

# **2023-2024 Budget Preliminary Budget Information June 20, 2023**



**Hays Consolidated Independent School District**

**Randall Rau, CPA**

**Chief Financial Officer**

# Compensation

- Move floor for Auxiliary to \$16/hour.
- Reclass instructional paras to \$18/hour.
- Reclass instructional special education paras to \$20/hour.
- Tiered cost of living adjustment for all employees.
  - Historical cost of living adjustments
    - FYE 2020 – 3.0%
    - FYE 2021 – 4.5%
    - FYE 2022 – 6.5%
    - FYE 2023 – 7.0%

Average – 5.25%

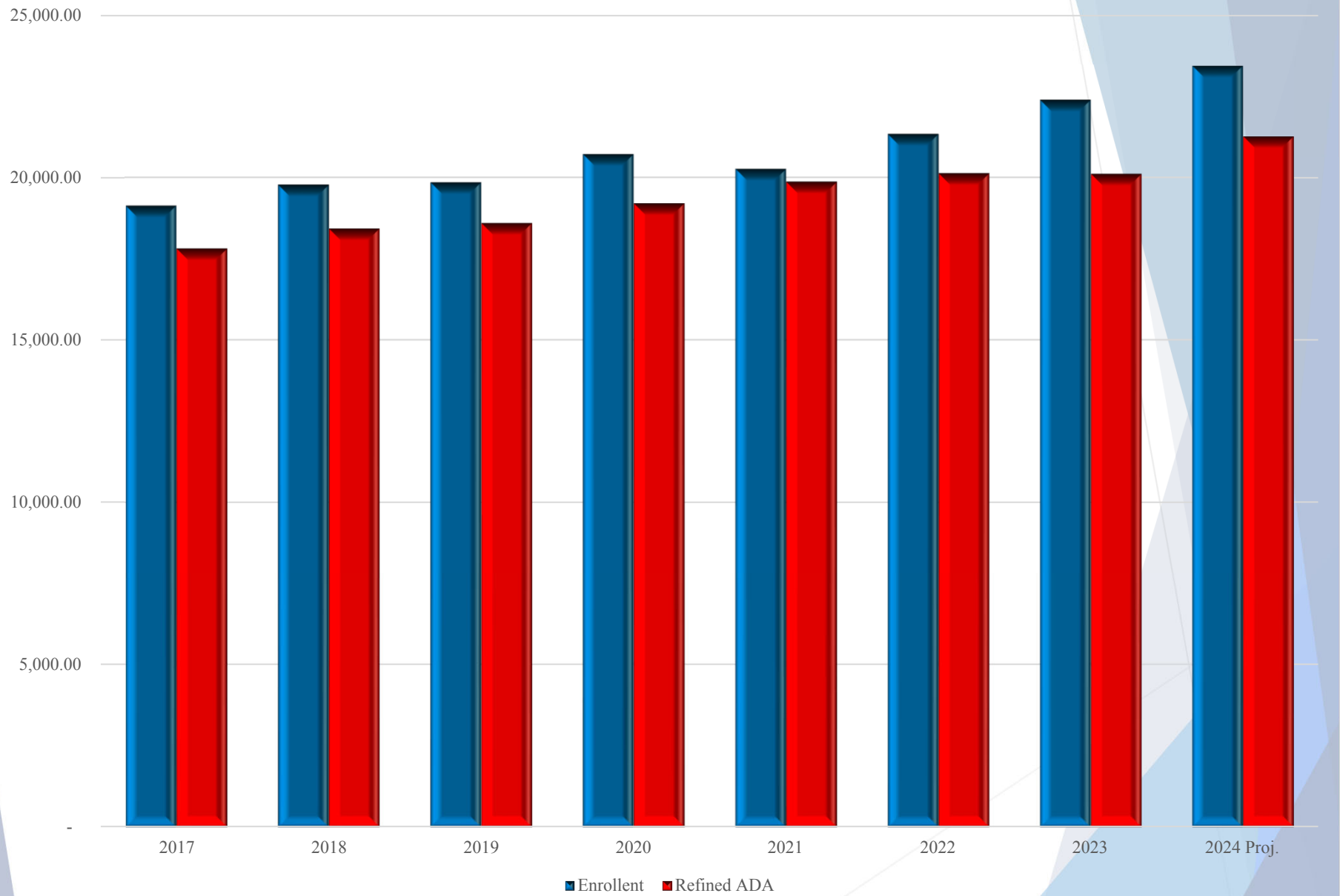
# Revenue Summary

- ▶ Revenue for Hays CISD comes from two major sources; local property taxes and state foundation revenue.
- ▶ Funding lag - Included in House Bill 3 was the move to current year property values in determining the Foundation School Program (FSP) entitlement. The move to current year values eliminates any potential mismatch between the values a district was using as a base for local tax collections and the values used by the state to compute a district's local share of the FSP. The move to current year values eliminated any "**funding lag**" under old law where as long as property values continued to rise year-after-year, many districts were able to spend those funds that were outside the funding formulas.
- ▶ Total tax collections for the General Operating fund are estimated at **\$140,642,000** and state (FSP) allocation is estimated at **\$55,731,257**. This is an estimated **\$12,329,860** or **6.68%** total increase over tax collections and state allocation budgeted in 2023.

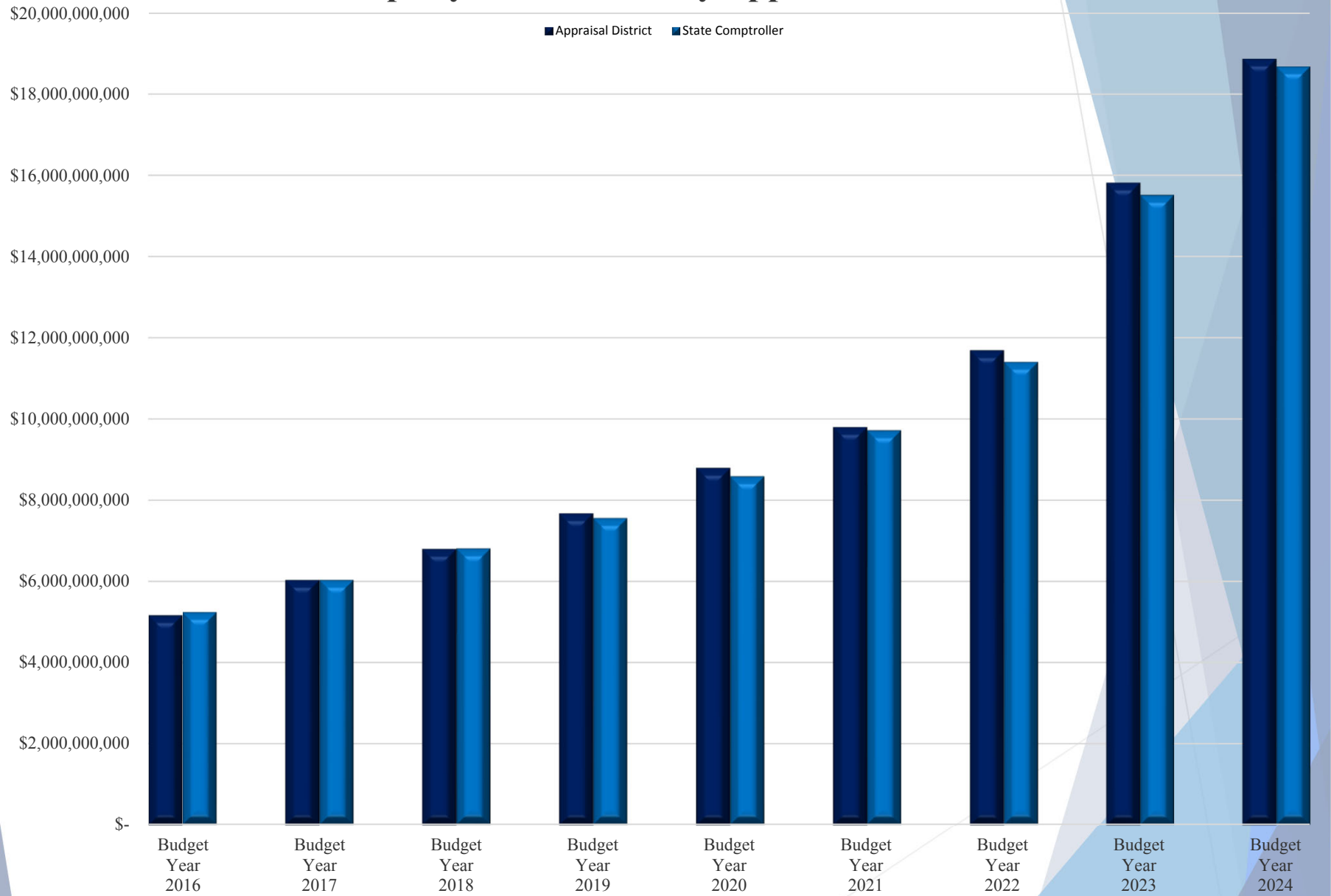
# Assumptions – Revenue Calculation

Student Enrollment (Demographer)	23,443
Average Daily Attendance at 93%	21,272.82
Property Values for State Aid Calculation ( <i>20.4% increase</i> )	\$18,685,063,242
Property Values for Tax Revenue ( <i>19.27% increase</i> )	\$18,876,626,124
<i>Estimated</i> Total Tax Rate ( <i>\$.0891 decrease over prior year</i> )	\$1.2532
M&O (estimate, TEA to calculate in August)	\$.7655
I&S	\$.4877

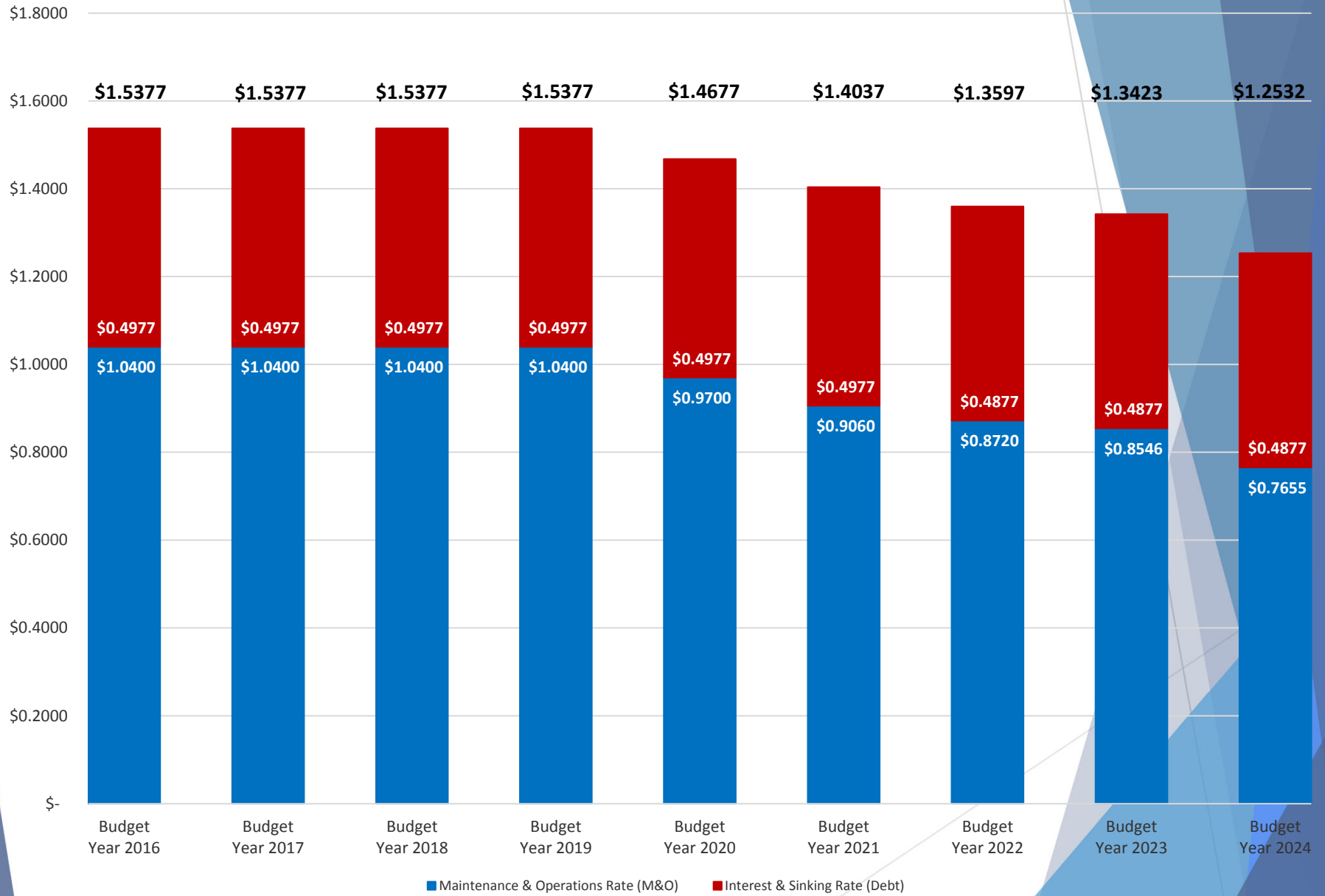
## Student Enrollment vs Refined Average Daily Attendance



# Certified Property Values - County Appraisal Districts vs State



## HAYS CISD RECENT/HISTORICAL TAX RATES



# Revenue Losses

- ▶ Attendance:

- ▶ 1% attendance variance equals approximately \$1,500,000
- ▶ FYE 2022 Hays CISD lost approximately \$3,750,000 due to not being held harmless for the 5<sup>th</sup> and 6<sup>th</sup> six weeks.
- ▶ FYE 2023 attendance percent equaled 92.73%. Budget was based on 95% which was the district's historical average pre-pandemic. Loss was approximately \$3,000,000.



# Pending

- ▶ Anticipated possible revenue adjustments:
  - ▶ Added golden penny - estimated/not confirmed - \$1,800,000
  - ▶ Possible property tax reduction and implications (setting tax rate)
  - ▶ Safety & Security allotment to offset security mandates (no dollar amount determined)
  - ▶ HB 2105 - Instructional Materials allotment information currently pending TEA action.
  - ▶ \$4.5 billion approved for public education currently “held hostage” pending special session action
  - ▶ New Chief of Human Resources auditing staffing numbers to maximize resources
  - ▶ Please Note...at this time due to the “real” impact on the fund balance no additional “wish list” positions are being considered
  - ▶ The only program change for the 2024 fiscal year is moving orchestra to the high schools

# Budget Scenario 1

Raises (2.5% Teachers/Counselors; 1% Admin/Business Professionals; 3% Paraprofessionals, Auxiliary, Bus Drivers)

Description	Amount
Estimated Beginning Fund Balance	\$54,817,196
Estimated Revenues:	
Local Revenue	\$146,167,000
State Revenue	\$69,966,548
Federal Revenue	\$3,625,000
Estimated Total Revenues	\$219,758,548
Estimated Expenditures:	
Payroll	\$204,935,171
Operational	\$30,200,000
Total Estimated Expenditures	\$235,135,171
Estimated Ending Fund Balance	\$39,440,573

# Budget Scenario 2

Raises (3.0% Teachers/Counselors; 2% Admin/Business Professionals; 4% Paraprofessionals, Auxiliary, Bus Drivers)

Description	Amount
Estimated Beginning Fund Balance	\$54,817,196
Estimated Revenues:	
Local Revenue	\$146,167,000
State Revenue	\$69,966,548
Federal Revenue	\$3,625,000
Estimated Total Revenues	\$219,758,548
Estimated Expenditures:	
Payroll	\$206,078,619
Operational	\$30,200,000
Total Estimated Expenditures	\$236,728,619
Estimated Ending Fund Balance	\$38,297,125

# Questions?

- ▶ If you have any questions or comments please contact me:

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