Special

Friday, August 22, 2003 4:30 PM
Granbury ISD Board Room, 600 West Pearl St., Granbury, TX 76048, W Pearl St, Granbury, TX 76048

1. **Call to order**
2. **Budget Workshop**
3. **Adjourn**

GRANBURY ISD

Budget Workshop

August 22, 2003

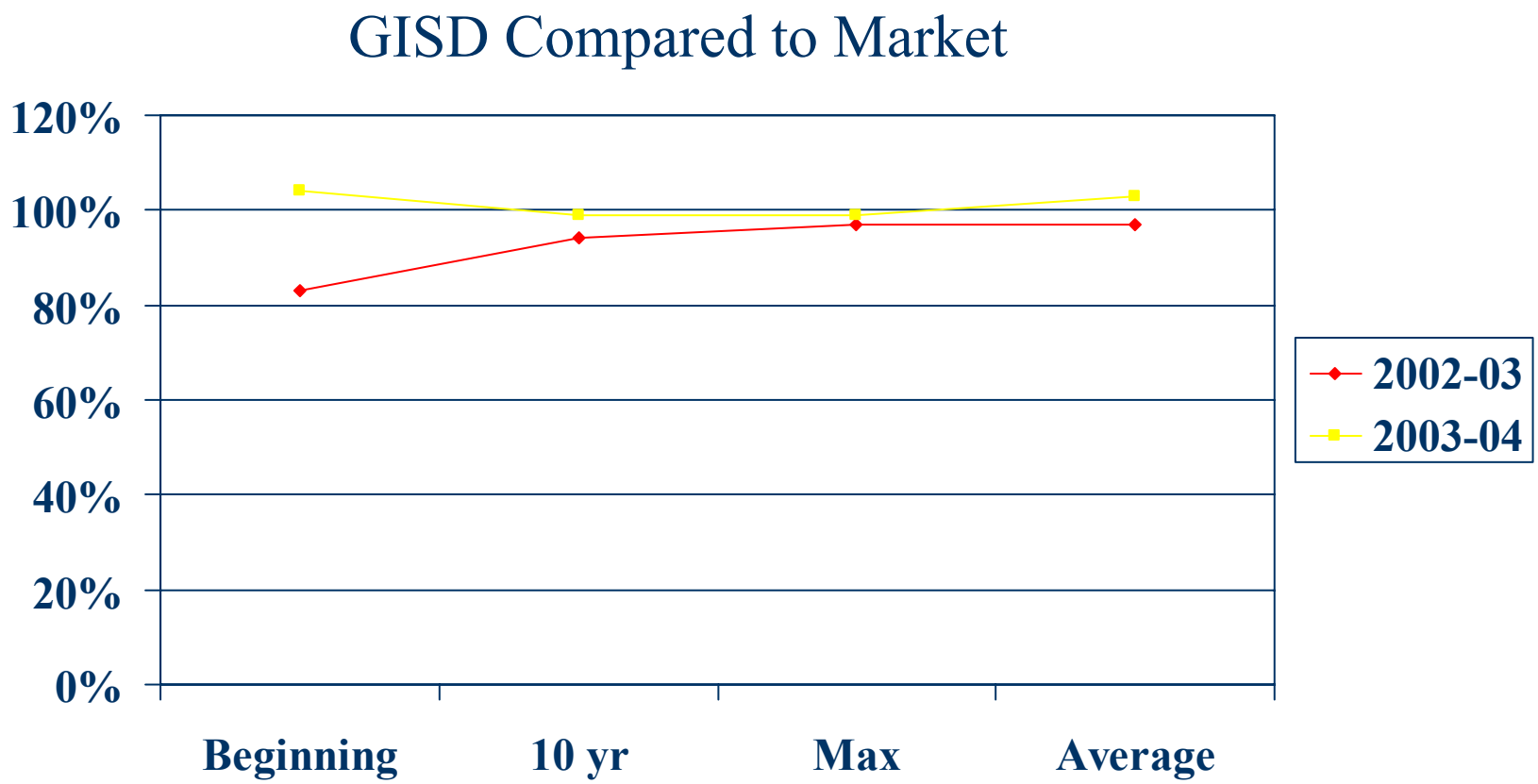
Workshop Objectives

- Discuss what has been presented thus far and any new occurrences
  - Expenditures (General Operating & Debt Service)
  - Revenues (General Operating & Debt Service)
- Discuss current decisions impact on future years

General Operating - Expenditures

- Enhanced Teacher Salary Schedule
  - Beginning Teacher Salary from 83% of the market to 104% of the market
  - Average Salary from 97% of the market to 103% of the market
  - 10 year teacher salary from 94% of the market to 99% of the market
  - Top teacher salaries from 97% of the market to 99% of the market

Teacher Salary Schedule



General Operating - Expenditures

- Other salary schedules
  - Minimum, Midpoint & Maximum increased by 2%
  - Mid-point raises 3.3% for all employees

General Operating - Expenditures

- Enhanced District Health Insurance Contribution
  - State reduced the Supplement – from $1,000 to $500 for teachers and from $1,000 to $0 for administrators
  - Increased District Contribution to cover current employee only cost ($295 - $300)

General Operating - Expenditures

- Replacement Schedules funded
  - Roof Replacement/repair schedule fully funded
  - Majority of Maintenance Department schedules funded
    - HVAC not completely funded

General Operating - Expenditures

- Capital Projects Funded
  - Complete funding of Replacement Schedules
    - HVAC, Security Systems
  - Pool Cover Project with City
  - Fire Alarm Systems
  - Structural Engineer Project

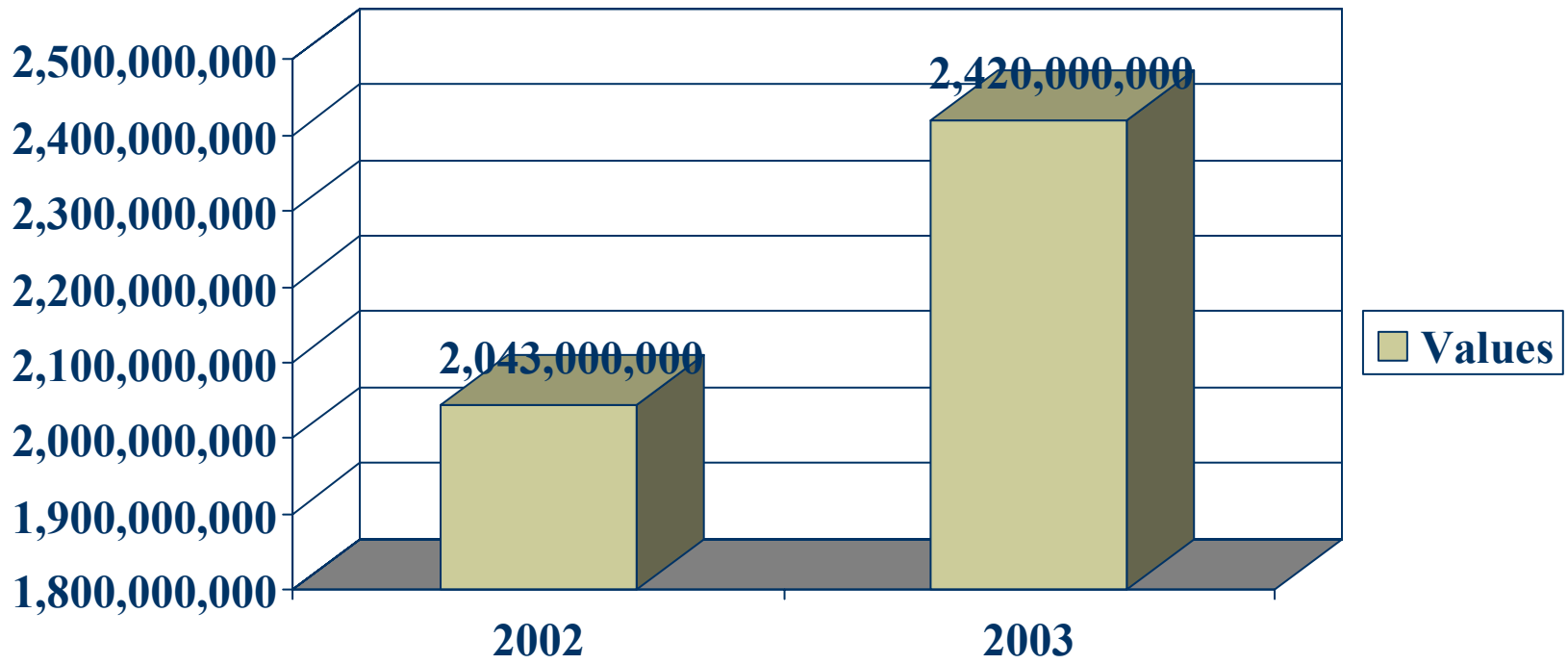
General Operating - Revenue

- Property Value Certification
- Tax Rate to support presented budget

Property Values

- Values used for previous Budget discussions were received from HCAD on July 9, 2003
  - 8% increase over last year
- July 25, 2003 HCAD certified values higher than July 9, 2003 numbers
  - 18% increase over last year (taxable value 17%)

Property Values



General Operating - Revenue

- Loss of State Funds
  - $2,200,000
- Tax Rate $1.50
  - Rate to maintain same revenue level as last year was calculated to be $1.54
    - Can't have M & O rate over $1.50

General Operating – Projections for Future Years

- Assumptions
  - 5% Property Value Growth
  - 0% Student Growth
  - 98% Collection Rate
- Tax rate of $1.50 is maximum rate
  - Can’t go higher next year

General Operating – Projections for Future Years

- Loss of State funds due to increased property values
  - 2004-05 $950,000
  - 2005-06 $1,000,000
- Increase in Property Tax revenue due to increased values
  - 2004-05 $1,500,000
  - 2005-06 $1,600,000

General Operating – Projections for Future Years

- Increases in revenue and reallocation of capital expenditures from current year will allow for step increases and salary increases each year as well as funding of replacement schedules
  - See spreadsheet

Debt Service - Expenditures

- Debt Service for GISD was approved by the voters at the time the bond election passed
  - 2003-04 $5,898,863

Debt Service – Revenue

- Decrease in State revenue
  - $700,000
- Tax Rate $.20
  - Rate to maintain calculated at $.26
    - Use of fund balance
  - Total Tax Rate $1.70
    - $.03 less than last 3 years

Debt Service – Projections for Next Year

- Assumptions
  - 2003-04 Tax Rate $.20
  - 2004-05 Tax Rate $.22
  - 5% Property Value Growth
  - 99% Collection Rate

Debt Service – Projections for Next Year

- Loss of State Funds due to increased property values
  - 2004-05 $400,000
- Increase in Property Tax Revenue due to increased values
  - 2004-05 $700,000

Debt Service – Projections for Next Year

- Net increase in revenue will allow 2004-05 debt service to be paid with a $.02 tax rate increase
  - Tax rate will have to increase $.02 to meet the debt service requirements

Conclusion

- Proposed Tax Rate
  - Maintenance & Operations $1.50
  - Debt Service $ .20
  - Total $1.70
    - $.03 less than last year
    - $100,000 homeowner will pay $25/year less than last year
      - IF property value did not increase

Questions & Discussion