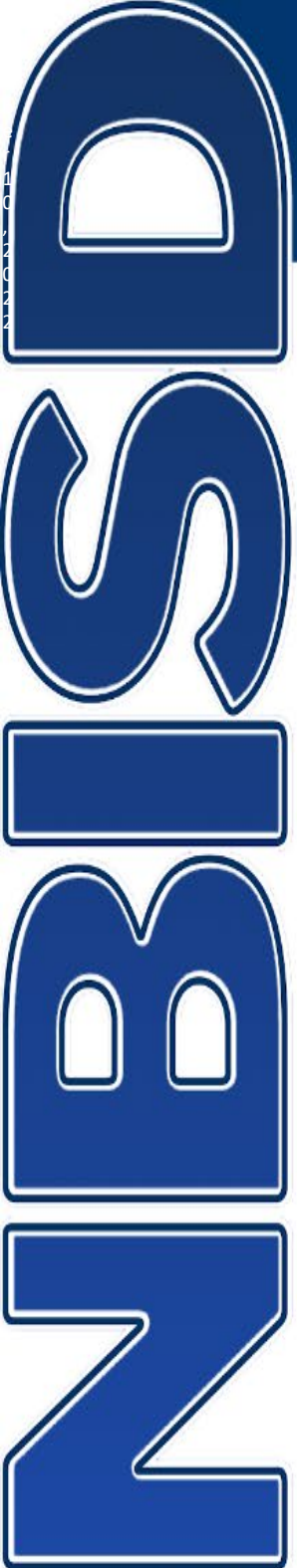


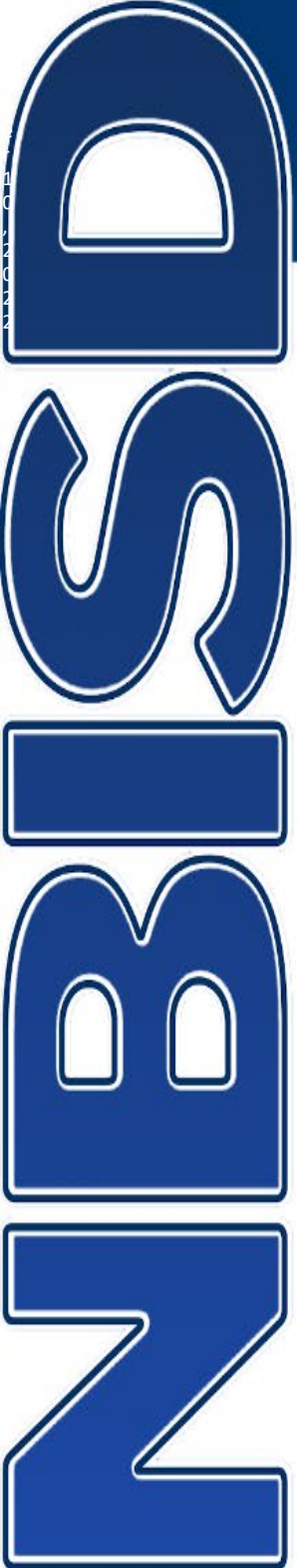
#StrongerTogether

FIRST Rating



What is the Financial Integrity Rating System of Texas (FIRST)?

- The FIRST ensures that Texas Public schools are held accountable for:
 - The quality of the financial management practices, and
 - That practices improve over time.

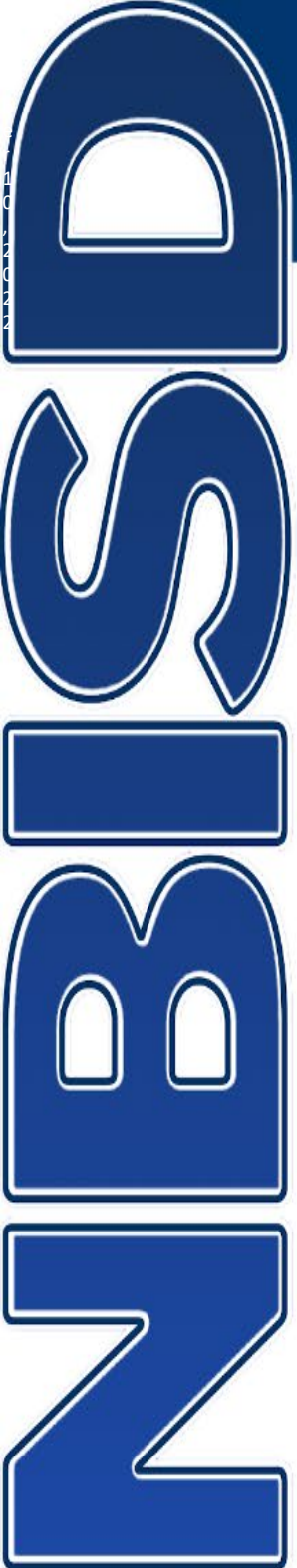


2022-2023 Ratings Based on School Year 2021-2022 Fiscal Year Data

2022-2023 Rating

Passed

Score of 79 Passing score is 70



Indicator Test 1

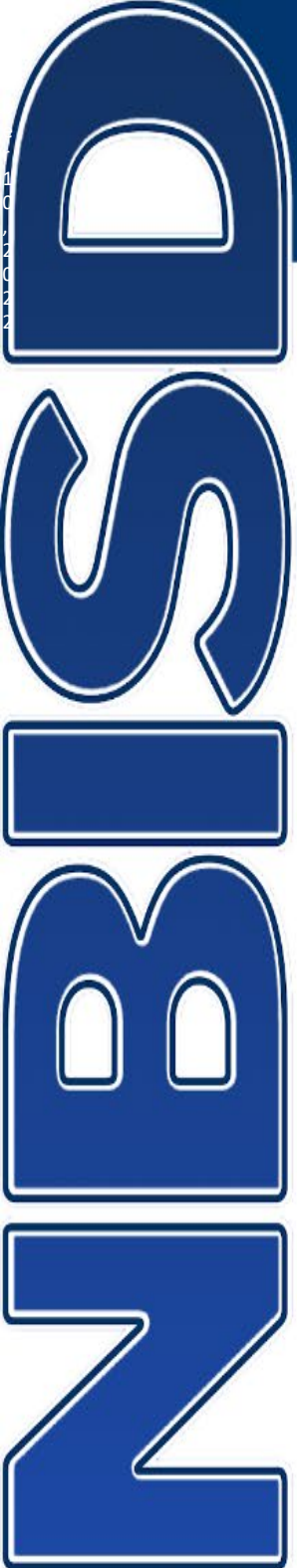
- Was the complete annual financial report (AFR) (call it the audit moving forward) and data submitted to the TEA within 30 days of the November 27th or January 28th deadline depending on the school district's fiscal year end date of June 30th or August 31st, respectively?

2022-2023

Passed (Waiver)

Received on December 23rd

Was Due December 27th

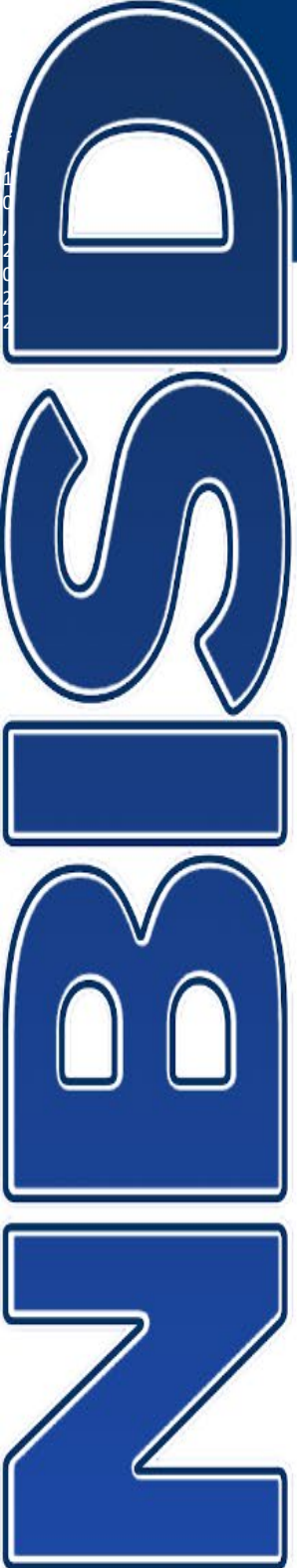


Indicator Test 2

- Was there an unmodified opinion (clean opinion) in the audit on the financial statements as a whole? (The American Institute of Certified Public Accountants (AICPA) defines unmodified opinion. The external independent auditor determines if there was an unmodified opinion.)

2022-2023

Yes

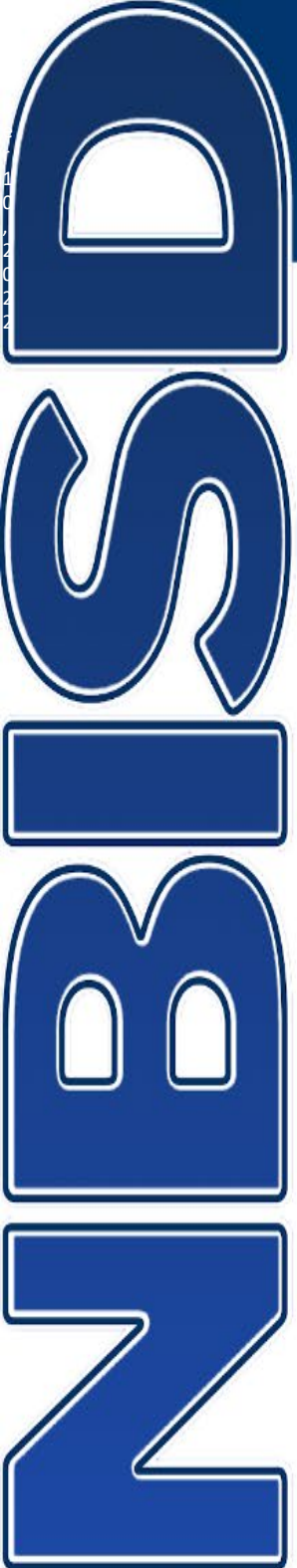


Indicator Test 3

- Was the school district in compliance with the payment terms of all debt agreements at fiscal year end?

2022-2023

Yes

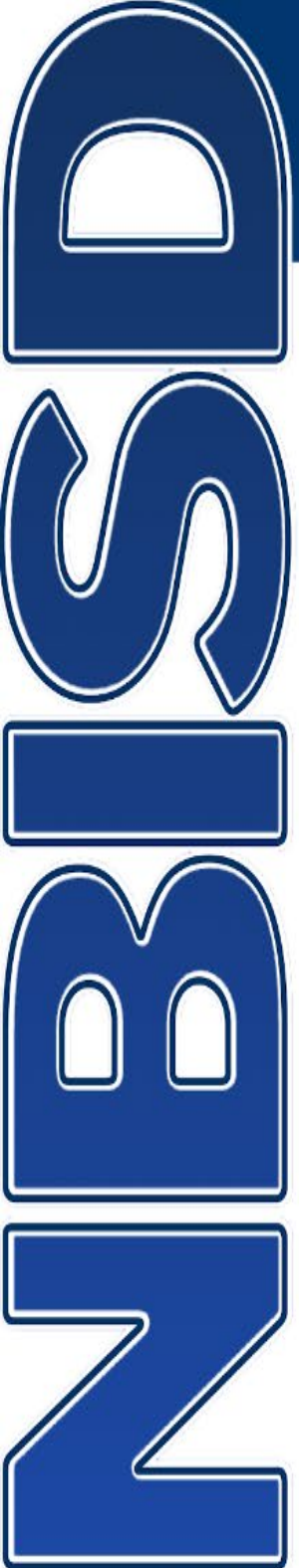


Indicator Test 4

- Did the school district make timely payment to the Teachers Retirement System (TRS), Texas Workforce Commission (TWC), Internal Revenue Service (IRS) and other government agencies?

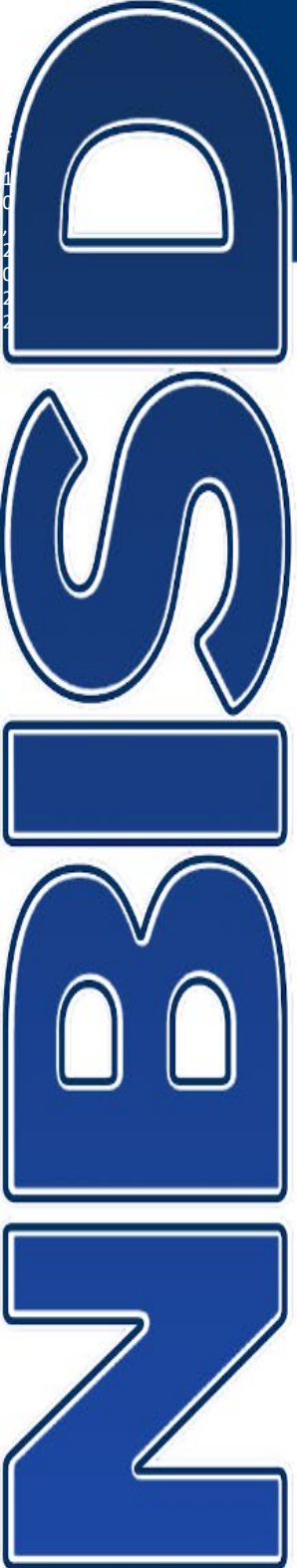
2022-2023

Yes



Indicator Test 5

- This indicator is not being evaluated.



Indicator Test 6

- Was the average change in (assigned and unassigned) fund balances over 3 years less than a 25 percent decrease or did the current year's assigned and unassigned fund balances exceed 75 days of operational expenditures? (If the school district fails indicator 6, the maximum points and highest rating that the school district may receive is 89 points, B = Above Standard Achievement.)

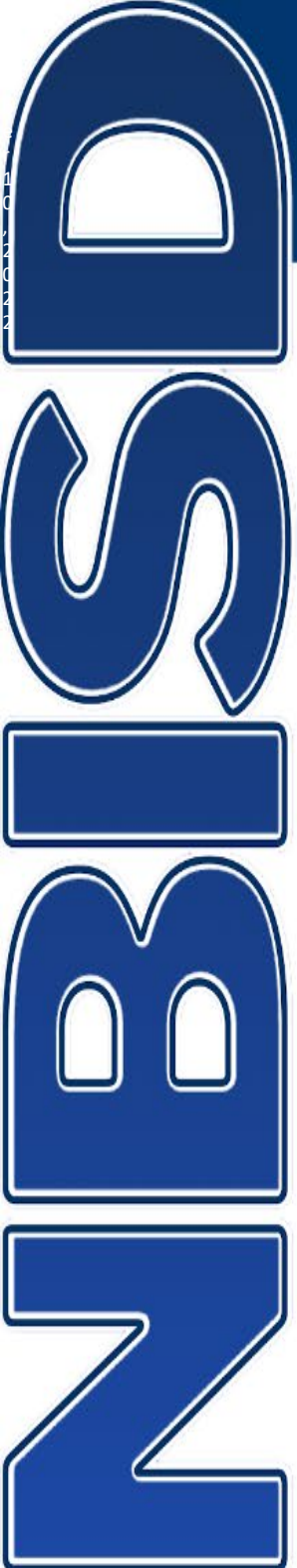
2022-2023

Ceiling passed

2021-2022 Fund Balance

75 Days Cash on Hand

\$60,678,009 > \$16,089,527



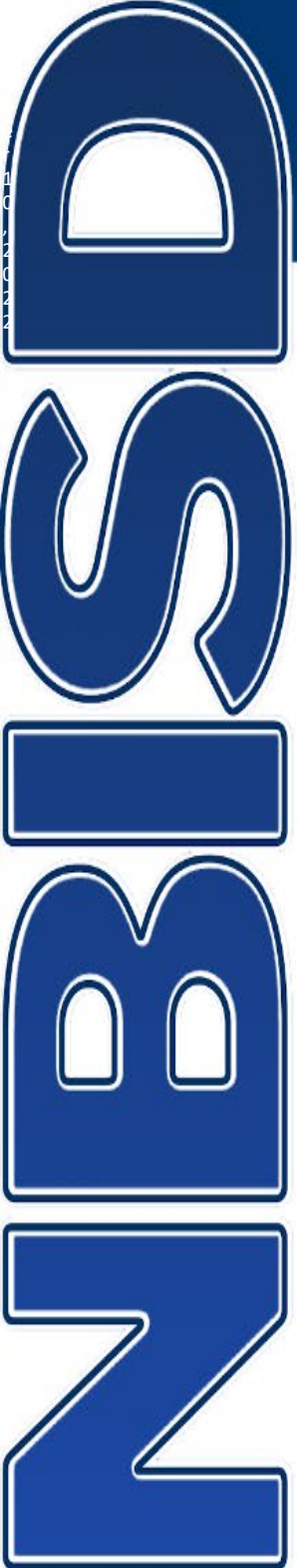
Indicator Test 7

- Was the number of days of cash on hand and current investments in the general fund for the school district sufficient to cover operating expenses (excluding facilities acquisition and construction)?

2022-2023

10/10

A 10 is received if the number of days is greater than 90.



Indicator Test 8

- Was the measure of current assets to current liabilities ratio for the school district sufficient to cover short-term debt?

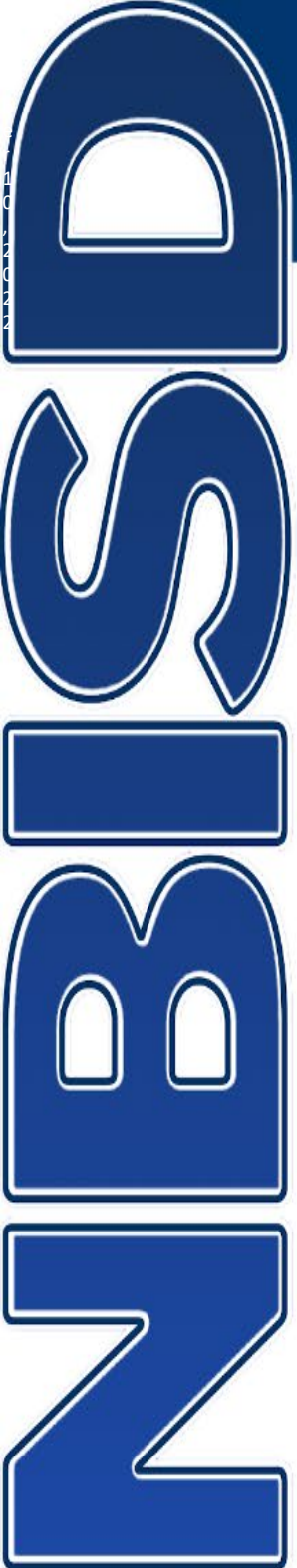
2022-2023

10/10

Current Assets to Current Liabilities

\$279,203,023 to \$36,393,357

Ratio of 7.6718 and needed 3 to earn a 10.



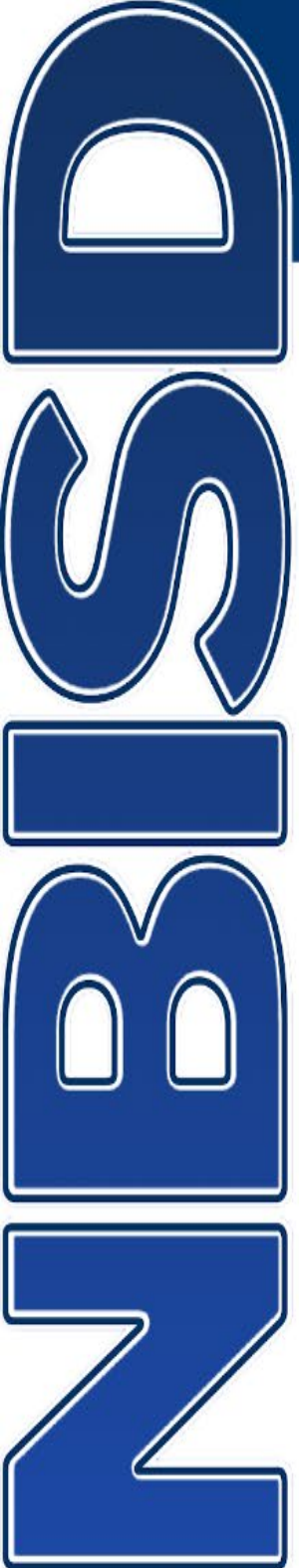
Indicator Test 9

Did the school district's general fund revenues equal or exceed expenditures (excluding facilities acquisition and construction)? If not, was the school district's number of days of cash on hand greater than or equal to 60 days?

2022-2023

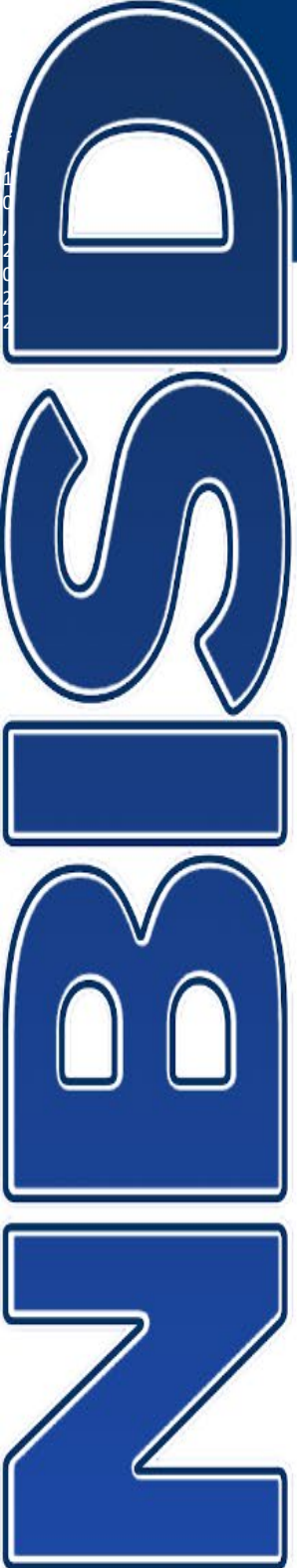
10/10

Revenue exceeded expenditures.



Indicator Test 10

- This indicator is not being evaluated



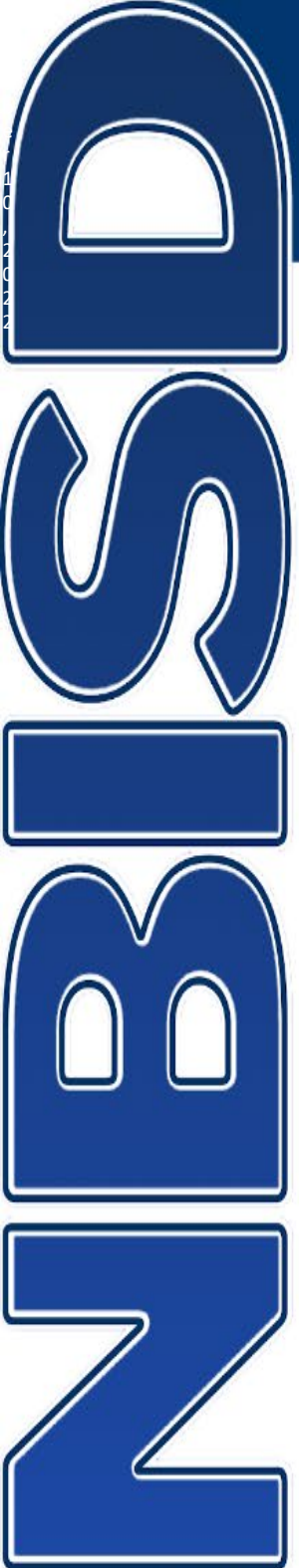
Indicator Test 11

- Was the ratio of long-term liabilities to total assets for the school district sufficient to support long-term solvency? If the school district's increase of students in membership over 5 years was 7% or more, then the school district passes this indicator.

2022-2023

10/10

NBISD increased by 7.13% from 2018 to 2022.



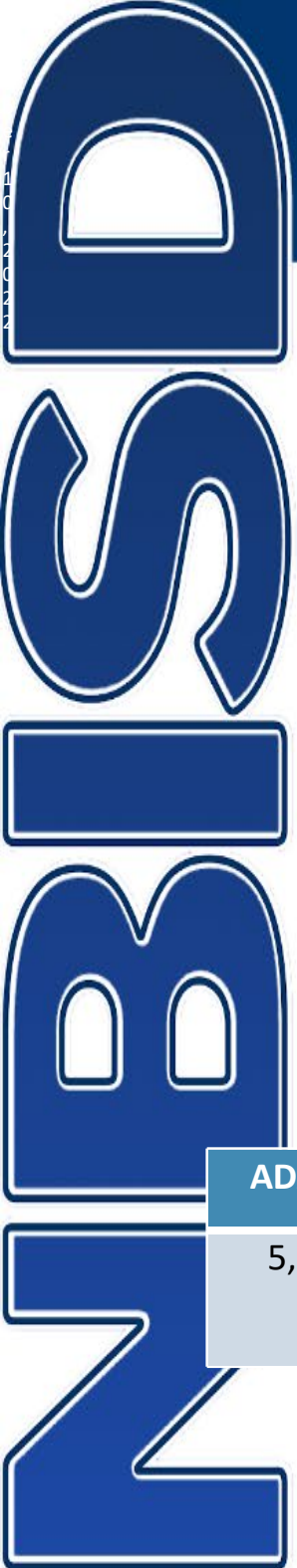
Indicator Test 12

- What is the correlation between future debt requirements and the district's assessed property value?

2022-2023

8/10

Needed less than 4 points to earn a 10. Our total was 5.1395.



Indicator Test 13

- Was the school district's administrative cost ratio equal to or less than the threshold ratio? (See ranges below.)

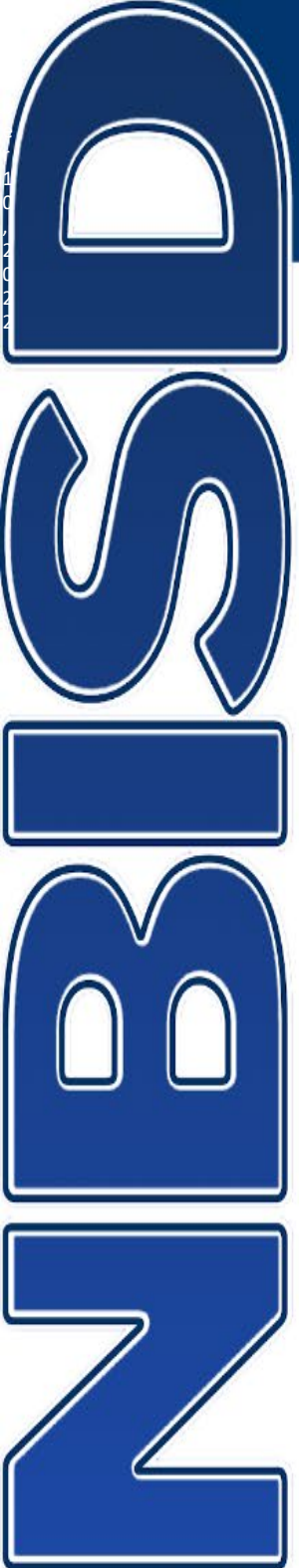
2022-2023

10/10

ADA 8,784.23; Ratio 0.0839

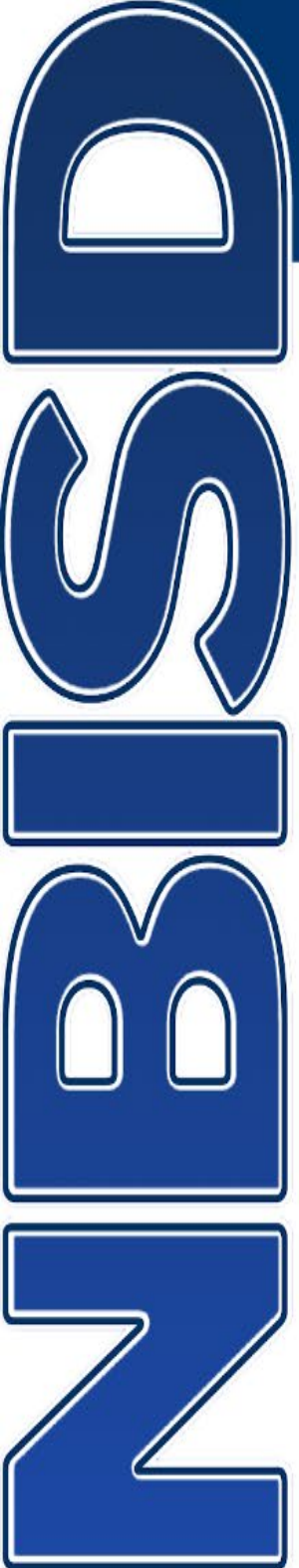
ADA Size	10	8	6	4	2	0
5,000 to 9,999	≤ 0.1000	$> 0.1000 \leq 0.1250$	$> 0.1250 \leq 0.1500$	$< 0.1500 \leq 0.1750$	$> 0.1750 \leq 0.2000$	> 0.2000





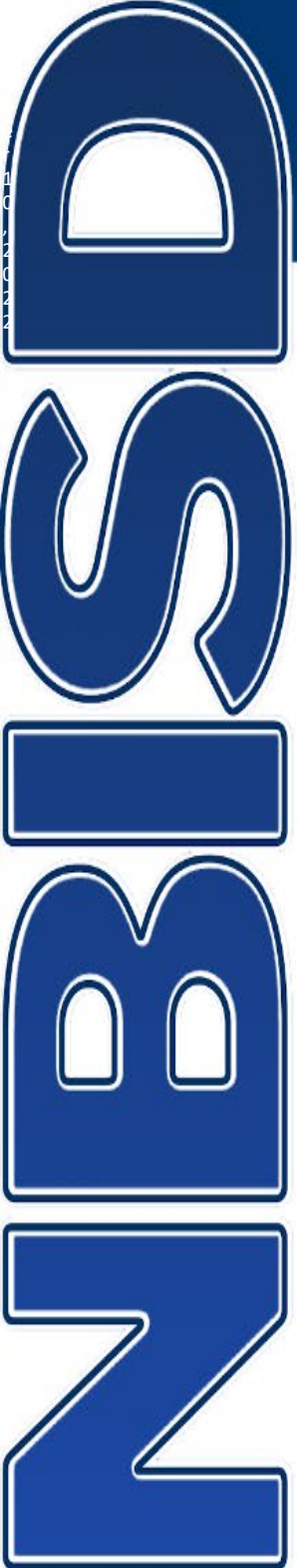
Indicator Test 14

- This indicator is not being evaluated this year.



Indicator Test 15

- This indicator is not being evaluated this year.

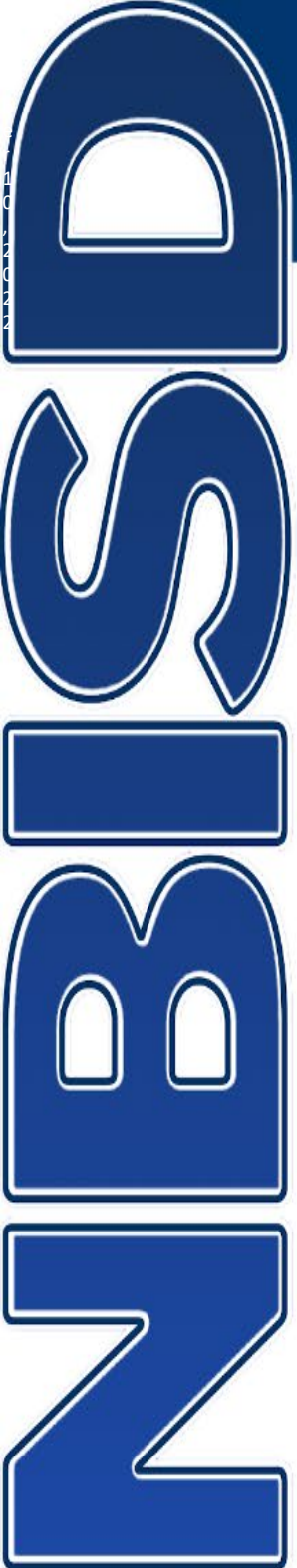


Indicator Test 16

- Did the comparison of PEIMS data to like data in the audit for the district result in a total variance of less than 3% of all expenditures by function?

2022-2023

Ceiling passed

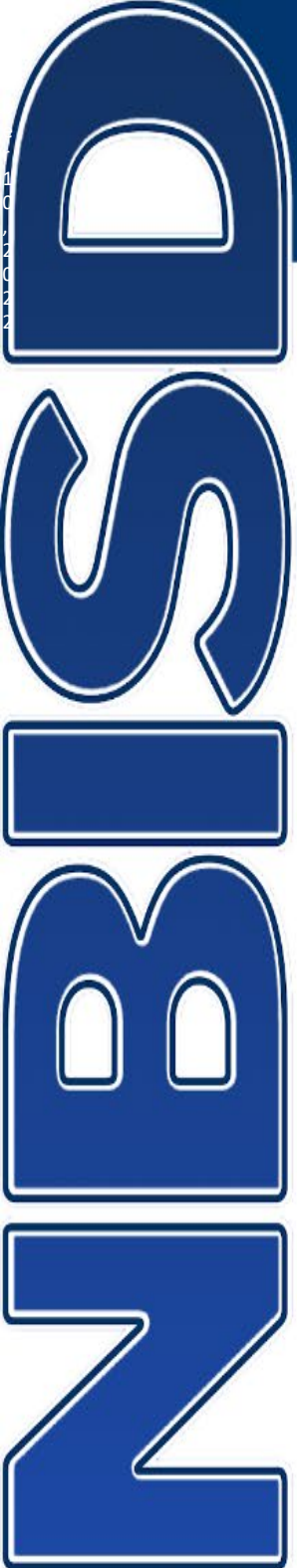


Indicator Test 17

- Did the external independent auditor report that the audit was free of any instance(s) of material weaknesses in internal controls over financial reporting and compliance for local, state, or federal funds? (The AICPA defines material weakness.)

2022-2023

Ceiling failed (Highest Possible Score =79)



Indicator Test 18

- Did the external independent auditor report that the audit was free of any instance(s) of material noncompliance for grants, contract, and laws for local, state, or federal funds? (The AICPA defines material weakness.)

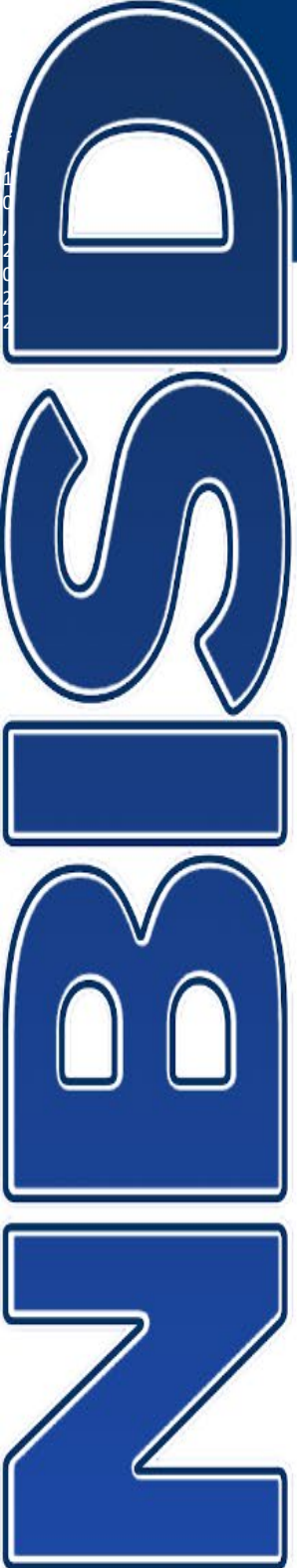
2022-2023

0/10

Ceiling failed (Highest Possible Score =79)

Bank Reconciliations not completed in time.

Overdraw on federal funds (2 years were open on the books.)

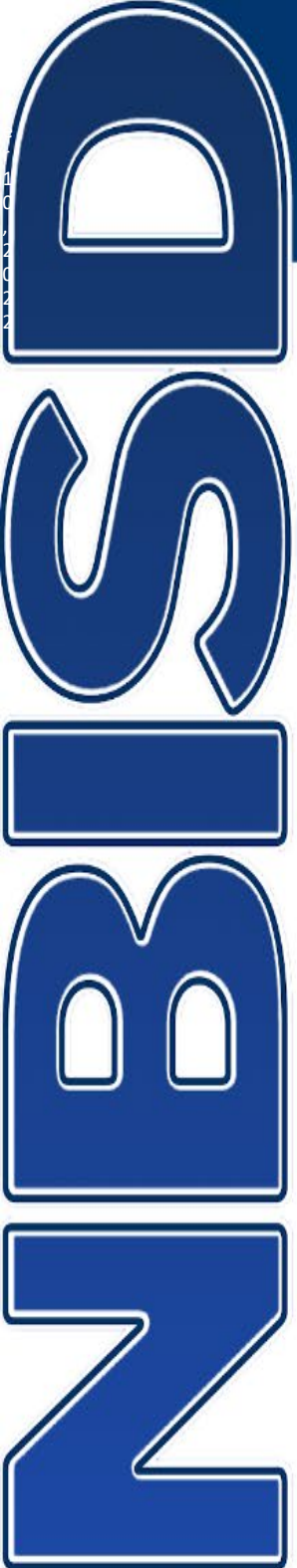


Indicator Test 19

- Did the school district post the required financial information on its website in accordance with Government Code, Local Government Code, Texas Education Code, Texas Administrative Code and other statutes, laws and rules that were in effect at the school district's fiscal year end?

2021-2022

5/5

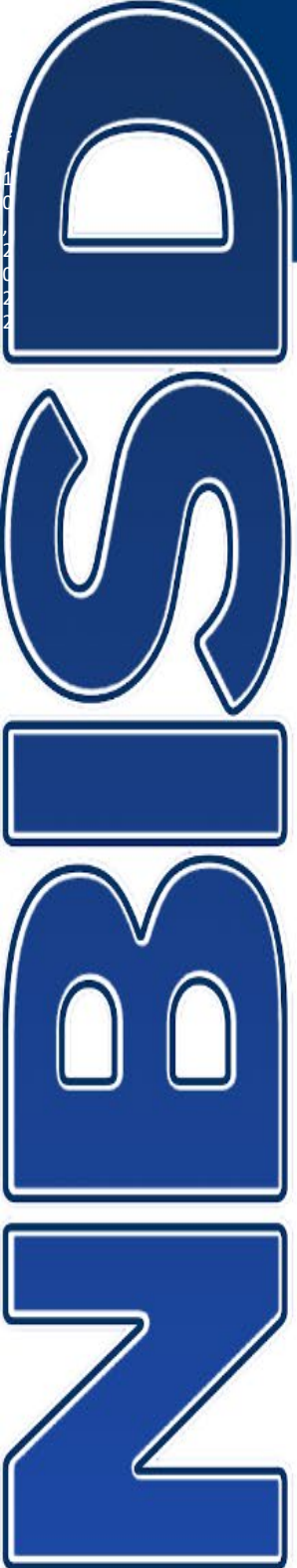


Indicator Test 20

- Did the school board members discuss the district's property values at a board meeting within 120 days before the district adopted its budget? (If the school district fails indicator 20 the maximum points and highest rating that the school district may receive is 89 points, B = Above Standard Achievement.)

2021-2022

Ceiling passed



Other Requirements

- Reimbursements Received by the Superintendent and Board Members for Fiscal Year 2022.

See next slide

- Outside Compensation and/or Fees Received by the Superintendent for Professional Consulting and/or Other Personal Services for Fiscal Year 2022.

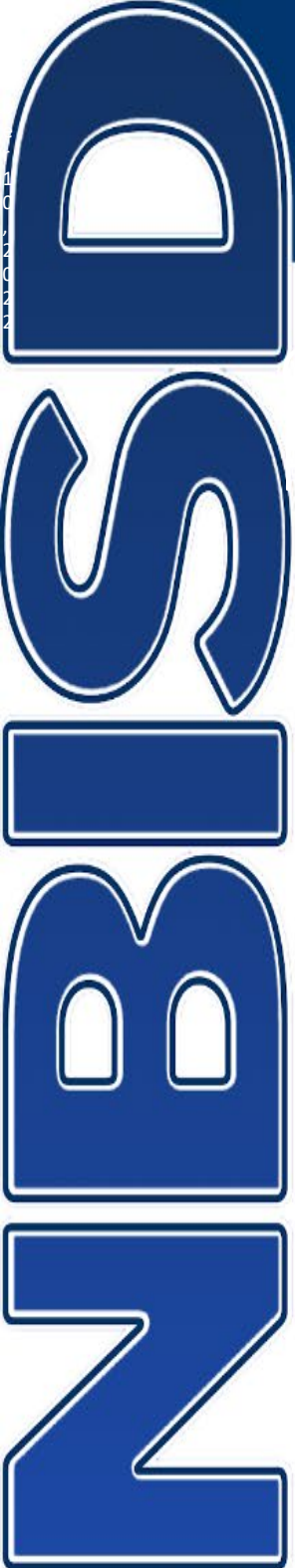
None

- Gifts Received by Executive Officers and Board Members for Fiscal Year 2022.

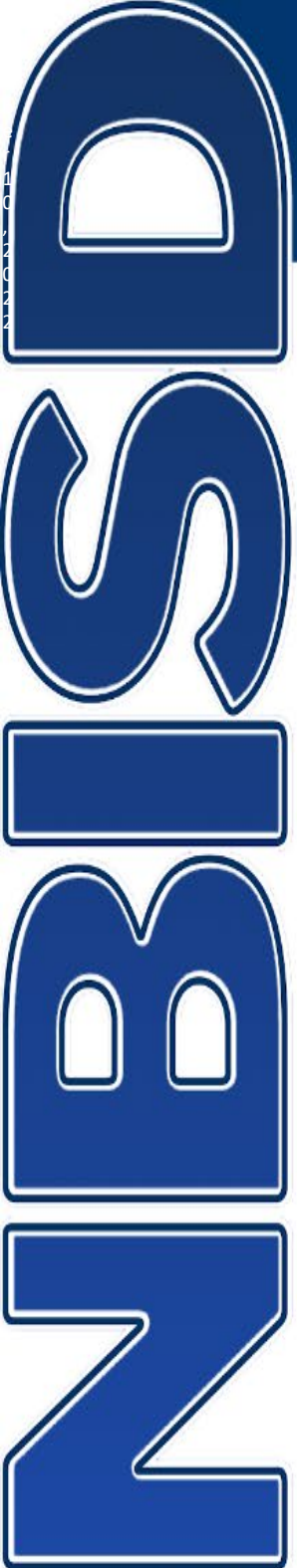
None

- Business Transactions Between School District and Board Members for Fiscal Year 2022.

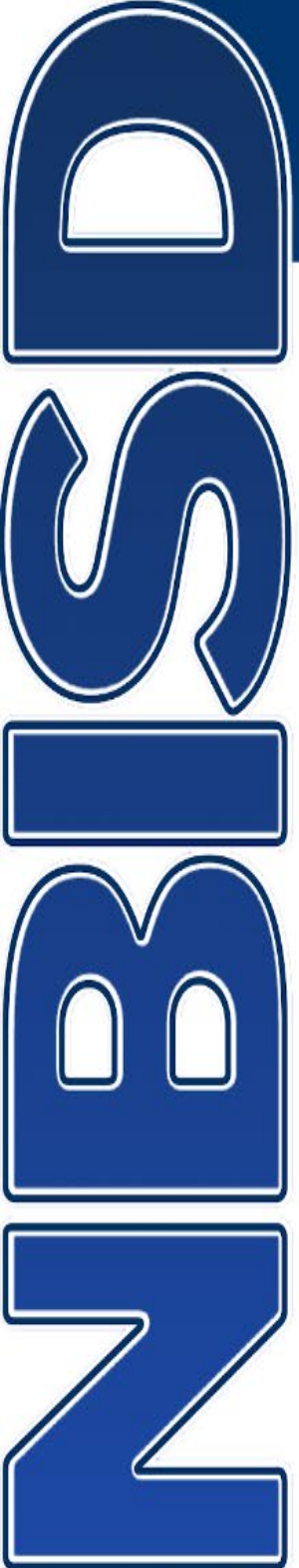
None



Reimbursements Received by the Superintendent and Board Members									
For the Twelve-Month Period Ended June 30, 2023									
Description of Reimbursements	Laurelyn Arterbury	Cade Smith	Eric Berquist	David Hefner	Morgan Renaud	Steve Minus	Megan Stratemann-Willis	Nancy York	John Tucker
Meals		34.38	\$		0	0	\$	\$	\$
Lodging									
Transportation									
Motor Fuel									
Travel			26.88	57.88	137.2	40	101.2	101.2	101.08
Total	\$0.00	\$34.38	\$26.88	\$57.88	\$137.20	\$40.00	\$101.20	\$101.20	\$101.08



New Braunfels ISD has earned a Meets Standard Achievement (C) on the Financial Integrity Rating System.



Action Plan to address material findings

- Reconcile Bank and Investment accounts on a monthly basis.
- Inactivate prior year on federal funds once it has ended.