

DENTON ISD
2021-2022
PROPOSED BUDGET

PUBLIC HEARING

JUNE 8, 2021

Agenda

Tax Rates

General Fund

- Assumptions
- Revenue
- Expenditures

Debt Service

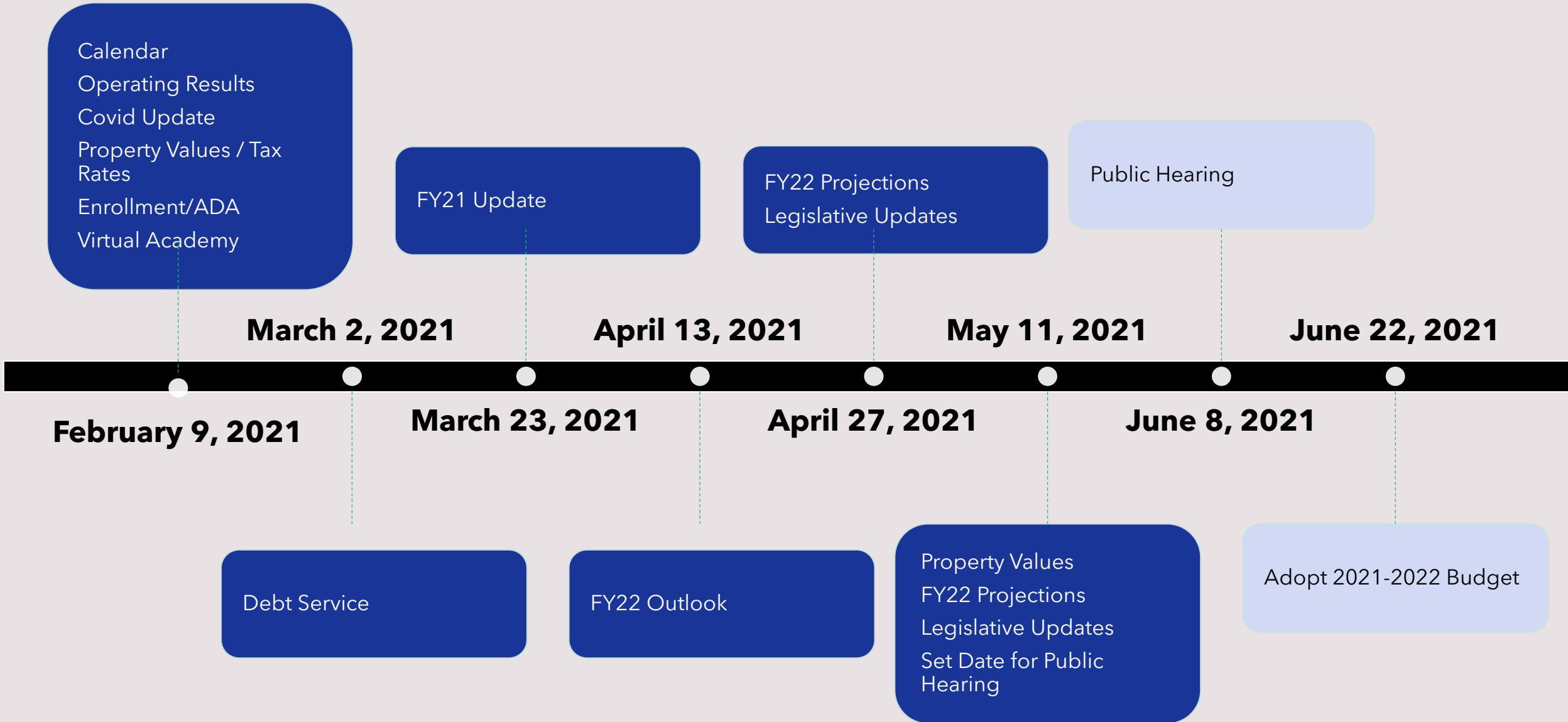
- Revenue
- Expenditures

Child Nutrition

- Revenue
- Expenditures

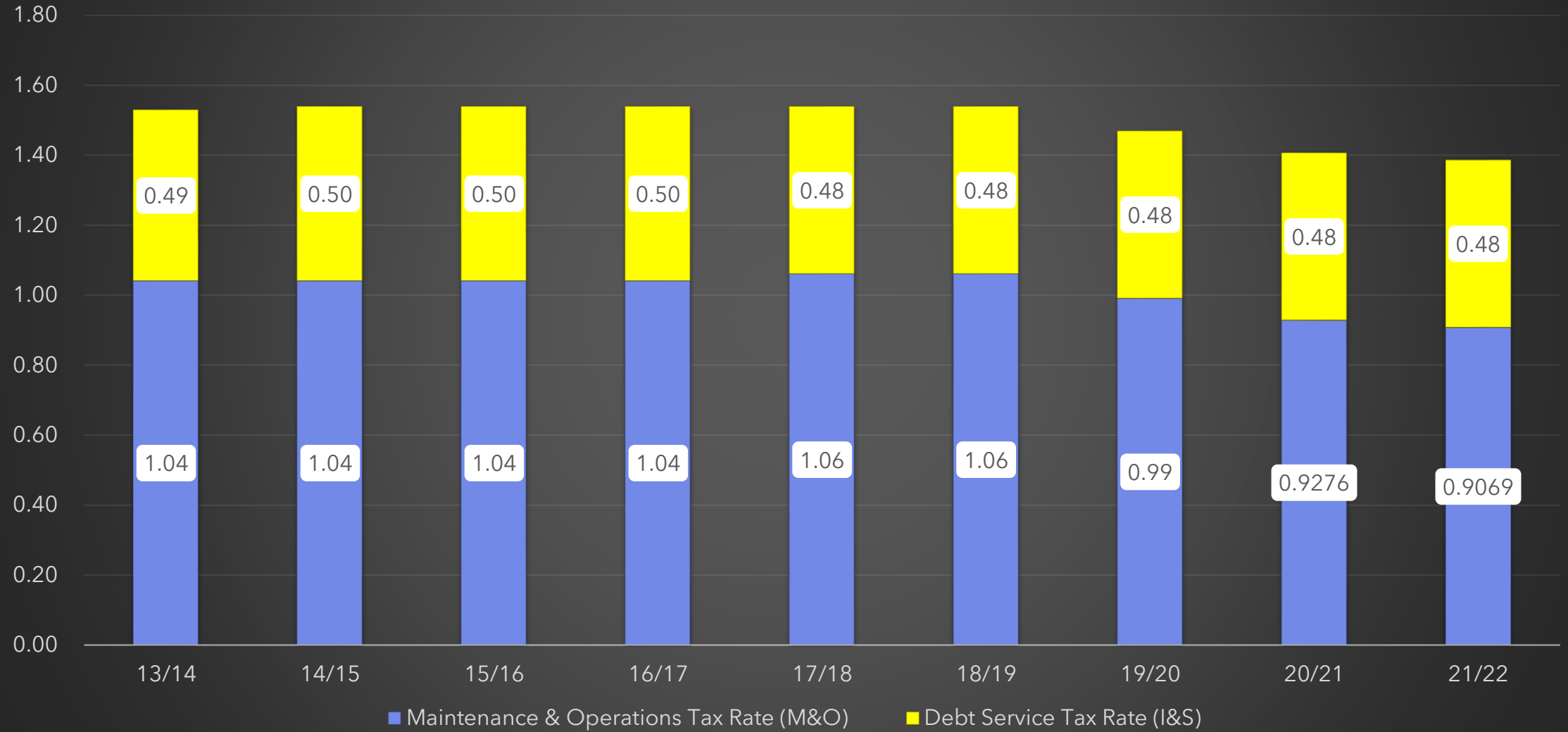
87th Legislative Session

2021-2022 Budget Calendar



BUDGETED TAX RATE
2021-2022

Denton Independent School District Schedule of Tax Rates



Total Tax Rate

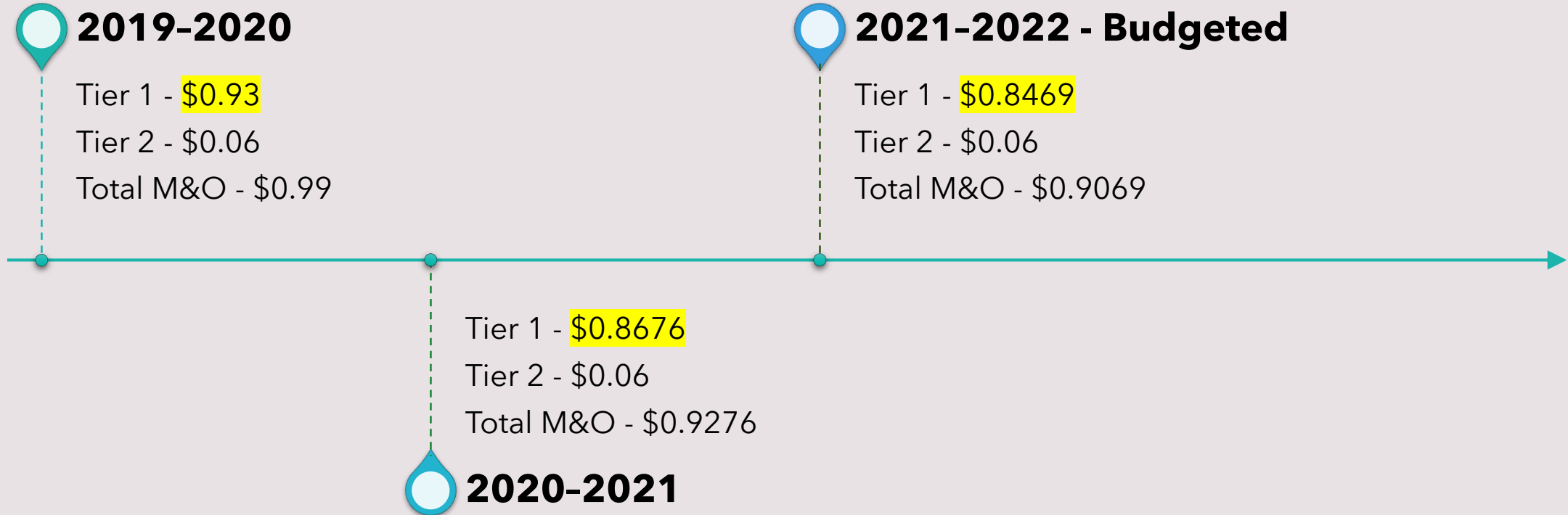
MAINTENANCE & OPERATIONS

- Tier 1 - \$0.8469
- Tier 2 - \$0.06
- Total M&O - \$0.9069

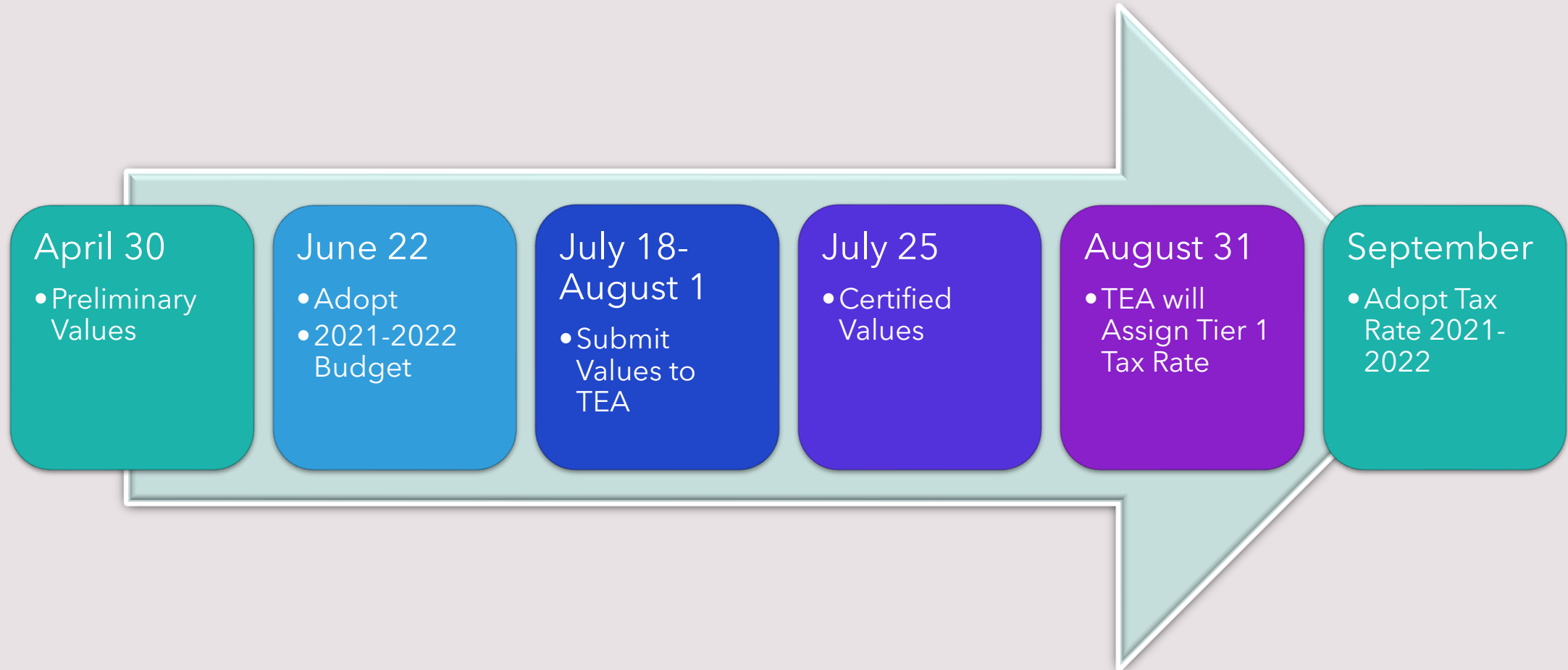
DEBT SERVICE - \$0.48

TOTAL TAX RATE - \$1.3869

History of Tax Rate Compression - Denton ISD



Timeline of Budget Adoption and Tax Rate Adoption



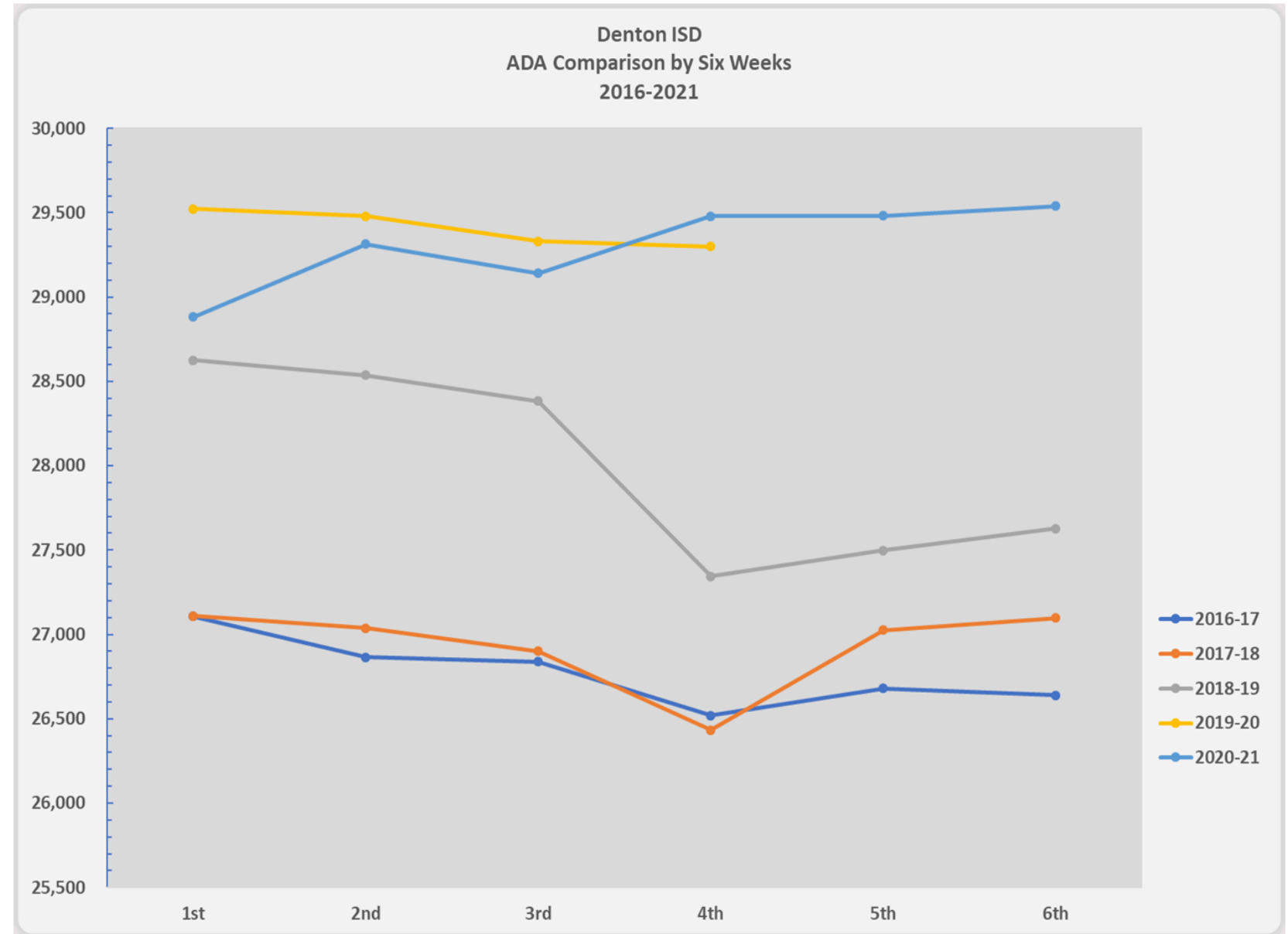


2021-2022
GENERAL FUND

General Fund Assumptions Based on Current Law

Average Daily Attendance

- Average of 2020-2021 4th and 5th Six Weeks
- 1.5% Growth
- 29,916



General Fund Assumptions Based on Current Law

Property Value Growth

- Budgeting a 5% Growth - \$962M
- Values as of 6/4/2021 - 18% Growth - \$3.4B
 - \$4.9B under protest

GENERAL FUND REVENUE

DESCRIPTION	2020-2021 ADOPTED BUDGET	2021-2022 PROPOSED BUDGET	PERCENTAGE OF BUDGET	AMOUNT INCREASE (DECREASE)	PERCENT INCREASE (DECREASE)
Current Taxes	200,988,665	200,280,674	66.60%	(707,991)	-0.35%
Delinquent Taxes, Penalty & Interest	1,957,750	1,957,750	0.65%		
Other Local Revenue	5,700,500	4,118,500	1.37%	(1,582,000)	-27.75%
State Funds	76,151,390	79,495,552	26.44%	3,344,162	4.39%
State Funds - TRS On-Behalf	9,500,000	9,500,000	3.16%		
Federal Funds	4,790,000	4,850,000	1.61%	60,000	1.25%
Transfer from W/C	500,000	500,000	0.17%		
Total General Fund Revenue	299,588,305	300,702,476	100.00%	1,114,171	0.37%

Current Taxes for FY22 - Local property tax collections are limited to 2.5% growth. This is achieved through the Tier I tax rate compression.

ESTIMATE OF STATE AID

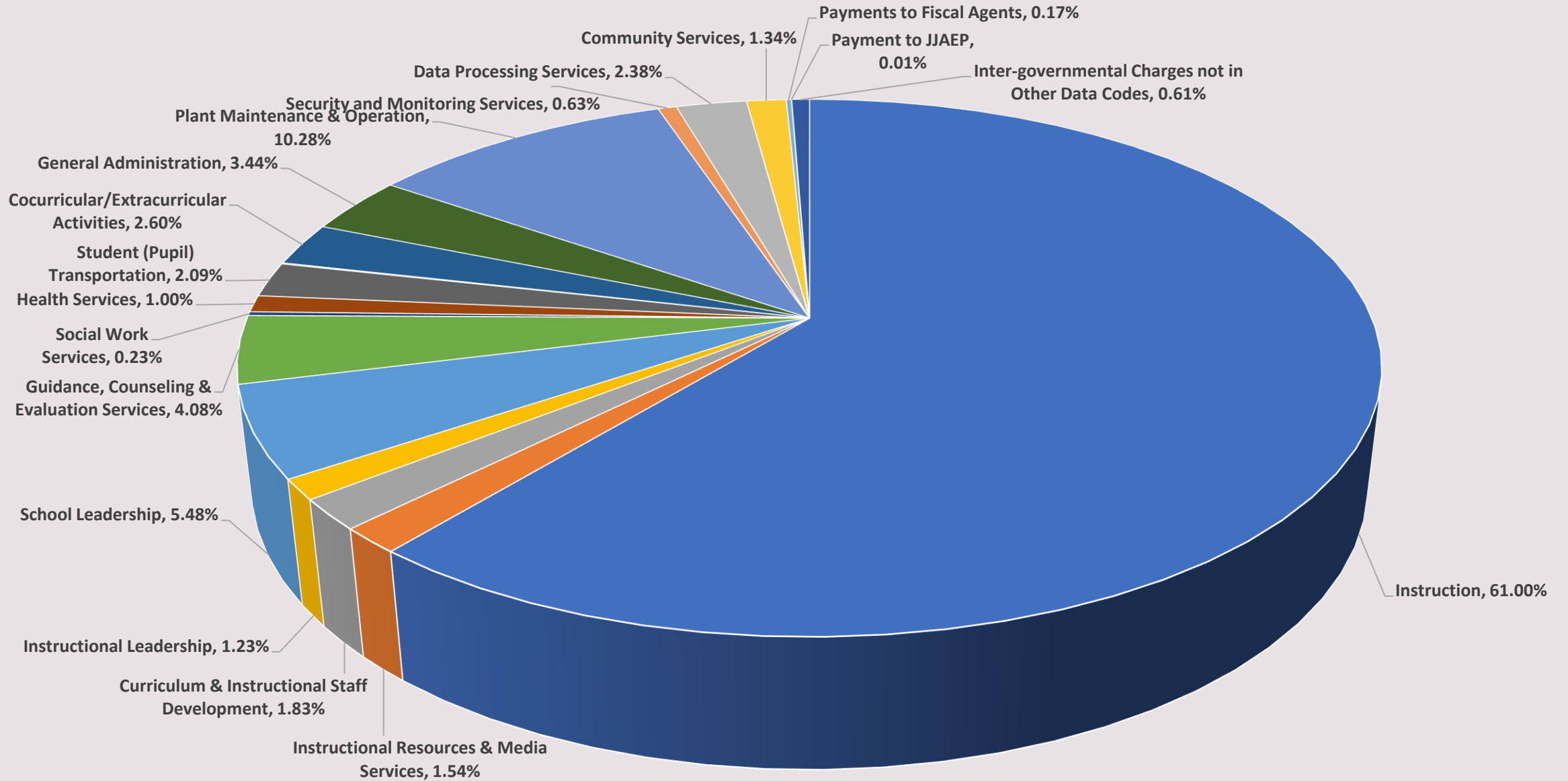
DESCRIPTION	2020-2021	2021-2022	AMOUNT INCREASE (DECREASE)	PERCENT INCREASE (DECREASE)
Total Cost of Tier I	249,490,695	243,499,856	(5,990,839)	-2.40%
LESS: Local Share	(188,900,625)	(189,719,499)	(818,874)	0.43%
State's Share of Tier I	60,590,070	53,780,357	(6,809,713)	-11.24%
Tier II State Aid for "Golden" Level (\$98.56)	10,678,948	9,669,920	(1,009,028)	-9.45%
Tier II State Aid for \$49.28 Level	0	0	0	
Total Tier II State Aid	10,678,948	9,669,920	(1,009,028)	-9.45%
Formula Transition Grant	4,882,372	16,045,275	11,162,903	228.64%
Total Estimated State Aid	76,151,390	79,495,552	3,344,162	4.39%

Beginning in FY 20, state aid is no longer determined by the lag in property values. Funding is determined based on current year values.

GENERAL FUND EXPENDITURES

DESCRIPTION	2020-2021 ADOPTED BUDGET	2021-2022 PROPOSED BUDGET	PERCENTAGE OF BUDGET	AMOUNT INCREASE (DECREASE)	PERCENT INCREASE (DECREASE)
Salaries	245,870,700	253,210,636	82.41%	7,339,936	2.99%
Contracted Services	34,981,532	36,466,218	11.87%	1,484,686	4.24%
Supplies	11,995,958	10,491,223	3.41%	(1,504,735)	-12.54%
Travel and Other	6,283,547	6,701,931	2.18%	418,384	6.67%
Debt Service					
Capital Outlay	456,568	386,874	0.13%	(69,694)	-15.26%
Total General Fund Budget	\$299,588,305	\$307,256,882	100.00%	\$7,668,577	2.56%

GENERAL EXPENDITURES BY FUNCTION



Highlighted Expenditures

Personnel

COMPENSATION PLAN THAT INCLUDES
RAISES FOR ALL EMPLOYEES - 2% OF
THE MIDPOINT

46 FTE'S

STARTUP FOR SANDBROCK RANCH
ELEMENTARY

Non-Personnel

TASB INSURANCE PREMIUMS

CONTRACT INCREASES

AED'S

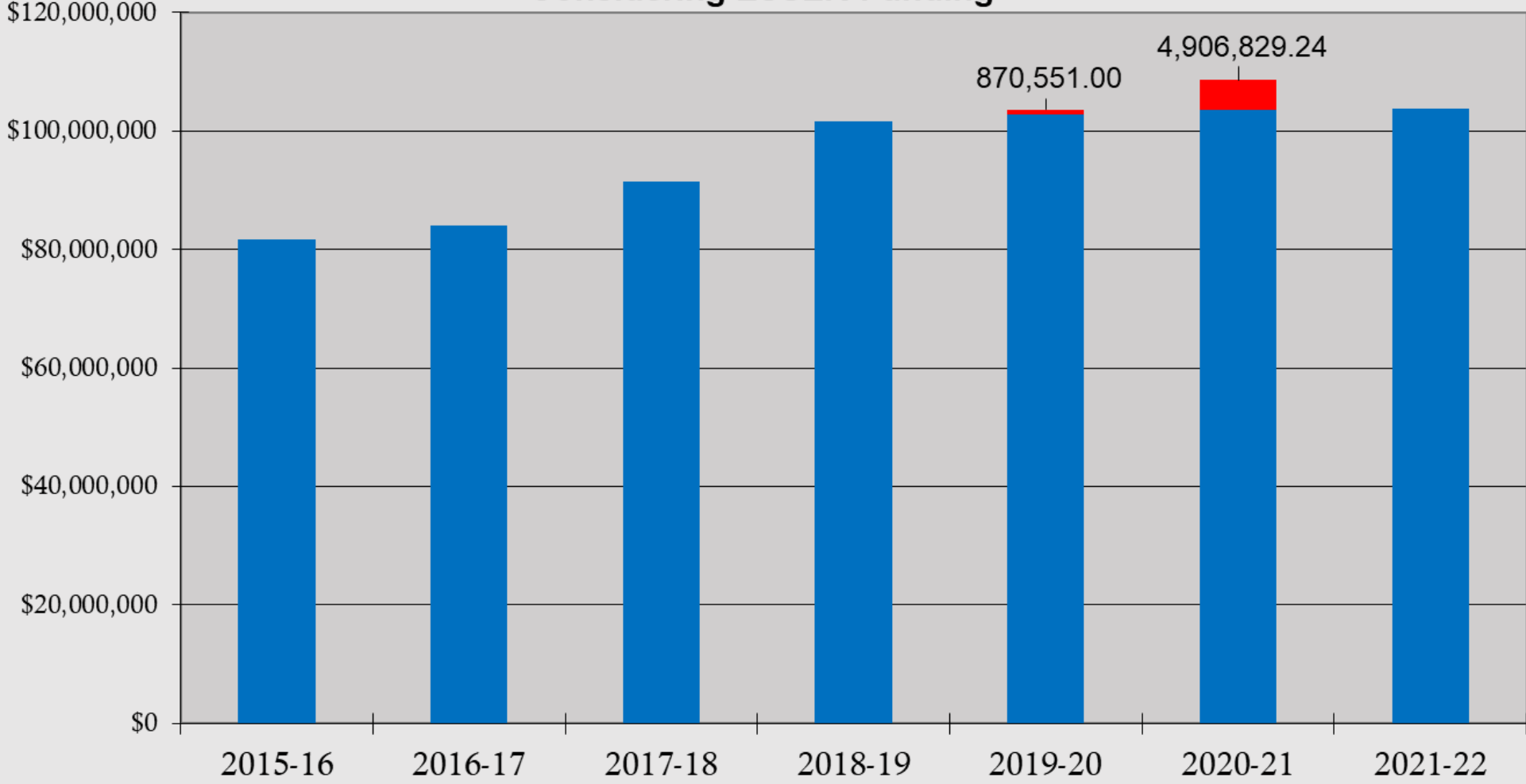
PROFESSIONAL DEVELOPMENT

TECHNOLOGY SERVICES

SUMMARY OF PROPOSED REVENUE AND EXPENDITURES

DESCRIPTION	2020-2021	2021-2022	AMOUNT INCREASE (DECREASE)	PERCENT INCREASE (DECREASE)
General Fund Revenue	\$299,588,305	\$300,702,476	\$1,114,171	0.37%
General Fund Expenditures	(\$299,588,305)	(\$307,256,882)	(\$7,668,577)	2.56%
Net General Fund	\$0	(\$6,554,406)	(\$6,554,406)	

**Denton Independent School District
General Fund - Fund Balance Projection
Considering ESSER Funding**



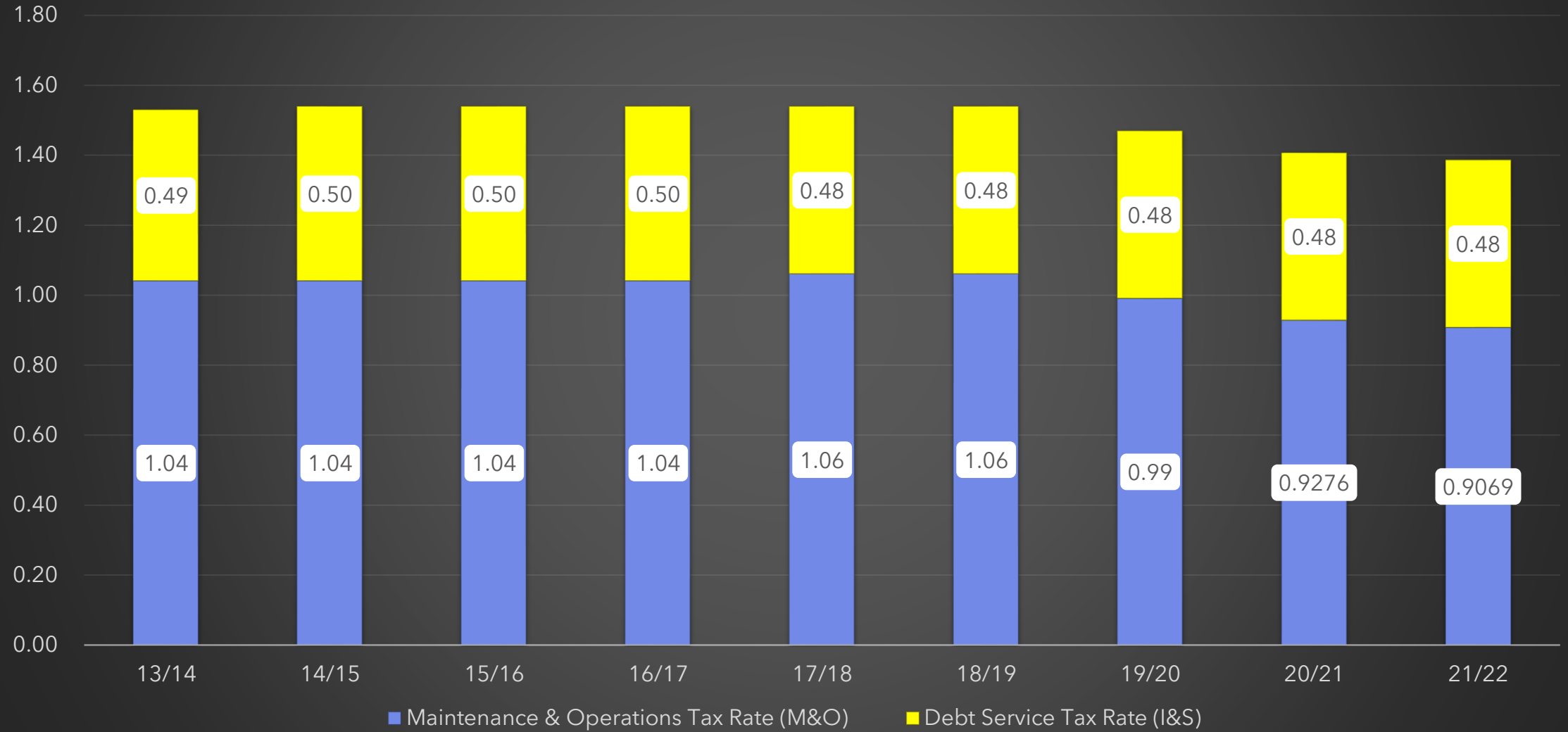
Source: 2021-2022 Budget Book page ES-16



2021-2022

DEBT SERVICE FUND

Denton Independent School District Schedule of Tax Rates



DEBT SERVICE FUND REVENUE

DESCRIPTION	2020-2021 ADOPTED BUDGET	2021-2022 PROPOSED BUDGET	PERCENT OF BUDGET	AMOUNT INCREASE (DECREASE)	PERCENT INCREASE (DECREASE)
Current Taxes	104,116,727	106,003,665	98.41%	1,886,938	1.81%
Tax Rate per \$100	0.4800	0.480			
Delinquent Taxes	400,000	400,000	0.37%		
Penalty & Interest	325,000	325,000	0.30%		
Interest Earnings	800,000	40,000	0.04%	(760,000)	-95.00%
Hold Harmless for Homestead Exemption	979,190	944,333	0.88%	(34,857)	-3.56%
Total Debt Service Revenue	106,620,917	107,712,998	100.00%	1,092,081	1.02%
Fund Balance	(1,282)	(471)		811	-63.26%
Total Debt Service Resources	\$106,619,635	\$107,712,527	100.00%	\$1,092,892	1.03%

DEBT SERVICE



Property Tax Collections - \$107,712,527



Bond Obligations - \$102,762,527



Additional Principal Payment/Refunding Opportunities - \$4.95M



Projected at 5% Growth

Denton ISD
Debt Service Outlook
2021-2022

Debt Service Tax Rate \$.48

\$107,712,998

Bond Payments

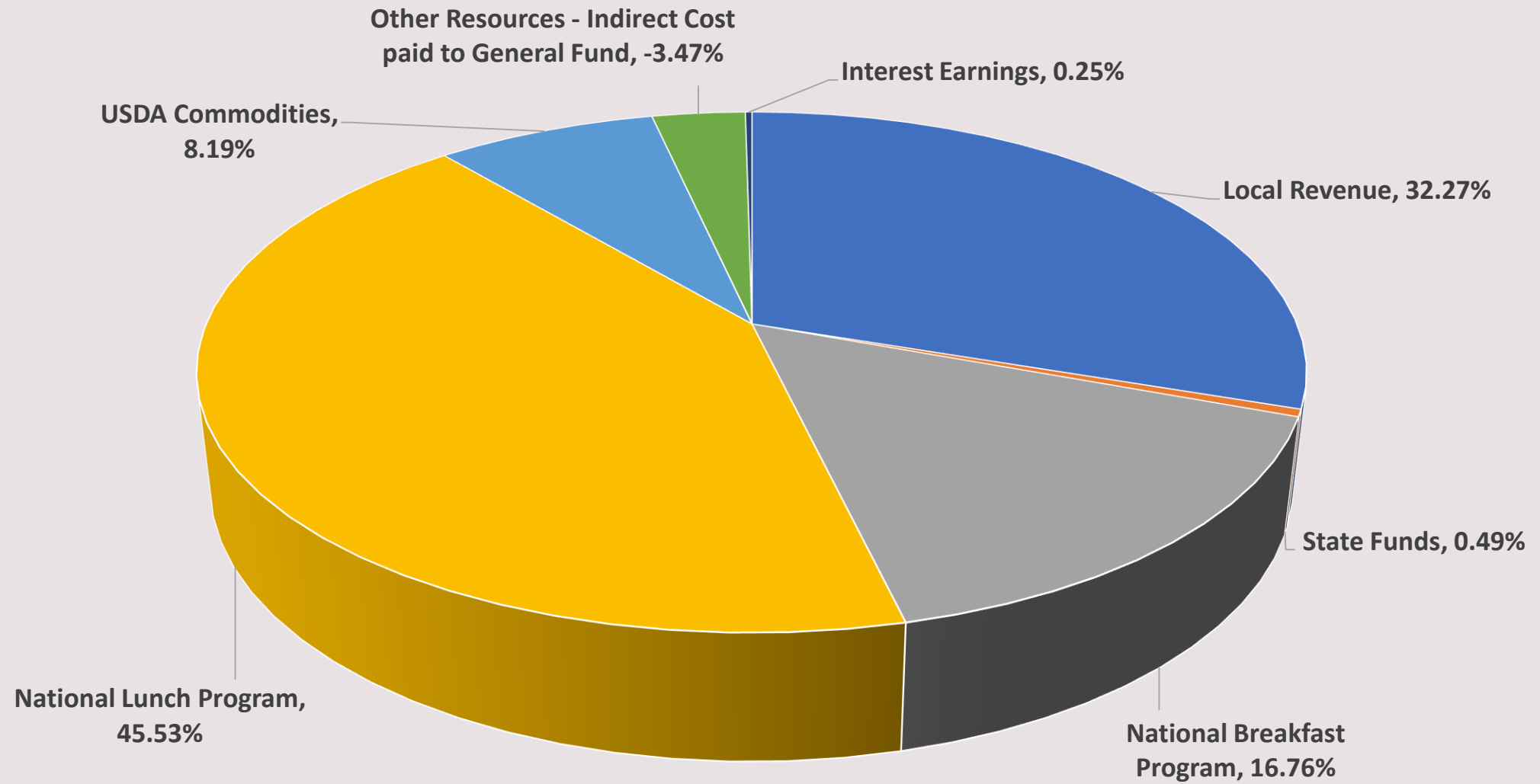
\$102,762,527



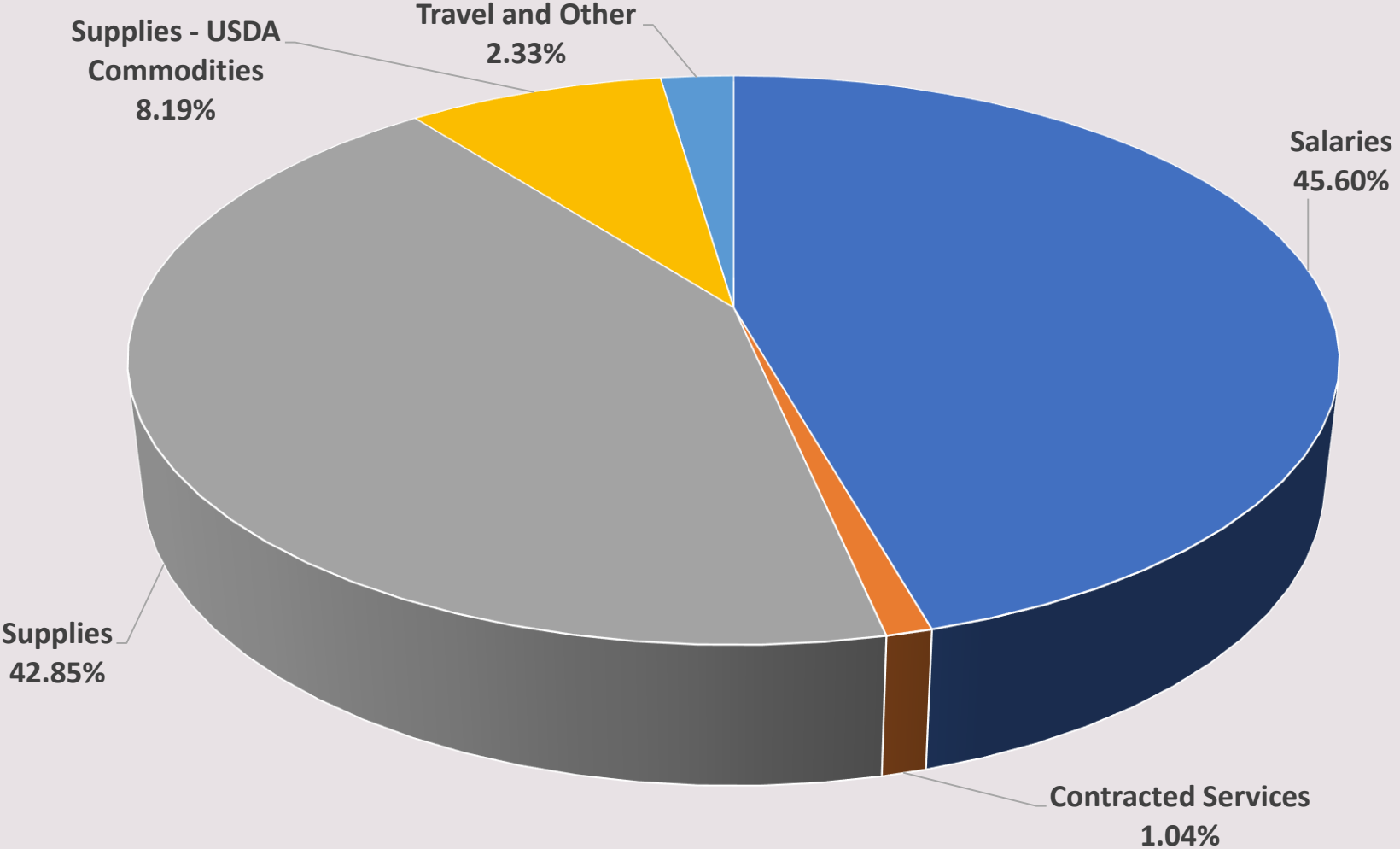
2021-2022

CHILD NUTRITION FUND

CHILD NUTRITION REVENUE 2021-2022



CHILD NUTRITION EXPENDITURES 2021-2022



SUMMARY OF CHILD NUTRITION REVENUE AND EXPENDITURES

DESCRIPTION	2020-2021	2021-2022	AMOUNT INCREASE (DECREASE)	PERCENT INCREASE (DECREASE)
Child Nutrition Revenue	\$14,221,850	\$14,400,730	\$178,880	1.26%
Child Nutrition Expenditures	(\$14,221,850)	(\$14,400,730)	(\$178,880)	1.26%
Net Child Nutrition	\$0	\$0	\$0	

87th Legislative Session

HB 1525

Restores the gifted and talented weight

Creates a \$400 million cap on formula transition grant - per year of the biennium

Modifies the career and technology allotment

Fast growth allotment provisions

Provides funding for reimbursements for winter storm Uri

Revisions to allowable costs for spending requirements

87th Legislative Session

Outcomes Related to School Finance

SB1 fully funds HB3 from last session

SB1 reduces the state maximum compressed rate from \$.9164 to \$.9134; reduces tax floor from \$0.8247 to \$.8220

State budget reduces FSP appropriations by approximately \$1B to reflect supplanting of state aid from ESSER II

QUESTIONS

