

Board of Education Public Workshop  
Monday, August 28, 2017 7:00 PM Central

HS CONFERENCE ROOM  
705 N 9th Street  
Arlington, NE 68002

Matt O'Daniel: Present

Teri O'Flaherty: Present

Bruce Scheer: Absent

Jessi Scheer: Present

Luanne Sundberg: Present

Shanon Willmott: Present

Present: 5, Absent: 1.

## 1. OPENING PROCEDURES

President Matt O'Daniel opened the workshop at 7:00 p.m.

### 1.1. Meeting Called to Order and Roll Call

Motion to approve the absence of board member Bruce Scheer Passed with a motion by Teri O'Flaherty and a second by Jessi Scheer.

Matt O'Daniel: Yea, Teri O'Flaherty: Yea, Jessi Scheer: Yea, Luanne Sundberg: Yea, Shanon Willmott: Yea

### 1.2. Pledge of Allegiance

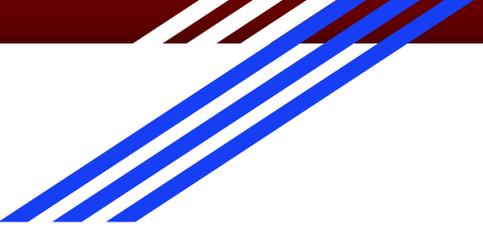
## 2. Discuss and Consider draft budget information and tax asking information

The Finance Committee prepared and shared a power point with the patrons that described the board's budget goals as well as the specific budget goals for the 2017-18 budget year. Finance Committee member, Matt O'Daniel, reviewed the details of the budget for the general fund and then reviewed the tax requirements for the bond funds and the special building fund for the patrons. He explained the rationale and the connection to the goals that serve to drive the tax requirements. Lynn Johnson explained the state forms and reviewed a document that shared the historical perspective of tax requirements and tax asking. There

were two patrons present for the workshop. The patrons had the opportunity to ask questions and provide input.

### 3. Adjournment

President Matt O'Daniel adjourned the workshop at 7:47 p.m.



# Patron Budget Workshop

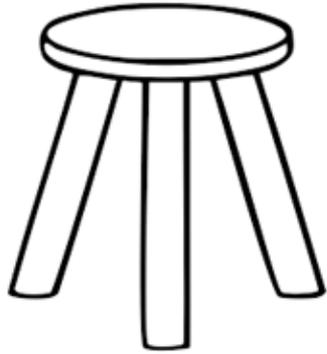
Budget Year 2017-18





# Arlington Public Schools Mission Statement

***The mission of Arlington Public Schools is to empower all students to develop skills for life-long learning and responsible decision making in order to contribute to a global society.***



# Three Primary Board Responsibilities



1. Hire / Fire and Evaluate the superintendent
2. Set district policy
3. Pass an annual operating budget

# HOW IS THE BUDGET DEVELOPED?

The budget is developed by the Superintendent while working closely with the Finance Committee.

Teri O'Flaherty - Chairman

Matt O'Daniel

Shanon Willmott

# Budget Target Goals

1. Meet the educational needs of our students
  - Attract and retain quality staff
  - Build and maintain quality programs
  - Provide a safe and appropriate learning environment
2. Accumulate and reserve necessary cash resources to address items that are identified in the summative needs
3. Sustain adequate reserves in the general fund and the bond fund(s)
4. Sustain cash balance in the general fund account equivalent to 3-6 months of operating expenses
5. Avoid significant levy swings as feasible

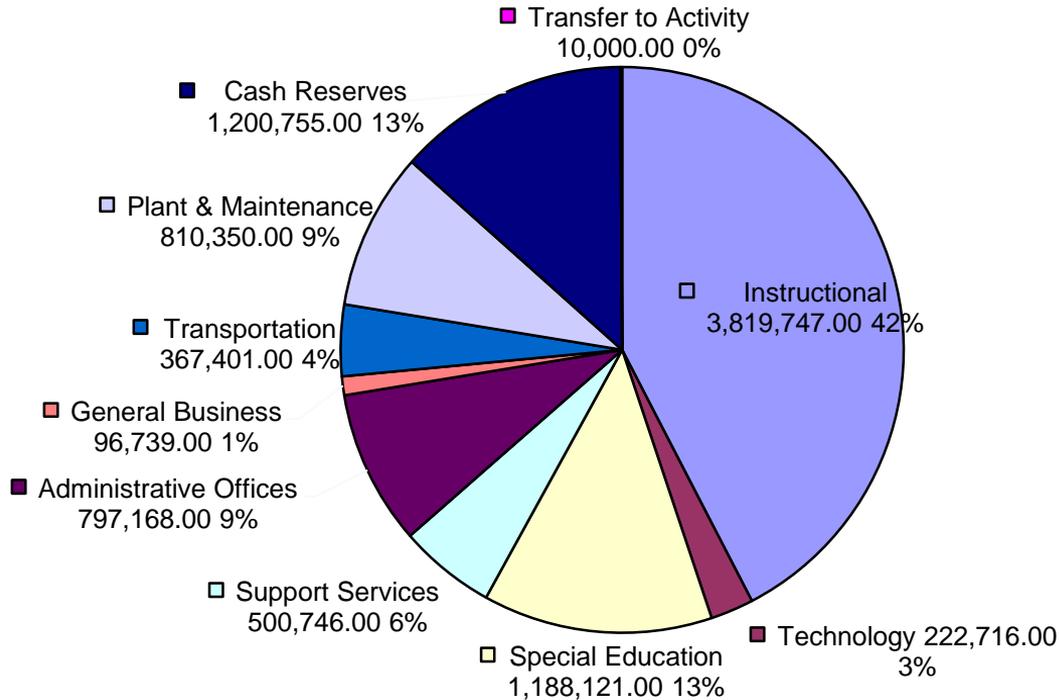
# 2017-18 Preliminary Budget Targets

The budget proposed for 2017-18 is designed to:

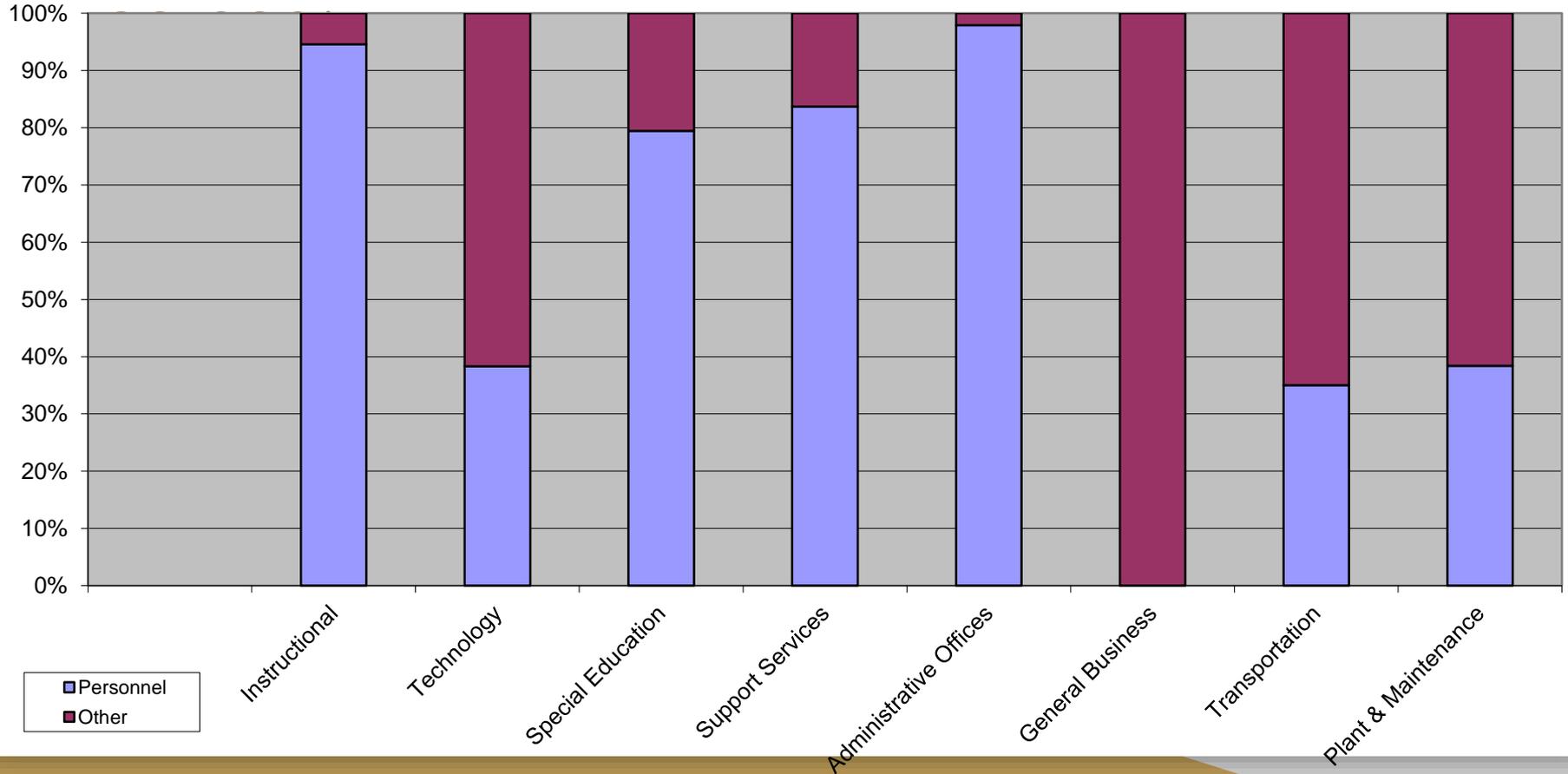
1. Meet current educational needs and end the fiscal year with a balance approximating 4 months of operating expenses (\$2,280,000). GOALS: #1, #3, #4
2. Maintain budget authority to optimize future budget planning. GOAL: #1
3. Increase Series 2017 Refunding Bond Reserves in preparation for increased principal payment that was built into the schedule and define 'adequate reserves' to be equivalent to the next year's payment (at a minimum). GOAL: #3
4. Address identified summative needs by growing the special building fund. GOAL: #2
5. Retain a levy that closely approximates the levy from last year. GOAL: #5

# GENERAL FUND BY CATEGORY

Total General Fund Budget \$9,013,743.00 - Increase of 2.12%



# Percentage of Personnel in General Fund – 69.69%



# GENERAL FUND - BUDGET AND RESOURCES

	2017-18 Budget	2016-2017 Budget	% change from 2016-17
Total General Fund Budget of Disbursements and Transfers:	\$9,013,743.00	\$8,826,999.00	2%
Necessary Cash Reserves:	\$1,522,773.00	\$1,323,625.16	15%
Total Requirements:	\$10,536,516.20	\$10,150,624.16	4%
Total Available Resources Before Property Tax:	\$4,309,059.60	\$3,636,824.16	18.48%
Personal and Real Property Tax Requirements (with 1% Commission):	\$6,290,360.14	\$6,513,800.00	-4%

# Series 2017 Refunding Bond

Date	Bonds due	Interest due	Total due
December 15, 2017	\$210,000.00	\$85,726.25	\$295,726.25
June 15, 2018		\$84,676.25	\$84,676.25
<b>TOTALS</b>	<b>\$210,000.00</b>	<b>\$170,402.50</b>	<b>\$380,402.50</b>
Requirements:			
Total bonds and interest	\$380,402.50		
Add necessary cash balance	\$590,004.13		
Deduct beginning cash balance	\$330,406.63		
Total Requirements:			\$640,000.00
Equals Property Tax requirement			\$640,000.00
Add 1% County Treasurer			\$6,464.64
Equals 2017-2018 property tax requirement			\$646,464.64
Estimated District Valuation			\$697,111,889.00
2017-2018 Bond Redemption Fund Levy			0.092735

**\$7,130,000**

WASHINGTON COUNTY SCHOOL DISTRICT 0024 (ARLINGTON PUBLIC SCHOOLS)

Series 2017 Refunding Series 2012 - Aa3

FINAL

**Debt Service Schedule**

Part 1 of 2

Date	Principal	Coupon	Interest	Total P+I
06/15/2017	-	-	42,863.13	42,863.13
12/15/2017	210,000.00	1.000%	85,726.25	295,726.25
06/15/2018	-	-	84,676.25	84,676.25
12/15/2018	300,000.00	1.150%	84,676.25	384,676.25
06/15/2019	-	-	82,951.25	82,951.25
12/15/2019	320,000.00	1.300%	82,951.25	402,951.25
06/15/2020	-	-	80,871.25	80,871.25
12/15/2020	340,000.00	1.500%	80,871.25	420,871.25
06/15/2021	-	-	78,321.25	78,321.25
12/15/2021	355,000.00	1.650%	78,321.25	433,321.25
06/15/2022	-	-	75,392.50	75,392.50
12/15/2022	375,000.00	1.800%	75,392.50	450,392.50
06/15/2023	-	-	72,017.50	72,017.50
12/15/2023	400,000.00	2.000%	72,017.50	472,017.50
06/15/2024	-	-	68,017.50	68,017.50
12/15/2024	420,000.00	2.150%	68,017.50	488,017.50
06/15/2025	-	-	63,502.50	63,502.50
12/15/2025	445,000.00	2.350%	63,502.50	508,502.50
06/15/2026	-	-	58,273.75	58,273.75
12/15/2026	470,000.00	2.500%	58,273.75	528,273.75
06/15/2027	-	-	52,398.75	52,398.75
12/15/2027	500,000.00	2.750%	52,398.75	552,398.75
06/15/2028	-	-	45,523.75	45,523.75
12/15/2028	530,000.00	2.850%	45,523.75	575,523.75
06/15/2029	-	-	37,971.25	37,971.25
12/15/2029	565,000.00	3.000%	37,971.25	602,971.25
06/15/2030	-	-	29,496.25	29,496.25
12/15/2030	595,000.00	3.000%	29,496.25	624,496.25
06/15/2031	-	-	20,571.25	20,571.25
12/15/2031	635,000.00	3.050%	20,571.25	655,571.25
06/15/2032	-	-	10,887.50	10,887.50
12/15/2032	670,000.00	3.250%	10,887.50	680,887.50
06/15/2033	-	-	-	-
<b>Total</b>	<b>\$7,130,000.00</b>	<b>-</b>	<b>\$1,850,334.38</b>	<b>\$8,980,334.38</b>

2017-18: \$380,402.50  
2018-19: \$467,627.50  
2019-20: \$483,822.50  
2020-21: \$499,192.50  
2021-22: \$508,713.75  
2022-23: \$522,410.00

Payment  
Schedule for  
Series 2017  
Bond  
Refunding

# QCPUF Bonds

Date	Bonds due	Interest due	Total due
Dec 15, 2017	\$250,000.00	\$24,790.00	\$274,790.00
June 15, 2018		\$24,026.25	\$24,026.25
<b>TOTALS</b>	\$250,000.00	\$48,816.25	\$298,816.25
Requirements:			
Total bonds and interest	\$298,816.25		
Add necessary cash balance	\$217,657.02		
Deduct beginning cash balance	\$204,407.00		
Total Requirements:			\$312,066.27
Equals Property Tax requirement			\$312,066.27
Add 1% County Treasurer			\$3,151.87
Equals 2017-2018 property tax requirement			\$315,218.14
Estimated District Valuation			\$697,111,889.00
2017-2018 Bond Redemption Fund Levy			0.045218

# SUMMATIVE NEEDS LIST

\*Roof Resurfacing

\*Locker Room Updates

\*Parking Lot Resurfacing

\*Wrestling Room

\*Demo Old Mechanical

\*Bus Barn

\*Baseball Field Updates

\*Playgrounds Upgrade

\*Fine Arts Auditorium

\*Synthetic Field Surface

# Special Building Fund

2017-2018 Beginning Balance			\$477,255.06
Possible Expenditures from Summative Needs:			
Roof Resurfacing	\$250,000.00		
Bus Barn	\$200,000.00		
Requirements:			
Equals Property Tax requirement			\$140,000.00
Add 1% County Treasurer			\$1,414.14
Equals 2017-2018 property tax requirement			\$141,414.14
Estimated District Valuation			\$697,111,889.00
2017-2018 Bond Redemption Fund Levy			0.020286

# Depreciation

Balance @ 7/30/17	\$905,250.00	
Transfer 8/31/2017:	\$600,000.00	
2017-2018 Beginning Balance		\$1,505,250.00

# NOTICE OF BUDGET HEARING AND BUDGET SUMMARY

	Actual Disbursements & Transfers	Actual/Estimated Disbursements & Transfers	Budgeted Disbursements & Transfers						
FUNDS	2015-2016	2016-2017	2017-2018	Necessary Cash Reserve	Total Available Resources Before Property Taxes	Fee and Delinquent Tax Allowance	Personal and Real Property Tax Requirement	Total	
	(1)	(2)	(3)	(4)	(5)	(6)	(7)		
General	\$ 7,139,620.85	\$ 7,898,089.00	\$ 9,013,743.00	\$ 1,522,773.20	\$ 4,309,059.60	\$ 62,903.54	\$ 6,290,360.14		Total Personal and Real Property Tax Requirement For Bonds
Depreciation	\$ 957,076.95	\$ -	\$ 1,505,250.00		\$ 1,505,250.00				
Employee Benefit	\$ 90,537.00	\$ 92,500.00	\$ 108,326.89	\$ -	\$ 108,326.89				
Contingency	\$ -	\$ -	\$ -		\$ -			\$ 646,464.64	
Activities	\$ 310,454.86	\$ 370,000.00	\$ 458,125.68	\$ -	\$ 458,125.68				
School Nutrition	\$ 285,533.87	\$ 345,000.00	\$ 410,400.00	\$ -	\$ 410,400.00				
Bond	\$ 439,170.25	\$ 507,287.58	\$ 680,402.50	\$ 333,523.09	\$ 373,925.59	\$ 6,464.64	\$ 646,464.64		Total Personal and Real Property Tax Requirement for ALL Other
Special Building	\$ -	\$ -	\$ 691,848.39		\$ 551,848.39	\$ 1,414.14	\$ 141,414.14		
Qualified Capital Purpose Undertaking	\$ 879,319.58	\$ 1,583,816.25	\$ 1,033,816.25	\$ 80,000.00	\$ 801,749.98	\$ 3,152.18	\$ 315,218.45		
Cooperative	\$ -	\$ -	\$ -	\$ -	\$ -				\$ 6,746,992.73
Student Fee	\$ -	\$ -	\$ -	\$ -	\$ -				
	\$ -	\$ -	\$ -	\$ -	\$ -				
<b>TOTALS</b>	<b>\$ 10,101,713.36</b>	<b>\$ 10,796,692.83</b>	<b>\$ 13,901,912.71</b>	<b>\$ 1,936,296.29</b>	<b>\$ 8,518,686.13</b>	<b>\$ 73,934.50</b>	<b>\$ 7,393,457.37</b>		

# LEVY COMPARISON 2010-2017

	for 2010-2011	for 2011-2012	for 2012-2013	for 2013-2014	for 2014-2015	for 2015-2016	for 2016-2017	for 2017-2018
		108.99%	109.96%	111.51%	107.24%	110.72%	108.93%	100.75%
<b>Valuation:</b>	\$400,303,946	\$436,293,993	\$479,769,161	\$534,987,693	\$ 573,737,756	\$635,224,744	\$691,939,625	\$697,111,889
General Fund Levy	1.034567	1.049137	1.049869	1.049892	1.028529	0.950034	0.9508920	0.902346
Building Fund Levy	0.013878	0	0	0	0.020202	0.025252	0.0000000	0.020286
Bond Fund	0.08655	0.090908	0.091584	0.090061	0.088940	0.076616	0.0656910	0.092735
QCPUF	0	0	0	0	0	0.05168	0.0463980	0.045218
<b>Total Tax levies</b>	<b>1.134995</b>	<b>1.140045</b>	<b>1.141453</b>	<b>1.139953</b>	<b>1.137671</b>	<b>1.103582</b>	<b>1.0629810</b>	<b>1.060585</b>
<b>Property Tax Request:</b>								
General Fund	\$4,141,414	\$4,577,323	\$5,036,945	\$5,616,798	\$5,901,056	\$6,034,848	\$6,565,656.00	\$6,290,360.14
Building Fund	\$55,555.56	\$0.00	\$0.00	\$0.00	\$115,906.00	\$160,410.00	\$0.00	\$141,414.14
Bond Fund	\$346,464.64	\$396,630.30	\$439,393.94	\$481,818.00	\$510,282.00	\$486,685.00	\$454,545.00	\$646,464.64
QCPUF	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$328,283.00	\$321,044.00	\$315,218.45