



BOARD OF SCHOOL TRUSTEES

KELLER INDEPENDENT SCHOOL DISTRICT

11G. Report

Date: April 9, 2007

SUBJECT: PRELIMINARY BUDGET ASSUMPTIONS AND ANTICIPATED EXPENDITURES/REVENUES

BOARD GOAL: All systems in the Keller Independent School District will be effective, efficient and accountable in support of the district's mission.

FISCAL NOTE: Budget planning for the 2007-2008 General Fund

Background Information:

- To set a base understanding of the budgets components, a listing of assumptions has been developed by the campuses and administration.
- These assumptions will highlight those items that will drive the budget and provide for reoccurring expenses or items that will create expenses for the first time that will need to be provided for in the future.
- In addition to the expenditures, assumptions will be developed concerning revenues.
- The assumptions for revenue will come from the best available sources that the district has at this time.

Administrative Considerations:

- The attached list represents the best thinking by the campuses and departments at this time.
- Adjustments have been made as issues for the 2007-2008 budget as they are discovered for next year's budget.
- These assumptions will be further investigated for priority and feasibility.
- The departments will continue to collect data that may have an impact on this listing.
- Last update revenues were estimated by Moak, Casey and Associates L.L.P. through the district's Legislative Information Services Agreement with the Texas Association of School Business Officials. Please find attached estimates using the funding template provided by Region XIII. This template has been used successfully in the past by most districts in the state. Keller ISD has used this template adjusted for legislative changes in excess of 6 years. This is the model that is reflected in the budget work book each year. The current version is Release 4. The author, Omar Garcia, anticipates a revision in the next few weeks to resolve some issues concerning the effective rate vs. the compressed rate. An interpretation of HB1, passed in the special session, suggests that the lesser of these two rates plus the 4 cents will be the rollback rate or rate that can not be exceeded with out voter approval. HB1 did not clearly define how the effective rate was to be calculated.

- Also included are details of the additional personnel requests for Central Administration.

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Respectfully submitted,

Kent V. Morrison, III
Chief Financial Officer