

RIVER ROAD INDEPENDENT SCHOOL DISTRICT  
BOARD OF EDUCATION  
AMARILLO, TEXAS

**Subject:** Annual Budget Public Meeting

**Date:** Monday, June 11, 2012

**Presented By:** Mike Hodgson,  
Business Manager

**Related Page(s):** This page +5

**ACTION**

**BACKGROUND INFORMATION:**

As part of the Budget Adoption process, the School Board must hold a public meeting and allow input from the public concerning the Annual Budget for 2012-2013 and the proposed tax rates associated with that budget.

The three (3) budgets that the Board must ultimately adopt that are the topic of this meeting are the Maintenance & Operations Fund (M&O), the Debt Service Interest & Sinking Fund (I&S), and the Food Service Fund.

The M&O Fund has a proposed budget of \$10,141,017, a \$527,020 increase from last year's budget. This budget is balanced and did not require an increase in property taxes. The property tax rate for this fund stays at \$1.04. Please note that the increase in the M&O Fund is partially required to offset the end of the \$259,426 Federal Education Jobs Fund.

The Debt Service I&S Fund has a proposed budget of \$1,381,100, a decrease of \$24,600. This fund also maintains the current tax rate, which is proposed to be \$0.31.

The Food Service Fund, which is NOT supported by property taxes, has a proposed budget of \$965,689, an increase of \$71,586.

In the Related Pages you will find a copy of the required "Legal Notice" of this meeting which was published on May 29, printouts of each of the three budgets, and a page with two graphs that visually summarize that revenues and expenses for the district's M&O Fund.

**PRESENTATION/PURPOSE:**

This is the presentation of the annual budget for the 2012-13 school year.

**BOARD ACTION REQUESTED**

To hold a public meeting on the budget and associated tax rates for the 2012-2013 budget and to take public input. Adoption of the budget will be considered in a separate agenda item as part of the regular Board Meeting.

## NOTICE OF PUBLIC MEETING TO DISCUSS BUDGET AND PROPOSED TAX RATE

The River Road Independent School District will hold a public meeting at 6:00 PM, June 11, 2012 in the Board Room of the Central Administration offices, 9500 US 287 N. The purpose of this meeting is to discuss the school district's budget that will determine the tax rate that will be adopted. Public participation in the discussion is invited.

The tax rate that is ultimately adopted at this meeting or at a separate meeting at a later date may not exceed the proposed rate shown below unless the district publishes a revised notice containing the same information and comparisons set out below and holds another public meeting to discuss the revised notice.

Maintenance Tax	\$	1.04 / \$100 (Proposed rate for maintenance and operations)
School Debt Service Tax Approved by Local Voters	\$	0.31 / \$100 (Proposed rate to pay bonded indebtedness)

### Comparison of Proposed Budget with Last Year's Budget

The applicable percentage increase or decrease (or difference) in the amount budgeted in the preceding fiscal year and the amount budgeted for the fiscal year that begins during the current tax year is indicated for each of the following expenditure categories.

Maintenance and operation	5.48 %	increase	or		%	decrease
Debt service		increase	or	1.75	%	decrease
Total expenditures	4.56 %	increase	or		%	decrease

### Total Appraised Value and Total Taxable Value (as calculated under Section 26.04, Tax Code)

	Preceding Tax Year	Current Tax Year
Total appraised value* of all property	\$ 361,310,510	\$ 356,000,000
Total appraised value* of all new property**	\$ 1,642,463	\$ 5,200,000
Total taxable value*** of all property	\$ 254,455,852	\$ 245,000,000
Total taxable value*** of new property***	\$ 1,558,134	\$ 3,000,000

\* "Appraised value" is the amount shown on the appraisal roll and defined by Section 1.04(6), Tax Code

\*\* "New property" is defined by Section 26.012(17), Tax Code

\*\*\* "Taxable value" is defined by Section 1.04(10), Tax Code

### Bonded Indebtedness

Total amount of outstanding and unpaid bonded indebtedness\* \$ 15,455,933.40

\* Outstanding principle

	Comparison of Proposed Rates with Last Year's Rates			Local Revenue Per Student	State Revenue Per Student
	Maintenance & Operations	Interest & Sinking Fund*	Total		
Last Year's Rate	\$ 1.04	\$ 0.31 *	\$ 1.35	\$ 2,309	\$ 5,463
Rate to Maintain Same Level of Maintenance & Operations Revenue & Pay Debt Service	\$ 1.04000	\$ 0.70536 *	\$ 1.74536	\$ 2,902	\$ 5,367
Proposed Rate	\$ 1.04	\$ 0.31 *	\$ 1.35	\$ 2,317	\$ 5,856

\* The interest & Sinking Fund tax revenue is used to pay for bonded indebtedness on construction, equipment, or both. The bonds, and the tax rate necessary to pay those bonds, were approved by the voters of this district.

### Comparison of Proposed Levy with Last Year's Levy on Average Residence

	Last Year	This Year
Average Market Value of Residences	\$ 100,875	\$ 104,800
Average Taxable Value of Residences	\$ 85,875	\$ 89,800
Last Year's Rate Versus Proposed Rate per \$100 Value	\$ 1.35000	\$ 1.35000
Taxes Due on Average Residence	\$ 1,159.31	\$ 1,212.30
Increase (Decrease) in Taxes		\$ 52.99

Under state law, the dollar amount of school taxes imposed on the residence homestead of a person 65 years of age or older or of the surviving spouse of such a person, if the surviving spouse was 55 years of age or older when the person died, may not be increased above the amount paid in the first year after the person turned 65, regardless of changes in tax rate or property value.

**Notice of Rollback Rate:** The highest tax rate the district can adopt before requiring voter approval at an election is 1.74536. This election will be automatically held if the district adopts a rate in excess of the rollback rate of 1.74536.

### Fund Balances

The following estimated balances will remain at the end of the current fiscal year and are not encumbered with or by a corresponding debt obligation, less estimated funds necessary for operating the district before receipt of the first state aid payment:

Maintenance and Operations Fund Balance (s)	\$ 1,700,000
Interest & Sinking Fund Balance (s)	\$ 297,581

**RIVER ROAD INDEPENDENT SCHOOL DISTRICT  
 FUND 199 - MAINTENANCE & OPERATIONS GENERAL FUND  
 BUDGET  
 FOR SCHOOL YEAR 2012-2013  
 (Fiscal Year End June 30, 2013)**

<u>REVENUES</u>	2011-2012 Original Budget	2012-2013 Proposed Budget	Increase (Decrease)	Comments
Local Taxes from:				
Property Taxes (Current Levy)	2,000,000	2,450,000	450,000	
Delinquent taxes	66,565	50,000	(16,565)	
Penalties and interest	45,000	44,000	(1,000)	
Other Local Revenues from:				
Interest	20,000	21,000	1,000	
Gym rentals	100	2,000	1,900	
Miscellaneous	21,000	23,000	2,000	
Athletic activity receipts	40,000	37,000	(3,000)	
State Revenues for Operations (1,400 ADA)	7,420,000	7,514,017	94,017	
Revenues Alt Discipline Ed Rider	1,500	0	(1,500)	
Federal Revenues for Operations	0	0	0	
Total Revenues	<u>9,614,165</u>	<u>10,141,017</u>	<u>526,852</u>	
 <u>EXPENDITURES</u>				
11 Teaching-Instruction	5,051,103	5,439,613	388,510	
12 Libraries-Instr. Resources	100,357	116,973	16,616	
13 Curriculum Development	116,430	119,749	3,319	
21 Spec. Ed.-Instr. Leadership	43,268	78,486	35,218	
23 Principals-Campus Leadership	585,848	652,341	66,493	
31 Counselors	225,056	223,177	(1,879)	
33 District Nurse	98,908	97,758	(1,150)	
34 Transportation (Buses)	376,613	477,687	101,074	
36 Co-Extra Curricular	604,460	634,909	30,449	
41 Administration	606,121	609,699	3,578	
51 Maintenance & Operations	1,566,481	1,384,030	(182,451)	
53 Data Processing	239,352	242,595	3,243	Assumes \$0 Tech Allotment
81 Land/building addtns	0	64,000	64,000	
89 Transfers Out	0	0	0	
Total Expenditures	<u>9,613,997</u>	<u>10,141,017</u>	<u>527,020</u>	
Operating surplus (deficit)	<u>168</u>	<u>0</u>	<u>(168)</u>	

[1] The budget adopted by the Board authorizes expenditures for accounting functions. Individual budget items that, in the aggregate, make up total functional level expenditures are subject to administrative amendment over the course of the year. Function level budget changes are made by a Board Budget Amendment.

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The Operating Fund Budget for the School Year Ending June 30, 2013 shown above was duly adopted by the River Road Independent School District Board of Trustees at its duly called meeting Monday, June 11, 2012.

Signed: \_\_\_\_\_  
 Board President

Date: \_\_\_\_\_

Signed: \_\_\_\_\_  
 Board Secretary

Date: \_\_\_\_\_

**RIVER ROAD INDEPENDENT SCHOOL DISTRICT  
FUND 599 - DEBT SERVICE I&S FUND  
BUDGET  
FOR SCHOOL YEAR 2012-2013  
(Fiscal Year End of June 30, 2013)**

<u>REVENUES</u>	2011-2012 Original Budget	2012-2013 Proposed Budget	Increase (Decrease)	Comments
Local Taxes from:				
Property Taxes (Current Levy)	689,202	702,538	13,336	
Delinquent taxes	15,000	15,000	0	
Penalties and interest	10,000	10,000	0	
Other Local Revenues from:				
Interest income	600	600	0	
State Revenues				
TEA Instructional Facilities Allotment	168,053	132,962	(35,091)	
TEA Existing Debt Allotment (EDA)	522,845	520,000	(2,845)	
Total Revenues	<u>1,405,700</u>	<u>1,381,100</u>	<u>(24,600)</u>	

**EXPENDITURES [1]**

Fnctn	Descriptions	2011-2012 Original Budget	2012-2013 Proposed Budget	Increase (Decrease)
71	(6511-00) 1997 Bond principal	0	0	0
	(6511-05) 2005 Bond principal	542,259	515,406	(26,853)
	(6511-10) 2010 Refunding Bond principal	255,000	270,000	15,000
	(6521-00) 1997 Bond interest	0	0	0
	(6521-05) 2005 Bond interest	528,991	555,844	26,853
	(6521-10) 2010 Refunding Bond interest	74,450	34,850	(39,600)
	(6599-00) Trust service fees	3,000	3,000	0
	(6599-06) First Southwest NRMSIR	2,000	2,000	0
	(6599-07) First Southwest Arbitrage			0
	Total Expenditures	<u>1,405,700</u>	<u>1,381,100</u>	<u>(24,600)</u>
	Operating surplus (deficit)	<u>0</u>	<u>0</u>	<u>0</u>
	Projected Fund Balance FYE 6/30/12		<u>1,461,981</u>	
	Projected Fund Balance FYE 6/30/13		<u>1,461,981</u>	
	Debt Service Payment due 8/15/13		<u>1,161,700</u>	

[1] The budget adopted by the Board authorizes expenditures for accounting functions. Individual budget items that in the aggregate, make up total functional level expenditure are subject to administrative amendment over the course of the year. Function level changes are made by a Board Budget Amendment.

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The Debt Service (I&S) Fund Budget for the School Year Ending June 30, 2013 shown above was duly adopted by the River Road Independent School District Board of Trustees at its duly called meeting Monday, June 11, 2012.

Signed: \_\_\_\_\_  
Board President

Date: \_\_\_\_\_

Signed: \_\_\_\_\_  
Board Secretary

Date: \_\_\_\_\_

**RIVER ROAD INDEPENDENT SCHOOL DISTRICT  
FUND 240 - CAFETERIA FUND  
BUDGET  
FOR SCHOOL YEAR 2012-2013  
(Year End of June 30, 2013)**

	<u>2011-2012 Original Budget</u>	<u>2012-2013 Proposed Budget</u>	<u>Increase (Decrease)</u>	<u>Comments</u>
<b><u>REVENUES</u></b>				
Regular Brkfst/Lunch sales	206,936	232,341	25,405	
A La Carte sales	145,270	153,331	8,061	
Concessions & other revenue	7,250	7,500	250	
State matching School Lunch Program	4,551	4,224	(327)	
State "on behalf payment"			0	
Federal-National School Breakfast Program	161,721	160,665	(1,056)	
Federal-National School Lunch Program	363,151	365,128	1,977	
Federal-National School Snack Program	2,500	2,500	0	
Federal-USDA Commodity FMV Adj.	40,000	40,000	0	
<b>Total Revenues</b>	<u>931,379</u>	<u>965,689</u>	<u>34,310</u>	
<b><u>TRANSFERS IN:</u></b>				
General Fund transfers in	0	0	0	
<b>Total Revenues &amp; Transfers In</b>	<u>931,379</u>	<u>965,689</u>	<u>34,310</u>	
<b><u>EXPENDITURES [1]</u></b>				
Fncn	Descriptions			
35	(6100's) Salaries & Benefits	382,569	408,694	26,125
	(6200's) Contracted services	26,313	31,875	5,562
	(6300's) Supplies & materials	478,221	517,920	39,699
	(6400's) Other operating supplies	7,000	7,200	200
	<b>Total Expenditures</b>	<u>894,103</u>	<u>965,689</u>	<u>71,586</u>
	<b>Operating surplus (deficit)</b>	<u>37,276</u>	<u>0</u>	<u>(37,276)</u>

[1] The budget adopted by the Board authorizes expenditures for accounting functions. Individual budget items that, in the aggregate, make up total functional level expenditures are subject to administrative amendment over the course of the year. Function level budget changes are made by a Board Budget Amendment.

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The Cafeteria Fund Budget for the School Year Ending June 30, 2013 shown above was duly adopted by the River Road Independent School District Board of Trustees at its duly called meeting Monday, June 11, 2012.

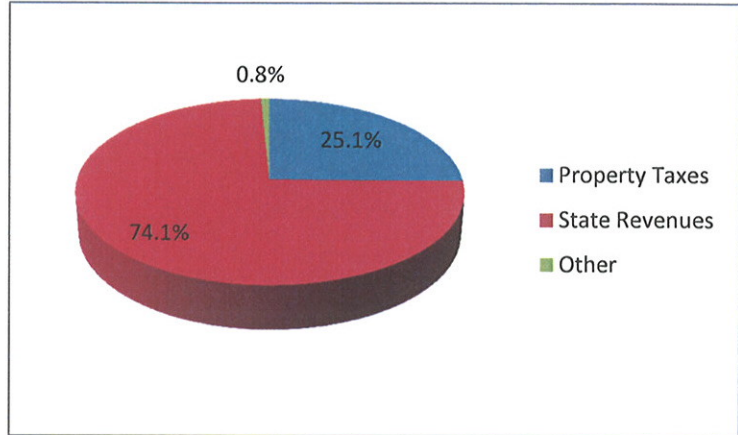
Signed: \_\_\_\_\_ Date: \_\_\_\_\_  
Board President

Signed: \_\_\_\_\_ Date: \_\_\_\_\_  
Board Secretary

## RIVER ROAD INDEPENDENT SCHOOL DISTRICT 2012-2013 GENERAL FUND BUDGET INFORMATION

### Revenue Sources

	2012-2013
	<u>Proposed</u>
Property Taxes	\$2,544,000
State Revenues	\$7,514,017
Other	\$83,000
	<b>\$10,141,017</b>



### Expense Distribution

	2012-2013
	<u>Proposed</u>
Salaries/Benefits	\$7,287,551
Contracted Services	\$1,376,440
Supplies & Materials	\$737,663
Other Operating Costs	\$335,863
Capital Expenditures	\$403,500

