

2020-2021 Preliminary General Operating Budget

FACTORS INFLUENCING BUDGET PROCESS

- Student enrollment growth rate
- Opening of new facilities
- Increase in property values
- Slowing economy and higher unemployment
- COVID-19 pandemic

Budget Goals



PRESERVE QUALITY
OF INSTRUCTION
AND SERVICES



RETAIN AND RECRUIT
QUALITY STAFF



PRIORITIZE STUDENT
AND STAFF SAFETY



PROTECT DISTRICT'S
OPERATIONAL
INFRASTRUCTURE

Taxable Property Values (HCAD)

Budget Year	Tax Year	Taxable Value*	Percent Change
2016-17	2016	\$46,809,731,490	7.29%
2017-18	2017	\$48,985,323,567	4.65%
2018-19	2018	\$50,744,819,862	3.59%
2019-20	2019	\$55,051,005,429	8.49%
2020-21	2020	\$57,741,106,801	4.89%

* Certified values as of April 2020 except for 2020-21 (preliminary HCAD)

Student Enrollment Growth

Budget Year	Actual Enrollment	Enrollment Change	Actual % Change
2016-17	114,842	945	0.83%
2017-18	116,368	1,526	1.33%
2018-19	116,512	144	0.12%
2019-20*	117,967	1,455	1.25%
2020-21**	118,498	531	0.45%

* Estimate based on the 4th six weeks

** Budget estimate

Teacher Salary Comparison

Neighboring Districts 2019-2020

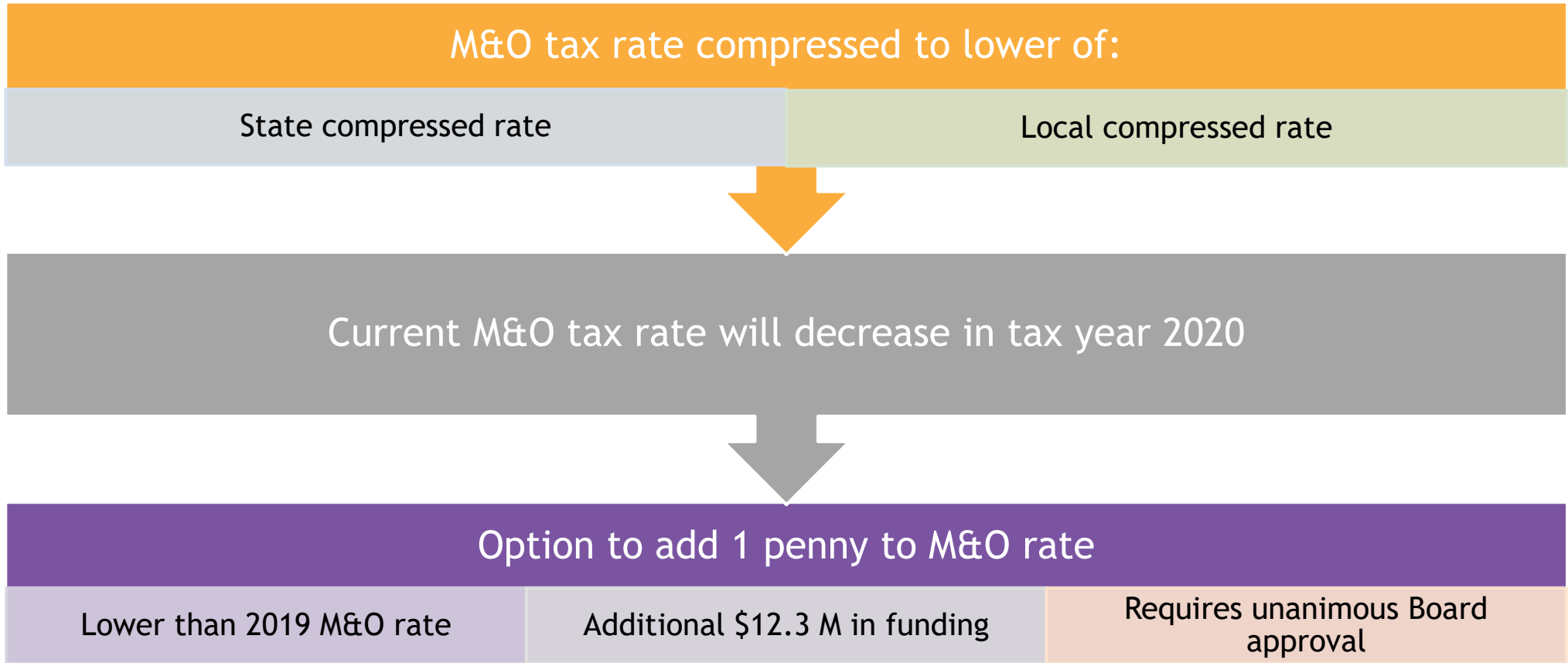
School District	0-Year Salary	5-Year Salary	10-Year Salary	15-Year Salary	20-Year Salary	30-Year Salary
Aldine	\$56,000	\$57,872	\$59,471	\$61,736	\$65,074	\$77,381
Cypress-Fairbanks*	\$55,500	\$57,987	\$60,441	\$62,662	\$66,191	\$73,492
Houston	\$54,369	\$55,162	\$58,685	\$60,341	\$63,708	\$72,109
Katy	\$55,200	\$57,940	\$59,555	\$61,005	\$63,505	\$69,645
Klein	\$55,550	\$57,570	\$58,837	\$62,022	\$63,422	\$66,022
Spring	\$52,798	\$53,862	\$55,497	\$58,329	\$61,303	\$70,934
Spring Branch	\$57,000	\$60,115	\$62,115	\$64,115	\$66,315	\$73,050
Tomball	\$55,300	\$57,317	\$59,285	\$61,235	\$64,035	\$70,195

* Does not include one-time salary payment

Cost of Budget Considerations

Amount (Millions)	Description
\$4.1	Full-day prekindergarten (semester)
\$10.0	COVID-19
\$3.5	Open Rowe Middle School
\$11.6	New teachers, paraprofessionals, TRS
\$4.8	Software, property insurance, UIL, etc.
\$1.0	2020-2021 priorities

House Bill 3 Revenue Considerations



Preliminary Budget

Revenues

Local Revenue	\$ 541,669,826
State Revenue	433,127,876
Federal Revenue	21,000,000
Total Revenues	<u>\$ 995,797,702</u>

Expenditures \$1,020,293,270

Surplus(Deficit) \$ (24,495,568)

Other Budget Considerations

- Roll 2019-2020 one-time salary payment in base salary for all employees
 - ✓ \$1,000 teachers, librarians, counselors and nurses
 - ✓ \$500 all other employees other than part-time
 - ✓ Part-time prorated one-time salary payment
- Roll 2019-2020 one-time salary payment in base salary and provide 1% salary increase at greater of midpoint or base

Cost of Other Budget Considerations

Amount (Millions)	Description
\$12.3	Roll 2019-2020 one-time payment in base salary
\$8.1	Salary increase of 1% on greater of midpoint or base

QUESTIONS