

# **ARROWHEAD UNION HIGH SCHOOL DISTRICT FACILITIES COMMUNITY TASK FORCE**

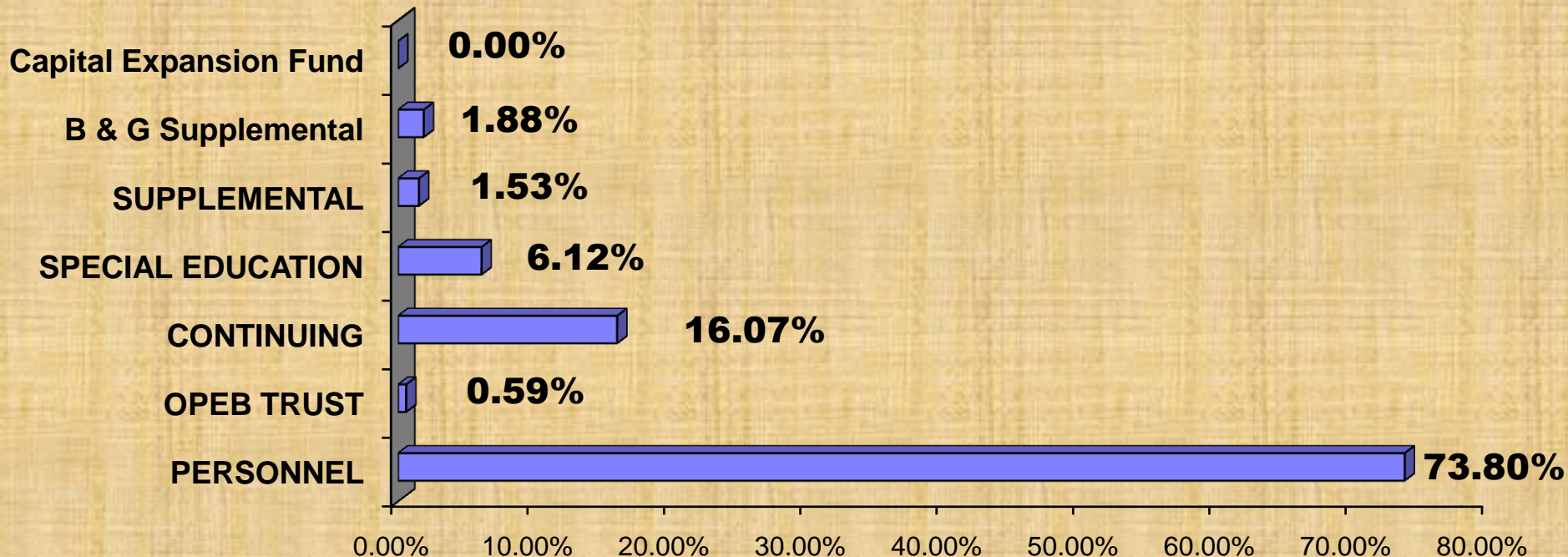
District Finance Information

March 1, 2011

# Operating Budget Information

- 2010-11 Expenditure Budget = \$24,720,775

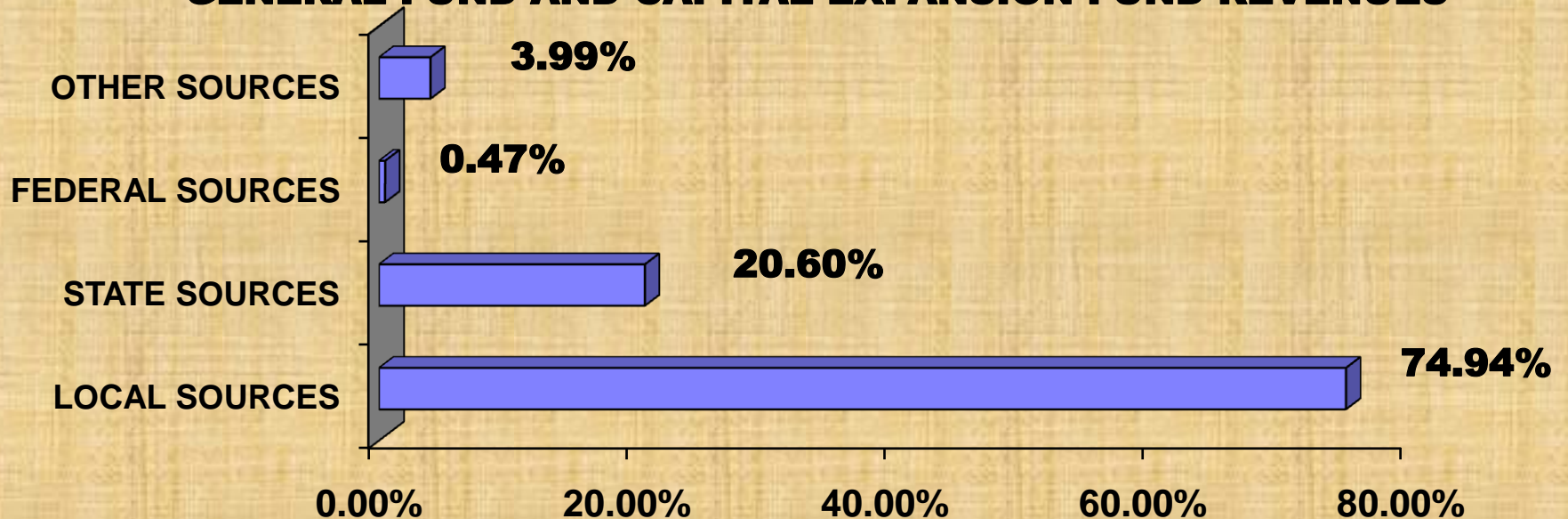
## 2010-11 Arrowhead Union High School District General Fund and Capital Expansion Fund Expenditures



# Operating Budget Information

- 2010-11 Revenue Budget = \$24,720,775

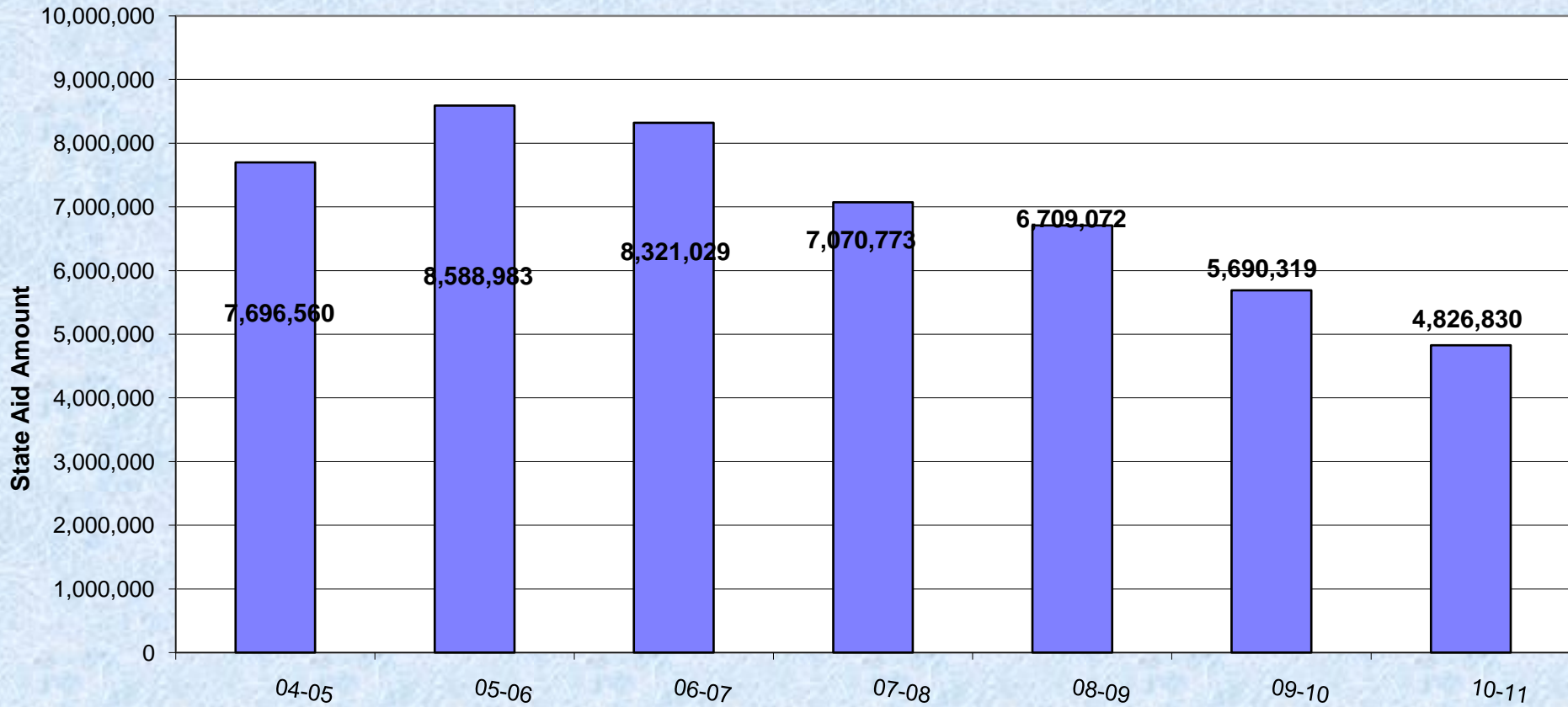
## 2010-11 ARROWHEAD UNION HIGH SCHOOL DISTRICT GENERAL FUND AND CAPITAL EXPANSION FUND REVENUES



# State Equalization Aid

Variables: Equalized Value, Enrollment, Shared Cost, Negative Tertiary Aid (149.58% of state average equalized value per student)

ARROWHEAD UNION HIGH SCHOOL DISTRICT STATE AID REIMBURSEMENT



# DISTRICT FUND BALANCE

- General Fund Balance on June 30, 2010 is \$5,564,988
- Used to avoid excessive short term borrowing thereby avoiding associated interest expense (Arrowhead's General Fund Balance is \$5,564,988 yet the district is borrowed \$3,700,000 in 2010-11 to meet cash flow requirements)
- Uses of General Fund Balance can include "one time" expenditures or emergency expenditures
- General Fund Balance demonstrates financial stability and therefore preserves or enhances the district's bond rating. Thus saving long term borrowing interest expense.
- The district's projected General Fund Balance of \$5,564,988 offsets district liabilities including Other Post Employment Benefits
- A prudent business practice would be to retain three months of expenditures as working cash. Three months of general fund expenditures at AHS amounts to approximately \$6,180,194

# BREAKDOWN OF 2010-11 TAX LEVY

	2010-11
General Fund	\$17,637,885
Long Term Debt	\$2,003,514
Capital Expansion Fund	\$0
Community Service	\$15,000
<b>TOTAL</b>	<b>\$19,656,399</b>

# Limited Tax Levy Authority - Revenue Limit

- ❑ FACTORS
- ❑ Per Pupil Cost adjusted annually (-500, -\$250, \$200, \$274)
- ❑ Three year Rolling Average Enrollment change
- ❑ State Equalization Aid Reimbursement
- ❑ Community Service Tax Levy
- ❑ Referendum Approved Debt Service Tax Levy

# The District's Moody's Rating

- ❑ **Aa1 Rating** (next highest rating is Aaa, which only six districts in the state have)
- ❑ Only 11 districts in the state have Aa1 Moody's rating (207 districts have Moody's ratings)
- ❑ Factors contributing to the Aa1 Moody's rating include: solid reserve levels, large tax base, low debt burden