

**Hallsville Independent School District
June 22, 2026 Budget Workshop**



2026-2027

HALLSVILLE ISD
 TRS ACTIVE CARE RATE ANALYSIS

HEALTHCARE PLAN	WITH \$350 DISTRICT CONTRIBUTION	WITH \$428 DISTRICT CONTRIBUTION	WITH CURRENT \$428 DISTRICT CONTRIBUTION	1 YR INCREASE (DECREASE)-AT CURRENT CONTRIBUTION	3 YR INCREASE (DECREASE)-AT CURRENT CONTRIBUTION
	2024-2025	2025-2026	2026-2027		
PRIMARY					
EMPLOYEE ONLY	\$ 119	\$ 100	\$ 144	\$ 44	\$ 25
EMPLOYEE WITH SPOUSE	\$ 917	\$ 998	\$ 1,117	\$ 119	\$ 200
EMPLOYEE WITH CHILDREN	\$ 448	\$ 470	\$ 545	\$ 75	\$ 97
EMPLOYEE WITH FAMILY	\$ 1,245	\$ 1,368	\$ 1,517	\$ 149	\$ 272
PRIMARY +					
EMPLOYEE ONLY	\$ 201	\$ 193	\$ 245	\$ 52	\$ 44
EMPLOYEE WITH SPOUSE	\$ 1,083	\$ 1,187	\$ 1,322	\$ 135	\$ 239
EMPLOYEE WITH CHILDREN	\$ 587	\$ 628	\$ 717	\$ 89	\$ 130
EMPLOYEE WITH FAMILY	\$ 1,469	\$ 1,622	\$ 1,793	\$ 171	\$ 324
ACTIVE CARE HD					
EMPLOYEE ONLY	\$ 134	\$ 118	\$ 163	\$ 45	\$ 29
EMPLOYEE WITH SPOUSE	\$ 957	\$ 1,047	\$ 1,168	\$ 121	\$ 211
EMPLOYEE WITH CHILDREN	\$ 473	\$ 501	\$ 577	\$ 76	\$ 104
EMPLOYEE WITH FAMILY	\$ 1,296	\$ 1,429	\$ 1,582	\$ 153	\$ 286
ACTIVE CARE 2					
EMPLOYEE ONLY	\$ 663	\$ 585	\$ 585	\$ -	\$ (78)
EMPLOYEE WITH SPOUSE	\$ 2,052	\$ 1,974	\$ 1,974	\$ -	\$ (78)
EMPLOYEE WITH CHILDREN	\$ 1,157	\$ 1,079	\$ 1,079	\$ -	\$ (78)
EMPLOYEE WITH FAMILY	\$ 2,491	\$ 2,413	\$ 2,413	\$ -	\$ (78)
			AVG OVERALL PREMIUM INCREASE	\$ 102	\$ 163

Estimated Cost for Employer Contribution

\$ 2,516,640

(Based on 490 participants (2025-26))



Other HB2 School Finance Provisions:

- > **Special Education Allotment Overhaul, effective in second year of biennium (2026-27)**
To be funded on "Intensity of Service Model & Service Group funding", instead of contact hours
Awaiting TEA Commissioner's new weights not yet announced.
Statewide funding increases capped at \$250 million.

Should result in increased SpEd funding in that fiscal year, no HISD specifics yet available

Hallsville ISD
Preliminary Funding Info
(Will be updated after July 25 Certified Values Received)



2026-2027

**HALLSVILLE ISD
TAXABLE VALUE HISTORY BY YEAR**



Tax Year	Prelim Taxable	Certified Taxable	Prelim-to-Certified Increase	Prelim to Certified % Increase	Year-to-Year Certified Value % Increase	M&O TAX RATE	I&S TAX RATE	TOTAL TAX RATE
2016	\$ 2,247,737,054	\$ 2,438,284,285	\$ 190,547,231	8.48%		1.0400	0.3300	1.3700
2017	\$ 2,220,791,064	\$ 2,523,865,509	\$ 303,074,445	13.65%	3.5099%	1.0400	0.3300	1.3700
2018	\$ 2,401,911,184	\$ 2,580,996,080	\$ 179,084,896	7.46%	2.2636%	1.0400	0.3300	1.3700
2019	\$ 2,545,282,620	\$ 2,703,888,336	\$ 158,605,716	6.23%	4.7614%	0.9700	0.3300	1.3000
2020	\$ 2,414,437,794	\$ 2,729,647,672	\$ 315,209,878	13.06%	0.9527%	0.9664	0.2840	1.2504
2021	\$ 2,522,428,959	\$ 2,798,087,552	\$ 275,658,593	10.93%	2.5073%	0.9610	0.2490	1.2100
2022	\$ 2,939,313,508	\$ 3,098,205,655	\$ 158,892,147	5.41%	10.7258%	0.8914	0.1150	1.0064
2023	\$ 3,285,969,490	\$ 3,336,047,859	\$ 50,078,369	1.52%	7.6768%	0.6832	0.1150	0.7982
2024	\$ 3,129,724,145	\$ 3,377,992,810	\$ 248,268,665	7.93%	1.2573%	0.6832	0.0950	0.7782
2025	\$ 3,186,130,783	\$ 3,316,691,283	\$ 130,560,500	4.10%	-1.8147%	0.6822	0.0950	0.7772
2026	\$ 3,863,732,700	\$ 3,863,732,700	\$ -	0.00%	16.4936%	0.6636	0.0950	0.7586
	rec'd 4/30/26	Certified to be received 7/25/26 Estimate only			24.7087%			
					5 Year Increase		Year-to-year tax rate decrease	\$ (0.0186)
								-24.7800%
								5 Year Tax Rate Decrease

**HALLSVILLE ISD
 2026-27 ESTIMATED REFINED ADA BY GRADE LEVEL - NON-TVAH
 FOR THE YEAR ENDING AUGUST 31, 2027**



GRADE	ACTUAL		PROJECTED	
	2025-26	2026-27 AT PROJECTED %	2026-27	2025-26 Actual vs. Projected
HEAD START	12.283	12.25	12.252	0.902
PRE-K	56.261	56.12	56.118	5.704
KINDERGARTEN	276.564	275.86	275.863	(8.048)
1	293.233	292.49	275.863	8.621
2	321.003	320.19	292.490	0.165
3	355.747	354.85	320.190	7.372
4	364.455	363.53	354.846	(10.611)
5	330.656	329.82	363.532	(4.105)
6	350.766	349.88	329.818	0.451
7	367.145	366.21	349.877	7.974
8	363.902	362.98	366.215	(3.227)
9	367.509	366.58	362.980	14.098
10	344.529	343.66	366.578	(8.657)
11	316.480	315.68	343.656	(19.316)
12	296.039	295.29	315.678	(27.679)
	<u>4,416.572</u>	<u>4,405.384</u>	<u>4,385.958</u>	<u>-36.356</u>
ATTENDANCE %	94.740%	94.50%	94.50%	

**HALLSVILLE ISD
PRELIMINARY ESTIMATED ENDING FUND BALANCE - GENERAL FUND
FOR THE YEAR ENDING AUGUST 31, 2026**



REVENUE STREAMS	PROJECTED ACTUAL 2025-26	BUDGETED 2025-26	ACTUAL TO BUDGET DIFFERENCE
FSP-BRICK & MORTAR	\$ 19,462,060	\$ 20,496,937	\$ (1,034,877)
ASF-BRICK & MORTAR	2,124,578	1,814,196	310,382
TVAH OVERSIGHT FEE & PR REIMB (8% FOR 25-26)	19,575,370	16,019,539	3,555,831
INTEREST EARNINGS	5,000,000	2,000,000	3,000,000
TOTALS	\$ 46,162,008	\$ 40,330,672	\$ 5,831,336

Budgeted for 19,387.5 ADA at 82.5% of 24,500 enrollment cap; 25-26 enrollment cap was raised to 24,500 from PY 23,000, with 2025-26 final actual ADA of 19,770.08.
Earned at interest rates over 3.5% for most of year, conservatively budgeted \$2,000,000.

PROJECTED
ADDITION FROM DOES NOT ACCOUNT FOR ADDITIONAL FUND BALANCE
REVENUES TO FUND ADDED OR REDUCED FROM 2025-26 EXPENDITURE
BALANCE FOR 25-26 BUDGETS AT 8/31/26.

HALLSVILLE ISD
GENERAL FUND REVENUE BUDGET
YEAR-TO-YEAR COMPARISON
FOR THE YEARS ENDING AUGUST 31, 2027 AND AUGUST 31, 2026

	PROPOSED BUDGET 2026-27	REVISED BUDGET 2025-26	INCREASE (DECREASE)	SIGNIFICANT VARIANCE EXPLANATIONS
LOCAL REVENUES:				
PROPERTY TAXES, CURRENT	25,255,134.00	22,287,071.00	2,968,063.00	Prelim tax values of \$3,863,732,700, which is \$547,041,417 & 16.4936% higher than the prior year's values; 98.5% projected collection rate with \$0.6636 Tier 1 & II M&O tax rates.
PROPERTY TAXES, DELINQUENT	300,000.00	300,000.00	-	Actual delinquent collections are \$287,519.50 at 5/31/26 & projected to be at least \$300,000 by year end. No change proposed.
PROPERTY TAXES, PENALTIES/INTEREST	240,000.00	300,000.00	(60,000.00)	Actual P&I collections are \$180,766.10 at 5/31/26 & projected to be \$241,021.56 by year end. Decrease proposed, as penalty/interest are less with the increase in homestead exemption values.
REGION 7 HEAD START/SUPERNET TEACHER/ASST REIMB	95,000.00	95,000.00	-	25-26 actual Head Start reimb was \$97,730.00. No change proposed.
OUT-OF-DISTRICT TRANSFER TUITION	80,000.00	80,000.00	-	25-26 actual Transfer tuition revenue was \$83,311.42. No change proposed.
INVESTMENT INCOME	2,000,000.00	2,000,000.00	-	Increase due to conservative budgeting, due to higher interest rates over 3.75% during 25-26, expected to slightly decrease next year; actual 25-26 interest earned YTD is \$3,953,381.65 at 5/31/26, projected to reach around \$5,000,000 by 8/31/26 FYE.
ATHLETIC GATE RECEIPTS	150,000.00	150,000.00	-	Actual YTD 2025-26 Athletic Ticket Receipts totaled \$155,432 as of 5/31/25, so 2026-27 should be expected to remain in line with current receipts. No change proposed.
VIRTUAL SCHOOL REVENUE	19,008,121.00	16,019,539.00	2,988,582.00	Includes full \$16,761,721 (8%) oversight fee calculated on 16,955 ADA-76.5% of 22,135 enrollment and \$2,246,400 TVAH payroll reimbursement. 2025-26 calculated actual oversight fee and PR reimb is estimated at \$19,575,370.
OTHER LOCAL REVENUES	100,000.00	114,000.00	(14,000.00)	Difference relates to donation revenue received in 25-26, which are not included in the 26-27 proposal.
TOTAL LOCAL REVENUES:	47,228,255.00	41,345,610.00	5,882,645.00	

HALLSVILLE ISD
GENERAL FUND REVENUE BUDGET
YEAR-TO-YEAR COMPARISON
FOR THE YEARS ENDING AUGUST 31, 2027 AND AUGUST 31, 2026

	PROPOSED BUDGET 2026-27	REVISED BUDGET 2025-26	INCREASE (DECREASE)	SIGNIFICANT VARIANCE EXPLANATIONS
STATE REVENUES:				
AVAILABLE SCHOOL FUND-BRICK & MORTAR	2,649,943.00	1,814,196.00	835,747.00	ASF revenue estimated at \$600 per ADA, as compared with \$400 in PY, due to biennial IMA allotment timing. The current, unfinalized 25-26 rate is estimated at 471.19, but the \$600/ADA rate is now being estimated by TASBO until more information is known.
AVAILABLE SCHOOL FUND-VIRTUAL	11,862,044.00	7,632,569.00	4,229,475.00	ASF revenue estimated at \$600 per ADA, as compared with \$400 in PY, due to biennial IMA allotment timing. The current, unfinalized 25-26 rate is estimated at 471.19, but the \$600/ADA rate is now being estimated by TASBO until more information is known.
FOUNDATION SCHOOL FUND-BRICK & MORTAR	15,585,122.00	18,136,162.00	(2,551,040.00)	Based on 4,385.958 refined ADA, which is about 30 less ADA compared to prior year's actual, due to level attendance rates and slightly declining enrollment. FSP budget decreases year-over-year, due to increase in estimated property values, which results in increased state funding.
TEACHER RETENTION ALLOTMENT-BRICK & MORTAR	1,560,000.00	1,707,500.00	(147,500.00)	New allotment for teacher raises effective 2025-26
SUPPORT STAFF ALLOTMENT-BRICK & MORTAR	171,866.00	175,875.00	(4,009.00)	New allotment for support staff raises effective 2025-26 (Virtual ADA excluded)
BASIC COSTS ALLOTMENT-BRICK & MORTAR	466,971.00	477,400.00	(10,429.00)	New allotment for additional costs effective 2025-26
FOUNDATION SCHOOL FUND-VIRTUAL	234,463,482.00	201,878,518.00	32,584,964.00	All state funding attributed to Virtual School Refined ADA will be budgeted for as a corresponding Function 11 general fund expenditure. Proposed 2026-27 budget based on 22,134.684 ADA (80.5% of 27,500), which is higher than was budgeted for 2025-26, due to increased projected enrollment cap for 2026-27, up to 27,500.
BASIC COSTS ALLOTMENT-VIRTUAL	2,507,831.00	2,055,075.00	452,756.00	New allotment for additional costs effective 2025-26
TRS-ON BEHALF	3,750,000.00	3,750,000.00	-	No Change proposed
TOTAL STATE REVENUES:	273,017,259.00	237,627,295.00	35,389,964.00	

HALLSVILLE ISD
GENERAL FUND REVENUE BUDGET
YEAR-TO-YEAR COMPARISON
FOR THE YEARS ENDING AUGUST 31, 2027 AND AUGUST 31, 2026

	PROPOSED BUDGET 2026-27	REVISED BUDGET 2025-26	INCREASE (DECREASE)	SIGNIFICANT VARIANCE EXPLANATIONS
FEDERAL REVENUES:				
E-RATE REVENUE	34,200.00	34,200.00	-	E-rate revenue will remain the same for 26-27
TOTAL FEDERAL REVENUES:	34,200.00	34,200.00	-	
TOTAL - ALL GENERAL FUND REVENUE SOURCES:	320,279,714.00	279,007,105.00	41,272,609.00	
TOTAL REVENUE - BRICK & MORTAR SOURCES	71,446,357.00	69,496,018.00	1,950,339.00	Increase primarily due to increase in oversight revenue.
TOTAL REVENUE - TVAH SOURCES	248,833,357.00	209,511,087.00	39,322,270.00	Increase due primarily to enrollment cap increases from 24,500 to 27,500.
	320,279,714.00	279,007,105.00	41,272,609.00	

HALLSVILLE ISD
DEBT SERVICE FUND BALANCE PROJECTION
FOR THE YEAR ENDING AUGUST 31, 2026
AS OF JUNE 22, 2026



	2021-22	2022-23	2023-24	2024-25	2025-26	2026-27
BEGINNING FUND BALANCE AT SEPTEMBER 1	\$ 2,261,968.29	\$ 5,467,653.96	\$ 2,443,404.69	\$ 3,020,730.44	\$ 3,170,757.57	\$ 3,357,252.20
REVENUES:	at \$0.249 I&S tax rate	at \$0.115 I&S tax rate	at \$0.115 I&S tax rate	at \$0.095 I&S tax rate	at \$0.095 I&S tax rate	at \$0.095 I&S tax rate
I&S TAX COLLECTIONS	6,885,161.92	3,583,099.67	3,671,153.68	3,157,449.57	3,242,693.63	3,675,487.87
EST. EXISTING DEBT ALLOTMENT FOR 2019-20 & PRIOR	10,700.00	(77.00)	-	-	-	-
EST. EXISTING DEBT ALLOTMENT FOR 2020-21	-	-	7,177.00	-	-	-
EST. EXISTING DEBT ALLOTMENT FOR 2021-22	4,966,579.00	(1,070.00)	-	8,079.00	-	-
EST. EXISTING DEBT ALLOTMENT FOR 2022-23	-	5,138,338.00	-	-	-	-
EST. EXISTING DEBT ALLOTMENT FOR 2023-24	-	-	5,254,563.00	-	-	-
EST. EXISTING DEBT ALLOTMENT FOR 2024-25	-	-	-	5,333,672.00	-	-
EST. EXISTING DEBT ALLOTMENT FOR 2025-26	-	-	-	-	5,344,166.00	-
EST. EXISTING DEBT ALLOTMENT FOR 2026-27	-	-	-	-	-	5,300,000.00
INTEREST EARNINGS	35,186.00	133,460.26	201,089.57	204,556.56	162,735.00	150,000.00
TOTAL REVENUES:	11,897,626.92	8,853,750.93	9,133,983.25	8,703,757.13	8,749,594.63	9,125,487.87
EXPENDITURES:						
ADD'L PMT AMOUNT APPROVED/PROPOSED BY RESOLUTION	-	3,302,801.20	-	-	-	2,000,000.00
2020 TAXABLE DEBT SERVICE	626,416.25	630,305.00	628,657.50	626,355.00	-	-
2020 TE DEBT SERVICE	8,064,625.00	7,925,125.00	7,926,500.00	7,925,875.00	8,561,375.00	8,561,500.00
DEBT SERVICE FEES	900.00	19,769.00	1,500.00	1,500.00	1,725.00	5,000.00
TOTAL USES:	8,691,941.25	11,878,000.20	8,556,657.50	8,553,730.00	8,563,100.00	10,566,500.00
PROJECTED ENDING FUND BALANCE AT AUGUST 31	\$ 5,467,653.96	\$ 2,443,404.69	\$ 3,020,730.44	\$ 3,170,757.57	\$ 3,357,252.20	\$ 1,916,240.07

ASSUMPTIONS:

2026 CERTIFIED VALUES AT 7/25/26 NOT YET RECEIVED

ASSUMED 22.03% INCREASE FROM 2025 CERTIFIED VALUE OF \$3,316,691,283.

I USED A \$0.095 I&S TAX RATE AND 98.5% TAX COLLECTIONS IN THE FUNDING TEMPLATE TO ARRIVE AT \$3,675,488 ESTIMATED COLLECTIONS (2026-27)

I USED 22,135 AS 2026-27 ESTIMATED TOTAL TVAH REFINED ADA FOR EDA CALCULATION PURPOSES

NOTE:

If no defeasance order is approved for additional debt principal payment in 26-27, at least a \$0.045 I&S tax rate reduction would be necessary, to lower I&S fund balance back down to approx. \$2M level.

**HALLSVILLE ISD
DEBT SERVICE FUND REVENUE BUDGET
YEAR-TO-YEAR COMPARISON
FOR THE YEARS ENDED AUGUST 31, 2027 AND AUGUST 31, 2026**

	PROPOSED BUDGET 2026-27	REVISED BUDGET 2025-26	INCREASE (DECREASE)	SIGNIFICANT VARIANCE EXPLANATIONS
LOCAL REVENUES:				
				At this point, no proposed increase or decrease to current I&S tax rate of \$0.095, with upcoming annual debt balances and estimated EDA state funding; based on 98.5% collection. Includes proposed \$2,000,000 defeasance principal payment. TVAH enrollment expected to increase for coming year.
PROPERTY TAXES, CURRENT	3,615,488.00	3,033,725.00	581,763.00	
PROPERTY TAXES, DELINQUENT	60,000.00	65,000.00	(5,000.00)	Actual delinquent collections are \$53,910.05 at 5/31/26
				Increase due to sustained interest rates around 3.75%-4% during 2025-26, which are expected to remain steady or slightly decrease next year; actual 25-26 interest earned YTD is
INVESTMENT INCOME	150,000.00	175,000.00	(25,000.00)	\$120,734.84 at 5/31/26.
TOTAL LOCAL REVENUES:	3,825,488.00	3,273,725.00	551,763.00	
STATE REVENUES:				
				Additional Existing Debt state funding Allotment is generated because of projected Virtual School ADA, however the spending of this allotment is restricted to only the servicing of bonded debt.
EXISTING DEBT ALLOTMENT	5,300,000.00	5,250,000.00	50,000.00	
TOTAL STATE REVENUES:	5,300,000.00	5,250,000.00	50,000.00	
NO FEDERAL REVENUES:				
TOTAL - ALL DEBT SERVICE FUND REVENUE SOURCES:	9,125,488.00	8,523,725.00	601,763.00	



To Be Continued...

Currently Pending Information:

HCAD Certified Taxable Values-July 25th

**Final 2025-26 TVAH ADA Adjustments by
TEA-Sept.**