

# DENTON ISD BUDGET UPDATE

Board of Trustees

March 26, 2024



# AGENDA

- Update on 2023-2024 Budget Outlook
  - Average Daily Attendance
  - Adjustments to Revenue
  - Projection for Year-End
- Review 2024-2025 Budget Planning Process
  - Overview of Revenue Forecast
  - Baseline Budget Outlook

# 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

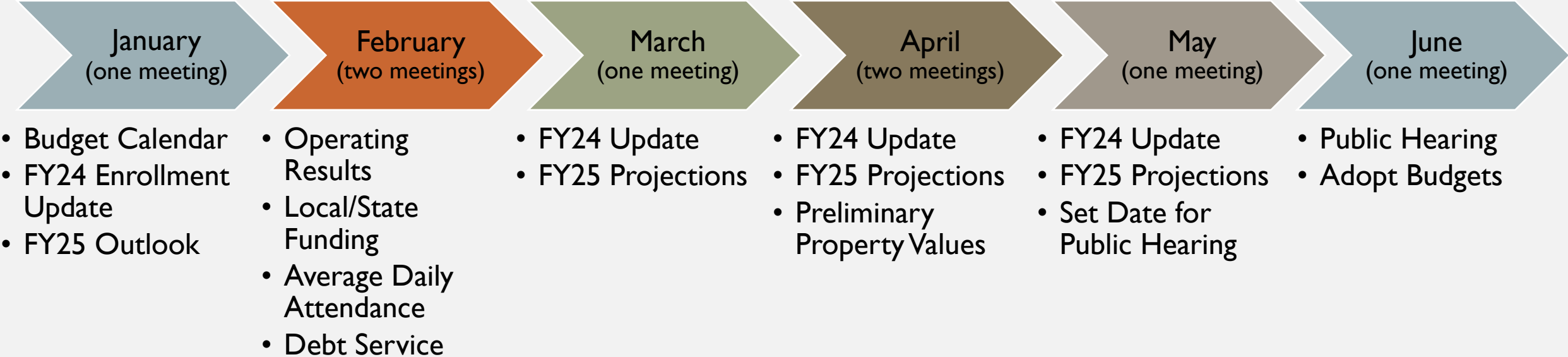
## July/August

- Certified Values
- TEA Assigns Tax Rate

## September

- Tax Rate Adoption Process

# BOARD OF TRUSTEES BUDGET PLANNING WORKSHOPS



# 2023-2024 BUDGET UPDATE

## 2023-2024 AVERAGE DAILY ATTENDANCE (ADA)

<b>Budget</b>	<b>1<sup>st</sup> Six Weeks</b>	<b>2<sup>nd</sup> Six Weeks</b>	<b>3<sup>rd</sup> Six Weeks</b>	<b>4<sup>th</sup> Six Weeks</b>	<b>Average</b>
31,000	30,861.24	30,902.07	30,686.26	30,323.20	30,693.19
94%	96.06%	95.05%	94.32%	93.13%	94.64%

LOCAL FUNDING	2023-2024 ADOPTED BUDGET	2023-2024 PROJECTED ENDING BUDGET	AMOUNT INCREASE (DECREASE)
	258,922,090	213,116,257	(45,805,833)
Mainly consists of:			
Property Taxes	(49,800,000)		
Tuition-Based Programs	322,000		
Interest Earnings	2,000,000		
Athletics / Facility Rental	345,000		
E-Rate	955,000		



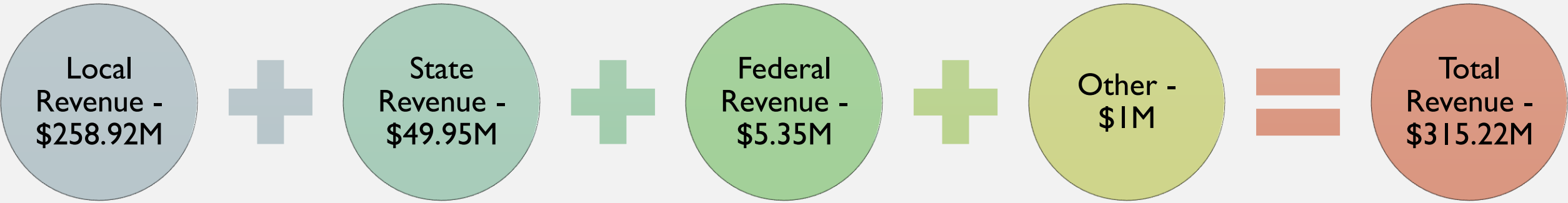
STATE FUNDING	2023-2024 ADOPTED BUDGET	2023-2024 PROJECTED ENDING BUDGET	AMOUNT INCREASE (DECREASE)
State Funding	40,457,272	92,057,840	51,600,568
TRS On-Behalf	<u>9,500,000</u>	<u>9,500,000</u>	<u>0</u>
	49,957,272	101,557,272	51,600,568
Mainly consists of:			
Increase Due to Property Tax Reductions	50,300,000		
Prior Year Settle-Up	444,000		

FEDERAL FUNDING	2023-2024 ADOPTED BUDGET	2023-2024 PROJECTED ENDING BUDGET	AMOUNT INCREASE (DECREASE)
	5,350,000	4,766,042	(583,958)
Mainly consists of:			
School Health & Related Services (SHARS)	(3,000,000)		
Indirect Cost	1,466,000		
Excise Tax	550,000		
Impact Aid	395,000		

2023-2024  
PROJECTED REVENUE BUDGET SUMMARY



2023-2024  
ADOPTED REVENUE BUDGET SUMMARY



# Denton ISD Budget 2023-2024

**\$315,229,362**

Revenue Forecast

1

**(\$333,079,765)**  
Expenditure Budget

2

Beginning Baseline Budget - \$321,824,150  
Comp Plan / Staffing for PCMS - \$10,850,904  
Contractual Obligations - \$4,989,431  
10% Budget Reductions - (\$2,759,370)  
Reclassification of Expense to Bonds -  
(\$1,825,350)

**(\$17,850,403)**

Deficit Budget

3

4

**\$5,274,000**

Gains in Revenue

Tuition-Based Programs, Interest Earnings, Indirect Costs, Impact Aid, Excess Tax, Sale of Property, State Funding

**(\$3,000,000)**

Unexpected Loss in Revenue

School Health And Related Services (SHARS)

5

**(\$5,200,000)**

Additional Costs

Contractual Obligations  
Substitute Costs

6

**\$3,500,000**

Savings in Expenditures

Budgeted Vacancies, Savings in Trended Expenditures, Personnel Costs Reclassed to Other Funding Source

7

**(\$17,276,403)**

Projected Ending Deficit

8

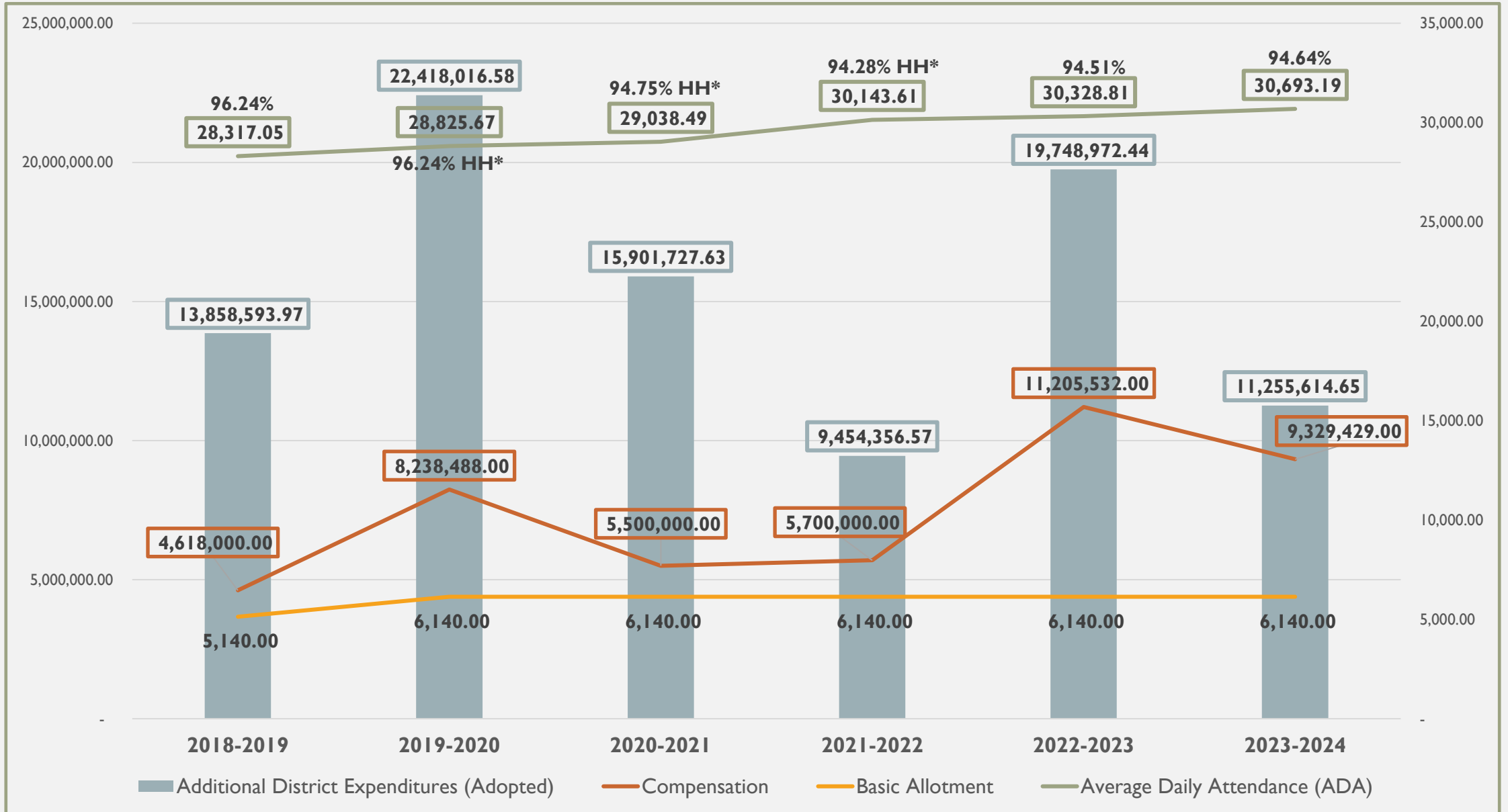
# 2024-2025 BUDGET



## BASIC ALLOTMENT HISTORY

- 2018-2019 - \$5,140
- 2019-2020 - \$6,140 (HB3)
- 2020-2021 - \$6,140
- 2021-2022 - \$6,140
- 2022-2023 - \$6,140
- 2023-2024 - \$6,140
- 2024-2025 - \$6,140

# BASIC ALLOTMENT HISTORY, AS COMPARED TO DISTRICT DATA





# FUND BALANCE REVIEW

	Budgeted Surplus / (Deficit)	Audited Fund Balance Change	Variance by Fiscal Year
2019-2020	0.00	1,102,640.00	1,102,640.00
2020-2021	0.00	5,817,250.00	5,817,250.00
2021-2022	(6,554,405.66)	298,606.00	6,853,011.66
2022-2023	(7,547,552.13)	(12,775,363.00)	(5,227,810.87)
2023-2024	(17,850,402.78)	-----	-----



2023-2024 Expenditure Budget	\$333,079,765
2024-2025 Revenue Forecast*	\$318,042,819
2024-2025 Projected Budget Deficit**	(\$15,036,946)

\* 2024-2025 Revenue Forecast Based on the Following:

- Average Daily Attendance @ 94%
- 1% increase in student program weights
- Increasing Other Local Funding

### \*\*Things to Note:

- The above projected deficit is before any of the following are taken into consideration:
  - Property Insurance Increase
  - Safety & Security Measures
  - Principal Residency Grant (District Match)
  - Contractual Obligation Increases
  - Natatorium Cost Increase
  - Appraisal District Cost Increase
  - Potential Adjustment to Meet Substitute Usage Inflation
- No compensation plan included

## POTENTIAL CONSIDERATIONS

78 FTEs

Vacancies  
Not Replaced

Reclassified  
to Grant  
Funding  
Source

Budget  
Impact  
(\$4,227,000)

# 2024-2025 BUDGET PRIORITIES



QUESTIONS?