

CEDAR HILL

Independent School District

Cedar Hill, Texas



Comprehensive Annual Financial Report

For the Year Ended June 30, 2020

**CEDAR HILL
INDEPENDENT SCHOOL
DISTRICT**

**COMPREHENSIVE ANNUAL
FINANCIAL REPORT**

For the Year Ended June 30, 2020

PREPARED BY THE BUSINESS OFFICE

**285 UPTOWN BOULEVARD
BUILDING 300
CEDAR HILL, TEXAS 75104**

CEDAR HILL INDEPENDENT SCHOOL DISTRICT

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CEDAR HILL INDEPENDENT SCHOOL DISTRICT

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INTRODUCTORY SECTION





Dr. Gerald B. Hudson
Superintendent

Cedar Hill Independent School District

November 16, 2020

The Honorable Board of Trustees
Cedar Hill Independent School District
285 Uptown Blvd., Building 300
Cedar Hill, Texas 75104

Dear Board Members and Citizens:

The Comprehensive Annual Financial Report of the Cedar Hill Independent School District (the "District") for the fiscal year ended June 30, 2020, is submitted herewith. The Comprehensive Annual Financial Report is the management's report of financial operations to the Board of Trustees (the "Board"), taxpayers, grantor agencies, employees, the Texas Education Agency ("TEA"), and other interested parties. The government-wide financial statements in this report provide an overview of the District's governmental activities, while detailed fund financial statements describe specific activities of each fund group used in accounting for the District's financial transactions. This report was prepared by the District's Business Office in accordance with generally accepted accounting principles ("GAAP") and reporting standards as promulgated by the Governmental Accounting Standards Board ("GASB").

Responsibility for the accuracy of the data and completeness and fairness of the presentation, including all disclosures, rests with the District. We believe that the data, as presented, is accurate in all material respects; that information is presented in a manner designed to set forth fairly the financial position and results of operations of the District as measured by the financial activity of its various funds; and that all disclosures necessary to enable the reader to gain the maximum understanding of the District's financial activities have been included. In order to provide a reasonable basis for making these representations of responsibility, management of the District has established a comprehensive internal control framework that is designed to protect the District's assets from loss, theft, or misuse. Additionally, the internal control framework is designed 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 assurance rather than absolute assurance that the financial statements will be free from material misstatement. To the best of our knowledge and belief, this financial report is complete and reliable in all material respects.

The financial statements of the District have been audited by Whitley Penn, LLP, a firm of licensed certified public accountants. The goal of the independent audit is to provide reasonable assurance that the financial statements of the District for the fiscal year ended June 30, 2020, are free of material

misstatement. The independent audit involves 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 auditors concluded based upon the audit, that there was a reasonable basis for rendering an unmodified opinion that the District's financial statements for the fiscal year ended June 30, 2020, 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 is part of a broader, federally mandated "Single Audit" designed to meet the special need 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 the 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.

DISTRICT PROFILE

In October 1903, the Texas Legislature authorized Dallas County Commissioners to subdivide Dallas County into individual school districts as soon as practicable, to establish a special school tax. Therefore, in 1904, Cedar Hill was established as an independent school district when it enacted a special school tax. As an independent school district, a seven-member board of trustees elected from residents of the District constitutes the governing body. Based on legislative authority codified in the Texas Education Code, the trustees (1) have exclusive power to manage and govern the District; (2) can acquire and hold real and personal property; (3) shall have power to levy and collect taxes and to issue bonds; (4) can contract for appointed officers, teachers, and other personnel as well as for goods and services; and (5) have the right of eminent domain to acquire real property. The District is not included in any other governmental reporting entity and the District is not financially accountable for any other organizations; therefore, no component units are included within the reporting entity.

As required by GAAP, the financial statements of the reporting entity include those of the District (the primary government), an independent reporting entity clearly within the criteria established by GASB.

The District is an agricultural and suburban area located in southwestern Dallas County, encompassing the City of Cedar Hill. The District covers an area of approximately 42 square miles and is located approximately 16 miles southwest of downtown Dallas on U.S. Highway 67.

The District's system presently includes seven elementary schools, one intermediate school, two middle schools, a ninth-grade center/collegiate high school, and one traditional high school.



The District is one of fourteen public school districts located in Dallas County. It provides a program of public education from pre-kindergarten through grade twelve. The purpose and responsibility of the District is to provide a thorough and efficient educational system for the children enrolled in public schools within its boundaries whereby each child has access to programs and services that are appropriate to his or her educational needs. In addition to the regular educational program, the District offers programs in areas such as vocational education, special education, gifted and talented, bilingual, and compensatory education. All District schools are fully accredited by the TEA and the Southern Association of Colleges and Schools.

CHISD BOARD MISSION, VISION AND GOALS

The mission of Cedar Hill Independent School District is to develop confident students with: character, knowledge and skills to maximize their potential and excel in any endeavor they pursue.

Motto

Lead Learn Engage Excel

CHISD Vision

The Cedar Hill Independent School District will become a premier school district providing innovative opportunities and academic challenges preparing all students for the global marketplace.

Board Goals and Priorities

At CHISD, we will:

1. Design and implement a rigorous instructional learning system that is data-driven, fosters student engagement, and produces college and career-ready students
2. Remain efficient, trustworthy, and transparent in our financial practices and business processes
3. Align the budget process to achieve district goals
4. Recruit, develop, and retain highly effective and engaging employees in an environment that embraces diversity
5. Provide a safe, efficient, healthy, and orderly learning environment
6. Foster an environment of respect, cooperation, and open communication with parents and community partners

Items of Interest

1. The District maintained a B accountability rating from the Texas Education Agency.
2. Early bond redemption – the District redeemed \$2,655,000 of principal with an average interest rate of 4.3%% from the Series 2009 Bond Issue, saving taxpayers \$631,938 in interest.



3. The District authorized the issuance of Unlimited Tax Refunding Bonds, Taxable Series 2019 to refund principal maturities from the District's Unlimited Tax Refunding Bonds, Series 2012A and Unlimited Tax School Building Bonds, Series 2013 bond issues. The refunding was for a total of \$37,164,969, saving taxpayers \$6,836,923 in interest.
4. Change in position of Superintendent resulted in the hire of Dr. Gerald Hudson in August 2019.
5. Enrollment and average daily attendance remained constant as the state-approved a hold harmless mechanism calculation due to COVID-19.
6. Total district property tax rate decreased from \$1.376 to \$1.3060 per \$100 valuation.
7. Teacher base salaries were increased proportionally by years of experience as a result of House Bill 3 (HB3) mandates, which related to the use of 30% of the basic allotment increase as a result of new funding components in the state's formula. Of the 30% increase, 75% was reserved for teacher compensation. Teachers salary with 1-4 years' experience increased by \$1,000, 5-9 years' experience increased by \$1,500, and teachers with more than 10 years the base salary was increased by \$2,000. All other district staff's salary increased by 1% from the midpoint.
8. The health insurance contribution for all employees increased from \$240 and \$225 to \$275 per month per employee.

Major Initiatives

As part of the budget process, the administrative team invited community members, parents, and students have discussed the District's future. Those conversations led the District to focus on three initiatives for the 2019-20 school year.

1. Academics - provide engaging instruction and well-rounded education, increase fine arts and co-curricular offerings, develop premier career and technology education programs, improve professional development for teachers, increase performance on standardized tests and access to advanced academic courses and testing to all students.
2. Recruitment and retention - reduce teacher turnover rate to 20 percent, lower teacher absences during the school year, provide a high quality certified teacher in every classroom.
3. Safety - introduce common expectations and social-emotional learning initiatives across all campuses, increase communication, tighten security at entry points; ensure students, staff, parents, and the community feel CHISD schools are safe.

RELEVANT FINANCIAL POLICIES

In order to meet its mission, the District depends on its property tax collections for the majority of its funding. Additionally, the District receives limited state aid and grant revenues. The District receives its revenues at various intervals during the year, and the majority of its revenue is received through tax collections in late January and February of each year.



The District recognizes the importance of maintaining its financial integrity; therefore, it has developed policies to support its mission, goals, and objectives.

Financial Stability

In seeking to fulfill its mission, the District shall maintain a high level of financial stability and shall not compromise long-term financial integrity to achieve short-term benefits. In an effort to provide adequate cash flow for its operations, maintain a strong credit rating, and plan for the unanticipated extraordinary costs, the District shall strive to maintain in the general fund a minimum unassigned fund balance of two months of average spending for a year plus the projected cash flow deficit totals for each month, July through January.

Funds from Operations

The District's general fund shall provide adequate funding to support the following:

1. Cash flow needs;
2. Quality instructional programs;
3. Bond ratings;
4. Unfunded state-mandated costs;
5. Changes in state funding formulas that impact cash flow; and
6. Unanticipated extraordinary costs.

Revenue

The District's revenue levels shall be evaluated annually with the administration's recommendations giving consideration to the following:

1. Cash flow needs;
2. Bond ratings;
3. Operating requirements;
4. Current business connections, including the local economy;
5. Economic projections, including property values, the state's economy, legislative issues, and the like;
6. Student growth assumptions; and
7. The projected level of expenditures.

General Operating Fund Expenditures

All expenditures from the general fund shall maintain the following priorities of obligation:

1. Payments of all legal and reasonable expenditures relating to maintenance and operations of the District's general fund.



2. Payments to special revenue funds that require a matching amount for the federal or state grants, including the child nutrition fund and the construction fund.

Fund Balance Target

The District shall strive to maintain an unassigned fund balance at fiscal year-end in the general fund equal to a minimum of two months of the average spending for a year plus the projected cash flow deficit totals for each month, July through January.

In the event the unassigned balance falls below the target level, the Board shall, within 24 months, adopt a written plan to restore the balance to the target level.

Financial Reporting Awards

GFOA Certificate of Achievement

The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to the District for its Comprehensive Annual Financial Report for the fiscal year ended June 30, 2019. In order to be awarded a Certificate of Achievement, a government must publish an easily readable and efficiently organized Comprehensive Annual Financial Report. This report must satisfy both generally accepted accounting principles and applicable legal requirements.

A Certificate of Achievement is valid for a period of one year only. We believe that our current Comprehensive Annual Financial Report continues to meet the Certificate of Achievement Program's requirements and we are submitting it to the GFOA to determine its eligibility for another certificate.



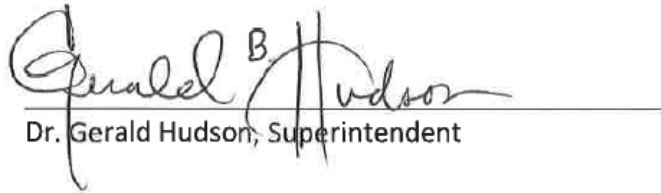
ACKNOWLEDGMENTS

The preparation of this report would not have been possible without the skill, effort, and dedication of the entire staff of the Business Office. We wish to thank all District departments for their assistance in providing the data necessary to prepare this report. Credit also is due to the Board of Trustees for their unfailing support for maintaining the highest standards of professionalism in the management of the District's finances.

Respectfully submitted,



Gilberto Prado, Chief Financial Officer



Dr. Gerald Hudson, Superintendent



Board of Trustees



Cheryl Wesley
President
Place 7



Dr. Keisha Lankford
Trustee
Place 2



Robert Riggs
Vice President
Place 6



Dawn Miller
Trustee
Place 3



Angela Roberts
Secretary
Place 4

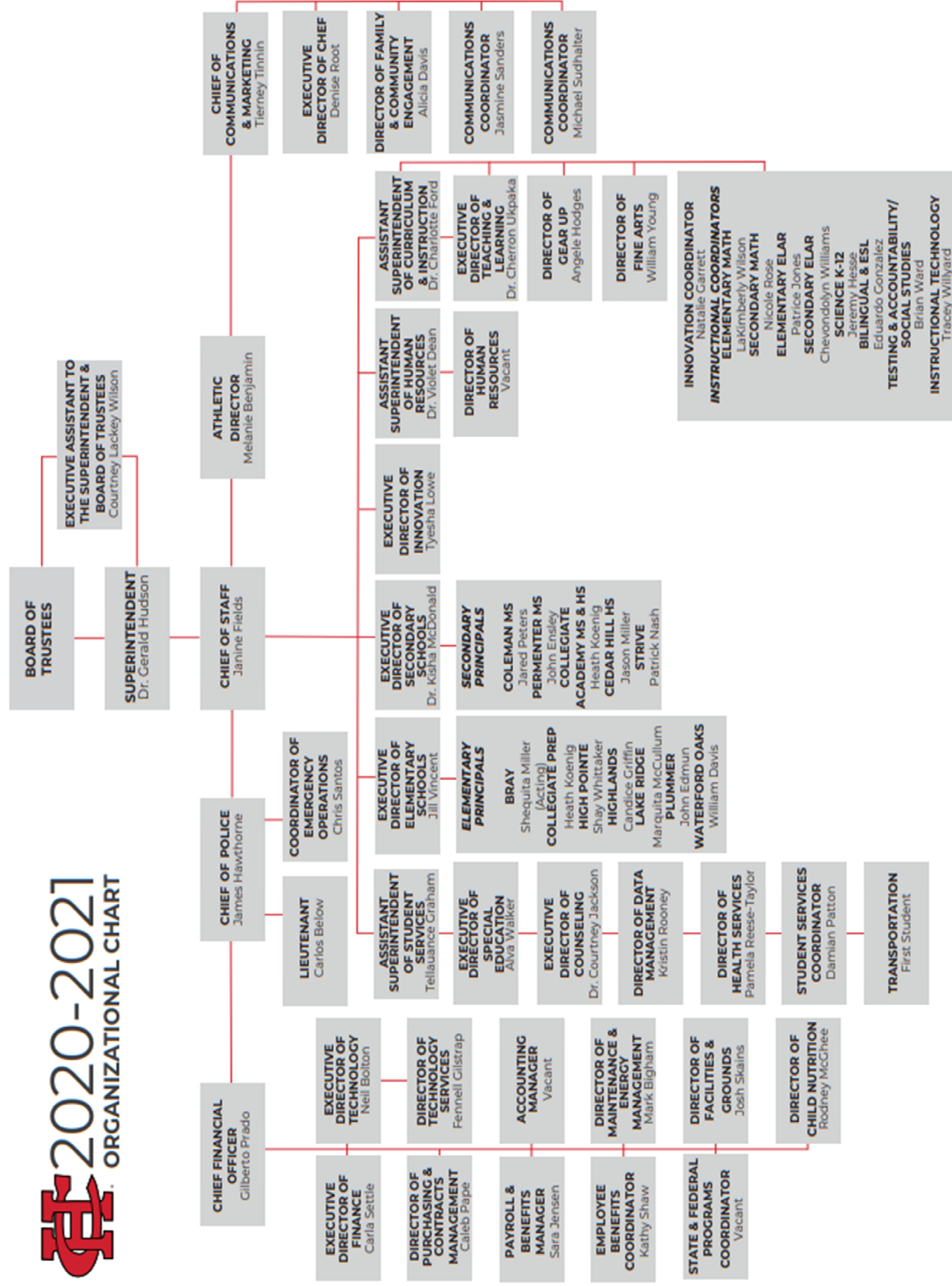


Michael Quidon
Trustee
Place 5



Gayle Sims
Trustee
Place 1







Government Finance Officers Association

Certificate of
Achievement
for Excellence
in Financial
Reporting

Presented to

**Cedar Hill Independent School District
Texas**

For its Comprehensive Annual
Financial Report
For the Fiscal Year Ended

June 30, 2019

Christopher P. Morill

Executive Director/CEO

CERTIFICATE OF BOARD

Cedar Hill Independent School District
Name of School District

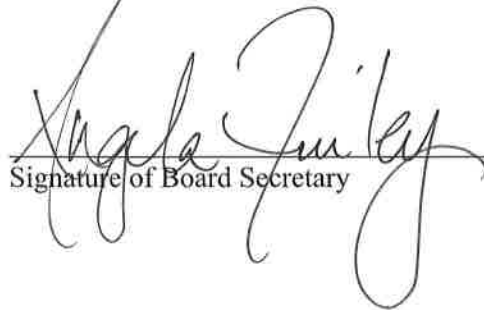
Dallas
County

057-904
Co. - Dist. No.

We, the undersigned, certify that the attached annual financial reports of the above named school district were reviewed and 7 **approved**/ 0 **disapproved** for the year ended June 30, 2020, at a meeting of the Board of Trustees of such school district on November 16, 2020.



Signature of Board President



Signature of Board Secretary

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



FINANCIAL SECTION



INDEPENDENT AUDITOR'S REPORT

To the Board of Trustees
Cedar Hill Independent School District
Cedar Hill, Texas

Report on the Financial Statements

We have audited the accompanying financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of Cedar Hill Independent School District (the "District"), as of and for the year ended June 30, 2020, and the related notes to the financial statements, which collectively comprise the District's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles generally accepted in the United States of America; this includes the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due 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 of 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, each major fund, and the aggregate remaining fund information of the District, as of June 30, 2020, and the respective changes in financial position, and, where applicable, cash flows thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that management's discussion and analysis on pages 7 through 13, budgetary comparison information on pages 60 through 61, and pension and other post-employment benefit information on pages 62 through 67 be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of the financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Other Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the District's basic financial statements. The introductory section, combining and individual fund statements and schedules, the Texas Education Agency ("TEA") required schedule, and statistical section, as listed in the table of contents, are presented for purposes of additional analysis and are not a required part of the basic financial statements. The schedule of expenditures of federal awards is presented for purposes of additional analysis as required by U.S. Office of Management and Budget ("OMB"); Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance), and is also not a required part of the basic financial statements.

The combining and individual fund statements and schedules, the TEA required schedule, and the schedule of expenditures of federal awards, as listed in the table of contents, are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is 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.

To the Board of Trustees
Cedar Hill Independent School District

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated November 16, 2020, 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 District's internal control over financial reporting and compliance.

Whitley Penn LLP

Dallas, Texas
November 16, 2020



CEDAR HILL INDEPENDENT SCHOOL DISTRICT

MANAGEMENT'S DISCUSSION AND ANALYSIS

As management of 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 year ended June 30, 2020. We encourage readers to consider the information presented here in conjunction with the District's financial statements, which follow this section.

Financial Highlights

- The liabilities and deferred inflows of resources of the District exceeded its assets and deferred outflows of resources at the close of the most recent period by \$57.2 million.
- As of the close of the current fiscal year, the District's governmental funds reported combined ending fund balances of \$28.9 million. Approximately 64 percent of this total amount, \$18.5 million, is available for spending at the government's discretion (unassigned fund balance).
- At the end of the current fiscal year, unassigned fund balance for the general fund was \$18.5 million or 29 percent of the total general fund expenditures.
- The District's net bonded debt decreased by \$6.9 million or 5 percent during the current fiscal year.

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 are comprised of three components: (1) government-wide financial statements, (2) fund financial statements, and (3) notes to the financial statements. This report also contains required supplementary information and other supplementary information in addition to the basic financial statements themselves.

Government-wide financial statements. The government-wide financial statements are designed to provide readers with a broad overview of the District's finances, in a manner similar to a private sector business.

The *statement of net position* presents information on all of the District's assets, liabilities, deferred outflows and deferred inflows, with the difference between the sum of the assets and deferred outflows and the sum of the liabilities and deferred inflows reported as *Net Position*. Over time, increases or decreases in net position may serve as a useful indicator of whether the financial position of the District is improving or deteriorating.

The *statement of activities* presents information for all of the current year's revenues and expenses regardless of when cash is received or paid. Thus, revenues and expenses are reported in this statement for some items that will result in cash flows in future fiscal periods.

Both of the District's government-wide financial statements distinguish the functions of the District as being principally supported by taxes and intergovernmental revenues (*governmental activities*) as opposed to *business-type activities* that are intended to recover all or a significant portion of their costs through user fees and charges. The District has no component units for which it is financially accountable. The government-wide financial statements can be found on pages 17-19 of this report.

CEDAR HILL INDEPENDENT SCHOOL DISTRICT

MANAGEMENT'S DISCUSSION AND ANALYSIS (continued)

Fund financial statements. A fund is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. The District, like other state and local governments, uses fund accounting to ensure and demonstrate compliance with finance-related requirements. The fund financial statements provide more detailed information about the District's most significant funds-not the District as a whole.

- Some funds are required by State law and/or bond covenants.
- Other funds may be established by the Board to control and manage money for particular purposes or to show that it is properly using certain taxes or grants.

All of the funds of the District can be divided into two categories: governmental 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. Because the focus of governmental funds is narrower than that of the government-wide financial statements, 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 governmental fund balance sheet and the governmental fund statement of revenues, expenditures, and changes in fund balances provide a reconciliation to facilitate this comparison between governmental funds and governmental activities. The District adopts an annual appropriated budget for its general fund, debt service fund and child nutrition fund. Budgetary comparison schedules have been presented to demonstrate compliance with these budgets. The basic governmental fund financial statements can be found on pages 20-23 of this report.

Fiduciary funds. Fiduciary funds are used to account for resources held for the benefit of parties outside the government. Fiduciary funds are not reflected in the government-wide financial statements because the resources of those funds are not available to support the District's own programs. The District is the trustee, or fiduciary, for these funds and is responsible for ensuring that the assets reported in these funds are used for their intended purposes. The District's fiduciary fund statements can be found on pages 24-25.

Notes to the basic financial statements. The notes provide additional information that is essential to a complete understanding of the data provided in the government-wide and fund financial statements. The notes to the financial statements can be found on pages 26-58 of this report.

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. Required supplementary information can be found on pages 60-67 of this report. The District also presents additional supplementary information in the form of combining and individual fund statements and schedules beginning on page 72 of this report.

CEDAR HILL INDEPENDENT SCHOOL DISTRICT
MANAGEMENT'S DISCUSSION AND ANALYSIS (continued)

Government-wide Financial Analysis

As noted earlier, net position may serve over time as a useful indicator of a government's financial position. The sum of the District's liabilities and deferred inflows exceeded the sum of its assets and deferred outflows by \$57.2 million at June 30, 2020. Although the District reports a deficit, the deficit is primarily due to the previous issuance of debt, a portion of which is financed by capital appreciation bonds (CAB), and the District's net pension liability and net OPEB liability due to its participation in the Texas Retirement System of Texas (TRS). The CAB's accreted interest is reported as incurred in the governmental activities; however, the taxes are not levied in the debt service fund until the payments are due, which creates a timing difference.

The District's Net Position

	Governmental Activities	
	2020	2019
Assets		
Cash and cash equivalents	\$ 30,176,568	\$ 30,234,826
Other assets	7,502,163	8,497,747
Capital assets, net of accumulated depreciation	109,268,517	115,206,355
Total Assets	146,947,248	153,938,928
Deferred Outflows of Resources		
Deferred outflows	15,560,915	16,589,337
Total Deferred Outflows of Resources	15,560,915	16,589,337
Liabilities		
Current liabilities	12,059,712	12,790,477
Non-current liabilities	179,685,288	193,783,936
Total Liabilities	191,745,000	206,574,413
Deferred Inflows of Resources		
Deferred inflows	27,915,042	25,186,655
Total Deferred Inflows of Resources	27,915,042	25,186,655
Net Position		
Net investment in capital assets	(29,171,784)	(36,970,939)
Restricted	5,010,791	7,705,264
Unrestricted	(32,990,886)	(31,967,128)
Total Net Position	\$ (57,151,879)	\$ (61,232,803)

Net investment in capital assets, a deficit balance of \$29.2 million, reflects the District's investment of \$109.3 million in capital assets (e.g. land, buildings and improvements, furniture and equipment), less any outstanding related debt used to acquire those assets. The District uses these capital assets to provide services to students; consequently, these assets are *not* available for future spending. Although the District's investment in its capital assets is reported net of related debt, it should be noted that the resources needed to repay this 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 is used to segregate the net position on which external constraints have been placed (e.g., constraints imposed by creditors, grantors or by law). The District is reporting a balance of \$5.0 million which represents balances for debt service, federal and state programs, and local grants.

The remaining balance, unrestricted net position, consists of the deficit net position that does not meet the criteria of the other two elements described above. The District is reporting a balance of \$(33.0) million in this category.

CEDAR HILL INDEPENDENT SCHOOL DISTRICT
MANAGEMENT'S DISCUSSION AND ANALYSIS (continued)

Governmental Activities

Governmental activities increased the District's net position by \$4.1 million for the fiscal year ended June 30, 2020. The following table presents the changes in the District's net position for the fiscal years ended June 30, 2020 and 2019.

Changes in the District's Net Position

	Governmental Activities	
	2020	2019
Revenue:		
Program Revenues:		
Charges for services	\$ 755,144	\$ 1,063,556
Operating grants & contributions	17,468,446	15,597,787
General Revenues:		
Property taxes	49,695,006	47,924,619
State Aid (Grants)	25,348,394	24,897,108
Investment earnings	494,115	835,477
Miscellaneous local and intermediate - Other	845,663	1,773,807
Total Revenues	94,606,768	92,092,354
Expenses		
Instruction	48,955,223	46,900,087
Instructional Resources and Media Services	837,213	831,100
Curriculum and Staff Development	2,145,327	2,377,194
Instructional Leadership	1,055,632	1,032,637
School Leadership	5,293,182	5,639,019
Guidance, Counseling, and Evaluation		
Services	2,854,490	2,976,032
Health Services	867,364	913,912
Student Transportation	2,955,530	3,488,224
Food Service	3,896,374	4,413,960
Extracurricular Activities	2,264,374	2,307,354
General Administration	3,875,764	3,511,481
Facilities maintenance and operations	8,279,415	9,536,504
Security and Monitoring Services	1,848,900	1,770,551
Data Processing Services	1,579,969	1,534,014
Community Services	186,963	172,249
Debt Service - Interest on long-term debt	1,972,639	2,681,726
Debt Service - Bond issuance cost and fees	458,035	15,275
Facility repairs and maintenance	-	1,734,893
Payments Related to Shared Services		
Arrangements	190,251	75,711
Payments to JJAEP	3,228	12,690
Payments to Tax Increment Fund	846,108	699,641
Other intergovernmental charges	159,863	176,769
Total Expenses	90,525,844	92,801,023
Change in net position	4,080,924	(708,669)
Beginning Net Position	(61,232,803)	(60,524,134)
Ending Net Position	\$ (57,151,879)	\$ (61,232,803)

CEDAR HILL INDEPENDENT SCHOOL DISTRICT

MANAGEMENT'S DISCUSSION AND ANALYSIS (continued)

Revenues are generated primarily from three sources, State aid formula grants, operating grants and contributions, and ad valorem property taxes. State aid formula grants and operating grants and contributions in the amount of \$42.8 million represents 45 percent of total revenues, and property taxes in the amount of \$49.7 million represents 53 percent of total revenues. The remaining revenue is generated from charges for services, investment earnings and miscellaneous revenues.

The primary functional expense of the District is instruction (\$49.0 million), which represents 54 percent of total expenses. Facilities maintenance and operations (\$8.3 million) represents 9 percent of total expenses. School leadership (\$5.3 million) represents 6 percent of total expenses. The remaining individual function categories of expenses are each 4 percent or less of total expenses.

The District's M&O and I&S property tax rates were \$0.9700 and \$0.3360, respectively. Property tax revenue increased \$1.8 million or 4 percent over the prior year due to an increase in the District's taxable assessed value offset by a \$0.0700 decrease in the M&O property tax rate.

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, bond covenants, and segregation for particular purposes.

Governmental funds. 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 the District's net resources available for spending at the end of a fiscal year.

As of the end of the current fiscal year, the District's governmental funds reported combined ending fund balances of \$28.9 million, a decrease of \$0.4 million. Approximately 64 percent of this total amount, \$18.5 million, constitutes unassigned fund balance. The remainder of fund balance is non-spendable, restricted, or committed to indicate that it is not available for new spending.

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 \$18.5 million, out of a total fund balance of \$19.0 million. As a measure of the general fund's liquidity, it may be useful to compare both unassigned fund balance and total fund balance to the total fund expenditures. Unassigned fund balance and total fund balance represent 29 percent of total general fund expenditures.

The District reported a debt service fund balance of \$8.6 million as of June 30, 2020, a decrease of \$2.6 million. The decrease is due an \$2.7 million early redemption of the Series 2009 bonds.

General Fund Budgetary Highlights

Over the course of the year, the District recommended, and the Board of Trustees approved, amendments to the District's budgeted revenues and expenditures. These budget amendments were not significant. Actual revenues were greater than budgetary estimates by \$0.3 million, primarily due to receiving more state program revenue than planned. Actual expenditures were less than budgetary estimates by \$1.8 million, primarily due savings in payroll and benefits.

CEDAR HILL INDEPENDENT SCHOOL DISTRICT
MANAGEMENT'S DISCUSSION AND ANALYSIS (continued)

Capital Asset and Debt Administration

Capital assets. The District's investment in capital assets for its governmental activities as of June 30, 2020, amounts to \$109.3 million (net of accumulated depreciation). This investment in capital assets includes land, buildings and improvements, and furniture and equipment.

The District's Capital Assets

	Governmental Activities	
	2020	2019
Land	\$ 8,113,983	\$ 8,113,983
Buildings and improvements	166,985,931	166,985,931
Furniture and equipment	14,636,579	14,031,034
Totals at historical costs	189,736,493	189,130,948
Less accumulated depreciation for:		
Buildings and improvements	(68,536,551)	(63,348,468)
Furniture and equipment	(11,931,425)	(10,576,125)
Net Capital Assets	<u>\$ 109,268,517</u>	<u>\$ 115,206,355</u>

Additional information on the District's capital assets can be found in Note 6 of this report.

Long-term debt. As of June 30, 2020, the District had general obligation bonded debt outstanding of \$121.1 million, a decrease of \$6.9 million from the prior year. Accretion on capital appreciation bonds was \$0.6 million for fiscal year 2020, and \$0.8 million of accreted interest was paid, resulting in an ending balance of \$3.6 million. Unamortized bond premium was \$3.6 million at June 30, 2020. The District's net pension liability was \$23.2 million at June 30, 2020, a decrease of \$1.7 million over the prior year. The District's net OPEB liability was \$26.8 million at June 30, 2020, a decrease of \$1.1 million over the prior year.

The District maintains an underlying bond rating of "AA-" from Standard and Poor's Rating Services and has also received an underlying bond rating of "AA-" from Fitch Ratings on the District's outstanding debt. Additionally, the District has received a AAA financial bond rating from Standard & Poor's and Fitch Ratings. Key drivers for the District's rating are: (1) stable financial operations, (2) strong economy of the Dallas-Fort Worth metro area and (3) local and regional home price indicators.

Additional information on the District's long-term debt can be found in Note 7 of this report.

Economic Factors and Next Year's Budgets and Tax Rates

In the spring of 2006, the state legislature allowed the District to lower its Maintenance and Operations (M&O) tax rate by \$.033, resulting in a tax rate of \$1.04. Since then, there have been several changes in school funding, but the 2006 legislation has governed school district tax rates through the 2019 fiscal year. House Bill 3 (HB3), as passed by the 86th Legislature and signed into law in the spring of 2019, compressed the tier one M & O tax rate of \$1.00 by the state compression percentage rate of 93%. As a result, the Maintenance and Operations (M&O) tax rate for 2019-2020 is \$0.97000, and the Interest and Sinking (I&S) tax rate for 2019-2020 is \$0.33600. HB3 for year two applied a 2.5% compression for tier one, and districts that grew faster than the statewide average growth rate benefited from having the tax rates compressed further so that the districts' local tax collection only increased by 2.5% year over year. The M & O tax rate for 2020-21 is \$0.94730, and the Interest and Sinking remained unchanged at \$0.33600. HB 3 implemented several other major changes, some of which include the following:

CEDAR HILL INDEPENDENT SCHOOL DISTRICT
MANAGEMENT'S DISCUSSION AND ANALYSIS (continued)

- Use of current year property tax values for state funding purposes.
- Special program funding changes that include some eliminations, new program funds as well as major changes to others.
- Transportation allotment changes.
- Mandated the use of 30% of basic allotment increases for 2019-20 and any future years.
- The requirement of all-day prekindergarten.
- The requirement of efficiency audits for tax ratification elections.

The 2020-2021 certified taxable value for the District is \$4,179,934,034 (which includes 80% of property under protest, which was unusually high due to COVID-19 challenges and protests not being resolved prior to receiving the certified values from Dallas Central Appraisal District). The increase from year to year reflects an 8.3% increase over the prior year's certified taxable values. The increase in taxable value will increase funding for the 2020-2021 school year. Additionally, HB3 funding formula revisions and additions will generate more funds for the District. However, state-mandated certain expenditure increases, notably a 30% increase in compensation as referenced above, applied to the net revenue increase when compared to the fiscal year 2019 (budget year 2018-19). Most of the compensation, or 75%, was directed as required towards teachers, librarians, counselors, and nurses. Therefore, limiting the flexibility for the District to direct funds towards other initiatives and programs.

District administration has presented an estimate of refined average daily attendance (ADA) of 6,900 for the 2020-2021 budget year and a total tax rate of \$1.2833. The average daily attendance will be monitored after every marking period and evaluated for future planning. However, challenges have persisted due to COVID-19, and distance and in-person instruction attendance rates are lower than projected.

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 as well as demonstrate accountability for funds the District receives.

Questions concerning any of the information provided in this report or requests for additional information should be addressed to the District's Financial Services Office:

Cedar Hill Independent School District
Business Services Office
285 Uptown Blvd. PO Box 248
Cedar Hill, TX 75104



BASIC FINANCIAL STATEMENTS



CEDAR HILL INDEPENDENT SCHOOL DISTRICT
STATEMENT OF NET POSITION
June 30, 2020

Exhibit A-1

Data Control Codes		Governmental Activities
	Assets	
1110	Cash and cash equivalents	\$ 30,176,568
1220	Delinquent property taxes receivables	1,708,692
1230	Allowance for uncollectable taxes (credit)	(298,553)
1240	Due from other governments	6,076,738
1290	Other receivables (net)	2,415
1410	Prepaid items	12,871
	Capital Assets, not subject to depreciation:	
1510	Land	8,113,983
	Capital Assets, net of accumulated depreciation:	
1520	Buildings and improvements, net	98,449,380
1530	Furniture and equipment, net	2,705,154
1000	Total Assets	146,947,248
	Deferred Outflows of Resources	
	Deferred outflows - pension	10,843,974
	Deferred outflows - OPEB	4,716,941
1700	Total Deferred Outflows of Resources	15,560,915
	Liabilities	
2110	Accounts payable	341,566
2140	Interest payable	4,664,419
2150	Payroll deductions & withholdings	548,863
2160	Accrued wages payable	6,412,186
2180	Due to other governments	28,678
2300	Unearned revenue	64,000
	Noncurrent Liabilities:	
2501	Due within one year	8,193,059
2502	Due in more than one year	121,508,637
2540	Net pension liability	23,209,652
2545	Net OPEB liability	26,773,940
2000	Total Liabilities	191,745,000
	Deferred Inflows of Resources	
	Deferred gain on refunding	12,380,545
	Deferred inflows - pension	3,951,692
	Deferred inflows - OPEB	11,582,805
2600	Total Deferred Inflows of Resources	27,915,042
	Net Position	
3200	Net investment in capital assets	(29,171,784)
	Restricted for:	
3820	Federal and state programs	732,395
3850	Debt service	4,278,396
3900	Unrestricted	(32,990,886)
3000	Total net position	\$ (57,151,879)

CEDAR HILL INDEPENDENT SCHOOL DISTRICT
STATEMENT OF ACTIVITIES
For the Year Ended June 30, 2020

Exhibit B-1
Page 1 of 2

Data Control Codes	Functions/Programs	Expenses	Program Revenues	
			Charges for Services	Operating Grants and Contributions
	Governmental activities:			
11	Instruction	\$ 48,955,223	\$ 66,279	\$ 10,023,385
12	Instructional Resources and Media Services	837,213	-	103,477
13	Curriculum and Staff Development	2,145,327	-	693,939
21	Instructional Leadership	1,055,632	-	204,170
23	School Leadership	5,293,182	-	491,706
31	Guidance, Counseling, and Evaluation Services	2,854,490	-	343,084
33	Health Services	867,364	-	482,284
34	Student Transportation	2,955,530	-	167,104
35	Food Service	3,896,374	495,400	3,294,845
36	Extracurricular Activities	2,264,374	163,357	286,787
41	General Administration	3,875,764	-	306,056
51	Facilities maintenance and operations	8,279,415	30,108	322,734
52	Security and Monitoring Services	1,848,900	-	232,827
53	Data Processing Services	1,579,969	-	143,098
61	Community Services	186,963	-	28,331
72	Interest Expense	1,972,639	-	344,619
73	Debt Issuance Costs and Fees	458,035	-	-
93	Payments Related to Shared Services Arrangements	190,251	-	-
95	Payments to JJAEP	3,228	-	-
97	Payments to Tax Increment Fund	846,108	-	-
99	Other Intergovernmental Charges	159,863	-	-
TG	Total governmental activities	<u>90,525,844</u>	<u>755,144</u>	<u>17,468,446</u>

CEDAR HILL INDEPENDENT SCHOOL DISTRICT
STATEMENT OF ACTIVITIES
For the Year Ended June 30, 2020

Exhibit B-1
Page 2 of 2

Data Control Codes	Functions/Programs	Net (Expense) Revenue and Changes in Net Position
		Governmental Activities
	Governmental activities:	
11	Instruction	\$ (38,865,559)
12	Instructional Resources and Media Services	(733,736)
13	Curriculum and Staff Development	(1,451,388)
21	Instructional Leadership	(851,462)
23	School Leadership	(4,801,476)
31	Guidance, Counseling, and Evaluation Services	(2,511,406)
33	Health Services	(385,080)
34	Student Transportation	(2,788,426)
35	Food Service	(106,129)
36	Extracurricular Activities	(1,814,230)
41	General Administration	(3,569,708)
51	Facilities maintenance and operations	(7,926,573)
52	Security and Monitoring Services	(1,616,073)
53	Data Processing Services	(1,436,871)
61	Community Services	(158,632)
72	Interest Expense	(1,628,020)
73	Debt Issuance Costs and Fees	(458,035)
93	Payments Related to Shared Services Arrangements	(190,251)
95	Payments to JJAEP	(3,228)
97	Payments to Tax Increment Fund	(846,108)
99	Other Intergovernmental Charges	(159,863)
TG	Total governmental activities	<u>(72,302,254)</u>
	General revenues:	
	Taxes:	
MT	Property taxes, levied for general purposes	36,909,745
DT	Property taxes, levied for debt service	12,785,261
SF	State-aid formula grants	25,348,394
IE	Investment earnings	494,115
MI	Miscellaneous	845,663
TR	Total general revenues	<u>76,383,178</u>
CN	Change in net position	4,080,924
NB	Net position - beginning	<u>(61,232,803)</u>
NE	Net position - ending	<u>\$ (57,151,879)</u>

CEDAR HILL INDEPENDENT SCHOOL DISTRICT
BALANCE SHEET
GOVERNMENTAL FUNDS
June 30, 2020

Exhibit C-1

Data Control Codes		General Fund	Debt Service Fund	Nonmajor Governmental Funds	Total Governmental Funds
Assets					
1110	Cash and cash equivalents	\$ 20,133,968	\$ 8,591,469	\$ 1,451,131	\$ 30,176,568
	Receivables:				
1220	Delinquent property taxes receivables	1,249,504	459,188	-	1,708,692
1230	Allowance for uncollectible taxes (credit)	(218,321)	(80,232)	-	(298,553)
1240	Receivables from other governments	4,050,923	-	2,025,815	6,076,738
1260	Due from other funds	1,603,067	-	93,773	1,696,840
1290	Other receivables	2,415	-	-	2,415
1410	Prepaid Items	12,871	-	-	12,871
1000	Total Assets	\$ 26,834,427	\$ 8,970,425	\$ 3,570,719	\$ 39,375,571
Liabilities, Deferred Inflows, and Fund Balances					
Liabilities:					
2110	Accounts payable	\$ 198,276	\$ -	\$ 143,292	\$ 341,568
2150	Payroll deduction and withholdings payable	548,863	-	-	548,863
2160	Accrued wages payable	6,087,737	-	324,449	6,412,186
2170	Due to other funds	-	-	1,696,840	1,696,840
2180	Payable to other governments	-	27,610	1,068	28,678
2300	Unearned revenue			64,000	64,000
2000	Total Liabilities	6,834,876	27,610	2,229,649	9,092,135
Deferred Inflows of Resources					
	Unavailable revenue - property taxes	1,031,183	378,956	-	1,410,139
2600	Total Deferred Inflows of Resources	1,031,183	378,956	-	1,410,139
Fund Balances:					
Nonspendable					
3430	Prepaid Items	12,871	-	-	12,871
Restricted for:					
3450	Grants	-	-	732,395	732,395
3480	Debt service	-	8,563,859	-	8,563,859
Committed for:					
3530	Capital expenditures for equipment	-	-	463,017	463,017
3545	Other/campus activity funds	425,000	-	178,443	603,443
3600	Unassigned	18,530,497	-	(32,785)	18,497,712
3000	Total fund balances	18,968,368	8,563,859	1,341,070	28,873,297
4000	Total Liabilities, Deferred Inflows of Resources and Fund Balances	\$ 26,834,427	\$ 8,970,425	\$ 3,570,719	\$ 39,375,571

CEDAR HILL INDEPENDENT SCHOOL DISTRICT
RECONCILIATION OF BALANCE SHEET FOR GOVERNMENTAL
FUNDS TO STATEMENT OF NET POSITION
June 30, 2020

Exhibit C-2

**Data
Control
Codes**

Total fund balance, governmental funds \$ 28,873,297

Amounts reported for governmental activities in the statement of net position (A-1) are different because:

- 1 Capital assets used in governmental activities are not financial resources and therefore are not reported as assets in governmental funds. Capital assets at historical cost (\$189,736,493), net of accumulated depreciation (\$80,467,976), where applicable 109,268,517
- 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 (net of allowance for uncollectible accounts) are deferred in the fund financial statements. 1,410,141
- 3 Deferred outflows related to TRS pension 10,843,974
- 4 Deferred outflows related to OPEB 4,716,941

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:

- 5 General obligation bonds (102,779,411)
- 6 Premium capital appreciation bonds (18,365,734)
- 7 Accreted interest on capital appreciation bonds (3,641,940)
- 8 Premium on bonds (3,575,692)
- 9 Loan payable (1,338,919)
- 10 Net pension liability (23,209,652)
- 11 Net OPEB liability (26,773,940)
- 12 Accrued interest payable (4,664,419)
- 13 Deferred inflows related to TRS pension (3,951,692)
- 14 Deferred inflows related to OPEB (11,582,805)
- 15 Deferred gain on refunding (12,380,545)
- 19 **Total net position - governmental activities** \$ (57,151,879)

CEDAR HILL INDEPENDENT SCHOOL DISTRICT
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCE - GOVERNMENTAL FUNDS
For the Year Ended June 30, 2020

Exhibit C-3

Data Control Codes		General Fund	Debt Service Fund	Nonmajor Governmental Funds	Total Governmental Funds
Revenues					
5700	Local, intermediate, and out-of-state	\$ 37,819,686	\$ 12,873,048	\$ 933,100	\$ 51,625,834
5800	State program revenues	28,193,666	341,000	1,322,129	29,856,795
5900	Federal program revenues	797,318	344,619	8,849,998	9,991,935
5020	Total Revenues	66,810,670	13,558,667	11,105,227	91,474,564
Expenditures					
Current:					
0011	Instruction	34,858,135	-	6,366,233	41,224,368
0012	Instructional resources and media services	712,440	-	4,290	716,730
0013	Curriculum and staff development	1,344,875	-	568,670	1,913,545
0021	Instructional leadership	787,420	-	97,804	885,224
0023	School leadership	4,388,689	-	24,445	4,413,134
0031	Guidance, counseling and evaluation services	2,305,344	-	85,335	2,390,679
0033	Health services	769,224	-	-	769,224
0034	Student transportation	2,401,460	-	308,946	2,710,406
0035	Food services	26,548	-	3,696,086	3,722,634
0036	Extracurricular activities	2,035,488	-	-	2,035,488
0041	General administration	3,323,139	-	56,009	3,379,148
0051	Facilities maintenance and operations	7,182,135	-	11,921	7,194,056
0052	Security and monitoring services	1,483,510	-	77,933	1,561,443
0053	Data processing services	1,244,550	-	60,000	1,304,550
0061	Community services	150,160	-	16,359	166,519
Debt service:					
0071	Principal and interest on long-term debt	129,781	12,991,175	-	13,120,956
0072	Interest on long-term debt	21,699	3,148,893	-	3,170,592
0073	Bond issuance costs and fees	-	458,035	-	458,035
Intergovernmental:					
0093	Payments to Member Districts of SSA	190,251	-	-	190,251
0095	Payments to Juvenile Justice Alt. Ed. Prgm.	3,228	-	-	3,228
0097	Payments to Tax Increment Fund	846,108	-	-	846,108
0099	Other intergovernmental charges	159,863	-	-	159,863
6030	Total Expenditures	64,364,047	16,598,103	11,374,031	92,336,181
	Excess (deficiency) of revenues over				
1100	expenditures	2,446,623	(3,039,436)	(268,804)	(861,617)
Other Financing Sources (Uses)					
7901	Refunding bonds issued	-	37,164,969	-	37,164,969
7915	Transfers in	-	-	425,357	425,357
7916	Premium or discount on issuance of bonds	-	4,645,225	-	4,645,225
8911	Transfers out	(425,357)	-	-	(425,357)
8949	Payments to refunding escrow agent	-	(41,379,948)	-	(41,379,948)
7080	Total other financing sources (uses)	(425,357)	430,246	425,357	430,246
1200	Net change in fund balances	2,021,266	(2,609,190)	156,553	(431,371)
0100	Fund Balance - beginning	16,947,102	11,173,049	1,184,517	29,304,668
3000	Fund Balance - ending	\$ 18,968,368	\$ 8,563,859	\$ 1,341,070	\$ 28,873,297

CEDAR HILL 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, 2020

Exhibit C-4

**Data
Control
Codes**

	Net change in fund balances - total governmental funds (from C-3)	\$ (431,371)
	Amounts reported for governmental activities in the statement of activities (B-1) are different because:	
1	Governmental funds report capital outlays (\$605,545) as expenditures. However, in the statement of activities, the cost of those assets is allocated over their estimated useful lives as depreciation (\$6,543,383) expense. This is the amount by which depreciation exceeded capital outlays.	(5,937,838)
2	Property tax revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the funds.	164,091
3	Repayment of bond and loan principal is an expenditure in the governmental fund, but the repayment reduces long-term liabilities in the statement of net position.	11,655,722
4	Loan proceeds are 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.	
	Proceeds from issuance of refunding bonds	(37,164,969)
	Premium received from issuance of long-term debt	(4,645,225)
	Payments to refunding agent	41,379,948
5	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 in the statement of net position.	1,701,948
6	OPEB 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 OPEB liability in the statement of net position.	401,727
	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 the	
7	Amortization of premiums and discounts on issuance of bonds	462,047
8	Accreted interest on capital appreciation bonds	207,469
9	Increase in interest payable not recognized in fund statements	(55,799)
10	Amortization of deferred gain on refunding	2,049,473
11	Pension expense for the plan measurement year	(4,765,479)
12	OPEB expense for the plan measurement year	(940,820)
	Change in net position of governmental activities (see B-1)	\$ 4,080,924

CEDAR HILL INDEPENDENT SCHOOL DISTRICT
STATEMENT OF NET POSITION
FIDUCIARY FUNDS
June 30, 2020

Exhibit E-1

Data Control		829	865
Codes		Private	
		Purpose Trust	
		Fund	Agency Fund
Assets			
1110	Cash and cash equivalents	\$ 46,437	\$ 353,809
1000	Total Assets	<u>46,437</u>	<u>353,809</u>
Liabilities			
2170	Due to other funds	\$ -	\$ 2,078
2190	Due to student groups and others	-	351,731
2000	Total Liabilities	<u>-</u>	<u>\$ 353,809</u>
Net Position			
3880	Restricted for scholarships	<u>\$ 46,437</u>	

CEDAR HILL INDEPENDENT SCHOOL DISTRICT
STATEMENT OF CHANGES IN NET POSITION
FIDUCIARY FUNDS
For the Year Ended June 30, 2020

Exhibit E-2

	829
	Private
	Purpose Trust
	Fund
Additions	
Local and intermediate sources	\$ 729
Total additions	<u>729</u>
Deductions	
Awards	<u>-</u>
Total deductions	<u>-</u>
Change in Net Position	729
Total Net Position July 1 (Beginning)	<u>45,708</u>
Total Net Position June 30 (Ending)	<u><u>\$ 46,437</u></u>



Note 1 - Summary of Significant Accounting Policies

Cedar Hill Independent School District (the "District") is a public educational agency operating under the applicable laws and regulations of the State of Texas. It is governed by a seven-member Board of Trustees (the "Board") elected by registered voters of the District. The District prepares its basic financial statements in conformity with generally accepted accounting principles promulgated by the Governmental Accounting Standards Board and it complies with the requirements of the appropriate version of the Texas Education Agency's ("TEA") *Financial Accountability System Resource Guide* (the "Resource Guide") and the requirements of contracts and grants of agencies from which it receives funds.

Reporting Entity

The Board is elected by the public and it has the authority to make decisions, appoint administrators and managers, and significantly influence operations. It also has the primary accountability for fiscal matters. Therefore, the District is a financial reporting entity as defined by the Governmental Accounting Standards Board ("GASB") in its Statement No. 14, "The Financial Reporting Entity", as amended by Statements No. 39, "Determining Whether Certain Organizations are Component Units", and No. 61, "The Financial Reporting Entity: Omnibus – an Amendment of GASB Statements No. 14 and No. 34". There are no component units included within the reporting entity.

Government-wide and Fund Financial Statements

The government-wide financial statements (i.e., the Statement of Net Position and the Statement of Activities) report information on all of the non-fiduciary activities of the District. For the most part, the effect of interfund activity has been removed from these statements. Direct expenses are not eliminated from the various functional categories. Interfund services that are provided and used are not eliminated in the process of consolidation. Governmental activities are normally supported by taxes and intergovernmental revenues.

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

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

Measurement Focus, Basis of Accounting, and Financial Statement Presentation

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

Note 1 - Summary of Significant Accounting Policies

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

Governmental fund financial statements are reported using 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, and it recognizes expenditures in the accounting period in which the fund liability is incurred, if measurable, except for unmatured interest and principal on long-term debt, which is recognized when due. The expenditures related to certain compensated absences and claims and judgments are recognized when the obligations are expected to be liquidated with expendable available financial resources.

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, that is, when they are both measurable and available. The District considers them “available” if they will be collected within 60 days of the end of the fiscal year. 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 funds are considered to be earned to the extent of expenditures made under the provisions of the grant. Accordingly, when such funds are received, they are recorded as deferred 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 Private Purpose Trust Fund is accounted for on a flow of economic resources measurement focus and utilizes the accrual basis of accounting. This basis of accounting recognizes revenues in the accounting period in which they are earned and become measurable and expenses in the accounting period in which they are incurred and become measurable. With this measurement focus, all assets and all liabilities associated with the operation of this fund is included on the fund statement of net position. Net position is segregated into net investment in capital assets, restricted net position, and unrestricted net position. The Agency Fund has no measurement focus, but utilizes the accrual basis of accounting for reporting its assets and liabilities.

Fund Accounting

The District reports the following major governmental funds:

Governmental Funds:

- The General Fund - The general fund is the District’s primary operating fund. It accounts for all financial resources except those required to be accounted for in another fund.
- Debt Service Fund - The District accounts for resources accumulated and payments made for principal and interest on long-term general obligation debt of governmental funds in a debt service fund.

Note 1 - Summary of Significant Accounting Policies (continued)

Governmental Funds:(continued)

Additionally, the District reports the following non-major governmental funds:

- Special Revenue Funds - The District accounts for specific revenue sources legally restricted or committed for a specific purpose in a special revenue fund. Most federal and some state financial assistance is accounted for in a special revenue fund and sometimes unused balances must be returned to the grantor at the close of specified project periods.
- Capital Projects Fund - The proceeds from long-term debt financing and revenues and expenditures related to authorized construction and other capital asset acquisitions are accounted for in the capital projects fund.

Fiduciary Funds:

- Private Purpose Trust Fund - The District accounts for donations for which the donor has stipulated that the income may be used for purposes that benefit parties outside the District. The District's private purpose trust fund is for a scholarship fund.
- Agency Fund - The District accounts for resources held for others in a custodial capacity in an agency fund. The District's agency fund is for student activities.

Deposits and Investments

The District's cash and cash equivalents are considered to be cash on hand, demand deposits, and short-term investments with original maturities of three months or less from date of acquisition. Investments for the District are reported at fair value. The District categorizes fair value measurements of its investments based on the hierarchy established by generally accepted accounting principles. 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*.

Due From/Due To Other Funds

Inter-fund receivables and payables arise from inter-fund transactions and are recorded in all affected funds in the period in which transactions are executed in the normal course of operations.

Note 1 - Summary of Significant Accounting Policies (continued)

Capital Assets

Capital assets, which include property, plant, and equipment, are reported in the applicable governmental or business-type activities columns in the government-wide financial statements. Capital assets are defined by the government as assets with an initial individual cost of more than \$5,000 and an estimated useful life in excess of two years. Such assets are recorded at historical cost or estimated historical cost if purchased or constructed. Donated capital assets are recorded at acquisition value at the date of donation.

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.

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

Asset Class	Years
Buildings	50
Building Improvements	15
Vehicles	7
Office Equipment	5
Computer Equipment	5

Vacation and Sick Leave

Vacations are to be taken within the same year they are earned, and any unused days at the end of the year are forfeited. Therefore, no liability has been accrued in the accompanying basic financial statements. Employees of the District are entitled to sick leave based on category/class of employment. Sick leave is allowed to be accumulated but does not vest. Therefore, a liability for unused sick leave has not been recorded in the accompanying basic financial statements.

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 reported as expenses when incurred.

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

Note 1 - Summary of Significant Accounting Policies (continued)

Deferred Outflows/Inflows of Resources

A *deferred outflow of resources* is a consumption of the District'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 District that is applicable to a future reporting period. The District has two items that qualify for reporting in this category:

- 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) changes in actuarial assumptions; 2) differences between expected and actual actuarial experiences and 3) 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 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.
- Deferred outflows of resources for other post-employment benefits ("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 and 2) 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 OPEB liability in the next fiscal year. The deferred outflows resulting from differences between projected and actual earnings on OPEB plan investments will be amortized over a closed five year period. The remaining deferred outflows will be amortized over the expected remaining service lives of all employees (active and inactive employees) that are provided with OPEB through the OPEB plan.

A *deferred inflow of resources* is an acquisition of the District 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 District that is applicable to a future reporting period. The District has four 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. The amounts are deferred and recognized as an inflow of resources in the period that the amounts become available.
- Deferred inflows of resources for refunding - Reported in the government-wide statement of net position, this deferred gain on refunding results from the difference of the carrying value of the refunded debt and its reacquisition price. This amount is deferred and amortized over the shorter of the life of the refunded or refunding debt.

Note 1 - Summary of Significant Accounting Policies (continued)

Deferred Outflows/Inflows of Resources (continued)

- Deferred inflows of resources for pension - reported in the government-wide financial statement of net position, these deferred inflows result primarily from 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 inflows 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 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, these deferred inflows result primarily from 1) changes in actuarial assumptions and 2) differences between expected and actual actuarial experiences. These OPEB-related deferred inflows will be amortized over the expected remaining service lives of all employees (active and inactive employees) that are provided with OPEB through the OPEB benefit plan.

Pensions

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

Other Post-Employment Benefits

The fiduciary net position of the Teacher Retirement System of Texas Care Plan ("TRS Care") 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.

Fund Equity

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

- Nonspendable: This classification includes amounts that cannot be spent because they are either (a) not in spendable form or (b) are legally or contractually required to be maintained intact.

Note 1 - Summary of Significant Accounting Policies (continued)

Fund Equity (continued)

- **Restricted:** This classification includes amounts for which constraints have been placed on the use of the resources either (a) externally imposed by creditors (such as through a debt covenant), grantors, contributors, or laws or regulations of other governments, or (b) imposed by law through constitutional
- **Committed:** This classification includes amounts that can be used only for specific purposes pursuant to constraints imposed by formal action of 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. This classification also includes contractual obligations to the extent that existing resources have been specifically committed for use in satisfying those contractual requirements.
- **Assigned:** This classification includes amounts that are constrained by the District's intent to be used for a specific purpose but are neither restricted nor committed. This intent can be expressed by an official to which the Board of Trustees delegates this authority.
- **Unassigned:** This classification includes amounts that have not been assigned to other funds or restricted, committed or assigned to a specific purpose within 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. When an expenditure is incurred for which committed, assigned, or unassigned fund balances are available, the District considers amounts to have been spent first out of committed funds, then assigned funds, and finally unassigned funds, as needed.

Net Position

Net position represents the differences between assets, deferred outflows, liabilities, and deferred inflows. Net investment in capital assets consists of capital assets, net of accumulated depreciation, reduced by the outstanding balances of any borrowings, used for the acquisition, construction, or improvement of those assets. Net investment in capital assets excludes unspent bond proceeds. Net position is reported as restricted when there are limitations imposed on its use through external grantors, laws, or regulations of other governments.

It is the District's policy to consider restricted net position to have been depleted before unrestricted net position is applied. The order of spending and availability of the fund balance shall be to reduce funds from the listed areas in the following order: restricted, committed, assigned, and unassigned.

Data Control Codes

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

Note 1 - Summary of Significant Accounting Policies (continued)

Encumbrance Accounting

The District employs encumbrance accounting, whereby encumbrances for goods or purchased services are documented by purchase orders and contracts. An encumbrance represents a commitment or Board appropriation related to unperformed contracts for goods and services. The issuance of a purchase order or the signing of a contract creates an encumbrance but does not represent an expenditure for the period; only a commitment to expend resources. Appropriations lapse at June 30 and encumbrances outstanding at that time are either canceled or appropriately provided for in the subsequent year's budget. There were no outstanding encumbrances at year end.

Management's Use of Estimates

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities 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.

The amount of state foundation revenue a school district earns for a year can and does vary until the time when final values for each of the factors in the formula become available. Availability can be as late as midway into the next fiscal year. It is possible that the foundation revenue estimate as of fiscal year-end will change.

Implementation of New Standards

The following GASB pronouncements have been issued but not yet implemented by the District:

GASB Statement No. 97, *Certain Component Unit Criteria, and Accounting and Financial Reporting for Internal Revenue Code Section 457 Deferred Compensation Plans*—an amendment of GASB Statements No. 14 and No. 84, and a supersession of GASB Statement No. 32. It was issued in June 2020, but the requirements in (1) paragraph 4 of this statement as it applies to defined contribution pension plans, defined contribution OPEB plans, and other employee benefit plans and (2) paragraph 5 of this Statement are effective immediately. The requirements in paragraphs 6–9 of this statement are effective for fiscal years beginning after June 15, 2021. Implementation of this Statement is planned for fiscal year 2022.

GASB Statement No. 96, *Subscription-Based Information Technology Arrangements*. This statement was issued in May 2020 and provides guidance on the accounting and financial reporting for subscription-based information technology arrangements (SBITAs) for government end users. This statement (1) defines a SBITA; (2) establishes that a SBITA results in a right-to-use subscription asset—an intangible asset—and a corresponding subscription liability; (3) provides the capitalization criteria for outlays other than subscription payments, including implementation costs of a SBITA; and (4) requires note disclosures regarding a SBITA. To the extent relevant, the standards for SBITAs are based on the standards established in Statement No. 87, *Leases*, as amended. This statement is effective for fiscal years beginning after June 15, 2022, and all reporting periods thereafter. Implementation of this statement is planned for fiscal year 2023.

Note 1 - Summary of Significant Accounting Policies (continued)

Implementation of New Standards (continued)

GASB Statement No. 95, *Postponement of the Effective Dates of Certain Authoritative Guidance*. This statement was issued in March 2020. The primary objective of this statement is to provide temporary relief to governments and other stakeholders in light of the COVID-19 pandemic. That objective is accomplished by postponing the effective dates of certain provisions in statements and implementation guides that first became effective or are scheduled to become effective for periods beginning after June 15, 2018, and later. The requirements of this statement are effective for fiscal years beginning after June 15, 2022, and all reporting periods thereafter. The requirements of this statement are effective immediately.

- Statement No. 83, *Certain Asset Retirement Obligations*
- Statement No. 84, *Fiduciary Activities*
- Statement No. 88, *Certain Disclosures Related to Debt, including Direct Borrowings and Direct Placements*
- Statement No. 89, *Accounting for Interest Cost Incurred before the End of a Construction Period*
- Statement No. 90, *Majority Equity Interests*
- Statement No. 91, *Conduit Debt Obligations*
- Statement No. 92, *Omnibus 2020*
- Statement No. 93, *Replacement of Interbank Offered Rates*
- Implementation Guide No. 2017-3, *Accounting and Financial Reporting for Postemployment Benefits Other Than Pensions (and Certain Issues Related to OPEB Plan Reporting)*
- Implementation Guide No. 2018-1, *Implementation Guidance Update—2018*
- Implementation Guide No. 2019-1, *Implementation Guidance Update—2019*
- Implementation Guide No. 2019-2, *Fiduciary Activities*

The effective dates of the following pronouncements are postponed by 18 months:

- Statement No. 87, *Leases*
- Implementation Guide No. 2019-3, *Leases*

The District plans on implementing GASB No. 84, *Fiduciary Activities* in fiscal year 2021 and GASB No. 87, *Leases* in fiscal year 2022.

Note 2 - Deposits and Investments

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

At June 30, 2020, the carrying amount of the District's cash, savings, and time deposits was \$1,972,637 and the bank balance was \$2,787,117. The depository cash balances were covered by FDIC insurance and by collateral held by the District's agents in the District's name. The District's depository cash balances were properly collateralized at all times during the year.

Note 2 - Deposits and Investments (continued)

The Public Funds Investment Act (Government Code Chapter 2256) contains specific provisions in the areas of investment practices, management reports and establishment of appropriate policies. Among other things, it requires the District to adopt, implement, and publicize an investment policy. That policy must address the following areas: (1) safety of principal and liquidity; (2) portfolio diversification; (3) allowable investments; (4) acceptable risk levels; (5) expected rates of return; (6) maximum allowable stated maturity of portfolio investments; (7) maximum average dollar-weighted maturity allowed based on the stated maturity date for the portfolio; (8) investment staff quality and capabilities; and (9) bid solicitation preferences for certificates of deposit. Statutes authorize the District to invest in (1) obligations of the U.S. Treasury, certain U.S. agencies, and the State of Texas; (2) certificates of deposit; (3) certain municipal securities; (4) money market savings accounts; (5) repurchase agreements; (6) bankers acceptances; (7) mutual funds; (8) investment pools; (9) guaranteed investment contracts; and (10) common trust funds. The Act also requires the District to have independent auditors perform test procedures related to investment practices as provided by the Act. The District is in substantial compliance with the requirements of the Act and with local policies.

In compliance with the Public Funds Investment Act, the District has adopted a deposit and investment policy. That policy addresses the following risks:

- **Custodial Credit Risk - Deposits:** In the case of deposits, this is the risk that, in the event of a bank failure, the District's deposits may not be returned to it. The District's policy regarding types of deposits allowed and collateral requirements is: the depository may be a state bank authorized and regulated under Texas law; a national bank, savings and loan association, or savings bank authorized and regulated by federal law; or a savings and loan association or savings bank organized under Texas law; but shall not be any bank the deposits of which are not insured by the FDIC. The District is not exposed to custodial credit risk for its deposits, as all are covered by depository insurance and pledged securities.
- **Custodial Credit Risk - Investments:** For an investment, this is the risk that, in the event of the failure of the counterparty, the District will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party. The District investments are with the Texas Local Government Investment Pool ("TexPool"), and the Logic Investment Pool ("Logic"). The pools are public funds investment pools created to provide a safe environment for the placement of local government funds in authorized short-term investments. The Texas Comptroller of Public Accounts exercises oversight responsibility over TexPool. Administration of Logic is performed by a Board of Directors, which is an administrative agency created under the Interlocal Act. The District is not exposed to custodial credit risk for its investments.
- **Credit Risk -** This is the risk that a counter party to a deposit or investment transaction will not fulfill its obligations. This is not to be confused with market risk, which is the risk that the fair value of an investment, collateral protecting a deposit, or securities underlying a repurchase agreement, will decline. Market risk is not depicted in this note.

State law and the District's investment policy limits investments in all categories to top ratings issued by nationally recognized statistical rating organizations.

The District has no specific policy relating to the credit risk of investments. However, the District's investment policy requires that the investment portfolio be diversified to avoid incurring undue concentration in securities of one type at one financial institution, so that no single investment or class of investments can have a disproportionate impact on the total portfolio.

Note 2 - Deposits and Investments (continued)

The rating of securities by nationally recognized rating agencies is designed to give an indication of credit risk. The credit quality rating for TexPool at year end was AAAm by Standard & Poor's. The credit quality rating for Logic at year end was AAAm by Moody's Investor Service.

- Interest Rate Risk - This is the risk that changes in interest rates will adversely affect the fair value of an investment. The District manages its exposure to declines in fair values by limiting the weighted average maturity of its investment portfolio to less than one year from the time of purchase. The weighted average maturity for the District's investment in external investment pools is less than 60 days.

To reduce exposure to changes in interest rates that could adversely affect the value of investments, the District uses final and weighted-average maturity limits and diversification. An investment has greater price volatility the longer it takes to mature. As described above, the District concentrates its investment portfolio in short and intermediate term securities to limit market risk caused by changes in interest rates. The District attempts to match its investments with anticipated cash flow requirements.

The District monitors interest rate risk using weighted average maturity and specific identification.

- Foreign Currency Risk - This is the risk that exchange rates will adversely affect the fair value of an investment. The District is not exposed to foreign currency risk.
- Concentration of Credit Risk - This is the risk of loss attributed to the magnitude of the District's investment in a single issuer (i.e., lack of diversification). Concentration risk is defined as position of 5% or more in the securities of a single issuer. Investments issued by the U. S. Government and investments in investment pools are excluded from the 5% disclosure requirement. The District is not exposed to concentration of credit risk.

The District reports its local government investment pools at amortized cost as permitted by GASB Statement No. 79, *Certain External Investment Pools and Pool Participants*. In addition, both Logic and TexPool 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.

The District categorizes its fair value measurements within the fair value hierarchy established by generally accepted accounting principles. GASB Statement No. 72, *Fair Value Measurement and Application* provides a framework for measuring fair value which establishes a three-level fair value hierarchy that describes the inputs that are used to measure assets and liabilities.

- Level 1 inputs are quoted prices (unadjusted) for identical assets or 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.
- Level 3 inputs are unobservable inputs for an asset or liability.

Note 2 - Deposits and Investments (continued)

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. The District presently has no recurring fair value measurements.

The District's temporary investments at June 30, 2020, were as follows:

	<u>Carrying Value</u>	<u>Weighted Average Maturity (Days)</u>
Cash and Deposits:		
Governmental Activities	\$ 1,616,595	
Fiduciary Funds	356,042	
Total Cash and Deposits	<u>1,972,637</u>	
Investments:		
Governmental Activities		
Logic Investment Pool	26,274,879	51
TexPool Investment Pool	170,954	33
First Public Investment Pool	2,114,140	43
Fiduciary Funds		
Logic Investment Pool	44,204	51
Total Investments	<u>28,604,177</u>	<u>50</u>
Total Cash and Investments	<u>\$ 30,576,814</u>	

Note 3 - Property Taxes

Property taxes are considered available when collected within the current period or expected to be collected soon enough thereafter to be used to pay liabilities of the current period. The District levies its taxes on October 1 in conformity with Subtitle E, Texas Property Tax Code. Taxes are due upon receipt of the tax bill and are past due and subject to interest if not paid by February 1 of the period following the October 1 levy date. Taxes are delinquent if not paid by January 31. Delinquent taxes are subject to both penalty and interest charges plus 15% delinquent collection fees for attorney costs after June 30.

The tax rates assessed for the year ended June 30, 2020, to finance General Fund operations and the payment of principal and interest on general obligation long-term debt were \$.9700 and \$0.3360 per \$100 valuation, respectively, for the total of \$1.3060 per \$100 valuation.

Note 3 - Property Taxes (continued)

Total tax collections for the year ended June 30, 2020 were 98.1% of the year end adjusted tax levy. Delinquent taxes are prorated between maintenance and debt service based on rates adopted for the year of the levy. Allowances for uncollectible taxes within the General and Debt Service Funds are based on historical experience in collecting taxes. Uncollectible personal property taxes are periodically reviewed and written off, but the District is prohibited from writing off real property taxes without specific statutory authority from the Texas Legislature. As of June 30, 2020, property taxes receivable, net of estimated uncollectible taxes, totaled \$1,031,183 and \$378,956 for the General and Debt Service Funds, respectively.

Note 4 - Due From and Due to Other Governments

The District participates in a variety of federal and state programs from which it receives grants to partially or fully finance certain activities. In addition, the District receives entitlements from the State through the School Foundation and Per Capita Programs. Amounts due from federal and state governments as of June 30, 2020, are summarized below.

Fund	State Entitlements	Federal Grants	Total
General	\$ 4,050,923	\$ -	\$ 4,050,923
Non-major Governmental	88,151	1,937,664	2,025,815
	<u>\$ 4,139,074</u>	<u>\$ 1,937,664</u>	<u>\$ 6,076,738</u>

Amounts due to federal and state governments as of June 30, 2020, are summarized below.

Fund	State Entitlements	Federal Grants	Total
Debt Service	\$ 27,610	\$ -	\$ 27,610
Non-major Governmental	-	1,068	1,068
	<u>\$ 27,610</u>	<u>\$ 1,068</u>	<u>\$ 28,678</u>

Note 5 - Interfund Activities

Interfund balances consist of short-term lending/borrowing arrangements that result primarily from payroll, and other regularly occurring charges that are paid by the general fund and then charged back to the appropriate fund. Additionally, some lending/borrowing may occur between two or more non-major governmental funds. The composition of interfund balances as of June 30, 2020, is as follows:

Fund	Interfund Receivable	Interfund Payable
General	\$ 1,603,067	\$ -
Non-major Governmental	93,773	1,696,840
	<u>\$ 1,696,840</u>	<u>\$ 1,696,840</u>

Note 5 - Interfund Activities (continued)

Interfund transfers are defined as “flows of assets without equivalent flow of assets in return and without requirement for repayment”. The following is a summary of the District’s transfers for the year ended June 30, 2020. The purpose was to finance capital projects.

Transfers Out	Transfers In	Amount
General Fund	Capital Projects Fund	\$ 425,357

Note 6 - Capital Assets

A summary of changes in capital assets for the year ended June 30, 2020, follows:

	Beginning Balance	Additions	Deletions	Ending Balance
Capital assets, not being depreciated:				
Land	\$ 8,113,983	\$ -	\$ -	\$ 8,113,983
Total Capital assets, not being depreciated	8,113,983	-	-	8,113,983
Capital assets, being depreciated:				
Buildings and improvements	166,985,931	-	-	166,985,931
Furniture and equipment	14,031,034	605,545	-	14,636,579
Total Capital assets, being depreciated	181,016,965	605,545	-	181,622,510
Less accumulated depreciation:				
Buildings and improvements	(63,348,468)	(5,188,083)	-	(68,536,551)
Furniture and equipment	(10,576,125)	(1,355,300)	-	(11,931,425)
Total Accumulated depreciation	(73,924,593)	(6,543,383)	-	(80,467,976)
Governmental (Net) Capital Assets	\$ 115,206,355	\$ (5,937,838)	\$ -	\$ 109,268,517

Depreciation expense has been charged to the following functions in the government-wide statements:

Function	Depreciation Expense
Instruction	\$ 3,338,848
Instructional resources and media services	48,483
Curriculum and staff development	136,782
Instructional leadership	62,408
School leadership	387,048
Guidance, counseling and evaluation services	194,810
Health services	20,140
Student transportation	395,824
Food Services	172,224
Extracurricular activities	227,055
General administration	262,616
Facilities maintenance and operations	852,825
Security and monitoring services	176,457
Data processing services	255,419
Community services	12,444
Total depreciation expense	\$ 6,543,383

Note 7 - Long-Term Liabilities and Debt Service Requirements

The government issues general obligation bonds to provide funds for the acquisition and construction of major capital facilities. General obligation bonds have been issued for governmental activities. General obligation bonds are direct obligations and pledge the full faith and credit of the government.

Bonds are payable solely from future revenues of the Debt Service Fund. The District is in compliance with all significant bond compliance requirements. Other long-term liabilities are generally liquidated with resources of the General Fund. See Note 9 for additional disclosures regarding the defined benefit pension plan and Note 10 for the defined other post-employment benefit plan.

In November 2019, the District issued \$37,164,969 Unlimited Tax Refunding Bonds, Series 2019. Proceeds from the sale of the bonds were used to refund a portion of the District's outstanding debt for debt service savings and to pay for the costs associated with the sale of the bonds. \$3,254,969 in premium capital appreciation bonds mature from February 15, 2020 to February 15, 2028 and bear interest rates ranging from 1.833% to 2.797%. \$33,910,000 in current interest bonds mature from February 15, 2029 to February 2043 and bear interest rates ranging from 2.447% to 3.283%. As a result of the refunding, the interest savings to the District was estimated \$6.7 million.

A summary of changes in long-term liabilities for the year ended June 30, 2020, follows:

	Balance July 1, 2019	Additions	Retirements	Balance June 30, 2020	Due Within One Year
General Obligation Bonds	\$ 108,705,716	\$ 37,164,969	(43,091,274)	\$ 102,779,411	\$ 1,448,785
Premium Capital Appreciation Bonds	19,320,176	4,645,225	(5,599,667)	18,365,734	5,355,933
Total Bonds Payable	128,025,892	41,810,194	(48,690,941)	121,145,145	6,804,718
Accreted Interest on Capital					
Appreciation Bonds	3,849,409	631,587	(839,056)	3,641,940	1,212,251
Premium on Bonds	7,679,153	-	(4,103,461)	3,575,692	-
Loan Payable	1,468,700	-	(129,781)	1,338,919	176,090
Total Long-Term Liabilities	<u>\$ 141,023,154</u>	<u>\$ 42,441,781</u>	<u>\$ (53,763,239)</u>	<u>\$ 129,701,696</u>	<u>\$ 8,193,059</u>

The District's governmental activities' bonds payable at June 30, 2020 consist of the following:

Description	Amount of Original Issue	Interest Rate (%)	Maturity Date	Principal Balance 6/30/2020	Premium CAB	Total Outstanding 6/30/2020
2002 School Building & Refunding	\$ 34,298,816	6.00%	8/15/2032	\$ 3,049,763	\$ -	\$ 3,049,763
2009 School Refunding	5,203,810	4.50%	8/15/2023	739,263	2,197,995	2,937,258
2011 School Refunding	8,744,384	4.00%	2/15/2021	44,890	679,015	723,905
2012-A School Refunding	18,717,683	3.00%	2/15/2029	5,097,608	1,460,656	6,558,264
2013 School Refunding	32,270,000	4.00%	2/15/2033	2,545,000	-	2,545,000
2013-A School Refunding	27,053,973	4.00%	2/15/2034	26,426,153	2,256,864	28,683,017
2013 Qualified School Building	8,940,000	4.00%	2/15/2035	8,940,000	-	8,940,000
2015 Unlimited Tax Refunding	11,819,352	3.00%	8/15/2034	10,929,094	3,257,422	14,186,516
2017 Unlimited Tax Refunding	10,794,957	4.00%	8/15/2025	9,807,180	4,208,353	14,015,533
2019 Unlimited Tax Refunding	37,164,969	3.00%	2/15/2043	35,200,460	4,305,429	39,505,889
				<u>\$ 102,779,411</u>	<u>\$ 18,365,734</u>	<u>\$ 121,145,145</u>

Note 7 - Long-Term Liabilities and Debt Service Requirements (continued)

Debt service requirements for the general obligation bonds are as follows:

Year Ending				
June 30,	Principal	Interest	Total	
2021	\$ 1,448,785	\$ 11,515,068	\$ 12,963,853	
2022	658,457	10,537,596	11,196,053	
2023	4,491,665	6,844,075	11,335,740	
2024	6,035,145	6,089,633	12,124,778	
2025	7,422,561	3,533,117	10,955,678	
2026-2030	17,313,769	36,721,444	54,035,213	
2031-2035	39,424,029	26,734,825	66,158,854	
2036-2040	15,445,000	3,252,787	18,697,787	
2041-2043	10,540,000	699,607	11,239,607	
	<u>102,779,411</u>	<u>105,928,152</u>	<u>\$ 208,707,563</u>	
Reclass of				
Premium CABs	18,365,734	(18,365,734)		
	<u>\$ 121,145,145</u>	<u>\$ 87,562,418</u>		

A capital appreciation bond (“CAB”) is a bond bearing no interest that is sold at a significant discount but matures at its stated value. Accreted interest is the obligation associated with capital appreciation bonds (CABs) and reflects periodic increases in the obligation to reflect it at stated value at maturity. Premium on bonds represents premium received on the issuance of these bonds.

There are a number of limitations and restrictions contained in the general obligation bond indenture. The District is in compliance with all significant limitations and restrictions at June 30, 2020.

Defeasance of Debt

In prior years, the District defeased certain previously issued and outstanding bonds by placing the proceeds of new bonds in an irrevocable trust to provide for all future debt service payments on the old bonds. Accordingly, the trust account assets and the liability for the defeased bonds are not included in the District’s financial statements. As of June 30, 2020, the District did not have any defeased debt outstanding.

Current Year Redemption of General Long-Term Debt

In 2020, the District early redeemed \$2,655,000 of outstanding bonds from the Series 2009 Unlimited Tax Refunding Bonds. The Series 2009 Bonds were scheduled to mature in fiscal years ending 2020 through 2026. The redemption of these bonds resulted in a savings of over \$631,938 in interest.

Loan Payable

In 2019, the District entered into a loan agreement for \$1,468,700 with the Texas Comptroller of Public Accounts through its State Energy Conservation Office. The purpose of the loan was to finance energy efficiency projects. All energy projects have been completed and a final repayment schedule has been determined by the State. The loan will be repaid over 8 years with an annual interest rate of 2%.

Note 7 - Long-Term Liabilities and Debt Service Requirements (continued)

Debt service requirements for the loan payable are as follows:

Year Ending June 30,	Principal	Interest	Total
2021	\$ 176,090	\$ 25,884	\$ 201,974
2022	179,639	22,335	201,974
2023	183,258	18,716	201,974
2024	186,951	15,023	201,974
2025	190,718	11,256	201,974
2026-2028	422,263	11,489	433,752
	<u>\$ 1,338,919</u>	<u>\$ 104,703</u>	<u>\$ 1,443,622</u>

Note 8 - Revenues from Local and Intermediate Sources

During the current period, governmental funds revenues from local and intermediate sources consisted of the following:

	General Fund	Debt Service Fund	Non-major Governmental Funds	Total
Property Taxes	\$ 36,557,016	\$ 12,670,362	\$ -	\$ 49,227,378
Food Sales	-	-	495,400	495,400
Investment Income	360,590	121,488	12,037	494,115
Penalties, Interest and Other				
Tax Related Income	391,561	81,198	-	472,759
Co-curricular student activities	163,357	-	407,024	570,381
Other	347,162	-	18,639	365,801
	<u>\$ 37,819,686</u>	<u>\$ 12,873,048</u>	<u>\$ 933,100</u>	<u>\$ 51,625,834</u>

Note 9 - Defined Benefit Pension Plan Employees' Retirement Plan

Plan Description

The District participates in a cost-sharing multiple-employer defined benefit pension that has a special funding situation. The plan is administered by the Teacher Retirement System of Texas ("TRS"). TRS's defined benefit pension plan is established and administered in accordance with the Texas Constitution, Article XVI, 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.

Note 9 - Defined Benefit Pension Plan Employees' Retirement Plan (continued)

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/Pages/about_archive_cafr.aspx; by writing to TRS at 1000 Red River Street, Austin, TX, 78701-2698; or by calling (800) 223-8778.

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 post-employment benefit changes; including automatic cost-of-living-adjustments ("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.

In May 2019, the 86th Texas legislature approved the TRS Pension Reform Bill (SB12) that provides for gradual contribution increases from the state, participating employers and active employees to make the pension fund actuarially sound. These increases immediately made the pension fund actuarially sound and the legislature approved funding for a 13th check. All eligible members retired as of December 31, 2018 will receive an extra annuity check in September 2019 in either the matching amount of their monthly annuity payment or \$2,000, whichever is less.

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. 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.

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	
	2020	2019
Member (Employee)	7.70%	7.70%
Non-employer contributing agency (State)	7.50%	6.80%
District	7.50%	6.80%

Note 9 - Defined Benefit Pension Plan Employees' Retirement Plan (continued)

Contribution Rates

Contributors to the plan include members, employers and the State of Texas as the only non-employer contributing entity. The State contributes to the plan in accordance with state statutes and the General Appropriations Act (GAA). Contributions for all contributors were as follows:

	Measurement Year (2019)		Fiscal Year (2020)
	Contributions Required and Made	Expense	TRS Contributions
Member (Employee)	\$ 3,643,995	\$ -	\$ 3,607,564
Non-employer contributing agency (State)	2,154,276	5,026,159	2,303,289
District	1,562,749	4,765,479	1,709,816

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.

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

- When employing a retiree of the Teacher Retirement System the employer shall pay both the member contribution and the state contribution as an employment after retirement surcharge.
- When a school district or charter school does not contribute to the Federal Old-Age, Survivors and Disability Insurance ("OASDI") Program for certain employees, they must contribute 1.5% of the state contribution rate for certain instructional or administrative employees; and 100% of the state contribution rate for all other employees.

Note 9 - Defined Benefit Pension Plan Employees' Retirement Plan (continued)

Actuarial Assumptions

The total pension liability in the August 31, 2018 actuarial valuation, rolled forward to August 31, 2019, was determined using the following actuarial assumptions:

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

* 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".

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

Discount Rate

A single discount rate of 7.25 percent was used to measure the total pension liability. The single discount rate was based on the expected rate of return on plan investments of 7.25 percent. The projection of cash flows used to determine this single discount rate assumed that contributions from active members, employers and the nonemployer 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 future benefit payments of current plan members. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the total pension liability.

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

Note 9 - Defined Benefit Pension Plan Employees' Retirement Plan (continued)

Best estimates of geometric real rates of return for each major asset class included in the Systems target asset allocation as of August 31, 2019 are summarized below:

Asset Class	FY 2019 Target Allocation* %	New Target Allocation** %	Long-Term Expected Geometric Real Rate of Return***
Global Equity			
USA	18.00%	18.00%	6.40%
Non-U.S. Developed	13.00%	13.00%	6.30%
Emerging Markets	9.00%	9.00%	7.30%
Directional Hedge Funds	4.00%	0.00%	0.00%
Private Equity	13.00%	14.00%	8.40%
Stable Value			
U.S. Treasuries****	11.00%	16.00%	3.10%
Stable Value Hedge Funds	4.00%	5.00%	4.50%
Real Return			
Global Inflation Linked Bonds*****	3.00%	0.00%	0.00%
Real Assets	14.00%	15.00%	8.50%
Energy and Natural Resources	5.00%	6.00%	7.30%
Risk Parity			
Risk Parity	5.00%	8.00%	5.8%/6.5%*****
Asset Allocation Leverage			
Cash	1.00%	2.00%	2.50%
Asset Allocation Leverage	0.00%	-6.00%	2.70%
Total	100.00%		

* FY 2019 Target Allocation based on the Strategic Asset Allocation dated 10/1/2018.

** New target allocation based on the Strategic Asset Allocation dated 10/1/2019.

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

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

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

Note 9 - Defined Benefit Pension Plan Employees' Retirement Plan (continued)

Discount Rate Sensitivity Analysis

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

	1% Decrease 6.250%	Current Discount Rate 7.250%	1% Increase 8.250%
District's proportional share of the net pension liability	\$ 35,676,606	\$ 23,209,652	\$ 13,109,012

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

At June 30, 2020, the District reported a liability of \$23,209,652 for its proportionate share of the TRS's net pension liability. This liability reflects a reduction for State pension support provided to the District. The amount recognized by the District as its proportionate share of the net pension liability, the related State support, and the total portion of the net pension liability that was associated with the District were as follows:

District's proportionate share of the net pension liability	\$ 23,209,652
State's proportionate share of the net pension liability associated with the District	31,996,244
Total	<u>\$ 55,205,896</u>

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

At August 31, 2019, the District's proportion of the collective net pension liability was .0446% which was a decrease of 0.0006% from its proportion measured as of August 31, 2018.

Changes since the Prior Actuarial Valuation

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

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

Note 9 - Defined Benefit Pension Plan Employees' Retirement Plan (continued)

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

For the year ended June 30, 2020, the District recognized pension expense of \$4,765,479 as well as revenue of \$5,026,159 representing pension expense incurred by the State on-behalf of the District.

At June 30, 2020, the District reported its proportionate share of the TRS's deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual actuarial experience	\$ 97,501	\$ (805,876)
Changes in actuarial assumptions	7,200,774	(2,975,700)
Difference between projected and actual Investment earnings	233,051	-
Changes in proportion and differences between District contributions and proportionate share of contributions	1,881,912	(170,116)
Contributions paid to TRS subsequent to the measurement date	1,430,736	-
Total	<u>\$ 10,843,974</u>	<u>\$ (3,951,692)</u>

The \$1,430,736 reported as 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 year ended June 30, 2021.

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

Year ended June 30	Amount
2021	\$ 1,343,898
2022	1,089,423
2023	1,475,778
2024	1,351,228
2025	426,463
2026	(225,244)
	<u>\$ 5,461,546</u>

Note 10 - Defined Other Post-Employment Benefit Plan

Plan Description

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

OPEB Plan Fiduciary Net Position

Detail information about the TRS-Care's fiduciary net position is available in the separately-issued TRS Comprehensive Annual Financial Report that includes financial statements and required supplementary information. That report may be obtained on the Internet at https://www.trs.texas.gov/Pages/about_archive_cafra.aspx; by writing to TRS at 1000 Red River Street, Austin, TX, 78701-2698; or by calling (512) 542-6592.

Benefits Provided

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

Eligible non-Medicare retirees and their dependents may enroll in TRS-Care Standard, a high-deductible health plan. Eligible Medicare retirees and their dependents may enroll in the TRS-Care Medicare Advantage medical plan and the TRS-Care Medicare Rx prescription drug plan. To qualify for TRS-Care coverage, a retiree must have at least 10 years of service credit in the TRS pension system. The Board of Trustees is granted the authority to establish basic and optional group insurance coverage for participants as well as to amend benefit terms as needed under Chapter 1575.052. There are no automatic postemployment benefit changes; including automatic COLAs.

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

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

*or surviving spouse

Note 10 - Defined Other Post-Employment Benefit Plan (continued)

Contributions

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

Texas Insurance Code, section 1575.202 establishes the state's contribution rate which is 1.25% of the employee's salary. Section 1575.203 establishes the active employee's rate which is 0.75% 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 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.

	2019	2020
Active Employee	0.65%	0.65%
Non-employer Contributing Entity (State)	1.25%	1.25%
District	0.75%	0.75%
Federal/Private Funding Remitted by District	1.25%	1.25%

In addition to the District 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.

Contributions and OPEB expense for all contributors were as follows:

	Measurement Year (2019)		Fiscal Year (2020)
	Contributions Required and Made	Expense	TRS Contributions
Member (Employee)	\$ 307,611	\$ -	\$ 304,535
Non-employer contributing agency (State)	533,883	937,653	881,582
District	401,810	940,821	406,675

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

In addition, \$230,756,971 was transferred to TRS to pay for TRS-Care during the 86th Legislative Session, House Bill 1. GASB Statement No. 85 requires that an on-behalf payment is recorded for the districts proportionate share. The proportionate share was determined using the GASB Statement No. 75 TRS-Care proportionate share allocation. For the year ended June 30, 2020, the District recorded an expenditure for their proportionate share of the funds along with the corresponding revenue of \$130,643.

Note 10 - Defined Other Post-Employment Benefit Plan (continued)

Actuarial Assumptions

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

The actuarial valuation of TRS-Care is similar to the actuarial valuations performed for the pension plan, except that the OPEB valuation is more complex. All of the demographic assumptions, including rates of retirement, termination, and disability, and most of the economic assumptions, including general inflation, salary increases, and general payroll growth, used in this 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.

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 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).

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

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

The initial medical trend rates were 10.25 percent for Medicare retirees and 7.50 percent for non-Medicare retirees. There was an initial prescription drug trend rate of 10.25 percent for all retirees. The initial trend rates decrease to an ultimate trend rate of 4.50 percent over a period of 13 years.

Note 10 - Defined Other Post-Employment Benefit Plan (continued)

Actuarial Assumptions

Additional Actuarial Methods and Assumptions

Valuation Date	August 31, 2018, rolled forward to August 31, 2019
Actuarial Cost Method	Individual Entry Age Normal
Inflation	2.30%
Single Discount Rate*	2.63% as of August 31, 2019
Aging Factors	Based on plan specific experience Normal Retirement: 65% participation prior to age 65 and 50% participation after age 65. 25% of pre-65 retirees are assumed to discontinue coverage at age 65
Election Rates	
Expenses	Third-party administrative expenses related to the delivery of health care benefits are included in the age-adjusted claims costs.
Salary Increases	3.05% to 9.05%, including inflation Normal Retirement: 65% participation prior to age 65 and 50% participation after age 65. 25% of pre-65 retirees are assumed to discontinue coverage at age 65
Election Rates	
Ad hoc post-employment benefit changes	None

In this valuation the impact of the Cadillac Tax has been calculated as a portion of the trend assumption. Assumptions and methods used to determine the impact of the Cadillac Tax include:

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

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

Note 10 - Defined Other Post-Employment Benefit Plan (continued)

Discount Rate

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

Sensitivity of the Net OPEB Liability

Discount Rate

The following presents the District’s proportional share of the net OPEB liability of the plan using the discount rate for 20-year, tax-exempt general obligation municipal bonds with an average rating of AA/Aa or higher, as well as what the net OPEB liability would be if it were calculated using a discount rate that is one-percentage point lower (1.63%) or one-percentage point higher (3.63%) than the AA/Aa rate:

Sensitivity of the Net OPEB Liability to the Single Discount Rate Assumptions

1% Decrease in Discount Rate (1.63%)	Current Single Discount Rate (2.63%)	1% Increase in Discount Rate (3.63%)
\$ 32,324,738	\$ 26,773,940	\$ 22,431,548

Healthcare Cost Trend Rates

The following presents the District’s proportional share of the net OPEB liability of the plan using the assumed healthcare cost trend rate, as well as what the net OPEB liability would be if it were calculated using a trend rate that is one-percentage point lower or one-percentage point higher than the assumed healthcare cost trend rate:

Sensitivity of the Net OPEB Liability to the Healthcare Cost Trend Rate Assumptions

1% Decrease	Current Healthcare Cost Trend Rate	1% Increase
\$ 21,841,242	\$ 26,773,940	\$ 33,381,493

Note 10 - Defined Other Post-Employment Benefit Plan (continued)

OPEB Liability

At June 30, 2020, the District reported a liability of \$26,773,940 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	\$ 26,773,940
State's proportionate share that is associated	
with (employer)	35,576,579
Total	<u>\$ 62,350,519</u>

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

At August 31, 2018 the District's proportion of the collective Net OPEB Liability was 0.0566% which was an increase of 0.0007% from its proportion measured as of August 31, 2018.

Changes Since the Prior Actuarial Valuation

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

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

For the year ended June 30, 2020, the District recognized OPEB expense of \$940,820, as well as revenue of \$937,653 representing OPEB expense incurred by the State on behalf of the District.

Note 10 - Defined Other Post-Employment Benefit Plan (continued)

Deferred Outflows of Resources and Deferred Inflows of Resources Related to OPEBs

At June 30, 2019, 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 actuarial experience	\$ 1,313,489	\$ (4,381,272)
Changes in actuarial assumptions	1,487,084	(7,201,533)
Difference between projected and actual Investment earnings	2,888	-
Changes in proportion and differences between District contributions and proportionate share of contributions	1,559,436	-
Contributions paid to TRS subsequent to the measurement date	354,044	-
Total	<u>\$ 4,716,941</u>	<u>\$ (11,582,805)</u>

The \$354,044 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, 2021.

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

Year ended June 30	OPEB Expense Amount
2021	\$ (1,263,057)
2022	(1,263,057)
2023	(1,263,992)
2024	(1,264,527)
2025	(1,264,380)
Thereafter	(900,895)
	<u>\$ (7,219,908)</u>

Medicare Part D

The Medicare Prescription Drug, Improvement, and Modernization Act of 2003 established prescription drug coverage for Medicare beneficiaries known as Medicare Part D. Under Medicare Part D, TRS-Care retiree drug subsidy payments from the federal government to offset certain prescription drug expenditures for eligible TRS-Care participants. For the years ended June 30, 2020, 2019 and 2018, the subsidy payments received by TRS-Care on behalf of the District were \$200,801, \$174,546, and \$205,735, respectively. These payments are recorded as equal revenues and expenditures in the governmental funds financial statement of the District.

Note 11 - Risk Management

The District is exposed to various risks of loss related to torts; theft of, damage to and destruction of assets; errors and omissions; injuries to employees; and natural disasters. During fiscal year 2019, the District purchased commercial insurance to cover general liabilities. There were no significant reductions in coverage in the past fiscal year, and there were no settlements exceeding insurance coverage for each of the past three fiscal years.

Litigation and Contingencies

The District is a party to various legal actions none of which is believed by administration to have a material effect on the financial condition of the District. Accordingly, no provision for losses has been recorded in the accompanying combined financial statements for such contingencies. The District participates in numerous state and federal grant programs which are governed by various rules and regulations of the grantor agencies. Costs charged to the respective grant programs are subject to audit and adjustment by the grantor agencies; therefore, to the extent that the District has not complied with the rules and regulations governing the grants, if any, refunds of any money received may be required and the collectability of any related receivable at June 30, 2020 may be impaired. In the opinion of the District, there are no significant contingent liabilities relating to compliance with the rules and regulations governing the respective grants; therefore, no provision has been recorded in the accompanying combined financial statements for such contingencies.

Health Care Coverage

For the year ended June 30, 2020, employees of the District were covered through TRS-Active Care which is the statewide health plan for public education employees established by the 77th Texas Legislature and is a fully insured plan administered by Blue Cross and Blue Shield of Texas. The District paid premiums to the plan of \$225 per month per professional employee and \$241 per month per support paraprofessional and auxiliary employee. Employees, at their option, authorized payroll withholdings to pay contributions or premiums for dependents. Financial statements for Blue Cross Blue Shield are available, filed with the Texas State Board of Insurance, Austin, Texas, and are public records.

Note 12 - Deficit Fund Balance

As of June 30, 2020, the State Textbook Fund had a deficit unassigned fund balance of \$32,785. The deficit balance will be eliminated in the following fiscal year.

Note 13 - Subsequent Event

On January 31, 2020, the Secretary of the United States Health and Human Services Department declared a public health emergency for the United States and on March 13, 2020, the President of the United States declared the outbreak of COVID-19 in the United States a national emergency. On March 13, 2020, the Governor of Texas (the “Governor”) declared a state of disaster for all counties in Texas in response to the COVID-19, which disaster declaration he has subsequently extended. In addition, certain local officials, including the County Judge of Harris County, also declared a local state of disaster.

The Texas Education Agency (TEA) will institute the Average Daily Attendance (ADA) hold harmless for the first two six-week attendance reporting periods as follows: if a Local Education Agency’s (LEA) Refined ADA counts during those first two six-week reporting periods are less than the ADA hold harmless projections (described in the paragraph below), the first two six-week attendance reporting periods for 2020–2021 will be excluded from the calculation of ADA and student full-time equivalents (FTE) for Foundation School Program (FSP) funding purposes and will be replaced with the ADA hold harmless projections. For purposes of the hold harmless calculation, TEA will not consider each six weeks attendance period independent of each other. TEA will replace attendance numbers for each eligible LEA’s 2020-2021 first two six-week attendance periods with projected ADA and student FTE numbers calculating using a three-year average trend of final numbers from the 2017-2018 through the 2019-2020 school years, unless this projection is both 15% higher and 100 ADA higher than the 2020-2021 Legislative Planning Estimate (LPE) projections. In the latter case, 2020-2021 LPE counts will be used.

The full extent of the ongoing impact of COVID-19 on the District’s 2020-21 fiscal year and longer-term operational and financial performance will depend on future developments, many of which are outside of its control, including the effectiveness of the mitigation strategies related to COVID-19, the duration and spread of COVID-19, and future governmental actions, all of which are highly uncertain and cannot be predicted.

REQUIRED SUPPLEMENTARY INFORMATION

CEDAR HILL INDEPENDENT SCHOOL DISTRICT
BUDGETARY COMPARISON SCHEDULE
GENERAL FUND
For the Year Ended June 30, 2020

Exhibit G-1

Data Control Codes		Budgeted Amounts			Variance with Final Budget Positive (Negative)
		Original	Final	Actual	
Revenues					
5700	Local and intermediate sources	\$ 37,792,724	\$ 38,067,278	\$ 37,819,686	\$ (247,592)
5800	State program revenues	28,910,018	27,793,112	28,193,666	400,554
5900	Federal program revenues	500,000	700,000	797,318	97,318
5020	Total revenues	67,202,742	66,560,390	66,810,670	250,280
Expenditures					
Current:					
0011	Instruction	35,565,710	34,836,341	34,858,135	(21,794)
0012	Instructional resources and media services	715,155	724,642	712,440	12,202
0013	Curriculum and staff development	1,577,299	1,560,103	1,344,875	215,228
0021	Instructional leadership	919,640	830,441	787,420	43,021
0023	School leadership	4,822,359	4,511,340	4,388,689	122,651
0031	Guidance, counseling and evaluation services	2,489,506	2,458,847	2,305,344	153,503
0033	Health services	843,156	853,915	769,224	84,691
0034	Student transportation	3,170,091	2,692,537	2,401,460	291,077
0035	Food services	10,000	35,000	26,548	8,452
0036	Extracurricular activities	2,210,538	2,129,609	2,035,488	94,121
0041	General administration	3,164,834	3,503,244	3,323,139	180,105
0051	Facilities maintenance and operations	8,211,264	7,520,221	7,182,135	338,086
0052	Security and monitoring services	1,636,484	1,640,240	1,483,510	156,730
0053	Data processing services	1,374,714	1,347,180	1,244,550	102,630
0061	Community services	141,317	155,385	150,160	5,225
Debt Service:					
0071	Principal on long-term debt	170,000	158,300	129,781	28,519
Intergovernmental:					
0093	Payments to Member Districts of SSA	153,518	190,518	190,251	267
0095	Payments to Juvenile Justice Alternative Ed. Program	20,000	20,000	3,228	16,772
0097	Payments to Tax Increment Fund	769,000	846,108	846,108	-
0099	Other intergovernmental charges	175,100	175,100	159,863	15,237
6030	Total Expenditures	68,149,685	66,210,771	64,364,047	1,846,724
1100	Excess (deficiency) of revenues over expenditures	(946,943)	349,619	2,446,623	2,097,004
Other Financing Sources (Uses)					
8911	Transfers Out	-	-	(425,357)	(425,357)
7080	Total other financing sources and uses	-	-	(425,357)	(425,357)
1200	Net change in fund balances	(946,943)	349,619	2,021,266	1,671,647
0100	Fund balances - beginning	16,947,102	16,947,102	16,947,102	-
3000	Fund balances - ending	\$ 16,000,159	\$ 17,296,721	\$ 18,968,368	\$ 1,671,647

Budgets

The Board of Trustees adopts an “appropriated budget” for the General Fund, Debt Service Fund and the Child Nutrition Program, which is reported as a nonmajor governmental fund. The District is required to present the adopted and final amended budgeted revenues and expenditures for each of these funds. The District compares the final amended budget to actual revenues and expenditures. The General Fund Budget report appears in Exhibit G-1 and the other two reports are in Exhibits H-3 and H-4.

The following procedures were followed in establishing the budgetary data reflected in the basic financial statements:

1. Prior to June 29, the District prepared a budget for the next succeeding fiscal year beginning July 1. The operating budget included proposed expenditures and the means of financing them.
2. A meeting of the Board was 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. Amendments are presented to the Board at its regular meetings. Each amendment must have Board approval. As required by law, such amendments are made before the fact, are reflected in the official minutes of the Board and are not made after fiscal year end. The budget was properly amended throughout the period by the Board of Trustees.

Each budget is controlled by the budget coordinator at the revenue and expenditure function/object level. Budgeted amounts are as amended by the Board. All budget appropriations lapse at year end.

Excess of expenditures over appropriations

For the year ended June 30, 2020, expenditures exceeded appropriations in the following function.

Instruction	\$ 21,794
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CEDAR HILL INDEPENDENT SCHOOL DISTRICT
SCHEDULE OF THE DISTRICT'S PROPORTIONATE SHARE
OF THE NET PENSION LIABILITY
Teacher Retirement System of Texas
Last Six Measurement Years

Exhibit G-3

	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>
District's proportion of the net pension liability	0.0446%	0.0452%	0.0429%	0.0407%
District's proportionate share of the net pension liability	\$ 23,209,652	\$ 24,868,660	\$ 13,730,917	\$ 15,395,469
State's proportionate share of the net pension liability associated with the District	31,996,244	33,343,438	20,485,368	25,809,156
Total	<u>\$ 55,205,896</u>	<u>\$ 58,212,098</u>	<u>\$ 34,216,285</u>	<u>\$ 41,204,625</u>
District's covered payroll (for Measurement Year)	\$ 47,324,619	\$ 45,082,821	\$ 43,932,499	\$ 42,869,576
District's proportionate share of the net pension liability as a percentage of it's covered-employee payroll	49.0%	55.2%	31.3%	35.9%
Plan fiduciary net position as a percentage of the total pension liability *	75.24%	73.74%	82.17%	78.00%
Plan's net pension liability as a percentage of covered payroll *	114.93%	126.11%	75.93%	92.75%
	<u>2015</u>	<u>2014</u>		
District's proportion of the net pension liability	0.0408%	0.0307%		
District's proportionate share of the net pension liability	\$ 14,438,694	\$ 8,201,703		
State's proportionate share of the net pension liability associated with the District	23,824,437	22,079,559		
Total	<u>\$ 38,263,131</u>	<u>\$ 30,281,262</u>		
District's covered payroll (for Measurement Year)	\$ 39,799,244	\$ 41,758,584		
District's proportionate share of the net pension liability as a percentage of it's covered-employee payroll	36.3%	19.6%		
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.

* Per Teachers Retirement System of Texas' Comprehensive Annual Financial Report

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

CEDAR HILL INDEPENDENT SCHOOL DISTRICT
SCHEDULE OF THE DISTRICT'S PENSION CONTRIBUTIONS
Teacher Retirement System of Texas
Last Six Fiscal Years

Exhibit G-4

	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>
Contractually required contributions	\$ 1,709,816	\$ 1,554,144	\$ 1,487,916	\$ 1,385,663
Contributions in relation to the contractual required contributions	<u>1,709,816</u>	<u>1,554,144</u>	<u>1,487,916</u>	<u>1,385,663</u>
Contribution deficiency (excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
District's covered payroll	\$ 46,851,466	\$ 47,410,724	\$ 44,311,335	\$ 44,033,996
Contributions as a percentage of covered payroll	3.65%	3.28%	3.36%	3.15%
	<u>2016</u>	<u>2015</u>		
Contractually required contributions	\$ 1,278,112	\$ 1,020,145		
Contributions in relation to the contractual required contributions	<u>1,278,112</u>	<u>1,020,145</u>		
Contribution deficiency (excess)	<u>\$ -</u>	<u>\$ -</u>		
District's covered payroll	\$ 42,356,097	\$ 39,833,270		
Contributions as a percentage of covered employee payroll	3.02%	2.56%		

Note: Ten years of data should be presented in this schedule but data is unavailable prior to 2015.

Changes of Assumptions

Assumptions, methods, and plan changes which are specific to the Pension Trust Fund were updated from the prior year's report. The net pension liability increased significantly since the prior measurement date due to a change in the following actuarial assumptions:

- The single discount rate as of August 31, 2018 was a blended rate of 6.907 percent and that has changed to
- the long-term rate of return of 7.25 percent as of August 31, 2019.
- With the enactment of SB 3 by the 2019 Texas Legislature, an assumption has been made about how this would impact future salaries. It is assumed that eligible active members will each receive a \$2,700 increase in fiscal year 2020. This is in addition to the salary increase expected based on the actuarial assumptions.

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.

CEDAR HILL INDEPENDENT SCHOOL DISTRICT
SCHEDULE OF THE DISTRICT'S PROPORTIONATE SHARE
OF THE NET OPEB LIABILITY
Teacher Retirement System of Texas
Last Three Measurement Years

Exhibit G-6

	2019	2018	2017
District's proportion of the net OPEB liability	0.0566%	0.0559%	0.0535%
District's proportionate share of the net OPEB liability	\$ 26,773,940	\$ 27,892,122	\$ 23,256,687
State's proportionate share of the net OPEB liability associated with the District	35,576,579	38,728,856	34,540,286
Total	<u>\$ 62,350,519</u>	<u>\$ 66,620,978</u>	<u>\$ 57,796,973</u>
District's covered payroll (for Measurement Year)	\$ 47,324,619	\$ 45,082,821	\$ 43,932,499
District's proportionate share of the net OPEB liability as a percentage of it's covered payroll	56.6%	61.9%	52.9%
Plan fiduciary net position as a percentage of the total OPEB liability *	2.66%	1.57%	0.91%
Plan's net OPEB liability as a percentage of covered payroll *	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 7

* Per Teachers Retirement System of Texas' Comprehensive Annual Financial Report

Note: Ten years of data should be presented in this schedule but data is unavailable prior to 2017. Net OPEB liability and related ratios will be presented prospectively as data becomes available.

CEDAR HILL INDEPENDENT SCHOOL DISTRICT
SCHEDULE OF THE DISTRICT'S OPEB CONTRIBUTIONS
Teacher Retirement System of Texas
Last Six Fiscal Years

Exhibit G-7

	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>
Contractually required contributions	\$ 406,675	\$ 418,830	\$ 366,592	\$ 278,262
Contributions in relation to the contractual required contributions	<u>406,675</u>	<u>418,830</u>	<u>366,592</u>	<u>278,262</u>
Contribution deficiency (excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
District's covered payroll	\$ 46,851,466	\$ 47,410,724	\$ 44,311,335	\$ 44,033,996
Contributions as a percentage of covered payroll	0.87%	0.88%	0.83%	0.63%
	<u>2016</u>	<u>2015</u>		
Contractually required contributions	\$ 232,959	\$ 218,896		
Contributions in relation to the contractual required contributions	<u>232,959</u>	<u>218,896</u>		
Contribution deficiency (excess)	<u>\$ -</u>	<u>\$ -</u>		
District's covered payroll	\$ 42,356,097	\$ 39,833,270		
Contributions as a percentage of covered payroll	0.55%	0.55%		

Note: Ten years of data should be presented in this schedule but data is unavailable prior to 2015.

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

Changes in Benefit Terms

Effective January 1, 2018, only one health plan option will exist (instead of three), and all retirees will be required to contribute monthly premiums for coverage. The health plan changes triggered changes to several of the assumptions, including participation rates, retirement rates, and spousal participation rates. This change in plan benefits significantly lowered the OPEB liability and had an immediate effect on the OPEB expenses recognized by participating entities.

The 85th Legislature, Regular Session, passed the following statutory changes in House Bill 3976 which became effective on September 1, 2017:

- Created a high-deductible health plan that provides a zero cost for generic prescriptions for certain preventive drugs and provides a zero premium for disability retirees who retired as a disability retiree on or before January 1, 2017 and are not eligible to enroll in Medicare
- Created a single Medicare Advantage plan and Medicare prescription drug plan for all Medicare-eligible participants
- Allowed the System to provide other, appropriate health benefit plans to address the needs of enrollees eligible for Medicare.
- Allowed eligible retirees and their eligible dependents to enroll in TRS-Care when the retiree reaches 65 years of age, rather than waiting for the next enrollment period
- Eliminated free coverage under TRS-Care, except for certain disability retirees enrolled during Plan Years 2018 through 2021, requiring members to contribute \$200 per month toward their health insurance premiums



OTHER SUPPLEMENTARY INFORMATION

Nonmajor Governmental Funds

Special Revenue Funds

The Special Revenue Funds are used to account for the proceeds of specific revenue sources that are legally restricted to expenditures for particular purposes. Most, but not all, of these funds must be applied for through the Standard Application System (SAS).

Programs accounted for in the Special Revenue Funds include:

ESEA Title I, Part A - Improving Basic Programs

Improving Basic Programs: funds used to enable schools to provide opportunities for children served to acquire the knowledge and skills contained in the challenging State content standards and to meet State performance standards for all children. 1003(a) Priority and Focus School: funds provide supplemental funds to Title I campuses.

IDEA - Part B, Formula

Funds granted to operate educational programs for children with disabilities.

IDEA - Part B, Preschool

Funds granted for preschool children with disabilities.

Child Nutrition Program

Funds used to account for allowable expenditures as determined under the National School Breakfast and Lunch Program for the operation and improvement of Child Nutrition programs.

Career and Technical - Basic Grant

Funds used to provide career and technology education to develop new and/or improved marketable skills for paid and unpaid employment.

ESEA II, A Training and Recruiting

Funds for increasing student academic achievement through improving teacher and principal quality.

ESEA III, A English Language Acquisition

Gear Up

GEAR UP stands for Gaining Early Awareness and Readiness for Undergraduate Programs. The funds follow all current seventh- and eighth-grade students through their first year of college to help them improve academic achievement, and ensure high school graduation and college enrollment. The funds are used to serve scholar, parent, and staff development.

Nonmajor Governmental Funds

Special Revenue Funds

Emergency Impact Aid to LEAs

Funds used to reimburse the District for costs incurred as a result of educating students displaced in those areas for which a major disaster or emergency is declared.

Other Federal Special Revenue Funds

Funds used to provide opportunities for academic enrichment and offer students a broad array of additional services, programs, and activities that are designed to reinforce and compliment the regular academic program.

State Supplement - Visually Impaired

Funds for the regional plan for students with visual impairments using orientation and mobility.

State Textbook Fund

Funds for the purchase of instructional materials, technological equipment, and technology related services. This follows the discontinuation of the State Technology Allotment.

State Funded Special Revenue Funds

High Quality Prekindergarten: Funds provide supplemental funding to districts and charter schools to implement new or enhance existing prekindergarten programs in addition to the half-day Foundation School Program funding that is already received for each eligible four-year-old prekindergarten student.

Campus Activity Funds

Funds to account for transactions related to a principal's activity fund.

Education Foundation

Locally funded grants by the Cedar Hill ISD Education Foundation.

Capital Projects Fund

The proceeds from long-term debt financing and revenues and expenditures related to authorized construction and other capital asset acquisitions are accounted for in the capital projects fund.

CEDAR HILL INDEPENDENT SCHOOL DISTRICT
COMBINING BALANCE SHEET
ALL NONMAJOR GOVERNMENTAL FUNDS
June 30, 2020

Exhibit H-1
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Data Control Codes		211	224	225	240
		ESEA I, A Improving Basic Program	IDEA - Part B Formula	IDEA - Part B Preschool	Child Nutrition Program
	Assets				
1110	Cash and temporary investments	\$ -	\$ -	\$ -	\$ 706,726
	Receivables:				
1240	Receivables from other governments	229,400	219,922	25,908	42,645
1260	Due from other funds	-	-	-	82,438
1000	Total Assets	<u>\$ 229,400</u>	<u>\$ 219,922</u>	<u>\$ 25,908</u>	<u>\$ 831,809</u>
	Liabilities and Fund Balance				
	Liabilities:				
	Current Liabilities:				
2110	Accounts payable	\$ 6,610	\$ -	\$ -	\$ 128,704
2160	Accrued wages payable	127,290	169,656	4,242	13,305
2170	Due to other funds	95,500	50,266	21,666	-
2180	Due to other governments	-	-	-	-
2300	Deferred revenues	-	-	-	-
2000	Total Liabilities	<u>229,400</u>	<u>219,922</u>	<u>25,908</u>	<u>142,009</u>
	Fund Balance:				
	Restricted:				
3450	Grants	-	-	-	689,800
	Committed:				
3530	Capital expenditures for equipment	-	-	-	-
3545	Campus activity funds	-	-	-	-
3600	Unassigned	-	-	-	-
3000	Total Fund Balances	<u>-</u>	<u>-</u>	<u>-</u>	<u>689,800</u>
4000	Total Liabilities and Fund Balances	<u>\$ 229,400</u>	<u>\$ 219,922</u>	<u>\$ 25,908</u>	<u>\$ 831,809</u>

CEDAR HILL INDEPENDENT SCHOOL DISTRICT
COMBINING BALANCE SHEET
ALL NONMAJOR GOVERNMENTAL FUNDS
June 30, 2020

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		244	255	263	266	274
Data Control Codes		Career and Technical Basic Grant	ESEA II, A Training and Recruiting	ESEA III, A English Lang. Acquisition	CARES Act - ESSER	Gear Up
	Assets					
1110	Cash and temporary investments	\$ 1,068	\$ -	\$ -	\$ -	\$ -
	Receivables:					
1240	Receivables from other governments	-	47,648	10,019	1,225,313	49,971
1260	Due from other funds	-	-	-	-	-
1000	Total Assets	<u>\$ 1,068</u>	<u>\$ 47,648</u>	<u>\$ 10,019</u>	<u>\$ 1,225,313</u>	<u>\$ 49,971</u>
	Liabilities and Fund Balance					
	Liabilities:					
	Current Liabilities:					
2110	Accounts payable	\$ -	\$ 4,217	\$ -	\$ -	\$ 2,499
2160	Accrued wages payable	-	-	-	-	-
2170	Due to other funds	-	43,431	10,019	1,225,313	47,472
2180	Due to other governments	1,068	-	-	-	-
2300	Deferred revenues	-	-	-	-	-
2000	Total Liabilities	<u>1,068</u>	<u>47,648</u>	<u>10,019</u>	<u>1,225,313</u>	<u>49,971</u>
	Fund Balance:					
	Restricted:					
3450	Grants	-	-	-	-	-
	Committed:					
3530	Capital expenditures for equipment	-	-	-	-	-
3545	Campus activity funds	-	-	-	-	-
3600	Unassigned	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
3000	Total Fund Balances	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
4000	Total Liabilities and Fund Balances	<u>\$ 1,068</u>	<u>\$ 47,648</u>	<u>\$ 10,019</u>	<u>\$ 1,225,313</u>	<u>\$ 49,971</u>

CEDAR HILL INDEPENDENT SCHOOL DISTRICT
COMBINING BALANCE SHEET
ALL NONMAJOR GOVERNMENTAL FUNDS
June 30, 2020

Exhibit H-1
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Data Control Codes		286	289	385	410
		Emergency Impact Aid to LEAs	Other Federal Special Revenue Funds	State Supplement - Visually Impaired	State Textbook Fund
	Assets				
1110	Cash and temporary investments	\$ 430	\$ 2,946	\$ 1,260	\$ -
	Receivables:				
1240	Receivables from other governments	-	86,838	-	10,744
1260	Due from other funds	-	-	-	-
1000	Total Assets	<u>\$ 430</u>	<u>\$ 89,784</u>	<u>\$ 1,260</u>	<u>\$ 10,744</u>
	Liabilities and Fund Balance				
	Liabilities:				
	Current Liabilities:				
2110	Accounts payable	\$ -	\$ -	\$ -	\$ -
2160	Accrued wages payable	-	9,956	-	-
2170	Due to other funds	-	79,828	-	43,529
2180	Due to other governments	-	-	-	-
2300	Deferred revenues	-	-	-	-
2000	Total Liabilities	<u>-</u>	<u>89,784</u>	<u>-</u>	<u>43,529</u>
	Fund Balance:				
	Restricted:				
3450	Grants	430	-	1,260	-
	Committed:				
3530	Capital expenditures for equipment	-	-	-	-
3545	Campus activity funds	-	-	-	-
3600	Unassigned	-	-	-	(32,785)
3000	Total Fund Balances	<u>430</u>	<u>-</u>	<u>1,260</u>	<u>(32,785)</u>
4000	Total Liabilities and Fund Balances	<u>\$ 430</u>	<u>\$ 89,784</u>	<u>\$ 1,260</u>	<u>\$ 10,744</u>

CEDAR HILL INDEPENDENT SCHOOL DISTRICT
COMBINING BALANCE SHEET
ALL NONMAJOR GOVERNMENTAL FUNDS
June 30, 2020

Exhibit H-1
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Data Control Codes		429 State Funded Special Revenue Funds	461 Campus Activity Funds	462 Education Foundation	Total Special Revenue Funds
	Assets				
1110	Cash and temporary investments	\$ -	\$ 179,705	\$ 16,163	\$ 908,298
	Receivables:				
1240	Receivables from other governments	77,407	-	-	2,025,815
1260	Due from other funds	11,335	-	-	93,773
1000	Total Assets	<u>\$ 88,742</u>	<u>\$ 179,705</u>	<u>\$ 16,163</u>	<u>\$ 3,027,886</u>
	Liabilities and Fund Balance				
	Liabilities:				
	Current Liabilities:				
2110	Accounts payable	\$ -	\$ 1,262	\$ -	\$ 143,292
2160	Accrued wages payable	-	-	-	324,449
2170	Due to other funds	-	-	-	1,617,024
2180	Due to other governments	-	-	-	1,068
2300	Deferred revenues	64,000	-	-	64,000
2000	Total Liabilities	<u>64,000</u>	<u>1,262</u>	<u>-</u>	<u>2,149,833</u>
	Fund Balance:				
	Restricted:				
3450	Grants	24,742	-	16,163	732,395
	Committed:				
3530	Capital expenditures for equipment	-	-	-	-
3545	Campus activity funds	-	178,443	-	178,443
3600	Unassigned		-	-	(32,785)
3000	Total Fund Balances	<u>24,742</u>	<u>178,443</u>	<u>16,163</u>	<u>878,053</u>
4000	Total Liabilities and Fund Balances	<u>\$ 88,742</u>	<u>\$ 179,705</u>	<u>\$ 16,163</u>	<u>\$ 3,027,886</u>

CEDAR HILL INDEPENDENT SCHOOL DISTRICT
COMBINING BALANCE SHEET
ALL NONMAJOR GOVERNMENTAL FUNDS
June 30, 2020

Exhibit H-1
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Data Control Codes		Capital Projects	Total Nonmajor Governmental Funds
	Assets		
1110	Cash and temporary investments	\$ 542,833	\$ 1,451,131
	Receivables:		
1240	Receivables from other governments	-	2,025,815
1260	Due from other funds	-	93,773
1000	Total Assets	\$ 542,833	\$ 3,570,719
	Liabilities and Fund Balance		
	Liabilities:		
	Current Liabilities:		
2110	Accounts payable	\$ -	\$ 143,292
2160	Accrued wages payable	-	324,449
2170	Due to other funds	79,816	1,696,840
2180	Due to other governments	-	1,068
2300	Deferred revenues		64,000
2000	Total Liabilities	79,816	2,229,649
	Fund Balance:		
	Restricted:		
3450	Grants	-	732,395
	Committed:		
3530	Capital expenditures for equipment	463,017	463,017
3545	Campus activity funds	-	178,443
3600	Unassigned	-	(32,785)
3000	Total Fund Balances	463,017	1,341,070
4000	Total Liabilities and Fund Balances	\$ 542,833	\$ 3,570,719

CEDAR HILL INDEPENDENT SCHOOL DISTRICT
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCE - ALL NONMAJOR GOVERNMENTAL FUNDS
For the Year Ended June 30, 2020

Exhibit H-2
Page 1 of 5

		211	224	225	240
Data Control Codes		ESEA I, A Improving Basic Program	IDEA - Part B Formula	IDEA - Part B Preschool	Child Nutrition Program
	Revenues				
5700	Local, intermediate, and out-of-state	\$ -	\$ -	\$ -	\$ 503,990
5800	State program revenues	-	-	-	21,242
5900	Federal program revenues	1,427,953	1,582,455	26,197	3,173,714
5020	Total revenues	<u>1,427,953</u>	<u>1,582,455</u>	<u>26,197</u>	<u>3,698,946</u>
Expenditures					
Current:					
0011	Instruction	1,184,852	1,408,099	26,197	-
0012	Instruction resources and media services	-	-	-	-
0013	Curriculum and instructional staff development	113,913	218	-	-
0021	Instructional leadership	89,653	2,109	-	-
0023	School leadership	5,782	-	-	-
0031	Guidance, counseling and evaluation services	-	19,783	-	-
0034	Student transportation	-	152,246	-	-
0035	Food service	-	-	-	3,696,086
0036	Extracurricular activities	-	-	-	-
0041	General administration	16,868	-	-	-
0051	Facilities maintenance and operations	-	-	-	-
0052	Security and monitoring services	526	-	-	-
0053	Data processing services	-	-	-	-
0061	Community services	16,359	-	-	-
6030	Total Expenditures	<u>1,427,953</u>	<u>1,582,455</u>	<u>26,197</u>	<u>3,696,086</u>
1100	Excess (deficiency) of revenues over expenditures	-	-	-	2,860
Other Financing Sources (Uses)					
7915	Transfers in	-	-	-	-
7080	Total other financing sources and uses	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
1200	Net change in fund balances	-	-	-	2,860
0100	Fund balance - July 1 (beginning)	-	-	-	686,940
3000	Fund balance - June 30 (ending)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 689,800</u>

CEDAR HILL INDEPENDENT SCHOOL DISTRICT
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCE - ALL NONMAJOR GOVERNMENTAL FUNDS
For the Year Ended June 30, 2020

Exhibit H-2
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		244	255	263	266	274
Data Control Codes		Career and Technical Basic Grant	ESEA II, A Training and Recruiting	ESEA III, A English Lang. Acquisition	CARES Act - ESSER	Gear Up
	Revenues					
5700	Local, intermediate, and out-of-state	\$ -	\$ -	\$ -	\$ -	\$ -
5800	State program revenues	-	-	-	-	-
5900	Federal program revenues	92,474	190,241	42,591	1,225,313	933,575
5020	Total revenues	<u>92,474</u>	<u>190,241</u>	<u>42,591</u>	<u>1,225,313</u>	<u>933,575</u>
	Expenditures					
	Current:					
0011	Instruction	91,424	2,015	31,132	1,130,980	684,000
0012	Instruction resources and media services	-	-	-	-	-
0013	Curriculum and instructional staff development	-	169,671	11,459	-	249,575
0021	Instructional leadership	1,050	4,142	-	-	-
0023	School leadership	-	14,413	-	-	-
0031	Guidance, counseling and evaluation services	-	-	-	-	-
0034	Student transportation	-	-	-	-	-
0035	Food service	-	-	-	-	-
0036	Extracurricular activities	-	-	-	-	-
0041	General administration	-	-	-	34,333	-
0051	Facilities maintenance and operations	-	-	-	-	-
0052	Security and monitoring services	-	-	-	-	-
0053	Data processing services	-	-	-	60,000	-
0061	Community services	-	-	-	-	-
6030	Total Expenditures	<u>92,474</u>	<u>190,241</u>	<u>42,591</u>	<u>1,225,313</u>	<u>933,575</u>
1100	Excess (deficiency) of revenues over expenditures	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
	Other Financing Sources (Uses)					
7915	Transfers in	-	-	-	-	-
7080	Total other financing sources and uses	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
1200	Net change in fund balances	-	-	-	-	-
0100	Fund balance - July 1 (beginning)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
3000	Fund balance - June 30 (ending)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

CEDAR HILL INDEPENDENT SCHOOL DISTRICT
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCE - ALL NONMAJOR GOVERNMENTAL FUNDS
For the Year Ended June 30, 2020

Exhibit H-2
Page 3 of 5

Data Control Codes		286	289 Other Federal Special Revenue Funds	385 State Supplement - Visually Impaired	410 State Textbook Fund
	Revenues				
5700	Local, intermediate, and out-of-state	\$ -	\$ -	\$ -	\$ -
5800	State program revenues	-	-	-	1,197,044
5900	Federal program revenues	-	155,485	-	-
5020	Total revenues	<u>-</u>	<u>155,485</u>	<u>-</u>	<u>1,197,044</u>
	Expenditures				
	Current:				
0011	Instruction	-	56,191	-	1,325,457
0012	Instruction resources and media services	-	-	-	-
0013	Curriculum and instructional staff development	-	23,834	-	-
0021	Instructional leadership	-	850	-	-
0023	School leadership	-	4,250	-	-
0031	Guidance, counseling and evaluation services	-	65,552	-	-
0034	Student transportation	-	-	-	-
0035	Food service	-	-	-	-
0036	Extracurricular activities	-	-	-	-
0041	General administration	-	4,808	-	-
0051	Facilities maintenance and operations	-	-	-	-
0052	Security and monitoring services	-	-	-	-
0053	Data processing services	-	-	-	-
0061	Community services	-	-	-	-
6030	Total Expenditures	<u>-</u>	<u>155,485</u>	<u>-</u>	<u>1,325,457</u>
1100	Excess (deficiency) of revenues over expenditures	<u>-</u>	<u>-</u>	<u>-</u>	<u>(128,413)</u>
	Other Financing Sources (Uses)				
7915	Transfers in	-	-	-	-
7080	Total other financing sources and uses	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
1200	Net change in fund balances	-	-	-	(128,413)
0100	Fund balance - July 1 (beginning)	430	-	1,260	95,628
3000	Fund balance - June 30 (ending)	<u>\$ 430</u>	<u>\$ -</u>	<u>\$ 1,260</u>	<u>\$ (32,785)</u>

CEDAR HILL INDEPENDENT SCHOOL DISTRICT
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCE - ALL NONMAJOR GOVERNMENTAL FUNDS
For the Year Ended June 30, 2020

Exhibit H-2
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Data Control Codes		429 State Funded Special Revenue Funds	461 Campus Activity Funds	462 Education Foundation	Total Special Revenue Funds
Revenues					
5700	Local, intermediate, and out-of-state	\$ -	\$ 407,024	\$ 18,639	\$ 929,653
5800	State program revenues	103,843	-	-	1,322,129
5900	Federal program revenues	-	-	-	8,849,998
5020	Total revenues	<u>103,843</u>	<u>407,024</u>	<u>18,639</u>	<u>11,101,780</u>
Expenditures					
Current:					
0011	Instruction	1,563	405,609	13,798	6,361,317
0012	Instruction resources and media services	-	4,290	-	4,290
0013	Curriculum and instructional staff development	-	-	-	568,670
0021	Instructional leadership	-	-	-	97,804
0023	School leadership	-	-	-	24,445
0031	Guidance, counseling and evaluation services	-	-	-	85,335
0034	Student transportation	-	-	-	152,246
0035	Food service	-	-	-	3,696,086
0036	Extracurricular activities	-	-	-	-
0041	General administration	-	-	-	56,009
0051	Facilities maintenance and operations	-	-	-	-
0052	Security and monitoring services	77,407	-	-	77,933
0053	Data processing services	-	-	-	60,000
0061	Community services	-	-	-	16,359
6030	Total Expenditures	<u>78,970</u>	<u>409,899</u>	<u>13,798</u>	<u>11,200,494</u>
1100	Excess (deficiency) of revenues over expenditures	<u>24,873</u>	<u>(2,875)</u>	<u>4,841</u>	<u>(98,714)</u>
Other Financing Sources (Uses)					
7915	Transfers in	-	-	-	-
7080	Total other financing sources and uses	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
1200	Net change in fund balances	24,873	(2,875)	4,841	(98,714)
0100	Fund balance - July 1 (beginning)	(131)	181,318	11,322	976,767
3000	Fund balance - June 30 (ending)	<u>\$ 24,742</u>	<u>\$ 178,443</u>	<u>\$ 16,163</u>	<u>\$ 878,053</u>

CEDAR HILL INDEPENDENT SCHOOL DISTRICT
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCE - ALL NONMAJOR GOVERNMENTAL FUNDS
For the Year Ended June 30, 2020

Exhibit H-2
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Data Control Codes		Capital Projects	Total Nonmajor Funds
Revenues			
5700	Local, intermediate, and out-of-state	\$ 3,447	\$ 933,100
5800	State program revenues	-	1,322,129
5900	Federal program revenues	-	8,849,998
5020	Total revenues	<u>3,447</u>	<u>11,105,227</u>
Expenditures			
Current:			
0011	Instruction	4,916	6,366,233
0012	Instruction resources and media services	-	4,290
0013	Curriculum and instructional staff development	-	568,670
0021	Instructional leadership	-	97,804
0023	School leadership	-	24,445
0031	Guidance, counseling and evaluation services	-	85,335
0034	Student transportation	156,700	308,946
0035	Food service	-	3,696,086
0036	Extracurricular activities	-	-
0041	General administration	-	56,009
0051	Facilities maintenance and operations	11,921	11,921
0052	Security and monitoring services	-	77,933
0053	Data processing services	-	60,000
0061	Community services	-	16,359
6030	Total Expenditures	<u>173,537</u>	<u>11,374,031</u>
	Excess (deficiency) of revenues over		
1100	expenditures	<u>(170,090)</u>	<u>(268,804)</u>
Other Financing Sources (Uses)			
7915	Transfers in	<u>425,357</u>	<u>425,357</u>
7080	Total other financing sources and uses	<u>425,357</u>	<u>425,357</u>
1200	Net change in fund balances	255,267	156,553
0100	Fund balance - July 1 (beginning)	207,750	1,184,517
3000	Fund balance - June 30 (ending)	<u>\$ 463,017</u>	<u>\$ 1,341,070</u>

CEDAR HILL INDEPENDENT SCHOOL DISTRICT
BUDGETARY COMPARISON SCHEDULE
DEBT SERVICE FUND
For the Year Ended June 30, 2020

Exhibit H-3

Data Control Codes		Budget			Variance with Final Budget Positive
		Original	Final	Actual	
	Revenues				
5700	Local, intermediate, and out-of-state	\$ 12,959,335	\$ 12,959,335	\$ 12,873,048	\$ (86,287)
5800	State program revenues	339,148	339,148	341,000	1,852
5900	Federal program revenues	-	-	344,619	344,619
5020	Total Revenues	13,298,483	13,298,483	13,558,667	260,184
	Expenditures				
	Current:				
	Debt Service:				
0071	Principal and interest on long-term debt	1,114,619	10,609,619	12,991,175	(2,381,556)
0072	Interest on long-term debt	10,430,764	5,225,350	3,148,893	2,076,457
0073	Bond issuance costs and fees	15,000	32,000	458,035	(426,035)
6030	Total Expenditures	11,560,383	15,866,969	16,598,103	(731,134)
1100	Excess (deficiency) of revenues over expenditures	1,738,100	(2,568,486)	(3,039,436)	(470,950)
	Other Financing Sources (Uses)				
7901	Refunding bonds issued	-	-	37,164,969	37,164,969
7916	Premium or discount on issuance of bonds	-	-	4,645,225	4,645,225
8949	Payments to refunding escrow agent	-	-	(41,379,948)	(41,379,948)
7080	Total other financing sources (uses)	-	-	430,246	430,246
1200	Net change in fund balance	1,738,100	(2,568,486)	(2,609,190)	(40,704)
0100	Fund Balance - beginning	11,173,049	11,173,049	11,173,049	-
3000	Fund Balance - ending	\$ 12,911,149	\$ 8,604,563	\$ 8,563,859	\$ (40,704)

CEDAR HILL INDEPENDENT SCHOOL DISTRICT
BUDGETARY COMPARISON SCHEDULE
CHILD NUTRITION FUND
For the Year Ended June 30, 2020

Exhibit H-4

Data Control Codes		Budget			Variance with Final Budget Positive (Negative)
		Original	Final	Actual	
Revenues					
5700	Local, intermediate, and out-of-state	\$ 867,024	\$ 535,168	\$ 503,990	\$ (31,178)
5800	State program revenues	24,000	21,242	21,242	-
5900	Federal program revenues	3,598,399	2,701,877	3,173,714	471,837
5020	Total Revenues	4,489,423	3,258,287	3,698,946	440,659
Expenditures					
Current:					
0035	Food services	4,489,423	3,258,287	3,696,086	(437,799)
6030	Total Expenditures	4,489,423	3,258,287	3,696,086	(437,799)
1200	Increase (Decrease) in Fund Balance	-	-	2,860	2,860
0100	Fund Balance - beginning	686,940	686,940	686,940	-
3000	Fund Balance - ending	\$ 686,940	\$ 686,940	\$ 689,800	\$ 2,860

CEDAR HILL INDEPENDENT SCHOOL DISTRICT
STATEMENT OF CHANGES IN ASSETS AND LIABILITIES
AGENCY FUND
For the Year Ended June 30, 2020

Exhibit H-5

	June 30,			June 30,
Assets	2019	Additions	Deductions	2020
Cash and cash equivalents	\$ 352,636	1,441,335	(1,440,162)	\$ 353,809
Receivables:				
Other receivables	28,085	-	(28,085)	-
Total Assets	<u>\$ 380,721</u>	<u>\$ 1,441,335</u>	<u>\$ (1,468,247)</u>	<u>\$ 353,809</u>
 Liabilities				
Accounts payable	\$ 343	4,105	(4,448)	\$ -
Due to other funds	-	9,943	(7,865)	2,078
Due to student groups and others	380,378	535,821	(564,468)	351,731
Total Liabilities	<u>\$ 380,721</u>	<u>\$ 549,869</u>	<u>\$ (576,781)</u>	<u>\$ 353,809</u>

TEA REQUIRED INFORMATION

CEDAR HILL INDEPENDENT SCHOOL DISTRICT
SCHEDULE OF DELINQUENT TAXES RECEIVABLE
For the Year Ended June 30, 2020

Exhibit J-1
Page 1 of 2

	1		2		3	10
Last Ten Fiscal Years	Tax Rates				Net Assessed/Appraised Value For School Tax Purposes	Beginning Balance 7/1/2019
	Maintenance		Debt Service			
2011 and prior	Various		Various		Various	\$ 118,941
2012	\$ 1.0400	\$	0.4000	\$	2,549,024,931	28,045
2013	1.0400		0.4000		2,511,815,764	33,869
2014	1.0400		0.4850		2,520,678,820	47,698
2015	1.0400		0.4850		2,668,596,525	120,800
2016	1.0400		0.4850		2,739,485,049	98,736
2017	1.0400		0.4760		2,921,217,876	136,285
2018	1.0400		0.4760		3,160,748,747	221,632
2019	1.0400		0.3360		3,519,104,433	686,792
2020	0.9700		0.3360		3,812,374,641	-
1000 Totals						<u>\$ 1,492,798</u>

**9000 Portion of Row 1000 for Taxes Paid into Tax
Increment Zone Under 311, Tax Code (Function 97)**

CEDAR HILL INDEPENDENT SCHOOL DISTRICT
SCHEDULE OF DELINQUENT TAXES RECEIVABLE
For the Year Ended June 30, 2020

Exhibit J-1
Page 2 of 2

	20	31	32	40	50
<u>Last Ten Fiscal Years</u>	<u>Current Year's Total Levy</u>	<u>Maintenance Total Collections</u>	<u>Debt Service Total Collections</u>	<u>Entire Year's Adjustments</u>	<u>Ending Balance 6/30/2020</u>
2011 and prior	\$ -	\$ 19,819	\$ 5,953	\$ (2,975)	\$ 90,193
2012	-	3,716	1,429	(9)	22,891
2013	-	4,350	1,673	(225)	27,621
2014	-	9,307	4,340	(229)	33,821
2015	-	18,591	8,670	(19,217)	74,322
2016	-	17,520	8,170	243	73,289
2017	-	30,399	13,913	(3,091)	88,882
2018	-	28,947	13,249	(43,008)	136,428
2019	-	184,486	59,603	(222,509)	220,194
2020	<u>49,789,613</u>	<u>36,281,092</u>	<u>12,567,472</u>	<u>-</u>	<u>941,049</u>
1000 Totals	<u><u>\$ 49,789,613</u></u>	<u><u>\$ 36,598,227</u></u>	<u><u>\$ 12,684,473</u></u>	<u><u>\$ (291,019)</u></u>	<u><u>\$ 1,708,692</u></u>
Total taxes receivable per Exhibit C-1					<u><u>\$ 1,708,692</u></u>
	<u><u>\$ 846,108</u></u>	<u><u>\$ 846,108</u></u>	<u><u>\$ -</u></u>		



STATISTICAL SECTION



CEDAR HILL INDEPENDENT SCHOOL DISTRICT
STATISTICAL SECTION

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

	Page
Financial Trends	92
These schedules contain trend information to help the reader understand how the government's financial performance and well-being have changed over time.	
Revenue Capacity	102
These schedules contain information to help the reader assess the government's most significant local revenue source, the property tax.	
Debt Capacity	108
These schedules present information to help the reader assess the affordability of the government's ability to issue additional debt in the future.	
Demographic and Economic Information	114
These schedules offer demographic and economic indicators to help the reader understand the environment within which the government's financial activities take place.	
Operating Information	120
These schedules contain service and infrastructure data to help the reader understand how the information in the government's financial report relates to the services the government provides and the activities it performs.	

Sources: Unless otherwise noted, the information in these schedules is derived from the Annual Financial Reports for the relevant year.

CEDAR HILL INDEPENDENT SCHOOL DISTRICT
NET POSITION BY COMPONENT
(ACCRUAL BASIS OF ACCOUNTING)
Last Ten Fiscal Years
(Unaudited)

Table 1
Page 1 of 2

	<u>2011</u>	<u>2012</u>	<u>2013</u>	<u>2014</u>	<u>2015</u>
Governmental Activities					
Net investment in capital assets	\$ (49,896,830)	\$ (51,769,073)	\$ (51,601,161)	\$ (33,984,982)	\$ (36,393,498)
Restricted	11,537,739	11,511,642	10,403,471	8,771,381	8,412,093
Unrestricted	15,286,810	16,997,563	11,822,426	(8,631,755)	(11,618,936)
Total Governmental Activities Net Position	<u>(23,072,281)</u>	<u>(23,259,868)</u>	<u>(29,375,264)</u>	<u>(33,845,356)</u>	<u>(39,600,341)</u>
Business-type Activities					
Unrestricted	15,239	38,759	44,510	61,382	136,372
Total Business-type Activities Net Position	<u>15,239</u>	<u>38,759</u>	<u>44,510</u>	<u>61,382</u>	<u>136,372</u>
Primary Government					
Net investment in capital assets	(49,896,830)	(51,769,073)	(51,601,161)	(33,984,982)	(36,393,498)
Restricted	11,537,739	11,511,642	10,403,471	8,771,381	8,412,093
Unrestricted	15,302,049	17,036,322	11,866,936	(8,570,373)	(11,482,564)
Total Primary Government Net Position	<u>\$ (23,057,042)</u>	<u>\$ (23,221,109)</u>	<u>\$ (29,330,754)</u>	<u>\$ (33,783,974)</u>	<u>\$ (39,463,969)</u>

Source of Information: Cedar Hill Independent School District's Financial Statements.

During fiscal year 2015, the District adopted GASB Statements No. 68 and 71.

During fiscal year 2018, the District adopted GASB Statement No. 75.

CEDAR HILL INDEPENDENT SCHOOL DISTRICT
NET POSITION BY COMPONENT
(ACCRUAL BASIS OF ACCOUNTING)
Last Ten Fiscal Years
(Unaudited)

Table 1
Page 2 of 2

	<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>	<u>2020</u>
Governmental Activities					
Net investment in capital assets	\$ (38,023,006)	\$ (52,035,090)	\$ (48,026,633)	\$ (36,970,939)	\$ (29,171,784)
Restricted	12,799,696	14,850,971	15,900,507	7,705,264	5,010,791
Unrestricted	<u>(9,653,930)</u>	<u>4,765,414</u>	<u>(28,398,008)</u>	<u>(31,967,128)</u>	<u>(32,990,886)</u>
Total Governmental Activities Net Position	<u>(34,877,240)</u>	<u>(32,418,705)</u>	<u>(60,524,134)</u>	<u>(61,232,803)</u>	<u>(57,151,879)</u>
Business-type Activities					
Unrestricted	<u>162,044</u>	<u>162,135</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total Business-type Activities Net Position	<u>162,044</u>	<u>162,135</u>	<u>-</u>	<u>-</u>	<u>-</u>
Primary Government					
Net investment in capital assets	(38,023,006)	(52,035,090)	(48,026,633)	(36,970,939)	(29,171,784)
Restricted	12,799,696	14,850,971	15,900,507	7,705,264	5,010,791
Unrestricted	<u>(9,491,886)</u>	<u>4,927,549</u>	<u>(28,398,008)</u>	<u>(31,967,128)</u>	<u>(32,990,886)</u>
Total Primary Government Net Position	<u>\$ (34,715,196)</u>	<u>\$ (32,256,570)</u>	<u>\$ (60,524,134)</u>	<u>\$ (61,232,803)</u>	<u>\$ (57,151,879)</u>

Source of Information: Cedar Hill Independent School District's Financial Statements.

During fiscal year 2015, the District adopted GASB Statements No. 68 and 71.

During fiscal year 2018, the District adopted GASB Statement No. 75.

CEDAR HILL INDEPENDENT SCHOOL DISTRICT
CHANGES IN NET POSITION
(ACCRUAL BASIS OF ACCOUNTING)
Last Ten Fiscal Years
(Unaudited)

Table 2
Page 1 of 4

	<u>2011</u>	<u>2012</u>	<u>2013</u>	<u>2014</u>	<u>2015</u>
Expenses:					
Governmental Activities:					
Instruction	\$ 41,355,154	\$ 38,673,178	\$ 37,065,964	\$ 37,081,334	\$ 36,803,975
Instructional Resources and Media Services	1,143,153	877,149	822,346	799,833	767,117
Curriculum and Staff Development	194,124	302,997	355,526	1,068,365	765,241
Instructional Leadership	699,628	540,402	652,190	552,335	498,291
School Leadership	4,263,375	3,859,006	3,951,753	3,870,189	3,952,875
Guidance, Counseling, and Evaluation Services	2,820,799	2,658,690	2,570,136	2,492,099	2,207,683
Social Work Services	55,000	51,248	62,106	36,692	-
Health Services	732,502	683,437	697,537	666,630	673,346
Student Transportation	1,105,653	1,264,858	1,574,940	1,536,129	1,491,620
Food Service	4,178,509	4,192,239	4,436,195	4,605,355	4,808,624
Extracurricular Activities	2,049,663	1,938,463	2,234,795	2,148,575	2,570,963
General Administration	2,368,799	2,341,122	2,390,018	2,497,810	2,484,386
Facilities maintenance and operations	8,202,002	7,795,269	7,328,963	7,684,861	7,043,740
Security and Monitoring Services	1,135,514	1,094,949	1,168,397	1,191,225	1,204,816
Data Processing Services	932,482	912,090	1,167,574	1,084,901	1,177,453
Community Services	163,745	155,555	189,262	203,521	144,639
Interest Expense	7,460,061	8,022,092	10,762,622	6,929,489	7,074,203
Debt Issuance costs and fees	89,589	123,041	374,597	2,603	259,590
Facility repairs and maintenance	-	-	-	-	-
Payments Related to Shared Services					
Arrangements	-	105,450	49,615	59,538	69,461
Payments to JJAEP	9,804	10,374	39,558	39,672	27,396
Payments to Tax Increment Fund	94,320	66,387	80,031	84,612	86,666
Other Intergovernmental Charges	122,777	144,761	147,325	146,344	153,190
Total Governmental Activities	<u>79,176,653</u>	<u>75,812,757</u>	<u>78,121,450</u>	<u>74,782,112</u>	<u>74,265,275</u>
Business-type Activity:					
Extended Day	321,027	306,010	327,800	295,113	297,086
Total Business-type Activity	<u>321,027</u>	<u>306,010</u>	<u>327,800</u>	<u>295,113</u>	<u>297,086</u>
Total Expenses	<u>\$ 79,497,680</u>	<u>\$ 76,118,767</u>	<u>\$ 78,449,250</u>	<u>\$ 75,077,225</u>	<u>\$ 74,562,361</u>
Program Revenues:					
Governmental Activities:					
Charges for Services	\$ 441,651	\$ 79,339	\$ 69,748	\$ 53,551	\$ 48,563
Food Service	898,874	781,226	726,554	756,439	740,148
Cocurricular/Extracurricular Activities	188,904	175,032	205,631	223,588	259,866
Operating Grants and Contributions	14,717,721	10,545,704	8,423,824	9,343,860	9,179,761
Total Governmental Activities	<u>16,247,150</u>	<u>11,581,301</u>	<u>9,425,757</u>	<u>10,377,438</u>	<u>10,228,338</u>
Business-type Activity:					
Charges for Services					
Extended Day	324,351	323,724	333,551	311,985	372,076
Operating Grants and Contributions	6,446	5,806	-	-	-
Total Business-type Activity	<u>330,797</u>	<u>329,530</u>	<u>333,551</u>	<u>311,985</u>	<u>372,076</u>
Total Program Revenues	<u>\$ 16,577,947</u>	<u>\$ 11,910,831</u>	<u>\$ 9,759,308</u>	<u>\$ 10,689,423</u>	<u>\$ 10,600,414</u>
Net (Expense)/Revenue:					
Governmental Activities	\$ (62,929,503)	\$ (64,231,456)	\$ (68,695,693)	\$ (64,404,674)	\$ (64,036,937)
Business-type Activity	9,770	23,520	5,751	16,872	74,990
Total Net Expense	<u>\$ (62,919,733)</u>	<u>\$ (64,207,936)</u>	<u>\$ (68,689,942)</u>	<u>\$ (64,387,802)</u>	<u>\$ (63,961,947)</u>

CEDAR HILL INDEPENDENT SCHOOL DISTRICT
CHANGES IN NET POSITION
(ACCRUAL BASIS OF ACCOUNTING)
Last Ten Fiscal Years
(Unaudited)

Table 2
Page 2 of 4

	<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>	<u>2020</u>
Expenses:					
Governmental Activities:					
Instruction	\$ 41,636,236	\$ 43,054,300	\$ 31,884,886	\$ 46,900,087	\$ 48,955,223
Instructional Resources and Media Services	834,618	767,934	549,639	831,100	837,213
Curriculum and Staff Development	1,261,786	1,782,552	1,816,027	2,377,194	2,145,327
Instructional Leadership	558,023	578,425	377,325	1,032,637	1,055,632
School Leadership	4,203,351	4,791,020	3,174,797	5,639,019	5,293,182
Guidance, Counseling, and Evaluation Services	2,498,447	2,075,553	1,545,782	2,976,032	2,854,490
Social Work Services	-	-	-	-	-
Health Services	702,687	809,465	498,182	913,912	867,364
Student Transportation	2,220,056	2,053,090	1,910,638	3,488,224	2,955,530
Food Service	5,120,616	4,151,213	4,177,556	4,413,960	3,896,374
Extracurricular Activities	2,728,704	2,269,995	1,707,801	2,307,354	2,264,374
General Administration	2,650,011	2,709,502	2,145,660	3,511,481	3,875,764
Facilities maintenance and operations	8,404,352	8,797,178	7,139,840	9,536,504	8,279,415
Security and Monitoring Services	1,081,771	1,336,054	1,015,496	1,770,551	1,848,900
Data Processing Services	1,353,238	1,438,751	1,117,000	1,534,014	1,579,969
Community Services	195,530	222,725	133,196	172,249	186,963
Interest Expense	6,919,094	6,135,729	5,322,863	2,681,726	1,972,639
Debt Issuance costs and fees	4,189	247,632	19,318	15,275	458,035
Facility repairs and maintenance	-	-	-	1,734,893	-
Payments Related to Shared Services					
Arrangements	69,461	95,557	111,730	75,711	190,251
Payments to JJAEP	19,070	7,218	8,358	12,690	3,228
Payments to Tax Increment Fund	142,822	309,878	448,631	699,641	846,108
Other Intergovernmental Charges	160,663	162,564	190,759	176,769	159,863
Total Governmental Activities	<u>82,764,725</u>	<u>83,796,335</u>	<u>65,295,484</u>	<u>92,801,023</u>	<u>90,525,844</u>
Business-type Activity:					
Extended Day	468,252	-	-	-	-
Total Business-type Activity	<u>468,252</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total Expenses	<u>\$ 83,232,977</u>	<u>\$ 83,796,335</u>	<u>\$ 65,295,484</u>	<u>\$ 92,801,023</u>	<u>\$ 90,525,844</u>
Program Revenues:					
Governmental Activities:					
Charges for Services	\$ 61,740	\$ 98,515	\$ 235,532	\$ 180,394	\$ 96,387
Food Service	819,038	780,128	819,477	726,711	495,400
Cocurricular/Extracurricular Activities	221,578	177,000	155,517	156,451	163,357
Operating Grants and Contributions	12,379,033	10,638,794	(660,489)	15,597,787	17,468,446
Total Governmental Activities	<u>13,481,389</u>	<u>11,694,437</u>	<u>550,037</u>	<u>16,661,343</u>	<u>18,223,590</u>
Business-type Activity:					
Charges for Services					
Extended Day	493,924	91	-	-	-
Operating Grants and Contributions	-	-	-	-	-
Total Business-type Activity	<u>493,924</u>	<u>91</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total Program Revenues	<u>\$ 13,975,313</u>	<u>\$ 11,694,528</u>	<u>\$ 550,037</u>	<u>\$ 16,661,343</u>	<u>\$ 18,223,590</u>
Net (Expense)/Revenue:					
Governmental Activities	\$ (69,283,336)	\$ (72,101,898)	\$ (64,745,447)	\$ (76,139,680)	\$ (72,302,254)
Business-type Activity	25,672	91	-	-	-
Total Net Expense	<u>\$ (69,257,664)</u>	<u>\$ (72,101,807)</u>	<u>\$ (64,745,447)</u>	<u>\$ (76,139,680)</u>	<u>\$ (72,302,254)</u>

CEDAR HILL INDEPENDENT SCHOOL DISTRICT
CHANGES IN NET POSITION
(ACCRUAL BASIS OF ACCOUNTING)
Last Ten Fiscal Years
(Unaudited)

Table 2
Page 3 of 4

	<u>2011</u>	<u>2012</u>	<u>2013</u>	<u>2014</u>	<u>2015</u>
General Revenues and Other Changes in Net Position					
Governmental Activities:					
Taxes:					
Property taxes, levied for general purposes	\$ 26,506,113	\$ 26,286,635	\$ 25,984,077	\$ 26,083,838	\$ 27,597,833
Property taxes, levied for debt service	10,199,624	10,117,290	9,985,761	12,153,434	12,866,226
State-aid formula grants	25,161,055	26,134,822	27,164,501	27,235,330	29,368,425
Grants and contributions not restricted	507,195	456,278	284,138	640,561	870,116
Investment earnings	43,113	47,654	55,741	51,508	33,921
Miscellaneous	585,427	1,189,327	800,266	759,404	689,732
Transfers In (Out)	-	-	-	-	-
Extraordinary Item	-	-	2,088,138	-	-
Total General Revenues, Transfers, and Extraordinary Item	<u>63,002,527</u>	<u>64,232,006</u>	<u>66,362,622</u>	<u>66,924,075</u>	<u>71,426,253</u>
Business-type Activity:					
Transfers In (Out)	-	-	-	-	-
Total Business-type Activity	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total Primary Government	<u>\$ 63,002,527</u>	<u>\$ 64,232,006</u>	<u>\$ 66,362,622</u>	<u>\$ 66,924,075</u>	<u>\$ 71,426,253</u>
Change in Net Position					
Governmental Activities	\$ 73,024	\$ 550	\$ (2,333,071)	\$ 2,519,401	\$ 7,389,316
Business-type Activity	9,770	23,520	5,751	16,872	74,990
Total Change in Net Position	<u>\$ 82,794</u>	<u>\$ 24,070</u>	<u>\$ (2,327,320)</u>	<u>\$ 2,536,273</u>	<u>\$ 7,464,306</u>

Source of Information: Cedar Hill Independent School District's Financial Statements.

During fiscal year 2015, the District adopted GASB Statements No. 68 and 71.

During fiscal year 2018, the District adopted GASB Statement No. 75.

CEDAR HILL INDEPENDENT SCHOOL DISTRICT
CHANGES IN NET POSITION
(ACCRUAL BASIS OF ACCOUNTING)
Last Ten Fiscal Years
(Unaudited)

Table 2
Page 4 of 4

	<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>	<u>2020</u>
General Revenues and Other Changes in Net Position					
Governmental Activities:					
Taxes:					
Property taxes, levied for general purposes	\$ 28,084,804	\$ 30,430,059	\$ 32,939,929	\$ 36,045,120	\$ 36,909,745
Property taxes, levied for debt service	13,079,827	13,947,426	15,101,696	11,879,499	12,785,261
State-aid formula grants	31,314,399	28,755,620	27,749,205	24,897,108	25,348,394
Grants and contributions not restricted	769,338	-	-	-	-
Investment earnings	121,255	314,774	596,915	835,477	494,115
Miscellaneous	1,306,221	1,112,554	914,554	1,773,807	845,663
Transfers In (Out)	-	-	162,135	-	-
Extraordinary Item	-	-	-	-	-
Total General Revenues, Transfers, and Extraordinary Item	<u>74,675,844</u>	<u>74,560,433</u>	<u>77,464,434</u>	<u>75,431,011</u>	<u>76,383,178</u>
Business-type Activity:					
Transfers In (Out)	-	-	(162,135)	-	-
Total Business-type Activity	<u>-</u>	<u>-</u>	<u>(162,135)</u>	<u>-</u>	<u>-</u>
Total Primary Government	<u>\$ 74,675,844</u>	<u>\$ 74,560,433</u>	<u>\$ 77,302,299</u>	<u>\$ 75,431,011</u>	<u>\$ 76,383,178</u>
Change in Net Position					
Governmental Activities	\$ 5,392,508	\$ 2,458,535	\$ 12,718,987	\$ (708,669)	\$ 4,080,924
Business-type Activity	25,672	91	(162,135)	-	-
Total Change in Net Position	<u>\$ 5,418,180</u>	<u>\$ 2,458,626</u>	<u>\$ 12,556,852</u>	<u>\$ (708,669)</u>	<u>\$ 4,080,924</u>

Source of Information: Cedar Hill Independent School District's Financial Statements.

During fiscal year 2015, the District adopted GASB Statements No. 68 and 71.

During fiscal year 2018, the District adopted GASB Statement No. 75.

CEDAR HILL INDEPENDENT SCHOOL DISTRICT
FUND BALANCES OF GOVERNMENTAL FUNDS
LAST TEN FISCAL YEARS
(MODIFIED ACCRUAL BASIS OF ACCOUNTING)
(UNAUDITED)

Table 3
Page 1 of 2

	<u>2011</u>	<u>2012</u>	<u>2013</u>	<u>2014</u>	<u>2015</u>
General Fund					
Nonspendable	\$ 407,631	\$ 657,148	\$ 349,363	\$ 118,688	\$ 117,539
Restricted	207,234	207,234	-	-	-
Committed	9,000,000	9,000,000	6,000,000	-	1,860,250
Assigned	-	-	-	-	-
Unassigned	<u>5,716,137</u>	<u>5,133,039</u>	<u>6,622,298</u>	<u>11,271,242</u>	<u>11,437,049</u>
Total General Fund	<u>\$ 15,331,002</u>	<u>\$ 14,997,421</u>	<u>\$ 12,971,661</u>	<u>\$ 11,389,930</u>	<u>\$ 13,414,838</u>
All Other Governmental Funds					
Nonspendable	\$ -	\$ -	\$ 15,500	\$ 9,003	\$ 8,259
Restricted	11,132,110	11,104,505	49,728,612	23,075,944	14,279,614
Committed	188,135	222,759	242,472	248,325	255,816
Unassigned	<u>-</u>	<u>11,913</u>	<u>-</u>	<u>(2,948)</u>	<u>(3,145)</u>
Total All Other Governmental Funds	<u>\$ 11,320,245</u>	<u>\$ 11,339,177</u>	<u>\$ 49,986,584</u>	<u>\$ 23,330,324</u>	<u>\$ 14,540,544</u>

Source: Cedar Hill Independent School District's Financial Statements

CEDAR HILL INDEPENDENT SCHOOL DISTRICT
FUND BALANCES OF GOVERNMENTAL FUNDS
LAST TEN FISCAL YEARS
(MODIFIED ACCRUAL BASIS OF ACCOUNTING)
(UNAUDITED)

Table 3
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	<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>	<u>2020</u>
General Fund					
Nonspendable	\$ 447,800	\$ 146,041	\$ 12,871	\$ 12,871	\$ 12,871
Restricted	-	-	-	-	-
Committed	1,860,250	2,060,250	2,160,250	425,357	-
Assigned	-	165,000	425,000	425,000	425,000
Unassigned	14,954,809	16,598,096	15,689,647	16,083,874	18,530,497
Total General Fund	<u>\$ 17,262,859</u>	<u>\$ 18,969,387</u>	<u>\$ 18,287,768</u>	<u>\$ 16,947,102</u>	<u>\$ 18,968,368</u>
All Other Governmental Funds					
Nonspendable	\$ 5,061	\$ -	\$ -	\$ -	\$ -
Restricted	15,862,676	16,570,761	19,850,241	11,968,629	9,296,254
Committed	200,314	231,091	204,222	606,318	641,460
Unassigned	(1,811)	-	-	-	(32,785)
Total All Other Governmental Funds	<u>\$ 16,066,240</u>	<u>\$ 16,801,852</u>	<u>\$ 20,054,463</u>	<u>\$ 12,574,947</u>	<u>\$ 9,904,929</u>

Source: Cedar Hill Independent School District's Financial Statements

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

Table 4
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	2011	2012	2013	2014	2015
Revenues:	\$ 39,027,763	\$ 38,699,916	\$ 37,941,150	\$ 40,264,381	\$ 42,286,275
Local and Intermediate Sources	29,240,283	29,736,787	29,929,488	30,495,389	32,501,505
State Program Revenues	11,145,688	7,400,017	5,942,975	6,724,362	6,916,797
Federal Program Revenues	79,413,734	75,836,720	73,813,613	77,484,132	81,704,577
Total Revenues					
Expenditures:					
Instruction	39,560,830	37,113,354	35,227,251	35,045,374	34,239,028
Instructional resources and media services	1,082,577	816,617	762,100	731,205	681,255
Curriculum and staff development	194,124	302,997	355,526	1,069,365	766,470
Instructional leadership	699,628	540,402	652,190	552,335	499,864
School leadership	4,233,577	3,829,236	3,922,136	3,836,451	3,931,966
Guidance, counseling and evaluation services	2,820,799	2,658,690	2,570,136	2,492,099	2,220,275
Social work services	55,000	51,248	62,106	36,692	-
Health services	732,502	698,037	697,537	666,630	676,963
Student transportation	1,024,443	1,183,648	1,496,835	1,447,157	1,376,598
Food services	3,974,692	4,100,702	4,212,723	4,474,181	4,551,226
Extracurricular activities	1,735,985	1,628,446	1,929,798	1,801,143	2,138,451
General administration	2,215,093	2,187,416	2,236,312	2,322,719	2,266,042
Facilities maintenance and operations	8,143,014	7,718,168	7,260,820	7,594,560	7,271,046
Security and monitoring services	1,134,712	1,121,460	1,193,008	1,190,786	1,317,471
Data processing services	898,889	897,631	1,057,533	1,035,623	1,042,809
Community services	163,745	155,555	189,262	203,521	144,797
Debt service:					
Principal and interest on long-term debt	4,015,571	3,903,795	6,159,307	3,421,644	3,797,664
Interest on long-term debt	6,416,710	6,729,470	6,551,629	8,998,463	8,894,500
Bond issuance costs and fees	2,178	542,091	374,597	2,603	259,590
Capital outlay:					
Facilities acquisition and construction	-	-	5,313,582	28,474,046	8,592,209
Intergovernmental:					
Payments to Member Districts of SSA	-	105,450	49,615	59,538	69,461
Payments to Juvenile Justice Alt. Ed. Prgm.	9,804	10,374	39,558	39,672	27,396
Payments to Tax Increment Fund	94,320	66,387	80,031	84,612	86,666
Other intergovernmental charges	122,777	144,761	147,325	146,344	153,190
Total Expenditures	<u>79,330,970</u>	<u>76,505,935</u>	<u>82,540,917</u>	<u>105,726,763</u>	<u>85,004,937</u>
Excess (deficiency) of revenues over expenditures	<u>82,764</u>	<u>(669,215)</u>	<u>(8,727,304)</u>	<u>(28,242,631)</u>	<u>(3,300,360)</u>
Other Financing Sources (Uses)					
Refunding bonds issued	-	33,692,065	27,053,972	-	11,819,352
Capital-related debt issued	-	-	41,210,000	-	-
Sale of real or personal property	-	-	-	4,640	-
Transfers in	-	-	-	-	-
Premium or discount on issuance of bonds	-	4,925,818	15,424,908	-	8,131,117
Insurance recoveries	-	-	-	-	-
Transfers out	-	-	-	-	-
Payments to refunding escrow agent	-	(38,075,180)	(38,314,283)	-	(19,692,986)
Total other financing sources (uses)	<u>-</u>	<u>542,703</u>	<u>45,374,597</u>	<u>4,640</u>	<u>257,483</u>
Special Item					
Extraordinary items (resource)	-	-	2,088,138	-	-
Net Change in Fund Balances	<u>\$ 82,764</u>	<u>\$ (126,512)</u>	<u>\$ 38,735,431</u>	<u>\$ (28,237,991)</u>	<u>\$ (3,042,877)</u>
Debt Service as a Percentage of Noncapital Expenditures	13.3%	14.6%	16.0%	12.4%	23.1%

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

Table 4
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	2016	2017	2018	2019	2020
Revenues:	\$ 43,363,899	\$ 46,483,627	\$ 50,674,316	\$ 51,600,445	\$ 51,625,834
Local and Intermediate Sources	35,216,963	31,726,014	31,821,676	28,472,425	29,856,795
State Program Revenues	7,249,522	7,091,662	7,916,563	10,103,026	9,991,935
Federal Program Revenues	85,830,384	85,301,303	90,412,555	90,175,896	91,474,564
Total Revenues					
Expenditures:					
Instruction	36,854,645	37,564,678	41,604,428	40,529,155	41,224,368
Instructional resources and media services	695,112	669,512	714,823	729,779	716,730
Curriculum and staff development	1,257,761	1,626,140	1,994,978	2,164,018	1,913,545
Instructional leadership	549,851	496,518	556,708	922,813	885,224
School leadership	3,999,276	4,192,017	4,454,687	4,852,702	4,413,134
Guidance, counseling and evaluation services	2,422,647	1,742,760	2,074,610	2,591,343	2,390,679
Social work services	-	-	-	-	-
Health services	680,367	707,171	730,833	858,297	769,224
Student transportation	2,003,116	1,868,796	2,211,679	3,729,811	2,710,406
Food services	4,522,467	3,967,618	4,166,898	4,463,000	3,722,634
Extracurricular activities	2,047,093	1,998,694	2,035,338	1,981,878	2,035,488
General administration	2,281,359	2,408,937	2,573,860	3,099,037	3,379,148
Facilities maintenance and operations	8,130,816	8,408,227	7,794,665	8,494,941	7,194,056
Security and monitoring services	1,328,000	1,170,707	1,317,813	1,502,410	1,561,443
Data processing services	1,076,292	1,274,088	1,790,693	1,382,241	1,304,550
Community services	201,772	202,386	176,762	152,643	166,519
Debt service:					
Principal and interest on long-term debt	2,067,400	2,580,340	1,921,836	10,556,378	13,120,956
Interest on long-term debt	7,065,662	10,587,060	10,425,477	9,956,734	3,170,592
Bond issuance costs and fees	4,189	247,632	19,318	15,275	458,035
Capital outlay:					
Facilities acquisition and construction	2,728,548	813,304	678,814	1,734,893	-
Intergovernmental:					
Payments to Member Districts of SSA	69,461	95,557	111,730	75,711	190,251
Payments to Juvenile Justice Alt. Ed. Prgm.	19,070	7,218	8,358	12,690	3,228
Payments to Tax Increment Fund	142,822	309,878	448,631	699,641	846,108
Other intergovernmental charges	160,663	162,564	190,759	176,769	159,863
Total Expenditures	80,308,389	83,101,802	88,003,698	100,682,159	92,336,181
Excess (deficiency) of revenues over expenditures	5,521,995	2,199,501	2,408,857	(10,506,263)	(861,617)
Other Financing Sources (Uses)					
Refunding bonds issued	-	10,794,706	-	-	37,164,969
Capital-related debt issued	-	-	-	-	-
Sale of real or personal property	-	-	-	-	-
Transfers in	-	-	162,135	1,934,893	425,357
Premium or discount on issuance of bonds	-	9,688,313	-	-	4,645,225
Insurance recoveries	521,129	-	-	-	-
Transfers out	-	-	-	-	(425,357)
Payments to refunding escrow agent	-	(20,240,380)	-	-	(41,379,948)
Total other financing sources (uses)	521,129	242,639	162,135	1,934,893	430,246
Special Item					
Extraordinary items (resource)	-	-	-	-	-
Net Change in Fund Balances	\$ 6,043,124	\$ 2,442,140	\$ 2,570,992	\$ (8,571,370)	\$ (431,371)
Debt Service as a Percentage of Noncapital Expenditures	12.9%	16.7%	14.3%	20.6%	18.3%

CEDAR HILL INDEPENDENT SCHOOL DISTRICT
ASSESSED VALUE AND ACTUAL VALUE OF TAXABLE PROPERTY
LAST TEN FISCAL YEARS
(UNAUDITED)

Table 5
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Tax Roll for Fiscal Year	Real Property Residential	Real Property Commercial	Personal Property Commercial	Other Property
2011	\$1,918,278,730	\$453,299,910	\$182,311,920	\$285,797,990
2012	1,908,245,890	458,046,750	164,516,000	282,537,820
2013	1,902,330,760	439,556,450	163,082,110	270,066,270
2014	1,899,823,250	457,999,170	163,955,770	269,342,240
2015	2,055,479,950	691,818,040	165,356,860	292,325,480
2016	2,250,466,930	511,196,100	162,235,770	262,769,030
2017	2,517,205,200	730,355,010	166,568,820	293,452,340
2018	2,763,005,320	746,244,060	173,996,420	306,894,010
2019	3,169,837,440	770,362,670	185,110,940	324,737,750
2020	3,459,352,810	803,529,750	183,806,680	340,587,830

Source: Cedar Hill Independent School District Business Office and
Dallas County Appraisal District

CEDAR HILL INDEPENDENT SCHOOL DISTRICT
ASSESSED VALUE AND ACTUAL VALUE OF TAXABLE PROPERTY
LAST TEN FISCAL YEARS
(UNAUDITED)

Table 5
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Tax Roll for Fiscal Year	Less: Total Exemptions/ Reductions	Total Taxable Assessed Value	Total Direct Tax Rate
2011	(\$235,360,100)	\$2,604,328,450	\$ 1.440
2012	(230,411,673)	2,582,934,787	1.440
2013	(237,320,849)	2,537,714,741	1.440
2014	(240,452,412)	2,550,668,018	1.525
2015	(501,282,231)	2,703,698,099	1.525
2016	(392,127,794)	2,794,540,036	1.525
2017	(688,935,065)	3,018,646,305	1.516
2018	(720,842,099)	3,269,297,711	1.516
2019	(816,286,630)	3,633,762,170	1.376
2020	(842,473,146)	3,944,803,924	1.306

Source: Cedar Hill Independent School District Business Office and
Dallas County Appraisal District

CEDAR HILL INDEPENDENT SCHOOL DISTRICT
PROPERTY TAX RATES - DIRECT AND OVERLAPPING GOVERNMENTS
(PER \$100 OF ASSESSED VALUE)
LAST TEN FISCAL YEARS ¹
(UNAUDITED)

Table 6
Page 1 of 2

Taxing Entity	2011	2012	2013	2014	2015
Cedar Hill Independent School District					
Maintenance & Operations	\$ 1.040000	\$ 1.040000	\$ 1.040000	\$ 1.040000	\$ 1.040000
Interest & Sinking	0.400000	0.400000	0.400000	0.485000	0.485000
Total	1.440000	1.440000	1.440000	1.525000	1.525000
City of Cedar Hill	0.670000	0.685880	0.695690	0.698760	0.698760
Dallas County	0.253100	0.253100	0.243100	0.243100	0.243100
Dallas County Community College District	0.099230	0.099670	0.119375	0.124700	0.124775
Dallas County Hospital District	0.271000	0.271000	0.271000	0.276000	0.286000
Dallas County Schools	0.010000	0.010000	0.009937	0.010000	0.010000
City of Dallas	0.797000	0.797000	0.797000	0.797000	0.797000
City of Duncanville	0.737692	0.737692	0.737692	0.758447	0.758447
City of Grand Prairie	0.669998	0.669998	0.795000	0.795000	0.669998
City of Ovilla	0.674600	0.663800	0.667500	0.671900	0.671900

¹ Tax year differs from fiscal year

CEDAR HILL INDEPENDENT SCHOOL DISTRICT
PROPERTY TAX RATES - DIRECT AND OVERLAPPING GOVERNMENTS
(PER \$100 OF ASSESSED VALUE)
LAST TEN FISCAL YEARS ¹
(UNAUDITED)

Table 6
Page 2 of 2

Taxing Entity	2016	2017	2018	2019	2020
Cedar Hill Independent School District					
Maintenance & Operations	\$ 1.040000	\$ 1.040000	\$ 1.040000	\$ 1.040000	\$ 0.970000
Interest & Sinking	0.485000	0.476000	0.476000	0.336000	0.336000
Total	1.525000	1.516000	1.516000	1.376000	1.306000
City of Cedar Hill	0.698760	0.698760	0.698760	0.697028	0.697028
Dallas County	0.243100	0.243100	0.243100	0.243100	0.243100
Dallas County Community College District	0.123650	0.122933	0.124238	0.124000	0.124000
Dallas County Hospital District	0.286000	0.279400	0.279400	0.279400	0.269500
Dallas County Schools	0.010000	0.009271	0.010000	0.010000	0.010000
City of Dallas	0.797000	0.782500	0.780400	0.776700	0.776600
City of Duncanville	0.758447	0.758447	0.758447	0.748447	0.748447
City of Grand Prairie	0.669998	0.669998	0.669998	0.669998	0.669998
City of Ovilla	0.700000	0.700000	0.680399	0.660000	0.660000

¹ Tax year differs from fiscal year

CEDAR HILL INDEPENDENT SCHOOL DISTRICT
PRINCIPAL TAXPAYERS
CURRENT AND NINE YEARS AGO
(UNAUDITED)

Table 7

Name of Taxpayer	Nature of Property	2020			2011		
		Taxable Assessed Value	Rank	Percentage of Total Assessed Value	Taxable Assessed Value	Rank	Percentage of Total Assessed Value
EL AD Cedar Hill LLC	Apartments	\$ 66,000,000	1	1.67%			
Uptown Village At Cedar Hill	Shopping Mall	52,137,460	2	1.32%	\$ 41,773,370	1	1.60%
Price Midtown LLC	Apartments	41,850,000	3	1.06%			
Inland Western Cedar Hill	Shopping Center	35,799,010	4	0.91%	29,888,910	3	1.15%
KRG Cedar Hill Plaza, LP	Shopping Center	33,000,000	5	0.84%	32,525,000	2	1.25%
Oncor Electric Delivery	Electric Utility	29,434,650	6	0.75%	24,951,510	5	0.96%
Mira Lagos Apartments Ltd	Apartment	26,150,000	7	0.66%			
Gates Cedar Hill LTD	Apartment (Brick Exterior)	23,824,510	8	0.54%	13,192,000	9	0.51%
Walmart Stores Inc	Retail	21,474,040	9	0.54%	20,862,760	6	0.80%
J.C. Penney Co. Inc	Retail	19,390,966	10	0.49%	27,123,219	4	1.04%
Target Corporation	Apartments				15,851,150	7	0.61%
Pleasant Run and 67 Ltd.	Retail				13,500,000	8	0.52%
Patillo Ind Partners LLC	Distribution Warehouse				13,007,650	10	0.50%
Totals		<u>\$ 349,060,636</u>		<u>8.85%</u>	<u>\$ 232,675,569</u>		<u>8.93%</u>

Source: Cedar Hill Independent School District Tax Office
and Dallas County Appraisal District

CEDAR HILL INDEPENDENT SCHOOL DISTRICT
PROPERTY TAX LEVIES AND COLLECTIONS
LAST TEN FISCAL YEARS
(UNAUDITED)

Table 8

Tax Roll for Fiscal Year	Tax Levy for the Fiscal Year	Collected within the Fiscal Year of the Levy		Collections in Subsequent Years	Total Collections to Date	
		Amount	Percentage of Net Tax Levy		Amount	Percentage of Net Tax Levy
2011	\$ 36,888,216	\$ 36,201,961	98.1%	\$ 657,556	\$ 36,859,517	99.9%
2012	36,415,183	35,782,833	98.3%	609,458	36,392,291	99.9%
2013	35,906,663	35,458,007	98.8%	421,035	35,879,042	99.9%
2014	38,080,851	37,647,276	98.9%	399,755	38,047,031	99.9%
2015	40,089,981	39,749,941	99.2%	265,717	40,015,658	99.8%
2016	41,304,089	40,788,962	98.8%	441,839	41,230,801	99.8%
2017	44,173,393	43,687,766	98.9%	396,745	44,084,511	99.8%
2018	47,756,464	47,239,849	98.9%	380,188	47,620,037	99.7%
2019	48,200,368	47,736,085	99.0%	244,089	47,980,174	99.5%
2020	49,789,613	48,848,564	98.1%	-	48,848,564	98.1%

CEDAR HILL INDEPENDENT SCHOOL DISTRICT
RATIOS OF OUTSTANDING DEBT BY TYPE
LAST TEN FISCAL YEARS
(UNAUDITED)

Table 9

Fiscal Year	Governmental Activities					Ratio of Debt to Total Assessed Value ²	Total Debt Per Capita ³	Debt Per ADA ³
	General Obligation Bonds	Premium Capital Appreciation Bonds	Accreted Interest on CABs	Premium on Bonds	Total ¹			
2011	\$ 101,912,213	\$ -	\$ 51,977,317	\$ 232,283	\$ 154,121,813	5.92%	\$ 3,364	\$ 20,021
2012	98,006,246	-	53,986,261	221,222	152,213,729	5.89%	3,276	19,965
2013	133,051,543	40,760,942	18,593,072	8,580,362	200,985,919	7.92%	4,307	26,061
2014	129,629,899	37,620,425	20,101,677	8,110,648	195,462,649	7.66%	4,065	26,400
2015	125,831,985	38,883,494	16,979,921	8,316,570	190,011,970	7.03%	3,917	25,556
2016	123,764,585	37,142,906	19,258,485	7,828,503	187,994,479	6.73%	3,889	24,821
2017	121,183,930	28,837,859	4,429,675	8,966,082	163,417,546	5.41%	3,355	22,042
2018	119,262,094	24,147,240	3,816,899	8,319,492	155,545,725	4.76%	3,210	21,060
2019	108,705,716	19,320,176	3,849,409	7,679,153	139,554,454	3.84%	2,628	19,138
2020	102,779,411	18,365,734	3,641,940	3,575,692	128,362,777	3.25%	2,646	16,834

¹ General Obligation and Capital Appreciation Bonds Payable (net of related premiums, discounts and adjustments)

² See Table 5 for total assessed value

³ See Table 13 for population and student enrollment data

CEDAR HILL INDEPENDENT SCHOOL DISTRICT
RATIOS OF NET GENERAL OBLIGATION BONDED DEBT OUTSTANDING
LAST TEN FISCAL YEARS
(UNAUDITED)

Table 10

Fiscal Year	Assessed Value ¹	Gross Bonded Debt ²	Less Net Position Restricted for Debt Service ³	Net Bonded Debt	Ratio of Net Bonded Debt to Assessed Value	Net Bonded Debt Per Capita ⁴	Net Bonded Debt Per ADA ⁴
2011	\$ 2,604,328	\$ 154,121,813	\$ 11,167,618	\$ 142,954,195	5.5%	\$ 3,120	\$ 18,570
2012	2,582,935	152,213,729	11,111,239	141,102,490	5.5%	3,037	18,508
2013	2,537,715	200,985,919	11,822,426	189,163,493	7.5%	4,054	24,528
2014	2,550,668	195,462,649	7,655,771	187,806,878	7.4%	3,906	25,366
2015	2,703,698	190,011,970	7,956,434	182,055,536	6.7%	3,753	24,486
2016	2,794,540	187,994,479	12,338,053	175,656,426	6.3%	3,634	23,192
2017	3,018,646	163,417,546	14,593,279	148,824,267	4.9%	3,055	20,073
2018	3,269,298	155,545,725	15,123,810	140,421,915	4.3%	2,898	19,012
2019	3,633,762	139,554,454	6,909,684	132,644,770	3.7%	2,498	18,190
2020	3,944,804	128,362,777	4,278,396	124,084,381	3.1%	2,558	16,273

Source of Information: Cedar Hill Independent School District's Financial Statements

¹ 000's omitted - From Table 5, Total Taxable Assessed Value.

² Gross Bonded Debt includes all long-term general obligation debt (net of related premiums, discounts and adjustments)

³ From the Government-wide Statement of Net Position

⁴ See Table 13 for population and student enrollment data



CEDAR HILL INDEPENDENT SCHOOL DISTRICT
COMPUTATION OF ESTIMATED DIRECT AND OVERLAPPING DEBT
June 30, 2020
(UNAUDITED)

Table 11

Taxing Jurisdiction	Net Debt Amount	Outstanding as of¹	Percent Overlapping⁴	Amount Overlapping
Overlapping:				
City of Cedar Hill	\$ 89,965,000	11/14/19	92.46%	\$ 83,181,639
Dallas County	151,495,000	11/14/19	1.39%	2,105,781
Dallas County CCD	182,800,000	11/14/19	1.39%	2,540,920
Dallas County Hospital District	671,290,000	11/14/19	1.39%	9,330,931
Dallas County Schools	36,801,240	11/14/19	1.39%	511,537
City of Dallas	2,060,812,115	11/14/19	0.03%	618,244
City of Duncanville	24,755,000	11/14/19	0.37%	91,594
City of Grand Prairie	356,480,000	11/14/19	1.11%	3,956,928
City of Ovilla	4,270,000	11/14/19	1.19%	50,813
Total Net Overlapping Debt:				102,388,386
Cedar Hill Independent School District Debt:	128,362,777	06/30/20	100.00%	<u>128,362,777 *</u>
Total Direct and Overlapping Debt:				<u>\$ 230,751,163</u>
Ratio of Total Direct and Overlapping Debt to Total Taxable Assessed Valuation ²				5.85%
Total Direct and Overlapping Debt per Capita ³				\$ 4,757
2020 Assessed Valuation per Capita ³				\$ 81,318

Source of Information: Texas Municipal Reports.

¹ Outstanding debt as of June 30, 2020 was unavailable for the overlapping taxing jurisdictions.

² The 2020 total taxable assessed valuation is \$3,944,803,924 (Table 5).

³ The estimated 2020 population is 48,511 (Table 13).

⁴ 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.

* Gross Bonded Debt

CEDAR HILL INDEPENDENT SCHOOL DISTRICT
LEGAL DEBT MARGIN INFORMATION
LAST TEN FISCAL YEARS
(Amounts in Thousand)
(UNAUDITED)

Table 12
Page 1 of 2

	<u>2011</u>	<u>2012</u>	<u>2013</u>	<u>2014</u>	<u>2015</u>
Maximum Debt Limit	\$ 260,433	\$ 258,293	\$ 253,771	\$ 255,067	\$ 270,370
Total Net Debt Applicable to Limit	<u>(142,954)</u>	<u>(141,102)</u>	<u>(189,163)</u>	<u>(187,807)</u>	<u>(182,056)</u>
Legal Debt Margin	<u>\$ 117,479</u>	<u>\$ 117,191</u>	<u>\$ 64,608</u>	<u>\$ 67,260</u>	<u>\$ 88,314</u>
Total Net Debt Applicable to the Limit as a Percentage of Debt Limit	54.89%	54.63%	74.54%	73.63%	67.34%

Computation of Legal Debt Margin
(in thousands)

Assessed Value	\$ 3,944,804
Debt limit (10% of assessed value)	<u>10%</u>
Maximum Legal Debt	394,480
Amount of Debt Applicable to Debt Limit:	
Total Bonded Debt	128,363
Less: Reserve for Retirement of Bonded Debt	<u>4,278</u>
Total Amount of Debt Applicable to Debt Limit	<u>124,084</u>
Legal Debt Margin	<u>\$ 270,396</u>

Source of Information:
Cedar Hill Independent School District's Financial Statements

CEDAR HILL INDEPENDENT SCHOOL DISTRICT
LEGAL DEBT MARGIN INFORMATION
LAST TEN FISCAL YEARS
(Amounts in Thousand)
(UNAUDITED)

Table 12
Page 2 of 2

	<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>	<u>2020</u>
Maximum Debt Limit	\$ 279,454	\$ 301,865	\$ 326,930	\$ 363,400	\$ 394,480
Total Net Debt Applicable to Limit	<u>(175,656)</u>	<u>(148,824)</u>	<u>(140,422)</u>	<u>(132,645)</u>	<u>(124,084)</u>
Legal Debt Margin	<u>\$ 103,798</u>	<u>\$ 153,040</u>	<u>\$ 186,508</u>	<u>\$ 230,755</u>	<u>\$ 270,396</u>
Total Net Debt Applicable to the Limit as a Percentage of Debt Limit	62.86%	49.30%	42.95%	36.50%	31.46%

CEDAR HILL INDEPENDENT SCHOOL DISTRICT
DEMOGRAPHIC AND ECONOMIC STATISTICS
LAST TEN FISCAL YEARS
(UNAUDITED)

Table 13
Page 1 of 2

Fiscal Year	Population ³	Residential Units ⁴	Assessed Value of Residential Units ⁴	Average Assessed Value of Units	Student Units ¹
2011	45,814	14,068	\$ 1,815,242,410	\$ 129,033	7,697
2012	46,461	14,102	1,788,588,100	126,832	8,153
2013	46,663	14,148	1,788,754,280	126,432	8,258
2014	48,084	14,275	1,931,244,380	135,289	7,866
2015	48,507	14,395	2,092,281,990	145,348	7,883
2016	48,343	14,516	2,343,793,250	161,463	8,020
2017	48,710	14,618	2,577,925,490	176,353	7,866
2018	48,463	14,713	2,933,988,550	199,415	7,875
2019	53,096	14,777	3,190,351,200	215,900	7,794
2020	48,511	15,893	3,358,995,479	211,351	7,625

¹ Sources of Information unless otherwise noted:
Cedar Hill Independent School District Data Quality Department
(PEIMS Fall/Summer Submissions)

Cedar Hill Independent School District's Financial Statements

² Information source: Federal Reserve Economic Data.
Information is for Dallas County

³ Population per US Census Bureau

⁵ Information from the Federal Economic Research Data and for Dallas County.

⁶ Information is not available.

CEDAR HILL INDEPENDENT SCHOOL DISTRICT
DEMOGRAPHIC AND ECONOMIC STATISTICS
LAST TEN FISCAL YEARS
(UNAUDITED)

Table 13
Page 2 of 2

Fiscal Year	ADA ¹	Unemployment Rate ²	Total Personal Income ⁴ (in thousands)	Per Capita Personal Income ³
2011	7,698	8.1%	\$ 74,588	\$ 47,564
2012	7,624	7.1%	73,194	48,621
2013	7,712	6.6%	76,801	49,006
2014	7,404	5.4%	78,376	51,999
2015	7,435	4.3%	79,285	52,603
2016	7,574	4.0%	85,890	54,456
2017	7,414	3.9%	85,991	55,859
2018	7,386	3.7%	89,052	58,993
2019	7,292	3.4%	88,511	^(b)
2020	7,091	8.2%	89,861	^(b)

¹ Sources of Information unless otherwise noted:

Cedar Hill Independent School District Data Quality Department
(PeIMS Fall/Summer Submissions)

Cedar Hill Independent School District's Financial Statements

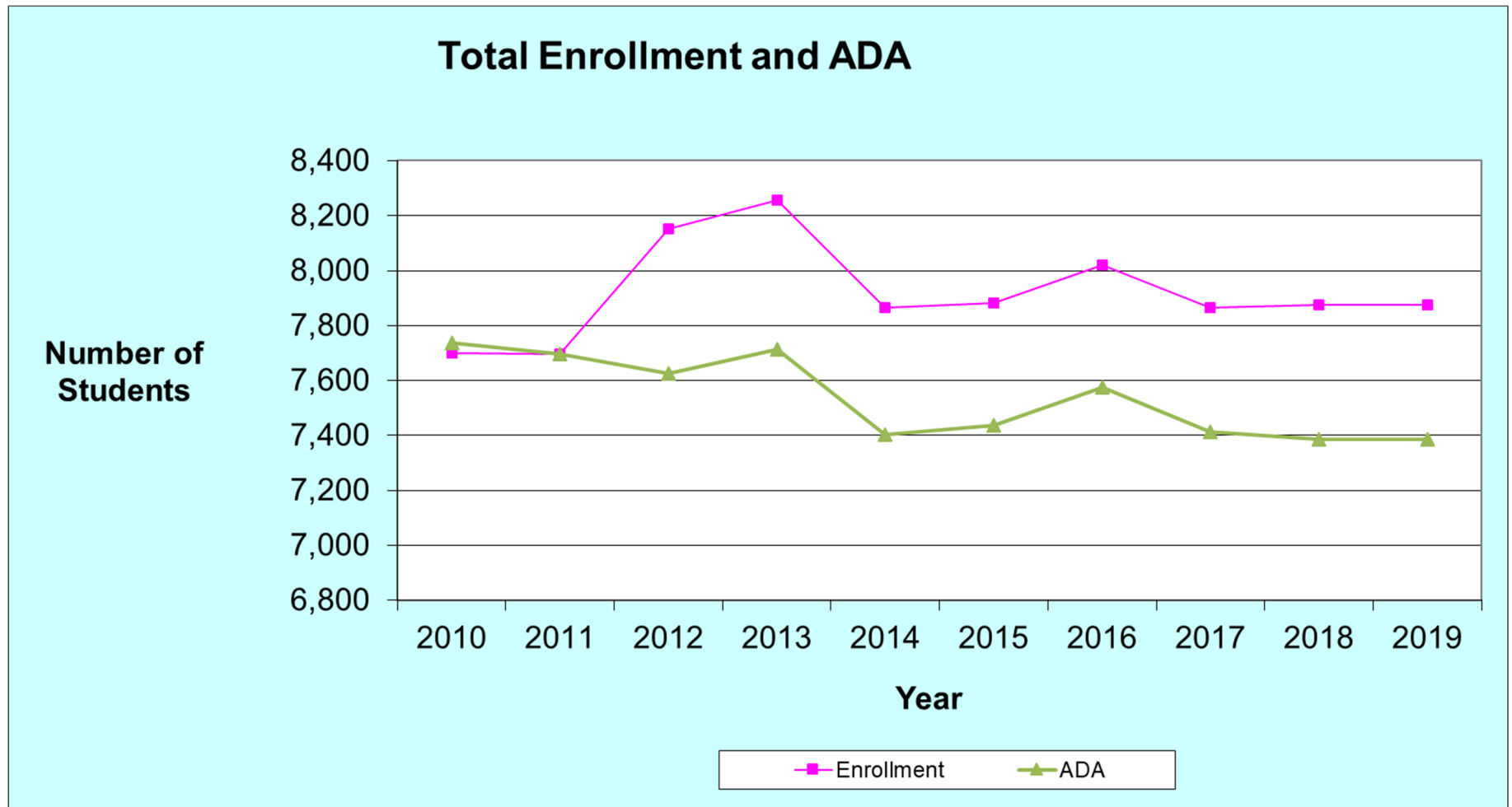
⁴ Information source: Federal Reserve Economic Data.

US Bureau of Economic Analysis

³ Population per US Census Bureau

⁵ Information from the Federal Economic Research Data and for Dallas Cou

⁶ Information is not available.



CEDAR HILL INDEPENDENT SCHOOL DISTRICT
PRINCIPAL EMPLOYERS
CURRENT YEAR AND NINE YEARS AGO
(UNAUDITED)

Table 15

Principal Employer	2019			2010		
	Employees	Rank	Percentage of Total Employment ²	Employees	Rank	Percentage of Total Employment ²
Wal-Mart Supercenter	250	1	0.94%	450	3	1.89%
Total Highway Maintenance	250	2	0.94%			0.00%
JCPenney, Distribution Center	240	3	0.91%	496	2	
Super Target	220	4	0.83%	215	4	0.90%
Dillard's	144	5	0.54%	150	5	
JCPenney, Department Store	135	6	0.51%	130	6	0.55%
DMI Corporation	130	7	0.49%			0.00%
Home Depot	130	8	0.49%	115	7	
MJB Wood Group/Precision Wood	125	9	0.47%			
P&W Quality Machine, Inc	115	10	0.43%			
Texwood Industries - Quality Doors				700	1	2.94%
Kohl's				110	8	0.46%
Trinity School				110	9	0.46%
Southern Star Concrete				100	10	0.42%
	<u>1,739</u>		<u>6.57%</u>	<u>2,576</u>		<u>10.81%</u>

Source: City of Cedar Hill surveys of employers.

Note: Cedar Hill ISD and City of Cedar Hill are not included in the rankings.

¹ Principal employer data for 2020 was not available.

² Total estimated workforce in 2019 and 2010 is 28,019 and 24,513, respectively.

CEDAR HILL INDEPENDENT SCHOOL DISTRICT
FULL-TIME EQUIVALENT DISTRICT EMPLOYEES BY FUNCTION¹
LAST TEN FISCAL YEARS
(UNAUDITED)

Table 16
Page 1 of 2

	2011	2012	2013	2014	2015
Teacher					
Substitute Teacher (Full time)	-	-	0.3	3.8	-
Teacher	512.9	479.3	495.7	469.2	454.1
Professional Support					
Audiologist	0.5	0.5	0.5	1.0	1.0
Counselor	24.0	22.0	22.0	21.9	19.3
Educational Diagnostician	8.0	8.0	8.0	8.0	9.0
Librarian	12.0	8.0	8.0	8.0	7.0
School Nurse	7.0	5.8	7.0	6.8	7.0
LSSP/Psychologist	1.0	1.0	1.0	1.0	1.0
Speech Therapist / Pathologist	8.0	7.0	7.0	7.0	7.0
Teacher Facilitator/Supervisor	2.0	3.5	3.2	4.2	2.2
Department Head	-	0.2	-	-	-
Athletic Trainer	-	4.0	4.0	4.0	4.0
Instructional Materials Coordinator	-	-	-	-	-
Other Campus Professional Support	3.0	4.0	4.0	2.0	2.0
Other Non-Instructional Distr Prof	12.5	11.0	14.5	15.5	16.0
Campus Administration					
Assistant Principal	17.2	15.0	17.0	16.1	16.0
Principal	15.0	14.0	12.0	13.0	13.0
Central Administration					
Assistant/ Associate/Deputy Supt	6.0	5.0	5.0	2.5	5.0
Exec. Director or Director Instr Programs	5.0	4.0	4.9	2.0	2.0
Superintendent	1.0	1.0	1.0	-	1.0
Teacher Supervisor	14.9	18.0	16.0	14.5	9.0
Athletic Director	1.0	1.0	1.0	1.0	1.0
Business Manager	-	-	-	1.0	-
Human Resource Director	-	-	-	-	-
Educational Aides					
Educational Aide	98.1	94.3	95.4	85.6	79.9
Auxiliary & Paraprofessional Support Staff					
Aux & Paraprofessional Support	229.6	262.2	270.1	272.3	271.5
Total	978.7	968.8	997.6	960.4	928.0

Source of Information: Cedar Hill Independent School District Finance Office

FTEs as reported in the fall PEIMS submission

CEDAR HILL INDEPENDENT SCHOOL DISTRICT
FULL-TIME EQUIVALENT DISTRICT EMPLOYEES BY FUNCTION¹
LAST TEN FISCAL YEARS
(UNAUDITED)

Table 16
Page 2 of 2

	2016	2017	2018	2019	2020
Teacher					
Substitute Teacher (Full time)	-	2.0	4.9	2.6	2.1
Teacher	468.7	479.6	467.3	467.7	455.3
Professional Support					
Audiologist	1.0	1.0	1.0	1.0	1.0
Counselor	20.4	22.0	21.0	21.0	19.0
Educational Diagnostician	8.5	8.5	6.0	7.0	8.0
Librarian	7.0	6.0	7.0	7.0	5.9
School Nurse	5.6	5.2	5.0	4.5	5.0
LSSP/Psychologist	1.0	1.0	2.0	2.0	2.0
Speech Therapist / Pathologist	7.0	7.0	7.0	7.0	7.0
Teacher Facilitator/Supervisor	3.0	3.0	13.3	11.3	13.1
Department Head	-	-	1.0	1.1	1.2
Athletic Trainer	4.0	4.0	4.0	4.0	4.0
Instructional Materials Coordinator	-	-	1.9	9.0	9.0
Other Campus Professional Support	2.0	2.9	2.0	3.0	3.0
Other Non-Instructional Distr Prof	18.0	15.8	15.0	19.9	18.7
Campus Administration					
Assistant Principal	15.5	18.1	20.1	19.2	17.1
Principal	11.0	11.0	11.0	14.0	12.0
Central Administration					
Assistant/ Associate/Deputy Supt	5.0	3.0	2.0	4.8	4.0
Exec. Director or Director Instr Programs	-	1.0	2.0	5.0	4.9
Superintendent	1.0	1.0	1.0	1.0	1.0
Teacher Supervisor	13.0	12.0	9.0	10.0	9.0
Athletic Director	1.0	1.0	1.0	1.0	1.0
Business Manager	-	-	1.0	-	1.0
Human Resource Director	-	-	1.0	1.0	1.0
Educational Aides					
Educational Aide	78.5	81.0	75.8	80.0	75.5
Auxiliary & Paraprofessional Support Staff					
Aux & Paraprofessional Support	263.5	267.9	212.2	198.0	221.0
Total	934.7	954.0	894.5	902.1	901.8

Source of Information: Cedar Hill Independent School District Finance Office

FTEs as reported in the fall PEIMS submission

CEDAR HILL INDEPENDENT SCHOOL DISTRICT
OPERATING STATISTICS
LAST TEN FISCAL YEARS
(UNAUDITED)

Table 17
Page 1 of 2

Fiscal Year	Average Daily Attendance	Governmental Operating Expenditures ¹	Cost Per Student	Percentage Change	Government Wide Expenses
2011	7,698	\$ 68,773,809	\$ 8,934	0.47%	\$ 79,176,653
2012	7,624	64,787,086	8,498	-5.80%	75,812,757
2013	7,712	64,283,146	8,335	-0.78%	78,121,450
2014	7,404	64,485,566	8,710	0.31%	74,783,112
2015	7,435	62,767,270	8,442	-2.66%	74,265,275
2016	7,574	68,160,564	8,999	8.59%	82,764,725
2017	7,414	67,940,862	9,164	-0.32%	83,796,335
2018	7,386	74,028,530	10,023	8.96%	65,295,484
2019	7,292	79,182,679	10,859	6.96%	92,801,023
2020	7,625	75,132,533	9,853	-5.11%	90,525,844

Source: Nonfinancial information from District records

¹ Governmental 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 Texas law mandates that no more than 22 students can be assigned to one classroom teacher in kindergarten through fourth grade. Source of Information: TEA Academic Excellence Indicator System until 2011 and Teas Academic Performance Report XXXXXX - NOTE for 2019 for years 2012 thru 2018. 2019 is estimated and will be updated as TEA reports become available. Beginning in FY 2016, report PDM1110004 was used.

³ Fall PEIMS Submission for the applicable year. Report PRF4D001 was used prior to FY 2016. Beginning in FY 2016, report PDM1110004 was used.

CEDAR HILL INDEPENDENT SCHOOL DISTRICT
OPERATING STATISTICS
LAST TEN FISCAL YEARS
(UNAUDITED)

Table 17
Page 2 of 2

Fiscal Year	Cost Per Student	Percentage Change	Number of Teaching Staff ³	Student to Teacher Ratio ²
2011	\$ 10,285	0.29%	512	15.0
2012	9,944	-4.25%	481	15.9
2013	10,130	3.05%	492	15.7
2014	10,100	-4.27%	473	15.7
2015	9,989	-0.69%	450	16.5
2016	10,927	11.44%	469	16.1
2017	11,302	1.25%	479	15.5
2018	8,840	-22.08%	467	15.8
2019	12,726	42.12%	468	15.6
2020	11,872	-2.45%	457	16.7

Source: Nonfinancial information from District records

¹ Governmental 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 Texas law mandates that no more than 22 students can be assigned to one classroom teacher in kindergarten through fourth grade. Source of Information: TEA Academic Excellence Indicator System until 2015 and Texas Academic Performance Report XXXXXX - NOTE for 2019 for years 2012 thru 2018. 2019 is estimated and will be updated as TEA reports become available. Beginning in FY 2016, report PDM1110004 was used.

³ Fall PEIMS Submission for the applicable year. Report PRF4D001 was used prior to FY 2016. Beginning in FY 2016, report PDM1110004 was used.



CEDAR HILL INDEPENDENT SCHOOL DISTRICT
TEACHER SALARY DATA
LAST TEN FISCAL YEARS
(UNAUDITED)

Table 18

Fiscal Year	Minimum Salary ²	Maximum Salary ²	District Average Salary ²	State Average Salary ¹
2011	\$ 48,667	\$ 58,643	\$ 49,692	\$ 48,638
2012	45,962	57,865	49,019	48,375
2013	46,133	56,204	48,756	48,821
2014	46,470	57,941	50,206	49,692
2015	48,820	57,006	50,371	50,715
2016	50,308	59,993	53,489	51,891
2017	51,749	61,321	55,023	52,525
2018	52,029	64,284	56,129	53,334
2019	52,500	66,351	57,253	54,122
2020	53,000	66,351	59,076	55,834

¹ Source of Information: TEA Academic Excellence Indicator System: Staff Information Teachers Regular Duty Only used until 2011. Beginning in 2012 the Texas Academic Performance Report is utilized. The 2020 reports will be available in December 2020. As a result the data is not final and will be updated when released.

² Source of Information: Cedar Hill Independent School District Payroll Records

CEDAR HILL INDEPENDENT SCHOOL DISTRICT
SCHOOL BUILDING INFORMATION
LAST TEN FISCAL YEARS
(UNAUDITED)

Table 19
Page 1 of 4

Building:	2011	2012	2013	2014	2015
HIGH SCHOOLS					
Cedar Hill (1978)					
Square Footage ¹	488,442	488,442	488,442	488,442	488,442
Capacity ²	2,200	2,200	2,200	2,200	2,200
Enrollment ³	1,630	1,677	1,694	1,694	1,688
Ninth Grade Center (2005)					
Square Footage ¹	248,819	248,819	248,819	248,819	248,819
Capacity ²	2,500	2,500	2,500	2,500	2,500
Enrollment ³	602	580	538	538	565
Collegiate (1997)					
Square Footage ¹	67,347	67,347	67,347	67,347	67,347
Capacity ²	800	800	800	800	800
Enrollment ³	344	347	371	371	379
MIDDLE SCHOOLS					
W S Permenter (1989)					
Square Footage ¹	152,465	152,465	152,465	152,465	152,465
Capacity ²	1,200	1,200	1,200	1,200	1,200
Enrollment ³	796	644	645	645	632
Bessie Coleman (2005)					
Square Footage ¹	135,310	135,310	135,310	135,310	135,310
Capacity ²	1,200	1,200	1,200	1,200	1,200
Enrollment ³	427	573	589	589	588
Collegiate Academy (1997)					
Square Footage ¹	67,347	67,347	67,347	67,347	67,347
Capacity ²	800	800	800	800	800
Enrollment ³	600	610	556	556	540

Source of Information:

¹ Insurance Property Valuation Schedule. Square footage is based on structured building and does not include temporary classrooms.

² Functional capacity for the buildings as constructed, not including T buildings.

³ Fall PEIMS Submission for the applicable year. Report PRF5C044 was used prior to FY 2016. Beginning in FY 2016, report PDM1120009 was used.

CEDAR HILL INDEPENDENT SCHOOL DISTRICT
SCHOOL BUILDING INFORMATION
LAST TEN FISCAL YEARS
(UNAUDITED)

Table 19
Page 2 of 4

Building:	2016	2017	2018	2019	2020
HIGH SCHOOLS					
Cedar Hill (1978)					
Square Footage ¹	488,442	488,442	488,442	488,442	488,442
Capacity ²	2,200	2,200	2,200	2,200	2,200
Enrollment ³	1,671	1,701	1,689	1,721	1,645
Ninth Grade Center (2005)					
Square Footage ¹	248,819	248,819	248,819	248,819	248,819
Capacity ²	2,500	2,500	2,500	2,500	2,500
Enrollment ³	618	540	575	566	626
Collegiate (1997)					
Square Footage ¹	67,347	67,347	67,347	67,347	67,347
Capacity ²	800	800	800	800	800
Enrollment ³	406	406	403	371	355
MIDDLE SCHOOLS					
W S Permenter (1989)					
Square Footage ¹	152,465	152,465	152,465	152,465	152,465
Capacity ²	1,200	1,200	1,200	1,200	1,200
Enrollment ³	903	831	820	803	776
Bessie Coleman (2005)					
Square Footage ¹	135,310	135,310	135,310	135,310	135,310
Capacity ²	1,200	1,200	1,200	1,200	1,200
Enrollment ³	796	754	778	769	779
Collegiate Academy (1997)					
Square Footage ¹	67,347	67,347	67,347	67,347	67,347
Capacity ²	800	800	800	800	800
Enrollment ³	94	207	302	300	303

Source of Information:

¹ Insurance Property Valuation Schedule. Square footage is based on structured building and does not include temporary classrooms.

² Functional capacity for the buildings as constructed, not including T buildings.

³ Fall PEIMS Submission for the applicable year. Report PRF5C044 was used prior to FY 2016.

CEDAR HILL INDEPENDENT SCHOOL DISTRICT
SCHOOL BUILDING INFORMATION
LAST TEN FISCAL YEARS
(UNAUDITED)

Table 19
Page 3 of 4

Building:	2011	2012	2013	2014	2015
ELEMENTARY SCHOOLS					
Bray (1944)					
Square Footage ¹	34,478	34,478	34,478	34,478	34,478
Capacity ²	300	300	300	300	300
Enrollment ³	329	272	218	218	301
Plummer (1973)					
Square Footage ¹	44,910	44,910	44,910	44,910	44,910
Capacity ²	750	750	750	750	750
Enrollment ³	583	586	533	533	521
High Pointe (1985)					
Square Footage ¹	67,239	67,239	67,239	67,239	67,239
Capacity ²	750	750	750	750	750
Enrollment ³	599	616	566	566	565
Highlands (1987)					
Square Footage ¹	69,678	69,678	69,678	69,678	69,678
Capacity ²	750	750	750	750	750
Enrollment ³	680	724	649	649	599
Waterford Oaks (1990)					
Square Footage ¹	71,998	71,998	71,998	71,998	71,998
Capacity ²	750	750	750	750	750
Enrollment ³	559	618	588	588	538
Lake Ridge (2002)					
Square Footage ¹	69,350	69,350	69,350	69,350	69,350
Capacity ²	750	750	750	750	750
Enrollment ³	369	392	345	345	397
Collegiate Prep (2002)					
Square Footage ¹	70,000	70,000	70,000	70,000	70,000
Capacity ²	800	800	800	800	800
Enrollment ³	637	614	572	572	523

Source of Information:

¹ Insurance Property Valuation Schedule. Square footage is based on structured building and does not include temporary classrooms.

² Functional capacity for the buildings as constructed, not including T buildings.

³ Fall PEIMS Submission for the applicable year. Report PRF5C044 was used prior to FY 2016. Beginning in FY 2016, report PDM1120009 was used.

CEDAR HILL INDEPENDENT SCHOOL DISTRICT
SCHOOL BUILDING INFORMATION
LAST TEN FISCAL YEARS
(UNAUDITED)

Table 19
Page 4 of 4

Building:	2016	2017	2018	2019	2020
ELEMENTARY SCHOOLS					
Bray (1944)					
Square Footage ¹	34,478	34,478	34,478	34,478	34,478
Capacity ²	300	300	300	300	300
Enrollment ³	249	255	272	251	237
Plummer (1973)					
Square Footage ¹	44,910	44,910	44,910	44,910	44,910
Capacity ²	750	750	750	750	750
Enrollment ³	588	597	582	607	592
High Pointe (1985)					
Square Footage ¹	67,239	67,239	67,239	67,239	67,239
Capacity ²	750	750	750	750	750
Enrollment ³	556	486	470	406	387
Highlands (1987)					
Square Footage ¹	69,678	69,678	69,678	69,678	69,678
Capacity ²	750	750	750	750	750
Enrollment ³	662	654	607	604	563
Waterford Oaks (1990)					
Square Footage ¹	71,998	71,998	71,998	71,998	71,998
Capacity ²	750	750	750	750	750
Enrollment ³	572	570	565	578	497
Lake Ridge (2002)					
Square Footage ¹	69,350	69,350	69,350	69,350	69,350
Capacity ²	750	750	750	750	750
Enrollment ³	404	378	328	328	370
Collegiate Prep (2002)					
Square Footage ¹	70,000	70,000	70,000	70,000	70,000
Capacity ²	800	800	800	800	800
Enrollment ³	502	481	484	500	493

Source of Information:

¹ Insurance Property Valuation Schedule. Square footage is based on structured building and does not include temporary classrooms.

² Functional capacity for the buildings as constructed, not including T buildings.

³ Fall PEIMS Submission for the applicable year. Report PRF5C044 was used prior to FY 2016.

Beginning in FY 2016, report PDM1120009 was used.



FEDERAL AWARDS SECTION



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

To the Board of Trustees
Cedar Hill Independent School District
Cedar Hill, Texas

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of Cedar Hill Independent School District (the "District"), as of and for the year ended June 30, 2020, and the related notes to the financial statements, which collectively comprise the District's basic financial statements, and have issued our report thereon dated November 16, 2020.

Internal Control Over Financial Reporting

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

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

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

To the Board of Trustees
Cedar Hill Independent School District

Compliance and Other Matters

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

Purpose of this Report

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

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

Dallas, Texas
November 16, 2020

**INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE FOR EACH MAJOR
PROGRAM AND ON INTERNAL CONTROL OVER COMPLIANCE
REQUIRED BY THE *UNIFORM GUIDANCE***

To the Board of Trustees
Cedar Hill Independent School District
Cedar Hill, Texas

Report on Compliance for Each Major Federal Program

We have audited Cedar Hill Independent School District's (the "District") compliance with the types of compliance requirements described in the *OMB Compliance Supplement* that could have a direct and material effect on each of the District's major federal programs for the year ended June 30, 2020. The District's major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs.

Management's Responsibility

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

Auditor's Responsibility

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

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

Opinion on Each Major Federal Program

In our opinion, the District, complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended June 30, 2020.

Report on Internal Control Over Compliance

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

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

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

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

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

Dallas, Texas
November 16, 2020

CEDAR HILL INDEPENDENT SCHOOL DISTRICT
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
For The Year Ended June 30, 2020

I. Summary of Auditors' Results

Financial Statements

Type of auditors' report issued:	Unmodified
Internal control over financial reporting:	
Material weakness(es) identified?	No
Significant deficiencies identified that are not considered to be material weaknesses?	None Reported
Noncompliance material to financial statements noted?	No

Federal Awards

Internal control over major programs:	
Material weakness(es) identified?	No
Significant deficiencies identified that are not considered to be material weaknesses?	None Reported
Type of auditors' report issued on compliance with major programs:	Unmodified
Any audit findings disclosed that are required to be reported in accordance with section 2 CFR 200.516(a)	No
Identification of major programs	
Name of Federal Program or Cluster	CFDA Numbers
ESSA Title II, Part A – Supporting Effective Instruction	84.367A
Child Nutrition Cluster:	
School Breakfast Program	10.553
National School Lunch Program	10.555
COVID 19 – CARES Act - ESSER	84.425D
1. Dollar Threshold Considered Between Type A and Type B Federal Programs	\$750,000
2. Auditee qualified as low-risk auditee?	Yes

CEDAR HILL INDEPENDENT SCHOOL DISTRICT
SCHEDULE OF FINDINGS AND QUESTIONED COSTS (continued)
For The Year Ended June 30, 2020

II. Financial Statement Findings

None Reported

III. Federal Awards Findings and Questioned Costs

None Reported

CEDAR HILL INDEPENDENT SCHOOL DISTRICT
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
For the Year Ended June 30, 2020

Exhibit K-1

(1) Federal Grantor/ Pass-Through Grantor/ Program Title	(2) Federal CFDA Number	(2A) Pass Through Entity Identifying Number	(3) Federal Expenditures
U.S. Department of Agriculture			
Passed Through Texas Department of Education:			
Cash Assistance:			
<i>School Breakfast Program</i>	10.553	71402001	\$ 619,296
<i>National School Lunch Program</i>	10.555	71302001	1,683,471
<i>School Breakfast Program - COVID 19 (SSO)</i>	10.553	71402001	83,604
<i>National School Lunch Program - COVID 19 (SSO)</i>	10.555	71302001	140,823
<i>School Breakfast Program - COVID 19 (SSO)</i>	10.553	52402001	16,168
<i>National School Lunch Program - COVID 19 (SSO)</i>	10.555	52302001	26,477
Passed Through Texas Department of Agriculture:			
Non Cash Assistance (Commodities):			
<i>National School Lunch Program</i>	10.555		427,434
Total Child Nutrition Cluster (10.555, 10.553)			<u>2,997,273</u>
Passed Through Texas Department of Agriculture:			
Cash Assistance:			
<i>Child and Adult Care Food Program</i>	10.558		241,548
Total U.S. Department of Agriculture			<u>3,238,821</u>
U.S. Department of Education			
Direct:			
<i>Gaining Early Awareness and Readiness for Undergraduate Programs (Ready 4 Gear Up!)</i>	84.334A	P334A170015-19	957,457
Passed Through Texas Education Agency:			
<i>ESSA Title I, Part A - Improving Basic Programs</i>	84.010A	20610101057904	1,489,568
<i>IDEA - Part B, Formula</i>	84.027A	206600010579046600	1,642,672
<i>IDEA - Part B, Preschool</i>	84.173A	206610010579046610	26,197
Total Special Education Cluster (CFDA 84.027, 84.173)			<u>1,668,869</u>
<i>Career and Technical - Basic Grant</i>	84.048A	20420006057904	92,474
<i>Title III, Part A - English Language Acquisition</i>	84.365A	20671001057950	42,591
<i>ESSA Title II, Part A - Supporting Effective Instruction</i>	84.367A	20694501057950	190,241
<i>Summer School LEP</i>	84.369A	69551902	2,671
<i>Title IV , Part A</i>	84.424A	20680101057950	155,486
<i>COVID-19 CARES Act ESSER</i>	84.425D	S425D200042	1,225,314
Total U.S. Department of Education			<u>5,824,671</u>
U.S. Department of Health and Human Services			
Passed Through Texas Health and Human Services Commission:			
<i>Medicaid Administrative Claiming (MAC) Program</i>	93.778		1,495
Total U.S. Department of Health and Human Services			<u>1,495</u>
Total Expenditures of Federal Awards			<u>\$ 9,064,987</u>

Note 1 - Basis of Accounting

The District accounts for all awards under federal programs in the General and Certain Special Revenue Funds in accordance with the Texas Education Agency's *Financial Accountability System Resource Guide*. These programs are accounted for using a current financial resources measurement focus. With this measurement focus, only current assets and current liabilities generally are included on the balance sheet. Operating statements of these funds present increases (i.e. revenues and other financing sources) and decreases (i.e. expenditures and other financing uses) in net current assets.

The modified accrual basis of accounting is used for these funds. This basis of accounting recognizes revenues in the accounting period in which they become susceptible to accrual, i.e., both measurable and available, and expenditures in the accounting period in which the liability is incurred, if measurable, except for certain compensated absences and claims and judgments, which are recognized when the obligations are expected to be liquidated with expendable available financial resources. Expenditures are recognized following the cost principles contained in the Uniform Guidance, wherein certain types of expenditures are not allowable or are limited to reimbursement. Pass-through entity identifying numbers are presented where available.

Federal grant funds are considered to be earned to the extent of expenditures made under the provisions of the grant, and accordingly, when such funds are received, they are recorded as unearned revenues until earned. Generally, unused balances are returned to the grantor at the close of specified project periods. The District has not elected to use the 10-percent de minimis indirect cost rate as allowed under the Uniform Guidance.

Note 2 - Basis of Presentation

The accompanying schedule of expenditures of federal awards (the "Schedule") includes the federal grant activity of the District under programs of the federal government for the year ended June 30, 2020. The information in this schedule is presented in accordance with the requirements of the Uniform Guidance. Because the schedule presents on a selected portion of the operations of the District, it is not intended to and does not present the financial position, changes in net position or cash flows of the District.

Note 3 - Reconciliation to Basic Financial Statements

The following is a reconciliation of the federal program revenues reported in the District's Annual Financial Report and total expenditures per the Schedule of Expenditures of Federal Awards:

Federal Program Revenues (Per Exhibit C-3)	\$	9,991,936
School Health and Related Services (SHARS)		(401,629)
E-Rate		(32,792)
Air Force ROTC		(147,909)
United States Treasury Subsidy Payment - 2013 QSCBs		(344,619)
	\$	<u>9,064,987</u>

CEDAR HILL INDEPENDENT SCHOOL DISTRICT
NOTES TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS (continued)

Exhibit K-2

Note 4 - General Fund Expenditures

Federal awards reported in the general fund are summarized as follows:

<u>Program or Source</u>	<u>CFDA Number</u>	<u>Amount</u>
SHARS		\$ 401,629
E-Rate		32,792
Air Force ROTC		147,909
Medicaid Administrative Claiming (MAC) Program	93.778	1,495
Summer School LEP	84.369A	2,671
Gear Up	84.334A	23,883
Title I, Part A	84.010A	61,615
IDEA B, Formula	84.027A	60,217
National School Lunch	10.555	49,487
National School Breakfast	10.553	15,620
Total		<u><u>\$ 797,318</u></u>

CEDAR HILL INDEPENDENT SCHOOL DISTRICT

SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS

For the Year Ended June 30, 2020

Federal regulations, Title 2 U.S. Code of Federal Regulations Section 200.511 states, “The auditee is responsible for follow-up and corrective action on all audit findings. As part of this responsibility, the auditee must prepare a summary schedule of prior audit findings.” The summary schedule of prior audit findings must report the status of the following:

- All audit findings included in the prior audit’s schedule of findings and questioned costs, and
- All audit findings reported in the prior audit’s summary schedule of prior audit findings except audit findings listed as corrected..

I. Prior Audit Findings

Not Applicable

CEDAR HILL INDEPENDENT SCHOOL DISTRICT

CORRECTIVE ACTION PLAN

For the Year Ended June 30, 2020

Federal regulations, Title 2 U.S. Code of Federal Regulations §200.511 states, “At the completion of the audit, the auditee must prepare, in a document separate from the auditor's findings described in §200.516 Audit findings, a corrective action plan to address each audit finding included in the current year auditor's reports.”

I. Corrective Action Plan

Not Applicable

