

BUDGET UPDATE AND PRELIMINARY DISCUSSION

MAY 11, 2026

CURRENT YEAR'S BUDGET

FY2025-2026

2025-2026 Budget Update

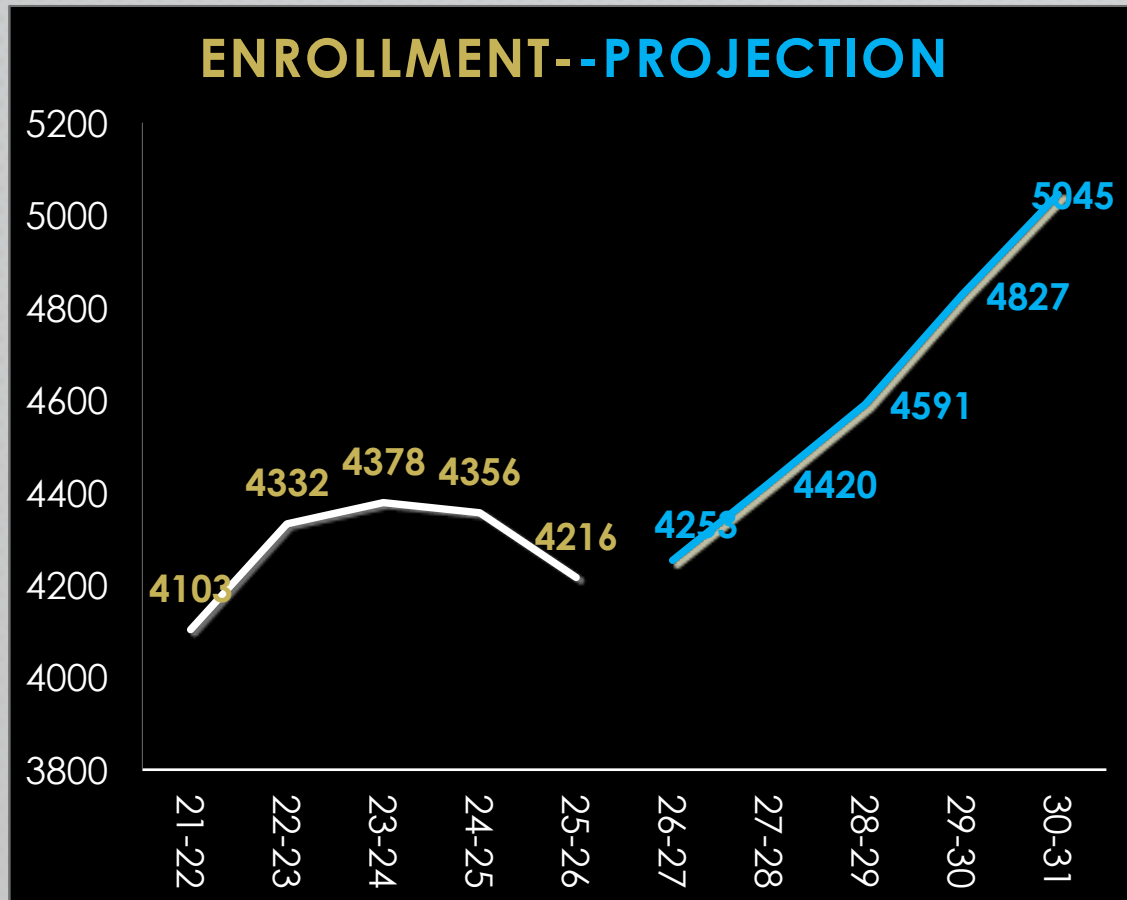


STUDENT INFORMATION

- Enrollment was down by 138 students at fall snapshot
- All special populations up from prior year
- Attendance percentages have increased to 94.4%
- Growth is projected to return



2025-2026 Budget Update



2025-2026 Budget Update

EMPLOYEE INFORMATION

- \$4000 / \$8000 raise given to teachers
- 3.0% midpoint raises given to all other staff
- \$500 retention stipends given in 2025-2026
- Starting teacher salary increased to \$58,460

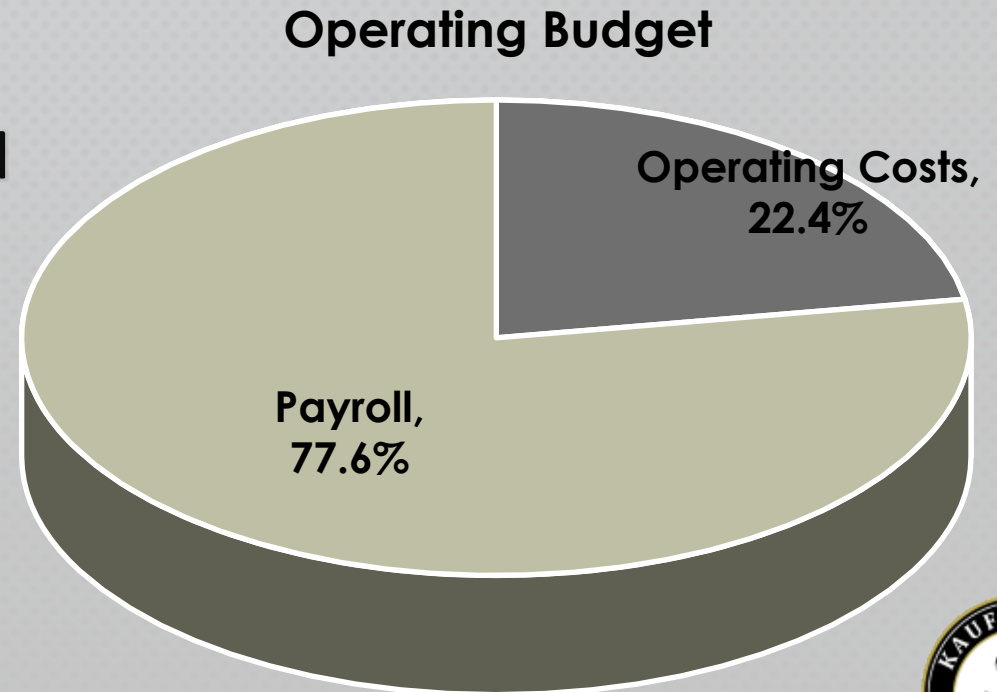


2025-2026 Budget Update

FINANCIAL INFORMATION

- \$140,000 homestead exemption
- Zero M&O tax rate compression
- Total Operating Budget of \$53.15M
- Payroll Budget of \$41.25M
 - Increase of \$3.23M

* 8.5% increase from FY2024-2025 *

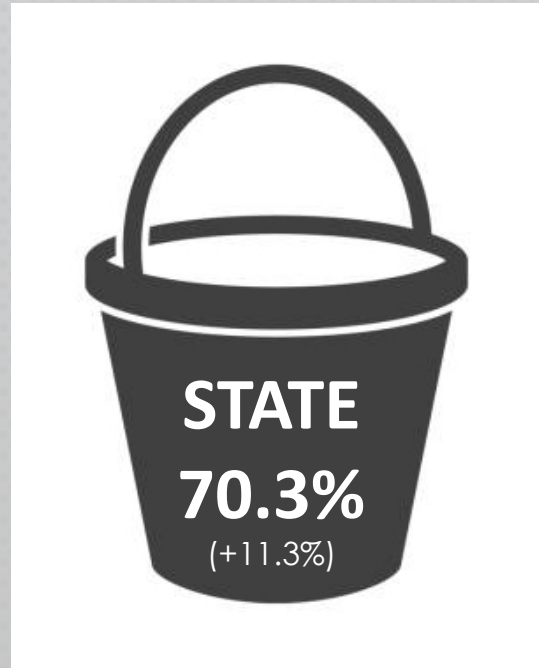


2025-2026 Budget Update

FINANCIAL INFORMATION



**Local Property Taxes
M&O and I&S**



**Formula Funding
State TRS Contribution**

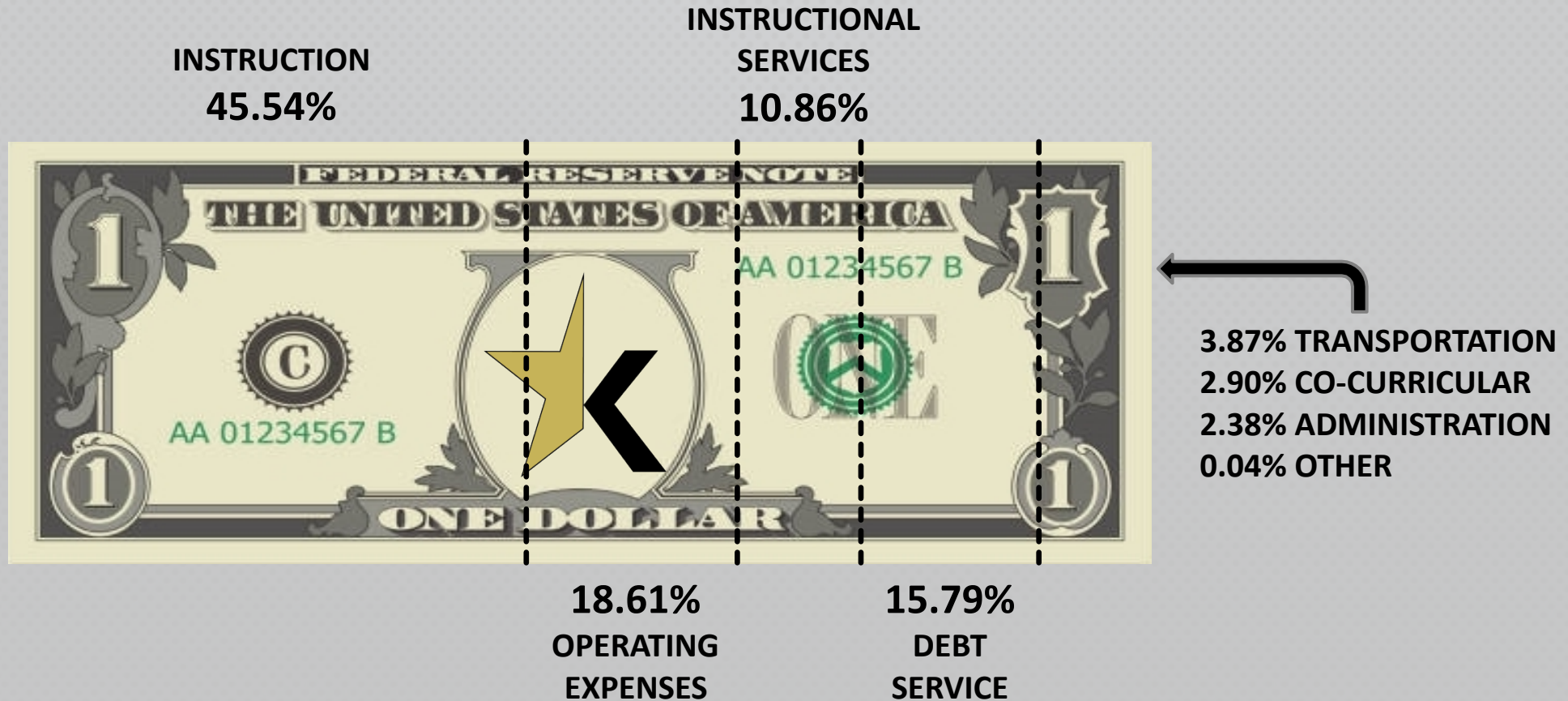


**National School Lunch
School Breakfast**



2025-2026 Budget Update

HOW IS A DOLLAR SPENT AT KISD?



2025-2026 Debt Service Fund

HIGHLIGHTS

- Issued \$20M of bonds in November 2025
- Current bond payment of \$9,836,829



NEXT YEAR'S BUDGET

FY2026-2027

2026-2027 Budget



BUDGET GOALS

- Support High-Quality Instruction and Resources
- Prioritize Safety and Security
- Recruit and Retain Exemplary Staff Across District
- Approve a Balanced Budget
- Maintain a Healthy Fund-Balance



2026-2027 Budget

THE CHALLENGES

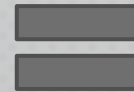
 Continued Inflation



 Targeted Funding



 Unfunded Mandates



**State-Wide
Financial
Challenges in
Texas Public
Schools**



2026-2027 Budget

STUDENT PROJECTIONS

Student Information	22-23 Actual	23-24 Actual	24-25 Actual	25-26 Current	26-27 Budget	26-27 Budget
Enrollment (Snapshot)	4332	4378	4356	4216	4253	4230
Average Daily Attendance %	93.3%	93.6%	93.5%	94.4%	93.5%	93.5%
Average Daily Attendance #	3929.640	3966.322	3946.281	3832.413	3976.555	3983.100

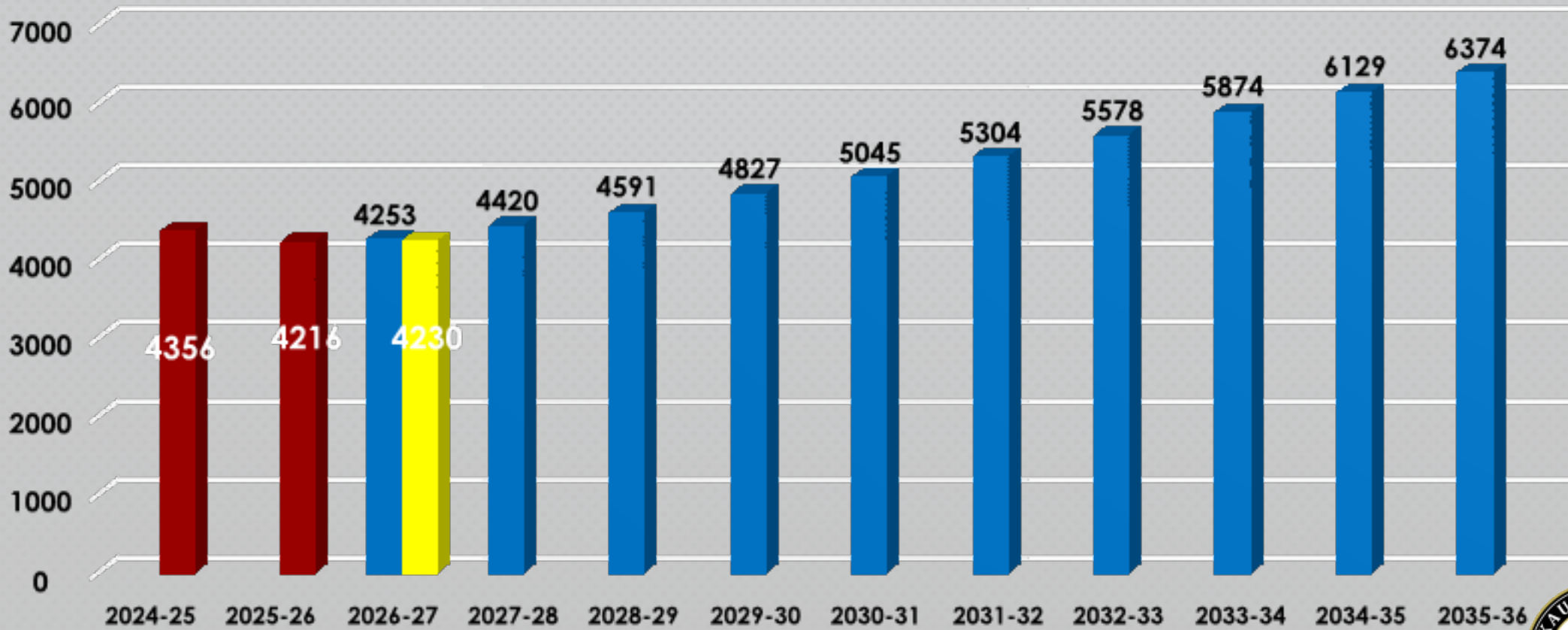
*Demographic Study

*Conservative Projection



2026-2027 Budget

TEN YEAR ENROLLMENT FORECAST



2026-2027 Budget



LOCAL TAX INFORMATION

- Preliminary Appraisal Values indicate an increase of \$216M in Net Taxable Values (12.3% Growth)
- M&O Tax Rate to be compressed by 0.0539 per \$100
- Preliminary M&O Tax Projection
 - TY2025 – 0.7552 per \$100
 - TY2026 – 0.7013 per \$100



2026-2027 Budget

TEMPLATE REVENUE PROJECTION

- FY2024-2025 (ADA: 3,930)
 - State and Local M&O Revenue: \$45,134,062
- FY2025-2026 (ADA: 3,873)
 - State and Local M&O Revenue: \$49,110,341
- FY2026-2027 (ADA: 3,983)
 - State and Local M&O Revenue: \$49,433,318



Average Daily Attendance
Every increase of 10 ADA
results in approximately
\$68,500 in increased funding.



QUESTIONS?