

Garland Independent School District

Board of Trustees

Special Meeting

Tuesday, May 24, 2022

Agenda

3:00 PM

- I. Call to Order and Determination of a Quorum
- II. Public Forum: Members of the public who wish to make comments may complete a Public Comment Participation Request in person at Gilbreath-Reed Career and Technical Education Center prior to the start of the meeting indicated in the posted notice. Comments must be limited to issues that can be presented in a public forum and are directly related to the posted and noticed agenda items. Complaints about student discipline, specific student issues or personnel must be addressed through appropriate administrative channels, in accordance with the Texas Open Meetings Act and Board policy. For more information about public comment procedures, please review the Board Policy for Public Comment accessible at the following link: <https://pol.tasb.org/Policy/Code/364?filter=BED>.
- III. Superintendent's Message
- IV. Information Items
 - A. Budget Workshop
 - 1. Receive 2022-2023 Budget Workshop Update - **Dr. Brent Ringo and Brandy Mayo** 3
- V. Executive Session: Executive session will be held for purposes permitted by Texas Open Meetings Act, Texas Government Code Section 551.001 et seq.
 - A. Pursuant to Texas Government Code Section 551.071, private consultation with the Board's attorney, in person or by phone, when the Board seeks the advice of its attorney about: 1) pending or contemplated litigation; 2) a settlement offer; or 3) on a matter in which the duty of the attorney to the governmental body under the Texas Disciplinary Rules of Professional Conduct of the State Bar of Texas clearly conflicts with this chapter.
 - B. Pursuant to Texas Government Code Section 551.074, deliberation regarding the appointment, employment, evaluation, reassignment, duties, discipline, or dismissal of a public officer or employee; or to hear a complaint or charge against an officer or employee.
- VI. Reconvene from Executive Session for any possible action relative to items considered during Executive Session
- VII. Adjournment



Garland Independent School District Board of Trustees

Date of Meeting: May 24, 2022

Agenda Item: Receive 2022-2023 Budget Workshop Update

Agenda Section: Information Item

Administrator Responsible: Dr. Brent Ringo
Chief Financial Officer

Ms. Brandy Mayo
Executive Director of Budget

Board Goal Objective:

Not Applicable.

Superintendent's Goal:

Superintendent Goal #1 – Student Results

Garland ISD will ensure ALL students graduate prepared for college, careers and life by increasing student performance measures, postsecondary readiness, and graduation rates and decreasing student management incidences.

Superintendent Goal #3 – Board Relations

The superintendent maintains a positive and productive working relationship with the board of trustees and the community.

Superintendent Goal #4 – Educational Leadership

The superintendent provides leadership and direction for an educational system that is based on desired student achievement.

Superintendent Goal #5 – District Management

The superintendent demonstrates effective planning and management of the district administration, finances, operations, and personnel.

Superintendent Goal #6 – Community Relations & Relationship Building

The superintendent maintains a positive and productive working relationship with District employees and the community.

Summary/Background Information:

Dr. Ringo and Ms. Mayo will provide an update to the 2022-2023 budget planning.

Administrative Recommendations:

Provided for your information.



Budget Workshop

General Fund

Student Nutrition Fund

Debt Service Fund

May 24th 2022

Agenda

- School Funding Effects
- General Fund Planning
- Tax Rate Adoption
- 2022-2023 Budget Adoption
 - General Fund, Student Nutrition Fund, & Debt Service Fund
- Summary & Next Steps

Crystal Ball for 2022-2023

Weighted
Funding
Shifts?

COVID Impact

Demographer Report



Average Daily
Attendance

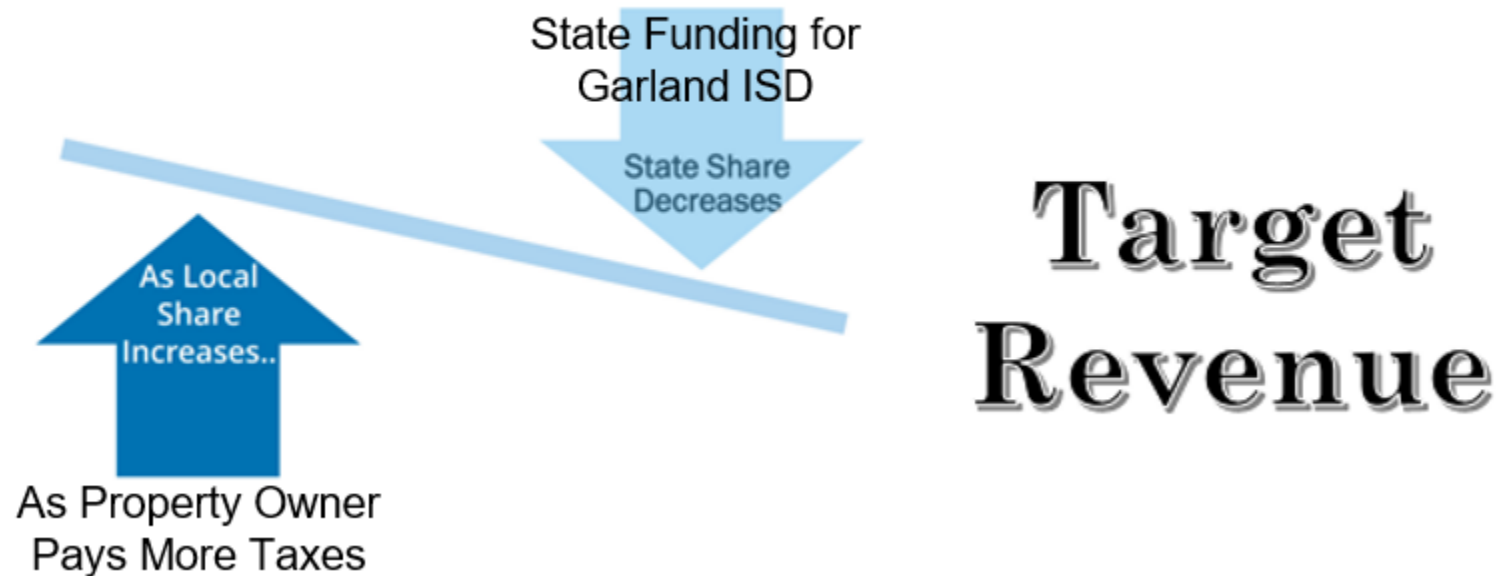
Federal Relief Funds?

Hold Harmless

Expect Revenue Adjustments

School Funding

- How school funding has worked and designed by the State:



Key Points on Funding

- What are the drivers for funding:
 - Average Daily Attendance
 - Increasing ADA (Enrollment) increases funding
 - Decreasing ADA (Enrollment) decreases funding
 - M&O Tax Rate
 - Higher Tax Rate Guarantees more funding per penny of tax effort





2022-2023
General Fund

2022-2023 General Fund (GF) Budget Assumptions

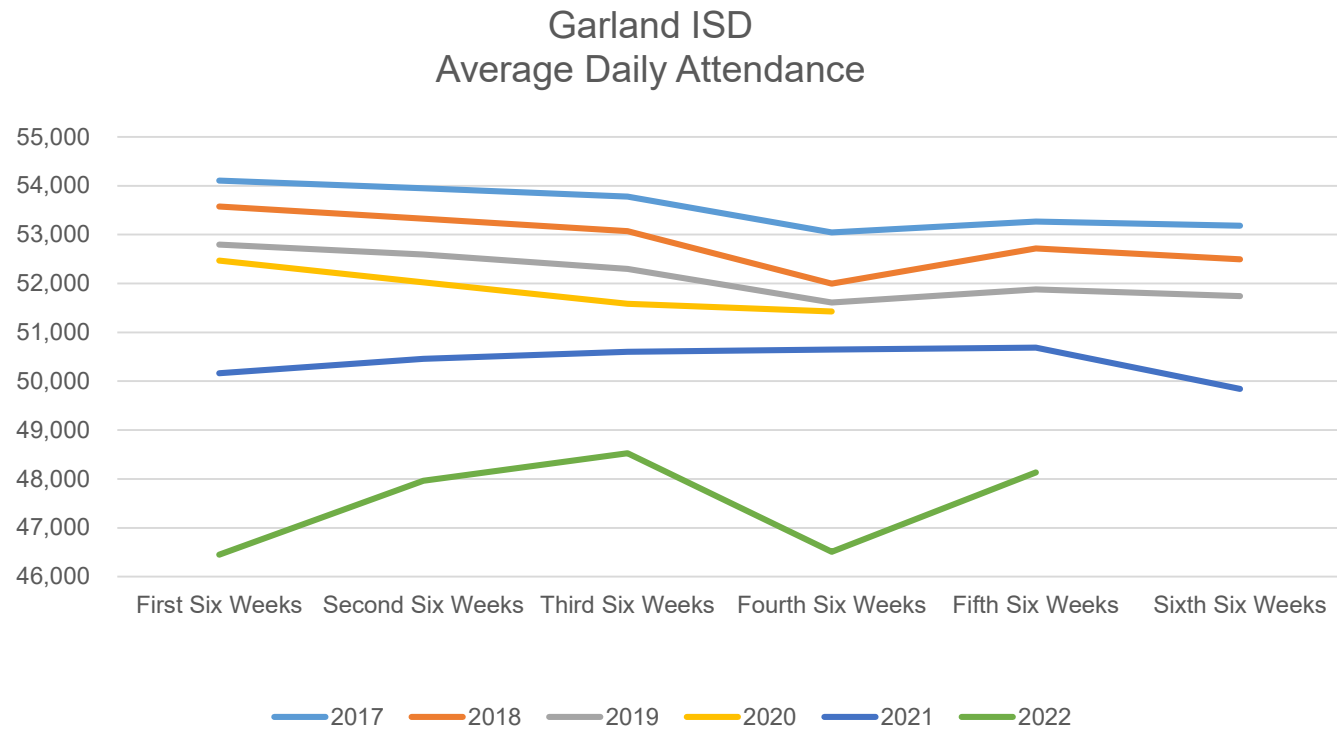
- Close to Fully Operational in FY23
- Campuses and departments operating under 12% reductions
- Fiscal Year: July 1, 2022, to June 30, 2023
- Taxable Assessed Value Growth: 10% - could change with DCAD information
 - M&O Tax Rate: \$0.9053, includes 5th Golden Penny
- 98% Tax Collection Rate
- Average Daily Attendance (estimates based on current COVID environment):

	Scenario 1	Scenario 2	Scenario 3
Projected ADA	47,483	47,883	48,283
ADA Change	(400)	0	400

2022-2023 GF Budget Unknowns

- CCMR- College, Career and Military Readiness
- Census Block Data
- CTE- Career and Technical Education
- Attendance Rate Fluctuations
- Vacancies
- Gas/Utilities Prices
- Revenue Fluctuations

ADA-Average Daily Attendance



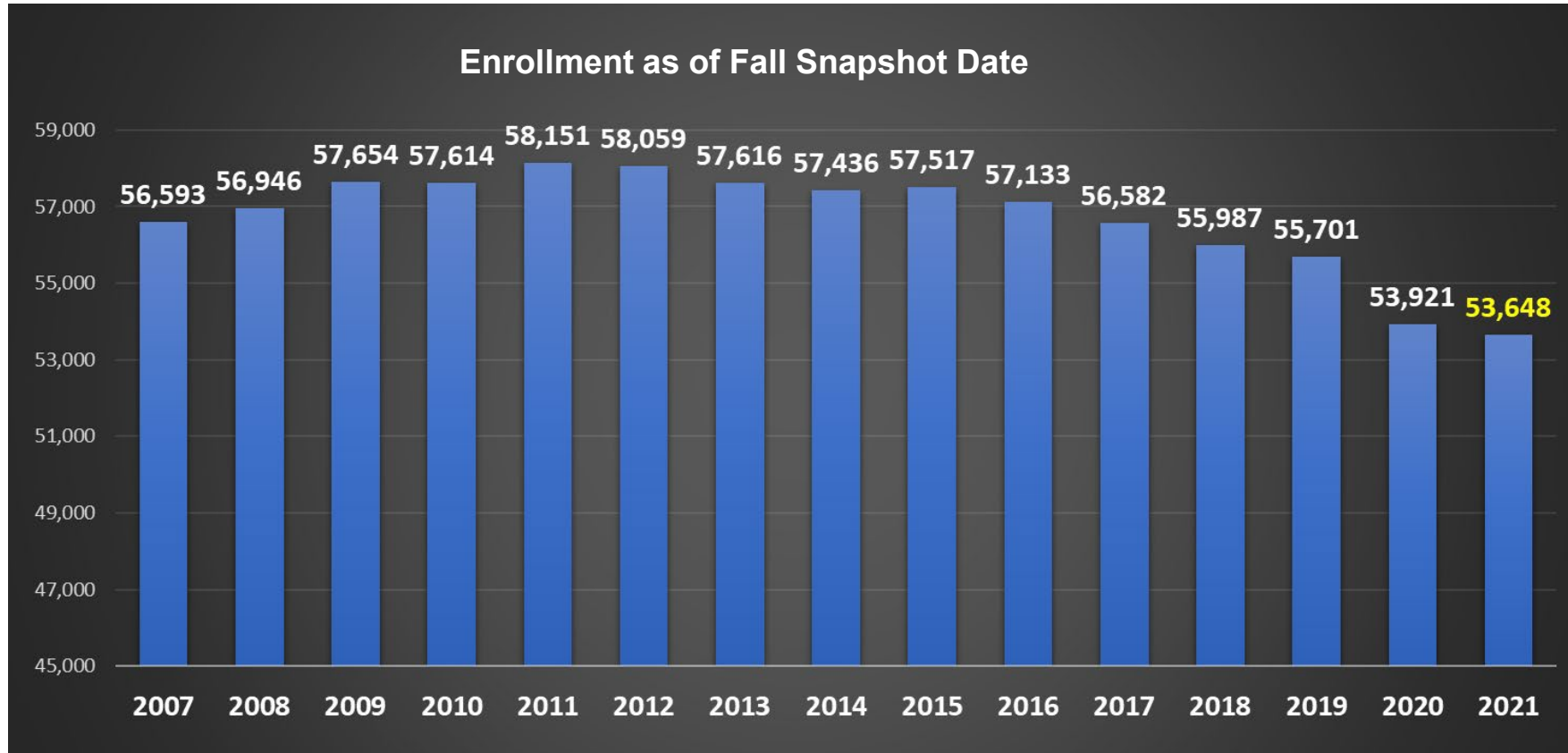
ADA Hold Harmless

- For 21-22 no expected hold harmless for FY23
- Adjusts the Attendance Rate only
- Applies to 1st-4th six weeks period only
- Won't know impact for certain until summer PEIMS submission

Due to COVID, no attendance taken in the fifth and sixth six weeks in 2020

Enrollment History (PK-12): Fall 2007 – Fall 2021 PEIMS Snapshot

Source SDS Winter 2021 Presentation



➤ District enrollment was 53,648 as of Fall Snapshot Date as of October 30, 2021

Budget Reductions

FY22 One Time Adds Reduced		Reductions
	Wireless Hotspots	451,325
	Oracle ERP Upgrade	750,000
	21-2022 Convocation	100,000
	Pre-K Furniture-- expansion	270,000
	Montessori teacher training, furniture, curriculum and materials	299,700
Additional Reductions		
ICON	Virtual School- CTA's, Instructional Coaches, Principals, Assistant Principal, Counselor	326,286
	Virtual School- Curriculum and Resources	50,000
	Virtual School Contract	824,300
	COVID Cleaning	1,000,000
	Intersession Payroll	3,368,899
	Intersession Non Payroll	239,953
	ACE Program Reductions	2,670,890
	Staffing Reductions	1,605,863
Total Reductions		11,957,216

General Fund Budget Recommendations

Recommendation		
1-Time (only in 2022-23 Fiscal Year)	Amount	Board Update
Pre-k expansion furniture and instructional materials	254,000	February-22
Auditorium Audio, Convocation, SRO Vehicle Replacement	185,405	May-22
Total One Time Add	439,405	

Recommendation		
Ongoing (2022-23 & Future Fiscal Years)	Amount	Board Update
Pre-k expansion 12 Teacher FTE's and 19 Para FTE's	1,445,000	February-22
College for All 2 Nurses, 2 Early College Liasion (Eastfield and Richland) and 2 Magnent Advisors (GISD) and .5 Early College Route Specialist	532,151	February-22
College for All Textbooks	569,560	February-22
College for All instructional materials for campuses, PD and coaching, and bus routes	581,200	February-22
SRO Contract Increase	110,230	February-22
TRS Increase	400,000	February-22
DCAD Annual Increase	86,000	March-22
Increase fees for ESSA administrative guidance	1,260,433	March-22
District Payraises and Increased Starting Pay to Teacher Pay Scale	21,330,817	May-22
50 Middle School Teaching Positions	4,100,000	May-22
Custodial Contract Increase	1,587,569	May-22
Color Guard, SPED Aide, Athletics Coordinator and New Stipend requests Fine Arts Lead, World Dance, Step Team Coach and HS Head Band Director	306,280	May-22
Increased fees for vendor licensing and application upgrades	805,522	May-22
New Employee Relations Department	319,507	May-22
Position update, legal fees, recruiting costs	171,938	May-22
Increased cost of fuel and McKinney-Vento increases	691,053	May-22
Online testing, scoring, and materials PSAT, SAT, CoGat and CBE's	800,000	May-22
Total Ongoing Add	35,097,260	

Total Ongoing & 1-Time Adds for Fiscal Year 2022-23	35,536,665	
--	-------------------	--

2022-23 General Fund Revenue Scenarios

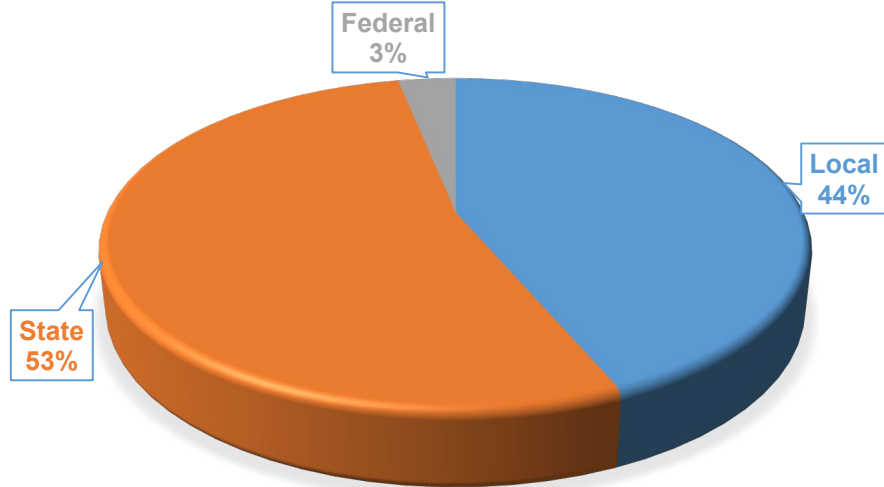
	2021-22	2022-23	2022-23	2022-23
	Current Budget	Projected Budget 10% TAV Growth	Projected Budget 10% TAV Growth	Projected Budget 10% TAV Growth
	Updated HH	Loss of 400 ADA 47,483	No ADA Change 47,883	Gain of 400 ADA 48,283
REVENUE SUMMARY				
TOTAL LOCAL REVENUE	226,592,174	231,157,209	231,157,209	231,157,209
5711 - Taxes, Current Levy	220,414,473	225,507,209	225,507,209	225,507,209
5712 - Taxes, Prior Year Levy	850,000	850,000	850,000	850,000
5719 - Penalties on Delinq. Taxes	1,070,000	1,070,000	1,070,000	1,070,000
5739 - Tuition and Fees Other	100,000	100,000	100,000	100,000
5741 - Rentals	500,000	500,000	500,000	500,000
5742 - Interest Income	600,000	600,000	600,000	600,000
5743 - Rent of Other School Facilities	150,000	550,000	550,000	550,000
5745 - Insurance Recovery	900,000			
5749 - Miscellaneous Revenue	1,227,701	1,200,000	1,200,000	1,200,000
5752 - Ticket Sales	780,000	780,000	780,000	780,000
TOTAL STATE REVENUE	276,787,343	258,420,229	261,091,692	263,763,155
5811-Available School Fund	20,091,740	21,982,871	21,982,871	21,982,871
5812-Foundation Program	221,488,763	204,437,358	207,108,821	209,780,284
5829 - Other State Revenues from TEA	7,206,840	4,000,000	4,000,000	4,000,000
5831-TRS On-behalf	28,000,000	28,000,000	28,000,000	28,000,000
TOTAL FEDERAL REVENUE	16,400,000	16,400,000	16,400,000	16,400,000
5929-Federal Revenues from TEA	9,000,000	9,000,000	9,000,000	9,000,000
5931-SHARS	7,400,000	7,400,000	7,400,000	7,400,000
TOTAL REVENUE SUMMARY	519,779,517	505,977,438	508,648,901	511,320,364



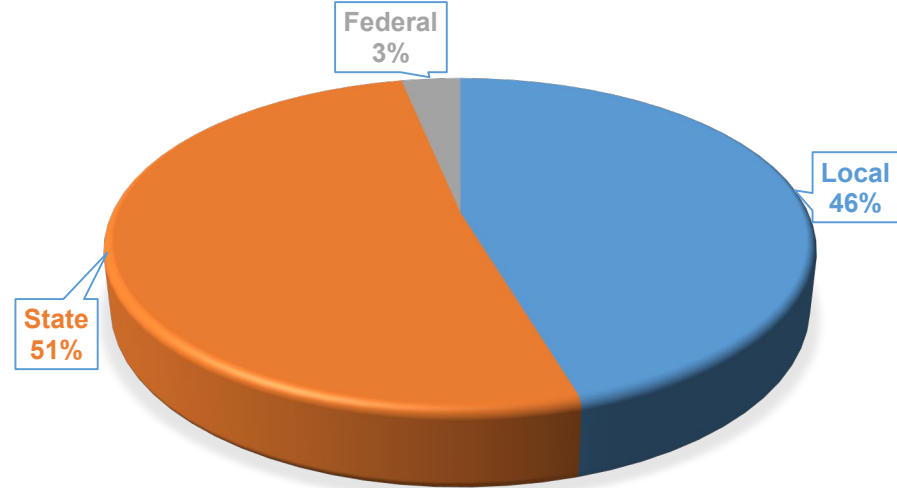
*If the District expends every dollar

Revenue Breakdown 2022-2023

REVENUE BREAKDOWN 2021-22



REVENUE BREAKDOWN 2022-23

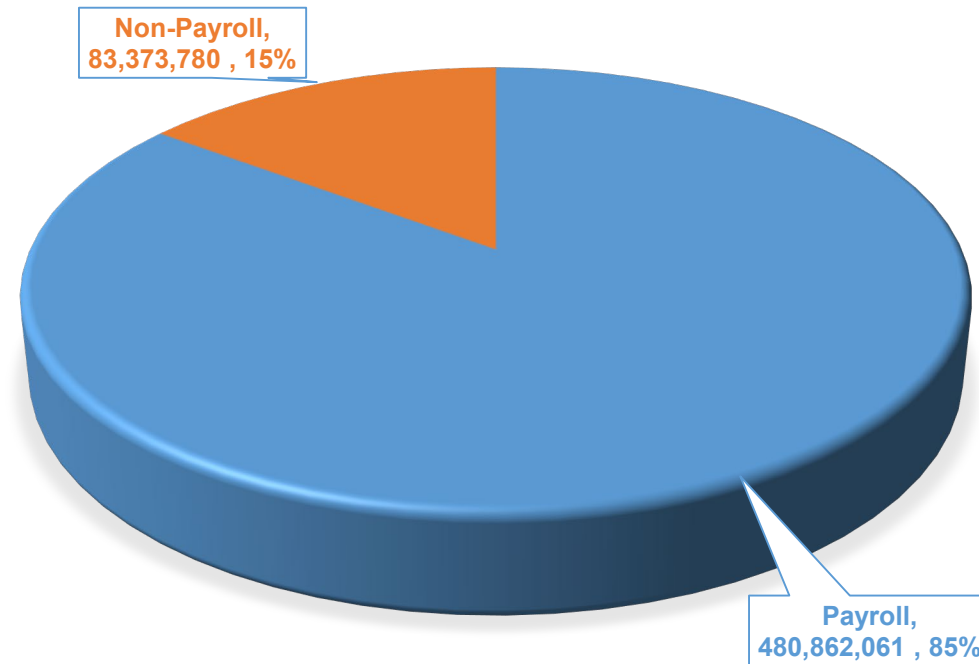


2022-23 General Fund Expense Scenarios

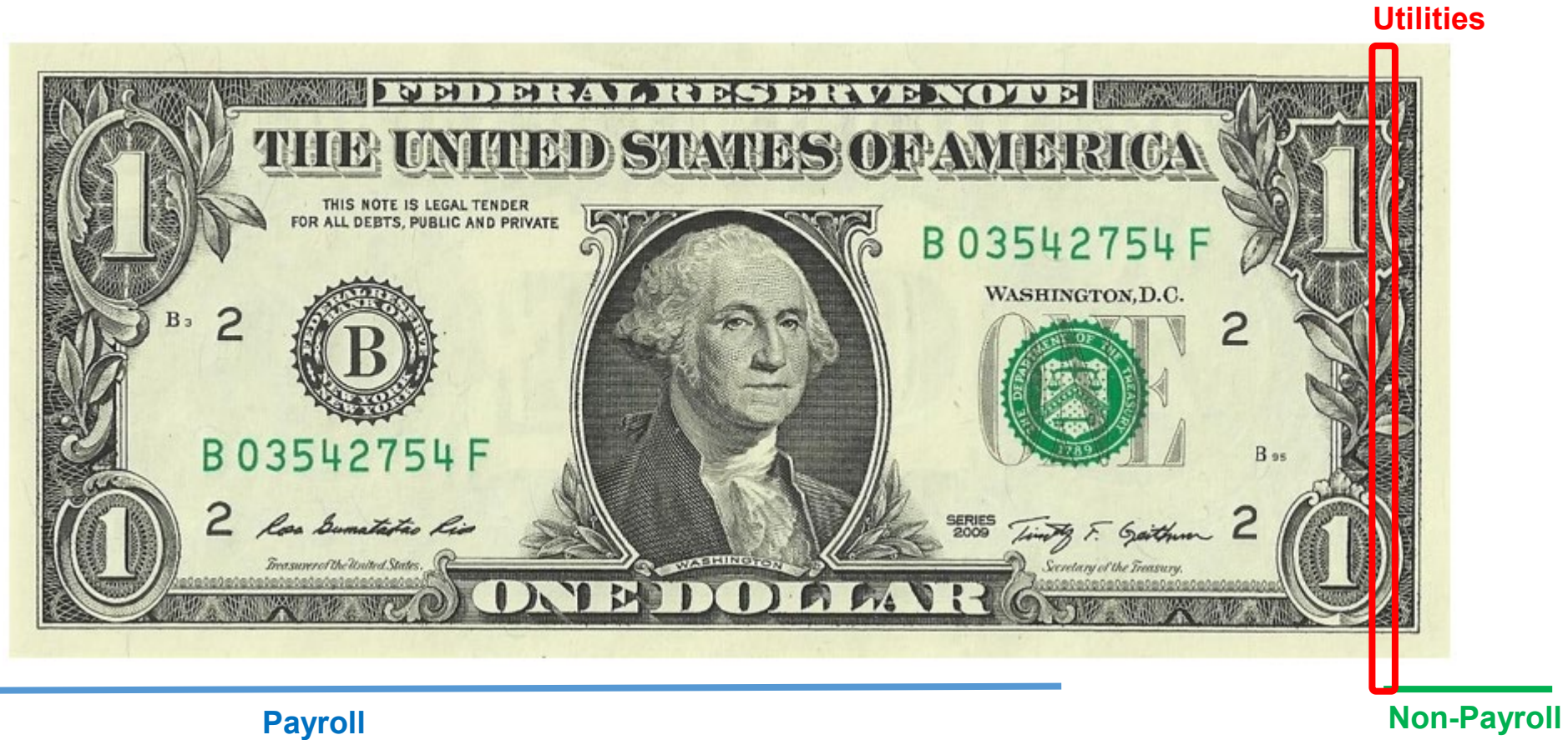
	2021-22	2022-23	2022-23	2022-23
	Current Budget	Projected Budget 10% TAV Growth	Projected Budget 10% TAV Growth	Projected Budget 10% TAV Growth
	Updated HH	Loss of 400 ADA 47,483	No ADA Change 47,883	Gain of 400 ADA 48,283
EXPENDITURE SUMMARY				
PAYROLL	459,675,761	480,862,061	480,862,061	480,862,061
Raise		21,240,817	21,240,817	21,240,817
ESSA administrative guidance		1,260,433	1,260,433	1,260,433
Middle School Teacher		4,100,000	4,100,000	4,100,000
PreK Expansion		1,445,000	1,445,000	1,445,000
Employee Relations Department		319,507	319,507	319,507
Other Payroll Changes		1,328,431	1,328,431	1,328,431
TIA Changes		(3,206,840)	(3,206,840)	(3,206,840)
District Staffing Reductions		(5,301,048)	(5,301,048)	(5,301,048)
NON-PAYROLL	84,187,471	83,373,780	83,373,780	83,373,780
Custodial Contract Increase		1,587,569	1,587,569	1,587,569
Vendor Licensing		805,522	805,522	805,522
Early College		1,150,760	1,150,760	1,150,760
Testing Materials		800,000	800,000	800,000
Other Non Payroll Increases		1,498,626	1,498,626	1,498,626
Reductions		(6,656,168)	(6,656,168)	(6,656,168)
TOTAL EXPENDITURE SUMMARY	543,863,232	564,235,841	564,235,841	564,235,841
Revenue in Excess (Short of) Expenditures	(24,083,715)	(58,258,403)	(55,586,940)	(52,915,477)
OTHER USES	5,317,037	-	-	-
TOTAL OTHER FINANCING USES	(5,317,037)	-	-	-
Net Change in Fund Balance	(29,400,752)	(58,258,403)	(55,586,940)	(52,915,477)
Ending Fund Balance	\$ 241,543,864	\$ 183,285,461	\$ 185,956,924	\$ 188,628,387



Payroll vs. Non-Payroll 2022-2023



Payroll vs. Non-Payroll 2022-2023



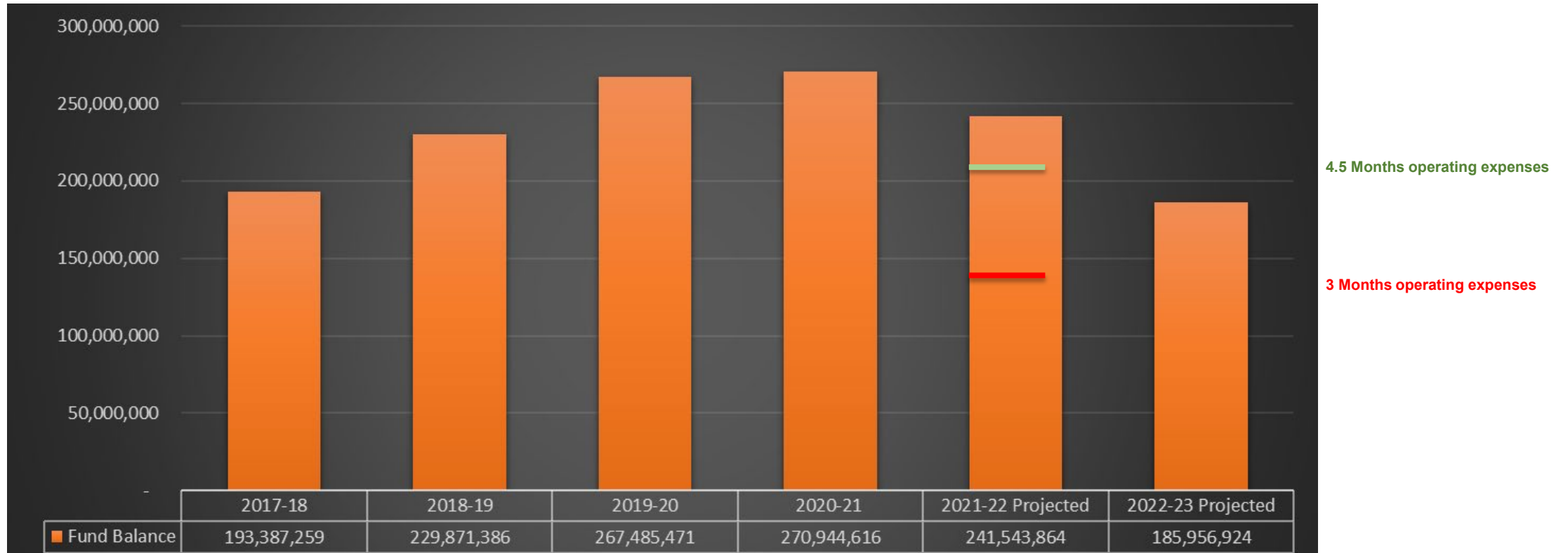
Payroll

Non-Payroll

2022-2026 Scenarios with Planned Adjustments

	2021-22	2022-23	2023-24	2024-25	2025-26
	Current Budget	Projected Budget 10% TAV Growth	Projected Budget 3% TAV Growth	Projected Budget 2% TAV Growth	Projected Budget 2% TAV Growth
	Updated HH	No ADA Change 47,883	No ADA Change 47,883	No ADA Change 47,883	No ADA Change 47,883
REVENUE SUMMARY					
TOTAL LOCAL REVENUE	226,592,174	231,157,209	236,864,392	241,613,657	245,549,004
TOTAL STATE REVENUE	276,787,343	261,091,692	258,500,918	253,663,438	249,632,410
TOTAL FEDERAL REVENUE	16,400,000	16,400,000	16,400,000	16,400,000	16,400,000
TOTAL REVENUE SUMMARY	519,779,517	508,648,901	511,765,310	511,677,095	511,581,414
EXPENDITURE SUMMARY					
PAYROLL	459,675,761	480,862,061	485,262,061	485,262,061	485,262,061
NON-PAYROLL	84,187,471	83,373,780	94,870,387	96,293,443	97,737,844
TOTAL EXPENDITURE SUMMARY	543,863,232	564,235,841	580,132,448	581,555,504	582,999,905
Revenue in Excess (Short of) Expenditures	(24,083,715)	(55,586,940)	(68,367,138)	(69,878,409)	(71,418,492)
OTHER USES	5,317,037	-	-	-	-
TOTAL OTHER FINANCING USES	(5,317,037)	-	-	-	-
Net Change in Fund Balance	(29,400,752)	(55,586,940)	(68,367,138)	(69,878,409)	(71,418,492)
Ending Fund Balance	\$ 241,543,864	\$ 185,956,924	\$ 117,589,787	\$ 47,711,378	\$ (71,418,492)

2021-2023 Fund Balance



2017-18 was the last regular 12-month operational year for GISD

Change in Fiscal Year \$36,484,127; 2-Less Months of Operations

HB3 Funding Increase; COVID Operational Savings (Shut down for 3-Months): \$37,614,085

COVID Operational Savings: Lowest Fund Balance Add in 10+ Years: \$3,459,145

ADA Hold Harmless



2021-22 Fund Balance Projection

REVENUES:

	Original Budget	Revised Budget	Current Transfers Requested	Current Amendments Requested	Proposed Amended Budget
57 Local Revenue	\$ 220,814,473	\$ 221,742,174	\$ -	\$ 4,850,000	\$ 226,592,174
58 State Revenue	283,757,343	264,187,343		12,600,000	276,787,343
59 Federal Revenue	9,000,000	16,400,000			16,400,000
Total Revenues	\$ 513,571,816	\$ 502,329,517	\$ -	\$ 17,450,000	\$ 519,779,517

EXPENDITURES:

11 Instruction	\$ 319,755,544	\$ 317,673,392	\$ (2,285,200)	\$ -	\$ 315,388,192
12 Instructional Resources and Media Services	7,826,046	8,376,515	380		8,376,895
13 Curriculum Development and Instructional Staff Development	15,596,228	15,779,479	(796,321)		14,983,158
21 Instructional Leadership	8,470,547	8,578,431	58,935		8,637,366
23 School Leadership	33,580,856	34,661,120	(250,924)		34,410,196
31 Guidance, Counseling and Evaluation	26,600,828	26,511,980	7,583		26,519,563
32 Social Work Services	491,210	590,210			590,210
33 Health Services	8,417,693	8,756,703	(520)		8,756,183
34 Student Transportation	16,234,639	16,660,836	3,949,374		20,610,210
35 Food Service	379,779	379,779	(201,975)		177,804
36 Extracurricular Activities	12,822,417	13,090,022	19,517		13,109,539
41 General Administration	18,475,461	18,964,920	104,664		19,069,584
51 Facilities Maintenance & Operations	48,599,006	47,194,045	(869,409)	(57,075)	46,267,561
52 Security and Monitoring Services	7,282,629	7,463,852	(19,654)		7,444,198
53 Data Processing Services	15,259,057	16,057,345	267,000		16,324,345
61 Community Services	1,792,660	1,751,487	3,141		1,754,628
71 Debt Service - Principal on Long-Term Debt	482,517	482,517			482,517
72 Debt Service Interest on Long-Term Debt					-
73 Bond Issuance Cost and Fees					-
81 Facilities Acquisition and Construction		13,727	13,409		27,136
95 Juvenile Justice Program	36,000	36,000			36,000
99 Other Intergovernmental Charges	897,947	897,947			897,947
Total Expenditures	\$ 543,001,064	\$ 543,920,307	\$ -	\$ (57,075)	\$ 543,863,232

Excess(Deficiency) Revenues Over(Under) Expenditures

\$ (29,429,248) \$ (41,590,790) \$ - \$ 17,507,075 \$ (24,083,715)

Other Resources

\$ - \$ - \$ - \$ - \$ -

Other Financing Sources (Uses)

\$ - \$ - \$ - \$ (5,317,037) \$ (5,317,037)

Net Change in Fund Balance

\$ (29,429,248) \$ (41,590,790) \$ - \$ 12,190,038 \$ (29,400,752)

2021-2022 Fund Balance Projection

2021-2022 General Fund Revenue Projection

Total Revenues	519,779,517
Total Expenses	543,863,232
Total	(24,083,715)
Transfer Out	(5,317,037)
Net Impact	(29,400,752)
Payroll Saves	22,000,000
Non Payroll Saves	6,000,000
Net Impact to FB	(1,400,752)

Expect fluctuations until hold harmless is fully calculated

Closing the Revenue Gaps

	2017-18		2018-19		2019-20		2020-21	
	Adopted Budget	Audited Actual	Adopted Budget 10-Month	Audited Actuals	Amended Budget HB3 10% TAV Growth	Audited Actuals	Adopted Budget TRE	Current Budget No TRE
REVENUE SUMMARY								
TOTAL LOCAL REVENUE	176,744,264	184,226,362	196,033,150	203,610,829	204,027,842	207,628,558	230,653,531	214,209,287
5742 - Interest Income	300,000	3,489,366	700,000	4,922,305	3,000,000	4,733,050	3,000,000	600,000
TOTAL STATE REVENUE	295,221,323	297,656,581	275,535,749	277,629,313	293,171,247	291,561,436	320,008,654	291,235,654
TOTAL FEDERAL REVENUE	1,700,000	10,509,731	7,700,000	12,545,502	8,000,000	9,521,673	9,000,000	9,000,000
5931-SHARS		8,160,896	6,000,000	10,810,901	6,000,000	7,658,544	7,000,000	7,000,000
TOTAL REVENUE SUMMARY	473,665,587	492,392,674	479,268,899	493,785,644	505,199,089	508,711,667	559,662,185	514,444,941

Prior to 2018-19, these revenue items were budgeted at \$0 or well below prior year actuals

An extra payment for SHARS was received in FY19, this was originally expected to increase the FY20 revenue budget. The payment was received early, thus the increase in actuals over budget in FY19

Expect fluctuations with positive and/or negative impact

Equity/Market Adjustments

Explanation: Salaries are adjusted to ensure current employees with more experience make more than new employees with no experience.

A current teacher with 1 year of experience will make more in base pay than a new teacher with zero years of experience.

	Ctrct Days	FTE	21-22 Contract Salary (\$)	21-22 Daily Rate (\$)	21-22 Daily Rate (\$)	Daily GPI Rate (\$)	Annual GPI (\$)	% of Salary	Daily Hiring Guide	Add'l Adj (\$)	Annl Add'l Cost (\$)	New Daily Rate (\$)	New Annual Salary (\$)	Tot Inc Amt (\$)	Tot Inc Pct
Example Teacher 1	187	100%	56,324	56,324	301.20	19.79	3,700	6.6%	322.33	1.34	251	322.33	60,275	3,951	7.0%
Teacher 2	187	100%	56,788	56,788	303.68	19.79	3,700	6.5%	323.74	0.27	51	323.74	60,539	3,751	6.6%

Equity/Market Adjustments, Para and Auxiliary Staff

Auxiliary Model at 4%			
Employee Count	General Pay Increase	Adjustments	Estimated Total Increase
1302	\$1,420,340	\$41,606	\$1,461,946

Title 2 Funding and Positions

Job Title	Primary Purpose
Secretary to Executive Director of Teaching and Learning	Provide advanced clerical services to the cabinet-level administrator and Title II assigned personnel.
Director of Elementary Intergrated Literacy Studies TCLAS Title	Direct and manage the district's elementary literacy and social studies curriculum and professional development. Ensure that the development and delivery of curriculum and instructional programs are effective and efficient, incorporate district goals, and support student achievement in the area of integrated literacy.
Specialist Title II	Coordinate districtwide, title II funded professional development programs and events to offer learning opportunities to all teachers, instructional leaders, and paraprofessionals.
Specialist Title II	Coordinate districtwide, title II funded professional development programs and events to offer learning opportunities to all teachers, instructional leaders, and paraprofessionals.
Secretary	Provide advanced clerical services to Title II assigned personnel.
Specialist Title II	Coordinate districtwide, title II funded professional development programs and events to offer learning opportunities to all teachers, instructional leaders, and paraprofessionals.

Project Name

Title II Part A FY 21/22

Cost Budget

\$ 1,906,040

District Grant Positions

Grant Fund	Count of FTE
206 ESEA, Title X, Part C - Education for the Homeless Children and Youth	2
211 ESEA Title I Part A - Improving Basic Programs	150
224 IDEA - Part B, Formula	170
225 IDEA - Part B, Preschool	2
244 Career and Technical - Basic Grant	51
255 ESEA Title II Part A - Teacher & Principal Training & Recruiting	9
263 Title III, Part A, English Language Acquisition and Language Enhancement	13
289 Other Federally Funded Special Revenue Funds	6
Grand Total	403

2022-23 Teacher Step Salary Schedule

2022-2023 New Step Teacher Salary Guide	
0	\$ 60,000
1	\$ 60,275
2	\$ 60,539
3	\$ 60,846
4	\$ 61,194
5	\$ 61,570
6	\$ 61,821
7	\$ 62,439
8	\$ 62,808
9	\$ 63,158
10	\$ 63,458
11	\$ 63,758
12	\$ 64,058
13	\$ 64,358
14	\$ 64,708
15	\$ 65,008
16	\$ 65,434
17	\$ 65,733
18	\$ 66,029
19	\$ 66,329
20	\$ 66,728
21	\$ 67,128
22	\$ 67,428
23	\$ 67,728
24	\$ 68,028
25+	\$ 68,328



Tax Rate Adoption

Timeline for Budget/Tax Rate Adoption and Voter-Approval Tax Rate Elections

Published online in TASB School Law eSource

April 30: Deadline for chief appraiser to certify estimate of district's taxable property values²

June 19: Deadline for districts with July 1 fiscal year to prepare a proposed budget³

June 20: Latest date for districts with July 1 fiscal year to publish Notice of Public Meeting to Discuss Budget and Proposed Tax Rate (Texas Comptroller's Form 50-280)⁴

June 30: Deadline to adopt budget for district with July 1 fiscal year⁵

[July 8, 2022 (no later than 4 months before Election Day): Select auditor for efficiency audit⁶]

July 18–August 1: TEA data collection from districts regarding taxable property values and local exemption amounts for the preceding and current tax years⁷

July 25: Deadline for chief appraiser to provide certified appraisal roll to district's tax assessor; if the appraisal review board has not approved the appraisal records by July 20, the chief appraiser must prepare and certify an *estimate* of taxable property value by July 25⁸

August 1: Deadline for tax assessor to determine district property values and submit appraisal roll to the board⁹

August 5: Deadline for TEA to issue preliminary maximum compressed tax rate (MCR) for each district¹⁰

10 Calendar Days after TEA approves preliminary MCR:

- Deadline to appeal preliminary MCR¹¹
- If not appealed, preliminary MCR becomes final¹²

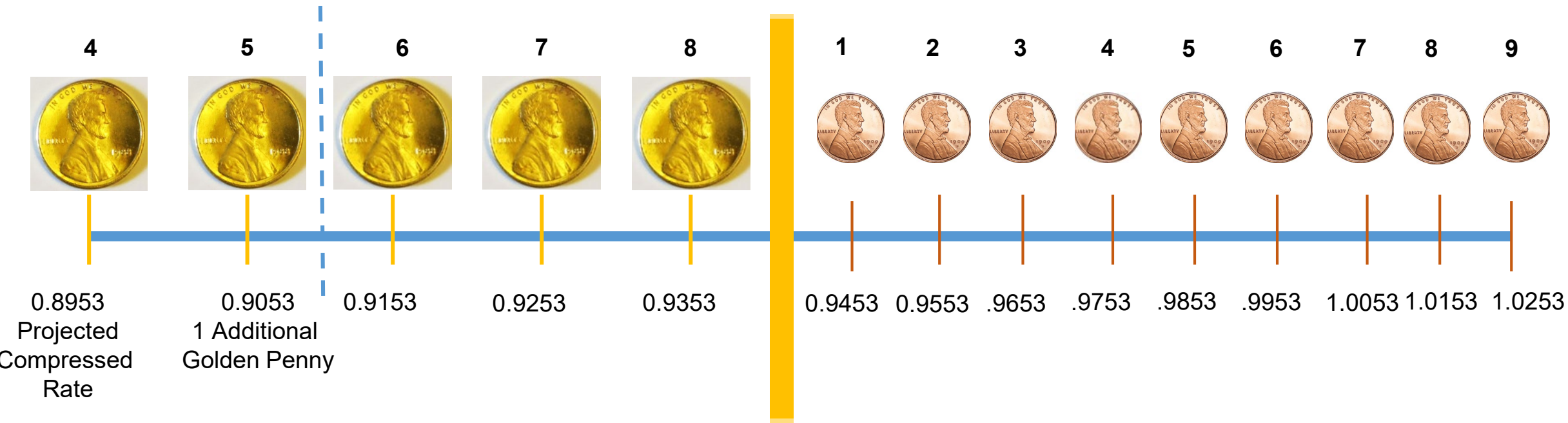
August 22, 2022 (78th day before Election Day): Deadline to order an election to be held on the November uniform election date; a district must adopt its budget and tax rate *before* ordering an election¹⁶

1-14 note tax/educations codes related to the items on the timeline, details can be found at:

<https://www.tasb.org/services/legal-services/tasb-school-law-esource/business/documents/timeline-for-budget-tax-rate-adoption-and-vatre.pdf>

Pennies Available: M&O Tax Rate

Disaster Declaration or TRE Required



Assumes TAV Growth at 10%

Property Tax Rates by District- Dallas County

Fiscal Year 2021-22 Tax Rates			
District	M&O	I&S	Total
Lancaster ISD	1.0329	0.4375	1.4704
Richardson ISD	1.0409	0.3500	1.3909
DeSoto ISD	0.9603	0.4283	1.3886
Grand Prairie ISD	0.9603	0.4160	1.3763
Sunnyvale ISD	0.9279	0.4141	1.3420
Duncanville ISD	0.9759	0.3400	1.3159
Mesquite ISD	0.8720	0.4400	1.3120
TRE Passed Coppell ISD	1.0472	0.2448	1.2920
Grapevine-Colleyville ISD	0.9534	0.3217	1.2751
Ferris ISD	0.9559	0.3184	1.2743
Garland ISD	0.9384	0.3179	1.2563
Dallas ISD	1.0062	0.2420	1.2482
Cedar Hill ISD	0.9024	0.3360	1.2384
Irving ISD	0.9390	0.2687	1.2077
Carrollton-Farmers Branch ISD	1.0013	0.2000	1.2013
Highland Park ISD	1.0000	0.1700	1.1700
	\$ 0.97	\$ 0.33	\$ 1.30

Key Take Away

- The State funding system in Texas is structured to provide Garland ISD with basic amount of funding that does not support all of the enhanced programs that the District offers
- No other forms of revenue provided by the State
- State does not address inflation under current funding laws
- Other Districts with a Tax Rate Election are generating more revenue per student
- 80% to 90% of a districts budget is payroll

Projected TRE Impact at 10% Value Growth

	Penny	Tax Rate	Local Additional Revenue Generated	State Additional Revenue Generated	Total State and Local Revenue Generated	Cumulative Revenue Generated	10% TAV Growth
Golden	5	0.9053					Board Approved Add
	6	0.9153	2,478,567	4,048,777	6,527,344	6,527,344	
	7	0.9253	2,478,567	4,090,518	6,569,085	13,096,429	
	8	0.9353	2,478,567	4,048,777	6,527,344	19,623,774	
	1	0.9453	2,478,567	799,775	3,278,342	22,902,116	
Copper	2	0.9553	2,478,567	791,615	3,270,182	26,172,298	
	3	0.9653	2,478,567	799,775	3,278,342	29,450,640	
	4	0.9753	2,478,567	791,615	3,270,182	32,720,822	
	5	0.9853	2,478,567	799,775	3,278,342	35,999,164	
	6	0.9953	2,478,567	791,615	3,270,182	39,269,347	
	7	1.0053	2,478,567	799,775	3,278,342	42,547,689	
	8	1.0153	2,478,567	791,615	3,270,182	45,817,871	
	9	1.0253	2,478,567	799,775	3,278,342	49,096,213	

Per Penny Impact M&O Tax Rate



= \$6.5 million per penny of tax effort

Locally = \$2.47 Million

State = \$4 Million



= \$3.2 million per penny of tax effort

Locally = \$2.47 Million

State = \$790 Thousand

Potential to generate an additional \$49 million annually

TRE Impact Example

	2019-20		2020-21		2021-22		2022-23	
M&O	0.97	M&O	0.9513	M&O	0.9384	M&O	1.0253	
I&S	0.42	I&S	0.305	I&S	0.3179	I&S	0.3179	
Total:	1.39	Total:	1.2563	Total:	1.2563	Total:	1.3432	

- TRE:
- 1) Additional M&O Revenue cannot be used to support Debt Service
 - 2) Generates an Additional \$49 million annually, can be used to support ongoing raises, and 1-time expenditure needs (bus replacement schedule)

Per Penny Impact on a \$215,000 Home (\$175,000 after Homestead Exemption)



Tax Rate per \$100/valuation	\$1.3763
\$100/valuation of \$175,000 taxable value on “average” home	X 1,750
Total school taxes	\$2,409

Proposed tax results in additional \$17.50 per penny increase in the tax rate

*Considers \$40k Homestead Exemption is passed in May



2022-2023 Budget Adoption
General Fund, Student Nutrition Services Fund,
Debt Services Fund

2022-2023 General Fund by Function

	2022-23 Proposed General Fund Budget
57 Local Revenue	\$ 230,757,209
58 State Revenue	\$ 261,091,692
59 Federal Revenue	\$ 16,400,000
Total Revenues	\$ 508,248,901
11 Instruction	\$ 327,840,654
12 Instructional Resources and Media Services	\$ 8,204,030
13 Curriculum Development and Instructional Staff Development	\$ 14,984,411
21 Instructional Leadership	\$ 9,119,209
23 School Leadership	\$ 34,519,929
31 Guidance, Counseling and Evaluation Services	\$ 28,449,606
32 Social Work Services	\$ 659,968
33 Health Services	\$ 8,865,188
34 Student (Pupil) Transportations	\$ 19,584,118
35 Food Service	\$ 352,111
36 Extracurricular Activities	\$ 12,822,903
41 General Administration	\$ 20,922,979
51 Plant Maintenance and Operations	\$ 49,575,164
52 Security and Monitoring Services	\$ 8,896,894
53 Data Processing Services	\$ 16,199,402
61 Community Services	\$ 1,736,813
71 Debt Service - Principal on Long-Term Debt	\$ 482,517
95 Payments to Juvenile Justice Alternative Education Programs	\$ 36,000
99 Other Intergovernmental Charges	\$ 983,947
Total Expenditures	\$ 564,235,841

Assumptions

No change in ADA

Raise Included

Current Reductions Included

2022-2023 Student Nutrition Services Fund

	2022-23 Proposed Student Nutrition Budget	
57 Local Revenue	\$	7,050,000
58 State Revenue		170,000
59 Federal Revenue		28,720,226
Total Revenues	\$	<u>35,940,226</u>
35 Food Service		36,652,342
Total Expenditures	\$	<u>36,652,342</u>
Net Change in Fund Balance	\$	<u>(712,116)</u>

- Assumptions
 - Normal operations
 - Increased Planned Expenditures to update service line needs
 - 4% Raise included

2022-2023 Debt Service Fund

	2022-23 Proposed Debt Service Budget
57 Local Revenue	\$ 79,093,651
58 State Revenue	
59 Federal Revenue	471,993
Total Revenues	\$ 79,565,644
71 Debt Service - Principal on Long-Term Debt	41,900,000
72 Debt Service Interest on Long-Term Debt	18,598,642
73 Bond Issuance Cost and Fees	1,000,000
Total Expenditures	\$ 61,498,642
Net Change in Fund Balance	\$ 18,067,002

- Assumptions
 - Bond Election Review
 - I&S Rate: \$0.3179

2022-2023 Debt Service Fund

Net principal and interest payment scheduled for FY23

Total Debt Service

8/15/2022 Interest	\$	9,299,321
2/15/2023 Principal	\$	41,900,000
2/15/2023 Interest	\$	<u>9,299,321</u>
Total	\$	60,498,642

Proposed I&S Tax Rate	Pennies	I&S Collections
\$0.3179	\$0.00	\$ 78,793,651
\$0.3079	\$0.01	\$ 76,315,083
\$0.2979	\$0.02	\$ 73,836,516
\$0.2879	\$0.03	\$ 71,357,949
\$0.2779	\$0.04	\$ 68,879,382
\$0.2679	\$0.05	\$ 66,400,815
\$0.2579	\$0.06	\$ 63,922,247
\$0.2479	\$0.07	\$ 61,443,680

Summary and Next Steps

Currently Implemented & Continued

- 2020-21 Fiscal Year 12% reductions implemented to non payroll budgets for campuses and departments.
- Budget restrictions lifted for travel, food, etc.
- Program and payroll reductions considered
- Pay raises approved and reflected
- Aging Building Needs - Priority 1 needs transferred out of the General Fund
- FY22 Hold Harmless considered
- I&S Capacity Review with May preliminary values: Will impact the I&S Tax Rate

Currently Under Review

- Transportation Fleet Purchases
- Continue to monitor changes to taxable values

More analysis is to come, focus is meet the financial needs with low impact to programs.

Next Steps

March 2022

~~Budget system made available for campuses and departments 2022-23 budget entry~~
~~Benefits and payroll estimates are calculated and reviewed~~
~~Revenue estimates are calculated and reviewed~~
~~Budget workshop TBD~~

DCAD Releases Initial Projections

April 2022

~~Deadline for submission of all district budgets~~
~~Receive Dallas Central Appraisal District (DCAD) letter~~
~~Executive Team identifies funding requests to support ongoing programs and the strategic objectives~~
~~Executive Team reviews possible 2022-23 raise scenarios~~
~~Budget compiles feedback, budget submission and submits to CFO and Executive Team for review~~
~~Review Board feedback and incorporate fiscal impact to budget~~

CCMR Funding for FY 2021-22

Next Steps

May 2022

~~Revenue estimates revised based on preliminary values from DCAD~~
~~Benefits, payroll, and revenue estimates are updated~~
~~Align revenues and expenditures~~
All funds are finalized for the 2022-23 budget adoption
Present preliminary final budget to Board

June 2022

General Fund, Food Service and Debt Service budgets are finalized for Fiscal Year 2021-22
Board considers adopting proposed 2022-23 budgets
2022-23 budget upload to the General Ledger
**Dates are subject to change*

July 2022

General Fund, Food Service and Debt Service budgets for Fiscal Year 2022-23 available in Oracle

August 2022

Receive DCAD certified values and adjust expected local and state revenues
Board considers 2022-23 tax rates for adoption

Comments & Follow-up

