



TEXAS CITY ISD

Public Meeting 10/13/2020



OVERVIEW

- **FIRST**
 - **Financial Integrity Rating System of Texas**
 - Commissioner's Rules for School FIRST are contained in Title 19, Texas Administrative Code, Chapter 109 Subchapter AA, Commissioner's Rules Concerning Financial Accountability Rating System.
 - Currently in transition to new rating indicators.
 - New indicators will begin with the 2020-2021 school year and will be based on 2019-20 data.



OVERVIEW

TAC Chapter 109 requires the following disclosures as a part of this report

- 1. A copy of the Superintendent's current employment contract.**
- 2. A summary schedule for the fiscal year of total reimbursements received by the Superintendent and each Trustee.**
- 3. A summary schedule for the fiscal year of the dollar amount of compensation and/or fees received by the Superintendent from another school district.**

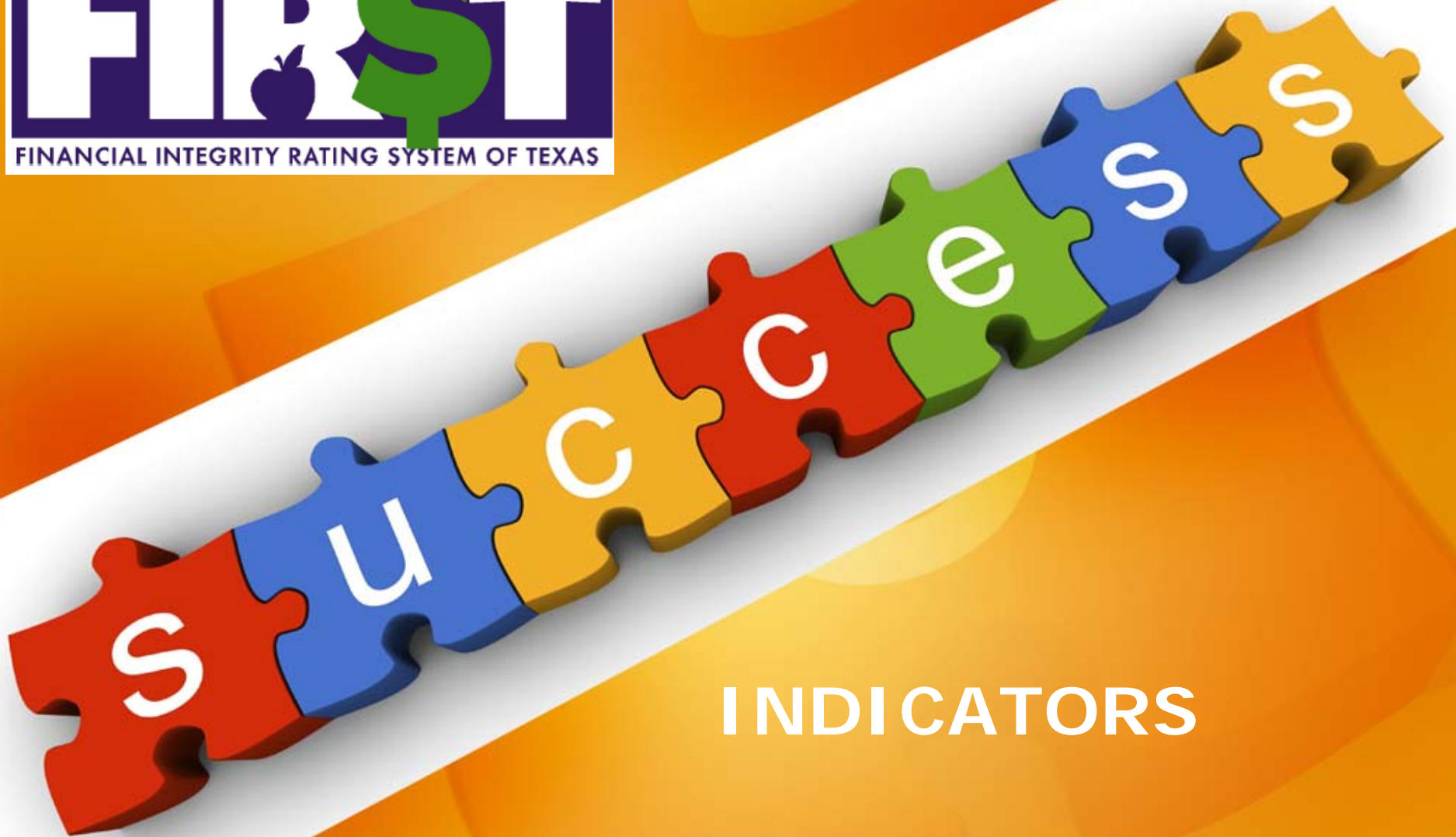


4. A summary schedule for the fiscal year of the total dollar amount by the executive officers and board members of gifts that had an economic value of \$250 or more.
5. A summary schedule for the fiscal year of the dollar amount by board members for the aggregate amount of business transactions with the school district.

TCISD's 2018-19 Rating



SUPERIOR ACHIEVEMENT



INDICATORS



Financial Integrity Rating System of Texas

2019-2020 RATINGS BASED ON 2018-2019 SCHOOL YEAR DATA INDICATOR TEST 1

Name:	TEXAS CITY ISD (084906)
Indicator:	Was the complete annual financial report (AFR) and data submitted to the TEA within 30 days of the November 27 or January 28 deadline depending on the school district's fiscal year end date of June 30 or August 31, respectively?
Status	Passed
Last Updated:	3/30/2020 1:16:36 PM

FORMULA

Field	Value
Date Received	2019/12/30
<= Due Date (Fiscal Year End + Deadline in Days After Fiscal Year End)	2020/02/28

RESULT DETERMINATION REFERENCE

This indicator will be considered PASSED if the audit report was on time or filed within 30 days of the deadline.



Financial Integrity Rating System of Texas

2019-2020 RATINGS BASED ON 2018-2019 SCHOOL YEAR DATA INDICATOR TEST 2.A

Name:	TEXAS CITY ISD (084906)
Indicator:	Was there an unmodified opinion in the AFR on the financial statements as a whole? (The American Institute of Certified Public Accountants (AICPA) defines unmodified opinion. The external independent auditor determines if there was an unmodified opinion.)
Status	Passed
Last Updated:	3/30/2020 1:16:36 PM

FORMULA

Field Unmodified Opinion	Value true	
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RESULT DETERMINATION REFERENCE

This indicator will be considered PASSED if the district received an unmodified opinion in the AFR.



Financial Integrity Rating System of Texas

2019-2020 RATINGS BASED ON 2018-2019 SCHOOL YEAR DATA INDICATOR TEST 2.B

Name:	TEXAS CITY ISD (084906)
Indicator:	Did the external independent auditor report that the AFR was free of any instance(s) of material weaknesses in internal controls over financial reporting and compliance for local, state, or federal funds? (The AICPA defines material weakness.)
Status	Passed
Last Updated:	3/30/2020 1:16:37 PM

FORMULA

Field	Value
Not Weak Internal Controls	false

RESULT DETERMINATION REFERENCE

This indicator will be considered PASSED if the external auditor reported no material weaknesses in the audit report.





Financial Integrity Rating System of Texas

2019-2020 RATINGS BASED ON 2018-2019 SCHOOL YEAR DATA INDICATOR TEST 3

Name:	TEXAS CITY ISD (084906)
Indicator:	Was the school district in compliance with the payment terms of all debt agreements at fiscal year end? (If the school district was in default in a prior fiscal year, an exemption applies in following years if the school district is current on its forbearance or payment plan with the lender and the payments are made on schedule for the fiscal year being rated. Also exempted are technical defaults that are not related to monetary defaults. A technical default is a failure to uphold the terms of a debt covenant, contract, or master promissory note even though payments to the lender, trust, or sinking fund are current. A debt agreement is a legal agreement between a debtor (= person, company, etc. that owes money) and their creditors, which includes a plan for paying back the debt.)
Status	Passed
Last Updated:	3/30/2020 1:16:37 PM

FORMULA

Field	Value
Not Default Disclosures	false

RESULT DETERMINATION REFERENCE

This indicator will be considered PASSED if there were no disclosures in the annual financial report and/or other sources of information concerning default on debt agreements.



Financial Integrity Rating System of Texas

2019-2020 RATINGS BASED ON 2018-2019 SCHOOL YEAR DATA INDICATOR TEST 4

Name:	TEXAS CITY ISD (084906)
Indicator:	Did the school district make timely payments to the Teachers Retirement System (TRS), Texas Workforce Commission (TWC), Internal Revenue Service (IRS), and other government agencies?
Status	Passed
Last Updated:	3/30/2020 1:16:37 PM

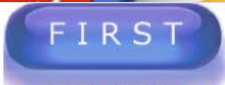
FORMULA

Field Timely Payments to Government Agencies	Value true	
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RESULT DETERMINATION REFERENCE

This indicator will be considered PASSED if the district made timely payments to the TRS, TWC, IRS, and other government agencies.
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Financial Integrity Rating System of Texas

2019-2020 RATINGS BASED ON 2018-2019 SCHOOL YEAR DATA INDICATOR TEST 6

Name:	TEXAS CITY ISD (084906)
Indicator:	Was the number of days of cash on hand and current investments in the general fund for the school district sufficient to cover operating expenditures (excluding facilities acquisition and construction)? (See ranges below.)
Result/Points	10
Last Updated:	3/30/2020 1:16:38 PM

FORMULA

Field	Value
(
(
Cash and Equivalents	8,478,846
+ Current Investments	66,836,227
)	
/	
(
Total Expenditures	86,274,086
- Facilities Acquisition and Construction	70,705
)	
=	
365	
Mathematical Breakdown: 318.897	

RESULT DETERMINATION REFERENCE

DETERMINATION OF POINTS					
10	8	6	4	2	0
>=90	<90 >=75	<74 >=60	<60 >=45	<45 >=30	<30



Financial Integrity Rating System of Texas

2019-2020 RATINGS BASED ON 2018-2019 SCHOOL YEAR DATA INDICATOR TEST 7

Name:	TEXAS CITY ISD (084906)
Indicator:	Was the measure of current assets to current liabilities ratio for the school district sufficient to cover short-term debt? (See ranges below.)
Result/Points	10
Last Updated:	3/30/2020 1:16:38 PM

FORMULA

Field	Value
Current Assets	231,231,252
/ Current Liabilities	23,012,956
Mathematical Breakdown: 10.0479	

RESULT DETERMINATION REFERENCE

DETERMINATION OF POINTS					
10	8	6	4	2	0
≥ 3.00	$<3.00 \geq 2.50$	$<2.50 \geq 2.00$	$<2.00 \geq 1.50$	$<1.50 \geq 1.00$	<1.00



Financial Integrity Rating System of Texas

2019-2020 RATINGS BASED ON 2018-2019 SCHOOL YEAR DATA INDICATOR TEST 8

Name:	TEXAS CITY ISD (084906)
Indicator:	Was the ratio of long-term liabilities to total assets for the school district sufficient to support long-term solvency? If the school district's increase of students in membership over 5 years was 7 percent or more, then the school district passes this indicator. See ranges below.
Result/Points	10
Last Updated:	3/30/2020 1:16:38 PM

FORMULA

Field	Value
(
Long Term Liabilities	227,144,913
/	
Total Assets	413,644,025
<=	
1	
)	
Or	
(
(
2019 Total Students	8,537
-	
2015 Total Students	6,244
)	
/	
2015 Total Students	6,244
>=	
Threshold for Five-Year Percent Increase in Students	0.07
)	
Mathematical Breakdown: 0.5491 <= 1 Or 0.3672 >= 0.07	

RESULT DETERMINATION REFERENCE

DETERMINATION OF POINTS					
10	8	6	4	2	0
<=0.60	>0.60 <=0.70	>0.70 <=0.80	>0.80 <=0.90	>0.90 <=1.00	>1.00



Financial Integrity Rating System of Texas

2019-2020 RATINGS BASED ON 2018-2019 SCHOOL YEAR DATA INDICATOR TEST 9

Name:	TEXAS CITY ISD (084906)
Indicator:	Did the school district's general fund revenues equal or exceed expenditures (excluding facilities acquisition and construction)? If not, was the school district's number of days of cash on hand greater than or equal to 60 days?
Result/Points	10
Last Updated:	3/30/2020 1:16:39 PM

FORMULA

Field	Value	
(
Total Revenue	110,371,871	?
/		
(
Total Expenditures	86,274,086	?
-		
Facilities Acquisition and Construction	70,705	?
)		
-		
1		
)		
>=		
0		
Or		
(
(
Cash and Equivalents	8,478,846	?
+		
Current Investments	66,836,227	?
)		
/		
(
Total Expenditures	86,274,086	?
-		
Facilities Acquisition and Construction	70,705	?
)		
)		
*		
365		
>=		
Acceptable Days Cash on Hand	60	?

Mathematical Breakdown: 0.2804 >= 0 Or 318.897 >= 60



Financial Integrity Rating System of Texas

2019-2020 RATINGS BASED ON 2018-2019 SCHOOL YEAR DATA INDICATOR TEST 10

Name:	TEXAS CITY ISD (084906)
Indicator:	Was the debt service coverage ratio sufficient to meet the required debt service? (See ranges below.)
Result/Points	10
Last Updated:	3/30/2020 1:16:40 PM

FORMULA

Field	Value
(
Total Revenues (In the General Fund and Debt Service Fund)	131,464,439
- Total Expenditures (in the General Fund and Debt Service Fund)	105,642,711
+ Debt Service function codes 71, 72, and 73 (in the General Fund and Debt Service Fund)	20,234,740
+ Fund Code 599 (Ending Debt Service fund balance)	12,989,994
+ Function Code 81	70,705
)	
/ Debt Service function codes 71, 72, and 73 (in the General Fund and Debt Service Fund)	20,234,740
Mathematical Breakdown: 2.9216	

RESULT DETERMINATION REFERENCE

DETERMINATION OF POINTS					
10	8	6	4	2	0
>=1.20	<1.20 >=1.15	<1.15 >=1.10	<1.10 >=1.05	<1.05 >=1.00	<1.00



Financial Integrity Rating System of Texas

2019-2020 RATINGS BASED ON 2018-2019 SCHOOL YEAR DATA INDICATOR TEST 11

Name:	TEXAS CITY ISD (084906)
Indicator:	Was the school district's administrative cost ratio equal to or less than the threshold ratio? (See ranges below.)
Result/Points	10
Last Updated:	3/30/2020 1:16:41 PM

FORMULA

Field	District Administrative Cost Ratio	Value	0.0874
And	ADA		7,685.361
Or	Sparse		false

RESULT DETERMINATION REFERENCE

DETERMINATION OF POINTS						
ADA Size	10	8	6	4	2	0
10,000 and Above	<= 0.0855	> 0.0855 <= 0.1105	> 0.1105 <= 0.1355	> 0.1355 <= 0.1605	> 0.1605 <= 0.1855	> 0.1855
5,000 to 9,999	<= 0.1000	> 0.1000 <= 0.1250	> 0.1250 <= 0.1500	> 0.1500 <= 0.1750	> 0.1750 <= 0.2000	> 0.2000
1,000 to 4,999	<= 0.1151	> 0.1151 <= 0.1401	> 0.1401 <= 0.1651	> 0.1651 <= 0.1901	> 0.1901 <= 0.2151	> 0.2151
500 to 999	<= 0.1311	> 0.1311 <= 0.1561	> 0.1561 <= 0.1811	> 0.1811 <= 0.2061	> 0.2061 <= 0.2311	> 0.2311
Less than 500	<= 0.2404	> 0.2404 <= 0.2654	> 0.2654 <= 0.2904	> 0.2904 <= 0.3154	> 0.3154 <= 0.3404	> 0.3404
Sparse	<= 0.3364	> 0.3364 <= 0.3614	> 0.3614 <= 0.3864	> 0.3864 <= 0.4114	> 0.4114 <= 0.4364	> 0.4364



Financial Integrity Rating System of Texas

2019-2020 RATINGS BASED ON 2018-2019 SCHOOL YEAR DATA INDICATOR TEST 12

Name:	TEXAS CITY ISD (084906)
Indicator:	Did the school district not have a 15 percent decline in the students to staff ratio over 3 years (total enrollment to total staff)? (If the student enrollment did not decrease, the school district will automatically pass this indicator)
Result/Points	10
Last Updated:	3/30/2020 1:16:41 PM

FORMULA

Field	Value	
(
2018-2019 Total Enrollment	8,641	?
/		
2018-2019 Number of FTE Staff	1,239.1226	?
)		
/		
(
2016-2017 Total Enrollment	8,945	?
/		
2016-2017 Number of FTE Staff	1,268.6847	?
)		
-		
1		
>		
Threshold for Three-Year Percent Change in Ratio	-0.15	?
Or		
2018-2019 Total Enrollment	8,641	?
-		
2016-2017 Total Enrollment	8,945	?
>		
0		
Mathematical Breakdown: $-0.0109 > -0.15$ Or $-304 > 0$		

RESULT DETERMINATION REFERENCE

DETERMINATION OF POINTS

10

0

Yes

No



Financial Integrity Rating System of Texas

2019-2020 RATINGS BASED ON 2018-2019 SCHOOL YEAR DATA INDICATOR TEST 13

Name:	TEXAS CITY ISD (084906)
Indicator:	Did the comparison of Public Education Information Management System (PEIMS) data to like information in the school district's AFR result in a total variance of less than 3 percent of all expenditures by function?
Result/Points	10
Last Updated:	3/30/2020 1:16:42 PM

FORMULA

Field	Value
Sum of Differences	61
/ Denominator	86,274,103
< Acceptable Level of Variance	.03
Mathematical Breakdown: $0 < 0.03$	

RESULT DETERMINATION REFERENCE

DETERMINATION OF POINTS	
10	0





Financial Integrity Rating System of Texas

2019-2020 RATINGS BASED ON 2018-2019 SCHOOL YEAR DATA INDICATOR TEST 14

Name:	TEXAS CITY ISD (084906)
Indicator:	Did the external independent auditor indicate the AFR was free of any instance(s) of material noncompliance for grants, contracts, and laws related to local, state, or federal funds? (The AICPA defines material noncompliance.)
Result/Points	10
Last Updated:	3/30/2020 1:16:43 PM

FORMULA

Not	Field Material Non-Compliance	Value <input type="text" value="false"/>	
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RESULT DETERMINATION REFERENCE

DETERMINATION OF POINTS	
10	0
Yes	No



Financial Integrity Rating System of Texas

2019-2020 RATINGS BASED ON 2018-2019 SCHOOL YEAR DATA INDICATOR TEST 15

Name:	TEXAS CITY ISD (084906)
Indicator:	Did the school district not receive an adjusted repayment schedule for more than one fiscal year for an over allocation of Foundation School Program (FSP) funds as a result of a financial hardship?
Result/Points	10
Last Updated:	3/30/2020 1:16:43 PM

FORMULA

Field	Value
No Adjusted Repayment Schedule	<input type="text" value="true"/>

RESULT DETERMINATION REFERENCE

DETERMINATION OF POINTS	
10	0
Yes	No



REQUIRED
DISCLOSURES



SUPERINTENDENT'S EMPLOYMENT CONTRACT

- Available on the District's website.



For the 12 months ended 08/31/2019								
	Cavness	Anderson	Biery	Campbell	Juarez	Paul	Pratt	Thompson
Meals	-	-	140.58	-	30.13	32.93	217.50	-
Lodging	1,783.53	953.95	1,382.15	1,133.61	1,128.53	1,982.15	1,982.15	1,119.03
Transportation	-	208.96	-	-	-	208.96	385.84	-
Fuel	517.92	-	663.95	-	269.12	253.81	30.96	-
Other	5,539.75	657.32	832.32	517.32	789.32	889.32	262.32	817.32
Total	7,841.20	1,820.23	3,019.00	1,650.93	2,217.10	3,367.17	2,878.77	1,936.35



OUTSIDE COMPENSATION

- The Superintendent did not report outside compensation for consulting or other personal services in fiscal year 2018-19.



GIFTS RECEIVED

- No gifts were reported



BUSINESS TRANSACTIONS BETWEEN ISD & BOARD MEMBERS

- There were no transactions between TCISD and Board Members



Thank You!