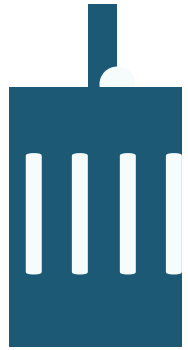
Budget Workshop

April 8, 2026

How Texas Funds Public Schools

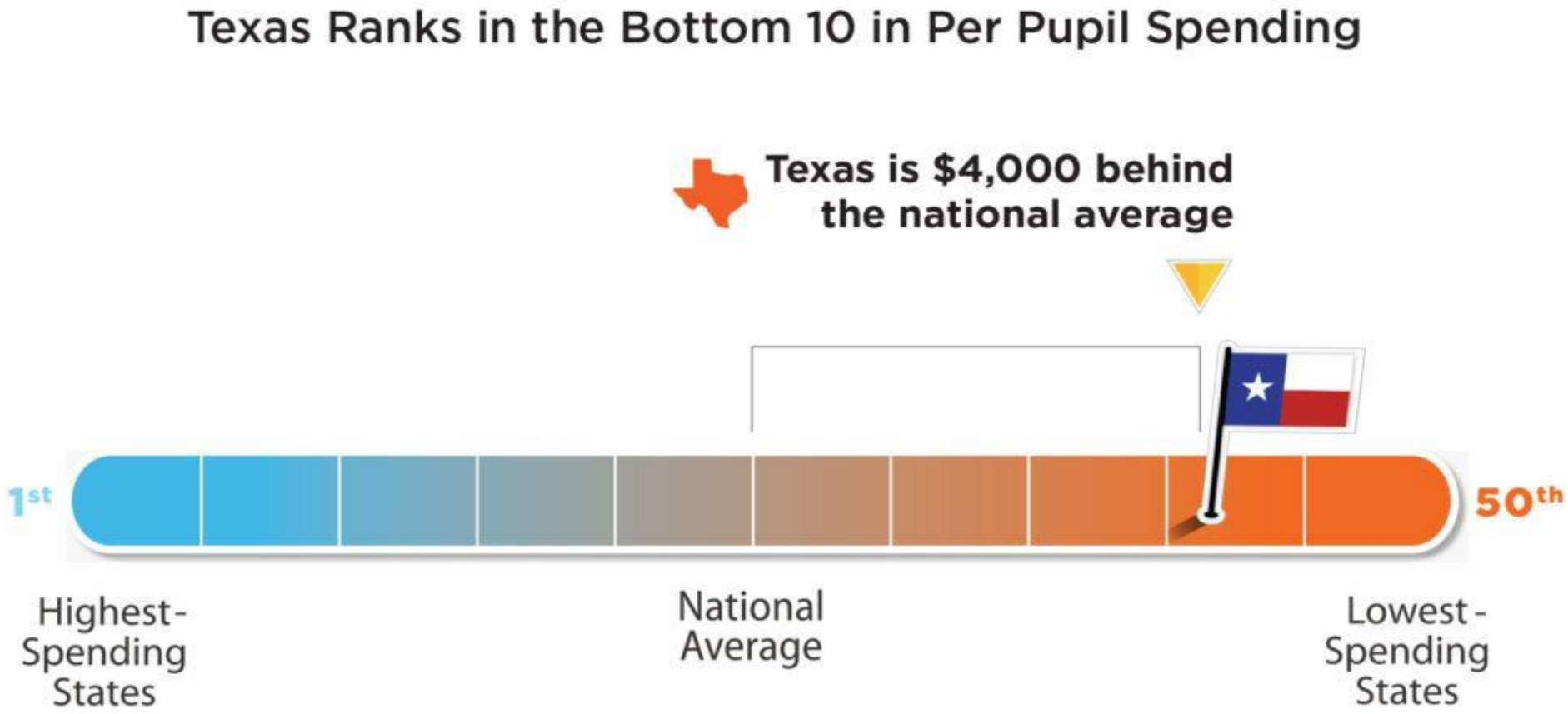


The basic allotment is set by the Texas legislature providing an equitable base ammout of funding for each student based on their average daily attendance.



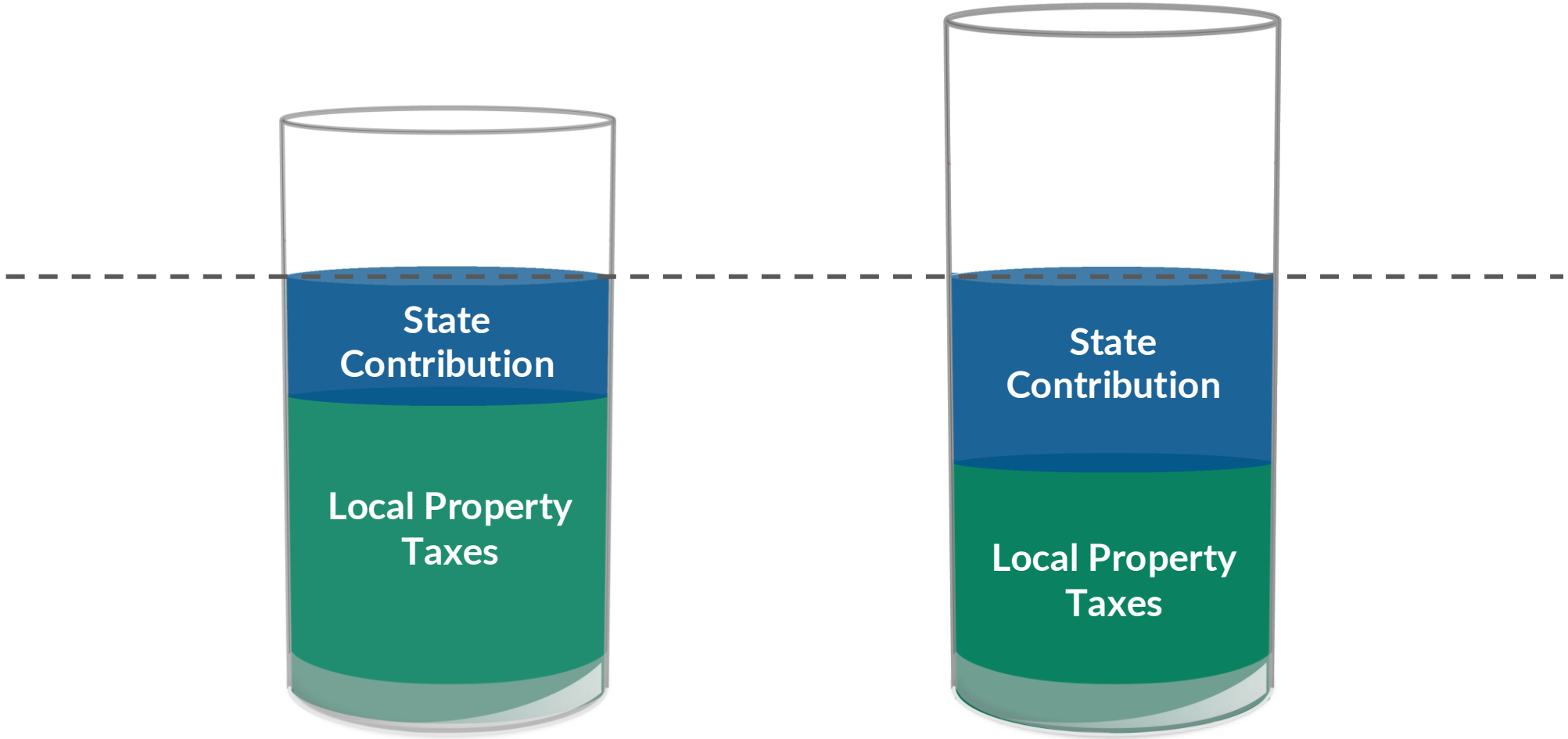
The basic allotment until the last legislative session had not changed since 2019. The new allotment was increased from $6150 to $6250.

Texas School Funding

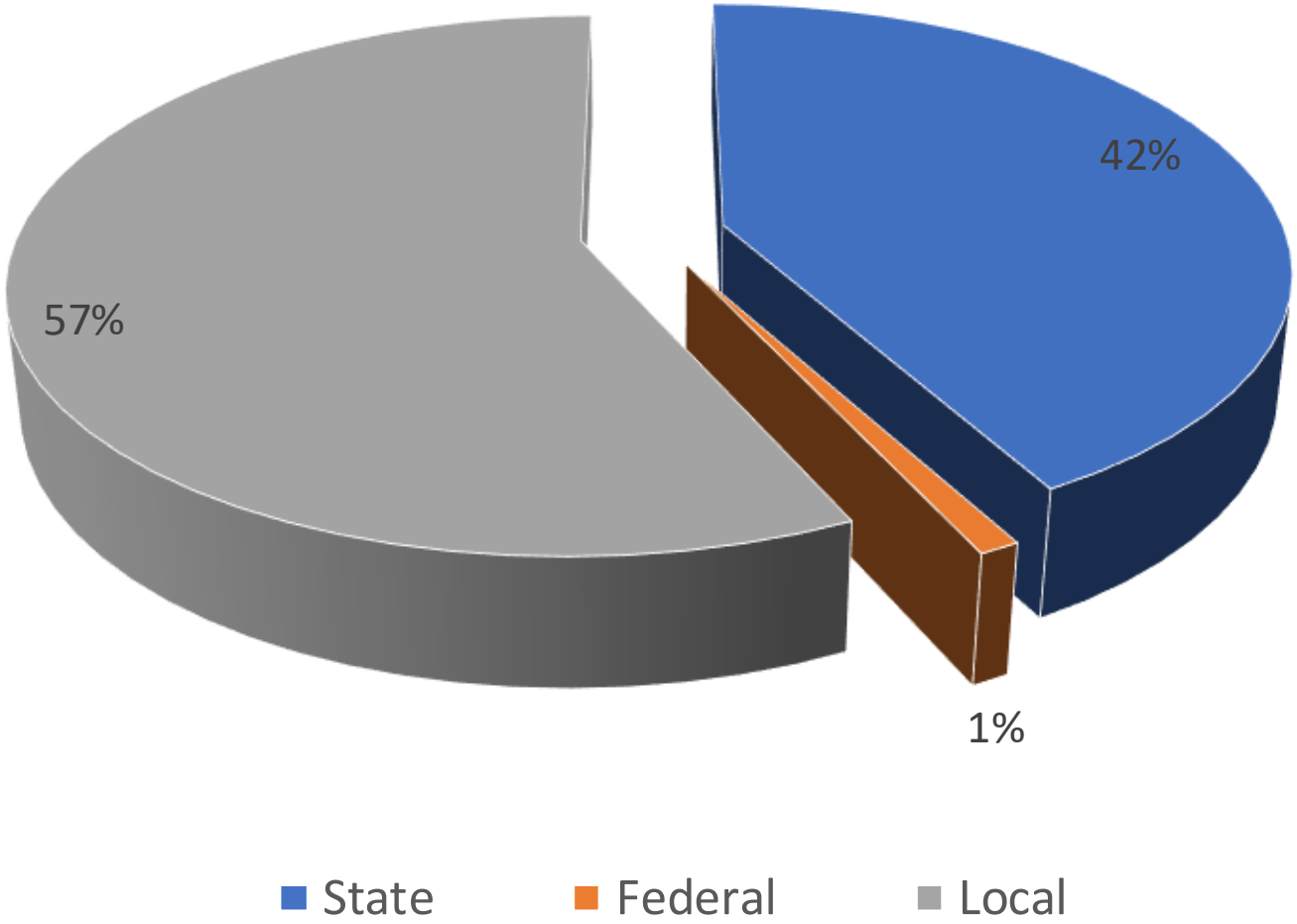


[Texas Public School Funding | Money for Schools - RYHT (raiseyourhandtexas.org)]

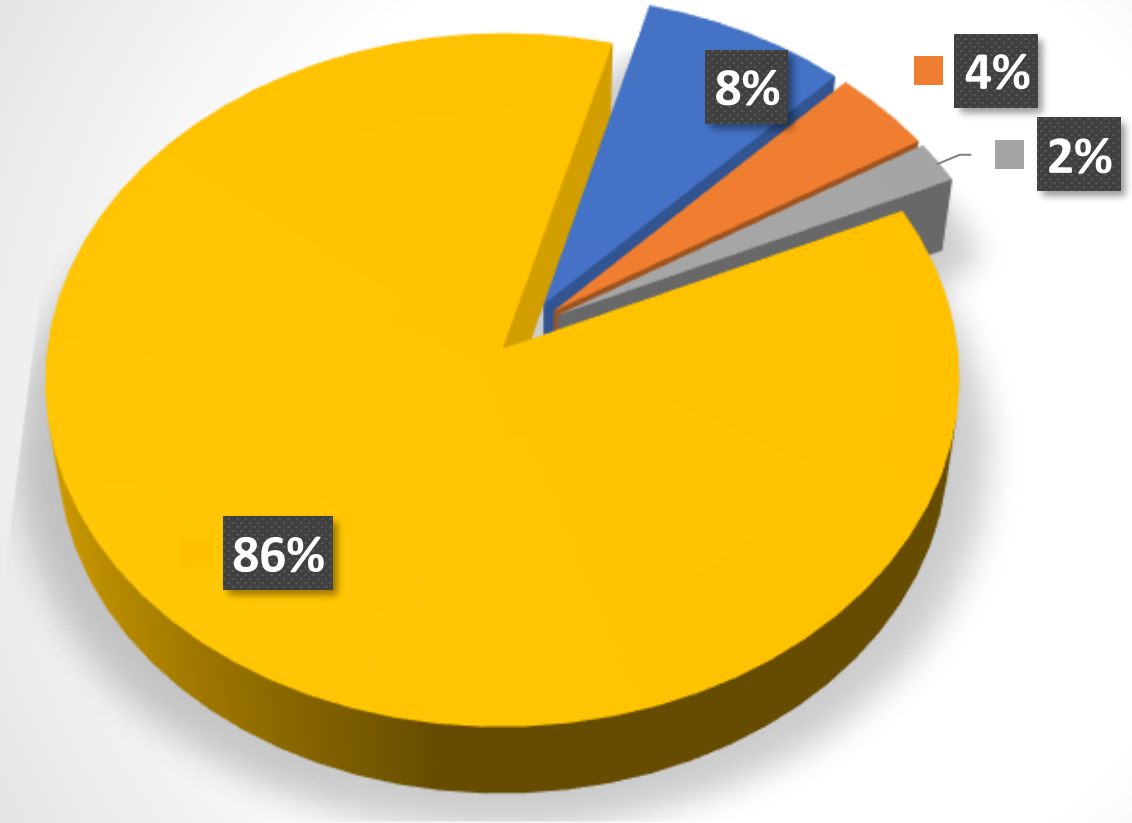
Local vs. State Funding



Revenues-Where We Get Our Funds



Expenditures-Where We Spend Our Funds

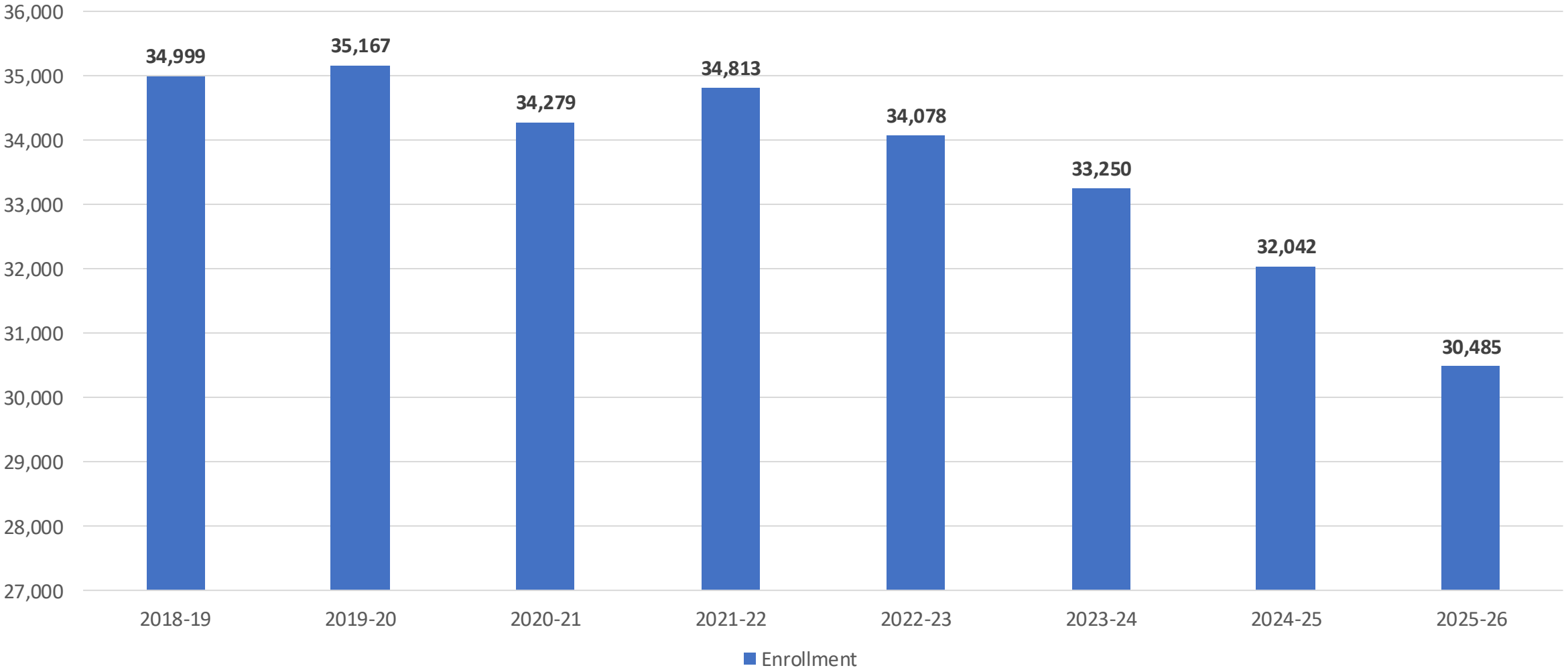


District Budget Challenges

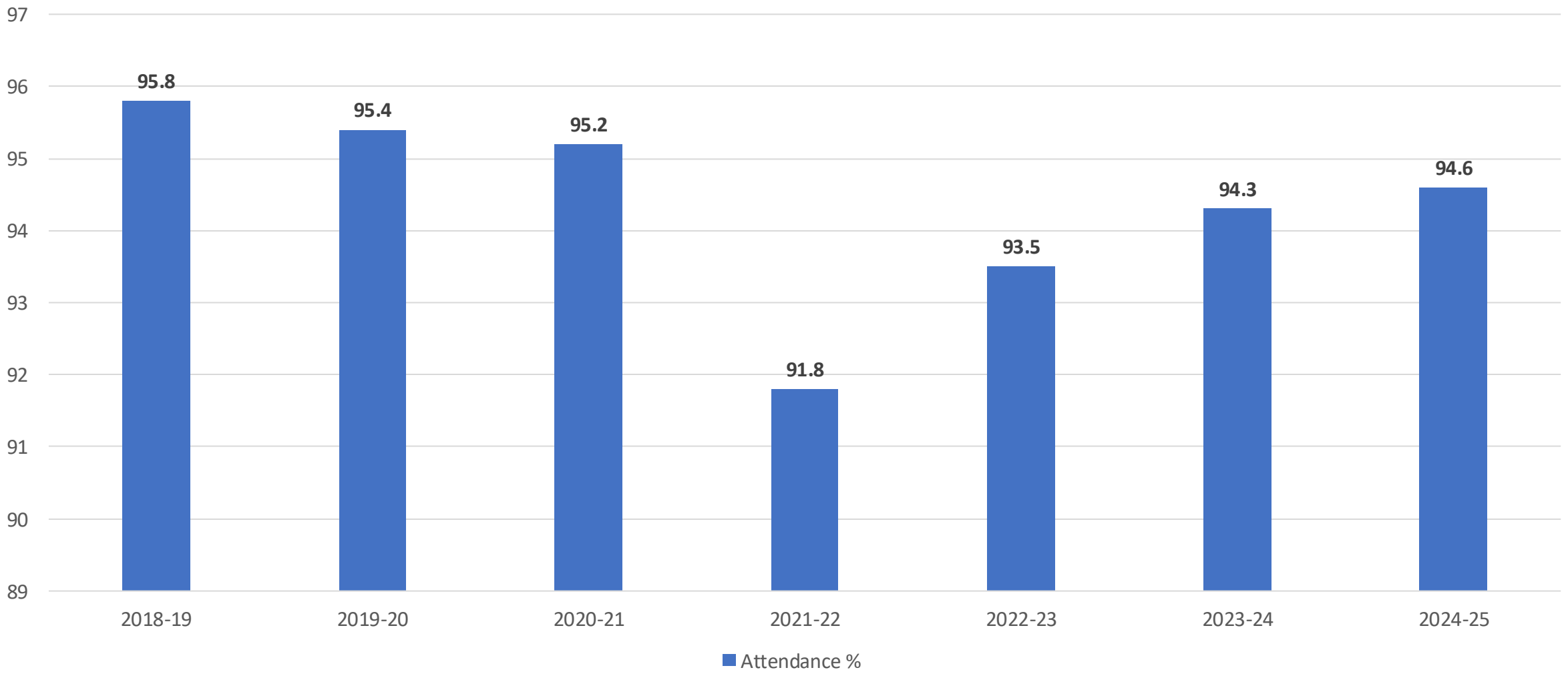
Circumstances Outside of District Control

- Insufficient and Complex State Funding Formula
- Declining Enrollment
- Student Attendance
- Inflation
- Underfunded Mandates
- State “Robin Hood Scheme”

Declining Enrollment



Attendance


97
96
95
94
93
92
91
90
89
95.8
95.4
95.2
91.8
93.5
94.3
94.6
2018-19
2019-20
2020-21
2021-22
2022-23
2023-24
2024-25
Attendance %

School Cost Inflation 2019 vs. 2026

Schools, just like our households and businesses, have seen increased costs for fuel, insurance, utilities, and supplies. In addition, districts have continued to provide salary increases in order to retain and hire quality staff.



Fuel



Insurance



Utilities



Transportation



Staffing/Raises

Cumulative inflation since August 2019 has increased to 26.7% (average annual at 4.03%) according to the Consumer Price Index.

Underfunded Mandates from the State

• Special Education Program Spending Exceeds State Funding Requirement	$28 million
• HB3 (2019) Full Day Pre-K, Teacher Compensation, Reading Academies, Counseling, CCMR	$11.5 million
• STAAR Technology	$5 million
• HB 3 (2023) Safety & Security Requirements Above Funding	$5.5 million
• Dyslexia Program Spending Exceeds State Funding Requirement	$2.7 million
• Gifted & Talented Program Spending Exceeds State Funding Requirement	$1.0 million

Budget Reality

Enrollment ↓

Fewer students = reduced funding

Costs ↑

Inflation, insurance, utilities, staffing

Revenue →

Limited growth / largely flat funding

Ongoing Budget Pressure



Timeline

Keller ISD Budget Development Timeline



Dec–Jan
Enrollment, staffing projections
Compensation study begins

Feb
Campus staffing & budget requests
Salary ranges drafted

Mar
Staffing decisions finalized
Continuation FTEs approved

Apr
Salary & benefit calculations
Draft budgets reviewed

May
Budgets finalized
Budget workshops if needed

Early Jun
Public Notice of Budget &
Proposed Tax Rate

Jun 30
Board Adopts Budget

Jul
Certified property values received
Final revenue calculations

Aug
Board Adopts Tax Rate
Salary schedules posted

Legend:
Blue Rounded Square = Staff Work
Red Diamond = Board Action
Gold Triangle = Statutory Deadline

Budget Overview

2026-2027 Budget Assumptions

Goal – Balanced & Predictable
No New Revenue –State and Federal
Flat Tax Growth
Balanced Budget
Loss of 1083 Students
ADA at 94%

2026-2027 Assumptions - $12,579,144

	Cost
Loss of Student Basic Allotment	$ 6,730,845
Raises 1% - all staff	$ 2,064,740
Step – all staff	$ 1,338,559
Transportation	$ 895,000
Utilities	$ 250,000
Property/Casualty	TBD - March
HVAC	$ 500,000
iPad and Staff Device Lease	$ 800,000

2026-2027 Assumptions - $11,480,736

	Cost
Staffing	$ 4,392,000
Budget Reductions	$ 888,236
Reallocation – Compensatory Education Allotment	$ 4,000,000
Reallocation – Worker's Comp	$ 1,280, 000
Special Education Evaluations	$ 670,500
KWell	$ 250,000

Ongoing Budget Considerations

- Revenue Projections-Property Values, ADA, TEA Decisions
- Continue to look for staffing efficiencies
- Department and Campus Allocations

MEP/Bond

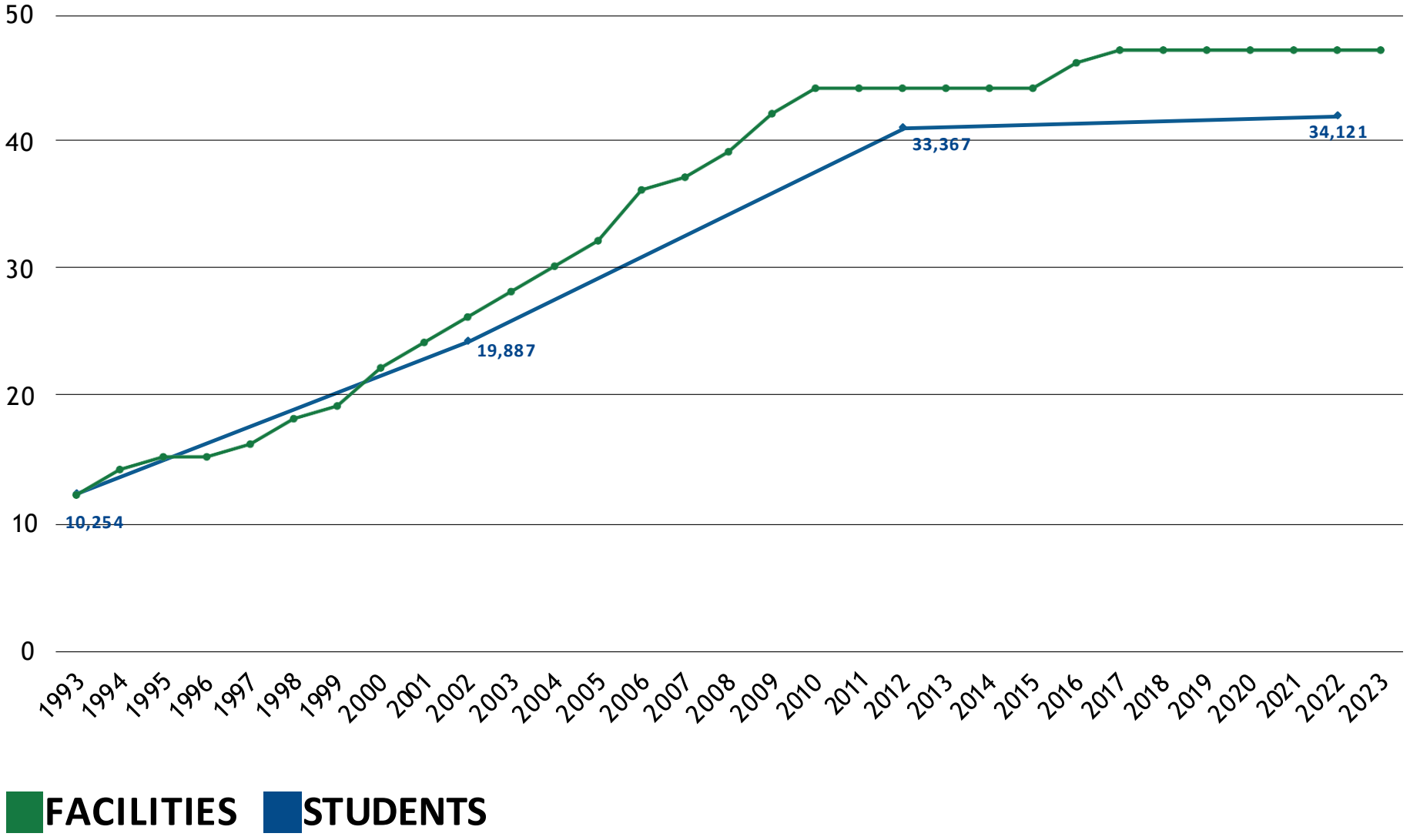
OVERVIEW

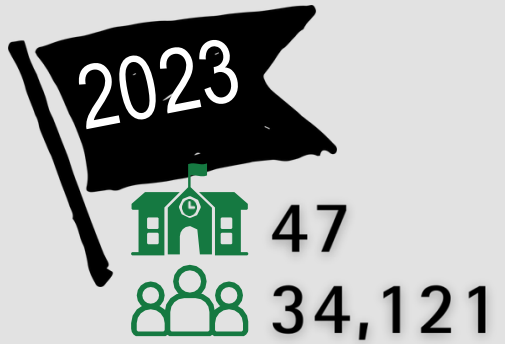
- HISTORY
- METHODOLOGY
- SUMMARY OF FINDINGS
- QUESTIONS



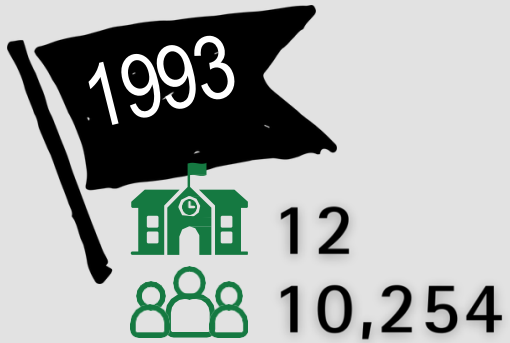
HISTORY

KISD GROWTH









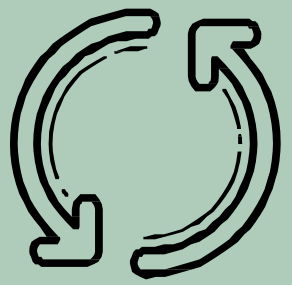
HISTORY

2019 BOND REVIEW



4 NEW FACILITIES

INDOOR EXTRA-CURRICULAR FACILITIES



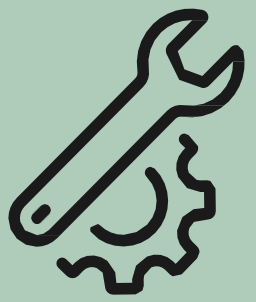
REPLACEMENT

4 OLDER ELEMENTARY SCHOOLS



ADDITIONS & RENOVATIONS

2 MIDDLE SCHOOLS & KCAL



MAINTANANCE & OPERATIONS

END OF LIFE REPLACEMENTS

METHODOLGOY





SITE SURVEYS





DETAILED ASSESSMENT

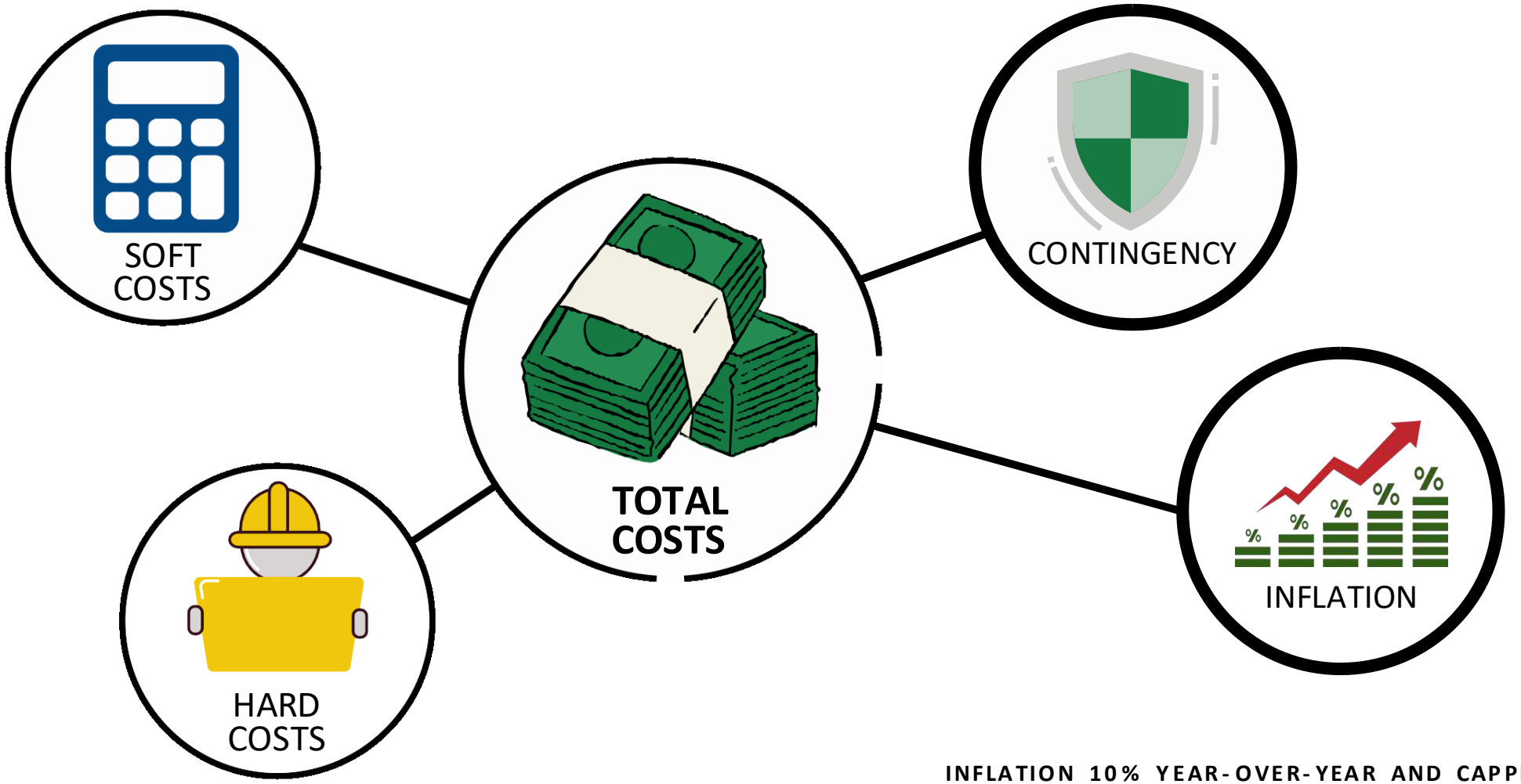




CATALOG

METHODOLOGY

COST & INFLATION



INFLATION 10% YEAR-OVER-YEAR AND CAPPED AT 8 YEARS.

METHODOLOGY

SYSTEM CATEGORIES



THE MEP SYSTEMS WERE CATEGORIZED INTO THE ABOVE SYSTEM CATEGORIES WITH INPUT FROM KISD MAINTENANCE AND OPERATIONS.

METHODOLOGY

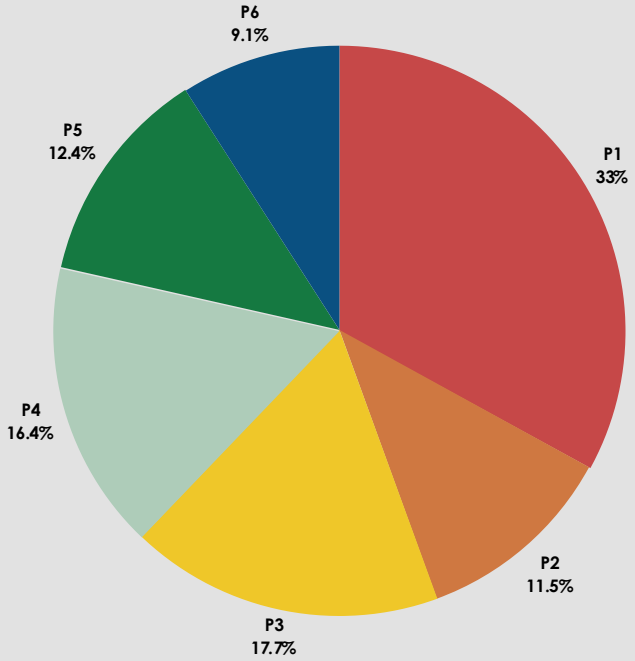
PRIORITIES

USING A COMBINATION OF ASSESSED CONDITION AND ANTICIPATED LIFE EXPECTANCY EACH PIECE OF EQUIPMENT AND SYSTEM WAS ASSIGNED A PRIORITY BASED ON THE DETERMINED REPLACEMENT TIMEFRAME USING 2023 AS THE BASE YEAR.



DISTRICT WIDE

TOTAL MEP COSTS BY PRIORITY (2023 $)



MEP PACKAGE 1: 2023-2025
(PRIORITY 1 : 0-2 YEARS)

2023 COSTS: $223,588,339.62
2023 COSTS + INFLATION: $268,306,007.54*

MEP PACKAGE 2: 2026-2028
(PRIORITY 2: 3-5 YEARS)

2023 COSTS: $77,792,187.00
2023 COSTS + INFLATION: $116,688,280.50*

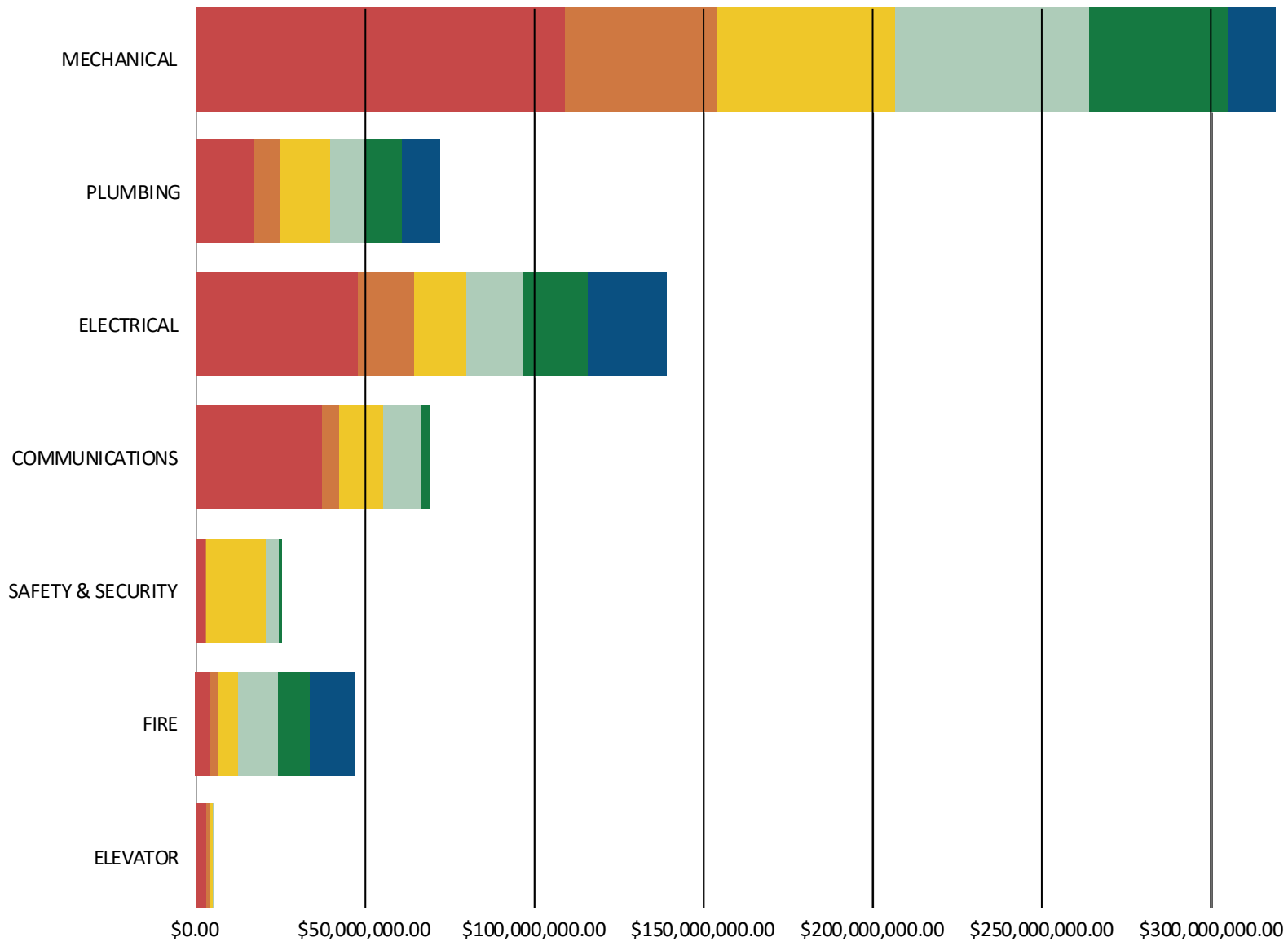
MEP PACKAGE 3: 2029-2033
(PRIORITY 3: 6-10 YEARS)

2023 COSTS: $120,015,261.72
2023 COSTS + INFLATION: $216,027,471.10*

TOTAL FOR PRIORITIES 1-3:

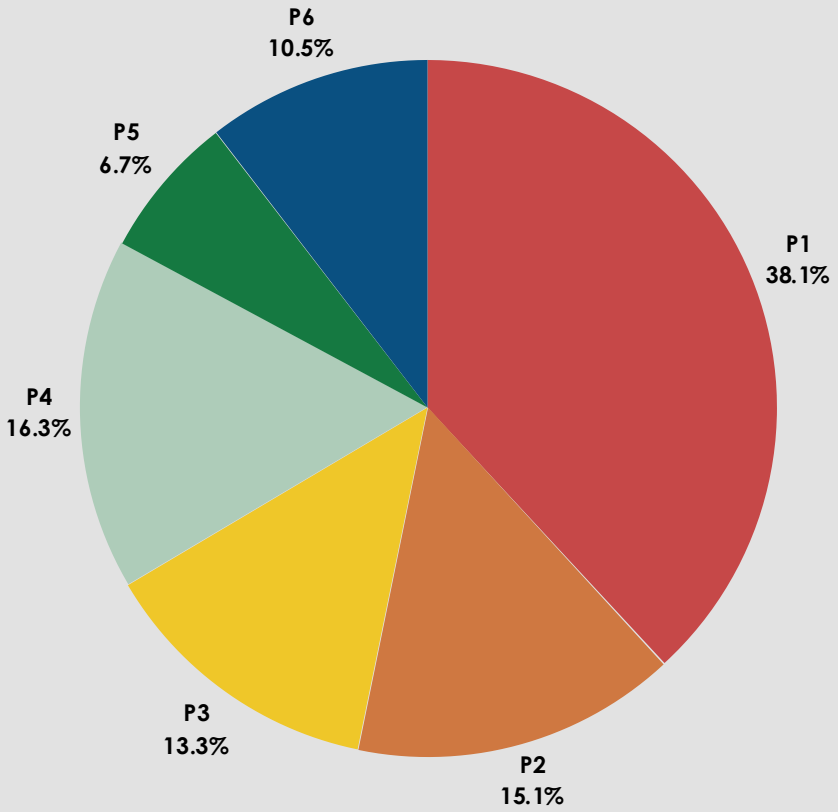
2023 COSTS: $421,395,788.34
2023 COSTS + INFLATION: $601,021,759.14*

**INFLATION CALCULATED AT 10% YEAR OVER YEAR*



ELEMENTARY & EARLY LEARNING CENTERS

TOTAL MEP COSTS BY PRIORITY (2023 $)

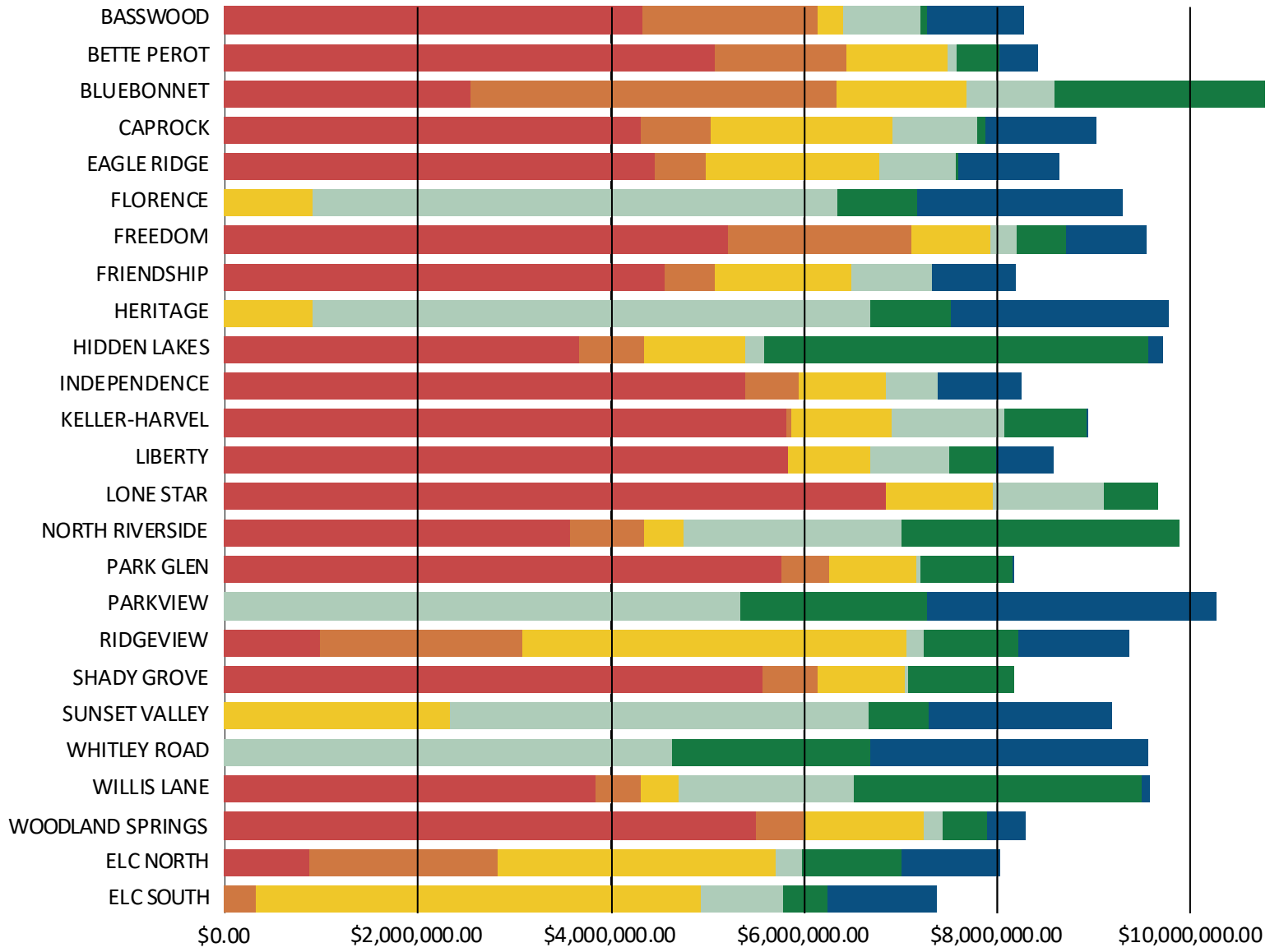


MEP PACKAGE 1 (PRIORITY 1 : 0-2 YEARS) 2023-2025

MEP PACKAGE 2 (PRIORITY 2: 3-5 YEARS) 2026-2028

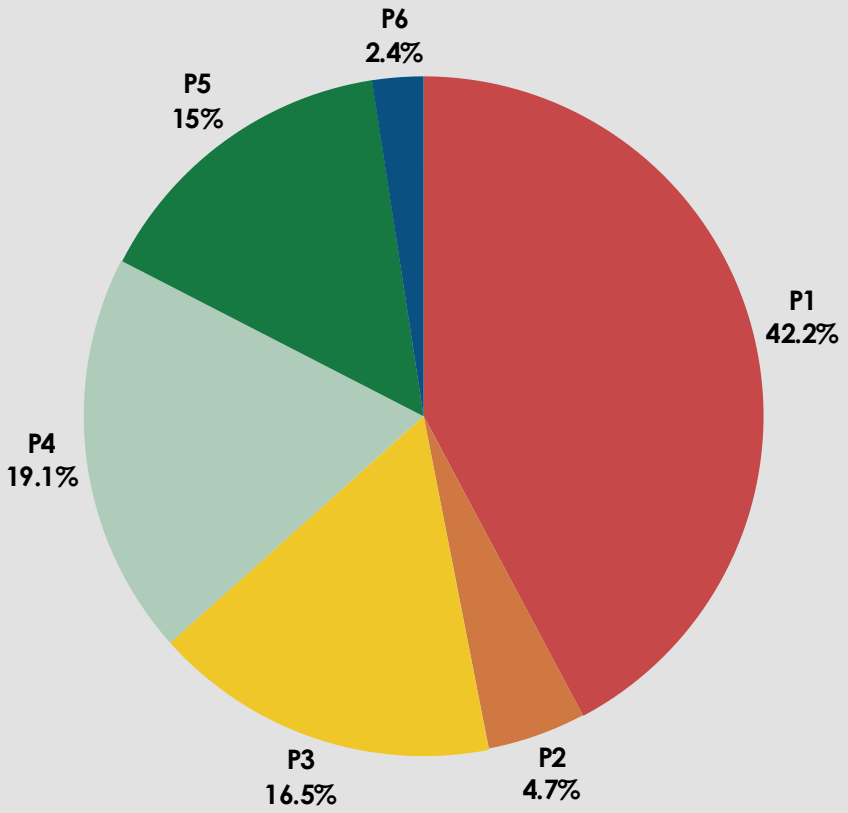
MEP PACKAGE 3 (PRIORITY 3: 6-10 YEARS) 2029-2033

66.5%



INTERMEDIATE SCHOOLS

TOTAL MEP COSTS BY PRIORITY (2023 $)

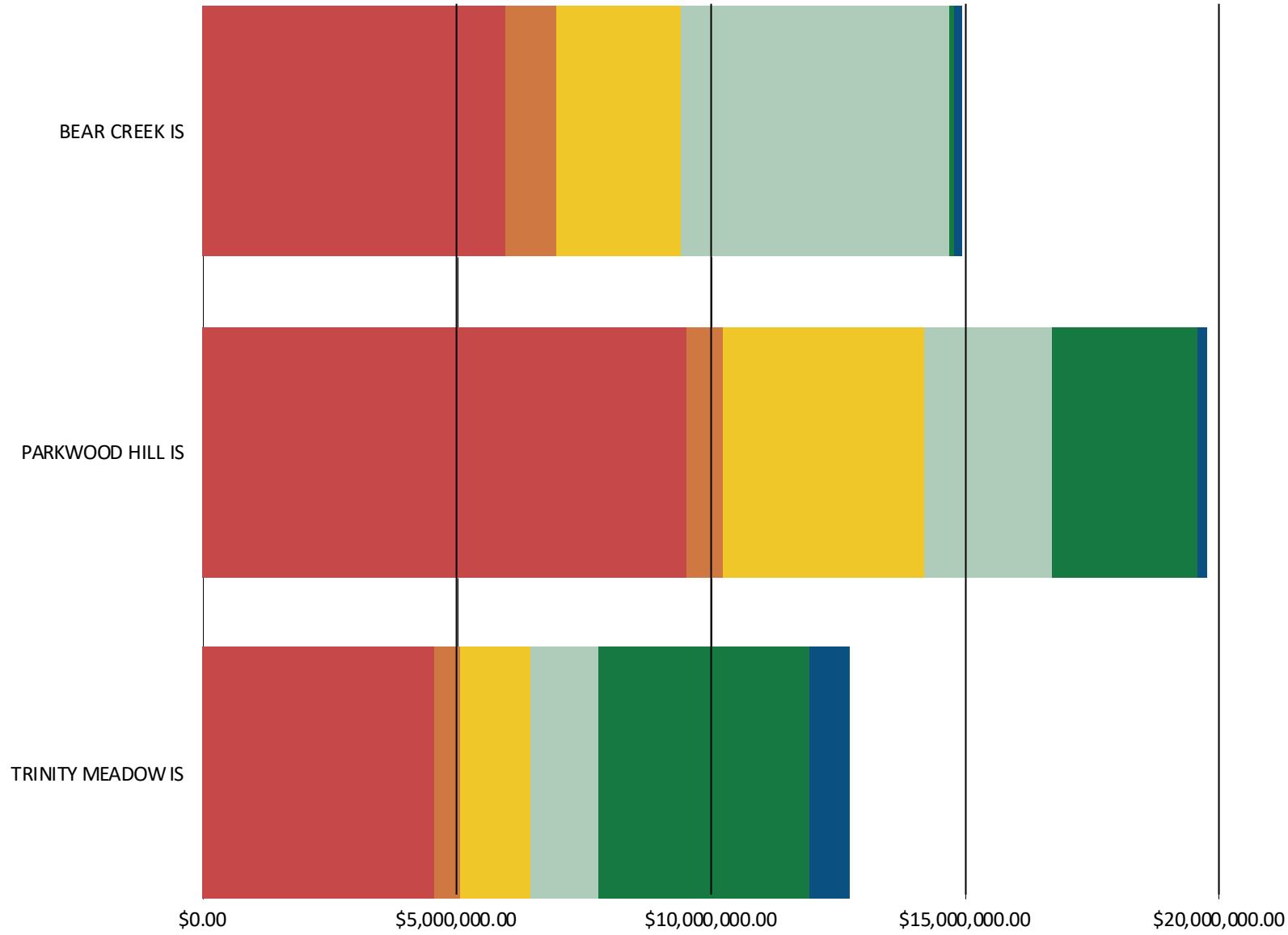


MEP PACKAGE 1
(PRIORITY 1 : 0-2 YEARS)
2023-2025

MEP PACKAGE 2
(PRIORITY 2: 3-5 YEARS)
2026-2028

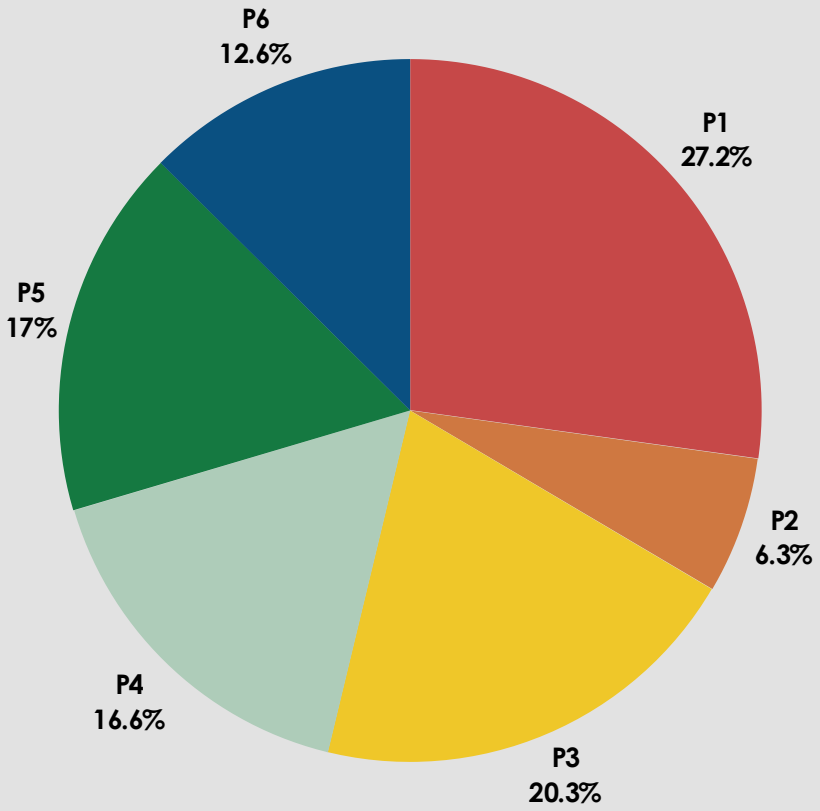
MEP PACKAGE 3
(PRIORITY 3: 6-10 YEARS)
2029-2033

63.4%



MIDDLE SCHOOLS

TOTAL MEP COSTS BY PRIORITY (2023 $)

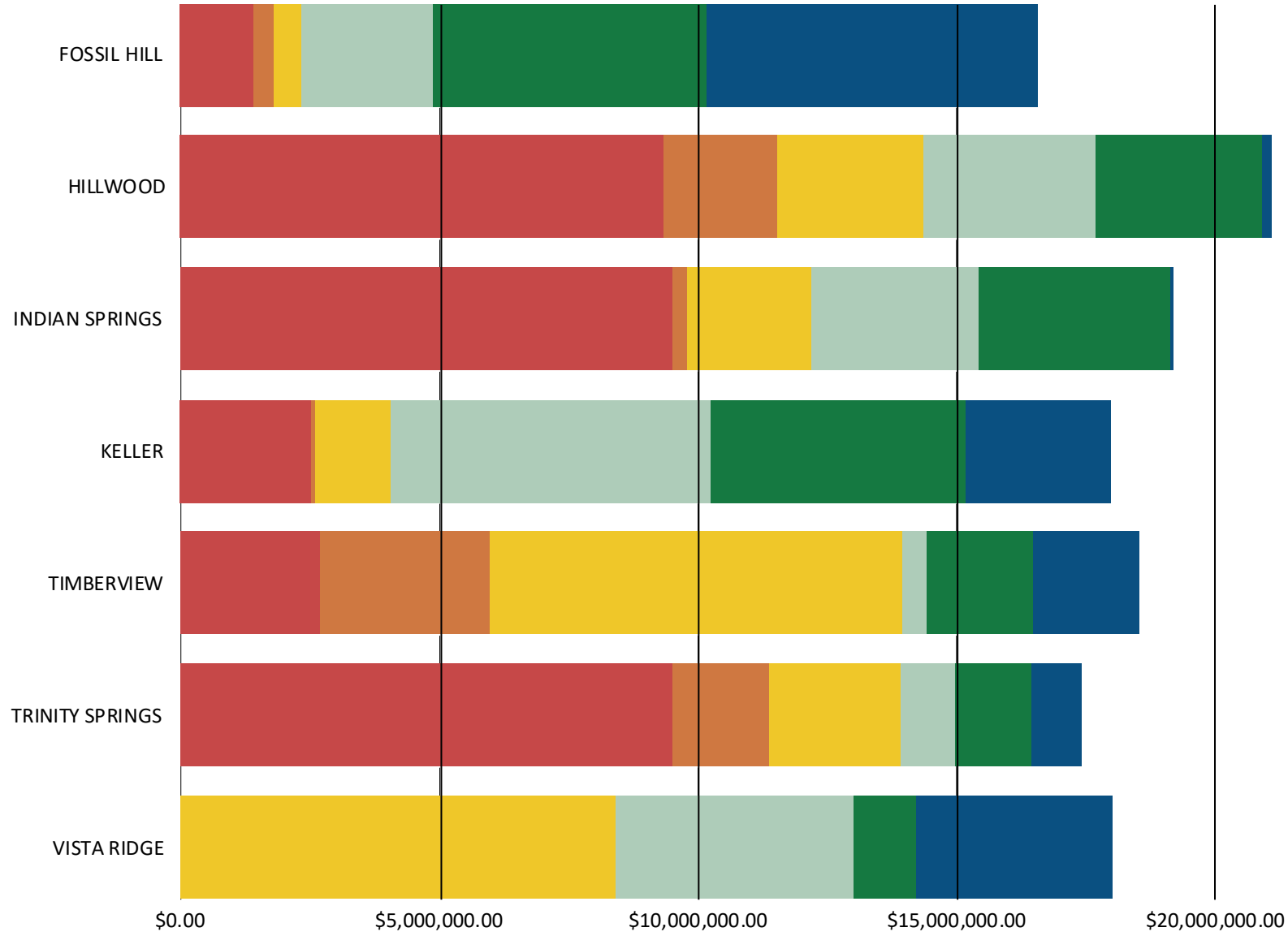


MEP PACKAGE 1 (PRIORITY 1 : 0-2 YEARS) 2023-2025

MEP PACKAGE 2 (PRIORITY 2: 3-5 YEARS) 2026-2028

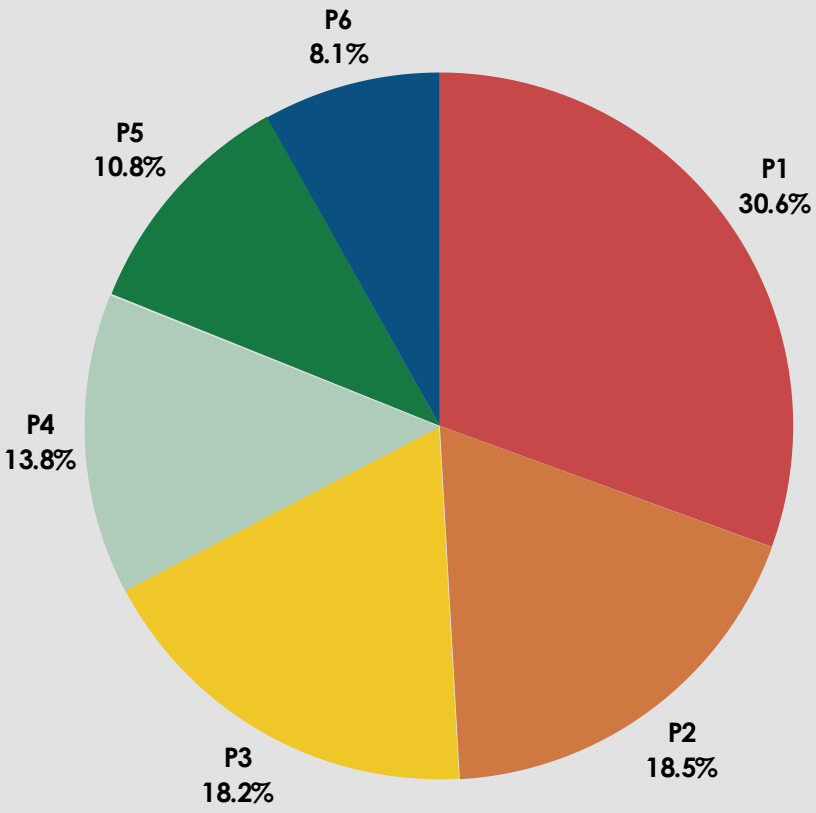
MEP PACKAGE 3 (PRIORITY 3: 6-10 YEARS) 2029-2033

53.8%



HIGH SCHOOLS

TOTAL MEP COSTS BY PRIORITY (2023 $)

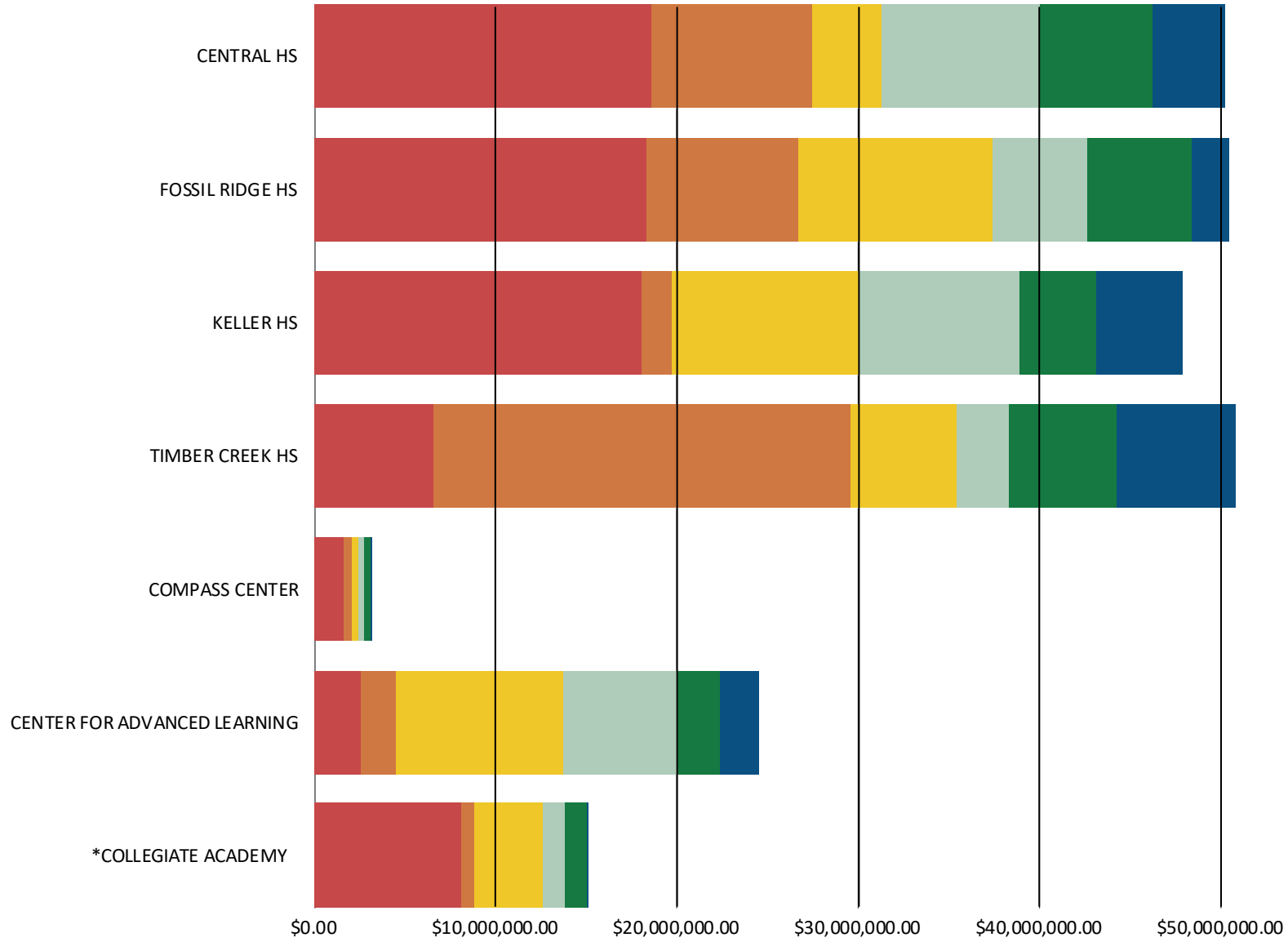


MEP PACKAGE 1 (PRIORITY 1 : 0-2 YEARS) 2023-2025

MEP PACKAGE 2 (PRIORITY 2: 3-5 YEARS) 2026-2028

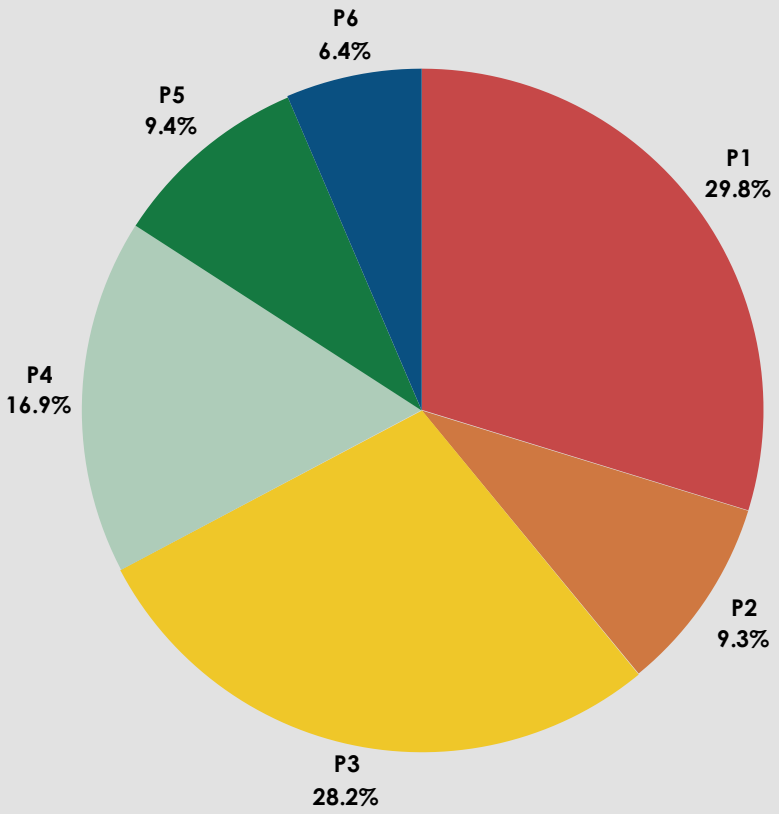
MEP PACKAGE 3 (PRIORITY 3: 6-10 YEARS) 2029-2033

67.3%



SUPPORT FACILITIES

TOTAL MEP COSTS BY PRIORITY (2023 $)

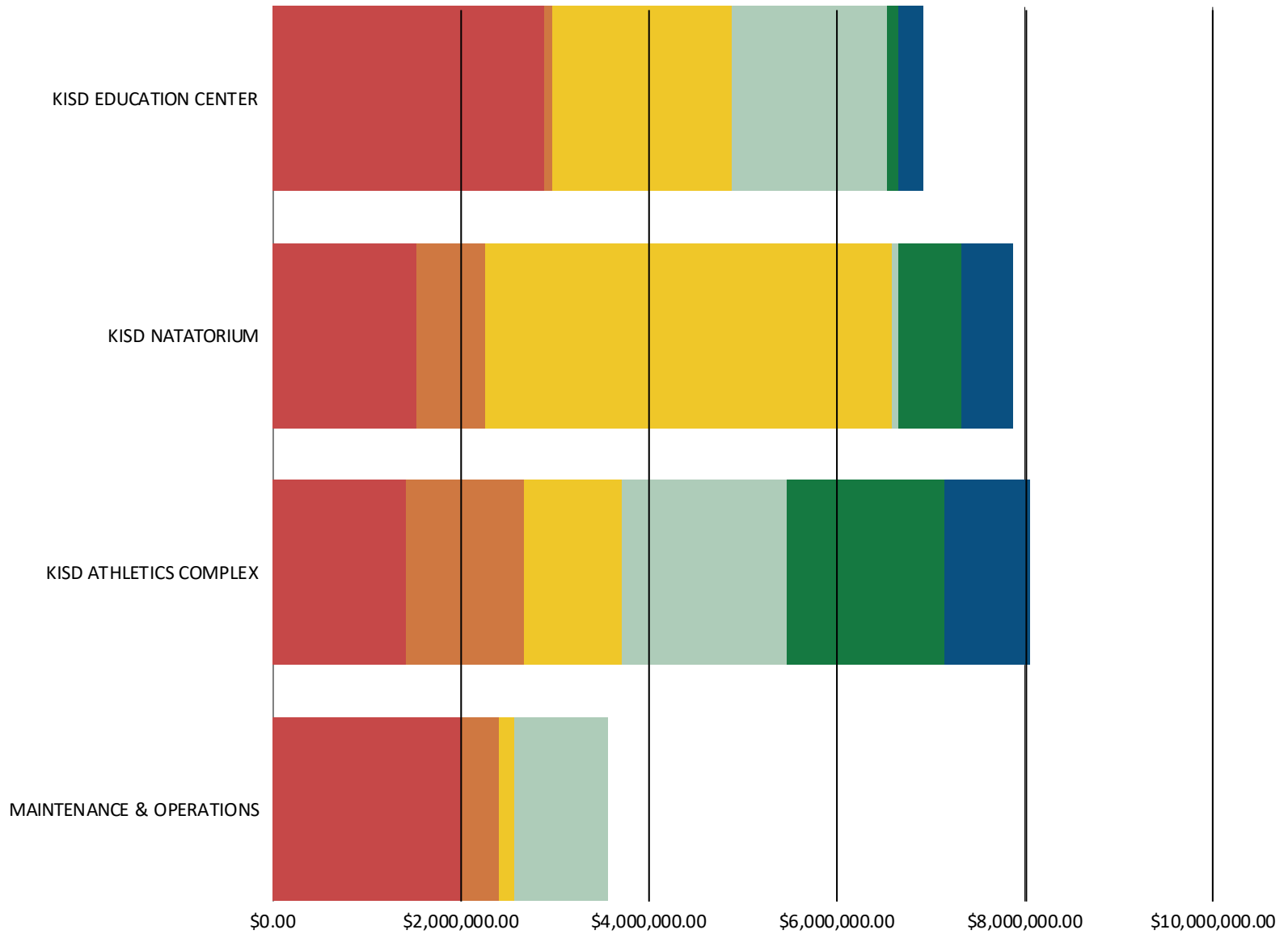


MEP PACKAGE 1 (PRIORITY 1 : 0-2 YEARS) 2023-2025

MEP PACKAGE 2 (PRIORITY 2: 3-5 YEARS) 2026-2028

MEP PACKAGE 3 (PRIORITY 3: 6-10 YEARS) 2029-2033

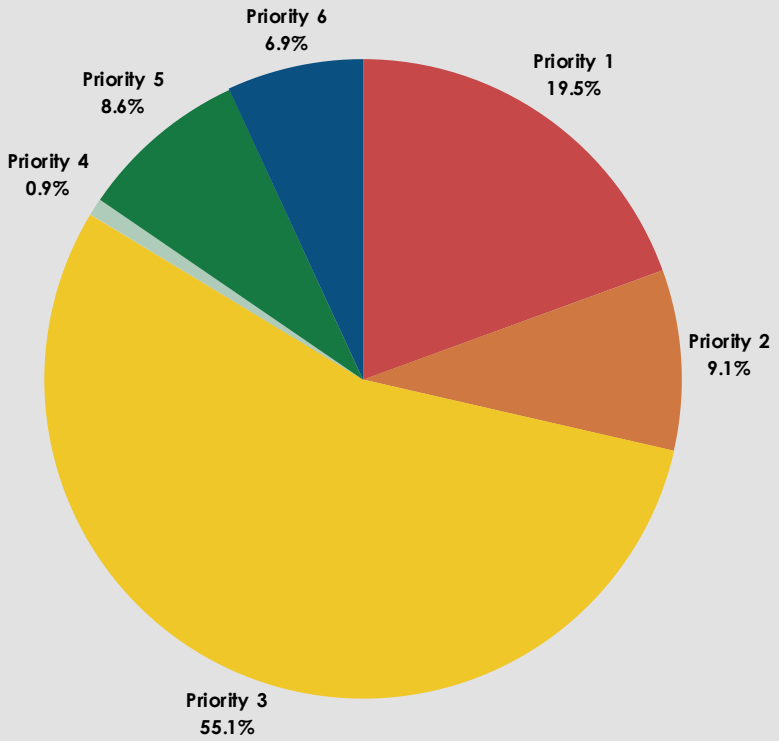
67.3%

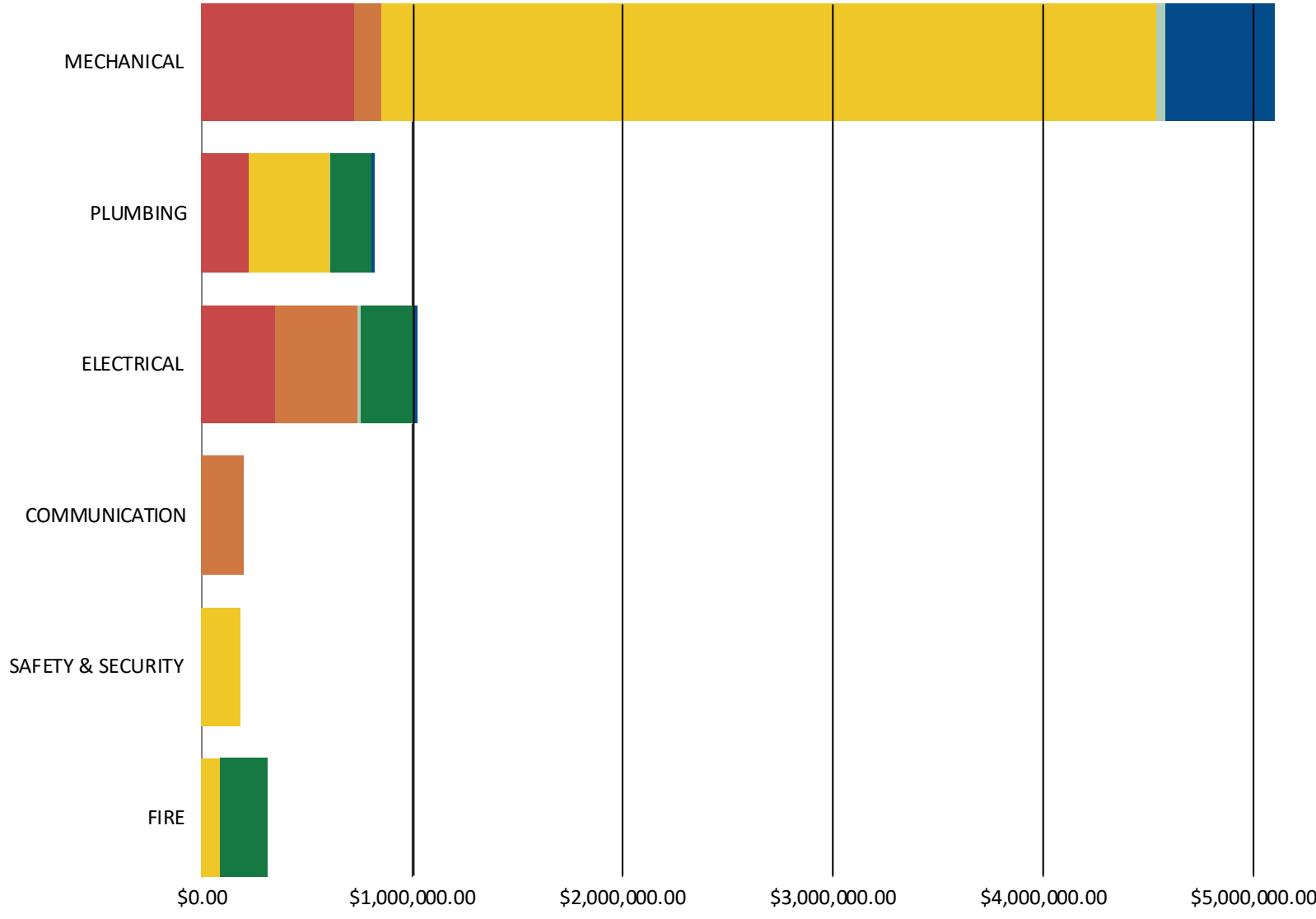


NATATORIUM

1000 BEAR CREEK PARKWAY, KELLER, TX 76248

YEAR BUILT: 2003
YEARS OF ADDITIONS/REMODELS: 2010
SQUARE FOOTAGE: 41,732





District Building Conditions Assessment and Audit

KELLER INDEPENDENT SCHOOL DISTRICT

METHODOLOGY

RECOMMENDATION SHEET - KEY

FCI SCORE

The Facility Condition Index (FCI) is a ratio that compares the cost of repairing, replacing, or renovating a facility's capital improvements to the cost of constructing a new facility. This ratio is expressed as a
percentage. FCI is widely used in the industry to evaluate conditions and provide an objective measure for deciding whether to repair, renovate, or replace a facility. A common threshold for considering replacement is when the cost of repairs or renovations exceeds 55% of the cost to replace the facility. Additionally, the educational appropriateness conceptual scopes were included in the estimate.

UTILIZATION RATE

The Utilization Rate was calculated for each campus by dividing the current enrollment (December 2024) by the maximum capacity. The result indicates how full (by%) each campus is. A full building walk-through of each campus was completed to identify the current use of space. All portable buildings were counted and their use specified. This information helped to estimate accurate building capacity and to understand the overall efficiency of building usage. The floor plans were used to compare each facility with TEA
requirements for size of classrooms, science labs, libraries, and gymnasiums. If a campus is under 70% the district should consider options for this school(i.e., redistricting, consolidation, etc.)

EDUCATIONAL ADEQUACY

The EAI survey forms were completed using floor plans, aerial imagery, and building walk-through. Multiple items in each of the categories listed were evavulated on the following scoring scale:

1 = Poor
2 = Below Standard
3 = Meets Standard
4 = Exceed Standard
5 = Exceptional

Scores for each section were averaged individually, and then the scores for each campus were averaged. If a campus receives a score below 2.5, it should be evaluated for possible additions, renovations, or other options, taking into account its condition and age.

SCOPE

Items identified during the facility assessment walk-through of the campus and any deficiencies discovered. Additionally, the assessment evaluates the current educational adequacy of all facilities in the district, ensuring alignment with the education specifications based on the district's visioning core values, which were developed through meetings, information gathering, and evaluations.

RECOMMENDATIONS

Recommendations based on the FCI, Utilization Rate, and Educational Adequacy Scores.

PROJECT COST

Includes Capital Improvements, Additions and Renovations, Professional Fees, and FF&E for the additions, including inflation cost.

METHODOLOGY

SYSTEM CATEGORIES

The Building Systems were categorized into the following system categories with input from KISD Maintenance and Operations.



SITE
Assessment of site conditions and circulation. Including landscape, parking lots, sidewalks, signage, ADA accessibility, and Safety and Security fencing.



INTERIOR
Assessment of interior wall construction, finishes, millwork, door and hardware, writing and tack surfaces, window treatments, ADA compliance, and Safety issues.



EXTERIOR
Assessment of exterior building surfaces, window assemblies, doors and hardware, and caulking.



PLUMBING
Assessment of building plumbing fixtures only.



ROOFING
Assessment of building roof systems, copings, fascia, and roof access and hatches.



AUDIO & VISUAL
Assessment of sound systems, AV presentations systems, video productions and theatrical lighting systems.

KELLER INDEPENDENT SCHOOL DISTRICT

METHODOLOGY

CONDITION

Each piece of equipment and system surveyed was assessed and assigned a condition within the Facility Audit and Assessment spreadsheet using the following condition codes:

Priority 1 (2024-2026)	Items that are critical replacement, end of life cycle, life safety, security, and accessibility need to be addressed. 0-2 years
Priority 2 (2027-2029)	Items that present safety and/or operational impact concerns. Maintenance and/or replacement required. 3-5 years
Priority 3 (2030-2034)	Items that have major damage that may impact performance and/ or show signs of imminent failure or missing completely. Requires major repair or replacement. 6-10 years
Priority 4 (2035-2039)	Items that show early signs of wear, minor damage or deterioration, though still operating intended purpose. Requires some repair or maintenance. 11-15 years
Priority 5 (2040-2044)	Items generally intact and performing intended purpose with minor cosmetic damage if any. No repair needed other than routine maintenance. 16-20 years
Priority 6 (2045+)	Items in new or like-new condition, generally installed within last 3 years and show very little if any signs of wear or damage. 21+ years (future)

KELLER INDEPENDENT SCHOOL DISTRICT

SUMMARY - DISTRICT WIDE

TOTAL COSTS BY SYSTEM & PRIORITY

PRIORITY 1: 2024-2026 (0 - 2 YEARS)

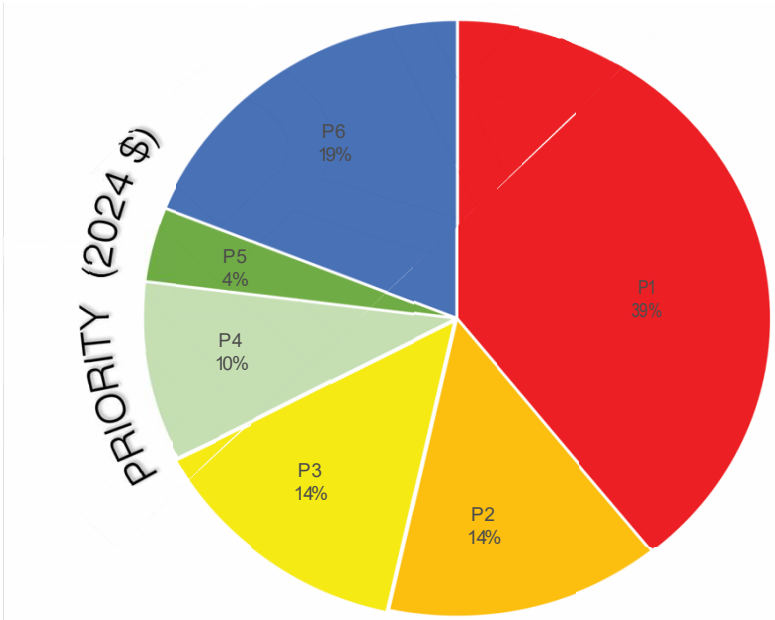
2024 COSTS: $ 242,854,132.00
2024 COSTS + INFLATION: $ 292,832,150.00

PRIORITY 2: 2027-2029 (3 - 5 YEARS)

2024 COSTS: $ 87,711,169.00
2024 COSTS + INFLATION: $ 136,682,640.00

PRIORITY 3: 2030-2034 (6 - 10 YEARS)

2024 COSTS: $ 85,573,951.00
2024 COSTS + INFLATION: $ 153,694,757.00



KELLER INDEPENDENT SCHOOL DISTRICT

SUMMARY-ELEMENTARY & EARLY LEARNING CENTERS

TOTAL COSTS BY SYSTEM & PRIORITY

PRIORITY 1: 2024-2026 (0 - 2 YEARS)

2024 COSTS: $ 92,419,877.00
2024 COSTS + INFLATION: $ 110,905,418.00

PRIORITY 2: 2027-2029 (3 - 5 YEARS)

2024 COSTS: $ 37,664,777.00
2024 COSTS + INFLATION: $ 56,482,855.00

PRIORITY 3: 2030-2034 (6 - 10 YEARS)

2024 COSTS: $ 32,356,686.00
2024 COSTS + INFLATION: $ 58,213,955.00

Note: Includes all Building and Roofing Needs MEP cost reported separately

KELLER INDEPENDENT SCHOOL DISTRICT

SUMMARY - INTERMEDIATE SCHOOLS

TOTAL COSTS BY SYSTEM & PRIORITY

PRIORITY 1: 2024-2026 (0 - 2 YEARS)

2024 COSTS: $ 11,886,555.00
2024 COSTS + INFLATION: $ 13,990,226.00

PRIORITY 2: 2027-2029 (3 - 5 YEARS)

2024 COSTS: $ 11,179,866.00
2024 COSTS + INFLATION: $ 16,769,799.00

PRIORITY 3: 2030-2034 (6 - 10 YEARS)

2024 COSTS: $ 1,586,054.00
2024 COSTS + INFLATION: $ 2,854,898.00

Note: Includes all Building and Roofing
Needs MEP cost reported separately

KELLER INDEPENDENT SCHOOL DISTRICT

SUMMARY - MIDDLE SCHOOLS

TOTAL COSTS BY SYSTEM & PRIORITY

PRIORITY 1: 2024-2026 (0 - 2 YEARS)

2024 COSTS: $ 31,913,197.00
2024 COSTS + INFLATION: $ 38,295,815.00

PRIORITY 2: 2027-2029 (3 - 5 YEARS)

2024 COSTS: $ 20,258,207.00
2024 COSTS + INFLATION: $ 30,387,311.00

PRIORITY 3: 2030-2034 (6 - 10 YEARS)

2024 COSTS: $ 21,069,521.00
2024 COSTS + INFLATION: $ 37,925,139.00

Note: Includes all Building and Roofing Needs MEP cost reported separately

KELLER INDEPENDENT SCHOOL DISTRICT

SUMMARY - HIGH SCHOOLS

TOTAL COSTS BY SYSTEM & PRIORITY

PRIORITY 1: 2024-2026 (0 - 2 YEARS)

2024 COSTS: $ 95,490,651.00
2024 COSTS + INFLATION: $ 114,588,781.00

PRIORITY 2: 2027-2029 (3 - 5 YEARS)

2024 COSTS: $ 16,441,624.00
2024 COSTS + INFLATION: $ 24,662,436.00

PRIORITY 3: 2030-2034 (6 - 10 YEARS)

2024 COSTS: $ 27,415,531.00
2024 COSTS + INFLATION: $ 49,347,956.00

Note: Includes all Building and Roofing Needs MEP cost reported separately

KELLER INDEPENDENT SCHOOL DISTRICT

SUMMARY - ATHLETICS

TOTAL COSTS BY SYSTEM & PRIORITY

PRIORITY 1: 2024-2026 (0 - 2 YEARS)

2024 COSTS: $ 15,012,181.00
2024 COSTS + INFLATION: $ 18,024,877.00

PRIORITY 2: 2027-2029 (3 - 5 YEARS)

2024 COSTS: $ 8,942,401.00
2024 COSTS + INFLATION: $ 13,404,601.00

PRIORITY 3: 2030-2034 (6 - 10 YEARS)

2024 COSTS: $ 2,375,484.00
2024 COSTS + INFLATION: $ 4,239,872.00

Note: Includes all Building and Roofing Needs
MEP cost reported separately

KELLER INDEPENDENT SCHOOL DISTRICT

SUMMARY - SUPPORT FACILITIES

TOTAL COSTS BY SYSTEM & PRIORITY

PRIORITY 1: 2024-2026 (0 - 2 YEARS)

2024 COSTS: $ 11,143,868.00
2024 COSTS + INFLATION: $ 13,372,642.00

PRIORITY 2: 2027-2029 (3 - 5 YEARS)

2024 COSTS: $ 2,166,694.00
2024 COSTS + INFLATION: $ 3,250,042.00

PRIORITY 3: 2030-2034 (6 - 10 YEARS)

2024 COSTS: $ 3,146,157.00
2024 COSTS + INFLATION: $ 5,663,083.00

Note: Includes all Building and Roofing Needs MEP cost reported separately

QUESTIONS

