

School Year 2026-2027 Excess Local Revenue (Recapture) Timeline

Please see the information below regarding the school year (SY) 2026-2027 Excess Local Revenue Module, District Intent/Choice Selection, Agreement Contract, CAD Cost, District Partner Data, Tuition, & Payments (Seven or One), and applicable due dates.

Due Dates

FSP – Excess Local Revenue Module:

District Intent/Choice Selection must be submitted by September 1, 2026. **Your district does not need board approval to submit the Intent.** The form must be submitted for your district to proceed with its tax rate adoption for the 2026-2027 school year pending approval of the district's maximum compressed tax rate via the Local Property Value Survey subsystem of the Foundation School Program system in the Texas Education Agency Login ([TEAL](#)). The District Intent/Choice Selection will open July 15, 2026.

The Agreement for the Purchase of Attendance Credit (Netting Chapter 48 Funding) contract must be submitted by September 1, 2026. The Agreement for Purchase Attendance Credit and Netting Chapter 48 Funding is also due September 1, 2026. The Agreement for the Purchase of Attendance Credit contract must be submitted by January 15, 2027. Please see below for the delegation of authority information to submit the contract online.

CAD Cost, District Partner Data, Tuition & Payments must be submitted by January 15, 2027. Your district may revise the data any time prior to the due date. The CAD Cost, District Partner Data, Tuition & Payments form will open July 15.

Agreement Contract:

The contract must be submitted through the Excess Local Revenue module. To submit the contract through the Excess Local Revenue module, your school board must delegate the authority to obligate the school district under chapter 49 to the superintendent (see below for further instructions) and the superintendent must be the person that submits the contract to TEA via the Excess Local Revenue module. The system will verify the logon id matches the name of the Superintendent in AskTed. If the logon id is different, the system will generate a failure message and the system will not allow the contract to be submitted. If the superintendents name is misspelled or if the superintendent has changed, please contact Akila Jagadeesan @ akila.jagadeesan@tea.texas.gov

***Note:** Each year the district school board must delegate the authority to obligate the school district under chapter 49 to the superintendent. The following language is required to be recorded in the board minutes. and the board minutes must be uploaded

via the Excess Local Revenue system of the online FSP System. **The board minutes do not have to be approved/signed prior to loading the minutes in the Excess Local Revenue module**, though please keep a copy on file should the approved/signed copy be requested. The contract will not be approved via the Excess Local Revenue module without the board minutes delegating authority to the superintendent.

Board Minute Language - For the 2026-2027 school year, we delegated contractual authority to obligate the school district under Texas Education Code (TEC) §11.1511(c)(4) to the superintendent, solely for the purpose of obligating the district under TEC, §48.257 and TEC, Chapter 49, Subchapters A and D, and the rules adopted by the commissioner of education as authorized under TEC, 49.006. This included approval of the Agreement for the Purchase of Attendance Credit, the Agreement for the Purchase of Attendance Credit (Netting Chapter 48 Funding) or the Agreement for Purchase of Attendance Credit and Netting Chapter 48 Funding.

Agreement for the Purchase of Attendance Credit OR Agreement for the Purchase of Agreement Credit (Netting Chapter 48 Funding)

The agreement contracts are available on the Excess Local Revenue webpage @ [Excess Local Revenue Webpage](#), please scroll down to Option 3 Agreements. The contract must be a board action item approved by the board annually. You may use the paper copy of the contract in your districts board packet if needed.

If your district will offset the reduction of excess local revenue against Chapter 48, Education Code, that is not described by TEC, §48.266(a)(3), complete the Agreement for the Purchase of Attendance Credit (Netting Chapter 48 Funding).

If your district has not held an election approved by the voters and your district does not have enough Chapter 48 funds (foundation funds), Education Code, that is not described by TEC, §48.266(a)(3), to offset the reduction of excess local revenue, your district must hold an election for the 2026-2027 school year.

If your district has had an election approved by the voters and your district will make recapture payments to the state, complete the Agreement for the Purchase of Attendance Credit.

If your district has had an election approved by the voters and your district will make recapture payments to the state and will offset the reduction of excess local revenue against the available Chapter 48 funds, complete the Agreement for Purchase of Attendance Credit and Netting Chapter 48 Funding.

Even if your district does not pay recapture, your district is still required to complete and submit all required documentation.

Excess Local Revenue Module

Your district must submit the Intent/Choice Selection form, the CAD Cost, District Partner Data, Tuition & Payments and the Contract in the Excess Local Revenue by the corresponding due dates.

The District Intent/Choice Selection form must be submitted by September 1, 2026.

The Contract must be submitted via the FSP System Excess Local Revenue module by September 1 or January 15. The Agreement for the Purchase of Attendance Credit (Netting Chapter 48 Funding) contract must be submitted by September 1, 2026. The Agreement for Purchase Attendance Credit and Netting Chapter 48 Funding is also due September 1, 2026. The Agreement for the Purchase of Attendance Credit contract must be submitted by January 15, 2027

The CAD Cost, District Partner Data, Tuition & Payments must be submitted by January 15, 2027. Your district may revise the form any time prior to the due date.

District Intent/Choice Selection

To create and submit the Intent/Choice Selection form please follow the steps below:

1. Log on to TEAL with your current username and password at [TEAL](#)
2. Select the FSP link in TEAL
TEA - State Funding
Foundation School Program
3. From the Programs drop down menu, select the Excess Local Revenue link. Please make sure that the school year in the right-hand corner reflects 2026-2027.
4. **You will first need to enter the contact information.** Click on the Contact Information link and enter and save the contact information. The Superintendent is the primary contact, and a secondary contact may be the person entering the information if not the superintendent. The District Intent/Choice Selection link will be **enabled once the contact information is entered.**
5. Select **Create** next to District Intent/Choice Selection.
6. **Tuition**, indicate yes or no to the question “Does your district charge tuition”.
7. **Choose Options**, select the option your district intends to exercise to equalize wealth. Option 1 through 5.
8. **Election Dates**, if the date of successful option 3 election is populated, do not change the election date. **The election date is not the date of your district’s Voter Approved Tax Ratification Election (VATRE) or the date of the board meeting approving the agreement contract.** If the election date is blank, enter the date of your district’s successful option 3 and/or option 4, if option 4 is

selected if your district has held an election or will hold an election for the 2026-2027 school year. **If your district has not held an election or will not hold an election for the 2026-2027 school year leave the election date blank.**

9. **Select Choice**, select Choice 1 or 2. If your district will make recapture payments to the state or to a partner district select Choice 2, if your district will offset the reduction of excess local revenue against Chapter 48, Education Code, that is not described by TEC, §48.266(a)(3), select Choice 1.

Selecting Choice 1, enter the district's District Information:

Enter the district's estimated Chapter 48 foundation funding, do not enter the data from the SOF, enter the data from the district's template. (Omar's template).

Enter the districts estimated Excess Local Revenue, recapture cost, do not enter the data from the SOF, enter the data from the district's template. (Omar's template). If the district does not estimate to owe recapture leave field \$0.

District Funding and Excess in Local Revenue Estimates				
District Estimated Chapter 48 Funding:	\$0	TEA's Estimated Chapter 48 Funding (SOF): [1?]	\$3,985,341	Difference: (\$3,985,341)
District Estimated Excess Local Revenue:	\$0	TEA's Estimated Excess Local Revenue (SOF): [2?]	\$55,278,913	Difference: (\$55,278,913)

10. Save, and Submit to Superintendent or if District Approver skip to next step.
11. Save, check the certification box, and then submit to TEA.

Intent Letter (view and print)

To view and print the Intent Letter please follow the steps below:

1. Log on to TEAL with your current username and password at [TEAL](#)
2. Select the FSP link in TEAL
[TEA - State Funding](#)
Foundation School Program
3. From the Programs drop down menu, select the Excess Local Revenue link. Please make sure that the school year in the righthand corner 2026-2027.
4. Select **view** next to the District Intent/Choice Selection form.
5. Scroll down to Intent Letters, click on the letter link to view and print the intent letter.

Contract

To create and submit the Contract please follow the steps below (the intent/choice selection form must be in submitted status prior to the contract linked being enabled):

1. Log on to TEAL with your current username and password at [TEAL](#)
2. Select the FSP link in TEAL
TEA - State Funding
Foundation School Program
3. From the Programs drop down menu, select the Excess Local Revenue link. Please make sure that the school year in the righthand corner reflects 2026-2027.
4. Select **Create** next to Contracts
5. Enter the date of the board meeting, the name of the Board President, the name of the Board Secretary and the name of the Superintendent, select create contract. The system will generate the contract based on your districts choice 1 or choice 2, or Choice 1 and Choice 2 in the district/intent choice selection form.

The screenshot shows the 'Contract Detail' form within the Texas Education Agency (TEA) FSP (Foundation School Program) interface. The page has a blue header with the TEA logo and navigation links. Below the header, there's a breadcrumb trail: 'SP Home > Programs > Chapter 41 > Contract Detail'. The main title 'Contract Detail' is in a blue box. Below this, there's a status section with 'Status: New', 'Last Updated:', and 'Last Updated By:'. The 'Information Section' contains four text input fields: 'Date of Board Meeting', 'Name of President, Board of Trustees', 'Name of Secretary, Board of Trustees', and 'Name of Superintendent'. At the bottom, there are two buttons: 'Create Contract' and 'Cancel'.

6. The school year, district name and CDN is prepopulated. Review the date of board meeting, the name of the Board President, the name of the Board Secretary and the name of the Superintendent for correctness, make any necessary changes.
7. Attach the board minutes.

Board Minutes

Upload Board Minutes Document

Instructions

- Each attachment cannot be larger than 10 MB.
- Attachments must have one of the following extensions: .pdf, .docx, .doc
- If documents are scanned, scan them using PDF format.
- DO NOT attach documents that have not been requested.

Board Minutes

No file selected.

Attached Files

File	Date Added
☐ Minutes_CDN27901Year2018.pdf	12/18/2017 8:42 AM
☐ Minutes_2_CDN27901Year2018.pdf	12/18/2017 10:34 AM

The following language is required to be recorded in the attached board minutes:

Board Minute Language - For the 2018-2019 school year, we delegated contractual authority to obligate the school district under Texas Education Code (TEC) §11.151(c)(4) to our superintendent, solely for the purpose of obligating the district under TEC, Chapter 41, Subchapters A and D, and the rules adopted by the commissioner of education as authorized under TEC, 41.006. This included approval of the Agreement for the Purchase of Attendance Credits or the Agreement for the Purchase of Attendance Credits (Netting Chapter 42 Funding).

The contract must be a Board Action item approved by the Board, and the board minutes must delegate contractual authority to the Superintendent. The online contract will not be approved without the appropriate board minute language.

Contract and Contract Letters

File Name	Date Added	Superintendent	Superintendent Email	Secondary Email
Contract_ACDN052901Year2018.pdf	3/24/2017	Mr. Bill Boyd	bboyd@craneisd.com	assistant.crane@tea.texas.gov
Letter_ACDN052901Year2018.pdf	3/24/2017			

Certification

☐ I hereby certify that the Board President and Board Secretary were present at the board meeting and the information contained herein is, to the best of my knowledge, correct and that the organization named above has authorized me as its representative to obligate this organization. I further certify that any ensuing program and activity will be conducted in accordance with all applicable laws and regulations. I understand that, if accepted by the Texas Education Agency, this will form a binding agreement.

First Name	Last Name	Approval ID	Submit Date & Time
District	Crane		

8. Select Save, Submit to Superintendent or if Superintendent skip to next step.
9. Save, check the certification box, and then submit to TEA. (The person, district approver must be the Superintendent. The system will verify the login id matches the name of the Superintendent in AskTed. If the login id is different, the system will generate a failure message and the system will not allow the contract to be submitted. If the superintendent's name is misspelled or if the superintendent has changed, please contact Akila Jagadeesan @ akila.jagadeesan@tea.texas.gov

Contract & Contract Letter (view and print)

To view and print the Contract and Contract Letter please follow the steps below:

1. Log on to TEAL with your current username and password at [TEAL](#)
2. Select the FSP link in TEAL
[TEA - State Funding](#)
Foundation School Program
3. From the Programs drop down menu, select the Excess Local Revenue link.
4. Select view next to Contracts.
5. Scroll down to Contract & Contract Letters, click on the letter/contract link to view and print the letter.

CAD Cost, District Partner Data and Payment Options

To create and submit the CAD Cost, District Partner Data and Payment Options please follow the steps below:

1. Log on to TEAL with your current username and password at [TEAL](#)
2. Select the FSP link in TEAL
TEA - State Funding
Foundation School Program
3. From the Programs drop down menu, select the Excess Local Revenue link.
4. Select view next to CAD Cost, District Partner Data and Payment Options.
5. Select **Create** next to CAD Cost, District Partner Data and Payment Options. If the form is in Saved, or Approved status select **edit** to revise the data. If the form is Submitted status, you will only be able to view the data by selecting the View link.
6. **Options**, If the selection is not prepopulated or to select another option, select the Option that your district will exercise to equalize wealth for the 2025-2026 school year.



☐ Option1: District Consolidation

☐ Option2: Detach property to another district

☒ Option3: Purchase attendance credits from TEA

☐ Option4: Educate partner district students

☐ Technology Consortium (only available if options 3 and 4 selected)

☐ Option5: Tax base consolidation

7. **Enter Partner District Information**, if your district has selected Option 4 or Option 4 with Technology Consortium you will need to enter the Chapter 48 partner districts. Select Add Partner District and enter the CDN, Attendance Credit purchased and Partner CAD Cost if any and select Add Partner District. Repeat steps to add additional partner districts.



Enter Partner District Information

No partners exist

Partner details:

CDN

District Name

Amount of Credit Purchased

Partner CAD Costs

8. Enter your districts **CAD Cost**. The CAD cost is the fees that your district pays to the county appraiser for appraisal fees for the 2026-2027 school year, the cost does not include costs that may be incurred for tax collections.



The screenshot shows a form section titled "CAD Cost" in a dark blue header. Below the header, there is a small text line: "The [?] provides detailed description of each data element." Below this, the label "CAD Cost" is followed by a text input field containing "\$0" and a help icon "[?]" to its right.

9. **Recapture Payment Options.** Select a payment option from the Payment Options drop down menu. Select either Seven monthly equal payments (Feb thru Aug) or One lump sum payment in August. If your district selected Option 1 in the District Intent/Choice Selection form: Reduce state aid under Chapter 48 by the amount owed for recapture, skip to the next step.



The screenshot shows a form section titled "Recapture Payment Options" in a dark blue header. Below the header, the label "Payment Options:" is followed by a dropdown menu with the text "Select a Payment Option" and a downward arrow.

10. Select Save, Submit to Superintendent or if District Approver, skip to the next step.
11. Save, check the certification box, and then select submit to TEA.