

WORK SESSION OF THE BOARD OF DIRECTORS
IOWA CITY COMMUNITY SCHOOL DISTRICT, COUNTY OF JOHNSON, STATE OF IOWA
509 S. DUBUQUE STREET
6:00 PM, TUESDAY, JUNE 15, 2010
PRESIDENT PATTI FIELDS, PRESIDING

MEMBERS PRESENT: Michael Cooper, Tuyet Dorau, and Patti Fields

MEMBERS ABSENT: Toni Cilek, Gayle Klouda, Michael Shaw, and Sarah Swisher

OTHERS PRESENT: Paul Schultz, Physical Plant Director, and Dr. James Behle, Associate Superintendent

Chair Cooper called the meeting to order at 6:15 PM.

Financial Status of SILO/PPEL Revenues

Dr. Plugge reported that the district has received from the Iowa Department of Revenue revisions to the current year sales tax payment schedule. These revisions decrease the district's 2009-2010 revenue by approximately \$1.3 million. The district uses the current year Department of Revenue cash payment schedule as the basis for projection in future years. In addition, Dr. Plugge noted that the SFIP is a long-term planning tool for the board listing its capital needs as well as anticipated revenues and is a tool to plan and decide which capital to finance. This is not a list of all commitments or approved projects. It does not identify every project that may appear over the next ten years, nor is it a cash flow schedule. The SFIP does not reflect any potential borrowing and does not include the last ten years of the statewide sales tax, 2020-2029. Dr. Plugge emphasized that the SFIP does include PPEL revenue and that in 2015, the district's voted PPEL will expire and will need to be taken back to the community through a referendum to continue in subsequent years.

Executive Director of Administrative Services Bobek then reviewed for the board the revised sales tax schedule to the district from the Iowa Department of Revenue and Finance noting that the last three payments will be reduced by \$397,000 which is 95% of the expected collection. When this is grossed up to 100%, it amounts to \$1,252,000 shortage in the 2009-2010 fiscal year. Thus, the current year and the next two years sales tax revenues in the SFIP have been reduced by a collective \$3.8 million. Mr. Bobek reviewed the schedule of revenues, expenditures, and sales tax reserves for the next ten years and also emphasized the voter approved PPEL, \$1.34 in property tax rate levy, will expire June 30, 2015 and that these schedules are based upon continued voted approved PPEL subsequent to June 30, 2015. Mr. Bobek reviewed the aggregate ten year projections noting approximately \$103 million of sales tax revenue, \$77 million of PPEL revenue, together make available \$180.5 million of revenue available for capital projects. The total anticipated project needs are \$187.5 million of which \$26.9 million is attributable to the 5% inflation factor. Mr. Bobek then noted that the sales tax reserves necessary to complete Garner, Crossings, the third high school, technology, and the family resource centers total \$56.9 million and establishing a 10% PPEL contingency requires an additional \$7.7 million or an additional \$64.6 million needs to be reserved. When that is factored into the above revenues and anticipated expenditures, the ten year SFIP is short \$71.6 million. Mr. Bobek noted that the above reflects revenue and expenditure projects through the year 2019, but the statewide sales tax should continue through the year 2029. Those final ten years of sales tax and PPEL are not reflected in the above.

Directors inquired of the capital projects that will be performed to Mann Elementary School. Director Dorau requested that the district wide expenditures be broken out by building to better illustrate the investment the district is making in each of those buildings and include it as a supplement to the SFIP.

SFIP Revision Review

Director Shaw arrived at 6:55 PM.

Director Dorau suggested edits to the SFIP and will e-mail those to Dr. Plugge. Director Cooper inquired on page six of the enrollment data and its source. It was noted that the University of Iowa enrollment projections include regular education students only and that enrollment from RSP includes both regular and special education students. In addition, it was requested that the Communication Committee's minutes be added to the appendix of the SFIP as well as an executive summary identifying changes in projects from the current year to the prior year. It was also requested that Garner Elementary School now be added to the narrative and that the SFIP be brought to the July 13, 2010 board meeting for approval.

Paul Schultz, Director of the Physical Plant, noted that some of the projects identified in the SFIP for the current year may have to be deferred until next year as there may not be enough time to complete the project this summer. Director Dorau suggested approval of the summer projects ASAP and be requested at the first July meeting. Director Dorau also suggested that the board look at small schools with declining enrollment for the board to evaluate if these buildings are cost effective to maintain. Directors discussed the SFIP as a potential retreat topic.

East Side Elementary Planning

Dr. Plugge suggested directors start planning to address the east side capacity. Director Cooper inquired about follow up with Regina Bailey, who previously mentioned ADA grant opportunities may exist for the district.

Roosevelt

Director Cooper distributed a planning process for Roosevelt identifying thirteen steps and tentative completion months. Directors are to review this planning process and provide Director Cooper with any feedback. Directors also discussed whether the Roosevelt repurposing committee was a board committee or a superintendent committee and suggested the board develop a charge and parameters to add to this planning process for Roosevelt repurposing. Directors discussed committee size would be between eight and twelve.

Board Goals

Dr. Plugge suggested directors consider the following:

1. Complete the boundary area for the Crossings Elementary soon, possibly no later than December 2010 as these boundaries will impact the Horn boundaries.
2. To study and explore alternatives to the free and reduced lunch percentages to increase student achievement.
3. To study and explore the third high school option.
4. The east side school capacity
5. Technology

Board goals should be placed on the next meeting's agenda.

MOTION BY DIRECTOR DORAU, SECONDED BY DIRECTOR SHAW TO ADJOURN AT 8:10 PM. MOTION CARRIED 4-0-3.