

Fort Bend Independent School District



# 2011 Budget Challenges





# 2011 Budget Challenges



Fort Bend Independent School District

***MAKE EDUCATION A PRIORITY***

***IN THE STATE, IN FBISD....***



# 2011 Budget Challenges



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Texas ranked 42<sup>nd</sup> in operating expenditures per pupil at \$7,915 when compared to other states (*U.S. Department of Education, 2009 expenditures*)

2010/11 FBISD budget ~ \$7,008 / student

FBISD Spending Index is low according to Comptroller's FAST Report (*4.5 out of 5 possible stars*)



# 2011 Budget Challenges

State budgetary shortfall as much as \$27 billion is unprecedented

Current proposed state budget does not account for

- student growth (*each year Texas public schools increase by an average of 80,000 students*)
- anticipated property value declines across the state
- replacement of federal stimulus dollars used to balance the shortfall in the previous biennium
- current shortfall in allocations



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Current economic indicators seem to show that the Texas economy is recovering at a faster rate than other states

Comptroller has predicted an 8% increase in sales tax collections this biennium *but overall sales tax collections still lag the 2008 levels*

Texas has seen a 50% increase in job growth and ranks third in job growth in the nation, *but little change is expected until 2012*



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*1 in 7 working individuals in Texas are employed in education. The current state budget proposal could have a significant impact on the economy and the Comptroller's projections.*

*School districts are also large contributors to the local economy through the consumption of goods & services.*



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## Fort Bend County School Districts Impact of Proposed Budget Reductions

District	Proration, Including Hold Harmless Funding	14.956% General Fund Reduction	Reduction of Basic Allotment to \$4,304
Fort Bend ISD	\$73,944,516	\$66,302,658	\$53,553,074
Lamar CISD	\$32,438,974	\$26,703,978	\$32,611,391
Needville ISD	\$1,880,667	\$2,623,370	\$1,695,026
Stafford MISD	\$3,074,864	\$3,397,464	\$2,643,365
Fort Bend County	\$111,339,021	\$99,027,470	\$90,502,856



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Budgetary decrease of \$74 million returns FBISD to 2005/06 spending levels

*Since that date the district has opened 13 campuses which have a student population of **11,500** and employee counts of **1,180***

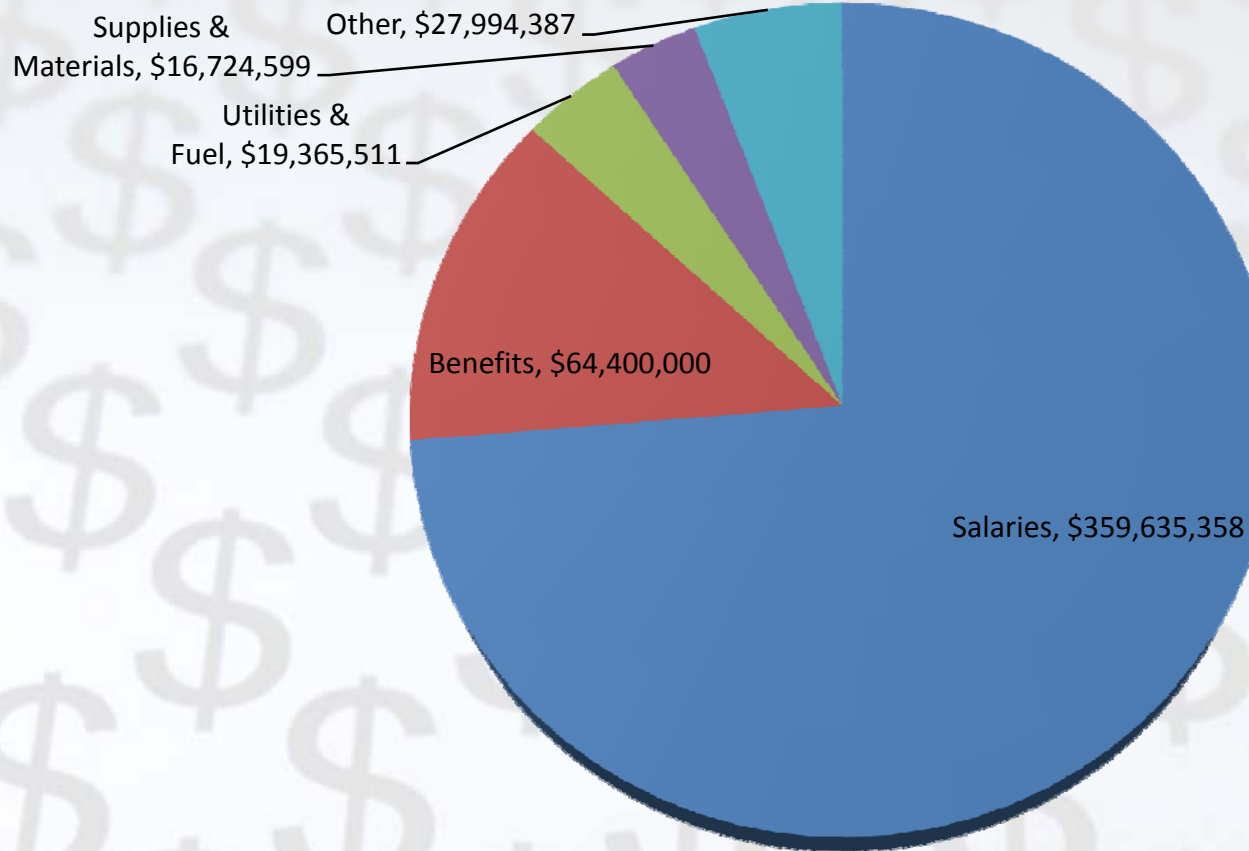


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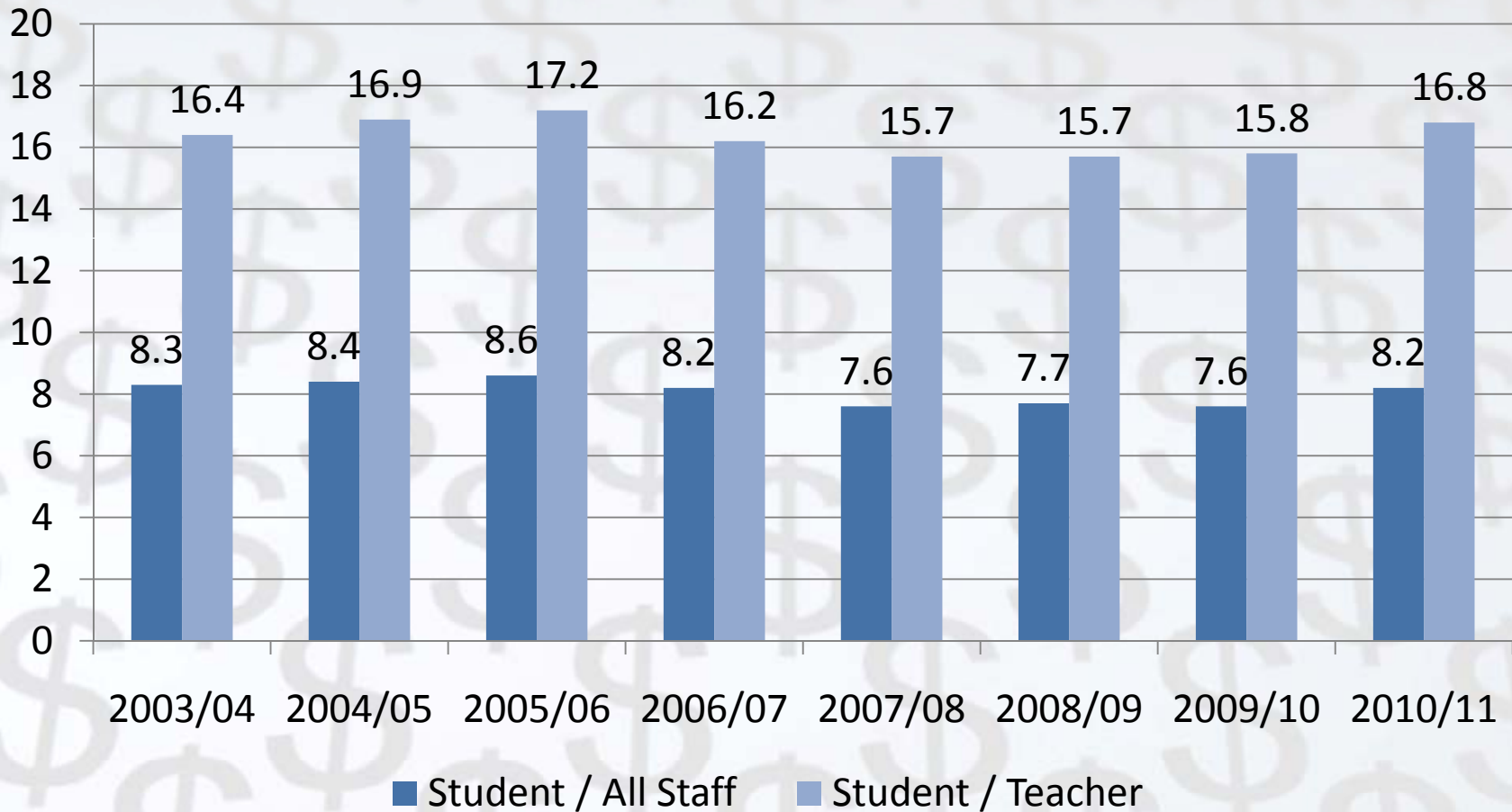


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## 2010/11 Budget



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*Staffing levels in the current year are five percent less than the prior year.*



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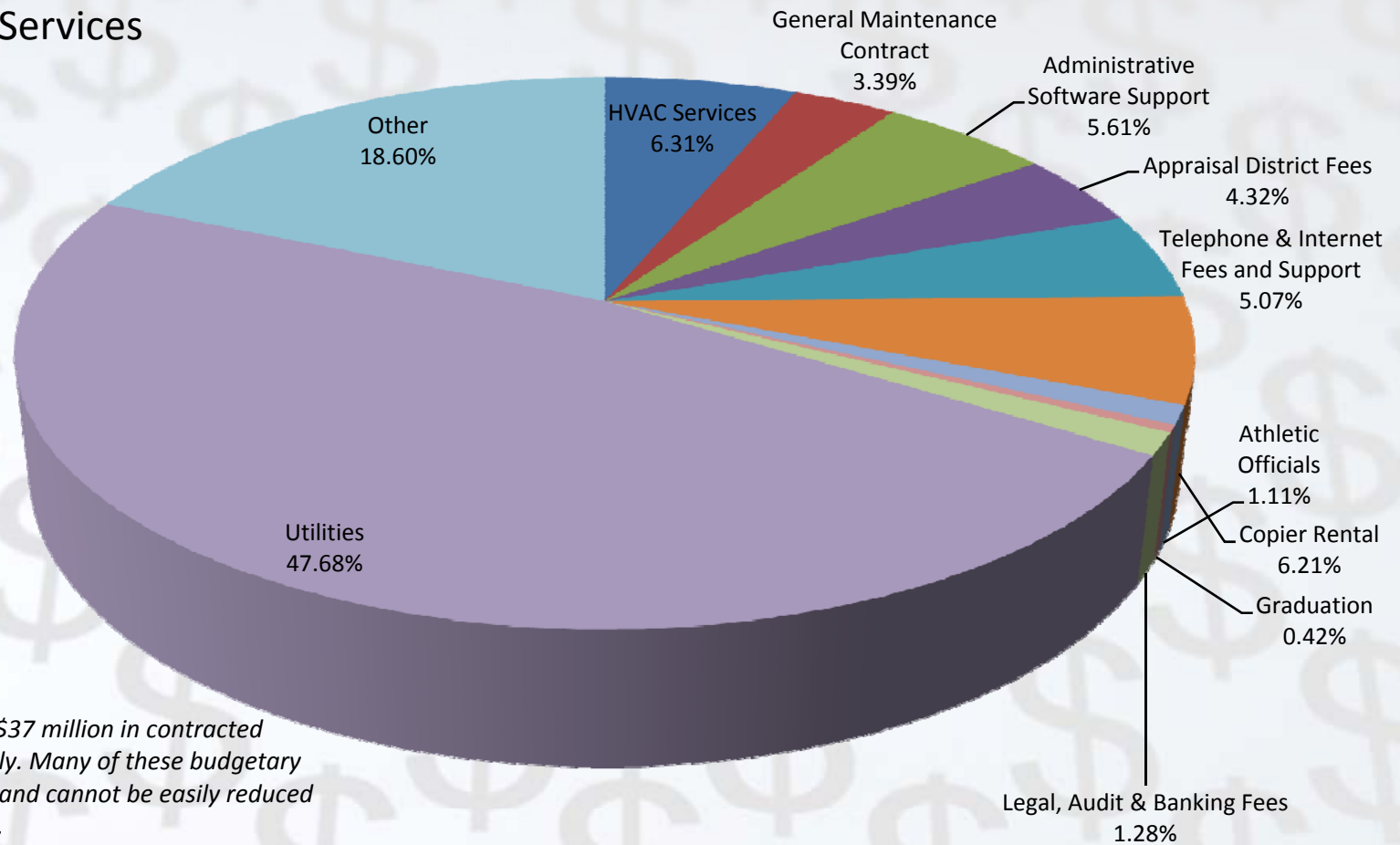
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## *Previous Legislative Mandates*

Year	Legislative Directive
1997	\$10,000 Additional Homestead Exemption
1999	\$3,000 Teacher Raise
2001	TRS Active Care – monies were distributed to districts to offset the cost of health insurance
2003	\$110/WADA additional revenue
2005	\$2,000 Teacher Raise
2007	\$23.63 / WADA additional revenue; districts were directed to expend the money on salary increases above the approved salary schedule
2009	\$120 / WADA – specific requirement for teacher salary increase

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## Budgeted Contracted Services



*FBISD budgets \$37 million in contracted services annually. Many of these budgetary items are fixed and cannot be easily reduced such as utilities.*



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## *FBISD Expenditures Made Locally in 2010*

City	Amount
Missouri City	\$917,016
Richmond	\$793,243
Rosenberg	\$1,714,647
Stafford	\$1,921,442
Sugar Land	\$5,016,991
Total	\$10,363,340



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## Revenue Sources At Risk

Funding Type	Estimated Annual Allocation
Technology Allotment	\$1.9 million
Instructional Facilities Allotment	\$545,000
DATE Grant	\$2.5 million
Mentor Grant	\$150,000
Student Success Initiative	\$500,000
Advanced Placement Incentives	\$87,057
DAEP	\$77,654
LEP Student Success Initiative	\$227,400
New Instructional Facilities Allotment	\$300,000
Foundation School Funding	\$53.5 to \$73.9 million



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Compliance with Federal and State mandates will continue even though FBISD is facing a funding shortfall. Some examples include –

- *Transportation for students who become homeless during school year to return to their home campus*
- *Physical education testing*
- *Implementation of STAAR accountability system*
- *Assessment and ARD requirements for children identified as qualifying for special education*
- *Employee background checks*



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- Students qualifying for free & reduced lunch continue to increase
  - *36% of FBISD students currently qualify*
  - *In 1991 only 4,839 (3.4%) of students qualified*
  - *Compares to more than 60% of students statewide*
- Limited English Proficient (LEP) population continues to increase
  - *More than 9,000 FBISD students or 13.4% are LEP*
  - *More than 90 dialects are spoken by our parents and students*





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- Last year, FBISD...
  - Served 7.7 million lunches
  - Transported students 4.5 million miles
  - Utilized 400 busses on each Friday night for extra-curricular activities
  - Cleaned & maintained 10.8 million square feet on a daily basis



# 2011 Budget Challenges



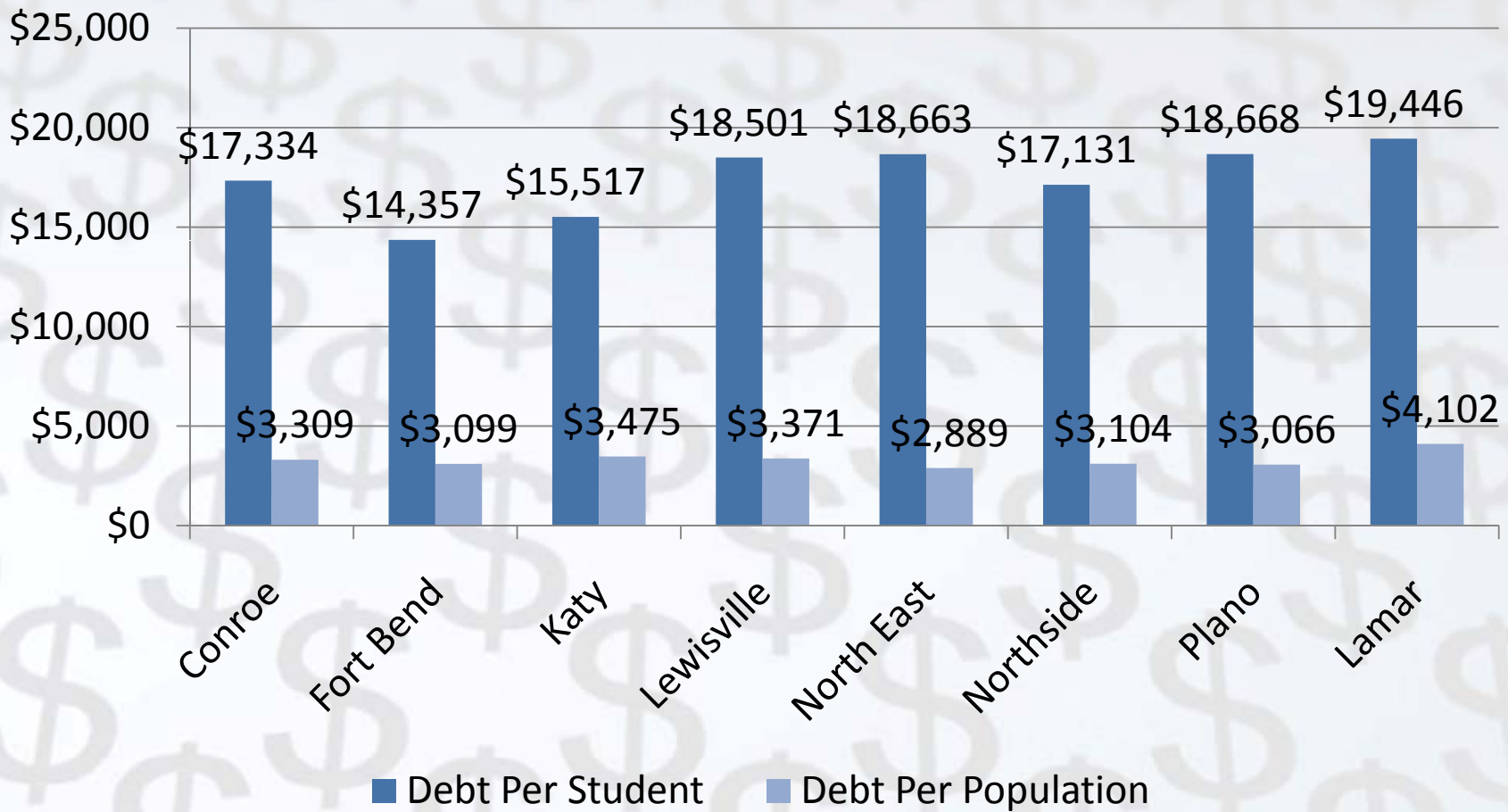
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## DEBT SERVICE

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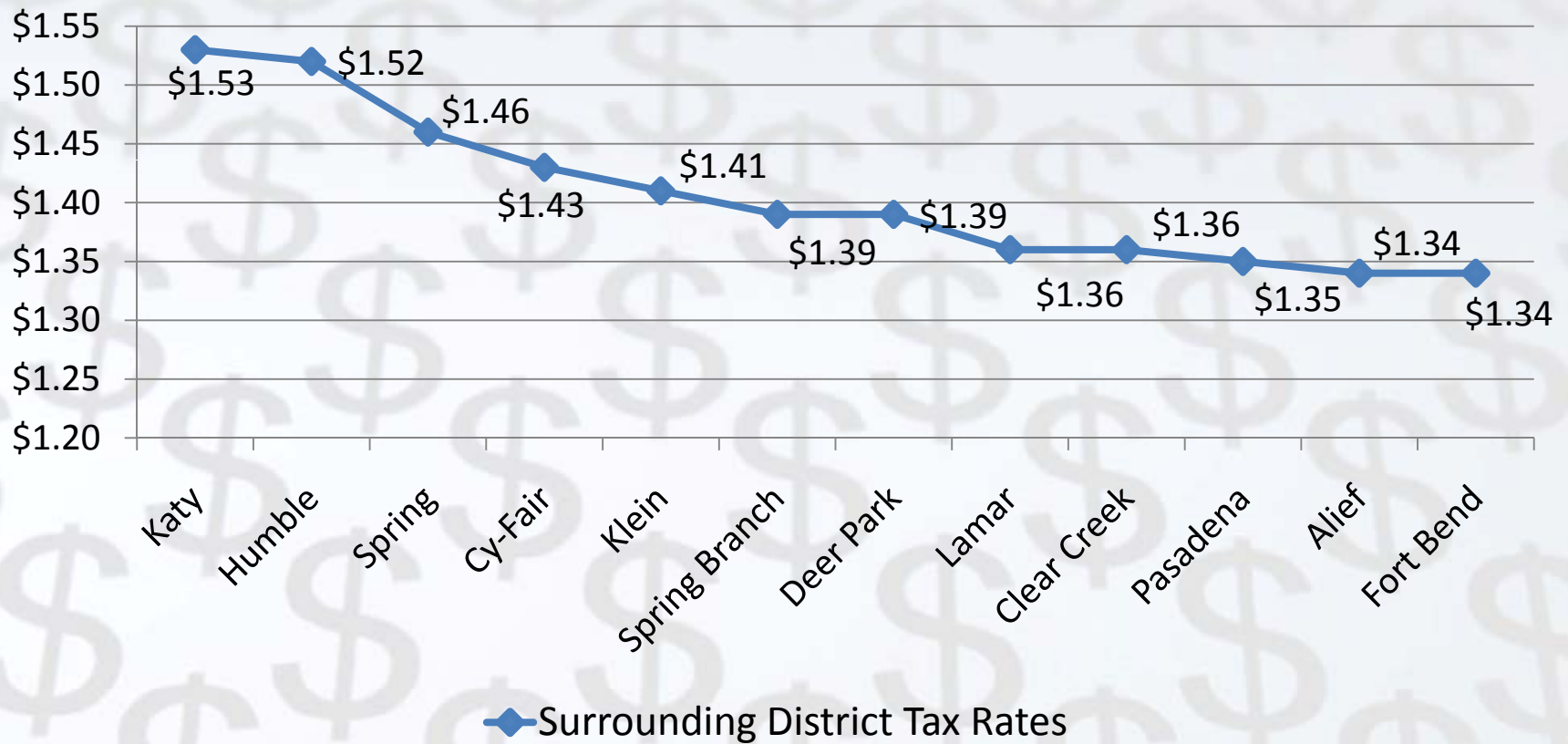


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## Surrounding District Tax Rates





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## 2011/12 BUDGET



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- Middle School #14 (*apx. \$2.1 million*)
- Increasing fuel & property insurance rates
- Continued concerns about balancing health insurance program with limited salary increases



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## Future Budgetary Discussions

- Extra Curricular Activity Fees
- Further Tighten Bus Routes
- Cost Analysis of Academy and Vocational Programs
- Departmental and Campus Budget Adjustments
- Health Insurance Program Changes
- Staffing Guideline Changes



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*Next Steps*