

A white calculator is positioned in the foreground, slightly to the left, resting on a financial document. The document contains various tables and numbers, including a table with columns of numbers like 114811, 114922, 114940, 115029, 183912, and 180708. A black pen lies horizontally behind the calculator. The background is a light blue gradient.

Budget Adoption

June 24, 2025

Proven Financial Stewardship

✓ External Audit	❖ Zero Findings for past 10 years
✓ Balanced Budgets	❖ FY2018 to FY2023 ❖ Legislative inaction for current biennium FY2024 to FY2025
✓ Financial Integrity Rating System of Texas (FIRST)*	❖ Superior Rating since FY2018
✓ Credit Rating	❖ In 2021, Moody's Investors Service upgraded CISD's credit rating from A1 to Aa3 and has been maintained since
✓ High Caliber Annual Financial Statements	❖ CISD was first school district in the region to prepare an Annual Comprehensive Financial Report since Fiscal Year 2016
✓ Financial Accolades	❖ Certificate of Achievement for Excellence in Financial Reporting from GFOA – 8 Years ❖ Certificate of Excellence in Financial Reporting from ASBO – 8 Years ❖ Award of Excellence in Financial Management from TASBO – 3 Years (<i>First in the Region to receive award</i>) ❖ Purchasing Award of Merit from TASBO – 5 Years ❖ Texas Comptroller Transparency Star in Traditional Finances – 4 Years

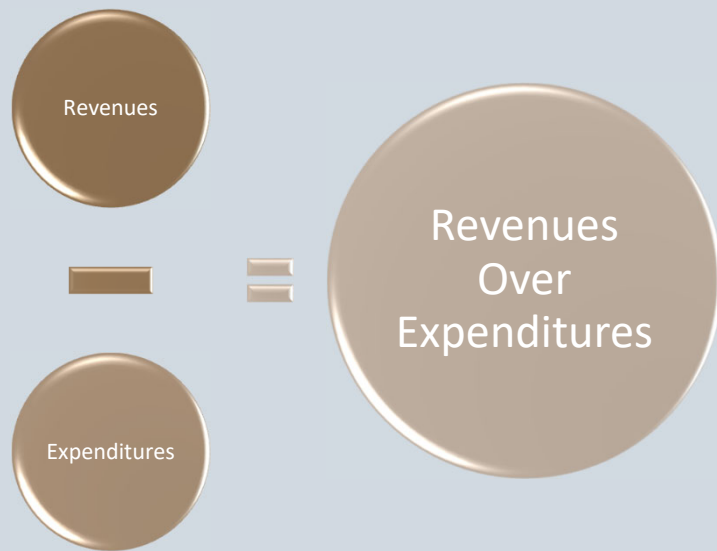
FIRST - Evaluates the management of a school districts financial resources and ensures the accountability for student learning goals are cost-effective and efficient with potential impact on Districts **accreditation*

Fiscal Process – Budget Adoption “The Plan”

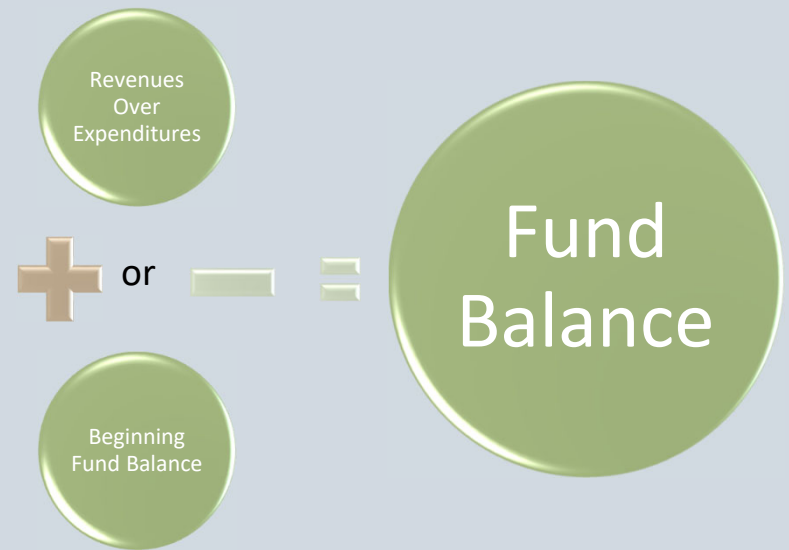


Fiscal Process – What is Fund Balance?

Annual Process Budget to Actual



Accumulated Results



Estimating Revenues

Enrollment
Projections



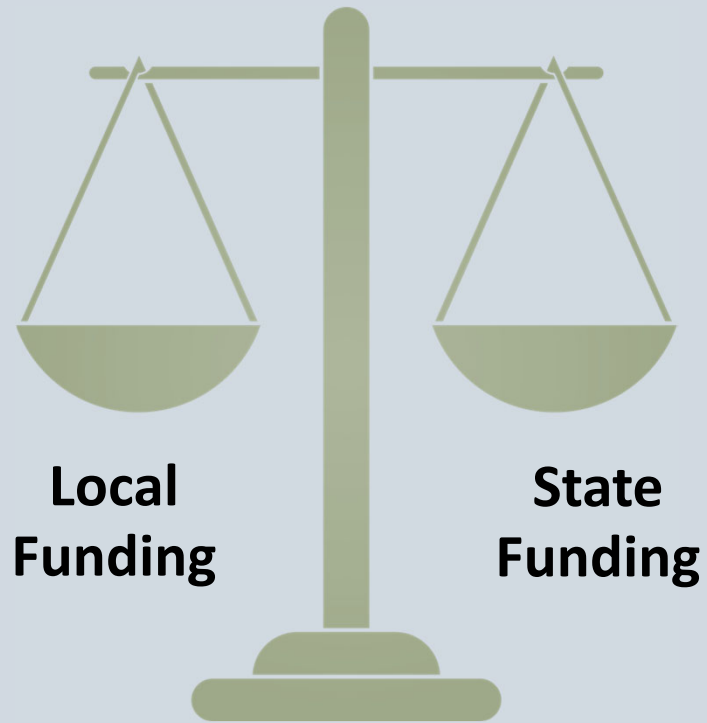
State
Funding

Property Tax
Estimates



Local
Funding

Funding Formula

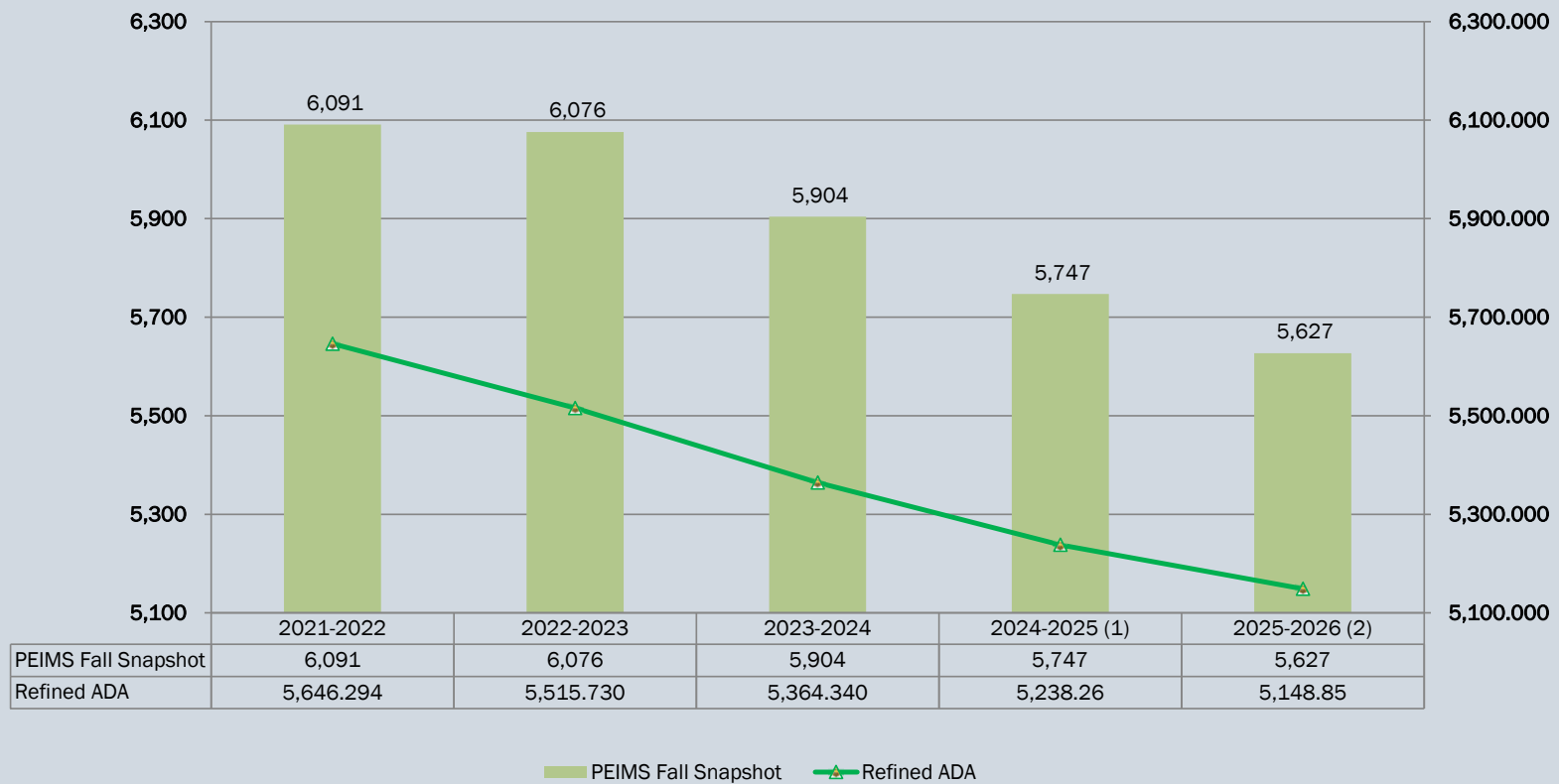


FY26 Enrollment Projections

Campus	2025 Enrollment At Snapshot	2026 Preliminary Enrollment	Change
Canutillo High School	1,442	1,398	(44)
Northwest Early College HS	373	398	25
Canutillo Middle School	717	648	(69)
Alderete Middle School	571	599	28
Canutillo Elementary	480	465	(15)
Davenport Elementary	304	308	4
Damian Elementary	473	444	(29)
Childress Elementary	386	379	(7)
Garcia Elementary	424	437	13
Reyes Elementary	577	551	(26)
Total	5,747	5,627	(120)

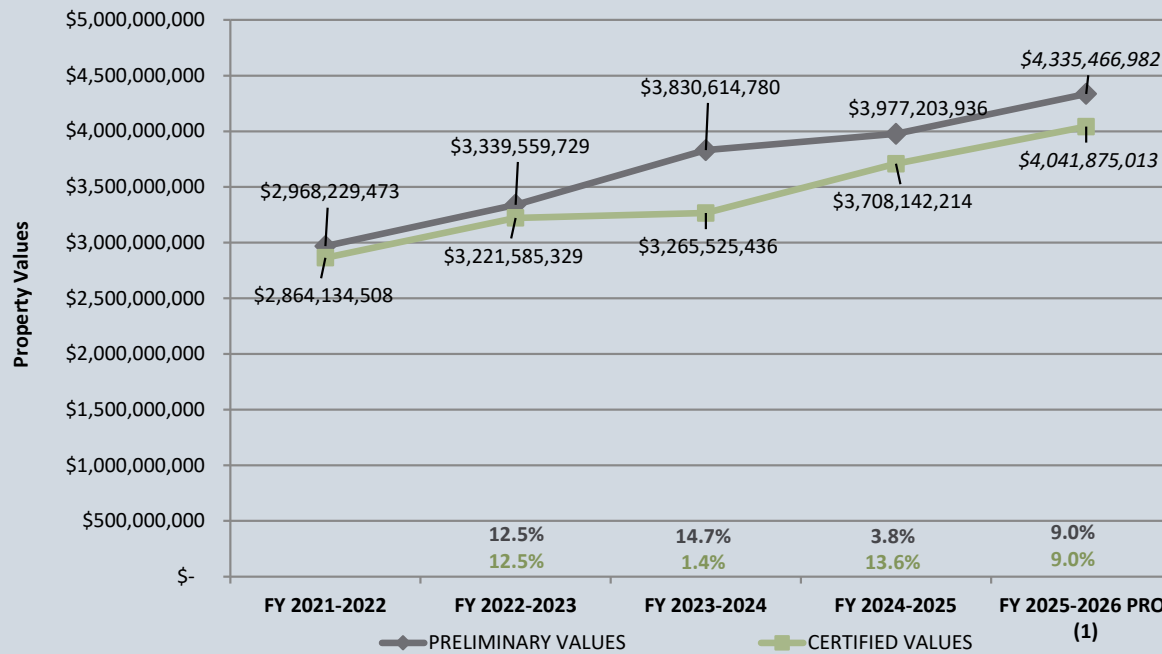
Enrollment projections for 2025 are based on the rollup by grade level from the 2024 snapshot, enrollment grades EE – K remained constant

Historical Enrollment and ADA



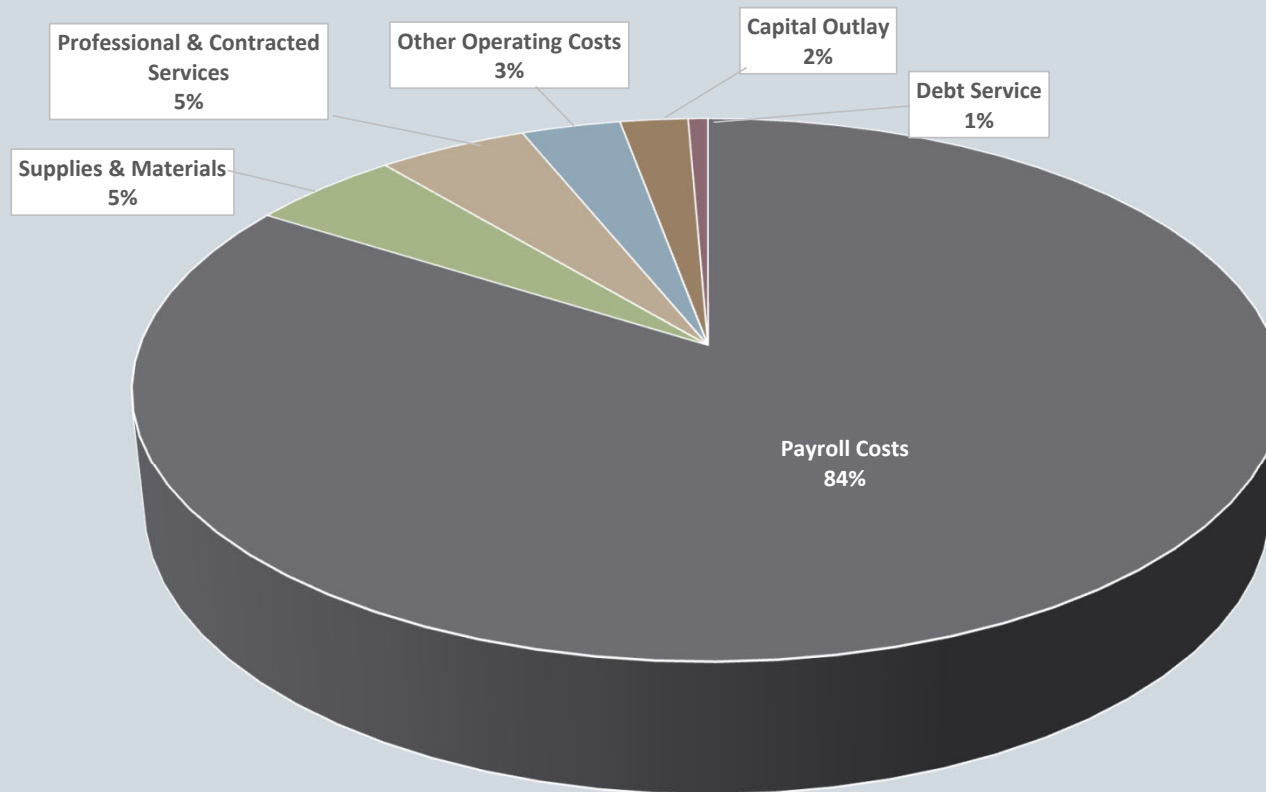
- (1) ADA is projected at **95.1%** of enrollment and on October 2024 snapshot
- (2) 2026 enrollment is based on the 2025 rollover for grades K-12 and prior years enrollment for grades EE-PK and **94%** attendance rate

PROPERTY TAX VALUE TRENDS



(1) Projected values calculated at an estimated 6.8% decrease from the 2025 preliminary values as of April 26, 2025, the average for the past 5 years

Budget Allocation



FY26 Proposed Budget Allocation by Campus

Organization Name	Organization	2024 - 2025 Adopted Personnel	2024 -2025 Adopted Operation	2024-2025 Adopted Budget	2025 - 2026 Proposed Personnel	2025 -2026 Proposed Operation	2025-2026 Proposed Budget	Increase (Decrease)
Canutillo High School	001	9,788,452	659,466	10,447,918	9,797,198	486,539	10,283,737	(164,181)
Northwest Early College H.S	003	2,580,794	351,604	2,932,398	2,620,405	304,764	2,925,169	(7,229)
Canutillo Middle School	041	4,796,668	129,217	4,925,885	4,322,353	295,836	4,618,189	(307,696)
Alderete Middle School	042	4,398,131	196,044	4,594,175	3,907,322	224,386	4,131,708	(462,467)
Canutillo Elementary	101	3,700,934	92,191	3,793,125	3,762,279	75,106	3,837,385	44,260
Davenport Elementary	102	2,602,502	53,739	2,656,241	2,720,728	42,743	2,763,471	107,230
Damian Elementary	103	3,651,531	90,952	3,742,483	3,641,231	55,310	3,696,541	(45,942)
Childress Elementary	104	3,331,203	122,017	3,453,220	3,338,659	64,334	3,402,993	(50,227)
Garcia Elementary	105	3,359,098	78,936	3,438,034	3,528,437	64,151	3,592,588	154,554
Reyes Elementary	106	3,686,485	145,624	3,832,109	3,695,718	114,613	3,810,331	(21,778)
Summer School/Additional Enrollment	699	-	80,000	80,000	0	80,000	80,000	0
Total Campuses		\$ 41,895,798	\$ 1,999,790	\$ 43,895,588	\$ 41,334,330	\$ 1,807,782	\$ 43,142,112	\$ (753,476)
		95%	5%		96%	4%	Net Average:	-1.72%

Legislative Update – House Bill 2

New State Funding Requirements for Public Education

- Signed into law by Gov. Abbott, effective July 2025
- Provides new allotments for teacher and support staff compensation
- Salary increases are **mandatory and recurring**, not one-time payments
- Requires changes to pay structures and reporting processes



Legislative Update – House Bill 2

Teacher Retention Allotment

- \$2,500 per teacher with 3–4 years of experience
- \$5,000 per teacher with 5+ years of experience
- Applies to classroom teachers (PEIMS code 087)
 - Not included: Instructional Coaches, Librarians, Campus Administrators, Counselors, Nurses, Teachers not in Classroom Assignment



Legislative Update – House Bill 2

Support Staff Allotment

- \$45 per student in **adjusted average attendance**
- Funds must increase **base pay** for non-administrative staff
- Eligible staff include:
 - Counselors
 - Librarians
 - Nurses
 - All Hourly Support Staff
- Ineligible staff: Superintendent, Assistant Superintendents (or equivalent), Campus Administrators and Centralized Supervisory Staff



Legislative Update – House Bill 2

Budget Implications & Next Steps

- All salary increases must be in **base pay** and maintained annually
- **No flexibility** to make increases as stipends or one-time payments
- TEA advises districts to expect **frequent budget amendments**
- **NOTE: HB2 state funding does not cover impact to fringe benefits, which must be incurred by the district.**



Legislative Update – House Bill 2

Estimated Budget Impact

	Estimate
Basic Allotment Increase \$55 per ADA	\$293,700
Small and Mid-Size Allotment	\$55,600
Special Education	\$14,800
Compensatory Education Allotment	\$49,400
School Safety Allotment	\$236,800
Basic Cost Allotment \$106 per Enrolled	\$596,000
Teacher Retention Allotment*	\$1,442,500
Support Staff Retention Allotment \$45 per ADA	\$209,400
Recapture Payment**	\$216,900
Total	\$3,115,100



Adopted Budget Assumptions

Approval of increased District health contribution per enrolled employee of \$100 per month from \$623 to \$723

Approval of Compensation Plan –

- HB2 required Teacher increases \$2,500/\$5,000
- 1% pay increase for Hourly Support Staff as well as Counselors, Nurses and Librarians



FY2026 General Fund Projections

Revenues	\$	65,791,753
Operating Expenditures		<u>(65,791,753)</u>
Projected FY2026 Surplus (Deficit)	\$	<u>-</u>
Fund Balance		
Projected Beginning Fund Balance		<u>12,066,072</u>
Projected Ending Fund Balance		12,066,072
Administration Assigned FB - Technology Refresh		<u>(2,320,000)</u>
Ending Unassigned Fund Balance	\$	<u><u>9,746,072</u></u>
1 Day of Operations	\$	180,251
Optimum Unassigned Fund Balance (90 Days)	\$	16,222,624
Days of Fund Balance		54

FY2026 Debt Service (Fund 599)

Revenues	\$	15,107,091
Operating Expenditures		<u>(15,107,091)</u>
Projected FY2026 Surplus (Deficit)	\$	<u>-</u>

The Debt Service Fund is self-sustaining

Maximum Fund Balance for FY26 = \$12,192,276 (Current Year's Debt Service P&I and Fees)
FY26 Projected Ending Fund Balance = \$12,680,377

FY2026 Child Nutrition (Fund 101)

Revenues	\$	5,900,000
Operating Expenditures		<u>(5,900,000)</u>
Projected FY2026 Surplus (Deficit)	\$	<u>-</u>

Fund Balance

Projected Ending Fund Balance	1,483,328
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Ending Unassigned Fund Balance	\$	<u>1,483,328</u>
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1 Day of Operations	\$	16,164
Optimum Unassigned Fund Balance (90 Days)	\$	1,454,795

Days of Fund Balance	92
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The Child Nutrition Fund is self-sustaining

Budget Allocation by Function

FUNCTION	DESCRIPTION OF FUNCTION	2024-2025 ADOPTED BUDGET	2025-2026 PROPOSED BUDGET	INCREASE (DECREASE)	PER STUDENT AT PROJECTED ENROLLMENT OF 5,627
11	Instruction	38,343,135	38,351,384	8,249	6,404
12	Instructional Resources & Media Svcs	828,435	830,000	1,565	139
13	Curriculum & Staff Development	776,851	629,819	(147,032)	105
21	Instructional Leadership	1,190,498	880,744	(309,754)	147
23	School Leadership	4,135,158	4,068,178	(66,980)	679
31	Guidance, Counseling, & Evaluation Sv	2,559,745	2,574,533	14,788	430
32	Social Work Services	149,828	210,870	61,042	35
33	Health Services	1,039,882	977,805	(62,077)	163
34	Student Transportation	2,154,176	2,124,025	(30,151)	355
36	Extracurricular Activities	1,862,554	1,940,529	77,975	324
41	General Administration	3,457,431	2,922,644	(534,787)	488
51	Facilities Maintenance and Operations	7,004,799	6,036,177	(968,622)	1,008
52	Security and Monitoring Services	1,400,964	1,261,215	(139,749)	211
53	Data Processing Services	1,937,456	1,734,285	(203,171)	290
61	Community Services	20,901	15,001	(5,900)	3
71	Debt Service	457,096	617,348	160,252	103
81	Facilities Acquisition and Construction	45,300	5,000	(40,300)	1
99	Other Intergovernmental Charges	584,196	612,196	28,000	102
M&O BUDGET TOTALS		\$67,948,405	\$65,791,753	(\$2,156,652)	\$10,987
35	Child Nutrition	5,355,545	5,135,000	(220,545)	857
51	Facilities Maintenance and Operations	514,455	765,000	250,545	128
CHILD NUTRITION BUDGET TOTALS		\$5,870,000	\$5,900,000	\$30,000	\$985
71	Debt Service	15,299,589	15,107,091	(192,498)	2,522
I&S BUDGET TOTALS		\$15,299,589	\$15,107,091	(\$192,498)	\$2,522



Questions & Public Comment



Motion: To Approve the 2025-2026 Proposed Budget

FUNCTION	DESCRIPTION OF FUNCTION	2025-2026 GENERAL FUND	2025-2026 CHILD NUTRITION FUND	2025-2026 DEBT SERVICE FUND	2025-2026 TOTAL
11	INSTRUCTION	38,351,384			38,351,384
12	INSTRUCTIONAL RESOURCES & MEDIA	830,000			830,000
13	STAFF/CURRICULUM DEVELOPMENT	629,819			629,819
21	INSTRUCTIONAL ADMINISTRATION	880,744			880,744
23	SCHOOL LEADERSHIP	4,068,178			4,068,178
31	GUIDANCE & COUNSELING SERVICES	2,574,533			2,574,533
32	SOCIAL WORK SERVICES	210,870			210,870
33	HEALTH SERVICES	977,805			977,805
34	STUDENT TRANSPORTATION	2,124,025			2,124,025
35	FOOD SERVICE		5,135,000		5,135,000
36	COCURRICULAR ACTIVITIES	1,940,529			1,940,529
41	GENERAL ADMINISTRATION	2,922,644			2,922,644
51	PLANT MAINTENANCE & OPERATIONS	6,036,177	765,000		6,801,177
52	SECURITY & MONITORING SERVICES	1,261,215			1,261,215
53	DATA PROCESSING SERVICES	1,734,285			1,734,285
61	COMMUNITY SERVICES	15,001			15,001
71	DEBT SERVICE	617,348		15,107,091	15,724,439
81	FACILITIES ACQUISITION/CONSTRUCTION	5,000			5,000
99	OTHER INTER-GOVERNMENTAL CHARGES	612,196			612,196
BUDGET TOTALS		\$65,791,753	\$5,900,000	\$15,107,091	\$86,798,844