



# Equity Center

Students Matter. Taxpayers Matter. Equity Matters.



## Equity Center Membership Meeting Presentation 6/17/22

# Gearing Up for the 2023 Regular Session

What Goals Still Need to be Met to Achieve an Equitable and Adequate Funding System?

- **We Need a Cost Adjustment (Driver) for the Basic Allotment**
- **We Need to Fix I&S/Facilities Funding**
- **We Need to Address These Additional Equity and Adequacy Issues:**
  - **Full Funding for School Security Costs**
  - **Local Fund Assignment as Opposed to Current Year Collections**
  - **Unequal CTRs**
  - **Full Tier 1 Entitlement for Some but not for All/LOHE Funding**

# 88<sup>th</sup> Legislative Interim Session Report

## ✓ **Governor Abbott**

Taxpayer Bill of Rights

Parents' Bill of Rights

## ✓ **Interim charges**

## ✓ **Senate Finance**

Property tax reduction

## ✓ **Texas Commission on Special Education Funding**

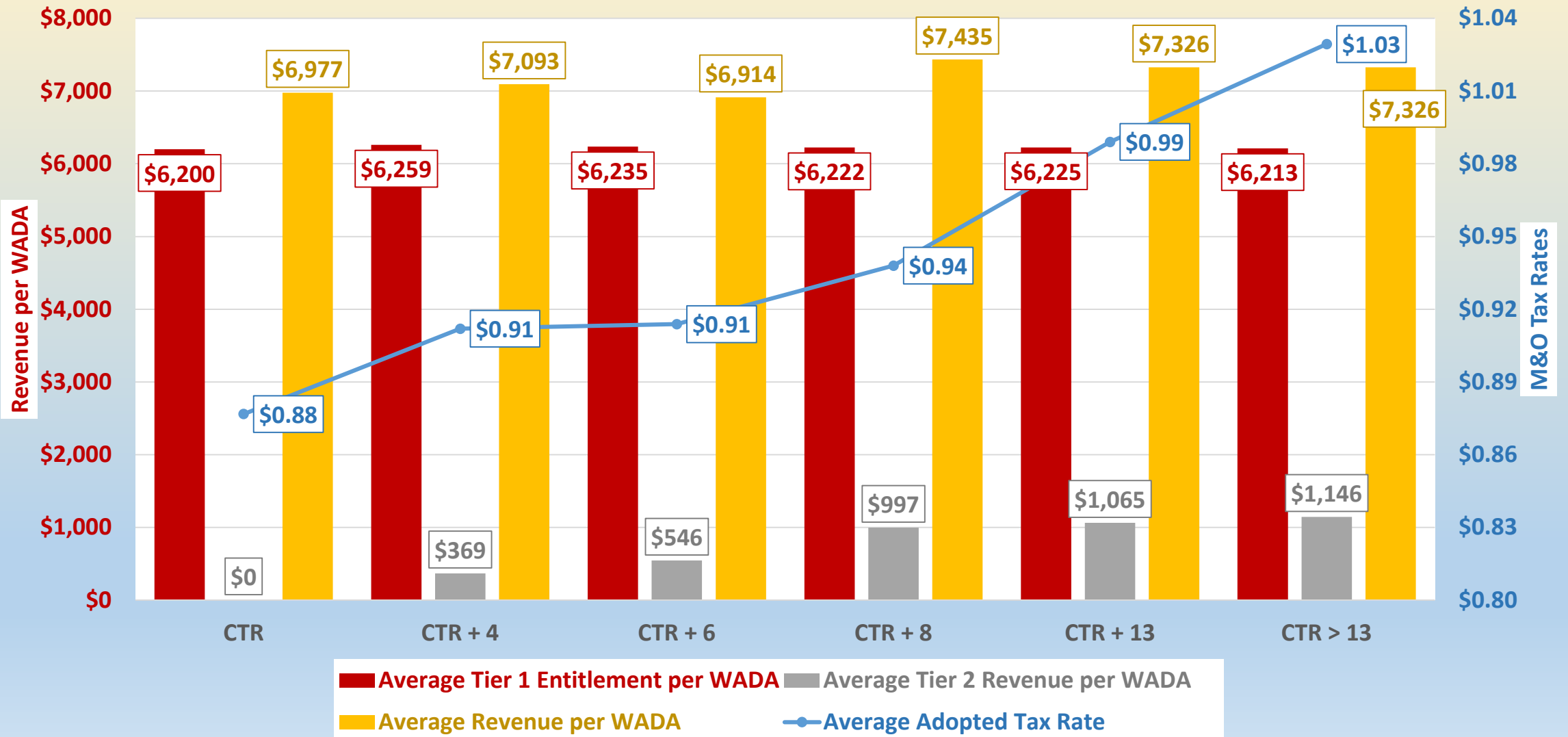
Three meetings to date

Report to the legislature due by Dec. 31, 2022

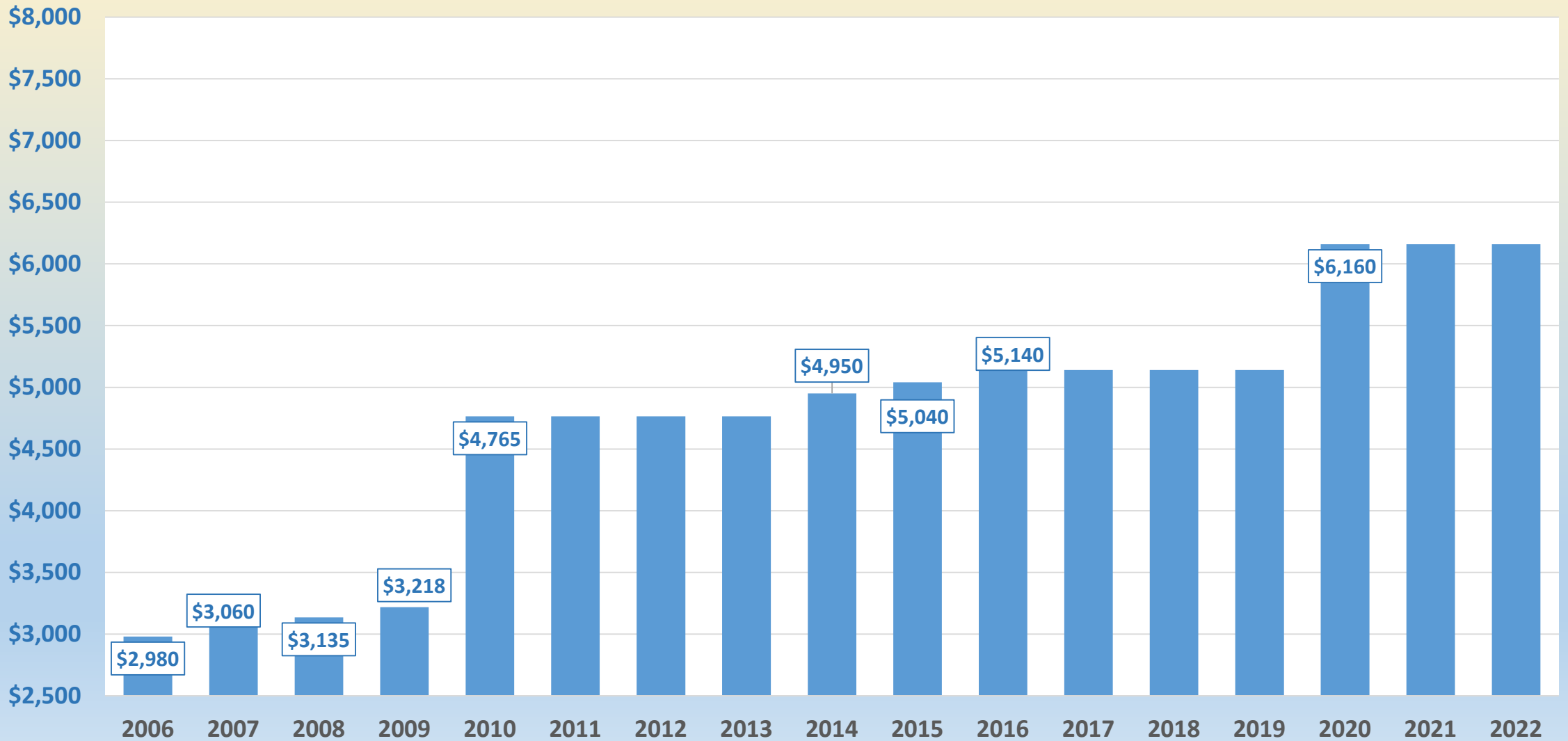
# 88<sup>th</sup> Legislative Interim Session Report

- ✓ **Texas Commission on Virtual Education**
  - Four meetings to date
  - Eight additional meetings scheduled
  - Report to the legislature due by Dec. 31, 2022
- ✓ **Disaster Penny**
- ✓ **Revenue Watch**
  - Comptroller update and Biennial Revenue Estimate
  - Population + Inflation: Legislative Budget Board

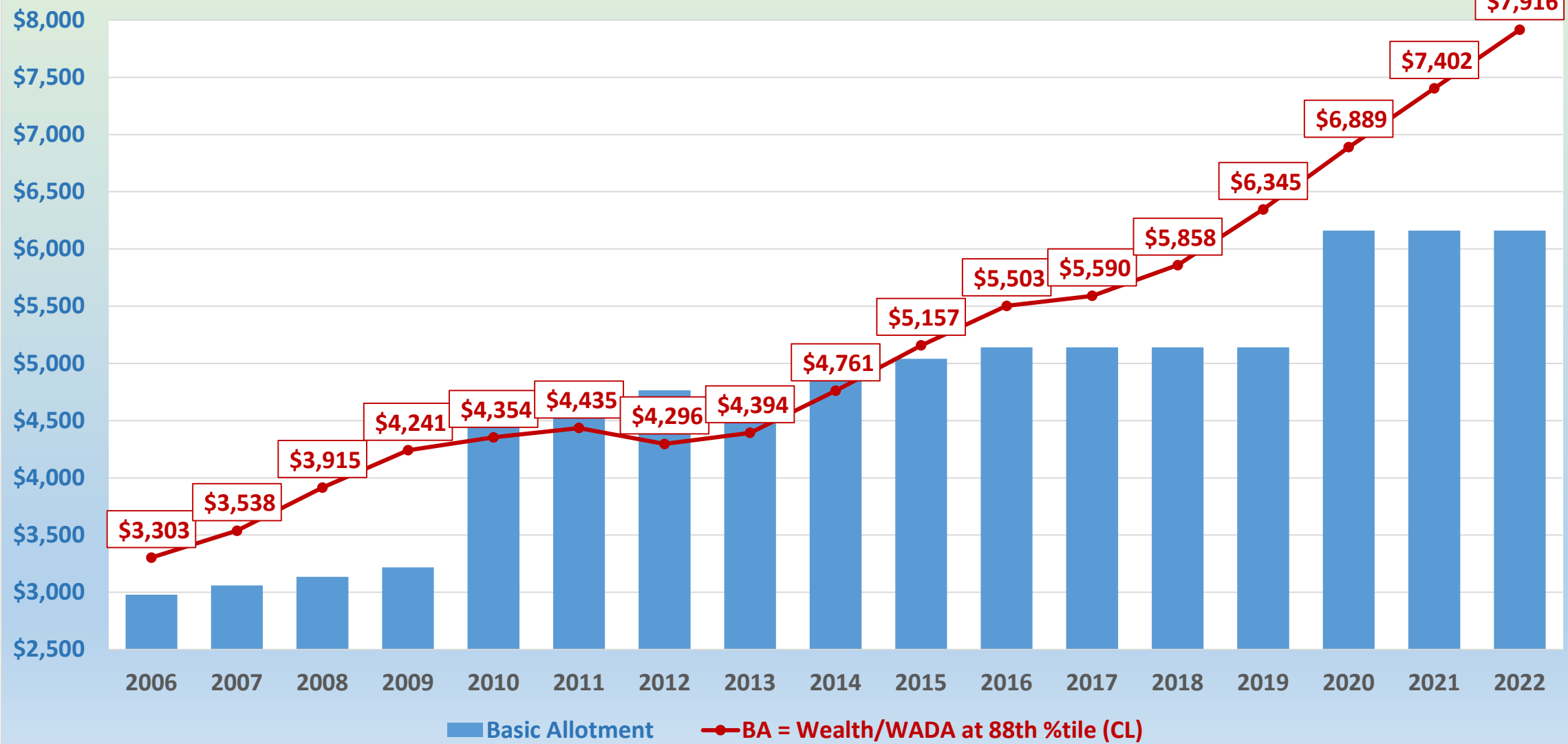
# FY 22 School Districts Revenues per WADA by M&O Tax Rate



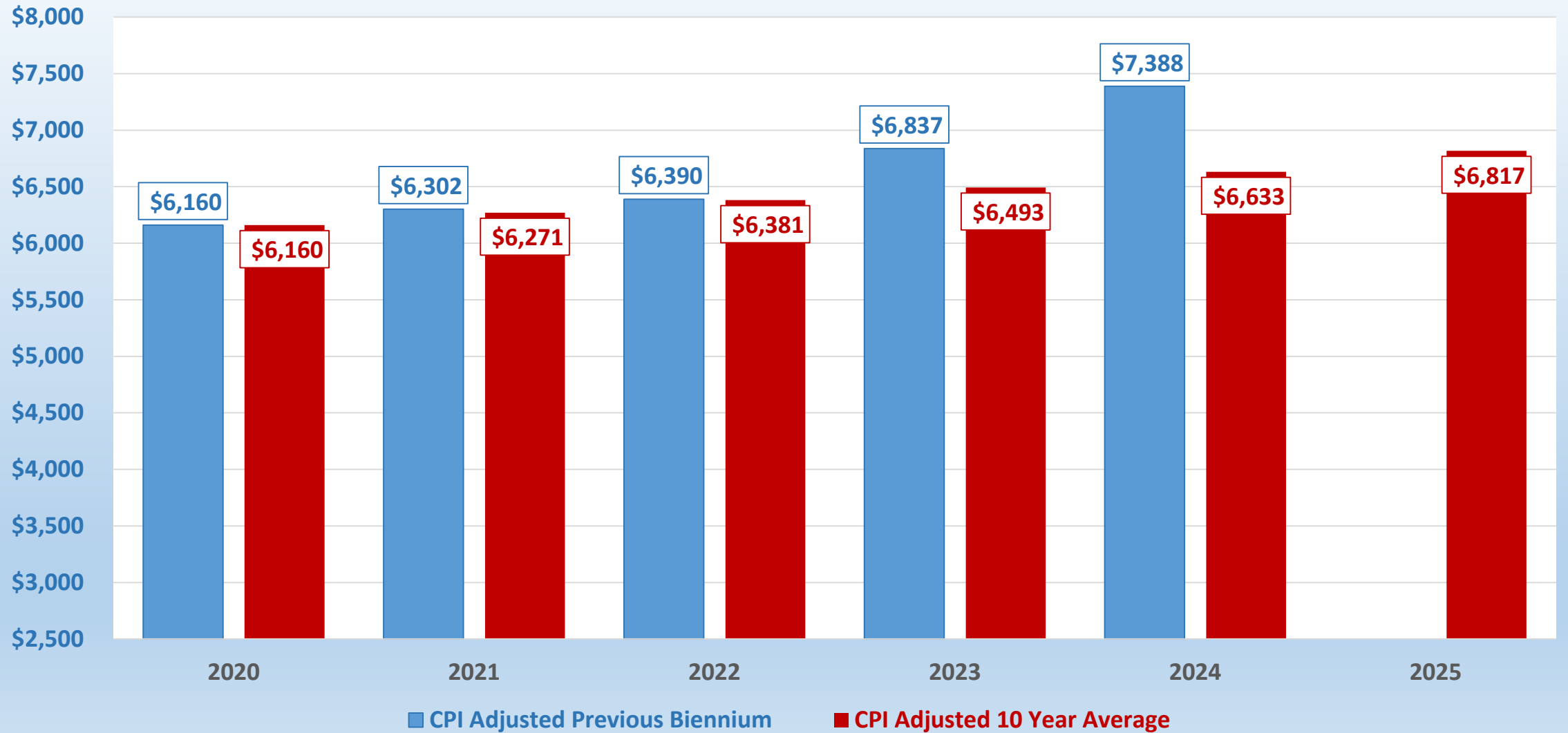
## Basic Allotments--2006 through 2022



# Basic Allotments--Actual & 88th Percentile Adjustment (Current Year Values)



# Basic Allotment with Adjustment Factor--Consumer Price Index (CPI)

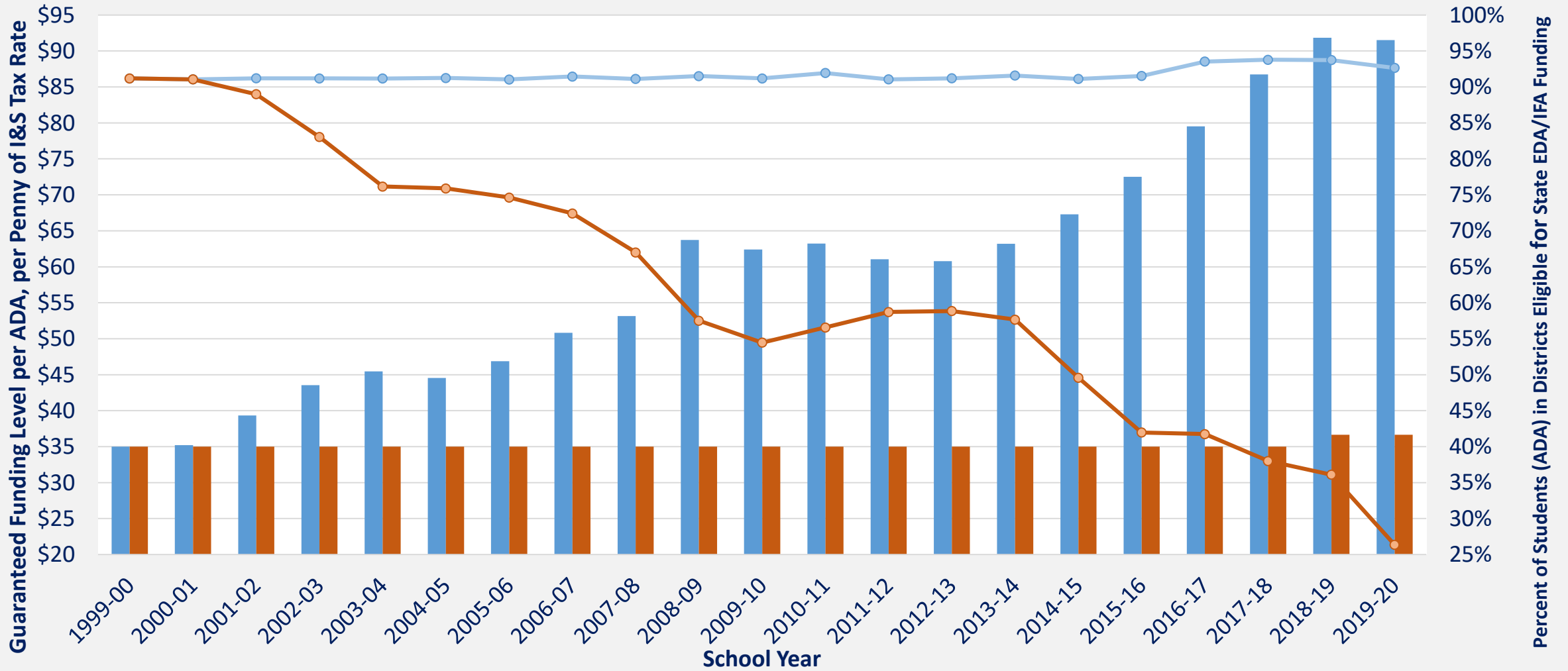




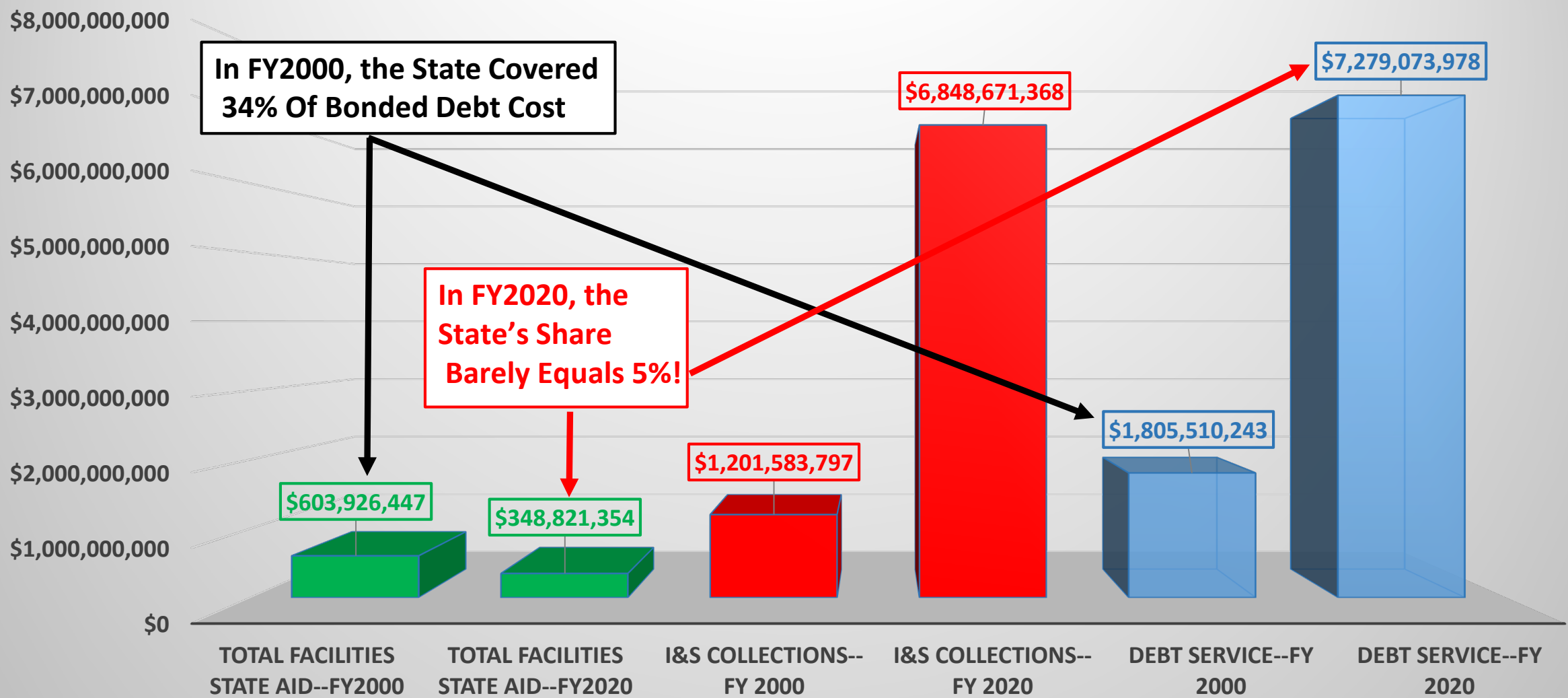
# Comparison of EDA/IFA Funding Levels and Percent of ADA in Eligible Districts

## Statutorily Frozen at a \$35 Guaranteed Level vs. Original Equity Level Maintained

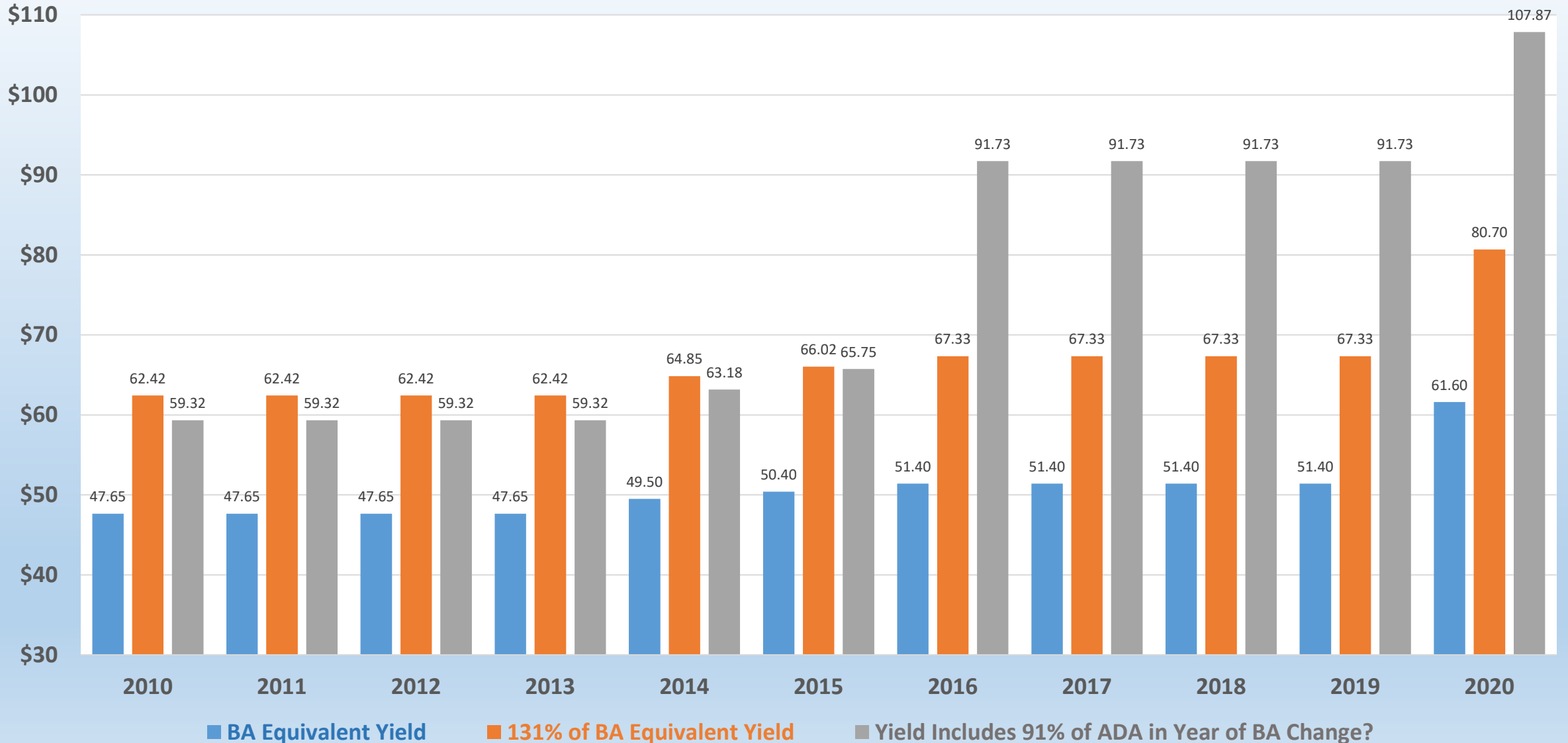
■ Guaranteed Level to Maintain Original Equity     
 ■ \$35 Statutory Guaranteed Level  
● % of ADA Eligible for State Funds (Original Equity)     
 ● % of ADA Currently Eligible for State Funding



# State & Local I&S Comparative Expenditures FY2000 & FY2020



# Comparative IFA/EDA Yields per Penny of Tax Effort



## FY 22 School District Current Law ADA to Enrollment Comparisons

	Total Revenue	Revenue Increase/Decrease	Districts Gaining	Districts Losing	Districts No Change	% Increase/Decrease from Current Law Revenue
<b>BA 6,160—Current Law</b>	<b>\$45.64 Billion</b>					
<b>BA 6,160—Enrollment*</b>	<b>\$48.39 Billion</b>	<b>\$2.75 Billion</b>	<b>916</b>	<b>60</b>	<b>39</b>	<b>6.02%</b>
<b>BA 5,710—Enrollment**</b>	<b>\$45.48 Billion</b>	<b>-\$156 Million</b>	<b>340</b>	<b>568</b>	<b>107</b>	<b>-0.34%</b>
<b>BA 6,567—Current Law***</b>	<b>\$48.53 Billion</b>	<b>\$2.89 Billion</b>	<b>980</b>	<b>1</b>	<b>34</b>	<b>6.33%</b>
<b>BA 6,567—BA 6,160 Enrollment****</b>		<b>\$142 Million</b>	<b>593</b>	<b>390</b>	<b>32</b>	<b>0.31%</b>

\*Maintain BA of 6,160 as in Current Law and fund on Enrollment.

\*\*Fund on Enrollment without any new funding which reduces the BA to 5,710.

\*\*\*Using the same amount of new funding required for model\*, Raise the BA to 6,567 and fund on ADA as per Current Law.

\*\*\*\*Compares District level funding in model\*\*\* with district level funding in model\*.

## FY 22 Change from ADA to Enrollment—School District to Charter School Comparisons

	Total Revenue— School Districts	Total Revenue— Charter Schools	School District's Revenue Gain/Loss	Charter School's Revenue Gain/Loss	School District's % of Change	Charter School's % of Change
BA 6,160—Current Law	\$45.64 Billion	\$3.78 Billion				
BA 6,160—Enrollment*	\$48.39 Billion	\$4.09 Billion	\$2.75 Billion	\$318 Million	6.02%	8.42%
BA 5,710—Enrollment**	\$45.48 Billion	\$3.94 Billion	-\$156 Million	\$163 Million	-0.34%	4.33%
BA 6,567—Current Law***	\$48.53 Billion	\$3.98 Billion	\$2.89 Billion	\$202 Million	6.33%	5.34%
BA 6,567—BA 6,160 Enrollment****			\$142 Million	-\$116 Million	0.31%	-0.31%

\*Maintain BA of 6,160 as in Current Law and fund on Enrollment.

\*\*Fund on Enrollment without any new funding which reduces the BA to 5,710.

\*\*\*Using the same amount of new funding required for model\*, Raise the BA to 6,567 and fund on ADA as per Current Law.

\*\*\*\*Compares District level funding in model\*\*\* with district level funding in model\*.

## FY 22 Funding Changes Comparing Enrollment to ADA

	Increased/ <b>Decreased</b> Funding		
	Funding by Enrollment--BA \$6,160	Funding by Enrollment--BA \$5,710	Funding by Current Law ADA--BA \$6,618
Houston ISD	140,620,739	9,195,476	126,858,886
Dallas ISD	114,145,774	12,589,302	98,477,789
Austin ISD	64,519,845	18,755,107	42,444,801
Fort Worth ISD	58,156,463	6,070,731	50,607,681
El Paso ISD	38,589,779	5,403,275	32,046,912
Northside ISD	60,520,556	<b>(816,156)</b>	59,116,244
North East ISD	33,507,617	<b>(3,545,281)</b>	36,024,027
College Station ISD	5,769,434	<b>(1,742,355)</b>	7,314,744
Frisco ISD	21,787,499	<b>(12,848,122)</b>	34,066,531
Mesquite ISD	19,202,206	<b>(6,214,362)</b>	25,091,104
Humble ISD	24,832,386	<b>(3,010,876)</b>	27,139,339
Katy ISD	35,930,110	<b>(17,529,056)</b>	52,724,754
Ysleta ISD	21,278,112	<b>(4,258,192)</b>	25,170,654