



ARLINGTON INDEPENDENT SCHOOL DISTRICT

**2010-11 Adopted Budget
August 19, 2010**

ARLINGTON INDEPENDENT SCHOOL DISTRICT 2010-11 Budget Highlights

The 2010-11 budget for the Arlington Independent School District is presented on the following pages. Highlights of the budget are as follows:

1. The 2010-11 General Operating Fund budget is not balanced. Expenditures exceed revenues by \$13,356,293. This is the fourth year that the General Operating Fund budget has had a deficit. Expenditures have exceeded revenues each year since 2006-07 because of inflation, including salary increases, and revenue limits imposed by the state legislature. Unreserved/Undesignated fund balance has been used to cover the budget deficits.
2. The 2010-11 General Operating Fund budget has been developed assuming that the District will continue to provide the same services and programs offered in 2009-10.
3. The 2010 certified property values are \$1,418,583,956 less than the 2009 certified values. At \$19,338,116,595, they are down by 6.83% from last year's certified total of \$20,756,700,551. New construction valued at \$125,245,454 is included in the 2010 certified values compared to \$281,418,393 in 2009. The estimated net taxable value of Incomplete Properties as of July 25, 2010 is \$143,071,158 compared to \$766,956,903 in 2009.
4. Property tax revenues are projected using the July certified property values and the historical relationship between those values and fiscal year revenue. These revenues have been calculated using the current Maintenance & Operations ("M&O") tax rate of \$1.04. There is a \$12 million decrease in Current Year Tax revenues because of lower property values, but that change will NOT result in an overall revenue decrease of \$12 million for the District.

The \$12 million projected decrease in Current Year Taxes will be replaced by additional state aid under the school finance system. A hold harmless provision is built into the school finance system to guarantee that each district receives its "target revenue per student." Target revenues were established in 2006-07 when HB 1 revamped the school finance system, and the targets were revised last year to reflect changes mandated by HB 3646. Under the target revenue system, whenever property values decrease and thus lower tax collections, a district will receive additional state aid to ensure it receives its full target revenue per student. Likewise, whenever property values increase and result in additional tax collections, state aid will be reduced to hold the district to its target revenue per student. AISD's target revenue is \$4,957 per student in weighted average daily attendance.

5. The M&O tax rate, which provides revenue for the General Operating Fund budget, will remain the same at \$1.04 for the 2010-11 fiscal year. The state legislature required school districts to lower (or "compress") their M&O tax rates by one-third over a two year period starting in 2006-07. Most districts, including AISD, were required to compress their tax rates from \$1.50 to \$1.00. The property taxes lost as a result of the tax rate reduction were replaced with state aid. The legislature also gave districts the authority to raise their tax

rates as much as 4 cents above the compressed rate without voter approval. AISD has been forced to levy the additional 4 cents since 2006-07 to help fund the general operating budget. Any increase above \$1.04 must be approved by voters through a tax rollback election. The maximum M&O tax rate allowed is \$1.17.

6. Property taxes and state foundation aid combined are \$2,998,528 more than last year. Three factors contribute to this increase: a) a projected enrollment increase of 207 students; b) an increase in the number of students being served in special programs that receive weighted funding; and c) an initiative that will be undertaken to improve student attendance percentages. All three of these factors increase the weighted average daily attendance (“WADA”) used to determine state aid.

Student enrollment is estimated at 63,623 for next year, which is 207 higher than the projected enrollment used for the original 2009-10 budget and 136 (or .2%) higher than last year’s official enrollment of 63,487 on the October PEIMS snapshot date. Staffing levels and campus allotments are based on the projected enrollment.

7. The State will use \$38,166,177 of State Fiscal Stabilization Funds (“SFSF”) authorized by the ARRA to help provide AISD’s total state aid. These funds are part of the general operating budget presented herein; however, they will be accounted for in a separate special revenue fund in accordance with TEA instructions. \$34,192,901 of AISD’s 2009-10 revenues were provided from SFSF. The SFSF funds are scheduled to lapse at the end of the 2010-11 fiscal year, and the State will have to replace those dollars from another revenue stream. The lapse of SFSF funds will not change the current state aid formulas. Expectations across the state are that the State will replace those funds with another source(s).
8. Investment income in the General Operating Fund is budgeted at \$369,194, which is \$1 million less than the 2009-10 budget. The drop in investment earnings is due to the sharp decline in interest rates that has corresponded with the downturn in the national economy.
9. The TRS On-behalf Benefit and Medicare Part D On-behalf revenue budgets will increase by a net of \$527,221. These budgets are required book entries to recognize contributions by the State of Texas to TRS and by the federal government to Medicare on behalf of district employees, and they are offset by expenditure budgets of equal amounts (so the revenue and expenditure budgets have \$0 affect on fund balance). TEA has directed that the On-Behalf revenues be separated, but the expenditures are still combined in one account.
10. There are currently 12.31 fewer positions in the 2010-11 budget than were included with the 2009-10 budget. Following is a summary of the changes in budgeted positions:

Position	FTE
Reduction in secondary teachers	-2.85
Reduction in elementary teachers	-14.46
Special Ed Teachers	6.00
High School Counselor	1.00
Two IB Coordinators for Martin and Seguin High Schools	2.00

Secretary – Guidance & Counseling Department	1.00
Net reduction in teacher assistants (including 10 new special ed TA's)	-9.00
Net change in clerks	3.00
Energy Manager	1.00
Total Change in Positions	-12.31

11. The Board approved the following measures recommended by the Citizens Advisory – Financial Futures Committee and Administration to reduce the 2010-11 deficit:

Budget Reduction	Budget Savings
Implement student attendance initiative to generate additional State Aid	\$650,000
Implement Energy Management Plan (savings are net of cost to hire an Energy Manager and clerk)	\$500,000
Continue hiring review	\$100,000
Eliminate contracted lobbyist	\$54,000
Eliminate teacher mentoring program	\$70,000
Eliminate purchase of maintenance and security vehicles	\$413,000
Reduce discretionary student assignments to JJAEP	\$50,000
Reduce substitute costs by improving teacher attendance	\$100,000
Eliminate purchase of Boys Town classroom management materials	\$50,000
Eliminate wood chipper equipment purchase	\$29,000
Increase office hours by .5 hour per week for administrative offices (to reduce cost of part-time temporary workers)	\$100,000
Reduce staff development costs	\$62,000
Total Budget Reduction	\$2,178,000

12. \$5,755,715 has been added to the budget for pay raises.

Educators (defined by the State as teachers, counselors, librarians, nurses and speech pathologists) received a state-mandated “step increase” to the next level of their salary schedule, and they received a 1% pay raise on top of the step increase. The combination of the step increase and the 1% raise cost \$5,008,664 and results in an average raise of 2.09% for educators.

Employees other than educators received a 3% increase in their base pay. Last year, in lieu of a salary increase, these employees received a 2% *one-time compensation adjustment* that was paid as a stipend throughout the 2009-10 fiscal year. The 2% stipend will be rolled into base salary this year (at no additional cost to the budget), and employees will receive an additional 1% salary increase. The combination of these two changes results in a total base salary increase of 3%. \$747,051 was added to the budget for the 1% salary increase.

13. The budget for Substitutes is \$231,354 higher than last year. The budget is based on historical trends and projected staff development needs. It does not include an increase in the rate of pay. The 2010-11 budget increase includes approximately \$212,000 to provide substitutes so K-2 teachers can perform student DRA assessments. Prior to this year, these

substitutes were funded by a state grant. The grant has been cut by two-thirds and can no longer fund this initiative. The 2009-10 budget was amended to include funds for the DRA assessments since the State cut the grant that had funded this initiative in the middle of the year.

14. Stipends/Extra Duty expenditures are budgeted at \$12.1 million for 2010-11, a decrease of \$768,188 from last year. The reduction is the net result of moving the 2% one-time compensation adjustment into base salary (discussed in item 11 above), increases in advanced degree stipends to reflect current expenditure trends, and an increase in tutorials funded by the state compensatory education allotment. Each school receives an allotment of state comp ed funds to spend on at-risk students. More schools chose to use their state comp allotment for tutoring in 2010-11.
15. Cell phone allowances have been eliminated entirely from the budget, at a savings of \$112,950. The Citizens Advisory Committee recommended to the Board that cell phone allowances be phased out over a three-year period. The Board voted to eliminate them entirely in the 2010-11 budget.
16. Expenditures for water, telecommunications, electricity and natural gas utilities are expected to total \$15,237,285 in 2010-11, down \$855,756 from last year. The decrease reflects savings in electricity consumption from energy retrofit projects and a newly adopted energy conservation plan, and lower natural gas consumption trends.
17. The budget for Books & Reading Materials is \$454,179 higher than last year. The 2010-11 increase is due to the replacement of dual credit textbooks (replaced on a 3-year cycle per agreement with TCC), textbook purchases for AP and pre-AP programs for increased program enrollments (funded through High School Allotment funds), IB textbooks and library books for increased program enrollments and expansion of the IB program to Martin and Seguin, and new materials for American Sign Language classes.
18. The Payment to TIF budget represents the amount that AISD is required to pay into the City of Arlington and City of Grand Prairie Tax Increment Finance Zones. The 2010-11 payment is \$653,146 less than the amount budgeted last year based on decreases in property values within those zones.
19. Expenditures for capital outlay are budgeted at \$93,353. These funds will be used to replace 2 Line King athletic field stripers and 5 floor burnishers.
20. The Debt Service Fund budget is based on a Debt Service tax rate of \$.295, which is 6.3 cents higher than last year's rate of \$.232. This is the tax rate necessary to generate funds to pay the principal and interest due in 2010-11 on bonded debt. In addition to property tax revenues, interest earnings of \$85,595, state facilities assistance of \$85,951, and Debt Service fund balance of \$921,670 will be used to meet the 2010-11 bond principal and interest payments. Debt Service Fund Balance will be used in order to minimize the tax rate increase.

AISD voters approved a \$197.5 million bond package in November 2009. Projections prior to the election indicated that the Debt Service tax rate would need to increase about 5 cents

from 2010-11 to 2016-17 to service debt on the new bonds. Those projections assumed a modest increase in property values. The increase in the Debt Service rate for 2010-11 will be greater than originally projected because property values dropped by 6.83%.

21. Expenditures totaling \$45,360,857 are proposed for the Construction Fund. The budget will fund projects identified by the Bond Advisory Committee to be included in the 2009 bond package. \$67.1 million of bonds authorized in the November 2009 election have been sold since the election.
22. The Food Service Enterprise Fund budget reflects a budget deficit of \$72,570. Prices for regular, full-price lunches will not change. Food Service employees received the same 2% one-time compensation adjustment last year that district employees other than educators received (discussed in item 11 above). The 2% stipend will be rolled into base salary in 2010-11, and employees will receive a 1% salary increase (for a total base salary increase of 3%). The total cost to roll last year's one-time salary stipend into base salary and give the 1% raise is \$302,357.

**Arlington Independent School District
2010-11 Budget - All Funds**

	General Operating <u>Fund</u>	Debt Service <u>Fund</u>	Construction <u>Fund</u>	Food Service Enterprise <u>Fund</u>	<u>Total</u>
Revenues					
5700 - Local & Intermediate Revenues	201,801,725	56,141,426	686,457	6,740,701	265,370,309
5800 - State Program Revenues	225,772,003	85,951	0	190,000	226,047,954
5900 - Federal Program Revenues	<u>2,410,000</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>2,410,000</u>
Total Revenues	429,983,728	56,227,377	686,457	6,930,701	493,828,263
Other Resources	<u>0</u>	<u>0</u>	<u>0</u>	<u>20,326,240</u>	<u>20,326,240</u>
Total Revenues & Other Resources	<u>429,983,728</u>	<u>56,227,377</u>	<u>686,457</u>	<u>27,256,941</u>	<u>514,154,503</u>
Expenditures					
Function 11 - Instruction	291,770,066		11,112,282		302,882,348
Function 12 - Instructional Resources & Media Services	6,212,211				6,212,211
Function 13 - Curriculum & Staff Development	2,558,517				2,558,517
Function 21 - Instructional Administration	5,044,680				5,044,680
Function 23 - School Administration	25,186,608				25,186,608
Function 31 - Guidance & Counseling	18,462,224				18,462,224
Function 32 - Attendance & Social Work Services	1,950,365				1,950,365
Function 33 - Health Services	4,930,221				4,930,221
Function 34 - Pupil Transportation	10,708,359		2,494,976		13,203,335
Function 35 - Food Service	0			27,323,011	27,323,011
Function 36 - Co-curricular Activities	8,898,104				8,898,104
Function 41 - General Administration	6,527,879				6,527,879
Function 51 - Plant Maintenance & Operation	41,960,296		7,821,722	6,500	49,788,518
Function 52 - Security	5,068,580		3,234,000		8,302,580
Function 53 - Computer Processing	7,712,740		1,772,000		9,484,740
Function 61 - Community Services	94,188				94,188
Function 71 - Debt Service	740,130	57,149,047			57,889,177
Function 81 - Facility Acquisition & Construction	0		18,925,877		18,925,877
Function 95 - Student Tuition Non-public Schools	400,000				400,000
Function 97 - Payments to TIF	3,421,145				3,421,145
Function 99 - Other Intergovernmental Charges	<u>1,693,708</u>	_____	_____	_____	<u>1,693,708</u>
Total Expenditures	443,340,021	57,149,047	45,360,857	27,329,511	573,179,436
Other Uses	0	0	0	0	0
Total Expenditures and Other Uses	<u>443,340,021</u>	<u>57,149,047</u>	<u>45,360,857</u>	<u>27,329,511</u>	<u>573,179,436</u>
Budgeted Surplus/(Deficit)	(13,356,293)	(921,670)	(44,674,400)	(72,570)	(59,024,933)
Projected Beginning Fund Balance/Equity	70,840,339	10,927,308	65,428,736	10,985,605	
Projected Ending Fund Balance/Equity	57,484,046	10,005,638	20,754,336	10,913,035	

**Arlington Independent School District
Tax Rates**

	<u>2009-10</u>	<u>2010-11</u>	<u>Difference</u>
Maintenance & Operations	\$1.04000	\$1.04000	\$0.00000
Debt Service	<u>\$0.23200</u>	<u>\$0.29500</u>	<u>\$0.06300</u>
Total	\$1.27200	\$1.33500	\$0.06300

Rates are assessed on each \$100 of property valuation.

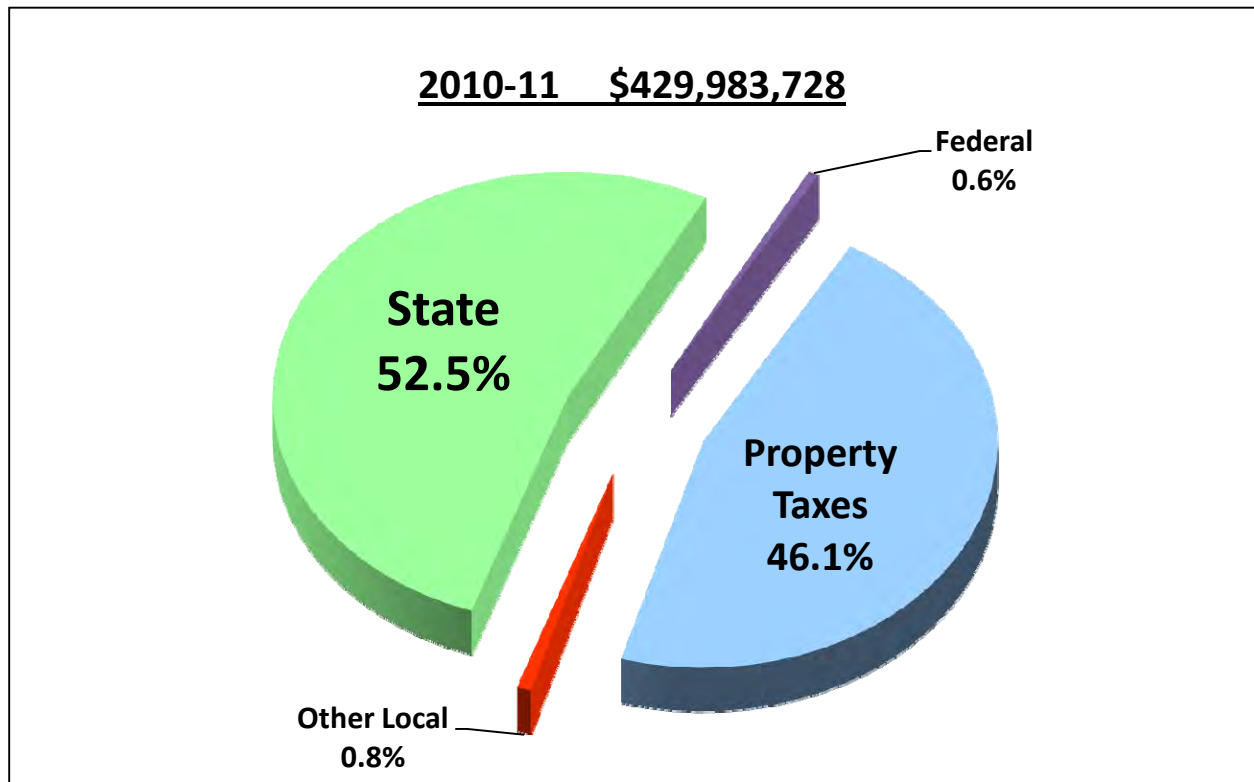
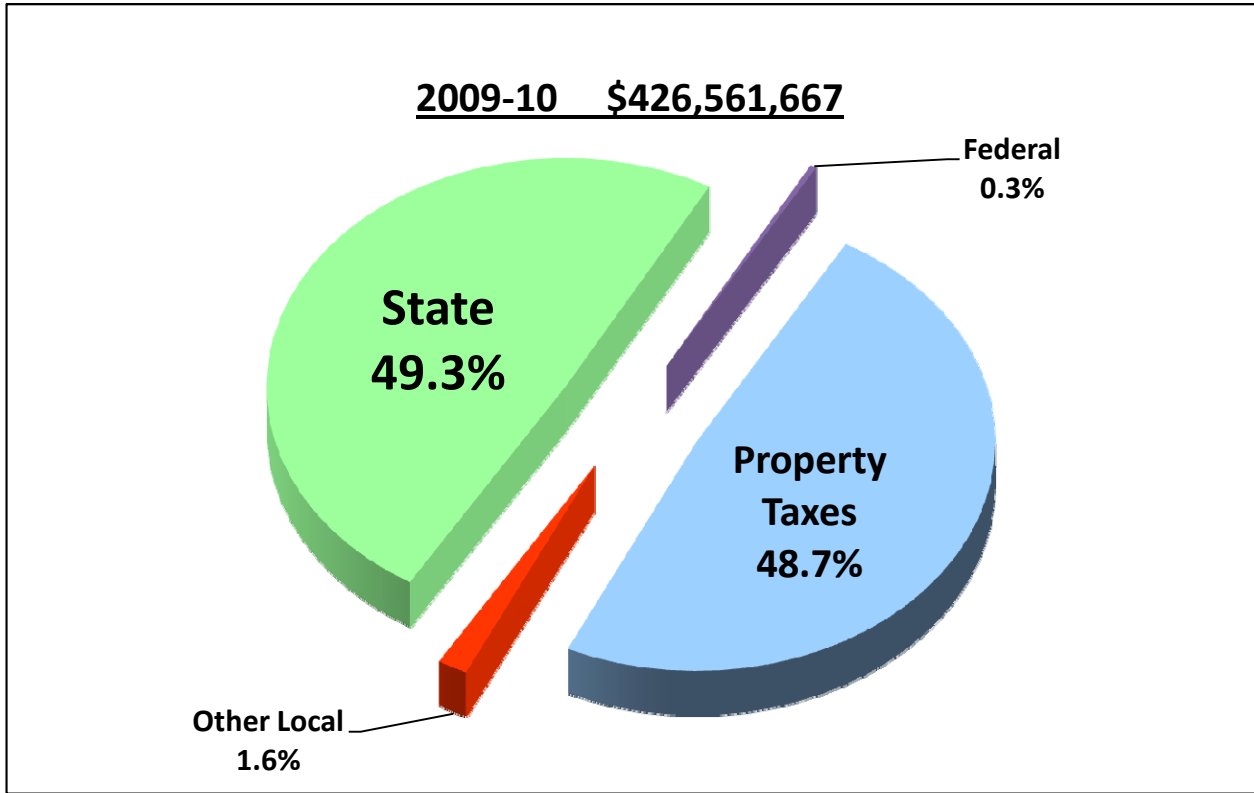
General Operating Fund

The General Operating Fund is used to account for all transactions related to the District's day-to-day operations. It does not account for the federal, state or local grants that are designated for specific purposes. Amounts budgeted for bonded debt, construction, and the food service operations are also accounted for in separate funds. The General Operating Fund is by far the largest of the funds used to account for financial operations of the District and is most commonly used for comparative purposes.

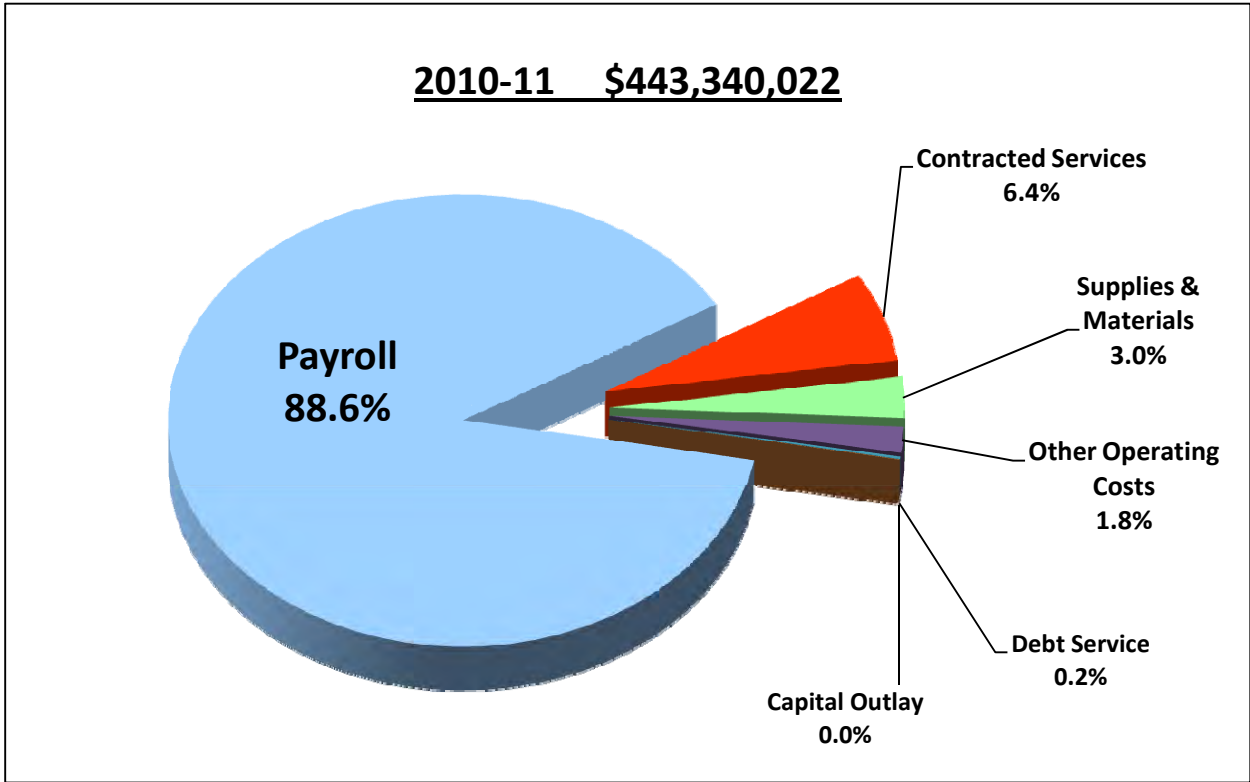
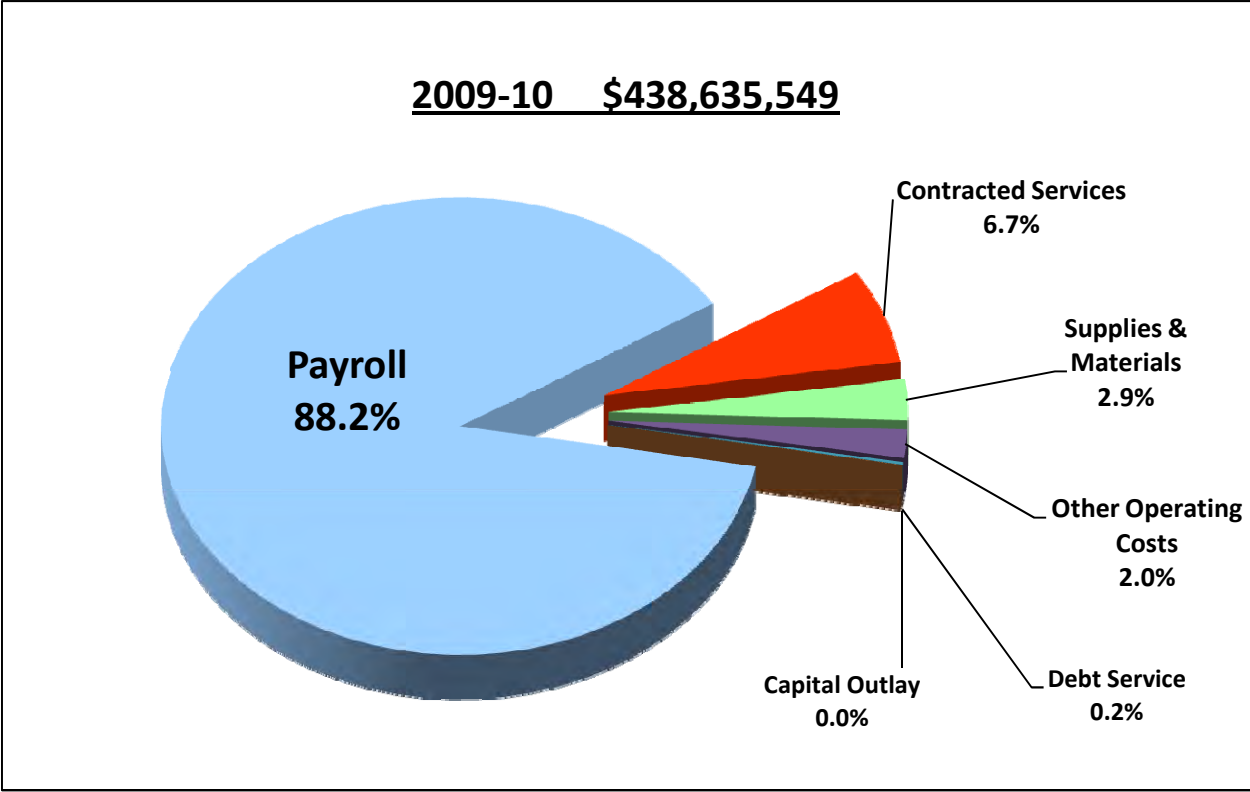
Arlington Independent School District
General Operating Fund Revenues and Expenditures - Summary by Object

	(1)	(2)	(3)	(4)	(5)	(6)
	<u>Actual</u>	<u>Original</u>	<u>Current</u>	<u>Projected</u>	<u>Proposed</u>	<u>10-11 Bdgt/</u>
	<u>2008-09</u>	<u>Budget</u>	<u>Budget</u>	<u>2009-10</u>	<u>Budget</u>	<u>09-10 Orig</u>
		<u>2009-10</u>	<u>2009-10</u>	<u>2009-10</u>	<u>2010-11</u>	<u>Bdgt Diff</u>
<u>Revenues & Other Resources</u>						
Local & Intermediate	221,322,967	214,658,965	214,390,351	215,195,231	201,801,725	(12,857,240)
State	188,783,843	210,464,692	210,464,692	214,192,343	225,772,003	15,307,311
Federal	1,924,895	1,438,010	2,520,460	2,825,249	2,410,000	971,990
Other Resources	<u>3,943,804</u>	<u>0</u>	<u>4,134,903</u>	<u>4,464,290</u>	<u>0</u>	<u>0</u>
Total Rev & Other Resources	415,975,509	426,561,667	431,510,406	436,677,113	429,983,728	3,422,061
<u>Expenditures & Other Uses</u>						
Payroll Costs	375,224,501	387,039,875	387,496,405	386,599,038	392,608,369	5,568,494
Purchased & Contracted Services	32,201,250	29,214,819	30,221,835	29,896,595	28,173,380	(1,041,439)
Supplies & Materials	12,498,187	12,815,327	16,236,045	13,816,740	13,634,968	819,641
Other Operating Costs	6,326,551	8,715,543	9,685,971	8,549,840	8,089,821	(625,722)
Debt Service	496,526	791,038	791,038	510,343	740,130	(50,908)
Capital Outlay	409,315	58,947	361,665	413,923	93,353	34,406
Other Uses	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Total Exp & Other Uses	427,156,330	438,635,549	444,792,959	439,786,479	443,340,021	4,704,472
<u>Fund Balance</u>						
Beginning Fund Balance	85,130,526	73,949,705	73,949,705	73,949,705	70,840,339	
Revenues Over/(Under) Exp	<u>(11,180,821)</u>	<u>(12,073,882)</u>	<u>(13,282,553)</u>	<u>(3,109,366)</u>	<u>(13,356,293)</u>	
Ending Fund Balance	73,949,705	61,875,823	60,667,152	70,840,339	57,484,046	

General Fund Revenue Budget (By Source)



General Fund Expenditure Budget (By Category)



**Arlington Independent School District
General Operating Fund & State Fiscal Stabilization Fund
Revenues & Expenditures - By Object**

	(1)	(2)	(3)	(4)	(5)	(6)
	Actual	Original	Current	Projected	Adopted	10-11 Bdgt/
	<u>2008-09</u>	<u>2009-10</u>	<u>2009-10</u>	<u>2009-10</u>	<u>2010-11</u>	<u>09-10 Orig</u>
						<u>Bdgt Diff</u>
<u>Revenues</u>						
<u>Local Revenue</u>						
Current year taxes	209,163,599	204,882,384	204,882,384	205,461,875	192,838,665	(12,043,719)
Prior year taxes	2,312,736	1,500,000	1,900,000	1,647,534	1,565,157	65,157
Penalty & interest	1,954,949	1,200,000	1,500,000	1,616,718	1,500,000	300,000
Tuition	5,707	0	0	2,459	0	0
Parking fees	116,973	95,000	95,000	83,398	109,650	14,650
Music fees	100,890	85,000	85,000	95,999	106,250	21,250
Towel fees	68,899	55,000	55,000	72,101	84,000	29,000
Lost & damaged textbooks	30,103	38,000	38,000	27,863	38,000	0
Evening school tuition	42,700	38,000	38,000	40,173	45,000	7,000
Summer school	291,570	375,000	375,000	167,953	215,900	(159,100)
Drivers ed	0	0	0	0	0	0
Transfer fees	275,213	250,000	250,000	304,500	375,000	125,000
Transportation fees	38,821	32,000	32,000	31,900	37,500	5,500
Investment income	1,542,872	1,400,000	400,000	263,807	369,194	(1,030,806)
Building rental	703,918	600,000	600,000	745,545	750,000	150,000
Gifts & grants	233,915	62,230	93,616	152,532	65,774	3,544
Athletic activities	712,894	597,000	597,000	842,262	645,000	48,000
Tax Increment Finance Zone	2,690,197	2,943,351	2,943,351	2,676,588	2,506,635	(436,716)
Miscellaneous revenue	<u>1,037,011</u>	<u>506,000</u>	<u>506,000</u>	<u>962,024</u>	<u>550,000</u>	<u>44,000</u>
Total Local Revenue	221,322,967	214,658,965	214,390,351	215,195,231	201,801,725	(12,857,240)
<u>State Revenue</u>						
Regular block grant	189,188,348	281,738,305	281,738,305	282,692,584	284,344,978	2,606,673
Special ed block grant	21,452,455	30,360,612	30,360,612	30,831,842	29,422,110	(938,502)
Career & Tech block grant	10,220,503	14,594,526	14,594,526	15,202,619	14,808,729	214,203
Gifted & talented oper grant	1,207,363	1,797,907	1,797,907	1,810,384	1,811,821	13,914
Compensatory ed	23,339,834	39,029,571	39,029,571	40,267,478	42,152,396	3,122,825
Bilingual ed	4,263,162	6,486,073	6,486,073	6,675,850	6,881,552	395,479
New Instr Facilities Allot	0	0	0	0	0	0
High School Allotment	0	4,285,398	4,285,398	4,310,228	4,313,630	28,232
Transportation	<u>2,768,594</u>	<u>2,874,900</u>	<u>2,874,900</u>	<u>2,768,594</u>	<u>2,768,594</u>	<u>(106,306)</u>
Total cost of Tier I	252,440,259	381,167,292	381,167,292	384,559,579	386,503,810	5,336,518
Less local share	(169,018,318)	(204,333,224)	(204,333,224)	(204,334,501)	(202,463,389)	1,869,835
Tier II aid	19,361,129	9,259,390	9,259,390	9,448,434	9,342,684	83,294
Other FSP formula aid	64,715,679	2,812,266	2,812,266	2,666,504	10,499,709	7,687,443
Total found sch program aid	167,498,749	188,905,724	188,905,724	192,340,016	203,882,814	14,977,090

**Arlington Independent School District
General Operating Fund & State Fiscal Stabilization Fund
Revenues & Expenditures - By Object**

	(1)	(2)	(3)	(4)	(5)	(6)
	Actual	Original	Current	Projected	Adopted	10-11 Bdgt/ 09-10 Orig
	<u>2008-09</u>	<u>2009-10</u>	<u>2009-10</u>	<u>2009-10</u>	<u>2010-11</u>	<u>Bdgt Diff</u>
Prior year FSP (adj)	340,341	250,000	250,000	6,275	50,000	(200,000)
TRS On-behalf benefit	20,089,179	20,405,769	20,405,769	20,984,247	20,984,247	578,478
Medicare Part D On-behalf benefit	791,942	843,199	843,199	791,942	791,942	(51,257)
Other state revenue	<u>63,632</u>	<u>60,000</u>	<u>60,000</u>	<u>69,863</u>	<u>63,000</u>	<u>3,000</u>
Total State Revenue	188,783,843	210,464,692	210,464,692	214,192,343	225,772,003	15,307,311
<u>Federal Revenue</u>						
Federal progr indir cost reimb	325,790	478,010	478,010	450,000	450,000	(28,010)
Medicaid	1,518,328	880,000	1,962,450	2,298,406	1,880,000	1,000,000
R.O.T.C.	<u>80,777</u>	<u>80,000</u>	<u>80,000</u>	<u>76,843</u>	<u>80,000</u>	<u>0</u>
Total Federal Revenue	1,924,895	1,438,010	2,520,460	2,825,249	2,410,000	971,990
Total Revenues	412,031,705	426,561,667	427,375,503	432,212,823	429,983,728	3,422,061
<u>Other Resources</u>						
Transfers In	18,896	0	3,585,325	3,585,325	0	0
Loan Proceeds	3,924,908	0	330,000	659,387	0	0
Proceeds from capital lease	<u>0</u>	<u>0</u>	<u>219,578</u>	<u>219,578</u>	<u>0</u>	<u>0</u>
Total Other Resources	3,943,804	0	4,134,903	4,464,290	0	0
Total Rev & Other Resources	<u>415,975,509</u>	<u>426,561,667</u>	<u>431,510,406</u>	<u>436,677,113</u>	<u>429,983,728</u>	<u>3,422,061</u>
<u>Other Information:</u>						
Average Daily Attendance	57,380	57,605	57,605	57,852	57,951	347

**Arlington Independent School District
General Operating Fund & State Fiscal Stabilization Fund
Revenues & Expenditures - By Object**

	(1)	(2)	(3)	(4)	(5)	(6)
	Actual	Original	Current	Projected	Adopted	10-11 Bdgt/ 09-10 Orig
	<u>2008-09</u>	<u>2009-10</u>	<u>2009-10</u>	<u>2009-10</u>	<u>2010-11</u>	<u>Bdgt Diff</u>
<u>Expenditures</u>						
<u>Payroll Costs</u>						
Professional personnel	259,427,715	267,140,057	266,239,621	264,801,068	270,251,113	3,111,056
Support personnel	48,194,755	47,998,004	48,621,959	48,027,149	49,815,852	1,817,848
Substitutes	4,725,091	5,008,394	5,389,885	5,400,137	5,239,748	231,354
Teacher comp allot	1,373,438	1,365,175	1,365,175	1,296,187	1,267,177	(97,998)
Stipends/Extra duty pay	10,299,995	12,876,664	13,452,526	13,828,848	12,108,476	(768,188)
Hiring Incentive	239,967	265,000	265,000	247,072	255,000	(10,000)
Part-time/temporary	1,813,189	1,936,904	1,983,857	1,944,836	1,924,415	(12,489)
Employee allowances	536,497	112,950	111,698	103,240	0	(112,950)
Medicare/FICA	4,556,973	4,828,139	4,857,455	4,833,383	5,017,718	189,579
Health & life insurance	14,914,345	15,128,525	15,128,525	15,301,633	15,224,760	96,235
Workers compensation	1,764,961	2,250,000	1,950,000	1,950,000	2,350,000	100,000
Teacher retirement	4,152,306	4,447,323	4,447,855	4,545,455	4,852,124	404,801
TRS/Medicare Part D on-behalf	20,881,121	21,248,968	21,248,968	21,776,189	21,776,189	527,221
TRS Care	1,727,832	1,772,060	1,772,169	1,835,324	1,824,603	52,543
TRS - First 90 days	161,064	224,712	224,712	188,722	190,000	(34,712)
TRS Care - Surchg on Retirees	1,997	8,800	8,800	5,000	5,000	(3,800)
Unemployment	90,619	99,000	99,000	186,400	181,000	82,000
Other employee benefits	<u>362,636</u>	<u>329,200</u>	<u>329,200</u>	<u>328,396</u>	<u>325,194</u>	<u>(4,006)</u>
Total Payroll Costs	375,224,501	387,039,875	387,496,405	386,599,038	392,608,369	5,568,494
<u>Purch & Contracted Services</u>						
Legal Services	808,774	390,000	390,000	567,654	450,000	60,000
Audit Services	112,000	112,000	112,000	100,000	92,500	(19,500)
Tarrant Appraisal District	1,520,037	1,596,708	1,596,708	1,523,127	1,616,708	20,000
Tarrant County (tax collection)	68,926	77,000	77,000	69,270	77,000	0
Other professional services	537,774	221,865	237,915	237,915	167,565	(54,300)
Tuition	515,129	725,000	999,590	1,096,966	730,000	5,000
Contracted maint & repair	7,922,334	4,535,101	4,743,413	4,725,482	4,521,842	(13,259)
Water	1,926,991	1,888,705	1,888,705	1,874,355	1,888,705	0
Telephone	579,208	585,547	682,929	1,006,102	676,144	90,597
Electricity	12,297,363	12,597,273	12,197,273	12,268,892	11,750,920	(846,353)
Gas	667,201	1,021,516	1,021,516	757,013	921,516	(100,000)
Rentals & operating leases	950,598	963,465	1,028,235	908,621	992,498	29,033
Other purch & contracted serv	<u>4,294,915</u>	<u>4,500,639</u>	<u>5,246,551</u>	<u>4,761,198</u>	<u>4,287,982</u>	<u>(212,657)</u>
Total Purch & Contracted Serv	32,201,250	29,214,819	30,221,835	29,896,595	28,173,380	(1,041,439)
<u>Supplies & Materials</u>						
M & O supplies	4,546,388	4,566,130	4,870,721	4,799,566	4,685,400	119,270
Books & reading materials	1,178,079	1,238,348	1,700,896	1,416,643	1,692,527	454,179
General supplies	<u>6,773,720</u>	<u>7,010,849</u>	<u>9,664,428</u>	<u>7,600,531</u>	<u>7,257,041</u>	<u>246,192</u>
Total Supplies & Materials	12,498,187	12,815,327	16,236,045	13,816,740	13,634,968	819,641

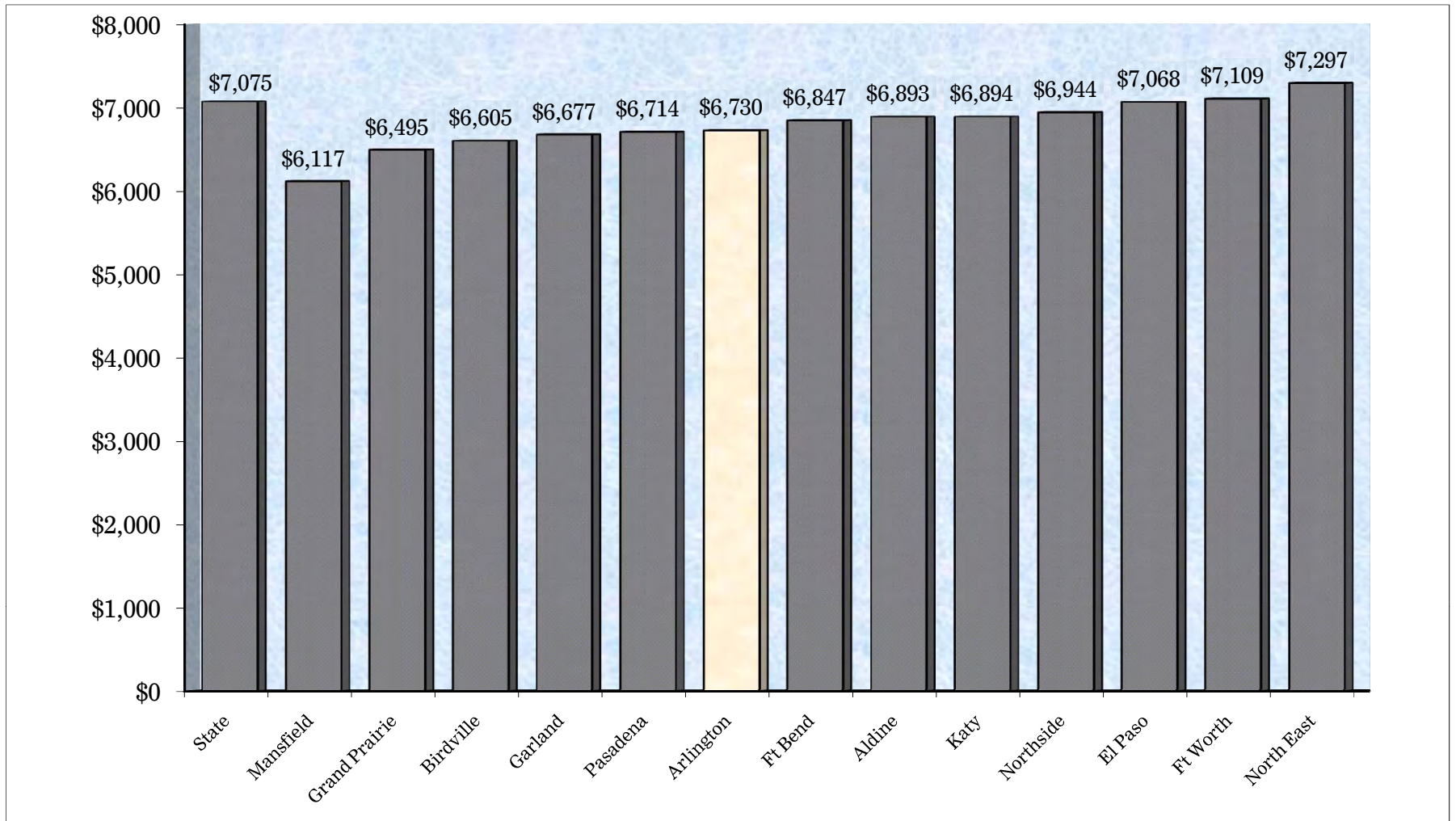
**Arlington Independent School District
General Operating Fund & State Fiscal Stabilization Fund
Revenues & Expenditures - By Object**

	(1)	(2)	(3)	(4)	(5)	(6)
	Actual	Original	Current	Projected	Adopted	10-11 Bdgt/
	<u>2008-09</u>	<u>2009-10</u>	<u>2009-10</u>	<u>2009-10</u>	<u>2010-11</u>	<u>09-10 Orig</u>
						<u>Bdgt Diff</u>
<u>Other Operating Costs</u>						
Travel	1,658,130	2,180,479	3,277,109	2,660,722	2,413,419	232,940
Property & liability insurance	1,103,020	1,525,030	1,325,035	1,070,730	1,257,100	(267,930)
Election costs	59,959	60,000	60,000	158,976	60,000	0
Payment to TIF	2,690,197	4,074,291	4,074,291	3,692,050	3,421,145	(653,146)
Miscellaneous operating costs	<u>815,245</u>	<u>875,743</u>	<u>949,536</u>	<u>967,362</u>	<u>938,157</u>	<u>62,414</u>
Total Other Operating Costs	6,326,551	8,715,543	9,685,971	8,549,840	8,089,821	(625,722)
<u>Debt Service</u>						
Lease/purchase agreements	112,408	125,224	125,224	125,224	74,316	(50,908)
Energy Retrofit Loan Payments	<u>384,118</u>	<u>665,814</u>	<u>665,814</u>	<u>385,119</u>	<u>665,814</u>	<u>0</u>
Total Debt Service	496,526	791,038	791,038	510,343	740,130	(50,908)
<u>Capital Outlay</u>						
Land purch, improve, fees	157,781	0	44,240	92,215	0	0
Bldg purch, constr, improve	25,305	0	26,000	26,000	0	0
Vehicles	17,851	0	0	0	0	0
Furn & equip > \$5,000	208,378	58,947	71,847	76,130	93,353	34,406
Lease purch of furn, bldg, equip	<u>0</u>	<u>0</u>	<u>219,578</u>	<u>219,578</u>	<u>0</u>	<u>0</u>
Total Capital Outlay	409,315	58,947	361,665	413,923	93,353	34,406
Total Expenditures	427,156,330	438,635,549	444,792,959	439,786,479	443,340,021	4,704,472
<u>Other Uses</u>						
Operating transfers out	0	0	0	0	0	0
Total Other Uses	0	0	0	0	0	0
Total Exp & Other Uses	<u>427,156,330</u>	<u>438,635,549</u>	<u>444,792,959</u>	<u>439,786,479</u>	<u>443,340,021</u>	<u>4,704,472</u>
Revenues Over/(Under) Exp	(11,180,821)	(12,073,882)	(13,282,553)	(3,109,366)	(13,356,293)	(1,282,411)

**Arlington Independent School District
General Operating Fund & State Fiscal Stabilization Fund
Revenues & Expenditures - By Object**

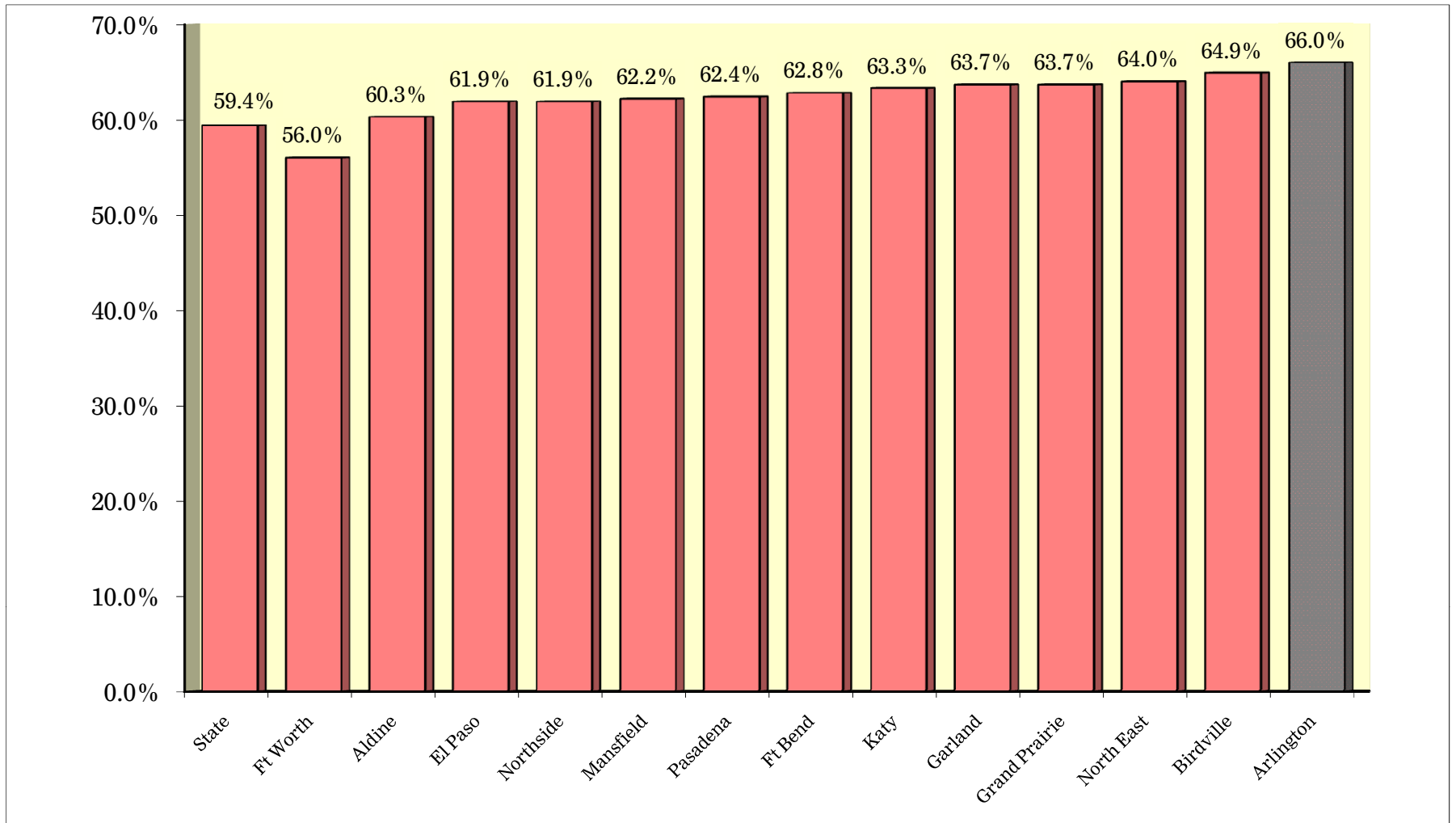
	(1)	(2)	(3)	(4)	(5)	(6)
	Actual	Original	Current	Projected	Adopted	10-11 Bdg/ 09-10 Orig
<u>Fund Balance</u>	<u>2008-09</u>	<u>2009-10</u>	<u>2009-10</u>	<u>2009-10</u>	<u>2010-11</u>	<u>Bdgt Diff</u>
Beginning fund balance	85,130,526	73,949,705	73,949,705	73,949,705	70,840,339	
Revenues Over/(Under) Exp	(11,180,821)	(12,073,882)	(13,282,553)	(3,109,366)	(13,356,293)	
Ending Fund Balance	<u>73,949,705</u>	<u>61,875,823</u>	<u>60,667,152</u>	<u>70,840,339</u>	<u>57,484,046</u>	
Reserve for Inventory	1,583,316	1,900,000	1,900,000	1,700,000	1,700,000	
Reserve for Encumbrances	164,448	300,000	300,000	300,000	300,000	
Reserve for Prepaid items	0	300,000	300,000	0	0	
Reserve for State/Federal Programs	0	0	0	3,500,000	2,800,000	
Unreserved, Undesignated	<u>72,201,941</u>	<u>59,375,823</u>	<u>58,167,152</u>	<u>65,340,339</u>	<u>52,684,046</u>	
	73,949,705	61,875,823	60,667,152	70,840,339	57,484,046	

PER PUPIL TOTAL OPERATING EXPENDITURES



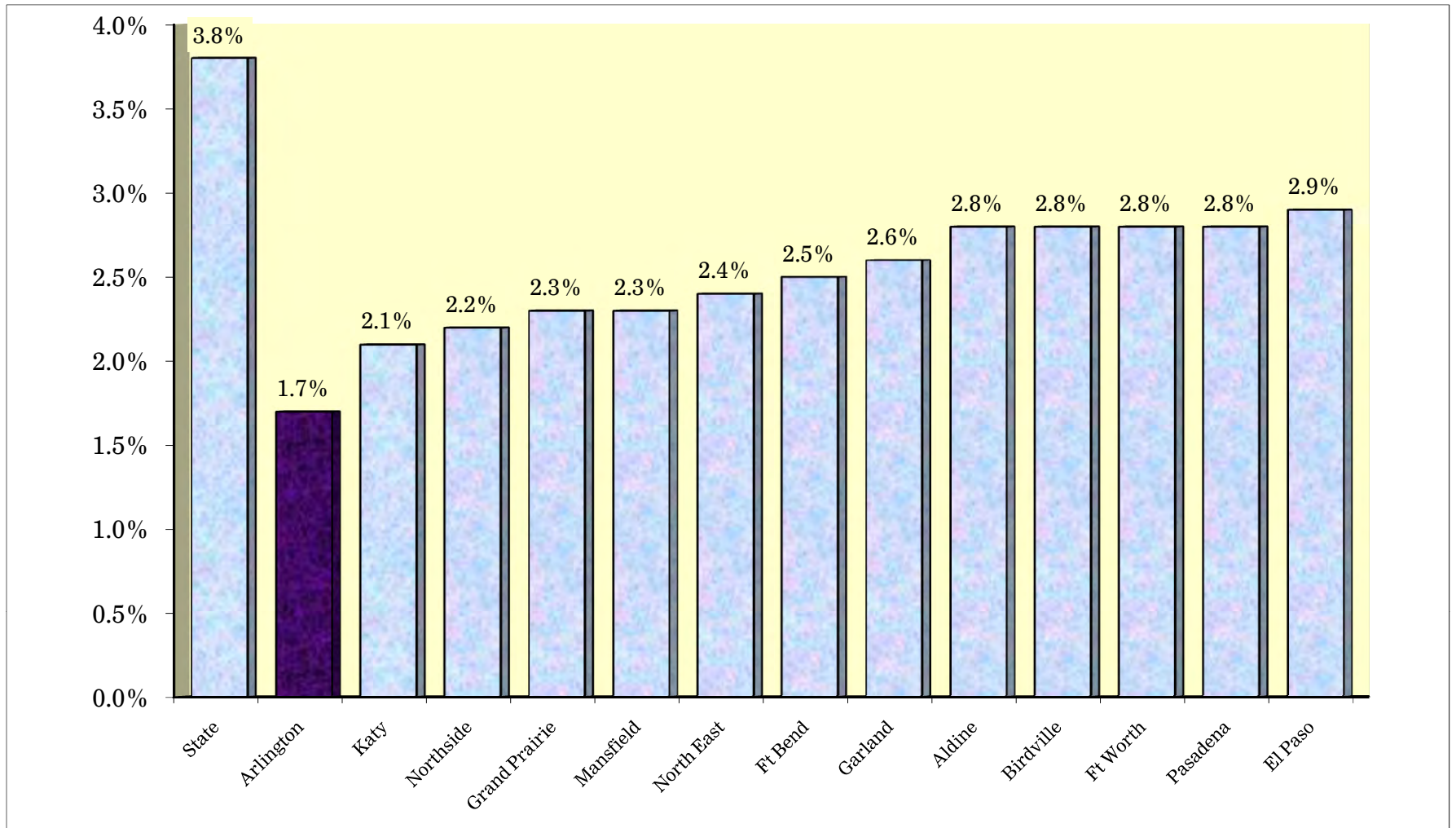
PERCENT OF TOTAL BUDGET

Instruction

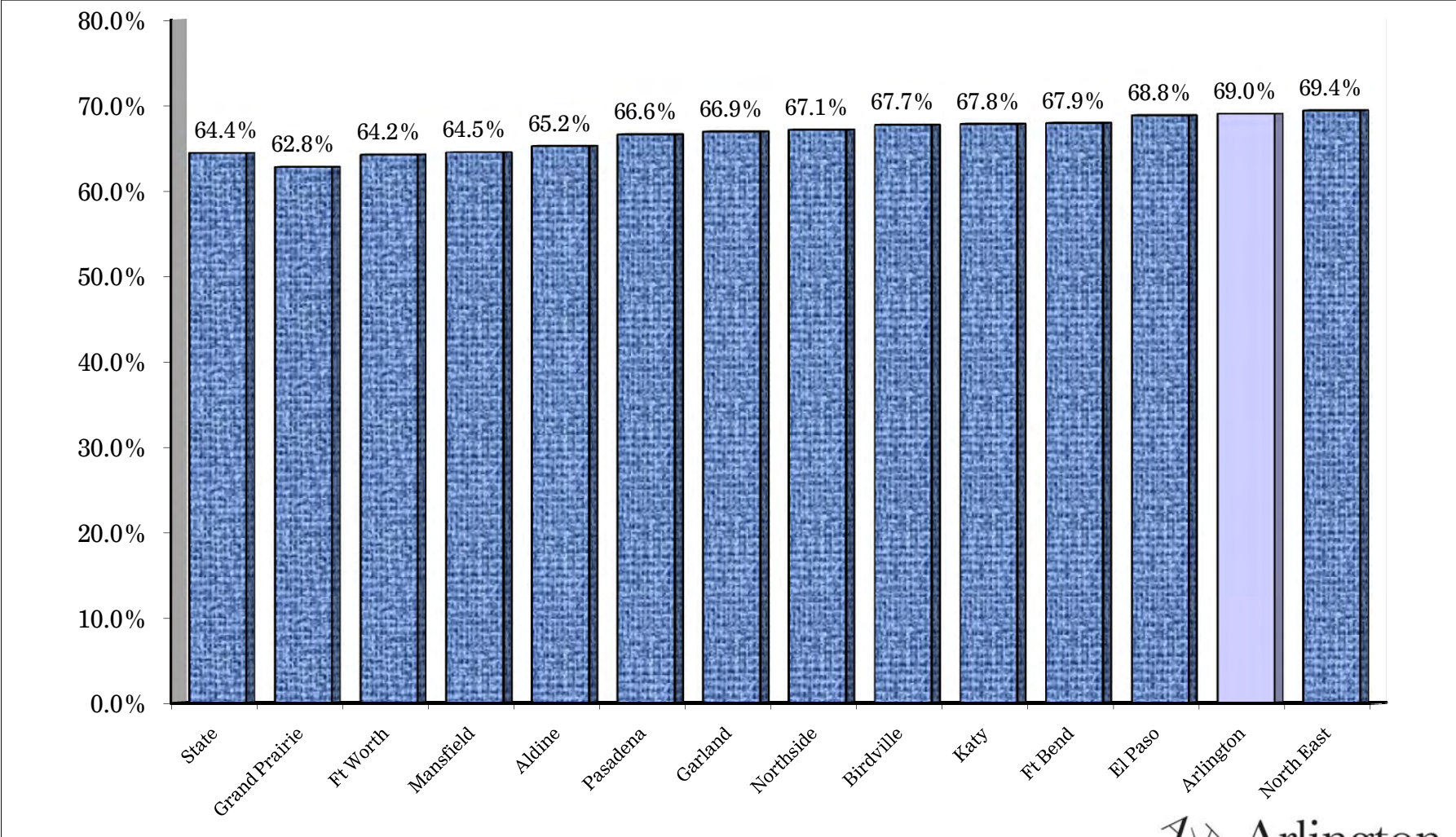


PERCENT OF TOTAL BUDGET

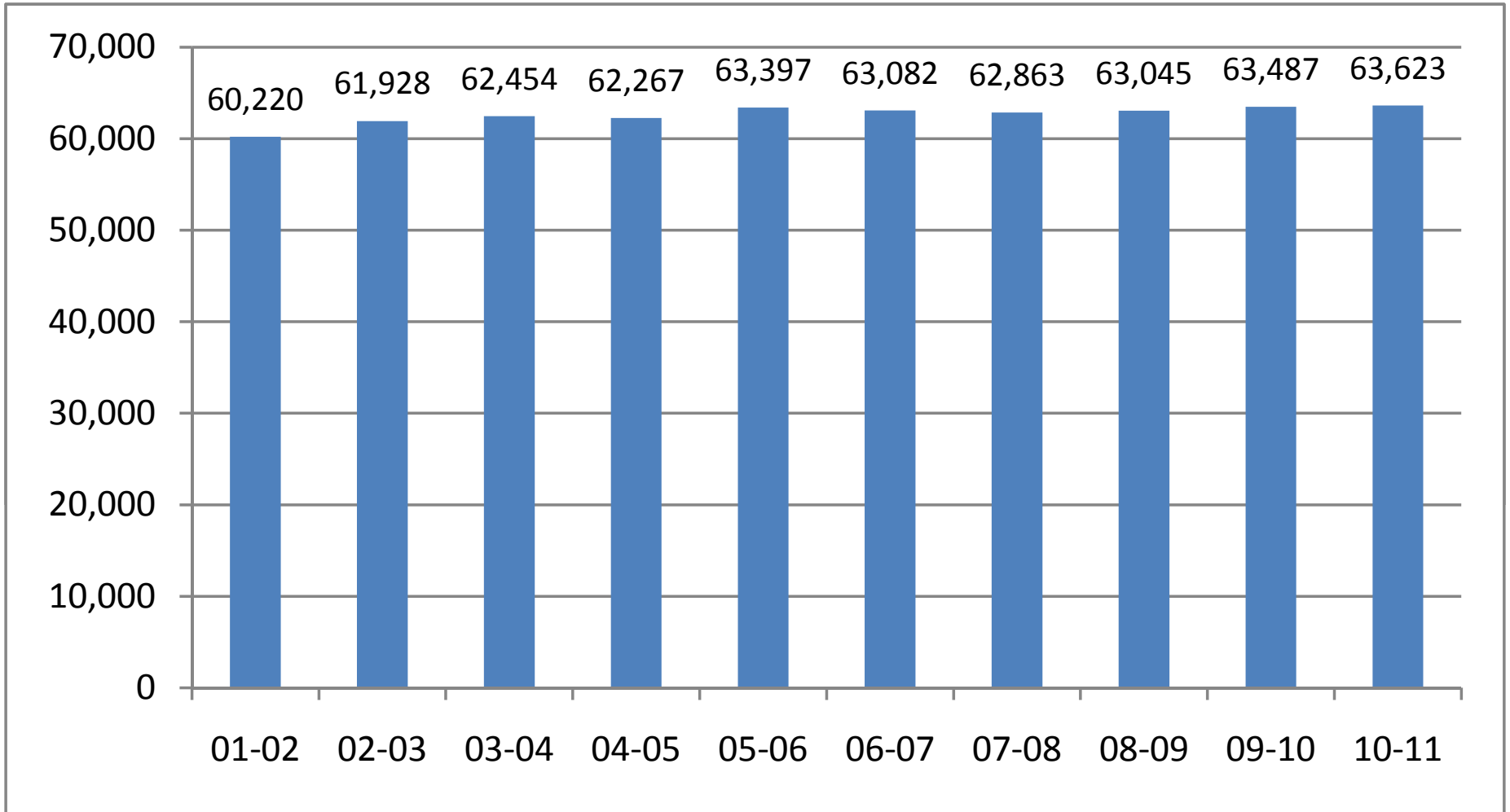
Central Administration



INSTRUCTIONAL EXPENSE RATIO



Student Enrollment



Debt Service Fund

The Debt Service Fund is used to account for the principal and interest payments the District makes on general obligation bonds that were sold to furnish funds for the construction of school buildings and other capital projects. The revenues used to make the payments come from the debt service portion of the property tax rate, state facilities assistance, and interest earnings.

**Arlington Independent School District
2010-11 Budget
Debt Service Fund**

	<u>2008-09</u>	<u>2009-10</u>	<u>2009-10</u>	<u>2010-11</u>
	<u>Actual</u>	<u>Budget</u>	<u>Proj Actual</u>	<u>Budget</u>
<u>Revenues</u>				
5700 - Local & Intermediate Revenues				
5710 - Local Tax Revenue				
Current Tax Collections	47,259,686	46,339,712	46,430,888	55,396,104
Prior Year Tax Collections	477,636	350,000	352,344	334,727
Penalty & Interest	<u>402,130</u>	<u>365,000</u>	<u>328,005</u>	<u>325,000</u>
Sub-total	48,139,452	47,054,712	47,111,237	56,055,831
5740 - Other Revenue from Local Sources				
Interest Revenue	191,856	100,798	38,272	85,595
Misc	<u>0</u>	<u>0</u>	<u>85,893</u>	<u>0</u>
Sub-total	191,856	100,798	124,165	85,595
5810 - Per Capita and Foundation Revenues				
Facilities Assistance	<u>1,064,203</u>	<u>0</u>	<u>6,027</u>	<u>85,951</u>
Sub-total	1,064,203	0	6,027	85,951
Total Revenues	49,395,511	47,155,510	47,241,429	56,227,377
7900 - Other Resources				
7910 -				
Sale of Bonds	<u>12,895,700</u>	<u>0</u>	<u>0</u>	<u>0</u>
Total Other Resources	12,895,700	0	0	0
Total Revenues and Other Resources	<u>62,291,211</u>	<u>47,155,510</u>	<u>47,241,429</u>	<u>56,227,377</u>
<u>Expenditures</u>				
Function 71 - Debt Service				
6500 Debt Service				
Principal	29,085,000	20,466,261	20,466,261	37,450,000
Interest	19,986,336	27,298,568	27,328,835	19,686,547
Fees & Other Debt Services expenditure	<u>258,622</u>	<u>6,000</u>	<u>12,500</u>	<u>12,500</u>
Sub-total	49,329,958	47,770,829	47,807,596	57,149,047
Total Debt Service Expenditures	49,329,958	47,770,829	47,807,596	57,149,047
8900 - Other Uses				
Debt Defeasance	12,647,727	0	0	0
Total Expenditures and Other Uses	<u>61,977,685</u>	<u>47,770,829</u>	<u>47,807,596</u>	<u>57,149,047</u>
Revenues Over/(Under) Exp	313,526	(615,319)	(566,167)	(921,670)
Beginning Fund Balance	11,179,949	11,493,475	11,493,475	10,927,308
Ending Fund Balance	11,493,475	10,878,156	10,927,308	10,005,638

Construction Fund

The Construction Fund accounts for all proceeds of bond issues and earnings on investments of the fund. Proceeds from the sale of bonds are used for acquiring school sites, constructing and equipping new school facilities, and renovating existing facilities.

**Arlington Independent School District
2010-11 Budget
Construction Fund**

	<u>2008-09</u> <u>Actual</u>	<u>2009-10</u> <u>Budget</u>	<u>2009-10</u> <u>Proj Actual</u>	<u>2010-11</u> <u>Budget</u>
<u>Revenues</u>				
5700 - Local & Intermediate Revenues				
5740 - Other Revenue from Local Sources				
Interest Revenue	259,849	104,354	87,433	150,000
Tax Increment Finance Zone Rebate	<u>589,687</u>	<u>885,781</u>	<u>563,659</u>	<u>536,457</u>
Sub-total	849,536	990,135	651,092	686,457
7900 - Other Resources				
7911 - Sale of Bonds	0	0	65,755,000	0
7912 - Sale of Real & Personal Property	0	0	882,386	0
7616 - Bond Premium	<u>0</u>	<u>0</u>	<u>1,748,110</u>	<u>0</u>
Sub-total	0	0	68,385,496	0
Total Constr Fund Rev & Other Resources	<u>849,536</u>	<u>990,135</u>	<u>69,036,588</u>	<u>686,457</u>
<u>Expenditures</u>				
Function 11 - Instruction				
6300 Supplies & Materials	0	0	3,038,920	11,112,282
6600 Capital Outlay	<u>0</u>	<u>0</u>	<u>97,574</u>	<u>0</u>
	0	0	3,136,494	11,112,282
Function 34 - Transportation				
6600 Capital Outlay	0	0	0	2,494,976
Function 36 - Co-curricular Activities				
6300 Supplies & Materials	0	0	24,545	0
Function 51 - Plant Maintenance & Operation				
6200 Contracted Services	618,659	0	13,459,407	7,821,722
6300 Supplies & Materials	<u>235,930</u>	<u>0</u>	<u>76,067</u>	<u>0</u>
Sub-total	854,589	0	13,535,474	7,821,722
Function 52 - Security				
6600 Contracted Services	0	0	0	3,234,000
Function 53 - Data Processing Services				
6300 Supplies & Materials	0	0	0	772,000
6600 Capital Outlay	<u>0</u>	<u>0</u>	<u>320,795</u>	<u>1,000,000</u>
	0	0	320,795	1,772,000
Function 71 - Debt Service (Capital Leases)				
6500 Debt Service	0	0	572,836	0
Function 81 - Facility Acquisition & Construction				
6200 Contracted Services	11,000	0	0	0
6300 Supplies & Materials	0	0	1,000,279	798,413
6600 Capital Outlay	<u>361,883</u>	<u>0</u>	<u>7,012,004</u>	<u>18,127,464</u>
Sub-total	372,883	0	8,012,283	18,925,877
Total Construction Fund Expenditures	1,227,472	0	25,602,427	45,360,857
Other uses				
Non-Operating Expenditure	0	0	0	0
Total Expenditures and Other Uses	<u>1,227,472</u>	<u>0</u>	<u>25,602,427</u>	<u>45,360,857</u>
Revenues Over/(Under) Exp	(377,936)	990,135	43,434,161	(44,674,400)
Beginning Fund Balance	22,372,511	21,994,575	21,994,575	65,428,736
Ending Fund Balance	21,994,575	22,984,710	65,428,736	20,754,336

Enterprise Fund

The Enterprise Fund is used to account for the Food Service operation of the District. The District receives revenues from breakfast and lunch sales in addition to the federal reimbursements obtained through the National School Lunch and Breakfast Programs. The accounting and management of the Food Service program more closely resembles a commercial operation than a government service, therefore, a separate enterprise fund is used to account for its operations.

**Arlington Independent School District
2010-11 Budget
Food Service Enterprise Fund**

<u>Revenues</u>	<u>2008-09</u> <u>Actual</u>	<u>2009-10</u> <u>Budget</u>	<u>2009-10</u> <u>Proj Actual</u>	<u>2010-11</u> <u>Budget</u>
5700 - Local & Intermediate Revenues				
5740 - Other Revenue from Local Sources				
Catering Services	149,901	135,000	143,059	140,000
Miscellaneous	<u>157,732</u>	<u>4,000</u>	<u>7,790</u>	<u>8,000</u>
Sub-total	307,633	139,000	150,849	148,000
5750 - Enterprise Activity Revenue				
Student Breakfast & Lunch	4,243,131	4,889,541	4,308,833	4,352,701
Adult Breakfast & Lunch	394,090	400,000	375,622	390,000
Student A La Carte	<u>2,009,092</u>	<u>2,121,850</u>	<u>1,858,622</u>	<u>1,850,000</u>
Sub-total	6,646,313	7,411,391	6,543,077	6,592,701
Total Local & Intermediate Revenues	6,953,946	7,550,391	6,693,926	6,740,701
5800 - State Program Revenues				
5820 - Miscellaneous State Revenues				
State Matching Funds	<u>192,303</u>	<u>189,255</u>	<u>192,910</u>	<u>190,000</u>
Total State Revenues	192,303	189,255	192,910	190,000
Total Food Service Enterprise Revenue	7,146,249	7,739,646	6,886,836	6,930,701
7000 - Other Resources				
7900 - Other State Distributed Federal Revenue				
School Breakfast Program	3,786,950	3,425,362	4,032,196	3,950,000
National School Lunch Program	13,439,991	13,720,612	14,418,038	14,738,102
National School Snack Program	44,843	20,000	70,353	70,000
U.S.D.A. Donated Commodities	1,301,542	1,441,030	1,663,205	1,548,138
Interest Revenue	24,869	28,000	10,142	20,000
Transfers In	<u>159,903</u>	<u>0</u>	<u>0</u>	<u>0</u>
Sub-total	18,758,098	18,635,004	20,193,934	20,326,240
Total Other Resources	18,758,098	18,635,004	20,193,934	20,326,240
Total Revenue and Other Resources	<u>25,904,347</u>	<u>26,374,650</u>	<u>27,080,770</u>	<u>27,256,941</u>

**Arlington Independent School District
2010-11 Budget
Food Service Enterprise Fund**

	<u>2008-09</u>	<u>2009-10</u>	<u>2009-10</u>	<u>2010-11</u>
<u>Expenses</u>	<u>Actual</u>	<u>Budget</u>	<u>Proj Actual</u>	<u>Budget</u>
Function 35 - Food Service				
6100 Payroll Costs	10,011,100	10,977,578	10,243,772	11,102,021
6200 Contracted Services	1,429,298	1,500,316	1,572,190	1,638,816
6300 Supplies & Materials	12,145,944	13,264,372	13,242,595	14,055,249
6400 Other Operating Expenses	<u>357,659</u>	<u>475,200</u>	<u>568,916</u>	<u>526,925</u>
Sub-total	23,944,001	26,217,466	25,627,473	27,323,011
Function 51 - Plant Maintenance & Operation				
6200 Contracted Services	1,562	5,200	5,571	6,500
Function 71 - Debt Service (Capital Leases)				
6500 Debt Service	638	4,628	4,556	0
Total Food Service Expenses	23,946,201	26,227,294	25,637,600	27,329,511
Other Uses	0	0	0	0
Total Expenditures and Other Uses	<u>23,946,201</u>	<u>26,227,294</u>	<u>25,637,600</u>	<u>27,329,511</u>
Revenues Over/(Under) Exp	1,958,146	147,356	1,443,170	(72,570)
Beginning Equity	7,584,289	9,542,435	9,542,435	10,985,605
Ending Equity	9,542,435	9,689,791	10,985,605	10,913,035