



ALEDO ISD BOARD MEETING TEMPLATE

MEETING DATE: March 21, 2016

AGENDA ITEM: Budget Update

PRESENTER: Earl Husfeld

ALIGNS TO BOARD GOAL(S): Financial/Facilities – The District shall exhibit excellence in financial and facility planning, management, and stewardship.

BACKGROUND INFORMATION:

- Per Section 44.002 of the Texas Education Code, “the Superintendent shall prepare, or cause to be prepared, a proposed budget covering all estimated revenue and proposed expenditures of the District for the following fiscal year”.
- The budget must be prepared according to generally accepted accounting principles, rules adopted by the State Board of Education, and adopted policies of the Board of Trustees.
- Budgets for the General Fund, the Child Nutrition Fund, and the Debt Service Fund must be included in the official district budget and must be adopted by August 31st.

ADMINISTRATIVE CONSIDERATIONS:

- The District’s 2016-2017 budget development process is progressing on schedule. A copy of the 2016-2017 Budget Development Calendar that was presented to the Board of Trustees in January is included for your review.
- As noted in the February 2016 financial reports for the 2015-2016 fiscal year, revenues to date are meeting, and in some cases exceeding, budget projections. Expenditures to date are also meeting budget projections.
- The following pages containing 2016-2017 budget projections/assumptions to date and preliminary Summary of Finance calculations are presented for your review and discussion.

FISCAL NOTE:

None

ADMINISTRATIVE RECOMMENDATION:

None – Informational Report



ALED0 INDEPENDENT SCHOOL DISTRICT 2016-2017 BUDGET DEVELOPMENT CALENDAR



| Date | Action | Performed By |
|---|--|---|
| Phase 1 - District Planning and Needs Assessment | | |
| September 2015 - May 2016 | Monitor Student Average Daily Attendance (ADA) at the End of Each Six Week Period. Monitor Ad Valorem Tax Collection Percentage at Each Month End. | Chief Financial Officer (CFO) |
| January 2016 | Present 2016-2017 Budget Development Calendar to Superintendent for Comments and/or Changes | Superintendent and CFO |
| January 2016 | Discuss with Principals Student Enrollment and Campus Staffing Projections | Deputy Superintendent |
| January 11, 2016 | Present Budget Development Calendar/Process to School Board | Superintendent and CFO |
| January 20, 2016 | Present Budget Development Calendar/Process to Administrative Staff | Superintendent and CFO |
| February 2016 | Refine/Finalize Student Enrollment and Campus Staffing Projections | Deputy Superintendent |
| February 2016 | Departments Submit Additional Staffing Requests, if any | Directors and Executive Directors |
| February 2016 | Meetings with Principals, Directors, Executive Directors, and Others to Discuss Budget Instructions/Budget Worksheets | CFO |
| March 2, 2016 | Finalized Staffing Projections/Requests Due to Business Office | Deputy Superintendent and CFO |
| Phase 2 - Campus/Department Planning and Needs Assessments | | |
| March 21, 2016 | Regular Board Meeting - Budget Update - Present Additional Staffing Requests, if any, to Board of Trustees | Board of Trustees, Superintendent, Deputy Superintendent, and CFO |
| April 15-25, 2016 | Receive Chapter 41 Preliminary Notification Announcement | Texas Education Agency |
| April 18, 2016 | Regular Board Meeting - Budget Update | Board of Trustees, Superintendent, and CFO |
| May 1-15, 2016 | Preliminary Property Tax Roll Valuations Received | Parker County Appraisal District and Tarrant Appraisal District |
| May 13, 2016 | Due Date for Requested Budgets to be Entered into TxEIS | Principals, Directors, Executive Directors, and Others |
| Phase 3 - Near Final District Planning | | |
| May 15-16, 2016 | Update Revenue Projections Based on Preliminary Property Tax Roll Valuations Received | CFO |
| May 16-31, 2016 | Administrative Review of Campus/Department Requested Budgets | Superintendent and CFO |
| May 16, 2016 | Regular Board Meeting - Budget Update | Board of Trustees, Superintendent, and CFO |



ALED0 INDEPENDENT SCHOOL DISTRICT 2016-2017 BUDGET DEVELOPMENT CALENDAR



| Date | Action | Performed By |
|--|---|---|
| June 3-24, 2016 | Receive Student Average Daily Attendance (ADA) numbers for 2015-2016 school year | PEIMS Office |
| June 20, 2016 | Regular Board Meeting - Budget Update | Board of Trustees, Superintendent, and CFO |
| June 25-30, 2016 | Update Revenue Projections and Their Effect on Budget and Any Other Budget Changes | CFO |
| Phase 4 - Finalized District Planning and Decisions | | |
| July 15-25, 2016 | Receive Chapter 41 Official Notification Announcement | Texas Education Agency |
| July 18, 2016 | Regular Board Meeting - Budget Update | Board of Trustees, Superintendent, and CFO |
| July 25, 2016 | Certified Property Tax Roll Valuations Received | Parker County Appraisal District and Tarrant Appraisal District |
| July 26-31, 2016 | Calculate Effective Tax Rate, Finalize Revenue Projections, and Their Effect on Budget and Any Other Budget Changes | Parker County Appraisal District, Tarrant Appraisal District, CFO, and Superintendent's Cabinet |
| August 8, 2016 | Budget Workshop | Board of Trustees, Superintendent, and CFO |
| August 15, 2016 | Regular Board Meeting - Budget Update | Board of Trustees, Superintendent, and CFO |
| August 19, 2016 | Publish in Newspaper Notice of Public Meeting to Discuss 2016-2017 District Budget and Proposed Tax Rate (Published 10 to 30 days before public meeting.) | CFO |
| August 29, 2016 | Called Board Meeting; Official Public Meeting on Budget and Proposed Tax Rate; Board Meeting to Adopt the Budget | Board of Trustees, Superintendent, and CFO |
| August 29, 2016 | Called Board Meeting; Official Public Meeting of School Board to Set Tax Rate; Board Meeting to Adopt Tax Rate | Board of Trustees, Superintendent, and CFO |

**Aledo Independent School District
2016-2017 General Fund Budget
Projections/Assumptions
March 21, 2016**

Projections/Assumptions

1. Projected student enrollment – 5,520, an increase of 271 students (5.16%) from the Fall 2015 PEIMS submission.
2. Projected average daily attendance – 5,184.
3. Projected 3% increase in total property tax value. 2016 preliminary taxable values will be received from the Parker County and Tarrant Appraisal Districts by mid May.
4. Current year tax collections based on a projected 99.0% collection rate.
5. The last of three staff computer lease payments of \$116,641 will be made in the 2015-2016 fiscal year. As these payments are made in advance, the 2016-2017 fiscal year will be the last year of usage for these computers.
6. It is anticipated the TASB salary study will be completed and presented to the Board of Trustees in April.
7. An amount is undetermined at this time, but there will be some costs associated with the opening of Elementary School No. 5 that will need to be reflected in the 2016-2017 budget.

2015-16 Summary of Finances

ALEDO ISD

184-907

| Funding Elements | | From |
|---------------------------|--|---------------|
| Students | | Date Entry |
| 1. | Refined Average Daily Attendance (ADA) | 5,034.800 |
| 2. | Regular Program ADA (Line 1 - Line 3 - Line 4) (Link to Detail Report) | 4,687.495 |
| 3. | Special Education FTEs (Link to Detail Report) | 128.008 |
| 4. | Career & Technology FTEs | 219.297 |
| 5. | Advanced Career & Technology FTEs | 9.853 |
| 6. | High School ADA | 1,514.800 |
| 7. | Weighted ADA (WADA) (Link to Detail Report) | 5,845.621 |
| 8. | Prior Year Refined ADA | 4,840.036 |
| 9. | Texas School for the Blind and Visually Impaired ADA | 0.000 |
| 10. | Texas School for the Deaf ADA | 0.000 |
| Staff | | |
| 11. | Full-time Staff (not MSS) | 146.000 |
| 12. | Part-time Staff (not MSS) | 4.330 |
| Property Values | | |
| 13. | 2015 (current tax year) Locally Certified Property Value | Not Needed |
| 14. | 2014 (prior tax year) State Certified Property Value ("T2" value) | 2,548,747,616 |
| Tax Rates and Collections | | |
| 15. | 2005 Adopted M&O Tax Rate | 1.5000 |
| 16. | 2015-16 Compressed M&O Tax Rate | 1.0000 |
| 17. | Average Tax Collection Rate | Not Needed |
| 18. | 2015-16 M&O Tax Rate | 1.1700 |
| 19. | 2015-16 M&O Tax Collections (Link to Detail Report) | \$32,923,050 |
| 20. | 2015-16 I&S Tax Collections | \$11,862,061 |
| 21. | 2015-16 Total Tax Collections | \$44,785,111 |
| 22. | 2015-16 Total Tax Levy | \$44,716,861 |
| Funding Components | | |
| 23. | Adjusted Allotment (Link to Detail Report) | \$5,584 |
| 24. | Revenue at Compressed Rate (RACR) per WADA | \$5,853 |
| 25. | Cost of Education Index (CEI) | 1.110 |
| 26. | Adjusted CEI | 1.110 |
| 27. | Per Capita Rate | \$176.437 |

| Tier I Allotments | | |
|---|--|--------------------|
| | Program Intent Codes - Allotments | |
| 28. | 11-Regular Program Allotment | \$26,174,972 |
| 29. | 23-Special Education Adjusted Allotment (Spend 52%) | \$2,293,130 |
| 30. | 22-Career & Technology Allotment (Spend 58%) | \$1,653,642 |
| 31. | 21-Gifted & Talented Adjusted Allotment (Spend 55%) | \$167,606 |
| 32. | 24-Comp Ed Allotment (Spend 52%) (no Detail Report included) | \$787,154 |
| 33. | 25-Bilingual Education Allotment (Spend 52%) | \$70,107 |
| 34. | 11-Public Education Grant | \$0 |
| 35. | 99-New Instructional Facilities Allotment (NIFA) | \$0 |
| 36. | 99-Transportation Allotment (no Detail Report included) | \$0 |
| 37. | 31-High School Allotment | \$416,570 |
| 38. | Total Cost of Tier I (Link to Tier I Detail Report) | \$31,563,181 |
| 39. | Less: Local Fund Assignment | \$25,487,476 |
| 40. | State Share of Tier I | \$6,075,704 |
| 41. | Per Capita Distribution from the Available School Fund (ASF) | \$853,961 |
| Foundation School Program (FSP) State Funding | | |
| 42. | Greater of State Share of Tier I or (ASF+NIFA+HS) | \$6,075,704 |
| 43. | Tier II State Aid (Link to Tier II Detail Report) | \$1,187,217 |
| 44. | Other Programs (Link to Detail Report) | (\$646,389) |
| 45. | Less: Total Available School Fund (\$176.437 * Prior Year ADA) | (\$853,961) |
| 46. | Total FSP Operating Fund | \$5,704,074 |
| State Aid by Funding Source | | |
| | Fund Code/Object Code - Funding Source | |
| 47. | 199/5812 - Foundation School Fund | \$5,762,571 |
| 48. | 199/5811 - Available School Fund | \$853,961 |
| 49. | 599/5829 - Existing Debt Allotment (EDA) (Link to Detail Report) | \$249,649 |
| 50. | 599/5829 - Instructional Facilities Allotment (IFA) (Bond) (Link to Detail Report) | \$0 |
| 51. | 599/5829 - Instructional Facilities Allotment (Lease Purchase) (See Link Above) | \$0 |
| 52. | TOTAL 2015-16 FSP/ASF STATE AID | \$6,866,181 |
| 53. | FSP Allocations and Adjustments Report (Link to Detail Report) | |

ADDITIONAL INFO: (Not on TEA's Summary of Finances)

| SUMMARY OF TOTAL STATE/LOCAL M&O REVENUE: | | |
|---|--|---------------------|
| 54. | M&O Rev From State (not including Fund 599) | \$6,616,532 |
| 55. | M&O Rev From Local Taxes (net of recapture and up to compressed rate) | \$28,139,359 |
| 56. | M&O Rev From Local Taxes (up to \$.06 above compressed rate; no recapture) | \$1,688,362 |
| 57. | M&O Rev From Local Taxes (net of any recapture) | \$2,268,201 |
| 58. | Additional M&O Rev Resulting From ASATR Credit Against Recapture | \$778,969 |
| 59. | 2015-16 TOTAL STATE/LOCAL M&O REVENUE | \$39,491,423 |
| 60. | Less: Credit Balance Due State (See Foundation School Fund balance above) | \$0 |
| 61. | 2015-16 NET TOTAL STATE/LOCAL M&O REVENUE | \$39,491,423 |

| SUMMARY OF TOTAL CHAPTER 41 RECAPTURE: | | |
|--|--|------------------|
| 62. | Recapture at the \$514000 Level | \$0 |
| 63. | Recapture at the \$319500 Level | \$827,128 |
| 64. | Total 2015-16 Recapture | \$827,128 |
| 65. | Less: ASATR Credit Against Recapture | (\$778,969) |
| 66. | Total 2015-16 Recapture Payments To TEA (Link to Detail Report) | \$48,159 |

2016-17 Summary of Finances

ALEDO ISD

184-907

| Funding Elements | | From |
|---------------------------|--|---------------|
| Students | | Date Entry |
| 1. | Refined Average Daily Attendance (ADA) | 5,184.036 |
| 2. | Regular Program ADA (Line 1 - Line 3 - Line 4) (Link to Detail Report) | 4,836.731 |
| 3. | Special Education FTEs (Link to Detail Report) | 128.008 |
| 4. | Career & Technology FTEs | 219.297 |
| 5. | Advanced Career & Technology FTEs | 9.853 |
| 6. | High School ADA | 1,514.800 |
| 7. | Weighted ADA (WADA) (Link to Detail Report) | 5,981.319 |
| 8. | Prior Year Refined ADA | 5,034.800 |
| 9. | Texas School for the Blind and Visually Impaired ADA | 0.000 |
| 10. | Texas School for the Deaf ADA | 0.000 |
| Staff | | |
| 11. | Full-time Staff (not MSS) | 146.000 |
| 12. | Part-time Staff (not MSS) | 4.330 |
| Property Values | | |
| 13. | 2016 (current tax year) Locally Certified Property Value | Not Needed |
| 14. | 2015 (prior tax year) State Certified Property Value ("T2" value) | 2,818,829,415 |
| Tax Rates and Collections | | |
| 15. | 2005 Adopted M&O Tax Rate | 1.5000 |
| 16. | 2016-17 Compressed M&O Tax Rate | 1.0000 |
| 17. | Average Tax Collection Rate | Not Needed |
| 18. | 2016-17 M&O Tax Rate | 1.1700 |
| 19. | 2016-17 M&O Tax Collections (Link to Detail Report) | \$33,928,357 |
| 20. | 2016-17 I&S Tax Collections | \$12,282,031 |
| 21. | 2016-17 Total Tax Collections | \$46,210,388 |
| 22. | 2016-17 Total Tax Levy | \$46,265,544 |
| Funding Components | | |
| 23. | Adjusted Allotment (Link to Detail Report) | \$5,564 |
| 24. | Revenue at Compressed Rate (RACR) per WADA | \$5,533 |
| 25. | Cost of Education Index (CEI) | 1.110 |
| 26. | Adjusted CEI | 1.110 |
| 27. | Per Capita Rate | \$257.274 |

| Tier I Allotments | | |
|---|--|--------------------|
| | Program Intent Codes - Allotments | |
| 28. | 11-Regular Program Allotment | \$26,911,571 |
| 29. | 23-Special Education Adjusted Allotment (Spend 52%) | \$2,284,817 |
| 30. | 22-Career & Technology Allotment (Spend 58%) | \$1,647,720 |
| 31. | 21-Gifted & Talented Adjusted Allotment (Spend 55%) | \$171,984 |
| 32. | 24-Comp Ed Allotment (Spend 52%) (no Detail Report included) | \$784,335 |
| 33. | 25-Bilingual Education Allotment (Spend 52%) | \$69,856 |
| 34. | 11-Public Education Grant | \$0 |
| 35. | 99-New Instructional Facilities Allotment (NIFA) | \$0 |
| 36. | 99-Transportation Allotment (no Detail Report included) | \$0 |
| 37. | 31-High School Allotment | \$416,570 |
| 38. | Total Cost of Tier I (Link to Tier I Detail Report) | \$32,286,853 |
| 39. | Less: Local Fund Assignment | \$28,188,294 |
| 40. | State Share of Tier I | \$4,098,559 |
| 41. | Per Capita Distribution from the Available School Fund (ASF) | \$1,295,323 |
| Foundation School Program (FSP) State Funding | | |
| 42. | Greater of State Share of Tier I or (ASF+NIFA+HS) | \$4,098,559 |
| 43. | Tier II State Aid (Link to Tier II Detail Report) | \$1,122,007 |
| 44. | Other Programs (Link to Detail Report) | (\$877,239) |
| 45. | Less: Total Available School Fund (\$257.274 * Prior Year ADA) | (\$1,295,323) |
| 46. | Total FSP Operating Fund | \$3,031,300 |
| State Aid by Funding Source | | |
| | Fund Code/Object Code - Funding Source | |
| 47. | 199/5812 - Foundation School Fund | \$3,048,003 |
| 48. | 199/5811 - Available School Fund | \$1,295,323 |
| 49. | 599/5829 - Existing Debt Allotment (EDA) (Link to Detail Report) | \$233,523 |
| 50. | 599/5829 - Instructional Facilities Allotment (IFA) (Bond) (Link to Detail Report) | \$0 |
| 51. | 599/5829 - Instructional Facilities Allotment (Lease Purchase) (See Link Above) | \$0 |
| 52. | TOTAL 2016-17 FSP/ASF STATE AID | \$4,576,849 |
| 53. | FSP Allocations and Adjustments Report (Link to Detail Report) | |

ADDITIONAL INFO: (Not on TEA's Summary of Finances)

| SUMMARY OF TOTAL STATE/LOCAL M&O REVENUE: | | |
|---|--|---------------------|
| 54. | M&O Rev From State (not including Fund 599) | \$4,343,326 |
| 55. | M&O Rev From Local Taxes (net of recapture and up to compressed rate) | \$28,998,596 |
| 56. | M&O Rev From Local Taxes (up to \$.06 above compressed rate; no recapture) | \$1,739,916 |
| 57. | M&O Rev From Local Taxes (net of any recapture) | \$2,162,563 |
| 58. | Additional M&O Rev Resulting From ASATR Credit Against Recapture | \$968,025 |
| 59. | 2016-17 TOTAL STATE/LOCAL M&O REVENUE | \$38,212,425 |
| 60. | Less: Credit Balance Due State (See Foundation School Fund balance above) | \$0 |
| 61. | 2016-17 NET TOTAL STATE/LOCAL M&O REVENUE | \$38,212,425 |

| SUMMARY OF TOTAL CHAPTER 41 RECAPTURE: | | |
|--|--|--------------------|
| 62. | Recapture at the \$514000 Level | \$0 |
| 63. | Recapture at the \$319500 Level | \$1,027,283 |
| 64. | Total 2016-17 Recapture | \$1,027,283 |
| 65. | Less: ASATR Credit Against Recapture | (\$968,025) |
| 66. | Total 2016-17 Recapture Payments To TEA (Link to Detail Report) | \$59,258 |