

DENTON ISD BUDGET UPDATE

Board of Trustees

February 27, 2024



AGENDA

- Debt Service
 - Review 2023-2024 Debt Service
 - Review 2024-2025 Budget Planning

TIMELINE FOR FY25 BUDGET JULY 1ST – JUNE 30TH

December / January

- Finalize Budget Calendar
- Demographer Projections
- Campus Enrollment Projections
- Begin Budget Workshops with Board of Trustees

February

- Distribute Campus and Department Budgets
- Receive Budget Requests
- FY24 Revenue
- FY25 Revenue Assumptions

March

- Review Budget Requests
- Assist Campuses and Departments with Budget Entry
- FY24 Revenue
- FY25 Revenue Assumptions

April

- Budget Submittals Due
- Projected Property Values
- Review Debt Structure
- Projected FY25 Revenues and Expenditures

TIMELINE FOR FY25 BUDGET JULY 1ST – JUNE 30TH

May

- Compensation Plan Discussions
- Projected Revenue And Expenditures
- Set Time, Date, and Place for Public Hearing
- Publish Public Notice Accordingly

June

- Public Hearing
- Budget Compilation
- Board of Trustees Considers Adoption of Budgets

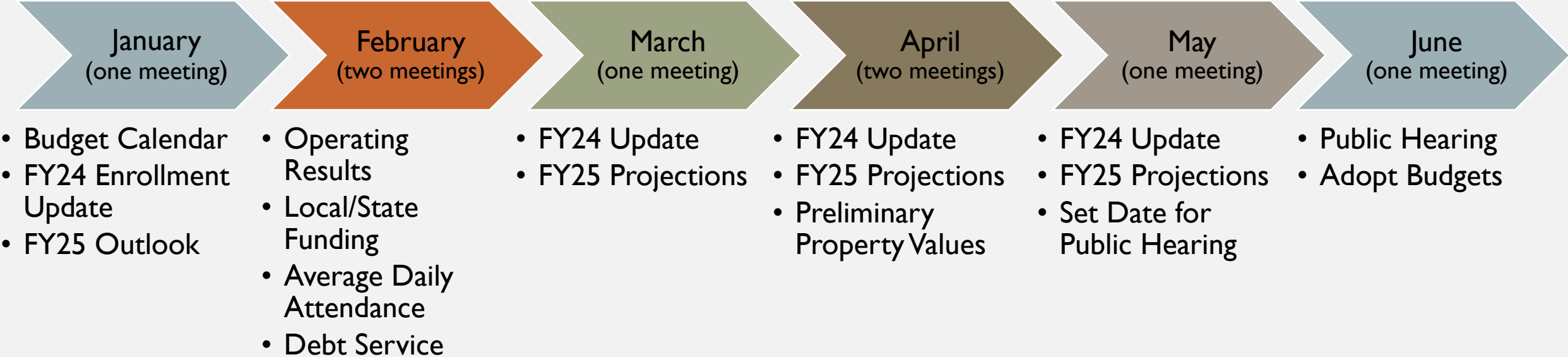
July/August

- Certified Values
- TEA Assigns Tax Rate

September

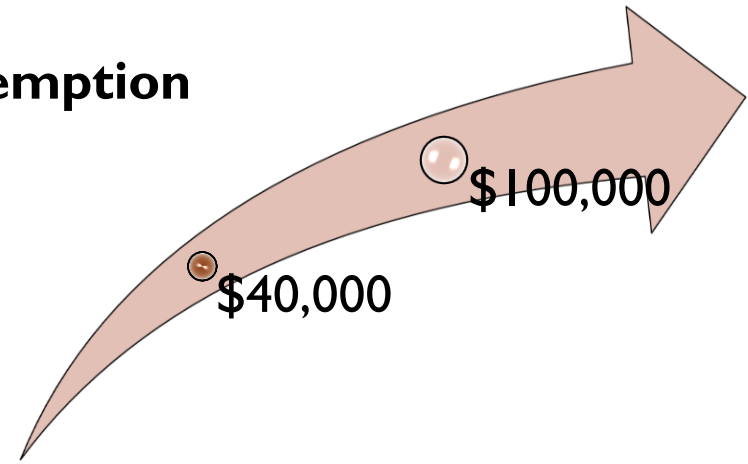
- Tax Rate Adoption Process

BOARD OF TRUSTEES BUDGET PLANNING WORKSHOPS



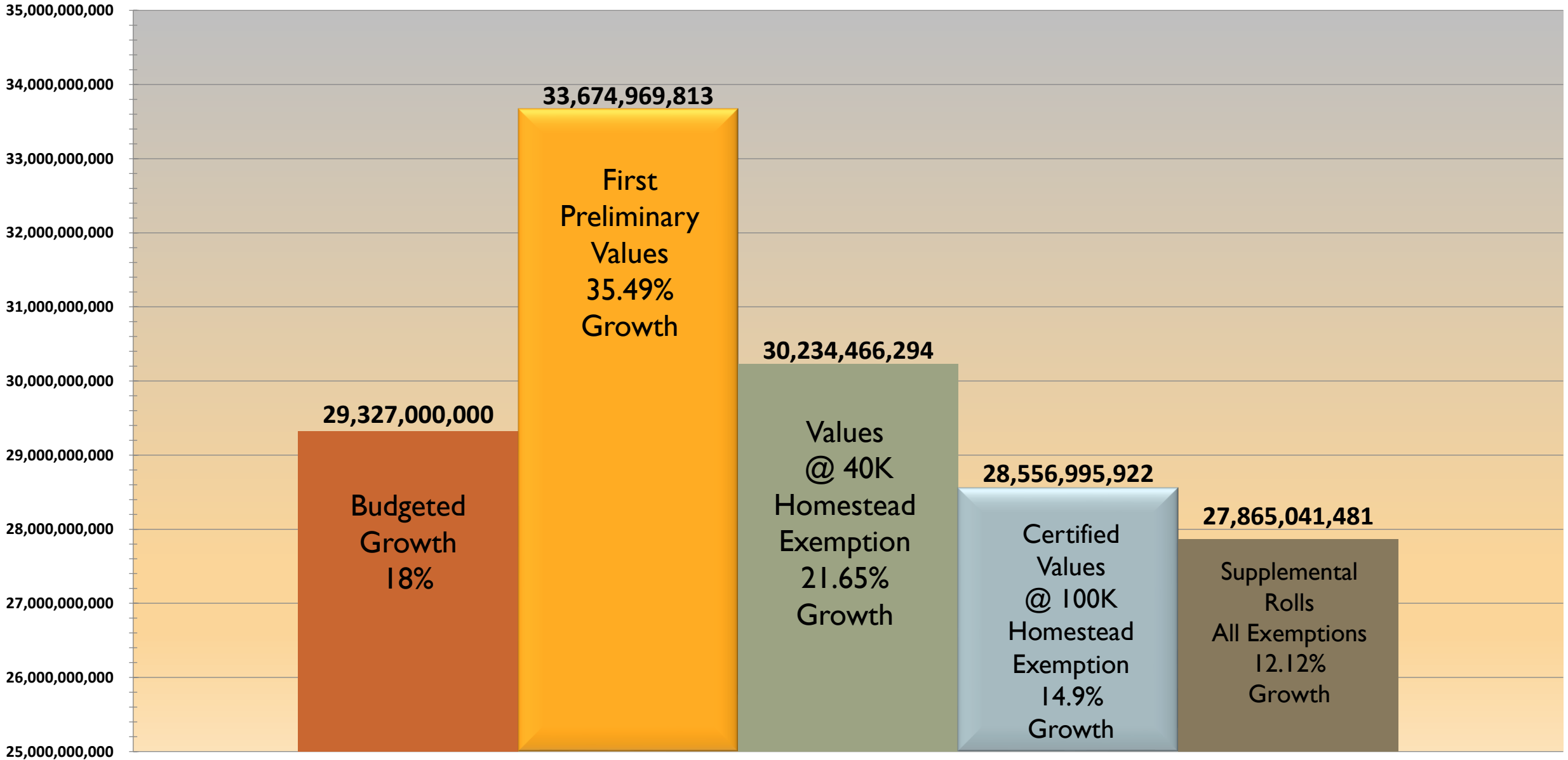
SENATE BILL 2 (DEBT SERVICE)

Homestead Exemption



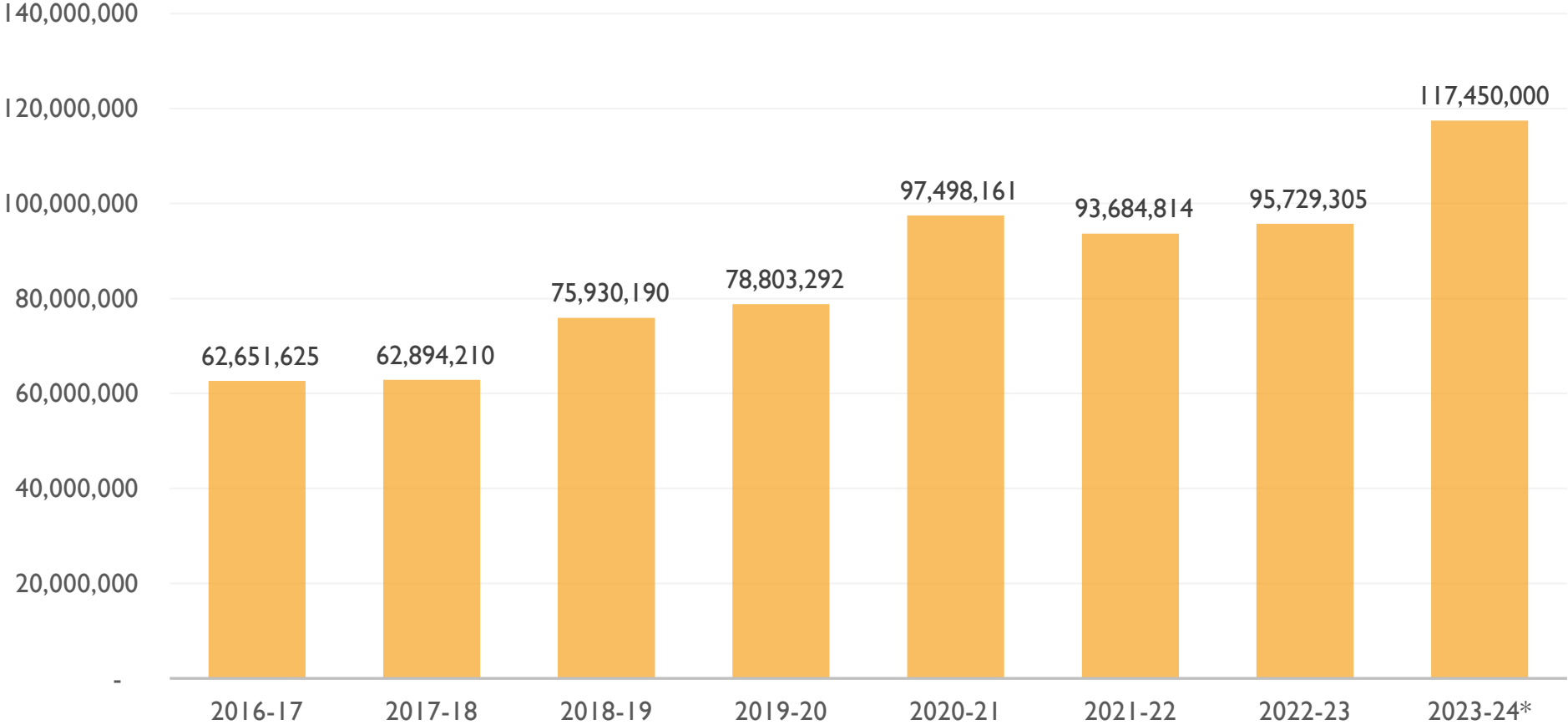
- Hold Harmless Provision (covers all bonds authorized by voters before 9/1/2023)
 - All of 2023 Bonds Eligible
- Lower frozen levy for over 65 and disabled
- According to currently available data, SB 2 increasing HS exemption took about \$300 billion off the tax rolls (Source – MoakCasey)

Denton Independent School District Comparison of Tax Year 2023 Values



Debt Service 2023-2024 - \$0.48	Budgeted @ 18% Growth	Certified Values @ 14.9% Growth (\$100K Homestead Exemption)	Supplemental Rolls @ 12.12% Growth (All Exemptions)
Budgeted – Tax Collections	\$152,700,529	\$150,045,565	\$140,705,162
Delinquent Taxes, Penalties & Interest	\$725,000	\$725,000	\$725,000
Interest Earnings	\$2,000,000	\$2,000,000	\$2,200,000
Hold Harmless for Homestead Exemption	<u>\$1,916,118</u>	<u>\$1,916,118</u>	<u>\$11,041,297</u>
Total Resources	\$157,341,647	\$154,686,684	\$154,671,459
Scheduled Bond Payments	\$93,648,201	\$147,146,951	\$147,146,951
New Debt for 2023 Bonds	\$63,690,000	-	-
Additional Prepayment Opportunities	<u>XXXX</u>	<u>\$7,535,000</u>	<u>\$7,535,000</u>
Total Obligations	\$157,338,201	\$154,681,951	\$154,681,951

Denton ISD Debt Service Fund Balance



Source: DISD Financial Audit by Year

*2023-24 estimate, unaudited

Update to Savings to Taxpayers

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graph TD; A[Update to Savings to Taxpayers] --> B[2023-2024 Prepayment to Escrow $7,535,000]; B --> C[Total Savings Since 2005 $316,899,975];
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2023-2024 Prepayment to Escrow \$7,535,000

Total Savings Since 2005
\$316,899,975

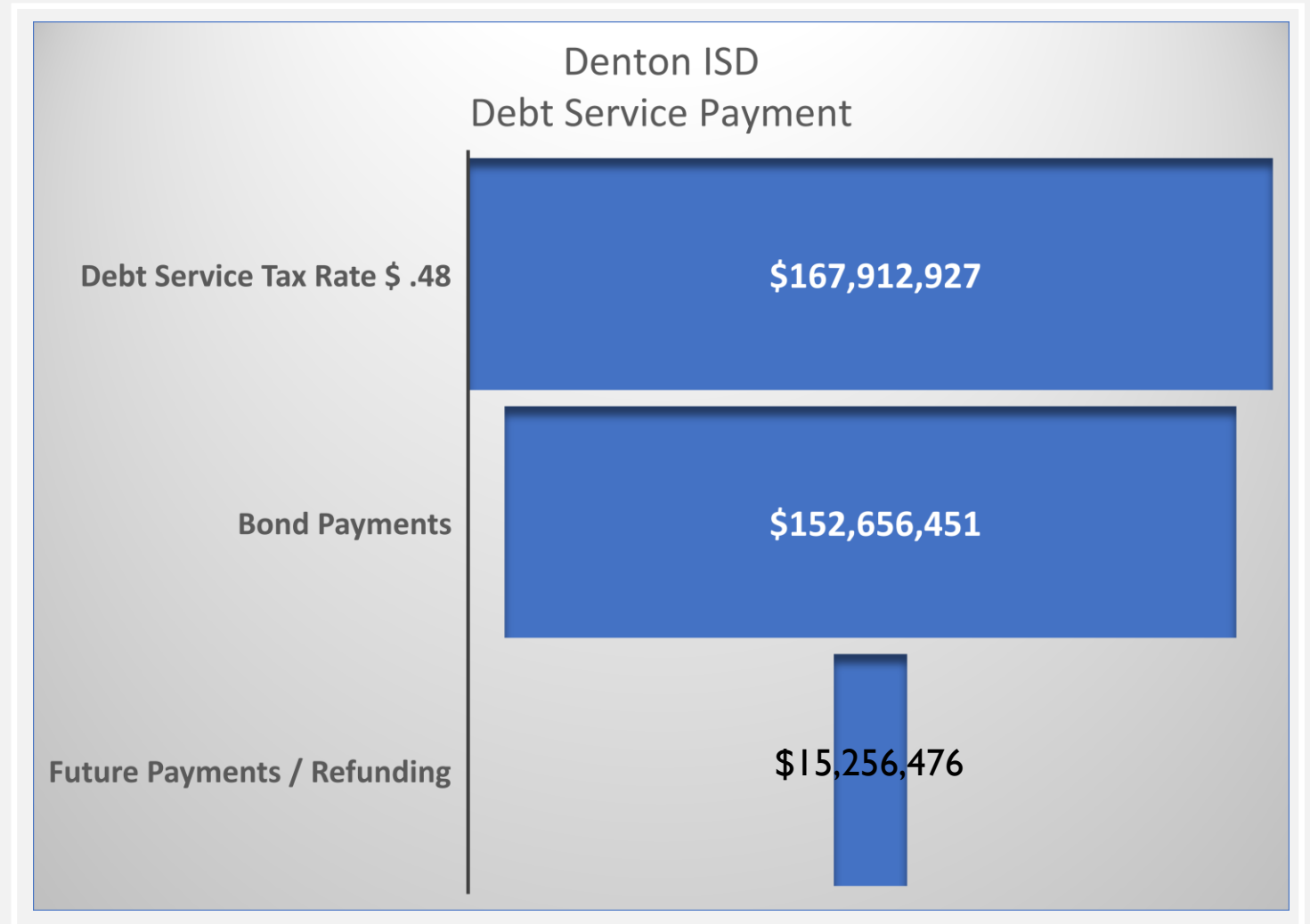
RESTRUCTURE OF ESCROW

Bond Series 2020-A

Approximately \$1,000,000
released to District

2024-2025 DEBT SERVICE OUTLOOK

- Based on a growth of 10% in property values
- No change in debt service tax rate
- Based on current debt service obligations



2024-2025 BUDGET PRIORITIES



QUESTIONS?