

# NOTICE OF PUBLIC MEETING TO DISCUSS BUDGET AND PROPOSED TAX RATE

The Fort Bend Independent School District will hold a public meeting at 5:30 PM, June 6, 2016 in the Board Room of the Administration Building, 16431 Lexington Blvd., Sugar Land, Texas. **The purpose of this meeting is to discuss the school district's budget that will determine the tax rate that will be adopted. Public participation in the discussion is invited.**

The tax rate that is ultimately adopted at this meeting or at a separate meeting at a later date may not exceed the proposed rate shown below unless the district publishes a revised notice containing the same information and comparisons set out below and holds another public meeting to discuss the revised notice.

Maintenance Tax	\$1.0400/\$100 (proposed rate for maintenance and operations)
School Debt Service Tax	\$0.2800/\$100 (proposed rate to pay bonded indebtedness)
Approved by Local Voters	

## Comparison of Proposed Budget with Last Year's Budget

The applicable percentage increase or decrease (or difference) in the amount budgeted in the preceding fiscal year and the amount budgeted for the fiscal year that begins during the current tax year is indicated for each of the following expenditure categories.

Maintenance and operations	2.11 % increase
Debt Service	-5.95 % decrease
Total expenditures	0.90 % increase

## Total Appraised Value and Total Taxable Value (as calculated under Section 26.04, Tax Code)

	<u>Preceding Tax Year</u>	<u>Current Tax Year</u>
Total appraised value* of all property	\$33,709,452,753	\$38,081,615,868
Total appraised value* of new property**	\$1,065,745,979	\$1,918,831,500
Total taxable value*** of all property	\$32,168,585,389	\$35,525,637,258
Total taxable value*** of new property**	\$1,065,882,604	\$1,207,874,756

\*Appraised value is the amount shown on the appraisal roll and defined by Section 1.04(8), Tax Code.

\*\* "New property" is defined by Section 26.012(17), Tax Code.

\*\*\* "Taxable value" is defined by Section 1.04(10), Tax Code.

## Bonded Indebtedness

Total amount of outstanding and unpaid bonded indebtedness\* \$875,580,330

\*Outstanding principal.

## Comparison of Proposed Rates with Last Year's Rates

	<u>Maintenance &amp; Operations</u>	<u>Interest &amp; Sinking Fund*</u>	<u>Total</u>	<u>Local Revenue Per Student</u>	<u>State Revenue Per Student</u>
<b>Last Year's Rate</b>	\$1.0400	\$0.3000*	\$1.3400	\$5,985	\$2,732
<b>Rate to Maintain Same Level of Maintenance &amp; Operations Revenue &amp; Pay Debt Service</b>	\$1.0457	\$0.2875*	\$1.3332	\$6,455	\$2,680
<b>Proposed Rate</b>	\$1.0400	\$0.2800*	\$1.3200	\$6,463	\$2,662

\*The Interest & Sinking Fund tax revenue is used to pay for bonded indebtedness on construction, equipment, or both.

The bonds, and the tax rate necessary to pay those bonds, were approved by the voters of this district.

## Comparison of Proposed Levy with Last Year's Levy on Average Residence

	<u>Last Year</u>	<u>This Year</u>
Average Market Value of Residences	\$256,914	\$274,659
Average Taxable Value of Residences	\$219,386	\$240,706
Last Year's Rate Versus Proposed Rate per \$100 Value	\$1.3400	\$1.3200
Taxes Due on Average Residence	\$2,939.77	\$3,177.32
Increase (Decrease) in Taxes		\$237.55

**Under state law, the dollar amount of school taxes imposed on the residence homestead of a person 65 years of age or older or of the surviving spouse of such a person, if the surviving spouse was 55 years of age or older when the person died, may not be increased above the amount paid in the first year after the person turned 65, regardless of changes in tax rate or property value.**

**Notice of Rollback Rate: The highest tax rate the district can adopt before requiring voter approval at an election is \$1.3200. This election will be automatically held if the district adopts a rate in excess of the rollback rate of \$1.3200.**

## Fund Balances

The following estimated balances will remain at the end of the current fiscal year and are not encumbered with or by a corresponding debt obligation, less estimated funds necessary for operating the district before receipt of the first state aid payment.

Maintenance and Operations Fund Balance(s)	\$98,074,085
Interest & Sinking Fund Balance(s)	\$14,267,915

## Summary of Budget Assumptions

#	Funding Formula	
1	Assumes Senate Bill 2 Basic Allotment Change	\$ 5,140
2	Assumes Senate Bill 2 Austin Yield Change	\$ 77.53
3	<b>Property Tax</b>	
4	Maintenance & Operations Tax Rate	\$ 1.04
5	Debt Service Tax Rate	\$ 0.28
6	Total Tax Rate	\$ 1.32
7		
8	Net assessed taxable value (Billion) [Based on Preliminary CAD Tax Roll]	\$ 35.5
9	Freeze adjusted taxable value (i.e. net taxable value adjusted for frozen property value - Billion)	\$ 32.0
10	Collection rate	99.2%
11	<b>Enrollment</b>	
12	Projected enrollment (PASA low-growth scenario)	74,111
13	Average Daily Attendance (ADA) Adjusted for Pre-K	70,643
14	Percent Attendance	96.7%
15	<b>Personnel</b>	
16	Change in General Fund positions (campus & non-campus)	25.0
17	Total Additional General Fund Staffing Funding Needed	\$ 1,070,261
18	Estimated Cost of Teacher Step Increases	\$ 2,500,000
19	Stipend Adjustments	\$ 492,000
20	Non-Campus Staffing & Non-Campus Staffing Reclassification	\$ 73,063
21	Salary Equity Adjustments and other salary adjustments	\$ 1,283,475
22	Monthly medical contribution assumes \$482 per employee	\$ 32,745,000
23	<b>Campus basic allotment (per pupil)</b>	
24	High School	\$ 107.00
25	Middle School	\$ 101.00
26	Elementary School	\$ 97.00
27	At-Risk - High School (20% of the Basic Allotment + \$8,000)	\$ 21.40
28	At-Risk - Middle School (20% of the Basic Allotment + \$5,000)	\$ 20.20
29	At-Risk - Elementary School (20% of the Basic Allotment + \$1,000)	\$ 19.40
30	Campus allocations may be adjusted at PEIMS Snapshot Date if the actual enrollment varies by more than 10 percent from the budgeted projection.	
31	<b>Other Assumptions</b>	
32	Additional Positions from Other Funding Sources (18 FTEs)	\$ 756,552

**Fort Bend Independent School District**  
**General Fund 2016-2017 Proposed Budget**  
**May 25, 2016**

	2016-2017 Proposed Budget			2015-2016 Estimated Actual		
	2017 Proposed Budget	Percent	Cost per Student	2016 Estimated Actual	Percent	Cost per Student
<b>By Function</b>						
11 - Instruction	\$ 357,553,070	60.33%	\$ 4,824	\$ 350,662,313	60.66%	\$ 4,798
12 - Instructional Resources Media	8,086,620	1.36%	109	7,414,318	1.28%	101
13 - Curriculum Development	7,757,461	1.31%	105	7,243,310	1.25%	99
21 - Instructional Leadership	10,934,525	1.85%	148	9,194,298	1.59%	126
23 - School Leadership	40,041,866	6.76%	540	37,875,389	6.55%	518
31 - Guidance Counseling Evaluation	28,449,797	4.80%	384	28,010,669	4.85%	383
32 - Social Work Services	1,202,824	0.20%	16	1,194,575	0.21%	16
33 - Health Services	7,550,327	1.27%	102	7,511,930	1.30%	103
34 - Student Transportation	20,635,360	3.48%	278	19,281,825	3.34%	264
36 - Co Curricular Extra Curricular	11,997,051	2.02%	162	12,575,111	2.18%	172
41 - General Administration	17,072,938	2.88%	230	15,275,145	2.64%	209
51 - Facilities Maint And Operation	55,893,783	9.43%	754	55,411,590	9.59%	758
52 - Security & Monitoring	7,769,339	1.31%	105	7,850,529	1.36%	107
53 - Data Processing	13,890,158	2.34%	187	14,465,540	2.50%	198
61 - Community Services	592,292	0.10%	8	975,465	0.17%	13
81 - Facilities Acquisition	25,000	0.00%	-		0.00%	
93 - Intergovernmental Charges	474,000	0.08%	6	542,900	0.09%	7
99 - Tax Appraisal Services	2,700,000	0.46%	36	2,579,200	0.45%	35
<b>Expense Total</b>	<b>\$ 592,626,411</b>	<b>100.00%</b>	<b>\$ 7,996</b>	<b>\$ 578,064,107</b>	<b>100.00%</b>	<b>\$ 7,910</b>

<b>By Object</b>						
61 - Payroll Costs	\$ 513,912,464	\$ 1	\$ 6,934	\$ 502,899,143	\$ 1	\$ 6,881
62 - Purchased & Contracted Services	42,421,256	7.16%	572	42,669	7.38%	584
63 - Supplies & Materials	23,165,836	3.91%	313	22,075	3.82%	302
64 - Other Operating Expenditures	12,511,120	2.11%	169	9,597	1.66%	131
65 - Debt Service		0.00%		1	0.00%	0
66 - Capital Outlay	615,735	0.10%	8	823	0.14%	11
<b>Expense Total</b>	<b>\$ 592,626,411</b>	<b>100.00%</b>	<b>\$ 7,996</b>	<b>\$ 578,064,107</b>	<b>100.00%</b>	<b>\$ 7,910</b>

<b>By Functional Groups</b>						
Central Administration (41)	17,072,938	2.88%	230	15,275	2.64%	209
District Operations (34, 35, 51, 52, 53, 81, 93, 99)	101,362,640	17.10%	1368	100,132	17.32%	1370
District Operations (34, 51, 52, 53, 81, 93, 99)	25,000	0.00%	0		0.00%	
Instructional (11, 12, 13)	373,397,151	63.01%	5038	365,320	63.20%	4999
Instructional Support (21, 23, 31, 32, 33, 36, 61)	100,768,682	17.00%	1360	97,337	16.84%	1332
<b>Expense Total</b>	<b>\$ 592,626,411</b>	<b>100.00%</b>	<b>\$ 7,996</b>	<b>\$ 578,064,107</b>	<b>100.00%</b>	<b>\$ 7,910</b>

Cost per student in 2016-2017 is based on projected enrollment of 74,115

Cost per student in 2015-2016 is based on enrollment of 73,082 as of PEIMS snapshot (October 30, 2015)

**Fort Bend Independent School District**  
**Debt Service Fund 2016-2017 Proposed Budget**  
**May 25, 2016**

	2016-2017 Proposed Budget			2015-2016 Estimated Actual		
	2017 Proposed Budget	Percent	Cost per Student	2016 Estimated Actual	Percent	Cost per Student
<b>By Function</b>						
11 - Instruction	\$ -	0.00%	\$ -	\$ -	0.00%	\$ -
12 - Instructional Resources Media	-	0.00%	-	-	0.00%	-
13 - Curriculum Development	-	0.00%	-	-	0.00%	-
21 - Instructional Leadership	-	0.00%	-	-	0.00%	-
23 - School Leadership	-	0.00%	-	-	0.00%	-
31 - Guidance Counseling Evaluation	-	0.00%	-	-	0.00%	-
32 - Social Work Services	-	0.00%	-	-	0.00%	-
33 - Health Services	-	0.00%	-	-	0.00%	-
34 - Student Transportation	-	0.00%	-	-	0.00%	-
36 - Co Curricular Extra Curricular	-	0.00%	-	-	0.00%	-
41 - General Administration	-	0.00%	-	-	0.00%	-
51 - Facilities Maint And Operation	-	0.00%	-	-	0.00%	-
52 - Security & Monitoring	-	0.00%	-	-	0.00%	-
53 - Data Processing	-	0.00%	-	-	0.00%	-
61 - Community Services	-	0.00%	-	-	0.00%	-
71 - Debt Service	96,504,163	100.00%	1,302	102,167,668	100.00%	1,398
81 - Facilities Acquisition	-	0.00%	-	-	0.00%	-
93 - Intergovernmental Charges	-	0.00%	-	-	0.00%	-
99 - Tax Appraisal Services	-	0.00%	-	-	0.00%	-
<b>Grand Total</b>	<b>\$ 96,504,163</b>		<b>\$ 1,302</b>	<b>\$ 102,167,668</b>		<b>\$ 1,398</b>

<b>By Object</b>						
61 - Payroll Costs	\$ -	0.00%	\$ -	\$ -	0.00%	\$ -
62 - Purchased & Contracted Services	25,450	0.03%	-	25,400	0.02%	-
63 - Supplies & Materials	-	0.00%	-	-	0.00%	-
64 - Other Operating Expenditures	-	0.00%	-	-	0.00%	-
65 - Debt Service	96,478,713	99.97%	1,302	102,142,268	99.98%	1,398
66 - Capital Outlay	-	0.00%	-	-	0.00%	-
<b>Grand Total</b>	<b>\$ 96,504,163</b>		<b>\$ 1,302</b>	<b>\$ 102,167,668</b>		<b>\$ 1,398</b>

<b>By Object</b>						
Central Administration (41)	\$ -	0.00%	\$ -	\$ -	0.00%	\$ -
Debt Service (71)	96,504,163	100.00%	1,302	102,167,668	100.00%	1,398
District Operations (34, 35, 51, 52, 53, 81, 93, 99)	-	0.00%	-	-	0.00%	-
District Operations (34, 51, 52, 53, 81, 93, 99)	-	0.00%	-	-	0.00%	-
Instructional (11, 12, 13)	-	0.00%	-	-	0.00%	-
Instructional Support (21, 23, 31, 32, 33, 36, 61)	-	0.00%	-	-	0.00%	-
<b>Grand Total</b>	<b>\$ 96,504,163</b>		<b>\$ 1,302</b>	<b>\$ 102,167,668</b>		<b>\$ 1,398</b>

Cost per student in 2016-2017 is based on projected enrollment of 74,115

Cost per student in 2015-2016 is based on enrollment of 73,082 as of PEIMS snapshot (October 30, 2015)

**Fort Bend Independent School District**  
**Child Nutrition Fund 2016-2017 Proposed**  
**Budget May 25, 2016**

	2016-2017 Proposed Budget			2015-2016 Estimated Actual		
	2017 Proposed Budget	Percent	Cost per Student	2016 Estimated Actual	Percent	Cost per Student
<b>By Function</b>						
11 - Instruction	-	0.00%	-	-	0.00%	-
12 - Instructional Resources Media	-	0.00%	-	-	0.00%	-
13 - Curriculum Development	-	0.00%	-	-	0.00%	-
21 - Instructional Leadership	-	0.00%	-	-	0.00%	-
23 - School Leadership	-	0.00%	-	-	0.00%	-
31 - Guidance Counseling Evaluation	-	0.00%	-	-	0.00%	-
32 - Social Work Services	-	0.00%	-	-	0.00%	-
33 - Health Services	-	0.00%	-	-	0.00%	-
34 - Student Transportation	-	0.00%	-	-	0.00%	-
35 - Food Services	27,768,452	98.37%	375	25,336,900	97.88%	347
36 - Co Curricular Extra Curricular	-	0.00%	-	-	0.00%	-
41 - General Administration	-	0.00%	-	-	0.00%	-
51 - Facilities Maint And Operation	459,110	1.63%	6	548,300	2.12%	8
52 - Security & Monitoring	-	0.00%	-	-	0.00%	-
53 - Data Processing	-	0.00%	-	-	0.00%	-
61 - Community Services	-	0.00%	-	-	0.00%	-
71 - Debt Service	-	0.00%	-	-	0.00%	-
81 - Facilities Acquisition	-	0.00%	-	-	0.00%	-
93 - Intergovernmental Charges	-	0.00%	-	-	0.00%	-
99 - Tax Appraisal Services	-	0.00%	-	-	0.00%	-
<b>Grand Total</b>	<b>28,227,562</b>		<b>381</b>	<b>25,885,200</b>		<b>354</b>

<b>By Object</b>						
61 - Payroll Costs	13,203,020	46.77%	178	11,952,200	46.17%	164
62 - Purchased & Contracted Services	1,062,390	3.76%	14	969,200	3.74%	13
63 - Supplies & Materials	13,262,683	46.98%	179	12,648,700	48.86%	173
64 - Other Operating Expenditures	38,469	0.14%	1	57,200	0.22%	1
65 - Debt Service	-	0.00%	-	-	0.00%	-
66 - Capital Outlay	661,000	2.34%	9	257,900	1.00%	4
<b>Grand Total</b>	<b>28,227,562</b>		<b>381</b>	<b>25,885,200</b>		<b>354</b>

<b>By Object</b>						
Central Administration (41)	-	0.00%	-	-	0.00%	-
Debt Service (71)	-	0.00%	-	-	0.00%	-
District Operations (34, 35, 51, 52, 53, 81, 93, 99)	28,227,562	100.00%	381	25,885,200	100.00%	354
District Operations (34, 51, 52, 53, 81, 93, 99)	-	0.00%	-	-	0.00%	-
Instructional (11, 12, 13)	-	0.00%	-	-	0.00%	-
Instructional Support (21, 23, 31, 32, 33, 36, 61)	-	0.00%	-	-	0.00%	-
<b>Grand Total</b>	<b>28,227,562</b>		<b>381</b>	<b>25,885,200</b>		<b>354</b>

Cost per student in 2016-2017 is based on projected enrollment of 74,115

Cost per student in 2015-2016 is based on enrollment of 73,082 as of PEIMS snapshot (October 30, 2015)

**Fort Bend Independent School District**  
**2016-2017 Proposed Budget**  
**May 25, 2016**

	<b>General (Fund 199)</b>	<b>Debt Service (Fund 599)</b>	<b>Child Nutrition (Fund 240)</b>
<b>Revenue</b>			
57 - Local Revenues	\$ 364,151,685	\$ 97,749,559	\$ 13,290,517
58 - State Program Revenues	216,852,005	1,927,453	123,163
59 - Federal Program Revenues	7,800,000	-	14,813,882
<b>Revenue Total</b>	<b>588,803,690</b>	<b>99,677,012</b>	<b>28,227,562</b>
Expense	592,626,411	96,504,163	28,227,562
Other Sources & Uses	1,500,000	-	-
<b>Net Change in Unassigned Balance</b>	<b>\$ (2,322,721)</b>	<b>\$ 3,172,849</b>	<b>\$ -</b>

**Projected Student Enrollment** 74,111

**Property Value**

Net Assessed Value	\$ 35,525,637,258
Freeze Adjusted Value	\$ 31,997,800,849

**Recommended Tax Rate**

Maintenance & Operations	\$ 1.04
Debt Service (Income & Sinking)	0.28
<b>Total Tax Rate</b>	<b>\$ 1.32</b>

**Total Tax Rate Decrease** \$ (0.02)

**General Expenditure Information**

Total General Fund Budget	\$ 592,626,411
General Fund Budget per Student	\$ 7,996

**Salary Increase**

Starting Teacher Salary	\$ 50,500
Total Salary Increase	\$ 2,500,000
Stipend, Equity and Reclassification Adjustments	\$ 1,848,538

**Staffing**

Net Change in Positions	43
Net Cost of New Positions	\$ 1,826,813