

Special

Friday, August 22, 2003 4:30 PM

Granbury ISD Board Room, 600 West Pearl St., Granbury, TX 76048, W Pearl St,
Granbury, TX 76048

1. **Call to order**
2. **Budget Workshop**
3. **Adjourn**



GRANBURY ISD

Budget Workshop

August 22, 2003

Workshop Objectives

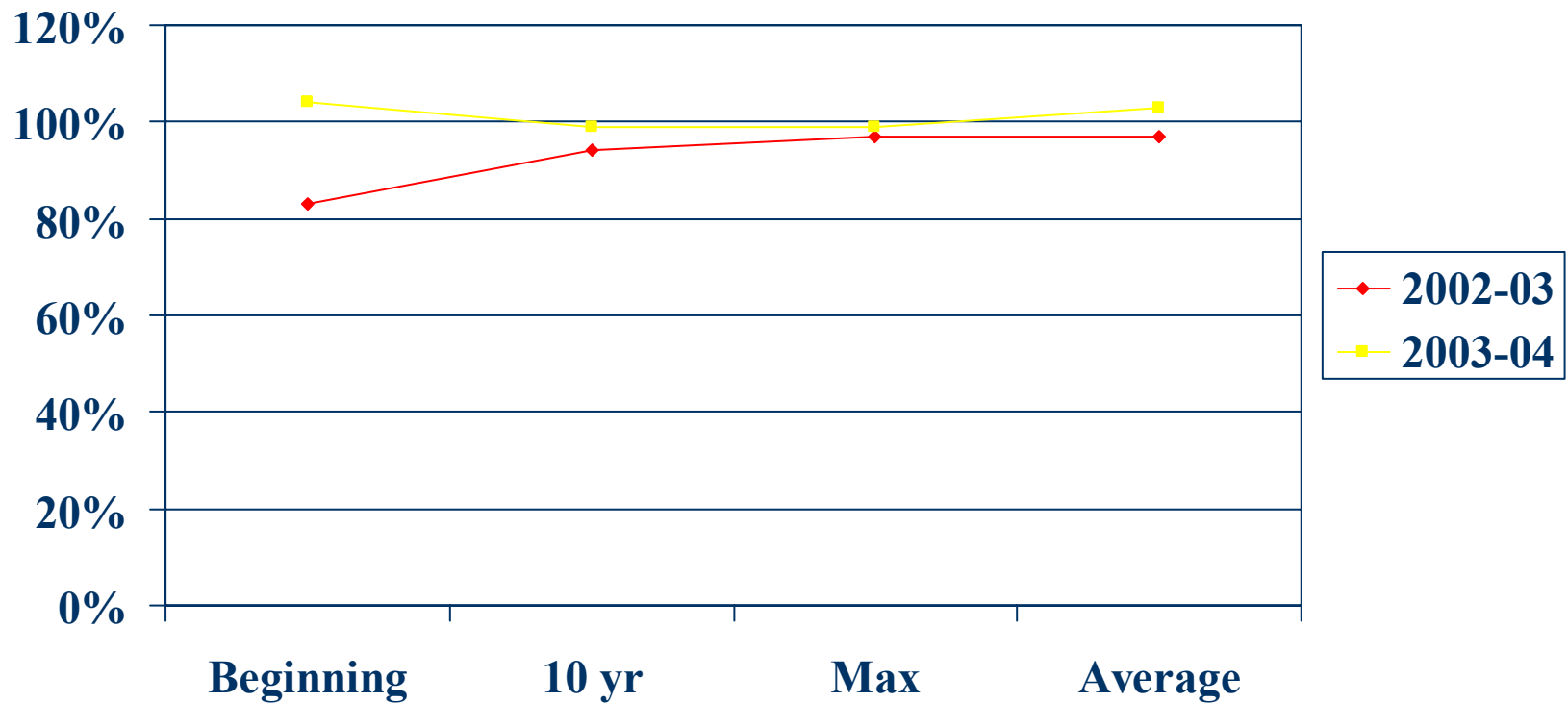
- ◆ Discuss what has been presented thus far and any new occurrences
 - Expenditures (General Operating & Debt Service)
 - Revenues (General Operating & Debt Service)
- ◆ Discuss current decisions impact on future years

General Operating - Expenditures

- ◆ Enhanced Teacher Salary Schedule
 - Beginning Teacher Salary from 83% of the market to 104% of the market
 - Average Salary from 97% of the market to 103% of the market
 - 10 year teacher salary from 94% of the market to 99% of the market
 - Top teacher salaries from 97% of the market to 99% of the market

Teacher Salary Schedule

GISD Compared to Market



General Operating - Expenditures

- ◆ Other salary schedules
 - Minimum, Midpoint & Maximum increased by 2%
 - Mid-point raises 3.3% for all employees

General Operating - Expenditures

- ◆ Enhanced District Health Insurance Contribution
 - State reduced the Supplement – from \$1,000 to \$500 for teachers and from \$1,000 to \$0 for administrators
 - Increased District Contribution to cover current employee only cost (\$295 - \$300)

General Operating - Expenditures

- ◆ Replacement Schedules funded
 - Roof Replacement/repair schedule fully funded
 - Majority of Maintenance Department schedules funded
 - HVAC not completely funded

General Operating - Expenditures

- ◆ Capital Projects Funded
 - Complete funding of Replacement Schedules
 - HVAC, Security Systems
 - Pool Cover Project with City
 - Fire Alarm Systems
 - Structural Engineer Project



General Operating - Revenue

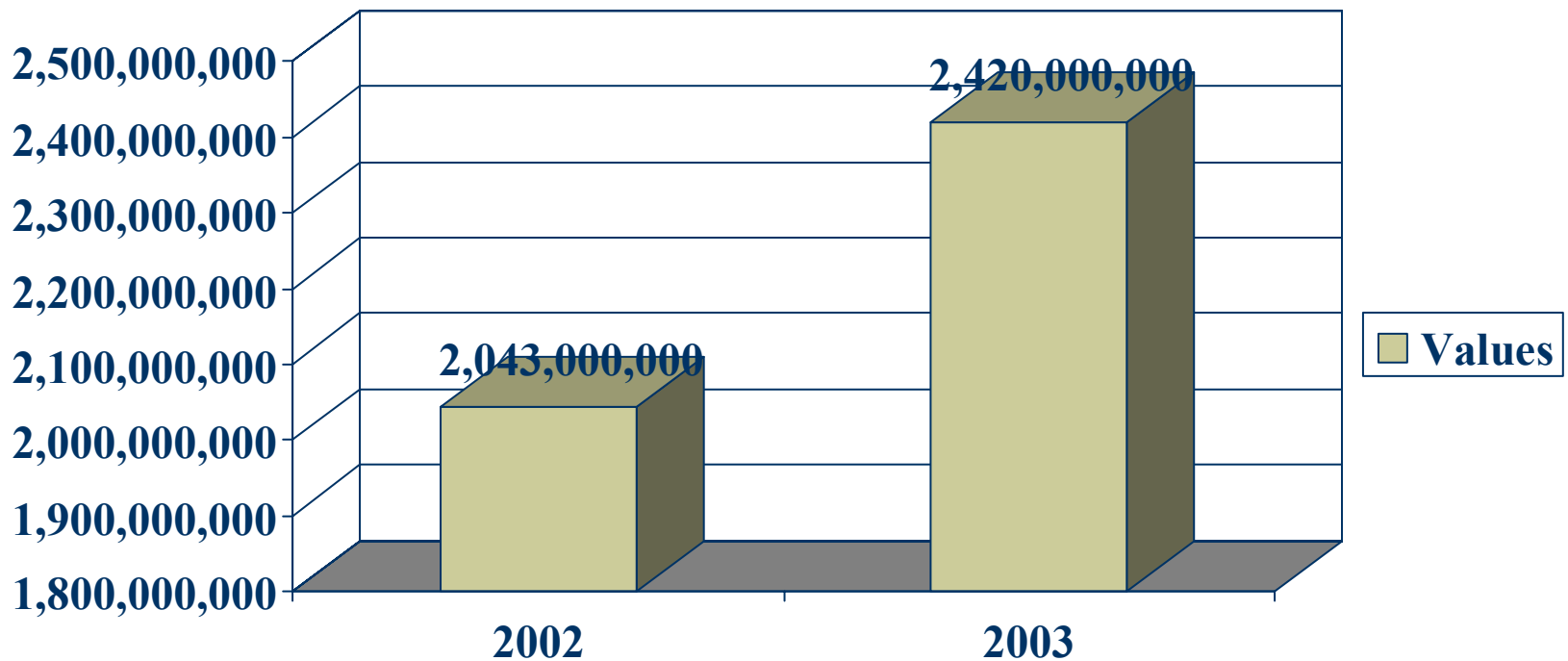


- ◆ Property Value Certification
- ◆ Tax Rate to support presented budget

Property Values

- ◆ Values used for previous Budget discussions were received from HCAD on July 9, 2003
 - 8% increase over last year
- ◆ July 25, 2003 HCAD certified values higher than July 9, 2003 numbers
 - 18% increase over last year (taxable value 17%)

Property Values



General Operating - Revenue

- ◆ Loss of State Funds
 - \$2,200,000
- ◆ Tax Rate \$1.50
 - Rate to maintain same revenue level as last year was calculated to be \$1.54
 - Can't have M & O rate over \$1.50

General Operating – Projections for Future Years

- ◆ Assumptions
 - 5% Property Value Growth
 - 0% Student Growth
 - 98% Collection Rate
- ◆ Tax rate of \$1.50 is maximum rate
 - Can't go higher next year

General Operating – Projections for Future Years

- ◆ Loss of State funds due to increased property values
 - 2004-05 \$950,000
 - 2005-06 \$1,000,000
- ◆ Increase in Property Tax revenue due to increased values
 - 2004-05 \$1,500,000
 - 2005-06 \$1,600,000

General Operating – Projections for Future Years

- ◆ Increases in revenue and reallocation of capital expenditures from current year will allow for step increases and salary increases each year as well as funding of replacement schedules
 - See spreadsheet

Debt Service - Expenditures

- ◆ Debt Service for GISD was approved by the voters at the time the bond election passed
 - 2003-04 \$5,898,863

Debt Service – Revenue

- ◆ Decrease in State revenue
 - \$700,000
- ◆ Tax Rate \$.20
 - Rate to maintain calculated at \$.26
 - Use of fund balance
 - Total Tax Rate \$1.70
 - \$.03 less than last 3 years

Debt Service – Projections for Next Year

◆ Assumptions

- 2003-04 Tax Rate \$.20
- 2004-05 Tax Rate \$.22
- 5% Property Value Growth
- 99% Collection Rate

Debt Service – Projections for Next Year

- ◆ Loss of State Funds due to increased property values
 - 2004-05 \$400,000
- ◆ Increase in Property Tax Revenue due to increased values
 - 2004-05 \$700,000

Debt Service – Projections for Next Year

- ◆ Net increase in revenue will allow 2004-05 debt service to be paid with a \$.02 tax rate increase
 - Tax rate will have to increase \$.02 to meet the debt service requirements

Conclusion

◆ Proposed Tax Rate

- | | |
|----------------------------|--------|
| ■ Maintenance & Operations | \$1.50 |
| ■ Debt Service | \$.20 |
| ■ Total | \$1.70 |
- \$.03 less than last year
 - \$100,000 homeowner will pay \$25/year less than last year
 - ◆ IF property value did not increase



Questions & Discussion