

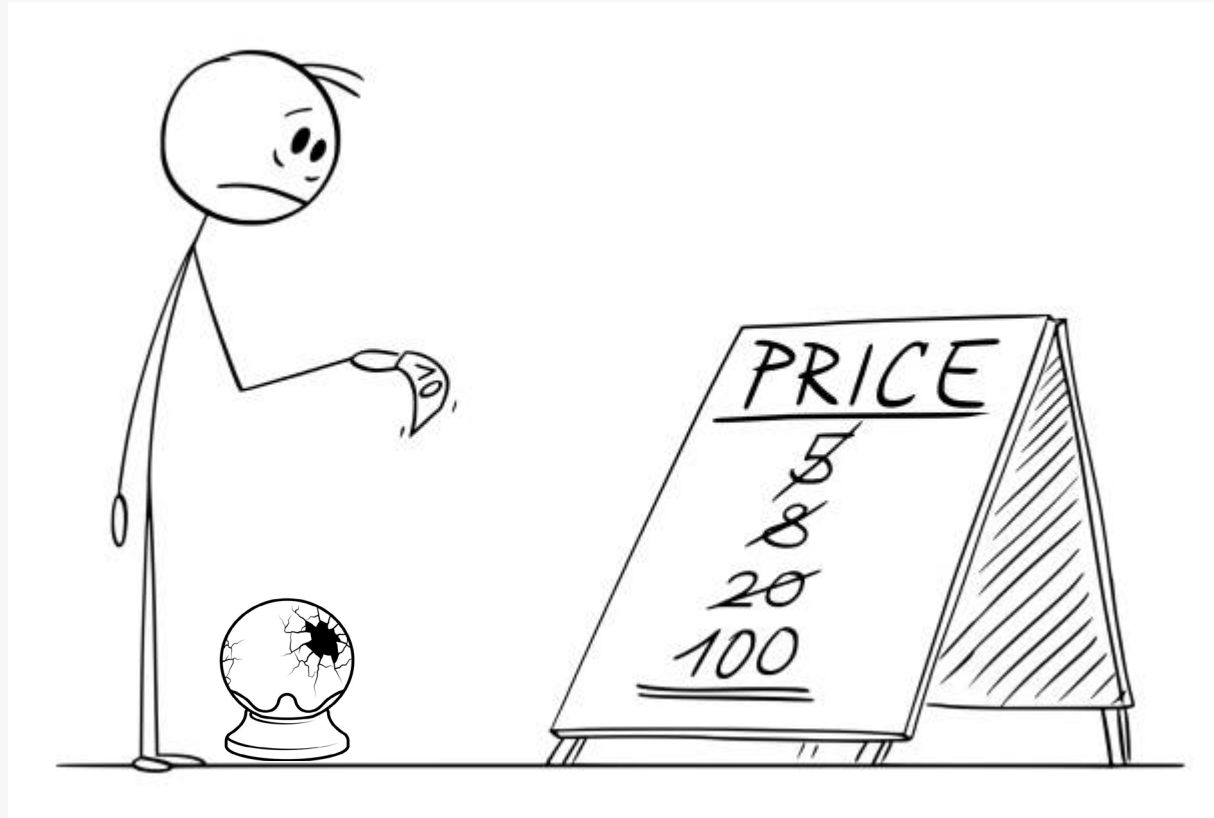


# 23-24 BUDGET PRESENTATION #3

*TAX RATE, YEAR END, AND PROPOSED BUDGETS*

Calallen ISD | August 28, 2023

# 2023-24 BUDGET SEASON...



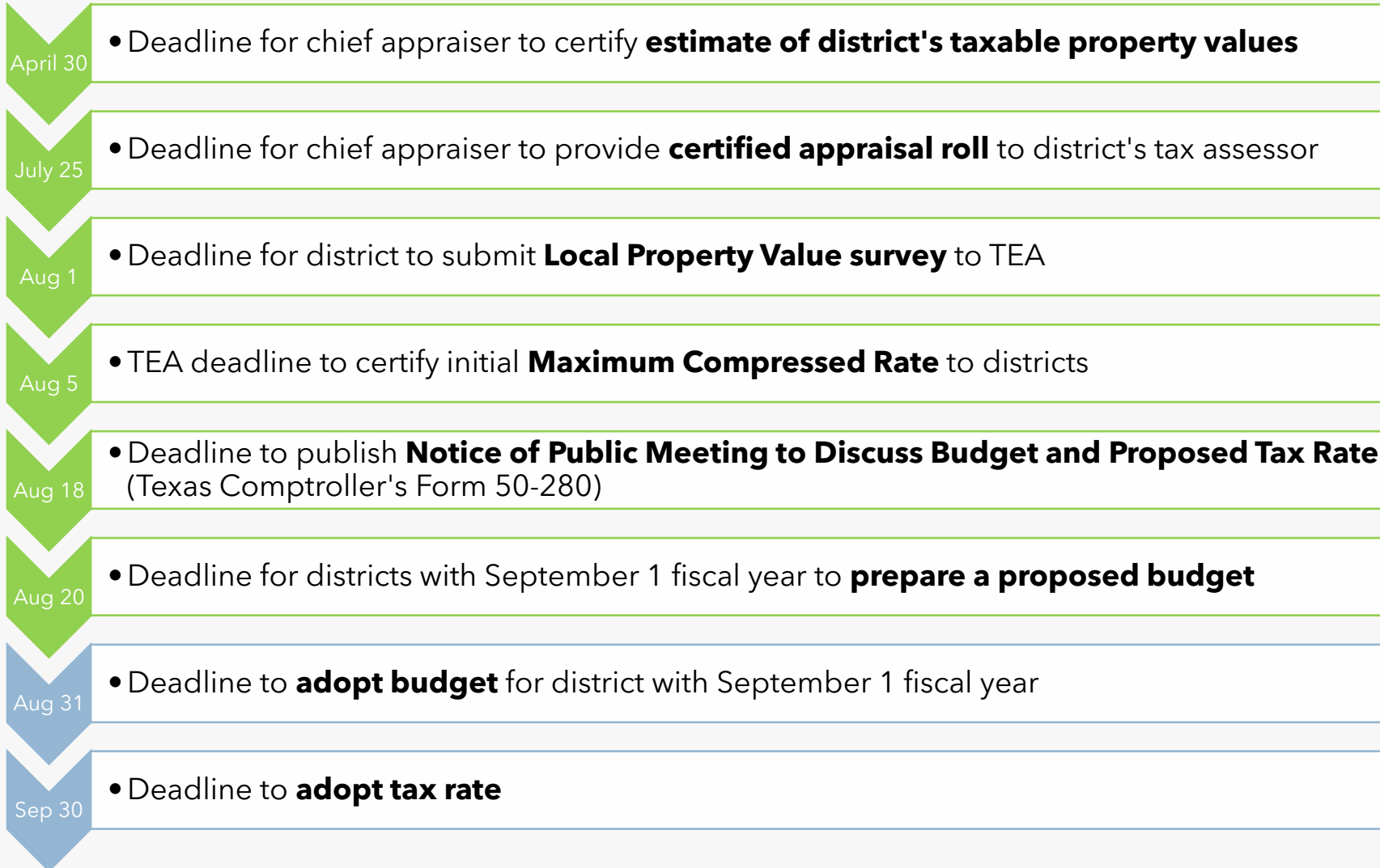
**Calallen ISD**  
**Budget Calendar**  
**Fiscal Year 2023-2024**  
*Tax Year 2023 and Fiscal Year 2024*

Timeframe	Board Meeting Dates	Action Needed	Responsible Parties
March - June		Review of 2022-2023 Budgets Estimate actual revenues and expenditures Submission of 2023-2024 budget requests	Assistant Superintendent Assistant Superintendent Principals and Directors
Late April		2023 <u>Estimated</u> Tax Values to CISD	Appraisal District
June	June 12, 2023 Regular Meeting	Budget Workshop w/ Board Legislative Update and Preliminary Budget Information	Supt/Asst Supt Board of Trustees
July	July 17, 2023 Regular Meeting	Budget Workshop w/ Board Preliminary Budget Information & Compensation Plan Adopt Compensation Plan & Raises for 2023-2024	Supt/Asst Supt Board of Trustees
July 25th		2023 <u>Certified</u> Tax Values to CISD	Appraisal District
Early August		Tax Value Data Collection Due to TEA TEA Issues Tier 1 Tax Rate for the District	Assistant Superintendent TEA
Early August	August 14, 2023 Regular Meeting	Budget Workshop w/ Board Presentation of Notice to Set Tax Rate and Preliminary Budget <b>*Board may adopt a tax rate lower than what is published</b>	Supt/Asst Supt
August 17th		Notice of Hearing to Set the Tax Rate and Adopt the Budget PUBLISHED in Corpus Christi Caller Times <b>*Must be published 10-30 days before hearing, 2023-2024 deadline August 18, 2023</b>	Assistant Superintendent
Late August	August 28, 2023 Special Meeting	Conduct Hearing to Set the Tax Rate and Adopt the Budget Conduct Special Meeting to Approve: Final Budget Amendments for 2022-2023 Set Tax Rate for Tax Year 2023 Adopt Budgets for 2023-2024	Supt/Asst Supt Board of Trustees

# 2023-24 BUDGET CALENDAR



# BUDGET AND TAX RATE TIMELINE



# DISCLAIMERS AND CONSIDERATIONS

- On a \$45 million budget, a 1% variation in revenue or expense is **\$450,000**
- **\$1 million** will pay the annual salaries of approximately **18 teachers**
- The main sources of school district funding are:
  - Local Funding -Property Tax Collections
  - State Funding -Foundation School Program, driven by Student Counts and Attendance, Property Values and Growth, and Hold Harmless Laws
  - Federal Funding -SHARS and Indirect Cost from Federal Grants
- HB3 introduced a **"fixed income diet"** for Texas School Districts, funding has not been adjusted for inflation.
- 5 year projections becoming increasingly complicated and more difficult
  - HB 3, COVID-19, HB 1525, Property Tax Compression, and Future Legislative Sessions



# FUND BALANCE CONSIDERATIONS

- Per TEA, the ideal fund balance is 3 month's operating expenses, or ***\$11.5 million for CISD***
- 2021-2022 audited fund balance: **\$24,075,178**
  - \$7 million assigned for Property Insurance Deductibles
  - \$17 million unassigned
- Reasons to continue to maintain a healthy fund balance:
  - Cash flow
  - Hurricane or other disaster, increased insurance deductible is 3% or \$7 million
  - Single large taxpayer, represents 18% of our tax base, or a \$2.5 million risk
  - Future Legislative session impacts
  - HB3 impact of fixed income diet





# TAX RATE INFORMATION

## 2023-2024 Notice of Public Meeting to Discuss Budget and Proposed Tax Rate

*Published: Corpus Christi Caller Times - August 17, 2023 Edition*

**Meeting Scheduled August 28, 2023 at 5:30pm**

***By law, cannot adopt a budget or tax rate higher than what is posted on the notice.***

- *THIS BILL REQUIRES A NOVEMBER GENERAL ELECTION BEFORE IT BECOMES LAW, HOWEVER IT STIPULATES THAT SCHOOL DISTRICTS & TAX COLLECTORS CALCULATE 2023 TAXES AS IF IT PASSES*
- District Financial Impacts
  - Decrease in Taxable Property Value of approximately \$280M
  - Lower M&O property value = less tax rate compression
  - Lower I&S property value = higher rate to make bond payments
  - M&O and I&S Hold Harmless Provision

CISD Impact: **Loss of \$259M**  
Net Taxable Value



*PENDING*  
**\$100,000  
HOMESTEAD  
EXEMPTION  
IMPACTS**



# PROPERTY TAX VALUES, RATES, & COLLECTIONS

	2021-22 Certified	2022-23 Certified	2023-24 Certified
<b>M&amp;O Value</b>	<b>\$1,961,195,798</b>	<b>\$2,140,887,378</b>	<b>\$2,142,045,020</b>
Value Growth	2.7%	9.2%	0.1%
Tax Rate	0.9896	0.9429	0.7695
Tax Rate Compression	(\$0.0019) -0.2%	(\$0.0467) -4.7%	(\$0.1734) -18.4%
Tax Collections	\$18,649,201	\$19,273,499	\$15,900,000
Collections Growth	1.3%	3.3%	-17.5%
<b>I&amp;S Value</b>	<b>\$2,655,460,491</b>	<b>\$2,889,950,191</b>	<b>\$2,916,319,523</b>
Value Growth	6.2%	8.8%	0.9%
Tax Rate	0.243	0.243	0.2504 (+0.74 cents)
Tax Collections	\$6,257,816	\$6,779,445	\$7,000,000



# IMPACT TO DISTRICT HOMEOWNERS

	2022 Certified Values	2023 Certified Values	Difference
Average Home Value	\$227,193	<b>\$269,285</b>	<b>+\$42,092</b>
Average HS Exemption	\$51,127	<b>\$128,796</b>	<b>+\$77,669</b>
<b>Average Home Taxable Value</b>	<b>\$176,066</b>	<b>\$140,489</b>	<b>-\$35,577</b>
M&O Tax Rate	0.9429	<b>0.7695</b>	<b>-0.1734</b>
M&O Tax	\$1,660.13	<b>\$1,081.06</b>	<b>-\$579.07</b>
I&S Tax Rate	0.243	<b>0.2504</b>	<b>+0.0084</b>
I&S Tax	\$427.84	<b>\$351.79</b>	<b>-\$76.05</b>
<b>Total Tax Due on Average Home Value</b>	<b>\$2,087.97</b>	<b>\$1,432.85</b>	<b>-\$655.12</b>



# 2023 TAX RATE ADOPTION

- The Proposed Tax Rate **EXCEEDS** the No-New-Revenue Tax Rate
  - **Special Motion Language Required**
  - "I move that the property tax rate be increased by the adoption of a tax rate of (specify tax rate), which is effectively a (insert percentage by which the proposed tax rate exceeds the no-new-revenue tax rate) percent increase in the tax rate."
  - Footnote on agenda item and board motion language
  - *"For clarification purposes, the tax rate is not increasing from tax year 2022 to tax year 2023, instead it is decreasing from 1.1859 to 1.0199, a difference of 16.6 cents. The Board is adopting a tax rate for 2023 which exceeds the no-new-revenue (NNR) tax rate, and is therefore, required by law, to use the specific motion language above. The percent increase in the motion language is equal to the percent that the adopted tax rate exceeds the NNR tax rate, not the percent increase or decrease when compared to last year's tax rate."*





# CONSTRUCTION FUND UPDATES

*Discuss 2018 Bond, 2021 Maintenance Tax Notes,  
and Magee Intermediate Repair Financial Updates*

*2021-22 Fiscal Year End Transfer Estimates*

*2022-23 Budget Transfer Estimates*

# 2018 BOND PROJECTS *FUND 618 SUMMARY*

	Bond Budget	Total Revenue	
Bond Proceeds	\$39,500,000	\$39,500,000	
Interest Earnings	-	\$1,611,892	
<b>Total Bond Revenue</b>	<b>\$39,500,000</b>	<b>\$41,111,892</b>	
	Bond Budget	Total Projected Costs	Remaining Budget
West Intermediate	\$13,500,000	\$20,860,193	(\$7,360,193)
Science Wing	\$10,000,000	\$11,383,856	(\$1,383,856)
AG Science Expansion	\$1,000,000	\$2,066,849	(\$1,066,849)
Athletic Projects	\$2,690,000	\$3,134,813	(\$444,813)
Other Projects - Partially Completed	\$8,440,000	\$4,432,194	\$4,007,806
Postponed Projects	\$3,800,000	\$110,631	\$3,689,369
General Planning Costs	\$70,000	\$183,868	(\$113,868)
<b>Total Bond Expenses</b>	<b>\$39,500,000</b>	<b>\$42,172,405</b>	<b>(\$2,672,405)</b>
<b>Total Bond Funds Remaining</b>		<b>(\$1,060,513)</b>	



- Band Uniforms
- Technology Upgrades
- High School Ag Shop Expansion
- High School Science Wing
- West Intermediate
- General Planning Costs

# 2018 BOND *OPEN FINANCIAL PROJECTS*



# 2021 MAINTENANCE TAX NOTES

Project	Amount
Proceeds	\$4,890,000
Interest/Premiums	\$136,663
<b>Total Revenue</b>	<b>\$5,026,663</b>
2021 Summer RTU Projects	\$2,635,368
2022 Magee RTU Project	\$1,282,152
Multipurpose Turf Repairs	\$41,385
HS Auditorium Upgrades	\$189,666
MS Audio/Visual Project	\$95,467
Engineering Fees RTU Projects	\$624,849
AG Barn Repairs	\$129,630
<b>Expense Total</b>	<b>\$4,998,517</b>

NOW, THEREFORE, BE IT RESOLVED BY THE BOARD OF TRUSTEES OF CALALLEN INDEPENDENT SCHOOL DISTRICT:

SECTION 1. RECITALS, AMOUNT AND PURPOSE OF THE NOTES. The recitals set forth in the preamble hereof are incorporated herein and shall have the same force and effect as if set forth in this Section. The Notes are hereby authorized to be issued and delivered in the aggregate principal amount of \$4,890,000 for the maintenance, repair, rehabilitation and replacement of school facilities in the Issuer, including replacing roofs, HVAC equipment, parking lots and other school facilities and to pay costs of issuance of the Notes.

## Planned Use of Remaining Proceeds from March 2023:

- ~~• Safety & Security – Remaining Funds~~
  - ~~• \$116,350~~
- AG Barn Electrical & Plumbing Upgrades



	Proceeds	Expenditures	Impact to the General Fund
2018 Bond Projects	\$41,111,892	\$42,172,405	FY 22-23 \$500,000 FY 23-24 \$500,000
2021 Maintenance Tax Notes	\$5,026,663	\$4,998,517	FY 22-23 \$0 FY 23-24 \$0
Magee Intermediate Repairs	\$2,217,414	\$2,259,162	FY 22-23 \$41,748
<b>Totals</b>			<b>FY 22-23 \$541,748</b> <b>FY 23-24 \$500,000</b>

## SUMMARY OF CONSTRUCTION FUNDS







# FINANCE UPDATE & PROPOSED BUDGETS

*22-23 Fiscal Year End Projections*

*23-24 Proposed Budgets*

# 2023-24 REVENUE CONSIDERATIONS

- Increase in Golden Penny Yields **+\$1M**
- **No Legislative Investment in School Funding**



Fiscal Year	October Snapshot Enrollment	Final ADA	ADA Attendance Ratio
2018-19	4,051	3,807.330	94.0%
2019-20	4,090	3,851.899	94.2%
2020-21	3,956	<del>3,701.967</del> 3,852.814 HH	93.6%
2021-22	3,868	<del>3,548.014</del> 3,648.044 HH	91.7%
2022-23	3,952	3,691.151	93.4%
<b>2023-24 July Estimates</b>	<b>3,982</b>	<b>3,702.925</b>	<b>93.0%</b>
<b>2023-24 BUDGET</b>	<b>3,937</b>	<b>3,681.095</b>	<b>93.5%</b>

# ADA & ENROLLMENT INFORMATION



**Additional Revenue From 313 Agreements**  
**Estimates as of 6/14/2023**

Tax Year	Fiscal Year	TexStar Project #341		Equistar Project #305		Epic Project #1230		Equistar Project #1777		Combined to be paid to CISD	
		Hold Harmless "Rev Loss"	"Share" w/CISD	Hold Harmless "Rev Loss"	"Share" w/CISD	Hold Harmless "Rev Loss"	"Share" w/CISD	Hold Harmless "Rev Loss"	"Share" w/CISD		
2014	2014-15	0	0	0	0					0	
2015	2015-16	0	0	0	0					0	
2016	2016-17	1,164,376	0	1,524,285	0					2,688,661	
2017	2017-18	19,301	383,502	5,073,889	345,000					5,821,692	3,133,031
2018	2018-19	256,373	371,679	4,119	1,945,143					2,577,314	(3,244,378)
2019	2019-20	866,494	378,430	4,358	379,733					1,629,015	(948,299)
2020	2020-21	78,124	610,946	0	361,315	0	377,021			1,427,406	(201,609)
2021	2021-22	15,691	673,402	3,923	360,878	1,339,943	385,281			2,779,118	1,351,712
2022	2022-23	15,367	587,396	3,312	378,179	711,169	364,804			2,060,227	(718,891)
2023	2023-24	0	563,011	0	364,805	1,070,715	364,805			2,363,336	303,109
2024	2024-25	0	0	0	381,500	0	384,176			765,676	(1,597,660)
2025	2025-26	0	0	0	381,500	0	384,176	0	0	765,676	0
2026	2026-27	0	0	0	381,500	0	384,176	0	0	765,676	0
2027	2027-28	0	0	0	0	0	384,176	0	0	384,176	(381,500)
2028	2028-29	0	0	0	0	0	384,176	0	0	384,176	0
2029	2029-30	0	0	0	0	0	384,176	7,447,032	0	7,831,208	7,447,032
2030	2030-31	0	0	0	0	0	384,176	687,010	0	1,071,186	(6,760,022)
2031	2031-32	0	0	0	0	0	384,176	0	0	384,176	(687,010)
2032	2032-33	0	0	0	0	0	384,176	0	0	384,176	0
2033	2033-34	0	0	0	0	0	384,176	0	0	384,176	0
2034	2034-35	0	0	0	0	0	0	0	0	0	(384,176)

# CHAPTER 313 AGREEMENTS



# GENERAL FUND REVENUE

	2020-21 Audited Financials	2021-22 Audited Financials	2022-23 Year End Est.	2023-24 Est. Budget
Property Taxes	\$18,399,995	\$18,630,512	\$19,284,150	\$15,900,000
Other Local	\$275,662	\$421,949	\$1,526,437	\$850,000
State Revenue	*\$19,701,764	\$18,211,661	\$18,163,434	\$22,500,000
TRS On-Behalf	\$2,103,919	\$2,158,605	\$2,359,755	\$2,174,819
Federal Revenue	\$376,665	\$432,374	\$486,576	\$400,000
<b>Subtotal</b>	<b>\$40,858,005</b>	<b>\$39,855,101</b>	<b>\$41,820,352</b>	<b>\$41,824,819</b>
CH 313s	\$1,427,406	\$2,779,118	\$2,060,227	\$2,000,000
COVID-19	\$347,042	\$14,175		
<b>Total</b>	<b>\$42,632,452</b>	<b>\$42,648,393</b>	<b>\$43,880,579</b>	<b>\$43,824,819</b>
<i>Tax Collection Growth</i>	2.55%	1.25%	3.51%	-17.55%
<i>State Funding Growth</i>	2.88%	-7.56%	-0.26%	23.88%
<i>YOY Growth w/o CH 313 &amp; Others</i>	1.48%	-2.45%	4.93%	0.01%



Fiscal Year	Local Property Tax Collections	FSP State Funding	Total Entitlement
2017-18	\$17,373,790	\$15,729,063	<b>\$33,102,853</b>
2018-19	\$18,113,333	\$16,689,161	<b>\$34,802,494</b>
2019-20*	\$17,942,639	<b>\$19,149,891*</b>	<b>\$37,092,530</b>
2020-21*	\$18,399,995	<b>\$19,701,764*</b>	<b>\$38,101,759</b>
2021-22	\$18,630,512	\$18,211,661	<b>\$36,842,173</b>
2022-23	\$19,284,150	\$18,163,434	<b>\$37,447,584</b>
<b>2023-24</b>	<b>\$15,900,000</b>	<b>\$22,500,000</b>	<b>\$38,400,000</b>

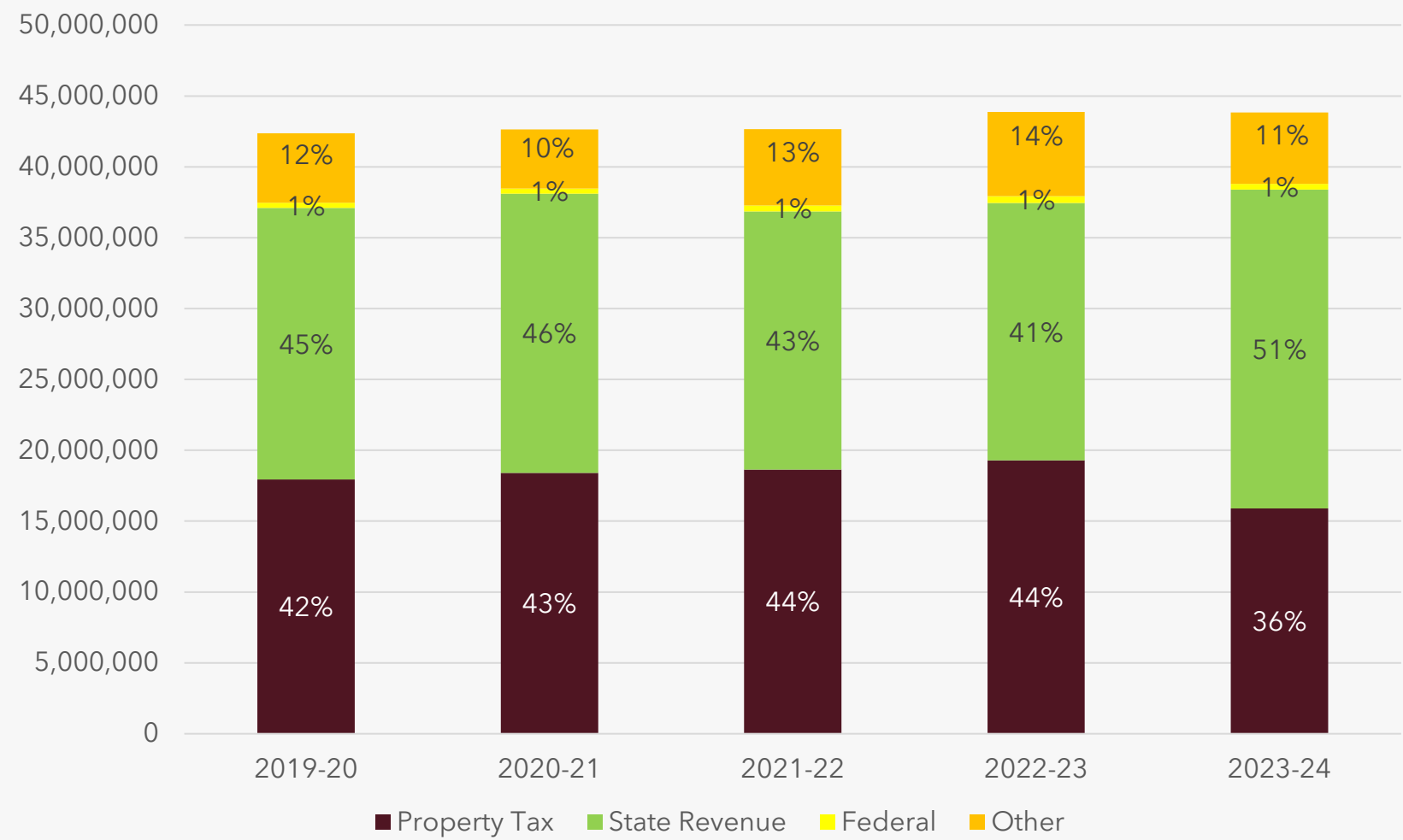
\*COVID ADA Hold Harmless & Supplant with ESSER Grant Funds

## HISTORY OF ENTITLEMENT

*Local vs. State Share*



# GENERAL FUND – REVENUE BY SOURCE



# 2023-24 EXPENSE CONSIDERATIONS

- 10% Budget Cuts **-\$650,000**
- Transportation - reduce bus purchases **-\$300,000**
- Staffing reductions - 8 Positions through attrition **-\$520,000**
- **5% increase** in Property Insurance Premiums
- **+**Safety & Security Budget

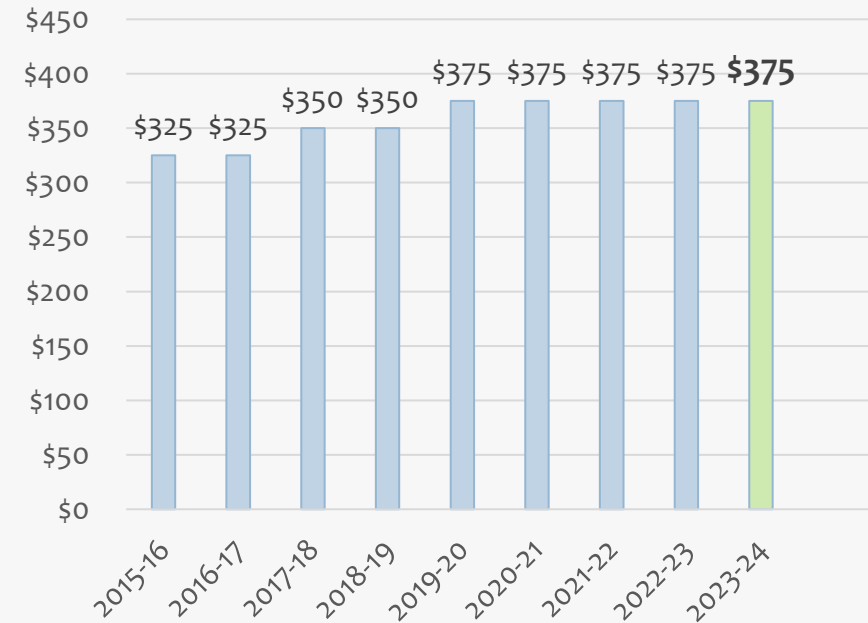




# SALARY AND BENEFITS HISTORY

Fiscal Year	% Increase	187 Day Teacher Increase	Starting Teacher Salary	Other Employee Increase	Other
2019-20	3.4%	\$1,450	\$48,570	\$0.75 <i>Per hour</i>	
2020-21	1.5%	\$800 <i>+Additional adjustment for steps 2-20</i>	\$48,750	1.5% <i>of midpoint</i>	\$500 <i>December retention stipend</i>
2021-22	3.0%	\$1,658	\$50,000	3.0% <i>of midpoint</i>	\$500 <i>December retention stipend</i>
2022-23	Avg. of 4.8%	\$2,750 <i>Avg.</i>	\$51,000	2.0% <i>of midpoint</i>	\$1,000 <i>December retention stipend</i>
<b>2023-24</b>	<b>1.5%</b>	<b>\$880</b>	<b>\$51,500</b>	<b>1.5%</b> <i>of midpoint</i>	<b>N/A</b>

**District Contribution to Health Insurance Premiums**



Total Cost to the District for 2023-24 Increases: \$470,000

*Note: These salary schedules and adjustments do not reflect any statutorily required salary allotments that could be enacted during the ongoing 88th Texas Legislative Session. The District reserves the right to adjust salary amounts for the 2023-24 school year in response to legislative changes or increases in school funding.*



# 2023-24 SAFETY & SECURITY BUDGET

**Total: \$623,150**

- CHS & CMS School Resource Officers **\$264,000**
- Contracted Security Officers **\$270,000**
- Raptor Emergency Management, Visitor Management, and Volunteer Management **\$40,700**
- Contracted Services, Supplies, Technology, Trainings, Etc. **\$48,450**
- Additional Funding for Safety & Security
  - Bond 2023 **\$5,509,000** - Access Controls, Fencing & Exterior Lighting, Etc.
  - Safety Standards Formula Grant **\$48,450** - Window Film
  - Silent Panic Alert Technology (SPAT) Grant **\$11,428** - Raptor EM Year 1
  - 2 Upcoming TEA Grant Opportunities - **Funding TBD**



# GENERAL FUND EXPENSES

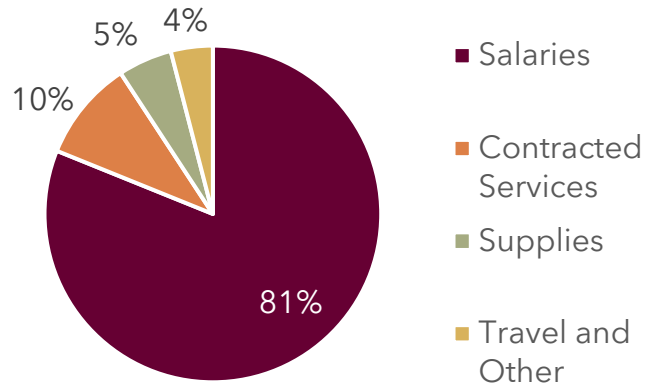
	2020-21 Audited Financials	2021-22 Audited Financials	2022-23 Year End Est.	2023-24 Est. Budget
Instruction	\$24,399,522	\$24,425,745	\$25,630,358	\$26,132,771
Instructional Support	\$6,013,639	\$6,551,011	\$7,550,533	\$7,486,478
Central Administration	\$1,364,267	\$1,418,897	\$1,539,037	\$1,476,053
District Operations	\$7,934,508	\$8,237,816	\$10,819,652	\$9,859,778
Debt Service	\$333,500	\$462,617	\$589,195	\$586,500
Other	\$269,617	\$284,992	\$290,454	\$300,000
<b>Subtotal</b>	<b>\$40,315,053</b>	<b>\$41,381,078</b>	<b>\$46,419,229</b>	<b>\$45,841,580</b>
<i>Transfers Out</i>	<i>\$473,103</i>	<i>\$327,756</i>	<i>\$580,000</i>	<i>\$500,000</i>
<b>Total Expenses</b>	<b>\$40,788,156</b>	<b>\$41,710,834</b>	<b>\$46,999,229</b>	<b>\$46,341,580</b>
YOY Increase w/o Transfers	4.02%	2.64%	12.18%	-1.24%
YOY Increase	4.87%	2.26%	12.68%	-1.40%



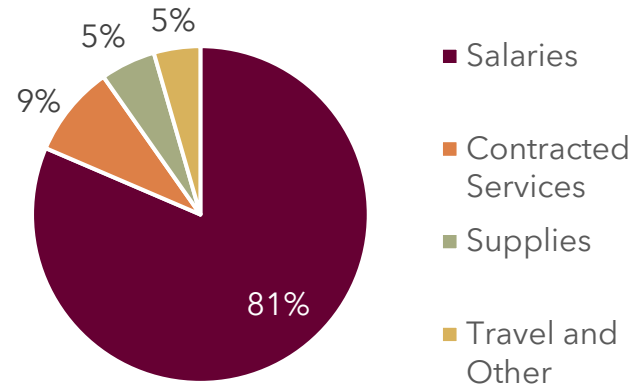
# GENERAL FUND

## *Expenses by Object*

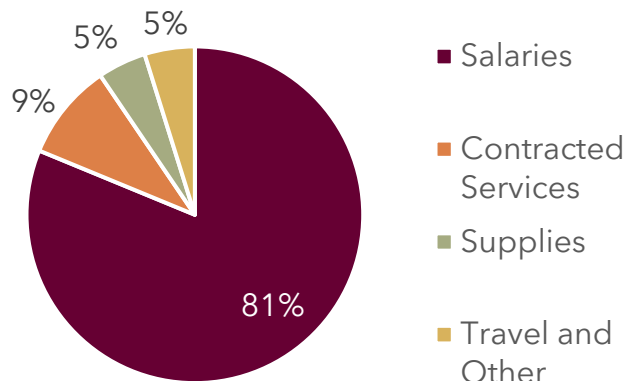
2020-21



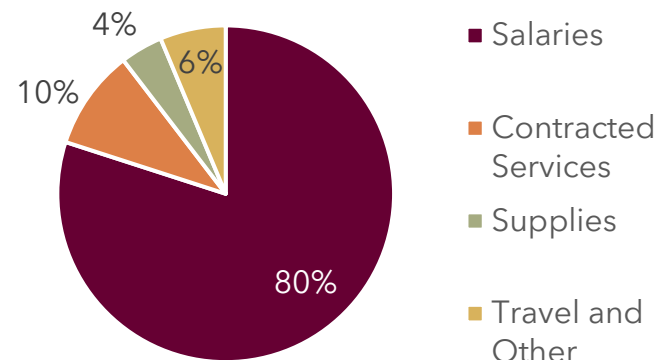
2021-22



2022-23



2023-24



# GENERAL FUND – FUND BALANCE

	2020-21 Audited Financials	2021-22 Audited Financials	2022-23 Year End Est.	2023-24 Est. Budget*
Total Revenue	\$42,632,452	\$42,648,394	\$43,880,579	\$43,824,819
Total Expense	(\$40,788,156)	(\$41,710,834)	(\$46,999,229)	(\$46,341,580)
<b>Net Roll/ Loss</b>	<b>\$1,844,296</b>	<b>\$937,560</b>	<b>(\$3,118,650)</b>	<b>(\$2,516,761)</b>
<i>Beg Fund Balance</i>	\$21,293,322	\$23,137,618	\$24,075,178	\$20,956,528
<b>End Fund Balance</b>	<b>\$23,137,618</b>	<b>\$24,075,178</b>	<b>\$20,956,528</b>	<b>\$18,439,767</b>

## 2022-23 Considerations:

- +\$1.1M Payroll Increase for Raises
- +\$1.3M Cost of Re-opening Magee Intermediate
- +\$1.4M Safety & Security Projects
- +\$800k Property Insurance Premiums @ 60% Increase



Fiscal Year	Total Revenue	Total Expense	Budgeted Net Change to Fund Balance	ACTUAL Net Change to Fund Balance
2018-19	\$38,323,989	\$40,427,771	(\$2,103,782)	+\$4,600,763
2019-20	\$40,163,651	\$41,361,939	(\$1,198,288)	+\$3,473,798
2020-21	\$42,000,517	\$42,941,961	(\$941,444)	+\$1,844,296
2021-22	\$40,596,819	\$44,993,205	(\$4,396,386)	+\$937,560
2022-23	\$41,468,816	\$47,529,995	(\$6,061,179)	(\$3,118,650)
<b>2023-24</b>	<b>\$43,824,819</b>	<b>\$46,341,580</b>	<b>(\$2,474,004)</b>	

# HISTORY OF ADOPTED BUDGETS



# FOOD SERVICE FUND – 240

	2020-21 Audited Financials	2021-22 Audited Financials	2022-23 Year End Est.	2023-24 Proposed Budget
Federal	\$2,059,994	\$2,896,830	\$2,099,831	\$1,625,000
State/Local	\$228,260	\$295,415	\$811,964	\$1,050,000
<b>Revenue Total</b>	<b>\$2,288,254</b>	<b>\$3,192,245</b>	<b>\$2,911,795</b>	<b>\$2,675,000</b>
Payroll	\$1,058,843	\$1,152,451	\$1,199,851	\$1,321,847
Food	\$952,739	\$1,179,034	\$1,338,142	\$1,315,000
Other	\$138,562	\$163,746	\$788,038	\$562,000
<b>Expense Total</b>	<b>\$2,150,144</b>	<b>\$2,495,231</b>	<b>\$3,326,031</b>	<b>\$3,198,847</b>
Net Roll/Loss	\$138,110	\$697,014	(\$214,237)*	(\$523,847)
<b>End Fund Balance</b>	<b>\$359,173</b>	<b>\$1,056,187</b>	<b>\$841,950</b>	<b>\$318,103</b>

\*Includes \$400,000 of capital equipment purchases

\*\*Includes \$250,000 of capital equipment purchases



# DEBT SERVICE FUND – 511

	2020-21 Audited Financials	2021-22 Audited Financials	2022-23 Year End Est.	2023-24 Proposed Budget
Property Taxes/Local	\$5,959,255	\$6,268,837	\$6,882,648	\$7,050,000
State Revenue	\$44,959	\$45,464	\$146,953	\$120,000
<b>Revenue Total</b>	<b>\$6,004,214</b>	<b>\$6,314,601</b>	<b>\$7,029,601</b>	<b>\$7,170,000</b>
Bond Payments	\$5,970,644	\$6,300,284	\$6,796,756	\$7,160,000
Fees	\$4,050	\$4,800	\$3,750	\$10,000
<b>Expense Total</b>	<b>\$5,974,694</b>	<b>\$6,305,084</b>	<b>\$6,800,506</b>	<b>\$7,170,000</b>
Net Roll/Loss	\$29,520	\$9,216	\$229,095	\$0
<b>End Fund Balance</b>	<b>\$735,227</b>	<b>\$744,443</b>	<b>\$973,538</b>	<b>\$973,538</b>







# LOOKING AHEAD...

# IMPACT OF NO SCHOOL FINANCE BILL

## Inflation-Adjusted Basic Allotment

**Impact to  
CISD:  
~~\$5.6M~~ \$7.4M**

Adjusting the basic  
allotment for  
estimated  
inflation from 2019  
through 2023 (14.5  
% 19.7%) would  
mean a  
\$1200 increase.

	BA	Increase from Current BA	Two-Year Statewide Total Cost
	\$6,160	--	--
	\$6,260	\$100	\$1.443 billion
	\$6,360	\$200	\$2.896 billion
	\$6,460	\$300	\$4.353 billion
	\$6,560	\$400	\$5.812 billion
	\$6,660	\$500	\$7.272 billion
	\$6,760	\$600	\$8.732 billion
	\$6,860	\$700	\$10.194 billion
	\$6,960	\$800	\$11.656 billion
	\$7,060	\$900	\$13.118 billion
	\$7,160	\$1,000	\$14.581 billion

# FUTURE SPECIAL SESSIONS?

- What was included in the State Budget but did not pass?
  - ~~Property Tax Relief~~
  - **School Funding**
  - Teacher Pay
  - School Choice
  - Virtual Education
- Rumor: Special Session on School Funding will take place in October 2023 - \$4B to spend



# GENERAL FUND – 5 YEAR PROJECTIONS

	2022-23 Year End Est.	2023-24 Est. Budget*	2024-25 Estimates	2025-26 Estimates	2026-27 Estimates
Total Revenue	\$43,880,579	\$43,824,819	\$43,392,441	\$44,425,553	\$46,189,161
Total Expense	(\$46,999,229)	(\$46,341,580)	(\$46,594,876)	(\$47,172,612)	(\$47,768,564)
<b>Net Roll/ Loss</b>	<b>(\$3,118,650)</b>	<b>(\$2,516,761)</b>	<b>(\$3,202,435)</b>	<b>(\$2,747,059)</b>	<b>(\$1,579,403)</b>
<i>Beg Fund Balance</i>	\$24,075,178	\$20,956,528	\$18,439,767	\$15,237,332	\$12,490,273
<b>End Fund Balance</b>	<b>\$20,956,528</b>	<b>\$18,439,767</b>	<b>\$15,237,332</b>	<b>\$12,490,273</b>	<b>\$10,910,870</b>

Assumes:

- **No future legislative investment in school funding**
- 4% Property Value growth
- Conservative enrollment growth based on PASA, and 93.5% attendance
- 1.5% Raises, and 1% Non-payroll expense inflation
- Recapture payments beginning in 2024-25





# 2023-24 PROPOSED BUDGETS



# **CALALLEN ISD**

## **2023-2024 Proposed Budgets**

***General Fund (199)***

***Food Service Fund (240)***

***Debt Service Fund (511)***

*Pending Board Approval on August 28, 2023*

**Calallen Independent School District**  
**General Fund (199)**  
**Proposed Budget**  
**Fiscal Year 2023-2024**

	ADOPTED BUDGET FY 2022-23	PROPOSED BUDGET FY 2023-24	Increase/(Decrease) Over Prior Year	
<b>REVENUES</b>				
5700 Property Tax Revenue	\$ 19,350,000	\$ 15,900,000	\$ (3,450,000)	-17.83%
5700 Other Local Revenue	\$ 350,000	\$ 850,000	\$ 500,000	142.86%
5700 Chapter 313 Revenue	\$ 1,200,000	\$ 2,000,000	\$ 800,000	66.67%
5800 State Revenue	\$ 17,975,000	\$ 22,500,000	\$ 4,525,000	25.17%
5800 TRS On Behalf	\$ 2,193,816	\$ 2,174,819	\$ (18,997)	-0.87%
5900 Federal Revenue	\$ 400,000	\$ 400,000	\$ -	0.00%
<b>TOTAL REVENUES</b>	<b>\$ 41,468,816</b>	<b>\$ 43,824,819</b>	<b>\$ 2,356,003</b>	<b>5.68%</b>

	ADOPTED BUDGET FY 2022-23	PROPOSED BUDGET FY 2023-24	Increase/(Decrease) Over Prior Year	
<b>EXPENDITURES</b>				
11 Instruction	\$ 25,627,853	\$ 24,695,151	\$ (932,702)	-3.64%
12 Instr. Res/Media	\$ 555,714	\$ 547,784	\$ (7,930)	-1.43%
13 Curr Dev	\$ 838,766	\$ 824,836	\$ (13,930)	-1.66%
21 Instr Leader	\$ 484,772	\$ 396,012	\$ (88,760)	-18.31%
23 School Leader	\$ 2,311,947	\$ 2,374,396	\$ 62,449	2.70%
31 Counsel	\$ 1,999,911	\$ 1,972,738	\$ (27,173)	-1.36%
32 Social Work	\$ 71,358	\$ 61,385	\$ (9,973)	-13.98%
33 Health Serv	\$ 668,362	\$ 677,701	\$ 9,339	1.40%
34 Transport	\$ 1,764,074	\$ 1,241,684	\$ (522,390)	-29.61%
35 Food service	\$ 30,000	\$ 30,000	\$ -	0.00%
36 Co/Extra Curr	\$ 1,761,402	\$ 2,004,246	\$ 242,844	13.79%
41 Gen Admin	\$ 1,517,000	\$ 1,476,053	\$ (40,947)	-2.70%
51 Plant Mtn	\$ 7,119,225	\$ 7,075,667	\$ (43,558)	-0.61%
52 Security	\$ 275,620	\$ 795,909	\$ 520,289	188.77%
53 Data Proc	\$ 546,991	\$ 716,518	\$ 169,527	30.99%
61 Community Service	\$ -	\$ -	\$ -	-
71 Debt Pymt: Bonds or Mntn Notes	\$ 592,000	\$ 586,500	\$ (5,500)	-0.93%
81 Construction	\$ -	\$ -	\$ -	-
91 Recapture	\$ -	\$ -	\$ -	-
93 Pymnt to Fiscal Agent SSA	\$ -	\$ -	\$ -	-
95 Pymt to JJAEP	\$ 65,000	\$ 65,000	\$ -	0.00%
99 Pymt to Govt (Appraisor)	\$ 300,000	\$ 300,000	\$ -	0.00%
<b>TOTAL EXPENDITURES</b>	<b>\$ 46,529,995</b>	<b>\$ 45,841,580</b>	<b>\$ (688,415)</b>	<b>-1.48%</b>

NET ROLL/(LOSS) BEFORE TRANSFER	\$ (5,061,179)	\$ (2,016,761)		
00 Transfers Out	\$ (1,000,000)	\$ (500,000)		
<b>NET ROLL/(LOSS)</b>	<b>\$ (6,061,179)</b>	<b>\$ (2,516,761)</b>		
ESTIMATED BEGINNING FUND BALANCE	\$ 24,075,178	\$ 20,956,528		
<b>ESTIMATED ENDING FUND BALANCE</b>	<b>\$ 20,956,528</b>	<b>\$ 18,439,767</b>		

**Calallen Independent School District**  
**Food Service Fund (240)**  
**Proposed Budget**  
**Fiscal Year 2023-2024**

	ADOPTED BUDGET FY 2022-23	PROPOSED BUDGET FY 2023-24	Increase/(Decrease) Over Prior Year	
REVENUES				
5700 Property Tax Revenue	\$ -	\$ -	\$ -	-
5700 Other Local Revenue	\$ 818,500	\$ 1,000,000	\$ 181,500	22.17%
5700 Chapter 313 Revenue	\$ -	\$ -	\$ -	-
5800 State Revenue	\$ 5,000	\$ 15,000	\$ 10,000	200.00%
5800 TRS On Behalf	\$ 35,000	\$ 35,000	\$ -	0.00%
5900 Federal Revenue	\$ 1,989,223	\$ 1,625,000	\$ (364,223)	-18.31%
TOTAL REVENUES	\$ 2,847,723	\$ 2,675,000	\$ (172,723)	-6.07%

	ADOPTED BUDGET FY 2022-23	PROPOSED BUDGET FY 2023-24	Increase/(Decrease) Over Prior Year	
EXPENDITURES				
11 Instruction	\$ -	\$ -	\$ -	-
23 Instr. Res/Media	\$ -	\$ -	\$ -	-
13 Curr Dev	\$ -	\$ -	\$ -	-
21 Instr Leader	\$ -	\$ -	\$ -	-
23 School Leader	\$ -	\$ -	\$ -	-
31 Counsel	\$ -	\$ -	\$ -	-
32 Social Work	\$ -	\$ -	\$ -	-
33 Health Serv	\$ -	\$ -	\$ -	-
34 Transport	\$ -	\$ -	\$ -	-
35 Food service	\$ 3,250,289	\$ 3,176,847	\$ (73,442)	-2.26%
36 Co/Extra Curr	\$ -	\$ -	\$ -	-
41 Gen Admin	\$ -	\$ -	\$ -	-
51 Plant Mtn	\$ 7,000	\$ 7,000	\$ -	0.00%
52 Security	\$ -	\$ -	\$ -	-
53 Data Proc	\$ 15,000	\$ 15,000	\$ -	100.00%
61 Community Service	\$ -	\$ -	\$ -	-
71 Debt Pymt: Bonds or Mntn Notes	\$ -	\$ -	\$ -	-
81 Construction	\$ -	\$ -	\$ -	-
91 Recapture	\$ -	\$ -	\$ -	-
93 Pymnt to Fiscal Agent SSA	\$ -	\$ -	\$ -	-
95 Pymt to JJAEP	\$ -	\$ -	\$ -	-
99 Pymt to Govt (Appraisor)	\$ -	\$ -	\$ -	-
TOTAL EXPENDITURES	\$ 3,272,289	\$ 3,198,847	\$ (73,442)	-2.24%

NET ROLL/(LOSS) BEFORE TRANSFER	\$ (424,566)	\$ (523,847)		
00 Transfers Out	\$ -	\$ -		
<b>NET ROLL/(LOSS)</b>	<b>\$ (424,566)</b>	<b>\$ (523,847)</b>		
BEGINNING FUND BALANCE	\$ 1,056,187	\$ 841,950		
<b>ESTIMATED ENDING FUND BALANCE</b>	<b>\$ 841,950</b>	<b>\$ 318,103</b>		



**Calallen Independent School District**  
**Debt Service Fund (511)**  
**Proposed Budget**  
**Fiscal Year 2023-2024**

	ADOPTED BUDGET FY 2022-23	PROPOSED BUDGET FY 2023-24	Increase/(Decrease) Over Prior Year	
REVENUES				
5700 Property Tax Revenue	\$ 6,750,000	\$ 7,000,000	\$ 250,000	3.70%
5700 Other Local Revenue	\$ 10,000	\$ 50,000	\$ 40,000	400.00%
5700 Chapter 313 Revenue	\$ -	\$ -	\$ -	-
5800 State Revenue	\$ 65,000	\$ 120,000	\$ 55,000	84.62%
5800 TRS On Behalf	\$ -	\$ -	\$ -	-
5900 Federal Revenue	\$ -	\$ -	\$ -	-
TOTAL REVENUES	\$ 6,825,000	\$ 7,170,000	\$ 345,000	5.05%

	ADOPTED BUDGET FY 2022-23	PROPOSED BUDGET FY 2023-24	Increase/(Decrease) Over Prior Year	
EXPENDITURES				
11 Instruction	\$ -	\$ -	\$ -	-
23 Instr. Res/Media	\$ -	\$ -	\$ -	-
13 Curr Dev	\$ -	\$ -	\$ -	-
21 Instr Leader	\$ -	\$ -	\$ -	-
23 School Leader	\$ -	\$ -	\$ -	-
31 Counsel	\$ -	\$ -	\$ -	-
32 Social Work	\$ -	\$ -	\$ -	-
33 Health Serv	\$ -	\$ -	\$ -	-
34 Transport	\$ -	\$ -	\$ -	-
35 Food service	\$ -	\$ -	\$ -	-
36 Co/Extra Curr	\$ -	\$ -	\$ -	-
41 Gen Admin	\$ -	\$ -	\$ -	-
51 Plant Mtn	\$ -	\$ -	\$ -	-
52 Security	\$ -	\$ -	\$ -	-
53 Data Proc	\$ -	\$ -	\$ -	-
61 Community Service	\$ -	\$ -	\$ -	-
71 Debt Pymt: Bonds or Mntn Notes	\$ 6,850,000	\$ 7,170,000	\$ 320,000	4.67%
81 Construction	\$ -	\$ -	\$ -	-
91 Recapture	\$ -	\$ -	\$ -	-
93 Pymnt to Fiscal Agent SSA	\$ -	\$ -	\$ -	-
95 Pymt to JJAEP	\$ -	\$ -	\$ -	-
99 Pymt to Govt (Appraisor)	\$ -	\$ -	\$ -	-
TOTAL EXPENDITURES	\$ 6,850,000	\$ 7,170,000	\$ 320,000	4.67%

NET ROLL/(LOSS) BEFORE TRANSFER	\$ (25,000)	\$ -
00 Transfers Out	\$ -	\$ -
<b>NET ROLL/(LOSS)</b>	<b>\$ (25,000)</b>	<b>\$ -</b>
BEGINNING FUND BALANCE	\$ 744,443	\$ 973,538
<b>ESTIMATED ENDING FUND BALANCE</b>	<b>\$ 973,538</b>	<b>\$ 973,538</b>

## **APPENDIX A**

### *2023 Tax Rate Calculation Forms for No-New-Revenue Tax Rates*

# 2023 Tax Rate Calculation Worksheet

## School Districts with Chapter 313 Agreements

Form 50-884

Calallen ISD	361-242-5600 x1
School District's Name	Phone (area code and number)
4205 Wildcat Dr CC, TX 78410	calallen.org
School District's Address, City, State, ZIP Code	School District's Website Address

**GENERAL INFORMATION:** Tax Code Section 26.04(c) requires an officer or employee designated by the governing body to calculate the no-new-revenue tax rate and voter-approval tax rate for the taxing unit. These tax rates are expressed in dollars per \$100 of taxable value calculated. The calculation process starts after the chief appraiser delivers to the taxing unit the certified appraisal roll or certified estimate of value and the estimated values of properties under protest. The designated officer or employee shall certify that the officer or employee has accurately calculated the tax rates and used values shown for the certified appraisal roll or certified estimate. The officer or employee submit the rates to the governing body by August 7 or as soon thereafter as practicable. Tax Code Section 26.04(e) does not require school districts to certify tax rate calculations.

This worksheet is for **school districts with Chapter 313 agreements only**. School districts that do not have a Chapter 313 agreement should use Comptroller Form 50-859 *Tax Rate Calculation Worksheet, School District without Chapter 313 Agreements*.

Water districts as defined under Water Code Section 49.001(1) should use Comptroller Form 50-858 *Water District Voter-Approval Tax Rate Worksheet for Low Tax Rate and Developing Districts* or Comptroller Form 50-860 *Developed Water District Voter-Approval Tax Rate Worksheet*.

All other taxing units should use Comptroller Form 50-856 *Tax Rate Calculation, Taxing Units Other Than School Districts*.

The Comptroller's office provides this worksheet to assist taxing units in determining tax rates. The Texas Education Agency (TEA) provides detailed information on and guidance to school districts in calculating their tax rates. Please review and rely on information provided by TEA when completing this worksheet. Additionally, the information provided in this worksheet is offered as technical assistance and not legal advice. Taxing units should consult legal counsel for interpretations of law regarding tax rate preparation and adoption.

### SECTION 1: No-New-Revenue Tax Rate

The no-new-revenue (NNR) tax rate enables the public to evaluate the relationship between taxes for the prior year and for the current year based on a tax rate that would produce the same amount of revenue if applied to the same properties that are taxed in both years (no new taxes). When appraisal values increase, the NNR tax rate should decrease.

Chapter 313 agreements allow a school district to limit the value of certain qualified property subject to the agreement for the purposes of maintenance and operations (M&O) taxation. The value of the same property is not limited for the purposes of debt service, or interest and sinking (I&S) taxation. School districts that have entered into a Chapter 313 agreement must calculate the NNR tax rate for M&O and I&S purposes separately and then add together to determine the current year total NNR tax rate.

Line	No-New-Revenue Tax Rate Worksheet	Amount/Rate
1.	<b>2022 total I&amp;S taxable value.</b> Enter the amount of 2022 taxable value on the 2022 tax roll today. Include any adjustments since last year's certification; exclude one-fourth and one-third over-appraisal corrections made under Tax Code Section 25.25(d) from these adjustments. Exclude any property value subject to an appeal under Chapter 42 as of July 25 (will add undisputed value in Line 8). This total includes the taxable value of homesteads with tax ceilings (will deduct in Line 2). <sup>1</sup> This also includes the taxable value of property subject to a Chapter 313 agreement prior to the limitation.	\$ 2,786,363,865
2.	<b>2022 tax ceilings.</b> Enter 2022 total taxable value of homesteads with tax ceilings. These include the homesteads of homeowners age 65 or older or disabled. <sup>2</sup>	\$ 171,676,388
3.	<b>Preliminary 2022 adjusted I&amp;S taxable value.</b> Subtract Line 2 from Line 1.	\$ 2,614,687,477
4.	<b>2022 taxable value not subject M&amp;O taxation, due to limitation under Tax Code Chapter 313.</b> <b>A. 2022 I&amp;S value of property subject to Chapter 313 agreement.</b> Enter the total 2022 appraised value of property subject to a Chapter 313 agreement: ..... \$ 819,062,813 <b>B. 2022 M&amp;O value of property subject to Chapter 313 agreement.</b> Enter the total 2022 limited value of property subject to a Chapter 313 agreement: ..... - \$ 70,000,000 <b>C. Subtract B from A.</b>	\$ 749,062,813
5.	<b>Preliminary 2022 adjusted M&amp;O taxable value.</b> Subtract Line 4C from Line 3.	\$ 1,865,624,664

<sup>1</sup> Tex. Tax Code § 26.012(14)

<sup>2</sup> Tex. Tax Code § 26.012(14)

Line	No-New-Revenue Tax Rate Worksheet	Amount/Rate
6.	<b>2022 total adopted tax rate.</b> Separate the 2022 adopted tax rate into its two components. <b>A. 2022 M&amp;O tax rate:</b> ..... \$ <u>0.942900</u> /\$100 <b>B. 2022 I&amp;S or debt rate:</b> ..... \$ <u>0.243000</u> /\$100	
7.	<b>2022 taxable value lost because court appeals of ARB decisions reduced 2022 appraised value.</b> <b>A. Original 2022 ARB values:</b> ..... \$ <u>36,808,381</u> <b>B. 2022 values resulting from final court decisions:</b> ..... – \$ <u>28,226,063</u> <b>C. 2022 value loss.</b> Subtract B from A. <sup>3</sup>	\$ <u>8,582,318</u>
8.	<b>2022 taxable value subject to an appeal under Chapter 42, as of July 25</b> <b>A. 2022 ARB certified value:</b> ..... \$ <u>72,223,207</u> <b>B. 2022 disputed value:</b> ..... – \$ <u>11,443,798</u> <b>C. 2022 undisputed value.</b> Subtract B from A. <sup>4</sup>	\$ <u>60,779,409</u>
9.	<b>2022 Chapter 42 related adjusted values</b> Add Line 7C and 8C.	\$ <u>69,361,727</u>
10.	<b>2022 M&amp;O taxable value, adjusted for actual and potential court-ordered adjustments.</b> The taxable value for M&O purposes should be less than the taxable value for I&S purposes. Add Line 5 and Line 9.	\$ <u>1,934,986,391</u>
11.	<b>2022 I&amp;S taxable value, adjusted for actual and potential court-ordered adjustments.</b> The taxable value for I&S purposes should be more than the taxable value for M&O purposes. Add Line 3 and Line 9.	\$ <u>2,684,049,204</u>
12.	<b>2022 taxable value of property in territory the school deannexed after Jan. 1, 2022.</b> Enter the 2022 value of property in deannexed territory. <sup>5</sup>	\$ <u>0</u>
13.	<b>2022 taxable value lost because property first qualified for an exemption in 2023.</b> If the school district increased an original exemption, use the difference between the original exempted amount and the increased exempted amount. Do not include value lost due to freeport or goods-in-transit, temporary disaster exemptions. Note that lowering the amount or percentage of an existing exemption in 2023 does not create a new exemption or reduce taxable value. <b>A. Absolute exemptions.</b> Use 2022 market value: ..... \$ <u>1,051,262</u> <b>B. Partial exemptions.</b> 2023 exemption amount or 2023 percentage exemption times 2022 value: ..... + \$ <u>283,889,942</u> <b>C. Value loss.</b> Add A and B. <sup>6</sup>	\$ <u>284,941,204</u>
14.	<b>2022 taxable value lost because property first qualified for agricultural appraisal (1-d or 1-d-1), timber appraisal, recreational/scenic appraisal or public access airport special appraisal in 2023.</b> Use only properties that qualified in 2023 for the first time; do not use properties that qualified in 2022. <b>A. 2022 market value:</b> ..... \$ <u>0</u> <b>B. 2023 productivity or special appraised value:</b> ..... – \$ <u>0</u> <b>C. Value loss.</b> Subtract B from A. <sup>7</sup>	\$ <u>0</u>
15.	<b>Total adjustments for lost value.</b> Add Lines 12, 13C and 14C.	\$ <u>284,941,204</u>
16.	<b>Adjusted 2022 M&amp;O taxable value.</b> Subtract Line 15 from Line 10.  Note: If the governing body of the school district governs a junior college district in a county with a population of more than two million, subtract the amount of M&O taxes the governing body dedicated to the junior college district in 2022 from the result.	\$ <u>1,650,045,187</u>
17.	<b>Adjusted 2022 I&amp;S taxable value.</b> Subtract Line 15 from Line 11.  Note: If the governing body of the school district governs a junior college district in a county with a population of more than two million, subtract the amount of M&O taxes the governing body dedicated to the junior college district in 2022 from the result.	\$ <u>2,399,108,000</u>
18.	<b>Adjusted 2022 total M&amp;O levy.</b> Multiply Line 6A by Line 16 and divide by \$100.	\$ <u>15,558,276</u>

<sup>3</sup> Tex. Tax Code § 26.012(13)<sup>4</sup> Tex. Tax Code § 26.012(13)<sup>5</sup> Tex. Tax Code § 26.012(15)<sup>6</sup> Tex. Tax Code § 26.012(15)<sup>7</sup> Tex. Tax Code § 26.012(15)



Line	No-New-Revenue Tax Rate Worksheet	Amount/Rate
19.	<b>Adjusted 2022 total I&amp;S levy.</b> Multiply Line 6B by Line 17 and divide by \$100.	\$ 5,829,832
20.	<b>Taxes refunded for years preceding tax year 2022.</b> Enter the amount of taxes refunded by the district for tax years preceding tax year 2022. Types of refunds include court decisions, Tax Code Section 25.25(b) and (c) corrections and Tax Code Section 31.11 payment errors. Do not include refunds for tax year 2022. This line applies only to tax years preceding tax year 2022. <sup>8</sup> <p>A. <b>M&amp;O taxes refunded for tax years preceding tax year 2022:</b> ..... \$ 136,019</p> <p>B. <b>I&amp;S taxes refunded for tax years preceding tax year 2022:</b> ..... \$ 33,344</p>	
21.	<b>Adjusted 2022 M&amp;O levy with refunds.</b> Add Lines 18 and 20A. <sup>9</sup>	\$ 15,694,295
22.	<b>Adjusted 2022 I&amp;S levy with refunds.</b> Add Lines 19 and 20B. <sup>10</sup>	\$ 5,863,176
23.	<b>Total 2023 I&amp;S taxable value on the 2023 certified appraisal roll today.</b> This value includes only certified values and includes the total taxable value of homesteads with tax ceilings (will deduct in line 25). These homesteads include homeowners age 65 or older or disabled. <sup>11</sup> <p>A. <b>Certified values:</b><sup>12</sup> ..... \$ 2,853,732,616</p> <p>B. <b>Pollution control and energy storage system exemption:</b> Deduct the value of property exempted for the current tax year for the first time as pollution control or energy storage system property ..... - \$ 0</p> <p>C. <b>Total 2023 value.</b> Subtract B from A.</p>	\$ 2,853,732,616
24.	<b>Total value of properties under protest or not included on certified appraisal roll.</b> <sup>13</sup> <p>A. <b>2023 taxable value of properties under protest.</b> The chief appraiser certifies a list of properties still under ARB protest. The list shows the appraisal district's value and the taxpayer's claimed value, if any, or an estimate of the value if the taxpayer wins. For each of the properties under protest, use the lowest of these values.</p> <p>Enter the total value under protest.<sup>14</sup> ..... \$ 53,198,871</p> <p>B. <b>2023 value of properties not under protest or included on certified appraisal roll.</b> The chief appraiser gives school districts a list of those taxable properties that the chief appraiser knows about but are not included in the appraisal roll certification. These properties are also not on the list of properties that are still under protest. On this list of properties, the chief appraiser includes the market value, appraised value and exemptions for the preceding year and a reasonable estimate of the market value, appraised value and exemptions for the current year. Use the lower market, appraised or taxable value (as appropriate)</p> <p>Enter the total value not on the roll.<sup>15</sup> ..... + \$ 0</p> <p>C. <b>Total value under protest or not certified.</b> Add A and B.</p>	\$ 53,198,871
25.	<b>2023 tax ceilings and new property value for Chapter 313 limitations.</b> <p>A. <b>2023 tax ceilings.</b> Enter 2023 total taxable value of homesteads with tax ceilings. These include the homesteads of homeowners age 65 or older or disabled.<sup>16</sup> ..... \$ 125,356,740</p> <p>B. <b>2023 Chapter 313 new property value.</b> Enter 2023 new property value of property subject to Chapter 313 agreements.<sup>17</sup> ..... + \$ 0</p> <p>C. <b>Add A and B.</b></p>	\$ 125,356,740
26.	<b>2023 total I&amp;S taxable value.</b> Add Lines 23C and 24C. Subtract Line 25C.	\$ 2,781,574,747
27.	<b>2023 taxable value not subject M&amp;O taxation, due to limitation under Chapter 313.</b> <p>A. <b>2023 I&amp;S value of property subject to Chapter 313 agreement.</b> Enter the total 2023 appraised value of property subject to a Chapter 313 agreement. .... \$ 844,274,503</p> <p>B. <b>2023 M&amp;O value of property subject to Chapter 313 agreement.</b> Enter the total 2023 limited value of property subject to a Chapter 313 agreement. .... - \$ 70,000,000</p> <p>C. <b>Subtract B from A.</b></p>	\$ 774,274,503

<sup>8</sup> Tex. Tax Code § 26.012(13)<sup>9</sup> Tex. Tax Code § 26.012(13)<sup>10</sup> Tex. Tax Code § 26.012(13)<sup>11</sup> Tex. Tax Code §§ 26.012, 26.04(c-2)<sup>12</sup> Tex. Tax Code § 26.012(6)<sup>13</sup> Tex. Tax Code § 26.01(c) and (d)<sup>14</sup> Tex. Tax Code § 26.01(c)<sup>15</sup> Tex. Tax Code § 26.01(d)<sup>16</sup> Tex. Tax Code § 26.012(6)(A)(i)<sup>17</sup> Tex. Tax Code § 26.012(6)(A)(ii)

Line	No-New-Revenue Tax Rate Worksheet	Amount/Rate
28.	<b>2023 total M&amp;O taxable value.</b> Subtract Line 27C from Line 26.	\$ 2,007,300,244
29.	<b>Total 2023 taxable value of properties in territory annexed after Jan. 1, 2022.</b> Include both real and personal property. Enter the 2023 value of property in territory annexed by the school district.	\$ 0
30.	<b>Total 2023 taxable value of new improvements and new personal property located in new improvements.</b> New means the item was not on the appraisal roll in 2022. An improvement is a building, structure, fixture or fence erected on or affixed to land. New additions to existing improvements may be included if the appraised value can be determined. New personal property in a new improvement must have been brought into the school district after Jan. 1, 2022, and be located in a new improvement.	\$ 33,696,128
31.	<b>Total adjustments to the 2023 taxable value.</b> Add Line 29 and Line 30.	\$ 33,696,128
32.	<b>Adjusted 2023 M&amp;O taxable value.</b> Subtract Line 31 from Line 28.	\$ 1,973,604,116
33.	<b>Adjusted 2023 I&amp;S taxable value.</b> Subtract Line 31 from Line 26.	\$ 2,747,878,619
34.	<b>2023 NNR M&amp;O tax rate.</b> Divide line 21 by line 32 and multiply by \$100. Please consult with counsel before using this rate for the purposes of Tax Code § 26.05(b).	\$ 0.795209 /\$100
35.	<b>2023 NNR I&amp;S tax rate.</b> Divide line 22 by line 33 and multiply by \$100.	\$ 0.213370 /\$100
36.	<b>2023 NNR total tax rate.</b> Add Line 34 and Line 35.	\$ 1.008579 /\$100

## SECTION 2: Voter-Approval Tax Rate

The voter-approval tax rate is the highest tax rate that a taxing unit may adopt without holding an election to seek voter approval of the rate. Most school districts calculate a voter-approval tax rate that is split into three separate rates.<sup>18</sup>

- Maximum Compressed Tax Rate (MCR):** A district's maximum compressed tax rate is defined as the tax rate for the current tax year per \$100 of valuation of taxable property at which the district must levy a maintenance and operations tax to receive the full amount of the tier one allotment.<sup>19</sup>
- Enrichment Tax Rate:**<sup>20</sup> A district's enrichment tax rate is defined as any tax effort in excess of the district's MCR and less than \$0.17. The enrichment tax rate is divided into 'golden pennies' and the 'copper pennies.' School districts can claim up to 8 'golden pennies,' not subject to compression, and 9 'copper pennies' which are subject to compression with any increases in the guaranteed yield.<sup>21</sup>
- Debt Rate:** The debt rate includes the debt service necessary to pay the school district's debt payments in the coming year. This rate accounts for principal and interest on bonds and other debt secured by property tax revenue.

The MCR and Enrichment Tax Rate added together make up the school district's maintenance and operations (M&O) tax rate. Districts cannot increase the district's M&O tax rate to create a surplus in M&O tax revenue for the purpose of paying the district's debt service.<sup>22</sup>

If a school district adopted a tax rate that exceeded its voter-approval tax rate without holding an election to respond to a disaster in the prior year, as allowed by Tax Code Section 26.042(e), the school district may not consider the amount by which it exceeded its voter-approval tax rate (disaster pennies) in the calculation this year. This adjustment will be made in Section 4 of this worksheet.

A district must complete an efficiency audit before seeking voter approval to adopt a M&O tax rate higher than the calculated M&O tax rate, hold an open meeting to discuss the results of the audit, and post the results of the audit on the district's website 30 days prior to the election.<sup>23</sup> Additionally, a school district located in an area declared a disaster by the governor may adopt a M&O tax rate higher than the calculated M&O tax rate during the two-year period following the date of the declaration without conducting an efficiency audit.<sup>24</sup>

Districts should review information from TEA when calculating their voter-approval tax rate.

Line	Voter-Approval Tax Rate Worksheet	Amount/Rate
37.	<b>2023 maximum compressed tax rate (MCR).</b> TEA will publish compression rates based on district and statewide property value growth. Enter the school districts' maximum compressed rate based on guidance from TEA. <sup>25</sup>	\$ 0.631200 /\$100
38.	<b>2023 enrichment tax rate.</b> Enter the greater of A and B. <sup>26</sup>	
	A. The district's 2022 enrichment tax rate, minus any required reduction under Education Code Section 48.202(f) . \$ 0.1383 /\$100	
	B. \$0.05 per \$100 of taxable ..... \$ 0.0500 /\$100	\$ 0.1383 /\$100

<sup>18</sup> Tex. Tax Code §26.08(n)

<sup>19</sup> Tex. Edu. Code §48.2551(a)(3)

<sup>20</sup> Tex. Tax Code §26.08(j) and Tex. Edu. Code §45.0032

<sup>21</sup> Tex. Edu. Code §548.202(a-1)(2) and 48.202(f)

<sup>22</sup> Tex. Edu. Code §45.0021(a)

<sup>23</sup> Tex. Edu. Code §11.184(b)

<sup>24</sup> Tex. Edu. Code §11.184(b-1)

<sup>25</sup> Tex. Edu. Code §548.255, 48.2551(b)(1) and (b)(2)

<sup>26</sup> Tex. Tax Code §26.08(n)(2)

<sup>27</sup> Tex. Edu. Code §45.003(e)



Line	Voter-Approval Tax Rate Worksheet	Amount/Rate
39.	<b>2023 maintenance and operations (M&amp;O) tax rate (TR).</b> Add Lines 37 and 38.  Note: M&O tax rate may not exceed the sum of \$0.17 and the district's maximum compressed rate. <sup>27</sup>	\$ 0.7695 /\$100
40.	<b>Total 2023 debt to be paid with property tax revenue.</b> Debt means the interest and principal that will be paid on debts that: (1) Are paid by property taxes, (2) Are secured by property taxes, (3) Are scheduled for payment over a period longer than one year, and (4) Are not classified in the school district's budget as M&O expenses.  <b>A. Debt</b> includes contractual payments to other school districts that have incurred debt on behalf of this school district, if those debts meet the four conditions above. Include only amounts that will be paid from property tax revenue. Do not include appraisal district budget payments. If the governing body of a taxing unit authorized or agreed to authorize a bond, warrant, certificate of obligation, or other evidence of indebtedness on or after Sept. 1, 2022, verify if it meets the amended definition of debt before including it here. <sup>28</sup> Enter debt amount: ..... \$ 7,122,586  <b>B. Subtract unencumbered fund</b> amount used to reduce total debt ..... - \$ 0  <b>C. Subtract state aid</b> received for paying principal and interest on debt for facilities through the existing debt allotment program and/or instructional facilities allotment program debt ..... - \$ 120,000  <b>D. Adjust debt:</b> Subtract B and C from A..	\$ 7,002,586
41.	<b>Certified 2022 excess debt collections.</b> Enter the amount certified by the collector. <sup>29</sup>	\$ 177,185
42.	<b>Adjusted 2023 debt.</b> Subtract line 41 from line 40D.	\$ 6,825,401
43.	<b>2023 anticipated collection rate.</b> If the anticipated rate in A is lower than actual rates in B, C and D, enter the lowest rate from B, C and D. If the anticipated rate in A is higher than at least one of the rates in the prior three years, enter the rate from A. Note that the rate can be greater than 100%. <sup>30</sup>  A. Enter the 2023 anticipated collection rate certified by the collector. <sup>31</sup> ..... 97.86 % B. Enter the 2022 actual collection rates. .... 97.86 % C. Enter the 2021 actual collection rate ..... 99.46 % D. Enter the 2020 actual collection rate. .... 100.13 % 97.86 %	97.86 %
44.	<b>2023 debt adjusted for collections.</b> Divide Line 42 by Line 43.	\$ 6,974,658
45.	<b>2023 total taxable value.</b> Enter the amount on Line 26 of the <i>No-New-Revenue Tax Rate Worksheet</i> .	\$ 2,781,574,747
46.	<b>2023 debt rate.</b> Divide Line 44 by Line 45 and multiply by \$100.	\$ 0.250744 /\$100
47.	<b>2023 voter-approval tax rate.</b> Add Lines 39 and 46.  If the school district received distributions from an equalization tax imposed under former Chapter 18, Education Code, add the NNR tax rate as of the date of the county unit system's abolition to the sum of Lines 39 and 46. <sup>32</sup>	\$ 1.020244 /\$100

<sup>28</sup> Tex. Edu. Code §45.003(e)<sup>29</sup> Tex. Tax Code §526.012(10) and 26.04(b)<sup>30</sup> Tex. Tax Code §526.04(h), (h-1) and (h-2)<sup>31</sup> Tex. Tax Code §26.04(b)<sup>32</sup> Tex. Tax Code §26.08(g)

**SECTION 3: Voter Approval Rate Adjustment for Pollution Control**

A school district may raise its rate for M&O funds used to pay for a facility, device or method for the control of air, water or land pollution. This includes any land, structure, building, installation, excavation, machinery, equipment or device that is used, constructed, acquired or installed wholly or partly to meet or exceed pollution control requirements. The school district's expenses are those necessary to meet the requirements of a permit issued by the Texas Commission on Environmental Quality (TCEQ). The school district must provide the tax assessor with a copy of the TCEQ letter of determination that states the portion of the cost of the installation for pollution control.

This section should only be completed by a school district that uses M&O funds to pay for a facility, device or method for the control of air, water or land pollution.

Line	Voter-Approval Rate Adjustment for Pollution Control Requirements Worksheet	Amount/Rate
48.	<b>Certified expenses from the Texas Commission on Environmental Quality (TCEQ).</b> Enter the amount certified in the determination letter from TCEQ. <sup>33</sup> The school district shall provide its tax assessor with a copy of the letter. <sup>34</sup>	\$ 0
49.	<b>2023 total taxable value.</b> Enter the amount on Line 26 of the <i>No-New-Revenue Tax Rate Worksheet</i> .	\$ 2,781,574,747
50.	<b>Additional rate for pollution control.</b> Divide line 48 by line 49 and multiply by \$100.	\$ 0.000000 /\$100
51.	<b>2023 voter-approval tax rate, adjusted for pollution control.</b> Add line 50 and line 47.	\$ 1.020244 /\$100

**SECTION 4: Voter Approval Tax Rate Adjustment in Year Following Disaster**

If a school district adopted a tax rate that exceeded its voter-approval tax rate without holding an election to respond to a disaster in the prior year, as allowed by Tax Code Section 26.042(e), the school district may not consider the amount by which it exceeded its voter-approval tax rate in the calculation this year. <sup>35</sup> As such, it must reduce its voter-approval tax rate for the current tax year.

This section applies to a school district in a disaster area that adopts a tax rate greater than its voter-approval tax rate without holding an election in the prior year, as provided for by Tax Code Section 26.042(e).

Line	Prior Year Disaster Adjustment Worksheet	Amount/Rate
52.	<b>2022 adopted tax rate.</b> Enter the rate in Line 4 of the <i>No-New-Revenue Tax Rate Worksheet</i> .	\$ 1.185900 /\$100
53.	<b>2022 voter-approval tax rate.</b> If the school district adopted a tax rate above the 2022 voter-approval tax rate without holding an election due to a disaster, enter the voter-approval tax rate from the prior year's worksheet.	\$ 0.000000 /\$100
54.	<b>Increase in 2022 tax rate due to disaster (disaster pennies).</b> Subtract Line 53 from Line 52.	\$ 0.000000 /\$100
55.	<b>2023 voter-approval tax rate, adjusted for prior year disaster.</b> Subtract Line 54 from one of the following lines (as applicable): Line 47 or Line 51 (school districts with pollution control).	\$ 1.020244 /\$100

**SECTION 5: Total Tax Rate**

Indicate the applicable total tax rates as calculated above.

No-New-Revenue Tax Rate ..... \$ 1.008579 /\$100  
 Enter the 2023 NNR tax rate from Line 36

Voter-Approval Tax Rate ..... \$ 1.020244 /\$100  
 As applicable, enter the voter-approval tax rate from Line 47, 51 or Line 55. Indicate the line number 47

**SECTION 6: School District Representative Name and Signature**

Enter the name of the person preparing the tax rate as authorized by the governing body of the school district. By signing below, you certify that you are the designated officer or employee of the school district and have calculated the tax rates in accordance with requirements in Tax Code and Education Code. <sup>35</sup>

**print here** ➔ Kelsey Ramos - Assistant Superintendent  
 Printed Name of School District Representative

**sign here** ➔ [Signature]  
 School District Representative

8/9/2023  
 Date

<sup>33</sup> Tex. Tax Code § 26.045(d)

<sup>34</sup> Tex. Tax Code § 26.045(i)

<sup>35</sup> Tex. Tax Code § 26.04(c)





QUESTIONS,  
COMMENTS, and  
DISCUSSION....