



CALALLEN INDEPENDENT SCHOOL DISTRICT BOARD OF TRUSTEES AGENDA ITEM

MEETING DATE: July 23, 2025

AGENDA ITEM TITLE: Discuss and approve, for the 2025–2026 school year, the delegation of contractual authority to obligate Calallen ISD (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 the submission of the Agreement for the Purchase of Attendance Credit or the Agreement for the Purchase of Attendance Credit (Netting Chapter 48 Funding)

PRESENTER: Kelsey Ramos, Assistant Superintendent of Finance & Operations

<input type="checkbox"/> Presentation/Communications	<input type="checkbox"/> Consent	<input checked="" type="checkbox"/> Action
<input type="checkbox"/> Informational Report	<input type="checkbox"/> Old Business	<input type="checkbox"/> Discussion Only

SUMMARY: Pursuant to Texas Education Code (TEC),¹ §§48.257 and 49.004, TEA has notified the District of the determination by the Texas Education Agency (TEA or agency) that the District's Tier One local share under TEC, §48.256, will exceed the district's entitlement under TEC, §48.266(a)(1), less the district's distribution from the state available school fund, and/or the district's Tier Two local share described by TEC, §48.266(a)(5)(B), will exceed the amount described by TEC, §48.202(a-1)(2), for school year 2025–2026. This is also known as Recapture.

Based on these estimates, the District's estimated local yield per penny per student in weighted average daily attendance (WADA) exceeds the Tier Two (level two) guaranteed yield of \$49.72. The District will be required to reduce its excess local revenue level for the 2025–2026 school year using one or more of the statutory options available.

A district with local revenue in excess of entitlement has the following five options available to reduce the district's revenue level under TEC, Chapter 49.

- 1) Consolidation with another district as provided by Subchapter B;
- 2) Detachment of territory as provided by Subchapter C;

- 3) Purchase of average daily attendance credit as provided by Subchapter D (“Option 3”);
- 4) Education of nonresident students as provided by Subchapter E (“Option 4”); and/or
- 5) Tax base consolidation with another district as provided by Subchapter F.

District’s statewide have historically selected Option 3. With this option, the District will receive state aid payments beginning in September at the full amount, and then be required to pay the recapture payment separately to TEA by August 15th.

From TEA - To avoid any delays in the approval of the Agreement for the Purchase of Attendance Credit or the Agreement for the Purchase of Attendance Credit (Netting Chapter 48 Funding), **it is recommended that your district’s school board delegate authority to obligate the school district under TEC, Chapter 49, to the superintendent**, and the superintendent would then submit the contract via the Excess Local Revenue module of the online Foundation School Program (FSP) system in Texas Education Agency Login (TEAL).

DISTRICT PRIORITIES:

PRIORITY 1: Building and Sustaining a Culture of Performance and Preparedness for Life Beyond High School	N/A
PRIORITY 2: Building and Sustaining a Culture of Faculty and Staff Commitment	N/A
PRIORITY 3: Increasing Community Engagement and Commitment	N/A
PRIORITY 4: Ensuring Effective and Efficient Operations	4.1 Strong Financial Stewardship

RECOMMENDATION: Based on TEA’s guidance, the Administration recommends the Board approve the delegation as presented.

MOTION LANGUAGE: ☐ No specific language required.

I move the Board approves, for the 2025–2026 school year, the delegation of contractual authority to obligate Calallen ISD (District) under Texas Education Code (TEC) §11.1511(c)(4) to the Superintendent or her designee, 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 the submission of the Agreement for the Purchase of Attendance Credit or the Agreement for the Purchase of Attendance Credit (Netting Chapter 48 Funding).

FUNDING SOURCE AND FINANCIAL IMPACT: ☒ Not Applicable

Funding Source:	Financial Impact:
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