Board of Trustees
Agenda Item Information Form

CLEAR CREEK INDEPENDENT SCHOOL DISTRICT

Date Submitted: August 10, 2026

Meeting Type	Agenda Placement	Code	Agenda Placement	Code
☒ Regular Meeting	☐ Public Hearing	PH	☐ Administrative Report	AR
☐ Special Meeting/Workshop	☐ Executive Session	ES	☐ Consent Agenda	CA
	☐ Recognition	R	☒ Action Item	AI
	☐ Program Spotlight	PS	☐ Information/Discussion	ID
Meeting Date: August 24, 2026	☐ Community Input	CI		

District Strategies (Check all that apply):

☒ Students and staff will thrive in a secure environment, build connections and community, and become resilient leaders.

☒ Each student will engage in world-class learning experiences that foster curiosity, develop talents, guide exploration, and fuel achievement.

☒ We will cultivate innovation through strategic collaboration and responsive organizational stewardship.

Subject:
Consider Approval of Agreement for the Purchase of Attendance Credit (Netting Chapter 48 Funding)

Background:
On July 15, 2026 CCISD received notification of local revenue level in excess of entitlement for school year 2026-27. This determination is based on estimates of enrollment for school year 2026-27 and estimated property values for tax year 2026. Basically, our property wealth per WADA yields more per penny than the yield of Tier 2 Level 2 (approximately $65.55 vs $49.72). As long as CCISD does not increase our tax rate to the point where we enter Tier 2 Level 2 (maximum compressed tax rate + more than 8 pennies) we will not owe any recapture. CCISD's MCR for 2026-27 is .619 and the proposed tax rate is .699 (MCR + 8 pennies).

Upon receipt of notification the district must submit by September 1, 2026 the district intent/choice selection form through the Excess Local Revenue module of the Foundation School Program (FSP) system indicating 1) whether the district charges tuition to nonresident students and 2) which option the district intends to exercise to equalize its wealth level for the 2026-27 school year. According to TEC, 49.004(c) the district may not adopt a tax rate for tax year 2026 until the intent/choice form is submitted. The Commissioner of Education then certifies that CCISD has reduced our local revenue level in excess of entitlement to the level established under TEC, 48.257. Under current law a district with local revenue in excess of entitlement has the following five options available to reduce the district's revenue level:

1. Consolidation with another district,
2. Detach property to another district,
3. Purchase attendance credits from the TEA (Option 3),
4. Educate partner district students (Option 4), and/or
5. Tax base consolidation.

CCISD indicated that we do not charge tuition to nonresident students and selected Option 3 when it submitted its intent/choice selection on August 10, 2026.

Districts historically select Option 3. A voter election is required when exercising Option 3 or Option 4. All districts notified as having a local revenue level in excess of entitlement must hold an election authorizing the purchase of attendance credit under TEC, 49.156. However, provisions in TEC, 48.257(c) allow districts to offset the reduction of excess local revenue against TEC, Chapter 48 funds by submitting an Option 3 netting contract by September 1, 2026.

Although CCISD does not actually pay recapture we must comply with all requirements and steps as though we do, including Board minutes requiring the wording below.

Fiscal Impact Statement

Cost: $0.00	**Funding Source:**	Fiscal Year: 2026 / 2027
☐ Recurring	☒ General Fund	Amendment Required: N/A
☐ One-Time	☐ Grant Fund	
	☐ Other Funds (specify)	☐ Bond Funds (program year): N/A

Superintendent's Recommendation:
It is the recommendation of the Superintendent that the Board of Trustees, for the 2026-2027 school year, delegate contractual authority to obligate the school district under Texas Education Code (TEC) 11.1511(c)(4) to the superintendent, solely for the purpose of obligating the district under TEC, 48.257 and TEC, Chapter 49, Subchapters A and D, and the rules adopted by the commissioner of education as authorized under TEC, 49.006. This includes approval of the Agreement for the Purchase of Attendance Credit (Netting Chapter 48 Funding).

Department Submitting Form: Finance

Cabinet Member's Approval: Alice Benzaia