

Tempe Elementary School District No. 3

# FINANCE REPORT

BOND FUNDS • CAPITAL OVERRIDE FUNDS •  
M&O OVERRIDE FUNDS

OCTOBER 2023

---

# Voter Approved Funding - BONDS

## School District Voter-Approved Funding Measures

---

- **Bond Funds**
  - Building Improvements and Critical Maintenance Projects
  - Student Transportation
  - Voters Approved \$165 million in 2016
  - Voters Approved \$196.5 million in 2022



# 2016 Bond Program

## As of June 30, 2023

### Authorization of \$165,000,000

- Sold final amount in July 2022
- School Rebuilds
  - Phase I – Nevitt and Frank
  - Phase II – Wood and McKemy
  - Phase III – Mosley
- School Renovations
  - Meyer and Ward
- Critical Maintenance Projects
- Student Transportation
- School Replacement Furniture



# 2016 Bond Program

## As of June 30, 2023

| DESCRIPTION                      | TOTAL EXPENDITURES   | YEAR OPENED | COST PER SQ. FOOT | PLANNED FUTURE EXPENSES |
|----------------------------------|----------------------|-------------|-------------------|-------------------------|
| Frank School Rebuild             | \$19,935,841         | 2019        | \$244             | -                       |
| Nevitt School Rebuild            | \$23,274,861         | 2019        | \$253             | -                       |
| Wood School Rebuild              | \$19,655,753         | 2020        | \$280             | -                       |
| McKemy Academy                   | \$17,701,125         | 2021        | \$264             | -                       |
| Mosley Middle School             | \$46,997,411         | 2023        | \$422             | \$8,221,510             |
| Critical Maintenance and Repairs | \$6,144,844          | N/A         | N/A               | \$11,736,219            |
| Pupil Transportation Vehicles    | \$6,591,634          | N/A         | N/A               | \$3,408,366             |
| School Furniture Replacement     | \$1,057,201          | N/A         | N/A               | -                       |
| Bond Issuance Fees               | \$275,235            | N/A         | N/A               | -                       |
| <b>TOTALS</b>                    | <b>\$141,633,905</b> |             |                   | <b>\$23,366,095</b>     |

# Bond Cost Estimate From 2016

Per \$100 of assessed value

| Fiscal Year | Old Bond | Estimated New Bond | Estimated Total Bond | Actual Rate |
|-------------|----------|--------------------|----------------------|-------------|
| 2016-2017   | \$1.25   | -                  | \$1.25               | \$1.23      |
| 2017-2018   | \$0.85   | \$0.48             | \$1.33               | \$1.18      |
| 2018-2019   | \$1.14   | \$0.18             | \$1.32               | \$1.15      |
| 2019-2020   | \$0.78   | \$0.54             | \$1.32               | \$1.13      |
| 2020-2021   | \$0.80   | \$0.52             | \$1.32               | \$0.99      |
| 2021-2022   | \$0.81   | \$0.51             | \$1.32               | \$1.07      |
| 2022-2023   | \$0.83   | \$0.48             | \$1.31               | \$1.19      |
| 2023-2024   | \$0.82   | \$0.50             | \$1.32               | \$1.17      |
| 2024-2025   | \$0.55   | \$0.78             | \$1.33               |             |
| 2025-2026   | \$0.17   | \$1.16             | \$1.33               |             |
| 2026-2027   | \$0.13   | \$0.75             | \$0.88               |             |
| 2027-2028   | -        | \$0.88             | \$0.88               |             |
| 2028-2029   | -        | \$0.88             | \$0.88               |             |
| 2029-2030   | -        | \$0.88             | \$0.88               |             |
| 2030-2031   | -        | \$0.88             | \$0.88               |             |
| 2031-2032   | -        | \$0.88             | \$0.88               |             |
| 2032-2033   | -        | \$0.88             | \$0.88               |             |
| 2033-2034   | -        | \$0.88             | \$0.88               |             |
| 2034-2035   | -        | \$0.88             | \$0.88               |             |
| 2035-2036   | -        | \$0.88             | \$0.88               |             |
| 2036-2037   | -        | \$0.88             | \$0.88               |             |
| 2037-2038   | -        | \$0.88             | \$0.88               |             |
| 2038-2039   | -        | \$0.88             | \$0.88               |             |
| 2039-2040   | -        | \$0.88             | \$0.88               |             |
| 2040-2041   | -        | \$0.22             | \$0.22               |             |
| Average     | \$0.29   | \$0.73             | \$1.02               |             |

# Bond Projects in FY 2023

| ACTIVITY                    | SITES   |
|-----------------------------|---|
| School Rebuilds             | Mosley  |
| Building Improvements       | Scales, Holdeman, Thew, Fuller, Aguilar, Ward, Sanchez, Brogan  |
| HVAC Projects/ EMS          | Curry, Getz, Shamley, Holdeman, Rover, Sanchez                  |
| Roofing Projects            | Holdeman  |
| Security                    | Nevitt, Frank   |
| Grounds/Irrigation Projects | Nevitt, Spracale, Shamley, Wood                                 |
| Flooring Projects           | Connolly, Broadmor, Carminati, Sanchez                          |
| Painting                    | McKemy, Curry   |
| Weather Proofing            | Brogan  |
| Miscellaneous Projects      | Abatement, Fencing, Fire Alarm, Electrical, Carpentry, Plumbing |

# Mosley Progress

---



# Mosley Progress

---





# Mosley Progress

---



# Mosley Progress

---



# Mosley Progress

---



# Mosley Progress

---



# Mosley Progress

---



# Mosley Opened

---



# Mosley Opened

---



# VOTER APPROVED FUNDING - OVERRIDES

## School District Voter-Approved Funding Measures

- **Capital Override**
  - Capital Items such as Textbooks and Instructional Aids, Musical Instruments, Computers, Software, Furniture and Equipment
  - Limited to 10% of the Revenue Control Limit (RCL)
  - Capital Override Approved 2005 and Renewed in 2012 and 2019
  - **\$5 million per year**
  - Fully funded through FY27
- **Maintenance and Operations Override**
  - People and Programs
  - Limited to 15% of the Revenue Control Limit (RCL)
  - Maintenance and Operations Override Renewed in 2014 and 2019
  - Fully funded through FY25
  - Funded at 66% in FY26
  - Funded at 33% in FY27 and gone in FY28
  - District will go to voters for renewal in November 2024 if Board approved





# 2019 Capital Override

## Renewed Capital Override

- **\$5 million annually for 7 years - \$35,000,000 total**
  - \$16.7 million for school technology
  - \$1.5 million for musical instruments
  - \$12.9 million for network improvements, hardware, and software
  - \$690K for kitchen equipment
  - \$384,710 for playground equipment
  - \$2.6 million for new school furniture and equipment
  - \$98,500 for SPED licenses and technology



# 2019 Capital Override Year 3

## As of June 30, 2023

| DESCRIPTION                        | FY23 Expenditures  | FY24 Budget        |
|------------------------------------|--------------------|--------------------|
| Musical Instruments                | \$113,780          | -                  |
| Software – School-Based            | \$64,596           | \$165,500          |
| Classroom Technology (Chromebooks) | \$2,987,631        | \$3,164,164        |
| Hardware – School-Based            | \$202,009          | \$109,000          |
| Network Infrastructure             | \$107,880          | -                  |
| Software – Admin                   | \$901,411          | \$791,743          |
| Hardware – Admin                   | \$211,792          | \$92,000           |
| School Support Salaries            | \$298,330          | \$319,000          |
| Kitchen Equipment                  | \$138,625          | \$50,000           |
| Instructional Aids                 | \$18,211           | -                  |
| Cell Phone Refresh                 | \$131,735          | -                  |
| Furniture and Equipment            | \$109,017          | \$410,508          |
| Transportation Equipment           | \$1,199            | -                  |
| Playground Equipment               | -                  | \$54,698           |
| SPED Technology                    | \$32,190           | \$4,390            |
| <b>TOTALS</b>                      | <b>\$5,315,954</b> | <b>\$5,161,003</b> |

# Maintenance & Operations Override

## Maintenance and Operations Override renewed November 2019

- 15% of Revenue Control Limit (RCL) ~ \$10 million
- 7-year authorization with year 6 reducing 1/3 and year 7 another 1/3
- Reductions will occur in FY2026 if not renewed



# Maintenance & Operations Override

| DESCRIPTION   | FTE           | BUDGETED FY 2023    | FY 2023 ACTUAL     | FTE           | BUDGETED FY 2024    |
|---|---------------|---------------------|--------------------|---------------|---------------------|
| General Music   | 22.9          | \$1,835,271         | \$1,381,309        | 21.25         | \$1,788,096         |
| Instrumental Music                                      | 12            | \$873,989           | \$920,829          | 12            | \$1,029,149         |
| Physical Education                                      | 28.25         | \$2,293,789         | \$2,079,600        | 29.8          | \$2,540,881         |
| Gifted Education  | 16.1          | \$1,688,375         | \$1,926,359        | 25            | \$2,261,034         |
| Counselors  | 15.4          | 1,140,460           | \$1,001,691        | 21.6          | \$1,138,685         |
| Class size Reduction                                    | 25            | \$2,161,869         | \$2,070,625        | 23            | \$2,161,869         |
| Full Day Kindergarten<br>(Non-Desegregation<br>Schools) | 10            | \$531,342           | \$514,392          | 12            | \$531,342           |
| <b>Total</b>  | <b>129.65</b> | <b>\$10,525,095</b> | <b>\$9,894,805</b> | <b>144.65</b> | <b>\$11,451,056</b> |
|   |               |                     |                    |               |                     |

# Questions

