



2014 - 2015

Budget Presentation

Public Hearing



FINANCIAL HIGHLIGHTS 2013 - 2014

- I. Unassigned General Fund Balance equals 26% of the Budget @ 8/31/13
- II. Budget Presentation & CAFR Awards from ASBO (Over 20 Years) & GFOA (14 Years)
- III. Financial Integrity Rating System of Texas (FIRST) - Superior Achievement Rating for year ended August 31, 2012
- IV. 5-Star Rating by the 2013 Financial Allocation Study of Texas (FAST). One of only 8 ISD's to receive a 5-Star rating for all four years.
- V. Clean Audit from Weaver & Tidwell
- VI. ½ Cent Tax Decrease for 2nd year in a row - Lowest Tax Rate (\$1.285) compared to our Area Peer Group
- VII. Budget Surplus of \$17M used to build Oak Ridge 9th Addition without using New Debt for this Project.



FAST | Financial Allocation Study of Texas

Five Star
Recipients



Four
Consecutive
Years

Conroe

Cypress-Fairbanks

Pearland

Friendswood

Harleton

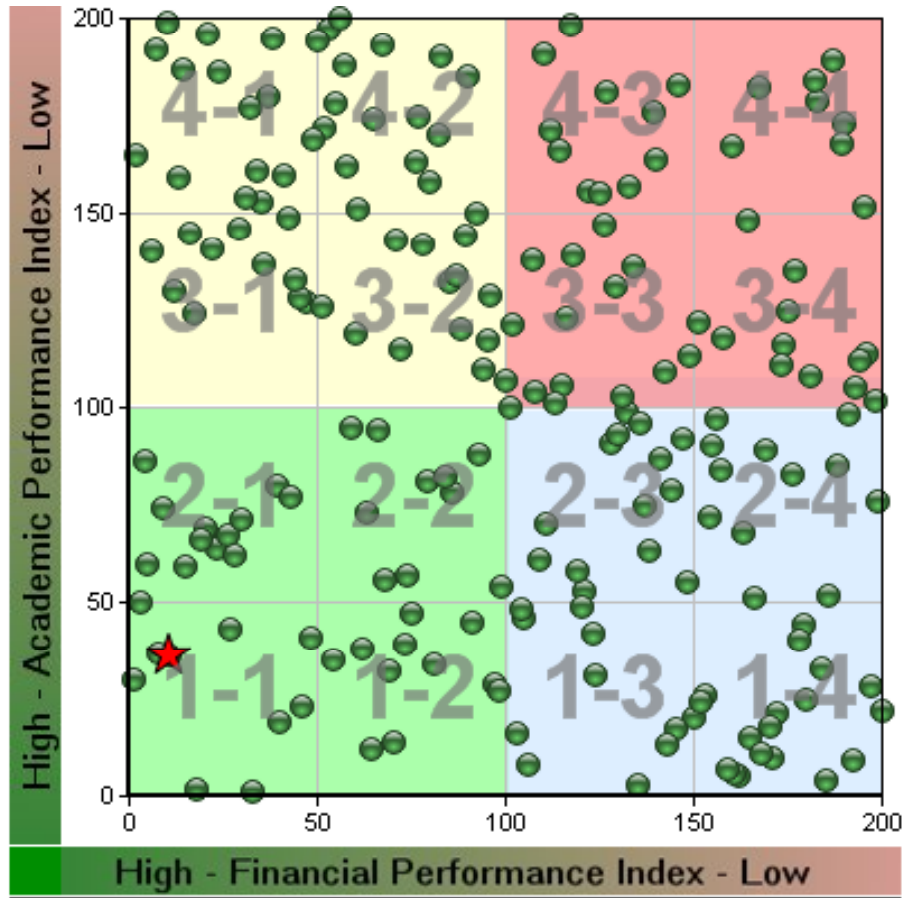
Keller

Sunnyvale

Wylie



2014 ERG Position



1-1 Districts

- Cypress-Fairbanks
- Richardson
- Hurst-Euless-Bedford
- Garland
- Conroe**
- Carrollton-Farmers Branch
- Mesquite
- Northside
- Birdville
- Galena Park



Comparison To State Averages By Function

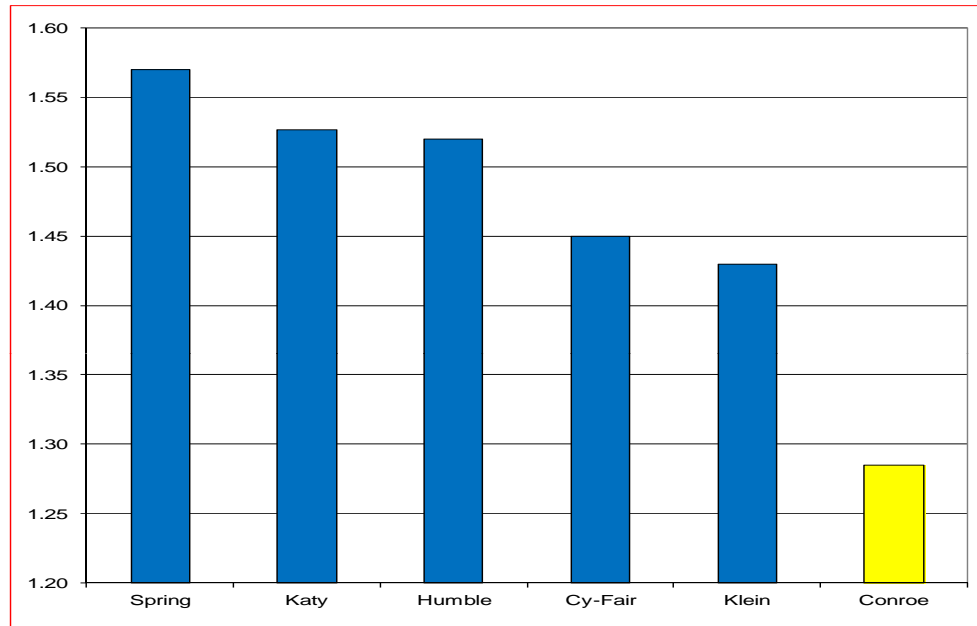
General Fund Expenditures by Function	<u>2013-2014</u> Conroe ISD Budget	<u>2013-2014</u> State Average Budget
Instruction (11,95)	62.31 %	59.10 %
Instructional-Related Services (12,13)	1.91 %	2.93 %
Instructional Leadership (21)	0.90 %	1.38 %
School Leadership (23)	6.47 %	6.49 %
Student Support Services (31,32,33)	5.44 %	4.75 %
Student Transportation (34)	5.64 %	3.43 %
Food Service (35)	0.00 %	0.78 %
Extracurricular Activities (36)	2.50 %	2.92 %
Central Administration (41,92)	1.82 %	3.80 %
Plant Maintenance & Operations (51)	10.28 %	11.56 %
Security & Monitoring Services (52)	1.25 %	0.98 %
Data Processing Services (53)	<u>1.48 %</u>	<u>1.88 %</u>
Total	100.00 %	100.00 %
Budgeted Expenditures per Student	\$6,819	\$7,602

Source: 2013-2014 Budgeted Financial Data (<http://www.tea.state.tx.us>)



2013-2014 Tax Rate Comparison

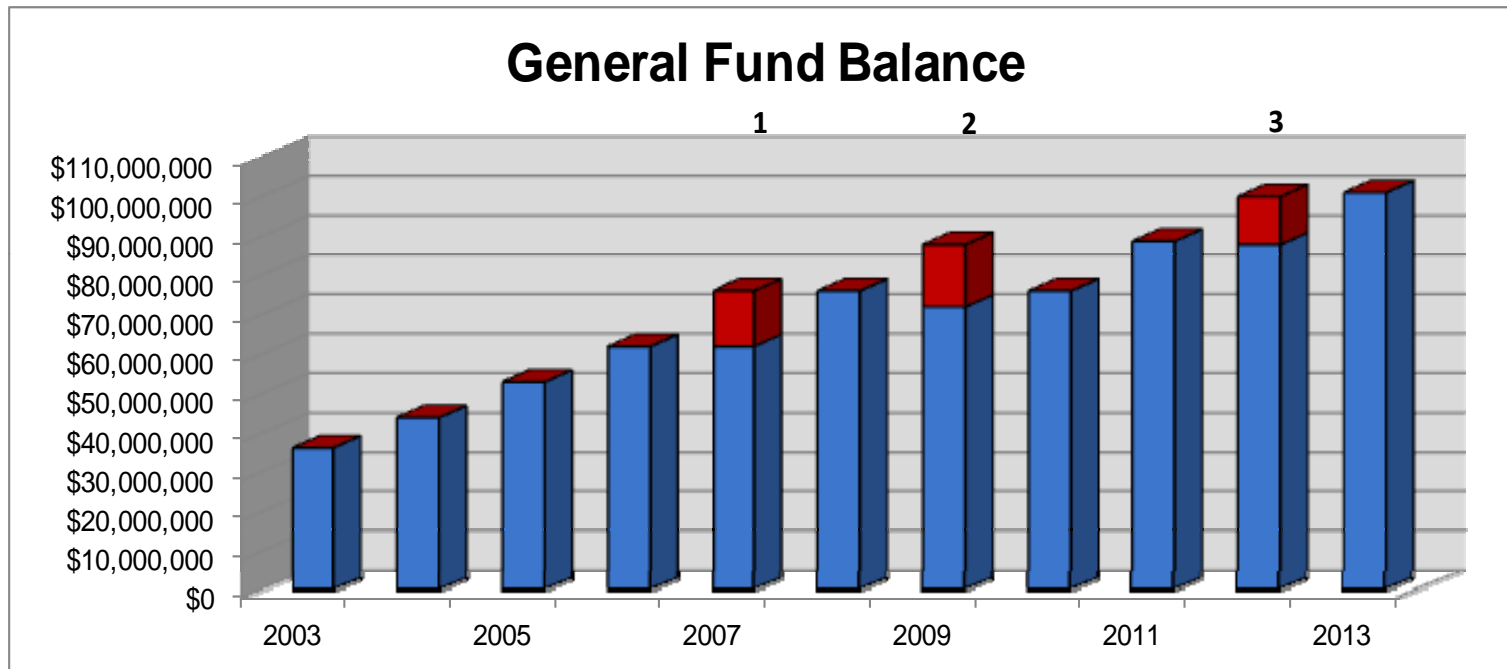
2013 – 2014 Combined Tax Rate Comparison With Area School Districts



District	Fiscal Year 2013-2014		
	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	1.4300	1.0400	0.3900
Peer Average Tax Rate	1.4993	1.0833	0.4160
Conroe Tax Rate	1.2850	1.0400	0.2450



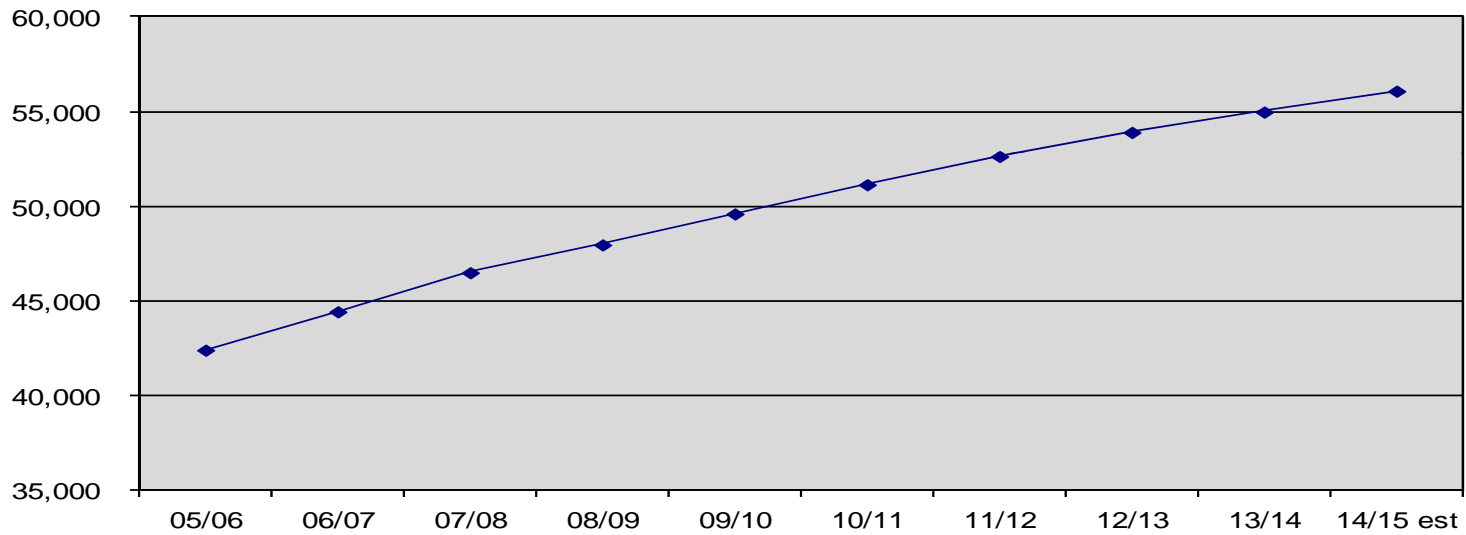
General Fund Balance



1. \$14 M used to build Bonnie Wilkinson Elementary
2. \$16 M used for Construction projects and Safety & Technology needs.
3. \$12 M used to cover life cycle and safety needs & to supplement the health insurance plan



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
1,517

Average ADA Growth Per Year
1,526
3.6%

Year	Enrollment		Average Daily Attendance			
	Actual	Total Yearly	ADA	Total Yearly	Percent	Percent of
Ended 31-Aug	Enrollment	Change	Amount	Change	(Decrease)	Enrollment
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	50,465	967	2.0%	93.57%
2014	55,014	1,080	51,830	1,365	2.7%	94.21%
2015*	56,114	1,100	52,467	637	1.2%	93.50%
Average		1,517		1,526	3.6%	92.9%

* BASED ON PROJECTED FIGURES



Certified Property Values

Last 10 yr
 Average
Increase
 8.7%

Tax Year	Certified Value	Change in Certified Value	
		\$	%
2015 est	28,274,977,559	1,346,427,503	5.00%
2014	26,928,550,056	3,019,678,901	12.63%
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%



14-15 Budget Objectives

1. Meet the needs for the 2014-2015 school year.
2. Provide a strong salary increase for CISD employees.
3. Provide a tax decrease for CISD patrons.
4. Preserve funding for the 2015-2016 budget.



2014-2015 Funding Estimate

• State & Local Increase (12.6% AV and 1100 ADA increases)	\$ 27.6 M
• Unbudgeted Surplus from 2013-2014	\$ 17.0 M
• 1.5% TRS Contribution Funding	<u>\$ 3.5 M</u>
Total Estimated Available Funding	<u>\$ 48.1 M</u>



**2014-2015
Teacher
Hiring
Schedule**

2013-14 Years of Exp	2013-14 New Hire Salary	3.5% General Pay + Increase	Additional + Adjustment	=	2014-15 Years of Exp	2014-15 Proposed New Hire Salary
					0	\$48,700
0	\$47,300	+	\$1,840	+	=	1 \$49,140
1	\$47,680	+	\$1,840	+	=	2 \$49,520
2	\$48,055	+	\$1,840	+	=	3 \$49,895
3	\$48,280	+	\$1,840	+	=	4 \$50,120
4	\$48,480	+	\$1,840	+	=	5 \$50,320
5	\$48,780	+	\$1,840	+	=	6 \$50,620
6	\$48,990	+	\$1,840	+	=	7 \$50,830
7	\$49,340	+	\$1,840	+	=	8 \$51,180
8	\$49,690	+	\$1,840	+	=	9 \$51,530
9	\$50,071	+	\$1,840	+	=	10 \$51,911
10	\$50,438	+	\$1,840	+	=	11 \$52,278
11	\$50,793	+	\$1,840	+	=	12 \$52,633
12	\$51,218	+	\$1,840	+	=	13 \$53,058
13	\$51,617	+	\$1,840	+	=	14 \$53,457
14	\$52,064	+	\$1,840	+	=	15 \$53,904
15	\$52,454	+	\$1,840	+	=	16 \$54,294
16	\$52,843	+	\$1,840	+	=	17 \$54,683
17	\$53,299	+	\$1,840	+	=	18 \$55,139
18	\$53,815	+	\$1,840	+	=	19 \$55,655
19	\$54,259	+	\$1,840	+	=	20 \$56,099
20	\$54,713	+	\$1,840	+	=	21 \$56,553
21	\$55,699	+	\$1,840	+	=	22 \$57,539
22	\$56,671	+	\$1,840	+	=	23 \$58,511
23	\$57,573	+	\$1,840	+	=	24 \$59,413
24	\$58,452	+	\$1,840	+	=	25+ \$60,292
25+	\$59,168					



Personnel Additions

	<u>Prof</u>	<u>Para</u>	<u>Aux</u>	<u>Total Cost</u>
1100 Student Growth	129.50	20.50		\$ 7,842,500
Program Additions				
Central Admin Leadership & Support	1.00	1.00		135,000
Curriculum Coaches	5.00			325,000
Instructional Tech Support/Web Development	3.00			195,000
Human Resources Prof & Support	1.00	1.00		100,000
Payroll Prof	1.00			70,000
Planning & Construction Prof	1.00			85,000
Curriculum Attendance Prof	1.00			60,000
Auxiliary			20.50	519,500
Total Additional Personnel	142.50	22.50	20.50	\$ 9,332,000



Personnel - Student Growth

CAMPUS POSITIONS	<i>Elementary</i>	<i>Intermediate</i>	<i>Junior High</i>	<i>High School</i>	<i>Grand Total</i>	<i>Total Cost</i>
Teachers	36.00	20.00	12.50	19.00	87.50	4,812,500
Contingency Teaching	15.00	4.00	0.00	0.00	19.00	1,045,000
Other Professionals	7.00	1.00	0.00	9.00	17.00	1,055,000
Para-Professionals	12.50	(0.50)	6.00	2.50	20.50	422,000
Administrators	3.00	0.00	1.00	2.00	6.00	508,000
Total	73.50	24.50	19.50	32.50	150.00	7,842,500



Other Expense Detail

Utilities	\$	300,000
MCAD Fees		500,000
Supplies-Campus Growth		322,500
Fuel		175,000
Innovative Programs Grants		150,000
LMS Software & Safety Alert Software		400,000
Insurance, Copier Rental & Other		<u>100,000</u>
Other Expense Increase	\$	1,947,500



Adopted Budget Increase

Salary Increase	\$ 10,204,100
Personnel for Growth (1,100 students)	7,842,500
Personnel for Program Additions	1,489,500
Health Fund Funding Proposal	1,000,000
1.5% TRS Contribution	3,500,000
Other Expenses	<u>1,947,500</u>
Total Budget Increase	\$ 25,983,600



2014-2015 Adopted Budget

Revenue

13-14 Budgeted Revenue (Includes \$17M Surplus)	\$ 386.1 M
14-15 Projected Revenue Increase	31.1 M
	<hr/>
Projected 14-15 Budget Revenue	<u>\$ 417.2 M</u>

Expenses

13-14 Budgeted Expenses	\$ 369.1 M
Salary Increase	10.2 M
Other Expenses	15.8 M
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Projected 14-15 Budget Expenses	<u>\$ 395.1 M</u>

Difference \$ 22.1 M

\$ 26.0 M equals a 7.0 % Budget Increase
\$ 22.5 M or 6.0% excluding TRS Contribution



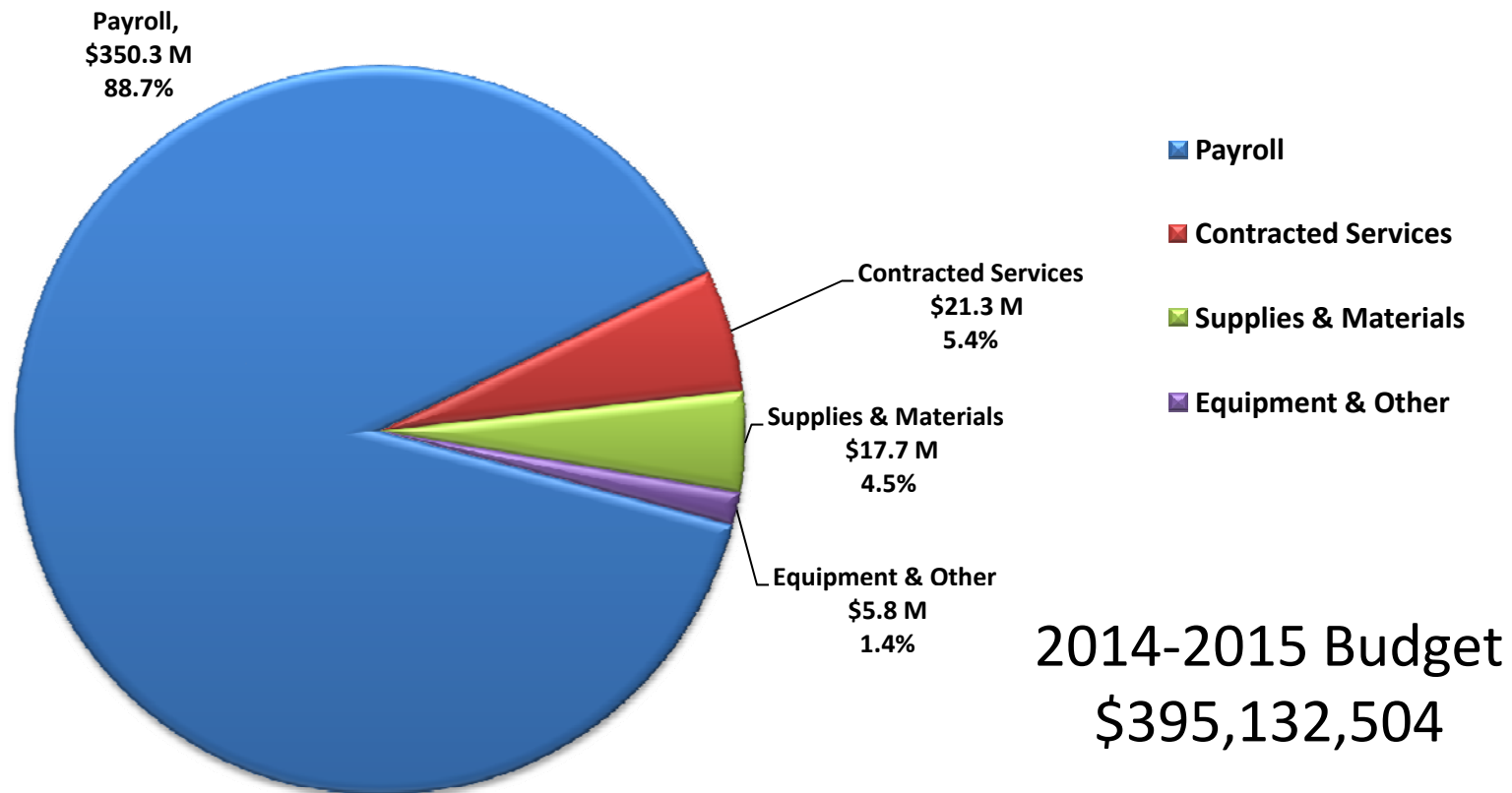
Budget Change Since 10-11

<u>Budget Year</u>	<u>Budget Amount</u>	<u>Budget Growth</u>	<u>Student Growth</u>	<u>Inflation Growth</u>
2010 – 2011	\$ 340.0 M			
2014 – 2015	\$ 395.1 M	16.1 %	9.7 %	8.3 %
4 Year Average Growth		4.0 %	2.4 %	2.1 %

\$ 55.1 M Budget Increase Over the Last 4 Yrs or \$13.8 M Avg./yr.



2014-2015 Budget Summary





CISD
2014-2015
Adopted
Budget

	General Operating Funds	Special Revenue Funds	Debt Service Fund
2013-14 Tax Rate	\$ 1.0400		\$ 0.2450
Tax Rate Change	-		(0.0050)
2014-15 Adopted Tax Rate	\$ 1.0400		\$ 0.2400
Estimated Beginning Fund Balance	<u>\$ 104,780,289</u>	<u>\$ 3,429,855</u>	<u>\$ 35,849,268</u>
Estimated Revenue			
Local Revenues	268,337,665	7,689,501	64,728,520
State Funding	129,074,567	-	-
Federal Revenue	-	10,310,499	-
TRS In-Kind Funds	19,800,000	-	-
Total	<u>417,212,232</u>	<u>18,000,000</u>	<u>64,728,520</u>
Estimated Appropriations			
11 Instructional	248,425,852	-	-
12 Instructional Resources and Media Services	5,166,493	-	-
13 Staff Development	2,023,873	-	-
21 Instructional Administration	3,697,724	-	-
23 School Administration	25,995,790	-	-
31 Guidance and Counseling	15,910,412	-	-
32 Attendance and Social Work Services	324,027	-	-
33 Health Services	4,426,701	-	-
34 Pupil Transportation	20,178,619	-	-
35 Child Nutrition	-	16,695,000	-
36 Co-Curricular Activities	9,377,957	-	-
41 General Administration	6,454,877	-	-
51 Plant Maintenance and Operation	39,475,544	1,305,000	-
52 School Police	5,202,257	-	-
53 Technology	5,953,645	-	-
61 Community Service	18,733	-	-
71 Debt Service	-	-	81,098,820
81 Facilities Acquisition and Construction	-	-	-
99 Other Intergovernmental Charges	2,500,000	-	-
Total	<u>395,132,504</u>	<u>18,000,000</u>	<u>81,098,820</u>
Estimated Ending Fund Balance	<u>\$ 126,860,017</u>	<u>\$ 3,429,855</u>	<u>\$ 19,478,968</u>



Robinhood Effect

<u>Budget Year</u>	<u>Assessed Value</u>	<u>Local Tax Revenue</u>	<u>State Revenue</u>	<u>Total Revenue</u>
2013 – 2014	\$ 23.9 B	\$ 236.8 M		
2014 – 2015	\$ 26.9 B	\$ 268.0 M	\$ 148.0 M	\$ 416.0 M
2015 – 2016	\$ 26.9 B	\$ 268.0 M	<u>\$ 116.8 M</u>	\$ 384.8 M

State Benefit from 2014 Inc in Local AV \$ 31.2 M

NOTE: Amount of State funding is computed using prior year AV.

Assumes no change in enrollment or AV for the year 2015-2016



Proposal for \$22.1 M Surplus

Save in the General Fund Balance to
support the 2015-2016 budget

NOTE: The 2015 Texas Legislative Session, next year's AV growth, and enrollment growth will determine available budget funding for 2015-2016.



2014-2015 Adopted Tax Rate

	Tax Rate 2013-2014	Tax Rate 2014-2015	Increase <Decrease>
M & O	\$1.04	\$1.04	\$0.00
Debt	\$0.245	\$ 0.24	<\$0.005>
Total	\$1.285	\$1.28	<\$0.005>

The 2014-2015 Adopted Tax Rate of \$1.28 is 48¢ lower than 2005-2006 Tax Rate of \$1.76