

# NISD FINANCIAL UPDATE

January 24, 2022

# CURRENT TEMPLATE SCENARIOS

Variables									
<b>Tax Rate (Current)</b>	0.872	0.872	0.872	0.872	0.872	0.872	0.872	0.872	0.872
<b>Property Tax Increase</b>	14%	14%	14%	10%	10%	10%	18%	18%	18%
<b>Student Increase</b>	1500	2000	2500	1500	2000	2500	1500	2000	2500
<b>Local M&amp;O</b>	\$247,051,220	\$247,051,220	\$247,051,220	\$238,382,756	\$238,382,756	\$238,382,756	\$255,719,683	\$255,719,683	\$255,719,683
<b>State Funding</b>	\$23,372,433	\$24,482,166	\$25,591,899	\$24,042,449	\$25,152,182	\$26,261,915	\$22,702,416	\$23,812,149	\$24,921,882
<b><u>Recapture</u></b>	<u>\$35,411,378</u>	<u>\$32,480,761</u>	<u>\$29,550,144</u>	<u>\$27,412,931</u>	<u>\$24,482,314</u>	<u>\$21,551,697</u>	<u>\$43,409,826</u>	<u>\$40,479,209</u>	<u>\$37,548,592</u>
<b>Net</b>	<b>\$235,012,275</b>	<b>\$239,052,625</b>	<b>\$243,092,975</b>	<b>\$235,012,274</b>	<b>\$239,052,624</b>	<b>\$243,092,974</b>	<b>\$235,012,273</b>	<b>\$239,052,623</b>	<b>\$243,092,973</b>
<b>Per Student</b>	<b>\$8,080.74</b>	<b>\$8,080.74</b>	<b>\$8,080.74</b>	<b>\$8,080.74</b>	<b>\$8,080.74</b>	<b>\$8,080.74</b>	<b>\$8,080.74</b>	<b>\$8,080.74</b>	<b>\$8,080.74</b>
<b>Total Enrollment</b>	29083	29583	30083	29083	29583	30083	29083	29583	30083
<b>95% Attendance (Funded)</b>	27629	28104	28579	27629	28104	28579	27629	28104	28579

# CURRENT TEMPLATE SCENARIOS

Variables											
<b>Tax Rate (Compressed)</b>	0.839	0.839	0.839		0.839	0.839	0.839		0.839	0.839	0.839
<b>Property Tax Increase</b>	14%	14%	14%		10%	10%	10%		18%	18%	18%
<b>Student Increase</b>	1500	2000	2500		1500	2000	2500		1500	2000	2500
<b>Local</b>	\$237,701,804	\$237,701,804	\$237,701,804		\$229,361,390	\$229,361,390	\$229,361,390		\$246,042,218	\$246,042,218	\$246,042,218
<b>State</b>	\$32,721,848	\$33,831,581	\$34,941,314		\$33,063,815	\$34,173,548	\$35,283,281		\$32,379,881	\$33,489,614	\$34,599,347
<b><u>Recapture</u></b>	<u>\$35,411,378</u>	<u>\$32,480,761</u>	<u>\$29,550,144</u>		<u>\$27,412,931</u>	<u>\$24,482,314</u>	<u>\$21,551,697</u>		<u>\$43,409,826</u>	<u>\$40,479,209</u>	<u>\$37,548,592</u>
<b>Net</b>	\$235,012,274	\$239,052,624	\$243,092,974		\$235,012,274	\$239,052,624	\$243,092,974		\$235,012,273	\$239,052,623	\$243,092,973
<b>Per Student</b>	<b>\$8,080.74</b>	<b>\$8,080.74</b>	<b>\$8,080.74</b>		<b>\$8,080.74</b>	<b>\$8,080.74</b>	<b>\$8,080.74</b>		<b>\$8,080.74</b>	<b>\$8,080.74</b>	<b>\$8,080.74</b>
<b>Total Enrollment</b>	29083	29583	30083		29083	29583	30083		29083	29583	30083
<b>95% Attendance (Funded)</b>	27629	28104	28579		27629	28104	28579		27629	28104	28579

# FUTURE PROJECTIONS

Forecasted Revenue	2022-2023	2023-2024	2024-2025	2025-2026
M&O Rev From State	\$24,482,166	\$21,328,314	\$14,396,800	\$12,991,600
Gross M&O Rev from Local Taxes	\$247,051,220	\$281,638,390	\$321,067,765	\$366,017,252
<u>Recapture</u>	<u>\$32,480,761</u>	<u>\$47,753,956</u>	<u>\$70,711,530</u>	<u>\$95,666,812</u>
<b>Net Total State/Local M&amp;O Revenue</b>	<b>\$239,052,625</b>	<b>\$255,212,748</b>	<b>\$264,753,035</b>	<b>\$283,342,040</b>
<b>Yearly Increase</b>	<b>\$16,161,400</b>	<b>\$16,160,123</b>	<b>\$9,540,287</b>	<b>\$18,589,005</b>

# 2022-2023 NISD BUDGET PARAMETERS

# 2022-2023 BUDGET FOCAL POINTS

- I. *Student Enrollment Growth*
- II. Goal of increasing staff and pay at a sustainable rate
- III. Tax rate compression
- IV. Large growth in recapture amount without compression
- V. Appraisal districts and certified values (April/July)
- VI. ESSER II - remaining spending plan, no financial cliff
- VII. ESSER III – finish spending this year
- VIII. Evaluation of in-house transportation
- IX. Bond in May of 2023
- X. Continue to look all programs for best efficiencies

# 2022-2023 BUDGET ASSUMPTIONS -EXPENSES

- Campus Staffing Formulas
- Pay Raise – 3%
- Growth Positions
- GE Pay Increase
- Program Staffing Increases
- Campus/Department Non-Payroll
- Balanced Budget

# BOARD DECISION #1 – BUDGET PARAMETERS

- ✓ Budget Timeline
- ✓ Staffing Ratios Assumptions
- ✓ Compensation Plan Assumptions



# 2022-2023 BUDGET TIMELINE

Activity	Responsibility	Date
Projected Enrollments	Templeton/HR/Finance	December 2021
DEIC Timeline Presentation	Financial Services	January 2022
DLT Timeline Presentation	Financial Services	January 2022
Campus/Dept Staffing	Cabinet/Exec Directors	January 2022
3% Raise Discussion/Action	Board Meeting	January 24, 2022
Budget Parameter Disc/Action	Board Meeting	January 24, 2022
Budget Packets Completed	Financial Services	February 1, 2022
DLT Meeting Distribute Packets	Financial Services	February 10, 2022
Schedule Exec. Dir. Meetings	Financial Services	February 2022
Campus/Dept Staffing	Cabinet/Exec Dir/Principals	February 2022
Board Update	Board Meeting	February 28, 2022
Exec Dir. Meetings	Cabinet/Executive Directors	March 2022
Campus/Dept Staffing	Cabinet/Exec Dir/Principals	March 2022
Board Update	Board Meeting	March 21, 2022
Campus/Dept Budget Entries Due	Campuses/Departments	April 1, 2022
Budget Decision Forms Due	Campuses/Departments	April 1, 2022
Campus/Dept Staffing	Cabinet/Exec Dir/Principals	April 2022
Compensation Plan Approval	Board Meeting	April 11, 2022
Preliminary Values	TCAD/DCAD/WCAD	April 2022
Board Update	Board Meeting	April 25, 2022
Campus/Dept Staffing	Cabinet/Exec Dir/Principals	May 2022
Budget Workshop	Board Meeting	May 9, 2022
Publish Notice of Pub. Mtg	Financial Services	June 1, 2022
Budget Workshop	Board Meeting	June 13, 2022
Budget Adoption	Board Meeting	June 27, 2022
Final Amendment Adoption	Board Meeting	June 27, 2022
Certified Values	TCAD/DCAD/WCAD	July 25, 2022
Publish Tax Rate Notice	Financial Services	August 1, 2022
Tax Rate Adoption	Board Meeting	2 <sup>nd</sup> August Meeting

# 2022-2023 STAFFING RATIOS (CURRENT)

Current Staffing Ratios	Additional Teachers	Budget Impact
<u>Elementary</u> K 22:1 1 <sup>st</sup> -4 <sup>th</sup> 24:1 5 <sup>th</sup> 25:1	+50	\$3,300,000
<u>Middle School</u> 165:1	+7	\$462,000
<u>High School</u> 165:1	+18	\$1,188,000
<b>Total</b>	<b>+75</b>	<b>\$4,950,000</b>

\*Projections include teaching staff only

# 2022-2023 STAFFING RATIOS

## Reducing Class Sizes to 22:1 for K-2

Current Staffing Ratios	Additional Teachers	Budget Impact
<b><u>Elementary</u></b>	+50	\$3,300,000
K 22:1		
1 <sup>st</sup> -2 <sup>nd</sup> 22:1	+18	\$1,188,000
3 <sup>rd</sup> -4 <sup>th</sup> 24:1		
5 <sup>th</sup> 25:1		
<b><u>Middle School</u></b>	+7	\$462,000
165:1		
<b><u>High School</u></b>	+18	\$1,188,000
165:1		
<b>Total</b>	<b>+93</b>	<b>\$6,138,000</b>



# 2022-2023 PAYROLL OPTIONS

Description		Cost		Balance
Additional Revenue for Payroll				\$13,760,000
3% Staff Raise		\$5,200,000		\$8,560,000
Guest Educator Raise		\$250,000		\$8,310,000
Growth (75 FTEs)		\$4,950,000		\$3,360,000
Ratio Adjustment (18 FTEs)		\$1,188,000		\$2,172,000
Growth – New Campus Operations		\$600,000		\$1,572,000
Program Staffing		??		

# DISCUSSION AND QUESTIONS