

# Lewisville ISD

## FY 25 Budget Projection Update

June 2, 2025



# Overview

- Updated Revenue Assumptions
- Updated Expenditure Assumptions
- FY 25 Projection



# FY 25 Update



# Updated FY 25 Revenue Assumptions



## Enrollment Projection

2024-25: 48,100  
Snapshot: 47,875



## Estimated ADA

2024-25: 44,733  
Year End: 44,545



## Property Values -

T2: 56,343,682,085  
T2: 57,697,315,266  
T2: 57,037,455,452



## M&O Tax Rate

2024-25: \$0.7469  
99% Collections



## I&S Tax Rate

2024-25: \$0.3709  
99% Collections



# FY 25 Local Revenue

	Adopted Budget FY 25	FY 25 Projection	Difference
Tax Collections	\$425,255,712	\$418,935,564	-\$6,320,148
Tuition & Fees	\$6,000,000	\$5,950,793	-\$49,207
Interest Earnings	\$8,000,000	\$11,747,354	\$3,747,354
Rent	\$1,224,550	\$1,040,007	-\$184,543
Athletic Activity	\$1,000,000	\$1,139,950	\$139,950
Extracurriculars	\$150,000	\$165,898	\$15,898
JJAEP	\$575,000	\$623,134	\$48,134
Other Revenue	\$2,952,500	\$2,857,345	-\$95,155
<b>Total Local Revenue</b>	<b>\$445,157,762</b>	<b>\$442,460,043</b>	<b>-\$2,697,719</b>



# FY 25 State Revenue

	Adopted Budget FY 25	FY 25 Projection	Difference
Available School Fund	\$23,132,188	\$28,015,125	\$4,882,937
Foundation School Program	\$50,527,752	\$35,791,601	-\$14,736,151
TRS on Behalf	\$29,667,361	\$29,049,670	-\$617,691
<b>Total State Revenue</b>	<b>\$103,327,301</b>	<b>\$92,856,396</b>	<b>-\$10,470,905</b>



# FY 25 Federal Revenue

	Adopted Budget FY 25	FY 25 Projection	Difference
TEA Federal Revenue	\$2,105,000	\$2,750,133	\$645,133
School Health Related Services	\$2,000,000	\$1,015,005	-\$984,995
Impact Aid	\$4,000,000	\$2,987,607	-\$1,012,393
<b>Total Federal Revenue</b>	<b>\$8,105,000</b>	<b>\$6,752,745</b>	<b>-\$1,352,255</b>



# FY 25 Total General Operating Revenue

	Adopted Budget FY 25	FY 25 Projection	Difference
Local Revenue	\$445,157,762	\$442,460,043	-\$2,697,719
State Revenue	\$103,327,301	\$92,856,396	-\$10,470,905
Federal Revenue	\$8,105,000	\$6,752,745	-\$1,352,255
<b>Total Revenue</b>	<b>\$556,590,063</b>	<b>\$542,069,184</b>	<b>-\$14,520,879</b>





# Expenditure Assumptions for FY25



## Recapture

Budget: \$12.9 M  
Year End: \$13.0 M



## Payroll

Budget: \$438.0M  
YE Proj: \$436.9M\*

Budget: Fill Rate 98%  
As of 3/25/25: 99.9%

\*Includes one-time payment  
of \$5.9 million



## Non Payroll

Budget: \$110.2M  
YE Proj: \$91.6 M

Budget: 100%  
Expenditure  
Apr 25 Projection:  
83% expenditure  
projection for EOY



# FY 25 General Operating Expenditures

	Adopted Budget FY 25	FY 25 Projection	Difference
Payroll Cost	\$408,340,727	\$407,803,051	-\$537,676
TRS on Behalf	\$29,667,361	\$29,049,670	-\$617,691
Contracted Services	\$78,848,646	\$70,059,803	-\$8,788,844
Recapture	\$12,879,209	\$13,018,137	\$138,928
Supplies & Materials	\$17,820,754	\$10,318,801	-\$7,501,953
Other Operating Expenses	\$13,138,530	\$12,070,213	-\$1,068,317
Capital Outlay	\$405,500	\$0	-\$405,500
<b>Total Local Expenditures</b>	<b>\$561,100,727</b>	<b>\$542,319,675</b>	<b>-\$18,781,052</b>



# June Budget Amendment

	Revenue Increase/(Decrease)	Expenditure Increase/(Decrease)	Change in Fund Balance
Local Revenue			
State Revenue			
Federal Revenue			
<b>Total Revenue</b>			
Function 34		\$1,120,000	(\$1,120,000)
<b>Total Expenditure</b>		<b>\$1,120,000</b>	<b>(\$1,120,000)</b>
<b>Change in Fund Balance</b>		<b>(\$1,120,000)</b>	<b>(\$1,120,000)</b>



# FY 25 General Operating Projection

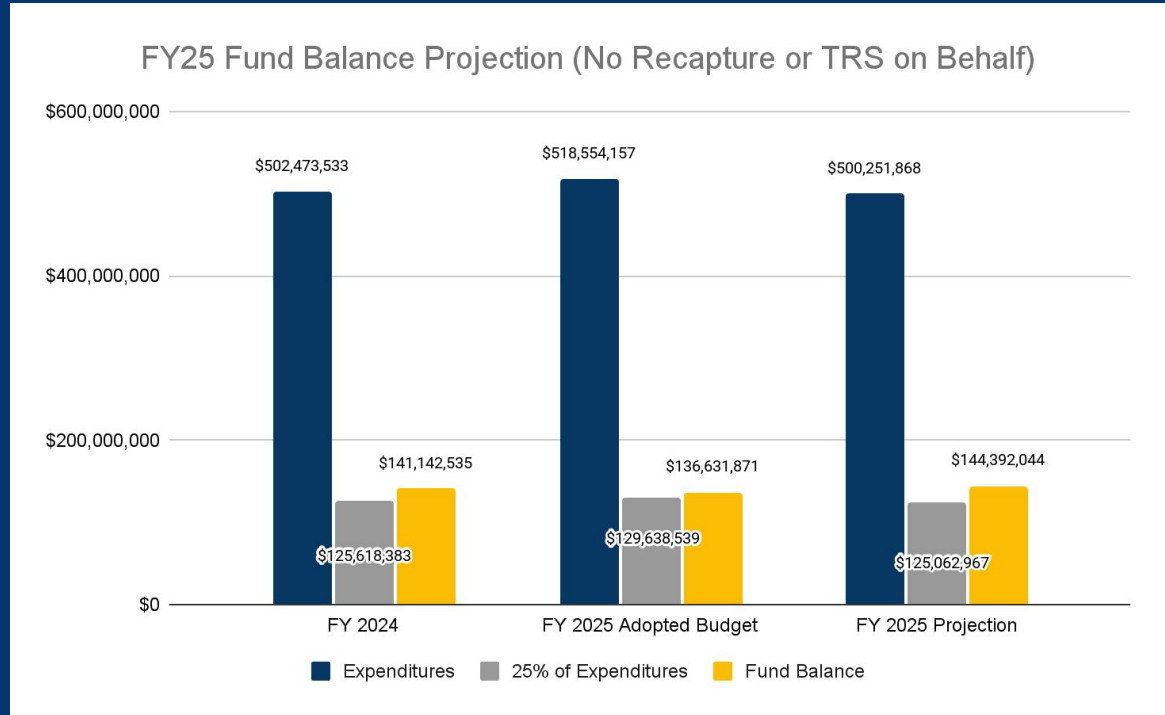
	Adopted Budget FY 25	FY 25 Projection	Difference
Total Revenue	\$556,590,063	\$542,069,184	<b>-\$14,520,879</b>
Total Expenditures	\$ 561,100,727	\$542,319,675	<b>-\$18,781,052</b>
Surplus/Deficit	<b>\$ (4,510,664)</b>	<b>\$(250,491)</b>	
<b>Wager Rd Land Sale</b>		\$3,500,000	
<b>Projection*</b>	<b>\$ (4,510,664)</b>	<b>\$3,249,509</b>	<b>\$7,760,173</b>

\*The projected surplus is based on the assumption that the corrected T2 values that were submitted to the comptroller will be confirmed.



# FY 25 Fund Balance Projection

- LISD Fund Balance Resolution states we must maintain 25% of expenditures in Fund Balance, less recapture and TRS On-Behalf



# S&P Ratings Return LISD Financial Outlook to Stable from Negative

Important Note for our community: **Your stability on the M&O side impacts your I&S bucket!**

- **Background:**
  - S&P ratings gave LISD a negative financial outlook 2 years ago due to paying for recurring expenditures out of fund balance resulting in fund balance projecting to fall below 25% of expenditures. With no increase to the Basic Allotment, raises had been provided to retain staff and limit turnover resulting in \$49 million being taken out of fund balance from FY 20 to FY 23
- **Major factor leading to strong rating and outlook: Budget Reductions Stabilize District Budget**
  - Budget reductions including staff reduction, middle school schedule changes, and school site closures over the last two years that resulted in improving fund balance in FY 24 and FY 25.
- **Outcome:** S&P has revised its outlook to stable from negative and affirmed its AA+ underlying rating on the district's bonds. This leads to an improved credit rating, which increase the quantity and quality of investors on our bond sales and reduces our interest rate ensuring taxpayers that maximize amount of bond funds are spent on projects to impact students and not on interest.

# Next Steps on FY 25 Budget

- Close out fiscal year expenses
- Continue to monitor T2 values and property tax collections
- Reclassify capital like expenditures with land sale proceeds
- Finalize revenue projections based on final student counts
- Maintain a minimum of 25% of expenditures in fund balance - this accounts for 3 months of expenditures and addresses cash flow needs since the majority of our revenue is received from property tax collections that are primarily received in December to February each year



# Discussion

