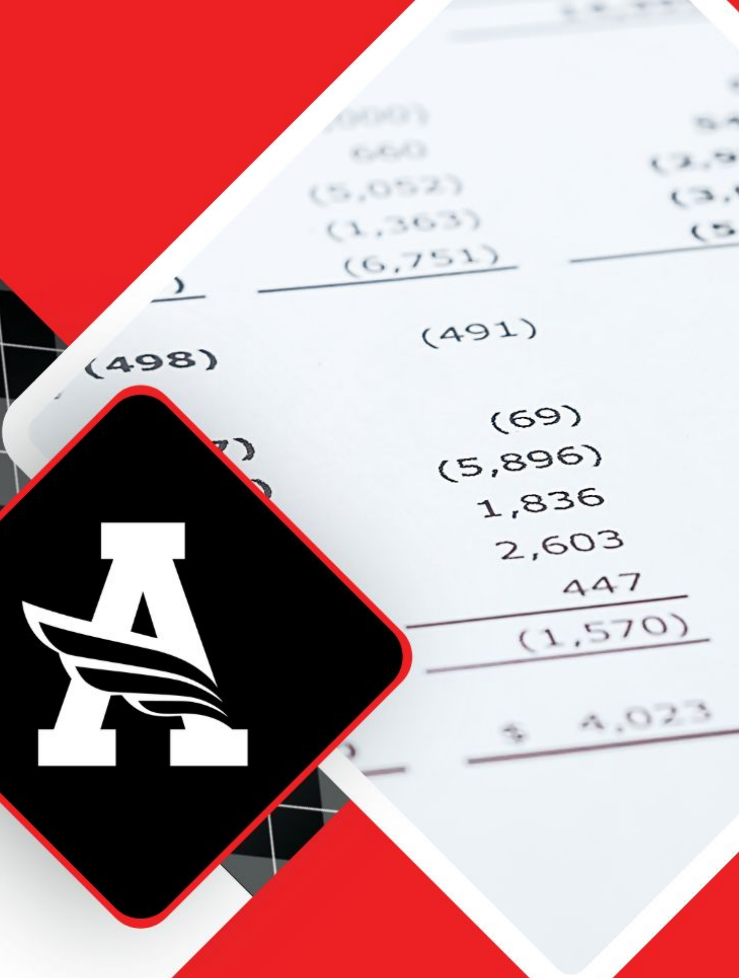
ARGYLE ISD

2026-2027 PROPOSED BUDGET & TAX RATE



August 24, 2026

Liz Stewart, CFO

Agenda

- Budget Development Recap
- Budget Priorities
- 2026-2027 Compensation Plan - Final
- 2026-2027 Staffing Plan - Final
- Enrollment Projections
- Certified Property Values
- Tax Rate Process
- Proposed Tax Rate
- General Fund Revenue
- General Fund Expense
- 2026-2027 Proposed Budget

Road to Adoption

- **Ongoing:** District Financial Strategy Team
- **February 16, 2026:** Regular Board Meeting
  - Preliminary Budget Information
- **March 2, 2026:** Board Workshop
  - Budget Priorities
- **April 8, 2026:** Board Workshop
  - Staffing Plan, Budget Outlook, Fund Balance Update
- **May 6, 2026:** Board Workshop
  - Compensation, Fund Balance Update
- **June 4, 2026**: Board Workshop
  - Updates: Department Budgets, Fund Balance
  - Budget Outlook, Compensation, Staffing Phase 3
- **August 24, 2026:** Regular Board Meeting
  - Proposed Budget and Tax Rate

2026-2027 Budget Priorities

- **Increase Staff Compensation**
- **Maintain current class size ratios with enrollment projections and building capacities**
- **Campus Support Considerations**
- **Consider a Balanced Budget**

Approved 2026-2027 Compensation Plan

- **Teacher Pay Plan: $62,800 starting, 3.0% General Pay Increase**
- 3% of market median increase for all other employee groups (Student Nutrition, Maintenance, Transportation, Paraprofessionals, Administration)
- $50/month increase in district medical contribution
- New paid Pre-K program for employees not covered by the State
- Extra duty pay schedule updates: new stipends, SPED teacher stipend increases, campus communicator stipend/pay increase

26-27 Budget Impact

GPI	**$1,623,456**
Insurance supplement	**$238,800**
Pre-K	**$75,000**
Stipend increase	**$20,500**
Total	**$1,957,756**

2026-2027 Staffing Plan - Final

Phase 1
Approved March 3, 2026

- Campus-level teaching positions
- Special education/special programs
- Campus admin & office support to open GMS
- Operations (Transp/Maint/Grounds/Tech)

Budget Impact: **Within budget**

Phase 2
Approved April 8, 2026

- Special education/special programs
- Campus admin & office support for Elem. Deans of Students
- Central Office
- Fine arts program support
- Operations

Budget Impact: **Within budget**

Phase 3
Approved June 15, 2026

- Teacher Residency (5)
- Special Education Aides (2)
- Counselor (0.5)
- Bus Monitor (1), Maintenance (1)
- Tech Admin Assistant (0.5)

Budget Impact: **Within budget**

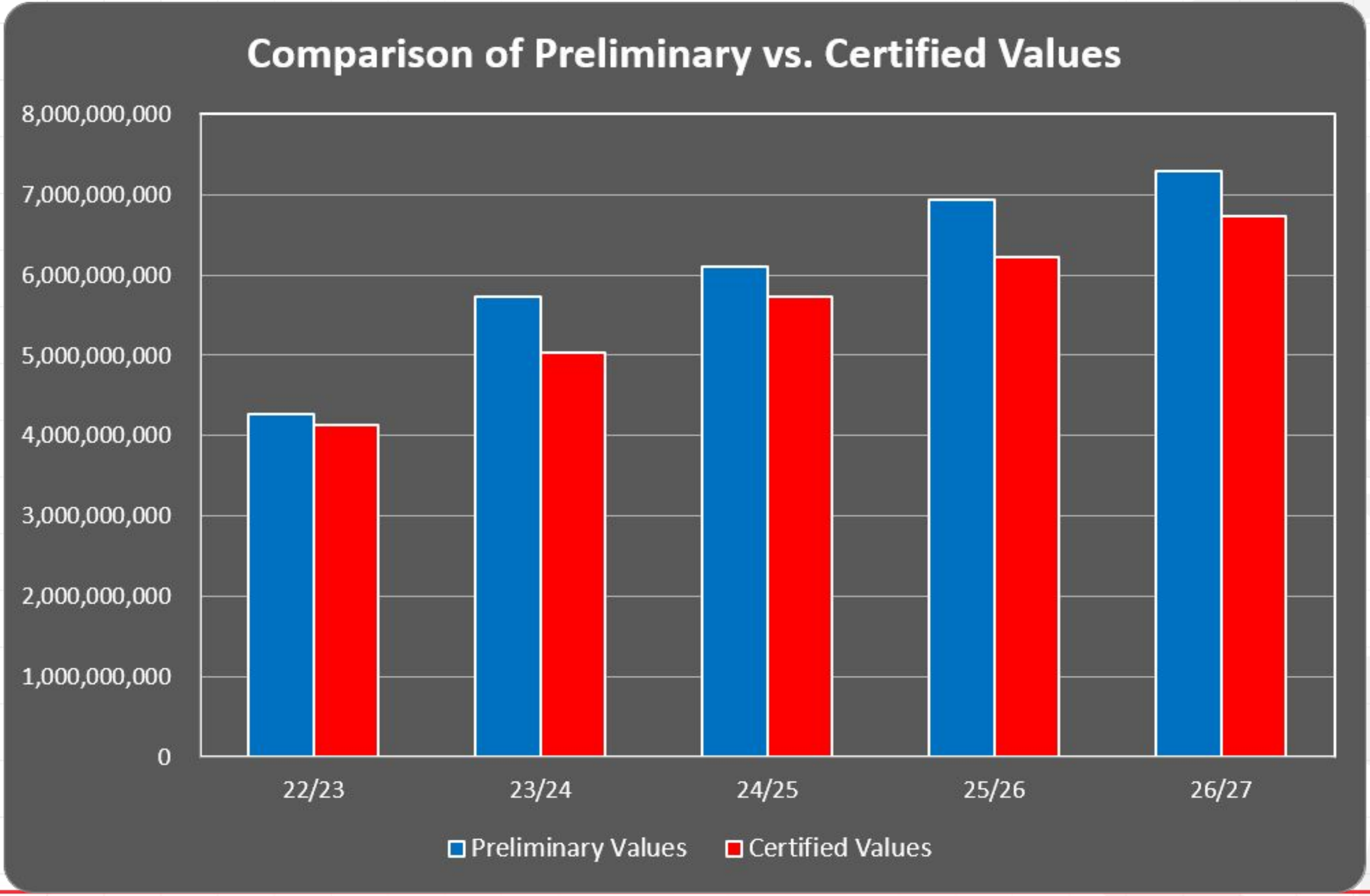
Total 2026-2027 staffing investment: ~$5.26M

Enrollment Projections

Argyle ISD Grade Level Projections - Moderate Scenario (1Q26)

(Fall Snapshot)	EE/PK	K	1st	2nd	3rd	4th	5th	6th	7th	8th	9th	10th	11th	12th	TOTAL STUDENTS	ANNUAL GROWTH	PERCENT CHANGE
2023	113	416	377	420	406	445	436	433	425	415	395	412	378	343	**5,414**	*448*	*9.0%*
2024	222	435	498	446	495	456	508	492	492	477	459	408	410	368	**6,166**	*752*	*13.9%*
2025	170	484	482	547	518	550	502	566	531	515	485	464	395	392	**6,601**	*435*	*7.1%*
2026P	180	522	510	508	573	544	576	531	595	560	547	492	478	402	**7,016**	*415*	*6.3%*
2027P	188	627	549	537	535	600	571	604	559	623	593	560	507	484	**7,539**	*523*	*7.5%*
2028P	195	597	652	574	562	560	625	596	629	584	656	607	575	503	**7,914**	*375*	*5.0%*
2029P	204	628	628	683	605	593	591	661	633	665	624	671	628	589	**8,405**	*491*	*6.2%*
2030P	206	655	655	655	710	632	620	622	692	663	710	641	689	638	**8,786**	*381*	*4.5%*
2031P	210	686	686	686	686	741	663	659	661	731	708	730	666	706	**9,222**	*436*	*5.0%*
2032P	215	713	713	713	713	713	768	698	693	696	781	729	753	680	**9,580**	*358*	*3.9%*
2033P	219	733	733	733	733	733	733	797	726	721	743	800	745	760	**9,908**	*327*	*3.4%*
2034P	223	747	747	747	747	747	747	754	818	747	770	761	810	747	**10,113**	*206*	*2.1%*
2035P	229	763	763	763	763	763	763	771	779	842	798	789	776	813	**10,373**	*260*	*2.6%*

Certified Property Values


Comparison of Preliminary vs. Certified Values
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22/23
23/24
24/25
25/26
26/27
Preliminary Values
Certified Values

Tax Rate Process & New Requirements

- **April 30th:** DCAD provides certified estimate
- **July 25th:** DCAD provides certified values
- **July 18th - August 1st:** District submits Local Property Value Survey to TEA
- **August 5th:** Deadline for TEA to calculate maximum compressed (MCR) tier one rate
- **August 8th:** Publish Notice of Public Meeting
- **August 24th:** Board Meeting

New Truth-in-Taxation Requirements

SB 1023 - Requires the comptroller's tax rate calculation forms to "be capable of including a hyperlink to a document that evidences the accuracy of each entry in the form, other than an entry making a mathematical calculation"

Argyle ISD Truth In Taxation Worksheet

New Budget & Tax Requirements

HB 1522 -

- A physical copy of the proposed budget in the open meeting notice or on the district's website; and
- A taxpayer impact statement in the open meeting notice comparing, for the median-valued homestead property, the property tax bill for the current fiscal year to an estimate of the property tax bill for the upcoming fiscal year if the proposed budget is adopted.

Taxpayer Impact Statement

ARGYLE ISD
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)	$487,940	Adopted 2025 Tax Rate: $1.1727	$5,722.07
FY 2026-2027 (TY 2026)	$488,000	Proposed 2026 tax rate based on the proposed budget for 2026-27: $1.1558	$5,640.30

*Net of $140,000 Homestead Exemption

**Total tax rate

Average vs. Median Taxable Value

	Last Year 2025 Tax Year	This Year 2026 Tax Year
Last Year's Rate Versus Proposed Rate per $100 Value	$1.1727	$1.1558
Average Taxable Value of Residences	$573,182	$584,016
Taxes Due on Average Residence	$6,721.71	$6,750.06
Increase (Decrease) in Taxes		**$28.35**
Median Taxable Value of Residences	$487,940	$488,000
Taxes Due on Median Residence	$5,722.07	$5,640.30
Increase **(Decrease)** in Taxes		**($81.77)**

Tax Rate Calculation

School districts are required to calculate seven tax rates in the process of adopting the final tax rate:

- Maximum compressed tax rate (MCR)
- Voter-approved tax rate (VATR)
- No-new-revenue (NNR) tax rate
- Rate to maintain same level of M&O revenue/No-new revenue M&O (NNR M&O) tax rate
- Proposed M&O tax rate
- Proposed I&S tax rate
- Rate to maintain M&O revenue & pay debt service

Tax Rate Calculation

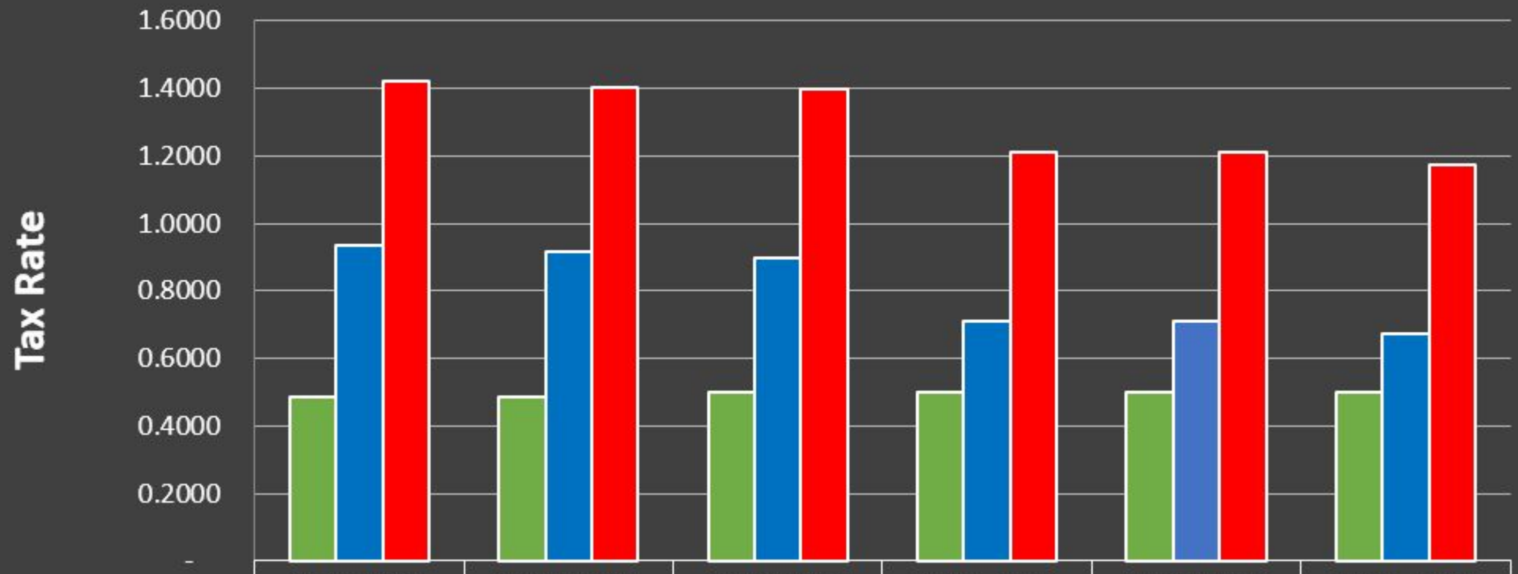
Tax Year 2026 MCR Range $0.5628 - $0.6254

M&O Rate =
Local MCR + Tier Two Voter Approved Pennies

M&O Rate = $0.5628 + $0.0930

M&O Rate = $0.6558

Argyle ISD Tax Rates

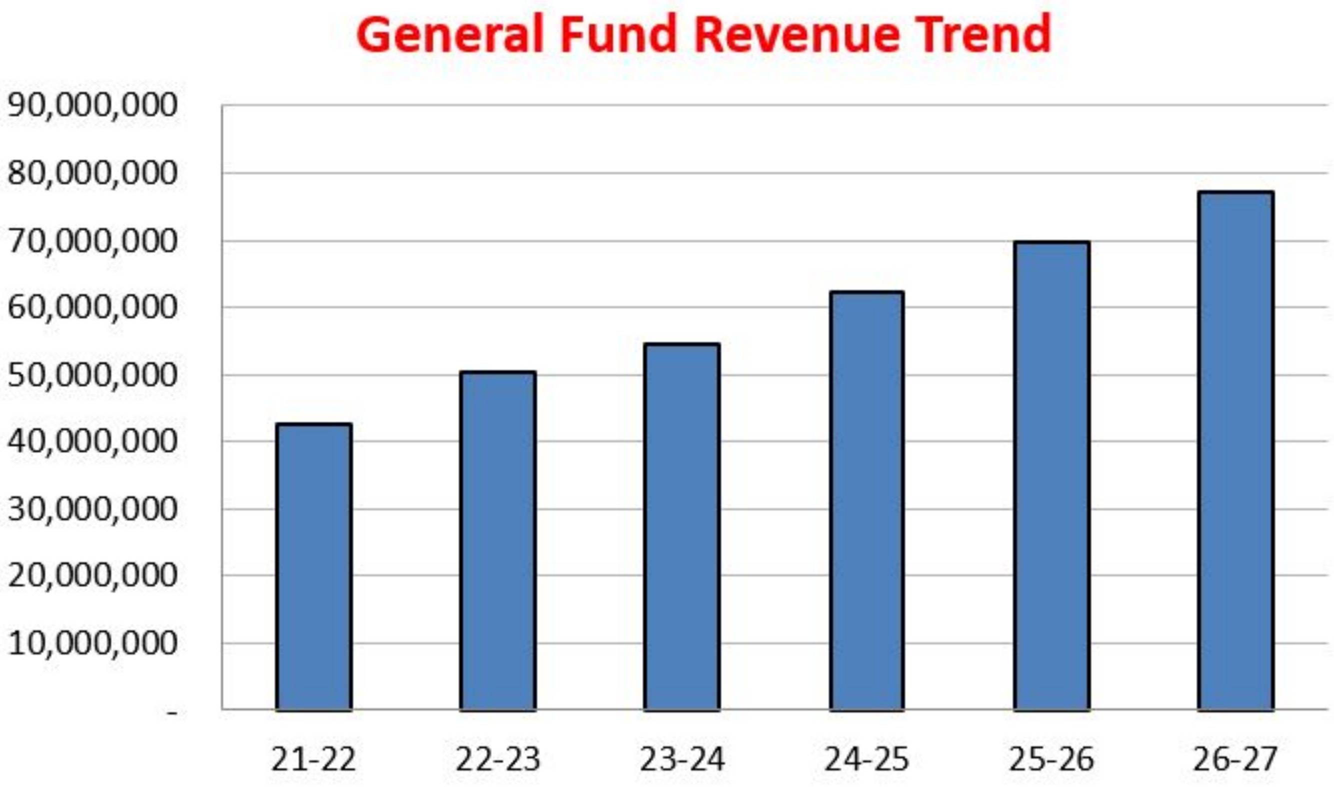


	2020-2021	2021-2022	2022-2023	2023-2024	2024-2025	2025-2026
I&S Tax Rate	0.4850	0.4850	0.5000	0.5000	0.5000	0.5000
M&O Tax Rate	0.9337	0.9150	0.8976	0.7122	0.7099	0.6727
Total Tax Rate	1.4187	1.4000	1.3976	1.2122	1.2099	1.1727

2026-2027 Proposed Tax Rate

M&O Rate (Day-to-Day Operations)	+	I&S Rate (Principal & Interest on Debt)	=	Total Tax Rate
$0.6558		**$0.5000**		**$1.1558**
Salary & Benefits Utilities, Supplies, Repairs		*New Construction, Renovations HVAC Systems, Technology*		
Similar Taxpayer Expenses: Groceries, Utilities, Routine Services		*Similar Taxpayer Expenses:* Mortgage, Major Appliances, Car		

- $0.0169 tax rate decrease
- $28.35 **increase** for the **average** residence
- $81.77 **decrease** for the **median** residence


General Fund Revenue Trend
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60,000,000
50,000,000
40,000,000
30,000,000
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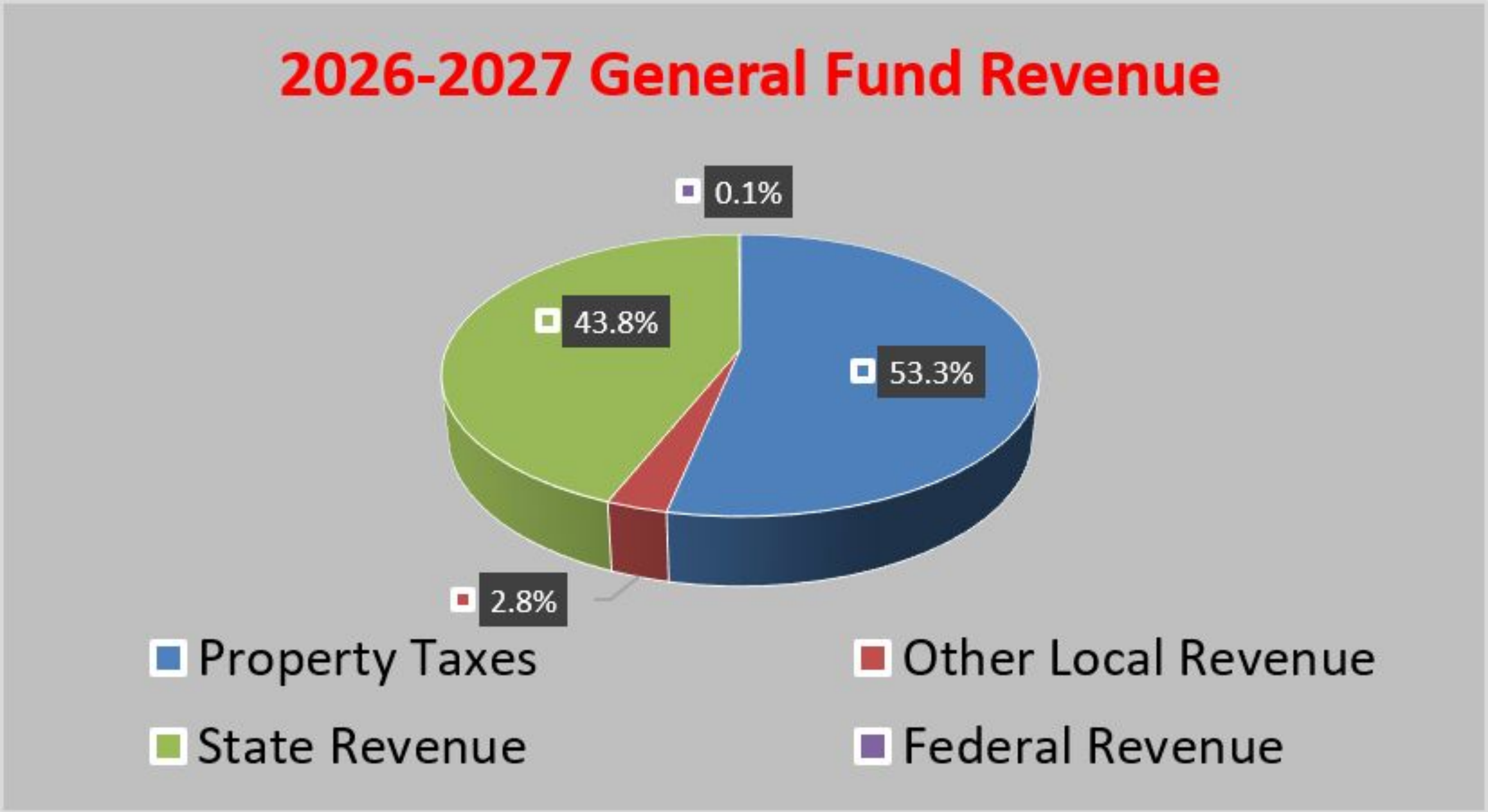
10,000,000
-
21-22
22-23
23-24
24-25
25-26
26-27

General Fund Revenue by Amount

General Fund Revenue	2021-2022	2022-2023	2023-2024	2024-2025	Amended Budget 2025-2026	Proposed Budget 2026-2027
Property Taxes	29,305,822	35,898,029	33,389,589	38,150,423	39,215,000	41,130,000
Other Local Revenue	1,045,715	2,275,926	2,414,347	2,623,886	1,748,500	2,171,000
State Revenue	12,244,756	11,894,095	18,594,415	21,504,698	28,786,903	33,811,773
Federal Revenue	124,026	187,974	92,224	81,227	85,000	58,000
Total General Fund Revenue	**42,720,319**	**50,256,024**	**54,490,575**	**62,360,234**	**69,835,403**	**77,170,773**

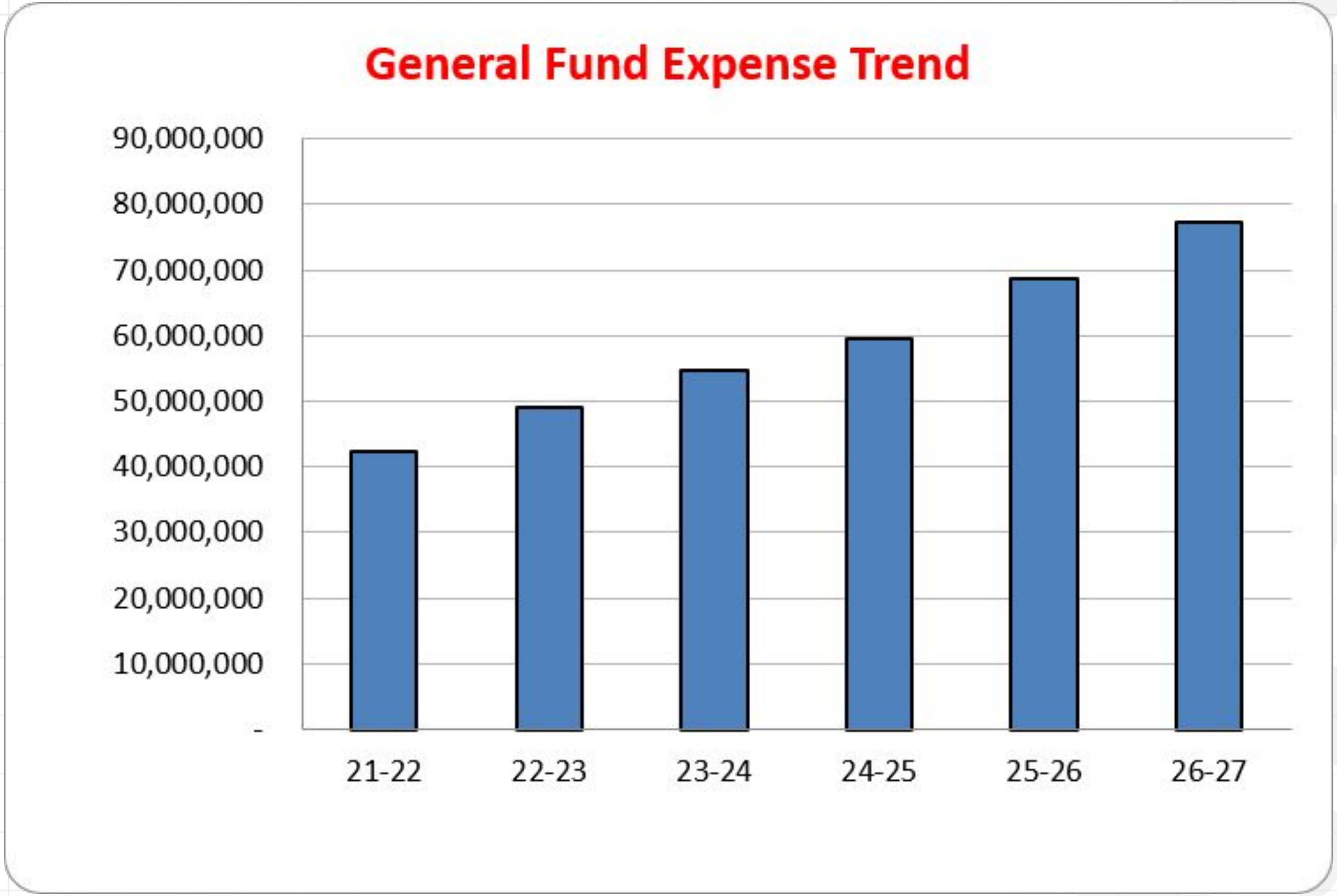
General Fund Revenue by Percent

General Fund Revenue	2021-2022	2022-2023	2023-2024	2024-2025	Amended Budget 2025-2026	Proposed Budget 2026-2027
Property Taxes	68.6%	71.4%	61.3%	61.2%	56.2%	53.3%
Other Local Revenue	2.4%	4.5%	4.4%	4.2%	2.5%	2.8%
State Revenue	28.7%	23.7%	34.1%	34.5%	41.2%	43.8%
Federal Revenue	0.3%	0.4%	0.2%	0.1%	0.1%	0.1%
Total General Fund Revenue	**100.0%**	**100.0%**	**100.0%**	**100.0%**	**100.0%**	**100.0%**


2026-2027 General Fund Revenue
0.1%
43.8%
53.3%
2.8%
Property Taxes
Other Local Revenue
State Revenue
Federal Revenue

General Fund Expense Big Picture

- Campus Allocations
- Department - Zero Based Budgets
- Staffing Plan Increase $5.2M
- Compensation Plan $2M
- Opening of GMS
- Aligned with Collaborative Vision Year 2 Plan


General Fund Expense Trend
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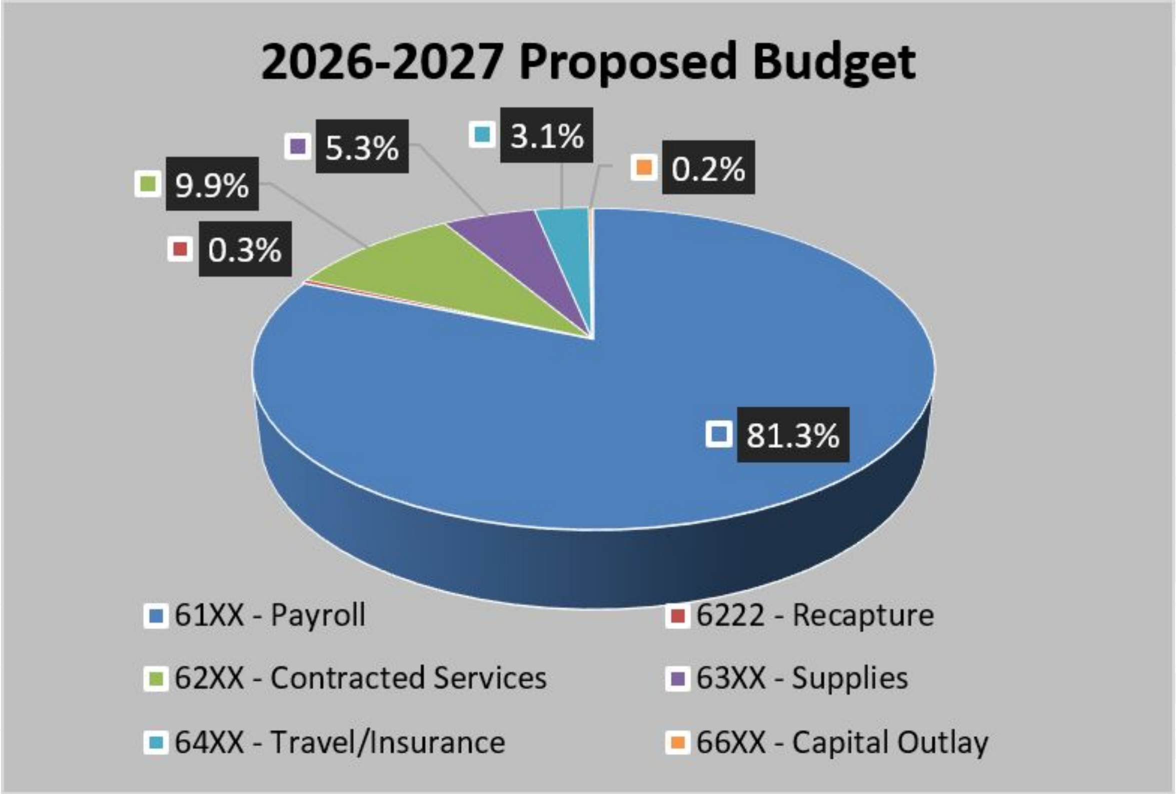
10,000,000
-
21-22
22-23
23-24
24-25
25-26
26-27

General Fund Expense by Object

General Fund Expense	2021-2022	2022-2023	2023-2024	2024-2025	Amended Budget 2025-2026	Proposed Budget 2026-2027
61XX - Payroll	33,379,250	39,777,094	44,796,091	48,072,054	55,374,444	62,712,151
6222 - Recapture	101,874	167,104	210,702	244,514	270,000	270,000
62XX - Contracted Services	4,385,860	4,934,907	5,592,731	6,177,323	7,034,348	7,621,300
63XX - Supplies	2,588,270	2,688,316	2,508,769	2,922,752	3,716,332	4,064,202
64XX - Travel/Insurance	1,267,520	1,365,058	1,466,880	1,898,328	2,067,349	2,371,120
66XX - Capital Outlay	641,353	215,363	212,542	159,688	160,300	132,000
Total General Fund Expense	**42,364,127**	**49,147,842**	**54,787,715**	**59,474,659**	**68,622,773**	**77,170,773**

General Fund Expense by Object



General Fund Expense by Function

General Fund Expense by Function	2021-2022	2022-2023	2023-2024	2024-2025	Amended Budget 2025-2026	Proposed Budget 2026-2027
11 Instruction	24,105,495	28,398,216	31,778,010	35,146,846	41,438,130	46,442,613
12 Instr. Media Services	622,991	555,929	649,256	577,317	626,283	714,803
13 Staff Development	135,081	134,689	90,165	71,682	287,965	147,365
21 Instr. Leadership	517,172	569,750	730,565	613,884	770,023	994,876
23 School Leadership	2,140,535	2,486,723	2,738,946	2,934,869	3,068,740	3,911,428
31 Counseling	1,186,244	1,467,742	1,753,748	1,653,943	1,865,042	2,048,950
33 Health Services	506,243	537,560	639,879	610,450	673,490	778,913
34 Student Transp.	2,086,295	2,012,692	2,110,616	2,599,206	3,109,614	3,867,814
35 Student Nutrition	68,824	-	-	-	149,809	
36 Extracurricular	2,181,131	2,280,336	2,362,166	2,289,661	2,729,775	2,844,688
41 General Admin.	1,642,340	2,262,695	2,613,463	2,734,433	2,727,433	2,848,701
51 Plant Maint.	5,191,616	5,908,076	6,513,210	7,357,719	7,499,586	8,817,196
52 Security & Mon.	437,667	721,438	853,345	913,656	1,328,338	1,381,297
53 Data Processing	1,086,977	1,222,030	1,311,405	1,236,103	1,556,771	1,492,129
81 Facilities Acq/Constru.	65,867	100,710	41,827	-	13,774	15,000
91 Cont. Instr. Btw Schools	101,874	167,104	210,703	244,514	270,000	270,000
93 Payments -Shared Service	36,205	10,500	12,000	30,000	38,000	70,000
95 Payments - JJAEP				16,875	20,000	20,000
99 Intergovernmental Charge	251,570	311,652	378,411	443,501	450,000	505,000
Total Expenses	**42,364,127**	**49,147,842**	**54,787,715**	**59,474,659**	**68,622,773**	**77,170,773**

General Fund Expense by Function

General Fund Expense by Function	2021-2022	2022-2023	2023-2024	2024-2025	Amended Budget 2025-2026	Proposed Budget 2026-2027
11 Instruction	56.9%	57.8%	58.0%	59.1%	60.4%	60.2%
12 Instr. Media Services	1.5%	1.1%	1.2%	1.0%	0.9%	0.9%
13 Staff Development	0.3%	0.3%	0.2%	0.1%	0.4%	0.2%
21 Instr. Leadership	1.2%	1.2%	1.3%	1.0%	1.1%	1.3%
23 School Leadership	5.1%	5.1%	5.0%	4.9%	4.5%	5.1%
31 Counseling	2.8%	3.0%	3.2%	2.8%	2.7%	2.7%
33 Health Services	1.2%	1.1%	1.2%	1.0%	1.0%	1.0%
34 Student Transp.	4.9%	4.1%	3.9%	4.4%	4.5%	5.0%
35 Student Nutrition	0.2%	0.0%	0.0%	0.0%	0.2%	0.0%
36 Extracurricular	5.1%	4.6%	4.3%	3.8%	4.0%	3.7%
41 General Admin.	3.9%	4.6%	4.8%	4.6%	4.0%	3.7%
51 Plant Maint.	12.3%	12.0%	11.9%	12.4%	10.9%	11.4%
52 Security & Mon.	1.0%	1.5%	1.6%	1.5%	1.9%	1.8%
53 Data Processing	2.6%	2.5%	2.4%	2.1%	2.3%	1.9%
81 Facilities Acq/Constru.	0.2%	0.2%	0.1%	0.0%	0.0%	0.0%
91 Cont. Instr. Btw Schools	0.2%	0.3%	0.4%	0.4%	0.4%	0.3%
93 Payments -Shared Service	0.1%	0.0%	0.0%	0.1%	0.1%	0.1%
95 Payments - JJAEP						0.0%
99 Intergovernmental Charge	0.6%	0.6%	0.7%	0.7%	0.7%	0.7%
Total Expenses	**100.0%**	**100.0%**	**100.0%**	**100.0%**	**100.0%**	**100.0%**

Argyle ISD

Proposed Budget Summary

General Fund

	Amended Budget 2025-2026	Proposed Budget 2026-2027
Assumptions		
Student Enrollment - Snapshot	6,601	7,016
ADA	6,272	6,723
Estimated Taxable Property Value	$6.2B	$6.7B
Tax Rate		
M&O Tax Rate	0.6727	0.6558
I&S Tax Rate	0.5000	0.5000
Total Tax Rate	**1.1727**	**1.1558**
Proposed Budget Summary		
Total Revenue	69,835,403	77,170,773
Total Expenditures	68,622,773	77,170,773
Surplus/(Deficit)	*1,212,630*	-
Fund Balance		
Beginning Fund Balance 2025-2026	15,612,055	16,824,685
Projected Ending Fund Balance	16,824,685	16,824,685
Operating Months	*2.7*	*2.6*

**Projections only, based upon assumptions presented*

Argyle ISD
Proposed Budget Summary
Interest & Sinking Fund

	Amended Budget 2025-2026	Proposed Budget 2026-2027
Assumptions		
Student Enrollment - Snapshot	6,601	7,016
ADA	6,272	6,723
Estimated Taxable Property Value	$6.2B	$6.7B
Tax Rate		
M&O Tax Rate	0.6727	0.6558
I&S Tax Rate	0.5000	0.5000
Total Tax Rate	**1.1727**	**1.1558**
Proposed Budget Summary		
Total Revenue	32,998,000	36,167,000
Total Expenditures	38,173,500	39,005,074
Surplus/(Deficit)	*(5,175,500)*	*(2,838,074)*
Fund Balance		
Beginning Fund Balance 2025-2026	15,110,986	9,935,486
Projected Ending Fund Balance	9,935,486	7,097,412
Operating Months	*4.8*	*3.1*

**Projections only, based upon assumptions presented*

Argyle ISD
Proposed Budget Summary
Student Nutrition Funds

	Fund 240		Fund 495	
	Amended Budget 2025-2026	Proposed Budget 2026-2027	Amended Budget 2025-2026	Proposed Budget 2026-2027
Assumptions				
Student Enrollment - Snapshot	3,253	3,413	3,348	3,603
Projected Budget Summary				
Total Revenue	1,563,000	1,634,478	2,175,000	2,339,517
Total Expenditures	1,583,000	1,634,478	2,236,000	2,339,517
Surplus/(Deficit)	*(20,000)*	-	*(61,000)*	-
Fund Balance				
Beginning Fund Balance 2025-2026	342,525	322,525	62,457	1,457
Projected Ending Fund Balance	322,525	322,525	1,457	1,457
Operating Months	*2.6*	*2.4*	*0.3*	*0.0*

2026-2027 Recommended Budget by Fund, Function, & Object

2026-2027 Recommended Budget