

PRIORITY 4

EFFICIENT & EFFECTIVE DISTRICT AND CAMPUS OPERATIONS

August 29, 2022 | Report to the G-PISD Board of Trustees



Educate.
Inspire.
EMPOWER!



Educate.
Inspire.
EMPOWER!

PUBLIC HEARING FOR 2022-2023 BUDGET & TAX-RATE

AUGUST 29, 2022

PRESENTED BY: DR. ISMAEL GONZALEZ III

ASSISTANT SUPERINTENDENT FOR BUSINESS & FINANCE

2021-2025



Balanced Scorecard (BSC)

MISSION: The mission of G-PISD is to educate, inspire, and empower our students to succeed in life and become the next generation of leaders.

PRIORITY 1

Exceptional Student Performance

- 1.1 Annually increase performance in reading for all students and all student groups
- 1.2 Annually increase performance in math for all students and all student groups
- 1.3 Annually increase performance in college, career, and military readiness for all students and all student groups
- 1.4 Annually increase student engagement for all students and all student groups
- 1.5 Annually increase percentage of students who feel safe at school

PRIORITY 2

High Performing and Engaged Workforce

- 2.1 Annually increase the percentage of staff satisfaction
- 2.2 Annually increase the retention rate of highly effective faculty and staff

PRIORITY 3

Quality Service and Impactful Community Engagement

- 3.1 Annually increase the percentage of student satisfaction
- 3.2 Annually increase the percentage of parent/family satisfaction and engagement
- 3.3 Annually increase the percentage of community satisfaction and engagement

PRIORITY 4

Efficient and Effective District and Campus Operations

- 4.1 Annually improve operational processes
- 4.2 Maintain fiscal viability, stewardship, and improve staff knowledge of sustainable budgeting processes
- 4.3 Ensure strategic alignment of resources
- 4.4 Annually improve safety and security

g-pisd.org



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[@GPISD1](https://twitter.com/GPISD1)



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Inspire
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RECAP OF BUDGET DEVELOPMENT PROCESS

Budget Planning Guide – January 25, 2022	Budget Workshop #1 – March 28, 2022	Budget Workshop #2 – May 2, 2022	Compensation Plan Draft Presentation – May 16, 2022	Budget Workshop #3 – June 13, 2022	Budget Workshop #4 – August 15, 2022
<ul style="list-style-type: none">•Budget Calendar•Budget Development Process Overview	<ul style="list-style-type: none">•School Finance Overview•Local Tax-Rate Funding Methodology<ul style="list-style-type: none">•M&O•I&S•State Funding Methodology•Campus/Department Appropriations•Financial Data Analysis Review•Homestead Exemption Review	<ul style="list-style-type: none">•Preliminary Property Values<ul style="list-style-type: none">•Received from Chief Appraiser•Chapter 313 Property Value Limitations<ul style="list-style-type: none">•Presented by: Moak Casey•Debt Obligations Overview – I&S Fund<ul style="list-style-type: none">•Presented by: BOK Financial Securities•Bond Capacity Analysis<ul style="list-style-type: none">•Presented by: BOK Financial Securities	<ul style="list-style-type: none">•Compensation Plan Approved June 2022•3% Teacher Pay Increase•3% Increase – Other professional staff•\$1.50 Per Hour Increase for Non-Exempt Employees•\$75 Increase for Health Insurance•\$1,800 Retention Stipend	<ul style="list-style-type: none">•Enrollment/Average Daily Attendance Data•Residential Property Tax Relief•Draft #1<ul style="list-style-type: none">•General Fund•Chapter 313 Revenue Projections•Debt Service Fund•Food Service Fund•Workers Compensation Fund	<ul style="list-style-type: none">•Proposed Tax-Rate•Proposed Budget•Financial Forecast – 5 Year



Proposed Tax-Rate

Proposed Budget

The Board of Trustees is required to approve and adopt the following budgets:

- General Fund
- Food Service
- Debt Service

The Board of Trustees is required to approve and adopt a resolution regarding the Tax-Rate.

The Board of Trustees must adopt the budget *before* the tax-rate

FINANCIAL ACCOUNTABILITY SYSTEM RESOURCE GUIDE (FASRG)

A district must prepare an annual budget by August 20, if the district's fiscal year starts September 1.

The budget must be adopted by the school board no later than August 31 before the tax rate is set.

In general, your district budget must include at least the following funds in its budget:

- General Fund
- Food Service Fund
- Debt Service Fund

A district that is required to provide accelerated instruction shall separately budget sufficient funds for that purpose (State Compensatory Education).



NOTICE OF PUBLIC MEETING TO DISCUSS BUDGET AND PROPOSED TAX RATE

The Gregory Portland ISD will hold a public meeting at 6:00pm, August 29, 2022 in 1200 Broadway Blvd, Portland, TX 78374. 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	\$0.960300/\$100 (proposed rate for maintenance and operations)
School Debt Service Tax	\$0.250000/\$100 (proposed rate to pay bonded indebtedness)
Approved by Local Voters	

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	14.95 % increase
Debt Service	27.08 % increase
Total Expenditures	18.29 % increase

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

	Preceding Tax Year	Current Tax Year
Total appraised value* of all property	\$12,699,456,394	\$16,251,798,139
Total appraised value* of new property**	\$2,350,669,763	\$2,652,905,216
Total taxable value*** of all property	\$11,430,535,691	\$14,509,398,543
Total taxable value*** of new property**	\$891,016,707	\$324,445,481

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

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

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

Bonded Indebtedness

Total amount of outstanding and unpaid bonded indebtedness* \$185,195,000

*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	\$0.960300	\$0.250000	\$1.210300	\$14,096	\$2,175
Rate to Maintain Same Level of Maintenance & Operations Revenue & Pay Debt Service	\$1.034900	\$0.257100	\$1.292000	\$15,222	\$2,926
Proposed Rate	\$0.960300	\$0.250000	\$1.210300	\$15,253	\$3,087

*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	\$220,434	\$255,012
Average Taxable Value of Residences	\$185,468	\$190,364
Last Year's Rate Versus Proposed Rate per \$100 Value	\$1.210300	\$1.210300
Taxes Due on Average Residence	\$2,244.72	\$2,303.98
Increase (Decrease) in Taxes		\$59.26

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 \$1.212146. This election will be automatically held if the district adopts a rate in excess of the voter-approval rate of \$1.212146.

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)	\$96,057,366
Interest & Sinking Fund Balance(s)	\$2,715,741

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.

Visit [Texas.gov/PropertyTaxes](https://www.texas.gov/PropertyTaxes) to find a link to your local property tax database on which you can easily access information regarding your property taxes, including information about proposed tax rates and scheduled public hearings of each entity that taxes your property.

The 86th Texas Legislature modified the manner in which the voter-approval tax rate is calculated to limit the rate of growth of property taxes in the state.

CERTIFIED PROPERTY VALUES



San Patricio County Appraisal District

1301 E. Sinton, Ste. B ★ P. O. Box 938 ★ Sinton, Texas 78387-0938
(361) 364-5402 ★ Fax (361) 364-1198
www.sanpatcad.org

2022 CERTIFIED APPRIASAL ROLL VALUES

TOTAL M&O MARKET VALUE\$16,453,718,666.00
TOTAL I&S MARKET VALUE.....\$16,453,718,666.00
TOTAL M&O NET TAXABLE VALUE.....\$3,042,383,323.00
TOTAL I&S NET TAXABLE VALUE\$14,509,398,543.00

2022 CERTIFIED LISTING OF ESTIMATED VALUES OF PROPERTY CURRENTLY UNDER ARB PROTEST

TOTAL M&O MARKET VALUE\$183,129,256.00
TOTAL I&S MARKET VALUE.....\$183,129,256.00
TOTAL M&O NET TAXABLE VALUE.....\$170,459,752.00
TOTAL I&S NET TAXABLE VALUE\$170,459,752.00

2022 GRAND TOTAL CERTIFIED VALUES OF ALL TAXABLE PROPERTY

GRAND TOTAL M&O MARKET VALUE\$16,636,847,922.00
GRAND TOTAL I&S MARKET VALUE.....\$16,636,847,922.00
GRAND TOTAL M&O NET TAXABLE VALUE\$3,212,843,075.00
GRAND TOTAL I&S NET TAXABLE VALUE\$14,679,858,295.00

Handwritten signature of Robert Cenci in blue ink.

Robert Cenci – RPA, CTA
Chief Appraiser
San Patricio Count Appraisal District

7-25-2022

Date:

STATE OF Texas, COUNTY OF San Patricio:

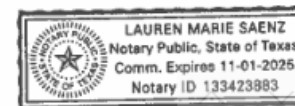
On this day, personally appeared before me

Robert Cenci, to me know to be the person(s) described in and who executed the within and foregoing instrument and acknowledge that he/she signed the same as his/her voluntary act and deed, for the uses and purposes therein mentioned.

Witness my hand and official seal hereto affixed this 25th day of July 2022.

Notary Public in and for the State of Texas.

Lauren Marie Saenz My commission expires 11-1-2025

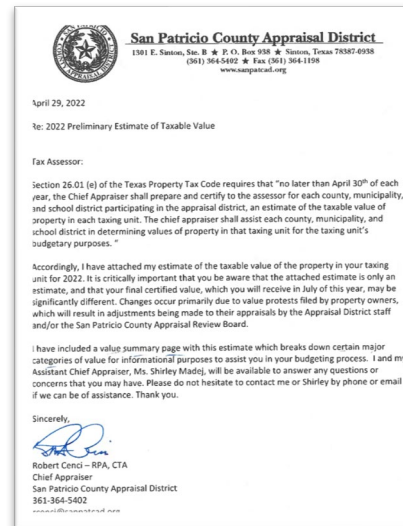


WHAT ARE PROPERTY VALUES USED FOR?

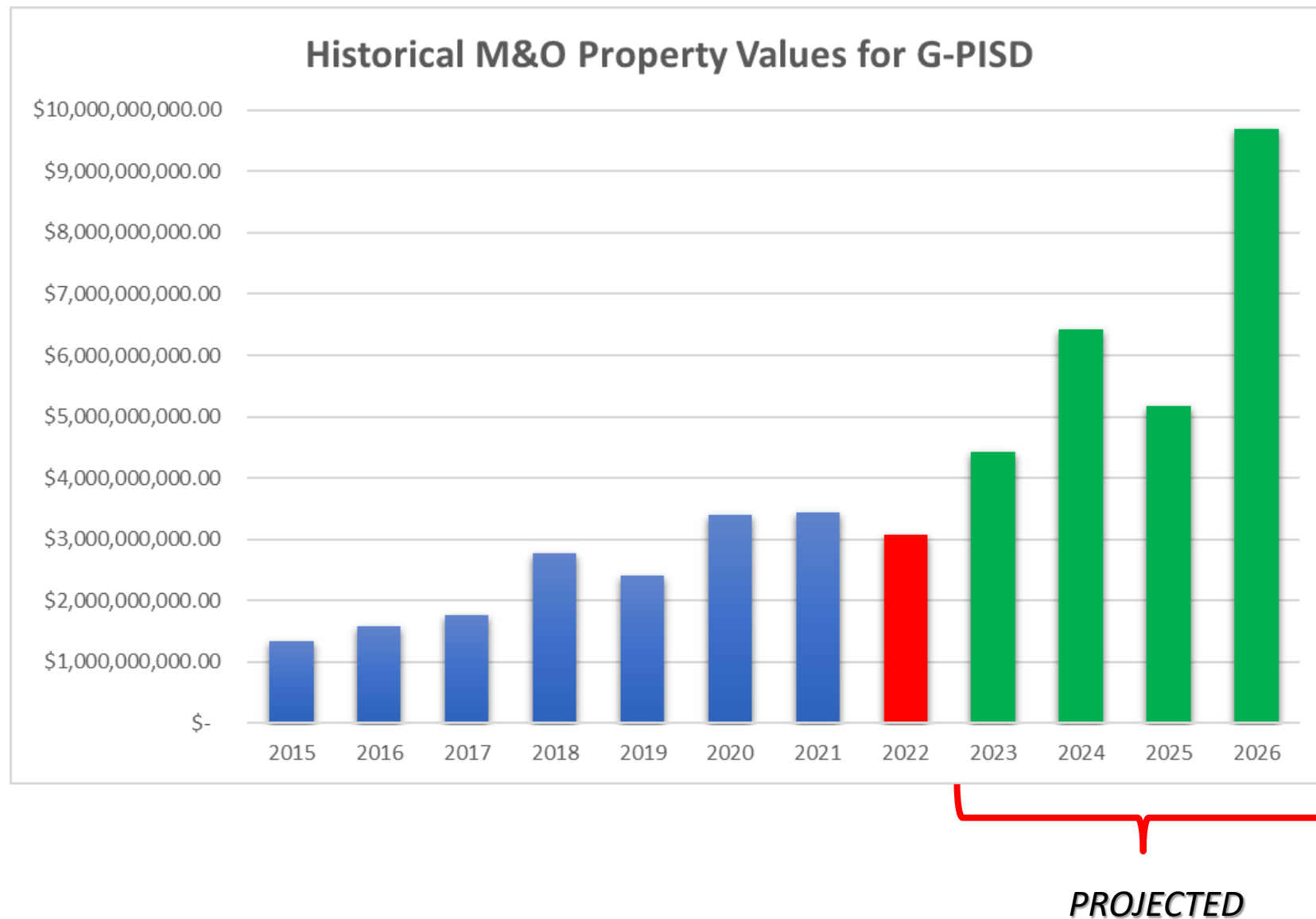
- **To determine tax compression:** Districts report grand total, net taxable value from their certified report to TEA each July. Year-over-year growth determines amount of Tier One tax compression.
- **To determine state aid:** Comptroller T values from the Property Value Study determines local share. This figure does not include losses from LOHEs and includes a freeze loss deduction.
- **To determine tax collections:** This calculation will rely on freeze-adjusted values and frozen taxes paid. Also, may incorporate anticipated ARB losses.

CERTIFIED PROPERTY VALUES FOR G-PISD

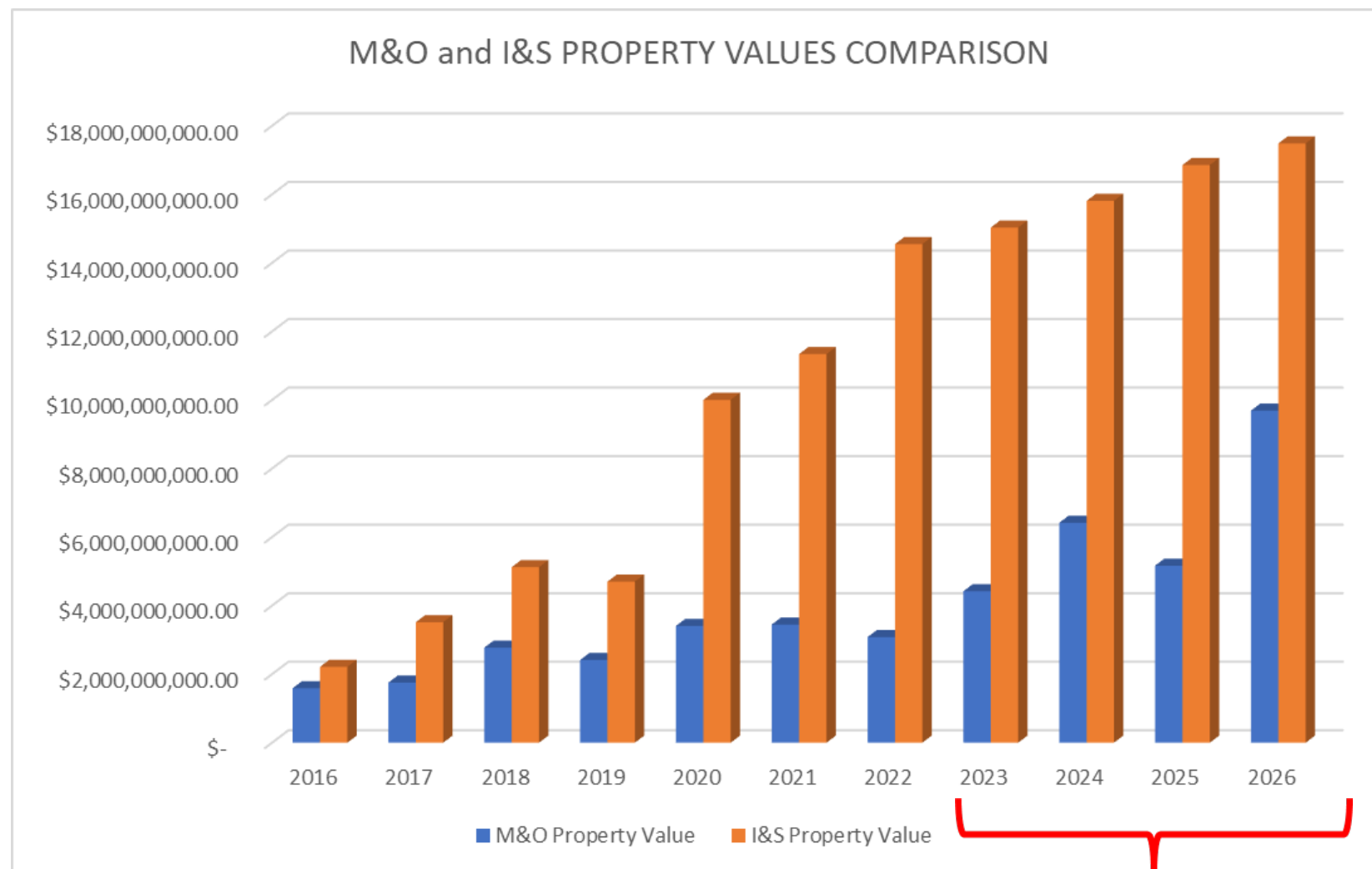
- Based on the certified M&O taxable values by San Patricio County Appraisal District, G-PISD will experience a decrease due to the following:
 - Chapter 313 Limitation Agreement
- Based on the certified I&S taxable values by San Patricio County Appraisal District, G-PISD will experience an increase due to the following:
 - Chapter 313 Limitation Agreement



Year	Property Value
2015	\$ 1,347,522,592.00
2016	\$ 1,589,550,923.00
2017	\$ 1,755,413,629.00
2018	\$ 2,772,662,667.00
2019	\$ 2,413,554,148.00
2020	\$ 3,406,957,700.00
2021	\$ 3,447,757,081.00
2022	\$ 3,082,510,100.00
2023	\$ 4,420,361,862.00
2024	\$ 6,417,210,825.00
2025	\$ 5,165,727,651.00
2026	\$ 9,688,231,603.00



Year	M&O Property Value	I&S Property Value
2016	\$ 1,589,550,923.00	\$ 2,213,177,823.00
2017	\$ 1,755,413,629.00	\$ 3,516,844,734.00
2018	\$ 2,772,662,667.00	\$ 5,121,127,664.00
2019	\$ 2,413,554,148.00	\$ 4,700,724,039.00
2020	\$ 3,406,957,700.00	\$ 10,003,380,842.00
2021	\$ 3,447,757,081.00	\$ 11,340,884,919.00
2022	\$ 3,082,510,100.00	\$ 14,549,525,320.00
2023	\$ 4,420,361,862.00	\$ 15,032,494,180.00
2024	\$ 6,417,210,825.00	\$ 15,810,573,777.00
2025	\$ 5,165,727,651.00	\$ 16,856,029,596.00
2026	\$ 9,688,231,603.00	\$ 17,485,767,582.00



*The gap between M&O and I&S are the Chapter 313 tax agreements in progress

PROJECTED

LOCAL PROPERTY VALUE SURVEY

- Reviewed and Approved by TEA
- Used to Determine Maximum Compressed Tax Rate (MCR)

House Bill 3

86th Texas Legislature



Foundation School Program

GREGORY-PORTLAND ISD (205902)

District Profile Programs School District State Aid Reports

FSP Home > Programs > Local Property Value Survey > Local Property Value Survey

Local Property Value Survey

Survey Information

Tax Year 2021 Value Lost to the Local Optional Homestead Exemption \$0

Tax Year 2021 Comptroller Certified School District Taxable Values for M&O Purposes (T2) (with \$25K HE): \$3,598,117,973

Chief Appraiser's July 25th Certified School District Taxable Values from the Certified Appraisal Roll.

For Tax Year 2021 (with \$25K HE): \$3,447,757,081

For Tax Year 2022 (with \$40K HE): \$2,977,590,791

Local Property Value Growth %: -13.64%

Tax Year 2022 property value no longer subject to a limitation on appraised value under Chapter 313, Tax Code : \$0

Tax Year 2022 property value no longer subject to a limitation on appraised value under Chapter 311, Tax Code : \$0

Total Exemption expiry (E) (per TEC §48.2551 (a)) : \$0

Growth net of expiring 313 or 311 agreements %: -13.64%

Local Optional Homestead Exemption Value Loss for Tax Year 2022: \$0

Local Optional Homestead Exemption value change: \$0

Tax Year 2022 Projected Comptroller School District values For M&O purposes(T2) (with \$40K HE): \$3,107,447,158

Prior Tax Year Max Compressed Rate (PY MCR): 0.8220

Local preliminary MCR - lesser of $[1.025 \times (\text{TY2021DPV} + \text{E}) \times \text{PY MCR}] \div \text{TY 2022 T2}$] or PY MCR : 0.8220

TY 2022 State Compression Percentage (lesser of PY State MCR or $(0.9134 \times (1.025/1.0436)) - 0.003$): 0.8941

TEC §48.2552 Tax Year 2022 Limitation on maximum compressed tax rate $0.8941 \times .90$: 0.8046

MCR (lesser of state or local compression) (greater of local compression limitation under TEC §48.2552): 0.8220

Calculate

Reset

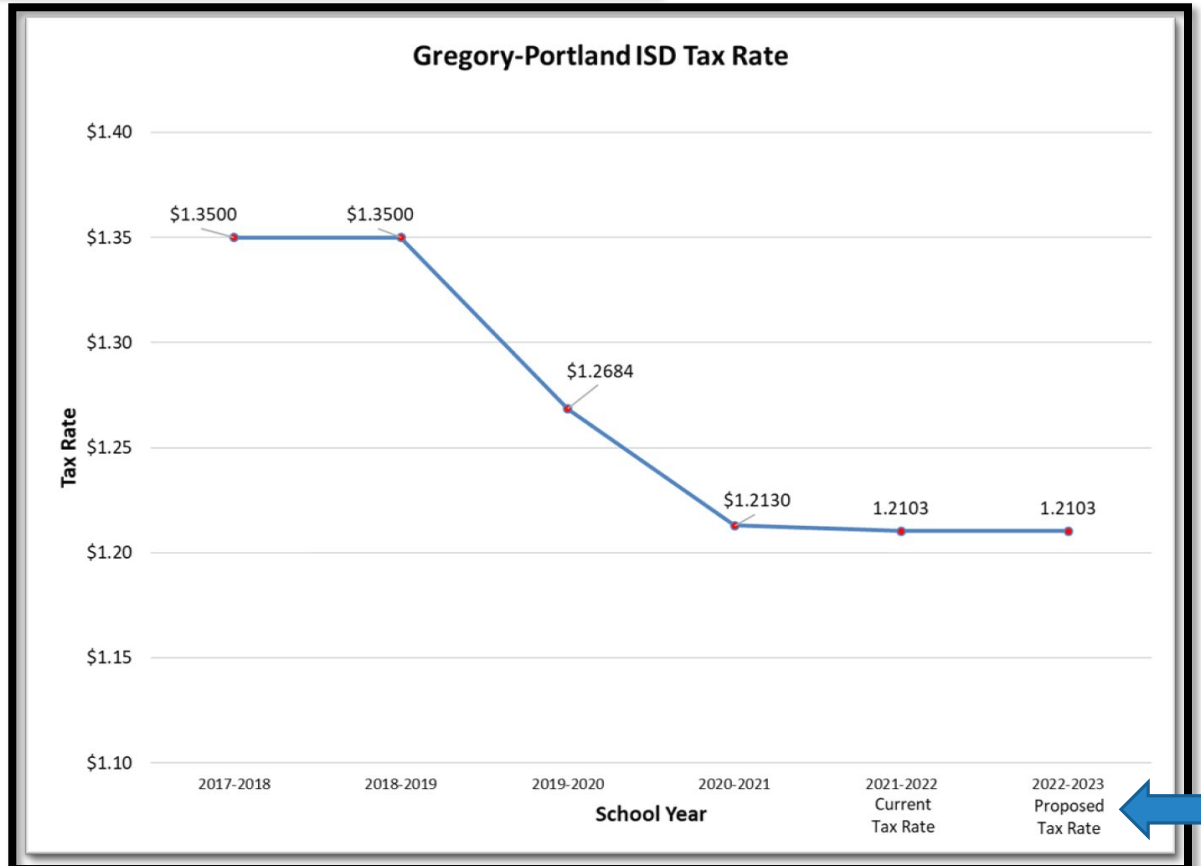
TAX-RATE RECAP

The maximum compressed tax-rate (MCR) for the 2022-2023 school year is: \$0.8220. This is based on the Local Property Value Survey recently submitted to TEA.

In 2008, G-PISD conducted a Tax Ratification Election (TRE) for \$0.13. The purpose for this TRE was to reduce the I&S tax-rate by \$0.13 and raise the M&O tax-rate by \$0.13 (TAX SWAP)

The school board has discretion on \$0.05 above the MCR

SB 1		
	2022-23	
1) Compressed Tax Rate	0.8220	
2) Plus: Greater of (A) or (B):		
(A) Enrichment Tax Rate for Preceding Year	0.1383	
Less: 2020-21 # of Copper Pennies Compressed	0.0000	
	0.1383	
(B) .05 OR .04 (see NOTE below)	0.0500	0.1383
3) M&O "Voter-Approval" (Rollback) Rate	0.9603	
(4) Plus Debt Rate	0.2500	
(5) Total Maximum Rate Without TRE (#3 + #4)	1.2103	



TAX-RATE

The Maintenance & Operations (M&O) Fund is used to pay for most of the day-to-day expenditures. Typical expenditures include salaries, employee benefits, supplies, materials, utilities, fuel, food services, maintenance and contracted services.

The Interest & Sinking (I&S) Fund can only be used to pay the principal of and interest of the bonds as or before the principal and interest become due.

M&O

I&S

2021-2022

\$0.9603

\$0.2500

\$1.2103

PROPOSED

2022-2023

\$0.9603

\$0.2500

\$1.2103

Gregory-Portland ISD

2022 - 2023 Budget Funding Assumptions

Refined ADA Projection	4,350	
Freeze Adjusted	\$ 2,977,590,791	M&O
Taxable Property Values	\$ 14,444,606,011	I&S
Proposed Tax Rate	\$ 0.9603	M & O
	0.2500	I & S
	<u>\$ 1.2103</u>	Total
Tax Collections	\$ 29,591,182	M & O
	<u>36,232,222</u>	I & S
	\$ 65,823,404	Total

Gregory-Portland ISD 2022 - 2023 Budget Funding Assumptions

Tax Collection Calculation						
\$	2,977,590,791	Freeze AdjustedTaxable Property Values				
\$	1,960,063	Freeze Actual Tax				
	14,444,606,011					
		Collection Cal	Freeze Act Tax	Total Current	Delinquent Taxes	Tax Collections
\$	0.9603	27,735,990	1,555,192	29,291,182	300,000	\$ 29,591,182
	0.2500	35,750,400	400,823	36,151,222	81,000	\$ 36,232,222
\$	1.2103	63,486,390	1,956,014	65,442,404	381,000	65,823,404
	97.0%	Collection Rate for M&O				

PROPOSED DEBT SERVICE BUDGET

➤ FOCAL POINTS

- No I&S Rate Change
- Balanced Budget
- Defeasance Program
- BOND Election
November 8, 2022
- Healthy Fund Balance
 - \$2.7M



Gregory-Portland Independent School District Interest & Sinking Fund Budget - FY 2022/23 Assuming An Interest & Sinking Fund Tax Rate Of 25.0 Cents

Estimated Interest & Sinking Fund Revenues:

	<u>FY 2022/23</u>
Current Year Tax Collections.....	\$ 35,750,400 ^(A)
Current Year Frozen Taxes.....	400,823 ^(B)
Additional State Aid for Homestead Exemption (ASAHE) for Facilities.....	- ^(C)
Delinquent Tax Collections.....	38,000 ^(C)
Penalties & Interest.....	28,000 ^(C)
Interest Earnings.....	15,000 ^(C)
Total Revenues.....	<u>\$ 36,232,223</u>

Estimated Interest & Sinking Fund Expenditures:

Total Debt Service Requirements.....	\$ 36,228,781
Estimated Fees (i.e. Paying Agent, etc.).....	3,442
Total Expenditures.....	<u>\$ 36,232,223</u>

Projected Increase/(Decrease) To Interest & Sinking Fund Balance....	\$ -
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^(A) Assumes a FY 2022/23 Taxable Assessed Valuation of \$14,444,606,011 and a tax collection percentage of 98.0%.

^(B) Assumes a total frozen tax levy of \$1,960,063.52, an Interest & Sinking Fund tax rate of \$0.25, a Maintenance and Operations tax rate of \$0.9603 and a tax collection percentage of 98.0%.

^(C) Source: District's records.

TOTAL OUTSTANDING DEBT OBLIGATIONS

Gregory-Portland ISD - Summary of Callable Unlimited Tax Bonds Outstanding - As of August 15, 2022

Issue Description	Call Date	Principal Amount Outstanding	Principal Amount Callable	Callable Maturities	Final Maturity	Coupons: Callable Maturities
Unlimited Tax School Building Bonds, Series 2018A	02/15/2023	\$ 23,080,000	\$ 22,305,000	2024 - 2039	2039	4.000% - 5.250%
Unlimited Tax School Building Bonds, Series 2015	02/15/2025	11,005,000	9,835,000	2026 - 2041	2041	3.250% - 5.000%
Unlimited Tax School Building Bonds, Series 2016	02/15/2026	8,490,000	7,235,000	2027 - 2042	2042	3.000% - 4.250%
Unlimited Tax School Building Bonds, Series 2018	02/15/2026	27,700,000	24,090,000	2027 - 2042	2042	5.000%
Unlimited Tax Refunding Bonds, Series 2019	08/15/2028	16,295,000	3,615,000	2029 - 2030	2030	4.000%
Unlimited Tax School Building Bonds, Series 2021A	08/15/2028	93,320,000	68,230,000	2029 - 2042	2042	2.000% - 4.000%
Unlimited Tax Refunding Bonds, Series 2021B	08/15/2030	5,305,000	5,305,000	2031 - 2033	2033	4.000%
Totals	---	\$ 185,195,000	\$ 140,615,000	---	---	---

OVERALL PAYMENT FOR 22-23?

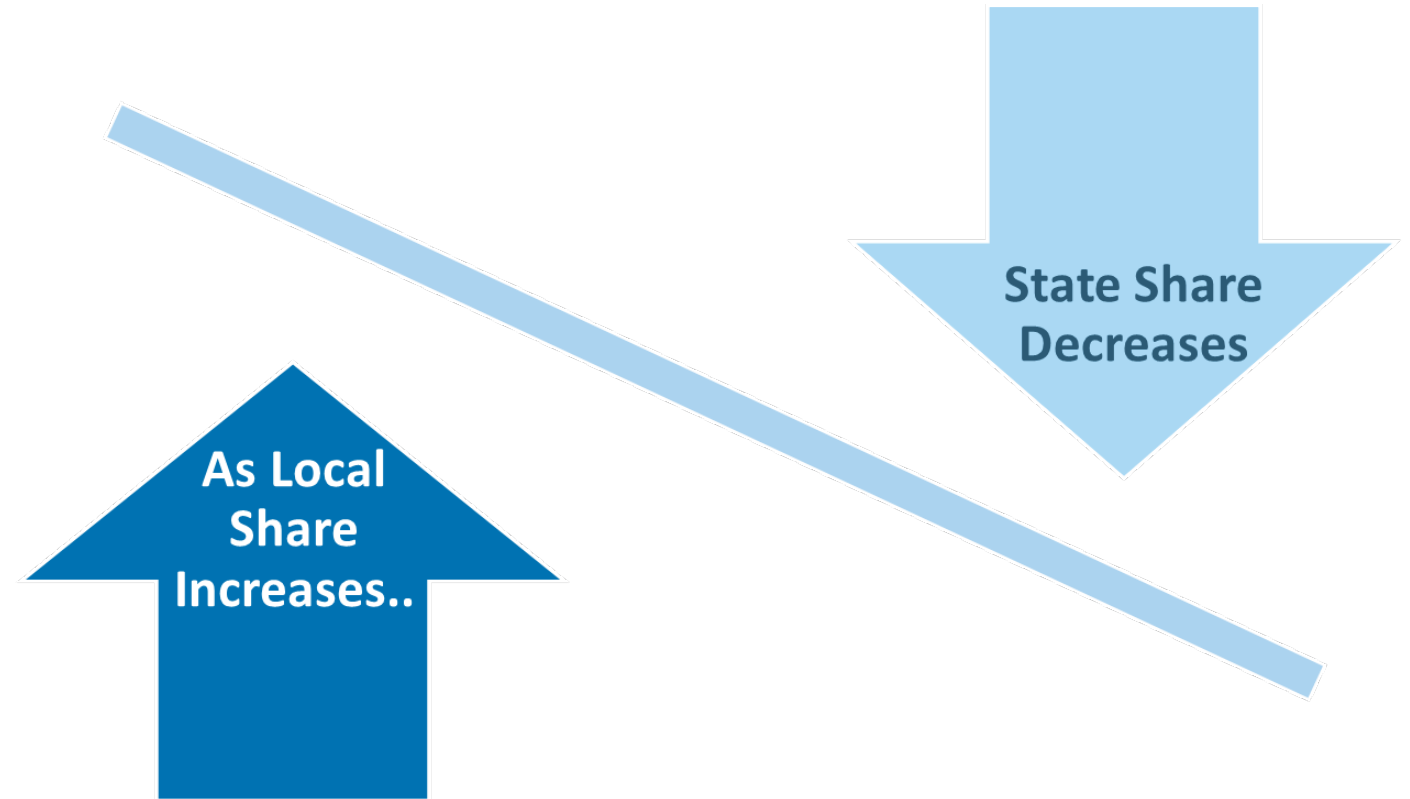
Issue Description	Principal	Interest	Total Requirements
Unlimited Tax School Building Bonds, Series 2015	\$ 375,000.00	\$ 484,737.50	\$ 859,737.50
Unlimited Tax School Building Bonds, Series 2016	295,000.00	319,175.00	614,175.00
Unlimited Tax School Building Bonds, Series 2018	835,000.00	1,364,125.00	2,199,125.00
Unlimited Tax School Building Bonds, Series 2018A	20,970,000.00	595,443.75	21,565,443.75
Unlimited Tax Refunding Bonds, Series 2019	1,915,000.00	651,800.00	2,566,800.00
Unlimited Tax School Building Bonds, Series 2021A	5,220,000.00	2,991,300.00	8,211,300.00
Unlimited Tax Refunding Bonds, Series 2021B	-	212,200.00	212,200.00
Total Debt Service Requirements	\$ 29,610,000.00	\$ 6,618,781.25	\$ 36,228,781.25

(A) \$ 20,195,000.00 redemption \$ 9,483,850.00 savings

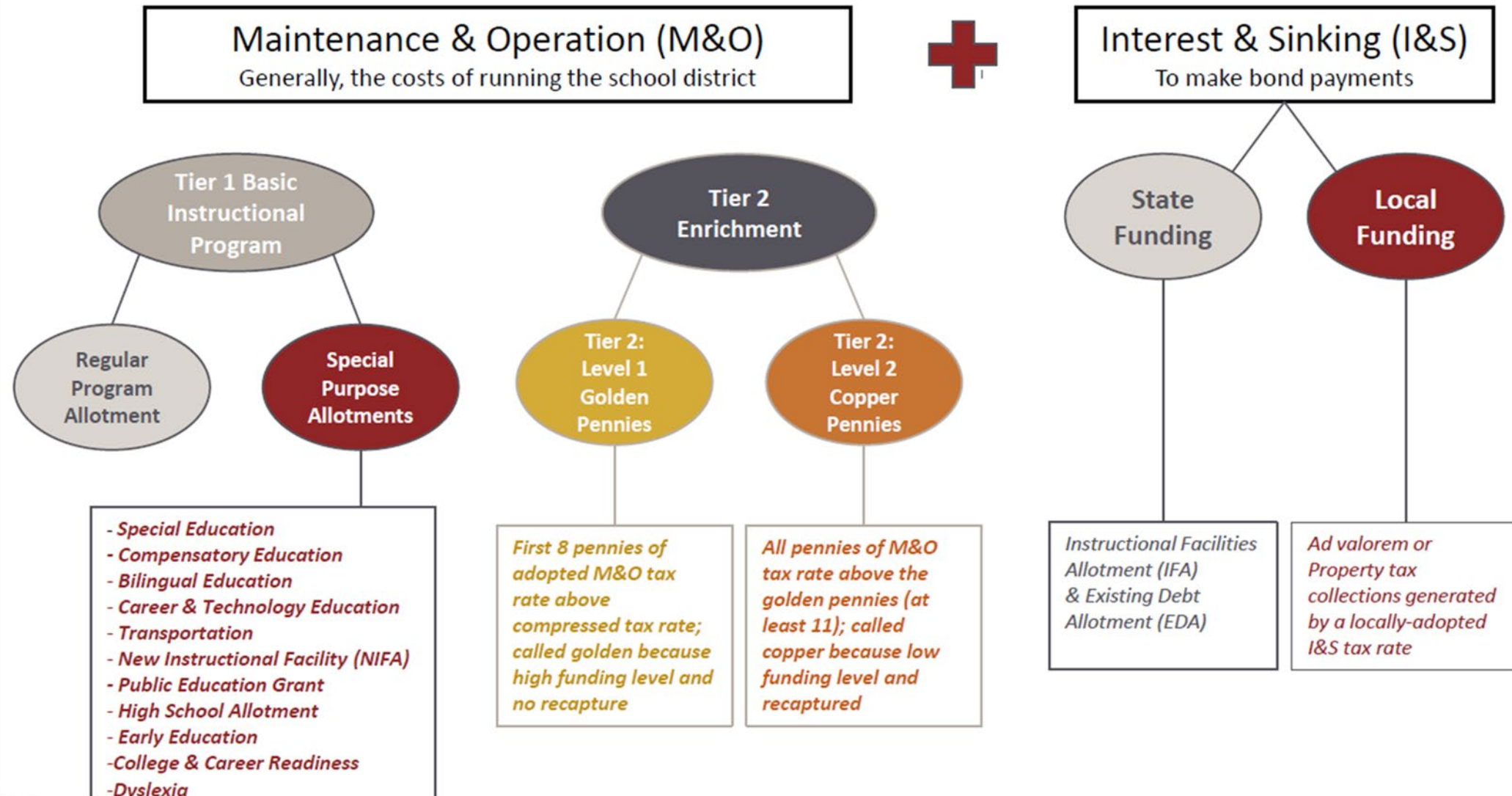
(A) Includes a \$20,195,000 prepayment on February 15, 2023.

Note: Debt service payments reflect payments from September 1 through August 31.

PROPOSED GENERAL FUND



Foundation School Program (FSP)



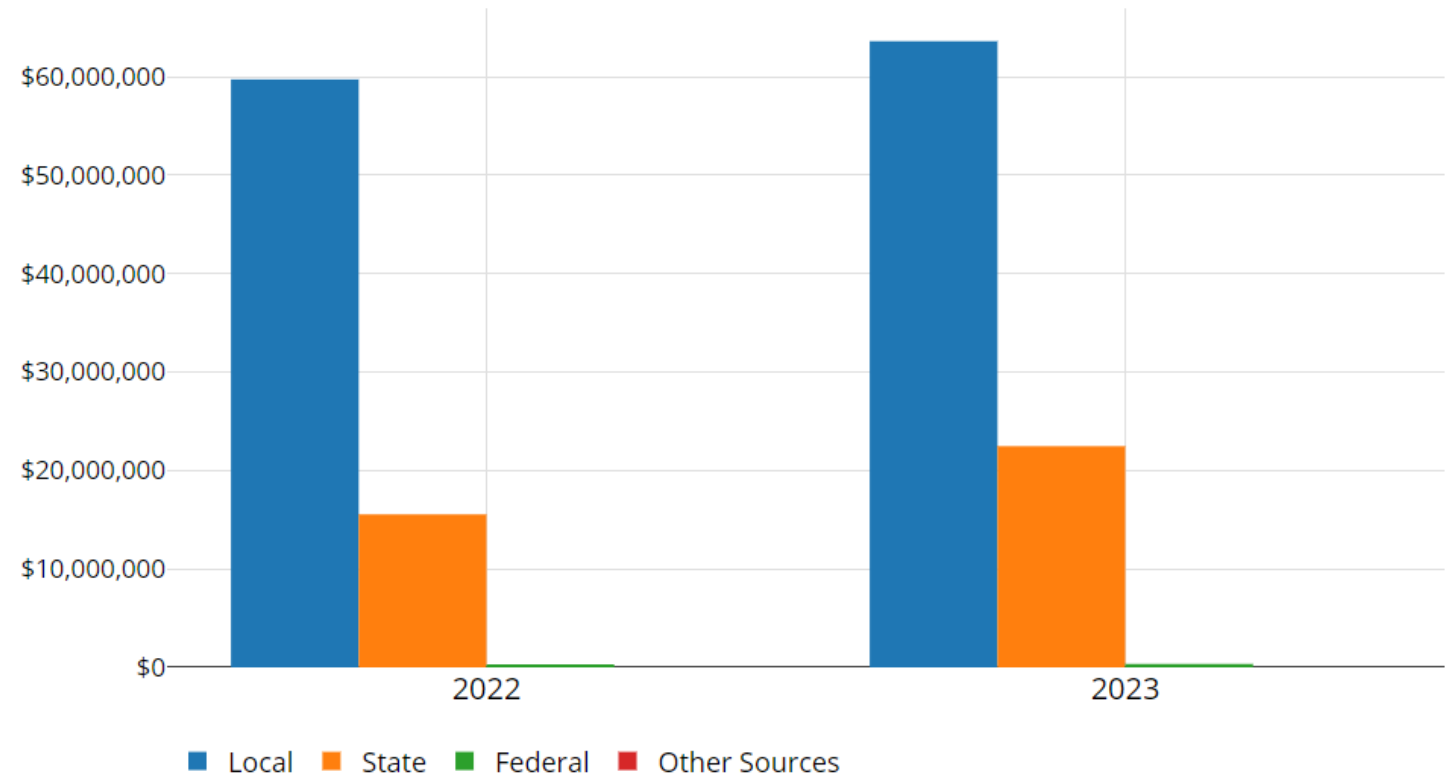
2022-2023 PROPOSED REVENUE BUDGET

Source of Revenue

Measure	Object Level 1	2022	2023
Amount	Local	\$59,728,862	\$63,607,411
	State	\$15,543,860	\$22,469,240
	Federal	\$200,000	\$350,000
	Other Sources	\$0	\$0

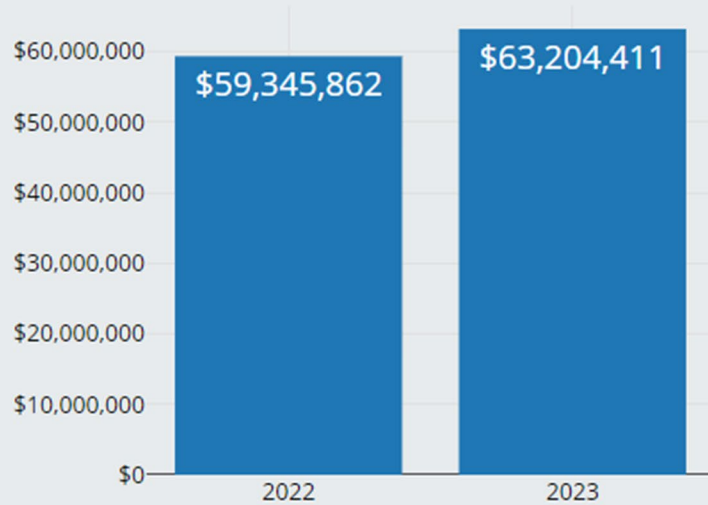
Object Level 1	2022	2023
	Amount Change	Amount Change
Total	\$0	\$10,953,929
Local	\$0	\$3,878,549
State	\$0	\$6,925,380
Federal	\$0	\$150,000
Other Sources	\$0	\$0

Comparison of Revenue by Source

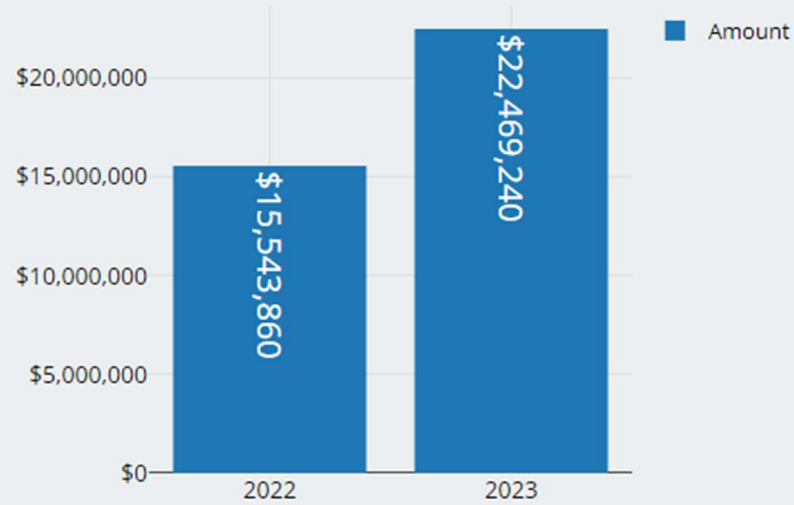


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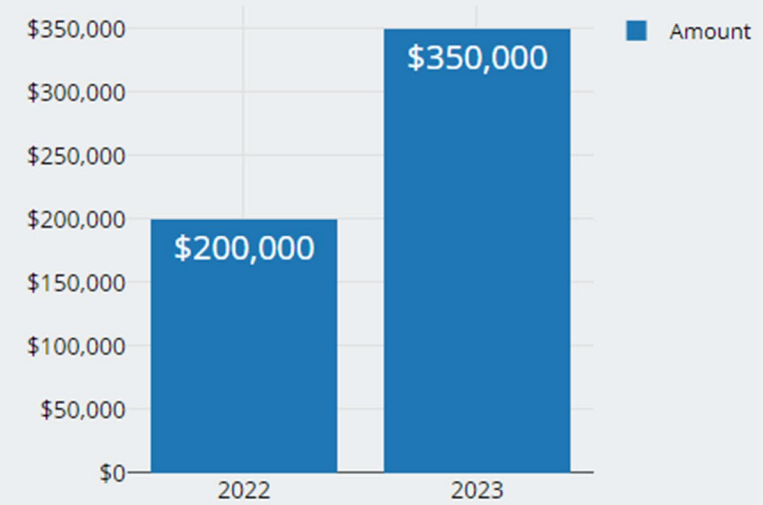
Comparison of Property Taxes



State Revenue



Comparison of Federal Sources

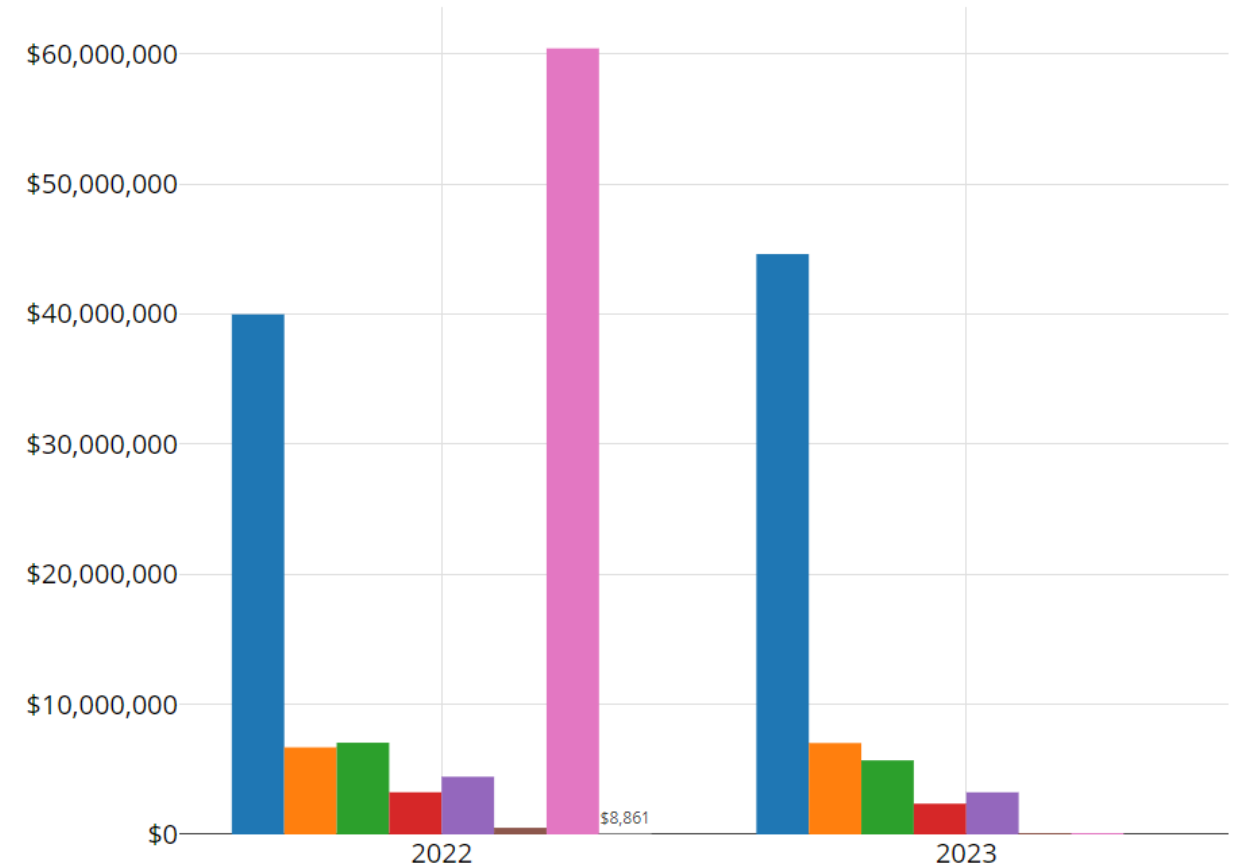


2022-2023 PROPOSED EXPENSE BUDGET

Comparison of Budgeted Expenses by Object

Object Level 2	2022 Amount	2023 Amount
Total	\$122,318,054	\$63,028,433
Salaries	\$39,973,167	\$44,609,961
Benefits	\$6,688,960	\$7,022,327
Purchased Services	\$7,047,802	\$5,692,805
Supplies	\$3,240,271	\$2,360,839
Other Operating	\$4,433,340	\$3,238,421
Debt Service	\$507,634	\$68,601

Expense by Object



CONTINUED...

Comparison of Budgeted Expenses by Function

Function Level 2	2022 Amount	2023 Amount
00 Generic	\$448,948	\$441,297
11 Instruction	\$44,746,927	\$35,193,423
12 Instruct Res/Media Svs	\$1,035,535	\$573,950
13 Curr/Instruc Staff Devel	\$888,804	\$572,574
21 Instructional Leadership	\$1,677,585	\$1,995,921
23 School Leadership	\$3,482,385	\$3,409,208
31 Guidance/Counsel/Eval Svs	\$2,045,904	\$1,903,292
32 Social Work Services	\$287,647	\$313,275
33 Health Svs	\$806,950	\$676,262
34 Student Transportation	\$3,300,031	\$1,391,665
35 Food Svs	\$4,799,764	\$4,078,289
36 Cocurr/Extracurr Activity	\$3,242,378	\$2,190,229
41 General Administration	\$3,789,479	\$3,741,052
51 Plant Maint/Operations	\$11,129,020	\$10,121,915
52 Security/Monitoring Svs	\$1,684,705	\$773,362
53 Data Processing Svs	\$3,906,106	\$1,753,978
61 Community Svs	\$9,228	\$7,000
99 Other Intergovernmental Charge	\$784,000	\$810,000

ACCELERATED INSTRUCTION BUDGET

According to TEC 29.081, a district that is required to provide accelerated instruction must separately budget sufficient funds for that purpose.

The goal of the State Compensatory Education (SCE) program is to provide funding to reduce disparity in performance on assessment instruments or disparity in the rates of high school completion between educationally disadvantaged students, at-risk students, and all other students. The purpose of the SCE program is to increase academic achievement and reduce the dropout rate for these students by providing supplemental programs and services.

- The following budget is included within the overall General Fund proposed budget:

BUDGET SUMMARY	
Student Population	
Eco. Disadvantaged	57.73%
At-Risk	45.27%
State Compensatory Education	
TEA Allocation (SOF)	\$ 4,091,608.00
Budget	
Required Direct Spending 55%	\$ 2,250,384.40
Expenses	
Payroll & Benefits	\$ 1,995,979.00
Operating Budget	\$ 160,865.00
Summer School	\$ 100,000.00
Total Expenses	\$ 2,256,844.00

FOOD SERVICE BUDGET FOR 2022-2023



Prior to the 2017-2018 school-year (SY), G-PISD operated in a Free, Reduced, and Paid Program with the Texas Department of Agriculture (TDA).

- Meal service was based on student eligibility
- Only students who meet Free Lunch requirements eat FREE
- Students who do not qualify for FREE lunch pay a reduced or full fee per meal

Due to Hurricane Harvey (2017) legislative provisions, G-PISD was eligible to qualify for the Community Eligibility Provision (CEP) with the TDA for a maximum of 5 years.

- All students eat FREE (breakfast & lunch)
- 100% Federal Reimbursement
- Expired at the end of the 2021-2022 SY

Due to the COVID-19 Pandemic (2020) legislative provisions, G-PISD was eligible to qualify to operate the Seamless Summer Option (SSO) for the 2020-2021 and 2021-2022 SY.

- All students eat FREE (breakfast & lunch)
- 100% Federal Reimbursement (higher rate than CEP)
- Expired at the end of the 2021-2022 school-year (SY)

On January 24, 2022, the Board of Trustees approved administrations recommendation to bundle all six G-PISD campuses to qualify for the CEP with the TDA.

- All students eat FREE for the upcoming 2022-2023 SY (breakfast & lunch)
- District to face deficit budget in order to provide FREE breakfast and lunch for the 2022-2023 SY
- Projected annual deficit at Jan. 24th board meeting: \$1.2M

2022-2023 PROPOSED FOOD SERVICE BUDGET

	ACTUAL 2021	BUDGET 2022	% Δ	2023	% Δ
REVENUE					
Local and Intermediate	\$124,488	\$93,300	(25.05%)	\$231,593	148.22%
State Programs	22,310	112,931	406.19%	16,000	(85.83%)
Federal Programs	2,901,862	4,001,999	37.91%	2,600,834	(35.01%)
TOTAL REVENUE	\$3,048,660	\$4,208,230	38.04%	\$2,848,427	(32.31%)
EXPENDITURES BY OBJECT					
Payroll Costs	\$1,339,096	\$1,752,823	30.90%	\$1,875,552	7.00%
Professional and Contracted Services	167,835	244,300	45.56%	228,000	(6.67%)
Supplies and Materials	1,267,518	2,174,107	71.52%	2,084,237	(4.13%)
Other Operating Expenses	4,036	37,000	816.75%	18,500	(50.00%)
Debt Service	0	0	0.00%	0	0.00%
Capital Outlay	0	0	0.00%	0	0.00%
TOTAL EXPENDITURES	\$2,778,485	\$4,208,230	51.46%	\$4,206,289	(0.05%)
SURPLUS / DEFICIT	\$270,175	\$0		(\$1,357,862)	
OTHER FINANCING SOURCES/ (USES)					
Other Financing Sources	\$39	\$0	\$0	\$1,357,862	\$0
Other Financing Uses	\$0	\$0	\$0	\$0	\$0
NET CHANGE IN FUND BALANCE	\$270,214	\$0		(\$0)	
BEGINNING FUND BALANCE	\$285,092	\$555,306		\$555,306	
PROJECTED YEAR END BALANCE	\$555,306	\$555,306		\$555,306	
FUND BALANCE AS % OF EXPENDITURES	19.99%	13.20%		13.20%	
FUND BALANCE AS # OF MONTHS OF EXPEND.	2.40	1.58		1.58	

TRANSFERS IN/OUT PROPOSAL

Propose to transfer projected \$1.35M (or final calculated projection prior to budget adoption) from Workers Compensation Fund Balance to cover Food Service Budget Deficit for the 2022-2023 school-year.

- Board approved Jan 2022 to cover budget deficit with Fund Balance
- Fund 753 to Fund 240
- Fund 753 Fund Balance is part of General Fund Balance 199, however is listed as an internal service for auditing and tracking purposes

OVERALL PROPOSED BUDGET

➤ GENERAL FUND

➤ FOOD SERVICE

➤ DEBT SERVICE

		PROPOSED			Total
		General Fund 2023	Food Service 2023	Debt Service 2023	
REVENUE					
Local	57XX	\$63,607,411	\$231,593	\$36,232,223	\$100,071,227
State	58XX	22,469,240	16,000	-	22,485,240
Federal	59XX	350,000	2,600,834	-	2,950,834
TOTAL REVENUE		\$86,426,651	\$2,848,427	\$36,232,223	\$125,507,301
EXPENDITURES		FUNCTION			
Instruction	11	\$33,643,752	-	-	\$33,643,752
Instructional Resources and Media Services	12	573,949	-	-	573,949
Curriculum Development and Instructional Staff Development	13	571,434	-	-	571,434
Instructional Leadership	21	1,961,246	-	-	1,961,246
School Leadership	23	3,409,206	-	-	3,409,206
Guidance, Counseling, and Evaluation Services	31	1,632,627	-	-	1,632,627
Social Work Services	32	313,275	-	-	313,275
Health Services	33	676,262	-	-	676,262
Student Transportation	34	1,391,665	-	-	1,391,665
Food Services	35	-	4,078,289	-	4,078,289
Extracurricular Activities	36	2,190,230	-	-	2,190,230
Administrative Support Services	41	3,741,053	-	-	3,741,053
Facilities Maintenance and Operations	51	9,993,916	128,000	-	10,121,916
Security and Monitoring Services	52	773,362	-	-	773,362
Data Processing Services	53	1,753,978	-	-	1,753,978
Ancillary Services	61	7,000	-	-	7,000
Debt Services	71	68,601	-	36,232,223	36,300,824
Facilities Acquisition and Construction	81	-	-	-	-
Contracted Instructional Services between Public Schools	91	-	-	-	-
Incremental Costs Associated with the Purchase of WADA under the Texas Education Code, Chapter 41	92	-	-	-	-
Payments to the Fiscal Agent or Member Districts of Shared Services Arrangements	93	-	-	-	-
Payments to Juvenile Justice Alternative Education Programs		-	-	-	-
Payments to Tax Increment Fund		-	-	-	-
Payments of Ad Valorem Tax Credits under Texas Economic Development Act (Texas Tax Code, Chapter 313)		-	-	-	-
Other Intergovernmental Charges	99	810,000	-	-	810,000
TOTAL EXPENDITURES		\$63,511,557	\$4,206,289	\$36,232,223	\$103,950,068
(Object 6491) for all statutorily required public notices		\$0	\$0	\$0	\$0
SURPLUS / DEFICIT		\$22,915,094	(\$1,357,862)	\$0	
OTHER FINANCING SOURCES/ (USES)					
Other Financing Sources		0	1,357,862	0	1,357,862
Other Financing Uses		0	0	0	0
Net Change in Fund Balance		\$22,915,094	(\$0)	\$0	

TAKEAWAYS

Both M&O and I&S Tax-Rate remaining the same

- M&O: \$0.9603
- I&S: \$0.2500
- PROPOSED TOTAL TAX-RATE - \$1.2103

Overall healthy budgets

- Reduced budgets in operational expenses
- Campus budgets were based on per-pupil basis and special populations
- Competitive compensation plan

One (1) additional year of free meals for all students

- Workers Comp Transfer In to cover federal loss

Defeating \$20M of bond payment next school year

- \$9 Million Interest Savings

Starting to close the gaps with Chapter 313 Limitation Agreements

- Chapter 313 program expiring December 31, 2022

Recapture payment program forecasted to significantly increase

- \$500,000 projected payment for 22-23 school-year

NEXT STEPS...

School Board Adopt Annual Budget & Tax Rate for Fiscal Year:

- September 1, 2022 – August 31, 2023
- In board action items tonight