

2019-2020 Proposed Budget

June 25, 2019

SUMMARY:

This item requests adoption of the 2019-2020 Proposed Budget.

BOARD GOAL:

VI. Growth, Change, and Fiscal Responsibility...
Demonstrate effective and efficient management of district resources

PREVIOUS BOARD ACTION:

The 2018-2019 budget was adopted by the Board of Trustees on June 12, 2018.

BACKGROUND INFORMATION:

The Board has reviewed Budget projections throughout the budget process.

SIGNIFICANT ISSUES:

The focus for the Denton Independent School District budget process has been to address a projected increase in student enrollment of 2.31% or 682 students and maintain current programs. The District will also open its twenty-fourth elementary campus in August 2019. During the 86th Legislative Session changes were approved relating to compensation of school district employees. An amount equal to 30% of the overall gain in funding should be allocated to district employees, except for administrators. Of that amount 75% is to be allocated to teachers, counselors, librarians and nurses with a priority of differentiated compensation for classroom teachers with more than five years of experience. The remaining 25% is to be used for all other staff, except for administrators. The 2019-2020 Compensation Plan includes approximately \$8,238,488 to be used for the increases included in HB3. In addition, staffing for the opening of Union Park Elementary School is included.

FISCAL IMPLICATIONS:

The District is projected to receive an increase in state funding of approximately \$15,170,760 as compared to the prior year's adopted budget. Property tax collections are expected to increase by \$4,992,502. The Maintenance and Operations Tax Rate needed is \$0.99. The Maintenance and Operations tax revenue is based on certified values from July 2018 plus estimated property value growth of \$1,600,000,000. The proposed expenditure budget reflects an increase of \$21,029,992 over the prior year.

BENEFIT OF ACTION:

Adoption of the 2019-2020 Proposed Budget will allow the District to begin the new school year with funds available for Operations, Debt Service payments and Child Nutrition expenditures.

PROCEDURAL AND REPORTING IMPLICATIONS:

The budget must be prepared by June 20, 2019 and adopted by June 30, 2019.

PUBLIC COMMENT RECEIVED:

A public hearing was held on June 11, 2019 as required by the Truth in Taxation guidelines.

SUPERINTENDENT'S RECOMMENDATION:

Recommend adoption of the Proposed Budget for the 2019-2020 school year as presented in the budget book:

	<u>Revenue</u>	<u>Expenditure</u>
General Fund	\$284,879,985	\$284,879,985
Debt Service Fund	\$ 94,362,911	\$ 94,360,211
Child Nutrition Fund	\$ 13,584,586	\$ 13,584,586

STAFF PERSONS RESPONSIBLE:

Debbie Monschke – Assistant Superintendent of Administrative Services
Jennifer Stewart – Director of Budget

ATTACHMENT:

2019-2020 Proposed Budget Amendment and Base Budget

APPROVAL:

Signature of Staff Member Proposing Recommendation: _____

Signature of Divisional Assistant Superintendent: _____

Signature of Superintendent: _____