



2013 - 2014

Budget Presentation



FINANCIAL HIGHLIGHTS 2012 - 2013

- I. Unassigned General Fund Balance equals 28% of the Budget @ 8/31/12
- II. Budget Presentation & CAFR Awards from ASBO & GFOA
- III. Financial Integrity Rating System of Texas (FIRST) - Superior Achievement Rating for year ended August 31, 2012
- IV. 5-Star Rating by the 2012 Financial Allocation Study of Texas (FAST). One of only 11 ISD's to receive a 5-Star rating for all three years.
- V. Clean Audit from Weaver & Tidwell
- VI. ½ Cent Tax Decrease - Lowest Tax Rate (\$1.29) Compared to our Area Peer Group
- VII. Balanced 2011-2012 and 2012-2013 Budgets with no employee layoffs while adjusting for a \$21.3 M reduction in state funding



Comparison To State Averages By Function

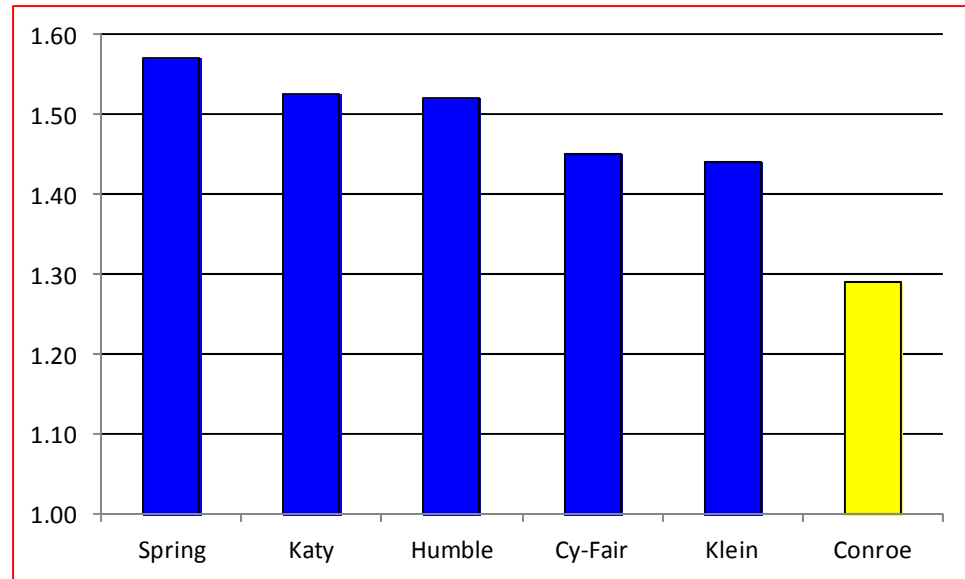
General Fund Expenditures by Function	<u>2012-2013</u> Conroe ISD Budget	<u>2012-2013</u> State Average Budget
Instruction (11,95)	62.1 %	59.3 %
Instructional-Related Services (12,13)	1.8 %	2.8 %
Instructional Leadership (21)	0.9 %	1.3 %
School Leadership (23)	6.6 %	6.5 %
Student Support Services (31,32,33)	5.7 %	4.7 %
Student Transportation (34)	5.3 %	3.5 %
Food Service (35)	0.0 %	0.8 %
Co-Curricular/Extracurricular Activities (36)	2.7 %	2.9 %
Central Administration (41,92)	1.8 %	3.7 %
Plant Maintenance & Operations (51)	10.5 %	11.8 %
Security & Monitoring Services (52)	1.2 %	0.9 %
Data Processing Services (53)	<u>1.4 %</u>	<u>1.8 %</u>
Total	100 %	100 %
Budgeted Expenditures per Student	\$6,472	\$7,309

Source: 2012-2013 Budgeted Financial Data (<http://www.tea.state.tx.us>)



2012-2013 Tax Rate Comparison

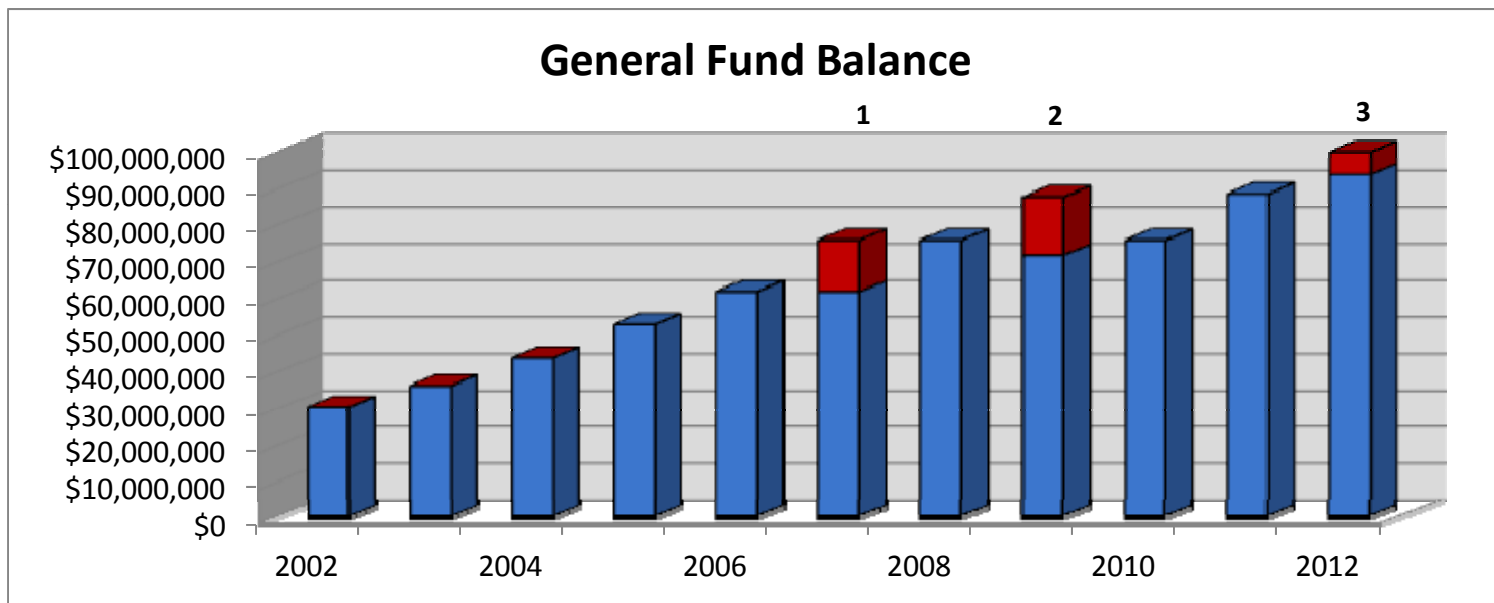
2012 – 2013
Combined Tax
Rate
Comparison
With Area
School Districts



District	Fiscal Year 2012-2013		
	Total Rate	General	Debt Service
Spring	1.5700	1.0400	0.5300
Katy	1.5266	1.1266	0.4000
Humble	1.5200	1.1700	0.3500
Cy-Fair	1.4500	1.0400	0.4100
Klein	1.4400	1.0400	0.4000
Peer Average Tax Rate	1.5013	1.0833	0.4180
Conroe Tax Rate	1.2900	1.0400	0.2500



General Fund Balance



1. \$14 M used to build Bonnie Wilkinson Elementary
2. \$16 M used for Construction projects and Safety & Technology needs.
3. \$6 M transferred in September 2012, to cover life cycle and safety needs.



Fund Balance Analysis

Projected 2013-2014 Budget = \$ 369.1 M

Objective: Maintain an Unassigned Fund Balance of 16% to 24% of the Annual Budget (approx. 2-3 mos. of expenses)

16% of Budget \$ 59.1 M

24% of Budget \$ 88.6 M

Projected Unassigned Fund Balance @ 8-31-13 = \$ 93.3 M



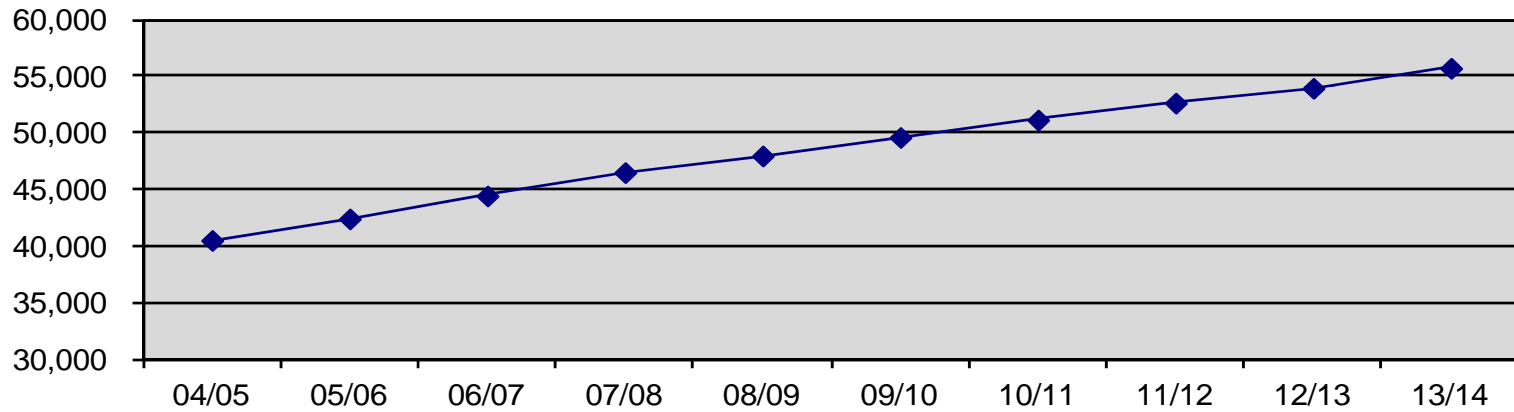
Certified Property Values

Last 10 yr
 Average
Increase
 8.2%

Tax Year	Certified Value	Change in Certified Value	
		\$	%
2015 est	25,364,921,408	738,784,119	3.00%
2014 est	24,626,137,290	717,266,135	3.00%
2013	23,908,871,155	1,898,891,099	8.63%
2012	22,009,980,056	1,019,637,597	4.86%
2011	20,990,342,459	717,354,839	3.54%
2010	20,272,987,620	558,807,212	2.83%
2009	19,714,180,408	1,358,634,446	7.40%
2008	18,355,545,962	1,768,563,478	10.66%
2007	16,586,982,484	2,092,386,379	14.44%
2006	14,494,596,105	1,537,496,618	11.87%
2005	12,957,099,487	1,197,300,737	10.18%
2004	11,759,798,750	861,026,838	7.90%
2003	10,898,771,912	811,035,343	8.04%
2002	10,087,736,569	1,327,506,290	15.15%



Enrollment Trend



- State revenue estimates & campus expenditure budget allocations rely on enrollment data.



Attendance Data

Last Nine Fiscal Years, Current Year, & One Year Projection

Average Enrollment Growth Per Year
1,546

Average ADA Growth Per Year
1,541
3.7%

Year	Enrollment		Average Daily Attendance			
	Actual	Total Yearly	ADA	Total Yearly	Percent	Percent of
Ended 31-Aug	Enrollment	Change	Amount	Change	(Decrease)	Enrollment
2004	39,426	1,401	35,680	1,177	3.4%	90.50%
2005	40,432	1,006	36,634	954	2.7%	90.61%
2006	42,613	2,181	38,484	1,850	5.0%	90.31%
2007	44,460	1,847	40,938	2,454	6.4%	92.08%
2008	46,524	2,064	43,305	2,367	5.8%	93.08%
2009	47,996	1,472	44,915	1,610	3.7%	93.58%
2010	49,629	1,633	46,275	1,360	3.0%	93.24%
2011	51,170	1,541	47,888	1,613	3.5%	93.59%
2012	52,664	1,494	49,498	1,610	3.4%	93.99%
2013	53,934	1,270	50,428	930	1.9%	93.50%
2014*	55,034	1,100	51,457	1,029	2.0%	93.50%
Average		1,546		1,541	3.7%	92.5%

* BASED ON PROJECTED FIGURES



Revenue Increase

Conference Committee Adopted School Finance Plan (\$3.4 Billion) S.B. 1

13-14 Projected Enrollment Growth (1,100)	\$ 14.6 M
13-14 Local Revenue Increase (Tax Value Increase 8.63%)	\$ 25.5 M
Total Projected Revenue Increase	\$ 40.1 M



13-14 Budget Objectives

1. Meet the needs for the 2013-2014 school year.
2. Provide a strong salary increase for CISD employees.
3. Provide for additional Safety and Security.
4. Preserve funding for 2014-2015.
5. Provide a tax decrease for CISD patrons.



Expense Increase

Salary Increase (3.25% on mid point and Sub rate increase)	\$	9,450,000
Health Fund Contribution Increase		2,000,000
Additional Personnel (growth for 1,100 and additional needs)		9,209,500
Bilingual and CATE MOE, and misc stipend adjustments		765,600
Payroll Budget Reconciliation		(1,300,000)
Convert 11 Intermediate Technology Aides to Professional		275,000
Intervention Funds (Summer School 4&7, C&I Reading, Secondary)		760,000
Fine Arts Uniforms & District Wide Vehicles		835,000
Campus and Department Budget Increase		582,500
Transportation Routes and Fuel		230,000
Desktop Management		200,000
Facility Maintenance		500,000
Utilities (reduction of annual savings less new facilities)		(408,000)
	\$	23,099,600



Personnel Additions

	<u>Prof</u>	<u>Para</u>	<u>Aux</u>	<u>Total Cost</u>
1100 Student Growth	124.9	41	33	\$ 7,294,500
Program Additions				
Curriculum Support - Coaches	5			325,000
Elem/Inter Comp Ed - 11 Eco. Dis. Teachers	11			605,000
Career and Technology - 5 HS Teachers	5			275,000
Police				
Sergeant- Dispatch			1	68,000
Officers - Elementary Patrol			5	282,000
Prevention Control Officer			1	20,000
Special Education Assessment Coordinator	1			85,000
Safety and Risk Management Specialist	1			70,000
C&I - Math Specialist	1			75,000
Special Education Vocational Program 2 VAC Teachers	2			110,000
Total Additional Personnel	150.9	41	40	\$ 9,209,500



**2013-2014
Teacher
Hiring
Schedule**

**Teacher Salary Plan Development
Conroe ISD**

2012-13 Years Exp	2012-13 New Hire Salary	+	3.25% General Pay Increase*	+	Additional Adjustment	=	2013-14 Years Exp	→	2013-14 Proposed New Hire Salary
							0	→	\$47,300
0	\$46,000	+	\$1,680	+		=	1		\$47,680
1	\$46,375	+	\$1,680	+		=	2		\$48,055
2	\$46,600	+	\$1,680	+		=	3		\$48,280
3	\$46,800	+	\$1,680	+		=	4		\$48,480
4	\$47,100	+	\$1,680	+		=	5		\$48,780
5	\$47,310	+	\$1,680	+		=	6		\$48,990
6	\$47,660	+	\$1,680	+		=	7		\$49,340
7	\$48,010	+	\$1,680	+		=	8		\$49,690
8	\$48,391	+	\$1,680	+		=	9		\$50,071
9	\$48,758	+	\$1,680	+		=	10		\$50,438
10	\$49,113	+	\$1,680	+		=	11		\$50,793
11	\$49,538	+	\$1,680	+		=	12		\$51,218
12	\$49,937	+	\$1,680	+		=	13		\$51,617
13	\$50,384	+	\$1,680	+		=	14		\$52,064
14	\$50,774	+	\$1,680	+		=	15		\$52,454
15	\$51,163	+	\$1,680	+		=	16		\$52,843
16	\$51,619	+	\$1,680	+		=	17		\$53,299
17	\$52,135	+	\$1,680	+		=	18		\$53,815
18	\$52,579	+	\$1,680	+		=	19		\$54,259
19	\$53,033	+	\$1,680	+		=	20		\$54,713
20	\$54,019	+	\$1,680	+		=	21		\$55,699
21	\$54,991	+	\$1,680	+		=	22		\$56,671
22	\$55,893	+	\$1,680	+		=	23		\$57,573
23	\$56,772	+	\$1,680	+		=	24		\$58,452
24	\$57,488	+	\$1,680	+		=	25+		\$59,168
25+	\$58,390								

**General pay increase is based on the salary range control point.
Continuing teachers receive a \$1,680 increase.*



2013-2014 Projected Budget

Revenue

12-13 Budgeted Revenue	\$ 342.5 M
13-14 Projected Revenue Increase	40.1 M
TRS On-Behalf (Senate Bill 1458)	3.5 M
	<hr/>
Projected 13-14 Budget Revenue	\$ 386.1 M

Expenses

12-13 Budgeted Expenses	\$ 342.5 M
3.25% Salary Increase	9.5 M
Other Expenses	13.6 M
TRS On-Behalf	3.5 M
	<hr/>
Projected 13-14 Budget Expenses	\$ 369.1 M

Difference

\$ 17.0 M

\$ 26.6 M equals a 7.8% Budget Increase



Budget Change Since 10-11

<u>Budget Year</u>	<u>Budget Amount</u>	<u>Student Growth</u>	<u>Inflation Rate</u>
2010 – 2011	\$ 340.0 M		
2011 – 2012	\$ 329.5 M	2.9 %	3.2 %
2012 – 2013	\$ 342.5 M	2.4 %	2.1 %
2013 – 2014	\$ 369.1 M	<u>2.0 %</u>	<u>1.6 %</u>
TOTAL INCREASE		7.3 %	6.9 %

\$ 29.1 M (8.6%) Budget Increase Over the Last 3 Yrs or 2.9% Avg.

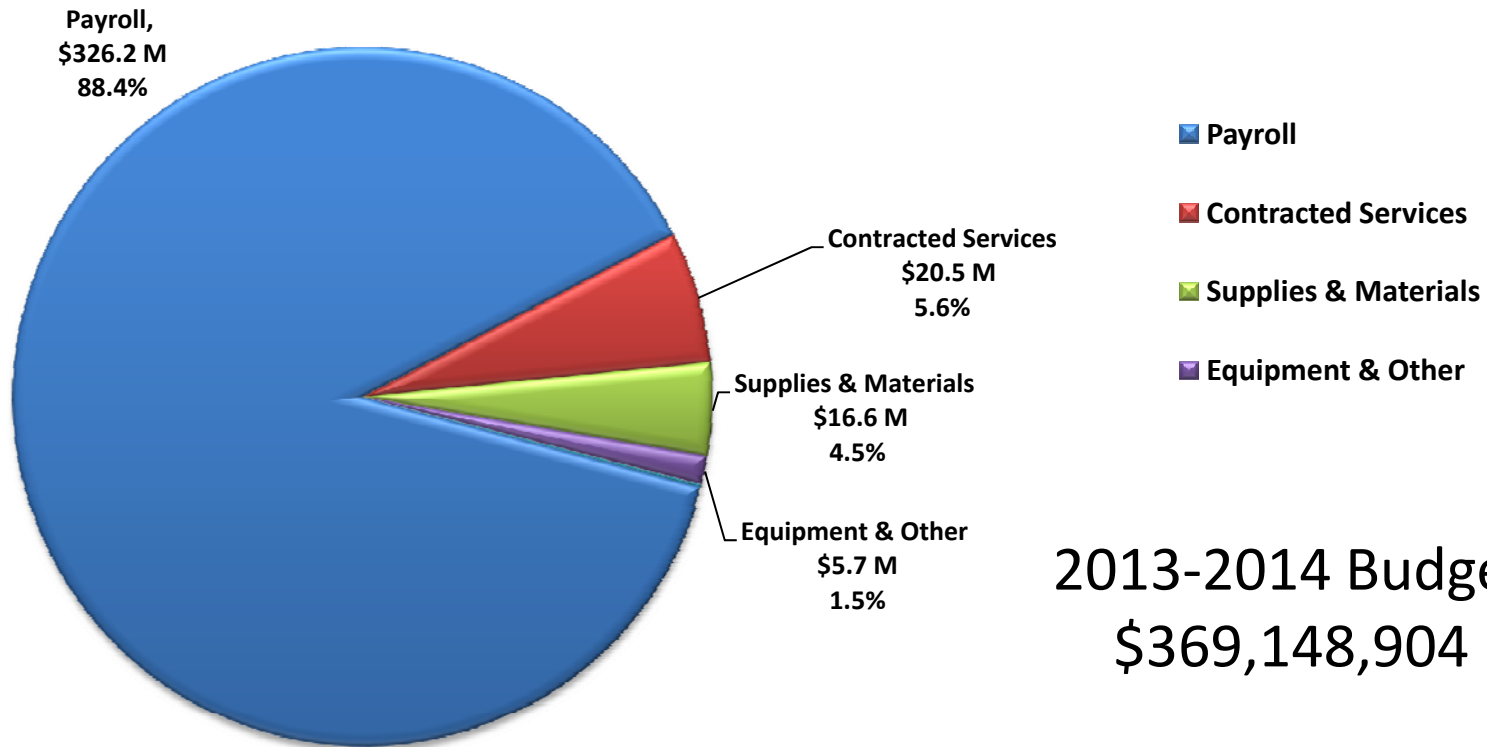


CISD
2013-2014
Adopted
Budget

	General Operating Funds	Special Revenue Funds	Debt Service Fund
2012-13 Tax Rate	\$ 1.0400		\$ 0.2500
Tax Rate Change	-		(0.0050)
2013-14 Adopted Tax Rate	\$ 1.0400		\$ 0.2450
Estimated Beginning Fund Balance	<u>\$ 93,305,582</u>	<u>\$ 3,311,495</u>	<u>\$ 46,581,472</u>
Estimated Revenue			
Local Revenues	236,789,863	7,653,727	58,676,734
State Funding	129,520,021	-	-
Federal Revenue	-	8,954,873	-
TRS In-Kind Funds	19,800,000	-	-
Total	<u>386,109,884</u>	<u>16,608,600</u>	<u>58,676,734</u>
Estimated Appropriations			
11 Instructional	230,399,490	-	-
12 Instructional Resources and Media Services	5,060,249	-	-
13 Staff Development	1,669,032	-	-
21 Instructional Administration	2,850,628	-	-
23 School Administration	24,158,158	-	-
31 Guidance and Counseling	14,596,982	-	-
32 Attendance and Social Work Services	295,859	-	-
33 Health Services	4,048,143	-	-
34 Pupil Transportation	20,616,796	-	-
35 Child Nutrition	-	15,303,600	-
36 Co-Curricular Activities	9,068,953	-	-
41 General Administration	6,209,590	-	-
51 Plant Maintenance and Operation	37,972,307	1,305,000	-
52 School Police	4,779,582	-	-
53 Technology	5,404,402	-	-
61 Community Service	18,733	-	-
71 Debt Service	-	-	78,868,395
81 Facilities Acquisition and Construction	-	-	-
99 Other Intergovernmental Charges	2,000,000	-	-
Total	<u>369,148,904</u>	<u>16,608,600</u>	<u>78,868,395</u>
Estimated Ending Fund Balance	<u>\$ 110,266,562</u>	<u>\$ 3,311,495</u>	<u>\$ 26,389,811</u>



2013-2014 Budget Summary





2014-2015 Funding Estimate

• State & Local Increase (3% AV and 1100 ADA increases)	\$ 6.8 M
• Unbudgeted Surplus from 2013-2014	\$ 17.0 M
• 1.5% TRS Contribution Funding	<u>\$ 3.0 M</u>
Total Estimated Available Funding	<u>\$ 26.8 M</u>



Pro-Forma 2014-2015 Budget Increase

3% Salary Increase	\$ 8.1 M
1100 Student Growth	\$ 7.2 M
1.5% TRS Contribution	\$ 3.0 M
Health Fund Contribution	\$ 1.0 M
Other Expenses	<u>\$ 1.0 M</u>
Pro-Forma Budget Increase	<u>\$ 20.3 M</u>



Adopted Tax Rate

	Tax Rate 2012-2013	Tax Rate 2013-2014	Increase <Decrease>
M & O	\$1.04	\$1.04	\$0.00
Debt	\$0.25	\$ 0.245	<\$0.005>
Total	\$1.29	\$1.285	<\$0.005>

The 2013-2014 Adopted Tax Rate of \$1.285 is 47.5¢ lower than 2005-2006 Tax Rate of \$1.76