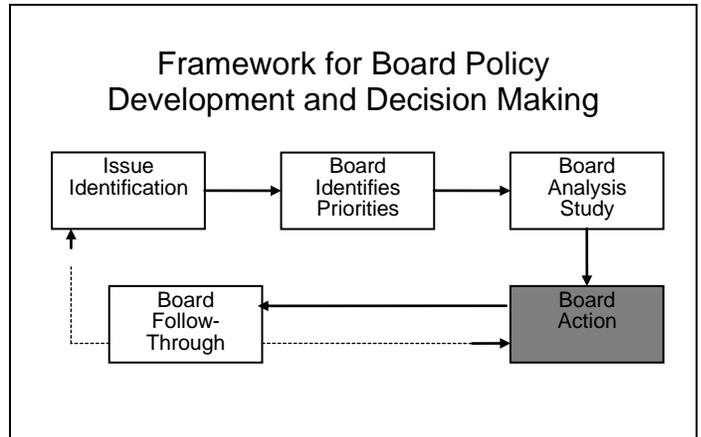


Iowa State Board of Education

Executive Summary

March 11, 2010



Item: Fiscal Year 2010-2011 Annual Budget Approval for Area Education Agencies (AEAs).

Iowa Goal: All K-12 students will achieve at a high level.

Equity Impact Statement: Adequate and well-managed resources enable equal access to quality programs for all students.

Presenters: Denise Ragias, Consultant
Finance, Facilities and Operation Services

Tim Grieves, Administrator
Northwest AEA

Attachments: 1

Recommendation: It is recommended that the Board approve the AEA budgets for fiscal year 2010-2011.

Background: Iowa Code section 273.3, subsection 12, requires that the Board either grant approval or return the budget without approval with comments by April 1. The Board shall give final approval only to budgets submitted by AEAs accredited by the Board or that have been given conditional accreditation by the Board. All AEAs have been accredited for the 2010-2011 fiscal year.

Area Education Agencies

Financial Reporting and Budgeting

Proposed Budget, Fiscal Year 2010-11

Proposed Resources by Major Source, all Budgeted Funds
Resources by Major Source – Pie Chart

Proposed Expenditures by Function Category, all Budgeted Funds
Expenditures by Function Category – Pie Chart

Budget – Three-Year Comparison

Definitions

Budgeted Funds. AEAs and local school districts budget all funds except internal services, permanent, trust, and agency funds. Budgeted funds include the general fund, special education instruction fund, juvenile home program instruction fund, special revenue trust funds, other special revenue funds, capital projects funds, debt service fund, and proprietary funds such as nutrition.

Sources. “Sources” mean classifications of revenues and other financing sources from the original source/payer. The primary classifications are revenues from local sources, revenues from intermediate sources, revenues from state sources, revenues from federal sources, and receipts other than revenues. Local sources would include such things as property taxes from the controlled funding, interest, tuition, and sales of services to school districts and other AEAs. Intermediate sources include revenues from cities or counties. State sources would include such things as state aid from the controlled funding and state grants such as educational excellence. Federal sources include federal grants such as Title 1, Carl D. Perkins Career & Technical Education Act and Dwight D. Eisenhower Math and Science grants. Long-term debt proceeds would include proceeds from loans and lease-purchases. Other financing sources would include sales or loss of fixed assets, and transfers from other funds.

Resources. “Resources” mean the sum of total Revenues, Other Financing Sources and Beginning Fund balance.

Function. “Function” means the major activities of the AEA and corresponds to those most frequently requested in reporting to external authorities. The AEAs expend the largest portion of their funding in the function areas of support services to students and support services to instructional staff.

**Proposed Resources by Major Source
All Budgeted Funds
Fiscal Year 2010-11**

AEA	Taxes (Controlled Funding)	Other Local Revenues	Intermediate Revenues	State Aid (Controlled Funding)	Other State Revenues	IDEA Federal Grant	Other Federal Revenues	Long-term Debt Proceeds	Other Financing Sources	Beginning Fund Balance	Total
1	6,066,861	1,384,921	0	6,513,502	1,513,768	7,955,032	3,848,284	0	463,167	2,741,173	30,486,708
5	5,861,111	949,111	200,000	6,407,362	1,538,403	9,305,206	3,965,005	0	191,055	4,065,709	32,482,962
7	11,220,799	31,732,000	0	13,842,579	5,440,013	16,401,000	7,153,533	0	1,301,500	6,038,694	93,130,118
9	8,135,753	2,557,724	230,651	10,317,823	2,234,458	11,410,242	4,454,639	0	318,364	2,020,669	41,680,323
10	11,771,150	5,607,500	0	13,818,307	2,579,530	14,845,000	3,540,000	0	4,236,490	6,436,365	62,834,342
11	19,921,957	1,567,377	0	26,739,009	5,948,581	39,040,112	618,786	0	376,096	5,447,730	99,659,648
12	7,158,904	1,740,996	58,000	8,128,502	2,419,027	9,773,998	5,192,890	0	100,677	4,887,042	39,460,036
13	6,657,411	5,611,693	0	8,591,643	2,067,435	10,854,966	7,463,785	0	19,000	2,105,044	43,370,977
14	NA	NA	NA	NA	NA	NA	NA	NA	NA	NA	NA
15	6,144,927	1,611,221	0	7,874,406	2,059,639	9,662,048	3,463,304	0	394,401	4,238,158	35,448,104
Total	82,938,873	52,762,543	488,651	102,233,133	25,800,854	129,247,604	39,700,226	0	7,400,750	37,980,584	478,553,218

Percentage of Total

1	19.90%	4.54%	0.00%	21.37%	4.97%	26.09%	12.62%	0.00%	1.52%	8.99%	100.00%
5	18.04%	2.92%	0.62%	19.73%	4.74%	28.65%	12.21%	0.00%	0.59%	12.52%	100.00%
7	12.05%	34.07%	0.00%	14.86%	5.84%	17.61%	7.68%	0.00%	1.40%	6.48%	100.00%
9	19.52%	6.14%	0.55%	24.75%	5.36%	27.38%	10.69%	0.00%	0.76%	4.85%	100.00%
10	18.73%	8.92%	0.00%	21.99%	4.11%	23.63%	5.63%	0.00%	6.74%	10.24%	100.00%
11	19.99%	1.57%	0.00%	26.83%	5.97%	39.17%	0.62%	0.00%	0.38%	5.47%	100.00%
12	18.14%	4.41%	0.15%	20.60%	6.13%	24.77%	13.16%	0.00%	0.26%	12.38%	100.00%
13	15.35%	12.94%	0.00%	19.81%	4.77%	25.03%	17.21%	0.00%	0.04%	4.85%	100.00%
14	NA	NA	NA	NA	NA	NA	NA	NA	NA	NA	NA
15	17.33%	4.55%	0.00%	22.21%	5.81%	27.26%	9.77%	0.00%	1.11%	11.96%	100.00%
Total	17.33%	11.03%	0.10%	21.36%	5.39%	27.01%	8.30%	0.00%	1.55%	7.94%	100.00%

* IDEA Federal Grant includes Part B flowthrough to LEAs of approximately \$26,454,744

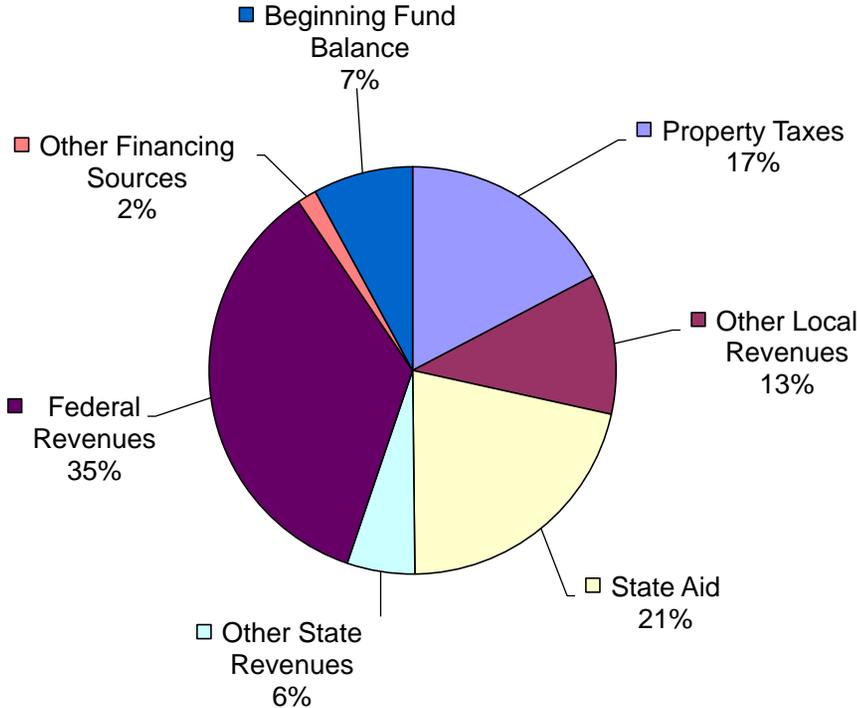
** ARRA-IDEA Federal Grant includes Part B flowthrough to LEAs of approximately \$29,255,284

*** Other financing sources include Interfund transfers and Proceeds from the disposition of fixed assets.

AEA 14 merges with AEA 13 on July 1, 2010.

Resources by Major Source

Fiscal Year 2010-2011



**Proposed Expenditures by Function Category
All Budgeted Funds
Fiscal Year 2010-11**

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AEA	Instruction	Student Support Services	Staff Support Services	Administration and Central Support Services	Plant Operation & Maintenance	Transportation	Other Support Services	Non-instructional Programs	Facilities Acquisition	Debt Service	Other Financing Uses	Ending Fund Balance	Total
1	241,387	9,971,844	7,469,616	4,595,651	916,481	1,100	0	54,519	0	460,757	4,142,146	2,633,207	30,486,708
5	634,026	15,809,363	2,652,574	4,598,268	644,904	0	0	89,894	0	191,055	3,797,169	4,065,709	32,482,962
7	28,340,400	19,240,000	14,430,000	10,885,000	2,530,000	1,705,000	609,000	315,000	0	415,000	8,163,055	6,497,663	93,130,118
9	1,869,411	21,647,805	10,123,130	5,584,476	880,514	0	601,606	0	0	318,364	318,364	336,653	41,680,323
10	4,529,730	18,274,000	14,904,000	8,971,800	1,245,550	3,300	3,300	1,072,000	250,000	279,990	7,800,000	5,500,672	62,834,342
11	4,551,500	28,880,037	30,356,826	14,795,395	1,501,556	2,000	0	195,469	0	304,931	14,474,204	4,597,730	99,659,648
12	1,304,592	11,753,462	8,583,508	6,643,812	948,948	0	0	0	0	100,677	4,823,115	5,301,922	39,460,036
13	5,190,098	13,855,082	9,726,449	7,558,451	925,021	6,834	0	91,800	0	0	4,614,932	1,402,310	43,370,977
14	NA	NA	NA	NA	NA	NA	NA	NA	NA	NA	NA	NA	NA
15	2,575,443	11,310,137	6,860,513	4,773,754	854,251	1,000	13,250	601,143	0	386,477	4,770,543	3,301,593	35,448,104
Total	49,236,587	150,741,730	105,106,616	68,406,607	10,447,225	1,719,234	1,227,156	2,419,825	250,000	2,457,251	52,903,528	33,637,459	478,553,218

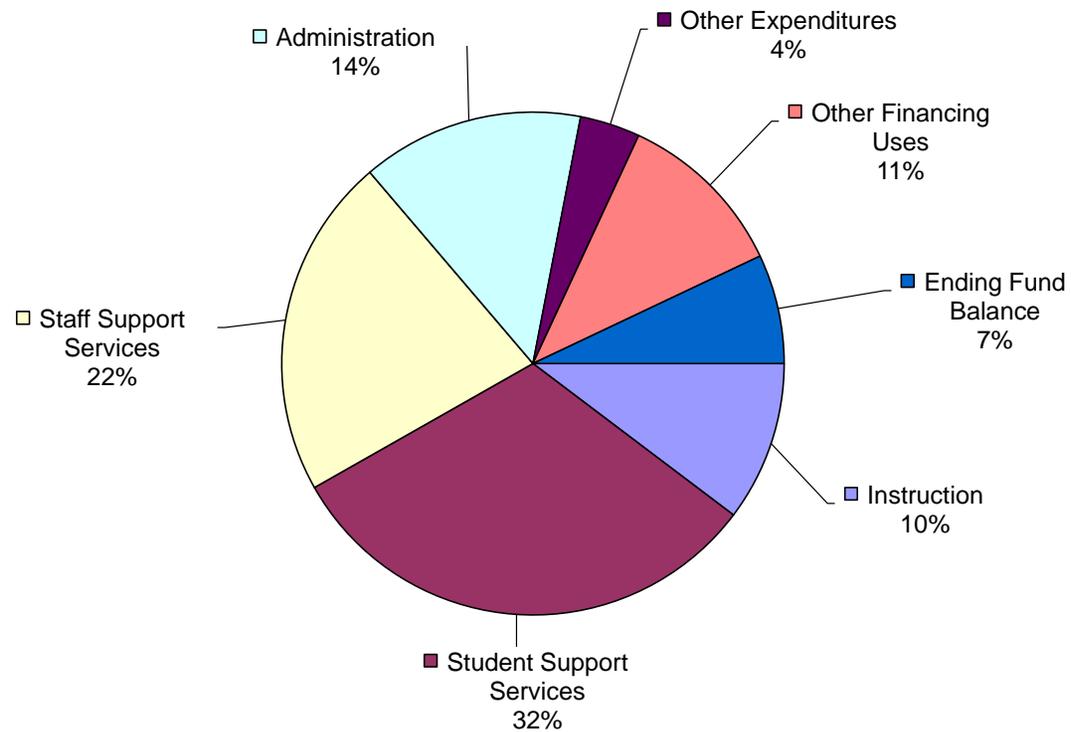
Percentage of Total

1	0.79%	32.71%	24.50%	15.07%	3.01%	0.00%	0.00%	0.18%	0.00%	1.51%	13.59%	8.64%	100.00%
5	1.95%	48.67%	8.17%	14.16%	1.99%	0.00%	0.00%	0.28%	0.00%	0.59%	11.69%	12.52%	100.00%
7	30.43%	20.66%	15.49%	11.69%	2.72%	1.83%	0.65%	0.34%	0.00%	0.45%	8.77%	6.98%	100.00%
9	4.49%	51.94%	24.29%	13.40%	2.11%	0.00%	1.44%	0.00%	0.00%	0.76%	0.76%	0.81%	100.00%
10	7.21%	29.08%	23.72%	14.28%	1.98%	0.01%	0.01%	1.71%	0.40%	0.45%	12.41%	8.75%	100.00%
11	4.57%	28.98%	30.46%	14.85%	1.51%	0.00%	0.00%	0.20%	0.00%	0.31%	14.52%	4.61%	100.00%
12	3.31%	29.79%	21.75%	16.84%	2.40%	0.00%	0.00%	0.00%	0.00%	0.26%	12.22%	13.44%	100.00%
13	11.97%	31.95%	22.43%	17.43%	2.13%	0.02%	0.00%	0.21%	0.00%	0.00%	10.64%	3.23%	100.00%
14	NA	NA	NA	NA	NA	NA	NA	NA	NA	NA	NA	NA	NA
15	7.27%	31.91%	19.35%	13.47%	2.41%	0.00%	0.04%	1.70%	0.00%	1.09%	13.46%	9.31%	100.00%
Total	10.29%	31.50%	21.96%	14.29%	2.18%	0.36%	0.26%	0.51%	0.05%	0.51%	11.05%	7.03%	100.00%

* Other financing uses include Part B (regular and ARRA) flowthrough to LEAs. Interfund transfers are also included.

Expenditures by Function

Fiscal Year 2010-2011



Budget - Three-Year Comparison All Budgeted Funds

	Proposed Budget, Fiscal Year 2010-11	Re-estimated Fiscal Year 2009-10	Actual Fiscal Year 2008-09
Revenues and Other Financing Sources plus Beginning Balance:			
Taxes (Controlled Funding)	82,938,873	80,830,942	78,510,379
Other Local Revenues	52,762,543	52,149,034	50,097,139
Intermediate Revenues	488,651	488,651	256,785
*State Aid (Controlled Funding)	102,233,133	87,271,038	94,119,955
Other State Revenues	25,800,854	27,834,417	30,822,463
IDEA Federal Grant	129,247,604	133,175,542	111,801,052
Other Federal Revenues	39,700,226	49,325,902	26,184,123
Long-term Debt Proceeds	0	0	1,600,000
Other Financing Sources	7,400,750	8,215,644	5,668,195
Beginning Fund Balance	37,980,584	39,695,395	36,071,103
Total	478,553,218	478,986,565	435,131,194
Expenditures and Other Financing Uses plus Ending Balance:			
Instruction	49,236,587	47,529,612	45,274,106
Student Support Services	150,741,730	150,376,518	135,382,015
Staff Support Services	105,106,616	102,078,396	84,465,948
Administration and Central Support Services	68,406,607	68,019,858	63,278,299
Plant Operation & Maintenance	10,447,225	10,598,510	10,031,219
Transportation	1,719,234	1,669,425	1,820,636
Other Support Services	1,227,156	1,222,538	1,382,816
Non-instructional Programs	2,419,825	2,460,363	1,943,317
Facilities Acquisition	250,000	880,000	3,469,196
Debt Service	2,457,251	2,434,811	3,126,599
Other Financing Uses	52,903,528	53,735,950	45,261,649
Ending Fund Balance	33,637,459	37,980,584	39,695,395
Total	478,553,218	478,986,565	435,131,194

* AEA Controlled funding reflects current law.