

AHPA - Finance Presentation

Revenue, expenditures, and restrictions

May 28, 2024

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AHPA - Finance Presentation

Content

- **Budget timeline**
- **Revenue**
 - Types of revenue.
 - Restrictions.
 - FY25 projected revenues.
 - [Minnesota School Finance Guide for Legislators](#)
- **Expenditures**
 - Types of expenditures.
 - Restrictions.
 - FY25 projected expenditures.
 - [10 year history of expenditures by program level.](#)
- **Fund balance by type and restriction links to MN statutes**
- **Questions**



Budget timeline

FY 2024-25

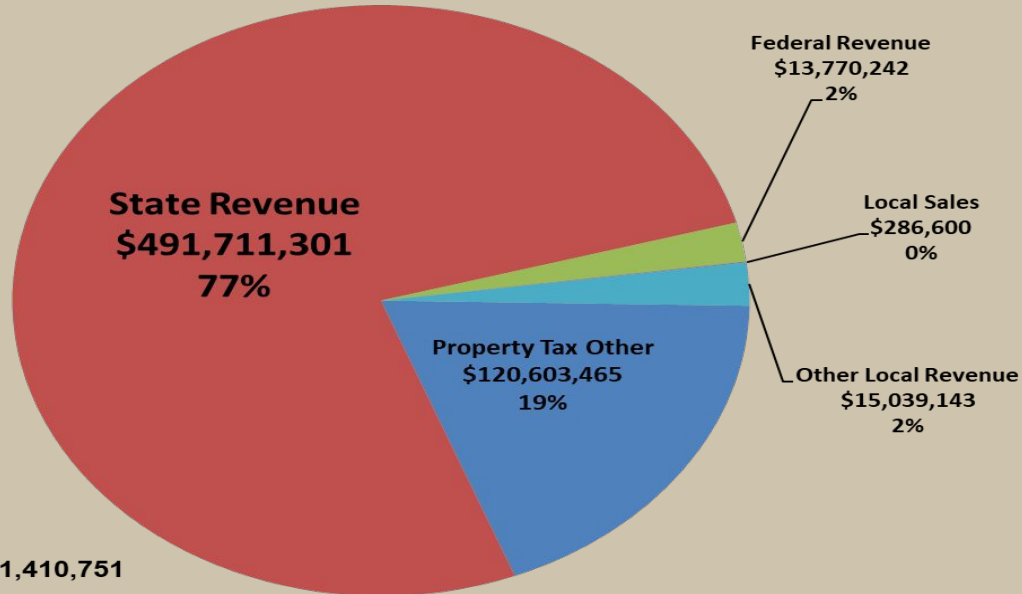
- **Dec. 2023:** Certified pay 2024 levy.
- **Feb. 12 through May 20:** Legislative policy session.
- **Jan. and Feb. 2024:** Finalize enrollment projections.
- **Feb. through May 2024:** Review staffing.
- **Feb. through April 2024:** Develop, distribute and review department and site budgets.
- **April 22, 2024:** Preliminary review of FY25 general fund assumptions with legislative assumptions.
- **May 20, 2024:** Propose FY25 budget all funds.
- **June 24, 2024:** Approve FY25 budget all funds.



Revenue by type

General fund revenue

ANOKA-HENNEPIN ISD11 General Fund Revenue by Source



Total Revenue FY2025 \$641,410,751



Revenue by type

General fund property tax FY25 projected \$120M

- Property tax: approved levy and county apportionment

Funds	Certified Payable 2023 (\$)	Proposed Levy Payable 2024 (\$)	Difference from Pay 2023 (\$)	% Change
General Fund				
Referendum	\$50,061,257	\$49,885,709	(\$175,548)	-0.35%
Local Optional Revenue	26,382,000	28,083,052	1,701,052	6.45%
Equity	4,827,557	4,783,715	(43,841)	-0.91%
Transition	1,301,182	1,306,094	4,912	0.38%
Capital Project Referendum	5,017,735	5,989,152	971,417	19.36%
Operating Capital	3,500,811	4,167,723	666,911	19.05%
Alternative Teacher Compensation	3,597,426	3,547,735	(49,691)	-1.38%
Integration	2,317,285	2,394,991	77,706	3.35%
Reemployment Insurance	50,000	300,000	250,000	500.00%
Safe Schools	1,509,103	1,514,799	5,697	0.38%
Career Technical	2,572,611	2,607,618	35,007	1.36%
LT Facilities	10,676,123	10,761,573	85,450	0.80%
Lease	4,992,591	5,064,107	71,516	1.43%
General Fund Adjustments	(1,042,826)	(602,803)	440,023	N/A
Total General Fund	\$115,762,854	\$119,803,465	\$4,040,610	3.49%
Community Service	\$4,710,494	\$4,709,455	(\$1,039)	-0.02%
Debt Service	\$13,427,705	\$13,459,011	\$31,306	0.23%
OPEB Debt Service	\$1,963,989	\$1,990,506	\$26,518	1.35%
Total Proposed Levy	\$135,865,042	\$139,962,437	\$4,097,395	3.02%



Revenue by type

General fund state revenue FY25 projected \$491.7M

- State revenue of \$491.7 million:
 - [General education revenue](#)(\$354.6M)
 - Basic Formula (\$302.5M)
 - \$7281 * 41,545 adjusted pupil units for FY25 (\$302.5M)
 - » Staff development 2% set aside of basic formula (\$6M)
 - » Learning and development K-3 restricted (\$8.2M)
 - Local optional revenue(\$724/APU) aid portion (\$2.4M)
 - Extended time \$5,117 up to additional .2 ADM earned (\$2.1M)
 - Gifted and talented \$13*adjusted pupil units* (\$541K)
 - Basic skills revenue* (\$38.2M)
 - Operating capital revenue* (\$5.4M)
 - Pension adjustment revenue - to cover .21% employer contribution increase (\$3.4M)

*restricted funding source



Revenue by type

General fund state revenue FY25 projected \$492M

- State revenue of \$492 million continued:
 - Categorical revenue (\$137.1M)
 - Special education-reimbursement based (\$109.1M)
 - American Indian Education Aid* (\$432K)
 - Permanent school fund income (\$1.6M)
 - Q-Comp aid portion of \$169 per 10/1 enrollment* (\$6.5M) (levy portion is \$91 per 10/1)
 - Long-term facilities maintenance equalization aid portion of \$380 per APU* (\$5.2M)
 - Achievement and integration aid* (\$5.5M)
 - Literacy incentive aid* (\$2M)
 - Non-public transportation aid- reimbursement based (\$805K)
 - Integration transportation aid- reimbursement based (\$1.5M)
 - Library aid (\$670K)
 - Student support aid (\$481K)
 - Between term hourly unemployment (\$1.4M)
 - TRA/PERA pension state funding recognition (\$1.6M)



Revenue by type

General fund federal revenue FY25 projected \$13.8M

- Federal revenue of \$13.8 million:
 - Title I (\$4.5M)
 - Part A - improving academic achievement of the disadvantaged (\$4.5M)
 - Part D - prevention and intervention programs for neglected and delinquent (\$25K)
 - Title II - teacher and principal training and recruiting (\$600K)
 - Title III - English language acquisition (\$300K)
 - Title IV - Student Support and Academic Enrichment (\$240K)
 - Title VII - Indian Elementary and Secondary Assistance (\$80K)
 - Individuals with Disabilities Education Act(IDEA) part B section 611 - assist states to support Free Appropriate Public education(FAPE) to students with disabilities age 3 to 21 (\$7M)
 - Individuals with Disabilities Education Act(IDEA) part B section 619 - assist states to support Free Appropriate Public education(FAPE) to students with disabilities age 3 to 5 (\$250K)
 - Individuals with Disabilities Education Act(IDEA) part B section 619 - assist states to support Free Appropriate Public education(FAPE) to students with disabilities age birth to 2 (\$200K)
 - Carl Perkins Vocational and Applied Technology (\$495K)
 - McKinney Vento (\$80K)



Revenue by type

General fund local sales and other revenue FY25 projected \$15.3M

- Local sales and other revenue of \$15.3 million:
 - Participation fees (\$1.5M)
 - Admission/gate fees (\$624K)
 - Driver training fees (\$525K)
 - Musical instrument rentals (\$17K)
 - Medical assistance revenue* (\$2M)
 - Investment earnings (\$4.7M)
 - Donations (\$1.4M)
 - Scholarships (\$225K)
 - Miscellaneous - grants, rebates, and fundraising (\$3.5M)
 - Insurance recovery (\$2K)
 - Tuition (\$128K)
 - Parking fees (\$239K)
 - E-rate (\$350K)
 - Facility rentals (\$140K)



General fund FY25

Revenue summary

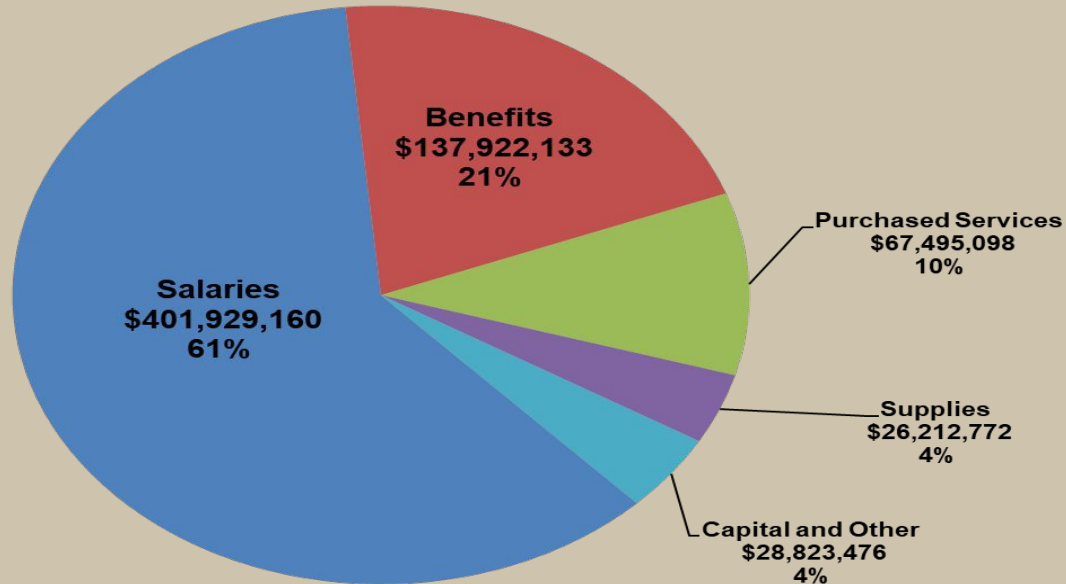
Revenues	Proposed Amended 2023-24 budget	Proposed 2024-25 budget	\$ change	% change
Property tax	\$116,602,942	\$120,603,465	\$4,000,523	3.4%
State revenue	\$482,163,964	\$491,711,301	\$9,547,337	2.0%
Federal revenue	\$25,416,339	\$13,770,242	(\$11,646,097)	-45.8%
Local sales	\$286,600	\$286,600	\$0	0.0%
Other local revenue	\$15,027,217	\$15,039,143	\$11,926	0.1%
Total revenues	\$639,497,061	\$641,410,751	\$1,913,690	0.3%



Expenditures by type

General fund expenditures

ANOKA-HENNEPIN ISD11 General Fund Expenditures by Object



TOTAL EXPENDITURES FY 2025 \$662,382,639



General fund FY25

Expenditure assumptions

Expenditures increase of \$16.6 million, or 2.6%:

- \$14.5 million net increase in salaries.
 - \$18.6 million, or 4.8%, increase based on previously settled contracts and projected settlements.
 - \$2.3 million reduction for Phase I district level reductions and realignment.
 - \$1.8 million reduction for expired ESSER funded positions.
- \$5.5 million increase in benefits.
 - \$7.1 million, or 5.4%, increase based on previously settled contracts and projected settlements.
 - \$880 thousand reduction for Phase I district level reductions and realignment.
 - \$700 thousand reduction for expired ESSER funded positions.



General fund FY25

Expenditure assumptions

Expenditures increase of \$16.6 million, or 2.6% continued:

- \$480K net increase in purchased services.
 - \$221 thousand net increase in transportation.
 - 2.55% contract increase.
 - \$550K reduction in buses as a part of district level reductions and realignment.
 - \$257 thousand increase in utilities.
- \$5.5 million increase in supply expenditures.
 - \$1 million increase in textbooks from strategic investments.
 - \$4.5 million increase in tech equipment from tech levy prior year adjustment add back and increase in funding.
- \$9.3 million decrease in capital expenditures.
 - \$9 million reduction in prior year strategic investment facility projects.
 - \$150 thousand reduction in LTFM facility projects to offset increase in staff realignment.
 - \$500 thousand reduction in technology levy capital equipment to offset increase in staff realignment.
 - \$300 thousand increase in LTFM and Operating capital expenditures equal to revenue.



General fund FY25

Expenditure assumptions

Phase I expenditure budget reductions:

- \$4.5M in reductions, adjustments and realignment:
 - \$3.1M of district level staff reductions.
 - 8 administrative FTE.
 - 7 custodial FTE.
 - 2 confidential FTE.
 - 3 office professional FTE.
 - 9 paraprofessional FTE.
 - 11.5 teacher FTE.
 - \$707K realignment of positions to restricted funding sources.
 - Tech levy, long-term facilities maintenance and Comm ed.
 - \$550K adjustments transportation reduction of buses.

**\$671K of realignment in FY24 of media services expenditures shifted to library aid.*



General fund FY25

Expenditures detail summary

Expenditures	Amended 2023-24 budget	Proposed 2024-25 budget	\$ change	% change
Salaries *	\$387,465,092	\$401,929,160	\$14,464,068	3.7%
Benefits	\$132,403,010	\$137,922,133	\$5,519,124	4.2%
Purchased services	\$67,016,418	\$67,495,098	\$478,680	0.7%
Supplies	\$20,741,355	\$26,212,772	\$5,471,417	26.4%
Capital and other	\$38,176,680	\$28,823,476	(\$9,353,204)	-24.5%
Total expenditures**	\$645,802,554	\$662,382,639	\$16,580,084	2.6%
*click link to FY24 FTE by assignment				
**click link to FY23 MDE Profiles comparison				



General fund FY25

Budget summary

	2022-23 Actual	Amended 2023-24 budget	Proposed 2024-25 budget	\$ Change	% Change
Revenues					
Property tax	\$107,224,740	\$116,602,942	\$120,603,465	\$4,000,523	3.4%
State revenue	\$422,209,385	\$482,163,964	\$491,711,301	\$9,547,337	2.0%
Federal revenue	\$34,864,931	\$25,416,339	\$13,770,242	(\$11,646,097)	-45.8%
Local sales	\$553,679	\$286,600	\$286,600	\$0	0.0%
Other local revenue	\$17,038,735	\$15,027,217	\$15,039,143	\$11,926	0.1%
Total revenues	\$581,891,470	\$639,497,061	\$641,410,751	\$1,913,690	0.3%
Expenditures					
Salaries	\$353,375,577	\$387,465,092	\$401,929,160	\$14,464,068	3.7%
Benefits	\$115,233,155	\$132,403,010	\$137,922,133	\$5,519,124	4.2%
Purchased services	\$66,218,150	\$67,016,418	\$67,495,098	\$478,680	0.7%
Supplies	\$28,720,712	\$20,741,355	\$26,212,772	\$5,471,417	26.4%
Capital and Other	\$37,214,696	\$38,176,680	\$28,823,476	(\$9,353,204)	-24.5%
Total expenditures	\$600,762,291	\$645,802,554	\$662,382,639	\$16,580,084	2.6%
Operating surplus (deficit)	(\$18,870,821)	(\$6,305,493)	(\$20,971,888)		
Strategic investment net spend		\$13,425,000	\$9,425,000		
Adjusted operating surplus (deficit)		\$7,119,507	(\$11,543,888)		
Fund balance					
Restricted/reserved fund balance	\$26,871,630	\$36,147,362	\$36,263,243		
Non-spendable	\$2,976,925	\$2,976,925	\$2,976,925		
Assigned fund balance	\$63,891,335	\$50,614,212	\$41,189,212		
Unassigned fund balance	\$55,201,196	\$52,897,095	\$41,234,323		
Total fund balance	\$148,941,086	\$142,635,593	\$121,663,706		
Percent of operating expenditures	10.4%	10.0%	7.7%		



General fund FY25

General fund	Projected Fund balance June 30, 2024	Proposed FY25 revenues	Proposed FY25 expenditures	Projected fund balance June 30, 2025	Operating balance
Unassigned	\$52,897,095	\$519,660,083	\$531,322,855	\$41,234,323	(\$11,662,772)
Assigned, building carryover	\$7,862,190			\$7,862,190	\$0
Assigned, separation/ret benefit	\$12,376,573			\$12,376,573	\$0
Assigned, q comp	\$908,324	\$9,983,387	\$9,983,387	\$908,324	\$0
Assigned, math action plan	\$5,404			\$5,404	\$0
Assigned, project lead the way	\$1,136,239		\$225,000	\$911,239	(\$225,000)
Assigned, strategic investments	\$19,007,886		\$4,200,000	\$14,807,886	(\$4,200,000)
Assigned, magnet expansion	\$718,489		\$0	\$718,489	\$0
Assigned, cap exp/tech infr/sec	\$8,249,143		\$5,000,000	\$3,249,143	(\$5,000,000)
Assigned, ib	\$349,963			\$349,963	\$0
Non-spendable	\$2,976,925			\$2,976,925	\$0
Restricted, area learning center	\$730,542	\$7,598,360	\$7,598,360	\$730,542	\$0
Restricted, achievement & integration	\$18,388	\$7,554,709	\$7,554,709	\$18,388	\$0
Restricted, basic skills	\$13,075,000	\$38,236,170	\$38,120,286	\$13,190,884	\$115,884
Restricted, capital tech levy	(\$1,086,300)	\$5,989,152	\$5,989,152	(\$1,086,300)	\$0
Restricted, gifted and talented	\$477,959	\$540,605	\$540,605	\$477,959	\$0
Restricted, library aid	\$0	\$670,522	\$670,522	\$0	\$0
Restricted, literacy aid	\$0	\$2,050,817	\$2,050,817	\$0	\$0
Restricted, long-term fac maint	(\$3,876,149)	\$15,858,789	\$15,858,789	(\$3,876,149)	\$0
Restricted, learning development	\$3,485,275	\$8,210,988	\$8,210,988	\$3,485,275	\$0
Restricted, ma billing	\$1,671,281	\$2,000,000	\$2,000,000	\$1,671,281	\$0
Restricted, operating capital	\$15,774,583	\$14,577,000	\$14,577,000	\$15,774,583	\$0
Restricted, safe schools levy	\$1,726,266	\$1,468,235	\$1,468,235	\$1,726,266	\$0
Restricted, scholarships	\$712,240	\$225,000	\$225,000	\$712,240	\$0
Restricted, student activity funds	\$136,506	\$250,000	\$250,000	\$136,506	\$0
Restricted, student support aid	\$0	\$481,327	\$481,327	\$0	\$0
Restricted, staff development	\$3,301,770	\$6,055,608	\$6,055,608	\$3,301,770	\$0
	\$142,635,593	\$641,410,751	\$662,382,639	\$121,663,706	(\$20,971,888)



Available budget

Restricted vs. unrestricted

GENERAL FUND	FY24 Adopted Rev	FY24 Adopted Exp	Operating Balance	Notes	MN Statute
UNASSIGNED	502,844,356	492,281,703	10,562,654		
ASSIGNED - Q COMP	10,050,472	10,050,472	-		
ASSIGNED - PROJ LEAD THE WAY		225,000	(225,000)	One-time spend	
ASSIGNED - STRATEGIC INVESTMENTS		4,200,000	(4,200,000)	One-time spend	
ASSIGNED - CAP EXP, TECH INFR & SECU IMP		5,000,000	(5,000,000)	One-time spend	
RESTRICTED - AREA LEARNING CENTER	7,598,360	7,598,360	-	90% of earned rev	Minn. Stat. 123A.05, subd. 2
RESTRICTED - ACHIEVEMENT & INTEGRATION	7,702,366	7,702,366	-		Minn. Stat. 124D.862
RESTRICTED - BASIC SKILLS	33,690,079	27,964,810	5,725,269	Comp Ed and EL	Minn. Stat. 126C.10, subd. 4
RESTRICTED - CAPITAL TECH LEVY	5,017,735	5,017,735	-		Minn. Stat. 123B.63
RESTRICTED - GIFTED AND TALENTED	543,634	543,634	-		Minn. Stat. 126C.10, subd. 2(b)
RESTRICTED - LITERACY INCENTIVE AID	2,050,817	2,050,817	-	Moved to Reserve	Minn. Stat. 124D.98, subd. 5
RESTRICTED - LONG TERM FAC	15,851,345	15,851,345	-	LTFM	Minn. Stat. 123B.595, subd. 12
RESTRICTED - LEARNING DEVELOPMENT	8,129,691	8,129,691	-		Minn. Stat. 126C.12
RESTRICTED - MA BILLING	2,000,000	2,000,000	-	Third Party Billing	Minn. Stat. 125A.21, subd. 3
RESTRICTED - OPERATING CAPITAL	14,435,808	14,435,808	-		Minn. Stat. 126C.10, subd. 14
RESTRICTED - SAFE SCHOOLS LEVY	1,466,229	1,466,229	-		Minn. Stat. 126C.44
RESTRICTED - SCHOLARSHIPS	225,000	225,000	-		
RESTRICTED - STUDENT ACTIVITY FUNDS	250,000	250,000	-	Student raised an	Minn. Stat. 123B.49
RESTRICTED - STAFF DEVELOPMENT	5,969,938	5,969,938	-	2% of basic formu	Minn. Stat. 122A.61, subd. 1
Budget Totals	617,825,830	610,962,908	6,862,923		
	Revenue	Expenditures	Operating Balance		
Unassigned:	502,844,356	492,281,703	10,562,654		
Federal(IDEA sped, Title I, II, III, McKinney Vento	20,416,339	20,416,339	-		
Special Ed	80,059,073	119,934,584	(39,875,510)		
Special Ed - Work Exp		3,292,754			
Special Ed- Transportation	13,940,927	13,940,927	-		
Reg Ed Transportation	16,979,674	16,979,674	-		
American Indian Ed	431,700	431,700	-		
Career & Tech Ed F	2,826,496	11,014,241	(8,187,744)		
Total Unassigned Categorical	134,654,209	186,010,218	(51,356,009)		
Balance	368,190,147	306,271,485			
Reduce Rev by Operating Bal of Categorical	(51,356,009)				
Unassigned/Unrestricted	316,834,139	306,271,485	10,562,654		
% of Budget Unrestricted	51.28%	50.13%			



Available budget

Unrestricted district wide and site costs - using FY23 data

Districtwide	Salaries	Benefits	Supplies	Totals	% of unrestricted expenditures
District level administration - superintendent, asst supt, dir of elem, school board	\$1,624,072	\$358,198	\$406,941	\$2,389,210	0.8%
District support - business services, employee services, labor relations, operations, information services, communications technology and public information	\$8,396,567	\$2,768,594	\$670,270	\$11,835,431	3.9%
District instructional support - research evaluation and testing, media services and technology	\$4,063,331	\$1,439,878	\$1,727,797	\$7,231,005	2.4%
District pupil support services - health services, transportation, student services	\$5,538,482	\$1,952,378	\$63,851	\$7,554,711	2.5%
District site and building operations	\$3,949,987	\$1,041,746	\$0	\$4,991,733	1.6%
District Other - property and casualty insurance			\$1,564,571	\$1,564,571	0.5%
Totals	\$23,572,437	\$7,560,794	\$4,433,429	\$35,566,660	11.6%
% of unrestricted	7.7%	2.5%	1.4%	11.6%	



Available budget

Unrestricted district wide and site costs - using FY23 data

Sites	Salaries	Benefits	Supplies	Totals	% of unrestricted expenditures
Principals & Asst Principals and office	\$21,961,750	\$6,752,486	\$383,893	\$29,098,129	9.5%
Regular instruction	\$132,986,337	\$41,996,132	\$10,026,523	\$185,009,292	60.4%
Sped non-claimable	\$644,598	\$95,082	\$482,675	\$1,222,355	0.4%
Instructional support	\$5,003,172	\$1,722,934	\$482,343	\$7,208,448	2.4%
Pupil support	\$7,764,396	\$2,642,004	\$112,735	\$10,519,134	3.4%
Sub-total	\$168,360,552	\$53,208,638	\$11,488,168	\$233,057,357	76.1%
Building operations	\$10,104,133	\$3,675,596	\$11,519,554	\$25,299,282	8.3%
Total	\$178,464,684	\$56,884,233	\$23,007,721	\$258,356,639	84.4%

Questions and comments



ANOKA-HENNEPIN
SCHOOLS
A future without limit