

COMPREHENSIVE ANNUAL **FINANCIAL** **REPORT**

San Angelo Independent School District
San Angelo, TX

For the fiscal year ended
August 31, 2020



SAN ANGELO ISD



Comprehensive Annual Financial Report of the
San Angelo Independent School District
San Angelo, Texas

For the Year Ended August 31, 2020

Prepared by the
Finance Department of San Angelo Independent School District

Certificate of Board	1
<u>Introductory Section</u>	
Letter of Transmittal	2
District Officials, Staff and Consultants.....	6
Administrative Organizational Chart	7
ASBO Certificate of Excellence in Financial Reporting.....	8
<u>Financial Section</u>	
Independent Auditor’s Report.....	9
Management’s Discussion and Analysis	12
<u>Basic Financial Statements</u>	
Government Wide Financial Statements	
Statement of Net Position (Exhibit A-1).....	20
Statement of Activities (Exhibit B-1).....	22
Government Fund Financial Statements	
Balance Sheet – Governmental Funds (Exhibit C-1)	24
Reconciliation of the Governmental Funds Balance Sheet to the Statement of Net Position (Exhibit C-1r)	25
Statement of Revenues, Expenditures, and Changes in Fund Balance – Governmental Funds (Exhibit C-2)	26
Reconciliation of the Statement of Revenues, Expenditures, and Changes in Fund Balances of Governmental Funds to the Statement of Activities (Exhibit C-2r)	27
Proprietary Fund Financial Statements	
Statement of Net Position – Proprietary Funds (Exhibit D-1).....	29
Statement of Revenues, Expenses, and Changes in Fund Net Position – Proprietary Funds (Exhibit D-2)	30
Statement of Cash Flows – Proprietary Funds (Exhibit D-3).....	31
Fiduciary Fund Financial Statements	
Statement of Fiduciary Net Position – Fiduciary Funds (Exhibit E-1)	32
Statement of Change in Net Position – Fiduciary Funds (Exhibit E-2)	33
Notes to Basic Financial Statements	
Notes to Basic Financial Statements.....	34
<u>Required Supplementary Information</u>	
Budgetary Comparison Schedule – General Fund (Exhibit G-1)	69
Schedule of District’s Proportionate Share of the Net Pension Liability – Teacher Retirement System of Texas (Exhibit G-2)	70
Schedule of District’s Contributions – Teacher Retirement System to Texas (Exhibit G-3)	71
Schedule of District’s Proportionate Share of the Net OPEB Liability (Exhibit G-4)	72
Schedule of District’s Contributions to the OPEB (Exhibit G-5)	73

Notes to Required Supplementary Information	74
<u>Other Supplementary Information</u>	
Other Supplementary Information	76
Combining Balance Sheet – Nonmajor Governmental Funds (Exhibit H-1).....	77
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances – Nonmajor Governmental Funds (Exhibit H-2).....	81
Combining Statement of Net Position – Enterprise Funds (Exhibit H-6)	85
Combining Statement of Revenues, Expenditures, and Changes in Net Position – Enterprise Funds (Exhibit H-7)	86
Combining Statement of Cash Flows – Enterprise Funds (Exhibit H-8)	87
Statement of Changes in Assets and Liabilities – Student Activity Funds (Exhibit H-9)	88
<u>Required TEA Schedules</u>	
Schedule of Delinquent Taxes Receivable (Exhibit J-1).....	89
Budgetary Comparison Schedule – Child Nutrition Program (Exhibit J-4).....	91
Budgetary Comparison Schedule – Debt Service Fund (Exhibit J-5)	92
<u>Statistical Section</u>	
Statistical Section Table of Contents	93
Financial Trends	
Net Position by Component, Last Ten Fiscal Years	94
Changes Net Position, Last Ten Fiscal Years	96
Fund Balances, Last Ten Fiscal Years.....	100
Changes in Fund Balances, Last Ten Fiscal Years	102
Revenue Capacity	
Assessed Value and Actual Value of Taxable Property, and Comptroller’s Valuation of Standardized Base, Last Ten Fiscal Years; and Tax Base Distribution, Last Two Tax Years.....	104
Allocation of Property Tax Rates and Tax Levies, Last Ten Fiscal Years.....	105
Direct and Overlapping Property Tax Rates, Last Ten Fiscal Years	106
Property Use Categories at Gross Appraised Market Value, Tax Year 2018	107
Principal Property Taxpayers, Current Year and Nine Years Ago	108
Property Tax Levies and Collections, Last Ten Fiscal Years.....	109
Debt Capacity	
Ratios of Outstanding Debt by Type, Last Ten Fiscal Years	110
Ratios of Net General Bonded Debt Outstanding, Last Ten Fiscal Years; and Statement of Legal Debt Margin	111
Direct and Overlapping Governmental Activities Debt as of August 31, 2018.....	112
Pledged Revenue Coverage, Last Ten Fiscal Years.....	113
Demographic and Economic Information	
Demographic and Economic Statistics, Last Ten Calendar Years.....	114
Principal Employers, Current Year and Nine Years Ago.....	115
Operating Information	
Staff Information, Last Ten Fiscal Years	116

Student Information, Last Ten Fiscal Years.....	117
Operating Statistics, Last Ten Fiscal Years	118
Capital Asset Information, Last Ten Fiscal Years.....	119

Single Audit Section

Independent Auditor's Report on Internal Control over Financial Reporting and on Compliance and Other Matters Based on an Audit of Financial Statements Performed in Accordance with <i>Government Auditing Standards</i>	120
Independent Auditor's Report on Compliance for Each Major Federal Program; Report on Internal Control over Compliance Required by the Uniform Guidance	122
Schedule of Expenditures of Federal Awards (Exhibit K-1).....	124
Notes to the Schedule of Expenditures of Federal Awards	126
Schedule of Findings and Questioned Costs.....	127
Schedule of Required Responses to Selected School First Indicators (Exhibit L-1)	129

CERTIFICATE OF BOARD

San Angelo Independent School District
Name of School District

Tom Green
County

226-903
Co.-Dist. Number

We, the undersigned, certify that the attached annual financial reports of the above-named school district were reviewed and approved _____disapproved _____ for the year ended August 31, 2020, at a meeting of the Board of Trustees of such school district on the 19th day of January, 2021.

Signature of Board Secretary

Signature of Board President

INTRODUCTORY SECTION



San Angelo Independent School District
Business Services
1621 University
San Angelo, Texas 76904
(325)947-3766 PHONE
(325)949-1415 FAX

January 11, 2021

Members of the Board of Trustees and Citizens of
San Angelo Independent School District

We are submitting this comprehensive annual financial report of the San Angelo Independent School District (the District) for the fiscal year ended August 31, 2020.

This report is presented in four sections as described below.

1. **Introductory Section** – This section includes this transmittal letter, a list of principal District officials, the District’s organization chart, and the ASBO Certificate of Excellence in Financial Reporting for the prior fiscal year comprehensive annual financial report.
2. **Financial Section** – This section includes the independent auditor’s report on the audit of the financial statements, management’s discussion and analysis of the District’s financial performance for the year, the District’s financial statements, notes to the financial statements, and supplementary statements and schedules.
3. **Statistical Section** – This section is not audited. It includes selected financial and demographic information, primarily in table form for multiple years.
4. **Single Audit Section** – This section includes the independent auditor’s reports on internal control and compliance with laws, regulations, and grant provisions. Related schedules and documents required by laws and regulations are also included as listed in the table of contents.

Management is fully responsible for the completeness and reliability of all the information included in this report. As a basis for making these representations, management of the District has established an internal control framework designed both to protect the District’s assets from loss, theft, or misuse and to compile sufficient reliable information for the preparation of the District’s financial statements in conformity with generally accepted accounting principles in the United States of America (GAAP). Because the benefits of internal control should be more than their cost, the District’s internal control framework has been designed to provide reasonable rather than absolute assurance that the financial statements will not contain material misstatements. In our capacity as management, we assert that, to the best of our knowledge and belief, this financial report is complete and reliable in all material respects.

The Texas Education Code requires an annual audit of the District’s financial statements. The Board of Trustees selected Eide Bailly, LLP, a firm of licensed certified public accountants to audit this year’s financial statements. The goal of an independent audit is to provide reasonable assurance that the financial statements of the District for fiscal year ended August 31, 2020, are

free of material misstatement. The audit involved examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements; assessing the accounting principles used and significant estimates made by management; and evaluating the overall financial statement presentation. The independent auditor concluded, based on the audit, that there was a reasonable basis for rendering an unmodified opinion that the District's financial statements for the fiscal year ended August 31, 2020, are fairly stated in conformity with GAAP. The independent auditor's report is presented as the first component of the financial section of this report. The independent audit of the District's financial statements was part of a broader, federally mandated "Single Audit" designed to meet the special needs of federal grantor agencies. The standards governing Single Audit engagements require the independent auditor to report not only on the fair presentation of the financial statements, but also on the audited government's internal controls and compliance with legal requirements, with special emphasis on the administration of federal awards. These reports are found in the fourth section of the report, the single audit section.

GAAP require 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). This transmittal letter is designed to complement MD&A and should be read in conjunction with it. The District's MD&A may be found in the financial section immediately following the independent auditor's report.

PROFILE OF THE DISTRICT

The San Angelo Independent School District is located 210 miles west northwest of Austin, Texas in Tom Green County, Texas. Established in 1903, San Angelo Independent School District is comprised of 17 elementary schools, 3 middle schools, 2 high schools and 5 special program facilities. Situated in San Angelo, Texas, a city of over 100,000 in population, the District had over 14,500 students for the 2019-20 school year. The District is not included in any other governmental reporting entity and there are no component units. The District is empowered to levy property taxes on all real and personal property within its boundaries.

The District is governed by a seven member Board of Trustees (the Board) elected by the registered voters of the District. The Board is responsible, among other things, for adopting and amending the annual budget, making policy, setting goals, approving contracts and personnel appointments, and hiring the superintendent. The superintendent is responsible for carrying out the policies of the Board and for overseeing the day-to-day operations of the District.

The mission of San Angelo Independent School District is to provide each student with a meaningful, challenging education, delivered in a safe learning environment that prepares him or her to graduate from high school as a lifelong learner who is a capable, productive, and contributing citizen. The District offers a state mandated, locally derived, standards-based curriculum to all of its students and is focused on high levels of student achievement. Through the District's pre-kindergarten through twelfth grade programs, students receive instruction in over seventy different areas; from reading and language arts in the lower grades to advanced calculus, physics, fine arts, and vocational programs in the District's secondary schools. In addition to regular education programs, the District offers additional services in programs such as special education, bilingual,

gifted and talented, Pre-K and academic alternative education. District enrollment has remained stable with slight increases and decreases over the previous seven years. In fiscal 2020, District enrollment was 14,595 students. Fall enrollment for fiscal 2021 was 14,015.

The annual budget is the foundation of the District's financial planning and control. After public hearings, the budget is legally enacted by Board resolution each year prior to September 1. Once it is approved, the budget can only be changed at the function and fund level by amendments approved by a majority of the members of the Board. Budget-to-actual comparisons are provided in this report for the General Fund, the Food Service special revenue fund, and the Debt Service Fund. The comparison for the General Fund is presented in Exhibit G-1, and the Child Nutrition and Debt Service funds in Exhibits J-4 and J-5, respectively. Most of the other special revenue funds are controlled by project-length budgets approved by State and Federal grantor agencies, for which budget-to-actual comparisons are not included in this report. A project-length spending plan, as outlined in the ordinances, which authorized the bond issues, is used for the Capital Project Fund.

FACTORS AFFECTING FINANCIAL CONDITION

The financial statement information can be better understood when it is considered from the broad perspective of the specific environment within which the District operates.

Local economy – West Texas cities tend to be widely dispersed. San Angelo is one of the largest cities in West Central Texas and serves as the center of commerce, government, medicine, and religion for an expansive area. Three U. S. highways and one State highway serve San Angelo. The San Angelo Regional Airport (Mathis Field) also provides flights that link up with national and international airlines.

San Angelo continues to have a well-diversified economic base with major sectors that include manufacturing, medical care, education, trade, business services, and military. San Angelo is a regional service center for business and agriculture over a fourteen county area. Walmart, Inc./Sam's, AEP Texas North, The Ethicon division of Johnson and Johnson, Hirschfeld Steel, San Angelo Community Medical Center, Shannon Medical Center, Goodfellow Air Force Base, Angelo State University and many other local businesses provide the economic potential of San Angelo. The District benefits from increased tax values and enrollments despite uncertainties in the local and State economies.

There are two institutions of higher education in San Angelo. Angelo State University (ASU), a member of the Texas Tech University system, delivers undergraduate programs in the liberal arts, sciences and professional disciplines. ASU offers more than 100 majors and concentrations that lead to 49 undergraduate degrees, 30 master's degrees and one doctoral degree. Howard College has an extension campus in San Angelo, which concentrates predominately in technical and occupational fields of study. The District offers dual credit courses for high school students with credit programs with both ASU and Howard College.

Financial Policies – The District follows school board policy in administration of the District educational and business transactions. Texas Association of School Boards assists in drafting legal policy and the District adopts local policy to augment those policies when necessary. District policy can be found on the District website at SAISD.org. Additional information regarding accounting policies and Governmental Accounting Standards Board pronouncements followed in preparation of these financial statements can be found in the Notes to the Financial Statements in the Financial Section of this Comprehensive Annual Financial Report.

Long-term financial planning – Applying conservative principles and proactive staffing guidelines and practices, San Angelo ISD has been able to maintain a strong financial position. Future budgets will be based on the same principles and the district should be able to meet all of its current needs.

Major Initiatives – In the midst of a global health crisis, the District, along with the rest of the country, had to make changes to the traditional learning environment. The District moved to a virtual learning platform that offered video-based, self-paced instruction, while allowing teachers to monitor students’ academic progress and activity. San Angelo ISD worked diligently to procure both personal protection equipment and technology capital in order to continue to educate our students. Additional training of educators and staff, along with a solid safety plan and cleaning program allowed the District to keep operations moving forward with few interruptions.

AWARDS AND ACKNOWLEDGMENTS

The Association of School Business Officials International (ASBO) awarded a Certificate of Excellence in Financial Reporting to San Angelo ISD for its comprehensive annual financial report for the fiscal year ended August 31, 2019. To be awarded a Certificate of Excellence, a school district must publish an easily readable and efficiently organized comprehensive annual financial report. This report must satisfy both generally accepted accounting principles and applicable legal requirements.

A Certificate of Excellence is valid for a period of one year only. We believe that our current comprehensive annual financial report continues to meet the Certificate of Excellence Program’s requirements and we are submitting it to the ASBO to determine its eligibility for another certificate.

The preparation of this report would not have been possible without the efficient and dedicated services of the entire finance and administrative department staff. We express our appreciation to all of the staff members who assisted and contributed to the preparation of this report. Credit must also be given to the members of the Board of Trustees for their support and leadership.

Respectfully submitted,



Dr. George McFarland,
Assistant Superintendent Business and Support Services

Signed reports on file with the District

SAN ANGELO INDEPENDENT SCHOOL DISTRICT
DISTRICT OFFICIALS, STAFF AND CONSULTANTS
FOR THE YEAR ENDED AUGUST 31, 2019

Elected Officials – Board of Trustees

<u>Name and Title</u>	<u>Term Expires</u>	<u>Occupation</u>
Lanny Layman, President	May 2023	Retired
Max Parker, Vice President	May 2023	Attorney
Bill Dendle, Treasurer	May 2021	Managing Partner, Angelo Plumbing Supply
Gerard Gallegos, Secretary	May 2023	Retired
Art Hernandez, Trustee	May 2021	Funeral and Cemetery Family Service Counselor
Taylor Kingman, Trustee	May 2021	Doctor
Ami Mizell-Flint, Trustee	May 2021	Director at San Angelo Clubhouse

Selected Administrative Staff

<u>Name</u>	<u>Position</u>	<u>Length of Service</u>	<u>Total School District Service</u>
Dr. Carl Dethloff	Superintendent of Schools	11 Years	28 Years
Shelly Hullihen	Deputy Superintendent	13 Years	40 Years
Dr. George McFarland	Assistant Superintendent Business & Support Services	1 Year	29 Years
Dr. Jana Rueter	Assistant Superintendent Curriculum & Instruction	4 Years	28 Years
Dr. Farrah Gomez	Assistant Superintendent, Human Resources & Professional Learning	17 Years	25 Years
Hope Flores	Director of Financial Services	22 Years	22 Years

Consultants and Advisors

Auditors	Eide Bailly, LLP	Abilene, Texas
Bond Counsel	Fulbright & Jaworski, L.L.P.	Dallas, Texas
Financial Advisor	First Southwest Company	Dallas, Texas

BOARD OF TRUSTEES

SAN ANGELO INDEPENDENT SCHOOL DISTRICT

Administrative Organizational Chart

School Year 2019-2020

Superintendent
Dr. Carl Dethloff

Deputy Superintendent
Administrative Services
Shelly Hullihen

Assistant Superintendent
Business Support Services
Dr. George McFarland

Assistant Superintendent
Curriculum & Instruction
Dr. Jana Rueter

Assistant Superintendent
Human Resources &
Professional Learning
Dr. Farrah Gomez

Executive Director
of Athletics
Rodney Chant

Executive Director of
Teaching & Learning
Shelly Huddleston

Director of Data Services
Dr. Raelye Self

Director of
Social-Emotional Learning
Lindy Lyles

Director of Human Resources
& Professional Learning
Pattie Griffin

Assistant Director
of Athletics
Mark Baker

Director of
Federal Programs
Raquel Taunton

Director of Child Nutrition
Michelle Helms

Director of
Special Programs
Dian Underwood

Coordinator of
Human Resources
Angel Perez

Chief of School Leadership
Wes Underwood

Director of
Assessment & Counselors
Rebecca Cline

Director of Facilities
David Creek

Director of Advanced
Academics & Fine Arts
Tiffany Huebner

Coordinator of
Human Resources
Laura Howard

Executive Director
of Communications
Whitney Watson Wood

Director of Career &
Technical Education
Roxanne Fentress

Director of Purchasing
Jason Henry

Director of Elementary
Curriculum & Instruction
Rikke Black

Compensation Specialist
Donna Houser

Director of
Safe Environments &
Student Services
Dr. Jason Skelton

Comptroller
Jaime Guerrero

Director of Secondary
Curriculum & Instruction
Candi Callas

Human Resource
Specialist
Cathy Love

Director of Bilingual &
English Learner Services
Christy Diego

Director of Financial Services
Hope Flores

Cash Manager/
Budget Coordinator
Christina Chavez

Director of Technology
Charlyn Doyle

Coordinator
Financial Services
Kathy Jordan



ASSOCIATION OF
SCHOOL BUSINESS OFFICIALS
INTERNATIONAL

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

San Angelo 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'. The signature is written in a cursive style.

Claire Hertz, SFO
President

A handwritten signature in black ink, reading 'David J. Lewis'. The signature is written in a cursive style.

David J. Lewis
Executive Director

FINANCIAL SECTION



Independent Auditor's Report

The Board of Trustees
San Angelo Independent School District
San Angelo, Texas

Report on the Financial Statements

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 San Angelo 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 entity'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 the management's discussion and analysis, budgetary comparison information, pension plan schedules and OPEB plan schedules on pages 12 through 19 and 69 through 75 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 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 financial statements. The introductory section, combining nonmajor fund financial statements, TEA required schedules, and statistical section are presented for purposes of additional analysis and are not a required part of the financial statements. The accompanying Schedule of Expenditures of Federal Awards is presented for purposes of additional analysis as required by the 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), and is not a required part of the financial statements.

The combining nonmajor fund financial statements, the TEA required 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 combining nonmajor fund financial statements, the TEA required 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 and statistical sections 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 a report dated January 11, 2021 on our consideration of the District's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, grant agreements, and other matters. The purpose of that report is solely 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 the effectiveness of the District's 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.

A handwritten signature in cursive script that reads "Eide Sully LLP".

Abilene, Texas
January 11, 2021

Management's Discussion and Analysis San Angelo Independent School District

In this section of the Annual Financial and Compliance Report, we, the managers of San Angelo Independent School District, discuss and analyze the District's financial performance for the fiscal year ended August 31, 2020. Please read it in conjunction with, the independent auditors' report immediately preceding this report, and the District's Basic Financial Statements, which begin with Exhibit A-1.

USING THIS ANNUAL REPORT

This annual report consists of a series of financial statements. The government-wide financial statements include the Statement of Net Position and the Statement of Activities (Exhibits A-1 and B-1). These provide information about the activities of the District as a whole and present a longer-term view of the District's property and debt obligations and other financial matters. They reflect the flow of total economic resources in a manner similar to the financial reports of a business enterprise.

Fund financial statements (starting with Exhibit C-1) report the District's operations in more detail than the government-wide statements by providing information about the District's most significant funds. For governmental activities, these statements tell how services were financed in the short term as well as what resources remain for future spending. They reflect the flow of current financial resources, and supply the basis for tax levies and the appropriations budget. For proprietary activities, fund financial statements tell how goods or services of the District were sold to departments within the District or to external customers and how the sales revenues covered the expenses of the goods or services. The remaining statements, fiduciary statements, provide financial information about activities for which the District acts solely as a trustee or agent for the benefit of those outside of the district.

The notes to the financial statements (immediately after Exhibit E-2) provide narrative explanation or additional data needed for full disclosure in the government-wide statements or the fund financial statements.

The combining and other statements for non-major funds contain even more information about the District's individual funds. These are not required by TEA. The sections labeled Compliance Schedules (Required by Texas Education Agency) and Single Audit Section contain data used by monitoring or regulatory agencies for assurance that the District is using funds supplied in compliance with the terms of grants.

REPORTING THE DISTRICT AS A WHOLE

The Statement of Net Position and the Statement of Activities

The analysis of the District's overall financial condition and operations begins with Exhibit A-1, the Statement of Net Position. Its primary purpose is to show whether the District is better off or worse off as a result of the year's activities. The Statement of Net Position presents information on all of the District's assets, liabilities, and deferred inflows/outflows of resources, with the difference reported as net position.

The Statement of Activities presents all of the revenues and expenses generated by the District's operations during the year. These apply the accrual basis of accounting which is the basis used by private sector companies. All of the current year's revenues and expenses are taken into account regardless of when cash is received or paid. The District's revenues are divided into those provided by outside parties who share the costs of some programs, such as tuition received from students from outside the district, food service revenues, rents, and curriculum sales (program revenues), and revenues provided by the taxpayers or by TEA in equalization funding processes (general revenues). All the District's assets are reported whether they serve the current year or future years. Liabilities are considered regardless of whether they must be paid in the current or future years. Following GASB Statements 68 and 75, the District has recognized its proportionate share of Texas Teacher Retirement System's net pension and net OPEB liability as a participating employer.

These two statements report the District's net position and changes to it. The District's net position (the difference between assets plus deferred outflows of resources and liabilities plus deferred inflows of resources) provides one measure of the District's financial health, or financial position. Over time, increases or decreases in the District's net position is one indicator of whether its financial health is improving or deteriorating. To fully assess the overall health of the District, however, you should consider non-financial factors as well, such as changes in the District's average daily attendance or its property tax base and the condition of the District's facilities.

In the Statement of Net Position and the Statement of Activities, we divide the District into two kinds of activities:

- Governmental activities – Most of the District's basic services are reported here, including the instruction, counseling, co-curricular activities, food services, transportation, maintenance, community services, and general administration. Property taxes, tuition, fees, and state and federal grants finance most of these activities.
- Business-type activities – The District charges a fee to “customers” to help it cover all or most of the cost of services it provides in the concessions activity. The District has transferred the rights to sell advertising on a jumbo-tron scoreboard at the District's athletic stadium as payment for installation of the jumbo-tron.

REPORTING THE DISTRICT'S MOST SIGNIFICANT FUNDS

Fund Financial Statements

The fund financial statements begin with Exhibit C-1 and provide detailed information about the most significant funds—not the District as a whole. Laws and contracts require the District to establish some funds, such as grants received under the Elementary and Secondary Education Act from the U.S. Department of Education. The District's administration establishes many other funds to help it control and manage money for particular purposes (like campus activities) The District's two kinds of funds, governmental and proprietary, use different accounting approaches.

- Governmental funds – Most of the District's basic services are reported in governmental funds. These use modified accrual accounting (a method that measures the receipt and disbursement of cash and all other financial assets that can be readily converted to cash) and report balances that are available for future spending. The governmental fund

statements provide a detailed short-term view of the District's general operations and the basic services it provides. We describe the differences between governmental activities (reported in the Statement of Net Position and the Statement of Activities) and governmental funds in reconciliation schedules following each of the fund financial statements.

- Proprietary funds – The District reports the activities for which it charges users (whether outside customers or other units of the District) in proprietary funds using the same accounting methods employed in the Statement of Net Position and the Statement of Activities. The District's enterprise funds, one category of proprietary funds, are the business-type activities reported in the government-wide statements but contain more detail and additional information, such as cash flows. The internal service fund (the other category of proprietary funds) reports activities that provide services for the District's other programs and activities through the District's risk management program for worker's compensation.

THE DISTRICT AS TRUSTEE

Reporting the District's Fiduciary Responsibilities

The District is the trustee, or fiduciary, for money raised by student activities and alumnae scholarship programs. All of the District's fiduciary activities are reported in separate Statements of Fiduciary Net Position and Changes in Fiduciary Net Position, Exhibits E-1 and E-2. We exclude these resources from the District's other financial statements because the District cannot use these assets to finance its operations. The District is only responsible for ensuring that the assets reported in these funds are used for their intended purposes.

Financial Highlights

- The District reported an ending fund balance of \$37,977,394 in the General Fund. This is an increase of \$746,278 compared to prior year.
- Assets and deferred outflows of resources exceeded total liabilities and deferred inflows of resources \$60,115,307 (net position).
- Net investment in capital assets increased by \$7,667,428 as construction projects were completed.
- The District's Unrestricted Net Position of (\$53,979,932) remains a deficit. The deficit is mostly a result of the implementation of GASB Statement No. 75 (fiscal year 2018) and GASB Statement No. 68 (fiscal year 2015).

GOVERNMENT WIDE FINANCIAL ANALYSIS

Our analysis focuses on the net position (Table I) and changes in net position (Table II) of the District's governmental and business-type activities. A District's net position, over a specific period, can be a useful indicator of financial position.

Table I
San Angelo Independent School District's Net Position

	Governmental Activities		Business-type Activities		Total	
	2020	2019	2020	2019	2020	2019
Assets:						
Current and Other Assets	\$ 57,454	\$ 56,129	\$ 151	\$ 145	\$ 57,605	\$ 56,274
Capital Assets	203,739	198,839	428	514	204,167	199,353
Total Assets	261,193	254,968	579	659	261,772	255,627
Deferred Outflows:	35,939	36,275	-	-	35,939	36,275
Liabilities:						
Current Liabilities	12,200	9,899	46	58	12,246	9,957
Long Term Liabilities	197,038	200,412	413	476	197,451	200,888
Total Liabilities	209,238	210,311	459	534	209,697	210,845
Deferred Inflows:	27,899	18,621	-	-	27,899	18,621
Net Position:						
Net Investment in						
capital assets	108,937	101,248	15	37	108,952	101,285
Restricted	5,143	6,400	-	-	5,143	6,400
Unrestricted	(54,085)	(45,336)	105	87	(53,980)	(45,249)
Total Net Position	\$ 59,995	\$ 62,312	\$ 120	\$ 125	\$ 60,115	\$ 62,436

**in Thousands*

Net Position and Changes in Net Position. Unrestricted net position of (\$54,084,501) remains a deficit due to adjustments made in the prior fiscal year from the implementation of GASB Statement No. 75 for OPEB (other post-employment benefit) plans. The deficit is primarily due to reporting the District's proportionate share of the net OPEB liability.

GASB Statement No. 75 establishes financial reporting standards and accounting standards for state and local government defined other postemployment benefit (OPEB) plans and defined contribution OPEB plans. It requires that, at transition, a government recognize a beginning deferred outflow of resources for its OPEB contributions, if any, made subsequent to the measurement date of the beginning net OPEB liability. The effects of adoption of this statement has no impact on the District's governmental fund financial statements; however, adoption has resulted in certain changes to the presentation of the District's government wide financial statements. Although the District reports a deficit in the govern-wide net position, the actual liability does not require the use of current resources and has sufficient fund balance to meet the District's ongoing obligations.

In the business-type activities, current operations of the Concession Fund were up and incurred a \$12 thousand increase to net position. A disruption in the business economy caused the charges for interest and depreciation in the Jumbotron Fund to exceed advertising revenue, resulting in a \$16.5 thousand reduction in net position. The results of the governmental and business-type activities compared to the results from the prior year are summarized in Table II.

Table II
San Angelo Independent School District's Changes in Net Position

	Governmental Activities		Business-type Activities		Total	
	2020	2019	2020	2019	2020	2019
Revenues:						
Program Revenues:						
Charges for Services	\$ 4,956	\$ 3,553	\$ 233	\$ 217	\$ 5,189	\$ 3,770
Operating Grants & Contributions	25,919	28,081	-	-	25,919	28,081
General Revenues:						
Maint & Oper Taxes	53,462	51,944	-	-	53,462	51,944
Debt Service Taxes	8,818	8,496	-	-	8,818	8,496
State Aid Formula Grants	62,903	50,299	-	-	62,903	50,299
Investment Earnings	979	1,409	-	-	979	1,409
Miscellaneous	3,025	2,750	-	-	3,025	2,750
Total Revenues	160,062	146,532	233	217	160,295	146,749
Expenses:						
Instruction, Curriculum, Media Service	90,761	86,261	-	-	90,761	86,261
Instructional/School Leadership	10,612	10,806	-	-	10,612	10,806
Guidance, Social Work, Health & Transportation	12,301	11,527	-	-	12,301	11,527
Child Nutrition	7,729	8,159	-	-	7,729	8,159
Co-curricular Activities	6,141	6,209	-	-	6,141	6,209
General Administration	3,350	3,118	-	-	3,350	3,118
Plant Maint, Security, Data Processing	20,304	19,815	-	-	20,304	19,815
Community Services	237	382	-	-	237	382
Debt Service	9,466	5,304	-	-	9,466	5,304
Other Intergovernmental Charges	1,137	1,175	-	-	1,137	1,175
Other: Business-type Activities	-	-	204	230	204	230
Total Expenses	162,038	152,757	204	230	162,242	152,988
Excess(Deficiency) before extraordinary items and transfers	(1,976)	(6,225)	29	(13)	(1,947)	(6,238)
Extraordinary Item (Use)	(372)	-	-	-	(372)	-
Transfer In (Out)	34	27	(34)	(27)	-	-
Change in Net Position	(2,315)	(6,198)	(5)	(40)	(2,320)	(6,238)
Net Position at September 1	62,311	68,509	125	165	62,436	68,674
Ending Net Position at August 31	\$ 59,996	\$ 62,311	\$ 120	\$ 125	\$ 60,116	62,436

FINANCIAL ANALYSIS OF THE DISTRICT'S FUNDS

Governmental Funds. The focus of the District's governmental funds is to provide information on near-term inflows, outflows, and balances of remaining resources. In particular, unassigned fund balance often serves as a useful measure of a governmental agency's net resources available for spending at the end of a fiscal year. The board maintains fund balances adequate for sound fiscal management to provide for the stewardship of public funds. Fund balances are primarily used for cash flow purposes, as financial strength indicators for debt rating agencies, in planned capital projects, one-time expenditures, and emergency situations that may arise from internal and external factors. The district maintains policy related to target levels of fund balances.

The District's General Fund reported a slight increase in fund balance from \$37.2 million to \$37.9 million, as the Board helped support planned expenditures while dealing with changes to the learning environment. At the end of the fiscal year, the General Fund's unassigned fund balance stood at \$35.4 million. The remainder of the fund balance is non-spendable, restricted, committed, or assigned through board action as required by GASB 54.

The non-major governmental funds include special revenue funds and the Debt Service fund. Most special revenue funds are budgeted to fully expend current year grants awarded from federal or state initiatives. Several of the special revenue funds report the District school and preschool meal programs for the school year and a summer feeding program and hold a combined fund balance of \$576 thousand in non-spendable inventory and \$920 thousand in funds restricted for the meal programs. Other funds restricted for various grant programs total \$280 thousand, while \$346 thousand raised by the campuses is committed by the board of trustees for campus activities. Special revenue funds for employee health and maintaining district athletic facilities, holds \$176 thousand committed by the board. At year-end, the Debt Service Fund had a \$3.3 million fund balance, an increase of \$136 thousand from the prior year.

Proprietary Funds - Internal Service Funds. The District’s risk management strategy used an internal service fund to report the accumulation of reserves for self-insurance of workers’ compensation benefits. The reserves are accumulated through payroll charges to the governmental funds based on actuarial estimates of the relevant claims liabilities. The Worker’s Compensation Fund reported net position increase of approximately \$127 thousand and remains stable at \$835 thousand available to meet the ongoing claims liabilities. The internal service funds are consolidated into the governmental activities in the government-wide financial statements. Additional information about the internal service funds is found in note K in this report.

Proprietary Funds - Enterprise Funds. The funds reported in the government wide financial statements as business-type activities are the District’s enterprise funds. The business-type activities are relatively insignificant to the overall operations of the District and are operations that support co-curricular activities of the District. The Concession Fund reported a gain on concession services. The Jumbotron Fund reported operating revenues from Jumbotron advertising at the District’s athletic stadium and a small net loss after operating and depreciation costs.

CAPITAL ASSETS AND DEBT ADMINISTRATION

Capital Assets

At the end of fiscal 2020 the District had \$203.7 million (net of accumulated depreciation) invested in a broad range of capital assets, including land, construction in progress, buildings and improvements, and furniture and equipment. This amount represents an increase of \$4.8 million from the prior year. Increases and decreases to investment in capital assets in governmental activities are shown below (in thousands):

San Angelo ISD Capital Assets (Governmental Activities)		\$ thousand
Increases:		
Furniture and Equipment	\$	795
Vehicles		1,648
Buildings and Site Improvements		2,466
		\$4,909
Construction Work in Progress		
Project costs incurred	\$	9,867
<u>Projects completed-increasing other categories</u>		
Lincoln Middle School Track	(750)

Lincoln Controlled Entryway	(624)	\$ 8,493
Decreases:		
Current year depreciation	(8,589)	\$(8,589)
Net decrease to capital assets (governmental activities)		<u>\$ 4,813</u>

The capital assets for business-type activities decreased by \$86 thousand, the amount of current year depreciation on the Jumbotron. Additional information regarding capital assets is presented in note E in this report.

Debt

At year end, District bonds payable totaling \$93.1 million have maturities scheduled into 2034 with fixed interest rates ranging from 2.0% to 5.0%. The District's bonds are rated AA- by Standard and Poor's and AA by Fitch. Other obligations of the district include a retirement benefit for unused vested sick leave and a debt to be satisfied by granting future advertising rights in the proprietary Jumbo-tron Fund. More information about debt can be found at Note O in this report.

GENERAL FUND BUDGETARY HIGHLIGHTS

The District's Board of Trustees adopts the general fund, debt service, and food service fund budgets annually. Over the course of the year, the Board of Trustees revised the District's general fund budget several times. These budget amendments fall into three categories. The first category includes amendments and supplemental appropriations that were approved shortly after the beginning of the year for items the board committed from prior year fund balance. The second category includes changes that the Board made during the year. The third category involved amendments that moved funds from programs that did not need all the resources originally appropriated to programs with resource needs. Revenues were amended for changes in tax collections, to adjust state formula allotments as well as federal revenues. Amendments increased the revenue budget by less than 1%. Expenditure amendments to the budget increased it by 5.6%, mostly due to maintenance and capital outlay projects district wide. In the general fund, actual revenues reported were 104.2% of the amended budget and expenditures were 103.9% of the amended budget. Actual revenues exceeded expenditures by \$457 thousand as the District managed the health crisis in the second half of the fiscal year.

ECONOMIC FACTORS AND NEXT YEAR'S BUDGET

The uncertainty of the impact of COVID-19 on student enrollment numbers, the anticipation of lower local tax collection percentage rates, and ambiguity from the state with regard to how much our district might be able to seek in reimbursements for COVID related costs all weighed heavily into estimating the district revenue flow in the development of the District 2020-21 Budget. On the Expenditure side of the budget development, plans were put into motion to upgrade the district's technology resources to respond to higher needs associated with remote learning. There was anticipation of needing to increase the district's prevention measures for dealing with reducing virus spread without fully understanding the virus we were facing, and the planning of capital

outlay projects were reduced to ensure that our district was in a better position with available cash to handle the “unexpected” that has become common with COVID-19. Overall, budgeted revenues for appropriation in the General Fund budget are \$125 million while expenditures are also budgeted at \$125 million.

The District’s 2020-21 adopted tax rate of \$1.12038 per \$100 of assessed value reflects a decrease of just under one cents from 2019-2020. The total tax rate includes a maintenance and operations tax rate (M&O) of \$0.9629 and an interest and sinking tax rate (I&S) of \$0.15748. In 2019-20, the M&O tax rate was \$.97, while the I&S tax rate equaled \$.16.

CONTACTING THE DISTRICT’S MANAGEMENT

This financial report is designed to provide our citizens, taxpayers, customers, investors and creditors with a general overview of the District’s finances and to show 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 business office at San Angelo Independent School District, 1621 University, San Angelo, Texas 76904.

San Angelo Independent School District

Statement of Net Position (Exhibit A-1)

August 31, 2020

Data Control Codes	1 Governmental Activities	2 Business-Type Activities	3 Total
Assets			
1110	\$ 39,655,201	\$ 151,053	\$ 39,806,254
1120	996,845	-	996,845
1220	2,035,362	-	2,035,362
1230	(671,792)	-	(671,792)
1240	8,234,911	-	8,234,911
1250	13,782	-	13,782
1290	668,248	-	668,248
1300	659,953	-	659,953
1410	1,536,543	-	1,536,543
Capital Assets			
1510	6,854,234	-	6,854,234
1520	176,036,191	-	176,036,191
1530	11,784,453	428,044	12,212,497
1580	9,064,534	-	9,064,534
1800	554,512	-	554,512
1910	3,770,385	-	3,770,385
1000	261,193,362	579,097	261,772,459
Deferred outflows of resources			
1705	16,712,042	-	16,712,042
1706	6,899,613	-	6,899,613
1710	12,327,314	-	12,327,314
1700	35,938,969	-	35,938,969
Liabilities			
2110	2,326,646	3,597	2,330,243
2140	127,396	-	127,396
2150	834,840	-	834,840
2160	4,502,972	-	4,502,972
2180	68,151	-	68,151
2200	324,573	42,887	367,460
2300	4,014,845	-	4,014,845
Noncurrent liabilities			
2501	6,230,000	68,570	6,298,570
2502	91,952,826	344,148	92,296,974
2516	14,014,929	-	14,014,929
2540	37,329,639	-	37,329,639
2545	47,510,702	-	47,510,702
2000	209,237,519	459,202	209,696,721

San Angelo Independent School District

Statement of Net Position (Exhibit A-1)

August 31, 2020

Data Control Codes		1 Governmental Activities	2 Business Type Activities	3 Total
	Deferred Inflows of Resources			
2605	Deferred inflows - pension	6,474,390	-	6,474,390
2606	Deferred inflows - OPEB	21,425,010	-	21,425,010
2600	Total deferred inflows of resources	27,899,400	-	27,899,400
	Net Position			
3200	Net investment in capital assets	108,936,803	15,326	108,952,129
3820	Restricted for federal and state programs	1,199,636	-	1,199,636
3850	Restricted for debt service	3,943,474	-	3,943,474
3900	Unrestricted	(54,084,501)	104,569	(53,979,932)
3000	Total net position	\$ 59,995,412	\$ 119,895	\$ 60,115,307

San Angelo Independent School District
Statement of Activities (Exhibit B-1)
Year Ended August 31, 2020

Data Control Codes	Functions/Programs	Program Revenues		
		1 Expenses	3 Charges for Services	4 Operating Grants and Contributions
	Governmental activities			
11	Instruction	\$ 86,853,916	\$ 3,187,381	\$ 14,415,911
12	Instructional resources and media services	1,774,739	-	128,454
13	Curriculum and staff development	2,132,162	-	943,980
21	Instructional leadership	2,329,207	-	669,003
23	School leadership	8,283,136	-	788,503
31	Guidance, counseling, and evaluation services	5,959,387	-	1,712,730
32	Social work services	711,783	-	62,021
33	Health services	1,532,218	-	192,160
34	Student (pupil) transportation	4,097,618	-	275,666
35	Food services	7,728,560	1,210,456	4,727,266
36	Extracurricular activities	6,141,030	319,618	280,890
41	General administration	3,349,615	-	234,916
51	Facilities maintenance and operations	15,840,350	238,105	844,119
52	Security and monitoring services	900,968	-	54,754
53	Data processing services	3,563,043	-	208,554
61	Community services	236,514	-	52,421
72	Interest on long term debt	9,466,000	-	327,223
81	Facilities acquisition and construction	67,564	-	-
99	Other intergovernmental charges	1,070,036	-	-
TG	Total governmental activities	<u>162,037,846</u>	<u>4,955,560</u>	<u>25,918,571</u>
	Business-type activities			
01	Concession Fund	50,558	74,120	-
02	JumboTron Fund	153,469	159,004	-
TB	Total business-type activities	<u>204,027</u>	<u>233,124</u>	<u>-</u>
TP	Total primary government	<u>\$ 162,241,873</u>	<u>\$ 5,188,684</u>	<u>\$ 25,918,571</u>
	General Revenues			
	Taxes			
MT	Property taxes, levied for general purposes			
DT	Property taxes, levied for debt service			
SF	State aid - formula grants			
GC	Grants and contributions not restricted			
IE	Investment earnings			
MI	Miscellaneous local and intermediate revenue			
FR	Transfers in (out)			
TR	Total general revenues			
E1	Extraordinary item			
CN	Change in net position			
NB	Net position, beginning			
NE	Net position, ending			

San Angelo Independent School District
Statement of Activities (Exhibit B-1)
Year Ended August 31, 2020

Net (Expense) Revenue and Changes in Net Position		
6	7	8
Primary Government		
Governmental Activities	Business-Type Activities	Total
\$ (69,250,624)	\$ -	\$ (69,250,624)
(1,646,285)	-	(1,646,285)
(1,188,182)	-	(1,188,182)
(1,660,204)	-	(1,660,204)
(7,494,633)	-	(7,494,633)
(4,246,657)	-	(4,246,657)
(649,762)	-	(649,762)
(1,340,058)	-	(1,340,058)
(3,821,952)	-	(3,821,952)
(1,790,838)	-	(1,790,838)
(5,540,522)	-	(5,540,522)
(3,114,699)	-	(3,114,699)
(14,758,126)	-	(14,758,126)
(846,214)	-	(846,214)
(3,354,489)	-	(3,354,489)
(184,093)	-	(184,093)
(9,138,777)	-	(9,138,777)
(67,564)	-	(67,564)
(1,070,036)	-	(1,070,036)
<u>(131,163,715)</u>	<u>-</u>	<u>(131,163,715)</u>
-	23,562	23,562
-	5,535	5,535
-	<u>29,097</u>	<u>29,097</u>
<u>(131,163,715)</u>	<u>29,097</u>	<u>(131,134,618)</u>
53,461,777	-	53,461,777
8,817,548	-	8,817,548
62,902,647	-	62,902,647
979,040	-	979,040
812,778	-	812,778
2,212,319	-	2,212,319
33,727	(33,727)	-
<u>129,219,836</u>	<u>(33,727)</u>	<u>129,186,109</u>
<u>(371,648)</u>	<u>-</u>	<u>(371,648)</u>
(2,315,527)	(4,630)	(2,320,157)
<u>62,310,939</u>	<u>124,525</u>	<u>62,435,464</u>
<u>\$ 59,995,412</u>	<u>\$ 119,895</u>	<u>\$ 60,115,307</u>

See Notes to Basic Financial Statements

San Angelo Independent School District
Balance Sheet – Governmental Funds (Exhibit C-1)
August 31, 2020

Data Control Codes		199 General Fund	Total Nonmajor Funds	98 Total Governmental Funds
Assets				
1110	Cash and cash equivalents	\$ 33,737,594	\$ 5,297,200	\$ 39,034,794
1120	Investments - current	747,620	249,225	996,845
1220	Property taxes receivable - delinquent	1,761,743	273,619	2,035,362
1230	Allowance for uncollectible taxes (credit)	(581,481)	(90,311)	(671,792)
1240	Due from other governments	4,939,199	3,295,712	8,234,911
1250	Accrued interest	12,350	1,432	13,782
1260	Due from other funds	3,125,542	80,045	3,205,587
1290	Other receivables	592,183	72,742	664,925
1300	Inventories	83,555	576,398	659,953
1410	Prepaid expenditures	1,536,543	-	1,536,543
1800	Restricted assets	18,401	-	18,401
1900	Other assets	3,770,385	-	3,770,385
1000	Total assets	<u>49,743,634</u>	<u>9,756,062</u>	<u>59,499,696</u>
1000a	Total assets and deferred outflows	<u>\$ 49,743,634</u>	<u>\$ 9,756,062</u>	<u>\$ 59,499,696</u>
Liabilities				
2110	Accounts payable	\$ 1,668,457	\$ 658,189	\$ 2,326,646
2150	Payroll deductions and withholdings payable	834,760	80	834,840
2160	Accrued wages payable	4,502,972	-	4,502,972
2170	Due to other funds	80,045	3,125,542	3,205,587
2180	Due to other governments	25,153	42,998	68,151
2300	Unearned revenues	3,788,127	226,718	4,014,845
2000	Total liabilities	<u>10,899,514</u>	<u>4,053,527</u>	<u>14,953,041</u>
Deferred Inflows of Resources				
2600	Unavailable revenues - property taxes	866,726	131,159	997,885
	Total deferred inflows of resources	<u>866,726</u>	<u>131,159</u>	<u>997,885</u>
Fund Balance				
3410	Nonspendable - inventories	83,555	576,398	659,953
3430	Nonspendable - prepaid items	1,536,543	-	1,536,543
3450	Restricted - federal or state funds grant	-	1,199,636	1,199,636
3480	Restricted - debt service	666,544	3,273,167	3,939,711
3545	Committed - other	250,000	522,175	772,175
3600	Unassigned	35,440,752	-	35,440,752
3000	Total fund balances	<u>37,977,394</u>	<u>5,571,376</u>	<u>43,548,770</u>
4000	Total liabilities, deferred inflows, and fund balances	<u>\$ 49,743,634</u>	<u>\$ 9,756,062</u>	<u>\$ 59,499,696</u>

San Angelo Independent School District
 Reconciliation of the Governmental Funds Balance Sheet to the Statement of Net Position (Exhibit C-1r)
 August 31, 2020

Total Fund Balances - Governmental Funds \$ 43,548,770

The District uses internal service funds to charge the costs of certain activities, such as workers compensation, 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. 835,268

Capital assets, net of accumulated depreciation, are not financial resources and therefore are not reported as assets in the governmental funds. 203,739,412

Some liabilities, including bonds payable are not due and payable in the current year and therefore are not reported in the funds:

Bonds payable	(93,114,994)	
Deferred charge on refunding	12,327,314	
Unamortized premiums on bonds payable	(14,014,929)	
Accumulated accretion on capital appreciation bonds	(4,401,288)	
Compensated absences payable	(666,544)	(99,870,441)

Accrued interest is not due and payable in the current year and therefore is not reported as a liability in the governmental funds. (127,396)

Certain assets are not available to pay for current year expenditures and therefore are deferred in the funds. These are:

Deferred resource inflow for property taxes	997,885
---	---------

The government-wide statements includes the District's proportionate share of the TRS net pension liabilities and TRS-Care net OPEB liabilities, as well as certain pension and OPEB related transactions accounted for as deferred inflows and outflows of resources:

Net pension liability	(37,329,639)	
Deferred outflows of resources - TRS pension	16,712,042	
Deferred inflows of resources - TRS pension	(6,474,390)	
Net OPEB liability	(47,510,702)	
Deferred outflows of resources - TRS-Care OPEB	6,899,613	
Deferred inflows of resources - TRS-Care OPEB	(21,425,010)	(89,128,086)

Net Position of Governmental Activities (See A-1) \$ 59,995,412

San Angelo Independent School District
Statement of Revenues, Expenditures, and Changes in Fund Balance – Governmental Funds (Exhibit C-2)
Year Ended August 31, 2020

Data Control Codes	199	Total	98
	General Fund	Nonmajor Funds	Total Governmental Funds
Revenues			
5700	Total local and intermediate sources	\$ 56,319,385	\$ 67,069,061
5800	State program revenues	69,390,435	71,652,261
5900	Federal program revenues	3,663,614	16,502,954
5020	Total revenues	<u>129,373,434</u>	<u>155,224,276</u>
Expenditures			
Current			
0011	Instruction	67,513,812	75,014,878
0012	Instructional resources and media services	1,520,405	1,528,741
0013	Curriculum and instructional staff development	1,140,809	1,990,069
0021	Instructional leadership	1,455,771	1,929,632
0023	School leadership	7,167,554	7,355,605
0031	Guidance, counseling and evaluation services	4,256,973	5,387,919
0032	Social work services	571,154	571,154
0033	Health services	1,329,089	1,380,562
0034	Student (pupil) transportation	3,576,980	3,576,980
0035	Food services	69,691	7,683,912
0036	Extracurricular activities	6,236,121	6,236,121
0041	General administration	3,048,676	3,053,576
0051	Facilities maintenance and operations	14,800,096	14,964,090
0052	Security and monitoring services	637,711	686,813
0053	Data processing services	3,340,923	3,340,923
0061	Community services	153,067	222,936
Debt service			
0071	Principal on long term debt	-	3,579,982
0072	Interest on long term debt	-	5,551,568
0073	Bond issuance cost and fees	-	654,074
Capital outlay			
0081	Facilities acquisition and construction	11,027,236	11,027,236
Intergovernmental			
0099	Other intergovernmental charges	1,070,036	1,070,036
6030	Total expenditures	<u>128,916,104</u>	<u>156,806,807</u>
1100	Excess (deficiency) of revenues over (under) expenditures	<u>457,330</u>	<u>(1,582,531)</u>
Other financing sources (uses)			
7911	Issuance of bonds	-	66,684,994
7915	Transfers in	674,596	726,523
7916	Premium or (discount) on issuance of bonds	-	10,483,071
8911	Transfers out	-	(692,796)
8940	Payment to refunded bonds escrow agent	-	(76,517,726)
8949	Other uses	(14,000)	(14,000)
7080	Total other financing sources (uses)	<u>660,596</u>	<u>670,066</u>
Extraordinary items			
8913	Extraordinary item (use)	(371,648)	(371,648)
	Total special items	<u>(371,648)</u>	<u>(371,648)</u>
1200	Net change in fund balances	746,278	(1,284,113)
0100	Fund balance, September 1 (Beginning)	37,231,116	44,832,883
3000	Fund balance, August 31 (Ending)	<u>\$ 37,977,394</u>	<u>\$ 43,548,770</u>

San Angelo Independent School District

Reconciliation of the Statement of Revenues, Expenditures, and Changes in Fund Balances of Governmental Funds to the Statement of Activities (Exhibit C-2r) Year Ended August 31, 2020

Total Net Change in Fund Balances - Governmental Funds	\$ (1,284,113)
The District uses internal service funds to charge the costs of certain activities, such as self-insurance, to appropriate functions in other funds. The change in net position of internal funds is reported with governmental activities. The net effect of this consolidation is to increase net position.	126,690
Governmental funds report capital outlays as expenditures. However, in the statement of activities, the cost of those assets is capitalized and depreciated over their estimated useful lives. Total additions for the current year which were removed from fund expenditures amounted to \$13,403,432. Depreciation expense charged to the statement of activities totaled \$8,503,285. The net effect is an increase in net position.	4,900,147
Amortization of the premiums on the bonds of \$837,336 was recorded, which increases net position.	837,336
Certain revenues are recorded in the fund financial statements when the revenue is received. In the statement of activities, revenues are recognized when earned regardless of when received. Recognizing deferred tax revenues of \$997,885 and removing the prior year's tax revenue of \$877,800 results in a net increase in net position.	120,085
Government funds report debt proceeds and premium on issuance of bonds and capital leases as financing sources when debt is first issued, whereas these are reported as long-term liabilities in the statement of net position. The net effect of reclassing bond proceeds of \$66,684,994, bond premium of \$10,483,071, and initial accumulated accreted interest of \$4,401,288 is to decrease net position.	(81,569,353)
Governmental funds report the payment to the bond refunding escrow agent as a financing use; however, the refunding payment is recorded as a reduction of the outstanding principal and related premiums on the statement of net position. Additionally, a deferred charge on refunding is recorded as a result of the refunding and amortized to the statement of activities. The refunding resulted in the reduction of bond principal of \$66,685,000 and unamortized bond premium of \$6,736,680. A deferred charge on refunding of \$3,096,046 is also recognized. The net effect is an increase in net position.	76,517,726
Repayment of bond principal of \$3,579,982 is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the statement of net position and is not an expense on the statement of activities. This increases net position. Maturity and payment of accreted interest on capital appreciation bonds of \$1,220,018 decreases long-term liabilities. The decrease in accrued interest payable of \$61,476 increases net position in the government wide financial statements. Finally, amortization of deferred charge on bond refunding of \$977,900 decreases net position. The net result of all of the above adjustments is a net increase to the change in net position.	3,883,576
The decrease in compensated absences payable is an expenditure in the governmental funds when paid, but the payment for these is not an expense in the statement of activities. This represents the net decrease to the compensated absences payable.	23,181
Changes in the deferred outflows of resources, deferred inflows of resources and net pension liability must be recorded as expenses. Changes in contributions made after measurement date caused the change in net position to decrease in the amount of \$100,798. The District's share of the unrecognized deferred inflows and outflows for TRS as of the measurement date must be amortized and the District's proportionate share of the pension expense must be recognized. These cause the change in net position to decrease in the amount of \$5,116,070. The net effect is a decrease in net position.	(5,216,868)

San Angelo Independent School District
Reconciliation of the Statement of Revenues, Expenditures, and Changes in Fund Balances of Governmental
Funds to the Statement of Activities (Exhibit C-2r)
Year Ended August 31, 2020

Changes in the deferred outflows of resources, deferred inflows of resources and net OPEB liability must be recorded as expenses. Changes in contributions made after measurement date caused the change in net position to decrease in the amount of \$15,181. The District's share of the unrecognized deferred inflows and outflows for TRS as of the measurement date must be amortized and the District's proportionate share of the OPEB expense must be recognized. These cause the change in net position to decrease in the amount of \$638,753. The net effect is a decrease in net position.

	<u>(653,934)</u>
Change in Net Position of Governmental Activities (See B-1)	<u>\$ (2,315,527)</u>

San Angelo Independent School District
Statement of Net Position – Proprietary Funds (Exhibit D-1)
August 31, 2020

Data Control Codes		Business-Type Activities <u>Enterprise Fund</u>	Governmental Activities <u>Internal Service Fund</u>
	Assets		
	Current assets		
1110	Cash and cash equivalents	\$ 151,053	\$ 620,407
1290	Other receivables	-	3,323
	Total current assets	<u>151,053</u>	<u>623,730</u>
	Noncurrent assets		
	Capital assets:		
1530	Furniture and equipment	856,089	-
1573	Depreciation on furniture and equipment	(428,045)	-
1800	Restricted assets	-	536,111
	Total noncurrent assets	<u>428,044</u>	<u>536,111</u>
1000	Total assets	<u>579,097</u>	<u>1,159,841</u>
	Liabilities		
	Current liabilities		
2110	Accounts payable	3,597	-
2200	Accrued expenses	42,887	324,573
2501	Note payable - due within one year	68,570	-
	Total current liabilities	<u>115,054</u>	<u>324,573</u>
	Noncurrent liabilities		
2502	Note payable - due in more than one year	344,148	-
	Total noncurrent liabilities	<u>344,148</u>	<u>-</u>
2000	Total liabilities	<u>459,202</u>	<u>324,573</u>
	Net Position		
3200	Net investment in capital assets	15,326	-
3900	Unrestricted	104,569	835,268
3000	Total net position	<u>\$ 119,895</u>	<u>\$ 835,268</u>

San Angelo Independent School District
Statement of Revenues, Expenses, and Changes in Fund Net Position – Proprietary Funds (Exhibit D-2)
Year Ended August 31, 2020

Data Control Codes		Business-Type Activities <u>Enterprise Fund</u>	Governmental Activities <u>Internal Service Fund</u>
	Operating revenues		
5700	Local and intermediate sources	\$ 233,124	\$ 533,468
5020	Total operating revenues	<u>233,124</u>	<u>533,468</u>
	Operating expenses		
6100	Payroll services	22,375	1,522
6200	Professional and contracted services	590	269,139
6300	Supplies and materials	27,593	10,521
6400	Other operating costs	30,673	129,801
6440	Depreciation expense	85,609	-
6030	Total operating expenses	<u>166,840</u>	<u>410,983</u>
	Operating income	66,284	122,485
	Nonoperating revenues (expenses):		
7955	Earnings from temporary deposits & investments	-	4,205
6523	Interest on notes payable	<u>(37,187)</u>	<u>-</u>
8030	Total nonoperating revenues (expenses)	<u>(37,187)</u>	<u>4,205</u>
	Other financing sources (uses)		
8911	Transfers out	<u>(33,727)</u>	<u>-</u>
	Total other financing sources (uses)	<u>(33,727)</u>	<u>-</u>
1300	Change in net position	(4,630)	126,690
0100	Total net position, beginning	<u>124,525</u>	<u>708,578</u>
3300	Total net position, ending	<u>\$ 119,895</u>	<u>\$ 835,268</u>

San Angelo Independent School District
Statement of Cash Flows – Proprietary Funds (Exhibit D-3)
Year Ended August 31, 2020

	Business-Type Activities Enterprise Fund	Governmental Activities Internal Service Fund
Operating activities		
Cash received from user charges	\$ 236,230	\$ -
Cash received from assessments	-	497,450
Cash payments to employees for services	(22,375)	(1,522)
Cash payments for other operating costs	-	(129,801)
Cash payments for suppliers	(70,243)	(10,521)
Cash payments for claims and contracted services	-	(280,782)
Net cash from operating activities	143,612	74,824
Noncapital financing activities		
Operating transfer out	(33,727)	-
Net cash used for noncapital financing activities	(33,727)	-
Investing activities		
Retirement of long-term debt	(63,811)	-
Interest paid on long-term debt	(37,187)	-
Earnings from temporary deposits and investments	-	4,205
Net cash (used for) from investing activities	(100,998)	4,205
Net change in cash and cash equivalents	8,887	79,029
Cash and cash equivalents - beginning of the year	142,166	541,378
Cash and cash equivalents - end of the year	\$ 151,053	\$ 620,407
Reconciliation of operating income to net cash from operating activities		
Operating income	\$ 66,284	\$ 122,485
Depreciation	85,609	-
Adjustments to reconcile operating income to net cash from operating activities		
Change in assets and liabilities		
Other receivables	3,106	(3,323)
Restricted assets	-	(32,695)
Accounts payable	(6,157)	(29,718)
Accrued expenses	(5,230)	18,075
Net cash from operating activities	\$ 143,612	\$ 74,824

See Notes to Basic Financial Statements

San Angelo Independent School District
Statement of Fiduciary Net Position – Fiduciary Funds (Exhibit E-1)
August 31, 2020

<u>Data Control Codes</u>		<u>Private Purpose Trust Fund</u>	<u>Agency Fund</u>
	Assets		
1110	Cash and cash equivalents	\$ 57,712	\$ 567,511
1290	Other receivables	-	1,057
1000	Total assets	57,712	568,568
	Liabilities		
2110	Accounts payable	-	100
2190	Due to student groups	-	568,468
2000	Total liabilities	-	\$ 568,568
	Net Position		
3800	Restricted	57,712	
3000	Total net position	\$ 57,712	

San Angelo Independent School District
Statement of Change in Net Position – Fiduciary Funds (Exhibit E-2)
Year Ended August 31, 2020

Data Control Codes		Private Purpose Trust Fund
	Additions	
5700	Local and intermediate sources	\$ 1,610
	Total additions	1,610
	Deductions	
6400	Other operating costs	500
	Total deductions	500
1300	Change in net position	1,110
0100	Total net position, beginning	56,602
3300	Total net position, ending	\$ 57,712

Note A - Summary of Significant Accounting Policies**Reporting Entity**

The Board of Trustees, a seven-member group, has fiscal accountability over all activities related to public elementary and secondary education within the jurisdiction of the San Angelo Independent School District (the District). The public elects the members of the Board of Trustees. The Trustees as a body corporate have the exclusive power and duty to govern and oversee the management of the public schools of the District. All powers and duties not specifically delegated by statute to the Texas Education Agency (Agency) or to the State Board of Education are reserved for the Trustees, and the Agency may not substitute its judgment for the lawful exercise of those powers and duties by the Trustees. The District is not included in any other governmental "reporting entity" as defined in Section 2100, Codification of Governmental Accounting and Financial Reporting Standards. There are no component units included within the reporting entity. The financial statements of the District include all activities for which the Board exercises these governance responsibilities.

The District receives funding from local, state, and federal government sources and must comply with the requirements of these funding source entities.

Government-Wide and Fund Financial Statements

The government-wide financial statements (i.e., the statement of net position and the statement of activities) report information on all of the nonfiduciary activities of the primary government. For the most part, the effect of interfund activity has been removed from these statements. *Governmental activities*, which normally are supported by taxes and intergovernmental revenues, are reported separately from *business-type activities*, which rely to a significant extent on fees and charges for support.

The statement of activities demonstrates the degree to which the direct expenses of a given function or segment are offset by program revenues. Direct expenses are those that are clearly identifiable with a specific function or segment. Program revenues include 1) charges to customers or applicants who purchase, use, or directly benefit from goods, services, or privileges provided by a given function or segment and 2) grants and contributions that are restricted to meeting the operational or capital requirements of a particular function or segment. Taxes and other items not properly included among program revenues are reported instead as general revenues.

Interfund activities between governmental funds and proprietary funds appear as due to/due from other funds on the Governmental Fund Balance Sheet and Proprietary Fund Statement of Net Position and as other resources and other uses on the governmental fund Statement of Revenues, Expenditures and Changes in Fund Balance and on the Proprietary Fund Statement of Revenues, Expenses and Changes in Fund Net Position. All interfund transactions between governmental funds and internal service funds are eliminated on the government-wide statements. Interfund activities between governmental funds and fiduciary funds remain as due to/due from other funds on the government-wide statements.

Separate financial statements are provided for governmental funds, proprietary funds, and fiduciary funds, even though fiduciary funds are excluded from the government-wide financial statements. Major individual governmental funds are reported as separate columns in the fund financial statements.

Measurement Focus, Basis of Accounting and Financial Statement Presentation

The government-wide financial statements, as well as the proprietary and fiduciary fund financial statements, are reported using the economic resources measurement focus and the accrual basis of accounting. Agency funds have no measurement focus. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of 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.

Governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Revenues are recognized as soon as they are both measurable and available. Revenues are considered to be available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the government considers revenues to be available if they are collected within 60 days of the end of the current fiscal period. Expenditures generally are recorded when a liability is incurred, as under accrual accounting. However, debt service expenditures, as well as expenditures related to claims and judgments, are recorded only when payment is due.

Property taxes and penalties and interest associated with the current fiscal period are all considered to be susceptible to accrual and so have been recognized as revenues of the current fiscal period. All other revenue items are considered to be measurable and available only when the government receives cash.

The government reports the following major governmental funds:

- The General Fund is the District's primary operating fund. It accounts for all financial resources of the general government, except those required to be accounted for in another fund.

The government reports the following proprietary funds:

- The Enterprise Funds account for the District's activities for which outside users are charged a fee roughly equal to the cost of providing the goods or services of those activities. The non-major Jumbotron fund reports advertising revenues being collected by Daktronics, Inc. as payments on debt for a jumbotron electronic scoreboard installed at San Angelo Stadium. The non-major concessions fund reports sales of concessions at athletic events.
- Internal service Funds account for revenues and expenses related to services provided to parties inside the District. These funds facilitate distribution of support costs (such as workers compensation insurance) to the users of the support services.

Additionally, the government reports the following nonmajor funds:

- The Special Revenue Funds, a governmental fund type, account for the proceeds of specific revenue sources that are restricted or committed to expenditure for specified purposes other than debt service or capital projects. The District accounts for each federal and state grant in a separate special revenue fund.

- The Debt Service Fund, a governmental fund type, accounts for financial resources that are restricted, committed or assigned for principal and interest on long-term debt of governmental activities.
- Private Purpose Trust Funds, a fiduciary fund type, accounts for donations for which the donor has stipulated that both the principal and income may be used for purposes that benefit parties outside the District in a private purpose trust fund. The District's private purpose trust fund is the scholarship fund.
- Agency funds, a fiduciary fund type, account for resources held for others in a custodial capacity.

As a general rule the effect of interfund activity has been eliminated from the government-wide financial statements.

Amounts reported as program revenues include 1) charges to customers or applicants for goods, services, or privileges provided, 2) operating grants and contributions, and 3) capital grants and contributions, including special assessments. Internally dedicated resources are reported as general revenues rather than as program revenues. Likewise, general revenues include all taxes.

Proprietary funds distinguish operating revenues and expenses from nonoperating items. Operating revenues and expenses generally result from providing services in connection with a proprietary fund's principal ongoing operations. The principal operating revenues of the worker's compensation insurance internal service fund are District contributions. Operating expenses include claims expense and administrative expense for administering the insurance fund. All revenues and expenses not meeting this definition are reported as nonoperating revenues and expenses.

When both restricted and unrestricted resources are available for use, it is the District's policy to use restricted resources first, and then unrestricted resources, as they are needed.

Deposits and Investments

The District's cash and cash equivalents are considered to be cash on hand, demand deposits, and short-term investments with original maturities of three months or less from the date of acquisition. Investments of the District are reported at fair value or amortized cost. The local government investment pools are operated in accordance with appropriate state laws and regulations.

Receivables and Payables

Activity between funds that are representative of lending/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).

Inventories

The District reports inventories of cafeteria food products and supplies at weighted average cost. Food products and supplies are recorded as expenditures when they are consumed. Inventories of food commodities are recorded at market values supplied by the Texas Department of Human Services. Although commodities are received at no cost, their fair market value is supplied by the Texas Department of Human Services and recorded as inventory and revenue when received. When requisitioned, inventory is decreased and expenditures are charged for an equal amount.

Prepaid Items

Certain payments to vendors reflect costs applicable to future accounting periods and are recorded as prepaid expenses in both the government-wide and fund financial statements. The cost of prepaid items is recorded as expenditures/expenses when consumed rather than when purchased.

Capital Assets

Capital assets, which include property, plant and equipment, are reported in the applicable governmental activities and business-type activities column in the statement of net position. The District defines capital assets as assets with an initial, individual cost of \$5,000 or more and an estimated useful life in excess of two years. Such assets are recorded at historical cost or estimated historical cost if purchased or constructed. Donated capital assets are reported 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.

Property, plant and equipment of the District are depreciated using the straight-line method over the following estimated useful lives:

<u>Assets</u>	<u>Years</u>
Buildings and improvements	20-50
Furniture and equipment	3-10

Long-Term Obligations

In the government-wide financial statements and proprietary fund types in the fund financial statements, long-term debt and other long-term obligations are reported as liabilities. Bond premiums and discounts are deferred and amortized over the life of the bonds using the effective interest method. Bonds payable are reported net of the applicable bond premiums or discount.

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, whether or not withheld from the actual debt proceeds received, are reported as debt service expenditures.

Deferred Outflows/Inflows of Resources

Deferred outflows/inflows of resources are separate elements of the financial statements. The District has deferred inflows of resources, which arises under the modified accrual basis of accounting, unavailable revenue from property taxes and for its proportionate share of TRS's deferred inflow related to pensions as described in Note I and its OPEB liability as described in Note J. These amounts are deferred and recognized as an inflow of resources in the period that the amounts become available. The District has deferred outflows of resources for deferred charges on refunded debt, for its proportionate share of TRS's deferred outflow related to pensions as described in Note I, and for its proportionate share of TRS-Care's deferred outflow related to OPEB as described in Note J.

Pensions

The fiduciary net position of 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 benefit terms. Investments are reported at fair value.

OPEB

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 relating 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.

Fund Balance

The District classifies governmental fund balance in accordance with Government Accounting Standards Board (GASB) Statement No. 54, Fund Balance Reporting and Governmental Fund Type Definitions:

- Nonspendable fund balance includes fund balance that cannot be spent either because it is not in spendable form or because of legal or contractual constraints. At August 31, 2020, the District had \$659,953 and \$1,536,543 in nonspendable fund balance for inventory and prepaid items, respectively.
- Restricted fund balance includes amounts that can be spent only for the specific purposes stipulated by constitution, external resource providers, or through enabling legislation. As of August 31, 2020, \$1,199,636 was restricted for other federal and state grants. Fund balance restricted for the retirement of funded indebtedness totaled \$3,939,711 as of August 31, 2020.

- Committed fund balance is established and modified by a resolution from the District's Board, the District's highest level of decision-making authority, and can be used only for the specific purposes determined by the Board's resolution. At August 31, 2020, the District had \$250,000 committed for campus renovations and \$522,175 committed for campus activity funds.
- Assigned fund balance is intended to be used by the District for specific purposes but does not meet the criteria to be classified as restricted or committed. The Board has delegated the authority to assign fund balance to the Superintendent.
- Unassigned fund balance is the residual classification for the District's general fund and includes all spendable amounts not contained in the other classifications.

The District uses restricted amounts first when both restricted and unrestricted fund balance are available. Additionally, the District would first use committed, then assigned, and lastly unassigned amounts of unrestricted fund balance when expenditures are made.

Per the District adopted board policy, the minimum fund level for unassigned fund balance shall be 20% to a maximum of 25% of the current budget of the general and debt service funds.

Use of Estimates

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date the financial statements and the reported amounts of revenues and expenditures during the reporting period. Actual results could differ from those estimates.

New Accounting Pronouncements

In January 2017, the GASB issued Statement No. 84, *Fiduciary Activities*. The objective of this Statement is to improve guidance regarding the identification of fiduciary activities for accounting and financial reporting purposes and how those activities should be reported.

This Statement establishes criteria for identifying fiduciary activities of all State and local governments. The focus of the criteria generally is on (1) whether a government is controlling the assets of the fiduciary activity and (2) the beneficiaries with whom a fiduciary relationship exists. Separate criteria are included to identify fiduciary component units and postemployment benefit arrangements that are fiduciary activities.

The requirements of this Statement are effective for the reporting periods beginning after December 15, 2019. Early implementation is encouraged.

In June 2017, the GASB issued Statement No. 87, *Leases*. The objective of this Statement is to better meet the information needs of financial statement users by improving accounting and financial reporting for leases by governments. This Statement increases the usefulness of governments' financial statements by requiring recognition of certain lease assets and liabilities for leases that previously were classified as operating leases and recognized as inflows of resources or outflows of resources based on the payment provisions of the contract. It establishes a single model for lease accounting based on the foundational principle that leases are financings of the right to use an underlying asset. Under this Statement, a lessee is required to recognize a lease liability and an intangible right-to-use lease asset, and a lessor is required to recognize a lease receivable and a deferred inflow of resources, thereby enhancing the relevance and consistency of information about governments' leasing activities.

The requirements of this Statement are effective for the reporting periods beginning after June 15, 2021. Early implementation is encouraged.

In June 2018, the GASB issued Statement No. 89, *Accounting for Interest Cost Incurred Before the End of a Construction Period*. The objectives of this Statement are (1) to enhance the relevance and comparability of information about capital assets and the cost of borrowing for a reporting period and (2) to simplify accounting for interest cost incurred before the end of a construction period.

This Statement establishes accounting requirements for interest cost incurred before the end of a construction period. Such interest cost includes all interest that previously was accounted for in accordance with the requirements of paragraphs 5–22 of Statement No. 62, *Codification of Accounting and Financial Reporting Guidance Contained in Pre-November 30, 1989 FASB and AICPA Pronouncements*, which are superseded by this Statement.

This Statement requires that interest cost incurred before the end of a construction period be recognized as an expense in the period in which the cost is incurred for financial statements prepared using the economic resources measurement focus. As a result, interest cost incurred before the end of a construction period will not be included in the historical cost of a capital asset reported in a business-type activity or enterprise fund.

This Statement also reiterates that in financial statements prepared using the current financial resources measurement focus, interest cost incurred before the end of a construction period should be recognized as an expenditure on a basis consistent with governmental fund accounting principles. The requirements of this Statement are effective for reporting periods beginning after December 31, 2019. Earlier application is encouraged. The requirements of this Statement should be applied prospectively.

In May 2019, the GASB issued Statement No. 91, *Conduit Debt Obligations*. The primary objectives of this Statement are to provide a single method of reporting conduit debt obligations by issuers and eliminate diversity in practice associated with (1) commitments extended by issuers, (2) arrangements associated with conduit debt obligations, and (3) related note disclosures. This Statement achieves those objectives by clarifying the existing definition of a conduit debt obligation; establishing that a conduit debt obligation is not a liability of the issuer; establishing standards for accounting and financial reporting of additional commitments and voluntary commitments extended by issuers and arrangements associated with conduit debt obligations; and improving required note disclosures.

A conduit debt obligation is defined as a debt instrument having all of the following characteristics:

- There are at least three parties involved: (1) an issuer, (2) a third-party obligor, and (3) a debt holder or a debt trustee.
- The issuer and the third-party obligor are not within the same financial reporting entity.
- The debt obligation is not a parity bond of the issuer, nor is it cross-collateralized with other debt of the issuer.
- The third-party obligor or its agent, not the issuer, ultimately receives the proceeds from the debt issuance.
- The third-party obligor, not the issuer, is primarily obligated for the payment of all amounts associated with the debt obligation (debt service payments).

All conduit debt obligations involve the issuer making a limited commitment. Some issuers extend additional commitments or voluntary commitments to support debt service in the event the third party is, or will be, unable to do so.

An issuer should not recognize a conduit debt obligation as a liability. However, an issuer should recognize a liability associated with an additional commitment or a voluntary commitment to support debt service if certain recognition criteria are met. As long as a conduit debt obligation is outstanding, an issuer that has made an additional commitment should evaluate at least annually whether those criteria are met. An issuer that has made only a limited commitment should evaluate whether those criteria are met when an event occurs that causes the issuer to reevaluate its willingness or ability to support the obligor's debt service through a voluntary commitment.

This Statement also addresses arrangements—often characterized as leases—that are associated with conduit debt obligations. In those arrangements, capital assets are constructed or acquired with the proceeds of a conduit debt obligation and used by third-party obligors in the course of their activities. Payments from third-party obligors are intended to cover and coincide with debt service payments. During those arrangements, issuers retain the titles to the capital assets. Those titles may or may not pass to the obligors at the end of the arrangements. Issuers should not report those arrangements as leases, nor should they recognize a liability for the related conduit debt obligations or a receivable for the payments related to those arrangements. In addition, the following provisions apply:

- If the title passes to the third-party obligor at the end of the arrangement, an issuer should not recognize a capital asset.
- If the title does not pass to the third-party obligor and the third party has exclusive use of the entire capital asset during the arrangement, the issuer should not recognize a capital asset until the arrangement ends.
- If the title does not pass to the third-party obligor and the third party has exclusive use of only portions of the capital asset during the arrangement, the issuer, at the inception of the arrangement, should recognize the entire capital asset and a deferred inflow of resources. The deferred inflow of resources should be reduced, and an inflow recognized, in a systematic and rational manner over the term of the arrangement.

This Statement requires issuers to disclose general information about their conduit debt obligations, organized by type of commitment, including the aggregate outstanding principal amount of the issuers' conduit debt obligations and a description of each type of commitment. Issuers that recognize liabilities related to supporting the debt service of conduit debt obligations also should disclose information about the amount recognized and how the liabilities changed during the reporting period. The requirements of this Statement are effective for the reporting periods beginning after December 15, 2021. Early implementation is encouraged.

Note B - Stewardship, Compliance and Accountability

Budgetary Information

Formal budgetary accounting is employed for all required Governmental Fund Types, as outlined in TEA's Financial Accounting Resource module, and is presented on the modified accrual basis of accounting consistent with generally accepted accounting principles. The budget is prepared and controlled at the function level within each organization to which responsibility for controlling operations is assigned.

The official school budget is prepared for adoption for required Governmental Fund Types prior to August 20 of the preceding fiscal year for the subsequent fiscal year beginning September 1. The budget is formally adopted by the Board of Trustees at a public meeting held at least ten days after public notice has been given.

Annual budgets are adopted on a basis consistent with generally accepted accounting principles for the General Fund, Debt Service Fund and the National Breakfast and Lunch Program Special Revenue Fund. The remaining special revenue funds adopt project-length budgets that do not correspond to the District's fiscal year.

Note C - Fair Value Measurements

GASB Statement No. 72, *Fair Value Measurement and Application* defines fair value as the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction. Fair value accounting requires characterization of the inputs used to measure fair value into three-level fair value hierarchy as follows:

Level 1 inputs are based on unadjusted quoted market prices for identical assets or liabilities in an active market the entity has the ability to access.

Level 2 inputs are observable inputs that reflect the assumptions market participants would use in pricing the asset or liability developed based on market data obtained from sources independent from the entity.

Level 3 inputs are observable inputs that reflect the entity's own assumptions about the assumptions market participants would use in pricing the asset or liability developed based on the best information available.

There are three general valuation techniques that may be used to measure fair value:

Market approach – uses prices generated by market transactions involving identical or comparable assets or liabilities.

Cost approach – uses the amount that currently would be required to replace the service capacity of an asset (replacement cost).

Income approach – uses valuation techniques to convert future amounts to present amounts based on current market expectations.

U.S. government-backed (federal agency) securities are valued using Level 2 inputs that are based on market data obtained from independent sources.

Note D - Detailed Notes on All Funds

Deposits

Under Texas state law, the District's funds are required to be deposited and invested under the terms of a depository contract. The depository bank deposits for safekeeping and trust with the District's agent, bank approved pledged securities 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.

The District's investment policies and types of investments are governed by the Public Funds Investment Act (PFIA). The District's management believes that they complied with all significant requirements of the PFIA and the District's investment policies.

Custodial Credit Risk-Deposits

The District's cash deposits at August 31, 2020 were entirely covered by FDIC insurance and pledged collateral held by the District's agent bank, in the District's name.

Investments

State statutes and Board policy authorize the District to invest in 1) obligations of the U.S. or its agencies and instrumentalities; 2) obligations of the State of Texas or its agencies; 3) other obligations guaranteed by the U.S. or the State of Texas or their agencies and instrumentalities; 4) obligations of states, agencies, counties, cities, and other political subdivisions of any state having been rated as to investment quality by a nationally recognized investment rating firm and having received a rating of not less than "A" or its equivalent; 5) guaranteed or secured certificates of deposit issued by state or national banks domiciled in Texas; 6) fully collateralized repurchase agreements and 7) public funds investment pools. Temporary investments are reported at cost, which approximates market, and are secured, when necessary, by the Federal Deposit Insurance Corporation (FDIC) or obligations of items 1-4 above at 102% of the investment's market value.

Concentration of Credit Risk

The District's investment policy does not limit investments in any one issuer except that the investment portfolio shall be diversified in terms of investment instruments, maturing scheduling, and financial institutions to reduce risk of loss resulting from over concentration of assets in a specific class of investments, specific maturity, or specific user.

Interest Rate Risk

The District's investment policy states that any internally created pool fund group of the District shall have a maximum dollar weighted maturity of 180 days. The maximum allowable stated maturity of any other individual investment owned by the District shall not exceed one year from the time of purchase. The Board may specifically authorize a longer maturity for a given investment, within legal limits.

The District is a voluntary participant in various investment pools. These pools included the following: TexPool, Lone Star Investment Pool, Texas CLASS and Texas Term.

The State Comptroller of Public Accounts exercises responsibility over TexPool. Oversight includes the ability to significantly influence operations, designation of management, and accountability for fiscal matters. Additionally, the State Comptroller has established an advisory board composed of both Participants in TexPool and other persons who do not have a business relationship with TexPool. TexPool operates in a manner consistent with the SEC's Rule 2a7 of the Investment Company Act of 1940. TexPool uses amortized cost rather than market value to report net assets to compute share prices. Accordingly, the fair value of the position in TexPool is the same as the value of TexPool Shares. Audited financial statements of the pool are available at First Public, 12008 Research Blvd., Austin, Texas 78759. In addition, TexPool is subject to review by the State Auditor's Office and by the Internal Auditor of the Comptroller's Office.

Lone Star Investment Pool is governed by an 11-member board and is a AAA rated investment program tailored to the investment needs of local governments within the state of Texas. Lone Star Investment Pool assists governments across Texas make the most of taxpayer dollars. Local officials can improve the return on their invested balances by pooling their money with other entities to achieve economies of scale in a conservative fund in full compliance with the Texas Public Funds Investment Act. Lone Star Investment Pool is a local government investment pool organized under the authority of the Interlocal Cooperation Act, Chapter 791, Texas Government Code, and the Public Funds Investment Act, Chapter 2256, Texas Government Code. Lone Star uses amortized cost rather than market value to report net assets to compute share prices. Accordingly, the fair value of the position in Lone Star is the same as the value of Lone Star Shares. Lone Star is administered by First Public LLC, who also serves as the investment advisor. The reported value of the pool is the same as the fair value of the pool shares.

Texas CLASS is a local government investment pool emphasizing safety, liquidity, convenience and competitive yield. Since 1996, Texas CLASS has provided Texas public entities a safe and competitive investment alternative. Texas CLASS invests only in securities allowed by the Texas Public Funds Investment Act. Texas CLASS carries a letter of credit that ensures the integrity of the fund, making it the only investment pool in Texas backed by a letter of credit. The pool is governed by a board of trustees, elected annually by its participants. Texas CLASS is rated 'AAAm' by Standard and Poor's Ratings Services. The 'AAAm' principal stability fund rating is the highest assigned to principal stability government investment pools and is a direct reflection of Texas CLASS's outstanding credit quality and management. Texas CLASS uses amortized cost rather than market value to report net assets to compute share prices. Accordingly, the fair value of the position in Texas CLASS is the same as the value of Texas CLASS Shares.

The TexasTERM Local Government Investment Pool was created by and for Texas local governments to provide investment programs tailored to the needs of Texas cities, counties, school districts and other public investors. TexasTERM portfolios seek to provide these investors with safety, flexibility and competitive yields. Shares are distributed by PFM Fund Distributors, Inc., member Financial Industry Regulatory Authority (FINRA) and Securities Investor Protection Corporation (SIPC). PFM Fund Distributors, Inc. is a wholly owned subsidiary of PFM Asset Management LLC. The District currently utilizes Texas DAILY, a money market portfolio with daily liquidity that is rated AAAm by Standard & Poor's. TexasTERM uses amortized cost rather than market value to report net assets to compute share prices. Accordingly, the fair value of the position in TexasTERM is the same as the value of TexasTERM Shares.

Ratings of investments held at August 31, 2020 were:

	Rating	Weighted Average Maturity (Days)*
TexPool	AAAm	27
Lone Star Government Overnight Fund	AAA	24
Lone Star Corporate Overnight Plus Fund	AAAf/S1+	65
Texas CLASS	AAAm	84
Texas TERM Texas Daily Fund	AAAm	48

*To arrive at weighted average maturity, the maturity of floating rate and variable rate securities was deemed to be the final maturity of such securities.

The investments held at August 31, 2020 are as follows:

	Fair Value	Within 6 months	Investment Maturities	
			6 months to 1 yr	1 - 3 yrs
Investments:				
Investment Pools	\$ 33,911,289	\$ 33,911,289	\$ -	\$ -
Certificates of Deposit	2,258,455	747,620	249,225	1,261,610
U.S. Agency Securities	2,508,775	-	-	2,508,775
Total investments	\$ 38,678,519	\$ 34,658,909	\$ 249,225	\$ 3,770,385

Investments are presented on the respective statements of net position in the following data control codes:

	Exhibit A-1		Exhibit E-1	
	Governmental Activities	Business-Type Activities	Private Purpose Trust Fund	Agency Fund
Included in cash and cash equivalents	\$ 33,514,849	\$ 151,053	\$ 57,712	\$ 187,675
Current investments	996,845	-	-	-
Long-term investments	3,770,385	-	-	-
	\$ 38,282,079	\$ 151,053	\$ 57,712	\$ 187,675

Property Tax

In the fund financial statements, property tax revenues are considered available when collected within the current period or expected to be collected soon enough thereafter to be used to pay liabilities of the current period. The District levies its taxes on October 1 in conformity with Subtitle E, Texas Property Tax Code. Taxes are due upon receipt of the tax bill and are past due and subject to interest if not paid by January 31 of the year following the October 1 levy date. The assessed value of the property tax roll (net of exemptions) on January 1, 2018, upon which the levy for the August 31, 2020 fiscal year was based, was \$5,326,658,942. Taxes are delinquent if not paid by February 1.

Delinquent taxes are subject to both penalty and interest charges plus delinquent collection fees for attorney costs.

Current tax collections for the year ended August 31, 2020 were 98.31% of the year-end adjusted tax levy. Allowances for uncollectible taxes within the General and Debt Service Funds are based on historical experience in collecting 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. As of August 31, 2020, property taxes receivable, net of estimated uncollectible taxes, totaled \$1,363,570. The tax rate to finance general governmental services was \$0.9700 per \$100 and the tax rate to finance the payment of principal and interest on long-term obligations was \$0.1600 per \$100 for the year ended August 31, 2020.

Due 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. In the fund financial statements, amounts due from federal and state governments as of August 31, 2020 are summarized below.

Fund	State Grants/ Entitlements	Federal Grants	Total
General Fund	\$ 3,204,973	\$ 1,734,226	\$ 4,939,199
Nonmajor Governmental Funds	751,210	2,544,502	3,295,712
	<u>\$ 3,956,183</u>	<u>\$ 4,278,728</u>	<u>\$ 8,234,911</u>

Interfund Receivables and Payables

The composition of interfund balances as of August 31, 2020 is as follows:

	Due From Other Funds	Due To Other Funds
General Fund		
Nonmajor Governmental Funds	\$ 3,125,542	\$ 80,045
Nonmajor Governmental Funds		
General Fund	80,045	3,125,542
Totals	<u>\$ 3,205,587</u>	<u>\$ 3,205,587</u>

These interfund receivables and payables were recorded to eliminate cash deficit balances.

San Angelo Independent School District

Notes to Basic Financial Statements

August 31, 2020

Interfund transfers during the year ended August 31, 2020, consisted of the following individual balances:

	Transfer In	Transfer Out
General Fund		
Nonmajor Governmental Funds	\$ 674,596	\$ -
Nonmajor Governmental Funds		
Nonmajor Governmental Funds	51,927	692,796
Enterprise Fund		
Jumbotron Fund	-	22,103
Concession Fund	-	11,624
Totals	\$ 726,523	\$ 726,523

The interfund transfers between the General Fund, Enterprise Fund and nonmajor governmental funds was used to cover program cost of special revenue funds.

Related Party Transactions

For the year ended August 31, 2020, the District paid \$139,814 to a vendor owned by a Board member.

Note E - Capital Assets

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

	Beginning Balance	Increases	Decreases	Ending Balance
Capital assets, not being depreciated				
Land	\$ 6,854,234	\$ -	\$ -	\$ 6,854,234
Construction in progress	571,338	9,867,141	(1,373,945)	9,064,534
Total capital assets, not being depreciated	7,425,572	9,867,141	(1,373,945)	15,918,768
Capital assets, being depreciated:				
Buildings and improvements	264,723,241	2,466,476	-	267,189,717
Furniture and equipment	37,085,660	2,443,760	(636,865)	38,892,555
Total capital assets being depreciated	301,808,901	4,910,236	(636,865)	306,082,272
Less accumulated depreciation for				
Buildings and improvements	(84,931,553)	(6,221,973)	-	(91,153,526)
Furniture and equipment	(25,463,655)	(2,281,312)	636,865	(27,108,102)
Total accumulated depreciation	(110,395,208)	(8,503,285)	636,865	(118,261,628)
Total capital assets being depreciated, net	191,413,693	(3,593,049)	-	187,820,644
Governmental activities capital assets, net	\$ 198,839,265	\$ 6,274,092	\$ (1,373,945)	\$ 203,739,412

San Angelo Independent School District

Notes to Basic Financial Statements

August 31, 2020

Capital asset activity for business-type activities the year ended August 31, 2020 was as follows:

	Beginning Balance	Increases	Decreases	Ending Balance
Capital assets, being depreciated:				
Furniture and equipment	\$ 856,089	\$ -	\$ -	\$ 856,089
Total capital assets being depreciated	856,089	-	-	856,089
Less accumulated depreciation for				
Furniture and equipment	(342,436)	(85,609)	-	(428,045)
Total accumulated depreciation	(342,436)	(85,609)	-	(428,045)
Total capital assets being depreciated, net	513,653	(85,609)	-	428,044
Business-type activities capital assets, net	\$ 513,653	\$ (85,609)	\$ -	\$ 428,044

Depreciation expense was charged to the District's functions as follows:

Governmental Activities:

Instruction	\$ 4,986,775
Instructional resources and media	132,385
Curriculum and staff development	37,186
Institutional leadership	210,632
School leadership	147,807
Guidance, counseling and evaluation services	83,572
Social work services	81,056
Health services	9,443
Student transportation	723,603
Food service	235,536
Extracurricular activities	682,970
General administration	40,390
Plant maintenance and operations	702,306
Security and monitoring services	203,008
Data processing services	226,616
	\$ 8,503,285
Total depreciation expense - governmental activities	\$ 8,503,285

Depreciation expense for business-type activities of \$85,609 was charged to extracurricular activities.

Note F - Risk Management

The District is exposed to various risks of loss related to torts, theft of, damage to, and destruction of assets; errors and omissions; injuries to employees; and natural disasters. During fiscal year 2020, the District purchased commercial insurance to cover general liabilities. There were no significant reductions in coverage in the past fiscal year and there were no settlements exceeding insurance coverage for each of the past three fiscal years.

Note G - Contingencies

The District is not a party to any legal actions that are believed by administration to have a material effect on the financial condition of the District. Accordingly, no provision for losses has been recorded in the accompanying basic financial statements for such contingencies.

The District participates in numerous state and federal grant programs that 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, if any, 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 basic financial statements for such contingencies.

The world-wide coronavirus pandemic has resulted in certain risk and uncertainties to the public in general and the District. The District is closely monitoring their operations, liquidity, and resources, and are actively working to minimize the current and future impact of this unprecedented situation.

Note H - Commitments Under Operating Leases

Commitments under operating lease agreements provide for future minimum rental payments as of August 31, 2020 as follows:

<u>Fiscal Year Ending August 31,</u>	
2021	<u>\$ 301,271</u>
Total minimum future lease payments	<u><u>\$ 301,271</u></u>

Note I - Defined Benefit Pension Plan**Plan Description**

The 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, Sec. 67, and Texas Government Code, Title 8, Subtitle C. The pension trust fund is a qualified pension trust under Section 401(a) as 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 education institutions in Texas who are employed for one-half or more of the standard workload and who are not exempt from membership under Texas Government Code, Title 8, Section 822.02 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 <http://www.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% (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 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.

	Contribution Rates	
	2019	2020
Member	7.70%	7.70%
Non-Employer Contributing Entity (State)	6.80%	7.50%
Employers	6.80%	7.50%

	2019	2019
Member Contributions	\$ 6,234,511	\$ 6,357,090
NECE On-Behalf Contributions	4,012,706	4,859,169
Employer Contributions	2,513,474	2,412,676

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 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 and junior colleges, 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 (public school, junior college, other entities or the State of Texas as the employer for senior universities and medical schools) are required to pay the employer contribution rate in the following instances:

- 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 sources, a privately sponsored source, from non-educational and general, or local funds
- When the employing district is a public junior college or junior college district, the employer shall contribute to the retirement system an amount equal to 50% of the state contribution rate for certain instructional or administrative employees; and 100% of the state contribution rate for all other employees.
- When the employing district is a public or charter school, the employer shall contribute 1.5% of covered payroll to the pension fund beginning in fiscal year 2020. This contribution rate called the Public Education Employed 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 TRS the employer shall pay both the member contribution and State contribution as an employment after retirement surcharge.
- When a school district or charter school 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, 2018 actuarial valuation rolled forward to August 31, 2019 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 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% 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%. 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 8.5% of payroll in fiscal year 2020 gradually increasing to 9.55% 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 expected 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-estimate 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 arithmetic real rates of return for each major asset class included in the Systems target asset allocation as of August 31, 2019, are summarized below:

Teacher Retirement System of Texas
Asset Allocation and long-Term Expected Real Rate of Return as of August 31, 2019

Asset Class	Target Allocation ¹	New Target Allocation ² %	Long-Term Expected Geometric Real Rate of Return ³
Global Equity			
U.S.	18.0%	18.0%	6.4%
Non-U.S. Developed	13.0%	13.0%	6.3%
Emerging Markets	9.0%	9.0%	7.3%
Directional Hedge Funds	4.0%	0.0%	0.0%
Private Equity	13.0%	14.0%	8.4%
Stable Value			
U.S. Treasuries ⁴	11.0%	16.0%	3.1%
Stable Value Hedge Funds	4.0%	5.0%	4.5%
Absolute Return (including Credit Sensitive Investments)	0.0%	0.0%	0.0%
Real Return			
Global Inflation Linked Bonds ⁴	3.0%	0.0%	0.0%
Real Estate	14.0%	15.0%	8.5%
Energy and Natural Resources and Infrastructure	5.0%	6.0%	7.3%
Commodities	0.0%	0.0%	0.0%
Risk Parity			
Risk Parity	5.0%	8.0%	5.8%/6.5% ⁵
Asset Allocation Leverage			
Cash	1.0%	2.0%	2.5%
Asset Allocation Leverage	0.0%	-6.0%	2.7%
Total	<u>100.0%</u>	<u>100.0%</u>	<u>7.2%</u>

¹ Target Allocation based on the Strategic Asset Allocation as of fiscal year 2019.

² New allocations are based on the Strategic Asset Allocation to be implemented in fiscal year 2020.

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.

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% Decrease in Discount Rate (6.25%)	Discount Rate (7.25%)	1% Increase in Discount Rate (8.25%)
Total TRS net pension liability	\$79,905,616,584	\$51,983,126,213	\$ 29,360,519,479
District's proportionate share of the net pension liability	\$ 57,381,078	\$ 37,329,639	\$ 21,084,103

Pension Liabilities, Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions

At August 31, 2020, the District reported a liability of \$37,329,639 for its proportionate share of the TRS's net pension liability. This liability reflects a reduction for State pension support provided to the District. The amount recognized by the 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 the District were as follows:

District's proportionate share of the collective net pension liability	\$ 37,329,639
State's proportionate share that is associated with the District	<u>57,977,643</u>
Total	<u><u>\$ 95,307,282</u></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 through August 31, 2019.

At August 31, 2019, the employer's proportion of the collective net pension liability was .0718111% which was an increase of .0004119% from its proportion measured as of 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% and that has changed to the long-term rate of return of 7.25% as of August 31, 2019.
- With the enactment of SB 3 by the Texas Legislature, an assumption has been made about how this would impact future salaries. It is assumed that eligible active members will receive a \$2,700 increase in fiscal year 2020. This is in addition to the salary increase expected in the actuarial assumptions.

San Angelo Independent School District

Notes to Basic Financial Statements

August 31, 2020

- The Texas Legislature approved funding for a 13th check. All eligible members retired as of December 31, 2019 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.

For the year ended August 31, 2020, the District recognized pension expense of \$9,107,471 and revenue of \$3,903,577 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 pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual economic experience	\$ 156,818	\$ 1,296,144
Changes in actuarial assumptions	11,581,487	4,786,019
Difference between projected and actual investment earnings	374,832	-
Changes in proportion and difference between the employer's contributions and the proportionate share of contributions	2,186,229	392,227
Contributions paid to TRS subsequent to the measurement date	2,412,676	-
	<u>\$ 16,712,042</u>	<u>\$ 6,474,390</u>
Total		

\$2,412,676 reported as deferred outflows of resources related to pensions resulting from contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability for the year ending August 31, 2021.

The net amount of employee's balances of deferred outflows and inflows of resources related to pensions will be recognized in pension expense as follows:

<u>Year Ended August 31</u>	<u>Pension Expense Amount</u>
2021	\$ 2,126,383
2022	1,673,493
2023	1,913,432
2024	1,856,017
2025	608,341
Thereafter	<u>(352,690)</u>
Total	<u>\$ 7,824,976</u>

Note J - Postemployment Health Benefits

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 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-retirement benefit changes, including automatic COLAs.

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

TRS-Care Monthly for Retirees
January 1, 2019 thru December 31, 2019

	Medicare	Non-Medicare
Retiree*	\$ 135	\$ 200
Retiree and Spouse	529	689
Retiree* and Children	468	408
Retiree and Family	1,020	999
<i>*or surviving spouse</i>		

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 changed 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 .75% of pay. Section 1575.204 establishes an employer contribution rate of not less than 0.25% or not more than 0.75% of the salary of each active employee of the public. The actual employee 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:

Contribution Rates			
	2019	2020	
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%	
	2019	2020	
Employer Contributions	\$ 713,017	\$ 697,836	
Member Contributions	526,291	536,639	
NECE On-Behalf Contributions	888,976	1,189,999	

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.

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:

The following assumptions and other inputs used for members of TRS-Care are identical to the assumptions used in the August 31, 2018 TRS pension plan actuarial valuation that was rolled forward to August 31, 2019:

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

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%
Discount Rate	2.63%
Aging Factors	Based on plan specific experience
Expenses	Third-party administrative expenses related to the delivery of health care benefits are included in the age-adjusted claims costs.
Projected Salary Increases	2.50% to 9.50%
Healthcare Trend Rates	4.50% to 7.40%
	The initial medical trend rates were 10.25% for Medicare retirees and 7.50% for non-Medicare retirees. There was an initial prescription drug trend rate of 10.25% for all retirees. The initial trend rates decrease to an ultimate trend rate of 4.50% over a period of 13 years.
Election Rates	Normal Retirement: 65% participation prior to age 65 and 50% participation after age 65; 25% of pre-65 retirees are assumed to discontinue coverage at 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%.
- 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 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% 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.

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%)	Discount Rate (2.63%)	1% Increase in Discount Rate (3.63%)
Total TRS net OPEB liability	\$ 57,095,682,852	\$ 47,291,224,890	\$ 39,621,188,484
District's proportionate share of the net OPEB liability	\$ 57,360,663	\$ 47,510,702	\$ 39,805,070

Healthcare Cost Trend Rate Sensitivity Analysis

The following schedule shows the impact of the Net OPEB Liability if a healthcare trend rate that is 1% less than and 1% greater than the assumed 8.5% rate used:

	1% Decrease in Healthcare Trend Rate (7.5%)	Current Single Healthcare Trend Rate (8.5%)	1% Increase in Healthcare Trend Rate (9.5%)
Total TRS net OPEB liability	\$ 38,578,522,354	\$ 47,291,224,890	\$ 58,962,245,589
District's proportionate share of the net OPEB liability	\$ 38,757,564	\$ 47,510,702	\$ 59,235,888

OPEB Liabilities, OPEB Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to OPEBs

At August 31, 2020, the District reported a liability of \$47,510,702 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	\$ 47,510,702
State's proportionate share that is associated with the District	63,131,096
Total	<u>\$ 110,641,798</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 District'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 through August 31, 2019.

At August 31, 2020, the District's proportion of the collective Net OPEB Liability was 0.1004641% compared to 0.1020374% as of August 31, 2019.

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% as of August 31, 2018 to 2.63% as of August 31, 2019. This change increased the Total OPEB liability (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% to 65%. The participation rate for post-65 retirees was lowered from 75% to 50%. 25% of 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% to 15%. In addition, the participation assumption for the surviving spouses of employees that die while actively employed was lowered from 20% to 10%. 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 \$1,663,877 and revenue of \$947,383 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
	<u> </u>	<u> </u>
Differences between expected and actual economic experience	\$ 2,330,804	\$ 7,774,623
Changes in actuarial assumptions	2,638,849	12,779,213
Difference between projected and actual investment earnings	5,126	-
Changes in proportion and difference between District contributions and the proportionate share of contributions	1,226,998	871,174
Contributions paid to TRS subsequent to the measurement date	<u>697,836</u>	<u>-</u>
 Total	 <u>\$ 6,899,613</u>	 <u>\$ 21,425,010</u>

\$697,836 reported as deferred outflows of resources related to pensions resulting from contributions subsequent to the measurement date will be recognized as a reduction of the net OPEB liability for the year ended August 31, 2021.

The net amounts of the employer's balances of deferred outflows and inflows of resources related to OPEB will be recognized in OPEB expense as follows:

<u>Year Ended August 31</u>	<u>OPEB Expense Amount</u>
2021	\$ (2,555,547)
2022	(2,555,547)
2023	(2,557,206)
2024	(2,558,155)
2025	(2,557,895)
Thereafter	<u>(2,438,883)</u>
Total	<u>\$ (15,223,233)</u>

Medicare Part D

The Medicare Prescription Drug, Improvement, and Modernization Act of 2003, which was effective 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 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 have been recognized as equal revenues and expenditures by the District in the amount of \$350,618, \$244,638 and \$313,383 for the years ended August 31, 2020, 2019 and 2018, respectively.

Note K - Workers Compensation and Health Insurance

Workers Compensation Coverage. Beginning with fiscal year 2004, the District's statutory workers compensation obligation was met with participation through inter-local agreement in the Texas Workers Compensation Solutions Program (TWCS or the Program). Transactions of this plan are accounted for in the Workers Compensation Fund, an internal service fund of the District. TWCS provides a non-profit contractual mechanism by which each Program member provides self-insurance to extend workers compensation benefits to its employees through an inter-local agreement with other Districts. The District must contribute to the Program its share of fixed program costs based on a pro-rata share of its covered payroll costs. The District's contractual maximum loss and expected costs for claims incurred are actuarially determined for each program year by TWCS. The District places on deposit with TWCS an amount equal to 10% of the District's maximum loss for each claims year. The District must maintain on deposit at least 5% of the maximum loss at all times. Additionally, member districts would share proportionately in excess claims should any member exceed its maximum loss fund of the Program. The TWCS program purchases specific and aggregate re-insurance to protect the program if claims exceed the member districts' maximum loss funds. The District has contributed to its internal service fund annually to reserve funds for its actuarially determined expected losses as well as a portion of the contractual maximum loss. TWCS contracts annually for an independent audit of its financial statements and an actuarial study to provide estimates necessary for its financial statements and program operations. Then reports are presented and approved by the TWCS Board in January after its fiscal year end of August 31 and are available at the TWCS office located at 1002 Marble Heights Drive, Marble Falls Texas.

Estimates of workers compensation claims payable and of claims incurred, but not reported at August 31, 2020 were actuarially determined and provided by TWCS and are reflected as claims payable in the Workers Compensation Fund. The plan is funded to discharge liabilities of the funds as they become due.

The following is a reconciliation of workers' compensation claims during the previous two years:

	<u>2020</u>	<u>2019</u>
Claims payable beginning of year	\$ 306,498	\$ 309,519
Claims incurred	129,801	170,989
Claims paid	<u>(111,726)</u>	<u>(174,010)</u>
Claims payable end of year	<u>\$ 324,573</u>	<u>\$ 306,498</u>

Note L - Unearned Revenue and Deferred Inflows of Resources

Unearned revenue at year-end in the fund financial statements consisted of the following:

	<u>General Fund</u>	<u>Other Governmental Funds</u>	<u>Total</u>
August athletic ticket sales, lost textbooks, and parking receipts	\$ 101,539	\$ -	\$ 101,539
State and local grant revenue	3,686,588	14,624	3,701,212
Federal grant revenue	-	212,094	212,094
	<u>\$ 3,788,127</u>	<u>\$ 226,718</u>	<u>\$ 4,014,845</u>

Note M - Revenues from Local and Intermediate Sources

For the year ended August 31, 2020, revenues from local and intermediate sources reported in the fund financial statements for governmental fund types consisted of the following:

	General Fund	Nonmajor Governmental Funds	Total
Property taxes	\$ 53,357,418	\$ 8,801,822	\$ 62,159,240
Food sales	-	1,210,456	1,210,456
Investment income	722,852	85,721	808,573
Penalties, interest & other tax related income	482,575	78,388	560,963
Co-curricular student activities	319,618	-	319,618
Tuition and fees	106,750	-	106,750
Gifts and bequests	-	174	174
Other	1,330,172	573,115	1,903,287
	<u>\$ 56,319,385</u>	<u>\$ 10,749,676</u>	<u>\$ 67,069,061</u>

Note N - Accumulated Unpaid Sick Leave Benefits

Upon retirement or death of certain employees, the District pays for a portion of accrued sick leave earned while employed by the District in a lump sum cash payment to such employee or his/her estate. Payments for and usage of vested sick leave has been typically accounted for in the General Fund. This obligation was estimated to be \$666,544 at August 31, 2020 for eligible employees and is recorded as other long-term liabilities in the government wide statement of net position.

Note O - Debt

The long-term indebtedness of the District pertains to the Governmental Activities and Business-Type Activities of the District. Expenditures for the debt service requirements of the long-term debt are accounted for in the General Fund, Debt Service Fund and Enterprise Fund.

On August 15, 2020, San Angelo Independent School District issued \$66,684,994 in Unlimited Tax Refunding Bonds, Series 2020. The bonds were issued with a premium of \$10,483,071. The proceeds of the refunding were used to refund outstanding debt of the Unlimited Tax Refunding Bonds, Series 2015-A. The District established a defeasance escrow to defease a portion of the District's outstanding Unlimited Tax Refunding Bonds, Series 2015-A. The District deposited directly with a paying agent for the defeased bonds funds in the amount of \$76,517,726, sufficient to provide the final payment and redemption of the defeased bonds. The defeased bonds are no longer regarded as being outstanding, except for the purpose of being paid from funds on deposit in the escrow fund. The payment to the escrow was recorded as other financing uses paid from the Debt Service Fund. As of August 31, 2020, the remaining outstanding principal of the defeased bonds was \$66,685,000. The defeasance resulted in cash flow savings of approximately \$7.8 million for the District.

A summary in changes of total bonds payable and other long-term debt for governmental activities are as follows:

	Interest Rate Payable	Beginning Balance	Additions	Deletions	Ending Balance	Due Within One Year
2015-A Refunding Bonds	2.0%-5.0%	\$ 92,460,000	\$ -	\$ (66,685,000)	\$ 25,775,000	\$ 4,285,000
2015-B Refunding Bonds	3.0%-4.0%	1,280,000	-	(625,000)	655,000	655,000
2015-A Refunding Bonds CAB	0.00%	2,954,982	-	(2,954,982)	-	-
2020 Refunding Bonds	4.0%-5.0%	-	64,840,000	-	64,840,000	1,290,000
2020 Refunding Bonds CAB	0.0%	-	1,844,994	-	1,844,994	-
Bonds payable-subtotal		96,694,982	66,684,994	(70,264,982)	93,114,994	6,230,000
Accretion on CAB, Series 2015-A		1,220,018	-	(1,220,018)	-	-
Accretion on CAB, Series 2015-A		-	4,401,288	-	4,401,288	-
Unamortized Premium on Bonds		11,105,874	10,483,071	(7,574,016)	14,014,929	-
Subtotal		12,325,892	14,884,359	(8,794,034)	18,416,217	-
Net bonds payable		109,020,874	81,569,353	(79,059,016)	111,531,211	6,230,000
Vested sick leave		689,725	-	(23,181)	666,544	-
Other long-term liabilities- subtotal		689,725	-	(23,181)	666,544	-
Total long-term liabilities		\$ 109,710,599	\$ 81,569,353	\$ (79,082,197)	\$ 112,197,755	\$ 6,230,000

San Angelo Independent School District

Notes to Basic Financial Statements

August 31, 2020

Issue	Original Principal	Maturities	Interest Rate
2015-A Refunding Bonds	\$ 96,589,981	2.15.15-2.15.25	2.0%-5.0%
2015-B Refunding Bonds	3,350,000	2.15.15-2.15.21	3.0%-4.0%
2020 Refunding Bonds	66,684,994	2.15.21-2.15.34	4.0%-5.0%

Debt service requirements on bonds payable for governmental activities are as follows:

Fiscal Year	Principal	Interest	Total Requirements
2021	\$ 6,230,000	\$ 2,902,389	\$ 9,132,389
2022	5,590,000	2,737,997	8,327,997
2023	5,875,000	2,457,647	8,332,647
2024	6,165,000	2,163,172	8,328,172
2025	6,470,000	1,854,072	8,324,072
2026-2030	30,609,994	11,024,966	41,634,960
2031-2034	32,175,000	1,138,270	33,313,270
	<u>\$ 93,114,994</u>	<u>\$ 24,278,513</u>	<u>\$ 117,393,507</u>

A summary in changes of long-term debt for business-type activities are as follows:

	Interest Rate Payable	Beginning Balance	Additions	Deletions	Ending Balance	Due Within One Year
2015 Jumbotron	9.0%	\$ 476,529	\$ -	\$ (63,811)	\$ 412,718	\$ 68,570
		<u>\$ 476,529</u>	<u>\$ -</u>	<u>\$ (63,811)</u>	<u>\$ 412,718</u>	<u>\$ 68,570</u>

Debt service requirements on long-term debt for business-type activities are as follows:

Fiscal Year	Principal	Interest	Total Requirements
2021	\$ 68,570	\$ 37,187	\$ 105,757
2022	75,254	30,974	106,228
2023	82,027	24,201	106,228
2024	89,410	16,818	106,228
2025	97,457	8,771	106,228
	<u>\$ 412,718</u>	<u>\$ 117,951</u>	<u>\$ 530,669</u>

Note P - General Fund Federal Source Revenues

Revenues from federal sources, which are reported in the General Fund, consist of:

Program or Service	CFDA	Amount
ROTC	n/a	\$ 167,789
School Health and Related Services	n/a	3,080,631
Medical Assistance Program	93.778	1,736
Impact Aid, Public Law 81-874	84.041	76,574
Indirect costs		
Title I - Part A	84.010	168,258
IDEA B Formula	84.027	123,296
IDEA B Preschool	84.173	4,725
Carl D Perkins Basic Grant Formula	84.048	6,972
Title II, Part A - Teacher, Principal, Training & Recruitment	84.367	23,817
Title III - Part A	84.365	1,469
Title IV - Part A	84.424	8,347
Total		<u>\$ 3,663,614</u>

Note Q - Expenditures Exceeding Budget

	Budget	Actual	Variance
General Fund			
0081 Facilities acquisition and construction	\$ 10,652,758	\$ 11,027,236	\$ (374,478)
Debt Service Fund			
0073 Bond issuance costs and fees	8,500	654,074	(645,574)



Required Supplementary Information
August 31, 2020

San Angelo Independent School District

San Angelo Independent School District
 Budgetary Comparison Schedule – General Fund (Exhibit G-1)
 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	\$ 55,030,000	\$ 55,153,808	\$ 56,319,385	\$ 1,165,577
5800	State program revenues	68,230,000	67,135,799	69,390,435	2,254,636
5900	Federal program revenues	850,000	2,649,134	3,663,614	1,014,480
5020	Total revenues	<u>124,110,000</u>	<u>124,938,741</u>	<u>129,373,434</u>	<u>4,434,693</u>
Expenditures					
Current					
0011	Instruction	72,151,399	67,702,280	67,513,812	188,468
0012	Instructional resources and media services	1,603,302	1,573,301	1,520,405	52,896
0013	Curriculum and instructional staff development	1,215,144	1,234,794	1,140,809	93,985
0021	Instructional leadership	1,524,097	1,483,897	1,455,771	28,126
0023	School leadership	7,531,507	7,246,786	7,167,554	79,232
0031	Guidance, counseling and evaluation services	4,376,635	4,316,635	4,256,973	59,662
0032	Social work services	557,667	615,019	571,154	43,865
0033	Health services	1,504,988	1,364,988	1,329,089	35,899
0034	Student (pupil) transportation	2,980,160	3,836,814	3,576,980	259,834
0035	Food services	78,883	69,691	69,691	-
0036	Extracurricular activities	5,694,556	6,793,518	6,236,121	557,397
0041	General administration	2,967,672	3,290,700	3,048,676	242,024
0051	Facilities maintenance and operations	14,176,328	15,318,433	14,800,096	518,337
0052	Security and monitoring services	551,460	712,557	637,711	74,846
0053	Data processing services	3,989,580	3,576,337	3,340,923	235,414
0061	Community services	156,622	172,422	153,067	19,355
Capital outlay					
0081	Facilities acquisition and construction	2,000,000	10,652,758	11,027,236	(374,478)
Intergovernmental					
0099	Other intergovernmental charges	1,050,000	1,075,000	1,070,036	4,964
6030	Total expenditures	<u>124,110,000</u>	<u>131,035,930</u>	<u>128,916,104</u>	<u>2,119,826</u>
1100	Excess (deficiency) of revenues over (under) expenditures	-	(6,097,189)	457,330	6,554,519
Other financing sources (uses)					
7915	Transfers in	-	-	674,596	674,596
8949	Other uses	-	-	(14,000)	(14,000)
7080	Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>660,596</u>	<u>660,596</u>
Special items					
8912	Special item (use)	-	(749,673)	(371,648)	378,025
	Total special items	<u>-</u>	<u>(749,673)</u>	<u>(371,648)</u>	<u>378,025</u>
1200	Net change in fund balances	-	(6,846,862)	746,278	7,593,140
0100	Fund balance - September 1 (beginning)	37,231,116	37,231,116	37,231,116	-
3000	Fund balance - August 31 (ending)	<u>\$ 37,231,116</u>	<u>\$ 30,384,254</u>	<u>\$ 37,977,394</u>	<u>\$ 7,593,140</u>

San Angelo Independent School District

Schedule of District's Proportionate Share of the Net Pension Liability – Teacher Retirement System of Texas (Exhibit G-2)
Year Ended August 31, 2020

	2020	2019	2018	2017	2016	2015
District's proportion of the net pension liability	0.071811070%	0.072222936%	0.071647624%	0.072861427%	0.07665%	0.0487351%
District's proportionate share of net pension liability	\$ 37,329,639	\$ 39,753,257	\$ 22,909,050	\$ 27,533,250	\$ 27,094,755	\$ 13,017,820
State's proportionate share of the net pension liability associated with the District	57,977,643	63,388,503	38,885,427	48,542,407	46,073,448	40,432,025
Totals	<u>\$ 95,307,282</u>	<u>\$ 103,141,760</u>	<u>\$ 61,794,477</u>	<u>\$ 76,075,657</u>	<u>\$ 73,168,203</u>	<u>\$ 53,449,845</u>
District's covered payroll	\$ 80,967,583	\$ 79,008,268	\$ 78,186,792	\$ 78,244,552	\$ 75,523,372	\$ 73,897,210
District's proportionate share of net pension liability as a percentage of its covered payroll	46.10%	50.32%	29.30%	35.19%	35.88%	17.62%
Plan fiduciary net position as a percentage of the total pension liability	75.24%	73.74%	82.17%	78.00%	78.43%	83.25%

Note: The information disclosed for each fiscal year is reported as of the measurement date of the net pension liability with is August 31 of the preceding fiscal year.

Note: Plan information was unavailable prior to 2015.

San Angelo Independent School District
Schedule of District's Contributions – Teacher Retirement System to Texas (Exhibit G-3)
Year Ended August 31, 2020

	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>
Contractually required contributions	\$ 2,412,676	\$ 2,513,474	\$ 2,432,983	\$ 2,348,191	\$ 2,314,992	\$ 2,269,639
Contribution in relation to the contractually required contributions	<u>(2,412,676)</u>	<u>(2,513,474)</u>	<u>(2,432,983)</u>	<u>(2,348,191)</u>	<u>(2,314,992)</u>	<u>(2,269,639)</u>
Contribution deficiency (excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
District's covered payroll	\$ 82,559,521	\$ 80,967,583	\$ 79,008,268	\$ 78,186,792	\$ 78,244,552	\$ 75,523,372
Contributions as a percentage of covered payroll	2.92%	3.10%	3.08%	3.00%	2.96%	3.01%

Note: The information disclosed for each fiscal year is reported as of the District's fiscal year-end date.

Note: Plan information was unavailable prior to 2015.

San Angelo Independent School District
Schedule of District's Proportionate Share of the Net OPEB Liability (Exhibit G-4)
Year Ended August 31, 2020

	<u>2020</u>	<u>2019</u>	<u>2018</u>
District's proportion of the net OPEB liability	0.100464098%	0.102037369%	0.099479686%
District's proportionate share of net OPEB liability	\$ 47,510,702	\$ 50,948,192	\$ 43,259,984
State's proportionate share of the net OPEB liability associated with the District	<u>63,131,096</u>	<u>63,840,103</u>	<u>57,836,255</u>
Totals	<u>\$ 110,641,798</u>	<u>\$ 114,788,295</u>	<u>\$ 101,096,239</u>
District's covered-employee payroll	\$ 80,967,583	\$ 79,008,268	\$ 78,186,792
District's proportionate share of net OPEB liability as a percentage of its covered-employee payroll	58.68%	64.48%	55.33%
Plan fiduciary net position as a percentage of the total OPEB liability	2.66%	1.57%	0.91%

Note: The information disclosed for each fiscal year is reported as of the measurement date of the net OPEB liability with is August 31 of the preceding fiscal year.

Note: Plan information was unavailable prior to 2018.

San Angelo Independent School District
Schedule of District's Contributions to the OPEB (Exhibit G-5)
Year Ended August 31, 2020

	<u>2020</u>	<u>2019</u>	<u>2018</u>
Contractually required contributions	\$ 697,836	\$ 713,017	\$ 703,899
Contribution in relation to the contractually required contributions	<u>(697,836)</u>	<u>(713,017)</u>	<u>(703,899)</u>
Contribution deficiency (excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
District's covered-employee payroll	\$ 82,559,521	\$ 80,967,583	\$ 79,008,268
Contributions as a percentage of covered-employee payroll	0.85%	0.88%	0.89%

Note: The information disclosed for each fiscal year is reported as of the District's fiscal year-end date.

Note: Plan information was unavailable prior to 2018.

Note A - Budget

Budgetary Information

Each school district in Texas is required by law to prepare annually a budget of anticipated revenues and expenditures for the general fund, debt service fund, and the National School Breakfast and Lunch Program special revenue fund. The Texas Education Code requires the budget to be prepared not later than August 20 and adopted by August 31 of each year. The budgets are prepared on a basis of accounting that is used for reporting in accordance with generally accepted accounting principles.

The following procedures are followed in establishing the budgetary data reflected in the fund financial schedules:

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 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 formally approved and adopted by the Board.

Once a budget is approved, it can be amended by function and fund level only 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. Such amendments are made before the fact, are reflected in the official minutes of the Board and are not made after fiscal year end as required by law. Each amendment is controlled by the budget coordinator Accounting at the revenue and expenditure fund/function level. Budget amounts are as amended by the Board. All budget appropriations lapse at year end.

Note B - Pension

Changes of Benefit Terms

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

Changes in the Size or Composition of the Population Covered by the Benefit Terms

There are no changes in the size or composition of the population covered by the benefit terms during the measurement period.

Changes of Assumptions

- The single discount rate as of August 31, 2018 was a blended rate of 6.907% and that has been changed to the long-term rate of 7.25% 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 42,000, whichever is less.

Note C - OPEB

Changes of Benefit Terms

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

Changes in the Size or Composition of the Population Covered by the Benefit Terms

There were no changes in the size or composition of the population covered by the benefit terms during the measurement period.

Changes of Assumptions

- The discount rate changed from 3.69% as of August 31, 2018 to 2.63% as of August 31, 2019. This change increased the Total OPEB Liability (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% to 65%. The participation rate for post-65 retirees was lowered from 75% to 50%. 25% of 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% to 15%. In addition, the participation assumption for the surviving spouses of employees that die while actively employed was lowered from 20% to 10%. These changes decreased TOL.



Other Supplementary Information
August 31, 2020

San Angelo Independent School District

COMBINING AND OTHER STATEMENTS

Included in this section are combining nonmajor funds financial statements, and agency fund statement of changes in assets and liabilities.

GOVERNMENTAL FUNDS

Following is a description of the purposes of governmental funds.

REPORTED AS MAJOR FUNDS IN THE BASIC FINANCIAL STATEMENTS

- General Fund is the District's primary operating fund. It is used to account for all financial resources not required to be reported in another fund. It is always a major fund.

NONMAJOR GOVERNMENTAL FUNDS

Special Revenue Funds

- Funds 200 through 289 are used to account for the receipt and expenditure of federally funded programs. Revenues are generally recognized to the extent of eligible expenditures.
- Funds 380 through 429 are used to account for the State of Texas funded programs. Revenues are generally recognized to the extent of eligible expenditures.
- Funds 460 through 499 are used to account for the receipt and expenditure of local and intermediate source funded programs.

Debt Service Fund - to account for the accumulation of resources and payment of principal and interest on general obligation bonds. Resources are provided by an annual ad valorem tax levy and State of Texas Foundation Program revenues. Proceeds of refunding bond issues are also accounted for in this fund.

ENTERPRISE FUNDS

A brief description of the purpose of each enterprise fund follows.

Concession Fund – to account for the concession operations at athletic events.

Jumbotron Fund – to account for advertising revenues and operating costs of an electronic scoreboard installed at San Angelo Stadium.

AGENCY FUND

Student Activity Accounts - to account for funds which belong to student groups.

San Angelo Independent School District
Combining Balance Sheet – Nonmajor Governmental Funds (Exhibit H-1)
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	\$ -	\$ -
1120	Investments - current	-	-
1220	Property taxes - delinquent	-	-
1230	Allowance for uncollectible taxes (credit)	-	-
1240	Due from other governments	1,236,873	752,104
1250	Accrued interest	-	-
1260	Due from other funds	-	-
1290	Other receivables	-	-
1300	Inventories	-	-
1000	Total assets	<u>\$ 1,236,873</u>	<u>\$ 752,104</u>
Liabilities			
2110	Accounts payable	\$ 1,573	\$ 12,277
2150	Payroll deductions and withholdings payable	-	-
2170	Due to other funds	1,235,300	739,827
2180	Due to other governments	-	-
2300	Unearned revenues	-	-
2000	Total liabilities	<u>1,236,873</u>	<u>752,104</u>
Deferred Inflows of Resources			
2601	Unavailable revenue - property taxes	-	-
2600	Total inflows of resources	-	-
Fund Balances			
3410	Nonspendable - inventories	-	-
3450	Restricted - federal or state funds grant	-	-
3480	Restricted - retirement of long-term debt	-	-
3545	Committed - other	-	-
3000	Total fund balances	-	-
4000	Total liabilities, deferred inflows and fund balances	<u>\$ 1,236,873</u>	<u>\$ 752,104</u>

San Angelo Independent School District
Combining Balance Sheet – Nonmajor Governmental Funds (Exhibit H-1)
August 31, 2020

240	242	244	255	263
National Breakfast and Lunch Program	Summer Feeding Program	Career and Technical - Basic Grant	ESEA II, A Training and Recruiting	Title III, A English Lang. Acquisition
\$ 1,399,978	\$ 96,964	\$ -	\$ -	\$ -
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
118,991	-	34,706	300,276	-
-	-	-	-	-
-	-	-	-	-
7,753	-	-	-	-
576,398	-	-	-	-
<u>\$ 2,103,120</u>	<u>\$ 96,964</u>	<u>\$ 34,706</u>	<u>\$ 300,276</u>	<u>\$ -</u>
\$ 41,249	\$ -	\$ 9,888	\$ -	\$ -
80	-	-	-	-
450,142	-	24,818	300,276	-
-	-	-	-	-
212,094	-	-	-	-
<u>703,565</u>	<u>-</u>	<u>34,706</u>	<u>300,276</u>	<u>-</u>
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
576,398	-	-	-	-
823,157	96,964	-	-	-
-	-	-	-	-
-	-	-	-	-
<u>1,399,555</u>	<u>96,964</u>	<u>-</u>	<u>-</u>	<u>-</u>
<u>\$ 2,103,120</u>	<u>\$ 96,964</u>	<u>\$ 34,706</u>	<u>\$ 300,276</u>	<u>\$ -</u>

San Angelo Independent School District
Combining Balance Sheet – Nonmajor Governmental Funds (Exhibit H-1)
August 31, 2020

Data Control Codes	288	289	397
	Child & Adult Care Feeding	Other Federal Special Revenue Funds	Advanced Placement Incentives
Assets			
1110	Cash and cash equivalents	\$ 95,156	\$ 53,958
1120	Investments - current	-	-
1220	Property taxes - delinquent	-	-
1230	Allowance for uncollectible taxes (credit)	-	-
1240	Due from other governments	68,030	-
1250	Accrued interest	-	-
1260	Due from other funds	8,000	-
1290	Other receivables	-	-
1300	Inventories	-	-
1000	Total assets	<u>\$ 95,156</u>	<u>\$ 53,958</u>
Liabilities			
2110	Accounts payable	\$ -	\$ -
2150	Payroll deductions and withholdings payable	-	-
2170	Due to other funds	66,650	-
2180	Due to other governments	-	-
2300	Unearned revenues	-	-
2000	Total liabilities	<u>-</u>	<u>-</u>
Deferred Inflows of Resources			
2601	Unavailable revenue - property taxes	-	-
2600	Total inflows of resources	<u>-</u>	<u>-</u>
Fund Balances			
3410	Nonspendable - inventories	-	-
3450	Restricted - federal or state funds grant	95,156	53,958
3480	Restricted - retirement of long-term debt	-	-
3545	Committed - other	-	-
3000	Total fund balances	<u>95,156</u>	<u>53,958</u>
4000	Total liabilities, deferred inflows and fund balances	<u>\$ 95,156</u>	<u>\$ 53,958</u>

San Angelo Independent School District
Combining Balance Sheet – Nonmajor Governmental Funds (Exhibit H-1)
August 31, 2020

410	429	461	499	Total Nonmajor Special Revenue Funds	599	Total Nonmajor Governmental Funds
Instructional Materials Allotment	Other State Special Revenue Funds	Campus Activity Fund	Other Local Special Revenue Funds		Debt Service Fund	
\$ -	\$ 125,021	\$ 396,538	\$ 153,929	\$ 2,321,544	\$ 2,975,656	\$ 5,297,200
-	-	-	-	-	249,225	249,225
-	-	-	-	-	273,619	273,619
-	-	-	-	-	(90,311)	(90,311)
751,210	-	-	-	3,295,712	-	3,295,712
-	-	-	-	-	1,432	1,432
72,045	-	-	-	80,045	-	80,045
-	-	-	27,286	35,039	37,703	72,742
-	-	-	-	576,398	-	576,398
<u>\$ 823,255</u>	<u>\$ 125,021</u>	<u>\$ 396,538</u>	<u>\$ 181,215</u>	<u>\$ 6,308,738</u>	<u>\$ 3,447,324</u>	<u>\$ 9,756,062</u>
\$ 569,846	\$ -	\$ 19,356	\$ -	\$ 658,189	\$ -	\$ 658,189
-	-	-	-	80	-	80
253,409	-	16,770	4,828	3,125,542	-	3,125,542
-	-	-	-	-	42,998	42,998
-	-	14,624	-	226,718	-	226,718
<u>823,255</u>	<u>-</u>	<u>50,750</u>	<u>4,828</u>	<u>4,010,529</u>	<u>42,998</u>	<u>4,053,527</u>
-	-	-	-	-	131,159	131,159
-	-	-	-	-	131,159	131,159
-	-	-	-	576,398	-	576,398
-	125,021	-	-	1,199,636	-	1,199,636
-	-	-	-	-	3,273,167	3,273,167
-	-	345,788	176,387	522,175	-	522,175
<u>-</u>	<u>125,021</u>	<u>345,788</u>	<u>176,387</u>	<u>2,298,209</u>	<u>3,273,167</u>	<u>5,571,376</u>
<u>\$ 823,255</u>	<u>\$ 125,021</u>	<u>\$ 396,538</u>	<u>\$ 181,215</u>	<u>\$ 6,308,738</u>	<u>\$ 3,447,324</u>	<u>\$ 9,756,062</u>

San Angelo Independent School District
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances – Nonmajor Governmental
Funds (Exhibit H-2)
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	\$ -	\$ -	\$ -
5800	-	-	-
5900	4,073,129	2,993,741	114,659
5020	<u>4,073,129</u>	<u>2,993,741</u>	<u>114,659</u>
Expenditures			
Current			
0011	3,665,797	1,609,989	114,538
0012	8,336	-	-
0013	-	-	-
	189,168	19,651	-
0021	182,963	210,975	-
0023	-	-	-
0031	-	1,101,653	121
	-	51,473	-
0033	-	-	-
0035	-	-	-
0041	-	-	-
0051	-	-	-
0052	-	-	-
0061	26,865	-	-
Debt service			
0071	-	-	-
0072	-	-	-
0073	-	-	-
6030	<u>4,073,129</u>	<u>2,993,741</u>	<u>114,659</u>
1100	-	-	-
Other financing sources (Uses)			
7911	-	-	-
7915	-	-	-
7916	-	-	-
8911	-	-	-
8940	-	-	-
7080	<u>-</u>	<u>-</u>	<u>-</u>
1200	-	-	-
0100	-	-	-
3000	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

San Angelo Independent School District
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances – Nonmajor Governmental
Funds (Exhibit H-2)
Year Ended August 31, 2020

240	242	244	255	263
National Breakfast and Lunch Program	Summer Feeding Program	Career and Technical - Basic Grant	ESEA II, A Training and Recruiting	Title III, A English Lang. Acquisition
\$ 1,230,004	\$ 174	\$ -	\$ -	\$ -
227,733	-	-	-	-
4,291,614	364,028	187,184	573,218	35,853
<u>5,749,351</u>	<u>364,202</u>	<u>187,184</u>	<u>573,218</u>	<u>35,853</u>
-	-	134,561	14,835	35,853
-	-	-	-	-
-	-	22,174	474,502	-
-	-	1,277	75,833	-
-	-	-	-	-
-	-	29,172	-	-
-	-	-	-	-
7,298,294	315,927	-	-	-
-	-	-	-	-
156,109	427	-	-	-
-	-	-	-	-
-	-	-	8,048	-
-	-	-	-	-
-	-	-	-	-
<u>7,454,403</u>	<u>316,354</u>	<u>187,184</u>	<u>573,218</u>	<u>35,853</u>
<u>(1,705,052)</u>	<u>47,848</u>	<u>-</u>	<u>-</u>	<u>-</u>
-	-	-	-	-
11,624	-	-	-	-
-	-	-	-	-
-	-	-	-	-
<u>11,624</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<u>(1,693,428)</u>	<u>47,848</u>	<u>-</u>	<u>-</u>	<u>-</u>
3,092,983	49,116	-	-	-
<u>\$ 1,399,555</u>	<u>\$ 96,964</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

San Angelo Independent School District
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances – Nonmajor Governmental
Funds (Exhibit H-2)
Year Ended August 31, 2020

Data Control Codes	288	289	397
	Child & Adult Care Feeding	Other Federal Special Revenue Funds	Advanced Placement Incentives
Revenues			
5700	\$ -	\$ -	\$ -
5800	-	-	584
5900	-	205,914	-
5020	<u>-</u>	<u>205,914</u>	<u>584</u>
Expenditures			
Current			
0011	-	77,583	-
0012	-	-	-
0013	-	73,300	-
0021	-	-	-
0023	-	-	-
0031	-	-	-
0033	-	-	-
0035	-	-	-
0041	-	-	-
0051	-	-	-
0052	-	49,102	-
0061	-	549	-
Debt service			
0071	-	-	-
0072	-	-	-
0073	-	-	-
6030	<u>-</u>	<u>200,534</u>	<u>-</u>
1100	<u>-</u>	<u>5,380</u>	<u>584</u>
Other financing sources (Uses)			
7911	-	-	-
7915	-	-	-
7916	-	-	-
8911	-	-	-
8940	-	-	-
7080	<u>-</u>	<u>-</u>	<u>-</u>
1200	<u>-</u>	<u>5,380</u>	<u>584</u>
0100	95,156	-	53,374
3000	<u>\$ 95,156</u>	<u>\$ 5,380</u>	<u>\$ 53,958</u>

San Angelo Independent School District
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances – Nonmajor Governmental
Funds (Exhibit H-2)
Year Ended August 31, 2020

410	429	461	499	Total	599	Total
Instructional Materials Allotment	Other State Funded Special Revenue Funds	Campus Activity Fund	Other Local Special Revenue Funds	Nonmajor Special Revenue Funds	Debt Service Fund	Nonmajor Governmental Funds
\$ -	\$ -	\$ 522,432	\$ 52,987	\$ 1,805,597	\$ 8,944,079	\$ 10,749,676
1,550,221	156,065	-	-	1,934,603	327,223	2,261,826
-	-	-	-	12,839,340	-	12,839,340
<u>1,550,221</u>	<u>156,065</u>	<u>522,432</u>	<u>52,987</u>	<u>16,579,540</u>	<u>9,271,302</u>	<u>25,850,842</u>
1,559,403	27,732	260,775	-	7,501,066	-	7,501,066
-	-	-	-	8,336	-	8,336
65,589	4,776	100	-	849,260	-	849,260
-	-	2,813	-	473,861	-	473,861
-	-	188,051	-	188,051	-	188,051
-	-	-	-	1,130,946	-	1,130,946
-	-	-	-	51,473	-	51,473
-	-	-	-	7,614,221	-	7,614,221
-	-	-	4,900	4,900	-	4,900
-	-	7,458	-	163,994	-	163,994
-	-	-	-	49,102	-	49,102
-	-	-	34,407	69,869	-	69,869
-	-	-	-	-	3,579,982	3,579,982
-	-	-	-	-	5,551,568	5,551,568
-	-	-	-	-	654,074	654,074
<u>1,624,992</u>	<u>32,508</u>	<u>459,197</u>	<u>39,307</u>	<u>18,105,079</u>	<u>9,785,624</u>	<u>27,890,703</u>
<u>(74,771)</u>	<u>123,557</u>	<u>63,235</u>	<u>13,680</u>	<u>(1,525,539)</u>	<u>(514,322)</u>	<u>(2,039,861)</u>
-	-	-	-	-	66,684,994	66,684,994
-	-	18,200	22,103	51,927	-	51,927
-	-	-	-	-	10,483,071	10,483,071
(674,596)	-	-	(18,200)	(692,796)	-	(692,796)
-	-	-	-	-	(76,517,726)	(76,517,726)
<u>(674,596)</u>	<u>-</u>	<u>18,200</u>	<u>3,903</u>	<u>(640,869)</u>	<u>650,339</u>	<u>9,470</u>
(749,367)	123,557	81,435	17,583	(2,166,408)	136,017	(2,030,391)
749,367	1,464	264,353	158,804	4,464,617	3,137,150	7,601,767
<u>\$ -</u>	<u>\$ 125,021</u>	<u>\$ 345,788</u>	<u>\$ 176,387</u>	<u>\$ 2,298,209</u>	<u>\$ 3,273,167</u>	<u>\$ 5,571,376</u>

San Angelo Independent School District
Combining Statement of Net Position – Enterprise Funds (Exhibit H-6)
August 31, 2020

Data Control Codes		711 Concession Fund	712 JumboTron Fund	Total Nonmajor Enterprise Funds
Assets				
Current assets				
1110	Cash and cash equivalents	\$ 106,247	\$ 44,806	\$ 151,053
	Total current assets	<u>106,247</u>	<u>44,806</u>	<u>151,053</u>
Noncurrent assets				
Capital assets:				
1530	Furniture and equipment	-	856,089	856,089
1573	Depreciation on furniture and equipment	-	(428,045)	(428,045)
	Total noncurrent assets	<u>-</u>	<u>428,044</u>	<u>428,044</u>
1000	Total assets	<u>106,247</u>	<u>472,850</u>	<u>579,097</u>
Liabilities				
Current liabilities				
2110	Accounts payable	3,597	-	3,597
2200	Accrued expenses	-	42,887	42,887
2122	Note payable - due within one year	-	68,570	68,570
	Total current liabilities	<u>3,597</u>	<u>111,457</u>	<u>115,054</u>
Noncurrent liabilities				
2520	Note payable - due in more than one year	-	344,148	344,148
	Total noncurrent liabilities	<u>-</u>	<u>344,148</u>	<u>344,148</u>
2000	Total liabilities	<u>3,597</u>	<u>455,605</u>	<u>459,202</u>
Net Position				
3200	Net investment in capital assets	-	15,326	15,326
3900	Unrestricted	102,650	1,919	104,569
3000	Total net position	<u>\$ 102,650</u>	<u>\$ 17,245</u>	<u>\$ 119,895</u>

San Angelo Independent School District

Combining Statement of Revenues, Expenditures, and Changes in Net Position – Enterprise Funds (Exhibit H-7)

Year Ended August 31, 2020

Data Control Codes	711 Concession Fund	712 JumboTron Fund	Total Nonmajor Enterprise Funds
Operating revenues			
5700	\$ 74,120	\$ 159,004	\$ 233,124
5020	74,120	159,004	233,124
Operating expenses			
6100	22,375	-	22,375
6200	590	-	590
6300	27,593	-	27,593
6400	-	30,673	30,673
6440	-	85,609	85,609
6030	50,558	116,282	166,840
	23,562	42,722	66,284
Nonoperating revenues (expenses):			
6523	-	(37,187)	(37,187)
8030	-	(37,187)	(37,187)
Other financing sources (uses)			
8911	(11,624)	(22,103)	(33,727)
	(11,624)	(22,103)	(33,727)
1300	11,938	(16,568)	(4,630)
0100	90,712	33,813	124,525
3300	\$ 102,650	\$ 17,245	\$ 119,895

San Angelo Independent School District
Combining Statement of Cash Flows – Enterprise Funds (Exhibit H-8)
Year Ended August 31, 2020

	711 Concession Fund	712 JumboTron Fund	Total Nonmajor Enterprise Funds
Operating activities			
Cash received from user charges	\$ 77,226	\$ 159,004	\$ 236,230
Cash payments to employees for services	(22,375)	-	(22,375)
Cash payments for suppliers	(34,340)	(35,903)	(70,243)
Net cash from operating activities	<u>20,511</u>	<u>123,101</u>	<u>143,612</u>
Noncapital financing activities			
Operating transfer out	(11,624)	(22,103)	(33,727)
Net cash used for noncapital financing activities	<u>(11,624)</u>	<u>(22,103)</u>	<u>(33,727)</u>
Investing activities			
Retirement of long-term debt	-	(63,811)	(63,811)
Interest paid on long-term debt	-	(37,187)	(37,187)
Net cash used for investing activities	<u>-</u>	<u>(100,998)</u>	<u>(100,998)</u>
Net change in cash and cash equivalents	8,887	-	8,887
Cash and cash equivalents - beginning of the year	<u>97,360</u>	<u>44,806</u>	<u>142,166</u>
Cash and cash equivalents - end of the year	<u>\$ 106,247</u>	<u>\$ 44,806</u>	<u>\$ 151,053</u>
Reconciliation of operating income to net cash from operating activities			
Operating income	\$ 23,562	\$ 42,722	\$ 66,284
Depreciation	-	85,609	85,609
Adjustments to reconcile operating income (loss) to net cash from operating activities			
Change in assets and liabilities			
Other receivables	3,106	-	3,106
Accounts payable	(6,157)	-	(6,157)
Accrued expenses	-	(5,230)	(5,230)
Net cash from operating activities	<u>\$ 20,511</u>	<u>\$ 123,101</u>	<u>\$ 143,612</u>

San Angelo Independent School District
Statement of Changes in Assets and Liabilities – Student Activity Funds (Exhibit H-9)
Year Ended August 31, 2020

Data Control Codes		Balance - September 1	Additions	Deletions	Balance - August 31
	Assets				
1110	Cash and cash equivalents	\$ 529,221	\$ 123,202	\$ (84,912)	\$ 567,511
1290	Other receivables	272	997	(212)	1,057
1000	Total assets	<u>529,493</u>	<u>124,199</u>	<u>(85,124)</u>	<u>568,568</u>
	Liabilities				
2110	Accounts payable	893	12,805	(13,598)	100
2190	Due to student groups	528,600	124,534	(84,666)	568,468
2000	Total liabilities	<u>\$ 529,493</u>	<u>\$ 137,339</u>	<u>\$ (98,264)</u>	<u>\$ 568,568</u>



Required TEA Schedules
August 31, 2020

San Angelo Independent School District

San Angelo Independent School District
Schedule of Delinquent Taxes Receivable (Exhibit J-1)
Year Ended August 31, 2020

<u>Last Ten Years Ended August 31</u>	Tax Rates		3 Assessed/ Appraised Value for School Tax Purposes
	1	2	
	<u>Maintenance</u>	<u>Debt Service</u>	
2011 (and prior years)	\$ Various	\$ Various	\$ Various
2012	1.040000	0.240000	3,244,186,953
2013	1.040000	0.220000	3,672,571,745
2014	1.040000	0.220000	3,881,035,694
2015	1.040000	0.200000	4,295,874,565
2016	1.040000	0.195000	4,542,852,960
2017	1.040000	0.180000	4,702,034,461
2018	1.040000	0.170000	4,970,459,071
2019	1.040000	0.170000	5,077,423,013
2020 (school year under audit)	0.970000	0.160000	5,326,658,942
1000 Totals			

San Angelo Independent School District
Schedule of Delinquent Taxes Receivable (Exhibit J-1)
Year Ended August 31, 2020

10	20	31	32	40	50
Beginning Balance September 1, 2019	Current Year's Total Levy	Maintenance Total Collections	Debt Service Total Collections	Entire Year's Adjustments	Ending Balance August 31, 2020
\$ 318,681	\$ -	\$ 1,369	\$ 359	\$ (1,881)	\$ 315,072
19,048	-	382	89	(147)	18,430
21,078	-	767	163	(510)	19,638
21,806	-	1,970	418	(399)	19,019
58,012	-	8,418	1,615	(1,915)	46,064
91,414	-	18,408	3,454	(2,703)	66,849
139,180	-	40,650	7,173	(2,908)	88,449
361,124	-	149,290	47,144	(6,045)	158,645
939,178	-	376,591	118,923	(32,031)	411,633
<u>-</u>	<u>62,401,292</u>	<u>52,659,195</u>	<u>8,686,051</u>	<u>(164,483)</u>	<u>891,563</u>
<u>\$ 1,969,521</u>	<u>\$ 62,401,292</u>	<u>\$ 53,257,040</u>	<u>\$ 8,865,389</u>	<u>\$ (213,022)</u>	<u>\$ 2,035,362</u>

San Angelo Independent School District
 Budgetary Comparison Schedule – Child Nutrition Program (Exhibit J-4)
 Year Ended August 31, 2020

Data Control Codes		Budgeted Amounts		Actual Amounts (GAAP Basis)	Variance with Final Budget Positive (Negative)
		Original	Final		
	Revenues				
5700	Local and intermediate sources	\$1,785,963	\$1,785,963	\$ 1,230,004	\$ (555,959)
5800	State program revenues	33,000	33,000	227,733	194,733
5900	Federal program revenues	5,635,900	5,635,900	4,291,614	(1,344,286)
5020	Total revenues	<u>7,454,863</u>	<u>7,454,863</u>	<u>5,749,351</u>	<u>(1,705,512)</u>
	Expenditures				
	Current				
0035	Food services	7,936,513	7,936,513	7,298,294	638,219
0051	Facilities maintenance and operations	<u>175,000</u>	<u>175,000</u>	<u>156,109</u>	<u>18,891</u>
6030	Total expenditures	<u>8,111,513</u>	<u>8,111,513</u>	<u>7,454,403</u>	<u>657,110</u>
1100	Excess (deficiency) of revenues over (under) expenditures	<u>(656,650)</u>	<u>(656,650)</u>	<u>(1,705,052)</u>	<u>(1,048,402)</u>
	Other financing sources (uses)				
7915	Transfers in	-	-	11,624	11,624
7080	Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>11,624</u>	<u>11,624</u>
1200	Net change in fund balances	(656,650)	(656,650)	(1,693,428)	(1,036,778)
0100	Fund balance, September 1 (Beginning)	<u>3,092,983</u>	<u>3,092,983</u>	<u>3,092,983</u>	<u>-</u>
3000	Fund balance, August 31 (Ending)	<u>\$2,436,333</u>	<u>\$2,436,333</u>	<u>\$ 1,399,555</u>	<u>\$ (1,036,778)</u>

San Angelo Independent School District
 Budgetary Comparison Schedule – Debt Service Fund (Exhibit J-5)
 Year Ended August 31, 2020

Data Control Codes		Budgeted Amounts		Actual Amounts (GAAP Basis)	Variance with Final Budget - Positive (Negative)
		Original	Final		
Revenues					
5700	Local and intermediate sources	\$8,875,000	\$8,875,000	\$ 8,944,079	\$ 69,079
5800	State program revenues	320,000	320,000	327,223	7,223
5020	Total revenues	9,195,000	9,195,000	9,271,302	76,302
Expenditures					
Debt service					
0071	Principal on long term debt	3,579,982	3,579,982	3,579,982	-
0072	Interest on long term debt	5,549,068	5,551,568	5,551,568	-
0073	Bond issuance costs and fees	8,500	8,500	654,074	(645,574)
6030	Total expenditures	9,137,550	9,140,050	9,785,624	(645,574)
1100	Excess (deficiency) of revenues over (under) expenditures	57,450	54,950	(514,322)	(569,272)
Other financing sources (uses)					
7911	Issuance of bonds	-	-	66,684,994	66,684,994
7916	Premium or (discount) on issuance of bonds	-	-	10,483,071	10,483,071
8940	Payment to refunded bonds escrow agent	-	-	(76,517,726)	(76,517,726)
7080	Total other financing sources (uses)	-	-	650,339	650,339
1200	Net change in fund balances	57,450	54,950	136,017	81,067
0100	Fund balance, September 1 (Beginning)	3,137,150	3,137,150	3,137,150	-
3000	Fund balance, August 31 (Ending)	\$3,194,600	\$3,192,100	\$ 3,273,167	\$ 81,067

STATISTICAL SECTION

STATISTICAL SECTION

(UNAUDITED - for Analytical Purposes Only)

This part of San Angelo Independent School District's comprehensive annual financial report presents detailed information as a context for understanding what the information in the financial statements, note disclosures, and required supplementary information says about the District's overall financial health.

TABLE	CONTENTS
	Financial Trends
	<i>These tables contain trend information to help the reader understand how the District's financial performance and well-being have changed over time.</i>
	Entity-wide information:
1	Net position by component, last ten fiscal years
2	Changes in net position, last ten fiscal years
	Governmental Funds Information:
3	Fund balances, last ten fiscal years
4	Changes in fund balances, last ten fiscal years
	Revenue Capacity
	<i>These tables contain information to help the reader assess the District's most significant local revenue source, the property tax.</i>
5	Assessed value and actual value of taxable property, and Comptroller's valuation of standardized base, last ten fiscal years; and tax base distribution, last two tax years
6	Allocation of property tax rates and tax levies, last ten fiscal years
7	Direct and overlapping property tax rates, last ten fiscal years
8	Property use categories at gross appraised market value, tax year 2019
9	Principal property taxpayers, current year and nine years ago
10	Property tax levies and collections, last ten fiscal years
	Debt Capacity
	<i>These tables present information to help the reader assess the affordability of the District's current levels of outstanding debt and the District's ability to issue additional debt in the future.</i>
11	Ratios of outstanding debt by type, last ten fiscal years
12	Ratios of net general bonded debt outstanding, last ten fiscal years; and statement of legal debt margin
13	Direct and overlapping governmental activities debt as of August 31, 2019
14	Pledged revenue coverage, last five fiscal years
	Demographic and Economic Information
	<i>These tables offer demographic and economic indicators to help the reader understand the environment within which the District's financial activities take place and to help make comparisons over time and with other governments.</i>
15	Demographic and economic statistics, last ten calendar years
16	Principal employers, current year and nine years ago
	Operating Information
	<i>These tables contain information about the District's operations and resources to help the reader understand how the District's financial information relates to the services the District provides and activities it performs.</i>
17	Staff information, last ten fiscal years
18	Student information, last ten fiscal years
19	Operating statistics, last ten fiscal years
20	Capital assets information, last ten fiscal years

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

SAN ANGELO INDEPENDENT SCHOOL DISTRICT
NET POSITION BY COMPONENT,
LAST TEN FISCAL YEARS
(UNAUDITED - accrual basis of accounting)

	<u>2019-20</u>	<u>2018-19</u>	<u>2017-18</u>	<u>2016-17</u>
Governmental Activities:				
Net Investment in Capital Assets	\$ 108,936,803	\$ 101,247,577	\$ 100,353,298	\$ 97,955,870
Restricted	5,143,110	6,399,823	6,089,743	6,863,019
Unrestricted	(54,084,501)	(45,336,461)	(37,933,567)	21,555,112
Total Governmental Activities Net Position	<u>\$ 59,995,412</u>	<u>\$ 62,310,939</u>	<u>\$ 68,509,474</u>	<u>\$ 126,374,001</u>
Business-Type Activities:				
Net Investment in Capital Assets	\$ 15,326	\$ 37,124	\$ 61,311	\$ 66,107
Unrestricted	104,569	87,401	103,727	66,676
Total Business-Type Activities Net Position	<u>\$ 119,895</u>	<u>\$ 124,525</u>	<u>\$ 165,038</u>	<u>\$ 132,783</u>
Primary Government:				
Net Investment in Capital Assets	\$ 108,952,129	\$ 101,284,701	\$ 100,414,609	\$ 98,021,977
Restricted	5,143,110	6,399,823	6,089,743	6,863,019
Unrestricted	(53,979,932)	(45,249,060)	(37,829,840)	21,621,788
Total Primary Government Net position	<u>\$ 60,115,307</u>	<u>\$ 62,435,464</u>	<u>\$ 68,674,512</u>	<u>\$ 126,506,784</u>

Net Position includes prior period adjustments in fiscal years 2006, 2008, and 2009 and 2015

Net Position at 2013 has been restated to reflect the expense of bond issuance costs in 2006 & 2009 in compliance with GASB 65

Net Position at 2018 reflects a prior period adjustment due to the implementation of GASB 75.

TABLE 1

Fiscal Year					
2015-16	2014-15	2013-14	2012-13	2011-12	2010-11
\$ 90,140,840	\$ 86,764,060	\$ 81,778,241	\$ 76,142,025	\$ 71,331,462	\$ 68,123,024
6,861,596	6,283,407	5,350,037	4,775,658	4,327,397	3,660,369
28,242,791	25,114,945	33,870,166	30,269,027	31,774,879	33,444,213
<u>\$ 125,245,227</u>	<u>\$ 118,162,412</u>	<u>\$ 120,998,444</u>	<u>\$ 111,186,710</u>	<u>\$ 107,433,738</u>	<u>\$ 105,227,606</u>
\$ 109,382	\$ 113,000	\$ (13,743)	\$ (27,899)	\$ (9,988)	\$ (994)
62,690	71,368	22,067	7,761	(16,094)	(37,514)
<u>\$ 172,072</u>	<u>\$ 184,368</u>	<u>\$ 8,324</u>	<u>\$ (20,138)</u>	<u>\$ (26,082)</u>	<u>\$ (38,508)</u>
\$ 90,250,222	\$ 86,877,060	\$ 81,764,498	\$ 76,114,126	\$ 71,321,474	\$ 68,122,030
6,861,596	6,283,407	5,350,037	4,775,658	4,327,397	3,660,369
28,305,481	25,186,313	33,892,233	30,276,788	31,758,785	33,406,699
<u>\$ 125,417,299</u>	<u>\$ 118,346,780</u>	<u>\$ 121,006,768</u>	<u>\$ 111,166,572</u>	<u>\$ 107,407,656</u>	<u>\$ 105,189,098</u>

SAN ANGELO INDEPENDENT SCHOOL DISTRICT
 CHANGES IN NET POSITION,
 LAST TEN FISCAL YEARS
 (UNAUDITED - accrual basis of accounting)

Expenses	2019-20	2018-19	2017-18	2016-17
Governmental Activities:				
Instruction	\$ 86,853,916	\$ 82,687,563	\$ 51,556,903	\$ 77,999,154
Instructional resources and media services	1,774,739	1,612,730	1,264,120	1,647,322
Curriculum and instructional staff development	2,132,162	1,961,160	1,435,773	1,716,081
Instructional leadership	2,329,207	2,200,484	1,506,818	2,213,468
School leadership	8,283,136	8,605,223	5,202,016	8,114,827
Guidance, counseling and evaluation services	5,959,387	5,469,420	3,319,490	5,045,874
Social work services	711,783	783,298	476,751	850,650
Health services	1,532,218	1,072,014	659,390	842,485
Student (pupil) transportation	4,097,618	4,202,486	2,525,348	3,365,482
Food Services	7,728,560	8,159,075	6,291,319	8,170,182
Cocurricular / extracurricular activities	6,141,030	6,209,293	4,920,402	5,919,093
General Administration	3,349,615	3,117,518	2,217,761	2,951,580
Facilities maintenance and operation	15,840,350	15,364,938	11,899,225	13,489,583
Security and monitoring services	900,968	890,969	887,986	533,421
Data processing services	3,563,043	3,559,359	2,274,922	3,053,492
Community services	236,514	381,899	241,135	321,991
Debt Service - Interest on ong term debt	9,466,000	5,296,911	4,856,957	5,190,095
Bond Issuance cost and fees	-	7,500	-	-
Facilities acquisition and construction	67,564	144,290	-	-
Other Governmental Charges (Appraisal District)	1,070,036	1,031,123	1,007,138	984,554
Total Governmental Activities Expenses	162,037,846	152,757,253	102,543,454	142,409,334
Business-Type Activities:				
Concessions	50,558	65,608	65,857	93,902
Jumbo-tron (FY 2005-06 first year of operations)	153,469	164,399	149,660	170,999
Total Business-Type Activities Expenses	204,027	230,007	215,517	264,901
Total Primary Government Expenses	\$ 162,241,873	\$ 152,987,260	\$ 102,758,971	\$ 142,674,235
Program Revenues				
Governmental Activities:				
Charges for services:				
Instruction	\$ 3,187,381	\$ 1,267,634	\$ 616,375	\$ 635,127
Instructional leadership	-	-	13,899	12,457
School leadership	-	-	284,925	255,372
Health services	-	-	36,446	-
Food services	1,210,456	1,764,661	1,600,561	1,659,254
Cocurricular / extracurricular activities	319,618	375,278	452,762	430,594
General administration	-	-	-	-
Facilities maintenance and operations	238,105	145,737	155,591	490,177
Security and monitoring & data processing	-	-	14,579	9,660
Operating grants and contributions	25,918,571	28,081,346	3,516,901	23,892,431
Total Governmental Activities Program Revenues	30,874,131	31,634,656	6,692,039	27,385,072
Business-Type Activities:				
Concessions	74,120	57,168	108,240	102,177
Jumbo-tron (FY 2005-06 first year of operations)	159,004	159,004	144,864	144,265
Total Business-Type Activities Program Revenues	233,124	216,172	253,104	246,442
Total Primary Government Program Revenues	\$ 31,107,255	\$ 31,850,828	\$ 6,945,143	\$ 27,631,514

(Continued)

TABLE 2

		Fiscal Year									
		2015-16	2014-15	2013-14	2012-13	2011-12	2010-11				
\$	79,329,970	\$	74,059,072	\$	71,629,182	\$	66,826,951	\$	66,164,039	\$	71,147,496
	1,632,171		1,577,545		1,509,404		1,517,811		1,530,895		1,693,393
	1,309,828		1,106,285		1,104,738		1,161,151		828,657		1,163,024
	2,304,859		2,123,211		1,941,920		1,876,257		1,857,948		1,983,233
	7,922,842		7,191,122		6,808,788		6,690,570		6,572,481		6,486,493
	5,124,249		4,623,658		4,652,230		4,648,827		4,816,003		5,015,244
	831,773		690,344		685,493		642,501		656,475		711,054
	820,322		703,002		695,736		674,661		687,262		764,970
	3,436,964		3,141,761		3,026,966		2,934,984		2,767,646		2,671,412
	8,320,309		7,664,481		7,808,904		7,633,433		7,078,316		7,052,970
	6,050,147		5,621,490		5,241,302		4,938,248		4,960,017		4,581,926
	2,865,429		3,522,185		2,749,765		2,510,566		2,522,886		2,643,524
	13,853,266		12,917,386		12,830,874		13,316,353		13,164,586		13,219,909
	537,672		580,352		535,578		440,045		443,446		414,299
	2,768,960		2,946,972		2,455,921		2,414,907		2,509,966		2,428,527
	292,545		286,510		260,514		266,562		264,170		333,666
	5,236,192		3,480,046		5,887,537		6,032,495		6,063,090		6,406,428
	-		-		-		-		-		-
	-		-		-		-		-		-
	979,498		954,466		826,793		846,240		828,172		814,001
	<u>143,616,996</u>		<u>133,189,888</u>		<u>130,651,645</u>		<u>125,372,562</u>		<u>123,716,055</u>		<u>129,531,569</u>
	105,647		74,871		49,420		95,177		87,635		93,968
	158,860		51,423		115,663		88,037		70,343		74,279
	264,507		126,294		165,083		183,214		157,978		168,247
	<u>\$ 143,881,503</u>		<u>\$ 133,316,182</u>		<u>\$ 130,816,728</u>		<u>\$ 125,555,776</u>		<u>\$ 123,874,033</u>		<u>\$ 129,699,816</u>
\$	615,065	\$	553,237	\$	486,921	\$	515,623	\$	496,433	\$	473,003
	6,097		5,846		5,264		5,863		4,978		4,637
	280,450		303,999		273,724		257,965		248,886		231,845
	-		-		-		-		-		-
	1,640,888		1,969,013		1,905,270		1,931,106		1,823,703		1,742,433
	401,525		296,563		329,071		219,150		247,956		237,287
	-		-		-		-		436,744		417,901
	613,012		691,442		477,168		538,180		-		-
	6,062		6,792		4,316		-		-		-
	23,562,972		23,709,543		23,897,070		21,106,992		24,603,425		30,601,466
	<u>27,126,071</u>		<u>27,536,435</u>		<u>27,378,804</u>		<u>24,574,879</u>		<u>27,862,125</u>		<u>33,708,572</u>
	102,737		79,420		109,156		110,157		106,280		109,464
	144,265		115,663		81,788		82,584		68,059		56,230
	247,002		195,083		190,944		192,741		174,339		165,694
	<u>\$ 27,373,073</u>		<u>\$ 27,731,518</u>		<u>\$ 27,569,748</u>		<u>\$ 24,767,620</u>		<u>\$ 28,036,464</u>		<u>\$ 33,874,266</u>

SAN ANGELO INDEPENDENT SCHOOL DISTRICT
 CHANGES IN NET POSITION,
 LAST TEN FISCAL YEARS
 (UNAUDITED - accrual basis of accounting)

Expenses	2019-20	2018-19	2017-18	2016-17
Governmental Activities	\$ (131,163,715)	\$ (121,122,597)	\$ (95,850,200)	\$ (115,024,262)
Business-Type Activities	29,097	(13,835)	37,587	(18,459)
Total Primary Government Net Expense	<u>\$ (131,134,618)</u>	<u>\$ (121,136,432)</u>	<u>\$ (95,812,613)</u>	<u>\$ (115,042,721)</u>
General Revenues and Other Changes in Net Position				
Governmental Activities:				
Property taxes	\$ 62,279,325	\$ 60,440,001	\$ 59,730,056	\$ 57,105,830
State aid - formula grants not restricted	62,902,647	50,299,398	52,577,418	57,564,524
Grants and contributions not restricted	979,040	587,685	-	-
Investment earnings	812,778	1,409,116	782,475	539,120
Miscellaneous	2,212,319	2,207,779	781,210	922,732
Special items	-	(46,595)	(34,698)	-
Transfers in (out)	33,727	26,678	5,332	20,830
Total Governmental Activities	129,219,836	114,924,062	113,841,793	116,153,036
Business-Type Activities:				
Transfers	(33,727)	(26,678)	(5,332)	(20,830)
Total Primary Government	<u>\$ 129,186,109</u>	<u>\$ 114,897,384</u>	<u>\$ 113,836,461</u>	<u>\$ 116,132,206</u>
Extraordinary Item	\$ (371,648)			
Change in Net Position Current Year Transactions				
Governmental Activities	\$ (2,315,527)	\$ (6,198,535)	\$ 17,991,593	\$ 1,128,774
Business-Type Activities	(4,630)	(40,513)	32,255	(39,289)
Total Primary Government	<u>\$ (2,320,157)</u>	<u>\$ (6,239,048)</u>	<u>\$ 18,023,848</u>	<u>\$ 1,089,485</u>

1) Changes reflect the implementation of GASB 75

TABLE 2

Fiscal Year					
2015-16	2014-15	2013-14	2012-13	2011-12	2010-11
\$ (115,024,262)	\$ (116,490,925)	\$ (105,653,453)	\$ (103,272,841)	\$ (100,797,683)	\$ (95,853,930)
(18,459)	(17,505)	68,789	25,861	9,527	16,361
<u>\$ (115,042,721)</u>	<u>\$ (116,508,430)</u>	<u>\$ (105,584,664)</u>	<u>\$ (103,246,980)</u>	<u>\$ (100,788,156)</u>	<u>\$ (95,837,569)</u>
\$ 55,799,787	\$ 53,143,786	\$ 48,741,279	\$ 46,231,283	\$ 41,265,609	\$ 40,180,884
65,582,875	63,735,611	63,225,151	57,369,244	55,449,625	55,337,595
-	-	-	-	-	3,519,460
356,437	198,903	219,106	189,976	432,806	1,005,471
1,839,850	745,617	894,303	756,568	996,085	2,599,119
-	(150,000)	-	-	(87,997)	-
(5,209)	(107,255)	4,735	3,584	3,934	-
<u>123,573,740</u>	<u>117,566,662</u>	<u>113,084,574</u>	<u>104,550,655</u>	<u>98,060,062</u>	<u>102,642,529</u>
5,209	107,255	(4,735)	(3,584)	(3,934)	-
<u>\$ 123,578,949</u>	<u>\$ 117,673,917</u>	<u>\$ 113,079,839</u>	<u>\$ 104,547,071</u>	<u>\$ 98,056,128</u>	<u>\$ 102,642,529</u>
\$ 8,549,478	\$ 1,075,737	\$ 7,431,121	\$ 1,277,814	\$ (2,737,621)	\$ 6,788,599
(13,250)	89,750	64,054	22,277	5,593	16,361
<u>\$ 8,536,228</u>	<u>\$ 1,165,487</u>	<u>\$ 7,495,175</u>	<u>\$ 1,300,091</u>	<u>\$ (2,732,028)</u>	<u>\$ 6,804,960</u>

SAN ANGELO INDEPENDENT SCHOOL DISTRICT
 FUND BALANCES, GOVERNMENTAL FUNDS,
 LAST TEN FISCAL YEARS
 (UNAUDITED - modified accrual basis of accounting)

	<u>2018-19</u>	<u>2018-19</u>	<u>2017-18</u>	<u>2016-17</u>
General Fund:				
Non Spendable Fund Balance				
Inventory	\$ 83,555	\$ -	\$ -	\$ -
Prepaid Expenditures	1,536,543	375,664	350,605	511,256
Total Non Spendable Fund Balance	<u>1,620,098</u>	<u>375,664</u>	<u>350,605</u>	<u>511,256</u>
Restricted Fund Balance				
Retirement of LT Debt	666,544	689,724	999,713	952,593
Other Restricted	-	-	-	-
Total Restricted Fund Balance	<u>666,544</u>	<u>689,724</u>	<u>999,713</u>	<u>952,593</u>
Committed Fund Balance				
Construction	-	3,150,000	2,050,000	1,175,000
Capital Expenditures for Equipment	-	6,250,000	1,900,000	9,000,000
Self Insurance	-	-	-	-
Other Committed	250,000	250,000	1,550,000	500,000
Total Committed Fund Balance	<u>250,000</u>	<u>9,650,000</u>	<u>5,500,000</u>	<u>10,675,000</u>
Unassigned Fund Balance	<u>35,440,752</u>	<u>26,515,728</u>	<u>32,513,383</u>	<u>25,080,869</u>
Total General Fund	<u>\$ 37,977,394</u>	<u>\$ 37,231,116</u>	<u>\$ 39,363,701</u>	<u>\$ 37,219,718</u>
All Other Governmental Funds:				
Non Spendable Fund Balance				
Inventory	\$ 576,398	\$ 645,705	\$ 768,136	\$ 794,840
Prepaid Expenditures	-	473,899	-	-
Total Non Spendable Fund Balance	<u>576,398</u>	<u>1,119,604</u>	<u>768,136</u>	<u>794,840</u>
Restricted Fund Balance				
Retirement of Long Term Debt	3,273,167	3,137,150	3,509,900	3,844,236
Federal or State Funds and Grant Restrictions	1,199,636	2,646,388	2,579,843	3,018,783
Capital Acquisition and Contractual Obligations	-	-	-	-
Total Restricted Fund Balance	<u>4,472,803</u>	<u>5,783,538</u>	<u>6,089,743</u>	<u>6,863,019</u>
Committed Fund Balance				
Construction	-	-	-	-
Campus Activity Funds	-	-	-	-
Committed Other	522,175	423,157	395,167	349,942
Assigned Other	-	275,468	-	-
Unassigned Fund Balance	-	-	-	-
Total Other Governmental Funds:	<u>\$ 5,571,376</u>	<u>\$ 7,601,767</u>	<u>\$ 7,253,046</u>	<u>\$ 8,007,801</u>
All Governmental Funds:				
Non Spendable	2,196,496	1,495,268	1,118,741	1,306,096
Restricted	5,139,347	6,473,262	7,089,456	7,815,612
Committed	772,175	10,348,625	5,895,167	11,024,942
Unassigned	35,440,752	26,515,728	32,513,383	25,080,869
Total All Governmental Funds	<u>\$ 43,548,770</u>	<u>\$ 44,832,883</u>	<u>\$ 46,616,747</u>	<u>\$ 45,227,519</u>

Note: Fund balances 2009-2014 reflect issue and spend down of school building bonds.

TABLE 3

Fiscal Year					
2015-16	2014-15	2013-14	2012-13	2011-12	2010-11
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
577,644	539,955	804,326	977,720	733,001	313,487
<u>577,644</u>	<u>539,955</u>	<u>804,326</u>	<u>977,720</u>	<u>733,001</u>	<u>313,487</u>
1,020,034	1,052,186	1,017,649	1,075,374	1,115,869	1,132,018
9,000	70,869	114,756	187,520	331,113	224,212
<u>1,029,034</u>	<u>1,123,055</u>	<u>1,132,405</u>	<u>1,262,894</u>	<u>1,446,982</u>	<u>1,356,230</u>
3,979,500	7,000,000	1,800,000	775,000	825,000	400,000
7,500,000	4,700,000	2,000,000	1,500,000	3,150,000	2,000,000
-	-	-	-	-	2,350,000
500,000	500,000	1,155,051	2,147,421	1,500,000	1,500,000
<u>11,979,500</u>	<u>12,200,000</u>	<u>4,955,051</u>	<u>4,422,421</u>	<u>5,475,000</u>	<u>6,250,000</u>
28,345,279	22,792,153	24,977,806	21,781,089	22,384,107	22,624,187
<u>\$ 41,931,457</u>	<u>\$ 36,655,163</u>	<u>\$ 31,869,588</u>	<u>\$ 28,444,124</u>	<u>\$ 30,039,090</u>	<u>\$ 30,543,904</u>
\$ 724,064	\$ 743,492	\$ 867,340	\$ 840,098	\$ 722,548	\$ 656,522
-	-	-	-	-	-
<u>724,064</u>	<u>743,492</u>	<u>867,340</u>	<u>840,098</u>	<u>722,548</u>	<u>656,522</u>
4,143,962	3,683,852	3,322,654	2,611,930	2,241,004	2,041,113
2,708,634	2,528,686	1,912,627	1,976,208	1,755,280	1,395,044
-	1,765	1,765	3,602,405	24,422,633	52,367,795
<u>6,852,596</u>	<u>6,214,303</u>	<u>5,237,046</u>	<u>8,190,543</u>	<u>28,418,917</u>	<u>55,803,952</u>
-	-	-	61,063	-	-
-	-	296,761	255,626	186,107	-
447,182	417,745	138,517	-	-	-
-	-	-	-	-	-
-	-	-	-	-	414,322
<u>\$ 8,023,842</u>	<u>\$ 7,375,540</u>	<u>\$ 6,539,664</u>	<u>\$ 9,347,330</u>	<u>\$ 29,327,572</u>	<u>\$ 56,874,796</u>
1,301,708	1,283,447	1,671,666	1,817,818	1,455,549	970,009
7,881,630	7,337,358	6,369,451	9,453,437	29,865,899	57,160,182
12,426,682	12,617,745	5,390,329	4,739,110	5,661,107	6,250,000
28,345,279	22,792,153	24,977,806	21,781,089	22,384,107	23,038,509
<u>\$ 49,955,299</u>	<u>\$ 44,030,703</u>	<u>\$ 38,409,252</u>	<u>\$ 37,791,454</u>	<u>\$ 59,366,662</u>	<u>\$ 87,418,700</u>

Fund balance for years prior to 2011 have been re-stated with GASB 54 Component Categories.

SAN ANGELO INDEPENDENT SCHOOL DISTRICT
 CHANGES IN FUND BALANCES, GOVERNMENTAL FUNDS,
 LAST TEN FISCAL YEARS
 (UNAUDITED - modified accrual basis of accounting)

	2019-20	2018-19	2017-18	2016-17
Revenues				
Local and intermediate sources:				
Property taxes, penalty and interest	\$ 62,720,202	\$ 61,468,122	\$ 60,370,767	\$ 57,831,827
Tuition and fees	106,750	171,600	194,748	231,798
Food services	1,207,461	1,764,007	1,600,561	1,659,690
Co-curricular and enterprising activities	978,820	1,174,935	1,131,570	1,044,900
Investment earnings	804,843	1,400,650	815,066	552,440
Insurance proceeds - property damage	507,839	-	-	-
Other revenues	743,146	998,102	484,636	780,608
Total local and intermediate sources	67,069,061	66,977,416	64,597,348	62,101,263
State program revenues	71,652,261	57,174,061	58,586,747	61,407,774
Federal program revenues	16,502,954	19,196,518	18,804,054	18,969,884
Total revenues	155,224,276	143,347,995	141,988,149	142,478,921
Expenditures				
Current:				
Instruction	75,014,878	73,202,381	69,386,687	71,092,471
Instructional resources and media services	1,528,741	1,404,283	1,474,314	1,479,302
Curriculum and instructional staff development	1,990,069	1,860,197	1,642,696	1,656,211
Instructional leadership	1,929,632	1,854,211	1,992,070	1,940,582
School leadership	7,355,605	7,861,753	7,692,242	7,723,820
Guidance, counseling and evaluation services	5,387,919	5,032,980	4,895,235	4,800,938
Social work services	571,154	663,488	660,177	735,417
Health services	1,380,562	995,949	960,327	809,041
Student (pupil) transportation	3,576,980	3,999,687	3,339,107	3,233,055
Food Services	7,683,912	8,230,240	8,047,245	7,825,896
Cocurricular / extracurricular activities	6,236,121	5,523,563	5,122,385	5,328,089
General Administration	3,053,576	2,890,004	2,873,253	2,876,563
Facilities maintenance and operation	14,964,090	14,468,181	14,206,772	13,307,696
Security and monitoring services	686,813	2,192,253	1,440,935	515,486
Data processing services	3,340,923	3,220,123	2,932,466	2,666,125
Community services	222,936	367,781	344,411	314,627
Debt service:				
Principal	3,579,982	4,675,000	4,761,271	4,475,000
Interest and fees	6,205,642	4,464,375	4,677,950	4,883,800
Capital outlay	11,027,236	1,174,370	3,174,590	10,618,289
Intergovernmental: tax appraisal and collection	1,070,036	1,031,123	1,007,138	984,554
Total expenditures	156,806,807	145,111,942	140,631,271	147,266,962
Excess revenues over (under) expenditures	(1,582,531)	(1,763,947)	1,356,878	(4,788,041)
Other financing sources (uses)				
Debt issued	66,684,994	-	-	-
Sale of real and personal property	-	-	61,716	39,431
Premium or (discount) on issuance of bonds	10,483,071	-	-	-
Transfers in	726,523	792,564	33,473	45,428
Special Item	-	150,000	-	-
Transfers out	(692,796)	(765,886)	(28,141)	(24,598)
Other Uses	(14,000)	(196,595)	-	-
Payment to bond refunding escrow agent	(76,517,726)	-	-	-
Total other financing sources (uses)	670,066	(19,917)	67,048	60,261
Extraordinary Item (use)	(371,648)	-	(34,698)	-
Restatement of beginning fund balance	-	-	-	-
Net change in fund balances	\$ (1,284,113)	\$ (1,783,864)	\$ 1,389,228	\$ (4,727,780)
Debt service as a percentage of noncapital expenditures	6.7%	6.3%	6.9%	6.8%

TABLE 4

Fiscal Year					
2015-16	2014-15	2013-14	2012-13	2011-12	2010-11
\$ 56,283,800	\$ 53,552,652	\$ 49,537,938	\$ 46,862,208	\$ 42,086,455	\$ 40,707,500
225,355	224,136	213,619	190,635	185,700	181,271
1,640,888	1,969,013	1,905,903	1,932,674	1,825,858	1,723,990
1,005,138	895,712	901,948	791,357	397,173	803,376
359,460	199,106	218,948	190,109	431,999	1,003,562
53,656	-	-	-	-	14,269
815,495	849,990	570,400	702,901	1,189,565	621,574
60,383,792	57,690,609	53,348,756	50,669,884	46,116,750	45,055,542
67,268,946	68,580,461	67,728,981	60,247,743	59,268,701	63,963,052
19,331,793	18,864,239	19,392,931	18,227,547	20,783,348	25,494,872
146,984,531	145,135,309	140,470,668	129,145,174	126,168,799	134,513,466
71,380,540	70,073,414	67,378,105	64,151,797	64,074,951	69,442,509
1,447,992	1,455,745	1,411,714	1,436,517	1,461,309	1,641,580
1,255,589	1,075,202	1,067,412	1,123,135	806,077	1,142,672
2,035,845	1,945,918	1,829,588	1,810,826	1,840,991	1,956,431
7,401,004	7,101,710	6,655,089	6,543,699	6,377,121	6,320,002
4,812,066	4,603,429	4,636,835	4,602,952	4,740,125	4,976,653
720,293	662,779	627,879	603,006	618,172	678,612
775,995	703,989	688,197	665,682	675,840	757,953
3,252,201	3,132,733	3,058,749	2,927,093	2,547,529	2,493,675
7,963,012	7,626,807	7,743,714	7,457,015	6,928,173	6,991,112
5,710,564	5,759,136	5,549,188	5,124,341	4,302,148	4,452,010
2,794,252	2,609,530	2,697,994	2,454,881	2,339,102	2,467,637
13,610,153	12,854,485	15,695,471	12,624,624	12,651,191	12,813,566
492,515	529,843	476,085	424,236	393,832	359,955
2,528,416	2,753,712	3,220,412	2,978,716	2,200,234	2,638,293
281,010	287,370	258,475	264,101	259,779	332,128
4,825,000	4,910,000	4,320,000	4,180,000	3,523,822	3,556,162
5,087,395	6,325,787	6,035,326	6,182,511	6,865,664	6,769,531
4,760,726	4,898,029	5,773,255	24,386,376	30,825,505	40,489,391
979,498	954,466	826,793	846,240	828,172	814,001
142,114,066	140,264,084	139,950,281	150,787,748	154,259,737	171,093,873
4,870,465	4,871,225	520,387	(21,642,574)	(28,090,938)	(36,580,407)
-	99,939,982	-	-	-	-
1,059,340	92,276	73,315	63,783	34,966	1,826,993
-	14,770,863	-	-	-	-
5,768	5,745	35,321	78,152	171,198	4,443
-	-	-	-	-	-
(10,977)	(113,000)	(11,225)	(74,568)	(167,264)	(4,443)
-	-	-	-	-	-
-	(113,795,640)	-	-	-	-
1,054,131	900,226	97,411	67,367	38,900	1,826,993
-	(150,000)	-	-	-	-
-	-	-	-	-	-
\$ 5,924,596	\$ 5,621,451	\$ 617,798	\$ (21,575,207)	\$ (28,052,038)	\$ (34,753,414)
7.2%	8.3%	7.7%	8.2%	8.4%	7.9%

SAN ANGELO INDEPENDENT SCHOOL DISTRICT
 ASSESSED VALUE AND ACTUAL VALUE OF TAXABLE PROPERTY,
 AND COMPTROLLER'S VALUATION OF STANDARDIZED BASE,
 LAST TEN FISCAL YEARS;
 AND TAX BASE DISTRIBUTION, LAST TWO TAX YEARS
 (UNAUDITED)

Fiscal Year	Tax Year	Actual Value				Less: Exemptions	Net Assessed Taxable Value	Standardized Local Tax Base (Comptroller's Valuation)
		Real Property	Personal Property	Minerals	Total			
2010-11	2010	3,774,575,922	557,021,230	1,208,690	4,332,805,842	1,248,042,382	3,084,763,460	3,367,273,539
2011-12	2011	3,918,783,728	611,004,314	891,120	4,530,679,162	1,289,737,911	3,240,941,251	3,542,638,679
2012-13	2012	3,960,104,305	650,656,498	1,007,260	4,611,768,063	938,218,977	3,673,549,086	3,665,872,806
2013-14	2013	4,033,087,635	776,290,319	1,025,980	4,810,403,934	929,368,240	3,881,035,694	3,869,227,850
2014-15	2014	4,540,479,994	846,992,690	828,400	5,388,301,084	1,092,426,519	4,295,874,565	4,093,504,667
2015-16	2015	4,898,701,375	1,000,476,170	376,080	5,899,553,625	1,356,700,665	4,542,852,960	4,545,509,107
2016-17	2016	5,190,440,400	924,336,790	326,370	6,115,103,560	1,413,069,099	4,702,034,461	4,694,723,962
2017-18	2017	5,449,465,714	959,433,783	724,990	6,409,624,487	1,439,165,416	4,970,459,071	4,950,639,042
2018-19	2018	5,519,560,076	977,440,660	1,860,620	6,498,861,356	1,421,438,343	5,077,423,013	5,079,310,755
2019-20	2019	5,489,270,878	1,208,658,040	1,250,350	6,699,179,268	1,372,520,326	5,326,658,942	5,334,940,577
Tax Base Distribution								
						2019 Tax Roll	2018 Tax Roll	
Property Type:								
Real Property						\$ 5,489,270,878	\$ 5,519,560,076	
Personal Property						1,208,658,040	977,440,660	
Minerals						1,250,350	1,860,620	
Total Gross Values						<u>6,699,179,268</u>	<u>6,498,861,356</u>	
Less Exemptions:								
Agricultural Productivity						120,441,620	120,319,790	
Freeport						36,248,471	36,090,285	
Pollution Control						5,797,938	5,750,995	
Mandatory Homestead						541,900,213	542,589,018	
Mandatory Over 65						79,342,850	77,725,770	
Mandatory Disabled						9,990,840	9,850,490	
Mandatory Disabled Veteran						78,307,547	69,297,103	
Optional \$25,000 Disability						20,883,938	20,300,696	
Over 65 & Disabled Freeze Credits						402,524,661	428,038,314	
Prorations / Exempt						1,945,084	2,464,202	
Cap Credit (on Appraisals of Real Estate)						75,137,664	109,011,680	
Total Exemptions						<u>1,372,520,826</u>	<u>1,421,438,343</u>	
Total Net Valuation						<u>\$ 5,326,658,442</u>	<u>\$ 5,077,423,013</u>	

Sources: Actual Value, Exemptions and Net Assessed Value - Tom Green County Appraisal District.
 Standardized Local Tax Base - TEA TEA website reporting of Final Tax year values for school funding.
 2014 values reflect \$25,000 residence homestead exemption authorized by 84th Legislature.

Notes: Property is assessed at full market value.

SAN ANGELO INDEPENDENT SCHOOL DISTRICT
ALLOCATION OF PROPERTY TAX RATES AND TAX LEVIES,
LAST TEN FISCAL YEARS
(UNAUDITED)

Fiscal Year	District's Direct Tax Rates (Per \$100 of Assessed Value)			District's Tax Levies		
	General Fund	Debt Service Fund	Total	General Fund	Debt Service Fund	Original Levy Total
2010-11	1.04000	0.27250	1.31250	32,113,728	8,414,412	40,528,140
2011-12	1.04000	0.24000	1.28000	33,739,544	7,786,049	41,525,593
2012-13	1.04000	0.22000	1.26000	38,194,755	8,079,650	46,274,405
2013-14	1.04000	0.22000	1.26000	40,362,770	8,538,280	48,901,050
2014-15	1.04000	0.20000	1.24000	44,677,097	8,591,748	53,268,845
2015-16	1.04000	0.19500	1.23500	47,245,656	8,858,578	56,104,234
2016-17	1.04000	0.18000	1.22000	48,901,157	8,463,663	57,364,820
2017-18	1.04000	0.17000	1.21000	51,692,773	8,449,782	60,142,555
2018-19	1.04000	0.17000	1.21000	52,805,197	8,631,621	61,436,818
2019-20	0.97000	0.16000	1.13000	53,565,712	8,835,580	62,401,292

Source: Tom Green County Appraisal District.

SAN ANGELO INDEPENDENT SCHOOL DISTRICT
 DIRECT AND OVERLAPPING PROPERTY TAX RATES,
 LAST TEN FISCAL YEARS
 (UNAUDITED)

Fiscal Year	Tax Year	District's Total Direct Rates	Overlapping Rates*	
			Tom Green County	City of San Angelo
2010-11	2010	1.31250	0.52500	0.81750
2011-12	2011	1.28000	0.52500	0.78600
2012-13	2012	1.26000	0.52500	0.77600
2013-14	2013	1.26000	0.52500	0.77600
2014-15	2014	1.24000	0.51500	0.77600
2015-16	2015	1.23500	0.51250	0.77600
2016-17	2016	1.22000	0.51250	0.77600
2017-18	2017	1.21000	0.53500	0.77600
2018-19	2018	1.21000	0.54500	0.77600
2019-20	2019	1.13000	0.55117	0.77600

* Includes rates for maintenance & operations and debt service.

Tax Due Dates and Penalties:

Tax statements are mailed in October and are considered delinquent on February 1. Penalties and interest begin to accrue on that date.

Source: Tom Green County Appraisal District.

SAN ANGELO INDEPENDENT SCHOOL DISTRICT
PROPERTY USE CATEGORIES AT GROSS APPRAISED MARKET VALUE
TAX YEAR 2019
(UNAUDITED)

Property Code	Property Use Category	Items		Gross Appraised Market Value
		Description	Number	
A	Single family residence	No. of properties	31,183	\$ 4,231,063,630
B	Multi-family residence	No. of properties	430	217,391,830
C	Vacant lots/tracts	No. of properties	3,905	93,630,610
D-1	Qualified Ag land	No. of acres	41,477	128,968,160
D-2	Non-qualified land	No. of accounts	109	3,052,470
E	Farm and ranch improvements	No. of parcels	453	35,531,350
F-1	Real: Commercial	No. of properties	2,494	902,780,894
F-2	Real: Industrial	No. of properties	54	35,562,900
G-1	Minerals: Oil and gas	No. of accounts	6	1,250,350
J	Real and personal: utilities	No. of companies	158	210,590,030
L-1	Personal: Commercial	No. of properties	4,183	529,118,950
L-2	Personal: Industrial	No. of properties	134	432,523,620
M-1	Mobile homes	No. of homes	765	11,140,430
O	Real property: Inventory	No. of properties	839	15,581,018
S	Special inventory	No. of accounts	57	46,572,310
Totals				<u>\$ 6,894,758,552</u>
			Total parcels in category D-1	<u>687</u>

Source: Tom Green County Appraisal District.

SAN ANGELO INDEPENDENT SCHOOL DISTRICT
 PRINCIPAL PROPERTY TAXPAYERS
 CURRENT YEAR AND NINE YEARS AGO
 (UNAUDITED)

Taxpayer	Type of Business	Fiscal Year 2019-20			Fiscal Year 2010-11		
		Assessed Value	Rank	Percent of Total Assessed Value	Assessed Value	Rank	Percent of Total Assessed Value
AEP Texas North	Utility	90,167,740	1	1.69%	\$ 47,475,210	2	1.54%
Ethicon	Manufacturing	72,300,982	2	1.36%	33,469,116	4	1.08%
Wal-Mart & Sam's	Retail	65,433,930	3	1.23%	56,429,011	1	1.83%
C&J Spec Rent & Well Services Inc.	Petroleum Ind.	61,120,900	4	1.15%			
Hirschfeld Steel & Energy	Manufacturing	42,053,890	5	0.79%			
HEB Grocery Company LP	Retail	23,840,290	6	0.45%			
Southern Glazers Wine & Spirits of TX	Distribution	21,471,830	7	0.40%			
Atmos Energy/Mid-Tex Division	Utility	21,398,920	8	0.40%			
San Angelo Community Medical Center	Medical	20,307,410	9	0.38%	42,151,211	3	1.37%
Jim Bass Ford Inc.	Transportation	20,152,370	10	0.38%			
Verizon Southwest	Utility				29,023,252	5	0.94%
Sunset Mall	Real Estate				23,010,830	6	0.75%
Alexander Properties	Real Estate				16,675,654	7	0.54%
Suddenlink	Utility				15,956,413	8	0.52%
Lowe's	Retail				12,623,035	9	0.41%
Stripes	Retail				12,512,319	10	0.41%
	Total	<u>\$ 438,248,262</u>		<u>8.23%</u>	<u>\$ 289,326,051</u>		<u>9.39%</u>
	Total Assessed Value	<u>\$ 5,326,658,942</u>			<u>\$ 3,084,763,460</u>		

Source: Tom Green County Appraisal District.

SAN ANGELO INDEPENDENT SCHOOL DISTRICT
PROPERTY TAX LEVIES AND COLLECTIONS,
LAST TEN FISCAL YEARS
(UNAUDITED)

Fiscal Year	Taxes Levied for the Fiscal Year (Original Levy)	Adjustments	Total Adjusted Levy	Collected within the Fiscal Year of Levy		Collections in Subsequent Years	Total Collections to Date	
				Amount	Percent of Original Levy		Amount	Percent of Adjusted Levy
2010-11	40,528,140	(405,927)	40,122,213	39,414,014	97.25%	693,771	40,107,785	99.96%
2011-12	41,525,593	(340,662)	41,184,931	40,661,953	97.92%	504,138	41,166,091	99.95%
2012-13	46,274,405	(33,484)	46,240,921	45,551,446	98.44%	667,983	46,219,429	99.95%
2013-14	48,901,050	(176,718)	48,724,332	48,093,415	98.35%	608,391	48,701,806	99.95%
2014-15	53,268,845	(128,856)	53,139,989	52,410,963	98.39%	668,027	53,078,990	99.89%
2015-16	56,104,234	(316,395)	55,787,839	54,855,433	97.77%	832,263	55,687,696	99.82%
2016-17	57,364,820	(330,813)	57,034,007	56,278,844	98.11%	554,117	56,832,961	99.65%
2017-18	60,142,555	(418,827)	59,723,728	58,887,087	97.91%	628,891	59,515,978	99.65%
2018-19	61,436,818	(218,312)	61,218,506	60,280,514	98.12%	495,513	60,776,027	99.28%
2019-20	62,401,292	(164,484)	62,236,808	62,122,428	99.55%	-	62,122,428	99.82%

Source: Tom Green County Appraisal District.

SAN ANGELO INDEPENDENT SCHOOL DISTRICT
RATIOS OF OUTSTANDING DEBT BY TYPE,
LAST TEN FISCAL YEARS
(UNAUDITED)

Fiscal Year	Governmental Activities				Business-Type Activities	Total Primary Government	Percent of Personal Income	Per Capita
	General Obligation Bonds	Contractual Obligations	Loans Payable	Capital Leases	Cap. Lease or Debt			
2010-11	\$ 132,213,823	\$ -	\$ -	\$ -	\$ 210,536	\$ 132,424,359	3.17%	\$ 1,168
2011-12	128,690,000	-	-	-	166,029	128,856,029	2.91%	1,125.25
2012-13	124,510,000	-	-	-	130,441	124,640,441	2.65%	1,073.83
2013-14	120,190,000	-	-	-	62,785	120,252,785	2.49%	1,023.26
2014-15	115,129,981	-	-	-	743,089	115,873,070	2.18%	971.82
2015-16	110,304,982	-	-	-	636,861	110,941,843	2.14%	921.52
2016-17	105,829,982	-	-	-	587,951	106,417,933	2.10%	882.88
2017-18	101,369,982	-	-	-	534,639	101,904,621	1.91%	846.63
2018-19	96,694,982	-	-	-	476,529	97,171,511	1.68%	804.17
2019-20	93,114,994	-	-	-	412,718	93,527,712	1.55%	766.45

Notes: Details of the District's outstanding debt are in the notes to the financial statements.

Fiscal year 2008-09 general obligation bonds include \$117 million school building bonds issued in that fiscal year.

a See Table 15 for personal income and population data. These ratios are calculated using personal income and population for the prior calendar year.

SAN ANGELO INDEPENDENT SCHOOL DISTRICT
RATIOS OF NET GENERAL BONDED DEBT OUTSTANDING,
LAST TEN FISCAL YEARS;
AND STATEMENT OF LEGAL DEBT MARGIN
(UNAUDITED)

Fiscal Year	Net General Bonded Debt Outstanding				Net General Bonded Debt	Percent of Actual Value of Taxable Property	Per Capita
	General Obligation Bonds	Contractual Obligations	Total General Bonded Debt	Less: Amount in Debt Service Fund			
2010-11	\$ 132,213,823	\$ -	\$ 132,213,823	\$ 2,041,113	\$ 130,172,710	3.00%	\$1,147.68
2011-12	128,690,000	-	128,690,000	2,241,004	126,448,996	2.79%	1,104.23
2012-13	124,510,000	-	124,510,000	2,611,930	121,898,070	2.64%	1,050.20
2013-14	120,190,000	-	120,190,000	3,322,653	116,867,347	2.43%	994.45
2014-15	115,129,981	-	115,129,981	3,683,882	111,446,099	2.07%	934.69
2015-16	110,304,982	-	110,304,982	4,143,962	106,161,020	1.80%	881.81
2016-17	105,829,982	-	105,829,982	3,844,236	101,985,746	1.67%	846.11
2017-18	101,369,982	-	101,369,982	3,503,107	97,866,875	1.53%	813.08
2018-19	96,694,982	-	96,694,982	3,137,150	93,557,832	1.44%	774.27
2019-20	93,114,994	-	93,114,994	3,273,167	89,841,827	1.34%	736.25

Notes: Details of the District's outstanding debt are in the notes to the financial statements.

a See Table 5 for property value data.

b See Table 15 for population data.

STATEMENT OF LEGAL DEBT MARGIN

The laws of the State of Texas do not prescribe any specific tax-supported debt limit for Texas school districts, therefore a statement of legal debt margin is not presented in this report. However, the Texas Education Code, Sec 45.0031, prescribes a limitation on issuance of such debt, as follows:

Before issuing bonds, the District must demonstrate to the Texas Attorney General that, with respect to the proposed issuance, the District has a projected ability to pay the principal of and interest on the proposed bonds and all previously issued bonds, other than bonds authorized to be issued at an election held on or before April 1, 1991, and issued before September 1, 1992, from a tax at a rate not to exceed \$0.50 per \$100 of valuation.

The District's current debt service tax rate is \$0.17 per \$100 valuation, indicating a margin to service debt of approximately two times that currently being levied.

SAN ANGELO INDEPENDENT SCHOOL DISTRICT
 DIRECT AND OVERLAPPING GOVERNMENTAL ACTIVITIES DEBT
 AS OF AUGUST 31, 2019
 (UNAUDITED)

<u>Governmental Unit</u>	<u>Debt Outstanding</u>	<u>As of</u>	<u>Estimated Percentage Applicable</u> a	<u>Estimated Share of Overlapping Debt</u>
Debt Repaid With Property Taxes				
City of San Angelo	\$ 56,050,128	9/30/2019	100.00%	\$ 56,050,128
Tom Green County	63,950,000	9/30/2019	73.88%	47,246,260
Other Debt				
City of San Angelo:				
COs Serviced by 1/2 Cent Sales Tax	12,155,000	9/30/2019	100.00%	12,155,000
Subtotal overlapping debt				<u>115,451,388</u>
District direct debt				b <u>96,694,982</u>
Total Direct & Overlapping Debt				<u><u>\$ 212,146,370</u></u>

Sources: Taxable value used to estimate applicable percentages provided by Tom Green County Appraisal District.
 Outstanding debt data provided by each governmental unit.

Notes: Overlapping governments are those that coincide, at least in part, with the geographic boundaries of the District. This table estimates the portion of the outstanding debt of those overlapping governments that is borne by the residents and businesses of the District. This process recognizes that, when considering the District's ability to issue and repay long-term debt, the entire debt burden borne by the residents and businesses should be taken into account. However, this does not imply that every taxpayer is a resident, and therefore responsible for repaying the debt, of each overlapping government.

a 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 taxable value.

b See Table 11 for details of the District's direct governmental activities debt.

This table reports values at year end 2019 because audited information for the City and County for year end 2020 is not available .

SAN ANGELO INDEPENDENT SCHOOL DISTRICT
 PLEDGED REVENUE COVERAGE,
 LAST TEN FISCAL YEARS
 (UNAUDITED)

Fiscal Year	Jumbotron Capital Lease Payable or Debt Payable						
	Advertising Service Charges	Less: Operating Expenses	Net Available Revenue	Debt Service			Coverage
				Principal	Interest	Total	
2010-11	\$ 56,229	\$ -	\$ 56,229	\$ 49,199	\$ 20,778	\$ 69,977	80%
2011-12	68,059	-	68,059	44,507	16,843	61,350	111%
2012-13	82,584	-	82,584	35,588	34,537	70,125	118%
2013-14	81,788	-	81,788	67,657	7,693	75,350	109%
2014-15	115,663	-	115,663	62,784	2,382	65,166	177%
2015-16	144,265	-	144,265	106,228	57,317	163,545	88%
2016-17	144,265	32,474	111,791	48,910	52,916	101,826	110%
2017-18	144,865	15,934	128,931	53,312	48,117	101,429	127%
2018-19	159,004	30,673	128,331	58,110	42,888	100,998	127%
2019-20	159,004	30,671	128,333	63,340	37,187	100,527	128%

Notes: The Jumbo-tron scoreboard was acquired at the end of fiscal year 2004-05. Fiscal year 2005-06 was the first year of operations.
 Revenues from advertising on the scoreboard are pledged for debt service payments on the capital lease. Operating expenses do not include interest, depreciation, or amortization expenses.
 The jumbotron was replaced with a new jumbotron at the end of fiscal 2015 under a similar agreement for the rights to advertising revenues being reported as debt.
 Details of the District's outstanding debt are in the notes to the financial statements.

SAN ANGELO INDEPENDENT SCHOOL DISTRICT
 DEMOGRAPHIC AND ECONOMIC STATISTICS,
 LAST TEN CALENDAR YEARS
 (UNAUDITED)

<u>Calendar Year</u>	<u>Population</u> a	<u>Personal Income</u> [Calculated]	<u>Per Capita Income</u> b	<u>Unemployment Rate</u> c
2010	113,422	4,173,135,646	36,793	6.5%
2011	114,513	4,422,377,547	38,619	6.5%
2012	116,071	4,702,384,423	40,513	5.5%
2013	117,519	4,837,082,040	41,160	5.2%
2014	119,233	5,313,737,878	44,566	4.2%
2015	120,390	5,183,752,620	43,058	4.2%
2016	120,535	5,078,742,225	42,135	4.8%
2017	120,365	5,326,632,710	44,254	3.7%
2018	120,834	5,784,927,750	47,875	3.2%
2019	122,027	6,016,907,316	49,308	3.2%

Note: Information is for the City of San Angelo, Texas Metropolitan Statistical area, since the geographic area is approximately the same.

Calendar Year 2019 is the most recent available information.

- Sources:** **a** U.S. Bureau of Economic Analysis for
the San Angelo Metropolitan Statistical Area.
b U.S. Bureau of Economic Analysis for
the San Angelo Metropolitan Statistical Area.
c Bureau of Labor Statistics

SAN ANGELO INDEPENDENT SCHOOL DISTRICT
PRINCIPAL EMPLOYERS,
CURRENT YEAR AND NINE YEARS AGO
(UNAUDITED)

Employer	Fiscal Year 2019-20			Fiscal Year 2010-11		
	Number of Employees	Rank	Percent of Total Employment	Number of Employees	Rank	Percent of Total Employment
Goodfellow Air Force Base	5,333	1	11.37%	4,990	1	11.75%
Shannon Health System	4,896	2	10.44%	2,565	2	6.04%
San Angelo Independent School District	2,332	3	4.97%	2,063	3	4.86%
Angelo State University	1,323	4	2.82%	1,635	4	3.85%
San Angelo Community Medical Center	1,236	5	2.64%	843	7	1.98%
Walmart	1,079	6	2.30%			0.00%
City of San Angelo	995	7	2.12%	877	5	2.06%
Stripes Convenience Stores	882	8	1.88%			0.00%
San Angelo State Supported Living Center	770	9	1.64%	860	6	2.02%
Ethicon (Johnson & Johnson)	665	10	1.42%			0.00%
Tom Green County			0.00%	748	8	1.76%
Sitel, Inc			0.00%	715	9	1.68%
Frontier Communications (Verizon)			0.00%	578	10	1.36%
Totals	<u>19,511</u>		<u>41.60%</u>	<u>15,874</u>		<u>37.36%</u>
Total City of San Angelo Employment	<u>46,890</u>			<u>42,474</u>		

Sources: Principal Employers - San Angelo Chamber of Commerce.

Total City of San Angelo Employment - San Angelo Economic Development Labor Force Statistics

Notes: Employer information is for the dates indicated:

Fiscal Year 2019-20: San Angelo Chamber of Commerce August 2018

Fiscal Year 2010-11: San Angelo Chamber of Commerce November 2010

SAN ANGELO INDEPENDENT SCHOOL DISTRICT
STAFF INFORMATION,
LAST TEN FISCAL YEARS
(UNAUDITED)

	Fiscal Year									
	2019-20	2018-19	2017-18	2016-17	2015-16	2014-15	2013-14	2012-13	2011-12	2010-11
<u>Full-time-Equivalent Employees</u>										
Professional Staff:										
Teachers	939.4	934.3	936.1	943.6	954.8	943.1	931.3	921.7	944.2	987.4
Professional Support	196.3	184.8	173.9	187.1	181.5	176.5	173.6	176.0	168.7	186.5
Campus Administrators	55.5	55.5	55.1	54.5	52.6	51.0	48.4	47.5	46.1	45.2
Central Administrators	28.0	26.0	25.1	27.0	24.0	25.0	23.0	18.0	17.0	17.0
Educational Aides	187.0	256.1	251.8	243.9	233.1	238.1	227.6	214.3	226.7	244.2
Auxiliary Staff	463.7	495.8	504.5	498.5	472.9	486.6	491.8	500.3	486.2	505.1
Total Full-time-Equivalents	1,869.9	1,952.5	1,946.5	1,954.6	1,918.9	1,920.3	1,895.7	1,877.8	1,888.9	1,985.4
<u>Students per Teacher</u>	15.4	15.5	15.6	15.4	15.3	15.5	15.6	15.7	15.0	14.2
<u>Teachers by Years of Experience</u>										
Beginning Teachers	83.7	82.1	76.3	113.6	73.6	75.9	59.8	66.1	38.4	47.7
1-5 Years Experience	291.3	283.0	282.9	238.4	251.7	226.0	225.1	201.2	230.9	258.8
6-10 Years Experience	169.4	163.1	168.3	178.2	184.8	202.0	179.3	186.7	195.5	200.0
11-20 Years Experience	235.5	239.6	240.5	243.9	267.1	254.7	276.5	281.4	280.5	291.3
Over 20 Years Experience	159.6	166.4	168.2	169.5	177.6	184.4	190.7	186.3	199.0	189.6
<u>Average Teacher Salary by Years of Experience</u>										
Beginning Teachers	\$ 39,121	\$ 39,451	\$ 37,486	\$ 38,873	\$ 37,981	\$ 35,507	\$ 36,220	\$ 35,597	\$ 31,612	\$ 35,744
1-5 Years Experience	43,631	42,680	41,910	41,063	40,270	39,423	39,155	38,924	37,947	38,411
6-10 Years Experience	47,672	45,493	45,032	44,134	43,589	42,618	42,143	41,588	40,652	41,135
11-20 Years Experience	54,473	49,723	48,980	48,234	47,610	46,827	45,934	45,504	44,648	45,240
Over 20 Years Experience	61,128	57,304	56,584	56,138	55,749	54,749	53,945	54,082	53,530	54,061
<u>Turnover Rate for Teachers</u>	19.0%	17.7%	18.1%	16.5%	15.1%	15.4%	13.6%	16.7%	12.7%	11.6%
<u>Class Size Average:</u>										
Elementary:										
Kindergarten	18.9	18.5	17.5	17.9	17.8	18.3	18.6	18.7	19.1	18.5
Grade 1	19.5	18.6	18.4	17.5	18.1	19.1	19.0	19.1	19.0	19.2
Grade 2	18.3	19.4	18.5	18.2	18.3	18.6	18.3	19.3	23.8	18.6
Grade 3	18.5	19.0	18.8	18.9	19.0	18.4	18.5	18.9	34.2	17.8
Grade 4	18.7	18.7	18.6	17.3	17.5	17.5	18.3	18.8	39.0	18.4
Grade 5	20.6	20.0	19.9	19.5	19.1	19.6	20.2	20.7	37.5	21.1
Grade 6	20.4	21.1	21.0	21.2	20.6	20.2	18.6	21.9	22.4	21.8
Mixed Grades	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
Secondary:										
English	17.2	19.0	19.7	19.7	18.2	18.8	17.5	20.2	17.0	20.1
Foreign Language	21.4	21.1	20.2	19.5	18.9	21.9	21.8	21.0	20.6	20.8
Mathematics	17.2	20.9	20.8	20.4	18.3	18.8	18.7	19.9	17.0	20.3
Science	18.1	21.4	20.9	20.8	19.3	19.5	18.7	21.3	18.0	20.6
Social Studies	17.8	20.3	20.9	21.1	19.1	20.4	20.0	21.0	17.8	20.6

Source: TEA Academic Excellence Indicator System-PEIMS Data
TEA- Texas Academic Performance Report

N/A: Information not available

SAN ANGELO INDEPENDENT SCHOOL DISTRICT
STUDENT INFORMATION,
LAST TEN FISCAL YEARS
(UNAUDITED)

Student Ethnic Distribution	Fiscal Year									
	2019-20	2018-19	2017-18	2016-17	2015-16	2014-15	2013-14	2012-13	2011-12	2010-11
African American	554	545	574	614	600	614	639	673	626	599
Hispanic	8,726	8,649	8,687	8,585	8,623	8,598	8,515	8,413	8,089	8,017
White	4,672	4,762	4,777	4,903	4,982	4,990	4,984	4,958	5,048	5,054
Asian/Pacific Islander	202	204	192	183	149	141	159	156	149	154
Native American	40	52	51	43	43	44	39	38	51	55
Two or more races	320	308	286	244	232	239	214	189	184	164
Total	14,514	14,520	14,567	14,572	14,629	14,626	14,550	14,427	14,147	14,043
Economically Disadvantaged	8,328	8,094	8,452	8,762	8,785	8,483	8,716	8,700	8,616	8,683
English Language Learners (ELL)	719	713	684	694	764	748	699	643	641	659
Students w/ disciplinary Placements	N/A	261	272	191	234	212	205	188	171	N/A
Percent of Students Eligible for Free or Reduced Meals	55.0%	59.2%	57.9%	60.1%	60.1%	58.0%	59.9%	60.3%	59.2%	61.8%
Retention Rates by Grade (Non-Special Educ. Rates)										
Kindergarten	0.7%	1.1%	1.9%	2.9%	3.5%	2.3%	3.0%	2.9%	2.2%	1.9%
Grade 1	0.8%	1.0%	2.2%	3.4%	3.8%	3.6%	2.6%	2.2%	2.3%	2.5%
Grade 2	0.1%	0.0%	0.8%	2.5%	2.1%	1.4%	1.8%	1.3%	0.9%	1.3%
Grade 3	0.3%	0.1%	0.1%	0.2%	0.8%	1.2%	0.5%	0.6%	0.2%	0.2%
Grade 4	0.0%	0.0%	0.0%	0.2%	0.1%	0.3%	0.4%	0.1%	0.1%	0.2%
Grade 5	0.1%	0.2%	0.0%	0.1%	0.4%	0.5%	0.5%	0.1%	0.1%	0.2%
Grade 6	0.0%	0.1%	0.0%	0.0%	0.2%	0.4%	0.1%	0.4%	0.3%	0.5%
Grade 7	0.1%	0.1%	0.2%	0.4%	0.3%	0.2%	0.4%	0.2%	0.8%	0.8%
Grade 8	0.1%	0.2%	0.1%	0.0%	0.4%	0.4%	0.6%	0.2%	0.2%	0.5%
Attendance Rate	N/A	N/A	94.8%	95.6%	95.9%	96.0%	96.2%	96.2%	96.6%	96.3%
Annual Dropout Rate Grades 7-8 - Method 1										
	N/A	N/A	0.5%	0.4%	0.3%	0.8%	0.2%	0.7%	0.3%	0.2%
% Students Passing All Sections of the TAAS Exam,met TAKS Standard *†										
Grade 3	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	84.0%
Grade 4	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	81.0%
Grade 5	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	79.0%
Grade 6	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	73.0%
Grade 7	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	75.0%
Grade 8	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	68.0%
Grade 10	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	60.0%
Cumulative Pass Rate--Exit	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	91.0%
All Grades STAAR percent at Phase-in Satisfactory Standard or above, beginning 2016-17 at approaches Grade Level or Above										
Reading	N/A	65.0%	65.0%	65.0%	70.0%	74.0%	74.0%	77.0%		
Mathematics	N/A	71.0%	71.0%	74.0%	72.0%	71.0%	75.0%	77.0%		
Writing	N/A	58.0%	60.0%	62.0%	67.0%	67.0%	72.0%	59.0%		
Science	N/A	73.0%	73.0%	74.0%	76.0%	76.0%	77.0%	80.0%		
Social Studies	N/A	71.0%	68.0%	68.0%	75.0%	73.0%	71.0%	74.0%		
SAT/ACT % Tested	N/A	N/A	60.8%	61.7%	54.6%	59.6%	57.3%	54.3%	57.0%	N/A
Mean SAT Score	N/A	N/A	1069	1065	1454	1430	1476	1503	1484	N/A
Mean ACT Score	N/A	N/A	20.0	20.7	20.4	20.5	21.1	21.1	20.5	N/A

Source: Texas Academic Performance Report

N/A: Information not available

† 2012 transition from TAKS to STAAR . Testing scores were not available.

* Due to COVID-19, the STARR test was cancelled for the Spring of 2020

SAN ANGELO INDEPENDENT SCHOOL DISTRICT
OPERATING STATISTICS,
LAST TEN FISCAL YEARS
(UNAUDITED)

Fiscal Year	Modified Accrual Basis			Accrual Basis			Pupil-Teacher Ratio a, b
	Operating Expenditures	Cost per Pupil a	Percent Change	Expenses	Cost per Pupil a	Percent Change	
2010-11	\$ 119,263,358	\$ 8,492	0.45%	\$ 129,676,953	\$ 9,234	0.48%	14.2
2011-12	112,460,649	7,949	-6.39%	123,852,998	8,755	-5.19%	15.0
2012-13	113,850,387	7,891	-0.73%	125,372,562	8,690	-0.74%	15.7
2013-14	117,864,334	8,101	2.65%	130,651,645	8,979	3.33%	15.6
2014-15	125,020,531	8,548	5.52%	133,189,888	9,106	1.41%	15.5
2015-16	125,137,262	8,554	0.07%	143,616,996	9,817	7.81%	15.3
2016-17	125,837,728	8,636	0.95%	142,409,334	9,773	-0.45%	15.4
2017-18	125,451,013	8,612	-0.27%	102,543,454	7,039	-27.97%	15.6
2018-19	131,928,266	9,086	5.50%	152,757,253	10,520	49.45%	15.5
2019-20	134,271,825	9,251	1.82%	162,037,846	11,164	6.12%	15.4

Notes: Operating expenditures are total expenditures less debt service and capital outlays capitalized.

a See Table 18 for enrollment information.

b See Table 17 for teaching staff information.

SAN ANGELO INDEPENDENT SCHOOL DISTRICT
CAPITAL ASSET INFORMATION
LAST TEN FISCAL YEARS
(UNAUDITED)

	Fiscal Year									
	2019-20	2018-19	2017-18	2016-17	2015-16	2014-15	2013-14	2012-13	2011-12	2010-11
Schools										
Elementary:										
Campuses	17	17	17	17	17	17	17	17	17	17
Square feet	986,234	986,234	986,234	933,461	924,378	924,378	924,378	809,850	809,850	809,850
Capacity	8,801	8,801	8,801	8,801	8,801	8,801	8,801	8,801	8,801	8,801
Enrollment	7,025	7,026	7,104	7,158	7,415	7,416	7,570	7,053	7,150	7,012
Middle:										
Campuses	3	3	3	3	3	3	3	3	3	3
Square feet	466,155	460,347	460,347	460,356	452,347	452,347	452,347	430,576	430,576	430,576
Capacity	3,169	3,115	3,115	3,115	3,115	3,115	3,115	3,115	3,115	3,115
Enrollment	3,389	3,331	3,251	3,190	3,148	3,204	3,095	3,109	2,985	2,938
High:										
Campuses	3	3	3	3	3	3	3	3	3	3
Square feet	803,265	803,265	803,265	793,022	785,672	785,672	785,789	800,979	800,979	800,979
Capacity	4,420	4,420	4,420	4,420	4,420	4,420	4,420	4,420	4,420	4,420
Enrollment	4,117	4,065	4,078	4,087	4,063	3,930	3,762	3,865	3,929	3,967
Head Start:										
Campuses	3	3	3	3	3	3	3	3	3	3
Square feet	106,114	106,114	106,114	98,901	98,901	98,901	98,901	98,901	98,901	98,901
Capacity	837	837	837	837	837	837	837	837	837	837
Enrollment	-	611	573	588	559	532	572	120	581	527
Alternative Learning:										
Campuses	2	2	2	2	2	2	2	2	2	2
Square feet	24,463	24,463	24,463	24,855	24,855	24,855	24,855	24,855	24,855	24,855
Capacity	230	230	230	230	230	230	230	230	230	230
Enrollment	64	47	46	48	54	52	53	51	51	48
Idle Facilities:										
Campuses	-	-	1	1	1	1	1	1	1	1
Square feet	-	-	26,405	26,405	26,405	26,405	50,575	50,575	50,575	50,575
Capacity	-	-	-	-	-	-	1,124	1,124	1,124	1,124
Administrative										
Buildings	1	1	1	1	1	1	1	1	1	1
Square feet	42,295	42,295	42,295	42,295	42,295	42,295	42,295	42,295	42,295	42,295
Transportation										
Garages / buildings	1	1	1	1	1	1	1	1	1	1
Buses	93	93	95	85	85	85	84	80	80	80
Warehouses, Storage, Etc:										
Buildings	13	13	13	8	8	8	8	8	8	8
Square feet	89,992	89,992	89,992	38,279	38,279	38,279	38,279	38,279	38,279	38,279
Athletics										
Stadium Field House	3	3	3	1	1	1	1	1	1	1
Football/Soccer fields	15	15	15	15	15	15	15	15	15	15
Running tracks	4	3	3	2	2	2	2	2	2	2
Baseball / softball	7	5	5	5	5	5	5	5	5	5
Swimming pools	1	1	1	1	1	1	1	1	1	1
Playgrounds	30	30	30	31	31	31	31	31	31	31

Source: District records.

Notes:

- Pays campus (alternative learning) was opened in fy 2009. Student enrollment is still counted in the high schools.
- 2013-Bond project added square footage to Elementary and Middle Schools. Buildings demolished in bond renovations slightly reduced High Schools.
- In 2014 high schools added Lake View science wing and demolished Handel Hall. Demol some builds at Old Lincoln Idle campus, but science wing is storage
- Overall capacity has not been re-evaluated by the district after the 2008 bond project completions.
- 2017- added classrooms at Ft.Concho Elem, Glenn MS, and Tennis Dressing at CHS, and LVHS



Single Audit Section
August 31, 2020

San Angelo Independent School District



Independent Auditor's 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*

The Board of Trustees
San Angelo Independent School District
San Angelo, 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 San Angelo 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 January 11, 2021.

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) as a basis for designing 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 entity'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 was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control 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 financial statements. 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 entity's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the entity's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

A handwritten signature in black ink that reads "Eric Bailly LLP". The signature is written in a cursive, flowing style.

Abilene, Texas
January 11, 2021



Independent Auditor's Report on Compliance for Each Major Federal Program; Report on Internal Control over Compliance Required by the Uniform Guidance

The Board of Trustees
San Angelo Independent School District
San Angelo, Texas

Report on Compliance for Each Major Federal Program

We have audited San Angelo Independent School District's (the District) compliance with the types of compliance requirements described in the *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 the 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 the audit requirements of Title 2 U.S. *Code of Federal Regulations 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 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 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 a 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.

The image shows a handwritten signature in cursive script that reads "Eide Bailly LLP". The signature is written in black ink and is positioned above the typed name and date.

Abilene, Texas
January 11, 2021

San Angelo Independent School District
Schedule of Expenditures of Federal Awards (Exhibit K-1)
Year Ended August 31, 2020

Project Number	Federal Grantor/Pass-Through Grantor/Program Title	CFDA Number	Expenditures
	U.S. Department of Education		
	Direct Program		
Not available	Impact Aid - P.L. 874 Title I	84.041	\$ 76,574
	Passed Through Texas Education Agency		
20610101226903	ESEA Title I, Part A - Improving Basic Programs	84.010	3,642,284
20610141226903	ESEA Title I, Part A - School Improvement	84.010	599,103
	Total Title I Grants		<u>4,241,387</u>
	Special Education Cluster		
206600012269036000	IDEA-B Formula	84.027	3,117,037
206610012269036610	IDEA-B Preschool	84.173	119,384
	Total Special Education Cluster		<u>3,236,421</u>
20420006226903	Career and Technical Education - Basic Grants to States	84.048	194,156
20671001226903	Title III, Part A - English Language Acquisition	84.365	37,322
20694501226903	Title II, Part A - Teacher, Principal, Training & Recruitment	84.367	597,035
20680101226903	Title IV, Part A - Student Support and Academic Enrichment Program	84.424	208,881
	Total Passed Through Texas Education Agency		<u>8,515,202</u>
	Total Department of Education		<u>8,591,776</u>
	U.S. Dept. of Health & Human Services		
	Passed Through Texas Dept. of Human Services		
PC1274C	Medicaid Administrative Claiming Program - MAC	93.778	1,736
	Total Medicaid Cluster		<u>1,736</u>
	Total Dept. of Health & Human Services		<u>1,736</u>
	U.S. Department of Agriculture		
	Direct Program		
01034	Summer Food Service Program for Children**	10.559	101,247
01051	COVID-19 Summer Food Service Program for Children**	10.559	262,781
	Passed Through Texas Education Agency:		
71402001	School Breakfast Program**	10.553	1,250,344
71302001	National School Lunch Program - cash assistance**	10.555***	2,370,952
	Total Passed Through Texas Education Agency		<u>3,621,296</u>
	Passed Through the Texas Department of Agriculture:		
01034	National School Lunch Program -non cash assistance **	10.555***	670,318
			<u>670,318</u>
	Total Department of Agriculture		<u>4,655,642</u>
** Total Child Nutrition Cluster			4,655,642
*** Total CFDA Number 10.555			3,041,270

San Angelo Independent School District
 Schedule of Expenditures of Federal Awards (Exhibit K-1)
 Year Ended August 31, 2020

	U.S. Department of Defense		
	Direct		
Not available	ROTC	12.000	<u>167,789</u>
	Total Department of Defense		<u>167,789</u>
	Total Federal Awards		<u><u>\$ 13,416,943</u></u>

Note A - Basis of Presentation

The accompanying schedule of expenditures of federal awards (the Schedule) includes the federal award activity of the District under programs of the federal government for the year ended August 31, 2020. The information is presented in accordance with the requirements of Title 2 U.S. Code of Federal Regulations Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Because the Schedule presents only a selected portion of the operations of the District, it is not intended to and does not present the financial position, changes in net position, or cash flows of the District.

Note B - Summary of Significant Accounting Policies

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 expenditures were accounted for in the General Fund and Special Revenue Funds, components of the Governmental Fund type. Such expenditures are recognized following the cost principles contained in the Uniform Guidance, wherein certain types of expenditures are not allowed or are limited as to reimbursement. No federal financial assistance has been provided to a subrecipient.

Federal grants are considered to be earned to the extent of expenditures made under the provisions of the grant.

School health and related services revenues are considered earned income at the local government level and thus are not included in the Schedule of Expenditures of Federal Awards. The following is a reconciliation of Federal Revenues on Exhibit C-2 to the Schedule of Expenditures of Federal Awards:

Federal Awards per Schedule of Expenditures of Federal Awards	\$ 13,416,943
School Health Related Services (SHARS)	3,080,631
Excess of revenues over expenses for other federal programs	<u>5,380</u>
 Total federal program revenues - Exhibit C-2	 <u><u>\$ 16,502,954</u></u>

Note C - Indirect Cost Rate

The District is not eligible to use the 10 percent de minimis indirect cost rate allowed under the Uniform Guidance because the District has previously received a negotiated indirect cost rate for its federal award.

Note D - Food Donation

Nonmonetary assistance is reported in this schedule at the fair market value of the commodities received and disbursed. At August 31, 2020, the District had food commodities totaling \$92,030 in inventory.

Section I – Summary of Auditor’s Results

FINANCIAL STATEMENTS

Type of auditor's report issued	Unmodified
Internal control over financial reporting:	
Material weaknesses identified	No
Significant deficiencies identified not considered to be material weaknesses	None Reported
Noncompliance material to financial statements noted?	No

FEDERAL AWARDS

Internal control over major programs:	
Material weaknesses identified	No
Significant deficiencies identified not considered to be material weaknesses	None Reported
Type of auditor's report issued on compliance for major programs:	Unmodified
Any audit findings disclosed that are required to be reported in accordance with Uniform Guidance 2 CFR 200.516:	No

Identification of major programs:

Name of Federal Program	CFDA Number
Title I, Part A	84.010
Special Education Cluster	84.027; 84.173
Dollar threshold used to distinguish between Type A and Type B programs	\$750,000
Auditee qualified as low-risk auditee?	No

Section II – Financial Statement Findings

The audit disclosed no findings required to be reported.

Section III – Federal Award Findings and Questioned Costs

The audit disclosed no findings and questioned costs required to be reported.

San Angelo Independent School District
 Schedule of Required Responses to Selected School First Indicators (Exhibit L-1)
 August 31, 2020

<u>Data Control Codes</u>		<u>Responses</u>
SF1	Was there an unmodified opinion in the Annual Financial Report on the financial statements as a whole?	Yes
SF2	Were there any disclosures in the Annual Financial Report and/or other sources of information concerning nonpayment of any terms of any debt agreement at fiscal year-end?	No
SF3	Did the school district make timely payments to the Teacher Retirement System (TRS), Texas Workforce Commission (TWC), Internal Revenue Service (IRS), and other government agencies?	Yes
SF4	Was the school district issued a warrant hold? Even if the issue surrounding the initial warrant hold was resolved and cleared within 30 days, the school district is considered to have been issued a warrant hold.	No
SF5	Did the Annual Financial Report disclose any instances of material weaknesses in internal controls over financial reporting and compliance for local, state, or federal funds?	No
SF6	Was there any disclosure in the Annual Financial Report of material noncompliance for grants, contracts, and laws related to local, state, or federal funds?	No
SF7	Did the school district post the required financial information on its website in accordance with Government Code, Local Government Code, Texas Education Code, Texas Administrative Code and other statutes, laws and rules that were in effect at the school district's fiscal year end?	Yes
SF8	Did the school board members discuss the school district's property values at a board meeting within 120 days before the school district adopted its budget?	Yes
SF9	Total accumulated accretion on CABs included in government-wide financial statements at fiscal year-end	\$ 4,401,288