



# Public Hearing on Proposed Budget and Tax Rate: 2024-25 Budgets



August 27, 2024

# Agenda

- **Details of 2024-25 budgets**
  - Discuss proposed budgets
    - General Fund
    - Debt Service Fund
    - Child Nutrition Fund
- Lamar CISD adopts the budget at the functional category level
  - Functional category refers to the TEA's required uniform coding structure and describes the focus of the expenditure
  - Amendments during the fiscal year that “cross” functions require board approval

# 2024-25 Budget Update

# General Fund

# Proposed 2024-25 Budget

Total Revenue	\$473,829,358
Less: Total Expenditures	473,291,618
<b>Net Proposed Budget</b>	<b>537,740</b>

# Proposed Estimate of Revenues

Local (includes property taxes)	\$207,983,260
State (includes other programs)	264,171,098
Federal	1,675,000
<b>Total Revenue (General Fund)</b>	<b>\$473,829,358</b>

# Details of Revenue

- **Property Taxes**

- Certified values received from the Ft. Bend Central Appraisal District on July 25, 2024
  - Taxable values used for tax levy estimate: \$28,049,106,880
  - Increase of 12.28% over 2023 Tax Year values

- Increases in value over prior years:

- 9.06% in 2023, 23.67% in 2022, 9.80% in 2021, 9.26% in 2020, 7.57% in 2019

- **M&O Tax Rate used for estimate: \$0.6669**

- Maximum Compressed Tax Rate: \$0.6169/\$100 valuation
- Enrichment Pennies (previously adopted): \$0.05/\$100 valuation

- **State Aid**

- Estimate of enrollment: 46,174
- Refined Average Daily Attendance: 43,634.430, based on attendance rate of 94.5%
- Prorations of some allotments factored into the estimate

# Proposed Estimate of Revenues

Description	2024-25 Proposed Revenue Budget	Local, State, Federal Groupings
Property Taxes, Current Year Levy and Delinquent Taxes	199,404,460	
Penalties, Interest, and Other Tax Revenues	1,000,000	
Other Miscellaneous Local Revenues	7,578,800	
<b>Revenues from Local Sources</b>	<b>207,983,260</b>	<b>43.894%</b>
State Per Capita Apportionment	24,692,665	
Foundation School Program Act Entitlements*	215,453,433	
Other State Program Revenues	24,025,000	
<b>Revenues from State Sources</b>	<b>264,171,098</b>	<b>55.752%</b>
Federal Revenues Distributed by TEA and Federal Government	400,000	
School Health and Related Services (SHARS)	1,250,000	
Medicaid Administrative Claims (MAC)	25,000	
<b>Revenues from Federal Sources (and reported in General Fund)</b>	<b>1,675,000</b>	<b>0.354%</b>
<b>Total Revenues</b>	<b>473,829,358</b>	



# Preliminary Estimate of Expenditures

Salaries and Benefits	\$398,416,325
Professional and Contracted Services	40,833,065
Supplies and Materials	23,394,274
Other Operating Costs	8,735,990
Capital Outlay	1,911,964
<b>Total Expenditures</b>	<b>\$ 473,291,618</b>

# Details of Expenditures

- **Salaries and Benefits – over 84% of the 2024-25 budget**
  - Board Budget Committee made salary increases top priority as part of the budget process to retain staff and maintain competitive salaries
  - Budget includes previously-adopted salary adjustments/raises
    - Starting Teacher Salary - \$64,100
    - Teachers and other staff paid on Teacher Salary Schedule will receive flat \$2,000
    - All other staff will receive 3% of Midpoint
  - No increase in health plan premiums for staff; District will absorb increased costs of the plan
- **Zero-Based Budgeting techniques were required to ensure that prior-year budgets weren't carried forward**
  - Expenditure requests were justified from a \$0 starting point to ensure a positive budget outcome

# Child Nutrition Fund

# Child Nutrition Budget

- **Balanced budget, self-supporting**
- Estimated budget for 2024-25 is \$39.391 million
- Revenues are generated from:
  - Breakfast and lunch sales
  - Federal reimbursements
- Expenditures (typical)
  - Salaries/Benefits
  - Food Costs
  - Other Supplies
  - Capital Outlay

# Proposed Estimate of Expenditures

6100	Payroll Costs/Benefits	\$14,083,000
6200	Contracted Services	297,500
6300	Supplies and Materials	16,868,800
6400	Other Operating Costs	67,000
6600	Capital Outlay	75,000
	<b>Total Expenditures*</b>	<b>\$31,391,300</b>

\*Self-sustaining budget financed by meal sales and federal program revenues

# Debt Service Fund


# Debt Service Fund

Property Taxes (at 99% Collection Rate)	\$143,089,130
Penalties, Interest, and Delinquent Taxes	550,000
Interest Earnings - Debt Service and Capital Projects Funds, including Capitalized Interest	16,039,356
State Hold Harmless Funding for Debt Service/Facilities	<u>18,028,645</u>
<b>Total Revenues and Other Resources</b>	<b>\$177,707,131</b>
Bond Principal	\$(42,400,000)
Bond Interest	(135,169,631)
Bond Fees	<u>(137,500)</u>
<b>Net Change for 2024-25</b>	<b>-</b>

# Tax Rate



# Two-Part Tax Rate To Be Considered (per \$100 valuation)

<b>Tax Rate Component</b>	<b>2023-24</b>	<b>2024-25</b>	
		<b><u>(Proposed)</u></b>	
Maintenance and Operations (M&O)	\$0.6692	\$0.6669	
Interest and Sinking (I&S)	\$0.4800	\$0.4800	
<b>Total Tax Rate</b>	<b>\$1.1492</b>	<b>\$1.1469</b>	

# Questions / Discussion