



SMARTER SCHOOL SPENDING

FOR STUDENT SUCCESS

2022-2023 Budget Update
Board of Education Meeting
Tuesday, May 24, 2022



Fort Worth
INDEPENDENT SCHOOL DISTRICT

2022-2023 Budget Workshop

- Projections for 2021-2022 General Fund Balance
- Preliminary Budgets for 2022-2023
 - General Fund, Debt Service, Food Service
- Update on Compensation Study
- Required Discussion of Current Year Values
- Requirements for Publication of Board Meeting Date, Time, Location
- Next Steps
 - Publication of Required Legal Notices
 - Budget Adoption

Projected General Fund Balance 2021-2022

GENERAL FUND	2021-2022 Budget	2021-2022 Estimated	% Change	Increase/ Decrease
Total Revenues	\$ 804,989,573	\$ 799,985,309	-0.63%	\$ (5,004,264)
Total Expenditures	865,477,676	742,386,490	-17%	(123,091,186)
Total Other Sources	9,500,000	447,985		(9,052,015)
Net Change in Fund Balance	\$ (50,988,103)	\$ 58,046,804	187.84%	\$ 109,034,907
Beginning Fund Balance	\$ 281,399,838	\$ 281,399,838	0%	
Restricted- Fund Balance	52,110,931	51,422,877	-1%	(688,054)
Unrestricted - Fund Balance	\$ 229,288,907	\$ 288,023,765	20.39%	\$ 58,734,858
Percent of Expenditures	26.49%	38.80%		
# of Days of Available Fund Balance	97	142	31.71%	45

Note: Carryover Expenditures (Technology and Other) will necessitate a budget amendment exceeding \$50M in 2022-2023. Use of ESSER II Funds to pay for expenditures budgeted for in the General Fund were approximately \$28.5M.

Key Assumptions for 2022-2023 General Fund Budget

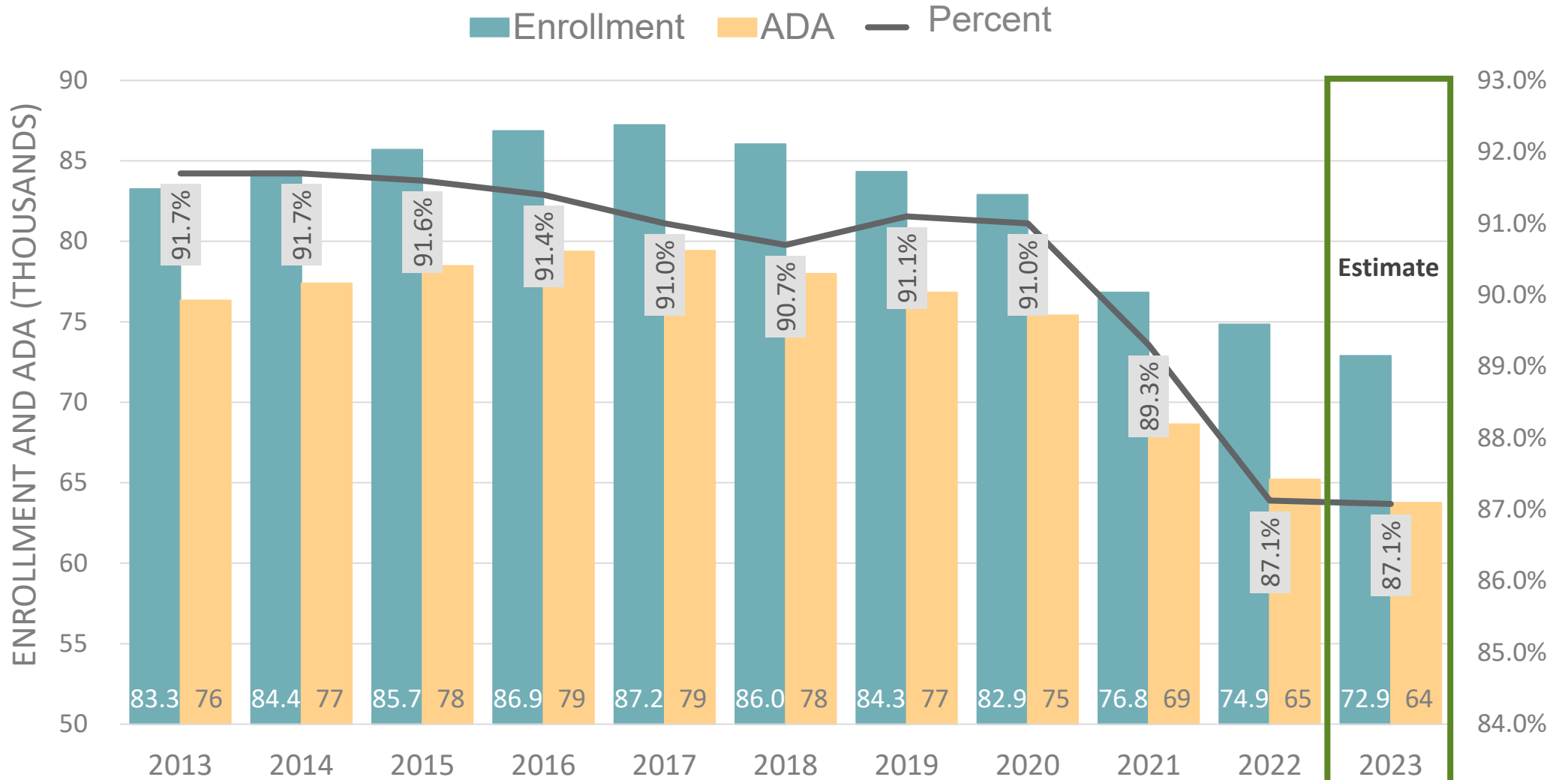
2022-2023 General Fund Revenue Assumptions

- Declining Enrollment Projections
- Assessed Value and Tax Rate Considerations

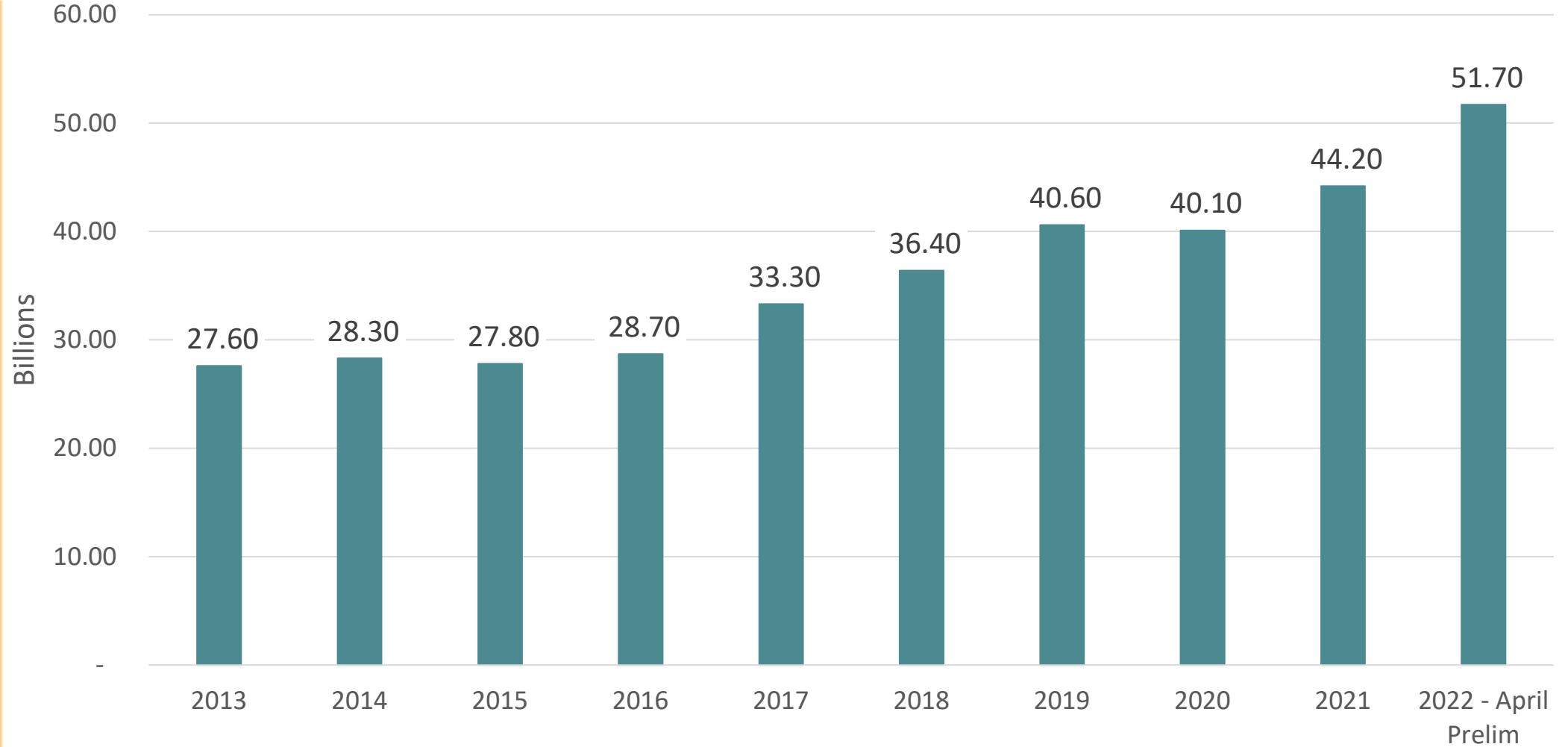
2022-2023 General Fund Expenditure Assumptions

- 4% Mid-Point Pay Increase for Staff
- No Increase for Employee Health Insurance
- Overall Reductions in the General Fund
- Utilization of ESSER II Funds

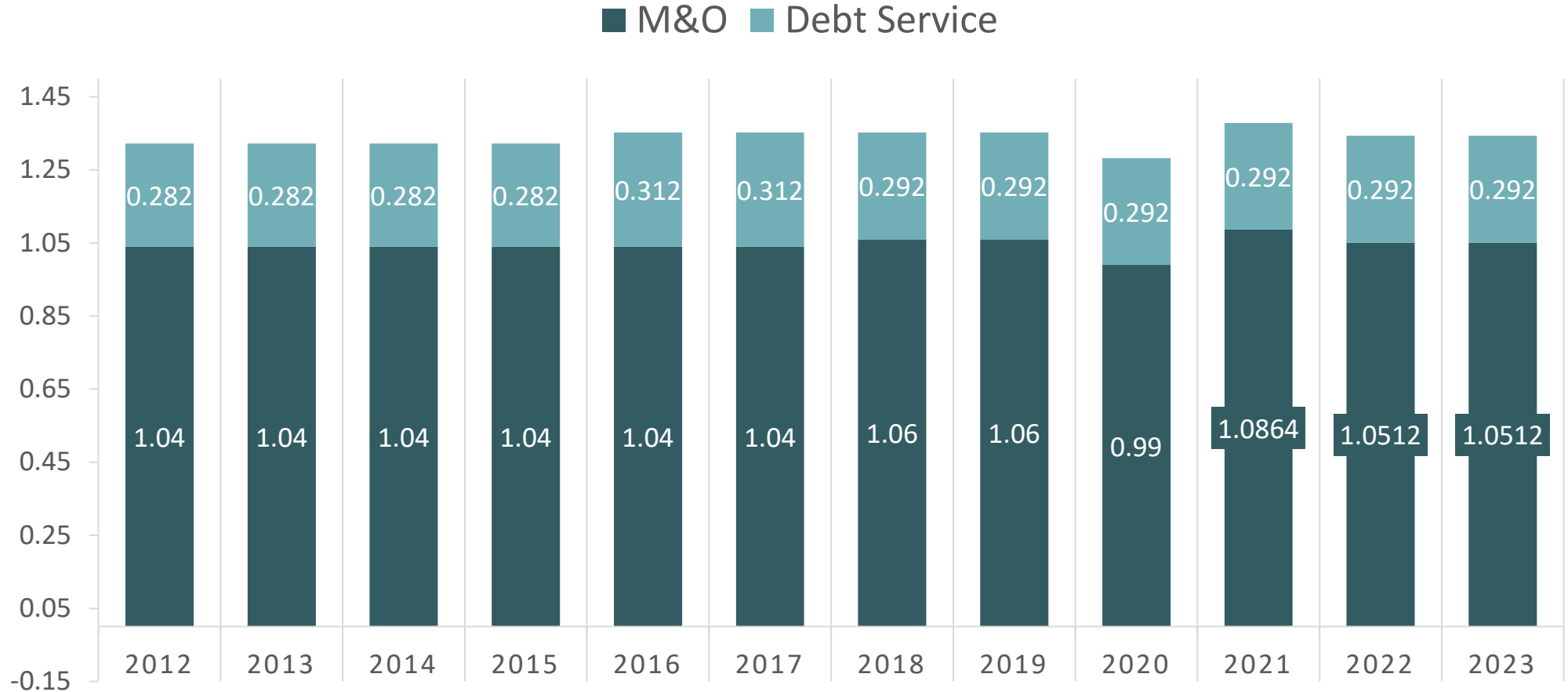
Snapshot Enrollment and Average Daily Attendance (ADA)



Assessed Property Valuation



Property Tax Rates



Note: The 2022-2023 M&O Tax Rate will be determined based on Certified Values received by the District on July 25, 2022. The 2022-2023 Fort Worth ISD M&O compressed rate is currently below the 2022-2023 rate issued by the state in February 2022.

State Funding Change to Current Year Property Values

- Prior to House Bill 3, the State used Prior Year Taxable Property Values in the Funding Formula;
- Annual Property Value Growth would generate more revenues than the prior year values provided, and has been referred to as “Lag” revenue;
- House Bill 3 implemented use of Current Year Taxable Values, which eliminated the gain associated with growth in the Taxable Values.

Note: Required discussion of Current Year Property Values pursuant to FIRST requirements.

General Fund Revenue

	Actual <u>2020</u>	Actual <u>2021</u>	Budget <u>2022</u>	Projected <u>2022</u>	Preliminary <u>2023</u>
5700 - Local	\$ 411,714,578	\$ 458,574,866	\$ 459,971,554	\$ 456,227,894	\$ 485,767,031
5800 - State	355,685,814	334,972,374	330,087,019	291,979,039	260,945,145
5800 - State (HH)*	27,579,390	41,724,199		11,391,500	
5900 - Federal	15,996,594	19,258,855	14,931,000	40,386,876	29,419,955
Total	\$ 810,976,376	\$ 854,530,294	\$ 804,989,573	\$ 799,985,309	\$ 776,132,132
Expected Revenue Reduction from 2022 to 2023					<u>\$ (23,853,177)</u>
Actual ADA	75,403	68,644	69,000	65,213	63,764
Hold Harmless ADA		73,849		66,743	

* **HH** is Hold Harmless from the state through the ESSER Funds

General Fund Expenditures

<u>Function</u>	<u>Description</u>	<u>Campus Based</u>	<u>Departmental</u>	<u>Grand Total</u>
11	Instruction	\$ 439,709,784	\$ 8,783,319	\$ 448,493,103
12	Instruction Resources and Media Serv.	11,040,375	1,444,091	12,484,466
13	Curriculum and Instructional Staff Develop.	2,838,666	8,857,213	11,695,879
21	Instructional Administration	120,324	15,586,655	15,706,979
23	School Administration	49,017,654	3,172,020	52,189,674
31	Guidance and Counseling Services	26,735,510	21,708,687	48,444,197
32	Social Work Services	3,198,183	1,993,326	5,191,509
33	Health Services	10,509,389	1,329,314	11,838,703
34	Student Transportation		24,795,334	24,795,334
35	Food Services	122,192	350,000	472,192
36	Cocurricular/Extracurricular Activities	13,587,804	5,546,805	19,134,609
41	General Administration		23,783,313	23,783,313
51	Plant Maintenance and Operations	41,401,266	53,503,040	94,904,306
52	Security and Monitoring Services	5,133,578	7,844,417	12,977,995
53	Data Processing Services		26,021,104	26,021,104
61	Community Services	2,375,904	2,907,554	5,283,458
71	Debt Service		3,000,000	3,000,000
95	Payments to Juvenile Justice Alt Ed Prog.		97,629	97,629
99	Other Intergovernmental Charges		3,000,000	3,000,000
	Total	\$ 605,790,629	\$ 213,723,821	\$ 819,514,450

Proposed Compensation Increase – 4% of Mid-Point (Including Fringe)

	<u>Current Pay</u>	<u>Proposed with 4%</u>	<u>Increase</u>	<u>Employees</u>
Teachers, Nurses, Counselors & Librarians	\$ 414,631,488	\$ 431,763,594	\$ 17,132,106	5,381
Administrative, Operations & Other Staff	\$ 245,008,932	\$ 253,988,877	\$ 8,979,945	4,293
Total	\$ 659,640,420	\$ 685,752,471	\$ 26,112,051	9,674

Proposed Starting Teacher Pay - \$60,000*

*Pending final recommendation from Talent Management and outcome from TASB Compensation Study

Proposed Compensation Increase

“Mid-Point” of Pay Range

same dollar amount to all individuals in the same pay grades

- Each employee in a grade receives the same dollar raise.
- Keeps the integrity of the salary structure.
- All employees within their pay grade to grow at an equal pace.
- Increases ensure that employees who are below the minimum receive a marginally higher amount which causes employees to move up within the pay range.

Compensation Study

- Compensation Study by Texas Association of School Boards (TASB)
- Process managed by Talent Management
- Evaluation of opportunities after completion of the report
- Next Steps

2022-2023 General Fund Budget

FUNCTION	ESTIMATED APPROPRIATIONS	6100's/6200-6699
11	Instruction	451,199,513
12	Instruction Resources and Media Services	12,453,876
13	Curriculum and Instructional Staff Development	11,588,543
21	Instructional Administration	15,604,617
23	School Administration	52,130,748
31	Guidance and Counseling Services	48,301,359
32	Social Work Services	5,160,819
33	Health Services	11,801,053
34	Student Transportation	24,581,334
35	Food Services	472,192
36	Cocurricular/Extracurricular Activities	19,090,722
41	General Administration	23,664,497
51	Plant Maintenance and Operations	93,406,299
52	Security and Monitoring Services	12,966,454
53	Data Processing Services	25,719,627
61	Community Services	5,275,169
71	Debt Service	3,000,000
81	Facilities Acquisition & Construction	-
95	Payments to Juvenile Justice Alt Ed Programs	97,629
97	Tax Increment Financing	-
99	Other Intergovernmental Charges	3,000,000
Total Estimated Appropriations		819,514,450

OBJECT	ESTIMATED REVENUE	GENERAL FUND 199
5700	Local	485,767,031
5800	State	260,945,145
5900	Federal	29,419,955
7900	Other Resources	3,000,000
Total Estimated Revenue		779,132,132
Total Estimated Appropriations		819,514,450
Excess Revenue/Appropriations and Change in Fund Balance		(40,382,318)
<i>Beginning Fund Balance (Audited 2021)</i>		281,399,838
<i>Ending Fund Balance (Unaudited)</i>		241,017,520

2022-2023 Debt Service Budget

OBJECT	ESTIMATED REVENUE	DEBT SERVICES FUND 599
5700	Local	147,846,385
5800	State	1,581,259
5900	Federal	-
Total Estimated Revenue		149,427,644
FUNCTION	ESTIMATED APPROPRIATIONS	
71	Debt Service	120,472,163
Total Estimated Appropriations		120,472,163
Excess Revenue/Appropriations and Change in Fund Balance		28,955,481
<i>Beginning Fund Balance (Audited 2021)</i>		<i>58,270,492</i>
<i>Ending Fund Balance (Unaudited)</i>		<i>87,225,973</i>

2022-2023 Food Service Budget

OBJECT	ESTIMATED REVENUE	FOOD SERVICE FUND 701
5700	Local	2,496,373
5800	State	253,000
5900	Federal	42,488,300
Total Estimated Revenue		45,237,673
FUNCTION	ESTIMATED APPROPRIATIONS	
35	Food Services	45,172,673
51	Plant Maintenance and Operations	65,000
Total Estimated Appropriations		45,237,673
Excess Revenue/Appropriations and Change in Fund Balance		-
<i>Beginning Fund Balance (Audited 2021)</i>		5,389,942
<i>Ending Fund Balance (Unaudited)</i>		5,389,942

Budget Adoption Timeline

- Budget must be adopted by the Board of Trustees prior to July 1, 2022
- Board meeting scheduled for June 28, 2022
- Notice of the proposed budget adoption with budget numbers must be published in the newspaper
 - ✓ No later than 10 days prior (June 18, 2022)
 - ✓ No earlier than 30 days prior

Upcoming Key Dates

June 14

Board Workshop

May 25 - June 28

Budget Mini-Sessions
with Board Trustees

May 25

DAC Meeting

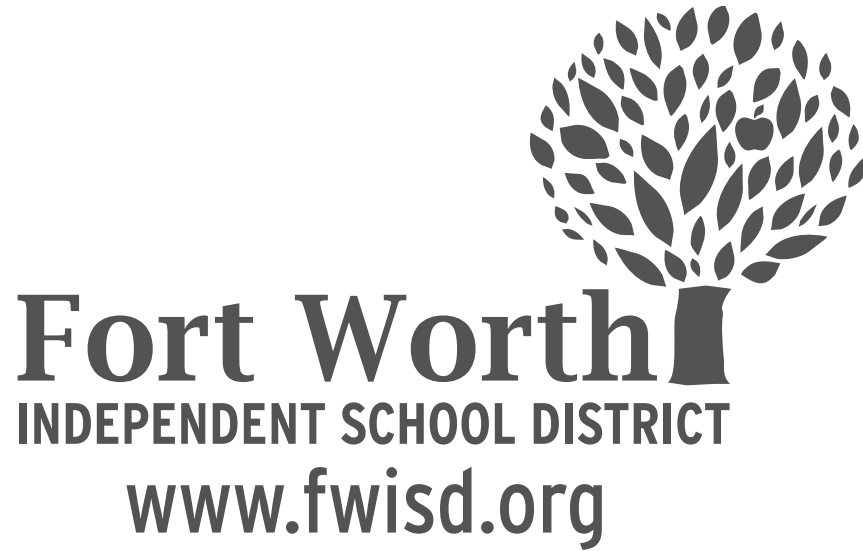
TBD

DERC Meeting

June 28

Adoption of the Budget

Questions?



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