2026-27 Budget Development Update

2026-27 Budget & Staffing Timeline

JAN	FEB	MAR	APR	MAY	JUN & JUL	AUG
Budget kickoff	Approval of Admin contracts	Candidate pools posted	Certified personnel contracts distributed	Board update: Budget development	June: Final master schedules due	✓ Tax Rate & Budget Adoption for FY 26-27
Contract reviews	Master Schedule Draft #1	Technology & maintenance planning requests	Campus & department budget & staffing meetings	Employee transfer deadline	Board update: Budget development	
		Campus & department budgets due	Preliminary property values from appraisal district	Review TASB Pay Study Recommendations	Adopt Compensation Plan for 2026-27	
		Approve Renewal of Contractual Personnel	Board update: Budget development			
		Board update: Budget development	TASB Pay Study			

Budget Development Priorities

1. Invest in our students.

   Continue to provide high quality instructional materials and supplemental resources to enhance learning and supportive services to meet students' needs.

2. Invest in our staff.

   Allocation of funds for competitively compensated teachers and staff.

3. Ensure Operational Sustainability.

   Maintain safe, functional learning environments, including all facilities, technology, and transportation.

Factors Impacting District Expenditures for 26-27

- Additional Staff:
    - Elementary Life Skills Teacher
    - HR Director Position (added spring 2026)
    - Bilingual Kindergarten Classroom (pending)
    - Business Office Associate (pending)
- Approved raises & substitute compensation
- Additional TRS statutory minimum costs related to the Teacher Incentive Allotment
- Utilities increase due to inflation
- Increased fuel costs
- Anticipated miscellaneous additions due to inflation (appraisal district, property and casualty insurance, subscriptions, etc.)
- Increased subsidy to the Child Nutrition program

The above is not an exhaustive list, but examples of the more significant items.

Revenue Assumptions for 2026-2027

- Student enrollment of 1,850
- Continued attendance rate of at least 93.5%
- Interest income (local revenues) remain steady
- Property tax collection rate of 97%
- TIA payment revenue increase

2026-27 Preliminary General Fund Revenue

	25-26 Adopted Budget	26-27 Projected Revenue
Estimated Tax Revenue (571x)	$10,758,466	$10,884,184
Estimated Other Local Revenue (57xx)	$758,850	$752,550
Estimated State Revenue (581x)	$9,711,818	$10,380,991
Estimated State Revenue (5829-TIA)	0	$335,000
Estimated On-Behalf Revenue (5831)	$1,031,150	$1,150,051
Estimated Federal Revenue to the General Fund (59xx)	$115,000	$15,000*
Total Revenue	$22,375,284	$23,517,776

We'll continue to refine projections:

- July certified CAD values
- TEA approved maximum compressed tax rate
- **Preliminary estimated increase in general fund revenue from FY 26 to FY27 of $1,142,491**

*Anticipated decline due to billing changes in e-rate

2026-27 Projected General Fund Expenditures

	Current General Fund Budget 25-26 (Includes Budget Amendments)	Projected 26-27
Payroll (61xx)	$16,942,430	$18,283,428
Contracted Services(62xx)	$4,255,822	$3,511,110
Supplies & Materials (63xx)	$1,282,544	$1,255,520
Other Operating Exp. (64xx)	$619,441	$710,572
Debt Service (65xx)	$50,260	$53,500
Capital Outlay (66xx)	$298,225	$160,000
Transfer Out-Cafe (8xxx)	$45,400	$116,670
Total	$23,494,122	$24,090,800

2026-27 Preliminary General Fund
Revenue vs Expenditures

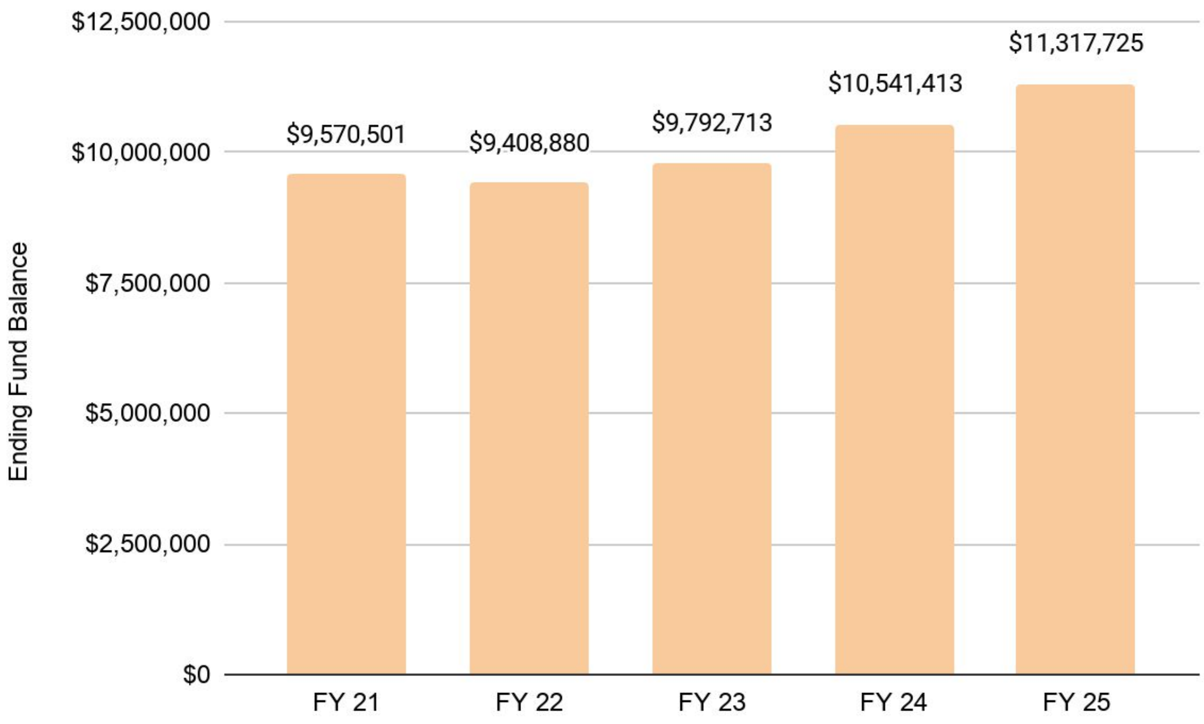
Projected Revenue	$23,517,776
Projected Expenditures	$24,090,800
Difference	($573,024)

Historical Final Audited Fund Balance

SISD has added to the fund balance for 4 of the 5 prior years.

At the end of FY 25, the Fund Balance reflected approximately 6.7 months of operating expenses.

Approximately $3.1 M of the current fund balance is designated for deferred maintenance needs.



Budget Development Next Steps

July

Receive final property value information, expected on or before July 25.

Review Child Nutrition budget projections and establish meal prices.

August

Finalize and post all required notices for the August 24 Public Hearing regarding and Budget and Tax Rate adoption.

Propose the General Fund, Child Nutrition Fund and Debt Service Fund Budgets for fiscal year 2027.

Recommend the budget and tax rate for approval at the August 24 Regular Board Meeting.

Questions & Comments