BUDGET & TAX RATE HEARING 2026-2027

Presented by: Albessa Chavez,
Chief Financial Officer

PURPOSE OF THE PUBLIC HEARING

- Present the proposed 2026-2027 budget and tax rate to the community
- Provide transparency on how district funds will be allocated and spent
- Invite public comment and feedback from taxpayers, parents, and stakeholders
- Fulfill notice and hearing requirements under the Texas Education Code prior to Board adoption

ECISD BUDGETING TIMELINE

- Dec–Jan – Board Priorities
- Jan–May – Budget Planning/Preparation
- June – Budget Adoption

BOARD PRIORITIES

Improve

- Improve Bilingual education

Eliminate

- Eliminate redundancies to improve efficiency

Keep

- Keep cuts away from the classroom

Continue

- Continue professional/talent development

Explore

- Explore retention bonuses

Continue

- Continue support of extracurricular activies

GENERAL FUND BUDGET PROJECTIONS

ECISD Finance Division

ECISD
Budget Projections
General Fund
6/30/2026

		HB 3 law Audited 2024/25	HB 2 new law Projected 2025/26	HB 2 new law Proposed 2026/27
Enrolled (at snapshot at end of Oct)		33,663	31,896	31,630
Refined Average Daily Attendance (end)		29,789	28,433	29,100
Revenue				
571x	Local - M&O Property Tax-current	$ 132,342,804	$ 134,000,000	133,660,241
57xx	Local - Other	$ 11,437,659	$ 10,110,000	10,430,000
5811	State- Available School Fund	$ 18,361,762	$ 14,052,796	17,059,837
5812	State- Foundation School Program	$ 167,285,046	$ 160,597,570	166,605,091
5812	Teacher Incentive Allotment		$ 6,378,517	6,380,000
5812	New Instructional Facility Allotment			925,000
58xx	State - Other	$ 53,044	$ 130,000	130,000
5831	State - TRS on Behalf	$ 14,856,928	$ 16,700,000	16,700,000
59xx	Federal - Other	$ 2,985,959	$ 2,452,000	2,375,000
7xxx	Other Sources	$ 2,703,679	$ 592,000	150,000
	Total Revenue	**$ 350,026,881**	**$ 345,012,883**	**$ 354,415,169**
Expenditures				
61xx	Payroll-TRS on Behalf 6144	$ 14,856,928	$ 16,700,000	16,700,000
	Payroll-	$ 247,568,850	$ 259,732,337	260,925,072
	Payroll - Teacher Incentive Allotment	$ 4,430,372	$ 6,378,517	6,380,000
62xx	Contracted Services	$ 33,384,470	$ 36,088,469	33,084,106
63xx	Supplies	$ 19,981,465	$ 21,345,495	18,630,290
64xx	Misc. Operating Exp	$ 10,322,922	$ 11,418,957	11,399,774
65xx	Debt Service	$ 993,677	$ 1,359,000	1,371,000
66xx	Capital Outlay	$ 7,872,056	$ 10,838,275	9,941,469
8xxx	Other Uses	$ 347,209	$ 525,000	525,000
	Total Expenditures	**$ 339,757,949**	**$ 364,386,050**	**$ 358,956,711**
Revenues Over(Under) Expenditures		**$ 10,268,932**	**$ (19,373,167)**	**$ (4,541,542)**
Ending Fund Balance		**$ 130,362,497**	**$ 110,989,330**	**$ 106,447,788**

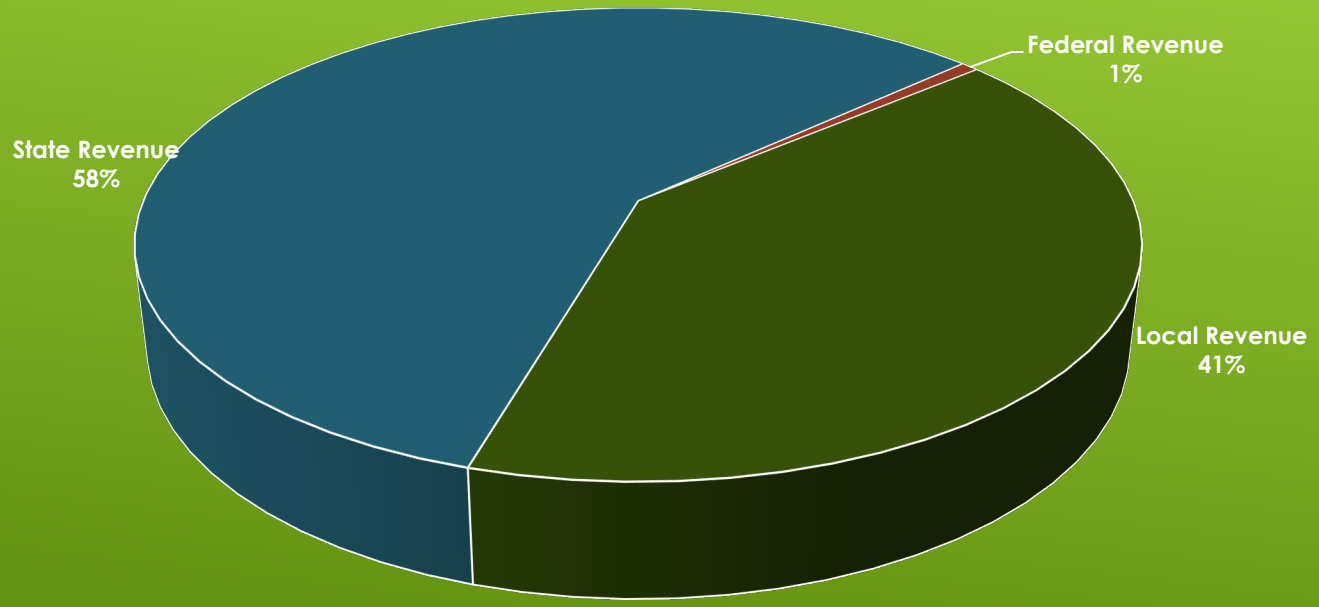
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Enrolled (at snapshot at end of Oct)	33,663	31,896	31,630
Refined Average Daily Attendance (end)	29,789	28,433	29,100
Fund Balance Days of Expenditure	138	110	107
Fund Balance per enrolled	$ 3,873	$ 3,480	$ 3,365
Revenue per enrolled	$ 10,398	$ 10,817	$ 11,205
Revenue per enrolled per each of 180 days	$ 58	$ 60	$ 62
State Funding allocation per enrolled	$ 9,446	$ 9,677	$ 10,032
State Funding allocation per enrolled per 180 days	$ 52	$ 54	$ 56
Expenditure per enrolled	$ 10,093	$ 11,424	$ 11,349
Expenditure per enrolled per each of 180 days	$ 56	$ 64	$ 63
Property Tax Rate	**$ 1.01400**	**$ 1.00480**	**$ 1.00480**
Fund 199 Maintenance & Operations	$ 0.75960	$ 0.75040	$ 0.75040
Fund 599 Debt Service	$ 0.25440	$ 0.25440	$ 0.25440
Operating Days in a year	360	360	360
School Days in a year	175	175	175
Recommended days of fund balance (25%)	90	90	90
Operating Expenditure per each of 360 days	$ 943,772	$ 1,012,183	$ 997,102
Fund Balance per each of 360 days	$ 362,118	$ 308,304	$ 295,688
Operating Expenditure for 90 days (25%)	$ 84,939,487	$ 91,096,513	$ 89,739,178
Fund Balance Days of Expenditure	138	110	107
Fund Balance Days differs than 90 recommended	48	20	17
Amount differs from 90 days	$ 45,423,010	$ 19,892,817	$ 16,708,610



ECTOR COUNTY INDEPENDENT SCHOOL DISTRICT
REVENUES, APPROPRIATIONS AND OTHER FINANCING SOURCES
REQUIRED BUDGETS TO ADOPT
2026-2027

Codes		GENERAL FUND 2026-2027 PROPOSED BUDGET	SCHOOL NUTRITION FUND 2026-2027 PROPOSED BUDGET	DEBT SERVICE FUND 2026-2027 PROPOSED BUDGET	TOTAL 2026-2027 PROPOSED BUDGET
REVENUES					
5700	Local and Intermediate	144,090,241	1,205,650	46,607,801	191,903,692
5800	State	207,799,928	433,160	2,332,247	210,565,335
5900	Federal	2,375,000	19,057,977	-	21,432,977
	Total - All Revenues	354,265,169	20,696,787	48,940,048	423,902,004
APPROPRIATIONS					
11	Instruction	205,583,941	-	-	205,583,941
12	Instructional Resources and Media Services	1,778,096	-	-	1,778,096
13	Curriculum and Staff Development	7,901,139	-	-	7,901,139
21	Instructional Leadership	5,020,187	-	-	5,020,187
23	School Leadership	22,465,415	-	-	22,465,415
31	Guidance, Counseling and Evaluation Services	17,580,321	-	-	17,580,321
32	Social Work Services	1,582,729	-	-	1,582,729
33	Health Services	3,428,923	-	-	3,428,923
34	Student Transportation	8,949,836	-	-	8,949,836
35	Food Services	-	20,721,787	-	20,721,787
36	Co/Extra Curricular Activities	8,290,717	-	-	8,290,717
41	General Administration	8,625,724	-	-	8,625,724
51	Plant Maintenance and Operations	34,796,030		-	34,796,030
52	Security and Monitoring Services	6,827,921	-	-	6,827,921
53	Data Processing Services	16,068,696	-	-	16,068,696
61	Community Services	5,031,036	-	-	5,031,036
71	Debt Services	1,371,000	-	48,940,048	50,311,048
81	Facilities Acquisition and Construction	1,180,000	-	-	1,180,000
99	Intergovernmental Charges	1,950,000	-	-	1,950,000
	Total - All Appropriations	358,431,711	20,721,787	48,940,048	428,093,546
OTHER FINANCING SOURCES/(USES)					
7000	Other Financing Sources	150,000	25,000	-	175,000
8000	Other Financing Uses	525,000	-	-	525,000
	Total - Other Financing Sources (Uses)	375,000	25,000	-	(350,000)
	Excess (Deficiency) of Revenues and Other Financing Sources over Appropriations	(4,541,542)	-	-	(4,541,542)
	Fund Balance Beginning (Estimated)	111,437,330	11,590,260	49,739,943	172,767,533
		(4,541,542)	-	-	(4,541,542)
3000	Fund Balance Ending (Estimated)	106,895,788	11,590,260	49,739,943	168,225,991

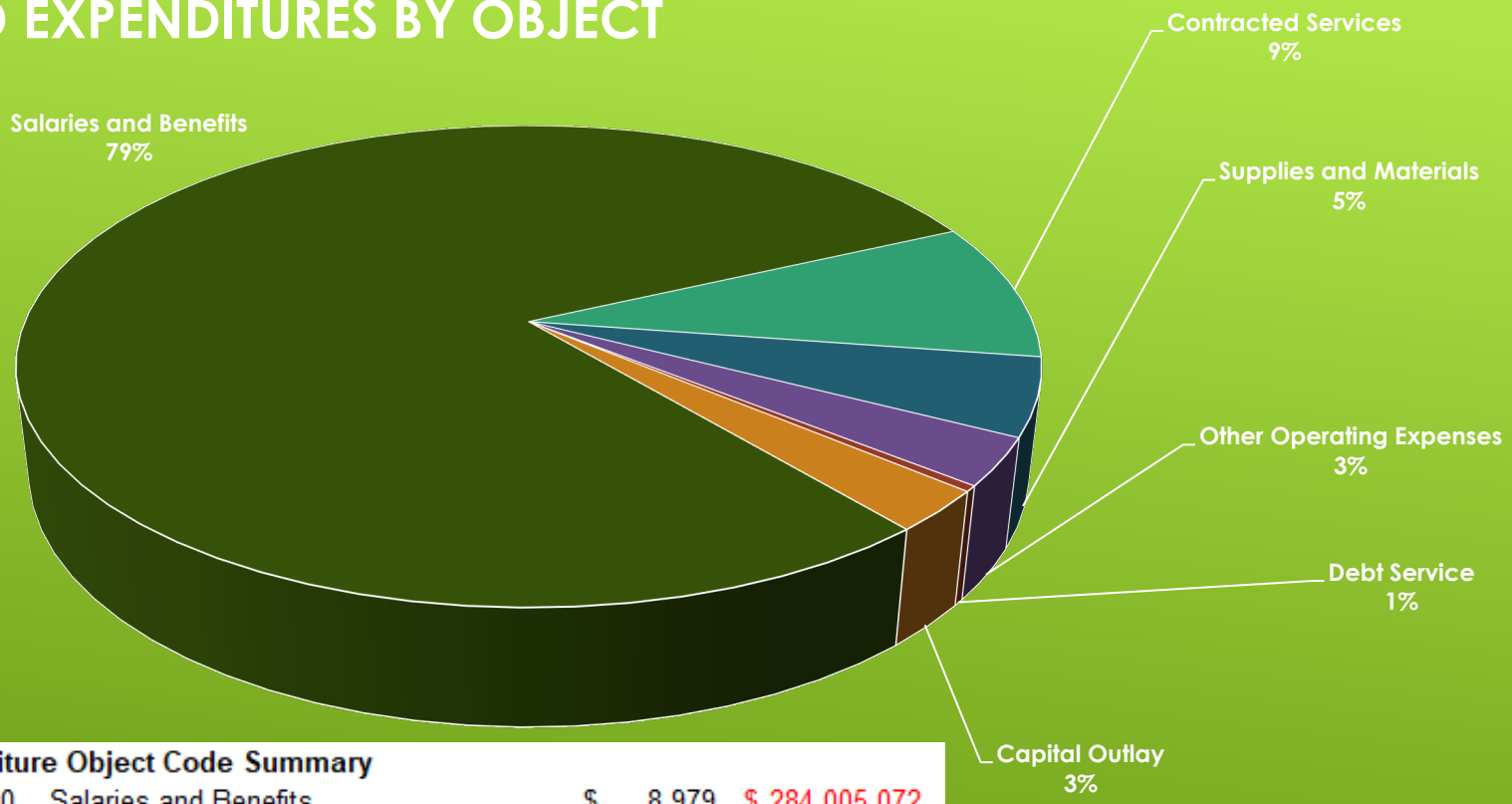
GENERAL FUND REVENUE



Object Code	Estimated Revenue	Per Enrolled 31,630	2026 - 2027 Budget
5700	Local Revenue	$ 4,555	$ 144,090,241
5800	State Revenue	$ 6,570	$ 207,799,928
5900	Federal Revenue	$ 75	$ 2,375,000
	Total Revenues		**$ 354,265,169**
7900	Other Sources	$ 5	$ 150,000
	Total Estimated Revenue & Other Sources	$ 11,205	$ 354,415,169

$62 per attendee per 180 school days

GENERAL FUND EXPENDITURES BY OBJECT

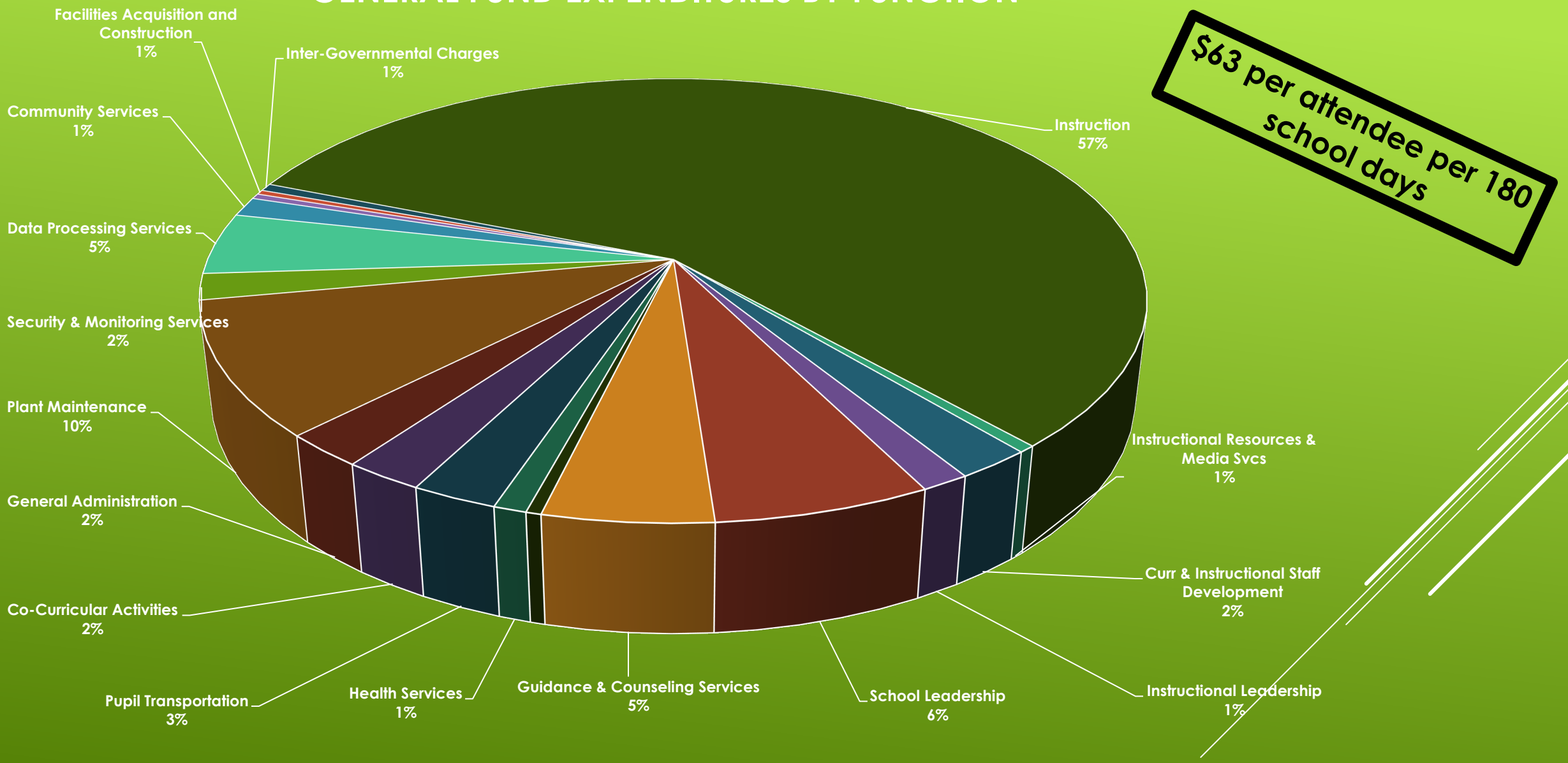


$63 per attendee per 180 school days

Expenditure Object Code Summary				
6100	Salaries and Benefits	$	8,979	$ 284,005,072
6200	Contracted Services	$	1,046	$ 33,084,106
6300	Supplies and Materials	$	589	$ 18,630,290
6400	Other Operating Expenses	$	360	$ 11,399,774
6500	Debt Service	$	43	$ 1,371,000
6600	Capital Outlay	$	314	$ 9,941,469
8900	Other Uses	$	17	$ 525,000
	Total Exp & Operating Transfer Out	$	11,349	**$ 358,956,711**
				$ -

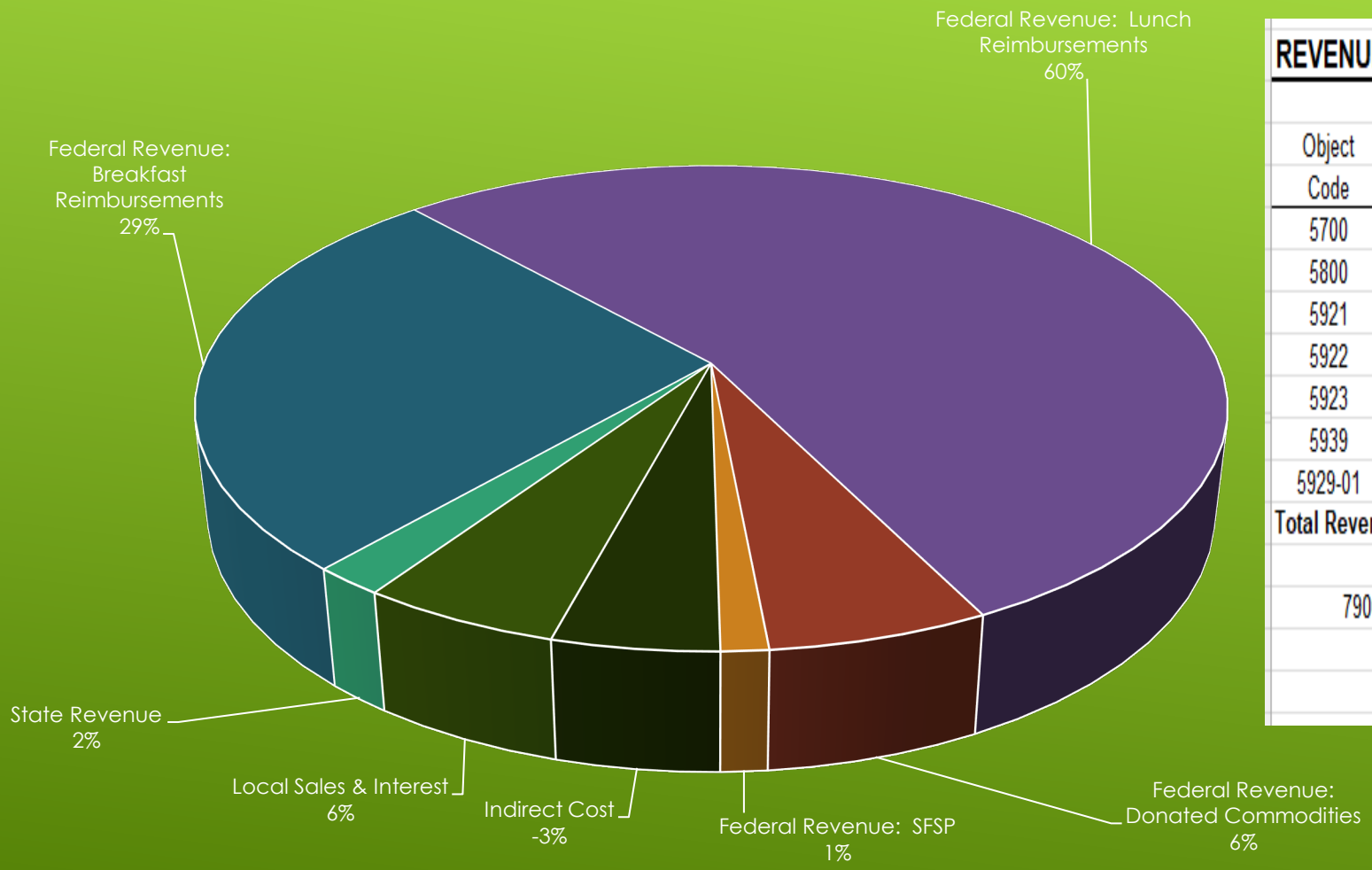
Estimated Fund Balance at of 6/30/26	**$ 111,437,330**
Estimated Fund Balance at of 6/30/27	**$ 106,895,788**
Estimated Change in Fund Balance	$ (4,541,542)

GENERAL FUND EXPENDITURES BY FUNCTION



$63 per attendee per 180 school days

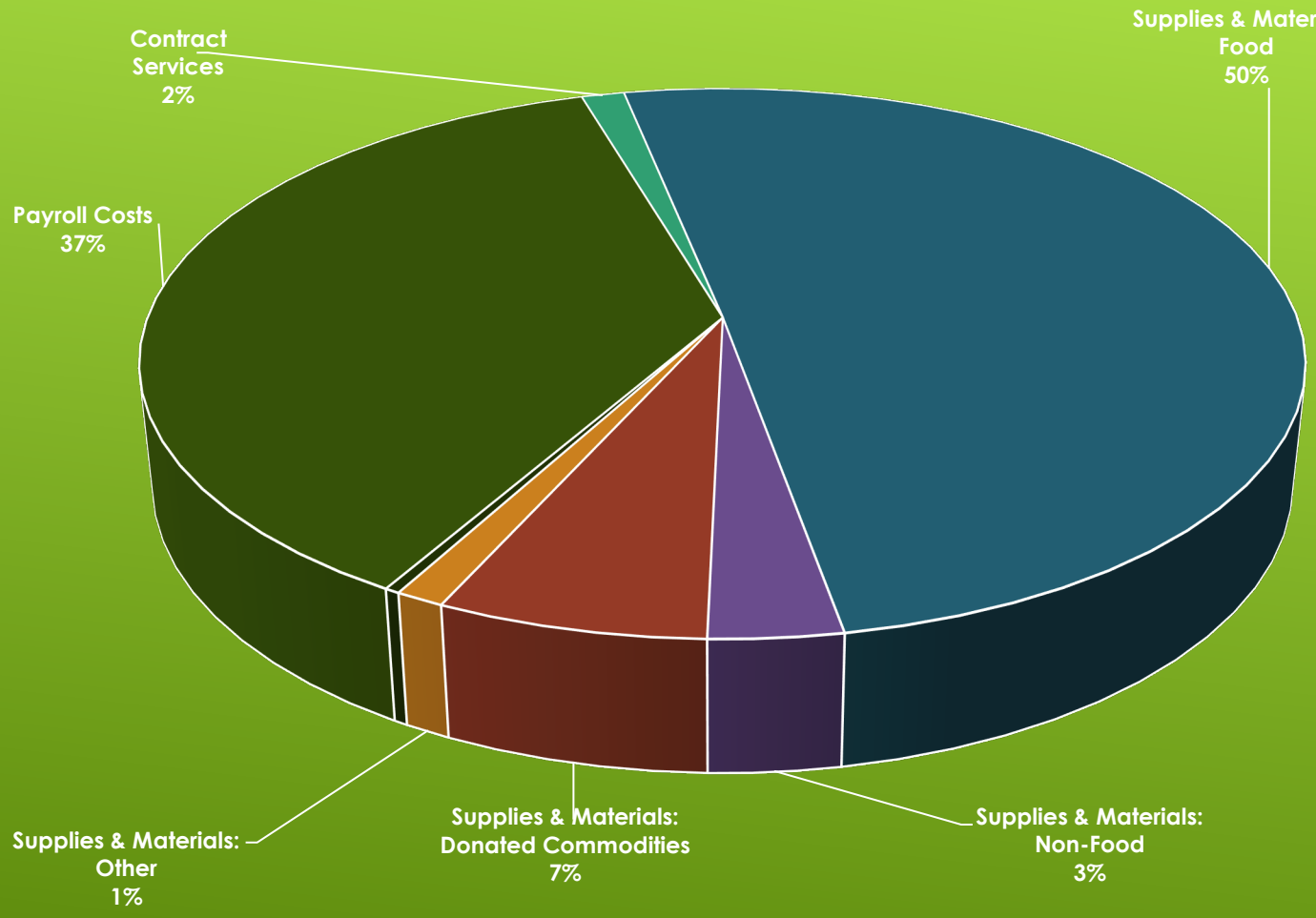
SCHOOL NUTRITION REVENUE



REVENUE

Object Code	Revenue	Beginning/ Original Budget	%	Per Enrolled 31,630
5700	Local Sales & Interest	$ 1,205,650	6%	
5800	State Revenue	$ 433,160	2%	
5921	Federal Revenue: Breakfast Reimbursements	$ 6,130,000	30%	
5922	Federal Revenue: Lunch Reimbursements	$ 12,310,000	59%	
5923	Federal Revenue: Donated Commodities	$ 1,332,977	6%	
5939	Federal Revenue: SFSP	$ 285,000	1%	
5929-01	Indirect Cost	$ (1,000,000)	-5%	
Total Revenue		**$ 20,696,787**	100%	$ 654
7900	Other Sources	$ 25,000		$ 1
	Total Estimated Revenue & Other Sources	$ 20,721,787		$ 655

School Nutrition Expenditures Budget



EXPENDITURES

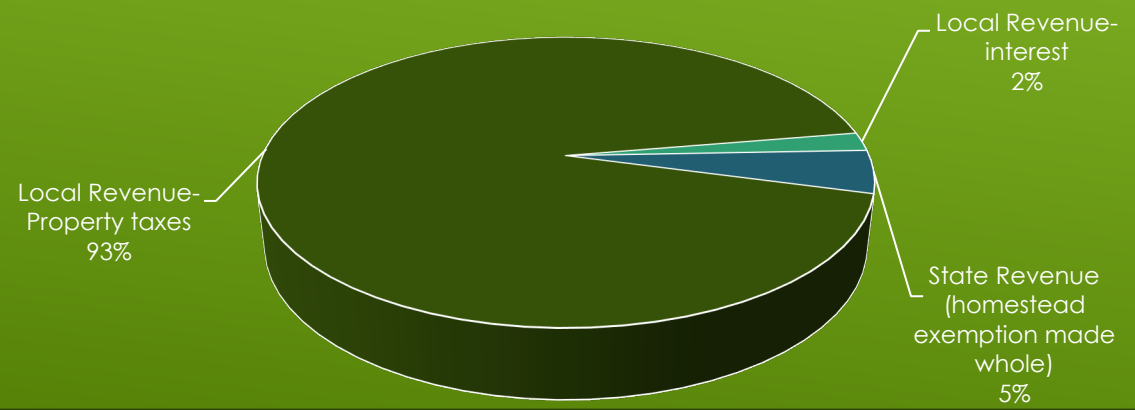
Object Code	Fn Code	Expenditure	Beginning/ Original Budget	%	Per Enrolled 31,630
6100	35	Payroll Costs	$ 7,673,876	37%	
6200	35	Contracted Services	$ 287,000	1%	
6341	35	Supplies & Materials: Food	$ 10,430,434	50%	
6342	35	Supplies & Materials: Non-Food	$ 660,000	3%	
6344	35	Supplies & Materials: Donated Commodities	$ 1,332,977	6%	
63xx	35	Supplies & Materials: Other	$ 243,000	1%	
6400	35	Other Operating Expenses	$ 74,500	0%	
			$ 20,701,787	100%	$ 654
6600		Capital Outlay	$ 20,000		$ 1
Total Expenditures			**$ 20,721,787**		$ 655
			$ -		
		Estimated Fund Balance at of 6/30/26	$ 11,590,260		
		Estimated Fund Balance at of 6/30/27	$ 11,590,260		
		Estimated Change in Fund Balance	$ -		

DEBT SERVICE REVENUES

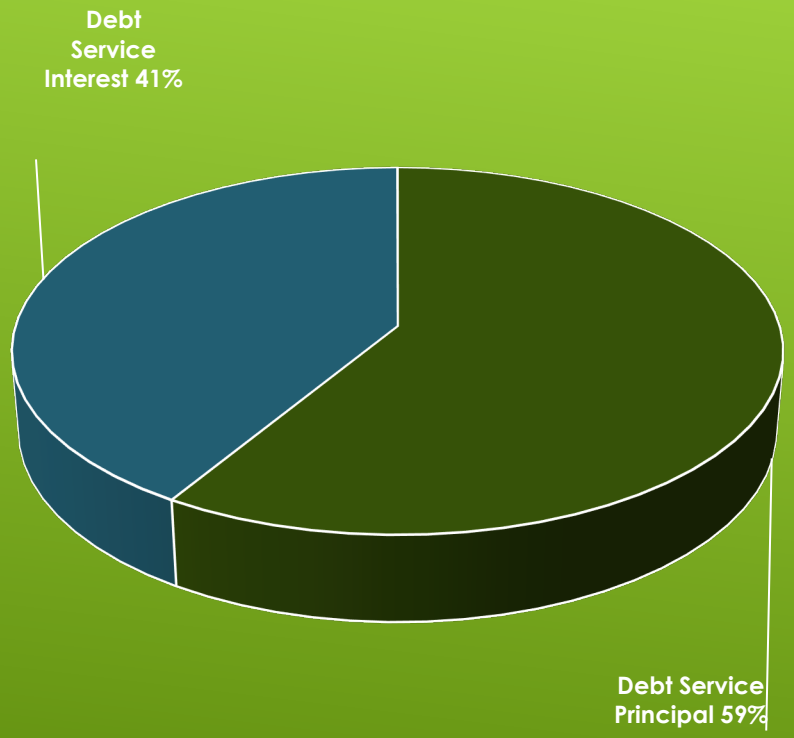
REVENUE

Object Code	Revenue	Beginning/ Original Budget	%	Per Enrolled 31,630
571x	Local Revenue-Property taxes	$ 45,607,801	93%	
574x	Local Revenue-interest	$ 1,000,000	2%	
5800	State Revenue (homestead exemption made whole)	$ 2,332,247	5%	
7900	Other Resources - Bond Issuance Costs	$ -	0%	
Total Revenue		**$ 48,940,048**	100%	$ 1,547

Debt Service Revenues Budget



DEBT SERVICE EXPEDITURES AND FUND BALANCE



EXPENDITURES

Object Code	Expenditure	Beginning/ Original Budget	%	Per Enrolled 31,630
6511	Debt Service Principal	$ 28,750,000	59%	
6521	Debt Service Interest	$ 20,175,048	41%	
6599	Debt Service Fees	$ 15,000	0%	
Total Expenditures - Function 71		**$ 48,940,048**	100%	$ 1,547
		$ -		

Net Change in Fund Balance

Estimated Fund Balance at of 6/30/26	$ 49,739,943	For payments in 2026/2027
Estimated Fund Balance at of 6/30/27	$ 49,739,943	For payments beginning 1.5 months later in August
Estimated Change in Fund Balance	$ -	

Notes Debt Service payments are due in Feb and August of each year.
Fund Balance will be used to make August principal and interest payments in August 2026.

50-280 (Rev -4-22/6)

NOTICE OF PUBLIC MEETING TO DISCUSS BUDGET AND PROPOSED TAX RATE

The Ector County Independent School District will hold a public meeting at 6:00 p.m. Tuesday, June 16, 2026, in the ECISD Central Administration Office first floor Board Room at 802 N. Sam Houston, Odessa TX. **This meeting is to discuss 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	$	.7504 / $100 (Proposed rate for maintenance and operations)
School Debt Service Tax approved by local voters	$	.2544 / $100 (Proposed rate to pay bonded indebtedness)

Comparison of Proposed Budget with Last Year's Budget

The applicable percentage increase or decrease (or difference) in the amount budgeted in the preceding fiscal year and the amount budgeted for the fiscal year that begins during the current tax year is indicated for each of the following expenditure categories:

Maintenance and operations	3.54	%	increase
Debt service	(2.65)	%	(decrease)
Total expenditures	2.89	%	increase

Published in the Newspaper on 6/3/26

Based on Estimated Property Values in April 2026

Same tax rates as prior year

Approximate increase in total appraised and taxable value: 4%

Gross revenue per penny of tax: $1.78M

Approximate decrease in average homestead value: 1%

Approximate decrease in average homestead: ($101.66)

Total Appraised Value and Total Taxable Value
(as calculated under Tax Code Section 26.04)

	Preceding Tax Year	Current Tax Year
Total appraised value* of all property	$ 26,385,755,748	$ 26,680,845,098
Total appraised value* of new property**	$ 1,093,236,961	$ 1,929,691,874
Total taxable value*** of all property	$ 18,313,972,389	$ 18,054,965,959
Total taxable value*** of new property**	$ 961,647,656	$ 1,677,716,758

* "Appraised value" is the amount shown on the appraisal roll and defined by Tax Code Section 1.04 (8).
** "New property" is defined by Tax Code Section 26.012 (17).
*** "Taxable value" is defined by Tax Code Section 1.04 (10).

Bonded Indebtedness

Total amount of outstanding and unpaid bonded indebtedness*	$ 429,330,000

* Outstanding Principal for 2026/27.

Comparison of Proposed Rates with Last Year's Rates

	Maintenance & Operations	Interest & Sinking Fund*	Total	Local Revenue Per Student	State Revenue Per Student
Last Year's Rate	$ .75040	$ .25440	$ 1.00480	$ 6,184	$ 5,761
Rate to Maintain Same Level of Maintenance & Operations Revenue & Pay Debt Service	$ .79358	$ .25749	$ 1.05107	$ 6,542	$ 5,932
Proposed Rate	$ .75040	$ .25440	$ 1.00480	$ 6,068	$ 5,931

** The Interest & 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.

Comparison of Proposed Levy with Last Year's Levy on Average Residence

	Last Year	This Year
Average Market Value of Residences	$ 234,421	$ 232,102
Average Taxable Value of Residences	$ 67,169	$ 57,052
Last Year's Rate Versus Proposed Rate per $100 Value	$ 1.0048	$ 1.0048
Taxes Due on Average Residence	$ 674.91	$ 573.26
Increase (Decrease) in Taxes		$ (101.66)

Under state law, the dollar amount of school taxes imposed on the residence homestead of a person age 65 or older or their surviving spouse, if the surviving spouse was age 55 or older when the person died, may not be increased above the amount paid in the first year after the person turned 65, regardless of changes in tax rate or property value.

Notice of Voter-Approval Rate: The highest tax rate the district can adopt before requiring voter approval at an election is $1.0048. This election will be automatically held if the district adopts a rate in excess of the voter-approval rate of $1.0048.

Fund Balances

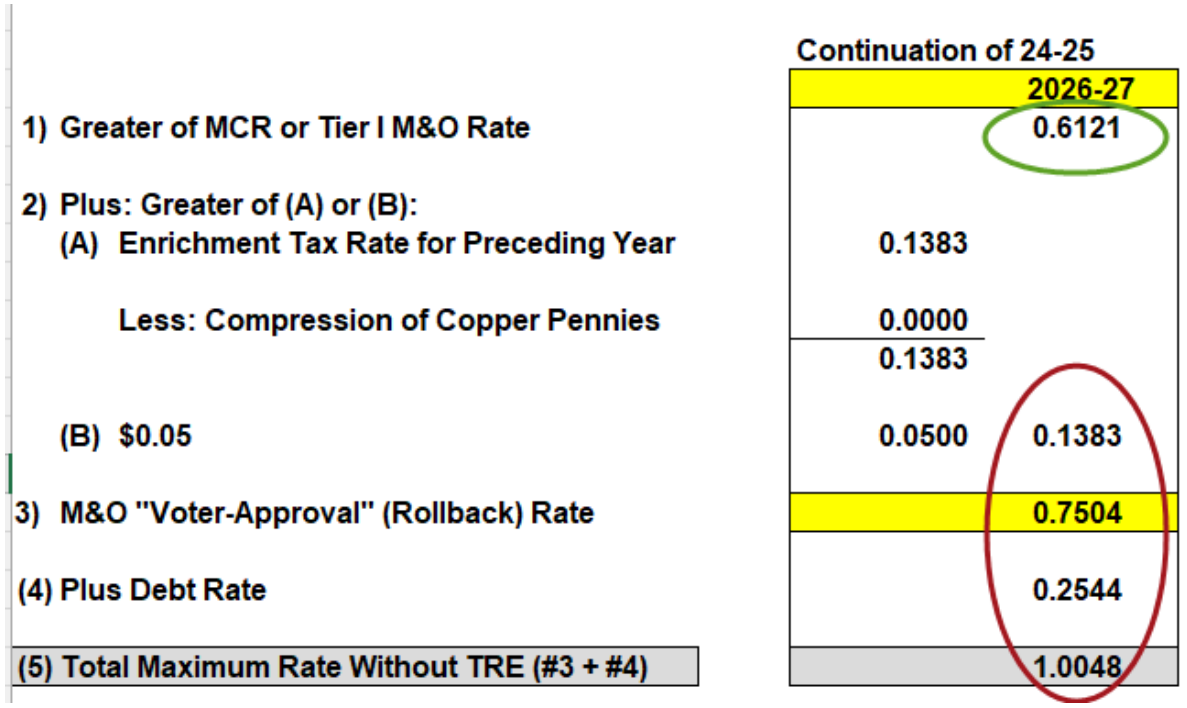
The following estimated balances will remain at the end of the current fiscal year and are not encumbered with or by a corresponding debt obligation, less estimated funds necessary for operating the district before receipt of the first state aid payment:

Maintenance and Operations Fund Balance(s)	$ 62,741,776
Interest & Sinking Fund Balance(s)	$ 10,368,987

A school district may not increase the district's maintenance and operations tax rate to create a surplus in maintenance and operations tax revenue for the purpose of paying the district's debt service.

Visit Texas.gov/PropertyTaxes to find a link to your local property tax database on which you can easily access information regarding your property taxes, including information about proposed tax rates and scheduled public hearings of each entity that taxes your property.

The 86th Texas Legislature modified the manner in which the voter-approval tax rate is calculated to limit the rate of growth of property taxes in the state.



	Continuation of 24-25	
		2026-27
1) Greater of MCR or Tier I M&O Rate		0.6121
2) Plus: Greater of (A) or (B):		
(A) Enrichment Tax Rate for Preceding Year	0.1383	
Less: Compression of Copper Pennies	0.0000	
	0.1383	
(B) $0.05	0.0500	0.1383
3) M&O "Voter-Approval" (Rollback) Rate		0.7504
(4) Plus Debt Rate		0.2544
(5) Total Maximum Rate Without TRE (#3 + #4)		1.0048

Preliminary rate as of June 2026. TEA final calculated rate will be available in August 2026 prior to adoption of tax rate in September.

MAXIMUM COMPRESSED RATE (MCR)
NO NEW REVENUE (NNR)
VOTER APPROVED TAX RATE (VATR)

Ector County ISD

Tax Rate History

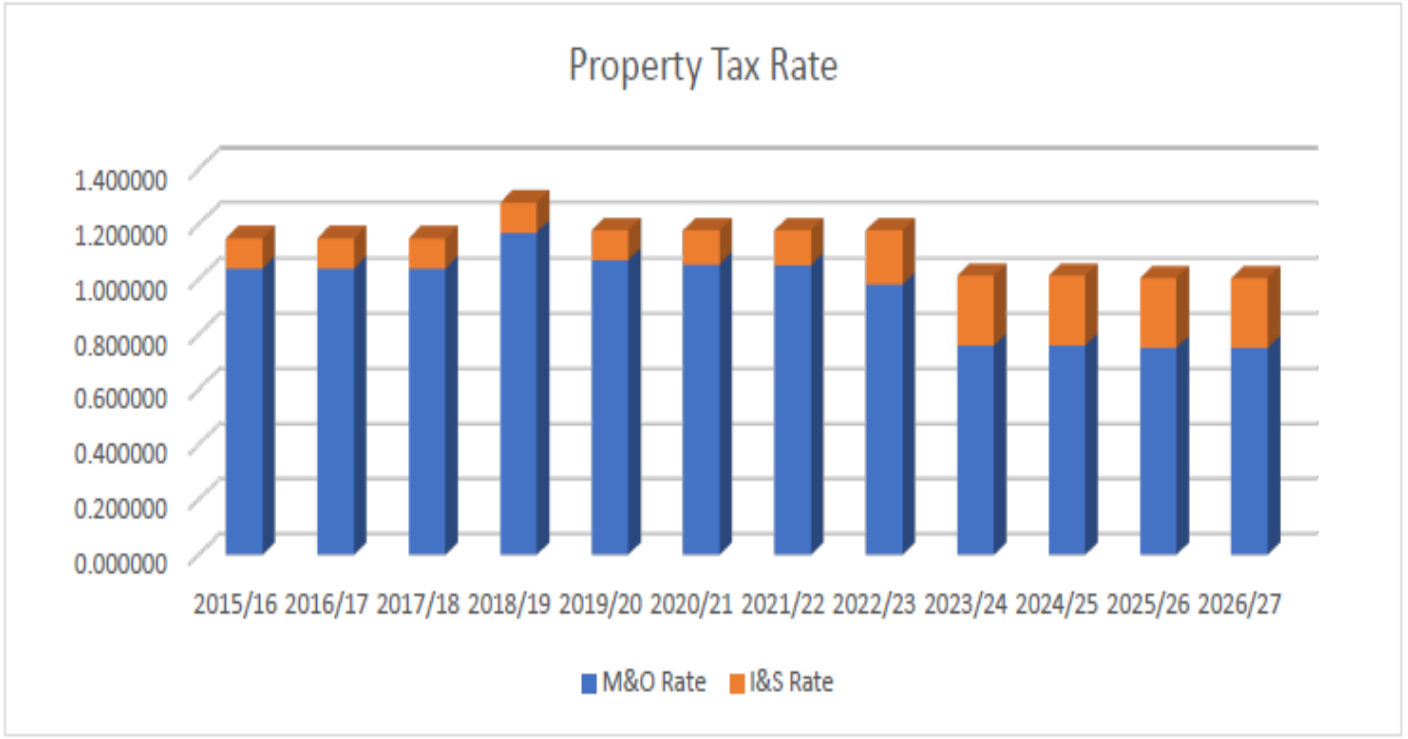
Per $100 valuation

Required by Section 26.16 Texas Tax Code

Proposed Tax Rate is SAME as prior year.

ECISD Finance Division

Fiscal Year	M&O Rate	I&S Rate	Total Tax Rate	Change
2015/16	1.040000	0.110000	1.150000	-0.95%
2016/17	1.040000	0.110000	1.150000	0.00%
2017/18	1.040000	0.109570	1.149570	-0.04%
2018/19	1.170000	0.109570	1.279570	11.31%
2019/20	1.068350	0.109570	1.177920	-7.94%
2020/21	1.054700	0.123220	1.177920	0.00%
2021/22	1.051700	0.126220	1.177920	0.00%
2022/23	0.981000	0.196920	1.177920	0.00%
2023/24	0.759600	0.254400	1.014000	-13.92%
2024/25	0.759600	0.254400	1.014000	0.00%
2025/26	0.750400	0.254400	1.004800	-0.91%
2026/27	0.750400	0.254400	1.004800	0.00%



Taxpayer Impact Statement

(Pursuant to Texas Government Code 551.043(c)(2))

Fiscal Year (Tax Year)*	Median-Valued Homestead**	Tax Rate per $100 of Value	Estimated Property Tax Bill
FY 2025-2026 (TY 2025)	$81,042	Adopted 2025 Tax Rate: $1.0048	$814.31
FY 2026-2027 (TY 2026)	$86,014***	Proposed 2026 tax rate based on the proposed budget for 2026-27 $1.0048	$864.27***

* Tax year begins on January 1.

** The median-valued homestead is median appraised value. The estimated property tax bill is based on taxable value which is appraised values less exemptions.

*** The tax year 2026 data are estimates based on information currently available. The “Taxpayer Impact Statement” will be revised when more accurate information becomes available.

PROPOSED TAX RATE COMPARED TO PRIOR YEAR

- The total tax rate is the same as prior year.
- The M&O tax rate is same as prior year.
- The I&S tax rate is the same as prior year.
- The total tax rate is at or below the voter approval rate.
- The total tax rate is at or under the maximum tax rate allowed without a tax rate election.
- The M&O tax rate is at or below the voter approval/rollback/no new revenue tax rate.
- The I&S tax rate is at or below the allowable to cover bond costs.

Note: The final tax rate will be proposed and adopted after the certified values are received in July. (Texas Tax Code 26.05). TEA will provide the maximum tax rate in August and all will be presented at the September board meeting.



BUDGET & TAX RATE HEARING 2026-2027

Presented by: Albessa Chavez, Chief Financial Officer