ACTION ITEM: CONSIDER APPROVAL OF BUDGET

AMENDMENT FOR THE MONTH ENDING

MARCH 31, 2019 ADJUSTMENT #8

BACKGROUND INFORMATION:

The budget amendment in General Operating Fund 199 includes a decrease to Local Revenues of \$263,888. This is comprised of a decrease for the current year tax revenues of \$1,000,000 and for the prior year tax revenues of \$24,000, which is estimated based on prior year collections. This amendment also includes an increase to Other Revenues \$760,112. This increase is comprised of an increase of \$625,112 for the Dallas County Schools entity distribution of available funds upon dissolution and an increase of \$135,000 for e rate reimbursements that were not in the original budget.

The expenditure budget is increased a total of \$258,970 and includes multiple transfers between functions and an increase of \$3,970 for campus facility rentals. Function 71 includes an increase of \$255,000 for the closing costs associated with the sale of the \$14.4M Maintenance Tax Notes.

Other Sources is increased for the proceeds from the sale of Maintenance Tax Notes of \$14,655,000. While this will bring the ending fund balance for the fiscal year back to a positive balance on the face of the amendment, the district will need to reserve funds to repay back the \$14,655,000 over the next three years.

The budget amendment in Debt Service Fund 511 includes a decrease to Local Revenue of \$37,800 which is comprised of a \$79,000 decrease for the current year tax revenues, an increase for prior year taxes of \$11,200, and an increase in interest earnings of \$30,000 based on estimated actual.

The Debt Service amendment includes a decrease in State Program Revenue of \$122,520. This includes of a reduction of EDA funding of \$788,921 as a result of the issuance of series 2019 refunding bonds which will no longer qualify for state funding. There is also a reduction in state funds of \$383,225 due to the reduction in ADA to estimated actual for the year. But it also includes an increase in State Program Revenue of \$1,048,626 for IFA funding from prior refunded bonds, that with the assistance of our financial advisory firm, the TEA

was able to process amendments dating back to the 2015-16 school year.

Lastly this amendment includes an increase to function 71 expenditures of \$1,600 to agree with the Debt Schedule payment for the current fiscal year.

RECOMMENDATION:

Approve General Operating Fund and Debt Service budget amendments as presented.

ACTION REQUIRED:

Record vote.

CONTACT PERSON:

Dr. D'Andre Weaver Mrs. Deborah Cabrera

ENCLOSURES:

Budget Amendment Detail Budget Amendment Summary