2026-27 BUDGET PRESENTATION #5

Board Presentation: Proposed Budget and Tax Rate Discussion

Calallen ISD | August 24, 2026

BUDGET CALENDAR

CALALLEN ISD
BUDGET CALENDAR
FISCAL YEAR 2026-2027
Tax Year 2026 and Fiscal Year 2027

Budget Roadmap	Timeframe	Board Meeting Dates	Action Needed	Responsible Parties
Budget Stop #1	Early 2026	**April 22, 2026** **Special Meeting**	***Budget Presentation #1*** Mid-Year Review of 2025-2026 Budgets Planning for 2026-2027 Budgets Discuss & Set Budget Priorities	Supt/Asst Supt **Board of Trustees**
Budget Stop #2	March - June		Assessment of Staffing Needs	Supt/Asst Supt Director of HR Principals and Directors
	June	**June 8, 2026** **Regular Meeting**	***Budget Presentation #2*** Review Assessment of Staffing Needs Discuss Compensation Strategies	Supt/Asst Supt Board of Trustees
Budget Stop #3	April 30th		2026 Estimated Tax Values to CISD	Appraisal District
	May - June		Review of 2025-2026 Budgets & Estimate Actuals Release 2026-2027 Budgets to Campuses & Departments Submission of 2026-2027 Budgets & Budget Requests	Supt/Asst Supt Principals and Directors
	July	**July 13, 2026** **Regular Meeting**	***Budget Presentation #3*** Review of Preliminary 2026-2027 Budget Estimates Adopt Compensation Plan & Raises for 2026-2027	Supt/Asst Supt **Board of Trustees**
	July 25th		2026 Certified Tax Values to CISD	Appraisal District
	Early August		Tax Value Data Collection Due to TEA TEA Issues Tier 1 Tax Rate for the District	Assistant Superintendent TEA
	Early August	**August 10, 2026** **Regular Meeting**	***Budget Presentation #4*** Presentation of Notice to Set Tax Rate and Preliminary Budget ***Board may adopt a tax rate lower than what is published**	Supt/Asst Supt **Board of Trustees**
Budget Stop #4	Mid August	August 13, 2026	Notice of Hearing to Set the Tax Rate and Adopt the Budget PUBLISHED in Corpus Christi Caller Times ***Must be published 10-30 days before hearing, 2026-2027 deadline August 14, 2026**	Assistant Superintendent
	Late August	**August 24, 2026** **Special Meeting**	***Budget Presentation #5*** Conduct Hearing to Set the Tax Rate and Adopt the Budget **Final Budget Amendments for 2025-2026** **Set Tax Rate for Tax Year 2026** **Adopt Budgets for 2026-2027**	Supt/Asst Supt **Board of Trustees**

2026-27 BUDGET PRIORITIES

- **DISTRICT BUDGET PRIORITIES:**

  1.1 Academic Growth and Achievement

  - Analyze the academic return on investment

  1.3 Student participation in activities, clubs to build well-rounded citizens

  - Maintain current extra-curricular offerings to support student attendance & enrollment

  2.3 Competitive Compensation for Faculty and Staff

  - Retention of high quality, effective staff

  4.1 Strong Financial Stewardship

  - Preserve the fund balance and long-term financial wellbeing

2026-27 AND BEYOND

- FROM THE 2025-26 ADOPTED BUDGET PRESENTATION:

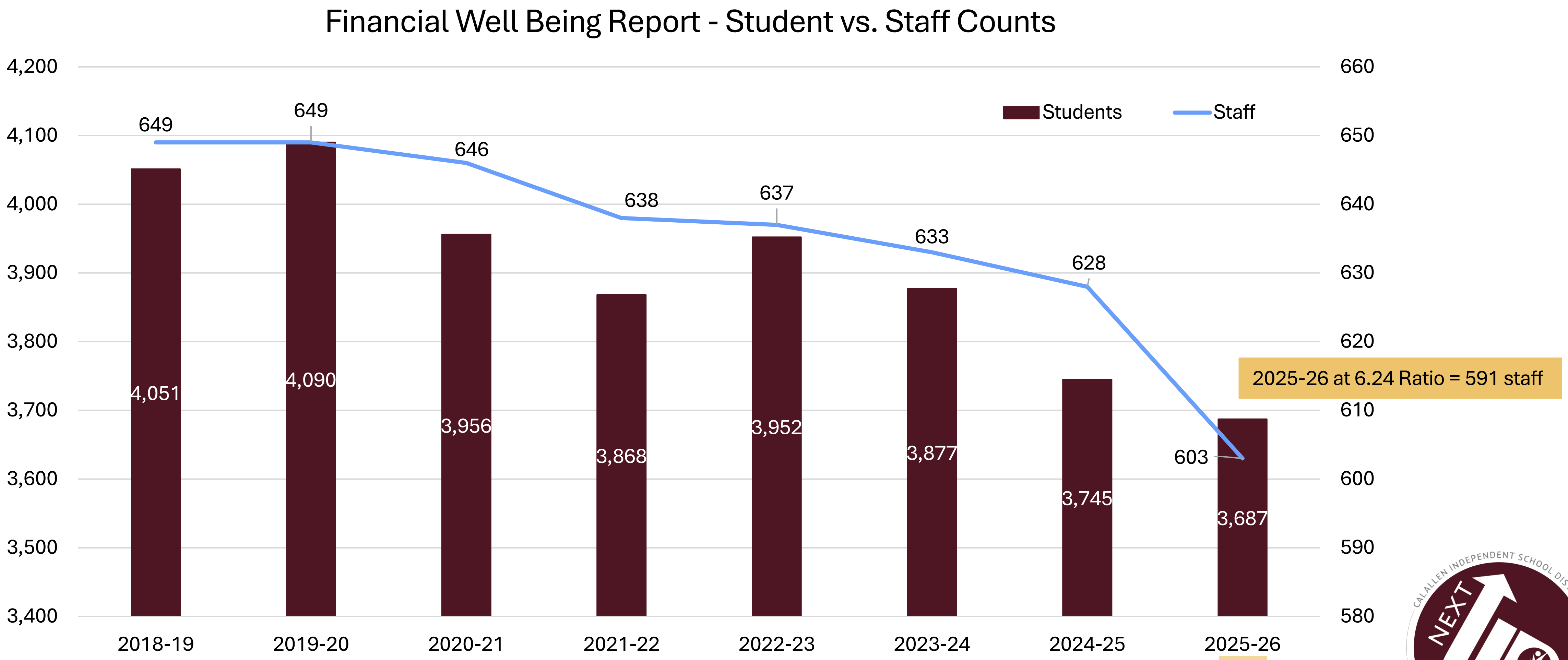
BUDGET FAQs

- Why is District Administration proposing a $800,000 deficit budget?

	Budget
Staffing Reductions Target: 30 Positions	$2,000,000
Staffing Reductions Achieved: 22.5 Positions	$1,265,994
Difference	**($734,006)**

- Historical trends support the District's actual financials performing better than budgeted
- Therefore, Administration does not anticipate to realize a full $800,000 deficit budget when the 2025-2026 audit is produced
- Dependent on Fall 2025 Enrollment, the District plans to implement the additional position reductions in Summer 2026 for Fiscal Year 2025-2026 – thus balancing the budget for the 2026-2027 Fiscal Year

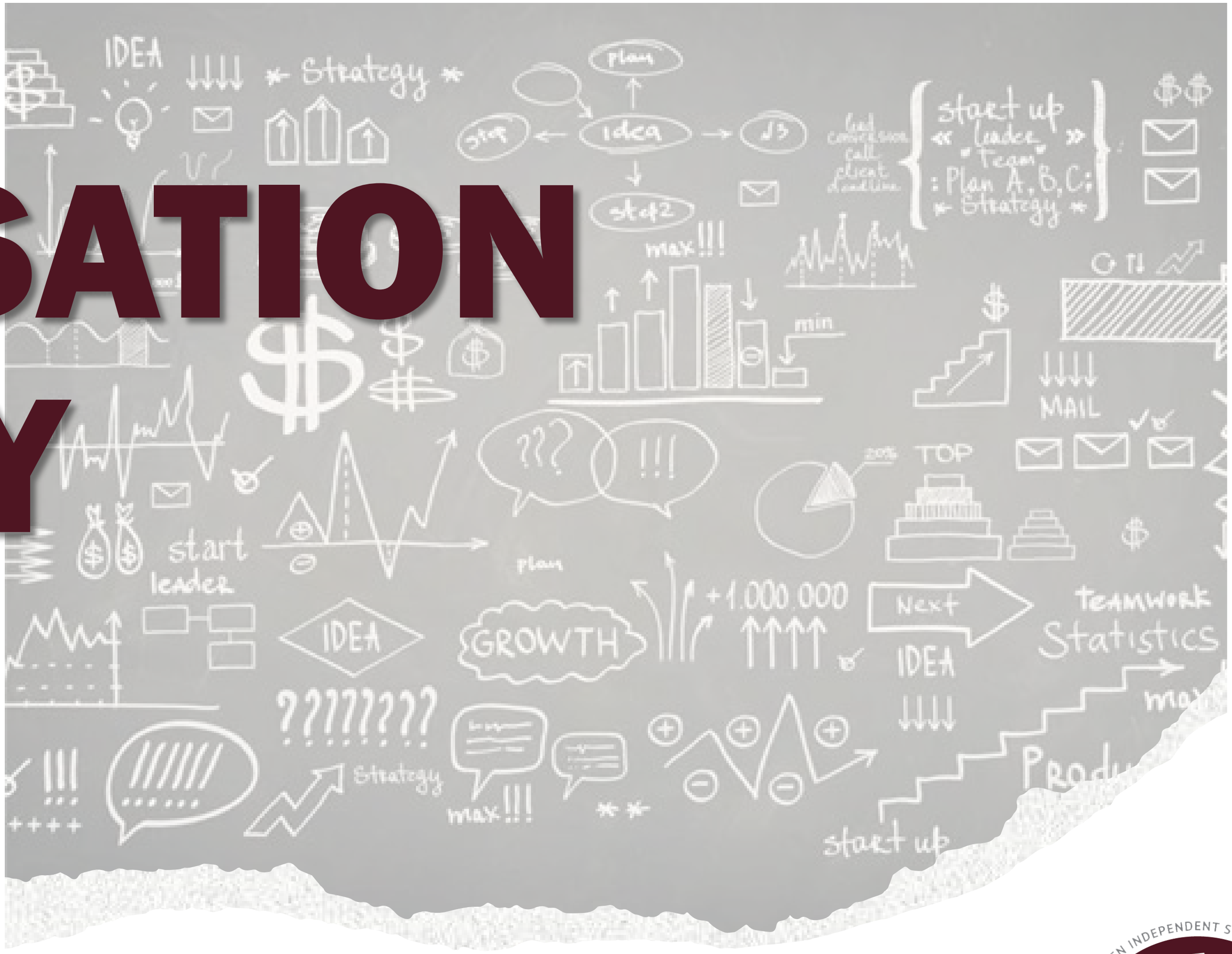
2026-27 AND BEYOND



RATIO:	***6.24***	***6.30***	***6.12***	***6.06***	***6.20***	***6.12***	***5.96***	***6.12***

COMPENSATION SUMMARY

2026-27 Board Approved Pay Plans & Staff Compensation Information



2026-27 STAFFING REDUCTIONS

CAMPUS OR DEPARTMENT	POSITION	FTEs REDUCED	2025-26 SALARY BUDGET	2025-26 BENEFITS BUDGET	2025-26 TOTAL BUDGET
Districtwide	Other	2.0	$97,500	$14,600	$112,100
Secondary	Teacher	0			
Secondary	Other	0			
Elementary & Intermediate	Teacher	3.0	$155,300	$23,300	$178,600
Elementary & Intermediate	Other	1.0	$49,200	$7,400	$56,600
Total Budget Savings		**6.0**	**$302,000**	**$45,300**	**$347,300**

SALARY & BENEFITS HISTORY

FISCAL YEAR	% INCREASE	STARTING TEACHER SALARY	187 DAY TEACHER INCREASE	OTHER EMPLOYEE INCREASE	OTHER	HEALTH INSURANCE CONTRIBUTION
2020-21	1.5%	$48,750	$800 +Additional adjustment for steps 2-20	1.5% of midpoint	$500 December retention stipend	$375 Per month
2021-22	3.0%	$50,000	$1,658	3.0% of midpoint	$500 December retention stipend	$375 Per month
2022-23	Avg. of 4.8%	$51,000	$2,750 Avg.	2.0% of midpoint	$1,000 December retention stipend	$375 Per month
2023-24	1.5%	$51,500	$880	1.5% of midpoint	-	$375 Per month
2024-25	1.5%	$52,000	$885	1.5% of midpoint	-	$375 Per month
2025-26	Avg. of 12.5%	$54,385	HB2 $3k, $4k, $8k	2.5% of midpoint	Updated TASB Pay Plans, Equity Adjustments	$375 Per month
2026-27	**1.0% & 1.5%**	**$54,560**	**$675**	**1.5% of midpoint**	-	**$375 Per month**

COMPENSATION SUMMARY

- **TEACHERS**
  - **<u>1.0% or $675 Raise</u>** per Teacher
  - Increase starting teacher salary to $54,560
  - HB2 TRA $1,000/$4,000 Raises
  - Estimated Cost to the District ***$265,000***
- **ALL OTHER POSITIONS OPTION #2**
  - **<u>1.5%</u>** of Mid-Point Raise
  - No changes to TASB Pay Scales
  - Estimated Cost to the District ***$225,000***
- **NEW EMPLOYER PAID HOSPITAL INDEMNITY FOR ALL EMPLOYEES**
- **NET TOTAL CHANGE TO FUND BALANCE ($200,000)**

PROPERTY TAX SUMMARY

Tax Year 2026 Information

CALALLEN INDEPENDENT SCHOOL DISTRICT
NEXT UP
PROMOTING EXCELLENCE • CREATING THE FUTURE

TAX RATE INFORMATION

- 2026-2027 Notice of Public Meeting to Discuss Budget and Proposed Tax Rate
- Published: Corpus Christi Caller Times – August 13, 2026 Edition
- By law **cannot adopt a tax rate higher** than what is posted on the notice.

NOTICE OF PUBLIC MEETING TO DISCUSS BUDGET AND PROPOSED TAX RATE

The Calallen ISD will hold a public meeting at 5:30 PM, August 24, 2026 in Calallen ISD Central Administration Office, 4205 Wildcat Dr., Corpus Christi, Texas 78410. **The purpose of this meeting is to discuss the school district's budget that will determine the tax rate that will be adopted. Public participation in the discussion is invited.**

The tax rate that is ultimately adopted 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	$0.763700/$100 (proposed rate for maintenance and operations)
School Debt Service Tax Approved by Local Voters	$0.270800/$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	1.96 % increase
Debt Service	4.21 % increase
Total Expenditures	2.29 % increase

PROPERTY TAX VALUES, RATES, & COLLECTIONS

	2024-25 CERTIFIED TAX YEAR 2024	2025-26 CERTIFIED TAX YEAR 2025	2026-27 CERTIFIED TAX YEAR 2026
M&O Value	**$2,806,807,106**	**$2,641,461,615**	**$2,528,563,086**
Value Growth	**31.0%****	**-5.9%**	**-4.3%**
Tax Rate	0.7965	0.7965	0.7637
Tax Rate Compression	**No Change**	**No Change**	**-0.0058 or -0.8%**
Tax Collections	$20,327,623	$19,150,000	$18,375,000
I&S Value	**$2,998,635,679**	**$2,837,113,438**	**$2,718,338,266**
Value Growth	**2.8%**	**-5.4%**	**-4.2%**
Tax Rate	0.2708	0.2708	0.2708
Tax Collections	$7,636,328	$7,175,000	$6,975,000

** Tax Year 2024 M&O Value Growth is predominately due to expiring Chapter 313 agreements which added $573.5M to the values. Growth net of these expiring Chapter 313 agreements is 0.43%.

M&O TAX RATE COMPRESSION

Tax Year 2023

Ceiling = $0.6880

CISD = $0.6312

Floor = $0.6192

Local Compression:
Value Growth > 4.43%
CISD = 0.10%

Tax Year 2024

Ceiling = $0.6855

CISD = $0.6312

Floor = $0.6169

Local Compression:
Value Growth > 2.87%
CISD = 0.50%

Tax Year 2025

Ceiling = $0.6322

CISD = $0.6312

Floor = $0.5689

Local Compression:
Value Growth > 5.60%
CISD = -5.9%

Tax Year 2026

Ceiling = $0.6254

CISD = $0.6254

Floor = $0.5628

Local Compression:
Value Growth > 3.60%
CISD = -4.3%

IMPACT TO DISTRICT HOMEOWNERS

- Newspaper Notice – **AVERAGE RESIDENCE**

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

	Last Year	This Year
Average Market Value of Residences	$287,822	$285,601
Average Taxable Value of Residences	$138,248	$141,106
Last Year's Rate Versus Proposed Rate per $100 Value	$1.040300	$1.034500
Taxes Due on Average Residence	$1,438.19	$1,459.74
Increase (Decrease) in Taxes		$21.55

Under state law, the dollar amount of school taxes imposed on the residence homestead of a person 65 years of age or older or of the surviving spouse of such a person, if the surviving spouse was 55 years of age 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.

- Taxpayer Impact Statement – **MEDIAN-VALUE HOMESTEAD**

FISCAL YEAR (TAX YEAR)	MEDIAN-VALUED HOMESTEAD	TAX RATE PER $100 OF VALUE	ESTIMATED PROPERTY TAX BILL
FY 2025-2026 (Tax Year 2025)	$112,710	Adopted 2025 Tax Rate: 1.0403	$1,172.53
FY 2026-2027 (Tax Year 2026)	$109,837	Proposed 2026 Tax Rate: 1.0345	$1,136.27

2026 TAX RATES

RATE TYPE	2026 TAX RATE	NOTES
M&O Tax Rate	**0.763700**	
MCR Rate (Tier 1)	0.6254	Calculated by TEA
Enrichment Tax Rate	0.1383	Compressed by HB3 from 0.17
PROPOSED TAX RATE PUBLISHED	**0.7637 (M&O) + 0.2708 (I&S) = 1.0345**	
Required Calculated Rates		
Voter-Approval Tax Rate (VATR)	1.034717	Cannot adopt a higher rate
Minimum Debt Rate	0.271017	No Tax Year 2026 Requirement
No-New-Revenue Tax Rate	1.069537	No Tax Year 2026 Requirement
No-New-Revenue M&O Tax Rate	0.812950	No Tax Year 2026 Requirement
Rate to Maintain	1.08383	No Tax Year 2026 Requirement

BUDGET SUMMARY

2025-26 Fiscal Year End Projections & 2026-27 Proposed Budget Information

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Maintenance and operations	1.96 % increase
Debt Service	4.21 % increase
Total Expenditures	2.29 % increase

Fund 199 Expenditures $48,192,840

Fund 511 Expenditures $8,540,000

DISCLAIMERS AND CONSIDERATIONS

- On a $48 million budget, a 1% variation in revenue or expense is ***$480,000***
- $480,000 will pay the annual salaries of approximately ***7 teachers***
- The main sources of school district funding are:
  - Local Funding –Property Tax Collections
  - State Funding –Foundation School Program, driven by Student Counts and Attendance, Property Values and Growth, and Hold Harmless Laws
  - Federal Funding –SHARS and Indirect Cost from Federal Grants
- 2019 HB3 introduced a ***"fixed income diet"*** for Texas School Districts & 2025 HB2 increased funding for Texas School Districts but ***not enough to address deficits***
- 5-year projections becoming increasingly complicated and more difficult
  - Funding Related Legislation, Property Tax Compression, Changes to Property Tax Exemptions, and Future Legislative Sessions

BUDGET FACTORS

FACTORS WE CAN CONTROL

- Staffing Levels
- Compensation Levels
- Campus & Department Budgets
- Special Allotments & Grants
- Enrollment & Attendance
- Insurance Premiums
- I&S Tax Rates & Bonds

FACTORS WE CANNOT CONTROL

- ~~Enrollment & Attendance~~
- School Funding & Legislative Session
- Inflation
- ~~Insurance Premiums~~
- Property Tax Values
- M&O Tax Rates

SUMMARY OF DEFICIT BUDGETS

- **2023-24 DEFICIT BUDGET ($2,516,761)**
  - 8 Position Reduction +$540,000
  - Campus & Department Budget Cuts 10.0%
- **2024-25 DEFICIT BUDGET ($4,160,639)**
  - Campus & Department Budget Cuts 7.0%
- **2025-26 DEFICIT BUDGET ($800,000)**
  - HB2 New Funding +$1,955,000
  - 22.5 Position Reduction +$1,500,000
  - Campus & Department Budget Cuts 2.5%
- **2026-27 DEFICIT BUDGET ($540,000)**
  - Compensation -$200,000
  - Purchase of 2 School Buses - $340,000

REVENUE CONSIDERATIONS

2025-26 BUDGET

- 89th Legislative Session – House Bill 2 Funding Increases **+$4.00M**

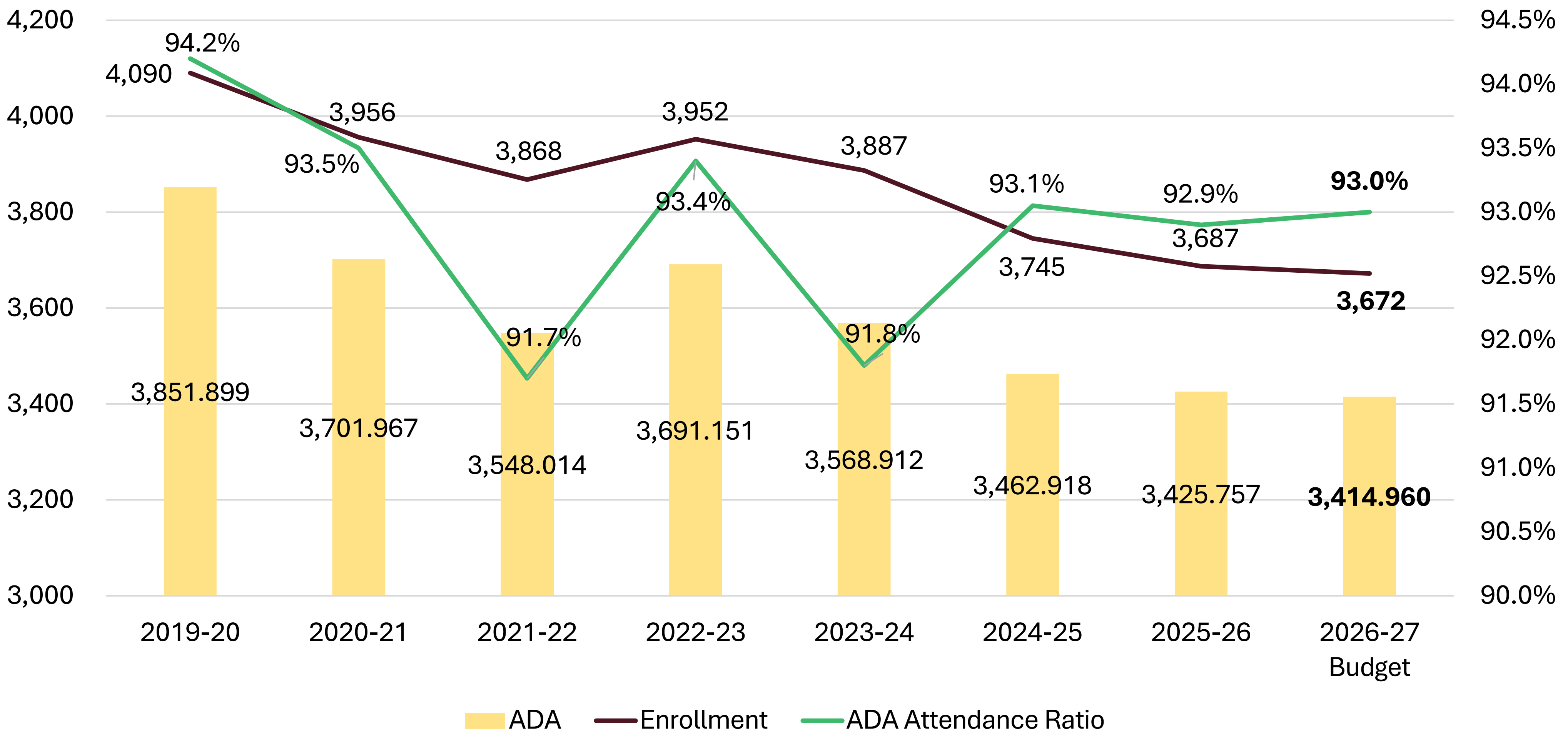
2026-27 BUDGET

- Teacher Incentive Allotment **+$1.55M**

ADA & ENROLLMENT HISTORY

FISCAL YEAR	ENROLLMENT – OCTOBER SNAPSHOT	FINAL ADA	ADA ATTENDANCE RATIO
2019-20	4,090	3,851.899	94.2%
2020-21	3,956	~~3,701.967~~ 3,852.814 HH	93.6%
2021-22	3,868	~~3,548.014~~ 3,648.044 HH	91.7%
2022-23	3,952	3,690.834	93.4%
2023-24	3,887	3,568.912	91.8%
2024-25	3,745	3,484.902	93.1%
2025-26	3,687	3,425.757	92.9%
2026-27 Budget	**3,672**	**3,414,960**	**93.0%**

ADA, ATTENDANCE, & ENROLLMENT



CHAPTER 313 AGREEMENTS

Additional Revenue From 313 Agreements

Estimates as of 8/14/2026

		NCAD PID 540630				NCAD PID 540631				NCAD PID 590527					
		TexStar Project #341				Equistar Project #305				Epic Project #1230				**Combined**	
Tax Year	**Fiscal Year**	Appr Value	Value Limitation	Hold Hrmless "Rev Loss"	"Share" w/CISD	Appr Value	Value Limitation	Hold Hrmless "Rev Loss"	"Share" w/CISD	Appr Value	Value Limitation	Hold Hrmless "Rev Loss"	"Share" w/CISD	**to be paid to CISD**	
2014	2014-15	$ 52,529,320	-	0	0	-	-		0	-	-			0	
2015	2015-16	$ 74,738,480	-	0	0	$49,100,000	-		0	-	-			0	
2016	2016-17	$ 108,877,870	$ 20,000,000	1,164,376	0	$ 136,339,470	$ 20,000,000	1,524,285	0	-	-			2,688,661	
2017	2017-18	$ 91,127,640	$ 20,000,000	19,301	383,502	$ 525,324,600	$ 20,000,000	5,073,889	345,000	-	-			5,821,692	*3,133,031*
2018	2018-19	$ 108,863,910	$ 20,000,000	256,373	371,679	$ 498,920,600	$ 20,000,000	4,119	1,945,143	-	-			2,577,314	*(3,244,378)*
2019	2019-20	$ 176,014,930	$ 20,000,000	866,494	378,430	$ 476,584,960	$ 20,000,000	4,358	379,733	$ 7,534,292	-			1,629,015	*(948,299)*
2020	2020-21	$ 183,374,900	$ 20,000,000	78,124	610,946	$ 450,375,620	$ 20,000,000	0	361,315	$ 102,366,250	$ 30,000,000	0	377,021	1,427,406	*(201,609)*
2021	2021-22	$ 174,867,860	$ 20,000,000	15,691	673,402	$ 437,357,910	$ 20,000,000	3,923	360,878	$ 146,486,100	$ 30,000,000	1,339,943	385,281	2,779,118	*1,351,712*
2022	2022-23	$ 161,902,080	$ 20,000,000	15,367	587,396	$ 437,357,910	$ 20,000,000	3,312	378,179	$ 214,250,000	$ 30,000,000	711,169	364,804	2,060,227	*(718,891)*
2023	2023-24	$ 175,637,520	$ 20,000,000	174,212	474,170	$ 437,357,910	$ 20,000,000	48,657	363,831	$ 225,726,250	$ 30,000,000	113,665	364,805	1,539,340	*(520,887)*
2024	2024-25	$ 146,117,000	-	0	0	$ 436,864,350	-	0	350,988	$ 296,857,500	$ 30,000,000	0	356,891	707,879	*(831,461)*
2025	2025-26	$ 138,811,000	-	0	0	$ 415,021,133	-	0	353,286	$ 282,282,125	$ 30,000,000	0	348,490	701,776	*(6,103)*
2026	2026-27	$ 131,870,000	-	0	0	$ 394,270,076	-	0	371,740	$ 268,435,519	$ 30,000,000	0	371,740	743,480	*41,704*
2027	2027-28		-	0	0		-	0	0	$ 255,281,243	$ 30,000,000	0	371,740	371,740	*(371,740)*
2028	2028-29		-	0	0		-	0	0	$ 242,784,681	$ 30,000,000	0	371,740	371,740	*0*
2029	2029-30		-	0	0		-	0	0	$ 230,912,947	$ 30,000,000	0	371,740	371,740	*0*

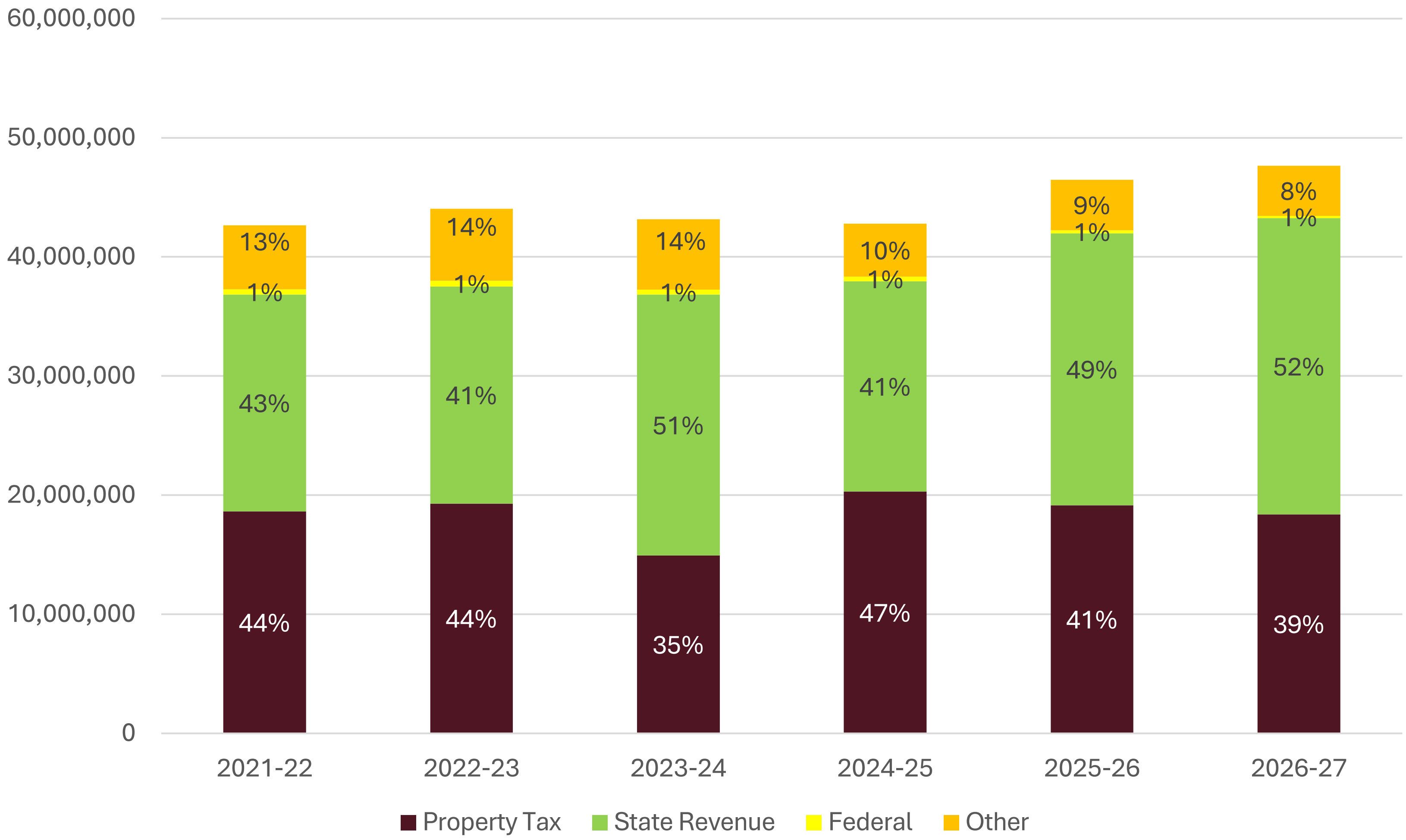
GENERAL FUND – REVENUE

	2022-23 AUDIT FINAL	2023-24 AUDIT FINAL	2024-25 AUDIT FINAL	2025-26 YEAR END ESTIMATE	2026-27 PROPOSED BUDGET
Property Taxes	$19,297,546	$14,922,156	$20,355,236	$19,600,000	$18,375,000
Other Local	$1,583,151	$1,476,140	$1,248,318	$1,173,00	$1,347,500
State Revenue	$18,234,020	$21,906,720	$18,273,199	$22,256,000	$23,150,000*
TRS On-Behalf	$2,363,761	$2,420,011	$2,479,709	$2,529,000	$2,158,832
Federal Revenue	$492,781	$417,062	$459,625	$174,000	$200,000
Subtotal	**$41,971,258**	**$41,142,089**	**$42,816,087**	**$45,732,000**	**$46,952,840**
CH 313s	$2,060,227	$1,539,340	$707,879	$701,776	$700,000
Other	$0	$476,322	$0	$0	$0
Total	**$44,031,485**	**$43,157,752**	**$43,523,966**	**$46,433,776**	**$47,652,840**

Previous projection $46,433,776

**YOY Increases in State Revenue are attributed to Teacher Incentive Allotment*

GENERAL FUND – REVENUE BY SOURCE



EXPENSE CONSIDERATIONS

2025-26 BUDGET

- HB 2 Mandated Raises **+ $2.045M**
- 22.5 Position Reductions -$1.5M
- -2.5% Campus & Department Budget Cuts

2026-27 BUDGET

- Teacher Incentive Allotment **+$1.55M**
- **($550,000)** Reduction in Property Insurance Premiums
- **($300,000)** Reduction in Health Insurance Participation

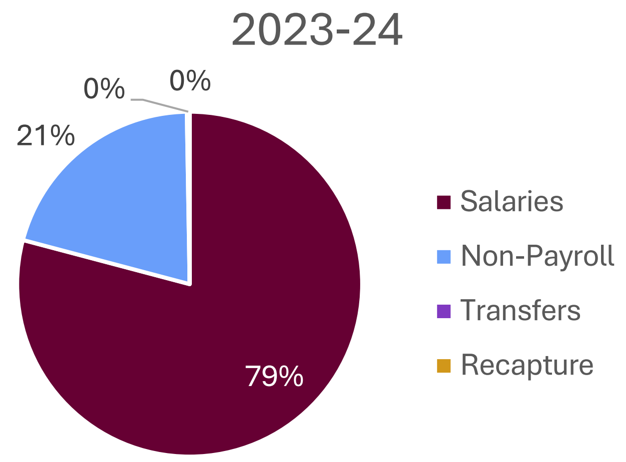
GENERAL FUND – EXPENSES

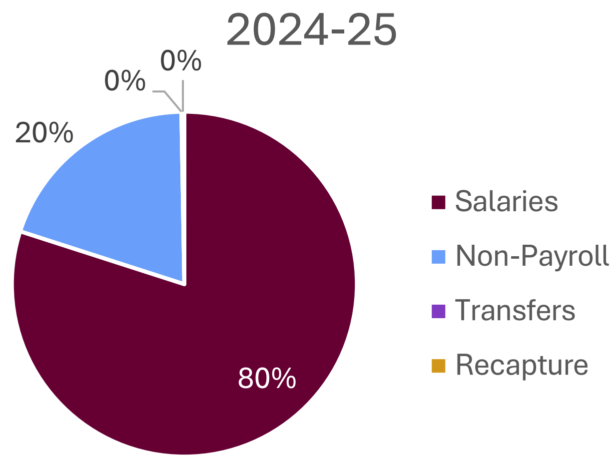
	2022-23 AUDIT FINAL	2023-24 AUDIT FINAL	2024-25 AUDIT FINAL	2025-26 YEAR END ESTIMATE	2026-27 PROPOSED BUDGET
Instruction	$25,578,836	$26,239,623	$25,578,836	$27,000,000	$28,273,784
Instructional Support	$7,472,784	$7,567,076	$7,472,784	$7,705,000	$7,792,821
Central Admin	$1,523,471	$1,577,245	$1,523,471	$1,560,000	$1,597,718
District Operations	$10,919,139	$9,101,584	$10,919,139	$9,515,000	$9,560,017
Debt Service	$589,195	$584,670	$589,195	$590,000	$588,500
Other	$290,454	$272,875	$290,454	$330,000	$350,000
Subtotal	**$46,373,879**	**$45,343,073**	**$44,680,109**	**$46,700,000**	**$48,162,840***
Transfers Out	$696,319	$101,401	$10,733	$0	$15,000
Recapture	$0	$0	$99,581	$25,000	$25,000
Total Expenses	**$47,070,198**	**$45,444,474**	**$44,790,423**	**$46,725,000**	**$48,192,840**

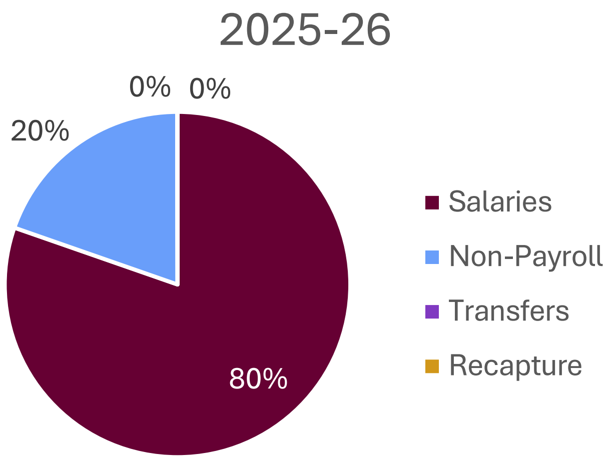
**YOY Increases in Payroll Expenses are attributed to Teacher Incentive Allotment*

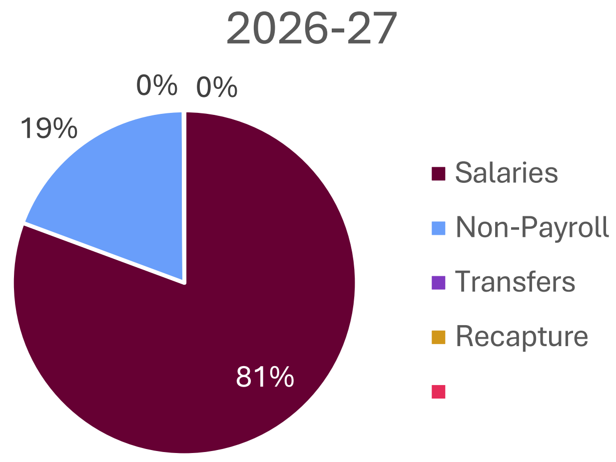
GENERAL FUND

EXPENSES BY OBJECT CODE









GENERAL FUND – FUND BALANCE

	2022-23 AUDIT FINAL	2023-24 AUDIT FINAL	2024-25 AUDIT FINAL	2025-26 YEAR END ESTIMATE	2026-27 PROPOSED BUDGET
Total Revenue	$44,031,485	$43,157,752	$43,523,966	$46,433,776	$47,652,840
Total Expenses	($47,070,198)	($45,444,474)	($44,709,423)	($46,725,000)	($48,192,840)
Net Roll/Loss	**($3,038,713)**	**($2,286,722)**	**($1,266,457)**	**($291,224)**	**($540,000)**
Beg Fund Balance	$24,075,178	$21,036,465	*$18,749,743*	*$17,483,285*	*$17,192,061*
End Fund Balance	**$21,036,465**	**$18,749,743**	**$17,483,285**	**$17,192,061**	**$16,652,061**

Previous projection
$17,192,061

FUND BALANCE POLICY

- **Proposed Budget Appendix A: Board Policy CE (Local) Fund Balance Compliance**
- Board Policy CE (Local) Parameter
  - The District shall maintain a total fund balance in the general operating fund ***equal to or exceeding <u>three months</u> of the total annual operating expenditures***
- Calculations
  - Estimated Total Annual Operating Expenditures $48,192,840
  - Three Months of Total Annual Operating Expenditures $12,048,210
  - Estimated 2025-2026 Ending Funding Balance ***$17,192,061***
  - Estimated 2026-2027 Ending Funding Balance ***$16,652,061***

FUND BALANCE CONSIDERATIONS

- 2026-2027 estimated ending fund balance: $16,652,061
  - $4 million assigned for Property Insurance Deductibles
  - $12.65 million unassigned
- Reasons to continue to maintain a healthy fund balance:
  - Cash flow
  - Hurricane or other disaster, named storm insurance deductible is 3% per occurrence, per location/$500K Minimum
  - Single large taxpayer, represents 18% of our tax base, or a $2.5 million risk
  - Future Legislative session impacts, HB2 mandated raises, & HB3 impact of fixed income diet

HISTORY OF ADOPTED BUDGETS

Fiscal Year	Budget - Revenue	Budget - Expense	Budget – Net Change to Fund Balance	Actual Net Change to Fund Balance
2018-19	$38,323,989	$40,427,771	**($2,103,782)**	**$4,600,763**
2019-20*	$40,163,651	$41,361,939	**($1,198,288)**	**$3,473,798***
2020-21*	$42,000,517	$42,941,961	**($941,444)**	**$1,844,296***
2021-22	$40,596,819	$44,993,205	**($4,396,386)**	**$937,560**
2022-23	$41,468,816	$47,529,995	**($6,061,179)**	**($3,038,713)**
2023-24	$43,824,819	$46,341,580	**($2,516,761)**	**($2,305,660)**
2024-25	$42,131,471	$46,292,110	**($4,160,639)**	**($3,011,121)**
2025-26	$46,467,676	$47,267,676	**($800,000)**	**($291,224)**
2026-27	**$47,652,840**	**$48,192,840**	**($540,000)**	**TBD**

*COVID ADA Hold Harmless & Supplant with ESSER Grant Funds

FOOD SERVICE FUND

	2022-23 AUDIT FINAL	2023-24 AUDIT FINAL	2024-25 AUDIT FINAL	2025-26 YEAR END ESTIMATE	2026-27 PROPOSED BUDGET
Total Revenue	$2,937,740	$2,996,277	$2,649,509	$2,809,502	$2,840,000
Total Expenses	$2,797,811	$3,094,944	$2,573,053	$3,720,765	$3,202,820
Net Roll/Loss	**$139,929**	**($98,666)**	**$76,457**	**$88,737**	**($362,820)**
Beg Fund Balance	*$1,056,186*	*$1,196,115*	*$1,097,449*	*$1,173,906*	*$1,262,643*
End Fund Balance	**$1,196,115**	**$1,097,449**	**$1,173,906**	**$1,262,543**	**$899,823**

DEBT SERVICE FUND

	2022-23 AUDIT FINAL	2023-24 AUDIT FINAL	2024-25 AUDIT FINAL	2025-26 YEAR END ESTIMATE	2026-27 PROPOSED BUDGET
Total Revenue	$7,074,390	$7,734,567	$8,600,536	$8,336,311	$8,540,000
Total Expenses	$6,807,743	$7,127,960	$8,421,341	$8,198,863	$8,540,000
Net Roll/Loss	**$239,647**	**$606,607**	**$179,195**	**$137,449**	**$0**
Beg Fund Balance	*$744,443*	*$984,090*	*$1,590,696*	*$1,769,891*	*$1,907,340*
End Fund Balance	**$984,090**	**$1,590,696**	**$1,769,891**	**$1,907,340**	**$1,907,340**

LOOKING AHEAD

Future Projections & Financial Impacts

CALALLEN INDEPENDENT SCHOOL DISTRICT
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GENERAL FUND – FUND BALANCE

	2025-26 YEAR END ESTIMATE	2026-27 PROPOSED BUDGET	2027-28 ESTIMATES	2028-29 ESTIMATES	2029-30 ESTIMATES
Total Revenue	$46,433,776	$47,652,840	$47,063,714	$47,571,583	*SOF Template Not Available for FY 2029-30*
Total Expenses	($46,725,000)	($48,192,840)	($48,853,814)	($49,539,464)	
Net Roll/Loss	**($291,224)**	**($540,000)**	**($1,790,100)**	**($1,967,881)**	
Beg Fund Balance	$17,483,285	$17,192,061	*$16,652,061*	*$14,861,961*	
End Fund Balance	**$17,192,061**	**$16,652,061**	**$14,861,961**	**$12,894,080**	

Assumptions:

- No additional position reductions
- 2% Property Value growth
- PASA demographic study enrollment trends
- 1.5% Raises, and 1% Non-payroll expense inflation
- Continued Purchase of 2 School Buses per Year

2027-28 BUDGET AND BEYOND

- The 2027-28 Budget Process will be Dependent on **FALL 2026 ENROLLMENT NUMBERS**

- Balancing the 2027-28 Budget Might Require:
  - Implementation of Upcoming Legislative Session Changes
  - Reduction in Staff to Achieve Staffing Ratio Targets
  - Campus and Department Budget Cuts

- Administration will begin the 2027-28 budget process in Fall 2026 with a Staffing Study & Demographic Study.

FUTURE CHALLENGES

- Staffing Study Analysis & Demographic Study Trends

- Past Legislation – House Bill 2
  - Affording raises for staff not included in HB 2 allotments
  - Providing raises in odd numbered years not funded by HB 2
  - Addressing deficits that existed before HB 2 and will remain
  - Finding capacity to implement new programs included in HB 2

- Future Legislative Session Changes??

QUESTIONS, COMMENTS, CONCERNS?

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