

HAYS CONSOLIDATED INDEPENDENT SCHOOL DISTRICT BOARD OF TRUSTEES

Date: September 28, 2026

Agenda Item: K.9

Board Goal: Finance

Subject: Consideration and possible adoption of the Resolution, No-Objection Letter, and Payment in Lieu of Taxes for a Foreign Trade Zone

Administrator Responsible/Position: Dr. Eric Wright, Superintendent
Deborah Ottmers, Chief Financial Officer

A. Purpose of Agenda Item:

☒ Action needed

☐ Information only

☐ Receive input

B. Authority for This Action:

☒ Local Policy:

☒ Law or Rule

☐ N/A

C. Goal or Need Addressed: Finance: Increase fund balance. This will help retain the fund balance as opposed to reduce it.

D. Summary:

☐ Previous board action relating to this item: N/A

☐ Future action anticipated: N/A

☒ **Background information:** ENF Technology employs 21 community members which manufacture semiconductors in the Kyle area. The company is eligible and authorized by federal law to the requested exemption from certain tariffs and inventory tax revenues. To ensure HCISD does not experience a tax revenue loss, the company will annually calculate and make a payment in lieu of taxes which will approximate \$25,000 currently. The Kyle Economic Development group is involved in this community endeavor.

E. Comments Received:

☒ Cabinet

☒ Other: Finance

F. Administrative Recommendation: Administration recommends acceptance of the resolution.

G. Fiscal Impact and/or Cost: N/A

H. Monitoring and Reporting Time-Line:

Person responsible for evaluating this decision or action: Deborah Ottmers

Next report to the Board: N/A

I. Suggested Motion:

I move that the Hays CISD Board of Trustees adopt the resolution, letter, and payment in lieu of taxes agreement for a Foreign Trade Zone, as presented.