



Agenda of Public Hearing - 2019-2020 Proposed Budgets **The Board of Trustees of Leakey I.S.D.** **June 17, 2019**

A Agenda of Public Hearing - 2019-2020 Proposed Budgets of the Board of Trustees of the Leakey Independent School District will be held on Monday, June 17, 2019 at 5:15 PM. The meeting will be held in the Leakey I.S.D. Cafetorium. The subjects to be discussed or considered, or upon which any formal action may be taken are as follows: (Items do not have to be taken in the same order as shown on this meeting notice.) Announcements by the chair will indicate whether a quorum is present, that the meeting has been duly called and that a notice of the meeting was posted according to law.

1. Public Hearing to discuss the school district's proposed 2019-2020 budgets that will be recommended for adoption. All citizens and taxpayers in the community are invited to attend and participate in the hearing/meeting.

A. NOTICE IS HEREBY GIVEN that Leakey Independent School District will hold a public hearing on Monday, June 17th, 2019 at 5:15pm in the LISD Cafetorium in Leakey, Texas for the purpose of discussing the 2019-2020 proposed school budgets.

2. Call to Order

3. Pledge of Allegiance

4. Welcome Visitors/Open Forum

5. Overview of Proposed 2019-2020 LISD budgets for general , cafe, and debt service funds.

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6. Public Comments on the Report

7. Adjournment

If during the course of the meeting, discussion of any item on the agenda should be held in a closed meeting, the Board will conduct a closed meeting in accordance with the Texas Open Meetings Act, Texas Government Code, Chapter 551, subchapters D and E. Before any closed meeting is convened, the presiding officer will publicly identify the section or sections of the Act authorizing the closed meeting. All final votes, action, or decisions will be taken in open meeting.

This notice was posted in compliance with the Texas Open Meetings Act on the bulletin board at Leakey I.S.D. at 4:00 PM on Thursday, June 13, 2019.

Christopher Yeschke, Superintendent



Leakey ISD
FY2020 Proposed Budget
General Fund 199
All Functions

| | Proposed Budget 2019-2020 | Net Change Prop-V-Amend Incr (Dec) | Percent Change Prop-V-Amend Incr (Dec) | Amended Budget 2018-2019 |
|--|--|---|---|---|
| REVENUES: | | | | |
| REVENUES FROM LOCAL AND INTERMEDIATE SOURCES | \$ 4,164,550 | \$ 328,232 | | \$ 3,836,318 |
| STATE PROGRAM REVENUES | \$ 270,000 | \$ (313,473) | | \$ 583,473 |
| FEDERAL PROGRAM REVENUES | \$ 50,000 | \$ - | | \$ 50,000 |
| TOTAL REVENUE | \$ 4,484,550 | \$ 14,759 | 0.3% | \$ 4,469,791 |
| APPROPRIATIONS: | | | | |
| INSTRUCTION (11): | \$ 1,976,395 | \$ 9,566 | | \$ 1,966,829 |
| INSTRUCTIONAL RESOURCES & MEDIA (12): | \$ 45,251 | \$ (3,874) | | \$ 49,125 |
| CURRICULUM & STAFF DEVELOPMENT (13): | \$ 12,000 | \$ (2,453) | | \$ 14,453 |
| SCHOOL LEADERSHIP (23): | \$ 184,065 | \$ 14,643 | | \$ 169,422 |
| GUIDANCE, COUNSELING & EVALUATION (31): | \$ 82,800 | \$ 3,348 | | \$ 79,452 |
| HEALTH SERVICES (33): | \$ 5,200 | \$ (50) | | \$ 5,250 |
| STUDENT TRANSPORTATION (34): | \$ 175,381 | \$ 15,713 | | \$ 159,668 |
| EXTRACURRICULAR ACTIVITIES (36): | \$ 206,659 | \$ (43,788) | | \$ 250,447 |
| GENERAL ADMINISTRATION (41): | \$ 527,071 | \$ 35,990 | | \$ 491,081 |
| FACILITIES MAINTENANCE & OPERATION (51): | \$ 432,967 | \$ 28,377 | | \$ 404,590 |
| SECURITY AND MONITORING SERVICES (52): | \$ 46,088 | \$ 33,788 | | \$ 12,300 |
| DATA PROCESSING SERVICES (53): | \$ 69,828 | \$ (26,400) | | \$ 96,228 |
| DEBT SERVICE (71): | \$ - | \$ - | | \$ - |
| CAPITAL IMPROVEMENTS (81): | | \$ (195,000) | | \$ 195,000 |
| CONTRACTED INSTR SVCS BEWTEEN SCHOOLS (91): | \$ 620,000 | \$ 173,288 | | \$ 446,712 |
| PMTS TO FISCAL AGENTS OF SSA'S (93): | \$ 60,000 | \$ 5,000 | | \$ 55,000 |
| UNDISTRIBUTED (99): | \$ - | \$ (1,600) | | \$ 1,600 |
| DISTRICT WIDE TRANSFERS (00): | \$ 38,524 | \$ 15,890 | | \$ 22,634 |
| GRAND TOTAL APPROPRIATIONS | \$ 4,482,229 | \$ 62,438 | 1.4% | \$ 4,419,791 |
| CONTRIBUTION TO FUND BALANCE | \$ 2,321 | | | |

289 Students; 94.5% Attendance



Leakey ISD
FY2020 Proposed Budget
Food Service Fund 240
Function 35

| | Proposed Budget 2019-2020 | Net Change Increase (Decrease) | Percent Change Increase (Decrease) | Adopted Budget 2018-2019 |
|--|--|---|---|---|
| REVENUES: | | | | |
| REVENUES FROM LOCAL AND INTERMEDIATE SOURCES | \$ 28,000.00 | \$ (1,000.00) | | \$ 29,000.00 |
| STATE & FEDERAL PROGRAM REVENUES | \$ 86,500.00 | \$ (13,000.00) | | \$ 99,500.00 |
| TRANSFERS IN - CAFÉ SUBSIDY | \$ 38,524.00 | \$ 15,890.00 | | \$ 22,634.00 |
| TOTAL REVENUE | \$ 153,024.00 | \$ 1,890.00 | 1% | \$ 151,134.00 |
| APPROPRIATIONS: | | | | |
| PAYROLL - OBJECT 6100 | \$ 88,824.00 | \$ 11,990.00 | | \$ 76,834.00 |
| CONTRACTED SERVICES - OBJECT 6200 | \$ 3,950.00 | \$ 700.00 | | \$ 3,250.00 |
| SUPPLIES & MATERIALS - OBJECT 6300 | \$ 57,750.00 | \$ (10,500.00) | | \$ 68,250.00 |
| OTHER OPERATING COSTS - OBJECT 6400 | \$ 2,500.00 | \$ (300.00) | | \$ 2,800.00 |
| GRAND TOTAL APPROPRIATIONS | \$ 153,024.00 | \$ 1,890.00 | 1% | \$ 151,134.00 |

Annual subsidy from general fund balances café fund.



Leahey ISD
FY2020 Proposed Budget
Debt Service Fund 599

| | Proposed Budget 2019-2020 | Net Change Increase (Decrease) | Percent Change Increase (Decrease) | Adopted Budget 2018-2019 |
|-------------------------------------|--|---|---|---|
| TOTAL REVENUE | \$ 649,000 | \$ 145,340 | <1% | \$ 503,660 |
| TOTAL APPROPRIATION | \$ 472,000 | \$ 312 | 0% | \$ 471,688 |
| CONTRIBUTION TO FUND BALANCE | \$ 177,000 | | | |

Rate \$.160 per \$100



LEAKEY INDEPENDENT SCHOOL DISTRICT

2019-2020 BUDGET WORKSHOP

Prepared by
Katherine Antes,
Business Manager

Leakey ISD Board of Trustees

Jerry W. Bates, Jr. President

Alberto Gonzalez, Vice-President

Tammie Dugat, Secretary

Jayme G. Wooten

David Satterwhite

Brett Rimkus

Joel Pigg

Christopher Yeschke, Superintendent of Schools

PROPOSED 2019-2020 BUDGET SNAPSHOT

| | | |
|----------------|--------------|------|
| ▶ Revenues | \$ 4,484,550 | ↑ |
| ▶ Expenditures | \$ 4,482,229 | ↑ 1% |

▶ Increase in Fund Balance \$ 2,321

Fund Balance Details

FYE 06/30/2017 FUND BAL \$ 2,379,943

FY 2018 ACTIVITY

Track , Library, Capital Outlay -1,175,930

FYE 06/30/2018 FUND BAL \$ 1,204,013*

** Necessary to meet TEA's minimum fund balance requirement and to maintain adequate cash-flow reserves*

2020 REVENUE FACTORS

Enrollment dropped from 313 in 2017-2018 to +/-289 in 2018-2019; expecting this number to hold for 2019-2020

LOCAL FUNDING

TAX REVENUE

- Preliminary estimates from Real & Uvalde County CAD offices total \$427,290,515 in net taxable property value. This equates to approximately \$3,937,482 in estimated M&O collections at \$.97/per 100 and 95% collection rate.
- Note - the Real County ARB totals were actually higher by 17 million; however, the Chief appraiser estimated the value would drop due to appeals. Also, historically, the collection rate has been closer to 97%, but has been reduced for estimating as a conservative measure.
- Prior year tax collections for FY20 is estimated to be approximately \$150,000, compared to \$255,914 in FY19. Pressure has been placed on delinquent tax attorneys to step up collection efforts. Consideration is being given to changing tax law firms.

STATE FUNDING

- With the much anticipated passage of House Bill 3, the District will see some relief – mostly on the expense side as it relates to the amount of recapture that will be paid, not in the form of revenue. Although the new funding templates have not been officially released, Omar and the Equity Center have both provided HB3 simulations for budgeting purposes. As additional guidance is received, budget amendments may occur.
- Funding estimates have been made using an ADA of 257.234, compared to 284.069 last year. Enrollment of 286, as opposed to 303 last year. Estimated Tax Collections (CY) of \$3,900,000 (at .97/100). I am plugging in our District's CAD value of \$427,290,515 as the TCPA T2 value. The revised 2018 T2 value is currently \$414,680,344 (post-appeal); however, those 2018 figures are now considered irrelevant now that the law states that current year values will be used in funding formulas.

Foundation Estimate \$100,000

Available School Fund *now included in the foundation formula

This is a significant decrease in state funding; the benefit of which is seen on the expense side (recapture) as stated previously.

- TRS on-Behalf is a book entry that mirrors the on-behalf expense calculated by the payroll system (6.8%). Correlates to payroll changes. Medicare Part-D is also a book entry that mirrors expenses incurred for TRS-Care participants.

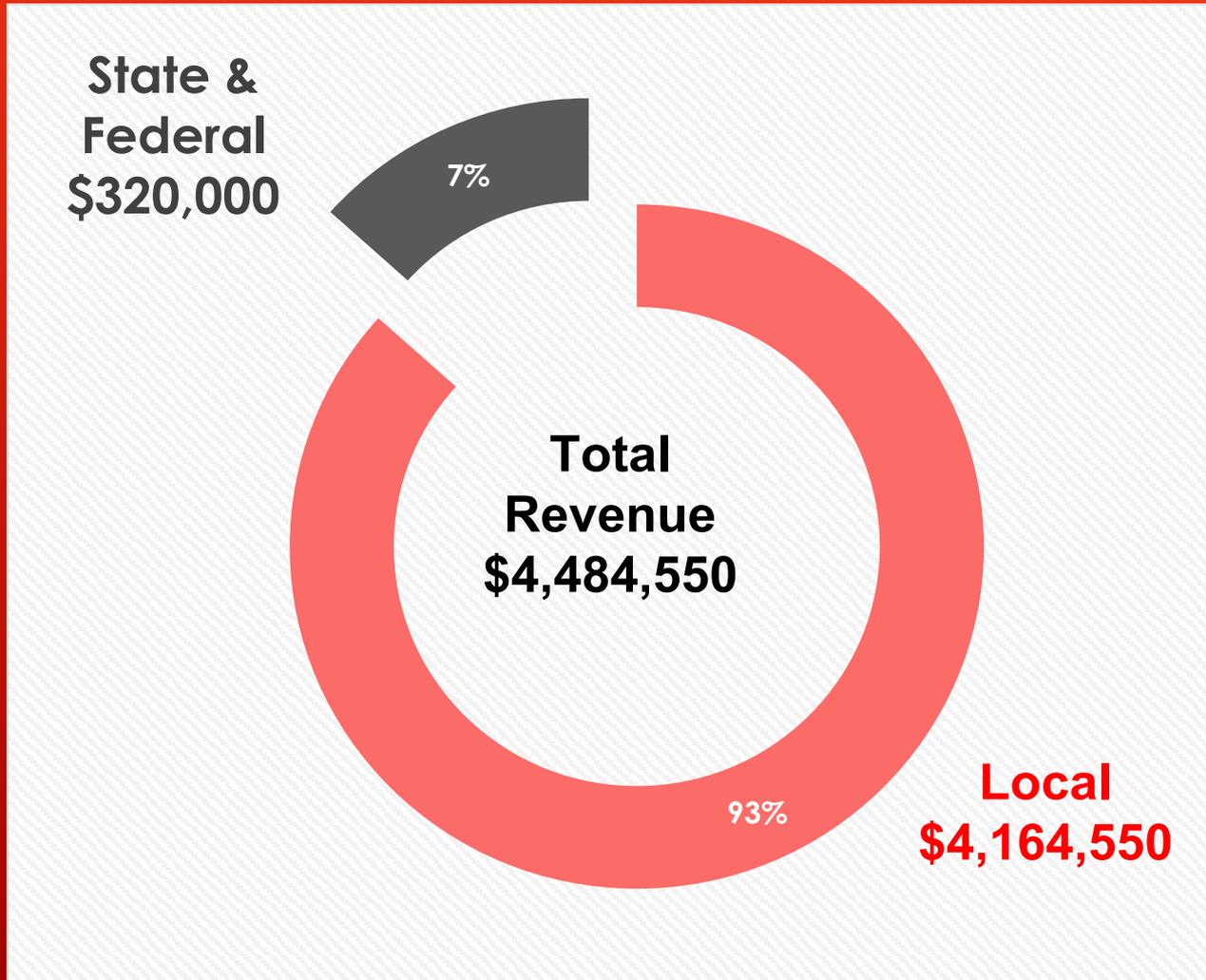
CHANGES IN REVENUE

| | 2020 Proposed | 2019 Budget | INCREASE (DECREASE) |
|-----------------|---------------------|--------------------|------------------------|
| PROPERTY TAXES | \$ 4,087,000 | \$3,748,368 | \$ 338,632 |
| OTHER LOCAL | \$ 77,550 | \$ 87,950 | \$ (10,400) |
| SHARS REVENUE | \$ 50,000 | \$ 50,000 | \$ -0- |
| STATE REVENUE | \$ 100,000 | \$ 420,724 | \$ (320,724) |
| TRS ON-BEHALF | \$ 165,000 | \$ 157,749 | \$ 7,251 |
| MEDICARE PART D | \$ 5,000 | \$ 5,000 | \$ -0- |
| | \$ 4,484,550 | \$4,469,791 | \$ 14,759 |

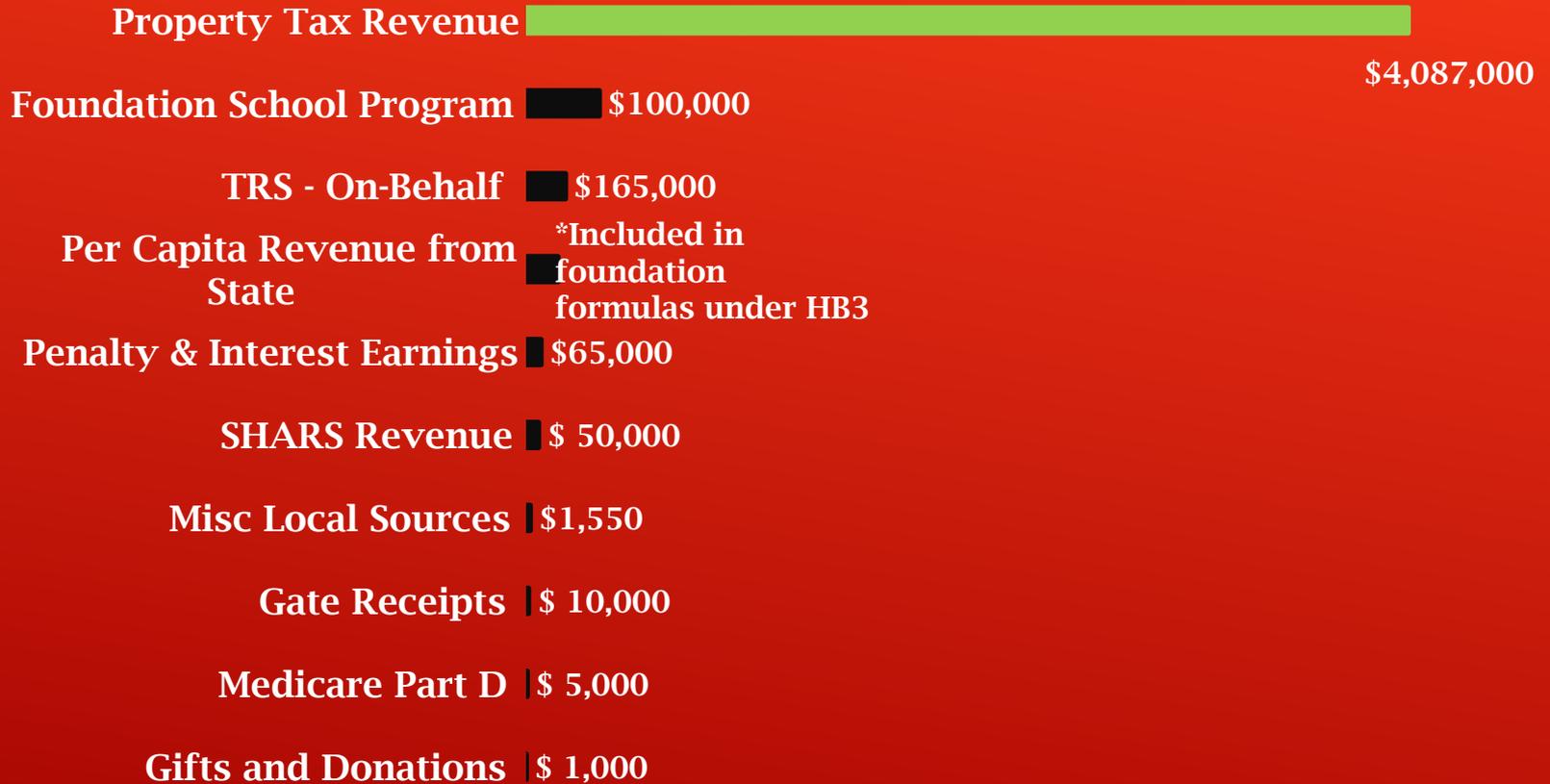
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REVENUE COMPOSITION



SOURCES OF REVENUE



EXPENDITURE CHANGES

INSTRUCTIONAL AREAS (Functions 11, 12, 13, 23, 31, 33, 36)

- The net change to instructional areas is a decrease of \$22,608. The elimination of 1.5 teaching positions, and the switch to grant funding of 2 aide positions, provided an offset for significant increases in compensation and other instructional areas in the general fund.
- Teacher raises, both natural salary step increases **plus** the new state minimum salary schedule increases, changes in payroll due to staff turnover, and increased payroll tax and TRS contributions related thereto; net increase of +\$60,000.
- All Aides received a 4% raise; the first since 2016 +8,500.
- Increase in substitute budget +15,000.
- Increase in budgeted high need stipends +13,000.
- Added Region 15 to Commitments for career portal and instructional/admin coop (in addition to Reg 20 fees for RTI, GT, Educational Resources, TEKS, Student, and Counseling cooperatives); net increase of +2,000

INSTRUCTIONAL AREAS Functions 11, 12, 13, 23, 31, 33, 36 Continued

- Minimized the net change to instructional supplies budgets in instruction by shifting eligible line items from technology (FN 53) to instruction (FN 11) +32,000.
- Beefed up the career & technology budgets, including travel.
- Added money for guest speaker for the library +\$1200.
- Doubled the staff development budget to provide more opportunities to grow and develop staff +6,000.
- Increased Principal compensation and professional development +14,000.
- Increased Counselor compensation and Reg 20 counselor coop +4,000
- Extracurricular budget includes comprehensive student insurance +5,000, Continue developing track & field program +4,500, Weight room wraps & field house improvements +5,200.

MAINTENANCE/OTHER OPERATIONS (Functions 00, 34, 51, 52, 53, 91, 93)

- Net change to these functional areas is +212,000
- Transfers: Slight increase to estimated café subsidy amount in FY20 +16,000
- Transportation: new director is fulltime +12,000
- Maintenance: pay raises and the addition of a part-time student worker +18,000.
- Security & Monitoring: Expansion of Guardian program including stipends, training, and supplies +12,000, Glass doors enhanced safety +20,000, New security cameras +5,000,
- Ch41/WADA: FY20 estimate 620k (Up from 400k)
- Cluster V CO-OP: Increase to member fee; net increase of +\$9,470.

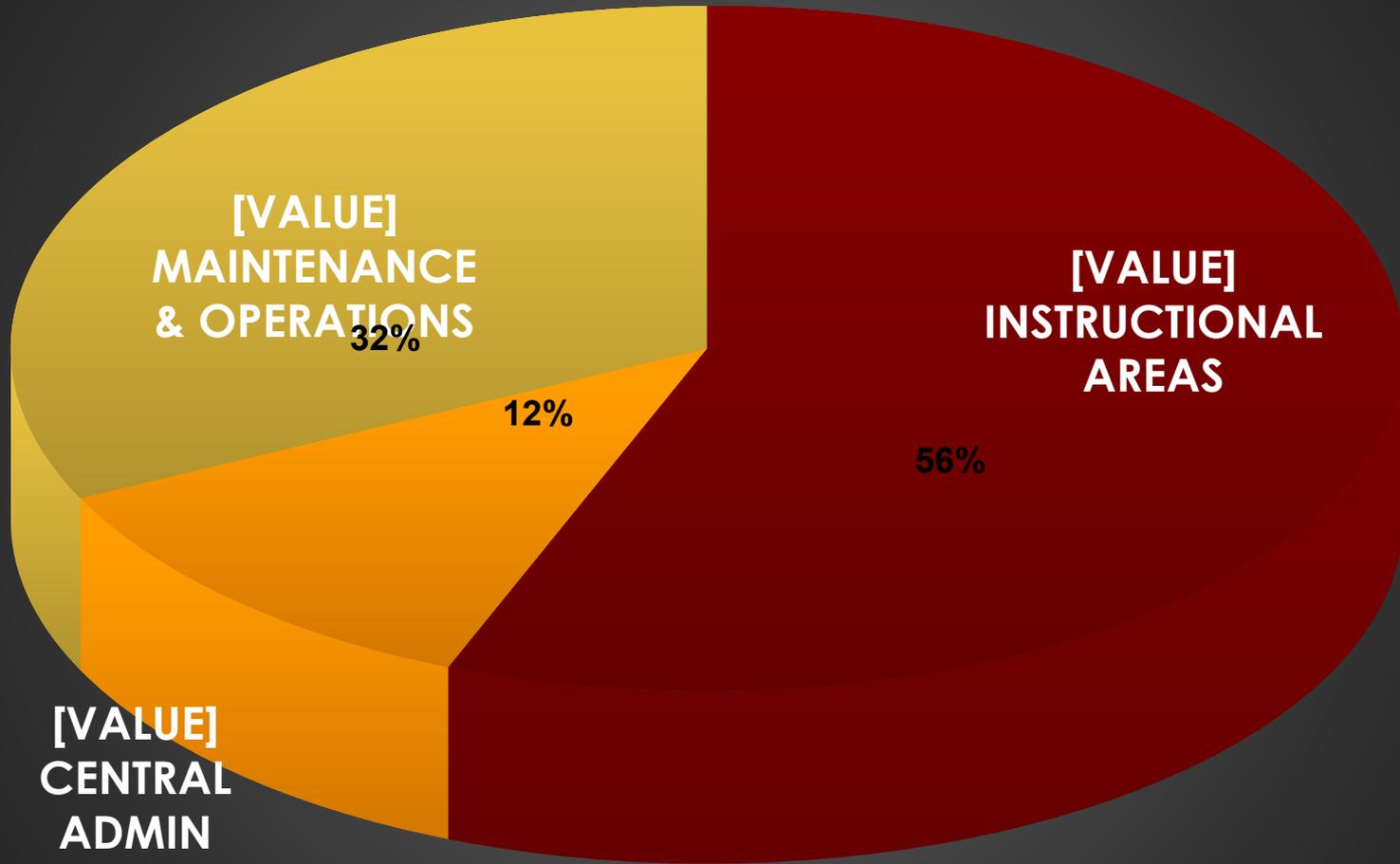
CENTRAL ADMINISTRATION (Function 41)

- Increased CAD appraisal & collections budgets; net increase of +\$20,000 Note – The RCAD fiscal year and the LISD fiscal years do not align; the RCAD budget year overlaps LISD fiscal years. As such, District budgeted amounts will not match RCAD fees, which are significantly more and spread over two fiscal years.
- Payroll adjustments made; the removal of the “superintendent secretary” position offset the increases in administrators’ compensation.
- More than doubled the legal services budget +9,000
- Added Region 15 Career portal and administrative coop +4,000
- Adjustments in 64XX for increases in superintendent mileage and meal reimbursements, admin dues/memberships; net increase of +\$9,500

CAPITAL IMPROVEMENTS (Function 81)

- No Capital Projects planned

FUNDING AREAS 2020



CHANGES IN FUNDING AREAS

| Function Areas | Proposed 2020 | 2019 Budget | Inc (Dec) |
|---|---------------------|---------------------|------------------|
| Instruction & Related (11, 12, 13, 23, 31, 33, 36) | \$ 2,512,370 | \$ 2,534,978 | \$ (22,608) |
| Maint & Other Operations (00, 34, 51, 52, 53, 91, 93, 99) | \$ 1,442,788 | \$ 1,198,732 | \$ 244,056 |
| Central Administration (41) | \$ 527,071 | \$ 491,081 | \$ 35,990 |
| Debt (71) | \$ -0- | \$ -0- | \$ -0- |
| Capital Improvements (81) | \$ -0- | \$ 195,000 | \$ (195,000) |
| | \$ 4,482,229 | \$ 4,419,791 | \$ 62,438 |

↑ 1%

*Functions = purpose (instruction, maint., debt)
Objects = type (payroll, contracted svcs, supplies)*

FUNDING BY OBJECT TYPE

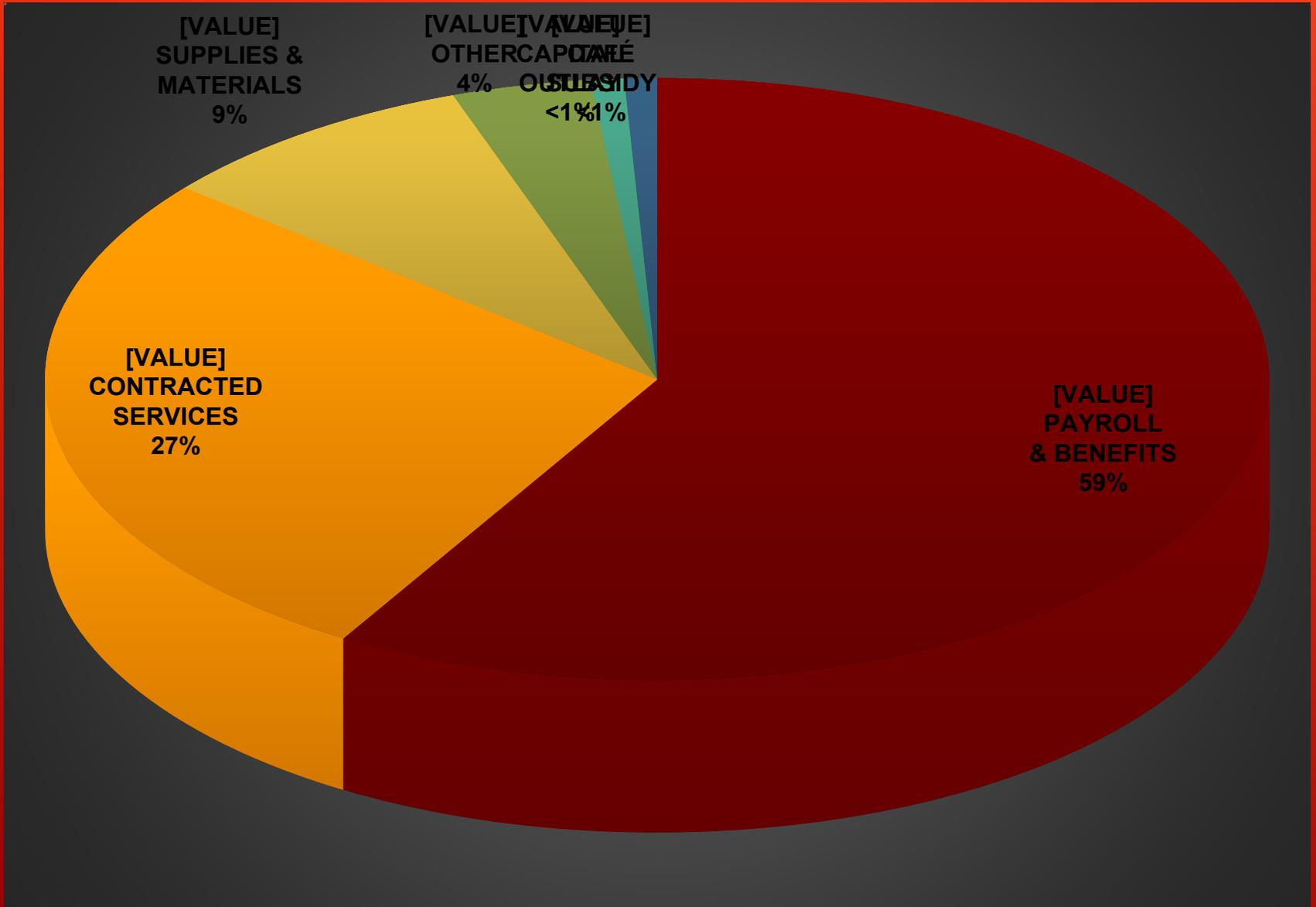
| OBJECT TYPE | Proposed 2020 | 2019 Budget | INC (DEC) |
|----------------------------|---------------------|--------------------|------------------|
| Salaries & Benefits 6100 | \$ 2,625,080 | \$ 2,596,619 | \$ 28,461 |
| Contracted Services 6200 | \$ 1,228,504 | \$ 1,031,873 | \$ 196,631 |
| Supplies & Materials 6300 | \$ 386,138 | \$ 422,098 | \$ (35,960) |
| Other Operating Costs 6400 | \$ 164,633 | \$ 126,692 | \$ 37,941 |
| Debt 6500 | \$ -0- | \$ -0- | \$ -0- |
| Capital Outlay 6600 | \$ 39,350 | \$ 219,875 | \$ (180,525) |
| Other Uses 8900 | \$ 38,524 | \$ 22,634 | \$ 15,890 |
| | \$ 4,482,229 | \$4,419,791 | \$ 62,438 |

Functions = purpose (instruction, maint., debt)

Objects = type (payroll, contracted svcs, supplies)

↑ 1%

FUNDING TYPES 2020



INCREASE PERCENTAGES BY OBJECT TYPE

| | 2019 Amended Budget | \$ | 4,419,791 | % INC(DEC) |
|-----------------------------|-----------------------------|-----------|------------------|------------|
| 6100 Payroll | | \$ | 28,461 | <1% |
| 6200 Contracted Services | | \$ | 196,631 | 4% |
| 6300 Supplies & Materials | | \$ | (35,960) | <1% |
| 6400 Other | | \$ | 37,941 | (<1%) |
| 6500 Debt | | \$ | -0- | 0% |
| 6600 Capital Improvements | | \$ | (180,525) | (4%) |
| 8900 Other Uses (transfers) | | \$ | 15,890 | (<1%) |
| | Net Increase | \$ | 62,438 | 1% |
| | Proposed 2020 Budget | \$ | 4,482,229 | |

CAFÉ FUND 240



CAFÉ FUND REVENUE

| | PROPOSED 2020 BUDGET | 2019 BUDGET | Inc (Dec) |
|-----------------------------|---------------------------------|------------------------|------------------|
| MEAL RECEIPTS | \$ 28,000 | \$ 29,000 | \$ (1,000) |
| SCHL BRKFST PRGRM | \$ 18,000 | \$ 21,000 | \$ (3,000) |
| NAT'L SCHOOL LUNCH PRGRM | \$ 55,000 | \$ 65,000 | \$ (10,000) |
| STATE MATCH | \$ 1,000 | \$ 1,000 | \$ -0- |
| TRS ON-BEHALF | \$ 5,000 | \$ 5,000 | \$ -0- |
| USDA COMMODITIES | \$ 7,500 | \$ 7,500 | \$ -0- |
| CAFÉ SUBSIDY | \$ 38,524 | \$ 22,634 | \$ 15,890 |
| TDA Grant | \$ -0- | \$ -0- | |
| TOTAL | \$ 153,024 | \$ 151,134 | \$ 1,890 |

COMMENTS

- ▶ Café revenue estimates were calculated using current year-to-date revenue reports for café.
- ▶ Federal subsidies decreased based on enrollment and number of free/reduced claims
- ▶ Café subsidy amount has been increased.
- ▶ Café TRS On-Behalf revenue is consistent with payroll.

CAFÉ FUND EXPENDITURES

| Function 35 | Proposed 2020 Budget | 2019 Budget | Inc (Dec) |
|----------------------------|---------------------------------|--------------------|------------------|
| Salaries & Benefits 6100 | \$ 88,824 | \$ 76,834 | \$ 11,990 |
| Contracted Services 6200 | \$ 3,950 | \$ 3,250 | \$ 700 |
| Supplies & Materials 6300 | \$ 57,750 | \$ 68,250 | \$ (10,500) |
| Other Operating Costs 6400 | \$ 2,500 | \$ 2,800 | \$ (300) |
| Total | \$ 153,024 | \$ 151,134 | \$ 1,890 |

The café budget is balanced.

SIGNIFICANT CHANGES TO EXPENDITURES

- ▶ Very few changes have been made to the Café Fund budget.
- ▶ Increased café manager compensation and made exempt.
- ▶ Reduced food cost (fewer kids = less food); also using more fresh food and less pre-packaged
- ▶ Maintaining level of professional development budget for the new café manager.

DEBT SERVICE FUND 599



DEBT SERVICE FUND

| REVENUES | Proposed 2020 Budget | 2019 Budget | Inc (Dec) |
|------------------------|-------------------------|-------------|------------|
| I & S Tax Collections* | \$ 649,000 | \$ 503,660 | \$ 145,340 |

**Based on preliminary values totaling \$427,290,515 at .16/100 at 95% collection rate*

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| APPROPRIATIONS | Proposed 2020 Budget | 2019 Budget | Inc (Dec) |
|-----------------------|-------------------------|-------------|-----------|
| Debt Service Payments | \$ 472,000 | \$ 471,688 | \$ 4,550 |

Estimated increase to I&S fund balance of \$177,000