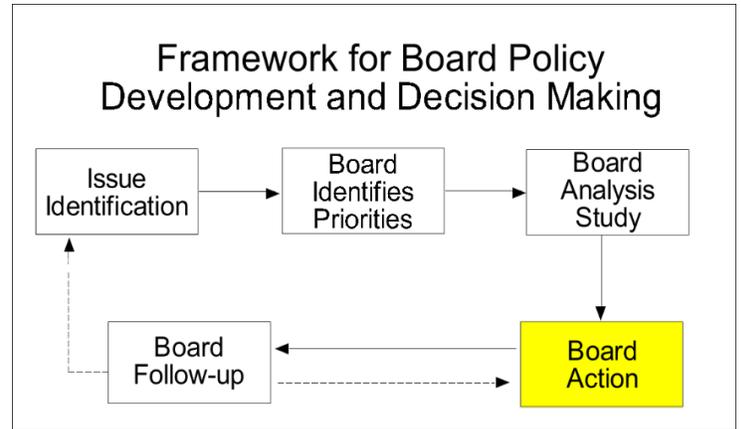


Iowa State Board of Education

Executive Summary

March 26, 2020



Agenda Item: Fiscal Year 2020-2021 Annual Budget Approval for Area Education Agencies

State Board Priorities: All

State Board Role/Authority: Iowa Code section 273.3(12) authorizes the State Board to review the proposed budget of each area education agency (AEA) and either grant approval or return the budget without approval with comments of the State Board included. An unapproved budget shall be resubmitted to the State Board for final approval.

Presenter(s): Tom Cooley, Chief
Bureau of School Business Operations

Attachment(s): One

Recommendation: It is recommended that the State Board approve the AEA budgets for fiscal year 2020-2021.

Background: Iowa Code section 273.3, subsection 12, requires that the State Board review the proposed budget of each AEA and either grant approval or return the budget without approval with comments by May 1. The State Board shall give final approval only to budgets submitted by AEAs accredited by the State Board or that have been given conditional accreditation by the State Board. Eight of the nine AEAs are fully accredited and Mississippi Bend has conditional accreditation for the 2019-2020 fiscal year.

Proposed Budget, Fiscal Year 2020-21

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 custodial (previously known as 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 Parent Education for At Risk (0-3yrs of age). Federal sources include federal grants such as Title I, IDEA (Individuals with Disabilities Education Act), Title III (English Language Acquisition State Grants) and Medical Assistance Program (Medicaid Direct Services Reimbursement). 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.

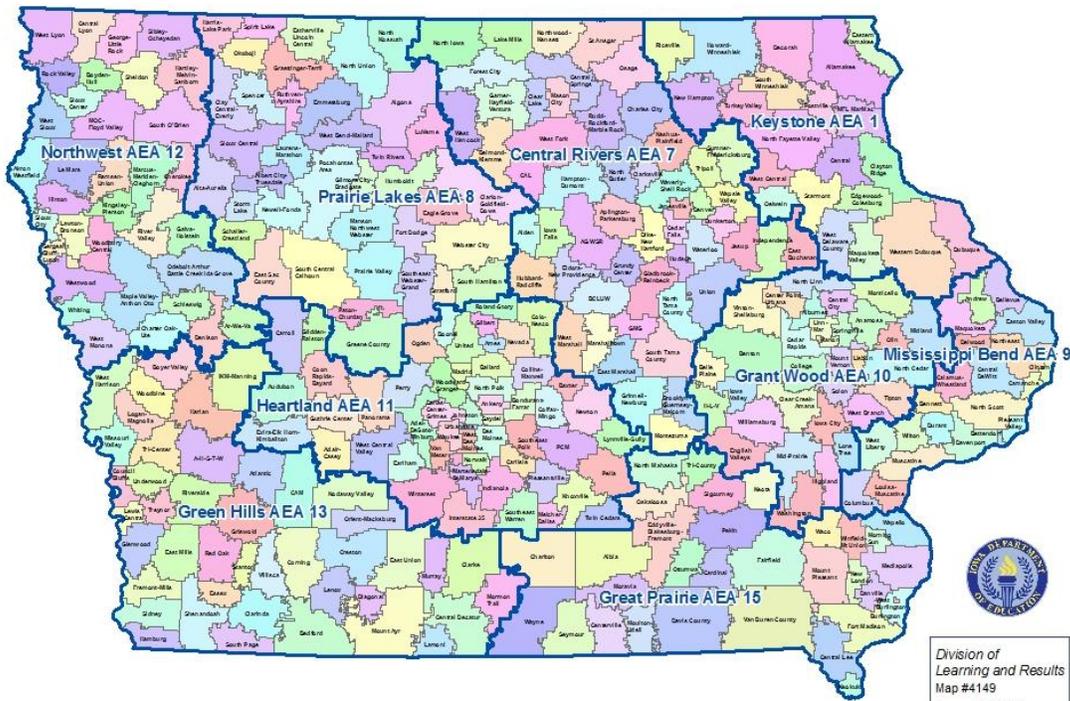
Area Education Agencies

Financial Reporting and Budgeting

Area Education Agencies Legend

1 (9201)	Keystone AEA	Elkader
5 or 8 (9205)	Prairie Lakes AEA	Pocahontas
7 (9207)	Central Rivers AEA	Cedar Falls
9 (9209)	Mississippi Bend AEA	Bettendorf
10 (9210)	Grant Wood AEA	Cedar Rapids
11 (9211)	Heartland AEA	Johnston
12 (9212)	Northwest AEA	Sioux City
13 (9213)	Green Hills AEA	Council Bluffs
15 (9215)	Great Prairie AEA	Ottumwa

Iowa Area Education Agencies and School Districts 2019-20



**Proposed Resources by Major Source
All Budgeted Funds
Fiscal Year 2021**

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	6,557,336	1,530,771	-	7,256,227	1,614,015	8,230,643	427,374	-	-	1,800,857	27,417,223
5	6,652,059	1,746,261	-	7,594,721	2,175,277	8,451,132	892,911	-	-	4,487,049	31,999,410
7	13,104,767	7,051,251	-	15,942,006	4,825,590	15,857,200	955,800	-	728,673	9,229,793	67,695,080
9	9,616,529	2,823,000	27,600	11,975,061	2,247,119	11,536,031	515,000	-	416,448	1,250,982	40,407,770
10	13,960,869	7,804,900	-	17,792,649	3,562,724	16,663,000	621,935	-	-	8,139,343	68,545,420
11	26,769,784	4,597,874	-	36,191,713	6,723,277	33,222,065	1,237,651	-	125,000	13,076,784	121,944,148
12	8,868,626	1,352,104	-	10,301,340	2,673,961	10,160,787	976,535	-	-	6,073,742	40,407,095
13	7,577,942	2,860,000	-	9,622,781	2,472,633	11,100,000	269,365	-	62,500	2,677,433	36,642,654
15	6,834,609	1,143,391	-	8,706,890	1,978,827	9,484,854	351,263	-	6,041	3,683,190	32,189,065
Total	99,942,521	30,909,552	27,600	125,383,388	28,273,423	124,705,712	6,247,834	0	1,338,662	50,419,173	467,247,865

Percentage of Total

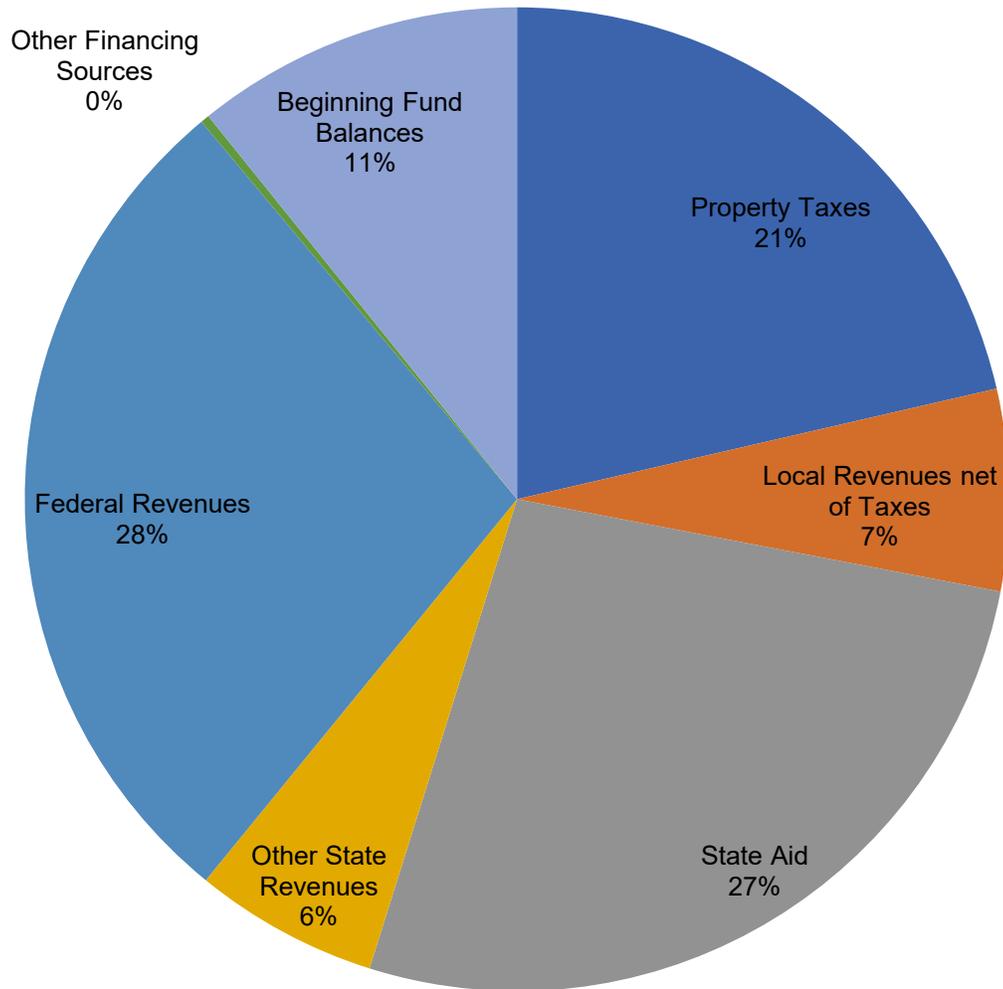
AEA	Taxes (Controlled Funding)	Other Local Revenues	Intermediate Revenues	State Aid (Controlled Funding)	Other State Revenues	IDEA Federal Grant *	Other Federal Revenues	Long-term Debt Proceeds	Other Financing Sources **	Beginning Fund Balance	Total
1	23.92%	5.58%	0.00%	26.47%	5.89%	30.02%	1.56%	0.00%	0.00%	6.57%	100.00%
5	20.79%	5.46%	0.00%	23.73%	6.80%	26.41%	2.79%	0.00%	0.00%	14.02%	100.00%
7	19.36%	10.42%	0.00%	23.55%	7.13%	23.42%	1.41%	0.00%	1.08%	13.63%	100.00%
9	23.80%	6.99%	0.07%	29.64%	5.56%	28.55%	1.27%	0.00%	1.03%	3.10%	100.00%
10	20.37%	11.39%	0.00%	25.96%	5.20%	24.31%	0.91%	0.00%	0.00%	11.87%	100.00%
11	21.95%	3.77%	0.00%	29.68%	5.51%	27.24%	1.01%	0.00%	0.10%	10.72%	100.00%
12	21.95%	3.35%	0.00%	25.49%	6.62%	25.15%	2.42%	0.00%	0.00%	15.03%	100.00%
13	20.68%	7.81%	0.00%	26.26%	6.75%	30.29%	0.74%	0.00%	0.17%	7.31%	100.00%
15	21.23%	3.55%	0.00%	27.05%	6.15%	29.47%	1.09%	0.00%	0.02%	11.44%	100.00%
Total	21.39%	6.62%	0.01%	26.83%	6.05%	26.69%	1.34%	0.00%	0.29%	10.79%	100.00%

* IDEA Federal Grant includes Part B flowthrough to LEAs of approximately \$24,000,000.

** Other financing sources include interfund transfers and proceeds from the disposition of fixed assets.

Resources by Major Source

Fiscal Year 2020-2021



**Proposed Expenditures by Function Category
All Budgeted Funds
Fiscal Year 2021**

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	180,308	9,761,684	8,166,537	4,922,071	891,221	1,000	-	57,454	-	-	1,436,919	2,000,029	27,417,223
5	1,242,538	15,850,662	3,800,244	4,231,203	814,034	-	-	105,809	-	-	1,467,871	4,487,049	31,999,410
7	8,659,400	21,566,500	13,634,400	8,539,600	1,601,800	4,000	444,600	139,800	150,000	578,673	3,767,273	8,609,034	67,695,080
9	1,827,677	18,116,329	7,935,706	5,991,002	951,912	-	64,710	-	-	416,448	2,731,795	2,372,191	40,407,770
10	2,061,383	24,615,349	19,666,652	10,242,380	1,209,295	-	3,900	826,870	-	-	3,365,000	6,554,591	68,545,420
11	4,458,012	46,735,439	32,561,891	18,292,342	1,447,546	3,750	480	207,720	75,000	-	6,861,550	11,300,418	121,944,148
12	912,826	12,690,356	11,859,058	6,116,832	1,095,642	4,500	-	-	-	-	2,069,932	5,657,949	40,407,095
13	3,370,000	14,685,000	6,180,000	5,340,500	758,000	3,500	993,000	97,000	62,500	-	1,851,517	3,301,637	36,642,654
15	2,456,927	12,240,256	7,022,563	4,564,337	850,964	200	-	106,707	-	-	1,714,200	3,232,911	32,189,065
Total	25,169,071	176,261,575	110,827,051	68,240,267	9,620,414	16,950	1,506,690	1,541,360	287,500	995,121	25,266,057	47,515,809	467,247,865

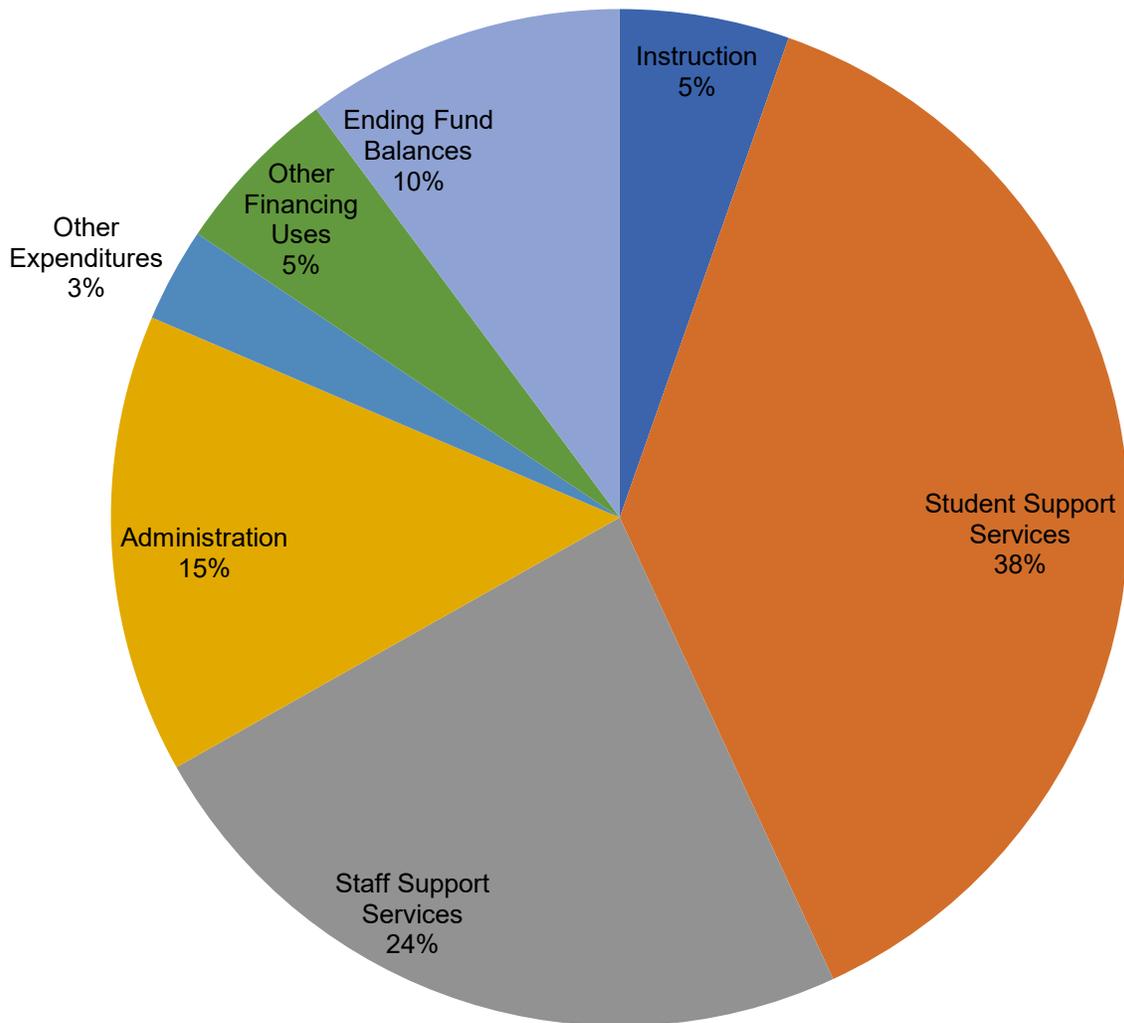
Percentage of Total

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	0.66%	35.60%	29.79%	17.95%	3.25%	0.00%	0.00%	0.21%	0.00%	0.00%	5.24%	7.29%	100.00%
5	3.88%	49.53%	11.88%	13.22%	2.54%	0.00%	0.00%	0.33%	0.00%	0.00%	4.59%	14.02%	100.00%
7	12.79%	31.86%	20.14%	12.61%	2.37%	0.01%	0.66%	0.21%	0.22%	0.85%	5.57%	12.72%	100.00%
9	4.52%	44.83%	19.64%	14.83%	2.36%	0.00%	0.16%	0.00%	0.00%	1.03%	6.76%	5.87%	100.00%
10	3.01%	35.91%	28.69%	14.94%	1.76%	0.00%	0.01%	1.21%	0.00%	0.00%	4.91%	9.56%	100.00%
11	3.66%	38.33%	26.70%	15.00%	1.19%	0.00%	0.00%	0.17%	0.06%	0.00%	5.63%	9.27%	100.00%
12	2.26%	31.41%	29.35%	15.14%	2.71%	0.01%	0.00%	0.00%	0.00%	0.00%	5.12%	14.00%	100.00%
13	9.20%	40.08%	16.87%	14.57%	2.07%	0.01%	2.71%	0.26%	0.17%	0.00%	5.05%	9.01%	100.00%
15	7.63%	38.03%	21.82%	14.18%	2.64%	0.00%	0.00%	0.33%	0.00%	0.00%	5.33%	10.04%	100.00%
Total	5.39%	37.72%	23.72%	14.60%	2.06%	0.00%	0.32%	0.33%	0.06%	0.21%	5.41%	10.17%	100.00%

* Other financing uses include Part B flowthrough to LEAs. Interfund transfers are also included.

Expenditures by Function

Fiscal Year 2020-2021



Three-Year Comparison All Budgeted Funds

Revenues and Other Financing Sources plus Beginning Balance:	Proposed Budget Fiscal Year 2021	Re-estimated Fiscal Year 2020	Actual Fiscal Year 2019
Taxes (Controlled Funding)	99,942,521	98,489,058	96,781,203
Other Local Revenues	30,909,552	32,854,412	32,992,833
Intermediate Revenues	27,600	27,600	107,894
*State Aid (Controlled Funding)	125,383,388	109,483,456	106,023,216
Other State Revenues	28,273,423	28,675,165	27,614,268
IDEA Federal Grant	124,705,712	124,594,564	121,910,071
Other Federal Revenues	6,247,834	6,540,726	6,205,589
Long-term Debt Proceeds	-	-	66,300
Other Financing Sources	1,338,662	3,412,825	2,758,230
Beginning Fund Balance	50,419,173	53,041,823	46,385,390
Total	467,247,865	457,119,629	440,844,993

Expenditures and Other Financing Uses plus Ending Balance:	Proposed Budget Fiscal Year 2021	Re-estimated Fiscal Year 2020	Actual Fiscal Year 2019
Instruction	25,169,071	24,583,784	23,114,298
Student Support Services	176,261,575	164,686,482	159,339,840
Staff Support Services	110,827,051	108,094,120	101,066,344
Administration and Central Support Services	68,240,267	66,943,281	63,712,457
Plant Operation & Maintenance	9,620,414	9,727,091	8,992,293
Transportation	16,950	12,450	5,338
Other Support Services	1,506,690	1,502,007	1,407,378
Non-instructional Programs	1,541,360	1,518,520	1,928,458
Facilities Acquisition	287,500	1,664,364	1,146,124
Debt Service	995,121	965,276	894,069
Other Financing Uses	25,266,057	27,003,081	26,196,573
Ending Fund Balance	47,515,809	50,419,173	53,041,822
Total	467,247,865	457,119,629	440,844,993

*AEA Controlled funding reflects current law.