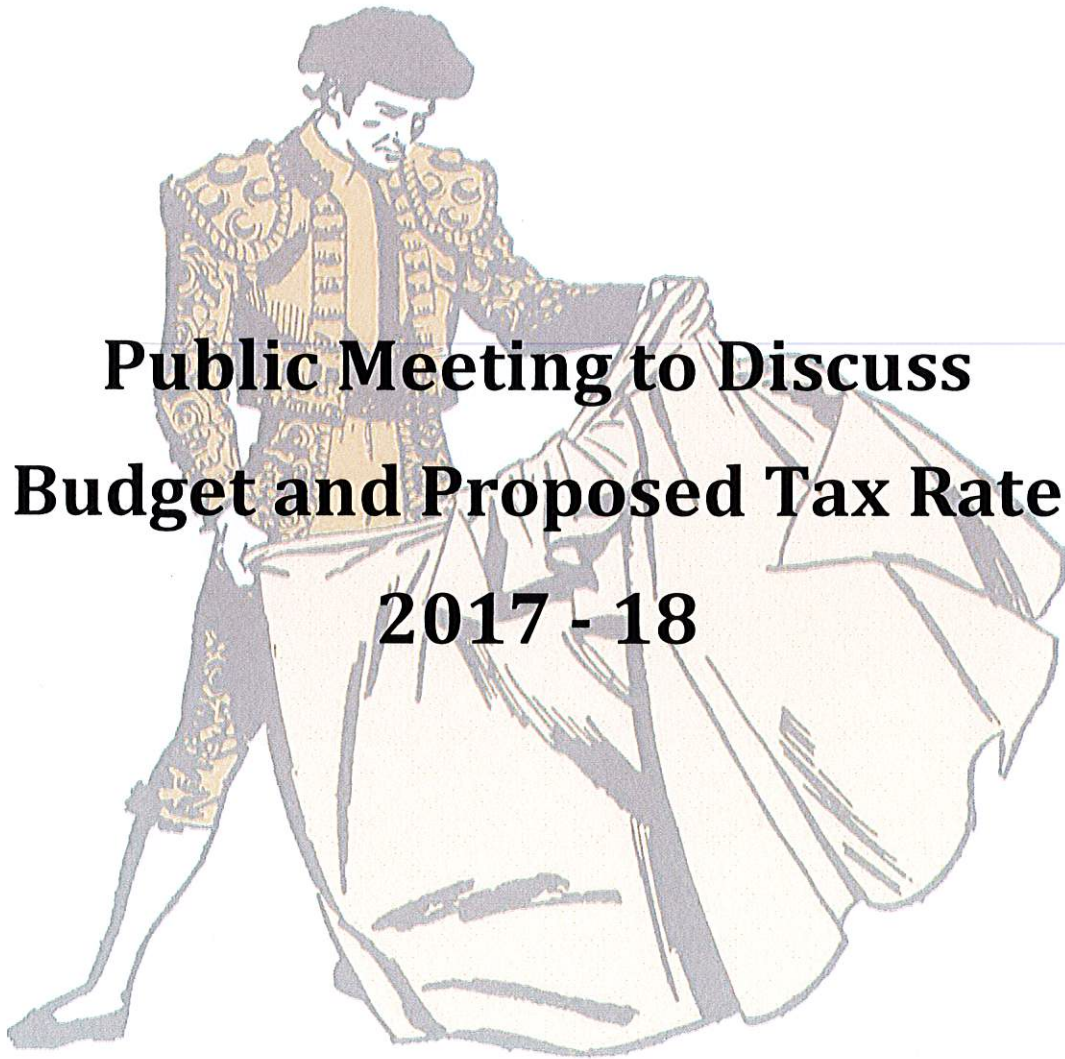


Seguin Independent School District



Public Meeting to Discuss Budget and Proposed Tax Rate 2017 - 18

June 27, 2017

SEGUIN INDEPENDENT SCHOOL DISTRICT

2017 – 18 BUDGET DEVELOPMENT

INTRODUCTORY COMMENTS

The Seguin Independent School District school years and annual budget cycles are from July 1 – June 30, annually.

LOOKING BACK *(to the 2016-17 School Year):*

On September 8, 2016, the voting community approved a 2 cent increase of the Maintenance and Operations tax rate for the 2016-17 school year. The increased rate was somewhat negated by an unusually high decline in local property values of 4%. In spite of the decline in local property values the District projects an increase in collected tax revenue as compared to the prior year, 2015-16, of approximately \$1.7 million. The additional revenue was used to fund a 4% increase for salaried employees and a \$1 per hour increase for hourly workers. This increase brings the Seguin ISD Teacher salary schedule much closer to the state-wide average than in the past several years *(see Teacher Base Pay in the “Trend Data” section of this document)*.

On January 12, 2016 the SISD Board of Trustees authorized a transfer of \$20,354,130 from the General Operating Fund to the Bond Construction Fund. The Board of Trustees made this decision based on the Texas Association of School Boards (TASB) Report to (the) Board on (the) Internal Audit for Bond Funding on August 11, 2015. The TASB report, in part, stated:

“While there was a significant shortfall between bond funds and final construction costs, Seguin ISD has the financial stability to overcome this budget variance. Additional revenues from various funding sources have been identified to cover the budget shortfall. Adequate general fund balance remains for cash flow operations of the District.”

Subsequent to the \$20,354,130 transfer out of the General Fund the District received approval from TEA for \$10,000,000 in Qualified Zone Academy Bonds (QZAB). The QZAB sale settled on October 18, 2016 for the full value of \$10,000,000. The bonds are scheduled to be paid back over fifteen (15) years at 0.00% interest. To the extent possible, the proceeds of the QZAB sale will be used to supplant the funds that were previously transferred from the General Operating Fund to the Bond Construction Fund. To date, \$7,473,958 of qualifying expenses associated with the Seguin High School construction project have been funded by the QZAB. Therefore, the District has reimbursed the General Operating Fund for \$7,473,958 of the original \$20,354,130 transfer. The following chart illustrates this transaction:

1/12/16 Transfer from GOF to Bond Fund:	\$20,354,130
2016-17 Reimburse GOF for QZAB Qualified Expenses:	<u>(\$7,473,958)</u>
Unreimbursed Balance:	<u>\$12,880,172</u>

LOOKING FORWARD *(to the 2017-18 School Year):*

The annual QZAB debt service will be paid from the General Operating Fund in the amount of \$665,000. This annual amount will be provided through an appropriation of fund balance in accordance with the "Resolution of the Board of Trustees of Seguin Independent School District Establishing Fund Balance Policies as Required by Governmental Accounting Standards Board Statement 54" adopted on June 28, 2011. The obligation will be paid off on August 1, 2031.

As of June 1, 2017 the District has received preliminary local property value estimates from the Guadalupe Appraisal District. The preliminary results show a modest increase in local valuation over last year of approximately 1%. As a result of the property value increase the District conservatively projects an additional \$600,000 in property tax revenue for the 2017-18 school year.

The final impact to 2017-18 state funding for school districts is not available at this time. Most forecasters anticipate that school districts throughout the state will receive about the same level of funding in 2017-18 as they did in 2016-17. This budget presentation is based on that estimation and includes no additional state funding for 2017-18 projections.

Seguin ISD experienced a decline in student enrollment in 2016-17 from the prior year. Projections for 2017-18 are based on enrollment remaining flat. This budget presentation assumes student enrollment will have no impact to state funding for Seguin ISD in 2017-18.

The Seguin High School construction project will be completed within the 2017-18 school year. Therefore, the District may qualify for a specific type of state funding called New Instructional Facilities Allotment (NIFA). There is no guarantee that these funds will be made available to Seguin ISD. Nor is there any calculation that can be done to estimate the value of the allotment, if any, that Seguin would receive. The Business Department is compiling the application at this time and will submit all the requisite information to TEA before the July 17, 2017 due date. This budget presentation does not forecast any additional state funding for the NIFA program. If NIFA funding is received in 2017-18 it will be allocated to the General Operating Fund budget to be used at the discretion of the SISD Board of Trustees.

On June 27, 2017 the Seguin ISD Board of Trustees will have the opportunity to adopt the proposed 2017-18 Budget. However, the School Board will not move to adopt the proposed tax rate until certified values are received from the Guadalupe County Appraisal District in late July 2017. The District will then be required to make a selection regarding Chapter 41 status with the Texas Education Agency. Once the District receives approval from TEA regarding the selection, the School Board may adopt the proposed tax rate for 2017-18. It is anticipated that the School Board will have such authorization in late August 2017. The Texas Comptroller of Public Accounts establishes the guidelines for Truth-In-Taxation. Under these guidelines Seguin ISD is allowed to hold a single "Public Meeting to Discuss [both the] Budget and Proposed Tax Rate" (*see attached Notice of Public Meeting*). If the District does not need to adopt a tax rate higher than what is proposed (M&O \$1.06, I&S \$.036) at that public meeting, there is no need to hold a second public meeting to discuss the tax rate.

SEGUIN INDEPENDENT SCHOOL DISTRICT

2017 – 18 BUDGET DEVELOPMENT

REFERENCE INFORMATION: WORKSHEETS

LINE

The “LINE” references explained below are intended to give further clarity to the applicable “LINE” as indicated in the first column of the attached Budget Development Worksheets:

REVENUE ESTIMATES

LINE

1 Property Taxes

Preliminary estimates were received from the Guadalupe County Appraisal District in late April 2017. Based on the data provided and District trend analysis, property values are estimated to increase by 0.08% over 2016 values. Property tax collections are based on taxable values of \$2.9 billion, an increase of \$23.8 million.

The Maintenance and Operations (M&O) portion of the tax rate will remain at \$1.06 per \$100 of valuation. The District’s estimated tax collection rate has been increased to 97.25%.

2 Delinquent Tax Collections

Delinquent tax collections represent revenues for tax collections for prior fiscal years.

3 Other Local Revenue

Other revenue includes interest earnings, athletic gate receipts, facility rentals, Chapter 313 payments, and other miscellaneous revenue.

4 State Revenue

State funding revenue is based on current law. The 2017-18 budget conservatively estimates a 0% increase in student enrollment. Average daily attendance of 94% is used, which represents the District’s historical average based on trend analysis data.

5 Teacher Retirement System (TRS) – On-Behalf

The TRS on-behalf payment represents an accounting entry required by the General Accounting Standards Board Statement 24 for the State’s contribution to the retirement plan “on-behalf” of the District and its employees. There is an equal offsetting expenditure entry (line 11).

6 School Health and Related Services (SHARS)

SHARS represents federal reimbursements for services provided to Medicaid eligible students during the school day. Examples include: occupational, speech, physical therapy; personal care services; specialized transportation; and others.

- 7 Federal Revenue
Federal revenue represents reimbursements related to high school ROTC programs, as well as, indirect costs recouped from federally funded special revenue programs.

EXPENDITURE ESTIMATES

Salaries & Benefites

- 8 Salaries & Benefits
The Salaries & Benefits line items reflect payroll costs for all General Operating funded personnel BEFORE including any adjustments for step or wage increases.
- 9 Salaries & Benefits Increase
This line indicates the budgetary impact of a given increase to employee wages and the associated additional cost for required District contributions and benefits.
- 10 Health Insurance Contribution Increase
This line indicates the budgetary impact of an increase to the District's health insurance premium on behalf of participating employees.
- 11 Teacher Retirement System (TRS) – On-Behalf
The TRS on-behalf payment represents an accounting entry required by the General Accounting Standards Board Statement 24 for the State's contribution to the retirement plan "on-behalf" of the District and its employees. There is an equal offsetting revenue entry (line 5).
- 12 Contracted Service & Utilities
Examples of contracted service include: audit, legal, Appraisal District service; specialized equipment repair; and copy machine lease. This line also includes all utility costs.
- 13 Supplies & Materials
Examples include: classroom supplies, parts for equipment repair, custodial supplies, library books, textbooks, and copy machine paper.
- 14 Travel, Fees, & Other
Examples include: Student travel, employee travel, School Board travel, registration fees for conferences and competitions, and election costs.
- 15 Capital Outlay

Examples include: Maintenance vehicles, Buses, trailers, and high value technology equipment. These items have a unit value greater than \$5,000.

REF

A column entitled “REF” directs the reader to important assumptions and estimates applicable on the attached Budget Development Worksheets. These references are explained at the bottom of each Budget Development Worksheet.

OBJ

The “OBJ” references explained below are intended to give further clarity to the applicable “OBJ” annotations in the third column of the attached Budget Development Worksheets:

5xxx	Revenue from all sources Examples include: Tax collections, state funding, and athletic gate receipts.
61xx	Payroll This category includes salaries and benefits covered by the District.
62xx	Contracted Services & Utilities This category includes services for specialized equipment repair and all utility costs.
63xx	Supplies & Materials This category includes all supplies needed for students and staff.
64xx	Travel, Fees, & Other This category includes all costs associated with staff travel and student competition.
66xx	Capital Outlay This category includes costs for equipment with a unit value in excess of \$5,000.

SEGUIN INDEPENDENT SCHOOL DISTRICT

2017 – 18 BUDGET DEVELOPMENT

WORKSHEET: PLANNING DOCUMENT–PRIOR TO PROPOSED INCREASES

INCLUSIONS & EXCLUSIONS

The inclusions & exclusions explained below are intended to give further clarification regarding the calculations reflected in the Budget Development Worksheet with the sub-title **(***PLANNING DOCUMENT – PRIOR TO PROPOSED INCREASES ***)**.

INCLUSIONS

1. Adjustments to various full-time equivalent (FTE) staff positions district-wide. The majority of these adjustments are absorbed through attrition. The total 17-18 budgetary impact of these adjustments is reduction to expense in the amount of (\$175,000).
2. Approval from District Administration for budgeted expenditure adjustments deemed non-discretionary or critical to operations. The total 17-18 budgetary impact of these adjustments is an increase to expense in the amount of \$208,300 as follows:

DESCRIPTION	TOTAL
Operations - Communities in Schools	100,000
Transportation - Fuel	42,711
Technology - Supplies & Materials (Yellow Folder)	(40,000)
Business Services - Food Service Consultant (WQS)	(45,964)
Transportation - Zonar Software	16,085
Transportation - Repair Parts	10,000
Operations - Security Officers (Camps & Events)	36,500
Special ED - Temps	12,000
Special ED - Contracted Services	13,000
Special ED - Supplies	15,000
Special ED - Travel	8,000
Athletics - Game Workers & Stipends	1,745
Athletics - Officials	6,023
Athletics - Travel	4,000
Maintenance - Janitorial Supplies	2,000
HR - Outdoor Ed Coordinator	5,000
HR - District Subs (Mentoring program)	13,200
HR - Dual Credit Stipends	9,000
SUBTOTAL	208,300

EXCLUSIONS

1. This document shows the available budget funds PRIOR to any step or wage increase for District employees.
2. This document shows the available budget funds PRIOR to any increase in the District's contribution to employee health insurance premiums.
3. This document does not include items that failed to receive approval from District Administration. The total 17-18 budgetary impact of these unapproved additions, if subsequently approved, would be an increase to expense in the amount of \$604,848.
4. This document does not include the required annual debt service payment for the Qualified Zone Academy Bonds sold in October 2016. The annual payment of \$665,000 will be funded by assigned or committed fund balance as prescribed by the Governmental Accounting Standards Board (GASB) and the Texas Education Agency (TEA).

**SEGUIN INDEPENDENT SCHOOL DISTRICT
2017 - 18 BUDGET PROJECTIONS
BUDGET DEVELOPMENT WORKSHEET**

(* PLANNING DOCUMENT - PRIOR TO PROPOSED INCREASES ***)**

budget snapshot as of: **May 19, 2017**

LINE	REF	OBJ	REVENUE ESTIMATES:		
1	A		Current Year Tax Collections	50.33%	30,077,373
2			Delinquent Tax Collections	2.14%	1,279,695
3			Other Local Revenue	1.58%	946,000
4	B		State Revenue	37.56%	22,445,097
5	C		Teacher Retirement System - On-Behalf	5.21%	3,112,000
6			School Health and Related Services (SHARS)	2.75%	1,642,000
7			Federal Revenue	0.43%	255,000
	D	5xxx	Total Estimated Revenue		59,757,165
			EXPENDITURE ESTIMATES:		
			Salaries & Benefits		
8			Salaries & Benefits	79.97%	46,869,417
9	E		Salaries & Benefits Increase	0.00%	-
10	F		Health Insurance Contribution Increase	0.00%	-
11			Teacher Retirement System - On-Behalf	5.31%	3,112,000
		61xx	Total Salaries & Benefits	85.27%	49,981,417
	G		Other Operating Costs		
12		62xx	Contracted Service & Utilities	7.81%	4,575,351
13		63xx	Supplies & Materials	4.54%	2,660,204
14		64xx	Travel, Fees, & Other	1.50%	878,747
15		66xx	Capital Outlay	0.88%	516,446
			Total Other Operating Costs	14.73%	8,630,748
			Total Estimated Expenditures	100.00%	58,612,165
			SURPLUS / (DEFICIT)		1,145,000

REFERENCES

LINE:

See page 10 for a detailed explanation of "LINE" references above.

REF:

Assumptions for 2017 - 18:

A	Tax levy based on Preliminary Values
B	Student enrollment growth of 0%
C	Increase in TRS on-behalf
D	Current laws applicable to state finance funding for school districts
E	Salary & benefits increase: *** NO INCREASE DISTRICT-WIDE ***
F	Health insurance contribution: *** NO INCREASE DISTRICT-WIDE ***
G	See "Approved Operating Cost Additons" for detail

SEGUIN INDEPENDENT SCHOOL DISTRICT

2017 – 18 BUDGET DEVELOPMENT

RECOMMENDATION

Staff recommends that the Board consider the proposal of a 2% increase. In this proposal all employees on the Teacher Salary Table will receive a step increase. These employees will receive a minimum of a 2% increase above the Teacher Salary Table amount that they received in the 2016-17 school year. These employees will receive no less than the previous year Teacher Salary Table amount for their new step.

In this proposal all professional employees will receive a 2% increase based on the mid-point for their pay grade. Additionally, all clerical and vocational trade employees will receive an increase of \$0.30 per hour.

This proposal includes an increase to the District monthly contribution for employee health insurance premium. The District will increase the monthly contribution by an additional \$22 per month per participating employee. That would bring the current monthly contribution of \$293 up to \$315 for each employee.

By adopting this recommendation the Seguin Independent School District will be able to maximize the competitive effort to recruit highly qualified teachers and staff, maintain a balanced operating budget, and retain the same tax rate as in the prior year (M&O \$1.06 + I&S \$0.36 = \$1.42).

SEGUIN INDEPENDENT SCHOOL DISTRICT

2017 – 18 BUDGET DEVELOPMENT

WORKSHEET: PROPOSAL – 2% PROF & .30/HR OTHER INCLUSIONS & EXCLUSIONS

The inclusions & exclusions explained below are intended to give further clarification regarding the calculations reflected in the Budget Development Worksheet with the sub-title **(*** PROPOSAL – 2% PROF & .30/HR OTHER ***)**.

INCLUSIONS

1. This document includes adjustments to various full-time equivalent (FTE) staff positions district-wide. The majority of these adjustments are absorbed through attrition. The total 17-18 budgetary impact of these adjustments is reduction to expense in the amount of (\$175,000).
2. Approval from District Administration for budgeted expenditure adjustments deemed non-discretionary or critical to operations. The total 17-18 budgetary impact of these adjustments is an increase to expense in the amount of \$208,300 as follows:

DESCRIPTION	TOTAL
Operations - Communities in Schools	100,000
Transportation - Fuel	42,711
Technology - Supplies & Materials (Yellow Folder)	(40,000)
Business Services - Food Service Consultant (WQS)	(45,964)
Transportation - Zonar Software	16,085
Transportation - Repair Parts	10,000
Operations - Security Officers (Camps & Events)	36,500
Special ED - Temps	12,000
Special ED - Contracted Services	13,000
Special ED - Supplies	15,000
Special ED - Travel	8,000
Athletics - Game Workers & Stipends	1,745
Athletics - Officials	6,023
Athletics - Travel	4,000
Maintenance - Janitorial Supplies	2,000
HR - Outdoor Ed Coordinator	5,000
HR - District Subs (Mentoring program)	13,200
HR - Dual Credit Stipends	9,000
SUBTOTAL	208,300

3. This document includes an increase to employee salaries and the associated required District contributions. The total 17-18 budgetary impact of salary increase, as detailed below, is an increase to expense in the amount of \$980,000.

In this proposal all employees on the Teacher Salary Table will receive a step increase. These employees will receive a minimum of a 2% increase above the Teacher Salary Table amount that they received in the prior year. These employees will receive no less than the previous year Teacher Salary Table amount for their new step.

In this proposal all professional employees will receive a 2% increase based on the mid-point for their pay grade. Additionally, all clerical and vocational trade employees will receive an increase of .30 per hour.

4. This document includes an increase to the District monthly contribution for employee health insurance premium. In this proposal the District will increase the monthly contribution by an additional \$22 per month per participating employee. That would bring the current monthly contribution of \$293 up to \$315 for each employee. The total 17-18 budgetary impact of this additional contribution is an increase to expense in the amount of \$165,000.

EXCLUSIONS

1. This document does not include items that failed to receive approval from District Administration. The total 17-18 budgetary impact of these unapproved additions, if subsequently approved, would be an increase to expense in the amount of \$604,848.
2. This document does not include the required annual debt service payment for the Qualified Zone Academy Bonds sold in October 2016. The annual payment of \$665,000 will be funded by assigned or committed fund balance as prescribed by the Governmental Accounting Standards Board (GASB) and the Texas Education Agency (TEA).

SEGUIN INDEPENDENT SCHOOL DISTRICT
2017 - 18 BUDGET PROJECTIONS
BUDGET DEVELOPMENT WORKSHEET
(* PROPOSAL - 2% PROF & .30/HR OTHER ***)**

budget snapshot as of:

May 19, 2017

LINE	REF	OBJ	REVENUE ESTIMATES:		
1	A		Current Year Tax Collections	50.33%	30,077,373
2			Delinquent Tax Collections	2.14%	1,279,695
3			Other Local Revenue	1.58%	946,000
4	B		State Revenue	37.56%	22,445,097
5	C		Teacher Retirement System - On-Behalf	5.21%	3,112,000
6			School Health and Related Services (SHARS)	2.75%	1,642,000
7			Federal Revenue	0.43%	255,000
	D	5xxx	Total Estimated Revenue		59,757,165
			EXPENDITURE ESTIMATES:		
			Salaries & Benefits		
8			Salaries & Benefits	78.43%	46,869,417
9	E		Salaries & Benefits Increase	1.64%	980,000
10	F		Health Insurance Contribution Increase	0.28%	165,000
11			Teacher Retirement System - On-Behalf	5.21%	3,112,000
		61xx	Total Salaries & Benefits	85.56%	51,126,417
	G		Other Operating Costs		
12		62xx	Contracted Service & Utilities	7.66%	4,575,351
13		63xx	Supplies & Materials	4.45%	2,660,204
14		64xx	Travel, Fees, & Other	1.47%	878,747
15		66xx	Capital Outlay	0.86%	516,446
			Total Other Operating Costs	14.44%	8,630,748
			Total Estimated Expenditures	100.00%	59,757,165
			SURPLUS / (DEFICIT)		(0)

REFERENCES

LINE:

See page 10 for a detailed explanation of "LINE" references above.

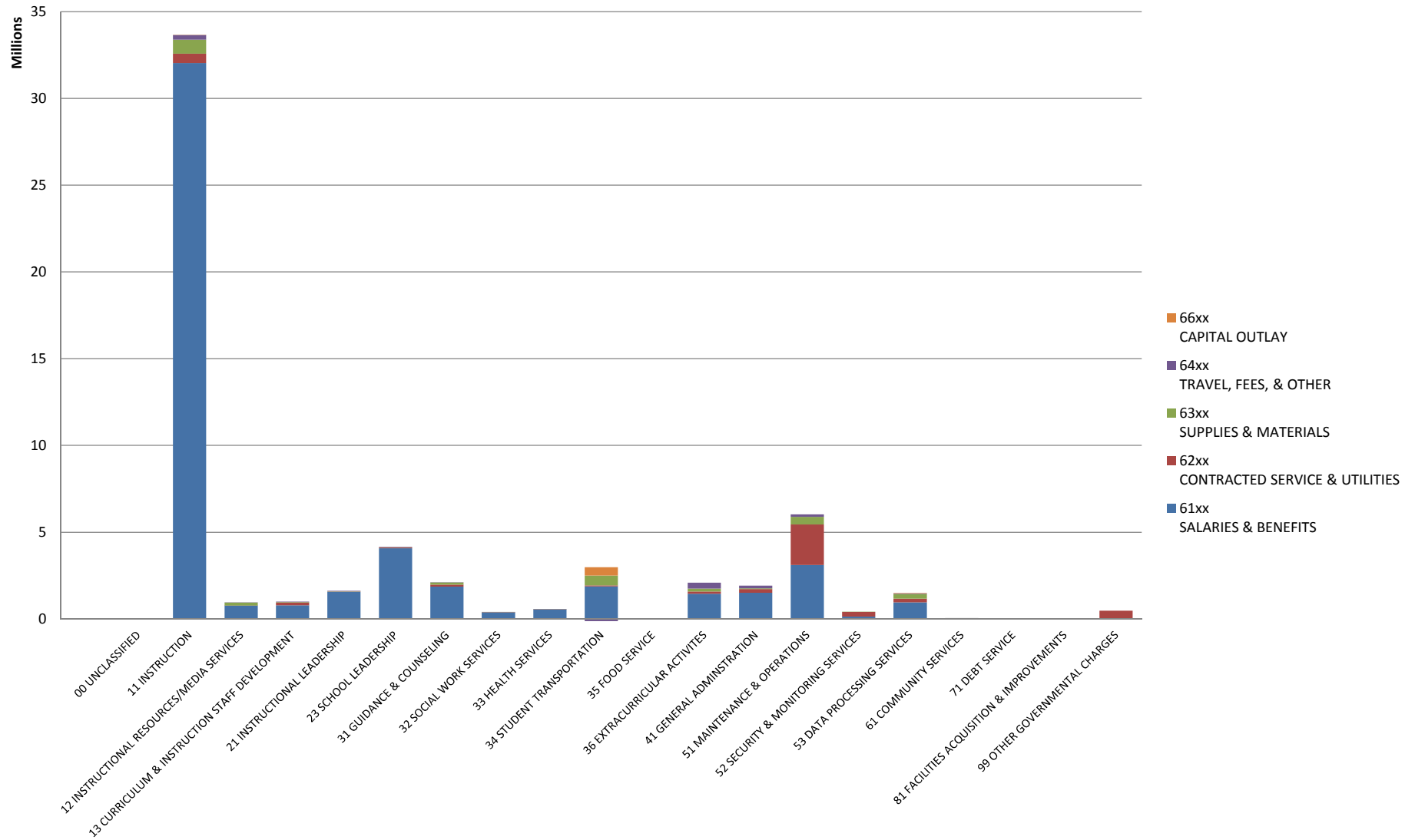
REF:

Assumptions for 2017 - 18:

A	Tax levy based on Preliminary Values
B	Student enrollment growth of 0%
C	Increase in TRS on-behalf
D	Current laws applicable to state finance funding for school districts
E	Salary & benefits increase: 2% teachers and professional staff .30/hour clerical and trades
F	Health insurance contribution increase of \$22 per month per employee 17-18 total district contribution will be \$315/mth (22+293=315)
G	See "Approved Operating Cost Additons" for detail

SEGUIN INDEPENDENT SCHOOL DISTRICT
2017 – 18 BUDGET DEVELOPMENT
ANALYTICAL DATA *(2017-18 projections based on 2% proposal)*

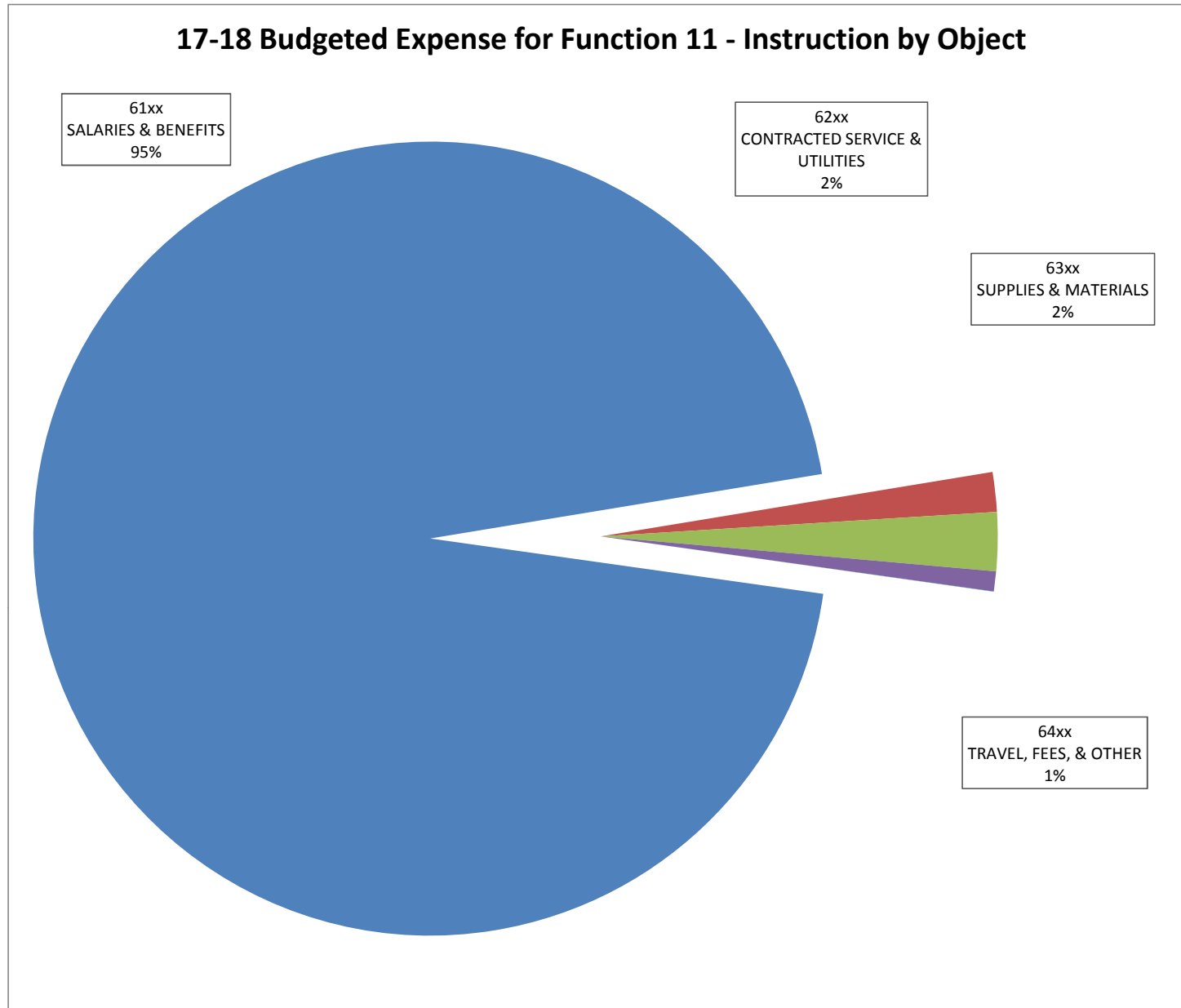
17-18 Budgeted Expense by Function & Object



CONCLUSIONS:

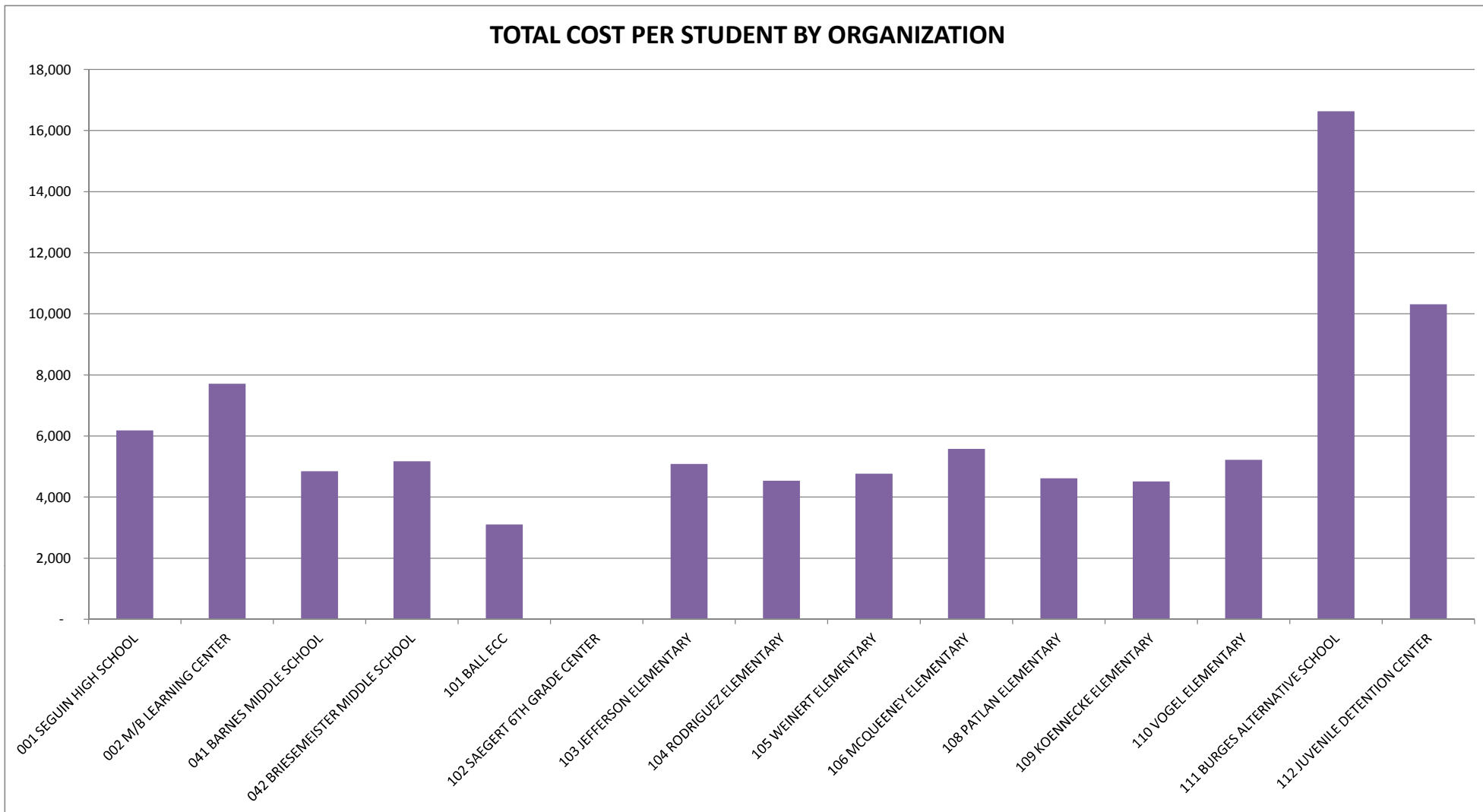
1. The majority of District expense is associated with function 11 - Instruction.
2. The majority of District expense for any of the function categories is associated with Object 61xx - Salaries & Benefits.

17-18 Budgeted Expense for Function 11 - Instruction by Object



CONCLUSIONS:

1. 95% District expense for function 11 - Instruction is associated with Object 61xx - Salaries & Benefits.

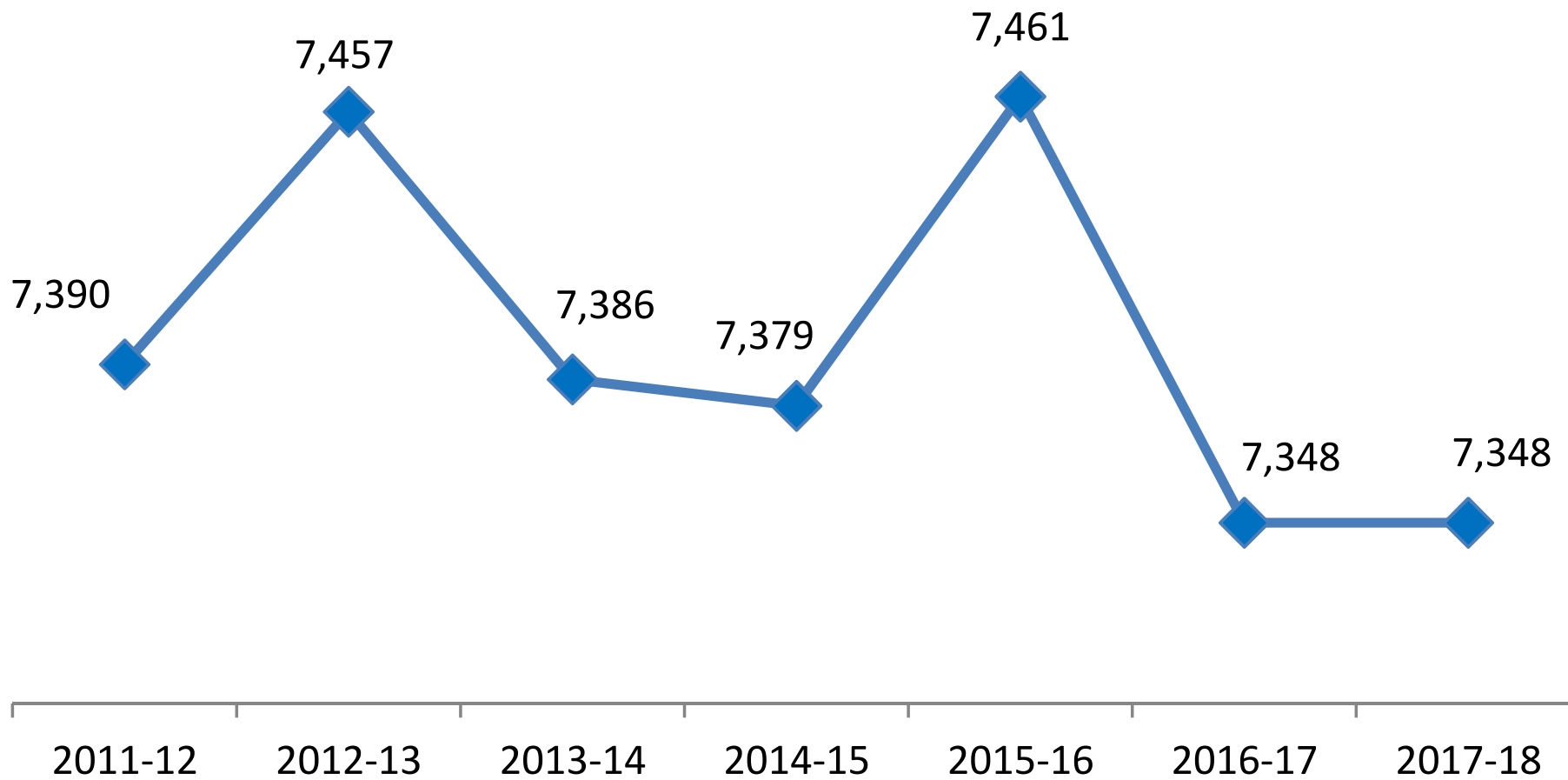


CONCLUSIONS:

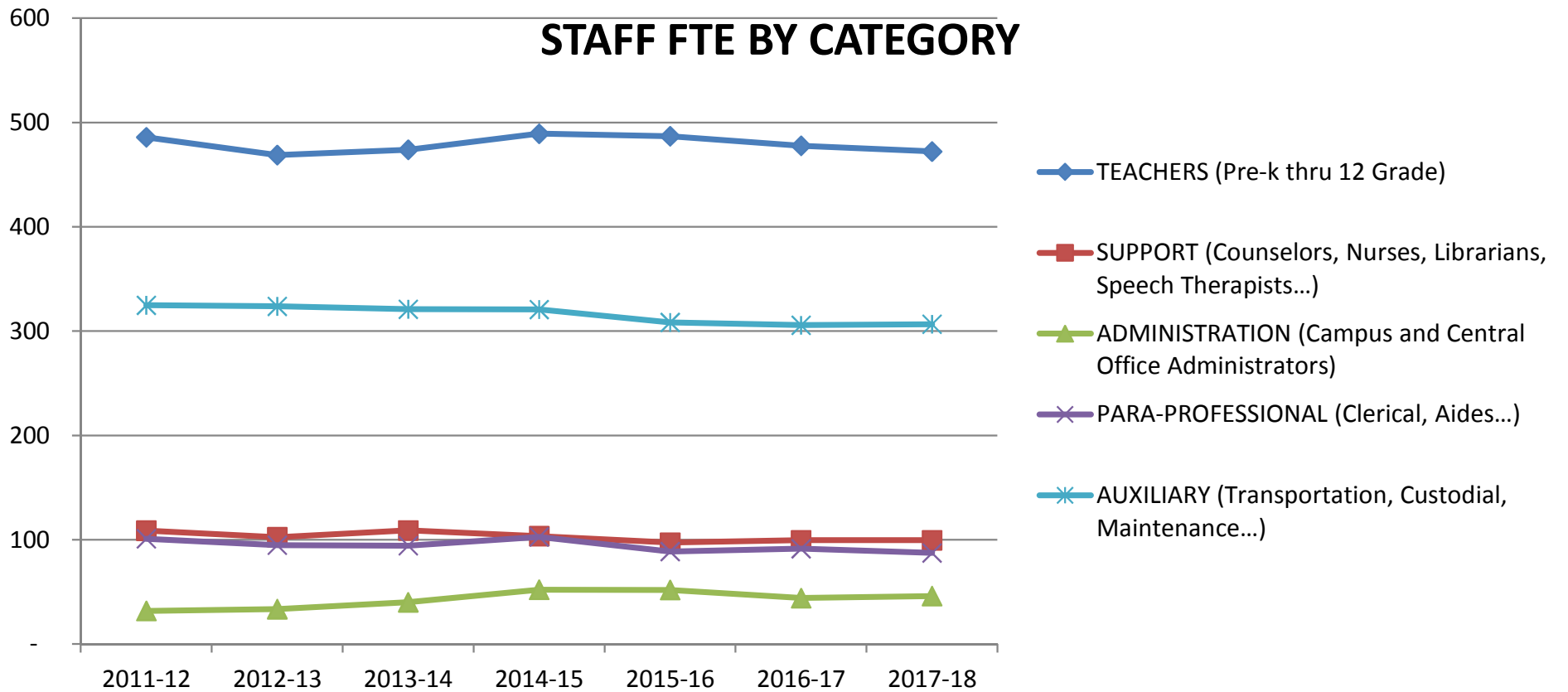
1. The cost per student is significantly higher at locations designed to offer special services.

SEGUIN INDEPENDENT SCHOOL DISTRICT
2017 – 18 BUDGET DEVELOPMENT
TREND DATA *(2017-18 projections based on 2% proposal)*

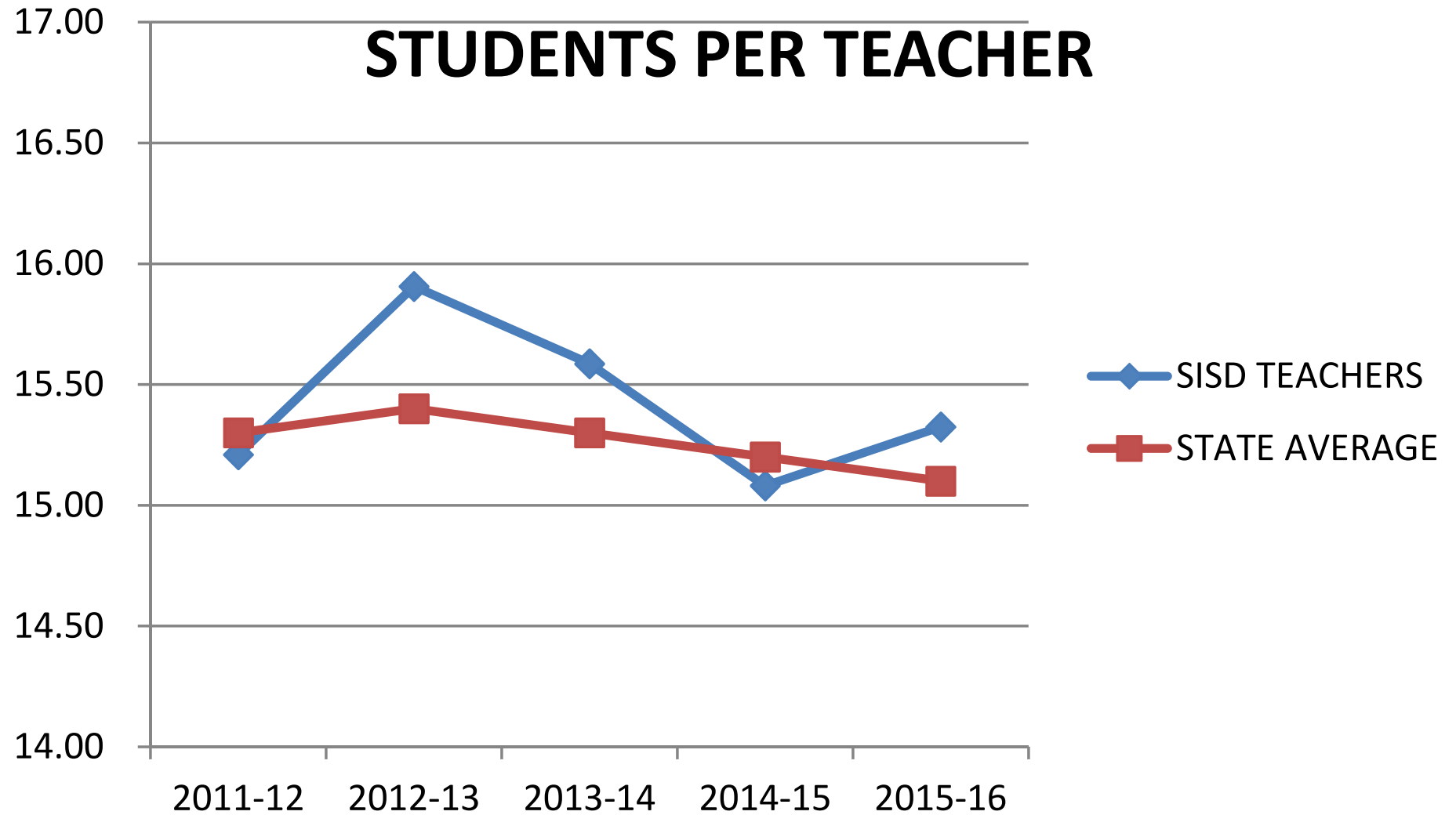
DISTRICT-WIDE ENROLLMENT



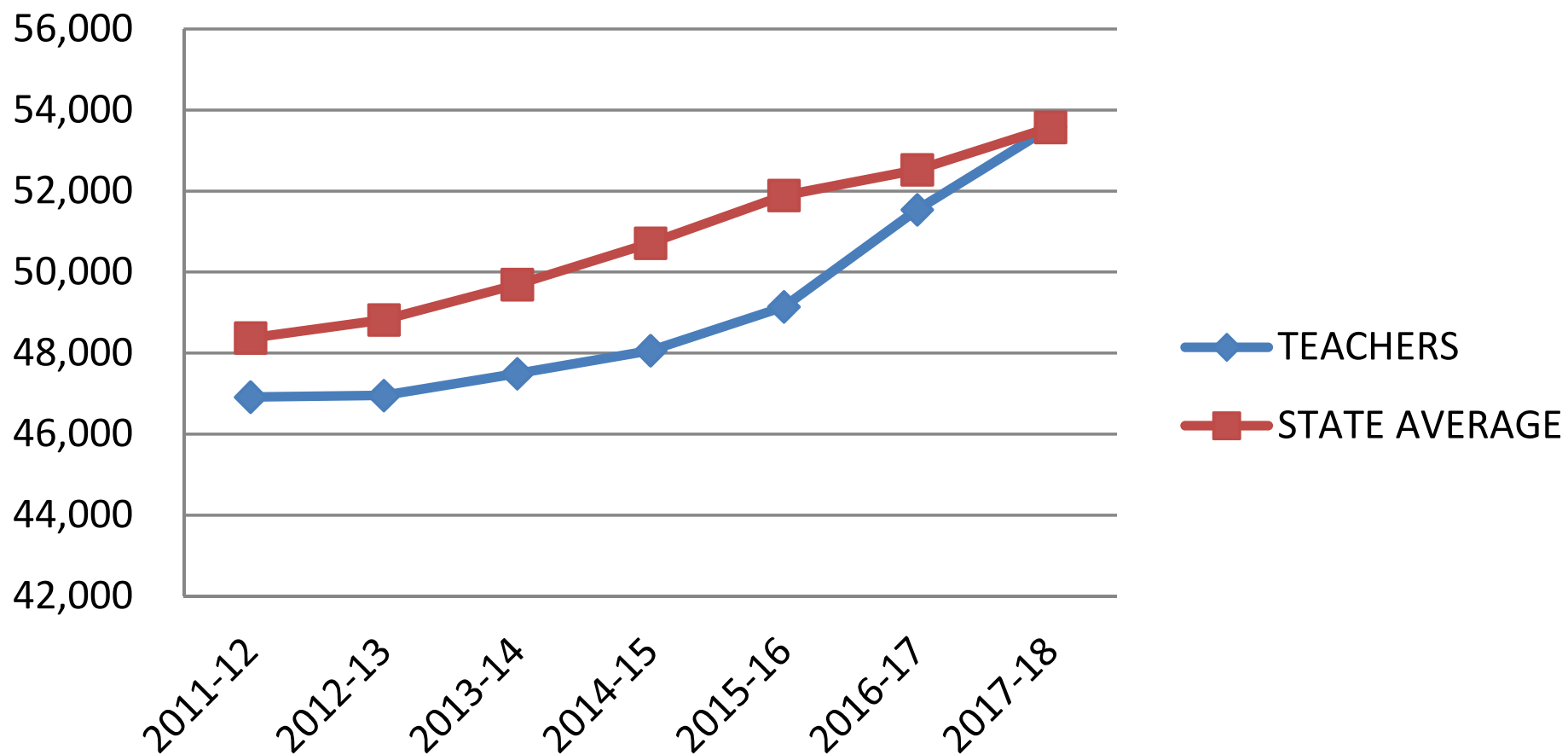
STAFF FTE BY CATEGORY



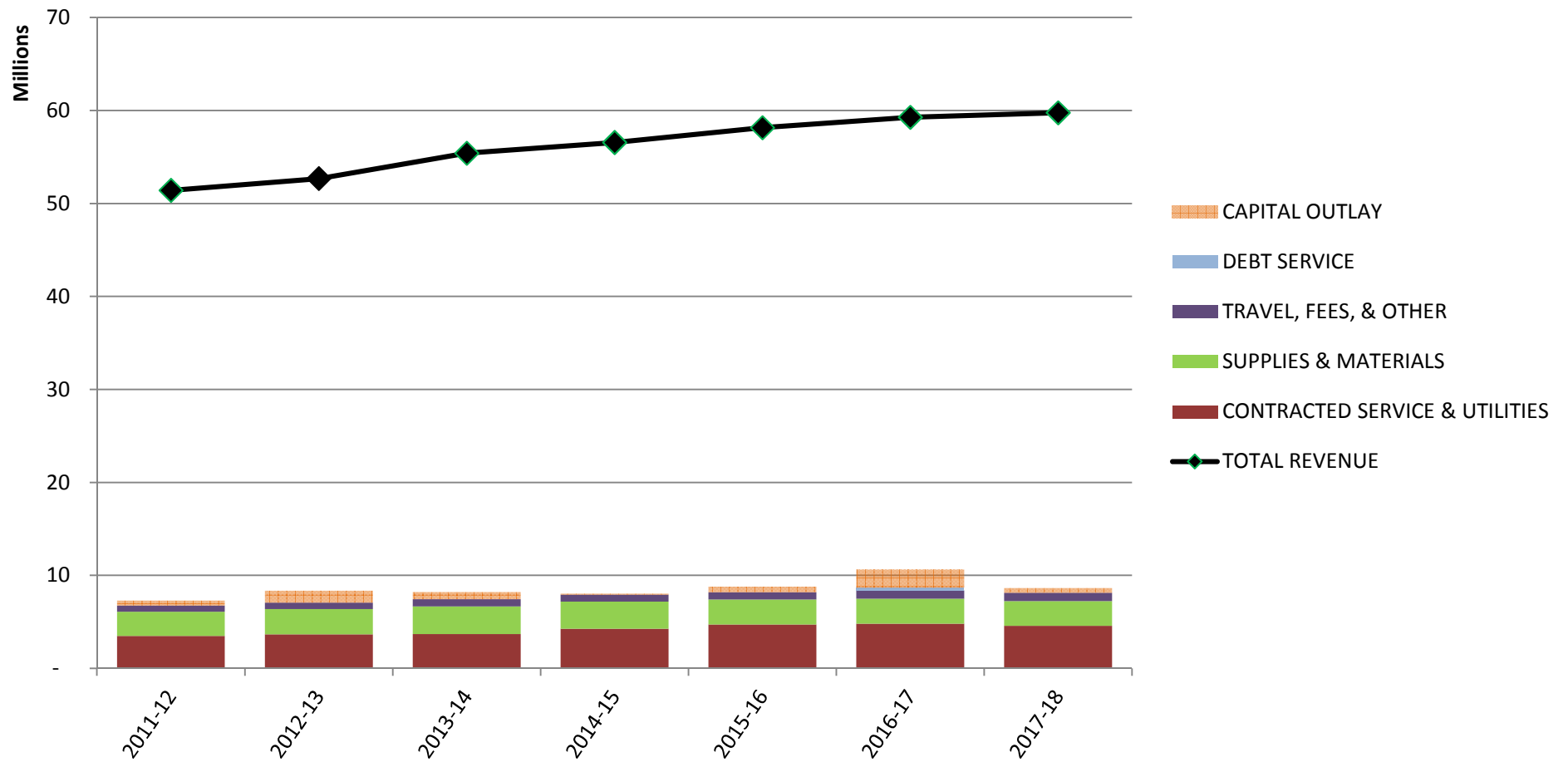
STUDENTS PER TEACHER



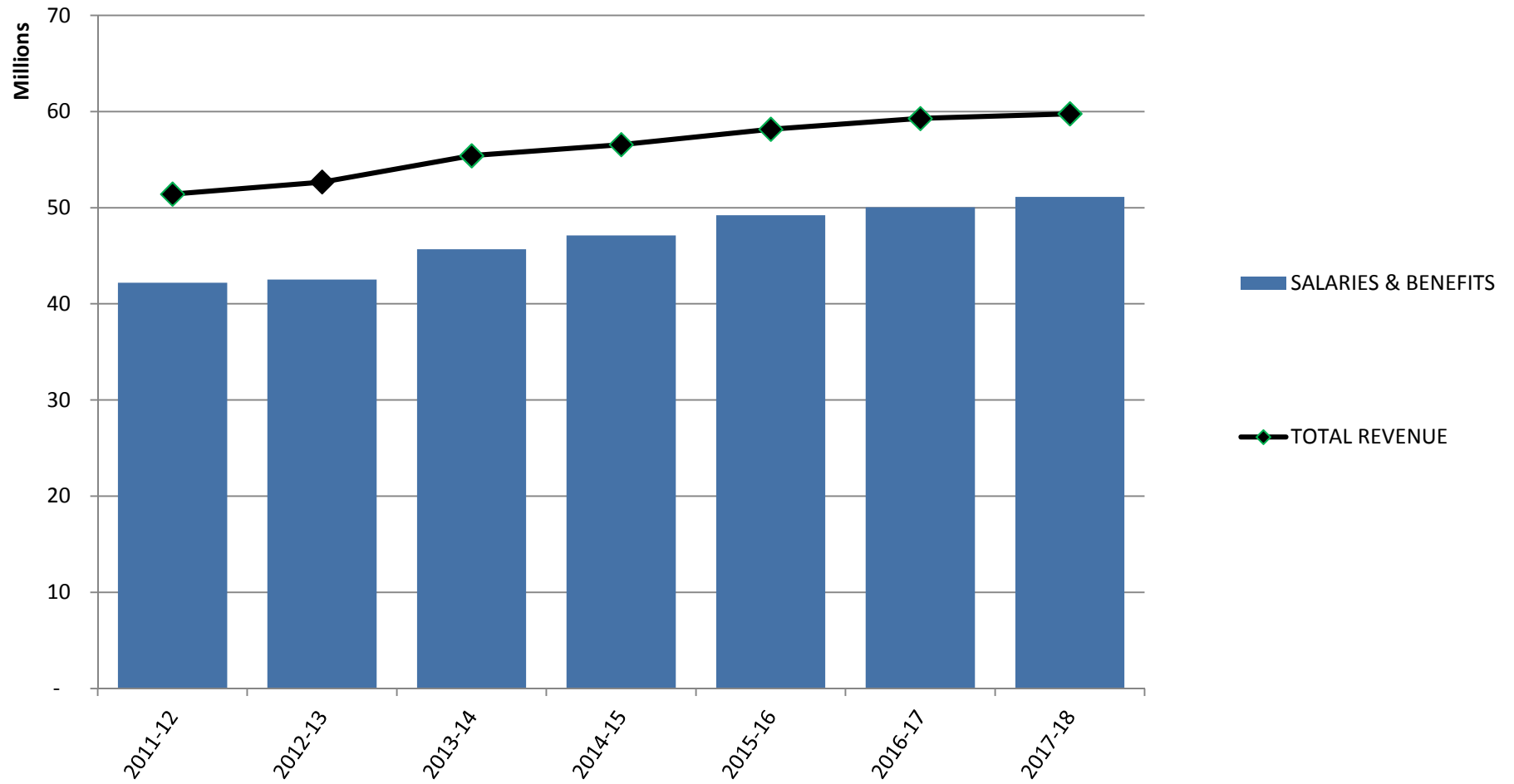
TEACHER BASE PAY



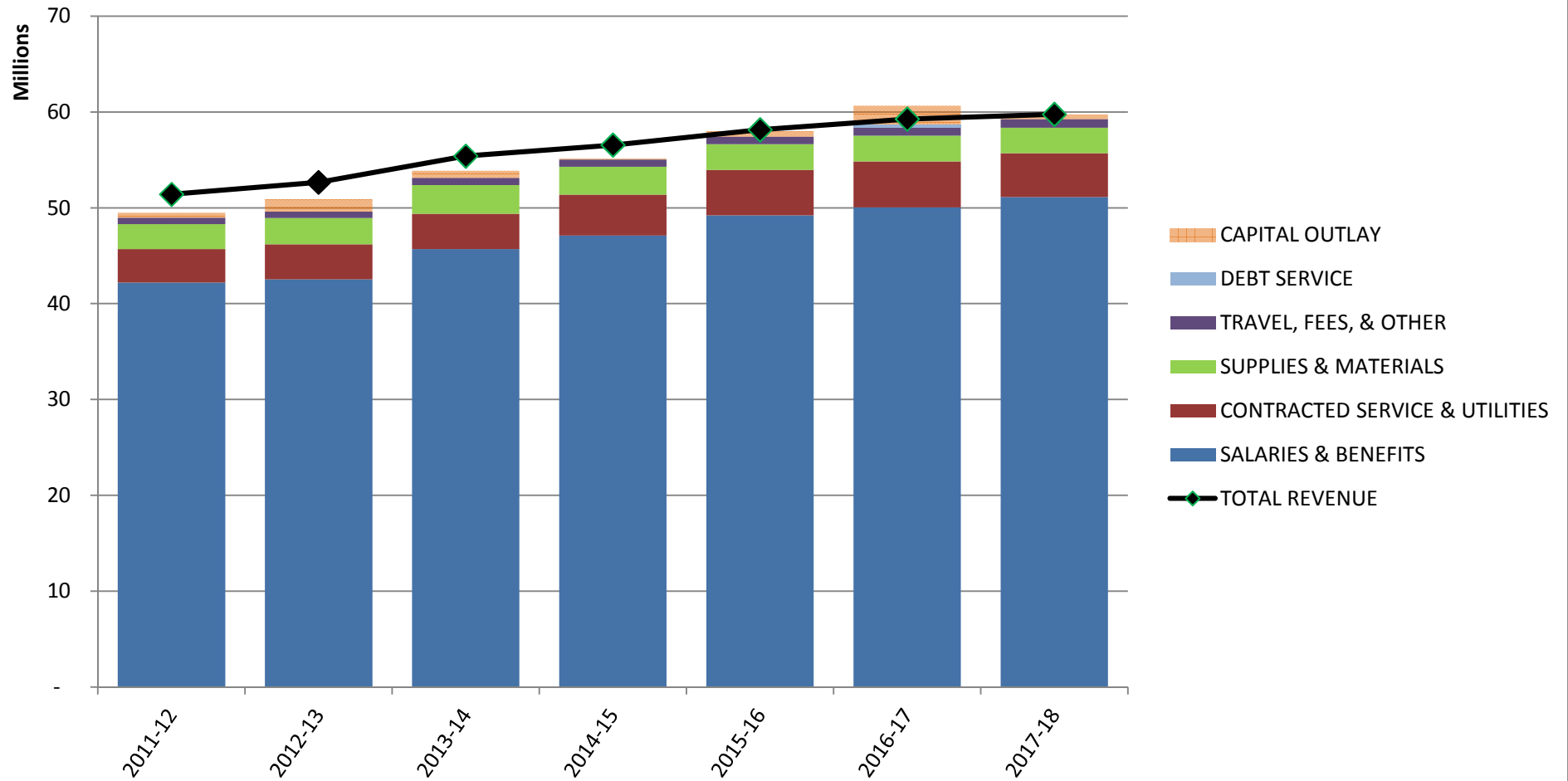
REVENUE vs. NON-PAYROLL EXPENSE



REVENUE vs. PAYROLL EXPENSE



REVENUE vs. ALL EXPENSE



SEGUIN INDEPENDENT SCHOOL DISTRICT
2017 – 18 BUDGET DEVELOPMENT
ORIGINAL & ADOPTED COMPARISON

**SEGUIN INDEPENDENT SCHOOL DISTRICT
2017-18 BUDGET PROPOSAL**

DESCRIPTION: 2% INCREASE TEACHERS & PROFESSIONALS, .30/HR ALL OTHER STAFF, ADDITIONAL \$22/MONTH DISTRICT HEALTH INSURANCE CONTRIBUTION ALL EMPLOYEES

	* GENERAL OPERATING FUND				FOOD SERVICE FUND				DEBT SERVICE FUND				COMBINED TOTAL ALL FUNDS			
	2016-2017		2017-18		2016-2017		2017-18		2016-2017		2017-18		2016-2017		2017-18	
	4/30/2017 BUDGET	PER PUPIL 7,359	PROPOSED BUDGET	PER PUPIL 7,359	4/30/2017 BUDGET	PER PUPIL 7,359	PROPOSED BUDGET	PER PUPIL 7,359	4/30/2017 BUDGET	PER PUPIL 7,359	PROPOSED BUDGET	PER PUPIL 7,359	4/30/2017 BUDGET	PER PUPIL 7,359	PROPOSED BUDGET	PER PUPIL 7,359
REVENUE																
Property Taxes	30,700,000		31,357,068		-		-		11,122,866		11,102,353		41,822,866		42,459,421	
Other Local Sources	945,000		946,000		874,000		820,000		10,000		30,000		1,829,000		1,796,000	
State Sources	25,936,000		25,557,097		35,000		50,000		240,000		275,000		26,211,000		25,882,097	
Federal Sources	1,690,000		1,897,000		3,306,000		3,175,000		-				4,996,000		5,072,000	
TOTAL REVENUE	59,271,000		59,757,165		4,215,000		4,045,000		11,372,866		11,407,353		74,858,866		75,209,518	
EXPENDITURES																
11 Instruction	33,011,892	4,486	33,663,474	4,584	-	-	-	-	-	-	-	-	33,011,892	4,486	33,663,474	4,574
12 Instr Resources/Media Svcs	934,526	127	953,178	130	-	-	-	-	-	-	-	-	934,526	127	953,178	130
13 Curr & Inst Staff Develop	976,647	133	1,001,954	136	-	-	-	-	-	-	-	-	976,647	133	1,001,954	136
21 Instructional Leadership	1,439,240	196	1,617,494	220	-	-	-	-	-	-	-	-	1,439,240	196	1,617,494	220
23 School Leadership	4,164,405	566	4,160,160	566	-	-	-	-	-	-	-	-	4,164,405	566	4,160,160	565
31 Guidance & Counseling	1,946,782	265	2,112,946	288	-	-	-	-	-	-	-	-	1,946,782	265	2,112,946	287
32 Social Work Services	390,785	53	399,946	54	-	-	-	-	-	-	-	-	390,785	53	399,946	54
33 Health Services	540,996	74	552,747	75	-	-	-	-	-	-	-	-	540,996	74	552,747	75
34 Student Transportation	2,679,875	364	2,837,854	386	-	-	-	-	-	-	-	-	2,679,875	364	2,837,854	386
35 Food Services	49,999	7	-	-	4,156,005	565	4,034,500	548	-	-	-	-	4,206,004	572	4,034,500	548
36 Extra-curricular Activities	3,415,926	464	2,084,900	284	-	-	-	-	-	-	-	-	3,415,926	464	2,084,900	283
41 General Administration	1,956,785	266	1,919,853	261	-	-	-	-	-	-	-	-	1,956,785	266	1,919,853	261
51 Plant Maintenance	6,361,139	864	6,023,573	820	58,750	8	10,000	1	-	-	-	-	6,419,889	872	6,033,573	820
52 Security Services	375,679	51	411,525	56	245	-	500	-	-	-	-	-	375,924	51	412,025	56
53 Data Processing Services	1,509,783	205	1,494,059	203	-	-	-	-	-	-	-	-	1,509,783	205	1,494,059	203
61 Community Services	49,924	7	48,177	7	-	-	-	-	-	-	-	-	49,924	7	48,177	7
71 Debt Service	300,000	41	-	-	-	-	-	-	11,372,866	1,545	11,407,353	1,550	11,672,866	1,586	11,407,353	1,550
81 Facilities Constr/Improvements	85,612	12	-	-	-	-	-	-	-	-	-	-	85,612	12	-	-
99 Other Governmental Charges	475,325	65	475,325	65	-	-	-	-	-	-	-	-	475,325	65	475,325	65
TOTAL EXPENDITURES	60,665,320	8,244	59,757,165	8,137	4,215,000	573	4,045,000	550	11,372,866	1,545	11,407,353	1,550	76,253,186	10,362	75,209,518	10,220
* SURPLUS / (DEFICIT)	(1,394,320)		-		-		-		-		-		(1,394,320)		-	

*** Note Disclosures:**

- General Operating Fund excluding QZAB funded transactions for comparative analysis.
- The \$1,394,320 deficit reflected for 2016-17 General Operating Fund is for the following items as directed by the SISD Board of Trustees:

Purchase of Video Scoreboard for Matador Stadium	1,350,000
Required Transformer Upgrade at Matador Stadium	18,320
Increase Expenses for TRE and Trustee Elections	26,000
2016-17 Budgeted Deficit	<u>1,394,320</u>

**SEGUIN INDEPENDENT SCHOOL DISTRICT
2017-18 PROPOSED BUDGET**

	GENERAL OPERATING FUND	FOOD SERVICE FUND	DEBT SERVICE FUND	COMBINED TOTAL ALL FUNDS
REVENUE				
Property Taxes	31,357,068	-	11,102,353	42,459,421
Other Local Sources	946,000	820,000	30,000	1,796,000
State Sources	25,557,097	50,000	275,000	25,882,097
Federal Sources	1,897,000	3,175,000		5,072,000
TOTAL REVENUE	59,757,165	4,045,000	11,407,353	75,209,518
EXPENDITURES				
11 Instruction	33,663,474	-	-	33,663,474
12 Instr Resources/Media Svcs	953,178	-	-	953,178
13 Curr & Inst Staff Develop	1,001,954	-	-	1,001,954
21 Instructional Leadership	1,617,494	-	-	1,617,494
23 School Leadership	4,160,160	-	-	4,160,160
31 Guidance & Counseling	2,112,946	-	-	2,112,946
32 Social Work Services	399,946	-	-	399,946
33 Health Services	552,747	-	-	552,747
34 Student Transportation	2,837,854	-	-	2,837,854
35 Food Services	-	4,034,500	-	4,034,500
36 Extra-curricular Activities	2,084,900	-	-	2,084,900
41 General Administration	1,919,853	-	-	1,919,853
51 Plant Maintenance	6,023,573	10,000	-	6,033,573
52 Security Services	411,525	500	-	412,025
53 Data Processing Services	1,494,059	-	-	1,494,059
61 Community Services	48,177	-	-	48,177
71 Debt Service	-	-	11,407,353	11,407,353
81 Facilities Constr/Improvements	-	-	-	-
99 Other Governmental Charges	475,325	-	-	475,325
TOTAL EXPENDITURES	59,757,165	4,045,000	11,407,353	75,209,518
SURPLUS / (DEFICIT)	-	-	-	-

NOTICE OF PUBLIC MEETING TO DISCUSS BUDGET AND PROPOSED TAX RATE

The Seguin Independent School District will hold a public meeting at 6:00 PM, June 27, 2017 in Seguin ISD Board Room at 1221 E. Kingsbury St., Seguin, TX 78155. **The purpose of this meeting is to discuss the school district's budget that will determine the tax rate that will be adopted. Public participation in the discussion is invited.**

The tax rate that is ultimately adopted at this meeting or at a separate meeting at a later date may not exceed the proposed rate shown below unless the district publishes a revised notice containing the same information and comparisons set out below and holds another public meeting to discuss the revised notice.

Maintenance Tax	\$1.060000/\$100 (proposed rate for maintenance and operations)				
School Debt Service Tax	\$0.360000/\$100 (proposed rate to pay bonded indebtedness)				
Approved by Local Voters					
<u>Comparison of Proposed Budget with Last Year's Budget</u>					
The applicable percentage increase or decrease (or difference) in the amount budgeted in the preceding fiscal year and the amount budgeted for the fiscal year that begins during the current tax year is indicated for each of the following expenditure categories.					
Maintenance and operations	-1.50 % decrease				
Debt Service	0.30 % increase				
Total expenditures	-1.21 % decrease				
<u>Total Appraised Value and Total Taxable Value</u>					
(as calculated under Section 26.04, Tax Code)					
	<u>Preceding Tax Year</u>	<u>Current Tax Year</u>			
Total appraised value* of all property	\$4,154,283,881	\$4,413,552,026			
Total appraised value* of new property**	\$81,035,733	\$76,509,082			
Total taxable value*** of all property	\$3,144,803,600	\$3,472,683,464			
Total taxable value*** of new property**	\$73,514,575	\$73,727,846			
*Appraised value is the amount shown on the appraisal roll and defined by Section 1.04(8), Tax Code.					
** "New property" is defined by Section 26.012(17), Tax Code.					
*** "Taxable value" is defined by Section 1.04(10), Tax Code.					
<u>Bonded Indebtedness</u>					
Total amount of outstanding and unpaid bonded indebtedness* \$139,858,356					
*Outstanding principal.					
<u>Comparison of Proposed Rates with Last Year's Rates</u>					
	<u>Maintenance & Operations</u>	<u>Interest & Sinking Fund*</u>	<u>Total</u>	<u>Local Revenue Per Student</u>	<u>State Revenue Per Student</u>
Last Year's Rate	\$1.060000	\$0.360000*	\$1.420000	\$6,237	\$3,255
Rate to Maintain Same Level of Maintenance & Operations Revenue & Pay Debt Service	\$1.141810	\$0.416020*	\$1.557830	\$6,416	\$3,355
Proposed Rate	\$1.060000	\$0.360000*	\$1.420000	\$6,363	\$3,355
*The Interest & Sinking Fund tax revenue is used to pay for bonded indebtedness on construction, equipment, or both.					
The bonds, and the tax rate necessary to pay those bonds, were approved by the voters of this district.					
<u>Comparison of Proposed Levy with Last Year's Levy on Average Residence</u>					
	<u>Last Year</u>	<u>This Year</u>			
Average Market Value of Residences	\$159,703	\$170,128			
Average Taxable Value of Residences	\$131,101	\$140,703			
Last Year's Rate Versus Proposed Rate per \$100 Value	\$1.420000	\$1.420000			
Taxes Due on Average Residence	\$1,861.63	\$1,997.98			
Increase (Decrease) in Taxes		\$136.35			
Under state law, the dollar amount of school taxes imposed on the residence homestead of a person 65 years of age or older or of the surviving spouse of such a person, if the surviving spouse was 55 years of age or older when the person died, may not be increased above the amount paid in the first year after the person turned 65, regardless of changes in tax rate or property value.					
Notice of Rollback Rate: The highest tax rate the district can adopt before requiring voter approval at an election is \$1.467750. This election will be automatically held if the district adopts a rate in excess of the rollback rate of \$1.467750.					
<u>Fund Balances</u>					
The following estimated balances will remain at the end of the current fiscal year and are not encumbered with or by a corresponding debt obligation, less estimated funds necessary for operating the district before receipt of the first state aid payment.					
Maintenance and Operations Fund Balance(s)	\$11,142,417				
Interest & Sinking Fund Balance(s)	\$8,808,637				