

NISD BUDGET UPDATE

June 10, 2024

| Activity | Responsibility | Date |
|--------------------------------|-----------------------------|--------------------------------|
| Projected Enrollments | Templeton/HR/Finance | December 11, 2024 |
| DEIC Timeline Presentation | Financial Services | January 9, 2024 |
| DLT Timeline Presentation | Financial Services | January 16, 2024 |
| Campus/Dept Staffing | Cabinet/Exec Dir/Principals | January 2024 |
| Budget Parameter/Growth D/A | Board Meeting | January 22, 2024 |
| Budget Packets Completed | Financial Services | February 6, 2024 |
| DLT Meeting Distribute Packets | Financial Services | February 8, 2024 |
| Schedule Exec. Dir. Meetings | Financial Services | February 2024 |
| Campus/Dept Staffing | Cabinet/Exec Dir/Principals | February 2024 |
| Raise Discussion/Action | Board Meeting | February 26, 2024 |
| Budget Workshop | Board Meeting | February 26, 2024 |
| Exec Dir. Meetings | Cabinet/Executive Directors | March 2024 |
| Campus/Dept Staffing | Cabinet/Exec Dir/Principals | March 2024 |
| Board Update | Board Meeting | March 18, 2024 |
| Campus/Dept Budget Entries Due | Campuses/Departments | March 20, 2024 |
| Budget Decision Forms Due | Campuses/Departments | March 20, 2024 |
| Campus/Dept Staffing | Cabinet/Exec Dir/Principals | April 2024 |
| Compensation Plan Approval | Board Meeting | April 8, 2024 |
| Preliminary Values | TCAD/DCAD/WCAD | April 2024 |
| Board Workshop | Board Meeting | April 22, 2024 |
| Campus/Dept Staffing | Cabinet/Exec Dir/Principals | May 2024 |
| Budget Workshop | Board Meeting | May 6, 2024 |
| Publish Notice of Pub. Mtg | Financial Services | June 1, 2024 |
| Budget Workshop | Board Meeting | June 10, 2024 |
| Budget Adoption | Board Meeting | June 24, 2024 |
| Final Amendment Adoption | Board Meeting | June 24, 2024 |
| Certified Values | TCAD/DCAD/WCAD | July 25, 2024 |
| Publish Tax Rate Notice | Financial Services | August 2, 2024 |
| Tax Rate Adoption | Board Meeting | 2 nd August Meeting |

2024-2025 BUDGET TIMELINE

BUDGET WORKSHOP - RECAP

Budget Priorities:

1. Protect Student Programs

- Growth Budget
- Ratio Discussions
- Program change discussions

2. Maximize Compensation for Staff

- Max raise for staff
- Teacher Salary Pay Scale Adjustment
- Look at Stipends across all disciplines

3. Protect Fund Balance

- Historical Analysis

4. Revenue Projections

Known

Unknown



BUDGET PRIORITIES

Protect Student Programs:

Goal: Continue to offer all programs at the current funding and high standard of NISD; including curriculum, athletics, fine arts, etc.

BUDGET PRIORITIES

Maximize Compensation for Staff:

1. Raise – Provide largest raise possible with budgetary constraints
2. Teacher Salary Pay Scale Adjustment
 - Years of Service Adjustment
 - NISD Years of Service thru Longevity Incentive
(Ensure a scalable and equitable system)
(Clear and Understandable for Employees)
3. Look at Stipend amounts and job duties

BUDGET PRIORITIES

Protect Fund Balance:

Goal: Maximize fund balance. Prefer fund balance to stay above 4 months operating or 33% of operating expenses.

GENERAL FUND REVENUE BUDGET 2024-2025

| Account | 2022-2023 Original Revenue Budget | Description | 2023-2024 Amended Revenue Budget | Description | 2024-2025 Revenue Budget |
|--------------|-----------------------------------|------------------------|----------------------------------|------------------------|--------------------------|
| 57xx | \$272,914,865 | Local Revenue | \$252,086,338 | Local Revenue | \$281,455,326 |
| 58xx | \$25,933,598 | State Revenue | \$51,271,232 | State Revenue | \$36,663,454 |
| <u>59xx</u> | <u>\$4,282,338</u> | <u>Federal Revenue</u> | <u>\$2,358,243</u> | <u>Federal Revenue</u> | <u>\$2,466,638</u> |
| Total | \$303,130,801 | Total Revenue | \$305,715,813 | Total Revenue | 320,585,418 |
| | 29,248 | Students | 30,732 | Students | 32082 |
| | \$10,364 | Average | \$9,948 | Average | \$9,993 |

| | |
|--------------------------|----------------------|
| 2024-2025 Revenue | \$320,585,418 |
| <u>2023-2024 Revenue</u> | <u>\$305,715,813</u> |
| Additional Revenue | \$14,869,605 |

BUDGET DECISIONS

| Description |
|---|
| 2023-2024 Deficit |
| Growth Budget |
| Non-Payroll Items (Operations) |
| Contract Inc./Safety & Security |
| Second Staffing |
| SPED Stipends |
| Raise 2% (Teacher Pay Scale Adjustment) |
| Insurance Contribution \$325 to \$345 |

GENERAL FUND EXPENSE BUDGET 2024-2025

| Account | 23-24 Revenue Budget | Description | 24-25 Revenue Budget |
|--------------|----------------------|------------------------|----------------------|
| 57xx | \$252,086,338 | Local Revenue | \$281,455,326 |
| 58xx | \$51,271,232 | State Revenue | \$36,663,454 |
| 59xx | <u>\$2,358,243</u> | <u>Federal Revenue</u> | <u>\$2,466,638</u> |
| Total | \$305,715,813 | Total Revenue | \$320,585,418 |

| Account | 23-24 Expense Budget | Description | 24-25 Expense Budget |
|-------------------|----------------------|-----------------------|----------------------|
| 61xx | \$246,924,707 | Payroll | \$269,458,677 |
| 62xx | \$36,663,652 | Contracted Services | \$39,035,332 |
| 63xx | \$14,967,996 | Supplies/Materials | \$15,416,002 |
| 64xx | \$9,643,359 | Other Operating | \$11,317,343 |
| 65xx | \$0 | Debt Service | \$0 |
| 66xx | <u>\$503,521</u> | <u>Capital Outlay</u> | <u>\$291,579</u> |
| Total | \$308,703,235 | Total Expenses | \$335,518,933 |
| Net Budget | -2,987,422 | | -\$14,933,515 |

BUDGETS BY FUNCTION

| | AMENDED BUDGET | | | PROPOSED BUDGET | | | DOLLAR CHG | | | %Δ General Fund |
|---|----------------------|----------------------|----------------------|-----------------------|----------------------|----------------------|---------------------|----------------------|---------------------|-----------------------|
| | General 2024 | Food Service 2024 | Debt Service 2024 | General 2025 | Food Service 2025 | Debt Service 2025 | General | Food Service | Debt Service | |
| REVENUE | | | | | | | | | | |
| 5700 Local | \$252,086,338 | \$9,565,925 | \$152,151,770 | \$281,455,326 | \$8,079,759 | \$170,130,517 | \$29,368,988 | (\$1,486,166) | \$17,978,747 | 11.65% |
| 5800 State | 51,271,232 | 12,714 | - | 36,663,454 | 46,996 | 8,551,973 | (14,607,778) | 34,282 | 8,551,973 | -28.49% |
| 5900 Federal | 2,358,243 | 3,972,123 | - | 2,466,638 | 4,362,957 | - | 108,395 | 390,834 | - | 4.60% |
| TOTAL REVENUE | \$305,715,813 | \$13,550,762 | \$152,151,770 | \$320,585,418 | \$12,489,712 | \$178,682,490 | \$14,869,605 | (\$1,061,050) | \$26,530,720 | -107.14% |
| EXPENDITURES | | | | | | | | | | |
| 11 Instruction | \$177,978,707 | \$0 | \$0 | \$202,792,683 | \$0 | \$0 | \$24,813,976 | \$0 | \$0 | 13.94% |
| 12 Instructional Resources and Media Services | 3,416,440 | - | - | 3,326,466 | - | - | (89,974) | - | - | -2.63% |
| 13 Curriculum Development and Instructional Staff Development | 7,529,671 | - | - | 7,644,419 | - | - | 114,749 | - | - | 1.52% |
| 21 Instructional Leadership | 3,307,535 | - | - | 3,084,104 | - | - | (223,431) | - | - | -6.76% |
| 23 School Leadership | 18,545,260 | - | - | 18,481,346 | - | - | (63,915) | - | - | -0.34% |
| 31 Guidance, Counseling, and Evaluation Services | 12,335,706 | - | - | 13,289,985 | - | - | 954,279 | - | - | 7.74% |
| 32 Social Work Services | 546,363 | - | - | 637,991 | - | - | 91,628 | - | - | 16.77% |
| 33 Health Services | 2,933,534 | - | - | 2,758,856 | - | - | (174,678) | - | - | -5.95% |
| 34 Student Transportation | 13,271,460 | - | - | 13,609,548 | - | - | 338,088 | - | - | 2.55% |
| 35 Food Services | - | 14,754,524 | - | - | 12,865,732 | - | - | (1,888,792) | - | - |
| 36 Co-curricular/ Extra curricular Activities | 10,104,030 | - | - | 9,752,990 | - | - | (351,040) | - | - | -3.47% |
| 41 General Administration | 8,399,191 | - | - | 8,524,561 | - | - | 125,371 | - | - | 1.49% |
| *41 Statutorily Required Public Notice - Required Postings | 6,767 | - | - | 5,000 | - | - | - | - | - | - |
| **41 Statutorily Required Public Notice - Lobbying | 1,950 | - | - | 1,950 | - | - | - | - | - | - |
| 51 Plant Maintenance & Operations | 33,706,854 | - | - | 35,314,915 | - | - | 1,608,061 | - | - | 4.77% |
| 52 Security and Monitoring Services | 4,223,519 | - | - | 4,071,699 | - | - | (151,821) | - | - | -3.59% |
| 53 Data Processing Services | 6,481,589 | - | - | 6,396,154 | - | - | (85,435) | - | - | -1.32% |
| 61 Community Service | 233,451 | - | - | 272,540 | - | - | 39,089 | - | - | 16.74% |
| 71 Debt Services | - | - | 144,484,919 | - | - | 170,000,000 | - | - | 25,515,081 | - |
| 81 Facilities Acquisition and Construction | 353,132 | - | - | 370,582 | - | - | 17,450 | - | - | 4.94% |
| 91 Contracted Instructional Services Between Public Schools | 139,938 | - | - | - | - | - | (139,938) | - | - | -100.00% |
| 92 Incremental Cost Associated with Chapter 41 School Districts | - | - | - | - | - | - | - | - | - | - |
| 93 Payments to Fiscal Agents for Shared Service Arrangeme | 140,323 | - | - | 135,000 | - | - | (5,323) | - | - | -3.79% |
| 94 Payments to Other Schools | - | - | - | - | - | - | - | - | - | - |
| 95 Payments to Juvenile Justice AEP | 45,000 | - | - | 45,000 | - | - | - | - | - | 0.00% |
| 96 Payments to Charter Schools | - | - | - | - | - | - | - | - | - | - |
| 97 Payments to Tax Increment Fund | 2,011,144 | - | - | 2,011,144 | - | - | - | - | - | 0.00% |
| 99 Inter-Government Charges not Defined in Other Codes | 2,991,672 | - | - | 2,992,000 | - | - | - | - | - | - |
| TOTAL EXPENDITURES | \$308,703,236 | \$14,754,524 | \$144,484,919 | \$335,518,932 | \$12,865,732 | \$170,000,000 | | | | |
| SURPLUS / DEFICIT | (\$2,987,423) | (\$1,203,762) | \$7,666,851 | (\$14,933,514) | (\$376,020) | \$8,682,490 | | | | |
| OTHER FINANCING SOURCES/ (USES) | | | | | | | | | | |
| Other Financing Sources | - | - | - | - | - | - | - | - | - | - |
| Other Financing Uses | - | - | - | - | - | - | - | - | - | - |
| Net Change in Fund Balance | (\$2,987,423) | (\$1,203,762) | \$7,666,851 | (\$14,933,514) | (\$376,020) | \$8,682,490 | | | | |
| BEGINNING FUND BALANCE | \$111,215,675 | \$5,655,442 | \$74,497,165 | \$108,228,252 | \$4,451,680 | \$82,164,016 | | | | |
| AUDIT ADJUSTMENTS TO FUND BALANCE | | | | | | | | | | |
| YEAR END BALANCE* | \$108,228,252 | \$4,451,680 | \$82,164,016 | \$93,294,737 | \$4,075,661 | \$90,846,506 | | | | |
| FUND BALANCE AS % OF EXPENDITURES | 35.06% | | 56.87% | 27.81% | | 53.44% | | | | |
| FUND BALANCE AS # OF MONTHS OF EXPEND. | 4.21 | | 6.82 | 3.34 | | 6.41 | | | | |



Neighboring Districts Possible Proposals

| District | 23-24 Deficit | 24-25 Deficit | Raise | Teacher |
|----------|---------------|---------------|-------|----------|
| A | -\$17.9 M | -\$20 M | 0% | \$59,000 |
| B | \$0 M | -\$20 M | 2% | \$62,500 |
| C | -\$11.3 M | -\$15.3 M | | |
| D | -\$3.3 M | -\$14.7 M | 3% | \$63,000 |
| E | -\$7.6 M | -\$9.1 M | 3% | \$62,750 |
| F | \$0 M | -\$9.6 M | 3% | \$61,491 |
| G | -\$4.5 M | -\$8.5 M | | |
| H | -\$6.7 M | -\$4.5 M | 3% | \$58,285 |
| NISD | -\$2.9 M | -\$14.9 M | 2%-4% | \$61,500 |

DISCUSSION AND QUESTIONS