

Annual Comprehensive Financial Report

**For the Fiscal Year Ended
June 30, 2021**

SPRING BRANCH INDEPENDENT SCHOOL DISTRICT

955 Campbell Road, Houston, Texas 77024

Prepared By The Department of Financial Services:

**Christine A. Porter, CPA
Associate Superintendent for Finance**

SPRING BRANCH INDEPENDENT SCHOOL DISTRICT

TABLE OF CONTENTS

	<u>Page</u>	<u>Exhibit/ Table</u>
Introductory Section		
Principal Officials and Advisors	i	
Certificate of Board	ii	
Transmittal Letter	iii	
GFOA Certificate of Achievement	viii	
Organizational Chart	x	
Financial Section		
Independent Auditor's Report	3	
Management's Discussion and Analysis (Required Supplementary Information)	5	
Basic Financial Statements:		
Government-Wide Financial Statements:		
Statement of Net Position	17	A-1
Statement of Activities	18	B-1
Governmental Fund Financial Statements:		
Balance Sheet	20	C-1
Reconciliation of Balance Sheet for Governmental Funds to Statement of Net Position	23	C-2
Statement of Revenues, Expenditures, and Changes in Fund Balance	24	C-3
Reconciliation of the Statement of Revenues, Expenditures, and Changes in Fund Balance of Governmental Funds to the Statement of Activities	26	C-4
Proprietary Fund Financial Statements:		
Statement of Net Position	27	D-1
Statement of Revenues, Expenses and Changes in Net Position	28	D-2
Statement of Cash Flows	29	D-3
Fiduciary Fund Financial Statements:		
Statement of Fiduciary Net Position	30	E-1
Statement of Changes in Fiduciary Net Position	31	E-2
Notes to the Financial Statements	33	F-1
Required Supplementary Information:		
Schedule of Revenues, Expenditures and Changes in Fund Balances - Original Budget, Amended Final (GAAP Basis) and Actual - General Fund	79	G-1
Notes to Required Supplementary Information	80	
Schedule of the District's Proportionate Share of the Net Pension Liability	81	G-2
Schedule of District Contributions - Pension	82	G-3
Notes to Required Supplementary Information - Pension	83	
Schedule of the District's Proportionate Share of the Net OPEB Liability	84	G-4
Schedule of District Contributions - OPEB	85	G-5
Notes to Required Supplementary Information - OPEB	86	

SPRING BRANCH INDEPENDENT SCHOOL DISTRICT

TABLE OF CONTENTS (continued)

	<u>Page</u>	<u>Exhibit/ Table</u>
Financial Section (continued)		
Other Supplementary Information:		
Individual Fund Statements and Budget Comparisons:		
Schedule of Revenues, Expenditures and Changes in Fund Balance - Original Budget, Amended Final and Actual - Debt Service Fund	88	H-1
Schedule of Revenues, Expenditures and Changes in Program Balances - Original Budget, Amended Final and Actual - Food Service Program	90	H-2
Required TEA Schedules:		
Schedule of Delinquent Taxes Receivable	94	J-1
Statistical Section		
Net Position by Component, Last Ten Fiscal Years	100	1
Changes in Net Position, Last Ten Fiscal Years	102	2
Fund Balances of Governmental Funds	106	3
Changes in Fund Balances of Governmental Funds	108	4
Assessed Value and Actual Value of Taxable Property	113	5
Property Tax Rates - Direct and Overlapping Governments	114	6
Principal Taxpayers	116	7
Property Tax Levies and Collections	117	8
Ratios of Outstanding Debt by Type	118	9
Ratios of Net General Obligation Bonded Debt Outstanding	119	10
Computation of Estimated Direct and Overlapping Debt	120	11
Demographic and Economic Statistics	121	12
Principal Employers	123	13
Full-Time Equivalent District Employees by Position	124	14
Operating Statistics	126	15
Teacher Base Salaries	129	16
School Building Information	130	17

**SPRING BRANCH INDEPENDENT SCHOOL DISTRICT
PRINCIPAL OFFICIALS AND ADVISORS**

BOARD OF TRUSTEES

Chris Gonzalez, President
Marketing and Education Consultant

Pam Goodson, Vice President
Community Volunteer/Former Educator

Karen Peck, Secretary
Of Counsel/Attorney
Ahmad, Zavitsanos, Anaipakos, Alavi & Mensing, P.C

J. Carter Breed, Trustee
Owner/Realtor
J. Carter Breed Properties

Minda Caesar, Trustee
Community Volunteer/Parent

Chris Earnest, Trustee
Partner at Compensation Advisory Partners

Reverend Josef D. Klam, Trustee
Executive Pastor
Chapelwood United Methodist Church

ADMINISTRATION

Jennifer Blaine, Ed. D., Superintendent of Schools

Christine A. Porter, CPA, Associate Superintendent for Finance

CONSULTANTS AND ADVISORS

Whitley Penn, L.L.P.
Houston, Texas - Independent Auditors

Hunton Andrews Kurth, L.L.P.
Houston, Texas - Bond Counsel

Post Oak Municipal Advisors LLC
Houston, Texas - Co-Financial Advisor

Masterson Advisors LLC
Houston, Texas - Co-Financial Advisor

CERTIFICATE OF BOARD

Spring Branch Independent School District

Harris

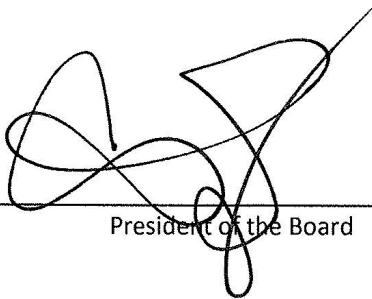
101-920

Name of School District

County

District Number

We, the undersigned, certify that the annual financial reports for the above named school district were reviewed and approved for the year ended June 30, 2021, at a meeting of the Board of Trustees of such school district on the 15th of November 2021.



President of the Board



Secretary of the Board



November 9, 2020

To the Board of Trustees and Taxpayers of the Spring Branch Independent School District:

The Texas Education Code requires that all school districts file a complete set of financial statements with the Texas Education Agency (TEA) within 150 days of the close of each fiscal year. The financial statements must be presented in conformity with generally accepted accounting principles (GAAP) and audited by a firm of licensed certified public accountants in accordance with auditing standards generally accepted in the United States of America and *Government Auditing Standards*, issued by the Comptroller General of the United States. Pursuant to that requirement, we hereby issue the Annual Comprehensive Financial Report of the Spring Branch Independent School District (the “District”) for the fiscal year ended June 30, 2021.

This report consists of management’s representations concerning the finances of the District. Consequently, management assumes full responsibility for the completeness and reliability of all of the information presented in this report. To provide a reasonable basis for making these representations, management of the District has established a comprehensive internal control framework that is designed both to protect the government’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 GAAP. Because the cost of internal controls should not outweigh their benefits, the District’s comprehensive framework of internal controls has been designed to provide reasonable rather than absolute assurance that the financial statements will be free from material misstatement. 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 District’s financial statements have been audited by Whitley Penn L.L.P., CPAs, a firm of licensed certified public accountants. The goal of the independent audit was to provide reasonable assurance that the financial statements of the District for the fiscal year ended June 30, 2021, are free of material misstatement. The independent 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 upon the audit, that there was a reasonable basis for rendering an unmodified opinion and that the District’s financial statements for the period ended June 30, 2021, are fairly presented in conformity with GAAP. The independent auditors’ report is presented as the first component of the financial section of this report.

The independent audit of the financial statements of the District 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 internal controls and legal requirements involving the administration of federal awards. These reports are available in the District’s separately issued Single Audit Report.

GAAP requires that management provide a narrative introduction, overview, and analysis to accompany the basic financial statements in the form of Management's Discussion and Analysis (MD&A). This letter of transmittal is designed to complement MD&A and should be read in conjunction with it. The District's MD&A can be found immediately following the report of the independent auditors.

Profile of the District

Spring Branch Independent School District (the "District") encompasses about 44 square miles of wooded suburbs and vibrant business and retail districts located west of downtown Houston in Harris County along Interstate 10, also known as the Katy Freeway.

About 200,000 District residents live in this region of west Houston and in the incorporated villages of Bunker Hill, Hedwig, Hilshire, Hunters Creek, Piney Point and Spring Valley. Many families have lived in the Memorial/Spring Branch area all their lives, while others are new to the area or are relocating for career reasons. Others choose to return to this school district because they rank high quality education as a top priority for their children. In addition, the District offers taxpayers every tax exemption allowed by Texas law, which results in lower school taxes for homeowners.

The District follows a small neighborhood school concept where attendance areas have been established for each individual school. As an established community, attendance zones rarely change in the school district.

The District educates children from all over the world, and its student body reflects the increasing diversity of Texas and the nation. The district had a 2020-21 enrollment of 33,288 students. In that year, about 59 percent of all students were Hispanic, 27 percent were white, 7 percent were Asian, 5 percent were African-American, and 2 percent were American Indian or two or more ethnicities. The district's official enrollment for 2021-22 was not finalized at the time of this report.

The District's strategic single goal, known as Spring Branch T-2-4, is clearly focused on increasing student achievement and developing a culture of high expectations for all students. This goal challenges the system to increase the number of students completing a technical certificate or military training, two-year or four-year degree from 44 percent to 72 percent by 2022.

To help achieve this goal, Superintendent of Schools Jennifer Blaine, Ed.D., has made clear the system's topmost priorities since taking on district leadership in May 2019. These priorities are literacy, numeracy, social-emotional learning supports, and digital expansion. Dr. Blaine's laser-focused articulation of clear academic goals allows the District to focus and align its priorities in support of T-2-4.

In April 2016, The District's Board of Trustees approved unanimously a Local Innovation Plan as it is defined in state law, becoming one of the first school districts in Texas to obtain status as a District of Innovation. The status gives the District true local control and autonomy and greater flexibility and freedom to pursue the District's strategic plans. As a District of Innovation, the District is potentially exempt from state education rules in many areas.

The District's college-readiness indicators have consistently exceeded state and national averages. A total of 2,204 students from the Class of 2021 at Spring Branch ISD took the SAT during high school. In 2021 our mean score on the SAT was 1022, which was higher than state average.

Meanwhile, the Advanced Placement (AP) program in the District remains strong. In the spring of 2021, 4,812 AP course exams were taken by 2,289 District students. AP exams are graded on a five-point scale with a score of 3 roughly equivalent to a C grade, a score of 4 rough equivalent to a B, and a score of 5 similar to an A. In the recent exam, 62 percent of the scored exams were graded as a 3 or higher. Such scores may assist District graduates in earning future college credit or advanced course placements.

The District is home to 25 elementary schools, seven traditional middle schools, four traditional high schools and several choice program options. Choice programs include two innovative public charter schools: Westchester Academy for International Studies (WAIS), a combined middle and high school campus that offers the challenging International Baccalaureate (IB) academic program, and Cornerstone Academy, a middle school highly rated by the state since its doors first opened more than a decade ago.

In 2012, the District joined with KIPP Houston (KIPP) and YES Prep Public Schools (YES Prep) to form charter campus programs at two district secondary schools, Landrum and Northbrook middle schools. In August 2015, a YES Prep high school program at Northbrook High School opened as a continuing option for graduates of the charter middle school programs at Landrum and Northbrook middle schools.

The non-traditional Academy of Choice offers personalized learning in a small school environment and an emphasis on student ownership, goal setting, collaborative projects, and mentorship. In 2013, the Spring Branch Academic Institute (SBAI) opened to serve children from kindergarten through fourth grade. This special program, a first in the Houston region, is designed to serve students identified and tested as highly gifted. SBAI classes are now being taught at Thornwood Elementary School, Spring Forest Middle School and Stratford High School.

Dual Language Programs from prekindergarten through fifth grade are offered at Cedar Brook, Pine Shadows and Sherwood elementary schools. Dual language programs are also offered at several district secondary schools. The increasing popularity of choice options – from dual language to charter partnership programs like KIPP and YES Prep – led the District several years ago to align its annual “Choice Fair” for families in the fall.

The District provides full-day prekindergarten for in-district 4-year old students as well as half-day prekindergarten for in-district 3-year old students. Five separate Schools for Early Learning are designed especially for prekindergarten classes. Prekindergarten classes are also offered at several elementary schools. Students who meet state eligibility requirements attend prekindergarten at no cost while others attend at a low comparable monthly cost.

In November 2017, Spring Branch voters approved an \$898.4 million bond, the biggest in district history. The bond will provide for rebuilding nine of the district’s oldest elementary schools and one middle school, addition and renovation at other campuses, upgrading safety and security infrastructure, replacement of Career and Technical Education classroom equipment, replacement of aged music instruments and equipment, upgrading of athletics including four turf fields, and replacing older buses.

The privately run and financed Altharetta Yeargin Art Museum houses a donated collection of 600-plus art and artifacts from around the world valued at more than \$2 million. This museum facility is located on the WAIS campus.

For details, please visit www.springbranchisd.com.

Factors Affecting Financial Condition

The information presented in the financial statements is perhaps best understood when it is considered from the broader perspective of the environment within which the District operates.

Local Economy. The District is located in Harris County approximately 10 miles West of downtown Houston. Houston, the 4th largest city in the United States, is a diverse vibrant metro with a strong economy. The District is located in a desirable area of greater Houston with ongoing redevelopment. Residents of the District enjoy ready access to leading companies in key global industries including energy, life science, manufacturing, logistics and aerospace, as well as many colleges and universities, a dynamic cultural arts community, and excellent recreational opportunities.

For the fiscal years ended June 30, 2022, 2021, and 2020 property values in the District increased 2.8%, 4.4% and 5.0%, respectively. The Harris County unemployment rate was 6.1% in August 2021, 8.4% in August 2020 and 3.8% in August 2019. Property value growth despite economic challenges due to the COVID-19 pandemic and moderating unemployment as Harris County recovers from the pandemic suggest continued near term growth in the District's tax base.

Uncertainty regarding the full extent of the ongoing impact of the pandemic on the District's financial performance remains. However, the District is appreciative of the United States Department of Education and the Texas Education Agency having taken steps to stabilize funding of public education in the near term.

See Table 12 Demographic and Economic Statistics of this report for additional information.

Relevant Financial Policies

Budget. Budget planning is an integral part of overall program planning so that the budget effectively reflects the District's programs and activities and provides the resources to implement them. In the budget planning process, general educational goals, specific program goals, and alternatives for achieving program goals are considered, as well as input from the District and campus-level planning and decision-making committees. Budget planning and evaluation are continuous processes and are a part of each month's activities.

Fund Balance. Recognizing fund balance as a key in maintaining a strong financial position, the Board policy regarding fund balance stipulates a goal of maintaining an adequate fund balance. The goal for the general fund balance is 19% of the current budget (except for non-spendable or restricted), while the goal for debt service fund balance is 15% of the current year debt service requirements.

Financial Planning. The foundation for the district's management and decision making is the five-year strategic plan and the plan's goal, known as Spring Branch T 2-4, to increase the number of students completing a technical certificate or military training, two-year or four-year degree from 44% to 72% by 2022. During the budget process, expenditures to support Spring Branch T-2-4 are identified and receive top funding priority. The District also maintains a Technology Roadmap and a Long-Range Facilities Plan. Estimated taxable values are a major factor in forecasting, as the District generates approximately 85% of general fund revenue and 99% of debt service revenue from local taxes. Other major factors used in developing these forecasts include number of students enrolled and in average daily attendance, salaries, insurance and cost of inflationary items such as utilities and fuel. Forecasts are prepared then reviewed several times a year and shared with the Board, staff, community and other stakeholders.

Awards and Acknowledgements

The Government Finance Officers Association (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to the District for its Annual Comprehensive Financial Report (ACFR) for the fiscal year ended June 30, 2020. In order to be awarded a Certificate of Achievement, the government published an easily readable and efficiently organized ACFR. This report satisfied both GAAP and applicable legal requirements.

A Certificate of Achievement is valid for a period of one year. We believe that our current ACFR continues to meet the Certificate of Achievement Program's requirements and we plan to submit it to the GFOA to determine its eligibility for another certificate.

The TEA has awarded the District a rating of "A - Superior" for the 2020-2021 Financial Integrity Rating System of Texas (FIRST). FIRST requires Texas public schools to be accountable for their financial management practices. The District's rating was based on performance against fifteen indicators of financial accountability. The district's numeric score on the indicators was 98 out of 100 demonstrating the quality of the District's financial management practices and reporting system.

The preparation of this report would not have been possible without the efficient and dedicated services of the entire staff of the Financial Services Department. We would like to express our appreciation to all members of the department who assisted and contributed to the preparation of this report. Credit also must be given to the Board of Trustees for their unfailing support for maintaining the highest standards of professionalism in the management of the District's finances. Finally, we would like to thank the residents of the District for their support of and belief in our public school system, and the teachers and campus teams who provide the quality education for which our District is known.

Respectfully submitted,



Dr. Jennifer Blaine, Ed. D.
Superintendent of Schools



Christine A. Porter, CPA
Associate Superintendent for Finance

SPRING BRANCH INDEPENDENT SCHOOL DISTRICT

CERTIFICATE OF ACHIEVEMENT FOR EXCELLENCE IN FINANCIAL REPORTING

The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to Spring Branch Independent School District, Texas for its Annual Comprehensive Financial Report for the fiscal year ended June 30, 2020.

In order to be awarded a Certificate of Achievement, a governmental unit must publish an easily readable and efficiently organized Annual Comprehensive Financial Report (ACFR), whose contents conform to program standards. Such report must satisfy both accounting principles, generally accepted in the United States of America and applicable legal requirements.

Receiving the award is recognition that a school system has met the highest standards of excellence in government accounting and financial reporting.



Government Finance Officers Association

Certificate of
Achievement
for Excellence
in Financial
Reporting

Presented to

**Spring Branch Independent School District
Texas**

For its Comprehensive Annual
Financial Report
For the Fiscal Year Ended

June 30, 2020

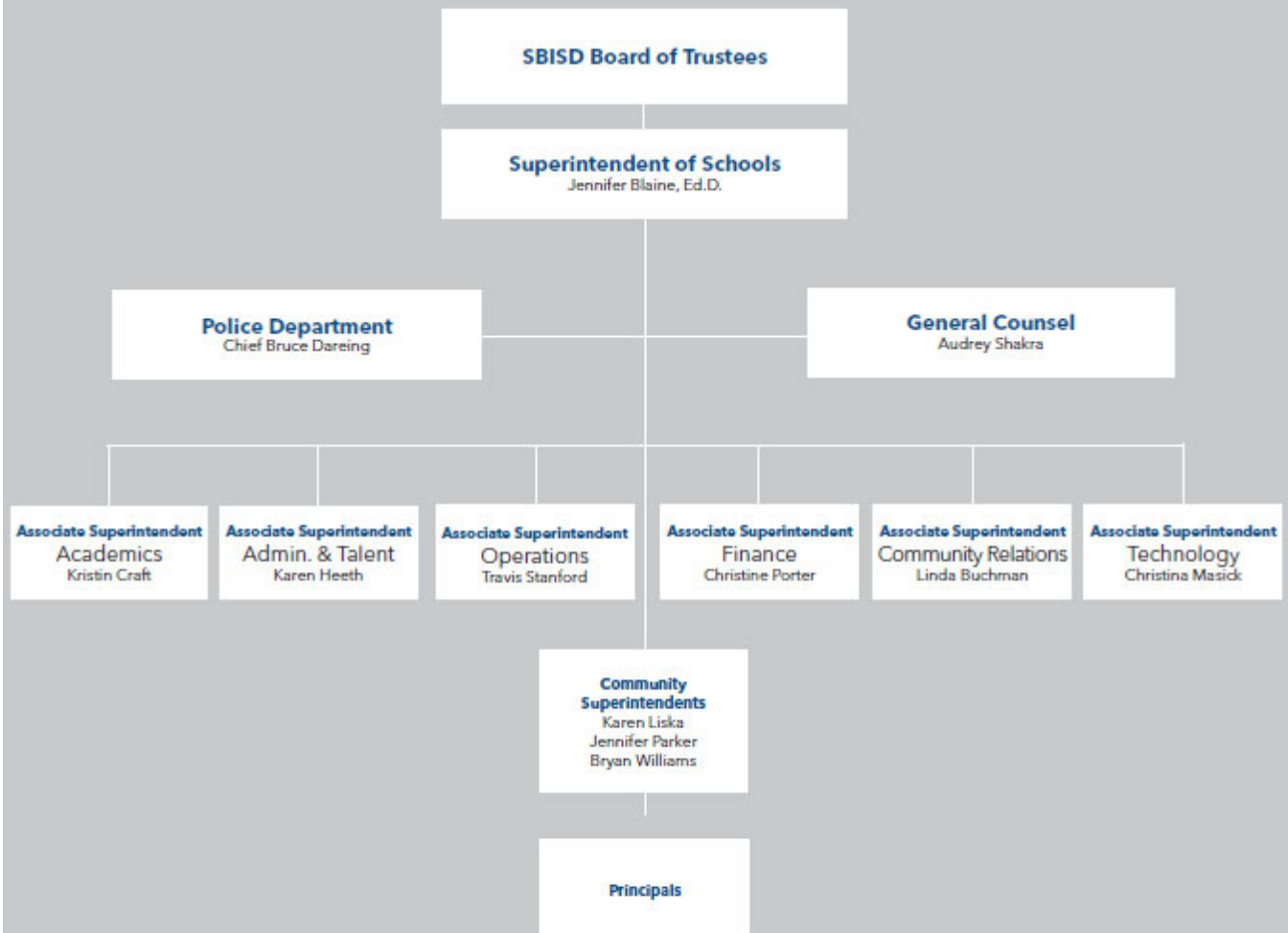
Christopher P. Morill

Executive Director/CEO

ORGANIZATIONAL CHART
For Fiscal Year Ended June 30, 2021



Spring Branch Independent School District



Last Updated: September, 2020

FINANCIAL SECTION



INDEPENDENT AUDITOR'S REPORT

To the Board of Trustees
Spring Branch Independent School District
Houston, 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 the Spring Branch Independent School District (the "District") as of and for the year ended June 30, 2021, 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 June 30, 2021, 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 required supplementary information, such as management's discussion and analysis, budgetary comparison, pension information and other post-employment benefit information, as listed in the table of contents, 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 basic financial statements. The accompanying supplementary information such as the Texas Education Agency required schedule, and other information such as the introductory and statistical sections are presented for purposes of additional analysis and are not a required part of the basic financial statements.

The other supplementary information as described in the Table of Contents and the Texas Education Agency required schedule are the responsibility of management and were derived from and relates 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 individual nonmajor fund financial statements and the Texas Education Agency required schedule and budgetary schedule 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 our report dated November 9, 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, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the District's internal control over financial reporting and compliance.



Houston, Texas
November 9, 2021

SPRING BRANCH INDEPENDENT SCHOOL DISTRICT

MANAGEMENT'S DISCUSSION AND ANALYSIS

As management of the Spring Branch Independent School District (the "District"), we offer readers of the District's financial statements this narrative overview and analysis of the financial activities of the District for the fiscal year ended June 30, 2021. We encourage readers to consider the information presented here in conjunction with additional information that we have furnished in our letter of transmittal, which can be found on pages iii to vii of this report.

Financial Highlights

- The assets and deferred outflows of resources of the District exceeded its liabilities and deferred inflows of resources at the close of the fiscal year by \$183,104,459 (net position). Of this amount, \$270,245,729 was net investment in capital assets, \$22,620,009 was restricted for debt service, \$5,467,085 was restricted for the Food Service Program and \$11,034,792 was restricted for federal and state programs, leaving the District with a deficit of (\$126,263,156) in unrestricted net position. This deficit in unrestricted net position is due to the District's noncurrent liabilities of \$111,692,491 for the District's portion of the Teacher's Retirement System (TRS) net pension liability and \$105,548,504 for the District's portion of the TRS net other post-employment benefits liability.
- The District's total net position increased by \$20,942,331 as a result of this year's operations and prior period adjustment.
- The District's governmental funds reported combined ending fund balances of \$434,046,436 as of June 30, 2021. Non-spendable fund balances include \$2,219,324 for inventories on hand in the General Fund and Special Revenue Fund, and \$2,042,814 for prepaid items in the General Fund and Special Revenue Fund. Restricted Grant fund balances include \$5,467,085, which is primarily the Food Service Program fund balance, \$261,224,290 for Capital Projects Fund construction projects, \$36,040,329 for ongoing Debt Service Fund expenditures, and \$11,034,792 for Special Revenue Funds. Committed fund balance is \$2,617,158, which includes Campus Activity funds included in the Special Revenue Fund. Management has assigned fund balance in the General Fund of \$42,326,020 for future spending and \$1,517,000 for capital equipment. The remaining amount in unassigned fund balance of \$69,557,624 includes General Fund encumbrances re-appropriated in the subsequent year's budget of \$3,323,746 and the remaining amount is available for spending at the government's discretion.

Overview of the Financial Statements

This discussion and analysis is intended to serve as an introduction to the District's basic financial statements. The District's basic financial statements comprise three components: 1) government-wide financial statements, 2) fund financial statements, and 3) notes to the financial statements. This report also contains other supplementary information in addition to the basic financial statements themselves, including schedules required by the District's state oversight agency, the Texas Education Agency (TEA).

Government-Wide Financial Statements

The focus of government-wide financial statements is on the overall financial position and activities of the District. The District's government-wide financial statements include the Statement of Net Position and the Statement of Activities (on pages 17 through 19), which are prepared using accounting principles that are similar to commercial enterprises. These statements provide information about the activities of the District as a whole and present a longer-term view of the District's capital assets, debt obligations, and other financial matters.

The Statement of Net Position includes all the District's assets, deferred outflow of resources, liabilities, and deferred inflows of resources at the end of the year, with the residual of these elements reported as *net position*. This difference is similar to the total owner's equity presented by a commercial enterprise. All of 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. Although the purpose of the District is not to accumulate net position, in general, as the amount increases, it may indicate that the financial position of the District is improving over time. To fully assess the overall health of the District, however, other factors should be considered as well, such as changes in the District's average daily attendance, property tax base and the condition of the District's capital assets.

SPRING BRANCH INDEPENDENT SCHOOL DISTRICT

MANAGEMENT'S DISCUSSION AND ANALYSIS (continued)

The purpose of the Statement of Activities is to present the revenues and expenses of the District. Again, the items presented on the Statement of Activities are measured in a manner similar to the approach used by a commercial enterprise in that revenues are recognized when earned or established criteria are satisfied and expenses are reported when incurred by the District. Thus, revenues are reported even when they may not be collected for several months or years after the end of the accounting period and expenses are recorded even though they may not have used cash during the current period.

The District's revenues are divided into those provided by outside parties who share the costs of some programs, such as tuition received for summer school and grants provided by the U.S. Department of Education to assist children with disabilities or from disadvantaged backgrounds (program revenues), and revenues provided by the taxpayers or by TEA in the equalization funding processes (general revenues). Although the Statement of Activities looks different from a commercial enterprise income statement, the financial statement is different only in format, not substance.

The District's business-type activities include the District's tuition/fee-based self-sustaining programs, such as athletic rentals/concessions, after school programs, employee childcare, fine arts, facility rental and summer school. Business-type activities are intended to recover all or a significant portion of their costs through user fees and charges.

The District does not have any component units for which it is financially accountable.

Fund Financial Statements

Fund financial statements (starting on page 20) report the District's operations in more detail than the government-wide statements by providing information about the District's funds. For governmental activities, these statements reflect how services were financed in the short term as well as resources remaining 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 employees, students and community members, 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 others.

Laws and contracts require the District to establish some programs, such as a program funded by a grant received from the U.S. Department of Education. The District's administration establishes program revenue and cost centers to help control and manage money for particular program purposes (such as campus activities).

All of the District's funds can be divided into three categories: governmental funds, proprietary funds and fiduciary funds.

Governmental funds - Governmental funds are used to account for essentially the same functions reported as governmental activities in the government-wide financial statements. However, unlike the government-wide financial statements, governmental fund financial statements focus on near-term inflows and outflows of spendable resources, as well as on balances of spendable resources available at the end of the fiscal year. Such information may be useful in evaluating a government's near-term financing requirements. The focus of governmental funds is narrower than that of the government-wide financial statements therefore it is useful to compare the information presented for governmental funds with similar information presented for governmental activities in the government-wide financial statements. By doing so, readers may better understand the long-term impact of the government's near-term financing decisions. Both, the Balance Sheet and the Statement of Revenues, Expenditures, and Changes in Fund Balances for governmental funds provide a reconciliation to facilitate this comparison between governmental funds and governmental activities.

The District maintains four governmental funds. Information is presented separately in fund financial statements for the general, special revenue, debt service, and capital projects funds, all of which are considered to be major funds. The District adopts annual appropriations budgets at the revenue source and functional expenditure levels for its general fund, the food service program included in the special revenue fund, and debt service fund as required by TEA. Budgetary comparison schedules have been provided to demonstrate finance related legal compliance with these budgets.

SPRING BRANCH INDEPENDENT SCHOOL DISTRICT

MANAGEMENT'S DISCUSSION AND ANALYSIS (continued)

Proprietary funds - Proprietary funds provide the same type of information as the government-wide financial statements, only in more detail. There are two proprietary fund types. Enterprise funds are used to report the same function presented as business-type activities in the government-wide financial statements. The District has one business-type activity (enterprise fund), which consists of tuition-based self-sustaining programs, such as child care and facilities rentals. The second type of proprietary fund is the internal service fund. Internal service funds are an accounting device used to accumulate and allocate costs internally among the various functions. The District has one internal service fund, the Workers' Compensation Fund. The basic proprietary fund financial statements can be found on pages 27 to 29 of this report.

Fiduciary funds - Fiduciary funds are used to account for resources held for the benefit of parties outside the government. The District is the fiduciary for money raised by student activities and scholarships in private-purpose funds. All of the District's fiduciary activities are reported in separate Statements of Fiduciary Net Position and Changes in Fiduciary Net Position on pages 30 and 31. We exclude these resources from the District's government-wide 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.

Notes to the Financial Statements

The notes to the financial statements (starting on page 33) provide narrative explanations or additional data needed for generally accepted full disclosure in the government-wide and fund financial statements.

Other Information

In addition to the basic financial statements and accompanying notes, this report also presents certain required supplementary information that further explains and supports the information in the financial statements. The District has presented the general fund budget to actual comparisons in the required supplementary information found on page 79 of this report. Additionally, the District's debt service fund, found on page 88, and Food Service program included in the special revenue fund has appropriated budgets in accordance with requirements of TEA. The Food Service program budget is included on pages 90 and 91 of this report as it is considered a perspective difference regarding required supplemental information for presentation of major special revenue fund budget comparison information in accordance with generally accepted financial reporting practices.

Government-Wide Financial Analysis

The government-wide financial statements for the District's overall financial position and operations for the fiscal years June 30, 2021 and June 30, 2020, are summarized as follows, based on the information included in the government-wide financial statements.

The District's total assets plus deferred outflows of resources exceeded total liabilities and deferred inflows of resources by \$183,104,459 as of June 30, 2021, an increase of \$20,942,331 from June 30, 2020. The District's total unrestricted net position, which is the total net position of the District reduced by restricted net position of \$39,121,886 and net investment in capital assets of \$270,245,729, resulted in a deficit of (\$126,263,156) on June 30, 2021.

Net position may serve over time as a useful indicator of a District's financial position. At June 30, 2021, the District's assets and deferred outflows of resources exceeded liabilities and deferred inflows of resources by \$183.1 million, an increase of \$20.9 million, including a \$0.6 million prior period adjustment related to GASB 84.

SPRING BRANCH INDEPENDENT SCHOOL DISTRICT
MANAGEMENT'S DISCUSSION AND ANALYSIS (continued)

Table I - Net Position Summary

	Governmental Activities		Business-Type Activities		Total	
	2021	2020	2021	2020	2021	2020
Current and other assets	\$ 592,394,403	\$ 617,750,377	\$ 2,512,705	\$ 2,962,877	\$ 594,907,108	\$ 620,713,254
Capital assets	945,834,601	772,869,040	120,176	87,292	945,954,777	772,956,332
Total Assets	1,538,229,004	1,390,619,417	2,632,881	3,050,169	1,540,861,885	1,393,669,586
Total Deferred Outflows of Resources	69,297,730	82,768,104	-	-	69,297,730	82,768,104
Current liabilities	159,642,749	129,491,398	613,303	284,610	160,256,052	129,776,008
Long-term liabilities	1,171,311,210	1,107,565,472	-	-	1,171,311,210	1,107,565,472
Total Liabilities	1,330,953,959	1,237,056,870	613,303	284,610	1,331,567,262	1,237,341,480
Total Deferred Inflows of Resources	95,487,894	76,934,082	-	-	95,487,894	76,934,082
Net Position:						
Net investment in capital assets	270,125,553	225,319,596	120,176	87,292	270,245,729	225,406,888
Restricted	39,121,886	39,676,558	-	-	39,121,886	39,676,558
Unrestricted	(128,162,558)	(105,599,585)	1,899,402	2,678,267	(126,263,156)	(102,921,318)
Total Net Position	\$ 181,084,881	\$ 159,396,569	\$ 2,019,578	\$ 2,765,559	\$ 183,104,459	\$ 162,162,128

Investment in capital assets (e.g. land, buildings, furniture and equipment) less any related debt used to acquire those assets that is still outstanding is \$270,245,729 as of June 30, 2021. Although the District's debt issuances are used primarily to acquire capital assets, it should be noted that the resources needed to repay the District's debt must be provided from other sources, since the capital assets themselves cannot be used to liquidate these liabilities. An additional portion of the District's net position of \$39,121,886 (approximately 21.4%) represents resources that are subject to external restrictions on how they may be used. The remaining balance of net position is a deficit of (\$126,263,156).

As shown in Table II, the net position of the District's governmental activities increased \$21,688,312 for the fiscal year ending June 30, 2021, after the prior period adjustment. The total cost of all governmental activities this year was \$546,739,061, a increase of \$26,947,793 from the previous year. The amount that the District's taxpayers paid for governmental activities through property taxes was \$442,742,701 or 78.0%, with operating grants and contributions of \$90,983,334 or 16.0%, and state funding of \$21,075,188 or 3.7% as the next most significant sources of revenue. Other sources of revenue for governmental activities were \$2,553,707 from user charges and \$10,471,621 from interest and other income.

SPRING BRANCH INDEPENDENT SCHOOL DISTRICT
MANAGEMENT'S DISCUSSION AND ANALYSIS (continued)

Table II - Change in Net Position

	Governmental Activities		Business-Type Activities		Total	
	2021	2020	2021	2020	2021	2020
Revenues						
Program Revenues:						
Charges for services	\$ 2,553,707	\$ 4,447,373	\$ 2,145,884	\$ 2,362,638	\$ 4,699,591	\$ 6,810,011
Operating grants and contributions	90,983,334	88,431,358	-	-	90,983,334	88,431,358
General Revenues:						
Property taxes	442,742,701	425,640,825	-	-	442,742,701	425,640,825
State grants and other grants	21,075,188	23,955,821	-	-	21,075,188	23,955,821
Interest	2,124,055	10,369,005	1,781	41,313	2,125,836	10,410,318
Other	8,347,566	2,454,149	-	-	8,347,566	2,454,149
Total Revenues	567,826,551	555,298,531	2,147,665	2,403,951	569,974,216	557,702,482
Expenses						
Instructional	260,149,036	268,839,993	-	-	260,149,036	268,839,993
Instruction resources and media	3,958,358	3,786,825	-	-	3,958,358	3,786,825
Curriculum/staff development	9,782,180	11,639,686	-	-	9,782,180	11,639,686
Instructional/leadership	7,725,295	7,075,713	-	-	7,725,295	7,075,713
School leadership	21,645,150	23,117,862	-	-	21,645,150	23,117,862
Guidance and counseling services	20,691,243	19,316,645	-	-	20,691,243	19,316,645
Social work services	182,760	211,337	-	-	182,760	211,337
Health services	4,448,323	4,583,605	-	-	4,448,323	4,583,605
Student (pupil) transportation	9,981,785	10,381,878	-	-	9,981,785	10,381,878
Child nutrition	13,540,924	15,863,808	-	-	13,540,924	15,863,808
Cocurricular/extracurricular	8,635,191	8,721,830	-	-	8,635,191	8,721,830
General administration	9,918,824	9,972,097	-	-	9,918,824	9,972,097
Plant maintenance and operations	34,309,085	32,707,469	-	-	34,309,085	32,707,469
Security and monitoring services	5,963,087	5,753,602	-	-	5,963,087	5,753,602
Data processing	22,589,357	10,815,413	-	-	22,589,357	10,815,413
Community services	1,957,161	2,277,797	-	-	1,957,161	2,277,797
Interest and fiscal charges	30,841,907	31,148,500	-	-	30,841,907	31,148,500
Facilities planning	17,017,257	10,467,783	-	-	17,017,257	10,467,783
Contracted Instructional Services	59,724,360	39,442,568	-	-	59,724,360	39,442,568
Payments to districts of SSAs	496,366	505,942	-	-	496,366	505,942
Other intergovernmental charges	3,181,412	3,160,915	-	-	3,181,412	3,160,915
Other business-type activities	-	-	2,899,439	2,864,942	2,899,439	2,864,942
Total Expenses	546,739,061	519,791,268	2,899,439	2,864,942	549,638,500	522,656,210
Excess (deficiency) before transfers	21,087,490	35,507,263	(751,774)	(460,991)	20,335,716	35,046,272
Transfers	(5,793)	(387,587)	5,793	387,587	-	-
Increase (decrease) in net position	21,081,697	35,119,676	(745,981)	(73,404)	20,335,716	35,046,272
Net Position, Beginning	159,396,569	124,276,893	2,765,559	2,838,963	162,162,128	127,115,856
Prior Period Adjustment	606,615	-	-	-	606,615	-
Net Position, Ending	\$ 181,084,881	\$ 159,396,569	\$ 2,019,578	\$ 2,765,559	\$ 183,104,459	\$ 162,162,128

Revenues for the District's governmental activities increased year over year overall by **\$12,528,020** for the fiscal year ended June 30, 2021. Increased property tax revenue due to increased taxable assessed value was the most significant factor in the overall increase.

Expenses for the District's governmental activities increased year over year overall \$26,947,793 for the fiscal year ended June 30, 2021. Increased payment to the state for revenue in excess of entitlement as well as increased investment in technology equipment were the most significant factors in the overall increase.

The District's combined property tax rate decreased to \$1.3073 per \$100 of assessed value. This generated tax revenues of \$442.7 million in fiscal year 2021, an increase of \$17.1 million over the 2020 fiscal year. However, the District paid the state \$59.7 million in fiscal year 2021, an increase of \$20.3 million from prior year for revenue in excess of entitlement.

SPRING BRANCH INDEPENDENT SCHOOL DISTRICT
MANAGEMENT'S DISCUSSION AND ANALYSIS (continued)

Total cost of governmental activities includes depreciation of \$27.3 million. Capital outlay of \$200.8 million is not included in the above cost of governmental activities. In the government-wide financial statements, capital outlay is shown as an increase in the capital assets reported on the Statement of Net Position and depreciation expense is reported in the Statement of Activities in order to spread the recognition of the cost of capital assets over their estimated useful lives of the capital assets.

Net position of the District's business-type activities decreased \$0.7 million in fiscal year 2021.

Financial Analysis of the District's Funds

As noted earlier, the District uses fund accounting to ensure and demonstrate compliance with finance related legal requirements.

The focus of the District's governmental funds is to provide information on near-term inflows, outflows, and balances of spendable resources. Such information is useful in assessing the District's financing requirements. In particular, unassigned fund balance may serve as a useful measure of a government's net resources available for spending at the end of the fiscal year.

At the end of fiscal year June 30, 2021 the District's governmental funds reported:

Combined ending fund balances were \$434,046,436, a decrease of (\$56,224,493), which includes a prior period adjustment from the fiscal year ended June 30, 2020. A decrease of (\$19,652,981) in general fund and (\$38,354,529) decrease in the capital projects fund were the two most significant changes. Fiscal year 2021 construction project expenditures of \$215.7 million is the primary reason for fund balance decrease in the capital projects fund.

- \$69,557,624 or 16% of the combined ending fund balance constitutes unassigned fund balance. The remainder of fund balance is not available because it is nonspendable, restricted, committed or assigned as follows:

- (1) Inventory \$2,219,324
- (2) Prepaid items \$2,042,814
- (3) Food service \$5,467,085, excludes #2
- (4) Capital projects \$261,224,290
- (5) Debt service \$36,040,329
- (6) Special revenue \$11,034,792
- (7) Campus activity \$2,617,158, excludes #2
- (8) Capital expenditures for equipment \$1,517,000
- (9) Compensated absences (retirement payoff) \$10,253,000
- (10) Subsequent year expenditures \$19,726,020
- (11) Natural disaster \$12,347,000

The general fund is the primary operating fund of the District. At the end of the current fiscal year, unassigned fund balance of the general fund was \$69,557,624 while the total fund balance was \$117,439,279.

During fiscal year 2021 the fund balance of the general fund decreased by (\$19,652,981).

SPRING BRANCH INDEPENDENT SCHOOL DISTRICT

MANAGEMENT'S DISCUSSION AND ANALYSIS (continued)

The District budgeted a \$33,262,305 decrease in fund balance. Budgeted expenditures within each functional spending category are a cap not to be exceeded. Accordingly, actual expenditure and actual use of fund balance will be less than budgeted.

At June 30, 2021 the debt service fund had a total fund balance of \$36,040,329 all of which is restricted for the payment of debt. The net decrease in the fund balance during fiscal year 2021 in the debt service fund was (\$692,518) as proceeds were matched to debt service expenditures.

The special revenue fund is used to account for all financial resources restricted to, or committed for, specific purposes by a grantor. The fund balance of the special revenue fund was \$19,342,538 on June 30, 2021, an increase of \$2,475,535 from June 30, 2020. Covid-19 relief funding in the food service program at fiscal year-end contributed to the increase. The increase was also attributable to a prior period adjustment related to the reclassification of accounts previously accounted for as agency funds to special revenue campus activity accounts as required under GASB Statement No. 84, which the District implemented in the fiscal year ended June 30, 2021. See Note 22 for further information related to the prior period adjustment.

The capital projects fund is used to account for financial resources to be used for the construction and renovation of District facilities. The District is in a 10-year bond program authorized by voters in November 2017. The fund balance of the District's capital projects fund was \$261,224,290 on June 30, 2021. The capital projects fund began the year with \$299,578,819 in fund balance. A fund balance decrease of (\$38,354,529) was due to expenditure on capital projects exceeding receipts from bond sales. Fund balance in the capital projects fund is restricted for future expenditure on capital projects.

General Fund Budgetary Highlights

Over the course of the year, District administration recommended, and the Board of Trustees approved, several revisions to budgeted revenue and appropriations. Revisions to the revenue budget are necessary due to changes in estimates for local and state revenue based on updated information concerning student attendance and tax collections. Revisions to appropriations are necessary due to staffing adjustments based on actual enrollment, changes in spending needs over the course of the year and other occurrences subsequent to the Board of Trustees' approval of the original budget.

As a high property wealth Chapter 49 district in fiscal year 2021, the District is required to send Revenue in Excess of Entitlement funds back to the state. Revenue in Excess of Entitlement is locally assessed and collected tax dollars sent to the state to satisfy statewide school funding equalization. Revenue is based on Target Revenue calculated as Weighted Average Daily Attendance (WADA) times a basic allotment. For fiscal year 2021 the amount of the basic allotment is \$6,160 per WADA.

The District's major budget amendments during the year are summarized as follows:

- The revenue budget increased by \$7.6 million during the year.
 - \$7.4 million decrease as state revenue due from a property value study was received very late in the preceding fiscal year, and
 - \$15.0 million increase primarily in state funding that partially offsets a substantial increase in the District's expenditure on Revenue in Excess of Entitlement.
- The expenditure budget increased by \$31.3 million during the year.
 - \$23.0 million increase in Revenue in Excess of Entitlement due to COVID-19 enrollment and attendance declines,
 - \$6.4 million increase as prior year encumbrances rolled forward,
 - \$4.1 million increase for response to the COVID-19 pandemic, and
 - \$2.2 million net decrease from all other revisions combined.

SPRING BRANCH INDEPENDENT SCHOOL DISTRICT
MANAGEMENT'S DISCUSSION AND ANALYSIS (continued)

Capital Asset and Debt Administration

Capital Assets

At the end of fiscal year 2021, the District had \$946.0 million (net of accumulated depreciation of \$369.4 million) invested in a broad range of capital assets, including facilities and equipment for instruction, transportation, athletics, administration, and maintenance.

Table III - Capital Asset Summary

	Governmental Activities		Business- Type Activities	
	2021	2020	2021	2020
Land	\$ 26,837,367	\$ 26,837,367	\$ -	\$ -
Buildings and improvements	604,190,370	619,940,601	-	-
Furniture and equipment	2,444,170	3,431,740	66,737	10,015
Vehicles	12,534,794	13,045,641	53,439	77,277
Construction in progress	299,827,900	109,613,691	-	-
Total Capital Assets,				
Net of Depreciation	<u>\$ 945,834,601</u>	<u>\$ 772,869,040</u>	<u>\$ 120,176</u>	<u>\$ 87,292</u>

Additional information on the District's capital assets can be found in Note 9 on starting on page 53 of this report.

Debt

Debt-management policies seek to provide the most favorable climate for District debt projects while upholding the highest rating possible for debt instruments. Management policies include the following:

- All debt service obligations will be met when due.
- Long-term financing will be restricted to capital projects and purchases of related equipment.
- Long-term bonds will not be issued to finance current operations.
- The District will cooperate and communicate with bond-rating agencies and work toward obtaining the most favorable municipal bond rating possible.
- Outstanding obligations will be reviewed frequently to ensure the most favorable funding structure for the District.
- All necessary information and material regarding the District's financial status will be provided to the appropriate parties.

The ratio of net bonded debt to assessed valuation is a useful indicator of the District's debt position. This data is presented in the schedule "Ratios of Net General Obligation Bonded Debt Outstanding, Table 10" in the statistical section and reflects a modest increase in the ratio of net bonded debt to assessed value to 2.57% as of June 30, 2021 compared to 2.42% as of June 30, 2020.

At year-end, the District had \$943.8 million in bonds outstanding including premiums on bonds at issuance. The District continues to enjoy excellent bond ratings of Aaa by Moody's Investors Service and AAA by Standard & Poor's by virtue of the Permanent School Fund Guarantee Program. The underlying ratings not enhanced by the Permanent School Fund Guarantee Program are Aa1 by Moody's and AA from Standard and Poor's.

At June 30, 2021, the District had \$328.4 million remaining authorized but unissued bonds.

More detailed information about the District's long-term liabilities is presented in Note 10 to the financial statements starting on page 56 of this report.

SPRING BRANCH INDEPENDENT SCHOOL DISTRICT
MANAGEMENT'S DISCUSSION AND ANALYSIS (continued)

Table IV - District's Outstanding Debt

	Governmental Activities	
	2021	2020
General obligation bonds	\$ 943,788,724	\$ 854,675,443
Total Outstanding Debt	\$ 943,788,724	\$ 854,675,443

Economic Factors and Next Year's Budgets and Rates

Economic factors have a significant impact on the District's finances. Taxable property values increased 2.3% in the fiscal year 2022 budget following an increase of 4.5% in the fiscal year 2021 budget. As of June 2021, the unemployment rate for Texas was 6.5% an decrease from the June 2020 rate of 8.4%. Inflationary trends in the region tend to be consistent with the national consumer price index (CPI) changes. However specific trends have required significant increases in school district expenditures. Ongoing competition to attract and hire highly qualified staff, particularly secondary teachers in selected disciplines, have required increases in compensation expenditure.

Harris County continues to be an economically vibrant area. We believe the District's tax base will, in the long term, continue to grow along with the broader economy.

The District's elected and appointed officials considered many factors when setting the fiscal year 2022 combined property tax rate of \$1.3043 per \$100 of assessed value which includes a \$0.9998 M&O rate supporting General Fund expenditure. Excluding Revenue in Excess of Entitlement budgeted fiscal year 2022 General Fund expenditures of \$360.7 million increase by \$1.3 million or 0.4% from the fiscal year 2021 final amended budget expenditures of \$359.4 million. Fiscal year 2022 budgeted General Fund revenues adjusted to include Revenue in Excess of Entitlement are \$341.0 million. General Fund balance is budgeted to decrease \$19.7 million in fiscal year 2022 to \$84.1 million. Budgeted expenditure in each functional category is a spending cap that should not be exceeded. Accordingly, actual expenditure is expected to be less than budgeted expenditure and actual General Fund balance is expected to be more than budgeted.

Costs of responding to the COVID-19 pandemic are not included in fiscal year 2022 General Fund expenditure budget as a discrete line item. The District's intent is to use Elementary and Secondary School Emergency Relief (ESSER) funds for all significant fiscal year 2022 costs of responding to the pandemic.

Requests for Information

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. Questions concerning any of the information provided in this report or requests for additional information should be addressed to the Office of the Associate Superintendent for Finance, Spring Branch Independent School District, 955 Campbell, Houston, Texas, 77024.



BASIC FINANCIAL STATEMENTS



SPRING BRANCH INDEPENDENT SCHOOL DISTRICT
STATEMENT OF NET POSITION

June 30, 2021

Exhibit A-1

Data Control Codes		Governmental Activities	Business-Type Activities	Total
Assets				
1110	Cash and cash equivalents	\$ 40,935,892	\$ 130,463	\$ 41,066,355
1120	Investments - current	438,186,799	2,015,027	440,201,826
1225	Property taxes receivables, net	10,805,561	-	10,805,561
1240	Due from other governments	17,287,363	-	17,287,363
1250	Accrued interest	865,890	-	865,890
1260	Internal balances	(199,722)	199,722	-
1290	Other receivables, net	945,669	167,493	1,113,162
1300	Inventories	2,421,634	-	2,421,634
1410	Prepaid items	2,042,814	-	2,042,814
	Capital assets not subject to depreciation:			
1510	Land	26,837,367	-	26,837,367
1580	Construction in progress	299,827,900	-	299,827,900
	Capital assets net of depreciation:			
1520	Buildings and improvements, net	604,190,370	-	604,190,370
1530	Furniture and equipment, net	2,444,170	66,737	2,510,907
1540	Vehicles, net	12,534,794	53,439	12,588,233
1910	Long-term investments	79,102,503	-	79,102,503
1000	Total Assets	1,538,229,004	2,632,881	1,540,861,885
Deferred Outflows of Resources				
	Deferred loss on refunding	6,855,386	-	6,855,386
	Deferred outflows - pension	41,496,451	-	41,496,451
	Deferred outflows - other post employment benefits	20,945,893	-	20,945,893
1700	Total Deferred Outflows of Resources	69,297,730	-	69,297,730
Liabilities				
2110	Accounts payable	35,166,428	5,854	35,172,282
2140	Interest payable	15,970,680	-	15,970,680
2150	Payroll deductions and withholdings	6,372,924	-	6,372,924
2160	Accrued wages payable	37,727,894	589,749	38,317,643
2180	Due to other governments	61,967,518	-	61,967,518
2190	Due to others	860,219	-	860,219
2200	Accrued expenses	1,178,940	-	1,178,940
2300	Unearned revenue	398,146	17,700	415,846
	Noncurrent Liabilities:			
2501	Due within one year	69,623,870	-	69,623,870
2502	Due in more than one year	884,446,345	-	884,446,345
2540	Net pension liability	111,692,491	-	111,692,491
2545	Net other post-employment benefits liability	105,548,504	-	105,548,504
2000	Total Liabilities	1,330,953,959	613,303	1,331,567,262
Deferred Inflows of Resources				
	Deferred inflows - pensions	18,199,338	-	18,199,338
	Deferred inflows - other post employment benefits	77,288,557	-	77,288,557
2600	Deferred Inflows of Resources	95,487,894	-	95,487,894
Net Position				
3200	Net investment in capital assets	270,125,553	120,176	270,245,729
	Restricted for:			
3820	Federal and state programs	11,034,792	-	11,034,792
3820	Food service	5,467,085	-	5,467,085
3850	Debt service	22,620,009	-	22,620,009
3900	Unrestricted	(128,162,558)	1,899,402	(126,263,156)
3000	Total Net Position	\$ 181,084,881	\$ 2,019,578	\$ 183,104,459

SPRING BRANCH INDEPENDENT SCHOOL DISTRICT
STATEMENT OF NET ACTIVITIES
For the Year Ended June 30, 2021

Exhibit B-1

Page 1 of 2

Data Control Codes		Program Revenue			
		Expenses	Charges for Services	Operating Grants and Contributions	
Governmental Activities					
11	Instruction	\$ 260,149,036	\$ 1,730,131	\$ 31,867,646	
12	Instructional Resources and Media Services	3,958,358	-	263,951	
13	Curriculum and Staff Development	9,782,180	-	3,114,049	
21	Instructional Leadership	7,725,295	-	1,389,395	
23	School Leadership	21,645,150	-	759,034	
31	Guidance, Counseling, and Evaluation Services	20,691,243	-	4,270,973	
32	Social Work Services	182,760	-	53,999	
33	Health Services	4,448,323	-	7,971,587	
34	Student Transportation	9,981,785	-	863,905	
35	Food Service	13,540,924	165,268	14,909,927	
36	Extracurricular Activities	8,635,191	267,757	212,314	
41	General Administration	9,918,824	115,000	6,988,688	
51	Plant, Maintenance and Operations	34,309,085	87,079	6,717,125	
52	Security and Monitoring Services	5,963,087	188,472	339,863	
53	Data Processing Services	22,589,357	-	9,460,483	
61	Community Services	1,957,161	-	911,594	
72	Interest on Long-term Debt	29,139,200	-	-	
73	Debt Issuance costs and fees	1,702,707	-	-	
81	Facilities Repairs and Maintenance	17,017,257	-	392,435	
91	Contracted Instructional Services	59,724,360	-	-	
93	Payments Related to Shared Services Arrangements	496,366	-	496,366	
99	Other Intergovernmental Charges	3,181,412	-	-	
TG	Total Governmental Activities	546,739,061	2,553,707	90,983,334	
Business-Type Activities					
01	Athletic rentals/concessions	571,228	646,754	-	
02	Employee childcare	2,138,941	1,273,151	-	
03	Community education	77	-	-	
04	Fine arts	2,413	12,858	-	
06	Facility rentals	6,139	39,083	-	
07	Summer school	125,088	174,038	-	
08	Other	55,553	-	-	
TB	Total Business-Type Activities	2,899,439	2,145,884	-	
TP	Total Primary Government	\$ 549,638,500	\$ 4,699,591	\$ 90,983,334	

SPRING BRANCH INDEPENDENT SCHOOL DISTRICT
STATEMENT OF ACTIVITIES
For the Year Ended June 30, 2021

Exhibit B-1

Page 2 of 2

Data Control Codes	Functions/Programs	Net (Expense) Revenue and Changes in Net Position		
		Primary Government		
		Governmental Activities	Business-Type Activities	Total
	Governmental Activities			
11	Instruction	\$ (226,551,259)	\$ -	\$ (226,551,259)
12	Instructional Resources and Media Services	(3,694,407)	-	(3,694,407)
13	Curriculum and Staff Development	(6,668,131)	-	(6,668,131)
21	Instructional Leadership	(6,335,900)	-	(6,335,900)
23	School Leadership	(20,886,116)	-	(20,886,116)
31	Guidance, Counseling, and Evaluation Services	(16,420,270)	-	(16,420,270)
32	Social Work Services	(128,761)	-	(128,761)
33	Health Services	3,523,264	-	3,523,264
34	Student Transportation	(9,117,880)	-	(9,117,880)
35	Food Service	1,534,271	-	1,534,271
36	Extracurricular Activities	(8,155,120)	-	(8,155,120)
41	General Administration	(2,815,136)	-	(2,815,136)
51	Plant, Maintenance and Operations	(27,504,881)	-	(27,504,881)
52	Security and Monitoring Services	(5,434,752)	-	(5,434,752)
53	Data Processing Services	(13,128,874)	-	(13,128,874)
61	Community Services	(1,045,567)	-	(1,045,567)
72	Interest on Long-term Debt	(29,139,200)	-	(29,139,200)
73	Debt Issuance costs and fees	(1,702,707)	-	(1,702,707)
81	Facilities Repairs and Maintenance	(16,624,822)	-	(16,624,822)
91	Contracted Instructional Services	(59,724,360)	-	(59,724,360)
93	Payments Related to Shared Services Arrangements	-	-	-
99	Other Intergovernmental Charges	(3,181,412)	-	(3,181,412)
TG	Total Governmental Activities	(453,202,020)	-	(453,202,020)
	Business-Type Activities			
01	Athletic rentals/concessions	-	75,526	75,526
02	Employee childcare	-	(865,790)	(865,790)
03	Community education	-	(77)	(77)
04	Fine arts	-	10,445	10,445
06	Facility rentals	-	32,944	32,944
07	Summer school	-	48,950	48,950
08	Other	-	(55,553)	(55,553)
TB	Total Business-Type Activities	-	(753,555)	(753,555)
TP	Total Primary Government	(453,202,020)	(753,555)	(453,955,575)
	General Revenues, and Transfers			
	General Revenues:			
MT	Property taxes, levied for general purposes	335,089,791	-	335,089,791
DT	Property taxes, levied for debt service	107,652,910	-	107,652,910
SF	State-aid formula grants	21,075,188	-	21,075,188
IE	Investment earnings	2,124,055	1,781	2,125,836
MI	Miscellaneous	8,347,566	-	8,347,566
FR	Transfers	(5,793)	5,793	-
TR	Total General Revenues, and Transfers	474,283,717	7,574	474,291,291
CN	Change in net position	21,081,697	(745,981)	20,335,716
NB	Net Position - Beginning	159,396,569	2,765,559	162,162,128
PA	Prior period adjustment	606,615	-	606,615
NE	Net Position - Ending	\$ 181,084,881	\$ 2,019,578	\$ 183,104,459

SPRING BRANCH INDEPENDENT SCHOOL DISTRICT
BALANCE SHEET - GOVERNMENTAL FUNDS
June 30, 2021

Exhibit C-1
Page 1 of 2

Data Control Codes		General Fund	Special Revenue Fund	Debt Service Fund
Assets				
1110	Cash and cash equivalents	\$ 23,092,076	\$ 13,224,167	\$ 583,158
1120	Current investments	198,987,363	1,203,707	35,476,860
	Receivables:			
1220	Property taxes - delinquent	12,752,579	-	3,467,485
1230	Allowance for uncollectible taxes (credit)	(4,464,232)	-	(950,271)
1240	Receivables from other governments	8,323,084	8,813,107	-
1250	Accrued interest	290,104	-	13,457
1260	Due from other funds	164,902	1,650,498	-
1290	Other receivables	68,289	832,932	-
1300	Inventories	2,201,161	220,473	-
1410	Prepaid items	1,837,473	205,341	-
1490	Long-term investments	-	-	-
1000	Total Assets	\$ 243,252,799	\$ 26,150,225	\$ 38,590,689
Liabilities, Deferred Inflows of Resources and Fund Balance				
	Liabilities:			
2110	Accounts payable	\$ 2,367,816	\$ 283,367	\$ -
2150	Payroll deductions and withholdings	6,296,449	76,475	-
2160	Accrued wages payable	34,284,324	3,347,838	-
2170	Due to other funds	9,644,833	3,093,283	-
2180	Payable to other governments	61,967,518	-	-
2190	Due to student and employee groups	853,532	6,687	-
2200	Accrued expenditures	1,178,940	-	-
2300	Unearned revenue	398,109	37	-
2000	Total Liabilities	116,991,521	6,807,687	-
	Deferred Inflows of Resources			
	Unavailable revenue - property taxes	8,821,999	-	2,550,360
2600	Deferred Inflows of Resources	8,821,999	-	2,550,360
	Fund Balance:			
	Nonspendable:			
3410	Inventories	2,201,162	18,162	-
3430	Prepaid items	1,837,473	205,341	-
	Restricted:			
3450	Grant funds	-	5,467,085	-
3470	Capital acquisitions and obligations	-	-	-
3480	Debt service	-	-	36,040,329
3490	Local funds	-	11,034,792	-
	Committed:			
3545	Other	-	2,617,158	-
	Assigned:			
3570	Capital expenditures for equipment	1,517,000	-	-
3590	Other	42,326,020	-	-
	Unassigned:			
3600	Unassigned	69,557,624	-	-
3000	Total Fund Balances	117,439,279	19,342,538	36,040,329
4000	Total Liabilities, Deferred Inflows, and Fund Balances	\$ 243,252,799	\$ 26,150,225	\$ 38,590,689

SPRING BRANCH INDEPENDENT SCHOOL DISTRICT
BALANCE SHEET - GOVERNMENTAL FUNDS
June 30, 2021

Exhibit C-1
Page 2 of 2

Data Control Codes		Capital Projects Fund	Total Governmental Funds
Assets			
1110	Cash and cash equivalents	\$ 749,860	\$ 37,649,261
1120	Current investments	202,518,869	438,186,799
	Receivables:		
1220	Property taxes - delinquent	-	16,220,064
1230	Allowance for uncollectible taxes (credit)	-	(5,414,503)
1240	Receivables from other governments	151,172	17,287,363
1250	Accrued interest	562,329	865,890
1260	Due from other funds	10,725,334	12,540,734
1290	Other receivables	-	901,221
1300	Inventories	-	2,421,634
1410	Prepaid items	-	2,042,814
1490	Long-term investments	79,102,503	79,102,503
1000	Total Assets	\$ 293,810,067	\$ 601,803,780
Liabilities, Deferred Inflows of Resources and Fund Balance			
	Liabilities:		
2110	Accounts payable	\$ 32,487,709	\$ 35,138,892
2150	Payroll deductions and withholdings	-	6,372,924
2160	Accrued wages payable	95,728	37,727,890
2170	Due to other funds	2,340	12,740,456
2180	Payable to other governments	-	61,967,518
2190	Due to student and employee groups	-	860,219
2200	Accrued expenditures	-	1,178,940
2300	Unearned revenue	-	398,146
2000	Total Liabilities	32,585,777	156,384,985
	Deferred Inflows of Resources		
	Unavailable revenue - property taxes	-	11,372,359
2600	Deferred Inflows of Resources	-	11,372,359
	Fund Balance:		
	Nonspendable:		
3410	Inventories	-	2,219,324
3430	Prepaid items	-	2,042,814
	Restricted:		
3450	Grant funds	-	5,467,085
3470	Capital acquisitions and obligations	261,224,290	261,224,290
3480	Debt service	-	36,040,329
3490	Local funds	-	11,034,792
	Committed:		
3545	Other	-	2,617,158
	Assigned:		
3570	Capital expenditures for equipment	-	1,517,000
3590	Other	-	42,326,020
	Unassigned:		
3600	Unassigned	-	69,557,624
3000	Total Fund Balances	261,224,290	434,046,436
4000	Total Liabilities, Deferred Inflows, and Fund Balances	\$ 293,810,067	\$ 601,803,780



SPRING BRANCH INDEPENDENT SCHOOL DISTRICT
RECONCILIATION OF BALANCE SHEET FOR GOVERNMENTAL FUNDS
TO STATEMENT OF NET POSITION
June 30, 2021

Exhibit C-2

Data Control Codes		
	Total Fund Balance, Governmental Funds	\$ 434,046,436
	Amounts reported for governmental activities in the statement of Net position are different because:	
1	Capital assets used in governmental activities are not financial resources and therefore are not reported as assets in governmental funds.	945,834,601
2	Property taxes receivable have been levied and are due this year, but are not available soon enough to pay for the current period's expenditures, these property taxes and related penalty and interest amounts (net of allowance for uncollectible accounts).	11,372,359
	Long-term liabilities, including bonds payable, are not due and payable in the current period, and therefore are not reported as liabilities in the funds. Long-term liabilities at year-end consist of:	
3	General obligation bonds	(867,150,000)
4	Premiums on issuance	(76,638,724)
5	Accrued compensated absences	(10,281,491)
6	Accrued interest payable	(15,970,680)
7	Net pension liability	(111,692,491)
8	Net other post employment liability	(105,548,504)
9	Deferred loss on refunding	6,855,386
10	Deferred outflow related to TRS pension	41,496,451
11	Deferred outflow related to TRS OPEB	20,945,893
12	Deferred inflow related to TRS pension	(18,199,338)
13	Deferred inflow related to TRS OPEB	(77,288,557)
14	Addition of Internal Service fund net position	<u>3,303,540</u>
19	Total Net Position - Governmental Activities (See B-1)	<u>\$ 181,084,881</u>

SPRING BRANCH INDEPENDENT SCHOOL DISTRICT
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCE - GOVERNMENTAL FUNDS
For the Year Ended June 30, 2021

Exhibit C-3

Page 1 of 2

Data Control Codes		General Fund	Special Revenue Fund	Debt Service Fund
Revenues				
5700	Local, intermediate, and out-of-state	\$ 337,201,229	\$ 6,556,295	\$ 107,275,762
5800	State program revenues	39,030,500	629,664	314,418
5900	Federal program revenues	12,377,047	53,324,512	-
5020	Total revenues	388,608,776	60,510,471	107,590,180
Expenditures				
Current:				
0011	Instruction	215,238,641	18,044,202	-
0012	Instruction resources and media services	3,749,673	192,669	-
0013	Curriculum and instructional staff development	7,011,942	2,625,652	-
0021	Instructional leadership	6,593,619	975,864	-
0023	School leadership	21,316,335	104,942	-
0031	Guidance, counseling and evaluation services	16,444,850	4,030,736	-
0032	Social work services	116,122	63,268	-
0033	Health services	2,298,268	2,148,789	-
0034	Student transportation	8,495,798	692,560	-
0035	Food services	3,385	12,975,672	-
0036	Extracurricular activities	6,564,218	387,285	-
0041	General administration	9,701,759	2,937	-
0051	Facilities maintenance and operations	27,993,985	6,071,315	-
0052	Security and monitoring services	5,862,163	239,037	-
0053	Data processing services	12,473,136	8,608,708	-
0061	Community services	1,171,984	748,621	-
Debt service:				
0071	Principal on long-term debt	-	-	72,140,000
0072	Interest on long-term debt	-	-	36,125,152
0073	Bond issuance costs and fees	-	-	18,339
Capital outlay:				
0081	Capital outlay	612,154	98,874	-
Intergovernmental:				
0091	Contracted instructional services	59,724,360	-	-
0093	Payments related to shared services arrangements	-	496,366	-
0099	Other intergovernmental charges	3,181,412	-	-
6030	Total Expenditures	408,553,804	58,507,497	108,283,491
1100	Excess (deficiency) of revenues over expenditures	(19,945,028)	2,002,974	(693,311)
Other Financing Sources (Uses)				
7911	Issuance of capital related debt	-	-	-
7912	Sale of real or personal property	130,740	33,046	-
7915	Transfers in	166,759	-	793
7916	Premium or discount on issuance of bonds	-	-	-
8911	Transfers out	(5,452)	(167,100)	-
7080	Total Other Financing Sources (Uses)	292,047	(134,054)	793
1200	Net change in fund balances	(19,652,981)	1,868,920	(692,518)
0100	Fund Balances - Beginning	137,092,260	16,867,003	36,732,847
1300	Prior period adjustment	-	606,615	-
3000	Fund Balances - Ending	\$ 117,439,279	\$ 19,342,538	\$ 36,040,329

SPRING BRANCH INDEPENDENT SCHOOL DISTRICT
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCE - GOVERNMENTAL FUNDS
For the Year Ended June 30, 2021

Exhibit C-3

Page 2 of 2

Data Control Codes		Capital Projects Fund	Total Governmental Funds
Revenues			
5700	Local, intermediate, and out-of-state	\$ 7,154,910	\$ 458,188,196
5800	State program revenues	-	39,974,582
5900	Federal program revenues	177,513	65,879,072
5020	Total revenues	7,332,423	564,041,850
Expenditures			
Current:			
0011	Instruction	-	233,282,843
0012	Instruction resources and media services	-	3,942,342
0013	Curriculum and instructional staff development	-	9,637,594
0021	Instructional leadership	-	7,569,483
0023	School leadership	-	21,421,277
0031	Guidance, counseling and evaluation services	-	20,475,586
0032	Social work services	-	179,390
0033	Health services	-	4,447,057
0034	Student transportation	1,901,813	11,090,171
0035	Food services	-	12,979,057
0036	Extracurricular activities	23,750	6,975,253
0041	General administration	-	9,704,696
0051	Facilities maintenance and operations	-	34,065,300
0052	Security and monitoring services	-	6,101,200
0053	Data processing services	-	21,081,844
0061	Community services	-	1,920,605
Debt service:			
0071	Principal on long-term debt	-	72,140,000
0072	Interest on long-term debt	999,308	37,124,460
0073	Bond issuance costs and fees	11,605	29,944
Capital outlay:			
0081	Capital outlay	212,749,784	213,460,812
Intergovernmental:			
0091	Contracted instructional services	-	59,724,360
0093	Payments related to shared services arrangements	-	496,366
0099	Other intergovernmental charges	-	3,181,412
6030	Total Expenditures	215,686,260	791,031,052
1100	Excess (deficiency) of revenues over expenditures	(208,353,837)	(226,989,202)
Other Financing Sources (Uses)			
7911	Issuance of capital related debt	155,630,000	155,630,000
7912	Sale of real or personal property	-	163,786
7915	Transfers in	-	167,552
7916	Premium or discount on issuance of bonds	14,370,101	14,370,101
8911	Transfers out	(793)	(173,345)
7080	Total Other Financing Sources (Uses)	169,999,308	170,158,094
1200	Net change in fund balances	(38,354,529)	(56,831,108)
0100	Fund Balances - Beginning	299,578,819	490,270,929
1300	Prior period adjustment	-	606,615
3000	Fund Balances - Ending	\$ 261,224,290	\$ 434,046,436

SPRING BRANCH INDEPENDENT SCHOOL DISTRICT
RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCE OF GOVERNMENTAL FUNDS TO THE
STATEMENT OF ACTIVITIES
For the Year Ended June 30, 2021

Exhibit C-4

Data Control Codes		
	Net change in fund balances - total governmental funds (from C-3)	\$ (56,831,108)
	Amounts reported for governmental activities in the statement of activities (B-1) are different because:	
1	Governmental funds report capital outlays as expenditures. However, in the statement of activities, the cost of those assets is allocated over their estimated useful lives as depreciation expense. This is the amount by which capital outlays exceeded depreciation.	
	Capital expenditures reclassified to assets.	200,770,780
	Depreciation expense charged to each function in the Statement of Activities	(27,295,846)
2	Governmental funds report the entire net sales price (proceeds) from sale of an asset as revenue because it provides current financial resources. In contrast, the Statement of Activities reports only the gain (loss) on the sale of the assets. Thus, the change in net position differs from the change in fund balance by the cost of the asset sold.	(509,373)
3	Property tax revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the funds.	2,056,399
4	Repayment of bond principal is an expenditure in the governmental fund, but the repayment reduces long-term liabilities in the statement of net position.	72,140,000
5	Proceeds from issuance of long-term debt is reported as an other financing source in the governmental funds. In the government-wide financial statements, proceeds are treated as an increase in long-term liabilities.	(155,630,000)
6	Premium from issuance of long-term debt is reported as an other financing source in the governmental funds. In the government-wide financial statements, proceeds are treated as an increase in long-term liabilities.	(14,370,101)
7	Pension contributions made during the current fiscal year are reported as expenditures in the governmental funds and are reported as deferred outflows and reductions in net pension liability as opposed to expenses in the statement of activity.	(6,044,050)
	Some expenses reported in the statement of activities do not require the use of current financial resources and these are not reported as expenditures in governmental funds:	
8	Increase in interest payable not recognized in fund statements	(1,742,529)
9	Decrease in accrued compensated absences	74,448
10	Amortization of bond premiums	8,746,820
11	Amortization on deferred loss on refunding	(691,794)
12	Internal service funds are used by management to charge the costs of certain activities, such as insurance and printing, to individual funds. The net revenue (expense) of the internal service funds is reported with governmental funds.	408,051
	Change in net position of governmental activities	\$ 21,081,697

SPRING BRANCH INDEPENDENT SCHOOL DISTRICT
STATEMENT OF NET POSITION
PROPRIETARY FUNDS
June 30, 2021

Exhibit D-1

	Business-Type Activities - Enterprise Fund	Governmental Activities - Internal Service Fund
Assets		
Current Assets:		
Cash and cash equivalents	\$ 130,463	\$ 3,286,631
Investments	2,015,027	-
Receivables:		
Due from other funds	223,080	-
Other receivables	167,493	44,448
Total Current Assets	<u>2,536,063</u>	<u>3,331,079</u>
Non-Current Assets:		
Furniture and equipment	188,750	44,350
Vehicles	246,042	147,500
Accumulated depreciation - vehicles	(192,603)	(147,500)
Accumulated depreciation - furniture and equipment	(122,013)	(44,350)
Total Non-Current Assets	<u>120,176</u>	<u>-</u>
Total Assets	<u>2,656,239</u>	<u>3,331,079</u>
Liabilities		
Current Liabilities:		
Accounts payable	5,854	27,536
Accrued wages payable	589,749	4
Due to other funds	23,358	-
Unearned revenue	17,700	-
Total Current Liabilities	<u>636,661</u>	<u>27,540</u>
Total Liabilities	<u>636,661</u>	<u>27,540</u>
Net Position		
Investment in capital assets	120,176	-
Unrestricted net position	1,899,402	3,303,539
Total Net Position	<u>\$ 2,019,578</u>	<u>\$ 3,303,539</u>

SPRING BRANCH INDEPENDENT SCHOOL DISTRICT
STATEMENT OF REVENUES, EXPENSES AND CHANGES IN NET POSITION
PROPRIETARY FUNDS
For the Year Ended June 30, 2021

Exhibit D-2

	Business-Type Activities - Enterprise Fund	Governmental Activities - Internal Service Fund
Operating Revenues		
Local and intermediate sources	\$ 2,145,884	\$ 96
Interfund services provided and used	-	1,284,753
Federal Program	-	960
Total Operating Revenues	2,145,884	1,285,809
Operating Expenses		
Payroll costs	2,512,857	248,480
Purchased and contracted services	91,393	41,419
Supplies and materials	84,642	93,775
Claims expense and other operating expenses	173,587	494,084
Depreciation	36,960	-
Total Operating Expenses	2,899,439	877,758
Operating Income (Loss)	(753,555)	408,051
Non-Operating Revenues		
Investment earnings	1,781	-
Total Non-Operating Revenues	1,781	-
Income (loss) before transfers	(751,774)	408,051
Transfer		
Transfers in	5,793	-
Total Transfers	5,793	-
Change in net position	(745,981)	408,051
Net Position		
Total Net Position - Beginning	2,765,559	2,895,488
Total Net Position - Ending	\$ 2,019,578	\$ 3,303,539

SPRING BRANCH INDEPENDENT SCHOOL DISTRICT
STATEMENT OF CASH FLOWS
PROPRIETARY FUNDS
For the Year Ended June 30, 2021

Exhibit D-3

	Business-type Activities - Enterprise Fund	Governmental Activities - Internal Service Fund
Cash Flows from Operating Activities:		
Cash received from customers	\$ 2,457,431	\$ -
Receipts from interfund charges for insurance services	-	1,240,401
Receipts from other governments	-	960
Payments to suppliers for goods and services	(561,259)	(624,351)
Payments to employees	(2,189,661)	(249,482)
Net Cash Provided by (Used for) Operating Activities	(293,489)	367,528
Cash Flows from Non-Capital Financing Activities:		
Advances from other funds	5,793	-
Net Cash Provided by Non-Capital Financing Activities	5,793	-
Cash Flows from Capital and Related Financing Activities:		
Proceeds from sale of capital assets	62,104	-
Acquisition of capital assets	(131,948)	-
Net Cash Provided by (Used for) Capital and Related Financing Activities	(69,844)	-
Cash Flows from Investing Activities:		
Interest on investments	1,781	-
Net Cash Provided by Investing Activities	1,781	-
Net increase (decrease) in cash and cash equivalents	(355,759)	367,528
Cash and Investments - Beginning of Year	2,501,249	2,919,103
Cash and Investments - End of Year	\$ 2,145,490	\$ 3,286,631
Reconciliation to Balance Sheet:		
Cash and investments	\$ 130,463	\$ 3,286,631
Investments	2,015,027	-
Cash and Cash Equivalents per Balance Sheet	\$ 2,145,490	\$ 3,286,631
Reconciliation of Operating Income (Loss) to Net Cash Provided by (Used for) Operating Activities:		
Operating income (loss)	\$ (753,555)	\$ 408,051
Adjustments to Reconcile Operating Income (Loss) to Net Cash Provided by (Used for) Operating Activities:		
Depreciation	36,960	-
Change in Assets and Liabilities:		
Decrease (increase) in interfund receivables	458,992	-
Decrease (increase) in receivable	(147,253)	(44,448)
Increase (decrease) in accounts payable	5,689	4,927
Increase (decrease) in accrued wages payable	323,196	(1,002)
Increase (decrease) in interfund payables	(217,326)	-
Increase (decrease) in unearned revenue	(192)	-
Net Cash Provided by (Used for) Operating Activities	\$ (293,489)	\$ 367,528

SPRING BRANCH INDEPENDENT SCHOOL DISTRICT**STATEMENT OF FIDUCIARY NET POSITION****June 30, 2021****Exhibit E-1**

	Private Purpose Trust Fund	Custodial Fund
Assets		
Cash and cash equivalents	\$ 9,875	\$ 2,938,520
Investments	225,181	291,801
Other receivables	-	79,441
Prepaid items	-	5,356
Total Assets	235,056	\$ 3,315,118
Liabilities		
Accounts payable	-	\$ 8,361
Payroll deductions and withholding	-	430,388
Due to others	-	606,629
Total Liabilities	-	\$ 1,045,378
Net Position		
Restricted - other	\$ 235,056	\$ 2,269,740

SPRING BRANCH INDEPENDENT SCHOOL DISTRICT
STATEMENT OF CHANGES IN FIDUCIARY NET POSITION
For the Year Ended June 30, 2021

Exhibit E-2

	Private Purpose Trust Fund	Custodial Fund
Additions		
Gifts and contributions	\$ 3,000	\$ 858,309
Earnings on investments	174	412
Total Additions	<u>3,174</u>	<u>858,721</u>
Deductions		
Community service	<u>3,123</u>	<u>980,517</u>
Total Deductions	<u>3,123</u>	<u>980,517</u>
Change in net position	51	(121,796)
Net Position - Beginning of Year	235,005	-
Prior Period Adjustment - Implement GASB 84	<u>-</u>	<u>2,391,536</u>
Net Position - End of Year	<u>\$ 235,056</u>	<u>\$ 2,269,740</u>



Note 1 - Summary of Significant Accounting Policies

The Spring Branch Independent School District (the "District") is an independent public educational agency operating under applicable laws and regulations of the State of Texas. The District is autonomously governed by a seven-member Board of Trustees elected by the District's residents.

The District prepares its basic financial statements in conformity with U.S. generally accepted accounting principles promulgated by the Governmental Accounting Standards Board (GASB) and other authoritative sources identified in *Statement on Auditing Standards No. 69*, as amended by *Statement on Auditing Standards No.'s 91 and 93* of the American Institute of Certified Public Accountants; and it complies with the most recent requirements of the Texas Education Agency's *Financial Accountability System Resource Guide* (the "Resource Guide" or FASRG) and the requirements of contracts and grants of agencies from which it receives funds.

The following is a summary of the most significant accounting policies.

A. Reporting Entity

The District is considered an independent entity for financial reporting purposes and is considered a primary government. The Board of Trustees (the "Board") is elected by the public and has the authority to make decisions, appoint administrators and managers, and significantly influence operations. It also has the primary accountability for fiscal matters. Therefore, the District is a financial reporting entity as defined by the GASB in its Statement No. 61, *The Financial Reporting Entity: Omnibus; an amendment of GASB Statements No. 14 and No. 34*. The District is not financially accountable for any other organizations; therefore, no component units are included within the reporting entity. The District receives funding from local, state, and federal government sources and must comply with the requirements of these funding entities.

As required by U.S. generally accepted accounting principles, these basic financial statements have been prepared, based on considerations regarding the potential for inclusion of other entities, organizations, or functions, as part of the District's financial reporting entity. The District has implemented GASB Statement No. 39, *Determining Whether Certain Organizations are Component Units*. The District receives support from various Parent Teacher Organizations (PTO), booster clubs and foundation organizations. None of these organizations meet the criteria specified by GASB No. 39 to be included in the District's financial statements. Therefore, there are no component units included within the reporting entity.

Considerations regarding the potential for inclusion of other entities, organizations, or functions in the District's financial reporting entity are based on criteria prescribed by generally accepted accounting principles. These same criteria are evaluated in considering whether the District is part of any other governmental or other type of reporting entity. The overriding elements associated with prescribed criteria considered in determining that the District's financial reporting entity status is that of a primary government are: that it has a separately elected governing body; it is legally separate; and it is fiscally independent of other state and local governments.

B. Government-Wide and Fund Financial Statements

The Statement of Net Position and the Statement of Activities are government-wide financial statements. They report information on all of the Spring Branch Independent School District operating activities and activities other than the District's fiduciary activities. For the most part, the effect of interfund activities has been removed from these statements. Governmental activities include programs supported primarily by taxes, state foundation funds, grants and other intergovernmental revenues. The District's business-type activities rely to a significant extent on fees and charges for support.

Note 1 - Summary of Significant Accounting Policies (continued)

B. Government-Wide and Fund Financial Statements (continued)

The Statement of Activities demonstrates how other people or entities that participate in programs the District operates have shared in the payment of direct costs. The "Charges for Services" column includes payments made by parties that purchase, use, or directly benefit from goods or services provided by a given function or segment of the District. Examples include school lunch charges, etc. The "Operating Grants and Contributions" column includes amounts paid by organizations outside the District to help meet the operational or capital requirements of a given function. Examples include grants under the Elementary and Secondary Education Act (ESEA). If a revenue is not a program revenue, it is a general revenue used to support all of the District's functions. Property taxes are considered general revenues.

Interfund activities between governmental funds and proprietary funds appear as "Due To/Due From" on the Governmental Fund Balance Sheet and Proprietary Fund Statement of Net Position. All interfund transactions between governmental funds are eliminated on the government-wide statements except for internal services provided. Interfund activities between governmental funds and the enterprise fund remain on the government-wide statements and appear on the government-wide Statement of Net Position as internal balances.

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

Proprietary funds distinguish operating revenues and expenses from non-operating items. Operating revenues and expenses result from providing services and producing and delivering goods in connection with a proprietary fund's principal ongoing operations. All other revenues and expenses are non-operating.

C. Measurement Focus, Basis of Accounting, and Financial Statement Presentation

The government-wide financial statements use the economic resources measurement focus and the accrual basis of accounting, as do the proprietary fund and trust fund financial statements. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of the related cash flows. Property taxes are recognized as revenues in the year for which they are levied. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met.

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

The modified accrual basis of accounting recognizes revenues in the accounting period in which they become both measurable and available. It recognizes expenditures in the accounting period in which the fund liability is incurred, if measurable, except for unmatured interest and principal on long-term debt, which is recognized when due.

The expenditures are recognized for compensated absences and claims and judgments when amounts are due and payable. The District considers all revenues available if they are collectible within sixty days after year-end.

Note 1 - Summary of Significant Accounting Policies (continued)

C. Measurement Focus, Basis of Accounting, and Financial Statement Presentation (continued)

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

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

The Proprietary Funds and Fiduciary Funds are accounted for on a flow of economic resources measurement focus and utilize the accrual basis of accounting. This basis of accounting recognizes revenues in the accounting period in which they are earned and become measurable and expenses in the accounting period in which they are incurred and become measurable. The fund equity is segregated into net investment in capital assets, restricted net position, and unrestricted net position.

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

D. Fund Accounting

The accounts of the District are organized on the basis of funds in accordance with the provisions of the Resource Guide. Each fund is considered to be a separate accounting entity. The operations of each fund are accounted for by providing a separate set of self-balancing accounts, which comprise its assets, liabilities, fund equity, revenues, and expenditures or expenses. For financial statement presentation, the District's fund financial statements provide more detailed information about the District's funds-not the District as a whole. All of the District's governmental and enterprise funds are considered major funds in accordance with generally accepted financial reporting criteria.

Governmental Funds:

General Fund - The General Fund is the government's primary operating fund. It is used to account for all financial transactions not properly includable in other funds. The principal sources of revenues include local property taxes, state funding under the Foundation School Program, interest earnings on fund investments, and federal source revenues. Expenditures include all costs associated with the daily operations of the District, except for specific programs funded by the federal or state government, food service, debt service and capital projects.

Special Revenue Fund - The Special Revenue Fund is used to account for all financial resources restricted to, or designated for, specific purposes by a grantor. Specifically, this type of fund is used to account for the District's food service program, including local and federal revenue sources, for federally financed programs (grants) where unused balances are returned to the grantor at the close of specified project periods and other revenue specific programs. Project accounting is employed to maintain integrity for the various sources of revenues. Resources accounted for in these programs are awarded to the District for the purpose of accomplishing specific educational tasks as defined by grantors in contracts or other agreements.

Note 1 - Summary of Significant Accounting Policies (continued)

D. Fund Accounting (continued)

Governmental Funds:

Debt Service Fund - The Debt Service Fund is used to account for the payment of interest and principal on all bonds of the District. The primary sources of revenue for debt service is local property taxes.

Capital Projects Fund - The Capital Projects Fund is used to account for the expenditures of resources accumulated from sales of bonds and related interest earnings for the renovation, acquisition and construction of school facilities.

Proprietary Funds:

Proprietary funds distinguish operating revenues and expenses from nonoperating items. Operating revenues and expenses generally result from providing services and producing and delivering goods in connection with a proprietary fund's principal ongoing operations.

Enterprise Fund - The Enterprise fund is used to account for revenues and expenses related to the District's tuition/fee-based self-sustaining programs such as Employee Child Care, and Facilities Rentals. The District accounts for revenues and expenses related to services provided to parties inside the District. Revenues are received based on fees charged for services. Expenses include payments to employees and charges incurred in administering the programs.

Internal Service Fund - The district's internal service fund is used to account for the operations of the District's partially self-funded workers' compensation plan, which is supported by employer contributions. Expenses include plan benefit payments to employees and charges incurred in administering the plan.

Fiduciary Funds:

Private Purpose Trust Funds - Funds set up for handling specific scholarship money received by the District.

Custodial Funds - The Custodial Funds are used to account for activities of student groups, and the employee's flex plan. The Custodial Funds accounts for resources held in a custodial capacity by the District and consists of funds that are property of students and others and cannot be used by the District in operations.

E. Other Accounting Policies - Assets, Deferred Outflows of Resources, Liabilities, Deferred Inflows of Resources and Net Position or Equity

1. Cash and Cash Equivalents

The District's cash and cash equivalents are considered to be cash on hand, demand deposits, money markets, balances in private-managed public funds investment pools (TexPool and TexSTAR), and short-term investments with original maturities of three months or less from the date of acquisition. For the purpose of the Statement of Cash Flows, the Proprietary Fund Types consider temporary investments, with maturity of three months or less when purchased, to be cash equivalents. For cash management purposes, the District transfers balances to either a money market mutual fund or an externally pooled investment account. The cash is transferred back to the District as needed.

Note 1 - Summary of Significant Accounting Policies (continued)

E. Other Accounting Policies - Assets, Deferred Outflows of Resources, Liabilities, Deferred Inflows of Resources and Net Position or Equity (continued)

2. Investments

Investments consist largely of certificates of deposit, commercial paper, U.S. government agency securities, corporation obligation short-term and government investment pools. The District's investments are carried at fair value based on quoted market prices at year-end, in accordance with U.S. generally accepted accounting principles. Investments having a maturity of three months or less are reported as cash and cash equivalents.

The District categorizes fair value measurements of its investments based on the hierarchy established by generally accepted accounting principles. GASB Statement No. 72, *Fair Value Measurement and Application*, provides a framework for measuring fair value. The fair value hierarchy, which has three levels, is based on the valuation inputs used to measure an asset's fair value: Level 1 inputs are quoted prices in active markets for identical assets; Level 2 inputs are significant other observable inputs; Level 3 inputs are significant unobservable inputs. The District's local government investment pools are recorded at amortized costs as permitted by GASB Statement No. 79 *Certain Investment Pools and Pool Participants*.

The three level of fair value hierarchy that describes the inputs that are used to measure assets and liabilities are:

- Level 1 inputs are quoted prices (unadjusted) for identical assets and liabilities in active markets that a government can access at the measurement date.
- Level 2 inputs are inputs other than quoted prices included within Level 1 that are observable for an asset or liability, either directly or indirectly. The District estimates the fair value of the investments using inputs such as interest rates and yield curves that are observable at commonly quoted intervals.
- Level 3 inputs are unobservable inputs for an asset or liability.

The fair value hierarchy gives the highest priority to Level 1 inputs and the lowest priority to Level 3 inputs. If a price for an identical asset or liability is not observable, a government should measure fair value using another valuation technique that maximizes the use of relevant observable inputs and minimizes the use of unobservable inputs. If the fair value of an asset or a liability is measured using inputs from more than one level of the fair value hierarchy, the measurement is considered to be based on the lowest priority level input that is significant to the entire measurement.

Market values are provided by Hilltop Securities Asset Management, LLC (HSAM). HSAM's source for pricing government securities (Treasuries and agencies) and most commercial paper is SVC, a subsidiary of SS&C and an information aggregator. SVC uses a number of sources for their pricing data, with most government securities and commercial paper pricing provided by Interactive Data Corp (IDC), an independent third-party pricing service, which is the largest source provider of fixed income pricing. Interactive Data's evaluations are based on market data. Interactive Data utilizes evaluated pricing models that vary by asset class and incorporate available trade, bid and other market information.

Because many fixed income securities do not trade on a daily basis, Interactive Data's evaluated pricing applications apply available information as applicable through processes such as benchmark curves, benchmarking of like securities, sector groupings, and matrix pricing, to prepare evaluations. SVC and/or IDC provide some, but not all, of the commercial paper (CP) pricing, while HSAM estimates other CP prices based on comparable market offers of similar issuers with comparable credit ratings and maturity dates. All pricing and market values are based on Level 2 inputs.

Note 1 - Summary of Significant Accounting Policies (continued)

E. Other Accounting Policies - Assets, Deferred Outflows of Resources, Liabilities, Deferred Inflows of Resources and Net Position or Equity (continued)

3. Short-Term Interfund Receivables/Payables

During the course of operations, transactions occur between individual funds for specified purposes. These receivables and payables are classified as “due from other funds” or “due to other funds” on the combined fund balance sheets.

4. Inventories and prepaid items

Inventories consisting of supplies and materials are stated at first-in, first-out method and they include consumable transportation, instructional, food consumables and various other supplies. Inventories of governmental funds are valued at cost and expenditures are recorded when the supplies and materials are used or consumed (consumption method) rather than when purchased. Inventories of food commodities are recorded at fair market supplied by the Texas Department of Human Services on the date received. Commodity inventory are recorded at fair values supplied by the Texas Department of Human Services. Although commodities are received at no cost, their fair market value is supplied by the State and recorded as inventory and revenue when received in the government funds. A portion of fund balance is non-spendable to reflect minimum inventory quantities considered necessary for the District’s continuing operations, generally in an amount equal to inventory values on hand at the end of the year.

Certain payments to vendors reflect costs applicable to future accounting periods and are recorded as prepaid items 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.

5. Capital Assets

Capital Assets, which include land, buildings, furniture and equipment, are reported in the applicable governmental or business-type activities column in the government-wide financial statements. Capital assets are defined by the District as assets with an initial individual cost of more than \$5,000 and an estimated useful life of two years or more. Such assets are recorded at historical cost or estimated historical cost if purchased or constructed. Costs of the Facilities Acquisition and Construction function that relate to overall planning of District facilities, managing overall District assets and overall construction projects are treated as period costs and are not capitalized unless related to specific assets. Donated capital assets are recorded at acquisition value at the date of donation. Donated capital assets, donated works of art and similar items, and capital assets received in a service concession arrangement are reported at their acquisition value on the date donated.

Note 1 - Summary of Significant Accounting Policies (continued)

E. Other Accounting Policies - Assets, Deferred Outflows of Resources, Liabilities, Deferred Inflows of Resources and Net Position or Equity (continued)

5. Capital Assets (continued)

The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend assets lives are not capitalized. Major outlays for capital assets and improvements are capitalized as projects are constructed. When assets are retired or otherwise disposed of, the related costs or other recorded amounts are removed. Buildings, furniture and equipment of the District are depreciated using the straight-line method over the following estimated useful lives:

Assets	Years
Infrastructure	50
Buildings	40
Building Improvements	15 - 40
Temporary Buildings	40
Buses	15
Vehicles	10
Furniture, Fixtures and Equipment	5

6. Deferred Outflow/Inflows of Resources

Deferred outflows and inflows of resources are reported in the statement of financial position as described below:

A deferred outflow of resources is a consumption of a government's net position (a decrease in assets in excess of any related decrease in liabilities or an increase in liabilities in excess of any related increase in assets) by the government that is applicable to a future reporting period. The District has three items that qualify for reporting in this category:

- Deferred outflows of resources for refunding – Reported in the government-wide financial statement of net position, this deferred charge on refunding results from the difference in the carrying value of refunded debt and its reacquisition price. This amount is deferred and amortized over the shorter of the life of the refunded or refunding debt.
- Deferred outflows of resources for pension – Reported in the government-wide financial statement of net position, this deferred outflow results from pension plan contributions made after the measurement date of the net pension liability and the results 1) differences between projected and actual earnings on pension plan investments; 2) changes in actuarial assumptions; 3) differences between expected and actual actuarial experiences and 4) changes in the District's proportional share of pension liabilities. The deferred outflows of resources related to pensions resulting from District contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability in the next fiscal year. The deferred outflows resulting from differences between projected and actual earnings on pension plan investments will be amortized over a closed five-year period. The remaining pension related deferred outflows will be amortized over the expected remaining service lives of all employees (active and inactive employees) that are provided with pensions through the pension plan.

Note 1 - Summary of Significant Accounting Policies (continued)

E. Other Accounting Policies - Assets, Deferred Outflows of Resources, Liabilities, Deferred Inflows of Resources and Net Position or Equity (continued)

6. Deferred Outflow/Inflows of Resources (continued)

- Deferred outflows of resources for OPEB – Reported in the government wide financial statement of net position, this deferred outflow results from OPEB plan contributions made after the measurement date of the net OPEB liability and the results of 1) differences between projected and actual earnings on OPEB plan investments; 2) changes in actuarial assumptions; 3) differences between expected and actual actuarial experiences and 4) changes in the District's proportional share of OPEB liabilities. The deferred outflows of resources related to OPEB resulting from District contributions subsequent to the measurement date will be recognized as a reduction of the net post-employment benefit liability in the next fiscal year. The deferred outflows resulting from differences between projected and actual earnings on postemployment plan investments will be amortized over a closed five-year period. The remaining postemployment related deferred outflows will be amortized over the expected remaining service lives of all employees (active and inactive employees) that are provided with post-employment benefits through the post-employment benefit plan.

A *deferred inflow of resources* is an acquisition of a government's net position (an increase in assets in excess of any related increase in liabilities or a decrease in liabilities in excess of any related decrease in assets) by the government that is applicable to a future reporting period. The District has three items that qualify for reporting in this category:

- Deferred inflows of resources for unavailable revenues - Reported only in the governmental funds balance sheet, unavailable revenues from property taxes arise under the modified accrual basis of accounting. These amounts are deferred and recognized as an inflow or resources in the period that the amounts become available.
- Deferred inflows of resources for pension - Reported in the government-wide financial statement of net position, these deferred inflows result primarily from 1) changes in actuarial assumptions; 2) differences between expected and actual actuarial experiences and 3) changes in the District's proportional share of pension liabilities. These pension related deferred inflows will be amortized over the expected remaining service lives of all employees (active and inactive employees) that are provided with pensions through the pension plan.
- Deferred inflows of resources for OPEB - Reported in the government wide financial statement of net position, this deferred inflow results from OPEB plan contributions made after the measurement date of the net OPEB liability and the results of 1) differences between projected and actual earnings on OPEB plan investments; 2) changes in actuarial assumptions; 3) differences between expected and actual actuarial experiences and 4) changes in the District's proportional share of OPEB liabilities. The deferred inflows of resources related to postemployment benefits resulting from District contributions subsequent to the measurement date will be recognized as a reduction of the net post-employment benefit liability in the next fiscal year. The deferred inflows resulting from differences between projected and actual earnings on postemployment plan investments will be amortized over a closed five-year period. The remaining postemployment related deferred inflows will be amortized over the expected remaining service lives of all employees (active and inactive employees) that are provided with post-employment benefits through the post-employment benefit plan.

Note 1 - Summary of Significant Accounting Policies (continued)

E. Other Accounting Policies - Assets, Deferred Outflows of Resources, Liabilities, Deferred Inflows of Resources and Net Position or Equity (continued)

7. 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 in the applicable governmental activities, business-type activities, or proprietary fund type statement of net position.
- Bond premiums and discounts are deferred and amortized over the life of the bonds using the effective interest method. Bonds payable are reported net of the applicable bond premium or discount. Bond issuance costs are recognized as an expense in the period incurred.
- In the fund financial statements, governmental fund types recognize bond premiums and discounts, as well as bond issuance costs, during the current period. The face amount of debt issued is reported as other financing sources. Premiums received on debt issuances are reported as other financing sources while discounts on debt issuances are reported as other financing uses.

8. Transactions Between Funds

Transactions which constitute reimbursements to a fund for expenditures or expenses initially made from that fund, which are properly attributable to another fund, are recorded as expenditures or expenses in the reimbursing fund and as reductions of the expenditures or expenses in the fund that is reimbursed.

Other legally authorized transfers are treated as operating transfers and are included in the results of operations of the governmental funds.

9. Compensated Absences - Accumulated Vacation Pay and Sick Leave

The District maintains a policy allowing employees meeting established requirements to be compensated for unused sick leave at retirement. The estimated liability for accumulated sick leave is reported in the government-wide statement of net position for the portion that is not currently payable from available financial resources at year-end and is accounted for as an assigned fund balance in the governmental funds-general fund. Annual vacation time is granted to full-time employees assigned to the auxiliary salary schedule in positions normally requiring 12 months of service and non-duty days are allowed for certain employees on a 223 and 230 day work calendar. No more than 30 days may be accumulated.

10. Pensions

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

Note 1 - Summary of Significant Accounting Policies (continued)

E. Other Accounting Policies - Assets, Deferred Outflows of Resources, Liabilities, Deferred Inflows of Resources and Net Position or Equity (continued)

11. Other Post-Employment Accounting Policies

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

12. Fund Equity

Governmental Accounting Standards Board Statement No. 54, *Fund Balance Reporting and Governmental Fund Type Definitions*, provides more defined fund balance categories to make the nature and extent of the constraints placed on a government's fund balance more transparent.

The following classifications describe the relative strength of the spending constraints:

Nonspendable fund balance - Amounts that are not in spendable form or are required to be maintained intact. As such, the inventory and prepaid items have been properly classified in the Governmental Funds Balance Sheet (Exhibit C-1).

Restricted fund balance - Amounts that can be spent only for specific purposes because of local, state or federal laws, or externally imposed conditions by grantors or creditors.

Committed fund balance - Amounts constrained to specific purposes by the District itself, using its highest level of decision-making authority (i.e. the Board of Trustees). To be reported as committed, amounts cannot be used for any other purposes unless the District takes the same highest level of action to remove or change the constraint. The District establishes (and modifies or rescinds) fund balance commitments by passage of a resolution. A fund balance commitment is further indicated in the budget document as a commitment of the fund. In the Special Revenue Fund the District has committed 100 percent of *Campus Activity* related funds.

Assigned fund balance - Amounts the District intends or tentatively intends to use for a specific purpose. Assignment can be expressed by the District's Board of Trustees. For detail discussion on assigned fund balance as of June 30, 2021, see Note 12.

Unassigned fund balance - Amounts that are available for any purpose. Positive amounts are reported only in the general fund.

When an expenditure is incurred for purposes for which both restricted and unrestricted fund balance is available, the District considers restricted funds to have been spent first. The District has not adopted a policy stating which fund balance category is spent first when committed, assigned or unassigned fund balances are available. By default, the District will consider amounts to have been spent first out of committed funds, then assigned and finally unassigned funds. The Board passed a resolution stating the District will strive to maintain an annual fund balance in the general operating fund in which the total fund balance is (except for nonspendable and restricted) 19 percent of the total operating expenditures. The debt service fund balance is targeted at 15 percent of the current year debt service requirements.

Note 1 - Summary of Significant Accounting Policies (continued)

E. Other Accounting Policies - Assets, Deferred Outflows of Resources, Liabilities, Deferred Inflows of Resources and Net Position or Equity (continued)

13. Use of Estimates

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

14. Data Control Codes

The data control codes refer to the account code structure prescribed by TEA in the Financial Accountability System Resource Guide. TEA requires school districts to display these codes in the financial statements submitted to them in order to ensure accuracy in building a statewide database for policy development and funding plans.

15. Implementation of New Accounting Standards

GASB Statement No. 84, *Fiduciary Activities*, was issued in January 2017 and effective for periods beginning December 15, 2019. This standard 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 will enhance consistency and comparability by (1) establishing specific criteria for identifying activities that should be reported as fiduciary activities and (2) clarifying whether and how business-type activities should report their fiduciary activities. This standard must be applied retroactively and as such beginning net position and/or fund balance have been restated. The District has evaluated the effects of this standard and has restated its fund balance accordingly.

GASB Statement No. 90, *Majority Equity Interests, an amendment of GASB Statements No. 14 and No. 61* was issued in August 2018 and effective for periods beginning December 15, 2019. The primary objectives of this Statement are to improve consistency in the measurement and comparability of the financial statement presentation of majority equity interests in legally separate organizations and to improve the relevance of financial statement information for certain component units. An equity interest is a financial interest in a legally separate organization evidenced by the ownership of shares of the organization's stock or by otherwise having an explicit, measurable right to the net resources of the organization that is usually based on an investment of financial or capital resources by a government. An equity interest is explicit and measurable if the government has a present or future claim to the net resources of the entity and the method for measuring the government's share of the entity's net resources is determinable. The District has determined that this Statement does not have an effect on the financial statements as of June 30, 2021.

GASB Statement No. 98, *The Annual Comprehensive Financial Report*. This statement was issued in October 2021 and establishes the term annual comprehensive financial report and its acronym ACFR. This new term and acronym replace instances of comprehensive annual financial report and its acronym in generally accepted accounting principles for state and local governments. This statement is effective for fiscal years ending after December 15, 2021 but earlier application is encouraged. The District implemented this statement in fiscal year 2021.

Note 2 - Reconciliation of Government-wide and Fund Financial Statements

A. Reconciliation of Certain Differences Between the Governmental Fund Balance Sheet and the Government-Wide Statement of Net Position

Exhibit C-2 provides the reconciliation between the fund balance for total governmental funds on the governmental fund balance sheet and the net position for governmental activities as reported in the government-wide statement of net position. One element of that reconciliation explains that capital assets are not financial resources and are therefore not reported in governmental funds. In addition, long-term liabilities, including bonds payable and net pension liability, are not due and payable in the current period and are not reported as liabilities in the funds. Also, the property taxes receivable which is included as deferred in the fund financial statements are adjusted based on when the tax levy was made and adjusted for uncollectible amounts.

B. Explanation of Certain Differences Between the Governmental Fund Statement of Revenues, Expenditures, and Changes in Fund Balances and the Government-Wide Statement of Activities

Exhibit C-4 provides a reconciliation between the net changes in fund balance as shown on the governmental fund statement of revenues, expenditures, and changes in fund balances and the changes in net position of governmental activities as reported on the government-wide statement of activities. One element of that reconciliation explains that current year capital outlays and debt principal payments are expenditures in the fund financial statements, but should be shown as increases in capital assets and decreases in long-term debt in the government-wide statements. This adjustment affects both the net position balance and the change in net position. The debt payments on retirement of debt are recorded as expenditures for fund basis financial statements but are a reduction of debt in the government wide financial statements. The capital asset additions are expenditures in the fund basis financial statements but are capitalized in the government-wide financial statements. The fund-basis financial statements do not include depreciation expense. The depreciation expense is a deduction to reconcile to the Government-Wide Statement of Activities. New debt issues are treated as sources for fund-basis financial statements, but for the government-wide statements, those amounts are recorded as a liability. Property taxes are adjusted for the accrual basis and the unearned revenues are adjusted based on prior year levies and current year uncollectible amounts.

Note 3 - Stewardship, Compliance, and Accountability

A. Budgetary Data

The Board of Trustees adopts an annual "appropriated budget" for the General and Debt Service Funds and the Food Service Program included in the Special Revenue Fund. Budgets are prepared using the same method of accounting as for financial reporting. The District is required to present the adopted and final annual amended budgeted revenues and expenditures for all funds and programs that have "appropriated budgets." The General Fund budget report appears in the required supplementary information section where the District compares the final annual amended budget to actual revenues and expenditures. Per TEA regulatory requirements, the Debt Service Fund and the Food Service Program are required to be reported with the annual original budget, amended budget, and actual revenues and expenditures. These schedules are included as Other Supplementary Information at the end of the Financial Section of the School District's Annual Financial and Compliance Report in Exhibit H-1 and H-2.

The Capital Projects Fund budget is prepared on a project-basis based on the proceeds available from bond issues and planned expenditures. Capital Projects Fund equity, which represents unexpended appropriations, is re-appropriated in the subsequent fiscal year's budget until available funds for acquisition and construction of facilities have been utilized. Each major construction contract is approved based on the existing availability of bond proceeds.

Note 3 - Stewardship, Compliance, and Accountability (continued)

A. Budgetary Data (continued)

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

1. Prior to June 19th, the District prepares a budget for the next succeeding fiscal year beginning July 1st. 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. At least ten days public notice of the meeting must be given.
3. Prior to July 1, the budget is legally enacted through passage of a resolution by the Board. Once a budget is approved, it can only be amended at the function and fund level by approval of a majority of the members of the Board. During the year, amendments are presented to the Board at its regular meetings. As required by law, such amendments are made before the fact, are reflected in the official minutes of the Board, and are not made after fiscal year-end. Because the District has a policy of careful budgetary control, several amendments were necessary during the year. All supplemental appropriations must be within limits of available revenues and fund equity.
4. Each budget is controlled by a budget manager at the expenditure function/object level. All budget appropriations lapse at year-end.

B. Encumbrances

Encumbrance accounting, under which purchase orders, contracts and other commitments are recorded in order to reserve that portion of the applicable appropriation, is used in all governmental funds. Encumbrances outstanding at year-end are commitments that do not constitute expenditures or liabilities. Since under Texas law, appropriations lapse at the end of each fiscal year, outstanding encumbrances are appropriately provided for in the subsequent fiscal year's budget to provide for the liquidation of the prior commitments. Outstanding encumbrances as of June 30, 2021, are \$3,323,746 for general fund, \$1,380,170 for special revenue funds, \$190,022,648 for capital projects funds, \$251,350 for enterprise fund and \$14,467 for fiduciary funds.

Note 4 - Deposits (Cash) and Investments

A. Deposits (Cash)

Deposits and investment transactions of the District are regulated by State statutes through provisions of Chapter 23, Subchapter E, Sections 23.71 through 23.8 (the School Depository Act) of the Texas Education Code and other Code sections referenced therein and through provisions of the Texas Revised Civil Statutes, Title 47, Articles 2529c, and 2548a regarding security for District funds in depository institutions.

In accordance with applicable statutes, the District has a depository contract with an area bank (Depository). All depository contracts have a term of two years, commencing with the start of every odd-numbered fiscal year. Depository contracts are awarded on the basis of competitive bids received from area banks and can be awarded to more than one bank if the bids received are relatively equal.

The District may place funds with the Depository in interest and non-interest bearing accounts. Statutes and the depository contract require that all funds in the depository institution be fully secured by federal depository insurance or a combination of federal depository insurance and acceptable collateral securities and/or an acceptable surety bond.

Note 4 - Deposits (Cash) and Investments (continued)

A. Deposits (Cash) (continued)

The collateral securities must be delivered to the District or placed with an independent trustee institution with safekeeping receipts delivered to the District. In accordance with State statutes pertaining to lawful collateralization of District deposits, safekeeping receipts are issued in the name of the Depository with proper indication that the collateral securities are pledged by the Depository to secure funds of the District.

Acceptable collateral securities include direct obligations of the United States of America (U.S.), bonds of any agency of the U.S. (except Farmers Home Administration Insured Notes), Bonds of the State of Texas or of any county, school district, city, or town of the State of Texas as authorized by the Public Funds Collateral Act (Chapter 2257, Texas Government Code).

The District must approve all collateral securities prior to the security being pledged.

All demand and time deposits in the depository bank were entirely covered by federal depository insurance and by acceptable collateral securities held in the District's name by an agent of the District at year-end in accordance with provisions of the depository contract.

At June 30, 2021, the carrying amount of the District's deposits including money market accounts was \$44,014,750 and the bank balance was \$50,726,476. The District deposits in Wells Fargo were secured by \$63,475,335 of pledged collateral and \$250,000 of FDIC coverage. In addition, certificates of deposit were secured by \$242,677,447 of pledged collateral and FDIC coverage at various other institutions.

B. Investments

The Board of Trustees of the District has adopted a written investment policy (the "Investment Policy") regarding the investment of its funds as defined in the Public Funds Investment Act (Chapter 2256, Texas Government Code). The Public Funds Investment Act (the "Act") requires an annual audit of investment practices. Audit procedures in this area, conducted as part of the audit, disclosed that in the area of investment practices, management reports, and establishment of appropriate policies, the District was in substantial compliance with the requirements of the Act. Additionally, the investments and investment practices of the District are in compliance with the Boards' investment policies.

The Investment Policy emphasizes safety of principal and liquidity, addresses investment diversification, yield, and maturity, and addresses the quality and capability of investment personnel. The Investment Policy includes a list of authorized investment instruments, a maximum allowable stated maturity of any individual investment and the maximum average dollar weighted maturity allowed for fund groups. In addition, it includes an "Investment Strategy Statement" that specifically addresses each fund's investment options and describes the priorities of suitability of investment type, preservation and safety of principal, liquidity, marketability, diversification and yield.

The District is authorized to invest in the following investment instruments provided that they meet the guidelines of the Investment Policy:

1. Obligations of the United States or its agencies and instrumentalities;
2. Direct obligations of the State of Texas, or its agencies and instrumentalities;
3. Other obligations, the principal and interest on which are unconditionally guaranteed or insured by the State of Texas or the United States, or its agencies and instrumentalities;
4. Collateralized mortgage obligations directly issued by a federal agency or instrumentality of the United States, the underlying security for which is guaranteed by an agency or instrumentality of the United States; and have a stated maturity no longer than ten years;

Note 4 - Deposits (Cash) and Investments (continued)

B. Investments (continued)

5. Certificates of deposit fully collateralized and guaranteed or insured by the FDIC;
6. Repurchase agreements fully collateralized (102%), pledged to and held in the District's name, and deposited at the time the investment is made with the District or with a third party selected and approved by the District, with a defined termination date, and placed through a primary government securities dealer;
7. Commercial paper having a stated maturity of 270 days or fewer and a rating of not less than A-1/P-1 by two nationally recognized credit rating agencies; or a fully secured irrevocable letter of credit from a U.S. bank and one A-1/P-1 credit rating;
8. Money Market Mutual Funds approved by the Board, with its funds only in investments approved by the Investment Policy;
9. Public Funds Investment Pools approved by the Board, with its funds only in investments approved by the Investment Policy.

A summary of the District's cash and investments at June 30, 2021, are shown below.

	Cash and Money Market	Certificates of Deposit	External Investment Pools	U.S. Government Securities	Commercial Obligations	Municipal Bonds	Total
Governmental Funds							
General fund	\$ 48,116,501	\$ 78,019,736	\$ 22,005,630	\$ 28,056,988	\$ 45,880,584	\$ -	\$ 222,079,439
Special revenue fund	13,224,167	-	1,203,707	-	-	-	14,427,874
Debt service fund	583,158	15,417,996	2,059,532	17,999,332	-	-	36,060,018
Capital projects fund	749,861	140,455,513	24,945,356	72,151,859	31,996,594	12,072,049	282,371,232
Total Governmental Funds	62,673,687	233,893,245	50,214,225	118,208,179	77,877,178	12,072,049	554,938,563
Internal service fund	3,286,631	-	-	-	-	-	3,286,631
Total Governmental Activities	65,960,318	233,893,245	50,214,225	118,208,179	77,877,178	12,072,049	558,225,194
Business-Type Funds							
Enterprise fund	130,463	-	2,015,027	-	-	-	2,145,490
Fiduciary Funds	2,948,395	-	516,982	-	-	-	3,465,377
Total Cash and Investments	\$ 69,039,176	\$ 233,893,245	\$ 52,746,234	\$ 118,208,179	\$ 77,877,178	\$ 12,072,049	\$ 563,836,061

For reporting purposes cash deposits and money market are considered by the District as cash equivalents.

The District's investments are registered, or held by the District's agent in the District's name. Therefore, the District is not exposed to custodial credit risk. Custodial Credit risk for investments is the risk that, in event of the failure of the counterparty (e.g. broker dealer) to a transaction, a government will not be able to recover the value of its investments or collateral securities that are in the possession of another party. The District's policy requires that a third-party custodian hold all securities owned by the District.

The District generally holds all investments to maturity. The District did not purchase any derivative investment products during the fiscal year 2021 nor participate in any reverse repurchase agreements or security lending agreements during the fiscal year 2021.

Note 4 - Deposits (Cash) and Investments (continued)

B. Investments (continued)

The following table includes the portfolio balance, credit rating, and percentage of the portfolio balance by investment type and weighted average days to maturity of investments held by the District as of June 30, 2021:

Investment Type	Fair Value	S&P Credit Quality Ratings	Percentage of Investments	Weighted Average Maturity (Days)
Certificates of Deposit	\$ 233,893,245	N/A	47.27%	277
Local Government Investment Pools: *				
TexPool	14,302,469	AAAm	2.89%	30
TexSTAR	38,443,765	AAAm	7.77%	40
Total	52,746,234			
Investments-Securities:				
Securities of U.S. Government Agencies:				
Federal Farm Credit Bank	30,008,556	AA+	6.06%	385
Federal Home Loan Mortgage Corp	7,001,519	AA+	1.42%	389
	37,010,075			
U.S. Treasury Notes	81,198,104	N/A	16.41%	120
Total	118,208,179			
Corporate Obligations Short-Term:				
J.P. Morgan Securities	9,999,818	A-1	2.02%	9
University of Texas	21,494,714	Aaa	4.34%	57
DFW Airport	8,000,487	Aa1	1.62%	55
Kaiser Foundation Hospital	8,384,826	A-1+	1.69%	35
Royal Bank of Canada	29,997,333	A-1+	6.06%	39
Total	77,877,178			
Municipal Bonds				
State of Texas	12,072,049		2.44%	56
Total Investments	\$ 494,796,885		100.00%	

* Per GASB 79, valued at amortized cost.

Investments' fair value measurements are as follows at June 30, 2021:

Investments	Fair Value	Fair Value Measurements Using		
		Level 1 Inputs	Level 2 Inputs	Level 3 Inputs
Certificates of Deposit	\$ 233,893,245	\$ -	\$ 233,893,245	\$ -
Debt securities:				
U.S. Treasury Notes	81,198,104	-	81,198,104	-
U.S. Agency Securities	37,010,075	-	37,010,075	-
Corporate Obligations Short-Term	77,877,178	-	77,877,178	-
Municipal Bonds	12,072,049	-	12,072,049	-
Total	\$ 442,050,651	\$ -	\$ 442,050,651	\$ -

Note 4 - Deposits (Cash) and Investments (continued)

B. Investments (continued)

Local Government Investment Pools

As of June 30, 2021, the District's investments included the Texas Local Government Investment Pool (TexPool), and the Texas Short Term Asset Reserve Program (TexSTAR). The TexPool, and TexSTAR investment pools' investments are not evidenced by securities that exist in physical or book entry form and, accordingly, do not have custodial risk.

TexPool policies require that local government deposits be used to purchase investments authorized by the Public Funds Investment Act of 1987, as amended. The Texas State Comptroller of Public Accounts exercises oversight responsibility over TexPool. Federated Investors manages the daily operations of the pool under a contract with the Comptroller.

TexSTAR is an investment pool managed by J.P. Morgan Fleming Asset Management (USA), Inc. (JPMFAM) and Hilltop Securities Asset Management, Inc. (HSAM). JPMFAM provides investment services and HSAM provides participant services and marketing. Custodial, transfer agency, fund accounting and depository services are provided by JPMorgan Chase Bank and/or its subsidiary J.P. Morgan Investor Services Co. TexSTAR will seek to maintain a credit rating no lower than AAA, AAAm, or the equivalent by at least one nationally recognized rating agency.

The value of District portions in TexPool and TexSTAR are the same as the value of the shares. The external pooled funds use amortized cost rather than fair value to report net position to compute share price. Accordingly, the fair value of the positions of the pooled funds is the same as the value of the external pool shares. The funds are structured similar to a money market mutual fund which allows shareholders the ability to deposit or withdraw funds on a daily basis. Interest rates are also adjusted on a daily basis. Such funds seek to maintain a constant net asset value of \$1, although this cannot be fully guaranteed. TexPool and TexSTAR pooled funds have a weighted average maturity of 36 and 33 days respectively. However, the District can redeem its share position within one day when necessary.

The District invests in various types of investment securities at June 30, 2021. These include U.S. Government Agencies, Treasury Notes, certificates of deposit and commercial paper in which the carrying value reflect the fair value of the investments. The District estimates the fair value of the investments using inputs such as interest rates and yield curves that are observable at commonly quoted intervals.

Investment Risk

The risk exposure for governmental and business-type activities, major funds, the internal service fund, and fiduciary fund types of the District are not significantly greater than the deposit and investment risk of the overall primary government. The District's Investment Policy segregates the portfolios into strategic categories including:

1. General Fund
2. Debt Service Fund
3. Capital Projects Fund
4. Special Revenue and Other Special-Purpose Funds

The District's Investment Policy seeks to control credit risk. Such risk is controlled by investing only in instruments of the highest credit quality; pre-qualifying the brokers and financial institutions with whom the District conducts business; obtaining sufficient collateral when required; diversifying investments among security types, issuers, and maturity dates; limiting final and weighted average maturities; and closely monitoring credit ratings.

In accordance with GASB 79, TexPool and TexStar do not have any limitations and restrictions on withdrawals such as notice periods or maximum transaction amounts. Both pools do not impose any liquidity fees or redemption gates.

Note 4 - Deposits (Cash) and Investments (continued)

B. Investments (continued)

Interest Rate Risk

Interest rate risk is the risk that changes in interest rates may adversely affect the value of the investments. The District monitors interest rate risk utilizing weighted average maturity analysis. In accordance with the Investment Policy, the District reduces its exposure to declines in fair values by limiting the weighted average maturity of its investment portfolio to no more than 365 days, with the exception of debt service and capital projects funds which are matched to a specific cash flow for liquidity. In addition, the District shall not directly invest in an individual security maturing more than three years from the date of purchase. All investments at year-end complied with the Investment Policy in regard to maximum maturity dates and weighted average maturity limitations.

Adjustment to Investment's Fair Value

The District's portfolio value fluctuates in an inverse relationship to any change in interest rate. Accordingly, if interest rates have risen, the portfolio value will have declined. If interest rates have fallen, the portfolio value will have risen. Fair values of U.S. Treasury Notes, U.S. Government Agency Securities, certificates of deposit and short-term Corporate Obligations, are based on quoted market values. The investments are reported by the District at fair value in accordance with Governmental Accounting Standards. The amount of increase or decrease in the fair value of investments is included in investment income.

The District recorded a \$45,829 increase in the fair value of investments for the year that is included in investment income.

	Governmental Funds	Proprietary Fund	Fiduciary Fund	Total
Interest income	\$ 2,078,226	\$ 1,781	\$ 174	\$ 2,080,181
Net increase in fair value of investments	45,829	-	-	45,829
Total Investment Income	\$ 2,124,055	\$ 1,781	\$ 174	\$ 2,126,010

Note 5 - Property Taxes

Property taxes are levied by October 1st or within 60 days of receiving a certified roll in conformity with Subtitle E, Texas Property Tax Code. Taxes are due on receipt of the tax bill and are delinquent if not paid before February 1st of the year following the year in which imposed. On January 1st of each year, a tax lien attaches to property to secure the payment of all taxes, penalties, and interest ultimately imposed. Appraised values are established by the Central Appraisal District (CAD) of Harris County, Texas. Taxes are levied by the District's Board of Trustees based on the appraised values received from Harris County Appraisal District. Billing and collection of tax levies are performed by the District.

Property tax rates, established in accordance with state law, are levied on real and personal property within the District's boundaries for use in financing general government and debt service expenditures. Tax rates levied to finance general government and debt service expenditures for the fiscal year were \$1.0028 and \$0.3045, respectively, based on an assessed property valuation of approximately \$33.7 billion resulting in an adjusted tax levy of approximately \$445.8 million. Allowances for uncollectible taxes are based on historical experience in collecting property taxes. Uncollectible personal property taxes are periodically reviewed and written off, but the District is prohibited from writing off real property taxes without specific statutory authority from the Texas Legislature.

Note 5 - Property Taxes (continued)

Governmental funds net property taxes receivable at June 30, 2021, consisted of the following:

	General Fund	Debt Service Fund	Totals
Delinquent Taxes:			
Current year levy	\$ 4,124,052	\$ 1,252,268	\$ 5,376,320
Prior years' levies	4,476,215	1,259,641	5,735,856
Total Delinquent Taxes	8,600,267	2,511,909	11,112,176
Penalty and interest on delinquent taxes	4,152,312	955,576	5,107,888
Total Delinquent Taxes and Penalty and Interest	12,752,579	3,467,485	16,220,064
Less allowance for uncollectible taxes	(4,464,232)	(950,271)	(5,414,503)
Net Property Taxes Receivable	\$ 8,288,347	\$ 2,517,214	\$ 10,805,561

Note 6 - Receivables Due From Other Governments

Receivables due from other governments at June 30, 2021, consisted of the following:

	General Fund	Special Revenue Fund	Capital Project Fund	Total
Due From Other Governments				
Federal	\$ 315,080	\$ 8,730,346	\$ 151,172	\$ 9,196,598
State	8,008,004	82,761	-	8,090,765
Total Due from Other Governments	\$ 8,323,084	\$ 8,813,107	\$ 151,172	\$ 17,287,363

Note 7 - Payables Due To Other Governments

Payables due to other governments at June 30, 2021, consisted of the following:

	General Fund	Total
Due To Other Governments		
State:		
Texas Education Agency	\$ 61,967,518	\$ 61,967,518
Total Due To Other Governments	\$ 61,967,518	\$ 61,967,518

Note 8 - Interfund Receivables, Payables and Transfers

Interfund balances consist of short-term lending/borrowing arrangements that result primarily from payroll, warehouse ordering, accounts payable and other regularly occurring charges that are paid by the general fund and then charged back to the appropriate other fund. Additionally, some lending/borrowing may occur between two or more governmental funds. Amounts due to/from other funds at June 30, 2021, consisted of the following:

	Interfund Receivables	Interfund Payables
Governmental Funds		
General fund	\$ 164,902	\$ 9,644,833
Special revenue fund	1,650,498	3,093,283
Capital projects fund	10,725,334	2,340
Total Governmental Funds	<u>12,540,734</u>	<u>12,740,456</u>
Proprietary Funds		
Enterprise fund	223,080	23,358
Total Proprietary Funds	<u>223,080</u>	<u>23,358</u>
 Total - All Funds	 <u><u>\$ 12,763,814</u></u>	 <u><u>\$ 12,763,814</u></u>

Interfund transfers are defined as “flow of assets without equivalent flows of assets in return and without a requirement for repayment”. Interfund transfers during the year ended June 30, 2021, were as follows:

	Transfers In			
	General Fund	Debt Service Fund	Enterprise Fund	Total
Transfer Out				
General fund	\$ -	\$ -	\$ 5,452	\$ 5,452
Special revenue fund	166,759	-	341	167,100
Capital projects fund	-	793	-	793
	<u>\$ 166,759</u>	<u>\$ 793</u>	<u>\$ 5,793</u>	<u>\$ 173,345</u>

The General Fund transfer to Enterprise fund was to cover deficit programs in FY 2021 and close the Community Education program, Special Revenue Fund transfer to the General Fund related to receipt of Coronavirus relief funds, Special Revenue Fund transfer to the Enterprise Fund was related to grants awards related to previous years’ expenditures, and Capital Projects Fund transfer to Debt Service Fund was related to debt issuance.

SPRING BRANCH INDEPENDENT SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS (continued)

Exhibit F-1

Note 9 - Capital Assets

The District records assets based on historical costs and calculates depreciation on capital assets in accordance with GASB Statement 34. The District's capitalization policy is to capitalize assets costing over \$5,000 and with a life expectancy of two years or more. Depreciation expense on capital assets not directly related to a specific function will be allocated to the functional expense categories. Allocation is based on the square feet of buildings that are related to a specific function.

Capital asset activity for the governmental and business-type activities of the District for the year ended June 30, 2021, are as follows:

	Balance July 1, 2020	Additions	Retirements and Transfers	Balance June 30, 2021
Governmental Activities				
Capital Assets Not Being Depreciated:				
Land	\$ 26,837,367	\$ -	\$ -	\$ 26,837,367
Construction in progress	109,613,691	198,439,648	(8,225,439)	299,827,900
Total Capital Assets, Not Being Depreciated	136,451,058	198,439,648	(8,225,439)	326,665,267
Capital Assets Being Depreciated:				
Buildings and improvements	920,514,085	-	8,003,596	928,517,681
Furniture and equipment	29,955,250	459,846	(855,645)	29,559,451
Vehicles	29,683,956	1,871,286	(1,330,646)	30,224,596
Capital lease - equipment	2,906,889	-	(2,906,889)	-
Total Capital Assets, Being Depreciated at Historical Cost	983,060,180	2,331,132	2,910,416	988,301,728
Less: Accumulated Depreciation:				
Buildings and improvements	(300,573,484)	(23,753,827)	-	(324,327,311)
Furniture and equipment	(26,523,510)	(1,446,003)	854,232	(27,115,281)
Vehicles	(16,638,315)	(2,096,016)	1,044,529	(17,689,802)
Capital lease - equipment	(2,906,889)	-	2,906,889	-
Total Accumulated Depreciation	(346,642,198)	(27,295,846)	4,805,650	(369,132,394)
Governmental Activities Capital Assets, Net	\$ 772,869,040	\$ 173,474,934	\$ (509,373)	\$ 945,834,601
Business-type Activities				
Capital Assets being depreciated:				
Furniture and equipment	\$ 118,905	\$ 69,845	\$ -	\$ 188,750
Vehicles	276,150	-	(30,108)	246,042
Total Capital Assets, being Depreciated at historical cost	395,055	69,845	(30,108)	434,792
Less: Accumulated Depreciation for:				
Furniture and equipment	(108,890)	(13,123)	-	(122,013)
Vehicles	(198,873)	(23,838)	30,108	(192,603)
Total Accumulated Depreciation	(307,763)	(36,961)	30,108	(314,616)
Business-type Activities Capital Assets, Net	\$ 87,292	\$ 32,884	\$ -	\$ 120,176
Totals	\$ 772,956,332	\$ 173,507,818	\$ (509,373)	\$ 945,954,777

Note 9 - Capital Assets (continued)

Capital assets for Internal Service funds included in governmental activities were as follows:

	Balance
	June 30, 2021
Vehicles	\$ 147,500
Furniture & equipment	44,350
Accumulated depreciation	(191,850)
	<u>\$ -</u>

Depreciation expense of the governmental activities was charged to the functions/programs as follows:

	Depreciation Expense
Governmental Activities Depreciation Expense:	
11 Instruction	\$ 21,491,490
34 Student transportation	1,326,952
35 Food services	333,194
36 Cocurricular/extracurricular activities	1,675,690
41 General administration	94,607
51 Facilities maintenance and operations	688,568
52 Security and monitoring services	140,070
53 Data processing services	1,429,937
81 Facilities acquisition and construction	115,338
Total Governmental Activities Depreciation Expense	<u><u>\$ 27,295,846</u></u>
Business-type Activities Depreciation Expense:	
36 Cocurricular/extracurricular activities	\$ 12,558
51 Plant maintenance and operations	18,086
61 Community services	6,317
Total Business-type Activities Depreciation Expense	<u><u>\$ 36,961</u></u>

SPRING BRANCH INDEPENDENT SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS (continued)

Exhibit F-1

Note 9 - Capital Assets (continued)

A summary of capital projects having construction in progress as of June 30, 2021, is scheduled as follows:

Description of Project	Construction in Progress at Cost	Approved Project Budget	Estimated Remaining Commitment
Memorial High	\$ 69,756,150	\$ 101,075,996	\$ 31,319,846
Northbrook High	18,413,038	35,349,270	16,936,232
Spring Woods High	31,323,952	35,261,767	3,937,815
Stratford High	30,000,100	50,762,884	20,762,784
Landrum Middle	60,738,815	73,034,555	12,295,740
Memorial Middle	2,001	10,001,971	9,999,970
Northbrook Middle	-	1,964,750	1,964,750
Spring Branch Middle	-	1,250,000	1,250,000
Spring Forest Middle	3,894,762	6,050,721	2,155,959
Spring Oaks Middle	-	2,410,335	2,410,335
Spring Woods Middle	-	1,250,000	1,250,000
Bendwood	-	241	241
Buffalo Creek Elementary	9,688,853	11,305,023	1,616,170
Bunker Hill Elementary	7,405,546	35,856,152	28,450,606
Cedar Brook Elementary	16,343,419	18,044,640	1,701,221
Edgewood Elementary	-	250,000	250,000
Hollibrook Elementary	-	250,000	250,000
Housman Elementary	-	250,000	250,000
Hunters Creek Elementary	30,045,793	32,938,120	2,892,327
Memorial Drive Elementary	-	2,283,387	2,283,387
Nottingham Elementary	893,618	31,064,688	30,171,070
Ridgecrest Elementary	-	250,000	250,000
Shadow Oaks Elementary	-	250,000	250,000
Spring Branch Elementary	-	250,000	250,000
Treasure Forest Elementary	9,808,235	11,409,705	1,601,470
Westwood Elementary	-	250,000	250,000
Woodview Elementary	-	2,692,921	2,692,921
Bear Blvd	-	187,023	187,023
Lion Lane	-	275,993	275,993
Panda Path	-	45,369	45,369
Tiger Trail	-	109,899	109,899
Wildcat Way	-	128,319	128,319
Tax Office	-	50,000	50,000
District Wide Programs	5,109,969	8,318,169	3,208,200
Wayne Schaper, Sr. Admin Bldg	409,989	8,308,960	7,898,971
Transportation Facility	1,144,448	3,404,941	2,260,493
Other Warehouses	-	2,519,613	2,519,613
Gessner Warehouses	2,183,031	2,287,420	104,389
Athletic Complexes	-	5,805,647	5,805,647
Natatorium	-	1,265,122	1,265,122
East Transition Campus	1,196,648	2,271,860	1,075,212
South Transition Campus	481,682	1,365,621	883,939
West Support Center	987,851	1,081,419	93,568
	<u>\$ 299,827,900</u>	<u>\$ 503,182,501</u>	<u>\$ 203,354,601</u>

Note 10 - Long-Term Debt and Debt Service Requirements

The District issues general obligation bonds to provide funds for the renovation, acquisition, construction and equipment of major capital facilities. The general obligation bonds are direct obligations and pledge the full faith and credit of the District.

General long-term debt consists of bonds payable, capital leases and compensated absences. Bonds are payable solely from future revenues of the Debt Service Fund which consists principally of property taxes collected by the District, and investment income. Certain outstanding bonds may be redeemed at their par value prior to their normal maturity dates in accordance with the terms of the related bonds indentures. The District has never defaulted on any bond principal or interest payment. Debt service requirements for accrued compensated absences are generally payable from the General Fund when due. Capital lease obligations are payable from the General Fund.

In November 2020, the District issued \$155,630,000 of Unlimited Schoolhouse Bonds Series 2020. The bonds bear interest at a rate of 1.75 - 5.00%. The proceeds from the bonds will be used for (i) the construction, acquisition and equipment of school buildings in the District, including technology upgrades, (ii) the purchase of the necessary sites for school buildings, (iii) the purchase of school buses, and (iv) the payment of costs of issuance associated with the sale of the Bonds.

On October 2, 2009 and December 7, 2010, the District issued Unlimited Tax Schoolhouse Bonds, Taxable Series 2009 and 2010, also known as direct payment Build America Bonds (BABs) which provides for a direct reimbursement of up to 35 percent of the interest paid on the bonds. The District received reimbursements totaling \$2,671,874 during the fiscal year.

A summary of general long-term debt transactions of the District for the fiscal year ended June 30, 2021, follows:

	Balance July 1, 2020	Issued and Additions	Retired and Refunded	Balance June 30, 2021	Due Within One Year
Bonds Payable					
General obligation bonds	\$ 783,660,000	\$ 155,630,000	\$ (72,140,000)	\$ 867,150,000	\$ 68,360,000
Plus premiums on bonds at issuance	71,015,443	14,370,101	(8,746,820)	76,638,724	-
Total Bonds Payable	<u>854,675,443</u>	<u>170,000,101</u>	<u>(80,886,820)</u>	<u>943,788,724</u>	<u>68,360,000</u>
Compensated absences	10,355,939	1,288,801	(1,363,249)	10,281,491	1,263,870
Total Long-Term Debt	<u>\$ 865,031,382</u>	<u>\$ 171,288,902</u>	<u>\$ (82,250,069)</u>	<u>\$ 954,070,215</u>	<u>\$ 69,623,870</u>

Note 10 - Long-Term Debt and Debt Service Requirements (continued)

Bonds Payable

Bonded debt, at June 30, 2021, is comprised of the following individual issues:

Series		Issue Amount	Interest Rate (%)	Matures	Amount Outstanding
2009B	BABS	\$ 62,085,000	5.89	2039	\$ 62,085,000
2010B	BABS	75,000,000	5.54 - 6.04	2039	75,000,000
2011	Schoolhouse Bonds	75,000,000	4.00 - 5.00	2028	15,295,000
2014A	Schoolhouse Bonds	31,390,000	2.50 - 5.00	2042	27,675,000
2014B	Refunding Bonds	63,520,000	3.00 - 5.00	2026	24,555,000
2015A	Refunding Bonds	65,795,000	2.00 - 5.00	2025	19,130,000
2015B	Refunding Bonds	153,550,000	2.00 - 5.00	2038	132,955,000
2018	Schoolhouse Bonds	132,345,000	3.00 - 5.00	2043	123,945,000
2019	Schoolhouse Bonds	230,880,000	2.625 - 5.00	2043	230,880,000
2020	Schoolhouse Bonds	155,630,000	1.75 - 5.00	2043	155,630,000
Total Bonds Payable					867,150,000
Plus Unamortized Premiums on Issuance					76,638,724
Total Bonds Payable					943,788,724
Less Current Portion					68,360,000
Long-Term Portion Bonds Payable					\$ 875,428,724

Note 10 - Long-Term Debt and Debt Service Requirements (continued)

Annual Debt Service Requirements

Annual requirements to amortize all bonded debt outstanding as of June 30, 2021, follow:

Fiscal Year	Principal	Interest	Total
2022	\$ 68,360,000	\$ 38,801,248	\$ 107,161,248
2023	71,755,000	35,404,198	107,159,198
2024	32,505,000	31,855,948	64,360,948
2025	30,270,000	30,253,798	60,523,798
2026	32,075,000	28,764,548	60,839,548
2027	30,000,000	27,163,733	57,163,733
2028	29,665,000	25,667,161	55,332,161
2029	29,980,000	24,186,779	54,166,779
2030	31,350,000	22,679,937	54,029,937
2031	38,695,000	21,181,908	59,876,908
2032	40,325,000	19,161,139	59,486,139
2033	41,860,000	17,339,071	59,199,071
2034	43,330,000	15,614,230	58,944,230
2035	44,875,000	13,848,362	58,723,362
2036	46,555,000	11,898,081	58,453,081
2037	48,225,000	9,867,476	58,092,476
2038	49,930,000	7,860,068	57,790,068
2039	40,770,000	5,761,013	46,531,013
2040	26,920,000	4,014,263	30,934,263
2041	27,875,000	3,095,800	30,970,800
2042	28,880,000	2,107,025	30,987,025
2043	27,850,000	1,079,325	28,929,325
2044	5,100,000	114,750	5,214,750
Total	<u>\$ 867,150,000</u>	<u>\$ 397,719,861</u>	<u>\$ 1,264,869,861</u>

The District is in compliance with all significant bond compliance requirements. As of June 30, 2021, the District had \$328.4 million authorized, but unissued bonds.

Note 11 - Deferred Outflows/Inflows of Resources and Unearned Revenue

Deferred Outflows of Resources

A deferred charge on refunding results from the difference in the carrying value of refunded debt and its reacquisition price. This amount is deferred and amortized over the shorter of the life of the refunded or refunding debt. The deferred loss on refunding as of June 30, 2021 was \$6,855,386. Detailed discussions on deferred outflows for pension and OPEB are presented in Note 15 - Pension Plan and Other Post-Employment Benefits and Note 16 – Defined Other Post-Employment Benefit Plans.

Deferred Inflows of Resources

Detailed discussions on deferred inflows for pension and OPEB are presented in Note 15 - Pension Plan and Other Post-Employment Benefits and Note 16 - Defined Other Post-Employment Benefit Plans, which both only affect the government-wide financial statements. Property taxes that have not been collected within 60 days of year-end are considered unavailable in the fund financial statements.

Unearned revenue at year-end represents funds received in advance for which expenditures have not been incurred as is the case with grant revenue. A summary of deferred inflows and unearned revenue are as follows:

	<u>Unavailable</u>	<u>Unearned</u>
Deferred Inflows of Resources		
General fund - property taxes	\$ 8,821,999	\$ -
Debt service fund - property taxes	2,550,360	-
Unearned Revenue		
General fund - unearned revenue	-	398,109
Unearned revenue on grants	-	37
Enterprise fund - unearned revenue	-	17,700
Total Deferred Inflows of Resources and Unearned Revenue	<u>\$ 11,372,359</u>	<u>\$ 415,846</u>

Note 12 - Fund Equity

Fund Balance Classifications - Restricted, Committed and Assigned

According to District policy CE Local, the Board may establish assignments or commitments of fund balance from time to time in order to meet specific District needs. Assignments and commitments of fund balance shall be vetted and approved by the Board. Furthermore, commitments of fund balance shall be submitted to the Board for approval. The District assigns portions of the fund balance to indicate the administration's tentative plans for future use of financial resources. The assignment is determined by management at the end of each fiscal year.

A summary of restricted, committed and assigned fund balance as of June 30, 2021, for all governmental fund types follows:

	General Fund	Special Revenue Fund	Debt Service Fund	Capital Projects Fund
Restricted Fund Balance				
Grant funds	\$ -	\$ 5,467,085	\$ -	\$ -
Debt service	-	-	36,040,329	-
Capital acquisitions and obligations	-	-	-	261,224,290
Other:				
Instructional material allotment	-	95,316	-	-
Local technology	-	7,839,262	-	-
Donations - locally funded	-	3,100,214	-	-
Total Other	-	11,034,792	-	-
Total Restricted	-	16,501,877	36,040,329	261,224,290
Committed Fund Balance				
Other:				
Campus activity	-	2,617,158	-	-
Total Committed	-	2,617,158	-	-
Assigned Fund Balance				
Capital equipment replacement	1,517,000	-	-	-
Other:				
Compensated absences	10,253,000	-	-	-
Natural disaster	12,347,000	-	-	-
Subsequent year expenditures	19,726,020	-	-	-
Total Other	42,326,020	-	-	-
Total Assigned	43,843,020	-	-	-
Totals	\$ 43,843,020	\$ 19,119,035	\$ 36,040,329	\$ 261,224,290

SPRING BRANCH INDEPENDENT SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS (continued)

Exhibit F-1

Note 13 - Revenues from Local, Intermediate and Out-of-State Sources

A summary of local revenues recorded in the governmental funds for the fiscal year ended June 30, 2021, follows:

	<u>General</u>	<u>Special Revenue</u>	<u>Debt Service</u>	<u>Capital Projects</u>	<u>Total</u>
Property taxes	\$ 331,453,645	\$ -	\$ 106,508,186	\$ -	\$ 437,961,831
Penalties, interest and other related tax income	2,263,878	-	524,178	-	2,788,056
Tuition and fees	1,448,039	-	-	-	1,448,039
Investment income	1,006,636	2,233	243,398	871,788	2,124,055
Food sales	-	158,538	-	-	158,538
Cocurricular activities	267,757	-	-	-	267,757
Insurance recovery	88,631	-	-	6,283,122	6,371,753
Other	672,643	6,395,524	-	-	7,068,167
Total	<u>\$ 337,201,229</u>	<u>\$ 6,556,295</u>	<u>\$ 107,275,762</u>	<u>\$ 7,154,910</u>	<u>\$ 458,188,196</u>

Note 14 - General Fund Federal Program Revenues

A summary of federal program revenues received in the General Fund for the fiscal year ended June 30, 2021, follows:

<u>Program or Grant</u>	<u>Assistance Listing Number</u>	<u>Amount Recorded in General Fund</u>
Indirect Costs:		
ESEA, Title X, Part C Education for the Homeless	84.196A	\$ 6,579
ESEA, Title I, Part A - Improving Basic Programs	84.010A	504,069
IDEA, Part B - Formula	84.027A	130,066
ESEA, Title II, Part A - Supporting Effective Instruction	84.367A	40,644
ESSER Grant	84.425D	1,061,393
Instructional Continuity	84.377A	3,788
Restart Hurricane Recovery	84.938A	19,930
Texas Hurricane Homeless Youth	84.938B	2,085
Total Indirect Costs		<u>1,768,554</u>
Direct Costs:		
Medicaid Program	93.778	165,411
SHARS Program	n/a	5,518,840
Build America Bonds Subsidized Interest	n/a	2,671,874
ROTC	12.000	79,153
EPA Cash Award	n/a	2,463
Texas Workforce Commission Reimbursements (Covid-19)	n/a	455,153
Coronavirus Relief Fund - (Covid-19)	21.019	1,715,599
Total Direct Costs		<u>10,608,493</u>
Total Indirect and Direct Costs		<u>\$ 12,377,047</u>

Note 15 - Pension Plan and Other Post-Employment Benefits

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, Section 67 and Texas Government Code, Title 8, Subtitle C. The pension trust fund is a qualified pension trust under Section 401(a) of the Internal Revenue Code. The Texas Legislature establishes benefits and contribution rates within the guidelines of the Texas Constitution. The pension's Board of Trustees does not have the authority to establish or amend benefit terms.

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

Pension Plan Fiduciary Net Position

Detailed information about the Teacher Retirement System's fiduciary net position is available in a separately-issued Comprehensive Annual Financial Report that includes financial statements and required supplementary information. That report may be obtained on the internet at https://www.trs.texas.gov/TRS%20Documents/cafr_2020.pdf, or by writing to TRS at 1000 Red River Street, Austin, TX, 78701-2698, or by calling (512) 542-6592.

Benefits Provided

TRS provides service and disability retirement, as well as death and survivor benefits, to eligible employees (and their beneficiaries) of public and higher education in Texas. The pension formula is calculated using 2.3 percent (multiplier) times the average of the five highest annual creditable salaries times years of credited service to arrive at the annual standard annuity except for members who are grandfathered, the three highest annual salaries are used. The normal service retirement is at age 65 with 5 years of credited service or when the sum of the member's age and years of credited service equals 80 or more years. Early retirement is at age 55 with 5 years of service credit or earlier than 55 with 30 years of service credit. There are additional provisions for early retirement if the sum of the member's age and years of service credit total at least 80, but the member is less than age 60 or 62 depending on date of employment, or if the member was grandfathered in under a previous rule. There are no automatic postemployment 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. Actuarial implications of the funding provided in this manner are determined by the System's actuary.

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.

Note 15 - Pension Plan and Other Post-Employment Benefits (continued)

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	
	Plan Fiscal Year	
	2020	2021
Member (Employee)	7.7%	7.7%
Non-employer contributing entity (State)	7.5%	7.5%
Employers	7.5%	7.5%

	Measurement Year (2020)		Fiscal Year (2021)
	Contributions Required and Made	Pension Expense	TRS Contributions
Employer (District) contributions	\$ 8,604,627	\$ 17,579,525	\$ 9,041,755
Members (Employee) contributions	19,282,378	-	19,971,193
Non-employer (State) on-behalf contributions	13,132,745	20,503,764	13,646,092

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.

Note 15 - Pension Plan and Other Post-Employment Benefits (continued)

Contributions (continued)

In addition to the employer contributions listed above, there is an additional surcharge an employer is subject to.

- All public schools, charter schools, and regional educational service centers must contribute 1.5 percent of the member's salary beginning in fiscal year 2020, gradually increasing to 2 percent in fiscal year 2025.
- When employing a retiree of the Teacher Retirement System, the employer shall pay both the member contribution and the state contribution as an employment after retirement surcharge.

Actuarial Assumptions

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

Valuation Date	August 31, 2019 rolled forward to August 31, 2020
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%
	2.33%. Source for the rate is the Fixed Income Market Data/Yield Curve/Data Municipal Bonds with 20 years to maturity that include only federally tax-exempt municipal bonds as reported in Fidelity Index's "20-Year Municipal GO AA Index."
Municipal Bond Rate as of August 2020	
Last year ending August 31 in projection period	
(100 years)	2119
Inflation	2.30%
Salary Increases	3.05% to 9.05% including inflation
Ad hoc post-employment benefit changes	None

The actuarial methods and assumptions are used in the determination of the total pension liability are the same assumptions used in the actuarial valuation as of August 31, 2020. These assumptions are further described the 2020 TRS ACFR, which includes actuarial valuation report dated November 14, 2019.

Note 15 - Pension Plan and Other Post-Employment Benefits (continued)

Discount Rate

A single discount rate of 7.25 percent was used to measure the total pension liability. The single discount rate was based on the expected rate of return on pension plan investments of 7.25 percent. The projection of flows used to determine this single discount rate assumed that contributions from active members, employers and the non-employer contributing entity will be made at the rates set by the legislature during the 2019 session. It is assumed that future employer and state contributions will be 8.50 percent of payroll in fiscal year 2020 gradually increasing to 9.55 percent of payroll over the next several years. This includes all employer and state contributions for active and rehired retirees.

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

The long-term rate of return on pension plan investments is 7.25%. The long-term expected rate of return on pension plan investments was determined using a building-block method in which best-estimates ranges of expected future real rates of return (expected returns, net of pension plan investment expense and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation.

Best estimates of geometric real rates of return for each major asset class included in the System's target asset allocation as of August 31, 2020 are summarized below:

Asset Class	Target Allocation ¹	Long-Term Expected Arithmetic Real Rate of Return ²	Expected Contribution to Long-Term Portfolio Returns
Global Equity			
USA	18.00%	3.90%	0.99%
Non-U.S. Developed	13.00%	5.10%	0.92%
Emerging Markets	9.00%	5.60%	0.83%
Private Equity	14.00%	6.70%	1.41%
Stable Value			
Government Bonds	16.00%	-0.70%	-0.05%
Stable Value Hedge Funds	5.00%	1.90%	0.11%
Real Return			
Real Estate	15.00%	4.60%	1.01%
Energy, Natural Resources and Infrastructure	6.00%	6.00%	0.42%
Risk Parity			
Risk Parity	8.00%	3.00%	0.30%
Leverage			
Cash	2.00%	-1.50%	-0.03%
Asset Allocation Leverage	-6.00%	-1.30%	0.08%
Inflation Expectation			2.00%
Volatility Drag ³			-0.67%
Expected Return	100.00%		7.32%

¹ Target Allocation are based on the FY 2020 policy model.

² Capital Market Assumption from Aon Hewitt as of August 31, 2020.

³ The volatility drag results from the conversion between arithmetic and geometric mean returns.

Note 15 - Pension Plan and Other Post-Employment Benefits (continued))

Discount Rate Sensitivity Analysis

The following table presents the Net Pension Liability of the plan using the discount rate of 7.25 percent, and what the net pension liability would be if it were calculated using a discount rate that is one percentage point lower (6.25 percent) or one percentage point higher (8.25 percent) than the current rate.

	Discount Rate		
	1% Decrease 6.25%	Current Rate 7.25%	1% Increase 8.25%
District's proportional share of the net pension liability	\$ 172,227,822	\$ 111,692,491	\$ 62,508,860

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

At June 30, 2021, the District reported a liability of \$111,692,491 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 proportion of the net pension liability	0.2085%
District's proportionate share of the collective net pension liability	\$ 111,692,491
State's proportionate share that is associated with District	<u>170,470,072</u>
Total	<u><u>\$ 282,162,563</u></u>

The net pension liability was measured as of August 31, 2019 and rolled forward to August 31, 2020 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, 2019 thru August 31, 2020.

At August 31, 2020, the District's proportion of the collective net pension liability was 0.2085% which was a decrease of 0.0067% from its proportion measured as of August 31, 2019.

The General, Capital Projects and Special Revenue Funds are used to liquidate pension liabilities.

Note 15 - Pension Plan and Other Post-Employment Benefits (continued)

Change Since the Prior Actuarial Valuation

There were no changes in assumptions since the prior measurement date.

For the year ended June 30, 2021, the District recognized pension expense of \$17,579,525. The District also recognized an additional on-behalf revenue and expense of \$20,503,764 representing support provided by the State.

At June 30, 2021, 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 experience	\$ 203,942	\$ (3,117,041)
Changes of assumption	25,916,632	(11,019,571)
Net difference between projected and actual earnings on pension plan investments	2,261,118	-
Changes in proportion and differences between District contributions and proportionate share of contributions	5,495,173	(4,062,726)
District contributions subsequent to the measurement date	7,619,586	-
Total	<u>\$ 41,496,451</u>	<u>\$ (18,199,338)</u>

Deferred outflows of resources resulting from District contributions subsequent to the measurement date in the amount of \$7,619,586 will be recognized as a reduction of the net pension liability in the year ended June 30, 2022. The net amounts of the District's balances of deferred outflows and inflows of resources related to pensions will be recognized in pension expense as follows:

Fiscal Year	Pension Expense Amount
2022	\$ 4,408,130
2023	5,493,162
2024	5,403,984
2025	1,959,909
2026	(1,424,058)
Thereafter	(163,600)
	<u>\$ 15,677,527</u>

Note 16 - Defined Other Post-Employment Benefit Plans

A. 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 TRS-Care program was established in 1986 by the Texas Legislature.

The TRS Board of Trustees administers the TRS-Care program and the related fund in accordance with Texas Insurance Code Chapter 1575. 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. The Board may adopt rules, plans, procedures, and orders reasonably necessary to administer the program, including minimum benefits and financing standards.

B. 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 https://www.trs.texas.gov/TRS%20Documents/cafr_2020.pdf, or by writing to TRS at 1000 Red River Street, Austin, TX, 78701-2698, or by calling (512) 542-6592.

C. 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. There are no automatic post-employment benefit changes; including automatic COLAs.

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

TRS-Care Monthly Premium Rates		
	Medicare	Non-Medicare
Retiree or Surviving Spouse	\$ 135	\$ 200
Retiree and Spouse	529	689
Retiree or Surviving Spouse and Children	468	408
Surviving Children only	1,020	999

D. Contributions

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

Note 16 - Defined Other Post-Employment Benefit Plans (continued)

D. Contributions (continued)

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

	Contribution Rates	
	2021	2020
Member (employee)	0.65%	0.65%
Non-employer contributing agency (State)	1.25%	1.25%
Employers	0.75%	0.75%
Federal/private funding	1.25%	1.25%

	Measurement Year (2020)		Fiscal Year (2021)
	Contributions Required and Made	OPEB Expense	TRS Care Contributions
Member (Employee)	\$ 1,627,700	\$ -	\$ 1,615,834
Non-employer contributing agency (State)	2,835,776	(984,827)	4,349,411
District	2,110,358	(383,025)	2,155,387

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 employers hire a TRS retiree, they 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 \$230.8 million in fiscal year 2020 to maintain premiums and benefit levels in the 2020-2021 biennium.

E. Actuarial Assumptions

The actuarial valuation was performed as of August 31, 2019. Update procedures were used to roll forward the Total OPEB Liability to August 31, 2020. The actuarial valuation was determined using the following actuarial assumptions:

The actuarial valuation of the OPEB plan offered through TRS-Care is similar to the actuarial valuation performed for the pension plan, except that the OPEB valuation is more complex. All the demographic assumptions, including rates of retirement, termination, and disability, and most of the economic assumptions, including general inflation and salary increases, used in the OPEB valuation were identical to those used in the respective TRS pension valuation. The demographic assumptions were developed in the experience study performed for TRS for the period ending August 31, 2017.

Note 16 - Defined Other Post-Employment Benefit Plan (continued)

E. Actuarial Assumptions (continued)

The following assumptions and other inputs used for members of TRS-Care are based on an established pattern of practice and are identical to the assumptions used in the August 31, 2019 TRS pension actuarial valuation that was rolled forward to August 31, 2020: (a) Rates of Mortality, (b) Rates of Retirement, (c) Rates of Termination, (d) Rates of Disability, (e) General Inflation, (f) Wage Inflation, and (g) Expected Payroll Growth..

The active mortality rates were based on 90 percent of the RP-2014 Employee Mortality Tables for males and females, with full generational mortality using Scale BB. The post-retirement mortality rates for healthy lives were based on the 2018 TRS of Texas Healthy Pensioner Mortality Tables, with full generational projection using the ultimate improvement rates from the most recently published scale (U-MP).

Additional Actuarial Methods and Assumptions:

Valuation Date	August 31, 2019 rolled forward to August 31, 2020
Actuarial Cost Method	Individual Entry Age Normal
Inflation	2.30%
Single Discount Rate	2.33% as of August 31, 2020
Aging factors	Based on plan specific experience
Election Rate	Normal Retirement: 65% participation prior to age 65 and 40% participation after age 65, 25% of pre-65 retirees are assumed to discontinue coverage at age 65
Expenses	Third-party administrative expenses related to the delivery of health care benefits are included in the age-adjusted claim costs.
Salary increases	3.05% to 9.05%, including inflation
Ad Hoc Post-Employment Benefit Changes	None

Note 16 - Defined Other Post-Employment Benefit Plan (continued)

F. Discount Rate

A single discount rate of 2.33 percent was used to measure the Total OPEB Liability. There was a decrease of 0.30 percent in the discount rate since the previous year. Because the plan is essentially a “pay-as-you-go” plan, the single discount rate is equal to the prevailing municipal bond rate. The projection of cash flows used to determine the discount rate assumed that contributions from active members and those of the contributing employers and the nonemployer 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 used for the long-term rate of return and was applied to all periods of projected benefit payments to determine the total OPEB liability. The source of the municipal bond rate is the Fidelity “20-year Municipal GO AA Index” as of August 31, 2020 using the fixed-income municipal bonds with 20 years to maturity that include only federally tax-exempt municipal bonds

G. Discount Rate Sensitivity Analysis

Discount Rate – 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 (2.33%) in measuring the Net OPEB Liability.

	Discount Rate		
	1% Decrease	Current Rate	1% Increase
	(1.33%)	(2.33%)	(2.33%)
District's proportional share of the net OPEB liability	\$ 126,657,963	\$ 105,548,504	\$ 88,875,061

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

At June 30, 2021, the District reported a liability of \$105,548,504 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	\$ 105,548,504
State's proportionate share that is associated with District	141,831,888
Total	<u>\$ 247,380,392</u>

The Net OPEB Liability was measured as of August 31, 2019 and rolled forward to August 31, 2020 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 District’s contributions to the OPEB plan relative to the contributions of all employers to the plan for the period September 1, 2019 through August 31, 2020.

At August 31, 2020, the District’s proportion of the collective Net OPEB Liability was 0.2777% which was an increase of 0.0014% from its proportion measured as of August 31, 2019.

Note 16 - Defined Other Post-Employment Benefit Plan (continued)

H. OPEB Liabilities, OPEB Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to OPEBs (continued)

The General, Capital Projects and Special Revenue Funds are used to liquidate pension liabilities.

Healthcare Cost Trend Rates – 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 health trend rates assumed.

	Healthcare Cost Trend Rate		
	1% Decrease	Trend Rate	1% Increase
District's proportional share of the net OPEB liability	\$ 86,219,605	\$ 105,548,504	\$ 131,291,866

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 (TOL) since the prior measurement period:

- The discount rate changed from 2.63 percent as of August 31, 2019 to 2.33 percent as of August 31, 2020. This change increased the Total OPEB Liability.
- The participation rate for post-65 retirees was lowered from 50 percent to 40 percent. This change lowered the Total OPEB Liability.
- The ultimate health care trend rate assumption was lowered from 4.50 percent to 4.25 percent as a result of Congress' repeal of the excise (Cadillac) tax on high-cost employer health plans in December 2019. This change lowered the Total OPEB Liability.

Changes of Benefit Terms Since the Prior Measurement Date – There were no changes in benefit terms since the prior measurement date.

For the year ended June 30, 2021, the District recognized negative OPEB expense of \$383,025. The District also recognized negative on-behalf expense and revenue of \$984,827 for support provided by the State.

At June 30, 2021, the District reported its proportionate share of the TRS's deferred outflows of resources and deferred inflows of resources related to other post-employment benefits from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	\$ 5,526,478	\$ (48,304,392)
Changes of assumption	6,510,148	(28,984,165)
Net difference between projected and actual earnings on OPEB plan investments	34,299	-
Changes in proportion and differences between District contributions and the proportionate share of contributions	7,074,688	-
District contributions paid subsequent to the measurement date	1,800,280	-
Total	\$ 20,945,893	\$ (77,288,557)

Note 16 - Defined Other Post-Employment Benefit Plans (continued)

H. OPEB Liabilities, OPEB Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to OPEBs (continued)

The \$1,800,280 reported as deferred outflows of resources related to OPEB resulting from District contributions subsequent to the measurement date will be recognized as a reduction of the net OPEB liability in the year ending June 30, 2022. The net amounts of the District's balances of deferred outflows and inflows of resources related to OPEB will be recognized in OPEB expense as follows:

Year Ended June 30:	OPEB Expense Amount
2022	\$ (9,768,764)
2023	(9,773,350)
2024	(9,775,972)
2025	(9,775,254)
2026	(6,956,010)
Thereafter	(12,093,594)
	<u>\$ (58,142,944)</u>

I. Medicare Part D

The Medicare Prescription Drug, Improvement, and Modernization Act of 2003, 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 Texas Public School Retired Employee Group Insurance Program (TRS-Care) to receive retiree drug subsidy payments from the federal government to offset certain prescription drug expenditures for eligible TRS-Care participants. For the fiscal years ended June 30, 2021, 2020, and 2019, the subsidy payments received by TRS-Care on-behalf of the District were \$1,281,982, \$1,069,300, and \$720,142, respectively. The information for the year ended June 30, 2021 is an estimate provided by the Teacher Retirement System. These payments are recorded as equal revenues and expenditures in the governmental funds financial statements of the District.

Note 17 - Risk Management

The District is exposed to various risks related to torts: theft of, damage to, and destruction of assets; errors and omissions; and natural disasters. The District's risk management program encompasses various means of protecting the District against loss by obtaining property, casualty, liability, health and workers compensation insurance coverage through commercial carriers. Settled claims have not exceeded insurance coverage in any of the previous three fiscal years. There has not been any significant reduction in insurance coverage from the previous year.

Note 17 - Risk Management (continued)

Health Care Coverage

The District sponsors a fully-insured insurance plan to provide health care benefits to staff members and their dependents. Partial staff member contributions are required for personal coverage and staff member contributions are required for coverage of dependents.

Letter of Credit

In June of 2019 Wells Fargo Bank, N.A. issued a Standby Letter of Credit (SBLC) for drawings of up to \$599,000 for the benefit of Liberty Mutual Insurance Company. The District is administering an Owner Controlled Insurance Program under which insurance policies were purchased from Liberty Mutual to insure risks on construction projects financed by the 2017 bond authorization. Liberty Mutual required the District to provide the SBLC as a condition of issuing the insurance policies. If the District does not make deductible or loss limit payments due under the terms of the insurance policies Liberty Mutual may draw against the SBLC. As of fiscal year end no amounts were drawn, or expected to be drawn, on the SBLC. The District intends to annually renew the SBLC with an ultimate expiration date in June 2025.

Workers' Compensation Aggregate Deductible

During the year ended June 30, 2021, Spring Branch ISD met its statutory workers' compensation obligations through participation in the TASB Risk Management Fund (the Fund). The Fund was created and is operated under the provisions of the Interlocal Cooperation Act, Chapter 791 of the Texas Government Code. The Fund's Workers Compensation Program is authorized by Chapter 504, Texas Labor Code. All members participating in the Fund execute Interlocal Agreements that define the responsibilities of the parties. The Fund provides statutory workers' compensation benefits to its members' injured employees.

Spring Branch ISD participates in the Fund's reimbursable aggregate deductible program. As such, the member is responsible for a certain amount of claims liability as outlined on the member's Contribution and Coverage Summary document. After the member's deductible has been met, the Fund is responsible for additional claims liability.

The Fund and its members are protected against higher than expected claims costs through the purchase of stop loss coverage for any claim in excess of the Fund's self-insured retention of \$2 million. The Fund uses the services of an independent actuary to determine reserve adequacy and fully funds those reserves. As of August 31, 2020, the Fund carries a discounted reserve of \$44,135,645 for future development on reported claims and claims that have been incurred but not yet reported. For the year-ended June 30, 2021, the Fund anticipates no additional liability to members beyond their contractual obligations for payment of contributions and reimbursable aggregate deductibles,

The Fund engages the services of independent auditors to conduct a financial audit after the close of each year on August 31. The audit is accepted by the Fund's Board of Trustees in February of the following year. The Fund's audited financial statements as of August 31, 2020, are available on the TASB Risk Management Fund website and have been filed with the Texas Department of Insurance in Austin.

Note 18 - Compensated Absences

Sick Leave Policy

The District has established policies regarding the compensation of employees for unused sick leave upon retirement from service. An employee who is eligible to retire under the state retirement system, who selects the retirement system annuity options available, and who has been employed by the District for a continuous period of at least five years at the time of retirement shall be reimbursed for each day of unused local sick leave at a rate based on a percentage of the employee's average salary over the ten continuous years preceding retirement. Compensation for unused sick leave is limited and based on the years employed with the District, which are used to calculate the number of days and salary amounts that will be paid upon retirement.

The District records the payments for sick leave as an expenditure in the General Fund. The District records a liability at year-end in the General Fund for payments to be made to employees who have given notice before the end of the fiscal year and the amounts will be paid out of current resources early in the following fiscal year. As of June 30, 2021, the General Fund did not report a liability.

The District estimates the long-term portion of the sick leave liability and records this amount in the government-wide financials as a long-term liability. The long-term liability for compensated absences was \$10,281,491 as of June 30, 2021. The management of the District has assigned a portion of the fund balance in the General Fund to pay for accrued sick leave liability.

Note 19 - Shared Service Arrangements

The District participates in a Shared Service Arrangement (SSA) for deaf education services with six other school districts. Approximately 15.90% of the students served by the SSA are attributable to the District. The District does not account for the revenues or expenditures for this program and does not disclose them in these financial statements. The District neither has a joint ownership interest in fixed assets purchased by the fiscal agent, nor does the District have a net equity interest in the fiscal agent. The fiscal agent is neither accumulating significant financial resources nor fiscal contingencies that would give rise to a future additional benefit or burden to Spring Branch Independent School District. The fiscal agent manager is responsible for all financial activities of the SSA. The expenditures attributable to the District's participation for the year ended June 30, 2021 totaled \$496,366.

Note 20 - Litigation, Commitments and Contingencies

From time to time, the District is a defendant in legal proceedings relating to its operations as a school district. In the best judgment of the District's management, the outcome of any present legal proceedings will not have any adverse material effect on the accompanying financial statements.

The District received significant financial assistance from federal and state governmental agencies in the form of grants. The disbursements of funds received under these programs generally requires compliance with terms and conditions specified in the grant agreements and are subject to audit by the grantor agencies and the TEA. Any disallowed claims resulting from such audits could become a liability of the General Fund. However, in the opinion of management, such disallowed claims, if any, will not have a material effect on any of the financial statements of the individual fund types included herein or on the overall financial position of the District at year-end.

Note 21 - Arbitrage

In accordance with the provisions of Section 148(f) of the Internal Revenue Code of 1986, as amended, bonds must satisfy certain arbitrage rebate requirements. Positive arbitrage is the excess of the amount earned on investments purchased with bond proceeds, over the amount that such investments would have earned had such investments been invested at a rate equal to the yield on the bond issue. In order to comply with the arbitrage rebate requirements, positive arbitrage must be paid to the U.S. Treasury at the end of each five-year anniversary date of the bond issue. The District has estimated that there is no arbitrage liability as of June 30, 2021.

Note 22 – Prior Period Adjustment

In the current 2020-2021 fiscal year, the District implemented GASB Statement No. 84, Fiduciary Activities which resulted in a prior period adjustment of in the Custodial Fund of \$2,391,536 and \$606,615 in the Special Revenue Fund.

Note 23 - COVID 19

As of September 2, 2021, the Texas Education Agency (TEA) informed local education agencies (LEAs) that it has no plans to issue missed school day waivers due to COVID-19 during the 2021-2022 school year when the LEA or its campuses are closed. Each LEA will need to plan to make up time for school closures during the school year and may need to add additional instructional days and/or minutes to their calendar to meet the 75,600 operational minute requirement.

LEAs have reported to the TEA that attendance rate declines continue to occur due to COVID-19. As a result, the TEA is exploring options to ensure school systems will not experience significant financial difficulties. Additionally, LEAs had varying daily rates of attendance during the 2020-2021 school year due to the impact of virtual learning options. Once the TEA receives this local information in a PEIMS upload this fall, it will be equipped to analyze, understand, and determine potential changes to the rules around waivers, particularly low attendance waivers. As of the date of this report, the District has not determined the impact.

Note 24 - Subsequent Events

On August 9, 2021 the Spring Branch ISD Board of Trustees approved a Career and Technical Education Bond Advisory Committee (BAC). The BAC met four times in September and October. The BAC intends to present a recommended bond proposal package for Career and Technical Education at the November 15, 2021 meeting of the Board of Trustees. The Board of Trustees may act upon the recommendation by approving, amending, altering, or not approving all or any part of the BAC bond proposal package.

REQUIRED SUPPLEMENTARY INFORMATION



SPRING BRANCH INDEPENDENT SCHOOL DISTRICT
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES –
ORIGINAL BUDGET, AMENDED FINAL (GAAP BASIS) AND ACTUAL – GENERAL FUND
For the Fiscal Year Ended June 30, 2021
With Actual Totals for 2020

Exhibit G-1

Data Control Codes	Budgeted Amounts		Actual Amounts GAAP Basis	Variance With Final Budget	2020 Actual	
	Original	Final Amended		Positive (Negative)		
Revenues						
5700	Local and Intermediate Sources	\$ 326,985,410	\$ 339,454,822	\$ 337,201,229	\$ (2,253,593)	\$ 327,888,281
5800	State Program Revenues	43,096,478	36,545,427	39,030,500	2,485,073	41,400,557
5900	Federal Program Revenues	8,397,000	10,119,354	12,377,047	2,257,693	8,721,675
5020	Total Revenues	378,478,888	386,119,603	388,608,776	2,489,173	378,010,513
Expenditures						
Current:						
11	Instruction	211,549,850	216,588,719	215,238,641	1,350,078	200,208,540
12	Instructional Resources and Media Services	3,750,318	3,866,621	3,749,673	116,948	3,474,695
13	Curriculum and Instructional Staff Development	7,473,841	7,463,765	7,011,942	451,823	7,005,388
21	Instructional Leadership	7,342,187	7,064,884	6,593,619	471,265	5,775,249
23	School Leadership	21,912,476	21,955,314	21,316,335	638,979	21,184,611
31	Guidance, Counseling and Evaluation Services	15,579,167	16,933,169	16,444,850	488,319	14,512,899
32	Social Work Services	127,105	136,105	116,122	19,983	130,169
33	Health Services	4,344,085	2,312,743	2,298,268	14,475	4,164,441
34	Student Transportation	9,063,307	9,131,818	8,495,798	636,020	8,417,919
35	Food Services	59,000	69,000	3,385	65,615	34,854
36	Cocurricular/Extracurricular Activities	6,698,148	6,909,009	6,564,218	344,791	6,018,821
41	General Administration	11,009,181	10,281,499	9,701,759	579,740	9,317,329
51	Facilities Maintenance and Operations	33,456,482	32,025,176	27,993,985	4,031,191	30,874,395
52	Security and Monitoring Services	5,162,818	6,428,255	5,862,163	566,092	5,269,016
53	Data Processing Services	8,630,159	12,839,481	12,473,136	366,345	7,718,230
61	Community Services	1,394,905	1,334,236	1,171,984	162,252	1,038,161
71	Debt Service	-	-	-	-	216,525
81	Capital outlay	270,000	914,763	612,154	302,609	3,242,023
91	Contracted Instructional Services	37,166,241	60,149,110	59,724,360	424,750	39,442,568
99	Other Intergovernmental Charges	3,295,000	3,195,000	3,181,412	13,588	3,160,915
6030	Total Expenditures	388,284,270	419,598,667	408,553,804	11,044,863	371,206,748
1100	Excess (Deficiency) of Revenues Over (Under) Expenditures	(9,805,382)	(33,479,064)	(19,945,028)	13,534,036	6,803,765
Other Financing Sources (Uses)						
7912	Sale of Real and Personal Property	50,000	50,000	130,740	80,740	37,251
7915	Transfers in	-	166,759	166,759	-	782,304
8911	Transfers out	-	-	(5,452)	(5,452)	(420,286)
7080	Total Other Financing Sources (Uses)	50,000	216,759	292,047	75,288	399,269
1200	Net Change in Fund Balance	(9,755,382)	(33,262,305)	(19,652,981)	13,609,324	7,203,034
0100	Fund Balance - Beginning	137,092,260	137,092,260	137,092,260	-	129,889,226
3000	Fund Balance - Ending	\$ 127,336,878	\$ 103,829,955	\$ 117,439,279	\$ 13,609,324	\$ 137,092,260

SPRING BRANCH INDEPENDENT SCHOOL DISTRICT
NOTES TO REQUIRED SUPPLEMENTARY INFORMATION

Budgets and Budgetary Accounting

Each school district in Texas is required by law to prepare annually a budget of anticipated revenues and expenditures for the General and Debt Service Funds and the Food Service program included in the Special Revenue Fund before the beginning of the fiscal year. For the fiscal year beginning July 1st, the Texas Education Code requires the budget to be prepared not later than June 19th and adopted by June 30th of each year. The District's administration determines budgetary funding priorities using a modified zero-based budgeting concept, which is consistent with GAAP. Final budget allocations are determined by the Board, which subsequently establishes a tax rate sufficient to support the approved budget. The annual budget, which is prepared on the modified accrual basis of accounting, must be adopted by the Board at a scheduled meeting after giving ten days public notice of the meeting. The District annually adopts legally authorized appropriated budgets for the General and Debt Service Funds and the Food Service program included in the Special Revenue Fund.

The District's administration performs budget reviews during the year in which budget requirements are re-evaluated and revisions are recommended to the Board. The Board may approve amendments to the budget, which are required when a change is made to any one of the functional expenditure categories or revenue object accounts defined by the TEA. Expenditures may not legally exceed budgeted appropriations, as amended, at the function level by fund. Unexpended appropriations lapse at year-end.

Management may amend the budget without seeking Board approval if appropriations are not transferred between functions. During fiscal year 2021, General Fund budgeted appropriations were increased by \$31.3 million.

Special Revenue Reconciliation of the Food Service Programs

A reconciliation of the Food Service program to the Special Revenue Fund follows:

Special Revenue Fund Total Revenue	\$60,510,471
Food Service Program Revenue	<u>(15,201,440)</u>
Other local, state and federal revenue	<u>\$45,309,031</u>
Special Revenue Fund Total Expenditures	\$58,507,497
Food Service Program Expenditures	<u>(13,766,127)</u>
Other local, state and federal Expenditures	<u>\$44,741,370</u>

SPRING BRANCH INDEPENDENT SCHOOL DISTRICT**Exhibit G-2****SCHEDULES OF REQUIRED SUPPLEMENTARY INFORMATION****SCHEDULE OF THE DISTRICT'S PROPORTIONATE SHARE OF THE NET PENSION LIABILITY****Teacher Retirement System of Texas****For the Last Seven Measurement Years Ended August 31 (1)**

	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>
District's proportion of the net pension liability	0.2085450%	0.2152580%	0.2094941%	0.2013303%	0.2124879%
District's proportionate share of the net pension liability	\$ 111,692,491	\$ 111,897,876	\$ 115,310,682	\$ 64,374,610	\$ 80,295,999
State's proportionate share of the net pension liability associated with the District	<u>170,470,072</u>	<u>158,387,000</u>	<u>174,521,390</u>	<u>105,022,736</u>	<u>130,039,152</u>
Total	<u>\$ 282,162,563</u>	<u>\$ 270,284,876</u>	<u>\$ 289,832,072</u>	<u>\$ 169,397,346</u>	<u>\$ 210,335,151</u>
District's covered payroll (for Measurement Year)	\$ 250,420,467	\$ 232,079,599	\$ 224,739,409	\$ 216,179,463	\$ 218,955,935
District's proportionate share of the net pension liability as a percentage of it's covered payroll	44.60%	48.22%	51.31%	29.80%	36.70%
Plan fiduciary net position as a percentage of the total pension liability *	75.54%	75.24%	73.74%	82.17%	78.00%
Plan's net pension liability as a percentage of covered payroll *	110.36%	114.93%	126.11%	75.93%	92.75%
	<u>2015</u>	<u>2014</u>			
District's proportion of the net pension liability	0.2214700%	0.1516979%			
District's proportionate share of the net pension liability	\$ 78,286,839	\$ 40,520,606			
State's proportionate share of the net pension liability associated with the District	<u>124,975,866</u>	<u>108,711,946</u>			
Total	<u>\$ 203,262,705</u>	<u>\$ 149,232,552</u>			
District's covered payroll (for Measurement Year)	\$ 211,547,412	\$ 205,458,627			
District's proportionate share of the net pension liability as a percentage of it's covered payroll	37.00%	19.70%			
Plan fiduciary net position as a percentage of the total pension liability *	78.43%	83.25%			
Plan's net pension liability as a percentage of covered payroll *	91.94%	72.89%			

The amounts presented for each Plan year which ends the preceding August 31 of the District's fiscal year.

* Net pension liability is calculated using an new methodology and will be presented prospectively in accordance with GASB 68.

Note (1): Ten years of data should be presented in this schedule, but data was unavailable prior to 2014.
Net pension liability and related ratios will be presented prospectively as data becomes available.

SPRING BRANCH INDEPENDENT SCHOOL DISTRICT
SCHEDULE OF THE DISTRICT CONTRIBUTIONS - PENSION
Teacher Retirement System of Texas
Last Ten Fiscal Years

Exhibit G-3

	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>
Contractually required contributions	\$ 9,041,755	\$ 8,431,324	\$ 7,451,017	\$ 7,018,331	\$ 6,632,615
Contributions in relation to the contractual required contributions	<u>9,041,755</u>	<u>8,431,324</u>	<u>7,451,017</u>	<u>7,018,331</u>	<u>6,632,615</u>
Contribution deficiency (excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
District's covered payroll	\$ 259,366,018	\$ 247,157,828	\$ 230,577,415	\$ 223,647,790	\$ 216,419,381
Contributions as a percentage of covered payroll	3.49%	3.41%	3.23%	3.14%	3.06%

	<u>2016</u>	<u>2015</u>	<u>2014</u>	<u>2013</u>	<u>2012</u>
Contractually required contributions	\$ 6,730,805	\$ 6,034,880	\$ 3,683,688	\$ 3,136,061	\$ 2,881,642
Contributions in relation to the contractual required contributions	<u>6,730,805</u>	<u>6,034,880</u>	<u>3,683,688</u>	<u>3,136,061</u>	<u>2,881,642</u>
Contribution deficiency (excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
District's covered payroll	\$ 218,152,461	\$ 210,359,614	\$ 203,842,425	\$ 196,703,893	\$ 199,440,793
Contributions as a percentage of covered payroll	3.09%	2.87%	1.81%	1.59%	1.44%

SPRING BRANCH INDEPENDENT SCHOOL DISTRICT
NOTES TO REQUIRED SUPPLEMENTARY PENSION INFORMATION
Teacher Retirement System of Texas

Notes to Required Supplementary Information - Pension

Changes of Assumptions

There were no changes to the assumptions from the prior year actuary valuation.

Changes in Benefit Terms

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

Other Information

Effective September 1, 2014, employers who did not contribute to Social Security for TRS-eligible employees were required to contribute an additional 1.5% of TRS-eligible compensation which nearly doubled the District's contributions into the Plan. Because the District's proportional share of the plan is determined by its proportional share of contributions, the District recognized a corresponding increase in its share of net pension liability.

SPRING BRANCH INDEPENDENT SCHOOL DISTRICT
SCHEDULES OF REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF THE DISTRICT'S PROPORTIONATE SHARE OF THE NET OPEB LIABILITY
Teacher Retirement System of Texas
For the Last Four Measurement Years Ended August 31 (1)

Exhibit G-4

	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>
District's proportion of the net OPEB liability	0.2776532%	0.2762276%	0.2728760%	0.2615663%
District's proportionate share of the OPEB liability	\$ 105,548,504	\$ 130,631,462	\$ 136,249,530	\$ 113,745,362
State's proportionate share of the net OPEB liability associated with the District	<u>141,831,888</u>	<u>173,579,991</u>	<u>190,879,970</u>	<u>167,667,465</u>
Total	<u>\$ 247,380,392</u>	<u>\$ 304,211,453</u>	<u>\$ 327,129,500</u>	<u>\$ 281,412,827</u>
District's covered payroll (for Measurement Year)	\$ 250,420,467	\$ 232,079,599	\$ 224,739,409	\$ 216,179,463
District's proportionate share of the OPEB liability as a percentage of it's covered payroll	42.15%	56.30%	60.60%	52.62%
Plan fiduciary net position as a percentage of the total OPEB liability *	4.99%	2.66%	1.57%	0.91%
Plan's net OPEB liability as a percentage of covered payroll *	101.46%	135.21%	146.64%	132.55%

The amounts presented for each Plan year which ends the preceding August 31 of the District's fiscal year.

* Net OPEB liability is calculated using an new methodology and will be presented prospectively in accordance with GASB 75.

Note (1): Ten years of data should be presented in this schedule, but data was unavailable prior to plan year 2017.
Net OPEB liability and related ratios will be presented prospectively as data becomes available.

SPRING BRANCH INDEPENDENT SCHOOL DISTRICT
SCHEDULES OF DISTRICT CONTRIBUTIONS - OPEB
Teacher Retirement System of Texas
Last Five Fiscal Years (1)

Exhibit G-5

	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>
Contractually required contributions	\$ 2,155,387	\$ 2,084,951	\$ 1,983,973	\$ 1,802,591	\$ 1,360,173
Contributions in relation to the contractual required contributions	<u>2,155,387</u>	<u>2,084,951</u>	<u>1,983,973</u>	<u>1,802,591</u>	<u>1,360,173</u>
Contribution deficiency (excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
District's covered payroll	\$ 259,366,018	\$ 247,157,828	\$ 230,577,415	\$ 223,647,790	\$ 216,419,381
Contributions as a percentage of covered payroll	0.83%	0.84%	0.86%	0.81%	0.63%

Note (1): Ten years of data should be presented in this schedule, but data was unavailable prior to 2017.
Net pension liability and related ratios will be presented prospectively as data becomes available.

SPRING BRANCH INDEPENDENT SCHOOL DISTRICT
NOTES TO REQUIRED SUPPLEMENTAL OPEB INFORMATION
Teacher Retirement System of Texas

Notes to Required Supplementary Information - OPEB

Changes of Assumptions

The following assumptions, methods and plan changes which are specific to TRS-Care were updated from the prior year's report:

- The discount rate changed from 2.63 percent as of August 31, 2019 to 2.33 percent, as of August 31, 2020. This change increased the Total OPEB Liability.
- The participation rate for post-65 retirees was lowered from 50 percent to 40 percent. This change lowered the Total OPEB Liability.
- The Ultimate health care trend assumption was lowered from 4.50 percent to 4.25 percent as a result of Congress' repeal of excise (Cadillac) tax on high-cost employer health plans in December 2019. This change lowered the Total OPEB Liability.

Changes in Benefit Terms

There were no changes of benefit terms since the prior Measurement Date.

OTHER SUPPLEMENTARY INFORMATION

SPRING BRANCH INDEPENDENT SCHOOL DISTRICT
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE -
ORIGINAL BUDGET, AMENDED FINAL AND ACTUAL
DEBT SERVICE FUND
For the Fiscal Year Ended June 30, 2021
With Actual Totals for 2020

Exhibit H-1

Page 1 of 2

	Budgeted Amounts		
	Original	Final Amended	Actual Amounts GAAP Basis
Revenues			
Local, intermediate and out-of-State	\$ 107,524,000	\$ 107,321,000	\$ 107,275,762
State program revenues	450,000	347,114	314,418
Total Revenues	107,974,000	107,668,114	107,590,180
Expenditures			
Debt Service:			
Principal on long-term debt	72,495,000	72,140,000	72,140,000
Interest on long-term debt	34,931,528	36,125,152	36,125,152
Bond issuance costs and fees	453,000	317,289	18,339
Total Expenditures	107,879,528	108,582,441	108,283,491
Excess (deficiency) revenues over expenditures	94,472	(914,327)	(693,311)
Other Financing Sources (Uses)			
Transfers in	-	-	793
Total Other Financing Sources and (Uses)	-	-	793
Net Change in fund balance	94,472	(914,327)	(692,518)
Fund Balance - Beginning	36,732,847	36,732,847	36,732,847
Fund Balance - Ending	\$ 36,827,319	\$ 35,818,520	\$ 36,040,329

SPRING BRANCH INDEPENDENT SCHOOL DISTRICT
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE -
ORIGINAL BUDGET, AMENDED FINAL AND ACTUAL
DEBT SERVICE FUND
For the Fiscal Year Ended June 30, 2021
With Actual Totals for 2020

Exhibit H-1
Page 2 of 2

	Variance With Final Budget Positive (Negative)	2020 Actual
Revenues		
Local, intermediate and out-of-State	\$ (45,238)	\$ 103,220,382
State program revenues	(32,696)	522,632
Total Revenues	<u>(77,934)</u>	<u>103,743,014</u>
Expenditures		
Debt Service:		
Principal on long-term debt	-	69,990,000
Interest on long-term debt	-	33,599,399
Bond issuance costs and fees	298,950	20,835
Total Expenditures	<u>298,950</u>	<u>103,610,234</u>
Excess (deficiency) revenues over expenditures	<u>221,016</u>	<u>132,780</u>
Other Financing Sources (Uses)		
Transfers in	793	1,343
Total Other Financing Sources and (Uses)	<u>793</u>	<u>1,343</u>
Net Change in fund balance	221,809	134,123
Fund Balance - Beginning	-	36,598,724
Fund Balance - Ending	<u>\$ 221,809</u>	<u>\$ 36,732,847</u>

SPRING BRANCH INDEPENDENT SCHOOL DISTRICT
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN PROGRAM BALANCES -
ORIGINAL BUDGET, AMENDED FINAL AND ACTUAL - FOOD SERVICE PROGRAM
For the Fiscal Year Ended June 30, 2021
With Actual Totals for 2020

Exhibit H-2

Page 1 of 2

	Budgeted Amounts		Actual
	Original	Final Amended	Amounts GAAP Basis
Revenues			
Local, intermediate and out-of-state	\$ 2,028,000	\$ 144,000	\$ 167,501
State program revenues	100,000	91,582	91,582
Federal program revenues	16,950,000	12,998,055	14,942,357
Total Revenues	<u>19,078,000</u>	<u>13,233,637</u>	<u>15,201,440</u>
Expenditures			
Food Services	18,741,000	13,619,354	12,975,672
Facilities maintenance and operations	595,500	790,728	763,441
Security and monitoring services	31,540	40,625	27,014
Total Expenditures	<u>19,368,040</u>	<u>14,450,707</u>	<u>13,766,127</u>
Excess (deficiency) revenues over expenditures	<u>(290,040)</u>	<u>(1,217,070)</u>	<u>1,435,313</u>
Other Financing Sources (Uses)			
Sale of real and personal property	<u>22,000</u>	<u>66,236</u>	<u>33,046</u>
Total Other Financing Sources (Uses)	<u>22,000</u>	<u>66,236</u>	<u>33,046</u>
Net change in fund balance	(268,040)	(1,150,834)	1,468,359
Fund Balance - Beginning	<u>3,998,726</u>	<u>3,998,726</u>	<u>3,998,726</u>
Fund Balance - Ending	<u>\$ 3,730,686</u>	<u>\$ 2,847,892</u>	<u>\$ 5,467,085</u>

SPRING BRANCH INDEPENDENT SCHOOL DISTRICT
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN PROGRAM BALANCES -
ORIGINAL BUDGET, AMENDED FINAL AND ACTUAL - FOOD SERVICE PROGRAM
For the Fiscal Year Ended June 30, 2021
With Actual Totals for 2020

Exhibit H-2

Page 2 of 2

	Variance With Final Budget Positive (Negative)	2020 Actual
Revenues		
Local, intermediate and out-of-state	\$ 23,501	\$ 1,724,874
State program revenues	-	92,279
Federal program revenues	1,944,302	13,131,168
Total Revenues	<u>1,967,803</u>	<u>14,948,321</u>
Expenditures		
Food Services	643,682	14,986,435
Facilities maintenance and operations	27,287	643,831
Security and monitoring services	13,611	21,518
Total Expenditures	<u>684,580</u>	<u>15,651,784</u>
Excess (deficiency) revenues over expenditures	<u>2,652,383</u>	<u>(703,463)</u>
Other Financing Sources (Uses)		
Sale of real and personal property	(33,190)	3,308
Total Other Financing Sources (Uses)	<u>(33,190)</u>	<u>3,308</u>
Net change in fund balance	2,619,193	(700,155)
Fund Balance - Beginning	-	4,698,881
Fund Balance - Ending	<u>\$ 2,619,193</u>	<u>\$ 3,998,726</u>



REQUIRED TEA SCHEDULE

Compliance schedules (Exhibit J-1) is required by the Texas Education Agency and is not a required disclosure in the Annual Comprehensive Financial Report.

SPRING BRANCH INDEPENDENT SCHOOL DISTRICT
SCHEDULE OF DELINQUENT TAXES RECEIVABLE
For the Year Ended June 30, 2021

Exhibit J-1
Page 1 of 2

Fiscal Year	Tax Year	1	2	3		10	20
		Tax Rates		Assessed/Appraised Value for School Tax Purposes		Beginning Balance 7/1/20	Current Year's Total Levy
		Maintenance	Debt Service	Total			
2012 and prior	2011 and prior	Various	Various	Various	Various	\$ 1,131,267	\$ -
2013	2012	\$ 1.0900	\$ 0.3045	\$ 1.3945	\$ 18,628,331,804	335,940	-
2014	2013	1.0900	0.3045	1.3945	20,421,592,686	371,596	-
2015	2014	1.0900	0.3045	1.3945	22,906,404,805	415,608	-
2016	2015	1.0900	0.3045	1.3945	26,149,492,965	440,332	-
2017	2016	1.0900	0.3045	1.3945	28,777,091,646	579,067	-
2018	2017	1.0900	0.3045	1.3945	29,887,294,371	801,878	-
2019	2018	1.1100	0.2845	1.3945	30,702,462,675	1,663,034	-
2020	2019	1.0165	0.3045	1.3210	32,460,980,636	5,514,951	-
2021	2020	1.0028	0.3045	1.3073	34,101,726,842	-	445,811,875
1000 Totals						<u>\$ 11,253,673</u>	<u>\$ 445,811,875</u>

9000 - Portion of Row 1000 for Taxes Paid into Tax

Increment Zone Under Chapter 311, Tax Code (Function 97)

\$ - \$ -

SPRING BRANCH INDEPENDENT SCHOOL DISTRICT
SCHEDULE OF DELINQUENT TAXES RECEIVABLE
For the Year Ended June 30, 2021

Exhibit J-1

Page 2 of 2

Fiscal Year	Tax Year	31 Maintenance and Operations Collections	32 Debt Service Collections	33 Total Collections	40 Entire Year's Adjustments	50 Ending Balance 6/30/21
2012 and prior	2011 and prior	\$ 81,311	\$ 15,632	\$ 96,943	\$ (159,894)	\$ 874,430
2013	2012	14,868	4,154	19,022	-	316,918
2014	2013	14,325	4,002	18,327	(592)	352,677
2015	2014	26,777	7,480	34,257	(725)	380,626
2016	2015	30,195	9,115	39,310	(8,158)	392,864
2017	2016	53,300	23,512	76,812	(4,098)	498,157
2018	2017	151,496	53,407	204,903	7,421	604,396
2019	2018	(202,479)	(32,204)	(234,683)	(1,061,894)	835,823
2020	2019	(868,857)	(81,570)	(950,427)	(4,985,414)	1,479,964
2021	2020	<u>333,506,238</u>	<u>106,929,316</u>	<u>440,435,554</u>	<u>-</u>	<u>5,376,321</u>
1000 Totals		<u><u>\$ 332,807,174</u></u>	<u><u>\$ 106,932,844</u></u>	<u><u>\$ 439,740,018</u></u>	<u><u>\$ (6,213,354)</u></u>	<u><u>11,112,176</u></u>
				Penalty and interest receivable on taxes		<u>5,107,888</u>
				Total taxes receivable per Exhibit C-1		<u><u>\$ 16,220,064</u></u>
		<u><u>\$ -</u></u>	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>



STATISTICAL SECTION

(Unaudited)

The statistical section of the Spring Branch Independent School District's Annual Comprehensive 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 economic condition and overall financial health. To assist financial statement users, the information contained within this section is categorized as follows:

Financial Trends

These schedules contain trend information to show how the District's financial performance and position have changed over time.

Revenue Capacity

These schedules contain information to help assess the factors affecting the District's most significant local revenue source, the property tax.

Debt Capacity

These schedules present information to help assess the affordability of the District's current debt burden and its ability to issue additional debt in the future.

Demographic and Economic Information

These schedules provide demographic and economic indicators to help in understanding the environment in which the District operates and to facilitate in comparisons over time.

Operating Information

These schedules provide information about the District's operations and resources to assist in using the financial statement information to better understand and assess the District's economic condition.



SPRING BRANCH INDEPENDENT SCHOOL DISTRICT

General Information Regarding the District

(Unaudited)

General

Spring Branch Independent School District, encompassing about 44 square miles, is located in Harris County, a Gulf Coast County in Southeast Texas. The District is located approximately 10 miles from downtown Houston and includes part of the City of Houston and the incorporated villages of Bunker Hill, Hedwig, Hilshire, Hunters Creek, Piney Point and Spring Valley. Interstate Highway 10 (I.H. 10) runs east-west through the center of the District and Interstate 610, the inner loop, forms the District's eastern boundary.

Education

The Spring Branch Independent School District serves approximately 35,000 students in 25 elementary, 7 traditional middle, 4 traditional high, 2 charter, 5 pre-kindergarten and 3 special campuses. The District's schools are well-known for academics and an outstanding college preparatory program.

Economy

Harris County and the Houston Metropolitan area comprise a leading region of business development in the nation. The economy is based on petrochemicals, tourism, shipping, refining, chemicals, space exploration, medical research, manufacturing and education. The West Houston area, of which the District is a major component, is recognized as one of the most active centers of business and industrial development in the region. Industry in the District includes manufacturers of oil field machinery and equipment, fabricated metals, lumber, plastic and rubber products, tools and nonelectric machinery.

Numerous shopping centers, malls, other retail establishments and a wide variety of service oriented businesses are located within the District, and offer a complement to industry within the District.

SPRING BRANCH INDEPENDENT SCHOOL DISTRICT
NET POSITION BY COMPONENT
LAST TEN FISCAL YEARS
(ACCRUAL BASIS OF ACCOUNTING)

Table 1
Page 1 of 2

	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018**</u>	<u>2017</u>
Governmental Activities:					
Net investment in capital assets	\$ 270,125,553	\$ 225,319,596	\$ 181,212,480	\$ 144,407,966	\$ 102,444,943
Restricted	39,121,886	39,676,558	40,362,752	41,203,585	39,416,425
Unrestricted	(128,162,558)	(105,599,585)	(97,298,339)	(133,796,297)	30,193,017
Total Governmental Activities Net Position	<u><u>\$ 181,084,881</u></u>	<u><u>\$ 159,396,569</u></u>	<u><u>\$ 124,276,893</u></u>	<u><u>\$ 51,815,254</u></u>	<u><u>\$ 172,054,385</u></u>
Business-Type Activities:					
Net investment in capital assets	\$ 120,176	\$ 87,292	\$ 114,973	\$ 131,178	\$ 178,044
Unrestricted	1,899,402	2,678,267	2,723,990	2,061,598	1,682,378
Total Business-Type Activities Net Position	<u><u>\$ 2,019,578</u></u>	<u><u>\$ 2,765,559</u></u>	<u><u>\$ 2,838,963</u></u>	<u><u>\$ 2,192,776</u></u>	<u><u>\$ 1,860,422</u></u>
Primary Government:					
Net investment in capital assets	\$ 270,245,729	\$ 225,406,888	\$ 181,327,453	\$ 144,539,144	\$ 102,622,987
Restricted	39,121,886	39,676,558	40,362,752	41,203,585	39,416,425
Unrestricted	(126,263,156)	(102,921,318)	(94,574,349)	(131,734,699)	31,875,395
Total Primary Government Net Position	<u><u>\$ 183,104,459</u></u>	<u><u>\$ 162,162,128</u></u>	<u><u>\$ 127,115,856</u></u>	<u><u>\$ 54,008,030</u></u>	<u><u>\$ 173,914,807</u></u>

* As restated for implementation of GASB 68 in Fiscal Year 2015, the District did not restate prior to 2014.

** Includes implementation of GASB 75 in Fiscal Year 2018, the District did not restate prior periods.

Source: The Statement of Net Position for Spring Branch Independent School District

SPRING BRANCH INDEPENDENT SCHOOL DISTRICT
NET POSITION BY COMPONENT
LAST TEN FISCAL YEARS
(ACCRUAL BASIS OF ACCOUNTING)

Table 1
Page 2 of 2

	<u>2016</u>	<u>2015</u>	<u>2014*</u>	<u>2013</u>	<u>2012</u>
Governmental Activities:					
Net investment in capital assets	\$ 69,514,589	\$ 48,556,852	\$ 31,340,087	\$ 39,027,408	\$ 40,642,961
Restricted	35,418,382	34,427,839	35,185,387	29,177,399	26,639,052
Unrestricted	18,268,978	20,625,708	12,023,486	56,313,659	62,589,840
Total Governmental Activities Net Position	<u><u>\$ 123,201,949</u></u>	<u><u>\$ 103,610,399</u></u>	<u><u>\$ 78,548,960</u></u>	<u><u>\$ 124,518,466</u></u>	<u><u>\$ 129,871,853</u></u>
Business-Type Activities:					
Net investment in capital assets	\$ 210,747	\$ 232,945	\$ 176,312	\$ 127,443	\$ 65,149
Unrestricted	1,194,419	990,458	1,032,359	1,011,532	1,379,690
Total Business-Type Activities Net Position	<u><u>\$ 1,405,166</u></u>	<u><u>\$ 1,223,403</u></u>	<u><u>\$ 1,208,671</u></u>	<u><u>\$ 1,138,975</u></u>	<u><u>\$ 1,444,839</u></u>
Primary Government:					
Net investment in capital assets	\$ 69,725,336	\$ 48,789,797	\$ 31,516,399	\$ 39,154,851	\$ 40,708,110
Restricted	35,418,382	34,427,839	35,185,387	29,177,399	26,639,052
Unrestricted	19,463,397	21,616,166	13,055,845	57,325,191	63,969,530
Total Primary Government Net Position	<u><u>\$ 124,607,115</u></u>	<u><u>\$ 104,833,802</u></u>	<u><u>\$ 79,757,631</u></u>	<u><u>\$ 125,657,441</u></u>	<u><u>\$ 131,316,692</u></u>

* As restated for implementation of GASB 68 in Fiscal Year 2015, the District did not restate prior to 2014.

** Includes implementation of GASB 75 in Fiscal Year 2018, the District did not restate prior periods.

Source: The Statement of Net Position for Spring Branch Independent School District

SPRING BRANCH INDEPENDENT SCHOOL DISTRICT
CHANGES IN NET POSITION
LAST TEN FISCAL YEARS
(ACCRUAL BASIS OF ACCOUNTING)

Table 2
Page 1 of 4

	2021	2020	2019	2018	2017
Expenses					
Governmental Activities:					
Instruction	\$ 260,149,036	\$ 268,839,993	\$ 234,722,680	\$ 149,201,257	\$ 217,226,205
Instructional resources and media services	3,958,358	3,786,825	3,897,560	2,461,202	3,620,703
Curriculum and instructional staff development	9,782,180	11,639,686	10,395,067	7,657,095	9,113,423
Instructional leadership	7,725,295	7,075,713	6,941,358	4,733,573	5,101,858
School leadership	21,645,150	23,117,862	21,475,508	13,637,365	20,535,843
Guidance, counseling, and evaluation services	20,691,243	19,316,645	16,858,291	10,954,681	15,111,937
Social work services	182,760	211,337	143,425	137,913	161,589
Health services	4,448,323	4,583,605	4,177,526	2,566,683	4,030,789
Student transportation	9,981,785	10,381,878	10,801,503	7,725,356	9,936,767
Food services	13,540,924	15,863,808	17,604,854	13,974,314	17,528,355
Cocurricular/extracurricular activities	8,635,191	8,721,830	8,229,674	6,477,887	7,582,955
General administration	9,918,824	9,972,097	12,886,945	7,215,439	9,504,505
Plant maintenance and operations	34,309,085	32,707,469	31,416,621	27,151,071	30,801,530
Security and monitoring services	5,963,087	5,753,602	4,768,930	2,672,749	3,926,287
Data processing services	22,589,357	10,815,413	10,542,995	7,151,303	8,817,215
Community services	1,957,161	2,277,797	2,393,819	1,165,671	2,420,472
Interest on long-term debt	29,139,200	30,444,451	24,697,652	24,731,864	26,390,567
Bond issuance costs and fees	1,702,707	704,049	703,044	879,365	1,249,427
Facilities repairs and maintenance	17,017,257	10,467,783	10,896,450	2,337,289	6,014,174
Purchase of WADA	59,724,360	39,442,568	84,582,729	75,118,321	51,059,269
Payments related to shared service arrangements	496,366	505,942	463,835	475,908	419,250
Other intergovernmental charges	3,181,412	3,160,915	3,195,108	3,058,519	2,870,107
Total Governmental Activities	546,739,061	519,791,268	521,795,574	371,484,825	453,423,227
Business-Type Activities:					
Athletic rentals/concessions	571,228	656,589	423,420	561,370	753,147
After school programs	-	-	-	-	-
Employee childcare	2,138,941	1,456,390	1,369,333	1,263,112	1,363,637
Community education	77	37,653	235,839	220,866	239,448
Fine arts	2,413	98,844	120,439	129,529	115,441
Facility rentals	6,139	333,334	584,159	568,117	483,485
Summer school	125,088	195,980	331,579	279,700	336,090
Other	55,553	86,152	35,213	66,380	60,662
Total Business-Type Activities	2,899,439	2,864,942	3,099,982	3,089,074	3,351,910
Total Expenses	549,638,500	522,656,210	524,895,556	374,573,899	456,775,137

SPRING BRANCH INDEPENDENT SCHOOL DISTRICT
CHANGES IN NET POSITION
LAST TEN FISCAL YEARS
(ACCRUAL BASIS OF ACCOUNTING)

Table 2
Page 2 of 4

	2016	2015	2014	2013	2012
Expenses					
Governmental Activities:					
Instruction	\$ 222,799,157	\$ 197,208,116	\$ 199,239,989	\$ 183,750,501	\$ 177,338,029
Instructional resources and media services	3,720,503	3,657,049	3,544,567	3,653,392	4,275,895
Curriculum and instructional staff development	8,517,401	7,482,753	7,912,503	8,100,879	7,401,464
Instructional leadership	5,290,951	4,103,909	3,226,808	3,624,133	3,730,097
School leadership	20,409,339	19,705,964	19,099,504	18,333,639	17,937,787
Guidance, counseling, and evaluation services	14,583,275	14,245,108	13,143,594	11,728,287	11,252,726
Social work services	172,201	94,149	96,337	96,369	116,817
Health services	3,784,085	3,548,314	3,411,881	3,286,152	3,383,876
Student transportation	9,561,908	9,045,577	8,763,517	8,521,668	7,811,242
Food services	17,848,073	16,419,940	16,287,375	15,555,202	15,035,744
Cocurricular/extracurricular activities	7,332,319	7,122,368	6,724,772	6,294,896	4,983,976
General administration	9,151,327	7,788,096	7,534,880	6,897,517	6,654,497
Plant maintenance and operations	30,387,638	29,605,740	29,776,709	30,409,741	27,435,296
Security and monitoring services	3,708,907	3,457,287	3,234,400	3,198,976	3,128,068
Data processing services	11,220,442	8,504,287	8,119,198	6,431,531	7,105,270
Community services	4,891,557	4,310,416	4,310,606	4,498,122	4,186,329
Interest on long-term debt	28,193,805	32,434,481	35,188,228	34,343,484	34,510,526
Bond issuance costs and fees	1,079,090	1,366,830	725,628	728,367	820,965
Facilities repairs and maintenance	5,514,826	3,798,885	5,838,853	4,748,351	8,933,935
Purchase of WADA	29,649,359	8,199,477	-	-	6,900,318
Payments related to shared service arrangements	312,788	378,141	346,466	285,156	239,935
Other intergovernmental charges	2,647,310	2,359,997	2,088,199	1,042,363	2,988,000
Total Governmental Activities	440,776,261	384,836,884	378,614,014	355,528,726	356,170,792
Business-Type Activities:					
Athletic rentals/concessions	958,611	1,004,163	1,185,289	923,305	641,512
After school programs	-	69,331	73,027	90,002	90,002
Employee childcare	1,635,564	1,629,226	1,581,070	1,592,635	1,592,635
Community education	309,211	377,020	343,753	325,576	325,576
Fine arts	137,140	138,667	158,233	137,436	137,436
Facility rentals	76,330	50,383	46,437	57,911	57,911
Summer school	300,660	388,620	287,325	232,231	232,231
Other	-	-	-	42,617	42,617
Total Business-Type Activities	3,417,516	3,657,410	3,675,134	3,401,713	3,119,920
Total Expenses	444,193,777	388,494,294	382,289,148	358,930,439	359,290,712

SPRING BRANCH INDEPENDENT SCHOOL DISTRICT
CHANGES IN NET POSITION
LAST TEN FISCAL YEARS
(ACCRUAL BASIS OF ACCOUNTING)

Table 2
Page 3 of 4

	2021	2020	2019	2018	2017
Program Revenues					
Governmental Activities:					
Charges for Services:					
Instruction	\$ 1,730,131	\$ 2,009,577	\$ 2,663,683	\$ 2,593,049	\$ 2,090,639
Food services	165,268	1,658,745	2,136,694	1,605,942	2,532,920
Cocurricular/extracurricular activities	267,757	387,840	420,087	372,481	491,668
Other activities	390,551	391,211	326,168	397,362	335,580
Operating grants and contributions	90,983,334	88,431,358	83,652,278	8,318,950	69,635,811
Total Governmental Activities	93,537,041	92,878,731	89,198,910	13,287,784	75,086,618
Business-Type Activities:					
Charges for Services:					
Athletic rentals/concessions	646,754	439,574	778,353	766,874	833,989
After school programs	-	-	-	-	-
Employee childcare	1,273,151	1,161,682	1,517,776	1,352,288	1,401,180
Community education	-	22,786	120,788	141,584	202,130
Fine arts	12,858	101,062	124,245	125,232	116,046
Facility rentals	39,083	521,056	918,471	907,042	888,125
Summer school	174,038	116,478	232,173	211,077	298,846
Other	-	-	468	4,200	58,635
Total Business-Type Activities	2,145,884	2,362,638	3,692,274	3,508,297	3,798,951
Total Program Revenues	95,682,925	95,241,369	92,891,184	16,796,081	78,885,569
Net (Expense)/Revenue					
Governmental Activities	(453,202,020)	(426,912,537)	(432,596,664)	(358,197,041)	(378,336,609)
Business-Type Activities	(753,555)	(502,304)	592,292	419,223	447,041
Total Net (Expense)/Revenue	(453,955,575)	(427,414,841)	(432,004,372)	(357,777,818)	(377,889,568)
General Revenues and Other Changes in Net Position					
Governmental Activities:					
Property taxes, levied for general purposes	335,089,791	322,754,632	333,684,809	316,739,144	304,304,218
Property taxes, levied for debt service	107,652,910	102,886,193	91,540,055	94,916,596	92,453,632
Investment earnings	2,124,055	10,369,005	8,950,494	3,369,856	1,224,540
State aid - formula grants - unrestricted	21,075,188	23,955,821	68,724,464	20,397,035	25,863,767
Grants and contributions not restricted to specific programs	-	-	-	-	-
Miscellaneous	8,347,566	2,454,149	2,153,586	2,106,092	3,342,888
Transfers	(5,793)	(387,587)	3,895	108,881	-
Total Governmental Activities	474,283,717	462,032,213	505,057,303	437,637,604	427,189,045
Business-Type Activities:					
Investment earnings	1,781	41,313	57,790	22,012	8,215
Transfers	5,793	387,587	(3,895)	(108,881)	-
Total Business-Type Activities	7,574	428,900	53,895	(86,869)	8,215
Total General Revenues and Other Changes in Net Position	\$ 474,291,291	\$ 462,461,113	\$ 505,111,198	\$ 437,550,735	\$ 427,197,260
Change in Net Position					
Governmental Activities	\$ 21,081,697	\$ 35,119,676	\$ 72,461,639	\$ 79,440,563	\$ 48,852,436
Business-Type Activities	(745,981)	(73,404)	646,187	332,354	455,256
Total Primary Government	\$ 20,335,716	\$ 35,046,272	\$ 73,107,826	\$ 79,772,917	\$ 49,307,692

Source: The Statement of Activities for Spring Branch Independent School District

SPRING BRANCH INDEPENDENT SCHOOL DISTRICT
CHANGES IN NET POSITION
LAST TEN FISCAL YEARS
(ACCRUAL BASIS OF ACCOUNTING)

Table 2
Page 4 of 4

	2016	2015	2014	2013	2012
Program Revenues					
Governmental Activities:					
Charges for Services:					
Instruction	\$ 2,016,736	\$ 2,051,797	\$ 1,830,851	\$ 1,912,510	\$ 1,409,694
Food services	2,583,162	2,638,425	2,911,703	3,039,522	3,276,516
Cocurricular/extracurricular activities	470,036	452,040	434,228	418,223	462,041
Other activities	599,271	458,925	318,651	278,731	375,516
Operating grants and contributions	74,156,964	66,824,342	62,114,750	58,398,780	60,574,226
Total Governmental Activities	79,826,169	72,425,529	67,610,183	64,047,766	66,097,993
Business-Type Activities:					
Charges for Services:					
Athletic rentals/concessions	1,009,738	847,067	1,001,533	666,031	656,305
After school programs	-	69,910	79,330	91,915	91,915
Employee childcare	1,642,583	1,712,809	1,727,317	1,594,438	1,594,438
Community education	228,618	336,324	343,947	357,980	357,980
Fine arts	121,010	120,290	139,471	137,594	137,594
Facility rentals	205,453	92,193	92,193	91,393	91,393
Summer school	301,236	419,530	287,328	289,164	289,164
Other	72,391	72,391	72,391	115,528	115,528
Total Business-Type Activities	3,581,029	3,670,514	3,743,510	3,344,043	3,334,317
Total Program Revenues	83,407,198	76,096,043	71,353,693	67,391,809	69,432,310
Net (Expense)/Revenue					
Governmental Activities	(360,950,092)	(312,411,355)	(311,003,831)	(291,480,960)	(290,072,799)
Business-Type Activities	163,513	13,104	68,376	(57,670)	214,397
Total Net (Expense)/Revenue	(360,786,579)	(312,398,251)	(310,935,455)	(291,538,630)	(289,858,402)
General Revenues and Other Changes in Net Position					
Governmental Activities:					
Property taxes, levied for general purposes	279,933,694	245,907,769	219,095,170	200,319,455	189,162,413
Property taxes, levied for debt service	82,966,419	72,539,219	64,498,113	59,498,741	56,071,281
Investment earnings	1,404,857	805,188	533,462	713,180	868,755
State aid - formula grants - unrestricted	12,443,554	15,862,285	25,180,349	27,257,873	42,506,183
Grants and contributions not restricted to specific programs	-	-	70,640	-	-
Miscellaneous	3,808,118	2,358,333	2,258,065	1,941,416	1,885,358
Transfers	(15,000)	-	-	250,000	-
Total Governmental Activities	380,541,642	337,472,794	311,635,799	289,980,665	290,493,990
Business-Type Activities:					
Investment earnings	3,250	1,628	1,320	1,806	1,442
Transfers	15,000	-	-	(250,000)	-
Total Business-Type Activities	18,250	1,628	1,320	(248,194)	1,442
Total General Revenues and Other Changes in Net Position	\$ 380,559,892	\$ 337,474,422	\$ 311,637,119	\$ 289,732,471	\$ 290,495,432
Change in Net Position					
Governmental Activities	\$ 19,591,550	\$ 25,061,439	\$ 631,968	\$ (1,500,295)	\$ 421,191
Business-Type Activities	181,763	14,732	69,696	(305,864)	215,839
Total Primary Government	\$ 19,773,313	\$ 25,076,171	\$ 701,664	\$ (1,806,159)	\$ 637,030

Source: The Statement of Activities for Spring Branch Independent School District

SPRING BRANCH INDEPENDENT SCHOOL DISTRICT
FUND BALANCE OF GOVERNMENTAL FUNDS
LAST TEN FISCAL YEARS
(MODIFIED ACCRUAL BASIS OF ACCOUNTING)

Table 3
Page 1 of 2

	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>
General Fund					
Nonspendable	\$ 4,038,635	\$ 2,805,675	\$ 2,688,471	\$ 2,883,058	\$ 2,456,182
Assigned	43,843,020	47,176,381	12,205,335	20,834,023	20,834,023
Unassigned	69,557,624	87,110,204	114,995,420	59,380,209	62,470,752
Total General Fund	<u>\$ 117,439,279</u>	<u>\$ 137,092,260</u>	<u>\$ 129,889,226</u>	<u>\$ 83,097,290</u>	<u>\$ 85,760,957</u>
 All Other Governmental Funds					
Non-spendable, Reported in:					
Special Revenue Fund	\$ 223,503	\$ 1,486	\$ 387,793	\$ 336,758	\$ 175,058
Capital Projects Fund	-	-	47,484	-	-
Restricted, Reported in:					
Special Revenue Fund	16,501,877	15,241,337	13,943,396	13,637,011	12,477,094
Debt Service Fund	36,040,329	36,732,847	36,598,724	36,976,948	36,506,260
Capital Projects Fund	261,224,290	299,578,819	146,502,610	170,940,126	34,651,372
Committed, Reported in:					
Special Revenue Fund	2,617,158	1,624,180	1,396,610	1,337,627	1,163,506
Total All Other Governmental Funds	<u>\$ 316,607,157</u>	<u>\$ 353,178,669</u>	<u>\$ 198,876,617</u>	<u>\$ 223,228,470</u>	<u>\$ 84,973,290</u>

Source: The Balance Sheet - Governmental Funds for Spring Branch Independent School District

SPRING BRANCH INDEPENDENT SCHOOL DISTRICT
FUND BALANCE OF GOVERNMENTAL FUNDS
LAST TEN FISCAL YEARS
(MODIFIED ACCRUAL BASIS OF ACCOUNTING)

Table 3
Page 2 of 2

	2016	2015	2014	2013	2012
General Fund					
Nonspendable	\$ 2,552,419	\$ 2,229,910	\$ 3,104,807	\$ 4,886,501	\$ 4,413,621
Assigned	20,834,022	23,332,944	23,005,277	18,448,202	25,595,778
Unassigned	42,833,493	37,229,167	32,383,083	30,798,942	32,513,688
Total General Fund	<u>\$ 66,219,934</u>	<u>\$ 62,792,021</u>	<u>\$ 58,493,167</u>	<u>\$ 54,133,645</u>	<u>\$ 62,523,087</u>
All Other Governmental Funds					
Non-spendable, Reported in:					
Special Revenue Fund	\$ 148,550	\$ 164,932	\$ 232,365	\$ 256,839	\$ 266,615
Capital Projects Fund	-	-	-	-	-
Restricted, Reported in:					
Special Revenue Fund	10,606,545	17,293,713	14,721,636	13,345,058	10,464,804
Debt Service Fund	36,767,956	32,256,942	33,926,414	29,822,310	29,791,979
Capital Projects Fund	60,015,777	99,784,699	99,592,990	63,190,878	124,944,742
Committed, Reported in:					
Special Revenue Fund	1,068,571	939,615	891,434	847,600	905,297
Total All Other Governmental Funds	<u>\$ 108,607,399</u>	<u>\$ 150,439,901</u>	<u>\$ 149,364,839</u>	<u>\$ 107,462,685</u>	<u>\$ 166,373,437</u>

Source: The Balance Sheet - Governmental Funds for Spring Branch Independent School District

SPRING BRANCH INDEPENDENT SCHOOL DISTRICT
CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS
LAST TEN FISCAL YEARS
(MODIFIED ACCRUAL BASIS OF ACCOUNTING)

Table 4
Page 1 of 4

	2021	2020	2019	2018	2017
Revenues					
Local, intermediate, and out-of-state	\$ 458,188,196	\$ 445,206,440	\$ 445,283,613	\$ 427,274,546	\$ 412,359,365
State programs	39,974,582	49,814,289	85,838,346	41,390,909	43,327,729
Federal programs	65,879,072	45,794,217	51,698,340	45,304,744	44,419,757
Total Revenues	564,041,850	540,814,946	582,820,299	513,970,199	500,106,851
Expenditures					
Current:					
Instruction	233,282,843	221,926,842	199,037,115	195,594,272	189,890,757
Instructional resources and media services	3,942,342	3,629,705	3,672,277	3,593,594	3,526,116
Curriculum and instructional staff development	9,637,594	11,036,244	9,884,338	9,745,723	8,875,891
Instructional leadership	7,569,483	6,591,812	6,656,169	6,561,751	4,979,322
School leadership	21,421,277	21,505,240	20,219,861	20,153,963	20,068,272
Guidance, counseling, and evaluation services	20,475,586	18,201,239	16,011,903	14,950,464	14,776,624
Social work services	179,390	202,860	135,100	189,913	159,707
Health services	4,447,057	4,262,723	3,918,229	3,854,994	3,943,138
Student transportation	11,090,171	8,678,831	11,573,515	8,891,976	8,433,770
Food services	12,979,057	15,021,420	16,819,281	15,829,535	17,542,765
Cocurricular/extracurricular activities	6,975,253	6,654,583	6,252,150	6,345,894	5,837,853
General administration	9,704,696	9,481,651	12,425,527	9,129,043	9,452,811
Plant maintenance and operations	34,065,300	31,551,075	30,487,464	31,549,665	30,358,633
Security and monitoring services	6,101,200	5,377,463	4,756,041	3,819,229	3,811,672
Data processing services	21,081,844	9,060,840	8,834,758	7,335,860	7,445,706
Community services	1,920,605	2,001,176	2,220,441	2,028,972	2,337,115
Principal on long-term debt	72,140,000	70,204,379	61,895,893	66,225,344	58,784,906
Interest on long-term debt	37,124,460	33,601,545	31,465,236	30,588,005	31,928,976
Other debt service expenditures	29,944	1,720,143	134,131	1,098,040	2,238,892
Facilities acquisition and construction	213,460,812	111,832,032	25,916,253	9,505,604	25,681,202
Contracted instructional services	59,724,360	39,442,568	84,582,729	75,118,321	51,059,269
Payments related to shared service arrangements	496,366	505,942	463,835	475,908	419,250
Other intergovernmental charges	3,181,412	3,160,915	3,195,108	3,058,519	2,870,107
Total Expenditures	791,031,052	635,651,228	560,557,354	525,644,589	504,422,754
Excess (deficiency) of revenues over (under) expenditures	(226,989,202)	(94,836,282)	22,262,945	(11,674,390)	(4,315,903)

SPRING BRANCH INDEPENDENT SCHOOL DISTRICT
CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS
LAST TEN FISCAL YEARS
(MODIFIED ACCRUAL BASIS OF ACCOUNTING)

Table 4
Page 2 of 4

	2016	2015	2014	2013	2012
Revenues					
Local, intermediate, and out-of-state	\$ 374,574,649	\$ 333,343,368	\$ 296,858,984	\$ 271,546,150	\$ 256,909,683
State programs	31,638,445	31,557,522	40,550,933	40,161,499	55,973,177
Federal programs	45,213,192	44,868,724	43,242,824	41,761,766	44,151,738
Total Revenues	451,426,286	409,769,614	380,652,741	353,469,415	357,034,598
Expenditures					
Current:					
Instruction	189,965,945	181,897,891	175,826,794	166,462,318	162,655,760
Instructional resources and media services	3,624,098	3,679,025	3,522,081	3,625,706	4,276,737
Curriculum and instructional staff development	8,261,645	7,631,740	7,920,098	8,119,977	7,511,768
Instructional leadership	5,178,684	4,116,595	3,275,003	3,636,186	3,727,104
School leadership	20,044,199	19,567,055	19,098,113	18,409,260	17,953,805
Guidance, counseling, and evaluation services	14,343,673	14,161,861	13,149,995	11,707,677	11,275,372
Social work services	171,325	99,324	96,211	96,353	116,027
Health services	3,688,453	3,605,544	3,407,619	3,286,091	3,387,179
Student transportation	8,101,827	7,856,932	7,773,279	8,612,641	7,839,289
Food services	17,486,097	17,276,176	16,044,845	15,363,078	14,875,495
Cocurricular/extracurricular activities	5,591,591	5,706,472	5,502,637	5,029,405	4,873,901
General administration	9,000,550	7,713,782	7,473,402	6,757,554	6,798,880
Plant maintenance and operations	30,436,189	29,248,155	29,275,234	30,553,170	27,481,186
Security and monitoring services	3,539,830	3,729,648	3,161,314	3,134,772	3,029,380
Data processing services	9,708,220	7,283,712	7,045,325	6,907,464	7,077,192
Community services	4,688,707	4,355,275	4,298,963	4,507,100	4,194,246
Principal on long-term debt	47,529,575	33,742,051	23,590,671	24,333,071	19,979,158
Interest on long-term debt	31,951,216	35,914,471	37,671,807	38,060,027	39,402,477
Other debt service expenditures	1,615,608	1,080,591	416,706	21,161	194,030
Facilities acquisition and construction	44,057,147	34,976,755	26,872,674	61,124,859	92,357,980
Contracted instructional services	29,649,359	8,199,477	-	-	6,900,318
Payments related to shared service arrangements	312,788	378,141	346,466	285,156	239,935
Other intergovernmental charges	2,647,310	2,359,997	2,088,199	1,042,363	2,988,000
Total Expenditures	491,594,036	434,580,670	397,857,436	421,075,389	449,135,219
Excess (deficiency) of revenues over (under) expenditures	(40,167,750)	(24,811,056)	(17,204,695)	(67,605,974)	(92,100,621)

SPRING BRANCH INDEPENDENT SCHOOL DISTRICT
CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS
LAST TEN FISCAL YEARS
(MODIFIED ACCRUAL BASIS OF ACCOUNTING)

Table 4
Page 3 of 4

	2021	2020	2019	2018	2017
Other Financing Sources (Uses)					
Refunding bonds issued	\$ -	\$ -	\$ 32,295,000	\$ -	\$ 51,595,000
Issuance of capital related debt (regular bonds)	155,630,000	230,880,000	-	132,345,000	-
Premium/discount from issuance of bonds	14,370,101	25,808,396	-	14,734,693	1,563,309
Sale of real and personal property	163,786	40,559	173,243	77,329	54,508
Capital lease proceeds	-	-	-	-	-
Transfers in	167,552	783,647	1,612,645	126,026	77,341
Transfers out	(173,345)	(1,171,234)	(1,608,750)	(17,145)	(77,341)
Payment to refunded bond escrow agent	-	-	(32,295,000)	-	(52,990,000)
Total Other Financing Sources (Uses)	170,158,094	256,341,368	177,138	147,265,903	222,817
 Net Change in fund balances	 <u>\$ (56,831,108)</u>	 <u>\$ 161,505,086</u>	 <u>\$ 22,440,083</u>	 <u>\$ 135,591,513</u>	 <u>\$ (4,093,086)</u>

Debt Service as a Percentage of Noncapital Expenditures	18.51%	19.49%	17.25%	18.72%	19.54%
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Note: Significant negative changes in fund balance are generally associated with facilities, acquisition and construction projects.

Source: Statement of Revenues, Expenditures, and Changes in Fund Balance - Governmental Fund

SPRING BRANCH INDEPENDENT SCHOOL DISTRICT
CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS
LAST TEN FISCAL YEARS
(MODIFIED ACCRUAL BASIS OF ACCOUNTING)

Table 4
Page 4 of 4

	2016	2015	2014	2013	2012
Other Financing Sources (Uses)					
Refunding bonds issued	\$ 219,345,000	\$ 116,510,000	\$ -	\$ -	\$ -
Issuance of capital related debt (regular bonds)	-	31,390,000	60,990,000	-	75,000,000
Premium/discount from issuance of bonds	30,040,499	13,045,954	2,315,790	-	5,328,914
Sale of real and personal property	166,962	94,461	118,887	55,780	135,775
Capital lease proceeds	-	1,500,093	-	-	-
Transfers in	-	72,290	41,605	250,000	2,464,112
Transfers out	-	(1,491,174)	-	-	(2,433,839)
Payment to refunded bond escrow agent	(247,789,300)	(130,936,563)	-	-	-
Total Other Financing Sources (Uses)	1,763,161	30,185,061	63,466,282	305,780	80,494,962
 Net Change in fund balances	 <u>\$ (38,404,589)</u>	 <u>\$ 5,374,005</u>	 <u>\$ 46,261,587</u>	 <u>\$ (67,300,194)</u>	 <u>\$ (11,605,659)</u>

Debt Service as a Percentage of Noncapital Expenditures	17.32%	16.86%	18.15%	18.62%	18.27%
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Note: Significant negative changes in fund balance are generally associated with facilities, acquisition and construction projects.

Source: Statement of Revenues, Expenditures, and Changes in Fund Balance - Governmental Fund



SPRING BRANCH INDEPENDENT SCHOOL DISTRICT
ASSESSED VALUE AND ACTUAL VALUE OF TAXABLE PROPERTY
LAST TEN FISCAL YEARS

Table 5

Fiscal Year Ended June 30,	Appraised Value		Less: Exemptions	Taxable Assessed Value	Total Direct Rate ¹
	Real Property Value	Personal Property Value			
2021	\$ 39,393,190,960	\$ 5,086,602,699	\$ 8,645,020,476	\$ 35,834,773,183	\$ 1.3073
2020	37,758,077,417	5,016,309,335	8,464,643,590	34,309,743,162	1.3210
2019	35,904,928,872	4,934,699,483	8,178,896,843	32,660,731,512	1.3945
2018	35,266,396,044	4,479,338,152	7,864,212,054	31,881,522,142	1.3945
2017	33,526,434,169	4,910,541,251	7,815,108,164	30,621,867,256	1.3945
2016	32,575,143,564	2,373,871,377	7,249,268,469	27,699,746,472	1.3945
2015	28,167,826,641	2,212,613,252	6,176,359,821	24,204,080,072	1.3945
2014	25,212,260,439	2,154,708,573	5,833,418,802	21,533,550,210	1.3945
2013	23,401,710,061	1,888,419,343	5,618,449,625	19,671,679,779	1.3945
2012	22,419,960,609	1,807,332,828	5,557,144,928	18,670,148,509	1.3945

¹ Tax Rates are per \$100 of taxable assessed value.

Source: Harris County Appraisal District provides the District's tax office with appraised values for properties within the District's taxing authority. Appraised value, which includes frozen tax levies less exemptions equals taxable assessed value.

SPRING BRANCH INDEPENDENT SCHOOL DISTRICT
PROPERTY TAX RATES - DIRECT AND OVERLAPPING GOVERNMENTS
(PER \$100 OF ASSESSED VALUE)
LAST TEN FISCAL YEARS

Table 6
Page 1 of 2

Taxing Authority	2021	2020	2019	2018	2017
Overlapping Rates:					
Bunker Hill Village, City of	\$ 0.2750	\$ 0.2770	\$ 0.2770	\$ 0.2770	\$ 0.2770
Harris County ¹	0.4375	0.4508	0.4641	0.4611	0.4634
Hedwig Village, City of	0.3749	0.3235	0.3067	0.2719	0.2225
Hilshire Village, City of	0.5901	0.5591	0.5684	0.5022	0.4823
Houston, City of	0.5618	0.5679	0.5883	0.5842	0.5864
Hunters Creek Village, City of	0.1941	0.1941	0.1841	0.1841	0.1841
Memorial Village Water Authority	0.0269	0.0275	0.0275	0.0275	0.0280
Piney Point Village, City of	0.2559	0.2551	0.2551	0.2551	0.2551
Spring Valley, City of	0.4250	0.4250	0.4300	0.4335	0.4335
Total	\$ 3.1412	\$ 3.0799	\$ 3.1012	\$ 2.9966	\$ 2.9323
District Direct Rates:					
Maintenance & Operations	\$ 1.0028	\$ 1.0165	\$ 1.1100	\$ 1.0900	\$ 1.0900
Interest & Sinking	0.3045	0.3045	0.2845	0.3045	0.3045
Total District Direct Rates	\$ 1.3073	\$ 1.3210	\$ 1.3945	\$ 1.3945	\$ 1.3945

¹ Includes Harris County, Harris County Department of Education, Harris County Flood Control District and the Port of Houston Authority

Source: Harris County Appraisal District Assessments
hctax.net/Property/JurisdictionTaxRates

SPRING BRANCH INDEPENDENT SCHOOL DISTRICT
PROPERTY TAX RATES - DIRECT AND OVERLAPPING GOVERNMENTS
(PER \$100 OF ASSESSED VALUE)
LAST TEN FISCAL YEARS

Table 6
Page 2 of 2

Taxing Authority	2016	2015	2014	2013	2012
Overlapping Rates:					
Bunker Hill Village, City of	\$ 0.2779	\$ 0.2829	\$ 0.2979	\$ 0.2979	\$ 0.3077
Harris County ¹	0.4654	0.4659	0.4663	0.4544	0.4444
Hedwig Village, City of	0.2103	0.1964	0.2086	0.2173	0.2218
Hilshire Village, City of	0.4881	0.5334	0.5743	0.6056	0.6051
Houston, City of	0.6011	0.6311	0.6388	0.6388	0.6388
Hunters Creek Village, City of	0.1841	0.1841	0.1841	0.1900	0.1825
Memorial Village Water Authority	0.0304	0.0346	0.0386	0.0400	0.0399
Piney Point Village, City of	0.2551	0.2551	0.2151	0.2151	0.2151
Spring Valley, City of	0.4500	0.4878	0.5128	0.5398	0.5398
Total	\$ 2.9624	\$ 3.0713	\$ 3.1365	\$ 3.1989	\$ 3.1951
District Direct Rates:					
Maintenance & Operations	\$ 1.0900	\$ 1.0900	\$ 1.0900	\$ 1.0900	\$ 1.0900
Interest & Sinking	0.3045	0.3045	0.3045	0.3045	0.3045
Total District Direct Rates	\$ 1.3945	\$ 1.3945	\$ 1.3945	\$ 1.3945	\$ 1.3945

¹ Includes Harris County, Harris County Department of Education, Harris County Flood Control District and the Port of Houston Authority

Source: Harris County Appraisal District Assessments
hctax.net/Property/JurisdictionTaxRates

SPRING BRANCH INDEPENDENT SCHOOL DISTRICT
PRINCIPAL TAXPAYERS
CURRENT YEAR AND NINE YEARS AGO

Table 7

Taxpayer	Fiscal Year 2021			Fiscal Year 2012		
	Assessed Value ¹	Rank	Percentage of Total Assessed Value ²	Assessed Value ¹	Rank	Percentage of Total Assessed Value ³
Conoco Phillips Co	\$ 434,502,466	1	1.21%	\$ -		
Energy Tower Investments Ltd	329,596,905	2	0.92%	182,687,049	2	0.98%
MC Medical Campus LP	299,604,481	3	0.84%			
Metro National Corp	272,741,978	4	0.76%	616,099,955	1	3.30%
Memorial City Mall LP	260,060,226	5	0.73%	-		
MNC LP/LLC	238,282,513	6	0.66%	-		
ALKF LLC	214,510,297	7	0.60%	-		
Centerpoint Energy Inc	206,808,294	8	0.58%	92,537,010	5	0.50%
Memorial City Towers Ltd	186,678,652	9	0.52%	-		
MN Coxen LLC	183,434,486	10	0.51%	139,845,000	4	0.75%
Behringer Havard	-			148,768,835	3	0.80%
Midway T & C Land Investors LLC	-			85,248,718	6	0.46%
Mitsubishi Caterpillar Forklift America Inc	-			82,066,540	7	0.44%
Energy Tower II	-			80,973,316	8	0.43%
Smith Jim R	-			80,333,710	9	0.43%
Houstonian Campus LTD	-			79,978,713	10	0.43%
Totals	\$ 2,626,220,298		7.33%	\$ 1,588,538,846		8.52%

¹ Assessed (taxable) value equals appraised value after exemptions.

² Total assessed value tax year 2020 equals: \$ 35,834,773,183

³ Total assessed value tax year 2011 equals: \$ 18,670,148,509

Source: Spring Branch ISD tax office

SPRING BRANCH INDEPENDENT SCHOOL DISTRICT
PROPERTY TAX LEVIES AND COLLECTIONS
LAST TEN FISCAL YEARS

Table 8

Fiscal Year	Tax Levy For The Fiscal Year ¹	Collected within the Fiscal Year of the Levy		Collections In Subsequent Years	Total Collections to Date	
		Amount	Percentage of Net Tax Levy		Amount	Percent of Total Tax Collections To Net Tax Levy
2021	\$ 445,811,875	\$ 440,435,555	98.79%	\$ -	\$ 440,435,555	98.79%
2020	428,803,062	423,288,111	98.71%	(950,427)	422,337,684	98.49%
2019	423,802,034	422,769,713	99.76%	(865,398)	421,904,315	99.55%
2018	410,650,283	412,048,609	100.34%	(1,995,302)	410,053,307	99.85%
2017	393,879,250	396,841,527	100.75%	(3,464,534)	393,376,993	99.87%
2016	359,767,605	360,374,126	100.17%	(1,007,542)	359,366,584	99.89%
2015	315,732,587	316,363,770	100.20%	(1,012,532)	315,351,238	99.88%
2014	281,229,367	282,051,822	100.29%	(1,176,024)	280,875,798	99.87%
2013	257,608,002	256,391,346	99.53%	899,736	257,291,082	99.88%
2012	244,227,147	242,036,758	99.10%	1,985,218	244,021,976	99.92%

¹ Appraised value less exemptions equal taxable assessed value. The beginning taxable value net of adjustments times the tax rate set by the District's Board of Trustees each fall equals the total net tax levy. The net tax levy for prior years reflects ongoing adjustments applied to that year's tax levy.

SPRING BRANCH INDEPENDENT SCHOOL DISTRICT
RATIOS OF OUTSTANDING DEBT BY TYPE
LAST TEN FISCAL YEARS

Table 9

Fiscal Year ¹	Governmental Activities		Total Primary Government	Ratio of Debt to Assessed Value ¹	Debt Per Student ²
	General Obligation Bonds	Capital Leases/Notes Payable			
2021	\$ 943,788,724	\$ -	\$ 943,788,724	2.63%	\$ 30,717
2020	854,675,443	-	854,675,443	2.49%	27,634
2019	675,008,810	214,379	675,223,189	2.07%	21,209
2018	744,562,827	495,272	745,058,099	2.34%	22,852
2017	669,614,603	770,616	670,385,219	2.19%	20,593
2016	734,543,380	1,040,522	735,583,902	2.66%	22,560
2015	776,752,997	1,305,097	778,058,094	3.21%	23,973
2014	784,530,061	1,548,229	786,078,290	3.65%	24,206
2013	747,206,839	1,763,900	748,970,739	3.81%	23,364
2012	766,535,537	1,961,971	768,497,508	4.12%	24,740

¹ See Table 5 for assessed value data.

² See Table 15 for student average daily attendance data.

SPRING BRANCH INDEPENDENT SCHOOL DISTRICT
RATIOS OF NET GENERAL OBLIGATION BONDED DEBT OUTSTANDING
LAST TEN FISCAL YEARS

Table 10

Fiscal Year	Gross Bonded Debt	Less Reserve for Retirement of Bonded Debt	Net Bonded Debt	Ratio of Net Bonded Debt To Assessed Value ¹	Net Bonded Debt Per Student ²
2021	\$ 943,788,724	\$ 22,620,009	\$ 921,168,715	2.57%	\$ 29,981
2020	854,675,443	24,434,511	830,240,932	2.42%	26,844
2019	675,008,810	27,239,206	647,769,604	1.98%	20,346
2018	744,562,827	26,765,920	717,796,907	2.25%	22,016
2017	669,614,603	24,663,287	644,951,316	2.11%	19,812
2016	734,543,380	18,582,403	715,960,977	2.58%	21,958
2015	776,752,997	20,231,386	756,521,611	3.13%	23,310
2014	784,530,061	14,984,741	769,545,320	3.57%	23,697
2013	747,206,839	15,002,336	732,204,503	3.72%	22,841
2012	766,535,537	7,841,168	758,694,369	4.06%	24,424

¹ See Table 5 for assessed value data.

² See Table 15 for student average daily attendance data.

SPRING BRANCH INDEPENDENT SCHOOL DISTRICT
COMPUTATION OF ESTIMATED DIRECT AND OVERLAPPING DEBT
June 30, 2021

Table 11

Taxing Body	Net Debt Amount	Outstanding As of	Percent Overlapping¹	Share of Debt
Overlapping:				
Bunker Hill Village, City of	\$ 12,555,000	6/30/2021	100.00%	\$ 12,555,000
Harris County	1,672,657,125	6/30/2021	6.91%	115,580,607
Harris County Dept of Education	20,185,000	6/30/2021	6.91%	1,394,784
Harris County Flood Control	334,270,000	6/30/2021	6.91%	23,098,057
Harris County Hospital District	81,540,000	6/30/2021	6.91%	5,634,414
Harris Co MUD #552	4,195,000	6/30/2021	100.00%	4,195,000
Hedwig Village, City of	5,695,000	6/30/2021	100.00%	5,695,000
Hilshire Village, City of	1,230,000	6/30/2021	100.00%	1,230,000
Houston, City of	3,209,025,000	6/30/2021	9.82%	315,126,255
Piney Point Village, City of	4,075,000	6/30/2021	95.38%	3,886,735
Port of Houston Authority	492,439,397	6/30/2021	6.91%	34,027,562
Spring Valley, City of	24,595,000	6/30/2021	100.00%	<u>24,595,000</u>
Total Net Overlapping Debt				547,018,414
Direct:				
Spring Branch Independent School District	943,788,724		100.00%	<u>943,788,724</u>
Total Direct and Overlapping Debt				<u>\$ 1,490,807,138</u>

¹ Overlapping governments are those that coincide, at least in part, with the geographic boundaries of the District. The percentage of overlapping debt is estimated using taxable assessed property values. Percentages were estimated by determining the portion of the overlapping taxing authority's taxable assessed value that is within the District's boundaries and dividing it by the overlapping taxing authority's total taxable assessed value.

SPRING BRANCH INDEPENDENT SCHOOL DISTRICT
DEMOGRAPHIC AND ECONOMIC STATISTICS
LAST TEN FISCAL YEARS

Table 12

Fiscal Year	Residential Units ¹	Total Assessed Value of Residential Units ¹	Personal Income ²	Average Assessed Value Per Residential Unit	Per Capita Income ²	Average Daily Attendance ³	Unemployment Rate ⁴
2021	45,062	\$ 26,916,284,983	*	\$ 597,317	*	30,725	6.5%
2020	44,564	26,274,474,949	*	589,590	\$ 55,129	30,928	8.4%
2019	44,166	25,089,467,484	\$ 282,809,166,000	568,072	53,266	31,837	3.8%
2018	43,705	24,685,355,513	265,351,328,000	564,818	56,474	32,604	4.4%
2017	43,291	23,214,885,369	250,502,446,000	536,252	53,188	32,554	5.3%
2016	43,001	21,223,254,889	233,826,878,000	493,553	51,186	32,606	5.5%
2015	42,816	18,569,606,282	249,989,500,000	433,707	55,088	32,455	4.8%
2014	42,494	16,521,857,706	252,694,912,000	388,804	56,896	32,474	5.4%
2013	42,325	15,545,579,506	230,462,963,000	367,291	53,141	32,057	6.8%
2012	42,257	15,128,026,545	224,617,980,000	358,000	52,805	31,063	7.6%

¹ Source: Harris County (Texas) Appraisal District

² Source: FRED Economic Research

³ Source: District Records

⁴ Source: TR Texas Labor Market Information

* Information not yet available



SPRING BRANCH INDEPENDENT SCHOOL DISTRICT
Table 13
PRINCIPAL EMPLOYERS
CURRENT YEAR AND NINE YEARS AGO

Employer	2021			2012		
	Employees	Rank	Percentage of Principal Employers	Employees	Rank	Percentage of Total Employment
Wal-Mart Stores Inc	37,000	1	18.37%	-		0.00%
Memorial Hermann Healthcare System	24,108	2	11.97%	20,000	1	13.08%
HEB	23,732	3	11.79%	17,627	3	11.53%
University of Texas M.D. Anderson Cancer Center	21,086	4	10.47%	18,670	2	12.21%
McDonald's Corp	20,918	5	10.39%	14,880	5	9.73%
Houston Methodist	20,000	6	9.93%	14,300	8	9.35%
Kroger Company	16,000	7	7.95%	14,828	6	9.70%
United Airlines	14,941	8	7.42%	16,665	4	10.90%
Schlumberger	12,069	9	5.99%	10,817	9	7.07%
Shell Oil Company	11,507	10	5.71%	-		
Exxon Mobil Corp	-			14,400	7	9.42%
University of Texas Medical Branch at Galveston	-			10,714	10	7.01%
Total Employed	<u>201,361</u>		<u>100.00%</u>	<u>152,901</u>		<u>100.00%</u>

2021 Source: Houston New Comers Guides

2012 Source: Annual Report 2012

<https://www.houstonchronicle.com/business/chron-100/article/Houston-s-biggest-employers-reflect-local-12989530.php>
<https://houstonnewcomerguides.com/top-houston-area-employers/>

SPRING BRANCH INDEPENDENT SCHOOL DISTRICT
FULL-TIME EQUIVALENT DISTRICT EMPLOYEES BY POSITION
LAST TEN FISCAL YEARS

Table 14
Page 1 of 2

POSITION:	2021	2020	2019	2018	2017
Administrator	90.4	90.4	82.4	88.9	86.0
Assistant Principal	83.0	82.0	79.0	79.0	78.0
Athletic Director	4.0	4.0	4.0	4.0	4.0
Athletic Trainer	10.0	8.0	8.0	8.0	8.0
Bus Driver/Bus Attendants	204.0	224.0	232.1	237.5	239.0
Cafeteria Workers	249.7	261.9	283.3	278.0	270.0
Child Care Worker	80.8	70.1	58.8	51.9	65.0
Counselor	77.5	79.9	76.5	76.3	79.0
Crossing Guard	29.0	35.0	31.5	26.0	32.0
Custodial	195.0	200.0	197.0	200.0	205.0
Intervention Specialists	98.7	106.7	91.0	87.2	116.0
Librarian/Library Assistant	41.5	42.0	40.5	39.0	38.0
Maintenance	86.0	80.0	90.0	103.0	97.0
Nurse/Nurse Assistant	59.0	57.4	56.0	58.0	61.0
Other Auxiliary*	29.5	32.4	23.0	22.0	25.0
Other Professional **	313.8	307.3	253.4	226.1	219.0
Police Officer	40.0	36.0	36.0	30.0	31.0
Principal	46.0	48.0	48.0	46.0	46.0
Registrar	6.0	6.5	6.0	6.0	6.0
Secretary/Clerical	320.3	345.9	308.5	308.6	321.0
Social Worker	0.0	0.0	0.0	1.0	1.0
Teacher	2,207.5	2,211.2	2,117.0	2,123.6	2,133.0
Teacher Assistant	404.6	450.5	394.2	377.0	370.0
Technial/Cat 9 and Aux Tech	61.5	60.5	54.5	54.0	56.0
Total Employees	4,737.8	4,839.7	4,570.6	4,531.1	4,586.0

* Includes Warehouse Drivers, Child Nutrition Drivers, Telecommunications, and other technical auxiliary staff not otherwise listed.

** Includes Diagnosticians, Psychologists, Program Coordinators, Case Managers, Speech Pathologists and other professional staff not listed individually.

*** Methodology for grouping FTEs was updated for several categories.

Source: District Records

SPRING BRANCH INDEPENDENT SCHOOL DISTRICT
FULL-TIME EQUIVALENT DISTRICT EMPLOYEES BY POSITION
LAST TEN FISCAL YEARS

Table 14
Page 2 of 2

POSITION:	2016	2015***	2014	2013	2012
Administrator	81.0	81.8	72.0	70.5	69.8
Assistant Principal	80.0	81.0	78.5	77.5	76.5
Athletic Director	4.0	4.0	4.0	4.0	4.0
Athletic Trainer	8.0	6.5	8.0	8.0	8.0
Bus Driver/Bus Attendants	232.0	221.5	157.0	157.0	157.0
Cafeteria Workers	299.0	294.0	384.0	383.0	384.0
Child Care Worker	75.0	67.0	85.0	83.0	76.0
Counselor	74.0	71.5	59.5	59.0	59.5
Crossing Guard	42.0	34.0	56.0	55.0	55.0
Custodial	206.0	207.0	209.0	204.0	203.0
Intervention Specialists	116.0	119.0	122.9	116.4	103.2
Librarian/Library Assistant	39.0	38.0	40.0	39.0	39.0
Maintenance	107.0	101.0	109.0	109.0	95.0
Nurse/Nurse Assistant	65.0	46.0	53.0	53.0	53.0
Other Auxiliary*	33.0	35.5	28.0	28.0	29.0
Other Professional **	217.0	193.1	154.5	147.3	140.1
Police Officer	31.0	32.0	24.0	25.0	25.0
Principal	47.0	44.5	45.5	44.5	44.5
Registrar	6.0	6.0	5.0	5.0	5.0
Secretary/Clerical	328.0	334.0	342.8	335.9	328.4
Social Worker	1.0	1.0	0.0	0.0	0.0
Teacher	2,230.0	2,136.3	2,188.5	2,150.9	2,113.4
Teacher Assistant	360.0	330.0	333.7	332.7	337.0
Technial/Cat 9 and Aux Tech	56.0	54.0	38.0	38.0	37.0
Total Employees	4,737.0	4,538.8	4,597.8	4,525.7	4,442.4

* Includes Warehouse Drivers, Child Nutrition Drivers, Telecommunications, and other technical auxiliary staff not otherwise listed.

** Includes Diagnosticians, Psychologists, Program Coordinators, Case Managers, Speech Pathologists and other professional staff not listed individually.

*** Methodology for grouping FTEs was updated for several categories.

Source: District Records

SPRING BRANCH INDEPENDENT SCHOOL DISTRICT
OPERATING STATISTICS
LAST TEN FISCAL YEARS

Table 15
Page 1 of 2

Fiscal Year	Average Daily Attendance	Operating Expenditures ¹	Cost Per Student	Percentage Change	Governmental Activities Expenses
2021	30,725	\$ 460,965,868	\$ 15,003	8.67%	\$ 564,739,061
2020	30,928	427,002,618	13,806	-1.81%	519,791,268
2019	31,837	447,677,065	14,062	9.34%	521,792,574
2018	32,604	419,316,252	12,861	7.27%	371,481,825
2017	32,554	390,315,215	11,990	5.54%	453,423,227
2016	32,606	370,409,781	11,360	11.36%	440,776,261
2015	32,455	331,072,735	10,201	5.23%	384,836,884
2014	32,474	314,795,540	9,694	4.12%	378,614,014
2013	32,057	298,459,754	9,310	-4.71%	355,528,726
2012	31,063	303,511,703	9,771	-6.05%	356,170,792

Source: Nonfinancial information from district records.

¹ Operating expenditures are total expenditures less debt service and capital outlay (to the extent capitalized for the government-wide statement of net position) and expenditures for capitalized assets included within the functional expenditures categories.

² Teachers per Table 14

SPRING BRANCH INDEPENDENT SCHOOL DISTRICT
OPERATING STATISTICS
LAST TEN FISCAL YEARS

Table 15
Page 2 of 2

Fiscal Year	Cost Per Student	Percentage Change	Teaching Staff ²	Student to Teacher Ratio	Percentage of Students in Free/Reduced Lunch Program
2021	\$ 18,380	9.37%	2,208	13.92	57.06%
2020	16,806	2.54%	2,211	13.99	61.27%
2019	16,390	43.85%	2,117	15.04	61.36%
2018	11,394	-18.20%	2,124	15.35	61.92%
2017	13,928	3.03%	2,133	15.26	59.93%
2016	13,518	14.01%	2,230	14.62	58.12%
2015	11,858	1.70%	2,136	15.19	55.94%
2014	11,659	5.13%	2,188	14.84	58.41%
2013	11,091	-3.28%	2,151	14.90	59.00%
2012	11,466	-5.49%	2,113	14.70	58.74%

Source: Nonfinancial information from district records.

¹ Operating expenditures are total expenditures less debt service and capital outlay (to the extent capitalized for the government-wide statement of net position) and expenditures for capitalized assets included within the functional expenditures categories.

² Teachers per Table 14



SPRING BRANCH INDEPENDENT SCHOOL DISTRICT
TEACHER BASE SALARIES
LAST TEN FISCAL YEARS

Table 16

Fiscal Year	Minimum Salary¹	Maximum Salary¹	County Average Salary²	Statewide Average Salary²
2021	\$ 58,000	\$ 86,625	\$ 60,675	\$ 57,641
2020	57,000	85,400	60,160	57,091
2019	54,000	84,462	57,423	54,122
2018	52,000	81,000	56,943	53,334
2017	50,000	81,000	55,888	52,525
2016	50,000	81,000	59,791	51,892
2015	48,000	79,738	54,284	50,715
2014	47,000	77,416	52,356	49,692
2013	45,500	75,161	51,124	48,821
2012	45,500	75,951	50,536	48,375

¹ Source: District records

² Source: Texas Education Agency website

<https://rptsvr1.tea.texas.gov/adhocrpt/adpeb.html>

SPRING BRANCH INDEPENDENT SCHOOL DISTRICT
SCHOOL BUILDING INFORMATION
LAST TEN FISCAL YEARS

Table 17
Page 1 of 10

Building:	2021	2020	2019	2018	2017
HIGH SCHOOLS					
Memorial (1962)					
Square Footage	311,115	311,115	311,115	311,115	311,115
Capacity	2,516	2,516	2,516	2,516	2,516
Enrollment	2,577	2,607	2,620	2,669	2,638
Northbrook (1974)					
Square Footage	394,609	394,609	394,609	394,609	394,609
Capacity	2,477	2,477	2,477	2,477	2,477
Enrollment	2,573	2,674	2,578	2,517	2,444
Spring Woods (1964)					
Square Footage	349,382	349,382	349,382	349,382	349,382
Capacity	2,098	2,098	2,098	2,098	2,098
Enrollment	2,086	2,157	2,150	2,165	2,172
Stratford (1974)					
Square Footage	323,500	323,500	323,500	323,500	323,500
Capacity	1,923	1,923	1,923	1,923	1,923
Enrollment	2,192	2,151	2,137	2,148	2,113
MIDDLE SCHOOLS					
Landrum (1956)					
Square Footage	178,731	178,731	178,731	178,731	178,731
Capacity	954	954	954	954	954
Enrollment	973	1,046	1,042	1,053	1,073
Memorial (1963)					
Square Footage	195,328	195,328	195,328	195,328	195,328
Capacity	1,441	1,441	1,441	1,441	1,441
Enrollment	1,362	1,358	1,336	1,348	1,381
Northbrook (1973)					
Square Footage	203,020	203,020	203,020	203,020	203,020
Capacity	1,004	1,004	1,004	1,004	1,004
Enrollment	946	917	885	879	939
Spring Branch (1953)					
Square Footage	226,188	226,188	226,188	226,188	226,188
Capacity	1,122	1,122	1,122	1,122	1,122
Enrollment	1,129	1,159	1,082	1,112	1,091
Spring Forest (1967)					
Square Footage	192,559	192,559	192,559	192,559	192,559
Capacity	1,094	1,094	1,094	1,094	1,094
Enrollment	953	990	916	897	850
Spring Oaks (1967)					
Square Footage	192,544	192,544	192,544	192,544	192,544
Capacity	896	896	896	896	896
Enrollment	692	728	717	712	765
Spring Woods (1961)					
Square Footage	200,776	200,776	200,776	200,776	200,776
Capacity	1,032	1,032	1,032	1,032	1,032
Enrollment	901	910	876	876	949

SPRING BRANCH INDEPENDENT SCHOOL DISTRICT
SCHOOL BUILDING INFORMATION
LAST TEN FISCAL YEARS

Table 17
Page 2 of 10

Building:	2016	2015	2014	2013	2012
HIGH SCHOOLS					
Memorial (1962)					
Square Footage	311,115	311,115	311,115	311,115	311,115
Capacity	2,516	2,516	2,516	2,516	2,441
Enrollment	2,650	2,602	2,567	2,564	2,461
Northbrook (1974)					
Square Footage	394,609	394,609	394,609	394,609	394,609
Capacity	2,477	2,477	2,477	2,477	2,427
Enrollment	2,333	2,258	2,119	2,155	2,027
Spring Woods (1964)					
Square Footage	349,382	349,382	349,382	349,382	349,382
Capacity	2,098	2,098	2,098	2,098	2,023
Enrollment	2,213	2,131	2,094	2,120	2,002
Stratford (1974)					
Square Footage	323,500	323,500	323,500	323,500	323,500
Capacity	1,923	1,923	1,923	1,923	1,891
Enrollment	2,124	1,934	2,010	2,091	1,967
MIDDLE SCHOOLS					
Landrum (1956)					
Square Footage	178,731	178,731	178,731	178,731	178,731
Capacity	954	954	954	954	954
Enrollment	1,062	1,047	740	828	750
Memorial (1963)					
Square Footage	195,328	195,328	195,328	195,328	195,328
Capacity	1,441	1,441	1,441	1,441	1,041
Enrollment	1,370	1,377	1,411	1,367	1,297
Northbrook (1973)					
Square Footage	203,020	203,020	203,020	203,020	203,020
Capacity	1,004	1,004	1,004	1,004	1,004
Enrollment	961	991	627	827	678
Spring Branch (1953)					
Square Footage	226,188	226,188	226,188	226,188	226,188
Capacity	1,122	1,122	1,122	1,122	1,122
Enrollment	1,127	1,193	1,163	1,145	1,109
Spring Forest (1967)					
Square Footage	192,559	192,559	192,559	192,559	192,559
Capacity	1,094	1,094	1,094	1,094	1,094
Enrollment	839	832	804	874	820
Spring Oaks (1967)					
Square Footage	192,544	192,544	192,544	192,544	192,544
Capacity	896	896	896	896	896
Enrollment	768	782	820	826	824
Spring Woods (1961)					
Square Footage	200,776	200,776	200,776	200,776	200,776
Capacity	1,032	1,032	1,032	1,032	982
Enrollment	949	925	938	865	830

SPRING BRANCH INDEPENDENT SCHOOL DISTRICT
SCHOOL BUILDING INFORMATION
LAST TEN FISCAL YEARS

Table 17
Page 3 of 10

Building:	2021	2020	2019	2018	2017
ELEMENTARY SCHOOLS					
Buffalo Creek (1997)					
Square Footage	82,179	82,179	82,179	82,179	82,179
Capacity	688	688	688	688	688
Enrollment	438	491	507	552	582
Bunker Hill (1956)					
Square Footage	65,335	65,335	65,335	65,335	65,335
Capacity	773	773	773	773	773
Enrollment	654	614	620	641	658
Cedar Brook (1993)					
Square Footage	82,179	82,179	82,179	82,179	82,179
Capacity	688	688	688	688	688
Enrollment	647	702	726	795	854
Edgewood (2011) / (1960)					
Square Footage	109,000	109,000	109,000	109,000	109,000
Capacity	791	791	791	791	791
Enrollment	587	629	627	641	660
Frostwood (2014) / (1960)					
Square Footage	110,145	110,145	110,145	110,145	110,145
Capacity	750	750	750	750	750
Enrollment	741	773	713	707	704
Holibrook (2010)					
Square Footage	112,095	112,095	112,095	112,095	112,095
Capacity	882	882	882	882	882
Enrollment	712	764	743	763	804
Housman (2011) / (1950)					
Square Footage	101,561	101,561	101,561	101,561	101,561
Capacity	717	717	717	717	717
Enrollment	408	505	526	534	554
Hunters Creek (1954)					
Square Footage	61,937	61,937	61,937	61,937	61,937
Capacity	634	634	634	634	634
Enrollment	577	615	655	673	643
Meadow Wood (2011) / (1964)					
Square Footage	95,278	95,278	95,278	95,278	95,278
Capacity	683	683	683	683	683
Enrollment	588	550	491	505	509
Memorial Drive (1949)					
Square Footage	58,614	58,614	58,614	58,614	58,614
Capacity	466	466	466	466	466
Enrollment	392	419	426	447	454
Nottingham (1969)					
Square Footage	61,574	61,574	61,574	61,574	61,574
Capacity	568	568	568	568	568
Enrollment	593	608	497	509	532

SPRING BRANCH INDEPENDENT SCHOOL DISTRICT
SCHOOL BUILDING INFORMATION
LAST TEN FISCAL YEARS

Table 17
Page 4 of 10

Building:	2016	2015	2014	2013	2012
ELEMENTARY SCHOOLS					
Buffalo Creek (1997)					
Square Footage	82,179	82,179	82,179	82,179	82,179
Capacity	688	688	688	688	688
Enrollment	619	636	657	649	684
Bunker Hill (1956)					
Square Footage	65,335	65,335	65,335	65,335	65,335
Capacity	773	773	773	773	773
Enrollment	677	697	702	682	662
Cedar Brook (1993)					
Square Footage	82,179	82,179	82,179	82,179	82,179
Capacity	688	688	688	688	688
Enrollment	891	898	898	882	781
Edgewood (2011) / (1960)					
Square Footage	109,000	109,000	109,000	109,000	109,000
Capacity	791	791	791	791	791
Enrollment	679	750	769	819	805
Frostwood (2014) / (1960)					
Square Footage	110,145	110,145	110,145	32,768	60,625
Capacity	750	750	750	720	882
Enrollment	707	701	687	696	727
Hollibrook (2010)					
Square Footage	112,095	112,095	112,095	112,095	112,095
Capacity	882	882	882	882	882
Enrollment	842	830	799	793	824
Housman (2011) / (1950)					
Square Footage	101,561	101,561	101,561	101,561	101,561
Capacity	717	717	717	717	717
Enrollment	559	587	573	589	555
Hunters Creek (1954)					
Square Footage	61,937	61,937	61,937	61,937	61,937
Capacity	634	634	634	634	634
Enrollment	664	669	643	669	670
Meadow Wood (2011) / (1964)					
Square Footage	95,278	95,278	95,278	95,278	32,766
Capacity	683	683	683	683	683
Enrollment	517	501	508	475	445
Memorial Drive (1949)					
Square Footage	58,614	58,614	58,614	58,614	58,614
Capacity	466	466	466	466	466
Enrollment	458	466	470	424	436
Nottingham (1969)					
Square Footage	61,574	61,574	61,574	61,574	61,574
Capacity	568	568	568	568	568
Enrollment	473	445	555	643	591

SPRING BRANCH INDEPENDENT SCHOOL DISTRICT
SCHOOL BUILDING INFORMATION
LAST TEN FISCAL YEARS

Table 17
Page 5 of 10

Building:	2021	2020	2019	2018	2017
ELEMENTARY SCHOOLS (continued)					
Pine Shadows (2012) / (1955)					
Square Footage	118,167	118,167	118,167	118,167	118,167
Capacity	913	913	913	913	913
Enrollment	740	778	770	755	737
Ridgecrest (2010)					
Square Footage	111,352	111,352	111,352	111,352	111,352
Capacity	960	960	960	960	960
Enrollment	735	801	793	760	768
Rummel Creek (2016) / (1962)					
Square Footage	106,260	106,260	106,260	106,260	106,260
Capacity	750	750	750	750	750
Enrollment	787	796	738	737	706
Shadow Oaks (2011) / (1959)					
Square Footage	118,314	118,314	118,314	118,314	118,314
Capacity	871	871	871	871	871
Enrollment	549	641	648	665	724
Sherwood (1968)					
Square Footage	69,371	69,371	69,371	69,371	69,371
Capacity	538	538	538	538	538
Enrollment	449	450	451	456	479
Spring Branch (2011)					
Square Footage	101,897	101,897	101,897	101,897	101,897
Capacity	737	737	737	737	737
Enrollment	482	604	599	566	634
Spring Shadows (1968)					
Square Footage	96,664	96,664	96,664	96,664	96,664
Capacity	830	830	830	830	830
Enrollment	576	669	614	695	733
Terrace (1973)					
Square Footage	74,349	74,349	74,349	74,349	74,349
Capacity	702	702	702	702	702
Enrollment	391	368	391	396	395
Thornwood (1973)					
Square Footage	69,038	69,038	69,038	69,038	69,038
Capacity	548	548	548	548	548
Enrollment	396	405	430	431	426
Treasure Forest (1996)					
Square Footage	82,179	82,179	82,179	82,179	82,179
Capacity	688	688	688	688	688
Enrollment	467	479	498	570	551
Valley Oaks (2015)/(1956)					
Square Footage	117,872	117,872	117,872	117,872	117,872
Capacity	810	810	810	810	810
Enrollment	738	772	722	670	619

SPRING BRANCH INDEPENDENT SCHOOL DISTRICT
SCHOOL BUILDING INFORMATION
LAST TEN FISCAL YEARS

Table 17
Page 6 of 10

Building:	2016	2015	2014	2013	2012
ELEMENTARY SCHOOLS (continued)					
Pine Shadows (2012) / (1955)					
Square Footage	118,167	118,167	118,167	118,167	90,184
Capacity	913	913	913	913	674
Enrollment	783	824	813	827	725
Ridgecrest (2010)					
Square Footage	111,352	111,352	111,352	111,352	111,352
Capacity	960	960	960	960	960
Enrollment	818	865	903	839	836
Rummel Creek (2016) / (1962)					
Square Footage	106,260	32,768	72,615	72,615	72,615
Capacity	750	720	760	760	760
Enrollment	706	695	679	694	679
Shadow Oaks (2011) / (1959)					
Square Footage	118,314	118,314	118,314	118,314	118,314
Capacity	871	871	871	871	871
Enrollment	722	723	706	685	675
Sherwood (1968)					
Square Footage	69,371	69,371	69,371	69,371	69,371
Capacity	538	538	538	538	538
Enrollment	464	455	452	445	429
Spring Branch (2011)					
Square Footage	101,897	101,897	101,897	101,897	101,897
Capacity	737	737	737	737	737
Enrollment	669	669	632	670	668
Spring Shadows (1968)					
Square Footage	96,664	96,664	96,664	96,664	96,664
Capacity	830	830	830	830	830
Enrollment	736	758	814	743	685
Terrace (1973)					
Square Footage	74,349	74,349	74,349	74,349	74,349
Capacity	702	702	702	702	702
Enrollment	437	465	486	480	526
Thornwood (1973)					
Square Footage	69,038	69,038	69,038	69,038	69,038
Capacity	548	548	548	548	548
Enrollment	399	380	489	477	457
Treasure Forest (1996)					
Square Footage	82,179	82,179	82,179	82,179	82,179
Capacity	688	688	688	688	688
Enrollment	577	627	647	638	644
Valley Oaks (2015)/(1956)					
Square Footage	117,872	117,872	72,240	72,240	72,240
Capacity	810	810	716	716	716
Enrollment	563	573	631	632	626

SPRING BRANCH INDEPENDENT SCHOOL DISTRICT
SCHOOL BUILDING INFORMATION
LAST TEN FISCAL YEARS

Table 17
Page 7 of 10

Building:	2021	2020	2019	2018	2017
ELEMENTARY SCHOOLS (continued)					
Westwood (2011)					
Square Footage	98,264	98,264	98,264	98,264	98,264
Capacity	871	871	871	871	871
Enrollment	483	506	521	589	621
Wilchester (2011) / (1967)					
Square Footage	123,253	123,253	123,253	123,253	123,253
Capacity	906	906	906	906	906
Enrollment	810	842	821	793	796
Woodview (1958)					
Square Footage	86,114	86,114	86,114	86,114	86,114
Capacity	716	716	716	716	716
Enrollment	527	587	564	620	645
PRE-KINDERGARTEN CENTERS					
Bear Blvd (2001)					
Square Footage	26,000	26,000	26,000	26,000	26,000
Capacity	380	380	380	380	380
Enrollment	200	318	294	315	293
Lion Lane (2001)					
Square Footage	26,000	26,000	26,000	26,000	26,000
Capacity	380	380	380	380	380
Enrollment	186	281	322	304	252
Panda Path (2001-Leased Space)					
Square Footage	15,618	15,618	15,618	15,618	15,618
Capacity	136	136	136	136	136
Enrollment	148	200	211	203	98
Tiger Trail (2001)					
Square Footage	26,000	26,000	26,000	26,000	26,000
Capacity	380	380	380	380	380
Enrollment	233	327	345	305	249
Wildcat Way (2002)					
Square Footage	26,000	26,000	26,000	26,000	26,000
Capacity	380	380	380	380	380
Enrollment	226	337	371	326	288
OTHER CAMPUSES					
Bendwood (1958)					
Square Footage	38,830	38,830	38,830	38,830	38,830
Capacity	440	440	440	440	440
Enrollment	32	46	44	37	41
Cornerstone Academy (1951) / (2018)					
Square Footage	**	**	**	**	**
Capacity	413	413	413	413	413
Enrollment	361	373	377	373	382

SPRING BRANCH INDEPENDENT SCHOOL DISTRICT
SCHOOL BUILDING INFORMATION
LAST TEN FISCAL YEARS

Table 17
Page 8 of 10

Building:	2016	2015	2014	2013	2012
ELEMENTARY SCHOOLS (continued)					
Westwood (2011)					
Square Footage	98,264	98,264	98,264	98,264	98,264
Capacity	871	871	871	871	871
Enrollment	660	670	658	595	599
Wilchester (2011) / (1967)					
Square Footage	123,253	123,253	123,253	123,253	123,253
Capacity	906	906	906	906	906
Enrollment	777	735	747	731	673
Woodview (1958)					
Square Footage	86,114	86,114	86,114	86,114	86,114
Capacity	716	716	716	716	716
Enrollment	646	666	643	638	623
PRE-KINDERGARTEN CENTERS					
Bear Blvd (2001)					
Square Footage	26,000	26,000	26,000	26,000	26,000
Capacity	380	380	380	380	380
Enrollment	295	290	348	328	346
Lion Lane (2001)					
Square Footage	26,000	26,000	26,000	26,000	26,000
Capacity	380	380	380	380	380
Enrollment	251	394	309	321	416
Panda Path (2001-Leased Space)					
Square Footage	15,618	15,618	15,618	15,618	15,618
Capacity	136	136	136	136	136
Enrollment	144	137	168	131	148
Tiger Trail (2001)					
Square Footage	26,000	26,000	26,000	26,000	26,000
Capacity	380	380	380	380	380
Enrollment	241	248	309	265	307
Wildcat Way (2002)					
Square Footage	26,000	26,000	26,000	26,000	26,000
Capacity	380	380	380	380	380
Enrollment	274	287	286	329	280
OTHER CAMPUSES					
Bendwood (1958)					
Square Footage	38,830	38,830	38,830	38,830	38,830
Capacity	440	440	440	440	440
Enrollment	49	47	39	45	41
Cornerstone Academy (1951) / (2018)					
Square Footage	**	**	**	**	**
Capacity	413	413	413	413	413
Enrollment	381	370	369	383	381

SPRING BRANCH INDEPENDENT SCHOOL DISTRICT
SCHOOL BUILDING INFORMATION
LAST TEN FISCAL YEARS

Table 17
Page 9 of 10

Building:	2021	2020	2019	2018	2017
OTHER CAMPUSES (continued)					
The Guthrie Center (1972)					
Square Footage	83,614	83,614	83,614	83,614	83,614
Capacity	326	326	326	326	326
Enrollment	n/a	n/a	n/a	n/a	n/a
School of Choice (1951) / (2018)					
Square Footage	**	**	**	**	**
Capacity	494	494	494	494	494
Enrollment	-	151	160	187	169
Spring Branch Education Center (1951) / (2016 Transition) **					
Square Footage	170,052	170,052	170,052	170,052	170,052
Capacity	n/a	n/a	n/a	n/a	n/a
Enrollment	127	n/a	n/a	n/a	n/a
Westchester Academy (1967)					
Square Footage	294,963	294,963	294,963	294,963	294,963
Capacity	1,012	1,012	1,012	1,012	1,012
Enrollment	924	965	1,014	1,031	1,023

** Spring Branch Education Center facility houses Cornerstone & School of Choice.
 Square footage is for entire complex.

Note: Capacity does not include temporary buildings. Guthrie and School of Choice students are included in numbers for their home campus. The source of square footage and capacity is district records.

SPRING BRANCH INDEPENDENT SCHOOL DISTRICT
SCHOOL BUILDING INFORMATION
LAST TEN FISCAL YEARS

Table 17
Page 10 of 10

Building:	2016	2015	2014	2013	2012
OTHER CAMPUSES (continued)					
The Guthrie Center (1972)					
Square Footage	83,614	83,614	83,614	83,614	83,614
Capacity	326	326	326	326	326
Enrollment	n/a	n/a	n/a	n/a	n/a
School of Choice (1951) / (2018)					
Square Footage	**	**	**	**	**
Capacity	494	494	494	494	494
Enrollment	n/a	n/a	n/a	n/a	n/a
Spring Branch Education Center (1951) / (2018) **					
Square Footage	94,467	268,780	268,780	268,780	268,780
Capacity	n/a	n/a	n/a	n/a	n/a
Enrollment	n/a	n/a	n/a	n/a	n/a
Westchester Academy (1967)					
Square Footage	294,963	294,963	294,963	294,963	294,963
Capacity	1,012	1,012	1,012	1,012	1,012
Enrollment	1,014	973	936	957	977

** Spring Branch Education Center facility houses Cornerstone & School of Choice.
Square footage is for entire complex.

Note: Capacity does not include temporary buildings. Guthrie and School of Choice students are included in numbers for their home campus. The source of square footage and capacity is district records.

