The background features a light gray base with a large, muted green abstract shape on the right and a reddish-brown abstract shape on the bottom left. A white line-art illustration of a leafy branch is positioned in the upper left quadrant.

DENTON ISD
2023-2024
PROPOSED BUDGET

PUBLIC HEARING ON BUDGET AND TAX RATE
JUNE 13, 2023

Agenda

Review of Calendar

Review of Budget Adoption and Tax Rate Adoption Timeline

Legislative Update

Tax Rates

Review of General Fund Budget

- Assumptions
- Revenue
- Expenditures

Review of Debt Service Budget

- Revenue
- Expenditures

Review of Child Nutrition Budget

- Revenue
- Expenditures

Review of Board Meeting Dates - Budget Discussions

February 28th

- Budget Calendar
- Budget Priorities

March 28th

- Debt Service
- Legislative Update

April 11th

- Basic Allotment Scenarios
- Local Tax Collections/State Funding
- Legislative Update
- Average Daily Attendance

April 25th

- Legislative Update
- Average Daily Attendance
- Basic Allotment Scenarios

May 16th

- Review 2022-2023 Revenue and Expenditures
- Legislative Update
- Review Property Values
- Review 2023-2024 Revenue and Expenditures

Timeline of Budget Adoption & Tax Rate Adoption





Legislative Update

88th Legislative Session

Regular Session

No Additional Funding for Public Schools from \$32.7B Surplus

Special Session

Property Tax Compression

2023-2024 Budget Based on Current Law

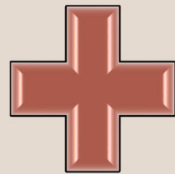


Tax Rates

Denton ISD Total Tax Rate

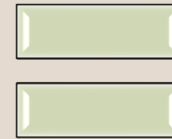
MAINTENANCE & OPERATIONS

- Tier 1 - \$0.7246
- Tier 2 - \$0.06
- Total M&O - \$0.7846



DEBT SERVICE

\$0.48



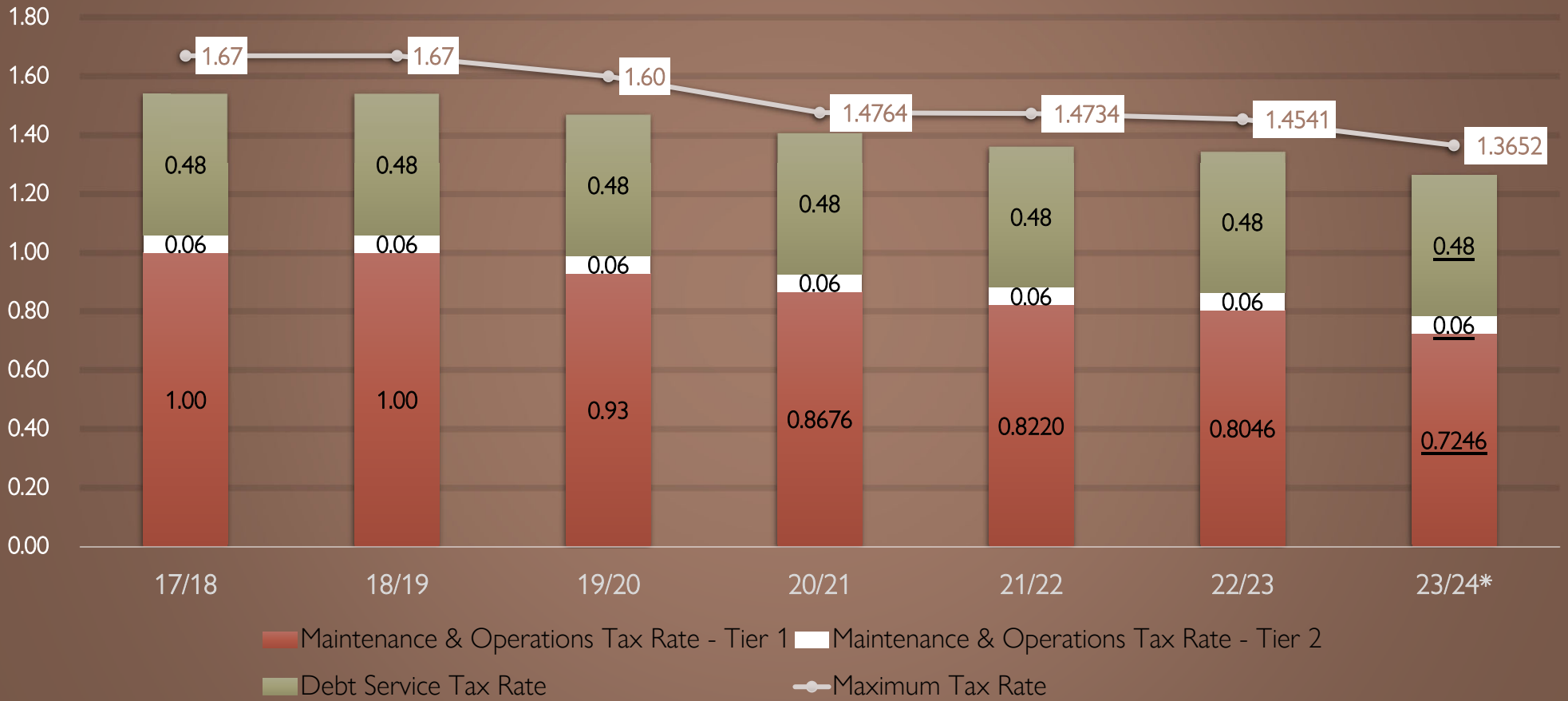
TOTAL BUDGETED TAX RATE

\$1.2646

- Personnel
- Contracted Services
- Supplies
- Travel

- Debt Associated with Bonds Approved by Voters

Denton Independent School District Schedule of Tax Rates



*Based on current law and estimated property value growth of 18%

Source: 2023-2024 Budget Book – page VI-1



2023-2024
GENERAL FUND

General Fund Revenue

Assumptions

Average Daily
Attendance

Property Value
Growth

Current Law

Denton ISD
 ADA Comparison by Six Weeks
 2017-2023

2022-2023
Average
30,284.34

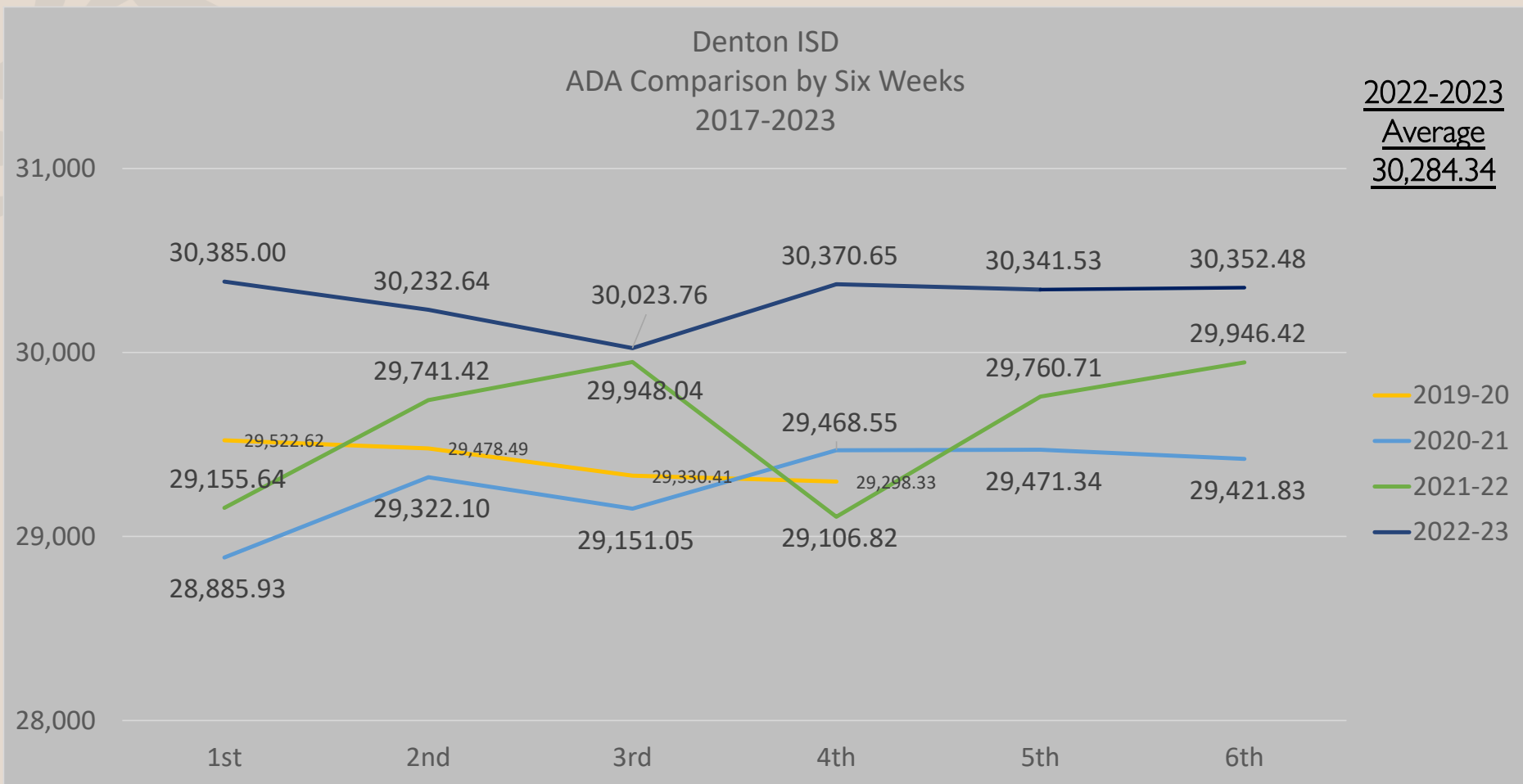


Chart represents actual average daily attendance

Source: 2023-2024 Budget Book – page ES-7

2023-2024 Average Daily Attendance

Year (Oct.)	EE	PK	K	1st	2nd	3rd	4th	5th	6th	7th	8th	9th	10th	11th	12th	Total	Total Growth	% Growth
2018/19	78	1,082	2,177	2,117	2,182	2,136	2,274	2,303	2,335	2,328	2,312	2,371	2,313	2,173	1,988	30,169		
2019/20	90	1,099	2,157	2,279	2,155	2,222	2,179	2,323	2,333	2,409	2,403	2,543	2,385	2,220	2,111	30,908	739	2.4%
2020/21	92	978	2,062	2,115	2,213	2,092	2,198	2,120	2,273	2,319	2,402	2,455	2,402	2,324	2,222	30,267	-641	-2.1%
2021/22	113	1,197	2,343	2,289	2,259	2,376	2,230	2,317	2,223	2,378	2,440	2,599	2,512	2,423	2,252	31,951	1,684	5.6%
2022/23	140	1,228	2,281	2,482	2,376	2,293	2,439	2,332	2,313	2,306	2,425	2,506	2,597	2,480	2,345	32,543	592	1.9%
2023/24	140	1,203	2,386	2,409	2,561	2,454	2,356	2,508	2,378	2,428	2,382	2,573	2,451	2,609	2,458	33,295	752	2.3%



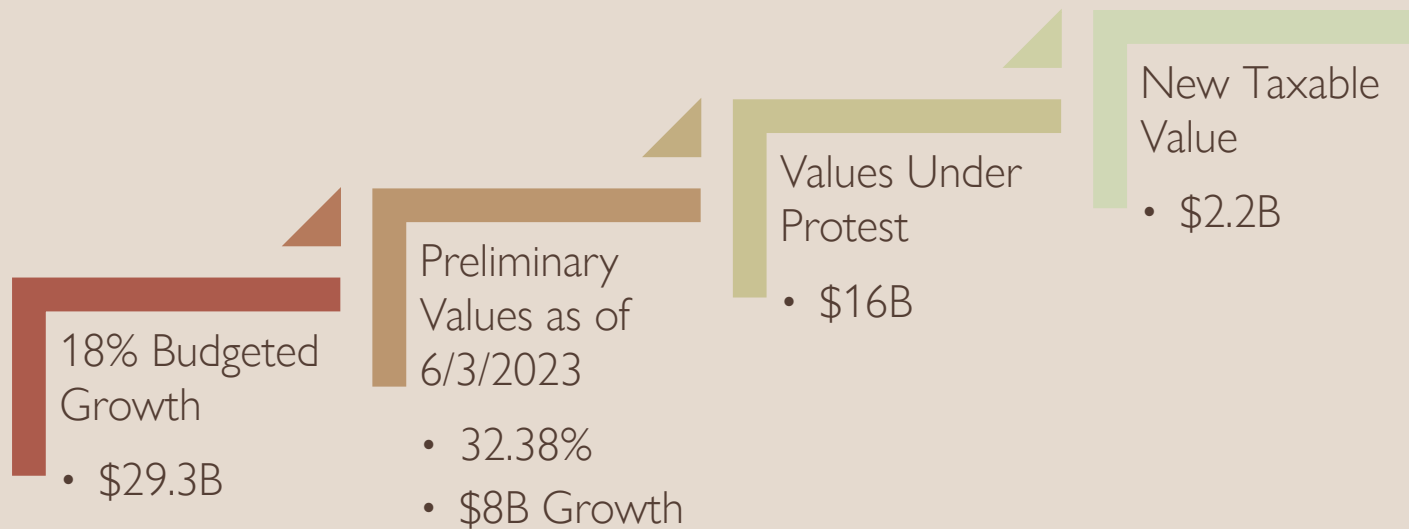
	Zonda Demographics	District Budget
Enrollment	33,295	32,979
Attendance Rate	94%	94%
Average Daily Attendance	31,297	31,000

The background features a light grey base with several organic, flowing shapes in muted colors: a reddish-brown shape on the left, a large olive-green shape on the right, and a white outline of a similar shape on the far right. In the upper left, there are faint, grey line-art sketches of leaves or branches.

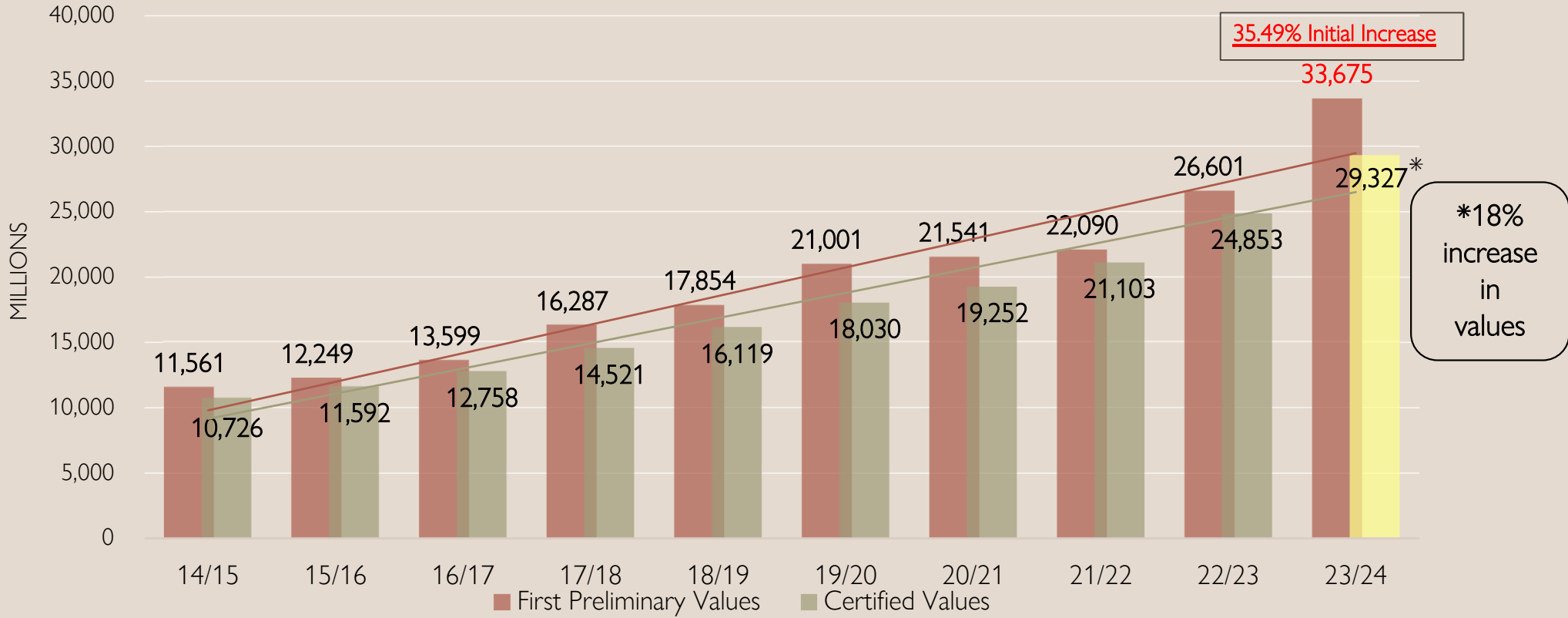
PROPERTY VALUES

General Fund Revenue Assumptions

Property Value Growth



Denton Independent School District Comparison of First Preliminary vs. Certified and Under Protest Property Values



35.49% Initial Increase

***18% increase in values**

* Estimate of FY24 certified values based on historical retainage

GENERAL FUND REVENUE

DESCRIPTION	2022-2023 ADOPTED BUDGET	2023-2024 PROPOSED BUDGET	PERCENTAGE OF BUDGET	AMOUNT INCREASE (DECREASE)	PERCENT INCREASE (DECREASE)
Current Taxes	226,392,853	249,601,740	79.18%	23,208,887	10.25%
Delinquent Taxes, Penalty & Interest	1,957,750	1,957,750	0.62%		
Other Local Revenue	4,412,600	7,362,600	2.34%	2,950,000	66.85%
State Funds	66,783,918	40,457,272	12.83%	(26,326,646)	(39.42%)
State Funds - TRS On-Behalf	9,500,000	9,500,000	3.01%		
Federal Funds	5,350,000	5,350,000	1.70%		
Transfer from W/C	<u>1,000,000</u>	<u>1,000,000</u>	0.32%		
Total General Fund Resources	\$315,397,121	\$315,229,362	100.00%	(\$167,759)	(0.05%)

Source: 2023-2024 Budget Book – page II-2

ESTIMATE OF STATE AID

DESCRIPTION	2022-2023 ADOPTED BUDGET	2023-2024 PROPOSED BUDGET	AMOUNT INCREASE (DECREASE)	PERCENT INCREASE (DECREASE)
Total Cost of Tier I	260,136,948	263,050,927	2,913,979	1.12%
LESS: Local Share	<u>(208,003,818)</u>	<u>(235,038,088)</u>	<u>(27,034,270)</u>	13.00%
State's Share of Tier I	52,133,130	28,012,839	(24,120,291)	(46.27%)
Tier II State Aid for "Golden" Level \$126.21	9,441,976	12,456,166	3,014,190	31.92%
Tier II State Aid for \$49.28 Level	<u>0</u>	<u>0</u>	<u>0</u>	
Total Tier II State Aid	9,441,976	12,456,166	3,014,190	31.92%
Formula Transition Grant	5,113,698	0	(5,113,698)	(100.00%)
Additional State Aid for Homestead Exemption	<u>95,114</u>	<u>(11,733)</u>	(106,847)	(112.34%)
Total Estimated State Aid	66,783,918	40,457,272	(26,326,646)	(39.42%)

• Source: 2023-2024 Budget Book – page VII-1

Updates to General Fund Budget Since May 16th Board Meeting

- Decision to close Denton ISD Virtual Academy
- 10% reduction of all department and campus budgets
- Revision of budgeted compensation estimate
- Evaluation of budgets that were approved in the 2023 bond

GENERAL FUND EXPENDITURES

DESCRIPTION	2022-2023 ADOPTED BUDGET	2023-2024 PROPOSED BUDGET	PERCENTAGE OF BUDGET	AMOUNT INCREASE (DECREASE)	PERCENT INCREASE (DECREASE)
Salaries	264,117,480	274,601,619	82.45%	10,484,139	3.97%
Contracted Services	39,661,984	40,546,422	12.17%	884,438	2.23%
Supplies	11,271,821	8,989,261	2.70%	(2,282,560)	(20.25%)
Travel and Other	7,494,059	8,632,321	2.59%	1,138,262	15.19%
Debt Service					
Capital Outlay	399,329	310,142	0.09%	(89,187)	(22.33%)
Total General Fund Budget	\$322,944,673	\$333,079,765	100.00%	\$10,135,092	3.14%

HIGHLIGHTED EXPENDITURES

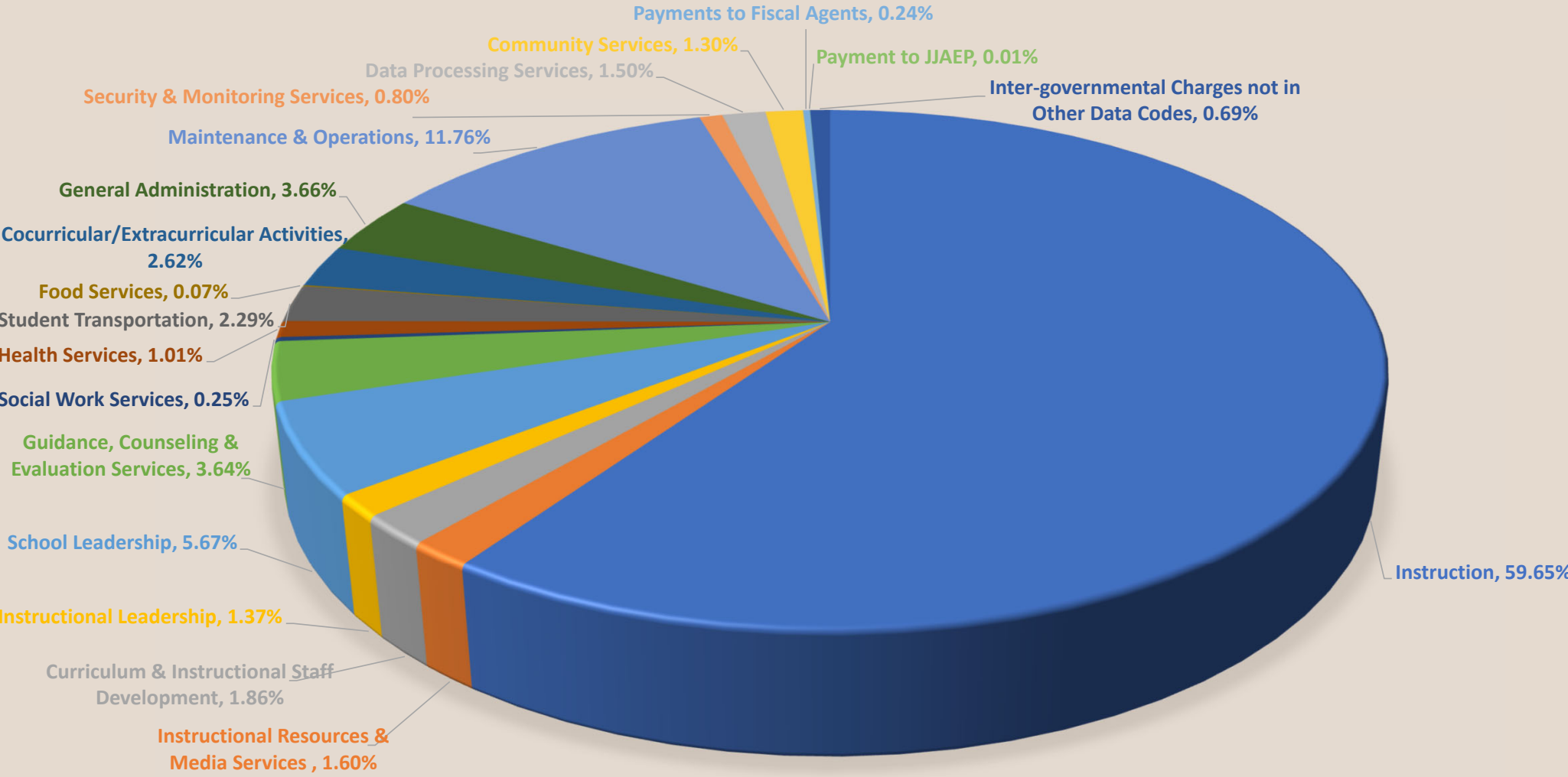
PERSONNEL

- Budgeted Compensation Plan
 - 3% for all employee groups, except for professional groups, who will receive 2%
- Staffing for Growth and Opening of Pat Cheek Middle School

NON-PERSONNEL

- Contract Increases Due to Growth
- Contract Increases Due to Inflation

GENERAL FUND EXPENDITURES BY FUNCTION



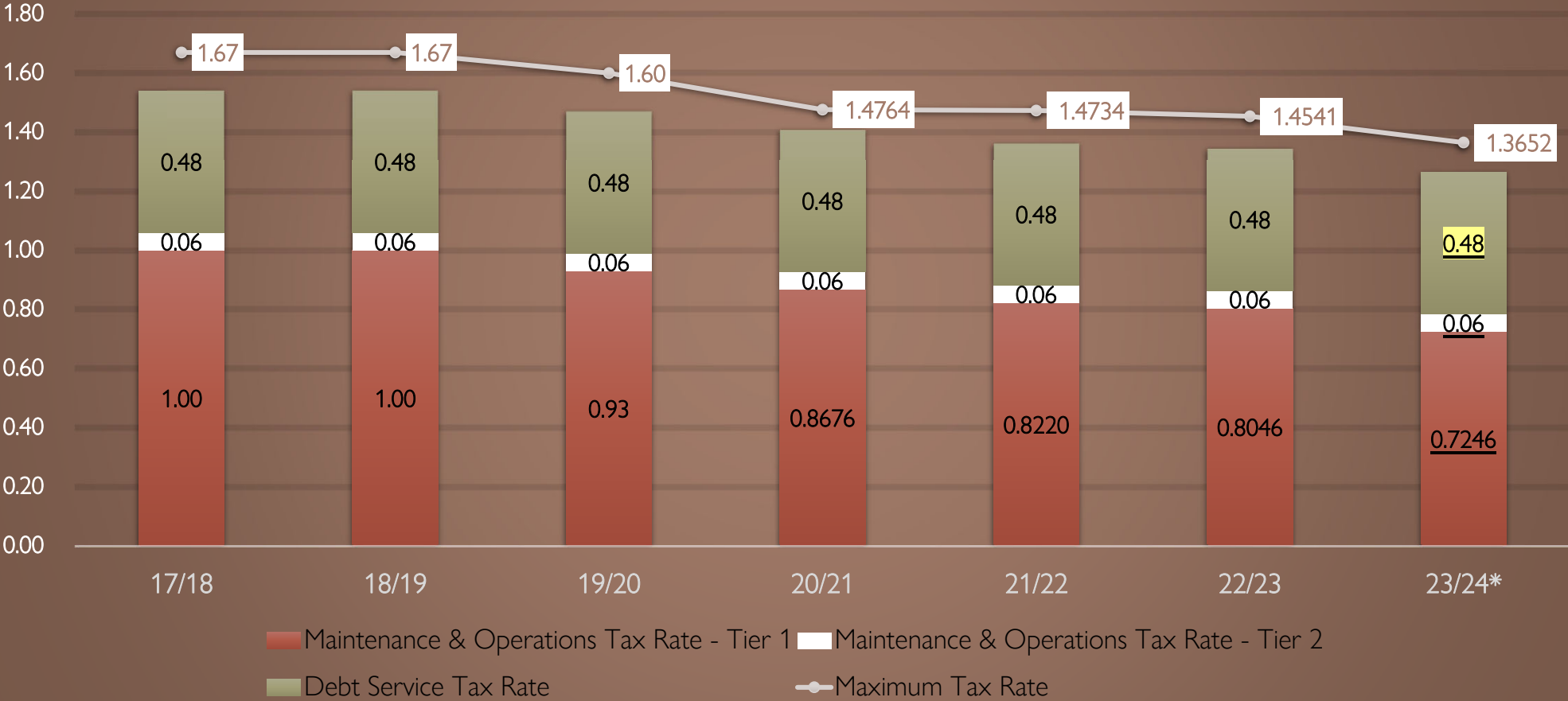
GENERAL FUND
SUMMARY OF PROPOSED REVENUE AND EXPENDITURES

DESCRIPTION	2022-2023 ADOPTED BUDGET	2023-2024 PROPOSED BUDGET	AMOUNT INCREASE (DECREASE)	PERCENT INCREASE (DECREASE)
General Fund Revenue	\$315,397,121	\$315,229,362	(\$167,759)	(0.05%)
General Fund Expenditures	(\$322,944,673)	(\$333,079,765)	(\$10,135,092)	3.14%
Net General Fund	(\$7,547,552)	(\$17,850,403)	(10,302,851)	



2023-2024
DEBT SERVICE FUND

Denton Independent School District Schedule of Tax Rates



*Based on current law and estimated property value growth of 18%

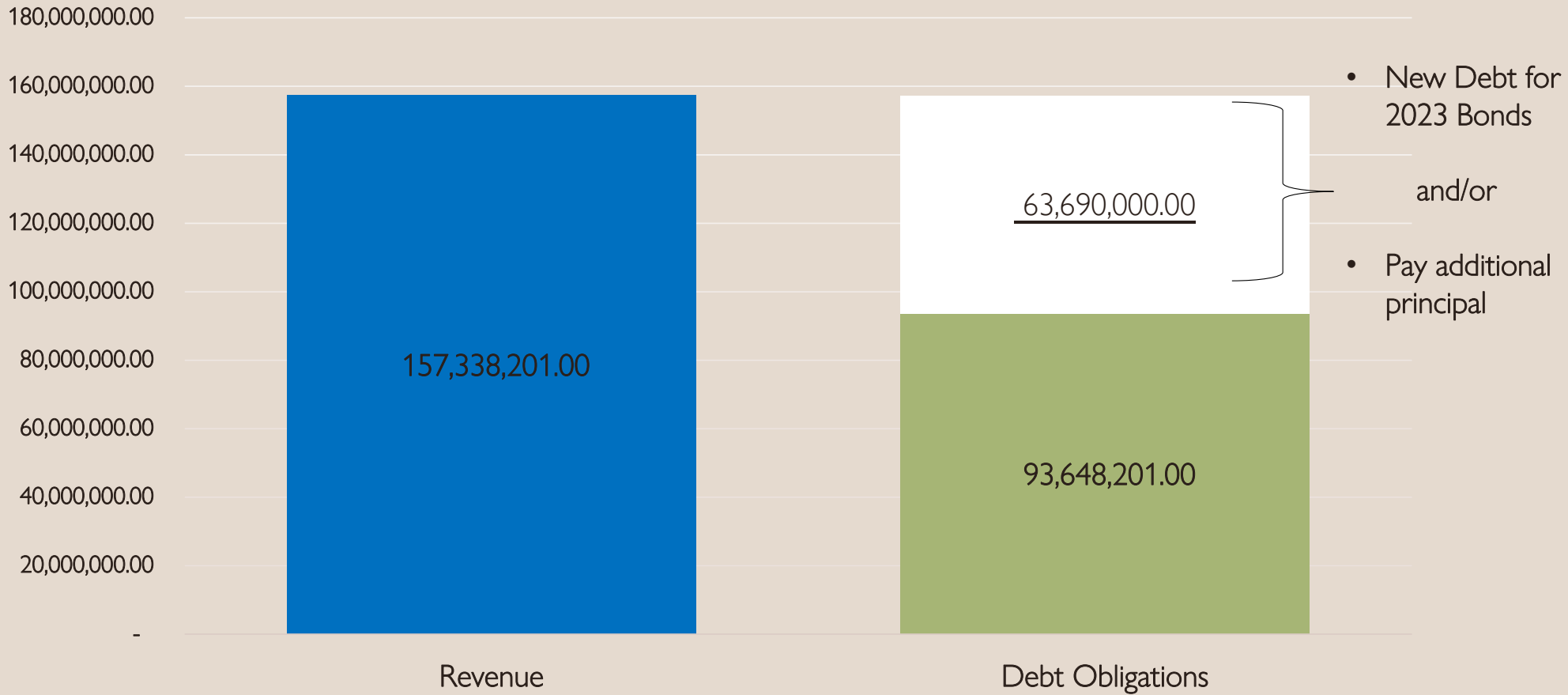
Source: 2023-2024 Budget Book – page VI-1

DEBT SERVICE REVENUE


DESCRIPTION	2022-2023 ADOPTED BUDGET	2023-2024 PROPOSED BUDGET	PERCENT OF BUDGET	AMOUNT INCREASE (DECREASE)	PERCENT INCREASE (DECREASE)
Current Taxes	125,686,525	152,700,529	97.05%	27,014,004	21.49%
<i>Tax Rate per \$100</i>	<i>0.4800</i>	<i>0.480</i>			
Delinquent Taxes	400,000	400,000	0.25%		
Penalty & Interest	325,000	325,000	0.21%		
Interest Earnings	7,000	2,000,000	1.27%	1,993,000	28471.43%
Hold Harmless for Homestead Exemption	2,503,799	1,916,118	1.22%	(587,681)	(23.47%)
Total Debt Service Revenue	128,922,324	157,341,647	100.00%	28,419,323	22.04%
Fund Balance	(1,280)	(3,446)		(2,166)	
Total Debt Service Resources	\$128,921,044	\$157,338,201	100.00%	\$28,417,157	22.04%

• Source: 2023-2024 Budget Book – page III-1

Debt Service Plan

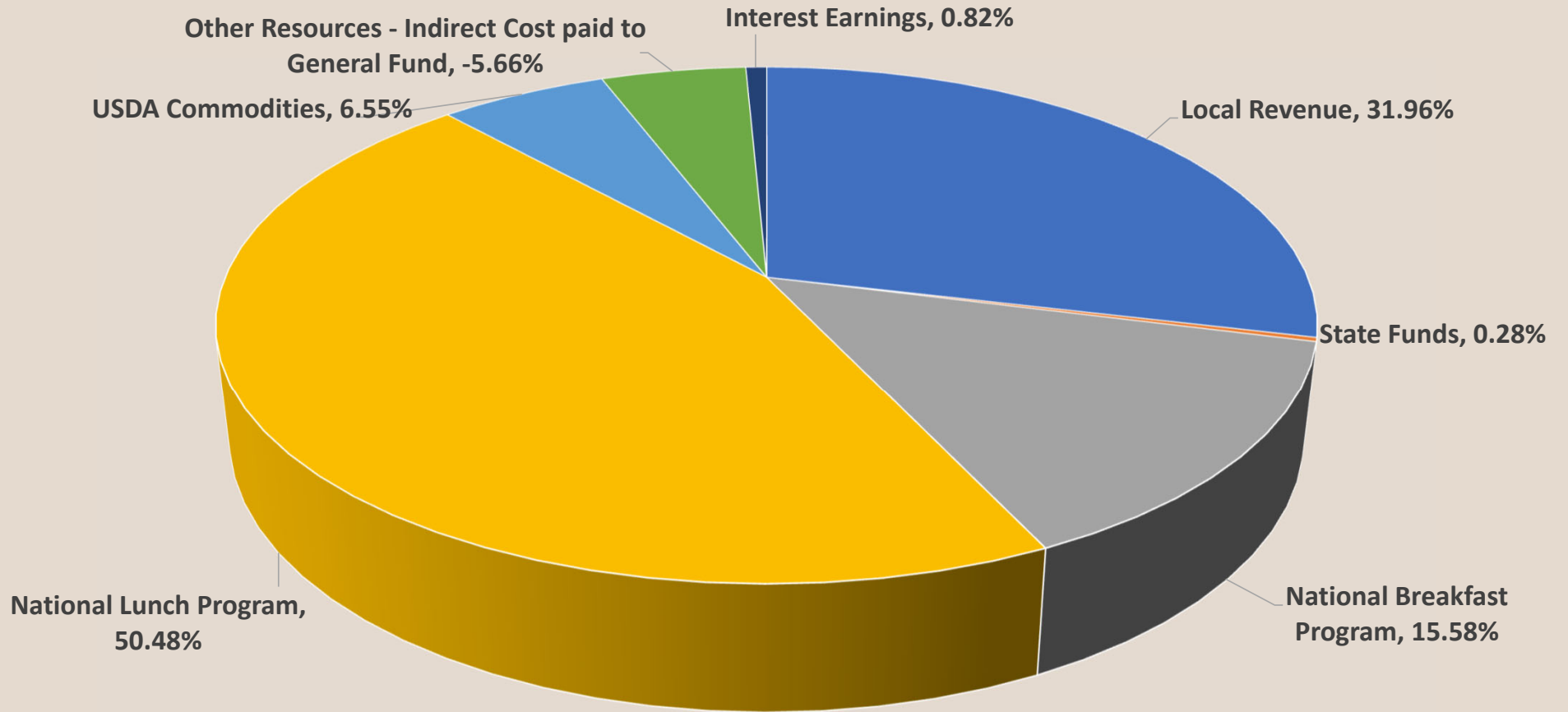


• Source: 2023-2024 Budget Book – page III-3

The background features a light grey base with several organic, rounded shapes in muted colors: a reddish-brown shape on the left, a large olive-green shape on the right, and a white outline of a shape on the right. In the top left, there are faint, light grey line drawings of leaves or branches.

2023-2024
CHILD
NUTRITION
FUND

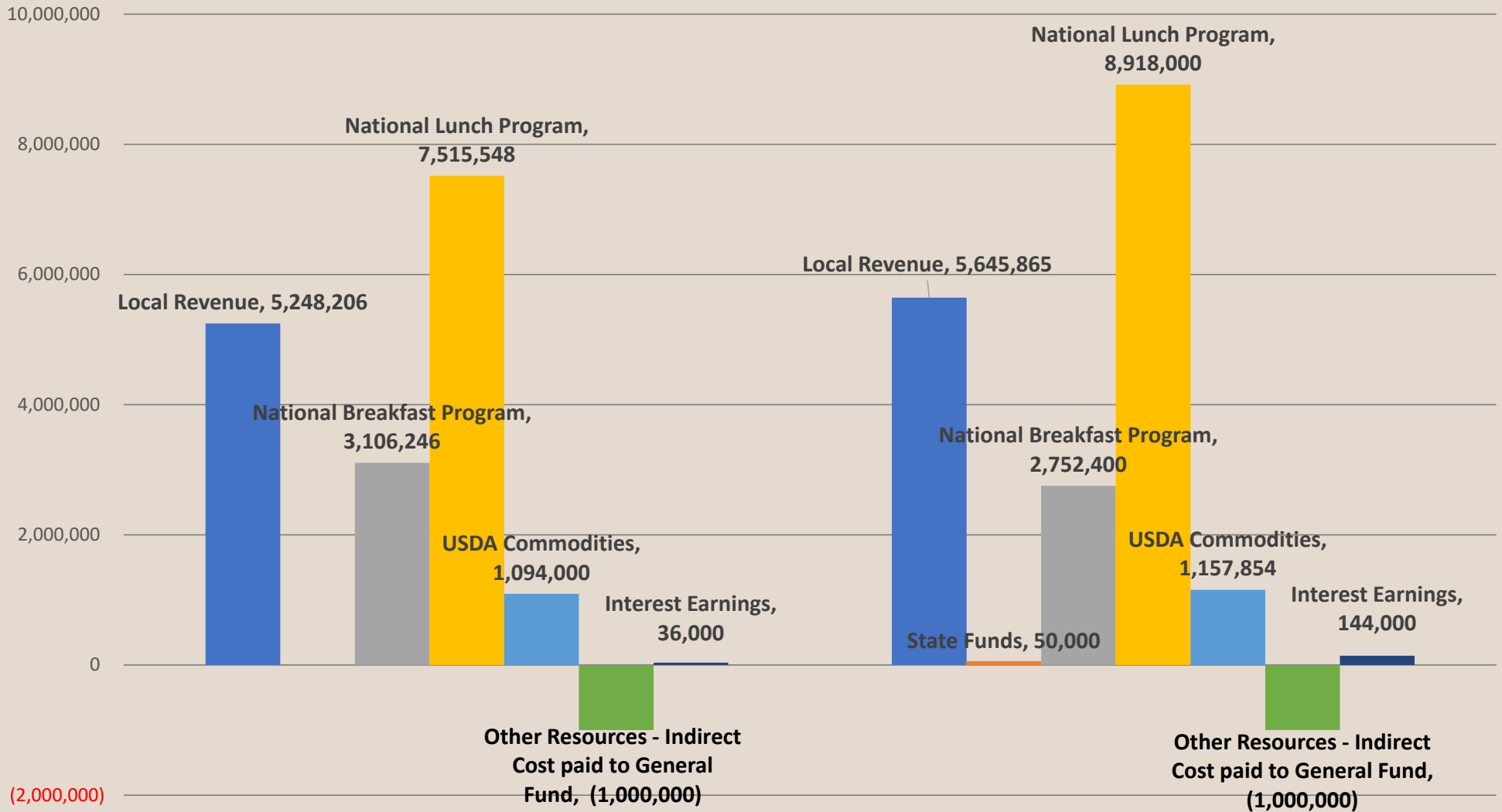
Child Nutrition Revenue 2023-2024



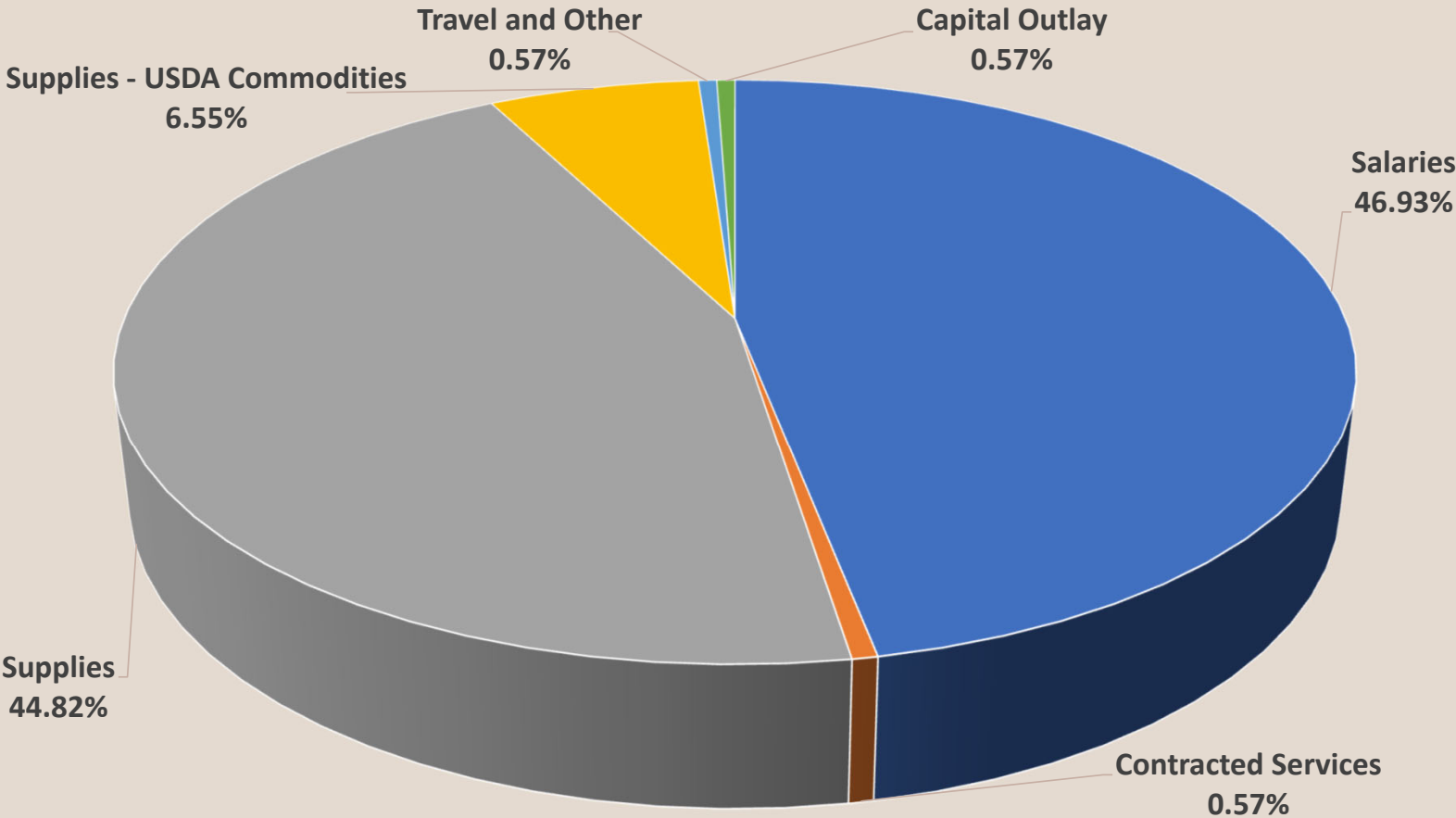
Source: 2023-2024 Budget Book –page IV-1

2022-2023 ADOPTED BUDGET

2023-2024 PROPOSED BUDGET



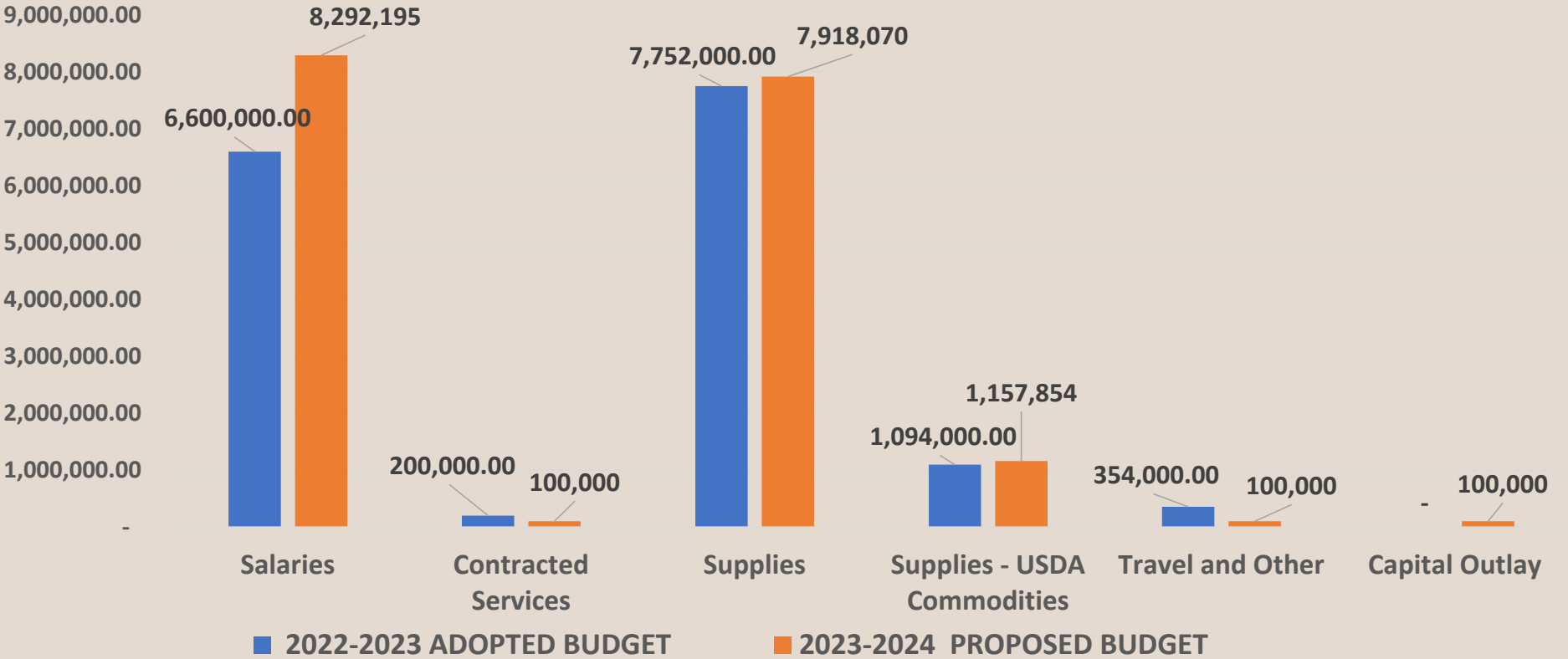
Child Nutrition Expenditures 2023-2024



Source: 2023-2024 Budget Book –page IV-2

Child Nutrition Expenditures

Comparison of 2023-2024 Proposed Budget to 2022-2023 Adopted Budget



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Questions?