

Legislative Report FY 2018 Secure an Advanced Vision for Education (SAVE) Annual Report



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IOWA CODE REQUIREMENTS REGARDING SAVE REPORTING

This report regarding the Secure an Advanced Vision for Education (SAVE) fund and any remaining School Infrastructure Local Option (SILO) funds is provided per the following requirements from Iowa Code.

256.9 (19) Duties of director.

The department shall compile the financial information related to chapters 423E and 423F from the certified annual reports of each school district received pursuant to section 291.10, subsection 2, and shall submit the information to the general assembly in an annual report each February 1.

291.10 (1) Reports by secretary.

The school district shall file an annual report with the director of the department of education on forms prepared for that purpose.

291.10 (2) Reports by secretary.

The annual report shall include the financial information required in section 423F.5, subsection 1, as related to moneys received under chapter 423E or 423F, as applicable, for each budget year.

423F.5 (1) Contents of financial audit.

A school district shall include as part of its financial audit for the budget year beginning July 1, 2007, and for each subsequent budget year the amount received during the year pursuant to chapter 423E or this chapter, as applicable. In addition, the financial audit shall include the amount of bond levies, physical plant and equipment levy, and public educational and recreational levy reduced as a result of the moneys received under chapter 423E or this chapter, as applicable. The amount of the reductions shall be stated in terms of dollars and cents per one thousand dollars of valuation and in total amount of property tax dollars. Also included shall be an accounting of the amount of moneys received which were spent for infrastructure purposes pursuant to chapter 423E or this chapter, as applicable.

These funds are intended to be used solely for school infrastructure purposes or property tax relief.

SAVE ANNUAL REPORT - JANUARY 2018

Due to rounding, numbers presented throughout this document may not add up precisely to the totals provided and percentages may not precisely reflect the absolute figures.

FY18 SALES TAX FINANCIAL INFORMATION - FUND 33

BALANCES

	FY17	FY18	Difference	Growth/Decline
School Districts Submitting Information	333	333	0	0%
Beginning Balance	\$731,305,486	\$639,242,108	-\$92,063,378	-13%
Ending Balance	\$639,242,108	\$697,234,836	\$57,992,729	8%

REVENUES

	FY17	FY18	Difference	Growth/Decline
Total Revenues and Transfers	\$614,891,376	\$693,028,289	\$78,136,913	11%
Sales Tax Revenues	464,505,559	453,862,495	-\$10,643,064	-2%
Other Local Revenues	11,895,085	16,102,766	\$4,207,681	26%
Other State Revenues	141,636	357,626	\$215,990	60%
Federal Revenues	2,000,788	1,970,708	-\$30,080	-2%
Sale of Long-Term Debt	122,608,665	203,546,165	\$80,937,500	40%
Transfer from Other Funds	8,529,889	6,387,884	-\$2,142,005	-25%
Other Revenue	5,209,755	10,800,645	\$5,590,891	52%

EXPENDITURES

	FY17	FY18	Difference	Growth/Decline
Total Expenditures and Transfers	\$707,390,613	\$635,035,560	-\$72,355,052	-10%
School Infrastructure Construction	281,713,229	235,964,217	-\$45,749,011	-16%
Land Purchased	4,979,305	5,801,065	\$821,760	14%
Buildings Purchased	1,800,691	3,205,385	\$1,404,694	44%
Equipment	63,327,465	63,336,573	\$9,108	.01%
Other	74,243,025	57,530,729	-\$16,712,296	-23%
Transfers to the Debt Service Fund	256,412,220	254,409,628	-\$2,002,592	-1%
Transfers to Other Funds	24,914,677	14,787,963	-\$10,126,715	-41%

“Other” expenditures refers to issuance costs and debt-related costs, purchased professional and technical services such as architectural and legal, salaries and benefits related to project costs, construction services, building construction supplies, equipment, and purchased property services.

COMPARISON OF TOTAL EXPENDITURES TO TOTAL REVENUES

Year	Expenditures as a Percent of Revenues
FY17	115.0%
FY18	91.6%

FY18 REVENUE BONDS INFORMATION

	FY17	FY18	Difference	Growth/Decline
SAVE Balances and Revenue Bonds				
Nonspendable Fund Balance	\$693,456	\$449,318	-\$244,138	-35%
Restricted Fund Balance (for Revenue Bond Reserve)	\$53,035,260	\$47,976,331	-\$5,058,930	-10%
Other Restricted Balance	\$618,471,485	\$701,447,509	\$82,976,023	12%
Unassigned Fund Balance	-\$33,393,953	-\$52,638,321	\$19,244,369	37%
Revenue Bonds Outstanding	\$1,784,043,945	\$1,726,162,964	-\$57,880,981	-3%

Definitions for Revenue Bonds Information

Nonspendable Fund Balance – The nonspendable fund balance classification includes amounts that cannot be spent because they are either (a) not in spendable form or (b) legally or contractually required to be maintained intact. This may include the long-term amount of loans and receivables, as well as property acquired for resale and the corpus (principal) of a permanent fund.

Restricted Fund Balance – The restricted fund balance classification should be reported when legally enforceable constraints placed on the use of resources are either (a) externally imposed by creditors, grantors, contributors, or laws or regulations of other governments or (b) imposed by law through constitutional provisions or enabling legislation.

Unassigned Fund Balance – The unassigned fund balance classification is used to report the residual amount for all *other* governmental funds after nonspendable, restricted, and committed balances have been identified, if the residual amount is negative.

SAVE/SILO REPORTING

REVENUE PURPOSE STATEMENT (RPS) SUMMARY

	FY17		FY18	
	School Districts	Percentage	School Districts	Percentage
School districts that indicated RPS expires 2029	285	86%	282	85%
School districts that indicated RPS expires before 2029	48	14%	51	15%
School Infrastructure Purposes	332	99%	329	99%
Property Tax Relief	294	88%	286	86%
Physical Plant and Equipment Levy (PPEL) Purposes	309	93%	309	93%
Public Education and Recreation Levy (PERL) Purposes	128	38%	126	38%
Share with other entities under a 28E agreement	62	19%	63	19%

LEVY INFORMATION

Did the district reduce levies as a result of the moneys received under Chapter 423E or 423F in the following funds?	FY17	FY18	Difference	Growth/Decline
Debt Service Levy				
Number of school districts that indicated "yes"	37	37	0	0%
Amount of property tax reduction	\$20,012,199	\$13,260,783	-\$6,751,417	-34%
PPEL				
Number of school districts that indicated "yes"	10	16	6	63%
Amount of property tax reduction	\$3,641,822	\$2,972,512	-\$669,310	-18%
PERL				
Number of school districts that indicated "yes"	0	0	0	0%
Amount of property tax reduction	0	0	\$0	0%

MISCELLANEOUS INFORMATION

	FY17	FY18	Difference	Growth/Decline
Number of school districts that issued revenue bonds through Chapter 423F	144	147	3	2%
Amount of sales tax used to pay revenue bonds during FY19	\$122,738,490	\$124,077,790	\$1,339,300	1%
Number of school districts that indicated if local option sales and services tax (LOSST)/SAVE were not available, the district would have increased property taxes through a bond referendum, voter-approved PPEL, regular PPEL, and/or PERL	238	243	5	2%