

**Garland Independent School District**

**Board of Trustees**

**Special Meeting**

**Tuesday, February 22, 2022**

**Agenda**

**4:00 PM**

- I. Call to Order and Determination of a Quorum
- II. Public Forum: Members of the public who wish to make comments may complete a Public Comment Participation Request in person at Harris Hill Administration Building prior to the start of the meeting indicated in the posted notice. Comments must be limited to issues that can be presented in a public forum and are directly related to the posted and noticed agenda items. Complaints about student discipline, specific student issues or personnel must be addressed through appropriate administrative channels, in accordance with the Texas Open Meetings Act and Board policy. For more information about public comment procedures, please review the Board Policy for Public Comment accessible at the following link: <https://pol.tasb.org/Policy/Code/364?filter=BED>.
- III. Information Item
  - A. Budget Workshop
    - 1. Receive 2022-2023 Budget Workshop - **Dr. Brent Ringo and Brandy Mayo** 2
- IV. Executive Session: Executive session will be held for purposes permitted by Texas Open Meetings Act, Texas Government Code Section 551.001 et seq.
  - A. Pursuant to Texas Government Code Section 551.071, private consultation with the Board's attorney, in person or by phone, when the Board seeks the advice of its attorney about: 1) pending or contemplated litigation; 2) a settlement offer; or 3) on a matter in which the duty of the attorney to the governmental body under the Texas Disciplinary Rules of Professional Conduct of the State Bar of Texas clearly conflicts with this chapter.
  - B. Pursuant to Texas Government Code Section 551.074, deliberation regarding the appointment, employment, evaluation, reassignment, duties, discipline, or dismissal of a public officer or employee; or to hear a complaint or charge against an officer or employee:
- V. Reconvene from Executive Session for any possible action relative to items considered during Executive Session
- VI. Adjournment



## Garland Independent School District Board of Trustees

**Date of Meeting:** February 22, 2022

**Agenda Item:** Receive 2022-2023 Budget Workshop

**Agenda Section:** Information Item

**Administrator Responsible:** Dr. Brent Ringo  
Chief Financial Officer

Ms. Brandy Mayo  
Executive Director of Budget

**Board Goal Objective:**

Not Applicable.

**Superintendent's Goal:**

**Superintendent Goal #1 – Student Results**

Garland ISD will ensure ALL students graduate prepared for college, careers and life by increasing student performance measures, postsecondary readiness, and graduation rates and decreasing student management incidences.

**Superintendent Goal #3 – Board Relations**

The superintendent maintains a positive and productive working relationship with the board of trustees and the community.

**Superintendent Goal #4 – Educational Leadership**

The superintendent provides leadership and direction for an educational system that is based on desired student achievement.

**Superintendent Goal #5 – District Management**

The superintendent demonstrates effective planning and management of the district administration, finances, operations, and personnel.

**Superintendent Goal #6 – Community Relations & Relationship Building**

The superintendent maintains a positive and productive working relationship with District employees and the community.

**Summary/Background Information:**

Dr. Ringo and Ms. Mayo will provide the 2022-2023 budget planning presentation.

**Administrative Recommendations:**

Provided for your information.



# Budget Workshop

General Fund

Student Nutrition Fund

Debt Service Fund

# Agenda

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- 2021-2022 General Fund, SNS Fund, & Debt Fund Projections
- 2022-2023 General Fund, SNS Fund, & Debt Fund Projections
- Comments/Questions

# Legislative Updates

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## ADA Hold Harmless

- Adjusts the Attendance Rate only
- Applies to the first six weeks period only
- No low attendance waivers granted for the first six weeks period
- According to TEA, this will result in an adjustment that will ensure stabilized percentage attendance rates comparable to a more typical school year rather than the low percentage attendance rates caused by the ongoing COVID-19 pandemic.
- Won't know impact for certain until the end of the 2021-2022 school year

# Legislative Updates

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## Special Sessions

### Third Called Special Session SB1

- Increases mandatory homestead exemption from \$25,000 to \$40,000
- Provides hold harmless revenue to make up the difference (M&O and I&S)

# 2021-22 General Fund (GF) Budget Built on Following Assumptions

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- Average Daily Attendance (ADA): 49,906 (ADA at 1<sup>st</sup> semester 47,883)
- 98% Tax Collection Rate
- Maintenance & Operations Tax Rate: \$0.9384 (5<sup>th</sup> Golden Penny Included)
- Fiscal year July 1, 2021 – June 30, 2022
- Taxable Valuable Growth is 5%

# 2021-22 Budget Expectations

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- ADA – Percentage attendance rates lower than expected
- Student Nutrition and Debt Services are operating as expected
- SNS Fund Impact – Projected net gain to fund balance 2021-22
- CCC Fund Impact – Projected to maintain CCC Fund Balance FY22, subject to change based on spring events
  - Fund Balance at end of 2020-21 = \$702,258
- COVID Impact
  - Decrease in State funding due to lower attendance rates
  - Larger than average vacancy rates
  - Larger than average overtime expenditures

# 2021-22 General Fund (GF) Budget Reductions by Division (As Previously Presented)

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<b>Division</b>	<b>Committed Reductions</b>
All Campus	\$ 7,540,700.00
Division of Academics	\$ 444,358.00
Division of Business	\$ 1,863,497.00
Division of Leadership	\$ 1,094,478.00
Grand Total	<hr/> \$ 10,943,033.00



# 2021-22 Budget Vacancies by Job Type

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Job Types	Vacancy Count
AUX*	153
PARA	128
PROF	321
<hr/>	
Grand Total	602

*\*Includes custodian, driver, and student nutrition pools*

# 2021-22 General Fund Budget Recommendations

(As Previously Presented)

Recommendation		
1-Time (only in 2021-22 Fiscal Year)	Amount	Board Update
Wireless Hotspots	451,325	May-20
Oracle ERP Upgrade	750,000	January-21
21-2022 Convocation	100,000	April-21
Pre-K Furniture-- expansion	270,000	March-21
COVID Gloves	(791,000)	April-21
Montessori teacher training, furniture, curriculum and materials	299,700	May-21
Transpar	(250,000)	May-21
SGHS Mascot Rollover	470,000	June-21
<b>Total One Time Add</b>	<b>1,300,025</b>	

Recommendation		
Ongoing (2021-22 & Future Fiscal Years)	Amount	Board Update
SRO Contract Increase including salaries and Natatorium security	243,230	July-20
TRS On-behalf increase	800,000	April-20
Increase days for Bus Driver Pool, Substitute Drivers, Sped Bus Aide	251,164	March-21
Early College SGHS and Sachse Magnet Program	75,000	April-21
24 Pre-k Teachers and 25 Pre-k Paraprofessionals-Updated-	2,185,000	April-21
ABM/GCA funds for yearly contract increase-Maintenance	499,697	April-21
Principal Pipeline, Ensemble Learning, Principal Coaching & Impact Collaborative	120,000	April-21
Contract lease agreement fees-employee clinic	4,554	April-21
Equity adjustments for positions that require CDL in Maintenance and Warehouse	66,000	April-21
Intersession and PK/K Summer School	1,406,000	April-21
Virtual School- CTA's, Instructional Coaches, Principals, Assistant Principal, Counselor	326,286	April-21
Virtual School- Curriculum and Resources	50,000	April-21
Oracle E-Business Suite Maintenance and Support	121,767	April-21
Transportation Route Planning software and daily bus disinfection	450,000	April-21
Purchasing warehouse contract increase, increase to Region 10, web design	85,298	April-21
Montessori Record Keeping software	2,790	May-21
Position changes, Intersession, etc.	223,226	June-21
<b>Total Ongoing Add</b>	<b>6,910,012</b>	

Supplemental Pay for Teachers

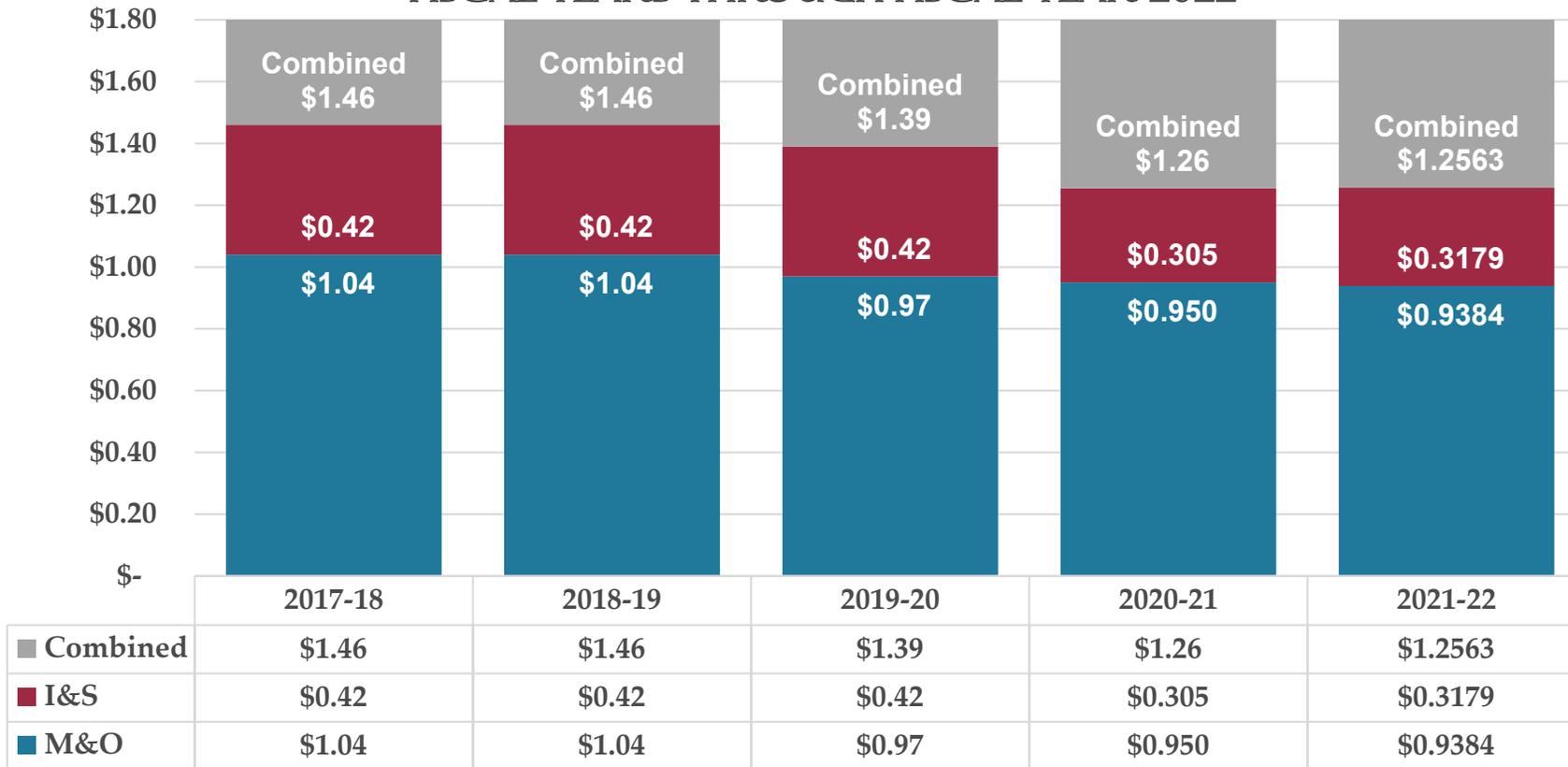
<b>Total Ongoing &amp; 1-Time Adds for Fiscal Year 2020-21</b>	<b>8,210,037</b>
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Changes will continue to occur through the budget process

# Property Tax Rates (As Previously Presented)

PROPERTY TAX RATES PER \$100 VALUATION  
FISCAL YEARS THROUGH-FISCAL YEAR 2022



**M & O = Maintenance & operations tax rate**  
**I & S = Interest & sinking tax rate**

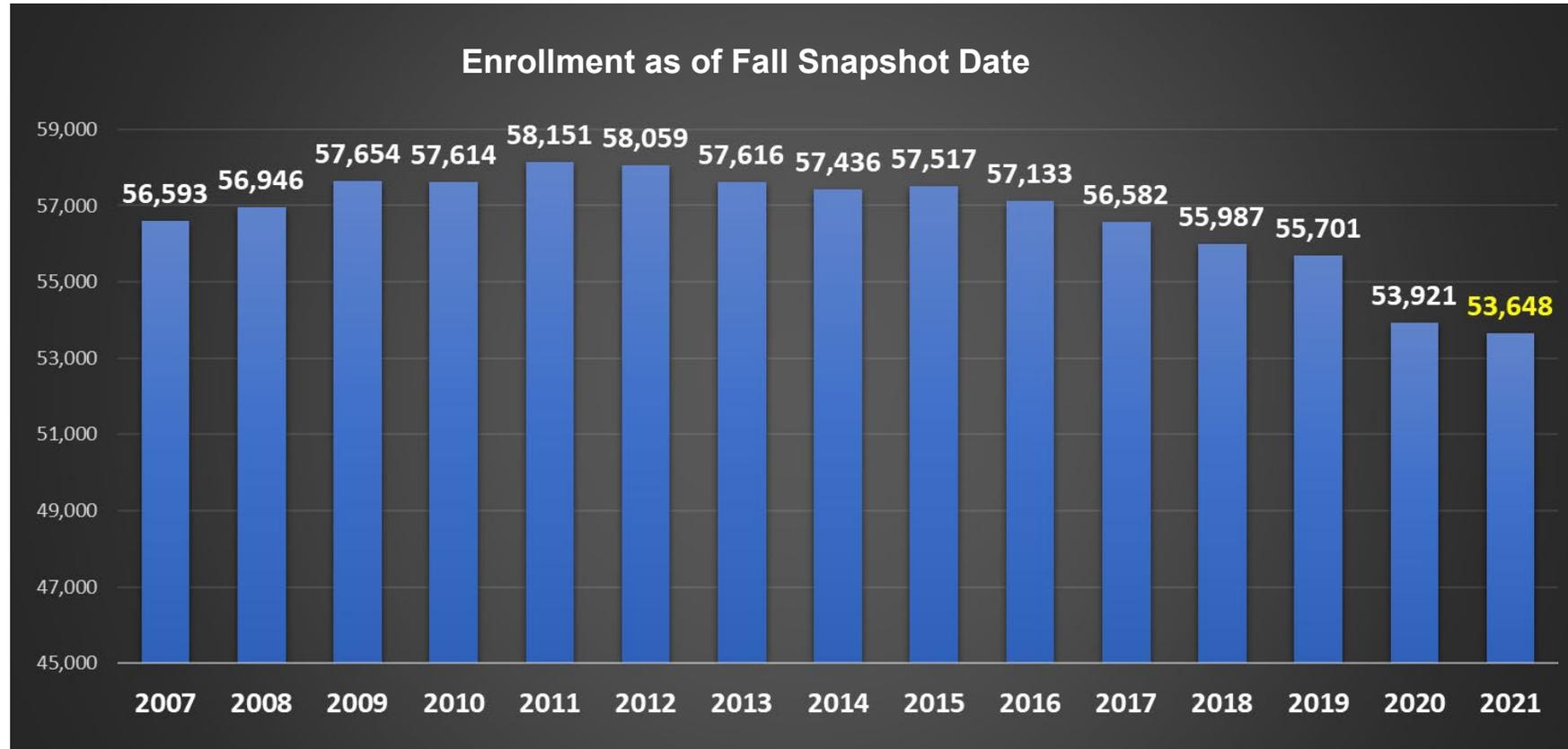
# Property Tax Rates by District- Dallas County

Fiscal Year 2021-22 Tax Rates			
District	M&O	I&S	Total
Lancaster ISD	1.0329	0.4375	1.4704
Richardson ISD	1.0409	0.3500	1.3909
DeSoto ISD	0.9603	0.4283	1.3886
Grand Prairie ISD	0.9603	0.4160	1.3763
Sunnyvale ISD	0.9279	0.4141	1.3420
Duncanville ISD	0.9759	0.3400	1.3159
Mesquite ISD	0.8720	0.4400	1.3120
Coppell ISD	1.0472	0.2448	1.2920
Grapevine-Colleyville ISD	0.9534	0.3217	1.2751
Ferris ISD	0.9559	0.3184	1.2743
Garland ISD	0.9384	0.3179	1.2563
Dallas ISD	1.0062	0.2420	1.2482
Cedar Hill ISD	0.9024	0.3360	1.2384
Irving ISD	0.9390	0.2687	1.2077
Carrollton-Farmers Branch ISD	1.0013	0.2000	1.2013
Highland Park ISD	1.0000	0.1700	1.1700
	\$ 0.97	\$ 0.33	\$ 1.30

TRE Passed

# Enrollment History (PK-12): Fall 2010 – Fall 2021 PEIMS Snapshot

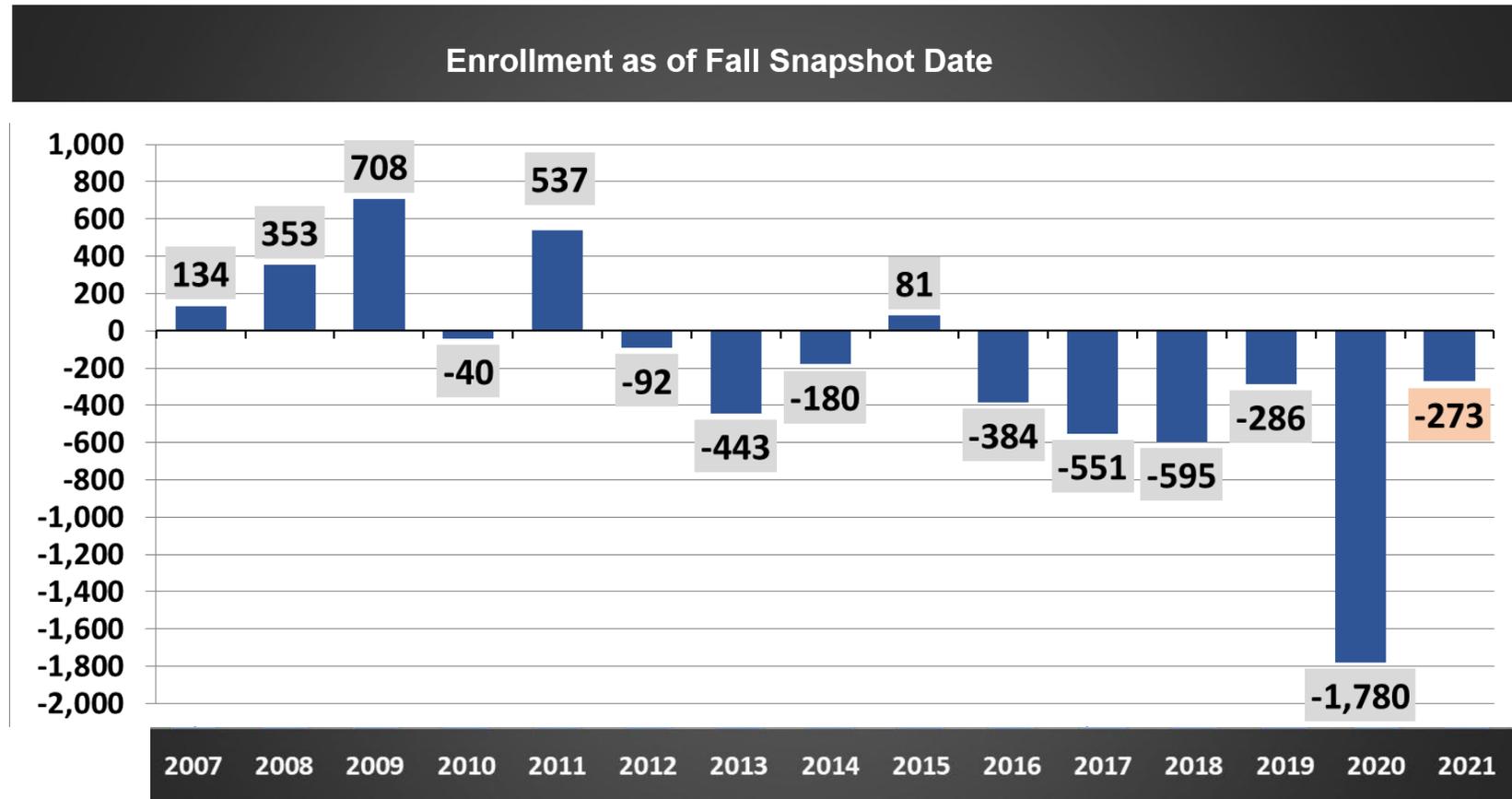
Source SDS Winter 2021 Presentation



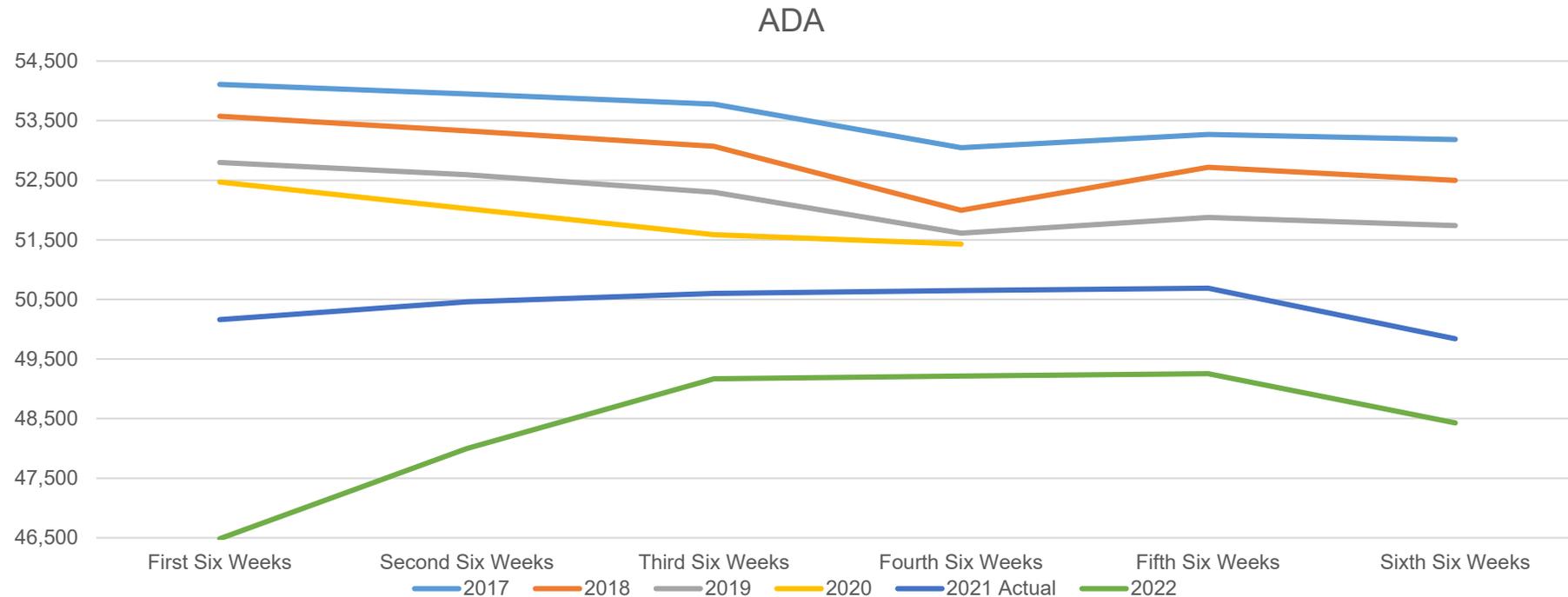
➤ District enrollment was 53,648 as of Fall Snapshot Date as of October 30, 2021

# Enrollment Change (PK-12): Fall 2010 – Fall 2021 PEIMS Snapshot

Source SDS Winter 2021 Presentation



# 2021-22 Average Daily Attendance



- \*The impact of first 6 weeks ADA percentage adjustment is not considered
- Fourth through sixth six weeks are forecasted based on historical changes
- \*2020: COVID Impact – No ADA taken after March 2020
- \*2022: COVID Impact Continues

# 2021-22 General Fund Budget as of February

## REVENUES:

	Original Budget	Revised Budget	Current Transfers Requested	Current Amendments Requested	Proposed Amended Budget
57 Local Revenue	\$ 220,814,473	\$ 221,742,174	\$ -	\$ -	\$ 221,742,174
58 State Revenue	283,757,343	264,187,343			264,187,343
59 Federal Revenue	9,000,000	16,400,000			16,400,000
<b>Total Revenues</b>	<b>\$ 513,571,816</b>	<b>\$ 502,329,517</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 502,329,517</b>

## EXPENDITURES:

11 Instruction	\$ 319,755,544	\$ 327,343,327	\$ (32,303)	\$ (8,473,202)	\$ 318,837,822
12 Instructional Resources and Media Services	7,826,046	8,132,341			8,132,341
13 Curriculum Development and Instructional Staff Development	15,596,228	16,604,917	(32,927)		16,571,990
21 Instructional Leadership	8,470,547	7,530,538	50,500		7,581,038
23 School Leadership	33,580,856	34,008,578	12,230		34,020,808
31 Guidance, Counseling and Evaluation	26,600,828	26,583,846			26,583,846
32 Social Work Services	491,210	491,210			491,210
33 Health Services	8,417,693	8,711,681			8,711,681
34 Student Transportation	16,234,639	16,315,216			16,315,216
35 Food Service	379,779	379,779			379,779
36 Extracurricular Activities	12,822,417	12,991,184	2,500		12,993,684
41 General Administration	18,475,461	18,757,253			18,757,253
51 Facilities Maintenance & Operations	48,599,006	47,203,609			47,203,609
52 Security and Monitoring Services	7,282,629	7,464,925			7,464,925
53 Data Processing Services	15,259,057	16,003,492			16,003,492
61 Community Services	1,792,660	1,797,404			1,797,404
71 Debt Service - Principal on Long-Term Debt	482,517	482,517			482,517
72 Debt Service Interest on Long-Term Debt		-			-
73 Bond Issuance Cost and Fees		-			-
81 Facilities Acquisition and Construction		13,727			13,727
95 Juvenile Justice Program	36,000	36,000			36,000
99 Other Intergovernmental Charges	897,947	897,947			897,947
<b>Total Expenditures</b>	<b>\$ 543,001,064</b>	<b>\$ 551,749,491</b>	<b>\$ -</b>	<b>\$ (8,473,202)</b>	<b>\$ 543,276,289</b>
<b>Excess(Deficiency) Revenues Over(Under) Expenditures</b>	<b>\$ (29,429,248)</b>	<b>\$ (49,419,974)</b>	<b>\$ -</b>	<b>\$ 8,473,202</b>	<b>\$ (40,946,772)</b>
<b>Other Resources</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>
<b>Other Financing Sources (Uses)</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>
<b>Net Change in Fund Balance</b>	<b>\$ (29,429,248)</b>	<b>\$ (49,419,974)</b>	<b>\$ -</b>	<b>\$ 8,473,202</b>	<b>\$ (40,946,772)</b>



## 2022-2023 Projections

Texas Economy

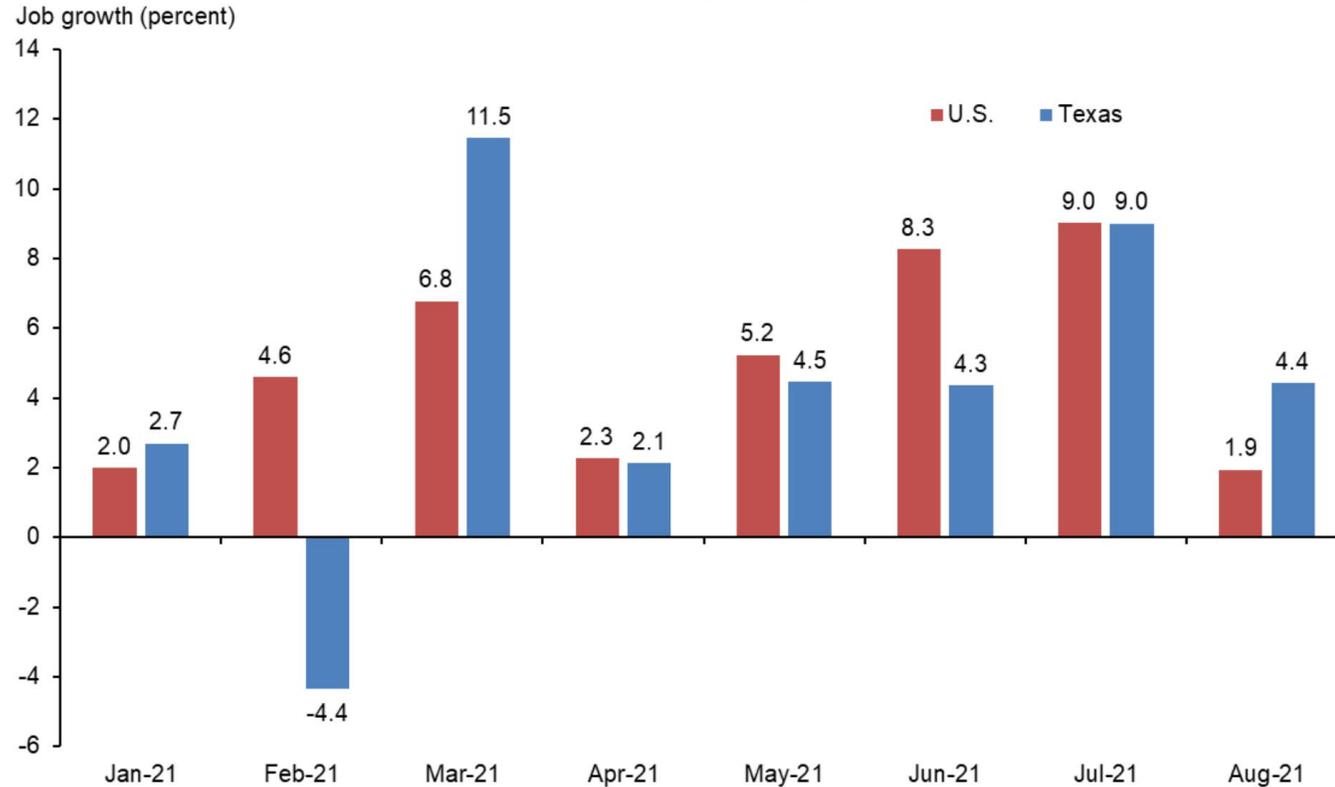
General Fund

Student Nutrition Fund

Debt Service Fund

# Texas Economy

Texas Job Growth Slows in August While Remaining Strong



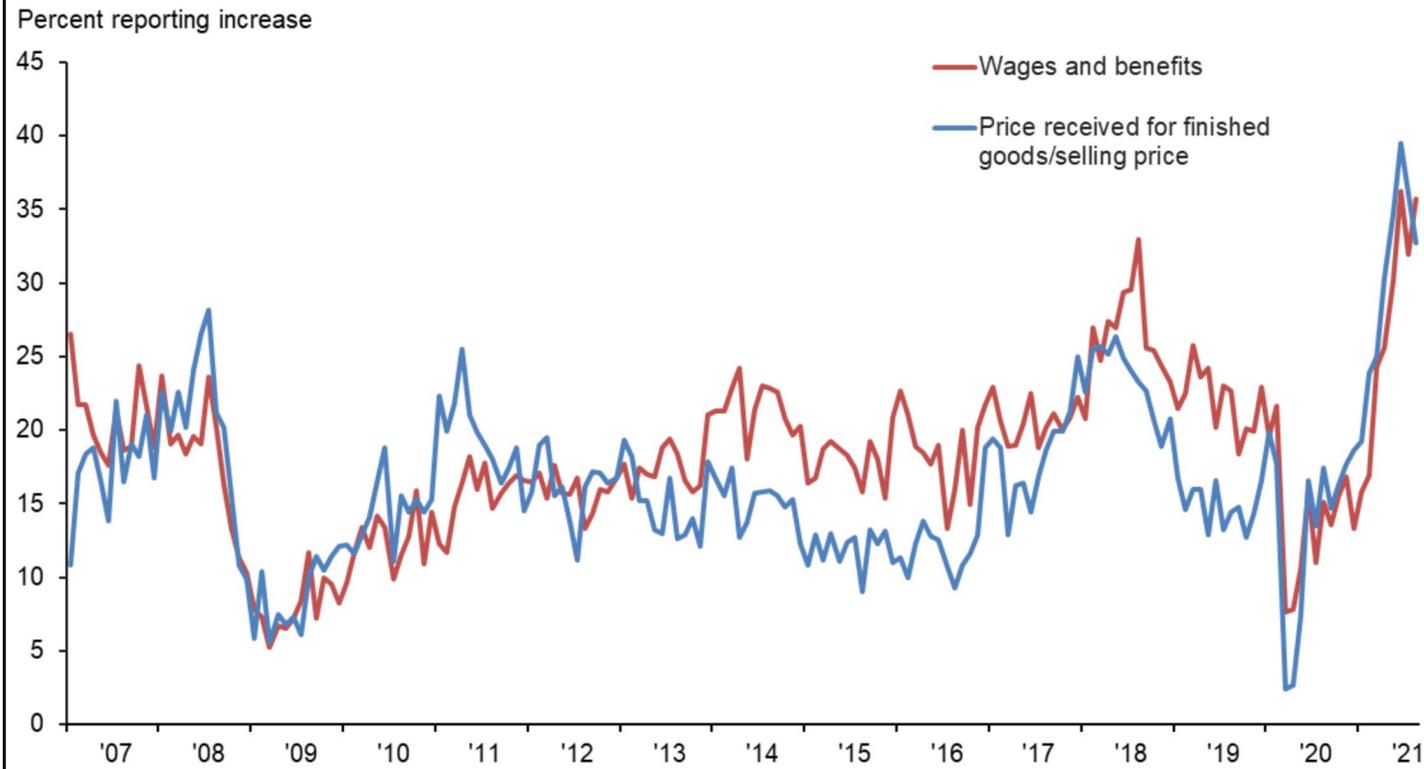
NOTE: Data show month-over-month annualized employment growth.  
SOURCES: Bureau of Labor Statistics; Texas Workforce Commission; Federal Reserve Bank of Dallas.

Federal Reserve Bank of Dallas

Texas employment expanded at an annualized 4.4 percent rate in August following a 9.0 percent spike in July (Chart 1). Although the pace of new jobs created in Texas exceeded the national rate during the month, state employment growth still trails the U.S. year to date.

# Texas Economy

Record Share of Texas Firms Are Raising Wages, Prices



NOTES: The manufacturing, service sector and retail surveys were combined by weighting the components by their respective shares of Texas gross domestic product. Data are through August 2021.

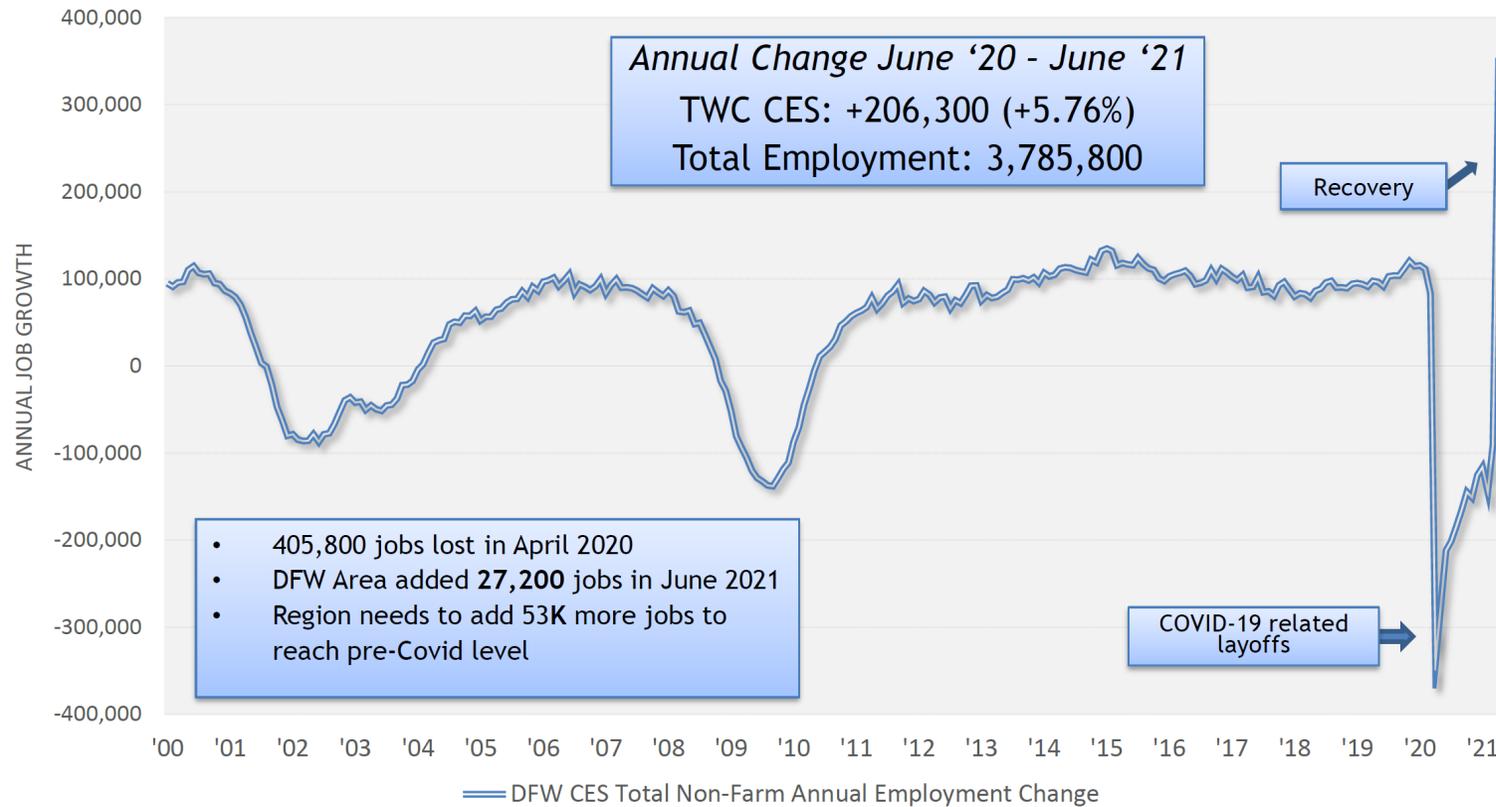
SOURCE: Texas Business Outlook Surveys, Federal Reserve Bank of Dallas.

Federal Reserve Bank of Dallas

Supply-chain disruptions and hiring difficulties continue pushing wages and prices higher. More than one-third of firms in the Texas Business Outlook Surveys (TBOS) reported raising wages and selling prices in August

# Texas Economy

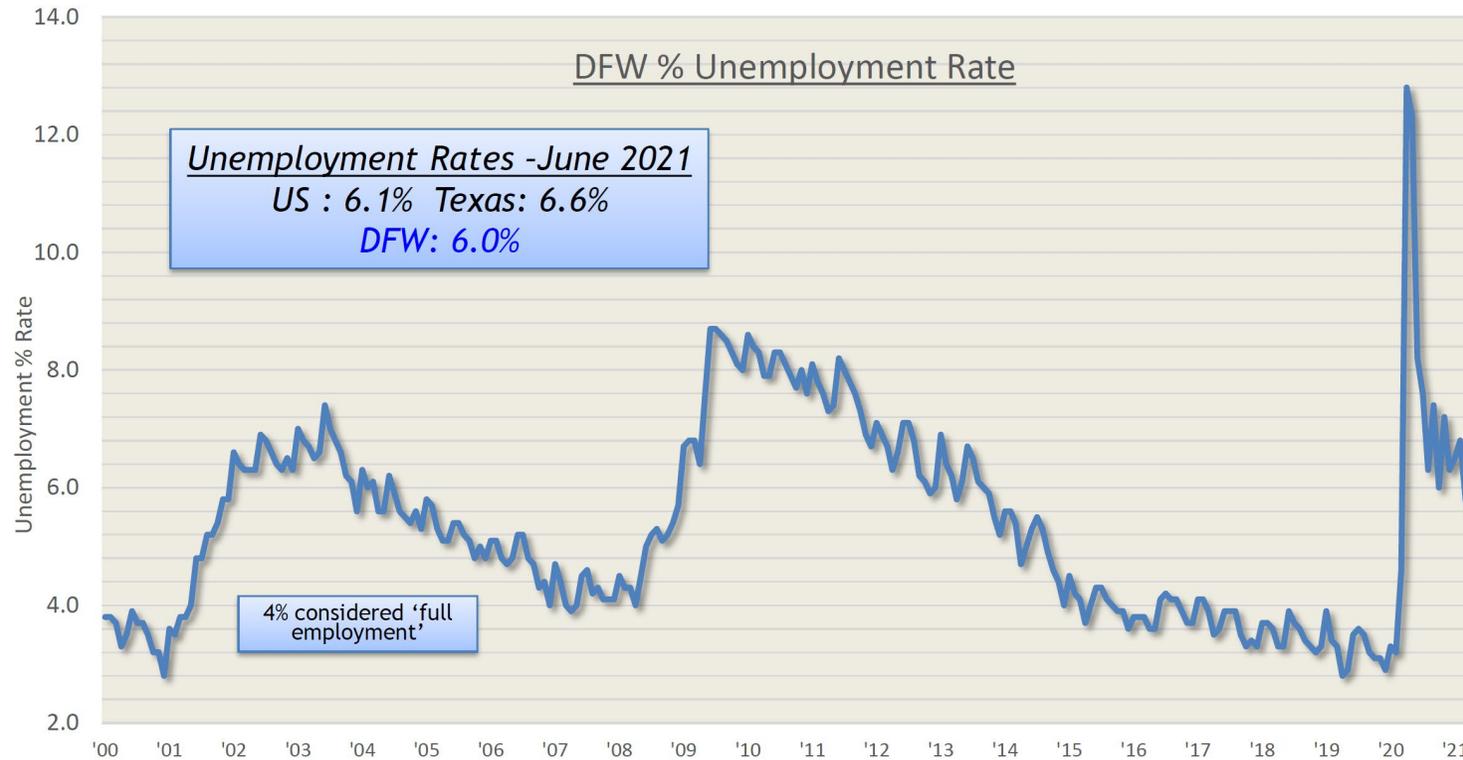
## DFW ANNUAL EMPLOYMENT GROWTH



Sources: TWC - CES, Dallas Federal Reserve (Not Seasonally Adjusted)

# Texas Economy

## DFW UNEMPLOYMENT



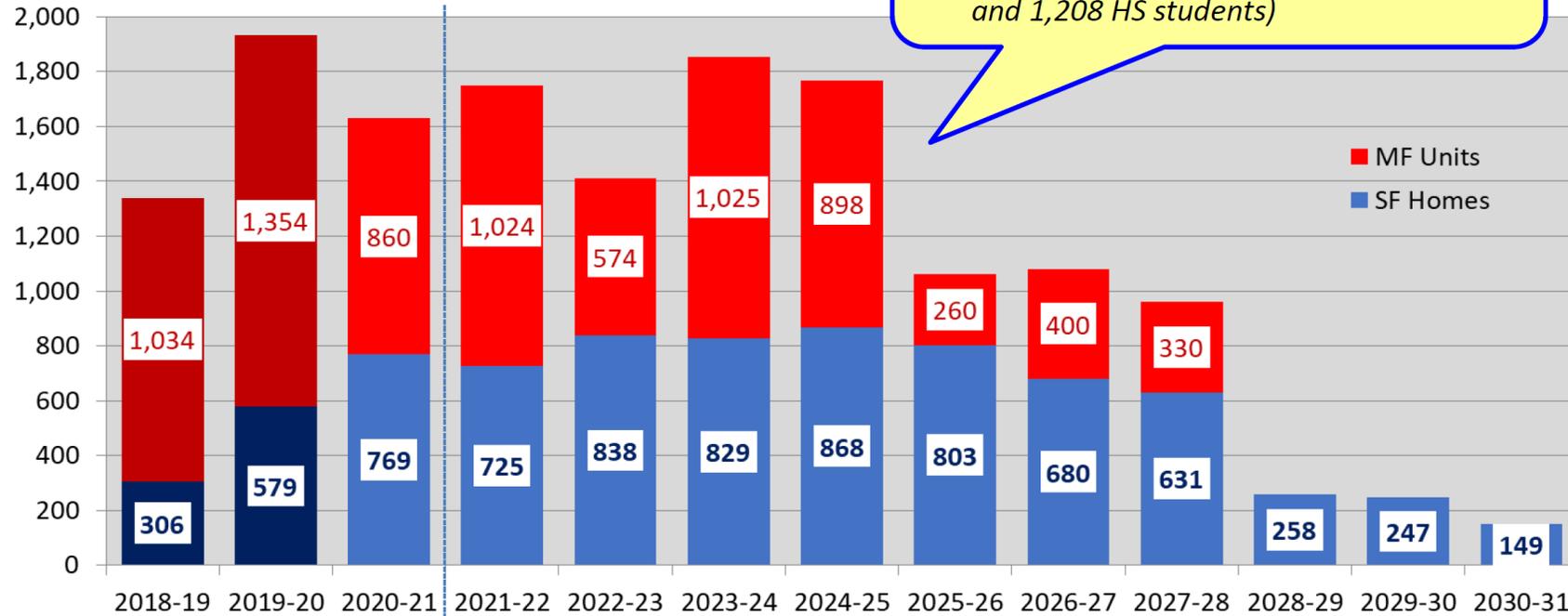
Not Seasonally Adjusted

Source: TWC - LAUS

# Texas Economy



## GARLAND ISD NEW HOME CLOSINGS FORECAST



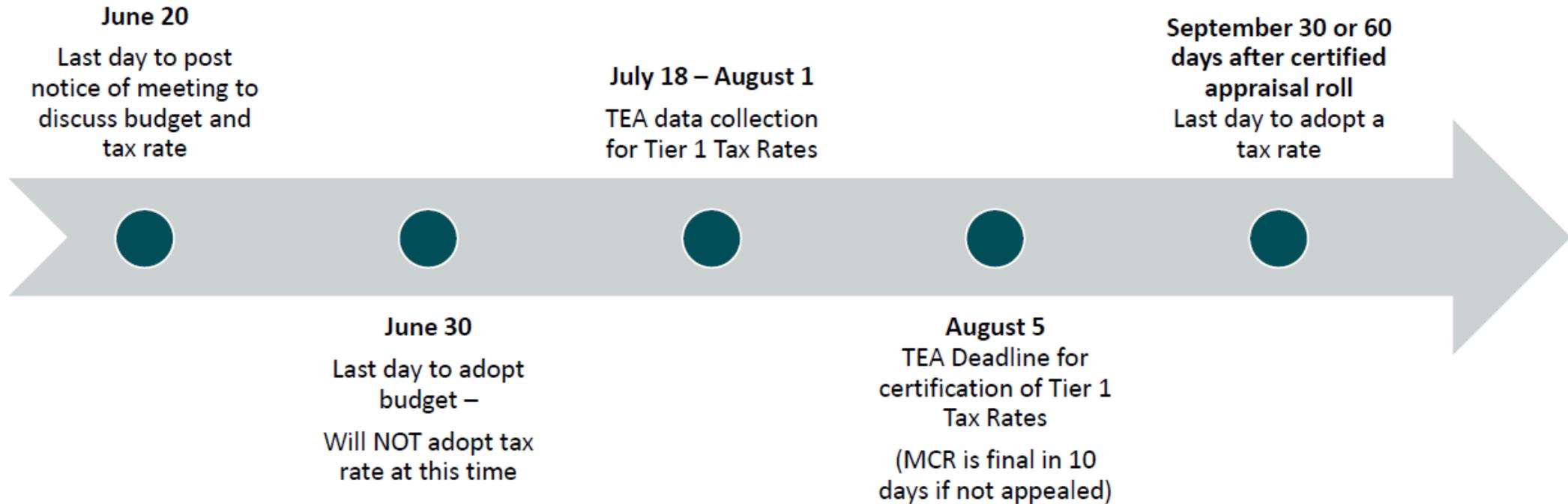
➤ New residential development in GISD projected to produce **3,908** total students over the next 10 years (1,863 ES, 837 MS, and 1,208 HS students)

\*Annual periods represent 4Q-3Q

- GISD is expected to see an average of 813 new homes occupied per year from 2021-2026
- Over the next 5 years the district could see more than 4,000 new homes occupied (mix of traditional lot sizes, townhomes, and smaller-lot/high-density detached homes)
- Approximately 6,000 new homes are expected to be built in the district through 2031
- Over 4,500 apartments are in-process/planned in the district

# July 1 Fiscal Year Start Date

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# July 1 Budget Start Date

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- Required to post budget and proposed tax rate before certified values are known
- Allowed to adopt a rate that is lower, but not higher than the one posted in the notice



# 2022-2023 General Fund (GF) Budget Assumptions

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- Close to Fully Operational in FY23
- Fiscal Year: July 1, 2022, to June 30, 2023
- Taxable Assessed Value Growth: 5% - could change with DCAD information
  - M&O Tax Rate: \$0.9384, includes 5<sup>th</sup> Golden Penny
- Average Daily Attendance (1<sup>st</sup> Semester 47,883):

	Scenario 1	Scenario 2	Scenario 3
Projected ADA	47,483	47,883	48,283
ADA Change	(400)	0	400

- 98% Tax Collection Rate



# 2022-2023 General Fund (GF) Budget Assumptions

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- Unknowns:
  - Teacher Incentive Allotment
  - CCMR is not final and only projected, final figures to come
  - Projections are subject to change with updated guidance from TEA & COVID impact
  - TEA has not released Compensatory Education Census Data
- Does not include fleet replacement schedule for Transportation for future years (\$3+ million per year, falling behind on fleet replacement schedule)
- Does not include Bus GPS Tracking



# 2022-2023 General Fund (GF) Budget Assumptions

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- SHARS & Interest Income Projections continue to be accounted for in projection
- COVID Impact: Expect revenue fluctuations
- Increased Weighted Student Populations Offset Some ADA Loss
- Aging Building Needs Under Review

# GISD Raise History

- Total Ongoing M&O Add for Raise Increases Since 2016-17 (Excludes new positions) = **\$67,582,903**

## RAISE PERCENT AND DOLLAR IMPACT BY FISCAL YEAR

FY 16-17		
	Raise %	Budget impact
Midpoint	2.25%	\$ 8,410,465
<b>Total:</b>		<b>\$ 8,410,465</b>

FY 17-18		
	Raise %	Budget impact
Teachers	2.00%	
Paraprofessionals and Support	2.50%	
Administrative	1.75%	
<b>Total:</b>		<b>\$ 7,500,000</b>

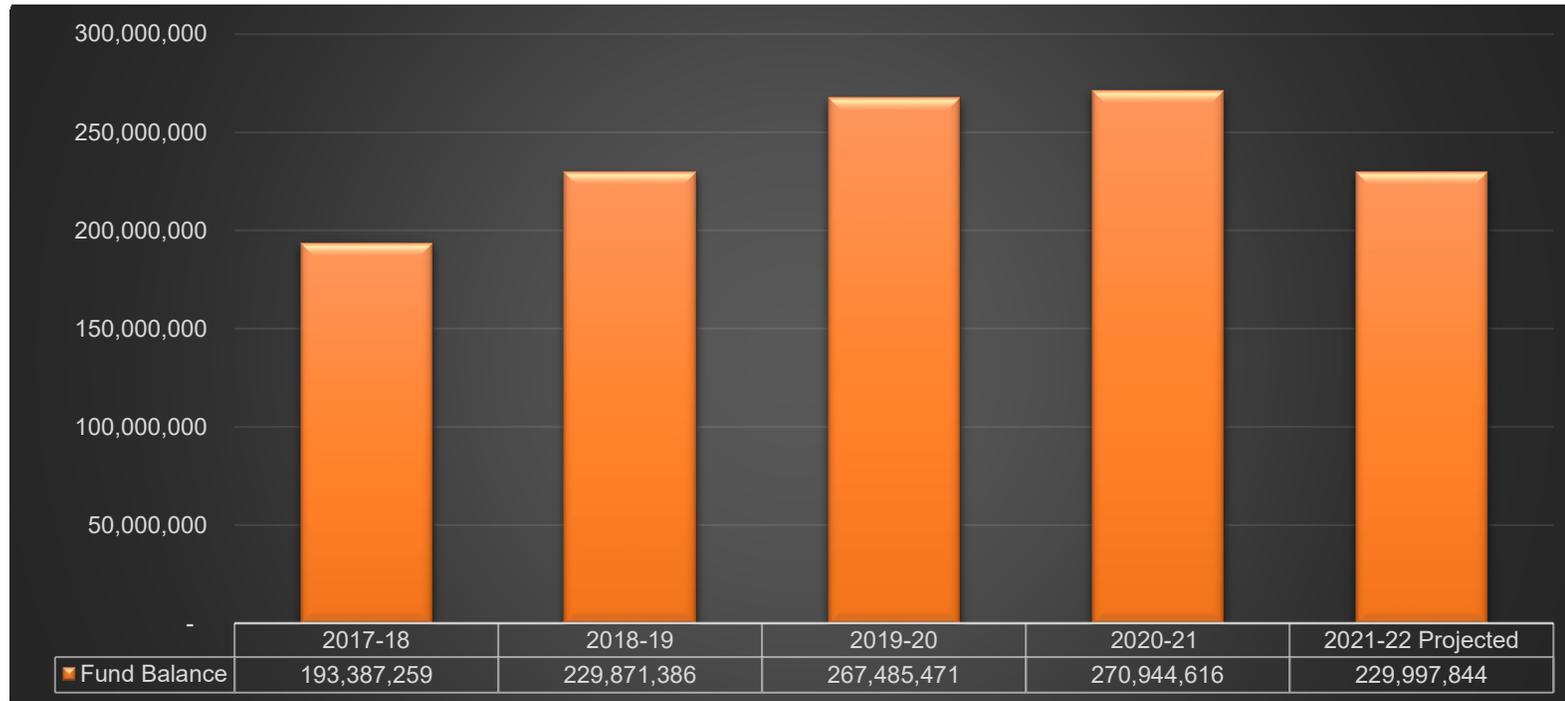
FY 18-19		
	Raise %	Budget impact
Midpoint	1.5%	\$ 5,800,000
Equity adjustment	1.5%	\$ 1,200,000
<b>Total:</b>		<b>\$ 7,000,000</b>

FY 19-20		
	Raise %	Budget impact
Teacher, Librarian, Counselor, Nurse 0-5	3.00%	\$ 2,182,932
Teacher, Librarian, Counselor, Nurse 6-15	3.25%	\$ 3,532,747
Teacher, Librarian, Counselor, Nurse 16+	3.50%	\$ 3,344,183
Non-Exempt (Exclude Bus Drivers)	4.00%	\$ 2,058,183
All other Exempt Employees	3.00%	\$ 1,698,186
Bus Drivers pay increase		\$ 1,993,564
<b>Total:</b>		<b>\$ 12,816,231</b>

FY 20-21		
	Raise %	Budget impact
One time payment		\$ 3,658,513
Midpoint	1%	\$ 5,812,301
<b>Total:</b>		<b>\$ 9,470,814</b>

FY 21-22		
	Raise %	Budget impact
One time payment-- ESSER		\$ 14,000,000
Midpoint	2%	\$ 8,385,393
<b>Total:</b>		<b>\$ 22,385,393</b>

# Fund Balance History



Change in Fiscal Year \$36,484,127; 2-Less Months of Operations

HB3 Funding Increase; COVID Operational Savings (Shut down for 3-Months): \$37,614,085

COVID Operational Savings: Lowest Fund Balance Add in 10+ Years: \$3,459,145

# GF Fund Balance Updates

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- Potential Impact on FIRST Rating
  - 3-Year Change in Fund Balances
  - General Fund Revenues Equal or Exceed Expenditures
- Impact on Credit Rating for future investments

# 2022-23 General Fund Budget Recommendations

Recommendation		
1-Time (only in 2022-23 Fiscal Year)	Amount	Board Update
Pre-k expansion furniture and instructional materials	254,000	January-22
COVID Cleaning -- Reductions from Budget--No longer Needed	(1,000,000)	January-22
Intersession Payroll -- Reductions from Budget--No longer Needed	(3,368,899)	January-22
Intersession Non Payroll -- Reductions from Budget--No longer Needed	(239,953)	January-22
<b>Total One Time Add</b>	<b>(4,354,852)</b>	

Recommendation		
Ongoing (2022-23 & Future Fiscal Years)	Amount	Board Update
Pre-k expansion 12 Teacher FTE's and 19 Para FTE's	1,445,000	January-22
College for All 2 Nurses, 2 Early College Liasion (Eastfield and Richland) and 2 Magnent Advisors (GISD) and .5 Early College Route Specialist	532,151	January-22
College for All Textbooks	569,560	January-22
College for All linstructional materials for campuses, PD and coaching, and bus routes	581,200	January-22
SRO Contract Increase	110,230	January-22
TRS Increase	400,000	January-22
<b>Total Ongoing Add</b>	<b>3,638,141</b>	

<b>Total Ongoing &amp; 1-Time Adds for Fiscal Year 2022-23</b>	<b>(716,711)</b>
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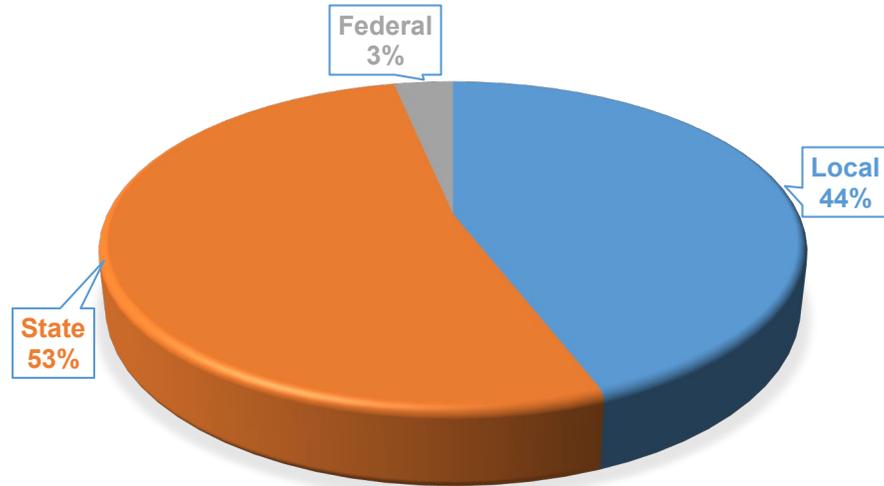
# 2022-23 General Fund Scenarios

	2021-22	2022-23	2022-23	2022-23
	Current	Projected Budget 5% TAV Growth	Projected Budget 5% TAV Growth	Projected Budget 5% TAV Growth
	October ADA	Loss of 400 ADA	No ADA Change	Gain of 400 ADA
	46,800	47,483	47,883	48,283
<b>REVENUE SUMMARY</b>				
TOTAL LOCAL REVENUE	221,742,174	226,373,286	226,373,286	226,373,286
TOTAL STATE REVENUE	264,187,343	262,397,281	265,067,555	267,737,829
TOTAL FEDERAL REVENUE	16,400,000	16,400,000	16,400,000	16,400,000
<b>TOTAL REVENUE SUMMARY</b>	<b>502,329,517</b>	<b>505,170,567</b>	<b>507,840,841</b>	<b>510,511,115</b>
<b>EXPENDITURE SUMMARY</b>				
PAYROLL	459,656,591	458,664,843	458,664,843	458,664,843
NON-PAYROLL	83,619,698	83,228,005	83,228,005	83,228,005
<b>TOTAL EXPENDITURE SUMMARY</b>	<b>543,276,289</b>	<b>541,892,848</b>	<b>541,892,848</b>	<b>541,892,848</b>
<b>Revenue in Excess (Short of) Expenditures</b>	<b>(40,946,772)</b>	<b>(36,722,281)</b>	<b>(34,052,007)</b>	<b>(31,381,733)</b>
<b>TOTAL OTHER FINANCING USES</b>	-	-	-	-
<b>Net Change in Fund Balance</b>	<b>(40,946,772)</b>	<b>(36,722,281)</b>	<b>(34,052,007)</b>	<b>(31,381,733)</b>
<b>Ending Fund Balance</b>	<b>\$ 229,997,844</b>	<b>\$ 193,275,563</b>	<b>\$ 195,945,837</b>	<b>\$ 198,616,111</b>

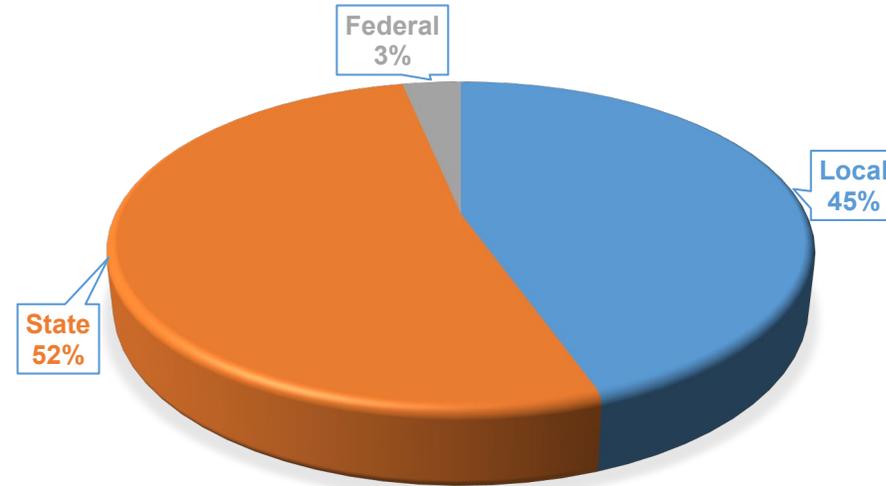
# Revenue Breakdown 2022-2023

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REVENUE BREAKDOWN 2021-22

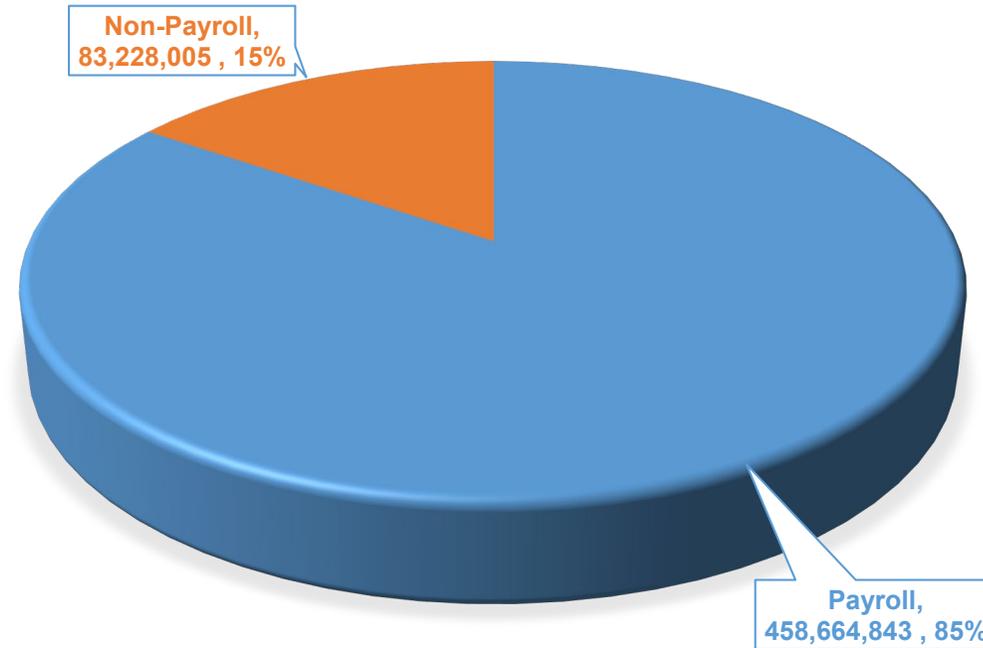


PROJECTED REVENUE 2022-23



# Payroll vs. Non-Payroll 2022-2023

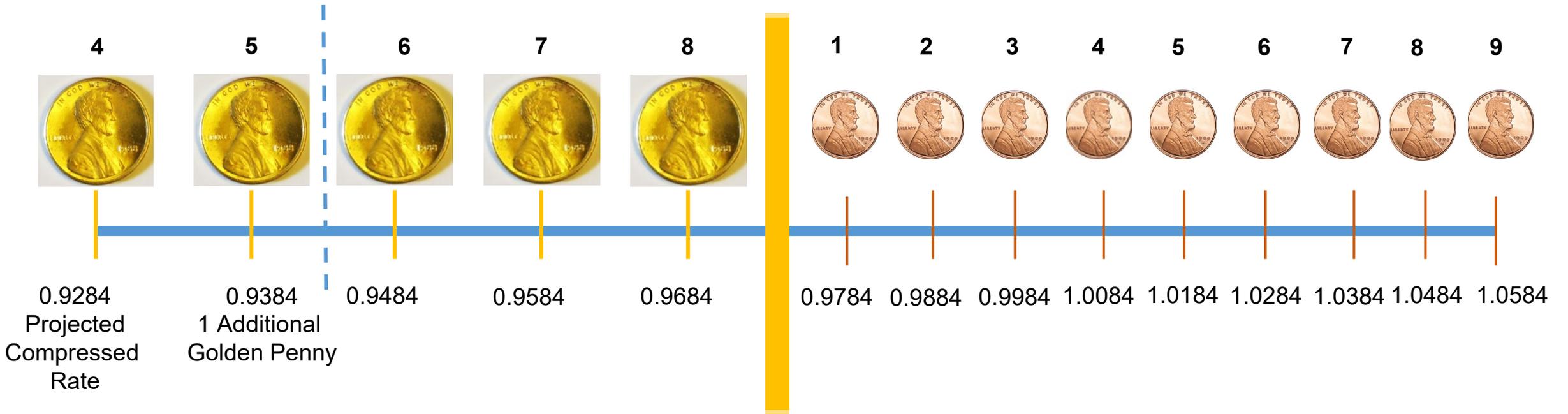
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# 2023-25 General Fund Scenarios

	2022-23	2023-24	2024-25
	Projected Budget 5% TAV Growth	Projected Budget 3% TAV Growth	Projected Budget 2% TAV Growth
	No ADA Change 47,883	No ADA Change 47,883	No ADA Change 47,883
<b>REVENUE SUMMARY</b>			
TOTAL LOCAL REVENUE	226,373,286	230,516,442	231,136,260
TOTAL STATE REVENUE	265,067,555	260,511,268	259,753,239
TOTAL FEDERAL REVENUE	16,400,000	16,400,000	16,400,000
<b>TOTAL REVENUE SUMMARY</b>	<b>507,840,841</b>	<b>507,427,710</b>	<b>507,289,499</b>
<b>EXPENDITURE SUMMARY</b>			
PAYROLL	458,664,843	458,664,843	458,664,843
NON-PAYROLL	83,228,005	94,722,426	96,143,262
<b>TOTAL EXPENDITURE SUMMARY</b>	<b>541,892,848</b>	<b>553,387,269</b>	<b>554,808,105</b>
Revenue in Excess (Short of) Expenditures	(34,052,007)	(45,959,559)	(47,518,606)
<b>TOTAL OTHER FINANCING USES</b>	-	-	-
<b>Net Change in Fund Balance</b>	<b>(34,052,007)</b>	<b>(45,959,559)</b>	<b>(47,518,606)</b>
<b>Ending Fund Balance</b>	<b>\$ 195,945,837</b>	<b>\$ 149,986,278</b>	<b>\$ 102,467,672</b>

# Pennies Available: M&O Tax Rate



Assumes TAV Growth at 5%

# Projected TRE Impact at 5% Value Growth

	Penny	Tax Rate	Local Additional Revenue Generated	State Additional Revenue Generated	Total State and Local Revenue Generated	Cumulative Revenue Generated	
<b>Golden</b>	<b>5</b>	<b>0.9384</b>					Board Approved Add
	<b>6</b>	<b>0.9484</b>	2,361,714	4,201,874	6,563,588	6,563,588	5% TAV Growth
	<b>7</b>	<b>0.9584</b>	2,361,714	4,158,997	6,520,711	13,084,300	
	<b>8</b>	<b>0.9684</b>	2,361,714	4,201,874	6,563,588	19,647,888	
	<b>Copper</b>	<b>1</b>	<b>0.9784</b>	2,361,714	904,623	3,266,337	
<b>2</b>		<b>0.9884</b>	2,361,714	913,950	3,275,664	26,189,890	
<b>3</b>		<b>0.9984</b>	2,361,714	904,623	3,266,337	29,456,228	
<b>4</b>		<b>1.0084</b>	2,361,714	913,949	3,275,663	32,731,891	
<b>5</b>		<b>1.0184</b>	2,361,714	904,624	3,266,338	35,998,230	
<b>6</b>		<b>1.0284</b>	2,361,714	913,949	3,275,663	39,273,893	
<b>7</b>		<b>1.0384</b>	2,361,714	904,623	3,266,337	42,540,231	
<b>8</b>		<b>1.0484</b>	2,361,714	913,950	3,275,664	45,815,895	
<b>9</b>		<b>1.0584</b>	2,361,714	904,623	3,266,337	49,082,233	

# Per Penny Impact M&O Tax Rate



= \$6.5 million per penny of tax effort

Locally = \$2.36 Million

State = \$4.1 Million



= \$3.2 million per penny of tax effort

Locally = \$2.36 Million

State = \$910 Thousand

Potential to generate an additional \$49 million annually

# TRE Impact Example

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	2019-20		2020-21		2021-22		2022-23	
M&O	0.97	M&O	0.9513	M&O	0.9384	M&O	1.0584	
I&S	0.42	I&S	0.305	I&S	0.3179	I&S	0.3179	
Total:	1.39	Total:	1.2563	Total:	1.2563	Total:	1.3763	

TRE:

- 1) Additional M&O Revenue Cannot be used to Support Debt Service
- 2) Generates an Additional \$49 million annually, can be used to support ongoing raises, and 1-time expenditure needs (bus replacement schedule)

# Per Penny Impact on a \$215,000 Home (\$175,000 after Homestead Exemption)

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<b>Tax Rate per \$100/valuation</b>	<b>\$1.3763</b>
\$100/valuation of \$175,000 taxable value on “average” home	X 1,750
<b>Total school taxes</b>	<b>\$2,409</b>

Proposed tax results in additional \$17.50 per penny increase in the tax rate

\*Considers \$40k Homestead Exemption is passed in May

# Tax Ratification Election 2022 Tax Year

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Notice in newspaper before the August deadline

Need July DCAD Value to complete TEA Survey to determine M&O Tax Rate

TEA will have to confirm and communicate the tax rate to the District

Business & Community Support; Communication Plan

**Disaster Exception:** The board of a district located in an area declared a disaster area by the governor may hold a VATRE during the two-year period following the date of the declaration without conducting an efficiency audit.

Proclamation dated February 12<sup>th</sup>, 2021 a state of disaster was declared in all Texas counties due to severe winter weather.

# 2022-2023 Student Nutrition Services Fund

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	2022-23 Proposed Student Nutrition Budget
57 Local Revenue	\$ 851,215
58 State Revenue	-
59 Federal Revenue	35,089,011
<b>Total Revenues</b>	<u>\$ 35,940,226</u>
35 Food Service	35,940,226
<b>Total Expenditures</b>	<u>\$ 35,940,226</u>
Net Change in Fund Balance	<u>\$ -</u>

# 2022-2023 Debt Service Fund

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	2022-23 Proposed Debt Service Budget
57 Local Revenue	\$ 75,748,622
58 State Revenue	
59 Federal Revenue	471,993
<b>Total Revenues</b>	\$ 76,220,615
71 Debt Service - Principal on Long-Term	41,900,000
72 Debt Service Interest on Long-Term D	18,598,642
73 Bond Issuance Cost and Fees	1,000,000
<b>Total Expenditures</b>	\$ 61,498,642
Net Change in Fund Balance	\$ 14,721,973

- Assumptions
  - Bond Election Review
  - I&S Rate: \$0.3179

# 2022-2023 Debt Service Fund

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## Net principal and interest payment scheduled for FY23

### Total Debt Service

8/15/2022 Interest	\$	9,299,321
2/15/2023 Principal	\$	41,900,000
2/15/2023 Interest	\$	<u>9,299,321</u>
Total	\$	60,498,642

# 2022-2023 Bond Updates

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## Bond Election Calendar for Texas School Districts

Action	November 2022 Election
Last day to call for Bond Election	August 22
First day to publish notice of election	October 9
Last day for voter registration	October 10
Last day to post notice of election	October 18
First day of Early Voting	October 24
Last day to publish notice of election	October 31
Last day of Early Voting	November 4
<b>Election Day</b>	<b>November 8</b>
Earliest day to canvass election	November 11
Last day to canvass election	November 22

# Summary and Next Steps

## Currently Implemented & Continued

- 2020-21 Fiscal Year 12% reductions implemented to non payroll budgets for campuses and departments.
- Budget restrictions lifted for travel, food, etc.

## Currently Under Review

- Recommendations for budget increases for FY23
  - Raises
  - Stipends
- Transportation Fleet Purchases
- Aging Building Needs

More analysis is to come, focus is meet the financial needs with low impact to programs.

# Next Steps

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## February 2022

Human Resources Department and Position Control concludes staffing meetings  
Human Resources Department and Position Control submits report for positions and staffing needs  
Budget training for new personnel  
Continue meetings with campuses and departments to discuss budget process for FY 2022-23  
Budget Workshop February 22nd

## March 2022

Budget system made available for campuses and departments 2022-23 budget entry  
Benefits and payroll estimates are calculated and reviewed  
Revenue estimates are calculated and reviewed  
Budget workshop TBD

DCAD Releases Initial Projections

## April 2022

Deadline for submission of all district budgets  
Receive Dallas Central Appraisal District (DCAD) letter  
Executive Team identifies funding requests to support ongoing programs and the strategic objectives  
Executive Team reviews possible 2022-23 raise scenarios  
Budget compiles feedback, budget submission and submits to CFO and Executive Team for review  
Review Board feedback and incorporate fiscal impact to budget

CCMR Funding for FY 2021-22

# Next Steps

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## May 2022

Revenue estimates revised based on preliminary values from DCAD  
Benefits, payroll, and revenue estimates are updated  
Align revenues and expenditures  
All funds are finalized for the 2022-23 budget adoption  
Present preliminary final budget to Board

## June 2022

General Fund, Food Service and Debt Service budgets are finalized for Fiscal Year 2021-22  
Board considers adopting proposed 2022-23 budgets  
2022-23 budget upload to the General Ledger  
*\*Dates are subject to change*

## July 2022

General Fund, Food Service and Debt Service budgets for Fiscal Year 2022-23 available in Oracle

## August 2022

Receive DCAD certified values and adjust expected local and state revenues  
Board considers 2022-23 tax rates for adoption

# Comments & Follow-up

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