



2019 – 20

# Budget Development Update

April 15, 2019



**FBISD**  
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# Background

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- Proposed budget will be based on current law
  - » Fund Board priorities
  - » Fund balance will be within policy requirement (90 days)
- Still uncertainty around legislative outcome (HB3/SB4)
  - » Adopted budget will likely need to be amended
  - » Tax Ratification Election may be needed to fund priorities





## 2019-20 Budget Assumptions

|                           |                                   |
|---------------------------|-----------------------------------|
| Average daily membership: | <b>77,223</b>                     |
| Average daily attendance: | <b>96.5%</b>                      |
| Property value growth:    | <b>5.0% FBCAD</b>                 |
| CPTD value growth:        | <b>4.9% CPTD</b>                  |
| WADA growth:              | <b>2.7%</b>                       |
| Austin yield:             | <b>\$126 (based on LBB calcs)</b> |
| Free and reduced count:   | <b>33,978 (44%)</b>               |
| New Staffing Approvals:   | <b>\$15.55M (266 FTEs)</b>        |
| Compensation Adjustments: | <b>None</b>                       |

# Unfunded Priorities Under Review

| <b>(Not Ranked)</b>                   | <b>Estimate</b> |
|---------------------------------------|-----------------|
| Instructional Resources               | \$7.57M         |
| Special Education                     | 6.65M           |
| Safety & Security                     | 1.48M           |
| Facilities Operations                 | 2.29M           |
| Technology Infrastructure             | 0.71M           |
| Employee Compensation Adjustment (2%) | 10.02M          |
| <b>Total – Unfunded Priorities</b>    | <b>\$28.90M</b> |

## Potential Budget Outlook: Current Law

- **2018-19 YEE:** Includes additional SHARS revenues and frozen property value
- **Current Law (no TRE):** Expenditures include all items approved to date by BOT; \$9M available for BOT priorities and/or compensation
- **Current Law (TRE):** Expenditures include all items approved to date by BOT; \$44M available for compensation and priorities

|                               | 2018-19 Year-end Est.        |                                 | 2019-20 Current Law         |                               |
|-------------------------------|------------------------------|---------------------------------|-----------------------------|-------------------------------|
|                               | 2018-19<br>Current<br>Budget | 2018-19<br>Year-End<br>Estimate | 2019-20<br>Budget<br>No TRE | 2019-20<br>Budget<br>with TRE |
| (\$ millions)                 |                              |                                 |                             |                               |
| Revenues                      | \$ 638.62                    | \$ 659.01                       | \$ 683.44                   | \$ 683.44                     |
| TRE Revenues                  | -                            | -                               | -                           | 35.28                         |
| <b>Estimated Revenues</b>     | <b>638.62</b>                | <b>659.01</b>                   | <b>683.44</b>               | <b>718.72</b>                 |
| <b>Estimated Expenditures</b> | <b>649.09</b>                | <b>655.27</b>                   | <b>674.22</b>               | <b>674.22</b>                 |
| <b>Surplus/(Deficit)</b>      | <b>(10.47)</b>               | <b>3.74</b>                     | <b>9.22</b>                 | <b>44.50</b>                  |
| Fund Balance - Beg            | 201.64                       | 201.64                          | 205.38                      | 205.38                        |
| Fund Balance - End            | \$ 191.16                    | \$ 205.38                       | \$ 214.60                   | \$ 249.88                     |
| <b>Days Operating</b>         | <b>93 Days</b>               | <b>100 Days</b>                 | <b>102 Days</b>             | <b>121 Days</b>               |

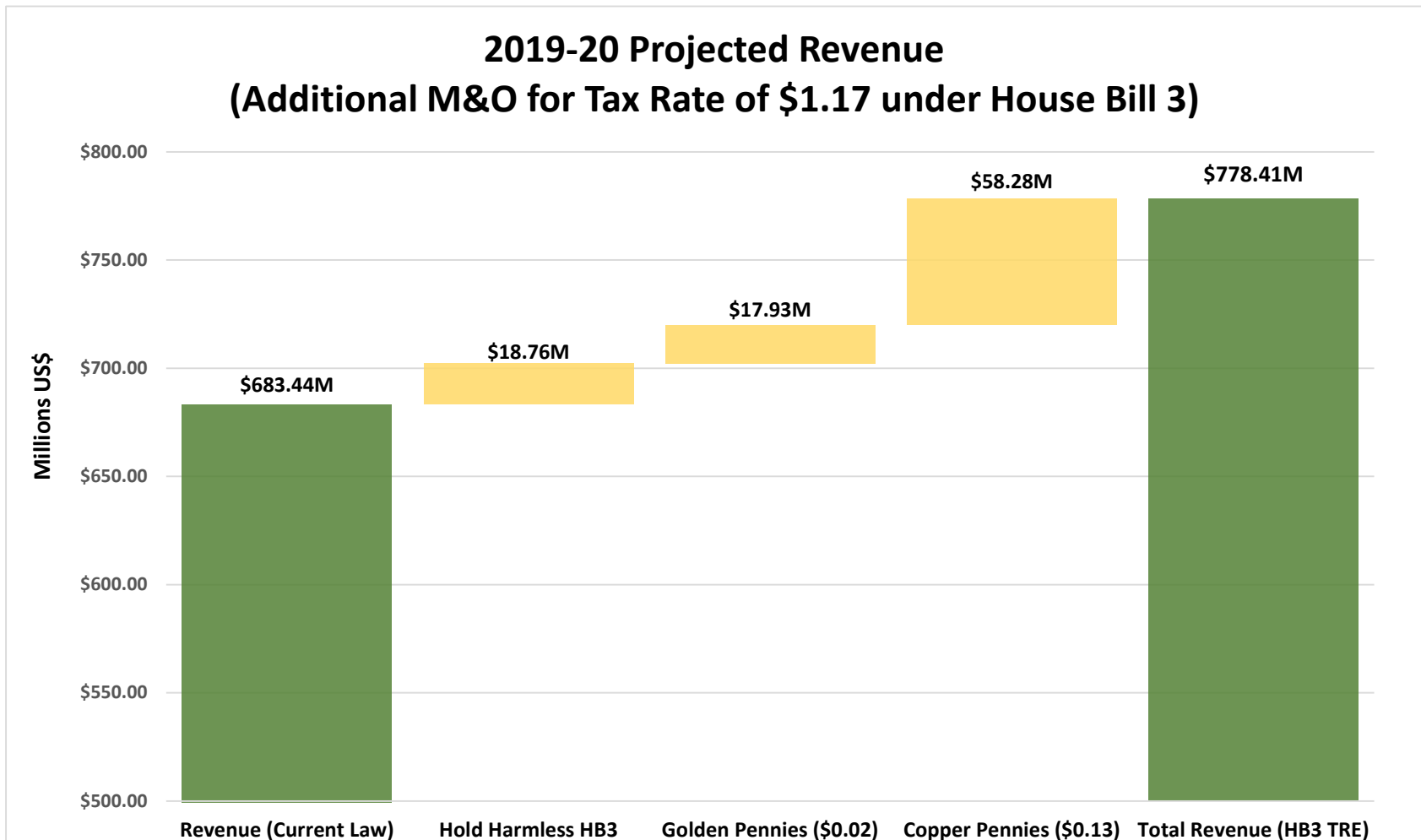
## Potential Budget Outlook: HB3/SB4


- **HB3/SB4 (no TRE):**  
Expenditures include all items approved to date by BOT + full-day PK; \$22M available for BOT priorities and/or compensation
- **HB3/SB4 (TRE):**  
Expenditures include all items approved to date by BOT + full-day PK; \$96M available for compensation and priorities

|                            | 2019-20 Current Law         |                               | 2019-20 HB3/SB4                 |                                   |
|----------------------------|-----------------------------|-------------------------------|---------------------------------|-----------------------------------|
|                            | 2019-20<br>Budget<br>No TRE | 2019-20<br>Budget<br>with TRE | 2019-20<br>Budget<br>HB3 No TRE | 2019-20<br>Budget<br>HB3 with TRE |
| (\$ millions)              |                             |                               |                                 |                                   |
| Revenues                   | \$ 683.44                   | \$ 683.44                     | \$ 686.05                       | \$ 686.05                         |
| TRE Revenues               | -                           | 35.28                         | -                               | 76.22                             |
| HB3 Revenues <sup>1</sup>  | -                           | -                             | 18.76                           | 18.76                             |
| <b>Estimated Revenues</b>  | <b>683.44</b>               | <b>718.72</b>                 | <b>704.81</b>                   | <b>781.02</b>                     |
| Estimated Expenditures     | 674.22                      | 674.22                        | 674.22                          | 674.22                            |
| Full-Day PK                | -                           | -                             | 8.41                            | 10.23                             |
| <b>Expenditures w/FDPK</b> | <b>674.22</b>               | <b>674.22</b>                 | <b>682.63</b>                   | <b>684.45</b>                     |
| <b>Surplus/(Deficit)</b>   | <b>9.22</b>                 | <b>44.50</b>                  | <b>22.18</b>                    | <b>96.57</b>                      |
| Fund Balance - Beg         | 205.38                      | 205.38                        | 205.38                          | 205.38                            |
| Fund Balance - End         | \$ 214.60                   | \$ 249.88                     | \$ 227.56                       | \$ 301.95                         |
| <b>Days Operating</b>      | <b>102 Days</b>             | <b>121 Days</b>               | <b>108 Days</b>                 | <b>147 Days</b>                   |

1. HB3 includes provisions for ISDs that do not have a gain under HB3 with a 3 percent increase to state revenues that expires in 2024 (five years).

# 2019-20 BUDGET DEVELOPMENT





2019–20

# BUDGET DEVELOPMENT

## Questions?