

Northwest ISD 2022-2023 Budget Adoption



June 27, 2022

www.nisdtx.org

Budget Workshop

2022-2023 EOY Budget Forecast

2022-2023 Original Budget vs Projected

Revenue	Original	Projected	Difference	Actual YTD
M&O Revenue from Local Taxes	\$208,913,760	\$221,163,760	\$12,250,000	\$222,658,185
M&O Revenue from State	\$13,995,021	\$15,400,021	\$1,405,000	\$8,481,072
Other Revenues	\$18,166,236	\$18,166,236	\$0	\$15,669,546
Additional Revenue	\$241,075,017	\$255,144,675	\$ 13,655,000	\$246,810,358
<u>Recapture</u>	<u>\$2,780,895</u>	<u>\$8,053,953</u>	<u>\$5,273,058</u>	<u>8,053,953</u>
Net Revenue Net of Recapture	\$238,294,122	\$247,090,722	\$8,381,942	238,756,405

Fund Balance Projections

Year	Fund Balance	+ / -	Ending
17-18			96.1
18-19	96.1	3	99.1
19-20	99.1	(9)	90
20-21	90	(6.2)	83.8
21-22	83.8	8	91.8
22-23	91.8		

As of 6-23-2022

* 3 months operating expenses 22-23 = \$75M, 3.7 months operating expenses 22-23 = \$92M

Budget Workshop

2022-2023 Budget Process Update

Activity	Date	Status
Projected Enrollments	December 2021	Completed
DEIC Timeline Presentation	January 2022	Completed
DLT Timeline Presentation	January 2022	Completed
Campus/Dept Staffing	January 2022	Completed
3% Raise Discussion/Action	January 24, 2022	Completed
Budget Parameter Disc/Action	January 24, 2022	Completed
Budget Packets Completed	February 1, 2022	Completed
DLT Meeting Distribute Packets	February 10, 2022	Completed
Schedule Exec. Dir. Meetings	February 2022	Completed
Campus/Dept Staffing	February 2022	Completed
Board Update	February 28, 2022	Completed
Exec Dir. Meetings	March 2022	Completed
Campus/Dept Staffing	March 2022	Completed
Board Update	March 21, 2022	Completed
Campus/Dept Budget Entries Due	April 1, 2022	Completed
Budget Decision Forms Due	April 1, 2022	Completed
Campus/Dept Staffing	April 2022	Completed
Compensation Plan Approval	April 11, 2022	Completed
Preliminary Values	April 2022	Completed
Board Update	April 25, 2022	Completed
Campus/Dept Staffing	May 2022	Completed
Budget Workshop	May 23, 2022	Completed
Publish Notice of Pub. Mtg	June 1, 2022	Completed
Budget Workshop	June 13, 2022	Completed
Budget Adoption	June 27, 2022	Tonight's Presentation
Final Amendment Adoption	June 27, 2022	Tonight's Presentation
Certified Values	July 25, 2022	
Publish Tax Rate Notice	August 1, 2022	
Tax Rate Adoption	2 nd August Meeting	

Budget Workshop

2022-2023 Public Notice

Tax Rates

Published in Denton Chronicle on 6-5-2022 and 6-12-2022

NOTICE OF PUBLIC MEETING TO DISCUSS BUDGET AND PROPOSED TAX RATE

The Northwest Independent School District will hold a public meeting at 6:30, June 27, 2022 in Administration Board Room, Justin, Texas.

The purpose of this meeting is to discuss the school district's budget that will determine the tax rate that will be adopted. Public participation in the discussion is invited.

The tax rate that is ultimately adopted at this meeting or at a separate meeting at a later date may not exceed the proposed rate shown below unless the district publishes a revised notice containing the same information and comparisons set out below and holds another public meeting to discuss the revised notice.

Maintenance Tax \$.872 /\$100 (Proposed rate for maintenance and operations)

**School Debt Service Tax
Approved by Local Voters** \$.42 /\$100 (proposed rate to pay bonded indebtedness)

Comparison of Proposed Budget with Last Year's Budget

The applicable percentage increase or decrease (or difference) in the amount budgeted in the preceding fiscal year and the amount budgeted for the fiscal year that begins during the current tax year is indicated for each of the following expenditure categories:

Maintenance and operations	<u>25.25</u>	% increase	or	_____	% (decrease)
Debt service	<u>11.15</u>	% increase	or	_____	% (decrease)
Total expenditures	<u>19.21</u>	% increase	or	_____	% (decrease)

Total Appraised Value and Total Taxable Value (as calculated under Tax Code Section 26.04)

	<u>Preceding Tax Year</u>	<u>Current Tax Year</u>
Total appraised value* of all property	\$ <u>32261507679</u>	\$ <u>38088547117</u>
Total appraised value* of new property**	\$ <u>1687783671</u>	\$ <u>1654455830</u>
Total taxable value*** of all property	\$ <u>25638147861</u>	\$ <u>30822264726</u>
Total taxable value*** of new property**	\$ <u>1596929962</u>	\$ <u>1617090213</u>

* "Appraised value" is the amount shown on the appraisal roll and defined by Tax Code Section 1.04(8).

** "New property" is defined by Tax Code Section 26.012(17).

*** "Taxable value" is defined by Tax Code Section 1.04(10).

Bonded Indebtedness

Total amount of outstanding and unpaid bonded indebtedness* \$ 1,223,981,643

* Outstanding principal.

Comparison of Proposed Rates with Last Year's Rates

	Maintenance & Operations	Interest & Sinking Fund*	Total	Local Revenue Per Student	State Revenue Per Student
Last Year's Rate	\$.87200	\$.42000 *	\$ 1.2920	\$ 12,294	\$ 508
Rate to Maintain Same Level of Maintenance & Operations Revenue & Pay Debt Service	\$.80941	\$.28107 *	\$ 1.09048	\$ 10,321	\$ 652
Proposed Rate	\$.8720	\$.4200 *	\$ 1.2920	\$ 12,026	\$ 473

* The Interest & Sinking Fund tax revenue is used to pay for bonded indebtedness on construction, equipment, or both. The bonds, and the tax rate necessary to pay those bonds, were approved by the voters of this district.

Comparison of Proposed Levy with Last Year's Levy on Average Residence

	Last Year	This Year
Average Market Value of Residences	\$ 334835	\$ 419272
Average Taxable Value of Residences	\$ 308871	\$ 358426
Last Year's Rate Versus Proposed Rate per \$100 Value	\$ 1.292	\$ 1.292
Taxes Due on Average Residence	\$ 3990.61	\$ 4630.86
Increase (Decrease) in Taxes		\$ 640.25

Under state law, the dollar amount of school taxes imposed on the residence homestead of a person 65 years of age or older or of the surviving spouse of such a person, if the surviving spouse was 55 years of age or older when the person died, may not be increased above the amount paid in the first year after the person turned 65, regardless of changes in tax rate or property value.

Notice of Voter-Approval Rate: The highest tax rate the district can adopt before requiring voter approval at an election is 1.292 . This election will be automatically held if the district adopts a rate in excess of the voter-approval rate of 1.292 .

Fund Balances

The following estimated balances will remain at the end of the current fiscal year and are not encumbered with or by a corresponding debt obligation, less estimated funds necessary for operating the district before receipt of the first state aid payment:

Maintenance and Operations Fund Balance(s)	\$ 83,823,552
Interest & Sinking Fund Balance(s)	\$ 70,371,929

A school district may not increase the district's maintenance and operations tax rate to create a surplus in maintenance and operations tax revenue for the purpose of paying the district's debt service.

Budget Workshop

2022-2023 Budget

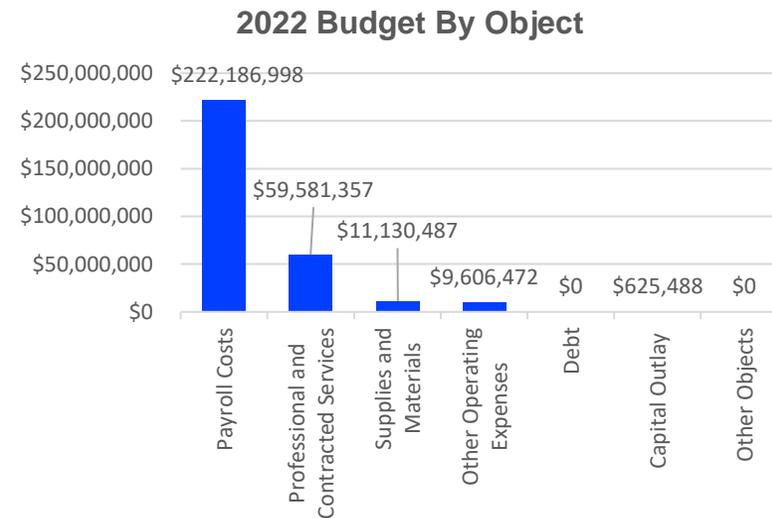
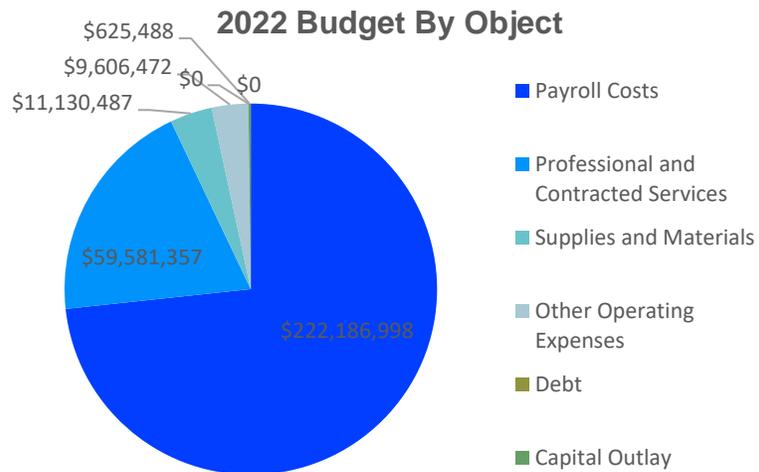
	PROPOSED			Total
	General 2023	Food Service 2023	Debt Service 2023	
REVENUE				
Local	\$272,914,864	\$8,086,029	\$129,754,500	\$410,755,393
State	25,933,598	\$30,408	-	25,933,598
Federal	4,282,338	3,649,437	-	7,931,775
TOTAL REVENUE	\$303,130,800	\$11,755,874	\$129,754,500	\$444,620,766
EXPENDITURES				
Instruction	\$160,280,211	-	-	\$160,280,211
Instructional Resources and Media Services	3,233,470	-	-	3,233,470
Curriculum Development and Instructional Staff Development	7,007,953	-	-	7,007,953
Instructional Leadership	2,945,845	-	-	2,945,845
School Leadership	16,192,539	-	-	16,192,539
Guidance, Counseling, and Evaluation Services	9,570,590	-	-	9,570,590
Social Work Services	373,139	-	-	373,139
Health Services	2,928,627	-	-	2,928,627
Student Transportation	11,728,666	-	-	11,728,666
Food Services	-	11,710,303	-	11,710,303
Extracurricular Activities	8,516,777	-	-	8,516,777
Administrative Support Services	8,218,947	-	-	8,218,947
Facilities Maintenance and Operations	29,938,045	-	-	29,938,045
Security and Monitoring Services	2,456,587	-	-	2,456,587
Data Processing Services	6,006,922	-	-	6,006,922
Ancillary Services	194,861	-	-	194,861
Debt Services	-	-	122,954,045	122,954,045
Facilities Acquisition and Construction	370,582	-	-	370,582
Contracted Instructional Services between Public Schools	28,660,895	-	-	28,660,895
Incremental Costs Associated with the Purchase of WADA under the Texas Education Code, Chapter 41	-	-	-	-
Payments to the Fiscal Agent or Member Districts of Shared Services Arrangements	135,000	-	-	135,000
Payments to Juvenile Justice Alternative Education Programs	45,000	-	-	45,000
Payments to Tax Increment Fund	2,011,144	-	-	2,011,144
Payments of Ad Valorem Tax Credits under Texas Economic Development Act (Texas Tax Code, Chapter 313)	-	-	-	-
Other Intergovernmental Charges	2,315,000	-	-	2,315,000
TOTAL EXPENDITURES	\$303,130,800	\$11,710,303	\$122,954,045	\$437,795,148
(Object 6491) for all statutorily required public notices	\$6,500	\$0	\$0	\$6,500
SURPLUS / DEFICIT	\$0	\$55,571	\$6,800,455	

	REVISED BUDGET			PROPOSED			DOLLAR CHG			%Δ General Fund
	General 2022	Food Service 2022	Debt Service 2022	General 2023	Food Service 2023	Debt Service 2023	General	Food Service	Debt Service	
REVENUE										
Local	\$213,991,004	\$9,037,422	\$95,000,000	\$272,914,864	\$8,086,029	\$129,754,500	\$58,923,860	(\$951,393)	\$34,754,500	27.54%
State	23,495,021	30,408	-	25,933,598	\$30,408	-	2,438,577	(30,408)	-	10.38%
Federal	3,588,992	3,264,582	-	4,282,338	3,649,437	-	693,346	384,855	-	19.32%
TOTAL REVENUE	\$241,075,017	\$12,332,412	\$95,000,000	\$303,130,800	\$11,765,874	\$129,754,500	\$62,055,783	(\$596,946)	\$34,754,500	-100.96%
EXPENDITURES										
Instruction	\$141,568,220	\$0	\$0	\$160,280,211	\$0	\$0	\$18,711,991	\$0	\$0	13.22%
Instructional Resources and Media Services	2,779,589	-	-	3,233,470	-	-	453,881	-	-	16.33%
Curriculum Development and Instructional Staff Development	6,645,023	-	-	7,007,953	-	-	362,930	-	-	5.46%
Instructional Leadership	2,377,162	-	-	2,945,845	-	-	568,683	-	-	23.92%
School Leadership	14,997,252	-	-	16,192,539	-	-	1,195,287	-	-	7.97%
Guidance, Counseling, and Evaluation Services	9,024,754	-	-	9,570,590	-	-	545,836	-	-	6.05%
Social Work Services	342,257	-	-	373,139	-	-	30,882	-	-	9.02%
Health Services	2,451,761	-	-	2,928,627	-	-	476,866	-	-	19.45%
Student Transportation	8,520,959	-	-	11,728,666	-	-	3,207,707	-	-	37.64%
Food Services	-	11,682,408	-	-	11,710,303	-	-	27,895	-	-
Extracurricular Activities	7,833,260	-	-	8,516,777	-	-	683,517	-	-	8.73%
Administrative Support Services	8,019,728	-	-	8,218,947	-	-	199,219	-	-	2.48%
Facilities Maintenance and Operations	23,854,027	-	-	29,938,045	-	-	6,084,018	-	-	25.51%
Security and Monitoring Services	2,228,808	-	-	2,456,587	-	-	227,779	-	-	10.22%
Data Processing Services	5,390,153	-	-	6,006,922	-	-	616,769	-	-	11.44%
Ancillary Services	134,847	-	-	194,861	-	-	60,014	-	-	44.51%
Debt Services	-	-	79,169,547	-	-	122,954,045	-	-	43,784,498	-
Facilities Acquisition and Construction	370,582	-	-	370,582	-	-	-	-	-	0.00%
Contracted Instructional Services between Public Schools	2,780,895	-	-	28,660,895	-	-	25,880,000	-	-	930.64%
Incremental Costs Associated with the Purchase of WADA under the Texas Education Code, Chapter 41	-	-	-	-	-	-	-	-	-	-
Payments to the Fiscal Agent or Member Districts of Shared Services Arrangements	100,000	-	-	135,000	-	-	35,000	-	-	35.00%
Payments to Juvenile Justice Alternative Education Programs	10,000	-	-	45,000	-	-	35,000	-	-	350.00%
Payments to Tax Increment Fund	1,711,144	-	-	2,011,144	-	-	300,000	-	-	17.53%
Payments of Ad Valorem Tax Credits under Texas Economic Development Act (Texas Tax Code, Chapter 313)	-	-	-	-	-	-	-	-	-	-
Other Intergovernmental Charges	1,950,000	-	-	2,315,000	-	-	365,000	-	-	18.72%
TOTAL EXPENDITURES	\$243,090,421	\$11,682,408	\$79,169,547	\$303,130,800	\$11,710,303	\$122,954,045				
(Object 6491) for all statutorily required public notices	\$5,696	\$0	\$0	\$6,500	\$0	\$0				
SURPLUS / DEFICIT	(\$2,015,404)	\$650,004	\$15,830,453	\$0	\$55,571	\$6,800,455				

General Fund | Expenditures by Sub-Object

FY23 Budget Upload updated

	ACTUALS			WORKING BUDGET	PROPOSED		
	2019	2020	2021	2022	2023	DOLLAR CHG	%Δ
OTHER EXPENDITURES							
Payroll Costs	\$167,889,577	\$180,516,794	\$195,527,013	\$196,732,621	\$222,186,998	\$25,454,377	12.94%
Professional and Contracted Services	\$35,433,700	\$36,214,791	\$42,628,428	\$28,306,893	\$59,581,357	\$31,274,464	110.48%
Supplies and Materials	\$9,358,907	\$8,936,710	\$9,927,633	\$10,257,245	\$11,130,487	\$873,242	8.51%
Other Operating Expenses	\$5,245,943	\$31,602,137	\$7,068,906	\$7,179,019	\$9,606,472	\$2,427,453	33.81%
Debt	\$0	\$0	\$0	\$0	\$0	\$0	
Capital Outlay	\$1,127,950	\$1,008,868	\$876,383	\$614,643	\$625,488	\$10,845	1.76%
Other Objects	\$1,162,363	\$1,778,943	\$0	\$0	\$0	\$0	
TOTAL EXPENDITURES	\$220,218,440	\$260,058,243	\$256,028,363	\$243,090,421	\$303,130,802	\$60,040,381	24.70%



4-Year Payroll Analysis

Budgeted Fixed Costs
(Millions)

Year	Payroll Budget	Revenue Budget	%
18-19	166.4	203.7	81.7
19-20	187.8	221.3	84.9
20-21	194	230.8	84.1
21-22	194.2*	241	80.5
22-23	222	303	73.3

Remove Recapture

303 Mil – 28 Mil = 275 Mil

222 / 275 = 80.7% Payroll

