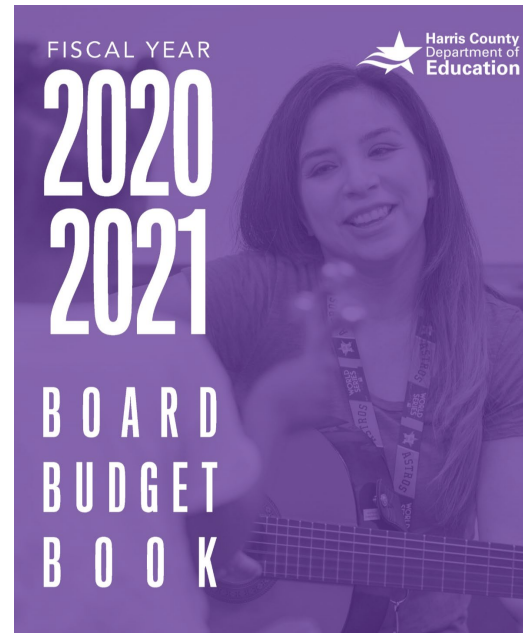
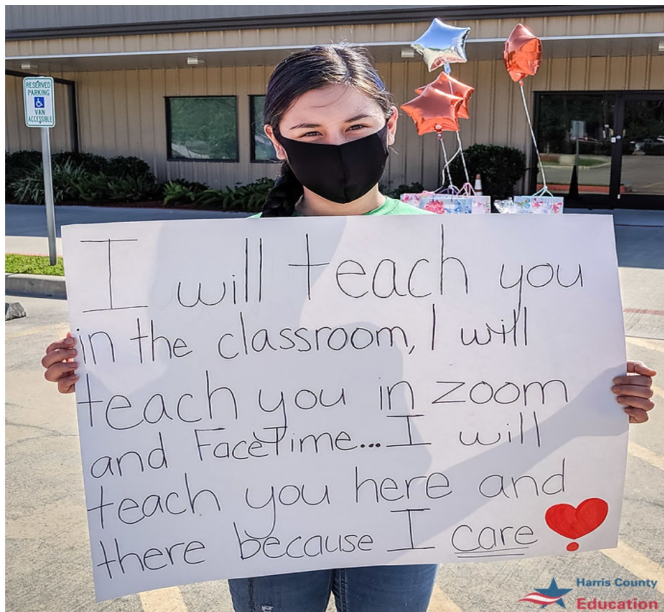


FY 2020-2021 Annual Budget Summary July 7th, 2020 Budget Workshop



Submitted to Board of Trustees
by

James Colbert Jr. Superintendent

Dr. Jesus J. Amezcua, Assistant Supt. For Business

Agenda

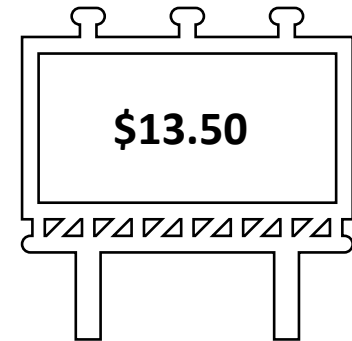
- Introduction
- Superintendent's Overview
- TASB Compensation Plan
- Annual Budget Overview
FY 2020-2021
- Development Plans Overview
 - \$13.50/hr. Living Wage
- Tax Update
- Next Steps
- Adjourn



FAQ from Last Workshop

- Copy of Current pay plan with pay grade boxes.
- Proposed Pay Plan for \$13.50 Minimum
- Proposed Pay Plan for \$15.00 Minimum

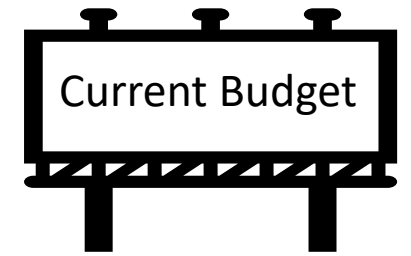
- ✓ Link to Current Pay Plan – FY 19-20
- ✓ Link to Proposed Pay plan at \$13.50 and \$15 Options
- ✓ Link to Analysis and Comparison of Pay Plans



<https://www.dropbox.com/sh/4z3to8y51tyimzx/AAAJ8K8VQ8drACLMOBrcv41Wa?dl=0>

FAQ from Last Workshop: Amounts of potential savings?

Monthly Information is provided via Financial statements. Latest data as of May 2020



We are projecting that the following balances are likely to be:

	Audited			
	2018-2019 Actual	2019-2020 Original Budget	2019-2020 Amended Budget	2019-2020 Projections
Beg. Fund Balance	\$ 29,412,165	\$ 25,274,875	\$ 32,614,360	\$ 32,614,360
Estimated Revenues	50,434,906	55,224,065	55,757,860	46,834,042
Appropriations	47,209,425	51,999,534	53,593,526	44,551,593
Total Other/Uses Net:	23,286	8,115,267	9,615,267	5,818,398
Total Appropriations and Other Uses:	47,232,711	60,114,801	63,208,793	50,369,991
Net Change in Fund Balance	3,202,195	(4,890,736)	(7,450,933)	(3,535,949)
Ending Fund Balance	\$ 32,614,360	\$ 20,384,139	\$ 25,163,427	\$ 29,078,411

FY 20-21

PROPOSED Budget



Harris County Department of Education



	Governmental				Proprietary		
	General Fund	Special Revenue Fund	Debt Service Fund	Capital Projects Fund	Internal Service Fund	Enterprise Fund	Total
Estimated Revenues	\$ 57,484,758	\$ 36,444,267	\$ 6,169,043	\$ 50,946,770	\$ 6,128,990	\$ 5,228,380	\$ 162,402,208
Appropriations	55,214,929	36,444,267	6,169,043	50,946,770	6,128,990	2,801,140	157,705,139
Transfers Out	13,858,593	-	-	-	-	2,927,240	16,785,833
Total Appropriations and Other Uses	69,073,522	36,444,267	6,169,043	50,946,770	6,128,990	5,728,380	174,490,972
Appropriations from Fund Balance:	(11,588,764)	-	-	-	-	(500,000)	(12,088,764)
Projected Fund Balance Beg.	27,163,427	-	-	2,472,835	1,461,822	1,000,000	32,098,084
		Grants					
Projected Fund Balance End.	\$ 15,574,663	\$ -	\$ -	\$ 2,472,835	\$ 1,461,822	\$ 500,000	\$ 20,009,320

Other Governmental Uses

Transfers Out-

Fund 288-CASE (Local Match for HGAC Funds)	\$	550,787
Fund 205-Head Start (Incl. New \$13.5 Plan)		750,000
Fund 400 -Star Reimagined		648,764
Fund 599-Debt Service-Current PFC Bonds		2,919,042
Fund 599-Debt Service-NEW BONDS		3,250,000
Fund 697-Capital Projects		5,740,000

Total Other Uses: \$ 13,858,593

Transfers to other funds

Budget Adjustments to Expenditures



General Fund Expenditures Budget
\$69,674,522

Less Cost of \$15 Plan
- \$901,000

Plus Cost of \$13.50 Plan in FY 21
+ \$360,678 *

- **Note \$60,678 adjusted in operations cost and One-time contribution from General Fund to Debt Service for \$300,000**

Net Expenditures Budget
\$69,073,522

Budget Adjustments
to
Revenues



**General Fund Revenues
Budget**

\$58,385,758

**Less reduction in tax rate to
.0050 \$901,000**

Net Revenue Budget

\$57,484,758

Budget Adjustments

\$69,073,522 Expenditures

\$57,484,758 Revenues

\$11,588,764 Difference

One-time expenditures
Capital Projects and Debt Service



What is included in the budget?

FY 2020-2021



REVENUES:

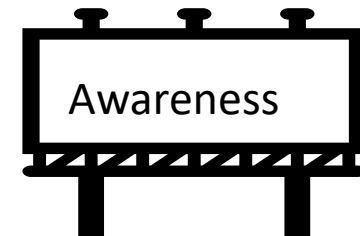
- Increase in contract revenues
- Increase in tax revenues – values adjustment
- Additional grants
- COVID 19 Grant

EXPENDITURES

- Increase in \$13.50 minimum salary
- 4% for teachers
- 2% for administration
- Equity for teachers
- Health Benefits match due to TRS increase

EXPENDITURES

- Awareness campaign
\$1,000,000
- 6.17 new positions
- Star Reimagined
- Capital Improvement Plan
- Debt Service Debt Repayment





Tax Information

Property Tax Rate \$.01 Maximum

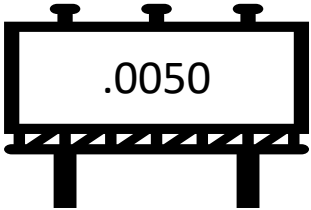
19 \$.0050
Adopted

New rate language

20 .004955
NMR – no new revenue

20 \$.00500
Below the VAR

18 Voter Approved
rate 8% .005351



Variables that will impact the final rate:

- 1. HCDE is Special Unit
- 2. Values - \$505 Billion
- 3. Collection Rate – currently at 96% -
Projected at 99%

Estimated Tax Rate

Harris County Department of Education Comparative Analysis of Property Values		A	B	C	D
		Adopted	CURRENT May	If Proj at \$505 BII BUDGET PRELIM	If Proj at \$505 BII BUDGET PRELIM
		ADOPTED TAX RATE	ADOPTED TAX RATE	Including NEW Improvements Estimated TAX RATE	Including NEW Improvements Estimated TAX RATE
				Disaster Allowed @ Max 8%	
Proposed Collections Tax Year 2020		0.005000	0.005000	0.005000	0.005000
Certified Taxable Value per HCAD *		\$ 427,549,758,437	\$ 479,954,156,943	\$ 505,450,987,981	\$ 505,450,987,981
Values under protest or not certified		55,586,576,260	1,077,508,710	-	-
		483,136,334,697	481,031,665,653	505,450,987,981	505,450,987,981
/ Rate per Taxable \$100		4,831,363,347	4,810,316,657	5,054,509,880	5,054,509,880
X Tax Rate		24,156,817	24,051,583	25,272,549	25,272,549
		100%	96%	96%	99%
X Estimated collection rate		24,156,817	23,089,520	24,261,647	25,019,824
	Difference from Previous year		(1,067,297)	261,647	1,019,824
		24,156,817	\$ 23,089,520	\$ 24,261,647	\$ 25,019,824
+Delinquent Tax Collections		150,000	150,000	150,000	150,000
+Special Assessments		15,000	15,000	15,000	15,000
+ Penalty & Interest		-	-	-	-
Estimated Current Tax Available for Operations:		\$ 24,321,817	\$ 23,254,520	\$ 24,426,647	\$ 25,184,824
Net Gain or Loss on values					
				\$ 481,031,665,653	
			Growth	2.75%	
				13,228,370,805	
			Est. Without NEW Values	494,260,036,458	
			New Prelim Estimate	505,000,000,000	
				Impact	\$ 863,007

Previous estimate at .005181

\$ 25,925,542
\$ 24,261,647
1,663,894

\$ 25,925,542
\$ 25,019,824
905,718

Next Steps

- 1st Board Workshop – June 26, 2020
- Required Posting –Houston Chronicle –
10 days prior to board meeting
- 2nd Budget Workshop Date July 7th, 2020
- Target Budget Approval Date July 15, 2020
- Target Date - Certified Value – July 25, 2020
- Target Potential Public Hearing – Sept. 2020
- Target Date - Tax Date Approval Date – Sept. 2020



Harris Co
Department
Educa