



Budget Workshop

Jennifer Hinds
Chief Financial Officer



Our Plan for Today

- Budget Timeline
- Current Taxable Values
- Tax Rate Compression
- Estimated Tax Rate
- FY27: The Big Picture
- Compensation Sustainability:
Multi-Year Projection
- Looking Ahead: July & August

Budget Timeline 2026-2027

- Budget Calendar to Board
- Staff Assessment (Ongoing through June)

- Prepare zero based budget workbooks for non-payroll budget allocations for all budget owners

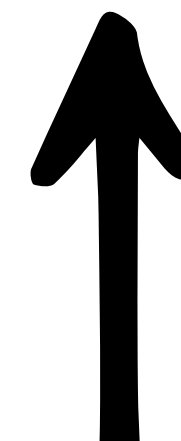
- Review zero based budget workbooks
- set non-payroll budget allocations
- discuss projections and budget factors
- Budget meetings
- Preliminary taxable values

- School Finance 201

- Budget Workshop - FY27 Budget Overview - Enrollment & Attendance Projections, assumptions and strategy

- Budget Workshop - Revenue Projections, Updated Expenditure Projections
- Certified Taxable Values Received from CAD
- Tax Rate Calculation

- Budget Workshop - Final Budget Discussions with updated projections
- Vote on Tax Rate
- Public Meeting regarding Budget & Tax Rate
- Budget & Tax Rate Adoption



TAYLOR CAD TAXABLE VALUE UPDATE



2026 PRELIMINARY TOTALS

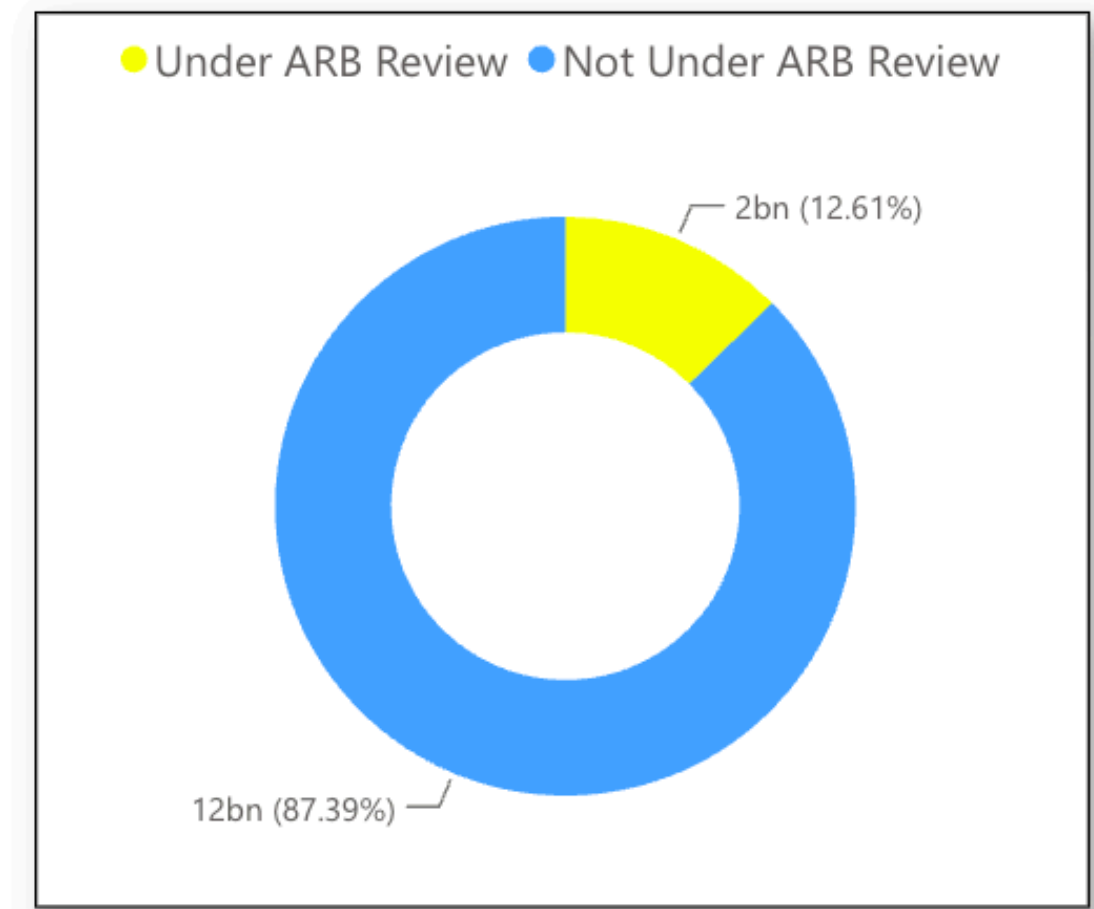
AS OF 6/21/2026

Select Entity

	<u>Under ARB Review</u>	<u>Not Under ARB Review</u>	<u>Total</u>
Property Count	3651	46492	50143
Assessed Value	1,950,903,842	18,594,202,284	20,545,106,126
Total Exemptions Amount	- 201,020,382	- 6,382,263,127	- 6,583,283,509
Net Taxable	1,749,883,460	12,211,939,157	13,961,822,617
Freeze Taxable	- 22,963,103	- 243,570,079	- 266,533,182
Transfer Adjustment	- 68,555	- 1,739,735	- 1,808,290
Freeze Adjusted Taxable	1,726,851,802	11,966,629,343	13,693,481,145

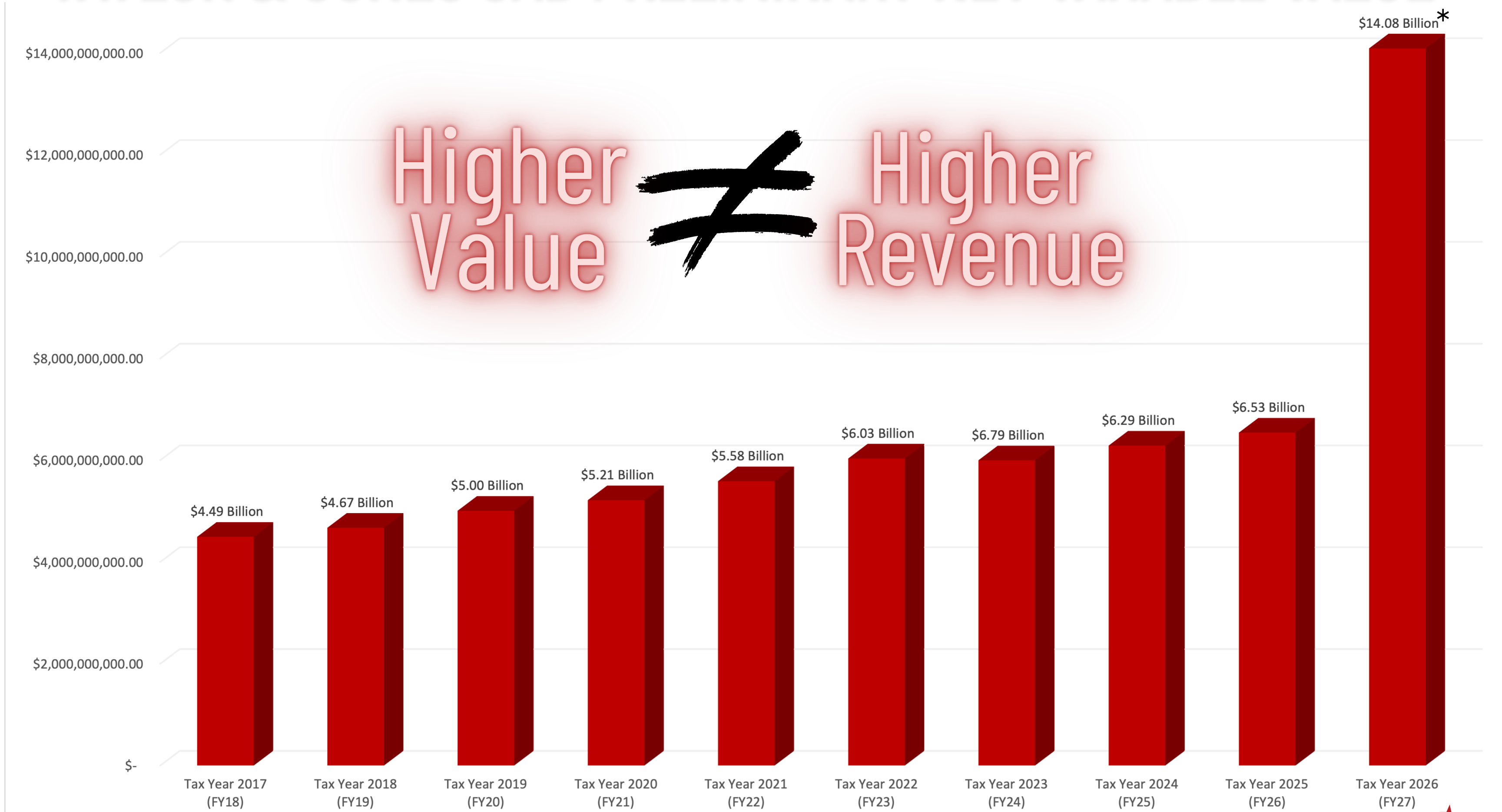
12.61%

87.39%



PRELIMINARY VALUES WILL CHANGE THROUGH VALUE APPEALS. THE PRELIMINARY ESTIMATE DOES NOT REPRESENT THE REQUIRED

TAYLOR & JONES CAD PRELIMINARY NET TAXABLE VALUE

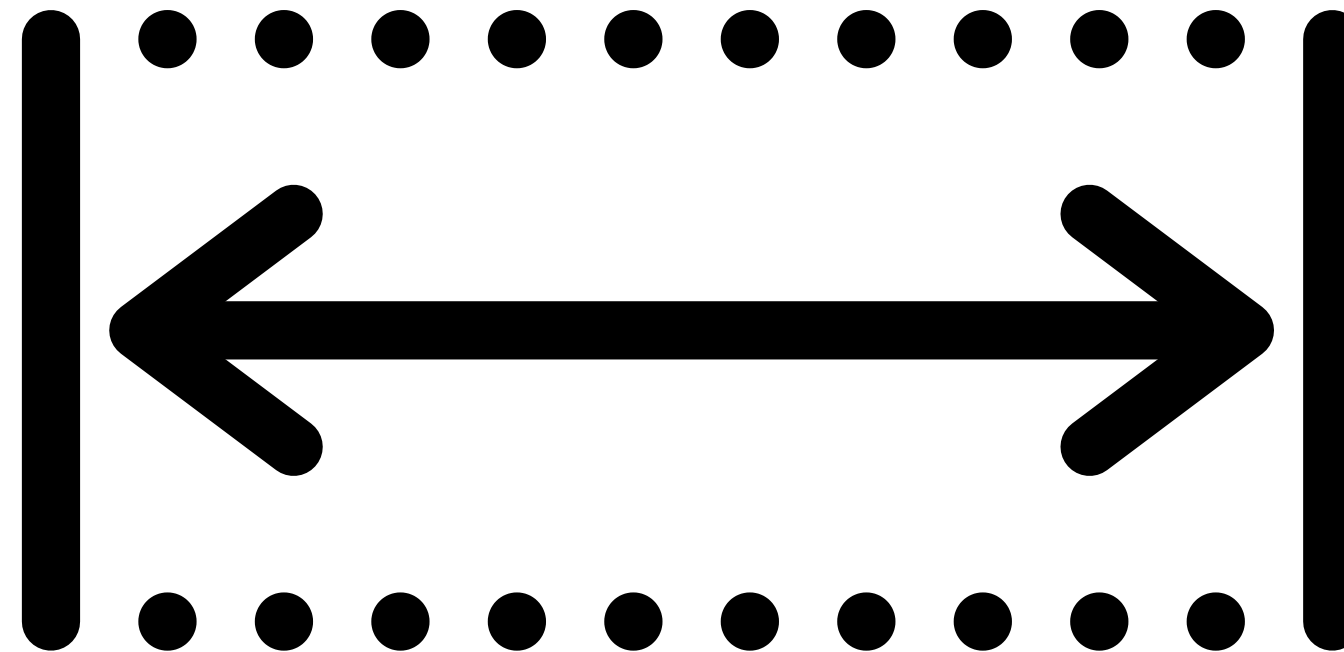


Higher Value \neq Higher Revenue

*=Preliminary Taxable Value

TAX RATE COMPRESSION

**Lowest (Floor) MCR:
\$0.5628**

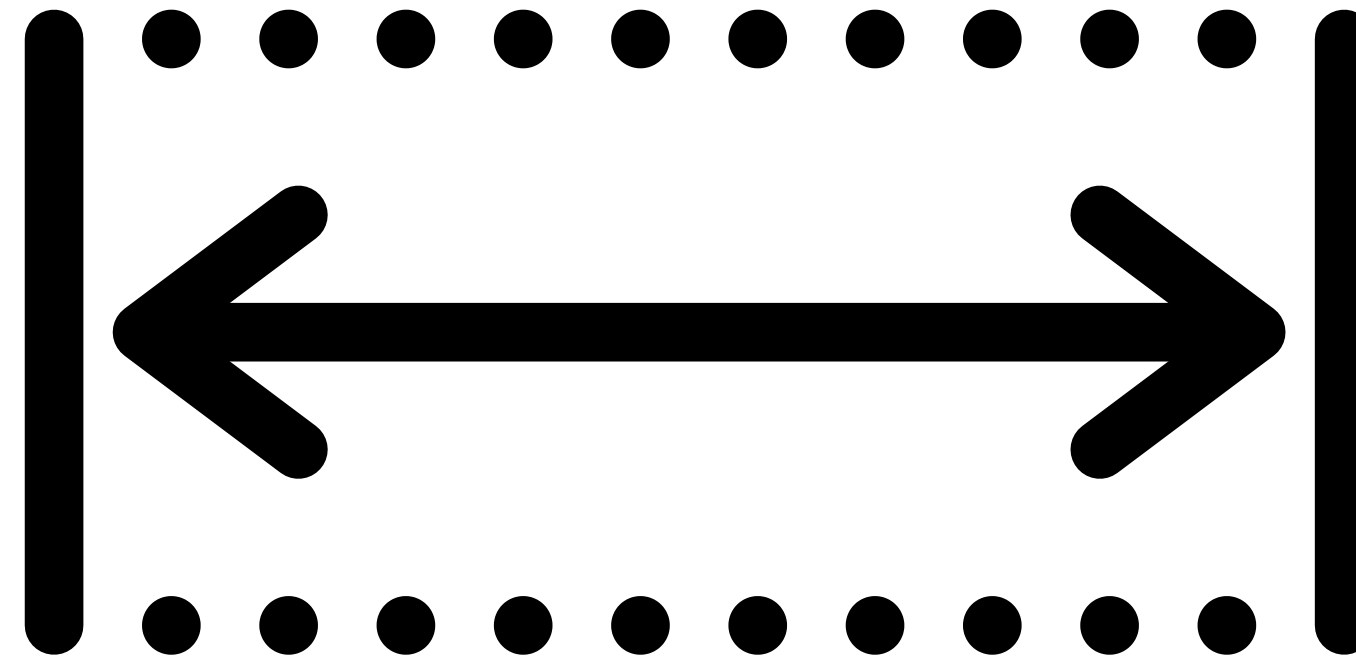


**Highest (Ceiling) MCR:
\$0.6254**

- For Tax Year 2026, the state assumed statewide property values would increase by 3.6%.
- Because property values grew above the 2.5% threshold established in state law, the state further compressed tax rates.
 - Statewide Maximum Compressed Rate (MCR): \$0.6254
- State law requires tax rate equity among districts
- No district's MCR may be less than 90% of another district's MCR
 - Lowest allowable MCR: \$0.5628

ABILENE ISD TAX RATE ESTIMATE - M&O

**Lowest (Floor) MCR:
\$0.5628**



**Highest (Ceiling) MCR:
\$0.6254**

*Potential M&O Tax Rate

Potential MCR Tax Rate	\$0.5628
Golden Pennies	\$0.08
Copper Pennies	\$0.03
Total Potential M&O Tax Rate	\$0.6728

*Final M&O Tax rate calculation can not be calculated until certified values are recieved at the end of July.
This information is estimated and subject to change based on final calculations.

ABILENE ISD TAX RATE ESTIMATE - I&S

Prior Year I&S Rate:
\$0.2159



*** Potential I&S Rate:**
\$0.2159

Senate Bill 1453 (Effective January 1, 2026)

The board can adopt an I&S rate above the minimum (for example, to accelerate debt repayment or defease bonds).

The board must complete several new steps before adopting the tax rate:

1. Publish the higher proposed I&S rate in the Notice of Public Meeting.
2. Approve the higher I&S rate by a 60% vote of the board (5 of 7 trustees).
3. The motion must state: (1) the minimum debt rate, (2) the proposed higher rate, (3) the difference between the two rates, and (4) the purpose for the additional revenue.
4. If approved, administration must recalculate the Voter-Approval Tax Rate (VATR) before the board adopts the final tax rate.

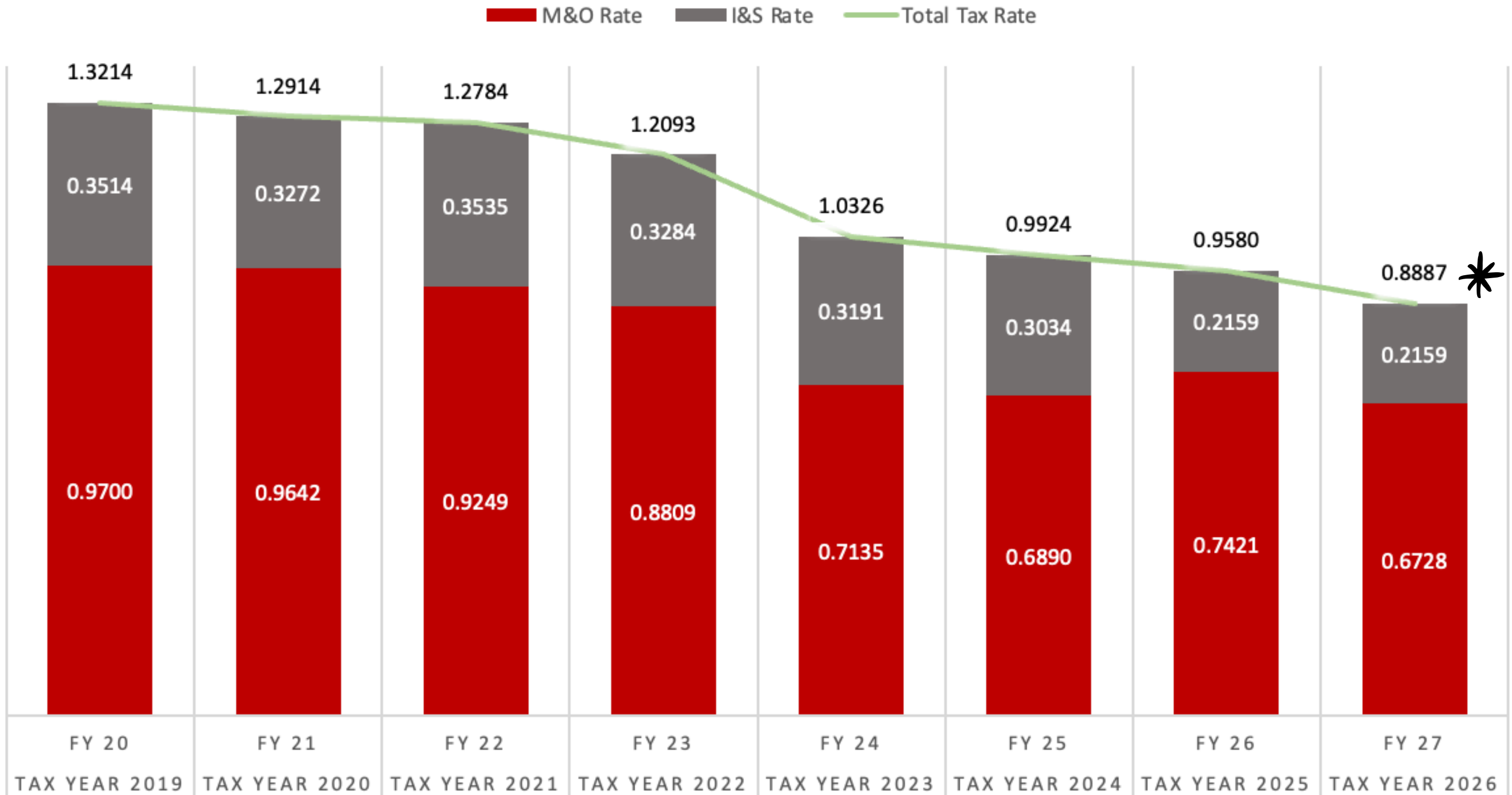
Scenario:

- **Adopt I&S Rate = PY I&S rate**
- **For Purpose of Defeasement of Bonds**
- **Estimated interest savings of \$12M**

***** *Final I&S Tax rate calculation can not be calculated until certified values are recieved at the end of July.
This information is estimated and subject to change based on final calculations.*

TAX RATE HISTORY & ESTIMATED FY 27

TAX RATE HISTORY



*Final Tax rate calculation can not be calculated until certified values are recieved at the end of July. This information is estimated and subject to change based on final calculations.

FY 27: THE BIG PICTURE

Abilene ISD FY27 Budget Planning

	FY26 Amended Budget	FY27 Planning-Level Budget*
Revenues	163,046,103.00	162,265,103.00
Payroll Expenditures	129,674,813.00	126,794,923.91
Potential Compensation Plan	-	-
Non-Payroll Expenditures	33,371,290.00	31,022,500.00
Total Expenditures	163,046,103.00	157,817,423.91
<i>Revenues Over (Under) Expenditures</i>	-	4,447,679.09

* Planning-Level Budget: Figures are preliminary and intended for discussion purposes.
Revenue projections, expenditure estimates, and budget assumptions will continue to be refined as more information becomes available.

FY 27: THE BIG PICTURE

Abilene ISD FY27 Budget Planning

	* FY27 Planning-Level Budget 1% GPI	FY27 Planning-Level Budget 2% GPI	FY27 Planning-Level Budget 2% GPI w/ Teacher Adj	FY27 Planning-Level Budget 3% GPI
Revenues	162,265,103.00	162,265,103.00	162,265,103.00	162,265,103.00
Payroll Expenditures	126,794,923.91	126,794,923.91	126,794,923.91	126,794,923.91
Potential Compensation Plan	2,543,104.00	3,428,179.00	4,045,375.00	4,340,930.00
Non-Payroll Expenditures	31,022,500.00	31,022,500.00	31,022,500.00	31,022,500.00
Total Expenditures	160,360,527.91	161,245,602.91	161,862,798.91	162,158,353.91
Revenues Over (Under) Expenditures	1,904,575.09	1,019,500.09	402,304.09	106,749.09

* Planning-Level Budget: Figures are preliminary and intended for discussion purposes.
Revenue projections, expenditure estimates, and budget assumptions will continue to be refined as more information becomes available.

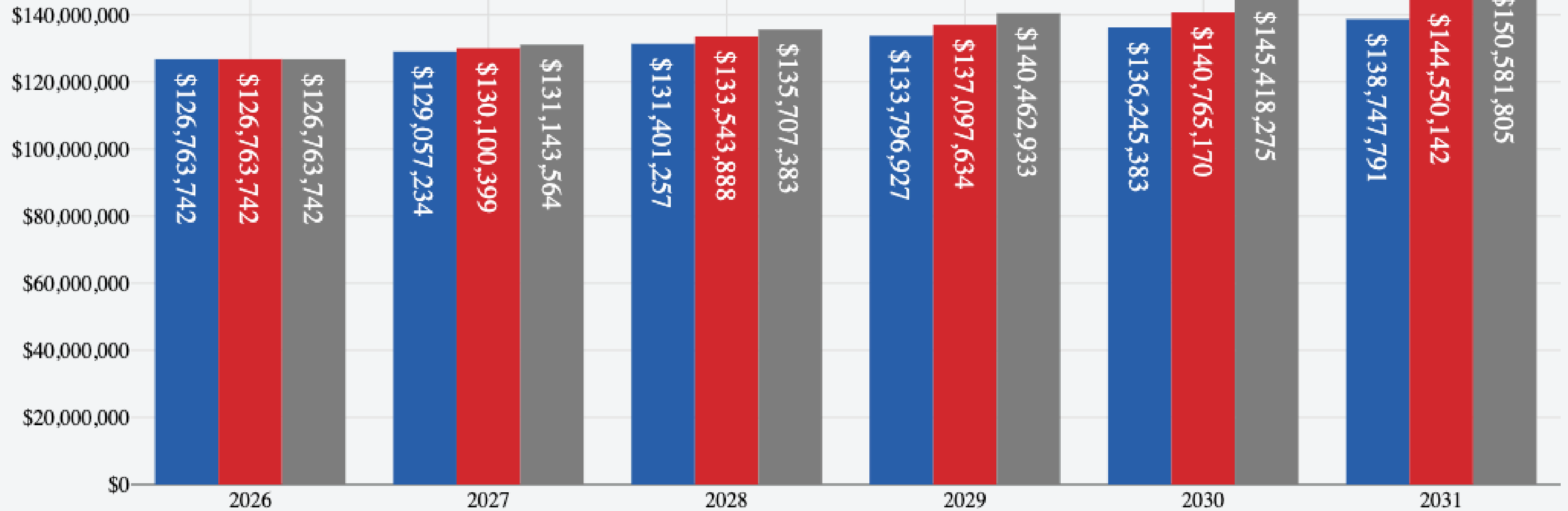
COMPENSATION SUSTAINABILITY: MULTI-YEAR PROJECTION

June 2026 1%

June 2026 2%

June 2026 3%

Total Salaries (all Functions)



Projected costs are based on current payroll data, staffing levels, compensation structures, and known assumptions as of June 2026. Actual costs may vary.



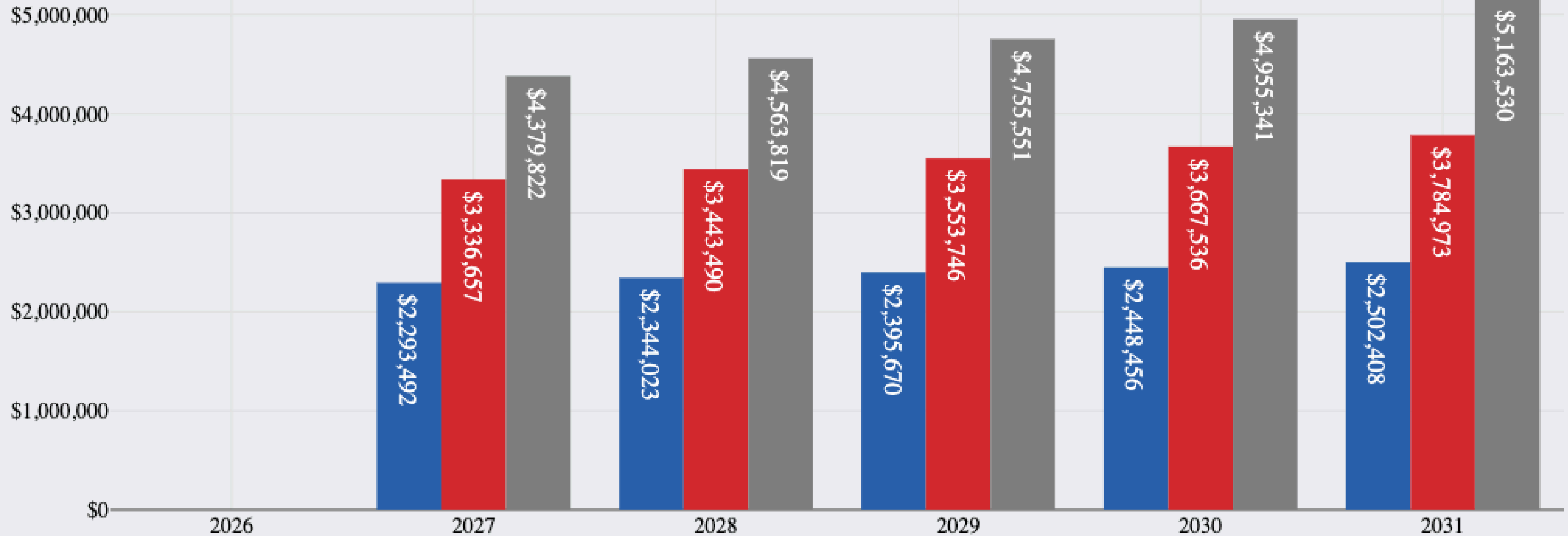
COMPENSATION SUSTAINABILITY: MULTI-YEAR PROJECTION

June 2026 1%

June 2026 2%

June 2026 3%

Annual Change in Total Salaries



Projected costs are based on current payroll data, staffing levels, compensation structures, and known assumptions as of June 2026. Actual costs may vary.



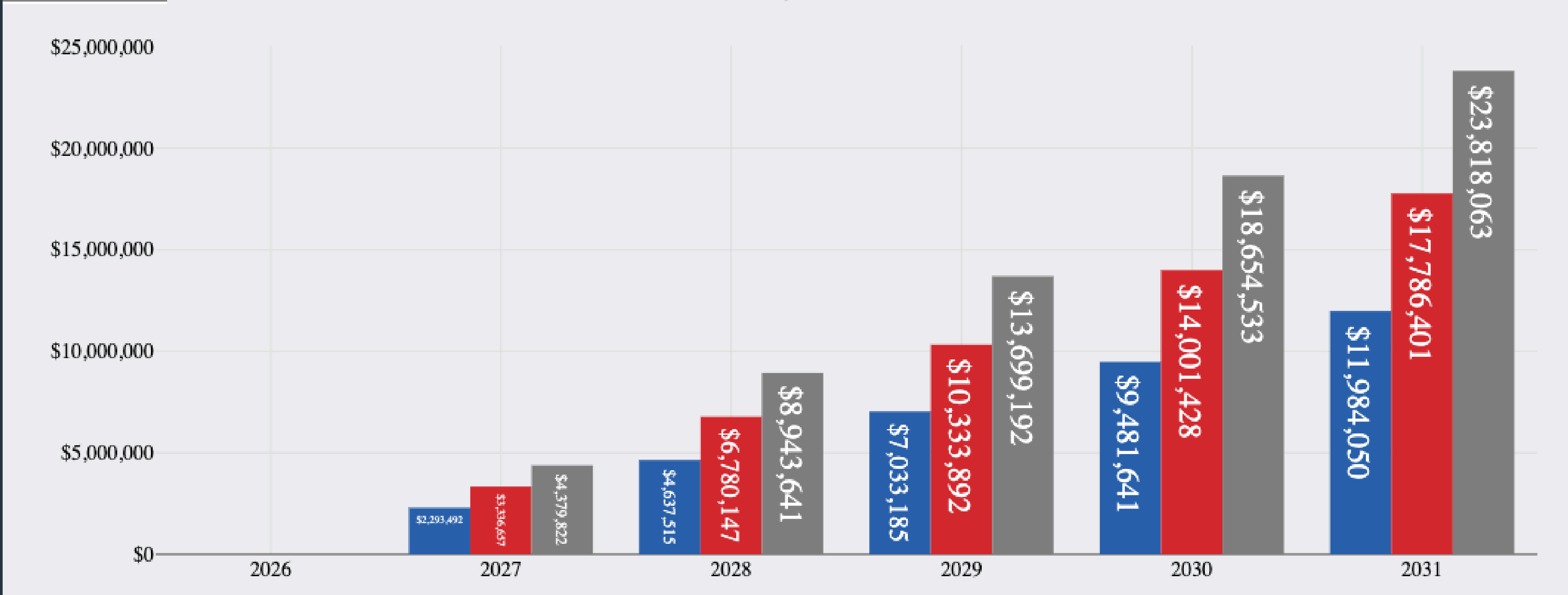
COMPENSATION SUSTAINABILITY: MULTI-YEAR PROJECTION

June 2026 1%

June 2026 2%

June 2026 3%

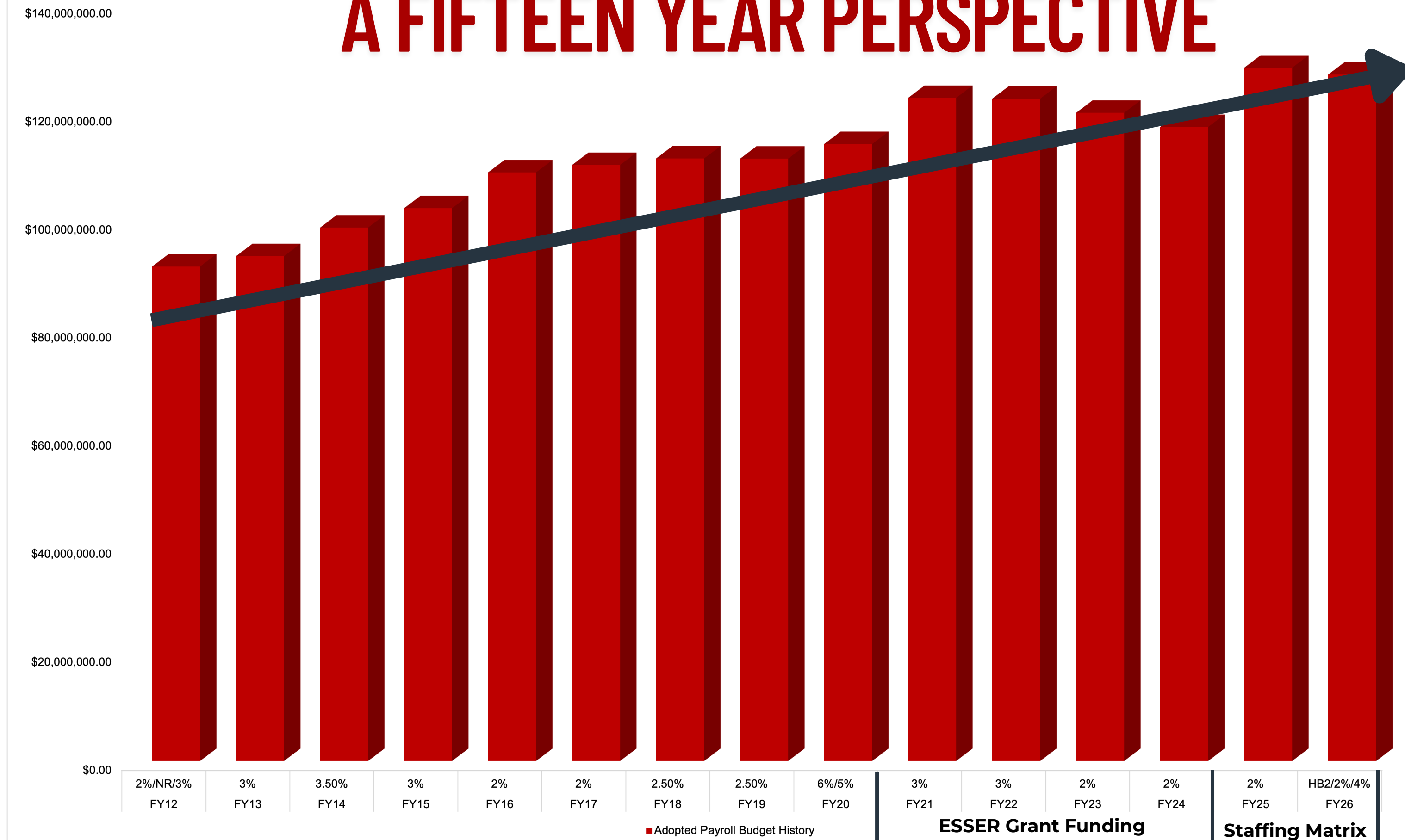
Cumulative Change in Total Salaries



Projected costs are based on current payroll data, staffing levels, compensation structures, and known assumptions as of June 2026. Actual costs may vary.



COMPENSATION SUSTAINABILITY: A FIFTEEN YEAR PERSPECTIVE



Looking Ahead

Budget 2026–2027

- Budget Calendar to Board
- Staff Assessment (Ongoing through June)

- Prepare zero based budget workbooks for non-payroll budget allocations for all budget owners

- Review zero based budget workbooks
- set non-payroll budget allocations
- discuss projections and budget factors
- Budget meetings
- Preliminary taxable values

- School Finance 201

- Budget Workshop - FY27 Budget Overview - Enrollment & Attendance Projections, assumptions and strategy

- Budget Workshop - Revenue Projections, Updated Expenditure Projections
- Certified Taxable Values Received from CAD
- Tax Rate Calculation

- Budget Workshop - Final Budget Discussions with updated projections
- Vote on Tax Rate
- Public Meeting regarding Budget & Tax Rate
- Budget & Tax Rate Adoption





Budget Workshop

Jennifer Hinds
Chief Financial Officer