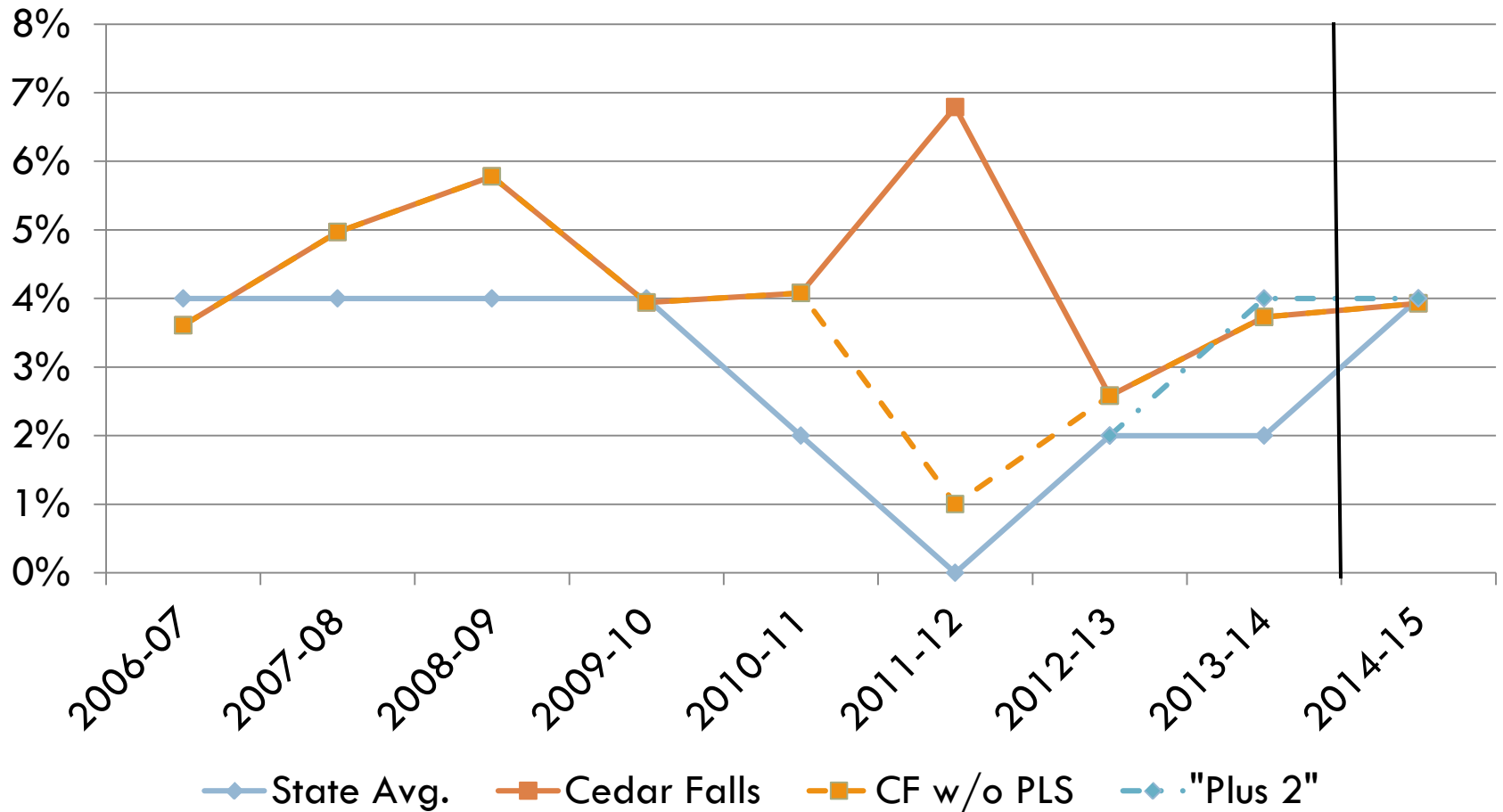
Budget Highlights

- May, 2013 - Iowa Legislature and Governor Branstad agree to a 2% increase in cost per pupil funding for the 2013-14 school year. (\$6,128)
- May, 2013 – Iowa Legislature and Governor Branstad also agree to an additional one time allocation equal to 2% for the 2013-14 school year. (\$583,488)
- May, 2013 – Iowa Legislature and Governor Branstad agree to a 4% increase in cost per pupil funding for the 2014-15 school year. (\$6,373)

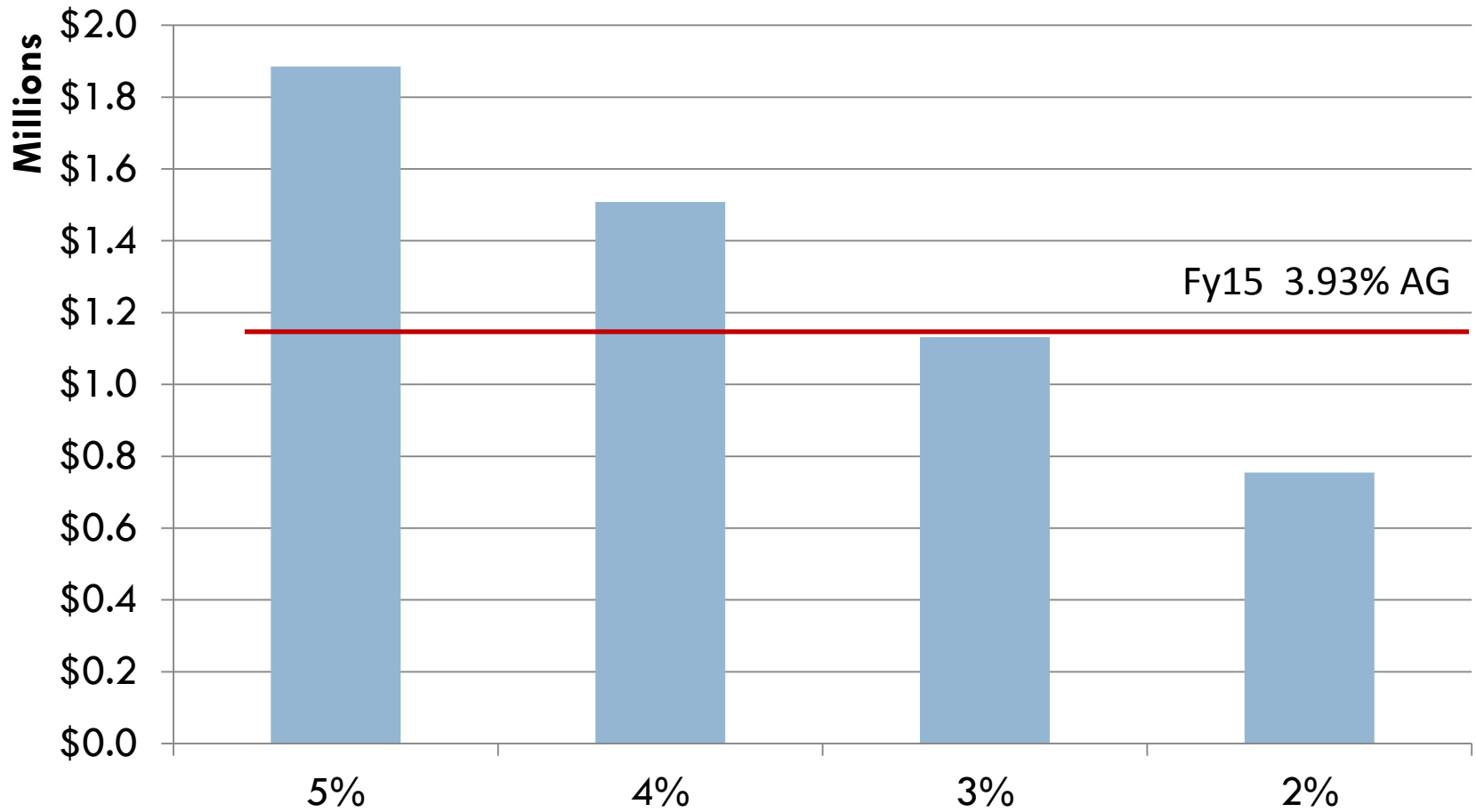
Budget Highlights

- October, 2013 – District certified enrollment dips 3.3 students to 4,859.1.
 - ▣ 121.0 students are open enrolled out other Districts.
- October, 2013 – Total students served (includes 4 yr. old & River Hills) by the District increases 14.1 students to 5,218.7.
 - ▣ 353.0 students are open enrolled in from other Districts.
 - ▣ 107.0 students attend River Hills School
 - ▣ 48.5 students (weighted) enrolled in 4 yr. old program
 - 97 actual students
- Enrollment is projected to continue increasing creating more pressure to keep student-teacher ratios down as the District works with limited resources.
 - ▣ 5 yr. avg. inc. (Fy09 – Fy13) - 118.7 students/yr. (includes OE in)
 - ▣ 10 yr. avg. inc. (Fy04 – Fy13) - 73.4 students/yr. (includes OE in)
 - River Hills students are not included

History of Supplemental State Aid (Allowable Growth)



Projected Fy15 Settlements vs. Fy15 Supplemental State Aid



Additional costs resulting from required changes in the school year calendar and implementation of the Patient Protection Affordable Health Care Act are NOT included.

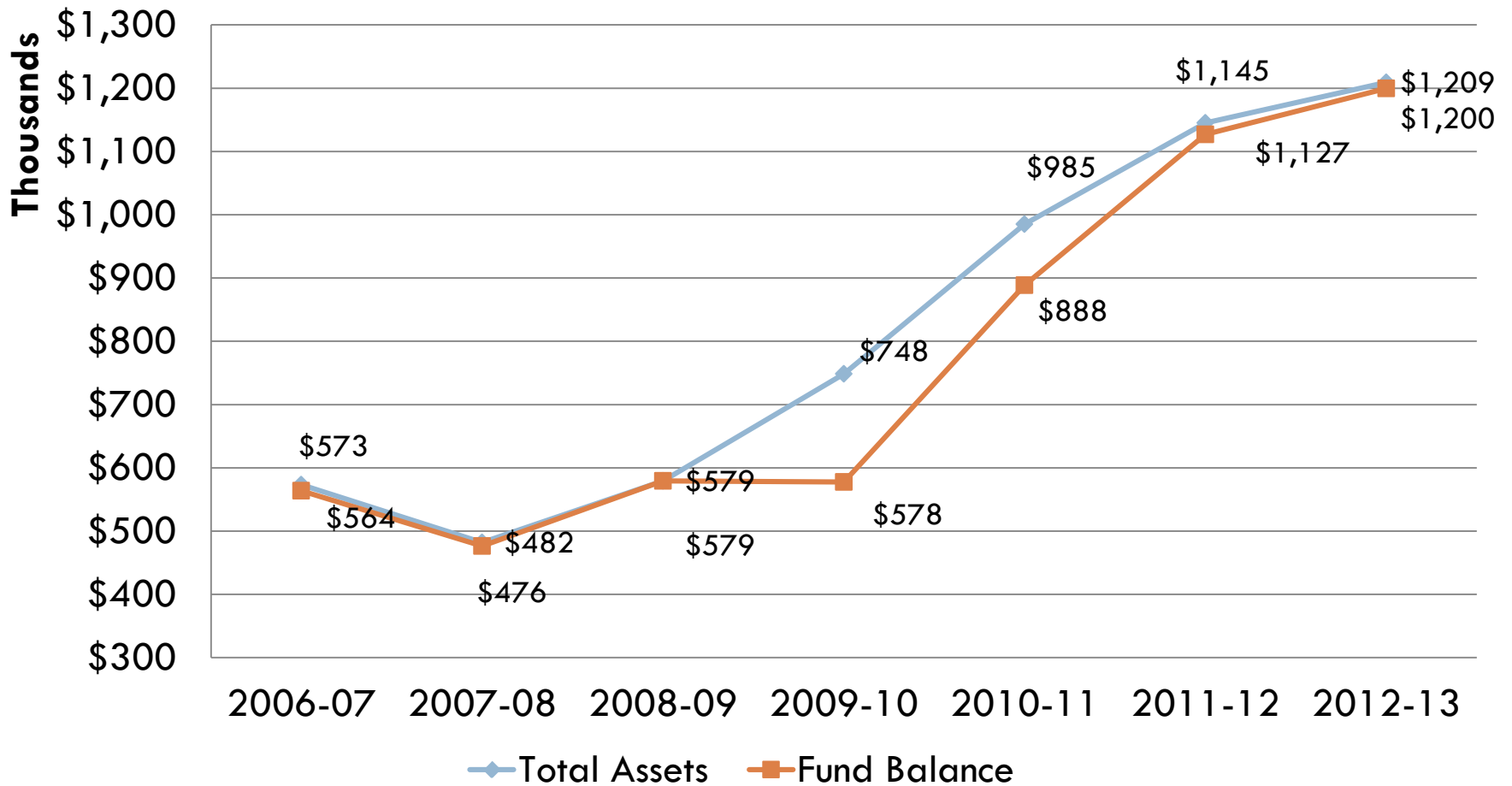
Other District Funds

- Other District funds:
 - Management
 - Physical Plant & Equipment Levy (PPEL)
 - Secure A Vision for Education (SAVE) (formally LOT)
 - Activity
 - Nutrition
- These are specific use funds that are subject to laws and regulations established by the Code of Iowa and Iowa Administrative Code.

Management Fund

- Restricted fund
 - Board of Education Controlled
 - Used for property/liability/auto/workman compensation/etc. insurance premiums
 - Property loss not covered by deductibles
 - Early severance benefits

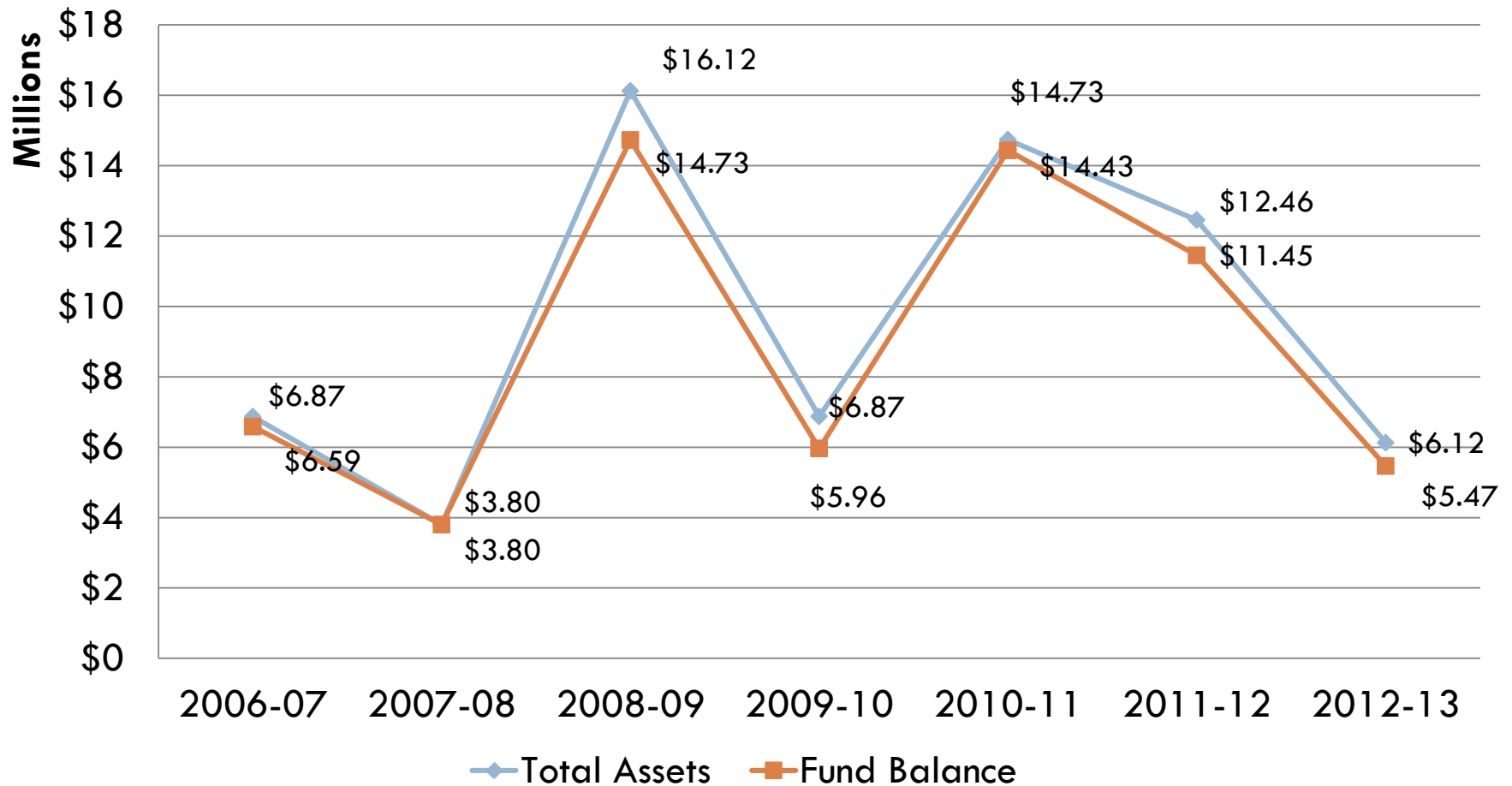
Management Fund



Secure A Vision for Education (SAVE) – Formally LOT

- Restricted fund
 - ▣ Construction, remodeling, repairing and furnishing of new or existing buildings
 - ▣ Purchase or improve school grounds
 - ▣ Procure or open roads to buildings
 - ▣ Emergency repairs
 - ▣ Payment of principle and interest or retirement of general obligation bonds

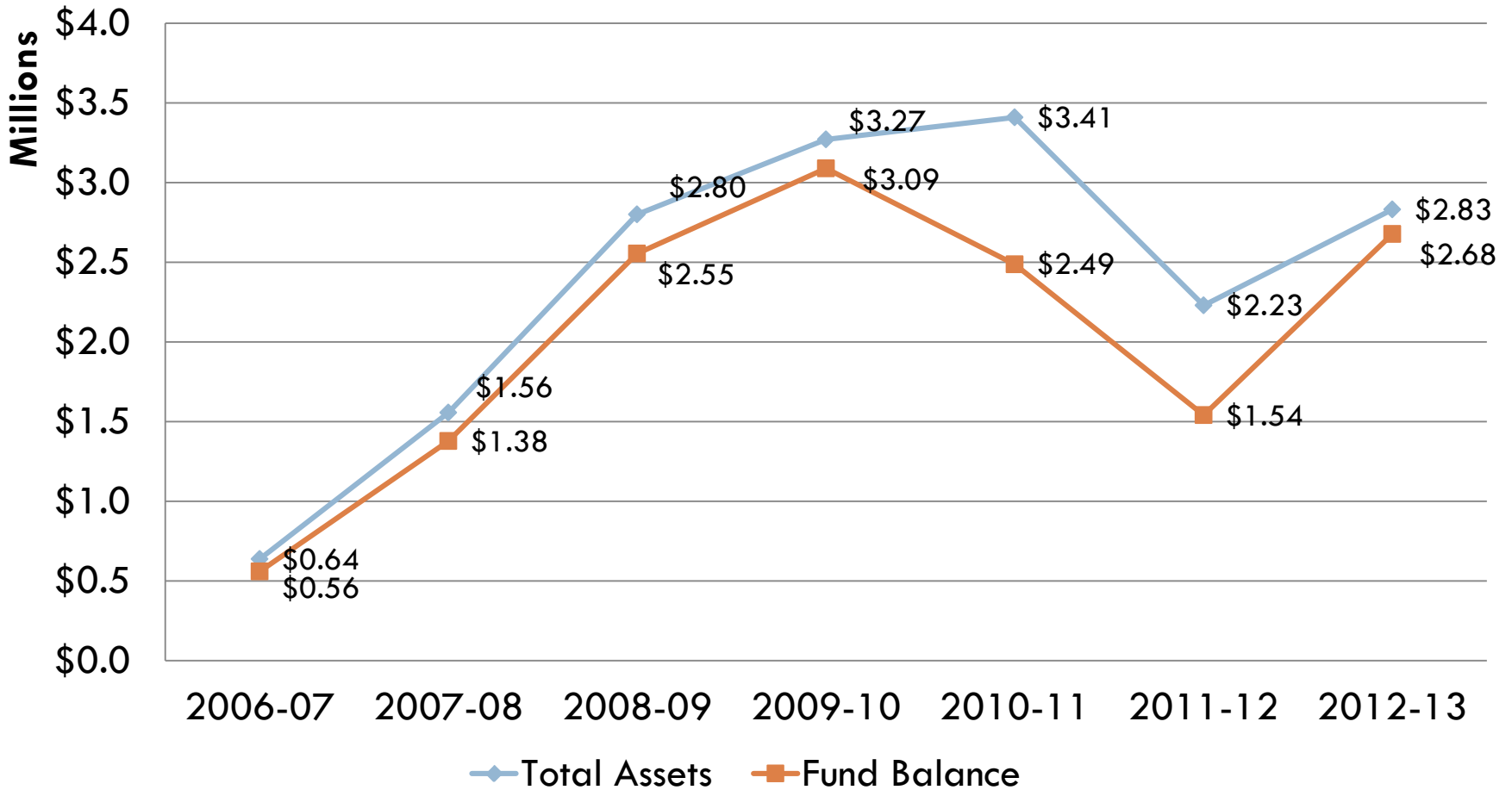
Secure A Vision for Education (SAVE) – Formally LOT



Physical Plant & Equipment Levy

- Restricted fund with two parts
 - ▣ Board of Education Controlled – up to \$0.33/\$1,000 (regular)
 - ▣ Voters approved additional \$1.34/\$1,000 levy
 - ▣ Can be used for:
 - Purchase or improvement of grounds
 - Construction, repairing or remodeling of schoolhouses or roads to schoolhouses including debt for same
 - Purchase or lease of equipment greater than \$500 per unit
 - Technology bundling included
 - Purchase or lease of school buses or other vehicles
 - Leasing or renting of facilities

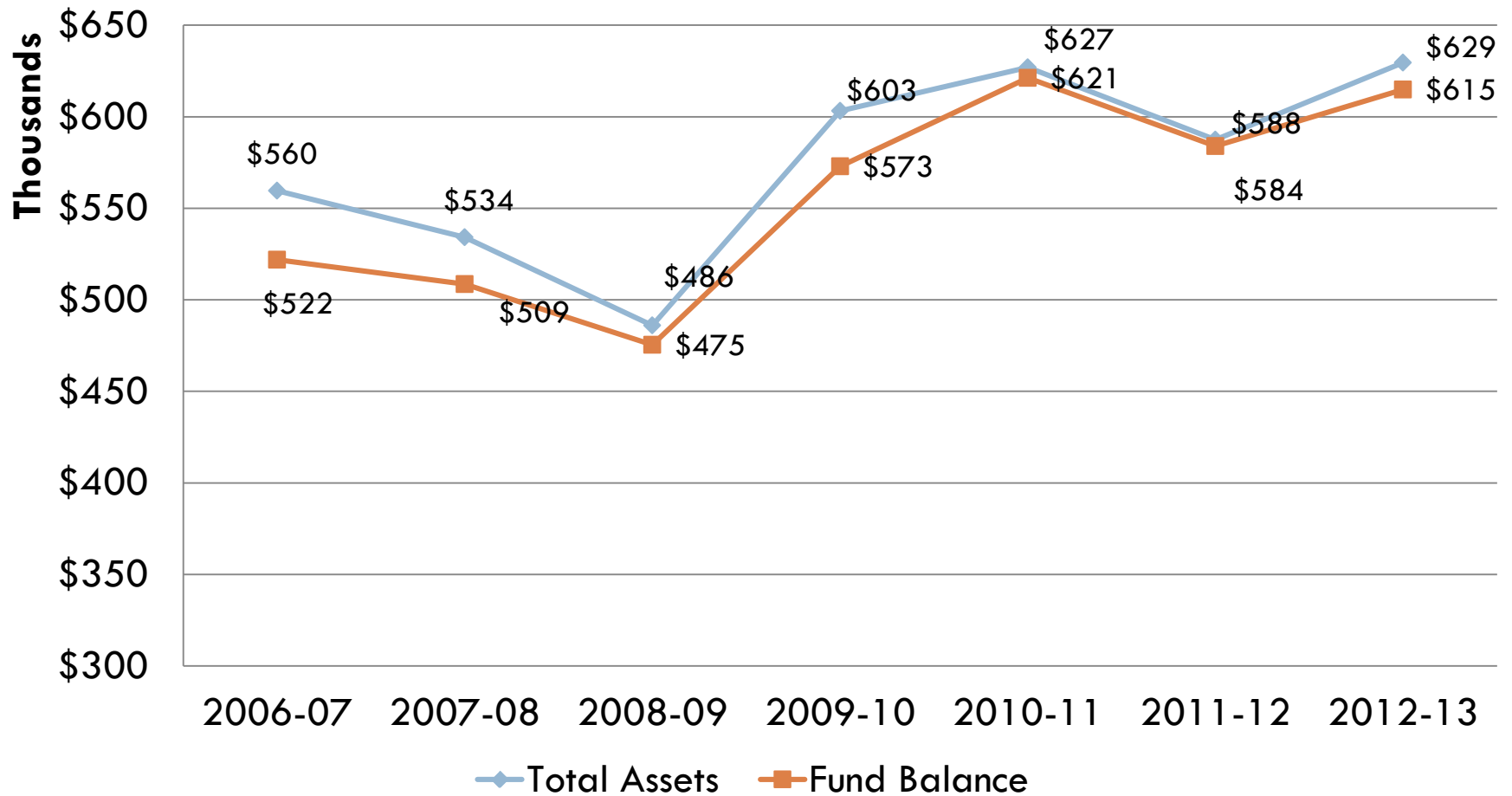
Physical Plant & Equipment Levy



Activity Fund

- Restricted fund
 - ▣ Account for student-related activities
 - Admissions
 - Activity Fees
 - Student Dues
 - Student Fund Raising Events
 - Student related co-curricular or extra-curricular activities

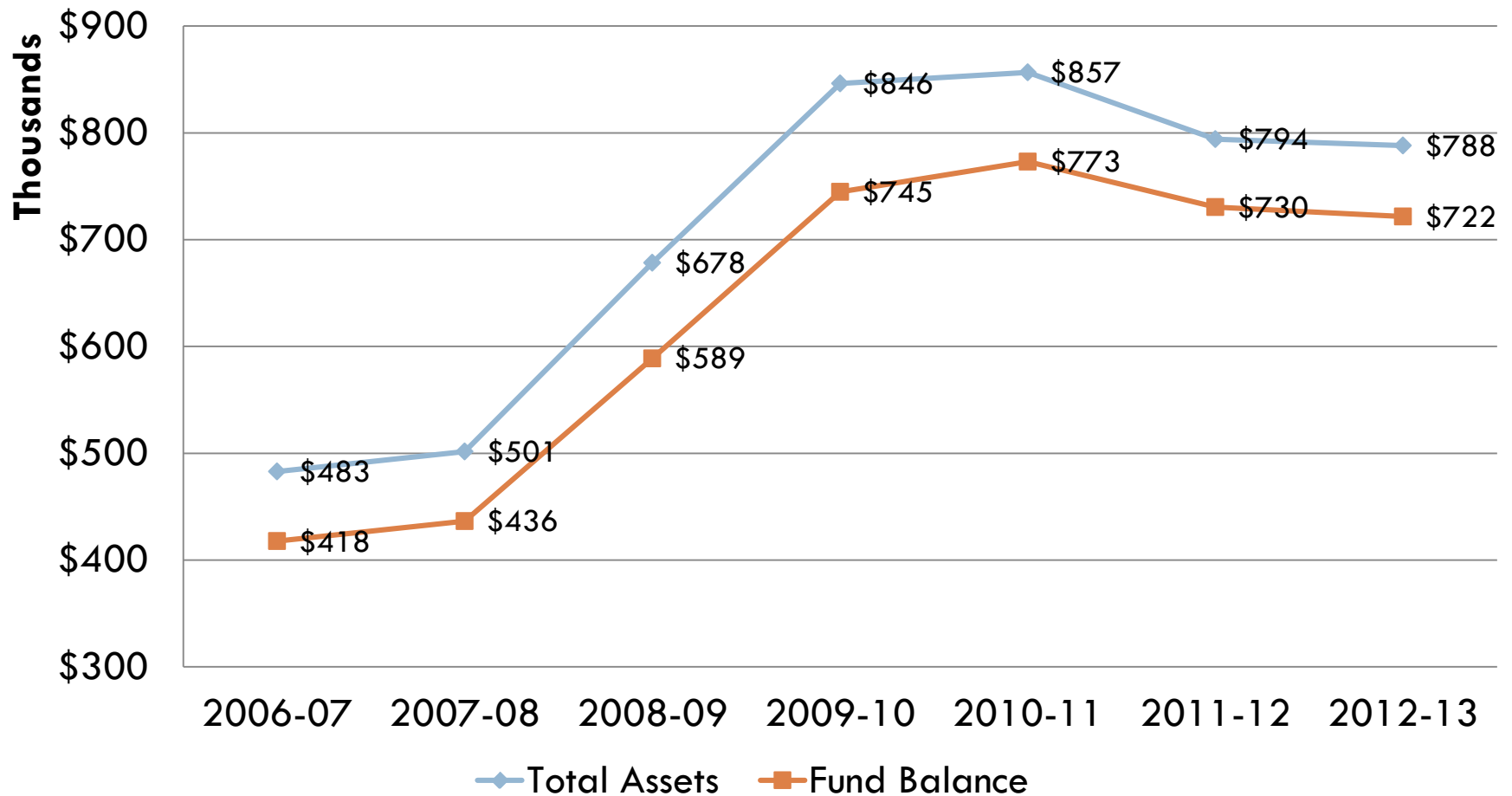
Activity Fund



Nutrition Fund

- Restricted fund
 - Considered an Enterprise Fund
 - Business type activity
 - Fund for which a fee is charged to external users for good or services
 - Account for all transactions for nutrition programs authorized under Iowa Code Chapter 283A

Nutrition Fund



Summary


- As of June 30, 2013
 - ▣ District's financial condition:
 - State fully funds cost per student for Fy13
 - District increases General Fund cash balance
 - Increase of \$203,618 (June 20, 2013)
 - Increase in Districts unspent budget authority is primarily due to our special education deficit (\$656,770)

Summary

- Increases in enrollment without increases in supplemental state aid (allowable growth) puts more pressure on general fund
- Commercial property tax reform legislation will impact overall district assessed valuation
 - Possible higher residential property tax rate
- Continued requirements and changes in curriculum may necessitate additional teaching staff
- Changes in the weighting matrix for special needs students has significantly reduced funding for entitled services
 - District must still meet the needs of students
 - Medicaid funding helped reduce special education deficit (Fy13)
 - Patient Protection and Affordable Health Care Act will increase special education staff costs
 - Special education deficit will continue

Summary

- Legislative changes in the school day may significantly impact the District's Authorized Unspent Budget Authority in the future
- We must continue to closely monitor budget and funding changes in order to make decisions that
 - Maintain a positive learning environment
 - Maintain a positive financial condition

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- Special thank you to Denelle Gonnerman, Carrie DeBerg and the District Business Office Staff for their assistance.

 - Questions?