Adopted General Operating Budget

2025-2026

Estimated General Fund 2024-2025

DESCRIPTION	ESTIMATED AMOUNT
Estimated Surplus (Deficit) After Disaster Pennies	($43,601,524)
FEMA COVID-19 Reimbursement	4,589,738
Decrease SHARS Federal Funds	(14,278,415)
PVS Audit 2022	16,990,163
Estimated Unfilled Positions	25,000,000
Increase in Interest Income	4,800,000
Move Technology From IMA to GF	(6,411,485)
Enrollment Decrease/Comp Ed/Frozen	(5,835,675)
Loss in Property Values/Net Budget Adj.	(5,597,955)
Estimated Surplus (Deficit) June 30, 2025	**($24,345,153)**

Potential Factors Impacting Deficit:

- ✓ Unfilled positions
- ✓ Interest income
- ✓ Frozen (over 65) property value audit
- ✓ Average daily attendance/enrollment
- ✓ Unspent funds other than payroll
- ✓ SHARS reduction in federal revenues
- ✓ FEMA reimbursements
- ✓ Increases in expenditures

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Budget Goals

RETAIN AND RECRUIT QUALITY STAFF

PRESERVE QUALITY OF INSTRUCTION AND SERVICES

PRIORITIZE STUDENT AND STAFF SAFETY

PRESERVE FINANCIAL POSITION

CFISD

HB 2 for CFISD

Statutory Change	Effect of Statutory Change	Amount 2025-26
Basic Allotment	• Increases to $6,215 from $6,160 ($55) by freezing golden penny yield • Repeals 30% compensation increase requirement	$4.8M
Allotment for Basic Costs	Provides $106/enrolled student for costs associated with transportation, utilities, hiring retired teachers, health insurance, TRS, property insurance	$12.6M
Teacher Retention Allotment	Adds allotment for classroom teachers based on years of experience and size of district. Districts with enrollment > 5,000: • $2,500 for teachers with 3-4 years of experience • $5,000 for teachers with 5+ years of experience	$29.7M
Support Staff Allotment	Provides $45/regular program allotment for non-administrative staff	$4.3M

CFISD

HB 2 for CFISD

Statutory Change	Effect of Statutory Change	Amount 2025-26
Special Education Allotment	• Transitions to intensity of services-based model ($250M over current law in 2026-2027) • Adds $1,000/initial full and individual evaluation	$4.5M
Dyslexia Allotment	Expands number of students that generate allotment	$30.3K
Bilingual Allotment	Adds 0.15 weight for emergent bilingual ADA and 0.05 for English proficient ADA for districts offering alternative language education methods ($10M cap)	$119.7K BA
Career & Technical Education Allotment	Establishes JROTC courses as eligible for funding	$1.2M
School Safety Allotment	• Increases allotment from $10 to $20/ADA • Increases the per campus allotment from $15,000 to $33,540	$2.8M

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HB 2 for CFISD

Statutory Change	Effect of Statutory Change	Amount 2025-26
Early Education Allotment	• Reallocates existing funding to districts operating full-day pre-K • Increases to $62.15/K-3 student • Expands allowable uses to include literacy and math academies and pre-K programs • Requires stipend to be paid to teachers required to complete academies off-contract time	$3.8M
Teacher Incentive Allotment (eff. 2026-2027)	• Adds “Acknowledged” designation = $3,000 to $9,000 (Same as Nationally Board Certified) • Increases “Recognized” designation from $5,000 to $15,000 • Increases “Exemplary” designation from $9,000 to $25,000 • Increases “Masters” designation from $12,000 to $36,000 • Increases the high needs and rural factor multipliers for all designation levels from $1,500 to $6,000	N/A

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HB 2 for CFISD

Statutory Change	Effect of Statutory Change	Amount 2025-26
Early Literacy and Intervention Allotment (eff. 2026-2027)	• Creates a new $250/student allotment for required reading interventions for students who fail two consecutive assessments in grades K-3 (limited to 10% of students enrolled in K-3 and excludes students receiving dyslexia services) • Establishes a $400/student account to purchase private tutoring if a student ✓ Fails two or more literacy assessments after beginning 1st grade ✓ Required to be provided accelerated instruction based on 3rd-grade STAAR performance	N/A
CCMR Outcomes Bonus	Doubles the special education CCMR outcomes bonus to $4,000	$46K

HB 2 for CFISD

Statutory Change	Effect of Statutory Change	Amount 2025-26
Transportation Allotment	Increases the special education transportation reimbursement rate from $1.08 to $1.13/mile	$107.8K
New Instructional Facilities Allotment	Increases annual cap for NIFA awards to $150M from $100M	N/A
Certification Exam Reimbursement	• Increases reimbursement to two exams/student • Expands reimbursement to include costs for fingerprinting or criminal background checks • Caps statewide reimbursement to $20M of which $500K may be used for fingerprinting or criminal background checks	$131K
Prekindergarten	Adds classroom teachers to list of eligible students for state-funded pre-K	Unknown

CFISD

HB 2 for CFISD

Statutory Change	Effect of Statutory Change	Amount 2025-26
Preparing and Retaining Educators through Partnerships Program (PREP) (eff. 2026-2027)	• Establishes program to facilitate partnerships between school districts and educator prep programs • Allotments range from $3,000 to $24,000 and increases by high-needs and rural factor from $1,000-$3,000 • Capped at 40-80 participants/district	N/A
Teacher Certification Incentive	Establishes $1,000/classroom teacher certification incentive (expires Sept. 1, 2028)	Unknown

Estimated Financial Impact HB 2

CFISD's total gain ($584/ADA for 2025-2026)	$62,562,470
Restricted – Teacher Retention Allotment	31,895,000
(plus employee benefits paid by CFISD)	3,344,997
Restricted – Early Education Allotment	3,799,244
$ left for flexible use (2025-2026)	$23,523,229

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Classroom Teacher

- Classroom teacher definition in Texas Education Code, Section 5.001
  - An educator who is employed by a school district and who, not less than an average of four hours each day, teaches in an academic instructional setting or a career and technology instructional setting
  - Staff reported in PEIMS code 087
- HB 2 also includes uncertified and contract teachers

Years of Experience

- Calculated based on the number of verifiable years of creditable experience specified in Texas Administrative Code 19, Chapter 153.1021
  - Reported in “years of professional experience” PEIMS code E0130

History of CFISD Salary Increases

YEAR	TEACHER SCALE	PARA/HOURLY	ADMINISTRATION
2015-2016	$2,000	5%	4%
2016-2017	2%	3%	2%
2017-2018	3%	3%	3%
2018-2019	3%	3%	3%
2019-2020	3%≤5 years; 3.5%>5 years; and $1,000 one-time salary increase	3% and $500 one-time salary increase	3% and $500 one-time salary increase
2020-2021	Add $1,000 one-time salary increase to base + 1% salary increase	Add $500 one-time salary increase to base + 1% salary increase	Add $500 one-time salary increase to base + 1% salary increase
2021-2022	5%	5% and $1,000 stipend	5%
2022-2023	2% and $1,000 stipend	2% and $2,000 stipend	2% and $1,000 stipend
2023-2024	3%	3%	3%
2024-2025	2%	2%	1%

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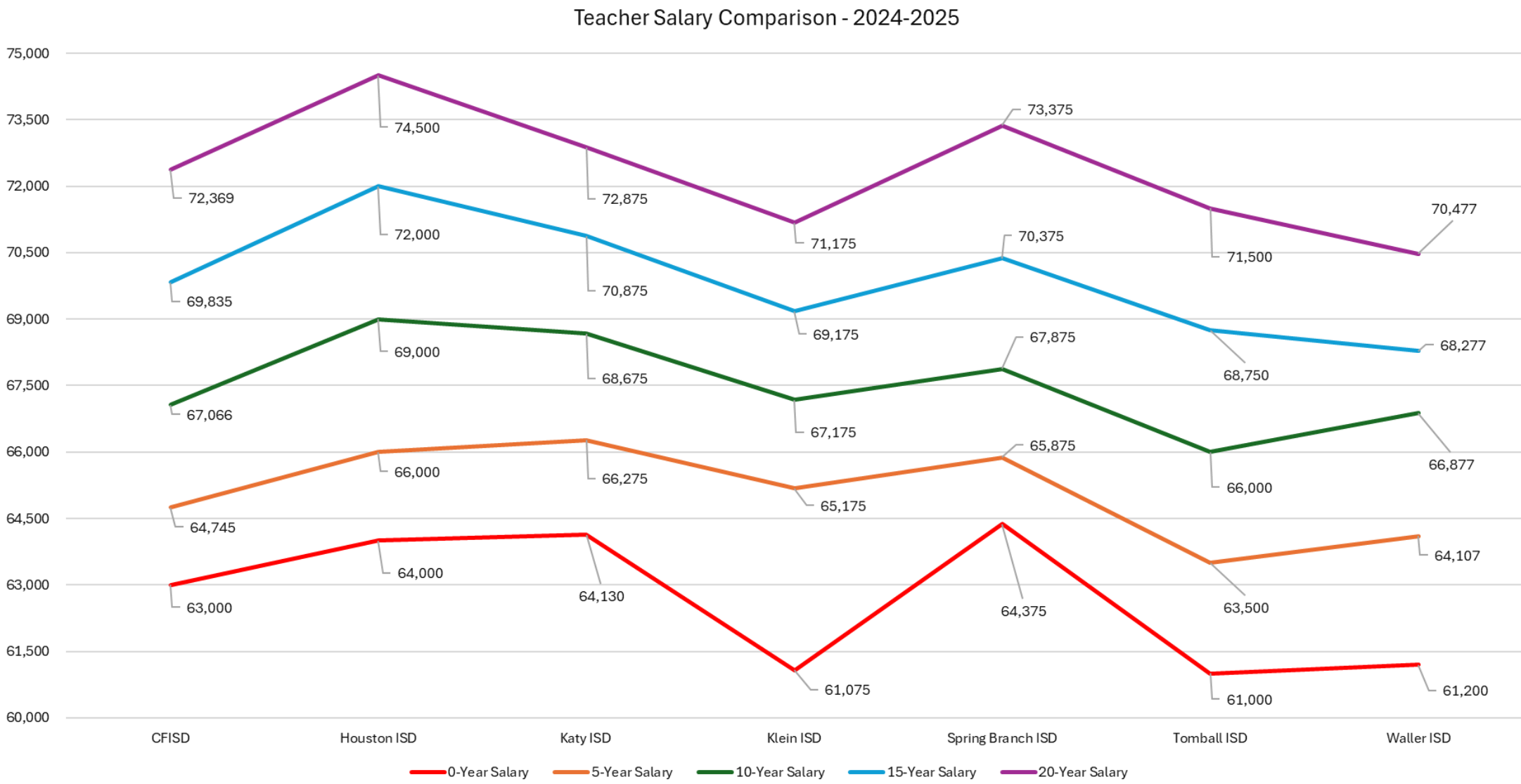

Source: Each District's Salary Schedule from District Website

2025-2026 Budget - Revenues

- Based on current understanding of HB 2 ($23.5M flexible gain)
- Increase in revenue from property value audits ($19M)
  - Standard audits (average $9M)
    - ✓ 2016 - $6.2M
    - ✓ 2017 - $3.5M
    - ✓ 2018 - $5.2M
    - ✓ 2019 - $6.2M
    - ✓ 2020 - $6.0M
    - ✓ 2021 - $19.3M
    - ✓ 2022 - $17.0M
  - 2023 freeze audit (estimate of $10M)

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2025-2026 Budget - Revenues

- Decrease in enrollment of 1% ($7.3M)
- Continued 2% decline in ADA (93%)
- Continued reduction in SHARS funding

2025-2026 Budget - Expenditures

- $5,000 per teacher with 5+ years of experience (state teacher retention allotment)
- $2,500 per teacher with 3-4 years of experience (state teacher retention allotment)
- Increase in salaries for teachers with 1-2 years experience ($2.0M)
- Increase in teacher starting salary to $65,000 ($776K)
- Salary increase on greater of midpoint or base of 4% for all other employees/non-teachers ($14.0M)

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2025-2026 Budget - Expenditures

- Increase in hourly/paraprofessional starting pay to $15/hour ($1.8M)
- Increase for reinstating transportation ($4.1M)
- Increase for full year of transportation salary increase ($1.2M)
- Increase in TRS ($4.8M)
- Decrease in payroll from 98% fill rate to 96% fill rate ($18M)

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2025-2026 Budget - Expenditures

- Modify special education stipends as follows: ($1.8M)
  - Resource and In-Class Support = $2,000
  - Adaptive Behavior, Life Skills, and ECSE = $3,000
  - Carlton Center and Carpenter Center = $3,500
- Increase for recommended market adjustments from the 2025 salary study ($3M)
- Increase minimum CFISD contribution for employee health insurance to $250/month ($1.6M)

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2025-2026 Budget - Expenditures

- **Decrease** in teacher allocations due to decline in enrollment ($6.8M)
- **Increase** in expenditures for teacher residency program ($2.3M)
- **Increase** in instructional software due to additional transfers from the instructional materials allotment to general fund and **increases** in renewal costs due to inflation/renewals previously in bond funds, partially offset by e-rate funding ($4.2M)
- **Increase** in expenditures for data dashboard platform ($1.3M)

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2025-2026 Budget - Expenditures

- Increase in expenditures for:
  - Overtime, temporary workers, etc., partially offset by revenues ($456K)
  - Police in-car video system and radio repair ($172K)
  - Board election costs ($792K)
  - Campus point of sale devices and replacement of AEDs ($112K)
  - Technology maintenance and repair costs, social worker contract, JJAEP seats, utilities, various contracted services (partially offset by facility use fees), and courier fee ($552K)

CFISD

Adopted General Fund 2025-2026

DESCRIPTION	ADOPTED BUDGET
Local Revenues	$519,896,304
State Revenues	653,050,487
Federal Revenues	7,500,000
Other Sources	500,000
Total Revenues	$1,180,946,791
Expenditures	$1,226,419,644
Surplus (Deficit)	($45,472,853)

CFISD

General Fund Expenditures 2025-2026

OBJECT	ADOPTED BUDGET	PERCENT
Payroll Costs	$1,094,553,464	89.26%
Contracted Services	73,522,327	5.99%
Supplies & Materials	38,410,058	3.13%
Other Operating	19,410,963	1.58%
Capital Outlay	522,832	0.04%
Total	$1,226,419,644	100.00%

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General Fund Expenditures 2025-2026

FUNCTION	ADOPTED BUDGET	PERCENT
Instruction	$804,501,291	65.60%
Instructional Resources & Media	5,270,044	0.43%
C&I Staff Development	10,083,466	0.82%
Instructional Leadership	9,709,630	0.79%
School Leadership	63,520,078	5.18%
Guidance & Counseling	51,290,775	4.18%
Social Work Services	788,361	0.06%

General Fund Expenditures 2025-2026

FUNCTION	ADOPTED BUDGET	PERCENT
Health Services	$14,128,271	1.15%
Student Transportation	58,894,837	4.80%
Co/Extracurricular Activities	24,388,767	1.99%
General Administration	20,485,124	1.67%
Plant Maintenance & Operations	94,711,374	7.72%
Security & Monitoring Services	15,433,559	1.26%
Data Processing Services	29,745,307	2.43%

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General Fund Expenditures 2025-2026

FUNCTION	ADOPTED BUDGET	PERCENT
Community Services	$10,927,379	0.89%
Debt Service	2,627,821	0.21%
Facilities Acquisition & Construction	487,500	0.04%
Payments to Fiscal Agents SSA	1,833,260	0.15%
Payments to JJAEP	64,800	0.01%
Other Intergovernmental Charges	7,528,000	0.62%
Total*	$1,226,419,644	100.00%

*Includes $12.8M in accelerated instruction [TEC 29.081(b-1)]

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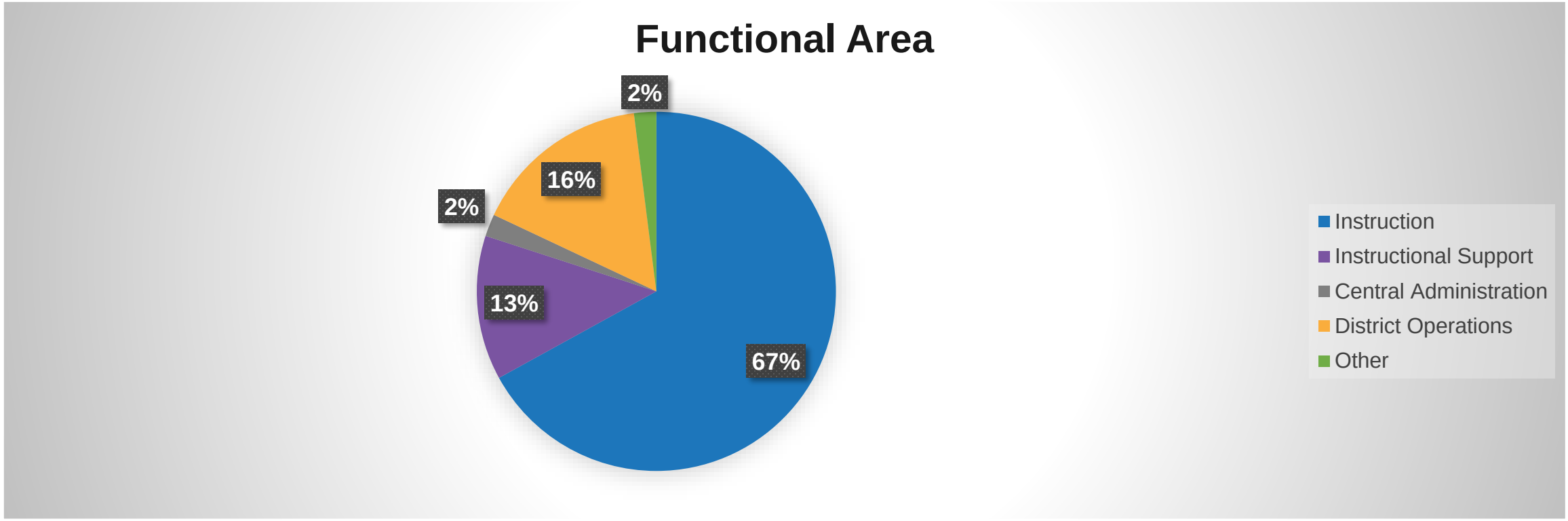
General Fund Expenditures 2025-2026



Debt Service Fund Budget 2025-2026

DESCRIPTION	ADOPTED BUDGET
Revenues:	
Local	$283,875,152
State	35,017,931
Federal	84,432
Total Revenues	$318,977,515
Expenditures:	
Debt Service	318,977,515
Total Expenditures	$318,977,515

CFISD

Food Service Fund Budget 2025-2026

DESCRIPTION	ADOPTED BUDGET
Revenues:	
Local	$13,810,363
State	337,062
Federal	61,704,191
Total Revenues	$75,851,616
Expenditures:	
Food Service	77,906,172
Maintenance & Operations	1,266,279
Total Expenditures	$79,172,451
Surplus (Deficit)	($3,320,835)

CFISD

Fund Balance

The total accumulation of operating surpluses and deficits

Importance of adequate fund balance

- Manage cash flow low points
  - Majority of tax collections in December and January
  - Reimbursement from federal funds
  - Fund disasters until reimbursed by insurance/federal funding
- Mitigate current and future risks such as revenue shortfalls and unanticipated expenditures
  - Declines in enrollment/ADA

How much fund balance is needed

- Minimum of 4 months for June 30 year end

How is fund balance replenished

- Operating surplus

Estimated months in fund balance at 6/30/2026

- 4.82 months

CFISD

Description	2024-2025 Estimated Actuals	2025-2026 Adopted Budget	2026-2027 Estimated Budget
Ending Fund Balance	$536,338,837	$490,865,984	$418,993,131
Less: Nonspendable & Committed Fund Balances	$10,000,000	$10,000,000	$10,000,000
Fund Balance (Available to Spend & Used for FIRST Rating)	**$526,338,837**	**$480,865,984**	**$408,993,131**
Operating Expenditures	$1,174,208,279	$1,196,739,644	$1,223,739,644
Monthly Operating Expenditures	$97,850,690	$99,728,304	$101,978,304
Deficit	$(24,345,153)	$(45,472,853)	$(71,872,853)
Months in Fund Balance	5.38	4.82	4.01
% of Fund Balance	45%	40%	33%
Excess/(Shortfall) of 4 Months in Fund Balance	$134,936,077	$81,952,769	$1,079,916

Fund Balance

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Questions?

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