

Agenda of SPECIAL MEETING - WORKSHOP
The Board of Trustees
Pearland Independent School District

Notice is hereby given that a Special Meeting - Workshop of the Pearland Independent School District will be held on **Tuesday, January 25, 2022**, beginning at 3:00 PM at Pearland Independent School District, 1928 North Main, Pearland, Texas 77581.

The Meeting Will Also be Livestreamed:

YouTube:

<https://www.youtube.com/user/ThePearlandISD/live>

The subjects to be discussed, considered, or upon which any formal action may be taken are listed below.

1. **Call to Order**
2. **Establishment of a Quorum**
3. **Workshop**
 - A. Overview of Current Year Budget 2
 - B. Preliminary Work on 22/23 Budget
 - C. Receive Board Direction on 22/23 Budget Planning
4. **Closed Meeting** as Authorized by Section 551.001 et seq. of the Government Code -
 - A. 551.074 - Personnel Discussion
 1. Begin Superintendent Candidate Discussion
5. **Adjournment**

Certificate of Posting

On the **21th day of Janaury, 2022 at 3:00 pm** this notice was made available on the district website and an original copy of this notice was posted at the school district education support center.

Secretary to Board of Trustees

**Pearland Independent School District
Budget Workshop – January 25, 2021**

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FY 2022-23 Budget Planning Calendar

The following is a tentative budget planning timeline:

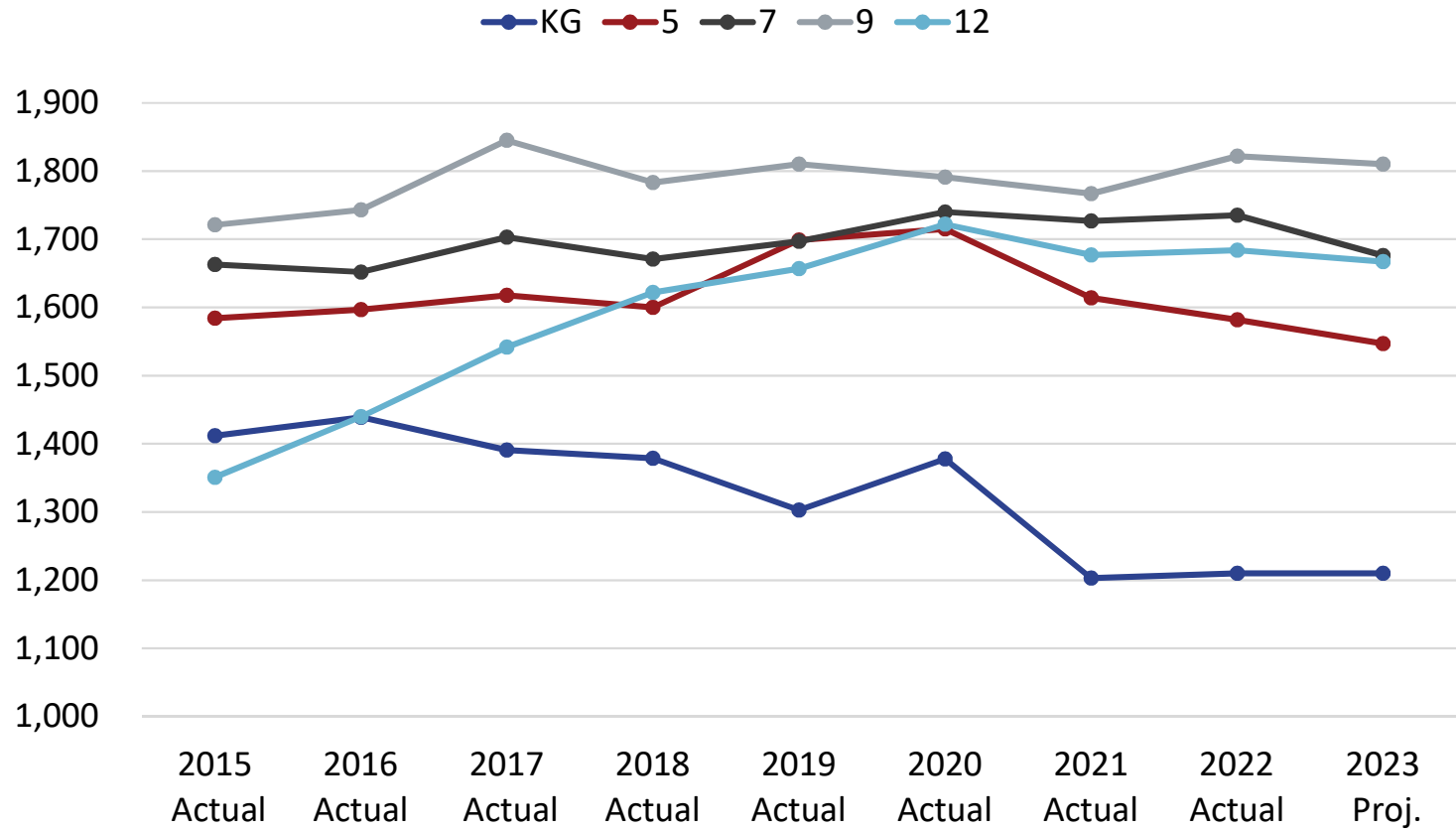
- Nov 2021
 - Enrollment Projections Finalized
 - Planning Meeting with Cabinet
- Jan 2022
 - Planning Meeting with Cabinet
 - Budget Kick-Off Meeting with Principals and Directors
 - Capital Renewal Plan Meetings with Committee Members
 - Budget Workshop with BOT
- Feb 2022
 - Individual budget meetings with each campus and department to evaluate prior year budget, monitor current year and help plan next year's budget
 - Capital Renewal Plan presented to the board for discussion and approval of projects
- Mar 2022
 - Deadline to submit campus/department budgets
 - Budget Meeting with Cabinet to review their campus/department budgets and requests
- Apr 2022
 - Budget Workshop with BOT
 - Receive Certified Estimated Values for Tax Year 2022
- May 2022
 - Budget Workshop with BOT
 - Board Approval of FY 2022-23 Compensation
 - Notice of Public Hearing Advertised
- Jun 2022
 - Public hearing to discuss proposed budget and tax rate
- Jul 2022
 - Tax Year 2022 Certified Tax Values Received
 - TEA releases Tax Year 2022 Maximum Compressed Rate
- Aug 2022
 - Public Hearing to Discuss Proposed Tax Rate
 - Tax Year 2022 Tax Rate Adoption

**2022-2023 Pearland ISD Enrollment Projections
By Grade Level**

GRADE	2015 Actual	2016 Actual	2017 Actual	2018 Actual	2019 Actual	2020 Actual	2021 Actual	2022 Actual	Growth %	2023 Proj.
EE	91	85	110	96	106	127	111	89		89
PK	324	290	371	317	312	277	308	422		422
KG	1,412	1,439	1,391	1,379	1,303	1,378	1,203	1,210		1,210
1	1,506	1,501	1,543	1,501	1,479	1,405	1,370	1,321	106.1%	1,284
2	1,508	1,574	1,586	1,574	1,527	1,521	1,397	1,403	101.6%	1,342
3	1,543	1,515	1,639	1,611	1,589	1,591	1,488	1,425	101.3%	1,421
4	1,542	1,589	1,556	1,675	1,625	1,616	1,547	1,501	100.4%	1,430
5	1,584	1,597	1,618	1,600	1,699	1,715	1,614	1,582	103.1%	1,547
6	1,618	1,668	1,675	1,658	1,688	1,733	1,732	1,660	102.8%	1,626
7	1,663	1,652	1,703	1,671	1,697	1,740	1,727	1,735	101.0%	1,676
8	1,635	1,724	1,703	1,722	1,700	1,717	1,727	1,729	100.6%	1,746
9	1,721	1,743	1,845	1,783	1,810	1,791	1,767	1,822	104.7%	1,810
10	1,611	1,739	1,693	1,794	1,738	1,743	1,735	1,734	96.9%	1,765
11	1,465	1,581	1,635	1,659	1,716	1,684	1,714	1,688	97.8%	1,695
12	1,351	1,440	1,542	1,622	1,657	1,722	1,677	1,684	98.8%	1,667
Total	20,574	21,137	21,610	21,662	21,646	21,760	21,117	21,005		20,730

GRADE	2015 Actual	2016 Actual	2017 Actual	2018 Actual	2019 Actual	2020 Actual	2021 Actual	2022 Est.	Growth %	2023 Proj.
Elem	7,926	7,993	8,196	8,153	7,941	7,915	7,424	7,371		7,198
Middle	3,202	3,265	3,293	3,258	3,387	3,448	3,346	3,242		3,173
Jr.High	3,298	3,376	3,406	3,393	3,397	3,457	3,454	3,464		3,422
High	6,148	6,503	6,715	6,858	6,921	6,940	6,893	6,928		6,937
Total	20,574	21,137	21,610	21,662	21,646	21,760	21,117	21,005		20,730

Enrollment for Selected Grade Levels



2022-2023 Pearland ISD Enrollment Projections

By Campus

Campus	Capacity	2015 Actual	2016 Actual	2017 Actual	2018 Actual	2019 Actual	2020 Actual	2021 Actual	2022 Actual	2023 Projection	Proj. Inc/(Dec)	% of Occupancy
Challenger Elementary	770	663	666	681	684	637	639	572	589	596	7	77%
Silvercrest Elementary	814	807	777	752	732	715	721	655	645	627	(18)	77%
Silverlake Elementary	770	722	714	717	731	662	693	632	567	504	(63)	65%
H C Carleston Elementary	990	791	794	775	814	796	724	693	681	660	(21)	67%
Magnolia Elementary	858	813	835	874	872	885	899	858	887	899	12	105%
Massey Ranch Elementary	858	729	721	705	689	712	715	649	639	625	(14)	73%
Barbara Cockrell Elementary	858	841	865	805	773	716	717	699	739	726	(13)	85%
E A Lawhon Elementary	990	684	729	811	826	818	836	798	797	777	(20)	78%
C J Harris Elementary	770	734	734	685	642	670	664	621	585	580	(5)	75%
Rustic Oak Elementary	770	557	544	683	704	672	674	658	679	644	(35)	84%
Shadycrest Elementary	748	585	614	708	686	658	633	589	563	560	(3)	75%
Total Elementary Schools	9,196	7,926	7,993	8,196	8,153	7,941	7,915	7,424	7,371	7,198	(173)	
Rogers Middle School	925	892	898	849	814	802	803	749	735	717	(18)	78%
Sam Jamison Middle School	1,000	816	853	836	812	892	897	890	807	764	(43)	76%
Sablatura Middle School	1,000	806	897	896	829	862	892	932	946	924	(22)	92%
Alexander Middle School	925	688	617	712	803	831	856	775	754	768	14	83%
Total Middle Schools	3,850	3,202	3,265	3,293	3,258	3,387	3,448	3,346	3,242	3,173	(69)	
Berry Miller Jr. High School	900	966	956	907	911	894	865	818	800	784	(16)	87%
Pearland Junior High South	875	810	862	871	890	856	845	873	892	891	(1)	102%
Pearland Junior High West	975	845	846	831	814	863	838	894	907	915	8	94%
Pearland Junior High East	975	677	712	797	778	784	909	869	865	832	(33)	85%
Total Junior High Schools	3,725	3,298	3,376	3,406	3,393	3,397	3,457	3,454	3,464	3,422	(42)	
Pearland High School	3,900	2,927	2,974	2,977	3,050	3,065	3,084	3,080	3,185	3,249	64	83%
Glenda Dawson High School	2,725	2,264	2,406	2,465	2,521	2,581	2,579	2,551	2,487	2,447	(40)	90%
Turner College & Career H.S.	1,300	844	997	1,155	1,198	1,168	1,166	1,179	1,145	1,131	(14)	87%
PACE Center	300	112	120	114	84	101	95	81	111	100	(11)	33%
Brazoria County JJAEP		1	6	4	5	6	16	2	-	10	10	
Total High Schools	8,225	6,148	6,503	6,715	6,858	6,921	6,940	6,893	6,928	6,937	9	
Total District		20,574	21,137	21,610	21,662	21,646	21,760	21,117	21,005	20,730	(275)	

2022-2023 Pearland ISD Enrollment Projections

Crosstab

GRADE	Current	EE	PK	KG	1	2	3	4	5	6	7	8	9	10	11	12	Total	Change
CHALLENGER ELEMENTARY	589	12	36	104	111	99	117	117	-	-	-	-	-	-	-	-	596	7
SILVERCREST ELEMENTARY	645	10	31	98	112	120	128	128	-	-	-	-	-	-	-	-	627	(18)
SILVERLAKE ELEMENTARY	567	4	21	80	90	92	102	115	-	-	-	-	-	-	-	-	504	(63)
H C CARLESTON ELEMENTARY	681	11	70	117	115	108	121	118	-	-	-	-	-	-	-	-	660	(21)
MAGNOLIA ELEMENTARY	887	13	47	146	155	172	181	185	-	-	-	-	-	-	-	-	899	12
MASSEY RANCH ELEMENTARY	639	7	36	101	107	122	127	125	-	-	-	-	-	-	-	-	625	(14)
BARBARA COCKRELL ELEMENTARY	739	8	45	136	144	126	154	113	-	-	-	-	-	-	-	-	726	(13)
E A LAWHON ELEMENTARY	797	3	57	125	132	150	150	160	-	-	-	-	-	-	-	-	777	(20)
C J HARRIS ELEMENTARY	585	12	30	97	100	125	106	110	-	-	-	-	-	-	-	-	580	(5)
RUSTIC OAK ELEMENTARY	679	7	31	108	112	127	124	135	-	-	-	-	-	-	-	-	644	(35)
SHADYCREST ELEMENTARY	563	2	18	98	106	101	111	124	-	-	-	-	-	-	-	-	560	(3)
Elementary School Total	7,371	89	422	1,210	1,284	1,342	1,421	1,430									7,198	(173)
ROGERS MIDDLE SCHOOL	735	-	-	-	-	-	-	-	346	371	-	-	-	-	-	-	717	(18)
SAM JAMISON MIDDLE SCHOOL	807	-	-	-	-	-	-	-	387	377	-	-	-	-	-	-	764	(43)
LEON H SABLATURA MIDDLE SCHOOL	946	-	-	-	-	-	-	-	461	463	-	-	-	-	-	-	924	(22)
ALEXANDER MIDDLE SCHOOL	754	-	-	-	-	-	-	-	353	415	-	-	-	-	-	-	768	14
Middle School Total	3,242								1,547	1,626							3,173	(69)
BERRY MILLER JR HIGH SCHOOL	800	-	-	-	-	-	-	-	-	-	385	399	-	-	-	-	784	(16)
PEARLAND JUNIOR HIGH SOUTH	892	-	-	-	-	-	-	-	-	-	428	463	-	-	-	-	891	(1)
PEARLAND JUNIOR HIGH WEST	907	-	-	-	-	-	-	-	-	-	484	431	-	-	-	-	915	8
PEARLAND JUNIOR HIGH EAST	865	-	-	-	-	-	-	-	-	-	379	453	-	-	-	-	832	(33)
Junior High School Total	3,464										1,676	1,746					3,422	(42)
PEARLAND HIGH SCHOOL	3,185	-	-	-	-	-	-	-	-	-	-	-	886	858	770	735	3,249	64
GLENDA DAWSON HIGH SCHOOL	2,487	-	-	-	-	-	-	-	-	-	-	-	603	597	621	626	2,447	(40)
TURNER COLLEGE & CAREER HS	1,145	-	-	-	-	-	-	-	-	-	-	-	308	290	266	267	1,131	(14)
PACE CENTER	111	-	-	-	-	-	-	-	-	-	-	-	9	16	36	39	100	(11)
BRAZORIA CO J J A E P	-	-	-	-	-	-	-	-	-	-	-	-	4	4	2	-	10	10
High School Total	6,928												1,810	1,765	1,695	1,667	6,937	9
District 2022-23 Projection Total	21,005	89	422	1,210	1,284	1,342	1,421	1,430	1,547	1,626	1,676	1,746	1,810	1,765	1,695	1,667	20,730	(275)
2021-2022 Snapshot Enrollment		89	422	1,210	1,321	1,403	1,425	1,501	1,582	1,660	1,735	1,729	1,822	1,734	1,688	1,684	21,005	
Variance		-	-	-	(37)	(61)	(4)	(71)	(35)	(34)	(59)	17	(12)	31	7	(17)	(275)	(275)
Change from one grade to next					106.1%	101.6%	101.3%	100.4%	103.1%	102.8%	101.0%	100.6%	104.7%	96.9%	97.8%	98.8%		

**Pearland Independent School District
General Operating Fund Analysis
Evaluation of Fiscal Year 2020-21 Results**

	ADOPTED BUDGET	AMENDMENTS	AMENDED BUDGET	ACTUAL	VARIANCE ACTUAL TO AMENDED
Revenue					
Local	80,670,411	(2,022,364)	78,648,047	78,641,203	(6,844)
State	105,193,369	(202,613)	104,990,756	100,696,157	(4,294,599)
Federal	2,785,000	(806,600)	1,978,400	3,375,293	1,396,893
Total Revenue	188,648,780	(3,031,577)	185,617,203	182,712,653	(2,904,550)
Expenditures	189,881,139	6,065,501	195,946,640	183,081,593	(12,865,047)
Rev. Over/(Under) Exp.	(1,232,359)	(9,097,078)	(10,329,437)	(368,940)	9,960,497
Other Sources/(Uses)	-		-	5,089,362	5,089,362
Net Surplus/(Deficit)	(1,232,359)	(9,097,078)	(10,329,437)	4,720,423	
Beginning Fund Balance	62,308,136		62,308,136	62,308,136	
Ending Fund Balance	61,075,777		51,978,699	67,028,559	
Days in Fund Balance	117.40		96.82	118.89	(of 2022 exp.)

BUDGET AMENDMENTS (MONITORING)

- **BA #1 – Deficit Increased by \$3.9 million**
 - Payment for Lease of Technology Devices (Year 1)
 - FTEs Added: Technology Technicians, COVID Nurse
 - Purchase of PPE, disinfecting supplies, etc.
- **BA #2 – Deficit Increased by a Net \$1.1 million**
 - Adopted tax rate triggering VATRE - Increase Local Tax & State Revenue
 - Decrease miscellaneous local revenues (investment earnings, gate receipts, rentals, etc.) and Federal revenue (SHARS reimbursement decrease)
 - Additional health, administrative and technology-related costs to respond to pandemic
 - Transfer \$2 million to Food Service Fund to cover projected deficit
- **BA #3 – Deficit Increased by a Net \$3.7 million**
 - Reduce Local Taxes and State Funding due to an unsuccessful VATRE
 - Reduce State Revenue due to an enrollment and ADA decrease (Snapshot)
 - Provided for a Mid-Year Supplemental Pay
 - Transfer \$2 million from the Food Service Fund due to the Federal Government funding ALL meals regardless of income eligibility.
- **BA #4 – Deficit Increased by \$0.4 million**
 - Increase in graduation costs to meet social distancing, temporary staffing, classroom device charging stations, and other miscellaneous costs to address Covid-related needs.

ACTUAL RESULTS (EVALUATION)

- **Revenues**
 - State revenue decreased by approx. \$4.2 million (amount of Hold Harmless allowed to be recovered with ESSER II Funds)
 - Federal revenue increased by \$1.4 million due to an increase in indirect costs charged to federal funds; including ESSER II, ESSER III, CRF and other federal grants
- **Expenditure variance of \$12.9 million**
 - Reclassified \$8.4 million in actual expenditures to Federal Funds
 - \$3.3 million in salaries (HH amount less indirect) to ESSER II Fund
 - \$1.9 million paid for the Dec. 2020 Supplemental Pay to ESSER III Fund
 - \$3.2 million in student device Year-1 lease payments reclassified to the CRF Grant (City of Pearland) and Prior Purchase Reimbursement Program
 - Remaining \$4.5 million mostly due to salary savings from vacant positions, in addition to cost avoidance due to the pandemic (reduction in travel, tutorials, Summer school, etc.)
- **Other Sources/(Uses)**
 - Received \$2.5 million from the FY 2019 Harvey RESTART Grant (Unexpected – Reimbursement request originally denied)
 - TDEM reimbursed \$0.4 million in requests we applied for related to the beginning of the pandemic (FY 2019-20)
 - Reimbursed for \$3.3 million of salary costs incurred during the March 2020 District Closure (FY 2019-20) from ESSER III Funds
 - Transferred out \$1 million to Capital Projects Fund

**Pearland Independent School District
General Operating Fund
Net Increases/Decreases in Fund Balance – Last Five Years (\$)**

FISCAL YEAR	ORIGINAL BUDGET	AMENDED BUDGET	ACTUAL	NOTES
2017-18	(10,535,819)	(7,147,819)	1,332,395	<ul style="list-style-type: none"> • Up to fiscal year 2017-18, local and state funding used to be budgeted at 95%-97% and expenditures at approx. 103% under a very conservative approach, causing most of this variance • \$1M – Additional SHARS Revenue (began pursuing other reimb. costs) • \$610K – Increase in Investment Earnings (Board approved investment strategy presented and investment pools added)
2018-19	(8,040,311)	2,336,984	6,565,602	<ul style="list-style-type: none"> • \$800K – Investment earnings • \$5.5M - Additional revenue generated from a one-time TWO Cent Disaster Pennies increase • \$2.5M - One-Time SHARS Payment Acceleration (used to be two years behind) • \$6.45M - SB500 - Due to decline in projected tax collections post-Harvey & SPED supplement (approved at the end of fiscal year). • \$400K – Started to charge indirect costs to all grants • Established Capital Projects Fund - \$10M transferred out
2019-20	(5,800,658)	(1,084,294)	3,673,357	<ul style="list-style-type: none"> • \$1.2M – electricity expenditures reclassified to ESSER I (HH amount) • \$300K – Investment earnings • \$0.9M - Favorable PV Audit • \$3.7M - Net HB3 state funding increase (lower PV, CCMR, ADA decrease due to Covid Closure) • Expenditure Savings due to District’s closure March - June
2020-21	(1,232,359)	(10,329,437)	4,720,423	<ul style="list-style-type: none"> • \$9.3M - Expenditures reclassified to PPRP, ESSER I, II, and III, City CRF (including hold harmless amount) • \$1.5M - Increase in Indirect Costs due to additional federal funding • \$387K - TDEM reimbursement for FY 2020 expenses • \$3.3M – ESSER reimbursement for salaries during March 2020 closure. • \$2.5M - Harvey RESTART grant (reimbursement for two local leave days granted post Harvey) • \$1.9M – Mid-Year Supplemental Pay • Expenditure savings from vacancies and cost avoidance
2021-22	(18,525,575)	(7,201,810)		<p>Up to most current amended budget (October 2020)</p> <ul style="list-style-type: none"> • \$7.4M - Increase due to VATRE passage • \$2.6M - Reading academies, character strong, student device lease reclassified to ESSER funds • \$161K – truancy officer salaries reclassified to ESSER funds • \$464K - 1/2 dyslexia teachers added in FY 22 reclassified to ESSER • \$0.5M – Indirect costs charged to Federal funding (increase) • \$277K - FTE reduction (2.5 teachers and 4 paras) - staffing guidelines

**Pearland Independent School District
General Operating Fund Analysis
Monitoring of Fiscal Year 2021-22**

	ADOPTED BUDGET	AMENDMENTS	AMENDED BUDGET	PROJECTED INCREASES/ (DECREASES)	ESTIMATED RESULTS
Revenue					
Local	80,887,903	2,734,717	83,622,620	120,000	83,742,620
State	97,979,355	4,665,283	102,644,638	(1,200,000)	101,444,638
Federal	1,920,000	444,395	2,364,395	(500,000)	1,864,395
Total Revenue	180,787,258	7,844,395	188,631,653	(1,580,000)	187,051,653
Expenditures	199,312,833	6,460,665	205,773,498	(4,000,000)	201,773,498
Rev. Over/(Under) Exp.	(18,525,575)	1,383,730	(17,141,845)	2,420,000	(14,721,845)
Other Sources/(Uses)	-	9,940,035	9,940,035	300,000	10,240,035
Net Surplus/(Deficit)	(18,525,575)	11,323,765	(7,201,810)	2,720,000	(4,481,810)
Beginning Fund Balance	67,028,559		67,028,559	-	67,028,559
Ending Fund Balance	48,502,984	11,323,765	59,826,749	2,720,000	62,546,749
Days in Fund Balance	88.82		106.12		113.14

BUDGET AMENDMENTS (MONITORING)

BA #1 – Net Deficit Decrease of \$11.3M

- Revenue - \$7.8 Million Increase
 - Increased \$7.4 million in Local and State funding due to successful VATRE
 - Increased \$0.4 million in Federal funds for indirect costs charged to ESSER Funds after expense reclassification
- Expenditures – Net \$6.4 million increase
 - Reduced salaries by \$0.3 million due to Formula Staffing Reductions
 - Reclassified \$3.2 million of expenses eligible to be paid with ESSER III funds (2nd Year Device Lease Payment, Character Strong, Reading Academies, ½ Dyslexia Teachers, Outreach Case Managers) – NOTE: These expenses will revert to Fund 199 in 2022-23.
 - Increase Expenses by \$9.9 million due to new accounting pronouncement regarding lease treatment (offset by Other Funding Sources -Net \$0)
- Other Sources - \$9.9 million offset to expense (new accounting lease treatment)

MID-YEAR PROJECTIONS (MONITORING)

We have just completed six months of operations and will be adjusting revenues and expenses in the near future to account for the following changes:

Revenue

- State revenues projected to decrease by \$1.2 million
 - TEA only applied a Hold Harmless calculation to the first six weeks

- Enrollment at snapshot is very close to projection; however, the decline in attendance rate due to Covid-related absences is causing a major funding impact. As of now, the State has not announced a hold-harmless calculation for the remainder of the year; even if they do, they will likely require us to offset it with available ESSER funds
- Our special population ADA/FTEs also show a slight decline – TEA extended the income-verification date for Comp Ed purposes which allowed us to increase the FTE counts used in the calculation of the State Comp. and Early Education allotments
- The state has released the preliminary T2 values which are used to calculate the local portion of Tier I funding
- Local revenue increase of \$120K million to account for increase in gate receipts
- Federal funds will decrease by \$0.5 million due to a denial of transportation costs the calculation of SHARS reimbursements

Expenditures

- Expenditures are projected to decrease by at least \$4 million mostly as a result of salary savings from vacancies (a large portion of this is from maintenance and transportation)

Other Funding Uses/Sources

- We are in the process of submitting eligible expenses resulting from Winter Storm Uri for reimbursement from TEA - \$300,000 is an approximate amount

**Pearland Independent School District
General Operating Fund Analysis
Three Years Actual & Current Fiscal Year as of December 31, 2021**

	2019 ACTUAL	2020 ACTUAL	2021 ACTUAL	2022 BUDGET	2022 YTD + ENC.	2022 AVAILABLE	2022 PERCENT COLLECTED
REVENUES							
Local Taxes	80,628,069	77,374,194	76,887,955	82,451,620	45,346,250	37,105,370	55%
Other Local Sources	3,266,025	2,744,353	1,753,248	1,171,000	836,258	334,742	71%
State Funding	90,201,577	90,136,655	90,496,787	91,594,138	37,325,365	54,268,773	41%
Misc. State Revenue	400	5,528	226,819	-	218,770	(218,770)	
On-Behalf Pass Through	8,612,476	9,898,475	9,972,551	11,050,500	4,765,730	6,284,770	43%
Federal Distrib. TEA/Indirec	421,974	562,816	1,642,660	739,395	163,432	575,963	22%
SHARS	4,221,196	2,597,267	1,487,062	1,400,000	153,200	1,246,800	11%
Other Federal Sources	269,464	272,373	245,571	225,000	59,990	165,010	27%
TOTAL REVENUE	187,621,180	183,591,661	182,712,653	188,631,653	88,868,995	99,762,658	47%
EXPENDITURES							SPENT
A Salaries & Benefits	145,193,496	150,293,155	155,087,069	165,485,444	79,411,566	86,073,878	48%
B Extra Duty/Substitutes	2,741,000	2,095,331	2,660,010	2,891,800	1,006,132	1,885,668	35%
C Other Payroll	2,184,758	2,115,777	1,089,953	1,811,979	957,404	854,575	53%
D Campus Budgets	2,135,182	1,909,392	2,264,477	2,228,188	994,388	1,233,800	45%
E Department Budgets	7,062,896	6,419,101	7,178,561	7,658,706	4,646,573	3,012,133	61%
F District-Wide	12,763,558	12,279,391	13,319,530	15,179,687	9,519,297	5,660,390	63%
G Contingency + Connect:ED	526,916	1,459,743	1,439,975	777,659	280,106	497,553	36%
Miscellaneous/Transp	(414,514)	(268,719)	42,017	(200,000)	(51,635)	(148,365)	26%
Capital Lease				9,940,035	-	9,940,035	0%
TOTAL EXPENDITURES	172,193,292	176,303,170	183,081,593	205,773,498	96,763,832	109,009,666	47%
NET REV. OVER/(UNDER) EXP.	15,427,888	7,288,491	(368,940)	(17,141,845)	(7,894,837)	(9,247,008)	
OTHER SOURCES/(USES):							
Tfr. In (Harvey/HH/ESSER/Ur	1,097,039	485,005	5,973,441	300,000	-		
Sale of Property/Misc.	40,676	399,861	115,922	-	-		
Capital Lease - GASB 87	-	-	-	9,940,035	-		
Capital Projects Fund Tfr.	(10,000,000)	(4,500,000)	(1,000,000)	-	-		
TOTAL OTHER SOURCES/(USES)	(8,862,286)	(3,615,134)	5,089,362	10,240,035	-		
NET CHANGE IN FUND BALANCE	6,565,602	3,673,357	4,720,422	(6,901,810)	(7,894,837)		
PROJECTED CHANGES:							
Update to State Funding due to low ADA and increase in misc. state fundin				(1,200,000)			
Increase in Local Revenue - Gate Receipts				120,000			
Decrease in SHARS reimbursement				(500,000)			
Projected Salary/District-Wide Savings				4,000,000			
NET PROJECTED INCREASE/(DECREASE) IN FUND BALANCE				2,420,000			
ESTIMATED NET CHANGE IN FUND BALANCE FOR FY ENDING JUNE 30, 2022				(4,481,810)			

**Pearland Independent School District
General Operating Fund Analysis
Prior Year Actual, Current Year Budget, and Three-Year Projections**

	2021 ACTUAL	2022 BUDGET	2023 PROJECTED	2024 PROJECTED	2025 PROJECTED
REVENUES					
Local Taxes	76,887,955	82,451,620	87,201,808	86,981,300	89,161,760
Other Local Sources	1,753,248	1,171,000	1,333,000	1,333,000	1,333,000
State Funding	90,496,787	91,594,138	92,338,498	89,471,291	87,315,129
Misc. State Revenue	226,819	-	-	-	-
On-Behalf Pass Through	9,972,551	11,050,500	11,271,510	11,496,940	11,726,879
Federal Distrib. TEA/Indirect	1,642,660	739,395	620,000	550,000	270,000
SHARS	1,487,062	1,400,000	1,200,000	1,200,000	1,200,000
Other Federal Sources	245,571	225,000	225,000	225,000	225,000
TOTAL REVENUE	182,712,653	188,631,653	194,189,816	191,257,531	191,231,768
EXPENDITURES					
A Salaries & Benefits	155,087,069	165,485,444	169,420,486	172,808,896	176,265,074
B Extra Duty/Substitutes	2,660,010	2,891,800	2,891,800	2,891,800	2,891,800
C Other Payroll	1,089,953	1,811,979	1,811,979	1,811,979	1,811,979
D Campus Budgets	2,264,477	2,228,188	2,228,188	2,228,188	2,228,188
E Department Budgets	7,178,561	7,658,706	7,658,706	7,658,706	7,658,706
F District-Wide	13,319,530	15,179,687	15,179,687	15,179,687	15,179,687
G Contingency + Connect:ED	1,439,975	777,659	777,659	2,477,659	777,659
Miscellaneous/Transp	42,017	(200,000)	(200,000)	(200,000)	(200,000)
Capital Lease		9,940,035	-	-	-
TOTAL EXPENDITURES	183,081,593	205,773,498	199,768,505	204,856,915	206,613,093
NET REV. OVER/(UNDER) EXP.	(368,940)	(17,141,845)	(5,578,689)	(13,599,383)	(15,381,325)
OTHER SOURCES/(USES):					
Tfr. In (Harvey/HH/ESSER/Uri)	5,973,441	300,000	-	-	-
Sale of Property/Misc.	115,922	-	-	-	-
Capital Lease - GASB 87	-	9,940,035	-	-	-
Capital Projects Fund Tfr.	(1,000,000)	-	-	-	-
TOTAL OTHER SOURCES/(USES)	5,089,362	10,240,035	-	-	-
NET CHANGE IN FUND BALANCE	4,720,422	(6,901,810)	(5,578,689)	(13,599,383)	(15,381,325)
PROJECTED CHANGES:					
State- low ADA and increase in misc. state funding		(1,200,000)			
Increase in Local Revenue - Gate Receipts		120,000			
Decrease in SHARS reimbursement		(500,000)			
Projected Salary/District-Wide Savings		4,000,000			
NET PROJECTED INCREASE/(DECREASE) IN FUND BALANCE		2,420,000			
EST. NET CHANGE IN F/B FOR FY ENDING JUNE 30, 2022		(4,481,810)			

NOTE: 2023-2025 projections are very preliminary. These assume a 3% in property value increase, a one-year 2023 M&O disaster penny increase (offset by I&S), a 2% salary increase, no reduction to current FTE levels, it restores ESSER funded expenses as ESSER funding is depleted, and maintains non-payroll expenses at current FY 2022 levels.

Proposed budgetary reductions to decrease the current year budget deficit and minimize the impact to future budgets will be discussed during the budget workshop.

**Pearland Independent School District
ESSER Funding Update**

	2021	2022	2023	2024
ESSER II - Allocation	\$5,709,795			
Uses:				
Supplant State Revenue (Hold Harmless)	(3,749,833)			
COVID Leave (*)		(416,785)		
Extra Duty Pay - Custodians - Sanitize (*)		(132,961)		
Connect:ED Lease Payments			(399,125)	(399,125)
Indirect Costs - Tfr to Fund 199	(450,167)	(65,969)	(47,915)	(47,915)
Total Uses:	(4,200,000)	(615,715)	(447,040)	(447,040)
Carryover Balance:	\$1,509,795	\$894,080	\$447,040	\$0

Note: (*) As of 11/30/21, Covid Leave and Extra Duty Pay total ~ \$500,000

ESSER III - Allocation	\$12,823,387			
Uses:				
Mar. 2020 District Closure (Salaries)	(3,277,363)			
Dec. 2020 - Supplemental Pay	(1,943,363)			
Reading Academies	(30,000)	(179,208)		
Character Strong		(38,082)		
Student Outreach Managers (2 FTEs)		(161,073)		
1/2 Dyslexia Teacher FTEs (Added in 2021-22)		(464,260)		
Connect:ED Lease Payments		(2,394,632)	(2,394,632)	(631,125)
Indirect Costs - Tfr to Fund 199	(631,125)	(391,047)	(287,476)	
Total Uses:	(5,881,852)	(3,628,302)	(2,682,108)	(631,125)
Carryover Balance:	\$6,941,535	\$3,313,233	\$631,125	\$0

10-YEAR CAPITAL RENEWAL PLAN

The District currently has \$1.8 Million of unspent and uncommitted bond funds remaining and \$8.3 million in the Capital Projects Fund.

Meetings with the Capital Renewal Plan Committee are currently taking place. A list of priority projects needing to be funded will be taken to the February board meeting for discussion and approval.

Approved projects will be subject to the procurement process and presented to the board for approval, if necessary, at future board meetings.