

# District Planning And Advisory Committee

## Budget and Financial Overview

*Tuesday, May 21, 2013*

# TOPICS

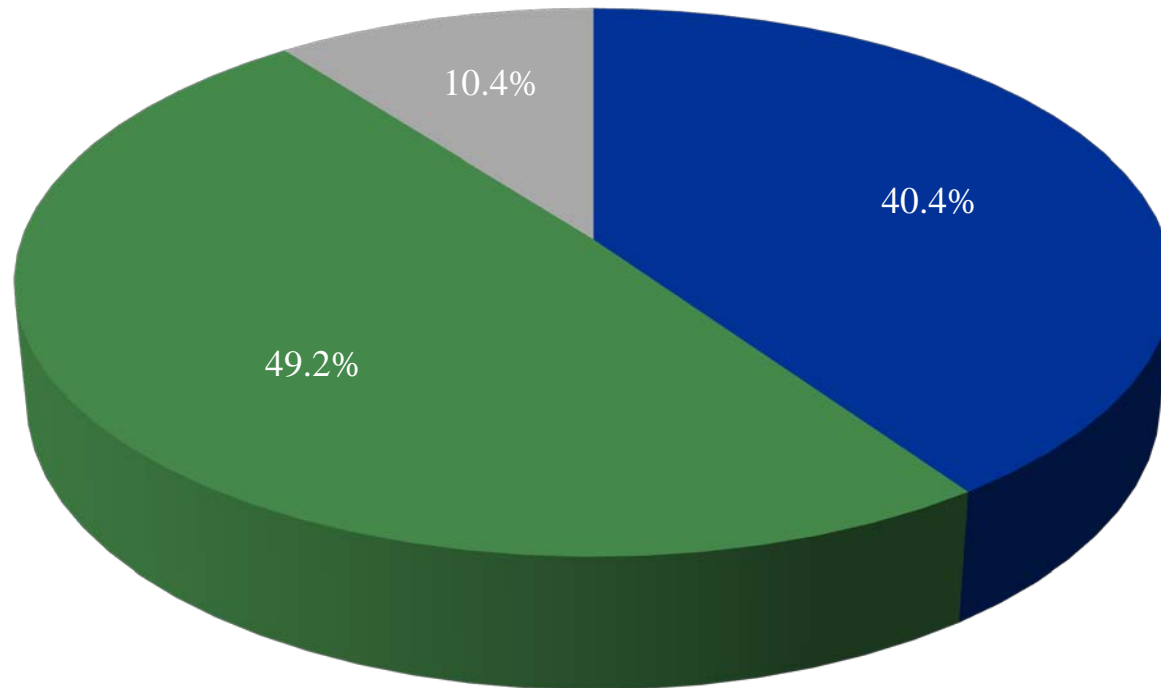
- \* Where does the district's money come from?
- \* How is the money spent?
- \* Budget Projections for 2013-14
- \* Future of School Funding
- \* Contact information

Where does the district's  
money come from?



# Where does the district's money come from?

## Total Revenue - All Funds



- Local
- State
- Federal

# Examples of Local Funding

- \* Property taxes
  - Largest source of local funds
  - Appraisal District determines a property value
  - School District determines tax rate based on need but is limited by law on the maximum amount allowed
- \* Student and staff breakfast and lunch sales
- \* Interest
- \* Campus fundraisers
- \* Athletic events
- \* Facility Rentals
- \* Donations
- \* Student fines and fees



# Examples of State Funding

- \* State Aid
  - Largest source of state funding
  - Based on Average Daily Attendance (ADA) of students
  - Weighted for special populations
- \* Instructional Materials Allotment
  - Former technology fund and textbook
- \* State Grants



# Examples of Federal Funding

## \* Grants

- Title I, II, and III
  - IDEA-B (special education)
  - 21st Century (after school program)
  - Early Head Start
  - Perkins (career and technology)
- \* National School Breakfast and Lunch Programs
    - Free and Reduced Lunches
  - \* E-Rate (Technology Improvements)
  - \* SHARS (School Health and Related Services)
  - \* MAC (Medicaid Administrative Claiming)



How is the money spent?





# How is the money spent?

2012-13 Total Estimated Expenditures – All Funds

* Salaries & Benefits	\$ 157,646,850	70%
* Contracted Services	19,036,466	8%
* Supplies	16,786,780	7%
* Other Operating Cost	6,015,583	3%
* Debt	20,998,600	9%
* Capital Outlay	<u>5,683,118</u>	3%
	\$ 226,167,398	

# Budget Projections for 2013-14



# Major Factors Impacting the 2013-14 Budget Planning

- \* State Funding Increase
  - For 2011-12 & 2012-13 School Years, State funding was reduced by \$5 Billion
  - Current Legislative Session – Bills pending to reinstate \$3.9 Billion for the 2013-14 and 2014-15 School Years.
- \* Sequestration
  - Federal grant funds will be reduced
  - Expect to loose at least \$500,000
- \* Board Adoption of the 2013-14 Compensation Plan
  - Majority of Teachers/Nurses will receive \$1,800 salary increase
  - Beginning Teacher salary moves to \$45,500
  - 3% General Pay Increase calculated using Pay Grade Midpoints



# Future of School Funding in Texas



# School Finance Trial Districts Vs. State of Texas

- \* Approximately 2/3<sup>rd</sup> of the districts joined in a lawsuit against the State
- \* Trial began last Fall
- \* On February 4, 2013 the Current State Funding system was ruled Unconstitutional
- \* The State of Texas is expected to appeal the decision
- \* Appeal decision may not be known for at least another year



Questions or want to know more?

Sonya George, CPA, CTSBO  
Chief Financial Officer  
(832) 386-1205

[sgeorge@galenaparkisd.com](mailto:sgeorge@galenaparkisd.com)

Resources: TEA FAR Guide