



**GOVERNING BOARD AGENDA ITEM  
AMPHITHEATER UNIFIED SCHOOL DISTRICT NO. 10**

**DATE OF MEETING:        June 7, 2016**

**TITLE:    Consideration and Discussion of Special Bond Election**

**BACKGROUND:**

On May 3, 2016, the Administration began presenting to the Governing Board the history of capital funding issues in Arizona with a focus on the Roosevelt Elementary School District v. the State of Arizona case and the creation of the School Facilities Board. For this item, we will review the Capital Funding formula and a history of budget cuts to capital funds. This item is presented to permit the Board to study and discuss the consideration of a bond election to be held in November of 2016 which would provide the local district community with the ability to provide a solution to this ongoing dilemma.

**Capital Funding 2005-2016**

Year	Unrestricted Capital	Soft Capital	Total Capital
2005	\$4,161,326	\$3,592,544	\$7,753,870
2006	\$4,148,064	\$3,573,972	\$7,722,037
2007	\$4,151,968	\$3,572,728	\$7,724,696
2008	\$4,081,269	\$3,511,066	\$7,592,335
2009	\$4,042,532	\$3,477,325	\$7,519,856
2010	\$3,889,660	\$3,356,698	\$7,246,357
2011	\$3,883,131	\$3,326,845	\$7,209,975
2012	\$2,774,727	\$4,759,383	\$7,534,110
2013	\$2,188,147	\$518,802	\$2,706,949
2014	\$2,697,126	\$0	\$2,697,126
2015	\$2,512,957	\$0	\$2,512,957
2016	\$804,052	\$0	\$804,052

The 2014 fiscal year was the first year after the elimination of the Soft Capital fund. These cuts are in addition to the loss of the Building Renewal Fund.

Listed below is a history of Building Renewal funding for Amphitheater starting in 2005 and ending with in 2014 when the law requiring the legislature to fund building maintenance was repealed.

**Building Renewal Funding 2005-2014**

Year	Building Renewal Funding
2005	\$1,765,404
2006	\$1,901,546
2007	\$2,199,450
2008	\$1,144,877
2009	\$0
2010	\$0
2011	\$0
2012	\$0
2013	\$0
2014	Law Repealed

## Technology Needs

The district currently has over 5,600 computers and laptops on the district network. In addition, there are over 1,300 Chromebooks and iPads in use throughout the district. The estimated annual costs to replace this equipment on a five year cycle exceeds \$1,200,000 per year.

The infrastructure (networking equipment, servers and printers) necessary to support the end devices has replacement costs of over \$8,000,000. This equipment has a longer life with an average replacement cycle of 7-10 years. The estimated annual budget needed to replace these devices ranges from \$900,000-\$1,100,000 annually.

## School Needs

The district provided capital funding to each school site using a long established formula prior to the Legislative budget cuts to the capital funding formulas. The established site capital formulas provided approximately \$1,400,000 per year to the schools.

### High Schools:

Furniture and Equipment	\$21.85	X	Student FTE
Textbooks	\$66.00	X	Student Heads
Textbook Adoption	\$7.15	X	Student FTE
Library Books	\$14.00	X	Student FTE

### Middle Schools:

Furniture and Equipment	\$13.65		Student FTE
Textbooks	\$39.60	--	Student Heads
Textbook Adoption	\$14.30		Student FTE
Library Books	\$14.00		Student FTE

### Elementary Schools:

Furniture and Equipment	\$13.65	X	Student FTE
Textbooks	\$39.60	X	Student Heads
Textbook Adoption	\$14.30	X	Student FTE

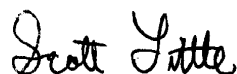
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## RECOMMENDATION:

This is presented for the Board's information, study and discussion. No action is required at this time.

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## INITIATED BY:



Scott Little, Chief Financial Officer

Date: May 25, 2016



Patrick Nelson, Superintendent