

# **MCKINNEY INDEPENDENT SCHOOL DISTRICT**

## **2025-2026 BUDGET**



MCKINNEY, TEXAS 75069  
COLLIN COUNTY  
[WWW.MCKINNEYISD.NET](http://WWW.MCKINNEYISD.NET)

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# Executive Summary





The following pages represent the 2025-2026 budget for the McKinney Independent School District. This budget has been prepared in accordance with state regulations and local policies covering the twelve-month period from July 1, 2025, through June 30, 2026.

### Budget Document Purpose & Basis for Presentation

This document, along with the Annual Comprehensive Financial Report at year-end, serves as the primary resource to present the district's financial plan and operational results. The primary objective is to provide timely and valuable information on the district's past, present, and projected financial status to support financial decisions aligning with its educational objectives.

The organization of this document serves several purposes. First, it outlines the district's roadmap for allocating resources towards achieving its goals. Additionally, this document was prepared to assist our constituents, staff, and Board of Trustees in comprehending how resources are utilized.

This allocation of resources is designed to maximize student achievement. We believe that the district is accountable for meeting the needs of all its students, and our highest priority is the focus of resources towards achieving this goal.

This budget book is comprised of the following four sections: Executive Summary, Organizational, Financial, and Informational. Each section includes subsections that help readers understand all areas that impact the annual budget.

### Executive Summary

The Executive Summary Section of the budget document presents a comprehensive overview of all the critical information. It provides a narrative version of the budget and helpful charts, tables, and graphs to aid the reader's understanding. The section includes the Introductory Information subsection.

### Organizational Section

The Organizational Section provides a comprehensive overview of McKinney ISD. It includes information on our location, organizational structure, financial processes, and internal procedures. This section gives readers insights into our account code chart, budget policies, development process, long-range goals, and budget review calendars. It consists of several sub-sections, including district information, enrollment information, academic information, accounting information, and significant budget and financial information.

## Financial Section

The Financial Section of the budget is the part that most people refer to when they talk about "the budget." It is structured hierarchically, with the General Fund at the top. This section includes charts, tables, and graphs that explain the significant budget data. It also contains schedules for the General Fund, School Nutrition Fund, and Debt Service Fund, along with schedules focusing on critical financial trends and their direct impact on the district's fund balance. The Financial Section comprises the following sub-sections:

- Budget Information
- General Fund Information
- Food Service Information
- Debt Service Information
- Construction Fund Information
- Financial Accountability Information

## Informational Section

The Informational Section is the last part of the budget document. It includes explanatory information such as account code explanations, commonly used school finance terms, and other district-related details. This section is divided into the following sub-sections: performance measures, personnel information, tax information, and additional details.

## Executive Summary

The McKinney Independent School District has a long-standing reputation for educational excellence, and our district is continually recognized at both the state and national levels. McKinney ISD's success can be attributed to the leadership of our elected Board of Trustees, the professional educators who work diligently to give every child the best education possible, and the support of our parents and community who value and set high standards for the children of MISD.

## Vision, Mission & Beliefs

### We Believe

- In our students
- Everyone has inherent value and deserves to be treated with dignity and respect in a safe learning environment.
- Learning is an active process involving students and parents to ensure that every student has an excellent education.
- Every student needs an avenue to be engaged with their campus activities.
- In recruiting and retaining the best staff for our students
- Staff members are our greatest resource.
- All staff should focus on student outcomes.
- In creating an environment that fosters authentic partnerships with the whole community
- In providing open and honest two-way communication that builds trust toward creating a thriving learning environment
- Financial stewardship ensures a tomorrow for education.

### Vision

EVERY STUDENT, EVERY DAY!

### Mission

We invest in our future by providing a safe environment to engage, educate and empower every student, every day.

## Strategic Goals and Objectives

### McKinney ISD Goals

- Design systems for safety and security to meet the needs of our school community.
- Ensure a guaranteed and viable curriculum that includes effective instructional programs that address the needs of all learners and promote student achievement and growth.
- Make continuous efforts to uphold a staff consisting of highly qualified employees.
- Enhance collaboration between students, staff, parents, and community to build a positive learning environment.
- Provide transparent and consistent communication to all stakeholders while being cognizant of the diverse community.
- Develop a comprehensive financial plan which demonstrates transparency, good stewardship, and efficiency.

### Pillars

- Safety & Well-being
- Teaching and Learning
- High Quality Staff
- MISD Family & Culture
- Communications
- Finance & Facilities



## Introductory Information

## Board of Trustees

|   | Elected | Term Expires |
|---|---------|--------------|
| Amy Dankel – President, Place 4         | 2023    | May 2027     |
| Harvey Oaxaca – Vice President, Place 7 | 2025    | May 2029     |
| Larry Jagours – Trustee, Place 1        | 2025    | May 2029     |
| Kenneth Ussery, Trustee, Place 2        | 2025    | May 2029     |
| Corey Homer – Trustee, Place 3          | 2025    | May 2029     |
| Lynn Sperry – Board Secretary, Place 5  | 2023    | May 2027     |
| Stephanie O'Dell – Trustee, Place 6     | 2023    | May 2027     |

## Administrative Officials

|                      |   |
|----------------------|---|
| Shawn Pratt          | Superintendent  |
| Melanie Raleeh       | Deputy Superintendent   |
| Dr. Dennis Womack    | Assistant Superintendent of Business, Operations, & Technology  |
| Dr. Shelly Spaulding | Assistant Superintendent of Public Relations & Communications   |
| Dr. Amber Epperson   | Assistant Superintendent of Teaching, Learning & Accountability |
| Alana Chisum         | Assistant Superintendent of Human Resources                     |
| Jennifer Akins       | Chief School Improvement and Federal Programs Officer           |
| Stephen McGilvray    | Chief Information Officer                                       |
| Marlene Harbeson     | Chief Financial Officer   |
| Greg Suttle          | Chief Operations Officer  |

Certificate of Achievement for Excellence in Financial Reporting



Government Finance Officers Association

Certificate of  
Achievement  
for Excellence  
in Financial  
Reporting

Presented to

**McKinney Independent School District  
Texas**

For its Annual Comprehensive  
Financial Report  
For the Fiscal Year Ended

June 30, 2024

*Christopher P. Morill*

Executive Director/CEO

Association of School Business Officials International Meritorious Budget Award



ASSOCIATION OF  
SCHOOL BUSINESS OFFICIALS  
INTERNATIONAL

This Meritorious Budget Award is presented to:

# MCKINNEY INDEPENDENT SCHOOL DISTRICT

for excellence in the preparation and issuance of its budget  
for the Fiscal Year 2024-2025.

The budget adheres to the principles and standards  
of ASBO International's Meritorious Budget Award criteria.



  
Ryan S. Stechschulte  
President

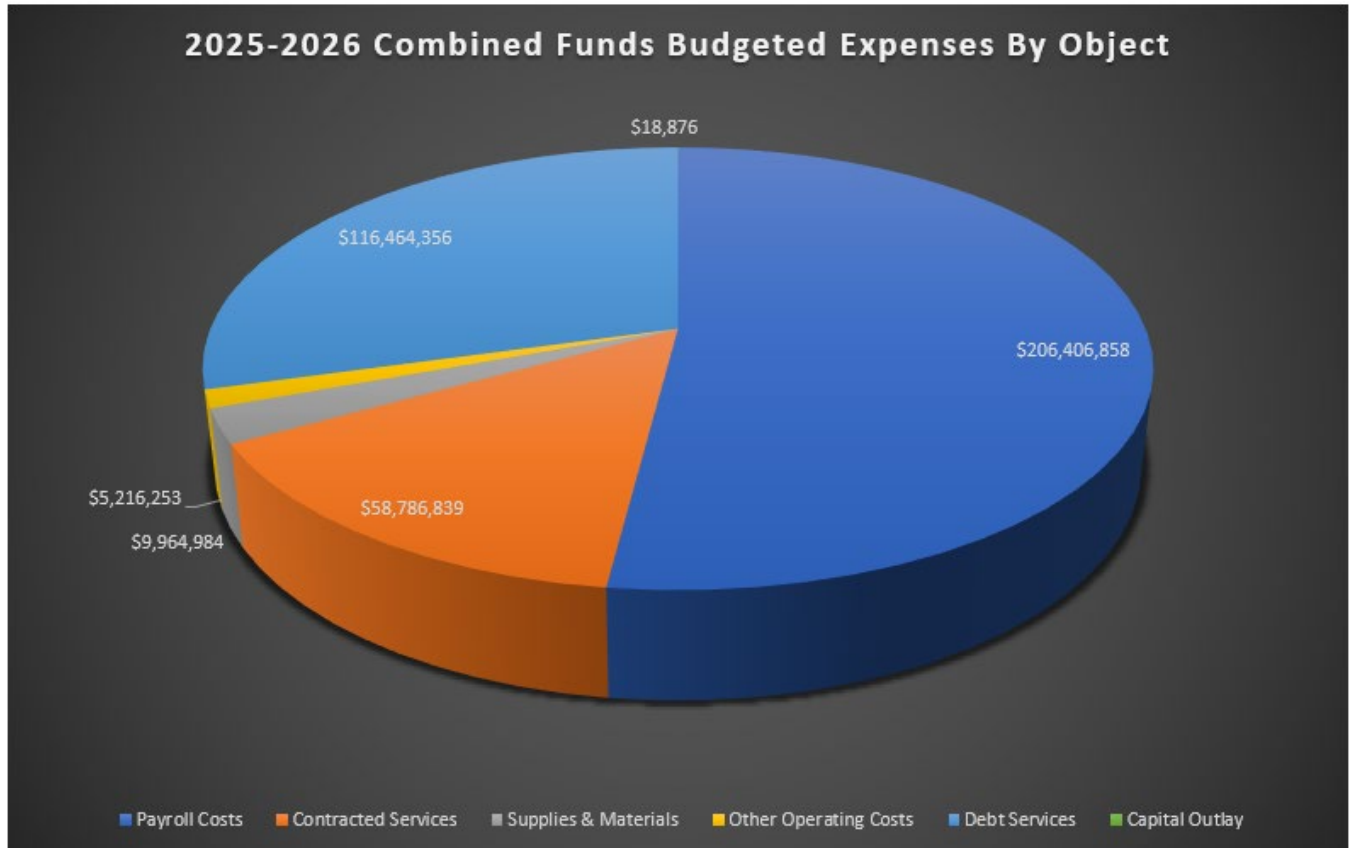
  
James M. Rowan, CAE, SFO  
CEO/Executive Director

## Budget Snapshot

|   | 2024-2025 Actual  | 2025-2026 Budget | Change        |
|---|-------------------|------------------|---------------|
| Total Revenue                               | \$ 375,475,137.00 | \$ 389,273,161   | \$ 13,798,024 |
| Total Expenses                              | \$ 382,135,628.00 | \$ 396,858,166   | \$ 14,722,538 |
| M&O Tax Rate                                | \$ 0.7552         | \$ 0.7343        | \$ (0.0209)   |
| I&S Tax Rate                                | \$ 0.3700         | \$ 0.3700        | \$ -          |
| Total Tax Rate per \$100 of Home Value      | \$ 1.1252         | \$ 1.1043        | \$ (0.0209)   |
| *Tax to Homeowner with \$500,000 Home Value | \$ 4,050.72       | \$ 3,975.48      | \$ (75.24)    |

## Assumptions

\*140,000 Homeowner exemption and no change in value from 2024-2025 to 2025-2026.



## Budget Planning Calendar

## 2025-2026 Budget Calendar

|            |  |   |
|------------|--|---|
| Sep-24     | Budget Priorities (District Level)         | Identify budget priorities based upon DIP/district initiatives.                             |
| Oct-24     | Budget Priorities (District Level)         | Identify operational budgetary needs.   |
|            |  | Refine and rank strategic abandonment items.  |
| Oct/Nov-24 | Enrollment Projections                     | Demographer's Fall Report   |
| Nov-24     | Budget Priorities (District Level)         | Refine budget priorities based upon DIP/district initiatives.                               |
|            |  | Identify proposed salary increase.  |
|            |  | Refine & rank order operational budgetary needs.  |
|            |  | Identify capital needs.   |
|            |  | Identifying funding for priorities. (General Operating, Bond, IMA, Title, etc.)             |
| Jan-25     | Budget Training                            | Budget training for campuses and departments.   |
|            | Personnel Needs                            | Open additional funding requests.   |
|            |  | Identify increase/decrease in staffing needs.   |
|            |  | Update duty calendars/schedules.  |
|            |  | Identify funding for staffing increases (General Operating, Title, etc.)                    |
| Feb-25     | First Board Budget Update (2-24-2025 Mtg)  | Review of district priorities used in developing budget.                                    |
|            |  | Review of funding sources (IMA, General Operating, Bond Funds, etc.)                        |
|            | Personnel Needs                            | Additional funding requests due. Identify campus departmental needs for additional funding. |
| Mar-25     | Second Board Budget Update (3.31.2025 Mtg) | Campus and department budgets due in Skyward by March 8th.                                  |
|            |  | Revenue Projections   |
|            |  | Review of enrollment projections.   |
|            |  | Proposed salary increase/starting teacher salary/healthcare contributions                   |
|            |  | General Operating budget scenarios and projected future budgets.                            |
|            |  | Initial projection of revenues. Multi-year budget projections.                              |

**2025-2026 Budget Calendar Continued**

|            |   |  |
|------------|---|--|
| Mar/Apr-25 | Cabinet Budget Review                             | Review additional funding requests. Include any approved items in budget.  |
|            |   | Include capital requests in additional funding.  |
|            |   | Reconciliation of campus/department budgets.   |
|            |   | Enrollment projections.  |
| Apr-25     | Revisions   | Review revisions from demographer's spring report.   |
|            |   | Preliminary estimate of values received from appraisal district.   |
| May-25     | <b>Third Board Budget Update (5.12.2025 Mtg)</b>  | Refined salary projection & general operating budget.<br>Food service budget.  |
| Jun-25     | <b>Fourth Board Budget Update (6.24.2025 Mtg)</b> | Regular Board meeting presentation.<br>Approval of 25-26 compensation plan.  |
|            |   | Proposed budget including tax revenue, state funding, and recapture updates derived from preliminary estimated assessed property values. |
|            |   | Approval of Truth in Taxation notice - set time and date for public hearing.   |
|            |   | Debt service budget.   |
|            | Required Publications                             | Notice of public meeting to discuss budget and proposed tax rate.  |
|            | Public Hearings Prior to Regular Board Meetings   | Public participation in review of budget and proposed tax rate.  |
| Jul-25     | Tax Rate  | Board Action   |
|            |   | CCAD will publish Certified Taxable Assessed Property Values.  |
|            |   | Determination of M&O MCR (Maximum Compressed Rate) for tax rate calculation.   |
| Aug-25     | Board Action                                      | Tax rate adoption at regular board meeting.  |
|            | Tax Rate  | District provides information to Collin County Tax Office to calculate tax rates.  |
| Oct-25     | Board Action                                      | Approve Certified Tax Roll   |



## Budget Policies & Development Procedures

The State (Texas Education Code Sections 44.002-44.006), the Texas Education Agency (Financial Accountability System Resource Guide and Commissioner Rules), and McKinney ISD Local Board Policy formulate the legal requirements and policies for the budget. The annual budget is the foundation for the district's financial planning and control.

The district's budget must be prepared by June 20th and adopted by the Board of Trustees by June 30th. A public budget and proposed tax rate hearing must occur before the Board's adoption. The district budget must be legally adopted before the tax rate is adopted. This budget document meets these standards. The district must also publish its budget information on its website.

The district adopts budgets for the General Fund, Food Service Fund, and the Debt Service Fund. Each budget is presented on the modified accrual basis of accounting, consistent with generally accepted accounting principles. The district is not legally required to adopt Special Revenue Fund budgets other than the Food Service Fund. The budget is prepared and approved at the fund and function level. It must be amended by the Board when a change is made by increasing any function spending categories or modifying revenue object accounts and other resources or uses.

The Site-Based Decision-Making Committee (SBDM) aligns its performance objectives annually with Board goals and budget directives. The performance objectives align with The Every Student Succeeds Act (ESSA). The SBDM performance goals are the basis for the campus improvement process.

The budget process begins after October snapshot each year. Campuses are notified of their enrollment projections and non-payroll allocations in February, with 10% held back to account for changes in campus enrollment after snapshot the following year. The campus allocation covers the entire educational program, excluding payroll and operating costs such as utilities and copier leases. The district establishes budgets for payroll, utilities, and other operating expenses. The Human Resources Department and Special Education Department meet with campus staff in late February to determine staffing needs for the following year.

Each campus and department electronically submit their proposed budget to the Finance Department in March.

Budget updates are presented to the Board of Trustees in February, March, April, and May as needed.

The Collin County Appraisal District (CCAD) releases estimated certified property values in April. These estimates and the historical relationship between those values and fiscal year revenue determine the anticipated property tax revenue. This budget may be amended, as necessary, to reflect certified property values released by CCAD on July 25th.

Certified values determine the property tax revenues that can be generated for the General Operating Fund and the Debt Service Fund.

The Chief Financial Officer presents the final budget for adoption in June.

At the June Board meeting, McKinney ISD holds a state-mandated public hearing on the proposed budget and tax rate before considering the adoption of the budget in June. All notification and public hearing requirements are met before the adoption of the budget. Per State law, the Board of Trustees adopts the budget before June 30th. The budget is adopted at a functional level.

The Maintenance and Operating (M&O) and Debt Service tax rates are adopted after the budget is adopted. The supporting tax rate is adopted in August after the CCAD releases certified property values on July 25th.

Budgets for all funds are adopted consistently with generally accepted accounting principles applicable to school districts. Budgeted amounts presented in the financial statements are as initially adopted or as amended by the Board of Trustees.

Except for Special Revenue Funds, the Board of Trustees approves all budget amendments that change the appropriation amount at the functional level. The granting agencies approve budget amendments at the object level that alter Special Revenue Funds per grant guidelines.

Appropriations for the General Fund, Food Service Fund, and Debt Service Fund lapse at year-end. Appropriations for the Special Revenue Funds (which are budgeted throughout the year as grantor agencies award funds) continue until completion of applicable projects, sometimes overlapping more than one fiscal year.

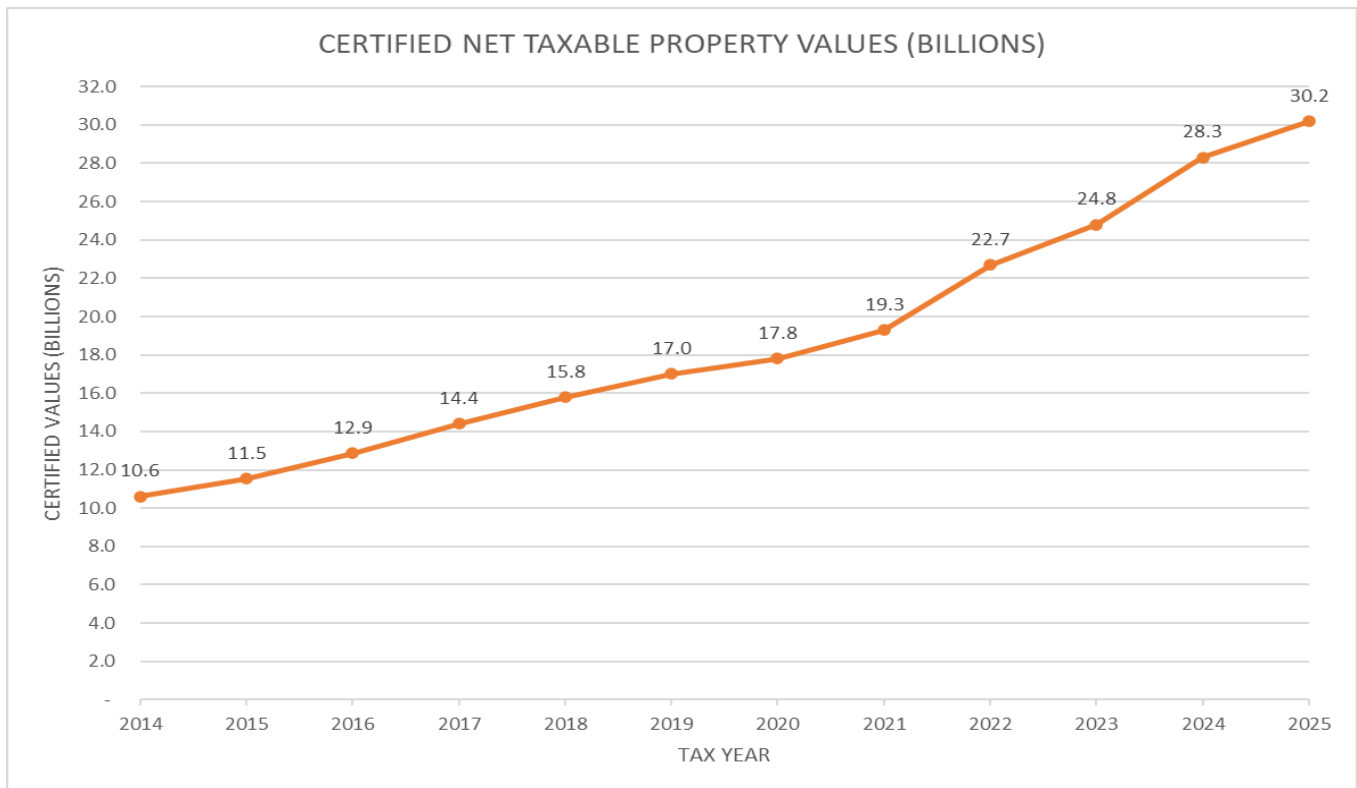
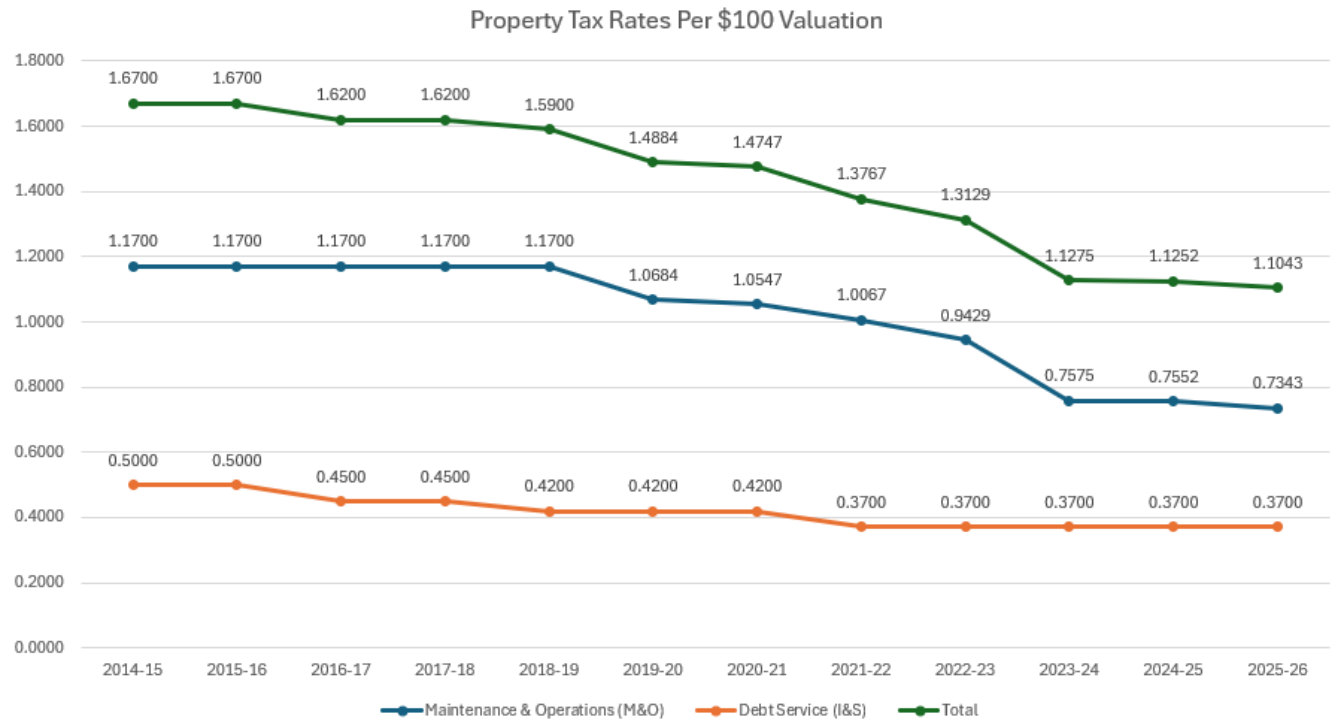
## Budget Information

Annual budgets in the General Fund, Student Nutrition Fund, and Debt Service Fund are included in the official budget. The level of budgetary control is at the fund and function level, as required by the Texas Education Agency. Site-based decisions are made yearly as campuses and departments manage their budgets. The financial system also provides controls limiting accessibility to budgetary account codes to ensure compliance with provisions embodied in the appropriations approved by the Board.

The district's 2025-2026 budgeted expenditures for these combined funds are \$396,858,166 and total combined budgeted revenues are \$389,273,161. The total tax rate for 2025 is \$1.1043 per \$100 of valuation. The school district's tax rate is comprised of two components: local maintenance (M&O) and debt service (I&S).

Local property taxes continue to be a significant revenue source for the district. The first graph depicts the tax rates for 2014-15 through 2025-26, while the second represents certified net taxable values.

## Historical Tax Rates



**McKinney Independent School District  
Combined Funds Budget By Function  
For the Year Ended June 30, 2026**

|   | <b>General<br/>Operating</b> | <b>Food Service<br/>Fund</b> | <b>Debt Service<br/>Fund</b> | <b>Total Funds<br/>Combined</b> |
|---|------------------------------|------------------------------|------------------------------|---------------------------------|
| <b>Revenues</b>                             |                              |                              |                              |                                 |
| Local                                       | 214,974,981                  | 6,193,693                    | 108,964,356                  | 330,133,030                     |
| State                                       | 41,419,408                   | 50,000                       | 7,500,000                    | 48,969,408                      |
| Federal                                     | 2,000,000                    | 7,670,723                    | -                            | 9,670,723                       |
| <b>Total Revenues</b>                       | <b>258,394,389</b>           | <b>13,914,416</b>            | <b>116,464,356</b>           | <b>388,773,161</b>              |
| <b>Other Resources</b>                      | <b>500,000</b>               | <b>-</b>                     | <b>-</b>                     | <b>500,000</b>                  |
| <b>Total Revenue and Other Resources</b>    | <b>258,894,389</b>           | <b>13,914,416</b>            | <b>116,464,356</b>           | <b>389,273,161</b>              |
| <b>Expenditures</b>                         |                              |                              |                              |                                 |
| Instruction                                 | 152,424,961                  | -                            | -                            | 152,424,961                     |
| Instructional Resources & Media Services    | 3,287,585                    | -                            | -                            | 3,287,585                       |
| Curriculum & Staff Development              | 3,062,564                    | -                            | -                            | 3,062,564                       |
| Instruction Leadership                      | 4,524,380                    | -                            | -                            | 4,524,380                       |
| School Leadership                           | 16,832,275                   | -                            | -                            | 16,832,275                      |
| Guidance, Counseling, & Evaluation Services | 10,175,115                   | -                            | -                            | 10,175,115                      |
| Social Work Services                        | 56,211                       | -                            | -                            | 56,211                          |
| Health Services                             | 2,966,142                    | -                            | -                            | 2,966,142                       |
| Student Transportation                      | 11,756,996                   | -                            | -                            | 11,756,996                      |
| Food Service                                | -                            | 13,660,150                   | -                            | 13,660,150                      |
| Co-Curricular/Extracurricular Activities    | 7,506,937                    | -                            | -                            | 7,506,937                       |
| General Administration                      | 5,795,394                    | -                            | -                            | 5,795,394                       |
| Plant Maintenance and Operations            | 25,387,819                   | 336,852                      | -                            | 25,724,671                      |
| Security and Monitoring Services            | 4,433,246                    | -                            | -                            | 4,433,246                       |
| Data Processing Services                    | 7,161,270                    | -                            | -                            | 7,161,270                       |
| Community Services                          | 85,745                       | -                            | -                            | 85,745                          |
| Debt Service                                | -                            | -                            | 116,464,356                  | 116,464,356                     |
| Facilities Acquisition and Construction     | -                            | -                            | -                            | -                               |
| Contracted Instructional Services           | 8,816,861                    | -                            | -                            | 8,816,861                       |
| Payments to JJAEP Program                   | 150,000                      | -                            | -                            | 150,000                         |
| Other Intergovernmental Charges             | 1,973,307                    | -                            | -                            | 1,973,307                       |
| <b>Total Expenditures</b>                   | <b>266,396,808</b>           | <b>13,997,002</b>            | <b>116,464,356</b>           | <b>396,858,166</b>              |
| <b>Other Uses</b>                           |                              |                              |                              |                                 |
| <b>Total Expenditures and Other Uses</b>    | <b>266,396,808</b>           | <b>13,997,002</b>            | <b>116,464,356</b>           | <b>396,858,166</b>              |
| <b>Revenues Over/(Under) Expenditures</b>   | <b>(7,502,419)</b>           | <b>(82,586)</b>              | <b>-</b>                     | <b>(7,585,005)</b>              |
| <b>Net Change in Fund Balance</b>           | <b>(7,502,419)</b>           | <b>(82,586)</b>              | <b>-</b>                     | <b>(7,585,005)</b>              |
| Projected Beginning Fund Balance (July 1)   | 99,861,556                   | 4,134,260                    | 47,360,927                   | 151,356,743                     |
| Prior Period Adjustments                    | -                            | -                            | -                            | -                               |
| Projected Ending Fund Balance (June 30)     | <b>92,359,137</b>            | <b>4,051,674</b>             | <b>47,360,927</b>            | <b>143,771,738</b>              |

**McKinney Independent School District  
Combined Funds Budget By Function - 3 Year  
For the Years Ended June 30, 2024 - June 30, 2026**

|   | 2023-24            | 2024-2025           |                     |                    | 2025-2026          |                            |
|---|--------------------|---------------------|---------------------|--------------------|--------------------|----------------------------|
|   | Actual             | Original Budget     | Current Budget      | Projected Actual   | Adopted Budget     | Change from 24-25 Original |
| <b>Revenues</b>                           |                    |                     |                     |                    |                    |                            |
| Local                                     | 283,179,846        | 321,723,998         | 321,973,998         | 312,803,949        | 330,133,030        | 8,409,032                  |
| State                                     | 64,945,334         | 38,136,389          | 43,834,477          | 49,986,769         | 48,969,408         | 10,833,019                 |
| Federal                                   | 8,163,902          | 13,120,319          | 13,120,319          | 12,684,419         | 9,670,723          | (3,449,596)                |
| <b>Total Revenues</b>                     | <b>356,289,082</b> | <b>372,980,706</b>  | <b>378,928,794</b>  | <b>375,475,137</b> | <b>388,773,161</b> | <b>15,792,455</b>          |
| <b>Other Resources</b>                    | 31,605,112         | 500,000             | 500,000             | 26,187,074         | 500,000            | -                          |
| <b>Total Revenue and Other Resources</b>  | <b>387,894,194</b> | <b>373,480,706</b>  | <b>379,428,794</b>  | <b>401,662,211</b> | <b>389,273,161</b> | <b>15,792,455</b>          |
| <b>Expenditures</b>                       |                    |                     |                     |                    |                    |                            |
| Instruction                               | 144,948,741        | 156,242,023         | 153,199,212         | 152,683,735        | 152,424,961        | (3,817,062)                |
| Instr Resources & Media Services          | 4,547,836          | 4,512,283           | 4,875,895           | 4,569,262          | 3,287,585          | (1,224,698)                |
| Curriculum & Staff Development            | 3,705,699          | 3,648,547           | 3,906,846           | 3,588,688          | 3,062,564          | (585,983)                  |
| Instruction Leadership                    | 4,617,761          | 5,218,086           | 5,549,008           | 5,300,936          | 4,524,380          | (693,706)                  |
| School Leadership                         | 16,879,552         | 17,718,763          | 17,106,988          | 16,924,257         | 16,832,275         | (886,488)                  |
| Guidance, Counseling, & Eval Services     | 7,321,954          | 10,161,222          | 10,479,961          | 10,211,824         | 10,175,115         | 13,893                     |
| Social Work Services                      | 644,243            | 777,045             | 964,081             | 706,555            | 56,211             | (720,834)                  |
| Health Services                           | 3,285,113          | 3,502,911           | 3,541,749           | 3,247,847          | 2,966,142          | (536,769)                  |
| Student Transportation                    | 11,412,744         | 10,400,814          | 12,004,364          | 11,427,198         | 11,756,996         | 1,356,182                  |
| Food Service                              | 15,309,009         | 13,858,346          | 16,230,773          | 14,616,506         | 13,660,150         | (198,196)                  |
| Cocurricular/Extracurricular Activities   | 7,639,020          | 7,472,168           | 7,889,420           | 7,584,748          | 7,506,937          | 34,769                     |
| General Administration                    | 6,356,335          | 6,008,837           | 6,134,222           | 5,700,800          | 5,795,394          | (213,443)                  |
| Plant Maintenance and Operations          | 25,257,722         | 27,422,494          | 25,676,902          | 25,228,115         | 25,724,671         | (1,697,823)                |
| Security and Monitoring Services          | 3,892,473          | 4,278,324           | 4,642,313           | 3,939,057          | 4,433,246          | 154,922                    |
| Data Processing Services                  | 6,813,348          | 7,485,911           | 7,147,630           | 6,949,665          | 7,161,270          | (324,641)                  |
| Community Services                        | 179,664            | 210,277             | 366,979             | 175,148            | 85,745             | (124,532)                  |
| Debt Service                              | 91,236,179         | 105,274,543         | 99,576,455          | 100,235,534        | 116,464,356        | 11,189,813                 |
| Facilities Acquisition and Construction   | -                  | -                   | -                   | -                  | -                  | -                          |
| Contracted Instructional Services         | 5,431,182          | 6,507,793           | 8,000,000           | 7,041,655          | 8,816,861          | 2,309,068                  |
| Payments to JJAEP Program                 | 23,603             | 150,000             | 150,000             | 6,314              | 150,000            | -                          |
| Other Intergovernmental Charges           | 1,921,219          | 1,973,307           | 2,055,235           | 1,997,784          | 1,973,307          | -                          |
| <b>Total Expenditures</b>                 | <b>361,423,397</b> | <b>392,823,694</b>  | <b>389,498,033</b>  | <b>382,135,628</b> | <b>396,858,166</b> | <b>4,034,472</b>           |
| <b>Other Uses</b>                         | 30,884,447         | -                   | -                   | 25,234,159         | -                  | -                          |
| <b>Total Expenditures and Other Uses</b>  | <b>392,307,844</b> | <b>392,823,694</b>  | <b>389,498,033</b>  | <b>407,369,787</b> | <b>396,858,166</b> | <b>4,034,472</b>           |
| <b>Revenues Over/(Under) Expenditures</b> | <b>(5,134,315)</b> | <b>(19,842,988)</b> | <b>(10,069,239)</b> | <b>(6,660,491)</b> | <b>(7,585,005)</b> | <b>11,757,983</b>          |
| <b>Net Change in Fund Balance</b>         | <b>(4,413,650)</b> | <b>(19,342,988)</b> | <b>(10,069,239)</b> | <b>(5,707,576)</b> | <b>(7,585,005)</b> | <b>11,757,983</b>          |
| Projected Beginning Fund Balance          | 161,477,968        | 157,064,318         | 157,064,318         | 157,064,318        | 151,356,743        | (5,707,575)                |
| Prior Period Adjustments                  | -                  | -                   | -                   | -                  | -                  | -                          |
| Projected Ending Fund Balance             | <b>157,064,318</b> | <b>137,721,330</b>  | <b>146,995,079</b>  | <b>151,356,743</b> | <b>143,771,738</b> | <b>6,050,408</b>           |

## Future Budget Years

The district's budgeting process is more than just funding the next fiscal year's operations. There are several factors that must be considered when forecasting the fiscal impact of a particular fund and those include, but are not limited to, the following:

- Student enrollment growth and attendance rates Special population changes
- New unfunded mandates
- Changes in assessed valuations and collection rates.
- Staff counts and salary schedule considerations.
- Utility rate changes

For the 2025-2026 budget year, additional considerations included:

- Increased inflation
- Contracted service increases.
- Increase in property insurance rates.
- Mandated increases for select staff by the Texas Legislature

While the General Fund budget for 2025-2026 reflects a deficit of approximately \$7.5 million, MISD continues to have more than the required three months of fund balance to annual operating expenditures.



**McKinney Independent School District**  
**Combined Funds Budget By Function - Comparative Summary**  
**For the Years Ended June 30, 2022 - June 30, 2029 (Actual, Budgeted and Projected)**

|   | <b>2021-2022<br/>Actual</b> | <b>2022-2023<br/>Actual</b> | <b>2023-2024<br/>Actual</b> | <b>2024-2025<br/>Projected<br/>Actual</b> | <b>2025-2026<br/>Adopted<br/>Budget</b> | <b>2026-2027<br/>Projected<br/>Budget</b> | <b>2027-2028<br/>Projected<br/>Budget</b> | <b>2028-2029<br/>Projected<br/>Budget</b> |
|---|-----------------------------|-----------------------------|-----------------------------|---|---|---|---|---|
| <b>Revenues</b>                           |                             |                             |                             |   |   |   |   |   |
| Local                                     | 266,708,604                 | 304,611,466                 | 283,179,846                 | 312,803,949                               | 330,133,030                             | 332,609,028                               | 335,103,595                               | 337,616,872                               |
| State                                     | 31,000,290                  | 33,450,183                  | 64,945,334                  | 49,986,769                                | 48,969,408                              | 49,336,679                                | 49,583,362                                | 49,831,279                                |
| Federal                                   | 18,339,196                  | 13,575,816                  | 8,163,902                   | 12,684,419                                | 9,670,723                               | 9,743,253                                 | 9,791,970                                 | 9,840,930                                 |
| <b>Total Revenues</b>                     | <b>316,048,090</b>          | <b>351,637,465</b>          | <b>356,289,082</b>          | <b>375,475,137</b>                        | <b>388,773,161</b>                      | <b>391,688,960</b>                        | <b>394,478,927</b>                        | <b>397,289,081</b>                        |
| <b>Other Resources</b>                    | <b>52,265,806</b>           | <b>44,225,795</b>           | <b>31,605,112</b>           | <b>26,187,074</b>                         | <b>500,000</b>                          | <b>150,000</b>                            | <b>150,000</b>                            | <b>150,000</b>                            |
| <b>Total Revenue and Other Resources</b>  | <b>368,313,893</b>          | <b>395,863,260</b>          | <b>387,894,194</b>          | <b>401,662,211</b>                        | <b>389,273,161</b>                      | <b>391,838,960</b>                        | <b>394,628,927</b>                        | <b>397,439,081</b>                        |
| <b>Expenditures</b>                       |                             |                             |                             |   |   |   |   |   |
| Instruction                               | 143,434,266                 | 143,048,744                 | 144,948,741                 | 152,683,735                               | 152,424,961                             | 151,224,961                               | 151,981,086                               | 152,740,991                               |
| Instructional Resources & Media Services  | 4,425,392                   | 4,331,930                   | 4,547,836                   | 4,569,262                                 | 3,287,585                               | 3,062,585                                 | 3,077,898                                 | 3,093,287                                 |
| Curriculum & Staff Development            | 3,162,248                   | 3,436,070                   | 3,705,699                   | 3,588,688                                 | 3,062,564                               | 3,039,595                                 | 3,054,793                                 | 3,070,067                                 |
| Instruction Leadership                    | 4,789,609                   | 4,410,298                   | 4,617,761                   | 5,300,936                                 | 4,524,380                               | 4,490,447                                 | 4,512,899                                 | 4,535,464                                 |
| School Leadership                         | 16,276,992                  | 16,521,140                  | 16,879,552                  | 16,924,257                                | 16,832,275                              | 16,022,275                                | 16,102,386                                | 16,182,898                                |
| Guidance, Counseling, & Eval Services     | 5,989,906                   | 6,258,111                   | 7,321,954                   | 10,211,824                                | 10,175,115                              | 9,965,115                                 | 10,014,941                                | 10,065,015                                |
| Social Work Services                      | 148,355                     | 476,596                     | 644,243                     | 706,555                                   | 56,211                                  | 55,789                                    | 56,068                                    | 56,349                                    |
| Health Services                           | 3,067,083                   | 3,089,593                   | 3,285,113                   | 3,247,847                                 | 2,966,142                               | 2,748,896                                 | 2,762,640                                 | 2,776,454                                 |
| Student Transportation                    | 10,574,428                  | 10,432,809                  | 11,412,744                  | 11,427,198                                | 11,756,996                              | 11,668,819                                | 11,727,163                                | 11,785,798                                |
| Food Service                              | 11,477,624                  | 12,852,222                  | 15,309,009                  | 14,616,506                                | 13,660,150                              | 13,557,699                                | 13,625,487                                | 13,693,615                                |
| Cocurricular/Extracurricular Activities   | 6,915,580                   | 7,217,119                   | 7,639,020                   | 7,584,748                                 | 7,506,937                               | 7,450,635                                 | 7,487,888                                 | 7,525,328                                 |
| General Administration                    | 4,975,021                   | 5,725,942                   | 6,356,335                   | 5,700,800                                 | 5,795,394                               | 5,751,929                                 | 5,780,688                                 | 5,809,592                                 |
| Plant Maintenance and Operations          | 21,256,037                  | 22,831,089                  | 25,257,722                  | 25,228,115                                | 25,724,671                              | 25,531,736                                | 25,659,395                                | 25,787,692                                |
| Security and Monitoring Services          | 2,302,984                   | 1,941,643                   | 3,892,473                   | 3,939,057                                 | 4,433,246                               | 4,283,246                                 | 4,304,662                                 | 4,326,186                                 |
| Data Processing Services                  | 4,500,906                   | 4,894,585                   | 6,813,348                   | 6,949,665                                 | 7,161,270                               | 6,951,270                                 | 6,986,026                                 | 7,020,956                                 |
| Community Services                        | 206,030                     | 225,912                     | 179,664                     | 175,148                                   | 85,745                                  | 85,102                                    | 85,527                                    | 85,955                                    |
| Debt Service                              | 70,008,194                  | 82,404,482                  | 91,236,179                  | 100,235,534                               | 116,464,356                             | 117,337,839                               | 118,198,982                               | 119,066,489                               |
| Facilities Acquisition and Construction   | -                           | -                           | -                           | -   | -                                       | -   | -   | -   |
| Contracted Instructional Services         | 3,419,538                   | 20,626,414                  | 5,431,182                   | 7,041,655                                 | 8,816,861                               | 8,750,735                                 | 8,794,488                                 | 8,838,461                                 |
| Payments to JJAEP Program                 | -                           | -                           | 23,603                      | 6,314                                     | 150,000                                 | 148,875                                   | 149,619                                   | 150,367                                   |
| Other Intergovernmental Charges           | 1,770,748                   | 1,901,496                   | 1,921,219                   | 1,997,784                                 | 1,973,307                               | 1,958,507                                 | 1,968,300                                 | 1,978,141                                 |
| <b>Total Expenditures</b>                 | <b>318,700,941</b>          | <b>352,626,195</b>          | <b>361,423,397</b>          | <b>382,135,628</b>                        | <b>396,858,166</b>                      | <b>394,086,054</b>                        | <b>396,330,938</b>                        | <b>398,589,105</b>                        |
| <b>Other Uses</b>                         | <b>52,324,732</b>           | <b>40,072,564</b>           | <b>30,884,447</b>           | <b>25,234,159</b>                         | <b>-</b>                                | <b>-</b>                                  | <b>-</b>                                  | <b>-</b>                                  |
| <b>Total Expenditures and Other Uses</b>  | <b>371,025,673</b>          | <b>392,698,759</b>          | <b>392,307,844</b>          | <b>407,369,787</b>                        | <b>396,858,166</b>                      | <b>394,086,054</b>                        | <b>396,330,938</b>                        | <b>398,589,105</b>                        |
| <b>Revenues Over/(Under) Expenditures</b> | <b>(2,652,851)</b>          | <b>(988,730)</b>            | <b>(5,134,315)</b>          | <b>(6,660,491)</b>                        | <b>(8,085,005)</b>                      | <b>(2,397,094)</b>                        | <b>(1,852,011)</b>                        | <b>(1,300,024)</b>                        |
| <b>Net Change in Fund Balance</b>         | <b>(2,711,780)</b>          | <b>3,164,501</b>            | <b>(4,413,650)</b>          | <b>(5,707,576)</b>                        | <b>(7,585,005)</b>                      | <b>(2,247,094)</b>                        | <b>(1,702,011)</b>                        | <b>(1,150,024)</b>                        |
| Projected Beginning Fund Balance          | 163,170,054                 | 158,313,468                 | 161,477,968                 | 157,064,318                               | 151,356,743                             | 143,771,738                               | 141,524,643                               | 139,822,633                               |
| Prior Period Adjustments                  | (2,144,807)                 | -                           | -                           | -   | -                                       | -   | -   | -   |
| Projected Ending Fund Balance             | <b>158,313,468</b>          | <b>161,477,968</b>          | <b>157,064,318</b>          | <b>151,356,743</b>                        | <b>143,771,738</b>                      | <b>141,524,643</b>                        | <b>139,822,633</b>                        | <b>138,672,609</b>                        |

**Footnote**

This long-range forecast is for illustrative and planning purposes only. Given the unpredictability of the biennial state legislature and other economic indicators, forecasts are subject to change frequently. This model represents a realistic, yet conservative prediction of financial outcomes based on current funding formulas. This plan uses static enrollment figures. It does not consider any future changes in staffing that may or may not be required. This financial plan does not assume any pay raises for staff beyond the 2025-2026 fiscal year, and there are no provisions for market value salary adjustments or additional employee benefits in this plan. All increases in compensation will need to be evaluated against available funds on an annual basis. Revenue forecasts assume property value growth at 5% per annum. Because future and current budgets will be adopted based on estimated property values, adequate reserves must be maintained to accommodate any required settle-up with the State when values are finally certified. This plan does not reflect the expected annual budget saves the district customarily maintains

## General Fund Information

The General Fund is commonly referred to as the “Operating Fund” or “Maintenance and Operations Fund.” State aid and local tax revenue make up the bulk of the revenues received, and the fund is used to pay general operating expenses throughout the district.

The 2024-25 fiscal year ended with a decrease in general fund balance of approximately \$10.7 million dollars. The original budget was projected to have fund balance usage for the 2024-25 fiscal year.

The General Fund revenue for 2025-26 is budgeted to increase by \$3.7 million over the 2024-25 approved budget. This change is comprised of an expected \$4.1 million dollar increase in local revenues, a \$3.8 million dollar increase in state revenues and a decrease of 4.2 million in federal revenues. Local revenue increases are expected due to higher property tax values, while state revenues reflect increases from House Bill 2. Federal revenue decreases are expected as a result of reductions in Medicaid reimbursements to school districts.

The 2025-26 General Fund budgeted expenditures are expected to decrease by approximately \$6.9 million, from the 2024-25 approved budget. This reduction included cuts in staff, district travel, and department budgets.

The district’s General Fund ending balance, for the fiscal year ending June 30, 2025, is estimated to be \$99,861,556. Fund balance levels are a sign of fiscal health. The district is required to maintain at least 3 months of operating expenses of unassigned fund balance to annual operating expenditures which is generally 3 month’s expenditures. McKinney ISD’s fund balance meets the district goal of 3 months of operating expenses, or 25% and is in alignment with Board Policy CE (Local). The 2025-26 General Fund budget has a projected decrease in fund balance of \$7.5 million.

The general fund budget was prepared based on trends and drivers such as enrollment and providing high quality education programs to all students.

The 2025 – 2026 general fund budget includes the following financial highlights:

- Total Revenue \$258,894,389
- Total Expenditures \$266,396,808
- Starting Teacher Salary \$ 63,500
- M&O Tax Rate \$ 0.7343

**McKinney Independent School District**  
**General Fund Budget - By Object Category**  
**For the Years Ended June 30, 2024 - June 30, 2026**

|   | 2023-2024          | 2024-2025           |                     |                     | 2025-2026          |                            |
|---|--------------------|---------------------|---------------------|---------------------|--------------------|----------------------------|
|   | Actual             | Original Budget     | Current Budget      | Projected Actual    | Adopted Budget     | Change from 24-25 Original |
| <b>Revenues</b>                           |                    |                     |                     |                     |                    |                            |
| Local                                     | 189,083,868        | 210,901,272         | 210,901,272         | 207,904,624         | 214,974,981        | 4,073,709                  |
| State                                     | 57,505,858         | 37,579,476          | 37,579,476          | 43,167,265          | 41,419,408         | 3,839,932                  |
| Federal                                   | 437,481            | 6,200,000           | 6,200,000           | 5,134,441           | 2,000,000          | (4,200,000)                |
| <b>Total Revenues</b>                     | <b>247,027,207</b> | <b>254,680,748</b>  | <b>254,680,748</b>  | <b>256,206,330</b>  | <b>258,394,389</b> | <b>3,713,641</b>           |
| <b>Other Resources</b>                    | 500,000            | 500,000             | 500,000             | 755,526             | 500,000            | -                          |
| <b>Total Revenue and Other Resources</b>  | <b>247,527,207</b> | <b>255,180,748</b>  | <b>255,180,748</b>  | <b>256,961,856</b>  | <b>258,894,389</b> | <b>3,713,641</b>           |
| <b>Expenditures</b>                       |                    |                     |                     |                     |                    |                            |
| Payroll Costs                             | 199,856,677        | 216,000,171         | 216,000,171         | 212,049,794         | 206,225,813        | (9,774,358)                |
| Contracted Services                       | 40,767,774         | 41,638,488          | 41,638,488          | 41,999,248          | 45,038,382         | 3,399,894                  |
| Supplies & Materials                      | 7,916,887          | 9,713,558           | 9,713,558           | 7,306,269           | 9,897,984          | 184,426                    |
| Other Operating Costs                     | 5,899,838          | 5,930,596           | 5,930,596           | 5,615,455           | 5,215,753          | (714,843)                  |
| Debt Services                             | 658,846            | -                   | -                   | -                   | -                  | -                          |
| Capital Outlay                            | 104,973            | 75,000              | 75,000              | 702,436             | 18,876             | (56,124)                   |
| <b>Total Expenditures</b>                 | <b>255,204,995</b> | <b>273,357,813</b>  | <b>273,357,813</b>  | <b>267,673,202</b>  | <b>266,396,808</b> | <b>(6,961,005)</b>         |
| <b>Other Uses</b>                         | -                  | -                   | -                   | -                   | -                  | -                          |
| <b>Total Expenditures and Other Uses</b>  | <b>255,204,995</b> | <b>273,357,813</b>  | <b>273,357,813</b>  | <b>267,673,202</b>  | <b>266,396,808</b> | <b>(6,961,005)</b>         |
| <b>Revenues Over/(Under) Expenditures</b> | <b>(8,177,788)</b> | <b>(18,677,065)</b> | <b>(18,677,065)</b> | <b>(11,466,872)</b> | <b>(7,502,419)</b> | <b>10,674,646</b>          |
| <b>Net Change in Fund Balance</b>         | <b>(7,677,788)</b> | <b>(18,177,065)</b> | <b>(18,177,065)</b> | <b>(10,711,346)</b> | <b>(7,502,419)</b> | <b>10,674,646</b>          |
| Projected Beginning Fund Balance          | 118,250,690        | 110,572,902         | 110,572,902         | 110,572,902         | 99,861,556         | (10,711,346)               |
| Prior Period Adjustments                  | -                  | -                   | -                   | -                   | -                  | -                          |
| Projected Ending Fund Balance             | <b>110,572,902</b> | <b>92,395,837</b>   | <b>92,395,837</b>   | <b>99,861,556</b>   | <b>92,359,137</b>  | <b>(36,700)</b>            |

**McKinney Independent School District**  
**General Funds - By Function**  
**For the Years Ended June 30,2022 - June 30, 2029 (Actual, Budgeted and Projected)**

|  | 2021-22            | 2022-2023          | 2023-2024          | 2024-25             | 2025-26            | 2026-27            | 2027-28            | 2028-29            |
|--|--------------------|--------------------|--------------------|---------------------|--------------------|--------------------|--------------------|--------------------|
|  | Actual             | Actual             | Actual             | Projected Actual    | Budget             | Projected          | Projected          | Projected          |
| <b>Revenues</b>  |                    |                    |                    |                     |                    |                    |                    |                    |
| Local Revenue  | 194,583,115        | 216,659,211        | 189,083,868        | 207,904,624         | 214,974,981        | 216,587,293        | 218,211,698        | 219,848,286        |
| State Revenue  | 30,558,522         | 31,944,461         | 57,505,858         | 43,167,265          | 41,419,408         | 41,730,054         | 41,938,704         | 42,148,397         |
| Federal Revenue  | 4,559,114          | 5,238,648          | 437,481            | 5,134,441           | 2,000,000          | 2,015,000          | 2,025,075          | 2,035,200          |
| <b>Total Revenues</b>                                    | <b>229,700,751</b> | <b>253,842,320</b> | <b>247,027,207</b> | <b>256,206,330</b>  | <b>258,394,389</b> | <b>260,332,347</b> | <b>262,175,477</b> | <b>264,031,884</b> |
| <b>Other Resources</b>                                   | -                  | 3,866,129          | 500,000            | 755,526             | 500,000            | 150,000            | 150,000            | 150,000            |
| <b>Total Revenue and Other Resources</b>                 | <b>229,700,751</b> | <b>257,708,449</b> | <b>247,527,207</b> | <b>256,961,856</b>  | <b>258,894,389</b> | <b>260,482,347</b> | <b>262,325,477</b> | <b>264,181,884</b> |
| <b>Expenditures</b>                                      |                    |                    |                    |                     |                    |                    |                    |                    |
| Instruction  | 143,434,266        | 143,048,744        | 144,948,741        | 152,683,735         | 152,424,961        | 151,224,961        | 151,981,086        | 152,740,991        |
| Instructional Resources & Media Services                 | 4,425,392          | 4,331,930          | 4,547,836          | 4,569,262           | 3,287,585          | 3,062,585          | 3,077,898          | 3,093,287          |
| Curriculum & Staff Development                           | 3,162,248          | 3,436,070          | 3,705,699          | 3,588,688           | 3,062,564          | 3,039,595          | 3,054,793          | 3,070,067          |
| Instruction Leadership                                   | 4,789,609          | 4,410,298          | 4,617,761          | 5,300,936           | 4,524,380          | 4,490,447          | 4,512,899          | 4,535,464          |
| School Leadership  | 16,276,992         | 16,521,140         | 16,879,552         | 16,924,257          | 16,832,275         | 16,022,275         | 16,102,386         | 16,182,898         |
| Guidance, Counseling, & Evaluation Services              | 5,989,906          | 6,258,111          | 7,321,954          | 10,211,824          | 10,175,115         | 9,965,115          | 10,014,941         | 10,065,015         |
| Social Work Services                                     | 148,355            | 476,596            | 644,243            | 706,555             | 56,211             | 55,789             | 56,068             | 56,349             |
| Health Services  | 3,067,083          | 3,089,593          | 3,285,113          | 3,247,847           | 2,966,142          | 2,748,896          | 2,762,640          | 2,776,454          |
| Student Transportation                                   | 10,574,428         | 10,432,809         | 11,412,744         | 11,427,198          | 11,756,996         | 11,668,819         | 11,727,163         | 11,785,798         |
| Food Service   | -                  | -                  | -                  | -                   | -                  | -                  | -                  | -                  |
| Cocurricular/Extracurricular Activities                  | 6,915,580          | 7,217,119          | 7,639,020          | 7,584,748           | 7,506,937          | 7,450,635          | 7,487,888          | 7,525,328          |
| General Administration                                   | 4,974,994          | 5,725,942          | 6,356,335          | 5,700,800           | 5,795,394          | 5,751,929          | 5,780,688          | 5,809,592          |
| Plant Maintenance and Operations                         | 20,987,551         | 22,511,932         | 24,925,662         | 24,958,647          | 25,387,819         | 25,197,410         | 25,323,397         | 25,450,014         |
| Security and Monitoring Services                         | 2,302,984          | 1,941,643          | 3,892,473          | 3,939,057           | 4,433,246          | 4,283,246          | 4,304,662          | 4,326,186          |
| Data Processing Services                                 | 4,500,906          | 4,894,585          | 6,813,348          | 6,949,665           | 7,161,270          | 6,951,270          | 6,986,026          | 7,020,956          |
| Community Services                                       | 206,030            | 225,912            | 179,664            | 175,148             | 85,745             | 85,102             | 85,527             | 85,955             |
| Debt Service   | 747,780            | 1,596,644          | 658,846            | 659,082             | -                  | -                  | -                  | -                  |
| Facilities Acquisition and Construction                  | -                  | -                  | -                  | -                   | -                  | -                  | -                  | -                  |
| Contracted Instructional Services Between Public Schools | 3,419,538          | 20,626,414         | 5,431,182          | 7,041,655           | 8,816,861          | 8,750,735          | 8,794,488          | 8,838,461          |
| Payments to JJAEP Program                                | -                  | -                  | 23,603             | 6,314               | 150,000            | 148,875            | 149,619            | 150,367            |
| Other Intergovernmental Charges                          | 1,770,748          | 1,901,496          | 1,921,219          | 1,997,784           | 1,973,307          | 1,958,507          | 1,968,300          | 1,978,141          |
| <b>Total Expenditures</b>                                | <b>237,694,390</b> | <b>258,646,978</b> | <b>255,204,995</b> | <b>267,673,202</b>  | <b>266,396,808</b> | <b>262,856,190</b> | <b>264,170,471</b> | <b>265,491,324</b> |
| <b>Other Uses</b>  | 384,982            | -                  | -                  | -                   | -                  | -                  | -                  | -                  |
| <b>Total Expenditures and Other Uses</b>                 | <b>238,079,372</b> | <b>258,646,978</b> | <b>255,204,995</b> | <b>267,673,202</b>  | <b>266,396,808</b> | <b>262,856,190</b> | <b>264,170,471</b> | <b>265,491,324</b> |
| <b>Revenues Over/(Under) Expenditures</b>                | <b>(7,993,639)</b> | <b>(4,804,658)</b> | <b>(8,177,788)</b> | <b>(11,466,872)</b> | <b>(8,002,419)</b> | <b>(2,523,843)</b> | <b>(1,994,994)</b> | <b>(1,459,440)</b> |
| <b>Net Change in Fund Balance</b>                        | <b>(8,378,621)</b> | <b>(938,529)</b>   | <b>(7,677,788)</b> | <b>(10,711,346)</b> | <b>(7,502,419)</b> | <b>(2,373,843)</b> | <b>(1,844,994)</b> | <b>(1,309,440)</b> |
| Projected Beginning Fund Balance                         | 130,224,244        | 119,189,219        | 118,250,690        | 110,572,902         | 99,861,556         | 92,359,137         | 89,985,293         | 88,140,299         |
| Prior Period Adjustments                                 | (2,656,404)        |                    |                    |                     |                    |                    |                    |                    |
| Projected Ending Fund Balance                            | <b>119,189,219</b> | <b>118,250,690</b> | <b>110,572,902</b> | <b>99,861,556</b>   | <b>92,359,137</b>  | <b>89,985,293</b>  | <b>88,140,299</b>  | <b>86,830,859</b>  |

## Footnote

This long-range forecast is for illustrative and planning purposes only. Given the unpredictability of the biennial state legislature and other economic indicators, forecasts are subject to change frequently. This model represents a realistic, yet conservative prediction of financial outcomes based on current funding formulas. This plan uses static enrollment figures. It does not consider any future changes in staffing that may or may not be required. This financial plan does not assume any pay raises for staff beyond the 2025-2026 fiscal year, and there are no provisions for market value salary adjustments or additional employee benefits in this plan. All increases in compensation will need to be evaluated against available funds on an annual basis. Revenue forecasts assume property value growth at 5% per annum. Because future and current budgets will be adopted based on estimated property values, adequate reserves must be maintained to accommodate any required settle-up with the State when values are finally certified. This plan does not reflect the expected annual budget saves the district customarily maintains.

## Student Nutrition Fund Information

The Student Nutrition Fund accounts for the operation of the district's cafeteria meal program. The 2025-26 expense budget totals \$13,997,002, which represents a 1.36% decrease from the 2024-2025 original budget. The emphasis of the Student Nutrition Program is to provide a nutritional meal program without fiscal support from the General Fund. The Student Nutrition Fund also covers facility expenses attributable to the kitchen and lunchroom areas.

The district meets or exceeds the mandated nutritional requirements set by national and state agencies.

The 2025 – 2026 budget includes the following financial highlights:

- Total Revenues: \$13,914,416
- Total Expenditures: \$13,997,002

**McKinney Independent School District  
Student Nutrition Fund Budget - By Object Category  
For the Years Ended June 30, 2024 - June 30, 2026**

|   | 2023-24            | 2024-25            |                    |                    | 2025-26           |                            |
|---|--------------------|--------------------|--------------------|--------------------|-------------------|----------------------------|
|   | Actual             | Original Budget    | Current Budget     | Projected Actual   | Adopted Budget    | Change from 24-25 Original |
| <b>Revenues</b>                           |                    |                    |                    |                    |                   |                            |
| Local                                     | 5,157,973          | 6,048,183          | 6,048,183          | 5,301,441          | 6,193,693         | 145,510                    |
| State                                     | 45,990             | 56,913             | 56,913             | 54,368             | 50,000            | (6,913)                    |
| Federal                                   | 7,726,421          | 6,920,319          | 6,920,319          | 7,549,978          | 7,670,723         | 750,404                    |
| <b>Total Revenues</b>                     | <u>12,930,384</u>  | <u>13,025,415</u>  | <u>13,025,415</u>  | <u>12,905,787</u>  | <u>13,914,416</u> | <u>889,001</u>             |
| <b>Other Resources</b>                    | -                  | -                  | -                  | -                  | -                 | -                          |
| <b>Total Revenue and Other Resources</b>  | <u>12,930,384</u>  | <u>13,025,415</u>  | <u>13,025,415</u>  | <u>12,905,787</u>  | <u>13,914,416</u> | <u>889,001</u>             |
| <b>Expenditures</b>                       |                    |                    |                    |                    |                   |                            |
| Payroll Costs                             | 177,336            | 178,094            | 178,094            | 178,167            | 181,045           | 2,951                      |
| Contracted Services                       | 12,382,000         | 11,530,673         | 13,022,460         | 12,616,862         | 13,748,457        | 2,217,784                  |
| Supplies & Materials                      | 1,326,085          | 957,919            | 1,018,520          | 987,625            | 67,000            | (890,919)                  |
| Other Operating Costs                     | 465                | 4,000              | 1,500              | 539                | 500               | (3,500)                    |
| Debt Services                             | -                  | -                  | -                  | -                  | -                 | -                          |
| Capital Outlay                            | 1,755,183          | 1,520,652          | 2,343,191          | 1,102,781          | -                 | (1,520,652)                |
| <b>Total Expenditures</b>                 | <u>15,641,069</u>  | <u>14,191,338</u>  | <u>16,563,765</u>  | <u>14,885,974</u>  | <u>13,997,002</u> | <u>(194,336)</u>           |
| <b>Other Uses</b>                         | -                  | -                  | -                  | -                  | -                 | -                          |
| <b>Total Expenditures and Other Uses</b>  | <u>15,641,069</u>  | <u>14,191,338</u>  | <u>16,563,765</u>  | <u>14,885,974</u>  | <u>13,997,002</u> | <u>(194,336)</u>           |
| <b>Revenues Over/(Under) Expenditures</b> | <u>(2,710,685)</u> | <u>(1,165,923)</u> | <u>(3,538,350)</u> | <u>(1,980,187)</u> | <u>(82,586)</u>   | <u>1,083,337</u>           |
| <b>Net Change in Fund Balance</b>         | <u>(2,710,685)</u> | <u>(1,165,923)</u> | <u>(3,538,350)</u> | <u>(1,980,187)</u> | <u>(82,586)</u>   | <u>1,083,337</u>           |
| Projected Beginning Fund Balance          | 8,825,132          | 6,114,447          | 6,114,447          | 6,114,447          | 4,134,260         | (1,980,187)                |
| Prior Period Adjustments                  | -                  | -                  | -                  | -                  | -                 | -                          |
| Projected Ending Fund Balance             | <u>6,114,447</u>   | <u>4,948,524</u>   | <u>2,576,097</u>   | <u>4,134,260</u>   | <u>4,051,674</u>  | <u>(896,850)</u>           |

**McKinney Independent School District  
Student Nutrition Fund - by Function  
For Years Ending June 30, 2022 - June 30, 2029 (Actual, Budgeted and Projected)**

|   | 2021-2022<br>Actual | 2022-2023<br>Actual | 2023-2024<br>Actual | 2024-2025<br>Projected<br>Actual | 2025-2026<br>Adopted<br>Budget | 2026-2027<br>Projected | 2027-2028<br>Projected | 2028-2029<br>Projected |
|---|---------------------|---------------------|---------------------|----------------------------------|--------------------------------|------------------------|------------------------|------------------------|
| <b>Revenues</b>                             |                     |                     |                     |                                  |                                |                        |                        |                        |
| Local                                       | 1,808,132           | 5,071,397           | 5,157,973           | 5,301,441                        | 6,193,693                      | 6,240,146              | 6,286,947              | 6,334,099              |
| State                                       | 50,367              | 56,913              | 45,990              | 54,368                           | 50,000                         | 50,375                 | 50,627                 | 50,880                 |
| Federal                                     | 13,780,082          | 8,337,168           | 7,726,421           | 7,549,978                        | 7,670,723                      | 7,728,253              | 7,766,895              | 7,805,729              |
| <b>Total Revenues</b>                       | <b>15,638,581</b>   | <b>13,465,478</b>   | <b>12,930,384</b>   | <b>12,905,787</b>                | <b>13,914,416</b>              | <b>14,018,774</b>      | <b>14,104,468</b>      | <b>14,190,708</b>      |
| <b>Other Resources</b>                      | -                   | -                   | -                   | -                                | -                              | -                      | -                      | -                      |
| <b>Total Revenue and Other Resources</b>    | <b>15,638,581</b>   | <b>13,465,478</b>   | <b>12,930,384</b>   | <b>12,905,787</b>                | <b>13,914,416</b>              | <b>14,018,774</b>      | <b>14,104,468</b>      | <b>14,190,708</b>      |
| <b>Expenditures</b>                         |                     |                     |                     |                                  |                                |                        |                        |                        |
| Instruction                                 | -                   | -                   | -                   | -                                | -                              | -                      | -                      | -                      |
| Instructional Resources & Media Services    | -                   | -                   | -                   | -                                | -                              | -                      | -                      | -                      |
| Curriculum & Staff Development              | -                   | -                   | -                   | -                                | -                              | -                      | -                      | -                      |
| Instruction Leadership                      | -                   | -                   | -                   | -                                | -                              | -                      | -                      | -                      |
| School Leadership                           | -                   | -                   | -                   | -                                | -                              | -                      | -                      | -                      |
| Guidance, Counseling, & Evaluation Services | -                   | -                   | -                   | -                                | -                              | -                      | -                      | -                      |
| Social Work Services                        | -                   | -                   | -                   | -                                | -                              | -                      | -                      | -                      |
| Health Services                             | -                   | -                   | -                   | -                                | -                              | -                      | -                      | -                      |
| Student Transportation                      | -                   | -                   | -                   | -                                | -                              | -                      | -                      | -                      |
| Food Service                                | 11,477,624          | 12,852,222          | 15,309,009          | 14,616,506                       | 13,660,150                     | 13,557,699             | 13,625,487             | 13,693,615             |
| Cocurricular/Extracurricular Activities     | -                   | -                   | -                   | -                                | -                              | -                      | -                      | -                      |
| General Administration                      | 27                  | -                   | -                   | -                                | -                              | -                      | -                      | -                      |
| Plant Maintenance and Operations            | 268,486             | 319,157             | 332,060             | 269,468                          | 336,852                        | 334,326                | 335,997                | 337,677                |
| Security and Monitoring Services            | -                   | -                   | -                   | -                                | -                              | -                      | -                      | -                      |
| Data Processing Services                    | -                   | -                   | -                   | -                                | -                              | -                      | -                      | -                      |
| Community Services                          | -                   | -                   | -                   | -                                | -                              | -                      | -                      | -                      |
| Debt Service                                | -                   | -                   | -                   | -                                | -                              | -                      | -                      | -                      |
| Facilities Acquisition and Construction     | -                   | -                   | -                   | -                                | -                              | -                      | -                      | -                      |
| Contracted Instructional Services           | -                   | -                   | -                   | -                                | -                              | -                      | -                      | -                      |
| Payments to JJAEP Program                   | -                   | -                   | -                   | -                                | -                              | -                      | -                      | -                      |
| Other Intergovernmental Charges             | -                   | -                   | -                   | -                                | -                              | -                      | -                      | -                      |
| <b>Total Expenditures</b>                   | <b>11,746,137</b>   | <b>13,171,379</b>   | <b>15,641,069</b>   | <b>14,885,974</b>                | <b>13,997,002</b>              | <b>13,892,024</b>      | <b>13,961,485</b>      | <b>14,031,292</b>      |
| <b>Other Uses</b>                           | -                   | -                   | -                   | -                                | -                              | -                      | -                      | -                      |
| <b>Total Expenditures and Other Uses</b>    | <b>11,746,137</b>   | <b>13,171,379</b>   | <b>15,641,069</b>   | <b>14,885,974</b>                | <b>13,997,002</b>              | <b>13,892,024</b>      | <b>13,961,485</b>      | <b>14,031,292</b>      |
| <b>Revenues Over/(Under) Expenditures</b>   | <b>3,892,444</b>    | <b>294,099</b>      | <b>(2,710,685)</b>  | <b>(1,980,187)</b>               | <b>(82,586)</b>                | <b>126,750</b>         | <b>142,984</b>         | <b>159,416</b>         |
| <b>Net Change in Fund Balance</b>           | <b>3,892,444</b>    | <b>294,099</b>      | <b>(2,710,685)</b>  | <b>(1,980,187)</b>               | <b>(82,586)</b>                | <b>126,750</b>         | <b>142,984</b>         | <b>159,416</b>         |
| Projected Beginning Fund Balance            | 4,126,993           | 8,531,034           | 8,825,132           | 6,114,447                        | 4,134,260                      | 4,051,674              | 4,178,423              | 4,321,407              |
| Prior Period Adjustments                    | 511,597             | -                   | -                   | -                                | -                              | -                      | -                      | -                      |
| Projected Ending Fund Balance               | 8,531,034           | 8,825,132           | 6,114,447           | 4,134,260                        | 4,051,674                      | 4,178,423              | 4,321,407              | 4,480,823              |

**Footnote**

This long-range forecast is for illustrative and planning purposes only. Given the unpredictability of the biennial state legislature and other economic indicators, forecasts are subject to change frequently. This model represents a realistic, yet conservative prediction of financial outcomes based on current funding formulas. This plan uses static enrollment figures. It does not consider any future changes in staffing that may or may not be required. This financial plan does not assume any pay raises for staff beyond the 2025-2026 fiscal year, and there are no provisions for market value salary adjustments or additional employee benefits in this plan. All increases in compensation will need to be evaluated against available funds on an annual basis. Revenue forecasts assume property value growth at 5% per annum. Because future and current budgets will be adopted based on estimated property values, adequate reserves must be maintained to accommodate any required settle-up with the State when values are finally certified. This plan does not reflect the expected annual budget saves the district customarily maintains.



### Debt Service Fund Information

The debt service fund (often referred to as the 'Interest and Sinking Fund' or the 'I&S fund') is primarily funded by local property tax collections. The Debt Service fund is established to account for payment of principal and interest on voter authorized long-term debt. Payments are due in August and February each Fiscal Year.

Revenue of the debt service fund consists of ad valorem property taxes. The debt service tax was lowered to \$0.37 per \$100 of valuation in the 2021-2022 school year. Other sources of revenue include investment interest earned on funds between the payment dates.

The expenditures of the Debt Service Fund consist of the principal, interest, and paying agent fees on long-term debt payments. McKinney ISD is actively working to manage the debt portfolio through tax redemptions, tax refunding, and tax refinancing.

For 2025-2026, the Debt Service Fund has budgeted revenues of \$107,214,356. The debt service tax rate remained \$0.37 per \$100 valuation for the 2025-2026 school year.

The growth in enrollment over the last ten years has caused the district to call for several bond elections to authorize construction and renovation projects. The district's financial advisor, Hilltop Securities, works with MISD staff to effectively structure its debt capacity.

The total amount of principal outstanding on voter-authorized bonds as of June 30, 2025 was \$399,370,000.

#### McKinney Independent School District Summary of Bond Indebtedness 2025-2026 School Year

| Bond Issue          | Due Date  | Interest                | Principal               | Total Payment           | 7/1/2025 Bonds Outstanding | 6/30/2026 Bonds Outstanding | Date Bonds Complete |
|---------------------|-----------|-------------------------|-------------------------|-------------------------|----------------------------|-----------------------------|---------------------|
| 2015R               | 8/15/2025 | \$ 430,406.25           | \$ -                    | \$ 430,406.25           |                            |                             |                     |
|                     | 2/15/2026 | \$ 430,406.25           | \$ 3,400,000.00         | \$ 3,830,406.25         | \$ 22,600,000.00           | \$ 19,200,000.00            | 2/15/2031           |
| 2015A               | 8/15/2025 | \$ 866,100.00           | \$ -                    | \$ 866,100.00           |                            |                             |                     |
|                     | 2/15/2026 | \$ 866,100.00           | \$ 3,210,000.00         | \$ 4,076,100.00         | \$ 35,955,000.00           | \$ 32,745,000.00            | 2/15/2040           |
| 2016                | 8/15/2025 | \$ 469,100.00           |                         | \$ 469,100.00           |                            |                             |                     |
|                     | 2/15/2026 | \$ 469,100.00           | \$ 2,270,000.00         | \$ 2,739,100.00         | \$ 21,655,000.00           | \$ 19,385,000.00            | 2/15/2033           |
| 2016A               | 8/15/2025 | \$ 1,027,506.25         | \$ -                    | \$ 1,027,506.25         |                            |                             |                     |
|                     | 2/15/2026 | \$ 1,027,506.25         | \$ 3,465,000.00         | \$ 4,492,506.25         | \$ 48,815,000.00           | \$ 45,350,000.00            | 2/15/2036           |
| 2017                | 8/15/2025 | \$ 1,169,850.00         | \$ -                    | \$ 1,169,850.00         |                            |                             |                     |
|                     | 2/15/2026 | \$ 1,169,850.00         | \$ 3,380,000.00         | \$ 4,549,850.00         | \$ 50,900,000.00           | \$ 47,520,000.00            | 2/15/2037           |
| 2018                | 8/15/2025 | \$ 662,500.00           | \$ -                    | \$ 662,500.00           |                            |                             |                     |
|                     | 2/15/2026 | \$ 662,500.00           | \$ 1,485,000.00         | \$ 2,147,500.00         | \$ 26,500,000.00           | \$ 25,015,000.00            | 2/15/2038           |
| 2019                | 8/15/2025 | \$ 148,375.00           | \$ -                    | \$ 148,375.00           |                            |                             |                     |
|                     | 2/15/2026 | \$ 148,375.00           | \$ 535,000.00           | \$ 683,375.00           | \$ 5,935,000.00            | \$ 5,400,000.00             | 2/15/2040           |
| 2021                | 8/15/2025 | \$ 1,517,953.13         | \$ -                    | \$ 1,517,953.13         |                            |                             |                     |
|                     | 2/15/2026 | \$ 1,517,953.13         | \$ 6,570,000.00         | \$ 8,087,953.13         | \$ 82,700,000.00           | \$ 76,130,000.00            | 2/15/2041           |
| 2022                | 8/15/2025 | \$ 1,489,275.00         | \$ -                    | \$ 1,489,275.00         |                            |                             |                     |
|                     | 2/15/2026 | \$ 1,489,275.00         | \$ 5,010,000.00         | \$ 6,499,275.00         | \$ 63,075,000.00           | \$ 58,065,000.00            | 2/15/2042           |
| 2023                | 8/15/2025 | \$ 146,375.00           | \$ -                    | \$ 146,375.00           |                            |                             |                     |
|                     | 2/15/2026 | \$ 146,375.00           | \$ 1,350,000.00         | \$ 1,496,375.00         | \$ 5,855,000.00            | \$ 4,505,000.00             | 2/15/2029           |
| 2024                | 8/15/2025 | \$ 874,825.00           | \$ -                    | \$ 874,825.00           |                            |                             |                     |
|                     | 2/15/2026 | \$ 874,825.00           | \$ 2,585,000.00         | \$ 3,459,825.00         | \$ 35,380,000.00           | \$ 32,795,000.00            | 2/15/2044           |
| <b>GRAND TOTALS</b> |           | <b>\$ 17,604,531.26</b> | <b>\$ 33,260,000.00</b> | <b>\$ 50,864,531.26</b> | <b>\$ 399,370,000.00</b>   | <b>\$ 366,110,000.00</b>    |                     |

The district will continue to assess opportunities to refund bonds to achieve interest savings for its taxpayers. The administration will work closely with our financial advisor, Hilltop Securities, for a potential refunding in the summer of 2026. If savings are possible, a parameter order for a bond refunding will be presented to our Board of Trustees for approval.

The Debt Service budget includes the following financial highlights:

- Total Revenue \$116,464,356
- Total Expenditures \$116,464,356
- Budget Surplus/Deficit \$0.0000
- I&S Tax Rate \$0.3700

**McKinney Independent School District  
Debt Service Budget - By Object Category  
For the Years Ended June 30, 2024 - June 30, 2026**

|   | 2023-24            | 2024-25            |                    |                    | 2025-26            |                            |
|---|--------------------|--------------------|--------------------|--------------------|--------------------|----------------------------|
|   | Actual             | Original Budget    | Current Budget     | Projected Actual   | Adopted Budget     | Change from 24-25 Original |
| <b>Revenues</b>                           |                    |                    |                    |                    |                    |                            |
| Local                                     | 88,938,005         | 104,774,543        | 104,774,543        | 99,597,884         | 108,964,356        | 4,189,813                  |
| State                                     | 7,393,486          | 500,000            | 6,198,088          | 6,765,136          | 7,500,000          | 7,000,000                  |
| Federal                                   | -                  | -                  | -                  | -                  | -                  | -                          |
| <b>Total Revenues</b>                     | <u>96,331,491</u>  | <u>105,274,543</u> | <u>110,972,631</u> | <u>106,363,020</u> | <u>116,464,356</u> | <u>11,189,813</u>          |
| <b>Other Resources</b>                    | 31,105,112         | -                  | 197,390            | 197,390            | -                  | -                          |
| <b>Total Revenue and Other Resources</b>  | <u>127,436,603</u> | <u>105,274,543</u> | <u>111,170,021</u> | <u>106,560,410</u> | <u>116,464,356</u> | <u>11,189,813</u>          |
| <b>Expenditures</b>                       |                    |                    |                    |                    |                    |                            |
| Payroll Costs                             | -                  | -                  | -                  | -                  | -                  | -                          |
| Contracted Services                       | -                  | -                  | -                  | -                  | -                  | -                          |
| Supplies & Materials                      | -                  | -                  | -                  | -                  | -                  | -                          |
| Other Operating Costs                     | -                  | -                  | -                  | -                  | -                  | -                          |
| Debt Services                             | 90,577,333         | 105,274,543        | 99,576,455         | 99,576,452         | 116,464,356        | 11,189,813                 |
| Capital Outlay                            | -                  | -                  | -                  | -                  | -                  | -                          |
| <b>Total Expenditures</b>                 | <u>90,577,333</u>  | <u>105,274,543</u> | <u>99,576,455</u>  | <u>99,576,452</u>  | <u>116,464,356</u> | <u>11,189,813</u>          |
| <b>Other Uses</b>                         | 30,884,447         | -                  | 197,390            | 197,390            | -                  | -                          |
| <b>Total Expenditures and Other Uses</b>  | <u>121,461,780</u> | <u>105,274,543</u> | <u>99,773,845</u>  | <u>99,773,842</u>  | <u>116,464,356</u> | <u>11,189,813</u>          |
| <b>Revenues Over/(Under) Expenditures</b> | <u>5,754,158</u>   | <u>-</u>           | <u>11,396,176</u>  | <u>6,786,568</u>   | <u>-</u>           | <u>-</u>                   |
| <b>Net Change in Fund Balance</b>         | 5,974,823          | -                  | 11,593,566         | 6,983,958          | -                  | -                          |
| Projected Beginning Fund Balance          | 34,402,146         | 40,376,969         | 40,376,969         | 40,376,969         | 47,360,927         | 6,983,958                  |
| Prior Period Adjustments                  | -                  | -                  | -                  | -                  | -                  | -                          |
| Projected Ending Fund Balance             | <u>40,376,969</u>  | <u>40,376,969</u>  | <u>51,970,535</u>  | <u>47,360,927</u>  | <u>47,360,927</u>  | <u>6,983,958</u>           |

**McKinney Independent School District**  
**Debt Service Fund - By Function**  
**For the Years Ending June 30, 2022 - June 30, 2029 (Actual, Budgeted and Projected)**

|   | <b>2021-2022<br/>Actual</b> | <b>2022-2023<br/>Actual</b> | <b>2023-2024<br/>Actual</b> | <b>2024-2025<br/>Projected<br/>Actual</b> | <b>2025-2026<br/>Adopted<br/>Budget</b> | <b>2026-2027<br/>Projected</b> | <b>2027-2028<br/>Projected</b> | <b>2028-2029<br/>Projected</b> |
|---|-----------------------------|-----------------------------|-----------------------------|---|---|--------------------------------|--------------------------------|--------------------------------|
| <b>Revenue</b>                              |                             |                             |                             |   |   |                                |                                |                                |
| Local                                       | 70,317,357                  | 82,880,858                  | 88,938,005                  | 99,597,884                                | 108,964,356                             | 109,781,589                    | 110,604,951                    | 111,434,488                    |
| State                                       | 391,401                     | 1,448,809                   | 7,393,486                   | 6,765,136                                 | 7,500,000                               | 7,556,250                      | 7,594,031                      | 7,632,001                      |
| Federal                                     | -                           | -                           | -                           | -   | -                                       | -                              | -                              | -                              |
| <b>Total Revenue</b>                        | <b>70,708,758</b>           | <b>84,329,667</b>           | <b>96,331,491</b>           | <b>106,363,020</b>                        | <b>116,464,356</b>                      | <b>117,337,839</b>             | <b>118,198,982</b>             | <b>119,066,489</b>             |
| <b>Other Resources</b>                      | <b>52,265,803</b>           | <b>40,359,666</b>           | <b>31,105,112</b>           | <b>197,390</b>                            | <b>-</b>                                | <b>-</b>                       | <b>-</b>                       | <b>-</b>                       |
| <b>Total Revenue and Other Resources</b>    | <b>122,974,561</b>          | <b>124,689,333</b>          | <b>127,436,603</b>          | <b>106,560,410</b>                        | <b>116,464,356</b>                      | <b>117,337,839</b>             | <b>118,198,982</b>             | <b>119,066,489</b>             |
| <b>Expenditures</b>                         |                             |                             |                             |   |   |                                |                                |                                |
| Instruction                                 | -                           | -                           | -                           | -   | -                                       | -                              | -                              | -                              |
| Instructional Resources & Media Services    | -                           | -                           | -                           | -   | -                                       | -                              | -                              | -                              |
| Curriculum & Staff Development              | -                           | -                           | -                           | -   | -                                       | -                              | -                              | -                              |
| Instruction Leadership                      | -                           | -                           | -                           | -   | -                                       | -                              | -                              | -                              |
| School Leadership                           | -                           | -                           | -                           | -   | -                                       | -                              | -                              | -                              |
| Guidance, Counseling, & Evaluation Services | -                           | -                           | -                           | -   | -                                       | -                              | -                              | -                              |
| Social Work Services                        | -                           | -                           | -                           | -   | -                                       | -                              | -                              | -                              |
| Health Services                             | -                           | -                           | -                           | -   | -                                       | -                              | -                              | -                              |
| Student Transportation                      | -                           | -                           | -                           | -   | -                                       | -                              | -                              | -                              |
| Food Service                                | -                           | -                           | -                           | -   | -                                       | -                              | -                              | -                              |
| Cocurricular/Extracurricular Activities     | -                           | -                           | -                           | -   | -                                       | -                              | -                              | -                              |
| General Administration                      | -                           | -                           | -                           | -   | -                                       | -                              | -                              | -                              |
| Plant Maintenance and Operations            | -                           | -                           | -                           | -   | -                                       | -                              | -                              | -                              |
| Security and Monitoring Services            | -                           | -                           | -                           | -   | -                                       | -                              | -                              | -                              |
| Data Processing Services                    | -                           | -                           | -                           | -   | -                                       | -                              | -                              | -                              |
| Community Services                          | -                           | -                           | -                           | -   | -                                       | -                              | -                              | -                              |
| Debt Service                                | 69,260,414                  | 80,807,838                  | 90,577,333                  | 99,576,452                                | 116,464,356                             | 117,337,839                    | 118,198,982                    | 119,066,489                    |
| Facilities Acquisition and Construction     | -                           | -                           | -                           | -   | -                                       | -                              | -                              | -                              |
| Contracted Instructional Services           | -                           | -                           | -                           | -   | -                                       | -                              | -                              | -                              |
| Payments to JJAEP Program                   | -                           | -                           | -                           | -   | -                                       | -                              | -                              | -                              |
| Other Intergovernmental Charges             | -                           | -                           | -                           | -   | -                                       | -                              | -                              | -                              |
| <b>Total Expenditures</b>                   | <b>69,260,414</b>           | <b>80,807,838</b>           | <b>90,577,333</b>           | <b>99,576,452</b>                         | <b>116,464,356</b>                      | <b>117,337,839</b>             | <b>118,198,982</b>             | <b>119,066,489</b>             |
| <b>Other Uses</b>                           | <b>51,939,750</b>           | <b>40,072,564</b>           | <b>30,884,447</b>           | <b>197,390</b>                            | <b>-</b>                                | <b>-</b>                       | <b>-</b>                       | <b>-</b>                       |
| <b>Total Expenditures and Other Uses</b>    | <b>121,200,164</b>          | <b>120,880,402</b>          | <b>121,461,780</b>          | <b>99,773,842</b>                         | <b>116,464,356</b>                      | <b>117,337,839</b>             | <b>118,198,982</b>             | <b>119,066,489</b>             |
| <b>Revenues Over/(Under) Expenditures</b>   | <b>1,448,344</b>            | <b>3,521,829</b>            | <b>5,754,158</b>            | <b>6,786,568</b>                          | <b>-</b>                                | <b>-</b>                       | <b>-</b>                       | <b>-</b>                       |
| <b>Net Change in Fund Balance</b>           | <b>1,774,397</b>            | <b>3,808,931</b>            | <b>5,974,823</b>            | <b>6,983,958</b>                          | <b>-</b>                                | <b>-</b>                       | <b>-</b>                       | <b>-</b>                       |
| Projected Beginning Fund Balance            | 28,818,818                  | 30,593,215                  | 34,402,146                  | 40,376,969                                | 47,360,927                              | 47,360,927                     | 47,360,927                     | 47,360,927                     |
| Prior Period Adjustments                    | -                           | -                           | -                           | -   | -                                       | -                              | -                              | -                              |
| Projected Ending Fund Balance               | 30,593,215                  | 34,402,146                  | 40,376,969                  | 47,360,927                                | 47,360,927                              | 47,360,927                     | 47,360,927                     | 47,360,927                     |

**Footnote**

This long-range forecast is for illustrative and planning purposes only. Given the unpredictability of the biennial state legislature and other economic indicators, forecasts are subject to change frequently. This model represents a realistic, yet conservative prediction of financial outcomes based on current funding formulas. This plan uses static enrollment figures. It does not consider any future changes in staffing that may or may not be required. This financial plan does not assume any pay raises for staff beyond the 2025-2026 fiscal year, and there are no provisions for market value salary adjustments or additional employee benefits in this plan. All increases in compensation will need to be evaluated against available funds on an annual basis. Revenue forecasts assume property value growth at 5% per annum. Because future and current budgets will be adopted based on estimated property values, adequate reserves must be maintained to accommodate any required settle-up with the State when values are finally certified. This plan does not reflect the expected annual budget saves the district customarily maintain

## Property Values

2025 certified net property values have increased approximately 6.55% from the prior year. Anticipated continuation of new housing construction will continue to keep the value growth at significant levels.

On January 1 each year, the property values are rendered for appraisal. The appraisal process is conducted by the Collin Central Appraisal District (CCAD). Properties are required to be appraised at 100% of market value. Currently a ten percent appraisal cap controls runaway property value growth.

The CCAD submits preliminary values to the school district by May 1. These values are usually a conservative estimate of the ultimate certified values that come by July 25th. The preliminary values are good estimates upon which to base the tax levies for the operating and debt service budgets. Once the certified values are received by the district, the tax rate adoption and budgeting process can be completed for the new fiscal year.

Homeowners can file for various homestead exemptions with the Central Appraisal District.

- General Residential Homestead
- Age 65 or Older (commonly referred to as Over 65)
- Over-55 Surviving Spouse of a Person Who Received an Over 65
- Disabled Person
- 100% Disabled Veteran's Homestead and Surviving Spouses
- Service-Connected Disabled Veteran and Surviving Spouses (not limited to residence homestead)

Qualifying homeowners that file for the general residential homestead exemption can receive a state mandated homestead exemption of \$140,000 to reduce the amount of taxes owed

Property Value information is provided by the Notice of Public Meeting to Discuss Budget and Proposed Tax Rate.

### Tax Levy on Average Residence Value

|                           | 2020        | 2021        | 2022        | 2023         | 2024         | 2025 est.    |
|---------------------------|-------------|-------------|-------------|--------------|--------------|--------------|
| Average Residence Value   | \$ 354,144  | \$ 377,932  | \$ 493,508  | \$ 565,988   | \$ 575,848   | \$ 578,218   |
| Less: Homestead Exemption | \$ (25,000) | \$ (25,000) | \$ (40,000) | \$ (100,000) | \$ (100,000) | \$ (140,000) |
| Adjusted Taxable Value    | \$ 329,144  | \$ 352,932  | \$ 453,508  | \$ 465,988   | \$ 475,848   | \$ 438,218   |
| Rate per \$100 Value      | \$ 1.4747   | \$ 1.3767   | \$ 1.3129   | \$ 1.1275    | \$ 1.1252    | \$ 1.1043    |
| Tax Levy                  | \$ 4,854    | \$ 4,859    | \$ 5,954    | \$ 5,254     | \$ 5,354     | \$ 4,839     |

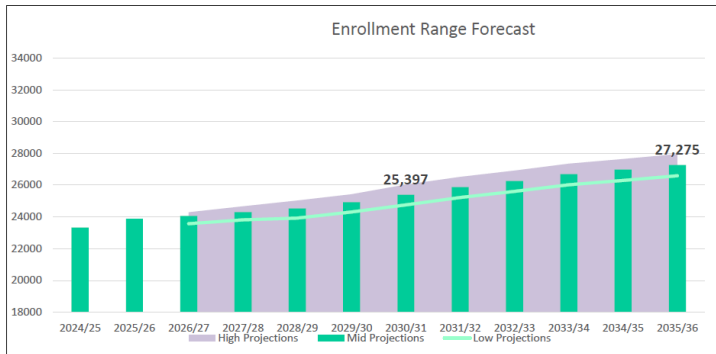


## Enrollment Statistics, Trends, & Forecasts

McKinney ISD continues to monitor and respond to the enrollment needs of the district. The following were the key takeaways from the 1<sup>st</sup> Quarter 2025 Demographer's Report:

### Ten Year Forecast Range Enrollment Forecast

 Zonda.  
Demographics



| School Year | Low Projections | Mid Projections | High Projections |
|-------------|-----------------|-----------------|------------------|
| 2024/25     |                 | 23,327          |                  |
| 2025/26     |                 | 23,889          |                  |
| 2026/27     | 23,575          | 24,056          | 24,296           |
| 2027/28     | 23,821          | 24,307          | 24,671           |
| 2028/29     | 23,927          | 24,540          | 25,031           |
| 2029/30     | 24,309          | 24,933          | 25,431           |
| 2030/31     | 24,762          | 25,397          | 26,032           |
| 2031/32     | 25,224          | 25,870          | 26,517           |
| 2032/33     | 25,604          | 26,261          | 26,917           |
| 2033/34     | 26,021          | 26,688          | 27,355           |
| 2034/35     | 26,300          | 26,975          | 27,649           |
| 2035/36     | 26,593          | 27,275          | 27,956           |

**Low Range Projections**

- Slow down in Housing Starts & Closings
- Increases in Homeschooling & Private School Enrollment
- Lower Kindergarten & Early Elementary Grade Enrollment
- School of Choice options lower overall housing yields

**Mid-Range Projections**

- Economic Conditions remain stable
- Continued population growth & Housing Activity
- Minimal Impact from trends in Homeschooling & Private School Enrollment
- Maintaining current housing yields
- Current Transfer patterns remain

**High Range Projections**

- Future Interest Rate Cuts & Favorable Mortgage Rates
- Surge in Housing Starts & Closings
- Programs and Marketing Efforts increase Enrollment through Transfer Students
- Slight increases in housing yields

### Key Takeaways

 Zonda.  
Demographics

#### District Information -



McKinney ISD enrollment increased by **430 over the last five years**. The District has seen enrollment increase this new 2025-26 school year by **506 students**.

#### Housing Market Conditions -



2025 new home starts and closings in MISD are currently trending below 2024 totals and are anticipated to finish below 2024 totals if current economic uncertainty and higher inflation and mortgage interest rates continue through the remainder of the year

#### Housing Activity & Future Developments -



The district currently has approximately **1,300 homes in active inventory**, roughly 3,950 lots available to build on, and roughly 16,800 planned in the future.

#### Enrollment Forecast -



MISD Enrollment is forecasted to reach nearly 26,000 students by the 2030/31 school year, and with additional housing growth enrollment is anticipated to rise to approximately 28,400 students by the 2035/36 school year.

The projected enrollment increase over the next five years will continue to affect the educational capacity of McKinney ISD's campuses. Detailed enrollment information is provided in the Organizational Section, under Enrollment.

## Teacher Pay Scale and District Compensation

The Teacher Pay Scale is competitive with surrounding districts. The following is a summary of the highlights of the 2025-2026 pay scale:

Starting Teacher \$63,500

5 Years Experience \$68,300

10 Years Experience \$69,900

15 Years Experience \$72,401

20 Years Experience \$74,900

## Allocation of Human & Financial Resources

The budget for McKinney ISD is people intensive. Approximately 77.4% of the General Fund budget is comprised of salaries and benefits, so it is imperative to the continued financial health of the district to monitor staff levels during the staff allocation process.

Student to teacher ratios are reviewed systematically during the year, and all support services are analyzed regularly to ensure ratios are acceptable to State averages.

McKinney Independent School District  
Full-Time Equivalent District Employees by Type (Exhibit S-16)  
Last Ten Fiscal Years

(UNAUDITED)

|  | Fiscal Year  |              |              |              |              |              |              |              |              |              |
|--|--------------|--------------|--------------|--------------|--------------|--------------|--------------|--------------|--------------|--------------|
|  | 2016         | 2017         | 2018         | 2019         | 2020         | 2021         | 2022         | 2023         | 2024         | 2025         |
| <b>Instruction</b>                               |              |              |              |              |              |              |              |              |              |              |
| Teachers   | 1,671        | 1,670        | 1,663        | 1,656        | 1,621        | 1,643        | 1,631        | 1,589        | 1,583        | 1,653        |
| Librarians                                       | 24           | 23           | 28           | 28           | 27           | 23           | 25           | 24           | 24           | 27           |
| Educational Aides                                | 241          | 264          | 274          | 275          | 287          | 293          | 287          | 296          | 284          | -            |
|  | <u>1,936</u> | <u>1,957</u> | <u>1,965</u> | <u>1,959</u> | <u>1,935</u> | <u>1,959</u> | <u>1,943</u> | <u>1,909</u> | <u>1,891</u> | <u>1,680</u> |
| <b>Campus Administration</b>                     |              |              |              |              |              |              |              |              |              |              |
| Principal  | 30           | 30           | 31           | 32           | 32           | 34           | 31           | 30           | 32           | 31           |
| Assistant Principal                              | 54           | 56           | 58           | 57           | 57           | 57           | 58           | 60           | 60           | 58           |
| Instructional Officer                            | -            | -            | 1            | 1            | -            | -            | -            | -            | 1            | -            |
| Athletic   | -            | -            | -            | -            | -            | -            | -            | -            | -            | -            |
|  | <u>84</u>    | <u>86</u>    | <u>90</u>    | <u>90</u>    | <u>89</u>    | <u>91</u>    | <u>89</u>    | <u>90</u>    | <u>93</u>    | <u>89</u>    |
| <b>Student Services</b>                          |              |              |              |              |              |              |              |              |              |              |
| Audiologist                                      |              |              |              |              |              |              |              |              |              |              |
| Counselor  | 47           | 48           | 53           | 61           | 59           | 57           | 56           | 59           | 61           | 59           |
| Educational Diagnostician                        | 14           | 13           | 13           | 14           | 17           | 19           | 18           | 21           | 23           | 21           |
| Occupational Therapist                           | 3            | 5            | 4            | 6            | 5            | 4            | 5            | 5            | 6            | -            |
| Certified Orientation & Mobility Specialist      | 1            | 1            | 1            | 1            | 1            | 1            | 1            | 1            | 1            | -            |
| Physical Therapist                               | 1            | -            | 1            | -            | 1            | 1            | -            | 1            | -            | -            |
| School Nurse                                     | 30           | 29           | 30           | 30           | 29           | 29           | 30           | 31           | 32           | 31           |
| LSSP/Psychologist                                | 12           | 14           | 13           | 13           | 13           | 11           | 13           | 12           | 13           | 16           |
| Speech Therapist/Language Pathologist            | 33           | 36           | 38           | 39           | 41           | 44           | 46           | 46           | 43           | -            |
| Teacher Facilitator                              | 68           | 76           | 77           | 89           | 70           | 68           | 41           | 59           | 45           | 33           |
| Department Head                                  | 16           | 12           | 11           | 18           | 21           | 13           | 9            | 2            | 5            | -            |
| Athletic Trainer                                 | 3            | 3            | 4            | 4            | 5            | 5            | 4            | 1            | 1            | -            |
| Campus Professional Personnel                    | 5            | 4            | 5            | 5            | 4            | 4            | 4            | 5            | 22           | 8            |
| Other Non-Instructional District Prof. Personnel | 50           | 54           | 54           | 53           | 55           | 56           | 91           | 60           | 24           | 128          |
|  | <u>283</u>   | <u>295</u>   | <u>304</u>   | <u>333</u>   | <u>321</u>   | <u>312</u>   | <u>318</u>   | <u>303</u>   | <u>276</u>   | <u>296</u>   |
| <b>Support &amp; Administration</b>              |              |              |              |              |              |              |              |              |              |              |
| Superintendent, Deputy, Assoc. & Assistant       | 8            | 8            | 8            | 8            | 8            | 10           | 9            | 9            | 11           | 10           |
| Business Manager                                 | 1            | 1            | 1            | 1            | 1            | 1            | 1            | 1            | 1            | 1            |
| District Instr. Prog. Director/Exec. Director    | 24           | 24           | 26           | 23           | 25           | 29           | 30           | 29           | 32           | 11           |
| Auxiliary Staff                                  | 336          | 335          | 333          | 366          | 370          | 352          | 361          | 365          | 381          | 406          |
| Athletic Director                                | 2            | 3            | 3            | 4            | 4            | 2            | 2            | 4            | 3            | 4            |
| Teacher Supervisor                               | 10           | 10           | 6            | 8            | 8            | 4            | 4            | 7            | 1            | -            |
|  | <u>381</u>   | <u>381</u>   | <u>377</u>   | <u>410</u>   | <u>416</u>   | <u>398</u>   | <u>407</u>   | <u>415</u>   | <u>429</u>   | <u>432</u>   |
| <b>Total</b>                                     | <u>2,684</u> | <u>2,719</u> | <u>2,736</u> | <u>2,792</u> | <u>2,761</u> | <u>2,760</u> | <u>2,757</u> | <u>2,717</u> | <u>2,689</u> | <u>2,497</u> |

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Source: Fall Public Education Information Management System (PIEMS) with full time equivalents as of the last Friday in October

Notes:

Full-time instructional employees of the district are employed for 188 contract days. Assistant middle school and elementary principals and secondary bookkeepers are employed 210 contract days. Campus principals, student services employees, central administrative, and non campus professional employees are employed 226 days. Auxiliary staff are employed 260 contract days.

Financial resources are distributed to each campus based upon enrollment and special population and program needs. Student needs, such as instructional supplies, come from these budget allocations.

Other costs, such as fuel and utilities, are based upon historical trends, special requests, and relative information.

#### **Other Information**

Other key factors in the budget process are:

- Future capital expenditure purchases.
- Major maintenance expenditures.
- Purchase of property, casualty, worker's compensation, unemployment, and student insurance; and
- ADA is calculated on a 94.50% attendance rate.



# Organizational Section



## District Information

### History of the City of McKinney

Fannin County originally encompassed most of northeast Texas. In 1846, Collin County and several other counties were created out of the original area, and each was about 30 miles square. The Texas legislature decreed that a county seat had to be within three miles of the center of the county so a rider could get from the edge of the county to the county seat and back home in one day. Collin County was named for Collin McKinney who was a pioneer and land surveyor who helped draft and signed the Texas Declaration of Independence from Mexico in 1836.

The original county seat of Collin County was a town called Buckner, but the legislature's decision that the county seat needed to be within three miles of the geographic center of the county meant it had to be in a different location. Two locations were put to a vote: what is now McKinney and a location near Sloan's Grove which is in Fairview today. Heavy rains and swollen creeks prevented Sloan's Grove voters from reaching the polls on voting day, and McKinney was voted to become the county seat. Although residents believed the new county seat would be named Buckner, the Texas Legislature named the town McKinney for Collin McKinney. The state legislature passed an act establishing McKinney as the county seat for Collin County on March 16, 1848.

The first thing other than a home established in McKinney was a church in the Wilmeth home in April, 1848, and the first non-residential building was the Lovejoy Store that was moved from Buckner to the new town on May 3, 1848, and placed on what would eventually be the northwest corner of the square. On March 24, 1849, 120 acres from the William and Margaret Davis holdings were conveyed for the new town. The town was incorporated in 1849 and re-incorporated in 1859.

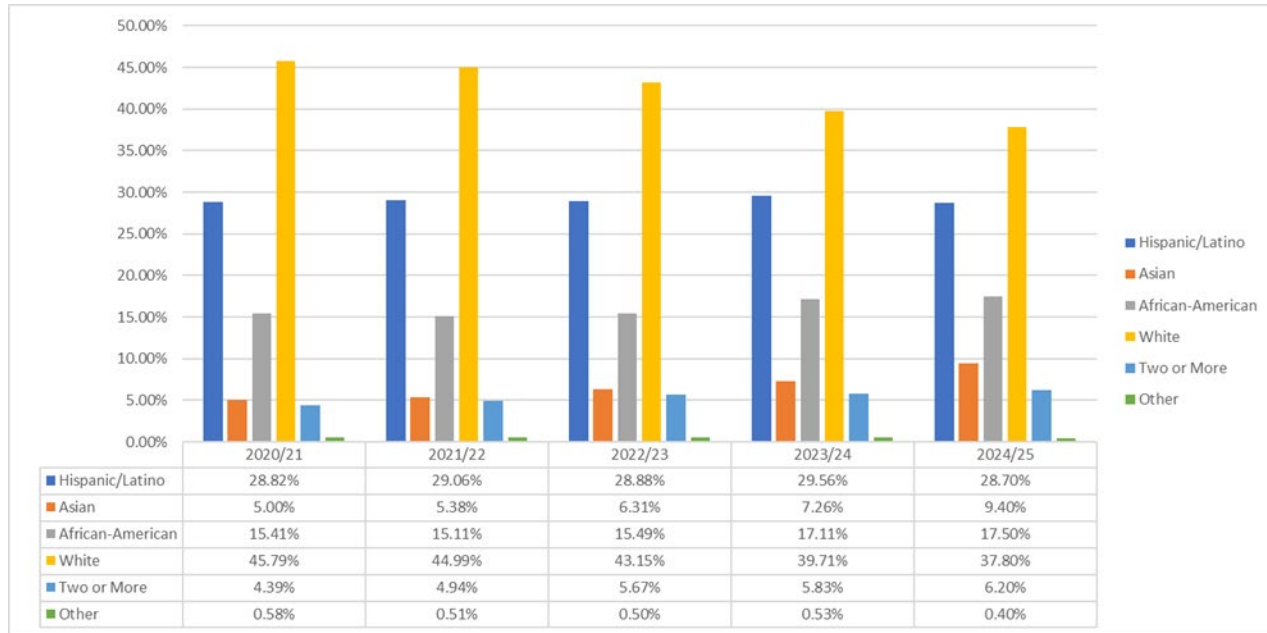
### Facts about McKinney ISD

Founded in 1848 to educate the children of local farmers and small business owners, McKinney schools have been a focal point of our community for over 150 years. Although the world has changed dramatically since McKinney saw its first settlers, the importance of a strong educational system that provides children with skills to be productive citizens in our society is still a priority for our community.

### McKinney ISD Today

McKinney ISD is in Collin County, and primarily serves students in the city of McKinney. MISD also serves students in parts of New Hope, Allen, Fairview, Princeton, and Lowry Crossing. McKinney ISD currently educates 23,892 students in twenty-one elementary schools, 5 middle schools, 3 high schools, 1 alternative campus and 1 early childhood education center. Including administration and support, MISD maintains sixty-eight facilities covering more than 4 million square feet on 603 acres of ground.

## Student Ethnicity



The McKinney Independent School District has a long-standing reputation for educational excellence, and our district is continually recognized at both the state and national levels.

McKinney ISD's success can be attributed to the leadership of our elected Board of Trustees, the professional educators who work diligently to give every child the best education possible, and the support of our parents and community who value and set high standards for the children of MISD.

McKinney ISD is governed by a seven-member Board of Trustees. The Board's primary role is policy making. The operational functions of the district have been delegated to the Superintendent and administrative staff. An organizational chart is in this section.

The State of Texas currently mandates a pupil/teacher ratio of 22:1 for pre-kindergarten through 4th grade, however waivers can be granted for campuses that exceed more than 22 students per class. McKinney ISD is committed to providing a staffing plan that keeps the teacher to student ratios at an equitable standard to optimize the learning environment. We believe that the smaller class sizes allow for more personal interaction between teachers and students and increased opportunities to participate in the learning. Elementary K-6 classrooms have on average 19.1 students per class. Although Texas law allows districts to submit class size waivers for any elementary class over the 22:1 ratio, generally, McKinney ISD does not submit class size waivers and continues to commit the human resources necessary to keep classes at or below the 22:1 ratio. While there is no mandated standard for secondary core classes, our classes currently average 18:1. Our commitment is to focus on the learning and smaller class sizes allow us to personalize instruction to cater to students' different learning styles which allows for all students to be successful. Enrollment by campus and grade is below which was taken from snapshot data that was dated **October 23, 2025**.

McKinney ISD 2025-2026 BUDGET

| 10/23/2025            | SPED | EE  | PK  | KG    | 1     | 2     | 3     | 4     | 5     | Bil PK | Bil KG | Bil 1 | Bil 2 | Bil 3 | Bil 4 | Bil 5 | 6     | 7     | 8     | 9     | 10    | 11    | 12    |        |
|-----------------------|------|-----|-----|-------|-------|-------|-------|-------|-------|--------|--------|-------|-------|-------|-------|-------|-------|-------|-------|-------|-------|-------|-------|--------|
| 2 - MHS               |      |     |     |       |       |       |       |       |       |        |        |       |       |       |       |       |       |       |       | 620   | 661   | 673   | 589   | 2,543  |
| 4 - MNHS              |      |     |     |       |       |       |       |       |       |        |        |       |       |       |       |       |       |       |       | 663   | 662   | 629   | 603   | 2,557  |
| 7 - MBHS              |      |     |     |       |       |       |       |       |       |        |        |       |       |       |       |       |       |       |       | 665   | 682   | 643   | 605   | 2,595  |
| High School Totals:   |      |     |     |       |       |       |       |       |       |        |        |       |       |       |       |       |       |       |       |       |       |       |       | 7,695  |
| 5 - Serenity          |      |     |     |       |       |       |       |       |       |        |        |       |       |       |       |       |       |       |       | 2     |       | 3     | 2     | 7      |
| 6 - CRC               |      |     |     |       |       |       |       |       |       |        |        |       |       |       |       |       | 1     | 4     | 5     | 35    | 35    | 11    | 4     | 95     |
| 197 - JJAEP           |      |     |     |       |       |       |       |       |       |        |        |       |       |       |       |       | 1     | 4     | 3     | 9     | 5     | 5     | 4     | 31     |
| Special Totals:       |      |     |     |       |       |       |       |       |       |        |        |       |       |       |       |       |       |       |       |       |       |       |       | 133    |
| 41 - FMS              |      |     |     |       |       |       |       |       |       |        |        |       |       |       |       |       | 375   | 346   | 382   |       |       |       |       | 1,103  |
| 43 - DMS              |      |     |     |       |       |       |       |       |       |        |        |       |       |       |       |       | 330   | 320   | 328   |       |       |       |       | 978    |
| 44 - JMS              |      |     |     |       |       |       |       |       |       |        |        |       |       |       |       |       | 462   | 433   | 416   |       |       |       |       | 1,311  |
| 45 - EMS              |      |     |     |       |       |       |       |       |       |        |        |       |       |       |       |       | 250   | 224   | 257   |       |       |       |       | 731    |
| 46 - CMS              |      |     |     |       |       |       |       |       |       |        |        |       |       |       |       |       | 390   | 415   | 408   |       |       |       |       | 1,213  |
| Middle School Totals: |      |     |     |       |       |       |       |       |       |        |        |       |       |       |       |       |       |       |       |       |       |       |       | 5,336  |
| 102 - Finch           | 10   | 1   |     | 39    | 43    | 51    | 41    | 65    | 66    |        |        |       |       |       |       |       |       |       |       |       |       |       |       | 316    |
| 104 - Webb            | 17   |     |     | 64    | 61    | 66    | 51    | 89    | 66    |        | 21     | 21    | 18    | 22    | 12    | 17    |       |       |       |       |       |       |       | 525    |
| 105 - Burks           | 1    |     |     | 39    | 43    | 41    | 29    | 36    | 42    |        | 24     | 24    | 30    | 28    | 29    | 27    |       |       |       |       |       |       |       | 393    |
| 107 - Caldwell        | 13   |     |     | 23    | 23    | 2     | 2     | 1     | 2     |        | 50     | 61    | 66    | 73    | 59    | 69    |       |       |       |       |       |       |       | 444    |
| 108 - Valley Creek    | 23   |     |     | 79    | 76    | 89    | 73    | 100   | 82    |        |        |       |       |       |       |       |       |       |       |       |       |       |       | 522    |
| 109 - Glen Oaks       | 29   | 2   |     | 54    | 58    | 68    | 85    | 87    | 88    |        |        |       |       |       |       |       |       |       |       |       |       |       |       | 471    |
| 111 - Slaughter       |      |     |     | 63    | 56    | 74    | 82    | 83    | 81    |        | 19     | 19    | 22    | 17    | 26    | 20    |       |       |       |       |       |       |       | 562    |
| 112 - Johnson         | 36   | 1   |     | 43    | 59    | 55    | 46    | 60    | 60    |        |        |       |       |       |       |       |       |       |       |       |       |       |       | 360    |
| 113 - Eddins          | 7    | 1   |     | 63    | 64    | 58    | 66    | 57    | 67    |        |        |       |       |       |       |       |       |       |       |       |       |       |       | 383    |
| 115 - Walker          |      | 1   |     | 63    | 61    | 62    | 73    | 58    | 70    |        |        |       |       |       |       |       |       |       |       |       |       |       |       | 388    |
| 116 - Wolford         | 20   | 2   |     | 59    | 58    | 64    | 71    | 67    | 73    |        |        |       |       |       |       |       |       |       |       |       |       |       |       | 414    |
| 117 - McNeil          | 8    |     |     | 53    | 34    | 55    | 43    | 47    | 63    |        |        |       |       |       |       |       |       |       |       |       |       |       |       | 303    |
| 118 - Malvern         | 19   |     |     | 43    | 56    | 44    | 39    | 44    | 46    |        | 18     | 20    | 22    | 27    | 31    | 21    |       |       |       |       |       |       |       | 430    |
| 119 - Vega            | 17   |     |     | 34    | 61    | 44    | 60    | 40    | 44    |        | 23     | 34    | 26    | 32    | 24    | 30    |       |       |       |       |       |       |       | 469    |
| 120 - Bennett         | 13   | 5   |     | 56    | 59    | 65    | 67    | 80    | 64    |        |        |       |       |       |       |       |       |       |       |       |       |       |       | 409    |
| 121 - Minshew         | 21   |     |     | 71    | 62    | 59    | 69    | 73    | 93    |        |        |       |       |       |       |       |       |       |       |       |       |       |       | 448    |
| 122 - Wilmeth         | 27   | 1   |     | 55    | 60    | 63    | 74    | 75    | 85    |        |        |       |       |       |       |       |       |       |       |       |       |       |       | 440    |
| 123 - McGowen         | 22   | 1   |     | 75    | 87    | 87    | 106   | 95    | 86    |        |        |       |       |       |       |       |       |       |       |       |       |       |       | 559    |
| 124 - Press           | 1    | 3   |     | 128   | 137   | 112   | 116   | 131   | 114   |        |        |       |       |       |       |       |       |       |       |       |       |       |       | 742    |
| 125 - Lawson          | 44   | 158 | 243 |       |       |       |       |       |       | 119    |        |       |       |       |       |       |       |       |       |       |       |       |       | 564    |
| 126 - McClure         | 27   | 1   |     | 144   | 132   | 102   | 139   | 113   | 124   |        |        |       |       |       |       |       |       |       |       |       |       |       |       | 782    |
| 127 - Frazier         | 35   | 2   |     | 123   | 125   | 136   | 129   | 140   | 114   |        |        |       |       |       |       |       |       |       |       |       |       |       |       | 804    |
| Elementary Totals:    |      |     |     |       |       |       |       |       |       |        |        |       |       |       |       |       |       |       |       |       |       |       |       | 10,728 |
| District Totals       | 390  | 179 | 243 | 1,371 | 1,415 | 1,397 | 1,461 | 1,541 | 1,530 | 119    | 155    | 179   | 184   | 199   | 181   | 184   | 1,809 | 1,746 | 1,799 | 1,994 | 2,045 | 1,964 | 1,807 | 23,892 |

## McKinney ISD Campuses

|  |  |   |   |  |
|--|--|---|---|--|
| Bennett Elementary<br>7760 Coronado Dr.<br>McKinney, TX 5072<br>Principal: Kassie Halpin         | Burks Elementary<br>1801 Hill Street<br>McKinney, TX 75069<br>Principal: Al Conley                   | Caldwell Dual Language Academy<br>601 W. Louisiana<br>McKinney, TX 75069<br>Principal: Karla Massey     | Eddins Elementary<br>311 Peregrine Dr.<br>McKinney, TX 75072<br>Principal: Cari Owens             | Finch Elementary<br>1205 South Tennessee St.<br>McKinney, TX 75069<br>Principal: Erika Echeagaray  |
| Frazier Elementary<br>1600 N Sweetwater Cove<br>McKinney, TX 75071<br>Principal: Amy Holderman   | Glen Oaks Elementary<br>6100 Glen Oaks Dr.<br>McKinney, TX 75072<br>Principal: Kristi Andrews        | Johnson Elementary<br>3400 Ash Ln.<br>McKinney, TX 75070<br>Principal: Kristen Patterson                | Lawson Early Childhood Center<br>500 Dowell St.<br>McKinney, TX 75071<br>Principal: Susie Towber  | Malvern Elementary<br>1100 Eldorado Pkwy<br>McKinney, TX 75069<br>Principal: Inetra Nelson         |
| McClure Elementary<br>753 N. Ridge Rd<br>McKinney, TX 75071<br>Principal: Kristin Ellis          | McGowen Elementary<br>4300 Columbus Dr.<br>McKinney, TX 75070<br>Principal: Kimberly Luyster         | McNeil Elementary<br>3650 S Hardin Blvd.<br>McKinney, TX 75070<br>Principal: Tracy Meador               | Minshew Elementary<br>300 Joplin Dr.<br>McKinney, TX 75070<br>Principal: Jennifer Larriviere      | Press Elementary<br>4101 Shawnee Dr.<br>McKinney, TX 75071<br>Principal: Rachel Corbin             |
| Slaughter Elementary<br>2706 Wolford St.<br>McKinney, TX 75071<br>Principal: Cynthia Millar-Bice | Valley Creek Elementary<br>2800 Valley Creek Tr.<br>McKinney, TX 75072<br>Principal: Dr. Ebonee King | Vega Elementary<br>2511 Cattleman Dr.<br>McKinney, TX 75071<br>Principal: Mike Forsyth                  | Walker Elementary<br>4000 Cockrill Dr.<br>McKinney, TX 75072<br>Principal: Michelle Baumann       | Webb Elementary<br>810 Louisiana St.<br>McKinney, TX 75069<br>Principal: Karime Terrazas           |
| Wilmeth Elementary<br>901 LaCima Dr.<br>McKinney, TX 75071<br>Principal: Grace Roberts           | Wolford Elementary<br>6951 Berkshire Rd.<br>McKinney, TX 75072<br>Principal: Maria Hafner            | Cockrill Middle School<br>1351 N. Hardin Blvd.<br>McKinney, TX 75071<br>Principal: Jenny Zornes         | Dowell Middle School<br>301 S. Ridge Rd.<br>McKinney, TX 75072<br>Principal: Melanie Machost      | Evans Middle School<br>6998 W. Eldorado Pkwy<br>McKinney, TX 75070<br>Principal: Melissa Hernandez |
| Faubion Middle School<br>2000 Rollins St.<br>McKinney, TX 75069<br>Principal: Mitch VandenBoom   | Scott Johnson Middle School<br>3400 Community Blvd.<br>McKinney, TX 75071<br>Principal: Holly Rogers | McKinney Boyd High School<br>600 N. Lake Forest Dr.<br>McKinney, TX 75071<br>Principal: Dr. David Hodum | McKinney High School<br>1400 Wilson Creek Pkwy<br>McKinney, TX 75069<br>Principal: Dr. Paula Kent | McKinney North High School<br>2550 Wilmeth Rd.<br>McKinney, TX 75071<br>Principal: Justin Penio    |
| CRC/DAEP/MLC<br>2100 W. White Ave.<br>McKinney, TX 75069<br>Principal: Kyle Luthi                | Serenity High School<br>2550 Wilmeth Rd.<br>McKinney, TX 75071<br>Dean of Students: Allie Long       | Administration Office<br>#1 Duvall St.<br>McKinney, TX 75069  | Special Populations Department<br>510 Heard St.<br>McKinney, TX 75069                             | MISD Stadium & Community Events Center<br>4201 S. Hardin Blvd.<br>McKinney, TX 75070               |

## Legal Autonomy

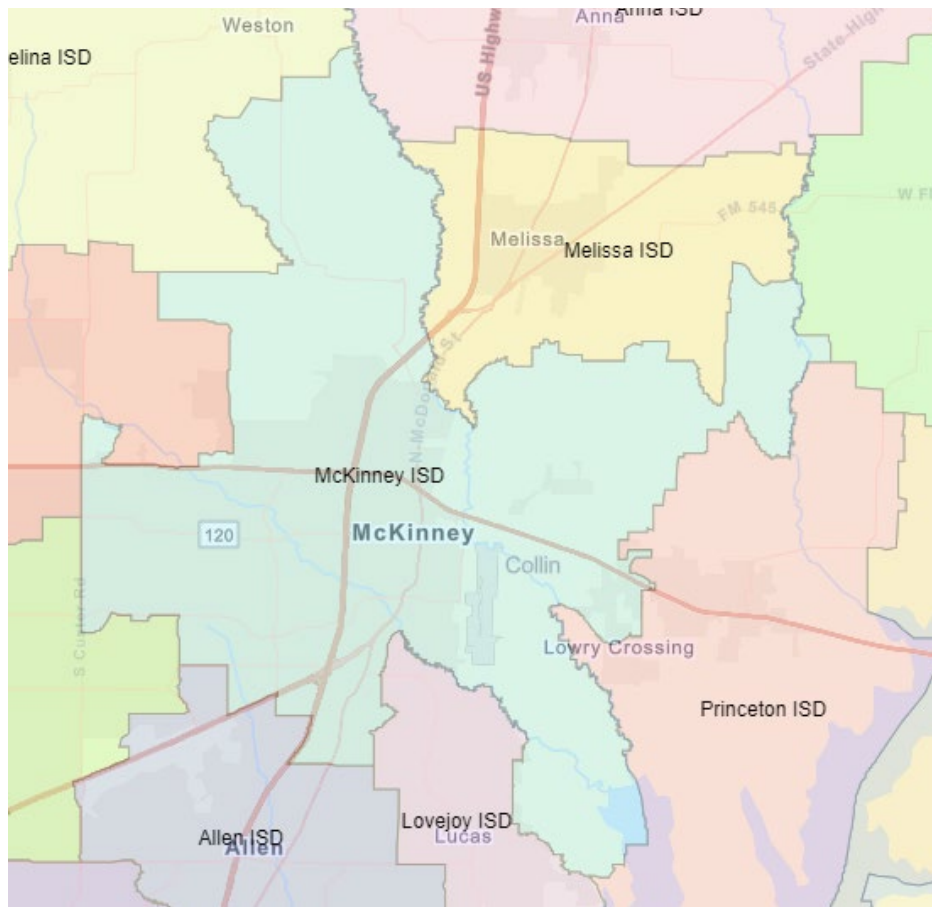
The District derives its legal status from the Constitution of the State of Texas and from the Texas Education Code as passed and amended by the Legislature of Texas. McKinney ISD is an independent public education agency recognized as a political subdivision providing educational services to Pre-Kindergarten through 12th Grade students.

## Location

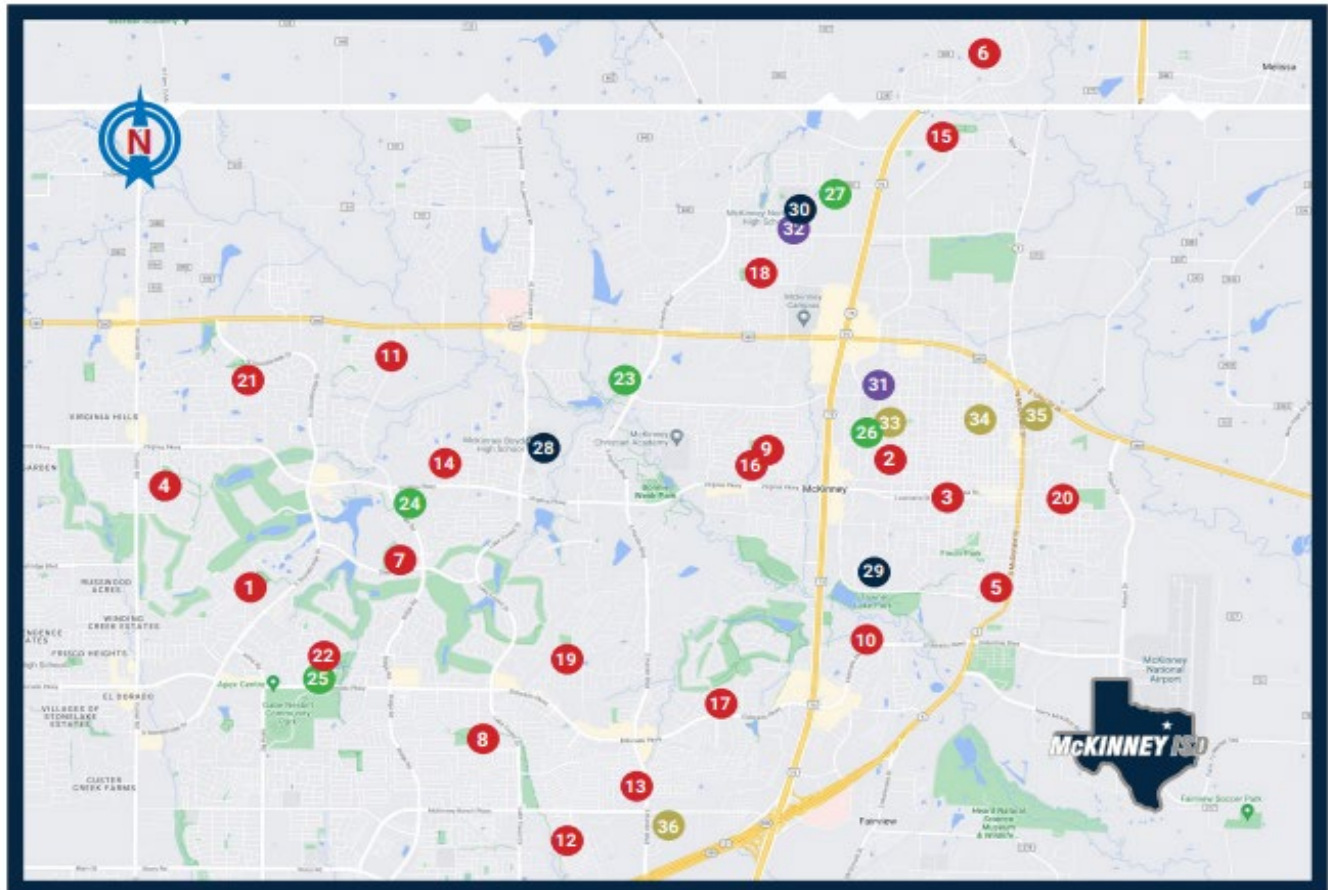
McKinney ISD encompasses 106 square miles, containing students from the Cities of McKinney, New Hope, Allen, Fairview, Princeton, and Lowery Crossing. Just 30 miles north of downtown Dallas, McKinney is a picturesque city with a small-town feel close to the Metroplex. Our friendly charm, green spaces and comfortable pace belie the fact that McKinney is one of the fastest-growing cities in America.

McKinney's culture and recreation scene is as unique as the rest of the community. We offer a rich combination of family-fun events, a vibrant arts scene, parks and open spaces and a historic past living seamlessly with a vibrant future. City events and programs present a broad spectrum of cultural and recreational opportunities that enrich the quality of life for residents and visitors.

McKinney ISD is surrounded by Frisco ISD, Plano ISD, Lovejoy ISD, and Allen ISD (see picture to follow).







### ● ELEMENTARY SCHOOLS

**1. Bennett Elementary**  
7760 Coronado Dr.  
McKinney, TX 75072  
469-302-5400

**2. Burks Elementary**  
1801 Hill St.  
McKinney, TX 75069  
469-302-6200

**3. Caldwell Elementary**  
601 W. Louisiana St.  
McKinney, TX 75069  
469-302-5500

**4. Eddins Elementary**  
311 Peregrine Dr.  
McKinney, TX 75072  
469-302-6600

**5. Finch Elementary**  
1205 S. Tennessee St.  
McKinney, TX 75069  
469-302-5600

**6. Frazier Elementary**  
1600 N. Sweetwater Cove  
McKinney, TX 75071  
469-302-4000

**7. Glen Oaks Elementary**  
6100 Glen Oaks Dr.  
McKinney, TX 75072  
469-302-6400

**8. Johnson Elementary**  
3400 Ash Lane  
McKinney, TX 75070  
469-302-6500

**9. Lawson Early Childhood School**  
500 Dowell St.  
McKinney, TX 75071  
469-302-2400

**10. Malvern Elementary**  
1100 Eldorado Pkwy.  
McKinney, TX 75069  
469-302-5300

**11. McClure Elementary**  
1753 N. Ridge Rd.  
McKinney, TX 75071  
469-302-9400

**12. McGowen Elementary**  
4300 Columbus Dr.  
McKinney, TX 75070  
469-302-7500

**13. McNeil Elementary**  
3650 S. Hardin Blvd.  
McKinney, TX 75070  
469-302-5200

**14. Minshew Elementary**  
300 Joplin Dr.  
McKinney, TX 75071  
469-302-7300

**15. Press Elementary**  
4101 Shawnee Dr.  
McKinney, TX 75071  
469-302-7600

**16. Slaughter Elementary**  
2706 Wolford St.  
McKinney, TX 75071  
469-302-6100

**17. Valley Creek Elementary**  
2800 Valley Creek Trail  
McKinney, TX 75072  
469-302-4800

**18. Vega Elementary**  
2511 Cattleman Dr.  
McKinney, TX 75071  
469-302-5100

**19. Walker Elementary**  
4000 Cockrill Dr.  
McKinney, TX 75072  
469-302-4600

**20. Webb Elementary**  
810 E. Louisiana St.  
McKinney, TX 75069  
469-302-6000

**21. Wilmeth Elementary**  
901 La Cima Dr.  
McKinney, TX 75071  
469-302-7400

**22. Wolford Elementary**  
6951 Berkshire Rd.  
McKinney, TX 75072  
469-302-4700

### ● MIDDLE SCHOOLS

**23. Cockrill Middle School**  
1351 N. Hardin Blvd.  
McKinney, TX 75071  
469-302-7900

**24. Dowell Middle School**  
301 S. Ridge Rd.  
McKinney, TX 75072  
469-302-6700

**25. Evans Middle School**  
6998 W. Eldorado Pkwy.  
McKinney, TX 75070  
469-302-7100

**26. Faubion Middle School**  
2000 Rollins St.  
McKinney, TX 75069  
469-302-6900

**27. Scott Johnson Middle School**  
3400 Community Blvd.  
McKinney, TX 75071  
469-302-4900

### ● HIGH SCHOOLS

**28. McKinney Boyd High School**  
600 N. Lake Forest Drive  
McKinney, TX 75071  
469-302-3400

**29. McKinney High School**  
1400 Wilson Creek Pkwy.  
McKinney, TX 75069  
469-302-5700

**30. McKinney North High School**  
2550 Wilmeth Rd.  
McKinney, TX 75071  
469-302-4300

### ● ALTERNATIVE SCHOOLS

**31. McKinney Learning Center**  
2100 White Ave.  
McKinney, TX 75069  
469-302-7800

**32. Serenity High**  
2550 Wilmeth Rd.  
McKinney, TX 75071  
469-302-7830

### ● ADMINISTRATIVE FACILITIES

**33. MISD Central Administration**  
1 Duvall St.  
McKinney, TX 75069  
469-302-4000

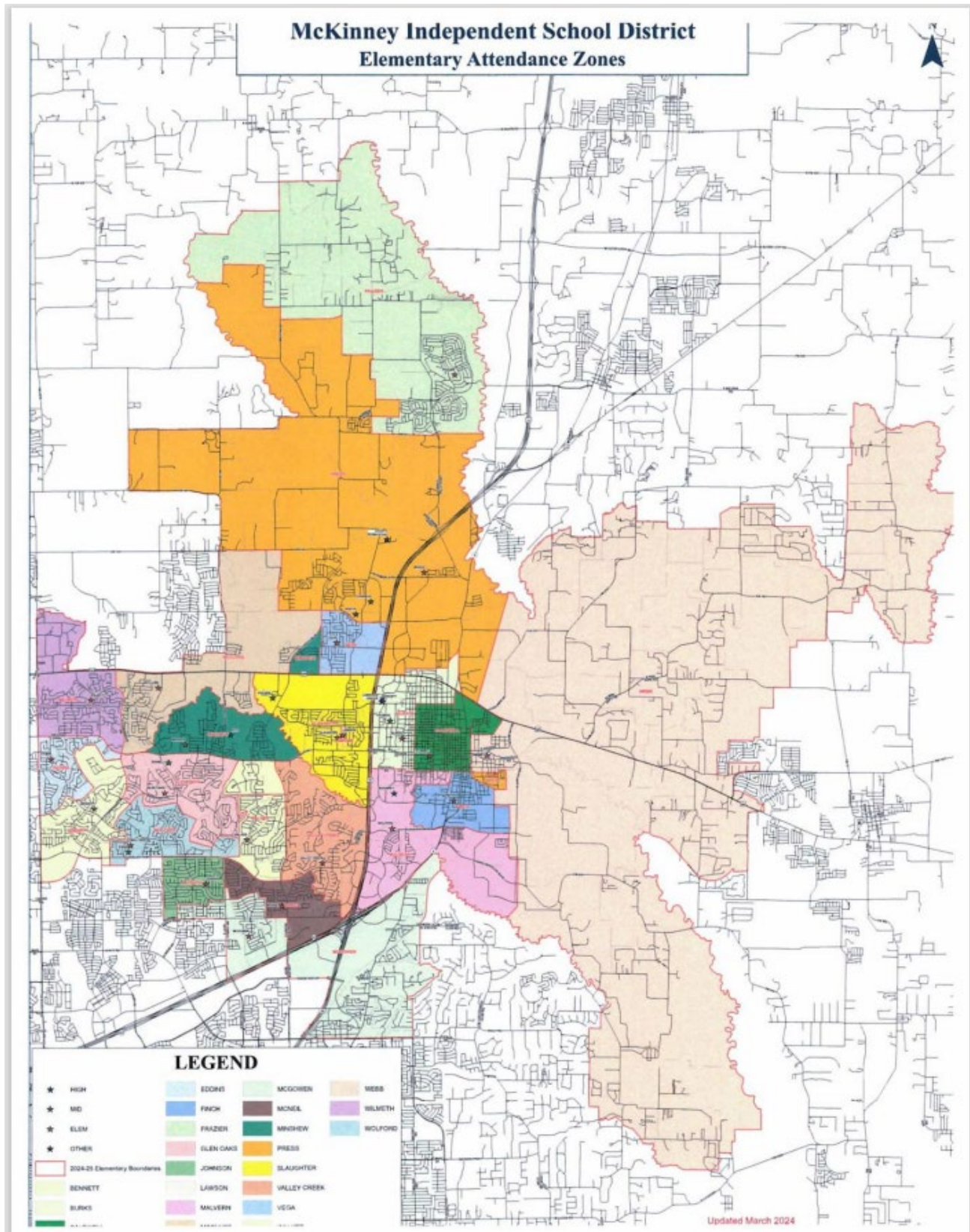
**34. MISD Greer Annex/ Special Populations/Club 360 Childcare Offices**  
510 Heard St.  
McKinney, TX 75069  
469-302-6302

**35. MISD Maintenance Center**  
800 N. McDonald St.  
McKinney, TX 75069  
469-302-4280

**36. MISD Stadium/Community Event Center**  
4201 S. Hardin Blvd.  
McKinney, TX 75070  
469-302-4184



# Attendance Zone Map



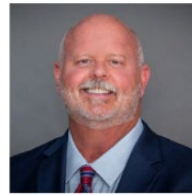


## Board of Trustees

The McKinney ISD Board of Trustees is comprised of seven board members who are elected by the public to serve for overlapping terms of four years each. MISD Board members are not compensated for their service on the board. Elections for board seats are conducted annually each May. The candidates run for specific places on the board (Place 1, Place 2, etc.), but they represent the McKinney ISD as a whole. Once elections are finalized the Board elects a president, vice-president, and secretary for one-year terms.

It is the responsibility of the McKinney ISD Board of Trustees to function under the legal parameters of the state and federal constitutions, statutes, courts, and administrative agencies. MISD Board members are responsible for providing the best educational opportunity possible for the students in McKinney ISD. School trustees are also responsible for making all final decisions regarding school district priorities, policies, personnel, textbooks, expenditures, and growth management. The MISD School Board Trustees will adopt a budget that will properly maintain and operate all schools in the district, levy taxes to support the budget as well as determine and submit bond issues to the voting citizens of McKinney regarding the need to finance specific construction projects.

The district's organizational structure begins with the Team of Eight. Working as a team of eight in conjunction with the Superintendent, the McKinney ISD Board of Trustees are an elected governance board with a shared sense of purpose focused on meeting the needs of all MISD students and the communities they serve.



Shawn Pratt



Amy Dankel



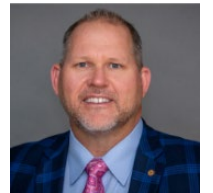
Harvey Oaxaca



Larry Jagours



Kenneth Ussery



Corey Homer

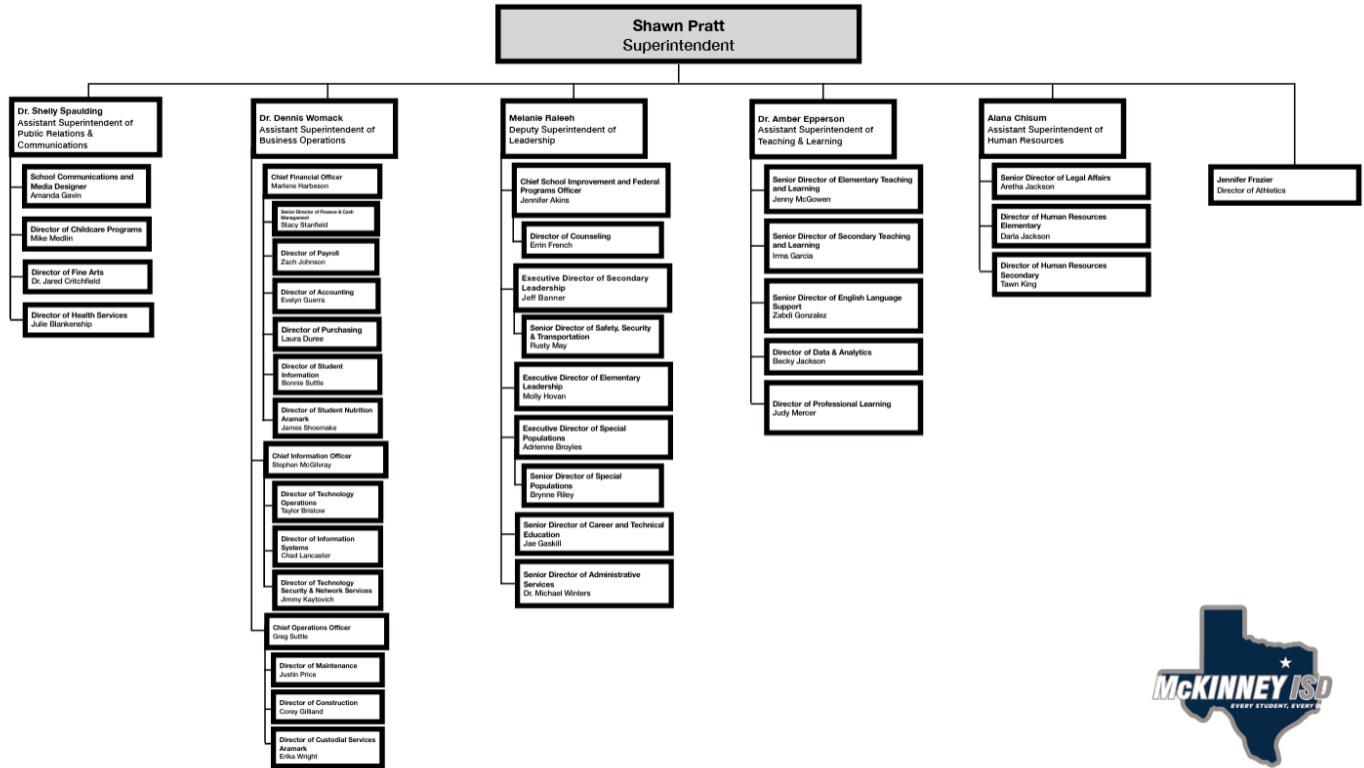


Lynn Sperry



Stephanie O'Dell

## District Organizational Chart



The Superintendent's Leadership Team consists of the following divisions:

- Leadership
- Business Operations
- Public Relations and Communications
- Human Resources
- Teaching and Learning

The purpose of the entire organizational structure is to support the instruction of students taking place at each campus. Campus leadership is comprised of a principal and at least one assistant principal.

## 2025-2026 Approved School Calendar



## 2024 - 2025 School District Calendar

| JULY 2024 |    |    |    |    |    |    |
|-----------|----|----|----|----|----|----|
| S         | M  | T  | W  | T  | F  | S  |
| 30        | 1  | 2  | 3  | 4  | 5  | 6  |
| 7         | 8  | 9  | 10 | 11 | 12 | 13 |
| 14        | 15 | 16 | 17 | 18 | 19 | 20 |
| 21        | 22 | 23 | 24 | 25 | 26 | 27 |
| 28        | 29 | 30 | 31 | 1  | 2  | 3  |
| 4         | 5  | 6  | 7  | 8  | 9  | 10 |

| AUGUST 2024 |    |    |    |    |    |    |
|-------------|----|----|----|----|----|----|
| S           | M  | T  | W  | T  | F  | S  |
| 28          | 29 | 30 | 31 | 1  | 2  | 3  |
| 4           | 5  | 6  | 7  | 8  | 9  | 10 |
| 11          | 12 | 13 | 14 | 15 | 16 | 17 |
| 18          | 19 | 20 | 21 | 22 | 23 | 24 |
| 25          | 26 | 27 | 28 | 29 | 30 | 31 |
| 1           | 2  | 3  | 4  | 5  | 6  | 7  |

| SEPTEMBER 2024 |    |    |    |    |    |    |
|----------------|----|----|----|----|----|----|
| S              | M  | T  | W  | T  | F  | S  |
| 1              | 2  | 3  | 4  | 5  | 6  | 7  |
| 8              | 9  | 10 | 11 | 12 | 13 | 14 |
| 15             | 16 | 17 | 18 | 19 | 20 | 21 |
| 22             | 23 | 24 | 25 | 26 | 27 | 28 |
| 29             | 30 | 1  | 2  | 3  | 4  | 5  |
| 6              | 7  | 8  | 9  | 10 | 11 | 12 |

| OCTOBER 2024 |    |    |    |    |     |    |
|--------------|----|----|----|----|-----|----|
| S            | M  | T  | W  | T  | F   | S  |
| 29           | 30 | 1  | 2  | 3  | 4   | 5  |
| 6            | 7  | 8  | 9  | 10 | 11* | 12 |
| 13           | 14 | 15 | 16 | 17 | 18  | 19 |
| 20           | 21 | 22 | 23 | 24 | 25  | 26 |
| 27           | 28 | 29 | 30 | 31 | 1   | 2  |
| 3            | 4  | 5  | 6  | 7  | 8   | 9  |

| NOVEMBER 2024 |    |    |    |    |    |    |
|---------------|----|----|----|----|----|----|
| S             | M  | T  | W  | T  | F  | S  |
| 27            | 28 | 29 | 30 | 31 | 1  | 2  |
| 3             | 4  | 5  | 6  | 7  | 8  | 9  |
| 10            | 11 | 12 | 13 | 14 | 15 | 16 |
| 17            | 18 | 19 | 20 | 21 | 22 | 23 |
| 24            | 25 | 26 | 27 | 28 | 29 | 30 |
| 1             | 2  | 3  | 4  | 5  | 6  | 7  |

| DECEMBER 2024 |    |    |    |    |    |    |
|---------------|----|----|----|----|----|----|
| S             | M  | T  | W  | T  | F  | S  |
| 1             | 2  | 3  | 4  | 5  | 6  | 7  |
| 8             | 9  | 10 | 11 | 12 | 13 | 14 |
| 15            | 16 | 17 | 18 | 19 | 20 | 21 |
| 22            | 23 | 24 | 25 | 26 | 27 | 28 |
| 29            | 30 | 31 | 1  | 2  | 3  | 4  |
| 5             | 6  | 7  | 8  | 9  | 10 | 11 |

| JANUARY 2025 |    |    |    |    |    |    |
|--------------|----|----|----|----|----|----|
| S            | M  | T  | W  | T  | F  | S  |
| 29           | 30 | 31 | 1  | 2  | 3  | 4  |
| 5            | 6  | 7  | 8  | 9  | 10 | 11 |
| 12           | 13 | 14 | 15 | 16 | 17 | 18 |
| 19           | 20 | 21 | 22 | 23 | 24 | 25 |
| 26           | 27 | 28 | 29 | 30 | 31 | 1  |
| 2            | 3  | 4  | 5  | 6  | 7  | 8  |

| FEBRUARY 2025 |    |    |    |    |    |    |
|---------------|----|----|----|----|----|----|
| S             | M  | T  | W  | T  | F  | S  |
| 26            | 27 | 28 | 29 | 30 | 31 | 1  |
| 2             | 3  | 4  | 5  | 6  | 7  | 8  |
| 9             | 10 | 11 | 12 | 13 | 14 | 15 |
| 16            | 17 | 18 | 19 | 20 | 21 | 22 |
| 23            | 24 | 25 | 26 | 27 | 28 | 1  |
| 2             | 3  | 4  | 5  | 6  | 7  | 8  |

| MARCH 2025 |    |    |    |    |    |    |
|------------|----|----|----|----|----|----|
| S          | M  | T  | W  | T  | F  | S  |
| 23         | 24 | 25 | 26 | 27 | 28 | 1  |
| 2          | 3  | 4  | 5  | 6  | 7  | 8  |
| 9          | 10 | 11 | 12 | 13 | 14 | 15 |
| 16         | 17 | 18 | 19 | 20 | 21 | 22 |
| 23         | 24 | 25 | 26 | 27 | 28 | 29 |
| 30         | 31 | 1  | 2  | 3  | 4  | 5  |

| APRIL 2025 |    |    |    |    |    |    |
|------------|----|----|----|----|----|----|
| S          | M  | T  | W  | T  | F  | S  |
| 30         | 31 | 1  | 2  | 3  | 4  | 5  |
| 6          | 7  | 8  | 9  | 10 | 11 | 12 |
| 13         | 14 | 15 | 16 | 17 | 18 | 19 |
| 20         | 21 | 22 | 23 | 24 | 25 | 26 |
| 27         | 28 | 29 | 30 | 1  | 2  | 3  |
| 4          | 5  | 6  | 7  | 8  | 9  | 10 |

| MAY 2025 |    |     |    |    |    |    |
|----------|----|-----|----|----|----|----|
| S        | M  | T   | W  | T  | F  | S  |
| 27       | 28 | 29  | 30 | 1  | 2  | 3  |
| 4        | 5  | 6   | 7  | 8  | 9  | 10 |
| 11       | 12 | 13  | 14 | 15 | 16 | 17 |
| 18       | 19 | 20  | 21 | 22 | 23 | 24 |
| 25       | 26 | 27* | 28 | 29 | 30 | 31 |
| 1        | 2  | 3   | 4  | 5  | 6  | 7  |

| JUNE 2025 |    |    |    |    |    |    |
|-----------|----|----|----|----|----|----|
| S         | M  | T  | W  | T  | F  | S  |
| 1         | 2  | 3  | 4  | 5  | 6  | 7  |
| 8         | 9  | 10 | 11 | 12 | 13 | 14 |
| 15        | 16 | 17 | 18 | 19 | 20 | 21 |
| 22        | 23 | 24 | 25 | 26 | 27 | 28 |
| 29        | 30 | 1  | 2  | 3  | 4  | 5  |
| 6         | 7  | 8  | 9  | 10 | 11 | 12 |

## Important Dates

|                  |                |
|------------------|----------------|
| September 2      | Labor Day      |
| October 11-15    | Fall Break     |
| November 25-29   | Thanksgiving   |
| Dec. 23 - Jan. 3 | Winter Holiday |
| January 20       | MLK Day        |
| February 17      | Holiday        |

|             |                |
|-------------|----------------|
| March 17-21 | Spring Break   |
| April 18    | Good Friday    |
| May 23      | Graduation Day |
| May 26      | Memorial Day   |

171 Instructional Days: 85 days in the 1st semester and 86 days in the 2nd semester.

## Calendar Key

|  |  |
|--|--|
|  | Holiday  |
|  | Staff Development / Teacher Work Day - Student Holiday |
|  | Indicates Teacher Exchange Day                         |
|  | Nine Weeks Begin / End                                 |
|  | Bad Weather Day  |

## Mission

- *We invest in our future by providing a safe environment to engage, educate and empower every student every day.*

## Vision

- *EVERY STUDENT, EVERY DAY!*

## Graduate Profile

- *Effective Communicators*  
Comprehends and expresses ideas clearly through various means and modes of communication. Effective communicators can interpret and decode meaning through varied forms including listening, reading, speaking, writing, interpreting, and creating graphic images, and mathematical interpretations of symbols.  
Technologically literate  
Collaborative  
Capable listener  
Kind and respectful  
Financially literate  
Information literate
- *Socially Responsible Citizens*  
Understands and appreciates cultural differences, their contributions, impact, and interrelatedness in a global economy.  
Socially responsible citizens understand the importance of being a contributing member of a democratic society in a diverse world and will make ethical decisions with the improvement of future societies in mind.  
Ethical  
Globally aware  
Engaged with the community  
Values equality and justice  
Appreciates diversity  
Reflective
- *Quality Contributors*  
Continually seeks to achieve quality results and outcomes through individual accountability, leadership, teamwork, and lifelong learning using multiple methods of technologies and resources. Quality contributors are creative, innovative thinkers that can solve complex problems to achieve quality results through meaningful research.  
Critical thinker  
Creative  
Innovative  
Individually accountable  
Risk taker  
Continuous learner

## Strategic Goals and Objectives

### McKinney ISD Goals

- Design systems for safety and security to meet the needs of our school community.
- Ensure a guaranteed and viable curriculum that includes effective instructional programs that address the needs of all learners and promote student achievement and growth.
- Make continuous efforts to uphold a staff consisting of highly qualified employees.
- Enhance collaboration between students, staff, parents, and community to build a positive learning environment.
- Provide transparent and consistent communication to all stakeholders while being cognizant of the diverse community.
- Develop a comprehensive financial plan which demonstrates transparency, good stewardship, and efficiency.

### Pillars

- Safety & Well-being
- Teaching and Learning
- High Quality Staff
- MISD Family & Culture
- Communications
- Finance & Facilities

# Accounting Information



## Basis of Accounting

Principles and policies adopted by the State Board of Education are official rules and constitute minimum budgeting, accounting, auditing, and reporting requirements for McKinney Independent School District. The State Board of Education's intent in prescribing these rules is to cause the budgeting and financial accounting and reporting system of independent school districts to conform with generally accepted accounting principles (GAAP) established by the Governmental Accounting Standards Board (GASB) and the Financial Accounting Standards Board (FASB) for accounting treatments not specified in GASB pronouncements.

The funds and the accounts of McKinney Independent School District have been established under the rules prescribed in the Financial Accounting and Reporting Module of the Texas Education Agency (TEA) Financial Accountability System Resource Guide (also known as FASRG). This budget document contains detailed information for all funds which are required to be approved annually.

Budgets for all funds are prepared using the same method of accounting as for financial reports (modified accrual). Under the modified accrual basis of accounting, revenues are recognized in the accounting period in which they become both measurable and available. Expenditures are recognized in the accounting period in which the fund liability is incurred, if measurable, except for principal and interest on general long-term debt which is recognized when due.

The following is a description of the funds for which annual budgets are required to be approved:

General Fund- Accounts for all financial transactions not properly includable in other funds. The principal sources of revenue include local property tax collections, state entitlements based on student counts, and federal reimbursements. Expenditures include all costs necessary for the daily operation of the schools.

Student Nutrition Fund- Accounts for the District's food service program including local, state, and federal revenue sources and all costs associated with the operation of the program.

Debt Service Fund- Accounts for the payment of interest and principal on all bonds of the district. The primary source of revenue is local property tax collections.

## Financial Accounting & Reporting

### Financial Accounting Structure

The purpose of financial accounting and reporting by state and local governmental entities is to accumulate and provide information to facilitate decision making by various user groups. Certain requirements have been established requiring school districts to maintain proper budgeting and financial accounting and reporting systems. In addition, policies to ensure uniformity in accounting have been developed. Specifically, the following financial accounting and reporting topics are:

- GAAP and legal compliance
- Legal requirements
- Accounting principles and policies
- Fund accounting
- Basis of accounting
- Encumbrance accounting
- Interfund transactions
- Nonexchange transactions
- Accounting changes
- Hierarchy of GAAP for state and local governments
- GASB statement summaries
- Change in fiscal year



## GAAP and Legal Compliance

Guidelines for financial accounting and reporting are derived from generally accepted accounting principles (GAAP). School districts are required to adhere to GAAP.

Legal and contractual considerations typical of the government environment are reflected in the fund structure basis of accounting and are a major factor distinguishing governmental accounting from commercial accounting.

Governmental financial operations are regulated by various kinds of legal provisions. Other types of financial matters often are also regulated by charters, ordinances, resolutions, governing body orders, and intergovernmental grant or contract regulations.

The annual operating budget is one of the most important of all legal documents governing financial transactions. Upon board of trustee approval, the expenditure requests in the budget become binding appropriations that may not legally be exceeded by the school district without an amendment. Taxes and other revenue sources that finance budgeted expenditures usually require board enactment.

An important function of governmental accounting systems is to enable administrators to assure and report on compliance with finance-related legal provisions. This assurance and reporting means that the accounting system, its terminology, fund structure and procedures must be adapted to satisfy finance-related legal requirements. However, the basic financial statements of school districts should be prepared in conformity with GAAP.

In some instances, legal provisions may conflict with GAAP. These differences often occur because constitutional, charter or other legal provisions governing fiscal operations are difficult to change. Conflicts between legal provisions and GAAP do not require maintaining two accounting systems. Rather, the accounting system may be maintained on a legal compliance basis but should include sufficient additional reports to permit GAAP- based reporting. If a school district prepares the budget on a cash basis or another basis not consistent with GAAP, financial management and reporting becomes complicated.

If legal requirements dictate another basis of accounts or reports, school districts should maintain the accounts and prepare budgetary reports on the legally prescribed budgetary basis to determine and to demonstrate legal compliance and maintain sufficient supplemental records to permit presentation of financial statements in conformity with GAAP. When financial statements prepared in conformity with GAAP do not satisfy legal and contractual requirements, the school district should present such additional schedules and narrative explanations in the comprehensive annual financial report as may be necessary to report its legal compliance responsibilities and accountabilities.

## Legal Requirements

The Texas Education Code (TEC) and other state statutes contain the legal requirements for public school finance, accounting, budgeting, and reporting. In summary, the state requirements are:

**Accounting** - A standard school fiscal accounting system must be adopted and installed by the board of trustees of each school district. The accounting system must conform to generally accepted accounting principles. This accounting system must also meet at least the minimum requirements prescribed by the state board of education, subject to review and comment by the state auditor.

**Auditing** - Accounting documents and records must be audited annually by an independent auditor. Texas Education Agency (TEA) is charged with review of the independent audit of the local education agencies. The Auditing and Data Collection & Reporting modules of this Resource Guide provide additional information regarding audits of school districts and financial reporting.

**Budgeting** - Not later than August 20 (June 19 for school districts with a July 1 fiscal year start date) of each year, the superintendent (or designee) must prepare a budget for the school district. The legal requirements for funds to be budgeted are included in the Budgeting module of the Resource Guide. The budget must be adopted before expenditures can be made, and this adoption must be prior to the setting of the tax rate for the budget year. The budget must be itemized in detail according to classification and purpose of expenditure and must be prepared according to the rules and regulations established by the state board of education. The adopted budget, as necessarily amended, shall be filed with TEA through the Public Education Information Management System (PEIMS) as of the date prescribed by TEA. The school district's board minutes should be used to record the adoption of the budget and any amendments to the budget. Budget amendments are to be made prior to exceeding a detailed functional expenditure category, and these amendments are to be recorded in the board minutes. Filing of the final amended budget with TEA is satisfied whenever the annual audit report, showing a comparison of budget amounts with actual amounts, is filed. The Budgeting module of this Resource Guide provides additional information regarding budgeting issues.

**Reporting** - The commissioner of education may require reports concerning public school districts as deemed proper and furnish necessary blanks, forms, and instructions for this purpose. The budgets and reports filed with TEA will be reviewed and analyzed by TEA staff to determine whether all legal requirements have been met and to collect data needed in preparing reports for the governor and the legislature. The law provides that the TEA may withdraw school accreditation from any school district failing to comply with budgeting, accounting, and reporting requirements. The Auditing, Data Collection, and Reporting modules of this Resource Guide provide additional information regarding audits of school districts and financial reporting.

**Expenditures** - In some areas, the laws are specific in restricting expenditures. There are many statutes, attorney general's opinions and state board of education rules concerning authorized expenditures from school funds. These sources should be consulted when a question arises as to the legality of a proposed expenditure.

**Other financial matters** - The statutes also specify authorizations and restrictions concerning financial matters such as taxes, depositories, issuance of bonds and warrants, loans, investments, etc. In most cases, the school authorities should obtain competent legal advice pertaining to the specific transaction prior to its initiation.

## Accounting Principles and Policies

Principles and policies adopted by the state board of education are official rules and constitute minimum budgeting, accounting, auditing, and reporting requirements for independent school districts. The state board of education intent in prescribing these rules is to cause the budgeting and financial accounting and reporting system of independent school districts to conform with generally accepted accounting principles (GAAP) established by the Governmental Accounting Standards Board (GASB) and the Financial Accounting Standards Board (FASB) for accounting treatments not specified in GASB pronouncements. Codification of Governmental Accounting and Financial Reporting Standards (GASB Codification) Section 1100, "Summary Statement of Principles," defines twelve principles of accounting and reporting shown in Exhibit 1.

### Exhibit 1. Summary Statement of Principles of Accounting and Reporting (as adapted from GASB Codification Section 1100)

- *Accounting and Reporting Capabilities* - A governmental accounting system must make it possible both: (a) to present fairly and with full disclosure the funds and activities of the government in conformity with generally accepted accounting principles, and (b) to determine and demonstrate compliance with finance-related legal and contractual provisions.

- *Fund Accounting Systems* - Governmental accounting systems should be organized and operated on a fund basis. A fund is defined as a fiscal and accounting entity with a self-balancing set of accounts recording cash and other financial resources, together with all related liabilities and residual equities or balances, and changes therein, which are segregated for the purpose of carrying on specific activities or attaining certain objectives in accordance with special regulations, restrictions, or limitations. Fund financial statements should be used to report detailed information about the primary government, including its blended component units. The focus of governmental and proprietary fund financial statements is on major funds.
- *Types of Funds* - The following types of funds should be used by state and local governments:

#### *Governmental Funds*

(1) The General Fund – to account for all financial resources except those required to be accounted for in another fund.

(2) Special Revenue Funds – to account for the proceeds of specific revenue sources (other than trust for individuals, private organizations, or other governments or for major capital projects) that are legally restricted to expenditure for specific purposes.

(3) Capital Projects Funds – to account for financial resources to be used for the acquisition or construction of major capital facilities (other than those financed by proprietary funds or in trust funds for individuals, private organizations, or other governments). Capital outlays financed from general obligation bond proceeds should be accounted for through a capital projects fund.

(4) Debt Service Funds – to account for the accumulation of resources for, and the payment of, general long-term debt principal and interest. Debt service funds are required if they are legally mandated and/or if financial resources are being accumulated for principal and interest payments maturing in future years. (5) Permanent funds – to report resources legally restricted so earnings, but not principal, may be used for purposes that support the school.

#### *Proprietary Funds*

(6) Enterprise Funds – to report any activity for which a fee is charged to external users for goods or services. Activities are required to be reported as enterprise funds if any one of the following criteria is met.

- The activity is financed with debt that is secured solely by a pledge of the net revenues from fees and charges of the activity. Debt that is secured by a pledge of net revenues from fees and charges and the full faith and credit of a related primary government or component unit – even if that government is not expected to make any payments – is not payable solely from fees and charges of the activity.
- Laws or regulations require that the activity's costs of providing services, including capital costs (such as depreciation or debt service), be recovered with fees and charges, rather than with taxes or similar revenues.
- The pricing policies of the activity establish fees and charges designed to recover its costs, including capital costs (such as depreciation or debt service).

(7) Internal Service Funds – to report any activity that provides goods or services to other funds, departments, or agencies of the primary government and its component units, or to other governments, on a cost-reimbursement basis. Internal service funds should be used only if the reporting government is the predominant participant in the activity. Otherwise, the activity should be reported as an enterprise fund.

#### *Fiduciary Funds*

To account for assets held by a governmental unit in a trustee capacity or as an agent for individuals, private organizations, other governmental units, and/or other funds. Trust and agency funds therefore cannot be used to support the government's own programs. These include:

8) Pension (and other employee benefit) trust funds should be used to report resources that are required to be held in trust for the members and beneficiaries of defined benefit pension plans, defined contribution plans, other post-employment benefit plans, or other employee benefit plans.

9) Investment trust funds should be used to report the external portion of investment pools reported by the sponsoring government.

10) Private-purpose trust funds, such as a fund used to report escheat property, should be used to report all other trust arrangements under which principal and income benefit individuals, private organizations, or other governments.

11) Agency funds should be used to report resources held by the reporting government in a purely custodial capacity (assets equal liabilities). Agency funds typically involve only the receipt, temporary investment, and remittance of fiduciary resources to individuals, private organizations, or other governments.

- Number of Funds - Governmental units should establish and maintain those funds required by law and sound financial administration. Only the minimum number of funds consistent with legal and operating requirements should be established because unnecessary funds result in inflexibility, undue complexity, and inefficient financial administration.
- Reporting Capital Assets - A clear distinction should be made between general capital assets and capital assets of proprietary and fiduciary funds. Capital assets of proprietary funds should be reported in both the government-wide and fund financial statements. Capital assets of fiduciary funds should be reported only in the statement of fiduciary net assets. All other capital assets of the governmental unit are general capital assets. They should not be reported as assets in governmental funds but should be reported in the governmental activities' column in the government-wide statement of net assets.
- Valuation of Capital Assets - Capital assets should be reported at historical cost. The cost of a capital asset should include ancillary charges necessary to place the asset in its intended location and condition for use. Donated capital assets should be recorded at their estimated fair value at the time of acquisition plus ancillary charges, if any.
- Depreciation and Impairment of Capital Assets - Capital assets should be depreciated over their estimated useful lives unless they are either inexhaustible, are intangible assets with indefinite useful lives, or are infrastructure assets using the modified approach. Inexhaustible assets such as land and land improvements should not be depreciated. Depreciation expense should be reported in the government-wide statement of activities; the proprietary fund statement of revenues, expenses, and changes in fund net assets; and the statement of changes in fiduciary net assets. Capital assets should be evaluated for impairment when events or changes in circumstances suggest that the service utility of a capital asset may have significantly and unexpectedly declined.
- Reporting Long-term Liabilities - A clear distinction should be made between fund long-term liabilities and general long-term liabilities. Long-term liabilities directly related to and expected to be paid from proprietary funds should be reported in the proprietary fund statement of net assets and in the government-wide statement of net assets. Long-term liabilities directly related to and expected to be paid from fiduciary funds should be reported in the statement of fiduciary net assets. All other unmatured general long-term liabilities of the governmental entity should not be reported in governmental funds but should be reported in the governmental activities' column in the government-wide statement of net assets.

- Accrual Basis in Governmental Accounting - The modified accrual basis of accounting or accrual basis of accounting, as appropriate, should be utilized in measuring financial position and operating results.
  - (a) Governmental fund revenues and expenditures should be recognized on a modified accrual basis. Revenues should be recognized in the accounting period in which they become available and measurable. Expenditures should be recognized in the accounting period in which the fund liability is incurred, if measurable, except of unmatured interest on general long-term debt, which should be recognized when due.
  - (b) Proprietary fund statements net assets and revenues, expenses and changes in fund net assets should be recognized on an accrual basis. Revenues should be recognized in the accounting period in which they are earned and become measurable; expenses should be recognized in the period incurred, if measurable.
  - (c) Fiduciary funds should be reported using the economic resources measurement focus and the accrual basis of accounting, except for the recognition of certain liabilities of defined benefit pension plans and certain post-employment healthcare plans.
  - (d) Transfers should be recognized in the accounting period in which the interfund receivable and payable arise.
- Budgeting, Budgetary Control, and Budgetary Reporting
  - (a) An annual budget(s) should be adopted by every governmental unit.
  - (b) The accounting system should provide the basis for appropriate budgetary control.
  - (c) Budgetary comparison schedules should be presented as required supplementary information for the general fund and for each major special revenue fund that has a legally adopted annual budget. (The budgetary comparison schedule should present both (a) the original and (b) the final appropriated budgets for the reporting period as well as (c) actual inflows, outflows, and balances, stated on the government's budgetary basis.)
- Transfer, Revenue, Expenditure, and Expense Account Classification
  - (a) The statement of activities should present governmental activities at least at the level of detail required in the governmental fund statement of revenues, expenditures, and changes in fund balances-at a minimum by function. Governments should present business-type activities at least by different identifiable activities.
  - (b) Governmental fund revenues should be classified by fund and source. Expenditures should be classified by fund and source. Expenditures should be classified by fund, function (or program), organization unit, activity, character, and principal classes of objects.
  - (c) Proprietary fund revenues should be reported by major sources, and expenses should be classified in the same manner as those of similar business organizations, functions, or activities.
  - (d) Proceeds of general long-term debt issues should be classified separately from revenues and expenditures in the governmental fund financial statements.
  - (e) Transfers should be classified separately from revenues and expenditures or expenses in the basic financial statements.

- Common Terminology and Classification - A common terminology and classification should be used consistently throughout the budget, the accounts, and the financial reports of each fund or activity.

- Annual Financial Reports

(a) Appropriate interim financial statements and reports of financial position, operating results, and other pertinent information should be prepared to facilitate management control of financial operations, legislative oversight, and, where necessary or desired, for external reporting purposes.

(b) An annual comprehensive financial report should be prepared and published, covering all funds and activities of the primary government (including its blended component units) and providing an overview of all discretely presented component units of the reporting entity, including introductory section, management's discussion and analysis (MD&A), basic financial statements, required supplementary information other than MD&A, combining and individual fund statements, schedules, narrative explanations, and statistical section. The reporting entity is the primary government (including its blended component units) and all discretely presented component units.

(c) The minimum requirements for MD&A, basic financial statements, and required supplementary information other than MD&A are:

- (1) Management's discussion and analysis.
- (2) Basic financial statements. The basic financial statements should include:
  - (a) Government-wide financial statements.
  - (b) Fund financial statements.
  - (c) Notes to the financial statements.
- (3) Required Supplementary information other than MD&A.

(d) The financial reporting entity consists of

- (1) the primary government,
- (2) organizations for which the primary government is financially accountable, and
- (3) other organizations for which the nature and significance of their relationship with the primary government are such that exclusion would cause the reporting entity's basic financial statements to be misleading or incomplete (See GASB 39). The reporting entity's governmentwide financial statements should display information about the reporting government as a whole distinguishing between the total primary government and its discretely presented component units as well as between the primary government's governmental and business-type activities. The reporting entity's fund financial statements should present the primary government's (including its blended component units, which are, in substance, part of the primary government) major funds individually and nonmajor funds in the aggregate. Funds and component units that are fiduciary in nature should be reported only in the statements of fiduciary net assets and changes in fiduciary net assets.

(e) The nucleus of a financial reporting entity usually is a primary government. However, a governmental organization other than a primary government (such as a component unit, joint venture, jointly governed organization, or other stand-alone government) serves as the nucleus for its own reporting entity when it issues separate financial statements.

Overall summaries of the state mandated principles and policies are:

Generally accepted accounting principles (GAAP) - School district accounting systems must be kept in accordance with generally accepted accounting principles and shall present fairly and with full disclosure the funds and activities and results of financial operations in such a manner to determine and demonstrate compliance with finance-related legal and contractual provisions. Whenever conflicts exist between legal requirements and generally accepted accounting principles, the financial statements shall be prepared in conformity with generally accepted accounting principles, and additional schedules and/or narrative explanations shall be attached as necessary to satisfy or report legal compliance responsibilities and accountabilities. See Statutory Modified Accrual Method for the exception regarding GASB 45, OPEB.

Fund accounting - The accounting system shall be organized and operated on a fund basis. All funds of school districts shall be accounted for and included on the end-of-year combined balance sheet. A fund is defined as a fiscal and accounting entity with a self-balancing set of accounts recording cash and other financial resources, together with all related liabilities and residual equities or balances, and changes therein, which are segregated for the purpose of carrying on specific activities or attaining certain objectives in accordance with special regulations, restrictions, or limitations. All school districts shall establish and maintain only the minimum number of funds required for efficient operations, limited to those fund types presented in the Account Code section of this module of the Resource Guide.

Central accounting - Accounting for public funds of independent school districts shall be on an organization-wide basis, covering all funds. Governmental, proprietary, and fiduciary fund types shall be the accounting responsibility of a centralized unit or office within the organizational structure of a school district.

Capital assets - Capital assets shall be accounted for at historical cost (which includes any ancillary charges necessary to place in its location and condition for use). Donated capital assets shall be recorded at their estimated fair value at the time received. Capital assets shall include land, buildings, improvements other than buildings, vehicles, machinery, infrastructure, works of art and historical treasures, furniture, and equipment that:

- Are not consumed because of use.
- Have a useful life of at least one year and a per-unit cost of \$5,000 or more.
- Can be controllable, identified by a permanent or assigned number or label, and be reasonably accounted for through a fiscal inventory system. Groups of like items may be included in the inventory system.

Depreciation - Depreciation of capital assets should be over their estimated useful lives unless they are either inexhaustible or are infrastructure assets using the modified approach.

- Depreciation of capital assets should be reported in the government-wide statement of activities; the proprietary fund statement of revenues, expenses, and changes in fund net assets; and the statement of changes in fiduciary net assets.

Basis of accounting - Generally accepted accounting principles (GAAP) shall be followed for financial budgeting, accounting, and reporting purposes in PEIMS except for foundation school program (FSP) revenues. FSP revenues must be accounted for on a budgetary basis of accounting as explained below. This budgetary basis must be reported in the annual financial report and reconciled to GAAP in the notes to the financial statements. Materiality is considered in GAAP requirements, and the determination of materiality is an exercise of the professional judgment of the independent auditor.

Modified accrual or accrual method - The basis of accounting shall be on the modified accrual or accrual method, as appropriate for the fund.

- Revenues and expenditures of governmental fund types shall be budgeted, recorded, and recognized on a modified accrual basis. Revenues shall be recognized in the accounting period in which they become available and measurable. Additionally, FSP revenues earned for days of instruction for the new academic year occurring prior to the close of the current fiscal year as a ratio to the total days of instruction may be accrued as revenue if collectible within 60 days of fiscal year-end. Expenditures shall be recognized in the accounting period in which the fund liability is incurred (as services are rendered or title to property is transferred to the school district), if measurable, except for unmatured interest on general long-term debt, which shall be recognized when due. The annual financial reports and federal quarterly and final completion reports must be prepared on this same basis of accounting. Cash basis or reconciliation type reports may supplement modified accrual and accrual basis reports.
- Revenues and expenses of proprietary fund types shall be recognized on an accrual basis. Revenues shall be recognized in the accounting period in which they are earned and become measurable. Expenses shall be recognized in the accounting period in which they are incurred and become measurable.
- Agency funds shall be accounted for on an accrual basis (however, agency funds maintain only assets and liabilities).
- Interfund transfers shall be recognized in the accounting period in which the receivable and payable arise.

*Statutory modified accrual method* - GASB Statement No. 45, Accounting and Financial Reporting by Employers for Postemployment Benefits Other Than Pensions, superseded GASB Statement No. 12. Since most districts don't offer post-employment benefits other than through TRS, there is not much of an impact on most school districts. HB 2365 passed by the 80<sup>th</sup> Legislature made the implementation of GASB 45 optional for Texas governmental entities, with accounting guidance regarding a statutory modified accrual basis to be provided by the Comptroller. Please refer to the Comptroller's OPEB website for additional guidance.

*Budgetary basis of accounting* - The budgetary basis of accounting shall be consistently applied in budgeting, recording, and reporting foundation school program (FSP) revenues in PEIMS information. Under the budgetary basis, earned and material FSP revenues that are collectible beyond 60 days are to be treated consistently for budgeting, recording, and reporting through PEIMS and for tax rollback rate calculation purposes.

*Budgetary control/encumbrance accounting* - The official school district budget, as adopted, shall be recorded in the general ledger. Revenues and expenditures authorized in the budget shall be controlled in the accounting records and reported in the financial statements. Only the General Fund, Debt Service Fund and Food Service Fund must be included in the official school district budget. If the child nutrition program (Food Service) is accounted for in an Enterprise Fund, the fund must be budgeted, and the budget must be reported through PEIMS.

To control budgeted fund commitments because of unperformed executory contracts for goods or services, the accounting system shall employ a method of encumbrance accounting. Encumbrances shall be documented by contracts, purchase orders, or other evidence showing binding commitments for goods or services.

- Encumbrances outstanding at year end represent the estimated amount of the expenditures ultimately to result if unperformed contracts in process at year end are completed.
- Appropriations lapse at year end. A school district may intend to honor the encumbrance contracts in progress at year end (unless prohibited to do so by law or program regulations) or to cancel them. If there is intent and legal authorization to honor them, encumbrances outstanding at year end shall be a reservation of fund balance, and the subsequent year's appropriations shall provide the authority to complete these transactions.



*Uniform classifications and terminology* - Fund codes, mandatory account classifications and terminology prescribed in the Account Code section of this module of the Resource Guide shall be used by school districts. General ledger accounts prescribing a double entry system and distribution of related payroll expenses with payroll shall be uniformly used throughout the budgeting, accounting, and financial reporting system.

- A school district accounting system shall use the accounting code structure presented in the Account Code section of the Resource Guide.
- Funds shall be classified and identified on required financial statements by the same code number and terminology provided in the Account Code section of the Resource Guide.
- Revenues shall be recorded on a gross basis and shall be classified by fund, source (object code), fiscal year and where fiscal integrity (separate accountability) is necessary, by program and/or project.
- Expenditures or expenses shall be classified by fund, function, object, organization, program intent and fiscal year.
- Special Revenue Fund programs requiring project accountability are to be identified by project using the fiscal year code. Once the fiscal year code has been assigned a project, it shall remain with the project until its termination, regardless of the fiscal year in which termination occurs. Project accountability is a requirement for most federal projects; however, it rarely applies to state grants.
- Interfund transfers and proceeds from notes or other indebtedness shall be classified separately from and not recorded as fund revenues and expenditures or expenses.
  - Interfund transactions (except loans or advances, interfund service provided and used transactions and reimbursements) shall be accounted for as interfund transfers. Interfund transfers shall consist of transfers which are nonrecurring or non-routine transfers of equity between funds.
  - Interfund service provided and used transactions and reimbursements shall not be accounted for as interfund transfers, but shall be appropriately accounted for as fund revenues, expenditures or expenses, or adjustments thereto. An example is a billing to the General Fund by the Internal Service Fund, thus constituting an expenditure for the General Fund and a revenue for the Internal Service Fund. Reimbursements shall be recorded as expenditures or expenses in the reimbursing fund and as reductions of the expenditure or expense in the fund that is reimbursed.

*Accounting alternatives* - The accounting system shall allow a certain flexibility in the recognition of relatively minor amounts of certain revenues and expenditures. Application of alternatives in accounting methods shall be consistently applied from accounting period to accounting period.

- Monies collected in advance and the property tax levy recorded in the school district's opening budget entries that will ultimately be recognized as revenues shall be recorded as deferred revenues, and at the appropriate time shall be recognized as revenues of the accounting period to which they apply.
- Inventory items of materials, supplies, etc., may be considered expenditures/expenses either when purchased (purchases method) or when used (consumption method), but significant amounts of inventory shall be reported on the balance sheet.
- Expenditures/expenses for insurance and similar services extending over more than one accounting period need not be allocated between or among accounting periods but may be accounted for as expenditures/expenses of the period of acquisition.

*Fund balance and other credits* - Fund balance consists of investments in capital assets (other credit); contributed capital; net assets; non-spendable fund balance, restricted fund balance, committed fund balance, assigned fund balance, and unassigned fund balance.

## Fund Accounting

The school district's accounting system should be organized and operated on a fund basis. Each fund is a separate fiscal entity in the school district much the same as various corporate subsidiaries are fiscally separate in private enterprise. Separate funds are established by the school district for the specific activities and objectives in accordance with statutes, laws, regulations, restrictions, or for specific purposes. A fund is defined in GASB Codification Section 1300 as:

... a fiscal and accounting entity with a self-balancing set of accounts recording cash and other financial resources, together with all related liabilities and residual equities or balances, and changes therein, which are segregated for the purpose of carrying on specific activities or attaining certain objectives in accordance with special regulations, restrictions, or limitations.

The requirement for a self-balancing set of accounts means that the familiar debit and credit framework is applied to the recording of transactions and events in the accounting systems of each fund. But the requirement that a fund must be both a separate fiscal and accounting entity indicates that the self-balancing feature itself is not adequate alone; accounting control and accountability for the government's general capital assets and the unmatured principal of its long-term debt are also required.

Per GASB Statement No. 34, the general long-term debt account group and the general fixed asset account group are no longer included as part of the basic financial statements. However, school districts should continue to maintain these accounts as part of their internal control system. The general long-term debt fund and general capital asset fund are used to establish accounting control and accountability for the government's general capital assets and the unmatured principal of its long-term debt.

Legal reporting requirements and the varied nature of the school district's operations preclude a single set of accounts for recording and summarizing all transactions. The records must be organized on a multiple-fund basis with each of the several funds complete and independent accounting entities. The absolute minimum number of funds appropriate for public school operations depends on the purposes and legal requirements of the various activities. The identified fund types are for group activities that are similar in nature or purpose. The required fund types and groups of self-balancing accounts as described in GASB Codification Section 1300.102 and 103 (excerpted) follow.

## Description of Fund Types

**Governmental Fund** reporting focuses primarily on the sources, uses, and balances of current financial resources and often has a budgetary orientation. The governmental fund category includes the general fund, special revenue funds, capital projects funds, debt service funds, and permanent funds.

Governmental funds are, in essence, accounting segregations of financial resources. Expendable assets are assigned to the various governmental funds according to the purposes for which they may or must be used; current liabilities are assigned to the fund from which they are to be paid; and the difference between governmental fund assets and liabilities, the fund equity, is referred to as "Fund Balance."

Financial statements for governmental funds should be presented using the current financial resources measurement focus and the modified accrual basis of accounting. The governmental fund measurement focus is on determination of financial position and changes in financial position (sources, uses, and balances of financial resources). The financial statements required for governmental funds are a balance sheet and a statement of revenues, expenditures, and changes in fund balance.

**Proprietary Fund** reporting focuses on the determination of net income, changes in net assets (or cost recovery), financial position, and cash flows. The proprietary fund category includes enterprise and internal service funds.

Proprietary fund statements of net assets and revenues, expenses, and changes in fund net assets should be presented using the economic resources measurement focus and the accrual basis of accounting.

Required financial statements for proprietary funds are a statement of net assets or balance sheet; a statement of revenues, expenses, and changes in fund net assets or fund balance; and a statement of cash flows.

**Fiduciary Fund** reporting focuses on net assets and changes in net assets. Fiduciary funds should be used to report assets held in a trustee or agency capacity for others and therefore cannot be used to support the government's own programs. The fiduciary fund category includes pension (and other employee benefit) trust funds, investment trust funds, private- purpose trust funds, and agency funds. The three types of trust funds should be used to report resources held and administered by the reporting government when it is acting in a fiduciary capacity for individuals, private organizations, or other governments. These funds are distinguished from agency funds generally by the existence of a trust agreement that affects the degree of management involvement and the length of time that the resources are held.

Financial statements of fiduciary funds should be reported using the economic resources measurement focus and the accrual basis of accounting, except for the recognition of certain liabilities of defined benefit pension plans and certain post-employment benefit plans.

## Account Code Reporting

### 1.4 Account Codes

#### 1.4.1 Overview of Account Codes

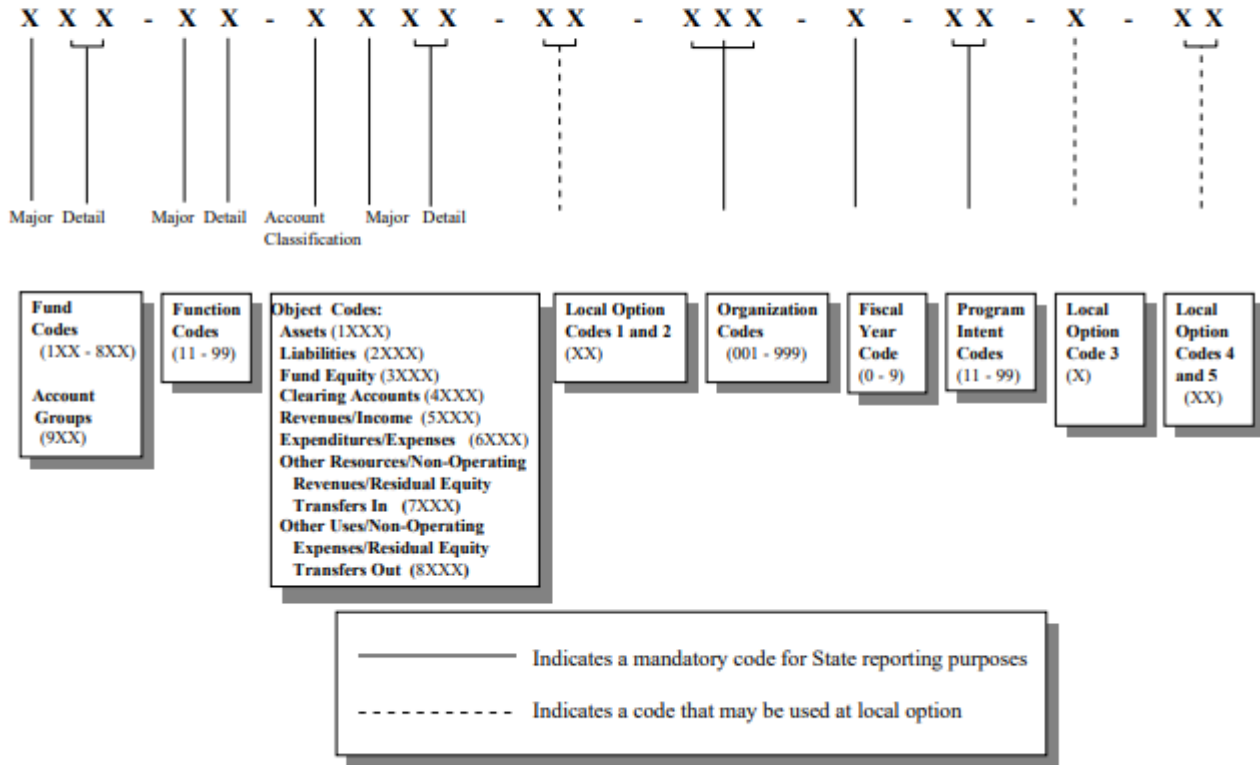
Section 44.007 of the Texas Education Code (Code or TEC) requires that a standard school district fiscal accounting system be adopted by each school district. The system must meet at least the minimum requirements prescribed by the State Board of Education and be subject to review and comment by the state auditor. Additionally, the accounting system must conform to Generally Accepted Accounting Principles (GAAP). This section further requires that a report be provided at the time that the school district budget is filed, showing financial information sufficient to enable the state board of education to monitor the funding process and to determine educational system costs by school district, campus, and program.

The Texas Education Code, Section 44.008, requires each school district to have an annual independent audit conducted that meets the minimum requirements of the state board of education, subject to review and comment by the state auditor. The annual audit must include the performance of certain audit procedures for the purpose of reviewing the accuracy of the fiscal information provided by the district through the Public Education Information Management System (PEIMS). The audit procedures are to be adequate to detect material errors in the school district's fiscal data to be reported through the PEIMS system for the fiscal period under audit.

A major purpose of the following accounting code structure is to establish the standard school district fiscal accounting system required by law. Although certain codes within the overview may be used at local option, the sequence of the codes within the structure, and the funds and chart of accounts, are to be uniformly used by all school districts in accordance with generally accepted accounting principles.

## Exhibit 29. Account Code Structure

### The Code Structure



### BASIC SYSTEM CODE COMPOSITION:

#### Fund Code

A mandatory 3-digit code is to be used for all financial transactions to identify the fund group and specific fund. The first digit refers to the fund group, and the second and third digit specifies the fund.

Example: A Special Revenue Fund could be coded 211. The 2 indicates the Special Revenue Fund, the 11 specifies ESEA, Title I, Part A - Improving Basic Programs.

#### Function Code

A mandatory 2-digit code applied to expenditures/expenses that identify the purpose of the transaction. The first digit identifies the major class, and the second digit refers to the specific function within the area.

Example: The function "Health Service" is coded 33. The first 3 specify Support Services – Student (Pupil) and the second 3 is Health Services.

#### Object Code

A mandatory 4-digit code that identifies the nature and object of an account, a transaction, or a source. The first of the four digits identifies the type of account or transaction, the second digit identifies the major area, and the third and fourth digits provide further sub- classifications.

Example: Money received for current year taxes is classified in account 5711. The 5 denotes revenue, the 7 shows Local and Intermediate Sources, the 1 denotes local real and personal property taxes revenue and the final 1 specifies current year levy.

### **Optional Codes 1 and 2**

A 2-digit code for optional use to provide special accountability at the local level.

### **Organization Code**

A mandatory 3-digit code that identifies the organization, i.e., High School, Middle School, Elementary School, Superintendent's office, etc. An organization code does not necessarily correspond with a physical location. The activity, not the location, defines the organization. Campuses are examples of organization codes and are specified for each school district in the Texas School Directory.

Example: Expenditures for a high school might be classified as 001. This is a campus organization code that is defined in the Texas School Directory for that high school.

### **Fiscal Year Code**

A mandatory single digit code that identifies the fiscal year of the transaction or the project year of inception of a grant project.

Examples: For the 2005-06 fiscal year of the school district, a 6 would denote the fiscal year. An ESEA, Title I, Part A - Improving Basic Programs grant for the project year from July 1, 2005, through June 30, 2006, would be indicated by a 6. A grant for the project year from July 1, 2006, through June 30, 2007, would be indicated by a 7. Therefore, 10 months of the ESEA, Title I, Part A - Improving Basic Programs grant expenditures would be accounted for under project year 6 and 2 months would be accounted for under project year 7.

### **Program Intent Code**

A 2-digit code used to designate the intent of a program provided to students. These codes are used to account for the cost of instruction and other services that are directed toward a particular need of a specific set of students. The intent (the student group toward which the instructional or other service is directed) determines the program intent code, not the demographic makeup of the students served.

Example: An entire class of physics is taught at the basic level. Program intent code 11 would designate Basic Educational Services.

### **Optional Code 3**

A single code that is used at the local option.

### **Optional Codes 4 and 5**

An optional 2-digit code that may be used by the district to further describe the transaction.

## District Fund Codes

## FUND

| FUND | DESCRIPTION                            | FUND | DESCRIPTION                                     | FUND | DESCRIPTION  |
|------|--|------|---|------|--|
|      | <u>GENERAL FUND – 100'S</u>            |      | <u>FEDERAL PROGRAMS – 200'S CONT</u>            |      | <u>DEBT SERVICE FUNDS – 500'S</u>                          |
| 181  | CO-CURRICULAR FUND                     | 278  | ARP HOMELESS I – TEHCY                          | 599  | INTEREST & BONDED DEBT                                     |
| 197  | JJAEP COUNTY ADMINISTRATION FUND       | 282  | ESSER III 20/21 FED STIMULUS FUND               |      |  |
| 199  | GENERAL OPERATING FUND                 | 284  | IDEA-B PRESCHOOL ARRA                           |      | <u>CAPITAL PROJECT FUNDS – 600'S</u>                       |
|      |  | 285  | TITLE I – A/D ARRA                              | 614  | CONSTRUCTION (220M)  |
|      | <u>FEDERAL PROGRAMS – 200'S</u>        | 289  | LEP SUMMER/OTHER FEDERAL FUNDS                  | 615  | CONSTRUCTION (275M)  |
| 205  | HEAD START                             |      |   |      |  |
| 206  | ESEA TITLE X PART C, HOMELESS ED       |      | <u>STATE-FUNDED PROGRAMS – 381 – 429</u>        |      | <u>AGENCY TRUST FUNDS – 800'S</u>                          |
| 211  | ESEA TITLE IA IMP BASIC PROGRAM        | 385  | SSVI FLOW THROUGH REG 10                        | 828  | VIRGINIA DODSON FINCH TRUST                                |
| 224  | IDEA-B FORMULA                         | 397  | AP/IB INCENTIVE PROGRAM                         | 829  | AVERY DOWELL LIBRARY FUND                                  |
| 225  | IDEA-B PRESCHOOL                       | 410  | INSTRUCTIONAL MATERIALS ALLOTMENT               | 865  | STUDENT ACTIVITY FUND                                      |
| 226  | IDEA-B DISCRETIONARY/RESIDENTIAL       | 429  | READ TO SUCCEED/PRE-K/MISC                      |      |  |
| 240  | NAT'L SCHOOL BREAKFAST & LUNCH PROGRAM |      |   |      | <u>GENERAL CAPITAL ASSETS &amp; LONG-TERM DEBT – 900'S</u> |
| 244  | VOC ED/CARL PERKINS                    |      |   | 901  | GENERAL CAPITAL ASSETS                                     |
| 255  | ESEA TITLE II, PART A                  |      | <u>SPECIAL REVENUE – LOCAL PROGRAMS 461-499</u> | 902  | LONG-TERM DEBT   |
| 263  | TITLE III, PART A, ELA                 | 461  | CAMPUS ACTIVITY FUND                            |      |  |
|      |  | 480  | CLUB 360 AFTER SCHOOL PROGRAM                   |      |  |
|      |  | 481  | FACILITY MAINTENANCE/REPLACEMENT                |      |  |
|      |  |      |   |      |  |

## FUNCTION

| CODE | DESCRIPTION  |
|------|--|
| 11   | INSTRUCTION  |
| 12   | INSTRUCTIONAL RESOURCES AND MEDIA SERVICES (LIBRARY) |
| 13   | CURRICULUM AND INSTRUCTIONAL STAFF DEVELOPMENT       |
| 21   | INSTRUCTIONAL LEADERSHIP (DISTRICT OFFICES)          |
| 23   | SCHOOL LEADERSHIP (CAMPUS OFFICES)                   |
| 31   | GUIDANCE, COUNSELING AND EVALUATION SERVICES         |
| 32   | SOCIAL WORK SERVICES                                 |
| 33   | HEALTH SERVICES                                      |
| 34   | STUDENT (PUPIL) TRANSPORTATION (TO AND FROM SCHOOL)  |
| 35   | FOOD SERVICES  |
| 36   | EXTRACURRICULAR ACTIVITIES                           |
| 41   | GENERAL ADMINISTRATION                               |
| 51   | FACILITIES MAINTENANCE AND OPERATIONS (CUSTODIAL)    |
| 52   | SECURITY & MONITORING SERVICES                       |
| 53   | DATA PROCESSING SERVICES                             |
| 61   | COMMUNITY SERVICES                                   |
| 81   | FACILITIES ACQUISITION AND CONSTRUCTION              |

**NOTE: Function codes are for use with Expense Object codes only**

# OBJECT - REVENUE

| CODE | DESCRIPTION                | CODE | DESCRIPTION                          |
|------|----------------------------|------|--------------------------------------|
| 5735 | STUDENT TUITION – REGULAR  | 5744 | GIFTS & BEQUESTS                     |
| 5736 | CLUB 360                   | 5745 | INSURANCE RECOVERY                   |
| 5738 | SUMMER – SATURDAY SCHOOL   | 5749 | OTHER REVENUES FROM LOCAL SOURCES    |
| 5739 | OTHER TUITION              | 5751 | FOOD SERVICE ACTIVITY                |
| 5742 | INVESTMENT INTEREST INCOME | 5752 | ATHLETIC ACTIVITY                    |
| 5743 | FACILITY RENTAL REVENUE    | 5753 | EXTRACURRICULAR OTHER THEN ATHLETICS |
|      |                            |      |                                      |

**NOTE: Revenue codes DO NOT need a function or PIC code**

# OBJECT - EXPENSE

| CODE | DESCRIPTION                      | CODE | DESCRIPTION  | CODE | DESCRIPTION                              | CODE | DESCRIPTION                           |
|------|----------------------------------|------|--|------|--|------|---------------------------------------|
|      | <u>PAYROLL COSTS – 6100'S</u>    |      | <u>PROFESSIONAL &amp; CONTRACTED SERVICES – 6200'S</u> |      | <u>SUPPLIES &amp; MATERIALS – 6300'S</u> |      | <u>OTHER OPERATING COSTS – 6400'S</u> |
| 6112 | SUBSTITUTE SALARY – PROFESSIONAL | 6211 | LEGAL SERVICES   | 6311 | GAS & OTHER VEHICLE FUEL (INCL BUSES)    | 6411 | EMPLOYEE TRVL & SUBSISTENCE           |
| 6117 | EXTRA DUTY PROFESSIONAL**        | 6212 | AUDIT SERVICES   | 6315 | SUPPLIES: CUSTODIAL                      | 6412 | STUDENT TRVL & SUBSISTENCE            |
| 6118 | STIPENDS                         | 6219 | PROFESSIONAL SERVICES ***SEE DESCRIPTION***            | 6316 | SUPPLIES: BUILDING                       | 6419 | NON-EMP TRVL & SUBSISTENCE            |
| 6119 | PROFESSIONAL SALARIES            | 6222 | STUDENT TUITION – PUBLIC SCHOOLS                       | 6317 | SUPPLIES: GROUNDS                        | 6429 | INSURANCE & BONDING COSTS             |
| 6121 | EXTRA DUTY/OVERTIME – SUPPORT    | 6223 | STUDENT TUITION – OTHER THAN TO PUBLIC SCHOOLS         | 6318 | MAINTENANCE UNIFORMS                     | 6439 | ELECTION COSTS                        |
| 6122 | SUBSTITUTE SALARY – SUPPORT      | 6224 | STUDENT ATTENDANCE CREDITS (FUNCTION 91 ONLY)          | 6319 | MAINTENANCE & OPERATIONS SUPPLIES        | 6491 | STAT REQUIRED PUBLIC NOTICES          |
| 6126 | PART-TIME EMPLOYEES              | 6239 | EDUCATIONAL SERVICE CENTER SERVICES                    | 6321 | INSTRUCTIONAL MATERIALS                  | 6494 | RECLASSIFIED TRANSP COSTS             |
| 6129 | SUPPORT PERSONNEL SALARY         | 6245 | CONTRACTED REPAIR OF VEHICLES                          | 6329 | READING MATERIALS                        | 6495 | DUES (MEMBERSHIPS IN ORGS)            |
| 6134 | RETIREMENT INCREMENTS            | 6247 | CONTRACTED SERVICES – BLDG/GROUNDS                     | 6339 | TESTING MATERIALS                        | 6499 | MISC OPERATING COSTS                  |
| 6139 | EMPLOYEE ALLOWANCES              | 6249 | CONTRACTED MAINTENANCE & REPAIR                        | 6341 | FOOD (FOOD SERVICE ONLY)                 |      |                                       |
| 6141 | SOCIAL SECURITY & MEDICARE TAXES | 6255 | UTILITIES: WATER/SEWER/TRASH                           | 6344 | USDA COMMODITIES                         |      |                                       |
| 6142 | GROUP HOSPITALIZATION            | 6256 | UTILITIES: TELEPHONE                                   | 6395 | COMPUTER EQUIPMENT & SUPPLIES            |      |                                       |
| 6143 | WORKERS COMPENSATION             | 6257 | UTILITIES: ELECTRICITY                                 | 6396 | AV/PHOTO EQUIPMENT & SUPPLIES            |      |                                       |
| 6144 | TRS ON-BEHALF PAYMENTS (5831)    | 6258 | UTILITIES: GAS HEATING/COOLING                         | 6397 | FURNITURE & EQUIPMENT                    |      |                                       |
| 6145 | UNEMPLOYMENT COMPENSATION        | 6259 | UTILITIES: FOOD SERVICE                                | 6399 | GENERAL SUPPLIES                         |      |                                       |
| 6146 | TRS CARE/ABOVE ST BS MIN         | 6269 | RENTALS: SHORT TERM & NON-CAP LEASES <= 12 MO          |      |  |      |                                       |
| 6148 | 403D ADMINISTRATION FEE          | 6291 | CONSULTING SERVICES – BEST PRACTIVITYCE ONLY           |      |  |      |                                       |
|      |                                  | 6295 | POLICE   |      |  |      |                                       |
|      |                                  | 6296 | OFFICIALS: SPORTING EVENTS                             |      |  |      |                                       |
|      |                                  | 6297 | NON EMPLOYEE GAME WORKERS                              |      |  |      |                                       |
|      |                                  | 6299 | MISCELLANEOUS CONTRACTED SERVICES                      |      |  |      |                                       |

# OBJECT – EXPENSE cont.

| CODE | DESCRIPTION                              | CODE | DESCRIPTION   |
|------|--|------|---|
|      | <u>DEBT SERVICE – 6500'S</u>             |      | <u>CAPITAL OUTLAY – LAND, BLDG &amp; EQUIPMENT – 6600'S</u> |
| 6511 | BOND PRINCIPAL                           | 6619 | LAND PURCHASE   |
| 6512 | RIGHT TO USE LEASE LIABILITY – PRINCIPAL | 6624 | ARCHITECTURAL SERVICE                                       |
| 6513 | LONG-TERM DEBT PRINCIPAL                 | 6629 | BLDG PURCHASE, CONSTRUCTION OR IMPROVEMENTS                 |
| 6514 | SBITA – PRINCIPAL                        | 6630 | DISTRICT WIDE TECHNOLOGY                                    |
| 6521 | INTEREST ON BONDS                        | 6631 | VEHICLES > = \$5,000  |
| 6522 | INTEREST ON RIGHT TO USE LEASES          | 6639 | FURNITURE & EQUIPMENT > = \$5,000                           |
| 6523 | INTEREST ON DEBT                         | 6651 | RIGHT TO USE LEASE – BLDGS                                  |
| 6526 | SBITA – INTEREST                         | 6658 | SBITA ASSETS  |
| 6599 | OTHER DEBT SERVICE FEES                  | 6659 | RIGHT TO USE LEASE ASSETS – FURNITURE & EQUIPMENT           |
|      |  |      |   |

## ORGANIZATION

| CODE | DESCRIPTION                       | CODE | DESCRIPTION                   | CODE | DESCRIPTION                    | CODE | DESCRIPTION               |
|------|-----------------------------------|------|-------------------------------|------|--------------------------------|------|---------------------------|
| 002  | MCKINNEY HIGH SCHOOL              | 116  | WOLFORD ELEMENTARY            | 727  | ACCOUNTS PAYABLE (AP)          | 965  | ENERGY MANAGEMENT         |
| 004  | MCKINNEY NORTH HIGH SCHOOL        | 117  | MCNEIL ELEMENTARY             | 728  | PAYROLL                        | 966  | CENTRAL DIST CENTER (CDC) |
| 005  | SERENITY HIGH                     | 118  | MALVERN ELEMENTARY            | 729  | BUDGET/CASH/DATA MGMT          | 999  | CENTRAL ADMINISTRATION    |
| 006  | CO. JUVENILE JUSTICE CENTER (CRC) | 119  | VEGA ELEMENTARY               | 730  | PURCHASING                     |      |                           |
| 007  | MCKINNEY BOYD HIGH SCHOOL         | 120  | BENNETT ELEMENTARY            | 732  | DATA PROCESSING – TECHNOLOGY   |      |                           |
| 041  | FAUBION MIDDLE SCHOOL             | 121  | MINSHEW ELEMENTARY            | 833  | ASG GROUP                      |      |                           |
| 043  | DOWELL MIDDLE SCHOOL              | 122  | WILMETH ELEMENTARY            | 850  | VOCATIONAL                     |      |                           |
| 044  | JOHNSON MIDDLE SCHOOL             | 123  | MCGOWEN ELEMENTARY            | 870  | GREER ANNEX                    |      |                           |
| 045  | EVANS MIDDLE SCHOOL               | 124  | PRESS ELEMENTARY              | 872  | SPECIAL EDUCATION              |      |                           |
| 046  | COCKRILL MIDDLE SCHOOL            | 125  | LAWSON EARLY CHILDHOOD CENTER | 874  | FINE ARTS                      |      |                           |
| 102  | FINCH ELEMENTARY                  | 126  | MCCLURE ELEMENTARY            | 875  | CURRICULUM & INSTRUCTION       |      |                           |
| 104  | WEBB ELEMENTARY                   | 127  | FRAZIER ELEMENTARY            | 876  | ELEMENTARY ED                  |      |                           |
| 105  | BURKS ELEMENTARY                  | 197  | JUVENILE JAIL JUSTICE PROGRAM | 877  | SECONDARY ED                   |      |                           |
| 107  | CALDWELL ELEMENTARY               | 699  | SUMMER SCHOOL                 | 910  | ATHLETIC ADMINISTRATION        |      |                           |
| 108  | VALLEY CREEK ELEMENTARY           | 701  | SUPERINTENDENTS OFFICE        | 911  | COMMUNITY EVENT CENTER/STADIUM |      |                           |
| 109  | GLENN OAKS ELEMENTARY             | 702  | BOARD OF TRUSTEES             | 925  | FACILITIES & OPERATIONS        |      |                           |
| 111  | SLAUGHTER ELEMENTARY              | 703  | COMMUNITY ENGAGEMENT          | 955  | NUTRITION SERVICES             |      |                           |
| 112  | JOHNSON ELEMENTARY                | 710  | INTERNAL AUDIT                | 958  | TRANSPORTATION FACILITY        |      |                           |
| 113  | EDDINS ELEMENTARY                 | 720  | STU ACTIVITY/HEALTH           | 959  | SAFETY/SECURITY/TRANSPORTATION |      |                           |
| 114  | DAEP                              | 724  | COMMUNICATIONS                | 960  | MAINTENANCE & GROUNDS          |      |                           |
| 115  | WALKER ELEMENTARY                 | 726  | HR/PERSONNEL                  | 961  | CUSTODIAL SERVICES             |      |                           |



# PROGRAM INTENT

| CODE | DESCRIPTION  |
|------|--|
| 11   | INSTRUCTION/BASIC EDUCATIONAL SERVICES   |
| 21   | GIFTED & TALENTED*****STATE REQUIREMENT***** (100%)  |
| 22   | CAREER & TECHNICAL*****STATE REQUIREMENT***** (55%)  |
| 23   | SPECIAL EDUCATION *****STATE REQUIREMENT***** (55%)  |
| 24   | ACCELERATED EDUCATION (SUPPLEMENTAL EDUCATION FOR AT RISK STUDENTS) *****STATE REQUIREMENT***** (55%)  |
| 25   | BILINGUAL EDUCATION/SPECIAL LANGUAGES*****STATE REQUIREMENT***** (55%)   |
| 26   | NON-DISCIPLINARY ALTERNATIVE EDUCATION PROGRAMS – BASIC SERVICES*****STATE REQUIREMENT***** (55%)  |
| 28   | DISCIPLINARY ALTERNATIVE EDUCATION PROGRAMS – BASIC SERVICES*****STATE REQUIREMENT***** (55%)  |
| 29   | DISCIPLINARY ALTERNATIVE EDUCATION PROGRAMS – SUPPLEMENTAL COSTS*****STATE REQUIREMENT***** (55%)  |
| 30   | TITLE I, PART A – SCHOOLWIDE ACTIVITIES RELATED TO STATE COMPENSATORY EDUCATION AND OTHER COSTS ON CAMPUSES WITH 40% OR MORE EDUCATIONALLY DISADVANTAGED STUDENTS*****STATE REQUIREMENT***** (55%) |
| 33   | PREKINDERGARTEN – SPECIAL EDUCATION  |
| 36   | EARLY EDUCATION ALLOTMENT*****STATE REQUIREMENT***** (100%)  |
| 37   | DYSLEXIA – GENERAL EDUCATION*****STATE REQUIREMENT***** (100%)   |
| 38   | COLLEGE, CAREER, AND MILITARY READINESS*****STATE REQUIREMENT***** (55%)   |
| 43   | DYSLEXIA – SPECIAL EDUCATION*****STATE REQUIREMENT***** (100%)   |
| 91   | ATHLETICS & RELATED ACTIVITIES   |
| 99   | UNDISTRIBUTED  |

A percentage of each state allotment must be spent on "direct" expenditures for the given special program. The current percentages and program intent code (PIC) are noted by program:

**Note: PIC CODES ARE FOR USE WITH EXPENSE OBJECT CODES ONLY**

# **SIGNIFICANT BUDGET & FINANCIAL INFORMATION**



## Budget Planning Calendar

### June 2024

- Board reviews the proposed tax rate to be published in the Notice of Public Meeting to Discuss Proposed Budget and Tax Rate

### July 2024

- Receive Certified Property Values from Collin County Appraisal District
- The Finance Department posts the adopted budget as approved by the Board of Trustees in June.

### August 2024

- Adopt 2024-25 Tax Rate
- Post adopted tax rate and Required Legal Notice of Adopted Tax Rate on District website.

### October 2024

- Budget Office requests input on budget process
- Board of Trustees approves prior year audit.
- Board of Trustees approves PEIMS revised upload budget amendment.
- PEIMS snapshot day for 2024-2025 actual student enrollment
- Adopt Certified Tax Roll.

### November 2024

- Budget Office provides final allocations to campuses based on snapshot enrollment.
- Discuss budget preparation process at district leadership meeting.

### December 2024

- Develop 2025-26 budgets.

### January 2025

- Requests for new positions/upgrades due to appropriate Chief/Superintendent

### February 2025

- Staffing process completed by HR, Special Education, and Finance
- Campuses sent 2025-26 Budget Spreadsheets
- Finance begins work with new Principal's on budget planning and implementation.

### March 2025

- Finalize recommendations for new positions.
- Departments are sent 2025-26 Budget Spreadsheets
- Campuses Submit 2025-26 Budget Spreadsheets
- Departments Submit 2025-26 Budget Spreadsheets

## April 2025

- Receive Preliminary Certified Estimate of Property Values from CCAD

## May 2025

- Board discusses 2025-26 Preliminary Budget for all funds.

## June 2025

- Publish Notice of Public Meeting to Discuss Budget and Tax Rate (must be 10-30 days before hearing date)
- Post adopted budget on District website.
- Board calls for Voter-Approval Tax Rate Special Election, if needed

## Budget Policies &amp; Development Procedures

The State (Texas Education Code Sections 44.002-44.006), the Texas Education Agency (Financial Accountability System Resource Guide and Commissioner Rules), and McKinney ISD Local Board Policy formulate the legal requirements and policies for the budget.

The annual budget serves as the foundation for the district's financial planning and control.

The district's budget must be prepared by June 20 and be adopted by the Board of Trustees by June 30. A public hearing for the budget and proposed tax rate must occur before the Board adoption. The district's budget must be legally adopted before the tax rate is adopted. This budget document meets these standards. The district must also publish its budget information on its web site.

The district adopts budgets for the General Fund, Food Service Fund, and the Debt Service Fund. Each budget is presented on the modified accrual basis of accounting, which is consistent with generally accepted accounting principles. The district is not legally required to adopt Special Revenue Fund budgets other than the Food Service Fund. The budget is prepared and approved at the fund and functional level. It must be amended by the Board when a change is made by increasing any one of the functional spending categories or modifying revenue object accounts and other resources or uses.

The District Improvement Planning Committee (DIPC) aligns its performance objectives annually with Board goals and budget directives. The performance objectives are also aligned with the Every Student Succeeds Act (ESSA). The DIPC performance goals are the basis for the campus improvement process.

- The budget process begins after snapshot each year. Campuses are notified of their enrollment projections and non-payroll allocations in February, with 10% held back to account for changes in campus enrollment after snapshot the following year. The campus allocation covers the entire educational program at the campus, excluding payroll and operating costs such as utilities and copier leases. Budgets for payroll, utilities and other operating costs are established by the district. The Human Resources Department, Special Education Department meet with campus staff in late February to determine staffing needs for the following year.

- Each campus and department electronically submit its proposed budget to the Finance Department in March.

- Budget updates are presented to the Board of Trustees in April, May, and June.
- The Collin County Appraisal District (CCAD) releases estimates of certified property values in April. These estimates, and the historical relationship between those values and fiscal year revenue, are used to determine the anticipated property tax revenue. This budget may be amended, as necessary, to reflect certified property values released by CCAD on July 15th.
- Certified values are used to determine the property tax revenues that can be generated for the General Operating Fund and the Debt Service Fund.
- The Chief Financial Officer presents the final Budget for adoption in June.
- At the June Board meeting McKinney ISD holds a state-mandated public hearing on the proposed budget and tax rate before considering adoption of the budget in June. All notification and public hearing requirements are met prior to adoption of the budget. In accordance with State law, the Board of Trustees adopts the budget prior to June 30th. The budget is adopted at the functional level.
- The Maintenance and Operating (M&O) and Debt Service (I&S) tax rates are adopted after the budget is adopted. The supporting tax rate is adopted in August, after the CCAD releases certified property values on July 15th.
- Budgets for all funds are adopted on a basis consistent with generally accepted accounting principles applicable to school districts. Budgeted amounts presented in the financial statements are as originally adopted or as amended by the Board of Trustees. • Apart from Special Revenue Funds, the Board of Trustees approves all budget amendments that change the amount of appropriation at the functional level. Budget amendments that alter Special Revenue Funds are approved by the granting agencies, in accordance with grant guidelines.
- Appropriations for the General Fund, Food Service Fund, and Debt Service Fund lapse at year-end. Appropriations for the Special Revenue Funds (which are budgeted throughout the year as grantor agencies award funds) continue until completion of applicable projects, sometimes overlapping more than one fiscal year.

McKinney ISD  
043907

## ANNUAL OPERATING BUDGET

CE  
(LEGAL)

### Authorized Expenditures

A district shall not lend its credit or gratuitously grant public money or things of value in aid of any individual, association, or corporation. *Tex. Const. Art. III, Sec. 52; Brazoria County v. Perry, 537 S.W.2d 89 (Tex. Civ. App.—Houston [1st Dist.] 1976, no writ)*

A district shall not grant any extra compensation, fee, or allowance to a public officer, agent, servant, or contractor after service has been rendered or a contract entered into and performed in whole or in part. Nor shall a district pay or authorize the payment of any claim against the district under any agreement or contract made without authority of law. *Tex. Const. Art. III, Sec. 53; Harlingen Indep. Sch. Dist. v. C.H. Page & Bro., 48 S.W.2d 983 (Tex. Comm'n App. 1932)*

The public school funds may not be spent except as provided by Education Code 45.105. The state and county available funds may be used only for the payment of teachers' and superintendents' salaries and interest on money borrowed on short time to pay those salaries that become due before school funds for the current year become available. Loans for the purpose of payment of teachers may not be paid out of funds other than those for the current year.

Local funds from district taxes, tuition fees, other local sources, and state funds not designated for a specific purpose may be used for the purposes listed above for state and county available funds and for purchasing appliances and supplies; paying insurance premiums; paying janitors and other employees; buying school sites; buying, building, repairing, and renting school buildings, including acquiring school buildings and sites by leasing through annual payments with an ultimate option to purchase [see CHG]; and, except as provided below, for other purposes necessary in the conduct of the public schools as determined by the board.

### Exception

Funds described above may not be used to initiate or maintain any action or proceeding against the state or an agency or officer of the state arising out of a decision, order, or determination that is final and unappealable under a provision of the Education Code, except that funds may be used for an action or proceeding that is specifically authorized by a provision of the Education Code or a rule adopted under the Education Code and that results in a final and unappealable decision, order, or determination.

*Education Code 45.105(a)–(c), (c-1)*

### Fiscal Year

The fiscal year of a district begins on July 1 or September 1 of each year, as determined by the board. *Education Code 44.0011*



**Budget Preparation**

On or before the date set by the State Board of Education (SBOE), a superintendent shall prepare, or cause to be prepared, a proposed budget covering all estimated revenue and proposed expenditures of a district for the following fiscal year. The budget must be prepared according to generally accepted accounting principles, rules adopted by the SBOE, and adopted policies of the board of trustees. *Education Code 44.002; 19 TAC 109.1(a), .41, .5001*

Funds for  
Accelerated  
Instruction

A district that is required to provide accelerated instruction under Education Code 29.081(b-1) [see EHBCA] shall separately budget sufficient funds, including funds under Education Code 48.104, for that purpose. *Education Code 29.081(b-2)*

Itemization of  
Certain  
Expenditures

The proposed budget of a district must include, in a manner allowing for as clear a comparison as practicable between those expenditures in the proposed budget and actual expenditures for the same purpose in the preceding year, a line item indicating expenditures for:

1. Notices required by law to be published in a newspaper by the district or a representative of the district; and
2. Directly or indirectly influencing or attempting to influence the outcome of legislation or administrative action, as those terms are defined in Government Code 305.002.

*Local Gov't Code 140.0045*

**Public Meeting on  
Budget and  
Proposed Tax Rate**

When the budget has been prepared, the board president shall call a board meeting for the purpose of adopting a budget for the succeeding fiscal year. Any taxpayer of a district may be present and participate in the meeting. *Education Code 44.004(a), (f)* [See CCG for provisions governing tax rate adoption.]

The meeting must comply with the notice requirements of the Open Meetings Act. *Gov't Code 551.041, .043* [See BE]

Published Notice

The board president shall provide for publication of notice of the budget and proposed tax rate meeting in accordance with Education Code 44.004. [For specific requirements regarding the form, contents, and publication of the notice, see CCG(LEGAL).]

Publication of  
Proposed Budget  
Summary

Concurrently with the publication of notice of the budget under Education Code 44.004, a district shall post a summary of the proposed budget on the school district's internet website or, if the district has no internet website, in the district's central administrative office.

The budget summary must include a comparison to the previous year's actual spending and information relating to per student and aggregate spending on:

1. Instruction;
2. Instructional support;
3. Central administration;
4. District operations;
5. Debt service; and
6. Any other category designated by the commissioner.

*Education Code 44.0041*

**Budget Adoption**

The board, at the meeting called for that purpose, shall adopt a budget to cover all expenditures for the succeeding fiscal year. The budget must be adopted before the adoption of the tax rate for the tax year in which the fiscal year covered by the budget begins. *Education Code 44.004(f)–(g)*

Appendix for Tax  
Rate Calculation  
Forms

The board shall include as an appendix to the district's budget for a fiscal year the tax rate calculation forms used by the designated officer or employee of the district to calculate the no-new-revenue tax rate and the voter-approval tax rate of the district for the tax year in which the fiscal year begins. *Tax Code 26.04(e-5)* [See CCG]

**Districts with July 1  
Fiscal Year**

A district with a fiscal year beginning July 1 may use the certified estimate of the taxable value of district property [see CCG] in preparing the required notice if the district does not receive the certified appraisal roll on or before June 7. A district that uses a certified estimate may adopt a budget at the public meeting designated in the published notice prepared using the estimate, but the district may not adopt a tax rate before the district receives the certified appraisal roll for the district. *Education Code 44.004(h)–(i)*

**Budget Adoption  
After Tax Rate  
Adoption**

Notwithstanding Education Code 44.004(g), (h), and (i), above, a district may adopt a budget after the district adopts a tax rate for the tax year in which the fiscal year covered by the budget begins if the district elects to adopt a tax rate before receiving the certified appraisal roll for the district. If a district elects to adopt a tax rate before adopting a budget, the district must publish notice and hold a meeting for the purpose of discussing the proposed tax rate. Following adoption of the tax rate [see CCG], the district must publish notice and hold another public meeting before the district may adopt a budget. The comptroller shall prescribe the language and format to be used in the notices. The district may use the certified



estimate of taxable value in preparing a notice under this provision. *Education Code 44.004(j)*

**Publication of  
Adopted Budget**

On final approval of the budget by the board, the district shall post on the district's internet website a copy of the budget adopted by the board. The district's website must prominently display the electronic link to the adopted budget. A district shall maintain the adopted budget on the district's website until the third anniversary of the date the budget was adopted. *Education Code 44.0051*

On or before a date set by the SBOE, the budget must be filed with the Texas Education Agency according to rules established by the SBOE. *Education Code 44.005*

**Internet Posting of  
Tax Rate and Budget  
Information**

Each district shall maintain an internet website or have access to a generally accessible internet website that may be used for the purposes of these provisions. Each district shall post or cause to be posted on the internet website the following information in a format prescribed by the comptroller:

1. The name of each member of the board;
2. The mailing address, email address, and telephone number of the district;
3. The official contact information for each member of the board, if that information is different from the information described by item 2;
4. The district's budget for the preceding two years;
5. The district's proposed or adopted budget for the current year;
6. The change in the amount of the district's budget from the preceding year to the current year, by dollar amount and percentage;
7. The tax rate for maintenance and operations adopted by the district for the preceding two years;
8. The interest and sinking fund tax rate adopted by the district for the preceding two years;
9. The tax rate for maintenance and operations proposed by the district for the current year;
10. The interest and sinking fund tax rate proposed by the district for the current year; and
11. The most recent financial audit of the district.

*Tax Code 26.18*

|  |  |
|--|--|
| <b>Effect of Adopted Budget and Amendment</b>                        | Public funds of the district may not be spent in any manner other than as provided for in the budget adopted by the board, but the board may amend a budget or adopt a supplementary emergency budget to cover necessary unforeseen expenses. Any amendment or supplementary budget must be prepared and filed in accordance with SBOE rules. <i>Education Code 44.006</i>   |
| <b>Spending Violation/Offense</b>                                    | A trustee who votes to approve any expenditure of school funds in violation of a provision of the Education Code, for a purpose for which those funds may not be spent, or in excess of the item or items appropriated in the adopted budget or a supplementary or amended budget commits an offense. <i>Education Code 44.052(c)</i>  |
| <b>Certain Donations</b>   | A district may donate funds or other property or service to the adjutant general's department, the Texas National Guard, or the Texas State Guard. <i>Gov't Code 437.111(b), .252, .304(a)</i>   |
| <b>Commitment of Current Revenue</b>                                 | <p>A contract for the acquisition, including lease, of real or personal property is a commitment of a district's current revenue only, provided the contract contains either or both of the following provisions:</p> <ol style="list-style-type: none"> <li>1. Retains to a board the continuing right to terminate the contract at the expiration of each budget period during the term of the contract.</li> <li>2. Is conditioned on a best-efforts attempt by the board to obtain and appropriate funds for payment of the contract.</li> </ol> <p><i>Local Gov't Code 271.903</i></p>  |
| <b>Prohibited Uses of Resources</b><br>Improvements to Real Property | <p>Except as provided below or by Education Code 45.109(a-1), (a-2), or (a-3) [see CX], the board may not enter into an agreement authorizing the use of school district employees, property, or resources for the provision of materials or labor for the design, construction, or renovation of improvements to real property not owned or leased by the district.</p> <p>This provision does not prohibit the board from entering into an agreement for the design, construction, or renovation of improvements to real property not owned or leased by the district if the improvements benefit real property owned or leased by the district. Benefits to real property owned or leased by the district include the design, construction, or renovation of highways, roads, streets, sidewalks, crosswalks, utilities, and drainage improvements that serve or benefit the real property owned or leased by the district.</p> <p><i>Education Code 11.168</i></p> |

**Hotels**

The board may not impose taxes; issue bonds; use or authorize the use of district employees; use or authorize the use of district property, money, or other resources; or acquire property for the design, construction, renovation, or operation of a hotel. The board may not enter into a lease, contract, or other agreement that obligates the board to engage in an activity prohibited by this provision or obligates the use of district employees or resources in a manner prohibited by this provision.

"Hotel" means a building in which members of the public obtain sleeping accommodations for consideration. The term includes a motel.

*Education Code 11.178*

**Electioneering**

For restrictions on using district funds for electioneering, see BBBD.

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McKinney ISD  
043907

## ANNUAL OPERATING BUDGET

CE  
(LOCAL)

|                                |   |
|--------------------------------|---|
| <b>Fiscal Year</b>             | The District shall operate on a fiscal year beginning July 1 and ending June 30.  |
| <b>Budget Planning</b>         | Budget planning shall be an integral part of overall program planning so that the budget effectively reflects the District's programs and activities and provides the resources to implement them. In the budget planning process, general educational goals, specific program goals, and alternatives for achieving program goals shall be considered, as well as input from the District- and campus-level planning and decision-making committees. Budget planning and evaluation are continuous processes and shall be a part of each month's activities.   |
| <b>Budget Meeting</b>          | <p>The annual public meeting to discuss the proposed budget and tax rate shall be conducted as follows:</p> <ol style="list-style-type: none"> <li>1. The Board President shall request at the beginning of the meeting that all persons who desire to speak on the proposed budget and/or tax rate sign up on the sheet provided.</li> <li>2. Prior to the beginning of the meeting, the Board may establish time limits for speakers.</li> <li>3. Speakers shall confine their remarks to the appropriation of funds as contained in the proposed budget and/or the tax rate.</li> <li>4. No officer or employee of the District shall be required to respond to questions from speakers at the meeting.</li> </ol> |
| <b>Authorized Expenditures</b> | The adopted budget provides authority to expend funds for the purposes indicated and in accordance with state law, Board policy, and the District's approved purchasing procedures. The expenditure of funds shall be under the direction of the Superintendent or designee who shall ensure that funds are expended in accordance with the adopted budget.   |
| <b>Budget Amendments</b>       | The Board shall amend the budget when a change is made increasing any one of the functional spending categories or increasing revenue object accounts and other resources.  |
| <b>Reporting</b>               | <p>The District shall prepare financial operations reports in accordance with the following:</p> <ul style="list-style-type: none"> <li>• Quarterly financial reports shall be provided to the Board.</li> <li>• An annual financial plan (budget) detailing revenues and expenditures shall be provided for the Board's approval prior to July 1 of each fiscal year.</li> </ul>   |

- An annual audit shall be conducted by an external professional auditing firm that includes the necessary details to reconcile the District's financial operations for the year. The audit report shall be submitted for review and approval by the Board after the end of the fiscal year.

**Fund Balance**

Fund balance shall mean the gross difference between governmental fund assets and liabilities reflected on the balance sheet.

**Fund Balance of the General Fund**

The fund balance of the general fund shall mean the gross difference between general fund assets and liabilities reflected on the balance sheet.

The five classifications of fund balance of the governmental types are as follows:

**Nonspendable Fund Balance**

Nonspendable fund balance shall mean the portion of the gross fund balance that is not expendable (such as inventories) or is legally earmarked for a specific use.

Examples of fund balance reserves for which fund balance shall not be available for financing general operating expenditures include:

- Prepaid items,
- Deferred expenditures,
- Long-term receivables, and
- Outstanding encumbrances.

**Restricted Fund Balance**

Restricted fund balance shall include amounts constrained to a specific purpose by law or an external provider, such as a grantor.

Examples include:

- Retirement of long-term debt,
- Federal and state programs, and
- Other granting agencies.

**Committed Fund Balance**

Committed fund balance shall mean that portion of the fund balance that is constrained to a specific purpose by the Board.

Examples include:

- Potential litigation, claims, and judgments,
- Capital expenditures,
- Retirement of loan/notes payable, and



|                             |   |
|-----------------------------|---|
| Assigned Fund Balance       | <ul style="list-style-type: none"> <li>• Construction programs.</li> </ul> <p>Assigned fund balance shall mean that portion of the fund balance that is spendable or available for appropriation but has been tentatively earmarked for some specific purpose by the Board, the Superintendent, or the chief financial officer.</p> <p>In current practice, such plans or intent may change and may never be budgeted, or may result in expenditures in future periods of time.</p> <p>Examples include:</p> <ul style="list-style-type: none"> <li>• Insurance deductibles,</li> <li>• Construction programs,</li> <li>• Program start-up costs, and</li> <li>• Other legal uses.</li> </ul> |
| Unassigned Fund Balance     | <p>Unassigned fund balance shall include amounts available for any legal purpose. This portion of the total fund balance in the general fund is available to finance operating expenditures.</p> <p>The unassigned fund balance shall be the difference between the total fund balance and the total of the nonspendable fund balance, restricted fund balance, committed fund balance, and assigned fund balance.</p>  |
| <b>Financial Stability</b>  | <p>The District shall strive to maintain an unassigned fund balance in the general operating fund of no less than 20 percent and no greater than 40 percent of the budget for the following year. Projected compliance with this percentage shall be considered annually during the budget adoption process.</p>  |
| <b>Order of Expenditure</b> | <p>Spending and availability shall be to reduce funds from the listed areas in the following order: restricted, committed, assigned, and unassigned. Negative amounts shall not be reported for restricted, committed, or assigned funds.</p>   |

DATE ISSUED: 6/20/2019  
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## Budget Development Process

Budgeting comprises three major phases: planning, preparation, and evaluation. The budgetary process begins with sound planning. Planning defines the goals and objectives of campuses; the school district develops programs to attain those goals and objectives. Once these programs and plans have been established, budgetary resource allocations are made to support them. Budgetary resource allocations are the preparation phase of budgeting. However, the allocations cannot be made until plans and programs have been established.

The budget is evaluated for its effectiveness in attaining goals and objectives. Evaluation typically involves examining how funds were expended, what outcomes resulted from the expenditure, and to what degree these outcomes achieved the purposes stated during the planning phase. This evaluation phase is essential in determining the following year's budgetary allocations. Budget preparation is more than just a one-time exercise determining how a school district will allocate funds. Instead, school district budget preparation is part of a continuous planning and evaluation cycle to achieve district goals.

The budget process emphasizes accountability. As a rule, the budget manager who has been given the authority to initiate expenditure decisions is the one who should budget for the expenditure. The district's business office staff prepares annual preliminary revenue estimates by January. Based on these revenue assumptions, the campuses receive allotments per student between secondary and elementary levels. These allotments are multiplied by the projected enrollments to generate a budget sum for each campus. The campus administrator and the Campus Improvement Team prepare a detailed budget based on specific goals and objectives. The allotment is designed to cover non-payroll-related expenses.

Staffing requests and salary and benefit increases are calculated at the central office level by March each year. The review process for new staff is contingent upon projected enrollment growth. Since payroll-related costs comprise approximately 77.4% of the district's operational budget, careful consideration is given to each request for both instructional and non-instructional positions.

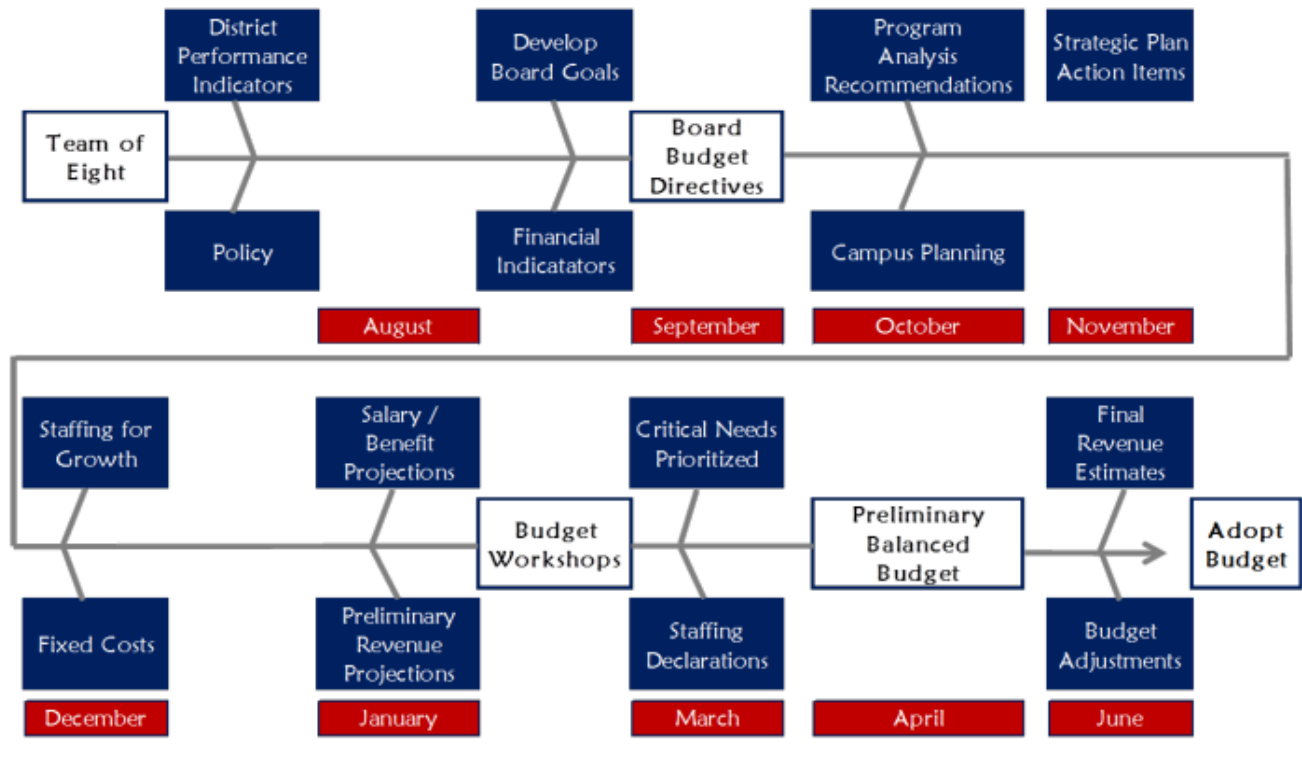
Budgets for non-campus organizations are determined on a justified need basis. The respective assistant superintendent of each area reviews these budgets.

The Chief Financial Officer compiles all pertinent budget data and projections. This includes state funding estimates, taxable values, tax rates, and projected utility costs.

Capital improvements are budgeted on a project basis. Bond proceeds and related interest are accounted for in separate funds for constructing and equipping school facilities, purchasing school sites, and renovating or repairing existing facilities. The Board of Trustees does not formally adopt the capital project funds annually. However, the Board of Trustees is provided monthly updates and must approve any purchase over \$50,000.

Each major construction contract is approved based on existing availability of bond proceeds. However, the impact of capital project fund budgets must be considered during the annual budgets for all other funds. Future operating costs (staffing, utilities, custodial services, etc.) associated with capital improvements and new facilities must be projected and included in the general fund budget. Repayment of bonds issued for capital projects must be included in the debt service fund projections.

### *Budget Development Process*





Following the budget adoption, administration and managing of the budget begins. The process is ongoing throughout the fiscal year to ensure that accounts do not exceed authorized amounts and are used for the intended proper and legal uses.

### Expenditure Control and Approval

McKinney ISD uses a 20-digit detailed account code called a line item. This code is segmented into fund, function, object, sub-object, organization, fiscal year, program intent, and a local option use code. Organization codes are considered cost centers with corresponding budget managers assigned to each. There are exceptions to this rule. If a budget manager has district-wide responsibility, some costs are allocated to line items with multiple organization codes.

Each budget manager can approve expenditures for the funds within their budgets. The district uses the Skyward Software system to account for these funds. This system monitors line items to ensure that account balances are not exceeded.

Budget managers may transfer funds within their budgets if they are at the same functional level. For instance, supply funds for various grade levels may be redistributed based on the budget manager's approval since they are all under the same functional category.

### Purchasing

The District's Purchasing Department is responsible for all bids. All District contracts, except contracts for the purchase of produce or vehicle fuel valued at \$50,000 or more in the aggregate for every 12 months, are made by the method that provides the best value for the district:

- 1) Competitive bidding.
- 2) Competitive sealed proposals.
- 3) A request for proposals for services other than construction services.
- 4) A catalog purchase as provided by Government Code Chapter 2157, Subchapter B.
- 5) An interlocal contract.
- 6) Government Code 2155.062(d) defines the reverse auction procedure.

Purchase orders are used for the acquisition of tangible goods. A campus/organization enters a requisition into the accounting system. The account is automatically checked for adequate availability of funds. If funds are available, the purchase order is printed in the District's Purchasing Department office for approval by the Director of Purchasing. The purchase order is then mailed or faxed to the pertinent vendor. At the same time, the funds are encumbered to provide necessary budget control. After the goods are physically received, the recipient enters the information acknowledging the receipt into the system. The Accounts Payable Department gets the invoice and matches it to the receiving report and the purchase order before payment. Once these agree, funds are disbursed to the vendor. The encumbrance is then liquidated at the time of payment.

### Expense Reimbursements

Proper documentation and verification are necessary for expenses such as travel to be reimbursed. Verification includes such things as receipts and confirmation of mileage.

### Budget Amendments

Periodic budget amendments are necessary during the fiscal year to ensure that functional categories maintain a positive balance. The budget manager or the central district business office may initiate budget amendments. Board approval is required for budget amendments where funds are moved between functional categories. The District's Executive Director of Finance carefully monitors the budget for improper balances throughout the year.

### Reporting to the Texas Education Agency (TEA)

The district submits its annual budget, student attendance information, and its end-of-year financial status through a Public Education Information Management System (PEIMS) system. TEA establishes transmission dates. The PEIMS system provides TEA and districts across the state with a wealth of demographic attendance and financial information.

### Quarterly Financial Report

At each quarterly Board meeting, the district's Finance staff prepares a fund-by-fund report for informational purposes. These reports have been prepared showing the summary of revenues and expenditures on a quarterly and year-to-date basis. These reports also show the percentage of revenues collected and the percentage of budgets expended. In addition to these fund reports, information regarding investments and tax collections is presented to the Board of Trustees.

## Budget Implementation Plan and Allocation of Human & Financial Resources

### Budget Implementation Plan

The Finance Office serves as the primary department supervising the implementation of the approved annual budgets. All goals, objectives, and strategies identified in this document will supplement all laws, policies, and procedural manuals so that the Finance Office can effectively implement the budget plan approved by the Board of Trustees.

The district currently has a fund balance reserve policy that strives to maintain an unassigned fund balance in the general operating fund of no less than 20% and no greater than 40% of the budget for the following year. The Board policy manual can be found on the district's website, and administrative staff should be contacted if any questions arise about such a policy.

Most of the combined local revenue is received in the form of local property tax collections. However, over \$17 million is obtained through locally generated revenue sources, including, but not limited to, gate receipts for athletic events, facility rentals, investment interest, etc. State Revenue collected in the General Fund is from the Available School Fund (ASF), the Foundation School Program (FSP), and the state's share of the Teacher Retirement System (TRS). Federal funds received in the General Fund are costs from implementing federal programs and funding from the School Health and Related Services (SHARS) reimbursement program.

# Financial Section



## Budget Overview

The following documents represent a financial plan for the McKinney Independent School District for the 2025-26 fiscal year. These documents are the direct result of obtaining input from students, parents, citizens, campus and administrative staff, Superintendent, and Board of Trustees. In addition, historical trends and statistics assist administrative staff in determining projected outcomes that may impact relevant factors and/or drivers that determine the funding levels and related expenses of a specific fund.

This budget provides the financial resources necessary to enhance the instructional environment for all students (i.e. gifted and talented, special education, etc.), continue to offer a competitive salary & benefits package to employees and operate our campuses.

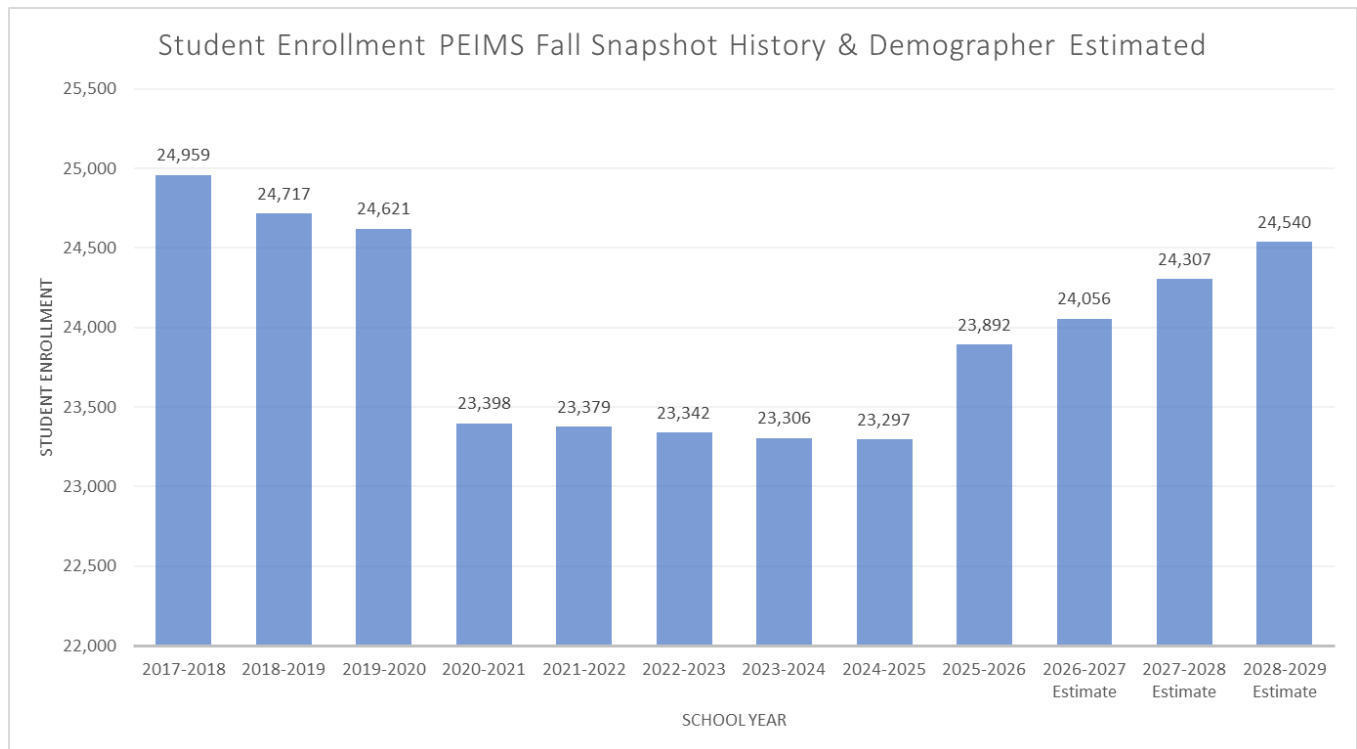
## Enrollment Information

The district's geographic areas include parts of the cities of McKinney, New Hope, Allen, Fairview, Princeton, and Lowery Crossing.

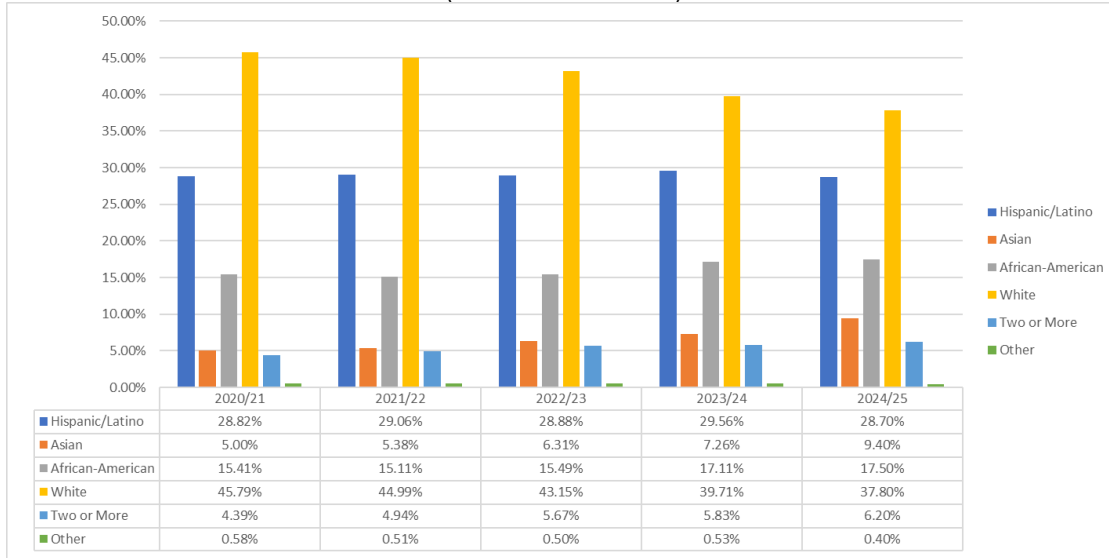
McKinney ISD currently educates 23,892 students in 21 elementary schools, five middle schools, three high schools, two alternative campuses and one early childhood education center. Including administration and support, MISD maintains 68 facilities covering more than 4 million square feet on 603 acres of ground.

McKinney ISD student population and demographics have not changed significantly in recent years.

### Student Enrollment by School Year



### Percentage of Enrolled Students (Source Fall PEIMS)



### Economically Disadvantaged Student Enrollment Data

|   | 2022 - 2023 |           |         | 2023 - 2024 |           |         | 2024 - 2025 |           |         | 2025 - 2026 |           |         |
|---|-------------|-----------|---------|-------------|-----------|---------|-------------|-----------|---------|-------------|-----------|---------|
|   | Eco Dis Pop | Total Pop | Percent | Eco Dis Pop | Total Pop | Percent | Eco Dis Pop | Total Pop | Percent | Eco Dis Pop | Total Pop | Percent |
| (043907002) - McKinney H S                          | 1,164       | 2,918     | 39.89%  | 1,126       | 2,804     | 40.16%  | 1,097       | 2,668     | 41.12%  | 1,040       | 2,532     | 41.07%  |
| (043907004) - McKinney North H S                    | 629         | 2,156     | 29.17%  | 673         | 2,311     | 29.12%  | 647         | 2,387     | 27.11%  | 729         | 2,552     | 28.57%  |
| (043907005) - Serenity High                         | 1           | 4         | 25.00%  | 0           | 3         | 0.00%   | 0           | 3         | 0.00%   | 4           | 5         | 80.00%  |
| (043907006) - County Residential Center             | 5           | 93        | 5.38%   | 5           | 81        | 6.17%   | 4           | 92        | 4.35%   | 1           | 101       | 0.99%   |
| (043907007) - McKinney Boyd H S                     | 557         | 2,651     | 21.01%  | 546         | 2,550     | 21.41%  | 492         | 2,547     | 19.32%  | 552         | 2,595     | 21.27%  |
| (043907041) - Faubion Middle                        | 577         | 1,251     | 46.12%  | 532         | 1,157     | 45.98%  | 452         | 1,033     | 43.76%  | 501         | 1,100     | 45.55%  |
| (043907043) - Dowell Middle                         | 283         | 1,076     | 26.30%  | 266         | 1,046     | 25.43%  | 223         | 995       | 22.41%  | 245         | 977       | 25.08%  |
| (043907044) - Scott Morgan Johnson Middle           | 456         | 940       | 48.51%  | 484         | 1,050     | 46.10%  | 455         | 1,108     | 41.07%  | 574         | 1,308     | 43.88%  |
| (043907045) - Leonard Evans Jr Middle               | 290         | 830       | 34.94%  | 247         | 782       | 31.59%  | 316         | 798       | 39.60%  | 268         | 731       | 36.66%  |
| (043907046) - Dr Jack Cockrill Middle               | 304         | 1,280     | 23.75%  | 266         | 1,220     | 21.80%  | 270         | 1,210     | 22.31%  | 281         | 1,210     | 23.22%  |
| (043907102) - Finch EL                              | 278         | 325       | 85.54%  | 285         | 337       | 84.57%  | 277         | 341       | 81.23%  | 220         | 320       | 68.75%  |
| (043907104) - Webb EL                               | 241         | 355       | 67.89%  | 239         | 388       | 61.60%  | 269         | 475       | 56.63%  | 311         | 522       | 59.58%  |
| (043907105) - Burks EL                              | 274         | 329       | 83.28%  | 297         | 366       | 81.15%  | 334         | 432       | 77.31%  | 306         | 403       | 75.93%  |
| (043907107) - Caldwell EL                           | 311         | 458       | 67.90%  | 315         | 447       | 70.47%  | 277         | 409       | 67.73%  | 311         | 443       | 70.20%  |
| (043907108) - Valley Creek EL                       | 145         | 569       | 25.48%  | 114         | 506       | 22.53%  | 110         | 498       | 22.09%  | 156         | 524       | 29.77%  |
| (043907109) - Glen Oaks EL                          | 57          | 526       | 10.84%  | 51          | 511       | 9.98%   | 43          | 478       | 9.00%   | 39          | 474       | 8.23%   |
| (043907111) - Slaughter EL                          | 319         | 578       | 55.19%  | 304         | 556       | 54.68%  | 278         | 554       | 50.18%  | 283         | 564       | 50.18%  |
| (043907112) - Reuben Johnson EL                     | 99          | 380       | 26.05%  | 101         | 388       | 26.03%  | 106         | 378       | 28.04%  | 83          | 361       | 22.99%  |
| (043907113) - C T Eddins EL                         | 39          | 344       | 11.34%  | 53          | 347       | 15.27%  | 49          | 372       | 13.17%  | 43          | 383       | 11.23%  |
| (043907115) - Roy Lee Walker EL                     | 65          | 433       | 15.01%  | 64          | 398       | 16.08%  | 63          | 381       | 16.54%  | 62          | 388       | 15.98%  |
| (043907116) - Earl & Lottie Wolford EL              | 73          | 405       | 18.02%  | 78          | 412       | 18.93%  | 63          | 389       | 16.20%  | 86          | 422       | 20.38%  |
| (043907117) - Arthur H McNeil EL                    | 180         | 372       | 48.39%  | 188         | 381       | 49.34%  | 143         | 335       | 42.69%  | 156         | 302       | 51.66%  |
| (043907118) - Albert & Iola Lee Davis Malvern EL    | 352         | 441       | 79.82%  | 340         | 437       | 77.80%  | 311         | 415       | 74.94%  | 330         | 430       | 76.74%  |
| (043907119) - Jose De Jesus And Maria Luisa Vega EL | 329         | 477       | 68.97%  | 347         | 473       | 73.36%  | 347         | 491       | 70.67%  | 330         | 467       | 70.66%  |
| (043907120) - Dean And Mildred Bennett EL           | 78          | 522       | 14.94%  | 59          | 481       | 12.27%  | 60          | 425       | 14.12%  | 64          | 409       | 15.65%  |
| (043907121) - Gary And Bobbye Jack Minshew EL       | 179         | 512       | 34.96%  | 151         | 461       | 32.75%  | 136         | 433       | 31.41%  | 145         | 446       | 32.51%  |
| (043907122) - J B Wilmeth EL                        | 69          | 544       | 12.68%  | 60          | 495       | 12.12%  | 37          | 436       | 8.49%   | 44          | 441       | 9.98%   |
| (043907123) - Jesse McGowen EL                      | 204         | 578       | 35.29%  | 215         | 558       | 38.53%  | 208         | 570       | 36.49%  | 212         | 563       | 37.66%  |
| (043907124) - Naomi Press EL                        | 250         | 830       | 30.12%  | 188         | 424       | 44.34%  | 235         | 580       | 40.52%  | 321         | 736       | 43.61%  |
| (043907125) - Herman Lawson Early Childhood School  | 305         | 522       | 58.43%  | 384         | 610       | 62.95%  | 599         | 606       | 98.84%  | 365         | 562       | 64.95%  |
| (043907126) - Lizzie Nell Cundiff McClure EL        | 106         | 630       | 16.83%  | 98          | 608       | 16.12%  | 90          | 661       | 13.62%  | 106         | 782       | 13.56%  |
| (043907127) - Ruth And Harold Frazier EL            | -           | -         | -       | 134         | 711       | 18.85%  | 135         | 792       | 17.05%  | 97          | 809       | 11.99%  |
| (043907197) - J J A E P                             | 3           | 13        | 23.08%  | 5           | 7         | 71.43%  | 0           | 5         | 0.00%   | 6           | 17        | 35.29%  |
| (043907) - McKinney ISD                             | 8,222       | 23,342    | 35.22%  | 8,215       | 23,306    | 35.25%  | 8,126       | 23,297    | 34.88%  | 8,271       | 23,879    | 34.64%  |

## Other Budgetary Information

The general fund budget has been prepared based on trends and drivers such as enrollment, maintaining educational programs offered to students, stable economic disadvantaged percentage of student population, and staff increases based on current formula.

Other relative factors and trends that financially impact the general fund are:

- Property value growth
- Potential underpayment or overpayment as the LPE may be forecasted under/over district projections
- The district does not receive any alternative tax collections, e.g., sales tax, income tax, etc.

In the future the district plans to utilize the fund balance to address any negative trends in upcoming budget forecasts.

All district goals and objectives have been included in the current budget.

All accrued obligations for post-employment benefits have been reflected in the budget.

The district's classification of its fund balances includes non-spendable, restricted, committed, assigned, and unassigned. There are no amounts which drive certain classifications. As of June 30, 2025, the district had the following fund balance amounts by category:

- |                 |               |
|-----------------|---------------|
| • Non-spendable | \$4,254,552   |
| • Restricted    | \$129,349,124 |
| • Committed     | \$5,783,541   |
| • Assigned      | \$2,550,000   |
| • Unassigned    | \$93,080,833  |

The non-spendable fund balance is made up of amounts that cannot be spent because they are either not in a spendable form or legally/contractually required to be maintained intact such as inventories and pre-paid items. The restricted portion of the fund balance includes amounts for which constraints have been placed on the use of the resources such as debt service funds and capital project funds. The committed fund balance includes amounts that can be used only for specific purposes pursuant to constraints imposed by formal action of the Board of Trustees such as campus activity funds. The assigned portion of fund balance includes amounts that are constrained by the district's intent to be used for a specific purpose but are neither restricted nor committed such as technology refreshes and security upgrades. The unassigned portion of fund balance includes amounts that have not been assigned to other funds or restricted, committed, or assigned to a specific purpose within the General Fund.

The Financial Section provides specific fiscal information regarding the various funds of the district. By law, the Board of Trustees must approve annual budgets for the General Fund, Student Nutrition Fund, and the Debt Service Fund. These three funds are included in this section.

The Financial Section begins with the Combined Budget Summary of the General Fund, Student Nutrition Fund, and Debt Service Fund. After the summary, the remaining Financial Section provides the reader with specific information about each of the three funds named above.

## Major Revenue Sources

Most school districts have a healthy balance between their State and local resources. For MISD, approximately 12.58% of total combined revenues are funded by State Aid programs (property taxes are the largest revenue source).

Overall, the aggregate revenue budgets for 2025-26 are as follows:

- \$330,633,030 in local revenues
- \$48,969,408 in state revenues
- \$9,670,723 in federal revenues

Most of the general fund and debt service fund local revenue is received in the form of local property tax collections. However, approximately \$9.5 million of the general fund local revenue is received through locally generated revenue sources, including, but not limited to, gate receipts for athletic events, athletic and academic camps, facility rentals, investment interest and after-school enrichment programs. Much of the student nutrition local revenue is generated from student paid meals.

## Assumptions

The Texas Legislature meets biennially, during odd numbered years, and the next regular session is scheduled for Spring, 2027. McKinney ISD has forecasted revenue projections based upon the assumption that State funding mechanisms will remain static up to and through that period as no new money shall be received outside of what the formulas currently provide.

There is an underlying assumption of property value growth and enrollment growth, which impacts certain major revenue sources and major expenditure categories.



## GASB 75 and Other Post Employment Benefits (OPEB)

Changes in the deferred outflows of resources, deferred inflows of resources and net pension liability must be recorded as expenses. Changes in contributions made after the measurement date caused the change in net position to increase in the amount of \$630,635. The district's share of the unrecognized deferred inflows and outflows for TRS as of the measurement date must be amortized and the district's proportionate share of the pension expense must be recognized. These cause the change in net position to decrease in the amount of \$2,940,290. The net effect is a decrease in net position.

Changes in the deferred outflows of resources, deferred inflows of resources and net OPEB liability must be recorded as expenses. Changes in contributions made after the measurement date caused the change in net position to increase in the amount of \$79,311. The district's share of the unrecognized deferred inflows and outflows for TRS as of the measurement date must be amortized and the district's proportionate share of the OPEB expense must be recognized. These cause the change in net position to increase in the amount of \$7,347,962. The net effect is an increase in net position.

McKinney Independent School District  
Schedule of the District's Proportionate Share of the Net Pension Liability – Teacher Retirement System of Texas (Exhibit G-2)  
Year Ended June 30, 2025

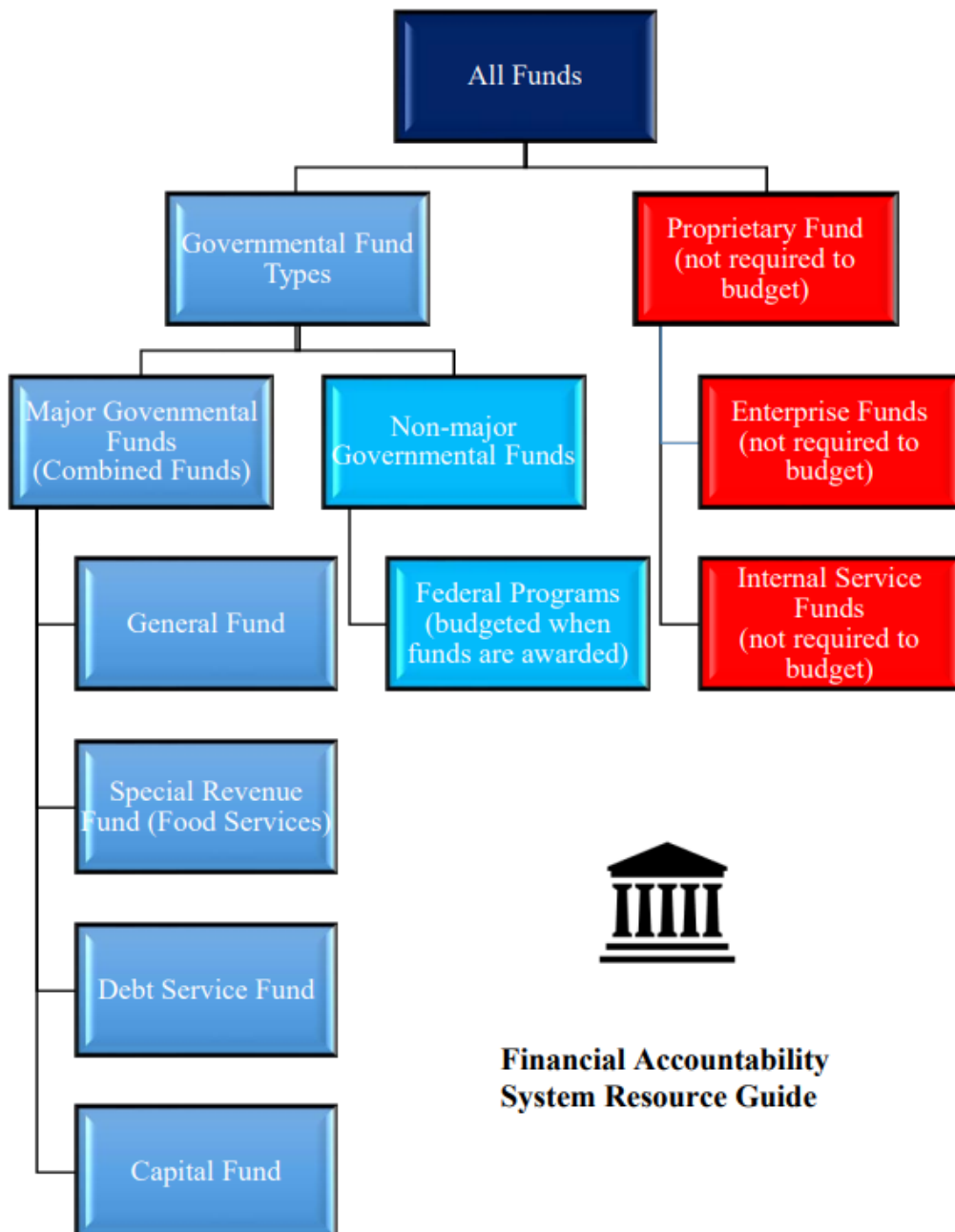
|  | 2025           | 2024           | 2023           | 2022           | 2021           | 2020           | 2019           | 2018           | 2017           | 2016           |
|--|----------------|----------------|----------------|----------------|----------------|----------------|----------------|----------------|----------------|----------------|
| District's proportion of the net pension liability   | 0.12439811%    | 0.12203671%    | 0.12564764%    | 0.1258640%     | 0.1002023%     | 0.1399813%     | 0.1382331%     | 0.1340302%     | 0.1289138%     | 0.1322152%     |
| District's proportionate share of the net pension liability  | \$ 75,987,561  | \$ 83,827,445  | \$ 74,593,775  | \$ 32,053,109  | \$ 53,666,330  | \$ 72,766,653  | \$ 76,086,879  | \$ 42,855,649  | \$ 48,714,622  | \$ 46,736,313  |
| State's proportionate share of the net pension liability associated with the District              | 104,316,988    | 121,763,015    | 115,169,997    | 53,983,427     | 127,252,744    | 105,756,584    | 114,043,598    | 68,064,935     | 82,732,771     | 78,939,744     |
| Totals   | \$ 180,304,549 | \$ 205,590,460 | \$ 189,763,772 | \$ 86,036,536  | \$ 180,919,074 | \$ 178,523,237 | \$ 190,130,477 | \$ 110,920,584 | \$ 131,447,393 | \$ 125,676,057 |
| District's covered payroll   | \$ 175,072,945 | \$ 167,738,217 | \$ 167,187,277 | \$ 137,661,752 | \$ 158,789,220 | \$ 153,920,464 | \$ 147,901,986 | \$ 142,291,152 | \$ 136,704,162 | \$ 130,962,482 |
| District's proportionate share of the net pension liability as a percentage of its covered payroll | 43.40%         | 49.98%         | 44.62%         | 23.28%         | 33.80%         | 47.28%         | 51.44%         | 30.12%         | 35.64%         | 86<br>35.69%   |
| Plan fiduciary net position as a percentage of the total pension liability                         | 77.51%         | 73.15%         | 75.62%         | 88.79%         | 75.54%         | 75.24%         | 73.74%         | 82.17%         | 78.00%         | 78.43%         |

Note 1: The information disclosed for each fiscal year is reported as of the measurement date of the net pension liability which is August 31 of the preceding fiscal year.

### Combined Budget Summary

Federal, state, and local guidelines define the budget development process. The annually adopted budget includes the General, Student Nutrition, and Debt Service funds. Total combined revenues and other resources are \$389,273,161 and total combined expenditures and other uses are \$396,858,166.

### Structure of All Funds



**Financial Accountability  
System Resource Guide**

**McKinney Independent School District  
Combined Funds Budget By Function  
For the Year Ended June 30, 2026**

|   | <b>General<br/>Operating</b> | <b>Food Service<br/>Fund</b> | <b>Debt Service<br/>Fund</b> | <b>Total Funds<br/>Combined</b> |
|---|------------------------------|------------------------------|------------------------------|---------------------------------|
| <b>Revenues</b>                             |                              |                              |                              |                                 |
| Local                                       | 214,974,981                  | 6,193,693                    | 108,964,356                  | 330,133,030                     |
| State                                       | 41,419,408                   | 50,000                       | 7,500,000                    | 48,969,408                      |
| Federal                                     | 2,000,000                    | 7,670,723                    | -                            | 9,670,723                       |
| <b>Total Revenues</b>                       | <b>258,394,389</b>           | <b>13,914,416</b>            | <b>116,464,356</b>           | <b>388,773,161</b>              |
| <b>Other Resources</b>                      | <b>500,000</b>               | <b>-</b>                     | <b>-</b>                     | <b>500,000</b>                  |
| <b>Total Revenue and Other Resources</b>    | <b>258,894,389</b>           | <b>13,914,416</b>            | <b>116,464,356</b>           | <b>389,273,161</b>              |
| <b>Expenditures</b>                         |                              |                              |                              |                                 |
| Instruction                                 | 152,424,961                  | -                            | -                            | 152,424,961                     |
| Instructional Resources & Media Services    | 3,287,585                    | -                            | -                            | 3,287,585                       |
| Curriculum & Staff Development              | 3,062,564                    | -                            | -                            | 3,062,564                       |
| Instruction Leadership                      | 4,524,380                    | -                            | -                            | 4,524,380                       |
| School Leadership                           | 16,832,275                   | -                            | -                            | 16,832,275                      |
| Guidance, Counseling, & Evaluation Services | 10,175,115                   | -                            | -                            | 10,175,115                      |
| Social Work Services                        | 56,211                       | -                            | -                            | 56,211                          |
| Health Services                             | 2,966,142                    | -                            | -                            | 2,966,142                       |
| Student Transportation                      | 11,756,996                   | -                            | -                            | 11,756,996                      |
| Food Service                                | -                            | 13,660,150                   | -                            | 13,660,150                      |
| Co-Curricular/Extracurricular Activities    | 7,506,937                    | -                            | -                            | 7,506,937                       |
| General Administration                      | 5,795,394                    | -                            | -                            | 5,795,394                       |
| Plant Maintenance and Operations            | 25,387,819                   | 336,852                      | -                            | 25,724,671                      |
| Security and Monitoring Services            | 4,433,246                    | -                            | -                            | 4,433,246                       |
| Data Processing Services                    | 7,161,270                    | -                            | -                            | 7,161,270                       |
| Community Services                          | 85,745                       | -                            | -                            | 85,745                          |
| Debt Service                                | -                            | -                            | 116,464,356                  | 116,464,356                     |
| Facilities Acquisition and Construction     | -                            | -                            | -                            | -                               |
| Contracted Instructional Services           | 8,816,861                    | -                            | -                            | 8,816,861                       |
| Payments to JJAEP Program                   | 150,000                      | -                            | -                            | 150,000                         |
| Other Intergovernmental Charges             | 1,973,307                    | -                            | -                            | 1,973,307                       |
| <b>Total Expenditures</b>                   | <b>266,396,808</b>           | <b>13,997,002</b>            | <b>116,464,356</b>           | <b>396,858,166</b>              |
| <b>Other Uses</b>                           |                              |                              |                              |                                 |
| <b>Total Expenditures and Other Uses</b>    | <b>266,396,808</b>           | <b>13,997,002</b>            | <b>116,464,356</b>           | <b>396,858,166</b>              |
| <b>Revenues Over/(Under) Expenditures</b>   | <b>(7,502,419)</b>           | <b>(82,586)</b>              | <b>-</b>                     | <b>(7,585,005)</b>              |
| <b>Net Change in Fund Balance</b>           | <b>(7,502,419)</b>           | <b>(82,586)</b>              | <b>-</b>                     | <b>(7,585,005)</b>              |
| Projected Beginning Fund Balance (July 1)   | 99,861,556                   | 4,134,260                    | 47,360,927                   | 151,356,743                     |
| Prior Period Adjustments                    | -                            | -                            | -                            | -                               |
| Projected Ending Fund Balance (June 30)     | <b>92,359,137</b>            | <b>4,051,674</b>             | <b>47,360,927</b>            | <b>143,771,738</b>              |

**McKinney Independent School District  
Combined Funds Budget By Function - 3 Year  
For the Years Ended June 30, 2024 - June 30, 2026**

|   | 2023-24            | 2024-2025           |                     |                    | 2025-2026          |                            |
|---|--------------------|---------------------|---------------------|--------------------|--------------------|----------------------------|
|   | Actual             | Original Budget     | Current Budget      | Projected Actual   | Adopted Budget     | Change from 24-25 Original |
| <b>Revenues</b>                           |                    |                     |                     |                    |                    |                            |
| Local                                     | 283,179,846        | 321,723,998         | 321,973,998         | 312,803,949        | 330,133,030        | 8,409,032                  |
| State                                     | 64,945,334         | 38,136,389          | 43,834,477          | 49,986,769         | 48,969,408         | 10,833,019                 |
| Federal                                   | 8,163,902          | 13,120,319          | 13,120,319          | 12,684,419         | 9,670,723          | (3,449,596)                |
| <b>Total Revenues</b>                     | <b>356,289,082</b> | <b>372,980,706</b>  | <b>378,928,794</b>  | <b>375,475,137</b> | <b>388,773,161</b> | <b>15,792,455</b>          |
| <b>Other Resources</b>                    | 31,605,112         | 500,000             | 500,000             | 26,187,074         | 500,000            | -                          |
| <b>Total Revenue and Other Resources</b>  | <b>387,894,194</b> | <b>373,480,706</b>  | <b>379,428,794</b>  | <b>401,662,211</b> | <b>389,273,161</b> | <b>15,792,455</b>          |
| <b>Expenditures</b>                       |                    |                     |                     |                    |                    |                            |
| Instruction                               | 144,948,741        | 156,242,023         | 153,199,212         | 152,683,735        | 152,424,961        | (3,817,062)                |
| Instr Resources & Media Services          | 4,547,836          | 4,512,283           | 4,875,895           | 4,569,262          | 3,287,585          | (1,224,698)                |
| Curriculum & Staff Development            | 3,705,699          | 3,648,547           | 3,906,846           | 3,588,688          | 3,062,564          | (585,983)                  |
| Instruction Leadership                    | 4,617,761          | 5,218,086           | 5,549,008           | 5,300,936          | 4,524,380          | (693,706)                  |
| School Leadership                         | 16,879,552         | 17,718,763          | 17,106,988          | 16,924,257         | 16,832,275         | (886,488)                  |
| Guidance, Counseling, & Eval Services     | 7,321,954          | 10,161,222          | 10,479,961          | 10,211,824         | 10,175,115         | 13,893                     |
| Social Work Services                      | 644,243            | 777,045             | 964,081             | 706,555            | 56,211             | (720,834)                  |
| Health Services                           | 3,285,113          | 3,502,911           | 3,541,749           | 3,247,847          | 2,966,142          | (536,769)                  |
| Student Transportation                    | 11,412,744         | 10,400,814          | 12,004,364          | 11,427,198         | 11,756,996         | 1,356,182                  |
| Food Service                              | 15,309,009         | 13,858,346          | 16,230,773          | 14,616,506         | 13,660,150         | (198,196)                  |
| Cocurricular/Extracurricular Activities   | 7,639,020          | 7,472,168           | 7,889,420           | 7,584,748          | 7,506,937          | 34,769                     |
| General Administration                    | 6,356,335          | 6,008,837           | 6,134,222           | 5,700,800          | 5,795,394          | (213,443)                  |
| Plant Maintenance and Operations          | 25,257,722         | 27,422,494          | 25,676,902          | 25,228,115         | 25,724,671         | (1,697,823)                |
| Security and Monitoring Services          | 3,892,473          | 4,278,324           | 4,642,313           | 3,939,057          | 4,433,246          | 154,922                    |
| Data Processing Services                  | 6,813,348          | 7,485,911           | 7,147,630           | 6,949,665          | 7,161,270          | (324,641)                  |
| Community Services                        | 179,664            | 210,277             | 366,979             | 175,148            | 85,745             | (124,532)                  |
| Debt Service                              | 91,236,179         | 105,274,543         | 99,576,455          | 100,235,534        | 116,464,356        | 11,189,813                 |
| Facilities Acquisition and Construction   | -                  | -                   | -                   | -                  | -                  | -                          |
| Contracted Instructional Services         | 5,431,182          | 6,507,793           | 8,000,000           | 7,041,655          | 8,816,861          | 2,309,068                  |
| Payments to JJAEP Program                 | 23,603             | 150,000             | 150,000             | 6,314              | 150,000            | -                          |
| Other Intergovernmental Charges           | 1,921,219          | 1,973,307           | 2,055,235           | 1,997,784          | 1,973,307          | -                          |
| <b>Total Expenditures</b>                 | <b>361,423,397</b> | <b>392,823,694</b>  | <b>389,498,033</b>  | <b>382,135,628</b> | <b>396,858,166</b> | <b>4,034,472</b>           |
| <b>Other Uses</b>                         | 30,884,447         | -                   | -                   | 25,234,159         | -                  | -                          |
| <b>Total Expenditures and Other Uses</b>  | <b>392,307,844</b> | <b>392,823,694</b>  | <b>389,498,033</b>  | <b>407,369,787</b> | <b>396,858,166</b> | <b>4,034,472</b>           |
| <b>Revenues Over/(Under) Expenditures</b> | <b>(5,134,315)</b> | <b>(19,842,988)</b> | <b>(10,069,239)</b> | <b>(6,660,491)</b> | <b>(8,085,005)</b> | <b>11,757,983</b>          |
| <b>Net Change in Fund Balance</b>         | <b>(4,413,650)</b> | <b>(19,342,988)</b> | <b>(10,069,239)</b> | <b>(5,707,576)</b> | <b>(7,585,005)</b> | <b>11,757,983</b>          |
| Projected Beginning Fund Balance          | 161,477,968        | 157,064,318         | 157,064,318         | 157,064,318        | 151,356,743        | (5,707,575)                |
| Prior Period Adjustments                  | -                  | -                   | -                   | -                  | -                  | -                          |
| Projected Ending Fund Balance             | <b>157,064,318</b> | <b>137,721,330</b>  | <b>146,995,079</b>  | <b>151,356,743</b> | <b>143,771,738</b> | <b>6,050,408</b>           |

**McKinney Independent School District**  
**Combined Funds - By Object Category**  
*For the Years Ended June 30, 2024 - June 30, 2026 (Actual, Budgeted and Projected)*

|   | 2023-24            | 2024-25             |                     |                    | 2025-26            |                            |
|---|--------------------|---------------------|---------------------|--------------------|--------------------|----------------------------|
|   | Actual             | Original Budget     | Current Budget      | Projected Actual   | Adopted Budget     | Change from 24-25 Original |
| <b>Revenues</b>                           |                    |                     |                     |                    |                    |                            |
| Local                                     | 283,179,846        | 311,544,869         | 322,473,998         | 312,803,949        | 330,133,030        | 18,588,161                 |
| State                                     | 64,945,334         | 42,192,212          | 43,834,477          | 49,986,769         | 48,969,408         | 6,777,196                  |
| Federal                                   | 8,163,902          | 10,120,319          | 13,120,319          | 12,684,419         | 9,670,723          | (449,596)                  |
| <b>Total Revenues</b>                     | <u>356,289,082</u> | <u>363,857,400</u>  | <u>379,428,794</u>  | <u>375,475,137</u> | <u>388,773,161</u> | <u>24,915,761</u>          |
| <b>Other Resources</b>                    | 31,605,112         | -                   | -                   | 26,187,075         | 500,000            | 500,000                    |
| <b>Total Revenue and Other Resources</b>  | <u>387,894,194</u> | <u>363,857,400</u>  | <u>379,428,794</u>  | <u>401,662,212</u> | <u>389,273,161</u> | <u>25,415,761</u>          |
| <b>Expenditures</b>                       |                    |                     |                     |                    |                    |                            |
| Payroll Costs                             | 200,034,012        | 216,178,265         | 213,343,504         | 212,227,959        | 206,406,858        | (9,771,407)                |
| Contracted Services                       | 53,149,774         | 53,169,161          | 57,124,640          | 134,106,109        | 58,786,839         | 5,617,678                  |
| Supplies & Materials                      | 9,242,971          | 10,671,477          | 11,150,003          | 8,293,895          | 9,964,984          | (706,493)                  |
| Other Operating Costs                     | 5,900,304          | 5,934,596           | 5,931,930           | 5,615,996          | 5,216,253          | (718,343)                  |
| Debt Services                             | 91,236,180         | 105,274,543         | 99,576,455          | 20,745,537         | 116,464,356        | 11,189,813                 |
| Capital Outlay                            | 1,860,156          | 1,595,652           | 2,371,501           | 1,146,135          | 18,876             | (1,576,776)                |
| <b>Total Expenditures</b>                 | <u>361,423,397</u> | <u>392,823,694</u>  | <u>389,498,033</u>  | <u>382,135,631</u> | <u>396,858,166</u> | <u>4,034,472</u>           |
| <b>Other Uses</b>                         | 30,884,447         | -                   | -                   | 25,234,159         | -                  | -                          |
| <b>Total Expenditures and Other Uses</b>  | <u>392,307,844</u> | <u>392,823,694</u>  | <u>389,498,033</u>  | <u>407,369,790</u> | <u>396,858,166</u> | <u>4,034,472</u>           |
| <b>Revenues Over/(Under) Expenditures</b> | <u>(5,134,315)</u> | <u>(28,966,294)</u> | <u>(10,069,239)</u> | <u>(6,660,494)</u> | <u>(7,585,005)</u> | <u>20,881,289</u>          |
| <b>Net Change in Fund Balance</b>         | (4,413,650)        | (28,966,294)        | (10,069,239)        | (5,707,578)        | (7,585,005)        | 21,381,289                 |
| Projected Beginning Fund Balance          | 161,477,968        | 157,064,320         | 157,064,320         | 157,064,320        | 151,356,743        | (5,707,577)                |
| Prior Period Adjustments                  | -                  | -                   | -                   | -                  | -                  | -                          |
| Projected Ending Fund Balance             | <u>157,064,320</u> | <u>128,098,026</u>  | <u>146,995,081</u>  | <u>151,356,743</u> | <u>143,771,738</u> | <u>15,673,712</u>          |

**McKinney Independent School District**  
**Combined Funds Budget By Function - Comparative Summary**  
**For the Years Ended June 30, 2022 - June 30, 2029 (Actual, Budgeted and Projected)**

|   | <b>2021-2022<br/>Actual</b> | <b>2022-2023<br/>Actual</b> | <b>2023-2024<br/>Actual</b> | <b>2024-2025<br/>Projected<br/>Actual</b> | <b>2025-2026<br/>Adopted<br/>Budget</b> | <b>2026-2027<br/>Projected<br/>Budget</b> | <b>2027-2028<br/>Projected<br/>Budget</b> | <b>2028-2029<br/>Projected<br/>Budget</b> |
|---|-----------------------------|-----------------------------|-----------------------------|---|---|---|---|---|
| <b>Revenues</b>                           |                             |                             |                             |   |   |   |   |   |
| Local                                     | 266,708,604                 | 304,611,466                 | 283,179,846                 | 312,803,949                               | 330,133,030                             | 332,609,028                               | 335,103,595                               | 337,616,872                               |
| State                                     | 31,000,290                  | 33,450,183                  | 64,945,334                  | 49,986,769                                | 48,969,408                              | 49,336,679                                | 49,583,362                                | 49,831,279                                |
| Federal                                   | 18,339,196                  | 13,575,816                  | 8,163,902                   | 12,684,419                                | 9,670,723                               | 9,743,253                                 | 9,791,970                                 | 9,840,930                                 |
| <b>Total Revenues</b>                     | <b>316,048,090</b>          | <b>351,637,465</b>          | <b>356,289,082</b>          | <b>375,475,137</b>                        | <b>388,773,161</b>                      | <b>391,688,960</b>                        | <b>394,478,927</b>                        | <b>397,289,081</b>                        |
| <b>Other Resources</b>                    | <b>52,265,806</b>           | <b>44,225,795</b>           | <b>31,605,112</b>           | <b>26,187,074</b>                         | <b>500,000</b>                          | <b>500,000</b>                            | <b>500,000</b>                            | <b>500,000</b>                            |
| <b>Total Revenue and Other Resources</b>  | <b>368,313,896</b>          | <b>395,863,260</b>          | <b>387,894,194</b>          | <b>401,662,211</b>                        | <b>389,273,161</b>                      | <b>392,188,960</b>                        | <b>394,978,927</b>                        | <b>397,789,081</b>                        |
| <b>Expenditures</b>                       |                             |                             |                             |   |   |   |   |   |
| Instruction                               | 143,434,266                 | 143,048,744                 | 144,948,741                 | 152,683,735                               | 152,424,961                             | 151,281,774                               | 152,038,183                               | 152,798,374                               |
| Instructional Resources & Media Services  | 4,425,392                   | 4,331,930                   | 4,547,836                   | 4,569,262                                 | 3,287,585                               | 3,262,928                                 | 3,279,243                                 | 3,295,639                                 |
| Curriculum & Staff Development            | 3,162,248                   | 3,436,070                   | 3,705,699                   | 3,588,688                                 | 3,062,564                               | 3,039,595                                 | 3,054,793                                 | 3,070,067                                 |
| Instruction Leadership                    | 4,789,609                   | 4,410,298                   | 4,617,761                   | 5,300,936                                 | 4,524,380                               | 4,490,447                                 | 4,512,899                                 | 4,535,464                                 |
| School Leadership                         | 16,276,992                  | 16,521,140                  | 16,879,552                  | 16,924,257                                | 16,832,275                              | 16,706,033                                | 16,789,563                                | 16,873,511                                |
| Guidance, Counseling, & Eval Services     | 5,989,906                   | 6,258,111                   | 7,321,954                   | 10,211,824                                | 10,175,115                              | 10,098,802                                | 10,149,296                                | 10,200,042                                |
| Social Work Services                      | 148,355                     | 476,596                     | 644,243                     | 706,555                                   | 56,211                                  | 55,789                                    | 56,068                                    | 56,349                                    |
| Health Services                           | 3,067,083                   | 3,089,593                   | 3,285,113                   | 3,247,847                                 | 2,966,142                               | 2,943,896                                 | 2,958,615                                 | 2,973,408                                 |
| Student Transportation                    | 10,574,428                  | 10,432,809                  | 11,412,744                  | 11,427,198                                | 11,756,996                              | 11,668,819                                | 11,727,163                                | 11,785,798                                |
| Food Service                              | 11,477,624                  | 12,852,222                  | 15,309,009                  | 14,616,506                                | 13,660,150                              | 13,557,699                                | 13,625,487                                | 13,693,615                                |
| Cocurricular/Extracurricular Activities   | 6,915,580                   | 7,217,119                   | 7,639,020                   | 7,584,748                                 | 7,506,937                               | 7,450,635                                 | 7,487,888                                 | 7,525,328                                 |
| General Administration                    | 4,975,021                   | 5,725,942                   | 6,356,335                   | 5,700,800                                 | 5,795,394                               | 5,751,929                                 | 5,780,688                                 | 5,809,592                                 |
| Plant Maintenance and Operations          | 21,256,037                  | 22,831,089                  | 25,257,722                  | 25,228,115                                | 25,724,671                              | 25,531,736                                | 25,659,395                                | 25,787,692                                |
| Security and Monitoring Services          | 2,302,984                   | 1,941,643                   | 3,892,473                   | 3,939,057                                 | 4,433,246                               | 4,399,997                                 | 4,421,997                                 | 4,444,107                                 |
| Data Processing Services                  | 4,500,906                   | 4,894,585                   | 6,813,348                   | 6,949,665                                 | 7,161,270                               | 7,107,560                                 | 7,143,098                                 | 7,178,814                                 |
| Community Services                        | 206,030                     | 225,912                     | 179,664                     | 175,148                                   | 85,745                                  | 85,102                                    | 85,527                                    | 85,955                                    |
| Debt Service                              | 70,008,194                  | 82,404,482                  | 91,236,179                  | 100,235,534                               | 116,464,356                             | 115,590,873                               | 116,168,828                               | 116,749,672                               |
| Facilities Acquisition and Construction   | -                           | -                           | -                           | -   | -                                       | -   | -   | -   |
| Contracted Instructional Services         | 3,419,538                   | 20,626,414                  | 5,431,182                   | 7,041,655                                 | 8,816,861                               | 8,750,735                                 | 8,794,488                                 | 8,838,461                                 |
| Payments to JJAEP Program                 | -                           | -                           | 23,603                      | 6,314                                     | 150,000                                 | 148,875                                   | 149,619                                   | 150,367                                   |
| Other Intergovernmental Charges           | 1,770,748                   | 1,901,496                   | 1,921,219                   | 1,997,784                                 | 1,973,307                               | 1,958,507                                 | 1,968,300                                 | 1,978,141                                 |
| <b>Total Expenditures</b>                 | <b>318,700,941</b>          | <b>352,626,195</b>          | <b>361,423,397</b>          | <b>382,135,628</b>                        | <b>396,858,166</b>                      | <b>393,881,730</b>                        | <b>395,851,138</b>                        | <b>397,830,394</b>                        |
| <b>Other Uses</b>                         | <b>52,324,732</b>           | <b>40,072,564</b>           | <b>30,884,447</b>           | <b>25,234,159</b>                         | <b>-</b>                                | <b>-</b>                                  | <b>-</b>                                  | <b>-</b>                                  |
| <b>Total Expenditures and Other Uses</b>  | <b>371,025,673</b>          | <b>392,698,759</b>          | <b>392,307,844</b>          | <b>407,369,787</b>                        | <b>396,858,166</b>                      | <b>393,881,730</b>                        | <b>395,851,138</b>                        | <b>397,830,394</b>                        |
| <b>Revenues Over/(Under) Expenditures</b> | <b>(2,652,851)</b>          | <b>(988,730)</b>            | <b>(5,134,315)</b>          | <b>(6,660,491)</b>                        | <b>(8,085,005)</b>                      | <b>(2,192,770)</b>                        | <b>(1,372,211)</b>                        | <b>(541,313)</b>                          |
| <b>Net Change in Fund Balance</b>         | <b>(2,711,777)</b>          | <b>3,164,501</b>            | <b>(4,413,650)</b>          | <b>(5,707,576)</b>                        | <b>(7,585,005)</b>                      | <b>(1,692,770)</b>                        | <b>(872,211)</b>                          | <b>(41,313)</b>                           |
| Projected Beginning Fund Balance          | 163,170,054                 | 158,313,470                 | 161,477,968                 | 157,064,318                               | 151,356,742                             | 143,771,737                               | 142,078,967                               | 141,206,756                               |
| Prior Period Adjustments                  | (2,144,807)                 | -                           | -                           | -   | -                                       | -   | -   | -   |
| Projected Ending Fund Balance             | <b>158,313,470</b>          | <b>161,477,968</b>          | <b>157,064,318</b>          | <b>151,356,742</b>                        | <b>143,771,737</b>                      | <b>142,078,967</b>                        | <b>141,206,756</b>                        | <b>141,165,443</b>                        |

**FOOTNOTES**

This long-range forecast is for illustrative and planning purposes only. Given the unpredictability of the biennial state legislature and other economic indicators, forecasts are subject to change frequently. This model represents a realistic, yet conservative prediction of financial outcomes based on current funding formulas. This plan uses static enrollment figures. It does not consider any future changes in staffing that may or may not be required. This financial plan does not assume any pay raises for staff beyond the 2025-2026 fiscal year, and there are no provisions for market value salary adjustments or additional employee benefits in this plan. All increases in compensation will need to be evaluated against available funds on an annual basis. Revenue forecasts assume property value growth at 5% per annum. Because Future and current budgets will be adopted based on estimated property values, adequate reserves must be maintained to accommodate any required settle-up with the State when values are finally certified. This plan does not reflect the expected annual budget saves the district customarily maintains.

**McKinney Independent School District**  
**Combined Funds - By Object Category**  
**For the Years Ended June 30, 2022 - June 30, 2029 (Actual, Budgeted and Projected)**

|   | 2021-22            | 2022-23            | 2023-24            | 2024-25            | 2025-26            | 2026-27            | 2027-28            | 2028-29            |
|---|--------------------|--------------------|--------------------|--------------------|--------------------|--------------------|--------------------|--------------------|
|   | Actual             | Actual             | Actual             | Projected Actual   | Adopted budget     | Projected          | Projected          | Projected          |
| <b>Revenues</b>                             |                    |                    |                    |                    |                    |                    |                    |                    |
| <i>Local</i>                                |                    |                    |                    |                    |                    |                    |                    |                    |
| Taxes, Current Year                         | 256,836,509        | 286,186,992        | 262,087,359        | 294,971,472        | 305,631,461        | 307,923,697        | 310,233,125        | 312,559,873        |
| Taxes, Prior Year                           | 513,943            | 459,734            | (343,710)          | (933,754)          | 3,555,304          | 3,581,969          | 3,608,834          | 3,635,900          |
| Taxes - Rollback                            | 3,172,687          | 1,420,220          | 2,429,140          | 1,456,239          | 500,000            | 503,750            | 507,528            | 511,335            |
| Penalties, Interest, and Other Tax Revenues | 1,033,851          | 1,059,397          | 1,235,978          | 1,064,603          | 2,682,072          | 2,702,188          | 2,722,454          | 2,742,872          |
| Tuition                                     | 61,988             | 32,025             | 57,442             | 69,190             | 260,000            | 261,950            | 263,915            | 265,894            |
| Revenue - Day Care                          | -                  | -                  | -                  | -                  | -                  | -                  | -                  | -                  |
| Princeton Land Detachment                   | 10,865             | 10,865             | 10,865             | 10,877             | -                  | -                  | -                  | -                  |
| Interest Income/Investment                  | 401,975            | 7,746,854          | 9,805,432          | 8,184,364          | 9,250,000          | 9,319,375          | 9,389,270          | 9,459,690          |
| Rental of Facilities                        | 498,859            | 766,903            | 778,143            | 814,878            | 526,000            | 529,945            | 533,920            | 537,924            |
| Gifts & Bequests                            | -                  | -                  | -                  | 300                | -                  | -                  | -                  | -                  |
| Insurance Recovery                          | -                  | -                  | -                  | -                  | -                  | -                  | -                  | -                  |
| Miscellaneous Revenue                       | 1,031,211          | 696,378            | 709,810            | 617,264            | 300,000            | 302,250            | 304,517            | 306,801            |
| Food Service Revenue                        | 1,808,132          | 5,071,397          | 5,157,973          | 5,291,383          | 6,193,693          | 6,240,146          | 6,286,947          | 6,334,099          |
| Athletics Revenue                           | 767,415            | 717,022            | 717,880            | 729,701            | 719,500            | 724,896            | 730,333            | 735,810            |
| Misc Rev Intermediate Sources               | 571,168            | 443,680            | 533,534            | 527,432            | 515,000            | 518,863            | 522,754            | 526,675            |
| Total Local                                 | 266,708,604        | 304,611,466        | 283,179,846        | 312,803,948        | 330,133,030        | 332,609,028        | 335,103,595        | 337,616,872        |
| <i>State</i>                                |                    |                    |                    |                    |                    |                    |                    |                    |
| Per Capita - Available Funds Revenue        | 11,710,592         | 13,920,172         | 9,143,164          | 13,354,205         | 8,617,451          | 8,682,082          | 8,725,492          | 8,769,120          |
| Foundation Entitlements                     | 6,785,203          | 5,846,667          | 35,479,694         | 16,469,595         | 19,485,951         | 19,632,096         | 19,730,256         | 19,828,907         |
| Other Foundation Revenues                   | 218,207            | -                  | -                  | -                  | -                  | -                  | -                  | -                  |
| Other State Revenues                        | 441,768            | 1,505,722          | 7,439,476          | 6,819,504          | 7,550,000          | 7,606,625          | 7,644,658          | 7,682,881          |
| TRS On-Behalf                               | 11,844,522         | 12,177,622         | 12,883,000         | 13,343,465         | 13,316,006         | 13,415,876         | 13,482,955         | 13,550,370         |
| Total State                                 | 31,000,292         | 33,450,183         | 64,945,334         | 49,986,769         | 48,969,408         | 49,336,679         | 49,583,362         | 49,831,279         |
| <i>Federal</i>                              |                    |                    |                    |                    |                    |                    |                    |                    |
| Nat'l School Breakfast                      | 2,448,658          | 1,465,475          | 1,723,464          | 1,746,642          | 1,892,076          | 1,906,267          | 1,915,798          | 1,925,377          |
| Nat'l School Lunch                          | 10,376,406         | 5,011,891          | 4,948,036          | 4,981,085          | 4,903,710          | 4,940,488          | 4,965,190          | 4,990,016          |
| USD Donated Commodities                     | 955,018            | 643,993            | 744,246            | 785,780            | 777,919            | 783,753            | 787,672            | 791,611            |
| Federal Revenues                            | -                  | 666,725            | -                  | -                  | 41,662             | 41,974             | 42,184             | 42,395             |
| School Related Health (SHARS)               | 4,559,114          | 5,238,648          | 437,481            | 5,134,441          | 2,000,000          | 2,015,000          | 2,025,075          | 2,035,200          |
| Summer Feeding Program                      | -                  | 549,084            | 310,675            | 36,472             | 55,356             | 55,771             | 56,050             | 56,330             |
| Total Federal                               | 18,339,196         | 13,575,816         | 8,163,902          | 12,684,420         | 9,670,723          | 9,743,253          | 9,791,970          | 9,840,930          |
| <b>Total Revenue</b>                        | <b>316,048,092</b> | <b>351,637,465</b> | <b>356,289,082</b> | <b>375,475,137</b> | <b>388,773,161</b> | <b>391,688,960</b> | <b>394,478,927</b> | <b>397,289,081</b> |
| <b>Other Resources</b>                      |                    |                    |                    |                    |                    |                    |                    |                    |
| Sale of Bonds                               | 44,735,000         | 36,165,000         | 30,405,000         | 22,795,000         | -                  | -                  | -                  | -                  |
| Sale of Real and Personal Property          | -                  | -                  | -                  | 6,013              | -                  | -                  | -                  | -                  |
| Proceeds From Capital Lease                 | -                  | 3,866,129          | -                  | -                  | -                  | -                  | -                  | -                  |
| Operating Transfers In                      | -                  | -                  | 500,000            | 749,513            | 500,000            | 150,000            | 150,000            | 150,000            |
| Premium/Discount on Bonds                   | 7,530,803          | 4,194,666          | 700,112            | 2,636,549          | -                  | -                  | -                  | -                  |
| Total Other Resources                       | 52,265,803         | 44,225,795         | 31,605,112         | 26,187,074         | 500,000            | 150,000            | 150,000            | 150,000            |
| <b>Total Revenues and Other Resources</b>   | <b>368,313,895</b> | <b>395,863,260</b> | <b>387,894,194</b> | <b>401,662,211</b> | <b>389,273,161</b> | <b>391,838,960</b> | <b>394,628,927</b> | <b>397,439,081</b> |



**McKinney Independent School District**  
**Combined Funds - By Object Category**  
**For the Years Ended June 30, 2022 - June 30, 2029 (Actual, Budgeted and Projected)**

|                               | 2021-22     | 2022-23     | 2023-24     | 2024-25          | 2025-26        | 2026-27     | 2027-28     | 2028-29     |
|-------------------------------|-------------|-------------|-------------|------------------|----------------|-------------|-------------|-------------|
|                               | Actual      | Actual      | Actual      | Projected Actual | Adopted budget | Projected   | Projected   | Projected   |
| <b>Expenditures</b>           |             |             |             |                  |                |             |             |             |
| <i>Payroll Costs</i>          |             |             |             |                  |                |             |             |             |
| Substitute Salary             | 2,805,955   | 3,151,462   | 3,298,627   | 3,342,078        | 3,232,098      | 3,207,857   | 3,223,897   | 3,240,016   |
| Other Payroll Payments        | 888,108     | 937,072     | 1,053,301   | 1,168,322        | 1,011,977      | 1,004,387   | 1,009,409   | 1,014,456   |
| Stipends                      | 4,388,243   | 4,705,546   | 4,933,355   | 5,842,944        | 5,565,426      | 5,523,685   | 5,551,304   | 5,579,060   |
| Professional Salaries         | 135,142,930 | 131,809,417 | 139,153,077 | 148,142,589      | 145,954,933    | 142,954,933 | 143,669,708 | 144,388,056 |
| Extra Duty/Overtm/Sup/Sti     | 793,484     | 1,156,846   | 1,299,980   | 919,496          | 575,274        | 570,959     | 573,814     | 576,683     |
| Salaries Substitute Suppo     | 600,625     | 665,791     | 791,745     | 931,352          | 885,019        | 878,381     | 882,773     | 887,187     |
| Part-Time Employees           | 497,589     | 571,942     | 687,443     | 610,268          | 633,498        | 628,747     | 631,890     | 635,050     |
| Support Personnel Salary      | 17,988,688  | 18,048,503  | 19,076,703  | 19,527,711       | 18,352,688     | 18,215,043  | 18,306,118  | 18,397,649  |
| Retirement Increments         | 466,470     | 431,054     | 95,138      | 411,089          | 174,998        | 173,686     | 174,554     | 175,427     |
| Employee Allowances           | 214,633     | 211,474     | 228,958     | 222,119          | 20,086         | 19,935      | 20,035      | 20,135      |
| Social Security & Medic T     | 2,242,279   | 2,246,772   | 2,381,232   | 2,438,970        | 2,306,666      | 2,289,366   | 2,300,813   | 2,312,317   |
| Group Hospitalization         | 6,124,357   | 5,837,976   | 5,823,027   | 6,074,549        | 5,994,757      | 5,949,796   | 5,979,545   | 6,009,443   |
| Workers Compensation          | 390,600     | 304,622     | 680,758     | 744,479          | 693,114        | 687,916     | 691,355     | 694,812     |
| Trs On-Behalf Payments        | 11,844,522  | 12,099,505  | 12,883,268  | 13,343,465       | 12,464,935     | 12,371,448  | 12,433,305  | 12,495,472  |
| Unemployment Compensation     | 171,112     | 162,556     | 159,305     | 159,305          | 200,000        | 198,500     | 199,493     | 200,490     |
| TRS Care                      | 6,620,454   | 6,791,530   | 7,479,165   | 8,343,217        | 8,335,848      | 8,273,329   | 8,314,696   | 8,356,269   |
| Employee Benefits-403B Ad     | 5,929       | 5,709       | 5,679       | 6,006            | 5,541          | 5,499       | 5,527       | 5,555       |
| Total Payroll Costs           | 191,185,977 | 189,137,776 | 200,034,012 | 212,227,959      | 206,406,858    | 202,953,469 | 203,968,236 | 204,988,077 |
| <i>Contracted Services</i>    |             |             |             |                  |                |             |             |             |
| Legal Services                | 140,975     | 154,691     | 195,678     | 233,227          | 215,000        | 213,388     | 214,454     | 215,527     |
| Audit Services                | 143,650     | 79,572      | 185,650     | 81,030           | 128,500        | 127,536     | 128,174     | 128,815     |
| Tax Appraisal/Collections     | 1,814,896   | 1,945,217   | 1,929,236   | 2,048,285        | 2,013,307      | 1,998,207   | 2,008,198   | 2,018,239   |
| Lobbying Service Fees         | 1,650       | 2,101       | 1,727       | 2,321            | -              | -           | -           | -           |
| Contracted/Prof Services      | 19,781,976  | 1,346,368   | 87,191      | 70,176           | 239,967        | 238,167     | 239,358     | 240,555     |
| Student Tuition-Public Sc     | -           | -           | -           | -                | 20,000         | 19,850      | 19,949      | 20,049      |
| Student Tuition-Non-Publi     | 56,400      | 106,076     | 23,603      | 103,959          | 350,000        | 347,375     | 349,112     | 350,857     |
| Stu Tuition Cr-Chapter 41     | 3,419,538   | 20,626,414  | 5,431,182   | 7,041,655        | 8,816,861      | 8,750,735   | 8,794,488   | 8,838,461   |
| Educational Service Cente     | 313,944     | 226,848     | 125,042     | 104,586          | 101,800        | 101,037     | 101,542     | 102,049     |
| Contracted Repair Of Vehi     | 72,747      | 165,654     | 128,415     | 104,159          | 86,500         | 85,851      | 86,281      | 86,712      |
| Contract Svcs-Bldg/Ground     | 634,081     | 808,877     | 420,500     | 459,888          | 489,890        | 486,216     | 488,647     | 491,090     |
| Contracted Maint & Repair     | 3,392,191   | 1,282,830   | 2,080,671   | 1,941,146        | 1,774,801      | 1,761,490   | 1,770,297   | 1,779,149   |
| Utilities: Water/Sewer/Tr     | 938,639     | 1,043,739   | 1,193,491   | 1,363,822        | 1,206,000      | 1,196,955   | 1,202,940   | 1,208,954   |
| Utilities: Telephone/Tele     | 205,751     | 176,565     | 231,032     | 221,577          | 234,572        | 232,813     | 233,977     | 235,147     |
| Utilities: Electricity        | 3,159,776   | 3,296,622   | 3,470,170   | 3,583,073        | 3,577,000      | 3,550,173   | 3,567,923   | 3,585,763   |
| Utilities: Gas-Heating/Co     | 363,782     | 314,022     | 352,844     | 479,516          | 433,865        | 430,611     | 432,764     | 434,928     |
| Utilities                     | -           | -           | -           | -                | 205,808        | 204,264     | 205,286     | 206,312     |
| Rentals: Operating Leases     | 315,215     | 113,516     | 908,833     | 226,759          | 217,406        | 215,775     | 216,854     | 217,939     |
| Consulting Services           | 40,000      | 40,000      | 204,933     | 57,728           | 123,000        | 122,078     | 122,688     | 123,301     |
| Police                        | 117,223     | 137,301     | 222,507     | 191,728          | 201,079        | 199,571     | 200,569     | 201,572     |
| Officials Sporting Events     | 215,190     | 215,264     | 254,126     | 250,844          | 258,301        | 256,364     | 257,646     | 258,934     |
| Non Employee Game Workers     | 66,101      | 79,024      | 39,609      | 13,835           | 43,110         | 42,787      | 43,001      | 43,216      |
| Misc Contracted Services      | 10,836,017  | 29,540,407  | 35,663,334  | 36,036,797       | 38,050,072     | 37,764,696  | 37,953,520  | 38,143,288  |
| Total Contracted Services     | 46,029,742  | 61,701,107  | 53,149,774  | 54,616,109       | 58,786,839     | 58,345,938  | 58,637,667  | 58,930,856  |
| <i>Supplies and Materials</i> |             |             |             |                  |                |             |             |             |
| Gas & Other Fuels/Vehicle     | 679,862     | 988,022     | 1,218,491   | 1,054,206        | 1,164,866      | 1,156,130   | 1,161,910   | 1,167,720   |
| Custodial Supplies            | 7,906       | 10,835      | 7,674       | 6,780            | 9,000          | 8,933       | 8,977       | 9,022       |
| Building Supplies             | 452,814     | 550,764     | 565,658     | 478,217          | 611,079        | 606,496     | 609,528     | 612,576     |
| Grounds Supplies              | 65,032      | 39,874      | 56,538      | 49,250           | 280,940        | 278,833     | 280,227     | 281,628     |
| Maintenance Uniforms          | 27,285      | 27,452      | 58,386      | 38,276           | 41,390         | 41,080      | 41,285      | 41,491      |
| Maintenance & Operations      | 100,711     | 156,497     | 278,594     | 191,748          | 146,930        | 145,828     | 146,557     | 147,290     |
| Textbooks-Not State Adopt     | 14,743      | 21,736      | 9,306       | (62,519)         | 24,450         | 24,267      | 24,388      | 24,510      |
| Reading Materials/Library     | 672,348     | 402,203     | 458,055     | 439,819          | 144,861        | 143,775     | 144,493     | 145,216     |
| Testing Materials             | 483,111     | 511,865     | 529,977     | 522,738          | 594,186        | 589,730     | 592,678     | 595,642     |
| Food Expenses (Food Servi     | -           | 637,281     | 305,382     | -                | -              | -           | -           | -           |
| USDA Donated Commodities      | 955,018     | 643,993     | 744,246     | 785,780          | -              | -           | -           | -           |
| Computer Supplies             | 308,533     | 310,037     | 199,846     | 279,782          | 294,689        | 292,479     | 293,941     | 295,411     |
| AV/Photo Equipment & Supp     | 23,040      | 13,742      | 30,688      | 22,923           | 28,091         | 27,880      | 28,020      | 28,160      |
| Furniture & Equipment         | 836,979     | 880,369     | 853,648     | 201,073          | 147,335        | 146,230     | 146,961     | 147,696     |
| General Supplies              | 2,892,117   | 4,142,873   | 3,926,482   | 4,285,821        | 6,477,167      | 6,428,588   | 6,460,731   | 6,493,035   |
| Total Supplies and Materials  | 7,519,498   | 9,337,543   | 9,242,971   | 8,293,894        | 9,964,984      | 9,890,247   | 9,939,698   | 9,989,396   |

**McKinney Independent School District**  
**Combined Funds - By Object Category**  
**For the Years Ended June 30, 2022 - June 30, 2029 (Actual, Budgeted and Projected)**

|   | 2021-22            | 2022-23            | 2023-24            | 2024-25            | 2025-26            | 2026-27            | 2027-28            | 2028-29            |
|---|--------------------|--------------------|--------------------|--------------------|--------------------|--------------------|--------------------|--------------------|
|   | Actual             | Actual             | Actual             | Projected Actual   | Adopted budget     | Projected          | Projected          | Projected          |
| <b>Expenditures</b>                       |                    |                    |                    |                    |                    |                    |                    |                    |
| <i>Other Operating Costs</i>              |                    |                    |                    |                    |                    |                    |                    |                    |
| Employee Travel & Subsist                 | 680,656            | 860,869            | 843,179            | 553,495            | 462,710            | 459,240            | 461,536            | 463,844            |
| Student Travel & Subsiste                 | 453,212            | 516,312            | 631,758            | 634,400            | 477,138            | 473,559            | 475,927            | 478,307            |
| Non-Employee Travel                       | 25,869             | 32,294             | 23,113             | 22,934             | 22,262             | 22,095             | 22,206             | 22,317             |
| Insurance & Bonding Costs                 | 1,722,749          | 2,458,024          | 3,526,649          | 3,503,765          | 3,218,319          | 3,194,182          | 3,210,153          | 3,226,203          |
| Election Costs                            | -                  | 73,428             | (7,343)            | 76,682             | 75,000             | 74,438             | 74,810             | 75,184             |
| Statutorily Req.Public No                 | 3,495              | 3,124              | 4,365              | 4,442              | 3,060              | 3,037              | 3,052              | 3,067              |
| Reclassified Transp Costs                 | 356,799            | 429,585            | 343,694            | 309,254            | 333,886            | 331,382            | 333,039            | 334,704            |
| Dues Paid To Organization                 | 202,614            | 208,818            | 211,738            | 220,945            | 250,026            | 248,151            | 249,392            | 250,639            |
| Miscellaneous Operating C                 | 366,664            | 380,906            | 323,151            | 290,077            | 373,852            | 371,048            | 372,903            | 374,768            |
| Total Other Operating Costs               | 3,812,059          | 4,963,359          | 5,900,304          | 5,615,994          | 5,216,253          | 5,177,131          | 5,203,017          | 5,229,032          |
| <i>Debt Services</i>                      |                    |                    |                    |                    |                    |                    |                    |                    |
| Bond Principal                            | 47,825,000         | 58,530,000         | 68,990,000         | 79,490,000         | 79,490,000         | 80,083,112         | 80,757,981         | 81,438,284         |
| Capital Lease Principal                   | 743,223            | 521,591            | 578,338            | 600,391            | -                  | 625,000            | 628,125            | 631,266            |
| SBRTA Principal                           | -                  | 974,591            | -                  | -                  | -                  | -                  | -                  | -                  |
| Interest On Bonds                         | 21,097,812         | 21,995,430         | 21,368,143         | 19,877,289         | 36,924,356         | 36,647,423         | 36,830,660         | 37,014,814         |
| Capital Lease Interest                    | 4,557              | 92,854             | 80,508             | 58,691             | -                  | 95,000             | 95,475             | 95,952             |
| SBITA Interest Expense                    | -                  | 7,608              | -                  | -                  | -                  | -                  | -                  | -                  |
| Other Debt Service Fees                   | 337,603            | 282,408            | 219,191            | 209,165            | 50,000             | 250,000            | 251,250            | 252,506            |
| Total Debt Services                       | 70,008,195         | 82,404,482         | 91,236,180         | 100,235,536        | 116,464,356        | 117,700,535        | 118,563,491        | 119,432,822        |
| <i>Capital Outlay</i>                     |                    |                    |                    |                    |                    |                    |                    |                    |
| Bldg Purch, Constr Or Imp                 | 62,854             | 59,928             | 91,568             | 15,645             | -                  | -                  | -                  | -                  |
| Furniture & Equipment                     | 82,618             | 1,155,872          | 1,768,588          | 1,130,489          | 18,876             | 18,734             | 18,828             | 18,922             |
| Capital Lease: Furn/Equip                 | -                  | 3,866,129          | -                  | -                  | -                  | -                  | -                  | -                  |
| Total Capital Outlay                      | 145,472            | 5,081,928          | 1,860,156          | 1,146,135          | 18,876             | 18,734             | 18,828             | 18,922             |
| <b>Total Expenditures</b>                 | <b>318,700,943</b> | <b>352,626,195</b> | <b>361,423,397</b> | <b>382,135,627</b> | <b>396,858,166</b> | <b>394,086,054</b> | <b>396,330,937</b> | <b>398,589,105</b> |
| <b>Other Uses</b>                         |                    |                    |                    |                    |                    |                    |                    |                    |
| Operating Transfers Out                   | -                  | -                  | -                  | -                  | -                  | -                  | -                  | -                  |
| Bond Refunding                            | 51,939,750         | -                  | -                  | -                  | -                  | -                  | -                  | -                  |
| Other Uses                                | 384,982            | 40,072,564         | 30,884,447         | 25,234,159         | -                  | -                  | -                  | -                  |
| Total Other Uses                          | 52,324,731         | 40,072,564         | 30,884,447         | 25,234,159         | -                  | -                  | -                  | -                  |
| <b>Total Expenditures and Other Uses</b>  | <b>371,025,675</b> | <b>392,698,759</b> | <b>392,307,844</b> | <b>407,369,786</b> | <b>396,858,166</b> | <b>394,086,054</b> | <b>396,330,937</b> | <b>398,589,105</b> |
| <b>Revenues Over/(Under) Expenditures</b> | <b>(2,652,852)</b> | <b>(988,730)</b>   | <b>(5,134,315)</b> | <b>(6,660,490)</b> | <b>(8,085,005)</b> | <b>(2,397,094)</b> | <b>(1,852,010)</b> | <b>(1,300,025)</b> |
| <b>Net Change in Fund Balance</b>         | <b>(2,711,780)</b> | <b>3,164,501</b>   | <b>(4,413,650)</b> | <b>(5,707,575)</b> | <b>(7,585,005)</b> | <b>(2,247,094)</b> | <b>(1,702,010)</b> | <b>(1,150,025)</b> |
| Projected Beginning Fund Balance          | 163,170,056        | 158,313,470        | 161,477,969        | 157,064,319        | 151,356,742        | 143,771,737        | 141,524,643        | 139,822,633        |
| Prior Period Adjustments                  | (2,144,807)        | -                  | -                  | -                  | -                  | -                  | -                  | -                  |
| Projected Ending Fund Balance             | 158,313,470        | 161,477,969        | 157,064,320        | 151,356,743        | 143,771,737        | 141,524,643        | 139,822,633        | 138,672,609        |

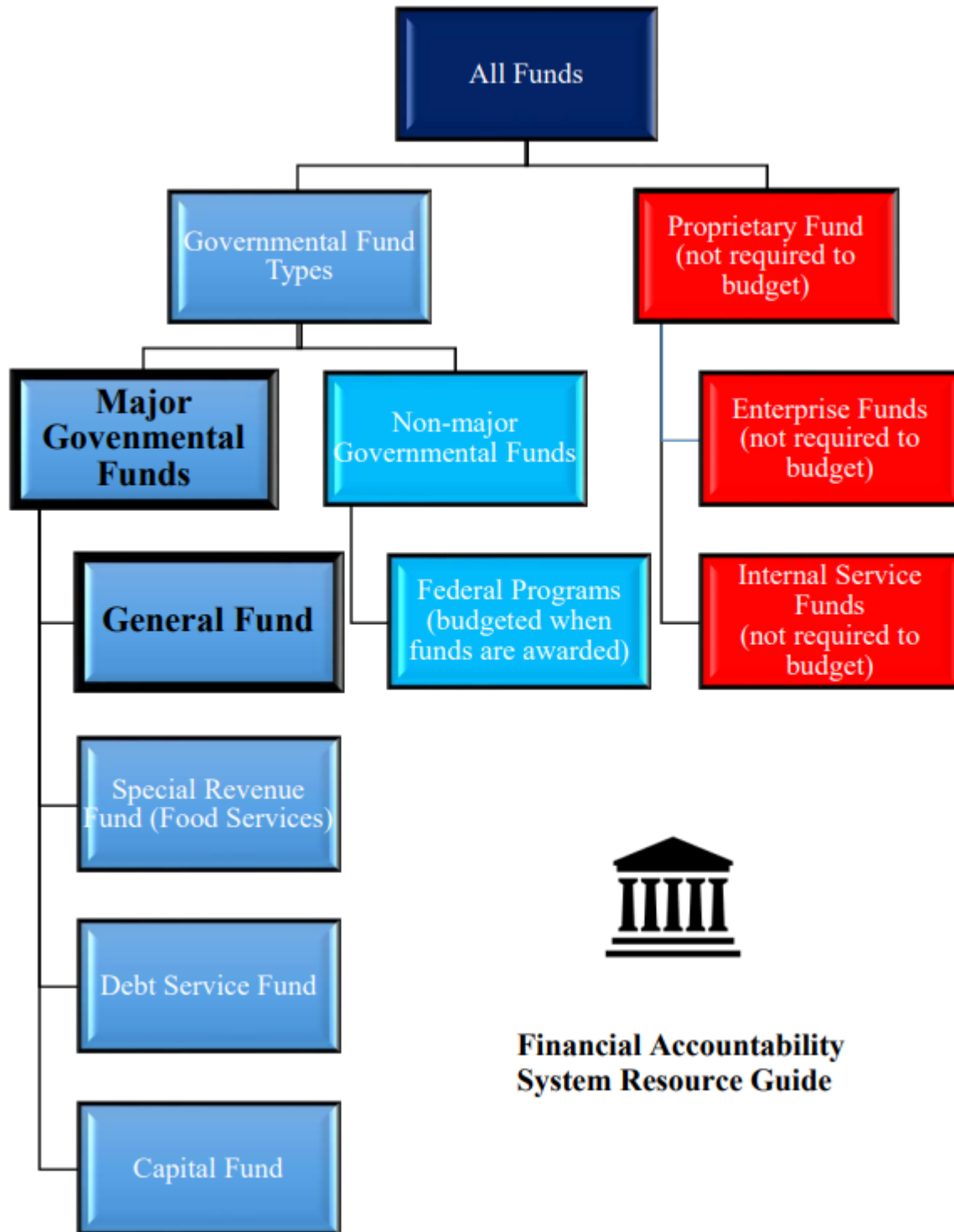
**FOOTNOTES**

This long-range forecast is for illustrative and planning purposes only. Given the unpredictability of the biennial state legislature and other economic indicators, forecasts are subject to change frequently. This model represents a realistic, yet conservative prediction of financial outcomes based on current funding formulas. This plan uses static enrollment figures. It does not consider any future changes in staffing that may or may not be required. This financial plan does not assume any pay raises for staff beyond the 2025-2026 fiscal year, and there are no provisions for market value salary adjustments or additional employee benefits in this plan. All increases in compensation will need to be evaluated against available funds on an annual basis. Revenue forecasts assume property value growth at 5% per annum. Because future and current budgets will be adopted based on estimated property values, adequate reserves must be maintained to accommodate any required settle-up with the State when values are finally certified. This plan does not reflect the expected annual budget saves the district customarily maintains.

# General Fund Information



## Structure of All Funds



**Financial Accountability  
System Resource Guide**

## General Fund Overview

The General Fund is commonly referred to as the “Operating Fund,” “M&O Fund” or “Fund 199”. Local tax revenue and state aid entitlements comprise most of the revenues earned in this fund type. This fund is used to pay operating expenses throughout the district (including but not limited to most staff salaries, classroom services and supplies, utilities, insurance coverage, etc.).

## Budget Preparation Process

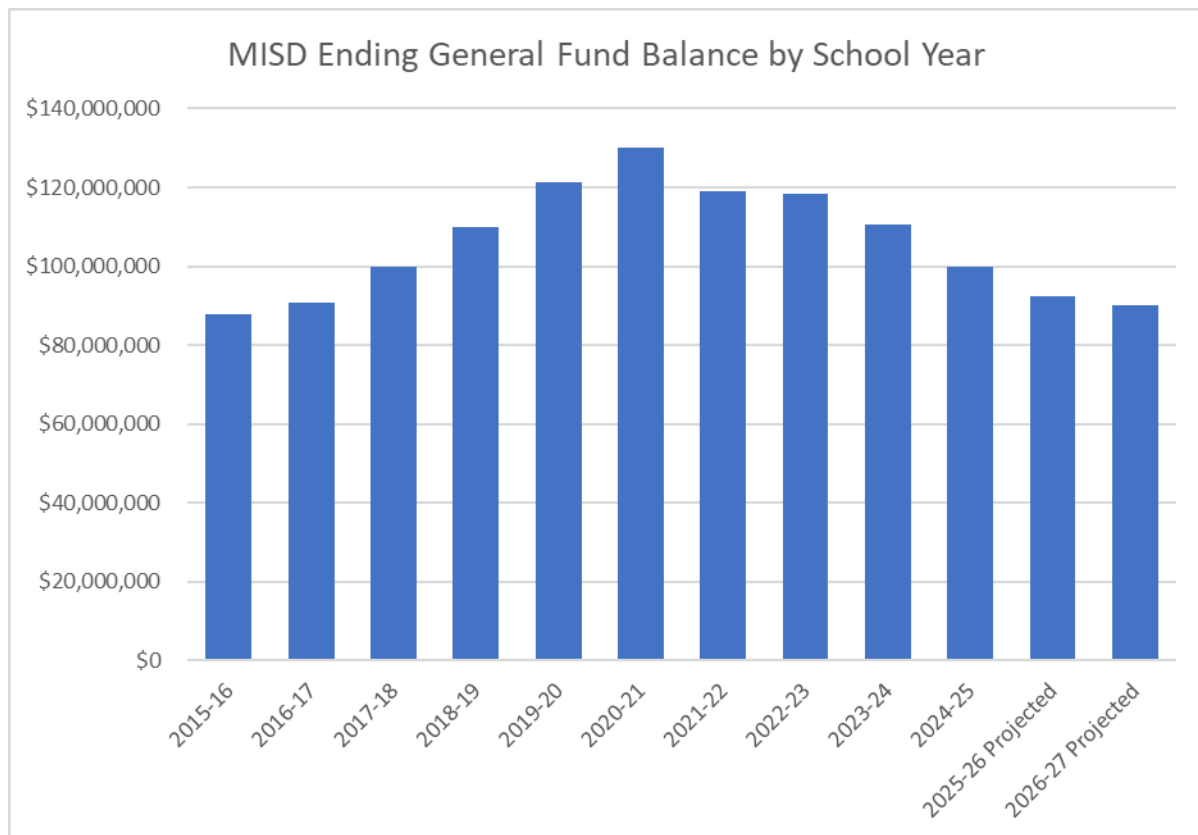
Enrollment trends, staffing formulas, taxable values, and academic programs/classes offered drive the core of the “earned” revenues and “necessary” expenditures included in the general fund budget. Other sources of information for inclusion in the general fund budget include students, parents, community, teachers and other staff, administrators, and the Board.

## Goals and Objectives

To provide adequate cash flow for its operations, maintain a strong credit rating, and plan for unanticipated extraordinary costs, the district shall maintain in the general fund a minimum unassigned fund balance of at least three months of operating fund reserves. The expenditures included in the budget are needed to implement the strategies and goals identified in each campus improvement plan, as well as the district improvement plan.

## Historical Fund Balance Analysis – General Fund

| Historical Fund Balance Analysis - General Fund |            |                     |                           |                        |                         |                |
|---|------------|---------------------|---------------------------|------------------------|-------------------------|----------------|
| Audit Year                                      | Enrollment | Ending Fund Balance | General Fund Expenditures | Months of Fund Balance | Percentage of Operating | Net Change     |
| 2015-16   | 24,765     | \$87,852,604        | \$198,143,971             | 5.32                   | 44.3%                   |                |
| 2016-17   | 24,880     | \$90,720,443        | \$217,227,670             | 5.01                   | 41.8%                   | \$2,867,839    |
| 2017-18   | 24,959     | \$99,895,533        | \$222,632,647             | 5.38                   | 44.9%                   | \$9,175,090    |
| 2018-19   | 24,717     | \$109,769,800       | \$229,731,541             | 5.73                   | 47.8%                   | \$9,874,267    |
| 2019-20   | 24,621     | \$121,340,337       | \$224,339,568             | 6.49                   | 54.1%                   | \$11,570,537   |
| 2020-21   | 23,398     | \$130,224,244       | \$222,426,287             | 7.03                   | 58.5%                   | \$8,883,907    |
| 2021-22   | 23,379     | \$119,189,219       | \$237,694,390             | 6.02                   | 50.1%                   | (\$11,035,025) |
| 2022-23   | 23,342     | \$118,250,690       | \$258,646,978             | 5.49                   | 45.7%                   | (\$938,529)    |
| 2023-24   | 23,306     | \$110,572,902       | \$255,204,955             | 5.20                   | 43.3%                   | (\$7,677,788)  |
| 2024-25   | 23,297     | \$99,861,556        | \$267,673,302             | 4.48                   | 37.3%                   | (\$10,711,346) |
| 2025-26 Projected                               | 23,892     | \$92,359,137        | \$266,396,808             | 4.16                   | 34.7%                   | (\$7,502,419)  |
| 2026-27 Projected                               | 24,056     | \$89,985,293        | \$262,856,190             | 4.11                   | 34.2%                   | (\$2,373,844)  |



**McKinney Independent School District**  
**General Fund Budget By Function - 3 Year**  
**For the Years Ended June 30, 2024 - June 30, 2026**

|   | 2023-2024          | 2024-2025           |                     |                     | 2025-2026          |                            |
|---|--------------------|---------------------|---------------------|---------------------|--------------------|----------------------------|
|   | Actual             | Original Budget     | Current Budget      | Projected Actual    | Adopted Budget     | Change from 24-25 Original |
| <b>Revenues</b>                           |                    |                     |                     |                     |                    |                            |
| Local                                     | 189,083,868        | 200,722,143         | 211,401,272         | 207,904,624         | 214,974,981        | 14,252,838                 |
| State                                     | 57,505,858         | 41,635,299          | 37,579,476          | 43,167,265          | 41,419,408         | (215,891)                  |
| Federal                                   | 437,481            | 3,200,000           | 6,200,000           | 5,134,441           | 2,000,000          | (1,200,000)                |
| <b>Total Revenues</b>                     | <u>247,027,207</u> | <u>245,557,442</u>  | <u>255,180,748</u>  | <u>256,206,330</u>  | <u>258,394,389</u> | <u>12,836,947</u>          |
| <b>Other Resources</b>                    | 500,000            | 500,000             | 749,513             | 755,526             | 500,000            | -                          |
| <b>Total Revenue and Other Resources</b>  | <u>247,527,207</u> | <u>246,057,442</u>  | <u>255,930,261</u>  | <u>256,961,856</u>  | <u>258,894,389</u> | <u>12,836,947</u>          |
| <b>Expenditures</b>                       |                    |                     |                     |                     |                    |                            |
| Instruction                               | 144,948,741        | 156,242,023         | 153,199,212         | 152,683,735         | 152,424,961        | (3,817,062)                |
| Instr Resources & Media Services          | 4,547,836          | 4,512,283           | 4,875,895           | 4,569,262           | 3,287,585          | (1,224,698)                |
| Curriculum & Staff Development            | 3,705,699          | 3,648,547           | 3,906,846           | 3,588,688           | 3,062,564          | (585,983)                  |
| Instruction Leadership                    | 4,617,761          | 5,218,086           | 5,549,008           | 5,300,936           | 4,524,380          | (693,706)                  |
| School Leadership                         | 16,879,552         | 17,718,763          | 17,106,988          | 16,924,257          | 16,832,275         | (886,488)                  |
| Guidance, Counseling, & Eval Services     | 7,321,954          | 10,161,222          | 10,479,961          | 10,211,824          | 10,175,115         | 13,893                     |
| Social Work Services                      | 644,243            | 777,045             | 964,081             | 706,555             | 56,211             | (720,834)                  |
| Health Services                           | 3,285,113          | 3,502,911           | 3,541,749           | 3,247,847           | 2,966,142          | (536,769)                  |
| Student Transportation                    | 11,412,744         | 10,400,814          | 12,004,364          | 11,427,198          | 11,756,996         | 1,356,182                  |
| Food Service                              | -                  | -                   | -                   | -                   | -                  | -                          |
| Cocurricular/Extracurricular Activities   | 7,639,020          | 7,472,168           | 7,889,420           | 7,584,748           | 7,506,937          | 34,769                     |
| General Administration                    | 6,356,335          | 6,008,837           | 6,134,222           | 5,700,800           | 5,795,394          | (213,443)                  |
| Plant Maintenance and Operations          | 24,925,662         | 27,089,502          | 25,343,910          | 24,958,647          | 25,387,819         | (1,701,683)                |
| Security and Monitoring Services          | 3,892,473          | 4,278,324           | 4,642,313           | 3,939,057           | 4,433,246          | 154,922                    |
| Data Processing Services                  | 6,813,348          | 7,485,911           | 7,147,630           | 6,949,665           | 7,161,270          | (324,641)                  |
| Community Services                        | 179,664            | 210,277             | 366,979             | 175,148             | 85,745             | (124,532)                  |
| Debt Service                              | 658,846            | -                   | -                   | 659,082             | -                  | -                          |
| Facilities Acquisition and Construction   | -                  | -                   | -                   | -                   | -                  | -                          |
| Contracted Instructional Services         | 5,431,182          | 6,507,793           | 8,000,000           | 7,041,655           | 8,816,861          | 2,309,068                  |
| Payments to JJAEP Program                 | 23,603             | 150,000             | 150,000             | 6,314               | 150,000            | -                          |
| Other Intergovernmental Charges           | 1,921,219          | 1,973,307           | 2,055,235           | 1,997,784           | 1,973,307          | -                          |
| <b>Total Expenditures</b>                 | <u>255,204,995</u> | <u>273,357,813</u>  | <u>273,357,813</u>  | <u>267,673,202</u>  | <u>266,396,808</u> | <u>(6,961,005)</u>         |
| <b>Other Uses</b>                         | -                  | -                   | -                   | -                   | -                  | -                          |
| <b>Total Expenditures and Other Uses</b>  | <u>255,204,995</u> | <u>273,357,813</u>  | <u>273,357,813</u>  | <u>267,673,202</u>  | <u>266,396,808</u> | <u>(6,961,005)</u>         |
| <b>Revenues Over/(Under) Expenditures</b> | <u>(8,177,788)</u> | <u>(27,800,371)</u> | <u>(17,427,552)</u> | <u>(11,466,872)</u> | <u>(8,002,419)</u> | <u>19,797,952</u>          |
| <b>Net Change in Fund Balance</b>         | <u>(7,677,788)</u> | <u>(27,300,371)</u> | <u>(17,427,552)</u> | <u>(10,711,346)</u> | <u>(7,502,419)</u> | <u>19,797,952</u>          |
| Projected Beginning Fund Balance          | 118,250,690        | 110,572,902         | 110,572,902         | 110,572,902         | 99,861,556         | (10,711,346)               |
| Prior Period Adjustments                  | -                  | -                   | -                   | -                   | -                  | -                          |
| Projected Ending Fund Balance             | <u>110,572,902</u> | <u>83,272,531</u>   | <u>93,145,350</u>   | <u>99,861,556</u>   | <u>92,359,137</u>  | <u>9,086,606</u>           |

**McKinney Independent School District**  
**General Fund Budget - By Object Category**  
**For the Years Ended June 30, 2024 - June 30, 2026**

|   | 2023-2024          | 2024-2025           |                     |                     | 2025-2026          |                            |
|---|--------------------|---------------------|---------------------|---------------------|--------------------|----------------------------|
|   | Actual             | Original Budget     | Current Budget      | Projected Actual    | Adopted Budget     | Change from 24-25 Original |
| <b>Revenues</b>                           |                    |                     |                     |                     |                    |                            |
| Local                                     | 189,083,868        | 210,901,272         | 210,901,272         | 207,904,624         | 214,974,981        | 4,073,709                  |
| State                                     | 57,505,858         | 37,579,476          | 37,579,476          | 43,167,265          | 41,419,408         | 3,839,932                  |
| Federal                                   | 437,481            | 6,200,000           | 6,200,000           | 5,134,441           | 2,000,000          | (4,200,000)                |
| <b>Total Revenues</b>                     | <b>247,027,207</b> | <b>254,680,748</b>  | <b>254,680,748</b>  | <b>256,206,330</b>  | <b>258,394,389</b> | <b>3,713,641</b>           |
| <b>Other Resources</b>                    | <b>500,000</b>     | <b>500,000</b>      | <b>500,000</b>      | <b>755,526</b>      | <b>500,000</b>     | <b>-</b>                   |
| <b>Total Revenue and Other Resources</b>  | <b>247,527,207</b> | <b>255,180,748</b>  | <b>255,180,748</b>  | <b>256,961,856</b>  | <b>258,894,389</b> | <b>3,713,641</b>           |
| <b>Expenditures</b>                       |                    |                     |                     |                     |                    |                            |
| Payroll Costs                             | 199,856,677        | 216,000,171         | 216,000,171         | 212,049,794         | 206,225,813        | (9,774,358)                |
| Contracted Services                       | 40,767,774         | 41,638,488          | 41,638,488          | 41,999,248          | 45,038,382         | 3,399,894                  |
| Supplies & Materials                      | 7,916,887          | 9,713,558           | 9,713,558           | 7,306,269           | 9,897,984          | 184,426                    |
| Other Operating Costs                     | 5,899,838          | 5,930,596           | 5,930,596           | 5,615,455           | 5,215,753          | (714,843)                  |
| Debt Services                             | 658,846            | -                   | -                   | -                   | -                  | -                          |
| Capital Outlay                            | 104,973            | 75,000              | 75,000              | 702,436             | 18,876             | (56,124)                   |
| <b>Total Expenditures</b>                 | <b>255,204,995</b> | <b>273,357,813</b>  | <b>273,357,813</b>  | <b>267,673,202</b>  | <b>266,396,808</b> | <b>(6,961,005)</b>         |
| <b>Other Uses</b>                         | <b>-</b>           | <b>-</b>            | <b>-</b>            | <b>-</b>            | <b>-</b>           | <b>-</b>                   |
| <b>Total Expenditures and Other Uses</b>  | <b>255,204,995</b> | <b>273,357,813</b>  | <b>273,357,813</b>  | <b>267,673,202</b>  | <b>266,396,808</b> | <b>(6,961,005)</b>         |
| <b>Revenues Over/(Under) Expenditures</b> | <b>(8,177,788)</b> | <b>(18,677,065)</b> | <b>(18,677,065)</b> | <b>(11,466,872)</b> | <b>(7,502,419)</b> | <b>10,674,646</b>          |
| <b>Net Change in Fund Balance</b>         | <b>(7,677,788)</b> | <b>(18,177,065)</b> | <b>(18,177,065)</b> | <b>(10,711,346)</b> | <b>(7,502,419)</b> | <b>10,674,646</b>          |
| Projected Beginning Fund Balance          | 118,250,690        | 110,572,902         | 110,572,902         | 110,572,902         | 99,861,556         | (10,711,346)               |
| Prior Period Adjustments                  | -                  | -                   | -                   | -                   | -                  | -                          |
| Projected Ending Fund Balance             | <b>110,572,902</b> | <b>92,395,837</b>   | <b>92,395,837</b>   | <b>99,861,556</b>   | <b>92,359,137</b>  | <b>(36,700)</b>            |



**McKinney Independent School District**  
**General Fund Budget - By Object**  
**For the Years Ended June 30, 2024 - June 30, 2026 (Actual, Budgeted and Projected)**

|   | 2023-2024          | 2024-2025          |                    |                    | 2025-2026          |                            |
|---|--------------------|--------------------|--------------------|--------------------|--------------------|----------------------------|
|   | Actual             | Original Budget    | Current Budget     | Projected Actual   | Adopted Budget     | Change from 24-25 Original |
| <b>Revenues</b>                             |                    |                    |                    |                    |                    |                            |
| <i>Local</i>                                |                    |                    |                    |                    |                    |                            |
| Taxes, Current Year                         | 176,106,249        | 186,521,497        | 196,644,043        | 197,974,884        | 200,729,575        | 14,208,078                 |
| Taxes, Prior Year                           | (245,654)          | 2,169,740          | 2,287,492          | (655,260)          | 2,335,017          | 165,277                    |
| Taxes - Rollback                            | 1,750,502          | 335,585            | 335,585            | 1,049,694          | 328,385            | (7,200)                    |
| Penalties, Interest, and Other Tax Revenues | 911,644            | 1,636,821          | 1,725,652          | 770,796            | 1,761,504          | 124,683                    |
| Tuition                                     | 57,442             | 200,000            | 200,000            | 69,190             | 200,000            | -                          |
| Tuition                                     | -                  | 60,000             | 60,000             | -                  | 60,000             | -                          |
| Princeton Land Detachment                   | 10,865             | -                  | -                  | 10,877             | -                  | -                          |
| Interest Income/Investment                  | 7,753,453          | 7,500,000          | 7,500,000          | 6,004,927          | 7,500,000          | -                          |
| Rental of Facilities                        | 778,143            | 526,000            | 526,000            | 814,878            | 526,000            | -                          |
| Gifts & Bequests                            | -                  | -                  | -                  | 300                | -                  | -                          |
| Insurance Recovery                          | -                  | -                  | -                  | -                  | -                  | -                          |
| Miscellaneous Revenue                       | 709,810            | 340,000            | 340,000            | 607,205            | 300,000            | (40,000)                   |
| Food Service Revenue                        | -                  | -                  | -                  | -                  | -                  | -                          |
| Athletics Revenue                           | 717,880            | 767,500            | 767,500            | 729,701            | 719,500            | (48,000)                   |
| Misc Rev Intermediate Sources               | 533,534            | 515,000            | 515,000            | 527,432            | 515,000            | -                          |
| Total Local                                 | 189,083,868        | 200,572,143        | 210,901,272        | 207,904,623        | 214,974,981        | 14,402,838                 |
| <i>State</i>                                |                    |                    |                    |                    |                    |                            |
| Per Capita - Available Funds Revenue        | 9,143,164          | 8,676,392          | 13,480,439         | 13,354,205         | 8,617,451          | (58,941)                   |
| Foundation Entitlements                     | 35,479,694         | 19,642,901         | 10,783,031         | 16,469,595         | 19,485,951         | (156,950)                  |
| Other Foundation Revenues                   | -                  | -                  | -                  | -                  | -                  | -                          |
| Other State Revenues                        | -                  | -                  | -                  | -                  | -                  | -                          |
| TRS On-Behalf                               | 12,883,000         | 13,316,006         | 13,316,006         | 13,343,465         | 13,316,006         | -                          |
| Total State                                 | 57,505,858         | 41,635,299         | 37,579,476         | 43,167,265         | 41,419,408         | (215,891)                  |
| <i>Federal</i>                              |                    |                    |                    |                    |                    |                            |
| Nat'l School Breakfast                      | -                  | -                  | -                  | -                  | -                  | -                          |
| Nat'l School Lunch                          | -                  | -                  | -                  | -                  | -                  | -                          |
| USD Donated Commodities                     | -                  | -                  | -                  | -                  | -                  | -                          |
| Federal Revenues                            | -                  | -                  | -                  | -                  | -                  | -                          |
| School Related Health (SHARS)               | 437,481            | 3,200,000          | 6,200,000          | 5,134,441          | 2,000,000          | (1,200,000)                |
| Summer Feeding Program                      | -                  | -                  | -                  | -                  | -                  | -                          |
| Total Federal                               | 437,481            | 3,200,000          | 6,200,000          | 5,134,441          | 2,000,000          | (1,200,000)                |
| <b>Total Revenue</b>                        | <b>247,027,207</b> | <b>245,407,442</b> | <b>254,680,748</b> | <b>256,206,329</b> | <b>258,394,389</b> | <b>12,986,947</b>          |
| <i>Other Resources</i>                      |                    |                    |                    |                    |                    |                            |
| Sale of Bonds                               | -                  | -                  | -                  | -                  | -                  | -                          |
| Sale of Real and Personal Property          | -                  | -                  | -                  | 6,013              | -                  | -                          |
| Proceeds Right of Use Lease                 | -                  | -                  | -                  | -                  | -                  | -                          |
| Operating Transfers In                      | 500,000            | 150,000            | 500,000            | 749,513            | 500,000            | 350,000                    |
| Premium/Discount on Bonds                   | -                  | -                  | -                  | -                  | -                  | -                          |
| Total Other Resources                       | 500,000            | 150,000            | 500,000            | 755,525            | 500,000            | 350,000                    |
| <b>Total Revenues and Other Resources</b>   | <b>247,527,207</b> | <b>245,557,442</b> | <b>255,180,748</b> | <b>256,961,856</b> | <b>258,894,389</b> | <b>13,336,947</b>          |
| <b>Expenditures</b>                         |                    |                    |                    |                    |                    |                            |
| <i>Payroll Costs</i>                        |                    |                    |                    |                    |                    |                            |
| Substitute Salary                           | 3,298,627          | 2,917,707          | 3,056,881          | 3,342,078          | 3,232,098          | 314,391                    |
| Other Payroll Payments                      | 1,053,301          | 1,015,977          | 1,527,563          | 1,168,322          | 1,011,977          | (4,000)                    |
| Stipends                                    | 4,933,355          | 5,971,285          | 5,986,690          | 5,842,944          | 5,565,426          | (405,859)                  |
| Professional Salaries                       | 139,153,077        | 150,511,952        | 147,313,770        | 148,142,589        | 145,954,933        | (4,557,019)                |
| Extra Duty/Overtm/Sup/Sti                   | 1,299,980          | 785,797            | 1,265,886          | 919,439            | 575,274            | (210,523)                  |
| Salaries Substitute Suppo                   | 791,745            | 749,999            | 749,792            | 931,352            | 885,019            | 135,020                    |
| Part-Time Employees                         | 687,443            | 567,003            | 734,526            | 610,268            | 633,498            | 66,495                     |
| Support Personnel Salary                    | 18,916,551         | 20,952,876         | 20,038,328         | 19,364,485         | 18,188,935         | (2,763,941)                |
| Retirement Increments                       | 95,138             | 174,998            | 220,055            | 411,089            | 174,998            | -                          |
| Employee Allowances                         | 228,958            | 239,568            | 234,133            | 222,119            | 20,086             | (219,482)                  |
| Social Security & Medic T                   | 2,379,139          | 2,514,760          | 2,538,003          | 2,436,773          | 2,304,456          | (210,304)                  |
| Group Hospitalization                       | 5,812,738          | 6,641,972          | 6,606,588          | 6,067,014          | 5,984,465          | (657,507)                  |
| Workers Compensation                        | 680,154            | 750,259            | 759,857            | 743,808            | 692,440            | (57,819)                   |
| Trs On-Behalf Payments                      | 12,883,268         | 13,316,006         | 13,366,006         | 13,343,465         | 12,464,935         | (851,071)                  |
| Unemployment Compensation                   | 162,556            | 200,000            | 200,000            | 159,305            | 200,000            | -                          |
| Trs Care                                    | 7,474,985          | 8,684,292          | 8,561,417          | 8,338,754          | 8,331,749          | (352,543)                  |
| Employee Benefits-403B Ad                   | 5,663              | 5,720              | 5,915              | 5,990              | 5,524              | (196)                      |
| Total Payroll Costs                         | 199,856,678        | 216,000,171        | 213,165,410        | 212,049,792        | 206,225,813        | (9,774,358)                |

**McKinney Independent School District**  
**General Fund Budget - By Object**  
**For the Years Ended June 30, 2024 - June 30, 2026 (Actual, Budgeted and Projected)**

|                               | 2023-2024  | 2024-2025       |                |                  | 2025-2026      |                            |
|-------------------------------|------------|-----------------|----------------|------------------|----------------|----------------------------|
|                               | Actual     | Original Budget | Current Budget | Projected Actual | Adopted Budget | Change from 24-25 Original |
| <i>Contracted Services</i>    |            |                 |                |                  |                |                            |
| Legal Services                | 195,678    | 215,000         | 233,639        | 233,227          | 215,000        | -                          |
| Audit Services                | 185,650    | 128,500         | 104,319        | 81,030           | 128,500        | -                          |
| Tax Appraisal/Collections     | 1,929,236  | 2,013,307       | 2,105,106      | 2,048,285        | 2,013,307      | -                          |
| Lobbying Service Fees         | 1,727      | -               | -              | 2,321            | -              | -                          |
| Contracted/Prof Services      | 87,191     | 234,772         | 82,926         | 70,176           | 239,967        | 5,195                      |
| Student Tuition-Public Sc     | -          | 20,000          | -              | -                | 20,000         | -                          |
| Student Tuition-Non-Publi     | 23,603     | 350,000         | 350,000        | 103,959          | 350,000        | -                          |
| Stu Tuition Cr-Chapter 41     | 5,431,182  | 6,507,793       | 8,000,000      | 7,041,655        | 8,816,861      | 2,309,068                  |
| Educational Service Cente     | 125,042    | 89,200          | 108,780        | 104,586          | 101,800        | 12,600                     |
| Contracted Repair Of Vehi     | 119,414    | 76,500          | 139,199        | 103,474          | 81,500         | 5,000                      |
| Contract Svcs-Bldg/Ground     | 420,500    | 489,890         | 513,405        | 459,888          | 489,890        | -                          |
| Contracted Maint & Repair     | 2,080,593  | 2,194,459       | 1,826,640      | 1,934,877        | 1,764,801      | (429,658)                  |
| Utilities: Water/Sewer/Tr     | 1,193,491  | 1,206,000       | 1,305,675      | 1,363,822        | 1,206,000      | -                          |
| Utilities: Telephone/Tele     | 231,032    | 302,067         | 239,327        | 221,577          | 234,572        | (67,495)                   |
| Utilities: Electricity        | 3,470,170  | 3,577,000       | 3,403,925      | 3,583,073        | 3,577,000      | -                          |
| Utilities: Gas-Heating/Co     | 352,844    | 433,865         | 507,265        | 479,516          | 433,865        | -                          |
| Utilities                     | (205,736)  | -               | (143,000)      | (143,115)        | -              | -                          |
| Rentals: Operating Leases     | 904,117    | 218,869         | 256,580        | 221,893          | 212,540        | (6,329)                    |
| Consulting Services           | 204,933    | 130,000         | 165,569        | 57,728           | 123,000        | (7,000)                    |
| Police                        | 222,507    | 179,079         | 191,731        | 191,728          | 201,079        | 22,000                     |
| Officials Sporting Events     | 254,126    | 258,301         | 250,844        | 250,844          | 258,301        | -                          |
| Non Employee Game Workers     | 39,609     | 43,110          | 13,836         | 13,835           | 43,110         | -                          |
| Misc Contracted Services      | 23,500,865 | 22,970,776      | 24,446,414     | 23,574,870       | 24,527,289     | 1,556,513                  |
| Total Contracted Services     | 40,767,774 | 41,638,488      | 44,102,180     | 41,999,248       | 45,038,382     | 3,399,894                  |
| <i>Supplies and Materials</i> |            |                 |                |                  |                |                            |
| Gas & Other Fuels/Vehicle     | 1,212,281  | 1,157,866       | 1,179,861      | 1,050,439        | 1,157,866      | -                          |
| Custodial Supplies            | 7,674      | 10,000          | 6,780          | 6,780            | 9,000          | (1,000)                    |
| Building Supplies             | 565,658    | 622,665         | 491,268        | 478,217          | 611,079        | (11,586)                   |
| Grounds Supplies              | 56,538     | 280,940         | 195,915        | 49,250           | 280,940        | -                          |
| Maintenance Uniforms          | 58,386     | 41,240          | 49,658         | 38,276           | 41,390         | 150                        |
| Maintenance & Operations      | 278,595    | 149,730         | 200,171        | 191,748          | 146,930        | (2,800)                    |
| Textbooks-Not State Adopt     | 9,306      | 25,950          | 23,260         | (62,519)         | 24,450         | (1,500)                    |
| Reading Materials/Library     | 458,055    | 482,432         | 473,159        | 439,819          | 144,861        | (337,571)                  |
| Testing Materials             | 529,977    | 642,856         | 577,867        | 522,738          | 594,186        | (48,670)                   |
| Food Expenses (Food Servi     | -          | -               | -              | -                | -              | -                          |
| Usda Donated Commodities      | -          | -               | -              | -                | -              | -                          |
| Computer Supplies             | 194,697    | 308,755         | 181,221        | 131,089          | 284,689        | (24,066)                   |
| Av/Photo Equipment & Supp     | 30,688     | 32,690          | 27,754         | 22,923           | 28,091         | (4,599)                    |
| Furniture & Equipment         | 588,898    | 667,277         | 231,512        | 200,496          | 147,335        | (519,942)                  |
| General Supplies              | 3,926,133  | 5,291,157       | 6,493,057      | 4,237,012        | 6,427,167      | 1,136,010                  |
| Total Supplies and Materials  | 7,916,886  | 9,713,558       | 10,131,483     | 7,306,269        | 9,897,984      | 184,426                    |
| <i>Other Operating Costs</i>  |            |                 |                |                  |                |                            |
| Employee Travel & Subsist     | 842,801    | 564,196         | 681,184        | 552,956          | 462,210        | (101,986)                  |
| Student Travel & Subsiste     | 631,758    | 494,201         | 658,051        | 634,400          | 477,138        | (17,063)                   |
| Non-Employee Travel           | 23,113     | 40,400          | 24,778         | 22,934           | 22,262         | (18,138)                   |
| Insurance & Bonding Costs     | 3,526,649  | 3,708,972       | 3,508,954      | 3,503,765        | 3,218,319      | (490,653)                  |
| Election Costs                | (7,343)    | 75,000          | 80,182         | 76,682           | 75,000         | -                          |
| Statutorily Req.Public No     | 4,365      | 4,310           | 5,445          | 4,442            | 3,060          | (1,250)                    |
| Reclassified Transp Costs     | 343,694    | 321,406         | 310,336        | 309,254          | 333,886        | 12,480                     |
| Dues Paid To Organization     | 211,738    | 279,531         | 248,982        | 220,945          | 250,026        | (29,505)                   |
| Miscellaneous Operating C     | 323,063    | 442,580         | 412,518        | 290,077          | 373,852        | (68,728)                   |
| Total Other Operating Costs   | 5,899,838  | 5,930,596       | 5,930,430      | 5,615,455        | 5,215,753      | (714,843)                  |
| <i>Debt Services</i>          |            |                 |                |                  |                |                            |
| Bond Principal                | -          | -               | -              | -                | -              | -                          |
| Capital Lease Principal       | 578,338    | -               | -              | 600,391          | -              | -                          |
| SBRTA Principal               | -          | -               | -              | -                | -              | -                          |
| Interest On Bonds             | -          | -               | -              | -                | -              | -                          |
| Capital Lease Interest        | 80,508     | -               | -              | 58,691           | -              | -                          |
| SBITA Interest Expense        | -          | -               | -              | -                | -              | -                          |
| Other Debt Service Fees       | -          | -               | -              | -                | -              | -                          |
| Total Debt Services           | 658,846    | -               | -              | 659,082          | -              | -                          |

**McKinney Independent School District**  
**General Fund Budget - By Object**  
**For the Years Ended June 30, 2024 - June 30, 2026 (Actual, Budgeted and Projected)**

|   | 2023-2024          | 2024-2025           |                     |                     | 2025-2026          |                            |
|---|--------------------|---------------------|---------------------|---------------------|--------------------|----------------------------|
|   | Actual             | Original Budget     | Current Budget      | Projected Actual    | Adopted Budget     | Change from 24-25 Original |
| <i>Capital Outlay</i>                     |                    |                     |                     |                     |                    |                            |
| Bldg Purch, Constr Or Imp                 | 91,569             | -                   | -                   | 15,645              | -                  | -                          |
| Furniture & Equipment                     | 13,404             | 75,000              | 28,310              | 27,708              | 18,876             | (56,124)                   |
| Capital Lease: Furn/Eqp/S                 | -                  | -                   | -                   | -                   | -                  | -                          |
| Total Capital Outlay                      | 104,973            | 75,000              | 28,310              | 43,354              | 18,876             | (56,124)                   |
| <b>Total Expenditures</b>                 | <b>255,204,995</b> | <b>273,357,813</b>  | <b>273,357,813</b>  | <b>267,673,202</b>  | <b>266,396,808</b> | <b>(6,961,005)</b>         |
| <b>Other Uses</b>                         |                    |                     |                     |                     |                    |                            |
| Operating Transfers Out                   | -                  | -                   | -                   | -                   | -                  | -                          |
| Bond Refunding                            | -                  | -                   | -                   | -                   | -                  | -                          |
| Other Uses                                | -                  | -                   | -                   | -                   | -                  | -                          |
| Total Other Uses                          | -                  | -                   | -                   | -                   | -                  | -                          |
| <b>Total Expenditures and Other Uses</b>  | <b>255,204,995</b> | <b>273,357,813</b>  | <b>273,357,813</b>  | <b>267,673,202</b>  | <b>266,396,808</b> | <b>(6,961,005)</b>         |
| <b>Revenues Over/(Under) Expenditures</b> | <b>(8,177,788)</b> | <b>(27,950,371)</b> | <b>(18,677,065)</b> | <b>(11,466,873)</b> | <b>(8,002,419)</b> | <b>19,947,952</b>          |
| <b>Net Change in Fund Balance</b>         | <b>(7,677,788)</b> | <b>(27,800,371)</b> | <b>(18,177,065)</b> | <b>(10,711,346)</b> | <b>(7,502,419)</b> | <b>20,297,952</b>          |
| Projected Beginning Fund Balance          | 118,250,690        | 110,572,902         | 110,572,902         | 110,572,902         | 99,861,556         | (10,711,346)               |
| Prior Period Adjustments                  | -                  | -                   | -                   | -                   | -                  | -                          |
| Projected Ending Fund Balance             | 110,572,902        | 82,772,531          | 92,395,837          | 99,861,556          | 92,359,137         | 9,586,606                  |

**McKinney Independent School District**  
**General Funds - By Function**  
**For the Years Ended June 30,2022 - June 30, 2029 (Actual, Budgeted and Projected)**

|  | 2021-22            | 2022-2023          | 2023-2024          | 2024-25             | 2025-26            | 2026-27            | 2027-28            | 2028-29            |
|--|--------------------|--------------------|--------------------|---------------------|--------------------|--------------------|--------------------|--------------------|
|  | Actual             | Actual             | Actual             | Projected Actual    | Budget             | Projected          | Projected          | Projected          |
| <b>Revenues</b>  |                    |                    |                    |                     |                    |                    |                    |                    |
| Local Revenue  | 194,583,115        | 216,659,211        | 189,083,868        | 207,904,624         | 214,974,981        | 216,587,293        | 218,211,698        | 219,848,286        |
| State Revenue  | 30,558,522         | 31,944,461         | 57,505,858         | 43,167,265          | 41,419,408         | 41,730,054         | 41,938,704         | 42,148,397         |
| Federal Revenue  | 4,559,114          | 5,238,648          | 437,481            | 5,134,441           | 2,000,000          | 2,015,000          | 2,025,075          | 2,035,200          |
| <b>Total Revenues</b>                                    | <b>229,700,751</b> | <b>253,842,320</b> | <b>247,027,207</b> | <b>256,206,330</b>  | <b>258,394,389</b> | <b>260,332,347</b> | <b>262,175,477</b> | <b>264,031,884</b> |
| <b>Other Resources</b>                                   | -                  | 3,866,129          | 500,000            | 755,526             | 500,000            | 150,000            | 150,000            | 150,000            |
| <b>Total Revenue and Other Resources</b>                 | <b>229,700,751</b> | <b>257,708,449</b> | <b>247,527,207</b> | <b>256,961,856</b>  | <b>258,894,389</b> | <b>260,482,347</b> | <b>262,325,477</b> | <b>264,181,884</b> |
| <b>Expenditures</b>                                      |                    |                    |                    |                     |                    |                    |                    |                    |
| Instruction  | 143,434,266        | 143,048,744        | 144,948,741        | 152,683,735         | 152,424,961        | 151,224,961        | 151,981,086        | 152,740,991        |
| Instructional Resources & Media Services                 | 4,425,392          | 4,331,930          | 4,547,836          | 4,569,262           | 3,287,585          | 3,062,585          | 3,077,898          | 3,093,287          |
| Curriculum & Staff Development                           | 3,162,248          | 3,436,070          | 3,705,699          | 3,588,688           | 3,062,564          | 3,039,595          | 3,054,793          | 3,070,067          |
| Instruction Leadership                                   | 4,789,609          | 4,410,298          | 4,617,761          | 5,300,936           | 4,524,380          | 4,490,447          | 4,512,899          | 4,535,464          |
| School Leadership  | 16,276,992         | 16,521,140         | 16,879,552         | 16,924,257          | 16,832,275         | 16,022,275         | 16,102,386         | 16,182,898         |
| Guidance, Counseling, & Evaluation Services              | 5,989,906          | 6,258,111          | 7,321,954          | 10,211,824          | 10,175,115         | 9,965,115          | 10,014,941         | 10,065,015         |
| Social Work Services                                     | 148,355            | 476,596            | 644,243            | 706,555             | 56,211             | 55,789             | 56,068             | 56,349             |
| Health Services  | 3,067,083          | 3,089,593          | 3,285,113          | 3,247,847           | 2,966,142          | 2,748,896          | 2,762,640          | 2,776,454          |
| Student Transportation                                   | 10,574,428         | 10,432,809         | 11,412,744         | 11,427,198          | 11,756,996         | 11,668,819         | 11,727,163         | 11,785,798         |
| Food Service   | -                  | -                  | -                  | -                   | -                  | -                  | -                  | -                  |
| Cocurricular/Extracurricular Activities                  | 6,915,580          | 7,217,119          | 7,639,020          | 7,584,748           | 7,506,937          | 7,450,635          | 7,487,888          | 7,525,328          |
| General Administration                                   | 4,974,994          | 5,725,942          | 6,356,335          | 5,700,800           | 5,795,394          | 5,751,929          | 5,780,688          | 5,809,592          |
| Plant Maintenance and Operations                         | 20,987,551         | 22,511,932         | 24,925,662         | 24,958,647          | 25,387,819         | 25,197,410         | 25,323,397         | 25,450,014         |
| Security and Monitoring Services                         | 2,302,984          | 1,941,643          | 3,892,473          | 3,939,057           | 4,433,246          | 4,283,246          | 4,304,662          | 4,326,186          |
| Data Processing Services                                 | 4,500,906          | 4,894,585          | 6,813,348          | 6,949,665           | 7,161,270          | 6,951,270          | 6,986,026          | 7,020,956          |
| Community Services                                       | 206,030            | 225,912            | 179,664            | 175,148             | 85,745             | 85,102             | 85,527             | 85,955             |
| Debt Service   | 747,780            | 1,596,644          | 658,846            | 659,082             | -                  | -                  | -                  | -                  |
| Facilities Acquisition and Construction                  | -                  | -                  | -                  | -                   | -                  | -                  | -                  | -                  |
| Contracted Instructional Services Between Public Schools | 3,419,538          | 20,626,414         | 5,431,182          | 7,041,655           | 8,816,861          | 8,750,735          | 8,794,488          | 8,838,461          |
| Payments to JJAEP Program                                | -                  | -                  | 23,603             | 6,314               | 150,000            | 148,875            | 149,619            | 150,367            |
| Other Intergovernmental Charges                          | 1,770,748          | 1,901,496          | 1,921,219          | 1,997,784           | 1,973,307          | 1,958,507          | 1,968,300          | 1,978,141          |
| <b>Total Expenditures</b>                                | <b>237,694,390</b> | <b>258,646,978</b> | <b>255,204,995</b> | <b>267,673,202</b>  | <b>266,396,808</b> | <b>262,856,190</b> | <b>264,170,471</b> | <b>265,491,324</b> |
| <b>Other Uses</b>  | 384,982            | -                  | -                  | -                   | -                  | -                  | -                  | -                  |
| <b>Total Expenditures and Other Uses</b>                 | <b>238,079,372</b> | <b>258,646,978</b> | <b>255,204,995</b> | <b>267,673,202</b>  | <b>266,396,808</b> | <b>262,856,190</b> | <b>264,170,471</b> | <b>265,491,324</b> |
| <b>Revenues Over/(Under) Expenditures</b>                | <b>(7,993,639)</b> | <b>(4,804,658)</b> | <b>(8,177,788)</b> | <b>(11,466,872)</b> | <b>(8,002,419)</b> | <b>(2,523,843)</b> | <b>(1,994,994)</b> | <b>(1,459,440)</b> |
| <b>Net Change in Fund Balance</b>                        | <b>(8,378,621)</b> | <b>(938,529)</b>   | <b>(7,677,788)</b> | <b>(10,711,346)</b> | <b>(7,502,419)</b> | <b>(2,373,843)</b> | <b>(1,844,994)</b> | <b>(1,309,440)</b> |
| Projected Beginning Fund Balance                         | 130,224,244        | 119,189,219        | 118,250,690        | 110,572,902         | 99,861,556         | 92,359,137         | 89,985,293         | 88,140,299         |
| Prior Period Adjustments                                 | (2,656,404)        |                    |                    |                     |                    |                    |                    |                    |
| Projected Ending Fund Balance                            | <b>119,189,219</b> | <b>118,250,690</b> | <b>110,572,902</b> | <b>99,861,556</b>   | <b>92,359,137</b>  | <b>89,985,293</b>  | <b>88,140,299</b>  | <b>86,830,859</b>  |

**FOOTNOTES**

This long-range forecast is for illustrative and planning purposes only. Given the unpredictability of the biennial state legislature and other economic indicators, forecasts are subject to change frequently. This model represents a realistic, yet conservative prediction of financial outcomes based on current funding formulas. This plan uses static enrollment figures. It does not consider any future changes in staffing that may or may not be required. This financial plan does not assume any pay raises for staff beyond the 2025-2026 fiscal year, and there are no provisions for market value salary adjustments or additional employee benefits in this plan. All increases in compensation will need to be evaluated against available funds on an annual basis. Revenue forecasts assume property value growth at 5% per annum. Because future and current budgets will be adopted based on estimated property values, adequate reserves must be maintained to accommodate any required settle-up with the State when values are finally certified. This plan does not reflect the expected annual budget saves the district customarily maintains.

**McKinney Independent School District**  
**General Fund - By Object**  
**For the Years Ended June 30, 2022 - June 30, 2029 (Actual, Budgeted and Projected)**

|   | 2021-22            | 2022-2023          | 2023-2024          | 2024-25            | 2025-26            | 2026-27            | 2027-28            | 2028-29            |
|---|--------------------|--------------------|--------------------|--------------------|--------------------|--------------------|--------------------|--------------------|
|   | Actual             | Actual             | Actual             | Projected Actual   | Adopted Budget     | Projected          | Projected          | Projected          |
| <b>Revenues</b>                             |                    |                    |                    |                    |                    |                    |                    |                    |
| <i>Local</i>                                |                    |                    |                    |                    |                    |                    |                    |                    |
| Taxes, Current Year                         | 187,834,295        | 205,401,025        | 176,106,249        | 197,974,884        | 200,729,575        | 202,235,047        | 203,751,810        | 205,279,948        |
| Taxes, Prior Year                           | 374,623            | 240,902            | (245,654)          | (655,260)          | 2,335,017          | 2,352,530          | 2,370,174          | 2,387,950          |
| Taxes - Rollback                            | 2,296,353          | 1,119,668          | 1,750,502          | 1,049,694          | 328,385            | 330,848            | 333,329            | 335,829            |
| Penalties, Interest, and Other Tax Revenues | 792,323            | 800,766            | 911,644            | 770,796            | 1,761,504          | 1,774,715          | 1,788,026          | 1,801,436          |
| Tuition                                     | 61,988             | 32,025             | 57,442             | 69,190             | 200,000            | 201,500            | 203,011            | 204,534            |
| Tuition                                     | -                  | -                  | -                  | -                  | 60,000             | 60,450             | 60,903             | 61,360             |
| Princeton Land Detachment                   | 10,865             | 10,865             | 10,865             | 10,877             | -                  | -                  | -                  | -                  |
| Interest Income/Investment                  | 344,015            | 6,429,977          | 7,753,453          | 6,004,927          | 7,500,000          | 7,556,250          | 7,612,922          | 7,670,019          |
| Rental of Facilities                        | 498,859            | 766,903            | 778,143            | 814,878            | 526,000            | 529,945            | 533,920            | 537,924            |
| Gifts & Bequests                            | -                  | -                  | -                  | 300                | -                  | -                  | -                  | -                  |
| Insurance Recovery                          | -                  | -                  | -                  | -                  | -                  | -                  | -                  | -                  |
| Miscellaneous Revenue                       | 1,031,211          | 696,378            | 709,810            | 607,205            | 300,000            | 302,250            | 304,517            | 306,801            |
| Food Service Revenue                        | -                  | -                  | -                  | -                  | -                  | -                  | -                  | -                  |
| Athletics Revenue                           | 767,415            | 717,022            | 717,880            | 729,701            | 719,500            | 724,896            | 730,333            | 735,810            |
| Misc Rev Intermediate Sources               | 571,168            | 443,680            | 533,534            | 527,432            | 515,000            | 518,863            | 522,754            | 526,675            |
| Total Local                                 | 194,583,115        | 216,659,211        | 189,083,868        | 207,904,623        | 214,974,981        | 216,587,293        | 218,211,698        | 219,848,286        |
| <i>State</i>                                |                    |                    |                    |                    |                    |                    |                    |                    |
| Per Capita - Available Funds Revenue        | 11,710,592         | 13,920,172         | 9,143,164          | 13,354,205         | 8,617,451          | 8,682,082          | 8,725,492          | 8,769,120          |
| Foundation Entitlements                     | 6,785,203          | 5,846,667          | 35,479,694         | 16,469,595         | 19,485,951         | 19,632,096         | 19,730,256         | 19,828,907         |
| Other Foundation Revenues                   | 218,207            | -                  | -                  | -                  | -                  | -                  | -                  | -                  |
| Other State Revenues                        | -                  | -                  | -                  | -                  | -                  | -                  | -                  | -                  |
| TRS On-Behalf                               | 11,844,522         | 12,177,622         | 12,883,000         | 13,343,465         | 13,316,006         | 13,415,876         | 13,482,955         | 13,550,370         |
| Total State                                 | 30,558,524         | 31,944,461         | 57,505,858         | 43,167,265         | 41,419,408         | 41,730,054         | 41,938,704         | 42,148,397         |
| <i>Federal</i>                              |                    |                    |                    |                    |                    |                    |                    |                    |
| Nat'l School Breakfast                      | -                  | -                  | -                  | -                  | -                  | -                  | -                  | -                  |
| Nat'l School Lunch                          | -                  | -                  | -                  | -                  | -                  | -                  | -                  | -                  |
| USD Donated Commodities                     | -                  | -                  | -                  | -                  | -                  | -                  | -                  | -                  |
| Federal Revenues                            | -                  | -                  | -                  | -                  | -                  | -                  | -                  | -                  |
| School Related Health (SHARS)               | 4,559,114          | 5,238,648          | 437,481            | 5,134,441          | 2,000,000          | 2,015,000          | 2,025,075          | 2,035,200          |
| Summer Feeding Program                      | -                  | -                  | -                  | -                  | -                  | -                  | -                  | -                  |
| Total Federal                               | 4,559,114          | 5,238,648          | 437,481            | 5,134,441          | 2,000,000          | 2,015,000          | 2,025,075          | 2,035,200          |
| <b>Total Revenue</b>                        | <b>229,700,753</b> | <b>253,842,320</b> | <b>247,027,207</b> | <b>256,206,329</b> | <b>258,394,389</b> | <b>260,332,347</b> | <b>262,175,477</b> | <b>264,031,884</b> |

**McKinney Independent School District**  
**General Fund - By Object**  
**For the Years Ended June 30, 2022 - June 30, 2029 (Actual, Budgeted and Projected)**

|   | 2021-22            | 2022-2023          | 2023-2024          | 2024-25            | 2025-26            | 2026-27            | 2027-28            | 2028-29            |
|---|--------------------|--------------------|--------------------|--------------------|--------------------|--------------------|--------------------|--------------------|
|   | Actual             | Actual             | Actual             | Projected Actual   | Adopted Budget     | Projected          | Projected          | Projected          |
| <b>Revenues</b>                           |                    |                    |                    |                    |                    |                    |                    |                    |
| <i>Other Resources</i>                    |                    |                    |                    |                    |                    |                    |                    |                    |
| Sale of Bonds                             | -                  | -                  | -                  | -                  | -                  | -                  | -                  | -                  |
| Sale of Real and Personal Property        | -                  | -                  | -                  | 6,013              | -                  | -                  | -                  | -                  |
| Proceeds From Capital Lease               | -                  | 3,866,129          | -                  | -                  | -                  | -                  | -                  | -                  |
| Operating Transfers In                    | -                  | -                  | 500,000            | 749,513            | 500,000            | 150,000            | 150,000            | 150,000            |
| Premium/Discount on Bonds                 | -                  | -                  | -                  | -                  | -                  | -                  | -                  | -                  |
| Total Other Resources                     | -                  | 3,866,129          | 500,000            | 755,525            | 500,000            | 150,000            | 150,000            | 150,000            |
| <b>Total Revenues and Other Resources</b> | <b>229,700,753</b> | <b>257,708,449</b> | <b>247,527,207</b> | <b>256,961,856</b> | <b>258,894,389</b> | <b>260,482,347</b> | <b>262,325,477</b> | <b>264,181,884</b> |
| <b>Expenditures</b>                       |                    |                    |                    |                    |                    |                    |                    |                    |
| <i>Payroll Costs</i>                      |                    |                    |                    |                    |                    |                    |                    |                    |
| Substitute Salary                         | 2,805,955          | 3,151,462          | 3,298,627          | 3,342,078          | 3,232,098          | 3,207,857          | 3,223,897          | 3,240,016          |
| Other Payroll Payments                    | 888,108            | 937,072            | 1,053,301          | 1,168,322          | 1,011,977          | 1,004,387          | 1,009,409          | 1,014,456          |
| Stipends                                  | 4,388,243          | 4,705,546          | 4,933,355          | 5,842,944          | 5,565,426          | 5,523,685          | 5,551,304          | 5,579,060          |
| Professional Salaries                     | 135,142,930        | 131,809,417        | 139,153,077        | 148,142,589        | 145,954,933        | 143,317,630        | 144,034,218        | 144,754,389        |
| Extra Duty/Overtm/Sup/Sti                 | 793,484            | 1,156,846          | 1,299,980          | 919,439            | 575,274            | 570,959            | 573,814            | 576,683            |
| Salaries Substitute Suppo                 | 600,625            | 665,791            | 791,745            | 931,352            | 885,019            | 878,381            | 882,773            | 887,187            |
| Part-Time Employees                       | 497,589            | 571,942            | 687,443            | 610,268            | 633,498            | 628,747            | 631,890            | 635,050            |
| Support Personnel Salary                  | 17,849,234         | 17,894,439         | 18,916,551         | 19,364,485         | 18,188,935         | 18,052,518         | 18,142,781         | 18,233,494         |
| Retirement Increments                     | 466,470            | 431,054            | 95,138             | 411,089            | 174,998            | 173,686            | 174,554            | 175,427            |
| Employee Allowances                       | 214,633            | 211,474            | 228,958            | 222,119            | 20,086             | 19,935             | 20,035             | 20,135             |
| Social Security & Medic T                 | 2,240,412          | 2,244,700          | 2,379,139          | 2,436,773          | 2,304,456          | 2,287,173          | 2,298,608          | 2,310,101          |
| Group Hospitalization                     | 6,114,706          | 5,827,663          | 5,812,738          | 6,067,014          | 5,984,465          | 5,939,582          | 5,969,279          | 5,999,126          |
| Workers Compensation                      | 390,278            | 304,305            | 680,154            | 743,808            | 692,440            | 687,247            | 690,683            | 694,136            |
| Trs On-Behalf Payments                    | 11,844,522         | 12,099,505         | 12,883,268         | 13,343,465         | 12,464,935         | 12,371,448         | 12,433,305         | 12,495,472         |
| Unemployment Compensation                 | 171,112            | 162,556            | 162,556            | 159,305            | 200,000            | 198,500            | 199,493            | 200,490            |
| Trs Care                                  | 6,615,545          | 6,787,662          | 7,474,985          | 8,338,754          | 8,331,749          | 8,269,261          | 8,310,607          | 8,352,160          |
| Employee Benefits-403B Ad                 | 5,913              | 5,693              | 5,663              | 5,990              | 5,524              | 5,483              | 5,510              | 5,538              |
| Total Payroll Costs                       | 191,029,759        | 188,967,125        | 199,856,678        | 212,049,792        | 206,225,813        | 203,136,478        | 204,152,161        | 205,172,922        |
| <i>Contracted Services</i>                |                    |                    |                    |                    |                    |                    |                    |                    |
| Legal Services                            | 140,975            | 154,691            | 195,678            | 233,227            | 215,000            | 213,388            | 214,454            | 215,527            |
| Audit Services                            | 143,650            | 79,572             | 185,650            | 81,030             | 128,500            | 127,536            | 128,174            | 128,815            |
| Tax Appraisal/Collections                 | 1,814,896          | 1,945,217          | 1,929,236          | 2,048,285          | 2,013,307          | 1,998,207          | 2,008,198          | 2,018,239          |
| Lobbying Service Fees                     | 1,650              | 2,101              | 1,727              | 2,321              | -                  | -                  | -                  | -                  |
| Contracted/Prof Services                  | 19,781,976         | 1,346,368          | 87,191             | 70,176             | 239,967            | 238,167            | 239,358            | 240,555            |
| Student Tuition-Public Sc                 | -                  | -                  | -                  | -                  | 20,000             | 19,850             | 19,949             | 20,049             |
| Student Tuition-Non-Publi                 | 56,400             | 106,076            | 23,603             | 103,959            | 350,000            | 347,375            | 349,112            | 350,857            |
| Stu Tuition Cr-Chapter 41                 | 3,419,538          | 20,626,414         | 5,431,182          | 7,041,655          | 8,816,861          | 8,750,735          | 8,794,488          | 8,838,461          |
| Educational Service Cente                 | 313,944            | 226,848            | 125,042            | 104,586            | 101,800            | 101,037            | 101,542            | 102,049            |
| Contracted Repair Of Vehi                 | 72,747             | 156,075            | 119,414            | 103,474            | 81,500             | 80,889             | 81,293             | 81,700             |
| Contract Svcs-Bldg/Ground                 | 634,081            | 808,877            | 420,500            | 459,888            | 489,890            | 486,216            | 488,647            | 491,090            |
| Contracted Maint & Repair                 | 3,364,927          | 1,235,761          | 2,080,593          | 1,934,877          | 1,764,801          | 1,751,565          | 1,760,323          | 1,769,124          |
| Utilities: Water/Sewer/Tr                 | 938,639            | 1,043,739          | 1,193,491          | 1,363,822          | 1,206,000          | 1,196,955          | 1,202,940          | 1,208,954          |
| Utilities: Telephone/Tele                 | 205,751            | 176,565            | 231,032            | 221,577            | 234,572            | 232,813            | 233,977            | 235,147            |
| Utilities: Electricity                    | 3,159,776          | 3,296,622          | 3,470,170          | 3,583,073          | 3,577,000          | 3,550,173          | 3,567,923          | 3,585,763          |
| Utilities: Gas-Heating/Co                 | 363,782            | 314,022            | 352,844            | 479,516            | 433,865            | 430,611            | 432,764            | 434,928            |
| Utilities                                 | (150,549)          | (195,711)          | (205,736)          | (143,115)          | -                  | -                  | -                  | -                  |
| Rentals: Operating Leases                 | 310,895            | 108,836            | 904,117            | 221,893            | 212,540            | 210,946            | 212,001            | 213,061            |
| Consulting Services                       | 40,000             | 40,000             | 204,933            | 57,728             | 123,000            | 122,078            | 122,688            | 123,301            |
| Police                                    | 117,223            | 137,301            | 222,507            | 191,728            | 201,079            | 199,571            | 200,569            | 201,572            |
| Officials Sporting Events                 | 215,190            | 215,264            | 254,126            | 250,844            | 258,301            | 256,364            | 257,646            | 258,934            |
| Non Employee Game Workers                 | 66,101             | 79,024             | 39,609             | 13,835             | 43,110             | 42,787             | 43,001             | 43,216             |
| Misc Contracted Services                  | 573,671            | 19,277,047         | 23,500,865         | 23,574,870         | 24,527,289         | 24,343,334         | 24,465,051         | 24,587,376         |
| Total Contracted Services                 | 35,585,263         | 51,180,708         | 40,767,774         | 41,999,248         | 45,038,382         | 44,700,594         | 44,924,097         | 45,148,718         |

**McKinney Independent School District**  
**General Fund - By Object**  
**For the Years Ended June 30, 2022 - June 30, 2029 (Actual, Budgeted and Projected)**

|                               | 2021-22   | 2022-2023 | 2023-2024 | 2024-25          | 2025-26        | 2026-27   | 2027-28   | 2028-29   |
|-------------------------------|-----------|-----------|-----------|------------------|----------------|-----------|-----------|-----------|
|                               | Actual    | Actual    | Actual    | Projected Actual | Adopted Budget | Projected | Projected | Projected |
| <i>Supplies and Materials</i> |           |           |           |                  |                |           |           |           |
| Gas & Other Fuels/Vehicle     | 674,037   | 982,625   | 1,212,281 | 1,050,439        | 1,157,866      | 1,149,182 | 1,154,928 | 1,160,703 |
| Custodial Supplies            | 7,906     | 10,835    | 7,674     | 6,780            | 9,000          | 8,933     | 8,977     | 9,022     |
| Building Supplies             | 452,814   | 550,764   | 565,658   | 478,217          | 611,079        | 606,496   | 609,528   | 612,576   |
| Grounds Supplies              | 65,032    | 39,874    | 56,538    | 49,250           | 280,940        | 278,833   | 280,227   | 281,628   |
| Maintenance Uniforms          | 27,285    | 27,452    | 58,386    | 38,276           | 41,390         | 41,080    | 41,285    | 41,491    |
| Maintenance & Operations      | 100,711   | 156,497   | 278,595   | 191,748          | 146,930        | 145,828   | 146,557   | 147,290   |
| Textbooks-Not State Adopt     | 14,743    | 21,736    | 9,306     | (62,519)         | 24,450         | 24,267    | 24,388    | 24,510    |
| Reading Materials/Library     | 672,348   | 402,203   | 458,055   | 439,819          | 144,861        | 143,775   | 144,493   | 145,216   |
| Testing Materials             | 483,111   | 511,865   | 529,977   | 522,738          | 594,186        | 589,730   | 592,678   | 595,642   |
| Food Expenses (Food Servi     | -         | -         | -         | -                | -              | -         | -         | -         |
| Usda Donated Commodities      | -         | -         | -         | -                | -              | -         | -         | -         |
| Computer Supplies             | 302,844   | 291,074   | 194,697   | 131,089          | 284,689        | 282,554   | 283,967   | 285,386   |
| Av/Photo Equipment & Supp     | 23,040    | 13,742    | 30,688    | 22,923           | 28,091         | 27,880    | 28,020    | 28,160    |
| Furniture & Equipment         | 756,631   | 797,733   | 588,898   | 200,496          | 147,335        | 146,230   | 146,961   | 147,696   |
| General Supplies              | 2,847,729 | 4,124,912 | 3,926,133 | 4,237,012        | 6,427,167      | 6,378,963 | 6,410,858 | 6,442,912 |
| Total Supplies and Materials  | 6,428,230 | 7,931,313 | 7,916,886 | 7,306,269        | 9,897,984      | 9,823,749 | 9,872,868 | 9,922,232 |
| <i>Other Operating Costs</i>  |           |           |           |                  |                |           |           |           |
| Employee Travel & Subsist     | 680,514   | 860,625   | 842,801   | 552,956          | 462,210        | 458,743   | 461,037   | 463,342   |
| Student Travel & Subsiste     | 453,212   | 516,312   | 631,758   | 634,400          | 477,138        | 473,559   | 475,927   | 478,307   |
| Non-Employee Travel           | 25,869    | 32,294    | 23,113    | 22,934           | 22,262         | 22,095    | 22,206    | 22,317    |
| Insurance & Bonding Costs     | 1,722,749 | 2,458,024 | 3,526,649 | 3,503,765        | 3,218,319      | 3,194,182 | 3,210,153 | 3,226,203 |
| Election Costs                | -         | 73,428    | (7,343)   | 76,682           | 75,000         | 74,438    | 74,810    | 75,184    |
| Statutorily Req.Public No     | 3,495     | 3,124     | 4,365     | 4,442            | 3,060          | 3,037     | 3,052     | 3,067     |
| Reclassified Transp Costs     | 356,799   | 429,585   | 343,694   | 309,254          | 333,886        | 331,382   | 333,039   | 334,704   |
| Dues Paid To Organization     | 202,614   | 208,818   | 211,738   | 220,945          | 250,026        | 248,151   | 249,392   | 250,639   |
| Miscellaneous Operating C     | 366,664   | 380,906   | 323,063   | 290,077          | 373,852        | 371,048   | 372,903   | 374,768   |
| Total Other Operating Costs   | 3,811,916 | 4,963,115 | 5,899,838 | 5,615,455        | 5,215,753      | 5,176,635 | 5,202,518 | 5,228,531 |
| <i>Debt Services</i>          |           |           |           |                  |                |           |           |           |
| Bond Principal                | -         | -         | -         | -                | -              | -         | -         | -         |
| Capital Lease Principal       | 743,223   | 521,591   | 578,338   | 600,391          | -              | -         | -         | -         |
| SBRTA Principal               | -         | 974,591   | -         | -                | -              | -         | -         | -         |
| Interest On Bonds             | -         | -         | -         | -                | -              | -         | -         | -         |
| Capital Lease Interest        | 4,557     | 92,854    | 80,508    | 58,691           | -              | -         | -         | -         |
| SBITA Interest Expense        | -         | 7,608     | -         | -                | -              | -         | -         | -         |
| Other Debt Service Fees       | -         | -         | -         | -                | -              | -         | -         | -         |
| Total Debt Services           | 747,780   | 1,596,644 | 658,846   | 659,082          | -              | -         | -         | -         |

**McKinney Independent School District**  
**General Fund - By Object**  
**For the Years Ended June 30, 2022 - June 30, 2029 (Actual, Budgeted and Projected)**

|   | 2021-22            | 2022-2023          | 2023-2024          | 2024-25             | 2025-26            | 2026-27            | 2027-28            | 2028-29            |
|---|--------------------|--------------------|--------------------|---------------------|--------------------|--------------------|--------------------|--------------------|
|   | Actual             | Actual             | Actual             | Projected Actual    | Adopted Budget     | Projected          | Projected          | Projected          |
| <i>Capital Outlay</i>                     |                    |                    |                    |                     |                    |                    |                    |                    |
| Bldg Purch, Constr Or Imp                 | 62,854             | 59,928             | 91,569             | 15,645              | -                  | -                  | -                  | -                  |
| Furniture & Equipment                     | 28,590             | 82,016             | 13,404             | 27,708              | 18,876             | 18,734             | 18,828             | 18,922             |
| Capital Lease                             | -                  | 3,866,129          | -                  | -                   | -                  | -                  | -                  | -                  |
| Total Capital Outlay                      | 91,444             | 4,008,073          | 104,973            | 43,354              | 18,876             | 18,734             | 18,828             | 18,922             |
| <b>Total Expenditures</b>                 | <b>237,694,391</b> | <b>258,646,978</b> | <b>255,204,995</b> | <b>267,673,202</b>  | <b>266,396,808</b> | <b>262,856,191</b> | <b>264,170,472</b> | <b>265,491,324</b> |
| <b>Other Uses</b>                         |                    |                    |                    |                     |                    |                    |                    |                    |
| Operating Transfers Out                   | -                  | -                  | -                  | -                   | -                  | -                  | -                  | -                  |
| Bond Refunding                            | -                  | -                  | -                  | -                   | -                  | -                  | -                  | -                  |
| Other Uses                                | 384,982            | -                  | -                  | -                   | -                  | -                  | -                  | -                  |
| Total Other Uses                          | 384,982            | -                  | -                  | -                   | -                  | -                  | -                  | -                  |
| <b>Total Expenditures and Other Uses</b>  | <b>238,079,373</b> | <b>258,646,978</b> | <b>255,204,995</b> | <b>267,673,202</b>  | <b>266,396,808</b> | <b>262,856,191</b> | <b>264,170,472</b> | <b>265,491,324</b> |
| <b>Revenues Over/(Under) Expenditures</b> | <b>(7,993,638)</b> | <b>(4,804,658)</b> | <b>(8,177,788)</b> | <b>(11,466,873)</b> | <b>(8,002,419)</b> | <b>(2,523,844)</b> | <b>(1,994,995)</b> | <b>(1,459,441)</b> |
| <b>Net Change in Fund Balance</b>         | <b>(8,378,620)</b> | <b>(938,529)</b>   | <b>(7,677,788)</b> | <b>(10,711,346)</b> | <b>(7,502,419)</b> | <b>(2,373,844)</b> | <b>(1,844,995)</b> | <b>(1,309,441)</b> |
| Projected Beginning Fund Balance          | 130,224,244        | 119,189,219        | 118,250,690        | 110,572,902         | 99,861,556         | 92,359,137         | 89,985,293         | 88,140,299         |
| Prior Period Adjustments                  | (2,656,404)        |                    |                    |                     |                    |                    |                    |                    |
| Projected Ending Fund Balance             | 119,189,219        | 118,250,690        | 110,572,902        | 99,861,556          | 92,359,137         | 89,985,293         | 88,140,299         | 86,830,859         |

**FOOTNOTES**

This long-range forecast is for illustrative and planning purposes only. Given the unpredictability of the biennial state legislature and other economic indicators, forecasts are subject to change frequently. This model represents a realistic, yet conservative prediction of financial outcomes based on current funding formulas. This plan uses static enrollment figures. It does not consider any future changes in staffing that may or may not be required. This financial plan does not assume any pay raises for staff beyond the 2025-2026 fiscal year, and there are no provisions for market value salary adjustments or additional employee benefits in this plan. All increases in compensation will need to be evaluated against available funds on an annual basis. Revenue forecasts assume property value growth at 5% per annum. Because future and current budgets will be adopted based on estimated property values, adequate reserves must be maintained to accommodate any required settle-up with the State when values are finally certified. This plan does not reflect the expected annual budget saves the district customarily maintains.



## Impact of Capital Improvements on Operating Budget

During a fiscal year, capital assets will need improvement or replacement. Some of which are planned (and budgeted) and some that are not. The recommended classes for accounting and statement presentation purposes are:

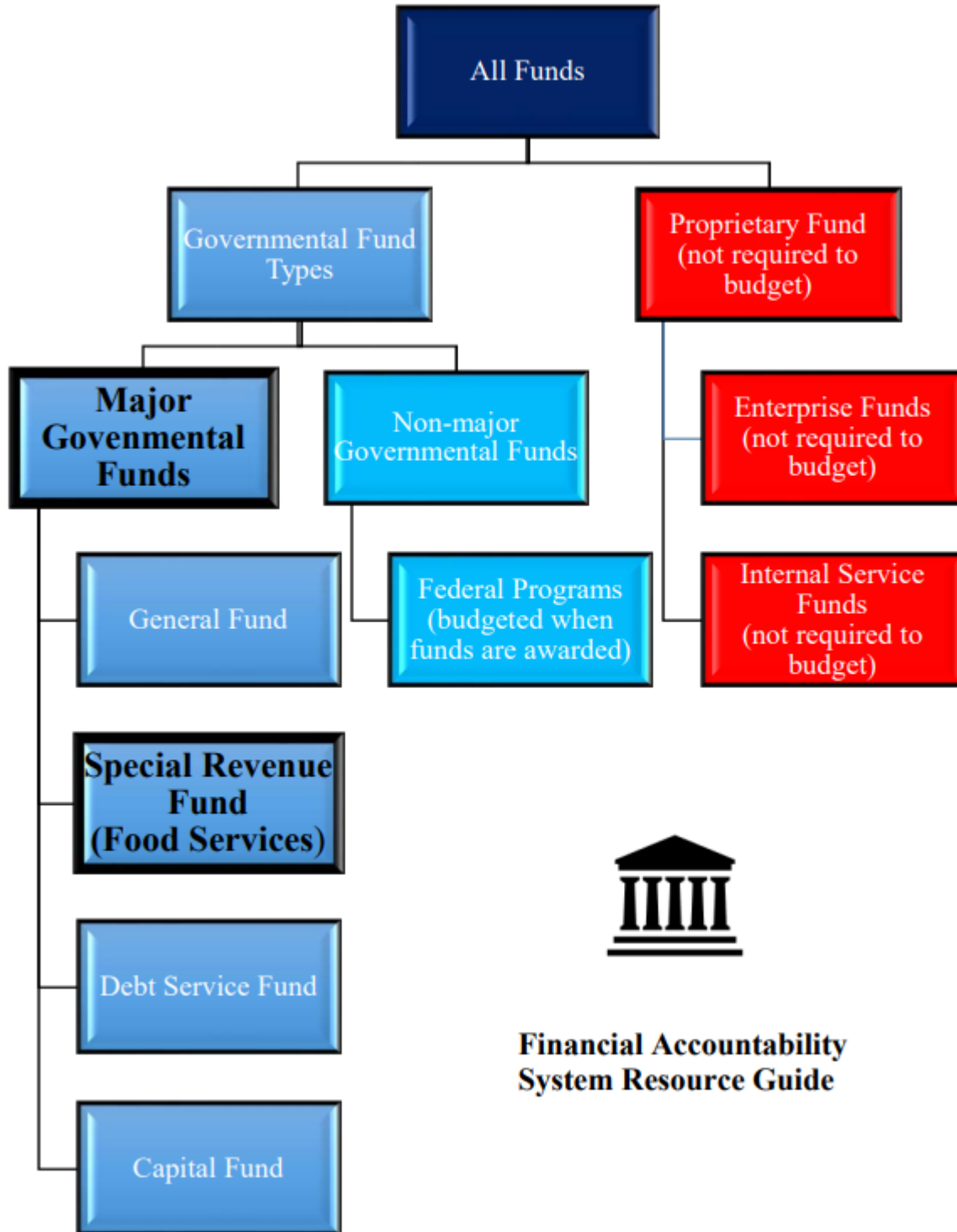
- Land recorded asset cost should include, in addition to the purchase price, such ancillary costs as legal and title fees, surveying fees, appraisal and negotiation fees, damage payments, site preparation costs (clearing, filling, and leveling) and demolition of unwanted structures.
- Land improvements consist of betterments, other than buildings, which prepare land for its intended use. Examples include site improvements such as excavation, fill grading and utility installation; removal, relocation, or reconstruction of property of others, such as railroads and telephone and power lines, retaining walls, parking lots, fencing, and landscaping.
- Costs of building and improvements include purchase price, contract price, professional fees of architects, attorneys, appraisers, financial advisors, etc.; damage claims; cost of fixtures attached to a building or other structure; construction insurance premiums, interest, and related costs incurred during the period of construction; and any other expenditures necessary to put a building or structure into its intended state of operation.
- Construction work in progress represents a temporary capitalization of labor, materials, equipment, and overhead costs of a construction project. Upon completion such costs should be cleared or moved by transfer of the capitalized costs to one or more of the other classes of assets.
- Furniture and equipment should include the total purchase price, before any trade-in allowance, and minus any discounts. Other costs which should be capitalized as equipment include transportation charges, installation costs, taxes or any other expenditure required to place the asset in its intended state of operation. If library books are considered to have a useful life of greater than one year, they are capital assets and are depreciable. Because most library collections consist of many books with modest values, group or composite depreciation methods may be appropriate.
- Infrastructure assets are defined as long lived capital assets that are normally stationary in nature, and which can normally be maintained for a significantly greater number of years than most capital assets. Infrastructure assets include roads, water and sewer systems, bridges, dams, tunnels, and lighting systems.

For 2025-2026, the general fund budget includes routine furniture and equipment allocations. If any material capital asset purchases or improvements are necessary, fund reserves in capital projects fund may be utilized or general fund reserves.

# Student Nutrition Information



## Structure of All Funds



**Financial Accountability  
System Resource Guide**

### Student Nutrition Fund Overview

The Student Nutrition Department operates a self-sufficient program within the school district. The fund balance continues to be invested in improvements to the program. In the past, excess funds have been used to upgrade kitchen equipment at several of the district campuses.

### Budget Preparation Process

Student participation rates, enrollment projections, estimated number of free and reduced students, and lunch schedules are some of the most significant factors used in preparing cost allocations.

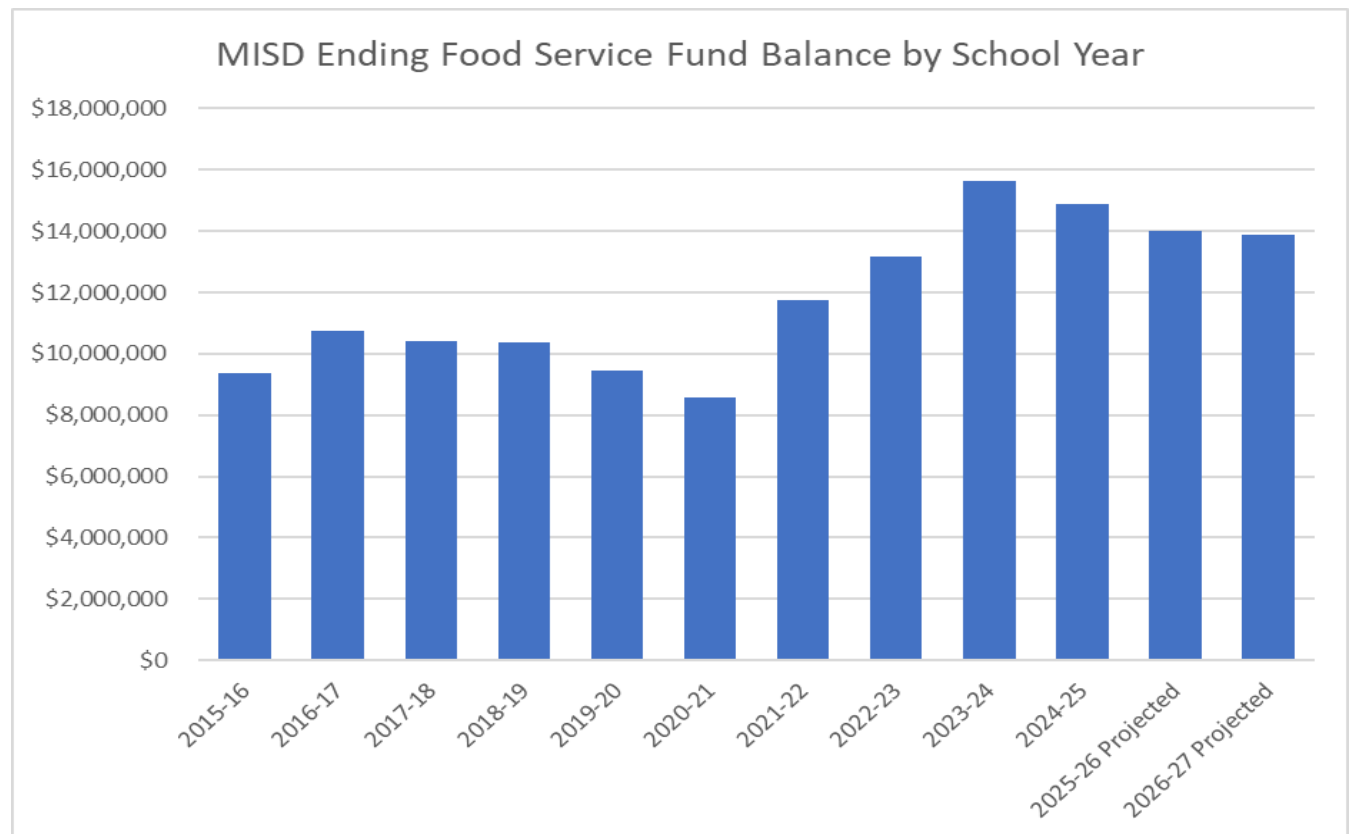
### Goals and Objectives

The Student Nutrition department's primary goal is to provide healthy and nutritious meals to fuel the minds and bodies of our students. We strive to deliver excellent customer service and are always open to feedback, as our goal is to maintain the highest standard for our customers. Some of the objectives of the Student Nutrition department include:

- Staffing the cafeterias with an effective, efficient, and friendly staff – the director closely monitors meals per labor hour to efficiently operate all district cafeterias.
- Compliance with the Texas Education Agency's Financial Accounting and Resource Guide rules regarding the fund balance reserve policy – reserves not exceeding three months of operating expenditures.
- Close monitoring of commodities received, freezer capacity, and properly planned orders of food and non-food items.
- Continue encouraging student meal participation in the program to "set the learning environment stage" for students to be academically successful. The expenditures included in the budget are needed to implement the strategy and goal identified above.

## Historical Fund Balance Analysis

| Historical Fund Balance Analysis - Food Service Fund |            |                     |                           |                        |                         |               |
|--|------------|---------------------|---------------------------|------------------------|-------------------------|---------------|
| Audit Year   | Enrollment | Ending Fund Balance | Food Service Expenditures | Months of Fund Balance | Percentage of Operating | Net Change    |
| 2015-16  | 24,765     | \$4,554,454         | \$9,368,637               | 5.83                   | 48.6%                   |               |
| 2016-17  | 24,880     | \$3,876,050         | \$10,749,293              | 4.33                   | 36.1%                   | (\$678,404)   |
| 2017-18  | 24,959     | \$3,957,914         | \$10,395,322              | 4.57                   | 38.1%                   | \$81,864      |
| 2018-19  | 24,717     | \$4,655,104         | \$10,363,397              | 5.39                   | 44.9%                   | \$697,190     |
| 2019-20  | 24,621     | \$4,429,512         | \$9,453,891               | 5.62                   | 46.9%                   | (\$225,592)   |
| 2020-21  | 23,398     | \$4,126,992         | \$8,555,479               | 5.79                   | 48.2%                   | (\$302,520)   |
| 2021-22  | 23,379     | \$8,531,033         | \$11,746,137              | 8.72                   | 72.6%                   | \$4,404,041   |
| 2022-23  | 23,342     | \$8,825,132         | \$13,179,862              | 8.04                   | 67.0%                   | \$294,099     |
| 2023-24  | 23,306     | \$6,114,447         | \$15,641,069              | 4.69                   | 39.1%                   | (\$2,710,685) |
| 2024-25  | 23,297     | \$4,134,260         | \$14,885,974              | 3.33                   | 27.8%                   | (\$1,980,187) |
| 2025-26 Projected                                    | 23,892     | \$4,051,674         | \$13,997,002              | 3.47                   | 28.9%                   | (\$82,586)    |
| 2026-27 Projected                                    | 24,056     | \$4,178,423         | \$13,892,024              | 3.61                   | 30.1%                   | (\$1,936,024) |



**McKinney Independent School District  
Student Nutrition Fund Budget - By Function  
For Year Ending June 30, 2024 - June 30, 2026**

|   | 2023-24            | 2024-25            |                    |                    | 2025-26           |                            |
|---|--------------------|--------------------|--------------------|--------------------|-------------------|----------------------------|
|   | Actual             | Original Budget    | Current Budget     | Projected Actual   | Adopted Budget    | Change from 24-25 Original |
| <b>Revenues</b>                             |                    |                    |                    |                    |                   |                            |
| Local                                       | 5,157,973          | 6,048,183          | 6,298,183          | 5,301,441          | 6,193,693         | 145,510                    |
| State                                       | 45,990             | 56,913             | 56,913             | 54,368             | 50,000            | (6,913)                    |
| Federal                                     | 7,726,421          | 6,920,319          | 6,920,319          | 7,549,978          | 7,670,723         | 750,404                    |
| <b>Total Revenues</b>                       | <u>12,930,384</u>  | <u>13,025,415</u>  | <u>13,275,415</u>  | <u>12,905,787</u>  | <u>13,914,416</u> | <u>889,001</u>             |
| <b>Other Resources</b>                      | -                  | -                  | -                  | -                  | -                 | -                          |
| <b>Total Revenue and Other Resources</b>    | <u>12,930,384</u>  | <u>13,025,415</u>  | <u>13,275,415</u>  | <u>12,905,787</u>  | <u>13,914,416</u> | <u>889,001</u>             |
| <b>Expenditures</b>                         |                    |                    |                    |                    |                   |                            |
| Instruction                                 | -                  | -                  | -                  | -                  | -                 | -                          |
| Instructional Resources & Media Services    | -                  | -                  | -                  | -                  | -                 | -                          |
| Curriculum & Staff Development              | -                  | -                  | -                  | -                  | -                 | -                          |
| Instruction Leadership                      | -                  | -                  | -                  | -                  | -                 | -                          |
| School Leadership                           | -                  | -                  | -                  | -                  | -                 | -                          |
| Guidance, Counseling, & Evaluation Services | -                  | -                  | -                  | -                  | -                 | -                          |
| Social Work Services                        | -                  | -                  | -                  | -                  | -                 | -                          |
| Health Services                             | -                  | -                  | -                  | -                  | -                 | -                          |
| Student Transportation                      | -                  | -                  | -                  | -                  | -                 | -                          |
| Food Service                                | 15,309,009         | 13,858,346         | 16,230,773         | 14,616,506         | 13,660,150        | (198,196)                  |
| Cocurricular/Extracurricular Activities     | -                  | -                  | -                  | -                  | -                 | -                          |
| General Administration                      | -                  | -                  | -                  | -                  | -                 | -                          |
| Plant Maintenance and Operations            | 332,060            | 332,992            | 332,992            | 269,468            | 336,852           | 3,860                      |
| Security and Monitoring Services            | -                  | -                  | -                  | -                  | -                 | -                          |
| Data Processing Services                    | -                  | -                  | -                  | -                  | -                 | -                          |
| Community Services                          | -                  | -                  | -                  | -                  | -                 | -                          |
| Debt Service                                | -                  | -                  | -                  | -                  | -                 | -                          |
| Facilities Acquisition and Construction     | -                  | -                  | -                  | -                  | -                 | -                          |
| Contracted Instructional Services           | -                  | -                  | -                  | -                  | -                 | -                          |
| Payments to JJAEP Program                   | -                  | -                  | -                  | -                  | -                 | -                          |
| Other Intergovernmental Charges             | -                  | -                  | -                  | -                  | -                 | -                          |
| <b>Total Expenditures</b>                   | <u>15,641,069</u>  | <u>14,191,338</u>  | <u>16,563,765</u>  | <u>14,885,974</u>  | <u>13,997,002</u> | <u>(194,336)</u>           |
| <b>Other Uses</b>                           | -                  | -                  | -                  | -                  | -                 | -                          |
| <b>Total Expenditures and Other Uses</b>    | <u>15,641,069</u>  | <u>14,191,338</u>  | <u>16,563,765</u>  | <u>14,885,974</u>  | <u>13,997,002</u> | <u>(194,336)</u>           |
| <b>Revenues Over/(Under) Expenditures</b>   | <u>(2,710,685)</u> | <u>(1,165,923)</u> | <u>(3,288,350)</u> | <u>(1,980,187)</u> | <u>(82,586)</u>   | <u>1,083,337</u>           |
| <b>Net Change in Fund Balance</b>           | <u>(2,710,685)</u> | <u>(1,165,923)</u> | <u>(3,288,350)</u> | <u>(1,980,187)</u> | <u>(82,586)</u>   | <u>1,083,337</u>           |
| Projected Beginning Fund Balance            | 8,825,132          | 6,114,447          | 6,114,447          | 6,114,447          | 4,134,260         | (1,980,187)                |
| Prior Period Adjustments                    | -                  | -                  | -                  | -                  | -                 | -                          |
| Projected Ending Fund Balance               | <u>6,114,447</u>   | <u>4,948,524</u>   | <u>2,826,097</u>   | <u>4,134,260</u>   | <u>4,051,674</u>  | <u>(896,850)</u>           |

**McKinney Independent School District**  
**Student Nutrition Fund Budget - By Object Category**  
**For the Years Ended June 30, 2024 - June 30, 2026**

|   | 2023-24            | 2024-25            |                    |                    | 2025-26           |                            |
|---|--------------------|--------------------|--------------------|--------------------|-------------------|----------------------------|
|   | Actual             | Original Budget    | Current Budget     | Projected Actual   | Adopted Budget    | Change from 24-25 Original |
| <b>Revenues</b>                           |                    |                    |                    |                    |                   |                            |
| Local                                     | 5,157,973          | 6,048,183          | 6,048,183          | 5,301,441          | 6,193,693         | 145,510                    |
| State                                     | 45,990             | 56,913             | 56,913             | 54,368             | 50,000            | (6,913)                    |
| Federal                                   | 7,726,421          | 6,920,319          | 6,920,319          | 7,549,978          | 7,670,723         | 750,404                    |
| <b>Total Revenues</b>                     | <u>12,930,384</u>  | <u>13,025,415</u>  | <u>13,025,415</u>  | <u>12,905,787</u>  | <u>13,914,416</u> | <u>889,001</u>             |
| <b>Other Resources</b>                    | -                  | -                  | -                  | -                  | -                 | -                          |
| <b>Total Revenue and Other Resources</b>  | <u>12,930,384</u>  | <u>13,025,415</u>  | <u>13,025,415</u>  | <u>12,905,787</u>  | <u>13,914,416</u> | <u>889,001</u>             |
| <b>Expenditures</b>                       |                    |                    |                    |                    |                   |                            |
| Payroll Costs                             | 177,336            | 178,094            | 178,094            | 178,167            | 181,045           | 2,951                      |
| Contracted Services                       | 12,382,000         | 11,530,673         | 13,022,460         | 12,616,862         | 13,748,457        | 2,217,784                  |
| Supplies & Materials                      | 1,326,085          | 957,919            | 1,018,520          | 987,625            | 67,000            | (890,919)                  |
| Other Operating Costs                     | 465                | 4,000              | 1,500              | 539                | 500               | (3,500)                    |
| Debt Services                             | -                  | -                  | -                  | -                  | -                 | -                          |
| Capital Outlay                            | 1,755,183          | 1,520,652          | 2,343,191          | 1,102,781          | -                 | (1,520,652)                |
| <b>Total Expenditures</b>                 | <u>15,641,069</u>  | <u>14,191,338</u>  | <u>16,563,765</u>  | <u>14,885,974</u>  | <u>13,997,002</u> | <u>(194,336)</u>           |
| <b>Other Uses</b>                         | -                  | -                  | -                  | -                  | -                 | -                          |
| <b>Total Expenditures and Other Uses</b>  | <u>15,641,069</u>  | <u>14,191,338</u>  | <u>16,563,765</u>  | <u>14,885,974</u>  | <u>13,997,002</u> | <u>(194,336)</u>           |
| <b>Revenues Over/(Under) Expenditures</b> | <u>(2,710,685)</u> | <u>(1,165,923)</u> | <u>(3,538,350)</u> | <u>(1,980,187)</u> | <u>(82,586)</u>   | <u>1,083,337</u>           |
| <b>Net Change in Fund Balance</b>         | <u>(2,710,685)</u> | <u>(1,165,923)</u> | <u>(3,538,350)</u> | <u>(1,980,187)</u> | <u>(82,586)</u>   | <u>1,083,337</u>           |
| Projected Beginning Fund Balance          | 8,825,132          | 6,114,447          | 6,114,447          | 6,114,447          | 4,134,260         | (1,980,187)                |
| Prior Period Adjustments                  | -                  | -                  | -                  | -                  | -                 | -                          |
| Projected Ending Fund Balance             | <u>6,114,447</u>   | <u>4,948,524</u>   | <u>2,576,097</u>   | <u>4,134,260</u>   | <u>4,051,674</u>  | <u>(896,850)</u>           |

**McKinney Independent School District**  
**Student Nutrition Fund Budget - By Object**  
**For the Years Ended June 30, 2024 - June 30, 2026 (Actual, Budgeted and Projected)**

|   | 2023-24           |                   | 2024-25           |                   | 2025-26           |                            |
|---|-------------------|-------------------|-------------------|-------------------|-------------------|----------------------------|
|   | Actual            | Original Budget   | Current Budget    | Projected Actual  | Adopted Budget    | Change from 24-25 Original |
| <b>Revenues</b>                             |                   |                   |                   |                   |                   |                            |
| <i>Local</i>                                |                   |                   |                   |                   |                   |                            |
| Taxes, Current Year                         | -                 | -                 | -                 | -                 | -                 | -                          |
| Taxes, Prior Year                           | -                 | -                 | -                 | -                 | -                 | -                          |
| Taxes - Rollback                            | -                 | -                 | -                 | -                 | -                 | -                          |
| Penalties, Interest, and Other Tax Revenues | -                 | -                 | -                 | -                 | -                 | -                          |
| Tuition                                     | -                 | -                 | -                 | -                 | -                 | -                          |
| Tuition                                     | -                 | -                 | -                 | -                 | -                 | -                          |
| Princeton Land Detachment                   | -                 | -                 | -                 | -                 | -                 | -                          |
| Interest Income/Investment                  | -                 | -                 | -                 | -                 | -                 | -                          |
| Rental of Facilities                        | -                 | -                 | -                 | -                 | -                 | -                          |
| Gifts & Bequests                            | -                 | -                 | -                 | -                 | -                 | -                          |
| Insurance Recovery                          | -                 | -                 | -                 | -                 | -                 | -                          |
| Miscellaneous Revenue                       | -                 | -                 | -                 | 10,059            | -                 | -                          |
| Food Service Revenue                        | 5,157,973         | 6,048,183         | 6,298,183         | 5,291,383         | 6,193,693         | 145,510                    |
| Athletics Revenue                           | -                 | -                 | -                 | -                 | -                 | -                          |
| Misc Rev Intermediate Sources               | -                 | -                 | -                 | -                 | -                 | -                          |
| Total Local                                 | 5,157,973         | 6,048,183         | 6,298,183         | 5,301,442         | 6,193,693         | 145,510                    |
| <i>State</i>                                |                   |                   |                   |                   |                   |                            |
| Per Capita - Available Funds Revenue        | -                 | -                 | -                 | -                 | -                 | -                          |
| Foundation Entitlements                     | -                 | -                 | -                 | -                 | -                 | -                          |
| Other Foundation Revenues                   | -                 | -                 | -                 | -                 | -                 | -                          |
| Other State Revenues                        | 45,990            | 56,913            | 56,913            | 54,368            | 50,000            | (6,913)                    |
| TRS On-Behalf                               | -                 | -                 | -                 | -                 | -                 | -                          |
| Total State                                 | 45,990            | 56,913            | 56,913            | 54,368            | 50,000            | (6,913)                    |
| <i>Federal</i>                              |                   |                   |                   |                   |                   |                            |
| Nat'l School Breakfast                      | 1,723,464         | 1,392,919         | 1,392,919         | 1,746,642         | 1,892,076         | 499,157                    |
| Nat'l School Lunch                          | 4,948,036         | 4,708,831         | 4,708,831         | 4,981,085         | 5,000,728         | 291,897                    |
| USD Donated Commodities                     | 744,246           | 777,919           | 777,919           | 785,780           | 777,919           | -                          |
| Federal Revenues                            | -                 | 40,650            | 40,650            | -                 | -                 | (40,650)                   |
| School Related Health (SHARS)               | -                 | -                 | -                 | -                 | -                 | -                          |
| Summer Feeding Program                      | 310,675           | -                 | -                 | 36,472            | -                 | -                          |
| Total Federal                               | 7,726,421         | 6,920,319         | 6,920,319         | 7,549,979         | 7,670,723         | 750,404                    |
| <b>Total Revenue</b>                        | <b>12,930,384</b> | <b>13,025,415</b> | <b>13,275,415</b> | <b>12,905,788</b> | <b>13,914,416</b> | <b>889,001</b>             |
| <i>Other Resources</i>                      |                   |                   |                   |                   |                   |                            |
| Sale of Bonds                               | -                 | -                 | -                 | -                 | -                 | -                          |
| Sale of Real and Personal Property          | -                 | -                 | -                 | -                 | -                 | -                          |
| Operating Transfers In                      | -                 | -                 | -                 | -                 | -                 | -                          |
| Premium/Discount on Bonds                   | -                 | -                 | -                 | -                 | -                 | -                          |
| Total Other Resources                       | -                 | -                 | -                 | -                 | -                 | -                          |
| <b>Total Revenues and Other Resources</b>   | <b>12,930,384</b> | <b>13,025,415</b> | <b>13,275,415</b> | <b>12,905,788</b> | <b>13,914,416</b> | <b>889,001</b>             |
| <b>Expenditures</b>                         |                   |                   |                   |                   |                   |                            |
| <i>Payroll Costs</i>                        |                   |                   |                   |                   |                   |                            |
| Substitute Salary                           | -                 | -                 | -                 | -                 | -                 | -                          |
| Other Payroll Payments                      | -                 | -                 | -                 | -                 | -                 | -                          |
| Stipends                                    | -                 | -                 | -                 | -                 | -                 | -                          |
| Professional Salaries                       | -                 | -                 | -                 | -                 | -                 | -                          |
| Extra Duty/Overtime/Supp                    | -                 | -                 | -                 | 57                | -                 | -                          |
| Salaries Substitute Suppo                   | -                 | -                 | -                 | -                 | -                 | -                          |
| Part-Time Employees                         | -                 | -                 | -                 | -                 | -                 | -                          |
| Support Personnel Salary                    | 160,152           | 163,753           | 163,753           | 163,226           | 163,753           | -                          |
| Retirement Increments                       | -                 | -                 | -                 | -                 | -                 | -                          |
| Employee Allowances                         | -                 | -                 | -                 | -                 | -                 | -                          |
| Social Security & Medic T                   | 2,093             | 2,128             | 2,128             | 2,197             | 2,210             | 82                         |
| Group Hospitalization                       | 10,289            | 10,292            | 10,292            | 7,535             | 10,292            | -                          |
| Workers Compensation                        | 605               | 675               | 675               | 671               | 674               | (1)                        |
| TRS On-Behalf Payments                      | -                 | -                 | -                 | -                 | -                 | -                          |
| Unemployment Compensation                   | -                 | -                 | -                 | -                 | -                 | -                          |
| TRS Care                                    | 4,181             | 1,229             | 1,229             | 4,463             | 4,099             | 2,870                      |
| Employee Benefits-403B Ad                   | 16                | 17                | 17                | 16                | 17                | -                          |
| Total Payroll Costs                         | 177,336           | 178,094           | 178,094           | 178,167           | 181,045           | 2,951                      |



**McKinney Independent School District**  
**Student Nutrition Fund Budget - By Object**  
**For the Years Ended June 30, 2024 - June 30, 2026 (Actual, Budgeted and Projected)**

|                               | 2023-24    | 2024-25         |                |                  | 2025-26        |                            |
|-------------------------------|------------|-----------------|----------------|------------------|----------------|----------------------------|
|                               | Actual     | Original Budget | Current Budget | Projected Actual | Adopted Budget | Change from 24-25 Original |
| <i>Contracted Services</i>    |            |                 |                |                  |                |                            |
| Legal Services                | -          | -               | -              | -                | -              | -                          |
| Audit Services                | -          | -               | -              | -                | -              | -                          |
| Tax Appraisal/Collections     | -          | -               | -              | -                | -              | -                          |
| Lobbying Service Fees         | -          | -               | -              | -                | -              | -                          |
| Contracted/Prof Services      | -          | -               | -              | -                | -              | -                          |
| Student Tuition-Public Sc     | -          | -               | -              | -                | -              | -                          |
| Student Tuition-Non-Publi     | -          | -               | -              | -                | -              | -                          |
| Stu Tuition Cr-Chapter 41     | -          | -               | -              | -                | -              | -                          |
| Educational Service Cente     | -          | -               | -              | -                | -              | -                          |
| Contracted Repair Of Vehi     | 9,001      | 10,000          | 5,000          | 684              | 5,000          | (5,000)                    |
| Contract Svcs-Bldg/Ground     | -          | -               | -              | -                | -              | -                          |
| Contracted Maint & Repair     | 78         | 75,000          | 22,000         | 6,269            | 10,000         | (65,000)                   |
| Utilities: Water/Sewer/Tr     | -          | -               | -              | -                | -              | -                          |
| Utilities: Telephone/Tele     | -          | -               | -              | -                | -              | -                          |
| Utilities: Electricity        | -          | -               | -              | -                | -              | -                          |
| Utilities: Gas-Heating/Co     | -          | -               | -              | -                | -              | -                          |
| Utilities                     | 205,736    | 205,808         | 205,808        | 143,115          | 205,808        | -                          |
| Rentals: Operating Leases     | 4,716      | 4,800           | 4,866          | 4,866            | 4,866          | 66                         |
| Consulting Services           | -          | -               | -              | -                | -              | -                          |
| Police                        | -          | -               | -              | -                | -              | -                          |
| Officials Sporting Events     | -          | -               | -              | -                | -              | -                          |
| Non Employee Game Workers     | -          | -               | -              | -                | -              | -                          |
| Misc Contracted Services      | 12,162,469 | 11,235,065      | 12,784,786     | 12,461,927       | 13,522,783     | 2,287,718                  |
| Total Contracted Services     | 12,382,000 | 11,530,673      | 13,022,460     | 12,616,862       | 13,748,457     | 2,217,784                  |
| <i>Supplies and Materials</i> |            |                 |                |                  |                |                            |
| Gas & Other Fuels/Vehicle     | 6,210      | 20,000          | 20,000         | 3,767            | 7,000          | (13,000)                   |
| Custodial Supplies            | -          | -               | -              | -                | -              | -                          |
| Building Supplies             | -          | -               | -              | -                | -              | -                          |
| Grounds Supplies              | -          | -               | -              | -                | -              | -                          |
| Maintenance Uniforms          | -          | -               | -              | -                | -              | -                          |
| Maintenance & Operations      | -          | -               | -              | -                | -              | -                          |
| Textbooks-Not State Adopt     | -          | -               | -              | -                | -              | -                          |
| Reading Materials/Library     | -          | -               | -              | -                | -              | -                          |
| Testing Materials             | -          | -               | -              | -                | -              | -                          |
| Food Expenses (Food Servi     | 305,382    | -               | -              | -                | -              | -                          |
| Usda Donated Commodities      | 744,246    | 777,919         | 777,919        | 785,780          | -              | (777,919)                  |
| Computer Supplies             | 5,149      | 10,000          | 148,696        | 148,692          | 10,000         | -                          |
| Av/Photo Equipment & Supp     | -          | -               | -              | -                | -              | -                          |
| Furniture & Equipment         | 264,750    | -               | 578            | 577              | -              | -                          |
| General Supplies              | 348        | 150,000         | 71,327         | 48,809           | 50,000         | (100,000)                  |
| Total Supplies and Materials  | 1,326,085  | 957,919         | 1,018,520      | 987,625          | 67,000         | (890,919)                  |
| <i>Other Operating Costs</i>  |            |                 |                |                  |                |                            |
| Employee Travel & Subsis      | 378        | 4,000           | 1,500          | 539              | 500            | (3,500)                    |
| Student Travel & Subsiste     | -          | -               | -              | -                | -              | -                          |
| Non-Employee Travel           | -          | -               | -              | -                | -              | -                          |
| Insurance & Bonding Costs     | -          | -               | -              | -                | -              | -                          |
| Election Costs                | -          | -               | -              | -                | -              | -                          |
| Statutorily Req.Public No     | -          | -               | -              | -                | -              | -                          |
| Reclassified Transp Costs     | -          | -               | -              | -                | -              | -                          |
| Dues Paid To Organization     | -          | -               | -              | -                | -              | -                          |
| Miscellaneous Operating C     | 87         | -               | -              | -                | -              | -                          |
| Total Other Operating Costs   | 465        | 4,000           | 1,500          | 539              | 500            | (3,500)                    |
| <i>Debt Services</i>          |            |                 |                |                  |                |                            |
| Bond Principal                | -          | -               | -              | -                | -              | -                          |
| Capital Lease Principal       | -          | -               | -              | -                | -              | -                          |
| Interest On Bonds             | -          | -               | -              | -                | -              | -                          |
| Capital Lease Interest        | -          | -               | -              | -                | -              | -                          |
| Other Debt Service Fees       | -          | -               | -              | -                | -              | -                          |
| Total Debt Services           | -          | -               | -              | -                | -              | -                          |

**McKinney Independent School District**  
**Student Nutrition Fund Budget - By Object**  
**For the Years Ended June 30, 2024 - June 30, 2026 (Actual, Budgeted and Projected)**

|   | 2023-24            | 2024-25            |                    |                    | 2025-26           |                            |
|---|--------------------|--------------------|--------------------|--------------------|-------------------|----------------------------|
|   | Actual             | Original Budget    | Current Budget     | Projected Actual   | Adopted Budget    | Change from 24-25 Original |
| <i>Capital Outlay</i>                     |                    |                    |                    |                    |                   |                            |
| Bldg Purch, Constr Or Imp                 | -                  | -                  | -                  | -                  | -                 | -                          |
| Furniture & Equipment                     | 1,755,183          | 1,520,652          | 2,343,191          | 1,102,781          | -                 | (1,520,652)                |
| Total Capital Outlay                      | 1,755,183          | 1,520,652          | 2,343,191          | 1,102,781          | -                 | (1,520,652)                |
| <b>Total Expenditures</b>                 | <b>15,641,069</b>  | <b>14,191,338</b>  | <b>16,563,765</b>  | <b>14,885,974</b>  | <b>13,997,002</b> | <b>(194,336)</b>           |
| <b>Other Uses</b>                         |                    |                    |                    |                    |                   |                            |
| Operating Transfers Out                   | -                  | -                  | -                  | -                  | -                 | -                          |
| Bond Refunding                            | -                  | -                  | -                  | -                  | -                 | -                          |
| Other Uses                                | -                  | -                  | -                  | -                  | -                 | -                          |
| Total Other Uses                          | -                  | -                  | -                  | -                  | -                 | -                          |
| <b>Total Expenditures and Other Uses</b>  | <b>15,641,069</b>  | <b>14,191,338</b>  | <b>16,563,765</b>  | <b>14,885,974</b>  | <b>13,997,002</b> | <b>(194,336)</b>           |
| <b>Revenues Over/(Under) Expenditures</b> | <b>(2,710,685)</b> | <b>(1,165,923)</b> | <b>(3,288,350)</b> | <b>(1,980,185)</b> | <b>(82,586)</b>   | <b>1,083,337</b>           |
| <b>Net Change in Fund Balance</b>         | <b>(2,710,685)</b> | <b>(1,165,923)</b> | <b>(3,288,350)</b> | <b>(1,980,187)</b> | <b>(82,586)</b>   | <b>1,083,337</b>           |
| Projected Beginning Fund Balance          | 8,825,132          | 6,114,447          | 6,114,447          | 6,114,447          | 4,134,260         | (1,980,187)                |
| Prior Period Adjustments                  | -                  | -                  | -                  | -                  | -                 | -                          |
| Projected Ending Fund Balance             | 6,114,447          | 4,948,524          | 2,826,097          | 4,134,260          | 4,051,674         | (896,850)                  |

### Assumptions & Projections

Revenue for the Student Nutrition Fund comes from mainly two sources: 1) local funds from the sale of school breakfast and lunch and 2) federal reimbursement from the National School Breakfast/Lunch Program (NSLP).

Expenditures in Student Nutrition are primarily related to contracted services, food, and food related costs. Both expenses are impacted by outside forces. MISD contracts out the operations of its food service department with Aramark Food Services. The cost of food has been increasing annually for the past several years. We will continue to watch both our revenue and expense estimates to ensure we continue to operate a self-sufficient program.

**McKinney Independent School District  
Student Nutrition Fund - by Function  
For Years Ending June 30, 2022 - June 30, 2029 (Actual, Budgeted and Projected)**

|   | <b>2021-2022<br/>Actual</b> | <b>2022-2023<br/>Actual</b> | <b>2023-2024<br/>Actual</b> | <b>2024-2025<br/>Projected<br/>Actual</b> | <b>2025-2026<br/>Adopted<br/>Budget</b> | <b>2026-2027<br/>Projected</b> | <b>2027-2028<br/>Projected</b> | <b>2028-2029<br/>Projected</b> |
|---|-----------------------------|-----------------------------|-----------------------------|---|---|--------------------------------|--------------------------------|--------------------------------|
| <b>Revenues</b>                             |                             |                             |                             |   |   |                                |                                |                                |
| Local                                       | 1,808,132                   | 5,071,397                   | 5,157,973                   | 5,301,441                                 | 6,193,693                               | 6,240,146                      | 6,286,947                      | 6,334,099                      |
| State                                       | 50,367                      | 56,913                      | 45,990                      | 54,368                                    | 50,000                                  | 50,375                         | 50,627                         | 50,880                         |
| Federal                                     | 13,780,082                  | 8,337,168                   | 7,726,421                   | 7,549,978                                 | 7,670,723                               | 7,728,253                      | 7,766,895                      | 7,805,729                      |
| <b>Total Revenues</b>                       | <b>15,638,581</b>           | <b>13,465,478</b>           | <b>12,930,384</b>           | <b>12,905,787</b>                         | <b>13,914,416</b>                       | <b>14,018,774</b>              | <b>14,104,468</b>              | <b>14,190,708</b>              |
| <b>Other Resources</b>                      | -                           | -                           | -                           | -   | -                                       | -                              | -                              | -                              |
| <b>Total Revenue and Other Resources</b>    | <b>15,638,581</b>           | <b>13,465,478</b>           | <b>12,930,384</b>           | <b>12,905,787</b>                         | <b>13,914,416</b>                       | <b>14,018,774</b>              | <b>14,104,468</b>              | <b>14,190,708</b>              |
| <b>Expenditures</b>                         |                             |                             |                             |   |   |                                |                                |                                |
| Instruction                                 | -                           | -                           | -                           | -   | -                                       | -                              | -                              | -                              |
| Instructional Resources & Media Services    | -                           | -                           | -                           | -   | -                                       | -                              | -                              | -                              |
| Curriculum & Staff Development              | -                           | -                           | -                           | -   | -                                       | -                              | -                              | -                              |
| Instruction Leadership                      | -                           | -                           | -                           | -   | -                                       | -                              | -                              | -                              |
| School Leadership                           | -                           | -                           | -                           | -   | -                                       | -                              | -                              | -                              |
| Guidance, Counseling, & Evaluation Services | -                           | -                           | -                           | -   | -                                       | -                              | -                              | -                              |
| Social Work Services                        | -                           | -                           | -                           | -   | -                                       | -                              | -                              | -                              |
| Health Services                             | -                           | -                           | -                           | -   | -                                       | -                              | -                              | -                              |
| Student Transportation                      | -                           | -                           | -                           | -   | -                                       | -                              | -                              | -                              |
| Food Service                                | 11,477,624                  | 12,852,222                  | 15,309,009                  | 14,616,506                                | 13,660,150                              | 13,557,699                     | 13,625,487                     | 13,693,615                     |
| Cocurricular/Extracurricular Activities     | -                           | -                           | -                           | -   | -                                       | -                              | -                              | -                              |
| General Administration                      | 27                          | -                           | -                           | -   | -                                       | -                              | -                              | -                              |
| Plant Maintenance and Operations            | 268,486                     | 319,157                     | 332,060                     | 269,468                                   | 336,852                                 | 334,326                        | 335,997                        | 337,677                        |
| Security and Monitoring Services            | -                           | -                           | -                           | -   | -                                       | -                              | -                              | -                              |
| Data Processing Services                    | -                           | -                           | -                           | -   | -                                       | -                              | -                              | -                              |
| Community Services                          | -                           | -                           | -                           | -   | -                                       | -                              | -                              | -                              |
| Debt Service                                | -                           | -                           | -                           | -   | -                                       | -                              | -                              | -                              |
| Facilities Acquisition and Construction     | -                           | -                           | -                           | -   | -                                       | -                              | -                              | -                              |
| Contracted Instructional Services           | -                           | -                           | -                           | -   | -                                       | -                              | -                              | -                              |
| Payments to JJAEP Program                   | -                           | -                           | -                           | -   | -                                       | -                              | -                              | -                              |
| Other Intergovernmental Charges             | -                           | -                           | -                           | -   | -                                       | -                              | -                              | -                              |
| <b>Total Expenditures</b>                   | <b>11,746,137</b>           | <b>13,171,379</b>           | <b>15,641,069</b>           | <b>14,885,974</b>                         | <b>13,997,002</b>                       | <b>13,892,024</b>              | <b>13,961,485</b>              | <b>14,031,292</b>              |
| <b>Other Uses</b>                           | -                           | -                           | -                           | -   | -                                       | -                              | -                              | -                              |
| <b>Total Expenditures and Other Uses</b>    | <b>11,746,137</b>           | <b>13,171,379</b>           | <b>15,641,069</b>           | <b>14,885,974</b>                         | <b>13,997,002</b>                       | <b>13,892,024</b>              | <b>13,961,485</b>              | <b>14,031,292</b>              |
| <b>Revenues Over/(Under) Expenditures</b>   | <b>3,892,444</b>            | <b>294,099</b>              | <b>(2,710,685)</b>          | <b>(1,980,187)</b>                        | <b>(82,586)</b>                         | <b>126,750</b>                 | <b>142,984</b>                 | <b>159,416</b>                 |
| <b>Net Change in Fund Balance</b>           | <b>3,892,444</b>            | <b>294,099</b>              | <b>(2,710,685)</b>          | <b>(1,980,187)</b>                        | <b>(82,586)</b>                         | <b>126,750</b>                 | <b>142,984</b>                 | <b>159,416</b>                 |
| Projected Beginning Fund Balance            | 4,126,993                   | 8,531,034                   | 8,825,132                   | 6,114,447                                 | 4,134,260                               | 4,051,674                      | 4,178,423                      | 4,321,407                      |
| Prior Period Adjustments                    | 511,597                     | -                           | -                           | -   | -                                       | -                              | -                              | -                              |
| Projected Ending Fund Balance               | 8,531,034                   | 8,825,132                   | 6,114,447                   | 4,134,260                                 | 4,051,674                               | 4,178,423                      | 4,321,407                      | 4,480,823                      |

**FOOTNOTES**

This long-range forecast is for illustrative and planning purposes only. Given the unpredictability of the biennial state legislature and other economic indicators, forecasts are subject to change frequently. The first 3 years of this model represent a realistic, yet conservative prediction of financial outcomes based on current funding formulas. This plan uses static enrollment figures. It does not consider any future changes in staffing that may or may not be required. This financial plan does not assume any pay raises for staff beyond the 2025-2026 fiscal year, and there are no provisions for market value salary adjustments or additional employee benefits in this plan. All increases in compensation will need to be evaluated against available funds on an annual basis. Revenue forecasts assume property value growth at 5% per annum. Because future and current budgets will be adopted based on estimated property values, adequate reserves must be maintained to accommodate any required settle-up with the State when values are finally certified. This plan does not reflect the expected annual budget saves the district customarily maintains.

**McKinney Independent School District**  
**Student Nutrition Fund Budget - By Object**  
**For the Years Ended June 30, 2022 - June 30, 2029 (Actual, Budgeted and Projected)**

|   | 2021-2022<br>Actual | 2022-2023<br>Actual | 2023-2024<br>Actual | 2024-2025<br>Projected<br>Actual | 2025-2026<br>Adopted<br>Budget | 2026-2027<br>Projected<br>Budget | 2027-2028<br>Projected<br>Budget | 2028-2029<br>Projected<br>Budget |
|---|---------------------|---------------------|---------------------|----------------------------------|--------------------------------|----------------------------------|----------------------------------|----------------------------------|
| <b>Revenues</b>                             |                     |                     |                     |                                  |                                |                                  |                                  |                                  |
| <i>Local</i>                                |                     |                     |                     |                                  |                                |                                  |                                  |                                  |
| Taxes, Current Year                         | -                   | -                   | -                   | -                                | -                              | -                                | -                                | -                                |
| Taxes, Prior Year                           | -                   | -                   | -                   | -                                | -                              | -                                | -                                | -                                |
| Taxes - Rollback                            | -                   | -                   | -                   | -                                | -                              | -                                | -                                | -                                |
| Penalties, Interest, and Other Tax Revenues | -                   | -                   | -                   | -                                | -                              | -                                | -                                | -                                |
| Tuition                                     | -                   | -                   | -                   | -                                | -                              | -                                | -                                | -                                |
| Tuition                                     | -                   | -                   | -                   | -                                | -                              | -                                | -                                | -                                |
| Princeton Land Detachment                   | -                   | -                   | -                   | -                                | -                              | -                                | -                                | -                                |
| Interest Income/Investment                  | -                   | -                   | -                   | -                                | -                              | -                                | -                                | -                                |
| Rental of Facilities                        | -                   | -                   | -                   | -                                | -                              | -                                | -                                | -                                |
| Gifts & Bequests                            | -                   | -                   | -                   | -                                | -                              | -                                | -                                | -                                |
| Insurance Recovery                          | -                   | -                   | -                   | -                                | -                              | -                                | -                                | -                                |
| Miscellaneous Revenue                       | -                   | -                   | -                   | 10,059                           | -                              | -                                | -                                | -                                |
| Food Service Revenue                        | 1,808,132           | 5,071,397           | 5,157,973           | 5,291,383                        | 6,193,693                      | 6,240,146                        | 6,286,947                        | 6,334,099                        |
| Athletics Revenue                           | -                   | -                   | -                   | -                                | -                              | -                                | -                                | -                                |
| Misc Rev Intermediate Sources               | -                   | -                   | -                   | -                                | -                              | -                                | -                                | -                                |
| <b>Total Local</b>                          | <b>1,808,132</b>    | <b>5,071,397</b>    | <b>5,157,973</b>    | <b>5,301,442</b>                 | <b>6,193,693</b>               | <b>6,240,146</b>                 | <b>6,286,947</b>                 | <b>6,334,099</b>                 |
| <i>State</i>                                |                     |                     |                     |                                  |                                |                                  |                                  |                                  |
| Per Capita - Available Funds Revenue        | -                   | -                   | -                   | -                                | -                              | -                                | -                                | -                                |
| Foundation Entitlements                     | -                   | -                   | -                   | -                                | -                              | -                                | -                                | -                                |
| Other Foundation Revenues                   | -                   | -                   | -                   | -                                | -                              | -                                | -                                | -                                |
| Other State Revenues                        | 50,367              | 56,913              | 45,990              | 54,368                           | 50,000                         | 50,375                           | 50,627                           | 50,880                           |
| TRS On-Behalf                               | -                   | -                   | -                   | -                                | -                              | -                                | -                                | -                                |
| <b>Total State</b>                          | <b>50,367</b>       | <b>56,913</b>       | <b>45,990</b>       | <b>54,368</b>                    | <b>50,000</b>                  | <b>50,375</b>                    | <b>50,627</b>                    | <b>50,880</b>                    |
| <i>Federal</i>                              |                     |                     |                     |                                  |                                |                                  |                                  |                                  |
| Nat'l School Breakfast                      | 2,448,658           | 1,465,475           | 1,723,464           | 1,746,642                        | 1,892,076                      | 1,906,267                        | 1,915,798                        | 1,925,377                        |
| Nat'l School Lunch                          | 10,376,406          | 5,011,891           | 4,948,036           | 4,981,085                        | 4,903,710                      | 4,940,488                        | 4,965,190                        | 4,990,016                        |
| USD Donated Commodities                     | 955,018             | 643,993             | 744,246             | 785,780                          | 777,919                        | 783,753                          | 787,672                          | 791,611                          |
| Federal Revenues                            | -                   | 666,725             | -                   | -                                | 41,662                         | 41,974                           | 42,184                           | 42,395                           |
| School Related Health (SHARS)               | -                   | -                   | -                   | -                                | -                              | -                                | -                                | -                                |
| Summer Feeding Program                      | -                   | 549,084             | 310,675             | 36,472                           | 55,356                         | 55,771                           | 56,050                           | 56,330                           |
| <b>Total Federal</b>                        | <b>13,780,082</b>   | <b>8,337,168</b>    | <b>7,726,421</b>    | <b>7,549,979</b>                 | <b>7,670,723</b>               | <b>7,728,253</b>                 | <b>7,766,895</b>                 | <b>7,805,729</b>                 |
| <b>Total Revenue</b>                        | <b>15,638,581</b>   | <b>13,465,478</b>   | <b>12,930,384</b>   | <b>12,905,787</b>                | <b>13,914,416</b>              | <b>14,018,774</b>                | <b>14,104,468</b>                | <b>14,190,708</b>                |
| <i>Other Resources</i>                      |                     |                     |                     |                                  |                                |                                  |                                  |                                  |
| Sale of Bonds                               | -                   | -                   | -                   | -                                | -                              | -                                | -                                | -                                |
| Sale of Real and Personal Property          | -                   | -                   | -                   | -                                | -                              | -                                | -                                | -                                |
| Operating Transfers In                      | -                   | -                   | -                   | -                                | -                              | -                                | -                                | -                                |
| Premium/Discount on Bonds                   | -                   | -                   | -                   | -                                | -                              | -                                | -                                | -                                |
| <b>Total Other Resources</b>                | <b>-</b>            | <b>-</b>            | <b>-</b>            | <b>-</b>                         | <b>-</b>                       | <b>-</b>                         | <b>-</b>                         | <b>-</b>                         |
| <b>Total Revenues and Other Resources</b>   | <b>15,638,581</b>   | <b>13,465,478</b>   | <b>12,930,384</b>   | <b>12,905,787</b>                | <b>13,914,416</b>              | <b>14,018,774</b>                | <b>14,104,468</b>                | <b>14,190,708</b>                |
| <b>Expenditures</b>                         |                     |                     |                     |                                  |                                |                                  |                                  |                                  |
| <i>Payroll Costs</i>                        |                     |                     |                     |                                  |                                |                                  |                                  |                                  |
| Substitute Salary                           | -                   | -                   | -                   | -                                | -                              | -                                | -                                | -                                |
| Other Payroll Payments                      | -                   | -                   | -                   | -                                | -                              | -                                | -                                | -                                |
| Stipends                                    | -                   | -                   | -                   | -                                | -                              | -                                | -                                | -                                |
| Professional Salaries                       | -                   | -                   | -                   | -                                | -                              | -                                | -                                | -                                |
| Extra Duty/Overtm/Sup/Sti                   | -                   | -                   | -                   | 57                               | -                              | -                                | -                                | -                                |
| Salaries Substitute Suppo                   | -                   | -                   | -                   | -                                | -                              | -                                | -                                | -                                |
| Part-Time Employees                         | -                   | -                   | -                   | -                                | -                              | -                                | -                                | -                                |
| Support Personnel Salary                    | 139,454             | 154,064             | 160,152             | 163,226                          | 163,753                        | 162,525                          | 163,337                          | 164,154                          |
| Retirement Increments                       | -                   | -                   | -                   | -                                | -                              | -                                | -                                | -                                |
| Employee Allowances                         | -                   | -                   | -                   | -                                | -                              | -                                | -                                | -                                |
| Social Security & Medic T                   | 1,867               | 2,073               | 2,093               | 2,197                            | 2,210                          | 2,193                            | 2,204                            | 2,215                            |
| Group Hospitalization                       | 9,651               | 10,313              | 10,289              | 7,535                            | 10,292                         | 10,215                           | 10,266                           | 10,317                           |
| Workers Compensation                        | 322                 | 317                 | 605                 | 671                              | 674                            | 669                              | 672                              | 676                              |
| TRS On-Behalf Payments                      | -                   | -                   | -                   | -                                | -                              | -                                | -                                | -                                |
| Unemployment Compensation                   | -                   | -                   | -                   | -                                | -                              | -                                | -                                | -                                |
| TRS Care                                    | 4,909               | 3,868               | 4,181               | 4,463                            | 4,099                          | 4,068                            | 4,089                            | 4,109                            |
| Employee Benefits-403B Ad                   | 16                  | 16                  | 16                  | 16                               | 17                             | 17                               | 17                               | 17                               |
| <b>Total Payroll Costs</b>                  | <b>156,219</b>      | <b>170,651</b>      | <b>177,336</b>      | <b>178,167</b>                   | <b>181,045</b>                 | <b>179,687</b>                   | <b>180,586</b>                   | <b>181,489</b>                   |

**McKinney Independent School District**  
**Student Nutrition Fund Budget - By Object**  
**For the Years Ended June 30, 2022 - June 30, 2029 (Actual, Budgeted and Projected)**

|                               | 2021-2022<br>Actual | 2022-2023<br>Actual | 2023-2024<br>Actual | 2024-2025<br>Projected<br>Actual | 2025-2026<br>Adopted<br>Budget | 2026-2027<br>Projected<br>Budget | 2027-2028<br>Projected<br>Budget | 2028-2029<br>Projected<br>Budget |
|-------------------------------|---------------------|---------------------|---------------------|----------------------------------|--------------------------------|----------------------------------|----------------------------------|----------------------------------|
| <i>Contracted Services</i>    |                     |                     |                     |                                  |                                |                                  |                                  |                                  |
| Legal Services                | -                   | -                   | -                   | -                                | -                              | -                                | -                                | -                                |
| Audit Services                | -                   | -                   | -                   | -                                | -                              | -                                | -                                | -                                |
| Tax Appraisal/Collections     | -                   | -                   | -                   | -                                | -                              | -                                | -                                | -                                |
| Lobbying Service Fees         | -                   | -                   | -                   | -                                | -                              | -                                | -                                | -                                |
| Contracted/Prof Services      | -                   | -                   | -                   | -                                | -                              | -                                | -                                | -                                |
| Student Tuition-Public Sc     | -                   | -                   | -                   | -                                | -                              | -                                | -                                | -                                |
| Student Tuition-Non-Publi     | -                   | -                   | -                   | -                                | -                              | -                                | -                                | -                                |
| Stu Tuition Cr-Chapter 41     | -                   | -                   | -                   | -                                | -                              | -                                | -                                | -                                |
| Educational Service Cente     | -                   | -                   | -                   | -                                | -                              | -                                | -                                | -                                |
| Contracted Repair Of Vehi     | -                   | 9,579               | 9,001               | 684                              | 5,000                          | 4,963                            | 4,987                            | 5,012                            |
| Contract Svcs-Bldg/Ground     | -                   | -                   | -                   | -                                | -                              | -                                | -                                | -                                |
| Contracted Maint & Repair     | 27,264              | 47,069              | 78                  | 6,269                            | 10,000                         | 9,925                            | 9,975                            | 10,024                           |
| Utilities: Water/Sewer/Tr     | -                   | -                   | -                   | -                                | -                              | -                                | -                                | -                                |
| Utilities: Telephone/Tele     | -                   | -                   | -                   | -                                | -                              | -                                | -                                | -                                |
| Utilities: Electricity        | -                   | -                   | -                   | -                                | -                              | -                                | -                                | -                                |
| Utilities: Gas-Heating/Co     | -                   | -                   | -                   | -                                | -                              | -                                | -                                | -                                |
| Utilities                     | 150,549             | 195,711             | 205,736             | 143,115                          | 205,808                        | 204,264                          | 205,286                          | 206,312                          |
| Rentals: Operating Leases     | 4,320               | 4,680               | 4,716               | 4,866                            | 4,866                          | 4,830                            | 4,854                            | 4,878                            |
| Consulting Services           | -                   | -                   | -                   | -                                | -                              | -                                | -                                | -                                |
| Police                        | -                   | -                   | -                   | -                                | -                              | -                                | -                                | -                                |
| Officials Sporting Events     | -                   | -                   | -                   | -                                | -                              | -                                | -                                | -                                |
| Non-Employee Game Workers     | -                   | -                   | -                   | -                                | -                              | -                                | -                                | -                                |
| Misc Contracted Services      | 10,262,346          | 10,263,361          | 12,162,469          | 12,461,927                       | 13,522,783                     | 13,421,362                       | 13,488,469                       | 13,555,911                       |
| Total Contracted Services     | 10,444,479          | 10,520,399          | 12,382,000          | 12,616,862                       | 13,748,457                     | 13,645,344                       | 13,713,570                       | 13,782,138                       |
| <i>Supplies and Materials</i> |                     |                     |                     |                                  |                                |                                  |                                  |                                  |
| Gas & Other Fuels/Vehicle     | 5,825               | 5,397               | 6,210               | 3,767                            | 7,000                          | 6,948                            | 6,982                            | 7,017                            |
| Custodial Supplies            | -                   | -                   | -                   | -                                | -                              | -                                | -                                | -                                |
| Building Supplies             | -                   | -                   | -                   | -                                | -                              | -                                | -                                | -                                |
| Grounds Supplies              | -                   | -                   | -                   | -                                | -                              | -                                | -                                | -                                |
| Maintenance Uniforms          | -                   | -                   | -                   | -                                | -                              | -                                | -                                | -                                |
| Maintenance & Operations      | -                   | -                   | -                   | -                                | -                              | -                                | -                                | -                                |
| Textbooks-Not State Adopt     | -                   | -                   | -                   | -                                | -                              | -                                | -                                | -                                |
| Reading Materials/Library     | -                   | -                   | -                   | -                                | -                              | -                                | -                                | -                                |
| Testing Materials             | -                   | -                   | -                   | -                                | -                              | -                                | -                                | -                                |
| Food Expenses (Food Servi     | -                   | 637,281             | 305,382             | -                                | -                              | -                                | -                                | -                                |
| Usda Donated Commodities      | 955,018             | 643,993             | 744,246             | 785,780                          | -                              | -                                | -                                | -                                |
| Computer Supplies             | 5,689               | 18,963              | 5,149               | 148,692                          | 10,000                         | 9,925                            | 9,975                            | 10,024                           |
| Av/Photo Equipment & Supp     | -                   | -                   | -                   | -                                | -                              | -                                | -                                | -                                |
| Furniture & Equipment         | 80,348              | 82,636              | 264,750             | 577                              | -                              | -                                | -                                | -                                |
| General Supplies              | 44,388              | 17,961              | 348                 | 48,809                           | 50,000                         | 49,625                           | 49,873                           | 50,122                           |
| Total Supplies and Materials  | 1,091,269           | 1,406,230           | 1,326,085           | 987,625                          | 67,000                         | 66,498                           | 66,830                           | 67,164                           |
| <i>Other Operating Costs</i>  |                     |                     |                     |                                  |                                |                                  |                                  |                                  |
| Employee Travel & Subsist     | 142                 | 244                 | 378                 | 539                              | 500                            | 496                              | 499                              | 501                              |
| Student Travel & Subsiste     | -                   | -                   | -                   | -                                | -                              | -                                | -                                | -                                |
| Non-Employee Travel           | -                   | -                   | -                   | -                                | -                              | -                                | -                                | -                                |
| Insurance & Bonding Costs     | -                   | -                   | -                   | -                                | -                              | -                                | -                                | -                                |
| Election Costs                | -                   | -                   | -                   | -                                | -                              | -                                | -                                | -                                |
| Statutorily Req.Public No     | -                   | -                   | -                   | -                                | -                              | -                                | -                                | -                                |
| Reclassified Transp Costs     | -                   | -                   | -                   | -                                | -                              | -                                | -                                | -                                |
| Dues Paid To Organization     | -                   | -                   | -                   | -                                | -                              | -                                | -                                | -                                |
| Miscellaneous Operating C     | -                   | -                   | 87                  | -                                | -                              | -                                | -                                | -                                |
| Total Other Operating Costs   | 142                 | 244                 | 465                 | 539                              | 500                            | 496                              | 499                              | 501                              |
| <i>Debt Services</i>          |                     |                     |                     |                                  |                                |                                  |                                  |                                  |
| Bond Principal                | -                   | -                   | -                   | -                                | -                              | -                                | -                                | -                                |
| Capital Lease Principal       | -                   | -                   | -                   | -                                | -                              | -                                | -                                | -                                |
| Interest On Bonds             | -                   | -                   | -                   | -                                | -                              | -                                | -                                | -                                |
| Capital Lease Interest        | -                   | -                   | -                   | -                                | -                              | -                                | -                                | -                                |
| Other Debt Service Fees       | -                   | -                   | -                   | -                                | -                              | -                                | -                                | -                                |
| Total Debt Services           | -                   | -                   | -                   | -                                | -                              | -                                | -                                | -                                |

**McKinney Independent School District  
Student Nutrition Fund Budget - By Object  
For the Years Ended June 30, 2022 - June 30, 2029 (Actual, Budgeted and Projected)**

|   | 2021-2022<br>Actual | 2022-2023<br>Actual | 2023-2024<br>Actual | 2024-2025<br>Projected<br>Actual | 2025-2026<br>Adopted<br>Budget | 2026-2027<br>Projected<br>Budget | 2027-2028<br>Projected<br>Budget | 2028-2029<br>Projected<br>Budget |
|---|---------------------|---------------------|---------------------|----------------------------------|--------------------------------|----------------------------------|----------------------------------|----------------------------------|
| <i>Capital Outlay</i>                     |                     |                     |                     |                                  |                                |                                  |                                  |                                  |
| Bldg Purch, Constr Or Imp                 | -                   | -                   | -                   | -                                | -                              | -                                | -                                | -                                |
| Furniture & Equipment                     | 54,028              | 1,073,856           | 1,755,183           | 1,102,781                        | -                              | -                                | -                                | -                                |
| Total Capital Outlay                      | 54,028              | 1,073,856           | 1,755,183           | 1,102,781                        | -                              | -                                | -                                | -                                |
| <b>Total Expenditures</b>                 | <b>11,746,137</b>   | <b>13,171,379</b>   | <b>15,641,069</b>   | <b>14,885,974</b>                | <b>13,997,002</b>              | <b>13,892,024</b>                | <b>13,961,485</b>                | <b>14,031,292</b>                |
| <b>Other Uses</b>                         |                     |                     |                     |                                  |                                |                                  |                                  |                                  |
| Operating Transfers Out                   | -                   | -                   | -                   | -                                | -                              | -                                | -                                | -                                |
| Bond Refunding                            | -                   | -                   | -                   | -                                | -                              | -                                | -                                | -                                |
| Other Uses                                | -                   | -                   | -                   | -                                | -                              | -                                | -                                | -                                |
| Total Other Uses                          | -                   | -                   | -                   | -                                | -                              | -                                | -                                | -                                |
| <b>Total Expenditures and Other Uses</b>  | <b>11,746,137</b>   | <b>13,171,379</b>   | <b>15,641,069</b>   | <b>14,885,974</b>                | <b>13,997,002</b>              | <b>13,892,024</b>                | <b>13,961,485</b>                | <b>14,031,292</b>                |
| <b>Revenues Over/(Under) Expenditures</b> | <b>3,892,444</b>    | <b>294,099</b>      | <b>(2,710,685)</b>  | <b>(1,980,187)</b>               | <b>(82,586)</b>                | <b>126,750</b>                   | <b>142,984</b>                   | <b>159,416</b>                   |
| <b>Net Change in Fund Balance</b>         | <b>3,892,444</b>    | <b>294,099</b>      | <b>(2,710,685)</b>  | <b>(1,980,187)</b>               | <b>(82,586)</b>                | <b>126,750</b>                   | <b>142,984</b>                   | <b>159,416</b>                   |
| Projected Beginning Fund Balance          | 4,126,993           | 8,531,034           | 8,825,132           | 6,114,447                        | 4,134,260                      | 4,051,674                        | 4,178,423                        | 4,321,407                        |
| Prior Period Adjustments                  | 511,597             |                     |                     |                                  |                                |                                  |                                  |                                  |
| Projected Ending Fund Balance             | 8,531,034           | 8,825,132           | 6,114,447           | 4,134,260                        | 4,051,674                      | 4,178,423                        | 4,321,407                        | 4,480,823                        |

**FOOTNOTES**

This long-range forecast is for illustrative and planning purposes only. Given the unpredictability of the biennial state legislature and other economic indicators, forecasts are subject to change frequently. The first 3 years of this model represent a realistic, yet conservative prediction of financial outcomes based on current funding formulas. This plan uses static enrollment figures. It does not consider any future changes in staffing that may or may not be required. This financial plan does not assume any pay raises for staff beyond the 2025-2026 fiscal year, and there are no provisions for market value salary adjustments or additional employee benefits in this plan. All increases in compensation will need to be evaluated against available funds on an annual basis. Revenue forecasts assume property value growth at 5% per annum. Because future and current budgets will be adopted based on estimated property values, adequate reserves must be maintained to accommodate any required settle-up with the State when values are finally certified. This plan does not reflect the expected annual budget saves the district customarily maintains.

## Impact of Capital Improvements on Student Nutrition Budget

During a fiscal year, capital assets will need improvement or replacement. Some of which are planned (and budgeted) and some that are not. The recommended classes for accounting and statement presentation purposes are:

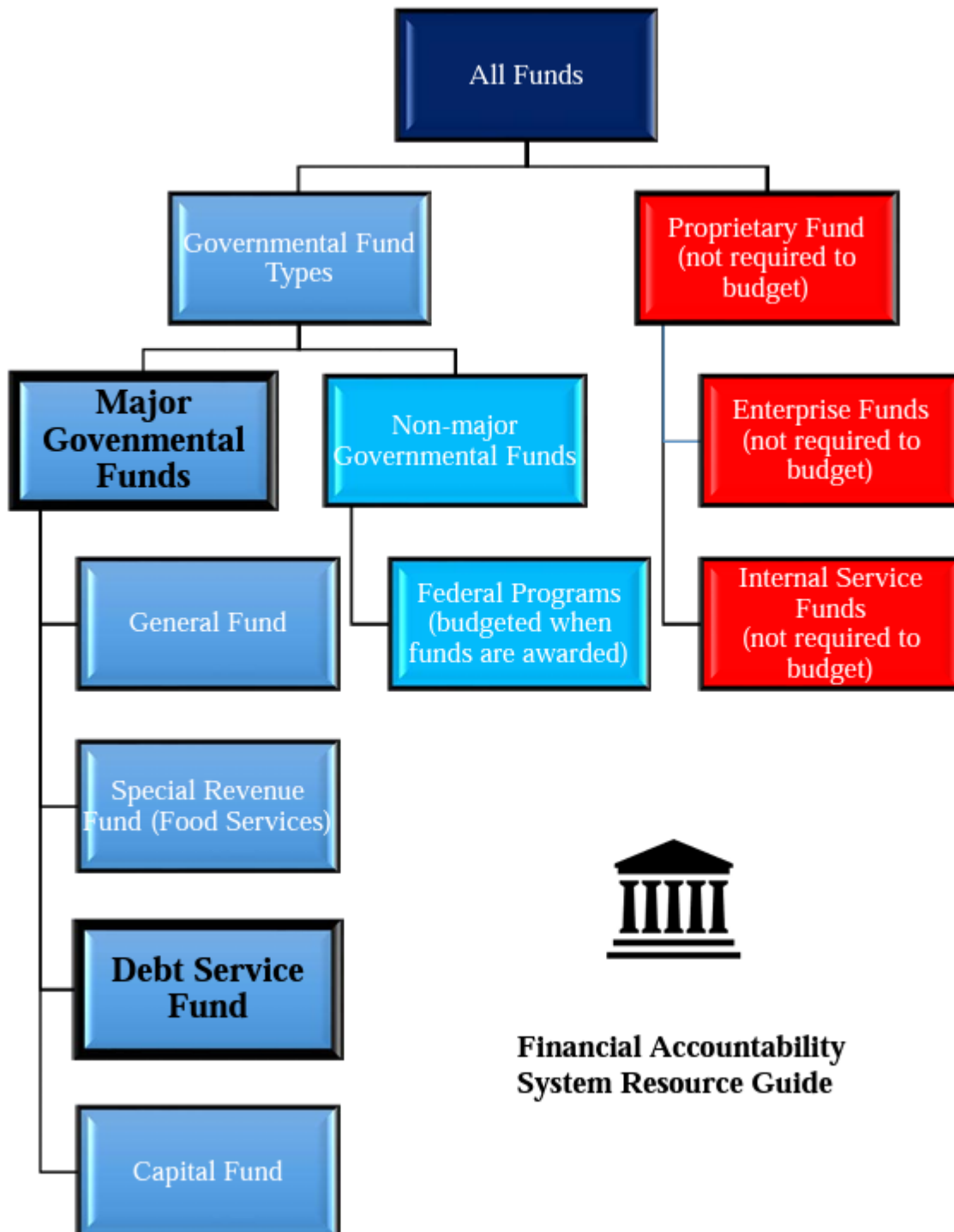
- Land recorded asset cost should include, in addition to the purchase price, such ancillary costs as legal and title fees, surveying fees, appraisal and negotiation fees, damage payments, site preparation costs (clearing, filling, and leveling) and demolition of unwanted structures.
- Land improvements consist of betterments, other than buildings, which prepare land for its intended use. Examples include site improvements such as excavation, fill grading and utility installation; removal, relocation, or reconstruction of property of others, such as railroads and telephone and power lines, retaining walls, parking lots, fencing, and landscaping.
- Costs of building and improvements include purchase price, contract price, professional fees of architects, attorneys, appraisers, financial advisors, etc.; damage claims; cost of fixtures attached to a building or other structure; construction insurance premiums, interest, and related costs incurred during the period of construction; and any other expenditures necessary to put a building or structure into its intended state of operation.
- Construction work in progress represents a temporary capitalization of labor, materials, equipment, and overhead costs of a construction project. Upon completion such costs should be cleared or moved by transfer of the capitalized costs to one or more of the other classes of assets.
- Furniture and equipment should include the total purchase price, before any trade-in allowance, and minus any discounts. Other costs which should be capitalized as equipment include transportation charges, installation costs, taxes or any other expenditure required to place the asset in its intended state of operation. If library books are considered to have a useful life of greater than one year, they are capital assets and are depreciable. Because most library collections consist of many books with modest values, group or composite depreciation methods may be appropriate.
- Infrastructure assets are defined as long lived capital assets that are normally stationary in nature, and which can normally be maintained for a significantly greater number of years than most capital assets. Infrastructure assets include roads, water and sewer systems, bridges, dams, tunnels, and lighting systems.

# Debt Service Information





## Structure of All Funds



**Financial Accountability  
System Resource Guide**

## Debt Service Fund Overview

### Debt Service Fund Information

The Debt Service Fund accounts for payments of principal, interest, and related fees on the district's general obligation bonds. Under Texas law, only these debt service payments can be accounted for in this fund.

The Texas Education Code Section 45.003(e) specifies that a school district is able to issue unlimited tax bonds, provided that the district demonstrates its projected ability to pay such bonds plus the District's outstanding bonds (excluding bonds authorized by an election held on or before April 1, 1992 and issued before September 1, 1992) at a debt service rate of not more than \$0.50 per \$100 of assessed valuation without the pledging of Tier I funds first.

### Budget Preparation Process

The taxable values, tax collection rate, estimated penalties and interest collected, debt repayment schedule, estimated interest earnings, bond fees, and arbitrage fees are the core of the revenues and expenditures that are reviewed annually when determining the proposed tax rate and budget.

Other sources of information for inclusion in the debt service fund budget include the financial advisor, bond counsel, and the board of trustees.

Existing debt levels on current and future budgets hinge on several variables. For example, tax base growth, opportunities for refunding, etc., will drive the actual resources needed to fund annual debt obligations.

### General Obligation Bonds

The primary type of bond debt instrument is the General Obligation Bond. This debt instrument requires voter approval.

The following information depicts bonded debt facts of MISD as of June 30, 2025:

- Outstanding Principal Bonded Debt \$ 399,370,000
- Underlying Bond Rating Aa1 (Moody's Investors Service, Inc), AA+ (Standard & Poor's)

### Goals and Objectives

The following goals and objectives are key components which drive our debt service fund budget:

- Limit the term of the bonds.
- When feasible, retire debt early.
- No issuance of CABs.
- Refinance, when possible, for savings.
- Lower the overall cost of borrowing.
- Term of the bonds should match asset life.

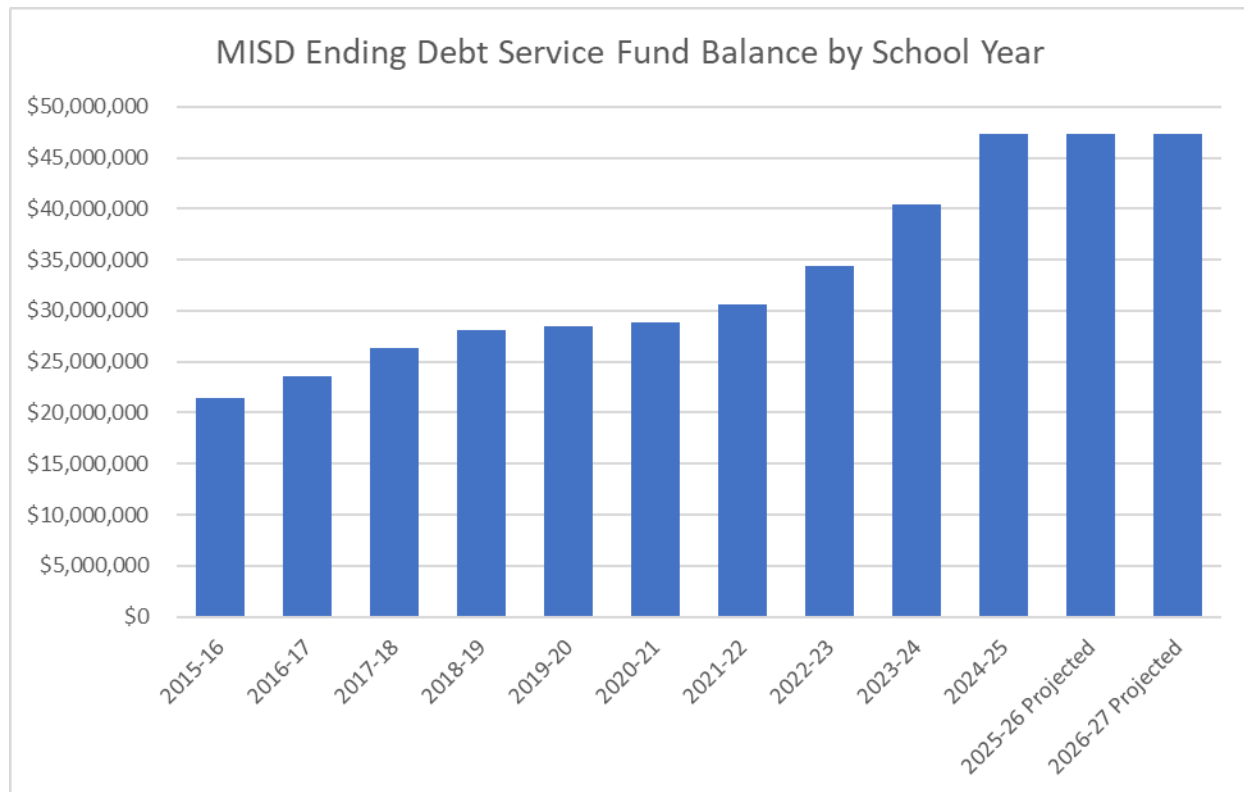
The expenditures included in the budget are needed to subsidize future bond principal and interest payments along with related fees.

A summary of changes in general long-term debt for the year ended June 30, 2024 is as follows:

| Bond Series Name                      | Beginning<br>Balance | Debt<br>Issued | Principal<br>Retired | Ending<br>Balance | Due Within<br>One Year |
|---------------------------------------|----------------------|----------------|----------------------|-------------------|------------------------|
| 2014 School Building and Refunding    | \$ 27,645,000        | \$ -           | \$ (27,645,000)      | \$ -              | \$ -                   |
| 2015 Refunding                        | 25,850,000           | -              | (3,250,000)          | 22,600,000        | 3,400,000              |
| 2015A Building and Refunding          | 39,020,000           | -              | (3,065,000)          | 35,955,000        | 35,955,000             |
| 2016 Refunding                        | 23,800,000           | -              | (2,145,000)          | 21,655,000        | 2,270,000              |
| 2016A Building                        | 52,110,000           | -              | (3,295,000)          | 48,815,000        | 3,465,000              |
| 2017 Building                         | 54,115,000           | -              | (3,215,000)          | 50,900,000        | 3,380,000              |
| 2018 Building                         | 27,910,000           | -              | (1,410,000)          | 26,500,000        | 1,485,000              |
| 2019 Building and Refunding           | 6,445,000            | -              | (510,000)            | 5,935,000         | 535,000                |
| 2021 Unlimited Building and Refunding | 89,680,000           | -              | (6,980,000)          | 82,700,000        | 6,570,000              |
| 2022 Unlimited Building and Refunding | 67,840,000           | -              | (4,765,000)          | 63,075,000        | 5,010,000              |
| 2023 Unlimited Building and Refunding | 9,430,000            | -              | (3,575,000)          | 5,855,000         | 1,350,000              |
| 2024 Unlimited Building and Refunding | -                    | 80,300,000     | (44,920,000)         | 35,380,000        | 2,585,000              |
| Total bonds payable                   | 423,845,000          | 80,300,000     | (104,775,000)        | 399,370,000       | 66,005,000             |

## Historical Fund Balance Analysis

| Historical Fund Balance Analysis - Debt Service Fund |            |                     |                                |                        |                         |             |
|--|------------|---------------------|--------------------------------|------------------------|-------------------------|-------------|
| Audit Year   | Enrollment | Ending Fund Balance | Debt Service Fund Expenditures | Months of Fund Balance | Percentage of Operating | Net Change  |
| 2015-16  | 24,765     | \$21,460,805        | \$55,210,815                   | 4.66                   | 38.9%                   |             |
| 2016-17  | 24,880     | \$23,621,603        | \$55,676,425                   | 5.09                   | 42.4%                   | \$2,160,798 |
| 2017-18  | 24,959     | \$26,313,970        | \$62,147,982                   | 5.08                   | 42.3%                   | \$2,692,367 |
| 2018-19  | 24,717     | \$28,097,175        | \$64,218,167                   | 5.25                   | 43.8%                   | \$1,783,205 |
| 2019-20  | 24,621     | \$28,539,967        | \$70,135,994                   | 4.88                   | 40.7%                   | \$442,792   |
| 2020-21  | 23,398     | \$28,818,818        | \$73,211,706                   | 4.72                   | 39.4%                   | \$278,851   |
| 2021-22  | 23,379     | \$30,593,215        | \$69,260,414                   | 5.30                   | 44.2%                   | \$1,774,397 |
| 2022-23  | 23,342     | \$34,402,146        | \$80,807,838                   | 5.11                   | 42.6%                   | \$3,808,931 |
| 2023-24  | 23,306     | \$40,376,969        | \$90,577,333                   | 5.35                   | 44.6%                   | \$5,974,823 |
| 2024-25  | 23,297     | \$47,360,927        | \$99,576,452                   | 5.71                   | 47.6%                   | \$6,983,958 |
| 2025-26 Projected                                    | 23,892     | \$47,360,927        | \$116,464,356                  | 4.88                   | 40.7%                   | \$0         |
| 2026-27 Projected                                    | 24,056     | \$47,360,927        | \$117,337,839                  | 4.84                   | 40.4%                   | \$0         |



**McKinney Independent School District**  
**Debt Service Fund - By Function**  
**For the Years Ended June 30, 2024 - June 30, 2026 (Actual, Budgeted and Projected)**

|   | 2023-24            | 2024-25            |                    |                    | 2025-26            |                            |
|---|--------------------|--------------------|--------------------|--------------------|--------------------|----------------------------|
|   | Actual             | Original Budget    | Current Budget     | Projected Actual   | Adopted Budget     | Change from 24-25 Original |
| <b>Revenues</b>                             |                    |                    |                    |                    |                    |                            |
| Property Tax Revenue                        | 88,938,005         | 104,774,543        | 104,774,543        | 99,597,884         | 108,964,356        | 4,189,813                  |
| State Revenue                               | 7,393,486          | 500,000            | 6,198,088          | 6,765,136          | 7,500,000          | 7,000,000                  |
| Federal Revenue                             | -                  | -                  | -                  | -                  | -                  | -                          |
| <b>Total Revenues</b>                       | <u>96,331,491</u>  | <u>105,274,543</u> | <u>110,972,631</u> | <u>106,363,020</u> | <u>116,464,356</u> | <u>11,189,813</u>          |
| <b>Other Resources</b>                      | <u>31,105,112</u>  | <u>-</u>           | <u>-</u>           | <u>25,431,549</u>  | <u>-</u>           | <u>-</u>                   |
| <b>Total Revenue and Other Resources</b>    | <u>127,436,603</u> | <u>105,274,543</u> | <u>110,972,631</u> | <u>131,794,569</u> | <u>116,464,356</u> | <u>11,189,813</u>          |
| <b>Expenditures</b>                         |                    |                    |                    |                    |                    |                            |
| Instruction                                 | -                  | -                  | -                  | -                  | -                  | -                          |
| Instructional Resources & Media Services    | -                  | -                  | -                  | -                  | -                  | -                          |
| Curriculum & Staff Development              | -                  | -                  | -                  | -                  | -                  | -                          |
| Instruction Leadership                      | -                  | -                  | -                  | -                  | -                  | -                          |
| School Leadership                           | -                  | -                  | -                  | -                  | -                  | -                          |
| Guidance, Counseling, & Evaluation Services | -                  | -                  | -                  | -                  | -                  | -                          |
| Social Work Services                        | -                  | -                  | -                  | -                  | -                  | -                          |
| Health Services                             | -                  | -                  | -                  | -                  | -                  | -                          |
| Student Transportation                      | -                  | -                  | -                  | -                  | -                  | -                          |
| Food Service                                | -                  | -                  | -                  | -                  | -                  | -                          |
| Cocurricular/Extracurricular Activities     | -                  | -                  | -                  | -                  | -                  | -                          |
| General Administration                      | -                  | -                  | -                  | -                  | -                  | -                          |
| Plant Maintenance and Operations            | -                  | -                  | -                  | -                  | -                  | -                          |
| Security and Monitoring Services            | -                  | -                  | -                  | -                  | -                  | -                          |
| Data Processing Services                    | -                  | -                  | -                  | -                  | -                  | -                          |
| Community Services                          | -                  | -                  | -                  | -                  | -                  | -                          |
| Debt Service                                | 90,577,333         | 105,274,543        | 99,576,455         | 99,576,452         | 116,464,356        | 11,189,813                 |
| Facilities Acquisition and Construction     | -                  | -                  | -                  | -                  | -                  | -                          |
| Contracted Instructional Services           | -                  | -                  | -                  | -                  | -                  | -                          |
| Payments to JJAEP Program                   | -                  | -                  | -                  | -                  | -                  | -                          |
| Other Intergovernmental Charges             | -                  | -                  | -                  | -                  | -                  | -                          |
| <b>Total Expenditures</b>                   | <u>90,577,333</u>  | <u>105,274,543</u> | <u>99,576,455</u>  | <u>99,576,452</u>  | <u>116,464,356</u> | <u>11,189,813</u>          |
| <b>Other Uses</b>                           | <u>30,884,447</u>  | <u>-</u>           | <u>-</u>           | <u>25,234,159</u>  | <u>-</u>           | <u>-</u>                   |
| <b>Total Expenditures and Other Uses</b>    | <u>121,461,780</u> | <u>105,274,543</u> | <u>99,576,455</u>  | <u>124,810,611</u> | <u>116,464,356</u> | <u>11,189,813</u>          |
| <b>Revenues Over/(Under) Expenditures</b>   | <u>5,754,158</u>   | <u>-</u>           | <u>11,396,176</u>  | <u>6,983,958</u>   | <u>-</u>           | <u>-</u>                   |
| <b>Net Change in Fund Balance</b>           | <u>5,974,823</u>   | <u>-</u>           | <u>11,396,176</u>  | <u>6,983,958</u>   | <u>-</u>           | <u>-</u>                   |
| Projected Beginning Fund Balance            | 34,402,146         | 40,376,969         | 40,376,969         | 40,376,969         | 47,360,927         | 47,360,927                 |
| Prior Period Adjustments                    | -                  | -                  | -                  | -                  | -                  | -                          |
| <b>Projected Ending Fund Balance</b>        | <u>40,376,969</u>  | <u>40,376,969</u>  | <u>51,773,145</u>  | <u>47,360,927</u>  | <u>47,360,927</u>  | <u>47,360,927</u>          |

**McKinney Independent School District  
Debt Service Budget - By Object Category  
For the Years Ended June 30, 2024 - June 30, 2026**

|   | 2023-24            | 2024-25            |                    |                    | 2025-26            |                            |
|---|--------------------|--------------------|--------------------|--------------------|--------------------|----------------------------|
|   | Actual             | Original Budget    | Current Budget     | Projected Actual   | Adopted Budget     | Change from 24-25 Original |
| <b>Revenues</b>                           |                    |                    |                    |                    |                    |                            |
| Local                                     | 88,938,005         | 104,774,543        | 104,774,543        | 99,597,884         | 108,964,356        | 4,189,813                  |
| State                                     | 7,393,486          | 500,000            | 6,198,088          | 6,765,136          | 7,500,000          | 7,000,000                  |
| Federal                                   | -                  | -                  | -                  | -                  | -                  | -                          |
| <b>Total Revenues</b>                     | <b>96,331,491</b>  | <b>105,274,543</b> | <b>110,972,631</b> | <b>106,363,020</b> | <b>116,464,356</b> | <b>11,189,813</b>          |
| <b>Other Resources</b>                    | 31,105,112         | -                  | -                  | 25,431,549         | -                  | -                          |
| <b>Total Revenue and Other Resources</b>  | <b>127,436,603</b> | <b>105,274,543</b> | <b>110,972,631</b> | <b>131,794,569</b> | <b>116,464,356</b> | <b>11,189,813</b>          |
| <b>Expenditures</b>                       |                    |                    |                    |                    |                    |                            |
| Payroll Costs                             | -                  | -                  | -                  | -                  | -                  | -                          |
| Contracted Services                       | -                  | -                  | -                  | -                  | -                  | -                          |
| Supplies & Materials                      | -                  | -                  | -                  | -                  | -                  | -                          |
| Other Operating Costs                     | -                  | -                  | -                  | -                  | -                  | -                          |
| Debt Services                             | 90,577,333         | 105,274,543        | 99,576,455         | 99,576,452         | 116,464,356        | 11,189,813                 |
| Capital Outlay                            | -                  | -                  | -                  | -                  | -                  | -                          |
| <b>Total Expenditures</b>                 | <b>90,577,333</b>  | <b>105,274,543</b> | <b>99,576,455</b>  | <b>99,576,452</b>  | <b>116,464,356</b> | <b>11,189,813</b>          |
| <b>Other Uses</b>                         | 30,884,447         | -                  | -                  | 25,234,159         | -                  | -                          |
| <b>Total Expenditures and Other Uses</b>  | <b>121,461,780</b> | <b>105,274,543</b> | <b>99,576,455</b>  | <b>124,810,611</b> | <b>116,464,356</b> | <b>11,189,813</b>          |
| <b>Revenues Over/(Under) Expenditures</b> | <b>5,754,158</b>   | <b>-</b>           | <b>11,396,176</b>  | <b>6,983,958</b>   | <b>-</b>           | <b>-</b>                   |
| <b>Net Change in Fund Balance</b>         | <b>5,974,823</b>   | <b>-</b>           | <b>11,396,176</b>  | <b>6,983,958</b>   | <b>-</b>           | <b>-</b>                   |
| Projected Beginning Fund Balance          | 34,402,146         | 40,376,969         | 40,376,969         | 40,376,969         | 47,360,927         | 6,983,958                  |
| Prior Period Adjustments                  | -                  | -                  | -                  | -                  | -                  | -                          |
| Projected Ending Fund Balance             | <b>40,376,969</b>  | <b>40,376,969</b>  | <b>51,773,145</b>  | <b>47,360,927</b>  | <b>47,360,927</b>  | <b>6,983,958</b>           |

### Assumptions & Projections

McKinney ISD last passed a new bond proposition in the fall of 2021. We were able to keep the voter approved I&S tax rate at \$ 0.37 through careful management of our debt portfolio. MISD continually seeks opportunities to redeem or retire debt to save on interest expenses and maximize our tax dollars.

**McKinney Independent School District**  
**Debt Service Fund Budget - By Object**  
**For the Years Ended June 30, 2024 - June 30, 2026 (Actual, Budgeted and Projected)**

|   | 2023-24            | 2024-25            |                    |                    | 2025-26            |                            |
|---|--------------------|--------------------|--------------------|--------------------|--------------------|----------------------------|
|   | Actual             | Original Budget    | Current Budget     | Projected Actual   | Adopted Budget     | Change from 24-25 Original |
| <b>Revenues</b>                             |                    |                    |                    |                    |                    |                            |
| <i>Local</i>                                |                    |                    |                    |                    |                    |                            |
| Taxes, Current Year                         | 85,981,110         | 100,802,926        | 100,802,926        | 96,996,588         | 104,901,886        | 4,098,960                  |
| Taxes, Prior Year                           | (98,056)           | 1,172,605          | 1,172,605          | (278,494)          | 1,220,287          | 47,682                     |
| Taxes - Rollback                            | 678,638            | 164,415            | 164,415            | 406,545            | 171,615            | 7,200                      |
| Penalties, Interest, and Other Tax Revenues | 324,334            | 884,597            | 884,597            | 293,807            | 920,568            | 35,971                     |
| Tuition                                     | -                  | -                  | -                  | -                  | -                  | -                          |
| Tuition                                     | -                  | -                  | -                  | -                  | -                  | -                          |
| Princeton Land Detachment                   | -                  | -                  | -                  | -                  | -                  | -                          |
| Interest Income/Investment                  | 2,051,979          | 1,750,000          | 1,750,000          | 2,179,437          | 1,750,000          | -                          |
| Rental of Facilities                        | -                  | -                  | -                  | -                  | -                  | -                          |
| Gifts & Bequests                            | -                  | -                  | -                  | -                  | -                  | -                          |
| Insurance Recovery                          | -                  | -                  | -                  | -                  | -                  | -                          |
| Miscellaneous Revenue                       | -                  | -                  | -                  | -                  | -                  | -                          |
| Food Service Revenue                        | -                  | -                  | -                  | -                  | -                  | -                          |
| Athletics Revenue                           | -                  | -                  | -                  | -                  | -                  | -                          |
| Misc Rev Intermediate Sources               | -                  | -                  | -                  | -                  | -                  | -                          |
| Total Local                                 | 88,938,005         | 104,774,543        | 104,774,543        | 99,597,883         | 108,964,356        | 4,189,813                  |
| <i>State</i>                                |                    |                    |                    |                    |                    |                            |
| Per Capita - Available Funds Revenue        | -                  | -                  | -                  | -                  | -                  | -                          |
| Foundation Entitlements                     | -                  | -                  | -                  | -                  | -                  | -                          |
| Other Foundation Revenues                   | -                  | -                  | -                  | -                  | -                  | -                          |
| Other State Revenues                        | 7,393,486          | 500,000            | 6,198,088          | 6,765,136          | 7,500,000          | 7,000,000                  |
| TRS On-Behalf                               | -                  | -                  | -                  | -                  | -                  | -                          |
| Total State                                 | 7,393,486          | 500,000            | 6,198,088          | 6,765,136          | 7,500,000          | 7,000,000                  |
| <i>Federal</i>                              |                    |                    |                    |                    |                    |                            |
| Nat'l School Breakfast                      | -                  | -                  | -                  | -                  | -                  | -                          |
| Nat'l School Lunch                          | -                  | -                  | -                  | -                  | -                  | -                          |
| USD Donated Commodities                     | -                  | -                  | -                  | -                  | -                  | -                          |
| Federal Revenues                            | -                  | -                  | -                  | -                  | -                  | -                          |
| School Related Health (SHARS)               | -                  | -                  | -                  | -                  | -                  | -                          |
| Summer Feeding Program                      | -                  | -                  | -                  | -                  | -                  | -                          |
| Total Federal                               | -                  | -                  | -                  | -                  | -                  | -                          |
| <b>Total Revenue</b>                        | <b>96,331,491</b>  | <b>105,274,543</b> | <b>110,972,631</b> | <b>106,363,019</b> | <b>116,464,356</b> | <b>11,189,813</b>          |
| <b>Other Resources</b>                      |                    |                    |                    |                    |                    |                            |
| Sale of Bonds                               | 30,405,000         | -                  | -                  | 22,795,000         | -                  | -                          |
| Sale of Real and Personal Property          | -                  | -                  | -                  | -                  | -                  | -                          |
| Operating Transfers In                      | -                  | -                  | -                  | -                  | -                  | -                          |
| Premium/Discount on Bonds                   | 700,112            | -                  | -                  | 2,636,549          | -                  | -                          |
| Total Other Resources                       | 31,105,112         | -                  | -                  | 25,431,549         | -                  | -                          |
| <b>Total Revenues and Other Resources</b>   | <b>127,436,603</b> | <b>105,274,543</b> | <b>110,972,631</b> | <b>131,794,569</b> | <b>116,464,356</b> | <b>11,189,813</b>          |
| <b>Expenditures</b>                         |                    |                    |                    |                    |                    |                            |
| <i>Debt Services</i>                        |                    |                    |                    |                    |                    |                            |
| Bond Principal                              | 68,990,000         | 62,215,000         | 79,490,000         | 79,490,000         | 79,490,000         | 17,275,000                 |
| Capital Lease Principal                     | -                  | -                  | -                  | -                  | -                  | -                          |
| Interest On Bonds                           | 21,368,143         | 43,009,543         | 19,877,289         | 19,877,289         | 36,924,356         | (6,085,187)                |
| Capital Lease Interest                      | -                  | -                  | -                  | -                  | -                  | -                          |
| Other Debt Service Fees                     | 219,190            | 50,000             | 209,166            | 209,165            | 50,000             | -                          |
| Total Debt Services                         | 90,577,333         | 105,274,543        | 99,576,455         | 99,576,454         | 116,464,356        | 11,189,813                 |
| <b>Other Uses</b>                           |                    |                    |                    |                    |                    |                            |
| Operating Transfers Out                     | -                  | -                  | -                  | -                  | -                  | -                          |
| Bond Refunding                              | -                  | -                  | -                  | -                  | -                  | -                          |
| Other Uses                                  | 30,884,447         | -                  | -                  | 25,234,159         | -                  | -                          |
| Total Other Uses                            | 30,884,447         | -                  | -                  | 25,234,159         | -                  | -                          |
| <b>Total Expenditures and Other Uses</b>    | <b>121,461,780</b> | <b>105,274,543</b> | <b>99,576,455</b>  | <b>124,810,611</b> | <b>116,464,356</b> | <b>11,189,813</b>          |
| <b>Revenues Over/(Under) Expenditures</b>   | <b>5,754,158</b>   | <b>-</b>           | <b>11,396,176</b>  | <b>6,786,565</b>   | <b>-</b>           | <b>-</b>                   |
| <b>Net Change in Fund Balance</b>           | <b>5,974,823</b>   | <b>-</b>           | <b>11,396,176</b>  | <b>6,983,958</b>   | <b>-</b>           | <b>-</b>                   |
| Projected Beginning Fund Balance            | 34,402,146         | 40,376,969         | 40,376,969         | 40,376,969         | 47,360,927         | 6,983,958                  |
| Prior Period Adjustments                    | -                  | -                  | -                  | -                  | -                  | -                          |
| Projected Ending Fund Balance               | 40,376,969         | 40,376,969         | 51,773,145         | 47,360,927         | 47,360,927         | 6,983,958                  |

**McKinney Independent School District**  
**Debt Service Fund Budget - By Object**  
**For the Years Ended June 30, 2022 - June 30, 2029 (Actual, Budgeted and Projected)**

|   | 2021-2022<br>Actual | 2022-2023<br>Actual | 2023-2024<br>Actual | 2024-2025<br>Projected<br>Actual | 2025-2026<br>Adopted<br>Budget | 2026-2027<br>Projected | 2027-2028<br>Projected | 2028-2029<br>Projected |
|---|---------------------|---------------------|---------------------|----------------------------------|--------------------------------|------------------------|------------------------|------------------------|
| <b>Revenues</b>                             |                     |                     |                     |                                  |                                |                        |                        |                        |
| <i>Local</i>                                |                     |                     |                     |                                  |                                |                        |                        |                        |
| Taxes, Current Year                         | 69,002,214          | 80,785,967          | 85,981,110          | 96,996,588                       | 104,901,886                    | 105,688,650            | 106,481,315            | 107,279,925            |
| Taxes, Prior Year                           | 139,320             | 218,831             | (98,056)            | (278,494)                        | 1,220,287                      | 1,229,439              | 1,238,660              | 1,247,950              |
| Taxes - Rollback                            | 876,334             | 300,552             | 678,638             | 406,545                          | 171,615                        | 172,902                | 174,199                | 175,505                |
| Penalties, Interest, and Other Tax Revenues | 241,529             | 258,631             | 324,334             | 293,807                          | 920,568                        | 927,472                | 934,428                | 941,437                |
| Tuition                                     | -                   | -                   | -                   | -                                | -                              | -                      | -                      | -                      |
| Tuition                                     | -                   | -                   | -                   | -                                | -                              | -                      | -                      | -                      |
| Princeton Land Detachment                   | -                   | -                   | -                   | -                                | -                              | -                      | -                      | -                      |
| Interest Income/Investment                  | 57,960              | 1,316,877           | 2,051,979           | 2,179,437                        | 1,750,000                      | 1,763,125              | 1,776,348              | 1,789,671              |
| Rental of Facilities                        | -                   | -                   | -                   | -                                | -                              | -                      | -                      | -                      |
| Gifts & Bequests                            | -                   | -                   | -                   | -                                | -                              | -                      | -                      | -                      |
| Insurance Recovery                          | -                   | -                   | -                   | -                                | -                              | -                      | -                      | -                      |
| Miscellaneous Revenue                       | -                   | -                   | -                   | -                                | -                              | -                      | -                      | -                      |
| Food Service Revenue                        | -                   | -                   | -                   | -                                | -                              | -                      | -                      | -                      |
| Athletics Revenue                           | -                   | -                   | -                   | -                                | -                              | -                      | -                      | -                      |
| Misc Rev Intermediate Sources               | -                   | -                   | -                   | -                                | -                              | -                      | -                      | -                      |
| Total Local                                 | 70,317,357          | 82,880,858          | 88,938,005          | 99,597,883                       | 108,964,356                    | 109,781,589            | 110,604,951            | 111,434,488            |
| <i>State</i>                                |                     |                     |                     |                                  |                                |                        |                        |                        |
| Per Capita - Available Funds Revenue        | -                   | -                   | -                   | -                                | -                              | -                      | -                      | -                      |
| Foundation Entitlements                     | -                   | -                   | -                   | -                                | -                              | -                      | -                      | -                      |
| Other Foundation Revenues                   | -                   | -                   | -                   | -                                | -                              | -                      | -                      | -                      |
| Other State Revenues                        | 391,401             | 1,448,809           | 7,393,486           | 6,765,136                        | 7,500,000                      | 7,556,250              | 7,594,031              | 7,632,001              |
| TRS On-Behalf                               | -                   | -                   | -                   | -                                | -                              | -                      | -                      | -                      |
| Total State                                 | 391,401             | 1,448,809           | 7,393,486           | 6,765,136                        | 7,500,000                      | 7,556,250              | 7,594,031              | 7,632,001              |
| <i>Federal</i>                              |                     |                     |                     |                                  |                                |                        |                        |                        |
| Nat'l School Breakfast                      | -                   | -                   | -                   | -                                | -                              | -                      | -                      | -                      |
| Nat'l School Lunch                          | -                   | -                   | -                   | -                                | -                              | -                      | -                      | -                      |
| USD Donated Commodities                     | -                   | -                   | -                   | -                                | -                              | -                      | -                      | -                      |
| Federal Revenues                            | -                   | -                   | -                   | -                                | -                              | -                      | -                      | -                      |
| School Related Health (SHARS)               | -                   | -                   | -                   | -                                | -                              | -                      | -                      | -                      |
| Summer Feeding Program                      | -                   | -                   | -                   | -                                | -                              | -                      | -                      | -                      |
| Total Federal                               | -                   | -                   | -                   | -                                | -                              | -                      | -                      | -                      |
| <b>Total Revenue</b>                        | <b>70,708,758</b>   | <b>84,329,667</b>   | <b>96,331,491</b>   | <b>106,363,019</b>               | <b>116,464,356</b>             | <b>117,337,839</b>     | <b>118,198,982</b>     | <b>119,066,489</b>     |
| <b>Other Resources</b>                      |                     |                     |                     |                                  |                                |                        |                        |                        |
| Sale of Bonds                               | 44,735,000          | 36,165,000          | 30,405,000          | 22,795,000                       | -                              | -                      | -                      | -                      |
| Sale of Real and Personal Property          | -                   | -                   | -                   | -                                | -                              | -                      | -                      | -                      |
| Operating Transfers In                      | -                   | -                   | -                   | -                                | -                              | -                      | -                      | -                      |
| Premium/Discount on Bonds                   | 7,530,803           | 4,194,666           | 700,112             | 2,636,549                        | -                              | -                      | -                      | -                      |
| Total Other Resources                       | 52,265,803          | 40,359,666          | 31,105,112          | 25,431,549                       | -                              | -                      | -                      | -                      |
| <b>Total Revenues and Other Resources</b>   | <b>122,974,561</b>  | <b>124,689,334</b>  | <b>127,436,603</b>  | <b>131,794,569</b>               | <b>116,464,356</b>             | <b>117,337,839</b>     | <b>118,198,982</b>     | <b>119,066,489</b>     |
| <b>Expenditures</b>                         |                     |                     |                     |                                  |                                |                        |                        |                        |
| <i>Debt Services</i>                        |                     |                     |                     |                                  |                                |                        |                        |                        |
| Bond Principal                              | 47,825,000          | 58,530,000          | 68,990,000          | 79,490,000                       | 79,490,000                     | 80,640,790             | 81,318,449             | 82,001,553             |
| Capital Lease Principal                     | -                   | -                   | -                   | -                                | -                              | -                      | -                      | -                      |
| Interest On Bonds                           | 21,097,812          | 21,995,430          | 21,368,143          | 19,877,289                       | 36,924,356                     | 36,647,423             | 36,830,660             | 37,014,814             |
| Capital Lease Interest                      | -                   | -                   | -                   | -                                | -                              | -                      | -                      | -                      |
| Other Debt Service Fees                     | 337,603             | 282,408             | 219,190             | 209,165                          | 50,000                         | 49,625                 | 49,873                 | 50,122                 |
| Total Debt Services                         | 69,260,415          | 80,807,838          | 90,577,333          | 99,576,454                       | 116,464,356                    | 117,337,839            | 118,198,982            | 119,066,489            |
| <i>Other Uses</i>                           |                     |                     |                     |                                  |                                |                        |                        |                        |
| Operating Transfers Out                     | -                   | -                   | -                   | -                                | -                              | -                      | -                      | -                      |
| Bond Refunding                              | 51,939,750          | -                   | -                   | -                                | -                              | -                      | -                      | -                      |
| Other Uses                                  | -                   | 40,072,564          | 30,884,447          | 25,234,159                       | -                              | -                      | -                      | -                      |
| Total Other Uses                            | 51,939,750          | 40,072,564          | 30,884,447          | 25,234,159                       | -                              | -                      | -                      | -                      |
| <b>Total Expenditures and Other Uses</b>    | <b>121,200,165</b>  | <b>120,880,401</b>  | <b>121,461,780</b>  | <b>124,810,611</b>               | <b>116,464,356</b>             | <b>117,337,839</b>     | <b>118,198,982</b>     | <b>119,066,489</b>     |
| <b>Revenues Over/(Under) Expenditures</b>   | <b>1,448,343</b>    | <b>3,521,829</b>    | <b>5,754,158</b>    | <b>6,786,565</b>                 | <b>-</b>                       | <b>-</b>               | <b>-</b>               | <b>-</b>               |
| <b>Net Change in Fund Balance</b>           | <b>1,774,396</b>    | <b>3,808,932</b>    | <b>5,974,823</b>    | <b>6,983,958</b>                 | <b>-</b>                       | <b>-</b>               | <b>-</b>               | <b>-</b>               |
| Projected Beginning Fund Balance            | 28,818,818          | 30,593,215          | 34,402,146          | 40,376,969                       | 47,360,927                     | 47,360,927             | 47,360,927             | 47,360,927             |
| Prior Period Adjustments                    | -                   | -                   | -                   | -                                | -                              | -                      | -                      | -                      |
| Projected Ending Fund Balance               | 30,593,215          | 34,402,146          | 40,376,969          | 47,360,927                       | 47,360,927                     | 47,360,927             | 47,360,927             | 47,360,927             |

**FOOTNOTES**

This long-range forecast is for illustrative and planning purposes only. Given the unpredictability of the biennial state legislature and other economic indicators, forecasts are subject to change frequently. This model represents a realistic, yet conservative prediction of financial outcomes based on current funding formulas. This plan uses static enrollment figures. It does not consider any future changes in staffing that may or may not be required. This financial plan does not assume any pay raises for staff beyond the 2025-2026 fiscal year, and there are no provisions for market value salary adjustments or additional employee benefits in this plan. All increases in compensation will need to be evaluated against available funds on an annual basis. Revenue forecasts assume property value growth at 5% per annum. Because future and current budgets will be adopted based on estimated property values, adequate reserves must be maintained to accommodate any required settle-up with the State when values are finally certified. This plan does not reflect the expected annual budget saves the district customarily maintains.



**McKinney Independent School District**  
**Debt Service Fund - By Function**  
**For the Years Ending June 30, 2022 - June 30, 2029 (Actual, Budgeted and Projected)**

|   | 2021-2022<br>Actual | 2022-2023<br>Actual | 2023-2024<br>Actual | 2024-2025<br>Projected<br>Actual | 2025-2026<br>Adopted<br>Budget | 2026-2027<br>Projected | 2027-2028<br>Projected | 2028-2029<br>Projected |
|---|---------------------|---------------------|---------------------|----------------------------------|--------------------------------|------------------------|------------------------|------------------------|
| <b>Revenue</b>                              |                     |                     |                     |                                  |                                |                        |                        |                        |
| Local                                       | 70,317,357          | 82,880,858          | 88,938,005          | 99,597,884                       | 108,964,356                    | 109,781,589            | 110,604,951            | 111,434,488            |
| State                                       | 391,401             | 1,448,809           | 7,393,486           | 6,765,136                        | 7,500,000                      | 7,556,250              | 7,594,031              | 7,632,001              |
| Federal                                     | -                   | -                   | -                   | -                                | -                              | -                      | -                      | -                      |
| <b>Total Revenue</b>                        | <b>70,708,758</b>   | <b>84,329,667</b>   | <b>96,331,491</b>   | <b>106,363,020</b>               | <b>116,464,356</b>             | <b>117,337,839</b>     | <b>118,198,982</b>     | <b>119,066,489</b>     |
| <b>Other Resources</b>                      | <b>52,265,803</b>   | <b>40,359,666</b>   | <b>31,105,112</b>   | <b>197,390</b>                   | <b>-</b>                       | <b>-</b>               | <b>-</b>               | <b>-</b>               |
| <b>Total Revenue and Other Resources</b>    | <b>122,974,561</b>  | <b>124,689,333</b>  | <b>127,436,603</b>  | <b>106,560,410</b>               | <b>116,464,356</b>             | <b>117,337,839</b>     | <b>118,198,982</b>     | <b>119,066,489</b>     |
| <b>Expenditures</b>                         |                     |                     |                     |                                  |                                |                        |                        |                        |
| Instruction                                 | -                   | -                   | -                   | -                                | -                              | -                      | -                      | -                      |
| Instructional Resources & Media Services    | -                   | -                   | -                   | -                                | -                              | -                      | -                      | -                      |
| Curriculum & Staff Development              | -                   | -                   | -                   | -                                | -                              | -                      | -                      | -                      |
| Instruction Leadership                      | -                   | -                   | -                   | -                                | -                              | -                      | -                      | -                      |
| School Leadership                           | -                   | -                   | -                   | -                                | -                              | -                      | -                      | -                      |
| Guidance, Counseling, & Evaluation Services | -                   | -                   | -                   | -                                | -                              | -                      | -                      | -                      |
| Social Work Services                        | -                   | -                   | -                   | -                                | -                              | -                      | -                      | -                      |
| Health Services                             | -                   | -                   | -                   | -                                | -                              | -                      | -                      | -                      |
| Student Transportation                      | -                   | -                   | -                   | -                                | -                              | -                      | -                      | -                      |
| Food Service                                | -                   | -                   | -                   | -                                | -                              | -                      | -                      | -                      |
| Cocurricular/Extracurricular Activities     | -                   | -                   | -                   | -                                | -                              | -                      | -                      | -                      |
| General Administration                      | -                   | -                   | -                   | -                                | -                              | -                      | -                      | -                      |
| Plant Maintenance and Operations            | -                   | -                   | -                   | -                                | -                              | -                      | -                      | -                      |
| Security and Monitoring Services            | -                   | -                   | -                   | -                                | -                              | -                      | -                      | -                      |
| Data Processing Services                    | -                   | -                   | -                   | -                                | -                              | -                      | -                      | -                      |
| Community Services                          | -                   | -                   | -                   | -                                | -                              | -                      | -                      | -                      |
| Debt Service                                | 69,260,414          | 80,807,838          | 90,577,333          | 99,576,452                       | 116,464,356                    | 117,337,839            | 118,198,982            | 119,066,489            |
| Facilities Acquisition and Construction     | -                   | -                   | -                   | -                                | -                              | -                      | -                      | -                      |
| Contracted Instructional Services           | -                   | -                   | -                   | -                                | -                              | -                      | -                      | -                      |
| Payments to JJAEP Program                   | -                   | -                   | -                   | -                                | -                              | -                      | -                      | -                      |
| Other Intergovernmental Charges             | -                   | -                   | -                   | -                                | -                              | -                      | -                      | -                      |
| <b>Total Expenditures</b>                   | <b>69,260,414</b>   | <b>80,807,838</b>   | <b>90,577,333</b>   | <b>99,576,452</b>                | <b>116,464,356</b>             | <b>117,337,839</b>     | <b>118,198,982</b>     | <b>119,066,489</b>     |
| <b>Other Uses</b>                           | <b>51,939,750</b>   | <b>40,072,564</b>   | <b>30,884,447</b>   | <b>197,390</b>                   | <b>-</b>                       | <b>-</b>               | <b>-</b>               | <b>-</b>               |
| <b>Total Expenditures and Other Uses</b>    | <b>121,200,164</b>  | <b>120,880,402</b>  | <b>121,461,780</b>  | <b>99,773,842</b>                | <b>116,464,356</b>             | <b>117,337,839</b>     | <b>118,198,982</b>     | <b>119,066,489</b>     |
| <b>Revenues Over/(Under) Expenditures</b>   | <b>1,448,344</b>    | <b>3,521,829</b>    | <b>5,754,158</b>    | <b>6,786,568</b>                 | <b>-</b>                       | <b>-</b>               | <b>-</b>               | <b>-</b>               |
| <b>Net Change in Fund Balance</b>           | <b>1,774,397</b>    | <b>3,808,931</b>    | <b>5,974,823</b>    | <b>6,983,958</b>                 | <b>-</b>                       | <b>-</b>               | <b>-</b>               | <b>-</b>               |
| Projected Beginning Fund Balance            | 28,818,818          | 30,593,215          | 34,402,146          | 40,376,969                       | 47,360,927                     | 47,360,927             | 47,360,927             | 47,360,927             |
| Prior Period Adjustments                    | -                   | -                   | -                   | -                                | -                              | -                      | -                      | -                      |
| Projected Ending Fund Balance               | 30,593,215          | 34,402,146          | 40,376,969          | 47,360,927                       | 47,360,927                     | 47,360,927             | 47,360,927             | 47,360,927             |

**FOOTNOTES**

This long-range forecast is for illustrative and planning purposes only. Given the unpredictability of the biennial state legislature and other economic indicators, forecasts are subject to change frequently. This model represents a realistic, yet conservative prediction of financial outcomes based on current funding formulas. This plan uses static enrollment figures. It does not consider any future changes in staffing that may or may not be required. This financial plan does not assume any pay raises for staff beyond the 2025-2026 fiscal year, and there are no provisions for market value salary adjustments or additional employee benefits in this plan. All increases in compensation will need to be evaluated against available funds on an annual basis. Revenue forecasts assume property value growth at 5% per annum. Because future and current budgets will be adopted based on estimated property values, adequate reserves must be maintained to accommodate any required settle-up with the State when values are finally certified. This plan does not reflect the expected annual budget saves the district customarily maintains.

# Informational Section



## Tax Overview

The estimated values for the 2025 tax year were received from the Collin Central Appraisal District. The taxable value is the initial factor considered when preparing the General Fund and Debt Service Fund budgets.

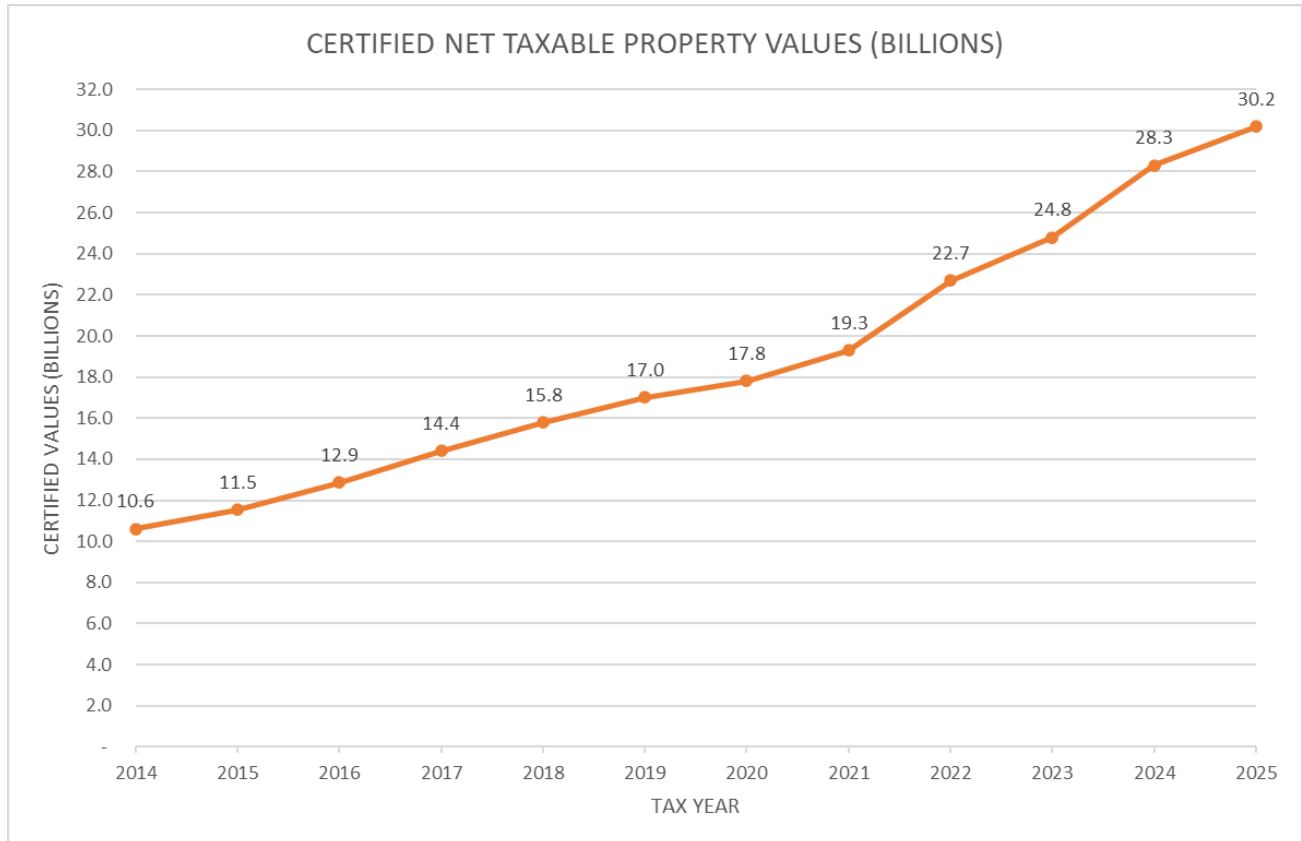
| Year    | Total Certified Value | % Change | New Construction | % of Prior Year Total Certified Value | Average Single Family Home | % Change |
|---------|-----------------------|----------|------------------|---------------------------------------|----------------------------|----------|
| 2015    | 11,542,165,296        |          | 337,485,178      |                                       | 271,150                    |          |
| 2016    | 12,864,959,796        | 11.46%   | 311,049,054      | 2.69%                                 | 299,589                    | 10.49%   |
| 2017    | 14,427,023,473        | 12.14%   | 474,291,401      | 3.69%                                 | 324,196                    | 8.21%    |
| 2018    | 15,799,033,282        | 9.51%    | 420,032,374      | 2.91%                                 | 342,657                    | 5.69%    |
| 2019    | 17,038,448,573        | 7.84%    | 531,677,811      | 3.37%                                 | 351,642                    | 2.62%    |
| 2020    | 17,813,271,569        | 4.55%    | 411,442,501      | 2.41%                                 | 354,144                    | 0.71%    |
| 2021    | 19,329,078,633        | 8.51%    | 581,499,719      | 3.26%                                 | 377,932                    | 6.72%    |
| 2022    | 22,695,833,789        | 17.42%   | 772,328,804      | 4.00%                                 | 493,508                    | 30.58%   |
| 2023    | 24,766,848,355        | 9.13%    | 1,041,055,228    | 4.59%                                 | 565,988                    | 14.69%   |
| 2024    | 28,342,181,061        | 14.44%   | 1,668,273,853    | 6.74%                                 | 575,131                    | 1.62%    |
| 2025    | 30,197,805,359        | 6.55%    | 1,668,509,752    | 5.89%                                 | 578,218                    | 0.54%    |
| 2026est | 32,438,482,517        | 7.42%    | 1,041,824,285    | 3.45%                                 | 607,129                    | 5.00%    |
| 2027est | 34,845,417,920        | 7.42%    | 1,119,127,647    | 3.45%                                 | 637,485                    | 5.00%    |
| 2028est | 37,430,947,930        | 7.42%    | 1,202,166,918    | 3.45%                                 | 669,360                    | 5.00%    |

The district adopted a tax rate at the August Board Meeting. The tax rate adopted was \$1.1043 (\$.7343 for M&O and \$0.3700 for I&S).

The district does not receive any alternative tax collections, e.g., sales tax, income tax, sin tax, etc.

## Multi-Year Trend for Property Values

McKinney ISD has continued to see increasing property values for the past decade, and we anticipate those growth rates to continue over time. The economy in Collin County is still growing. There are new properties being built around the county and district, which will allow our values to grow over the next five years. Additional property value growth does not equal more revenue to the district. As current funding formulas cap property value growth and as property values grow, state aid decreases which equals no additional revenue.



## Tax Collections History

The table below indicates a strong tax collection record for McKinney ISD. Most of the general fund and debt service fund local revenue is received in the form of local property tax collections. Having strong tax collections allows MISD to accurately project revenue for both general fund and debt service.

**McKinney Independent School District**  
Property Tax Levies and Collections (Exhibit S-10)  
Last Ten Fiscal Years

(UNAUDITED)

(Amounts Expressed in Thousands)

| Fiscal Year<br>Ended | Original<br>Amount<br>Levied | Supplements<br>& Corrections | Total Adjusted<br>Levy for<br>Fiscal Year | Collected Within the<br>First Year of Levy |                    | Collections in<br>Subsequent<br>Years | Total Collections to Date |                    |
|----------------------|------------------------------|------------------------------|---|--|--------------------|---------------------------------------|---------------------------|--------------------|
|                      |                              |                              |   | Amount                                     | Percent of<br>Levy |                                       | Amount                    | Percent of<br>Levy |
| 2016                 | \$ 187,285,283               | \$ (620,366)                 | \$ 186,664,917                            | \$ 184,811,639                             | 99.01%             | \$ 2,319,727                          | \$ 187,417,645            | 100.07%            |
| 2017                 | 200,402,713                  | 2,694,403                    | 203,097,116                               | 199,350,732                                | 98.16%             | 2,557,894                             | 201,603,253               | 100.60%            |
| 2018                 | 221,685,097                  | 3,273,948                    | 224,959,045                               | 223,118,683                                | 99.18%             | 2,015,566                             | 226,715,329               | 102.27%            |
| 2019                 | 236,959,937                  | 4,714,791                    | 241,674,728                               | 239,227,710                                | 98.99%             | 3,538,273                             | 240,769,211               | 101.61%            |
| 2020                 | 237,452,207                  | 7,607,752                    | 245,059,959                               | 242,337,912                                | 98.89%             | 4,051,199                             | 242,354,291               | 102.06%            |
| 2021                 | 254,125,211                  | 7,223,806                    | 261,349,017                               | 243,476,273                                | 93.16%             | 4,759,015                             | 248,923,983               | 97.95%             |
| 2022                 | 257,215,486                  | 3,041,220                    | 260,256,706                               | 255,437,771                                | 98.15%             | 3,187,654                             | 255,989,722               | 99.52%             |
| 2023                 | 287,931,880                  | 3,308,440                    | 291,240,320                               | 285,271,247                                | 97.95%             | 2,764,566                             | 289,216,783               | 100.45%            |
| 2024                 | 262,224,564                  | 1,281,991                    | 263,506,555                               | 260,290,232                                | 98.78%             | (916,741)                             | 259,373,491               | 98.91%             |
| 2025                 | 297,786,991                  | (2,106,245)                  | 295,680,746                               | 294,689,355                                | 99.66%             | -                                     | 294,689,355               | 98.96%             |

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\*\* Total collections, net of penalties, interest and other judgements, may result in collections that exceed 100% of adjusted levy.

Source: McKinney ISD Annual Financial Reports and Collin County Tax Office

**Source:** District Audit Report – Exhibit S-10

## Tax Rate History

MISD families have benefited from property value growth and state mandated tax rate compression by decreasing our tax rate every year from 2018-2019.

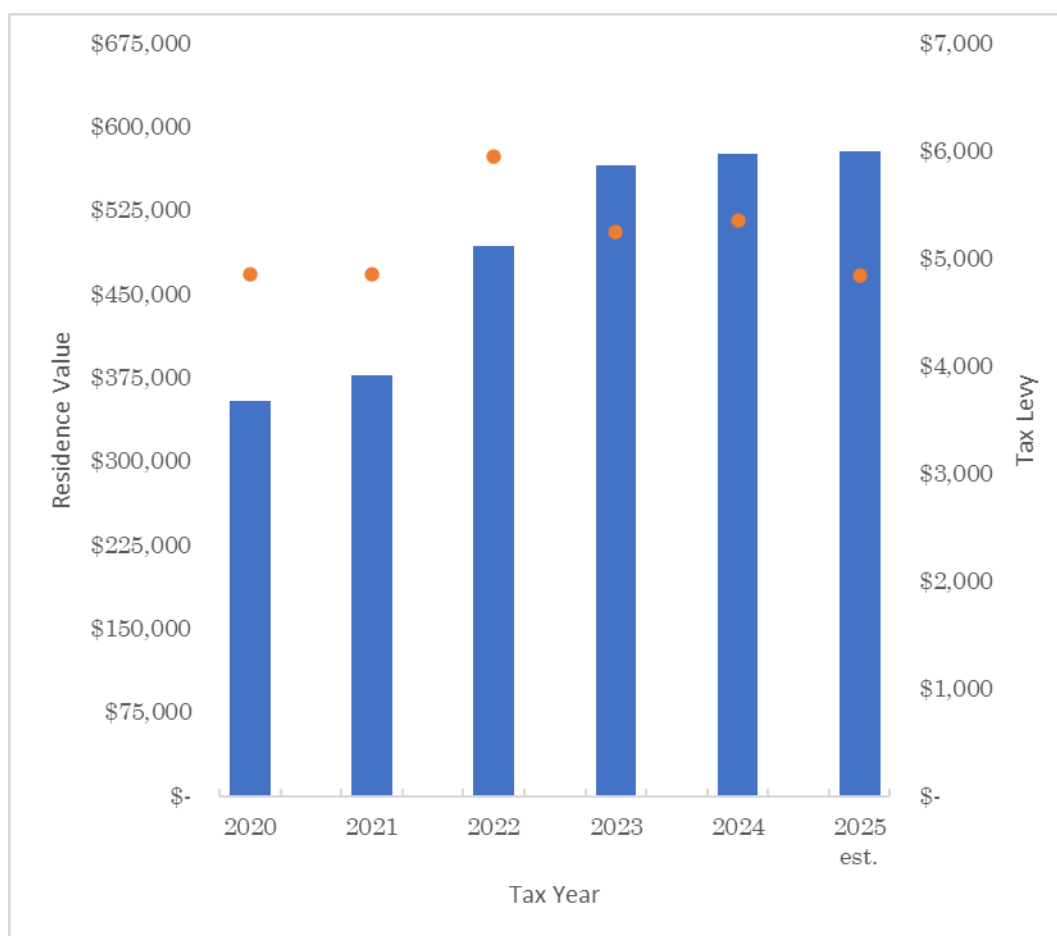
| School Year | Tax Year | Maintenance<br>& Operations<br>(M&O) | Debt Service<br>(I&S) | Total  |
|-------------|----------|--------------------------------------|-----------------------|--------|
| 2002-03     | 2002     | 1.465                                | 0.480                 | 1.945  |
| 2003-04     | 2003     | 1.500                                | 0.480                 | 1.980  |
| 2004-05     | 2004     | 1.500                                | 0.500                 | 2.000  |
| 2005-06     | 2005     | 1.500                                | 0.500                 | 2.000  |
| 2006-07     | 2006     | 1.370                                | 0.471                 | 1.841  |
| 2007-08     | 2007     | 1.040                                | 0.477                 | 1.517  |
| 2008-09     | 2008     | 1.040                                | 0.477                 | 1.517  |
| 2009-10     | 2009     | 1.040                                | 0.500                 | 1.540  |
| 2010-11     | 2010     | 1.040                                | 0.488                 | 1.528  |
| 2011-12     | 2011     | 1.040                                | 0.500                 | 1.540  |
| 2012-13     | 2012     | 1.040                                | 0.500                 | 1.540  |
| 2013-14     | 2013     | 1.170                                | 0.500                 | 1.670  |
| 2014-15     | 2014     | 1.170                                | 0.500                 | 1.670  |
| 2015-16     | 2015     | 1.170                                | 0.500                 | 1.670  |
| 2016-17     | 2016     | 1.170                                | 0.450                 | 1.620  |
| 2017-18     | 2017     | 1.170                                | 0.450                 | 1.620  |
| 2018-19     | 2018     | 1.170                                | 0.420                 | 1.590  |
| 2019-20     | 2019     | 1.0684                               | 0.4200                | 1.4884 |
| 2020-21     | 2020     | 1.0547                               | 0.4200                | 1.4747 |
| 2021-22     | 2021     | 1.0067                               | 0.3700                | 1.3767 |
| 2022-23     | 2022     | 0.9429                               | 0.3700                | 1.3129 |
| 2023-24     | 2023     | 0.7575                               | 0.3700                | 1.1275 |
| 2024-25     | 2024     | 0.7552                               | 0.3700                | 1.1252 |
| 2025-26     | 2025     | 0.7343                               | 0.3700                | 1.1043 |

## Financial Impact on Residential Homeowner

## For Budget Year 2025-26

Qualifying homeowners that file for the general residential homestead exemption, with the Central Appraisal District, receive a state mandated homestead exemption of \$140,000 to reduce the amount of taxes owed. An additional exemption is provided for those 65 years and older. Their tax levy is frozen at the amount when they receive the exemption and can never go up even as their home value or tax rate increases.

|                           | 2020        | 2021        | 2022        | 2023         | 2024         | 2025 est.    |
|---------------------------|-------------|-------------|-------------|--------------|--------------|--------------|
| Average Residence Value   | \$ 354,144  | \$ 377,932  | \$ 493,508  | \$ 565,988   | \$ 575,848   | \$ 578,218   |
| Less: Homestead Exemption | \$ (25,000) | \$ (25,000) | \$ (40,000) | \$ (100,000) | \$ (100,000) | \$ (140,000) |
| Adjusted Taxable Value    | \$ 329,144  | \$ 352,932  | \$ 453,508  | \$ 465,988   | \$ 475,848   | \$ 438,218   |
| Rate per \$100 Value      | \$ 1.4747   | \$ 1.3767   | \$ 1.3129   | \$ 1.1275    | \$ 1.1252    | \$ 1.1043    |
| Tax Levy                  | \$ 4,854    | \$ 4,859    | \$ 5,954    | \$ 5,254     | \$ 5,354     | \$ 4,839     |



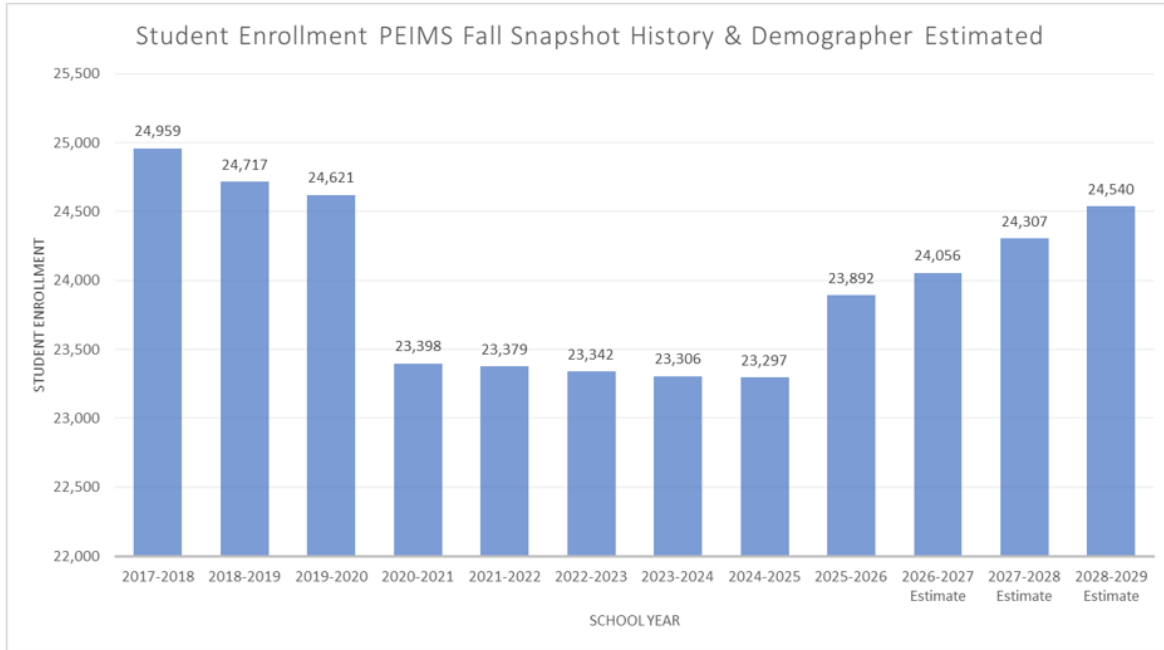
# Enrollment Information





## Enrollment Overview

The projected student counts by grade level are based upon historical trends and other known variables. A new enrollment initiative, Choose McKinney, was introduced for the 2025-2026 school year. This initiative opened enrollment to families who don't currently live within the McKinney ISD school boundaries.



### Historical Enrollment Counts

The public education system in the State of Texas is primarily funded by local property taxes and state aid. The primary driver of state aid is the students in attendance at a school district during the school year. Therefore, it is incumbent on school districts to promote and acknowledge their students, campuses, and community to bring in as many students as possible to generate the necessary funds to operate effectively.

#### McKinney Independent School District 8-Year History - PEIMS Fall Submission

| Enrollment by Grade |         |         |         |         |         |         |         |         |
|---------------------|---------|---------|---------|---------|---------|---------|---------|---------|
|                     | 2017-18 | 2018-19 | 2019-20 | 2020-21 | 2021-22 | 2022-23 | 2023-24 | 2024-25 |
| EE                  | 211     | 213     | 207     | 152     | 151     | 204     | 225     | 244     |
| Pre K               | 379     | 385     | 390     | 282     | 380     | 365     | 385     | 362     |
| K                   | 1,645   | 1,559   | 1,690   | 1,430   | 1,482   | 1,495   | 1,509   | 1,544   |
| 1                   | 1,701   | 1,675   | 1,588   | 1,602   | 1,546   | 1,576   | 1,549   | 1,534   |
| 2                   | 1,716   | 1,703   | 1,660   | 1,490   | 1,654   | 1,605   | 1,644   | 1,622   |
| 3                   | 1,776   | 1,739   | 1,691   | 1,591   | 1,502   | 1,689   | 1,682   | 1,700   |
| 4                   | 1,823   | 1,822   | 1,756   | 1,618   | 1,598   | 1,560   | 1,708   | 1,693   |
| 5                   | 1,876   | 1,832   | 1,836   | 1,703   | 1,657   | 1,637   | 1,593   | 1,753   |
| 6                   | 1,916   | 1,880   | 1,837   | 1,815   | 1,749   | 1,681   | 1,660   | 1,671   |
| Elementary          | 13,043  | 12,808  | 12,655  | 11,683  | 11,719  | 11,812  | 11,955  | 12,123  |
|                     |         | -1.80%  | -1.19%  | -7.68%  | 0.31%   | 0.79%   | 1.21%   | 1.41%   |
| 7                   | 1,976   | 1,910   | 1,928   | 1,835   | 1,881   | 1,796   | 1,736   | 1,735   |
| 8                   | 1,966   | 1,977   | 1,935   | 1,919   | 1,877   | 1,915   | 1,875   | 1,755   |
| Middle              | 3,942   | 3,887   | 3,863   | 3,754   | 3,758   | 3,711   | 3,611   | 3,490   |
|                     |         | -1.40%  | -0.62%  | -2.82%  | 0.11%   | -1.25%  | -2.69%  | -3.35%  |
| 9                   | 2,101   | 2,166   | 2,157   | 2,057   | 2,090   | 2,068   | 2,081   | 2,084   |
| 10                  | 2,072   | 2,042   | 2,084   | 2,049   | 1,968   | 1,992   | 1,981   | 1,959   |
| 11                  | 1,935   | 1,961   | 1,924   | 1,965   | 1,983   | 1,877   | 1,910   | 1,877   |
| 12                  | 1,866   | 1,853   | 1,938   | 1,890   | 1,861   | 1,882   | 1,768   | 1,764   |
| High School         | 7,974   | 8,022   | 8,103   | 7,961   | 7,902   | 7,819   | 7,740   | 7,684   |
|                     |         | 0.60%   | 1.01%   | -1.75%  | -0.74%  | -1.05%  | -1.01%  | -0.72%  |
| Secondary           | 11,916  | 11,909  | 11,966  | 11,715  | 11,660  | 11,530  | 11,351  | 11,174  |
|                     |         | -0.06%  | 0.48%   | -2.10%  | -0.47%  | -1.11%  | -1.55%  | -1.56%  |
| Total               | 24,959  | 24,717  | 24,621  | 23,398  | 23,379  | 23,342  | 23,306  | 23,297  |
| Growth %            |         | -0.97%  | -0.39%  | -4.97%  | -0.08%  | -0.16%  | -0.15%  | -0.04%  |
| Actual Growth       |         | -242    | -96     | -1,223  | -19     | -37     | -36     | -9      |

# Personnel Information



## Personnel Overview

The Superintendent, Deputy Superintendent, and Assistant Superintendents thoroughly review the staffing of campuses, departments, and administrative roles to continue our classroom success. While there is not an exact science to the process, the budget document includes some of the relevant information used in determining staff counts, salary schedules, and raise criteria.

The budget for McKinney ISD is people intensive. Approximately 79% of the general fund budget is comprised of salaries and benefits, so it is imperative for the continued financial health of the district to monitor staff levels during the staff allocation process.

The district must balance efficiency with effectiveness. The larger the staffing ratio is, the greater the overall efficiency. The district's administration must continually evaluate staffing issues during the budgeting process. Each year staffing changes are made to operate the district more effectively.

## Teacher Pay Scale and District Compensation

The Teacher Pay Scale is competitive versus the surrounding districts and the following is a summary of the highlights of the scale:

|                     |          |
|---------------------|----------|
| Starting Teacher    | \$63,500 |
| 5 Years Experience  | \$68,300 |
| 10 Years Experience | \$69,900 |
| 15 Years Experience | \$72,401 |
| 20 Years Experience | \$74,900 |

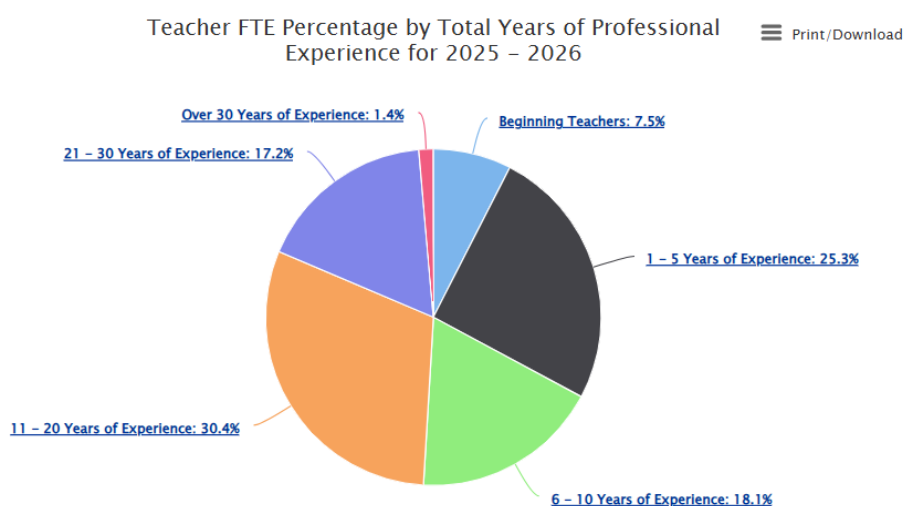
## Highly Qualified Staff

McKinney ISD's reputation allows the district to hire highly qualified and trained staff members. Approximately 49% of McKinney ISD teachers have more than 11 years' experience, which demonstrates the district's ability to hire and retain good teachers.

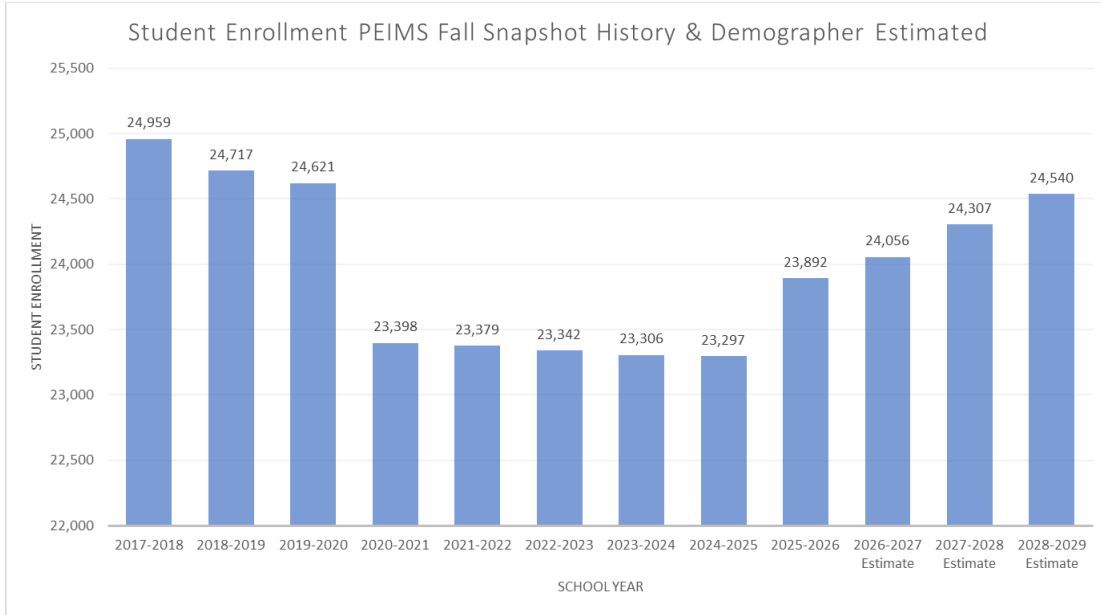
The district regularly evaluates employment types for each campus and department to determine if staffing levels are appropriate. When necessary, MISD reassigns staff accordingly to meet all district objectives.

## Staffing Drivers & Trends

The district utilizes a demography firm to assist in developing information regarding student enrollment projections and trends. Zonda Education applies the latest techniques and methodologies available in the industry when developing projections for McKinney ISD. Projections are updated quarterly.



The major driver of staffing formulas is based on enrollment trends. As enrollment increases, there will be a corresponding increase to campus professional support staff positions such as aides, teachers, and/or special education staff. As enrollment begins to stabilize, there are fewer central office positions added. The following information reflects enrollment history and projections used to allocate positions



## McKinney ISD Staffing Summary

McKinney Independent School District  
Full-Time Equivalent District Employees by Type (Exhibit S-16)  
Last Ten Fiscal Years

(UNAUDITED)

|  | Fiscal Year  |              |              |              |              |              |              |              |              |              |
|--|--------------|--------------|--------------|--------------|--------------|--------------|--------------|--------------|--------------|--------------|
|  | 2016         | 2017         | 2018         | 2019         | 2020         | 2021         | 2022         | 2023         | 2024         | 2025         |
| <b>Instruction</b>                               |              |              |              |              |              |              |              |              |              |              |
| Teachers   | 1,671        | 1,670        | 1,663        | 1,656        | 1,621        | 1,643        | 1,631        | 1,589        | 1,583        | 1,653        |
| Librarians                                       | 24           | 23           | 28           | 28           | 27           | 23           | 25           | 24           | 24           | 27           |
| Educational Aides                                | 241          | 264          | 274          | 275          | 287          | 293          | 287          | 296          | 284          | -            |
|  | <u>1,936</u> | <u>1,957</u> | <u>1,965</u> | <u>1,959</u> | <u>1,935</u> | <u>1,959</u> | <u>1,943</u> | <u>1,909</u> | <u>1,891</u> | <u>1,680</u> |
| <b>Campus Administration</b>                     |              |              |              |              |              |              |              |              |              |              |
| Principal  | 30           | 30           | 31           | 32           | 32           | 34           | 31           | 30           | 32           | 31           |
| Assistant Principal                              | 54           | 56           | 58           | 57           | 57           | 57           | 58           | 60           | 60           | 58           |
| Instructional Officer                            | -            | -            | 1            | 1            | -            | -            | -            | -            | 1            | -            |
| Athletic   | -            | -            | -            | -            | -            | -            | -            | -            | -            | -            |
|  | <u>84</u>    | <u>86</u>    | <u>90</u>    | <u>90</u>    | <u>89</u>    | <u>91</u>    | <u>89</u>    | <u>90</u>    | <u>93</u>    | <u>89</u>    |
| <b>Student Services</b>                          |              |              |              |              |              |              |              |              |              |              |
| Audiologist                                      |              |              |              |              |              |              |              |              |              |              |
| Counselor  | 47           | 48           | 53           | 61           | 59           | 57           | 56           | 59           | 61           | 59           |
| Educational Diagnostician                        | 14           | 13           | 13           | 14           | 17           | 19           | 18           | 21           | 23           | 21           |
| Occupational Therapist                           | 3            | 5            | 4            | 6            | 5            | 4            | 5            | 5            | 6            | -            |
| Certified Orientation & Mobility Specialist      | 1            | 1            | 1            | 1            | 1            | 1            | 1            | 1            | 1            | -            |
| Physical Therapist                               | 1            | -            | 1            | -            | 1            | 1            | -            | 1            | -            | -            |
| School Nurse                                     | 30           | 29           | 30           | 30           | 29           | 29           | 30           | 31           | 32           | 31           |
| LSSP/Psychologist                                | 12           | 14           | 13           | 13           | 13           | 11           | 13           | 12           | 13           | 16           |
| Speech Therapist/Language Pathologist            | 33           | 36           | 38           | 39           | 41           | 44           | 46           | 46           | 43           | -            |
| Teacher Facilitator                              | 68           | 76           | 77           | 89           | 70           | 68           | 41           | 59           | 45           | 33           |
| Department Head                                  | 16           | 12           | 11           | 18           | 21           | 13           | 9            | 2            | 5            | -            |
| Athletic Trainer                                 | 3            | 3            | 4            | 4            | 5            | 5            | 4            | 1            | 1            | -            |
| Campus Professional Personnel                    | 5            | 4            | 5            | 5            | 4            | 4            | 4            | 5            | 22           | 8            |
| Other Non-Instructional District Prof. Personnel | 50           | 54           | 54           | 53           | 55           | 56           | 91           | 60           | 24           | 128          |
|  | <u>283</u>   | <u>295</u>   | <u>304</u>   | <u>333</u>   | <u>321</u>   | <u>312</u>   | <u>318</u>   | <u>303</u>   | <u>276</u>   | <u>296</u>   |
| <b>Support &amp; Administration</b>              |              |              |              |              |              |              |              |              |              |              |
| Superintendent, Deputy, Assoc. & Assistant       | 8            | 8            | 8            | 8            | 8            | 10           | 9            | 9            | 11           | 10           |
| Business Manager                                 | 1            | 1            | 1            | 1            | 1            | 1            | 1            | 1            | 1            | 1            |
| District Instr. Prog. Director/Exec. Director    | 24           | 24           | 26           | 23           | 25           | 29           | 30           | 29           | 32           | 11           |
| Auxiliary Staff                                  | 336          | 335          | 333          | 366          | 370          | 352          | 361          | 365          | 381          | 406          |
| Athletic Director                                | 2            | 3            | 3            | 4            | 4            | 2            | 2            | 4            | 3            | 4            |
| Teacher Supervisor                               | 10           | 10           | 6            | 8            | 8            | 4            | 4            | 7            | 1            | -            |
|  | <u>381</u>   | <u>381</u>   | <u>377</u>   | <u>410</u>   | <u>416</u>   | <u>398</u>   | <u>407</u>   | <u>415</u>   | <u>429</u>   | <u>432</u>   |
| <b>Total</b>                                     | <u>2,684</u> | <u>2,719</u> | <u>2,736</u> | <u>2,792</u> | <u>2,761</u> | <u>2,760</u> | <u>2,757</u> | <u>2,717</u> | <u>2,689</u> | <u>2,497</u> |

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Source: Fall Public Education Information Management System (PIEMS) with full time equivalents as of the last Friday in October

Notes:

Full-time instructional employees of the district are employed for 188 contract days. Assistant middle school and elementary principals and secondary bookkeepers are employed 210 contract days. Campus principals, student services employees, central administrative, and non campus professional employees are employed 226 days.

Auxiliary staff are employed 260 contract days.

# General Obligation Bond Information





## Outstanding Bond Issues & Bond Amortization Schedule

The district has multiple outstanding bond series (new money and refunding). The total amount of principal outstanding on voter authorized bonds as of June 30, 2025 was \$399,370,000.

The upcoming and past details of semiannual bond payments are as follow (subject to change if any bonds are refunded for savings or there is an application of over-levy):

The district administration will work closely with our financial advisor to monitor interest rates for callable maturities and if savings exist, we will bring this before the Board for consideration of refunding for savings.

### McKinney Independent School District Summary of Bond Indebtedness 2025-2026 School Year

| Bond Issue          | Due Date  | Interest                | Principal               | Total Payment           | 7/1/2025 Bonds Outstanding | 6/30/2026 Bonds Outstanding | Date Bonds Complete |
|---------------------|-----------|-------------------------|-------------------------|-------------------------|----------------------------|-----------------------------|---------------------|
| <b>2015R</b>        | 8/15/2025 | \$ 430,406.25           | \$ -                    | \$ 430,406.25           |                            |                             |                     |
|                     | 2/15/2026 | \$ 430,406.25           | \$ 3,400,000.00         | \$ 3,830,406.25         | \$ 22,600,000.00           | \$ 19,200,000.00            | 2/15/2031           |
| <b>2015A</b>        | 8/15/2025 | \$ 866,100.00           | \$ -                    | \$ 866,100.00           |                            |                             |                     |
|                     | 2/15/2026 | \$ 866,100.00           | \$ 3,210,000.00         | \$ 4,076,100.00         | \$ 35,955,000.00           | \$ 32,745,000.00            | 2/15/2040           |
| <b>2016</b>         | 8/15/2025 | \$ 469,100.00           |                         | \$ 469,100.00           |                            |                             |                     |
|                     | 2/15/2026 | \$ 469,100.00           | \$ 2,270,000.00         | \$ 2,739,100.00         | \$ 21,655,000.00           | \$ 19,385,000.00            | 2/15/2033           |
| <b>2016A</b>        | 8/15/2025 | \$ 1,027,506.25         | \$ -                    | \$ 1,027,506.25         |                            |                             |                     |
|                     | 2/15/2026 | \$ 1,027,506.25         | \$ 3,465,000.00         | \$ 4,492,506.25         | \$ 48,815,000.00           | \$ 45,350,000.00            | 2/15/2036           |
| <b>2017</b>         | 8/15/2025 | \$ 1,169,850.00         | \$ -                    | \$ 1,169,850.00         |                            |                             |                     |
|                     | 2/15/2026 | \$ 1,169,850.00         | \$ 3,380,000.00         | \$ 4,549,850.00         | \$ 50,900,000.00           | \$ 47,520,000.00            | 2/15/2037           |
| <b>2018</b>         | 8/15/2025 | \$ 662,500.00           | \$ -                    | \$ 662,500.00           |                            |                             |                     |
|                     | 2/15/2026 | \$ 662,500.00           | \$ 1,485,000.00         | \$ 2,147,500.00         | \$ 26,500,000.00           | \$ 25,015,000.00            | 2/15/2038           |
| <b>2019</b>         | 8/15/2025 | \$ 148,375.00           | \$ -                    | \$ 148,375.00           |                            |                             |                     |
|                     | 2/15/2026 | \$ 148,375.00           | \$ 535,000.00           | \$ 683,375.00           | \$ 5,935,000.00            | \$ 5,400,000.00             | 2/15/2040           |
| <b>2021</b>         | 8/15/2025 | \$ 1,517,953.13         | \$ -                    | \$ 1,517,953.13         |                            |                             |                     |
|                     | 2/15/2026 | \$ 1,517,953.13         | \$ 6,570,000.00         | \$ 8,087,953.13         | \$ 82,700,000.00           | \$ 76,130,000.00            | 2/15/2041           |
| <b>2022</b>         | 8/15/2025 | \$ 1,489,275.00         | \$ -                    | \$ 1,489,275.00         |                            |                             |                     |
|                     | 2/15/2026 | \$ 1,489,275.00         | \$ 5,010,000.00         | \$ 6,499,275.00         | \$ 63,075,000.00           | \$ 58,065,000.00            | 2/15/2042           |
| <b>2023</b>         | 8/15/2025 | \$ 146,375.00           | \$ -                    | \$ 146,375.00           |                            |                             |                     |
|                     | 2/15/2026 | \$ 146,375.00           | \$ 1,350,000.00         | \$ 1,496,375.00         | \$ 5,855,000.00            | \$ 4,505,000.00             | 2/15/2029           |
| <b>2024</b>         | 8/15/2025 | \$ 874,825.00           | \$ -                    | \$ 874,825.00           |                            |                             |                     |
|                     | 2/15/2026 | \$ 874,825.00           | \$ 2,585,000.00         | \$ 3,459,825.00         | \$ 35,380,000.00           | \$ 32,795,000.00            | 2/15/2044           |
| <b>GRAND TOTALS</b> |           | <b>\$ 17,604,531.26</b> | <b>\$ 33,260,000.00</b> | <b>\$ 50,864,531.26</b> | <b>\$ 399,370,000.00</b>   | <b>\$ 366,110,000.00</b>    |                     |

## Capital Projects

| 2021 Bond Report                      |             |             |            |  |
|---------------------------------------|-------------|-------------|------------|--|
| July 2025 (August Board Meeting 2025) |             |             |            |  |
| Source                                | Budget      | Received    | Remaining  |  |
| Grand Total                           | 300,983,140 | 266,983,140 | 34,000,000 |  |
| Bonds (2021 Bond Program)             | 275,000,000 | 241,000,000 | 34,000,000 |  |
| Land Sale                             | 7,371,261   | 7,371,261   | 0          |  |
| Interest Earned                       | 15,922,610  | 15,922,610  | 0          |  |
| Other                                 | 2,689,268   | 2,689,268   | 0          |  |

| Fund 615 - 2021 Construction Fund                                |             |                     |              |            |
|--|-------------|---------------------|--------------|------------|
| Project  | Budget      | Actual Expenditures | Encumbrances | Remaining  |
| Grand Total  | 295,614,113 | 182,499,871         | 21,184,395   | 91,929,847 |
| Elementary #22   | 32,918,803  | 32,543,662          | 0            | 375,141    |
| Construction (including Technology Infrastructure)               | 29,988,831  | 29,923,945          | 0            | 64,887     |
| Architectural, Engineering, Geotechnical, etc.                   | 47,000      | 12,500              | 0            | 34,500     |
| Independent Materials Testing, Utilities (including Fiber), etc. | 468,203     | 379,877             | 0            | 88,326     |
| Furniture, Fixture & Equipment, etc.                             | 2,414,769   | 2,227,340           | 0            | 187,429    |
| SJMS to 1500 Expansion & Fine Arts                               | 23,000,000  | 13,822,798          | 4,213,766    | 4,963,436  |
| Construction (including Technology Infrastructure)               | 19,880,000  | 12,737,033          | 3,587,190    | 3,555,777  |
| Architectural, Engineering, Geotechnical, etc.                   | 1,500,000   | 833,900             | 210,910      | 455,191    |
| Independent Materials Testing, Utilities (including Fiber), etc. | 500,000     | 139,303             | 83,967       | 276,730    |
| Furniture, Fixture & Equipment, etc.                             | 1,120,000   | 112,562             | 331,699      | 675,738    |
| MBHS STEM, CTE & Fine Arts                                       | 6,000,000   | 2,497,931           | 2,032,090    | 1,469,980  |
| Construction (including Technology Infrastructure)               | 4,209,721   | 2,232,290           | 1,161,808    | 815,623    |
| Architectural, Engineering, Geotechnical, etc.                   | 750,000     | 190,689             | 60,822       | 498,489    |
| Independent Materials Testing, Utilities (including Fiber), etc. | 435,000     | 70,123              | 364,010      | 868        |
| Furniture, Fixture & Equipment, etc.                             | 605,279     | 4,829               | 445,450      | 155,000    |
| MBHS Refresh   | 31,450,000  | 11,142,418          | 8,278,075    | 12,029,507 |
| Consultant   | 700,000     | 442,500             | 151,500      | 106,000    |
| HVAC   | 12,500,000  | 8,837,114           | 2,185,920    | 1,476,967  |
| Refresh  | 18,250,000  | 1,862,804           | 5,940,656    | 10,446,540 |
| SJMS Refresh   | 7,884,000   | 7,873,952           | 0            | 10,047     |
| Consultant   | 120,941     | 120,941             | 0            | 0          |
| HVAC   | 1,599,888   | 1,599,888           | 0            | 0          |
| Refresh  | 6,163,171   | 6,153,123           | 0            | 10,048     |
| EMS Refresh  | 20,480,404  | 8,514,505           | 1,279,772    | 10,686,127 |
| Consultant   | 200,008     | 162,535             | 2,125        | 35,348     |
| HVAC   | 5,572,654   | 2,706,244           | 0            | 2,866,410  |
| Refresh  | 14,707,742  | 5,645,726           | 1,277,647    | 7,784,369  |
| Webb Refresh   | 4,024,999   | 3,937,041           | 0            | 87,958     |
| Consultant   | 35,300      | 35,300              | 0            | 0          |
| HVAC   | 171,810     | 171,810             | 0            | 0          |
| Refresh  | 3,817,889   | 3,729,931           | 0            | 87,958     |
| Slaughter Refresh  | 8,270,000   | 6,900,740           | 644,076      | 725,184    |
| Consultant   | 174,000     | 164,775             | 6,800        | 2,425      |
| HVAC   | 1,762,700   | 1,306,761           | 0            | 455,939    |
| Refresh  | 6,333,300   | 5,429,204           | 637,276      | 266,821    |
| Finch Refresh  | 7,085,700   | 4,320,114           | 218,066      | 2,557,520  |
| Consultant   | 98,286      | 50,985              | 0            | 47,301     |
| HVAC   | 316,715     | 0                   | 0            | 316,715    |
| Refresh  | 6,680,699   | 4,269,129           | 218,066      | 2,193,504  |
| Burks Refresh  | 3,099,999   | 3,096,932           | 0            | 3,067      |
| Consultant   | 45,912      | 43,912              | 0            | 2,000      |
| HVAC   | 125,293     | 124,911             | 0            | 382        |
| Refresh  | 2,928,794   | 2,928,109           | 0            | 685        |
| Bennett Refresh  | 7,500,000   | 49,055              | 0            | 7,450,945  |
| Consultant   | 100,000     | 3,555               | 0            | 96,445     |
| HVAC   | 2,500,000   | 0                   | 0            | 2,500,000  |
| Refresh  | 4,900,000   | 45,500              | 0            | 4,854,500  |
| Minshew Refresh  | 7,500,000   | 0                   | 0            | 7,500,000  |
| Consultant   | 100,000     | 0                   | 0            | 100,000    |
| HVAC   | 2,500,000   | 0                   | 0            | 2,500,000  |
| Refresh  | 4,900,000   | 0                   | 0            | 4,900,000  |

| Fund 615 - 2021 Construction Fund              |            |                     |              |            |
|--|------------|---------------------|--------------|------------|
| Project  | Budget     | Actual Expenditures | Encumbrances | Remaining  |
| Wilmeth Refresh                                | 7,500,000  | 0                   | 0            | 7,500,000  |
| Consultant                                     | 100,000    | 0                   | 0            | 100,000    |
| HVAC   | 2,500,000  | 0                   | 0            | 2,500,000  |
| Refresh  | 4,900,000  | 0                   | 0            | 4,900,000  |
| Facility Upgrades                              | 5,294,849  | 3,350,739           | 860,432      | 1,083,678  |
| Facility Upgrades                              | 5,294,849  | 3,350,739           | 860,432      | 1,083,678  |
| Furniture Refresh                              | 1,575,000  | 558,188             | 18,044       | 998,768    |
| Furniture Refresh                              | 1,575,000  | 558,188             | 18,044       | 998,768    |
| Maintenance Building                           | 14,500,000 | 108,800             | 777,160      | 13,614,040 |
| Maintenance Building                           | 14,500,000 | 108,800             | 777,160      | 13,614,040 |
| Land Purchase & Legal Fees                     | 2,256,736  | 75,563              | 20,000       | 2,161,173  |
| Land Purchase                                  | 2,236,736  | 75,563              | 0            | 2,161,173  |
| Legal Fees                                     | 20,000     | 0                   | 20,000       | 0          |
| Serenity                                       | 791,051    | 0                   | 0            | 791,051    |
| Building                                       | 791,051    | 0                   | 0            | 791,051    |
| Health, Safety & Security                      | 14,807,673 | 7,673,959           | 140,854      | 6,992,860  |
| Health, Safety & Security                      | 14,807,673 | 7,673,959           | 140,854      | 6,992,860  |
| Athletics & Fine Arts Refresh                  | 22,000,000 | 12,146,283          | 491,903      | 9,361,814  |
| Athletics & Fine Arts Refresh                  | 22,000,000 | 12,146,283          | 491,903      | 9,361,814  |
| Technology Refresh+1:World+Classroom+CTE+Staff | 49,773,781 | 47,715,011          | 1,747,906    | 310,865    |
| Technology Refresh+1:World+Classroom+CTE+Staff | 49,773,781 | 47,715,011          | 1,747,906    | 310,865    |
| Elementary Playground Refresh                  | 3,460,000  | 2,996,852           | 461,252      | 1,896      |
| Elementary Playground Refresh                  | 3,460,000  | 2,996,852           | 461,252      | 1,896      |
| Buses  | 12,431,118 | 12,425,227          | 0            | 5,891      |
| Buses  | 12,431,118 | 12,425,227          | 0            | 5,891      |
| District Stem                                  | 2,000,000  | 750,099             | 1,000        | 1,248,901  |
| District Stem                                  | 2,000,000  | 750,099             | 1,000        | 1,248,901  |

# Academic Performance Information



## Academic Performance Measures

Performance Reporting compiles data to develop and report meaningful accountability ratings to help Texas public schools meet the educational needs of all students. As part of administering the state's public-school accountability system, the division publishes assessment reporting and accountability data in several different formats, for different audiences, and for different purposes.

The division also provides guidance and resources to help school administrators, teachers, parents, and the public understand and benefit from the state's accountability system.

Texas Education Agency

### 2025 Accountability Rating Overall Summary MCKINNEY ISD (043907) - COLLIN COUNTY

[2019](#) | [2020](#) | [2021](#) | [2022](#) | [2023](#) | [2024](#) | **2025**

#### Summary

|                                       | Scaled Score | Rating   | Proportion of Overall Rating |
|---------------------------------------|--------------|----------|------------------------------|
| <b>Overall</b>                        | <b>88</b>    | <b>B</b> |                              |
| <b>Student Achievement</b>            | <b>88</b>    | <b>B</b> | <b>70%</b>                   |
| <b>School Progress</b>                | <b>81</b>    | <b>B</b> | <b>0%</b>                    |
| Academic Growth                       | 80           | B        |                              |
| Relative Performance (Eco Dis: 34.6%) | 81           | B        |                              |
| <b>Closing the Gaps</b>               | <b>89</b>    | <b>B</b> | <b>30%</b>                   |

#### Distinction Designations



McKinney ISD remains committed to meeting the academic needs of ALL students. Small performance gaps remain in some content areas with some student groups, and as a result, campuses continue to monitor and adjust instruction and intervention to meet unique individual needs. McKinney ISD continues to focus on providing high quality instruction and intervention. Students' mastery of grade level curriculum is monitored throughout the year to address identified needs with classroom instruction, intervention, and enrichment.

## STAAR Performance

|  |  |
|--|--|
| Texas Education Agency   |  |
| 2025 STAAR Performance   |  |
| MCKINNEY ISD (043907) - COLLIN COUNTY  |  |
| Data provided for districts are for informational purposes only and are not used in calculating weighted district domain scores. |  |

| STAAR Performance       | Reading/Language Arts (RLA) | Mathematics | Science | Social Studies | Totals | Percentages |
|-------------------------|-----------------------------|-------------|---------|----------------|--------|-------------|
| Total Tests             | 14,183                      | 11,886      | 5,356   | 3,521          | 34,946 |             |
| Approaches GL or Above  | 11,858                      | 9,571       | 4,490   | 2,966          | 28,885 | 83%         |
| Meets GL or Above       | 9,436                       | 6,841       | 3,130   | 2,178          | 21,585 | 62%         |
| Masters GL              | 4,513                       | 3,342       | 1,363   | 1,337          | 10,555 | 30%         |
| Total Percentage Points |                             |             |         |                |        | 175%        |
| Component Score         |                             |             |         |                |        | 58          |

|  |  |
|--|--|
| Texas Education Agency   |  |
| 2025 STAAR Performance   |  |
| MCKINNEY ISD (043907) - COLLIN COUNTY  |  |
| Data provided for districts are for informational purposes only and are not used in calculating weighted district domain scores. |  |

| Accountability Groups              |              |                  |          |        |                 |       |                  |                   |             |
|------------------------------------|--------------|------------------|----------|--------|-----------------|-------|------------------|-------------------|-------------|
|                                    | All Students | African American | Hispanic | White  | American Indian | Asian | Pacific Islander | Two or More Races | High Focus^ |
| All Subjects                       |              |                  |          |        |                 |       |                  |                   |             |
| Percent of Tests                   |              |                  |          |        |                 |       |                  |                   |             |
| At Approaches GL Standard or Above | 83%          | 71%              | 74%      | 91%    | 76%             | 92%   | 86%              | 87%               | 69%         |
| At Meets GL Standard or Above      | 62%          | 45%              | 47%      | 75%    | 60%             | 79%   | 55%              | 67%               | 41%         |
| At Masters GL Standard             | 30%          | 16%              | 19%      | 40%    | 27%             | 50%   | 19%              | 34%               | 15%         |
| Number of Tests                    |              |                  |          |        |                 |       |                  |                   |             |
| At Approaches GL Standard or Above | 28,885       | 3,945            | 7,563    | 13,022 | 94              | 2,514 | 36               | 1,711             | 11,700      |
| At Meets GL Standard or Above      | 21,585       | 2,505            | 4,809    | 10,685 | 74              | 2,168 | 23               | 1,321             | 6,978       |
| At Masters GL Standard             | 10,555       | 899              | 1,898    | 5,670  | 33              | 1,366 | 8                | 681               | 2,520       |
| Total Tests                        | 34,946       | 5,527            | 10,237   | 14,310 | 123             | 2,730 | 42               | 1,977             | 16,968      |
| Reading/Language Arts (RLA)        |              |                  |          |        |                 |       |                  |                   |             |
| Percent of Tests                   |              |                  |          |        |                 |       |                  |                   |             |
| At Approaches GL Standard or Above | 84%          | 73%              | 73%      | 93%    | 86%             | 92%   | 93%              | 89%               | 70%         |
| At Meets GL Standard or Above      | 67%          | 51%              | 51%      | 80%    | 72%             | 82%   | 57%              | 74%               | 45%         |
| At Masters GL Standard             | 32%          | 17%              | 19%      | 43%    | 24%             | 50%   | 7%               | 37%               | 15%         |
| Number of Tests                    |              |                  |          |        |                 |       |                  |                   |             |
| At Approaches GL Standard or Above | 11,858       | 1,666            | 3,100    | 5,292  | 43              | 1,022 | 13               | 722               | 4,973       |
| At Meets GL Standard or Above      | 9,436        | 1,162            | 2,145    | 4,571  | 36              | 914   | 8                | 600               | 3,188       |
| At Masters GL Standard             | 4,513        | 397              | 820      | 2,420  | 12              | 560   | 1                | 303               | 1,077       |
| Total Tests                        | 14,183       | 2,282            | 4,223    | 5,689  | 50              | 1,114 | 14               | 811               | 7,124       |
| Mathematics                        |              |                  |          |        |                 |       |                  |                   |             |
| Percent of Tests                   |              |                  |          |        |                 |       |                  |                   |             |
| At Approaches GL Standard or Above | 81%          | 66%              | 73%      | 89%    | 72%             | 92%   | 85%              | 83%               | 67%         |
| At Meets GL Standard or Above      | 58%          | 39%              | 43%      | 70%    | 53%             | 80%   | 46%              | 62%               | 38%         |
| At Masters GL Standard             | 28%          | 15%              | 17%      | 36%    | 30%             | 51%   | 23%              | 33%               | 15%         |
| Number of Tests                    |              |                  |          |        |                 |       |                  |                   |             |
| At Approaches GL Standard or Above | 9,571        | 1,256            | 2,505    | 4,318  | 31              | 864   | 11               | 586               | 3,930       |
| At Meets GL Standard or Above      | 6,841        | 736              | 1,489    | 3,404  | 23              | 750   | 6                | 433               | 2,240       |
| At Masters GL Standard             | 3,342        | 279              | 591      | 1,743  | 13              | 479   | 3                | 234               | 883         |
| Total Tests                        | 11,886       | 1,892            | 3,438    | 4,853  | 43              | 943   | 13               | 704               | 5,893       |
| Science                            |              |                  |          |        |                 |       |                  |                   |             |
| Percent of Tests                   |              |                  |          |        |                 |       |                  |                   |             |
| At Approaches GL Standard or Above | 84%          | 75%              | 75%      | 91%    | 72%             | 94%   | 86%              | 87%               | 71%         |
| At Meets GL Standard or Above      | 58%          | 43%              | 43%      | 71%    | 50%             | 75%   | 57%              | 63%               | 38%         |
| At Masters GL Standard             | 25%          | 13%              | 14%      | 35%    | 17%             | 44%   | 29%              | 26%               | 11%         |
| Number of Tests                    |              |                  |          |        |                 |       |                  |                   |             |
| At Approaches GL Standard or Above | 4,490        | 624              | 1,162    | 2,042  | 13              | 383   | 6                | 260               | 1,762       |
| At Meets GL Standard or Above      | 3,130        | 363              | 662      | 1,597  | 9               | 307   | 4                | 188               | 945         |
| At Masters GL Standard             | 1,363        | 108              | 215      | 778    | 3               | 180   | 2                | 77                | 274         |
| Total Tests                        | 5,356        | 836              | 1,541    | 2,245  | 18              | 409   | 7                | 300               | 2,488       |
| Social Studies                     |              |                  |          |        |                 |       |                  |                   |             |
| Percent of Tests                   |              |                  |          |        |                 |       |                  |                   |             |
| At Approaches GL Standard or Above | 84%          | 77%              | 77%      | 90%    | 58%             | 93%   | 75%              | 88%               | 71%         |
| At Meets GL Standard or Above      | 62%          | 47%              | 50%      | 73%    | 50%             | 75%   | 63%              | 62%               | 41%         |
| At Masters GL Standard             | 38%          | 22%              | 26%      | 48%    | 42%             | 56%   | 25%              | 41%               | 20%         |
| Number of Tests                    |              |                  |          |        |                 |       |                  |                   |             |
| At Approaches GL Standard or Above | 2,966        | 399              | 796      | 1,370  | 7               | 245   | 6                | 143               | 1,035       |
| At Meets GL Standard or Above      | 2,178        | 244              | 513      | 1,113  | 6               | 197   | 5                | 100               | 605         |
| At Masters GL Standard             | 1,337        | 115              | 272      | 729    | 5               | 147   | 2                | 67                | 286         |
| Total Tests                        | 3,521        | 517              | 1,035    | 1,523  | 12              | 264   | 8                | 162               | 1,463       |

|  |  |  |  |  |  |  |  |  |  |  |  |  |  |
|--|--|--|--|--|--|--|--|--|--|--|--|--|--|
| Texas Education Agency   |  |  |  |  |  |  |  |  |  |  |  |  |  |
| 2025 STAAR Performance   |  |  |  |  |  |  |  |  |  |  |  |  |  |
| MCKINNEY ISD (043907) - COLLIN COUNTY  |  |  |  |  |  |  |  |  |  |  |  |  |  |
| Data provided for districts are for informational purposes only and are not used in calculating weighted district domain scores. |  |  |  |  |  |  |  |  |  |  |  |  |  |

| Additional Student Groups          |                               |                               |                               |                              |                              |                              |                              |                              |                               |                               |                            |                            |                            |         |  |
|------------------------------------|-------------------------------|-------------------------------|-------------------------------|------------------------------|------------------------------|------------------------------|------------------------------|------------------------------|-------------------------------|-------------------------------|----------------------------|----------------------------|----------------------------|---------|--|
|                                    | All Students                  | Econ Disadv                   | Non-Econ Disadv               | GT                           | EB/EL (Current)              | EB/EL (Current & Monitored)  | Special Ed (Current)         | Special Ed (Former)          | Continuously Enrolled         | Non-Continuously Enrolled     | Highly Mobile *            | Foster                     | Homeless                   | Migrant |  |
| All Subjects                       |                               |                               |                               |                              |                              |                              |                              |                              |                               |                               |                            |                            |                            |         |  |
| Percent of Tests                   |                               |                               |                               |                              |                              |                              |                              |                              |                               |                               |                            |                            |                            |         |  |
| At Approaches GL Standard or Above | <div><div></div></div> 83%    | <div><div></div></div> 68%    | <div><div></div></div> 90%    | <div><div></div></div> 100%  | <div><div></div></div> 61%   | <div><div></div></div> 68%   | <div><div></div></div> 53%   | <div><div></div></div> 93%   | <div><div></div></div> 85%    | <div><div></div></div> 76%    | <div><div></div></div> 52% | <div><div></div></div> 67% | <div><div></div></div> 51% | -       |  |
| At Meets GL Standard or Above      | <div><div></div></div> 62%    | <div><div></div></div> 40%    | <div><div></div></div> 73%    | <div><div></div></div> 95%   | <div><div></div></div> 28%   | <div><div></div></div> 38%   | <div><div></div></div> 26%   | <div><div></div></div> 73%   | <div><div></div></div> 65%    | <div><div></div></div> 53%    | <div><div></div></div> 19% | <div><div></div></div> 19% | <div><div></div></div> 19% | -       |  |
| At Masters GL Standard             | <div><div></div></div> 30%    | <div><div></div></div> 14%    | <div><div></div></div> 39%    | <div><div></div></div> 74%   | <div><div></div></div> 8%    | <div><div></div></div> 15%   | <div><div></div></div> 8%    | <div><div></div></div> 40%   | <div><div></div></div> 32%    | <div><div></div></div> 25%    | <div><div></div></div> 5%  | <div><div></div></div> 6%  | <div><div></div></div> 5%  | -       |  |
| Number of Tests                    |                               |                               |                               |                              |                              |                              |                              |                              |                               |                               |                            |                            |                            |         |  |
| At Approaches GL Standard or Above | <div><div></div></div> 28,885 | <div><div></div></div> 8,076  | <div><div></div></div> 20,809 | <div><div></div></div> 5,656 | <div><div></div></div> 3,123 | <div><div></div></div> 4,234 | <div><div></div></div> 3,490 | <div><div></div></div> 1,379 | <div><div></div></div> 20,997 | <div><div></div></div> 7,888  | <div><div></div></div> 294 | <div><div></div></div> 24  | <div><div></div></div> 272 | -       |  |
| At Meets GL Standard or Above      | <div><div></div></div> 21,585 | <div><div></div></div> 4,756  | <div><div></div></div> 16,829 | <div><div></div></div> 5,414 | <div><div></div></div> 1,447 | <div><div></div></div> 2,395 | <div><div></div></div> 1,746 | <div><div></div></div> 1,086 | <div><div></div></div> 16,100 | <div><div></div></div> 5,485  | <div><div></div></div> 109 | <div><div></div></div> 7   | <div><div></div></div> 102 | -       |  |
| At Masters GL Standard             | <div><div></div></div> 10,555 | <div><div></div></div> 1,651  | <div><div></div></div> 8,904  | <div><div></div></div> 4,190 | <div><div></div></div> 416   | <div><div></div></div> 919   | <div><div></div></div> 514   | <div><div></div></div> 594   | <div><div></div></div> 7,995  | <div><div></div></div> 2,560  | <div><div></div></div> 27  | <div><div></div></div> 2   | <div><div></div></div> 25  | -       |  |
| Total Tests                        | <div><div></div></div> 34,946 | <div><div></div></div> 11,927 | <div><div></div></div> 23,019 | <div><div></div></div> 5,681 | <div><div></div></div> 5,096 | <div><div></div></div> 6,259 | <div><div></div></div> 6,614 | <div><div></div></div> 1,488 | <div><div></div></div> 24,615 | <div><div></div></div> 10,331 | <div><div></div></div> 566 | <div><div></div></div> 36  | <div><div></div></div> 534 | -       |  |
| Reading/Language Arts (RLA)        |                               |                               |                               |                              |                              |                              |                              |                              |                               |                               |                            |                            |                            |         |  |
| Percent of Tests                   |                               |                               |                               |                              |                              |                              |                              |                              |                               |                               |                            |                            |                            |         |  |
| At Approaches GL Standard or Above | <div><div></div></div> 84%    | <div><div></div></div> 69%    | <div><div></div></div> 92%    | <div><div></div></div> 100%  | <div><div></div></div> 59%   | <div><div></div></div> 66%   | <div><div></div></div> 53%   | <div><div></div></div> 94%   | <div><div></div></div> 86%    | <div><div></div></div> 77%    | <div><div></div></div> 51% | <div><div></div></div> 73% | <div><div></div></div> 50% | -       |  |
| At Meets GL Standard or Above      | <div><div></div></div> 67%    | <div><div></div></div> 44%    | <div><div></div></div> 79%    | <div><div></div></div> 97%   | <div><div></div></div> 30%   | <div><div></div></div> 40%   | <div><div></div></div> 27%   | <div><div></div></div> 77%   | <div><div></div></div> 70%    | <div><div></div></div> 58%    | <div><div></div></div> 25% | <div><div></div></div> 27% | <div><div></div></div> 25% | -       |  |
| At Masters GL Standard             | <div><div></div></div> 32%    | <div><div></div></div> 14%    | <div><div></div></div> 41%    | <div><div></div></div> 75%   | <div><div></div></div> 8%    | <div><div></div></div> 14%   | <div><div></div></div> 7%    | <div><div></div></div> 42%   | <div><div></div></div> 34%    | <div><div></div></div> 26%    | <div><div></div></div> 5%  | <div><div></div></div> 7%  | <div><div></div></div> 5%  | -       |  |
| Number of Tests                    |                               |                               |                               |                              |                              |                              |                              |                              |                               |                               |                            |                            |                            |         |  |
| At Approaches GL Standard or Above | <div><div></div></div> 11,858 | <div><div></div></div> 3,432  | <div><div></div></div> 8,426  | <div><div></div></div> 2,304 | <div><div></div></div> 1,301 | <div><div></div></div> 1,754 | <div><div></div></div> 1,493 | <div><div></div></div> 568   | <div><div></div></div> 8,556  | <div><div></div></div> 3,302  | <div><div></div></div> 121 | <div><div></div></div> 11  | <div><div></div></div> 111 | -       |  |
| At Meets GL Standard or Above      | <div><div></div></div> 9,436  | <div><div></div></div> 2,199  | <div><div></div></div> 7,237  | <div><div></div></div> 2,238 | <div><div></div></div> 652   | <div><div></div></div> 1,074 | <div><div></div></div> 769   | <div><div></div></div> 465   | <div><div></div></div> 6,961  | <div><div></div></div> 2,475  | <div><div></div></div> 59  | <div><div></div></div> 4   | <div><div></div></div> 55  | -       |  |
| At Masters GL Standard             | <div><div></div></div> 4,513  | <div><div></div></div> 715    | <div><div></div></div> 3,798  | <div><div></div></div> 1,731 | <div><div></div></div> 168   | <div><div></div></div> 379   | <div><div></div></div> 202   | <div><div></div></div> 254   | <div><div></div></div> 3,387  | <div><div></div></div> 1,126  | <div><div></div></div> 13  | <div><div></div></div> 1   | <div><div></div></div> 12  | -       |  |
| Total Tests                        | <div><div></div></div> 14,183 | <div><div></div></div> 4,978  | <div><div></div></div> 9,205  | <div><div></div></div> 2,309 | <div><div></div></div> 2,204 | <div><div></div></div> 2,673 | <div><div></div></div> 2,809 | <div><div></div></div> 607   | <div><div></div></div> 9,913  | <div><div></div></div> 4,270  | <div><div></div></div> 237 | <div><div></div></div> 15  | <div><div></div></div> 223 | -       |  |
| Mathematics                        |                               |                               |                               |                              |                              |                              |                              |                              |                               |                               |                            |                            |                            |         |  |
| Percent of Tests                   |                               |                               |                               |                              |                              |                              |                              |                              |                               |                               |                            |                            |                            |         |  |
| At Approaches GL Standard or Above | <div><div></div></div> 81%    | <div><div></div></div> 65%    | <div><div></div></div> 89%    | <div><div></div></div> 99%   | <div><div></div></div> 64%   | <div><div></div></div> 70%   | <div><div></div></div> 51%   | <div><div></div></div> 93%   | <div><div></div></div> 83%    | <div><div></div></div> 74%    | <div><div></div></div> 49% | <div><div></div></div> 60% | <div><div></div></div> 48% | -       |  |
| At Meets GL Standard or Above      | <div><div></div></div> 58%    | <div><div></div></div> 36%    | <div><div></div></div> 69%    | <div><div></div></div> 95%   | <div><div></div></div> 30%   | <div><div></div></div> 39%   | <div><div></div></div> 26%   | <div><div></div></div> 72%   | <div><div></div></div> 61%    | <div><div></div></div> 50%    | <div><div></div></div> 16% | <div><div></div></div> 20% | <div><div></div></div> 16% | -       |  |
| At Masters GL Standard             | <div><div></div></div> 28%    | <div><div></div></div> 13%    | <div><div></div></div> 36%    | <div><div></div></div> 73%   | <div><div></div></div> 11%   | <div><div></div></div> 17%   | <div><div></div></div> 9%    | <div><div></div></div> 39%   | <div><div></div></div> 30%    | <div><div></div></div> 24%    | <div><div></div></div> 6%  | <div><div></div></div> 7%  | <div><div></div></div> 6%  | -       |  |
| Number of Tests                    |                               |                               |                               |                              |                              |                              |                              |                              |                               |                               |                            |                            |                            |         |  |
| At Approaches GL Standard or Above | <div><div></div></div> 9,571  | <div><div></div></div> 2,631  | <div><div></div></div> 6,940  | <div><div></div></div> 1,959 | <div><div></div></div> 1,134 | <div><div></div></div> 1,487 | <div><div></div></div> 1,240 | <div><div></div></div> 497   | <div><div></div></div> 6,945  | <div><div></div></div> 2,626  | <div><div></div></div> 95  | <div><div></div></div> 9   | <div><div></div></div> 86  | -       |  |
| At Meets GL Standard or Above      | <div><div></div></div> 6,841  | <div><div></div></div> 1,452  | <div><div></div></div> 5,389  | <div><div></div></div> 1,875 | <div><div></div></div> 538   | <div><div></div></div> 824   | <div><div></div></div> 630   | <div><div></div></div> 386   | <div><div></div></div> 5,076  | <div><div></div></div> 1,765  | <div><div></div></div> 32  | <div><div></div></div> 3   | <div><div></div></div> 29  | -       |  |
| At Masters GL Standard             | <div><div></div></div> 3,342  | <div><div></div></div> 538    | <div><div></div></div> 2,804  | <div><div></div></div> 1,441 | <div><div></div></div> 191   | <div><div></div></div> 361   | <div><div></div></div> 213   | <div><div></div></div> 208   | <div><div></div></div> 2,478  | <div><div></div></div> 864    | <div><div></div></div> 11  | <div><div></div></div> 1   | <div><div></div></div> 10  | -       |  |
| Total Tests                        | <div><div></div></div> 11,886 | <div><div></div></div> 4,074  | <div><div></div></div> 7,812  | <div><div></div></div> 1,969 | <div><div></div></div> 1,764 | <div><div></div></div> 2,131 | <div><div></div></div> 2,438 | <div><div></div></div> 537   | <div><div></div></div> 8,342  | <div><div></div></div> 3,544  | <div><div></div></div> 195 | <div><div></div></div> 15  | <div><div></div></div> 181 | -       |  |
| Science                            |                               |                               |                               |                              |                              |                              |                              |                              |                               |                               |                            |                            |                            |         |  |
| Percent of Tests                   |                               |                               |                               |                              |                              |                              |                              |                              |                               |                               |                            |                            |                            |         |  |
| At Approaches GL Standard or Above | <div><div></div></div> 84%    | <div><div></div></div> 69%    | <div><div></div></div> 91%    | <div><div></div></div> 99%   | <div><div></div></div> 61%   | <div><div></div></div> 68%   | <div><div></div></div> 55%   | <div><div></div></div> 92%   | <div><div></div></div> 86%    | <div><div></div></div> 78%    | <div><div></div></div> 59% | <div><div></div></div> *   | <div><div></div></div> 59% | -       |  |
| At Meets GL Standard or Above      | <div><div></div></div> 58%    | <div><div></div></div> 36%    | <div><div></div></div> 70%    | <div><div></div></div> 92%   | <div><div></div></div> 21%   | <div><div></div></div> 33%   | <div><div></div></div> 26%   | <div><div></div></div> 71%   | <div><div></div></div> 63%    | <div><div></div></div> 49%    | <div><div></div></div> 13% | <div><div></div></div> *   | <div><div></div></div> 13% | -       |  |
| At Masters GL Standard             | <div><div></div></div> 25%    | <div><div></div></div> 10%    | <div><div></div></div> 33%    | <div><div></div></div> 69%   | <div><div></div></div> 3%    | <div><div></div></div> 9%    | <div><div></div></div> 6%    | <div><div></div></div> 35%   | <div><div></div></div> 28%    | <div><div></div></div> 19%    | <div><div></div></div> 1%  | <div><div></div></div> *   | <div><div></div></div> 1%  | -       |  |
| Number of Tests                    |                               |                               |                               |                              |                              |                              |                              |                              |                               |                               |                            |                            |                            |         |  |
| At Approaches GL Standard or Above | <div><div></div></div> 4,490  | <div><div></div></div> 1,234  | <div><div></div></div> 3,256  | <div><div></div></div> 856   | <div><div></div></div> 437   | <div><div></div></div> 625   | <div><div></div></div> 502   | <div><div></div></div> 212   | <div><div></div></div> 3,242  | <div><div></div></div> 1,248  | <div><div></div></div> 51  | <div><div></div></div> *   | <div><div></div></div> 49  | -       |  |
| At Meets GL Standard or Above      | <div><div></div></div> 3,130  | <div><div></div></div> 647    | <div><div></div></div> 2,483  | <div><div></div></div> 793   | <div><div></div></div> 154   | <div><div></div></div> 300   | <div><div></div></div> 236   | <div><div></div></div> 164   | <div><div></div></div> 2,348  | <div><div></div></div> 782    | <div><div></div></div> 11  | <div><div></div></div> *   | <div><div></div></div> 11  | -       |  |
| At Masters GL Standard             | <div><div></div></div> 1,363  | <div><div></div></div> 181    | <div><div></div></div> 1,182  | <div><div></div></div> 599   | <div><div></div></div> 23    | <div><div></div></div> 87    | <div><div></div></div> 51    | <div><div></div></div> 81    | <div><div></div></div> 1,056  | <div><div></div></div> 307    | <div><div></div></div> 1   | <div><div></div></div> *   | <div><div></div></div> 1   | -       |  |
| Total Tests                        | <div><div></div></div> 5,356  | <div><div></div></div> 1,786  | <div><div></div></div> 3,570  | <div><div></div></div> 866   | <div><div></div></div> 721   | <div><div></div></div> 918   | <div><div></div></div> 914   | <div><div></div></div> 230   | <div><div></div></div> 3,756  | <div><div></div></div> 1,600  | <div><div></div></div> 86  | <div><div></div></div> *   | <div><div></div></div> 83  | -       |  |
| Social Studies                     |                               |                               |                               |                              |                              |                              |                              |                              |                               |                               |                            |                            |                            |         |  |
| Percent of Tests                   |                               |                               |                               |                              |                              |                              |                              |                              |                               |                               |                            |                            |                            |         |  |
| At Approaches GL Standard or Above | <div><div></div></div> 84%    | <div><div></div></div> 72%    | <div><div></div></div> 90%    | <div><div></div></div> 100%  | <div><div></div></div> 62%   | <div><div></div></div> 69%   | <div><div></div></div> 56%   | <div><div></div></div> 89%   | <div><div></div></div> 87%    | <div><div></div></div> 78%    | <div><div></div></div> 56% | <div><div></div></div> *   | <div><div></div></div> 55% | -       |  |
| At Meets GL Standard or Above      | <div><div></div></div> 62%    | <div><div></div></div> 42%    | <div><div></div></div> 71%    | <div><div></div></div> 95%   | <div><div></div></div> 25%   | <div><div></div></div> 37%   | <div><div></div></div> 25%   | <div><div></div></div> 62%   | <div><div></div></div> 66%    | <div><div></div></div> 50%    | <div><div></div></div> 15% | <div><div></div></div> *   | <div><div></div></div> 15% | -       |  |
| At Masters GL Standard             | <div><div></div></div> 38%    | <div><div></div></div> 20%    | <div><div></div></div> 46%    | <div><div></div></div> 78%   | <div><div></div></div> 8%    | <div><div></div></div> 17%   | <div><div></div></div> 11%   | <div><div></div></div> 45%   | <div><div></div></div> 41%    | <div><div></div></div> 29%    | <div><div></div></div> 4%  | <div><div></div></div> *   | <div><div></div></div> 4%  | -       |  |
| Number of Tests                    |                               |                               |                               |                              |                              |                              |                              |                              |                               |                               |                            |                            |                            |         |  |
| At Approaches GL Standard or Above | <div><div></div></div> 2,966  | <div><div></div></div> 779    | <div><div></div></div> 2,187  | <div><div></div></div> 537   | <div><div></div></div> 251   | <div><div></div></div> 368   | <div><div></div></div> 255   | <div><div></div></div> 102   | <div><div></div></div> 2,254  | <div><div></div></div> 712    | <div><div></div></div> 27  | <div><div></div></div> *   | <div><div></div></div> 26  | -       |  |
| At Meets GL Standard or Above      | <div><div></div></div> 2,178  | <div><div></div></div> 458    | <div><div></div></div> 1,720  | <div><div></div></div> 508   | <div><div></div></div> 103   | <div><div></div></div> 197   | <div><div></div></div> 111   | <div><div></div></div> 71    | <div><div></div></div> 1,715  | <div><div></div></div> 463    | <div><div></div></div> 7   | <div><div></div></div> *   | <div><div></div></div> 7   | -       |  |
| At Masters GL Standard             | <div><div></div></div> 1,337  | <div><div></div></div> 217    | <div><div></div></div> 1,120  | <div><div></div></div> 419   | <div><div></div></div> 34    | <div><div></div></div> 92    | <div><div></div></div> 48    | <div><div></div></div> 51    | <div><div></div></div> 1,074  | <div><div></div></div> 263    | <div><div></div></div> 2   | <div><div></div></div> *   | <div><div></div></div> 2   | -       |  |
| Total Tests                        | <div><div></div></div> 3,521  | <div><div></div></div> 1,089  | <div><div></div></div> 2,432  | <div><div></div></div> 537   | <div><div></div></div> 407   | <div><div></div></div> 537   | <div><div></div></div> 453   | <div><div></div></div> 114   | <div><div></div></div> 2,604  | <div><div></div></div> 917    | <div><div></div></div> 48  | <div><div></div></div> *   | <div><div></div></div> 47  | -       |  |

McKinney Independent School District takes very seriously the idea of accountability with the understanding that we can improve student performance. McKinney ISD believes that assessment provides the information necessary to improve student performance through instructional decision-making, setting priorities, allocating resources, and for accountability to students, parents, the community, and the mandated state and federal education authorities.

McKinney ISD is committed to the use of a variety of assessment techniques to capture both the breadth and depth of student learning over time. Tests administered by McKinney ISD include:

- STAAR – State of Texas Assessments of Academic Readiness
- TELPAS - Texas English Language Proficiency System
- NWEA MAP Growth (Reading, Language Arts, Math, Science)
- mCLASS Reading

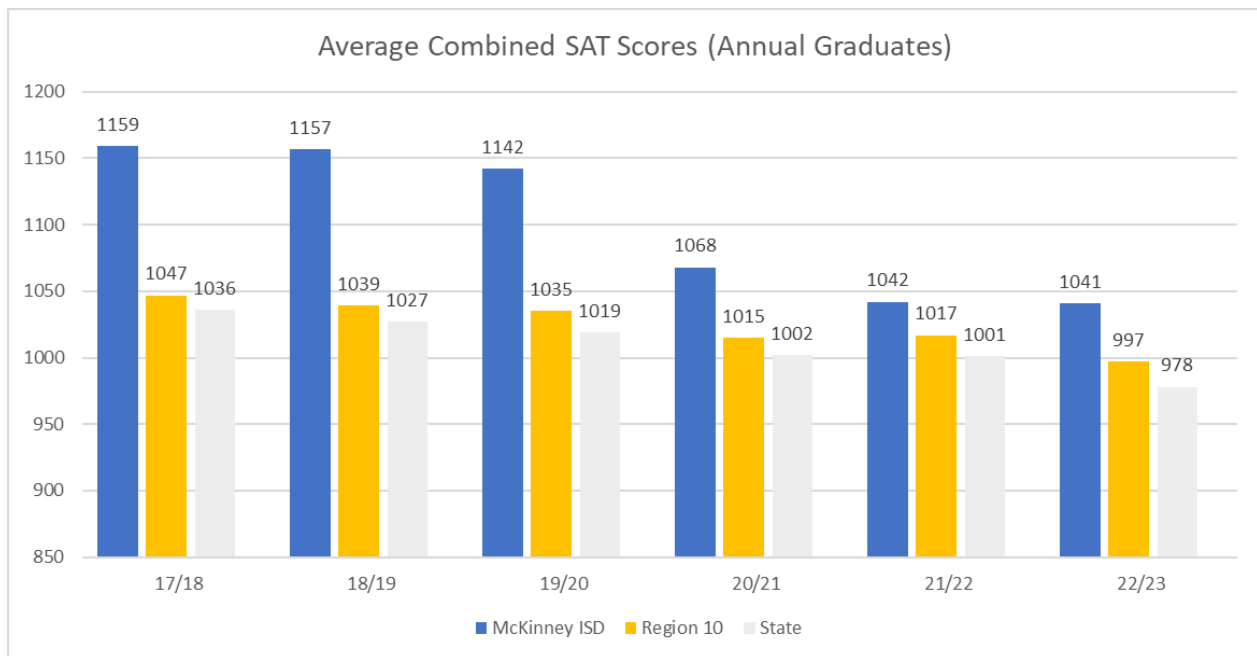
- TEA's Interim Assessments
- CogAT – Cognitive Abilities Test, Form 8
- PSAT – Preliminary Scholastic Aptitude Test
- SAT – Scholastic Aptitude Test
- ACT – ACT Assessment

The following tables and graphs show the district's performance on the ACT, and SAT exams, as well as historical data on McKinney ISD student achievement in the National Merit Scholarship Competition. These assessments represent a small portion of assessments and observations utilized in McKinney ISD to monitor and assess student performance.

## SAT Summary

McKinney ISD Scholastic Aptitude Test (SAT) Historical Trends  
MISD District Summary of Student Performance

MISD has a strong history of outperforming both regional and state averages. Despite the change in both test format and maximum score, and with the entire class participating in an SAT School Day administration, the MISD class of 2023 maintained an average score above those of the region and state.



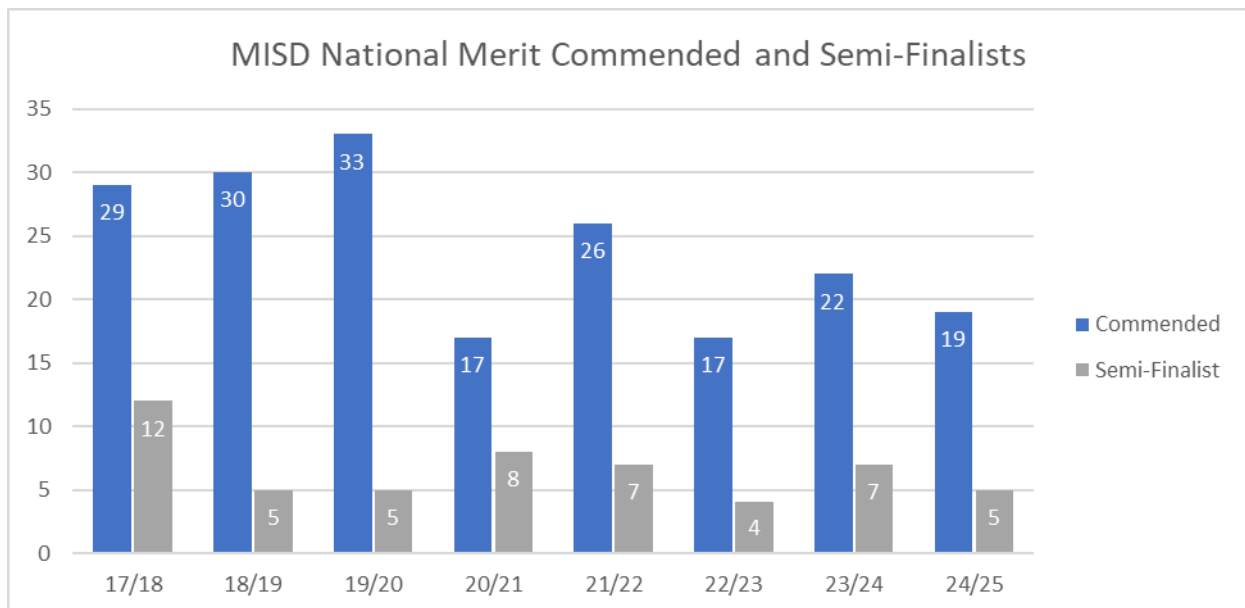


## McKinney ISD National Merit Scholarship Historical Trends

### MISD District Summary of Student Performance

The National Merit Scholarship Competition (NMSC) recognizes, and honors academically talented students based on their junior year PSAT/NMSQT performance. In keeping with its reputation of academic excellence, McKinney ISD has a strong history of students qualifying as Commended Students or Semifinalists in the annual competition. Commended students are those who score in the top 3.125% (approximately) of all test takers, but who do not meet the score threshold to qualify as Semifinalists. McKinney ISD had 19 Merit Commended Scholars this past year.

National Merit Semifinalists represent the top 1% of all PSAT/NMSQT participants. Most Semifinalists who successfully complete the application requirements for the NMSC earn the distinction of being a National Merit Finalist. McKinney ISD had 5 National Merit Semifinalists this past year.



## ACT Summary

### McKinney ISD American College Testing (ACT) Historical Trends

#### MISD District Summary of Student Performance

Students from McKinney ISD have a strong history of outperforming students from across the state on each section of the ACT. This holds true for composite scores, as well.

| McKinney Independent School District<br>Average ACT Scores |          |       |          |       |          |       |           |       |
|--|----------|-------|----------|-------|----------|-------|-----------|-------|
|  | English  |       | Math     |       | Science  |       | Composite |       |
|  | District | State | District | State | District | State | District  | State |
| 2016-17  | 23.6     | 19.9  | 23.4     | 20.4  | 23.6     | 20.6  | 23.7      | 20.3  |
| 2017-18  | 23.7     | 20.3  | 23.7     | 20.6  | 24.0     | 20.9  | 23.8      | 20.6  |
| 2018-19  | 23.8     | 20.3  | 23.4     | 20.4  | 23.9     | 20.8  | 23.8      | 20.6  |
| 2019-20  | 23.8     | 19.9  | 23.5     | 20.1  | 23.9     | 20.5  | 23.9      | 20.2  |
| 2020-21  | 24.2     | 19.6  | 23.5     | 19.9  | 24.1     | 20.3  | 24.1      | 20.0  |
| 2021-22  | 22.3     | 18.3  | 23.1     | 19.3  | 23.4     | 19.8  | 23.4      | 19.5  |
| 2022-23  | 22.9     | 17.8  | 23.6     | 18.9  | 23.9     | 19.5  | 24.0      | 19.2  |

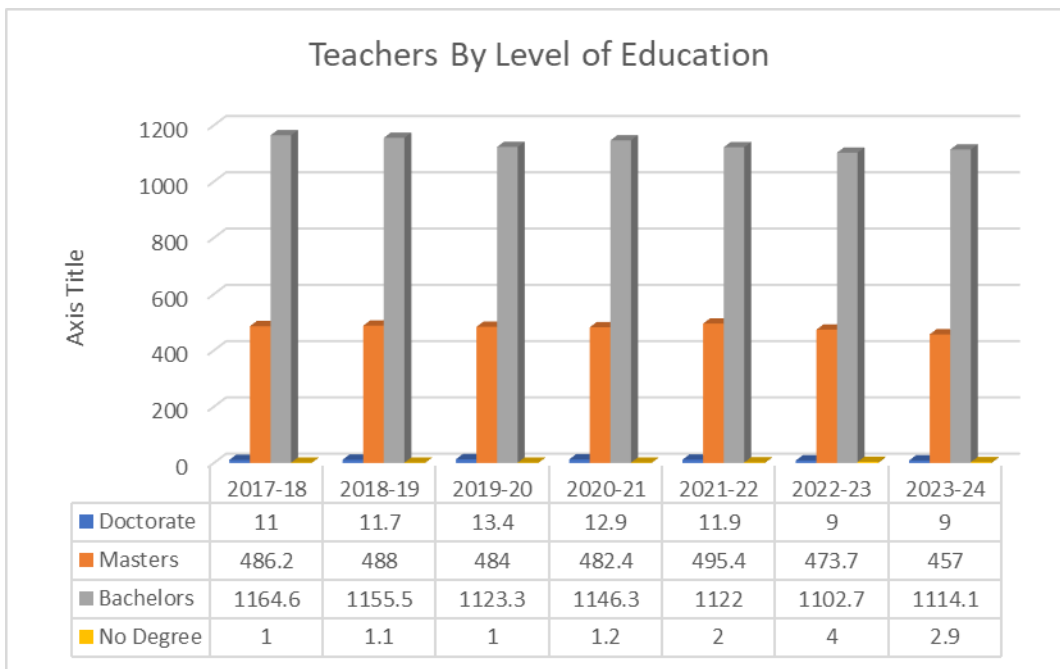
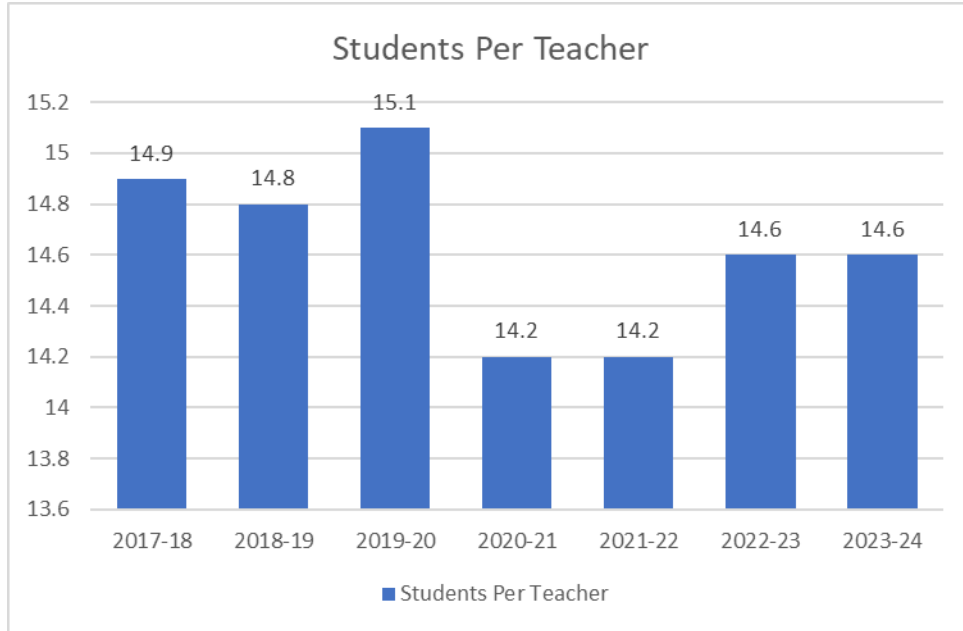
### TAPR Statistics on MISD Students & Teachers

#### Student Drop Out Rate

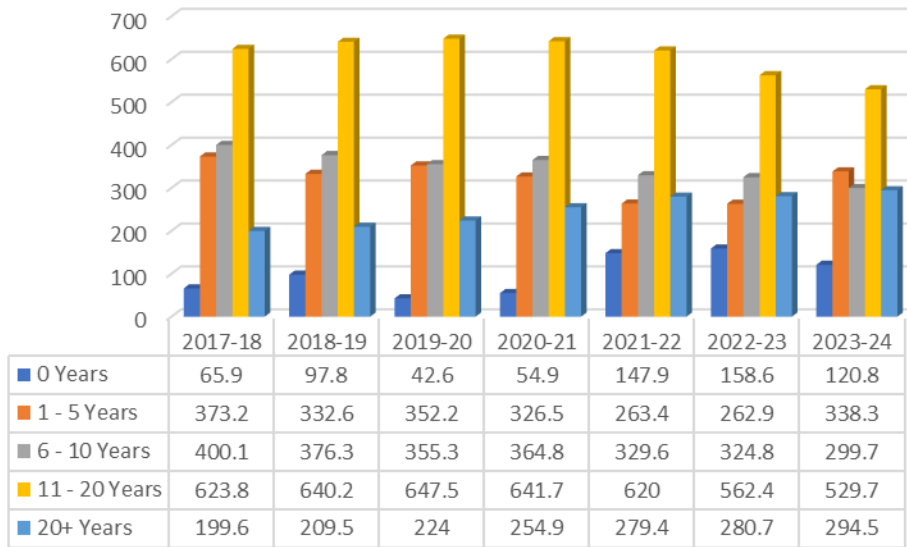
|                            | 2019-2020 | 2020-2021 | 2021-2022 | 2022-2023 |
|----------------------------|-----------|-----------|-----------|-----------|
| MISD Dropout Rates (9-12)  | .4%       | .6%       | .9%       | .2%       |
| State Dropout Rates (9-12) | 1.6%      | 2.4%      | 2.2%      | 2.0%      |

#### Teacher Turnover Rate

|                        | 2019-2020 | 2020-2021 | 2021-2022 | 2022-2023 | 2023-2024 |
|------------------------|-----------|-----------|-----------|-----------|-----------|
| MISD Teacher Turnover  | 14.5%     | 11.3%     | 15.1%     | 19.1%     | 17.3%     |
| State Teacher Turnover | 16.8%     | 14.3%     | 17.7%     | 21.4%     | 19.1%     |



Teachers By Years of Experience



## McKinney ISD Student Nutrition Data by Campus

## 2024-2025 School Year

| CAMPUS                           | BREAKFAST      |               |                |                | LUNCH          |                |                |                  | SNACKS        |
|----------------------------------|----------------|---------------|----------------|----------------|----------------|----------------|----------------|------------------|---------------|
|                                  | FREE           | REDUCED       | PAID           | TOTAL          | FREE           | REDUCED        | PAID           | TOTAL            | AFTER SCHOOL  |
| MCKINNEY HIGH SCHOOL             | 30,817         | 5,838         | 27,893         | 64,548         | 95,359         | 19,928         | 79,362         | 194,649          | -             |
| NORTH HIGH SCHOOL                | 19,917         | 2,877         | 26,047         | 48,841         | 54,392         | 10,049         | 75,583         | 140,024          | -             |
| BOYD HIGH SCHOOL                 | 16,220         | 3,021         | 26,914         | 46,155         | 38,929         | 7,443          | 64,105         | 110,477          | -             |
| COCKRILL MIDDLE SCHOOL           | 14,424         | 3,171         | 34,022         | 51,617         | 24,622         | 4,979          | 42,292         | 71,893           | -             |
| DOWELL MIDDLE SCHOOL             | 9,564          | 1,252         | 19,328         | 30,144         | 23,351         | 3,608          | 45,157         | 72,116           | -             |
| EVANS MIDDLE SCHOOL              | 17,691         | 2,223         | 14,485         | 34,399         | 39,268         | 4,301          | 34,243         | 77,812           | -             |
| FAUBION MIDDLE SCHOOL            | 25,151         | 4,142         | 18,786         | 48,079         | 55,197         | 9,705          | 32,999         | 97,901           | -             |
| SCOTT JOHNSON MIDDLE SCHOOL      | 31,007         | 5,399         | 34,224         | 70,630         | 50,946         | 8,736          | 43,801         | 103,483          | -             |
| BENNETT ELEMENTARY SCHOOL        | 2,506          | 819           | 9,575          | 12,900         | 4,672          | 1,711          | 22,175         | 28,558           | 4,871         |
| BURKS ELEMENTARY SCHOOL          | 29,910         | 3,285         | 6,637          | 39,832         | 41,949         | 5,331          | 6,594          | 53,874           | -             |
| CALDWELL ELEMENTARY SCHOOL       | 30,418         | 3,258         | 12,648         | 46,324         | 37,055         | 3,754          | 12,140         | 52,949           | 7,199         |
| EDDINS ELEMENTARY SCHOOL         | 2,730          | 294           | 6,036          | 9,060          | 4,691          | 585            | 14,692         | 19,968           | 3,511         |
| FINCH ELEMENTARY SCHOOL          | 29,038         | 2,972         | 5,971          | 37,981         | 35,719         | 3,844          | 6,376          | 45,939           | -             |
| FRAZIER ELEMENTARY SCHOOL        | 7,389          | 1,519         | 20,534         | 29,442         | 13,704         | 3,025          | 49,912         | 66,641           | 7,574         |
| GLEN OAKS ELEMENTARY SCHOOL      | 1,100          | 199           | 7,274          | 8,573          | 3,692          | 858            | 27,375         | 31,925           | 4,433         |
| LAWSON EARLY CHILDHOOD CENTER    | 69,828         | -             | -              | 69,828         | 72,029         | -              | -              | 72,029           | -             |
| MALVERN ELEMENTARY SCHOOL        | 24,766         | 3,107         | 8,373          | 36,246         | 39,763         | 4,789          | 9,341          | 53,893           | 2,857         |
| MCCLURE ELEMENTARY SCHOOL        | 5,782          | 1,135         | 15,282         | 22,199         | 9,498          | 2,298          | 30,957         | 42,753           | 5,631         |
| MCGOWEN ELEMENTARY SCHOOL        | 12,050         | 1,563         | 8,860          | 22,473         | 24,048         | 4,053          | 28,033         | 56,134           | 4,348         |
| MCNEIL ELEMENTARY SCHOOL         | 10,004         | 1,535         | 6,651          | 18,190         | 16,723         | 2,761          | 15,168         | 34,652           | 4,087         |
| MINSHEW ELEMENTARY SCHOOL        | 10,212         | 2,797         | 9,446          | 22,455         | 13,704         | 4,013          | 17,870         | 35,587           | 3,704         |
| PRESS ELEMENTARY SCHOOL          | 21,629         | 2,172         | 17,685         | 41,486         | 29,738         | 3,055          | 23,404         | 56,197           | 4,580         |
| REUBEN JOHNSON ELEMENTARY SCHOOL | 5,208          | 685           | 8,935          | 14,828         | 10,582         | 1,261          | 16,375         | 28,218           | 6,543         |
| SLAUGHTER ELEMENTARY SCHOOL      | 11,028         | 954           | 5,307          | 17,289         | 29,533         | 5,576          | 18,184         | 53,293           | 3,848         |
| VALLEY CREEK ELEMENTARY SCHOOL   | 7,620          | 1,554         | 7,019          | 16,193         | 11,301         | 2,399          | 26,014         | 39,714           | 5,275         |
| VEGA ELEMENTARY SCHOOL           | 26,496         | 2,429         | 8,291          | 37,216         | 43,476         | 4,808          | 11,130         | 59,414           | 1,594         |
| WALKER ELEMENTARY SCHOOL         | 2,620          | 905           | 11,005         | 14,530         | 7,549          | 2,462          | 30,955         | 40,966           | 5,769         |
| WEBB ELEMENTARY SCHOOL           | 25,118         | 2,997         | 19,091         | 47,206         | 31,090         | 4,185          | 17,082         | 52,357           | -             |
| WILMETH ELEMENTARY SCHOOL        | 2,347          | 96            | 8,584          | 11,027         | 4,658          | 225            | 19,900         | 24,783           | 3,531         |
| WOLFORD ELEMENTARY SCHOOL        | 3,920          | 737           | 7,210          | 11,867         | 6,961          | 1,434          | 22,967         | 31,362           | 4,575         |
| <b>TOTAL</b>                     | <b>506,510</b> | <b>62,935</b> | <b>412,113</b> | <b>981,558</b> | <b>874,199</b> | <b>131,176</b> | <b>844,186</b> | <b>1,849,561</b> | <b>83,930</b> |

## 2020 – 2026 Teacher Pay Scale

| Years of<br>Experience | 2020-21  | 2021-22  | 2022-23   | 2023-24   | 2024-25   | 2025-26   |
|------------------------|----------|----------|-----------|-----------|-----------|-----------|
| 0                      | \$56,850 | \$57,800 | \$ 58,800 | \$ 60,450 | \$ 62,100 | \$ 63,500 |
| 1                      | \$57,150 | \$58,100 | \$ 59,100 | \$ 60,750 | \$ 62,400 | \$ 64,158 |
| 2                      | \$57,450 | \$58,400 | \$ 59,400 | \$ 61,050 | \$ 62,700 | \$ 64,457 |
| 3                      | \$57,750 | \$58,700 | \$ 59,700 | \$ 61,350 | \$ 63,000 | \$ 65,200 |
| 4                      | \$58,050 | \$59,000 | \$ 60,000 | \$ 61,650 | \$ 63,300 | \$ 65,500 |
| 5                      | \$58,450 | \$59,300 | \$ 60,300 | \$ 61,950 | \$ 63,600 | \$ 68,300 |
| 6                      | \$58,950 | \$59,700 | \$ 60,600 | \$ 62,250 | \$ 63,900 | \$ 68,600 |
| 7                      | \$59,450 | \$60,200 | \$ 61,000 | \$ 62,550 | \$ 64,200 | \$ 68,900 |
| 8                      | \$59,950 | \$60,700 | \$ 61,500 | \$ 62,950 | \$ 64,500 | \$ 69,200 |
| 9                      | \$60,450 | \$61,200 | \$ 62,000 | \$ 63,450 | \$ 64,900 | \$ 69,500 |
| 10                     | \$60,950 | \$61,700 | \$ 62,500 | \$ 63,950 | \$ 65,400 | \$ 69,900 |
| 11                     | \$61,450 | \$62,200 | \$ 63,000 | \$ 64,450 | \$ 65,900 | \$ 70,400 |
| 12                     | \$61,950 | \$62,700 | \$ 63,500 | \$ 64,950 | \$ 66,400 | \$ 70,900 |
| 13                     | \$62,450 | \$63,200 | \$ 64,000 | \$ 65,450 | \$ 66,900 | \$ 71,400 |
| 14                     | \$62,950 | \$63,700 | \$ 64,500 | \$ 65,950 | \$ 67,400 | \$ 71,900 |
| 15                     | \$63,450 | \$64,200 | \$ 65,000 | \$ 66,450 | \$ 67,900 | \$ 72,401 |
| 16                     | \$63,950 | \$64,700 | \$ 65,500 | \$ 66,950 | \$ 68,400 | \$ 72,900 |
| 17                     | \$64,450 | \$65,200 | \$ 66,000 | \$ 67,450 | \$ 68,900 | \$ 73,400 |
| 18                     | \$64,950 | \$65,700 | \$ 66,500 | \$ 67,950 | \$ 69,400 | \$ 73,901 |
| 19                     | \$65,450 | \$66,200 | \$ 67,000 | \$ 68,450 | \$ 69,900 | \$ 74,400 |
| 20                     | \$65,950 | \$66,700 | \$ 67,500 | \$ 68,950 | \$ 70,400 | \$ 74,900 |
| 21                     | \$66,450 | \$67,200 | \$ 68,000 | \$ 69,450 | \$ 70,900 | \$ 75,400 |
| 22                     | \$66,950 | \$67,700 | \$ 68,500 | \$ 69,950 | \$ 71,400 | \$ 75,900 |
| 23                     | \$67,450 | \$68,200 | \$ 69,000 | \$ 70,450 | \$ 71,900 | \$ 76,401 |
| 24                     | \$67,950 | \$68,700 | \$ 69,500 | \$ 70,950 | \$ 72,400 | \$ 76,900 |
| 25                     | \$68,450 | \$69,200 | \$ 70,000 | \$ 71,450 | \$ 72,900 | \$ 77,400 |
| 26                     | \$68,950 | \$69,700 | \$ 70,500 | \$ 71,950 | \$ 73,400 | \$ 77,900 |
| 27                     | \$69,450 | \$70,200 | \$ 71,000 | \$ 72,450 | \$ 73,900 | \$ 78,400 |
| 28                     | \$69,950 | \$70,700 | \$ 71,500 | \$ 72,950 | \$ 74,400 | \$ 78,901 |
| 29                     | \$70,450 | \$71,200 | \$ 72,000 | \$ 73,450 | \$ 74,900 | \$ 79,400 |
| 30                     | \$70,950 | \$71,700 | \$ 72,500 | \$ 73,950 | \$ 75,400 | \$ 79,900 |

## MISD Historical Trend of Teacher Pay Scale

McKinney Independent School District  
Teacher Base Salaries (Exhibit S-18)  
Last Ten Fiscal Years

(UNAUDITED)

| Fiscal<br>Year | Minimum<br>Salary | Maximum<br>Salary | District<br>Average<br>Salary | Statewide<br>Average<br>Salary |
|----------------|-------------------|-------------------|-------------------------------|--------------------------------|
| 2016           | \$ 49,000         | \$ 63,000         | \$ 53,456                     | \$ 51,892                      |
| 2017           | 50,900            | 64,500            | 54,784                        | 52,525                         |
| 2018           | 52,350            | 65,550            | 56,226                        | 53,334                         |
| 2019           | 53,850            | 75,250            | 57,701                        | 54,122                         |
| 2020           | 55,650            | 77,350            | 59,550                        | 57,091                         |
| 2021           | 56,850            | 78,850            | 62,091                        | 57,641                         |
| 2022           | 57,800            | 80,100            | 62,792                        | 58,887                         |
| 2023           | 58,800            | 81,400            | 63,941                        | 60,716                         |
| 2024           | 60,450            | 82,350            | 65,300                        | 62,463                         |
| 2025           | 62,100            | 90,721            | 67,465                        | 63,749                         |

Source: McKinney ISD Compensation Plans  
State financial data reported to NEA

# Additional Information





## Glossary of Terms

This glossary contains definitions of terms and acronyms used in this guide and such additional terms as are necessary to common understandings concerning financial accounting procedures for schools. Several terms, which are not primarily financial accounting terms, have been included because of their significance for school financial accounting. The glossary is arranged alphabetically with appropriate cross-referencing where necessary.

ACT – American College Test.

ADA – Average daily attendance (ADA) is the average number of students in daily attendance. A large component of state funding is based on ADA.

AP – Advanced Placement (AP) Tests for various subjects can be taken by high school students to earn college credit.

Account – A descriptive heading for recording financial transactions that are similar in terms of a given frame of reference, such as purpose, object, or source.

Accountability Ratings – The Accountability Ratings System ranks campuses and districts as exemplary, recognized, acceptable, and low performing based on the percentage of students who pass the state assessment instruments and the drop-out rate.

Accounting Period – A period at the end of which and for which financial statements are prepared; for example, September 1 through August 31.

Accrual – A method of accounting that recognizes the financial effect of transactions, events, and inter-fund activities when they occur, regardless of the timing of related cash flows.

Administration – Those activities which have as their purpose the general regulation, direction, and control of the affairs of the local education agency that are systemwide and not confined to one school, subject, or narrow phase of school activity.

Allocation – A part of a lump-sum appropriation which is designated for expenditure by specific organizational units and/or for special purposes, activities, or objects.

Appraisal – (1) The act of appraising. (2) The estimated value resulting from such action.

Appraise – To make an estimate of value, particularly of the value of property. Note: if the property is valued for purposes of taxation, the less-inclusive term “assess” is substituted for the above term.

Assessed Valuation – A valuation set upon real estate or other property by a government as a basis for levying taxes.

**Assets** – Property owned by a local education agency which has monetary value.

**Arbitrage** – The investment of the proceeds from the sale of bonds in a taxable instrument that yields a higher rate, resulting in interest revenue more than interest costs.

**Available School Fund (ASF)** – Created by the Texas Constitution of 1876, the ASF is made up of earnings from the Permanent School Fund and constitutionally dedicated motor fuel taxes and other miscellaneous revenue sources. The bulk of ASF revenue is distributed on a per-capita basis to all school districts. A portion provides funding for free textbooks and technology needs for schoolchildren.

**Balanced Budget** – The combination of state, local, and federal revenues and other resources is sufficient to cover the fund's estimated expenditures.

**Board of Education/Trustees** – The elected or appointed body which has been created according to state law and vested with responsibilities for educational activities in each geographical area. These bodies are sometimes called school boards, governing boards, boards of directors, school committees, school trustees, etc. This definition relates to the general term and covers state boards, intermediate administrative unit boards, and local basic administrative unit boards.

**Bond** – A written promise, under seal, to pay a specified sum of money, called the face value, at a fixed time in the future, called the date of maturity, and carrying interest at a fixed rate, usually payable periodically. The difference between a note and a bond is that the latter usually runs for a longer period and requires greater legal formality.

**Bonded Debt** – The part of school district debt which is covered by outstanding bonds of the school district. It is sometimes called "Funded Debt or Bonded Indebtedness."

**Budget** – A plan of financial operation which embodies an estimate of proposed expenditures for a given period or purpose and the proposed means of financing those expenditures. The budget usually consists of three parts. The first part contains a message from the budget-making authority together with a summary of the proposed expenditures and the means of financing the expenditures. The second part consists of schedules supporting the summary. This schedule shows in detail the proposed expenditures and means of financing them, together with information as to past years' actual revenues and expenditures and other data used in making the estimates. The third part is composed of drafts of the appropriation, revenue, and borrowing measures necessary to put the budget into effect.

**Capital Budget** – A plan of proposed capital outlays and the means of financing them for the fiscal period. It is included in the Construction Fund budget. A capital program is sometimes referred to as a capital budget.

**Capital Expenditures** – Expenditures which result in the acquisition of or addition to fixed assets.

Community Services – Those services which are provided for the community, or some segment of the community, and which are not restricted to the public schools or adult education programs.

Comprehensive Annual Financial Report – A financial report that encompasses all funds and component units of the government. The Comprehensive Annual Financial Report should contain (a) the basic financial statements and required supplementary information, (b) combining statements to support columns in the basic financial statements that aggregate information from more than one fund or component unit, and (c) individual fund statements as needed. The Comprehensive Annual Financial Report is the governmental unit's official annual report and should contain introductory information, schedules necessary to demonstrate compliance with finance-related legal and contractual provisions, and statistical data.

Contracted Services – Labor, material, and other costs for services rendered by personnel who are not on the payroll of the local education agency.

County Appraisal District (CAD) – Each county (some multi-counties) has established an appraisal district office that is responsible for maintaining taxable real and personal property records and placing a value on all property for taxation purposes. A chief appraiser, an individual appointed by an appraisal district board of directors, heads the CAD office. The appraisal district board is, in turn, elected by certain taxing entities.

Debt – An obligation resulting from the borrowing of money or from the purchase of goods and services. Debts of local education agencies include bonds, warrants, and notes, etc.

Debt Limit – The maximum amount of gross or net debt which is legally permitted.

Debt Service Fund – A fund used to account for the accumulation of resources and payment of principal and interest on all bonds.

Deficit – The excess of the obligations of a fund over the fund's resources.

Depreciation – A method of spreading the loss in value of a capital asset over several periods.

EDA – The Existing Debt Allotment (EDA) provides additional state funding for existing debt.

ESSA – Every Student Succeeds Act. The 2015 reauthorization of the Elementary and Secondary Education Act.

Estimated Revenue – When the accounts are kept on an accrual basis, this term designates the amount of revenue estimated to accrue during a given period regardless of whether it is all to be collected during the period.

Expenditures – This includes total charges incurred, whether paid or unpaid, for current expenses, capital outlay, and debt service. (Transfers between funds, encumbrances, and payments of cash in settlement of liabilities already accounted as expenditures are not considered as expenditures.)

Expenses – Charges incurred, whether paid or unpaid, for operation, maintenance, interest, and other charges which are presumed to benefit the current fiscal period. Note: legal provisions sometimes make it necessary to treat as expenses some charges whose benefits extend over future periods. For example, purchases of materials and supplies which may be used over a period of more than one year and payments for insurance which is to be in force for a period longer than one year frequently must be charged in their entirety to the appropriation of the year in which they are incurred and classified as expenses of that year even though their benefits extend also to other periods.

Financial Integrity Rating System of Texas (FIRST) - The 77th Legislative Session directed the commissioner of education, in consultation of the Comptroller's office, to "...develop and implement a financial accountability rating system for school districts in this state." In response to this directive, the Texas Education Agency (TEA) developed the Financial Integrity Rating System of Texas (FIRST), which was fully implemented in the 2003-04 school year using 2002-03 data.

Fiscal Year – A period to which the annual budget applies and at the end of which a local education agency determines its financial position and the results of its operations.

Food Service – Those activities which have as their purpose the preparation and serving of regular and incidental meals, lunches, or snacks in connection with school activities.

Foundation School Program (FSP) - A program for the support of a basic instructional program for all Texas schoolchildren. Money to support the program comes from the Permanent School Fund, Available School Fund, Foundation School Fund, state general revenue, and local property taxes. The state establishes a foundation level and sets, for each district, a calculated contribution level called the local fund assignment (LFA). The greater a district's property wealth, the higher the LFA. State aid makes up the difference between the LFA and the foundation level. (See also "Local Fund Assignment.") Currently, the FSP described in the Texas Education Code consists of three parts or tiers. The first tier provides funding for a basic program. The second tier provides a guaranteed-yield system so that school districts have equal access to revenue sufficient to support an accredited program. The third tier equalizes debt service requirements for existing facilities debt.

Function – As applied to expenditures, this term has reference to an activity or service aimed at accomplishing a certain purpose or end, for example, Instruction, Instructional Administration, Plant Maintenance and Operations.

Fund – A sum of money or other resources set aside for specific activities of a school district. The fund constitutes a complete entity and all the financial transactions for the activity are recorded in the fund.

Fund Balance – The excess of assets of a fund over its liabilities and reserves. During the fiscal year prior to closing, it represents the excess of the fund's assets and estimated revenues for the period over its liabilities, reserves, and appropriations for the period.

General Fund – A fund used to finance the ordinary operations of the local education agency. It is available for a legally authorized purpose and consists of money not specifically designated for some other particular purpose.

General Obligation Bonds – Bonds backed by the full faith and credit of the government.

Governmental Funds – Most of the District's basic services are included in governmental funds, which focus on (1) how cash and other financial assets that can readily be converted to cash flow in and out of those funds and (2) the balances left at year-end that are available for spending in future periods. Governmental fund statements provide a details short-term view that helps determine whether there are more or fewer financial resources that can be spent in the near future to finance the district's educational programs.

ISD – Independent School District.

Instruction – The activities dealing directly with the teaching of students or improving the quality of teaching.

I&S – Interest and sinking (I&S) is a term that is used interchangeably with debt service fund in discussing the components of the tax rate.

Interest – A fee charged by a borrower for the use of money.

Interest and Sinking Rate – The portion of the tax rate used to fund debt service expenditures.

Inventory – A detailed list or record showing quantities, descriptions, values, units of measure, and unit prices of property on hand.

Levy – (Verb) To impose taxes or special assessments. (Noun) The total of taxes or special assessments imposed by a governmental unit.

M&O - Maintenance and operations (M&O) is a term that is used interchangeably with general funds in discussing the components of the tax rate.

Major Fund – Major funds meet the following criteria: Total assets, liabilities, revenues, or expenditures/expenses of the individual governmental or enterprise fund are at least 10 percent of the corresponding total for all funds of that category (governmental funds) or type (enterprise funds), and Total assets, liabilities, revenues, or expenditures/expenses of the individual governmental fund or enterprise funds are at least 5 percent of the corresponding total for all governmental and enterprise funds combined.

Measurable and Available – Measurable and available is a term used to describe revenues. Revenues are recognized in the accounting period in which they become both measurable and available. Revenues are considered available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period.

**Object** – As applied to expenditures, this term has reference to an article or service received; for example, payroll costs, purchased and contracted services, materials, and supplies.

**Payroll** – A list of individual employees entitled to pay, with the amounts due to each for personal services rendered.

**Permanent School Fund (PSF)** - A perpetual trust fund created by the Texas Constitution in 1876. PSF earnings go into the Available School Fund, which the state apportions on a per-capita basis to districts for students enrolled in Texas public schools after funding state textbook purchases. PSF investments include U.S. Treasury bonds, Texas municipal bonds, school district building bonds, and securities. The State Board of Education administers the Fund under constitutional and statutory requirements.

**Personal Property** – Any property that is not real property and that is movable or not attached to the land.

**Personnel, Full-Time** – School employees who occupy positions with duties which require them to be on the job on school days throughout the school year, or at least the number of hours the schools in the system are in session.

**Public Education Information Management System (PEIMS)** - A data management system that includes information on student demographics, performance, teacher salaries, etc. The information for PEIMS is transmitted from local school districts to the Texas Education Agency by the education service centers.

**Plant Maintenance (Plant Repairs or Repairs/Replacements of Equipment)** – Those activities which are concerned with keeping the grounds, buildings, and equipment at their original condition, completeness, or efficiency, either through repairs or by replacements of property (anything less than replacement of a total building).

**Principal of Bonds** – The face value of bonds.

**Program** – The definition of an effort to accomplish a specific objective or objectives consistent with funds or resources available. Budget, actual revenue, and expenditure records may be maintained per program.

**Proprietary Funds** – Services for which the district charges customers a fee are reported in proprietary funds.

**Real Property** – Land together with all the property on it that cannot be moved, together with any attached rights.

**Refunding Bonds** – Bonds issued to pay off bonds already outstanding.

**Reimbursement** – Cash or other assets received as a repayment of the cost of work or services performed, or of other expenditures made for, or on behalf of, another governmental unit or department, or for an individual, firm, or corporation.

Reserve – An amount set aside for a specified purpose, or an account which records a portion of the fund balance that is to be segregated for some future use and, therefore, is not available for further appropriation and expenditure.

SAT – Standardized Aptitude Test.

Salary – The total amount regularly paid, or stipulated to be paid, to an individual, before deductions for personal services rendered while on the payroll of a school district. Payments for sabbatical leave are also considered as salary.

School – A division of the school system consisting of a group of pupils composed of one or more teachers to give instruction of a defined type and housed in a school plant of one or more buildings. More than one school may be housed in one school plant, as is the case when the elementary and secondary programs are housed in the same school plant.

School, Public – A school operated by publicly elected or appointed school officials in which the program and activities are under the control of these officials, and which is supported by public funds.

School, Summer – The name applied to the school session taught during the period between the end of the regular school term and the beginning of the next regular school term.

Special Revenue Funds – Funds that are used to account for funds awarded to the district for the purpose of accomplishing specific educational tasks as defined by grantors in contracts or other agreements.

STAAR – State of Texas Assessment of Academic Readiness, the Texas accountability assessment.

Supply – A material item of an expendable nature that is consumed, worn out, or deteriorated in use; or one that loses its identity through fabrication or incorporation into a different or more complex unit or substance.

TAPR – Texas Academic Performance Report.

TEA – Texas Education Agency.

TEC – Texas Education Code.

TRS – The Teacher Retirement System (TRS) of Texas is a public employee retirement system (PERS) that is a multiple employer defined benefit pension plan. State law provides for a state contribution rate in addition to a member contribution rate.

Taxes – Compulsory charges levied by a governmental unit for the purpose of financing services performed for the common benefit. The term includes licenses and permits. It does not include special assessments.

Unit Cost – Expenditures for a function, activity, or service divided by the total number of units for which the function, activity, or service was provided.

WADA – Weighted Average Daily Attendance.