



CALALLEN ISD

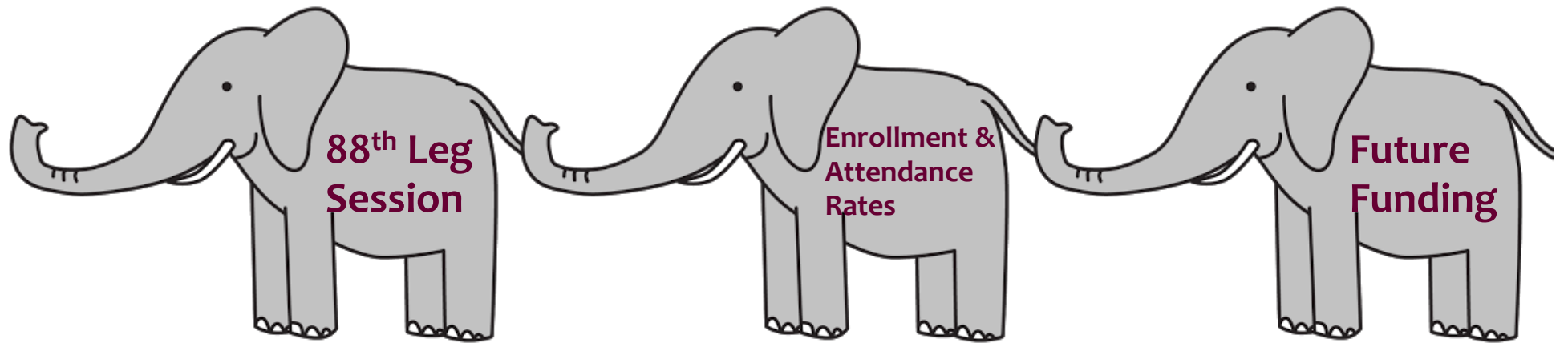
PROMOTING EXCELLENCE • CREATING THE FUTURE

# 2022-23 BUDGET PRESENTATION #5

*Mid-Year Budget and Finance Update*

March 6, 2023

# BUDGET ELEPHANTS ARE BACK...



# ATTENDANCE & ENROLLMENT

- Review attendance & enrollment budget projections
- Compare budget projections to actual Fall PEIMS Snapshot and first four six weeks data



# 22-23 REVENUE CONSIDERATIONS

- ADA UNKNOWNNS
  - Enrollment? Attendance? New Campus Impact? Full Day PreK?
- Census Blocks for Compensatory Education Allotment
  - Changes based on 2020 Census
  - TEA will not have information available until Late-July
  - Budgeting 21-22 Student Counts
- COVID Impacted Revenues Improving
  - Interest on Earnings, SHARS Revenue, and Local Revenue

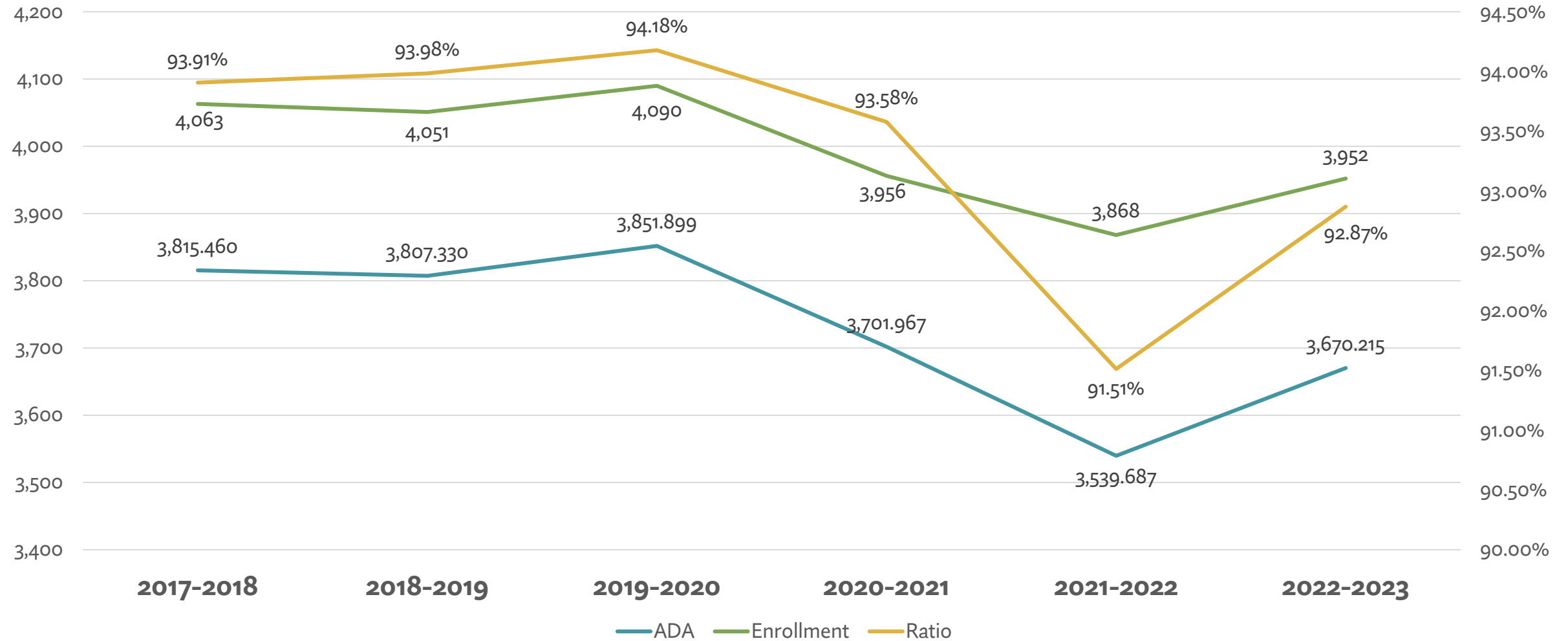
# ADA & ENROLLMENT HISTORY AND PROJECTIONS

	October Snapshot Enrollment	Final ADA	Attendance Ratio
2017-18	4,063	3,815.406	93.9%
2018-19	4,051	3,807.330	94.0%
2019-20	4,090	3,851.899	94.2%
2020-21	3,956	<del>3,701.967</del> <b>3,852.814 HH</b>	93.6%
2021-22	3,868	<del>3,548.014</del> <b>3,648.044 HH</b>	91.7%
<b>2022-23 BUDGET</b>	<b>4,015</b>	<b>3,733.950</b>	<b>93.0%</b>
<b>2022-23 Estimates</b>	<b>3,952</b>	<b>3,670.215</b>	<b>92.87%</b>





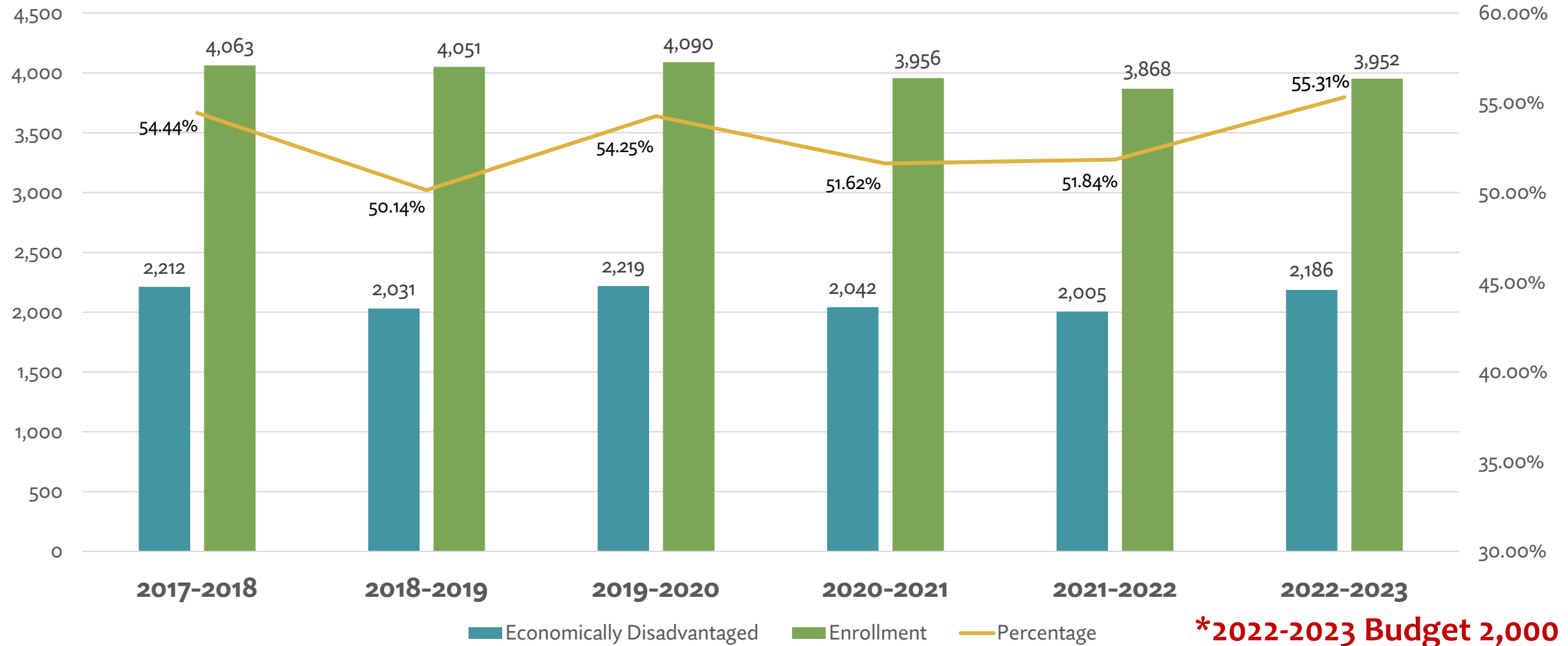
# ADA, ATTENDANCE, & ENROLLMENT







# ENROLLMENT VS. ECONOMICALLY DISADVANTAGED



**\*2022-2023 Budget 2,000**

# BUDGET & FINANCE UPDATES

- 2022-23 Preliminary Year End Projections







# PROPERTY TAX VALUES, RATES, & COLLECTIONS

	2020-21 Certified	2021-22 Certified	2022-23 Certified
<b>M&amp;O Value</b>	\$1,909,303,972	\$1,961,195,798	\$2,140,887,378
Value Growth	11.7%	2.7%	9.2%
Tax Rate	0.9915	0.9896	0.9429
Tax Rate Compression	(\$0.07680) -7.2%	(\$0.0019) -0.2%	(\$0.0467) -4.7%
Tax Collections	\$18,401,344	\$18,649,201	\$19,350,000
Collections Growth	2.5%	1.3%	4.9%
<b>I&amp;S Value</b>	\$2,500,956,572	\$2,655,460,491	\$2,889,950,191
Value Growth	7.8%	6.2%	8.8%
Tax Rate	0.243	0.243	0.243
Tax Collections	\$5,971,794	\$6,257,816	\$6,750,000

**\*2022-2023  
YE Estimates:**

**\*\$19,424,122**

**\*\$6,792,165**

# CHAPTER 313 AGREEMENTS

## Additional Revenue From 313 Agreements Estimates as of 3/1/2023

Tax Year	Fiscal Year	TexStar Project #341		Equistar Project #305		Epic Project #1230		Equistar Project #1777		Combined to be paid to CISD	
		Hold Harmless "Rev Loss"	"Share" w/CISD	Hold Harmless "Rev Loss"	"Share" w/CISD	Hold Harmless "Rev Loss"	"Share" w/CISD	Hold Harmless "Rev Loss"	"Share" w/CISD		
2014	2014-15	0	0	0	0	0	0	0	0	0	0
2015	2015-16	0	0	0	0	0	0	0	0	0	0
2016	2016-17	1,164,376	0	1,524,285	0	0	0	0	0	2,688,661	
2017	2017-18	19,301	383,502	5,073,889	345,000	0	0	0	0	5,821,692	3,133,031
2018	2018-19	256,373	371,679	4,119	1,945,143	0	0	0	0	2,577,314	(3,244,378)
2019	2019-20	866,494	378,430	4,358	379,733	0	0	0	0	1,629,015	(948,299)
2020	2020-21	78,124	610,946	0	361,315	0	377,021	0	0	1,427,406	(201,609)
2021	2021-22	15,691	673,402	3,923	360,878	1,339,943	385,281	0	0	2,779,118	1,351,712
2022	2022-23	15,367	587,396	3,312	378,179	711,169	364,804	0	0	2,060,227	(718,891)
2023	2023-24	0	413,023	0	381,500	1,985,411	384,176	0	0	3,164,110	1,103,883
2024	2024-25	0	0	0	381,500	0	384,176	0	0	765,676	(2,398,434)
2025	2025-26	0	0	0	381,500	0	384,176	0	0	765,676	0
2026	2026-27	0	0	0	381,500	0	384,176	0	0	765,676	0
2027	2027-28	0	0	0	0	0	384,176	0	0	384,176	(381,500)
2028	2028-29	0	0	0	0	0	384,176	0	0	384,176	0
2029	2029-30	0	0	0	0	0	384,176	7,447,032	0	7,831,208	7,447,032
2030	2030-31	0	0	0	0	0	384,176	687,010	0	1,071,186	(6,760,022)
2031	2031-32	0	0	0	0	0	384,176	0	0	384,176	(687,010)
2032	2032-33	0	0	0	0	0	384,176	0	0	384,176	0
2033	2033-34	0	0	0	0	0	384,176	0	0	384,176	0
			<b>5,834,104</b>		<b>11,910,134</b>		<b>9,389,565</b>		<b>8,134,042</b>	<b>35,267,845</b>	

**\*2022-2023 Budget Estimate \$1,202,291**



# HISTORY OF ENTITLEMENT

## LOCAL VS STATE SHARE

Fiscal Year	Local Property Tax Collections	FSP State Funding	Total Entitlement
2017-18	\$17,373,790	\$15,729,063	\$33,102,853
2018-19	\$18,113,333	\$16,689,161	\$34,802,494
2019-20*	\$17,942,639	\$19,149,891*	\$37,092,530
2020-21*	\$18,399,995	\$19,701,764*	\$38,101,759
2021-22	\$18,630,512	\$18,211,661	\$36,842,173
<b>2022-23 Budget</b>	<b>\$19,350,000</b>	<b>\$17,975,000</b>	<b>\$37,325,000</b>
<b>2022-23 Year End Estimates</b>	<b>\$19,423,246</b>	<b>\$17,276,761</b>	<b>\$36,700,007</b>

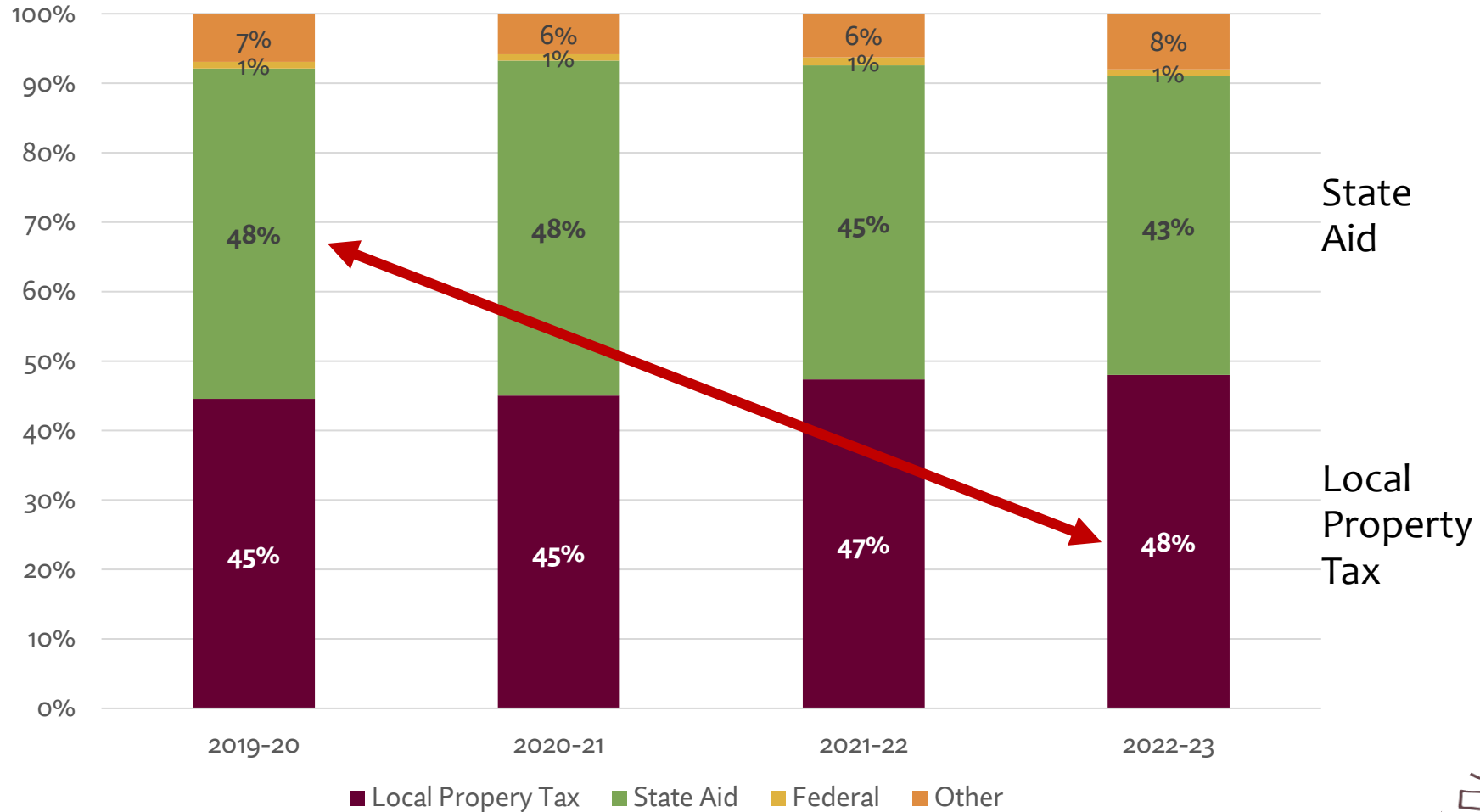
\*COVID ADA Hold Harmless & Supplant with ESSER Grant Funds

# GENERAL FUND – REVENUE

	2019-20 Audited Financials	2020-21 Audited Financials	2021-22 Audited Financials	2022-23 Budget	2022-23 Year End Estimates
Property Taxes	\$17,942,639	\$18,399,995	\$18,630,512	\$19,350,000	\$19,423,246
Other Local	\$577,936	\$275,662	\$421,949	\$350,000	\$1,076,221
State Revenue	*\$19,149,891	*\$19,701,764	\$18,211,661	\$17,975,000	\$17,276,761
TRS On-Behalf	\$2,214,710	\$2,103,919	\$2,158,605	\$2,193,816	\$2,136,414
Federal Revenue	\$376,518	\$376,665	\$432,374	\$400,000	\$419,583
<b>Subtotal</b>	<b>\$40,261,694</b>	<b>\$40,858,005</b>	<b>\$39,855,101</b>	<b>\$40,268,816</b>	<b>\$40,332,225</b>
CH 313s	\$1,629,015	\$1,427,406	\$2,779,118	\$1,200,000	\$2,060,227
COVID-19	\$476,546	\$347,042	\$14,175		
<b>Total</b>	<b>\$42,637,255</b>	<b>\$42,632,452</b>	<b>\$42,648,393</b>	<b>\$41,468,816</b>	<b>\$42,392,452</b>
Tax Collection Growth	-0.94%	2.55%	1.25%	3.99%	4.26%
State Funding Growth	14.74%	2.88%	-7.56%	1.16%	-5.13%
YOY Growth w/o CH 313 & Others	6.24%	1.48%	-2.45%	2.48%	1.20%

\*COVID ADA Hold Harmless & Supplant with ESSER Grant Funds

# GENERAL FUND – REVENUE BY SOURCE



# 22-23 EXPENSE CONSIDERATIONS

- **\$1.1M Payroll Increase** for Raises
- **\$1M Payroll Increase** for Reopening Magee Intermediate
- **\$250,000 Non-Payroll Increase** for Reopening Magee Intermediate
- **\$120,000 Increase** for 2021 Maintenance Tax Notes Payment
- **\$400,000 Increase** for Insurance Premiums
- **\$150,000 Increase** for Safety and Security



# GENERAL FUND – FUND BALANCE

	2019-20 Audited Financials	2020-21 Audited Financials	2021-22 Audited Financials	2022-23 Budget	2022-23 Year End Estimates
Total Revenue	\$42,367,255	\$42,632,452	\$42,648,394	\$41,468,816	\$42,392,452
Total Expense	(\$38,893,457)	(\$40,788,156)	(\$41,710,834)	(\$47,529,995)	(\$45,768,084)
<b>Net Roll/Loss</b>	<b>\$3,473,798</b>	<b>\$1,844,296</b>	<b>\$937,560</b>	<b>(\$6,061,179)</b>	<b>(\$3,375,632)</b>
Beg Fund Balance	\$17,819,524	\$21,293,322	\$23,137,618	\$23,011,879	\$24,075,178
<b>End Fund Balance</b>	<b>\$21,293,322</b>	<b>\$23,137,618</b>	<b>\$24,075,178</b>	<b>\$16,950,700</b>	<b>\$20,699,546</b>

- 2019-20 & 2020-21 Fund Balance inflated by COVID-19 decreased spending and Hold Harmless appropriations
- 2021-22 includes a \$1,750,000 budgeted transfer for Magee Repairs, without the transfer the net roll is +\$673,899
- 2021-22 budget was adopted at a (\$4,396,386) deficit, 2022-23 is the same deficit plus the added cost of reopening Magee Intermediate

**\*2022-2023 Net Roll/Loss Comments:**  
 (\$1,400,000) Safety & Security  
 (\$1,175,000) 2018 Bond Overages & Magee Repairs  
 (\$800,000) Insurance Premiums



# CONSTRUCTION FUND UPDATES

- *Discuss 2018 Bond, 2021 Maintenance Tax Notes, and Magee Intermediate Repair Financial Updates*
- *2022-23 Budget Transfer Updates*



# 2018 BOND PROJECTS

## FUND 618 SUMMARY

	Bond Budget	Total Revenue	
Bond Proceeds	\$39,500,000	\$39,500,000	
Interest Earnings	-	\$1,611,523	
<b>Total Bond Revenue</b>	<b>\$39,500,000</b>	<b>\$41,111,523</b>	
	Bond Budget	Total Projected Costs	Remaining Budget
West Intermediate	\$13,500,000	\$20,899,723	(\$7,399,723)
Science Wing	\$10,000,000	\$11,398,397	(\$1,398,397)
AG Science Expansion	\$1,000,000	\$2,042,984	(\$1,042,984)
Athletic Projects	\$2,690,000	\$3,134,813	(\$444,813)
Other Projects – Partially Completed	\$8,440,000	\$4,432,194	\$4,007,806
Postponed Projects	\$3,800,000	\$110,631	\$3,689,369
General Planning Costs	\$70,000	\$187,421	(\$117,421)
<b>Total Bond Expenses</b>	<b>\$39,500,000</b>	<b>\$42,206,164</b>	<b>(\$2,706,164)</b>
<b>Total Bond Funds Remaining</b>		<b>(\$1,094,641)</b>	

# 2018 BOND PROJECTS

## *OPEN FINANCIAL PROJECTS*

- Band Uniforms
- Technology Upgrades
- High School Ag Shop Expansion
- High School Science Wing
- West Intermediate
- General Planning Costs



# 2021 MAINT TAX NOTES

*FUND 635 SUMMARY*

## Planned Use of Remaining Proceeds of \$151,537:

- ~~Safety & Security – Remaining Funds~~
  - ~~\$116,350~~
- AG Barn Electrical & Plumbing Upgrades

NOW, THEREFORE, BE IT RESOLVED BY THE BOARD OF TRUSTEES OF CALALLEN INDEPENDENT SCHOOL DISTRICT:

SECTION 1. RECITALS, AMOUNT AND PURPOSE OF THE NOTES. The recitals set forth in the preamble hereof are incorporated herein and shall have the same force and effect as if set forth in this Section. The Notes are hereby authorized to be issued and delivered in the aggregate principal amount of \$4,890,000 for the maintenance, repair, rehabilitation and replacement of school facilities in the Issuer, including replacing roofs, HVAC equipment, parking lots and other school facilities and to pay costs of issuance of the Notes.

Project	Amount
Proceeds	\$4,890,000
Interest/Premiums	\$223,566
<b>Revenue Total</b>	<b>\$5,113,566</b>
2021 Summer RTU Projects	\$2,635,368
2022 Magee RTU Project	\$1,308,349
Multipurpose Turf Repairs	\$41,385
HS Auditorium Upgrades	\$189,666
MS Audio/Visual Project	\$95,467
Engineering Fees RTU Projects	\$624,849
<b>Expense Total</b>	<b>\$4,962,029</b>



# SUMMARY OF CONSTRUCTION FUNDS

	Proceeds	Expenditures	Impact to General Fund	
2018 Bond Projects	\$41,111,523	\$42,206,164	FY 21-22	\$0
			<b>FY 22-23</b>	<b>\$1,094,641</b>
2021 Maintenance Tax Notes	\$5,113,566	\$4,962,029		\$0
Magee Intermediate Repairs		\$4,269,324	FY 18-19	\$960,616
			FY 19-20	\$135,570
			FY 20-21	\$378,080
			FY 21-22	\$305,831
			<b>FY 22-23</b>	<b>\$80,000</b>
<b>Totals</b>			<b>FY 22-23</b>	<b>\$1,174,641</b>

**\*2022-2023 Budget Estimate \$1,000,000**

# LOOKING AHEAD...





# 88<sup>th</sup> LEGISLATIVE SESSION

**\*The 88<sup>th</sup> Session has record revenues and surpluses to work with during this session.**

**26% Increase in revenue available - \$188.2B**

**Estimated surplus - \$32.7B**

- Property Taxes
  - Maximum Compressed Rate – known decrease, just how much?
  - House and Senate base budgets have reserved \$9.7 billion for additional property tax reduction
  - Exemptions, appraisal caps, compression?
- Foundation School Program Funding
  - Known increase to the golden and copper penny yield , just how much?
  - Increase to the basic allotment? But raises..
  - Special Education
  - Vouchers
  - Teacher Retention & Vacancies





# GENERAL FUND – 5 YEAR PROJECTIONS

	2022-23 Year End Estimates	2023-24 Estimates	2024-25 Estimates	2025-26 Estimates	2027-28 Estimates
Total Revenue	\$42,392,452	\$44,912,388	\$43,023,288	\$42,543,262	\$43,618,397
Total Expense	(\$45,768,084)	(\$44,768,133)	(\$45,065,720)	(\$45,878,380)	(\$46,706,407)
<b>Net Roll/Loss</b>	<b>(\$3,375,632)</b>	<b>\$144,255</b>	<b>(\$2,042,432)</b>	<b>(\$3,335,118)</b>	<b>(\$3,088,010)</b>
Beg Fund Balance	\$24,075,178	\$20,699,546	\$20,843,801	\$18,801,369	\$15,466,251
<b>End Fund Balance</b>	<b>\$20,699,546</b>	<b>\$20,843,801</b>	<b>\$18,801,369</b>	<b>\$15,466,251</b>	<b>\$12,378,241</b>

**\*Assumptions:**

- Current funding formulas
- Conservative enrollment growth based on PASA, and 93% attendance
- 2% Raises, 1% Other Spending

# QUESTIONS, COMMENTS, and *DISCUSSION*....

