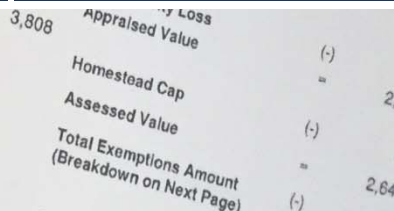
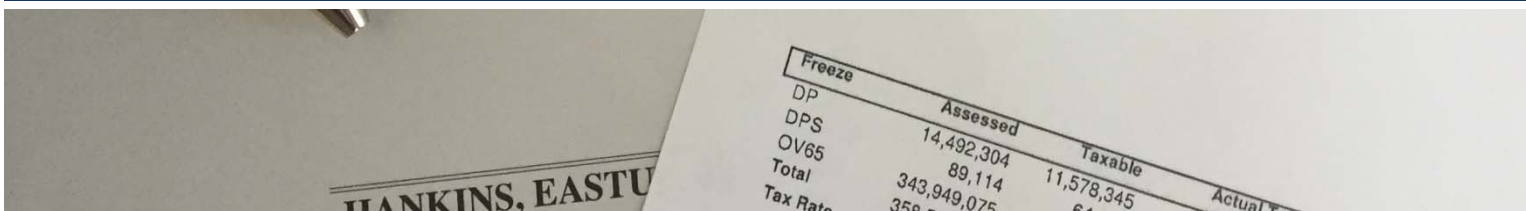


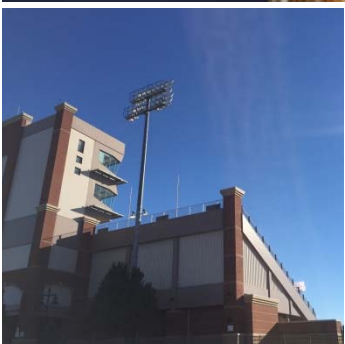
Little Elm ISD

May 20, 2019 Financial Report

Grant Anderson, Associate Superintendent & Chief Financial Officer

Board Meeting
 May 20, 2019
 6:30 pm





Notes to financials

- Financial data submitted is for period ending March 2019
- Budget amendments and financial information presented include current amendments and financial information through May 2019.
- Financials include General Fund, Capital Projects Fund, Debt Service Fund and Special Revenue Funds.
 - **General Fund** accounts for the daily operational costs of the district.
 - Major budget amendment (s):
 - Increase local revenue by \$632,015 (614,000 for additional interest revenue).
 - Increase function 11 Instruction by \$663,257 (614,000 for instructional technology Chromebook replacement).



Notes to financials

- **Capital Projects Fund** accounts for major capital outlay paid from both general fund and bond dollars.
 - Increase capital outlay fund appropriations by \$712,779 for 2017 summer maintenance & operations projects.
 - Funding source: Local Capital Outlay Fund (transferring \$800,000 from technology capital outlay fund to maintenance capital outlay fund).
- **Debt Service Fund** accounts for the principal and interest payments on long-term debt. (Bond debt)
 - No major budget amendments in Debt Service Fund.



Future Financial Considerations

- Increased annual operating costs for new facilities.
 - Open Operations facility in 2019-20
 - Estimated \$170,000 additional operating cost
 - Open Strike & Walker Middle Schools in 2020-21
 - Estimated \$1.8 million additional operating costs (combined for both schools)
- ✓ Possibility of slowdown in the growth of Taxable Assessed Values resulting in decrease in year over year General Fund Revenue.
 - LEISD received preliminary taxable assessed values from Denton County Appraisal District.
 - The preliminary TAVs indicate a 9% decrease in TAV growth from the prior year's 20% growth.
 - Certified Taxable Assessed Values are normally released middle of July prior to setting next year's budget.



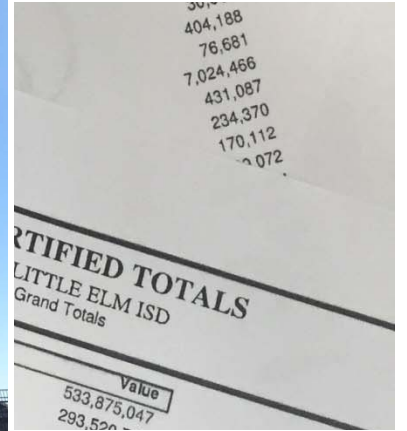
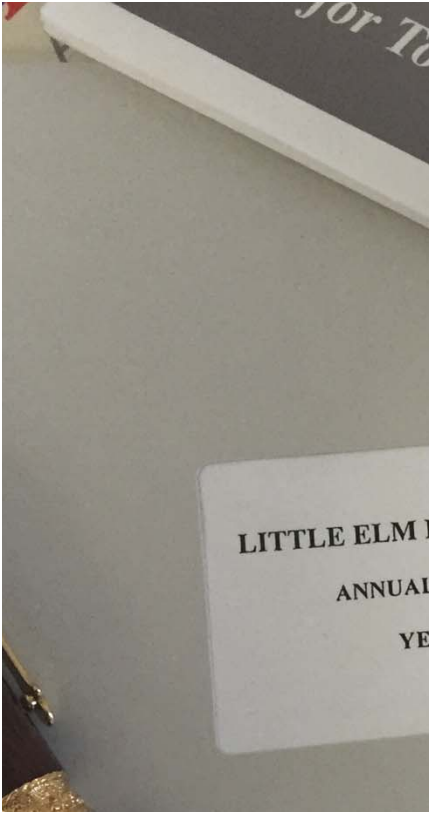
Future Financial Considerations

- Texas 86th legislative session - proposed school finance bills include items which will impact property taxes, school funding formula and instructional programs. LEISD's finance office is:
 - Meeting with financial advisors to discuss proposed bills
 - Estimating the proposed bill's financial impact on LEISD
 - Align financial decision-making with the timeliness of the information:
 - May 27, 2019 : Last day of 86th Legislature
 - June 16, 2019: Last day the governor may sign or veto bills
 - August 26, 2019: date that bills become law



Future Financial Considerations

- Ongoing preventive and deferred maintenance costs of buildings.
- Possible slowdown or decline in tax collection rate.
- Consider unencumbering general fund budget from general fund debt and capital outlay costs.
 - Sale of additional bonds passed under proposition B to refund general fund debt with short-term bonds prior to 8/31/19.
 - Pay off general fund capital lease debt prior to 8/31/19 with possible 2018-19 general fund savings surplus.
 - Approve Capital Reimbursement Resolution from 2017 bond of up to \$10 million as communicated in bond program election.

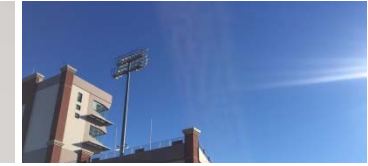
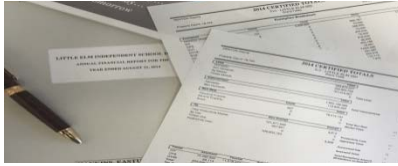


General Fund



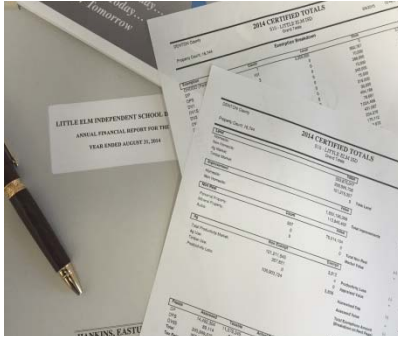
Freeze	Assessed	Taxable	Actual
DP			
DPS	14,492,304		
OV65	89,114		
Total	343,949,075	11,578,345	
Tax Rate	358	64	

3,808	Appraised Value	(-)	
	Homestead Cap	=	2
	Assessed Value	(-)	
	Total Exemptions Amount (Breakdown on Next Page)	=	2,64



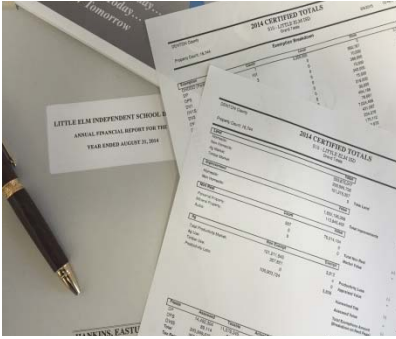
2018-19 General Fund Budget Recap	Initial Budget Sep 1, 2018	Prior YTD Amendments	Proposed Amendments	Amended Budget
Revenue Source				
Local Revenue	51,464,245	1,331,451	632,015	53,427,711
State Revenue	18,319,434	31,597		18,351,031
Federal Revenue	1,250,000	244,697		1,494,697
Total Estimated Revenue	71,033,679	1,607,745	632,015	73,273,439
Appropriations - Campus				
11 Instructional	39,021,456	1,025,168	402,068	40,448,692
12 Instruction Resources & Media	731,379	1,000	(400)	731,979
13 Curriculum and Staff Development	1,852,210	(206,179)	73,610	1,719,641
21 Instructional Leadership	1,086,508	298,357	(110,658)	1,274,402
23 School Leadership	4,367,766	3,061	145,173	4,516,000
31 Guidance, Counseling & Evaluation	2,150,614	(2,500)	28,412	2,176,526
32 Social Work Services	31,300	2,000		33,300
33 Health Services	578,378	200	(72)	578,506
34 Student (Pupil) Transportation	2,372,370			2,372,370
35 Food Services	175,525		190	175,715
36 Co-curricular & Extracurricular	1,992,989	61,353	17,347	2,071,689

77%





Budget Recap Continued	Initial Budget Sep 1, 2018	Prior YTD Amendments	Proposed Amendments	Amended Budget
Appropriations Continued - Other				
41 General Administration	3,136,703	66,834	110,212	3,313,749
51 Plant Maintenance & Operations	7,583,917	244,222	(33,740)	7,794,399
52 Security & Monitoring Services	1,215,934	57,700		1,273,634
53 Data Processing Services	1,560,918	18,352		1,579,270
61 Community Services (Child Care)	53,598		(127)	53,471
71 Debt Services	1,402,642			1,402,642
81 Facilities	194,472	(18)		194,454
91 Chapter 41 Recapture	1,100,000			1,100,000
95 Pmts to Juvenile Justice Alternative E	40,000			40,000
99 County Appraisal District Fees	385,000	33,000		418,000
Total Appropriations	71,033,679	1,602,745	632,015	73,268,439
Other Sources/Use		5,000		5,000
Budget Surplus/(Planned Deficit)	0	0	0	0





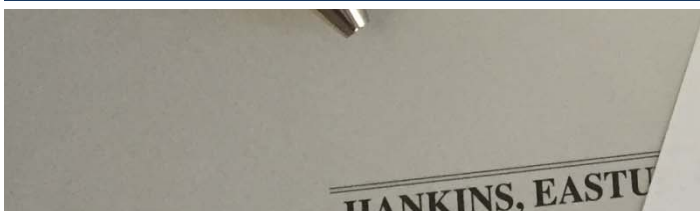
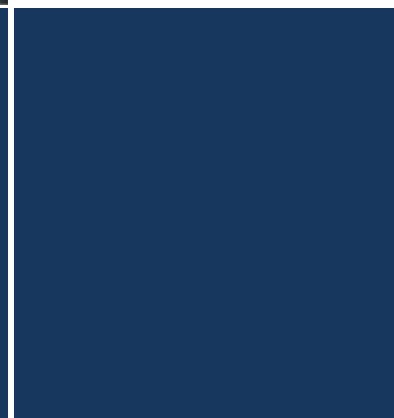
Fund Balance (Long-term financial) Analysis 2018-19

Reserve	2017-18 *Actual	2018-19 Initial Budget 	2018-19 Current Budget	2018-19 *Proposed Budget
Budgetary Fund Balance				
Min. 24% of total Expenditures	15,815,728	17,048,083	17,432,742	17,584,424
5% of State Legislative Funding	3,253,093	3,261,474	3,261,474	3,261,474
Ch 41 State Recapture Reserve	2,000,000	1,600,000	2,000,000	2,000,000
Technology Reserve	1,200,000	725,000	1,200,000	1,200,000
Facilities Reserve	1,200,000	725,000	1,200,000	1,200,000
Discretionary	5,461,683	5,570,947	3,836,288	3,684,606
Total Fund Balance	28,930,504	28,930,504	28,930,504	28,930,504
Change		0	0	0
Total Planned Budgetary FB				0



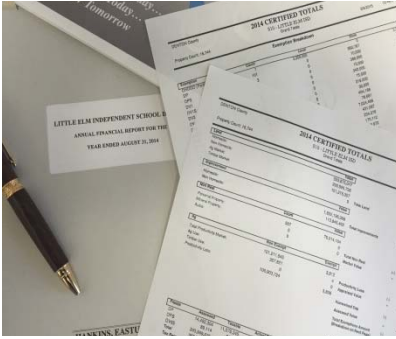
404,188	
76,681	
7,024,466	
431,087	
234,370	
170,112	
072	
CERTIFIED TOTALS	
LITTLE ELM ISD	
Grand Totals	
Value	
533,875,047	
293,520	

Capital Outlay Fund

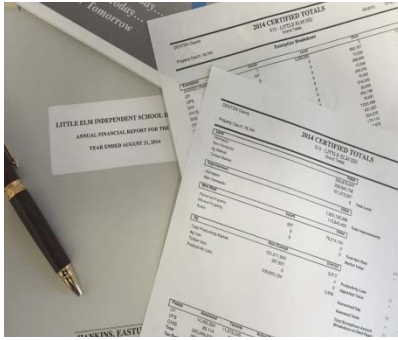


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Bond Projects	Authorization	Bond Sale	Bond Authorization Balance
Bond Sales to date			
Voter Authorization	240,000,000		240,000,000
May 2018 Bond Sale		150,000,000	90,000,000
August 2018 Bond Sale		25,000,000	65,000,000
Total	240,000,000	175,000,000	65,000,000

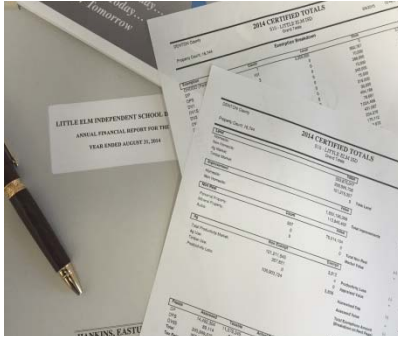


Board Approved Bond Projects	Budget Status	Initial Budget	Net Budget Changes	Current Budget	YTD Expenditures	Project Balance	Issued Bond Balance (Net Current Budget)
As of May 16, 2019							
Total Bond Sale and Interest Revenue							175,000,000
Land (Multiple Locations)	Approved	12,387,434	(35,524)	12,351,910	12,328,522	23,388	162,648,090
Brent Vestibule	Approved	207,072		207,072	157,685	49,387	162,441,018
Chavez Vestibule	Approved	216,399		216,399	157,420	58,979	162,224,619
Walker Middle School	Approved	68,538,650		68,538,650	8,554,765	59,983,885	93,685,969
Strike Middle School	Approved	67,513,978		67,513,978	5,116,712	62,397,266	26,171,991
Total		148,863,533	(35,524)	148,828,009	26,315,104	122,512,905	26,171,991

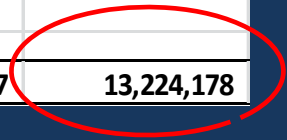
Status: Pending (board approved project, but not budget).

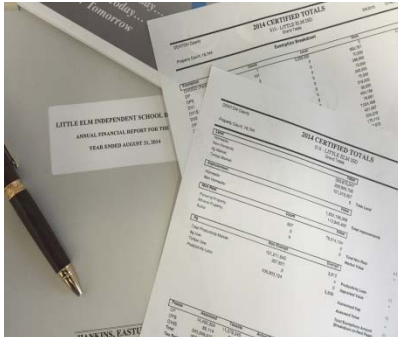
Approved (board approved budget).

Completed (project is completed and fully paid).



Board Approved Bond Projects	Budget Status	Initial Budget	Net Budget Changes	Current Budget	YTD Expenditures	Project Balance	Issued Bond Balance (Net Current Budget)
As of May 16, 2019							
Balance Forward		148,863,533	(35,524)	148,828,009	26,315,104	122,512,905	26,171,991
High School Athletic Fields	Approved	8,480,300		8,480,300	1,603,433	6,876,867	17,691,691
Stadium Scoreboard	Approved	1,007,347		1,007,347	920,883	86,464	16,684,344
Roofing	Approved	2,136,720		2,136,720	268,745	1,867,975	14,547,624
12 Buses	Approved	1,323,446		1,323,446	0	1,323,446	13,224,178
Safety & Security	Pending						
Stadium Improvements	Pending						
Technology Upgrades	Pending						
High School CTE Renovatio	Pending						
HVAC	Pending						
Capital Reimbursement	Pending						
Total		161,811,346	(35,524)	161,775,822	29,108,165	132,667,657	13,224,178



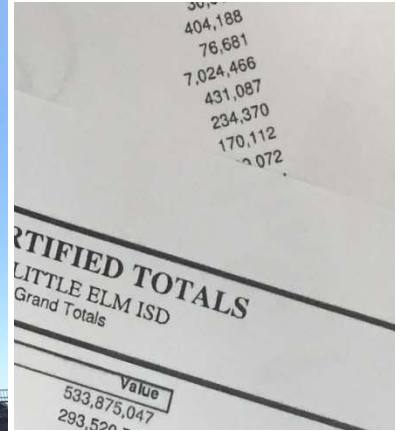
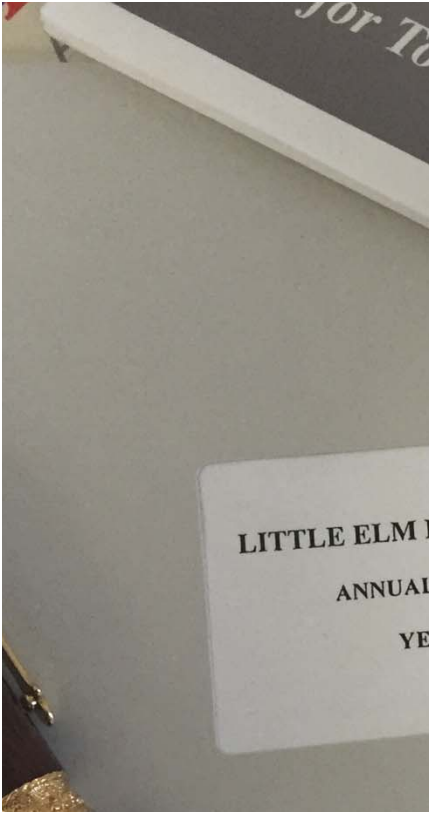


Board Approved Capital Projects	Budget Status	Initial Budget	Net Budget Changes	Current Budget	YTD Expenditures	Project Balance	% Expensed
As of May 16, 2019							
Transportation/Op Bldg	Approved	10,895,000		10,895,000	6,907,567	3,987,433	63.4%
Districtwide Concrete	Proposed	588,344		588,344		588,344	0.0%
Brent SPED	Proposed	15,946		15,946		15,946	0.0%
Chavez Art & SPED	Proposed	32,696		32,696		32,696	0.0%
Lakeside MS Floor	Proposed	75,793		75,793		75,793	0.0%
Total		11,607,779	0	11,607,779	6,907,567	4,700,212	0

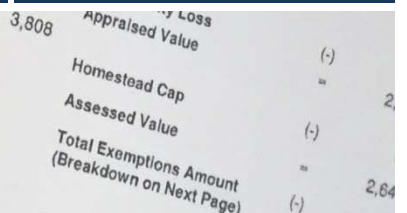
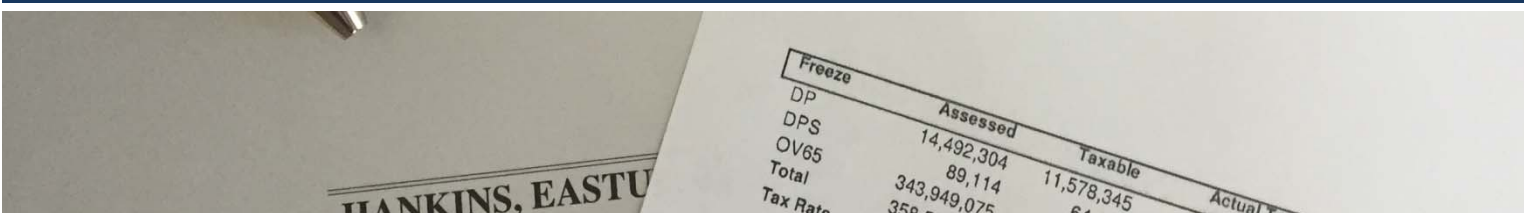
Status: Pending (board approved project, but not budget).

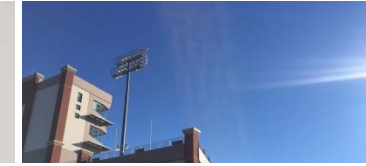
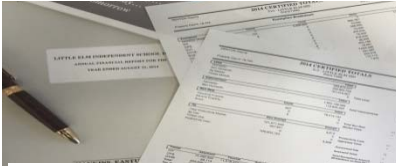
Approved (board approved budget).

Completed (project is completed and fully paid).

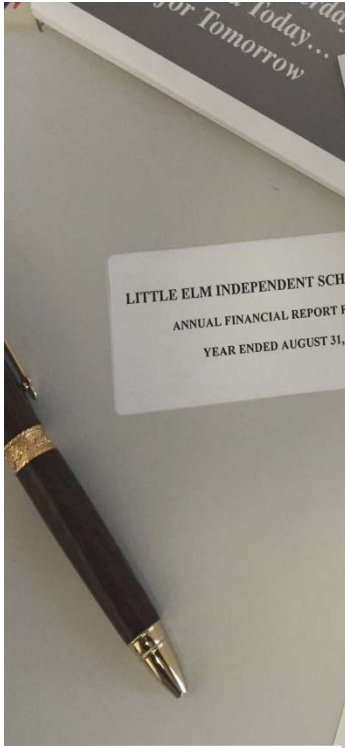


Debt Service Fund





2018-19 Debt Service Fund Budget Actuals (May 16, 2019)	Budget	Prior YTD Realized	Current Realized	YTD Realized	Budget to Actual
Revenue Source					
Property Tax Revenue (\$.47 tax rate)	21,180,000	20,784,933	59,724	20,844,657	(335,343)
Investment Revenue	50,000	174,406	40,218	214,624	164,624
State Revenue Debt Allotment	0	260,360	0	260,360	260,360
Total Budget to Actual Revenue	21,230,000	21,219,699	99,942	21,319,641	89,641
Expenditures (Payments due Feb 15 & Aug 15)					
Principal on Long-Term Debt	5,580,000	0	0	0	5,580,000
Interest on Long-Term Debt	15,500,000	6,366,924	0	6,366,924	9,133,076
Bond Issuance Costs & Fees	20,000	4,360	1,300	5,660	14,340
Premium or Discount on Issuance	0				0
Total Budget to Actual Expenditures	21,100,000	6,371,284	1,300	6,372,584	14,727,416
Beginning Budgetary Fund Balance	5,326,647				
Revenue over Expenditure	130,000				
Ending Budgetary Fund Balance	<u>5,456,647</u>				



Financials in board packet

- Budget Amendments
- Fund Balance Comparison
- Statement of Revenue and Expenditures
- Cash Flow Statement
- Bank Reconciliations
- Investment Report
- Fund Summary of Revenue and Expenditures
- Tax Collection Report
- Construction Report
- Gifts and Donations

Located on the Web @ www.littleelmisd.net - Finance

- The Administration recommends approval of the March 2019 Financial Reports as presented.