



Agenda of Workshop Meeting

The Board of Trustees Belton Independent School District

A Workshop Meeting of the Board of Trustees of Belton Independent School District will be held August 19, 2024, beginning at 5:00 PM in the Dragon Room, 400 N. Wall Street, Belton, TX 76513. One or more trustees may participate via video conference.

The subjects to be discussed or considered or upon which any formal action may be taken are listed below. Items do not have to be taken in the same order as shown on the meeting notice.

- 1. Call to Order**
- 2. Public Comments**
- 3. Board Workshop:**
 - A. Budget Overview
- 4. Adjourn**

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Budget Overview

BELTON ISD BOARD OF TRUSTEES
BOARD WORKSHOP MEETING
AUGUST 19, 2024



Purpose

Discuss the 2023-2024 final amended budget and 2024-2025 proposed budget.



2023-2024 Year in Review

- Increased homestead exemption from \$40K to \$100K
- Over 65 taxpayers retroactively received benefit of tax compression back to 2020
- Overstated tax collections at budget adoption
- Affected property value submissions to the Comptroller
- Belton ISD protested the property values submitted to the Comptroller
- Interpretation of hold harmless calculations (TEA & Moak Casey)
- Incorporation of the hold harmless formula into state aid template
- Budgeted enrollment - 13,994 vs. actual enrollment 13,808



May 13, 2024 Budget Amendment

Budgeted vs. Actual ADA - 12,874 vs. 12,658	(\$1,074,061)
Over Budgeted Collections & Under Estimated State Values (Preliminary)	(\$2,433,390)
SHARS Reduction (Medicaid services)	(\$1,158,563)
May 13, 2024 Budget Amendment	(\$4,666,014)

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2023-2024 Budget

	2023-24 Original Budget	6.17.2024 2023-24 Revised Budget	8.19.2024 2023-24 Projected Actual	8.19.2024 2023-24 Final Amended Budget	Budget Changes June to August
5700	\$48,347,413	\$ 45,949,023	\$ 46,045,519	\$ 46,045,519	\$ 96,496
5800	93,505,385	92,431,324	96,850,885	96,850,885	4,419,561
5900	2,475,000	1,316,437	1,290,485	1,342,389	(25,952)
Revenue	<u>144,327,798</u>	<u>139,696,784</u>	<u>144,186,889</u>	<u>144,238,793</u>	<u>4,490,105</u>
Transfer Stadium Revenue	-	779,385	817,949	817,949	-
6100	129,233,015	127,838,186	128,543,628	129,266,865	-
6200	10,727,225	11,310,291	10,865,458	11,066,108	-
6300	8,842,654	9,353,960	8,021,669	8,196,182	-
6400	4,207,700	4,127,160	3,404,045	3,634,571	-
6500	-	300,000	955,000	955,000	-
6600	332,595	1,603,477	1,432,093	1,603,477	-
8900	-	-	19,564	19,564	-
Vacancy Factor	(4,000,000)	(4,000,000)	(4,000,000)	(4,000,000)	-
Expenditures	<u>149,343,189</u>	<u>150,533,074</u>	<u>149,241,457</u>	<u>150,741,767</u>	<u>-</u>
Surplus/(Deficit)	<u>\$ (5,015,391)</u>	<u>\$ (10,056,905)</u>	<u>\$ (4,236,619)</u>	<u>\$ (5,685,025)</u>	<u>\$ 4,490,105</u>
Fund Balance	\$35,109,453	\$ 30,067,939	\$ 35,888,225	\$ 34,439,819	
% Fund Balance	24%	20%	24%	23%	
Months Operating		2.40	2.89	2.74	

Changes from June to August

Tax Collections	\$ 96,496
Hold Harmless	1,118,043
State Value Protest	1,762,247
2023 Settle Up	348,884
Safety Allotment	268,266
Student Data Changes	149,559
TRS On-Behalf	772,562
Unrealized SHARS Reimb	(25,952)
	<u>\$ 4,490,105</u>



Assumptions

BELTON INDEPENDENT SCHOOL DISTRICT 2024-2025 BUDGET ASSUMPTIONS

DATA ELEMENT	ASSUMPTION/PARAMETER	Initial	Final
Student Enrollment:	Demographer's growth projection	13,984	13,984
	Student enrollment projection for staffing/funding	13,900	13,900
Average Daily Attendance Rate:	Based on student attendance for SY 2023 & 2024*	92.00%	92.00%
Property Values:	Projected growth over prior year local net taxable values**	8%	12%
Staff Pay Increase:	Pay increases to all staff (average) <i>(Increase is a conservative starting point - subject to change)</i>	TBD	1%
Other compensation increases:	New positions due to growth (based on staffing guidelines)	TBD	\$ 1,890,000
	Market adjustments (as needed)	\$ -	\$ -
Campus Allocations:	Per student allocation guidelines	\$ 1,900,000	\$ 1,769,258
Capital Projects	Set aside for facilities improvements	\$ 500,000	\$ 500,000
New Programs	Start up costs for new programs (as needed)	\$ -	\$ -
Campus Improvement	Set aside for campus instructional improvement	\$ -	\$ -
Employee Benefits:	Contribution towards insurance premiums	\$410 per	\$410 per
Tax Rate:	M&O rate (Current tax rate with additional compression anticipated)	\$ 0.75520	\$ 0.75520
	I&S rate	\$ 0.39420	\$ 0.39420
		<u>\$ 1.14940</u>	<u>\$ 1.14940</u>

* This is not a refined average daily attendance rate

** Assumes \$100K Homestead Exemptions



Impact to General Fund

1.2%	Student enrollment increase
12%	Taxable property values increase = tax collections↑ state funding↓
\$4.9M	Expenditure reductions
50%	Medicaid services revenue decrease
\$3.3M	Absorption of positions paid from COVID stimulus funding (ESSER)
\$780K	Insurance and utilities increase
1%	Salary increase for all staff



2024-2025 Budget

	6.17.2024	6.17.2024	8.19.2024	Budget Changes	Changes from June to August
	2024-25 Projected Budget No Reductions No Raise	2024-25 Projected Budget w/ Reductions No Raise	2024-25 Proposed Budget w/ Reductions 1% Raise	June to August	
5700	\$ 49,364,122	\$ 49,364,122	\$ 49,638,740	\$ 274,618	Tax Collections \$ 274,618
5800	89,174,366	89,174,366	91,789,048	2,614,682	State Funding 1,634,898
5900	1,275,000	1,275,000	1,275,000	-	TRS On Behalf 979,784
Revenue	\$ 139,813,488	\$ 139,813,488	\$ 142,702,788	\$ 2,889,300	\$ 2,889,300
6100	132,533,015	132,533,015	134,682,656	2,149,641	Pay Increase 1,169,857
6200	11,387,225	11,387,225	11,387,225	-	TRS On Behalf 979,784
6300	8,842,654	8,842,654	8,842,654	-	
6400	4,207,700	4,207,700	4,207,700	-	
6500	-	-	354,683	354,683	Principal & Interest 354,683
6600	332,595	332,595	332,595	-	
	-	-	-	-	
Budget Reductions	-	(3,714,822)	(4,947,822)	(1,233,000)	Add'l Reductions (1,233,000)
Vacancy Factor	(4,000,000)	(4,000,000)	(4,000,000)	-	
Expenditures	\$ 153,303,189	\$ 149,588,367	\$ 150,859,691	1,271,324	1,271,324
Surplus/(Deficit)	\$ (13,489,701)	\$ (9,774,879)	\$ (8,156,903)		
Fund Balance	\$ 16,578,238	\$ 20,293,060	\$ 27,731,322		
% Fund Balance	11%	14%	18%		
Months Operating	1.30	1.63	2.21		

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24-25 FTE Reductions

REDUCTIONS			
CATEGORY	NUMBER OF FTES	COST	PERCENTAGE OF REDUCTIONS
ADMIN DISTRICT	3	-\$258,000	5.77%
EDUCATIONAL AIDE	28	-\$840,000	13.79%
NON_TEACHER PROFESSIONAL CAMPUS	1	-\$65,000	0.83%
SUPPORT CAMPUS	22	-\$550,000	13.50%
CUSTODIAN	10	-\$300,000	7.35%
TEACHER	38.36	-\$2,361,600	3.95%
TOTAL REDUCTIONS		-\$4,374,600	

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24-25 FTE Additions

ADDITIONS		
CATEGORY	NUMBER OF FTES	COST
SP ED TEACHERS	16	\$960,000
DYSLEXIA TEACHERS	2	\$120,000
HUBBARD BRANCH GEN AIDE	1	\$30,000
HUBBARD BRANCH ART TEACHER	1	\$60,000
ELEMENTARY TEACHER FTES	10	\$600,000
HUBBARD BRANCH REGISTRAR	1	\$30,000
DELTA PRINCIPAL	1	\$90,000
Total Additions		\$1,890,000

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Accelerated Instruction

\$634,175 in compensatory education funds is budgeted for accelerated instruction:

Resources	Services	Budgeted
Personnel	Intervention (math, reading, science, bilingual)	\$343,705
Instructional Materials	Lessons and supplies	\$5,095
Contracted Services	Professional learning	\$18,195
Software Subscriptions	Targeted student data & instructional resources	\$267,180

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Tax Rate

	<u>Adopted</u> <u>2023-24</u>	<u>Proposed</u> <u>2024-25</u>	<u>Decrease</u>
M&O	\$ 0.7575	\$ 0.7552	\$ 0.0023
I&S	<u>\$0.3942</u>	<u>\$0.3942</u>	<u>\$ -</u>
Tax Rate	<u><u>\$ 1.1517</u></u>	<u><u>\$ 1.1494</u></u>	<u><u>\$0.0023</u></u>

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No-New Revenue Rate

	<u>Proposed 2024-25</u>
Maximum Compressed Rate (MCR)	\$ 0.6169
Enrichment Pennies	\$ 0.1383
M&O Tax Rate	\$ 0.7552
I&S	\$ 0.3942
Voter Approval Tax Rate	\$ 1.1494
No-New-Revenue Tax Rate	\$ 1.1166
<i>(Appraisal District assists with calculation)</i>	

No-New-Revenue Rate is an effective rate that generates the same amount of local tax revenue if applied to the same properties in both the current and prior year. It does not consider State revenue

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The Voter-Approved Tax Rate exceeds the No-New-Revenue Tax Rate. Statutory language is required in the motion to adopt the tax rate below:

“I move that the property tax rate be increased by the adoption of a tax rate of \$1.1494, which is effectively a 2.9% increase in the tax rate.”



School Nutrition

		7.15.2024	8.19.2024	8.19.2024	8.19.2024
	2023-24	2023-24	2023-24	2023-24	2024-25
	Original Budget	Revised Budget	Projected Actual	Final Amended Budget	Proposed Budget
5700	\$ 2,220,000	\$ 2,652,292	\$ 2,659,367	\$ 2,652,292	\$ 2,450,000
5800	195,000	193,897	130,310	130,310	135,000
5900	5,700,000	5,585,480	5,887,314	5,887,314	5,540,000
Revenue	<u>8,115,000</u>	<u>8,431,669</u>	<u>8,676,991</u>	<u>8,669,916</u>	<u>\$ 8,125,000</u>
6100	4,178,601	4,116,105	3,775,795	4,116,105	4,672,477
6200	389,000	398,000	359,673	398,000	337,000
6300	3,694,000	4,092,500	4,242,789	4,092,500	4,265,500
6400	34,500	31,000	234,428	31,000	32,000
6500	-	-	-	-	-
6600	815,000	561,000	329,190	561,000	800,000
Expenditures	<u>9,111,101</u>	<u>9,198,605</u>	<u>8,941,875</u>	<u>9,198,605</u>	<u>\$ 10,106,977</u>
7900 Sources	-	19,564	19,564	19,564	
8900 Uses	-	-	-	-	
Surplus/(Deficit)	<u>\$ (996,101)</u>	<u>\$ (747,372)</u>	<u>\$ (245,320)</u>	<u>\$ (509,125)</u>	<u>\$ (1,981,977)</u>
Fund Balance	\$ 3,608,394	\$ 3,857,123	\$ 4,359,175	\$ 4,095,370	\$ 2,377,198
Months Operating		5.03	5.85	5.34	2.82

The National School Lunch Program requirement for fund balance is no more than 3 month's operating.

Debt Service

		7.15.2024	8.19.2024	8.19.2024	8.19.2024
	2023-24	2023-24	2023-24	2023-24	2024-25
	Original Budget	Revised Budget	Projected Actual	Final Amended Budget	Proposed Budget
5700	\$ 24,677,318	\$ 22,902,288	\$ 23,097,364	\$ 23,097,364	\$ 24,939,661
5800	457,907	4,285,855	4,034,362	4,034,362	3,769,627
5900	-	-	-	-	-
Revenue	<u>25,135,225</u>	<u>27,188,143</u>	<u>27,131,726</u>	<u>27,131,726</u>	<u>\$ 28,709,288</u>
6500	24,750,088	24,750,088	24,726,265	24,750,088	25,233,238
6600	-	-	-	-	-
Expenditures	<u>24,750,088</u>	<u>24,750,088</u>	<u>24,726,265</u>	<u>24,750,088</u>	<u>\$ 25,233,238</u>
7900 Sources	-	-	-	-	-
8900 Uses	-	(779,385)	(779,385)	(779,385)	-
Surplus/(Deficit)	<u>\$ 385,137</u>	<u>\$ 1,658,670</u>	<u>\$ 1,626,076</u>	<u>\$ 1,602,253</u>	<u>\$ 3,476,050</u>
Fund Balance	\$ 11,409,483	\$ 12,683,016	\$ 12,650,422	\$ 12,626,599	\$ 16,126,472

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Discussion of Budget Advisory Committee



Next Steps

- Review & possible adoption of Budget Advisory Committee Charter
- Begin the Budget Advisory Committee process
- Develop legislative priorities

Discussion

