



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

DATE OF MEETING: **October 5, 2021**

TITLE: **Approval of the 2020-2021 Annual Financial Report**

BACKGROUND:

The State of Arizona requires the Governing Board to annually publish and submit to the State a report of all revenue and expenditures for the previous year. A review of the Fiscal Year (FY) 2020-2021 Annual Financial Report will be presented.

This annual reporting is composed of 4 different reports:

- 2021 Annual Financial Report
- 2021 Desegregation Annual Financial Report
- 2021 Food Services Annual Financial Report
- 2021 Results-Based Funding Expenditure Report

2021 ANNUAL FINANCIAL REPORT

This ten page report summarizes all expenditures and revenues for the district. It contains a one-page summary that summarizes the previous 9 pages.

All comparisons to previous year's expenses are distorted for this year due to the influx of Federal COVID-19 relief funds. This problem is expected to continue through Fiscal Year 2024.

Page 2 of 9 (*MAINTENANCE AND OPERATION FUND*):

Significant one-time savings occurred in many areas during the past fiscal year. Some were the result of operating in remote mode. Other savings were the result of transferring expenditures to COVID-19 funding.

The most significant saving was the result of greatly reduced transportation services. In addition, the salary of bus drivers during school closures were charged to the COVID-19 funds when they performed on-site supervision and custodial services.

Significant one-time savings also occurred within Instructional Salaries due to the expenses paid in the Enrollment Stability Grant which was part of the COVID-19 funding. Additional savings occurred within our substitute teacher expenses, vacancy savings and Summer School.

It is also important to note the budget projected during the May 2021 budget revision exceeded the actual calculation at fiscal year end by approximately one million dollars. This reduction was largely the result of online students not submitting enough hours to be considered full-time and errors by District staff submitted in data submitted to the Arizona Department of Education (ADE).

Page 3 of 9 (*CLASSROOM SITE FUNDS*):

Line 55 - The total revenue from Proposition 301 for the year was \$6,742,688. This represents a decrease from the 2019-2020 collections, and is significantly lower than the peak collection of \$7,754,546 in fiscal year 2007-2008.

2021 DESEGREGATION ANNUAL FINANCIAL REPORT

This 76 page report details the expenditure of desegregation expenditures for both the District and the individual schools. The annual budget for desegregation has been capped at \$4,025,000 for over 11 years.

2021 FOOD SERVICES ANNUAL FINANCIAL REPORT

This report details the revenues and expenditures for the Food Services program.

2021 RESULTS-BASED FUNDING EXPENDITURE REPORT

This report details Results-Based Funding expenditures at the school-level.

RECOMMENDATION:

It is the recommendation of the Administration that the Governing Board members certify the 2020-2021 Annual Financial Report and direct its submission to the State and for publication on the Arizona Department of Education website.

INITIATED BY:

Scott Little

Scott Little, Chief Financial Officer

Date: September 30, 2021

Todd A. Jaeger

Todd A. Jaeger, J.D., Superintendent