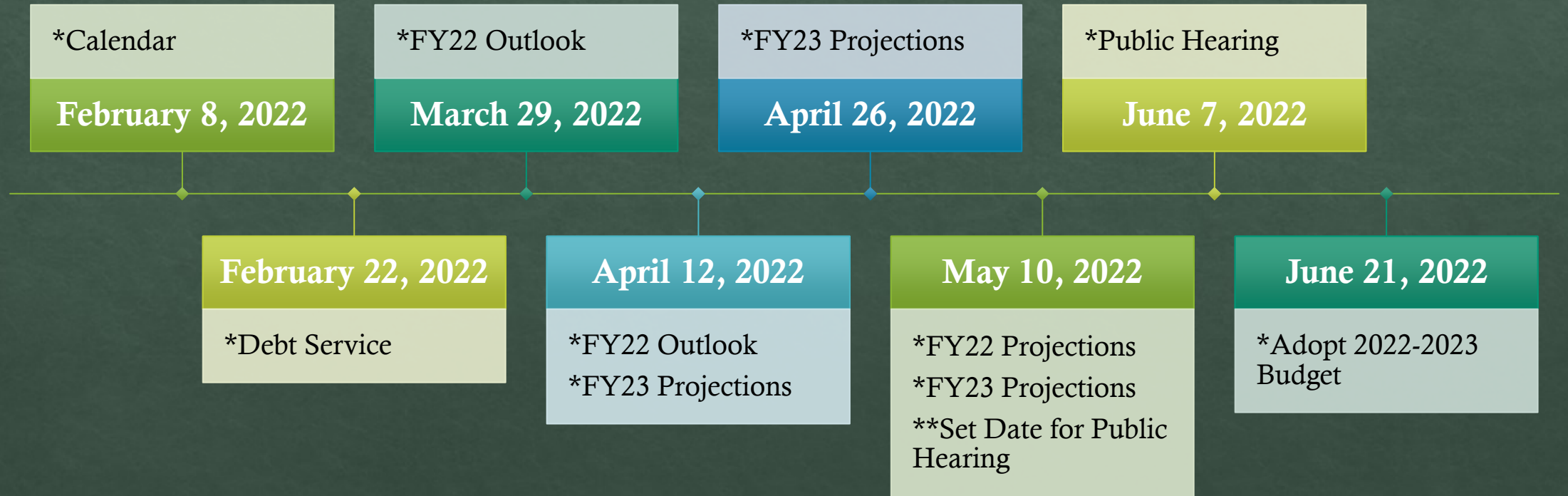


DENTON ISD
2022-2023
PROPOSED BUDGET

PUBLIC HEARING ON BUDGET AND TAX RATE

JUNE 7, 2022

2022-2023 Budget Planning Calendar



Agenda

Tax Rates

Review of General Fund Budget

- Assumptions
- Revenue
- Expenditures

Review of Debt Service Budget

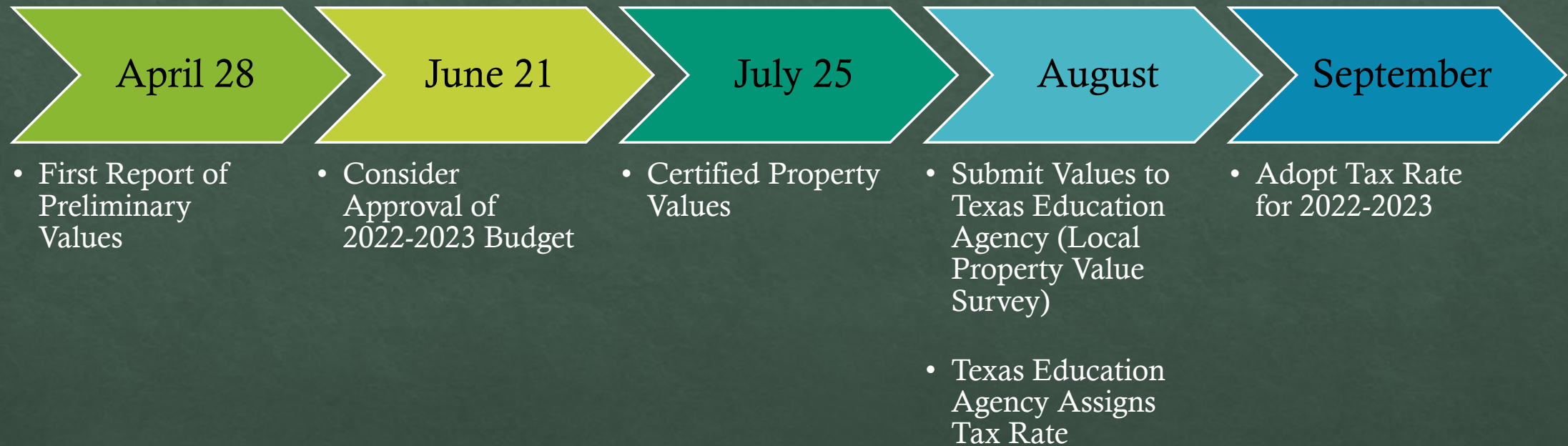
- Revenue
- Expenditures

Review of Child Nutrition Budget

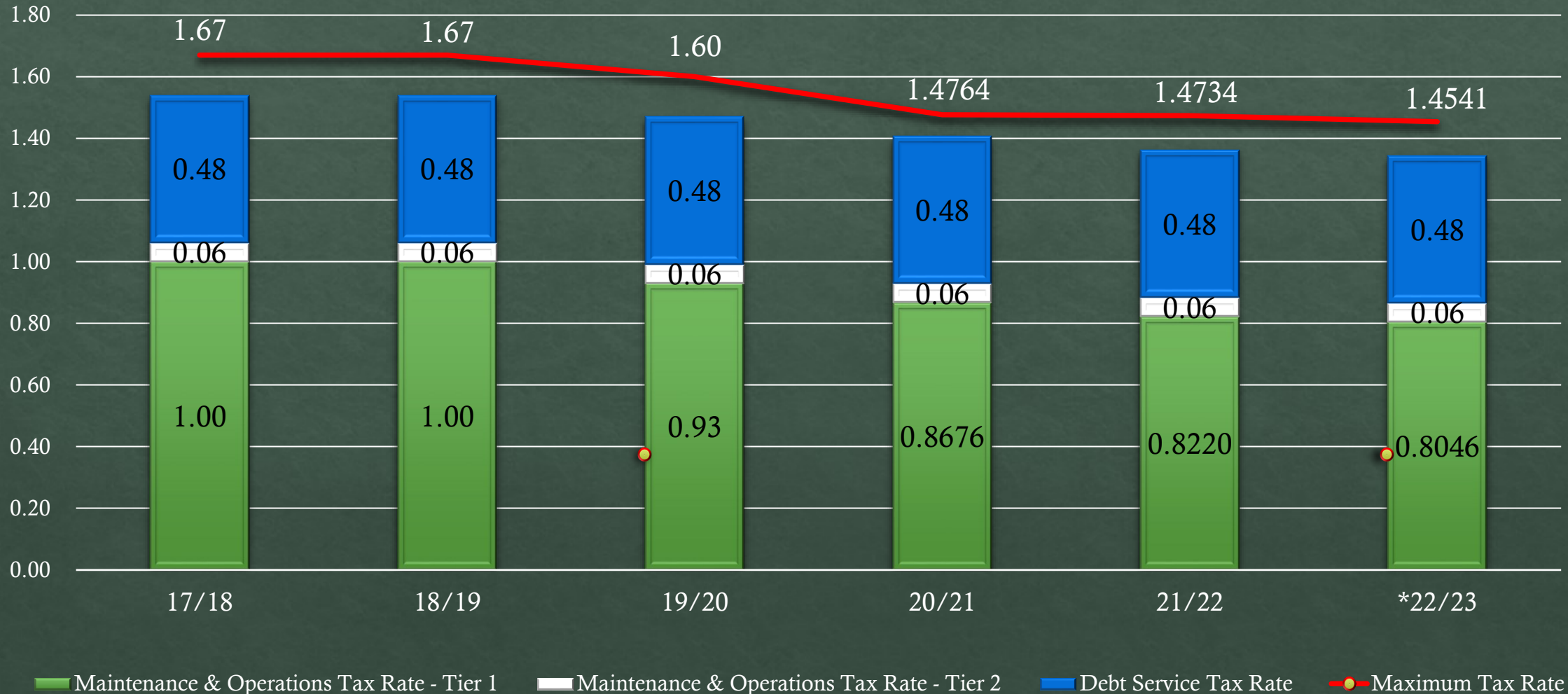
- Revenue
- Expenditures

Budgeted Tax Rate

Timeline of Budget Adoption & Tax Rate Adoption



Denton Independent School District Schedule of Tax Rates



*Based on minimum estimated property value growth of 7.28%

MAINTENANCE
& OPERATIONS

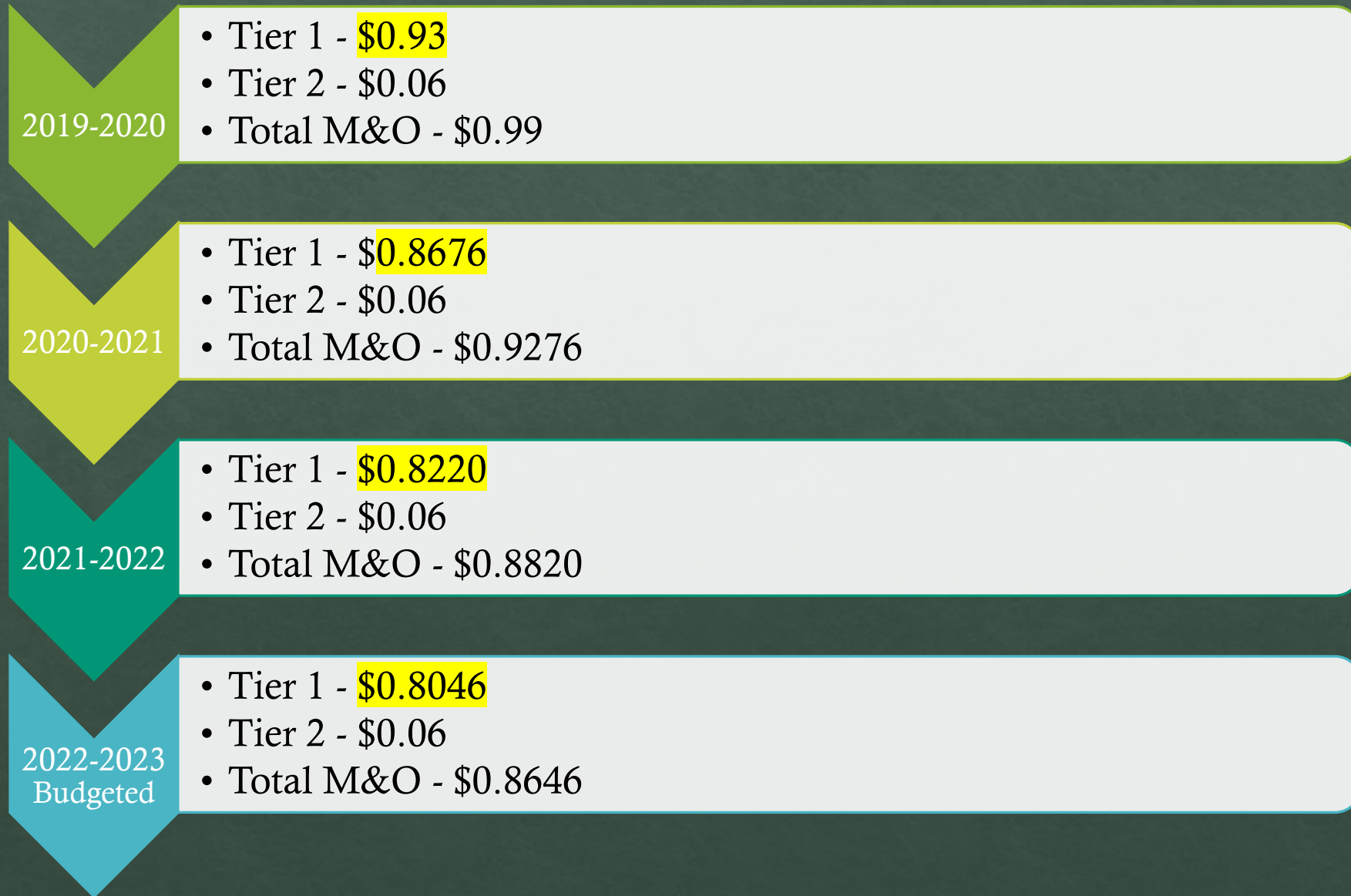
- Tier 1 - \$0.8046
- Tier 2 - \$0.06
- Total M&O - \$0.8646



DEBT
SERVICE
\$0.48

TOTAL
BUDGETED
TAX RATE
\$1.3446

History of Tax Rate Compression – Denton ISD



2022-2023
GENERAL FUND

GENERAL FUND REVENUE ASSUMPTIONS



AVERAGE DAILY
ATTENDANCE
(ADA)



PROPERTY
VALUE
GROWTH

General Fund Revenue Assumptions

Average Daily Attendance



Ten Year Forecast by Grade Level

YEAR	EE	PK	K	1st	2nd	3rd	4th	5th	6th	7th	8th	9th	10th	11th	12th	Total	Total Growth	Percent
2017/18	98	1,048	2,081	2,100	2,119	2,230	2,251	2,300	2,264	2,232	2,204	2,346	2,245	2,018	1,887	29,423		
2018/19	78	1,082	2,177	2,117	2,182	2,136	2,274	2,303	2,335	2,328	2,312	2,371	2,313	2,173	1,988	30,169	746	2.5%
2019/20	90	1,099	2,157	2,279	2,155	2,222	2,179	2,323	2,333	2,409	2,403	2,543	2,385	2,220	2,111	30,908	739	2.4%
2020/21	92	978	2,062	2,115	2,213	2,092	2,198	2,120	2,273	2,319	2,402	2,455	2,402	2,324	2,222	30,267	-641	-2.1%
2021/22	77	1,205	2,341	2,291	2,256	2,380	2,225	2,312	2,237	2,385	2,443	2,615	2,516	2,434	2,289	32,006	1,739	5.7%
2022/23	77	1,317	2,441	2,511	2,407	2,361	2,498	2,318	2,373	2,330	2,463	2,667	2,644	2,546	2,427	33,380	1,374	4.3%

Projections – Based on 95% ADA of 33,000 = 31,350

Denton ISD ADA Comparison by Six Weeks 2017-2022

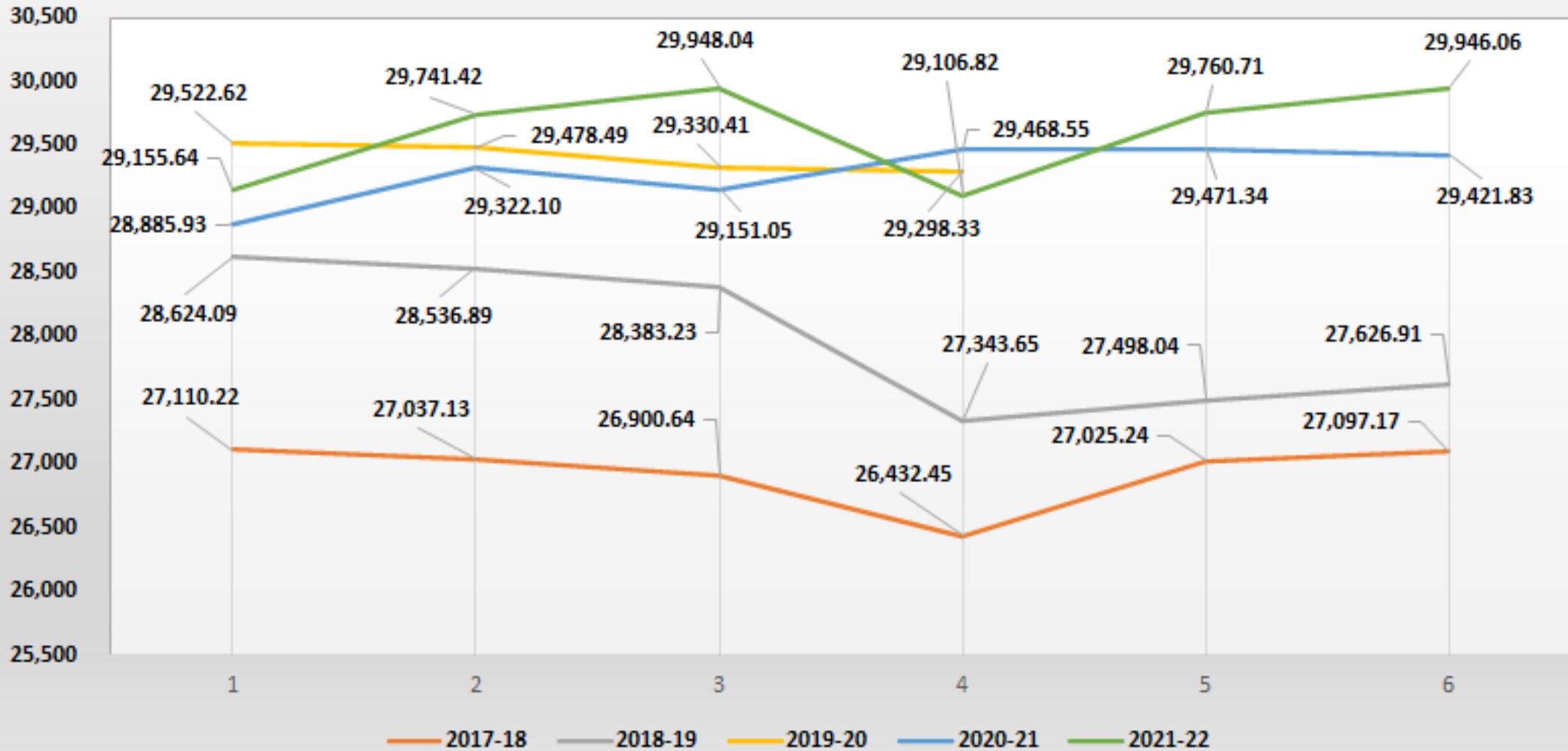


Chart represents actual average daily attendance

General Fund Revenue Assumptions

Property Value Growth

- ◇ Budgeting a 13% Growth - \$2.7B
- ◇ Values as of 5/26/2022 – 29.84% Growth - \$6.3B
 - ◇ \$9.7B under protest
 - ◇ New Taxable Value - \$1,488,879,395

Prior Year Certified Values	Projected Increase	Projected Value Assumption
21,103,192,951	2,700,000,000	23,803,192,951

GENERAL FUND REVENUE

DESCRIPTION	2021-2022 ADOPTED BUDGET	2022-2023 PROPOSED BUDGET	PERCENTAGE OF BUDGET	AMOUNT INCREASE (DECREASE)	PERCENT INCREASE (DECREASE)
Current Taxes	200,280,674	226,392,853	71.78%	26,112,179	13.04%
Delinquent Taxes, Penalty & Interest	1,957,750	1,957,750	0.62%		
Other Local Revenue	4,118,500	4,412,600	1.40%	294,100	7.14%
State Funds	79,495,552	66,783,918	21.17%	(12,711,634)	(15.99%)
State Funds - TRS On-Behalf	9,500,000	9,500,000	3.01%		
Federal Funds	4,850,000	5,350,000	1.70%	500,000	10.31%
Transfer from W/C	500,000	1,000,000	.32%	500,000	100.00%
Total General Fund Revenue	300,702,476	315,397,121	100.00%	14,694,645	4.89%

ESTIMATE OF STATE AID

DESCRIPTION	2021-2022	2022-2023	AMOUNT INCREASE (DECREASE)	PERCENT INCREASE (DECREASE)
Total Cost of Tier I	243,499,856	260,136,948	16,637,092	6.83%
LESS: Local Share	<u>(189,719,499)</u>	<u>(208,003,818)</u>	<u>(18,284,319)</u>	9.64%
State's Share of Tier I	53,780,357	52,133,130	(1,647,227)	(3.06%)
Tier II State Aid for "Golden" Level (\$98.56)	9,669,920	9,441,976	(227,944)	(2.36%)
Tier II State Aid for \$49.28 Level	<u>0</u>	<u>0</u>	<u>0</u>	
Total Tier II State Aid	9,669,920	9,441,976	(227,944)	(2.36%)
Formula Transition Grant	16,045,275	5,113,698	(10,931,577)	(68.13%)
Additional State Aid for Homestead Exemption	<u>0</u>	<u>95,114</u>	<u>95,114</u>	100.00%
Total Estimated State Aid	79,495,552	66,783,918	(12,711,634)	(15.99%)

Beginning in FY 20, state aid is no longer determined by the lag in property values. Funding is determined based on current year values.

GENERAL FUND EXPENDITURES

DESCRIPTION	2021-2022 ADOPTED BUDGET	2022-2023 PROPOSED BUDGET	PERCENTAGE OF BUDGET	AMOUNT INCREASE (DECREASE)	PERCENT INCREASE (DECREASE)
Salaries	253,210,636	264,117,480	81.78%	10,906,844	4.31%
Contracted Services	36,466,218	39,661,984	12.28%	3,195,765	8.76%
Supplies	10,491,223	11,271,821	3.49%	780,598	7.44%
Travel and Other	6,701,931	7,494,059	2.32%	792,128	11.82%
Debt Service					
Capital Outlay	386,874	399,329	.12%	12,456	3.22%
Total General Fund Budget	\$307,256,882	\$322,944,673	100.00%	\$15,687,792	5.11%

Highlighted Expenditures

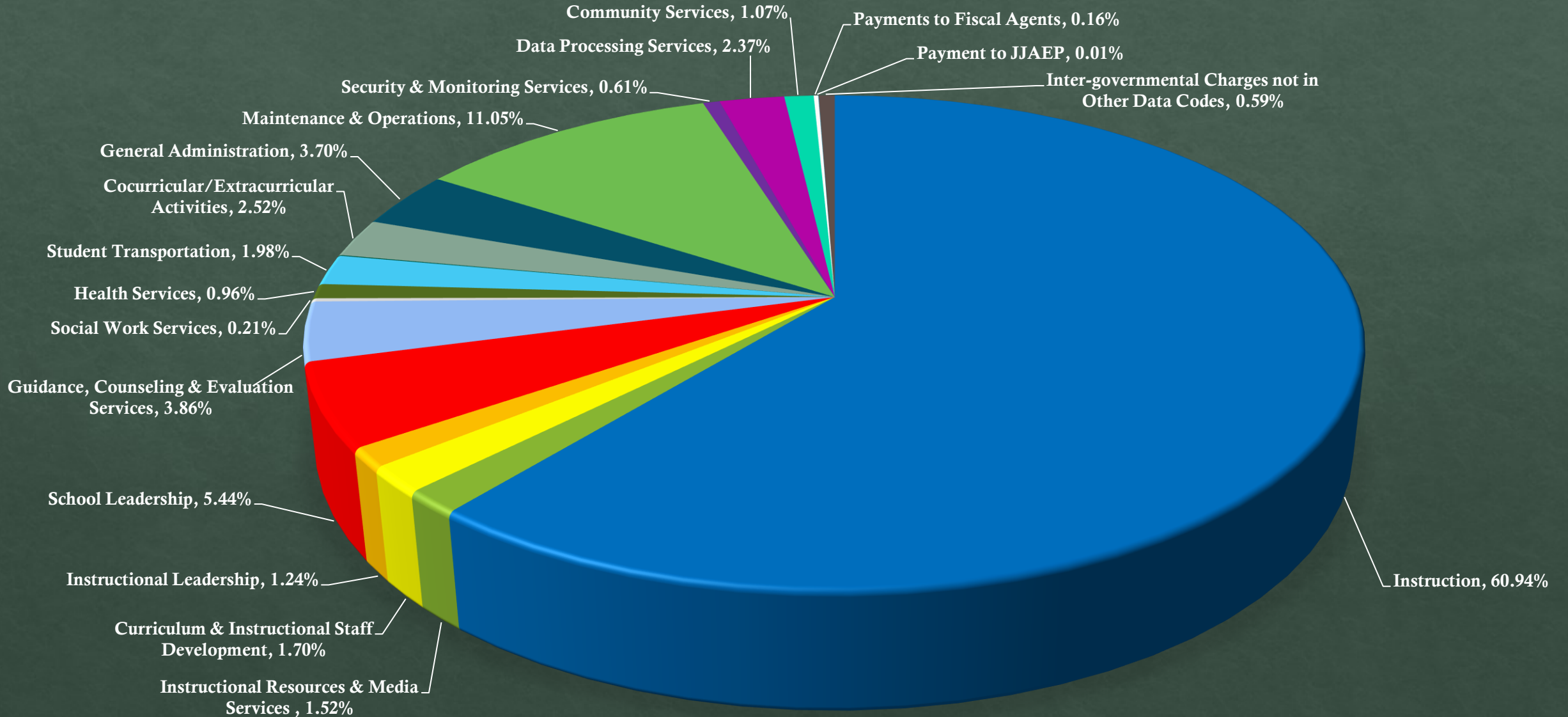
Personnel

- Compensation Plan
 - 3% raise (of the midpoint) for all employees
 - Equity adjustments
- Staffing for growth and opening of Sandbrock Ranch Elementary
- Reading Academy stipends

Non-Personnel

- Contract Increases
 - Growth
 - Inflation
- TASB Insurance Premiums

GENERAL FUND EXPENDITURES BY FUNCTION

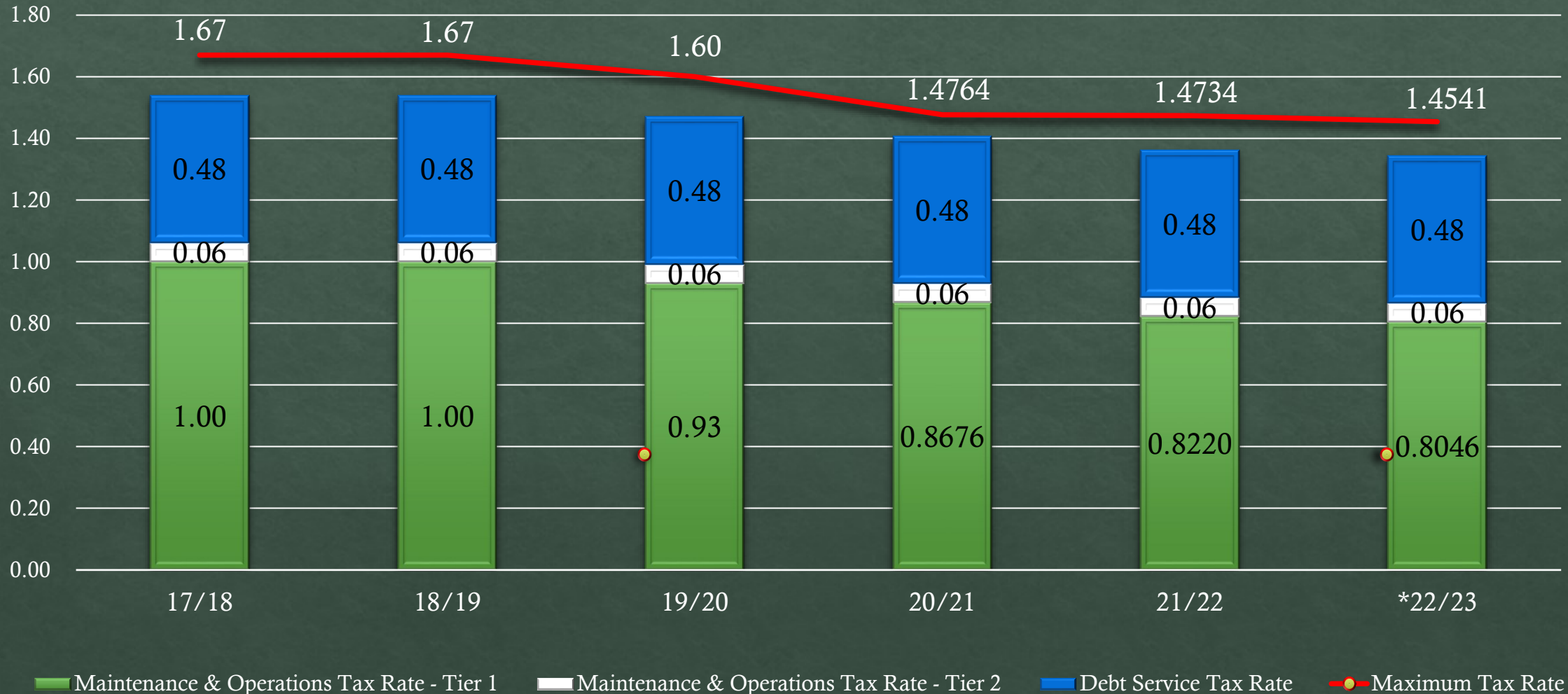


**GENERAL FUND
SUMMARY OF PROPOSED REVENUE AND EXPENDITURES**

DESCRIPTION	2021-2022 ADOPTED BUDGET	2022-2023 PROPOSED BUDDGET	AMOUNT INCREASE (DECREASE)	PERCENT INCREASE (DECREASE)
General Fund Revenue	\$300,702,476	\$315,397,121	\$14,694,645	4.89%
General Fund Expenditures	(\$307,256,882)	(\$322,944,673)	(\$15,687,791)	5.11%
Net General Fund	(\$6,554,406)	(\$7,547,552)	(\$993,146)	

2022-2023
DEBT SERVICE FUND

Denton Independent School District Schedule of Tax Rates



*Based on minimum estimated property value growth of 7.28%

DEBT SERVICE FUND REVENUE

DESCRIPTION	2021-2022 ADOPTED BUDGET	2022-2023 PROPOSED BUDGET	PERCENT OF BUDGET	AMOUNT INCREASE (DECREASE)	PERCENT INCREASE (DECREASE)
Current Taxes	106,003,665	125,686,525	97.49%	19,682,860	18.57%
<i>Tax Rate per \$100</i>	<i>0.480</i>	<i>0.480</i>			
Delinquent Taxes	400,000	400,000	0.31%		
Penalty & Interest	325,000	325,000	0.25%		
Interest Earnings	40,000	7,000	0.01%	(33,000)	(82.50%)
Hold Harmless for Homestead Exemption	944,333	2,503,799	1.94%	1,559,466	165.14%
Total Debt Service Revenue	107,712,998	128,922,324	100.00%	21,209,326	19.69%
Fund Balance	(471)	(1,280)		(809)	
Total Debt Service Resources	\$107,712,527	\$128,921,044	100.00%	\$21,208,517	19.69%

DEBT SERVICE FUTURE OPPORTUNITIES

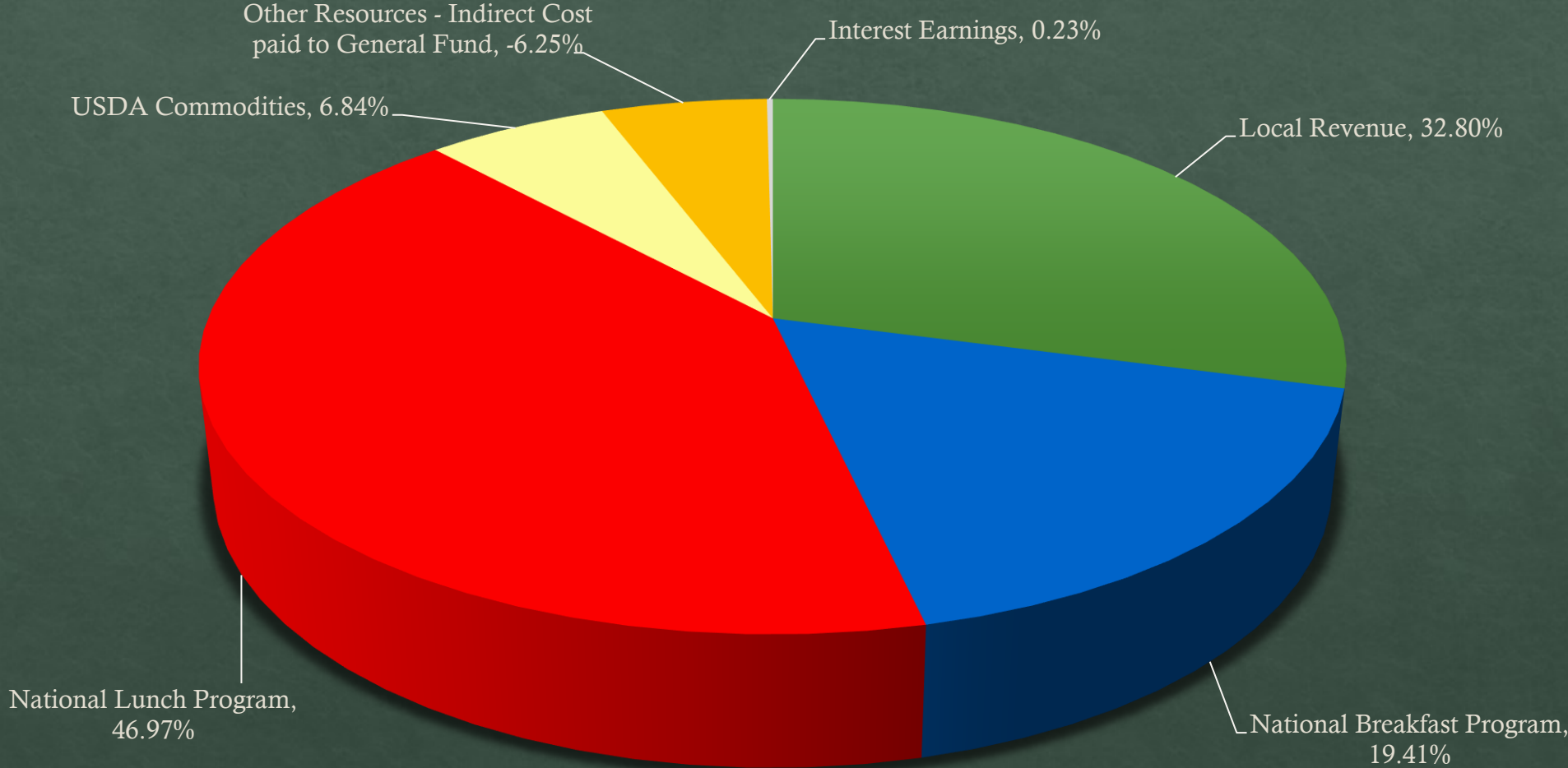
<i>Debt Service 2022-2023</i>	<i>Amount</i>
Revenue at 13% Growth	\$128,922,324
Scheduled Bond Obligations	\$102,686,044
Additional Prepayment Opportunities	\$26,236,280



2022-2023

CHILD NUTRITION FUND

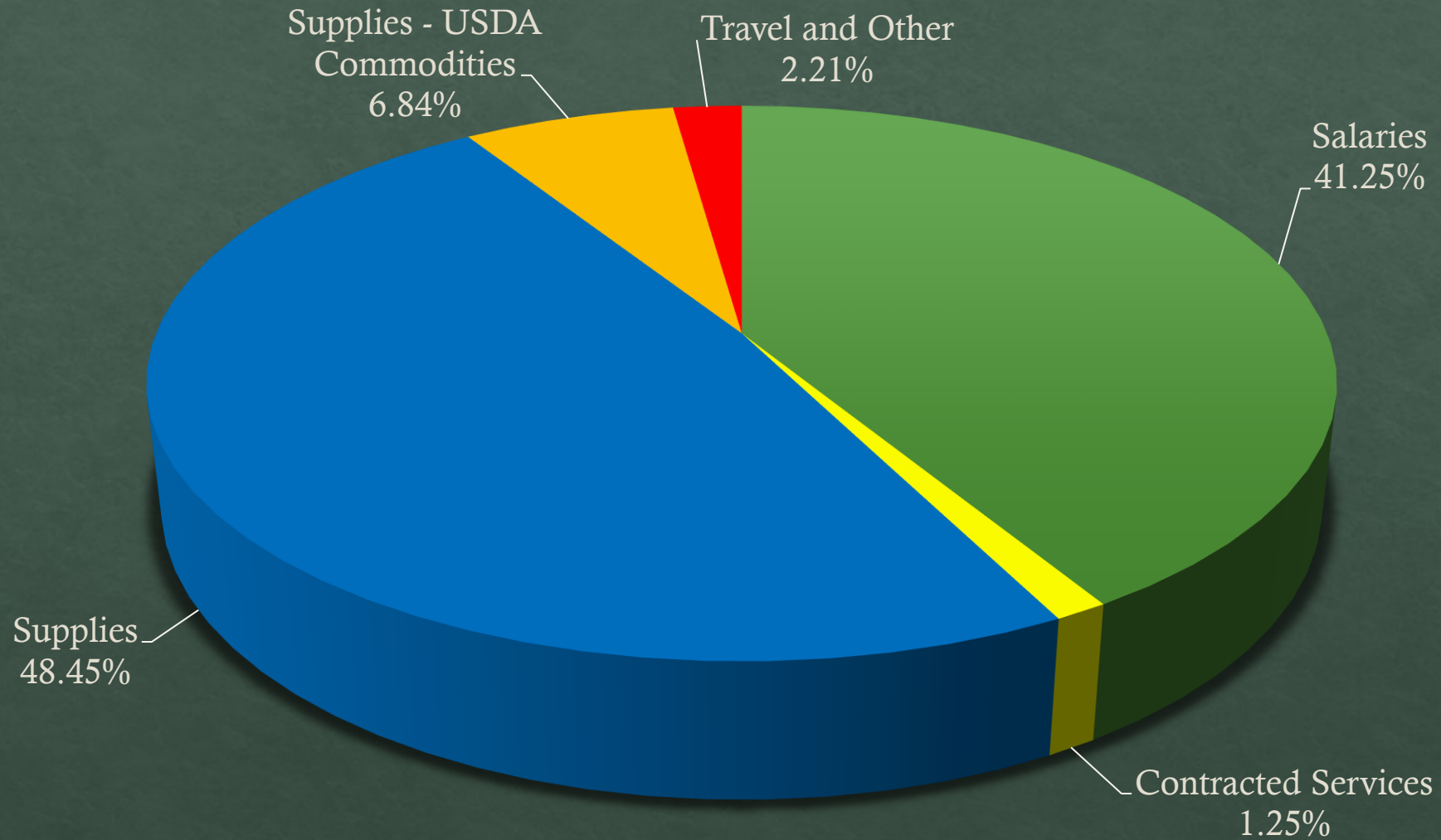
CHILD NUTRITION REVENUE 2022-2023



**COMPARISON OF 2022-2023 PROPOSED REVENUE BUDGET
TO
2021-2022 ADOPTED REVENUE BUDGET
CHILD NUTRITION**

DESCRIPTION	2021-2022 PROPOSED BUDGET	2022-2023 PROPOSED BUDGET	PERCENTAGE OF BUDGET	AMOUNT INCREASE (DECREASE)	PERCENT INCREASE (DECREASE)
Local Revenue	4,646,500	5,248,206	32.80%	601,706	12.95%
State Funds	70,000		0.00%	(70,000)	-100.00%
National Breakfast Program	2,413,500	3,106,246	19.41%	692,746	28.70%
National Lunch Program	6,556,000	7,515,548	46.97%	959,548	14.64%
USDA Commodities	1,178,930	1,094,000	6.84%	(84,930)	-7.20%
Other Resources - Indirect Cos	(500,000)	(1,000,000)	-6.25%	(500,000)	100.00%
Interest Earnings	35,800	36,000	0.23%	200	0.56%
Total Child Nutrition	\$14,400,730	\$16,000,000	100.00%	\$1,599,269	11.11%

CHILD NUTRITION EXPENDITURES 2022-2023



**COMPARISON OF 2022-2023 PROPOSED EXPENDITURE BUDGET
TO
2021-2022 ADOPTED EXPENDITURE BUDGET
CHILD NUTRITION**

DESCRIPTION	2021-2022 PROPOSED BUDGET	2022-2023 PROPOSED BUDGET	PERCENTAGE OF BUDGET	AMOUNT INCREASE (DECREASE)	PERCENT INCREASE (DECREASE)
Salaries	6,566,000	6,600,000	41.25%	34,000	0.52%
Contracted Services	150,000	200,000	1.25%	50,000	33.33%
Supplies	6,170,800	7,752,000	48.45%	1,581,200	25.62%
Supplies - USDA Commodities	1,178,930	1,094,000	6.84%	(84,930)	-7.20%
Travel and Other	335,000	354,000	2.21%	19,000	5.67%
Total Budget	\$14,400,730	\$16,000,000	100.00%	\$1,599,269	11.11%

SUMMARY OF CHILD NUTRITION REVENUE AND EXPENDITURES

DESCRIPTION	2021-2022 ADOPTED BUDGET	2022-2023 PROPOSED BUDGET	AMOUNT INCREASE (DECREASE)	PERCENT INCREASE (DECREASE)
Child Nutrition Revenue	\$14,400,730	\$16,000,000	\$1,599,270	11.11%
Child Nutrition Expenditures	(\$14,400,730)	(\$16,000,000)	(\$1,599,270)	11.11%
Net Child Nutrition	\$0	\$0	\$0	

QUESTIONS?