

Agenda of Regular Meeting

The Board of Trustees El Campo Independent School District

A Regular Meeting of the Board of Trustees of El Campo Independent School District will be held August 24, 2021, beginning at 7:00 PM in the Boardroom, 700 W. Norris, El Campo, TX 77437.

The subjects to be discussed are as listed below.

1. Call to Order/Opening Prayer/Pledge of Allegiance
2. Public Comment
3. Recognition
 - A. School Supply Donors - VonderAu Ford, Gilbert Escamilla - DJ Jamz Entertainment, Sonic Drive In
 - B. Convocation Supporters
4. **Consent Agenda**
 - A. Governance
 1. Consider Approval of Minutes
 - a. Minutes - July 27, 2021 Regular
 - b. Minutes - August 9, 2021 Special
 2. Consider Approval of TASB Localized Policy Manual Update 117
 - B. Business and Support Services
 1. Review of Monthly Financial Reports.
 2. Review of Checks Written for the Month of July 2021.
 3. Consider Approval of TASB Unemployment Compensation Coverage Renewal.
 4. Approval of Resolution to Commit Fund Balance.
 5. Review of Applications for Payment submitted by Polasek Construction, Inc. for the El Campo Ricebird Weight Room Project.
 6. Equity Center Membership
 - C. Curriculum and Instruction
 1. Consider Approval of 4-H as an Extra Curricular Activity and Adjunct Faculty
 2. District and Campus Goals & Objectives
5. **Discussion and Action Items**
 - A. Business and Operations
 1. Consider Approval of Final Amendments to the 2020-2021 General Operating Budget. 3
 2. Approval of Ordinance Adopting the 2021-2022 General Operating Budget. 5
 3. Discuss and Consider Approval of Ordinance Setting the M&O and I&S Tax Rates for FY 2021-2022.
 4. Review of Special Revenue Budgets for FY 2021-2022.
 - B. Governance

1. Discussion and possible action regarding recently released TEA guidance on COVID-19 procedures.
6. **Closed Session:**
 - A. Pursuant to Texas Government Code § 551.074 (1) PERSONNEL MATTERS, Discussion regarding the Superintendent Evaluation and Employment Contract
 - B. Texas Government Code § 551.074 (1) PERSONNEL MATTERS, to Deliberate the Appointment, Employment, Evaluation, Reassignment, Duties, Discipline, or Dismissal of a Public Officer or Employee
7. **Personnel**
 - A. Discussion and Possible Action Amending the 2021-2022 Supplemental Pay Stipends for Identified Positions (Middle School Coaching)
 - B. Discussion and Possible Action regarding the Superintendent Evaluation and Employment Contract
 - C. Discussion and Possible Action regarding Employment of Professional Positions
8. **Superintendent's Report**
 - A. Governance
 1. Board Meeting Calendar Dates for 2021-2022
 - B. Business and Support Services
 1. District Facilities Report
 - C. Students
 1. Report on Student Enrollment
9. Adjournment

If, during the course of the meeting, discussion of any item on the agenda should be held in a closed meeting, the Board will conduct a closed meeting in accordance with the Texas Open Meetings Act, Government Code, Chapter 551, Subchapters D and E. Before any closed meeting is convened, the presiding officer will publicly identify the section or sections of the Act authorizing the closed meeting. All final votes, actions, or decisions will be taken in open meeting.

The notice for this meeting was posted in compliance with the Texas Open Meeting Act on Friday, August 20, 2021 at 4:00 p.m.

For the Board of Trustees

Action Required

Agenda Item: 6.B.1

Meeting Date: August 24, 2021

Submitted by: David Bright, Assistant Superintendent for Finance

| | |
|--|---|
| Business and Support Services: | Consider Approval of Final Amendments to the 2020-2021 General Operating Budget. |
| Summary | The final amendments to the 2020-2021 General Operating Budget will be ready for your consideration at the meeting. |
| ECISD Board Policy | CE (LOCAL), ANNUAL OPERATING BUDGET |
| Effective Date | August 31, 2021 |
| Previous Board Action | The Board approved the 2020-2021 General Operating Budget on August 25, 2020. |
| Future Action Expected | <p>The Board is required to amend the budget when a change increases any one of the functional spending areas.</p> <p>The Board annually approves the final amendments for the fiscal year each August.</p> |
| Background Information and Significant Issues | None. |
| Fiscal Impact | Will be shown on the amendment document to be presented at the meeting. |
| Student and Public Benefit | Accurate accounting for the expenditure of public funds. |
| Procedural and Reporting Implications | Record the official budget amendment and make the necessary changes in the general operating budget. |
| Public Comments | None. |
| Alternatives | None. |

Other Comments and Related Issues

None

Attachments

Final Amendment will be presented at the meeting.

Contact Person(s)

David Bright, Assistant Superintendent of Finance and Operations

Action Required

Motion, second and majority vote to approve the final amendment(s) to the 2020-2021 General Operating Budget,

Superintendent's Recommendation

I recommend you approve the final amendment(s) to the 2020-2021 General Operating Budget as presented.

Bob Callaghan, Superintendent of Schools

Action Required

Meeting Date: August 24, 2021

Submitted by: David Bright, Assistant Supt. for Finance & Operations

Business and Operations **Approval of Ordinance Adopting the Proposed 2021-2022 General Operating Budget.**

Summary

According to *Texas Education Code §44.002*, the Superintendent shall prepare, or cause to be prepared, a proposed budget covering all estimated revenue and proposed expenditures of the District for the following fiscal year. The proposed budget shall be prepared on or before August 20th.

*LOCAL policy on budget planning states that **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.***

According to TEA guidelines, the Board shall adopt a budget by Fund and Function. Funds included in the General Operating Budget include:

- 199 – General Fund
- 240 – Food Service
- 511 – Debt Service

Revenue and expenditures for special revenue funds will be presented to the Board for review, but do not require formal approval.

ECISD Board Policy CE (LEGAL) / (LOCAL) ANNUAL OPERATING BUDGET

Effective Date August 24, 2021

Previous Board Action The Board previously reviewed the preliminary budget estimates for the 2021-2022 budget at the June and July board meetings.

Future Action Expected None.

Background Information and Significant Issues

The proposed budget is based on a Freeze-Adjusted Taxable Value of \$1,344,954,866 as certified by Chief Appraiser, Tylene Gamble. This is an increase of \$104,039,389 or 8.38%. The Refined ADA projection of 3,220 is our projection for 2021-22, however, we are eligible under the hold harmless calculation due to COVID19 and will be funded using an ADA of 3,277.

Total revenue in the General Fund is projected to increase by \$705,473. This is due to increases in both Local and State Funding. Federal revenue is projected to remain the same.

- Local 40.51%
- State 58.54%
- Federal .96%

Expenditures in the General Fund are projected to increase by \$1,181,407.

- Salary & Benefits 73.50%
- Contracted Services 12.40%
- Supplies & Materials 6.54%
- Other Operating Exp. 6.24%
- M&O Debt Service 1.22%
- Capital Outlay 0.10%

TAX RATE COMPRESSION

House Bill (HB) 3, was passed by the 86th Legislature in 2019, and signed into law by Governor Abbott on June 11, 2019. As a result of the transition from prior law to HB3, maintenance and operations (M&O) tax rates for TY 2019 were compressed by the state compression rate of 93%, or .93. Moving forward the state compares the extent to which estimated statewide property value growth exceeds 2.5% to determine the state Maximum Compressed Rates (MCR) for school districts.

In July 2021 TEA we were required to submit the Chief Appraiser's July 25th certified taxable property value for both 2020 and 2021 for the state to calculate the District's MCR. We were also required to do the calculation to be able to compare our calculation with the states. The state posted preliminary MCR calculations in early August 2021 and our MCR calculation of .8665 matched with the state.

Proposed Tax Rates

As a result of the 8.38% property value increase and the MCR calculation we are required by law to compress the M&O Tax Rate. The proposed Total Tax Rate M&O for 2021-22 is \$1.0765, which is a decrease of \$0.04990. The proposed rate are as follows:

M&O Tax Rate - \$1.0048

I&S Tax Rate - \$0.0717

GENERAL FUND

Revenues

We're currently projecting a increase in local revenue of 512,078 and an increase of \$193,395 in state revenue in the General Fund. Federal revenue is projected to remain the same.

Expenditures

We're projecting \$36,477,222 in General Fund Expenditures and a surplus of \$1,098,111.

Approximately 73.5% of expenditures are for Payroll and Benefits.

We have \$35,000 budgeted for Capital Outlay expenditures.

FOOD SERVICE FUND

The Food Service Fund has estimated revenues and expenditures of \$1,993,783 for 2021-22.

DEBT SERVICE FUND

Our goal has always been to maintain adequate funds to meet the District's obligation in Debt Service, and to offset shortages due to a drop in values in any given year. The 2021-22 obligation is \$2,134,884,384.

Revenue sources to meet the 2021-22 obligation are as follows:

I&S Collections – 964,333

I&S Fund Balance – 113,448

M&O Surplus – 1,057,103

Fiscal Impact

Estimated Revenues of \$40,646,897 and,
Estimated Appropriations of \$40,605,889.

Student and Public Benefit

Detailed financial planning ensures that funds are available to provide the necessary personnel, facilities, equipment and supplies for an appropriate education for all students; and that taxpayer' dollars are spent wisely.

Procedural and Reporting Implications

None.

Public Comments

None.

Alternatives

None.

Other Comments and Related Issues

None

Attachments

- ECISD Proposed Budget for 2021-2022
- Ordinance Adopting Proposed Budget for 2021-2022

Submitted by

David Bright, Assistant Superintendent of Finance and Operations

Action Required

Motion, second and majority vote to adopt the Ordinance and approve the 2021-22 General Operating Budget.

Superintendent's Recommendation

I recommend that you adopt the Ordinance and approve the 2021-22 General Operating Budget.

Bob Callaghan, Superintendent of Schools

***ECISD PROPOSED
BUDGET***

2021-2022

Submitted August 24, 2021

ECISD REGULAR BOARD MEETING



**EL CAMPO INDEPENDENT SCHOOL DISTRICT
2021-2022
PROPOSED BUDGET**

SUMMARY BY FUND

| <u>FUND</u> | <u>PROGRAM DESCRIPTION</u> | <u>ESTIMATED REVENUES</u> | <u>ESTIMATED EXPENDITURES</u> | <u>SURPLUS/ (DEFICIT)</u> |
|-------------------------------|-----------------------------------|--------------------------------------|--|--------------------------------------|
| 199 | General Fund | 37,575,333 | 36,477,222 | 1,098,111 |
| 240 | Food Service Fund | 1,993,783 | 1,993,783 | 0 |
| 511 | Debt Service Fund | 1,077,781 | 2,134,884 | -1,057,103 |
| TOTAL ESTIMATED BUDGET | | \$40,646,897 | \$40,605,889 | \$41,008 |

**EL CAMPO INDEPENDENT SCHOOL DISTRICT
2021-2022
PROPOSED BUDGET**

SUMMARY BY FUND

| <u>FUND</u> | <u>PROGRAM DESCRIPTION</u> | <u>ESTIMATED REVENUES</u> | <u>ESTIMATED EXPENDITURES</u> | <u>SURPLUS/ (DEFICIT)</u> |
|--------------------|-----------------------------------|--------------------------------------|--|--------------------------------------|
| 199 | General Fund | 37,575,333 | 36,477,222 | 1,098,111 |
| 211 | ESEA Title I, Part A | 1,052,165 | 1,052,165 | 0 |
| 240 | Food Service Fund | 1,993,783 | 1,993,783 | 0 |
| 244 | Vocational Ed. - Basic Grant | 45,255 | 45,255 | 0 |
| 255 | ESEA Title II, Part A | 147,605 | 147,605 | 0 |
| 263 | Title III, Part A | 43,335 | 43,335 | 0 |
| 282 | ESSER III - Cares Act | 4,973,206 | 4,973,206 | 0 |
| 289 | Title IV, Part A; LEP | 79,223 | 79,223 | 0 |
| 313 | IDEA - Part B, Formula | 1,040,787 | 1,040,787 | 0 |
| 314 | IDEA - Part B, Preschool | 30,019 | 30,019 | 0 |
| 386 | Deaf Education | 167,460 | 167,460 | 0 |
| 410 | State Instructional Materials | 148,137 | 148,137 | 0 |
| 437 | Shared Services - Special Ed. | 1,213,553 | 1,213,553 | 0 |
| 459 | O/M Consortium | 76,020 | 76,020 | 0 |
| 461 | Campus Activity Funds | 97,700 | 97,700 | 0 |
| 479 | Family Crisis Fund | 760 | 760 | 0 |
| 511 | Debt Service Fund | 1,077,781 | 2,134,884 | -1,057,103 |
| | | \$49,762,122 | \$49,721,114 | \$41,008 |

**EL CAMPO INDEPENDENT SCHOOL DISTRICT
2021-2022
PROPOSED BUDGET**

REVENUE PROJECTION - GENERAL FUND

| | Budgeted | | M&O | Certified | Local | | Total | Increase/ |
|----------------|----------------|---------------|----------------|----------------------|-------------------|-------------------|-------------------|----------------|
| | Refined | | Tax | Freeze- | Revenue | State | M&O | Decrease |
| Year | ADA | Rate | Rate | Adjusted | @ 98% | Revenue | Revenue | vs 20/21 |
| 2016-17 | 3,348.3 | SCR + .04 | 1.04005 | 1,089,002,706 | 11,901,975 | 15,504,179 | 27,406,154 | |
| 2017-18 | 3,448.3 | SCR + .17 | 1.17000 | 1,159,952,393 | 14,181,837 | 16,355,700 | 30,537,537 | |
| 2018-19 | 3,400.0 | SCR + .17 | 1.17000 | 1,139,386,143 | 14,109,030 | 16,108,830 | 30,217,860 | |
| 2019-20 | 3,366.6 | HB3 | 1.06840 | 1,238,349,729 | 14,064,405 | 19,906,972 | 33,971,377 | |
| 2020-21 | 3,325.0 | HB3 | 1.05470 | 1,240,815,477 | 14,060,927 | 20,147,357 | 34,208,284 | |
| 2021-22 | 3,277.0 | HB3 HH | 1.00480 | 1,344,954,866 | 14,631,005 | 20,195,659 | 34,826,664 | 618,380 |

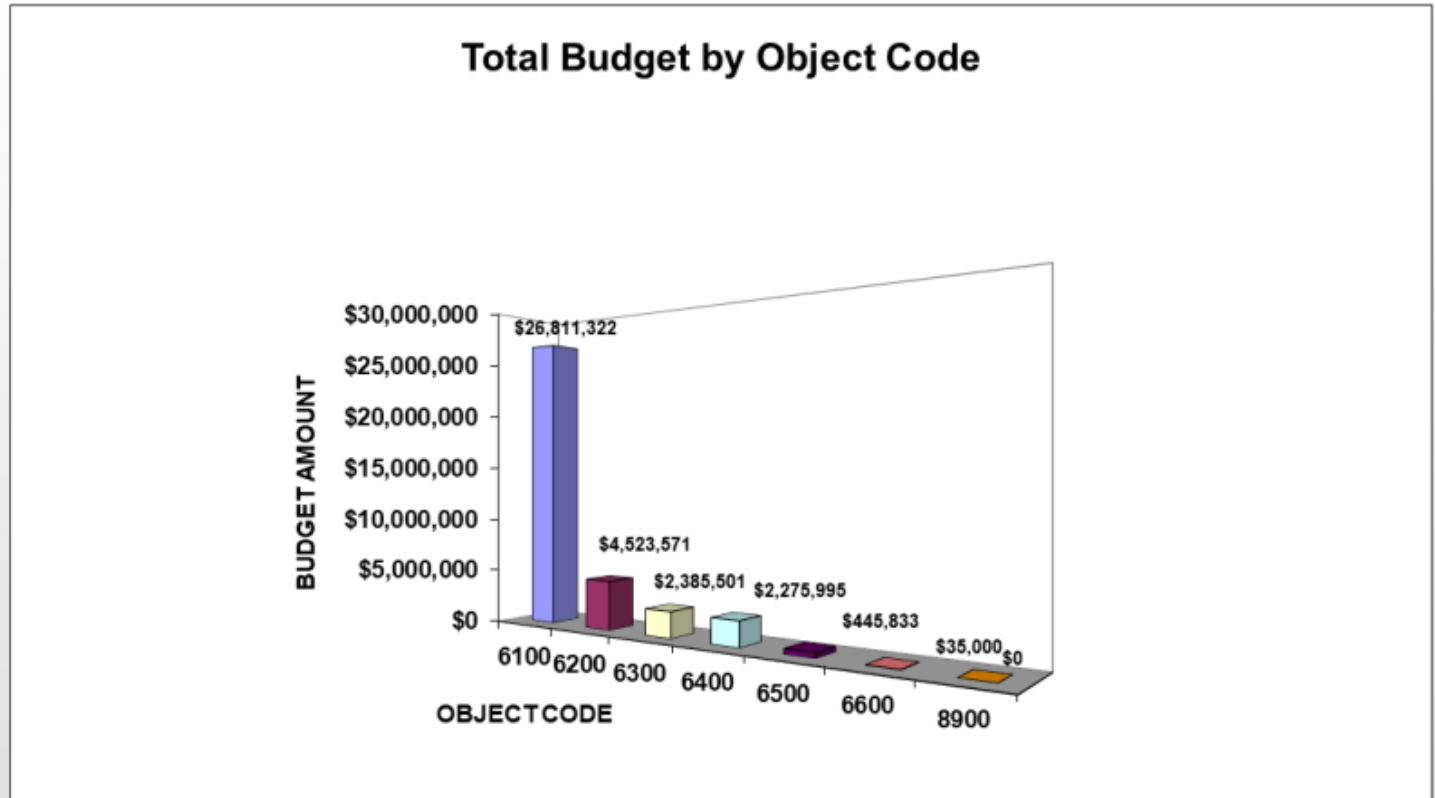
**EL CAMPO INDEPENDENT SCHOOL DISTRICT
2021-2022
PROPOSED BUDGET**

GENERAL FUND

| REVENUE | | | 2021-22 HB3 | | | 2020-21 HB3 | |
|----------------|--------|---------------------------------|------------------------|------------------|-------------------|------------------------|--------------------|
| | | | 1.0048; 3,277 | | | 1.0547; 3,325 | |
| | Object | Revenue Source | Estimated Revenue | Percent of Total | Percent of Source | Estimated Revenue | Increase/Decrease |
| LOCAL | 5711 | Taxes - Current Year | \$14,631,005 | 38.94% | 96.12% | \$14,060,927 | \$570,078 |
| | 5712 | Prior Year Taxes | \$200,000 | 0.53% | 1.31% | \$200,000 | \$0 |
| | 5719 | Penalty, Interest & Other | \$200,000 | 0.53% | 1.31% | \$175,000 | \$25,000 |
| | 5742 | Investment Earnings | \$40,000 | 0.11% | 0.26% | \$125,000 | -\$85,000 |
| | 57XX | Athletic Activity & Misc. Local | \$150,000 | 0.40% | 0.99% | \$148,000 | \$2,000 |
| | | Total Local Revenue | \$15,221,005 | 40.51% | 100.00% | \$14,708,927 | \$512,078 |
| STATE | 5811 | Available School Fund | \$655,426 | 1.74% | 2.98% | \$1,321,310 | -\$665,884 |
| | 5812 | Foundation School Program | \$19,540,233 | 52.00% | 88.84% | \$18,826,047 | \$714,186 |
| | 5831 | TRS On Behalf | \$1,799,669 | 4.79% | 8.18% | \$1,654,576 | \$145,093 |
| | | Total State Revenue | \$21,995,328 | 58.54% | 100.00% | \$21,801,933 | \$193,395 |
| FEDERAL | 5929 | SHARS | \$350,000 | 0.93% | 97.49% | \$350,000 | \$0 |
| | | MAC | \$9,000 | 0.02% | 2.51% | \$9,000 | \$0 |
| | | Total Federal Revenue | \$359,000 | 0.96% | 100.00% | \$359,000 | \$0 |
| | | Total Revenue | \$37,575,333 | 100.00% | | \$36,869,860 | \$705,473 |
| EXPENDITURES | | | Estimated Expenditures | Percent of Total | | Estimated Expenditures | Increase/Decrease |
| | 6100 | Payroll & Benefits | \$26,811,322 | 73.50% | | \$25,989,417 | \$821,905 |
| | 6200 | Contracted Services | \$4,523,571 | 12.40% | | \$4,509,218 | \$14,353 |
| | 6300 | Supplies & Materials | \$2,385,501 | 6.54% | | \$2,226,194 | \$159,307 |
| | 6400 | Other Operating | \$2,275,995 | 6.24% | | \$2,063,011 | \$212,984 |
| | 6500 | Debt Service - M&O | \$445,833 | 1.22% | | \$225,025 | \$220,808 |
| | 6600 | Capital Outlay | \$35,000 | 0.10% | | \$283,200 | -\$248,200 |
| | | Total Expenditures | \$36,477,222 | 100.00% | | \$35,296,065 | \$1,181,157 |
| | | Surplus/(Deficit) | \$1,098,111 | | | \$1,573,795 | |
| | | Offset I&S Payment | -\$1,057,103 | | | | |
| | | | \$41,008 | | | | |

**EL CAMPO INDEPENDENT SCHOOL DISTRICT
2021-2022
PROPOSED BUDGET**

General Fund



**EL CAMPO INDEPENDENT SCHOOL DISTRICT
2021-2022
PROPOSED BUDGET**

SUMMARY BY FUNCTION

| 199 GENERAL FUND | | | | | | | |
|----------------------------------|---------------------------------|---------------------|----------------|---------------------|----------------|--------------------|--------------|
| Function | Function Category | 2021-22 Proposed | % of Budget | 2020-21 Proposed | % of Budget | Incr/ Decr. | %Change |
| 11 | Instruction | \$20,093,302 | 55.1% | \$19,745,408 | 55.9% | \$347,894 | 1.7% |
| 12 | Instructional Resources & Media | \$778,932 | 2.1% | \$736,022 | 2.1% | \$42,910 | 5.5% |
| 13 | Curriculum & Staff Development | \$913,881 | 2.5% | \$964,802 | 2.7% | -\$50,921 | -5.6% |
| 21 | Instructional Administration | \$522,339 | 1.4% | \$522,244 | 1.5% | \$95 | 0.0% |
| 23 | School Administration | \$2,228,845 | 6.1% | \$2,088,765 | 5.9% | \$140,080 | 6.3% |
| 31 | Guidance-Counseling Services | \$1,212,365 | 3.3% | \$1,204,622 | 3.4% | \$7,743 | 0.6% |
| 33 | Health Services | \$289,442 | 0.8% | \$215,734 | 0.6% | \$73,708 | 25.5% |
| 34 | Pupil Transportation | \$1,287,639 | 3.5% | \$1,321,799 | 3.7% | -\$34,160 | -2.7% |
| 35 | Food Service | \$63,126 | 0.2% | \$58,162 | 0.2% | \$4,964 | 7.9% |
| 36 | Extracurricular Activities | \$1,707,131 | 4.7% | \$1,473,845 | 4.2% | \$233,286 | 13.7% |
| 41 | General Administration | \$1,391,960 | 3.8% | \$1,382,877 | 3.9% | \$9,083 | 0.7% |
| 51 | Plant Maintenance & Operation | \$4,513,862 | 12.4% | \$4,221,337 | 12.0% | \$292,525 | 6.5% |
| 52 | Security & Monitoring Services | \$178,246 | 0.5% | \$286,370 | 0.8% | -\$108,124 | -60.7% |
| 53 | Data Processing | \$86,369 | 0.2% | \$84,664 | 0.2% | \$1,705 | 2.0% |
| 61 | Community Services | \$38,950 | 0.1% | \$39,389 | 0.1% | -\$439 | -1.1% |
| 71 | Debt Service | \$445,833 | 1.2% | \$225,025 | 0.6% | \$220,808 | 49.5% |
| 93 | Shared Services Arrangements | \$725,000 | 2.0% | \$725,000 | 2.1% | \$0 | 0.0% |
| TOTAL BUDGET FOR FUND 199 | | \$36,477,222 | 100.0% | \$35,296,065 | 100.0% | \$1,181,157 | 3.2% |
| 240 NATL. SCHOOL LUNCH | | | | | | | |
| 35 | Food Service | \$1,993,783 | 100.0% | \$2,079,501 | 100.0% | -\$85,718 | -4.3% |
| TOTAL BUDGET FOR FUND 240 | | \$1,993,783 | 100.0% | \$2,079,501 | 100.0% | -\$85,718 | -4.3% |
| 511 DEBT SERVICE | | | | | | | |
| 71 | Debt Services | \$2,134,884 | 100.0% | \$2,137,534 | 100.0% | -\$2,650 | -0.1% |
| TOTAL BUDGET FOR FUND 511 | | \$2,134,884 | 100.0% | \$2,137,534 | 100.0% | -\$2,650 | -0.1% |
| 199,240,511 | TOTAL EXPENDITURES | \$40,605,889 | | \$39,513,100 | | \$1,092,789 | 2.7% |

**EL CAMPO INDEPENDENT SCHOOL DISTRICT
2021-2022
PROPOSED BUDGET**

| | | |
|--|-----------------|-------|
| Maximum Compressed Tax Rate (MCR) | \$1.0048 | M&O |
| | <u>\$0.0717</u> | I&S |
| | \$1.0765 | Total |

Notes:

House Bill (HB) 3 – passed by the 86th Legislature and signed by Governor Abbott on June 11, 2019.

State Compression

Compares the extent to which estimated statewide property value growth (set by the general appropriations act at 4.01 percent for TY 2020) exceeds 2.5 percent to determine the state maximum compressed Rate (MCR) for TY 2020.

Local Compression

Local compression uses individual district property value growth compared to 2.5 percent to determine MCR. Since Districts receive the greater of the MCR calculated under state compression or local compression, only districts whose local value growth exceeds 4.01 percent (the statewide growth in property values) will have additional compression below \$0.9164 for TY2020 and SY 2020-2021.

**EL CAMPO INDEPENDENT SCHOOL DISTRICT
2021-2022
PROPOSED BUDGET**

DEBT OBLIGATION and I&S TAX RATE

| Debt Obligation | | | | | 2021-22 | | |
|------------------------------|-------------|-----------------------|-----------------------|-----------------------|------------------|----------|-----------|
| | Series 2013 | Refunding Series 2014 | Refunding Series 2015 | Refunding Series 2016 | Total Obligation | M&O Rate | 2020-21 |
| Bond Principal | \$1,005,000 | \$0 | \$295,000 | \$125,000 | \$1,425,000 | | \$1.05470 |
| Interest on Bonds | \$185,228 | \$118,888 | \$276,700 | \$126,119 | \$706,935 | | \$0.07170 |
| | \$1,190,228 | \$118,888 | \$571,700 | \$251,119 | \$2,131,934 | \$2,950 | \$1.12640 |
| Balance as of 8/15/20 | \$6,415,000 | \$4,990,000 | \$9,165,000 | \$4,095,000 | | | |

| PROPOSED | Debt Obligation | Less EDA | Less I&S FB | Adjusted Debt | Tax Rate Needed | M&O Surplus | I&S Tax Rate | Total Tax Rate | Decr. |
|----------|-----------------|----------|-------------|---------------|-----------------|-------------|--------------|----------------|-------------|
| | \$2,134,884 | \$0 | (\$113,448) | \$2,021,436 | \$0.1534 | \$0.08170 | \$0.07170 | \$1.0765 | (\$0.04990) |

| PROPOSED | Property Value | M&O Surplus | I&S Collections | I&S FB | Total Obligation |
|----------|----------------|-------------|-----------------|-----------|------------------|
| | 1,344,954,866 | \$1,057,103 | \$964,333 | \$113,448 | \$2,134,884 |

**EL CAMPO INDEPENDENT SCHOOL DISTRICT
2021-2022
PROPOSED BUDGET**

SB 622 and HB1495

| <u>FUND</u> | <u>Code Number</u> | <u>2020-21 Budgeted</u> | <u>2020-21 Actual</u> | <u>2021-22 Budgeted</u> |
|--------------------|--|------------------------------------|----------------------------------|------------------------------------|
| 199 | 6491 Statutorily Required Public Notices | \$1,000.00 | \$295.01 | \$1,000.00 |
| 199 | 6495 Legislative Dues | \$1,802.00 | \$0.00 | \$1,802.00 |

**EL CAMPO INDEPENDENT SCHOOL DISTRICT
2021-2022
PROPOSED BUDGET**

Capital Outlay

| <u>Requested By</u> | <u>Request</u> | <u>Budget</u> | <u>Reason for Request</u> |
|----------------------------|-----------------------|----------------------|----------------------------------|
| Maintenance | Mowing Equipment | \$35,000 | Needed Equipment |

**EL CAMPO INDEPENDENT SCHOOL DISTRICT
2021-2022
PROPOSED BUDGET**

ADMINISTRATIVE COST RATIO



ADMINISTRATIVE COST RATIO

The Administrative Cost Ratio is a calculation to see if ECISD's expenditures in Function 21 and 41 exceed the established administrative cost standards.

**District ADA Group = 1,000 to 4,999
District Standard = 14.01%**

EL CAMPO INDEPENDENT SCHOOL DISTRICT

**ADOPTION OF
PROPOSED
2021-2022 BUDGET**

The El Campo Independent School District proposes for the **2021-2022 school year** the following budget for the General, Food Service, and Debt Service Fund:

REVENUE BUDGET **\$40,646,897**

EXPENDITURE BUDGET **\$40,605,889**

Accepted and approved by the El Campo Independent School District on August 24, 2021.

James Russell, Board President

David Vallejo, Board Secretary

Date

Date

2021 Tax Rate Calculation Worksheet

School Districts without Chapter 313 Agreements

School District's Name

Phone (area code and number)

School District's Address, City, State, ZIP Code

School District's Website Address

GENERAL INFORMATION: Tax Code Section 26.04(c) requires an officer or employee designated by the governing body to calculate the no-new-revenue tax rate and voter-approval tax rate for the taxing unit. These tax rates are expressed in dollars per \$100 of taxable value calculated. The calculation process starts after the chief appraiser delivers to the taxing unit the certified appraisal roll or certified estimate of value and the estimated values of properties under protest. The designated officer or employee shall certify that the officer or employee has accurately calculated the tax rates and used values shown for the certified appraisal roll or certified estimate. The officer or employee submit the rates to the governing body by Aug. 7 or as soon thereafter as practicable.

This worksheet is for **school districts without Chapter 313 agreements only**. School districts that have a Chapter 313 agreement should use Comptroller Form 50-884 *Tax Rate Calculation Worksheet, School Districts with Chapter 313 Agreements*.

Water districts as defined under Water Code Section 49.001(1) do not use this form. Use Comptroller Form 50-858 *Water District Voter-Approval Tax Rate Worksheet for Low Tax Rate and Developing Districts* or Comptroller Form 50-860 *Developed Water District Voter-Approval Tax Rate Worksheet*.

All other taxing units should use Comptroller Form 50-856 *Tax Rate Calculation, Taxing Units Other Than School Districts or Water Districts*.

The Comptroller's office provides this worksheet to assist taxing units in determining tax rates. The Texas Education Agency (TEA) provides detailed information on and guidance to school districts in calculating their tax rates. Please review and rely on information provided by TEA when completing this worksheet. Additionally, the information provided in this worksheet is offered as technical assistance and not legal advice. Taxing units should consult legal counsel for interpretations of law regarding tax rate preparation and adoption.

SECTION 1: No-New-Revenue Tax Rate

The no-new-revenue (NNR) tax rate enables the public to evaluate the relationship between taxes for the prior year and for the current year based on a tax rate that would produce the same amount of revenue if applied to the same properties that are taxed in both years (no new taxes). When appraisal values increase, the NNR tax rate should decrease.

| Line | No-New-Revenue Tax Rate Worksheet | Amount/Rate |
|------|---|-----------------|
| 1. | 2020 total taxable value. Enter the amount of 2020 taxable value on the 2020 tax roll today. Include any adjustments since last year's certification; exclude one-fourth and one-third over-appraisal corrections made under Tax Code Section 25.25(d) from these adjustments. Exclude any property value subject to an appeal under Chapter 42 as of July 25 (will add undisputed value in Line 6). This total includes the taxable value of homesteads with tax ceilings (will deduct in Line 2). ¹ | \$ _____ |
| 2. | 2020 tax ceilings. Enter 2020 total taxable value of homesteads with tax ceilings. These include the homesteads of homeowners age 65 or older or disabled. ² | \$ _____ |
| 3. | Preliminary 2020 adjusted taxable value. Subtract Line 2 from Line 1. | \$ _____ |
| 4. | 2020 total adopted tax rate. | \$ _____ /\$100 |
| 5. | 2020 taxable value lost because court appeals of ARB decisions reduced 2020 appraised value. A. Original 2020 ARB values: \$ _____ B. 2020 values resulting from final court decisions: - \$ _____ C. 2020 value loss. Subtract B from A. ³ | \$ _____ |
| 6. | 2020 taxable value subject to an appeal under Chapter 42, as of July 25. A. 2020 ARB certified value: \$ _____ B. 2020 disputed value: - \$ _____ C. 2020 undisputed value. Subtract B from A. ⁴ | \$ _____ |
| 7. | 2020 Chapter 42-related adjusted values. Add Line 5 and 6. | \$ _____ |
| 8. | 2020 taxable value, adjusted for actual and potential court-ordered adjustments. Add Line 3 and Line 7. | \$ _____ |
| 9. | 2020 taxable value of property in territory the school deannexed after Jan. 1, 2020. Enter the 2020 value of property in deannexed territory. ⁵ | \$ _____ |

¹ Tex. Tax Code § 26.012(14)
² Tex. Tax Code § 26.012(14)
³ Tex. Tax Code § 26.012(13)
⁴ Tex. Tax Code § 26.012(13)
⁵ Tex. Tax Code § 26.012(15)

| Line | No-New-Revenue Tax Rate Worksheet | Amount/Rate |
|------|---|-------------|
| 10. | <p>2020 taxable value lost because property first qualified for an exemption in 2021. If the school district increased an original exemption, use the difference between the original exempted amount and the increased exempted amount. Do not include value lost due to freeport goods-in-transit, or temporary disaster exemptions. Note that lowering the amount or percentage of an existing exemption in 2021 does not create a new exemption or reduce taxable value.</p> <p>A. Absolute exemptions. Use 2020 market value: \$ _____</p> <p>B. Partial exemptions. 2021 exemption amount or 2021 percentage exemption times 2020 value: + \$ _____</p> <p>C. Value loss. Add A and B. ⁶</p> | \$ _____ |
| 11. | <p>2020 taxable value lost because property first qualified for agricultural appraisal (1-d or 1-d-1), timber appraisal, recreational/scenic appraisal or public access airport special appraisal in 2021. Use only properties that qualified in 2021 for the first time; do not use properties that qualified in 2020.</p> <p>A. 2020 market value. \$ _____</p> <p>B. 2021 productivity or special appraised value: - \$ _____</p> <p>C. Value loss. Subtract B from A. ⁷</p> | \$ _____ |
| 12. | Total adjustments for lost value. Add Lines 9, 10C and 11C. | \$ _____ |
| 13. | Adjusted 2020 taxable value. Subtract Line 12 from Line 8. | \$ _____ |
| 14. | Adjusted 2020 total levy. Multiply Line 4 by Line 13 and divide by \$100. | \$ _____ |
| 15. | Taxes refunded for years preceding tax year 2020. Enter the amount of taxes refunded by the district for tax years preceding tax year 2020. Types of refunds include court decisions, Tax Code Section 25.25(b) and (c) corrections and Tax Code Section 31.11 payment errors. Do not include refunds for tax year 2020. This line applies only to tax years preceding tax year 2020. ⁸ | \$ _____ |
| 16. | <p>Adjusted 2020 levy with refunds. Add Line 14 and Line 15. ⁹</p> <p>Note: If the governing body of the school district governs a junior college district in a county with a population of more than two million, subtract the amount of taxes the governing body dedicated to the junior college district in 2020 from the result.</p> | \$ _____ |
| 17. | <p>Total 2021 taxable value on the 2021 certified appraisal roll today. This value includes only certified values and includes the total taxable value of homesteads with tax ceilings (will deduct in line 19). These homesteads include homeowners age 65 or older or disabled. ¹⁰</p> <p>A. Certified values.¹¹ \$ _____</p> <p>B. Pollution control and energy storage system exemption: Deduct the value of property exempted for the current tax year for the first time as pollution control or energy storage system property: - \$ _____</p> <p>C. Total 2021 value. Subtract B from A.</p> | \$ _____ |
| 18. | <p>Total value of properties under protest or not included on certified appraisal roll. ¹²</p> <p>A. 2021 taxable value of properties under protest. The chief appraiser certifies a list of properties still under ARB protest. The list shows the appraisal district's value and the taxpayer's claimed value, if any, or an estimate of the value if the taxpayer wins. For each of the properties under protest, use the lowest of these values. Enter the total value under protest. ¹³ \$ _____</p> <p>B. 2021 value of properties not under protest or included on certified appraisal roll. The chief appraiser gives school districts a list of those taxable properties that the chief appraiser knows about but are not included in the appraisal roll certification. These properties are also not on the list of properties that are still under protest. On this list of properties, the chief appraiser includes the market value, appraised value and exemptions for the preceding year and a reasonable estimate of the market value, appraised value and exemptions for the current year. Use the lower market, appraised or taxable value (as appropriate). Enter the total value not on the roll. ¹⁴ + \$ _____</p> <p>C. Total value under protest or not certified. Add A and B.</p> | \$ _____ |
| 19. | 2021 tax ceilings. Enter 2021 total taxable value of homesteads with tax ceilings. These include the homesteads of homeowners age 65 or older or disabled. ¹⁵ | \$ _____ |

⁶ Tex. Tax Code § 26.012(15)
⁷ Tex. Tax Code § 26.012(15)
⁸ Tex. Tax Code § 26.012(13)
⁹ Tex. Tax Code § 26.012(13)
¹⁰ Tex. Tax Code §§ 26.012, 26.04(c-2)
¹¹ Tex. Tax Code § 26.012(6)
¹² Tex. Tax Code § 26.01(c) and (d)
¹³ Tex. Tax Code § 26.01(c)
¹⁴ Tex. Tax Code § 26.01(d)
¹⁵ Tex. Tax Code § 26.012(6)(B)

| Line | No-New-Revenue Tax Rate Worksheet | Amount/Rate |
|------|--|----------------|
| 20. | 2021 total taxable value. Add Lines 17C and 18C. Subtract Line 19. | \$ _____ |
| 21. | Total 2021 taxable value of properties in territory annexed after Jan. 1, 2020. Include both real and personal property. Enter the 2021 value of property in territory annexed by the school district. | \$ _____ |
| 22. | Total 2021 taxable value of new improvements and new personal property located in new improvements. New means the item was not on the appraisal roll in 2020. An improvement is a building, structure, fixture or fence erected on or affixed to land. New additions to existing improvements may be included if the appraised value can be determined. New personal property in a new improvement must have been brought into the school district after Jan. 1, 2020, and be located in a new improvement. | \$ _____ |
| 23. | Total adjustments to the 2021 taxable value. Add lines 21 and 22. | \$ _____ |
| 24. | Adjusted 2021 taxable value. Subtract line 23 from line 20. | \$ _____ |
| 25. | 2021 NNR tax rate. Divide line 16 by line 24 and multiply by \$100. | \$ _____/\$100 |

SECTION 2: Voter-Approval Tax Rate

The voter-approval tax rate is the highest tax rate that a taxing unit may adopt without holding an election to seek voter approval of the rate. Most school districts calculate a voter-approval tax rate that is split into three separate rates.¹⁸

- Maximum Compressed Tax Rate (MCR):** A district’s maximum compressed tax rate is defined as the tax rate for the current tax year per \$100 of valuation of taxable property at which the district must levy a maintenance and operations tax to receive the full amount of the tier one allotment.¹⁹
- Enrichment Tax Rate (DTR):**²⁰ A district’s enrichment tax rate is defined as any tax effort in excess of the district’s MCR and less than \$0.17. The enrichment tax rate is divided into golden pennies and copper pennies. School districts can claim up to 8 golden pennies, not subject to compression, and 9 copper pennies which are subject to compression with any increases in the guaranteed yield.²¹
- Debt Rate:** The debt rate includes the debt service necessary to pay the school district’s debt payments in the coming year. This rate accounts for principal and interest on bonds and other debt secured by property tax revenue.

The MCR and DTR added together make up the school district’s maintenance and operations (M&O) tax rate. Districts cannot increase the district’s M&O tax rate to create a surplus in M&O tax revenue for the purpose of paying the district’s debt service.²²

If a school district adopted a tax rate that exceeded its voter-approval tax rate without holding an election to respond to a disaster in the prior year, as allowed by Tax Code Section 26.042(e), the school district may not consider the amount by which it exceeded its voter-approval tax rate (disaster pennies) in the calculation this year. This adjustment will be made in Section 4 of this worksheet.

A district must complete an efficiency audit before seeking voter approval to adopt a M&O tax rate higher than the calculated M&O tax rate, hold an open meeting to discuss the results of the audit, and post the results of the audit on the district’s website 30 days prior to the election.²³ Additionally, a school district located in an area declared a disaster by the governor may adopt a M&O tax rate higher than the calculated M&O tax rate during the two-year period following the date of the *declaration without conducting an efficiency audit*.²⁴

Districts should review information from TEA when calculating their voter-approval tax rate.

| Line | Voter-Approval Tax Rate Worksheet | Amount/Rate |
|------|--|----------------|
| 26. | 2021 maximum compressed tax rate (MCR). TEA will publish compression rates based on district and statewide property value growth. Enter the school districts’ maximum compressed rate based on guidance from TEA. ²⁵ | \$ _____/\$100 |
| 27. | 2021 enrichment tax rate (DTR). Enter the greater of A and B. ²⁶ A. Enter the district’s 2020 DTR, minus any required reduction under Education Code Section 48.202(f) \$ _____/\$100 B. \$0.05 per \$100 of taxable value | \$ _____/\$100 |
| 28. | 2021 maintenance and operations (M&O) tax rate. Add Lines 26 and 27. Note: M&O tax rate may not exceed the sum of \$0.17 and the product of the state compression percentage multiplied by \$1.00. ²⁷ | \$ _____/\$100 |

¹⁶ [Reserved for expansion]
¹⁷ [Reserved for expansion]
¹⁸ Tex. Tax Code §26.08(n)
¹⁹ Tex. Edu. Code §48.2551(a)(3)
²⁰ Tex. Tax Code §26.08(j) and Tex. Edu. Code §45.0032
²¹ Tex. Edu. Code §§48.202(a-1)(2) and 48.202(f)
²² Tex. Edu. Code §45.0021(a)
²³ Tex. Edu. Code §11.184(b)
²⁴ Tex. Edu. Code §11.184(b-1)
²⁵ Tex. Edu. Code §§48.255, 48.2551(b)(1) and (b)(2)
²⁶ Tex. Tax Code §26.08(n)(2)
²⁷ Tex. Edu. Code §45.003(e)

| Line | Voter-Approval Tax Rate Worksheet | Amount/Rate |
|------|---|----------------|
| 29. | <p>Total 2021 debt to be paid with property tax revenue. Debt means the interest and principal that will be paid on debts that:</p> <ul style="list-style-type: none"> (1) Are paid by property taxes; (2) Are secured by property taxes; (3) Are scheduled for payment over a period longer than one year; and (4) Are not classified in the school district's budget as M&O expenses. <p>A. Debt includes contractual payments to other school districts that have incurred debt on behalf of this school district, if those debts meet the four conditions above. Include only amounts that will be paid from property tax revenue. Do not include appraisal district budget payments. If the governing body of a taxing unit authorized or agreed to authorize a bond, warrant, certificate of obligation, or other evidence of indebtedness on or after Sept. 1, 2021, verify if it meets the amended definition of debt before including it here.²⁸</p> <p>Enter debt amount: \$ _____</p> <p>B. Subtract unencumbered fund amount used to reduce total debt. - \$ _____</p> <p>C. Subtract state aid received for paying principal and interest on debt for facilities through the existing debt allotment program and/or instructional facilities allotment program. - \$ _____</p> <p>D. Adjust debt: Subtract B and C from A.</p> | \$ _____ |
| 30. | Certified 2020 excess debt collections. Enter the amount certified by the collector. ²⁹ | \$ _____ |
| 31. | Adjusted 2021 debt. Subtract line 30 from line 29D. | \$ _____ |
| 32. | <p>2021 anticipated collection rate. If the anticipated rate in A is lower than actual rates in B, C and D, enter the lowest rate from B, C and D. If the anticipated rate in A is higher than at least one of the rates in the prior three years, enter the rate from A. Note that the rate can be greater than 100%.³⁰</p> <ul style="list-style-type: none"> A. Enter the 2021 anticipated collection rate certified by the collector.³¹ _____% B. Enter the 2020 actual collection rate _____% C. Enter the 2019 actual collection rate _____% D. Enter the 2018 actual collection rate _____% | _____% |
| 33. | <p>2021 debt adjusted for collections. Divide Line 31 by Line 32.</p> <p>Note: If the governing body of the school district governs a junior college district in a county with a population of more than two million, add the amount of taxes the governing body proposes to dedicate to the junior college district in 2021 to the result.</p> | \$ _____ |
| 34. | 2021 total taxable value. Enter the amount on Line 20 of the <i>No-New-Revenue Tax Rate Worksheet</i> . | \$ _____ |
| 35. | 2021 debt rate. Divide Line 33 by Line 34 and multiply by \$100. | \$ _____/\$100 |
| 36. | <p>2021 voter-approval tax rate. Add Lines 28 and 35.</p> <p>If the school district received distributions from an equalization tax imposed under former Chapter 18, Education Code, add the NNR tax rate as of the date of the county unit system's abolition to the sum of Lines 28 and 35.³²</p> | \$ _____/\$100 |

SECTION 3: Voter-Approval Tax Rate Adjustment for Pollution Control

A school district may raise its rate for M&O funds used to pay for a facility, device or method for the control of air, water or land pollution. This includes any land, structure, building, installation, excavation, machinery, equipment or device that is used, constructed, acquired or installed wholly or partly to meet or exceed pollution control requirements. The school district's expenses are those necessary to meet the requirements of a permit issued by the Texas Commission on Environmental Quality (TCEQ). The school district must provide the tax assessor with a copy of the TCEQ letter of determination that states the portion of the cost of the installation for pollution control.

This section should only be completed by a school district that uses M&O funds to pay for a facility, device or method for the control of air, water or land pollution.

| Line | Voter-Approval Rate Adjustment for Pollution Control Requirements Worksheet | Amount/Rate |
|------|---|-------------|
| 37. | <p>Certified expenses from the Texas Commission on Environmental Quality (TCEQ). Enter the amount certified in the determination letter from TCEQ.³³ The school district shall provide its tax assessor with a copy of the letter.³⁴</p> | \$ _____ |

²⁸ Tex. Tax Code § 26.012(7)
²⁹ Tex. Tax Code §§26.012(10) and 26.04(b)
³⁰ Tex. Tax Code §§26.04(h), (h-1) and (h-2)
³¹ Tex. Tax Code §26.04(b)
³² Tex. Tax Code §26.08(g)
³³ Tex. Tax Code § 26.045(d)
³⁴ Tex. Tax Code § 26.045(i)

| Line | Voter-Approval Rate Adjustment for Pollution Control Requirements Worksheet | Amount/Rate |
|------|--|----------------|
| 38. | 2021 total taxable value. Enter the amount on Line 20 of the <i>No-New-Revenue Tax Rate Worksheet</i> . | \$ _____ |
| 39. | Additional rate for pollution control. Divide line 37 by line 38 and multiply by \$100. | \$ _____/\$100 |
| 40. | 2021 voter-approval tax rate, adjusted for pollution control. Add line 36 and line 39. | \$ _____/\$100 |

SECTION 4: Voter-Approval Tax Rate Adjustment in Year Following Disaster

If a school district adopted a tax rate that exceeded its voter-approval tax rate without holding an election to respond to a disaster in the prior year, as allowed by Tax Code Section 26.042(e), the school district may not consider the amount by which it exceeded its voter-approval tax rate in the calculation this year.³⁵ As such, it must reduce its voter-approval tax rate for the current tax year.

NOTE: This section will not apply to any taxing units in 2021. It is added to implement Senate Bill 1438 (87th Regular Session) and does not apply to a school district that adopted a tax rate without the required election in 2020, as provided for in the recently repealed Tax Code Section 26.08(a-1).

In future tax years, this section will apply to school district in a disaster area that adopts a tax rate greater than its voter-approval tax rate without holding an election in the prior year, as provided for by Tax Code Section 26.042(e).

| Line | Prior Year Disaster Adjustment Worksheet | Amount/Rate |
|------|---|----------------|
| 41. | 2020 adopted tax rate. Enter the rate in Line 4 of the <i>No-New-Revenue Tax Rate Worksheet</i> . | \$ _____/\$100 |
| 42. | 2020 voter-approval tax rate. If the school district adopted a tax rate above the 2020 voter-approval tax rate without holding an election due to a disaster, enter the voter-approval tax rate from the prior year's worksheet. | \$ _____/\$100 |
| 43. | Increase in 2020 tax rate due to disaster (disaster pennies). Subtract Line 42 from Line 41. | \$ _____/\$100 |
| 44. | 2021 voter-approval tax rate, adjusted for prior year disaster. Subtract Line 43 from one of the following lines (as applicable): Line 36 or Line 40 (school districts with pollution control). | \$ _____/\$100 |

SECTION 5: Total Tax Rate

Indicate the applicable total tax rates as calculated above.

No-New-Revenue Tax Rate \$ _____/\$100

Enter the 2021 NNR tax rate from Line 25.

Voter-Approval Tax Rate \$ _____/\$100

As applicable, enter the 2021 voter-approval tax rate from Line 36, Line 40 or Line 44. Indicate the line number used: _____

SECTION 6: School District Representative Name and Signature

Enter the name of the person preparing the tax rate as authorized by the governing body of the school district. By signing below, you certify that you are the designated officer or employee of the school district and have calculated the tax rates in accordance with requirements in Tax Code and Education Code.³⁶

print here ➔

_____ Printed Name of School District Representative

sign here ➔

_____ School District Representative

_____ Date

³⁵ Tex. Tax Code §26.042(f) and Tex. Edu. Code § 45.0032(d)
³⁶ Tex. Tax Code §26.04(c)