

Resources, Budgets and Claims on Funds

9. Resources, budgets and claims on capital funds available

The resources available for capital projects and major repairs of District facilities come from three primary sources. SAVE or Secure an Advanced Vision for Education funds are derived from the statewide penny sales tax. SAVE revenue is approximately \$13.9 million annually. PPEL or the Physical Plant and Equipment Levy is a local property tax levy that must be periodically renewed by the voters and currently raises about \$5.59 million per year. Both SAVE and PPEL each have specific limitations upon how the funds can be used. A third source of funds is capital construction bonds. Bonds can be sold to raise money today and the debt repaid with SAVE funds over future years. Davenport Community Schools currently has two bond issues outstanding totaling about \$20 million. Annual debt service on those bonds is about \$2.4 million annually.

The annual revenue into PPEL and SAVE totals about \$19.49 million. \$2.4 million is currently used for debt service. A combined \$2.5 million annually is currently dedicated to instructional technology. An average of \$1 million annually is used for roof replacements. About \$500,000 per year supports the bus fleet. About \$3 million is committed to major repairs of building systems. This \$9.4 million annually supports predictable and recurring capital investments in equipment and buildings.

The portion of capital funds allocated to renovations, additions and new construction is described in the Long Range Facilities Plan Budget Schedule. The Long Range Facilities Plan is projected over a ten year planning horizon and is updated every five years. Projects are selected by the Long Range Facilities Plan Leadership Team to prudently manage funds to care for the on-going capital investments need to maintain the District's Facilities and to target project funds to address Board Priorities and Goals.