



State of Arizona
Department of Education
Kathy Hoffman
Superintendent of Public Instruction

10/23/2020

The District Governing Board of Bowie Unified District
c/o District Superintendent
315 W. 5th St.
Bowie, AZ 85605

CTDS 020214000

RE: BUDG25 Expenditure Analysis for FY 2021 as of 10/23/2020

In accordance with A.R.S. §15-905(E), this letter serves as notification that the Arizona Department of Education (ADE) reviewed the district's FY 2021 budgeted expenditures to determine if those expenditures exceed the general budget and or unrestricted capital budget limits as calculated by the ADE. The ADE's analysis is current as of the date of this letter, and the district's FY 2021 BUDG25 report is available online at:

http://www.ade.az.gov/SFSInbound/4171/Reports/2021_BUDG25_4171_1022202085837.PDF

The district's budget analysis report (BUDG25), available by the link above, includes values from the district's FY 2021 Adopted Expenditure Budget submitted to the ADE 7/15/2020 6:04:30 PM, and the district's FY 2021 APOR55-1 report for the apportionment date of 11/2/2020:

Fund	ADE Calculated Limit	District Budgeted	Exceeds Limit	Amount Under Budgeted
M&O (001)	\$1,484,838	\$1,484,908	(\$70)	\$0
UNR (610)	\$273,259	\$273,259	\$0	\$0

1% of the GBL = \$14,848.38

Revision is not Required!

Pursuant to A.R.S. §15-905(E), if the district exceeded the general budget and or unrestricted capital budget limits by 1% of its General Budget Limit (GBL), as indicated in the table above, the district is required to plan to revise its FY 2021 budget by December 15th to reduce its expenditures to within the ADE's calculated budget limits.

By December 18th, the district must transmit its revised budget to the Superintendent of Public Instruction, via the School Finance Upload (Budgets/AFR) application of common logon at <https://www.ade.az.gov/commonlogon>. The district must also, unless participating in the Accounting Responsibility Program per A.R.S. §15-914.01, file its revised budget with the County School Superintendent (CSS). As a reminder, for a required December 15 revision, the district may satisfy the publication requirement on the ADE's website by upload of a revised notice of public hearing and budget summary no later than 10 days prior to the meeting. If the district maintains a website, and to fulfill the publishing requirement, the district must provide a link on their website to the ADE's website for where the revised hearing notice and budget summary can be viewed.

The ADE is providing the following for informational purposes, pursuant to A.R.S. §15-905(E). The table below reflects any changes the district made in its maintenance and operations and or capital outlay totals between its FY 2021 proposed expenditure and adopted expenditure budgets, for which increases are disallowed.

Fund	Proposed	Adopted	Change
M&O (001)	\$1,484,908	\$1,484,908	\$0
UNR (610)	\$273,259	\$273,259	\$0

Current Year Funding and the BUDG25 Report

With the implementation of current year funding, changes in the district's FY 2021 enrollment and withdrawal data may result in changes to the district's District Support Level (DSL) and Revenue Control Limit (RCL), as well as ADE's calculated budget limits for the district. This means that even if the FY 2021 BUDG25 report, that is the basis for this letter, indicates a currently acceptable or statutorily compliant budget, subsequent changes in the district's FY 2021 ADM, SPED, and ELL numbers may result in changes in the district's FY 2021 budget limits. Changes in the district's ADE calculated limits may require the district to adjust its planned expenditures downward by its final budget revision. Therefore, the district should:

1. actively monitor changes in FY 2021 student enrollment and withdrawal activity; and,
2. comprehensively review the FY 2021 BUDG25 report, which is updated and posted monthly, for changes in the district's ADE calculated budget limits that may or may not require the district to revise.

If the district should fail to revise down its expenditures by the final budget revision of May 15, 2021 to within the current ADE's calculated budget limits, the ADE will reduce the district's FY 2022 budget limits by the amount of any FY 2021 M&O and or unrestricted capital over-expenditure.

Please contact the budget team with any questions or concerns at 602-542-5695 or via e-mail at <mailto:sfbudgetteam@azed.gov>.

Sincerely,



Lyle Friesen
Deputy Associate Superintendent, School Finance

cc: State of Arizona, Office of the Auditor General
County School Superintendent
Business Manager