



2019-2020 Annual Budget Report



Dr. Martha Salazar-Zamora, Superintendent

INTRODUCTION



Jim Ross

Chief Financial Officer

Tomball Independent School District is fortunate to have a supportive community that is a partner in the education of our children. As steward of the community's investments in its schools, the

district is committed to ensuring residents have easy access to and understanding of Tomball ISD's finances.

This budget information is presented in an easy-to-understand format and is an overview of the district's budgeted general operating activities, as well as key financial trends and data. There is further discussion on the child nutrition and debt service budgets. This report contains highlights of district finances, with key data taken from audited financial statements in the district's Comprehensive Annual Financial Report (CAFR) for the

fiscal year ending August 31, 2018, and is part of our commitment to transparency. To further evaluate the budget being presented some readers may be interested in exploring the more comprehensive CAFR. That document can be found at www.tomballisd.net, under the Finance Department or on file with the Texas Education Agency (TEA). The district's CAFR is prepared in accordance with Generally Accepted Accounting Principles (GAAP) for the United States. Because this report summarizes the district's financial activity in a reader-friendly format, it is not presented in conformity with GAAP. Questions, comments and feedback about this report are encouraged. Please contact myself at the TISD Finance Office at (281) 357-3100 or email the Director of Finance, zacheryboles@tomballisd.net.

Respectfully submitted,

Jim Ross

Jim Ross
CFO



SCHOOL BOARD 2019

Board of Trustees — Tomball Independent School District is governed by an elected seven-member board. School Board members are guardians of the public trust and, through the policies they make, are ultimately responsible for the success or failure of your local independent school district. The board serves as the advocate for educational excellence for the community's youth and puts those interests first. The policies school boards make dictate the standards and philosophy by which our schools are run and the criteria used to judge whether they are being run well.



**Mark
Lewandowski**
President
Elected 2003



Michael J. Pratt
Vice President
Elected 2010



Matt Schiel
Secretary
Elected 2016



Kathy Handler
Assistant Secretary
Elected 2010



Vacant
Trustee
TBA



Lee McLeod
Trustee
Appointed 2017



John E. McStravick
Trustee
Elected Nov. 2000

SUPERINTENDENT

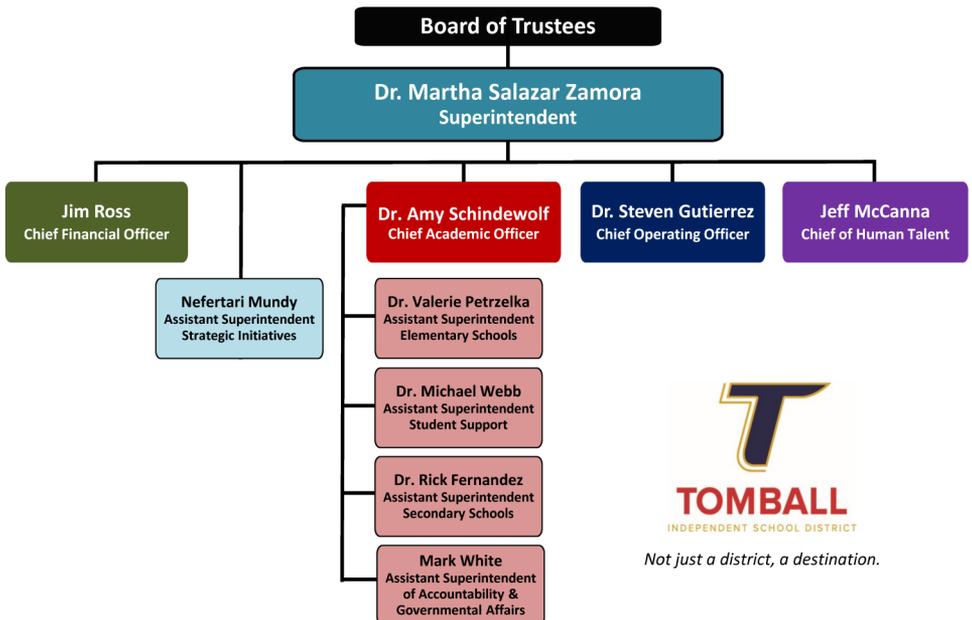


Dr. Martha Salazar-Zamora

Legal Responsibilities of the Superintendent

The Superintendent of the District is required to follow Sections 44.002 through 44.006 of the Texas Education Code that establish the legal basis for budget development in public school districts. The following six items summarize the legal requirements from the Texas Education Code:

- The Superintendent is the budget officer for the District and prepares or causes the budget to be prepared.
- The District budget must be prepared by June 19th for the following fiscal year.
- The President of the Board of Trustees must call a public meeting of the Board, giving ten days public notice in a newspaper, for the adoption of the District budget. Any taxpayer in the district may be present and participate in the meeting.
- No funds may be expended in any manner other than as provided for in the adopted budget. The Board does have the authority to amend the budget or adopt a supplementary emergency budget to cover unforeseen expenditures.
- The budget must be prepared in accordance with GAAP (generally accepted accounting principles) and state guidelines.
- Budgets for the General Fund, the Food Service Fund and the Debt Service Fund must be included in the official district budget.



Not just a district, a destination.

STUDENT ENROLLMENT

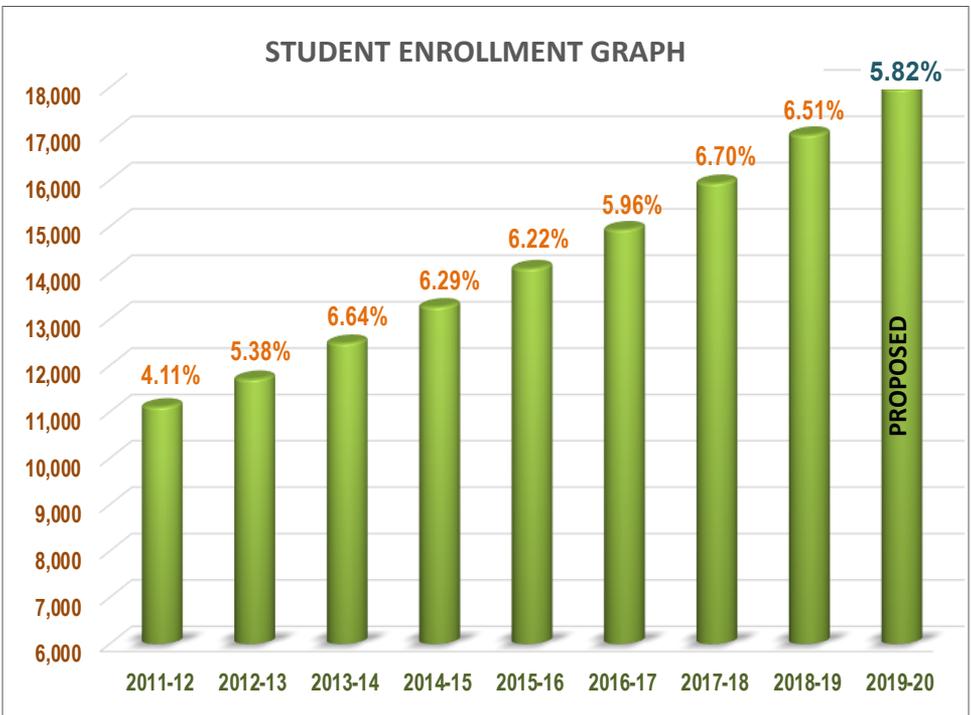
In November of 2017 Tomball ISD voters approved Bond 2017 which is addressing new district facilities, renovations at existing campuses, new technology, and a new district stadium. In the next four years following the passing of this bond, Tomball ISD is projected to grow by more than 4,500 students, which will increase the district's enrollment to over 20,000 students.

Parents of students living outside the Tomball ISD attendance boundaries now have an opportunity to apply to enroll their children in selected Tomball ISD schools through a Year-Round Limited Open Enrollment program.

Limited Open Enrollment allows school districts to enroll students residing

outside their district boundary lines. The program helps Tomball ISD financially because state funding is based on enrollment. For each additional student enrolled in Tomball ISD, the District retains more of its local tax revenue. As of the 2017-2018 school year, Tomball ISD is subject to Chapter 41 of the Texas Education Code. Chapter 41 (also known as the "Robin Hood" plan) allows the state to recapture Tomball ISD tax dollars as the local tax base increases. Increasing our enrollment by allowing Limited Open Enrollment will result in Tomball ISD keeping more of our local tax dollars.

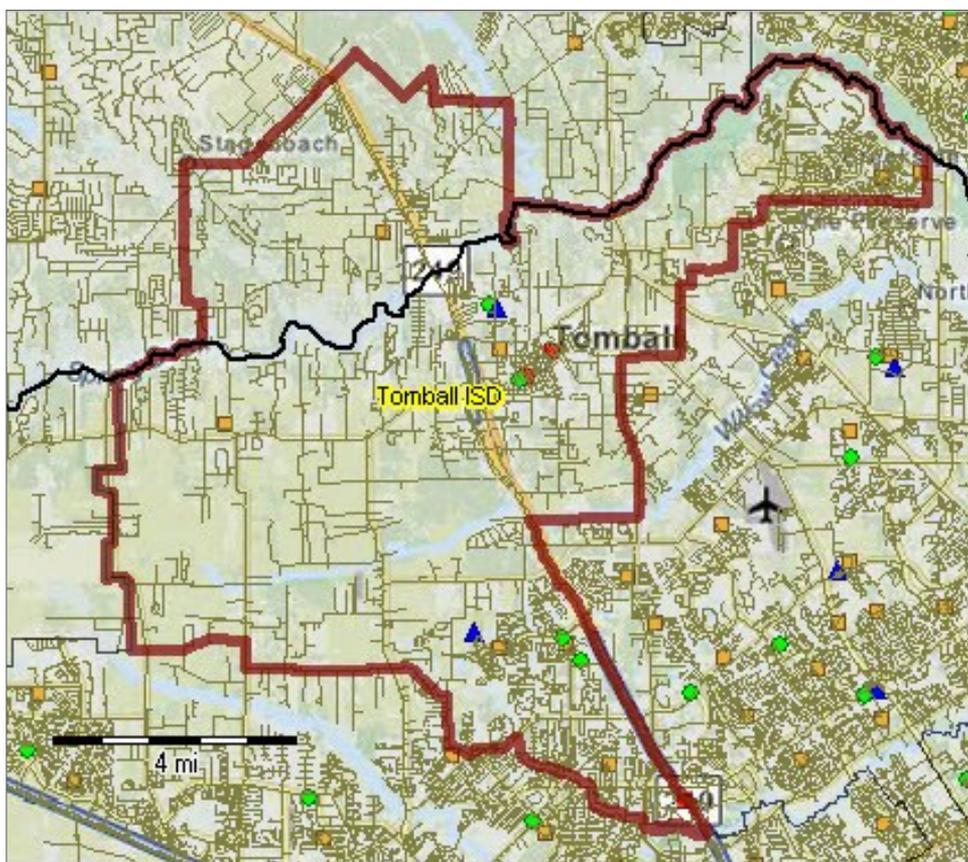
Recently the district has opened Year-Round Limited Open Enrollment available at eight district campuses for students in grades kindergarten through eight.



ABOUT TISD

Formed in 1937 the district encompasses portions of Harris and Montgomery counties, near the City of Tomball, approximately 20 miles northwest of Houston's central business district and 15 miles southwest of the Woodlands. The 2018 district enrollment is 16,971, about 6.5% more than the previous year, which is largely attributable to absorption of students brought to the area in the past few years due to major employment growth at Noble Energy Inc. (800 jobs south of Tomball) and Exxon Mobil Corp. (8,000 jobs; just 15 miles away in the Woodlands area) headquarters facilities.

An expansive Grand Parkway thoroughfare opened in February 2016 and has enhanced residents' access to Tomball from IH45 and SH290. This development, in addition to other roadway and economic developments, will continue to stimulate both enrollment and economic growth for several more years. The tax base is considered very diverse with the top ten leading taxpayers comprising only 9.99% of the total base. Hewlett Packard Co. is 3.0% of market value; Baker Hughes is 1.4%; Tomball Regional Hospital is 1.35%, and Noble Energy is 1.1% of market value.



BUDGET PREPARATION

The Tomball Independent School District uses the Priority-Based Budgeting method in budget preparation. Priority-Based Budgeting is a way for local governments to spend within their means by continuously focusing on the results most relevant to the community and the programs that influence those results to the highest possible degree.

Priority-Based Budget Process

The process involves a systematic review of existing services, why they exist, what value they offer our students, how they benefit our students and community, what they cost, and what objectives and student and parent demands they are achieving.

The measurement of this budget process can be seen in the success shown in reports and data produced by the Texas Education Agency (TEA). School performance is reported by TEA in the Texas Academic Performance Reports (TAPR). This annual report uses a wide range of information on the performance of students in each school and district in Texas and assigns a grade of A to F for four different domains of data. Performance is shown disaggregated by student groups, including ethnicity and socioeconomic status. Each domain is rated A through F and the average of all parts leads to the district final grade. Tomball ISD was rated as A in all four domains for a district overall grade of A. As an education provider it should be obvious that Tomball ISD provides excellent academic results for students at all levels; a value for students and parents.

In preparing the 2019-2020 budget the District faced a number of challenges from both internal and external sources. Internally the District had to face dealing with the rapid increase in special education costs, providing a general pay increase to keep up with inflation, marketing of Limited Open Enrollment to offset state recapture, and dealing with enrollment increases that create staff needs. External issues affecting the District were the impact of paying Chapter 41 Recapture, and the fact the Texas Legislature is in session and addressing school finance change. At this time the Legislature has not increased the school finance funding formulas in five years despite inflationary cost increases over the last five years. This budget has been prepared without a final adoption by the Legislature of school finance change and is based on the current funding system due to budget preparation deadlines.



Financially Tomball ISD continues to perform well. There are numerous reports that show that in comparison to similar districts demographically and geographically Tomball ISD's expenditures per pupil are consistently year-after-year very low. This can be seen in reports available on-line of Texas SmartSchools and the Financial Allocation System of Texas (FAST). In fact Tomball ISD is one of only 26 public school districts in the state to receive the highest rating in these reports.

AWARDS & RECOGNITIONS

Financial statements of Tomball ISD are annually submitted to both The Association of School Business Officials, International (ASBO) and The Government Finance Officers Association (GFOA) for review. These organizations encourage excellence in financial reporting by state and local governments, and enforce strict disclosure



requirements on entities requesting review. Tomball ISD is committed to significantly higher standards in financial reporting and has received awards for financial statement presentation and disclosure from both associations for 20 consecutive years. It should be noted that less than 4.5% of the school districts in Texas receive both these awards. Tomball ISD has a financial rating with Standard & Poor's Rating Services of AA+. The district is one of only 16 school districts of 1,022 districts in the State of Texas to earn the AA+ financial rating. The rating is based on the district's continued and projected maintenance of a strong tax base, tax-raising flexibility, very strong reserves, and moderately high debt burden. Tomball ISD also has a financial rating with Moody's Financial Services of Aa1 (equivalent to S&P's AA+).

The district's Chief Financial Officer Jim Ross states he is always conscientious of Tomball ISD's financial condition. Ross said, ***"When I joined Tomball ISD 16 years ago, I was confident the district had the potential to be a financial leader among school districts across the state. Through the years, we've practiced a conservative approach to spending, which is one of the contributing factors resulting in our AA+ financial rating. Tomball ISD has maintained a history of fiscal***



STANDARD & POOR'S RATINGS SERVICES

responsibility, but AA+ recognition is an outstanding accomplishment that affirms that our district is among the best in Texas."

According to Standard & Poor's rating report, additional underlying factors that led to the rating were the district's good financial management practices and policies and strong financial condition, despite rapid enrollment growth, under the current State of Texas funding formula. According to Ross, the rating benefits Tomball ISD with current and future bond issuance. ***"The AA+ rating saves us millions of dollars. We have such a strong financial reputation that when we sell bonds we see heavy investor interest and demand for bonds of all maturity lengths."***

Tomball ISD administrators have a history of being good stewards of tax dollars, and make financial decisions that are in the best interest of students and their educational needs. For

seven consecutive years, Tomball ISD held a flat

tax rate of \$1.36. In 2015, the district lowered the total tax rate to \$1.34. Originally the decrease was a reflection of an increase in the tax base. We are on the fifth consecutive year at \$1.34 with a much slower tax base growth than in the past. Another component in the district's approach to managing finances included setting aside funds in preparation for opening new schools. Voters have approved three bond referendums – one in 2007, 2013 and recently Bond 2017 for \$275 million dollars enabling the district to meet the continued needs of a growing population.



TISD FUN FACTS FOR THE YEAR!!



Over 1,497,800 tweets!

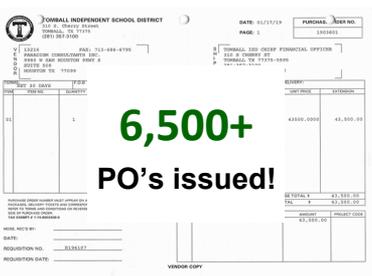
Over 207,000 gallons of diesel a year!



1,217+ gallons of hand soap!



6,500+ PO's issued!



We use appx. 11,400 rolls of paper towels a year!

6,839 Facebook followers!



314 bus tires replaced in a year!



223,000 servings of pizza! Yum!

WHY TOMBALL ISD?

- ★ Highly regarded and rated school district
- ★ Outstanding student achievement
- ★ Dedicated teachers
- ★ Engaged families and community
- ★ Financial integrity
- ★ Innovative technology
- ★ Exceptional learning environments
- ★ Numerous extracurricular activities
- ★ Career and college-focused programs
- ★ Well-equipped facilities
- ★ State-of-the Art Stadium in 2020
- ★ Tax rate of \$1.34 unchanged in past 5 years
- ★ Reputation of excellence
- ★ Innovative technology integrations
- ★ Smaller school community
- ★ 20 campuses and growing
- ★ A 6.4% growth in student population
- ★ Provides 22 career and technical education pathways
- ★ Engaged families
- ★ District of innovation
- ★ Only straight A school district in Harris County with a 94% overall performance rating
- ★ HEB Excellence in Education finalist



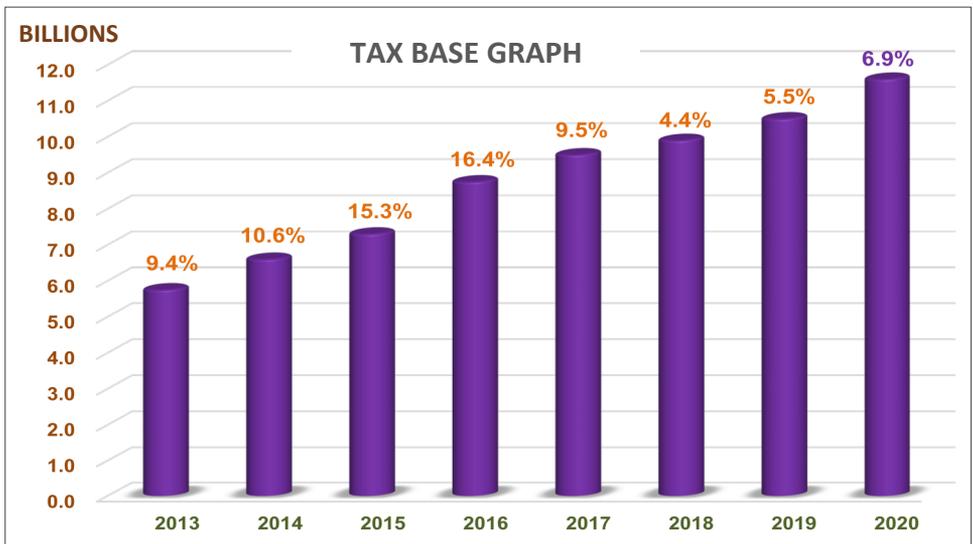
TAX BASE CHANGE & METHODOLOGY

Tomball ISD has two major sources of revenue: local property taxes and state funding. Local property taxes are dependent on the tax rate set on the assessed taxable values of the district. These assessed taxable values are determined by the Harris County Appraisal District (HCAD) and Montgomery County Appraisal District (MCAD). By state funding design, revenue per pupil is limited to a set amount. This amount is then multiplied by the number of students in average daily attendance to establish the total amount of funding. Local tax revenues are applied first to the full funding amount. Any portion of the total not paid by local tax revenues is then paid by the State. If the local tax base increases and local tax revenues increase, state aid decreases. If local tax revenues decrease, then state aid increases. State formulas cap the maximum tax rate allowed.

Current law requires all districts to compress their Maintenance & Operations (M&O) tax rates to a level equal to 66.67% of the 2005-2006 M&O

tax rate. Tomball ISD's compressed M&O tax rate is currently \$0.98. The District is allowed to add pennies to this compressed rate as long as the total added does not exceed a voter approved legal maximum tax rate of \$1.17.

The maximum allowable tax rate without a tax rate election for general operating is one of two tax rate calculations. The first rate is calculated as the maximum M&O tax rate defined in state law as \$1.0401 [(\$1.50 X 66.67%) + \$0.04] plus any voter approved M&O pennies. State law allows local district voters the authority to add as much as 13 cents to the \$1.0401. The second rate is the calculated effective tax rate plus 4 cents. The effective tax rate is calculated using a worksheet from the Texas State Comptrollers' Truth in Taxation handbook. The effective tax rate is \$1.01. Adding 4 cents to the effective tax rate is the second tax rate maximum and would be \$1.05. The Maximum M&O tax rate, or rollback rate, for general operating is the lower of these two rates. The lowest rate for 2019-20 is \$1.0401.



RATE HISTORY & PROPOSED RATES

SCHOOL YEAR	M&O TAX RATE	I&S TAX RATE	TOTAL TAX RATE
2009-2010	1.010	0.350	1.360
2010-2011	1.010	0.350	1.360
2011-2012	1.010	0.350	1.360
2012-2013	1.010	0.350	1.360
2013-2014	1.020	0.340	1.360
2014-2015	1.020	0.340	1.360
2015-2016	1.020	0.320	1.340
2016-2017	1.040	0.300	1.340
2017-2018	1.040	0.300	1.340
2018-2019	1.040	0.300	1.340
PROPOSED	1.040	0.300	1.340

The district passed a \$1.01 M&O tax rate in 2008-09, 2009-10, 2010-11, 2011-12 and in 2012-13. The 2013-14, 2014-15 and 2015-16 M&O tax rates was \$1.02 and the 2016-17, 2017-18 and 2018-19 M&O was \$1.040 as is the proposed 2019-20 M&O tax rate.

The district passed a \$0.35 Interest & Sinking (I&S) tax rate in 2008-09, 2009-10, 2010-11, 2011-12 and in 2012-13. The I&S tax rate is assessed to pay bonded debt. Due to taxable value growth the 2013-14 adopted I&S tax rate was reduced to \$0.34. Continued taxable value growth allowed the District to again lower the 2015-16 I&S rate to \$0.32 in order to lower the total tax rate for the year. Again taxable value growth allowed the District to lower the 2016-17, 2017-18 and 2018-19 I&S tax rate to \$0.30 as is proposed 2019-20 I&S tax rate.

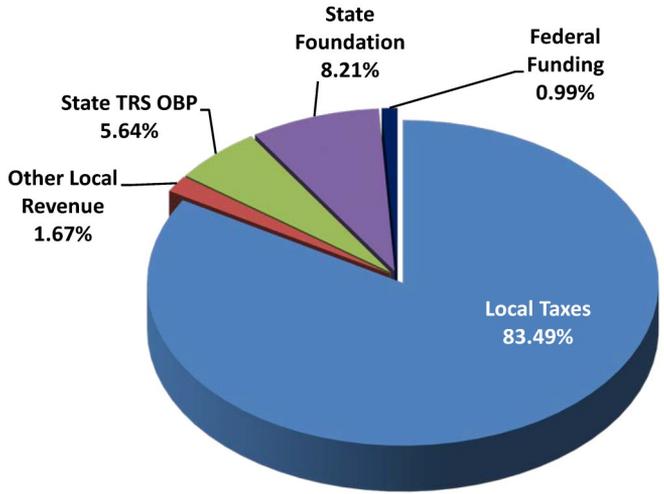
The combination of the M&O tax rate and the I&S tax rate is the total tax rate.

The total tax rate was \$1.36 for seven consecutive years from 2008-2009 through 2014-15. The total tax rate was reduced from the total rate of \$1.36 in 2014-15 to \$1.34 for 2015-16. The total tax rate for 2016-2017, 2017-18 and 2018-19 was again \$1.34 and the proposed total tax rate for 2019-20 is \$1.34. These stable tax rates are the result of steady increases in the taxable values. However, the impact of three 500-year floods in 2016 and 2017 has slowed the tax base growth significantly and maintaining a flat tax rate is becoming much more difficult.



BUDGETED OPERATING REVENUES

A spreadsheet on the following page compares the actual audited financial data from prior years to the 2018-2019 budgeted revenues and the 2019-20 projected revenues. This spreadsheet shows an increase in both state funding and local taxes for 2019-20 due to the increase in the taxable property values and enrollment growth. The total projected operating revenue is \$141,800,000 and is 9.08% higher than the previous year.



The total operating revenue per pupil (WADA) is \$6,329 is a decrease from \$6,407 in the prior year. The Texas Legislature has chosen not to address an increase in school funding formulas in 5 years, however changes are pending in this Legislative Session and the gradual decrease per pupil may change.

Revenue is projected to increase by \$11,800,000 over the prior year with local funding increasing by \$10,436,557 (or 88.45% of the total increase) and state funding increasing \$1,063,443 (or 9.01% of the total increase).

REVENUE	2018-2019	2019-2020
State Funding	\$ 18,578,733	\$ 19,642,176
Local Funding	\$ 110,321,267	\$ 120,757,824
Federal Funding	\$ 1,100,000	\$ 1,400,000
TOTAL	\$130,000,000	\$ 141,800,000
Percent	1.17%	9.08%
Chapter 41	\$ 1,286,236	\$ 1,685,105
WADA	19,645	20,569

2019-2020 PROPOSED BUDGET

Revenues

DESCRIPTION	2016-2017	2017-2018	2018-2019	2019-2020
	Audited	Audited	10-Month	PROJECTED
Pupil Weighted ADA	17,189,427	18,331,042	19,388,603	20,568,718
% change from prior year	6.27%	6.64%	5.77%	6.09%
GENERAL FUND				
Local Property Taxes	102,622,157	107,596,380	108,540,987	118,383,620
% of Fund Revenues	85.43%	86.91%	83.49%	83.49%
Other Local Revenues	1,603,072	2,132,796	1,780,280	2,374,204
% of Fund Revenues	1.33%	1.72%	1.37%	1.67%
State Assistance	14,254,776	12,693,757	18,578,733	19,642,176
% of Fund Revenues	11.87%	10.25%	14.29%	13.85%
Federal Assistance	1,641,693	1,384,810	1,100,000	1,400,000
% of Fund Revenues	1.37%	1.12%	0.85%	0.99%
GENERAL FUND Total Revenue	120,121,698	123,807,743	130,000,000	141,800,000
per WADA Pupil Revenue	6,988	6,754	6,705	6,894
% Change from Prior Year per Pupil	-3.40%	-3.35%	-0.73%	2.82%
DEBT SERVICE				
Local Revenues	30,424,435	31,180,012	33,249,426	33,445,704
% of Fund Revenues	100.00%	100.00%	98.46%	98.37%
State Assistance	0	504,109	520,574	554,296
% of Fund Revenues	0.00%	0.00%	1.54%	1.63%
DEBT SERVICE Total Revenue	30,424,435	31,684,121	33,770,000	34,000,000
per WADA Pupil Revenue	1,770	1,728	1,742	1,653
% Change from Prior Year per Pupil	-0.22%	-2.35%	0.77%	-5.10%
FOOD SERVICE				
Local Revenues	3,367,797	3,425,542	3,918,750	4,040,900
% of Fund Revenues	57.82%	55.68%	57.74%	57.51%
State Assistance	157,383	170,081	179,650	185,000
% of Fund Revenues	2.72%	2.72%	2.65%	2.63%
Federal Assistance	2,299,876	2,557,013	2,689,000	2,800,000
% of Fund Revenues	38.94%	38.94%	39.62%	39.85%
FOOD SERVICE Total Revenue	5,825,056	6,152,636	6,787,400	7,025,900
per WADA Pupil Revenue	339	336	350	342
% Change from Prior Year per Pupil	-0.23%	-0.95%	4.30%	-2.43%

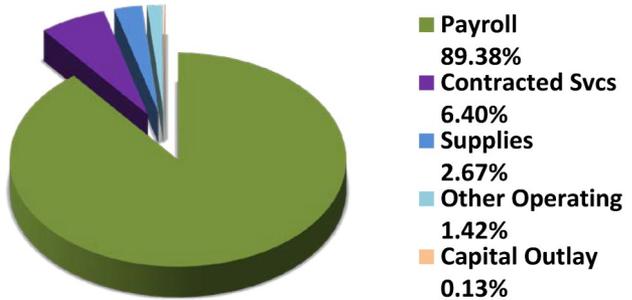
GENERAL FUND APPROPRIATIONS

The 2019-2020 proposed General Fund budget is \$141,800,000, which is 9.08% higher than the 2018-2019 adopted budget. The budget is divided into five major expenditure categories, with these expenditure categories called object codes in school accounting.

The object codes indicate expenses in payroll, contracted services, supplies and materials, other operating costs, and capital outlay. Education is a service-oriented business, and typical for this type of business, payroll costs are a very high percentage of expenditures. As can be seen in the pie chart, payroll is the largest expense in the General Fund budget at 89.38% of the total budget.

The 2019-2020 total General Fund budget increased by \$11,800,000 over the previous year. Payroll increased by \$9,921,326 or 8.49% over the previous year. Contracted Services is primarily the

cost of utilities and 6.40% of the total budget. This category increased by \$755,270 or 9.07% over the prior year. Supplies and materials are 2.67% of the total budget and increased by \$674,358



from the previous year. Other Operating Expenses are 1.42% of the total budget and primarily includes the costs related to travel and property casualty insurance. This budget category decreased by \$426,052 or 26.8% from the prior year. Capital Outlay is 0.13% of the total budget and is the costs primarily related to equipment replacement. This category increased \$23,000 above the prior year.

EXPENDITURES	2018-2019	2019-2020
Payroll	\$ 116,814,910	\$ 126,736,230
Contracted Services	\$ 8,319,331	\$ 9,074,601
Supplies & Materials	\$3,116,062	\$ 3,790,420
Other Operating Expenses	\$1,589,697	\$ 2,015,749
Capital Outlay	\$ 160,000	\$ 183,000
TOTAL	\$130,000,000	\$ 141,800,000
Percent Change from Prior	1.17 %	9.08%

FUNCTION CODE DEFINITIONS

Texas public school accounting expenditures are coded by function codes to identify the purpose of the expense. Budgets must be approved by fund and by function.

10 Instruction & Instructional-Related Services

— This function code series is used for expenditures/expenses that provide direct interaction between staff and students to achieve learning, and provide staff members with the appropriate resources to achieve the appropriate student learning through either materials or development. Technology used by students is also included here (11, 12, 13).

20 Instructional and School Leadership

— This function code series is used for expenditures that relate to the managing, directing, supervising and leadership of staff who are providing either instructional or instructional-related services. This function code series also includes the general management and leadership of a school campus (21, 23).

30 Student Support Services — This function code series is used for expenditures/expenses that directly support and improve students' well-being and that supplement the teaching process. This includes guidance services, health services, psychological services, and support services for students with disabilities (31, 32, 33, 34, 36).

40 Administrative Support Services — A function code series for the overall general administrative support services of the school district. This includes planning, research, development, evaluation, information, & statistical/data processing services (41).

50 Non-Student Based Support Services

— This function code series is used for expenditures/expenses that are school district support services (51, 52, 53).

60 Ancillary Services — This function code series is used for expenditures/expenses that are for school district support services supplemental to the operation of the school district. This includes transportation and school maintenance (61).

70 Debt Service — This function code series is used for expenditures that are used for the payment of debt principal and interest (71).

80 Capital Outlay — This function code series is used for expenditures that are acquisitions, construction, or major renovation of school district facilities (81).

90 Intergovernmental Charges — This function code is appropriate where one governmental unit transfers resources to another (95, 99).



BUDGET BY DETAILED FUNCTION CODES

The General Fund budget must be approved by the Board of Trustees by Fund and Function. Functions are classified by code in five general categories. Instruction is made up of the function codes beginning with a “1” and are 68.08% of the total budget. Campus and Instruction Administration are the function codes beginning with a “2” and are 7.58% of the total budget. Student Support are the function codes beginning with a “3” and are 10.59% of the total budget. General Administration is the single function code beginning with a “4” and 2.99% of the total budget. Non-Student Support are the function codes beginning with a “5” and are 9.90% of the total budget. Other less significant function codes beginning with a “6, 8, or 9” are only 0.86% of the total budget.

Direct instruction of students (11) is 66.12% of the total budget appropriations and is the largest single cost. Plant maintenance and operations

(51) is the second highest cost and includes costs of building maintenance and repairs, lighting and conditioning of facilities. This function is 8.31% of the total budget. Campus leadership (23) includes the costs for student and staff management at the campus level. This function is 6.36% of the total budget.

Frequently discussion focuses on the high costs for extracurricular activities such as athletics. This cost is included in function 36 and is only 2.18% of the total budget. Another issue of contentious discussion is the high cost of administrators not at the campus level. Function 41 and Function 21 account for these costs and combined are 4.21% of the total budget. What is also included in the costs for function 41 are support staff needed for payroll processing, for reporting to federal and state agencies, and for processing payments to vendors. The school district is a normal business operation.

11	Instruction	\$ 93,757,259
12	Instructional Media Services.....	1,545,015
13	Curriculum/Staff Development.....	1,242,007
21	Instructional Leadership	1,729,904
23	Campus Leadership.....	9,023,001
31	Guidance & Counseling.....	4,399,201
32	Social Services	56,855
33	Health Services	1,544,034
34	Transportation.....	5,929,459
36	Extracurricular	3,088,958
41	General Administration	4,242,446
51	Plant Maintenance & Operations	11,785,135
52	Security Services	593,452
53	Data Processing	1,658,155
61	Community Services	619
95	JJAEP	25,000
99	Other Governmental Agencies.....	1,179,500
	TOTAL.....	\$ 141,800,000

2019-2010 PROPOSED BUDGET

Expenditures

<i>DESCRIPTION</i>	2016-2017	2017-2018	2018-2019	2019-2020
	Audited	Audited	10-Month	PROPOSED
Pupil Weighted ADA	17,189,469	18,331,042	19,388,603	20,568,718
% change from prior year	6.27%	6.64%	5.77%	6.09%
GENERAL FUND less Construction				
Instructional Services	75,998,190	82,943,754	86,701,576	96,544,281
per WADA Pupil Costs 10's	4,421	4,525	4,472	4,694
Function % of Fund Expenditures	64.16%	64.72%	66.69%	68.08%
School/Instruc Leadership	9,274,017	10,235,430	10,433,510	10,752,905
per WADA Pupil Costs 20's	540	558	538	523
Function % of Total Expenditures	7.83%	7.99%	8.03%	7.58%
Student Support Services	14,411,702	15,458,168	14,391,634	15,018,507
per WADA Pupil Costs 30's	838	843	742	730
Function % of Fund Expenditures	12.17%	12.06%	11.07%	10.59%
Administrative Support Services	3,674,465	4,017,028	4,029,375	4,242,446
per WADA Pupil Costs 40's	214	219	208	206
Function % of Fund Expenditures	3.10%	3.13%	3.10%	2.99%
Non-Student Support Services	14,139,825	14,488,263	13,337,657	14,036,742
per WADA Pupil Costs 50's	823	790	688	682
Function % of Fund Expenditures	11.94%	11.30%	10.26%	9.90%
Other/Ancillary Expenses	960,489	1,024,567	1,106,248	1,205,119
per WADA Pupil Costs 60 & 90's	56	56	57	59
Function % of Total Expenditures	0.81%	0.80%	0.85%	0.85%
GENERAL FUND Expenditures	118,458,688	128,167,210	130,000,000	141,800,000
per WADA Pupil Costs	6,891	6,992	6,705	6,894
% Change from Prior Year per Pupil Costs	0.84%	1.46%	-4.10%	2.82%
Dollar Difference from Prior Year	\$7,924,411	\$9,708,522	\$1,832,790	\$11,800,000
% Change from Prior Year in Dollars	20.65%	15.95%	1.43%	9.08%
DEBT SERVICE Expenditures	30,765,036	34,079,197	33,770,000	36,000,000
per WADA Pupil Costs 70's	1,790	1,859	1,742	1,750
% Change from Prior Year per Pupil Costs	5.68%	3.87%	-6.31%	0.49%
FOOD SERVICE Expenditures	5,804,925	6,004,426	6,787,400	7,025,900
per WADA Pupil Costs 35	338	328	350	342
% Change from Prior Year per Pupil Costs	-2.72%	-3.00%	6.87%	-2.43%

STAFF COUNT HISTORY—BY POSITION

The District currently has 2,159 employees. This staff is comprised of 1,304 (60.4%) professional and 855 (39.6%) non-professional positions. Of the total staff 1,045 (48.4%) are teachers, 177 (8.2%) are professional support such as librarians and counselors, 56 (2.6%) are campus administrators, 26 (1.2%) are professionals that have district-wide administrative duties, 213 (9.9%) are educational aides providing direct assistance to teachers, and 642 (29.7%) are support personnel for providing food services, custodial services, clerical support, transportation services, and maintenance of district plant facilities and grounds. From 2015-2016 to 2018-

2019 the number of employees rose at an average rate of 5.8% per year while student enrollment has risen at an average rate of 6.4%. During this time period the growth was 198 (65%) professional positions and 106 (35%) non-professional positions. The percentage change in total employees from year to year was: 2015-2016 increased by 7.75%, 2016-2017 increased by 6.91%, 2017-2018 increased by 6.23%, and 2018-2019 increased by 2.49%. The primary driver for the staffing increases in the past has been due to the opening of new schools. Not opening a new school next year allowed control of staffing additions for 2018-2019 to a 3.98% increase.

	2015-2016		2016-2017		2017-2018		2018-2019		2019-2020	
TOTAL PERSONNEL	1,855		1,983		2,107		2,159		2,245	
TEACHERS	875	47.2%	934	47.1%	988	46.9%	1045	48.4%	1099	49.0%
Pre-K & Kindergarten	72		91		83		88		ADD 54	
Elementary	434		386		412		431			
Secondary	323		421		462		495			
All Level	46		36		32		31			
SUPPORT STAFF	164	8.9%	163	8.2%	165	7.8%	177	8.2%	184	8.2%
Counselors	28		29		31		34		ADD 7.0	
Educ Diagnosticians	12		14		13		14			
Librarians	16		18		18		18			
Nurses	20		18		18		20			
Therapists	18		14		15		19			
Psychologists	8		6		7		9			
Other Support Staff	64		64		63		63			
ADMINISTRATORS	67	3.6%	71	3.6%	80	3.8%	82	3.8%	82	3.7%
Admin/Instr Officers	15		16		17		17		ADD 0.0	
Principals	18		19		19		20			
Assistant Principals	30		32		35		36			
Superintendent	1		1		1		1			
Ass't Supt's	3		3		8		8			
TOTAL PROFESSIONAL	1,106	59.6%	1,168	58.9%	1,233	58.5%	1,304	60.4%	1,365	60.8%
EDUCATIONAL AIDES	180	9.7%	194	9.8%	211	10.0%	213	9.9%	222	9.9%
AUXILIARY STAFF	569	30.7%	622	31.3%	663	31.5%	642	29.7%	658	29.3%
	14,092		14,932		16,042		16,971		17,958	
Student/Teacher Ratio	16.11		15.99		16.23		16.24		16.34	
Student/Staff Ratio	7.60		7.53		7.62		7.86		8.00	

2019-2020 FOOD SERVICE BUDGET

The total proposed Child Nutrition and Food Service budget for 2019-2020 is \$7,025,900.

Various revenues from local, state, and federal sources will fully fund this budget. Local revenue from local meal charges will generate \$4,040,900 (57.51%) of the funding for this department. Federal child nutrition funds for subsidized free and reduced meal costs will pay \$2,800,000 or 39.85% of the costs for this department. State on-behalf payments for the TRS pension fund of \$185,000

(2.63%) will bring the total to \$7,025,900 in total revenue.

The cost of food is the largest expense in the food service budget, and totals 50.96% of the total budget. Payroll is second largest expense at 45.13% of the total budget. Other expenses included in the Food Service budget are for contracted services, miscellaneous operating expenses, and capital outlay. These account for the remaining 3.91% of the total budget. Total budgeted appropriations is \$7,025,900.

FOOD SERVICE 2019-2020	
Payroll 45.13%	\$ 3,170,789
Contracted Services 2.47%	\$ 173,540
Supplies & Materials 50.96%	\$ 3,580,399
Other Operating Exp. 0.29%	\$ 20,375
Capital Outlay 1.15%	\$ 80,797
TOTAL	\$ 7,025,900



Did you know in this school year Child Nutrition has served:

- 124,000 peanut butter sandwiches!**
- 288,000 servings of breakfast**
- 100% fruit juice—that's 9,000 gallons!**
- Over 1 million cartons/bottles of milk!**
- 387,500 fresh apples!**
- Served 189,000 bottles of water!**

2019-2020 DEBT SERVICE BUDGET

The Debt Service Fund is used to account for the accumulation of resources for the payment of general long-term debt principal and interest and for 2019-2020 is \$36,000,000.

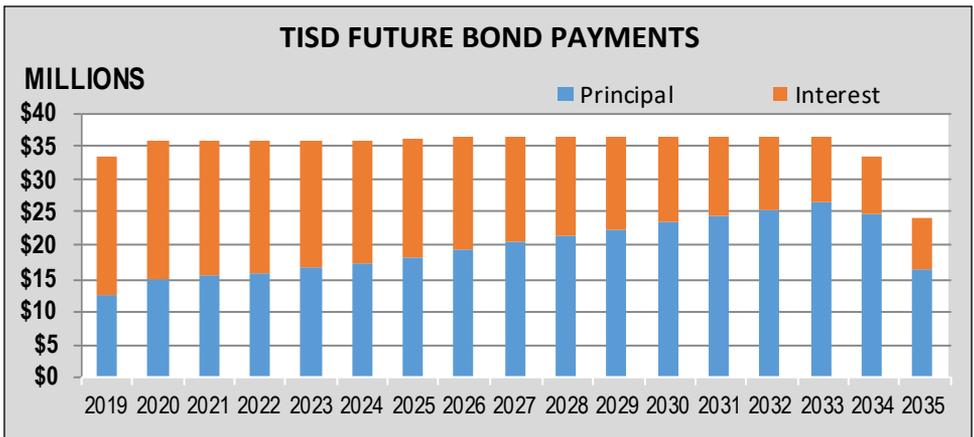
A separate tax rate is assessed to fund the debt payments based on the scheduled maturities. This debt tax rate, called the Interest and Sinking (I&S) tax rate, is approved by the Board of Trustees annually. The proposed Interest and Sinking tax rate for 2019-2020 is \$0.30, no change from the previous year. However this rate is not sufficient to fully pay the debt payments for 2019-2020.

On March 9, 2016 Standard & Poor's (S&P) Ratings Services raised its

underlying rating on Tomball Independent School District (ISD), Texas' general obligation (GO) debt one-notch to 'AA+' from 'AA'. The outlook is stable. The upgrade was based on the district's continued and projected maintenance of strong tax base growth, tax-raising flexibility, very strong reserves, and moderately high debt burden. Of the 1,022 Texas public school districts only 16 have an S&P rating this high.

DEBT SERVICE 2019-2020	
Principal	\$ 14,685,000
Interest	\$ 21,315,000
TOTAL	\$ 36,000,000

RATING YEAR	MOODY'S	STANDARD & POOR'S	FITCH RATINGS
2019	Aa1 (Stable)	AA+ (Stable)	AA (Stable)
2018	Aa1 (Stable)	AA+ (Stable)	AA (Stable)
2017	Aa1	AA+ (Stable)	AA
2016	Aa1	AA+ (Stable)	AA
2015	Rating not requested	AA (Positive)	AA Reaffirmed



FINANCIAL OVERVIEW—ONE DOLLAR

Where the money comes from.

Other Revenues
6 cents

- Local Meal Revenue (\$0.02)
- Misc. Local Revenue (\$0.01)
- Federal Fund (\$0.01)
- Federal Funded Meals (\$0.02)

Property Taxes
83 cents

State Pension Funding
4 cents

State Education Funding
7 cents



Child Nutrition
4 cents

Transportation
3 cents

School/Inst. Leadership
6 cents

Counseling/Other
4 cents

Facility Operations
6 cents

Instructional Services
52 cents

Debt Payments
19 cents

Extra Curricular
2 cents

Technology
2 cents

General Admin
2 cents

Where the money goes.

2019-2020 PROPOSED BUDGET

Run Date:

05/07/19

	Function Code	Object Code	General Fund	Debt Service Fund	Food Service Fund	Total All Funds
Instruction:	11					
Payroll Costs		6100	91,740,705	0	0	91,740,705
Contracted Services		6200	589,427	0	0	589,427
Supplies & Materials		6300	1,329,545	0	0	1,329,545
Other Operating Costs		6400	72,582	0	0	72,582
Capital Outlay		6600	25,000	0	0	25,000
		Total	\$93,757,259	\$0	\$0	\$93,757,259
Instruction Resources and Media Services:	12					
Payroll Costs		6100	1,405,319	0	0	1,405,319
Contracted Services		6200	6,784	0	0	6,784
Supplies & Materials		6300	131,102	0	0	131,102
Other Operating Costs		6400	1,810	0	0	1,810
Capital Outlay		6600	0	0	0	0
		Total	\$1,545,015	\$0	\$0	\$1,545,015
Curriculum and Staff Development:	13					
Payroll Costs		6100	685,988	0	0	685,988
Contracted Services		6200	283,954	0	0	283,954
Supplies & Materials		6300	63,540	0	0	63,540
Other Operating Costs		6400	208,525	0	0	208,525
Capital Outlay		6600	0	0	0	0
		Total	\$1,242,007	\$0	\$0	\$1,242,007
Instructional Leadership:	21					
Payroll Costs		6100	1,661,954	0	0	1,661,954
Contracted Services		6200	27,435	0	0	27,435
Supplies & Materials		6300	17,217	0	0	17,217
Other Operating Costs		6400	23,298	0	0	23,298
Capital Outlay		6600	0	0	0	0
		Total	\$1,729,904	\$0	\$0	\$1,729,904

2019-2020 PROPOSED BUDGET

05/07/19	Function Code	Object Code	General Fund	Debt Service Fund	Food Service Fund	Total All Funds
School Leadership	23					
Payroll Costs		6100	8,830,602	0	0	8,830,602
Contracted Services		6200	42,680	0	0	42,680
Supplies & Materials		6300	74,835	0	0	74,835
Other Operating Costs		6400	74,884	0	0	74,884
Capital Outlay		6600	0	0	0	0
Total			\$9,023,001	\$0	\$0	\$9,023,001
Guidance, Counseling, and Evaluation	31					
Payroll Costs		6100	4,316,769	0	0	4,316,769
Contracted Services		6200	12,492	0	0	12,492
Supplies & Materials		6300	63,994	0	0	63,994
Other Operating Costs		6400	5,946	0	0	5,946
Capital Outlay		6600	0	0	0	0
Total			\$4,399,201	\$0	\$0	\$4,399,201
Social Work Services	32					
Payroll Costs		6100	55,855	0	0	55,855
Contracted Services		6200	0	0	0	0
Supplies & Materials		6300	0	0	0	0
Other Operating Costs		6400	1,000	0	0	1,000
Capital Outlay		6600	0	0	0	0
Total			\$56,855	\$0	\$0	\$56,855
Health Services	33					
Payroll Costs		6100	1,500,920	0	0	1,500,920
Contracted Services		6200	2,200	0	0	2,200
Supplies & Materials		6300	39,214	0	0	39,214
Other Operating Costs		6400	1,700	0	0	1,700
Capital Outlay		6600	0	0	0	0
Total			\$1,544,034	\$0	\$0	\$1,544,034

2019-2020 PROPOSED BUDGET

05/07/19	Function Code	Object Code	General Fund	Debt Service Fund	Food Service Fund	Total All Funds
Student Transportation						
	34					
Payroll Costs		6100	4,961,637	0	0	4,961,637
Contracted Services		6200	185,200	0	0	185,200
Supplies & Materials		6300	662,200	0	0	662,200
Other Operating Costs		6400	120,422	0	0	120,422
Capital Outlay		6600	0	0	0	0
		Total	\$5,929,459	\$0	\$0	\$5,929,459
Food Services						
	35					
Payroll Costs		6100	0	0	3,170,690	3,170,690
Contracted Services		6200	0	0	173,500	173,500
Supplies & Materials		6300	0	0	3,580,490	3,580,490
Other Operating Costs		6400	0	0	20,290	20,290
Capital Outlay		6600	0	0	80,930	80,930
		Total	\$0	\$0	\$7,025,900	\$7,025,900
Cocurricular/Extra-curricular Activities						
	36					
Payroll Costs		6100	1,904,984	0	0	1,904,984
Contracted Services		6200	205,610	0	0	205,610
Supplies & Materials		6300	166,330	0	0	166,330
Other Operating Costs		6400	654,034	0	0	654,034
Capital Outlay		6600	158,000	0	0	158,000
		Total	\$3,088,958	\$0	\$0	\$3,088,958
General Administration						
	41					
Payroll Costs		6100	2,854,198	0	0	2,854,198
Contracted Services		6200	1,011,311	0	0	1,011,311
Supplies & Materials		6300	140,601	0	0	140,601
Other Operating Costs		6400	236,336	0	0	236,336
Capital Outlay		6600	0	0	0	0
		Total	\$4,242,446	\$0	\$0	\$4,242,446

2019-2020 PROPOSED BUDGET

05/07/19	Function Code	Object Code	General Fund	Debt Service Fund	Food Service Fund	Total All Funds
Plant Maintenance	51					
Payroll Costs		6100	5,401,123	0	0	5,401,123
Contracted Services		6200	4,816,158	0	0	4,816,158
Supplies & Materials		6300	975,242	0	0	975,242
Other Operating Costs		6400	592,612	0	0	592,612
Capital Outlay		6600	0	0	0	0
Total			\$11,785,135	\$0	\$0	\$11,785,135
Security	52					
Payroll Costs		6100	107,402	0	0	107,402
Contracted Services		6200	461,850	0	0	461,850
Supplies & Materials		6300	24,100	0	0	24,100
Other Operating Costs		6400	100	0	0	100
Capital Outlay		6600	0	0	0	0
Total			\$593,452	\$0	\$0	\$593,452
Data Processing	53					
Payroll Costs		6100	1,308,155	0	0	1,308,155
Contracted Services		6200	225,000	0	0	225,000
Supplies & Materials		6300	102,500	0	0	102,500
Other Operating Costs		6400	22,500	0	0	22,500
Capital Outlay		6600	0	0	0	0
Total			\$1,658,155	\$0	\$0	\$1,658,155
Community Services	61					
Payroll Costs		6100	619	0	0	619
Contracted Services		6200	0	0	0	0
Other Operating Costs		6400	0	0	0	0
Total			\$619	\$0	\$0	\$619
Debt Service	71					
Capital Outlay		6500	0	36,000,000	0	36,000,000
Total			\$0	36,000,000	\$0	\$36,000,000
Facilities/Construction	81					
Debt Service		6600	0	0	0	0
Total			\$0	0	\$0	\$0
SSA-Pymnts to JJAEP	95					
Contracted Services		6200	25,000	0	0	25,000
Total			\$25,000	\$0	\$0	\$25,000
Other Intergovernmental	99					
		6200	1,179,500	0	0	1,179,500
Total			\$1,179,500	\$0	\$0	\$1,179,500

2019-2020 PROPOSED BUDGET

	Object Code	General Fund	Debt Service Fund	Food Service Fund	Total All Funds
Summary:					
Payroll Costs	6100	126,736,230	0	3,170,690	129,906,920
Contracted Services	6200	9,074,601	0	173,500	9,248,101
Supplies & Materials	6300	3,790,420	0	3,580,490	7,370,910
Other Operating Costs	6400	2,015,749	0	20,290	2,036,039
Debt Service	6500	0	36,000,000	0	36,000,000
Capital Outlay	6600	183,000	0	80,930	263,930
Total Appropriations		\$141,800,000	36,000,000	\$7,025,900	\$184,825,900

2019-2020

PROPOSED ESTIMATED REVENUES

	Object Code	General Fund	Debt Service Fund	Food Service Fund	Total All Funds
		1.040	0.300		1.340
Local Property Taxes	571X	118,383,620	33,400,704	0	151,784,324
Other Local Revenues	57XX	2,374,204	45,000	4,040,900	6,460,104
State On-Behalf Payments	583X	7,999,162	0	185,000	8,184,162
State Foundation Payments	581X	11,643,014	0	0	11,643,014
Other State Funds	5829	0	554,296	0	554,296
Federal CNP Program	592X	0	0	2,400,000	2,400,000
Other Federal Programs	59XX	1,400,000	0	400,000	1,800,000
Transfers In	7XXX	0	0	0	0
Total Revenues		\$141,800,000	34,000,000	\$7,025,900	\$182,825,900

PROPOSED CHANGES IN FUND BALANCES

	General Fund	Debt Service Fund	Food Service Fund	Total All Funds
Changes in Undesignated Unreserved Gen Fund	0	0	0	0
Changes in Reserves for Debt Service	0	(2,000,000)	0	(2,000,000)
Changes in Reserves for Food Service	0	0	0	0
	\$0	(\$2,000,000)	\$0	(\$2,000,000)

JULY 2019

S	M	T	W	T	F	S
	1	2	3	4	5	6
7	8	9	10	11	12	13
14	15	16	17	18	19	20
21	22	23	24	25	26	27
28	29	30	31			



2019-2020 Calendar

First Day of School
August 20, 2019

Last Day of School
May 28, 2020

Staff & Student Holidays

- Independence Day - July 4
- Labor Day - September 2
- Thanksgiving - November 25-29
- Winter Break - Dec. 23-Jan. 3
- Spring Break - March 9-13
- Good Friday - April 10
- Memorial Day - May 25

**Staff Development/Workdays
Student Holidays**

- August 6-8 (New Teacher)
- August 12-16
- August 19
- October 14
- January 6-7
- January 20
- February 14, 17
- March 16
- May 29

Early Release Days

All Schools: Oct. 11, Dec. 20, May 28

High Schools Only: Dec. 19, May 27

Make Up Days (if needed)

- February 17
- March 16
- May 29

Reporting Periods End:

- October 11
- December 20
- March 6
- May 28

JANUARY 2020

S	M	T	W	T	F	S
			1	2	3	4
5	6	7	8	9	10	11
12	13	14	15	16	17	18
19	20	21	22	23	24	25
26	27	28	29	30	31	

FEBRUARY 2020

S	M	T	W	T	F	S
						1
2	3	4	5	6	7	8
9	10	11	12	13	14	15
16	17	18	19	20	21	22
23	24	25	26	27	28	29

MARCH 2020

S	M	T	W	T	F	S
1	2	3	4	5	6	7
8	9	10	11	12	13	14
15	16	17	18	19	20	21
22	23	24	25	26	27	28
29	30	31				

APRIL 2020

S	M	T	W	T	F	S
			1	2	3	4
5	6	7	8	9	10	11
12	13	14	15	16	17	18
19	20	21	22	23	24	25
26	27	28	29	30		

MAY 2020

S	M	T	W	T	F	S
						1
2	3	4	5	6	7	8
9	10	11	12	13	14	15
16	17	18	19	20	21	22
23	24	25	26	27	28	29
30						

JUNE 2020

S	M	T	W	T	F	S
31	1	2	3	4	5	6
7	8	9	10	11	12	13
14	15	16	17	18	19	20
21	22	23	24	25	26	27
28	29	30				

AUGUST 2019

S	M	T	W	T	F	S
				1	2	3
4	5	6	7	8	9	10
11	12	13	14	15	16	17
18	19	20	21	22	23	24
25	26	27	28	29	30	31

SEPTEMBER 2019

S	M	T	W	T	F	S
1	2	3	4	5	6	7
8	9	10	11	12	13	14
15	16	17	18	19	20	21
22	23	24	25	26	27	28
29	30					

OCTOBER 2019

S	M	T	W	T	F	S
		1	2	3	4	5
6	7	8	9	10	11	12
13	14	15	16	17	18	19
20	21	22	23	24	25	26
27	28	29	30	31		

NOVEMBER 2019

S	M	T	W	T	F	S
				1	2	
3	4	5	6	7	8	9
10	11	12	13	14	15	16
17	18	19	20	21	22	23
24	25	26	27	28	29	30

DECEMBER 2019

S	M	T	W	T	F	S
1	2	3	4	5	6	7
8	9	10	11	12	13	14
15	16	17	18	19	20	21
22	23	24	25	26	27	28
29	30	31				