



# Hays Consolidated ISD

## Tax Rate Public Hearing

2025-2026

Presented on 8/18/2025 by:

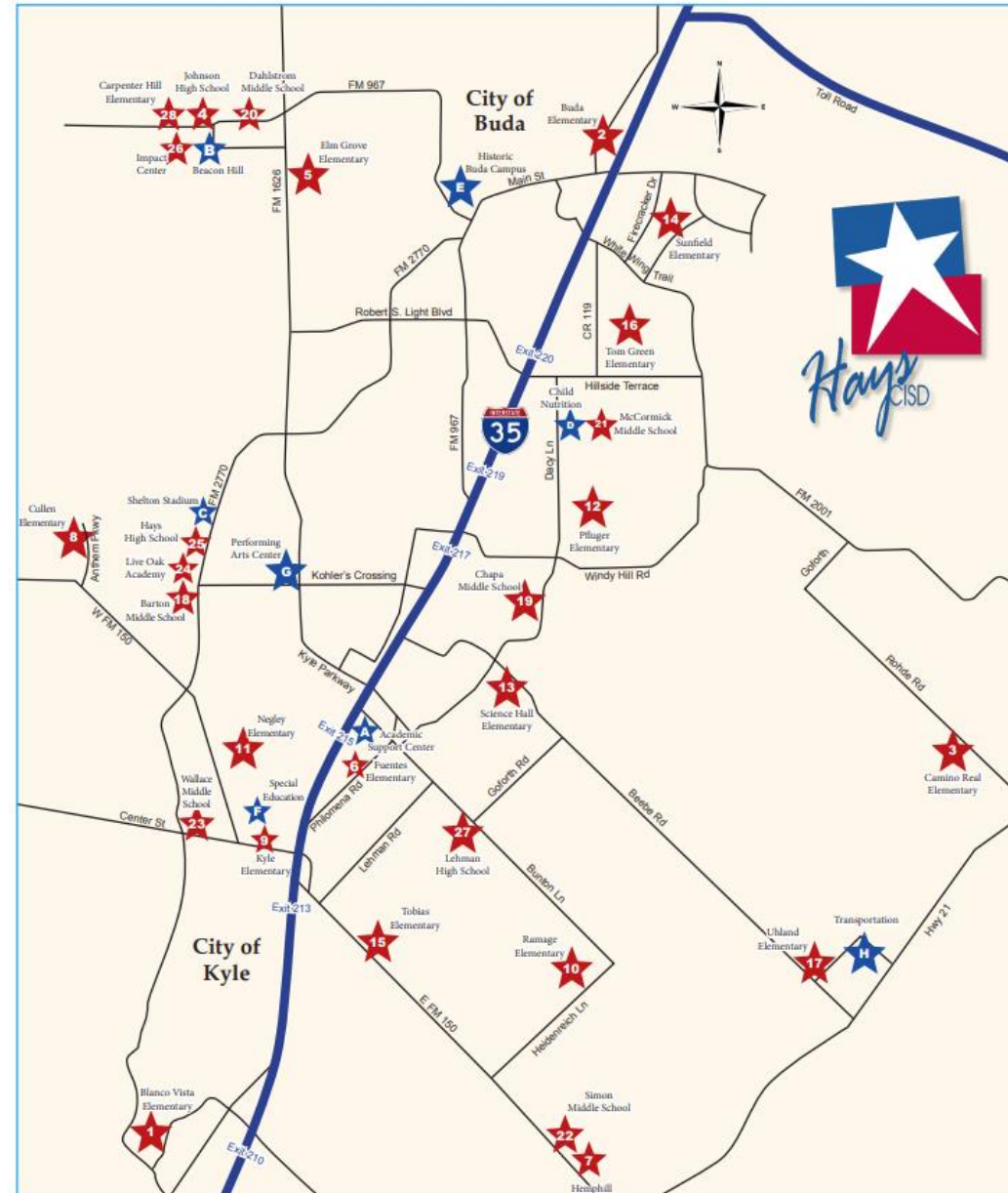
Deborah Pulis Ottmers, CPA

HCISD CFO

# Map of Hays CISD Campus & Facility Locations

## Serving

- 25,400 enrolled
- 28 campuses
- 3,600 employees
- 221 square miles



# Budgeting Legal Requirements

*Why*

The Texas Education Code (TEC) 44.002 thru 44.006 requires that the budget:

- be prepared 11 days prior to the end of the fiscal year (by 6/19 or 8/20).
- is in accordance with Generally Accepted Accounting Principles (GAAP).
- is in accordance with the TEA Financial Accountability System Resource Guide (FASRG).
- provides information for the General Fund (199), School Nutrition Fund (240), and Debt Service Fund (5xx) by function.
- meeting notice is posted in the newspaper and detailed by functional category on the district website at least 10 days prior to required public meeting.
- is adopted by the Board of Trustees before the start of the new fiscal year (by 6/30 or 8/31) and before the tax rate is set.
- is reported to TEA via the Texas Student Data System (TSDS) Public Education Information Management System (PEIMS) as of the last Friday in October.
- amendments must be approved by the Board of Trustees before exceeding a functional expenditure category.

# A Budget ...

- Is a financial resource **plan** of estimated **revenues** and **expenditures**.
- Matches the available resources to the **goals and strategies** adopted by the District and the Board of Trustees.

**Mission**

**Strategic Plan**

**Vision**

**District Improvement Plan**

Ensuring that the resources are used to maximize student achievement and productivity takes the entire HCISD team.

<https://www.hayscisd.net/page/dip>

# HCISD Mission and Vision Statements

## Mission Statement

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*(Adopted: August 26, 2024)*

**Hays CISD Makes It 100% Possible - Knowledge, Inspiration, Dreams, Success.** *(Knowledge spurs inspiration, which sparks dreams that lead to success.)*

## Vision Statement

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*(Adopted: August 26, 2024)*

**All Hays CISD learners will be:**

- well prepared for college, career, or military;
- responsible citizens;
- effective communicators and collaborators; and
- resourceful and creative problem solvers.



# HCISD Beliefs and Goals



## Beliefs

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*(Adopted: August 26, 2024)*

### We believe we:

- are 100% committed to excellence, success, and safety.
- want all students to be excited, engaged, and inspired.
- want all families to feel welcome, included, and supported.
- want all teachers and employees empowered to make a difference.
- want all community members, taxpayers, and business partners to be involved, informed, and invested in student achievement.

## Goals

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*(Adopted: August 26, 2024)*

### Hays CISD Board Goals for 2024-2025

**Student Achievement Goal:** Through attention to individual students' needs, each campus will demonstrate continuous improvement by showing academic growth and student engagement by providing targeted intervention, enrichment opportunities, and accelerating advanced academics. The district will evaluate and address the individual needs of each student. Student performances will be evaluated in academics; college, career, and military readiness; and character power skills education.

**Safety & Security Goal:** A safe environment must include secure facilities, staff and student training, and our adopted standard response protocol. The district will partner with local, state, and federal entities to assure preparedness related to School Safety and Security. Safety and security requires commitment by everyone in our district and community.

**Community Relations Goal:** The district will foster a welcoming culture of positive engagement and public service. Our district is committed to customer service with timely and effective communication.

**Finance Goal:** The district will work to reduce the fiscal year 2025 deficit, working towards a balanced budget for fiscal year 2026.

# Truth-In-Taxation Tax Rate Adoption

- Information can be found at: <https://comptroller.texas.gov/taxes/property-tax/truth-in-taxation/index.php>
- Draft a Budget
- Calculate the Tax Rate
  - using the estimated property values in April
  - Using the the certified values in July
- Publish Notices
- Hold Public Hearings
- Adopt a Budget
- Adopt a Tax Rate
- Tax Rate Election (if necessary)



# Published in Paper on 6/11/2025



- Estimated Values in April
- Property value anticipated increase
  - 2 % market value
  - 3 % taxable value
- Homestead exemption increase
  - \$100k to \$140k

# Hays Free Press

## NOTICE OF PUBLIC MEETING TO DISCUSS BUDGET AND PROPOSED TAX RATE

The Hays Consolidated ISD will hold a public meeting at 5:30 PM, June 24, 2025 in the Meredith Keller Board Room, at the Academic Support Center located at 21003 Interstate 35 - Kyle, Texas 78640. The purpose of this meeting is to discuss the school district's budget that will determine the tax rate that will be adopted. Public participation in the discussion is invited. The tax rate that is ultimately adopted at this meeting or at a separate meeting at a later date may not exceed the proposed rate shown below unless the district publishes a revised notice containing the same information and comparisons set out below and holds another public meeting to discuss the revised notice.

Maintenance Tax	\$ .6669/\$100	(Proposed rate for maintenance and operations)			
School Debt Service Tax Approved by Local Voters	\$ .4877/\$100	(Proposed rate to pay bonded indebtedness)			
<b><u>Comparison of Proposed Budget with Last Year's Budget</u></b>					
The applicable percentage increase or decrease (or difference) in the amount budgeted in the preceding fiscal year and the amount budgeted for the fiscal year that begins during the current tax year is indicated for each of the following expenditure categories:					
Maintenance and operations	7.78 %	increase			
Debt service	16.72 %	increase			
Total expenditures	10.17 %	increase			
<b><u>Total Appraised Value and Total Taxable Value (as calculated under Tax Code Section 26.04)</u></b>					
	<b>Preceding Tax Year</b>	<b>Current Tax Year</b>			
Total appraised value * of all property	\$ 29,856,821,388	\$ 30,487,745,764			
Total appraised value * of new property**	\$ 2,654,664,106	\$ 2,128,817,388			
Total taxable value *** of all property	\$ 19,726,450,834	\$ 20,370,693,440			
Total taxable value *** of new property **	\$ 1,582,161,918	\$ 1,321,006,312			
* "Appraised value" is the amount shown on the appraisal roll and defined by Tax Code Section 1.04(8). ** "New Property" is defined by Tax Code Section 26.012(17). *** "Taxable value" is defined by Tax Code Section 1.04(10).					
<b><u>Bonded Indebtedness</u></b>					
Total amount of outstanding and unpaid bonded indebtedness* \$839,995,000					
* Outstanding principal.					
<b><u>Comparison of Proposed Rates with Last Year's Rates</u></b>					
	<b>Maintenance &amp; Operations</b>	<b>Interest &amp; Sinking Fund(s)</b>	<b>Total</b>	<b>Local Revenue Per Student</b>	<b>State Revenue Per Student</b>
Last Year's Rate	\$ .66690	\$ .48770 *	\$1.15460	\$9,490	\$4,214
Rate to Maintain Same Level of Maintenance & Operations Revenue & Pay Debt Service	\$ .60380	\$ .50664 *	\$1.11044	\$9,874	\$3,957
Proposed Rate	\$ .66690	\$ .48770 *	\$1.15460	\$9,512	\$4,304
* The Interest & Sinking Fund tax revenue is used to pay for bonded indebtedness on construction, equipment, or both. The bonds, and the tax rate necessary to pay those bonds, were approved by the voters of this district.					
<b><u>Comparison of Proposed Levy with Last Year's Levy on Average Residence</u></b>					
	<b>Last Year</b>	<b>This Year</b>			
Average Market Value of Residences	\$ 375,103	\$ 375,970			
Average Taxable Value of Residences	\$ 215,818	\$ 198,562			
Last Year's Rate Versus Proposed Rate per \$100 Value	\$ 1.15460	\$ 1.15460			
Taxes Due on Average Residence	\$2,491.83	\$2,292.60			
Increase (Decrease) in Taxes		\$(199.23)			
Under state law, the dollar amount of school taxes imposed on the residence homestead of a person 65 years of age or older or of the surviving spouse of such a person, if the surviving spouse was 55 years of age or older when the person died, may not be increased above the amount paid in the first year after the person turned 65, regardless of changes in tax rate or property value.					
<b>Notice of Voter-Approval Rate:</b> The highest tax rate the district can adopt before requiring voter approval at an election is \$1.15460. This election will be automatically held if the district adopts a rate in excess of the voter-approval rate of \$1.15460.					
<b><u>Fund Balances</u></b>					
The following estimated balances will remain at the end of the current fiscal year and are not encumbered with or by a corresponding debt obligation, less estimated funds necessary for operating the district before receipt of the first state aid payment:					
Maintenance and Operations Fund Balance(s) \$ 17,460,279					
Interest & Sinking Fund Balance(s) \$ 39,798,359					
A school district may not increase the district's maintenance and operations tax rate to create a surplus in maintenance and operations tax revenue for the purpose of paying the district's debt service.					
Visit Texas.gov/Property Taxes to find a link to your local property tax database on which you can easily access information regarding your property taxes, including information about proposed tax rates and scheduled public hearings of each entity that taxes your property.					





**Hays Consolidated Independent School District**  
**PROPOSED ANNUAL BUDGET**  
**for the Fiscal Year Ending June 30, 2026**

**Adopted 6/24/2025**

**ESTIMATED REVENUES:**

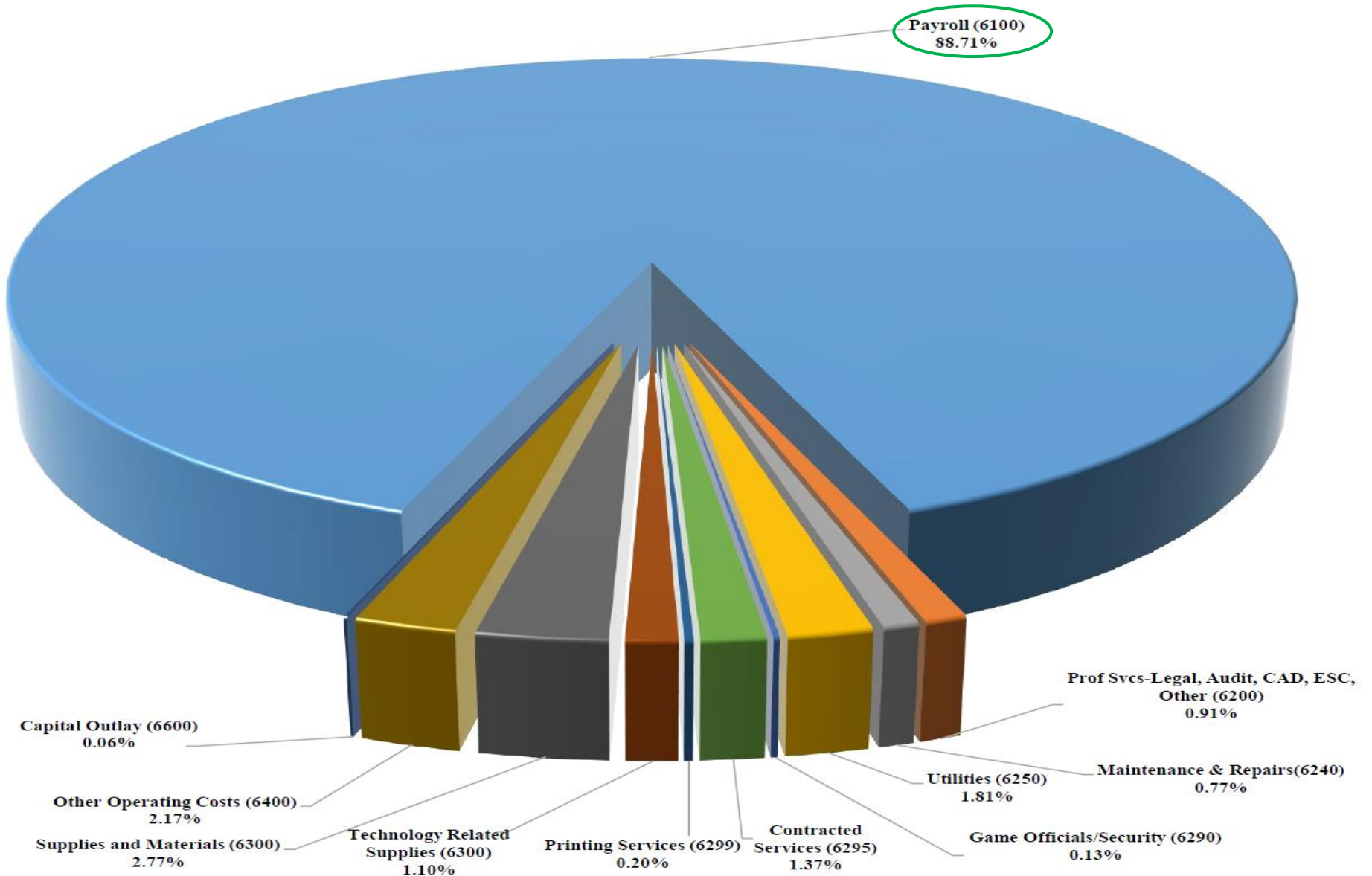
5700 - Local Revenue	\$ 130,793,536	\$ 4,309,289	\$ 95,692,661	\$ 230,795,486
5800 - State Revenue	\$ 128,945,967	\$ 379,662	\$ -	\$ 129,325,629
5900 - Federal Revenue	\$ 2,050,000	\$ 9,331,000	\$ -	\$ 11,381,000
7000 - Other Sources	\$ 6,000,000	\$ -	\$ -	\$ 6,000,000
<b>Total Estimated Revenues</b>	<b>\$ 267,789,503</b>	<b>\$ 14,019,951</b>	<b>\$ 95,692,661</b>	<b>\$ 377,502,115</b>

**EXPENDITURES:**

Function 11 - Instructional Services:	\$ 164,923,680	\$ -	\$ -	\$ 164,923,680
Function 12 - Instructional Resources & Media Services:	\$ 3,566,830	\$ -	\$ -	\$ 3,566,830
Function 13 - Instructional Staff Development:	\$ 2,655,114	\$ -	\$ -	\$ 2,655,114
Function 21 - Instructional Administration:	\$ 5,243,906	\$ -	\$ -	\$ 5,243,906
Function 23 - School Leadership:	\$ 14,895,770	\$ -	\$ -	\$ 14,895,770
Function 31 - Counseling Services:	\$ 8,681,490	\$ -	\$ -	\$ 8,681,490
Function 32 - Social Work Services:	\$ 379,983	\$ -	\$ -	\$ 379,983
Function 33 - Health Services:	\$ 2,840,553	\$ -	\$ -	\$ 2,840,553
Function 34 - Student Transportation:	\$ 12,188,080	\$ -	\$ -	\$ 12,188,080
Function 35 - Food Service	\$ -	\$ 14,019,951	\$ -	\$ 14,019,951
Function 36 - Cocurricular/Extracurricular Activities:	\$ 6,775,032	\$ -	\$ -	\$ 6,775,032
Function 41 - General Administration:	\$ 6,910,522	\$ -	\$ -	\$ 6,910,522
Function 51 - Plant Maintenance & Operations:	\$ 25,928,986	\$ -	\$ -	\$ 25,928,986
Function 52 - Security & Monitoring Services:	\$ 5,385,419	\$ -	\$ -	\$ 5,385,419
Function 53 - Data Processing Services:	\$ 5,513,968	\$ -	\$ -	\$ 5,513,968
Function 61 - Community Service:	\$ 25,170	\$ -	\$ -	\$ 25,170
Function 71 - Debt Service:	\$ -	\$ -	\$ 95,692,661	\$ 95,692,661
Function 93 - Payments to Fiscal Agents:	\$ 375,000	\$ -	\$ -	\$ 375,000
Function 99 - Other Intergovernmental Charges	\$ 1,500,000	\$ -	\$ -	\$ 1,500,000
<b>Total Expenditures</b>	<b>\$ 267,789,503</b>	<b>\$ 14,019,951</b>	<b>\$ 95,692,661</b>	<b>\$ 377,502,115</b>



**Hays Consolidated Independent School District**  
**Proposed Annual Budget - Expenditures by Major Object - General Fund ONLY**  
**for the Fiscal Year Ending June 30, 2026**



# Tax Rate Calculation - CFO

- Using the July 2025 **Certified Values**

## **HAYS CONSOLIDATED INDEPENDENT SCHOOL DISTRICT RESOLUTION OF THE HCISD BOARD OF TRUSTEES TO NAME THE CFO AS THE PROPERTY TAX RATE APOINTEE**

**WHEREAS**, the Board of Trustees (“Board”) of the Hays Consolidated Independent School District (“District”) is authorized by Texas Education Code § 11.151 to govern and oversee the management of the public schools in the District; and

**WHEREAS**, the Board, as authorized by Texas Education Code § 45.002, .003(a) may levy, assess, and collect annual ad valorem taxes for the maintenance of the district’s schools. Taxes may not be levied unless authorized by a majority of the qualified voters of the district, voting at an election called for that purpose; and

**WHEREAS**, after the District’s assessor submits the appraisal roll to the board, an officer or employee designated by the board shall calculate the no-new-revenue tax rate and the voter-approval tax rate for the district utilizing the Comptroller tax rate calculation forms as prescribed in the Texas Tax Code § 5.07; and

**WHEREAS**, pursuant to Texas Tax Code § 26.04(c), (d-1), (d-3), as soon as practicable after the designated officer or employee calculates the no-new-revenue tax rate and the voter-approval tax rate of the district, the designated officer or employee shall submit the tax rate calculation forms used in calculating the rates to the county assessor-collector for each county in which all or part of the territory of the district is located.

**NOW, THEREFORE, BE IT RESOLVED BY THE BOARD OF TRUSTEES OF THE HAYS CONSOLIDATED INDEPENDENT SCHOOL DISTRICT:**

**RESOLVED**, the Board of Trustees hereby appoints the District’s Chief Financial Officer as the designated officer responsible for calculating and reporting the no-new-revenue tax rate and the voter-approval tax rate as determined by state law.

**RESOLVED**, the authority granted by this resolution is effective henceforth unless the Board takes action to change the title of the appointee.

2025-2026 Tax Rate & MCR Template	
Voter Approval Tax Rate Calculations	
DISCLAIMER: These numbers are illustrative only and do not constitute a legal opinion of the TEA. Districts should in all cases consult with their tax attorney before adopting a tax rate.	
HAYS CISD	
TY 2025 Total M&O Tax Rate with No Increase	
District's total adopted (allowed) TY 2024 M&O tax rate	\$0.6669
TY 2024 tax effort adopted by district in response to a disaster under Sec. 26.042(e), Tax Code	\$0.0000
District's total adopted (allowed) TY 2024 M&O tax rate net of pennies adopted to respond to	\$0.6669
Maximum Tier One Tax Rate	\$0.6169
Golden Pennies (Tier Two, Level One)	\$0.0500
Copper Pennies (Tier Two, Level Two)	\$0.0000
Unequalized pennies for certain Harris County districts under special law	\$0.0000
<b>TY 2025 Total M&amp;O tax rate with no increase</b>	<b>\$0.6669</b>
TY 2025 Voter Approval Tax Rate	
Maximum Compressed Tax Rate	\$0.6169
TY 2024 Tier Two Tax Rate	\$0.0500
Up to 5 pennies, if applicable	\$0.0000
TY 2025 tax effort adopted by district in response to a disaster under Sec. 26.042(e), Tax Code	\$0.0000
TY 2025 I&S Tax Rate	\$0.4877
<b>Voter Approval Tax Rate</b>	<b>\$1.1546</b>

# Tax Rate Calculation - CFO

This tab calculated your max M&O tax rate w/o voter approval and what your VATRE would be.

	SB 1	88th Legislature SS #2	88th Legislature SS #2	Continuation of 24-25
	2022-23	2023-24	2024-25	2025-26
1) Compressed Tax Rate (MCR)	0.8046	0.6192	0.6169	0.6169
2) Plus: Greater of (A) or (B):				
(A) Enrichment Tax Rate for Preceding Year	0.0500	0.0500	0.0500	0.0500
Less: Compression of Copper Pennies	0.0000	0.0000	0.0000	0.0000
	0.0500	0.0500	0.0500	0.0500
(B) \$0.05	0.0500	0.0500	0.0500	0.0500
3) M&O "Voter-Approval" (Rollback) Rate	0.8546	0.6692	0.6669	0.6669
(4) Plus Debt Rate	0.4877	0.4877	0.4877	0.4877
(5) Total Maximum Rate Without TRE (#3 + #4)	1.3423	1.1569	1.1546	1.1546

The format of the following Summary of Finances report mirrors (for the most part) the report generated by TEA on the "DPE" side. "LPE" data/side is not on this report.

Release 4 - HB2  
07/10/25

## 2025-26 Summary of Finances HAYS CONS ISD 105-906

Funding Elements			HB 2
Students			From Date Entry
1.	Refined Average Daily Attendance (ADA)		23,009.419
2.	Regular Program ADA (Line 1 - Line 3 - Line 4)		19,604.755
3.	Special Education FTEs	(Link to Detail Report)	1,264.372
4.	Career & Technology FTEs		2,140.293
5.	Weighted ADA (WADA)	(Link to Detail Report)	32,643.669
6.	PEIMS Enrollment		25,400
Property Values			
7.	2024 State Certified Property Value ("T2" value)		18,470,382,256
8.	2025 State Certified Property Value ("T2" value)		17,466,607,093
Tax Rates and Collections			
9.	2025-26 M&O Tax Rate		\$0.78690
10.	2025-26 Tier I M&O Tax Rate		\$0.61690
11.	2025-26 Maximum Compressed Tax Rate		\$0.61690

# Tax Rate Calculation-TEA

**Texas Education Agency**  
Tax Year 2025 (School Year 2025-2026)  
Preliminary Maximum Compressed Tax Rate (MCR)  
August 5, 2025

District Number	District Name	Tax Year 2025 MCR
105906	HAYS CISD	0.6169

...and we agreed

# Tax Rate Calculation – Tax Assessor

## 2025 Tax Rate Calculation Worksheet

Form 50-859

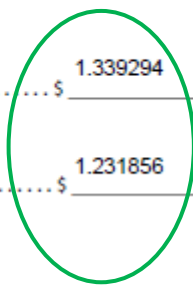
### School Districts without Chapter 313 Agreements

<u>Hays Consolidated ISD</u>	<u>(512) 268-2141</u>
<small>School District's Name</small>	<small>Phone (area code and number)</small>
<u>21003 IH 35, Kyle, TX, 78640</u>	<u>https://www.hayscisd.net</u>
<small>School District's Address, City, State, ZIP Code</small>	<small>School District's Website Address</small>

### SECTION 5: Total Tax Rate

Indicate the applicable total tax rates as calculated above.

No-New-Revenue Tax Rate .....	\$ <u>1.339294</u> /\$100
<small>Enter the current year NNR tax rate from Line 25.</small>	
Voter-Approval Tax Rate .....	\$ <u>1.231856</u> /\$100
<small>As applicable, enter the current year voter-approval tax rate from Line 36, Line 40 or Line 44. Indicate the line number used: <u>36</u></small>	



Max tax rates per Tax Assessor utilize more detailed information.  
The No New Revenue and Voter-Approval Tax rates calculated are generally higher than those allowed by TEA.



# Hays Consolidated Independent School District

## Cash Flow Forecast - 2025/2026 - General Operating



Starting cash on hand\$ 19,375,644Starting dateJuly 2025Cash minimum balance alert\$ 20,000,000

	July 2025	Aug 2025	Sep 2025	Oct 2025	Nov 2025	Dec 2025	Jan 2026	Feb 2026	Mar 2026	Apr 2026	May 2026	Jun 2026	Total
Cash/Investments (beginning of month)	\$ 19,375,644	\$ 12,650,879	\$ 8,111,327	\$ 7,004,327	\$ 8,288,752	\$ 2,828,212	\$ 4,979,088	\$ 70,282,982	\$ 64,481,818	\$ 47,696,554	\$ 40,079,680	\$ 26,910,035	

Revenues (Cash In)													
Tax Revenue	\$ 250,000	\$ 200,000	\$ 50,000	\$ 371,425	\$ 2,656,460	\$ 19,555,377	\$ 83,440,894	\$ 12,565,836	\$ 1,619,236	\$ 800,125	\$ 56,859	\$ 651,928	\$ 122,218,139
Interest Earnings	\$ 20,000	\$ 20,000	\$ 85,000	\$ 100,000	\$ 100,000	\$ 200,000	\$ 300,000	\$ 250,000	\$ 200,000	\$ 100,000	\$ 100,000	\$ 75,000	\$ 1,550,000
State Payments (Foundation)	\$ 10,424,684	\$ 12,042,307	\$ 18,000,000	\$ 14,000,000	\$ 10,000,000	\$ -	\$ -	\$ -	\$ -	\$ 10,000,000	\$ 10,000,000	\$ 10,000,000	\$ 94,466,991
State Payments (Available School Fund)	\$ 875,551	\$ 1,923,141	\$ 750,000	\$ 750,000	\$ 750,000	\$ 750,000	\$ 750,000	\$ 750,000	\$ 750,000	\$ 750,000	\$ 750,000	\$ 750,000	\$ 10,298,692
State TRS On-Behalf (in kind - not cash)	\$ 1,000,000	\$ 1,000,000	\$ 1,000,000	\$ 1,000,000	\$ 1,000,000	\$ 1,000,000	\$ 1,000,000	\$ 1,000,000	\$ 1,000,000	\$ 1,000,000	\$ 1,000,000	\$ 1,000,000	\$ 12,000,000
Federal Payments (SHARS/Indirect Costs)	\$ 30,000	\$ 800,000	\$ 8,000	\$ 38,000	\$ 8,000	\$ 8,000	\$ 38,000	\$ 8,000	\$ 8,000	\$ 8,000	\$ 38,000	\$ 8,000	\$ 1,000,000
Other receipts	\$ 1,000,000	\$ 1,000,000	\$ 1,000,000	\$ 7,000,000	\$ 2,000,000	\$ 2,000,000	\$ 2,000,000	\$ 2,000,000	\$ 2,000,000	\$ 2,000,000	\$ 2,000,000	\$ 2,255,681	\$ 26,255,681
Total Revenue (Cash In)	\$ 13,600,235	\$ 16,985,448	\$ 20,893,000	\$ 23,259,425	\$ 16,514,460	\$ 23,513,377	\$ 87,528,894	\$ 16,573,836	\$ 5,577,236	\$ 14,658,125	\$ 13,944,859	\$ 14,740,609	\$ 267,789,503
Total cash available	\$ 32,975,879	\$ 29,036,327	\$ 29,004,327	\$ 30,263,752	\$ 24,803,212	\$ 26,341,588	\$ 92,507,982	\$ 86,856,818	\$ 70,059,054	\$ 62,354,680	\$ 54,024,538	\$ 41,650,644	

Expenditures (Cash Out)													
Salary & Benefits	\$ 16,900,000	\$ 16,900,000	\$ 17,700,000	\$ 17,700,000	\$ 17,700,000	\$ 18,100,000	\$ 18,100,000	\$ 18,100,000	\$ 18,100,000	\$ 18,100,000	\$ 23,839,503	\$ 19,000,000	\$ 220,239,503
State TRS On-Behalf (in kind - not cash)	\$ 1,000,000	\$ 1,000,000	\$ 1,000,000	\$ 1,000,000	\$ 1,000,000	\$ 1,000,000	\$ 1,000,000	\$ 1,000,000	\$ 1,000,000	\$ 1,000,000	\$ 1,000,000	\$ 1,000,000	\$ 12,000,000
Substitutes	\$ -	\$ -	\$ 250,000	\$ 250,000	\$ 250,000	\$ 250,000	\$ 100,000	\$ 250,000	\$ 250,000	\$ 150,000	\$ 250,000	\$ 250,000	\$ 2,250,000
Part - Time Hourly	\$ 25,000	\$ 25,000	\$ 50,000	\$ 25,000	\$ 25,000	\$ 12,500	\$ 25,000	\$ 25,000	\$ 12,500	\$ 25,000	\$ 25,000	\$ 25,000	\$ 300,000
Operating Expenditures	\$ 3,000,000	\$ 3,000,000	\$ 3,000,000	\$ 3,000,000	\$ 3,000,000	\$ 2,000,000	\$ 3,000,000	\$ 3,000,000	\$ 3,000,000	\$ 3,000,000	\$ 2,000,000	\$ 2,000,000	\$ 33,000,000
Subtotal	\$ 20,925,000	\$ 20,925,000	\$ 22,000,000	\$ 21,975,000	\$ 21,975,000	\$ 21,362,500	\$ 22,225,000	\$ 22,375,000	\$ 22,362,500	\$ 22,275,000	\$ 27,114,503	\$ 22,275,000	\$ 267,789,503
Cash on hand (end of month)	\$ 12,650,879	\$ 8,111,327	\$ 7,004,327	\$ 8,288,752	\$ 2,828,212	\$ 4,979,088	\$ 70,282,982	\$ 64,481,818	\$ 47,696,554	\$ 40,079,680	\$ 26,910,035	\$ 19,375,644	

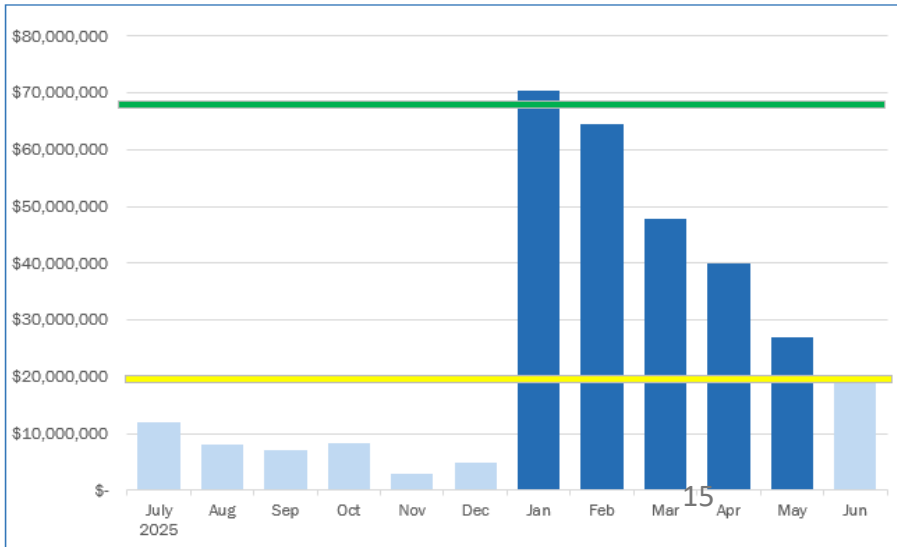
# Cash Flow

## at month end

### Hays Consolidated Independent School District

#### Cash flow forecast

Month	Cash on hand
July 2025	\$ 12,050,879.24
August 2025	\$ 8,111,327.24
September 2025	\$ 7,004,327.24
October 2025	\$ 8,288,752.01
November 2025	\$ 2,828,211.78
December 2025	\$ 4,979,088.36
January 2026	\$ 70,282,982.05
February 2026	\$ 64,481,818.03
March 2026	\$ 47,696,554.29
April 2026	\$ 40,079,679.53
May 2026	\$ 26,910,035.43
June 2026	\$ 19,375,644.11





Starting cash on hand	\$ 19,375,644	Starting date	July 2025	Cash minimum balance alert	\$ 20,000,000
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	July 2025	Aug 2025	Sep 2025	Oct 2025	Nov 2025	Dec 2025	Jan 2026	Feb 2026	Mar 2026	Apr 2026	May 2026	Jun 2026	Total
Cash/Investments (beginning of month)	\$ 19,375,644	\$ 12,050,879	\$ (8,788,673)	\$ (9,895,673)	\$ (8,611,248)	\$ (20,071,788)	\$ (17,920,912)	\$ 48,382,982	\$ 43,581,818	\$ 27,796,554	\$ 21,179,680	\$ 9,010,035	

Revenues (Cash In)													
Tax Revenue	\$ 250,000	\$ 200,000	\$ 50,000	\$ 371,425	\$ 2,656,460	\$ 19,555,377	\$ 83,440,894	\$ 12,565,836	\$ 1,619,236	\$ 800,125	\$ 56,859	\$ 651,928	\$ 122,218,139
Interest Earnings	\$ 20,000	\$ 20,000	\$ 85,000	\$ 100,000	\$ 100,000	\$ 200,000	\$ 300,000	\$ 250,000	\$ 200,000	\$ 100,000	\$ 100,000	\$ 75,000	\$ 1,550,000
State Payments (Foundation)	\$ 10,424,684	\$ 12,042,307	\$ 18,000,000	\$ 14,000,000	\$ 10,000,000	\$ -	\$ -	\$ -	\$ -	\$ 10,000,000	\$ 10,000,000	\$ 10,000,000	\$ 94,466,991
State Payments (Available School Fund)	\$ 875,551	\$ 1,923,141	\$ 750,000	\$ 750,000	\$ 750,000	\$ 750,000	\$ 750,000	\$ 750,000	\$ 750,000	\$ 750,000	\$ 750,000	\$ 750,000	\$ 10,298,692
State TRS On-Behalf (in kind - not cash)	\$ 1,000,000	\$ 1,000,000	\$ 1,000,000	\$ 1,000,000	\$ 1,000,000	\$ 1,000,000	\$ 1,000,000	\$ 1,000,000	\$ 1,000,000	\$ 1,000,000	\$ 1,000,000	\$ 1,000,000	\$ 12,000,000
Federal Payments (SHARS/Indirect Costs)	\$ 30,000	\$ 800,000	\$ 8,000	\$ 38,000	\$ 8,000	\$ 8,000	\$ 38,000	\$ 8,000	\$ 8,000	\$ 8,000	\$ 38,000	\$ 8,000	\$ 1,000,000
Other receipts	\$ 1,000,000	\$ 1,000,000	\$ 1,000,000	\$ 7,000,000	\$ 2,000,000	\$ 2,000,000	\$ 2,000,000	\$ 2,000,000	\$ 2,000,000	\$ 2,000,000	\$ 2,255,681		\$ 26,255,681
Total Revenue (Cash In)	\$ 13,600,235	\$ 16,985,448	\$ 20,893,000	\$ 23,259,425	\$ 16,514,460	\$ 23,513,377	\$ 87,528,894	\$ 16,573,836	\$ 5,577,236	\$ 14,858,125	\$ 13,944,859	\$ 14,740,609	\$ 267,789,503
Total cash available	\$ 32,975,879	\$ 29,036,327	\$ 12,104,327	\$ 13,363,752	\$ 7,903,212	\$ 3,441,588	\$ 69,607,982	\$ 64,956,818	\$ 49,159,054	\$ 42,454,680	\$ 35,124,538	\$ 23,750,644	

Expenditures (Cash Out)													
Salary & Benefits	\$ 16,900,000	\$ 16,900,000	\$ 17,700,000	\$ 17,700,000	\$ 17,700,000	\$ 18,100,000	\$ 18,100,000	\$ 18,100,000	\$ 18,100,000	\$ 18,100,000	\$ 23,839,503	\$ 19,000,000	\$ 220,239,503
State TRS On-Behalf (in kind - not cash)	\$ 1,000,000	\$ 1,000,000	\$ 1,000,000	\$ 1,000,000	\$ 1,000,000	\$ 1,000,000	\$ 1,000,000	\$ 1,000,000	\$ 1,000,000	\$ 1,000,000	\$ 1,000,000	\$ 1,000,000	\$ 12,000,000
Substitutes	\$ -	\$ -	\$ 250,000	\$ 250,000	\$ 250,000	\$ 250,000	\$ 100,000	\$ 250,000	\$ 250,000	\$ 150,000	\$ 250,000		\$ 2,250,000
Part-Time Hourly	\$ 25,000	\$ 25,000	\$ 50,000	\$ 25,000	\$ 25,000	\$ 12,500	\$ 25,000	\$ 25,000	\$ 12,500	\$ 25,000	\$ 25,000	\$ 25,000	\$ 300,000
Operating Expenditures	\$ 3,000,000	\$ 3,000,000	\$ 3,000,000	\$ 3,000,000	\$ 9,000,000	\$ 2,000,000	\$ 2,000,000	\$ 2,000,000	\$ 2,000,000	\$ 2,000,000	\$ 1,000,000	\$ 1,000,000	\$ 33,000,000
Subtotal	\$ 20,925,000	\$ 20,925,000	\$ 22,000,000	\$ 21,975,000	\$ 27,975,000	\$ 21,362,500	\$ 21,225,000	\$ 21,375,000	\$ 21,362,500	\$ 21,275,000	\$ 26,114,503	\$ 21,275,000	\$ 267,789,503
Payroll paid to bank on 23rd or 24th of month prior to funds coming in - cash flow issue		\$ 16,900,000											
Cash on hand on the 24th of the month	\$ 12,050,879	\$ (8,788,673)	\$ (9,895,673)	\$ (8,611,248)	\$ (20,071,788)	\$ (17,920,912)	\$ 48,382,982	\$ 43,581,818	\$ 27,796,554	\$ 21,179,680	\$ 9,010,035	\$ 2,475,644	

# Cash Flow

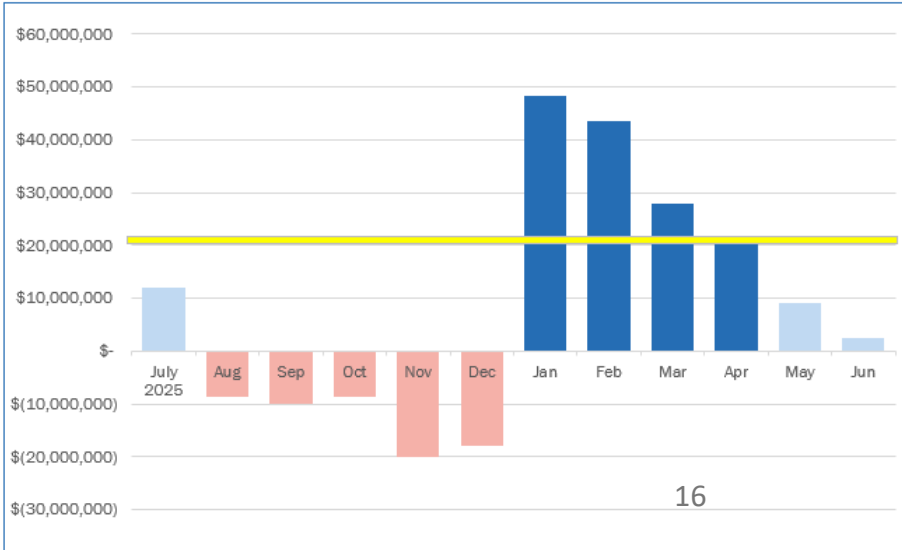
# At payroll time

## Hays Consolidated Independent School District

### Cash flow forecast



Month	Cash on hand
July 2025	\$ 12,050,879.24
August 2025	\$ (8,788,672.76)
September 2025	\$ (9,895,672.76)
October 2025	\$ (8,611,247.99)
November 2025	\$ (20,071,788.22)
December 2025	\$ (17,920,911.64)
January 2026	\$ 48,382,982.05
February 2026	\$ 43,581,818.03
March 2026	\$ 27,796,554.29
April 2026	\$ 21,179,679.53
May 2026	\$ 9,010,035.43
June 2026	\$ 2,475,644.11



# Financially sustainable Hays CISD....therefore

- Requesting a Tax Anticipation Note (TAN) in the amount of \$31.5 million for short term loan (pay back in February 2026) for cash flow purposes.
- Proposing 12 cents increase to M&O rate to generate approximately \$26 million increase in annual revenue to restore the fund balance and provide funding for future HCISD needs.

## Comparison of Proposed Rates with Last Year's Rates

	<u>Maintenance &amp; Operations</u>	<u>Interest &amp; Sinking Fund</u>	<u>Total</u>	<u>Local Revenue Per Student</u>	<u>State Revenue Per Student</u>
Last Year's Rate	\$ .6669	\$ .4877 *	\$1.1546	\$9,425	\$4,317
Rate to Maintain Same Level of Maintenance & Operations Revenue & Pay Debt Service	\$ .6169	\$ .4877 *	\$1.1046	\$4,874	\$4,886
Proposed Rate	\$ .7869	\$ .4877 *	\$1.2746	\$9,377	\$5,574

\* The Interest & Sinking Fund tax revenue is used to pay for bonded indebtedness on construction, equipment, or both. The bonds, and the tax rate necessary to pay those bonds, were approved by the voters of this district.

# Published in Paper on 8/6/2025

- Certified Values in July
- Property values decreased
  - 10.3 % market value
  - 3.5% taxable value
- Homestead exemption increase
  - \$100k to \$140k



# Hays Free Press

## NOTICE OF PUBLIC MEETING TO DISCUSS BUDGET AND PROPOSED TAX RATE

The Hays Consolidated ISD will hold a public meeting at 5:30 PM, August 18, 2025 in the Board Room, at the Academic Support Center located at 21003 Interstate 35 - Kyle, Texas 78640. The purpose of this meeting is to discuss the school district's budget that will determine the tax rate that will be adopted. Public participation in the discussion is invited.

The tax rate that is ultimately adopted at this meeting or at a separate meeting at a later date may not exceed the proposed rate shown below unless the district publishes a revised notice containing the same information and comparisons set out below and holds another public meeting to discuss the revised notice.

Maintenance Tax	\$ .7869/\$100	(Proposed rate for maintenance and operations)			
School Debt Service Tax Approved by Local Voters	\$ .4877/\$100	(Proposed rate to pay bonded indebtedness)			
<b><u>Comparison of Proposed Budget with Last Year's Budget</u></b>					
The applicable percentage increase or decrease (or difference) in the amount budgeted in the preceding fiscal year and the amount budgeted for the fiscal year that begins during the current tax year is indicated for each of the following expenditure categories:					
Maintenance and operations	12.26 %	decrease			
Debt service	4.39 %	increase			
Total expenditures	10.08 %	increase			
<b><u>Total Appraised Value and Total Taxable Value (as calculated under Tax Code Section 26.04)</u></b>					
	<b>Preceding Tax Year</b>	<b>Current Tax Year</b>			
Total appraised value * of all property	\$ 27,080,909,093	\$ 24,288,801,898			
Total appraised value * of new property**	\$ 2,210,872,347	\$ 1,978,897,318			
Total taxable value *** of all property	\$ 17,369,371,697	\$ 17,978,713,195			
Total taxable value *** of new property **	\$ 1,481,180,046	\$ 1,114,080,380			
* "Appraised value" is the amount shown on the appraisal roll and defined by Tax Code Section 1.04(8). ** "New Property" is defined by Tax Code Section 26.012(17). *** "Taxable value" is defined by Tax Code Section 1.04(10).					
<b><u>Bonded Indebtedness</u></b>					
Total amount of outstanding and unpaid bonded indebtedness* \$874,350,000					
* Outstanding principal.					
<b><u>Comparison of Proposed Rates with Last Year's Rates</u></b>					
	<b>Maintenance &amp; Operations</b>	<b>Interest &amp; Sinking Fund</b>	<b>Total</b>	<b>Local Revenue Per Student</b>	<b>State Revenue Per Student</b>
Last Year's Rate	\$ .6669	\$ .4877 *	\$ 1.1546	\$ 9.425	\$ 4.317
Rate to Maintain Same Level of Maintenance & Operations Revenue & Pay Debt Service	\$ .6169	\$ .4877 *	\$ 1.1046	\$ 8.874	\$ 4.886
Proposed Rate	\$ .7869	\$ .4877 *	\$ 1.2746	\$ 9.377	\$ 5.574
* The Interest & Sinking Fund tax revenue is used to pay for bonded indebtedness on construction, equipment, or both. The bonds, and the tax rate necessary to pay those bonds, were approved by the voters of this district.					
<b><u>Comparison of Proposed Levy with Last Year's Levy on Average Residence</u></b>					
	<b>Last Year</b>	<b>This Year</b>			
Average Market Value of Residences	\$ 376,110	\$ 369,482			
Average Taxable Value of Residences	\$ 266,110	\$ 219,482			
Last Year's Rate Versus Proposed Rate per \$100 Value	\$ 1.1569	\$ 1.2769			
Taxes Due on Average Residence	\$ 3,072.51	\$ 2,797.52			
Increase (Decrease) in Taxes		(\$ 274.99)			
Under state law, the dollar amount of school taxes imposed on the residence homestead of a person 65 years of age or older or of the surviving spouse of such a person, if the surviving spouse was 55 years of age or older when the person died, may not be increased above the amount paid in the first year after the person turned 65, regardless of changes in tax rate or property value.					
<b>Notice of Voter-Approval Rate:</b> The highest tax rate the district can adopt before requiring voter approval at an election is \$1.1546. This election will be automatically held if the district adopts a rate in excess of the voter-approval rate of \$1.1546.					
<b><u>Fund Balances</u></b>					
The following estimated balances will remain at the end of the current fiscal year and are not encumbered with or by a corresponding debt obligation, less estimated funds necessary for operating the district before receipt of the first state aid payment:					
Maintenance and Operations Fund Balance(s) \$ 17,460,280					
Interest & Sinking Fund Balance(s) \$ 19,125,308					
A school district may not increase the district's maintenance and operations tax rate to create a surplus in maintenance and operations tax revenue for the purpose of paying the district's debt service.					
Visit <a href="http://Texas.gov/Property Taxes">Texas.gov/Property Taxes</a> to find a link to your local property tax database on which you can easily access information regarding your property taxes, including information about proposed tax rates and scheduled public hearings of each entity that taxes your property.					
The 86th Texas Legislature modified the manner in which the voter-approval tax rate is calculated to limit the rate of growth of property taxes in the state.					



# Tax Rate and Fund Balance History

Proposed  
25/26

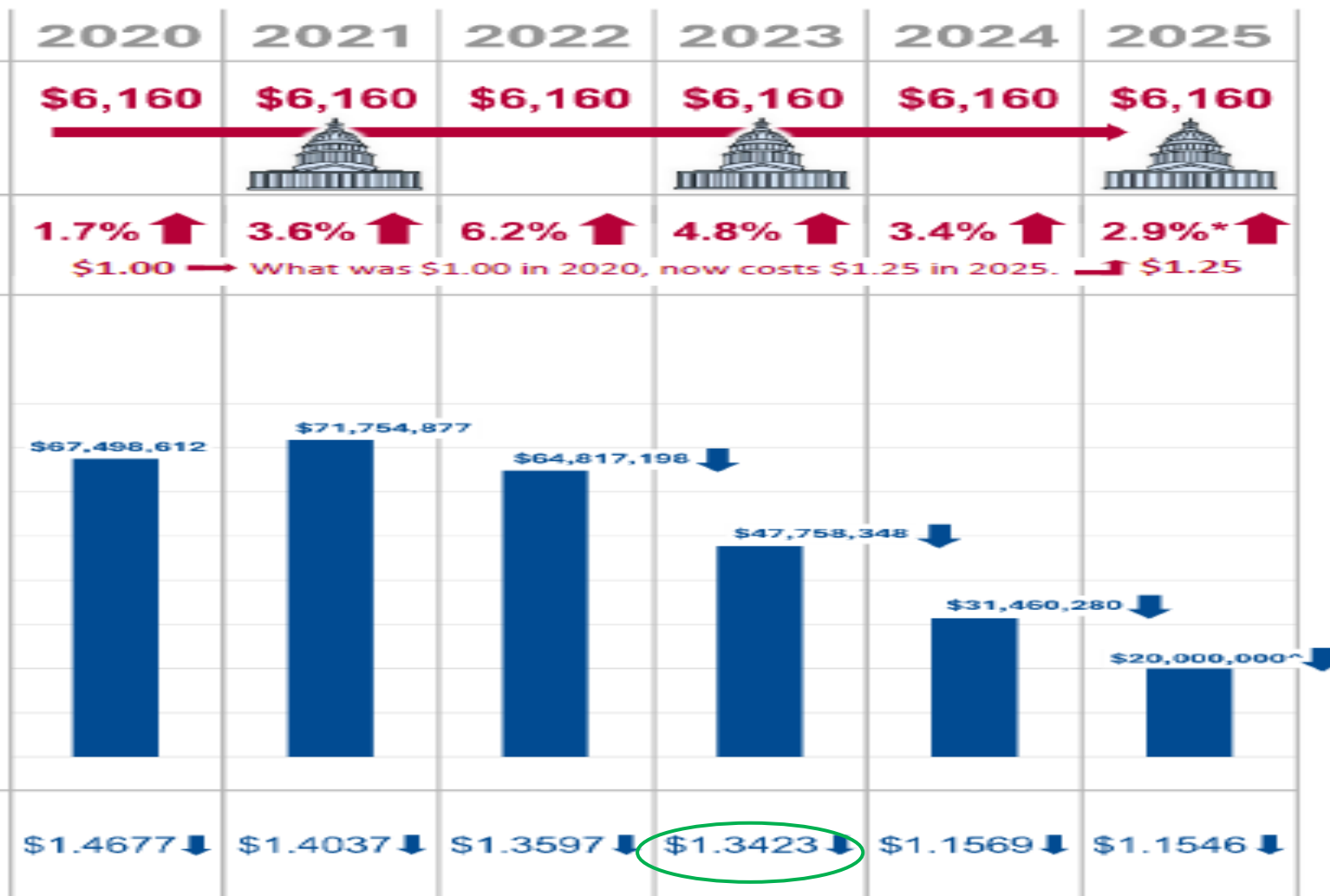
**Basic Student Allotment.**  
The basic student allotment (per student funding) is the primary way Texas public schools are funded at the state level.

**US Inflation Rate.**  
According to the U.S. Bureau of Labor Statistics, inflation has continued to grow since the pandemic.

**Hays CISD Fund Balance.**  
The Fund Balance account should be about \$65 million to ensure the district can make payroll and pay bills.

80,000,000  
70,000,000  
60,000,000  
50,000,000  
40,000,000  
30,000,000  
20,000,000  
10,000,000  
0

**Hays CISD Tax Rate Has Decreased.**  
The district's total tax rate has compressed, dropping more than 31 cents since 2020.



\$1.2746



# Proposed Tax Rate compared to prior year

- The total proposed tax rate is at or below the prior year. No – it is MORE
- The proposed M&O tax rate is at or below the prior year. No – it is MORE
- The total tax rate is at or below the voter approval rate. No – it is MORE
- The total tax rate is at or below the maximum tax rate allowed without a tax rate election. No – it is MORE
- The M&O tax rate is at or below than the voter approval/rollback/no new revenue tax rate. No – it is MORE
- The I&S tax rate is the same. ✓
- The I&S tax rate is at or below the allowable to cover bond costs. ✓

# Therefore, a Tax Rate Election is required to adopt a tax rate of \$1.2746

Maintenance Tax	\$ .7869/\$100	(Proposed rate for maintenance and operations)
School Debt Service Tax Approved by Local Voters	\$ .4877/\$100	(Proposed rate to pay bonded indebtedness)



[www.hayscisid.net/propA](http://www.hayscisid.net/propA)





# Considerations regarding tax rate increase

- Generate approximately \$26 million additional M&O revenue a year.
- Funding formulas automatically force the district into a Chapter 49/Recapture/Robin Hood/Local Revenue in Excess situation:
  - We currently have 5 golden pennies as part of our current tax rate of 1.1546
  - The next 3 pennies up to 8 total are still golden – meaning no recapture and receive state and local funding for those pennies.
  - The next 9 pennies are copper – and approximately \$120k of revenue per penny will be offset from state revenue with no additional state revenue received for these 9 pennies.
  - Election to ask voter choice on how to send recapture funds to state would not be necessary at this time since we can net with the amount of funds that the state provides.
  - TEA does require AGREEMENT be completed and submitted to TEA though.



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

This agreement is entered into pursuant to the Texas Education Code (TEC), Chapter 49, Subchapters A and D, and rules adopted by the commissioner of education as authorized by the TEC, §49.006. The purpose of this agreement is to enable the district to reduce its local revenue level to a level not to exceed the level established under TEC, §48.257 for the school year.

The school year to which this agreement applies is **2025 – 2026** (the “school year”).

The agreement is for **Hays Consolidated Independent School District** (“the district”), with a county-district number of **105-906**, to purchase attendance credit from the state for the school year.

The local revenue level in excess of entitlement will be based on the commissioner’s estimate of the cost of credit as determined under TEC, §49.153, using the district’s projected maintenance and operations tax revenue that exceeds the level established under TEC, §48.257. Provisions in the TEC, §48.257(c), allow districts to offset the reduction of excess local revenue against state aid under Chapter 48, Education Code, that is not described by TEC, §48.266(a)(3) for the school year. A district that is subject to the reduction in excess local revenue agrees to offset its obligations against state aid in accordance with the provisions specified in the TEC, §48.257(c).

When near-final data are available following the close of the school year to which this agreement applies, the district’s entitlement under Chapter 48 will be recalculated. If the district’s state aid under Chapter 48, Education Code, that is not described by TEC, §48.266(a)(3) is less than the cost of recapture as determined by the commissioner in accordance with the TEC, §49.153, using near-final data, the district will be required to have an election and the recapture balance will be recovered in accordance with TEC, §48.272, by withholding subsequent allocations of state funds or requiring and obtaining a refund.

The actual cost of credit for the school year will be determined by the commissioner in accordance with the TEC, §49.153, when final data on the district’s maintenance and operations tax revenue that exceeds the level established under TEC, §48.257 is available.

The cost of purchased attendance credit will be reduced for county appraisal district costs. The reduction will be computed in accordance with the TEC, §49.157. If the reduction exceeds the cost for the school year, the difference will be carried forward and applied to each subsequent year’s cost until the total amount of the reduction has been exhausted.

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Signature of President, Board of Trustees

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Date

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Signature of Secretary, Board of Trustees

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Date

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Signature of Superintendent

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**Dr. Eric Wright**

Typed Name of Superintendent

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Date

**HAYS CONSOLIDATED INDEPENDENT SCHOOL DISTRICT  
RESOLUTION OF THE HCISD BOARD OF TRUSTEES  
TO SET THE PROPERTY TAX RATE FOR TAX YEAR 2025 and FISCAL YEAR 2025-2026**

On this date, we, the Board of Trustees of the Hays Consolidated Independent School District, at a duly called meeting held in accordance with all applicable legal requirements, including open meeting laws, hereby set the tax rate on \$100 valuation for the District for the tax year 2025 at a total tax rate of \$1.2746, to be assessed and collected by the Hays County Tax Assessor Collector as follows:

\$ 0.7869	for the purpose of maintenance and operations (M&O), and
\$ 0.4877	for the purpose for payment of principal and interest on debts (I&S)
\$ 1.2746	Equals a Combined Total Tax Rate

THIS TAX RATE WILL RAISE MORE TAXES FOR MAINTENANCE AND OPERATIONS THAN LAST YEAR'S TAX RATE.

THE TAX RATE WILL EFFECTIVELY BE RAISED BY 15.39 PERCENT AND WILL RAISE TAXES FOR MAINTENANCE AND OPERATIONS ON A \$100,000 HOME BY APPROXIMATELY \$120.00 ANNUALLY.

# Considerations regarding tax rate increase

- Current average homestead market value of home is nearly \$370k.
- Due to increase in homestead exemption of \$40k, homeowner would likely have seen a decrease of HCISD property taxes of \$538.
- With tax rate increase of 12 cents, homeowners would likely see a decrease of HCISD property taxes of \$275 (\$263 less).
  - This is still a decrease in property taxes for average market value homeowners.
  - Provides an estimated \$1,033 per student per year, or \$5.90 per school day HCISD revenue.
  - Due to inflation alone, \$1,540 would be the increase to basic allotment for inflation.

The U.S. Inflation Calculator measures the dollar's purchasing power over time.

Inflation Calculator	
If in	<input type="text" value="2020"/> (enter year)
I purchased an item for \$	<input type="text" value="1.00"/>
then in	<input type="text" value="2025"/> (enter year)
that same item would cost:	<b>\$1.25</b>
Cumulative rate of inflation:	<b>24.8%</b>

The U.S. Inflation Calculator measures the dollar's purchasing power over time.

Inflation Calculator	
If in	<input type="text" value="2025"/> (enter year)
I purchased an item for \$	<input type="text" value="1.00"/>
then in	<input type="text" value="2020"/> (enter year)
that same item would cost:	<b>\$0.80</b>
Cumulative rate of inflation:	<b>-19.9%</b>

[usinflationcalculator.com](http://usinflationcalculator.com)

- For a homestead that is more than the average market value, for every \$100k increase in market value, an additional \$120 would be paid in HCISD property taxes.
  - \$500k, savings of \$42
  - \$600k, increase of \$78
  - \$700k, increase of \$200
  - \$800k, increase of \$320



# Hays Consolidated ISD

## Tax Rate Public Hearing

2025-2026

Presented on 8/18/2025 by:

Deborah Pulis Ottmers, CPA

HCISD CFO