

Preliminary Budget Overview for FY26

Revenue/ Savings	Budget Estimates	Increase/Decrease in Expenditures	Budget Estimate	
Decrease in enrollment (-8,000 projected enrollment)	(\$67,000,000)	PUA teacher salary increases	\$21,600,000	
Increase in Basic Allotment, ASF and collections	\$44,000,000	NES teacher incentives	\$10,400,000	
Increase in State entitlements	\$45,000,000	Salary increase for central office employees	\$5,500,000	
State teacher salary increase	\$32,000,000	PreK expansion and support	\$5,000,000	
Disaster relief tax ⁽⁶⁾	\$20,000,000	Debt payment for maintenance tax notes	\$8,900,000	
Security grant ⁽¹⁾	\$10,000,000	Other District Action Plan	\$5,000,000	
Federal sources IDC ⁽²⁾	(\$5,000,000)	Other , Insurance, Utiities, Fuel	\$10,000,000	
Capital project fund ⁽⁴⁾	\$5,000,000	Health Insurance	\$5,000,000	
Other Financing Sources	\$30,000,000	Increase in expenditures	\$71,400,000	
School calendar Increased to 181 days	\$17,000,000	Security grant ⁽¹⁾	(\$10,000,000)	
Medicaid transfer	(\$6,000,000)	Supplies and materials for 45 NES schools	(\$2,000,000)	
Earnings on investments	(\$5,000,000)	Cuts to dept. budgets (personnel and purchased services)	(\$30,000,000)	
TIRZ return from TEA ⁽⁸⁾	(\$5,000,000)	End of retention incentives	(\$8,000,000)	
Teacher Incentive Allotment	\$14,500,000	Cuts to overtime and extra duty payments	(\$3,000,000)	
ASAHE	\$20,000,000	Decrease in budget due to lost enrollment	(\$47,200,000)	
Charter Schools	\$6,000,000	Recapture ⁽³⁾	(\$57,000,000)	
Transfer Sales	(\$80,000,000)	Accounting for vacancies ⁽⁵⁾	(\$35,000,000)	
		One-time expenditures ⁽⁷⁾	(\$16,700,000)	
		Cuts in expenditures	(\$208,900,000)	
Revenue Increase/(decrease)	\$75,500,000	Total Expenditures Increase/(decrease)	(\$137,500,000)	
Budgeted Revenue 12.2024 ⁽⁹⁾	\$1,996,161,567	Budgeted Expenditures 12.2024 ⁽⁹⁾	\$2,242,170,946	\$2,242,170,946
Estimated Revenue for FY26	\$2,071,661,567	Estimated Expenditures for FY26	\$2,104,670,946	(\$33,009,379)
		Forecasted FY 2025 Fund Balance	\$830,000,000	

		Forecasted Calculated FY 2026 Fund Balance	\$796,990,621	\$3,009,379
		Maintenance tax notes		
		CCMR and CTE improvements	\$10,000,000	
		Barbara Jordan upgrade	\$20,000,000	
		Transportation System revamp	\$10,000,000	
		Health and security capital improvements	\$40,000,000	
		IT infrastructure upgrade	\$30,000,000	
		TOTAL	\$110,000,000	

(1) Security grant would continue current supplanted funds.

(2) Reduction due to final ESSER IDC. Not expected to receive additional federal funding.

(3) Recapture is adjusted under revenue changes for enrollment decreases, basic allotment increases, and state entitlements

(4) Transfers out to debt service for maintenance tax notes and nutrition services warehouse.

(5) 3% salaries from vacancies

(6) Asking for a legal opinion about increasing our M&O

(7) carry overs

(8) ITax incremental Reinvestment

Zone, TIRZ closed.