

Bryan ISD – Budget Discussions 2020-21

AUGUST 3, 2020

District Goals

1. Support the academic and post-secondary success of every student through proficiency in literacy and numeracy.
2. Support a culture and climate that encourages a shared responsibility for a positive learning environment.
3. Maintain a high-quality workforce to support student success.
4. Engage students, families, staff, and the community to maximize every student's potential.
5. Ensure a safe and secure environment for all District students, staff, and visitors.

Agenda

- Budget Timeline
- Challenges to Developing 2020-2021 Budget
- Property Tax Rates and Values
- Estimated General Fund Expenditures
- Estimated Budget Projections
- Debt Service
- School Nutrition Services

Budget Timeline (Board of Trustees)

Date	Description
05/01/2020	Preliminary property values received
06/11/2020	Finance Committee Update
07/13/2020	Budget Workshop
07/16/2020	Finance Committee Update
07/25/2020	Certified Property Values Due (may be delayed this year)
08/01/2020	Local Property Value Survey due to TEA (used to set Tier 1 tax rate)
08/03/2020	Budget Update
08/17/2020	Public hearing on the budget and tax rate – adopt the tax rate and budget

Challenges in Developing the 2020-2021 Budget

- All things COVID-19
 - School year calendars
 - Enrollment and attendance
 - Current year property values
 - TEA tax rate calculations (software not ready for districts that have 313 agreements)
 - Delays in getting insurance policy quotes
- Coronavirus Relief Fund (CRF)
- FEMA reimbursements
- Elementary and Secondary School Emergency Relief Fund (ESSERF)

Estimated Property Values

	July 2020 Certified M&O	Estimated 2021 M&O	Estimated 2021 I&S
Assessed	\$ 11,077,960,453	\$ 11,682,531,130	\$ 11,682,531,130
Exemptions	(\$ 2,098,199,634)	(\$ 2,105,086,006)	(\$ 1,931,810,094)
Net Taxable	\$ 8,979,760,819	\$ 9,577,445,124	\$ 9,750,721,036
% Increase		6.6%	

The above includes both Brazos & Robertson County values.
 The difference between net taxable for M&O and Debt Service is the 313 Agreement
 Limitation.

TEA Local Property Value Survey Info

Survey Information

Tax Year 2019 value lost to the Local Optional Homestead Exemption \$0

Tax Year 2019 Comptroller Certified School District Taxable Values for M&O Purposes (T2) \$8,614,761,777

Chief appraiser's July 25th Certified Taxable Property Values from the Certified Appraisal Roll

For Tax Year 2019 : \$8,953,449,285

For Tax Year 2020 : \$9,562,425,051

Local Property Value Growth %: 6.80 %

Tax Year 2020 property value no longer subject to a limitation on appraised value under Chapter 313, Tax Code : \$0

Tax Year 2020 property value no longer subject to a limitation on appraised value under Chapter 311, Tax Code : \$0

Total Exemption expiry (E) (per TEC §48.2551 (a)) : \$0

Growth net of expiring 313 or 311 agreements %: 6.80 %

Local Optional Homestead Exemption value loss for 2020 Tax Year: \$0

Local Optional Homestead Exemption value change: \$0

Tax Year 2020 Projected Comptroller School District values For M&O purposes(T2): \$9,200,701,451

Prior Tax Year Max Compressed Rate (PY MCR): 0.9300

Local preliminary MCR - lesser of $[1.025 \times (\text{TY2019DPV} + \text{E}) \times \text{PY MCR}] \div \text{TY 2020 T2}$] or PY MCR : 0.8925

Tax Year 2020 State Compression Rate (PY MCR \times (1.025+1.0401)): 0.9164

TEC §48.2552 Tax Year 2020 Limitation on maximum compressed tax rate $0.9164 \times .90$): 0.8247

MCR (lesser of state or local compression) (greater of local compression limitation under TEC §48.2552): 0.8925

Estimated Expend. – General Fund 2020-21

Budgeted Expenditures - 2019-20 **\$ (153,730,265)**

Plus:

Additional Positions, Promotions, etc. \$ (1,806,000)

Bryan PD SRO MOU 2020-21 (65% to 70%) \$ (117,000)

ESS Substitute Program \$ (125,000)

Blinn College-BCHS MOU 2020-21 (50% to 75%) \$ (60,000)

Group Health Increased District Share (\$435 to \$460) \$ (775,500)

Estimated Property Insurance Increase \$ (365,000)

Stipends-Increases/Adjustments \$ (42,000)

Subtotal of Additional Expenditures \$ (3,290,500)

Less:

Reduction of Positions \$ 341,500

5% Campus/Dept Budgets Reduction (Non Personnel) \$ 755,000

Miscellaneous Other Reductions \$ 30,000

Subtotal of Reductions to Expenditures \$ 1,126,500

Preliminary General Fund Expenses **\$ (155,894,265)**

Preliminary Budget Worksheet 2020-21

	Est. Prop Value Growth – Est. Attendance (Hold Harmless)
State Revenue (FSP)	\$ 57,344,850
Property Taxes	87,300,000
Total Property Tax and State FSP Revenue	144,644,850
Federal and Other Local/State Revenue	9,800,000
Estimated Total Revenue	\$ 154,444,850
Estimated Total Expenditures	\$ (155,894,265)
Estimated 2020-21 Budget Surplus/(Shortfall) before raises	\$ (1,449,415)
Teacher Salary Schedule Step (Approx 1.2%)	\$ (750,000)
Raises - 1% (All Others)	\$ (420,000)
Subtotal	\$ (2,619,415)
One Time Payment - 1/2% (December)	\$ (560,000)
Subtotal	\$ (3,179,415)

Debt Service

Estimated Debt Service

Property tax receipts at \$.28 per \$100 valuation		\$ 25,031,627
State revenue – hold harmless due to homestead exemption		<u>\$ 175,000</u>
Estimated debt service revenue		\$ 25,206,627
Principle & interest due on prior issues	\$20,363,663	
Estimated call of future debt	\$ 4,850,000	
Estimated fees	<u>\$ 7,500</u>	<u>\$ 25,221,163</u>
Estimated Over/(Under) Collections		\$ (14,536)

School Nutrition Services

School Nutrition Services Budget Comparison

	Original 2019-20	Proposed 2020-21
Revenues:		
Local and Intermediate Sources	\$ 1,708,000	\$ 1,041,000
State Programs	50,000	47,000
Federal Programs	8,592,000	6,202,000
Total Revenues	\$ 10,350,000	\$ 7,290,000
Expenditures:		
Payroll & Benefits	\$ 4,556,500	\$ 4,464,000
Contract Services/Utilities	742,500	707,500
Supplies & Materials	4,957,500	3,338,000
Other Operating Expenses	43,500	46,000
Capital Outlay	50,000	0
Total Expenditures	\$ 10,350,000	\$ 8,555,500
Net Affect on Fund Balance	\$ -	\$ (1,265,500)

Questions