

# NISD BUDGET UPDATE

June 9, 2025

Activity	Responsibility	Date
Projected Enrollments	Zonda/HR/Finance	December 9, 2024
Budget Parameters	Board Meeting	December 16, 2024
DEIC Timeline Presentation	Financial Services	January 14, 2025
DLT Timeline Presentation	Financial Services	January 16, 2025
Campus/Dept Staffing Matrices	Board Meeting	January 23, 2025
Budget Packets Completed	Financial Services	February 4, 2025
DLT Meeting Distribute Packets	Financial Services	February 6, 2025
Schedule Exec. Dir. Meetings	Financial Services	February 2025
Campus/Dept Staffing	Cabinet/Exec Dir/Principals	February 2025
Raise Discussion/Action	Board Meeting	February 24, 2025
Budget Workshop	Board Meeting	February 24, 2025
Exec Dir. Meetings	Cabinet/Executive Directors	March 2025
Campus/Dept Staffing	Cabinet/Exec Dir/Principals	March 2025
Board Update	Board Meeting	March 10, 2025
Campus/Dept Budget Entries Due	Campuses/Departments	March 14, 2025
Budget Decision Forms Due	Campuses/Departments	March 14, 2025
Campus/Dept Staffing	Cabinet/Exec Dir/Principals	April 2025
Compensation Plan Approval	Board Meeting	April 7, 2025
Preliminary Values	TCAD/DCAD/WCAD	April 2025
Board Workshop	Board Meeting	April 21, 2025
Campus/Dept Staffing	Cabinet/Exec Dir/Principals	May 2025
Budget Workshop	Board Meeting	May 5, 2025
Publish Notice of Pub. Mtg	Financial Services	June 7, 2025
Budget Workshop	Board Meeting	June 9, 2025
Raise Discussion/Action	Board Meeting	June 23, 2025
Compensation Plan Approval	Board Meeting	June 23, 2025
Budget Adoption	Board Meeting	June 23, 2025
Final Amendment Adoption	Board Meeting	June 23, 2025
Certified Values	TCAD/DCAD/WCAD	July 24, 2025
Publish Tax Rate Notice	Financial Services	August 1, 2025
Tax Rate Adoption	Board Meeting	2 <sup>nd</sup> August Meeting

# 2025-2026 BUDGET TIMELINE

# BUDGET WORKSHOP

Budget Priorities:

Success

Fail

1. Revenue Projections



2. Protect Student Programs

3. Maximize Compensation

4. Protect Fund Balance

# 2025-2026 BUDGET ASSUMPTIONS

- Property Value Projections – 5% growth
- Homestead exemption increase – 1.5 Billion decrease in PV
- Over 65 exemption change – See above
- Student enrollment – 1,100 students
- Attendance projection – 94.7%
- Special population increase – 5% growth
- Tax collections – 98% collections
- Teacher Retention Allotment (TRA) – PIEMS 087/service years
- Voucher impact
- TAD frozen value impact
- Templates for new budget – still working through details
- Unfunded teacher pass through expense - \$1.5 million

# GENERAL FUND REVENUE BUDGET 2024-2025

Account	Description	2024-2025 Original Revenue	2024-2025 Amended Revenue	2025-2026 Revenue w/o TRA	2025-2026 Revenue with TRA
57xx	Local Revenue	\$281,755,326	\$262,264,239	\$270,000,652	\$270,000,652
58xx	State Revenue	\$36,663,454	\$60,481,738	\$71,785,471	\$79,997,971
59xx	<u>Federal Revenue</u>	<u>\$2,666,638</u>	<u>\$2,666,638</u>	<u>\$1,367,312</u>	<u>\$1,367,312</u>
<b>Total</b>	<b>Total Revenue</b>	<b>\$321,085,418</b>	<b>\$325,412,615</b>	<b>343,153,435</b>	<b>\$351,365,935</b>
	Students	32,082	32,082	33,198	33,198
	<b>Average</b>	<b>\$10,008</b>	<b>\$10,143</b>	<b>\$10,337</b>	<b>10,584</b>

Operational dollars increase

\$10,337 – \$10,143 = \$194 per student

\$194 \* 33,198 = \$6,440,412 due to law change (not including unfunded mandates)



# GENERAL FUND EXPENSE BUDGET 2025-2026

Account	24-25 Revenue Budget	Description	25-26 Revenue (No TRA)	25-26 Revenue (TRA)
57xx	\$281,755,326	Local Revenue	\$270,000,652	\$270,000,652
58xx	\$36,663,454	State Revenue	\$71,785,471	\$79,997,971
59xx	<u>\$2,666,638</u>	<u>Federal Revenue</u>	<u>\$1,367,312</u>	<u>\$1,367,312</u>
<b>Total</b>	<b>\$321,085,418</b>	<b>Total Revenue</b>	<b>\$343,153,435</b>	<b>\$351,365,935</b>

Account	24-25 Expense Budget	Description	25-26 Expense (No TRA)	25-26 Expense (TRA)
61xx	\$270,921,657	Payroll	\$267,921,657	\$277,634,157
62xx	\$39,051,659	Contracted Services	\$37,954,718	\$37,954,718
63xx	\$15,407,102	Supplies/Materials	\$14,944,116	\$14,944,116
64xx	\$11,317,343	Other Operating	\$11,612,699	\$11,612,699
65xx	\$0	Debt Service	\$0	\$0
66xx	<u>\$258,352</u>	<u>Capital Outlay</u>	<u>\$253,852</u>	<u>\$253,852</u>
<b>Total</b>	<b>\$336,956,113</b>	<b>Total Expenses</b>	<b>\$332,687,042</b>	<b>\$342,399,542</b>
<b>End Bal.</b>	<b>-15,870,695</b>		<b>\$10,466,393</b>	<b>\$8,966,393</b>

TRA – Teacher Retention Allotment – State Funding Teacher Raise Program

	AMENDED BUDGET			APPROVED BUDGET			DOLLAR CHG			%Δ
	General 2025	Food Service 2025	Debt Service 2025	General 2026	Food Service 2026	Debt Service 2026	General	Food Service	Debt Service	General Fund
<b>REVENUE</b>										
5700 Local	\$262,264,239	\$8,079,759	\$170,130,517	\$270,000,652	\$9,182,876	\$167,739,736	\$7,736,413	\$1,103,117	(\$2,390,781)	2.95%
5800 State	60,481,738	46,996	8,551,973	79,997,971	39,960	10,720,235	19,516,233	(7,036)	2,168,262	32.27%
5900 Federal	2,666,638	4,362,957	-	1,367,312	4,266,837	-	(1,299,326)	(96,120)	-	-48.73%
<b>TOTAL REVENUE</b>	<b>\$325,412,615</b>	<b>\$12,489,712</b>	<b>\$178,682,490</b>	<b>\$351,365,935</b>	<b>\$13,489,673</b>	<b>\$178,459,971</b>	<b>\$25,953,320</b>	<b>\$999,961</b>	<b>(\$222,519)</b>	<b>-96.15%</b>
<b>EXPENDITURES</b>										
11 Instruction	\$200,342,976	\$0	\$0	\$207,482,176	\$0	\$0	\$7,139,200	\$0	\$0	3.56%
12 Instructional Resources and Media Services	3,549,803	-	-	3,530,317	-	-	(19,486)	-	-	-0.55%
13 Curriculum Development and Instructional Staff Development	8,814,393	-	-	7,678,064	-	-	(1,136,329)	-	-	-12.89%
21 Instructional Leadership	3,492,882	-	-	3,268,459	-	-	(224,423)	-	-	-6.43%
23 School Leadership	20,284,696	-	-	19,133,720	-	-	(1,150,976)	-	-	-5.67%
31 Guidance, Counseling, and Evaluation Services	14,340,782	-	-	13,499,657	-	-	(841,125)	-	-	-5.87%
32 Social Work Services	675,966	-	-	723,691	-	-	47,725	-	-	7.06%
33 Health Services	3,010,568	-	-	2,922,141	-	-	(88,427)	-	-	-2.94%
34 Student Transportation	14,572,260	-	-	13,860,548	-	-	(711,712)	-	-	-4.88%
35 Food Services	-	16,765,762	-	-	13,365,279	-	-	(3,400,483)	-	-
36 Co-curricular/ Extra curricular Activities	9,296,536	-	-	8,869,124	-	-	(427,413)	-	-	-4.60%
41 General Administration	9,176,372	-	-	9,432,811	-	-	256,439	-	-	2.79%
*41 Statutorily Required Public Notice - Required Postings	-	-	-	-	-	-	-	-	-	-
**41 Statutorily Required Public Notice - Lobbying	-	-	-	-	-	-	-	-	-	-
51 Plant Maintenance & Operations	36,458,438	-	-	35,273,271	-	-	(1,185,167)	-	-	-3.25%
52 Security and Monitoring Services	4,335,456	-	-	4,144,302	-	-	(191,154)	-	-	-4.41%
53 Data Processing Services	7,198,326	-	-	6,699,844	-	-	(498,482)	-	-	-6.92%
61 Community Service	402,696	-	-	277,695	-	-	(125,001)	-	-	-31.04%
71 Debt Services	-	-	170,000,000	-	-	176,459,971	-	-	6,459,971	-
81 Facilities Acquisition and Construction	361,582	-	-	370,582	-	-	9,000	-	-	2.49%
91 Contracted Instructional Services Between Public Schools	-	-	-	-	-	-	-	-	-	-
92 Incremental Cost Associated with Chapter 41 School Districts	-	-	-	-	-	-	-	-	-	-
93 Payments to Fiscal Agents for Shared Service Arrangement	149,314	-	-	135,000	-	-	(14,314)	-	-	-9.59%
94 Payments to Other Schools	-	-	-	-	-	-	-	-	-	-
95 Payments to Juvenile Justice AEP	45,000	-	-	45,000	-	-	-	-	-	0.00%
96 Payments to Charter Schools	-	-	-	-	-	-	-	-	-	-
97 Payments to Tax Increment Fund	2,011,144	-	-	2,011,144	-	-	-	-	-	0.00%
99 Inter-Government Charges not Defined in Other Codes	2,755,245	-	-	2,992,000	-	-	236,755	-	-	8.59%
<b>TOTAL EXPENDITURES</b>	<b>\$341,274,436</b>	<b>\$16,765,762</b>	<b>\$170,000,000</b>	<b>\$342,349,544</b>	<b>\$13,365,279</b>	<b>\$176,459,971</b>				
<b>SURPLUS / DEFICIT</b>	<b>(\$15,861,821)</b>	<b>(\$4,276,050)</b>	<b>\$8,682,490</b>	<b>\$9,016,391</b>	<b>\$124,395</b>	<b>\$2,000,000</b>				
<b>OTHER FINANCING SOURCES/ (USES)</b>										
Other Financing Sources	-	-	-	-	-	-	-	-	-	-
Other Financing Uses	-	-	-	-	-	-	-	-	-	-
Net Change in Fund Balance	<b>(\$15,861,821)</b>	<b>(\$4,276,050)</b>	<b>\$8,682,490</b>	<b>\$9,016,391</b>	<b>\$124,395</b>	<b>\$2,000,000</b>				

# BUDGETS BY FUNCTION

# BUDGET WORKSHOP

Budget Priorities:

Success

Fail

1. Revenue Projections



2. Protect Student Programs



3. Maximize Compensation

4. Protect Fund Balance

# BUDGET PRIORITIES

## Protect Student Programs:

Goal: Continue to offer all programs at the current funding and high standard of NISD; including curriculum, athletics, fine arts, etc.

# BUDGET WORKSHOP

Budget Priorities:

Success

Fail

1. Revenue Projections



2. Protect Student Programs



3. Maximize Compensation



4. Protect Fund Balance

# BUDGET PRIORITIES

Maximize Compensation for Staff:

## 1. Teacher Raises (TRA – Teacher Retention Allotment)

5 year plus = \$5,000 (7.0% midpoint)

3-4 year = \$2,500 (3.5% midpoint)

0-2 year = \$0

## 2. District plan

0-2 year teacher = TBD – Local Retention

All other staff = TBD – raise amount

# BUDGET WORKSHOP

Budget Priorities:

Success

Fail

1. Revenue Projections



2. Protect Student Programs



3. Maximize Compensation



4. Protect Fund Balance



# BUDGET PRIORITIES

## Protect Fund Balance:

Goal: Maximize fund balance. Prefer fund balance to stay above 4 months operating or 33% of operating expenses.

# PROTECT FUND BALANCE

	Fund Balance	Percentage of Operating
2019	\$ 99,134,726	44.4%
2020	\$ 90,062,710	40.2%
2021	\$ 83,823,552	34.0%
2022	\$ 99,904,957	38.7%
2023	\$ 111,215,675	36.4%
2024	\$ 110,332,787	35.7%
2025	\$ 94,462,092	28.0%
2026	\$ 94,462,092	27.5%/26.7%

3 months = 25%

4 months = 33%

5 months = 42%

# BUDGET SUMMARY

- Loss of local control (HB2) Inadequate new revenue for M&O
- Unable to address class size ratio this biennium
- Staff raises are reliant on Legislature – HB2
- Need clarifications from TEA defining “Teacher”
- All staff will receive salary increase for 25-26
- Balanced Budget

# DISCUSSION AND QUESTIONS