

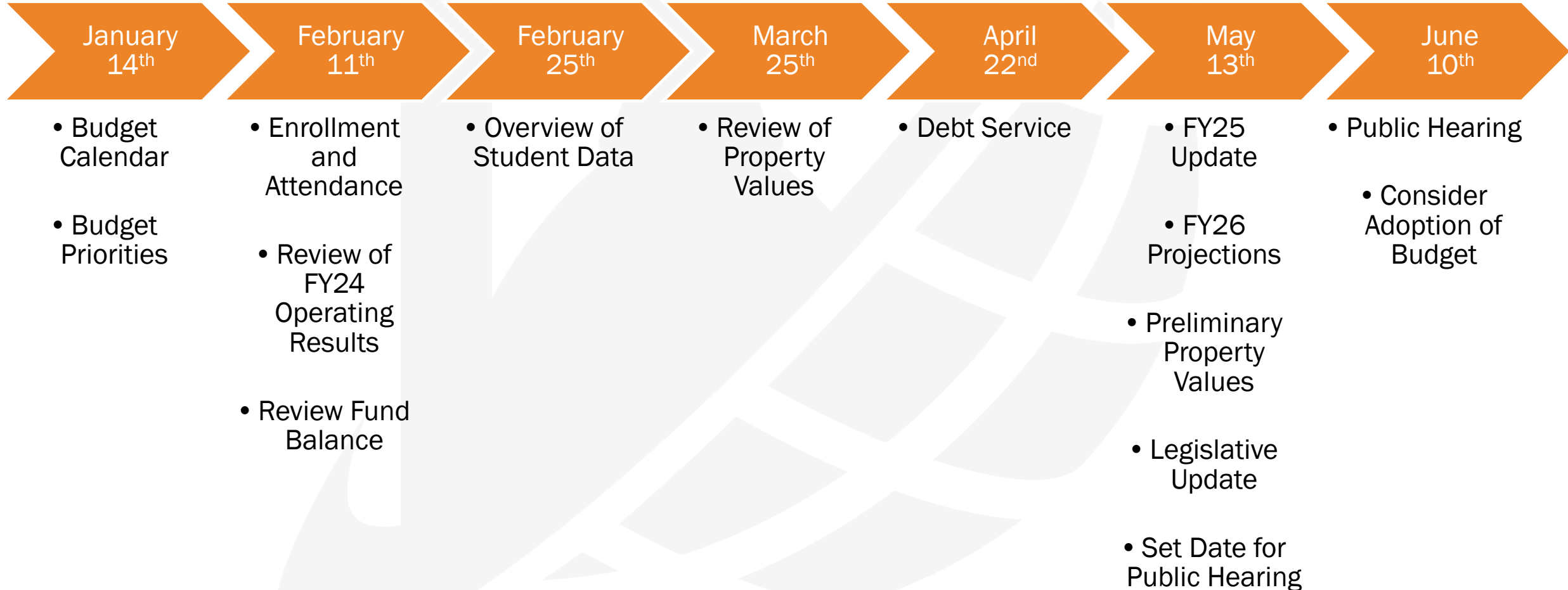


DENTON INDEPENDENT SCHOOL DISTRICT

2025-2026
PROPOSED BUDGET

PUBLIC HEARING
ON BUDGET
& TAX RATE
JUNE 10, 2025

BUDGET CALENDAR



*Legislative Updates will be provided as the District becomes aware of them.

AGENDA



Budget Priorities

Tax Rates

Discussion of General Fund Budget

- Legislative Update

Discussion of Debt Service Budget

Discussion of Child Nutrition Budget

Timeline of Budget & Tax Rate Adoption

BUDGET PRIORITIES

Allocation of resources to
meet our greatest needs

Maintain our primary focus
on teaching and learning

2025-2026
Budget
Priorities

Decision-making that
affects the long-term
viability of the district

Substantial impact to our
overall budget

BUDGET APPROACH

Zero-Based Budgeting (Departments)

- Requires justification for existing and new spend
- Allocate resources to greatest need based on the current needs of the District rather than making incremental changes to the previous year's budget

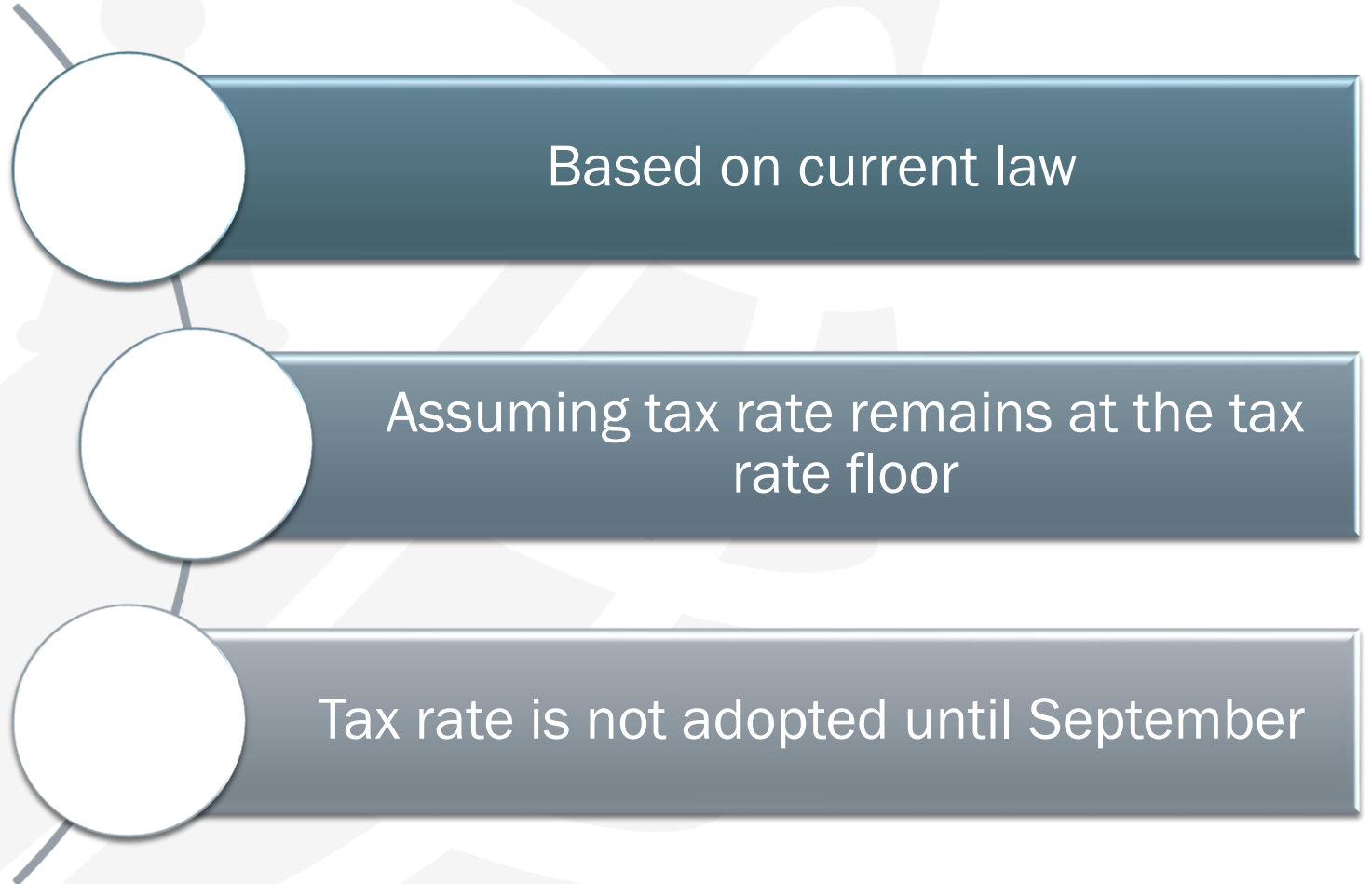
Maximize Revenue Sources

Conservative Approach to Calculation of Average Daily Attendance (ADA)



TAX RATE DISCUSSION

2025-2026 TAX RATE REMINDERS



DENTON ISD
2025-2026
TOTAL TAX
RATE

Maintenance &
Operations

Tier I - \$0.5774
Tier II - \$0.06

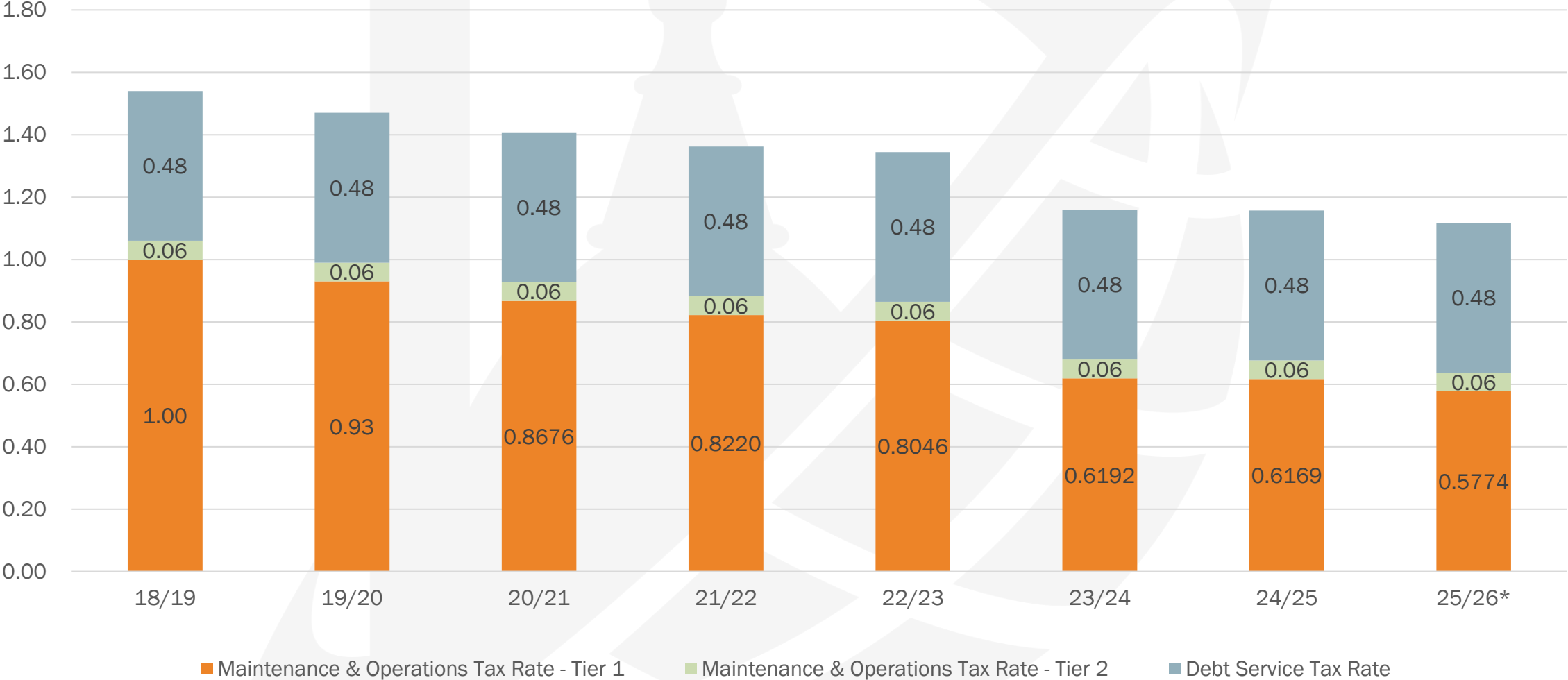
Total M&O -
\$0.6374



Debt Service
\$0.48

Total
Budgeted
Tax Rate
\$1.1174

Denton Independent School District
Schedule of Tax Rates



* 25/26 Budgeted Tax Rate



2025-2026
GENERAL FUND

2025-2026 GENERAL FUND REVENUE ASSUMPTIONS



Current Law



Property Value Growth
9.5%

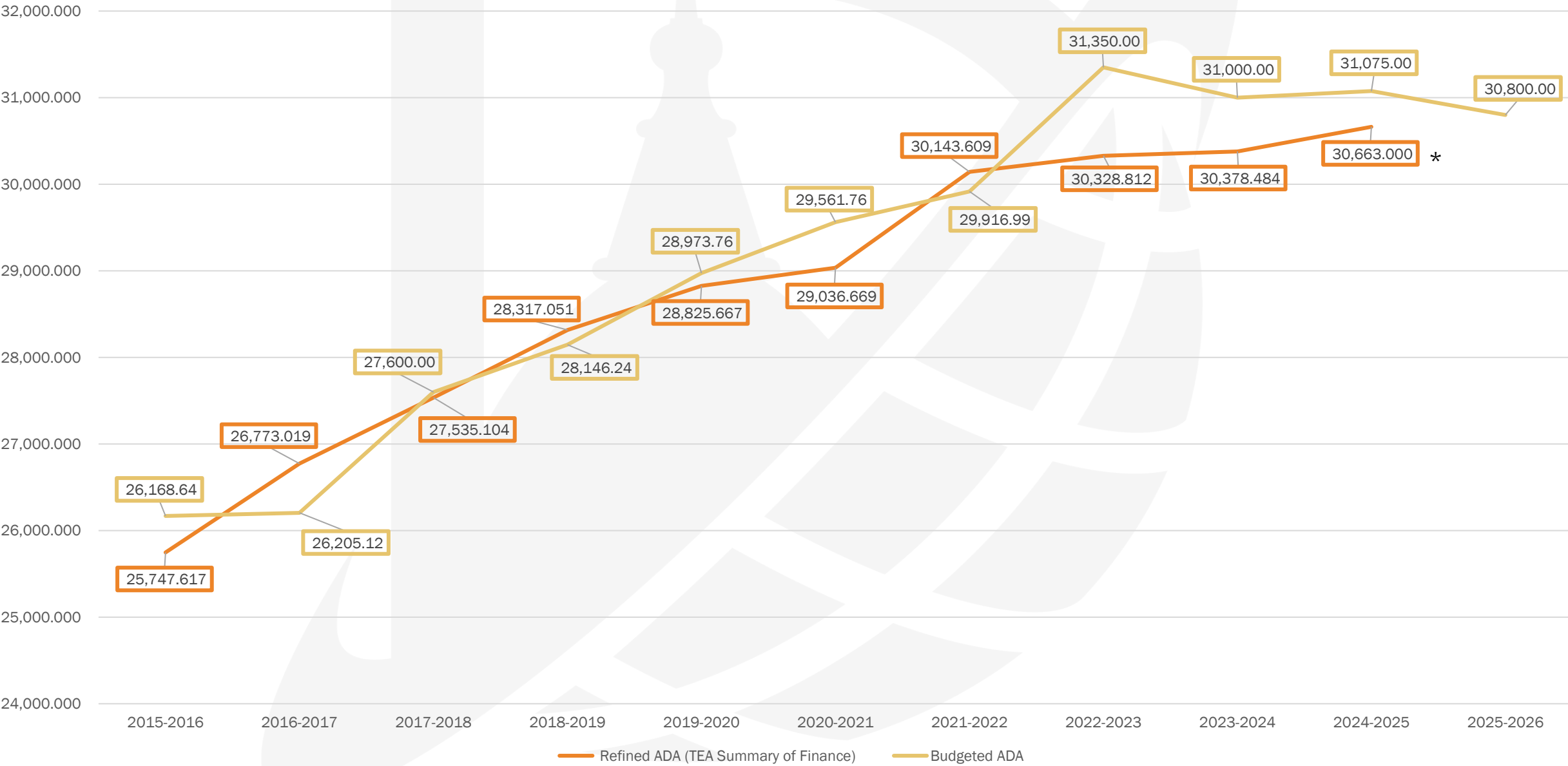


Average Daily Attendance
30,800



1% Growth in Student
Populations
(Special Education, CTE,
Bilingual, etc.)

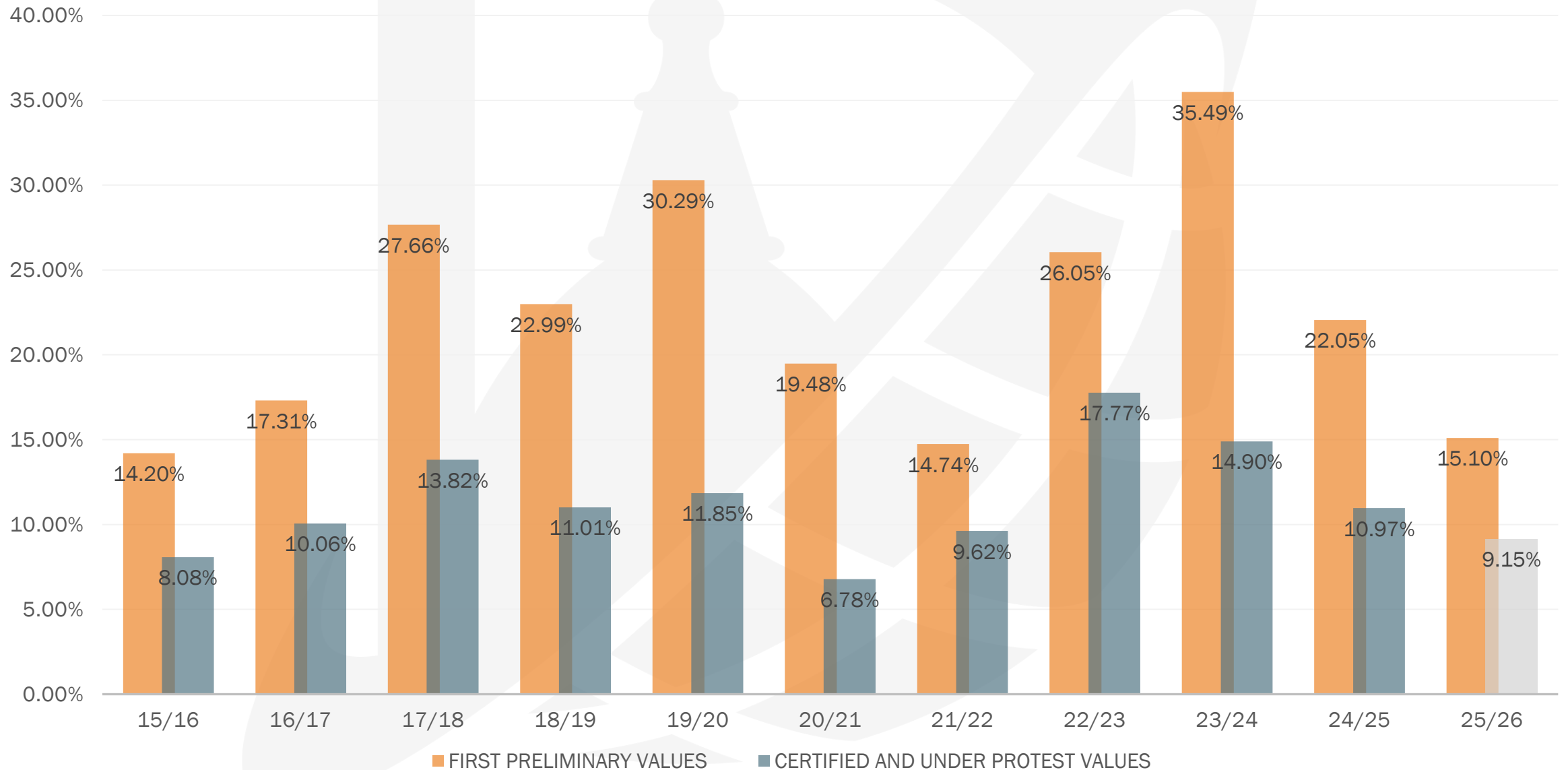
Denton Independent School District Average Daily Attendance (ADA)

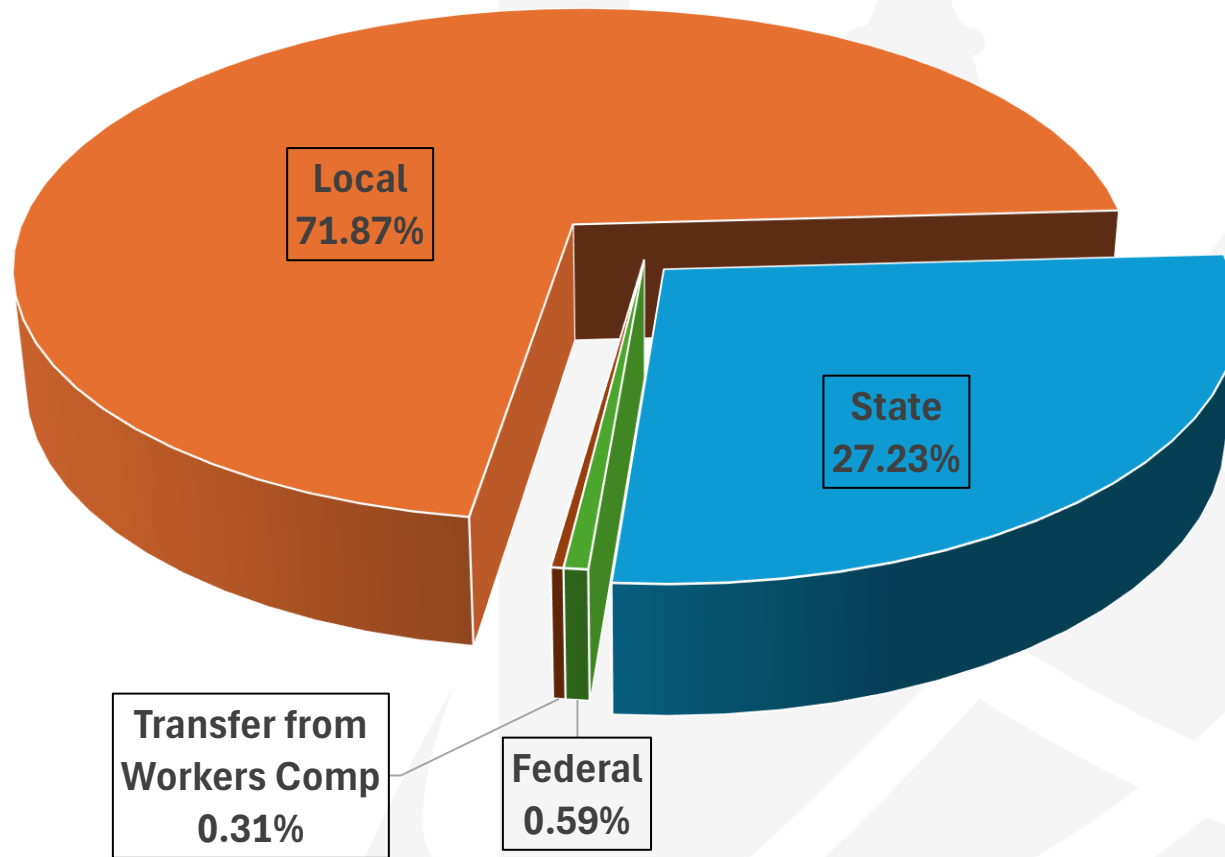


*2024-2025: Estimate of Final ADA

Denton Independent School District

First Preliminary Property Values Compared to Certified Values





2025-2026
GENERAL FUND
REVENUE

BY FUNDING
SOURCE

2025-2026 REVENUE OUTLOOK

9.5% Property Value Growth 30,800 ADA	2025-2026 CURRENT LAW	2024-2025 ADOPTED BUDGET	VARIANCE
Property Taxes (Current & Delinquent)	224,912,805	217,900,923	7,011,882
Other Local Revenue	9,082,100	9,652,100	(570,000)
State Funding	83,644,264	88,228,122	(4,583,858)
State Funding*	5,000,000		5,000,000
Federal Funding	1,925,643	5,350,000	(3,424,357)
Other	1,000,000	1,000,000	-
Total Revenue	325,564,812	322,131,145	3,433,667

*Result of Property Tax Audit

89TH LEGISLATIVE SESSION UPDATE – HB₂ – COMPENSATION

House Version

- Require districts to pass along 40% of revenue gain as salary/compensation increases
 - 75% for salary increases to teachers, counselors, librarians, and nurses²
 - 5% to other non administrative employees

Senate Version

- Provide uniform pay increases for classroom teachers.
 - Districts with enrollment of 5,001 or more
 - Three to four years of experience - \$2,500
 - Five or more years of experience - \$5,000
- Adds new support staff retention allotment of \$45 per ADA for non-teacher, non-admin full-time and part-time positions.

89TH LEGISLATIVE SESSION UPDATE – HB₂ – OTHER

Allotment for
Basic Costs

Special Education
Allotment

School Safety
Allotment

Early Education
Allotment

Compensatory
Education
Allotment

Bilingual
Education
Allotment

Career &
Technology
Allotment

2025-2026 GENERAL FUND EXPENDITURES

Current Law

Compensation Plan
Not Included
(final language
interpretation will
determine plan
amounts)

Less than 1% increase

2025-2026 GENERAL FUND PROJECTED EXPENDITURES (CURRENT LAW)

Personnel

- ❖ Compensation Plan Not Included
(final language interpretation will determine plan amounts)
- ❖ Reduction of 60 Non-Classroom FTEs
- ❖ Staffing for Anita Reeves Elementary and Fred Hill Elementary (with only core FTEs added)
- ❖ Temporary Closing of Ginnings Elementary
- ❖ Special Education Support

Non-Personnel

- ❖ Contractual Obligations
 - Insurance Premiums
 - Utilities
 - Custodial
 - Substitutes
 - Special Education Support
 - Student Resource Officer (SRO)
- ❖ Zero-Based Budgeting – reduced \$1M in department budgets

2025-2026 GENERAL FUND PROJECTED EXPENDITURES (CURRENT LAW)

DESCRIPTION	2024-2025 ADOPTED BUDGET	2025-2026 PROPOSED BUDGET	PERCENTAGE OF BUDGET	AMOUNT INCREASE (DECREASE)	PERCENT INCREASE (DECREASE)
Payroll Costs	276,239,492	271,264,258	78.60%	(4,975,234)	-1.80%
Contracted Services	46,681,922	51,224,080	14.84%	4,542,158	9.73%
Supplies and Materials	8,502,220	9,535,172	2.76%	1,032,952	12.15%
Other Operating Costs	10,335,007	12,822,717	3.72%	2,487,710	24.07%
Capital Outlay	289,900	283,042	0.08%	(6,858)	-2.37%
Total General Fund Budget	\$342,048,541	\$345,129,269	100.00%	\$3,080,728	0.90%

2025-2026 SUMMARY OF GENERAL FUND
REVENUES AND EXPENDITURES
(CURRENT LAW)

DESCRIPTION	2024-2025 ADOPTED BUDGET	2025-2026 PROPOSED BUDGET	AMOUNT INCREASE (DECREASE)	PERCENT INCREASE (DECREASE)
General Fund Revenues	322,131,145	325,564,812	3,433,667	1.07%
General Fund Expenditures	342,048,541	345,129,269	3,080,728	0.90%
Net General Fund Budget	(\$19,917,396)	(\$19,564,457)	352,939	-



2025-2026
DEBT SERVICE
FUND

DEBT SERVICE BUDGET

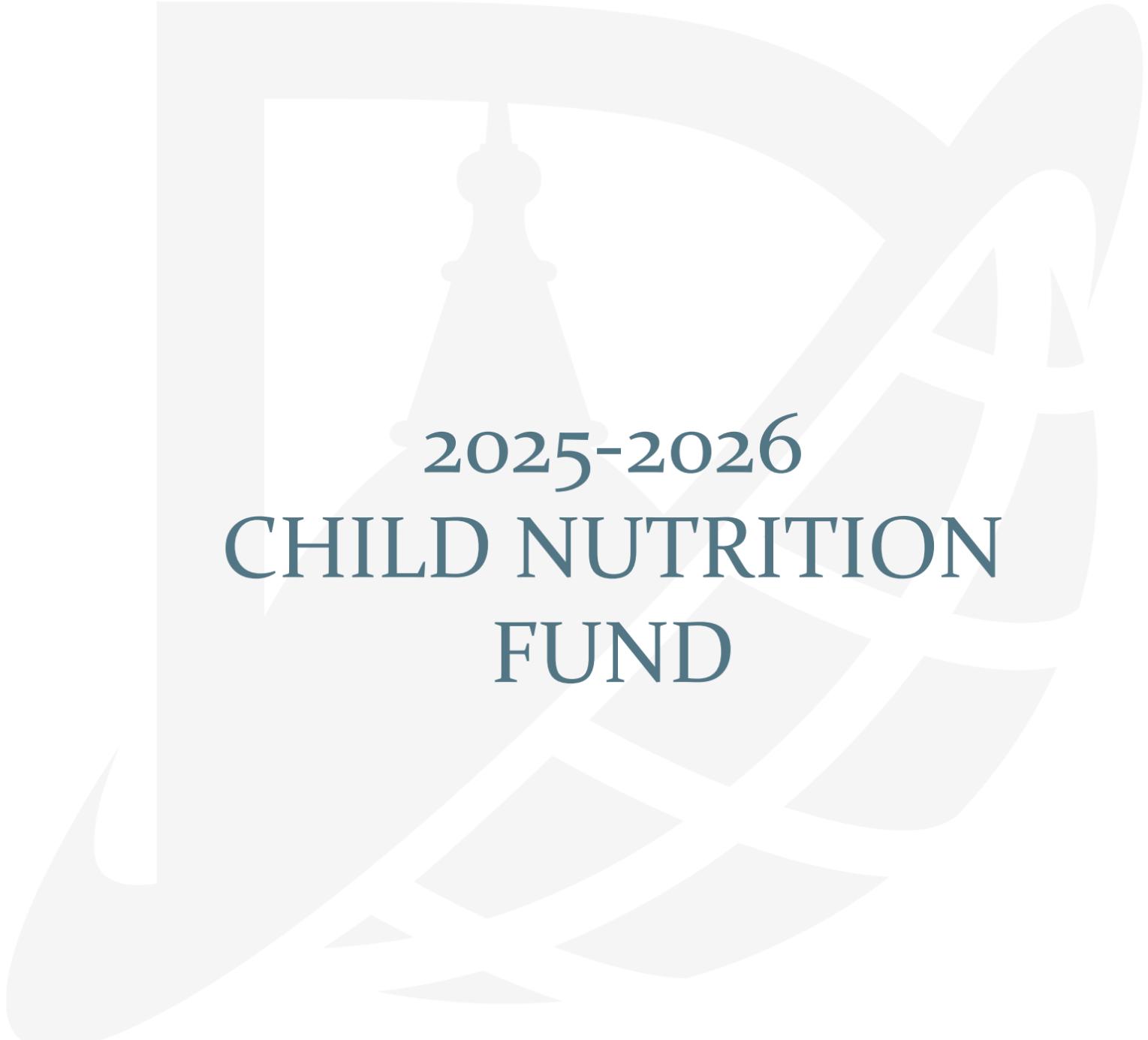
Revenue	174,072,182
Debt Obligations	174,065,801

Tax Rate - \$0.48

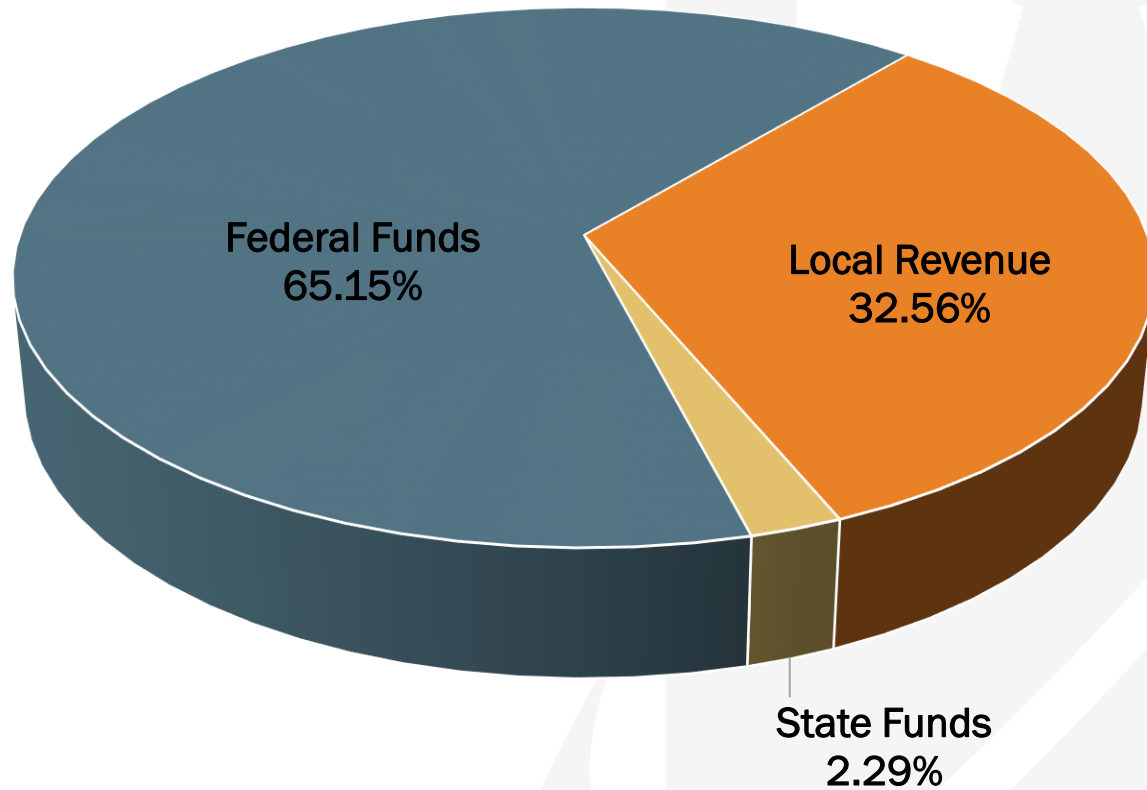
Property Value Growth – 9.5%

Debt Structure

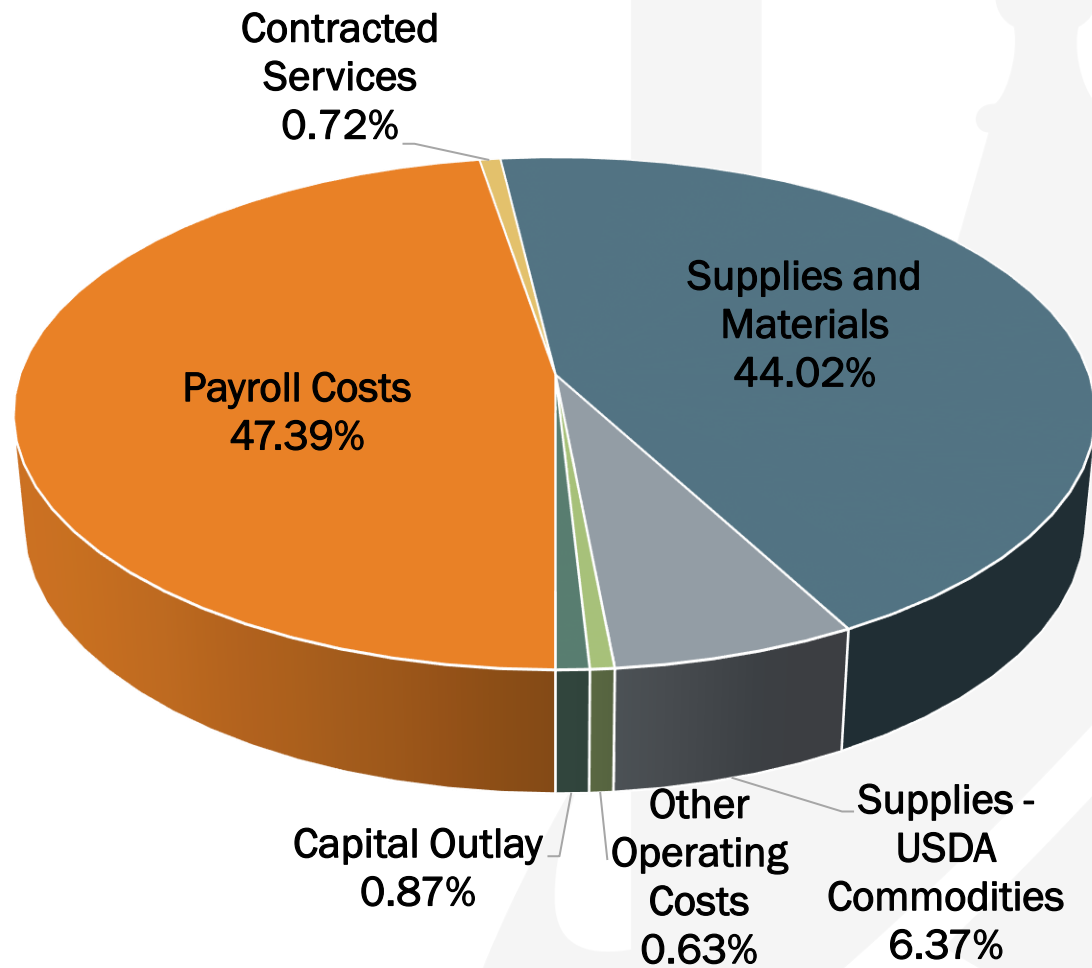
- 2025A and 2025B Bonds (2023 Remaining Bond Authorization)
- 2016 Bonds – Refunding Opportunity



2025-2026
CHILD NUTRITION
FUND



CHILD NUTRITION REVENUE BUDGET



CHILD NUTRITION EXPENDITURE BUDGET

2025-2026 CHILD NUTRITION PROJECTED REVENUE

DESCRIPTION	2024-2025 ADOPTED BUDGET	2025-2026 PROPOSED BUDGET	PERCENTAGE OF BUDGET	AMOUNT INCREASE (DECREASE)	PERCENT INCREASE (DECREASE)
Local Revenue	6,439,770	7,980,500	31.81%	1,540,730	23.93%
State Funds	89,800	575,000	2.29%	485,200	540.31%
National Breakfast Program	3,190,424	3,750,000	14.95%	559,576	17.54%
National Lunch Program	10,187,984	12,500,000	49.82%	2,312,016	22.69%
USDA Commodities	1,437,972	1,597,698	6.37%	159,726	11.11%
Other Resources - Indirect Cost paid to General Fund	(1,000,000)	(1,500,000)	-5.97%	(500,000)	50.00%
Interest Earnings	192,022	187,500	0.75%	(4,522)	-2.35%
Total Child Nutrition Revenue	\$20,537,972	\$25,090,698	100.00%	\$4,552,726	22.17%

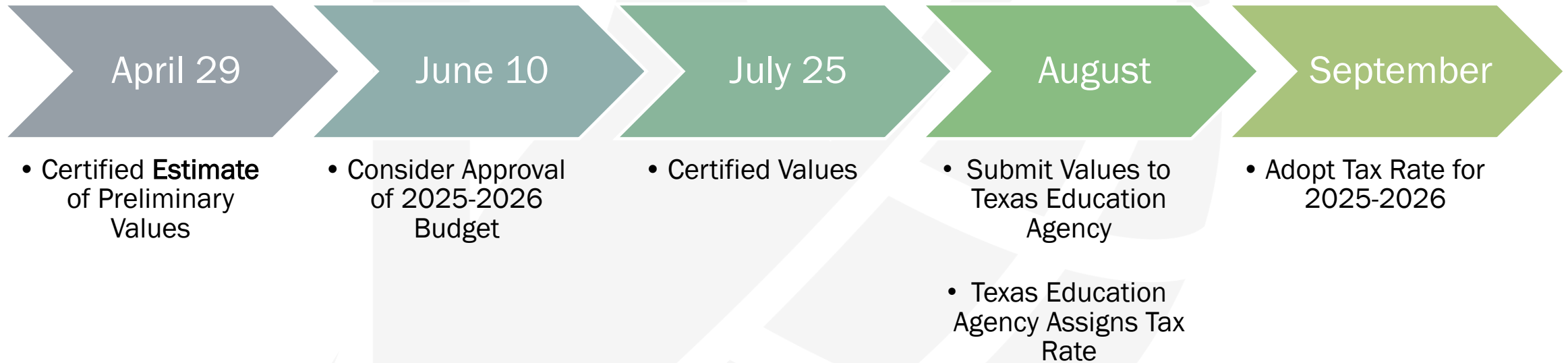
2025-2026 CHILD NUTRITION PROJECTED EXPENDITURES

DESCRIPTION	2024-2025 ADOPTED BUDGET	2025-2026 PROPOSED BUDGET	PERCENTAGE OF BUDGET	AMOUNT INCREASE (DECREASE)	PERCENT INCREASE (DECREASE)
Payroll Costs	9,718,940	11,891,000	47.39%	2,172,060	22.35%
Contracted Services	151,920	181,000	0.72%	29,080	19.14%
Supplies and Materials	8,977,220	11,045,000	44.02%	2,067,780	23.03%
Supplies - USDA Commodities	1,437,972	1,597,698	6.37%	159,726	11.11%
Other Operating Costs	100,000	158,000	0.63%	58,000	58.00%
Capital Outlay	151,920	218,000	0.87%	66,080	43.50%
Total Child Nutrition Expenditures	\$20,537,972	\$25,090,698	100.00%	\$4,552,726	22.17%

2025-2026 SUMMARY OF CHILD NUTRITION FUND
REVENUES AND EXPENDITURES

DESCRIPTION	2024-2025 ADOPTED BUDGET	2025-2026 PROPOSED BUDGET	AMOUNT INCREASE (DECREASE)	PERCENT INCREASE (DECREASE)
Child Nutrition Revenues	20,537,972	25,090,698	4,552,726	22.17%
Child Nutrition Expenditures	20,537,972	25,090,698	4,552,726	22.17%
Net Child Nutrition Fund	-	-	-	-

TIMELINE OF BUDGET ADOPTION & TAX RATE ADOPTION





QUESTIONS?