
BUDGET REDUCTION ADVISORY COMMITTEE

MARCH 21, 2024





INTRODUCTION/ROLL CALL





CFISD BY THE DECADES



CFISD DISTRICT DATA

1970

TAX RATE - 1.28

BUDGETED REVENUE

\$4,835,397

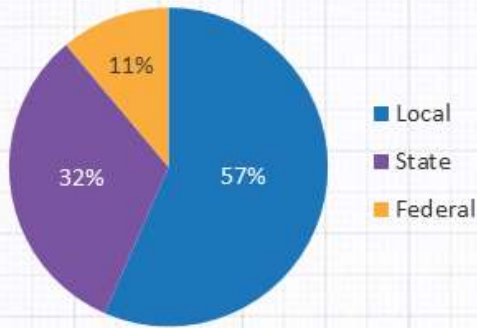
BUDGETED EXPENDITURES

\$4,935,397

SURPLUS/(DEFICIT)

(\$100,000)

Revenue Share



BOND PROGRAMS - NONE



6 SCHOOLS

AVERAGE BUILDING AGE - 10.9



ENROLLMENT - 3,525



CFISD DISTRICT DATA

1980

TAX RATE - 1.19

BUDGETED REVENUE

\$35,710,488

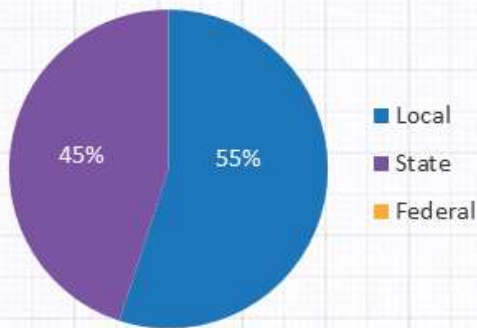
BUDGETED EXPENDITURES

\$36,165,390

SURPLUS/(DEFICIT)

(\$454,902)

Revenue Share



BOND PROGRAMS: 1983-\$90M, 1988-\$58M



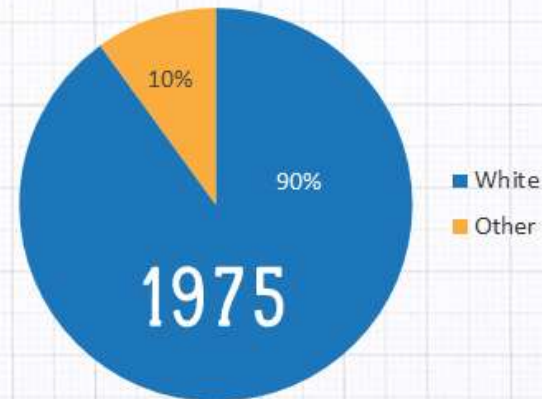
23 SCHOOLS

AVERAGE BUILDING AGE - 9.9
7 PORTABLES



ENROLLMENT - 18,000
GROWTH RATE - 511%

Student Demographics

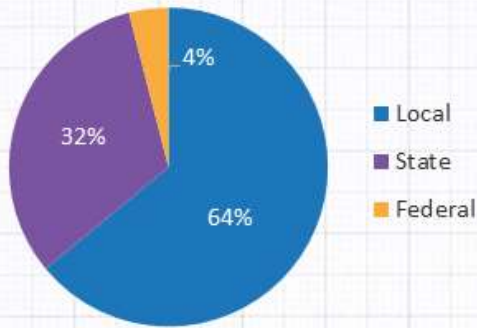


CFISD
DISTRICT DATA

1990

TAX RATE – 1.40
 BUDGETED REVENUE
 \$136,404,589
 BUDGETED EXPENDITURES
 \$140,297,264
 SURPLUS/(DEFICIT)
 (\$3,892,675)

Revenue Share



BOND PROGRAMS: 1990-\$98.5M, 1998-\$264.6M



36 SCHOOLS
 AVERAGE BUILDING AGE – 12.6

40 PORTABLES

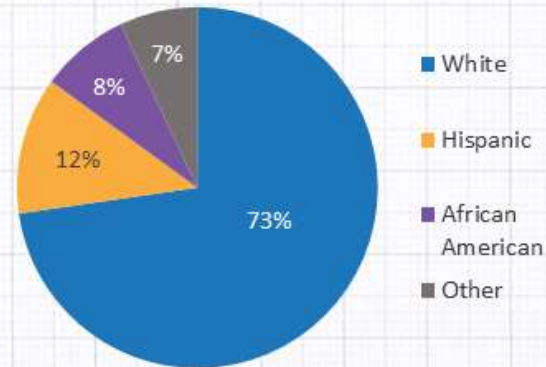


ENROLLMENT – 38,508

GROWTH RATE – 214%

STAFF – 4,546

Student Demographics

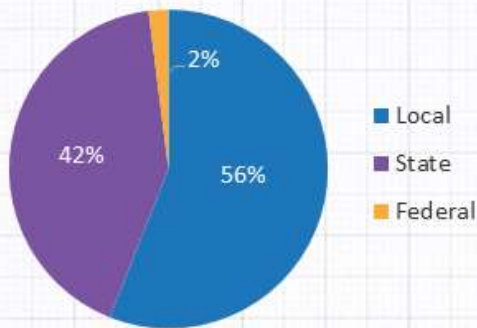


CFISD
DISTRICT DATA

2000

TAX RATE - 1.709
 BUDGETED REVENUE
 \$313,826,137
 BUDGETED EXPENDITURES
 \$313,826,137
 SURPLUS/(DEFICIT) - \$0

Revenue Share



BOND PROGRAMS:
 2001-\$470.5M, 2004-\$713.2M, 2007-\$806M



LANGUAGES
SPOKEN
50+

BILINGUAL
6,000

ECONOMICALLY
DISADVANTAGED
21.50%

SPECIAL ED
7,100

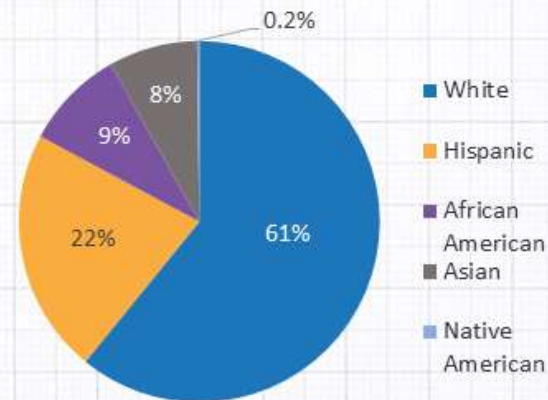
51 SCHOOLS

AVERAGE BUILDING AGE - 17.9
 171 PORTABLES



ENROLLMENT - 63,273
 GROWTH RATE - 64%
 STAFF - 8,425

Student Demographics



CFISD DISTRICT DATA

2010

TAX RATE - 1.41

BUDGETED REVENUE

\$686,432,769

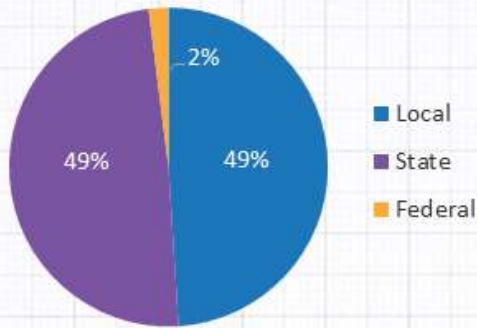
BUDGETED EXPENDITURES

\$678,146,461

SURPLUS/(DEFICIT)

\$8,286,308

Revenue Share



BOND PROGRAMS: 2014-\$1.2B, 2019-\$1.76B



LANGUAGES
SPOKEN

95

BILINGUAL

18,500

ECONOMICALLY
DISADVANTAGED

45%

SPECIAL ED

7,500

83 SCHOOLS

AVERAGE BUILDING AGE - 19.2

322 PORTABLES

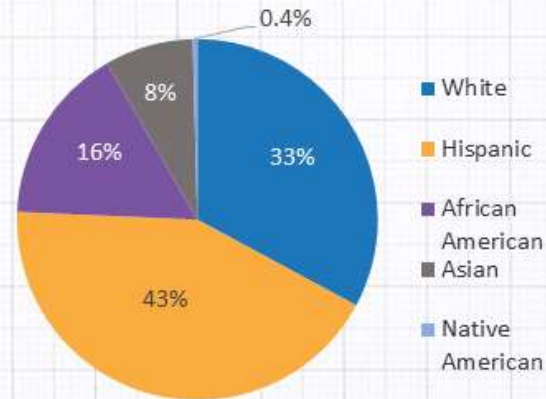


ENROLLMENT - 106,134

GROWTH RATE - 68%

STAFF - 13,440

Student Demographics



CFISD
DISTRICT DATA

2020

TAX RATE – 1.37

BUDGETED REVENUE

\$964,738,087

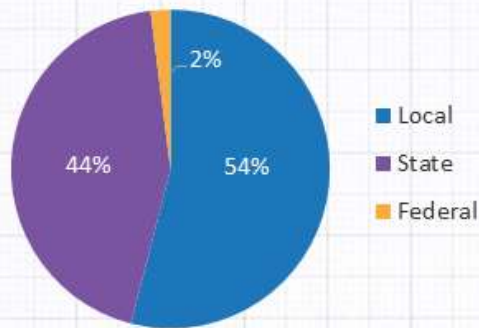
BUDGETED EXPENDITURES

\$992,256,686

SURPLUS/(DEFICIT)

(\$27,518,599)

Revenue Share



BOND PROGRAMS: NONE TO DATE

LANGUAGES
SPOKEN

100

BILINGUAL

16,128

ECONOMICALLY
DISADVANTAGED

55%

SPECIAL ED

11,784



92 SCHOOLS

AVERAGE BUILDING AGE – 26.4

273 PORTABLES

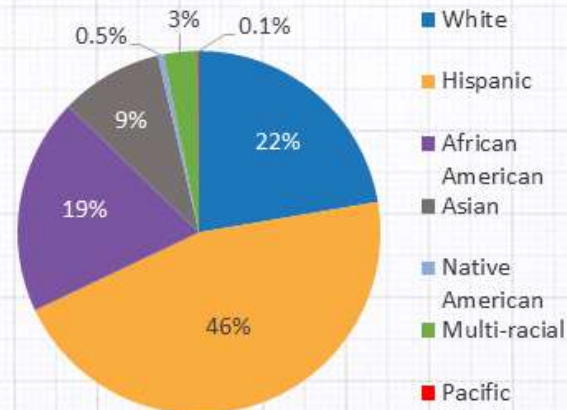


ENROLLMENT – 115,070

GROWTH RATE – 8%

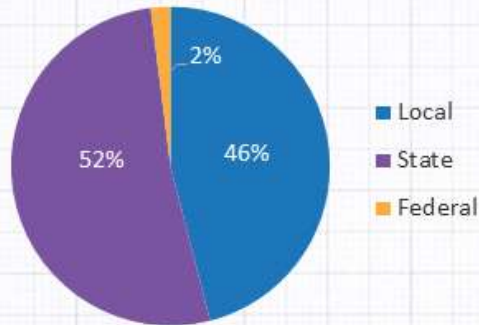
STAFF – 19,000

Student Demographics



TAX RATE – 1.0811
 BUDGETED REVENUE
 \$1,070,519,882
 BUDGETED EXPENDITURES
 \$1,209,131,955
 SURPLUS/(DEFICIT)
 (\$138,612,073)

Revenue Share



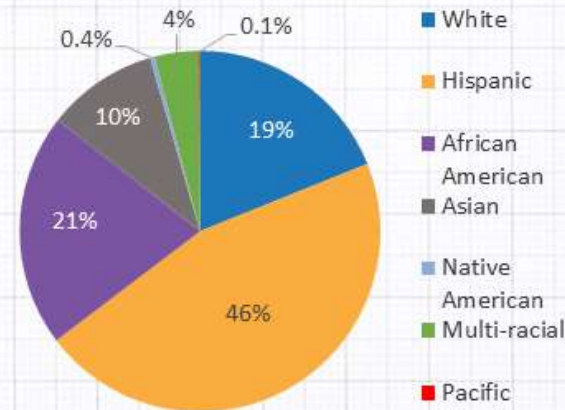
95 SCHOOLS

AVERAGE BUILDING AGE – 29
 270 PORTABLES



ENROLLMENT – 118,592
 STAFF – 19,000

Student Demographics



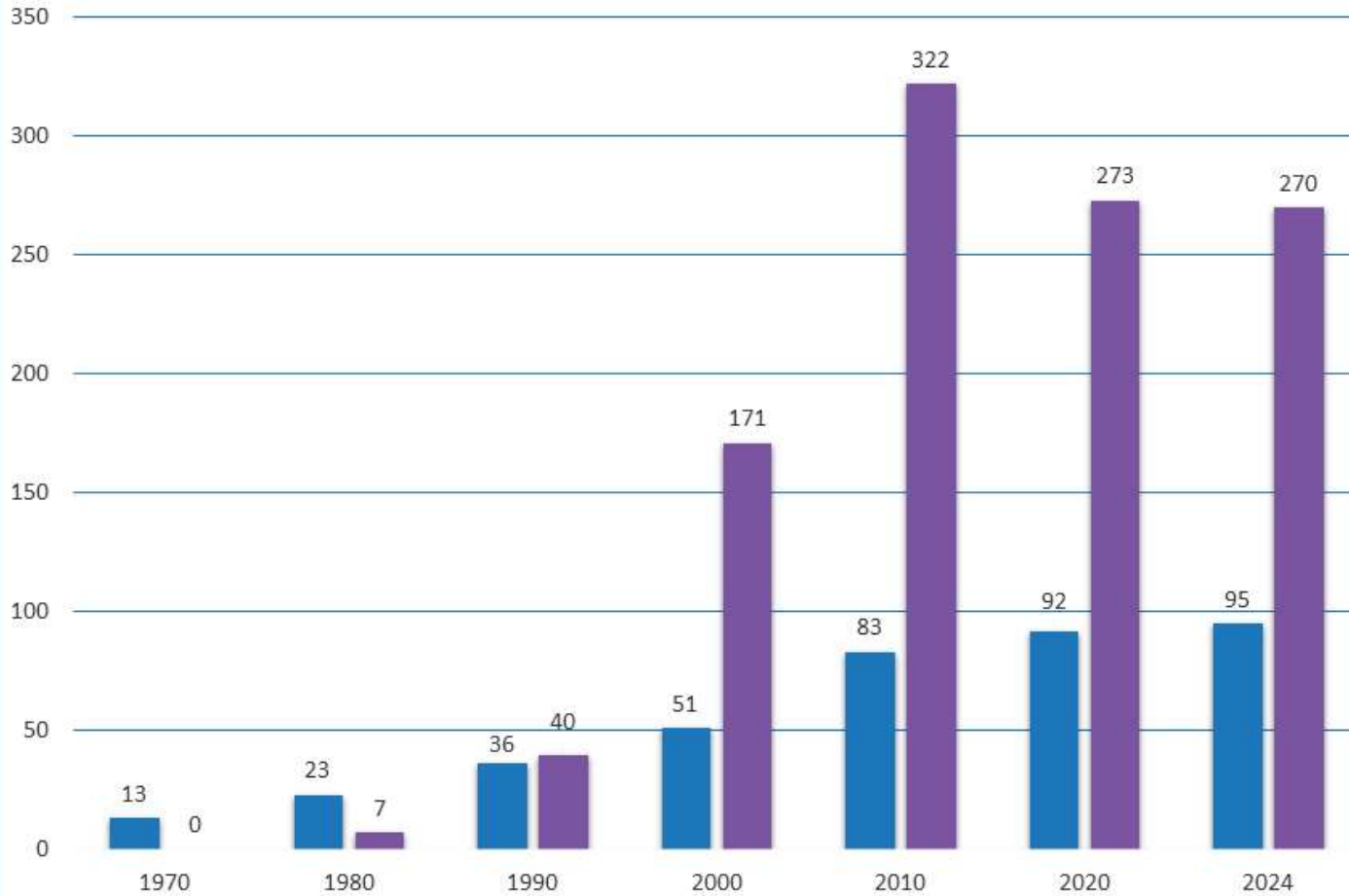
LANGUAGES SPOKEN
 100
 BILINGUAL
 22,878

ECONOMICALLY DISADVANTAGED
 59%
 SPECIAL ED
 15,361

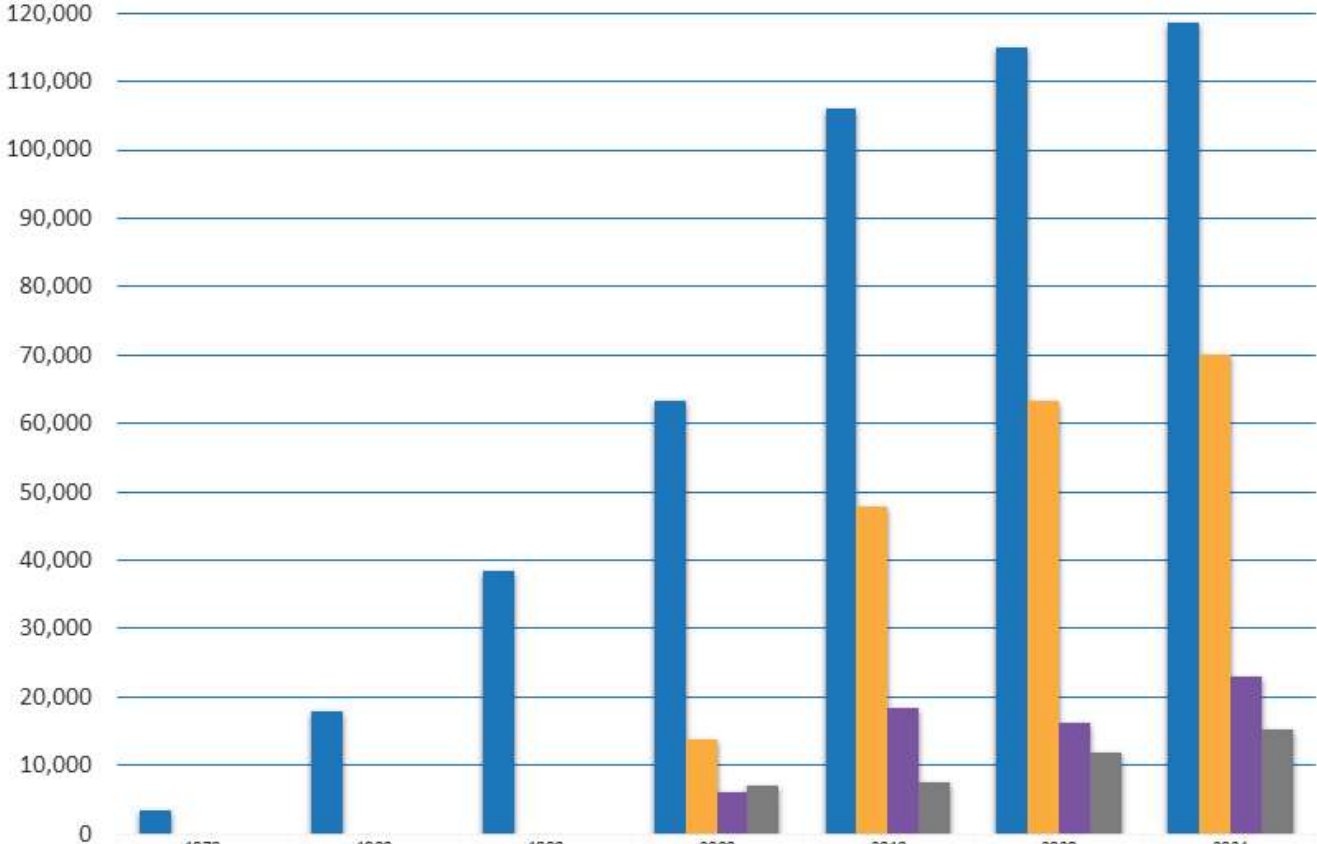


SCHOOL DATA

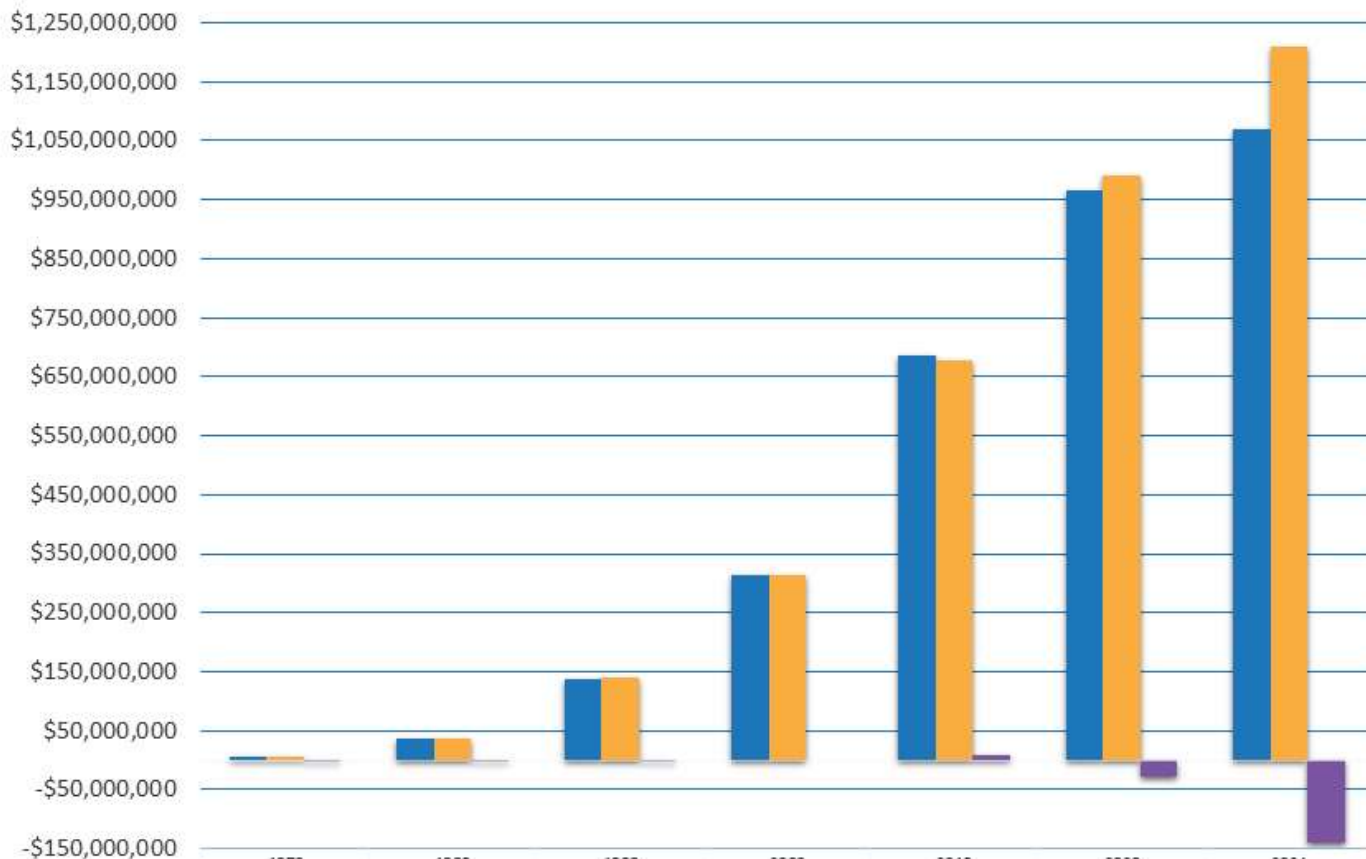
■ Number of Schools ■ Number of Portables



STUDENT DATA



BUDGET



	1970	1980	1990	2000	2010	2020	2024
Budgeted Revenue	\$4,835,397	\$35,710,488	\$136,404,589	\$313,826,137	\$686,432,769	\$964,738,087	\$1,070,519,882
Budgeted Expenditures	\$4,935,397	\$36,165,390	\$140,297,264	\$313,826,137	\$678,146,461	\$992,256,686	\$1,209,131,955
Surplus/(Deficit)	-\$100,000	-\$454,902	-\$3,892,675	\$0	\$8,286,308	-\$27,518,599	-\$138,612,073

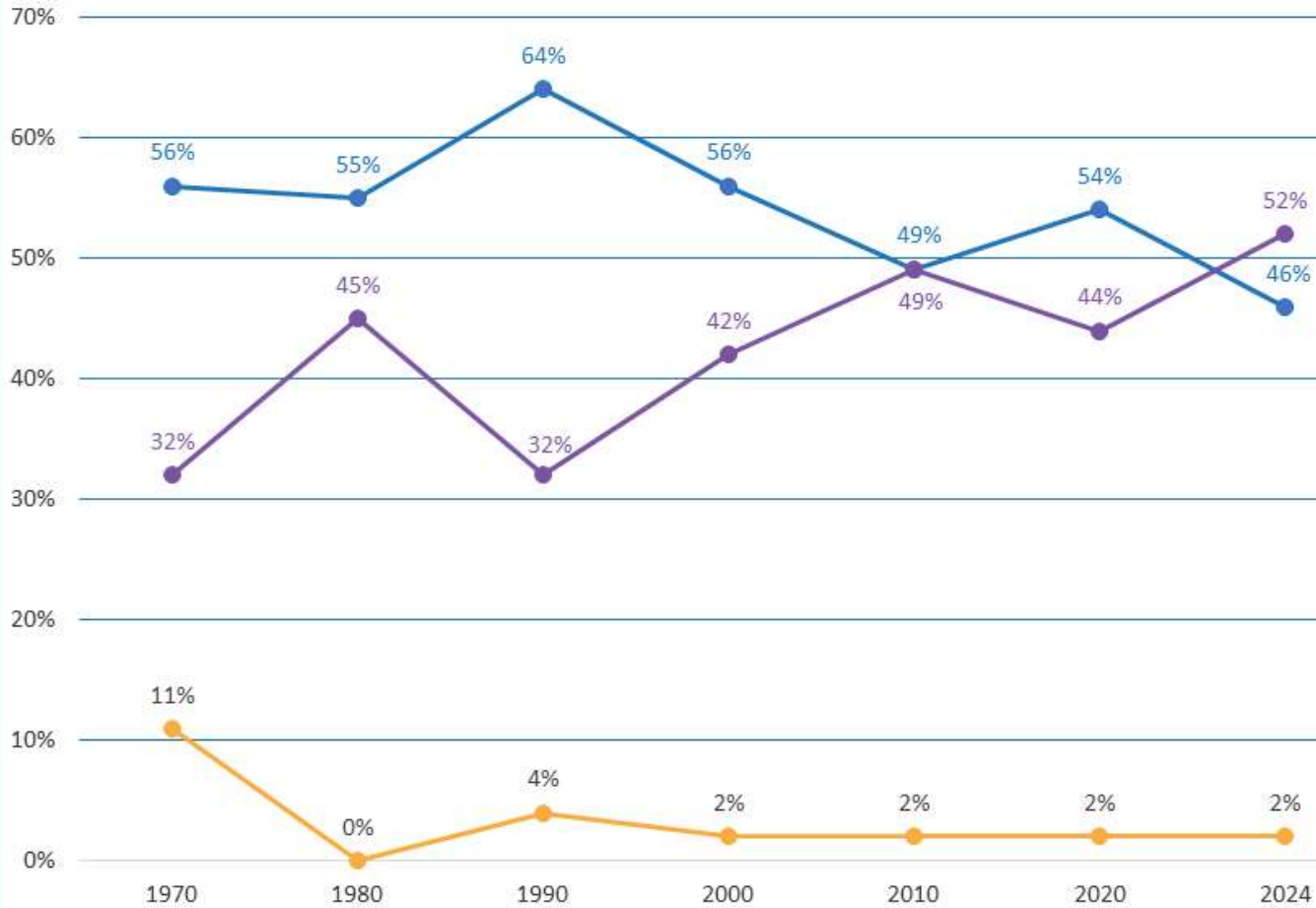


TAX RATE



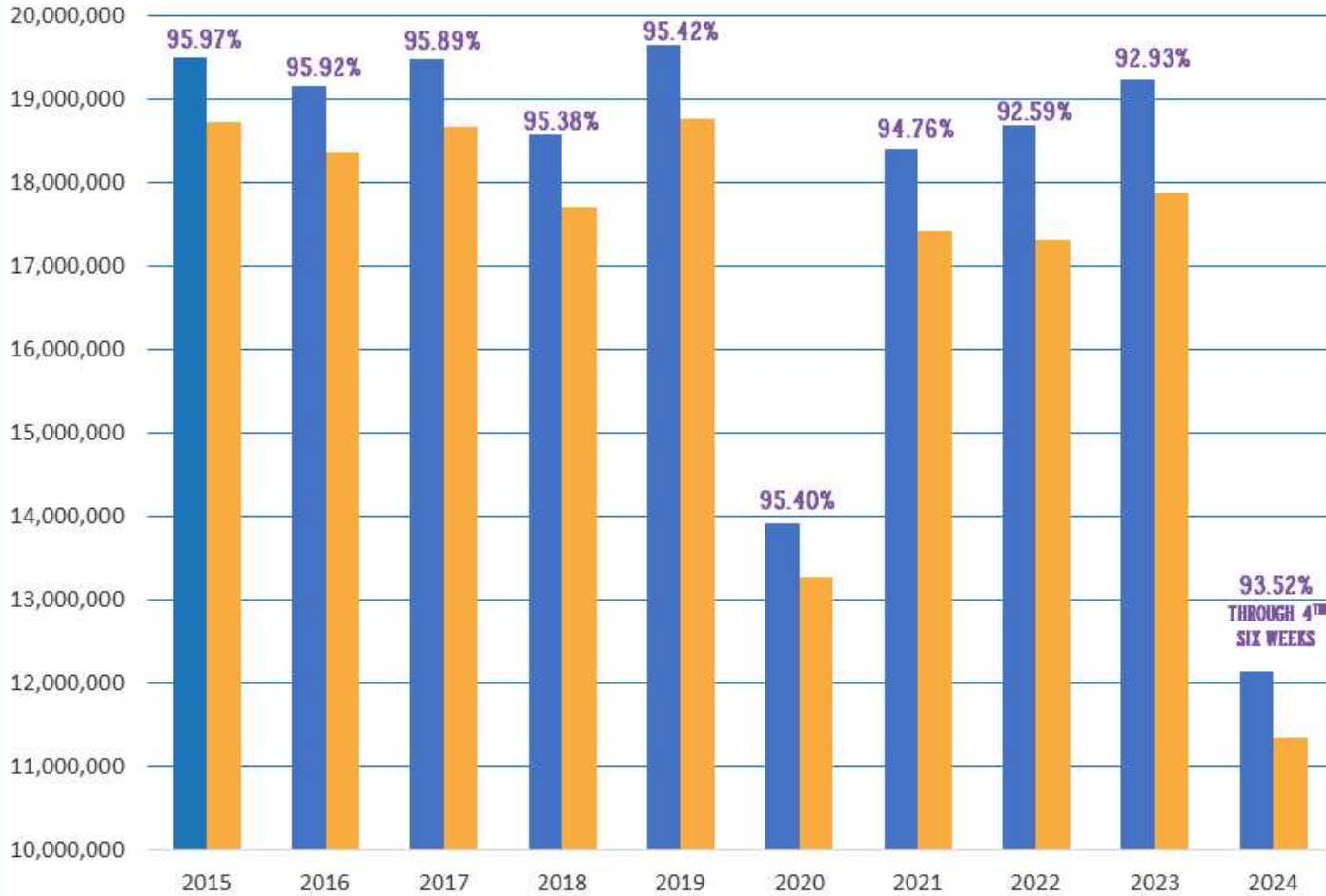
REVENUE SHARE

Local State Federal



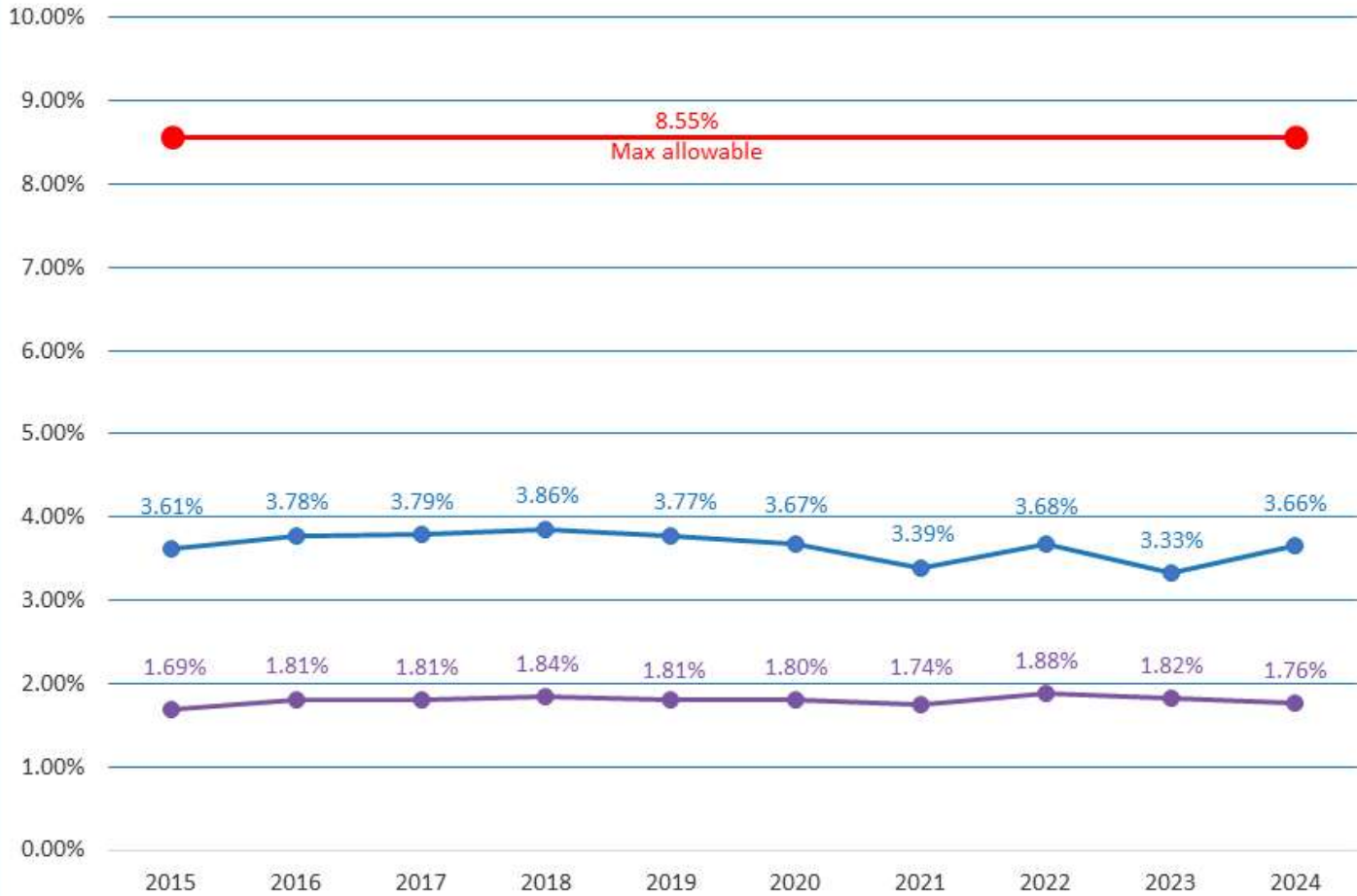
AVERAGE DAILY ATTENDANCE (ADA) & MEMBERSHIP

■ Total Days Eligible for Funding (Membership) ■ Total Days Present ■ ADA %

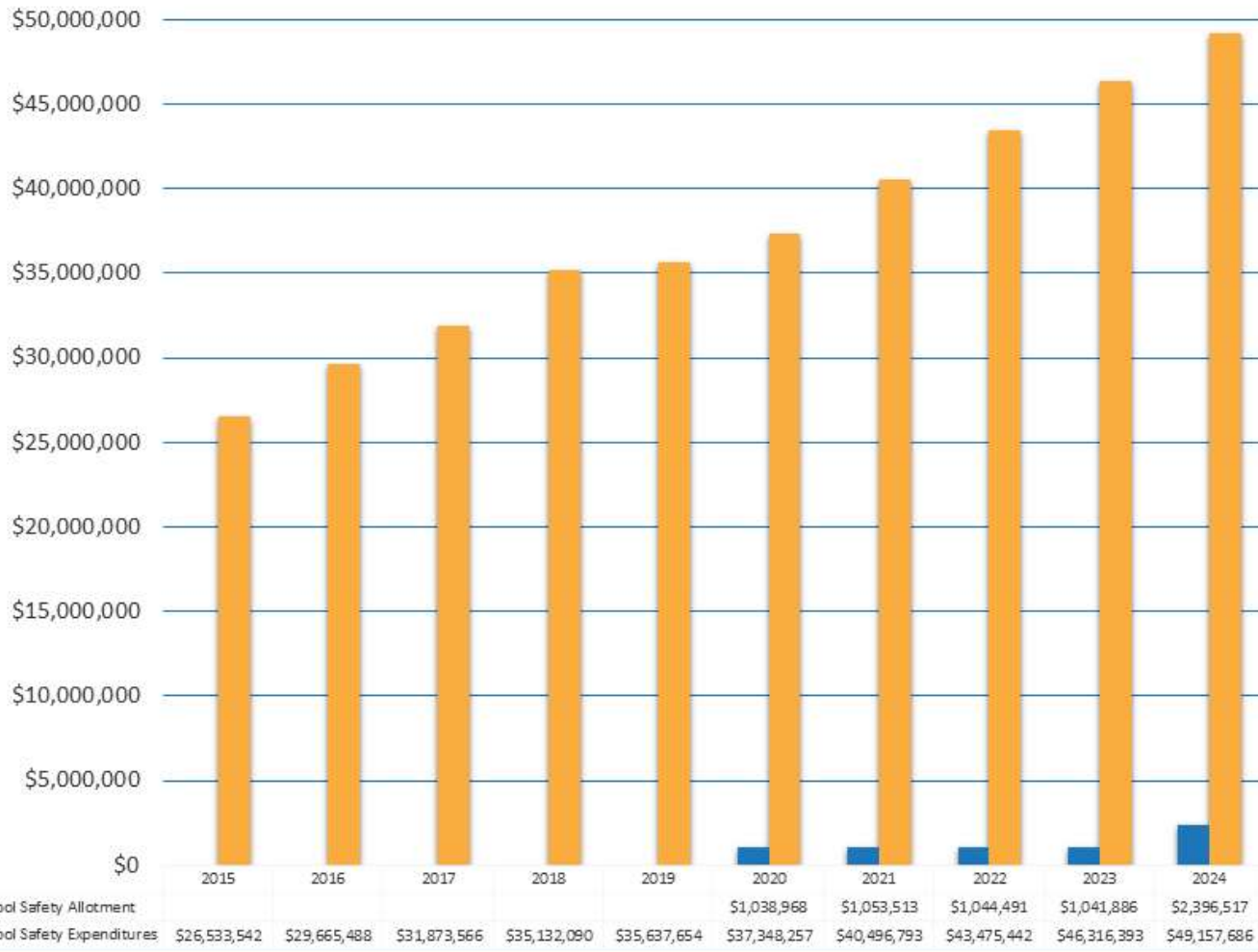


ADMINISTRATIVE COSTS

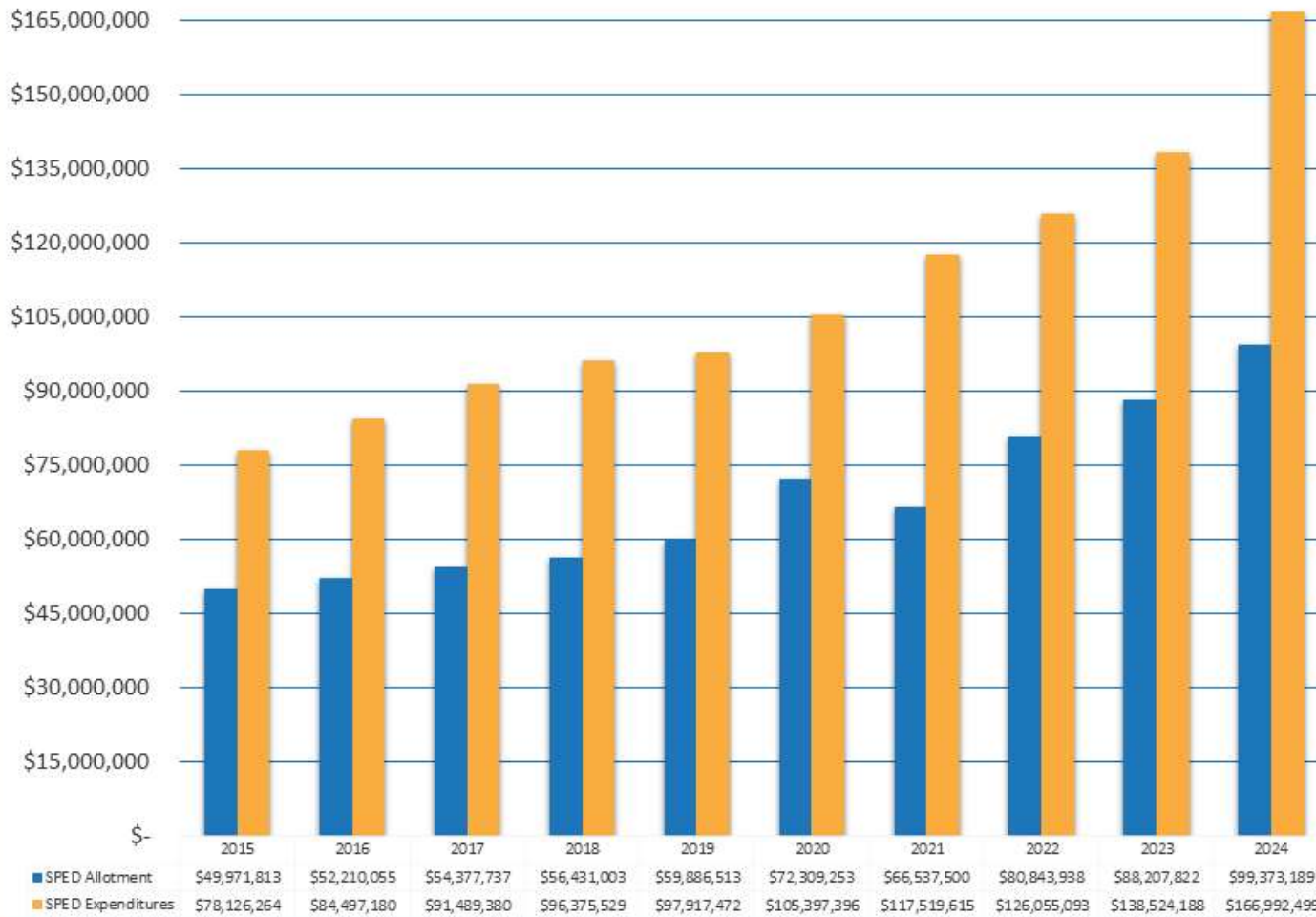
Administrative Cost Ratio General Administration %



SCHOOL SAFETY EXPENDITURES



SPECIAL EDUCATION EXPENDITURES



HISTORY OF CFISD SALARY INCREASES

YEAR	TEACHER SCALE	PARA/HOURLY	ADMIN
2014-2015	\$2,600	3.25%	3.25%
2015-2016	\$2,000	5%	4%
2016-2017	2%	3%	2%
2017-2018	3%	3%	3%
2018-2019	3%	3%	3%
2019-2020	3% _≤ 5 years; 3.5% _{>} 5 years; and \$1,000 one-time salary increase	3% and \$500 one-time salary increase	3% and \$500 one-time salary increase
2020-2021	Add \$1,000 one-time salary increase to base + 1% salary increase	Add \$500 one-time salary increase to base + 1% salary increase	Add \$500 one-time salary increase to base + 1% salary increase
2021-2022	5%	5% and \$1,000 stipend	5%
2022-2023	2% and \$1,000 stipend	2% and \$2,000 stipend	2% and \$1,000 stipend
2023-2024	3%	3%	3%



FINANCIAL OVERVIEW



STATE FUNDING/STATE AID

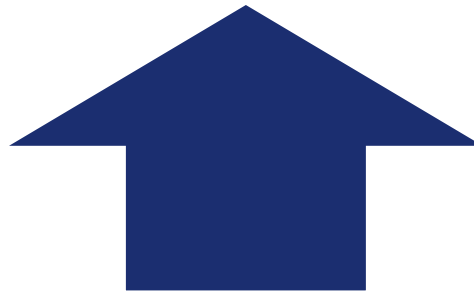


SCHOOL
DISTRICT
FUNDING – A
BALANCING
ACT

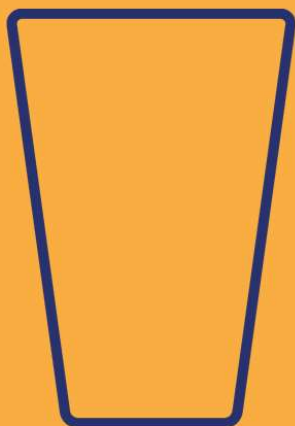
AS PROPERTY
VALUES PER
STUDENT
INCREASE



STATE FUNDING
DECREASES



The **state** determines the **size** of each district's cup (how much total funding each district will receive). The state uses an intricate funding formula that includes enrollment, attendance, student needs, district size, and many other factors.



The state determines the total funding the district is entitled to.

STATE FUNDING BY THE GLASS

Once a district's cup size (total funding amount) is determined, the **state** starts to fill the cup with **local property tax collections** first (the **local share**).



In some districts, the local share partially fills the cup. In other districts, the local share completely fills or even overflows the cup.

STATE FUNDING BY THE GLASS

Then, the **state** starts to fill the cup with **state funds** (state aid).



The state commits state funding to fill the cup.

STATE FUNDING BY THE GLASS

But wait! If a school district offers tax relief through a Local Optional Homestead Exemption (LOHE), the **state** funding formula never fills the cup.



CFISD loses approximately \$81M by offering taxpayers a 20% LOHE.

STATE FUNDING BY THE GLASS

Senate Bill 2, passed in the second 88th special session, **prohibits removal or reduction** of the Local Optional Homestead Exemption (LOHE) until **2028!** So, in essence, Senate Bill 2 creates an **unfunded mandated LOHE!**



STATE
FUNDING BY
THE GLASS

ADOPTED GENERAL FUND BUDGET 2023-2024

DESCRIPTION	ADOPTED BUDGET
Revenues	\$1,070,519,882
Expenditures	\$1,209,131,955
Surplus (Deficit) Before Federal Funding	(\$138,612,073)
Estimated Federal Funding	\$65,000,000
Surplus (Deficit) After Federal Funding	(\$73,612,073)

FACTORS IMPACTING DEFICIT

No state funding
increase since 2019

Record inflationary
cost increases

2% decrease in
average daily
attendance

Operational costs to
open new campuses

Salary increases and
retention stipends

Staff for growth

Increases in special
education, bilingual,
and safety and
security expenditures

Expiration of federal
stimulus funding

COMPONENTS OF THE TAX RATE

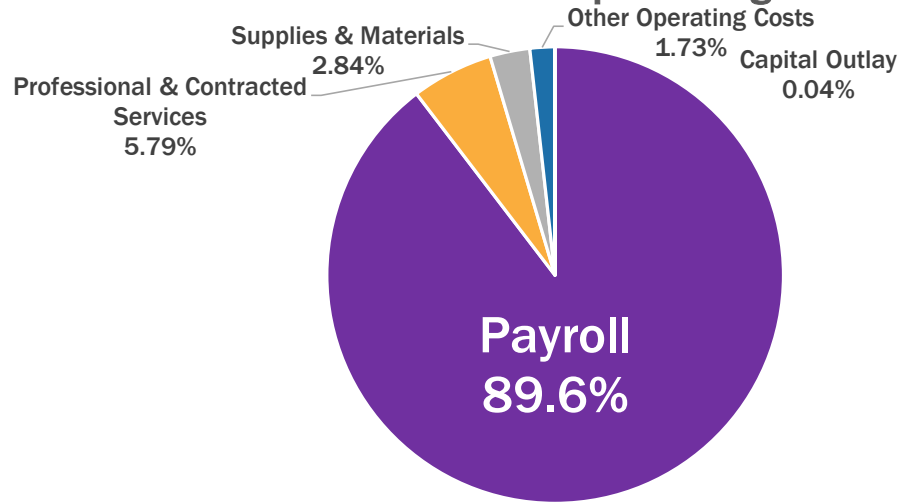
Maintenance and Operations (M&O)

- Generates local funds for M&O expenditures in the general operating budget (General Fund)
 - Salaries
 - Contracted Services
 - General Supplies
 - Other Operating
 - Capital Outlay

Interest and Sinking (I&S)

- Generates funds required to service the district's debt (Debt Service Fund)
 - Debt approved by voters in bond referendum (election)
 - Must be used for principal and interest payments on debt
 - Cannot be used for general operations

2023-2024 Adopted Budget

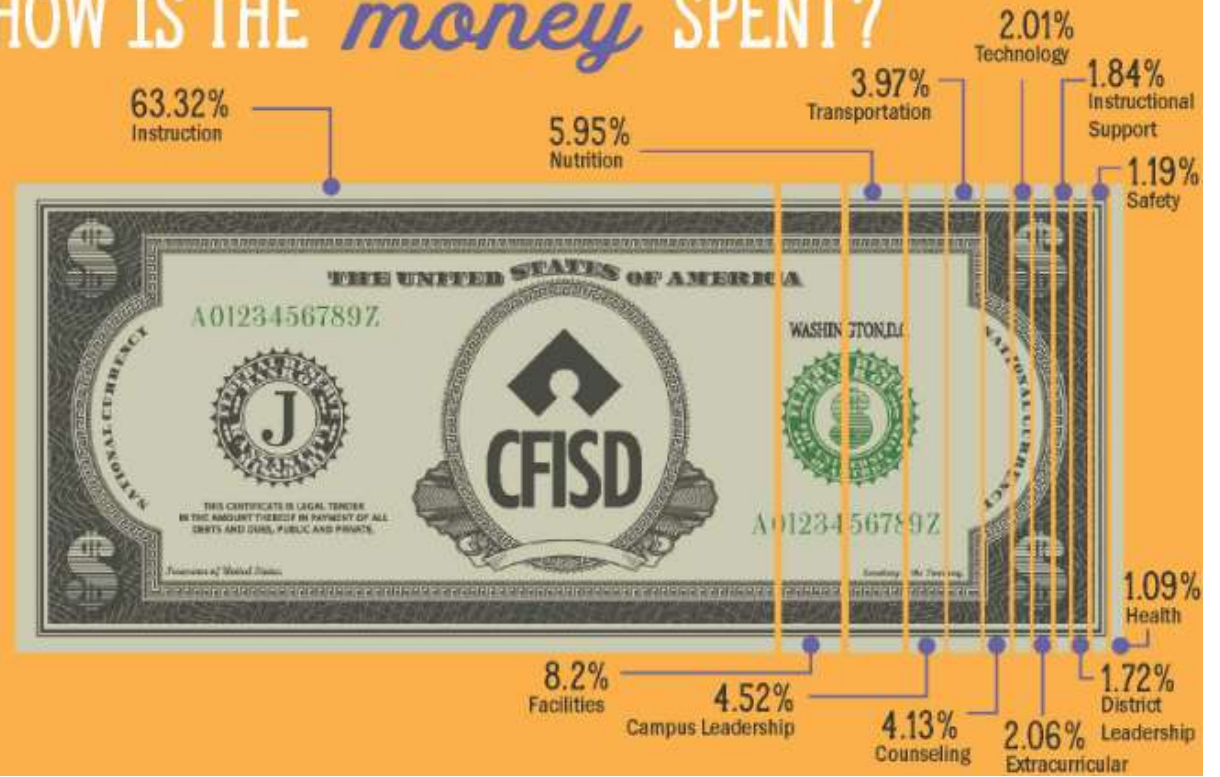


- Payroll
- Professional & Contracted Services
- Supplies & Materials
- Other Operating Costs
- Capital Outlay

GENERAL FUND EXPENDITURES

HOW THE MONEY IS SPENT

HOW IS THE *money* SPENT?



FOOD SERVICE FUND AND BOND FUND

Food Service Fund

- Subsidized with federal reimbursements
- Restrictions on use of funds
 - Child Nutrition Program
 - Cannot be used for general operations

Bond Fund (Capital Projects)

- Proceeds from bond issues
- Restrictions on the use of funds
 - Must be spent on construction/renovation of facilities, equipping of facilities, technology, and buses in the bond program
 - Cannot be used for general operations

FUND BALANCE

The total accumulation of operating surpluses and deficits

Importance of adequate fund balance

- Manage cash flow low points
 - Majority of tax collections in December and January
 - Reimbursement from federal funds
 - Fund disasters until reimbursed by insurance/federal funding
 - Declines in enrollment/ADA
- Mitigate current and future risks such as revenue shortfalls and unanticipated expenditures

How much fund balance is needed

- Minimum of 4 months

How is fund balance replenished

- Operating surplus

-
- ✓ Identify areas to reduce expenditures
 - ✓ Evaluate the need to increase revenue and additional sources of revenue
 - ✓ Evaluate cost/benefit related to possibly eliminating certain district positions, service, functions, and programs
 - ✓ Provide budget reduction and revenue-generating recommendations to the Superintendent

CHARGE OF COMMITTEE

TARGET
AMOUNT TO
CUT FROM
\$138.6 MILLION



1/3 of deficit

\$50 million



Potential funding
for 1-2% raise

\$18 million



Total amount to cut \$68 million

Year	Amount Reduced
2008-2009	\$27,598,700
2009-2010	\$14,993,700
2010-2011	\$16,861,684
2011-2012	\$47,073,000

HISTORY OF BUDGET REDUCTIONS



REVIEW OF COMMUNITY & STAFF FEEDBACK





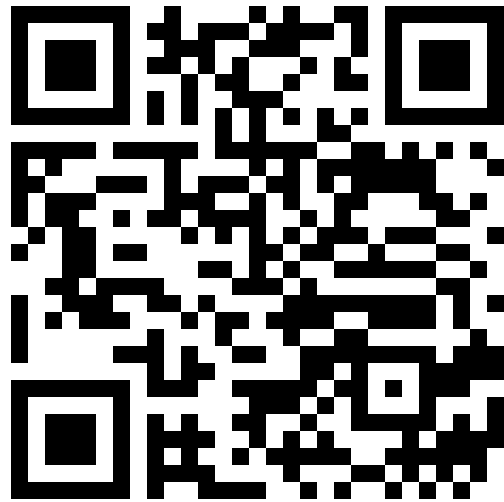
SUMMARY OF PROCESS & TIMELINE

- ❑ Wednesday, March 27:
 - Break into subgroup assignments
 - District/Campus Staffing
 - Operations/Services/Programs
 - Generating Revenue

- ❑ Monday, April 8:
 - Subgroup Presentations/Recommendations

- ❑ April 9-15:
 - Committee members prioritize recommendations electronically

- ❑ Monday, April 22:
 - Board Budget Workshop



<https://cyfairisd.formstack.com/forms/subgroups>

SUBGROUP SELECTION



QUESTIONS

&

EXIT TICKET



https://cyfairisd.formstack.com/forms/brac_feedback