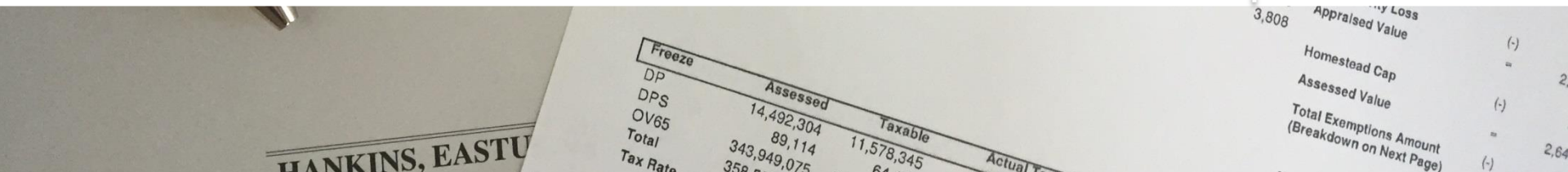


Little Elm ISD

October 19, 2020 Financial Report

Grant Anderson, Associate Superintendent & Chief Financial Officer

Board Meeting
October 19, 2020
6:00 pm



HANKINS, EASTU

	Assessed	Taxable	Actual
Freeze			
DP	14,492,304		
DPS	89,114	11,578,345	
OV65			
Total	343,949,075	64	
Tax Rate	358		

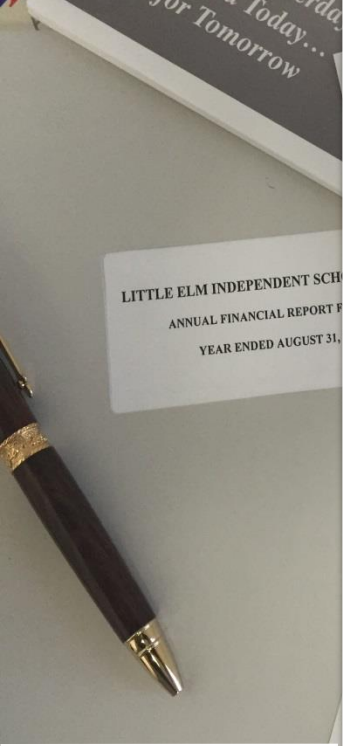
3,808	Appraised Value	(-)
	Homestead Cap	=
	Assessed Value	(-)
	Total Exemptions Amount (Breakdown on Next Page)	(-)
		2,64



Notes to financials

- Financial data submitted is for period ending for Pre-audit August 2019-20 Fiscal Year.
- Budget amendments and financial information presented include current amendments and financial information through October 2020 for 2020-21 Fiscal Year.
- Financials include General Fund, Capital Projects Fund, Debt Service Fund and Special Revenue Funds.





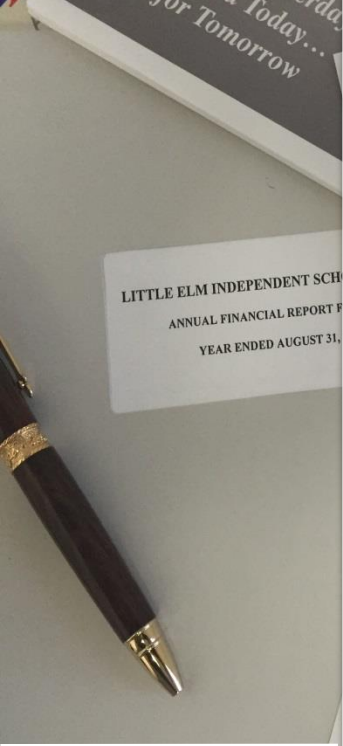
Notes to financials

➤ **General Fund** accounts for the daily operational costs of the district. Major budget amendments to general fund:

- 2019-20 Increase estimated transfer out up to \$10 million to capital outlay fund. Actual amount will be determined after auditor's adjustments.

2020-21:

- Increase Transfer in from Capital Outlay fund by \$2.9 million for the purchase of Instructional related devices.
- Increase Instructional Function 11 by \$320 thousand for purchase of refurbished student device for inventory.
- Increase Instructional Function 11 by \$1.4 million for purchase of student device.
- Increase Instructional Function 11 by \$849 thousand for purchase of teacher devices.
- Increase Instructional Accidental Protection Plan by \$300 thousand.



Notes to financials

➤ General Fund Continued..

- Decrease budgetary fund balance by \$358,650 for additional teaching staff.
- Increase Instructional Function 11 by \$358,650 for additional teaching staff.

➤ Capital Projects Fund accounts for major capital outlay paid from both general fund and bond dollars.

- 2019-20: Increase estimated transfer in up to \$10 million from General Fund.
- 2020-21: Increase Transfer out to General Fund by \$2.9 million for the purchase of Instructional related devices.

➤ Debt Service Fund accounts for the principal and interest payments on long-term debt. (Bond debt)

- No major budget amendment.



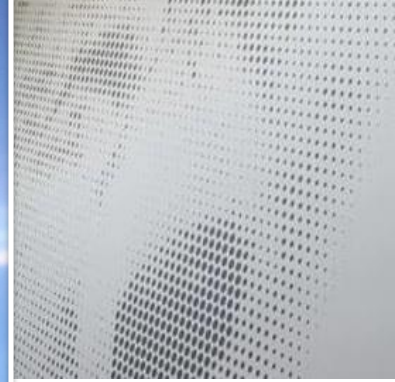
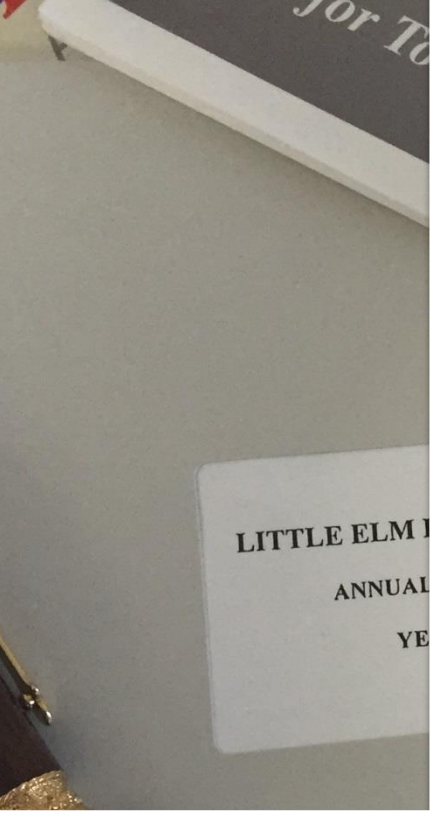
Future Financial Considerations

- Increased annual operating costs for new facilities.
 - Long-term building program to meet the needs of student enrollment growth.
- Texas 86th legislative session - proposed school finance bills include items which will impact property taxes, school funding formula and instructional programs.
 - Risk of financial sustainability at the state level will be a continued discussion at both the local and state levels.
- Ongoing preventive and deferred maintenance costs of buildings.
- Capital Reimbursement Resolution from 2017 bond of up to \$10 million as communicated in bond program election. Actual amount reimbursed is contingent on availability of Bond funds and need in General Operating Fund.



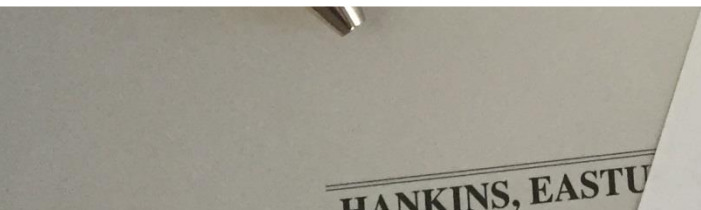
Four major economic factors which have a direct impact on school funding revenue

- A slowdown or decline in property values
- A recession causing an increase in uncollected property taxes
- A downturn in forecasted student enrollment and/or attendance
 - LEISD has experienced a beginning of the year slowdown in enrollment growth compared to prior year. Finance will continue to monitor and make revenue adjustments in February 2020, if needed.
- The State's inability to fund education, as passed under HB3 causing adjustments to funding levels
 - 87th Legislative Regular Session begins January 12, 2021 and Ends May 31, 2021.



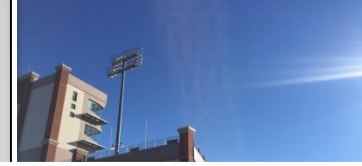
404,188	
76,681	
7,024,466	
431,087	
234,370	
170,112	
2,072	
CERTIFIED TOTALS	
LITTLE ELM ISD	
Grand Totals	
Value	
533,875,047	
293,500	


General Fund



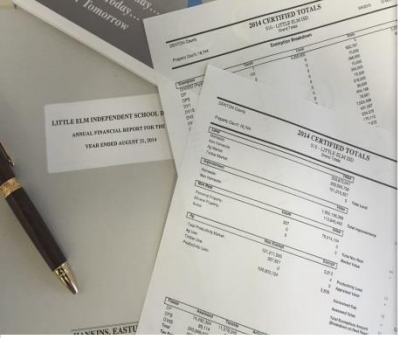
Freeze	Assessed	Taxable	Actual
DP			
DPS	14,492,304		
OV65	89,114		
Total	343,949,075	11,578,345	
Tax Rate	358	64	

3,808	Appraised Value	(-)
	Homestead Cap	=
	Assessed Value	(-)
	Total Exemptions Amount (Breakdown on Next Page)	(-)
		2,64

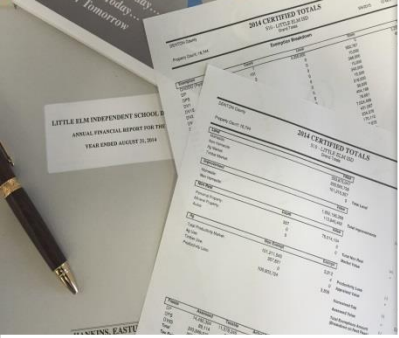


2020-21 General Fund Budget Recap	Initial Budget Sep 1, 2020	Prior YTD Amendm 	Proposed Amendments	Amended Budget
Revenue Source				
Local Revenue	55,869,117		14,136	55,883,253
State Revenue	23,837,505		31,395	23,868,900
Federal Revenue	1,250,000			1,250,000
Total Estimated Revenue	80,956,622	0	45,531	81,002,153
Appropriations - Campus				
11 Instructional	45,476,553		3,299,499	48,776,052
12 Instruction Resources & Media	824,831			824,831
13 Curriculum and Staff Development	2,852,276		(2,270)	2,843,906
21 Instructional Leadership	1,212,219		(3,250)	1,208,969
23 School Leadership	4,576,983			4,576,983
31 Guidance, Counseling & Evaluation	2,606,290		5,721	2,612,011
32 Social Work Services	33,300			33,300
33 Health Services	642,521			642,521
34 Student (Pupil) Transportation	2,977,225			2,977,225
35 Food Services	187,684			187,684
36 Co-curricular & Extracurricular	2,657,617		(18,510)	2,639,107

80%



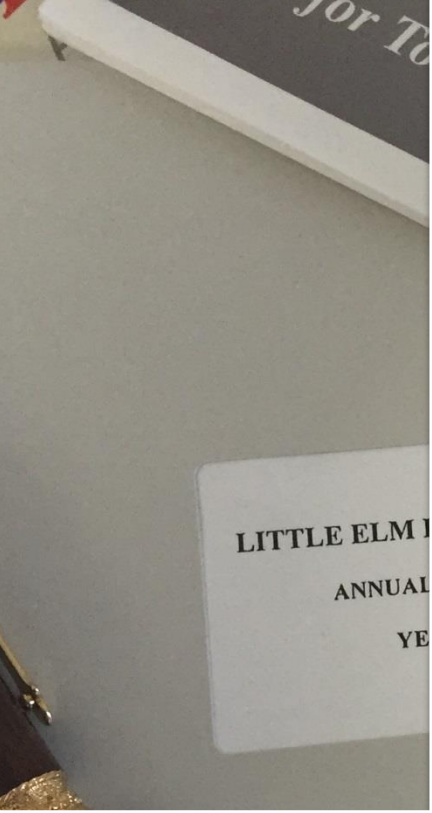
Budget Recap Continued	Initial Budget Sep 1, 2020	Prior YTD Amendments	Proposed Amendments	Amended Budget
Appropriations Continued - Other				
41 General Administration	3,602,873			3,602,873
51 Plant Maintenance & Operations	9,507,630		15,000	9,522,630
52 Security & Monitoring Services	1,161,828		(15,000)	1,146,828
53 Data Processing Services	1,722,434			1,722,434
61 Community Services (Child Care)	56,006			56,006
71 Debt Services	0			0
81 Facilities	21,087			21,087
91 Recapture	272,265			272,265
95 Pmts to Juvenile Justice Alternative E	40,000			40,000
99 County Appraisal District Fees	525,000			525,000
Total Appropriations	80,956,622		3,275,090	84,231,712
Other Sources/Use	0		2,870,954	2,870,954
Budget Surplus/(Planned Deficit)	0		(358,605)	(358,605)



Fund Balance (Long-term financial) Analysis 2020-21

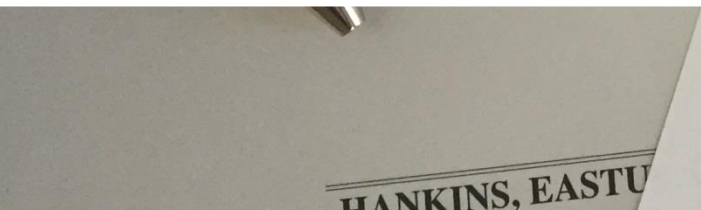
Reserve	2019-20 *Budget	2020-21 Initial Budget	2020-21 Current Budget	2020-21 *EST Proposed Budget
		Budgetary Fund Balance		
Min. 24% of total Expenditures	18,678,184	19,429,589	19,429,589	19,070,984
5% of State Legislative Funding	3,612,535	3,737,205	3,737,205	3,737,205
State Recapture Reserve	2,000,000	2,000,000	2,000,000	2,000,000
Technology Emergency Reserve	1,200,000	1,200,000	1,200,000	1,200,000
Facilities Emergency Reserve	1,200,000	1,200,000	1,200,000	1,200,000
Discretionary	3,611,366	2,735,291	2,735,291	2,735,291
Total Fund Balance	30,302,085	30,302,085	30,302,085	29,943,480
Change		0	0	(358,605)
Total Planned Budgetary FB				(358,605)

* Final actual fund balance will be reported in August 31, 2020 Audit at December 2020 Board Meeting



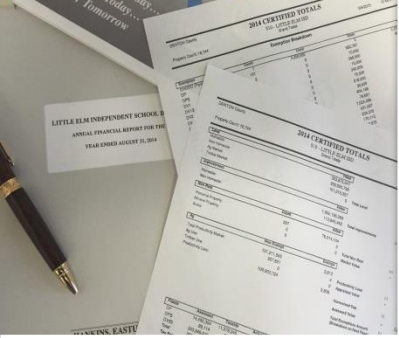
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Capital Outlay Fund

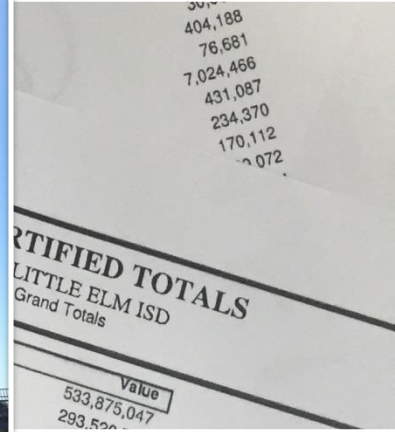
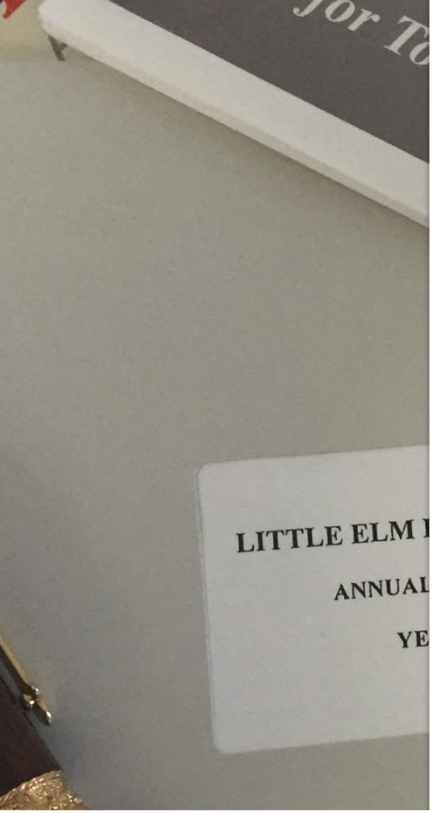


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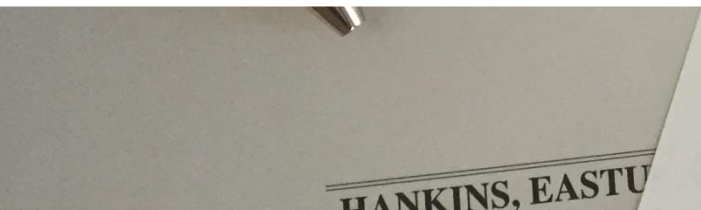
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		2,64



Bond Projects	Authorization	Bond Sale	Bond Authorization Balance
Bond Sales to date			
Voter Authorization	235,000,000		235,000,000
May 2018 Bond Sale		150,000,000	85,000,000
August 2018 Bond Sale		25,000,000	60,000,000
December 2019 Bond Sale		20,000,000	40,000,000
Oct/Dec 2020 Bond Sale		25,000,000	15,000,000
Total	235,000,000	220,000,000	15,000,000



Debt Service Fund



Freeze	Assessed	Taxable	Actual
DP			
DPS	14,492,304		
OV65	89,114		
Total	343,949,075	11,578,345	
Tax Rate	358	64	

3,808	Appraised Value	(-)	
	Homestead Cap	=	2,
	Assessed Value	(-)	
	Total Exemptions Amount (Breakdown on Next Page)	(-)	2,64



2019-20 Debt Service Fund Budget Actuals (October 19, 2020, 2020)	Budget	Prior YTD Realized	Current Realized	YTD Realized	Budget to Actual
Revenue Source					
Property Tax Revenue (\$.47 tax rate)	25,905,805	7,795	11,612	19,407	(25,886,398)
Investment Revenue	50,000		893	893	(49,107)
State Revenue Debt Allotment	0		0		0
Existing Debt Allotment (EDA)			0		0
Total Budget to Actual Revenue	25,955,805	7,795	12,505	20,300	(25,935,505)
Expenditures (Payments due Feb 15 & Aug 15)					
Principal on Long-Term Debt	9,932,590		0		9,932,590
Interest on Long-Term Debt	15,921,989		0		15,921,989
Bond Issuance Costs & Fees	20,000		800	800	19,200
Premium or Discount on Issuance	0				0
Total Budget to Actual Expenditures	25,874,579	0	800	800	25,873,779
Est Beg Budgetary Fund Balance	7,015,860				
Net Transfer-Other In/(Out)	0				
Revenue over Expenditure	81,226				
Ending Budgetary Fund Balance	7,097,086				



Financials in board packet

- Budget Amendments
- Fund Balance Comparison
- Statement of Revenue and Expenditures
- Cash Flow Statement
- Bank Reconciliations
- Investment Report
- Fund Summary of Revenue and Expenditures
- Tax Collection Report
- Construction Report
- Gifts and Donations

Located on the Web @ www.littleelmsd.net - Finance

- The Administration recommends approval of certain August 2020 Financial Reports as submitted.