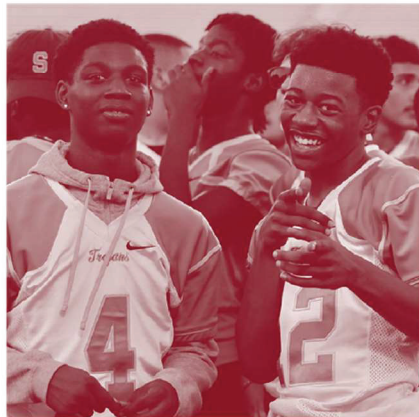


2019-2020

Comprehensive Annual Financial Report Fiscal Year Ended August 31, 2020

1445 N. Perry Road
Carrollton, Dallas County, Texas 75011-5186
www.cfbisd.edu



HIGH EXPECTATIONS
FOR ALL

CARROLLTON-FARMERS BRANCH ISD

**COMPREHENSIVE
ANNUAL FINANCIAL
REPORT**

**CARROLLTON-FARMERS BRANCH
INDEPENDENT SCHOOL DISTRICT**

**FOR THE FISCAL YEAR ENDED
AUGUST 31, 2020**

**1445 North Perry Road
Carrollton, Texas 75011-5186**

Prepared By:
Division of Business Services
Steve Bassett, Chief Financial Officer



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INTRODUCTORY SECTION



CERTIFICATE OF BOARD

**CARROLLTON-FARMERS BRANCH
INDEPENDENT SCHOOL DISTRICT**

Name of School District

Dallas/Denton

County

057-903

Co.-Dist. Number

We, the undersigned, certify that the attached annual financial report of the Carrollton-Farmers Branch Independent School District was reviewed and (check one) ✓ approved _____ disapproved for the year ended August 31, 2020 at a meeting of the Board of Trustees of such school district on the 14th day of January, 2021.



Signature of Board Secretary

Signature of Board President

If the Board of Trustees disapproved of the auditor's report, the reason(s) for disapproving it is(are):
(attach list as necessary)





December 23, 2020

Formal Transmittal of the Comprehensive Annual Financial Report (CAFR)

To the Citizens and Board of Trustees of the Carrollton-Farmers Branch Independent School District:

The CAFR of the Carrollton-Farmers Branch Independent School District (the District) for the fiscal year ended August 31, 2020, is hereby submitted. The report includes the unmodified opinion of our independent auditors, Hankins, Eastup, Deaton, Tonn & Seay, P.C. Responsibility for both the accuracy of the data, and the completeness and fairness of the presentation, including all disclosures, rests with the District. To the best of our knowledge and belief, the enclosed data are accurate in all material respects; that it is presented in a manner designed to fairly set forth the financial position and the results of operations of the District as measured by the financial activity of its various funds; and that all disclosures necessary to enable the reader to gain an understanding of the District's financial activities have been included. This report includes all funds of the District. The CAFR for the year ended August 31, 2020, is presented in conformance with the reporting model adopted by the Governmental Accounting Standards Board ("GASB") in their Statement No. 34, *Basic Financial Statements – and Management's Discussion and Analysis – for State and Local Governments*, issued in June 1999. The CAFR also adheres to guidelines recommended by the Government Finance Officers Association of the United States and Canada (GFOA) and the Association of School Business Officials International (ASBO).

Generally Accepted Accounting Principles (GAAP) requires that management provide a narrative introduction, overview, and analysis to accompany the basic financial statements in the form of Management's Discussion and Analysis (MD&A). MD&A is intended to give the reader an easy-to-understand overview of the school district's financial position and results of operations for the year. This letter of transmittal is designed to complement MD&A and should be read in conjunction with it. The District's MD&A can be found immediately following the report of the independent auditors.

The remainder of this transmittal highlights the governance structure, the mission, the accomplishments and initiatives, the economic conditions and outlook, and the financial activities of the District.

Copies of this report will be provided to Moody's Investment Service, Fitch Investor Service, Standard and Poors and any other interested parties.

Profile of the District

GENERAL EDUCATION

As its mission states, together with families we commit all district resources to empower scholars to acquire life-long knowledge, skills, and values that prepare them to compete in the world marketplace while contributing to their community. Based on the philosophy that every child can learn, the District provides educational opportunities for students regardless of their needs and their abilities.

Towards that end, the District provides a fully comprehensive instructional program in grades K-12 with a pre-kindergarten program. The District is committed to quality learning environments for all students offering a diversified curriculum that advocates the tailoring of instruction to individual student needs.

The Carrollton-Farmers Branch Independent School District (CFBISD) embraces character values and ethics as fundamental to both educating and equipping our students to be productive, contributing members of society.

In addition to the regular curriculum, the District provides a comprehensive Career and Technology Education (CTE) program, including 16 career clusters which are organized around broad career fields. There are 79 individual career pathways in the 16 career clusters as show below:

Agriculture, Food & Natural Resources	Hospitality & Tourism
Architecture & Construction	Human Services
Arts, Audio Visual Tech & Communications	Information Technology
Business, Management, & Administration	Law, Public Safety, Corrections & Security
Education & Training	Manufacturing
Finance	Marketing, Sales & Service
Government & Public Administration	Science, Technology, Engineering & Mathematics
Health Science	Transportation, Distribution & Logistics

In addition to numerous CTE courses, high schools provide in-depth career pathway study through five academies. These academies are open to all incoming 9th grade high school students through an application process:

1. Media Arts and Technology
2. Biomedical Professions
3. International Business
4. Law and Criminal Justice
5. Math, Engineering, Technology, & Sciences

Additionally, STEM (Science, Technology, Engineering, and Mathematics) is embedded in curriculum for every student in CFBISD. Five STELLAR STEM Academies provide further enrichment in STEM, including digital learning, robotics, and technology for elementary students.

The fine arts program includes drama, speech, debate, choir, band, orchestra, theatre, elementary music, elementary art, secondary art, dance, and drill team. Over 22,000 students are involved district-wide in the fine arts program at various levels. Fine Arts Academies were started at four elementary campuses in 2018-19.

The Carrollton-Farmers Branch Independent School District demonstrates its commitment to educational excellence through the comprehensive programs developed for gifted and talented students in kindergarten through twelfth grade. Over 1,900 identified students participate in broad-based, advanced programs. Having a child-centered education program as its primary goal, the Carrollton-Farmers Branch ISD offers a two-tiered multifaceted program. These services are offered through the Academic Creative Education (ACE) program and the Leading Exceptional Academic Producers (LEAP) program. The structure of the District's programs forms an inverted pyramid model beginning as a broad base designed to discover and nurture the intellectual talents of the young child and gradually move into specific specialized course offerings. Classroom teachers who work with gifted students are required to receive at least thirty hours of gifted education training.

Bus transportation is available to those children who live more than two miles from the school that they would normally attend. Additionally, students who attend more than one school to participate in career and technology or bilingual programs receive transportation between schools during school hours. Special education students are eligible for transportation services when need is established.

DESCRIPTION OF THE ENTITY

The Carrollton-Farmers Branch ISD is an independent public educational agency operating under applicable laws and regulations of the State of Texas. A seven-member Board of Trustees elected to staggered three-year terms by the District's residents autonomously governs the District. The Carrollton-Farmers Branch ISD Board of Education ("Board") is the level of government, which has oversight responsibility and control over all activities related to public school education within the District. The District receives funding from local, state and federal government sources and must comply with all the requirements of these funding source entities. However, the District is not included in any other governmental "reporting entity" as defined in generally accepted accounting principles. The public elects board members who have decision-making authority, the power to designate management, the ability to significantly influence operations and primary accountability for fiscal matters.

The Texas Education Agency and Southern Association of Colleges and Schools provide the District's K-12 education accreditation. Enrollment in the District's 5 high, 6 middle, and 24 elementary, and alternative or special program centers was 25,611 for the 2019-2020 fiscal year.

The District encompasses 53.42 square miles in northwest Dallas County with a smaller portion in southeast Denton County. The District provides instructional services to children who live in portions of Carrollton, Farmers Branch, Addison, Coppell, Dallas, and Irving. Demographic information for the largest of these cities is included below. The source of the information includes various U.S. Census Bureau data gathered by Claritas.

Carrollton-Farmers Branch ISD – Demographics:

Population - 195,980; Male 49.2%, Female 50.8%

Population by Ethnicity:

- ❖ Hispanic/Latino 34.0%
- ❖ Not Hispanic/Latino 66.0%

Population by Race by Hispanic/Latino:

- ❖ White Alone 55.9%
- ❖ Black or African American Alone 1.1%
- ❖ American Indian and Alaska Native Alone 0.9%
- ❖ Asian Alone 0.2%
- ❖ Native Hawaiian & Other Pacific Islander Alone 0.0%
- ❖ Some Other Race Alone 37.4%
- ❖ Two or More Races 4.5%

Population by Race not Hispanic/Latino:

- ❖ White Alone 46.0%
- ❖ Black or African American Alone 20.4%
- ❖ American Indian and Alaska Native Alone 0.4%
- ❖ Asian Alone 29.4%
- ❖ Native Hawaiian & Other Pacific Islander Alone 0.1%
- ❖ Some Other Race Alone 0.3%
- ❖ Two or More Races 3.4%

Median age - 35.6

- Persons under 5 years old 6.4%
- Persons 18 and over 76.8%
- Persons 65 and over 10.5%

Economic Characteristics:

- Average household income \$98,764
- Median household income \$73,530
- Per capita income \$34,096

Housing Characteristics:

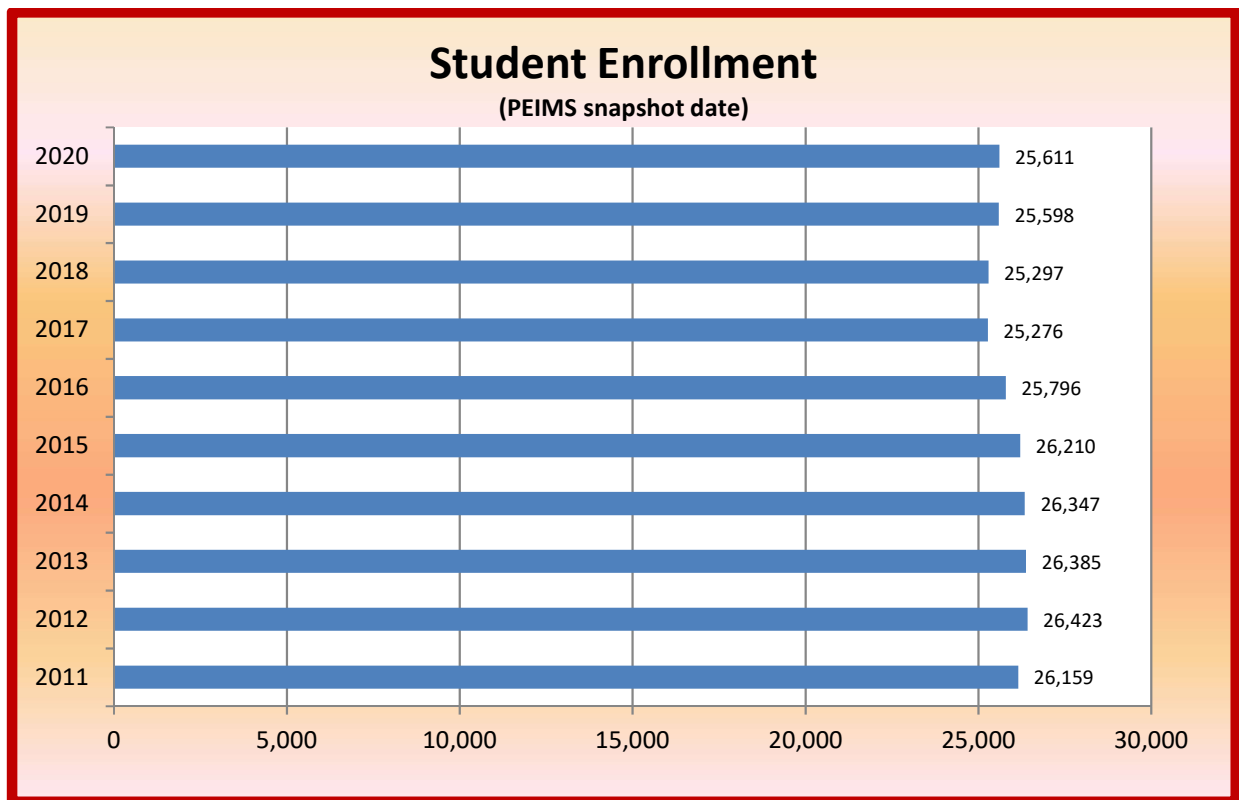
- ✓ Owner-occupied housing units 59.6%
- ✓ Renter-occupied housing units 40.4%
- ✓ Vacant housing units 3.1%

Area - 36.6 square miles

Source: Claritas Pop-Facts, 2020

The District offers a comprehensive instructional program from pre-kindergarten through grade 12. The Texas Education Agency accredits all schools in the District. Along with the regular curriculum, the District offers programs for gifted and talented students, advanced placement courses, career and technology education, services for children with disabilities from birth through 22 years of age, and bilingual education programs. The District has one of the leading technology programs in the state. All campuses are connected to a wide-area network and have direct Internet access. The broad range of elective courses and extracurricular activities includes athletics, fine arts, internship work experience, and special-interest activities. Other programs include drug awareness, research skills, environmental topics, advanced technology, and after-school enrichment. During the summer, students participate in a variety of summer recreation programs and summer school academic and enrichment courses. A large community education program provides academic and enrichment opportunities for adults and youngsters.

The District has an extensive Internet website with individual home pages for all departments and campuses. At www.cfbisd.edu, families can locate a wealth of information including a school locator package that identifies the schools which serve residential addresses.



FINANCIAL POLICIES

Internal Controls The management of the District is responsible for establishing and maintaining an internal control structure designed to ensure that the assets of the District are protected from loss, theft, and to ensure that adequate accounting data is compiled to allow for the preparation of financial statements in conformity with generally accepted accounting principles. The internal control structure is designed to provide reasonable, but not absolute, assurance that these objectives are met. The concept of reasonable assurance recognizes that: (1) the cost of a control should not exceed the benefits likely to be derived from its implementation; and (2) the valuation of cost and benefits requires estimates and judgments by management. Management believes the District's internal controls provide reasonable assurance errors or irregularities that could be material to the financial statements would be detected within a timely period by employees in the normal course of performing their assigned functions.

Budgetary Controls In addition, the District maintains budgetary controls. The objective of these budgetary controls is to ensure compliance with legal provisions embodied in the annual budget approved by the Board of Trustees. Activities in the General Fund, Food Service Special Revenue Fund and Debt Service Fund are included in the District's formally adopted budget. Budgets for Special Revenue Fund (other than Food Service Fund) and Capital Projects Fund are prepared on a project basis, based on grant regulations or applicable bond ordinances. Budgetary control (the level at which expenditures cannot legally exceed the appropriated amount) is maintained at the fund-function level as required by the Texas Education Agency. The Board of Trustees has delegated authority for functional changes to the Accounting Department. Budget transfers from one functional category to another functional category are reviewed and approved/disapproved by Accounting Department personnel. However, budget changes that would increase/decrease the overall fund are taken to the Board of Trustees for their approval before any action regarding the proposed change is made.

The District's interactive, on-line budgetary accounting and control system provides many useful reports to assist District personnel in administering, monitoring and controlling the implementation of the budget. The system provides many checks on account balances to ensure that funds are not over-expended at the budgetary control account level. If sufficient funds are not available at the budgetary control account level, purchase orders and checks requisitions cannot be generated.

INDEPENDENT AUDIT

The Texas Education Code requires an annual audit of all public schools. This audit must be on an organization-wide basis and include all fund types and account groups that are the accounting responsibility of the District. The audit is performed by an independent certified public accountant firm selected by the District's Board of Trustees. The auditor's report has been included in this report.

ORGANIZATION OF THE DISTRICT

The Board of Trustees of the Carrollton-Farmers Branch ISD (the Board) is a seven-member body. The Board serves as the taxing authority, contracting body, policy maker, and ensures that all other general compliance laws and rules applicable to the District are followed in the expenditure of the District's funds, and approves the annual budget resolution and tax rate adoption.

MAJOR INITIATIVES

Capital Projects Since 1990, in five separate elections, the voters of the Carrollton-Farmers Branch Independent School District have authorized over \$950 million in general obligation bonds. The most recent election in 2018 was for \$350.935 million alone and passed by more than 65 percent of the votes. The District has issued \$109.220 million of the outstanding bonds from the 2018 bond election. The scheduled projects include improvements and upgrades to all campuses as well as renovations to two middle schools.

Our citizens have always put the education of children first because there is a realization that children are the leaders of tomorrow. With the exploding usage of technology and the need to update aging facilities, all previous bond referendums in the District have been approved by the citizens who reside within the District boundaries.

MAJOR INITIATIVES – continued

In addition to renovations, repairs and new construction, there are technology projects ongoing within the District. The technology initiatives include improvements to the network infrastructure, computer hardware and software. The District maintains a fiber optic network to provide connectivity for over 28,000 computers. The focus is on integrating wireless, mobile handheld devices into the classroom to enable students and staff flexible, wireless access to online instructional applications.

Educational Services The Educational Services division of CFBISD has organized several significant documents and research studies into a framework that guides our work. The foundation of this framework is our district vision statement, value statements, and the Standards Based Instructional System.

The motto of the Carrollton-Farmers Branch Independent School District is *High Expectations for ALL*.

The mission of CFBISD, a diverse community of global learners, is to empower scholars to acquire life-long knowledge, skills, and values that prepare them to compete in the world marketplace while contributing to their community.

The vision of the Carrollton-Farmers Branch ISD is that CFBISD will be an exceptional learning community where all graduates impact and excel in a complex, interconnected, and ever-changing world.

To achieve this vision, CFBISD believes in the following value statements:

1. Excellence in ALL learning opportunities
2. Respecting difference by embracing diversity
3. A growth mindset for students, faculty, and staff
4. Ongoing partnerships with the community
5. Support & love of the whole student

In CFBISD, we value the Principles of Teaching, Learning, and Curriculum and the Principles of Best Practice.

The principles of teaching include the following:

The teacher matters;
Focused teaching promotes accelerated learning;
Clear expectations and continuous feedback activate learning;
Good teaching builds on students' strengths and respects individuals' differences;
Good teaching involves modeling what students should learn.

The principles of learning include the following:

Effort produces achievement;
Learning is about making connections;
We learn with and through others;
Learning takes time;
Motivation matters.

The principles of curriculum include the following:

The curriculum should focus on powerful knowledge;
All students should experience a "Thinking Curriculum";
The best results come from having an aligned instructional system.

Best practice principles remind us to keep our work student-centered while addressing students' cognitive and social domains.

Planning structures help focus our work. These are: Understanding by Design, Professional Learning Communities and the Driven by Data Protocol. Classroom strategies that support the successful implementation of the curriculum are Marzano's Nine, Content Literacy, AVID, and GLAD strategies for English Language Learners.

Information Useful in Assessing the District's Economic Condition

ECONOMIC CONDITIONS AND OUTLOOK

Carrollton-Farmers Branch Independent School District is located in north central Texas on the northern edge of Dallas. The District overlaps a small area of the City of Dallas, and includes most of the City of Carrollton and about 70 percent of the City of Farmers Branch as well as portions of the Cities of Irving, Addison, and Coppell. The average age of school buildings in the District is 32 years.

The local economy remains strong in the Dallas-Fort Worth area. The diversity of the businesses located here and the range of housing available combined with the transportation grid and proximity to Dallas-Fort Worth and Alliance airports provide a degree of protection from the economic cycles that is not available to most school districts.

The Dallas-Fort Worth area is an important center of trade, finance and other major services. It is also a critical point in the national transportation complex. The District itself is a primary warehousing and distribution center. Due in part to the transportation infrastructure, cost of doing business, and workplace, the Metroplex draws many new corporations and individuals to the area each year. Major businesses have located their corporate headquarters here.

The district's largest taxpayer is only 0.98% of the taxable value of the district. This lack of dependence on a single employer or business segment means that the loss of even a large business will not have a significant negative impact on the education of children, or imperil the future payment of obligations.

The location of the District along Interstate 35, Interstate 635, Bush Tollway and the Dallas North Tollway together with its proximity to the Dallas-Fort Worth International Airport (approximately eight miles from the District), has provided a major impetus for growth in the northwest quadrant of Dallas County and the school district. The upgrading of the road system within the metroplex continues to be a plus for the District. A combination of interstate highways, state highways, a light rail system and toll roads ensures that residents can easily commute to jobs anywhere in the metroplex and serves as a magnet for the location of new businesses coming into the area. The Dallas Area Rapid Transit (DART) light rail system has major stops in the District. The Cities of Carrollton and Farmers Branch have initiated plans in these transit areas for high-density housing, retail, restaurants and offices in a quality urban environment. These projects are underway in various areas of the cities. A major highway widening project was completed for Interstate 35, which will further encourage growth and development.

The Valwood Improvement Authority was created in 1974 as the Farmers Branch-Carrollton Flood Control District, thus extending the development of industrial land along the Trinity River flood plain as the largest planned industrial/business park in Dallas County. Wholly contained within the Cities of Carrollton and Farmers Branch, the Authority has major freeway access, rail and motor line services.

Valley Ranch, a mixed-use development of 2,400 acres, is located south of Beltline Road and north of the LBJ Freeway. Approximately 1,800 acres of the development are located within the District and approximately 1,200 of those acres are devoted to residential property.

Las Colinas, a mixed-use development of some 12,000 acres, lies immediately east of the Dallas-Fort Worth International Airport. This master-planned community contains quality residential areas, business parks, shopping centers, green-belt areas, several country clubs, an equestrian center, office parks, luxury hotels, a complete recording and sound studio for motion picture production, hospital facilities, and a community college. Some 4,300 acres of Las Colinas lie within the District. While construction has been sporadic, there has been significant new activity in both commercial and residential projects.

La Villita, a unique community in Las Colinas, is an upscale 200-acre development containing multi-family, small office buildings, single-family and town home development. The District opened an elementary school in La Villita in 2008 and has secured a site for a middle school. The District will build a multi-purpose facility in the La Villita area that will house the network operating center along with other facility capabilities. La Villita's site is rich in water features, particularly the 30-acre Lake Royal and its two canals. Small parks and plazas are scattered

ECONOMIC CONDITIONS AND OUTLOOK – continued

throughout the community, giving residents places to gather. There is also a system of hiking and biking trails, both paved and natural-surface along the Elm Fork of the Trinity River. While enrollment is stagnant or declining in most areas of the District, Las Colinas and specifically the La Villita community continues to grow.

A major redevelopment project was initiated in Addison in 2007 where 2,400 older apartments were torn down and replaced with a complete new urban environment. This development includes a 12 acre waterfront park with open spaces, an amphitheater, a neighborhood park, 500,000 sq. ft. of office space, 6,000 housing units and retail businesses. Additional redevelopment projects are also underway on a smaller scale in both the cities of Carrollton and Farmers Branch.

Construction has commenced in the last remaining large area of undeveloped land known as Mercer Crossing in the city of Farmers Branch. Mercer Crossing is a mixed-use development that will include two main areas: urban commerce and residential. These areas plan to have 656 single-family and 1,750 multi-family units as well as an amenity center, amphitheater, senior living, hotel, and commercial buildings. The Mercer Crossing residential area will consist of six separate neighborhoods. Construction is expected to continue over the coming years. Several other multi-family projects have been completed along with one commercial project.

Long-term Financial Planning The District has maintained its fund balance to ensure that the needed resources are available to provide for current operations and unexpected situations. Trends identified in budgeting for subsequent fiscal years include:

- If the future follows recent trends, our taxable values will increase. We are projecting a steady increase since the District had a taxable value increase in the 2012-13 through 2019-20 budget years.
- Federal revenue sources are not expected to increase over current levels.
- In an election held on November 8, 2016, voters residing in the District passed a Tax Ratification election which increased the District's maintenance and operations tax rate from \$1.04 per \$100 of taxable property to \$1.17 per \$100 of taxable value. Based on past history, collection percentages will remain 99% or more.
- The passage of HB 3 in June of 2019 significantly changed school finance for Texas school districts. The legislation focused on increasing teacher pay, reducing property taxes, and school finance reform. The bill: compresses the General Fund tax rate from \$1.17 to \$1.06835, increases the basic allotment from \$5,140 to \$6,160, switches the state funding calculation from using prior year property values to current year property values, and allows only a 2.5% growth in property tax revenue.

HIGHER EDUCATION

Several major universities and colleges are located within a 40-mile radius of the District. Among these universities are:

<u>Institution</u>	<u>Location</u>
Austin College	Sherman, Texas
Collin County Community College District (2 campuses)	Collin County, Texas
Dallas Baptist University	Dallas, Texas
Dallas County Community College District (8 campuses)	Dallas County, Texas
Texas A&M at Commerce	Commerce, Texas
Southern Methodist University	Dallas, Texas
Texas Christian University	Fort Worth, Texas
Texas Wesleyan College	Fort Worth, Texas
Texas Woman's University	Denton, Texas
University of North Texas	Denton, Texas
University of Texas at Arlington	Arlington, Texas
University of Texas at Dallas	Richardson, Texas

Awards and Acknowledgements

SERVICE EFFORTS AND ACCOMPLISHMENTS

Accountability Ratings

The 85th Texas Legislature passed House Bill (HB) 22, establishing three domains for measuring the academic performance of districts and campuses: Student Achievement, School Progress, and Closing the Gaps. Seventy percent of the accountability rating is based on either Student Achievement or School Progress, whichever is the higher grade. Student Achievement (Domain 1) includes STAAR tests; college, career, military readiness; and graduation rates. School Progress (Domain 2) includes how much improvement students made from one year to the next on STAAR tests, or how well they did in relation to comparable campuses, whichever is greater. The remaining 30 percent is based on performance in the Closing the Gaps area (Domain 3) which looks at how well schools do educating children in up to 14 different student groups.

Given the impact of COVID-19, all districts and schools received a label of Not Rated: Declared State of Disaster for their 2020 accountability ratings. Labels and data shown below reflect prior year accountability outcomes::

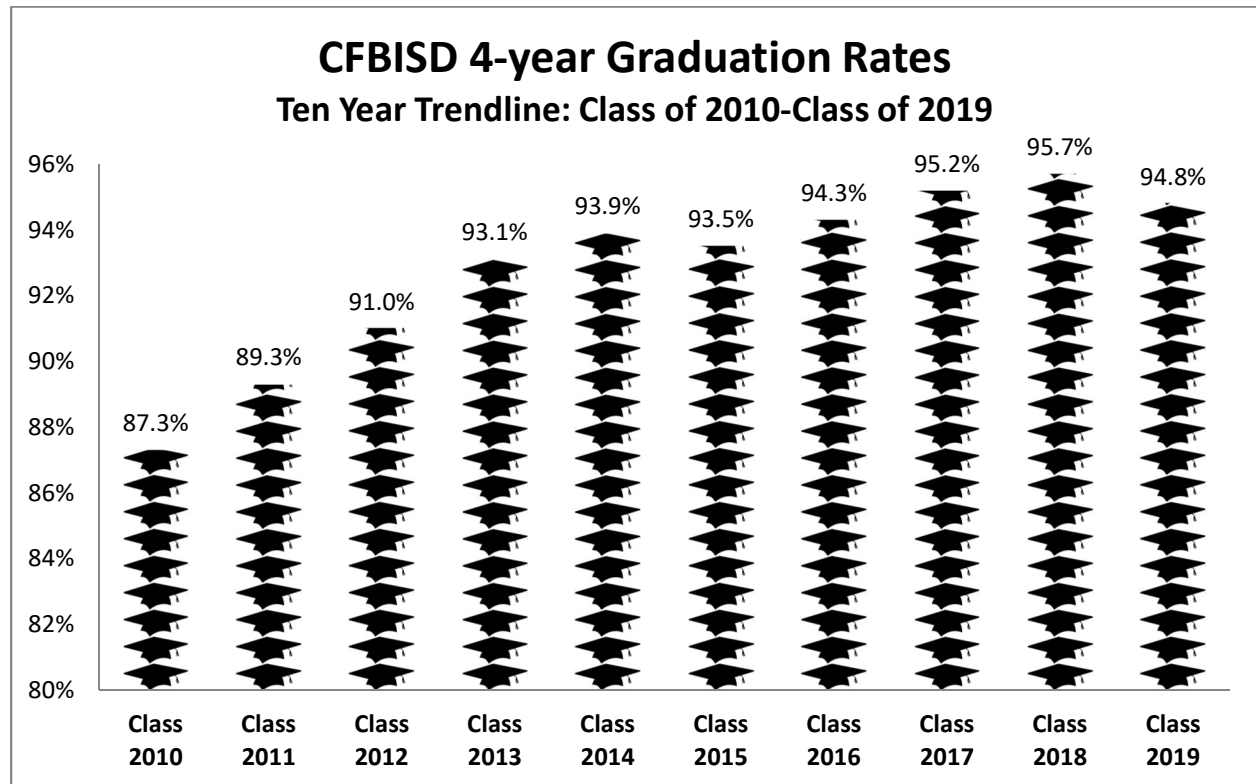
- Accreditation Status: Accredited
- 2019 Financial Integrity Rating System of Texas (FIRST) Rating: 100 (A)
- 2019 State Accountability Rating: 89 (B)

Associate's Degree:

Through Early College High School, 66 students earned an Associate's Degree in the Class of 2020 representing 77% of their graduating class.

4-Year Graduation Rate:

CFBISD graduation rate exceeds the State of Texas (90%) with a rate of 94.8% for class of 2019.



College Readiness Indicators

Designed to measure Evidence-based Reading and Writing (EBRW) and Mathematics aptitude, SAT is administered by the College Board. SAT scores range from 200-800.

2019-20 SAT Results	Mean SAT Scores			
Seniors (Class of 2020)	#Tested	EBRW	Math	Total
National	2,198,460	538	523	1,051
State	252,970	510	500	1,010
District	1,430	462	467	928
Creekview High School	406	497	505	1,002
Early College	85	543	560	1,103
Grimes Education Center	3	*	*	*
Ranchview High School	224	492	488	980
Smith High School	460	464	451	915
Turner High School	447	468	459	927

**scores masked for confidentiality (under 10 participants)*
<https://research.collegeboard.org/programs/psat/data>

The PSAT 8/9 and PSAT/NMSQT measures knowledge and skills that research shows are most essential for college and career readiness and success. The score range for Evidence-based Reading and Writing (EBRW) and Mathematics is 160-760. For students in their junior year of high school, the PSAT is also the National Merit Scholarship Qualifying Test. The National Merit Semifinalists and National Merit Commended Recipients are selected from the highest scores on the PSAT.

2019-20 PSAT/NMSQT	Average PSAT Scores			
Juniors (Class of 2021)	# Tested	EBRW	Math	Total Score
National	3,881,990	485	474	959
State	543,590	468	462	930
District	1,430	462	467	928
Creekview High School	382	479	488	966
Early College	90	527	536	1,063
Grimes Education Center	6	*	*	*
Ranchview High School	203	460	457	917
Smith High School	343	432	439	871
Turner High School	406	459	460	919

**scores masked for confidentiality (under 10 participants)*
<https://research.collegeboard.org/programs/psat/data>

Advanced Placement (AP) is an accelerated level of instruction. AP courses provide college level coursework in a high school setting and are open to all CFB students at each high school. Enrolling in an AP class provides a powerful opportunity for students to acquire the knowledge, sophisticated concepts, and skills needed for college success. AP scores range from 1-5.

2019-20 AP Exam Results	# AP Exams Takers	# AP Total Exams Taken	# Exams with Scores of 3, 4, 5	% Exams with Scores of 3, 4, 5
National	2,642,630	4,751,957	3,057,148	64%
State	291,838	531,744	288,475	54%
District	1,450	2,218	1,179	53%
Blalack Middle School	25	25	22	88%
Bush Middle School	1	1	*	*
Field Middle School	35	35	33	94%
Long Middle School	1	1	*	*
Perry Middle School	24	24	21	88%
Polk Middle School	16	16	13	81%
Creekview Middle School	529	823	420	51%
Early College High School	22	23	7	30%
Ranchview High School	53	62	38	61%
Smith High School	342	534	251	47%
Turner High School	402	674	372	55%

**scores masked for confidentiality (under 10 participants)*


<https://research.collegeboard.org/programs/ap/data/participation/ap-2020>

OTHER INFORMATION


- The District has been awarded the Certificate of Excellence in Financial Reporting by the Association of School Business Officials (ASBO) for forty-two consecutive years. This award is for school districts whose comprehensive annual financial reports substantially conform to the recommended principles and standards of financial reporting adopted by that organization. We believe that our current report continues to conform to the Certificate of Excellence Program requirements, and we will again submit it to ASBO for review.
- The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to the District for its comprehensive annual financial report for the year ended August 31, 2019. The District has achieved this prestigious award forty-one consecutive years. In order to be awarded a Certificate of Achievement, a government must publish an easily readable and efficiently organized comprehensive annual financial report. This report must satisfy generally accepted accounting principles and applicable legal requirements.
- A Certificate of Achievement is valid for a period of one year only. We believe that our current comprehensive annual financial report continues to meet the Certificate of Achievement Program's requirements, and we will submit it to the GFOA to determine its eligibility for another certificate.
- In 1999, the 76th Texas Legislature approved legislation requiring the commissioner of education in consultation with the comptroller of public accounts to develop a rating system for school district financial accountability. The 77th Texas Legislature in 2001 subsequently adopted rules for the implementation and administration of the financial accountability rating system known as School FIRST, Financial Integrity Rating System of Texas. The financial accountability rating system benefits the public by having in place a system to ensure that school districts will be held accountable for the quality of their financial management practices and achieve improved performance in the management of their financial management practices and achieve improved performance in the management of their financial resources. The Carrollton-Farmers Branch Independent School District has received a Superior Achievement rating since the implementation of the rating system in the 2002-03 fiscal year.
- The Carrollton-Farmers Branch ISD was named one of the Best Communities for Music Education through a nationwide survey sponsored by the National Association of Music Merchants (NAMM) Foundation, its American Music Conference (AMC) division and a partnership of leading national associations working to promote the benefits of active participation in music and music education. It is the 12th time that CFBISD made the list.

ACKNOWLEDGMENTS

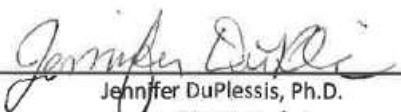
The preparation of this report on a timely basis could not be accomplished without the efficient and dedicated services of the entire staff of the business office and tax office. Special thanks to Karla Stastny, Director of Finance; Nikki Pendlay, CPA-Director of Financial Reporting; Dr Jennifer DuPlessis, Executive Director of Finance and Steve Bassett, CPA-Chief Financial Officer; for their assistance in the preparation of this document. In addition, thanks to the Board of Trustees for their continued commitment to the students and staff of the District and for their excellent leadership.



John E. Chapman III, Ed.D.
Superintendent of Schools



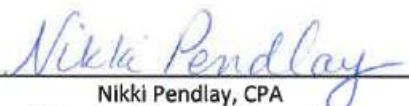
Steve Bassett, CPA
Chief Financial Officer



Jennifer DuPlessis, Ph.D.
Executive Director of Finance



Karla Stastny,
Director of Finance



Nikki Pendlay, CPA
Director of Financial Reporting

**Carrollton-Farmers Branch
Independent School District**

Principal Officials

Board of Trustees

Board Member	Current Term Began	Current Term Expires	Position	Occupation
Nancy S. Cline	2017	2020	President	Civil Engineer
Guillermo William Ramos	2019	2022	Vice President	Attorney
Tara Hrbacek	2019	2022	Secretary	Manager of Financial Operations
Candace Valenzuela	2017	2020	Assistant Secretary	College Application Consultant
Sally Derrick	2018	2021	Member	Registered Nurse
John Mathews	2018	2021	Member	Retired Educator
Randy Schackmann	2019	2022	Member	Consultant – Non-Profit Organizations



Government Finance Officers Association

Certificate of
Achievement
for Excellence
in Financial
Reporting

Presented to

**Carrollton-Farmers Branch
Independent School District
Texas**

For its Comprehensive Annual
Financial Report
For the Fiscal Year Ended

August 31, 2019

Christopher P. Morill

Executive Director/CEO



**The Certificate of Excellence in Financial Reporting
is presented to**

**Carrollton-Farmers Branch Independent
School District**

**for its Comprehensive Annual Financial Report (CAFR)
for the Fiscal Year Ended August 31, 2019.**

The CAFR meets the criteria established for
ASBO International's Certificate of Excellence.



A handwritten signature in black ink, reading 'Claire Hertz'.

Claire Hertz, SFO
President

A handwritten signature in black ink, reading 'David J. Lewis'.

David J. Lewis
Executive Director

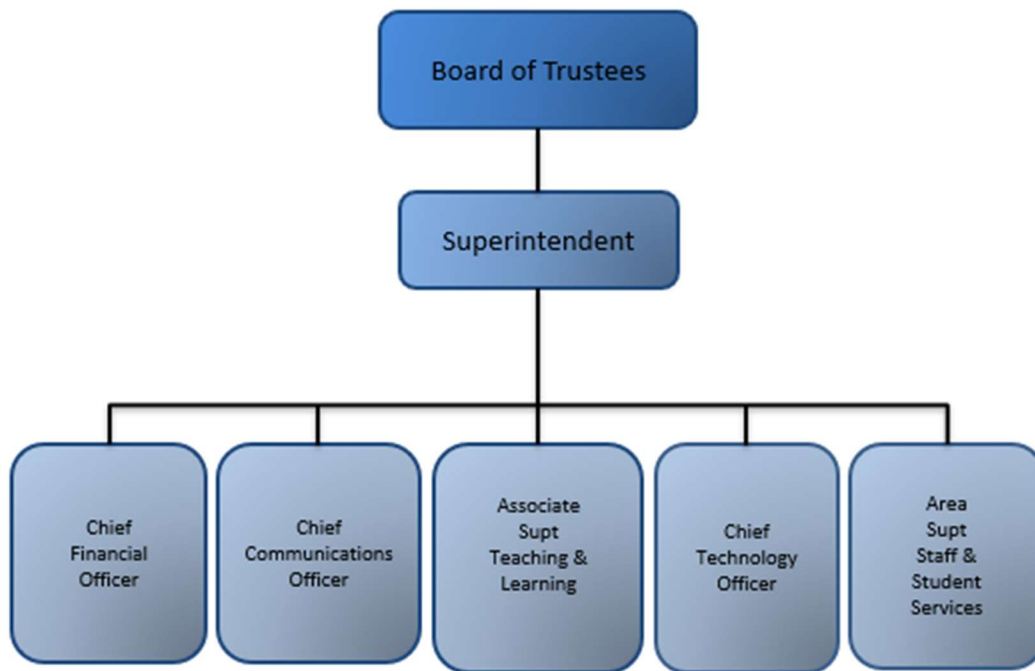
Appointed Officials

Name	Position	Years of Service
John E. Chapman III, Ed.D.	Superintendent of Schools * Total School district experience 22 years	2 years *
Steve Bassett, CPA	Chief Financial Officer * Total School district experience 17 years	1 year *
Dana West, Ed.D.	Associate Superintendent for Teaching & Learning * Total School district experience 30 years	1 year *

Officials Issuing Report

Name	Position	Years of Service
Steve Bassett, CPA	Chief Financial Officer * Total School district experience 17 years	1 year *
Jennifer DuPlessis, Ph.D.	Executive Director of Finance * Total School district experience 10 years	1 year *
Nikki Pendlay, CPA	Director of Financial Reporting * Total School district experience 5 years	5 years *
Karla Stastny	Director of Finance * Total School district experience 18 years	3 years *

Carrollton-Farmers Branch ISD
Organizational Chart
2019-20



**Carrollton-Farmers Branch
Independent School District**

Consultants and Advisors

Architects

Corgan Associates
401 North Houston Street
Dallas, Texas 75202

Huckabee and Associates
1755 Wittington Place, Suite 100
Farmers Branch, Texas 75234

Engineers

Estes McClure and Associates
3608 West Way
Tyler, Texas 75703

Bond Counsel

Norton Rose Fulbright US, LLP
2200 Ross Avenue, Suite 2800
Dallas, Texas 75201

Financial Advisor

Hilltop Securities, Inc
777 Main Street, Suite 1200.
Fort Worth, Texas 76102

General Counsel

Walsh Gallegos Trevino Russo
& Kyle P.C.
105 Decker Court, Suite 600
Irving, Texas 75062

Depository Bank

Wells Fargo Bank, N.A.
1445 Ross Avenue
Dallas, Texas 75202

Fiscal Agents

The Bank of New York Mellon
2001 Bryan Street 10th Floor
Dallas, Texas 75201

Auditors

Hankins, Eastup, Deaton, Tonn & Seay,
P.C.
902 North Locust
Denton, Texas 76202



FINANCIAL SECTION



Members:
AMERICAN INSTITUTE OF
CERTIFIED PUBLIC
ACCOUNTANTS
TEXAS SOCIETY OF CERTIFIED
PUBLIC ACCOUNTANTS

**HANKINS, EASTUP, DEATON,
TONN & SEAY**
A PROFESSIONAL CORPORATION

CERTIFIED PUBLIC ACCOUNTANTS

902 NORTH LOCUST
P.O. BOX 977
DENTON, TX 76202-0977

TEL. (940) 387-8563
FAX (940) 383-4746

Independent Auditors' Report

To the Board of Trustees
Carrollton-Farmers Branch Independent School District
Carrollton, Texas

We have audited the accompanying financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of Carrollton-Farmers Branch Independent School District (the District), as of and for the year ended August 31, 2020, and the related notes to the financial statements, which collectively comprise the District's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles generally accepted in the United States of America. This includes the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to express opinions on these financial statements based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the District's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

Opinions

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the District as of August 31, 2020, and the respective changes in financial position and, where applicable, cash flows thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that management's discussion and analysis on pages 5 through 16 and budgetary comparison information on pages 69 and 76, pension information on pages 70 through 73 and 77 and other post-employment benefit information on pages 74, 75 and 77, be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of the financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Other Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the District's basic financial statements. The introductory section, other supplementary information, required Texas Education Agency schedules, and statistical section are presented for purposes of additional analysis and are not a required part of the basic financial statements. The schedule of expenditures of federal awards is presented for purposes of additional analysis as required by the Uniform Guidance, and is also not a required part of the basic financial statements.

The other supplementary information, required Texas Education Agency schedules, and the schedule of expenditures of federal awards are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the other supplementary information, required Texas Education Agency schedules, and the schedule of expenditures of federal awards are fairly stated in all material respects in relation to the basic financial statements as a whole.

The introductory section and statistical section have not been subjected to the auditing procedures applied in the audit of the basic financial statements and, accordingly, we do not express an opinion or provide any assurance on them.

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated December 23, 2020 on our consideration of the District's internal control over financial reporting and on our test of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the District's internal control over financial reporting and compliance.

Hankins, Eastup, Deaton, Tonn & Seay, PC

Hankins, Eastup, Deaton, Tonn & Seay, PC
Denton, Texas

December 23, 2020

MANAGEMENT’S DISCUSSION AND ANALYSIS

This section of Carrollton-Farmers Branch Independent School District’s annual financial report presents our discussion and analysis of the District’s financial performance during the fiscal year ended August 31, 2020. Please read it in conjunction with the District’s transmittal letter at the front of this report and the financial statements, which follow this section beginning on page 17.

FINANCIAL HIGHLIGHTS

- The District’s total combined assets and deferred outflows of resources as presented on the government-wide Statement of Net Position exceeded liabilities and deferred inflows of resources by \$359.6 million. The net position of the District increased by \$35.8 million during the year ended August 31, 2020.
- The District’s governmental funds financial statements reported combined ending fund balances of \$266.6 million. Of this amount, \$0.9 million is non-spendable fund balance, \$45.5 million is committed fund balance, and \$64.5 million is unassigned fund balance in the General Fund. The remaining fund balance of \$155.7 million is comprised of \$0.6 million in non-spendable fund balance, \$143.4 million in restricted fund balance, \$1.0 million in committed fund balance, and \$10.7 million in assigned fund balance.
- Numerous construction projects were undertaken during the year beginning with completion of projects initiated last fiscal year, which included additions and renovations at McLaughlin/Strickland Elementary School, exterior renovation to Newman Smith High School, and new field turf at R.L. Turner and Newman Smith High School. Additional projects undertaken included exterior canopy and graphic projects, construction of a multipurpose facility, and additions and renovations at three elementary schools, one middle school, and security upgrades. These projects will be open into next fiscal year.
- The District implemented GASB 68 during 2014-15. A pension liability of \$88.8 million was recorded in the 2019-20 government-wide financial statements for its proportionate share of the TRS’s net position liability.
- The District implemented GASB 75 during 2017-18. An OPEB liability of \$99.9 million was recorded in the 2019-20 government-wide financial statements for its proportionate share of the TRS’s net OPEB liability.
- The general fund reported a fund balance this year of \$110.9 million, which is an increase of \$2.3 million from the prior year adjusted fund balance of \$108.6 million.

OVERVIEW OF THE FINANCIAL STATEMENTS

This discussion and analysis are intended to serve as an introduction to the District’s basic financial statements. The District’s basic financial statements are comprised of three components: 1) government-wide financial statements, 2) fund financial statements and 3) notes to the financial statements. This report also contains supplementary information in addition to the basic financial statements themselves.

The basic financial statements include two kinds of statements that present different views of the District:

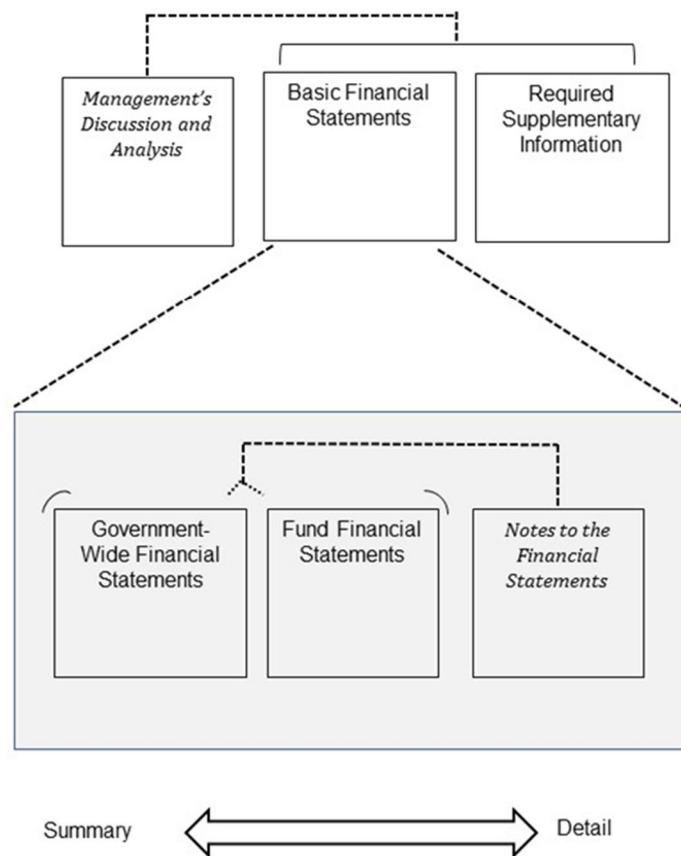
- The first two statements are *government-wide financial statements* that provide both *long-term* and *short-term* information about the District's overall financial status.
- The remaining statements are *fund financial statements* that focus on *individual parts* of the government, reporting the District's operations in *more detail* than the government-wide statements.
 - The *governmental funds* statements tell how *general government* services were financed in the short term as well as what remains for future spending.
 - *Proprietary fund* statements offer *short- and long-term* financial information about the activities the government operates *like businesses*, such as workers’ compensation self-insurance.

MANAGEMENT'S DISCUSSION AND ANALYSIS

- *Fiduciary fund* statements provide information about the financial relationships in which the District acts solely as a trustee or agent for the benefit of others, to whom the resources shown belong.

The financial statements also include notes that explain some of the information in the financial statements and provide more detailed data. The statements are followed by a section of *required supplementary information* that further explains and supports the information in the financial statements. The federal financial assistance (federal awards) section includes the schedule of expenditures of federal awards, the independent auditor's reports on internal control and compliance and other related reports and schedules. Figure A-1 shows how the required parts of this annual report are arranged and related to one another.

Figure A-1. Required Components of the District's Annual Financial Report



MANAGEMENT’S DISCUSSION AND ANALYSIS

Figure A-2 summarizes the major features of the District's financial statements, including the portion of the District government they cover and the types of information they contain. The remainder of this overview section of management's discussion and analysis explains the structure and contents of each of the statements.

Figure A-2. Major Features of the District's Government-wide and Fund Financial Statements

Type of Statement	Fund Statements			
	Government-Wide	Governmental Funds	Proprietary Funds	Fiduciary Funds
<i>Scope</i>	Entire Agency's government (except fiduciary funds) and the Agency's component units	The activities of the district that are not proprietary or fiduciary	Activities the district operates similar to private business: self insurance	Instances in which the district is the trustee or agent for someone else's resources
<i>Required financial statements</i>	*Statement of net position	*Balance sheet	* Statement of net position	* Statement of fiduciary assets and liabilities
	*Statement of activities	* Statement of revenues, expenditures & changes in fund balances	*Statement of revenues, expenses and changes in fund net position	
<i>Accounting basis and measurement focus</i>	Accrual accounting and economic resources focus	Modified accrual accounting and current financial resources focus	Accrual accounting and economic resources focus	Accrual accounting and economic resources focus
<i>Type of asset/liability information</i>	All assets, deferred outflows, liabilities and deferred inflows, both financial and capital, short-term and long-term	Only assets and deferred outflows expected to be used up and liabilities and deferred inflows that come due during this year or soon thereafter, no capital assets included	All assets, deferred outflows, liabilities and deferred inflows, both financial and capital, and short-term and long-term	All assets, deferred outflows, liabilities and deferred inflows, both short-term and long-term; the Agency's funds do not currently contain capital assets, although they can
	All revenues and expenses during year, regardless of when cash is received or paid	Revenues for which cash is received during or soon after the end of the year, expenditures when goods or services have been received and payment is due during the year or soon thereafter	All revenues and expenses during year, regardless of when cash is received or paid	

MANAGEMENT'S DISCUSSION AND ANALYSIS

Government-wide Statements

The government-wide statements report information about the District as a whole using accounting methods similar to those used by private-sector companies. The statement of net position includes all of the government's assets and deferred outflows of resources; and liabilities and deferred inflows of resources. All of the current year's revenues and expenses are accounted for in the statement of activities regardless of when cash is received or paid.

The two government-wide statements report the District's net position and how it has changed. Net position (the difference between the District's assets plus deferred outflows of resources minus liabilities minus deferred inflows of resources) is one-way to measure the District's financial health or position.

- Over time, increases or decreases in the District's net position is an indicator of whether its financial health is improving or deteriorating, respectively.
- To assess the overall health of the District, you need to consider additional non-financial factors such as changes in the District's tax base and state funding structure.

The government-wide financial statements of the District include the category: *Governmental activities*-Most of the District's basic services are included here, such as instruction, extracurricular activities, curriculum and staff development, health services, and general administration. Property taxes and grants finance most of these activities. Also included are business-type activities which include the District's after-school program.

Fund Financial Statements

The fund financial statements provide more detailed information about the District's most significant *funds*-not the District as a whole. Funds are accounting devices that the District uses to keep track of specific sources of funding and spending for particular purposes.

- Some funds are required by State law and by bond covenants.
- The Board of Trustees establishes other funds to control and manage money for particular purposes or to show that it is properly using certain taxes and grants.

The District has three kinds of funds:

- *Governmental funds* - Most of the District's basic services are included in governmental funds, which focus on (1) how *cash and other financial assets* that can readily be converted to cash flow in and out and (2) the balances left at year-end that are available for spending. Consequently, the governmental fund statements provide a detailed *short-term* view that helps you determine whether there are more or fewer financial resources that can be spent in the near future to finance the District's programs. Because this information does not encompass the additional long-term focus of the government-wide statements, we provide additional information (reconciliations) that explain the relationship (or differences) between them.
- *Proprietary funds* - Services for which the District charges customers a fee are generally reported in proprietary funds. Proprietary funds, like the government-wide statements, provide both long- and short-term financial information.
 - We use *internal service funds* to report activities that provide supplies and services for the District's other programs and activities-such as the District's Workers' Compensation Self-Insurance Fund.
 - We use *enterprise funds* to account for activities for which users are charged a fee for providing goods and services. The District's sole enterprise fund accounts for the After the Bell program which provides child care services.

MANAGEMENT'S DISCUSSION AND ANALYSIS

- *Fiduciary funds* -The District is the trustee, or *fiduciary*, for certain funds. It is also responsible for other assets that-because of a trust arrangement-can be used only for the trust beneficiaries. The District is responsible for ensuring that the assets reported in these funds are used for their intended purposes. All of the District's fiduciary activities are reported in a separate statement of fiduciary assets and liabilities. We exclude these activities from the District's government-wide financial statements because the District cannot use these assets to finance its operations.

FINANCIAL ANALYSIS OF THE DISTRICT AS A WHOLE

Net position. As noted earlier, net position may serve over time as a useful indicator of the District's financial position. The District's combined net position increased between fiscal years 2019 and 2020 – increasing by \$35.8 million or 11.0% to \$359.6 million at August 31, 2020 (see Table A-1).

Table A-1
The District's Net Position
(in millions of dollars)

	Governmental Activities		Business-Type Activities		Total	
	2020	2019	2020	2019	2020	2019
Current & Other Assets	\$ 364.5	\$ 359.7	\$ 7.6	\$ 8.4	\$ 372.1	\$ 368.1
Capital Assets	459.9	413.6	-	-	459.9	413.6
Total Assets	\$ 824.4	\$ 773.3	\$ 7.6	\$ 8.4	\$ 832.0	\$ 781.7
Deferred Charge for Refunding	\$ 2.7	\$ 3.1	\$ -	\$ -	\$ 2.7	\$ 3.1
Deferred Outflow TRS Pension	64.8	83.1	-	-	64.8	83.10
Deferred Outflow TRS OPEB	20.3	15.9	-	-	20.3	15.90
Deferred Outflow of Resources	\$ 87.8	\$ 102.1	\$ -	\$ -	\$ 87.8	\$ 102.1
Current Liabilities	\$ 63.7	\$ 31.8	\$ 0.2	\$ 0.2	\$ 63.9	\$ 32.0
Long Term Liabilities	414.3	458.4	-	-	414.3	458.4
Total Liabilities	\$ 478.0	\$ 490.2	\$ 0.2	\$ 0.2	\$ 478.2	\$ 490.4
Deferred Inflow Related to TRS	\$ 81.8	\$ 72.0	\$ -	\$ -	\$ 81.8	\$ 72.0
Deferred Inflow of Resources	\$ 81.8	\$ 72.0	\$ -	\$ -	\$ 81.8	\$ 72.0
Net Position						
Net Investment in Capital						
Assets	\$ 369.1	\$ 317.7	\$ -	\$ -	\$ 369.1	\$ 317.7
Restricted	52.6	75.0	-	-	52.6	75.0
Unrestricted	(69.5)	(79.5)	7.4	8.2	(62.1)	(71.3)
Total Net Position	\$ 352.2	\$ 313.2	\$ 7.4	\$ 8.2	\$ 359.6	\$ 321.4

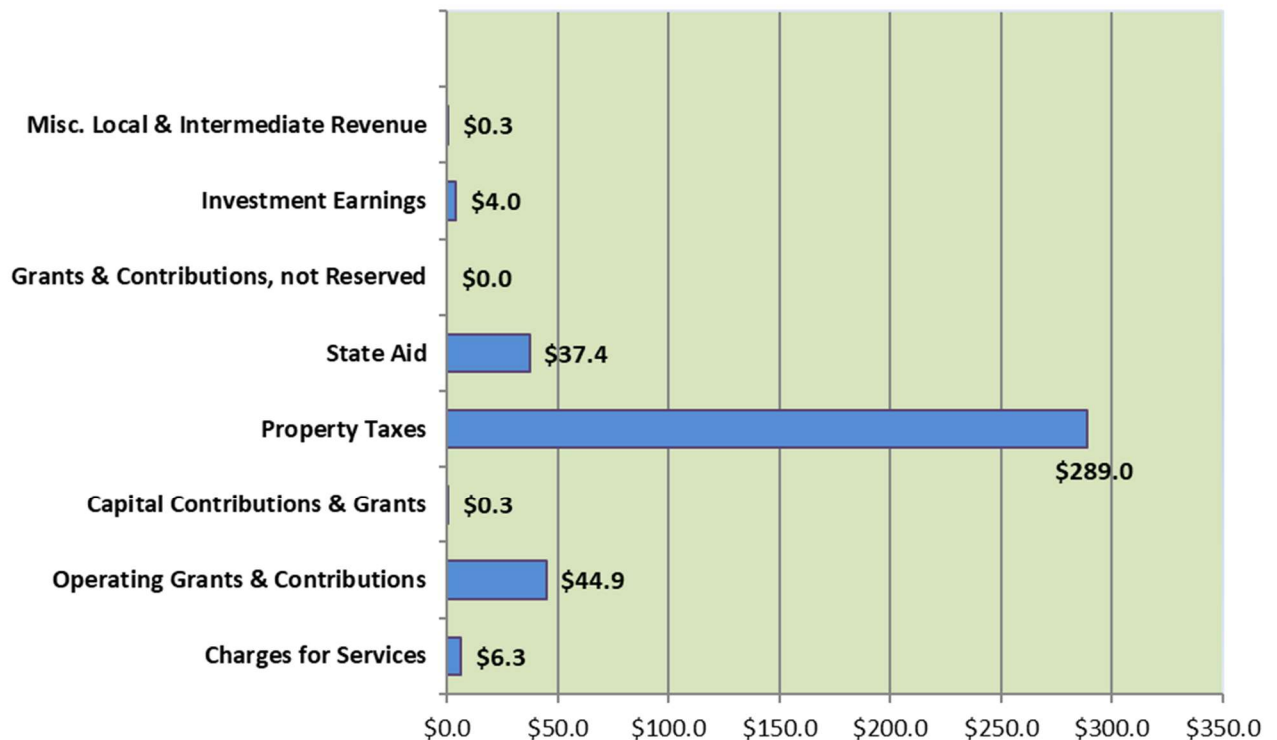
Portions of the net position are either restricted as to the purposes for which they can be used or they are net investment in capital assets. Unrestricted net position increased by \$9.2 million.

Changes in net position. The District's total revenues were \$382.2 million representing a decrease of \$17.3 million or -4.33%. State Aid – Formula Grants increased in 2020 by \$4.7 million or 14.37%. Operating Grants and Contributions increased 11.69% or \$4.7 million. Investment earnings were \$4.0 million representing a decrease of \$3.3 million or -45.21% due to the decrease in interest rates in the spring of 2020 caused by the virus shutdown. Capital contributions were down \$20.9M because the Irving Tax Increment Zone expired in 2019-20.

MANAGEMENT’S DISCUSSION AND ANALYSIS

The total cost of all programs and services was \$346.4 million, a decrease from the previous year of \$11.3 million or -3.16%. Payments to the tax increment fund decreased by \$31.0 million because the Irving TIF expired in 2019-20. Contracted Instructional Services between schools increased by \$3.1 million or 15.98%.

Figure A-3 District Sources of Revenue for Fiscal Year 2020 (in millions of dollars)



Governmental Activities

- The District’s tax rate consists of two separate components, a General Fund rate and a Debt Service rate. Taxes are calculated by dividing the assessed property value (less exemptions, if applicable) by 100 and multiplying the result by the tax rate. The Dallas Central Appraisal District and the Denton Central Appraisal District determine property values for the Carrollton-Farmers Branch ISD. The Debt Service rate is set to pay debt principal and interest for the fiscal year. The Debt Service rate remained the same for 2020 or \$.20 per \$100 assessed valuation. The Maintenance and Operation Tax rate decreased by \$0.11 from \$1.17 to \$1.06835 per \$100 assessed valuation. The 2019-20 property values increased 9.2% over 2018-19.

MANAGEMENT'S DISCUSSION AND ANALYSIS

Table A-2
Changes in the District's Net Position
(in millions of dollars)

	Governmental Activities		Business-Type Activities		Total	
	2020	2019	2020	2019	2020	2019
<u>Revenues</u>						
<u>Program Revenues</u>						
Charges for Services	\$ 3.5	\$ 5.3	\$ 2.8	\$ 4.9	\$ 6.3	\$ 10.2
Operating Grants & Contributions	44.9	40.2	-	-	44.9	40.2
Capital Contributions & Grants	0.3	21.2	-	-	0.3	21.2
<u>General Revenues</u>						
Property Taxes	289.0	287.5	-	-	289.0	287.5
State Aid - Formula Grants	37.4	32.7	-	-	37.4	32.7
Grants & Contributions Not Restricted	-	-	-	-	-	-
Investment Earnings	3.9	7.1	0.1	0.2	4.0	7.3
Miscellaneous Local & Intermediate Revenue	0.3	0.4	-	-	0.3	0.4
Dissolution of Dallas Co. Schools	-	-	-	-	-	-
Total Revenues	\$ 379.3	\$ 394.4	\$ 2.9	\$ 5.1	\$ 382.2	\$ 399.5
<u>Expenses</u>						
Instruction & Instructional Related	\$ 192.6	\$ 183.8	\$ -	\$ -	\$ 192.6	\$ 183.8
Instructional Leadership and School Leadership	23.0	22.3	-	-	23.0	22.3
Guidance, Social Work, Health & Transportation	25.1	23.2	-	-	25.1	23.2
Food Services	14.7	14.5	-	-	14.7	14.5
Extracurricular	6.5	7.3	-	-	6.5	7.3
General Administration	8.6	8.0	-	-	8.6	8.0
Plant Maintenance & Security	29.4	27.4	-	-	29.4	27.4
Data Processing Services	9.5	8.0	-	-	9.5	8.0
Community Services	0.5	0.4	-	-	0.5	0.4
Debt Services	8.1	5.6	-	-	8.1	5.6
Contracted Instructional Services Between Schools	22.5	19.4	-	-	22.5	19.4
Payments to Tax Increment Fund	1.2	32.2	-	-	1.2	32.2
Other Intergovernmental Charges	1.1	1.1	-	-	1.1	1.1
After the Bell Child Care	-	-	3.6	4.5	3.6	4.5
Total Expenses	\$ 342.8	\$ 353.2	\$ 3.6	\$ 4.5	\$ 346.4	\$ 357.7
Increase/(Decrease) in net position	\$ 36.5	\$ 41.2	\$ (0.7)	\$ 0.6	\$ 35.8	\$ 41.8
Beginning net position	313.2	274.0	8.1	7.5	321.3	281.5
Prior Period Adjustment	2.5	-	-	-	2.5	-
Special Items	-	(2.0)	-	-	-	(2.0)
Ending net position	\$ 352.2	\$ 313.2	\$ 7.4	\$ 8.1	\$ 359.6	\$ 321.3

MANAGEMENT'S DISCUSSION AND ANALYSIS

Table A-3 presents the cost of each of the District's largest functions as well as each function's *net cost* (total cost less fees generated by the activities and intergovernmental aid). The net cost reflects what state revenues as well as local tax dollars funded.

- The cost of all District activities this year was \$346.4 million, a decrease of \$11.3 million or -3.16% from the prior year. Even with this decrease, many functional categories did encounter increases due to the implementation of HB3 and the salary increases that were approved for the year. The District strives to reduce costs through continued evaluation of processes to gain efficiencies where possible.
- The amount that our taxpayers paid for these activities through property taxes was \$289.0 million.
- \$6.3 million were paid by those who directly benefited from the programs.
- Operating grants and contributions totaled \$44.9 million.

Table A-3
Net Cost of Selected District Functions
(in millions of dollars)

	<u>Total Cost of</u>			<u>Net Cost of</u>		
	<u>Services</u>		<u>% Change</u>	<u>Services</u>		<u>% Change</u>
	<u>2020</u>	<u>2019</u>		<u>2020</u>	<u>2019</u>	
11 Instruction	\$ 179.1	\$ 170.6	4.98%	\$ 153.1	\$ 146.9	4.22%
23 School Leadership	18.6	17.9	3.91%	17.6	17.0	3.53%
31 Guidance, Counseling, & Evaluation	13.3	12.4	7.26%	12.1	11.3	7.08%
35 Food Service	14.7	14.6	0.68%	3.8	2.0	90.00%
41 General Administration	8.6	8.0	7.50%	8.2	7.6	7.89%
51 Plant maintenance and Operations	26.8	25.2	6.35%	23.9	24.2	-1.24%
53 Data Processing Services	9.5	8.0	18.75%	9.4	7.8	20.51%

Financial Analysis of the District's Funds

Governmental Funds The District's accounting records for general governmental operations are maintained on a modified accrual basis as prescribed by the *Financial Accountability System Resource Guide*, Texas Education Agency, with the revenues being recorded when available and measurable to finance expenditures of the fiscal period. Expenditures are recorded when services or goods are received and the fund liabilities are incurred. The general governmental operations include the following major funds: General, Debt Service, and Capital Projects Fund.

- Revenues from general governmental functions totaled \$380.9 million, a decrease of \$14.0 million from the preceding year. Property taxes were the largest source of revenue received by the District. The District's total taxable values increased \$2.0 billion or 9.2% which resulted in an increase of property tax revenue of \$1.4 million or .47%. The Debt Service requirements for principal and interest increased from the prior year and the Debt Service tax rate remained the same at \$0.20 per \$100 valuation.
- Expenditures for general governmental operations totaled \$408.2 million during fiscal year 2020. The total decrease in expenditures was \$5.8 million. The largest increase in expenditures was \$33.9 million in the functional category of Facilities Acquisition and Construction. Numerous bond projects were started in 2020 involving major renovations to two elementary, middle and high schools. The functional category of Instruction increased by \$5.8 million. The increase in instruction was due to the large salary increase mandated by HB3. Data Processing Services increased by 37% or \$2.4M for more investments in technology

MANAGEMENT'S DISCUSSION AND ANALYSIS

due to the virus shutdown. The largest decrease was \$31.0 million as payments to the Tax Increment Fund in Irving were completed in 2019.

- TIF funds were also utilized during 2019-20 to fund numerous construction projects. A major TIF project continues in the construction of a Multipurpose Facility in Irving. Now completed, this facility houses the network operating center for the entire district as well as a banquet area and a full-size kitchen to be utilized for various district and school functions.
- The governmental funds reported a combined fund balance of \$266.6 million, a decrease of \$48.7 million. The combined fund balance was comprised of a fund balance increase in the General Fund of \$4.8 million and a fund balance increase in the Debt Service Fund of \$2.6 million. There were a number of factors that contributed to the increase in the General Fund fund balance including: increased property tax revenue due to property value growth with the District, and savings in utilities and transportation due to shift to remote instruction in the spring of 2020. Carrollton-Farmers Branch ISD continues to evaluate operations to be more efficient and to find cost savings without adversely affecting student performance. Reduction measures include energy savings programs and realignment of programs to reduce the need for additional personnel. The Capital Projects Fund balance decreased \$30.9 million due to the increased number of bond projects. Out of the combined fund balances, \$1.5 million constitutes non-spendable fund balance, \$45.5 million has been committed in the general fund for building construction and repairs, technology capital replacements, transportation upgrades, safety and security enhancements, campus activity funds, state revenue stabilization, and state spending requirements. The unassigned fund balance of \$64.5 million is available for the general operations of the District. The remainders of the fund balances are either restricted, committed, or assigned fund balances to indicate that it is not available for new spending because constraints have been placed on the funds due to bond projects, debt service and other obligations of the District.
- The budget is legally adopted at the fund and function level. Any budget changes that would increase/decrease the overall fund are taken to the Board of Trustee for approval before any action regarding the proposed change is made. During 2019-20 the following amendments were made, thus amending the originally adopted budget: year-end 2018-19 purchase orders were rolled into 2019-20, additional investments were made in HVAC, and the Technology Internal Service Fund was created with transfers from the General Fund, and a final amendment to better match revenues and expenditures. The overall expenditure budget was decreased by just over \$1M during the year.

General Fund Budgetary Highlights

- Over the course of the year, the District revised its budget several times. Actual expenditures were \$17.6 million below final budget amounts.
- Function 11, Instruction, was favorable in the amount of \$10.97 million. This variance can be attributed to unspent funds in campus supplies, travel, substitutes, and vacant positions not being filled in the spring of 2020 due to the shift to remote instruction.
- Function 51, Facilities Maintenance and Operations was favorable by \$1.9 million due to lower utility costs and supply expenses due to the shift to remote instruction.
- Revenues available were \$3.3 million over the final budget amount. State program revenues accounted for \$5.8 million of that increase due to higher than expected ADA (average daily attendance) for the year because of the ADA hold harmless caused by the shutdown and higher than expected revenue from the HB3 Formula Transition Grant. Local revenue was \$3.1M less than budget due to the rapid decrease in interest rates in March, and a slight drop-off of tax collections due to the economic impact of the virus shutdown.

MANAGEMENT'S DISCUSSION AND ANALYSIS

Capital Assets and Debt Administration

Capital Assets

- At August 31, 2020, the District had invested \$459.9 (net of depreciation) million in a broad range of capital assets, including land, buildings, equipment, and vehicles. (See Table A-4.) This amount represents a net increase (including additions and deductions) of \$46.3 million or 11.19% over last year. There were multiple ongoing projects during 2019-20 including additions and renovations at three elementary campuses, exterior campus improvements, turf projects at all 4 high schools, and construction of a new Multipurpose Facility Building. At year end, construction-in-progress consisted of a number of open projects, including renovations at three elementary, two middle, and two high schools. Also, 13 new buses were purchased to add to the bus fleet. More detailed information about the District's capital assets is presented in the Notes to the Financial Statements on page 49.

Table A-4
District's Capital Assets
Net of Accumulated Depreciation
(in millions of dollars)

	Governmental Activities		Total % Change
	<u>2020</u>	<u>2019</u>	
Land	\$ 60.9	\$ 60.9	0.00%
Buildings, building improvements & land improvements (net)	311.6	307.9	1.20%
Construction in progress	73.5	31.2	135.58%
Furniture and equipment (net)	13.9	13.6	2.21%
Totals at historical costs	<u>\$ 459.9</u>	<u>\$ 413.6</u>	11.19%

Debt Administration

At year-end, the District had \$198.8 million in bonds and notes outstanding due in more than one year. (See below Table A-5.) More detailed information about the District's debt is presented in the Notes to the Financial Statements, pages 50-52.

Table A-5
District's Long Term Debt
(in millions of dollars)

	Governmental		Total % Change
	<u>2020</u>	<u>2019</u>	
Bonds Payable	\$ 198.8	\$ 231.0	-13.94%
Net Pension Liability	88.7	93.3	-4.93%
Net OPEB Liability	99.9	103.7	-3.66%
Other Long Term Debt Payable	26.9	30.4	-11.51%
Sub-Total	<u>\$ 414.3</u>	<u>\$ 458.4</u>	-9.62%
Less Current Portion	(37.6)	(33.5)	12.24%
Total due in more than one year	<u>\$ 376.7</u>	<u>\$ 424.9</u>	-11.34%

MANAGEMENT’S DISCUSSION AND ANALYSIS

In the State of Texas, Non-Chapter 49 school district bond sales are guaranteed by the Permanent School Fund (PSF). Chapter 49 school districts must purchase bond insurance independently if the state’s permanent bond guarantee fund does not have the capacity to cover all issues. The two ratings that the district receives on bond sales are: one with the state permanent guarantee and one without (called underlying). The District’s underlying bond rating is shown on the graph below. Under the PSF, the ratings are Aaa for Moody’s Investors Service and AAA for Standard & Poor’s Corporation.

Bond Ratings-Underlying

The District's bonds presently carry
Aa1 rating from Moody's Investors Services
AA+ from Standard & Poor's Corporation

Economic Factors and Next Year’s Budgets and Rates

- Assessed values used for the 2021 budget preparation increased \$1.74 billion or 7.3% from 2020.
- General operating fund spending per student in the 2021 budget increases from \$10,382 to \$11,686 (excluding the Chapter 49 and Tax Increment Financing payments). This is a 12.0% increase.
- The District’s enrollment in 2020 was 25,611, an increase of 13 or 0.05% over 2019. The District is not anticipating significant student growth in 2021.
- The District’s attendance rate was 92.3% in 2020, down from 92.9% in 2019.

The 86th Texas Legislature gave us HB 3 which overhauled school finance. HB 3 can be broken down into 4 major policy areas: support teachers and rewards teacher excellence, focus on learning and improving student outcomes, increases funding and equity, and reduces and reforms property taxes and recapture. The legislation focused on increasing teacher pay, reducing property taxes and school finance reform. HB 3 increased the basic allotment from \$5,140 to \$6,160 in 2019-20 with no increase in the basic allotment for 2020-21. The bill compresses the General Fund tax rate from \$1.17 to \$1.06835 in 2019-20, and down further to \$1.0547 in 2020-21.

General Fund expenditures are budgeted to increase 5.99% to \$303.7 million over the original 2020 budgeted amounts of \$286.6 million. For 2020-21, the District implemented a compensation package that included 2% for all staff. The approved compensation package was budgeted to cost \$4.6M. Because of the impact of the virus on State revenue, most districts gave none, or modest salary increases for 2020-21. In addition to the 2% raise, the District also budgeted \$4.4M for a retention supplement for all employees. Staffing additions of \$3M were needed to be compliant with spending requirements mandated by HB3. The District continues to analyze all areas of operations to find savings without impacting student achievement.

General fund revenues are budgeted to increase \$15,166,703 or 5.13% over the 2019-20 beginning budgeted revenue and other sources. The increase is attributable to an increase in local collections due to property value growth, an increase in state revenue is due to growth in the Formula Transition Grant, and the expected growth of federal revenue.

If these estimates are realized, the District’s budgetary general fund balance is not projected to increase or decrease by the close of the 2021 fiscal year.

MANAGEMENT’S DISCUSSION AND ANALYSIS

Contacting the District’s Financial Management

This financial report is designed to provide our citizens, taxpayers, customers, and investors and creditors with a general overview of the District’s finances and to demonstrate the District’s accountability for the money it receives. If you have questions about this report or need additional financial information, contact the District’s Director of Financial Reporting, Nikki Pendlay, at 1445 N. Perry Road, Carrollton, Texas 75011-5186, (972) 968-6115, e-mail pendlayn@cfbisd.edu.

BASIC FINANCIAL STATEMENTS



CARROLLTON-FARMERS BRANCH ISD
STATEMENT OF NET POSITION
AUGUST 31, 2020

EXHIBIT A-1

		1	2	3
		Primary Government		
Data			Business	
Control		Governmental	Type	
Codes		Activities	Activities	Total
ASSETS				
1110	Cash and Cash Equivalents	\$ 349,437,541	\$ 7,639,417	\$ 357,076,958
1220	Property Taxes - Delinquent	5,393,280	-	5,393,280
1230	Allowance for Uncollectible Taxes	(1,893,605)	-	(1,893,605)
1240	Due from Other Governments	9,751,998	-	9,751,998
1250	Accrued Interest	2,396	-	2,396
1260	Internal Balances	(3,520)	3,520	-
1290	Other Receivables, Net	134,892	865	135,757
1300	Inventories	1,536,126	-	1,536,126
	Capital Assets:			
1510	Land	60,877,236	-	60,877,236
1520	Buildings, Net	311,589,098	-	311,589,098
1530	Furniture and Equipment, Net	13,940,571	-	13,940,571
1580	Construction in Progress	73,529,152	-	73,529,152
1000	Total Assets	824,295,165	7,643,802	831,938,967
DEFERRED OUTFLOWS OF RESOURCES				
1701	Deferred Charge for Refunding	2,717,941	-	2,717,941
1705	Deferred Outflow Related to TRS Pension	64,752,172	-	64,752,172
1706	Deferred Outflow Related to TRS OPEB	20,279,786	-	20,279,786
1700	Total Deferred Outflows of Resources	87,749,899	-	87,749,899
LIABILITIES				
2110	Accounts Payable	23,287,613	1,202	23,288,815
2140	Interest Payable	363,488	-	363,488
2150	Payroll Deductions and Withholdings	2,149,297	-	2,149,297
2160	Accrued Wages Payable	16,704,390	230,466	16,934,856
2180	Due to Other Governments	20,269,789	-	20,269,789
2300	Unearned Revenue	948,750	-	948,750
	Noncurrent Liabilities:			
2501	Due Within One Year	37,620,088	-	37,620,088
2502	Due in More Than One Year	188,008,264	-	188,008,264
2540	Net Pension Liability (District's Share)	88,751,359	-	88,751,359
2545	Net OPEB Liability (District's Share)	99,945,676	-	99,945,676
2000	Total Liabilities	478,048,714	231,668	478,280,382
DEFERRED INFLOWS OF RESOURCES				
2605	Deferred Inflow Related to TRS Pension	38,551,203	-	38,551,203
2606	Deferred Inflow Related to TRS OPEB	43,237,984	-	43,237,984
2600	Total Deferred Inflows of Resources	81,789,187	-	81,789,187
NET POSITION				
3200	Net Investment in Capital Assets	369,113,656	-	369,113,656
	Restricted:			
3820	Restricted for Federal and State Programs	1,756,967	-	1,756,967
3850	Restricted for Debt Service	15,620,582	-	15,620,582
3890	Restricted for Other Purposes	35,179,235	-	35,179,235
3900	Unrestricted	(69,463,277)	7,412,134	(62,051,143)
3000	Total Net Position	\$ 352,207,163	\$ 7,412,134	\$ 359,619,297

The notes to the financial statements are an integral part of this statement.

CARROLLTON-FARMERS BRANCH ISD
STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED AUGUST 31, 2020

Data Control Codes	Program Revenues			
	1 Expenses	3 Charges for Services	4 Operating Grants and Contributions	5 Capital Grants and Contributions
Primary Government:				
GOVERNMENTAL ACTIVITIES:				
11 Instruction	\$ 179,119,106	\$ 752,117	\$ 25,296,363	\$ -
12 Instructional Resources and Media Services	5,331,594	12,940	197,558	-
13 Curriculum and Staff Development	8,198,963	5,325	3,609,066	-
21 Instructional Leadership	4,318,149	-	418,272	-
23 School Leadership	18,596,998	94,843	878,259	-
31 Guidance, Counseling and Evaluation Services	13,323,701	89,700	1,135,166	-
32 Social Work Services	88,901	-	21,165	-
33 Health Services	3,491,043	159	168,776	-
34 Student (Pupil) Transportation	8,153,301	-	301,745	-
35 Food Services	14,742,921	1,697,500	9,281,612	-
36 Extracurricular Activities	6,511,727	515,388	2,688	-
41 General Administration	8,618,251	-	455,659	-
51 Facilities Maintenance and Operations	26,803,745	362,691	2,534,374	-
52 Security and Monitoring Services	2,547,853	1,743	66,847	-
53 Data Processing Services	9,546,813	-	178,906	-
61 Community Services	530,438	675	310,480	-
72 Debt Service - Interest on Long Term Debt	8,141,936	-	-	-
73 Debt Service - Bond Issuance Cost and Fees	8,750	-	-	-
91 Contracted Instructional Services Between Schools	22,486,625	-	-	-
95 Payments to Juvenile Justice Alternative Ed. Prg.	27,378	-	-	-
97 Payments to Tax Increment Fund	1,177,304	-	-	359,610
99 Other Intergovernmental Charges	1,099,675	-	-	-
[TG] Total Governmental Activities:	342,865,172	3,533,081	44,856,936	359,610
BUSINESS -TYPE ACTIVITIES:				
01 Enterprise Funds-After the Bell	3,608,415	2,767,602	-	-
[TB] Total Business-Type Activities:	3,608,415	2,767,602	-	-
[TP] TOTAL PRIMARY GOVERNMENT:	\$ 346,473,587	\$ 6,300,683	\$ 44,856,936	\$ 359,610
Data Control Codes	General Revenues:			
MT	Taxes			
DT	Property Taxes, Levied for General Purposes			
SF	Property Taxes, Levied for Debt Service			
GC	State Aid - Formula Grants			
IE	Grants and Contributions not Restricted			
MI	Investment Earnings			
TR	Miscellaneous Local and Intermediate Revenue			
CN	Total General Revenues			
NB	Change in Net Position			
PA	Net Position - Beginning			
NE	Prior Period Adjustment			
	Net Position - Ending			

The notes to the financial statements are an integral part of this statement.

Net (Expense) Revenue and Changes in Net Position		
6	7	8
Primary Government		
Governmental Activities	Business Type Activities	Total
\$ (153,070,626)	-	\$ (153,070,626)
(5,121,096)	-	(5,121,096)
(4,584,572)	-	(4,584,572)
(3,899,877)	-	(3,899,877)
(17,623,896)	-	(17,623,896)
(12,098,835)	-	(12,098,835)
(67,736)	-	(67,736)
(3,322,108)	-	(3,322,108)
(7,851,556)	-	(7,851,556)
(3,763,809)	-	(3,763,809)
(5,993,651)	-	(5,993,651)
(8,162,592)	-	(8,162,592)
(23,906,680)	-	(23,906,680)
(2,479,263)	-	(2,479,263)
(9,367,907)	-	(9,367,907)
(219,283)	-	(219,283)
(8,141,936)	-	(8,141,936)
(8,750)	-	(8,750)
(22,486,625)	-	(22,486,625)
(27,378)	-	(27,378)
(817,694)	-	(817,694)
(1,099,675)	-	(1,099,675)
(294,115,545)	-	(294,115,545)
-	(840,813)	(840,813)
-	(840,813)	(840,813)
(294,115,545)	(840,813)	(294,956,358)
243,518,731	-	243,518,731
45,480,044	-	45,480,044
37,359,607	-	37,359,607
6,644	-	6,644
3,931,589	82,733	4,014,322
348,583	-	348,583
330,645,198	82,733	330,727,931
36,529,653	(758,080)	35,771,573
313,180,038	8,170,214	321,350,252
2,497,472	-	2,497,472
\$ 352,207,163	\$ 7,412,134	\$ 359,619,297

CARROLLTON-FARMERS BRANCH ISD
BALANCE SHEET
GOVERNMENTAL FUNDS
AUGUST 31, 2020

Data Control Codes	10 General Fund	50 Debt Service Fund	60 Capital Projects
ASSETS			
1110 Cash and Cash Equivalents	\$ 142,584,846	\$ 15,499,029	\$ 105,532,490
1220 Property Taxes - Delinquent	4,505,914	887,366	-
1230 Allowance for Uncollectible Taxes	(1,595,012)	(298,593)	-
1240 Due from Other Governments	3,829,628	-	-
1250 Accrued Interest	2,190	12	42
1260 Due from Other Funds	8,477,808	2	-
1290 Other Receivables	3,368	-	-
1300 Inventories	931,787	-	-
1000 Total Assets	<u>\$ 158,740,529</u>	<u>\$ 16,087,816</u>	<u>\$ 105,532,532</u>
LIABILITIES			
2110 Accounts Payable	\$ 3,095,321	\$ -	\$ 13,889,926
2150 Payroll Deductions and Withholdings Payable	2,149,297	-	-
2160 Accrued Wages Payable	15,622,392	-	-
2170 Due to Other Funds	3,986,643	98,218	-
2180 Due to Other Governments	20,269,789	-	-
2300 Unearned Revenue	53,323	5,528	-
2000 Total Liabilities	<u>45,176,765</u>	<u>103,746</u>	<u>13,889,926</u>
DEFERRED INFLOWS OF RESOURCES			
2601 Unavailable Revenue - Property Taxes	2,659,360	563,242	-
2600 Total Deferred Inflows of Resources	<u>2,659,360</u>	<u>563,242</u>	<u>-</u>
FUND BALANCES			
Nonspendable Fund Balance:			
3410 Inventories	931,787	-	-
Restricted Fund Balance:			
3450 Food Service	-	-	-
3470 Capital Acquisition and Contractual Obligation	-	-	91,642,606
3480 Retirement of Long-Term Debt	-	15,420,828	-
3490 Tax Increment Financing	-	-	-
Committed Fund Balance:			
3545 Building Construction, Repair, & Renovations	3,000,000	-	-
3545 Technology Capital Replacement	4,000,000	-	-
3545 Transportation Upgrades	3,000,000	-	-
3545 Safety and Security Enhancements	3,000,000	-	-
3545 Campus Activity Funds	1,500,000	-	-
3545 State Revenue Stabilization	26,000,000	-	-
3545 State Spending Requirements	5,000,000	-	-
Assigned Fund Balance:			
3590 Education, Technology, & Operational Funds	-	-	-
3590 Athletic & District-Wide Facility Upgrades	-	-	-
3600 Unassigned Fund Balance	64,472,617	-	-
3000 Total Fund Balances	<u>110,904,404</u>	<u>15,420,828</u>	<u>91,642,606</u>
4000 Total Liabilities, Deferred Inflows & Fund Balances	<u>\$ 158,740,529</u>	<u>\$ 16,087,816</u>	<u>\$ 105,532,532</u>

The notes to the financial statements are an integral part of this statement.

Nonmajor Governmental Funds		Total Governmental Funds	
\$	54,056,270	\$	317,672,635
	-		5,393,280
	-		(1,893,605)
	5,922,370		9,751,998
	42		2,286
	520,909		8,998,719
	1,524		4,892
	604,339		1,536,126
\$	61,105,454	\$	341,466,331
\$	5,580,210	\$	22,565,457
	-		2,149,297
	1,078,798		16,701,190
	4,917,203		9,002,064
	-		20,269,789
	889,899		948,750
	12,466,110		71,636,547
	-		3,222,602
	-		3,222,602
	602,899		1,534,686
	1,154,068		1,154,068
	-		91,642,606
	-		15,420,828
	35,179,235		35,179,235
	-		3,000,000
	-		4,000,000
	-		3,000,000
	-		3,000,000
	1,021,108		2,521,108
	-		26,000,000
	-		5,000,000
	3,914,509		3,914,509
	6,767,525		6,767,525
	-		64,472,617
	48,639,344		266,607,182
\$	61,105,454	\$	341,466,331



CARROLLTON-FARMERS BRANCH ISD
RECONCILIATION OF THE GOVERNMENTAL FUNDS BALANCE SHEET TO THE
STATEMENT OF NET POSITION
AUGUST 31, 2020

EXHIBIT C-2

Total Fund Balances - Governmental Funds	\$ 266,607,182
1 The District uses internal service funds to charge the costs of certain activities, such as self-insurance and technology, to appropriate functions in other funds. The assets and liabilities of the internal service funds are included in governmental activities in the statement of net position. The net effect of this consolidation is to increase net position.	29,558,400
2 Capital assets used in governmental activities are not financial resources and therefore are not reported in governmental funds.	875,895,540
3 Accumulated depreciation has not been included in the governmental fund financial statements.	(415,959,483)
4 Bonds payable have not been included in the governmental fund financial statements.	(198,810,000)
5 Premium on issuance of debt was not recognized on the balance sheet for governmental funds.	(23,054,030)
6 For debt refunding, the difference between the acquisition price and the net carrying amount of the debt has been deferred and amortized in the government-wide financial statements.	2,717,941
7 Deferred inflows reported as unavailable revenue in the governmental fund financial statements were recorded as revenue in the government-wide financial statements.	3,222,602
8 Interest is accrued on outstanding debt in the government-wide financial statements, whereas in the governmental fund financial statements, an interest expense is reported when due.	(363,488)
9 Compensated absences are accrued in the government-wide financial statements but not in the governmental fund financial statements.	(2,153,237)
10 Included in the items related to debt is the recognition of the District's proportionate share of the net pension liability required by GASB 68. The net position related to TRS was a Deferred Resource Outflow in the amount of \$64,752,172, a Deferred Resource Inflow in the amount of \$38,551,203 and a net pension liability in the amount of \$88,751,359. This resulted in a decrease in Net Position in the amount of (\$62,550,390).	(62,550,390)
11 Included in the items related to debt is the recognition of the District's proportionate share of the TRS OPEB liability required by GASB 75. The net position related to TRS was a Deferred Resource Outflow in the amount of \$20,279,786 a Deferred Resource Inflow in the amount of \$43,237,984 and a net OPEB liability in the amount of \$99,945,676. This resulted in a decrease in Net Position in the amount of (\$122,903,874).	(122,903,874)
19 Net Position of Governmental Activities	\$ 352,207,163

The notes to the financial statements are an integral part of this statement.

CARROLLTON-FARMERS BRANCH ISD
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS
FOR THE YEAR ENDED AUGUST 31, 2020

Data Control Codes	10 General Fund	50 Debt Service Fund	60 Capital Projects
REVENUES:			
5700 Total Local and Intermediate Sources	\$ 246,171,693	\$ 45,663,077	\$ 1,330,789
5800 State Program Revenues	50,218,037	352,515	-
5900 Federal Program Revenues	5,707,168	-	-
5020 Total Revenues	302,096,898	46,015,592	1,330,789
EXPENDITURES:			
Current:			
0011 Instruction	144,650,218	-	-
0012 Instructional Resources and Media Services	4,146,783	-	-
0013 Curriculum and Instructional Staff Development	4,346,048	-	-
0021 Instructional Leadership	3,800,166	-	-
0023 School Leadership	16,412,767	-	-
0031 Guidance, Counseling, and Evaluation Services	11,704,536	-	-
0032 Social Work Services	82,754	-	-
0033 Health Services	3,180,571	-	-
0034 Student (Pupil) Transportation	8,063,828	-	-
0035 Food Services	58,179	-	-
0036 Extracurricular Activities	4,550,222	-	-
0041 General Administration	7,537,333	-	-
0051 Facilities Maintenance and Operations	23,052,869	-	-
0052 Security and Monitoring Services	2,468,462	-	5,970
0053 Data Processing Services	8,696,573	-	4,492
0061 Community Services	126,918	-	-
Debt Service:			
0071 Principal on Long-Term Debt	-	32,170,000	-
0072 Interest on Long-Term Debt	-	11,206,228	-
0073 Bond Issuance Cost and Fees	-	8,750	-
Capital Outlay:			
0081 Facilities Acquisition and Construction	181,943	-	32,233,872
Intergovernmental:			
0091 Contracted Instructional Services Between Schools	22,486,625	-	-
0095 Payments to Juvenile Justice Alternative Ed. Prg.	27,378	-	-
0097 Payments to Tax Increment Fund	1,177,304	-	-
0099 Other Intergovernmental Charges	1,099,675	-	-
6030 Total Expenditures	267,851,152	43,384,978	32,244,334
1100 Excess (Deficiency) of Revenues Over (Under) Expenditures	34,245,746	2,630,614	(30,913,545)
OTHER FINANCING SOURCES (USES):			
7915 Transfers In	-	-	-
8911 Transfers Out (Use)	(31,900,000)	-	-
7080 Total Other Financing Sources (Uses)	(31,900,000)	-	-
1200 Net Change in Fund Balances	2,345,746	2,630,614	(30,913,545)
0100 Fund Balance - September 1 (Beginning)	106,061,187	12,790,214	122,556,151
1300 Prior Period Adjustment	2,497,472	-	-
3000 Fund Balance - August 31 (Ending)	\$ 110,904,405	\$ 15,420,828	\$ 91,642,606

The notes to the financial statements are an integral part of this statement.

Nonmajor Governmental Funds		Total Governmental Funds	
\$	3,778,674	\$	296,944,233
	3,784,199		54,354,751
	23,888,347		29,595,515
	31,451,220		380,894,499
	12,294,726		156,944,944
	23,883		4,170,666
	3,445,285		7,791,333
	264,319		4,064,485
	90,383		16,503,150
	636,807		12,341,343
	-		82,754
	16,832		3,197,403
	2,129		8,065,957
	12,972,813		13,030,992
	241,312		4,791,534
	123,078		7,660,411
	1,855,104		24,907,973
	1,746		2,476,178
	283,331		8,984,396
	311,352		438,270
	-		32,170,000
	-		11,206,228
	-		8,750
	32,139,370		64,555,185
	-		22,486,625
	-		27,378
	-		1,177,304
	-		1,099,675
	64,702,470		408,182,934
	(33,251,250)		(27,288,435)
	8,000,000		8,000,000
	-		(31,900,000)
	8,000,000		(23,900,000)
	(25,251,250)		(51,188,435)
	73,890,593		315,298,145
	-		2,497,472
\$	48,639,343	\$	266,607,182

CARROLLTON-FARMERS BRANCH ISD
RECONCILIATION OF THE GOVERNMENTAL FUNDS STATEMENT OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES TO THE STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED AUGUST 31, 2020

EXHIBIT C-4

Total Net Change in Fund Balances - Governmental Funds	\$ (51,188,435)
The District uses internal service funds to charge the costs of certain activities, such as self-insurance and technology, to appropriate functions in other funds. The net income (loss) of internal service funds are reported with governmental activities. The net effect of this consolidation is to increase net position.	21,358,976
Current year capital outlays and long-term debt principal payments are expenditures in the fund financial statements, but they should be shown as increases in capital assets and reductions in long-term debt in the government-wide financial statements. The net effect of removing the 2020 capital outlays is to decrease net position.	67,451,204
Depreciation is not recognized as an expense in governmental funds since it does not require the use of current financial resources. The net effect of the current year's depreciation is to decrease net position.	(21,030,615)
Current year long-term debt principal payments on bonds payable are expenditures in the fund financial statements but are shown as reductions in long-term debt in the government-wide financial statements.	32,170,000
Interest is accrued on outstanding debt in the government-wide financial statements whereas in the fund financial statements, interest expenditures are reported when due.	206,876
The liability for accrued compensated absences is not recognized in the governmental funds. The effect of recording the current year's liability is to increase net position.	29,178
Premiums on bonds issued are recognized in the fund financial statements as other financing sources but they are amortized over the term of the bonds in the government-wide financial statements.	3,231,566
Amortization of deferred charges on bond refundings is not recognized in the governmental funds. The effect of recording current year's amortization is to decrease net position.	(374,150)
Revenue from property taxes is unavailable in the fund financial statements until they are considered available to finance current expenditures, but such revenues are recognized when assessed net of allowance for uncollectible accounts in the government-wide statements.	255,912
In the statement of activities, the gain on asset disposals is reported whereas in the governmental funds, the proceeds from the sale increase financial resources. The change in net position differs from the change in fund balances by the cost of assets disposed.	(89,817)
The implementation of GASB 68 required that certain expenditures be de-expended and recorded as deferred outflows of resources. Pension contributions made after the measurement date of August 31, 2019, caused the ending net position to increase by \$575,948. Additional pension expense recorded in the government-wide financial statements under GASB 68 caused a decrease in net position of \$13,768,066. The net effect of these items is to decrease net position by \$13,192,118.	(13,192,118)

The notes to the financial statements are an integral part of this statement.

CARROLLTON-FARMERS BRANCH ISD
RECONCILIATION OF THE GOVERNMENTAL FUNDS STATEMENT OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES TO THE STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED AUGUST 31, 2020

EXHIBIT C-4

The implementation of GASB 75 required that certain expenditures be de-expended and recorded as deferred outflows of resources. OPEB contributions made after the measurement date of August 31, 2019 caused the ending net position to increase by \$46,004. Additional OPEB expense recorded in the government-wide financial statements under GASB 75 caused a decrease in net position of \$2,344,928. The net effect of these items is to decrease net position by \$2,298,924.	(2,298,924)
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Change in Net Position of Governmental Activities

\$ 36,529,653

The notes to the financial statements are an integral part of this statement.

CARROLLTON-FARMERS BRANCH ISD
STATEMENT OF NET POSITION
PROPRIETARY FUNDS
AUGUST 31, 2020

EXHIBIT D-1

	Business-Type Activities -	Governmental Activities -
	Total Enterprise Funds	Total Internal Service Funds
ASSETS		
Current Assets:		
Cash and Cash Equivalents	\$ 7,639,417	\$ 31,764,906
Accrued Interest	-	110
Due from Other Funds	4,301	-
Other Receivables	865	130,000
Total Assets	<u>7,644,583</u>	<u>31,895,016</u>
LIABILITIES		
Current Liabilities:		
Accounts Payable	1,202	722,156
Accrued Wages Payable	230,466	3,200
Due to Other Funds	781	175
Accrued Expenses	-	986,321
Total Current Liabilities	<u>232,449</u>	<u>1,711,852</u>
Noncurrent Liabilities:		
Other Long-Term Debt - Due in More than One Year	-	624,764
Total Noncurrent Liabilities	<u>-</u>	<u>624,764</u>
Total Liabilities	<u>232,449</u>	<u>2,336,616</u>
NET POSITION		
Unrestricted Net Position	7,412,134	29,558,400
Total Net Position	<u>\$ 7,412,134</u>	<u>\$ 29,558,400</u>

The notes to the financial statements are an integral part of this statement.

CARROLLTON-FARMERS BRANCH ISD
STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN FUND NET POSITION
PROPRIETARY FUNDS
FOR THE YEAR ENDED AUGUST 31, 2020

	Business-Type Activities -	Governmental Activities -
	Total Enterprise Funds	Total Internal Service Funds
OPERATING REVENUES:		
Local and Intermediate Sources	\$ 2,767,602	\$ 1,536,556
Total Operating Revenues	<u>2,767,602</u>	<u>1,536,556</u>
OPERATING EXPENSES:		
Payroll Costs	3,371,732	149,969
Professional and Contracted Services	71,119	36,000
Supplies and Materials	151,569	3,398,626
Other Operating Costs	<u>13,995</u>	<u>592,039</u>
Total Operating Expenses	<u>3,608,415</u>	<u>4,176,634</u>
Operating Income (Loss)	<u>(840,813)</u>	<u>(2,640,078)</u>
NONOPERATING REVENUES (EXPENSES):		
Earnings from Temporary Deposits & Investments	<u>82,733</u>	<u>99,054</u>
Total Nonoperating Revenues (Expenses)	<u>82,733</u>	<u>99,054</u>
Income (Loss) Before Transfers	<u>(758,080)</u>	<u>(2,541,024)</u>
Transfer In	<u>-</u>	<u>23,900,000</u>
Change in Net Position	<u>(758,080)</u>	<u>21,358,976</u>
Total Net Position - September 1 (Beginning)	<u>8,170,214</u>	<u>8,199,424</u>
Total Net Position - August 31 (Ending)	<u><u>\$ 7,412,134</u></u>	<u><u>\$ 29,558,400</u></u>

The notes to the financial statements are an integral part of this statement.

CARROLLTON-FARMERS BRANCH ISD
STATEMENT OF CASH FLOWS
PROPRIETARY FUNDS
FOR THE YEAR ENDED AUGUST 31, 2020

EXHIBIT D-3

	Business-Type Activities	Governmental Activities -
	Total Enterprise Funds	Total Internal Service Funds
<u>Cash Flows from Operating Activities:</u>		
Cash Received from User Charges	\$ 2,840,599	\$ 1,536,556
Cash Payments to Employees for Services	(3,379,774)	(150,058)
Cash Payments for Insurance Claims	-	(932,621)
Cash Payments for Suppliers	(173,480)	(2,743,173)
Cash Payments for Other Operating Expenses	(57,925)	(36,000)
Net Cash Used for Operating Activities	(770,580)	(2,325,296)
<u>Cash Flows from Non-Capital Financing Activities:</u>		
Operating Transfer In	-	23,900,000
<u>Cash Flows from Investing Activities:</u>		
Interest and Dividends on Investments	83,120	99,599
Net Increase (Decrease) in Cash and Cash Equivalents	(687,460)	21,674,303
Cash and Cash Equivalents at Beginning of Year	8,326,877	10,090,603
Cash and Cash Equivalents at End of Year	\$ 7,639,417	\$ 31,764,906
<u>Reconciliation of Operating Income (Loss) to Net Cash</u>		
<u>Used for Operating Activities:</u>		
Operating Income (Loss):	\$ (840,813)	\$ (2,640,078)
Effect of Increases and Decreases in Current Assets and Liabilities:		
Decrease (increase) in Receivables	72,995	-
Increase (decrease) in Accounts Payable	(21,911)	655,453
Increase (decrease) in Accrued Wages Payable	19,149	(89)
Increase (decrease) in Estimated Claims	-	(340,582)
Net Cash Used for Operating Activities	\$ (770,580)	\$ (2,325,296)

The notes to the financial statements are an integral part of this statement.

CARROLLTON-FARMERS BRANCH ISD
STATEMENT OF FIDUCIARY ASSETS AND LIABILITIES
FIDUCIARY FUNDS
AUGUST 31, 2020

	Agency Funds
<hr/>	
ASSETS	
Cash and Cash Equivalents	\$ 1,112,581
Other Receivables	1,395
	<hr/>
Total Assets	\$ 1,113,976
	<hr/> <hr/>
LIABILITIES	
Accounts Payable	\$ 18,406
Due to Other Governments	82,025
Due to Student Groups	1,013,545
	<hr/>
Total Liabilities	\$ 1,113,976
	<hr/> <hr/>

The notes to the financial statements are an integral part of this statement.

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Carrollton-Farmers Branch Independent School District (the “District”) is a public educational agency operating under the applicable laws and regulations of the State of Texas. It is governed by a seven member Board of Trustees (the “Board”) elected by registered voters of the District. The District prepares its basic financial statements in conformity with generally accepted accounting principles promulgated by the Governmental Accounting Standards Board (GASB) and other authoritative sources identified in the Statement on Auditing Standards No. 69 of the American Institute of Certified Public Accountants; and it complies with the requirements of the appropriate version of Texas Education Agency’s Financial Accountability System Resource Guide (the “Resource Guide”) and the requirements of contracts and grants of agencies from which it receives funds.

Reporting Entity

The Board of Trustees (the “Board”) is elected by the public and it has the authority to make decisions, appoint administrators and managers, and significantly influence operations. It also has the accountability for fiscal matters. Therefore, the District is a financial reporting entity as defined by the Governmental Accounting Standards Board (“GASB”) in its Statement No. 14, “The Financial Reporting Entity,” as amended by GASB 39 “Determining Whether Certain Organizations Are Component Units.” There are no component units included within the reporting entity.

Government-Wide and Fund Financial Statements

The statement of net position and the statement of activities are government-wide financial statements. They report information on all of the Carrollton-Farmers Branch Independent School District’s nonfiduciary activities. Internal service fund activity is eliminated to avoid overstatement of revenues and expenses. Interfund services provided and used are not eliminated in the process of consolidation. *Governmental activities* include programs supported primarily by taxes, State Foundation funds, grants and other intergovernmental revenues. Business-type activities include operations that rely to a significant extent on fees and charges for support.

The statement of activities demonstrates how other people or entities that participate in programs the District operates have shared in the payment of the direct costs. The “charges for services” column includes payments made by parties that purchase, use, or directly benefit from goods or services provided by a given function or segment of the District. Examples include tuition paid by students not residing in the district, school lunch charges, etc. The “grants and contributions” column includes amounts paid by organizations outside the District to help meet the operational or capital requirements of a given function. Examples include grants under Elementary and Secondary Act. If a revenue is not a program revenue, it is a general revenue used to support all of the District’s functions. Taxes are always general revenues.

Interfund activities between governmental funds and proprietary funds appear as due to/due from on the governmental fund balance sheet and proprietary fund statement of net position. All interfund transactions between governmental funds and internal service funds are eliminated on the government-wide statements. Interfund activities between governmental and fiduciary funds are included in the statement of net position as receivable or payable to external parties (consistent with the nature of the fiduciary fund).

The fund financial statements provide information on the financial condition and results of operations for three fund categories – governmental, proprietary, and fiduciary. Since the resources in the fiduciary funds cannot be used for District operations, they are not included in the government-wide statements. The District considers some governmental funds major and reports their financial condition and results of operation in a separate column.

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – CONTINUED

Government-Wide and Fund Financial Statements - continued

Proprietary funds distinguish operating revenues and expenses from nonoperating items. Operating revenues result from providing goods and services in connections with a proprietary fund's principal ongoing operations; they usually come from exchange or exchange-like transactions. All other revenues are nonoperating. Operating expenses can be tied specifically to the production of goods and services, such as materials and labor and direct overhead. All other expenses are nonoperating.

Measurement Focus, Basis of Accounting, and Financial Statement Presentation

The government-wide financial statements use the economic resources measurement focus and the accrual basis of accounting, as do the proprietary fund financial statements. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of the related cash flows. Property taxes are recognized as revenues in the year for which they are levied. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met. The effect of interfund activity has been eliminated from the government-wide financial statements. Agency funds also use the accrual basis of accounting however, they have no measurement focus.

Governmental fund financial statements use the current financial resources measurement focus and the modified accrual basis of accounting. With this measurement focus, only current assets, deferred outflows of resources, current liabilities, deferred inflows of resources and fund balances are included on the balance sheet. Operating statements of these funds present net increases and decreases in current assets (i.e., revenues and other financing sources and expenditures and other financing uses).

The modified accrual basis of accounting recognizes revenues in the accounting period in which they become both measurable and available and it recognizes expenditures in the accounting period in which the fund liability is incurred, if measurable, except for unmatured interest and principal on long-term debt, which is recognized when due. The expenditures related to certain compensated absences and claims and judgments are recognized when the obligations are due and payable. The District considers all revenues available if they are collectible within 60 days after year end.

The fiduciary net position of the Teacher Retirement System of Texas (TRS) has been determined using the flow of economic resources measurement focus and full accrual basis of accounting. This includes for purposes of measuring the net pension liability, deferred outflows of resources and deferred inflows of resources related to pensions, pension expense, and information about assets, liabilities and additions to/deductions from TRS's fiduciary net position. Benefit payments (including refunds of employee contributions) are recognized when due and payable in accordance with the benefits terms. Investments are reported at fair value.

The fiduciary net position of the Teacher Retirement System of Texas (TRS) TRS-Care Plan has been determined using the flow of economic resources measurement focus and full accrual basis of accounting. This includes for purposes of measuring the net OPEB liability, deferred outflows of resources, and deferred inflows of resources related to other post-employment benefits, OPEB expense, and information about assets, liabilities and additions to/deductions from TRS-Care's fiduciary net position. Benefit payments are recognized when due and payable in accordance with the benefit terms. There are no investments as this is a pay-as-you-go plan and all cash is held in a cash account.

Revenues from local sources consist primarily of property taxes. Property tax revenues and revenues received from the State are recognized under the susceptible-to-accrual concept. Miscellaneous revenues are recorded as revenue when received in cash because they are generally not measurable until actually received. Investment earnings are recorded as earned, since they are both measurable and available.

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – CONTINUED

Grant funds are considered to be earned to the extent of expenditures made under the provisions of the grant. Accordingly, when such funds are received, they are recorded as unearned revenues until related and authorized expenditures have been made. If balances have not been expended by the end of the project period, grantors sometimes require the District to refund all or part of the unused amount.

Measurement Focus, Basis of Accounting, and Financial Statement Presentation - Continued

The Proprietary Fund Types are accounted for on a flow of economic resources measurement focus and utilize the accrual basis of accounting. This basis of accounting recognizes revenues in the accounting period in which they are earned and become measurable and expenses in the accounting period in which they are incurred and become measurable. With this measurement focus, all assets and all liabilities associated with the operation of these funds are included on the Statement of Net Position. The fund equity is segregated into net investment in capital assets, restricted net position, and unrestricted net position.

Fund Accounting

The District reports the following major governmental funds:

1. **The General Fund** – The General fund is the District’s primary operating fund. It accounts for all financial resources except those required to be accounted for in another fund.
2. **Debt Service Fund** – The District accounts for resources accumulated and payments made for principal and interest on long-term general obligation debt of governmental funds in a debt service fund.
3. **Capital Projects Fund** – The proceeds from long-term financing and revenues and expenditures related to authorized construction and other capital asset acquisitions are accounted for in a capital projects fund.

Additionally, the District reports the following fund type(s):

Governmental Funds:

1. **Nonmajor Special Revenue Funds** – The District accounts for resources restricted to, or designated for, a specific purpose by the District or a grantor in a special revenue fund. Federal, State, and Local financial assistance is accounted for in a Federal, State, or Local Revenue Fund, and sometimes unused balances must be returned to the grantor at the close of specified project periods.

Proprietary Funds:

2. **Enterprise Fund (After the Bell)** – Utilized by the District to account for activities for which outside users are charged a fee roughly equal to the cost of providing the goods or services of those activities. The District’s sole enterprise fund accounts for the After the Bell program.
3. **Internal Service Funds (Workers Compensation Fund and Technology Fund)** – Revenues and expenses related to services provided to organizations inside the District on a cost reimbursement basis are accounted for an internal service fund. The District’s internal service funds account for the Worker’s Compensation Fund and the Technology Fund.

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – CONTINUED

Fiduciary Funds:

4. **Agency Funds** – The District accounts for resources held for others in a custodial capacity in agency funds. The District's two agency funds are the Student Activity Fund and the Educational Purchasing Cooperative of North Texas (EPCNT) fund.

Cash and Cash Equivalents

For purpose of the statement of cash flows for proprietary and similar fund-types, the District considers highly liquid investments to be cash equivalents if they have a maturity of three months or less when purchased.

Interfund Receivables and Payables

Activities between funds that are representative of lending or borrowing arrangements outstanding at the end of the fiscal year are referred to as either "due to/from other funds" (i.e., the current portion of interfund loans) or "advances to/from other funds" (i.e., the non-current portion of interfund loans). All other outstanding balances between funds are reported as "due to/from other funds."

Property Taxes

Property taxes are levied by October 1 on the assessed value listed as of the prior January 1 for all real and business personal property located in the District in conformity with Subtitle E, Texas Property Tax Code. Taxes are due on receipt of the tax bill and are delinquent if not paid before February 1 of the year following the year in which they are imposed. On January 31 of each year, a tax lien attaches to property to secure the payment of all taxes, penalties, and interest ultimately imposed. Property tax revenues are considered available (1) when they become due or past due and receivable within the current period and (2) when they are expected to be collected during a 60-day period after the close of the school fiscal year. The assessed value of the certified roll, upon which the levy for the 2020 fiscal year was based upon, was \$23,733,254,738.

Taxes are due on October 1 and become delinquent by February 1 following the October 1 levy date. Current tax collections for the year ended August 31, 2020 were 99.40% of the tax levy.

The tax rates assessed for the year ended August 31, 2020 to finance general fund operations and the payment of principal and interest on general obligation long-term debt were \$1.06835 and \$0.2000 per \$100 valuation, respectively, for a total of \$1.26835 per \$100 valuation.

Investments

The District's general policy is to report money market investments and short-term participating interest-earning investments contracts at amortized cost and to report nonparticipating interest-earning contracts using a cost-based measure. However, if the fair value of an investment is significantly affected by the impairment of the credit standing of the issuer or by other factors, it is reported at fair value. All other investments are reported at fair value unless a legal contract exists which guarantees a higher value. The term "short-term" refers to investments, which have a remaining term of one year or less at time of purchase. The term "nonparticipating" means that the investment's value does not vary with market interest rate changes.

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – CONTINUED

Inventories

The consumption method is used to account for inventories of instructional, technology, maintenance and other operating supplies. Under this method, these items are carried in an inventory account of the respective fund at average cost and are subsequently charged to expenditures when consumed. Although food commodities are received at no cost, their fair market value is supplied by the Texas Department of Agriculture and recorded as inventory. In the governmental funds, a non-spendable fund balance indicates that inventories are unavailable as current expendable financial resources.

Prepayments

Certain payments to vendors reflect cost applicable to future accounting periods and are recorded using the consumption method in both government-wide and fund financial statements. The prepaid items have been identified as a non-spendable fund balance since it is not available for other subsequent expenditures.

Capital Assets

Capital assets, which include land, buildings, furniture and equipment are reported in the applicable governmental activities' column in the government-wide financial statements. Capital assets are defined by the District as assets with an initial, individual cost of \$5,000 or more and an estimated useful life in excess of one year. Such assets are recorded at historical cost or estimated historical cost if purchased or constructed. Donated capital assets are recorded at acquisition value.

The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend assets lives are not capitalized. Major outlays for capital assets and improvements with total project cost of \$100,000 or greater are capitalized as projects when constructed.

Land improvements, buildings, furniture and equipment of the District are depreciated using the straight line method over the following estimated useful lives:

Assets	Years
Land Improvements	20
Buildings	50
Buildings Improvements	20
Portable Classrooms	20
Vehicles	10
Furniture	10
Office Equipment	5
Computer Equipment	5
Music Equipment	10
Other Equipment	10

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – CONTINUED

Liability for Compensated Absences

Employees are allowed to accrue five days of state personal leave and five days of local sick leave each year without limit. The District pays a portion of accrued sick leave to retiring personnel meeting state eligibility requirements for retirement. The payment is limited to state and local leave days accumulated while employed in the District at the approved substitute teacher pay rate up to a ceiling of \$5,000. The District has accrued \$2,153,237 for accumulated sick leave that is reflected in the government-wide financial statements.

Teachers and administrative personnel do not receive paid vacations but are paid only for the number of days they are required to work each year (187 days for teachers and 230 days for administrative personnel).

Maintenance employees are granted vacation leave in varying amounts. In the event of termination an employee is reimbursed for unused accumulated leave. The District has no liability for unused vacation pay since all vacation is used or lost if not taken each year. Vacation pay is charged to operations when taken by the employees of the District.

Long-Term Debt

In the government-wide financial statements and proprietary fund types in the fund financial statements, long-term and other long-term obligations are reported as liabilities in the applicable governmental activities, business-type activities, or proprietary fund type statement of net position. Bond premiums and discounts are deferred and amortized over the life of the bonds using the effective interest method. Gains or losses on bond refundings are recorded as deferred outflows of resources and amortized over the lesser of the remaining life of the old debt or the life of the new debt using the straight line method. Bonds payable are reported net of the applicable bond premium or discount. Bond issuance costs are expensed as incurred.

In the fund financial statements, governmental fund types recognize bond premiums and discounts, as well as bond issuance costs, during the current period. The face amount of debt issued is reported as other financing sources. Premiums received on debt issuances are reported as other financing sources while discounts on debt issuances are reported as other financing uses. Issuance costs are reported as debt service expenditures. Gains or losses on refunding are not recognized in these financial statements.

Net Position and Fund Balance

Government-Wide Financial Statements

When the District incurs an expense for which it may use either restricted or unrestricted net position, it uses restricted net position first unless unrestricted net position will have to be returned because they were not used. The Statement of Net Position includes the following:

Net Investment in Capital Assets – The component of net position that reports the difference between capital assets less both the accumulated depreciation and the outstanding balance of debt, excluding unspent proceeds, that is directly attributable to the acquisition, construction or improvement of these capital assets.

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – CONTINUED

Government Wide Financial Statements - Continued

Restricted for Food Service – The component of net position that reports the difference between assets and liabilities of the Food Service Activities that consists of assets with constraints placed on their use by the Department of Agriculture.

Restricted for Debt Service – The component of net position that reports the difference between assets and liabilities with constraints placed on their use by the bond covenants.

Restricted for Tax Increment Zone – The component of net position that reports the property taxes collected for the zone to pay for District projects identified in the project plan to be constructed in the zone for educational facilities and maintenance for operating such facilities.

Unrestricted – The portion of net position that is not reported in Net Investment in Capital Assets, Restricted for Food Service, Restricted for Debt Service, or Restricted for Tax Increment Zone.

Encumbrance Accounting

Encumbrances for goods or purchased services are documented by purchase orders or contracts. Under Texas Law, appropriations lapse at August 31, and encumbrances outstanding at that time are to either be canceled or appropriately provided for in the subsequent year's budget. Encumbrances outstanding at August 31, 2020 that were in the subsequent year's budget are:

General Fund	\$ 1,099,406
Special Revenue Funds	14,221,212
Capital Projects Fund	70,080,926
Technology Fund	<u>6,319,421</u>
Total	<u>\$ 91,720,965</u>

Data Codes

The Data Control Codes refer to the account code structure prescribed by TEA in the *Financial Accountability System Resource Guide*. Texas Education Agency requires school districts to display these codes in the financial statements filed with the Agency in order to insure accuracy in building a statewide database for policy development and funding plans.

Estimates

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect certain reported amounts and disclosures. Accordingly, actual results could differ from those estimates.

The amount of state foundation revenue a school district earns for a year can and does vary until the time when final values for each of the factors in the formula become available. Availability can be as late as midway into the next fiscal year. It is at least reasonably possible that the foundation revenue estimates as of August 31, 2020 will change.

NOTE 2. FUND BALANCES

Beginning with the fiscal year ended August 31, 2011, the District implemented GASB Statement No. 54, "Fund Balance Reporting and Governmental Fund Type Definitions." This Statement provides more clearly defined fund balance categories to make the nature and extent of the constraints placed on a government's fund balances more transparent.

Fund Balance Classification – The governmental fund financial statements present fund balances based on classifications that comprise a hierarchy that is based primarily on the extent to which the District is bound to honor constraints on the specific purposes for which amounts in the respective governmental funds can be spent. The classifications used in the governmental fund financial statements are as follows:

Non-spendable – This classification includes amounts that cannot be spent because they are either (a) not in spendable form or (b) are legally or contractually required to be maintained intact. The District has classified inventories as being non-spendable as these items are not expected to be converted to cash.

Restricted – This classification includes amounts for which constraints have been placed on the use of the resources either (a) externally imposed by creditors, grantors, contributors, or laws or regulations of other governments, or (b) imposed by law through constitutional provisions or enabling legislation. TIF funds are to be used to fund capital projects within the TIF zones. Debt service resources are to be used for future servicing of the District's bonded debt and are restricted through debt covenants. Capital projects fund resources are to be used for future construction and renovation projects and are restricted through bond orders and constitutional law. Food service and other Federal and State grant resources are restricted because their use is restricted pursuant to the mandates of the National School Lunch and Breakfast Program or other grant requirements.

Committed – This classification includes amounts that can be used only for specific purposes pursuant to constraints imposed by formal action to the District's Board of Trustees. The Board of Trustees establishes (and modifies or rescinds) fund balance commitments by passage of a resolution. This can also be done through adoption and amendment of the budget. These amounts cannot be used for any other purpose unless the Board removes or changes the specified use by taking the same type of action that was employed when the funds were initially committed. This classification also includes contractual obligations to the extent that existing resources have been specifically committed for use in satisfying those contractual requirements. The Board of Trustees has committed resources as of August 31, 2020 for campus activities, construction, maintenance, safety and security enhancements, transportation upgrades, technology projects, state revenue stabilization, and state spending requirements.

Assigned – This classification includes amounts that are constrained by the District's intent to be used for a specific purpose but are neither restricted nor committed. This intent can be expressed by the Board of Trustees delegating this responsibility to other individuals in the District. Under the District's adopted policy, only Board of Trustees may assign amounts for specific purposes.

Unassigned – This classification includes all amounts not included in other spendable classifications, including the residual fund balance of the General Fund. Unassigned fund balance may also include negative balances for any governmental fund if expenditures exceed amounts restricted, committed, or assigned for those specific purposes.

When an expenditure is incurred for purposes for which both restricted and unrestricted fund balance is available, the District considers restricted funds to have been spent first. When an expenditure is incurred for which committed, assigned, or unassigned fund balances are available, the District considers amounts to have been spent out of committed funds, then assigned funds, and finally unassigned funds, as needed, unless the Board of Trustees has provided otherwise in its commitment or assignment actions.

NOTE 2. FUND BALANCES - CONTINUED

The details of the fund balances are included in the Governmental Funds Balance Sheet and are described below:

General Fund

Inventories of \$931,787 in the General Fund are considered non-spendable fund balance. The Board of Trustees through board resolution committed \$3,000,000 for building construction, repairs and renovations, \$3,000,000 for safety and security enhancements, \$4,000,000 for technology capital replacements, \$3,000,000 for transportation upgrades, \$26,000,000 for state revenue stabilization, and \$5,000,000 for state spending requirements.

The General Fund has unassigned fund balance of \$64,472,617 at August 31, 2020.

Other Major Funds

The Debt Service Fund has restricted funds of \$15,420,828 at August 31, 2020 consisting primarily of property tax collections that are restricted for debt service payments on bonded debt. The Capital Projects Fund has restricted funds of \$91,642,606 consisting of proceeds from long-term financing and revenues and expenditures related to construction and other capital asset acquisitions.

Other Funds

Inventories of \$602,899 in the National Breakfast and Lunch Program Fund are considered non-spendable fund balance. The fund balance of \$1,021,108 of the Campus Activity Fund (a special revenue fund) is shown as committed due to a board resolution committing those funds to campus activities. The following special revenue funds are restricted by Federal or State grant restrictions or by contractual provisions:

National Breakfast and Lunch Program	\$ 1,154,068
City of Irving TIF #1	26,695,502
City of Farmers Branch TIF #1	7,126,317
City of Farmers Branch TIF #2	1,357,415
Total	<u>\$ 36,333,302</u>

NOTE 3. CASH AND INVESTMENTS

The funds of the District must be deposited and invested under the terms of a contract, contents of which are set out in the Depository Contract Law. The depository bank places approved pledged securities for safekeeping and trust with the District's agent bank in an amount sufficient to protect District funds on a day-to-day basis during the period of the contract. The pledge of approved securities is waived only to the extent of the depository bank's dollar amount of Federal Deposit Insurance Corporation ("FDIC") insurance.

At August 31, 2020, the carrying amount of the District's deposits (cash, certificates of deposit, and interest-bearing saving accounts included in temporary investments) was \$81,067,341 and the bank balance was \$89,283,097. The District's cash deposits at August 31, 2020 and during the year ended August 31, 2020 were entirely covered by FDIC insurance or by pledged collateral held by the District's agent bank in the District's name. Section 2257 of the Texas Government Code requires deposits of a public entity shall be secured by eligible securities. The total value of the eligible securities to secure a deposit of public funds must be an amount not less than the amount of the deposit of public funds, increased by the amount of any accrued interest

NOTE 3. CASH AND INVESTMENTS - CONTINUED

and reduced to the extent that the United States or instrumentality of the United States insures the deposit. In certain circumstances, the total value of the eligible securities to insure a deposit of public funds of a school district must be an amount not less than 110% of the amount of the uninsured deposit.

In addition, the following is disclosed regarding coverage of combined balances on the date of highest deposit:

- a. Depository: Wells Fargo;
- b. The market value of securities pledged as of the date of the highest combined balance on deposit was \$65,787,763;
- c. The highest combined balances of cash, savings, and time deposit accounts amounted to \$57,182,761 and occurred during the month of January 2020;
- d. Total amount of FDIC coverage at the time of the highest combined balance was \$250,000.

Legal and contractual provisions governing deposits and investments:

The Public Funds Investment Act (Government Code Chapter 2256) contains specific provisions in the areas of investment practices, management reports and establishment of appropriate policies. Among other things, it requires the District to adopt, implement, and publicize an investment policy. That policy must address the following areas: (1) safety of principal and liquidity, (2) portfolio diversification, (3) allowable investments, (4) acceptable risk levels, (5) expected rates of return, (6) maximum allowable stated maturity of portfolio investments, (7) maximum average dollar-weighted maturity, allowed based on the stated maturity date for the portfolio, (8) investment staff quality and capabilities, (9) and bid solicitation preferences for certificates of deposit.

Statutes and the District's investment policy authorized the District to invest in the following investments as summarized in the following table:

Authorized Investment Type	Maximum Maturity	Maximum Percentage of Portfolio	Maximum Investment In One Issuer
U.S. Treasury Obligations	* 2 years	None	None
U.S. Agencies Securities	* 2 years	None	None
Letters of Credit	* 2 years	None	None
Certificates of Deposit	* 2 years	None	None
Repurchase Agreements	90 days	None	None
Securities Lending Program	1 year	None	None
Banker's Acceptance	270 days	None	None
Commercial Paper	270 days	None	None
No-Load Money Market Mutual Funds	90 days	None	None
No-Load Mutual Funds	2 years	None	None
Guaranteed Investment Contracts	* 2 years	None	None
Investment Pools	-	None	None

*based on more restrictive local policy

NOTE 3. CASH AND INVESTMENTS - CONTINUED

The Act also requires the District to have independent auditors perform test procedures related to investment practices as provided by the Act. The District is in substantial compliance with the requirements of the Act and with local policies.

Cash and investments as of August 31, 2020 are classified in the accompanying financial statements as follows:

Statement of Net Position:	
Cash and Investments	\$ 357,076,958
Fiduciary Funds:	
Cash and Investments	<u>1,112,581</u>
Total Cash and Investments	<u>\$ 358,189,539</u>

Cash and investments at August 31, 2020 consist of the following:

Cash on Hand	\$ 20,285
Savings and Checking Accounts	19,924,523
Certificates of Deposit	-
Money Markets	61,142,819
Lone Star	51,225,464
Texpool	190,038,411
TexStar	<u>35,838,037</u>
Total Cash and Investments	<u>\$ 358,189,539</u>

Disclosure relating to interest rate risk

Interest rate risk is the risk that changes in market interest rates that will adversely affect the fair value of an investment. Generally, the longer the maturity of an investment the greater the sensitivity of its fair value to changes in market interest rates. The District's investment policy limits the maturity of certificates of deposit and other investments to no more than two years at the time of purchase. The District's practice is to hold all certificates of deposit until maturity. The District's investment policy has no specific maturity restrictions for public funds investment pools, however, the District manages its exposure to interest rate risk by investing mainly in investment pools which purchase a combination of shorter term investments with an average maturity of less than 60 days thus reducing the interest rate risk. The District monitors the interest rate risk inherent in its portfolio by measuring the weighted average maturity of its portfolio. The District has no specific limitations with respect to this metric.

As of August 31, 2020, the District did not invest in any securities which are highly sensitive to interest rate fluctuations.

As of August 31, 20, the District had the following investments:

CARROLLTON-FARMERS BRANCH INDEPENDENT SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED AUGUST 31, 2020

NOTE 3. CASH AND INVESTMENTS - CONTINUED

Investment Type	Amount	Weighted Average Maturity
Certificates of Deposit	\$ -	
Lone Star	51,225,464	24 days
Texpool	190,038,411	27 days
TexStar	35,838,037	29 days
Total	<u>\$ 277,101,912</u>	

Disclosure relating to credit risk

Generally, credit risk is the risk that an issuer of an investment will not fulfill its obligation to the holder of the investment. This is measured by the assignment of a rating by a nationally recognized statistical rating organization. All investments in certificates of deposit are fully covered by federal depository insurance. Presented below is the minimum rating required by (where applicable) the Public Funds Investment Act, the District's investment policy, or debt agreements, and the actual rating as of year-end for each investment in public funds investment pools.

Investment Type	Amount	Minimum Legal Rating	Rating of Year End
Lone Star	\$ 51,225,464	N/A	AAA
Texpool	190,038,411	N/A	AAAm
TexStar	35,838,037	N/A	AAAm
Total	<u>\$ 277,101,912</u>		

Concentration of credit risk

The investment policy of the District contains no limitations on the amount that can be invested in any one issuer. As of August 31, 2020, other than external investment pools, collateralized deposits, and Certificates of Deposits, the District did not have 7% or more of its investments in one issuer.

Custodial credit risk

Custodial credit risk for deposits is the risk that, in the event of the failure of a depository financial institution, a government will not be able to recover its deposits or will not be able to recover collateral securities that are in the possession of an outside party. The custodial credit risk for investments is the risk that, in the event of the failure of the counterparty to a transaction, a government will not be able to recover the value of its investment or collateral securities that are in the possession of another party. The Public Funds Investment Act and the District's investment policy do not contain legal or policy requirements that would limit the exposure to custodial credit risk for deposits or investments, other than the following provision for deposits: The Public Funds Investment Act requires that a financial institution secure deposits made by state or local governmental units by pledging securities in an undivided collateral pool held by a depository regulated under state law (unless so waived by the governmental unit). The market value of the pledged securities in the collateral pool must equal at least the bank balance less FDIC insurance at all times.

As of August 31, 2020, the District deposits with financial institutions in excess of federal depository insurance limits were fully collateralized. All certificates of deposits are fully covered by Letters of Credit.

The District is a voluntary participant in Lone Star, Texpool, and TexStar.

NOTE 3. CASH AND INVESTMENTS - CONTINUED

The State Comptroller of Public Accounts exercises oversight responsibility over the external pooled funds. The pooled funds operate in a manner consistent with the SEC's Rule 2a7 of the Investment Company Act of 1940. The external pooled funds use amortized cost rather than fair value to report net assets to compute share price. Accordingly the fair value of the positions of the pooled funds is the same as the value of the external pool shares.

Fair Value Measurements

The District categorizes its fair value measurements with the fair value hierarchy established by generally accepted accounting principles. The hierarchy is based on the valuation inputs used to measure the fair value of the asset. Level 1 inputs are quoted prices in active markets for identical assets; Level 2 inputs are significant other observable inputs; Level 3 inputs are significant unobservable inputs. Investments that are measured at fair value using the net asset value per share (or its equivalent) as a practical expedient are not classified in the fair value hierarchy below.

Instances where inputs used to measure fair value fall into different levels in the above fair value hierarchy, fair value measurements in their entirety are categorized based on the lowest level input that is significant to the valuation. The District's assessment of the significance of particular inputs to these fair value measurements requires judgment and considers factors specific to each asset or liability.

Assets and Liabilities Measured at Fair Value on a Recurring Basis

The fair value of the certificates of deposit and U.S. Government Agency Bonds at August 31, 2020 was determined based on level 2 inputs. The District estimates the fair value of these investments using inputs such as interest rates that are observable at commonly quoted intervals.

The District's investment in State Investment Pools (statewide 2a7-like external investment pools) are not required to be measured at fair value but are measured at amortized cost.

NOTE 4. DELINQUENT TAXES RECEIVABLE

Delinquent taxes are prorated between maintenance and debt service on rates adopted for the year of the levy. Allowances for uncollectible tax receivables within the General and Debt Service Funds are based on historical experience in collecting property taxes. Uncollectible personal property taxes are periodically reviewed and written off, but the District is prohibited from writing off real property taxes without specific statutory authority from the Texas Legislature.

At August 31, 2020, the components of delinquent taxes receivables are as follows:

	General Fund	Debt Service Fund	Total
Delinquent Taxes	\$ 3,199,916	\$ 617,324	\$ 3,817,240
Related Penalty and Interest	1,305,998	270,042	1,576,040
	<u>\$ 4,505,914</u>	<u>\$ 887,366</u>	<u>\$ 5,393,280</u>

CARROLLTON-FARMERS BRANCH INDEPENDENT SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED AUGUST 31, 2020

NOTE 4. DELINQUENT TAXES RECEIVABLE - CONTINUED

At August 31, 2020, an allowance for uncollectible taxes is provided for the following:

	General Fund	Debt Service Fund	Total
Personal Property	\$ 1,551,608	\$ 290,467	\$ 1,842,075
Real Property	43,404	8,126	51,530
	<u>\$ 1,595,012</u>	<u>\$ 298,593</u>	<u>\$ 1,893,605</u>

NOTE 5. RECEIVABLES FROM OTHER GOVERNMENTS

The District participates in a variety of federal and state programs from which it receives grants to partially or fully finance certain activities. In addition, the District receives entitlements from the State through the School Foundation and Per Capita Programs. Amounts due from federal and state governments as of August 31, 2020, are summarized below. All federal grants shown below are passed through the TEA and are reported on the combined financial statements as Receivables from Other Governments. Furthermore, there are times whenever overpayment is received from a State Agency and money may be due to other governments.

	General Fund	Debt Service	Nonmajor Governmental Funds	Total
Federal Grants	\$ 547,148	\$ -	\$ 5,218,482	\$ 5,765,630
Texas Education Agency	3,282,480	-	703,888	3,986,368
	<u>\$ 3,829,628</u>	<u>\$ -</u>	<u>\$ 5,922,370</u>	<u>\$ 9,751,998</u>

NOTE 6. OTHER RECEIVABLES

Other receivables as of August 31, 2020, for the District's individual major funds, nonmajor, and internal service funds in the aggregate are as follows:

	General Fund	Debt Service Funds	Capital Projects Funds	Nonmajor Governmental Funds	Total
NSF Checks	\$ -	\$ -	\$ -	\$ 424	\$ 424
Other	3,368	-	-	1,100	4,468
	<u>\$ 3,368</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 1,524</u>	<u>\$ 4,892</u>

CARROLLTON-FARMERS BRANCH INDEPENDENT SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED AUGUST 31, 2020

NOTE 7. INTERFUND RECEIVABLES, PAYABLES, AND TRANSFERS

Interfund balances at August 31, 2020 consisted of the following individual fund receivables and payables:

	<u>Receivables</u>	<u>Payables</u>	<u>Purpose</u>
Major Funds:			
General Fund	\$ 8,477,808	\$ 3,986,643	Cash shortage and payroll transfers
Debt Service Fund	2	98,218	Cash shortage
Non-Major Funds:			
Federal Funds	520,909	4,917,203	Cash shortage and payroll transfers
Internal Service Fund	-	175	Payroll transfers
Enterprise Fund	<u>4,301</u>	<u>781</u>	Cash shortage and payroll transfers
Total	<u>\$ 9,003,020</u>	<u>\$ 9,003,020</u>	

All amounts due are scheduled to be repaid within one year.

During the year ended August 31, 2020, the District transferred \$8,000,000 from the General Fund to the Athletic & District-Wide Facility Upgrades Fund (a special revenue fund) and \$23,900,000 from the General Fund to the Technology Fund (an internal service fund) as operating transfers.

CARROLLTON-FARMERS BRANCH INDEPENDENT SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED AUGUST 31, 2020

NOTE 8. CAPITAL ASSET ACTIVITY

Capital asset activity for the District for the year ended August 31, 2020, was as follows:

Governmental Activities:	Primary Government				Ending Balance
	Beginning Balance	Additions	Retirements	Transfers	
Non-Depreciable Assets					
Land	\$ 60,877,236	\$ -	\$ -	\$ -	\$ 60,877,236
Construction In Progress	31,168,992	52,198,855	-	(9,838,695)	73,529,152
Total Non-Depreciable Assets	92,046,228	52,198,855	-	(9,838,695)	134,406,388
Depreciable					
Land Improvements	2,560,432	12,067,833	-	-	14,628,265
Buildings and Improvements	672,042,945	78,122	-	9,838,695	681,959,762
Furniture and Equipment	42,145,393	3,106,394	(350,662)	-	44,901,125
Total Depreciable Assets	716,748,770	15,252,349	(350,662)	9,838,695	741,489,152
Less Accumulated Depreciation for:					
Land Improvements	1,051,110	267,488	-	-	1,318,598
Buildings and Improvements	365,634,315	18,046,016	-	-	383,680,331
Furniture and Equipment	28,504,288	2,717,111	(260,845)	-	30,960,554
Total Accumulated Depreciation	395,189,713	21,030,615	(260,845)	-	415,959,483
Total Capital Assets, Net	\$ 413,605,285	\$ 46,420,589	\$ (89,817)	\$ -	\$ 459,936,057

Depreciation expense was charged to governmental functions as follows:

Governmental Function	Depreciation	Function
Instruction	\$ 11,783,808	11
Instructional Resources and Media Services	907,915	12
Curriculum and Instructional Staff Development	164,206	13
Instructional Leadership	43,335	21
School Leadership	917,011	23
Guidance, Counseling and Evaluation Services	181,555	31
Social Work Services	84	32
Health Services	64,397	33
Student (Pupil) Transportation	753,419	34
Food Services	1,705,723	35
Extracurricular Activities	1,806,426	36
General Administration	503,531	41
Facilities Maintenance and Operations	700,542	51
Security and Monitoring Service	10,041	52
Data Processing Services	1,488,622	53
Total Depreciation Expense	\$ 21,030,615	

CARROLLTON-FARMERS BRANCH INDEPENDENT SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED AUGUST 31, 2020

NOTE 9. UNEARNED REVENUE

Unearned revenue at year end consisted of the following:

	General Fund	Debt Service Fund	Nonmajor Governmental Funds	Total
Other Receipts	\$ 53,323	\$ 5,528	\$ 791,998	\$ 850,849
State Textbook Fund	-	-	97,901	97,901
	<u>\$ 53,323</u>	<u>\$ 5,528</u>	<u>\$ 889,899</u>	<u>\$ 948,750</u>

Resources that have been received, but not yet earned are recorded as unearned revenue.

NOTE 10. DEFEASED DEBT

On August 31, 2019, \$32,765,000 of defeased bonds remain outstanding due to the December 2017 refunding and the 2019 refunding by the Irving and Farmers Branch TIFs.

As of August 31, 2020, \$234,265,000 of bonds from the November 2018 election were authorized by bond election and not issued.

CARROLLTON-FARMERS BRANCH INDEPENDENT SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED AUGUST 31, 2020

NOTE 11. LONG-TERM DEBT

Unlimited Tax Bonds

The District issues unlimited tax bonds for the governmental activities to provide for the acquisition and construction of major capital facilities. Unlimited tax bonds are direct obligations and pledge the full faith and credit of the District. Bonded indebtedness of the District is reflected in the Statement of Net Position.

Current requirements for principal and interest expenditures are payable solely from future revenues of the Debt Service Fund which consists principally of property taxes collected by the District and interest earnings.

Unlimited tax bonds outstanding as of August 31, 2020 are as follows:

Purpose and Lawful Authority	Maturity Year	Interest Rate	Original Amount	Amount Outstanding 09/01/19	Issued	Retired/ Refunded	Amount Outstanding 08/31/20
Unlimited Tax Refunding Bonds, Series 2010	2020	3.00% to 5.00%	63,565,000	3,520,000	-	3,520,000	-
Unlimited Tax School Building and Refunding Bonds, Series 2012	2032	2.00% to 5.00%	54,965,000	20,740,000	-	2,115,000	18,625,000
Unlimited Tax School Building Bonds, Series 2013A	2033	2.00% to 5.00%	41,250,000	18,130,000	-	940,000	17,190,000
Unlimited Tax Refunding Bonds, Series 2013B	2025	2.00% to 5.00%	28,700,000	18,530,000	-	2,785,000	15,745,000
Unlimited Tax Refunding Bonds, Series 2015	2031	2.00% to 5.00%	23,655,000	19,980,000	-	1,300,000	18,680,000
Unlimited Tax Refunding Bonds, Series 2015A	2032	2.00% to 5.00%	23,495,000	13,860,000	-	2,760,000	11,100,000
Unlimited Tax Refunding Bonds, Series 2016	2027	3.00% to 5.00%	48,420,000	21,935,000	-	5,760,000	16,175,000
Unlimited Tax Refunding Bonds, Series 2017	2029	2.00% to 5.00%	13,800,000	5,065,000	-	-	5,065,000
Unlimited Tax School Building Bonds, Series 2019	2039	3.00% to 5.00%	109,220,000	109,220,000	-	12,990,000	96,230,000
				<u>\$ 230,980,000</u>	<u>-</u>	<u>\$ 32,170,000</u>	<u>\$ 198,810,000</u>

Debt service requirements are as follows:

Year Ending August 31	General Obligation Principal	Interest	Total Requirement
2021	36,415,000	7,827,738	44,242,738
2022	17,590,000	6,516,288	24,106,288
2023	15,360,000	5,732,263	21,092,263
2024	15,035,000	5,009,838	20,044,838
2025	14,910,000	4,294,838	19,204,838
2026-2030	53,130,000	13,104,800	66,234,800
2031-2035	29,000,000	4,712,388	33,712,388
2036-2039	17,370,000	1,140,880	18,510,880
		<u>\$ 198,810,000</u>	<u>\$ 48,339,031</u>
			<u>\$ 247,149,031</u>

CARROLLTON-FARMERS BRANCH INDEPENDENT SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED AUGUST 31, 2020

NOTE 11. LONG-TERM DEBT – CONTINUED

There are a number of limitations and restrictions contained in the unlimited tax school building and refunding bond indenture. Management has indicated that the District is in compliance with all significant limitations and restrictions at August 31, 2020.

Changes in Long-Term Liabilities:

	Balance 9/1/2019	Additions	Reductions	Balance 8/31/2020	Due Within One Year
Governmental Activities					
General Obligation Bonds	\$ 230,980,000	\$ -	\$ 32,170,000	198,810,000	\$ 36,415,000
Premium on Bonds	26,285,596	-	3,231,566	23,054,030	-
Workers' Compensation Claims Payable	1,951,667	592,039	932,621	1,611,085	986,321
Accrued Compensated Absences	2,182,415	217,770	246,948	2,153,237	218,767
Net Pension Liability	93,264,004	-	4,512,645	88,751,359	-
Net Other Post-Employment Benefits (OPEB)	103,726,479	-	3,780,803	99,945,676	-
Long-term Liabilities	<u>\$ 458,390,161</u>	<u>\$ 809,809</u>	<u>\$ 44,874,583</u>	<u>\$ 414,325,387</u>	<u>\$ 37,620,088</u>

The accrued liabilities of the workers' compensation self-insurance plan and the accrued compensated absences are reflected in the long-term liabilities as part of the governmental activities. The internal service funds are used to liquidate the claims payable. The general fund and special revenue funds are used to liquidate accrued compensated absences balances and net pension/OPEB liabilities. The net pension liability is the District's proportionate share of the collective net pension liability and the net OPEB liability is the District's proportionate share of the collective net OPEB liability.

NOTE 12. GENERAL FUND FEDERAL SOURCE REVENUES

During the current year, general fund federal source revenues consisted of the following:

Program or Source	CFDA Number	Amount
Direct Cost		
School Health and Related Services	N/A	\$ 4,783,545
Indirect Cost Reimbursement	84.010A	183,171
Indirect Cost Reimbursement	84.027A	184,839
Indirect Cost Reimbursement	84.173A	2,961
Indirect Cost Reimbursement	84.048A	10,109
Indirect Cost Reimbursement	84.365A	40,204
Indirect Cost Reimbursement	84.424A	14,144
Indirect Cost Reimbursement	84.367A	21,208
Indirect Cost Reimbursement	84.425D	466,988
		<u>\$ 5,707,169</u>

CARROLLTON-FARMERS BRANCH INDEPENDENT SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED AUGUST 31, 2020

NOTE 13. REVENUE FROM LOCAL AND INTERMEDIATE SOURCES

During the current year, revenues from local and intermediate sources consisted of the following:

	General Fund	Debt Service Fund	Capital Projects Fund	Nonmajor Governmental Funds	Total
Property Taxes	\$ 242,463,919	\$ 45,293,770	\$ -	\$ -	\$ 287,757,689
Penalties and Interest	834,822	150,352	-	-	985,174
Tax Increment Fund	-	-	-	353,191	353,191
Investment Earnings	1,542,662	218,955	1,330,789	740,129	3,832,535
Food Sales	-	-	-	1,684,721	1,684,721
Tuition from Patrons	338,048	-	-	-	338,048
Insurance Proceeds	4,304	-	-	-	4,304
Co-Curricular	273,474	-	-	792,979	1,066,453
Rent	358,257	-	-	-	358,257
Gifts and Bequest	6,644	-	-	159,742	166,386
Enterprising	-	-	-	27,717	27,717
Other	349,563	-	-	20,195	369,758
	<u>\$ 246,171,693</u>	<u>\$ 45,663,077</u>	<u>\$ 1,330,789</u>	<u>\$ 3,778,674</u>	<u>\$ 296,944,233</u>

NOTE 14. DEFINED BENEFIT PENSION PLAN

Plan Description. Carrollton-Farmers Branch Independent School District participates in a cost-sharing multiple-employer defined benefit pension that has a special funding situation. The plan is administered by the Teacher Retirement System of Texas (TRS). TRS's defined benefit pension plan is established and administered in accordance with the Texas Constitution, Article XVI, Section 67 and Texas Government Code, Title 8, Subtitle C. The pension trust fund is a qualified pension trust under Section 401(a) of the Internal Revenue Code. The Texas Legislature establishes benefits and contribution rates within the guidelines of the Texas Constitution. The pension's Board of Trustees does not have the authority to establish or amend benefit terms.

All employees of public, state-supported educational institutions in Texas who are employed for one-half or more of the standard work load and who are not exempted from membership under Texas Government Code, Title 8, Section 822.002 are covered by the system.

Pension Plan Fiduciary Net Position. Detailed information about the Teacher Retirement System's fiduciary net position is available in a separately-issued Comprehensive Annual Financial Report that includes financial statements and required supplementary information. That report may be obtained on the Internet at <https://trs.texas.gov/trs%20Documents/cafr2019.pdf>, selecting *About TRS* then *Publications* then *Financial Reports* or by writing to TRS at 1000 Red River Street, Austin, TX, 78701-2698.

Benefits Provided. TRS provides service and disability retirement, as well as death and survivor benefits, to eligible employees (and their beneficiaries) of public and higher education in Texas. The pension formula is calculated using 2.3 percent (multiplier) times the average of the five highest annual creditable salaries times years of credited service to arrive at the annual standard annuity except for members who are grandfathered, the three highest annual salaries are used. The normal service retirement is at age 65 with 5 years of credited service or when the sum of the member's age and years of credited service equals 80 or more years. Early retirement is at age 55 with 5 years of service credit or earlier than 55 with 30 years of service credit. There are additional provisions for early retirement if the sum of the member's age and years of service credit total at least 80, but the member is less than age 60 or 62 depending on date

NOTE 14. DEFINED BENEFIT PENSION PLAN -CONTINUED

of employment, or if the member was grandfathered in under a previous rule. There are no automatic post-employment benefit changes; including automatic COLAs. Ad hoc post-employment benefit changes, including ad hoc COLAs can be granted by the Texas Legislature as noted in the Plan description above.

Texas Government Code section 821.006 prohibits benefit improvements, if, as a result of the particular action, the time required to amortize TRS' unfunded actuarial liabilities would be increased to a period that exceeds 31 years, or, if the amortization period already exceeds 31 years, the period would be increased by such action.

In May, 2019, the 86th Texas Legislature approved the TRS Pension Reform Bill (Senate Bill 12) that provides for gradual contribution increases from the state, participating employers and active employees to make the pension fund actuarially sound. This action causing the pension fund to be actuarially sound, allowed the legislature to approve funding for a 13th check in September 2019. All eligible members retired as of December 31, 2018 received an extra annuity check in either the matching amount of their monthly annuity or \$2,000, whichever was less.

Contributions. Contribution requirements are established or amended pursuant to Article 16, section 67 of the Texas Constitution which requires the Texas legislature to establish a member contribution rate of not less than 6% of the member's annual compensation and a state contribution rate of not less than 6% and not more than 10% of the aggregate annual compensation paid to members of the system during the fiscal year.

Employee contribution rates are set in state statute, Texas Government Code 825.402. The TRS Pension Reform Bill (Senate Bill 12) of the 86th Texas Legislature amended Texas Government Code 825.402 for member contributions and increased employee and employer contribution rates for fiscal years 2020 thru 2025.

	<u>Contribution Rates</u>	
	<u>2019</u>	<u>2020</u>
Member	7.7%	7.7%
Non-Employer Contributing Entity (State)	6.8%	7.5%
Employers	6.8%	7.5%
Carrollton-Farmers Branch ISD FY2020 Employer Contributions		\$6,545,368
Carrollton-Farmers Branch ISD FY2020 Member Contributions		\$14,542,277
Carrollton-Farmers Branch ISD FY2020 NECE On-Behalf Contributions		\$9,740,796

Contributors to the plan include members, employers and the State of Texas as the only non-employer contributing entity. The State is the employer for senior colleges, medical schools and state agencies including the TRS. In each respective role, the State contributes to the plan in accordance with state statutes and the General Appropriations Act (GAA).

As the non-employer contributing entity for public education, the State of Texas contributes to the retirement system an amount equal to the current employer contribution rate times the aggregate annual compensation of all participating members of the pension trust fund during that fiscal year reduced by the amounts described below which are paid by the employers. Employers including public schools are required to pay the employer contribution rate in the following instances:

NOTE 14. DEFINED BENEFIT PENSION PLAN -CONTINUED

- On the portion of the member's salary that exceeds the statutory minimum for members entitled to the statutory minimum under Section 21.402 of the Texas Education Code.
- During a new member's first 90 days of employment.
- When any part or all of an employee's salary is paid by federal funding source or a privately sponsored source, from non-educational and general, or local funds.
- When the employing district is a public school, the employer shall contribute 1.5% of covered payroll to the pension fund beginning in fiscal year 2020. The contribution rate called the Public Education Employer Contribution will replace the Non (OASDI) surcharge that was in effect in fiscal year 2019.

In addition to the employer contributions listed above, there are two additional surcharges an employer is subject to.

- When employing a retiree of the Teacher Retirement System the employer shall pay both the member contribution and the state contribution as an employment after retirement surcharge.
- When a school district does not contribute to the Federal Old-Age, Survivors and Disability Insurance (OASDI) Program for certain employees, they must contribute 1.5% of the state contribution rate for certain instructional or administrative employees; and 100% of the state contribution rate for all other employees. This surcharge was in effect through fiscal year 2019 and was replaced with the Public Education Employer Contribution explained above.

Actuarial Assumptions. The total pension liability in the August 31, 2019 actuarial valuation was determined using the following actuarial assumptions:

Valuation Date	August 31, 2018 rolled forward to August 31, 2019
Actuarial Cost Method	Individual Entry Age Normal
Asset Valuation Method	Market Value
Single Discount Rate	7.25%
Long-term expected Investment Rate of Return	7.25%
Municipal Bond Rate as of August 2019	2.63%
Inflation	2.30%
Salary Increases Including Inflation	3.05% to 9.05%
Benefit Changes During the Year	None
Ad hoc Post Employment Benefit Changes	None

The actuarial methods and assumptions are used in the determination of the total pension liability are the same assumptions used in the actuarial valuation as of August 31, 2018. For a full description of these assumptions please see the actuarial valuation report dated November 9, 2018.

Discount Rate. A single discount rate of 7.25 percent was used to measure the total pension liability. The single discount rate was based on the expected rate of return on plan investments of 7.25 percent. The projection of cash flows used to determine this single discount rate assumed that contributions from active members, employers and the non-employer contributing entity will be made at the rates set by the legislature during the 2019 session. It is assumed that future employer and state contributions will be 8.50 percent of payroll in fiscal year 2020 gradually increasing to

NOTE 14. DEFINED BENEFIT PENSION PLAN -CONTINUED

9.55 percent of payroll over the next several years. This includes all employer and state contributions for active and rehired retirees.

Based on those assumptions, the pension plan's fiduciary net position was projected to be available to make all future benefit payments of current plan members. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the total pension liability.

The long-term rate of return on pension plan investments is 7.25%.

The long-term expected rate of return on pension plan investments was determined using a building-block method in which best-estimates ranges of expected future real rates of return (expected returns, net of pension plan investment expense and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation. Best estimates of geometric real rates of return for each major asset class included in the Systems target asset allocation as of August 31, 2019 are summarized below:

Asset Class	FY2019 Target Allocation ¹	New Target Allocation ²	Long-Term Expected Geometric Real Rate of Return ³
Global Equity			
U.S.	18%	18%	6.4%
Non-U.S. Developed	13%	13%	6.3%
Emerging Markets	9%	9%	7.3%
Directional Hedge Funds	4%	-	-
Private Equity	13%	14%	8.4%
Stable Value			
U.S. Treasuries	11%	16%	3.1%
Absolute Return	-	-	-
Stable Value Hedge Funds	4%	5%	4.5%
Real Return			
Global Inflation Linked Bonds ⁴	3%	-	-
Real Estate	14%	15%	8.5%
Energy, Natural Resources & Infrastructure	5%	6%	7.3%
Commodities	-	-	-
Risk Parity			
Risk Parity	5%	8%	5.8%/6.5% ⁵
Leverage			
Cash	1%	2%	2.5%
Asset Allocation Leverage	-	-6%	2.7%
Total	<u>100%</u>	<u>100%</u>	<u>7.23%</u>

Discount Rate Sensitivity Analysis. The following schedule shows the impact of the Net Pension Liability if the discount rate used was 1% less than and 1% greater than the discount rate that was used (7.25%) in measuring the Net Pension Liability.

¹ Target allocations are based on the Strategic Asset Allocation as of FY2019

² New allocations are based on the Strategic Asset Allocation to be implemented FY2020

³ 10-Year annualized geometric nominal returns include the real rate of return and inflation of 2.1%

⁴ New Target Allocation groups Government Bonds within the stable value allocation. This includes global sovereign nominal and inflation-linked bonds

⁵ 5.8% (6.5%) return expectation corresponds to Risk Parity with a 10% (12%) target volatility

NOTE 14. DEFINED BENEFIT PENSION PLAN -CONTINUED

	1% Decrease in Discount Rate (6.25%)	Discount Rate (7.25%)	1% Increase in Discount Rate (8.25%)
Carrollton-Farmers Branch ISD's proportionate share of the net pension liability:	\$136,423,732	\$88,751,359	\$50,127,536

Pension Liabilities, Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions. At August 31, 2020, Carrollton-Farmers Branch Independent School District reported a liability of \$88,751,359 for its proportionate share of the TRS's net pension liability. This liability reflects a reduction for State pension support provided to Carrollton-Farmers Branch Independent School District. The amount recognized by Carrollton-Farmers Branch Independent School District as its proportionate share of the net pension liability, the related State support, and the total portion of the net pension liability that was associated with Carrollton-Farmers Branch Independent School District were as follows:

District's Proportionate share of the collective net pension liability	\$88,751,359
State's proportionate share that is associated with the District	<u>\$120,684,854</u>
Total	<u>\$209,436,213</u>

The net pension liability was measured as of August 31, 2018 and rolled forward to August 31, 2019 and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of that date. The employer's proportion of the net pension liability was based on the employer's contributions to the pension plan relative to the contributions of all employers to the plan for the period September 1, 2018 thru August 31, 2019.

At August 31, 2019 the employer's proportion of the collective net pension liability was 0.17073109%, an increase of .76185% from its proportionate share of 0.1694402% at August 31, 2018.

Changes Since the Prior Actuarial Valuation – The following were changes to the actuarial assumptions or other inputs that affected measurement of the total pension liability since the prior measurement period.

- The single discount rate as of August 31, 2018 was a blended rate of 6.907 percent and that has changed to the long-term rate of return of 7.25 percent as of August 31, 2019.
- With the enactment of SB 3 by the 2019 Texas Legislature, an assumption has been made about how this would impact future salaries. It is assumed that eligible active members will each receive a \$2,700 increase in fiscal year 2020. This is in addition to the salary increase expected in the actuarial assumptions.
- The Texas Legislature approved funding for a 13th check. All eligible members retired as of December 31, 2018 will receive an extra annuity check in September 2019 in either the matching amount of their monthly annuity payment or \$2,000, whichever is less.

There were no changes of benefit terms that affected measurement of the total pension liability during the measurement period.

For the year ended August 31, 2020, Carrollton-Farmers Branch Independent School District recognized pension expense of \$9,740,796 and revenue of \$9,740,796 for support provided by the State.

At August 31, 2020, Carrollton-Farmers Branch Independent School District reported its proportionate share of the TRS's deferred outflows of resources and deferred inflows of resources related to pensions from the following sources (The amounts shown below will be the cumulative layers from the current and prior years combined.):

NOTE 14. DEFINED BENEFIT PENSION PLAN -CONTINUED

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual economic experience	\$ 372,835	\$3,081,588
Changes in actuarial assumptions	27,535,030	11,378,777
Difference between projected and actual investment earnings	891,166	-
Changes in proportion and difference between the employer's contributions and the proportionate share of contributions	29,407,773	24,090,838
Contributions paid to TRS subsequent to the measurement date	6,545,368	-
Total	\$64,752,172	\$38,551,203

\$6,545,368 reported as deferred outflows of resources resulting from District contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability in the year ended August 31, 2021. Other amounts reported as deferred outflows and inflows of resources related to pensions will be recognized in pension expense as follows:

Year ended August 31:	Pension Expense Amount
2021	\$6,660,054
2022	5,616,325
2023	6,248,209
2024	3,774,535
2025	(1,853,958)
Thereafter	(789,563)

NOTE 15. DEFINED OTHER POST-EMPLOYMENT BENEFIT PLAN

Plan Description. The District participates in the Texas Public School Retired Employees Group Insurance Program (TRS- Care). It is a multiple-employer, cost-sharing defined Other Post-Employment Benefit (OPEB) plan that has a special funding situation. The plan is administered through a trust by the Teacher Retirement System of Texas (TRS) Board of Trustees. It is established and administered in accordance with the Texas Insurance Code, Chapter 1575.

OPEB Plan Fiduciary Net Position. Detail information about the TRS-Care's fiduciary net position is available in the separately-issued TRS Comprehensive Annual Financial Report that includes financial statements and required supplementary information. That report may be obtained on the Internet at <http://www.trs.state.tx.us/about/documents/cafr.pdf#CAFR>; by writing to TRS at 1000 Red River Street, Austin, TX, 78701-2698; or by calling (512) 542-6592.

Benefits Provided. TRS-Care provides health insurance coverage to retirees from public schools, charter schools, regional education service centers and other educational districts who are members of the TRS pension plan. Optional dependent coverage is available for an additional fee.

Eligible non-Medicare retirees and their dependents may enroll in TRS-Care Standard, a high-deductible health plan. Eligible Medicare retirees and their dependents may enroll in the TRS-Care Medicare Advantage medical plan and the TRS-Care Medicare Rx prescription drug plan. To qualify for TRS-Care coverage, a retiree must have at least 10 years of service credit in the TRS pension system. The Board of Trustees is granted the authority to establish basic

NOTE 15. DEFINED OTHER POST-EMPLOYMENT BENEFIT PLAN-CONTINUED

and optional group insurance coverage for participants as well as to amend benefit terms as needed under Chapter 1575.052. There are no automatic post-employment benefit changes; including automatic COLAs.

The premium rates for retirees are reflected in the following table:

TRS-Care Monthly for Retirees		
	<u>Medicare</u>	<u>Non-Medicare</u>
Retiree*	\$ 135	\$ 200
Retiree and Spouse	529	689
Retiree* and Children	468	408
Retiree and Family	1,020	999

* or surviving spouse

Contributions. Contribution rates for the TRS-Care plan are established in state statute by the Texas Legislature, and there is no continuing obligation to provide benefits beyond each fiscal year. The TRS-Care plan is currently funded on a pay-as-you-go basis and is subject to change based on available funding. Funding for TRS-Care is provided by retiree premium contributions and contributions from the state, active employees, and school districts based upon public school district payroll. The TRS Board of trustees does not have the authority to set or amend contribution rates.

Texas Insurance Code, section 1575.202 establishes the state's contribution rate which is 1.25% of the employee's salary. Section 1575.203 establishes the active employee's rate which is .65% of pay. Section 1575.204 establishes an employer contribution rate of not less than 0.25 percent or not more than 0.75 percent of the salary of each active employee of the public. The actual employer contribution rate is prescribed by the Legislature in the General Appropriations Act. The following table shows contributions to the TRS-Care plan by type of contributor.

<u>Contribution Rates</u>		
	<u>2019</u>	<u>2020</u>
Active Employee	0.65%	0.65%
Non-Employer Contributing Entity (State)	1.25%	1.25%
Employers	0.75%	0.75%
Federal/private Funding remitted by Employers	1.25%	1.25%
Carrollton-Farmers Branch ISD FY20 Employer Contributions		\$1,544,850
Carrollton-Farmers Branch ISD FY20 Member Contributions		\$1,227,594
Carrollton-Farmers Branch ISD FY20 NECE On-behalf Contributions		\$2,232,394

In addition to the employer contributions listed above, there is an additional surcharge all TRS employers are subject to, regardless of whether or not they participate in the TRS Care OPEB program. When hiring a TRS retiree, employers are required to pay to TRS Care, a monthly surcharge of \$535 per retiree.

TRS-Care received supplemental appropriations from the State of Texas as the Non-Employer Contributing Entity in the amount of \$73.6 million in fiscal year 2019.

NOTE 15. DEFINED OTHER POST-EMPLOYMENT BENEFIT PLAN-CONTINUED

Actuarial Assumptions. The total OPEB liability in the August 31, 2018 was rolled forward to August 31, 2019. The actuarial valuation was determined using the following actuarial assumptions.

Rates of Mortality	General Inflation
Rates of Retirement	Wage Inflation
Rates of Termination	Expected Payroll Growth Rates of
Disability	

Additional Actuarial Methods and Assumptions:

Valuation Date	August 31, 2018 rolled forward to August 31, 2019
Actuarial Cost Method	Individual Entry Age Normal
Inflation	2.30%
Single Discount Rate	2.63%
Aging Factors	Based on specific plan experience
Expenses	Third-party administrative expenses related to the delivery of health care benefits are included in the age-adjusted claim costs
Projected Salary Increases	3.05% to 9.05%, including inflation
Election Rates	Normal Retirement: 65% participation prior to age 65 and 50% participation after age 65
Ad hoc post-employment benefit changes	None

The impact of the Cadillac Tax that is returning in fiscal year 2023, has been calculated as a portion of the trend assumption. Assumptions and methods used to determine the impact of the Cadillac Tax include:

- 2018 thresholds of \$850/\$2,292 were indexed annually by 2.30 percent.
- Premium data submitted was not adjusted for permissible exclusions to the Cadillac Tax.
- There were no special adjustments to the dollar limit other than those permissible for non-Medicare retirees over 55.

Results indicate that the value of the excise tax would be reasonably represented by a 25 basis point addition to the long-term trend rate assumption.

Discount Rate. A single discount rate of 2.63% was used to measure the total OPEB liability. There was a decrease of 1.06 percent in the discount rate since the previous year. Because the plan is essentially a “pay-as-you-go” plan, the single discount rate is equal to the prevailing municipal bond rate. The projection of cash flows used to determine the discount rate assumed that contributions from active members and those of the contributing employers and the non-employer contributing entity are made at the statutorily required rates. Based on those assumptions, the OPEB plan’s fiduciary net position was projected to not be able to make all future benefit payments of current plan members. Therefore, the municipal bond rate was applied to all periods of projected benefit payments to determine the total OPEB liability.

NOTE 15. DEFINED OTHER POST-EMPLOYMENT BENEFIT PLAN-CONTINUED

Discount Rate Sensitivity Analysis. The following schedule shows the impact of the Net OPEB Liability if the discount rate used was 1% less than and 1% greater than the discount rate that was used (2.63%) in measuring the Net OPEB Liability.

	1% Decrease in Discount Rate (1.63%)	Current Single Discount Rate (2.63%)	1% Increase in Discount Rate (3.63%)
District's proportionate share of the Net OPEB Liability:	\$120,666,500	\$99,945,676	\$83,735,755

Healthcare Cost Trend Rates Sensitivity Analysis - The following presents the net OPEB liability of the plan using the assumed healthcare cost trend rate, as well as what the OPEB liability would be if it were calculated using a trend rate that is one-percentage lower or one-percentage point higher than the assumed healthcare cost trend rate of 8.5%.

	1% Decrease (7.5%)	Current Healthcare Cost Trend Rate (8.5%)	1% Increase (9.5%)
District's proportionate share of the Net OPEB Liability:	\$81,532,176	\$99,945,676	\$124,611,309

OPEB Liabilities, OPEB Expenses, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to OPEBs. At August 31, 2020, the District reported a liability of \$99,945,676 for its proportionate share of the TRS's Net OPEB Liability. This liability reflects a reduction for State OPEB support provided to the District.

The amount recognized by the District as its proportionate share of the net OPEB liability, the related State support, and the total portion of the net OPEB liability that was associated with the District were as follows:

District's Proportionate share of the collective Net OPEB Liability	\$ 99,945,676
State's proportionate share that is associated with the District	<u>132,805,446</u>
Total	<u>\$232,751,122</u>

The Net OPEB Liability was measured as of August 31, 2018 and rolled forward to August 31, 2019 and the Total OPEB Liability used to calculate the Net OPEB Liability was determined by an actuarial valuation as of that date. The employer's proportion of the Net OPEB Liability was based on the employer's contributions to the OPEB plan relative to the contributions of all employers to the plan for the period September 1, 2018 thru August 31, 2019.

At August 31, 2019 the employer's proportion of the collective Net OPEB Liability was .211340%, an increase of 1.73% compared to the August 31, 2018 proportionate share of .207740%.

Changes Since the Prior Actuarial Valuation – The following were changes to the actuarial assumptions or other inputs that affected measurement of the Total OPEB liability since the prior measurement period:

- The discount rate changed from 3.69 percent as of August 31, 2018 to 2.63 percent as of August 31, 2019. This change increased the TOL.
- The health care trend rates were reset to better reflect the plan's anticipated experience. This change increased the TOL.

NOTE 15. DEFINED OTHER POST-EMPLOYMENT BENEFIT PLAN-CONTINUED

- The participation rate for pre-65 retirees was lowered from 70 percent to 65 percent. The participation rate for post-65 retirees was lowered from 75 percent to 50 percent. 25 percent of the pre-65 retirees are assumed to discontinue their coverage at age 65. There was no lapse assumption in the prior valuation. These changes decreased the TOL.
- The percentage of retirees who are assumed to have two-person coverage was lowered from 20 percent to 15 percent. In addition, the participation assumption for the surviving spouses of employees that die while activity employed was lowered from 20 percent to 10 percent. These changes decreased the TOL.
- Change of Benefit Terms Since the Prior Measurement Date – There were no changes in benefit terms since the prior measurement date.

For the year ended August 31, 2020, the District recognized OPEB expense of \$2,232,394 and revenue of \$2,232,394 for support provided by the State.

At August 31, 2020, the District reported its proportionate share of the TRS's deferred outflows of resources and deferred inflows of resources related to other post-employment benefits from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual economic experience	\$ 4,903,185	\$16,355,050
Changes in actuarial assumptions	5,551,203	26,882,934
Difference between projected and actual investment earnings	10,783	-
Changes in proportion and difference between the employer's contributions and the proportionate share of contributions	8,269,765	-
Contributions paid to TRS subsequent to the measurement date	1,544,850	-
Total	\$20,279,786	\$43,237,984

The net amounts of the employer's balance of deferred outflows and inflows of resources (not including the deferred contribution paid subsequent to the measurement date) related to OPEB will be recognized in OPEB expense as follows:

Year ended August 31:	OPEB Expense Amount
2021	\$(4,374,747)
2022	(4,374,747)
2023	(4,378,237)
2024	(4,380,233)
2025	(4,379,686)
Thereafter	(2,615,399)

NOTE 16. SCHOOL DISTRICT RETIREE HEALTH PLAN

Plan Description

The Carrollton-Farmers Branch ISD contributes to the Texas Public School Retired Employees Group Insurance Program (TRS-Care), a cost-sharing multiple-employer defined benefit postemployment health care plan administered by the Teacher Retirement System of Texas. TRS-Care provides health care coverage for certain persons (and their dependents) who retired under the Teacher Retirement System of Texas. The statutory authority for the program is Texas Insurance Code, Chapter 1575. Section 1575.052 grants the TRS Board of Trustees the authority to establish and amend basic and optional group insurance coverage for participants. The Teacher Retirement System of Texas issues a publicly available financial report that includes financial statements and required supplementary information for TRS-Care. That report may be obtained by visiting the TRS Web site at www.trs.state.tx.us under the [TRS Publications](#) heading, by calling the TRS Communications Department at 1-800-223-8778, or by writing to the Communications Department of the Teacher Retirement System of Texas at 1000 Red River Street, Austin, Texas 78701.

Funding Policy

Contribution requirements are not actuarially determined but are legally established each biennium by the Texas Legislature. Texas Insurance Code, Sections 1575.202, 203, and 204 establish state, active employee and public school contributions, respectively. Funding for free basic coverage is provided by the program based upon public school district payroll. Per Texas Insurance Code, Chapter 1575, the public school contribution may not be less than 0.25% or greater than 0.75% of the salary of each active employee of the public school. Funding for optional coverage is provided by those participants selecting the optional coverage. Contribution rates and amounts are shown in the table below for fiscal years 2018-2020.

Contribution Rates						
Year	<u>Active Member</u>		<u>State</u>		<u>School District</u>	
	Rate	Amount	Rate	Amount	Rate	Amount
2018	0.65%	1,107,956	1.25%	1,979,828	0.75%	1,428,928
2019	0.65%	1,174,550	1.25%	2,127,836	0.75%	1,498,846
2020	0.65%	1,227,594	1.25%	2,232,394	0.75%	1,544,850

Medicare Part D – On-Behalf Payments

The Medicare Prescription Drug, Improvement, and Modernization Act of 2003, which was effective on January 1, 2006, established prescription drug coverage for Medicare beneficiaries known as Medicare Part D. One of the provisions of Medicare Part D allows for the Texas Public School Retired Employee Group Insurance Program (TRS-Care) to receive retiree drug subsidy payments from the federal government to offset certain prescription drug expenditures for eligible TRS-Care participants. These on-behalf payments of \$820,964 recognized for the year ended August 31, 2020 as equal revenues and expenditures.

NOTE 17. RISK MANAGEMENT

The District is exposed to various risks of loss related to limited torts; theft of, damage to and destruction of assets; errors and omissions and natural disasters for which the District carries commercial insurance. There have been no significant reductions in coverage from the prior year and settlements have not exceeded coverage in the past three years.

NOTE 17. RISK MANAGEMENT - CONTINUED

Health Care Coverage

The employees of the District were covered by TRS Active Care. TRS Active Care is a statewide health coverage program for public education employees established by the 77th Texas Legislature. The District contributed \$278 per month per employee to the plan, and employees, at their option, authorized payroll withholdings to pay employee contributions and additional premiums for dependents.

Workers' Compensation Coverage

Beginning September 1, 1993, the District established a self-insurance plan for workers' compensation benefits. Prior to this time, the District was a member of the Texas Association of School Boards Workers' Compensation Self-Insurance Fund ("Fund"). The Fund will continue to be liable for all claims before September 1, 1993.

Claims are paid by a third party administrator acting on behalf of the District under the terms of a contractual agreement. Administrative fees are included within the provisions of that agreement. According to state statute, the District is protected against unanticipated catastrophic claims and aggregate loss by coverage carried through Midwest Employers Casualty Company, a commercial insurer licensed or eligible to do business in Texas in accordance with the Texas Insurance Code.

Coverage was in effect for specific occurrences exceeding \$600,000 with an annual aggregate retention amount of \$3,355,851. Payments exceeding the aggregate retention are reimbursable up to the aggregate limit of liability amount of \$1,000,000.

The costs associated with these self-insurance plans are reported as interfund transaction to the extent of amounts actuarially determined. Accordingly, they are treated as operating revenues of the Internal Service Funds and operating expenditures of the General Fund and the Special Revenue Funds. The accrued liabilities of the workers' compensation self-insurance plan of \$1,611,085 include incurred but not reported claims. The liability reported in the Fund at August 31, 2020 is based on the requirements of Governmental Accounting Standards Board No. 10, which requires that a liability for claims be reported if information prior to the issuance of the financial statements indicates that it is probable that a liability has been incurred at the date of the financial statements and the amount of the loss can be reasonably estimated. The liability includes an amount for claims that have been incurred but not reported. Because actual claims liabilities depend on such complex factors as inflation, changes in legal doctrines and damage awards, the process used in computing claims liability does not necessarily result in an exact amount. Claims liabilities are re-evaluated periodically to take into consideration recently settled claims, the frequency of claims and other economic and social factors. Workers' compensation liabilities for incurred losses to be settled by fixed or reasonably determinable payments over a long period of time were computed by an actuary and are reported at their present value using expected future investment yield assumption of 1%. Changes in the workers' compensation claims liability amounts in fiscal 2019 and 2020 were:

	Beginning of Fiscal Year Liability	Claims and Changes in Estimates	Claim Payments	Balance at Fiscal Year-End
Self-Insurance Liability				
2019-Workers' Compensation	\$ 1,980,805	\$ 921,208	\$ 950,346	\$ 1,951,667
2020-Workers' Compensation	\$ 1,951,667	\$ 592,039	\$ 932,621	\$ 1,611,085

NOTE 18. COMMITMENTS AND CONTINGENCIES

Litigation

The District is the defendant in a number of lawsuits arising principally in the normal course of operations. In the opinion of the administration, the outcome of these lawsuits will not have a materially adverse effect on the accompanying combined financial statements and accordingly, no provision for losses has been recorded.

Grants Programs

The District participates in numerous state and federal grant programs, which are governed by various rules and regulations of the grantor agencies. Costs charged to the respective grant programs are subject to audit and adjustment by the grantor agencies; therefore, to the extent that the District has not complied with the rules and regulations governing the grants, refunds of any money received may be required and the collectability of any related receivable at August 31, 2020 may be impaired. In the opinion of the District, there are no significant contingent liabilities relating to compliance with the rules and regulations governing the respective grants; therefore, no provision has been recorded in the accompanying combined financial statements for such contingencies.

Future Construction

The funds in the Capital Projects Fund will be used for future school construction and renovation. Commitments on outstanding construction contracts for future school and renovations totaled approximately \$70,080,926 at August 31, 2020.

Arbitrage Rebate Liability

The Federal Tax Reform Act of 1986 requires issuers of tax-exempt debt to make payments to the United States Treasury of investment income received at yields that exceed the issuer's tax-exempt borrowing rates. The U.S. Treasury requires payment for each issue every five years. The estimated liability is updated annually for any tax-exempt issuances or changes in yields until such time payment of the calculated liability is due. As of August 31, 2020, the District has an arbitrage liability of \$581.

CARROLLTON-FARMERS BRANCH INDEPENDENT SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED AUGUST 31, 2020

NOTE 19. PRIOR PERIOD ADJUSTMENT

The District has recorded one prior period adjustment. The adjustment increases beginning fund balance in the General Fund and beginning net position in the government-wide financial statements. The second adjustment affected only the government-wide financial statements and decreased beginning net position. The prior period adjustment was as follows:

General Fund:

Increase in prior year State Foundation revenue resulting from a State property value audit	\$ 2,628,916	
Increase in prior year expenditures for fees associated with the property value audit	<u>(131,444)</u>	
Net prior period adjustment - General Fund		2,497,472
General Fund Fund Balance, as originally presented		<u>106,061,187</u>
General Fund Fund Balance, as adjusted		<u>\$ 108,558,659</u>

REQUIRED SUPPLEMENTARY INFORMATION



CARROLLTON-FARMERS BRANCH ISD
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL - GENERAL FUND
FOR THE YEAR ENDED AUGUST 31, 2020

Data Control Codes		Budgeted Amounts		Actual Amounts (GAAP BASIS)	Variance With Final Budget Positive or (Negative)
		Original	Final		
REVENUES:					
5700	Total Local and Intermediate Sources	\$ 245,130,437	\$ 249,303,616	\$ 246,171,693	\$ (3,131,923)
5800	State Program Revenues	45,873,716	44,368,974	50,218,037	5,849,063
5900	Federal Program Revenues	4,550,000	5,130,000	5,707,168	577,168
5020	Total Revenues	295,554,153	298,802,590	302,096,898	3,294,308
EXPENDITURES:					
Current:					
0011	Instruction	159,240,183	155,619,924	144,650,218	10,969,706
0012	Instructional Resources and Media Services	4,073,496	4,149,092	4,146,783	2,309
0013	Curriculum and Instructional Staff Development	4,801,722	4,501,546	4,346,048	155,498
0021	Instructional Leadership	4,193,841	4,236,995	3,800,166	436,829
0023	School Leadership	16,495,099	16,813,491	16,412,767	400,724
0031	Guidance, Counseling, and Evaluation Services	11,669,082	11,958,628	11,704,536	254,092
0032	Social Work Services	84,162	84,162	82,754	1,408
0033	Health Services	3,187,007	3,476,945	3,180,571	296,374
0034	Student (Pupil) Transportation	9,544,626	8,555,439	8,063,828	491,611
0035	Food Services	34,552	62,692	58,179	4,513
0036	Extracurricular Activities	5,266,350	5,283,522	4,550,222	733,300
0041	General Administration	8,440,287	8,094,978	7,537,333	557,645
0051	Facilities Maintenance and Operations	26,441,634	24,949,195	23,052,869	1,896,326
0052	Security and Monitoring Services	2,369,338	2,671,143	2,468,462	202,681
0053	Data Processing Services	5,163,303	9,122,990	8,696,573	426,417
0061	Community Services	85,746	192,894	126,918	65,976
Capital Outlay:					
0081	Facilities Acquisition and Construction	114,311	363,742	181,943	181,799
Intergovernmental:					
0091	Contracted Instructional Services Between Schools	22,809,245	22,809,245	22,486,625	322,620
0095	Payments to Juvenile Justice Alternative Ed. Prg.	200,000	200,000	27,378	172,622
0097	Payments to Tax Increment Fund	1,201,994	1,201,994	1,177,304	24,690
0099	Other Intergovernmental Charges	1,138,175	1,119,175	1,099,675	19,500
6030	Total Expenditures	286,554,153	285,467,792	267,851,152	17,616,640
1100	Excess of Revenues Over Expenditures	9,000,000	13,334,798	34,245,746	20,910,948
OTHER FINANCING SOURCES (USES):					
8911	Transfers Out (Use)	(9,000,000)	(19,000,000)	(31,900,000)	(12,900,000)
1200	Net Change in Fund Balances	-	(5,665,202)	2,345,746	8,010,948
0100	Fund Balance - September 1 (Beginning)	106,061,187	106,061,187	106,061,187	-
1300	Prior Period Adjustment	-	-	2,497,472	2,497,472
3000	Fund Balance - August 31 (Ending)	\$ 106,061,187	\$ 100,395,985	\$ 110,904,405	\$ 10,508,420

CARROLLTON-FARMERS BRANCH ISD
SCHEDULE OF THE DISTRICT'S PROPORTIONATE SHARE OF THE NET PENSION LIABILITY
TEACHER RETIREMENT SYSTEM OF TEXAS
FOR THE YEAR ENDED AUGUST 31, 2020

	FY 2020 Plan Year 2019	FY 2019 Plan Year 2018	FY 2018 Plan Year 2017
District's Proportion of the Net Pension Liability (Asset)	0.17073109%	0.1694402%	0.2679216%
District's Proportionate Share of Net Pension Liability (Asset)	\$ 88,751,359	\$ 93,264,004	\$ 85,666,908
State's Proportionate Share of the Net Pension Liability (Asset) Associated with the District	120,684,854	125,313,395	40,982,034
Total	<u>\$ 209,436,213</u>	<u>\$ 218,577,399</u>	<u>\$ 126,648,942</u>
District's Covered Payroll	\$ 180,665,729	\$ 170,427,941	\$ 162,866,070
District's Proportionate Share of the Net Pension Liability (Asset) as a Percentage of its Covered Payroll	49.12%	54.72%	52.60%
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	75.24%	73.74%	82.17%

Note: GASB Codification, Vol. 2, P20.183 requires that the information on this schedule be data from the period corresponding with the periods covered as of the measurement dates of August 31, 2019 for year 2020, August 31, 2018 for year 2019, August 31, 2017 for year 2018, August 31, 2016 for year 2017, August 31, 2015 for year 2016 and August 31, 2014 for year 2015.

This schedule shows only the years for which this information is available. Additional information will be added until 10 years of data are available and reported.

FY 2017 Plan Year 2016		FY 2016 Plan Year 2015		FY 2015 Plan Year 2014	
0.153378%		0.01411464%		0.0836645%	
\$	58,699,831	\$	49,893,374	\$	22,347,945
92,266,022		98,316,315		85,269,172	
\$	150,965,853	\$	148,209,689	\$	107,617,117
\$	158,015,677	\$	153,063,674	\$	148,723,134
37.15%		32.60%		15.03%	
78.00%		78.43%		83.25%	

CARROLLTON-FARMERS BRANCH ISD
SCHEDULE OF DISTRICT'S CONTRIBUTIONS FOR PENSIONS
TEACHER RETIREMENT SYSTEM OF TEXAS
FOR FISCAL YEAR 2020

	2020	2019	2018
Contractually Required Contribution	\$ 6,545,368	\$ 5,969,420	\$ 5,741,295
Contribution in Relation to the Contractually Required Contribution	(6,545,368)	(5,969,420)	(5,741,295)
Contribution Deficiency (Excess)	\$ -	\$ -	\$ -
District's Covered Payroll	\$ 188,862,609	\$ 180,665,729	\$ 170,427,941
Contributions as a Percentage of Covered Payroll	3.47%	3.31%	3.37%

Note: GASB Codification, Vol. 2, P20.183 requires that the data in this schedule be presented as of the District's respective fiscal years as opposed to the time periods covered by the measurement dates ending August 31 of the preceding year.

This schedule shows only the years for which this information is available. Additional information will be added until 10 years of data are available and reported.

2017	2016	2015			
\$ 5,257,678	\$ 5,101,714	\$ 4,179,320			
(5,257,678)	(5,101,714)	(4,179,320)			
\$ -	\$ -	\$ -			
\$ 162,866,070	\$ 158,015,677	\$ 153,063,674			
3.23%	3.23%	2.73%			

CARROLLTON-FARMERS BRANCH ISD
SCHEDULE OF THE DISTRICT'S PROPORTIONATE SHARE OF THE NET OPEB LIABILITY
TEACHER RETIREMENT SYSTEM OF TEXAS
FOR THE YEAR ENDED AUGUST 31, 2020

	FY 2020 Plan Year 2019	FY 2019 Plan Year 2018	FY 2018 Plan Year 2017
District's Proportion of the Net Liability (Asset) for Other Postemployment Benefits	0.21134%	0.20774%	0.194662%
District's Proportionate Share of Net OPEB Liability (Asset)	\$ 99,945,676	\$ 103,726,479	\$ 84,651,041
State's Proportionate Share of the Net OPEB Liability (Asset) Associated with the District	132,805,446	143,890,807	126,411,736
Total	<u>\$ 232,751,122</u>	<u>\$ 247,617,286</u>	<u>\$ 211,062,777</u>
District's Covered Payroll	\$ 180,665,729	\$ 170,427,941	\$ 162,866,070
District's Proportionate Share of the Net OPEB Liability (Asset) as a Percentage of its Covered Payroll	0.55%	0.61%	0.52%
Plan Fiduciary Net Position as a Percentage of the Total OPEB Liability	2.66%	1.57%	0.91%

Note: GASB Codification, Vol. 2, P50.238 states that the information on this schedule should be determined as of the measurement date. Therefore the amounts reported for FY 2020 are for the measurement date of August 31, 2019. The amounts for FY 2019 are for the measurement date August 31, 2018. The amounts for FY 2018 are based on the August 31, 2017 measurement date.

This schedule shows only the years for which this information is available. Additional information will be added until 10 years of data are available and reported.

CARROLLTON-FARMERS BRANCH ISD
SCHEDULE OF DISTRICT'S CONTRIBUTIONS FOR OTHER POSTEMPLOYMENT BENEFITS (OPEB)
TEACHER RETIREMENT SYSTEM OF TEXAS
FOR FISCAL YEAR 2020

	2020	2019	2018
Contractually Required Contribution	\$ 1,544,850	\$ 1,498,846	\$ 1,428,928
Contribution in Relation to the Contractually Required Contribution	(1,544,850)	(1,498,846)	(1,428,928)
Contribution Deficiency (Excess)	\$ -	\$ -	\$ -
District's Covered Payroll	\$ 188,862,609	\$ 180,665,729	\$ 170,427,941
Contributions as a Percentage of Covered Payroll	0.82%	0.83%	0.84%

Note: GASB Codification, Vol. 2, P50.238 requires that the data in this schedule be presented as of the District's respective fiscal years as opposed to the time periods covered by the measurement dates ending August 31 of the preceding year.

Information in this schedule should be provided only for the years where data is available. Eventually 10 years of data should be presented.

CARROLLTON-FARMERS BRANCH INDEPENDENT SCHOOL DISTRICT
NOTES TO THE REQUIRED SUPPLEMENTARY INFORMATION
FOR THE YEAR ENDED AUGUST 31, 2020

NOTE 1. STEWARDSHIP, COMPLIANCE, AND ACCOUNTABILITY

Budgetary Information

The Board of Education adopts an “appropriated budget” on a basis consistent with GAAP for the General Fund, Debt Service Fund and the Food Service Fund, a non-major Special Revenue Fund. The District is required to present the adopted and final amended budgeted revenues and expenditures for each of these funds.

The following procedures are followed in establishing the budgetary data:

1. Prior to August 20 of the preceding fiscal year, the District prepares a budget for the next succeeding fiscal year beginning September 1. The operating budget includes proposed expenditures and the means of financing them.
2. A meeting of the Board of Education is then called for the purpose of adopting the proposed budget after ten days public notice of the meeting has been given.
3. Prior to September 1, the budget is legally enacted through passage of a resolution by the Board of Education. Once a budget is approved, it can only be amended at the function and fund level by approval of a majority of the members of the Board. Amendments are presented to the Board at its regular meetings. Each amendment must have Board approval. As required by law, such amendments are made before the fact, are reflected in the official minutes of the Board, and are not made after fiscal year end. Because the District has a policy of careful budgetary control, several amendments were necessary during the year. Significant amendments were made to the following functional areas:

	<u>Function</u>	<u>Increase (Decrease)</u>
6011	Instruction	(3,620,259)
6023	School Leadership	318,392
6034	Student (Pupil) Transportation	(989,187)
6041	General Administration	(345,309)
6051	Facilities Maintenance and Operations	(1,492,439)
6053	Data Processing Services	3,959,687

4. Each budget is prepared and controlled by the budget coordinator at the revenue and expenditure function/object level. Budgeted amounts are as amended by the Board of Education. All budget appropriations lapse at year-end.
5. The Texas Education Agency requires these budgets to be filed with the Texas Education Agency on a designated date through the Public Education Information Management System (“PEIMS”). The budget should not exceed in any functional expenditure category under the TEA requirements. The original and final amended versions of these budgets are used in this report.

CARROLLTON-FARMERS BRANCH INDEPENDENT SCHOOL DISTRICT
NOTES TO THE REQUIRED SUPPLEMENTARY INFORMATION
FOR THE YEAR ENDED AUGUST 31, 2020

NOTE 2. PENSION INFORMATION

Changes of benefit terms.

There were no changes of benefit terms that affected measurement of the total pension liability during the measurement period.

Changes of assumptions.

- The single discount rate as of August 31, 2018 was a blended rate of 6.907 percent and that has changed to the long-term rate of return of 7.25 percent as of August 31, 2019.
- With the enactment of SB 3 by the 2019 Texas Legislature, an assumption has been made about how this would impact future salaries. It is assumed that eligible active members will each receive a \$2,700 increase in fiscal year 2020. This is in addition to the salary increase expected in the actuarial assumptions.
- The Texas Legislature approved funding for a 13th check. All eligible members retired as of December 31, 2018 will receive an extra annuity check in September 2019 in either the matching amount of their monthly annuity payment or \$2,000, whichever is less.

NOTE 3. OPEB INFORMATION

Changes of benefit terms.

There were no changes in benefit terms since the prior measurement date.

Changes of assumptions.

The following were changes to the actuarial assumptions or other inputs that affected measurement of the total OPEB liability since the prior measurement period:

- The discount rate changed from 3.69 percent as of August 31, 2018 to 2.63 percent as of August 31, 2019. This change increased the TOL.
- The health care trend rates were reset to better reflect the plan's anticipated experience. This change increased the TOL.
- The participation rate for pre-65 retirees was lowered from 70 percent to 65 percent. The participation rate for post-65 retirees was lowered from 75 percent to 50 percent. 25 percent of the pre-65 retirees are assumed to discontinue their coverage at age 65. There was no lapse assumption in the prior valuation. These changes decreased the TOL.
- The percentage of retirees who are assumed to have two-person coverage was lowered from 20 percent to 15 percent. In addition, the participation assumption for the surviving spouses of employees that die while activity employed was lowered from 20 percent to 10 percent. These changes decreased the TOL.



COMBINING AND OTHER STATEMENTS

NONMAJOR GOVERNMENTAL FUNDS SPECIAL REVENUE FUNDS

ESEA, Title I, Part A Improving Basic Programs – Provide opportunities for children served to acquire knowledge and skills to meet the challenging state performance standards developed for all children.

IDEA – Part B, Formula – Operate educational programs for children with disabilities.

IDEA – Part B, Preschool – Support Programs for preschool children with disabilities.

IDEA – Evaluation Capacity Funds – A program to assist LEAs in securing appropriately certified and/or licensed staff for the purposes of completing evaluations for eligibility for special education services.

National School Breakfast and Lunch Program – Supports programs using federal reimbursement revenues from the United States department of Agriculture (USDA).

Career and Technical – Carl Perkins – Provide career and technical education to develop new and/or improved marketable skills for paid and unpaid employment.

ESEA, Title II, Part A, Teacher and Principal Training and Recruiting – Provide financial assistance to increase student academic achievement through improving teacher and principal quality and increasing the number of highly qualified teachers in classrooms and highly qualified principals and assistant principals.

Title III, Part A - English Language Acquisition and Language Enhancement – Fund granted to improve the education of limited English proficient children by assisting the children to learn English and meet challenging State academic content and student academic achievement standards.

ESSER-Elementary and Secondary School Emergency Relief-provides funds to address the impact of COVID-19 under the Coronavirus Aid, Relief, and Economic Security Act (CARES Act).

Limited English Proficiency – Summer School – Provides funds for a summer school program for limited English proficient (LEP) students who will be eligible for admission to kindergarten and first grade at the beginning of the next school year.

Work Source Child Care and Development Fund – Provides funds to enhance tutoring at elementary schools in Dallas County.

Title IV, Part A - Student Support-Academic Enrichment – Provide all students access to a well-rounded education, improve academic outcomes by maintaining safe and healthy students, and improve the use of technology to advance student academic achievement.

Visually Impaired – SSVI – Provides funds to improve achievement of students who have a visual impairment and to ensure that comprehensive services are available to those students.

Advanced Placement Test Fee Program – A program designed to increase the number of low-income students who take advanced placement tests and receive scores for which college academic credit is awarded. The funds enable schools to pay all or a portion of advanced placement test fees on behalf of eligible low-income students who (1) are enrolled in an advanced placement course and (2) plan to take an advanced placement test.

State Textbook Fund – State funds awarded to school districts under the textbook allotment

NONMAJOR GOVERNMENTAL FUNDS SPECIAL REVENUE FUNDS

Combined State Grants – Includes: Ready to Read Grant and Teacher Stipend Program for Math and Literacy Achievement Academies.

Campus Activity Funds – Accounts for transactions related to a principal's activity fund.

Project Lead the Way – Grants awarded by Project Lead The Way, Inc. (PLTW). The grant awarded to the high school is to be used to offset the costs associated with the PLTW Engineering program. The grant awarded to the middle school is to be used to offset the costs associated with the PLTW Gateway program.

CFG Giving House-Donations support students with basic needs such as clothing and supplies.

Metrocrest Hospital Authority – Supports our certification programs to further student preparation for college and/or career.

Houston Korean Center Grant – A grant awarded by the Houston Korean Education Center to subsidize the salary and benefits for a teacher to teach Korean as a full-fledged Language Other than English course.

Promise Challenge – An 8-week program beginning in January 2019 and ending in March 2019 whereby a team of eight students and two coaches at Early College High School design solutions to address student-identified barriers in college access.

NCAN (National College Access Network) – The charitable purpose of this grant is to increase the number of students who complete the Free Application for Federal Student Aid (FAFSA), thus increasing the possibility that these students will complete a postsecondary degree.

Digital Promise –A Technology and Learning Coaching Fellowship Program launched, with the support from Google, to support middle schools with a full-time technology and learning coach. The one-year fellowship program includes engagement with a national cohort and additional support that will enable teachers in each fellow's school to more powerfully use technology for learning.

City of Farmers Branch TIF #1 – Reports property taxes collected for the City of Farmers Branch TIF #1 to pay for District projects identified in the project plan to be constructed in the zone for education facilities and maintenance for operating such facilities.

City of Farmers Branch TIF #2 – Reports property taxes collected for the City of Farmers Branch TIF #2 to pay for District projects identified in the project plan to be constructed in the zone for education facilities and maintenance for operating such facilities.

Education, Technology, & Operational Fund – Funds identified to provide staff with the necessary tools to meet the goal "High Achievement for Each Student". Significant items or projects will be identified and be differentiated from those normal operational expenditures.

Athletic & District-Wide Facility Upgrades – Provides funds to upgrade athletic and other identified facility needs that are beyond the scope of normal maintenance.

CARROLLTON-FARMERS BRANCH ISD
COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
AUGUST 31, 2020

Data Control Codes		211 ESEA I, A Improving Basic Program	224 IDEA - Part B Formula	225 IDEA - Part B Preschool
ASSETS				
1110	Cash and Cash Equivalents	\$ -	\$ -	\$ -
1240	Due from Other Governments	624,231	721,665	12,492
1250	Accrued Interest	-	-	-
1260	Due from Other Funds	850	-	-
1290	Other Receivables	-	-	-
1300	Inventories	-	-	-
1000	Total Assets	<u>\$ 625,081</u>	<u>\$ 721,665</u>	<u>\$ 12,492</u>
LIABILITIES				
2110	Accounts Payable	\$ 1,270	\$ -	\$ -
2160	Accrued Wages Payable	261,351	366,564	6,548
2170	Due to Other Funds	362,460	355,101	5,944
2300	Unearned Revenue	-	-	-
2000	Total Liabilities	<u>625,081</u>	<u>721,665</u>	<u>12,492</u>
FUND BALANCES				
Nonspendable Fund Balance:				
3410	Inventories	-	-	-
Restricted Fund Balance:				
3450	Food Service	-	-	-
3490	Tax Increment Financing	-	-	-
Committed Fund Balance:				
3545	Campus Activity Funds	-	-	-
Assigned Fund Balance:				
3590	Education, Technology, & Operational Funds	-	-	-
3595	Athletic & District-Wide Facility Upgrades	-	-	-
3000	Total Fund Balances	<u>-</u>	<u>-</u>	<u>-</u>
4000	Total Liabilities and Fund Balances	<u>\$ 625,081</u>	<u>\$ 721,665</u>	<u>\$ 12,492</u>

240 National Breakfast and Lunch Program	244 Career and Technical - Basic Grant	255 ESEA II,A Training and Recruiting	263 Title III, A English Lang. Acquisition	266 ESSER -School Emergency Relief	281 Limited English Prof. Summer School	288 Work Source Child Care & Development	289 Other Federal Special Revenue Funds
\$ 1,363,540	\$ -	\$ -	\$ -	\$ -	\$ 26,714	\$ 4,302	\$ -
98,667	25,990	75,477	161,235	3,436,006	-	-	62,719
1	-	-	-	-	-	-	-
402,290	-	-	-	-	-	-	97,103
-	-	-	-	-	-	-	-
602,899	-	-	-	-	-	-	-
<u>\$ 2,467,397</u>	<u>\$ 25,990</u>	<u>\$ 75,477</u>	<u>\$ 161,235</u>	<u>\$ 3,436,006</u>	<u>\$ 26,714</u>	<u>\$ 4,302</u>	<u>\$ 159,822</u>
\$ 51,652	\$ -	\$ 35,414	\$ 4,054	\$ -	\$ -	\$ -	\$ -
330,026	4,474	14,324	57,096	-	-	-	28,300
6,422	21,516	25,739	100,085	3,436,006	26,714	4,302	131,522
322,330	-	-	-	-	-	-	-
<u>710,430</u>	<u>25,990</u>	<u>75,477</u>	<u>161,235</u>	<u>3,436,006</u>	<u>26,714</u>	<u>4,302</u>	<u>159,822</u>
602,899	-	-	-	-	-	-	-
1,154,068	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
<u>1,756,967</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<u>\$ 2,467,397</u>	<u>\$ 25,990</u>	<u>\$ 75,477</u>	<u>\$ 161,235</u>	<u>\$ 3,436,006</u>	<u>\$ 26,714</u>	<u>\$ 4,302</u>	<u>\$ 159,822</u>

CARROLLTON-FARMERS BRANCH ISD
COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
AUGUST 31, 2020

Data Control Codes		385 Visually Impaired SSVI	397 Advanced Placement Incentives	410 State Instructional Materials	427 Combined State Grants
ASSETS					
1110	Cash and Cash Equivalents	\$ -	\$ 4,655	\$ -	\$ 207,626
1240	Due from Other Governments	-	-	703,888	-
1250	Accrued Interest	-	-	-	-
1260	Due from Other Funds	1,395	-	-	-
1290	Other Receivables	-	-	-	-
1300	Inventories	-	-	-	-
1000	Total Assets	<u>\$ 1,395</u>	<u>\$ 4,655</u>	<u>\$ 703,888</u>	<u>\$ 207,626</u>
LIABILITIES					
2110	Accounts Payable	\$ -	\$ -	\$ 167,751	\$ -
2160	Accrued Wages Payable	-	-	-	-
2170	Due to Other Funds	1,395	-	438,236	-
2300	Unearned Revenue	-	4,655	97,901	207,626
2000	Total Liabilities	<u>1,395</u>	<u>4,655</u>	<u>703,888</u>	<u>207,626</u>
FUND BALANCES					
Nonspendable Fund Balance:					
3410	Inventories	-	-	-	-
Restricted Fund Balance:					
3450	Food Service	-	-	-	-
3490	Tax Increment Financing	-	-	-	-
Committed Fund Balance:					
3545	Campus Activity Funds	-	-	-	-
Assigned Fund Balance:					
3590	Education, Technology, & Operational Funds	-	-	-	-
3595	Athletic & District-Wide Facility Upgrades	-	-	-	-
3000	Total Fund Balances	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
4000	Total Liabilities and Fund Balances	<u>\$ 1,395</u>	<u>\$ 4,655</u>	<u>\$ 703,888</u>	<u>\$ 207,626</u>

428 High School Allotment	461 Campus Activity Funds	481 Project Lead the Way	483 CFB Giving House	484 Metrocrest Hospital Authority	486 Houston Korean Center Grant	488 Career and Technology Grant	489 Dgtl Promise Coaching Fellowship
\$ -	\$ 1,022,963	\$ 134	\$ 40,397	\$ 189,810	\$ 20,719	\$ 3,339	\$ 11,893
-	-	-	-	-	-	-	-
-	41	-	-	-	-	-	-
-	19,271	-	-	-	-	-	-
-	1,524	-	-	-	-	-	-
-	-	-	1,440	-	-	-	-
<u>\$ -</u>	<u>\$ 1,043,799</u>	<u>\$ 134</u>	<u>\$ 41,837</u>	<u>\$ 189,810</u>	<u>\$ 20,719</u>	<u>\$ 3,339</u>	<u>\$ 11,893</u>
\$ -	\$ 21,055	\$ -	\$ 105	\$ -	\$ -	\$ -	\$ -
-	-	-	-	10,115	-	-	-
-	1,636	-	-	125	-	-	-
-	-	134	41,732	179,570	20,719	3,339	11,893
<u>-</u>	<u>22,691</u>	<u>134</u>	<u>41,837</u>	<u>189,810</u>	<u>20,719</u>	<u>3,339</u>	<u>11,893</u>
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	1,021,108	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
<u>-</u>	<u>1,021,108</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<u>\$ -</u>	<u>\$ 1,043,799</u>	<u>\$ 134</u>	<u>\$ 41,837</u>	<u>\$ 189,810</u>	<u>\$ 20,719</u>	<u>\$ 3,339</u>	<u>\$ 11,893</u>

CARROLLTON-FARMERS BRANCH ISD
COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
AUGUST 31, 2020

Data Control Codes		491 City of Irving TIF #1	492 City of Farmers Branch TIF #1	493 City of Farmers Branch TIF #2	494 Education, Technology, & Operational
ASSETS					
1110	Cash and Cash Equivalents	\$ 30,510,270	\$ 7,140,842	\$ 1,357,415	\$ 4,141,489
1240	Due from Other Governments	-	-	-	-
1250	Accrued Interest	-	-	-	-
1260	Due from Other Funds	-	-	-	-
1290	Other Receivables	-	-	-	-
1300	Inventories	-	-	-	-
1000	Total Assets	<u>\$ 30,510,270</u>	<u>\$ 7,140,842</u>	<u>\$ 1,357,415</u>	<u>\$ 4,141,489</u>
LIABILITIES					
2110	Accounts Payable	\$ 3,814,767	\$ 14,525	\$ -	\$ 226,980
2160	Accrued Wages Payable	-	-	-	-
2170	Due to Other Funds	-	-	-	-
2300	Unearned Revenue	-	-	-	-
2000	Total Liabilities	<u>3,814,767</u>	<u>14,525</u>	<u>-</u>	<u>226,980</u>
FUND BALANCES					
Nonspendable Fund Balance:					
3410	Inventories	-	-	-	-
Restricted Fund Balance:					
3450	Food Service	-	-	-	-
3490	Tax Increment Financing	26,695,503	7,126,317	1,357,415	-
Committed Fund Balance:					
3545	Campus Activity Funds	-	-	-	-
Assigned Fund Balance:					
3590	Education, Technology, & Operational Funds	-	-	-	3,914,509
3595	Athletic & District-Wide Facility Upgrades	-	-	-	-
3000	Total Fund Balances	<u>26,695,503</u>	<u>7,126,317</u>	<u>1,357,415</u>	<u>3,914,509</u>
4000	Total Liabilities and Fund Balances	<u>\$ 30,510,270</u>	<u>\$ 7,140,842</u>	<u>\$ 1,357,415</u>	<u>\$ 4,141,489</u>

495 Athletic-Dist Wide Facility Upgrades	Total Nonmajor Governmental Funds
\$ 8,010,162	\$ 54,056,270
-	5,922,370
-	42
-	520,909
-	1,524
-	604,339
<u>\$ 8,010,162</u>	<u>\$ 61,105,454</u>
 \$ 1,242,637	 \$ 5,580,210
-	1,078,798
-	4,917,203
-	889,899
<u>1,242,637</u>	<u>12,466,110</u>
 -	 602,899
-	1,154,068
-	35,179,235
-	1,021,108
-	3,914,509
6,767,525	6,767,525
<u>6,767,525</u>	<u>48,639,344</u>
 <u>\$ 8,010,162</u>	 <u>\$ 61,105,454</u>

CARROLLTON-FARMERS BRANCH ISD
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCES - NONMAJOR GOVERNMENTAL FUNDS
FOR THE YEAR ENDED AUGUST 31, 2020

Data Control Codes	211 ESEA I, A Improving Basic Program	224 IDEA - Part B Formula	225 IDEA - Part B Preschool
REVENUES:			
5700 Total Local and Intermediate Sources	\$ -	\$ -	\$ -
5800 State Program Revenues	-	-	-
5900 Federal Program Revenues	4,431,357	4,467,501	71,553
5020 Total Revenues	4,431,357	4,467,501	71,553
EXPENDITURES:			
Current:			
0011 Instruction	1,568,735	4,367,376	71,553
0012 Instructional Resources and Media Services	10,827	-	-
0013 Curriculum and Instructional Staff Development	2,627,440	-	-
0021 Instructional Leadership	12,753	-	-
0023 School Leadership	6,192	-	-
0031 Guidance, Counseling, and Evaluation Services	-	79,636	-
0033 Health Services	-	-	-
0034 Student (Pupil) Transportation	2,129	-	-
0035 Food Services	-	-	-
0036 Extracurricular Activities	-	-	-
0041 General Administration	-	-	-
0051 Facilities Maintenance and Operations	-	-	-
0052 Security and Monitoring Services	-	-	-
0053 Data Processing Services	-	-	-
0061 Community Services	203,281	20,489	-
Capital Outlay:			
0081 Facilities Acquisition and Construction	-	-	-
6030 Total Expenditures	4,431,357	4,467,501	71,553
1100 Excess (Deficiency) of Revenues Over (Under) Expenditures	-	-	-
OTHER FINANCING SOURCES (USES):			
7915 Transfers In	-	-	-
1200 Net Change in Fund Balance	-	-	-
0100 Fund Balance - September 1 (Beginning)	-	-	-
3000 Fund Balance - August 31 (Ending)	\$ -	\$ -	\$ -

240 National Breakfast and Lunch Program	244 Career and Technical - Basic Grant	255 ESEA II,A Training and Recruiting	263 Title III, A English Lang. Acquisition	266 ESSER -School Emergency Relief	281 Limited English Prof. Summer School	288 Work Source Child Care & Development	289 Other Federal Special Revenue Funds
\$ 1,735,723 62,111 9,281,612 11,079,446	\$ - - 244,765 244,765	\$ - - 513,034 513,034	\$ - - 971,014 971,014	\$ - - 3,436,006 3,436,006	\$ - - 26,714 26,714	\$ - - 4,302 4,302	\$ - - 440,489 440,489
-	85,945	78,538	190,422	1,581,033	26,714	-	80,430
-	-	-	-	-	-	-	-
-	-	287,293	517,578	-	-	-	1,200
-	59,934	24,125	112,401	-	-	-	55,106
-	-	-	-	-	-	-	-
-	98,886	-	68,989	-	-	-	287,081
-	-	-	-	-	-	-	16,672
-	-	-	-	-	-	-	-
12,972,813	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	123,078	-	-	-	-	-
-	-	-	-	1,854,973	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	81,624	-	-	4,302	-
-	-	-	-	-	-	-	-
12,972,813	244,765	513,034	971,014	3,436,006	26,714	4,302	440,489
(1,893,367)	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
(1,893,367)	-	-	-	-	-	-	-
3,650,334	-	-	-	-	-	-	-
\$ 1,756,967	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -

CARROLLTON-FARMERS BRANCH ISD
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCES - NONMAJOR GOVERNMENTAL FUNDS
FOR THE YEAR ENDED AUGUST 31, 2020

Data Control Codes	385 Visually Impaired SSVI	397 Advanced Placement Incentives	410 State Instructional Materials	427 Combined State Grants
REVENUES:				
5700 Total Local and Intermediate Sources	\$ -	\$ -	\$ -	\$ -
5800 State Program Revenues	9,850	2,700	3,693,918	15,620
5900 Federal Program Revenues	-	-	-	-
5020 Total Revenues	9,850	2,700	3,693,918	15,620
EXPENDITURES:				
Current:				
0011 Instruction	9,850	-	3,693,328	-
0012 Instructional Resources and Media Services	-	-	-	96
0013 Curriculum and Instructional Staff Development	-	2,700	590	3,150
0021 Instructional Leadership	-	-	-	-
0023 School Leadership	-	-	-	-
0031 Guidance, Counseling, and Evaluation Services	-	-	-	12,374
0033 Health Services	-	-	-	-
0034 Student (Pupil) Transportation	-	-	-	-
0035 Food Services	-	-	-	-
0036 Extracurricular Activities	-	-	-	-
0041 General Administration	-	-	-	-
0051 Facilities Maintenance and Operations	-	-	-	-
0052 Security and Monitoring Services	-	-	-	-
0053 Data Processing Services	-	-	-	-
0061 Community Services	-	-	-	-
Capital Outlay:				
0081 Facilities Acquisition and Construction	-	-	-	-
6030 Total Expenditures	9,850	2,700	3,693,918	15,620
1100 Excess (Deficiency) of Revenues Over (Under) Expenditures	-	-	-	-
OTHER FINANCING SOURCES (USES):				
7915 Transfers In	-	-	-	-
1200 Net Change in Fund Balance	-	-	-	-
0100 Fund Balance - September 1 (Beginning)	-	-	-	-
3000 Fund Balance - August 31 (Ending)	\$ -	\$ -	\$ -	\$ -

428 High School Allotment	461 Campus Activity Funds	481 Project Lead the Way	483 CFB Giving House	484 Metrocrest Hospital Authority	486 Houston Korean Center Grant	488 Career and Technology Grant	489 Dgtl Promise Coaching Fellowship
\$ -	\$ 872,869	\$ -	\$ 980	\$ 77,716	\$ 37,570	\$ -	\$ -
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	872,869	-	980	77,716	37,570	-	-
-	425,516	-	-	77,716	37,570	-	-
-	12,960	-	-	-	-	-	-
-	5,334	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	84,191	-	-	-	-	-	-
-	89,841	-	-	-	-	-	-
-	160	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	241,312	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	131	-	-	-	-	-	-
-	1,746	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	676	-	980	-	-	-	-
-	-	-	-	-	-	-	-
-	861,867	-	980	77,716	37,570	-	-
-	11,002	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	11,002	-	-	-	-	-	-
-	1,010,105	-	-	-	-	-	-
\$ -	\$ 1,021,107	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -

CARROLLTON-FARMERS BRANCH ISD
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCES - NONMAJOR GOVERNMENTAL FUNDS
FOR THE YEAR ENDED AUGUST 31, 2020

Data Control Codes	491 City of Irving TIF #1	492 City of Farmers Branch TIF #1	493 City of Farmers Branch TIF #2	494 Education, Technology, & Operational
REVENUES:				
5700 Total Local and Intermediate Sources	\$ 484,113	\$ 75,573	\$ 362,009	\$ 44,790
5800 State Program Revenues	-	-	-	-
5900 Federal Program Revenues	-	-	-	-
5020 Total Revenues	484,113	75,573	362,009	44,790
EXPENDITURES:				
Current:				
0011 Instruction	-	-	-	-
0012 Instructional Resources and Media Services	-	-	-	-
0013 Curriculum and Instructional Staff Development	-	-	-	-
0021 Instructional Leadership	-	-	-	-
0023 School Leadership	-	-	-	-
0031 Guidance, Counseling, and Evaluation Services	-	-	-	-
0033 Health Services	-	-	-	-
0034 Student (Pupil) Transportation	-	-	-	-
0035 Food Services	-	-	-	-
0036 Extracurricular Activities	-	-	-	-
0041 General Administration	-	-	-	-
0051 Facilities Maintenance and Operations	-	-	-	-
0052 Security and Monitoring Services	-	-	-	-
0053 Data Processing Services	-	-	-	283,331
0061 Community Services	-	-	-	-
Capital Outlay:				
0081 Facilities Acquisition and Construction	24,231,889	86,905	-	-
6030 Total Expenditures	24,231,889	86,905	-	283,331
1100 Excess (Deficiency) of Revenues Over (Under) Expenditures	(23,747,776)	(11,332)	362,009	(238,541)
OTHER FINANCING SOURCES (USES):				
7915 Transfers In	-	-	-	-
1200 Net Change in Fund Balance	(23,747,776)	(11,332)	362,009	(238,541)
0100 Fund Balance - September 1 (Beginning)	50,443,278	7,137,649	995,406	4,153,051
3000 Fund Balance - August 31 (Ending)	\$ 26,695,502	\$ 7,126,317	\$ 1,357,415	\$ 3,914,510

495		Total	
Athletic-Dist		Nonmajor	
Wide Facility		Governmental	
Upgrades		Funds	
\$	87,331	\$	3,778,674
	-		3,784,199
	-		23,888,347
	87,331		31,451,220
	-		12,294,726
	-		23,883
	-		3,445,285
	-		264,319
	-		90,383
	-		636,807
	-		16,832
	-		2,129
	-		12,972,813
	-		241,312
	-		123,078
	-		1,855,104
	-		1,746
	-		283,331
	-		311,352
	7,820,576		32,139,370
	7,820,576		64,702,470
	(7,733,245)		(33,251,250)
	8,000,000		8,000,000
	266,755		(25,251,250)
	6,500,770		73,890,593
\$	6,767,525	\$	48,639,343

AGENCY FUNDS

Student Activity Fund – Used to account for resources held for others in a custodial capacity.

Education Purchasing CO-OP of North Texas (EPCNT) – Used to procure educational products and services.

CARROLLTON-FARMERS BRANCH ISD
 COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES
 ALL AGENCY FUNDS
 AUGUST 31, 2020

	BALANCE SEPTEMBER 1 2019	ADDITIONS	DEDUCTIONS	BALANCE AUGUST 31 2020
STUDENT ACTIVITY ACCOUNT				
Assets:				
Cash and Temporary Investments	\$ 938,431	\$ 1,457,590	\$ 1,365,465	\$ 1,030,556
Other Receivables	876	2,805	2,286	1,395
Total Assets	<u>\$ 939,307</u>	<u>\$ 1,460,395</u>	<u>\$ 1,367,751</u>	<u>\$ 1,031,951</u>
Liabilities:				
Accounts Payable	\$ 43,615	\$ 1,419,105	\$ 1,444,314	\$ 18,406
Due to Student Groups	895,692	1,436,992	1,319,139	1,013,545
Total Liabilities	<u>\$ 939,307</u>	<u>\$ 2,856,097</u>	<u>\$ 2,763,453</u>	<u>\$ 1,031,951</u>
LOCALLY DEFINED AGENCY FUND				
Assets:				
Cash and Temporary Investments	<u>\$ 71,446</u>	<u>\$ 10,800</u>	<u>\$ 221</u>	<u>\$ 82,025</u>
Liabilities:				
Accounts Payable	\$ -	\$ 221	\$ 221	\$ -
Due to Other Governments	71,446	10,800	221	82,025
Total Liabilities	<u>\$ 71,446</u>	<u>\$ 11,021</u>	<u>\$ 442</u>	<u>\$ 82,025</u>
TOTAL AGENCY FUNDS				
Assets:				
Cash and Temporary Investments	\$ 1,009,877	\$ 1,468,390	\$ 1,365,686	\$ 1,112,581
Other Receivables	876	2,805	2,286	1,395
Total Assets	<u>\$ 1,010,753</u>	<u>\$ 1,471,195</u>	<u>\$ 1,367,972</u>	<u>\$ 1,113,976</u>
Liabilities:				
Accounts Payable	\$ 43,615	\$ 1,419,326	\$ 1,444,535	\$ 18,406
Due to Other Governments	71,446	10,800	221	82,025
Due to Student Groups	895,692	1,436,992	1,319,139	1,013,545
Total Liabilities	<u>\$ 1,010,753</u>	<u>\$ 2,867,118</u>	<u>\$ 2,763,895</u>	<u>\$ 1,113,976</u>



REQUIRED
TEXAS EDUCATION AGENCY
SCHEDULES

CARROLLTON-FARMERS BRANCH INDEPENDENT SCHOOL DISTRICT
SCHEDULE OF DELINQUENT TAXES RECEIVABLE
FISCAL YEAR ENDED AUGUST 31, 2020

Last Ten Years Ended August 31	(1)	(2)	(3)
	Tax Rates		Net Assessed/Appraised Value for School Tax Purposes
	Maintenance	Debt Service	
2011 and prior years	Various	Various	Various
2012	1.0400	0.3168	13,889,472,257
2013	1.0400	0.2906	14,200,732,177
2014	1.0400	0.2835	14,964,110,850
2015	1.0400	0.2633	16,079,853,331
2016	1.0400	0.2417	17,083,929,532
2017	1.1700	0.2217	18,432,923,622
2018	1.1700	0.2110	19,886,877,660
2019	1.1700	0.2000	21,725,959,172
2020 (Current year under Audit)	1.0684	0.2000	23,733,254,738

TOTALS

Penalties and Interest

Gross Receivables

9000 - Portion of Row 1000 for Taxes Paid

Into Tax Increment Zone Under Chapter 311, Tax Code

(10) Beginning Balance 09/01/19	(20) Current Year's Total Levy	(31) Maintenance Total Collections	(32) Debt Service Total Collections	(40) Entire Year's Adjustment	(50) Ending Balance 08/31/20
240,863	-	11,908	3,301	(966)	224,688
51,468	-	3,921	1,195	(84)	46,268
60,612	-	6,315	1,765	(84)	52,448
77,947	-	9,772	2,663	740	66,252
100,793	-	11,790	2,985	1,926	87,944
357,887	-	(360,762)	(83,843)	(671,636)	130,856
405,714	-	51,102	9,683	9,975	354,904
614,062	-	(4,172)	(752)	(141,075)	477,911
1,536,835	-	(719,096)	(122,922)	(1,747,930)	630,923
-	290,519,173	242,972,335	45,481,935	(319,857)	1,745,046
<u>\$ 3,446,181</u>	<u>\$ 290,519,173</u>	<u>\$ 241,983,113</u>	<u>\$ 45,296,010</u>	<u>\$ (2,868,991)</u>	<u>3,817,240</u>
					<u>1,576,040</u>
					<u>\$ 5,393,280</u>

\$ 1,090,793

CARROLLTON-FARMERS BRANCH ISD
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL - CHILD NUTRITION PROGRAM
FOR THE YEAR ENDED AUGUST 31, 2020

Data Control Codes	Budgeted Amounts		Actual Amounts (GAAP BASIS)	Variance With Final Budget Positive or (Negative)
	Original	Final		
REVENUES:				
5700 Total Local and Intermediate Sources	\$ 2,688,112	\$ 2,688,112	\$ 1,735,723	\$ (952,389)
5800 State Program Revenues	70,000	70,000	62,111	(7,889)
5900 Federal Program Revenues	10,550,959	10,550,959	9,281,612	(1,269,347)
5020 Total Revenues	13,309,071	13,309,071	11,079,446	(2,229,625)
EXPENDITURES:				
Current:				
0035 Food Services	14,578,449	14,578,449	12,972,813	1,605,636
6030 Total Expenditures	14,578,449	14,578,449	12,972,813	1,605,636
1200 Net Change in Fund Balances	(1,269,378)	(1,269,378)	(1,893,367)	(623,989)
0100 Fund Balance - September 1 (Beginning)	3,650,334	3,650,334	3,650,334	-
3000 Fund Balance - August 31 (Ending)	\$ 2,380,956	\$ 2,380,956	\$ 1,756,967	\$ (623,989)

DEBT SERVICE FUND

Debt Service Fund – Used to account for the accumulation of resources and payments made for principal and interest on long-term general obligation debt of governmental funds.

CARROLLTON-FARMERS BRANCH ISD
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL - DEBT SERVICE FUND
FOR THE YEAR ENDED AUGUST 31, 2020

Data Control Codes	Budgeted Amounts		Actual Amounts (GAAP BASIS)	Variance With Final Budget Positive or (Negative)
	Original	Final		
REVENUES:				
5700 Total Local and Intermediate Sources	\$ 45,547,171	\$ 45,547,171	\$ 45,663,077	\$ 115,906
5800 State Program Revenues	319,501	319,501	352,515	33,014
5020 Total Revenues	45,866,672	45,866,672	46,015,592	148,920
EXPENDITURES:				
Debt Service:				
0071 Principal on Long-Term Debt	34,645,444	34,645,444	32,170,000	2,475,444
0072 Interest on Long-Term Debt	11,206,228	11,206,228	11,206,228	-
0073 Bond Issuance Cost and Fees	15,000	15,000	8,750	6,250
6030 Total Expenditures	45,866,672	45,866,672	43,384,978	2,481,694
1200 Net Change in Fund Balances	-	-	2,630,614	2,630,614
0100 Fund Balance - September 1 (Beginning)	12,790,214	12,790,214	12,790,214	-
3000 Fund Balance - August 31 (Ending)	\$ 12,790,214	\$ 12,790,214	\$ 15,420,828	\$ 2,630,614

STATISTICAL SECTION

This part of the Carrollton-Farmers Branch Independent School District’s comprehensive annual financial report presents detailed information as a context for understanding what the information in the financial statements, notes disclosures, and required supplementary information says about the government’s overall financial health.

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Financial Trends	
These schedules contain trend information to help understand how the government’s financial performance and well-being have changed over time.....	104
Revenue Capacity	
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These schedules present information to help the reader assess the affordability of the government’s current levels of outstanding debt and the government’s ability to issue additional debt in the future.....	124
Demographic and Economic Information	
These schedules offer demographic and economic indicators to help the reader understand the environment within which the government’s financial activities take place.....	131
Operating Information	
These schedules contain service and infrastructure data to help the reader understand how the information in the government’s financial report relates to the services the government provides and the activities it performs	136

Source: Unless otherwise noted, the information in these schedules is derived from the comprehensive annual financial reports for the relevant year.

CARROLLTON-FARMERS BRANCH INDEPENDENT SCHOOL DISTRICT
NET POSITION BY COMPONENT
LAST TEN FISCAL YEARS (ACCRUAL BASIS OF ACCOUNTING, UNAUDITED)
(AMOUNTS IN THOUSANDS)

				(1)
	2020	2019	2018	2017
Governmental Activities				
Net Investment in Capital Assets	\$ 369,114	\$ 317,720	\$ 276,286	\$ 230,707
Restricted for				
Federal and State Programs	1,756	3,651	3,944	3,370
Tax Increment Zone	35,179	58,576	84,037	65,868
Debt Service	15,621	12,747	10,189	10,051
Unrestricted	(69,463)	(79,514)	(100,448)	(113,494)
Total Governmental Activities Net Position	352,207	313,180	274,008	196,502
Business Type Activities - Unrestricted	7,412	8,170	7,607	6,923
Total Primary Government Net Position	\$ 359,619	\$ 321,350	\$ 281,615	\$ 203,425

Source: Carrollton-Farmers Branch ISD

(1) Net position for fiscal year 2017 was restated in 2018
for the implementation of GASB Statement No. 75,
*Accounting and Financial Reporting for Postemployment
Benefits Other Than Pensions.*

TABLE I

<u>2016</u>	<u>2015</u>	<u>2014</u>	<u>2013</u>	<u>2012</u>	<u>2011</u>
\$ 213,130	\$ 180,653	\$ 147,953	\$ 134,412	\$ 117,722	\$ 115,312
2,217	1,854	606	172	374	817
49,326	50,365	52,746	42,171	32,866	23,639
9,079	8,305	7,933	7,042	6,296	2,522.00
28,388	35,058	64,844	71,857	81,549	67,978
<u>302,140</u>	<u>276,235</u>	<u>274,082</u>	<u>255,654</u>	<u>238,807</u>	<u>210,268</u>
6,186	5,451	4,545	3,652	2,691	2,015
<u>\$ 308,326</u>	<u>\$ 281,686</u>	<u>\$ 278,627</u>	<u>\$ 259,306</u>	<u>\$ 241,498</u>	<u>\$ 212,283</u>

**CARROLLTON-FARMERS BRANCH INDEPENDENT SCHOOL DISTRICT
GOVERNMENT-WIDE EXPENSES, PROGRAM REVENUES, AND CHANGE IN NET POSITION
LAST TEN FISCAL YEARS (ACCRUAL BASIS OF ACCOUNTING, UNAUDITED)**

	2020	2019	2018	2017
Expenses				
Governmental Activities:				
Instruction	\$ 179,119,106	\$ 170,622,557	\$ 112,246,144	\$ 151,133,616
Instruction Resources and Media Services	5,331,594	5,198,648	3,814,417	4,776,539
Curriculum and Instructional Staff Development	8,198,963	7,946,558	6,877,999	7,517,763
Instructional Leadership	4,318,149	4,335,939	2,902,659	3,765,386
School Leadership	18,596,998	17,913,915	11,307,319	16,499,869
Guidance, Counseling, and Evaluation Services	13,323,701	12,347,141	7,806,231	10,973,460
Social Work Services	88,901	70,786	44,697	71,490
Health Services	3,491,043	3,263,839	1,978,967	2,918,559
Student (Pupil) Transportation	8,153,301	7,485,246	5,426,654	4,820,832
Food Service	14,742,921	14,534,511	13,554,516	12,455,369
Extracurricular Activities	6,511,727	7,304,647	7,067,118	6,612,848
General Administration	8,618,251	8,011,455	5,252,329	6,814,081
Facilities Maintenance and Operations	26,803,745	25,229,596	20,104,157	23,206,837
Security and Monitoring Services	2,547,853	2,162,091	1,272,381	1,720,154
Data Processing Services	9,546,813	7,969,245	5,426,200	6,694,892
Community Services	530,438	356,269	317,959	294,543
Debt Service - Interest on Long Term Debt	8,141,936	4,710,649	6,302,614	7,869,469
Debt Service - Bond Issuance Costs and Fees	8,750	972,043	274,780	342,306
Facilities Acquisition and Construction	-	-	-	-
Contracted Instructional Services Between Schools	22,486,625	19,431,441	8,397,096	5,945,227
Incremental Costs Associated with Chapter 41	-	-	-	-
Payments to Juvenile Justice Alternative Ed. Prg.	27,378	27,313	35,640	5,166
Payments to Tax Increment Fund	1,177,304	32,207,884	28,885,201	25,873,965
Other Intergovernmental Charges	1,099,675	1,118,504	1,041,868	965,009
Total Government Activities Expenses	342,865,172	353,220,277	250,336,946	301,277,380
Business-Type Activities (After the Bell)				
Expenses	3,608,415	4,543,693	4,272,781	3,863,885
Total Business-Type Activities	3,608,415	4,543,693	4,272,781	3,863,885
Total Primary Government Expenses	346,473,587	357,763,970	254,609,727	305,141,265
Program Revenues				
Governmental Activities				
Charges for services				
Food Service	1,697,500	2,609,412	2,801,524	2,529,948
Extracurricular Activities	515,388	832,217	933,632	839,519
Other	1,320,193	1,877,228	1,749,489	1,599,290
Operating Grants and Contributions				
Instruction	25,296,363	22,452,249	(7,355,214)	22,912,340
Food Service	9,281,612	9,901,534	9,825,827	9,189,051
Other	10,278,961	7,796,369	(6,473,311)	7,668,400
Capital Grants and Contributions	359,610	21,187,238	19,016,842	17,061,745
Business-Type Activities (After the Bell)				
Charges for Services	2,767,602	4,946,156	4,865,133	4,563,194
Total Primary Government Program Revenues	51,517,229	71,602,403	25,363,922	66,363,487
Net (Expense) Revenue				
Governmental Activities	(294,115,545)	(286,564,030)	(229,838,157)	(239,477,087)
Business Type Activities	(840,813)	402,463	592,352	699,309
Total Primary Government	\$ (294,956,358)	\$ (286,161,567)	\$ (229,245,805)	\$ (238,777,778)

Source: Carrollton-Farmers Branch ISD

TABLE II

	2016	2015	2014	2013	2012	2011
\$	154,001,200	\$ 146,417,736	\$ 141,655,619	\$ 131,134,845	\$ 132,791,816	\$ 141,747,420
	4,799,069	4,985,743	4,467,237	4,571,102	4,379,728	4,530,587
	7,629,342	6,914,130	6,349,383	7,085,217	7,300,486	6,557,939
	3,663,945	3,337,331	3,306,762	2,935,380	2,533,099	2,602,799
	16,317,979	15,163,309	14,328,268	13,916,535	13,920,488	14,326,723
	10,831,434	10,147,756	9,804,021	8,947,154	9,261,322	9,634,002
	72,597	67,822	140,333	177,578	167,221	168,258
	2,961,040	2,644,044	2,621,635	2,468,811	2,549,034	2,562,615
	4,814,908	4,132,874	4,650,512	4,330,314	3,105,589	3,855,752
	12,983,764	12,626,501	12,121,742	12,267,870	11,961,743	12,365,226
	6,718,153	6,282,594	6,813,429	6,086,152	6,012,638	6,179,751
	6,889,090	6,312,631	6,028,276	6,155,795	6,179,859	7,061,920
	23,823,404	23,064,274	22,101,436	22,213,433	23,519,488	24,209,153
	1,624,672	1,492,686	1,533,648	1,446,443	1,372,730	1,548,610
	5,984,160	5,266,587	6,111,082	5,895,263	6,551,630	7,391,313
	374,596	450,639	430,814	518,660	505,980	651,173
	9,441,313	10,579,326	13,288,346	11,631,609	13,984,539	15,992,914
	229,630	303,266	7,800	628,270	195,034	212,351
	-	-	-	-	-	1,191,981
	-	-	-	-	75,536	-
	-	-	-	-	-	-
	39,869	31,486	8,639	28,386	57,484	143,124
	22,623,080	17,974,812	15,713,810	13,807,241	13,777,411	15,139,211
	932,440	899,649	889,432	886,812	898,662	937,593
	296,755,685	279,095,196	272,372,224	257,132,870	261,101,517	279,010,415
	3,617,325	3,398,042	3,024,824	2,907,972	2,801,626	2,838,839
	3,617,325	3,398,042	3,024,824	2,907,972	2,801,626	2,838,839
	300,373,010	282,493,238	275,397,048	260,040,842	263,903,143	281,849,254
	2,546,323	2,584,412	2,237,355	1,984,529	2,214,248	2,386,913
	854,792	704,642	873,427	786,106	834,249	913,649
	1,628,486	1,623,576	1,531,554	1,744,287	3,065,762	1,804,636
	25,137,292	20,215,153	19,004,336	16,208,269	17,369,723	21,343,507
	9,519,622	9,528,720	8,779,747	8,625,777	8,378,836	8,144,101
	8,520,222	7,292,316	6,058,357	6,829,275	11,151,226	15,368,331
	14,978,161	11,980,349	10,497,989	9,296,464	9,196,973	10,085,250
	4,331,493	4,292,661	3,916,670	3,868,128	3,478,069	3,144,010
	67,516,391	58,221,829	52,899,435	49,342,835	55,689,086	63,190,397
	(233,570,787)	(225,166,028)	(223,389,459)	(211,658,163)	(208,890,500)	(218,964,028)
	714,168	894,619	891,846	960,156	676,443	305,171
\$	(232,856,619)	\$ (224,271,409)	\$ (222,497,613)	\$ (210,698,007)	\$ (208,214,057)	\$ (218,658,857)

**CARROLLTON-FARMERS BRANCH INDEPENDENT SCHOOL DISTRICT
GENERAL REVENUES AND CHANGE IN NET POSITION
LAST TEN FISCAL YEARS (ACCRUAL BASIS OF ACCOUNTING, UNAUDITED)**

	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>
Net (Expense)/Revenue				
Governmental Activities	\$ (294,115,545)	\$ (286,564,030)	\$ (229,838,157)	\$ (239,477,087)
Business-Type Activities	(840,813)	402,463	592,352	699,309
Total Primary Government Net Expense	<u>(294,956,358)</u>	<u>(286,161,567)</u>	<u>(229,245,805)</u>	<u>(238,777,778)</u>
General Revenues and Other Changes in Net Position				
Governmental Activities:				
Property Taxes Levied for General Purposes	243,518,731	245,670,910	228,054,618	208,294,110
Property Taxes Levied for Capital Projects	45,480,044	41,861,258	40,861,895	39,525,673
State Aid - Formula Grants	37,359,607	32,722,997	27,143,302	30,744,891
Grants & Contributions -Not Restricted	6,644	6,100	8,512	42,997
Investment Earnings	3,931,589	7,125,351	3,533,975	1,426,840
Miscellaneous Local and Intermediate Revenues	348,583	350,487	317,922	407,144
Special Item:				
Gain on Debt Retirement	-	1,548,836	-	-
Assets Received or Disposed	-	(3,550,316)	4,779,834	-
Transfers	-	-	-	-
Total Governmental Activities	<u>330,645,198</u>	<u>325,735,623</u>	<u>304,700,058</u>	<u>280,441,655</u>
Business-Type Activities:				
Investment Earnings	82,733	160,665	91,851	37,736
Transfers	-	-	-	-
Total Business-Type Activities	<u>82,733</u>	<u>160,665</u>	<u>91,851</u>	<u>37,736</u>
Total General Revenues- Primary Government	<u>\$ 330,727,931</u>	<u>\$ 325,896,288</u>	<u>\$ 304,791,909</u>	<u>\$ 280,479,391</u>
Change in Net Position				
Net Position- Beginning	\$ 321,350,252	\$ 281,615,531	\$ 351,867,284	\$ 308,325,650
Prior Period Adjustments	2,497,472	-	(145,797,857)	1,840,021
Governmental Activities	36,529,653	39,171,593	74,861,901	40,964,568
Business-Type Activities	(758,080)	563,128	684,203	737,045
Total Change in Net Position-Primary Government	<u>35,771,573</u>	<u>39,734,721</u>	<u>75,546,104</u>	<u>41,701,613</u>
Net Position- Ending	<u>\$ 359,619,297</u>	<u>\$ 321,350,252</u>	<u>\$ 281,615,531</u>	<u>\$ 351,867,284</u>

Source: Carrollton-Farmers Branch ISD

The Net Position - Beginning balance for 2013 includes a restated amount due to the implementation of GASB 65.

TABLE III

2016	2015	2014	2013	2012	2011
\$ (233,570,787)	\$ (225,166,028)	\$ (223,389,459)	\$ (211,658,163)	\$ (208,890,500)	\$ (218,964,028)
714,168	894,619	891,846	960,156	676,443	305,171
<u>(232,856,619)</u>	<u>(224,271,409)</u>	<u>(222,497,613)</u>	<u>(210,698,007)</u>	<u>(208,214,057)</u>	<u>(218,658,857)</u>
173,900,373	163,516,686	152,386,767	145,022,771	142,069,891	143,955,421
40,416,054	41,367,838	41,515,082	40,495,796	43,220,140	42,420,096
44,808,454	46,810,897	47,193,293	44,267,986	50,585,614	51,675,059
18,852	14,570	16,358	29,252	36,963	25,468
644,069	364,601	322,677	337,789	206,371	204,213
311,742	564,194	382,556	180,356	1,311,059	423,408
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
<u>260,099,544</u>	<u>252,638,786</u>	<u>241,816,733</u>	<u>230,333,950</u>	<u>237,430,038</u>	<u>238,703,665</u>
20,987	11,149	1,465	201	-	-
-	-	-	-	-	-
<u>20,987</u>	<u>11,149</u>	<u>1,465</u>	<u>201</u>	<u>-</u>	<u>-</u>
<u>\$ 260,120,531</u>	<u>\$ 252,649,935</u>	<u>\$ 241,818,198</u>	<u>\$ 230,334,151</u>	<u>\$ 237,430,038</u>	<u>\$ 238,703,665</u>
\$ 281,685,131	\$ 278,626,921	\$ 259,306,336	\$ 239,670,192	\$ 212,282,484	\$ 192,237,676
(623,393)	(25,320,316)	-	-	-	-
26,528,757	27,472,758	18,427,274	18,675,787	28,539,538	19,739,637
735,155	905,768	893,311	960,357	676,443	305,171
<u>27,263,912</u>	<u>28,378,526</u>	<u>19,320,585</u>	<u>19,636,144</u>	<u>29,215,981</u>	<u>20,044,808</u>
<u>\$ 308,325,650</u>	<u>\$ 281,685,131</u>	<u>\$ 278,626,921</u>	<u>\$ 259,306,336</u>	<u>\$ 241,498,465</u>	<u>\$ 212,282,484</u>

CARROLLTON-FARMERS BRANCH INDEPENDENT SCHOOL DISTRICT
FUND BALANCES - GOVERNMENTAL FUNDS (MODIFIED ACCRUAL BASIS)
LAST TEN FISCAL YEARS (UNAUDITED)

	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>
General Fund				
Nonspendable Fund Balance	\$ 931,787.00	\$ 968,330.00	\$ 1,135,367.00	\$ 1,090,146.00
Committed Fund Balance	45,500,000	13,000,000	13,000,000	9,000,000
Assigned Fund Balance	-	-	-	-
Unassigned Fund Balance	<u>64,472,617</u>	<u>92,092,857</u>	<u>86,148,922</u>	<u>76,352,094</u>
Total General Fund	<u>110,904,404</u>	<u>106,061,187</u>	<u>100,284,289</u>	<u>86,442,240</u>
Other Governmental Funds				
Debt Service				
Restricted Fund Balance	15,420,828	12,790,214	9,962,456	9,626,941
Capital Projects				
Nonspendable Fund Balance	-	-	-	-
Restricted Fund Balance	91,642,606	122,556,151	11,347,960	13,391,128
Tax Increment Financing				
Restricted Fund Balance	35,179,235	50,443,278	71,590,906	55,528,859
Special Revenue Funds				
Nonspendable Fund Balance	602,899	523,437	538,186	501,901
Restricted Fund Balance	1,154,068	11,259,952	15,852,195	13,208,090
Committed Fund Balance	1,021,108	1,010,105	1,147,326	1,258,532
Assigned Fund Balance	<u>10,682,034</u>	<u>10,653,821</u>	<u>4,058,697</u>	<u>4,000,111</u>
Total Other Governmental Funds	<u>155,702,778</u>	<u>209,236,958</u>	<u>114,497,726</u>	<u>97,515,562</u>
Total Governmental Funds	<u>\$ 266,607,182</u>	<u>\$ 315,298,145</u>	<u>\$ 214,782,015</u>	<u>\$ 183,957,802</u>

Source: Carrollton-Farmers Branch ISD

The District adopted the provisions of GASB 54 in 2011 which changed the fund balance classifications to Nonspendable, Restricted, Committed, Assigned and Unassigned. GASB 54 provides more clearly defined fund balance categories to make the nature and extent of the constraints placed on a government's fund balances more transparent.

TABLE IV

2016	2015	2014	2013	2012	2011
\$ 973,654	\$ 1,022,819	\$ 1,007,591	\$ 979,474	\$ 898,744	\$ 982,936
10,500,000	6,000,000	3,000,000	8,000,000	-	-
-	6,947,034	10,622,493	7,667,451	10,098,666	9,728,966
67,971,418	65,476,170	63,617,529	65,505,268	71,563,413	62,238,430
79,445,072	79,446,023	78,247,613	82,152,193	82,560,823	72,950,332
8,954,478	8,300,109	8,103,234	7,331,153	6,408,260	3,003,709
-	-	-	-	121,386	121,386
23,683,192	34,626,622	48,050,854	67,327,617	27,777,993	20,934,175
40,429,856	42,323,106	45,233,015	35,128,911	26,276,644	17,470,353
481,906	579,770	450,362	171,557	373,942	550,605
11,112,881	9,315,804	7,668,598	7,042,533	6,589,672	6,434,812
1,252,236	1,399,383	1,558,527	1,405,074	1,364,883	1,324,126
85,914,549	96,544,794	111,064,590	118,406,845	68,912,780	49,839,166
\$ 165,359,621	\$ 175,990,817	\$ 189,312,203	\$ 200,559,038	\$ 151,473,603	\$ 122,789,498

CARROLLTON-FARMERS BRANCH INDEPENDENT SCHOOL DISTRICT
GOVERNMENTAL FUNDS REVENUES
LAST TEN FISCAL YEARS (UNAUDITED)
(MODIFIED ACCRUAL BASIS OF ACCOUNTING)

	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>
Federal Sources:				
Federal Grants	\$ 20,313,903	\$ 16,906,309	\$ 18,912,772	\$ 16,492,262
Food Services	9,281,612	9,901,534	9,825,827	9,189,051
Total Federal Sources	<u>29,595,515</u>	<u>26,807,843</u>	<u>28,738,599</u>	<u>25,681,313</u>
State Sources:				
State Education Finance Program	36,944,981	32,201,352	26,547,481	29,961,151
Food Services	62,111	66,339	68,143	69,308
State Grants and Other	17,347,659	14,512,875	13,362,609	12,706,912
Total State Sources	<u>54,354,751</u>	<u>46,780,566</u>	<u>39,978,233</u>	<u>42,737,371</u>
Local Sources:				
Property Taxes	288,742,863	287,382,919	268,737,321	247,573,892
Tax Increment fund	353,191	21,186,691	19,016,842	17,061,746
Investment Earnings	3,832,535	6,939,848	3,419,431	1,365,832
Food Sales	1,684,721	2,603,990	2,796,904	2,522,933
Other	2,330,923	3,209,358	3,463,093	2,896,220
Total Local Sources	<u>296,944,233</u>	<u>321,322,806</u>	<u>297,433,591</u>	<u>271,420,623</u>
Total Revenues	<u>\$ 380,894,499</u>	<u>\$ 394,911,215</u>	<u>\$ 366,150,423</u>	<u>\$ 339,839,307</u>

Source: Carrollton-Farmers Branch ISD

TABLE V

2016	2015	2014	2013	2012	2011
\$ 15,402,800	\$ 13,116,663	\$ 12,652,750	\$ 12,740,974	\$ 15,323,392	\$ 24,172,684
9,519,622	9,412,284	8,711,952	8,557,652	8,307,475	8,070,064
24,922,422	22,528,947	21,364,702	21,298,626	23,630,867	32,242,748
43,994,523	46,750,710	40,852,694	44,267,986	50,585,614	51,700,557
71,048	68,521	67,795	68,125	71,361	74,037
12,524,233	14,489,330	18,431,176	10,265,524	13,169,326	12,913,357
56,589,804	61,308,561	59,351,665	54,601,635	63,826,301	64,687,951
214,219,204	204,562,735	193,825,686	186,179,321	185,379,324	186,436,925
14,978,161	11,980,349	10,497,989	9,290,227	9,196,973	10,085,250
611,614	327,030	294,949	314,480	192,418	190,054
2,530,761	2,573,975	2,235,028	1,983,638	2,214,248	2,386,913
2,839,250	2,926,997	3,125,588	2,808,937	5,276,264	3,140,291
235,178,990	222,371,086	209,979,240	200,576,603	202,259,227	202,239,433
\$ 316,691,216	\$ 306,208,594	\$ 290,695,607	\$ 276,476,864	\$ 289,716,395	\$ 299,170,132

CARROLLTON-FARMERS BRANCH INDEPENDENT SCHOOL DISTRICT
GOVERNMENTAL FUNDS EXPENDITURES AND DEBT SERVICE RATIO
LAST TEN FISCAL YEARS (UNAUDITED)
(MODIFIED ACCRUAL BASIS OF ACCOUNTING)

	2020	2019	2018
Non Capital - Operational Expenditures			
Instruction	\$ 156,773,637	\$ 151,021,418	\$ 147,285,566
Instruction Resources and Media Services	4,170,666	4,006,606	4,091,602
Curriculum and Instructional Staff Development	7,776,936	7,590,516	7,649,611
Instructional Leadership	4,064,485	4,154,063	3,883,538
School Leadership	16,503,150	16,148,715	15,805,979
Guidance, Counseling, and Evaluation Services	12,341,343	11,662,743	11,224,596
Social Work Services	82,754	67,523	70,864
Health Services	3,197,403	3,051,082	2,954,675
Student (Pupil) Transportation	6,775,530	6,568,565	243,514
Food Services	12,844,563	12,691,111	11,920,647
Extracurricular Activities	4,680,257	5,367,287	5,386,229
General Administration	7,660,411	7,250,083	6,553,924
Facilities Maintenance and Operations	24,796,666	23,821,457	23,453,462
Security and Monitoring Services	2,422,378	2,106,117	1,641,230
Data Processing Services	7,816,948	6,466,949	4,922,572
Community Services	438,270	372,577	318,991
Facilities Acquisition and Construction	\$ 210,373	144,885	157,002
Total Non-Capital Operational Expenditures	272,555,770	262,491,697	247,564,002
Intergovernmental			
Contracted Instructional Services Between Schools	22,486,625	19,431,441	8,397,096
Incremental Costs Associated with Chapter 41	-	-	-
Payments to Juvenile Justice Alternative Ed. Prg.	27,378	27,313	35,640
Payments to Tax Increment Fund	1,177,304	32,207,884	28,885,201
Other Intergovernmental Charges	1,099,675	1,118,504	1,041,868
Total Intergovernmental	24,790,982	52,785,142	38,359,805
Capital Outlay			
Facilities Acquisition/Construction	64,344,812	30,563,229	4,045,137
Other Capital Outlay	3,106,392	2,416,010	6,576,240
Total Capital Outlay	67,451,204	32,979,239	10,621,377
Debt service			
Principal	32,170,000	58,739,113	32,990,000
Interest	11,206,228	6,062,775	8,211,545
Fiscal Charges	8,750	972,043	274,780
Total Debt Service Expenditures	43,384,978	65,773,931	41,476,325
Total Expenditures	408,182,934	414,030,009	338,021,509
Total Expenditures less Expenditures for Capital Outlay	\$ 340,731,730	\$ 381,050,770	\$ 327,400,132
Debt Service as a Percentage of			
Non-Capital Expenditures	12.7%	17.0%	12.6%

Source: Carrollton-Farmers Branch ISD.

TABLE VI

2017	2016	2015	2014	2013	2012	2011
\$ 135,627,861	\$ 135,563,390	\$ 134,360,814	\$ 131,182,934	\$ 121,032,451	\$ 123,399,140	\$ 132,258,151
3,770,256	3,783,233	3,977,022	3,691,566	3,792,431	3,643,675	3,800,545
7,185,298	7,110,229	6,771,313	6,110,563	6,842,750	7,077,709	6,342,801
3,612,910	3,470,417	3,308,978	3,260,714	2,885,915	2,491,049	2,564,724
15,039,960	14,677,203	14,245,536	13,561,867	13,138,204	13,221,260	13,653,148
10,421,695	10,160,081	10,007,775	9,640,823	8,776,199	9,123,532	9,513,995
68,530	68,949	68,002	140,089	177,134	167,352	168,735
2,743,186	2,755,728	2,564,509	2,560,099	2,405,032	2,493,562	2,512,408
4,788,249	4,782,167	4,100,690	4,604,813	4,284,614	3,059,904	3,809,657
10,926,917	11,289,326	10,888,917	10,709,563	10,823,054	10,653,874	11,130,552
5,043,976	5,146,104	4,745,706	4,974,562	4,739,800	4,626,211	4,810,349
6,130,729	6,135,117	5,838,704	5,523,801	5,662,062	5,699,552	6,590,978
21,682,453	21,631,996	21,425,814	21,219,761	21,179,495	21,869,694	23,826,841
1,680,685	1,573,084	1,477,345	1,450,385	1,425,974	1,362,871	1,544,788
5,146,521	5,025,831	4,697,539	5,206,568	4,988,480	5,288,192	5,725,371
307,449	329,441	425,451	413,811	486,474	524,261	698,199
431,370	1,259,658	1,086,756	710,847	269,254	1,148,085	1,192,293
234,608,045	234,761,954	229,990,871	224,962,766	212,909,323	215,849,923	230,143,535
5,945,227	-	-	-	-	75,536	-
-	-	-	-	-	-	-
5,166	39,869	31,486	8,639	28,386	5,484	143,124
25,873,965	22,623,080	17,974,812	15,713,810	13,807,241	13,777,411	15,139,211
965,009	932,440	899,649	889,432	886,812	898,662	937,593
32,789,367	23,595,389	18,905,947	16,611,881	14,722,439	14,757,093	16,219,928
11,118,309	25,492,075	27,010,807	18,206,883	5,671,720	15,206,940	4,289,341
5,206,510	2,434,200	2,551,438	926,011	252,377	336,487	968,979
16,324,819	27,926,275	29,562,245	19,132,894	5,924,097	15,543,427	5,258,320
30,310,000	29,525,000	28,295,000	26,755,000	25,770,000	25,555,000	27,415,000
9,141,542	10,887,351	12,446,881	14,472,101	13,361,108	13,681,847	14,543,756
342,306	229,630	303,266	7,800	628,270	785,110	261,369
39,793,848	40,641,981	41,045,147	41,234,901	39,759,378	40,021,957	42,220,125
323,516,079	326,925,599	319,504,210	301,942,442	273,315,237	286,172,400	293,841,908
\$ 307,191,260	\$ 298,999,324	\$ 289,941,965	\$ 282,809,548	\$ 267,391,140	\$ 270,628,973	\$ 288,583,588
12.8%	13.5%	14.1%	14.6%	14.6%	14.5%	14.5%

CARROLLTON-FARMERS BRANCH INDEPENDENT SCHOOL DISTRICT
OTHER FINANCING SOURCES AND USES AND NET CHANGE IN FUND BALANCES
LAST TEN FISCAL YEARS (UNAUDITED)
(MODIFIED ACCRUAL BASIS OF ACCOUNTING)

	2020	2019	2018	2017
Excess (Deficiency) of Revenues Over (Under) Expenditures	\$ (27,288,435)	\$ (19,118,794)	\$ 28,128,914	\$ 16,323,228
Other Financing Sources (Uses)				
Refunding Bonds Issued	-	-	13,800,000	48,420,000
Capital-Related Debt Issued (Regular Bonds)	-	109,220,000	-	-
Sale of Real or Personal Property	-	2,014,241	-	100,062
Transfers In	8,000,000	6,500,000	-	4,007,017
Premium or Discount on Issuance of Bonds	-	8,400,683	1,471,159	4,592,084
Transfers Out	(31,900,000)	(6,500,000)	-	(4,007,017)
Payment to Bond Refunding Escrow Agent (Use)	-	-	(15,220,314)	(52,677,214)
Other (Uses)	-	-	-	-
Total Other Financing Sources (Uses)	(23,900,000)	119,634,924	50,845	434,932
Special Item				
Net Change in Fund Balances	(51,188,435)	100,516,130	28,179,759	16,758,160
Beginning Fund Balance - Sept 1	315,298,145	214,782,015	183,957,802	165,359,621
Prior Period Adjustment	2,497,472	-	2,644,454	1,840,021
Ending Fund Balance - Aug 31	<u>\$ 266,607,182</u>	<u>\$ 315,298,145</u>	<u>\$ 214,782,015</u>	<u>\$ 183,957,802</u>

Source: Carrollton-Farmers Branch ISD

TABLE VII

2016	2015	2014	2013	2012	2011
\$ (10,234,383)	\$ (13,295,616)	\$ (11,246,835)	\$ 3,161,627	\$ 3,491,995	\$ 5,328,224
23,495,000	34,725,000	-	28,700,000	33,085,000	63,565,000
-	-	-	41,250,000	21,880,000	-
-	-	-	-	-	363,964
-	-	539,647	-	-	911,452
2,371,708	2,642,857	-	8,779,939	8,425,470	6,914,124
-	-	(539,647)	-	-	(377,814)
(25,640,128)	(37,393,627)	-	(32,806,131)	(38,198,360)	(70,196,521)
-	-	-	-	-	-
226,580	(25,770)	-	45,923,808	25,192,110	1,180,205
-	-	-	-	-	-
(10,007,803)	(13,321,386)	(11,246,835)	49,085,435	28,684,105	6,508,429
175,990,817	189,312,203	200,559,038	151,473,603	122,789,498	116,281,069
(623,393)	-	-	-	-	-
\$ 165,359,621	\$ 175,990,817	\$ 189,312,203	\$ 200,559,038	\$ 151,473,603	\$ 122,789,498



CARROLLTON-FARMERS BRANCH INDEPENDENT SCHOOL DISTRICT
 ASSESSED VALUE AND ACTUAL VALUE OF TAXABLE PROPERTY
 LAST TEN FISCAL YEARS (UNAUDITED)
 (AMOUNTS IN THOUSANDS, EXCEPT TAX RATE INFORMATION)

TABLE VIII

Fiscal Year	Actual Value			Less: Exemptions	Total Taxable Value	Total Direct Tax Rate
	Residential Property	Commercial Property	Personal Property			
2011	6,414,043	6,901,685	3,161,463	2,344,176	14,133,014	1.3469
2012	6,367,741	6,759,663	2,958,073	2,196,004	13,889,472	1.3568
2013	6,357,922	7,083,532	2,979,138	2,219,860	14,200,732	1.3306
2014	6,532,761	7,544,528	3,120,305	2,233,483	14,964,111	1.3235
2015	7,022,124	8,158,376	3,227,722	2,328,368	16,079,854	1.3033
2016	7,629,074	8,742,363	3,565,744	2,853,252	17,083,930	1.2817
2017	8,331,271	9,438,717	3,693,247	3,030,311	18,432,924	1.3917
2018	9,157,196	10,049,265	3,783,916	3,103,499	19,886,878	1.3810
2019	10,166,613	10,855,908	3,884,876	3,174,612	21,732,785	1.3700
2020	10,675,862	11,827,547	4,054,868	3,402,666	23,155,611	1.2684

Notes: Assessed value = actual value

Source: County Property Tax Appraiser

CARROLLTON-FARMERS BRANCH INDEPENDENT SCHOOL DISTRICT
PROPERTY TAX RATES AND OVERLAPPING GOVERNMENTS
LAST TEN FISCAL YEARS (UNAUDITED)

Fiscal Year	Direct District Rates			Overlapping Rates				
	Maintenance	Debt		Town of Addision	City of Carrollton	City of Coppell	City of Dallas	City of Farmers Branch
		Service	Total					
2011	1.0400	0.3069	1.3469	0.530	0.618	0.690	0.797	0.530
2012	1.0400	0.3168	1.3568	0.580	0.618	0.690	0.797	0.530
2013	1.0400	0.2906	1.3306	0.580	0.618	0.670	0.797	0.530
2014	1.0400	0.2835	1.3235	0.572	0.618	0.638	0.797	0.553
2015	1.0400	0.2633	1.3033	0.562	0.615	0.606	0.797	0.602
2016	1.0400	0.2417	1.2817	0.579	0.613	0.584	0.797	0.602
2017	1.1700	0.2217	1.3917	0.560	0.604	0.580	0.782	0.602
2018	1.1700	0.2110	1.3810	0.550	0.600	0.580	0.780	0.602
2019	1.1700	0.2000	1.3700	0.550	0.595	0.570	0.777	0.600
2020	1.0684	0.2000	1.2684	0.584	0.590	0.584	0.777	0.600

Source: District Tax Office
Rates are per \$100 of assessed value.

TABLE IX

Overlapping Rates				
City of Irving	County of Denton	County of Dallas	Dallas County Hospital	Dallas County Community College
0.576	0.274	0.243	0.271	0.099
0.599	0.277	0.243	0.271	0.100
0.599	0.283	0.243	0.271	0.119
0.599	0.285	0.243	0.276	0.125
0.594	0.272	0.243	0.286	0.125
0.594	0.262	0.243	0.286	0.124
0.594	0.248	0.243	0.279	0.123
0.594	0.238	0.243	0.279	0.124
0.594	0.226	0.243	0.279	0.124
0.594	0.225	0.243	0.270	0.124

CARROLLTON-FARMERS BRANCH INDEPENDENT SCHOOL DISTRICT
PROPERTY TAXES, LEVIES, AND COLLECTIONS
LAST TEN FISCAL YEARS (UNAUDITED)

TABLE X

Tax Levy Year	Taxes Levied for the Fiscal Year	Collected within the Year of Levy		Collections in Subsequent Years	Total Collections	
		Amount	Percentage of Levy		Amount	Percentage of Levy
2010	186,476,139	184,834,361	99.1%	1,417,090	186,251,451	99.88%
2011	185,082,381	183,761,421	99.3%	1,274,692	185,036,113	99.98%
2012	185,400,956	184,316,782	99.4%	1,031,726	185,348,508	99.97%
2013	193,864,815	192,936,357	99.5%	862,206	193,798,563	99.97%
2014	204,847,553	203,696,301	99.4%	1,063,308	204,759,609	99.96%
2015	213,856,595	212,722,883	99.5%	1,002,856	213,725,739	99.94%
2016	247,866,509	246,661,547	99.5%	850,058	247,511,605	99.86%
2017	268,409,092	266,988,878	99.5%	942,303	267,931,181	99.82%
2018	287,826,078	286,289,243	99.5%	905,912	287,195,155	99.78%
2019	290,199,316	288,454,270	99.4%	-	288,454,270	99.40%

Source: District Tax Office

CARROLLTON-FARMERS BRANCH INDEPENDENT SCHOOL DISTRICT
 PRINCIPAL PROPERTY TAXPAYERS
 CURRENT YEAR AND NINE YEARS AGO (UNAUDITED)

TABLE XI

Taxpayer	Nature of Property	2020			2011		
		TAXABLE ASSESSED VALUATION	Percent of Total Assessed Taxable Value	Rank	Taxable Value	Percent of Total Assessed Taxable Value	Rank
Piedmont Operating Partners	Rental Property	\$ 199,466,220	0.84%	1			
HR Horsehoe Venture LLC	Commercial Property	\$ 195,000,000	0.82%	2			
Quality Investment Properties	Rental Property-Commercial	148,621,390	0.63%	3			
AT&T/Southwestern Bell	Telephone Utility	130,347,460	0.55%	4	\$ 151,347,740	1.07%	1
Southern Glazers Distributors	Wholesale Distributors	123,785,030	0.52%	5			
Texas Utilities/TXU/Oncor	Power Utility	114,896,614	0.48%	6			
Citicorp Credit Services	Rental Property-Commercial	109,085,300	0.46%	7			
Royal TX Partners LLC	Rental Property-Apartments	102,000,000	0.43%	8			
Softlayer Technologies	Internet Housing	99,859,720	0.42%	9			
Exxon/Mobil Corp.	Petrochemical Production	92,087,508	0.39%	10	70,435,698	0.50%	8
Wells Operating PS LTD	Real Estate				147,022,890	1.04%	2
Oncor Electric Delivery	Power Utility				100,217,834	0.71%	3
TCI Park West	Rental Property				99,420,790	0.70%	4
Walmart/Sam's	Retail				84,707,130	0.60%	5
Verizon /GTE	Telephone Utility				80,564,180	0.57%	6
Nokia/ISTAR	Electronics				80,171,930	0.57%	7
Cobalt Industries/REIT	Rental Property				68,209,052	0.48%	9
Triden Village	Residential Apartments				67,493,254	0.48%	10
TOTAL		<u>\$ 1,315,149,242</u>	<u>5.54%</u>		<u>\$ 949,590,498</u>	<u>6.72%</u>	
Total Taxable Assessed Value		<u>\$ 23,733,254,738</u>			<u>\$ 14,133,013,647</u>		

Source: District Tax Office

CARROLLTON-FARMERS BRANCH INDEPENDENT SCHOOL DISTRICT
LEGAL DEBT MARGIN
LAST TEN FISCAL YEARS
AUGUST 31, 2020 (UNAUDITED)

	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>
Debt limit	\$ 2,315,561,148	\$ 2,173,278,458	\$ 1,988,687,766	\$ 1,843,292,362
Total net debt applicable to limit	206,443,202	244,475,382	188,474,050	223,688,036
Legal debt margin	2,109,117,946	1,928,803,076	1,800,213,716	1,619,604,326
Total net debt applicable to the limit as a percentage of debt limit	9%	11%	9%	12%

Source: Carrollton-Farmers Branch ISD

Total Bonded Debt equals GO Bonds Payable plus Bond Premium plus Accreted Interest.

Legal Debt Margin Calculation for Fiscal Year 2020

	<u>2020</u>
Total Appraised Valuation	\$ 26,558,277,566
Less - Exemptions and Reductions in Value	<u>3,402,666,088</u>
Total Appraised Valuation for School Tax Purposes	\$ 23,155,611,478
Debt Limit Percentage	<u>10%</u>
Legal Debt Limit	<u>\$ 2,315,561,148</u>
Total Bonded Debt	\$ 221,864,030
Less - Reserve for Retirement of Bonded Debt	<u>15,420,828</u>
Net Bonded Debt Applicable to Debt Limit	<u>\$ 206,443,202</u>
Legal Debt Margin	<u>\$ 2,109,117,946</u>

TABLE XII

2016	2015	2014	2013	2012	2011
\$ 1,708,392,953	\$ 1,607,985,333	\$ 1,496,411,085	\$ 1,420,073,218	\$ 1,388,947,226	\$ 1,413,301,365
261,209,994	286,807,047	317,118,411	323,958,847	310,771,740	320,156,291
1,447,182,959	1,321,178,286	1,179,292,674	1,096,114,371	1,078,175,486	1,093,145,074
15%	18%	21%	23%	22%	23%



CARROLLTON-FARMERS BRANCH INDEPENDENT SCHOOL DISTRICT
OUTSTANDING DEBT BY TYPE
LAST TEN FISCAL YEARS (UNAUDITED)
(AMOUNTS IN THOUSANDS, EXCEPT PER CAPITA AND PER STUDENT ENROLLED)

TABLE XIII

Fiscal Year	Governmental Activities		Percentage of disposable personal Income	Per Capita	Per Student Enrolled
	Unlimited Tax Bonds	Total Primary Government			
2011	335,057	335,057	6.06%	1,829	12,354
2012	334,700	334,700	6.06%	1,856	12,004
2013	359,064	359,064	6.01%	1,869	12,556
2014	330,728	330,728	5.32%	1,681	11,559
2015	301,039	301,039	4.65%	1,518	10,485
2016	270,164	270,164	3.95%	1,319	9,483
2017	233,315	233,315	3.27%	1,123	8,379
2018	198,437	198,437	2.49%	933	7,067
2019	257,266	257,266	3.51%	1,326	10,050
2020	221,864	221,864	2.88%	1,132	8,663

NOTE: See TABLES XVI and XX for population and enrollment data used to calculate per capita and per student enrolled information. Unlimited Tax Bond GO Bonds Payable plus Bond Premium plus Accreted Interest.

Source: Carrollton-Farmers Branch ISD

CARROLLTON-FARMERS BRANCH INDEPENDENT SCHOOL DISTRICT
 RATIO OF NET BONDED DEBT TO NET ASSESSED VALUE AND
 NET BONDED DEBT PER CAPITA
 LAST TEN FISCAL YEARS (UNAUDITED)

YEAR END AUGUST 31	POPULATION	TAXABLE ASSESSED VALUE	GROSS BONDED DEBT	LESS DEBT SERVICE FUNDS
2011	176,663	14,133,013,647	323,160,000	3,003,709
2012	170,886	13,889,472,257	317,180,000	6,408,260
2013	177,286	14,200,732,177	331,290,000	7,331,153
2014	181,182	14,964,110,805	325,221,645	8,103,234
2015	181,013	16,079,853,331	295,139,156	8,300,109
2016	185,438	17,083,929,532	270,164,472	8,954,478
2017	188,612	18,432,923,622	233,314,977	9,626,941
2018	191,639	19,886,877,660	198,436,506	9,962,456
2019	194,088	21,725,959,172	257,265,596	12,790,214
2020	195,980	23,733,254,738	221,864,030	15,420,828

Source: Carrollton-Farmers Branch ISD. Population is for Cities of Carrollton and Farmers Branch. See Table XVI for population source information.
 Gross Bonded Debt equals GO Bonds Payable plus Bond Premium plus Accreted Interest.

TABLE XIV

NET BONDED DEBT	RATIO OF NET BONDED DEBT TO TAXABLE ASSESSED VALUE	NET BONDED DEBT PER CAPITA
320,156,291	2.27	1,812
310,771,740	2.24	1,819
323,958,847	2.28	1,827
317,118,411	2.12	1,750
286,839,047	1.78	1,585
261,209,994	1.53	1,409
223,688,036	1.21	1,186
188,474,050	0.95	983
244,475,382	1.13	1,260
206,443,202	0.87	1,053

CARROLLTON-FARMERS BRANCH INDEPENDENT SCHOOL DISTRICT
DIRECT AND OVERLAPPING GOVERNMENT DEBT
AS OF AUGUST 31, 2020 (UNAUDITED)

TABLE XV

<u>Governmental Unit</u>	<u>Debt Outstanding</u>	<u>Estimated Percentage Applicable</u>	<u>Estimated Share of Direct and Overlapping Debt</u>
Town of Addison	\$ 130,305,000	6.76%	\$ 8,808,618
City of Carrollton	177,945,000	51.72%	92,033,154
City of Coppell	111,560,000	6.22%	6,939,032
Dallas County	130,445,000	6.34%	8,270,213
Dallas County Community College District	135,375,000	6.34%	8,582,775
Dallas County Hospital District	622,000,000	6.34%	39,434,800
Dallas County Schools	27,204,352	6.34%	1,724,756
Dallas County Utility & Reclamation District	169,355,000	48.61%	82,323,466
City of Dallas	1,943,620,416	1.10%	21,379,825
Denton County	611,835,000	4.45%	27,226,658
City of Farmers Branch	57,670,000	61.39%	35,403,613
City of Irving	431,355,000	27.19%	117,285,425
NW Dallas County Flood Control District	13,895,000	64.47%	8,958,107
Valwood Improvement Authority	15,899,940	100.00%	15,899,940
Subtotal, overlapping debt			\$ 474,270,379
Carrollton-Farmers Branch ISD - Direct Debt	\$ 221,864,030	100.00%	221,864,030
Total Direct and Overlapping Tax Supported Debt			\$ 696,134,409
Total Assessed Taxable Valuation			\$ 23,733,254,738
Total Population			195,980
Ratio of Direct and Overlapping Tax Supported Debt to Taxable Assessed Valuation			2.93%
Per Capita Total Direct and Overlapping Tax Supported Debt			\$ 3,552

Source: All information provided by Municipal Advisory Council of Texas except for information regarding CFB-ISD debt, total assessed taxable valuation, and population which were provided by the District. Please refer to Table XVI for source of population data. Carrollton-Farmers Branch ISD - Direct Debt equals GO Bonds Payable plus Bond Premium.

Note: Overlapping governments are those that coincide, at least in part, with the geographic boundaries of the district. This schedule estimates the portion of the outstanding debt of these overlapping governments that is borne by the residents and businesses of the district.

The percentage of overlapping debt applicable is estimated using taxable property values. Applicable percentages were estimated by determining the portion of another governmental unit's taxable value that is within the district's boundaries and dividing it by each unit's total taxable value.

CARROLLTON-FARMERS BRANCH INDEPENDENT SCHOOL DISTRICT
 DEMOGRAPHICS AND ECONOMIC STATISTICS
 LAST TEN CALENDAR YEARS (UNAUDITED)

TABLE XVI

Calendar Year	Population(A)	Disposable Personal Income(B)	Per Capita Disposable Personal Income(C)	Unemployment Rate(D)
2011	176,663	5,329,039,395	30,165	7.46%
2012	170,886	5,230,478,688	30,608	6.35%
2013	177,286	5,510,758,024	31,084	5.41%
2014	181,182	5,722,089,922	31,582	5.16%
2015	181,013	5,908,807,359	32,643	3.42%
2016	185,438	6,190,105,878	33,381	3.70%
2017	188,612	6,484,103,336	34,378	3.62%
2018	191,639	7,190,201,377	37,520	3.31%
2019	194,088	7,325,789,452	37,745	3.04%
2020	195,980	7,693,091,031	39,254	5.82%

Notes:

- A** Population data is for Cities of Carrollton and Farmer's Branch combined.
 Source of population data was the following:
- 2011-2020 Claritas Market Place Survey
- B** 2011-2020 Claritas Market Place Survey-Entire School District Included.
- C** 2011-2020 Claritas Market Place Survey-Entire School District Included.
- D** From US Department of Labor, Bureau of Labor Statistics
 2011-2020 Texas Workforce Commission

CARROLLTON-FARMERS BRANCH INDEPENDENT SCHOOL DISTRICT
 PRINCIPAL EMPLOYERS
 CURRENT YEAR AND NINE YEARS AGO (UNAUDITED)

TABLE XVII

<u>Employer</u>	2020			2011		
	<u>Approx. # Employees</u>	<u>Rank</u>	<u>Workforce Percentage</u>	<u>Approx. # Employees</u>	<u>Rank</u>	<u>Workforce Percentage</u>
Carrollton-Farmers Branch ISD	3,336	1	2.99%	3,133	2	3.09%
JP Morgan Investment Services	2,390	2	2.14%	2,402	3	2.37%
Maxim Ingetrated Products	1,352	3	1.21%			
Halliburton Energy Services	1,300	4	1.16%	1,308	4	1.29%
GEICO	1,200	5	1.07%	1,093	6	1.08%
Tuesday Morning	1,000	6	0.90%			
McKesson Corp	1,000	7	0.90%	837	8	0.82%
Telvista	950	8	0.85%	754	9	0.74%
AT&T	830	9	0.74%			
TD Industries	811	10	0.73%			
International Business Machines				3,387	1	3.34%
Federal Government-IRS				1,206	5	1.19%
GE Automation Services INC				879	7	0.87%
Accor North America				731	10	0.72%

Total employed 2020 workforce - 111,495

Total employed 2011workforce - 101,724

Source: Oncor Economic Development Department
 Claritas Inc.

CARROLLTON-FARMERS BRANCH INDEPENDENT SCHOOL DISTRICT
 FULL TIME EQUIVALENT DISTRICT EMPLOYEES BY TYPE
 LAST TEN YEARS (UNAUDITED)

TABLE XVIII

	Full-Time Equivalent Employees for fiscal year ending										Change '11 - '20
	2020	2019	2018	2017	2016	2015	2014	2013	2012	2011	
Teachers											
Pre-K & Kindergarten	173	178	166	157	157	162	167	163	164	177	-2%
Elementary	626	643	629	645	643	625	626	722	720	722	-13%
Secondary	850	858	856	837	828	819	776	662	665	677	26%
All Level	46	32	27	35	35	54	70	81	85	126	-64%
Miscellaneous	-	-	-	-	-	-	-	-	-	-	-
Total Teachers	1,695	1,711	1,679	1,674	1,664	1,660	1,639	1,628	1,634	1,702	0%
Support Staff											
Supervisors	-	-	-	-	-	-	-	-	-	-	-
Counselors	58	57	56	56	56	57	56	56	57	59	-2%
Ed Diagnostics	35	35	34	34	33	33	32	32	32	32	9%
Librarians	39	39	40	40	40	40	39	40	39	40	-3%
Nurse/Physicians	37	37	36	33	33	33	33	34	36	35	6%
Therapists	50	46	47	46	44	43	42	42	42	43	15%
Psychologists/Assoc Psych.	6	6	11	7	6	6	5	5	5	6	-4%
Other Support Staff	196	184	180	160	162	160	150	143	137	140	40%
Total Support Staff	420	404	403	376	375	372	357	352	348	355	18%
Administrators											
Admin/Instructional Officers	45	45	42	43	42	39	42	40	44	42	7%
Principals	36	36	37	37	37	37	37	36	38	40	-10%
Assistant Principals	57	57	54	52	49	49	47	47	47	46	23%
Superintendents	1	1	1	1	1	1	1	1	1	1	0%
Assistant Superintendents	4	4	4	4	4	4	4	4	2	2	100%
Total Administrators	143	143	138	137	134	130	131	128	132	131	9%
Total Professionals	2,258	2,257	2,220	2,187	2,172	2,162	2,127	2,108	2,114	2,188	3%
Educational Aides	258	245	238	215	196	186	188	186	193	220	17%
Auxiliary Staff	820	820	680	710	729	723	718	732	756	725	13%
Total	3,336	3,322	3,137	3,112	3,097	3,071	3,033	3,026	3,063	3,133	6%

Source: Texas Education Agency (Standard Reports)



CARROLLTON-FARMERS BRANCH INDEPENDENT SCHOOL DISTRICT
 TEACHER BASE SALARIES
 LAST TEN FISCAL YEARS (UNAUDITED)

TABLE XIX

Fiscal Year	Minimum Salary	Maximum Salary	District Average Salary	Statewide Average Salary
2011	45,940	62,598	52,062	48,639
2012	46,340	62,198	51,882	46,340
2013	46,340	62,198	51,863	48,821
2014	47,143	63,255	52,407	49,692
2015	48,300	65,153	53,428	50,715
2016	49,400	66,252	54,375	51,892
2017	50,750	67,909	55,746	52,525
2018	52,425	69,585	57,521	53,334
2019	53,635	71,671	58,632	54,122
2020	55,735	74,635	61,326	57,091

CARROLLTON-FARMERS BRANCH INDEPENDENT SCHOOL DISTRICT
 OPERATING STATISTICS
 LAST TEN FISCAL YEARS (UNAUDITED)

Fiscal Year	Average Daily Enrollment	Direct Operating Expenditures(A)	Cost per Pupil	Percentage Change from PY	Direct Operating Expenses(B)	Cost per Pupil
2011	26,159	230,143,535	8,798	-0.8%	245,393,241	9,381
2012	26,423	215,849,923	8,169	-7.1%	232,112,851	8,785
2013	26,385	212,909,323	8,069	-1.2%	230,150,552	8,723
2014	26,347	224,962,766	8,538	5.8%	242,464,197	9,203
2015	26,210	229,990,871	8,775	2.8%	249,306,657	9,512
2016	25,796	234,761,954	9,101	3.7%	263,489,353	10,214
2017	25,276	234,608,045	9,282	2.0%	260,276,238	10,297
2018	25,297	247,564,002	9,786	5.4%	205,399,747	8,120
2019	25,598	262,491,697	10,254	4.8%	294,752,443	11,515
2020	25,611	272,555,770	10,642	3.8%	309,923,504	12,101

Notes All information provided by Carrollton-Farmers Branch ISD.

- A** Total Governmental Fund expenditures less capital, debt service, and intergovernmental expenditures
- B** Total Government-Wide expenses less capital, debt service, and intergovernmental expenses
- C** From Table XVIII.
- D** CFB ISD Food Services

TABLE XX

Percentage Change from PY	Teaching Staff(C)	Pupil- Teacher Ratio	Students Receiving Free or Reduced-Price Meals(D)	Percentage of Students Receiving Free or Reduced-Price Meals
-0.7%	1,702	15.4	15,736	60%
-6.4%	1,634	16.2	16,420	62%
-0.7%	1,628	16.2	16,452	62%
5.5%	1,639	16.1	16,401	62%
3.4%	1,660	15.8	16,920	65%
7.4%	1,664	15.5	16,676	65%
0.8%	1,674	15.1	16,271	64%
-21.1%	1,679	15.1	16,186	64%
41.8%	1,711	15.0	16,698	65%
5.1%	1,695	15.1	16,458	64%

CARROLLTON-FARMERS BRANCH INDEPENDENT SCHOOL DISTRICT
SCHOOL BUILDING INFORMATION – ELEMENTARY SCHOOLS
LAST TEN FISCAL YEARS (UNAUDITED)

Elementary Schools	Year of Original Construction	2020	2019	2018	2017
1 Blair	2002				
Square feet		97,228	97,228	97,228	97,228
Capacity		994	994	994	994
Enrollment		511	539	554	588
2 Blanton	2007				
Square feet		75,160	75,160	75,160	75,160
Capacity		654	654	654	654
Enrollment		426	427	419	447
3 Carrollton	1951				
Square feet		83,180	83,180	83,180	83,180
Capacity		680	680	680	680
Enrollment		565	572	587	627
4 Central	1965				
Square feet		93,690	93,690	93,690	93,690
Capacity		848	848	848	848
Enrollment		569	569	581	620
5 Country Place	1982				
Square feet		64,801	64,801	64,801	64,801
Capacity		492	492	492	492
Enrollment		434	417	411	411
6 Davis	1975				
Square feet		76,485	76,485	76,485	76,485
Capacity		635	635	635	635
Enrollment		501	503	535	592
7 Farmers Branch	1968				
Square feet		72,005	72,005	72,005	72,005
Capacity		749	749	749	749
Enrollment		513	519	550	556
8 Furneaux	1982				
Square feet		59,406	59,406	59,406	59,406
Capacity		559	559	559	559
Enrollment		441	451	450	420
9 Good	2012				
Square feet		82,146	82,146	82,146	82,146
Capacity		892	892	892	892
Enrollment		539	536	527	557

Sources: Carrollton-Farmers Branch ISD

*, ** - Campuses consolidated in 2013 for operating and PEIMS purposes but housed in two facilities.

TABLE XXI
CONTINUED

2016	2015	2014	2013	2012	2011
97,228	97,228	97,228	97,228	97,228	97,228
994	994	994	994	994	994
672	691	691	732	760	776
75,160	75,160	75,160	75,160	75,160	75,160
654	654	654	654	654	654
512	555	578	594	603	555
83,180	83,180	83,180	83,180	83,180	83,180
680	680	680	680	680	680
647	640	656	654	676	650
93,690	93,690	93,690	93,690	93,690	93,690
848	848	848	848	848	848
622	668	745	748	734	726
64,801	64,801	64,801	64,801	64,801	64,801
492	492	492	492	492	492
362	327	339	357	370	362
76,485	76,485	76,485	76,485	76,485	76,485
635	635	635	635	635	635
579	586	555	568	571	535
72,005	72,005	72,005	72,005	72,005	72,005
749	749	749	749	749	749
557	566	540	504	497	506
59,406	59,406	59,406	59,406	59,406	59,406
559	559	559	559	559	559
346	375	371	358	363	365
82,146	82,146	82,146	82,146	66,944	66,944
892	892	892	892	526	526
545	592	615	595	499	503

CARROLLTON-FARMERS BRANCH INDEPENDENT SCHOOL DISTRICT
SCHOOL BUILDING INFORMATION – ELEMENTARY SCHOOLS
LAST TEN FISCAL YEARS (UNAUDITED)

	Year of Orginial Construction	2020	2019	2018	2017
10 Stark	2006				
Square feet		83,400	83,400	83,400	83,400
Capacity		892	892	892	892
Enrollment		734	746	745	732
11 Kent	1989				
Square feet		89,742	89,742	89,742	89,742
Capacity		729	729	729	729
Enrollment		518	529	377	386
12 Landry	1996				
Square feet		89,951	73,500	73,500	73,500
Capacity		698	698	698	698
Enrollment		255	280	335	396
13 Las Colinas	1986				
Square feet		89,000	89,000	89,000	89,000
Capacity		760	760	760	760
Enrollment		567	579	549	506
14 McCoy	1979				
Square feet		65,849	65,849	65,849	65,849
Capacity		619	619	619	619
Enrollment		474	456	441	436
15 McKamy	1992				
Square feet		79,577	79,577	79,577	79,577
Capacity		673	673	673	673
Enrollment		517	534	474	483
16 McLaughlin**	1960				
Square feet		-	-	73,300	73,300
Capacity		-	-	589	589
Enrollment		-	-	-	-
17 McWhorter	2001				
Square feet		88,418	88,418	88,418	88,418
Capacity		802	802	802	802
Enrollment		641	560	589	647
18 Rainwater	1994				
Square feet		80,000	80,000	80,000	80,000
Capacity		557	557	557	557
Enrollment		373	359	331	347

Sources: Carrollton-Farmers Branch ISD

*, ** - Campuses consolidated in 2013 for operating and PEIMS purposes but housed in two facilities.

TABLE XXI
CONTINUED

2016	2015	2014	2013	2012	2011
83,400	83,400	83,400	83,400	83,400	83,400
892	892	892	892	892	892
719	692	693	611	537	533
89,742	89,742	89,742	89,742	89,742	89,742
729	729	729	729	729	729
397	398	397	398	449	472
73,500	73,500	73,500	73,500	73,500	73,500
698	698	698	698	698	698
457	466	435	453	443	462
89,000	89,000	75,099	75,099	75,099	75,099
760	760	559	559	559	559
542	592	526	519	504	505
65,849	65,849	65,849	65,849	65,849	65,849
619	619	619	619	619	619
435	422	400	406	413	411
79,577	79,577	79,577	79,577	79,577	79,577
673	673	673	673	673	673
497	513	513	577	558	575
73,300	73,300	73,300	73,300	73,300	73,300
589	589	589	589	589	589
-	-	-	-	392	396
88,418	88,418	88,418	88,418	88,418	88,418
802	802	802	802	802	802
676	717	770	730	653	626
80,000	80,000	80,000	80,000	80,000	80,000
557	557	557	557	557	557
392	419	408	444	454	451

CARROLLTON-FARMERS BRANCH INDEPENDENT SCHOOL DISTRICT
SCHOOL BUILDING INFORMATION – ELEMENTARY SCHOOLS
LAST TEN FISCAL YEARS (UNAUDITED)

	Year of Original Construction	2020	2019	2018	2017
19 Riverchase	2000				
Square feet		75,160	75,160	75,160	75,160
Capacity		587	587	587	587
Enrollment		490	464	358	384
20 Rosemeade	1984				
Square feet		61,396	61,396	61,396	61,396
Capacity		622	622	622	622
Enrollment		370	389	445	423
21 Sheffield*	1989				
Square feet		66,767	66,767	66,767	66,767
Capacity		532	532	532	532
Enrollment		666	654	755	815
22 Sheffield Primary*	1985				
Square feet		59,406	59,406	59,406	59,406
Capacity		536	536	536	536
Enrollment		-	-	-	-
23 Thompson	2006				
Square feet		75,160	75,160	75,160	75,160
Capacity		712	712	712	712
Enrollment		485	497	540	530
24 Freeman	2004				
Square feet		85,426	85,426	85,426	85,426
Capacity		783	783	783	783
Enrollment		720	684	628	551
25 Kelly Pre-K Ctr	2007				
Square feet		-	-	-	-
Capacity		-	-	-	-
Enrollment		-	-	-	-
26 La Villita	2008				
Square feet		102,308	102,308	102,308	102,308
Capacity		932	932	932	932
Enrollment		904	898	755	635
27 McLaughlin Strickland**	2008				
Square feet		103,016	77,631	77,631	77,631
Capacity		618	618	618	618
Enrollment		610	535	614	658
Total Elementary School					
Square feet		1,998,677	1,956,841	2,030,141	2,030,141
Capacity		17,555	17,555	18,144	18,144
Enrollment		12,823	12,697	12,550	12,747

Sources: Carrollton-Farmers Branch ISD

*, ** - Campuses consolidated in 2013 for operating and PEIMS purposes but housed in two facilities.

TABLE XXI
CONCLUDED

2016	2015	2014	2013	2012	2011
75,160	75,160	75,160	75,160	75,160	75,160
587	587	587	587	587	587
407	365	428	296	313	362
61,396	61,396	61,396	61,396	61,396	61,396
622	622	622	622	622	622
441	444	444	429	360	338
66,767	66,767	66,767	66,767	66,767	66,767
532	532	532	532	532	532
896	958	927	927	348	339
59,406	59,406	59,406	59,406	59,406	59,406
536	536	536	536	536	536
-	-	-	-	544	498
75,160	75,160	75,160	75,160	75,160	75,160
712	712	712	712	712	712
547	604	590	589	503	515
85,426	85,426	75,160	75,160	75,160	75,160
783	783	573	573	573	573
490	541	614	634	582	560
-	-	-	-	47,513	47,513
-	-	-	-	400	400
-	-	-	-	316	313
102,308	87,787	87,787	87,787	87,787	87,787
932	650	650	650	650	650
585	584	571	623	497	459
77,631	77,631	77,631	77,631	77,631	77,631
618	618	618	618	618	618
736	719	791	786	399	372
2,030,141	2,015,620	1,991,453	1,991,453	2,023,764	2,023,764
15,468	17,862	17,451	17,451	17,485	17,485
13,059	13,434	13,597	13,532	13,338	13,165

CARROLLTON-FARMERS BRANCH INDEPENDENT SCHOOL DISTRICT
SCHOOL BUILDING INFORMATION – MIDDLE SCHOOLS
LAST TEN FISCAL YEARS (UNAUDITED)

	Year of Original Construction	2020	2019	2018	2017
<u>Middle Schools</u>					
1 Blalack	1986				
Square feet		171,150	171,150	171,150	171,150
Capacity		1,426	1,426	1,426	1,426
Enrollment		1,121	1,044	969	934
2 Bush	1998				
Square feet		160,155	160,155	160,155	160,155
Capacity		1,128	1,128	1,128	1,128
Enrollment		703	677	689	663
3 Long	1981				
Square feet		164,500	164,500	164,500	164,500
Capacity		1,038	1,038	1,038	1,038
Enrollment		660	647	623	641
4 Perry	1936				
Square feet		195,067	195,067	195,067	195,067
Capacity		1,367	1,367	1,367	1,367
Enrollment		937	1,000	1,030	1,074
5 Polk	1997				
Square feet		159,578	159,578	159,578	159,578
Capacity		1,343	1,343	1,343	1,343
Enrollment		1,074	1,040	1,061	1,041
6 Field	1959				
Square feet		182,525	182,525	182,525	182,525
Capacity		1,427	1,427	1,427	1,427
Enrollment		985	1,028	1,006	1,003
Total Middle School					
Square feet		1,032,975	1,032,975	1,032,975	1,032,975
Capacity		7,729	7,729	7,729	7,729
Enrollment		5,480	5,436	5,378	5,356

Sources: Carrollton-Farmers Branch ISD

TABLE XXII

2016	2015	2014	2013	2012	2011
171,150	171,150	171,150	171,150	171,150	171,150
1,426	1,426	1,426	1,426	1,426	1,426
918	942	953	950	982	972
160,155	142,000	142,000	142,000	142,000	142,000
1,128	931	931	931	931	931
696	672	685	699	720	767
164,500	164,500	164,500	164,500	164,500	164,500
1,038	1,038	1,038	1,038	1,038	1,038
686	718	756	760	796	796
195,067	195,067	195,067	195,067	195,067	195,067
1,367	1,367	1,367	1,367	1,367	1,367
1,017	1,049	999	962	942	933
159,578	159,578	140,000	140,000	140,000	140,000
1,343	1,343	1,040	1,040	1,040	1,040
1,060	1,100	1,082	1,065	1,090	1,042
182,525	182,525	182,525	182,525	182,525	182,525
1,427	1,427	1,427	1,427	1,427	1,427
1,007	971	930	907	911	930
1,032,975	1,014,820	995,242	995,242	995,242	995,242
7,729	7,532	7,229	7,229	7,229	7,229
5,384	5,452	5,405	5,343	5,441	5,440

CARROLLTON-FARMERS BRANCH INDEPENDENT SCHOOL DISTRICT
SCHOOL BUILDING INFORMATION – HIGH SCHOOLS
LAST TEN FISCAL YEARS (UNAUDITED)

		Year of Original Construction	2020	2019	2018	2017
High Schools						
1	Creekview	1998				
	Square feet		368,182	368,182	368,182	368,182
	Capacity		2,578	2,578	2,578	2,578
	Enrollment		1,717	1,866	1,926	1,900
2	Ranchview	2002				
	Square feet		371,632	371,632	371,632	371,632
	Capacity		1,680	1,680	1,680	1,680
	Enrollment		913	910	878	887
3	Smith	1973				
	Square feet		496,782	496,782	496,782	496,782
	Capacity		3,379	3,379	3,379	3,379
	Enrollment		2,004	1,966	1,955	1,935
4	Turner	1960				
	Square feet		414,288	414,288	414,288	414,288
	Capacity		2,967	2,967	2,967	2,967
	Enrollment		2,106	2,127	2,048	2,044
5	Grimes Learning Ctr	1989				
	Square feet		32,700	32,700	32,700	32,700
	Capacity		255	255	255	255
	Enrollment		57	58	62	53
Total High School						
	Square feet		1,683,584	1,683,584	1,683,584	1,683,584
	Capacity		10,859	10,859	10,859	10,859
	Enrollment		6,797	6,927	6,869	6,819

Sources: Carrollton-Farmers Branch ISD

TABLE XXIII

2016	2015	2014	2013	2012	2011
368,182	368,182	368,182	368,182	368,182	368,182
2,578	2,578	2,578	2,578	2,578	2,578
1,974	1,964	1,917	1,981	2,034	2,082
371,632	282,445	250,000	250,000	250,000	250,000
1,680	1,160	1,027	1,027	1,027	1,027
864	843	801	810	831	807
496,782	496,782	496,782	496,782	496,782	496,782
3,379	3,379	3,379	3,379	3,379	3,379
1,909	1,973	1,980	2,041	2,058	2,030
414,288	564,006	564,006	564,006	564,006	564,006
2,967	2,315	2,315	2,315	2,315	2,315
2,096	2,072	2,140	2,134	2,124	2,019
32,700	32,700	32,700	32,700	32,700	32,700
255	255	255	255	255	255
88	70	80	142	212	251
1,683,584	1,744,115	1,711,670	1,711,670	1,711,670	1,711,670
10,859	9,687	9,554	9,554	9,554	9,554
6,931	6,922	6,918	7,108	7,259	7,189

CARROLLTON-FARMERS BRANCH INDEPENDENT SCHOOL DISTRICT
SCHOOL BUILDING INFORMATION – OTHER FACILITIES
LAST TEN FISCAL YEARS (UNAUDITED)

	Year of Original Construction	Square Footage			
		2020	2019	2018	2017
Other Facilities					
Academic Character Training	1993	32,400	32,400	32,400	32,400
Administration	1982	28,000	28,000	28,000	28,000
Agriculture Site	1981	16,188	16,188	16,188	16,188
Counseling Ctr	1985	-	-	-	-
ESDC Bldg A	2005	42,906	42,906	42,906	42,906
ESDC Bldg B	2005	16,687	16,687	16,687	16,687
ESDC Bldg C	1990	38,756	38,756	38,756	38,756
ESDC Sanctuary and Support	1990	14,000	14,000	14,000	14,000
Kelly Field House	1996	6,740	6,740	6,740	6,740
Kelly Pre-K Ctr	2007	47,513	47,513	47,513	47,513
Living Materials Ctr	1950	-	-	4,500	4,500
Montgomery Building	1960	-	-	27,210	27,210
Service Ctr	1972	88,560	88,560	88,560	88,560
Stadium/Natatorium	1963	81,000	81,000	81,000	81,000
Administration Annex	1971	13,824	13,824	13,824	13,824
Technology Learning Ctr*	1985	62,000	62,000	62,000	62,000
Wesley Building	1985	24,700	24,700	24,700	24,700

Sources: Carrollton-Farmers Branch ISD

* Building sold during 2018-19 but District will occupy under lease agreement until 2020-21

TABLE XXIV

2016	2015	2014	Square Footage		2011
			2013	2012	
32,400	32,400	32,400	32,400	32,400	32,400
28,000	28,000	28,000	28,000	28,000	28,000
16,188	16,188	16,188	16,188	16,188	16,188
2,341	2,341	2,341	2,341	2,341	2,341
42,906	42,906	42,906	42,906	42,906	42,906
16,687	16,687	16,687	16,687	16,687	16,687
38,756	38,756	38,756	38,756	38,756	38,756
14,000	14,000	14,000	14,000	14,000	14,000
6,740	6,740	6,740	6,740	6,740	6,740
47,513	47,513	47,513	47,513	-	-
4,500	4,500	4,500	4,500	4,500	4,500
27,210	67,600	67,600	67,600	67,600	67,600
88,560	88,560	88,560	88,560	88,560	88,560
81,000	81,000	81,000	81,000	81,000	81,000
13,824	13,824	13,824	13,824	13,824	13,824
62,000	62,000	62,000	62,000	62,000	62,000
24,700	24,700	24,700	24,700	24,700	24,700



FEDERAL AWARDS SECTION



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INDEPENDENT AUDITORS' REPORT ON INTERNAL CONTROL OVER
FINANCIAL REPORTING AND ON COMPLIANCE AND OTHER MATTERS
BASED ON AN AUDIT OF FINANCIAL STATEMENTS PERFORMED
IN ACCORDANCE WITH *GOVERNMENT AUDITING STANDARDS*

To the Board of Trustees
Carrollton-Farmers Branch Independent School District
Carrollton, Texas

We have audited, in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of Carrollton-Farmers Branch Independent School District (the District), as of and for the year ended August 31, 2020, and the related notes to the financial statements, which collectively comprise the District's basic financial statements, and have issued our report thereon dated December 23, 2020.

Internal Control Over Financial Reporting

In planning and performing our audit of the financial statements, we considered the District's internal control over financial reporting (internal control) to determine the audit procedures that are appropriate in the circumstances for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the District's internal control. Accordingly, we do not express an opinion on the effectiveness of the District's internal control.

A *deficiency in internal control* exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct misstatements on a timely basis. A *material weakness* is a deficiency, or a combination of deficiencies in internal control, such that there is a reasonable possibility that a material misstatement of the District's financial statements will not be prevented, or detected and corrected on a timely basis. A *significant deficiency* is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

Our consideration of internal control over financial reporting was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control over financial reporting that might be material weaknesses or significant deficiencies. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

Compliance and Other Matters

As part of obtaining reasonable assurance about whether the District's financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

Purpose of this Report

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the District's internal control or on compliance. This report is an integral part of the audit performed in accordance with *Government Auditing Standards* in considering the District's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

Hankins, Eastup, Deaton, Tonn & Seay, PC

Hankins, Eastup, Deaton, Tonn & Seay, PC
Denton, Texas

December 23, 2020

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INDEPENDENT AUDITORS' REPORT ON COMPLIANCE FOR EACH MAJOR FEDERAL PROGRAM AND
REPORT ON INTERNAL CONTROL OVER COMPLIANCE IN ACCORDANCE WITH THE UNIFORM
GUIDANCE

To the Board of Trustees
Carrollton-Farmers Branch Independent School District
Carrollton, Texas

Report on Compliance for Each Major Federal Program

We have audited Carrollton-Farmers Branch Independent School District's (the District) compliance with the types of compliance requirements described in the *U.S. Office of Management and Budget (OMB) Compliance Supplement* that could have a direct and material effect on each of the District's major federal programs for the year ended August 31, 2020. The District's major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs.

Management's Responsibility

Management is responsible for compliance with federal statutes, regulations, and the terms and conditions of its federal awards applicable to its federal programs.

Auditor's Responsibility

Our responsibility is to express an opinion on compliance for each of the District's major federal programs based on our audit of the types of compliance requirements referred to above. We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and audit requirements of Title 2 U.S. *Code of Federal Regulations* (CFR) Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Those standards and the Uniform Guidance require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal program occurred. An audit includes examining, on a test basis, evidence about the District's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances.

We believe that our audit provides a reasonable basis for our opinion on compliance for each major federal program. However, our audit does not provide a legal determination of the District's compliance.

Opinion on Each Major Federal Program

In our opinion, the District complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended August 31, 2020.

Report on Internal Control Over Compliance

Management of the District is responsible for establishing and maintaining effective internal control over compliance with the types of compliance requirements referred to above. In planning and performing our audit of compliance, we considered the District's internal control over compliance with the types of requirements that could have a direct and material effect on each major federal program to determine the auditing procedures that are appropriate in the circumstances for the purpose of expressing an opinion on compliance for each major federal program and to test and report on internal control over compliance in accordance with the Uniform Guidance, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of the District's internal control over compliance.

A deficiency in internal control over compliance exists when the design or operation of a control over compliance does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, noncompliance with a type of compliance requirement of a federal program on a timely basis. *A material weakness in internal control over compliance* is a deficiency, or combination of deficiencies, in internal control over compliance, such that there is a reasonable possibility that material noncompliance with a type of compliance requirement of a federal program will not be prevented, or detected and corrected, on a timely basis. *A significant deficiency in internal control over compliance* is a deficiency, or a combination of deficiencies, in internal control over compliance with a type of compliance requirement of a federal program that is less severe than a material weakness in internal control over compliance, yet important enough to merit attention by those charged with governance.

Our consideration of internal control over compliance was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies. We did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

The purpose of this report on internal control over compliance is solely to describe the scope of our testing of internal control over compliance and the results of that testing based on the requirements of the Uniform Guidance. Accordingly, this report is not suitable for any other purpose.

Hankins, Eastup, Deaton, Tonn & Seay, PC

Hankins, Eastup, Deaton, Tonn & Seay, PC
Denton, Texas

December 23, 2020

CARROLLTON-FARMERS BRANCH INDEPENDENT SCHOOL DISTRICT
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FISCAL YEAR ENDED AUGUST 31, 2020

I. Summary of the Auditors' Results:

Financial Statements

a. An unmodified opinion was issued on the financial statements.

b. Internal control over financial reporting:

- Material weakness(es) identified? _____ Yes X No
- Significant deficiency(ies) identified that are not considered a material weakness? _____ Yes X None reported

c. Noncompliance material to financial statements noted. _____ Yes X No

Federal Awards

d. Internal control over major federal programs:

- Material weakness(es) identified? _____ Yes X No
- Significant deficiency(ies) identified that are not considered a material weakness? _____ Yes X None reported

e. An unmodified opinion was issued on compliance for major federal programs.

f. Any audit findings disclosed that were required to be reported in accordance with 2 CFR 200.516(a)? _____ Yes X No

g. Identification of major programs:

Special Education Cluster:

CFDA 84.027A IDEA - Part B, Formula
CFDA 84.173A IDEA - Part B, Preschool

CFDA 84.424A ESEA, Title IV, Part A, Student Support

CFDA 84.425D Elementary & Secondary School Emergency Relief Fund

h. The dollar threshold used to distinguish between Type A and Type B programs. \$750,000

i. Auditee qualified as a low-risk auditee. X Yes _____ No

CARROLLTON-FARMERS BRANCH INDEPENDENT SCHOOL DISTRICT
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FISCAL YEAR ENDED AUGUST 31, 2020

**II. Findings Relating to the Financial Statements Which Are Required To Be Reported in
Accordance with *Generally Accepted Government Auditing Standards* .**

None

III. Other Findings and Findings and Questioned Costs Related to Federal Awards

None



CARROLLTON-FARMERS BRANCH ISD
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED AUGUST 31, 2020

(1) FEDERAL GRANTOR/ PASS-THROUGH GRANTOR/ PROGRAM or CLUSTER TITLE	(2) Federal CFDA Number	(3) Pass-Through Entity Identifying Number	(4) Federal Expenditures
U.S. DEPARTMENT OF EDUCATION			
<u>Passed Through State Department of Education</u>			
ESEA, Title I, Part A - Improving Basic Programs	84.010A	20610101057903	\$ 4,316,071
ESEA, Title I, Part A - Improving Basic Programs	84.010A	21610101057903	298,457
Total CFDA Number 84.010A			4,614,528
*IDEA - Part B, Formula	84.027A	206600010579036600	4,270,361
*IDEA - Part B, Formula	84.027A	216600010579036600	381,979
Total CFDA Number 84.027A			4,652,340
*IDEA - Part B, Preschool	84.173A	206610010579036610	67,682
*IDEA - Part B, Preschool	84.173A	216610010579036610	6,832
Total CFDA Number 84.173A			74,514
Total Special Education Cluster (IDEA)			4,726,854
Career and Technical - Basic Grant	84.048A	20420006057903	250,062
Career and Technical - Basic Grant	84.048A	21420006057903	4,812
Total CFDA Number 84.048A			254,874
ESEA, Title III, Part A - Immigrant	84.365A	20671003057903	233,655
ESEA, Title III, Part A - Immigrant	84.365A	21671003057903	7,980
Title III, Part A - English Language Acquisition	84.365A	20671001057903	680,257
Title III, Part A - English Language Acquisition	84.365A	21671001057903	89,326
Total CFDA Number 84.365A			1,011,218
ESEA, Title II, Part A, Supporting Effective Instr	84.367A	20694501057903	498,413
ESEA, Title II, Part A, Supporting Effective Instr	84.367A	21694501057903	35,829
Total CFDA Number 84.367A			534,242
ESEA, Title IV, Part A Stud Support-Acad Enrichmnt	84.424A	20680101057903	418,464
ESEA, Title IV, Part A Stud Support-Acad Enrichmnt	84.424A	21680101057903	36,169
Total CFDA Number 84.424A			454,633
Elementary & Secondary School Emergency Relief Fd	84.425D	20521001057903	3,902,994
LEP Summer School	84.369A	S369A160045	26,714
Total Passed Through State Department of Education			15,526,057
TOTAL U.S. DEPARTMENT OF EDUCATION			15,526,057
U.S. DEPARTMENT OF HEALTH AND HUMAN SERVICES			
<u>Direct Programs</u>			
Work Source Child Care and Development Fund	93.575	057903	4,302
Total Direct Programs			4,302
TOTAL U.S. DEPARTMENT OF HEALTH AND HUMAN SERVICES			4,302

CARROLLTON-FARMERS BRANCH ISD
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED AUGUST 31, 2020

(1)	(2)	(3)	(4)
FEDERAL GRANTOR/ PASS-THROUGH GRANTOR/ PROGRAM or CLUSTER TITLE	Federal CFDA Number	Pass-Through Entity Identifying Number	Federal Expenditures
U.S. DEPARTMENT OF AGRICULTURE			
<u>Passed Through the State Department of Agriculture</u>			
*School Breakfast Program	10.553	806780706	1,974,746
*National School Lunch Program - Cash Assistance	10.555	806780706	6,138,386
*National School Lunch Prog. - Non-Cash Assistance	10.555	806780706	868,838
Total CFDA Number 10.555			<u>7,007,224</u>
Total Child Nutrition Cluster			<u>8,981,970</u>
Child & Adult Care Food Program - Cash Assistance	10.558	806780706	<u>299,642</u>
Total Passed Through the State Department of Agriculture			<u>9,281,612</u>
TOTAL U.S. DEPARTMENT OF AGRICULTURE			<u>9,281,612</u>

TOTAL EXPENDITURES OF FEDERAL AWARDS\$ 24,811,971

*Clustered Programs

See Accompanying Notes to the Schedule of Expenditures of Federal Awards

CARROLLTON-FARMERS BRANCH INDEPENDENT SCHOOL DISTRICT
NOTES ON ACCOUNTING POLICIES FOR FEDERAL AWARDS
YEAR ENDED AUGUST 31, 2020

NOTE 1. For all Federal programs, the District uses the fund types specified in Texas Education Agency's *Financial Accountability System Resource Guide*. Special Revenue Funds are used to account for resources restricted to, or designated for, specific purposes by a grantor. Federal and state financial assistance generally is accounted for in a Special Revenue Fund.

NOTE 2. The accounting and financial reporting treatment applied to a fund is determined by its measurement focus. The Governmental Fund types are accounted for using a current financial resources measurement focus. All Federal grant funds were accounted for in a Special Revenue Fund which is a Governmental Fund type. With this measurement focus, only current assets and current liabilities and the fund balance are included on the balance sheet. Operating statements of these fund present increases and decreases in net current assets.

The modified accrual basis of accounting is used for the Governmental Fund types and Agency Funds. This basis of accounting recognizes revenues in the accounting period in which they become susceptible to accrual, i.e., both measurable and available, and expenditures in the accounting period in which the fund liability is incurred, if measurable, except for unmatured interest on General Long-Term Debt, which is recognized when due, and certain compensated absences and claims and judgments, which are recognized when the obligations are expected to be liquidated with expendable available financial resources.

Federal grant funds are considered to be earned to the extent of expenditures made under the provisions of the grant, and, accordingly, when such funds are received, they are recorded as deferred revenues until earned.

NOTE 3. The period of availability for federal grant funds for the purpose of liquidation of outstanding obligations made on or before the ending date of the federal project period extended 30 days beyond the federal project period ending date, in accordance with provisions in Uniform Guidance.

NOTE 4. School Health and Related Services-NHIC reimbursements of \$4,783,544 which are recorded as federal revenue in the General Fund, are not considered federal awards for purposes of this schedule. This schedule includes \$923,624 of indirect cost recorded in the General Fund.