



2019 AFR ANNUAL FINANCIAL REPORT

PRESENTED BY: ALYSSA UNGER

OCTOBER GOVERNING BOARD MEETING

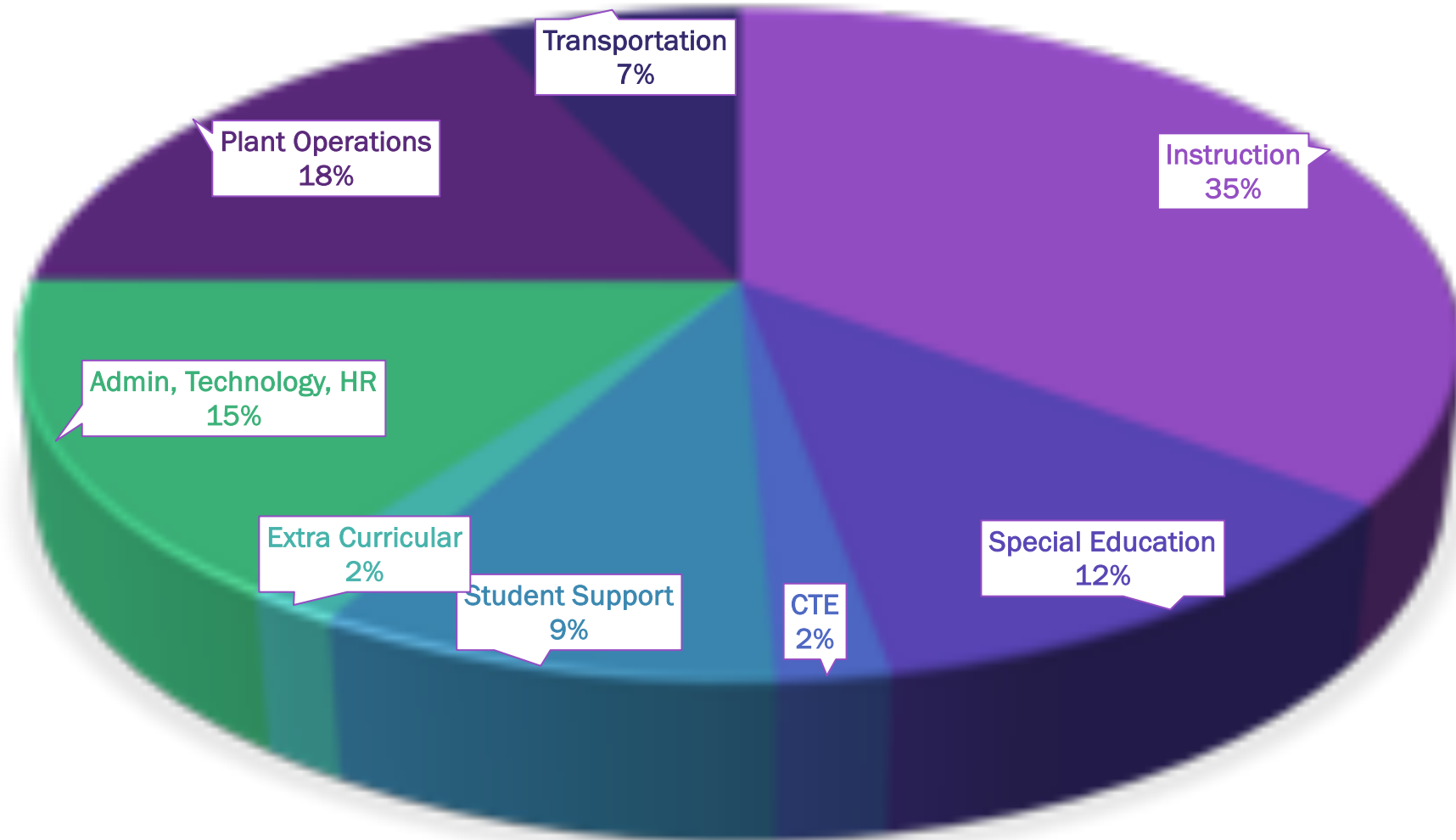
ANNUAL FINANCIAL REPORT

The AFR is an annual report required by the State. It summarizes the prior year's expenditure data.

The AFR is due to ADE on or before the 15th of each October.

There are 9 different pages that summarize data in various categories.

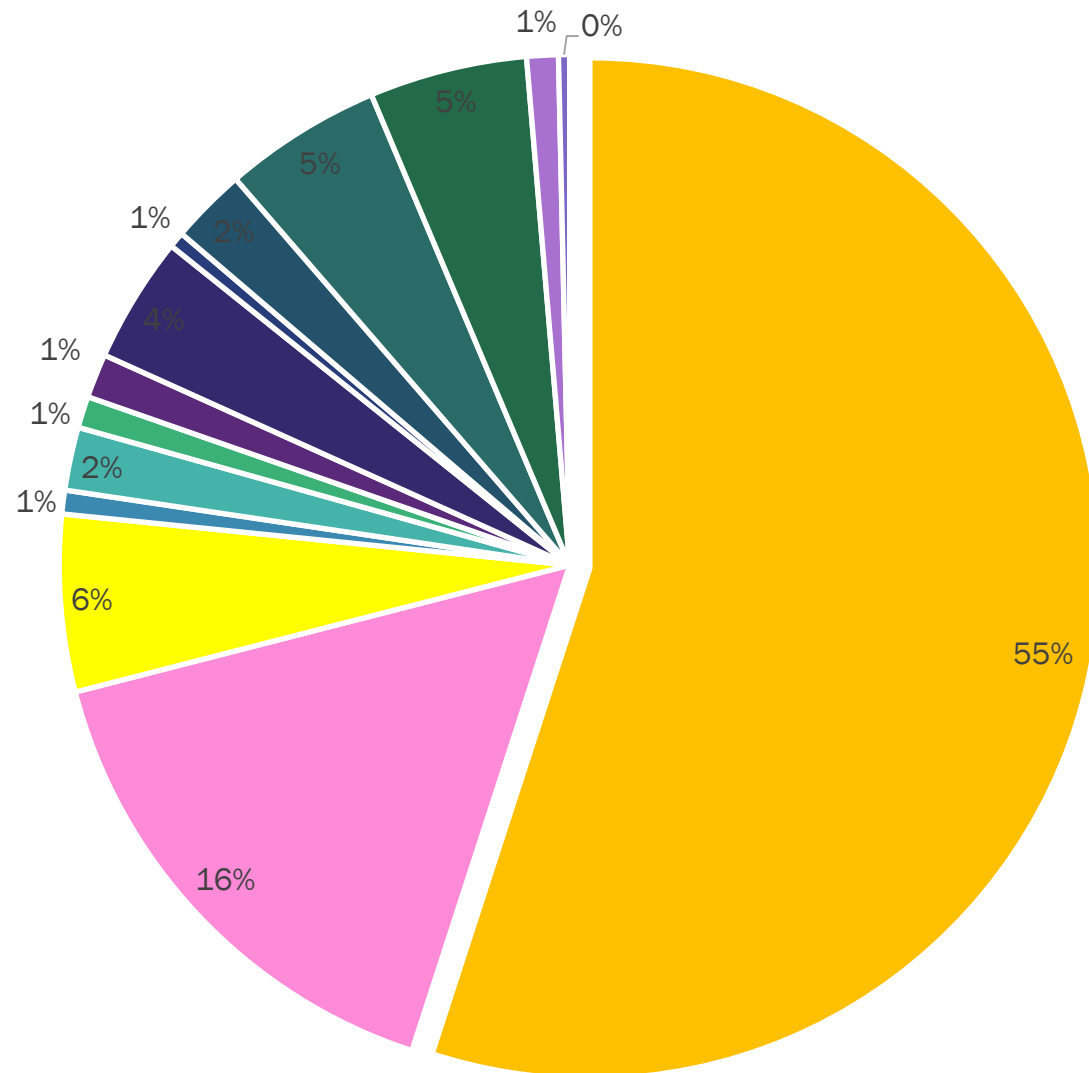
MAINTENANCE AND OPERATIONS SPENDING BY CATEGORY

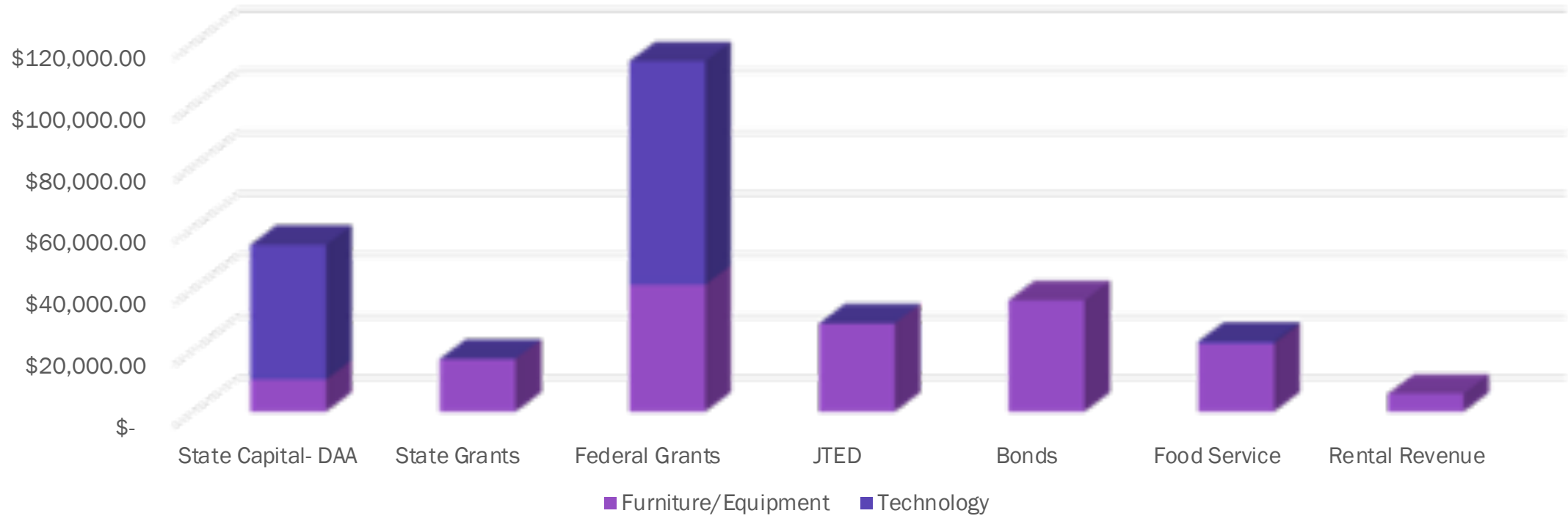


- Salaries
- Benefits
- Utilities
- Capital
- Food
- Fuel
- Insurance
- IT
- Debt Service
- Professional Dev.
- Services
- Supplies
- Tuition
- Fee

TOP 5 SPENDING CATEGORIES- ALL FUNDS

	2019 EXPENSES	TOTAL %
TEACHER BASE SALARIES	\$5,068,949	23.5%
CLASSIFIED SALARIES	\$3,658,969	17%
STATE RETIREMENT	\$1,317,438	6%
HEALTH INSURANCE	\$1,218,507	5.5%
CERTIFIED NON CLASSROOM TEACHERS	\$1,192,233	5.5%





CAPITAL PURCHASES

- Capital purchases by fund
- Furniture, technology hardware & equipment: \$285,142
- Software annual fees: \$148,126

CAPITAL PURCHASES

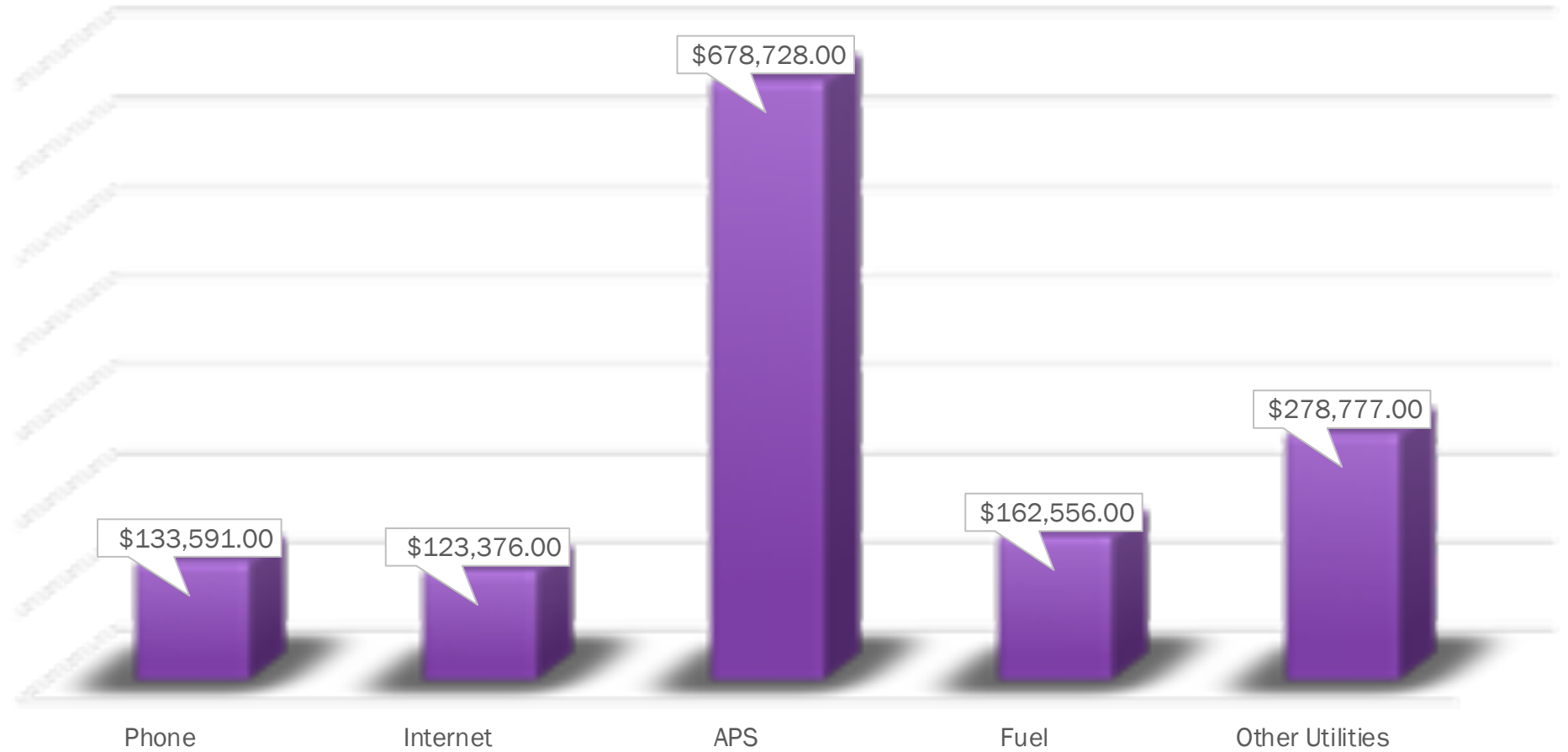
- CTE Federal Funds purchased a new robotics/business laptop lab.
- Remaining 2008 bonds funds purchased a new playground system for West School 5/6th grade that did not have any equipment and replaced the broken sound system in the CHS Roundhouse.
- Security cameras were installed at Heartland Ranch, West and CAP using E-Rate funds (federal).
- Food Services replaced a mobile heated cabinet and hot food serving line (federal).
- JTED/CAVIT funds purchased and updated several pieces of CTE equipment, including a stock trailer (Ag), Gator utility vehicle (Sports Med), and the greenhouse (Ag).
- Gila River state grant funds purchased STEM reading furniture for Heartland Ranch's STEM lab.
- DAA funds replaced the broken graduation stage at CJHS/CHS.
- McKinstry STEM funds renovated the STEM labs at both Heartland Ranch and West.
- Trade in of used iPads + E-rate paid 2nd of 3 iPad lease payments.



REPAIRS AND PREVENTATIVE MAINTENANCE

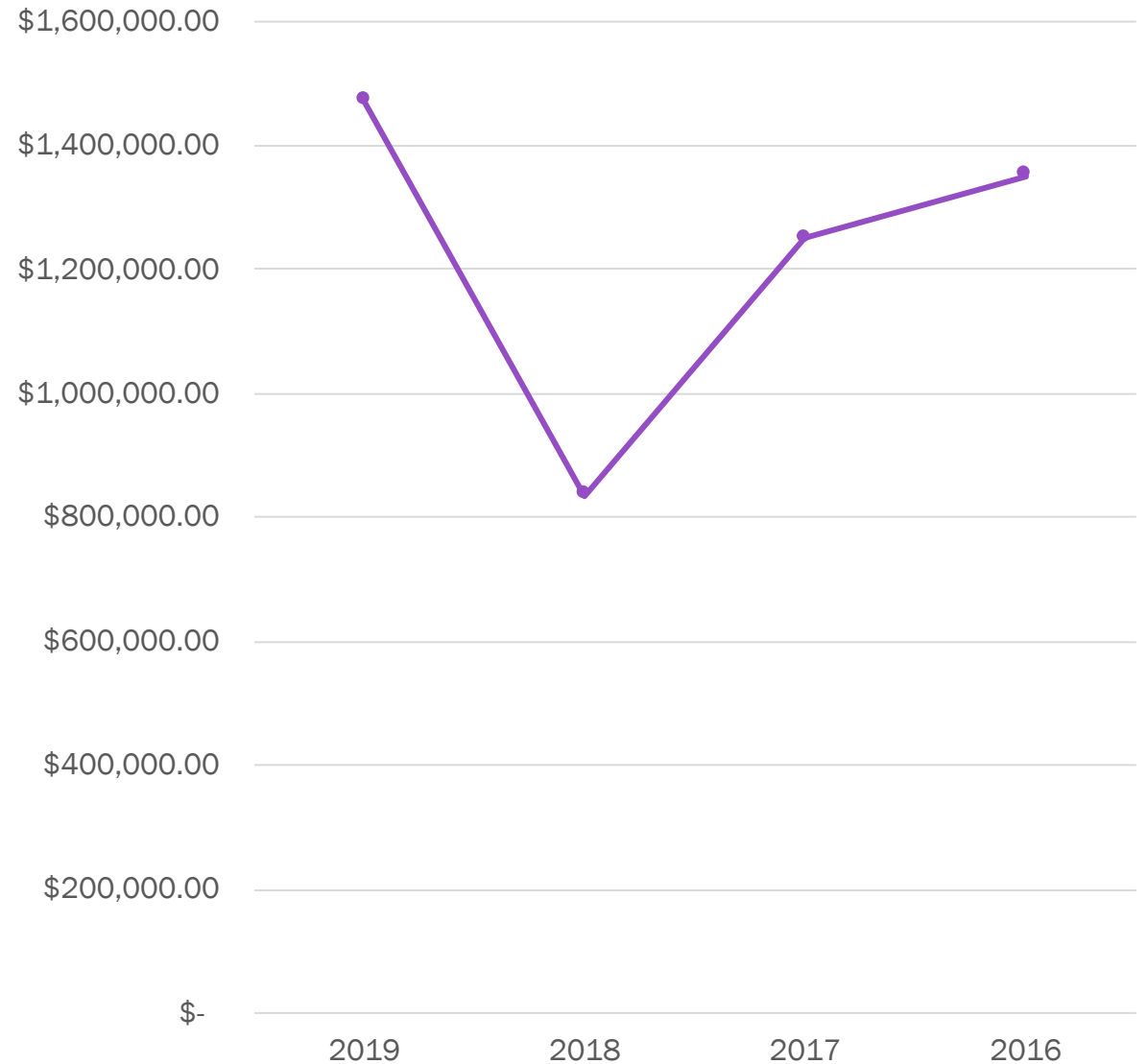
- \$227,719 service calls/repairs for HVAC, elevators, alarm systems, backflows, water heaters, including required annual inspections of fire extinguishers and sensors.
- \$18,941 School Facilities Board covered failed HVAC disconnects at West School.
- \$27,749 School Facilities Board covered repairs to backflows at CAP.
- \$9,700 to screen and recoat gym floors (preventative maintenance) at CJHS/CHS.
- \$36,334 for repairs to student transportation vehicles.

UTILITIES, FUEL, INTERNET- \$1,377,028



ADDITIONAL CASH RESOURCES

- Medicaid, Impact Aid, Indirect Costs (administrative purposes), Rental Revenues and E-rate (technology purposes, pays iPad lease payment) all serve as funds that can be used for capital purposes, but they also serve as assets.
- The ending cash each year in these funds are reported as assets in the district's financial statements. The cash serves as a buffer throughout the year when the M&O fund waits for its revenue from the state and property taxes.
- 1 month operating = \$1,200,000+



ADDITIONAL STATS

Average Teacher Salary 2019	\$49,554
Average Teacher Salary 2018	\$42,945
Average Salary Increase 2018>2019	\$6,609
Average % Increase 2018>2019	15.4%
Average Teacher Salary 2019 Including all pay	\$56,575

Health Insurance Cost Single employee

2018	\$7,756.56
2019	\$8,146.68

Year	ADM
2017	2,045
2018	2,173
2019	2,151
2020	2,169

ANNUAL BOND UPDATE- 2008 BOND ELECTION (\$55MIL AUTHORIZATION)

- \$47,916 remains in the bond fund from the last bond sale in 2014. The amount is not considered significant and it does not accrue interest.
- The last expenditures include;
 - Sound system install in the CHS Roundhouse (last piece to the renovation). (Athletic facility category)
 - Playground install at West Elementary. (Improving school grounds category)
- The funds remaining, after the renovation of the CHS Roundhouse came in under budget, can be spent on:
 - Constructing or renovating school buildings
 - Purchasing pupil transportation
 - Improving school grounds/athletic facilities

CLOSING

- The AFR does not take into account any expenses or funds that cross fiscal years.
- Negative cash balances in grants funds are carried into the next year where the future revenues are applied.
- The complete accounting of all funds is presented in our CAFR (financial statements) which is due to be complete by December 31st.
- The CAFR is used by investors and lenders and describes the district's financial standing.
 - Despite a school district's non-profit status, investors and lenders still want to see an increase/gain in your fund balances (cash on hand at year end).
 - The general fund ending balance dipped in 2018, as reserves were used for the 1st lease payment for student iPads, before being built back up in FY2019.

QUESTIONS, CONCERNS

