

BUDGET WORKSHOP

Mission: Inspire, Empower, & Challenge ALL Learners to Lead, Grow, & Serve.

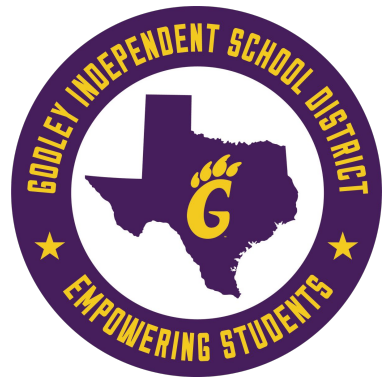
WE BELIEVE!
GODLEY ISD!



Budget Workshop

Budget Workshop for the 2026-2027 School Year

Presenter: Spencer Davis, CFO



Purpose

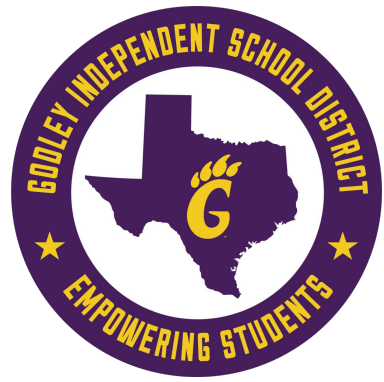
To develop parameters that enable the district to provide a financially solvent budget that meets the short-term and long-term obligations and is aligned to the vision, mission, and goals alignment of Godley ISD.

The proposed budget has been created and is posted online for the community to view. This workshop is related to the review of the proposed accounts and allows the Board to consider any changes before the adopted budget is considered after the public hearing.



Budget Factors

- Enrollment and Demographic Trends
- Current Year Budget Expectations
- 2026-2027 Items
 - Staffing
 - Cost Effectiveness Review
 - Revenue and Expenditure Projections
 - Long Range Planning
 - Additional Options and Next Steps



Enrollment and Demographic Trends

- Enrollment

- 24-25: 3,189
- 25-26: 3,300
- 26-27: 3,450 *

- Attendance Rates

- 24-25: 94.50%
- 25-26: 95.01%
- 26-27: 95.50% *

Financial Implications:

1. State funding
2. Classroom ratios
3. Staffing ratios
4. Program adds
5. Space issues

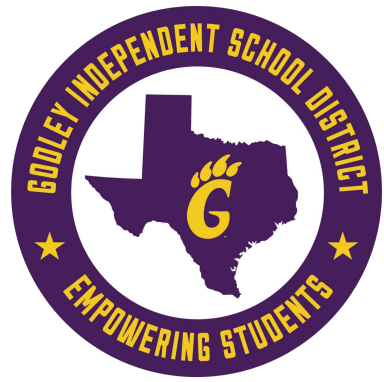
* These are estimates for the upcoming year.



Current Year Budget Expectations

Current Trends - Added Costs

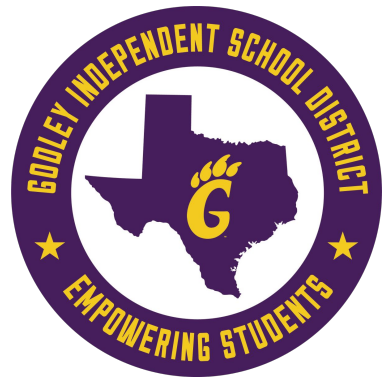
- Increase in JCSSA cooperative payments.
- Step raise and increased staffing costs related to additional positions and needs.
- Increases in food service costs and lower participation in the NSLP program.
- Maintenance of current buildings and assets.



Current Year Budget Expectations

Current Trends - Positive Moves

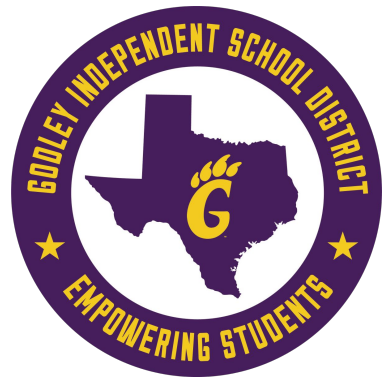
- Increase in student attendance.
- Campus and departmental budgets are being used more efficiently during the year.
- Use of purchasing cooperatives have lowered procurement costs in some areas.
- Insurance/Utility costs leveling out.



Current Year Budget Expectations

Revenue

- Experienced \$50+ million taxable value loss from the estimated levy from July 2025 to April 2026, which reduced the local tax revenue budget.
- Some of that is made up from the State offset, but we lost any guaranteed yield on the Tier II pennies.



Current Year Budget Expectations

Revenue

- ADA budgeted at 3,050 and coming in around 3,034.
- Greater than expected participation in pre-k and interest revenue earned.
- Sponsorship and donations dipped a bit, but are expected to increase with the new cycle of contracts.



Current Year Budget Expectations

Expenditures

- Actual expenditures should be about \$500-600 thousand less than the final budgeted numbers.
- Most departments came in under budget.
- Heavy costs in kitchen equipment repair.



Legislative Considerations

Special Education Funding

- Exact amounts for the 2026-2027 year will not be known until after the fiscal year is over (Sept. 2027).
- Basing numbers from currently known information and prior year calculations.
- This also means that the 2027-2028 year will be using estimated calculations.



Legislative Considerations

Vouchers

- Starts this year for 2026-2027
- Reminder that there is no hold harmless provision for students that accept a voucher and leave GISD.

Student Counts

- Funding is tied to attendance and not enrollment, which can change annually.



Budget and Tax Rate Notice

NOTICE OF PUBLIC MEETING TO DISCUSS BUDGET AND PROPOSED TAX RATE

_____ Godley Independent School District _____ will hold a public
(name of school district)

meeting at _____ 6:00 p.m, June 17, 2026 _____ at _____ Godley High School (Den), 9501 N Hwy 171 _____
(time, date, year) *(name of room, building, physical location)*

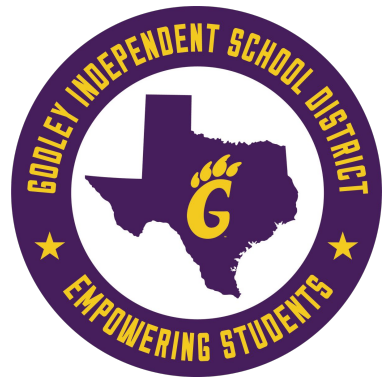
in _____ Godley, Texas _____ . **This meeting is to discuss**
(city, state)

the school district’s budget that will determine the tax rate the school district will adopt.
The school district invites public participation in the discussion.

The tax rate the school district ultimately adopts at this meeting or at a separate meeting at a later date may not exceed the proposed rate shown below unless the district publishes a revised notice containing the same information and comparisons set out below and holds another public meeting to discuss the revised notice.

Maintenance Tax \$ 0.7845 /\$100 (proposed rate for maintenance and operations)

School Debt Service Tax
Approved by Local Voters \$ 0.5000 /\$100 (proposed rate to pay bonded indebtedness)

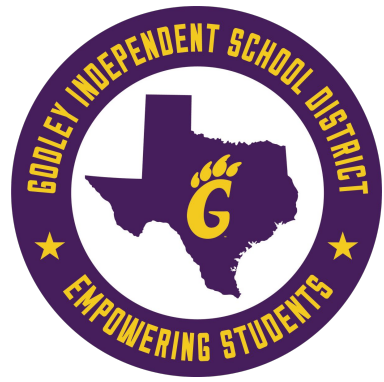


Budget and Tax Rate Notice

Comparison of Proposed Rates with Last Year's Rates

	<u>Maintenance and Operations</u>	<u>Interest and Sinking Fund*</u>	<u>Total</u>	<u>Local Revenue Per Student</u>	<u>State Revenue Per Student</u>
Last Year's Rate	\$ 0.78500	\$ 0.50000 *	\$ 1.28500	\$ 7,762	\$ 8,128
Rate to Maintain Same Level of Maintenance & Operations Revenue & Pay Debt Service	\$ 0.90830	\$ 0.51302 *	\$ 1.42132	\$ 7,791	\$ 7,844
Proposed Rate	\$ 0.78450	\$ 0.50000 *	\$ 1.28450	\$ 7,826	\$ 7,944

* The interest and sinking fund tax revenue is used to pay for bonded indebtedness on construction, equipment or both. The bonds, and the tax rate necessary to pay those bonds, were approved by the voters of this district.



Taxpayer Impact Statement

*Because a July 1 district will not have its certified median homestead value for the current tax year before the meeting where it will adopt its budget, the district may need to base its initial taxpayer impact statement on an estimate. The taxpayer impact statement will be revised when the certified value information becomes available from the County Appraisal Districts in late July.

The median taxable value of homestead category AE properties were used for each county's calculations as provided from the County Appraisal Districts as of May 31, 2026.

Hood County

Fiscal Year (Tax Year)	Median-Valued Taxable Homestead	Tax Rate per \$100 of Value	Estimated Property Tax Bill
FY 2025-2026 (TY 2025)	\$ 280,000	\$ 1.2850	\$ 3,598
FY 2026-2027 (TY 2026*)	\$ 280,000	\$ 1.2845	\$ 3,597

Johnson County

Fiscal Year (Tax Year)	Median-Valued Taxable Homestead	Tax Rate per \$100 of Value	Estimated Property Tax Bill
FY 2025-2026 (TY 2025)	\$ 181,348	\$ 1.2850	\$ 2,330
FY 2026-2027 (TY 2026*)	\$ 172,773	\$ 1.2845	\$ 2,219

Tarrant County

Fiscal Year (Tax Year)	Median-Valued Taxable Homestead	Tax Rate per \$100 of Value	Estimated Property Tax Bill
FY 2025-2026 (TY 2025)	\$ 360,988	\$ 1.2850	\$ 4,639
FY 2026-2027 (TY 2026*)	\$ 360,000	\$ 1.2845	\$ 4,624



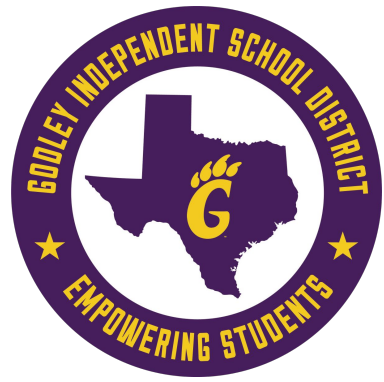
Staffing

- Step raises
 - Each year, a step raise increases the budget around \$600,000.
 - Future raises need to be budgeted for this compounding impact on fund balance.
- Stipend Increases
 - Coaching, UIL academics, fine arts, etc.



Staffing

- New FTEs for Student Safety / Teacher Support
 - Middle School AP
 - SPED Coordinator
 - Instructional Technology Specialist
 - Athletic Trainer/CTE Teacher
- Potential Recaptured FTEs (based on need)
 - Bus Driver and Maintenance



Staffing

Future Position Needs

- HS Teacher(s)
- MS Teacher(s)
- Elem. Teacher(s)
- Special Education
- Classroom Support
- Band Director
- CTE Culinary
- CTE Construction
- CTE Welding
- Business Support
- Athletics Secretary
- Choir Teacher



Cost Effectiveness Review

Campus and Departmental Budgets

- Small increases to campus budgets based on number of students, demographics, and current use of budget resources.
- Other increases related to increased extra-curricular (band, athletics, academic UIL, etc.) or higher market costs.
- Administration budgets have been reduced in some areas, including central administration.



Cost Effectiveness Review

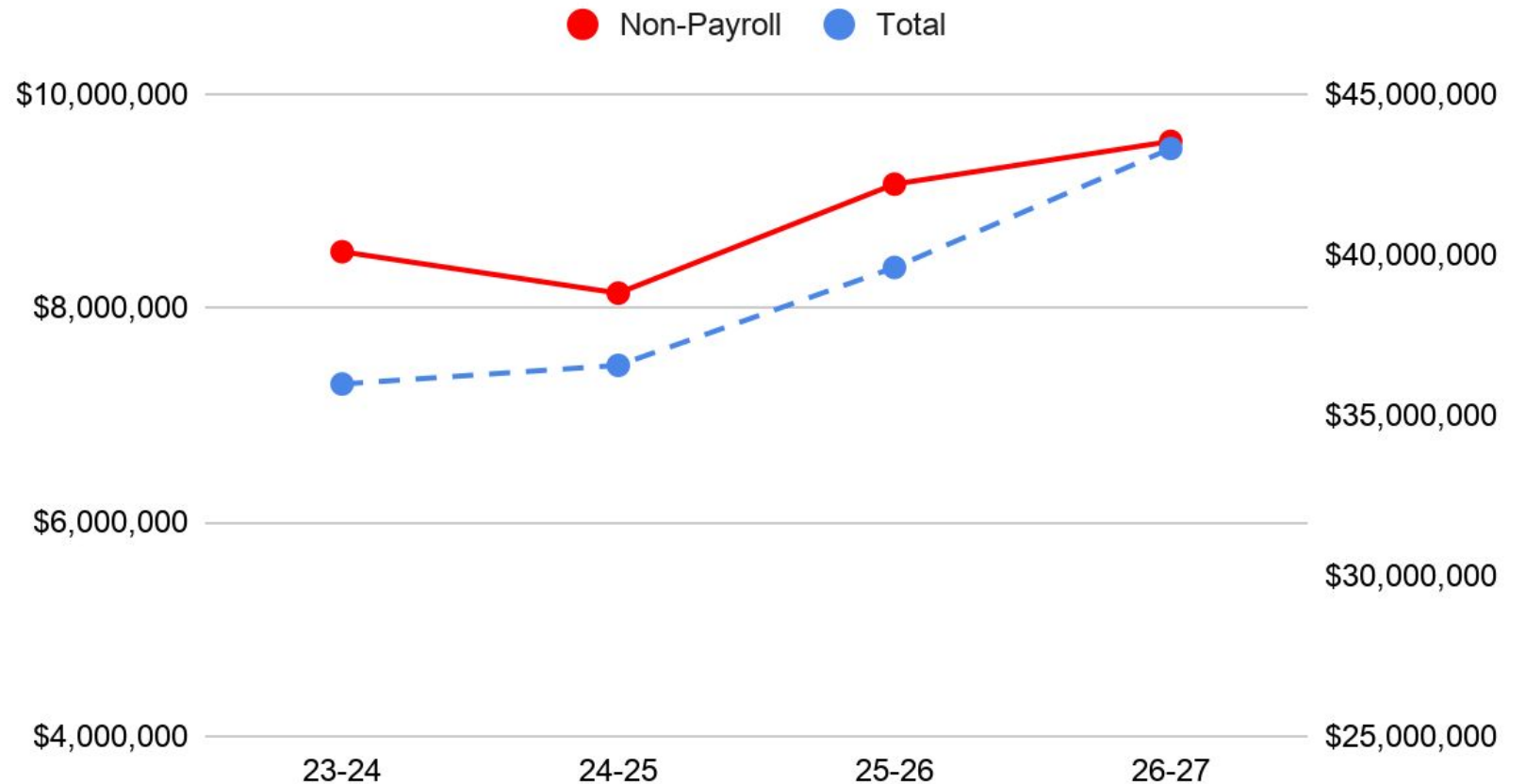
Non-Payroll Changes

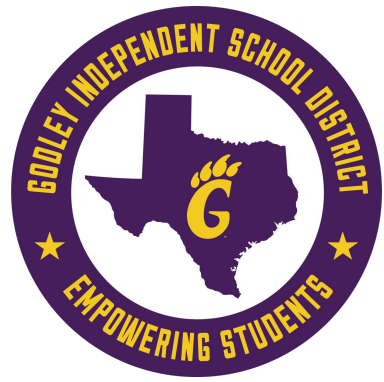
- 24-25: (4.54)%
- 25-26: 12.51%
- 26-27: 4.36%

Total Budget Changes

- 24-25: 1.62%
- 25-26: 8.34%
- 26-27: 9.35%

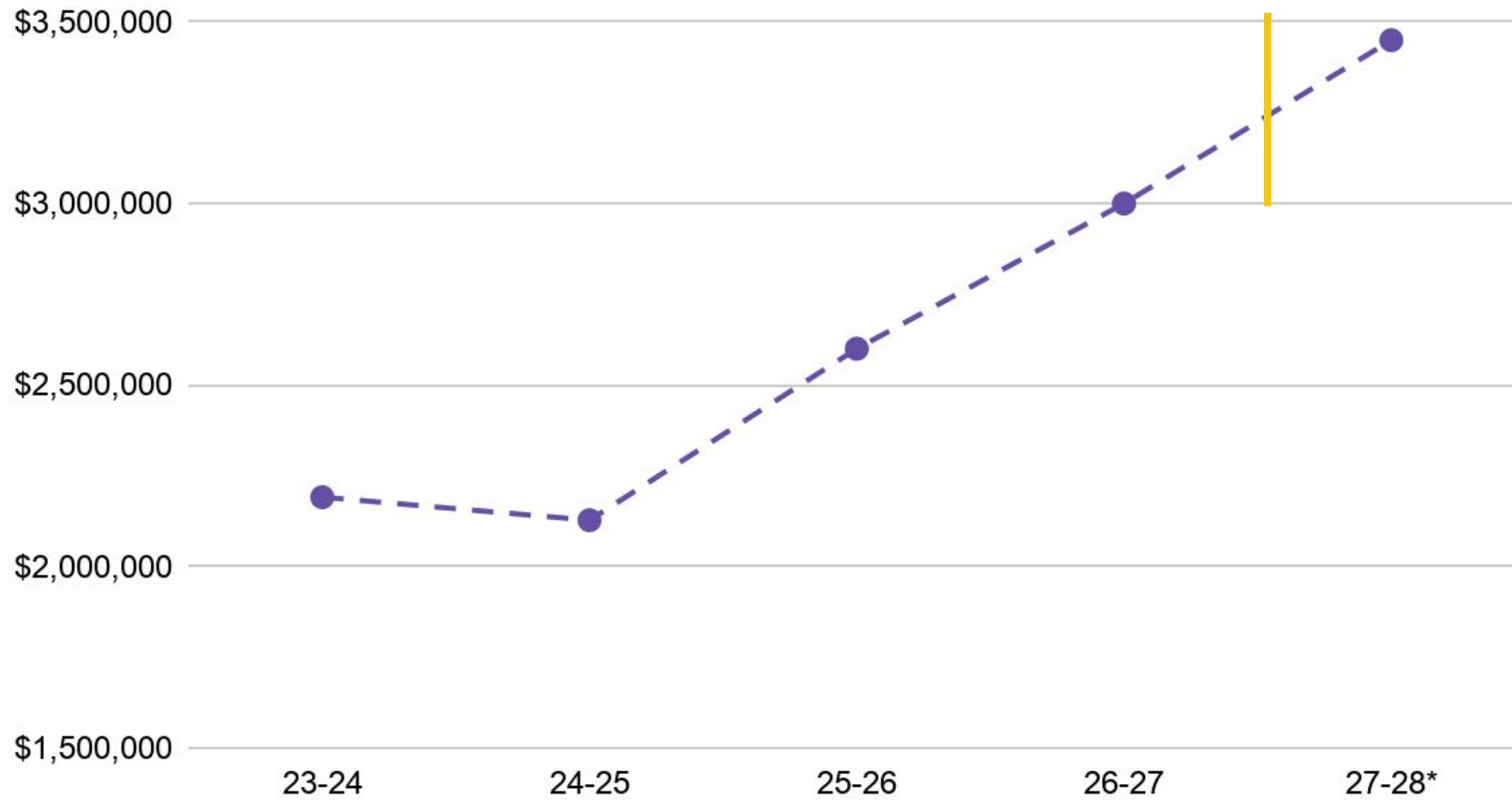
Original Budget for the General Fund





Cost Effectiveness Review

JCSSA Year over Year Cost



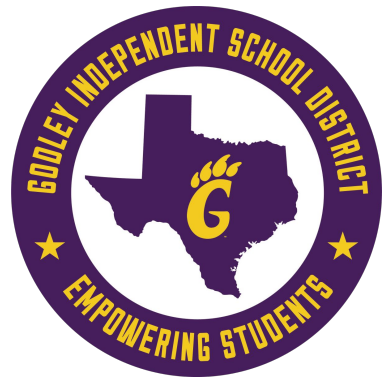


Cost Effectiveness Review

General Fund

<u>Fiscal Year</u>	<u>Total Non-Payroll Increase</u>	<u>JCSSA Increase</u>	<u>Other</u>
2025-2026	\$1,017,691	\$472,476	\$545,215
2026-2027	\$399,626	\$400,050	\$(424)

Non-payroll budgets remain essentially flat, with a small reduction from the prior year. This is attributed to the campus and departmental leadership being more efficient with the funds they receive and utilizing better negotiated pricing from approved vendors and cooperative programs when purchasing supplies and equipment.

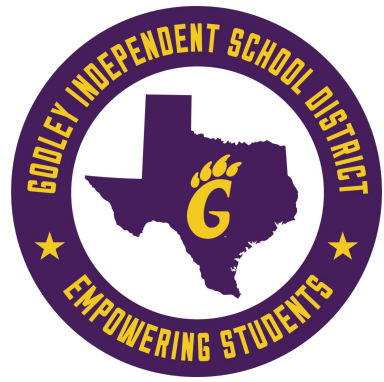


199 Revenue Projections for 26-27

<u>Fiscal Year</u>	<u>Taxable Values</u>	<u>Value Inc/(Dec)</u>
2024-2025:	\$ 1,892,744,411	
2025-2026:	\$ 1,922,734,668*	1.58%
2026-2027:	\$ 2,011,557,902**	4.62%

* Current as of 05/31/2026, started at \$1,973,662,788

** After estimated exemptions and protests

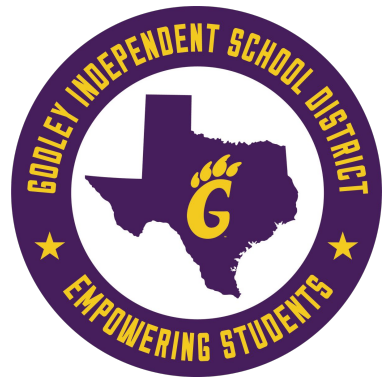


199 Revenue Projections for 26-27

<u>Fiscal Year</u>	<u>M&O Tax Rate</u>	<u>I&S Tax Rate</u>
2024-2025:	\$ 0.7869	\$ 0.50
2025-2026:	\$ 0.7850	\$ 0.50
2026-2027:	\$ 0.7845*	\$ 0.50**

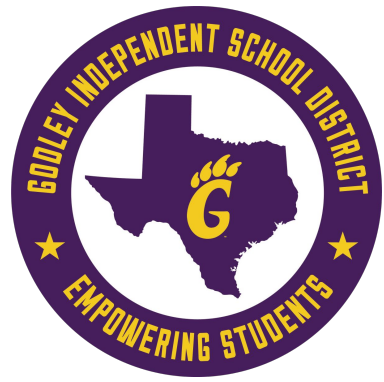
* Estimated voluntary decrease in Tier II tax rate

** Pending refunding opportunity in August



199 Revenue Projections for 26-27

Local Tax Revenue:	\$ 15,210,500
Local Other Revenue:	\$ 714,550
State Funding:	\$ 26,969,279
Federal Funding:	\$ 400,000
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Totals	\$ 43,294,329



199 Expenditure Projections for 26-27

6100 - Payroll	\$ 33,738,836
6200 - Contracted Services	\$ 1,294,600
6300 - Supplies	\$ 2,005,711
6400/6500 - Other Costs	\$ 858,632
Utilities and Insurance	\$ 2,396,500
JCSSA Cooperative	\$ 3,000,050
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Totals	\$ 43,294,329

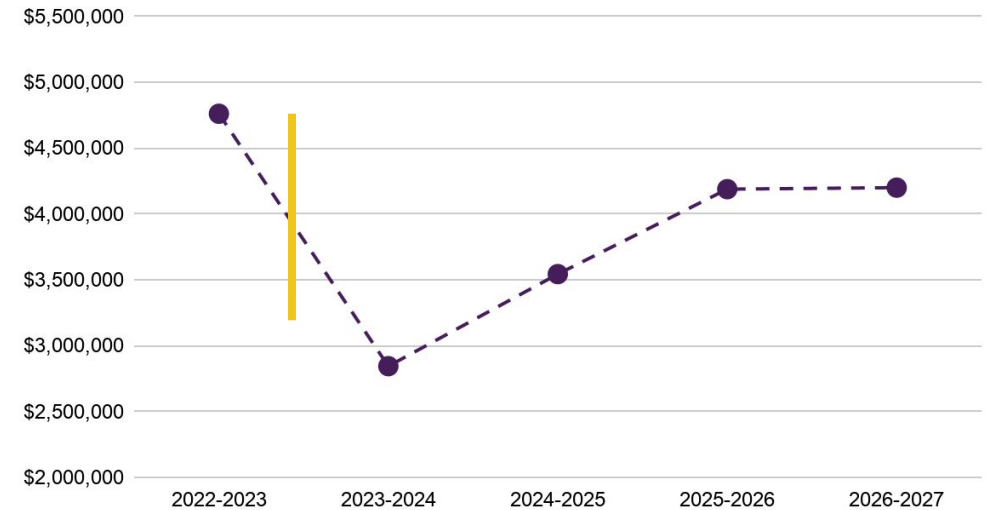


199 Fund Balance Management

- Fund Balance at Year End

- 22-23: \$ 4,761,137
- 23-24: \$ 2,844,100
- 24-25: \$ 3,543,345
- 25-26: \$ 4,188,547 *
- 26-27: \$ 4,200,000 *

Fund Balance History



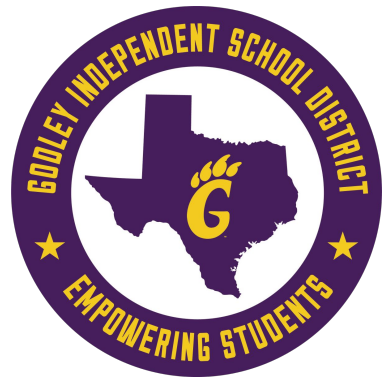
Future Needs: Deductibles, Space, Repairs, Raises, etc.

* These are estimates for ending both years



240 Revenue Projections for 26-27

Local Revenue:	\$ 674,000
State Funding:	\$ 10,000
Federal Funding:	\$ 1,349,628
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Totals	\$ 1,840,710



240 Expenditure Projections for 26-27

6100 - Payroll	\$ 943,760
6200 - Contracted Services	\$ 59,000
6300 - Supplies	\$ 968,600
6400/6600 - Other Costs	\$ 12,750
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Totals	\$ 1,984,110



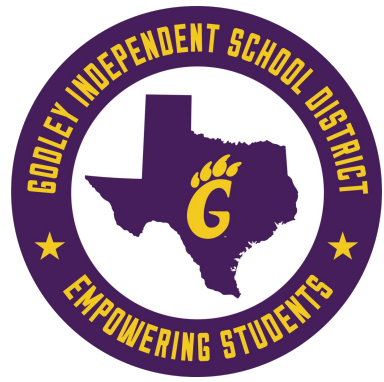
511 Revenue Projections for 26-27

Local Tax Revenue: \$ 9,674,028

Local Other Revenue: \$ 100,000

State Funding: \$ 1,349,628

Totals \$ 11,123,656



511 Expenditure Projections for 26-27

Bond Payments: \$ 10,571,688

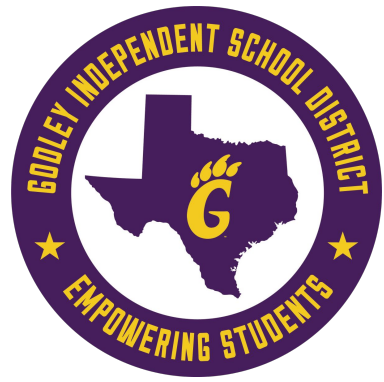
Bond Servicing Fees: \$ 17,000

Totals \$ 10,588,688



Combined Projections for 26-27

	Object Code	General Fund (Fund 199)	Food Service (Fund 240)	Debt Service (Fund 511)	Total All Funds Combined
Estimated Revenues:					
Local Taxes	5710	\$ 15,210,500	\$ -	\$ 9,674,028	\$ 24,884,528
Other Local Revenue	5700	\$ 714,550	\$ 674,000	\$ 100,000	\$ 1,488,550
State Revenue	5800	\$ 26,969,279	\$ 10,000	\$ 1,349,628	\$ 28,328,907
Federal Revenue	5900	\$ 400,000	\$ 1,156,710	\$ -	\$ 1,556,710
Total Estimated Revenue		\$ 43,294,329	\$ 1,840,710	\$ 11,123,656	\$ 56,258,695
Estimated Expenditures:					
6100 Payroll Costs	6100	\$ 33,738,836	\$ 943,760	\$ -	\$ 34,682,596
6200 Contracted Services	6200	\$ 2,559,600	\$ 59,000	\$ -	\$ 2,618,600
6300 Supplies & Materials	6300	\$ 2,005,711	\$ 968,600	\$ -	\$ 2,974,311
6400 Other Operating Costs	6400	\$ 4,800,182	\$ 2,750	\$ -	\$ 4,802,932
6500 Debt Service	6500	\$ 175,000	\$ -	\$ 10,588,688	\$ 10,763,688
6600 Capital Outlay	6600	\$ 15,000	\$ 10,000	\$ -	\$ 25,000
Total Estimated Expenditures		\$ 43,294,329	\$ 1,984,110	\$ 10,588,688	\$ 55,867,127
Other Revenue	7900	\$ -	\$ -	\$ -	\$ -
Other Expenses	8900	\$ -	\$ -	\$ -	\$ -
Planned (Use) or Addition of Fund Balance		\$ -	\$ (143,400)	\$ 534,968	\$ 391,568



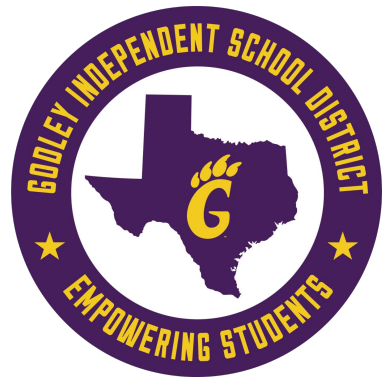
Long Range Planning

- 4 Day School Weeks
 - Not planning on a financial savings in the first year, as it will be an unknown.
 - Some districts report anywhere from a 0.5% to a 3.5% savings to their budgets.
 - Would need to review impact on hourly workers, overtime, and multiple duties.



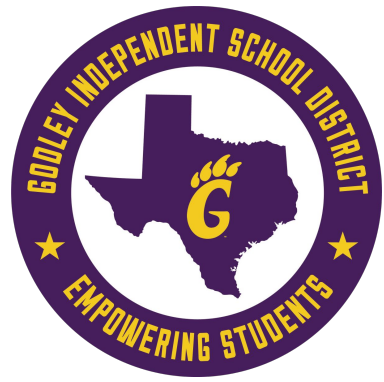
Long Range Planning

- Teacher Incentive Allotment
 - Evaluating the program to determine the best method for our teachers and staff.
 - Would need to apply by April 2027 for the first year of implementation in the 2029-2030 or 2030-2031 fiscal year.



Long Range Planning

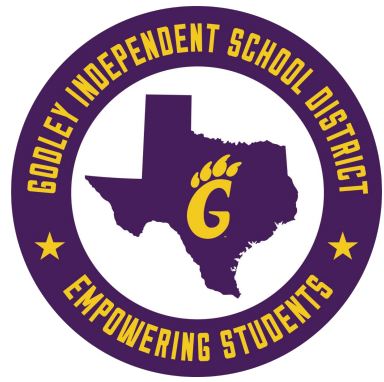
- Replacement Cycles
 - Roofs, HVAC units, vehicles, buses, kitchen appliances, and other maintenance items.
- Portables/Space
 - Where does our “Excel” unit go?
 - Redistricting is a possibility for elementaries
 - Are we investing in long term portables?



Additional Options for Consideration

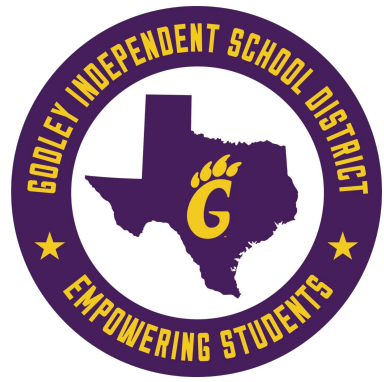
- JCSSA Changes
 - Calculations changed on percentages, so we need to adjust this budget upwards by about \$5,000.
- Reinstating Approved FTE
 - Federal Programs / Title I Community Support
- High Need Stipends for certain academic areas

The above changes would require the use of fund balance in 2026-2027, with the anticipation to recapture some of this expense in JCSSA cooperative costs due to potential separation from program in 2027-2028.



Next Steps

- June 17th
 - Budget and Tax Rate Hearing
 - Consider Adopting 2026-2027 Budget
- August/September 2026
 - Consider Adopting M&O and I&S tax rates



Questions and Discussion