

2017-2018 Proposed Budget

June 27, 2017

SUMMARY:

This item requests adoption of the 2017-2018 Proposed Budget.

BOARD GOAL:

VI. Growth, Change, and Fiscal Responsibility...
Demonstrate effective and efficient management of district resources

PREVIOUS BOARD ACTION:

The 2016-2017 budget was adopted by the Board of Trustees on June 28, 2016.

BACKGROUND INFORMATION:

The Board has reviewed Budget projections throughout the budget process.

SIGNIFICANT ISSUES:

The focus for the Denton Independent School District budget process has been to address a projected increase in student enrollment of 2.87% or 801 students and maintain current programs. The District will also open its eighth middle school in August 2017. The proposed budget allows for the anticipated cost to staff and operate this new campus. During the 2012-2013 school year, the district worked with TASB to examine pay equity for employees and to determine if pay practices were internally fair and externally competitive. Several adjustments have been implemented since the 2013-2014 school year. The 2017-2018 Salary Compensation Plan, in the amount of \$5,938,677, has been included in the proposed budget. Also included in the 2017-2018 budget are salaries for Rodriguez Middle School, totaling \$3,872,500.

FISCAL IMPLICATIONS:

The District is projected to receive an increase in state funding of approximately \$5,692,405 as compared to the prior year's adopted budget. Property tax collections are expected to increase by \$24,893,857. The Maintenance and Operations Tax Rate needed is \$1.06. The Maintenance and Operations tax revenue is based on certified values from July 2016 plus estimated property value growth of \$1,700,000,000. The proposed expenditure budget reflects an increase of \$21,497,036 over the prior year.

BENEFIT OF ACTION:

Adoption of the 2017-2018 Proposed Budget will allow the District to begin the new school year with funds available for Operations, Debt Service payments and Child Nutrition expenditures.

PROCEDURAL AND REPORTING IMPLICATIONS:

The budget must be prepared by June 20, 2017 and adopted by June 30, 2017.

PUBLIC COMMENT RECEIVED:

A public hearing was held on June 27, 2017 as required by the Truth in Taxation guidelines.

SUPERINTENDENT'S RECOMMENDATION:

Approve adoption of the Proposed Budget for the 2017-2018 school years as presented in the budget book:

	<u>Revenue</u>	<u>Expenditure</u>
General Fund	\$256,409,296	\$256,409,296
Debt Service Fund	\$ 77,472,897	\$ 78,229,962
Child Nutrition Fund	\$ 11,090,822	\$ 11,090,822

STAFF PERSONS RESPONSIBLE:

Debbie Monschke – Assistant Superintendent of Administrative Services
Jennifer Stewart – Director of Budget & Payroll

ATTACHMENT:

2017-2018 Proposed Budget Amendment and Base Budget

APPROVAL:

Signature of Staff Member Proposing Recommendation: _____

Signature of Divisional Assistant Superintendent: _____

Signature of Superintendent: _____