

**Minutes for
Heartland Community Schools
Board of Education Special Meeting**

Monday, August 25, 2014 8:00 PM
Conference Room
1501 Front Street
Henderson, NE 68371-8929

MISSION STATEMENT: Heartland Community Schools - Henderson/Bradshaw is dedicated to educating all students by providing challenging opportunities to learn according to individual needs.

1. Preliminary Procedures

1. Call to Order

Declare meeting to be open, legal, and properly advertised with all members having been informed of the nature of the meeting and having received related information. Announce the Open Meetings Act as posted in the front of the conference room.

2. Public Notice of the Meeting

Notices for the meeting were posted in multiple locations within the communities of Henderson and Bradshaw on Friday, August 22, 2014.

3. Roll Call

2. Public Comments on Agenda Items

This is your opportunity to speak to items on the agenda. If you are not part of the presentation of the agenda, please speak now. Thank you for your participation.

3. Public Comments on Topics Not on the Agenda

This is your opportunity to speak to any topic concerning the school district. Since this topic is outside of the agenda, the board cannot discuss or take action on the matter at this time. Discussion at a future meeting can be requested as an agenda item. Thank you for your participation.

4. Discussion Items

1. Discussion of Proposed 2014-15 Budget

5. New Business

1. Authorize Superintendent as Fiscal Agent

2. To authorize Superintendent Best as the district's fiscal agent Passed with a motion by Mr. Glenn Larson and a second by Mr. Paul Brune.

3. Mr. Kent Allen: Yea, Mr. Gary Braun: Yea, Mr. Paul Brune: Yea, Mr. Glenn Larson: Yea, Mr. Boyd Stuhr: Yea, Mrs. Debra Wilhelm: Yea
4. Van Purchase

5. To authorize the superintendent to purchase a 12 passenger van for student transportation for an amount up to \$30,000 Passed with a motion by Mr. Kent Allen and a second by Mr. Glenn Larson.

6. Mr. Kent Allen: Yea, Mr. Gary Braun: Yea, Mr. Paul Brune: Yea, Mr. Glenn Larson: Yea, Mr. Boyd Stuhr: Yea, Mrs. Debra Wilhelm: Yea

7. Approval of Claims

8. To approve final claims for the 2013-14 school year Passed with a motion by Mr. Paul Brune and a second by Mr. Glenn Larson.

9. Mr. Kent Allen: Yea, Mr. Gary Braun: Yea, Mr. Paul Brune: Yea, Mr. Glenn Larson: Yea, Mr. Boyd Stuhr: Yea, Mrs. Debra Wilhelm: Yea

6. Adjournment

The next scheduled meeting to be held on September 8, 2014 at 8:00 p.m.

7. Motion to adjourn the meeting at 9:09 pm. Passed with a motion by Mr. Boyd Stuhr and a second by Mr. Glenn Larson.

8. Mr. Kent Allen: Yea, Mr. Gary Braun: Yea, Mr. Paul Brune: Yea, Mr. Glenn Larson: Yea, Mr. Boyd Stuhr: Yea, Mrs. Debra Wilhelm: Yea

Board President

Board Secretary

Budget Workshop

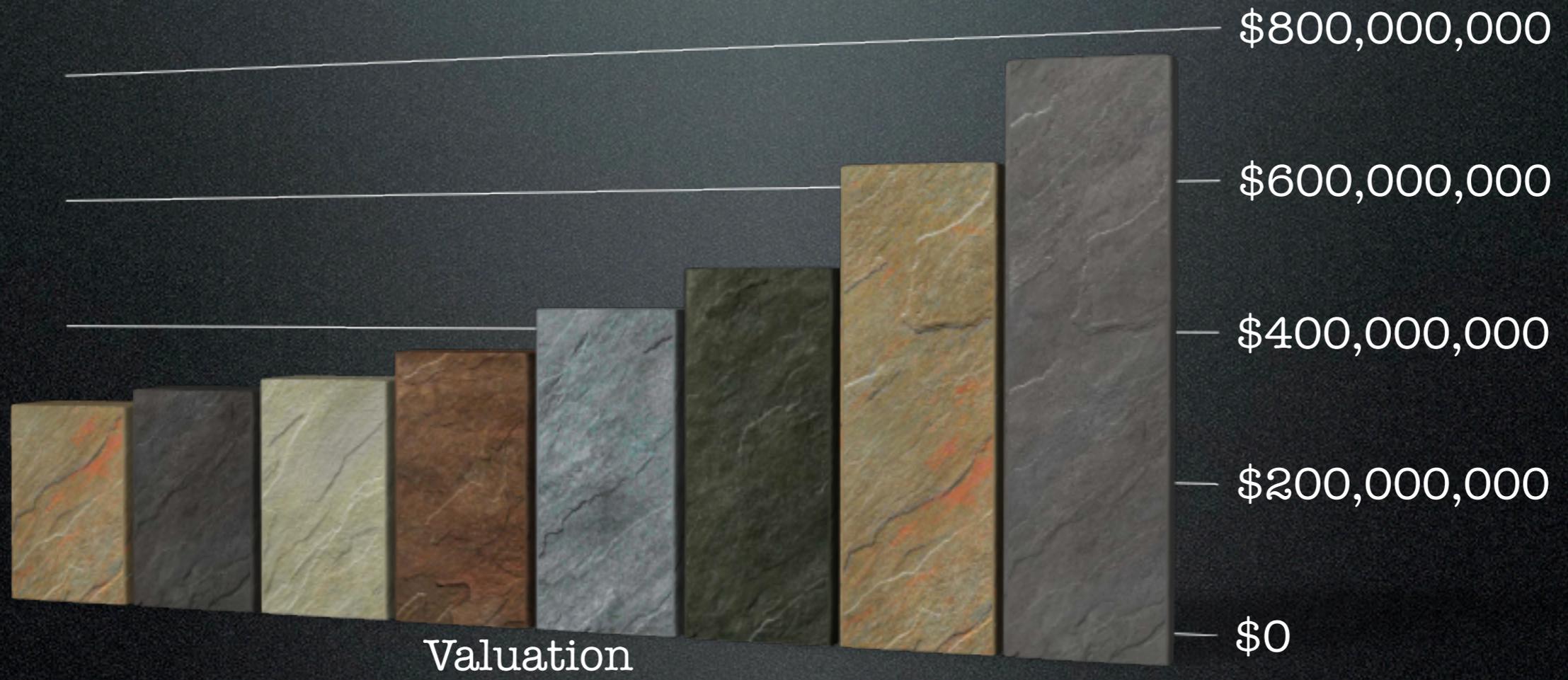
for the 2014-15 School Year

Assessed Valuation

	Property Valuation	Change	Percentage Change
2007-08	\$287,395,138		
2008-09	\$313,033,679	\$25,638,541	9%
2009-10	\$331,085,866	\$18,052,187	6%
2010-11	\$371,105,539	\$40,019,673	12%
2011-12	\$430,947,322	\$59,841,783	16%
2012-13	\$483,787,252	\$52,839,930	12%
2013-14	\$613,842,648	\$130,055,396	27%
2014-15	\$739,427,450	\$125,584,802	20%

Assessed Valuation

2007-08 2008-09 2009-10 2010-11 2011-12
2012-13 2013-14 2014-15



Valuations By County

	2011-12	2012-13	2013-14	2014-15	3-yr Increase
York	\$343,135,251	\$387,823,978	\$485,803,225	\$570,776,771	66.34%
Hamilton	\$87,405,401	\$95,512,354	\$127,465,508	\$167,963,229	92.17%
Fillmore	\$406,670	\$450,920	\$573,915	\$687,450	69.04%
Totals	\$430,947,322	\$483,787,252	\$613,842,648	\$739,427,450	71.58%

Budget of General Fund Expenditures

	General Fund Budget	Change	Percentage Change
2007-08	\$4,375,596		
2008-09	\$4,409,529	\$33,933	0.8%
2009-10	\$4,636,007	\$226,478	5.1%
2010-11	\$5,773,170	\$1,137,163	24.5%
2011-12	\$5,957,735	\$184,565	3.2%
2012-13	\$6,142,129	\$184,394	3.1%
2013-14	\$6,330,341	\$188,212	3.1%
2014-15	\$6,356,139	\$25,798	0.4%

Budget of General Fund Expenditures

2007-08 2008-09 2009-10 2010-11 2011-12
2012-13 2013-14 2014-15



Fund History

Fund	2009-10	2010-11	2011-12	2012-13	2013-14	2014-15
General	\$4,636,007	\$4,773,170	\$5,957,735	\$6,142,129	\$6,333,341	\$6,356,139
Depreciation	\$468,863	\$507,956	\$515,106	\$635,000	\$872,628	\$1,341,625
Quality Capital	\$69,493	\$113,773	\$73,653	\$102,500	\$198,442	\$295,500
Special Building			\$91,800	\$270,000	\$400,010	\$415,000
Total	\$5,174,363	\$5,394,899	\$6,638,294	\$7,149,629	\$7,804,421	\$8,408,264

Tax Asking History

All Funds

	Local Property Tax Asking	Change	Percentage Change
2007-08	\$3,056,724		
2008-09	\$3,375,490	\$318,766	10.4%
2009-10	\$3,574,114	\$198,624	5.9%
2010-11	\$3,969,344	\$395,230	11.1%
2011-12	\$4,178,094	\$208,750	5.3%
2012-13	\$4,464,957	\$286,863	6.9%
2013-14	\$4,688,011	\$223,054	5.0%
2014-15	\$4,637,821	-\$50,190	-1.1%

Tax Asking History

All Funds

2007-08 2008-09 2009-10 2010-11 2011-12
2012-13 2013-14 2014-15



Tax Levy History

Fund	2008-09	2009-10	2010-11	2011-12	2012-13	2013-14	2014-15 Proposed
General	\$1.0570	\$1.0576	\$1.0501	\$0.9195	\$0.8745	\$0.7149	\$0.5939
Quality Capital	\$0.0234	\$0.0203	\$0.0196	\$0.0184	\$0.0140	\$0.0234	\$0.0280
Special Building			\$0.0316	\$0.0316	\$0.0345	\$0.0253	\$0.0054
Total	\$1.0804	\$1.0779	\$1.1013	\$0.9695	\$0.9229	\$0.7637	\$0.6273

Tax Levy History



General Fund

- The General Fund finances all facets of services rendered by the school district. General Fund receipts are classified according to source while its expenditures are classified according to specific functions. The General Fund is maintained by all operating school districts in the state. General Fund expenditures are limited by statute. The tax levy for this fund is restricted.
- Current Balances:
 - Checking - \$977,833
 - Savings - \$2,326,995
 - 59.4 cent levy proposed for next year

Monthly Averages

3-yr. Period

	Avg. Revenues	Avg. Expenses	Difference
September	\$988,604	\$375,809	\$612,795
October	\$329,377	\$341,882	-\$12,505
November	\$62,123	\$302,406	-\$240,283
December	\$107,751	\$350,425	-\$242,674
January	\$676,320	\$425,005	\$251,315
February	\$516,340	\$344,303	\$172,037
March	\$191,981	\$326,563	-\$134,582
April	\$298,098	\$423,370	-\$125,272
May	\$1,261,986	\$344,432	\$917,554
June	\$513,457	\$359,792	\$153,665
July	\$110,123	\$373,116	-\$262,993
August	\$51,985	\$750,000	-\$698,015

Depreciation Fund

- The purpose of the Depreciation Fund is to spread replacement costs over a period of years in order to avoid a disproportionate tax effort in a single year to meet such an expense. The Depreciation Fund is not specifically provided for in law; therefore, this fund is considered a component of the General Fund. Typically, a portion of the monies budgeted and remaining in General Fund at the end of the fiscal year are moved to the Depreciation Fund. This fund is restricted by statute as part of the Allowable Reserve limitation, but fund expenses do not affect spending limitations. This criteria has been met in the year the funds were transferred.
- Current Balance: \$1,186,000
 - \$155,000 per year as line items in general fund budget

Budgeted Depreciation Amounts (per yr.)

General Classification	Specific Area	Budget Area	Amount
Instructional Equipment	Computer Hardware	1100	\$60,000
	Furniture	1100	\$10,000
	Textbooks	1100	\$7,500
Building Equipment	Track	2620	\$10,000
	HVAC	2620	\$5,500
	Upkeep	2620	\$10,000
Transportation Equipment	Buses	2750	\$40,000
	Vehicles	2520	\$13,000
Total Budgeted Expenses to Depreciation			\$156,000

Amounts do not include Building Fund or QCPUF projects

Special Building Fund

- A Special Building Fund is used when a school board decides to acquire or improve sites and/or to erect, alter or improve buildings. The sale of bonds, the sale of property, or tax receipts will be the primary sources of revenue for the Special Building Fund. General Fund expenditures for the purpose of this fund are not allowable.
- Current Balance: \$375,500
 - Propose increasing to \$415,000
 - 0.54 cent levy proposed for next year (down 2 cents)

QCPUF

- A Qualified Capital Purpose Undertaking Fund may be established for the removal of environmental hazards, the reduction or elimination of accessibility barriers in school district buildings, the repayment of a qualified zone academy bond issued for a qualified capital purpose, modifications for life safety code violations, indoor air quality projects, and mold abatement and prevention projects.
- Current Balance: \$90,300
 - \$90,000 next year to pay principal and interest
 - \$7,000 to pay back General Fund
- To Pay Off 2 Bonds in December of 2016:
 - Propose increasing to \$206,500 for next two years
 - 2.8 cent levy proposed for next year (up 0.5 cent)
 - \$11,600 savings in interest

Example Fund Projects

3 to 4 year timeline

	General Fund	Depreciation Fund	Special Building Fund
Example Projects by Fund	<ul style="list-style-type: none"> • Carpeting 	<ul style="list-style-type: none"> • Intercom • Playground • Furniture • Restrooms • Scoreboards • Lockers • Fire Alarm System • Classroom AC • <u>Buses</u> • <u>Vehicles</u> • <u>HVAC</u> • <u>Equipment</u> • <u>Textbooks</u> • <u>Computers</u> 	<ul style="list-style-type: none"> • Additional Security • Courtyards • Gym AC • Electrical Panels • Bus Barn • Theatre updates
Ballpark Costs	\$5,000	\$725,000	\$375,000

Underlined have line item in each year's budget

