

DENTON ISD BUDGET UPDATE

Board of Trustees

May 14, 2024



AGENDA

- Tax Year 2024 Preliminary Property Values
- 2024-2025 Expenditures
- Fund Balance

TIMELINE FOR FY25 BUDGET JULY 1ST – JUNE 30TH

December / January

- Finalize Budget Calendar
- Demographer Projections
- Campus Enrollment Projections
- Begin Budget Workshops with Board of Trustees

February

- Distribute Campus and Department Budgets
- Receive Budget Requests
- FY24 Revenue
- FY25 Revenue Assumptions

March

- Review Budget Requests
- Assist Campuses and Departments with Budget Entry
- FY24 Revenue
- FY25 Revenue Assumptions

April

- Budget Submittals Due
- Projected Property Values
- Review Debt Structure
- Projected FY25 Revenues and Expenditures
- Compensation Plan Discussions

TIMELINE FOR FY25 BUDGET JULY 1ST – JUNE 30TH

May

- Projected Revenue And Expenditures
- Set Time, Date, and Place for Public Hearing
- Publish Public Notice Accordingly

June

- Public Hearing
- Budget Compilation
- Board of Trustees Considers Adoption of Budgets

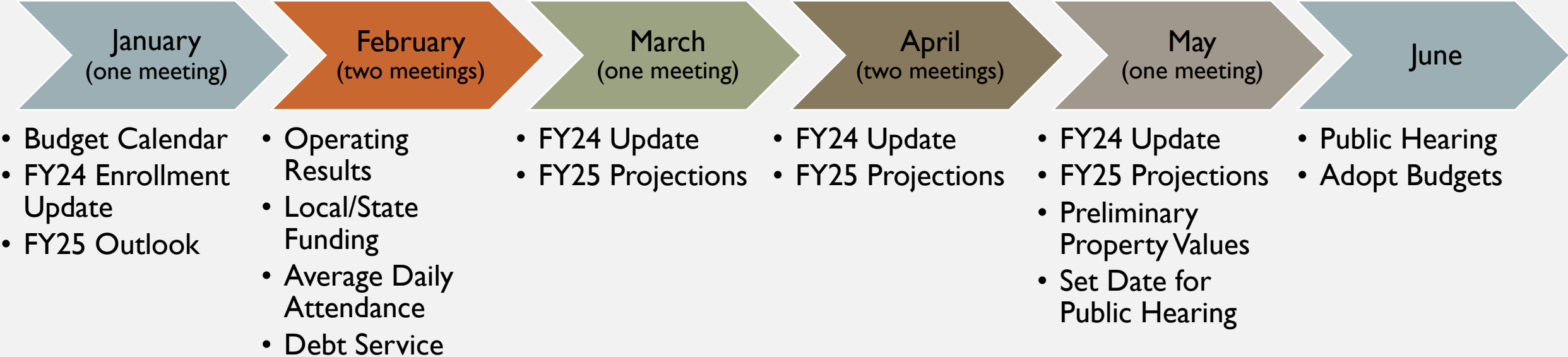
July/August

- Certified Values
- TEA Assigns Tax Rate

September

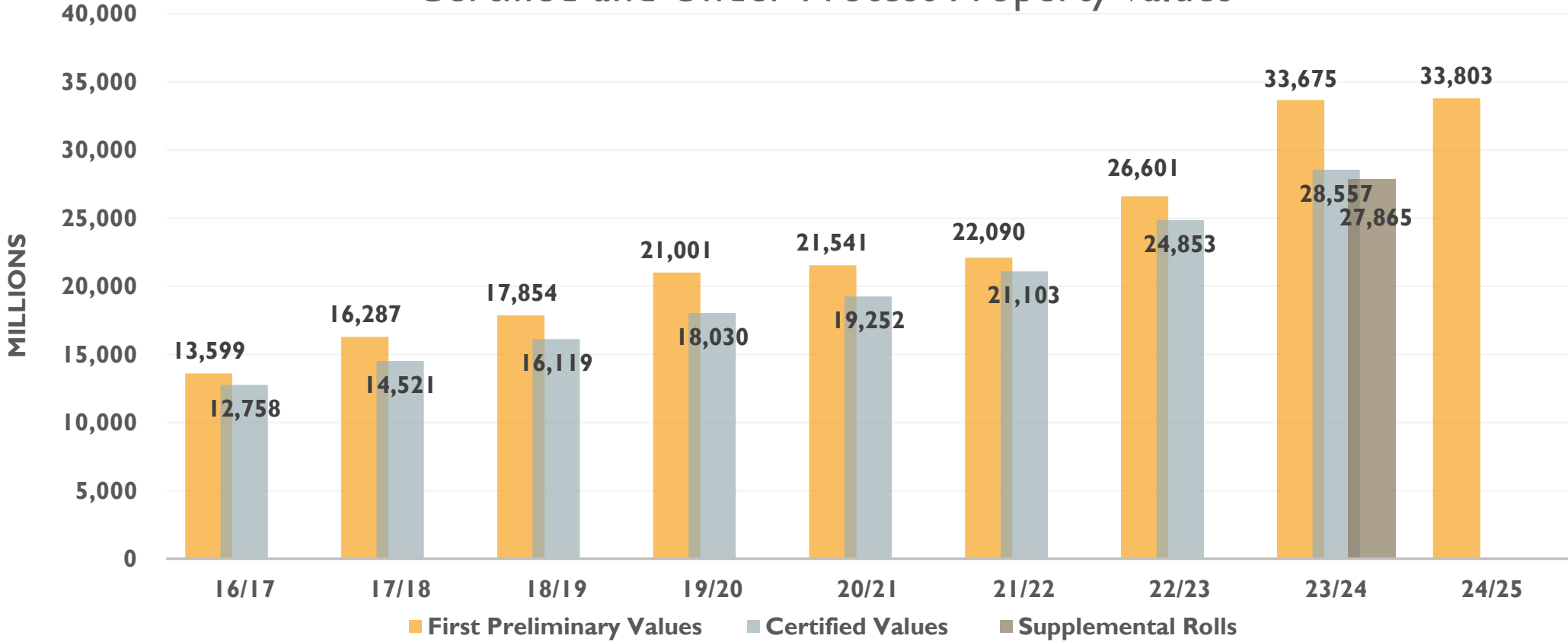
- Tax Rate Adoption Process

BOARD OF TRUSTEES BUDGET PLANNING WORKSHOPS

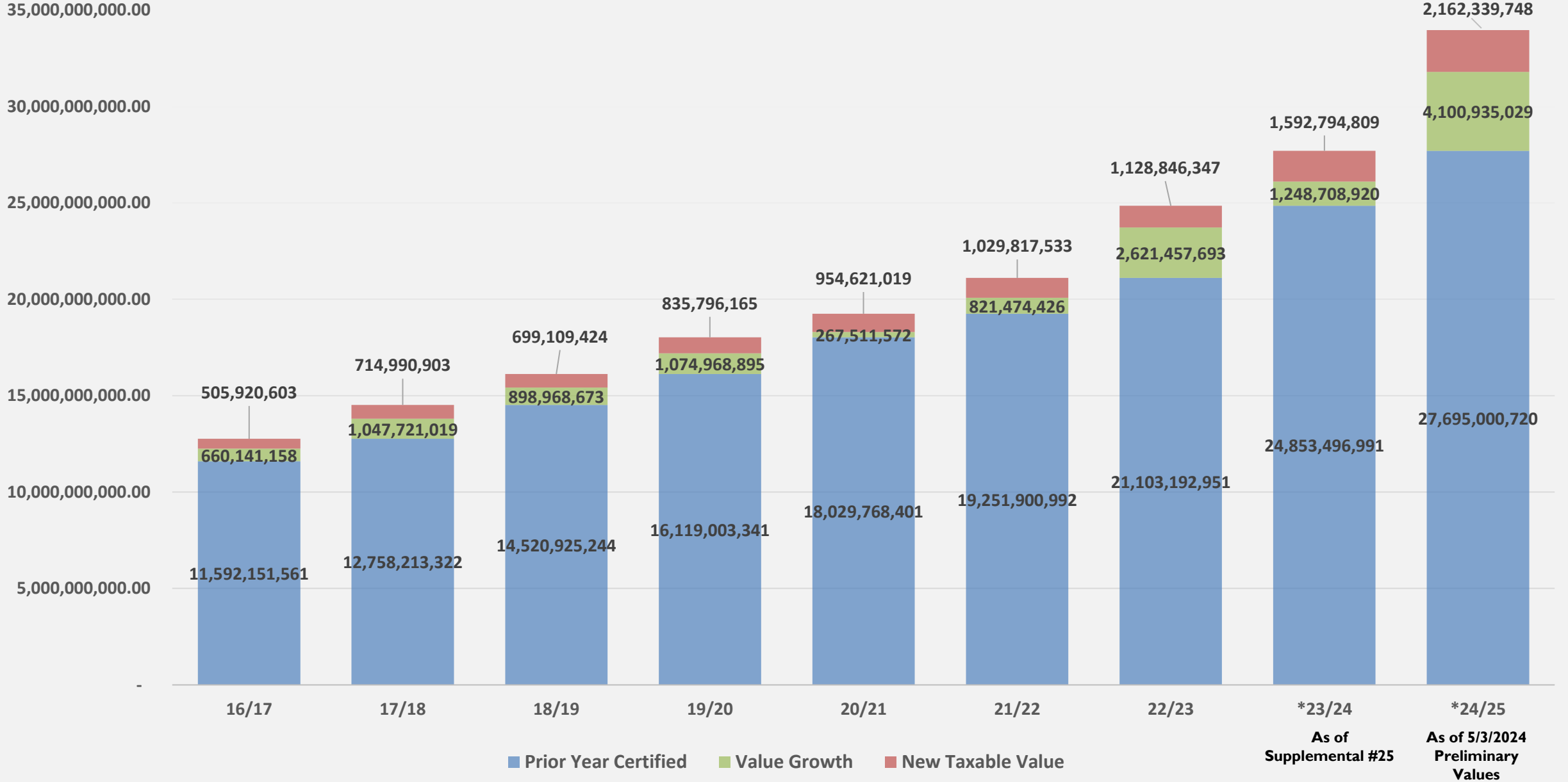


**PRELIMINARY
PROPERTY VALUE
UPDATE**

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



DENTON INDEPENDENT SCHOOL DISTRICT PROPERTY VALUE GROWTH OVER PRIOR YEAR CERTIFIED

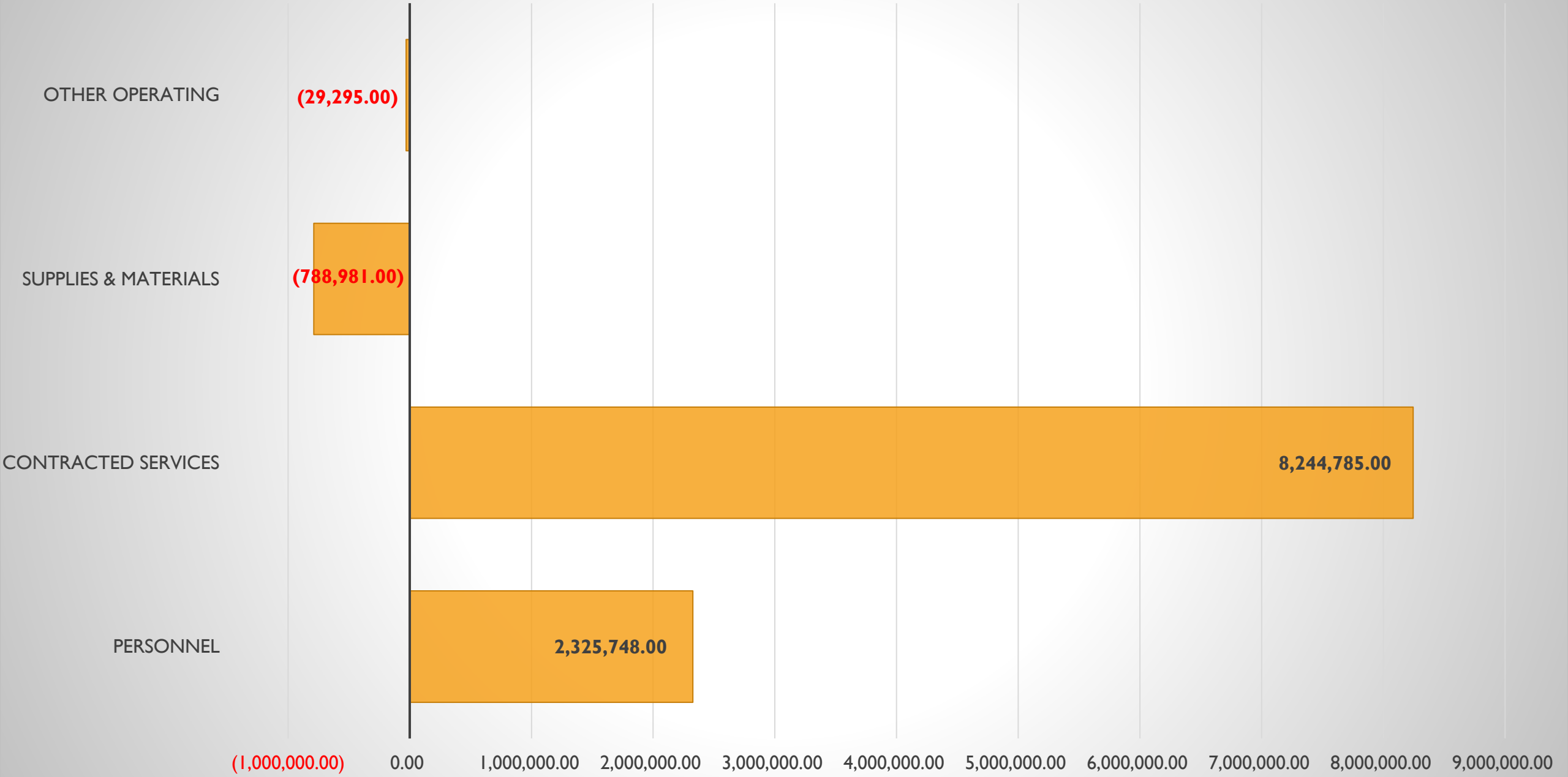


**2024-2025
PROJECTED EXPENDITURES**

2024-2025 BUDGET PRIORITIES



2024-2025 PROJECTED EXPENDITURES (BY CATEGORY)

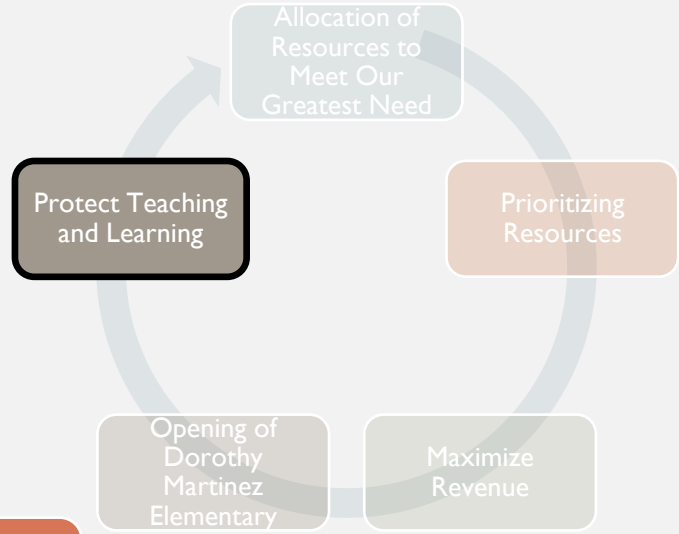
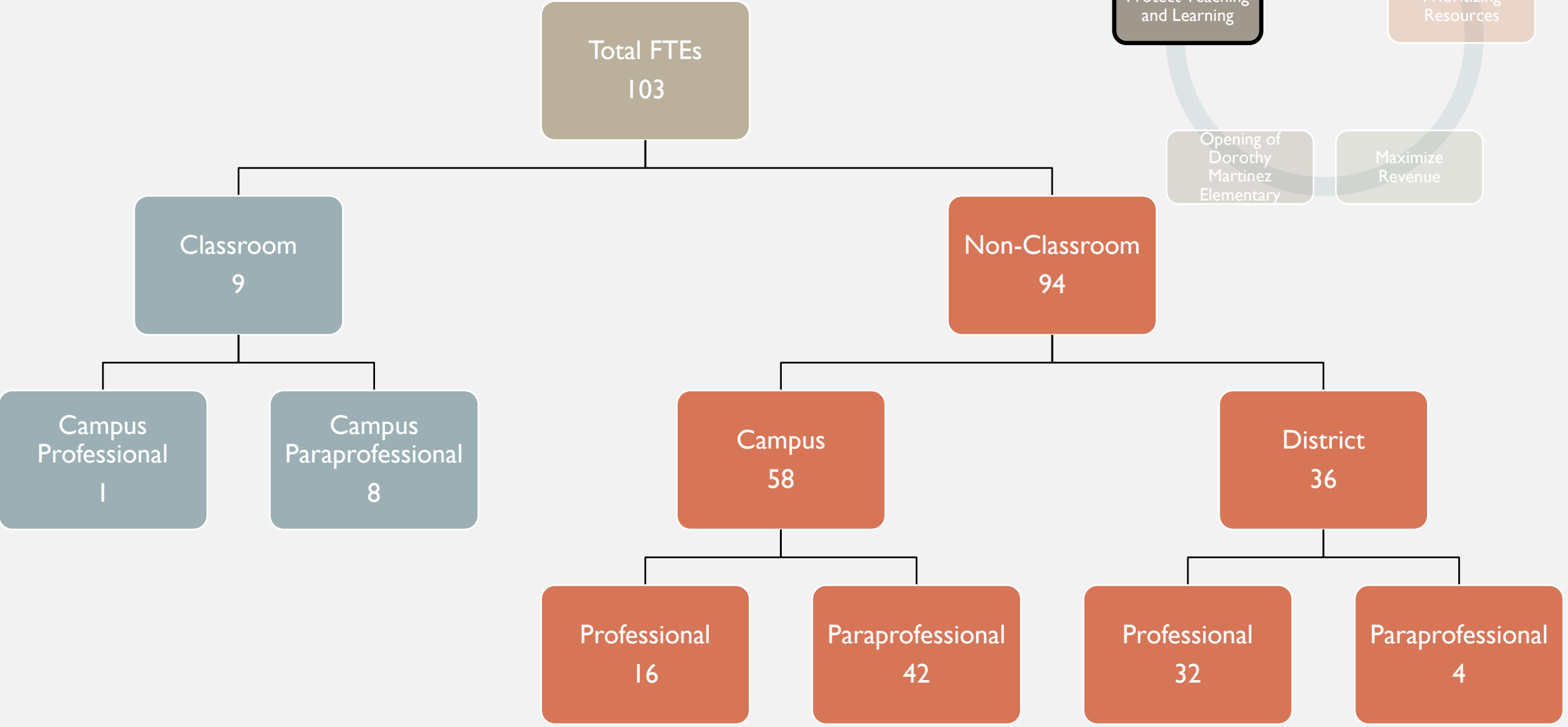




PERSONNEL

- 2023-2024
 - Special Education FTEs
 - Safety & Security Officers
 - Reclassification of FTEs to other funding source
- 2024-2025
 - Opening Dorothy Martinez Elementary with no additional teaching FTEs
 - Increase for core staff – Principal, Assistant Principal, Counselor, Nurse, Secretary
 - Reducing 10 Secondary FTEs – Alignment with staffing formulas (not as a result of budget cuts)
 - Summer School
 - Reduction of FTEs through vacancies (retirements, resignations)
 - Reclassification of FTEs to other funding source

REDUCTION OF FTEs THROUGH VACANCIES OR RECLASSIFICATION OF FTEs TO GRANT SOURCE



NON-PERSONNEL HIGHLIGHTS

Contracted Services
+ \$8,244,785

- \$3.2M
 - Operational Costs (Utilities, Custodial, MEP)
- \$5M
 - Contract Increases (Natatorium, DCAD, Property/Casualty Insurance, Substitutes)
- \$106K
 - Safety & Security
- (\$118K)
 - Voluntary Budget Reductions

Supply & Materials
(\$788,981)

- \$1.1M
 - Operational Costs
 - Operational Supplies
 - Transportation Fuel and Parts
- \$114K
 - Safety & Security
- (\$91K)
 - Voluntary Budget Reductions
- (\$1.7M)
 - 10% Reduction in Campus and Department Budgets

Other Operating Costs
(\$29,295)

- \$7.5K
 - Safety & Security
- (\$36.7K)
 - Voluntary Budget Reductions

GENERAL FUND EXPENDITURES

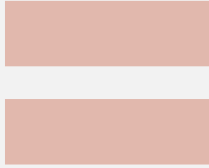
DESCRIPTION	2023-2024 ADOPTED BUDGET LESS ONE-TIME COSTS	2024-2025 PROPOSED BUDGET AS OF 5/8/2024	PERCENTAGE OF BUDGET	AMOUNT INCREASE (DECREASE)	PERCENT INCREASE (DECREASE)
Salaries	274,601,619	276,927,367	80.87%	2,325,748	0.85%
Contracted Services	40,546,422	48,791,207	14.25%	8,244,785	20.33%
Supplies	8,585,124	7,796,143	2.28%	(788,981)	-9.19%
Travel and Other	8,632,321	8,603,026	2.51%	(29,295)	-0.34%
Capital Outlay	310,142	310,142	0.09%	-	0.00%
Total General Fund Budget	\$332,675,628	\$342,427,885	100.00%	\$9,752,257	2.93%

2024-2025
PROJECTED VARIANCE

Revenue
\$321,637,312



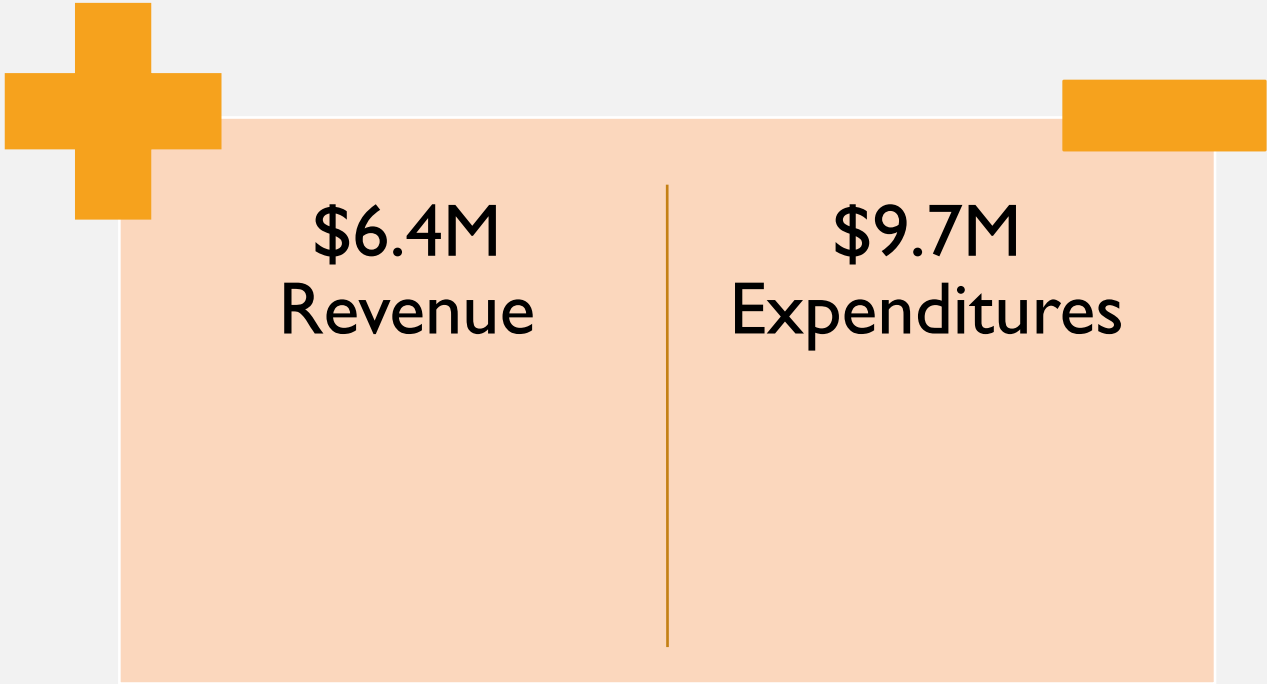
Expenditures
\$342,427,885



Projected
Variance
(\$20,790,573)

RECAP

2023-2024 Budgeted Deficit – (\$17.4M)*



2024-2025 Projected Deficit – (\$20.7M)

*excludes one-time costs

FUND BALANCE

FUND BALANCE ASSUMPTIONS

- 2023-2024 Projected Deficit Budget: (\$17,276,403)
- 2024-2025 “What If” Deficit Budget: (\$20,000,000)

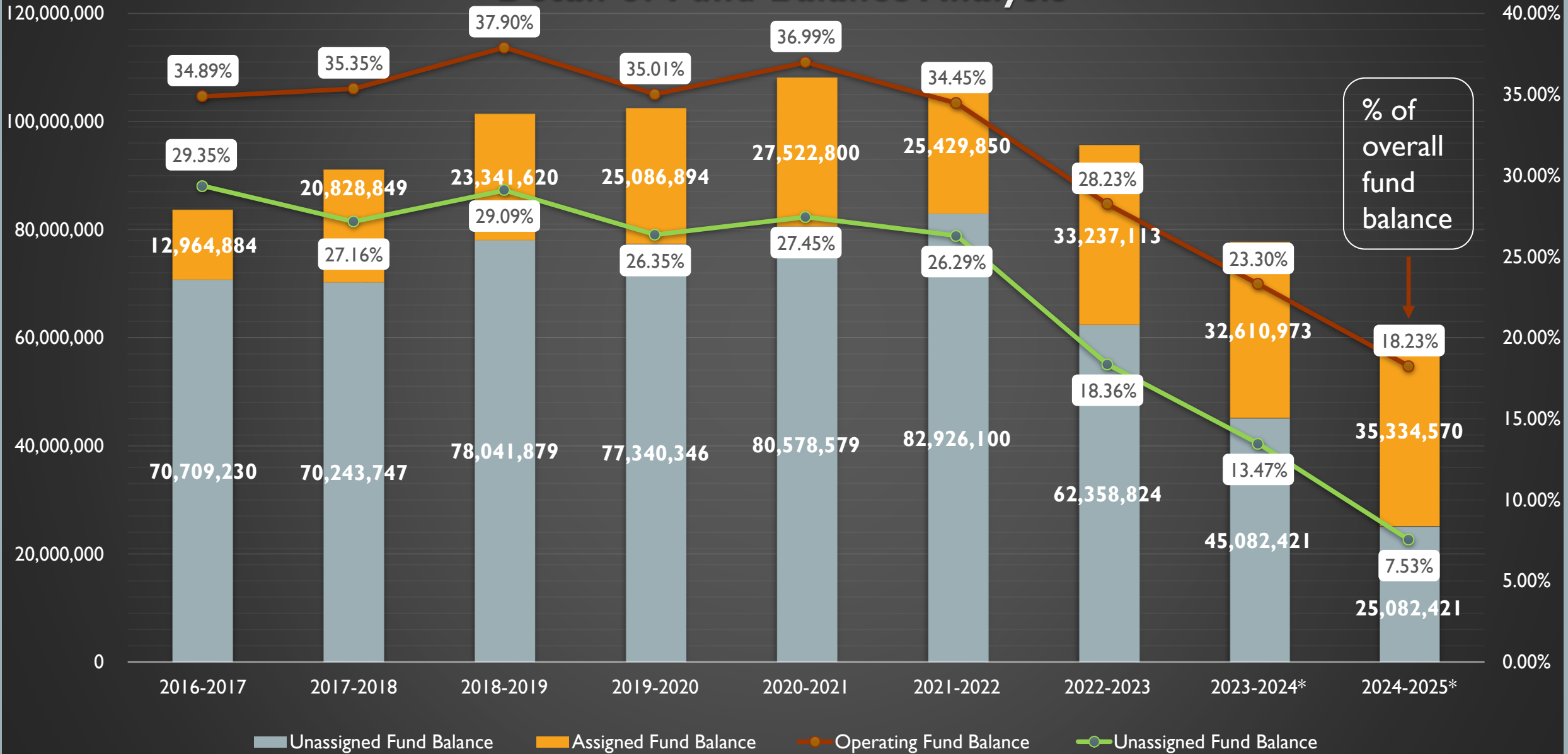


BOARD
POLICY

FUND
BALANCE

- CE Local
 - A financial goal of the District shall be to have a sufficient balance in the operating fund to be able to maintain fiscal independence in the case of a financial need or crisis. The District shall strive to:
 1. Maintain a total general operating fund balance of 25 percent of the District's total general operating fund expenditures; and
 2. Maintain the District's number of days cash on hand greater than 60 days.
 - Additionally, maintain the District's unassigned general operating fund balance to equal at least 15 percent of the District's total general operating fund expenditures.

Denton Independent School District Detail of Fund Balance Analysis



% of overall fund balance

*estimated and unaudited

WHAT'S NEXT?

- June 11th - Public Hearing on Budget & Proposed Tax Rate
- June 11th - Consider Adoption of Budget
- September - Consider Adoption of Proposed Tax Rate



QUESTIONS?