



Revenue

Impact

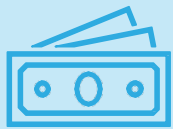
Analysis



Prepared for



Overview

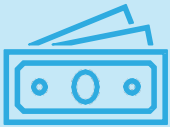


Revenue
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Analyses

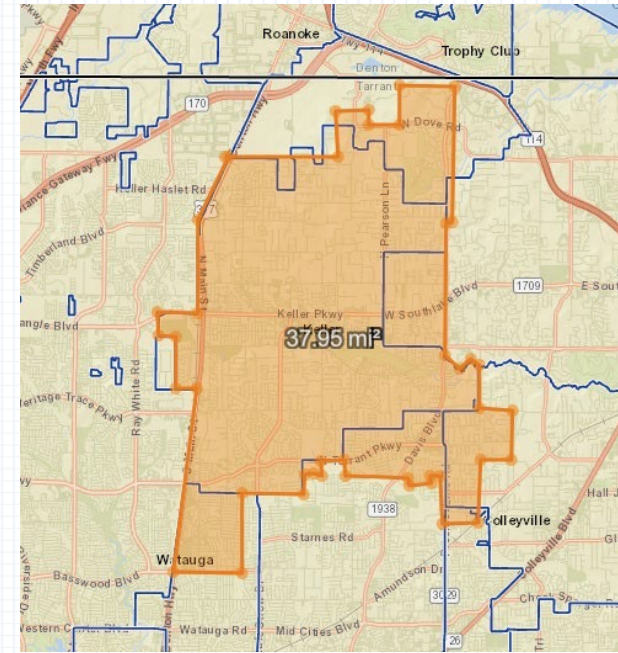
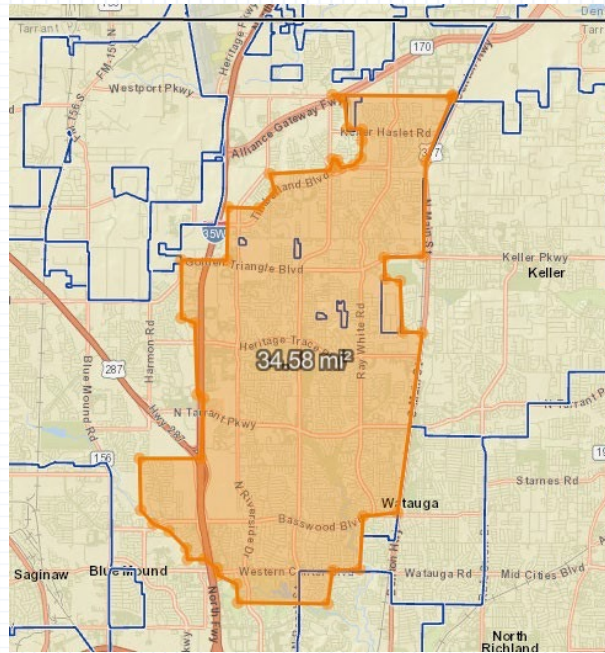
- Under the Texas school finance system, **maintenance and operations (M&O) revenues generally follow the student.**
- Students that receive additional services (special education, CTE, bilingual, compensatory education, etc.) **generate additional funding under special allotments** designed to support those programs.
- As a result, the state and local revenues for both entities after a potential east-west split would **very closely mirror combined state and local revenues if no split occurs** (i.e. parts will equal the whole).



Overview

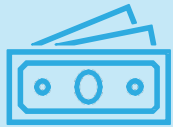


Revenue
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Analysis





Overview



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- Due to higher levels of participation in programs like special education, compensatory education and bilingual education, the western portion **would receive more state and local M&O revenues per student** after a potential split compared to the eastern portion.
- However, **this would not be additional funding above what the students are generating currently.**
- State law would require that this higher share of funding **be used to support the additional level of services** students in the western portion would be eligible for.



Revenue
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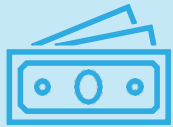
Disclosures

- This analysis does not address the impact a potential split would have on **federal revenues**.
- This analysis does not address **expenditures that may occur or efficiencies that may be realized** as a result of a potential split.
- This analysis does not address how **capital assets or debt service** would be allocated between the entities after a potential split.

As a result, this analysis also does not address revenues to support debt service. **Revenues are less equalized on the debt side** (i.e. no recapture, lower levels of state aid).



Assumptions | Total ADA



Revenue
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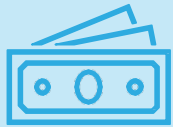
	ADA	Percent
Combined	30,824	100.0%
Western Portion*	21,718	70.5%
Eastern Portion*	9,105	29.5%

**Projected*

Note: This analysis relies on campus-level ADA ratios as reported to TEA through PEIMS for the 2022-23 school year. Those ratios were then applied to 2023-24 district-wide figures.



Assumptions | Property Values



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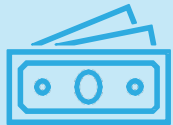
	Dollars	Percent
Combined	\$23.7 billion	100%
Western Portion*	\$13.0 billion	55%
Eastern Portion*	\$10.7 billion	45%

**Projected*

Note: This analysis relies on data from the 2023-24 school year (2023 tax year). Property values were allocated according to city taxing jurisdictions. Detailed data regarding exemptions, tax ceiling, etc. was not available for this analysis.



Revenue



Revenue
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	Combined	Eastern Portion	Western Portion
M&O Tax Rate	\$0.7575	\$0.7575	\$0.7575
M&O Collections	\$176.3 M	\$79.3 M	\$96.9 M
M&O State Aid	\$131.6 M	\$9.0 M	\$123.2 M
Recapture	(\$2.0 M)	(\$2.9 M)	\$0.0 M
Total M&O Revenue	\$305.8 M	\$85.5 M	\$220.2 M
M&O Revenues per ADA	\$9,920	\$9,244	\$10,204

Note: Totals may not sum due to rounding.



Question & Comment



MOAKCASEY

PROVEN LEADERS ADVANCING TEXAS SCHOOLS

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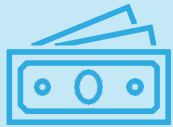
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Demographic Data



Revenue
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Analysis

	Special Ed. FTEs	Percent	Compensatory Ed.	Percent
Combined	1,484.41	100.0%	11,414	100.0%
Western Portion*	1,176.35	79.2%	9,980	87.4%
Eastern Portion*	308.06	20.8%	1,434	12.6%

**Projected*

Note: This analysis relies on campus-level ADA ratios as reported to TEA through PEIMS for the 2022-23 school year. Those ratios were then applied to 2023-24 district-wide figures.

2023-24 Summary of Finances
 KELLER ISD
 220-907

		ALLIANCE ISD	NEW KISD	CURRENT KISD
		HB 1	HB 1	HB 1
Funding Elements		From	From	From
Students		Date Entry	Date Entry	Date Entry
1.	Refined Average Daily Attendance (ADA)	21,576.676	9,247.147	30,823.823
2.	Regular Program ADA (Line 1 - Line 3 - Line 4)	18,386.644	8,007.225	26,393.869
3.	Special Education FTEs (Link to Detail Report)	1,128.152	356.258	1,484.410
4.	Career & Technology FTEs	2,061.881	883.663	2,945.544
5.	Weighted ADA (WADA) (Link to Detail Report)	29,274.893	11,351.993	40,626.885
Property Values				
6.	2022 State Certified Property Value ("T2" value)			\$23,592,498,281
7.	2023 State Certified Property Value ("T2" value)	\$13,037,784,413	\$10,667,278,156	\$23,705,062,569
Tax Rates and Collections				
8.	2023-24 M&O Tax Rate	\$0.75750	\$0.75750	\$0.75750
9.	2023-24 Tier I M&O Tax Rate	\$0.61920	\$0.61920	\$0.61920
10.	2023-24 Maximum Compressed Tax Rate	\$0.61920	\$0.61920	\$0.61920
11.	2023-24 M&O Tax Collections (Link to Detail Report)	\$96,945,642	\$79,319,161	\$176,264,803
12.	2023-24 I&S Tax Rate	\$0.33000	\$0.33000	\$0.33000
13.	2023-24 I&S Tax Collections	\$42,233,745	\$34,554,882	\$76,788,627
14.	2023-24 Total Tax Collections	\$139,179,387	\$113,874,044	\$253,053,430
15.	2023-24 Total Tax Levy	N/A	N/A	N/A
Funding Components				
16.	District Basic Allotment	\$6,160	\$6,160	\$6,160
17.	ASF ADA (Prior-year ADA)			31,281,880
18.	Per Capita Rate	\$423.747	\$423.747	\$423.747
Program Intent Codes - Allotments				
Tier I Subchapter B & C Allotments				
19.	11-Regular Program Allotment 48.051	\$113,261,725	\$49,324,508	\$162,586,233
20.	Small and Mid-size Allotment 48.101	\$0	\$0	\$0
21.	23-Total Special Education Adjusted Allotment 48.102 (Spend 55%)	\$26,886,605	\$8,418,724	\$35,410,241
22.	37-Dyslexia Allotment 48.103	\$1,506,613	\$645,691	\$2,152,304
23.	24-Total Comp Ed Allotment 48.104 (Spend 55%)	\$14,395,963	\$2,048,714	\$16,444,677
24.	25-Total Bilingual Education Allotment 48.105 (Spend 55%)	\$2,362,497	\$0	\$2,362,497
25.	22-Total Career & Technology Allotment 48.106 (Spend 55%)	\$17,337,229	\$7,430,242	\$24,767,472
26.	11-Public Education Grant 48.107	\$614	\$263	\$877
27.	36-Early Education Allotment 48.108	\$1,912,962	\$819,841	\$2,732,803
28.	21-Gifted & Talented Allotment 48.109	\$461,005	\$195,180	\$660,374
29.	38-College, Career, or Military Readiness Outcomes Bonus 48.110	\$1,446,900	\$620,100	\$2,067,000
30.	Fast Growth Allotment 48.111 (Link to Detail Report)	\$0	\$0	\$0
31.	Teacher Incentive Allotment 48.112	\$31,358	\$13,439	\$44,797
32.	Mentor Program Allotment 48.114	\$0	\$0	\$0
33.	School Safety Allotment 42.168 (includes \$15K per Campus; 48.115)	\$620,767	\$302,471	\$923,238
Tier I Subchapter D Allotments				
34.	99-Total Transportation Allotment 48.151	\$1,573,612	\$674,405	\$2,248,017
35.	99-New Instructional Facilities Allotment (NIFA) 48.152	\$0	\$0	\$0
36.	Dropout Recovery and Residential Placement Facility Allotment 48.153	\$9,842	\$4,218	\$14,060
37.	Tuition Allotment for Districts Not Offering All Grade Levels 48.154	\$0	\$0	\$0
38.	College Preparation Assessment Reimbursement 48.155	\$90,391	\$38,739	\$129,130
39.	Certification Examination Reimbursement 48.156	\$72,997	\$31,285	\$104,282
40.	Total Cost of Tier I (Link to Tier I Detail Report)	\$181,971,081	\$70,567,820	\$252,648,003
41.	Less: Local Fund Assignment	\$80,729,961	\$66,051,786	\$146,781,747
42.	Per Capita Distribution from the Available School Fund (ASF)	\$9,143,052	\$3,918,451	\$13,061,503
Foundation School Program (FSP) State Funding				
43.	FSP State Share of Tier I (Line 40 - Line 41 - Line 42)	\$92,098,068	\$597,583	\$92,804,753
44.	Tier II State Aid (Link to Tier II Detail Report)	\$19,563,836	\$2,873,156	\$21,642,552
45.	Other Programs (Link to Detail Report)	\$2,436,497	\$1,655,212	\$4,089,456
46.	Total FSP Operating Fund	\$114,098,401	\$5,125,951	\$118,536,762
State Aid by Fund Code / Object Code - Funding Source				
M&O State Aid				
47.	199/5812 - Foundation School Fund	\$114,098,401	\$5,125,951	\$118,536,762
48.	199/5811 - Available School Fund	\$9,143,052	\$3,918,451	\$13,061,503
I&S State Aid				
49.	599/5829 - Existing Debt Allotment (EDA) (Link to Detail Report)	\$0	\$0	\$0
50.	599/5829 - Instructional Facilities Allotment (IFA) (Bond) (Link to Detail Report)	\$0	\$0	\$0
51.	599/5829 - Instructional Facilities Allotment (Lease Purchase) (See Link Above)	\$0	\$0	\$0
52.	I&S Hold Harmless (ASAHE for Facilities on TEA's Report) (Link to HH2324-Calcs tab)	\$6,018,026	\$2,686,741	\$8,955,803
53.	TOTAL 2023-24 FSP/ASF STATE AID	\$129,259,479	\$11,731,142	\$140,554,067
Local Revenue in Excess of Entitlement				
54.	Local Revenue in Excess of Entitlement (Link to Cost of Recapture Report)	\$0	\$2,878,881	\$2,090,705
FSP Allocations and Adjustments Report (Link to Detail Report)				

ADDITIONAL INFO: (Not on TEA's Summary of Finances)				
SUMMARY OF TOTAL STATE/LOCAL M&O REVENUE:				
55.	M&O Rev From State (not including Fund 599 & I&S Hold Harmless)	\$123,241,453	\$9,044,402	\$131,598,264
56.	Gross M&O Rev From Local Taxes	\$96,945,642	\$79,319,161	\$176,264,803
57.	Tier 1 Recapture	\$0	\$0	\$0
58.	Recapture - Copper Penny Level	\$0	\$2,878,881	\$2,090,705
59.	Chapter 48 Funding Credit Against Recapture	\$0	\$0	\$0
60.	Net M&O Revenue From Local Taxes	\$96,945,642	\$76,440,280	\$174,174,098
61.	Less: Credit Balance Due State (only if Line 55 is less than zero)	\$0	\$0	\$0
62.	Net 2023-24 TOTAL STATE/LOCAL M&O REVENUE	\$220,187,094	\$85,484,682	\$305,772,362

SUMMARY OF TOTAL RECAPTURE:				
62.	Tier I Recapture	\$0	\$0	\$0
63.	Recapture - Copper Penny Tier II Level	\$0	\$2,878,881	\$2,090,705
64.	Total 2023-24 Recapture	\$0	\$2,878,881	\$2,090,705
65.	Less: Chapter 48 Funding Credit Against Recapture (if applicable)	\$0	\$0	\$0
66.	Total 2023-24 Recapture Payments Due TEA	\$0	\$2,878,881	\$2,090,705

\$10,204.87	\$9,244.44	\$9,920.00
1.3568	1.2276	1.3180
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