



Mansfield Independent School District Annual Comprehensive Financial Report Fiscal Year Ended June 30, 2023

Mansfield ISD
605 East Broad Street
Mansfield, TX 76063
817-299-6300
<http://www.mansfieldisd.org>

**MANSFIELD
INDEPENDENT SCHOOL DISTRICT
ANNUAL COMPREHENSIVE FINANCIAL
AND COMPLIANCE REPORT**

For the Fiscal Year Ended June 30, 2023



Issued By

Business and Financial Services Department
Michele Trongaard, RTSBA, MBA, CPA
Associate Superintendent of Business and Finance
Monica Irvin, RTSBA, MBA, CPA
Executive Director of Finance

Mansfield Independent School District * 605 East Broad Street * Mansfield, TX 76063
(817) 299-6300 * <https://www.mansfieldisd.org>



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MISD
A Great Place To
LIVE LEARN & TEACH

INTRODUCTORY SECTION

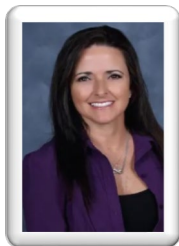
We truly believe our district has something for everyone, and that's the reason Mansfield ISD is a great place to live, learn and teach.

- DR. KIMBERLEY CANTU, MISD SUPERINTENDENT

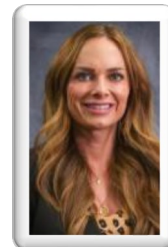




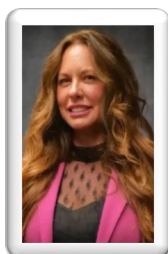
**MANSFIELD INDEPENDENT SCHOOL DISTRICT
Board of Trustees**



Ms. Courtney Lackey-Wilson
School Board President,
Place 7, First Elected 2023
Current Term Expires 2026



Ms. Keziah Valdes Farrar
School Board Vice President
Place 4, First elected 2021
Current Term Expires 2025



Ms. Bianca Benavides
Anderson
Secretary, Place 5
First elected 2022
Current Term Expires 2025



Ms. Michelle Newsom
Place 1, Trustee
First elected 2015
Current Term Expires 2024



Ms. Desiree Thomas
Place 2, Trustee
First Elected 2018
Current Term expires 2024



Mr. Craig Tipping
Place 3, Trustee
First Elected 2022
Current Term expires 2025



Mr. Warren Daves
Place 6 Trustee
First Elected 2020
Current Term expires 2023

Mansfield Independent School District
Superintendent's Cabinet



**Dr. Kimberley
Cantu**
Superintendent



Michele Trongaard
Associate
Superintendent,
Business and Finance



Dr. Sean Scott
Deputy
Superintendent



Donald Williams
Associate
Superintendent,
Communications
and Marketing



Jeff Brogden
Associate
Superintendent,
Facilities and Bond
Programs



**Dr. Jennifer
Stoecker**
Assistant
Superintendent,
Human Resources



David Wright
Assistant
Superintendent,
Student Services &
Support



Jennifer Young
Associate Superintendent,
Curriculum & Instruction

Certificate of the Board

Mansfield Independent School District

Name of School District

Tarrant

County

220-908

Co-Dist. No.

We, the undersigned, certify that the annual financial reports for the above-named school District were reviewed and approved for the year ended June 30, 2023, at a meeting of the Board of Trustees of such school District on the 14th day of November 2023.

/ Bianca Benavides Anderson/

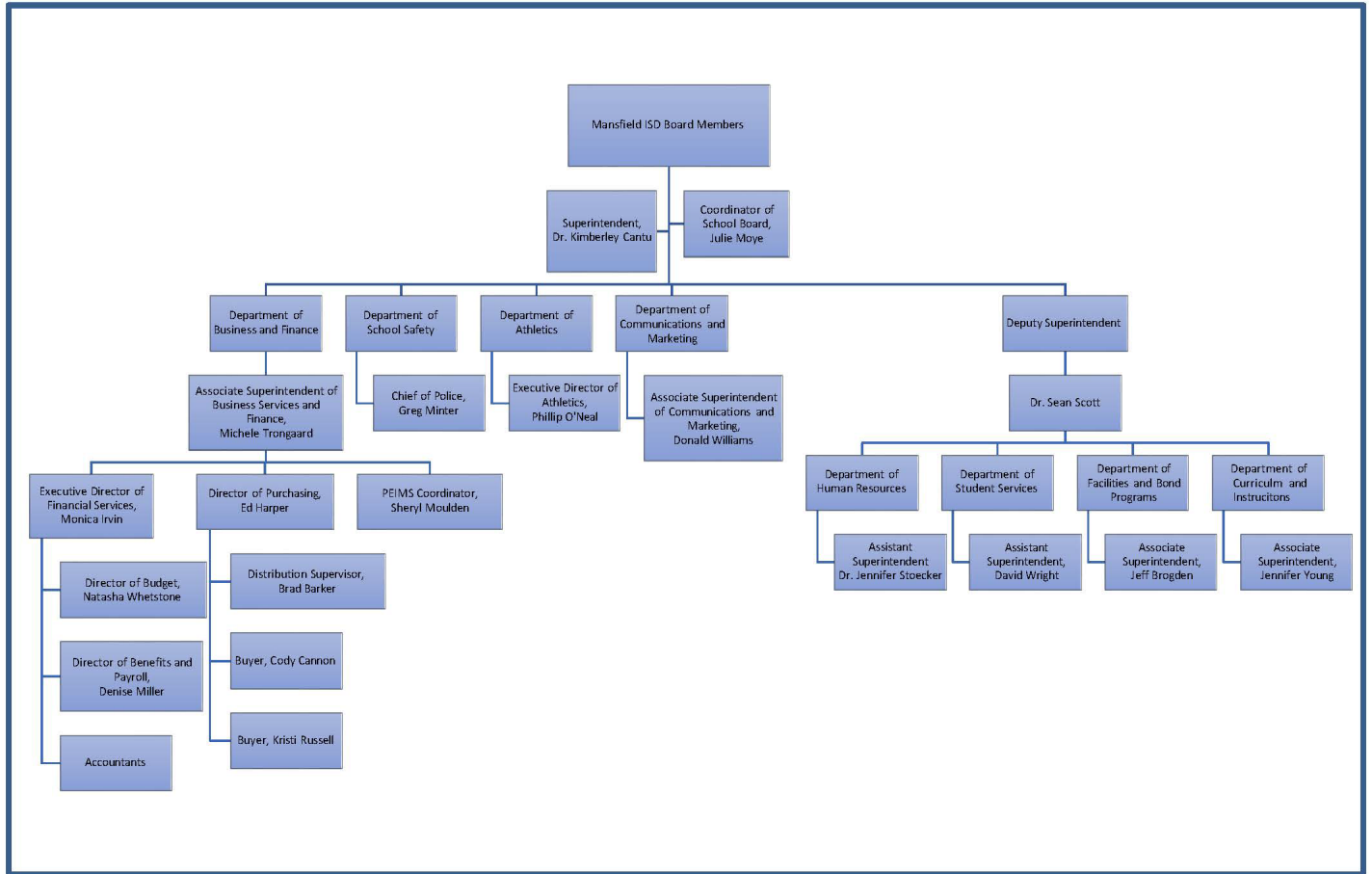
Signature of Board Secretary

/Courtney Lackey-Wilson/

Signature of Board President

MANSFIELD INDEENDENT SCHOOL DISTRICT

Organization Chart





November 14, 2023

To the Board of Trustees and the Citizens of Mansfield Independent School District:

The Annual Comprehensive Financial Report of the Mansfield Independent School District (the District) is hereby submitted. This report has been prepared to provide the Board of Trustees, representatives of financial institutions, the citizenry, and other interested parties information concerning the financial condition of the District. The government-wide financial statements in this report provide an overview of the District's governmental activities and business-type activities, while detailed fund financial statements describe specific activities of each fund used in accounting for the District's financial transactions. This report was prepared by the District's Finance Department in accordance with generally accepted accounting principles (GAAP) and reporting standards as promulgated by the Governmental Accounting Standards Board ("GASB").

Responsibility for the accuracy, completeness, and fairness of the presentation and its disclosures rests with the District. To the best of our knowledge and belief, the enclosed information is accurate in all its material respects. This data is reported in a manner designed to fairly present the financial and operational results of the District as measured by financial activities of its various funds. Disclosures necessary to enable the reader to gain understanding of such financial operations have been included.

Included in the financial section is the independent auditors' report on these financial statements and Management's Discussion and Analysis. Reference should be made to Management's Discussion and Analysis for additional information regarding the District's financial operations.

The District is required to undergo an annual single audit in conformity with the provisions of the Single Audit Act of 1996 and the United States Office of Management and Budget Uniform Guidance. Information related to this single audit, including the schedule of expenditures of federal awards, findings and questioned costs, and the independent auditors' reports on compliance and internal control over financial reporting and compliance with requirements applicable to each major program and internal control over compliance are included in the federal awards section.

This report includes all funds of the District. The District is a public school system offering a full prekindergarten through grade twelve education for eligible residents within its geographic boundaries. All activities over which the District Board of Trustees exercises authority and/or oversees responsibilities are included.

General Information

Mansfield Independent School District was established in 1909. The District is governed by a seven-member Board of Trustees (the Board) serving staggered three-year terms with elections held in May of each year. All candidates must be qualified voters and residents of the District. Monthly meetings of the Board are posted and advertised as prescribed under state law so that the Board may meet to fulfill its charge to the students, parents, staff, and taxpayers of the District. Special meetings or study sessions are scheduled as needed.

The Board has final control over all school matters except as limited by state law, the courts, and the will of its citizenry as expressed in elections. The Board's responsibilities are generally: to set policy for the District, to ensure efficient operations, to select and evaluate the Superintendent of Schools, to adopt an annual budget and its supporting tax rate, and to foster good community relations and communications.

The District provides a well-rounded program of public education from prekindergarten through grade twelve, and all schools within the District are fully accredited by the Texas Education Agency. In order to serve its current enrollment of 35,854 students (as of October 27, 2023), the District provides regular, special education, vocational, gifted/talented, and bilingual/ESL curriculums. A broad range of elective and extracurricular programs are also offered. Finally, support departments of the District ensure that student needs for transportation, nutrition, guidance, counseling, and facilities maintenance are addressed.

Economic Condition and Outlook

The District is located southeast of Fort Worth, in the southeastern corner of Tarrant County, due south of Arlington, with a small portion overlapping the northeastern portion of Johnson County. The District encompasses approximately 80 square miles in Tarrant County and 14.5 square miles in Johnson County serving students in Mansfield, Arlington, Grand Prairie, Burleson, Fort Worth, Venus, Alvarado, and Kennedale. The District has a pre-kindergarten center, 24 elementary schools, seven intermediate schools, a STEM academy for middle school aged students, seven middle schools, five traditional high schools, one high school for upperclassman and high school aged STEM students, an alternative education center and an early college high school. The age of each of these buildings is included in the Statistical Section in Table 18. The District expects to enroll more than 35,846 students in the 2023-2024 year, an increase of 124 students over the prior year.

In recent years, the District's tax base has continued to increase at a higher level than some adjoining areas which is a direct result of new housing construction, not being dependent upon any one major industry. The increased emphasis by the City of Mansfield on enhancing their economic development efforts should also continue to help with this trend. Property values increased for tax year 2022 to 9.47 percent over from last year and averaged 8.97 percent over the past five years, and the tax base has been steadily increasing due to new residential construction accompanied by some growth in retail and commercial development.

The District benefits from a large and rapidly growing, primarily residential, tax base. Job availability and stability have affected both the national and local economies; however, the potential for jobs and affordability of the local area is creating an increase in transfers from out of state to Texas and to key suburban locations within the Dallas-Fort Worth-Arlington metro area. The average age of the District's school buildings is 23 years and can accommodate the current growth at this time (see statistical section for detailed information on the school buildings).

Mansfield ISD's student population has continued to grow steadily at an average 0.9% over the past four years in spite of the pandemic in the previous three years. Our demographers have predicted annual growth rates between 0 percent and 1.2 percent over the next ten years because our District has something for everyone, and we all collaborate to make sure that each and every student reaches the utmost level of success. The Texas Education Agency's 2022-2023 transfer report shows that 2,015 students transferred to 11 physical charter campuses and two virtual campuses. The District has received several additional expansion notifications that we believe will impact the District moving forward. As our District continues to grow, we will always seek continual improvement and growth in all areas to ensure our students, staff, and overall learning environment remain some of the best in the state.

Long Range Planning

In July 2021, Mansfield ISD began a new ten-year strategic plan—Vision 2030. The plan extends our commitments in Vision 2020 by implementing social emotional learning (SEL) and student scorecards in grades K-12. The District’s mission, vision, core values and guiding statements drive continuous improvement and define our partnership with students, staff, parents and the community.

Our mission is “to inspire and educate students to be productive citizens” which means that we prepare all of our students to succeed after graduation in their college or career path. MISD’s vision is to be “a destination District committed to excellence” because we want to always strive to be the best of the best and settle for nothing less in all areas of what we do. And finally, the values MISD upholds to achieve this are: students first, continuous improvement, integrity, communication, positive relationships and resiliency.

Mansfield Independent School District

VISION 2030

Mission To inspire and educate students to be productive citizens.

A destination district committed to excellence. **Vision**

Values

- Students First
- Continuous Improvement
- Integrity
- Communication
- Positive Relationships
- Resiliency



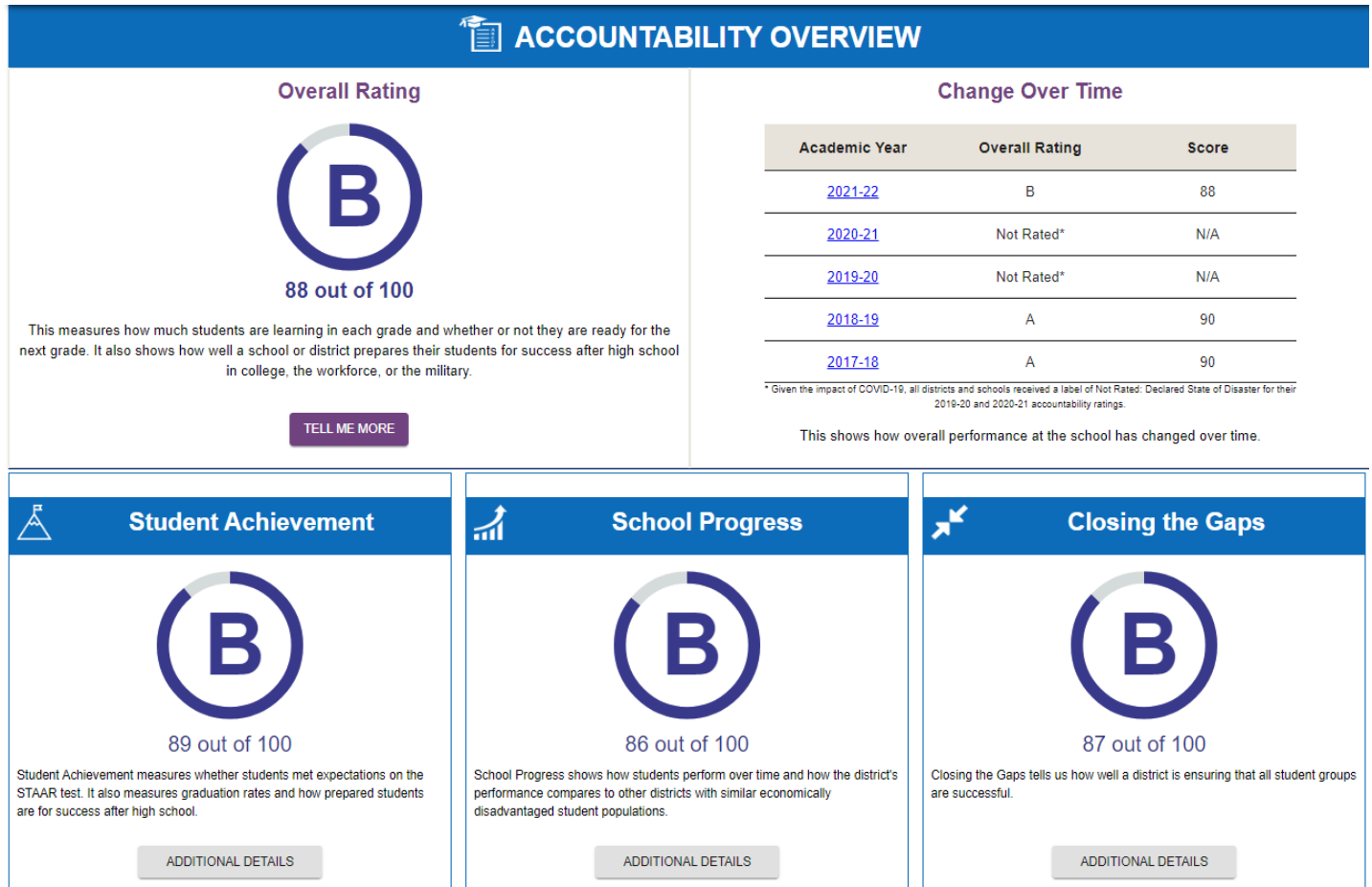
Motto MISD: A great place to live, learn, and teach.

Guiding Statements

1. Students will read on level or higher by the beginning of third grade and will remain on level or higher as an MISD student.
2. Students will demonstrate mastery of Algebra II by the end of eleventh grade.
3. Students will graduate life ready.
4. Students will graduate college and/or career ready.

Student Achievement

The latest ratings that the Texas Education Agency has released were for the 2021-2022 school year, which are shown below. There has been a court injunction that is currently preventing the TEA Commissioner from releasing ratings for the 2022-2023 school year.



2022-2023 Points of Pride

Academic and Extracurricular

- Four MISD students named as National Merit Finalists
- Legacy High School's Theatre Program was named as an Exemplary Campus by The Texas Educational Theatre Association.
- Lake Ridge High School's Wind Symphony was invited to perform at the prestigious Music for All Music Festival in Indianapolis.
- Eight high school students competed in the YMCA National Judicial Competition. The Youth and Government Team earned fifth in Nationals.
- MISD Future Educators earn First Place at Nationals.
- MISD DECA students advanced to Internationals.
- Summit High School's Wind Symphony qualified for Texas Music Educators Association's State Honor Band Semi-finals for the first time in the school's history. They were also the first high school in Mansfield ISD to advance to the semi-finals in the honored band process.
- Frontier STEM Academy HOSA student earned high honors at the Future Health Professionals International Leadership Conference.
- Legacy High School Journalism Earns National Honors.
- Twenty-five Mansfield ISD student-athletes competed in the UIL Swimming & Diving State Meet.
- Mansfield High School Girls Swim Team makes history by earning five state medals.
- Sixty-four MISD students qualified for the Skills USA State Conference.
- Summit High School Boys Basketball advanced to the UIL Boys Basketball State Tournament for the first time in school history.
- MISD BPA student wins first place in Nationals.
- Nine Mansfield ISD Powerlifters advanced to the state contest.
- Mansfield ISD launched P-Tech academy at Summit High School.
- MISD is honored as District of Distinction in Visual Arts.

Community

- MISD's Annual Back to School Bash community event provided free shoes, backpacks, school supplies, immunizations, and other necessities to thousands of students to ensure they're prepared to go back to school.
- For more than a decade, Mansfield ISD has partnered with the U.S. Marine Corps Reserve to support their mission of spreading the joy of the season to families in need as the district hosted its annual Toys for Tots Celebration event.
- More than 400 MISD athletes volunteer for Day of Service.
- MISD makes Forbes List of Best Employers in Texas for the third time.
- MISD received the Best Communities for Music Education designation from the National Association of Music Merchants Foundation.
- Tarver-Rendon Agricultural Leadership Academy Garden Dedicated to City Public Education Specialist.

Financial and Leadership

- Mansfield ISD has earned the highest grade in the Texas Education Agency's Schools Financial Integrity Rating System of Texas. MISD has earned a Superior or 'A' grade since the inception of the state's financial accountability system, making it the 20th consecutive year the district has earned the top rating.

- Based on the District's 2022 annual comprehensive financial report, Mansfield ISD has been awarded the Certificate of Achievement for Excellence in Financial Reporting by The Government Finance Officers Association of the United States and Canada.
- Mansfield ISD has once again been named a winner of the Energy Star Partner of the Year –Sustained Excellence Award. This is the highest level of recognition by the U.S. Environmental Protection Agency. Since the start of the MISD Energy Management Program in 2012, MISD has saved more than \$18 million in water, electricity, and natural gas costs.
- Based on the District's 2022 annual comprehensive financial report, Mansfield ISD has been awarded the Certificate of Excellence in Financial Reporting from the Association of School Business Officials.
- Mansfield ISD has been awarded the Meritorious Budget Award for the 2022-2023 budget year from the Association of School Business Officials International.
- Mansfield ISD was one of 24 Districts from across the state to receive the Texas Association of School Business Officials Award of Excellence for Financial Management for its 2022 annual comprehensive financial report.
- Mansfield ISD received the Texas Association of School Business Officials Award of Merit for Purchasing Operations in 2023– Recognized Status.
- Mansfield ISD Purchasing Department Buyer was recognized by the Texas Association of School Business Officials Board of Directors as the 2023 TASBO Rise Recipient.

Bond Update

Since 2000, Mansfield ISD residents have voted in support of six different bond packages for the District. Those bond programs have allowed the school District to expand effectively with MISD's fast-growing community.

2017 Bond Election

In February 2017, the Mansfield ISD Board of Trustees voted to accept the Facilities & Growth Planning Committee's (FGPC) recommendation to call for a \$275 million bond package addressing District growth, equity, safety and aging infrastructure across the District. Development of the bond proposal involved an almost two-year, in-depth process of information gathering, research and community input. The District completed a demographic report, a District-wide facilities assessment, educational visioning, and campus and department staff interviews.

On May 6, 2017, Mansfield ISD voters resoundingly passed the \$275 million bond. The bond proposal addresses growth, student safety and security, student equity, infrastructure improvements and the overall student experience in MISD. With over 7,700 MISD voters casting ballots, 65.12% voted in favor of the bond proposition.

Voter Approval Tax Rate Election (VATRE)

District voters approved a \$0.13 penny swap moving \$0.13 from the interest and sinking (I & S) tax rate over to the maintenance and operations (M & O) tax rate in November 2021. This penny swap allowed the District to maximize state funding allowing for salary increases and maintenance of its award-winning programs.

2017 Bond Overview: \$275,000,000

Growth: \$143,300,000

- New Elementary School
- New Intermediate School
- New Middle School

The district is anticipated to grow by approximately 3,000 students over the next five years.

[To learn more, click here.](#)

Equity & Student Experience: \$67,400,000

- Classroom additions at Howard and Worley Middle Schools by enclosing the courtyards
- Renovations for equity, safety and updated standards at various campuses including Mansfield HS, Summit HS, Howard MS, Worley MS, Cross Timbers IS, and The Phoenix Academy
- Science labs at all elementary schools by converting existing space
- Multipurpose building to serve all athletic programs at each high school

Safety & Security: \$10,050,000

- New playground equipment, shade structures and synthetic play-surface at all elementary and intermediate schools
- Enhance video surveillance at every campus
- Upgrade fire alarm systems in need of replacement
- Exterior lighting installation at all middle schools

Infrastructure Improvements: \$54,250,000

- Technology infrastructure upgrades to cabling and backup systems
- HVAC upgrades and replacements
- Roof replacements
- Site and exterior improvements including drainage, paving, and weatherproofing
- Interior finish and hardware upgrades

Relevant Financial Information

The District's management is responsible for establishing and maintaining internal controls that are designed to ensure that the assets of the District are protected from loss, theft, and misuse, and to ensure that adequate accounting data are compiled to allow for the preparation of financial statements in conformity with accounting principles generally accepted in the United States of America. The internal control structure is designed to provide reasonable, but not absolute, assurance that these objectives are met. The concept of reasonable assurance recognizes that: 1) the cost of a control should not exceed the benefits likely to be derived; and 2) the valuation of costs and benefits requires estimates and judgments by management. Management believes the internal controls adequately meet the above objectives.

Single Audit

As a recipient of federal, state, and local awards, the District is also responsible for ensuring that adequate internal controls are in place to provide compliance with applicable laws and regulations related to those programs. These internal controls are subject to ongoing review by the management of the District.

As a part of the District's single audit described above, tests are made to determine the adequacy of the internal controls, including that portion related to financial award programs, as well as to determine that the District has complied with applicable laws and regulations. The results of the District's single audit for the fiscal year ended June 30, 2023, provided no instances of material weaknesses in the internal controls over financial reporting or over compliance with requirements applicable to each major program. In addition, the audit disclosed no material instances of non-compliance with certain provisions of laws, regulations, contracts, and grants and that the District complied with all material compliance requirements applicable to each major program.

Budgetary Controls

In addition to the above, the District maintains budgetary controls throughout all its financial systems. The objective of these budgetary controls is to ensure compliance with legal provisions embodied in the annual appropriated (official) budget adopted by the Board. Activities in the General Fund, National School Lunch and Breakfast Program Fund, and Debt Service Fund are included in the official budget. The level of budgetary control (i.e., the level at which expenditures cannot legally exceed the appropriated amount) is the fund-function level. District systems may exercise budgetary control at varying combinations of the account code structure. The Texas accounting system for school Districts as codified in the Texas Education Agency Financial Accountability System Resource Guide creates a 20-digit account code structure and requires budgetary control through the fund-function level.

The District also utilizes an encumbrance accounting system to maintain budgetary control through a transaction's life cycle. Outstanding encumbrances at the end of a fiscal year lapse at year-end and are treated as expenditures in the subsequent year upon receipt of goods.

The cost of operating schools and the revenues to cover these costs are accounted for through the General Fund. Special programs, primarily funded by the state or federal governments and designed to accomplish a particular objective, are accounted for in Special Revenue Funds.

The District allocates a portion of its tax rate for payment of bond interest and maturities and accounts for these transactions through its Debt Service Fund. The District accounts for school construction financed by bond sales and other revenues through the Capital Projects Fund.

The financial statement format is prescribed by the Financial Accountability System Resource Guide of the Texas Education Agency. As demonstrated by the statements and schedules included in the financial section of this report, the District continues to meet its responsibility for sound financial management.

The National School Lunch and Breakfast Program Fund (Child Nutrition) is used to account for the operations of the District's cafeterias and other food facilities. Revenues are derived primarily from charges to users and from federal child nutrition programs under which amounts are received by grant and by receipt of commodities from the United States Department of Agriculture ("USDA").

The District also maintains Trust and Custodial Funds which encompass private purpose trusts as well as custodial funds for student activity and other granting organizations.

Fund Balance

The total General Fund balance is managed as an integral part of the subsequent year's budget adoption and tax rate setting process. The Board has been proactive in building the District's fund balances over time striving to maintain at least three months operating expenditures in the unassigned general fund balance. Changes in fund balance policy occurred in 2011 through the implementation of GASB 54. Fund balance descriptions and policy requirements were added through this new standard.

Independent Audit

State law and District policy require an annual audit by independent certified public accountants. Whitley Penn performed the annual audit for the year ended June 30, 2023. In addition to meeting the requirements set forth in state statutes, the audit was designed to meet the requirements of the federal Single Audit Act of 1996 and related OMB Uniform Guidance. The independent auditors' report on the basic financial statements is included in the financial section of this report. Also included in this report are the independent auditors' reports relating specifically to the single audit.

Awards and Acknowledgements

Mansfield Independent School District received a Certificate of Achievement for the Excellence in Financial Reporting from the Government Finance Officers Association of the United States and Canada (GFOA) for its ACFR for the fiscal year end June 30, 2022. The Certificate of Achievement requires the governmental unit to publish an easily readable and efficiently organized ACFR with contents that conform to program standards. The ACFR also needs to satisfy both the GAAP and applicable legal requirements. This Certificate of Achievement is valid for one year only. We believe that this current report will conform to the Certificate of Achievement Program requirements and is being submitted to the GFOA for review.

The District also received the Association of School Business Officials' (ASBO) Certificate of Excellence in Financial Reporting for the prior fiscal year. This award certifies that the ACFR for the fiscal year ended June 30, 2022 substantially conforms to the principles and standards of reporting as recommended and adopted by ASBO. We believe that our current report will also meet the Certificate of Excellence Program requirements and will be submitted to ASBO for review.

The District received for the third year of the awards commencement the Texas Association of School Business Officials Award of Excellence for Financial Management. The award was created to recognize Texas school Districts, open-enrollment charter schools, and education service centers that have implemented professional standards, best practices, and innovations in financial reporting. The District was one of 23 Districts in the state of Texas to receive this award in the third year of implementation. We believe that this current report will also meet the criteria to earn this award again when submitted for review.

The preparation of this report on a timely basis could not have been accomplished without the dedicated efforts of the entire staff of the Finance office and the independent auditors' staff. Sincere appreciation for their time and efforts in this endeavor must be expressed. Also, thanks need to be extended to the Board of Trustees for their interest and support in the planning and operations of the financial services area of the District. Their concern that the business of the District be conducted efficiently and responsibly, and their recognition of the importance of such services, makes such tasks rewarding for the staff.

/ Kimberley Cantu /

Dr. Kimberley Cantu
Superintendent

/ Michele Trongaard /

Michele Trongaard
*Associate Superintendent
Business and Finance*

/ Monica Irvin /

Monica Irvin
Executive Director of Finance



Government Finance Officers Association

Certificate of
Achievement
for Excellence
in Financial
Reporting

Presented to

**Mansfield Independent School District
Texas**

For its Annual Comprehensive
Financial Report
For the Fiscal Year Ended

June 30, 2022

Christopher P. Morill

Executive Director/CEO

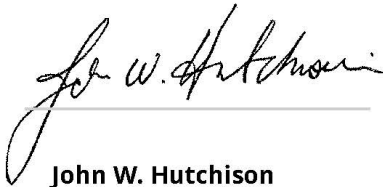


**The Certificate of Excellence in Financial Reporting
is presented to**

Mansfield Independent School District

**for its Annual Comprehensive Financial Report
for the Fiscal Year Ended June 30, 2022.**

The district report meets the criteria established for
ASBO International's Certificate of Excellence in Financial Reporting.



**John W. Hutchison
President**



**Siobhán McMahon, CAE
Chief Operations Officer/
Interim Executive Director**

FINANCIAL SECTION





INDEPENDENT AUDITOR'S REPORT

To the Board of Trustees
Mansfield Independent School District

Report on the Audit of the Financial Statements

Opinions

We have audited the accompanying financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of Mansfield Independent School District (the "District"), as of and for the year ended June 30, 2023, and the related notes to the financial statements, which collectively comprise the District's basic financial statements as listed in the table of contents.

In our opinion, the accompanying financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the District, as of June 30, 2023, 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.

Basis for Opinions

We conducted our audit in accordance with auditing standards generally accepted in the United States of America (GAAS) and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of the District, and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

Responsibilities of Management for the Financial Statements

Management is responsible for the preparation and fair presentation of the financial statements in accordance with accounting principles generally accepted in the United States of America, and for the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about the District's ability to continue as a going concern for twelve months beyond the financial statement date, including any currently known information that may raise substantial doubt shortly thereafter.

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinions. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with GAAS and *Government Auditing Standards* will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the financial statements.

In performing an audit in accordance with GAAS and *Government Auditing Standards*, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- Obtain an understanding of internal control relevant to the audit 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 District's internal control. Accordingly, no such opinion is expressed.
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about the District's ability to continue as a going concern for a reasonable period of time.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit, significant audit findings, and certain internal control-related matters that we identified during the audit.

Required Supplementary Information

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

Supplementary 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 combining and individual nonmajor fund financial statements, required Texas Education Agency (TEA) schedules, and schedule of expenditures of federal awards 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 as required by Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the combining and individual nonmajor fund financial statements, required TEA schedules, and the schedule of expenditures of federal awards are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

Other Information

Management is responsible for the other information included in the annual report. The other information comprises the introductory and statistical sections but does not include the basic financial statements and our auditor's report thereon. Our opinions on the basic financial statements do not cover the other information, and we do not express an opinion or any form of assurance thereon.

In connection with our audit of the basic financial statements, our responsibility is to read the other information and consider whether a material inconsistency exists between the other information and the basic financial statements, or the other information otherwise appears to be materially misstated. If, based on the work performed, we conclude that an uncorrected material misstatement of the other information exists, we are required to describe it in our report.

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated November 14, 2023 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 solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the District's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the District's internal control over financial reporting and compliance.

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

Fort Worth, Texas
November 14, 2023





Management's Discussion and Analysis





This section of the Mansfield Independent School District's (the "District") Annual Comprehensive Financial Report presents our discussion and analysis of the District's financial performance for the year ended June 30, 2023. It should be read in conjunction with the report of the independent auditors preceding and the basic financial statements following this section.

Financial Highlights

At June 30, 2023, the District's combined assets and deferred outflows fell below its liabilities and deferred inflows by (\$54,174,749), net position. The unrestricted portion of (\$70,366,264) is due to the retroactive recognition of GASB 75 which requires the recognition of Other Post-Employment Benefits (OPEB) on the Government-wide financial statements. The District's total net position increased by \$19,571,869 due primarily as a result of a Voter Approved Tax Ratification Election which generated additional tax revenue and the early repayment of bonded debt.

At the close of the fiscal year, the District's governmental funds reported \$209,864,120 fund balance.

The District had \$114,697,377 or 54.65% of total fund balance available for the District's ongoing obligations (unassigned fund balance).

As of June 30, 2023, the General Fund's unassigned fund balance was \$114,697,377 (general fund unassigned fund balance) representing approximately 33.17% of the total General Fund expenditures in the current fiscal year.

Overview of the Financial Statements

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

The basic financial statements include two types of statements that present different views of the District, the government-wide financial statements and the fund financial statements.

Government-Wide Financial Statements

The government-wide financial statements, including the *Statement of Net Position* and the *Statement of Activities*, report on the District as a whole and are designed to provide readers with a broad overview of the District's finances. These statements are presented on the accrual basis of accounting similar to the accounting basis used by most private-sector entities.

The *Statement of Net Position* presents information on all of the District's assets, liabilities, and deferred inflows/outflows of resources with the difference reported as net position. The *Statement of Activities* presents the increases and decreases in net position for the current fiscal year regardless of when cash is received or paid. Increases and decreases in net position over time may serve as one indicator of whether the financial position of the District is improving or deteriorating but should be considered with additional factors as well.

Government-wide financial statements distinguish net position and the changes in net position between *governmental activities*, which are supported principally by taxes and intergovernmental revenues, and *business-type activities*, which are intended to recover all or a significant portion of their costs through user fees and charges.

Fund Financial Statements

The fund financial statements provide detailed information about the District's most significant funds as opposed to the District as a whole. Funds are accounting devices used to account for specific sources of funding and spending for particular purposes. State law and bond covenants require the District to establish some funds. The District, like other state and local governments, uses fund accounting to ensure and demonstrate compliance with finance-related requirements.

The District's funds include three types: 1) governmental funds, 2) proprietary funds, and 3) fiduciary funds.

Governmental Funds

Most of the District's activities are reported in governmental funds. Governmental funds report on the modified accrual basis of accounting which focuses on 1) how cash and other financial resources can be readily converted to cash inflows and outflows and 2) the balances remaining at year end available for future spending. The governmental fund statements provide a detailed short-term view of the District's operations and funds available to finance future operations. Because the focus and accounting methods are different for the governmental fund statements and the government-wide statements, reconciliation schedules are presented following each of the fund financial statements.

Governmental funds are used to account for essentially the same functions reported as governmental activities in the government-wide financial statements. However, unlike the government-wide financial statements, governmental fund financial statements focus on near-term inflows and outflows of spendable resources, as well as on balances of spendable resources available at the end of the fiscal year. Such information may be useful in evaluating a government's near-term financing requirements.

The focus of governmental funds is narrower than that of the government-wide financial statements; therefore, it is useful to compare the information presented for governmental funds with similar information presented for governmental activities in the government-wide financial statements. By doing so, readers may better understand the long-term impact of the government's near-term financing decisions. Both the 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 maintains 24 governmental funds. Information is presented separately in fund financial statements for the general, debt service, and capital projects funds, all of which are considered to be major funds. Data from the other governmental funds is combined into a single, aggregated presentation. Individual fund data for each of the nonmajor governmental funds is provided in the form of combining statements elsewhere in this report. The District adopts an annual appropriated budget for its general fund, debt service fund, and the child nutrition fund.

Proprietary Funds

Proprietary funds are used to account for operations that provide services and/or goods for a fee, whether to outside users or units within the District. Proprietary funds use the same accrual basis of accounting used in the government-wide financial statements. There are two types of proprietary funds: enterprise funds and internal service funds.

The enterprise funds report the same functions presented as *business-type activities* in the government-wide financial statements. An enterprise fund is an accounting tool used to accumulate and allocate costs internally among various functions. The District uses enterprise funds to account for its day care/afterschool care operations, adult education, and the natatorium.

The second type of proprietary fund is the internal service fund. An internal service fund is an accounting device used to accumulate and allocate costs internally among the various functions. The District does not have any internal service funds.

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. These funds are excluded from the District's government-wide financial statements as the District cannot use these assets to finance its operations.

The table below provides a concise view of the major features of the District's financial statements including the portion of the District they cover and types of information they contain.

Major Features of the District's Financial Statements				
	Government-wide Statements	Fund Statements		
		Governmental Funds	Proprietary funds	Fiduciary Funds
<i>Scope</i>	Entire District (except fiduciary funds)	Activities of the District that are not proprietary or fiduciary	Activities of the District that charge fee for services and or goods	Activities for which the District is the trustee/ custodial for other parties
<i>Required financial statements</i>	- Statement of Net Position - Statement of Activities	- Balance Sheet - Statement of Revenues, Expenditures & Changes in Fund Balances	- Statement of Net Position - Statement of Revenues, Expenses & Changes in Fund Net Position - Statement of Cash Flows	- Statement of Fiduciary Net Position - Statement of Changes in Fiduciary Net Position
<i>Accounting basis and measurement focus</i>	Accrual accounting and economic resources focus	Modified accrual accounting and current financial resources focus	Accrual accounting and economic resources focus	Accrual accounting and economic resources focus
<i>Type of asset/liability information</i>	All assets and liabilities, both financial and capital, short-term and long-term	Only assets expected to be used up and liabilities to be paid during the year or soon thereafter; no capital assets or long-term debt	All assets and liabilities, both financial and capital, short-term and long-term	All assets and liabilities, both short-term and long-term; the District's fiduciary funds do not currently have capital assets, although they can
<i>Type of inflow/outflow information</i>	All revenues and expenses during the year, regardless of when cash is received or paid	Revenues for which cash is received during the year or soon after the end of the year; expenditures when goods or services have been received and payment is due during the year or soon thereafter	All revenues and expenses during the year, regardless of when cash is received or paid	All revenues and expenses during the year, regardless of when cash is received or paid.

Notes to the Financial Statements

The notes to the basic financial statements provide additional information that is essential to a complete understanding of the data provided in the government-wide and fund financial statements.

Required Supplementary Information

In addition to the basic financial statements and accompanying notes, this report also presents certain other supplementary information concerning the District. The required supplementary information relates to a comparison of the original adopted budget, the final amended budget, and the actual amounts for the fiscal year. This is required supplementary information for the general fund and any major special revenue funds. The District did not have any major special revenue funds; therefore, the general fund and the District's participation in TRS are presented as required supplementary information.

Other Supplementary Information

The combining and individual fund statements and schedules and the compliance schedule comprise the supplementary information and are presented immediately following the required supplementary information.

GOVERNMENT-WIDE FINANCIAL ANALYSIS
TABLE I - CHANGES IN NET POSITION

	Governmental Activities		Business-Type Activities		Totals	
	2023	2022	2023	2022	2023	2022
Assets						
Current and other assets	\$ 266,410,817	\$ 265,752,663	\$ 1,902,445	\$ 1,208,860	\$ 268,313,262	\$ 266,961,523
Capital assets	790,693,422	818,855,833			790,693,422	818,855,833
Total Assets	1,057,104,239	1,084,608,496	1,902,445	1,208,860	1,059,006,684	1,085,817,356
Deferred Outflows of Resources						
Deferred charge on refunding	32,519,799	35,328,389			32,519,799	35,328,389
Deferred outflows - pension	45,949,741	24,229,585			45,949,741	24,229,585
Deferred outflows - OPEB	22,145,505	21,428,905			22,145,505	21,428,905
Total Deferred Outflows of Resources	100,615,045	80,986,879			100,615,045	80,986,879
Liabilities						
Other liabilities	95,102,263	89,003,975	91,047	109,084	95,193,310	89,113,059
Long term liabilities	839,004,792	886,604,761			839,004,792	886,604,761
Net pension liability	108,822,983	43,929,502			108,822,983	43,929,502
Net OPEB Liability	59,117,326	92,698,361			59,117,326	92,698,361
Total Liabilities	1,102,047,364	1,112,236,599	91,047	109,084	1,102,138,411	1,112,345,683
Deferred Inflows of Resources						
Deferred inflows - pension	13,637,321	54,876,140			13,637,321	54,876,140
Deferred inflows - OPEB	98,022,301	73,329,030			98,022,301	73,329,030
Total Deferred Outflows of Resources	111,659,622	128,205,170			111,659,622	128,205,170
Net Position						
Net investment in capital assets	(39,989,624)	(48,139,000)			(39,989,624)	(48,139,000)
Restricted	56,181,139	54,151,896			56,181,139	54,151,896
Unrestricted	(72,179,217)	(80,859,290)	1,812,953	1,099,776	(70,366,264)	(79,759,514)
Total Net Position	\$ (55,987,702)	\$ (74,846,394)	\$ 1,812,953	\$ 1,099,776	\$ (54,174,749)	\$ (73,746,618)

The District's net investment in capital assets of (\$39,989,624) reflects its investment in capital assets (e.g., land, buildings, machinery, equipment, vehicles, and infrastructure), less any related outstanding debt that was used to acquire those assets and any unspent bond proceeds. The District uses these capital assets to provide a variety of services to its citizens. Accordingly, these assets are not available for future spending. Although the District's investment in capital assets is reported net of related debt, it should be noted that the resources used 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 of \$56,181,139 represents resources that are subject to external restrictions on how they may be used. The remaining balance of (\$72,179,217) is unrestricted.

With the implementation of GASB 75 in fiscal year 2017-2018, the Mansfield Independent School District has not been able to report positive balances in all reported categories of net position, both for the government, as well as for its separate governmental activities. The business-type activities reported a positive net position of \$1,812,953. In prior years when recognition of GASB 75 was not required, MISD reported a positive net position and would this year without the OPEB recognition.

Changes in Net Position

Total combined net position of the District increased by \$19,571,869 during the year ended June 30, 2023 (see Table II). Funding for government-wide activities is through specific program revenues or general revenues such as property taxes and unrestricted grants and contributions. The early repayment of bonded debt is the primary cause of the increase.

Unrestricted net position reflects a deficit resulting from the application of GASB 75 in the current fiscal year for OPEB. Although the District reports a deficit, the deficit is primarily due to reporting the District's proportionate share of the net OPEB liability. The total District liability is reported in the governmental activities; however, the actual liability does not require the use of current resources at the fund level, which results in a timing difference since the

TRS-Care plan is funded on a pay-as-you-go basis. The District has made all contractually required contributions as noted in the required supplementary information and has sufficient fund balance to meet the District's ongoing obligations to students and creditors.

TABLE II - CHANGES IN NET POSITION

	Governmental Activities		Business-Type Activities		Total	
	2023	2022	2023	2022	2023	2022
Revenues						
Program						
Charges for services	\$ 8,748,141	\$ 2,938,629	\$ 4,399,888	\$ 3,632,666	\$ 13,148,029	\$ 6,571,295
Operating grants and contributions	57,052,685	53,493,842			57,052,685	53,493,842
Capital Grants						
General						
Property taxes	258,717,161	241,302,628			258,717,161	241,302,628
State-aid formula grants not restricted	132,997,046	137,524,832			132,997,046	137,524,832
Grants and contributions not restricted						
Investment earnings	7,684,631	631,347			7,684,631	631,347
Miscellaneous	6,315,479	6,478,288			6,315,479	6,478,288
Total Revenues	471,515,143	442,369,566	4,399,888	3,632,666	475,915,031	446,002,232
Expenses						
11 Instruction	239,326,462	220,513,831			239,326,462	220,513,831
12 Instructional resources and media services	6,075,580	5,582,918			6,075,580	5,582,918
13 Curriculum and staff development	5,386,964	5,180,660			5,386,964	5,180,660
21 Instructional leadership	6,603,503	5,025,879			6,603,503	5,025,879
23 School leadership	23,336,670	20,693,551			23,336,670	20,693,551
31 Guidance, counseling, and evaluation services	13,653,307	12,490,896			13,653,307	12,490,896
32 Social work services	378,196	15,766			378,196	15,766
33 Health services	4,980,898	4,696,703			4,980,898	4,696,703
34 Student Transportation	19,507,782	16,362,606			19,507,782	16,362,606
35 Food Service	23,588,894	22,864,686			23,588,894	22,864,686
36 Extracurricular activities	14,046,886	12,965,919			14,046,886	12,965,919
41 General Administration	8,004,062	7,342,661			8,004,062	7,342,661
51 Facilities maintenance and operations	38,635,091	33,764,377			38,635,091	33,764,377
52 Security and monitoring services	10,640,366	7,987,704			10,640,366	7,987,704
53 Data processing services	9,764,320	6,843,047			9,764,320	6,843,047
61 Community services	1,920,398	1,618,073			1,920,398	1,618,073
72 Interest and fiscal charges	27,047,411	28,406,039			27,047,411	28,406,039
81 Facilities acquisition and construction						
93 Payments related to shared services arrangements	149,287	176,583			149,287	176,583
99 Other governmental charges	1,314,036	1,240,317			1,314,036	1,240,317
Day Care/After-school Care Program			2,730,610	2,229,453	2,730,610	2,229,453
Natatorium			956,101	1,078,240	956,101	1,078,240
Total Expenses	454,360,113	413,772,216	3,686,711	3,307,693	458,046,824	417,079,909
Excess (deficiency) before special items and transfers	17,155,030	28,597,350	713,177	324,973	17,868,207	28,922,323
Special items	1,703,662	853,518			1,703,662	853,518
Transfers			-	-		
Increase (Decrease) in Net Position	18,858,692	29,450,868	713,177	324,973	19,571,869	29,775,841
Net Position - Beginning	(74,846,394)	(104,100,500)	1,099,776	774,803	(73,746,618)	(103,325,697)
Prior Period Adjustments		(196,762)				(196,762)
Net Position - Ending	\$ (55,987,702)	\$ (74,846,394)	\$ 1,812,953	\$ 1,099,776	\$ (54,174,749)	\$ (73,746,618)

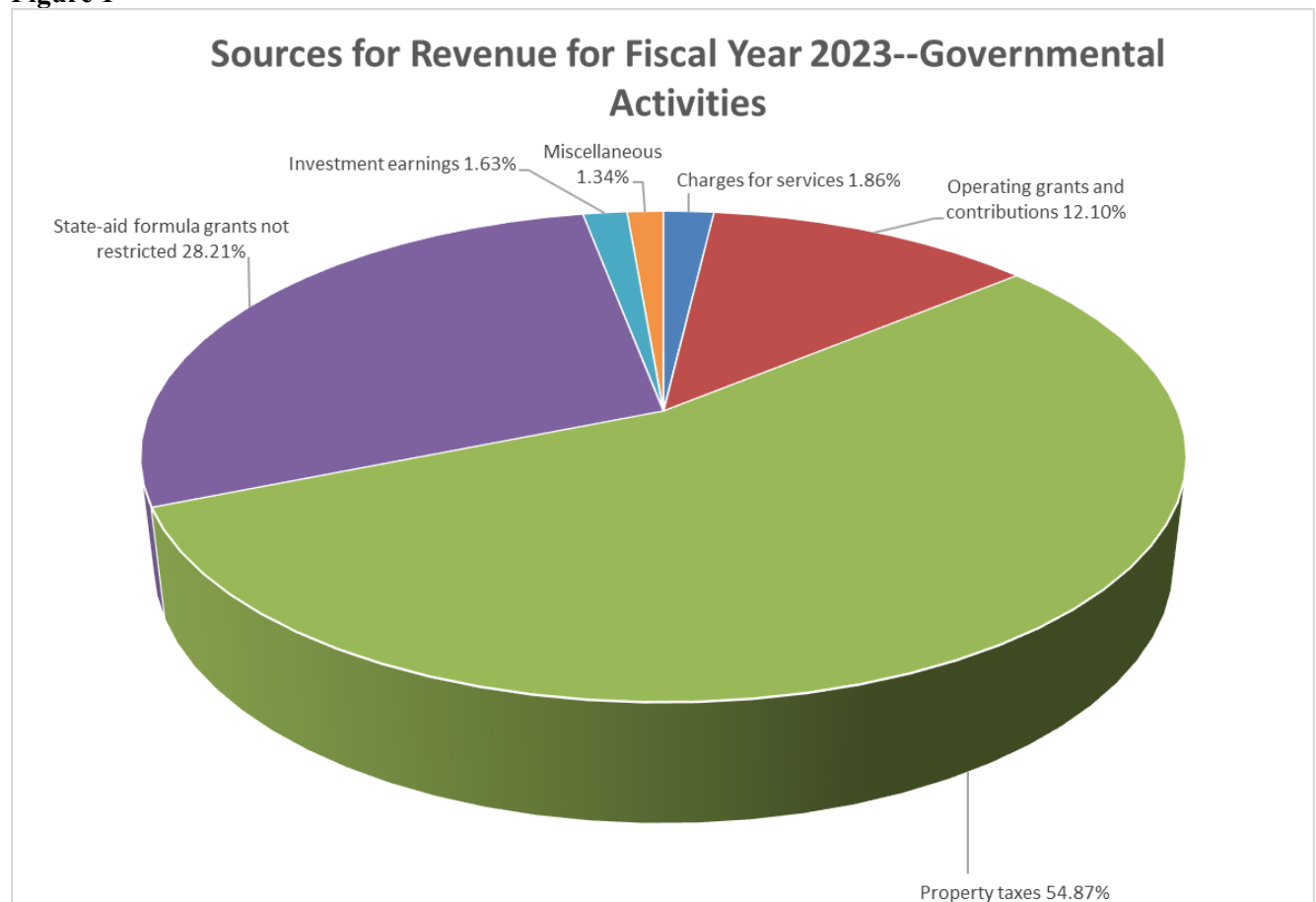
The following is a summary of government-wide activities:

The net cost of all activities this year was \$387,846,110, an increase of \$30,831,338 over the previous year due to purchases of safety/security equipment, buses, and technology equipment. With the passage of the VATRE in the previous school year, additional funds were available to purchase needed capital equipment.

The remaining cost of government-wide activities was funded from general revenues, \$407,417,979, such as property taxes and unrestricted state and federal grants and contributions.

The District's revenues are derived primarily from property taxes and state aid (see Figure 1). Property taxes represent 54.87% of total revenues while state aid is 28.21%. The remaining 16.92% of revenues is derived from operating grants and contributions, charges for services and miscellaneous revenues. This increase in property tax revenue is due to an increase in property values of 9.47% for tax year 2022 and the passage of a voter approved tax ratification election that increased the maintenance and operations tax rate by \$0.13 in the previous year.

Figure 1



The primary functional expenses (see Figure 2) of the District are instructional related at \$250.8 million which represents 55.2% of total expenses. Student Support represents 16.76%, Non-student Support represents 12.99%, Interest on Debt represents 5.95%, and Instructional and School Leadership represents 6.59%. The remaining individual functional categories are each less than 3%. Total expenses in the current fiscal year were \$454.3 million, a \$40.6 million or 9.81% percent increase from the prior year due to purchases of safety/security equipment, buses, and technology equipment.

Figure 2

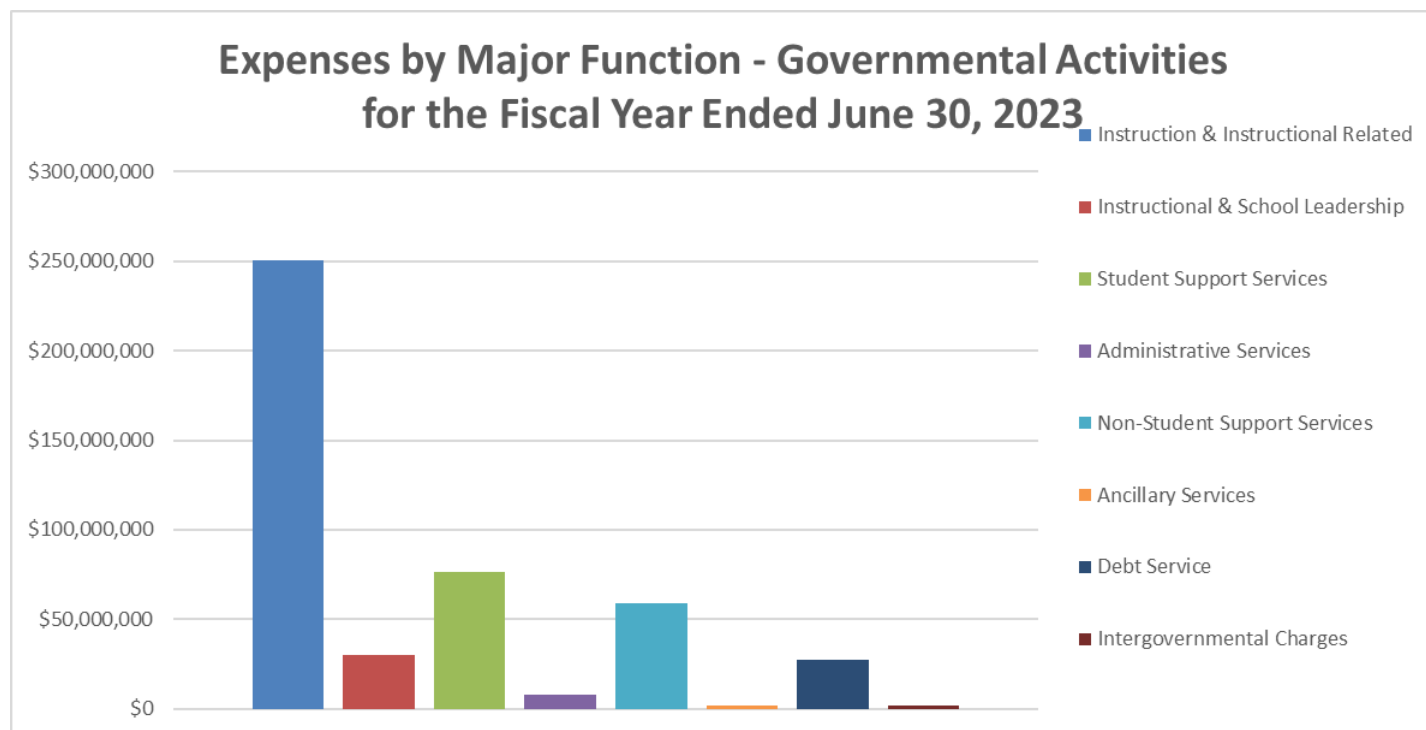


Table III shows the Districts largest governmental functions as well as their related net cost (total cost less fees and grants and contributions for the activities). The net cost reflects what was funded by property taxes, unrestricted state and federal grants and contributions and other miscellaneous local revenues.

TABLE III- COSTS OF SERVICES FOR MAJOR FUNCTIONS

	Cost of Services		Net Cost of Services	
	2023	% of Total	2023	% of Total
Instruction	\$ 239,326,462	52.7%	\$ 221,991,909	57.1%
School Leadership	23,336,670	5.1%	22,396,871	5.8%
Facilities Maintenance and Operations	38,635,091	8.5%	34,575,157	8.9%
Interest and Fiscal Charges	27,047,411	6.0%	27,047,411	7.0%

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 June 30, 2023, the District's governmental funds reported combined fund balances of \$209,864,120, a decrease of \$4.4 million from the prior year due to the completion of construction projects. The unassigned fund balance, \$114.7million or 54.65% of the total ending fund balance is available for spending at the District's on-going operations. The remainder of the fund balance has various spending constraints as detailed in Table IV.

TABLE IV – GOVERNMENTAL FUND BALANCES

Table IV - Governmental Fund Balances		
		% of Total
Non- Spendable		
Inventory	\$ 393,382	0.187%
Prepaid items	1,548,325	0.738%
Total Non-spendable	1,941,707	0.925%
Restricted		
Federal, State and Local Grants	5,855,927	2.790%
Capital Acquisitions	6,398,507	3.049%
Retirement of Long-Term Debt	61,010,631	29.072%
Total Restricted	73,265,065	34.911%
Committed		
Capital Acquisition Projects	17,583,462	8.379%
Campus activity funds	2,376,509	1.132%
Total Committed	19,959,971	9.511%
Unassigned	114,697,377	54.653%
Total Governmental Fund Balances	\$ 209,864,120	100.000%

The General Fund is the primary operating fund of the District. At June 30, 2023, the unassigned fund balance of the General Fund was \$114,697,377 which is 98.47% percent of the total General Fund balance of \$116,480,532. As a measure of the General Fund's liquidity and financial health, it may be useful to compare unassigned fund balance to the total fund expenditures. The unassigned fund balance represents 33.17% of the current year General Fund expenditures.

The fund balance of the District's General Fund increased \$297,800 during the current fiscal year, after transferring \$14.0 million due to reductions in expenditures in various functions, vacancies, and actual

expenditures being less than anticipated, to the Capital Projects Fund. The Debt Service Fund balance of \$61,010,631 is restricted for the payment of debt service. The fund balance increased by \$2,942,148 from the prior year due to property value increases of 9.47% over prior year and interest savings from bond refunding's in the prior year.

The District's ESSER III grant fund was considered a major fund this year and was authorized under the American Rescue Plan (ARP) Act through the Elementary and Secondary School Emergency Relief III fund. Funding was provided to respond to the pandemic and to address student learning loss because of COVID-19. The District has a remaining \$5,906,603 of the allocation, which is being utilized to address learning loss, social and emotional impacts of the pandemic, and additional educational support. The end date of this grant is September 30, 2024.

The District's other governmental funds are composed of various special revenue funds and capital projects funds. The other governmental funds ended the year with a combined fund balance of \$32,372,957. This represents a decrease of \$7,610,444 from the prior year. This decrease was mainly in the capital projects funds. The capital projects funds had an overall decrease of \$6,910,926 from the prior year. The 2017 capital project fund saw a decrease of \$8,716,401 due to completion of construction projects and the general Capital Projects Fund increased by \$1,805,475 due to contributions from the general fund for various capital projects. The fund balance is restricted for \$6.4 million for various construction projects and committed for capital outlay and related encumbrances for \$17.6 million.

The additional decrease was mainly due to the child nutrition fund spending down its fund balance to meet required fund balance level. With the federal government covering the cost of all student meals in fiscal year 2021-22, revenues exceeded expenditures significantly thus increasing the fund balance. This increased fund balance in the child nutrition program exceeded the three-month expenditure maximum and had to be spent down. Capital improvements to the cafeterias were made with these funds.

Proprietary Funds

The District's Proprietary Funds include the Day Care Center/After-school Care Program, the Natatorium, and the Adult Education Program. At year end, the Proprietary Funds had a net position of \$1,812,953 which is an increase of \$713,177 from the prior year. This increase is primarily the result of increased participation in the after-school care program.

General Fund Budgetary Highlights

Over the course of the year, the District revised its General Fund budget. Actual expenditures were \$4.7 million less than final budgeted expenditures, and the actual reported revenues were approximately \$8.4 million more than the final total revenues budgeted. Variations between budgeted amounts and actual amounts were due to unfilled vacancies, reductions in staff, property value increases, passage of the VATRE, and payroll expenditures being less than projected.

During the year, certain budget amendments were passed to address changes in planned expenditures for the District. This activity is normal for the District as the administration responds to changing needs throughout the year.

Capital Asset and Debt Administration

Capital Assets

As of June 30, 2023, the District had invested approximately \$792.3 million in a broad range of capital assets, including land, equipment, and buildings, less amortization and depreciation (see Table V). Net capital assets decreased \$26.5 million from the prior year. The decrease was primarily due to the recognition of amortization and depreciation.

TABLE V – CAPITAL ASSET SUMMARY (NET OF AMORTIZATION AND DEPRECIATION)

	Governmental Activities		
	2023	2022	% Change
Land	\$ 56,191,085	\$ 56,191,085	
Construction in progress	131,071,125	262,421,642	-50.05%
Buildings and improvements	590,274,045	488,470,328	20.84%
Furniture and equipment	12,572,733	10,401,297	20.88%
Right to Use Assets-Copier Lease	584,434	1,371,481	-57.39%
SBITA Assets	1,656,861		
Total	\$ 792,350,283	\$ 818,855,833	-3.24%

More detailed information about the District's capital assets is presented in Note 7 to Basic Financial Statements.

Long-Term Debt

The District had \$876.8 million in long-term debt at year end, a decrease of \$43.8 million from the prior year (see Table VI). The District made principal payments of \$49.2 million on the bonds, premiums, right to use leases, and Subscription-Based IT Arrangements during the fiscal year. More detailed information about the District's debt is presented in Note 8 to Basic Financial Statements.

TABLE VI - LONG-TERM DEBT

	Balance		Retirements/ Refundings	Balance		Due Within One Year
	July 1, 2022	Additions		June 30, 2023		
Governmental Activities						
Bonds and notes payable:						
General obligation bonds	\$ 824,064,839	\$	\$ (39,965,000)	\$ 784,099,839	\$	20,594,839
Premium on bond issuance	82,252,944		(7,068,374)	75,184,570		
Premium capital appreciation bonds	9,580,034			9,580,034		9,580,034
Accreted Interest on Capital						
Appreciation Bonds	145,958	88,480		234,438		234,438
Right to Use Asset-Leases	1,540,319		(803,410)	736,909		736,909
Subscription-Based Information Technology Arrangemen		2,990,286	(1,333,425)	1,656,861		1,341,639
Total Bonds and Notes Payable	\$ 917,584,094	\$ 3,078,766	\$ (49,170,209)	\$ 871,492,651	\$	32,487,859

Texas School District bond issues qualify for the State Permanent School Fund Guarantee ("PSF"). The PSF Guarantee allows for the bonds to receive 'AAA'/'Aaa'/'AAA' ratings from Fitch, Moody's and Standard & Poor's rating services which are the highest credit ratings. The District also has excellent stand-alone ratings of 'AA+' from Fitch, 'Aa2' from Moody's and 'AA+' from Standard & Poor's, which along with the PSF Guarantee, means that Mansfield ISD bonds will be priced at the lowest available interest rates at the time of bond issuance.

Economic Factors and Next Year's Budgets and Rates

The District has a remaining \$5.9 million of the ESSER III allocation which is being utilized to address learning loss, social and emotional impacts of the pandemic, and additional educational support. The end date of this grant is September 30, 2024.

The District began the 2022-2023 fiscal year with a fund balance of \$116.2 million and ended the year with approximately the same \$116.2 million. The District was able to transfer \$14.0 million to the capital projects fund for the purchase of buses, address security projects, and other capital improvements. This healthy fund balance level will assist the District in absorbing the impact of any state funding cuts that may occur in the future as well as provide funds for any unexpected expenses that may arise. The District adopted a balanced budget for 2023-2024, which included a transfer back from the capital projects fund of \$3.2 million.

Property values for the 2023-2024 fiscal year increased 9.47 percent over the 2022-2023 year. The M & O rate for the 2023-2024 decreased to \$0.7892 from \$0.9746 per \$100 of valuation due to property tax compression and the I & S rate remained the same at \$0.36 per \$100 of valuation. The District's enrollment for 2023-2023 has increased to a pre-pandemic level of 35,846 students over the prior year of 35,559.

Current 2023-2024 budgets for the Child Nutrition Fund and Debt Service Fund include estimated revenues and expenditures of approximately \$21.9 million and \$76.4 million, respectively.

Requests for Information

This financial report is designed to provide our citizens, taxpayers, customers, investors, and creditors with a general overview of the District's finances and to show the District's accountability for the funding it receives. Questions concerning any of the information provided in this report or requests for additional information should be addressed to the District's Finance Department, Mansfield Independent School District, 605 E. Broad Street, Mansfield, TX, 76063.



Basic Financial Statements





MANSFIELD INDEPENDENT SCHOOL DISTRICT
STATEMENT OF NET POSITION
JUNE 30, 2023

EXHIBIT A-1

		1	2	3
		Primary Government		
Data			Business	
Control		Governmental	Type	
Codes		Activities	Activities	Total
ASSETS				
1110	Cash and Cash Equivalents	\$ 211,716,914	\$ 1,971,176	\$ 213,688,090
1220	Property Taxes - Delinquent	6,968,343	-	6,968,343
1230	Allowance for Uncollectible Taxes	(3,060,563)	-	(3,060,563)
1240	Due from Other Governments	45,903,258	-	45,903,258
1250	Accrued Interest	1,066,633	-	1,066,633
1260	Internal Balances	146,023	(70,920)	75,103
1290	Other Receivables, Net	71,641	1,555	73,196
1300	Inventories	393,382	-	393,382
1410	Prepayments	1,548,325	2,189	1,550,514
Capital Assets:				
1510	Land	56,191,085	-	56,191,085
1520	Buildings, Net	590,274,045	-	590,274,045
1530	Furniture and Equipment, Net	12,572,733	-	12,572,733
1550	Right-to-Use Leased Assets, Net	584,434	-	584,434
1553	SBITA Assets, Net	1,656,861	-	1,656,861
1580	Construction in Progress	131,071,125	-	131,071,125
1000	Total Assets	1,057,104,239	1,904,000	1,059,008,239
DEFERRED OUTFLOWS OF RESOURCES				
1701	Deferred Charge for Refunding	32,519,799	-	32,519,799
1705	Deferred Outflow Related to TRS Pension	45,949,741	-	45,949,741
1706	Deferred Outflow Related to TRS OPEB	22,145,505	-	22,145,505
1700	Total Deferred Outflows of Resources	100,615,045	-	100,615,045
LIABILITIES				
2110	Accounts Payable	8,333,918	42,149	8,376,067
2140	Interest Payable	11,632,347	-	11,632,347
2150	Payroll Deductions and Withholdings	7,689,282	5,948	7,695,230
2160	Accrued Wages Payable	33,934,212	42,950	33,977,162
2180	Due to Other Governments	104,855	-	104,855
2190	Due to Student Groups	108,109	-	108,109
2300	Unearned Revenue	784,855	-	784,855
2400	Payable from Restricted Assets	26,826	-	26,826
Noncurrent Liabilities:				
2501	Due Within One Year: Loans, Note, Leases, etc.	32,487,859	-	32,487,859
Due in More than One Year:				
2502	Bonds, Notes, Loans, Leases, etc.	839,004,792	-	839,004,792
2540	Net Pension Liability (District's Share)	108,822,983	-	108,822,983
2545	Net OPEB Liability (District's Share)	59,117,326	-	59,117,326
2000	Total Liabilities	1,102,047,364	91,047	1,102,138,411
DEFERRED INFLOWS OF RESOURCES				
2605	Deferred Inflow Related to TRS Pension	13,637,321	-	13,637,321
2606	Deferred Inflow Related to TRS OPEB	98,022,301	-	98,022,301
2600	Total Deferred Inflows of Resources	111,659,622	-	111,659,622
NET POSITION				
3200	Net Investment in Capital Assets and Right-to-Use Lease	(39,989,624)	-	(39,989,624)
Restricted:				
3820	Restricted for Federal and State Programs	5,855,927	-	5,855,927
3850	Restricted for Debt Service	50,325,212	-	50,325,212
3900	Unrestricted	(72,179,217)	1,812,953	(70,366,264)
3000	Total Net Position	\$ (55,987,702)	\$ 1,812,953	\$ (54,174,749)

The notes to the financial statements are an integral part of this statement.

MANSFIELD INDEPENDENT SCHOOL DISTRICT
STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED JUNE 30, 2023

Data Control Codes	1	Program Revenues	
		3	4
	Expenses	Charges for Services	Operating Grants and Contributions
Primary Government:			
GOVERNMENTAL ACTIVITIES:			
11 Instruction	\$ 239,326,462	\$ 511,681	\$ 16,822,872
12 Instructional Resources and Media Services	6,075,580	-	107,426
13 Curriculum and Instructional Staff Development	5,386,964	-	1,788,172
21 Instructional Leadership	6,603,503	-	965,412
23 School Leadership	23,336,670	-	939,799
31 Guidance, Counseling, and Evaluation Services	13,653,307	-	4,300,806
32 Social Work Services	378,196	-	457,446
33 Health Services	4,980,898	-	3,105,101
34 Student (Pupil) Transportation	19,507,782	-	497,045
35 Food Services	23,588,894	7,564,797	13,921,003
36 Extracurricular Activities	14,046,886	671,663	148,831
41 General Administration	8,004,062	-	5,239,377
51 Facilities Maintenance and Operations	38,635,091	-	4,059,934
52 Security and Monitoring Services	10,640,366	-	1,427,692
53 Data Processing Services	9,764,320	-	1,190,297
61 Community Services	1,920,398	-	1,932,185
72 Debt Service - Interest on Long-Term Debt	27,019,512	-	-
73 Debt Service - Bond Issuance Cost and Fees	27,899	-	-
93 Payments Related to Shared Services Arrangements	149,287	-	149,287
99 Other Intergovernmental Charges	1,314,036	-	-
[TG] Total Governmental Activities:	454,360,113	8,748,141	57,052,685
BUSINESS-TYPE ACTIVITIES:			
01 Enterprise Funds - Daycare/Afterschool Program	2,730,610	3,527,352	-
02 Enterprise Funds - Natatorium	956,101	872,536	-
[TB] Total Business-Type Activities:	3,686,711	4,399,888	-
[TP] TOTAL PRIMARY GOVERNMENT:	\$ 458,046,824	\$ 13,148,029	\$ 57,052,685
Data			
Control	General Revenues:		
Codes	Taxes:		
MT	Property Taxes, Levied for General Purposes		
DT	Property Taxes, Levied for Debt Service		
SF	State Aid - Formula Grants		
IE	Investment Earnings		
MI	Miscellaneous Local and Intermediate Revenue		
SI	Special Item - Oil & Gas Revenue		
EI	Extraordinary Item - Disaster Insurance Proceeds		
TR	Total General Revenues, Special Items		
CN	Change in Net Position		
NB	Net Position - Beginning		
NE	Net Position - Ending		

The notes to the financial statements are an integral part of this statement.

Net (Expense) Revenue and Changes in Net Position		
6	7	8
Primary Government		
Governmental Activities	Business-type Activities	Total
\$ (221,991,909)	\$ -	\$ (221,991,909)
(5,968,154)	-	(5,968,154)
(3,598,792)	-	(3,598,792)
(5,638,091)	-	(5,638,091)
(22,396,871)	-	(22,396,871)
(9,352,501)	-	(9,352,501)
79,250	-	79,250
(1,875,797)	-	(1,875,797)
(19,010,737)	-	(19,010,737)
(2,103,094)	-	(2,103,094)
(13,226,392)	-	(13,226,392)
(2,764,685)	-	(2,764,685)
(34,575,157)	-	(34,575,157)
(9,212,674)	-	(9,212,674)
(8,574,023)	-	(8,574,023)
11,787	-	11,787
(27,019,512)	-	(27,019,512)
(27,899)	-	(27,899)
-	-	-
(1,314,036)	-	(1,314,036)
(388,559,287)	-	(388,559,287)
-	796,742	796,742
-	(83,565)	(83,565)
-	713,177	713,177
(388,559,287)	713,177	(387,846,110)
188,958,289	-	188,958,289
69,758,872	-	69,758,872
132,997,046	-	132,997,046
7,684,631	-	7,684,631
6,315,479	-	6,315,479
654,422	-	654,422
1,049,240	-	1,049,240
407,417,979	-	407,417,979
18,858,692	713,177	19,571,869
(74,846,394)	1,099,776	(73,746,618)
\$ (55,987,702)	\$ 1,812,953	\$ (54,174,749)

MANSFIELD INDEPENDENT SCHOOL DISTRICT
BALANCE SHEET
GOVERNMENTAL FUNDS
JUNE 30, 2023

Data Control Codes	10 General Fund	ESSER III Fund	50 Debt Service Fund
ASSETS			
1110 Cash and Cash Equivalents	\$ 115,952,872	\$ -	\$ 58,197,663
1220 Property Taxes - Delinquent	5,279,784	-	1,688,559
1230 Allowance for Uncollectible Taxes	(2,318,932)	-	(741,631)
1240 Due from Other Governments	26,996,308	10,691,532	905,736
1250 Accrued Interest	1,066,548	-	-
1260 Due from Other Funds	15,999,384	-	2,355,825
1290 Other Receivables	37,392	-	-
1300 Inventories	279,918	-	-
1410 Prepayments	1,503,237	-	-
1000 Total Assets	<u>\$ 164,796,511</u>	<u>\$ 10,691,532</u>	<u>\$ 62,406,152</u>
LIABILITIES			
2110 Accounts Payable	\$ 2,758,004	\$ 10,061	\$ -
2150 Payroll Deductions and Withholdings Payable	7,521,685	15,635	-
2160 Accrued Wages Payable	32,469,422	203,255	-
2170 Due to Other Funds	2,360,266	10,462,581	-
2180 Due to Other Governments	104,843	-	-
2190 Due to Student Groups	104,081	-	-
2300 Unearned Revenue	10,000	-	448,593
2400 Payable from Restricted Assets	26,826	-	-
2000 Total Liabilities	<u>45,355,127</u>	<u>10,691,532</u>	<u>448,593</u>
DEFERRED INFLOWS OF RESOURCES			
2601 Unavailable Revenue - Property Taxes	2,960,852	-	946,928
2600 Total Deferred Inflows of Resources	<u>2,960,852</u>	<u>-</u>	<u>946,928</u>
FUND BALANCES			
Nonspendable Fund Balance:			
3410 Inventories	279,918	-	-
3430 Prepaid Items	1,503,237	-	-
Restricted Fund Balance:			
3450 Federal or State Funds Grant Restriction	-	-	-
3470 Capital Acquisition and Contractual Obligation	-	-	-
3480 Retirement of Long-Term Debt	-	-	61,010,631
Committed Fund Balance:			
3545 Other Committed Fund Balance	-	-	-
3600 Unassigned Fund Balance	114,697,377	-	-
3000 Total Fund Balances	<u>116,480,532</u>	<u>-</u>	<u>61,010,631</u>
4000 Total Liabilities, Deferred Inflows & Fund Balances	<u>\$ 164,796,511</u>	<u>\$ 10,691,532</u>	<u>\$ 62,406,152</u>

The notes to the financial statements are an integral part of this statement.

Other Funds		Total Governmental Funds	
\$	37,566,379	\$	211,716,914
	-		6,968,343
	-		(3,060,563)
	7,309,683		45,903,259
	85		1,066,633
	129,251		18,484,460
	34,249		71,641
	113,464		393,382
	45,088		1,548,325
\$	45,198,199	\$	283,092,394
\$	5,565,853	\$	8,333,918
	151,962		7,689,282
	1,261,535		33,934,212
	5,515,590		18,338,437
	12		104,855
	4,028		108,109
	326,262		784,855
	-		26,826
	12,825,242		69,320,494
	-		3,907,780
	-		3,907,780
	113,464		393,382
	45,088		1,548,325
	5,855,927		5,855,927
	6,398,507		6,398,507
	-		61,010,631
	19,959,971		19,959,971
	-		114,697,377
	32,372,957		209,864,120
\$	45,198,199	\$	283,092,394

MANSFIELD INDEPENDENT SCHOOL DISTRICT
RECONCILIATION OF BALANCE SHEET FOR GOVERNMENTAL FUNDS TO THE STATEMENT
OF NET POSITION
JUNE 30, 2023

<u>Data Control Codes</u>		
	Total fund balance, governmental funds (from C-1)	\$ 209,864,120
	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.	792,350,283
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.	3,907,780
3	The deferred charge on refunding does not provide current resources. As such, this amount is not included in the fund financial statements. It is amortized over the life of the new bonds.	32,519,799
4	Deferred outflows - pension liability	45,949,741
5	Deferred outflows - OPEB Activity	22,145,505
	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:	
6	General obligation bonds	(784,099,839)
7	Capital Appreciation Bond Premium	(9,580,034)
8	Premiums on issuance	(75,184,570)
9	Accreted Interest on Capital Appreciation Bonds	(234,438)
10	Right to use Asset-Leases	(736,909)
11	Subscription-Based IT Arrangements	(1,656,861)
12	Net pension Liability	(108,822,983)
13	Net OPEB Liability	(59,117,326)
14	Deferred inflows related to pension liability	(13,637,321)
15	Deferred inflows related to OPEB liability	(98,022,301)
16	Accrued interest payable	<u>(11,632,348)</u>
19	Total net position, governmental activities (from A-1)	<u><u>\$ (55,987,702)</u></u>

See Notes to the Financial Statements.



MANSFIELD INDEPENDENT SCHOOL DISTRICT
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS
FOR THE YEAR ENDED JUNE 30, 2023

Data Control Codes	10 General Fund	ESSER III Fund	50 Debt Service Fund
REVENUES:			
5700 Total Local and Intermediate Sources	\$ 197,328,458	\$ -	\$ 72,049,167
5800 State Program Revenues	152,500,744	-	2,532,914
5900 Federal Program Revenues	9,434,606	6,580,289	-
5020 Total Revenues	359,263,808	6,580,289	74,582,081
EXPENDITURES:			
Current:			
0011 Instruction	207,293,423	3,337,695	-
0012 Instructional Resources and Media Services	4,035,496	-	-
0013 Curriculum and Instructional Staff Development	4,021,896	244,877	-
0021 Instructional Leadership	6,028,312	525,012	-
0023 School Leadership	21,580,710	425,393	-
0031 Guidance, Counseling, and Evaluation Services	10,414,425	130,696	-
0032 Social Work Services	-	436,840	-
0033 Health Services	4,948,230	11,717	-
0034 Student (Pupil) Transportation	17,422,307	294,410	-
0035 Food Services	35,948	-	-
0036 Extracurricular Activities	11,306,051	-	-
0041 General Administration	7,814,689	-	-
0051 Facilities Maintenance and Operations	34,597,314	-	-
0052 Security and Monitoring Services	7,564,371	-	-
0053 Data Processing Services	5,064,447	1,148,250	-
0061 Community Services	456,568	25,399	-
Debt Service:			
0071 Principal on Long-Term Liabilities	1,868,212	-	39,965,000
0072 Interest on Long-Term Liabilities	42,373	-	31,647,034
0073 Bond Issuance Cost and Fees	-	-	27,899
Capital Outlay:			
0081 Facilities Acquisition and Construction	-	-	-
Intergovernmental:			
0093 Payments to Fiscal Agent/Member Districts of SSA	-	-	-
0099 Other Intergovernmental Charges	1,314,036	-	-
6030 Total Expenditures	345,808,808	6,580,289	71,639,933
1100 Excess (Deficiency) of Revenues Over (Under) Expenditures	13,455,000	-	2,942,148
OTHER FINANCING SOURCES (USES):			
7912 Sale of Real and Personal Property	208,378	-	-
7915 Transfers In	-	-	-
8911 Transfers Out (Use)	(14,000,000)	-	-
8949 Other (Uses)	(20,000)	-	-
7080 Total Other Financing Sources (Uses)	(13,811,622)	-	-
SPECIAL AND EXTRAORDINARY ITEMS:			
7918 Special Item - Oil & Gas Royalties	654,422	-	-
7919 Extraordinary Item - Insurance Proceeds	-	-	-
1200 Net Change in Fund Balances	297,800	-	2,942,148
0100 Fund Balance - July 1 (Beginning)	116,182,732	-	58,068,483
3000 Fund Balance - June 30 (Ending)	\$ 116,480,532	\$ -	\$ 61,010,631

The notes to the financial statements are an integral part of this statement.

		Total	
Other		Governmental	
Funds		Funds	
\$	11,439,600	\$	280,817,225
	3,219,473		158,253,131
	31,012,123		47,027,018
	45,671,196		486,097,374
	10,847,391		221,478,509
	122,241		4,157,737
	1,448,476		5,715,249
	325,539		6,878,863
	180,431		22,186,534
	3,784,487		14,329,608
	-		436,840
	78,932		5,038,879
	3,511,222		21,227,939
	22,498,178		22,534,126
	782,913		12,088,964
	82,323		7,897,012
	5,282,108		39,879,422
	4,885,382		12,449,753
	2,462,828		8,675,525
	1,807,404		2,289,371
	265,948		42,099,160
	2,820		31,692,227
	-		27,899
	9,860,778		9,860,778
	149,287		149,287
	-		1,314,036
	68,378,688		492,407,718
	(22,707,492)		(6,310,344)
	47,808		256,186
	14,000,000		14,000,000
	-		(14,000,000)
	-		(20,000)
	14,047,808		236,186
	-		654,422
	1,049,240		1,049,240
	(7,610,444)		(4,370,496)
	39,983,401		214,234,616
\$	32,372,957	\$	209,864,120

MANSFIELD 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, 2023

Data		
Control		
Codes		
	Net change in fund balances - total governmental funds (from C-3)	\$ (4,370,496)
	Amounts reported for governmental activities in the statement of activities (B-1) are different because:	
	Governmental funds report capital outlays as expenditures. However, in the statement of activities, the cost of those assets is allocated over their estimated useful lives as depreciation expense.	
1	Governmental funds capital outlays	39,613,943
2	Governmental activities depreciation expense	(50,957,280)
3	Governmental Funds - Disposal of Assets	(15,162,214)
4	Governmental Funds new SBITA's recorded	(2,990,288)
5	Change in deferred inflows for property tax revenues.	(1,716,707)
6	Repayment of bond principal is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the statement of net position.	39,965,000
7	Repayment of capital lease is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the statement of net position.	803,410
8	Repayment of SBITAs is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the statement of net position.	1,333,425
9	Accretion on capital appreciation bonds	(88,480)
10	Changes in net pension liabilities and related deferred outflows and inflows of resources	(1,934,505)
11	Changes in net OPEB liabilities and related deferred outflows and inflows of resources	9,604,364
12	Decrease in interest payable not recognized in fund statements	498,737
13	Amortization of deferred charges on refunding as well as premiums and discounts on issuance of bonds	4,259,783
	Change in net position of governmental activities (see B-1)	<u>\$ 18,858,692</u>

See Notes to the Financial Statements.

MANSFIELD INDEPENDENT SCHOOL DISTRICT
STATEMENT OF NET POSITION
PROPRIETARY FUNDS
JUNE 30, 2023

	Business-Type Activities
	Total Enterprise Funds
ASSETS	
Current Assets:	
Cash and Cash Equivalents	\$ 1,971,176
Other Receivables	1,555
Prepayments	2,189
Total Assets	<u>1,974,920</u>
LIABILITIES	
Current Liabilities:	
Accounts Payable	42,149
Payroll Deductions and Withholdings Payable	5,948
Accrued Wages Payable	42,950
Due to Other Funds	70,920
Total Liabilities	<u>161,967</u>
NET POSITION	
Unrestricted Net Position	<u>1,812,953</u>
Total Net Position	<u><u>\$ 1,812,953</u></u>

The notes to the financial statements are an integral part of this statement.

MANSFIELD INDEPENDENT SCHOOL DISTRICT
STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN FUND NET POSITION
PROPRIETARY FUNDS
FOR THE YEAR ENDED JUNE 30, 2023

	Business-Type Activities
	Total Enterprise Funds
OPERATING REVENUES:	
Local and Intermediate Sources	\$ 4,399,888
Total Operating Revenues	4,399,888
OPERATING EXPENSES:	
Payroll Costs	2,801,831
Professional and Contracted Services	232,499
Supplies and Materials	261,106
Other Operating Costs	367,904
Debt Service	2,760
Capital Outlay	20,611
Total Operating Expenses	3,686,711
Operating Income	713,177
Total Net Position - July 1 (Beginning)	1,099,776
Total Net Position - June 30 (Ending)	\$ 1,812,953

The notes to the financial statements are an integral part of this statement.

MANSFIELD INDEPENDENT SCHOOL DISTRICT
STATEMENT OF CASH FLOWS
PROPRIETARY FUNDS
FOR THE YEAR ENDED JUNE 30, 2023

EXHIBIT D-3

	Business-Type Activities
	Total Enterprise Funds
<u>Cash Flows from Operating Activities:</u>	
Cash Received from User Charges	\$ 4,382,533
Cash Payments to Employees for Services	2,801,559
Cash Payments for Contracted Services	232,499
Cash Payments for Suppliers	265,928
Cash Payments for Other Operating Expenses	367,906
Cash Payments for Debt Service	2,760
Cash Payments for Capital Outlay	20,611
Net Cash Provided by Operating Activities	8,073,796
Net Increase in Cash and Cash Equivalents	608,645
Cash and Cash Equivalents at Beginning of Year	1,362,531
Cash and Cash Equivalents at End of Year	\$ 1,971,176
<u>Reconciliation of Operating Income to Net Cash</u>	
<u>Provided by Operating Activities:</u>	
Operating Income:	\$ 713,177
Effect of Increases and Decreases in Current Assets and Liabilities:	
Decrease (increase) in Receivables	(1,555)
Decrease (increase) in Prepaid Expenses	(2,189)
Increase (decrease) in Accounts Payable	(2,633)
Increase (decrease) in Payroll Deductions	124
Increase (decrease) in Accrued Wages Payable	272
Increase (decrease) in Unearned Revenue	(15,800)
Increase (decrease) in Due to Other Funds	(82,751)
Net Cash Provided by Operating Activities	\$ 608,645

The notes to the financial statements are an integral part of this statement.

MANSFIELD INDEPENDENT SCHOOL DISTRICT
STATEMENT OF FIDUCIARY NET POSITION
FIDUCIARY FUNDS
JUNE 30, 2023

	Private Purpose Trust Fund	Total Custodial Funds
ASSETS		
Cash and Cash Equivalents	\$ 76,324	\$ 1,031,026
Due from Other Governments	-	22,412
Other Receivables	-	13,288
Prepayments	-	1,000
Total Assets	<u>76,324</u>	<u>\$ 1,067,726</u>
LIABILITIES		
Accounts Payable	-	136,451
Payroll Deductions and Withholdings Payable	-	405
Due to Other Funds	40,475	34,630
Due to Student Groups	-	14,091
Payable from Restricted Assets	-	4,693
Total Liabilities	<u>40,475</u>	<u>190,270</u>
NET POSITION		
Restricted for Campus Activities	-	877,456
Restricted for Scholarships	35,849	-
Total Net Position	<u>\$ 35,849</u>	<u>\$ 877,456</u>

The notes to the financial statements are an integral part of this statement.

MANSFIELD INDEPENDENT SCHOOL DISTRICT
STATEMENT OF CHANGES IN FIDUCIARY NET POSITION
FIDUCIARY FUNDS
FOR THE YEAR ENDED JUNE 30, 2023

	Private Purpose Trust Fund	Total Custodial Funds
ADDITIONS:		
Miscellaneous Revenue - Rent	\$ -	\$ 53,320
Contributions to Student Groups	-	80,099
Miscellaneous Revenue - Student Activities	-	1,537,152
Miscellaneous Revenue - Gate Fees	-	77,233
Earnings from Temporary Deposits	2,933	-
Miscellaneous Revenue - UIL District Fees	-	227,398
Total Additions	<u>2,933</u>	<u>1,975,202</u>
DEDUCTIONS:		
Payroll Costs	-	8,512
Professional and Contracted Services	-	507,712
Supplies and Materials	-	276,321
Other Deductions	-	1,061,731
Total Deductions	<u>-</u>	<u>1,854,276</u>
Change in Fiduciary Net Position	2,933	120,926
Total Net Position - July 1 (Beginning)	<u>32,916</u>	<u>755,843</u>
Total Net Position - June 30 (Ending)	<u><u>\$ 35,849</u></u>	<u><u>\$ 876,769</u></u>

The notes to the financial statements are an integral part of this statement.

MANSFIELD INDEPENDENT SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS



NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

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

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

The District's Financial Statements are in accordance with GASB Statement No. 34, "Basic Financial Statements and Management Discussion and Analysis for State and Local Governments", GASB Statement No. 37, "Basic Financial Statements and Management's Discussion and Analysis for State and Local Governments: Omnibus" which provides additional guidance for the implementation of GASB No. 34, GASB Statement No. 38 "Certain Financial Statement Disclosures" which changes the note disclosure requirements in the financial statements for governmental entities, and GASB Statement No. 75, Accounting and Financial Reporting for Postemployment Benefits Other than Pensions, which supersedes GASB Statement No. 45. The District's Financial Statements are also presented in accordance with GASB Statement No. 87, *Leases* which establishes a single model for lease accounting based on the foundational principle that leases are financing of the right to use an underlying asset.

New Accounting Pronouncements

GASB Statement No. 96 *Subscription-Based Information Technology Arrangements* (SBITA), was issued in May 2020 and was effective for periods beginning after June 15, 2022. 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. The District *has evaluated the effects of this standard and has determined that it does impact the financial statements. As such the District* has incorporated such SBITAs into its capital assets and long-term liabilities on both the face of the financial statements and the note disclosures..

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

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

A. Reporting Entity

The Board of Trustees, a seven-member group, has governance responsibilities over all activities related to public elementary and secondary education within the jurisdiction of Mansfield Independent School District ("the District"). Because members of the Board of Trustees are elected by the public; have the authority to make decisions, appoint administrators and managers, and significantly influence operations; and have the primary accountability for fiscal matters; the District is not included in any other governmental "reporting entity" as defined in Governmental Accounting Standards Board ("GASB") Statement No. 14 as amended by GASB Statement No. 39 *Determining Whether Certain Organizations are Component Units* and GASB Statement No. 61 – *The Financial Reporting Entity; Omnibus*. In addition, there are no component units for which the District or the Board of Trustees is financially accountable.

Since the District receives funding from local, state, and federal government sources, it must comply with the requirements of the entities providing those funds.

B. Government-Wide and Fund Financial Statements

The Statement of Net Position and the Statement of Activities are government-wide financial statements. They report information on all the District's nonfiduciary activities with most of the interfund activities removed. *Governmental activities* include programs supported primarily by taxes, State foundation funds, grants, and other intergovernmental revenues. *Business-type activities*, which are reported separately, rely, to a significant extent, on fees and charges for support.

The Statement of Activities demonstrates the degree to which the direct expenses of a given function are offset by program revenues. *Direct expenses* are those that are clearly identifiable with a specific function. *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 and 2) grants and contributions that are restricted to meeting operational or capital requirements of a particular function. Taxes and other items not properly included among program revenues are reported instead as *general revenues*.

The fund financial statements provide reports on the financial condition and results of operations for three fund categories – governmental, proprietary, and fiduciary. Since resources in the fiduciary funds cannot be used for District operations, they are not included in the government-wide statements. The emphasis on fund financial statements is on major governmental funds, each displayed in a separate column. All remaining governmental funds are aggregated and reported as other funds.

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

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

The government-wide financial statements use the economic resources measurement focus and the accrual basis of accounting, as do the proprietary fund and private purpose trust fund financial statements. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

the timing of the related cash flows. Property taxes are recognized as revenues in the year for which they are levied. Grants and similar items are recognized as revenues as soon as all eligibility requirements imposed by the provider have been met.

Governmental fund financial statements use the current financial resources measurement focus and the modified accrual basis of accounting. Revenues are recognized as soon as they are both measurable and available. Revenues are available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the District considered revenues to be available if they are collected within 60 days of the end of the current fiscal period. Expenditures generally are recorded when a liability is incurred, as under accrual accounting. However, debt service principal and interest expenditures on general long-term debt, including lease and subscription-based technology arrangements (SBITA) liabilities, are recognized later based on specific accounting rules applicable to each, generally when payment is due. General capital asset acquisitions, including entering into contracts giving the District the right-to-use leased and SBITA assets, are reported as expenditures in governmental funds. Issuance of long-term debt and financing through leases and SBITAs are reported as other financing sources.

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

Grant funds are 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 may require the District to refund all or part of the unused amounts.

Proprietary funds operating revenues and expenses generally result from providing services and producing and delivering goods in connection with a proprietary fund's principal operations. The principal operating revenues of the District's enterprise funds are for charges to patrons for use of the two facilities, District employee day care and the District natatorium. Operating expenses for the enterprise funds include salaries and other operating expenses. All revenues and expenses not meeting this definition are reported as nonoperating revenues and expenses.

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

D. Fund Accounting

The District reports the following major Governmental Funds:

The **General Fund** accounts for financial resources related to the general operations of the District, including financial resources not required to be accounted for in some other fund.

The **Debt Service Fund** is utilized to account for the accumulation of resources for, and the payment of long-term debt principal, interest and related costs arising from general obligation bonds.

The **ESSER III** grant program was authorized under the American Rescue Plan (ARP) Act through the Elementary and Secondary School Emergency Relief III fund. Funding was provided to respond to the pandemic and to address student learning loss as a result of COVID-19-.

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

D. Fund Accounting (continued)

The District also reports the following fund type under **Nonmajor Governmental Funds** as non-major:

The *Capital Projects Fund* accounts for proceeds from sales of bonds and other revenues to be used for authorized construction and other capital projects.

The *Special Revenue Funds* which account for federal, state and locally financed programs where unused balances are generally returned to the grantor at the close of specified project periods. Proceeds of specific revenue sources that are restricted or committed to expenditure for specified purposes other than debt service or capital projects are accounted for in special revenue funds. Project accounting is employed to maintain integrity for the various sources of funds.

Additionally, the District reports one type of **Proprietary Fund**:

Enterprise Funds account for the activities of the District's employee day care, after-school care program, adult education program, and natatorium. These funds are supported principally by revenues generated through program fees.

The District does not have any **Internal Service Funds**.

Fiduciary Funds

Private Purpose Trust Fund is used to account for resources legally held in trust under which principal and income benefit individuals, private organizations, or other governments. The District accounts for donations for which the donor has stipulated that both the principal and the income may be used for purposes that benefit parties outside the District as Private Purpose Trust Funds. The District's Private Purpose Trust Funds is the G. Harmon Estate Trust.

Custodial Fund is used to account for resources that are held by the governmental entity in a fiduciary capacity for the benefit of others. The focus of the criteria is whether a government controls the assets of the fiduciary activity and with whom the fiduciary relationship exists. Fiduciary funds use the accrual basis of accounting to recognize assets and liabilities and must present a statement of fiduciary net position and a statement of changes in fiduciary net position. The District's Custodial Funds are a Scholarship Fund, a UIL/DEC Chair Fund, Student Activity Funds, and a Sunshine Fund.

E. Other Accounting Policies- Assets, Liabilities and Net Position or Equity

1. Cash and Cash Equivalents

The District reports cash and cash equivalents in the District's statement of cash flows in all financial statements of financial position. The District considers cash and cash equivalents to be cash on hand, demand deposits, money market investments, U.S. Government agency obligations, commercial paper, and certificates of deposit with original maturities of 12 months or less from acquisition date. All investments in pools are considered cash equivalents. Money market investments are short-term, highly liquid debt instruments including commercial paper, banker's acceptances, and U.S. Treasury and agency obligations and are recorded at amortized cost.

2. Investments

Investments can consist of certificates of deposit, U.S. Treasury instruments, U.S. Government agency obligations, commercial paper, and obligations of states and their political subdivisions. Investments with maturity at the time of acquisition of over 12 months are recorded at fair value.

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

E. Other Accounting Policies- Assets, Liabilities and Net Position or Equity (continued)

Fair value is determined by the amount by which a financial instrument could be exchanged in a current transaction between willing parties. The District accrues interest on temporary investments based on the terms and effective interest rates of the specific investments.

The District recognizes 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*.

3. Inventories and Prepaid Items

Supplies and materials are recorded as expenditures when requisitioned. Inventories of supplies on the balance sheet are recorded at cost, using the average cost method. Supplies and materials are used for almost all functions of activity.

Commodities are recognized as revenues in the period received when all the eligibility requirements are met. Commodity inventory items are recorded as expenditures when distributed to user locations. A portion of the fund balance is considered non-spendable to reflect the minimum inventory quantities considered necessary for the District's continuing operations.

Certain payments to vendors reflect costs applicable to future accounting periods and are recorded as prepaid items in both government-wide and fund financial statements using the consumption method of accounting.

4. Interfund Transactions and Receivables and Payables

Interfund receivables and payables arise from interfund transactions in the normal course of operations and are recorded in all affected funds in the period in which transactions are executed. All legally authorized transfers are appropriately treated as transfers and are included in the results of operations.

5. Capital Assets

Capital assets are tangible and intangible assets, which include property, plant, equipment, and infrastructure assets (e.g., roads, bridges, sidewalks, and similar items), are reported in the applicable governmental or business-type activities column in the government-wide financial statements. Capital assets, except for infrastructure assets, are defined by the District as assets with an initial, individual cost of more than \$5,000 and an estimated useful life in excess of one year. The District has established a lease and SBITA recognition threshold of \$200,000. As the District constructs or acquires capital assets each period, including infrastructure assets, they are capitalized and reported at historical cost (except for intangible right-to-use lease and SBITA assets, the measurement of which is discussed in Note.8. below). The reported value excludes normal maintenance and repairs, which are amounts spent in relation to capital assets that do not increase the asset's capacity or efficiency or increase its estimated useful life. Donated capital assets are recorded at acquisition value at the date of donation. Acquisition value is the price that would be paid to acquire an asset with equivalent service potential on the date of the donation. Intangible

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

E. Other Accounting Policies- Assets, Liabilities and Net Position or Equity (continued)

assets follow the same capitalization policies as tangible capital assets and are reported with tangible assets in the appropriate capital asset class.

Land and construction in progress are not depreciated. The other tangible and intangible property, plant, equipment, the right-to-use leased and right-to-use SBITA assets, primary government are depreciated/amortized using the straight-line method over the following estimated useful lives:

<u>Assets</u>	<u>Years</u>
Buildings and improvements	20-25
Furniture and equipment	5
Vehicles	5-15
Property under right to use leases and SBITAs	5

6. Subscription-Based Information Technology Arrangements

The District is under contracts for SBITA for various financial and educational software. The agreements/contracts are noncancellable, and the District recognizes a SBITA liability and an intangible right-to-use SBITA asset in the government-wide financial statements. The District recognizes SBITA liabilities with an initial, individual value of \$200,000 or more.

At the commencement of the SBITA, the District initially measures the SBITA liability at the present value of payments expected to be made during the SBITA term. Subsequently, the SBITA liability is reduced by the principal portion of SBITA payments made. The SBITA asset is initially measured as the initial amount of the SBITA liability, adjusted for payments made at or before the SBITA commencement date, plus certain initial direct costs. Subsequently, the SBITA asset is amortized on a straight-line basis over its useful life. Key estimates and judgments related to SBITA include how the District determines (1) the discount rate it uses to discount the expected SBITA payments to present value, (2) SBITA term, and (3) SBITA payments.

- The DISTRICT uses the interest rate charged by the SBITA vendor as the discount rate. When the interest rate charged by the SBITA vendor is not provided, the DISTRICT generally uses its estimated incremental borrowing rate as the discount rate for SBITAs.
- The SBITA term includes the noncancellable period of the SBITA and payments included in the measurement of the SBITA liability are composed of fixed payments and purchase option price that the District is reasonably certain to exercise.

The District monitors changes in circumstances that would require a remeasurement of its SBITA and will remeasure the SBITA asset and liability if certain changes occur that are expected to significantly affect the amount of the SBITA liability.

SBITA assets are reported with other capital assets and SBITA liabilities are reported with long-term debt on the statement of net position.

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

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

7. Leases

Lessee: The District is a lessee for noncancellable leases of equipment. The District recognizes an intangible right-to-use lease asset (lease asset) and a lease liability and in the government-wide financial statements. The District recognizes lease liabilities with an initial, individual present value of \$200,000 or more.

At the commencement of a lease, the District initially measures the lease liability at the present value of payments expected to be made during the lease term. Subsequently, the lease liability is reduced by the principal portion of lease payments made. The lease asset is initially measured as the initial amount of the lease liability, adjusted for lease payments made at or before the lease commencement date, plus certain initial direct costs. Subsequently, the lease asset is amortized on a straight-line basis over its useful life.

Key estimates and judgments related to leases include how the District determines (1) the discount rate it uses to discount the expected lease payments to present value, (2) lease term, and (3) lease payments.

□ The District uses the interest rate charged by the lessor as the discount rate. When the interest rate charged by the lessor is not provided, the District generally uses its estimated incremental borrowing rate as the discount rate for leases.

□ The lease term includes the non-cancellable period of the lease. Lease payments included in the measurement of the lease liability are composed of fixed payments and purchase option price that the District is reasonably certain to exercise.

The District monitors changes in circumstances that would require measurement of its lease and will remeasure the lease assets and liability if certain changes occur that are expected to significantly affect the amount of the lease liability.

Lease assets are reported with other capital assets and lease liabilities are reported with long-term debt on the statement of net position.

8. Fund Balance

In the fund financial statements, governmental funds report fund balances based on classifications that comprise a hierarchy that is based primarily on the extent to which the District is bound to honor constraints on the specific purposes for which the amounts in the respective governmental funds can be spent. The District reports the following classifications of fund balance:

Non-spendable – amounts that are not in spendable form or that are legally and contractually required to be maintained intact. The amounts reported in this category pertain to inventories or prepayments that the District does not expect to convert to cash.

Restricted – amounts that have external constraints imposed upon the use of the resources by bondholders, grantors, laws, or regulations of other governments or imposed by law through constitutional provisions or enabling legislation. The amounts reported in this category include funding from external sources such as state and federal grants, tax levies for the repayment of principal and interest on long-term debt, and unspent bond proceeds for capital projects.

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

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

Committed – amounts constrained to specific purposes imposed by formal action of the District's Board of Trustees. These amounts can only be used for the purpose intended, which requires formal Board action to establish (as noted in Board minutes), unless the Board modifies or removes the specific purpose use by taking the same formal Board action.

Assigned – amounts that the District intends to use for a specific purpose. The Board delegates to the Superintendent or designee the responsibility to assign funds. There were no amounts reported in this category for the current year.

Unassigned – amounts not in the other classifications, applicable to the General Fund only.

The District policy is that the order of spending the fund balances shall be to reduce the funds in the following order: restricted, committed, assigned, and unassigned. When both restricted and unrestricted are available for use for the same purpose, the District considers restricted funds to have been spent first out of committed funds, then assigned funds, and finally unassigned funds.

9. Data Control Codes

These codes refer to the account code structure prescribed by the Texas Education Agency ("TEA") in the *Financial Accountability System Resource Guide*.

10. Use of Estimates

The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect certain reported amounts and disclosures. Accordingly, 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 at least reasonably possible that the foundation revenue for fiscal year 2023 will ultimately change from the amount calculated as of June 30, 2023 because of the factors that TEA uses in its calculation.

11. Deferred Outflows/Inflows of Resources

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

- Deferred outflows of resources for refunding - Reported in the government-wide statement of net position, this deferred charge on refunding results from the difference in the carrying value of refunded debt and its reacquisition price. This amount is deferred and amortized over the shorter of the life of the refunded or refunding debt.
- Deferred outflows of resources for pension – Reported in the government wide financial statement of net position, this deferred outflow results from pension plan contributions made after the measurement date of the net pension liability and the results of 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

• **NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

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

11. Deferred Outflows/Inflows of Resources (Continued)

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

A deferred inflow of resources represents an acquisition of net assets that applies to future periods (an increase in assets in excess of any related increase in liabilities or a decrease in liabilities in excess of any related decrease in assets) by the government. The District has three items that qualify for reporting in this category:

- Deferred inflows of resources for unavailable revenues - Reported only in the governmental funds balance sheet, unavailable revenues from property taxes arise under the modified accrual basis of accounting. These amounts are deferred and recognized as an inflow of resources in the period that the amounts become available.
- Deferred inflows of resources for pension – Reported in the government wide financial statement of net position, these deferred inflows result primarily from 1) changes in actuarial assumptions; 2) differences between expected and actual actuarial experiences and 3) changes in the District's proportional share of pension liabilities. These pension related deferred inflows will be amortized over the expected remaining service lives of all employees (active and inactive employees) that are provided with pensions through the pension plan.
- Deferred inflows of resources for OPEB – Reported in the government wide financial statement of net position, these deferred inflows result primarily from 1) changes in actuarial assumptions; 2) differences between expected and actual actuarial experiences and 3) changes in the District's proportional share of OPEB related liabilities. 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 plan.

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

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

12. Pensions and Other Post-Employment Benefits

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, other post-employment benefits (OPEB), deferred outflows of resources and deferred inflows of resources related to pensions, deferred outflows of resources and deferred inflows of resources related to OPEB, pension expense, OPEB related expenses, 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.

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

NOTE 2 - RECONCILIATION OF GOVERNMENT-WIDE AND FUND FINANCIAL STATEMENTS

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

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

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

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

NOTE 3 - DEPOSITS (CASH) AND INVESTMENTS

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

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

The District may place funds with the depository in interest and non-interest bearing accounts. Statutes and the depository contract require that all funds in the depository institution be fully secured by federal depository insurance or a combination of federal depository insurance and acceptable collateral securities and/or an acceptable surety bond. The collateral securities must be delivered to the District or placed with an independent trustee institution with safekeeping receipts delivered to the District. In accordance with State statutes pertaining to lawful collateralization of District deposits, safekeeping receipts are issued in the name of the depository with proper indication that the collateral securities are pledged by the depository to secure funds of the District.

Acceptable collateral securities include direct obligations of the United States of America (U.S.), bonds of any agency of the U.S. (except Farmers Home Administration Insured Notes), Bonds of the State of Texas or of any county, school District, city, or town of the State of Texas that have been rated A or better by Moody's Investors Service, Inc., as authorized by Chapter 2257 Collateral for Public Funds of the Government Code.

The District must approve all collateral securities prior to the security being pledged. The depository can change collateral securities pledged to secure District funds only upon obtaining the written approval of the District.

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

At June 30, 2023, the District's carrying amount of deposits was \$5,395,988 and the bank balance was \$6,617,544. The District's bank balance at June 30, 2023, was entirely covered by FDIC insurance and pledged collateral held by the District's bank in the District's name. The deposits were collateralized in accordance with Texas Law.

NOTE 3 - DEPOSITS (CASH) AND INVESTMENTS (CONTINUED)

Credit Risk

State law and the Mansfield ISD adopted Investment Policy restrict demand deposits, certificates of deposit (CD) and share certificates to those fully collateralized or FDIC insured from eligible depositories (banks and savings banks) doing business in Texas. Such CDs are limited to maturities under one (1) year and are further collateralized to 102% with pledged securities (and 110% if mortgage backed securities) with all collateral held by an independent custodian.

State law and the Mansfield ISD adopted Investment Policy limit repurchase agreements to banks and primary dealers, require an industry standard, written master repurchase agreement, require independent safekeeping of collateral, and require a 102% margin on collateral. Fully collateralized flex repurchase agreements are restricted by Policy to be used only with bond funds and are required to match the expected expenditure plan of the bond proceeds.

The Board of Trustees of the District has adopted a written investment policy (the "Investment Policy") regarding the investment of its funds as defined in the Public Funds Investment Act of 1995 (Chapter 2256, Texas Government Code). The Public Funds Investment Act requires an annual audit of investment practices. Audit procedures in this area, conducted as part of the audit, disclosed that in the area of investment practices, management reports, and establishment of appropriate policies, the District was in substantial compliance with the requirements of the Act. Additionally, the investments and investment practices of the District are in compliance with the Trustees' investment policies.

The District's Investment Policy emphasizes safety of principal and liquidity, addresses investment diversification, yield, and maturity, and addresses the quality and capability of investment personnel. The Investment Policy includes a list of authorized investment instruments.

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

1. Obligations of, or guaranteed by, governmental entities as permitted by Government Code 2256.009;
2. Certificates of deposit and share certificates as permitted by Government Code 2256.010;
3. Fully collateralized repurchase agreements permitted by Government Code 2256.011;
4. A securities lending program as permitted by Government Code 2256.0115;
5. Bankers' acceptances as permitted by Government Code 2256.012.
6. Commercial paper as permitted by Government Code 2256.013;
7. No-load money market mutual funds and no-load mutual funds as permitted by Government Code 2256.014;
8. A guaranteed investment contract as an investment vehicle for bond proceeds, provided it meets the criteria and eligibility requirements established by Government Code 2256.015;
9. Public funds investment pools as permitted by Government Code 2256.016;

MANSFIELD INDEPENDENT SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

EXHIBIT F-1

NOTE 3 - DEPOSITS (CASH) AND INVESTMENTS (CONTINUED)

Credit Risk (continued)

A summary of the District's cash and investments at June 30, 2023, is shown below:

Types of Investments	Amortized Cost	Weighted Average Maturity	Percentage of Investment Portfolio	Credit Quality Rating Standard & Poors	Funds WAM
Cash and Cash Equivalents					
Governmental Activities	\$ 2,393,785		1.11%		
Business-Type Activities	1,971,176		0.92%		
Fiduciary Activities	1,031,027		0.48%		
Total Cash and Cash Equivalents	<u>\$ 5,395,988</u>		<u>2.51%</u>		
Money Market Mutual Funds	\$ 650,829	0.08	0.30%	AAAm	25
Public Funds Investment Pools:					
LOGIC	\$ 64,702,091	12.05	30.12%	AAAm	40
TexSTAR	33,743,815	3.46	15.71%	AAAm	22
TexasCLASS	2,725,993	0.33	1.27%	AAAm	26
Governmental Activities	\$ 101,171,899		47.10%		
Fiduciary Funds (LOGIC)	76,323	0.02	0.04%	AAAm	40
	<u>\$ 101,248,222</u>		<u>47.14%</u>		
Government Agency Securities	\$ 93,546,792	4.12	43.55%		
Commercial Paper	-				
Municipal Bonds	13,953,609	7.60	6.50%		
Total Investments	<u>\$ 209,399,452</u>		<u>97.49%</u>		
	<u><u>\$ 214,795,440</u></u>		<u><u>100.00%</u></u>		
Portfolio Weighted Average Maturity		27.66			

NOTE 3 - DEPOSITS (CASH) AND INVESTMENTS (CONTINUED)

Credit Risk (continued)

Local government investment pools, as defined by state law (2256.016) and approved by adopted Policy are authorized. By State law, all local government pools are rated AAA or equivalent by at least one Nationally Recognized Statistical Rating Organization.

Concentration of Credit Risk

Mansfield ISD's adopted Investment Policy requires diversification on all authorized investment types which are monitored on at least a monthly basis.

As of June 30, 2023,

- Funds in one investment pool, LOGIC, represented 30.94% of the total portfolio,
- Funds in one investment pool, TexSTAR, represented 16.11% of the total portfolio,
- Funds in one investment pool, Texas Class, represented 1.3% of the total portfolio,
- Funds in money market funds rated A or better represented .031 % of the total portfolio,
- Funds in Governmental Securities rated A1P1 represented 44.67% of the total portfolio.
- Funds in Municipal Bonds rated A or better represented 6.67% of the total portfolio.

Interest Rate Risk

In order to limit interest and market rate risk from changes in interest rates, Mansfield ISD's adopted Investment Policy sets a maximum maturity of two years and a maximum weighted average maturity (WAM) of 180 days on any operating and debt service fund. A maximum weighted average maturity of 270 days is established, by Policy, for capital project funds. Maturities longer than one year are authorized provided legal limits are not exceeded.

As of June 30, 2023, the portfolio contained:

- No holdings that had a stated maturity beyond 699 days
- The dollar weighted average maturity of the total portfolio was 27.67 days.

NOTE 3 - DEPOSITS (CASH) AND INVESTMENTS (CONTINUED)

Credit Risk (continued)

Local Government Investment Pools

As of June 30, 2023, the District's investments included the Local Government Investment Cooperative ("LOGIC"), Texas CLASS and TexSTAR local government investment pools. LOGIC, Texas CLASS and TexSTAR investment pools' investments are not evidenced by securities that exist in physical or book entry form and, accordingly, do not have custodial risk. LOGIC, Texas CLASS and TexSTAR are organized under the authority of the Interlocal Cooperation Act, chapter 791, of the Texas Government Code, and the Public Funds Investment Act, chapter 2256, of the Texas Government Code.

LOGIC, TexasCLASS and TexSTAR were created in April 1994, 1996, and April 2002, respectively, through contracts among their participating governmental units, and are governed by a board of directors to provide for the joint investments of participant's public funds and funds under their control. LOGIC's policy seeks to invest pooled assets in a manner that will provide for safety of principal, liquidity in accordance with the operating requirements of the participants, and a competitive rate of return by utilizing economies of scale and professional investment expertise. TexasCLASS's policy seeks to invest pooled assets in order to preserve principal, maintain the liquidity of the funds, and to maximize yield. Public Trust Advisor's LLC is the program administrator and Wells Fargo Bank Texas, N.A. is the custodian. TexSTAR's policy seeks to invest pooled assets in a manner that will provide for preservation and safety of principal and competitive investment returns while meeting the daily liquidity needs of the participants by utilizing economies of scale and professional investment expertise. JPMorgan Chase Bank, N.A. provides custody, fund accounting, and transfer agency services to both LOGIC and TexSTAR.

LOGIC's investment objectives are to seek preservation of principal, liquidity, and current income through investment in a diversified portfolio of short-term marketable securities. The Portfolio will seek to maintain a stable net asset value of \$1.00 per Unit to preserve the principal of all Participants. The Portfolio's maximum final stated maturity is 397 days for fixed rate securities and 24 months for variable rate notes. The dollar-weighted average maturity of the Portfolio (calculated taking into account the period remaining until the date on which, in accordance with the terms of each security, the principal amount must unconditionally be paid, or in the case of a security called for redemption, the date on which the redemption payment must be made and may utilize the interest rate reset date for variable rate notes or floating rate securities) will not exceed 60 days (or less, if required to maintain a rating in the highest rating category by the nationally recognized rating agency currently rating the Portfolio). The dollar-weighted average final maturity of the Portfolio (calculated taking into account the period remaining until the date on which, in accordance with the terms of each security, the principal amount must unconditionally be paid, or in the case of a security called for redemption, the date on which the redemption payment must be made) will not exceed 90 days. So long as required by the Public Funds Investment Act, the Pool will disclose to Participants the calculations of dollar-weighted average maturity and dollar-weighted average final maturity of the Portfolio. LOGIC may invest in securities including: certain obligations of the United States or its agencies and instrumentalities; repurchase agreements; and SEC-registered money-market funds rated in the highest rating category by at least one nationally recognized statistical rating organization. It can also invest in commercial paper.

TexasCLASS's investment policy seeks to invest the pooled assets of its participants with four objectives in mind; to 1) invest only in legally permissible investments, 2) provide for safety of the participant's assets, 3) provide liquidity to its participants, and 4) maximize income while remaining legal, safe, and liquid. The intent of the Trust is to maintain a net asset value of \$1.00, however, due to the risk of market price fluctuation there is no guarantee that a net asset value of \$1.00 can be maintained.

NOTE 3 - DEPOSITS (CASH) AND INVESTMENTS (CONTINUED)

Credit Risk (continued)

TexSTAR's portfolio is a government-repurchase agreement (REPO) pool, utilizing primarily U.S. Treasury securities, U.S. agency securities - both fixed and floating - and REPO collateralized obligations, the principal and interest of which are unconditionally guaranteed or insured by the full faith and credit of the United States or its agencies or its instrumentalities. The weighted average maturity to reset of the pool's assets is limited to 60 days or less and the weighted average to final maturity of the pool's assets is limited to 120 days or less. The maximum stated maturity for any securities that are obligations of or guaranteed or insured by the United States, its agencies or instrumentalities in the TEXSTAR Cash Reserve Fund portfolio is limited to 397 days for fixed rate securities and 24 months for variable rate notes. The TEXSTAR Cash Reserve Fund seeks to maintain a net asset value of \$1.00 per unit (rounded to the nearest whole cent) and is designed to be used by Participants for investment of funds that require daily liquidity availability.

In accordance with GASB Statement No. 79, Certain External Investment Pools and Pool Participants, the Local Government Investment Pools do not have any limitations and restrictions on withdrawals such as notice periods or maximum transaction amounts. These pools do not impose any liquidity fees or redemption gates.

Custodial Credit Risk

To control custody risk, State law and Mansfield ISD's adopted Investment Policy requires collateral for all time and demand deposits as well as repurchase agreements be transferred delivery versus payment and held by an independent party approved by the District and held in the District's name. The custodian is required to provide original safekeeping receipts and monthly reporting of positions and position descriptions including market value. Repurchase agreements and deposits must be collateralized to 102% (and 110% for mortgaged backed securities) and be executed under a written agreement. The counterparty of each type transaction is held contractually liable for monitoring and maintaining the required collateral margins on a daily basis.

As of June 30, 2023:

- The portfolio contained no certificates of deposit,
- The portfolio contained no flex repurchase agreements,
- All bank demand deposits were fully insured and collateralized. All pledged bank collateral for demand deposits was held by an independent institution outside the bank's holding company.

MANSFIELD INDEPENDENT SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

EXHIBIT F-1

NOTE 4 - PROPERTY TAXES

Property taxes are levied by October 1 in conformity with Subtitle E, Texas Property Tax Code. Taxes are due on receipt of the tax bill and are delinquent if not paid before February 1 of the year following the year in which imposed. On January 1 of each year, a tax lien attaches to property to secure the payment of all taxes, penalties, and interest ultimately imposed. The assessed value of the roll on January 1, 2022, upon which the levy for the 2023 fiscal year was based, was \$19,222,924,840.

The tax rates assessed for the twelve months ended June 30, 2023 to finance general fund operations and the payment of principal and interest on general obligation long-term debt were \$0.9746 and \$.3600 per \$100 of valuation, respectively, for a total of \$1.3346 per \$100 of valuation. Current tax collections for the year ended June 30, 2023 were 98.95% of the 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 upon historical experience in collecting property taxes. Uncollectible personal property taxes are periodically reviewed and written off, but the District is prohibited from writing off real property taxes without specific statutory authority from the Texas Legislature.

NOTE 5 - INTERFUND RECEIVABLES AND PAYABLES

Interfund balances at June 30, 2023, consisted of the following individual fund receivables and payables:

	Due from Other Funds	Due to Other Funds
Governmental Funds		
General Fund	\$ 15,999,384	\$ 2,360,266
Debt Service Fund	2,355,825	
ESSER III		10,462,581
Non-major Governmental Funds	129,251	5,515,590
Proprietary Funds		
Enterprise Funds		70,920
Fiduciary Funds		
Trust Funds		40,475
Custodial Funds		34,628
Total	\$ 18,484,460	\$ 18,484,460

Interfund balances result from the time lag between the dates reimbursable expenditures occur and payments between funds are made. Payroll costs are reimbursed after the month end, resulting in balances between funds.

NOTE 6 - INTERFUND TRANSFERS

Transferred From:	Capital Projects	Transferred To:
	Total Transfers Out	
General Fund	\$ 14,000,000	\$ 14,000,000
Total Transfers In:	\$ 14,000,000	\$ 14,000,000

\$14,000,000 was transferred from the General Operating Fund to the Capital Projects funds for various capital outlay purchases.

MANSFIELD INDEPENDENT SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

EXHIBIT F-1

NOTE 7 - CAPITAL ASSETS

The District records assets based on historical costs and calculates depreciation on capital assets in accordance with GASB Statement 34. The District's capitalization policy is to capitalize tangible assets costing over \$5,000 and with a life expectancy of 1 year or more and Right-to-Use Assets with a recognition threshold of \$200,000. Depreciation and amortization expense is allocated to functional categories based upon expenditures in the general fund.

Capital asset activity for the governmental activities of the District for the year ended June 30, 2023, are as follows:

	Balance July 1, 2022	Additions	(Retirements) and Transfers	Balance June 30, 2023
Governmental Activities:				
Capital assets, not being depreciated				
Land	\$ 56,191,085	\$ -	\$ -	\$ 56,191,085
Construction in progress	262,421,642	-	(131,350,517)	131,071,125
Total Capital asset, not being depreciated	318,612,727	-	(131,350,517)	187,262,210
Capital assets, being depreciated:				
Buildings and improvements	1,067,212,279	159,734,840	(16,760,502)	1,210,186,617
Furniture and Equipment	55,248,671	8,239,334	(1,426,417)	62,061,588
Right to Use Leased Assets	2,355,290			2,355,290
SBITA Assets		2,990,286		2,990,286
Total Capital assets, being depreciated	1,124,816,240	170,964,460	(18,186,919)	1,277,593,781
Less accumulated depreciation/amortization for:				
Buildings and improvements	(578,741,952)	(42,841,084)	1,670,464	(619,912,572)
Furniture and Equipment	(44,847,373)	(5,995,724)	1,354,242	(49,488,855)
Right to Use Leased Assets	(983,809)	(787,047)		(1,770,856)
SBITA Assets		(1,333,425)		(1,333,425)
Total accumulated depreciation/amortiz	(624,573,134)	(50,957,280)	3,024,706	(672,505,708)
Total capital assets being depreciation, net	500,243,106	120,007,180	(15,162,213)	605,088,073
Governmental Capital Assets	\$ 818,855,833	\$ 120,007,180	\$ (146,512,730)	\$ 792,350,283

MANSFIELD INDEPENDENT SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

EXHIBIT F-1

NOTE 7 - CAPITAL ASSETS (CONTINUED)

Amortization and depreciation expense of the governmental activities was charged to the functions/programs as follows:

Function	Amortization and Depreciation Expense
Governmental Activities:	
11 Instruction	\$ 31,131,588
12 Instructional resources and media services	2,130,808
21 Instructional leadership	75,578
23 School leadership	2,473,841
31 Guidance, counseling and evaluation ser	455,367
33 Health services	253,365
34 Student transportation	2,367,749
35 Food Services	4,094,011
36 Extracurricular activities	2,424,819
41 General administration	337,675
51 Facilities maintenance and operations	784,495
52 Security and monitoring services	117,326
53 Data processing services	4,310,658
Total Governmental Activities	\$ 50,957,280

NOTE 8 - LONG-TERM DEBT AND DEBT SERVICE REQUIREMENTS

Bonds are secured by ad valorem taxes levied against all taxable property and are serviced by the Debt Service Fund with an apportionment of the ad valorem tax levy. Interest rates on the bonds range from 1.00% to 5.50%. The principal amount of bond indebtedness cannot exceed 10% of the assessed valuation of taxable property in the District according to the last completed and approved ad valorem tax rolls of the District. At June 30, 2023, \$61,010,631 was available in the Debt Service Fund to service these bonds.

The following is a summary of changes in long-term obligations of the District for the year ended June 30, 2023:

	Balance			Retirements/ Refundings	Balance	Due Within One Year
	July 1, 2022	Additions			June 30, 2023	
Governmental Activities						
Bonds and notes payable:						
General obligation bonds	\$ 824,064,839	\$	\$ (39,965,000)	\$ 784,099,839	\$ 20,594,839	
Premium on bond issuance	82,252,944		(7,068,374)	75,184,570		
Premium capital appreciation bonds	9,580,034			9,580,034	9,580,034	
Accreted Interest on Capital						
Appreciation Bonds	145,958	88,480		234,438	234,438	
Right to Use Asset-Leases	1,540,319		(803,410)	736,909	736,909	
Subscription-Based Information Technology Arrangemen		2,990,286	(1,333,425)	1,656,861	1,341,639	
Total Bonds and Notes Payable	\$ 917,584,094	\$ 3,078,766	\$ (49,170,209)	\$ 871,492,651	\$ 32,487,859	

MANSFIELD INDEPENDENT SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

EXHIBIT F-1

NOTE 8 - LONG-TERM DEBT AND DEBT SERVICE REQUIREMENTS (CONTINUED)

Annual requirements to amortize all bonded debt outstanding as of June 30, 2023, follow:

Year Ending June 30,	Principal	Interest	Totals
2024	\$ 20,594,839	\$ 39,725,091	\$ 60,319,930
2025	32,135,000	28,907,404	61,042,404
2026	33,785,000	27,522,054	61,307,054
2027	36,595,000	25,895,754	62,490,754
2028	37,310,000	24,079,954	61,389,954
2029 - 2033	199,720,000	93,724,844	293,444,844
2034 - 2038	113,605,000	67,210,862	180,815,862
2039 - 2043	159,075,000	46,129,933	205,204,933
2044 - 2048	137,265,000	18,390,235	155,655,235
2049	14,015,000	560,600	14,575,600
	<u>\$ 784,099,839</u>	<u>\$ 372,146,731</u>	<u>\$ 1,156,246,570</u>

Bonds payable at June 30, 2023, are composed of the following individual issues:

Description	Origination Date	Maturity Range	Amount Original Issue	Interest Rate	Maturity Date
<u>Unlimited Tax School Building & Refunding Bonds, Series 2002</u>	9/3/2002	2002-2027	\$ 79,789,984	3.25%-5.5%	2/15/2027
<u>Unlimited Tax Refunding Bonds, Series 2011</u>	4/15/2011	2011-2026	9,500,000	2.0-4.0%	2/15/2026
<u>Unlimited Tax School Building Bonds, Series 2012</u>	2/15/2012	2012-2035	50,000,000	Variable	8/1/2042
<u>Unlimited Tax Refunding Bonds, Series 2012B</u>	11/1/2012	2012-2028	30,460,000	3.0-5.0%	2/15/2028
<u>Unlimited Tax Refunding Bonds, Series 2013A</u>	5/1/2013	2013-2030	63,255,000	2.0-5.0%	2/15/2030
<u>Unlimited Tax Refunding Bonds, Series 2013B</u>	5/1/2013	2013-2031	86,170,000	2.0-5.0%	2/15/2031
<u>Unlimited Tax Refunding Bonds, Series 2013C</u>	5/1/2013	2013-2025	21,855,000	4.00%	2/15/2025
<u>Unlimited Tax Refunding Bonds, Series 2014</u>	12/1/2014	2014-2032	59,445,000	4.00%-5.00%	2/15/2032
<u>Unlimited Tax Refunding Bonds, Series 2015</u>	4/1/2015	2015-2033	78,355,000	2.00%-5.00%	2/15/2033
<u>Unlimited Tax Refunding Bonds, Series 2015A</u>	10/1/2015	2015-2035	45,275,000	2.00%-4.00%	2/15/2035
<u>Unlimited Tax Refunding Bonds, Series 2016</u>	11/29/2016	2017-2026	32,760,000	1.00%-5.00%	2/15/2026
<u>Unlimited Tax School Building Bonds, Series 2017</u>	8/15/2017	2018-2028	43,985,000	2.00%-5.00%	2/15/2028
<u>Unlimited Tax Refunding Bonds Series 2017</u>	12/1/2017	2018-2047	26,445,000	3.00%-5.00%	2/15/2047
<u>Unlimited Tax School Building Bonds, Series 2019</u>	2/21/2019	2019-2048	47,295,000	2.00%-5.00%	2/15/2048
<u>Unlimited Tax School Building Bonds, Series 2019A</u>	9/1/2019	2020-2049	155,820,000	2.00%-5.00%	2/15/2049
<u>Unlimited Tax Refunding Bonds, Series 2019B</u>	11/5/2019	2020-2027	53,820,000	5.00%	2/15/2027
<u>Unlimited Tax Refunding Bonds, Series 2020</u>	10/29/2020	2020-2045	399,484,829	1.695%-5.00%	2/15/2045
			\$ 1,283,714,813		

MANSFIELD INDEPENDENT SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

EXHIBIT F-1

NOTE 8 - LONG-TERM DEBT AND DEBT SERVICE REQUIREMENTS (CONTINUED)

Bonds Payable (continued)

Description - Authorization (Dated)	Amount Outstanding July 1, 2022	Issued	Retired	Refunded	Amount Outstanding June 30, 2023	Due Within One Year
Unlimited Tax School Building & Refunding Bonds, Series 2002	\$ 305,000	\$ -	\$ (55,000)	\$ -	\$ 250,000	\$ 60,000
Unlimited Tax Refunding Bonds, Series 2011	3,880,000		(910,000)	-	2,970,000	950,000
Unlimited Tax School Building Bonds, Series 2012	43,455,000		-	-	43,455,000	-
Unlimited Tax Refunding Bonds, Series 2012B	10,365,000		(10,365,000)	-	-	-
Unlimited Tax Refunding Bonds, Series 2013A	4,425,000		(4,425,000)	-	-	-
Unlimited Tax Refunding Bonds, Series 2013B	5,580,000		(5,580,000)	-	-	-
Unlimited Tax Refunding Bonds, Series 2013C	4,730,000		(1,515,000)	-	3,215,000	1,575,000
Unlimited Tax Refunding Bonds, Series 2014	3,630,000		(1,725,000)	-	1,905,000	1,905,000
Unlimited Tax Refunding Bonds, Series 2015	785,000		(105,000)	-	680,000	300,000
Unlimited Tax Refunding Bonds, Series 2015A	44,580,000		-	-	44,580,000	-
Unlimited Tax Refunding Bonds, Series 2016	21,760,000		(2,935,000)	-	18,825,000	6,380,000
Unlimited Tax School Building Bonds, Series 2017	39,285,000		-	-	39,285,000	-
Unlimited Tax Refunding Bonds Series 2017	25,630,000		(330,000)	-	25,300,000	5,080,000
Unlimited Tax School Building Bonds, Series 2019	46,295,000		-	-	46,295,000	-
Unlimited Tax School Building Bonds, Series 2019A	152,050,000		(115,000)	-	151,935,000	295,000
Unlimited Tax Refunding Bonds, Series 2019B	26,580,000		(9,095,000)	-	17,485,000	4,045,000
Unlimited Tax Refunding Bonds, Series 2020	390,729,839		(2,810,000)	-	387,919,839	4,839
	<u>\$ 824,064,839</u>	<u>\$ -</u>	<u>\$ (39,965,000)</u>	<u>\$ -</u>	<u>\$ 784,099,839</u>	<u>\$ 20,594,839</u>

NOTE 9 – LEASE OBLIGATIONS

As defined by GASB 87, leases are financings of the right to use an underlying asset. The District had leases for copiers and other equipment during the fiscal year 2023. Right to Use Assets by Asset Class Year ended June 30, 2023. The original lease amount had a present value of \$2,557,909, dated April 1, 2021, with a term of 3.25 years, with an implied interest rate of 1.97%.

A. Copiers

Year Ending June 30,	Principal	Interest	Totals
2024	\$ 736,909	\$ 95,063	\$ 831,972
	<u>\$ 736,909</u>	<u>\$ 95,063</u>	<u>\$ 831,972</u>

NOTE 10 – SBITA LIABILITIES

During the current fiscal year, the District entered into several multi-year SBITA agreements for the acquisition of educational/financial software. An initial SBITA liability was recorded in the amount of \$2,990,288 during the current fiscal year. As of June 30, 2023, the value of the SBITA liability was \$1,656,863. There are no variable payments. The District is required to make monthly principal and interest payments of \$XX,XXX. The SBITA has an interest rate of 3%. There are no commitments under SBITAs before the commencement of the subscription term.

The future principal and interest SBITA payments as of June 30, 2023, were as follows:

Year Ending			
June 30,	Principal	Interest	Totals
2023	\$ 1,341,639	\$ 11,480	\$ 1,353,119
2024	315,223	3,184	318,407
	<u>\$ 1,656,861</u>	<u>\$ 14,664</u>	<u>\$ 1,671,526</u>

NOTE 11 - UNEARNED REVENUE/DEFERRED INFLOWS OF RESOURCES

Unavailable Revenue

Unavailable revenue at year end represents assets that are not available for use by the District to liquidate current year liabilities.

Unearned Revenue

Governmental funds do not recognize revenue in connection with resources that have been received, but not yet earned. A summary of unearned revenue/deferred inflows by fund follows:

	General Fund	Debt Service Fund	Nonmajor Governmental Funds	Total
Unearned Revenue				
Miscellaneous Fees	\$ 10,000			\$ 10,000
Prepaid Lunch Cards			326,262	326,262
Due to State		448,593		448,593
Deferred Inflows				
Property Taxes	2,960,852	946,928		3,907,780
Total	<u>\$ 2,970,852</u>	<u>\$1,395,521</u>	<u>\$ 326,262</u>	<u>\$ 4,692,635</u>

Property tax revenues are earned but are not available as of year-end; therefore, they are recognized as revenues in the government-wide financial statements and deferred in the fund level financial statements.

NOTE 12 - COMMITTED FUND BALANCES

Committed fund balances as of June 30, 2023, is composed of the following:

	Total
Campus Activity Accounts	\$ 2,376,509
Capital Projects Fund	17,583,462
Total	\$ 19,959,971

NOTE 13 - EMPLOYEE RETIREMENT SYSTEMS AND PENSION PLANS

The District participates in a cost-sharing multiple-employer defined benefit pension plan that has a special funding situation. The plan is administered by the Teacher Retirement System of Texas (TRS). TRS' 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 plan'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 workload and who are not exempted from membership under Texas Government Code, Title 8, Section 822.002 are covered by the system.

A. Pension Plan Fiduciary Net Position

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

B. Benefits Provided

TRS provides service and disability retirement, as well as death and survivor benefits, to eligible employees (and their beneficiaries) of public and higher education in Texas. The pension formula is calculated using 2.3% (multiplier) times the average of the five highest annual creditable salaries times years of credited service to arrive at the annual standard annuity except for members who are grandfathered, the three highest annual salaries are used. The normal service retirement is at age 65 with 5 years of credited service or when the sum of the member's age and years of credited service equals 80 or more years. Early retirement is at age 55 with 5 years of service credit or earlier than 55 with 30 years of service credit. There are additional provisions for early retirement if the sum of the member's age and years of service credit total at least 80, but the member is less than age 60 or 62 depending on date of employment, or if the member was grandfathered under a previous rule. There are no automatic postemployment benefit changes; including automatic COLAs. Ad hoc post-employment benefit changes, including ad hoc COLAs can be granted by the Texas Legislature as noted in the Plan description in (1) above.

Texas Government Code section 821.006 prohibits benefit improvements, if, as a result of the particular action, the time required to amortize TRS' unfunded actuarial liabilities would be increased to a period that exceeds 31 years, or, if the amortization period already exceeds 31 years, the period would be increased by such action. Actuarial implications of the funding provided in the manner are determined by the System's actuary.

NOTE 13 - EMPLOYEE RETIREMENT SYSTEMS AND PENSION PLANS (CONTINUED)

C. Contributions

Contribution requirements are established or amended pursuant to Article 16, section 67 of the Texas Constitution which requires the Texas legislature to establish a member contribution rate of not less than 6% of the member's annual compensation and a state contribution rate of not less than 6% and not more than 10% of the aggregate annual compensation paid to members of the system during the fiscal year.

Employee contribution rates are set in state statute, Texas Government Code 825.402. The TRS Pension Reform Bill (Senate Bill 12) of the 86th Texas Legislature amended Texas Government Code 825.402 for member contributions and increased employee and employer contribution rates for fiscal years 2020 thru 2025.

	Contribution Rates	
	2023	2022
Member (Employee)	8.00%	8.00%
Non-employer contributing agency (State)	8.00%	7.75%
District	8.00%	7.75%

Contributors to the plan include members, employers and the State of Texas as the only non-employer contributing entity. The State is the employer for senior colleges, medical schools and state agencies including TRS. In each respective role, the State contributes to the plan in accordance with state statutes and the General Appropriations Act (GAA).

	Fiscal Year 2023
	TRS
	Contributions
Employer (District)	\$ 9,996,562
Employee (Member)	21,561,570
Non-employer Contributing Entity	
On-behalf Contributions (State)	15,248,616

As the non-employer contributing entity for public education and junior colleges, the State of Texas contributes to the retirement system an amount equal to the current employer contribution rate, times the aggregate annual compensation of all participating members of the pension trust fund during that fiscal year, reduced by the amounts described below which are paid by the employers. Employers (public school, junior college, other entities, or the State of Texas as the employer for senior universities and medical schools) are required to pay the employer contribution rate in the following instances:

- On the portion of the member's salary that exceeds the statutory minimum for members entitled to the statutory minimum under Section 21.402 of the Texas Education Code.
- During a new member's first 90 days of employment.
- When any part or all of an employee's salary is paid by federal funding sources, a privately sponsored source, from non-educational and general, or local funds.
- When the employing district is a public junior college or junior college district, the employer shall contribute to the retirement system an amount equal to 50% of the state contribution rate for certain instructional or administrative employees; and 100% of the state contribution rate for all other employees.

NOTE 13 - EMPLOYEE RETIREMENT SYSTEMS AND PENSION PLANS (CONTINUED)

C. Contributions (continued)

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

- All public schools, charter schools, and regional educational service centers must contribute 1.7 percent of the member's salary beginning in fiscal year 2022, gradually increasing to 2 percent in fiscal year 2025.
- When employing a retiree of the Teacher Retirement System, the employer shall pay both the member contribution and the state contribution as an employment after retirement surcharge.

D Actuarial Methods and Assumptions

The total pension liability in the August 31, 2022 actuarial valuation was determined using the following actuarial assumptions:

Valuation Date	August 31, 2021 rolled forward to August 31, 2022
Actuarial Cost Method	Individual Entry Age Normal
Asset Valuation Method	Fair Value
Single Discount Rate	7.00%
Long-term expected Investment Rate of Return	7.00%
Municipal Bond Rate	3.91%*
Last year ending August 31 in projection period (100 years)	2121
Inflation	2.30%
Salary Increases	2.95% to 8.95% including inflation
Ad hoc post-employment benefit changes	None

**The 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".*

NOTE 13 - EMPLOYEE RETIREMENT SYSTEMS AND PENSION PLANS (CONTINUED)

E. Discount Rate

A single discount rate of 7.00 percent was used to measure the total pension liability. The single discount rate was based on the expected rate of return on pension plan investments of 7.00 percent. The projection of flows used to determine this single discount rate assumed that contributions from active members, employers and the non-employer contributing entity will be made at the rates set by the legislature during the 2019 session. It is assumed that future employer and state contributions will be 8.50 percent of payroll in fiscal year 2020 gradually increasing to 9.55 percent of payroll over the next several years. This includes all employer and state contributions for active and rehired retirees.

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

The long-term rate of return on pension plan investments is 7.00%. The long-term expected rate of return on pension plan investments was determined using a building-block method in which best-estimates ranges of expected future real rates of return (expected returns, net of pension plan investment expense and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation.

Best estimates of geometric real rates of return for each major asset class included in the System's target asset allocation as of August 31, 2022 are summarized below:

<u>Asset Class</u>	<u>Target Allocation²</u>	<u>Long-Term Expected Geometric Real Rate of Return³</u>	<u>Expected Contribution to Long-Term Portfolio Returns</u>
Global Equity			
USA	18.00%	4.60%	1.12%
Non-U.S. Developed	13.00%	4.90%	0.90%
Emerging Markets	9.00%	5.40%	0.75%
Private Equity ¹	14.00%	7.70%	1.55%
Stable Value			
Government Bonds	16.00%	1.00%	0.22%
Absolute Return ¹	0.00%	3.70%	0.00%
Stable Value Hedge Funds	5.00%	3.40%	0.18%
Real Return			
Real Estate	15.00%	4.10%	0.94%
Energy, Natural Resources, and Infrastructure	6.00%	5.10%	0.37%
Commodities	0.00%	3.60%	0.00%
Risk Parity			
Risk Parity	8.00%	4.60%	0.43%
Asset Allocation Leverage			
Cash	2.00%	3.00%	0.01%
Asset Allocation Leverage	-6.00%	3.60%	-0.05%
Inflation Expectation			2.70%
Volatility Drag ⁴			-0.91%
Total	<u>100.00%</u>		<u>8.21%</u>

¹ Absolute Return includes Credit Sensitive Investments.

² Target allocations are based on the fiscal year 2022 policy model.

³ Capital Market Assumptions come from Aon Hewitt as of August 31, 2022.

⁴ The volatility drag results from the conversion between arithmetic and geometric mean returns.

NOTE 13 - EMPLOYEE RETIREMENT SYSTEMS AND PENSION PLANS (CONTINUED)

F. Discount Rate Sensitivity Analysis

The following table presents the net pension liability of the plan using the discount rate of 7.00 percent, and what the net pension liability would be if it were calculated using a discount rate that is one percentage point lower (6.00 percent) or one percentage point higher (8.00 percent) than the current rate.

	1% Decrease 6.00%	Current Discount Rate 7.00%	1% Increase 8.00%
District's proportional share of the net pension liability	\$169,287,300	\$108,822,983	\$59,813,815

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

At June 30, 2023, the District reported a liability of \$108,822,983 for its proportionate share of the TRS's net pension liability. This liability reflects a reduction for State pension support provided to the District. The amount recognized by the District as its proportionate share of the net pension liability, the related State support, and the total portion of the net pension liability that was associated with the District were as follows:

District's proportion of the net pension liability	0.1833%
District's proportionate share of the net pension liability	\$ 108,822,983
State's proportionate share of the net pension liability associated with the District	181,887,275
Total	<u>\$ 290,710,258</u>

The net pension liability was measured as of August 31, 2021 and rolled forward to August 31, 2022 and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of that date. The employer's proportion of the net pension liability was based on the employer's contributions to the pension plan relative to the contributions of all employers to the plan for the period September 1, 2021 thru August 31, 2022.

The General Fund and special revenue funds typically liquidate the net pension liability.

At August 31, 2022, the District's proportion of the collective net pension liability was 0.1833% which was an increase of 0.0108% from its proportion measured as of August 31, 2021.

Changes of Assumptions Since the Prior Measurement Date

The actuarial assumptions and methods have been modified since the determination of the prior year's net pension liability. These new assumptions were adopted in conjunction with an actuarial experience study. The primary assumption change was the lowering of the single discount rate from 7.25% to 7.00%

NOTE 13 - EMPLOYEE RETIREMENT SYSTEMS AND PENSION PLANS (CONTINUED)

G. Pension Liabilities, Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions (continued)

Pension Expense

For the year ended June 30, 2023, the District recognized pension expense of \$11,932,068. The District also recognized an additional on-behalf revenue and expense of \$17,386,362 representing support provided by the State.

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

At June 30, 2023, 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:

	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>
Differences between expected and actual actuarial experience	\$ 1,577,924	\$ (2,372,547)
Changes in actuarial assumptions	20,277,263	(5,053,660)
Differences between projected and actual investment earnings	10,751,363	-
Changes in proportion and differences between District contributions and proportionate share of contributions	4,775,379	(6,211,114)
Contributions paid to TRS subsequent to the measurement date	<u>8,567,812</u>	<u>-</u>
Total	<u>\$ 45,949,741</u>	<u>\$ (13,637,321)</u>

Deferred outflows of resources resulting from District contributions subsequent to the measurement date in the amount of \$8,567,812 will be recognized as a reduction of the net pension liability in the year ended June 30, 2024.

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

<u>Year ended June 30,</u>	<u>Amount</u>
2024	\$ 6,120,608
2025	2,948,206
2026	121,399
2027	12,431,160
2028	2,123,235
Thereafter	<u>(422,025)</u>
	<u>\$ 23,322,583</u>

NOTE 14 - DEFINED OTHER POST-EMPLOYMENT BENEFIT PLAN

A. Plan Description

The District participates in the Texas Public School Retired Employees Group Insurance Program (TRS-Care). It is a multiple-employer, cost-sharing defined Other Post-Employment Benefit (OPEB) plan that has a special funding situation. The TRS-Care program was established in 1986 by the Texas Legislature. The TRS-Care program was established in 1986 by the Texas Legislature.

The TRS Board of Trustees administers the TRS-Care program and the related fund in accordance with Texas Insurance Code Chapter 1575. The Board of Trustees is granted the authority to establish basic and optional group insurance coverage for participants as well as to amend benefit terms as needed under Chapter 1575.052. The Board may adopt rules, plans, procedures, and orders reasonably necessary to administer the program, including minimum benefits and financing standards.

B. OPEB Plan Fiduciary Net Position

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

C. Benefits Provided

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

Eligible non-Medicare retirees and their dependents may enroll in TRS-Care Standard, a high-deductible health plan. Eligible Medicare retirees and their dependents may enroll in the TRS-Care Medicare Advantage medical plan and the TRS-Care Medicare Rx prescription drug plan. To qualify for TRS-Care coverage, a retiree must have at least 10 years of service credit in the TRS pension system. There are no automatic post-employment benefit changes; including automatic COLAs.

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

TRS-Care Monthly Premium Rates			
	Medicare		Non-Medicare
Retiree or surviving spouse	\$	135	\$ 200
Retiree and Spouse		529	689
Retiree or surviving spouse and children		468	408
Retiree and Family		1,020	999

D. Contributions

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

NOTE 14 - DEFINED OTHER POST-EMPLOYMENT BENEFIT PLAN (CONTINUED)

D. Contributions (continued)

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

	Contribution Rates	
	Plan Fiscal Year	
	2023	2022
Member	0.65%	0.65%
Non-employer contributing agency	1.25%	1.25%
Employers	0.75%	0.75%
Federal/private funding	1.25%	1.25%

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:

	Fiscal Year 2023
	TRS
	Contributions
Employer (District)	\$ 2,215,661
Employee (Member)	1,751,392
Non-employer Contributing Entity	
On-behalf Contributions (State)	4,594,913

In addition to the employer contributions listed above, there is an additional surcharge all TRS employers are subject to (regardless of whether or not they participate in the TRS Care OPEB program). When employers hire a TRS retiree, they are required to pay to TRS Care, a monthly surcharge of \$535 per retiree.

TRS-Care received supplemental appropriations from the State of Texas as the Non-Employer Contributing Entity in the amount of \$83 million in fiscal year 2022 from the Federal Rescue Plan Act (ARPA) to help defray COVID-19-related health care costs during fiscal year 2022

NOTE 14 - DEFINED OTHER POST-EMPLOYMENT BENEFIT PLAN (CONTINUED)

E. Actuarial Methods and Assumptions

The actuarial valuation was performed as of August 31, 2021. Update procedures were used to roll forward the total OPEB liability to August 31, 2022. The actuarial valuation was determined using the following actuarial assumptions:

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

The following assumptions and other inputs used for members of TRS-Care are based on an established pattern of practice and are identical to the assumptions used in the August 31, 2021 TRS pension actuarial valuation that was rolled forward to August 31, 2022: (a) Rates of Mortality, (b) Rates of Retirement, (c) Rates of Termination, (d) Rates of Disability, (e) General Inflation, (f) Wage Inflation, and (g) Expected Payroll Growth.

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

Additional Actuarial Methods and Assumptions:

Valuation date	August 31, 2021, rolled forward to August 31, 2022
Actuarial Cost method	Individual Entry Age Normal
Inflation	2.30%
Single discount rate	3.91%
Aging factors	Bases on plan specific experience
Expenses	Third-party administrative expenses related to the delivery of health care benefits are included in the age-adjusted claims costs.
Projected salary increases	3.05% to 9.05%, including inflation
Healthcare Trend Rates	The initial medical trend rates were 8.25% for Medicare retirees and 7.25% for non-Medicare retirees. The initial prescription drug trend was 8.25% for all retirees. The initial trend rates decrease to an ultimate trend rate of 4.25% over a period of 13 years.
Election rates	Normal Retirement: 62% participation prior to age 65 and 25% after age 65. 30% of pre-65 retirees are assumed to discontinue coverage at age 65
Ad hoc post-employment benefit changes	None

NOTE 14 - DEFINED OTHER POST-EMPLOYMENT BENEFIT PLAN (CONTINUED)

F. Discount Rate

A single discount rate of 3.91 percent was used to measure the total OPEB liability. There was an increase of 1.96 percent in the discount rate since the previous year. Because the plan is essentially a “pay-as-you-go” plan, the single discount rate is equal to the prevailing municipal bond rate. The projection of cash flows used to determine the discount rate assumed that contributions from active members and those of the contributing employers and the 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 used for the long-term rate of return and was applied to all periods of projected benefit payments to determine the total OPEB liability.

The source of the municipal bond rate is the Fidelity “20-year Municipal GO AA Index” as of August 31, 2022 using the Fixed Income Market Data/Yield Curve/ Data Municipal bonds with 20 years to maturity that include only federally tax-exempt municipal bonds.

G. Sensitivity of the Net OPEB Liability to the Single Discount Rate Assumption

Discount Rate – The following schedule shows the impact of the net OPEB liability if the discount rate used was 1% less than and 1% greater than the discount rate that was used (3.91%) in measuring the net OPEB liability.

	1% Decrease in Discount Rate 2.91%	Current Single Discount Rate 3.91%	1% Increase in Discount Rate 4.91%
District's proportional share of the net OPEB liability	\$69,704,016	\$59,117,326	\$50,540,749

Healthcare Cost Trend Rates – The following schedule shows the impact of the net OPEB liability if a healthcare trend rate that is 1% less than and 1% greater than the health trend rates assumed.

	1% Decrease	Current Healthcare Cost Trend Rate	1% Increase
District's proportional share of the net OPEB liability	\$48,712,943	\$59,117,326	\$72,605,270

NOTE 14 - DEFINED OTHER POST-EMPLOYMENT BENEFIT PLAN (CONTINUED)

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

At June 30, 2023, the District reported a liability of \$59,117,326 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 proportion of the Net OPEB Liability	0.2469%
District's proportionate share of the net OPEB liability	\$ 59,117,326
State's proportionate share of the net OPEB liability associated with the District	72,113,850
Total	<u>\$ 131,231,176</u>

The net OPEB liability was measured as of August 31, 2021, and rolled forward to August 31, 2022, 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, 2021, through August 31, 2022.

The General Fund and special revenue funds typically liquidate the net OPEB liability.

At August 31, 2022, the District's proportion of the collective net OPEB liability was 0.2469% which was an increase of 0.0066% from its proportion measured as of August 31, 2021.

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 1.95% as of August 31, 2021 to 3.91% as of August 31, 2022. This change decreased the total OPEB liability. Lower participation rates and updates to the healthcare trend rate assumptions were also factors that decreased the total OPEB liability.

Changes of Benefit Terms Since the Prior Measurement Date

There were no changes in benefit terms since the prior measurement date.

NOTE 14 - DEFINED OTHER POST-EMPLOYMENT BENEFIT PLAN (CONTINUED)

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

For the year ended June 30, 2023, the District recognized negative OPEB expense of \$7,388,701. The District also recognized negative on-behalf expense and revenue of \$10,233,537 for support provided by the State.

Deferred Outflows and Deferred Inflows of Resources Related to OPEB

At June 30, 2023, 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	\$ 3,286,714	\$ (49,250,039)
Changes in actuarial assumptions	9,004,740	(41,071,202)
Differences between projected and actual investment earnings	176,095	-
Changes in proportion and differences between District contributions and the proportionate share of contributions	7,804,061	(7,701,060)
Contributions paid to TRS subsequent to the measurement date	1,873,895	-
Total	<u>\$ 22,145,505</u>	<u>\$ (98,022,301)</u>

The \$1,873,895 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, 2024. The net amounts of the District's balances of deferred outflows and inflows of resources related to OPEB will be recognized in OPEB expense as follows:

Year ended June 30,	OPEB Expense Amount
2024	\$ (14,123,381)
2025	(14,122,742)
2026	(11,615,782)
2027	(8,221,793)
2058	(10,302,546)
Thereafter	(19,364,447)
	<u>\$ (77,750,691)</u>

NOTE 14 - DEFINED OTHER POST-EMPLOYMENT BENEFIT PLAN (CONTINUED)

I. Medicare Part D

The Medicare Prescription Drug, Improvement, and Modernization Act of 2003, effective January 1, 2006, established prescription drug coverage for Medicare beneficiaries known as Medicare Part D. One of the provisions of Medicare Part D allows for the Texas Public School Retired Employee Group Insurance Program (TRS-Care) to receive retiree drug subsidy payments from the federal government to offset certain prescription drug expenditures for eligible TRS-Care participants. This information is an estimate provided by the Teacher Retirement System. These payments are recorded as equal revenues and expenditures in the governmental funds financial statements of the District.

For the fiscal years ended June 30, 2023, 2022, and 2020, the subsidy payments received by TRS-Care on-behalf of the District were as follows:

<u>Fiscal Year</u>	<u>Medicare Part D</u>
2023	\$ 1,399,708
2022	1,029,398
2021	1,078,141

NOTE 15- RISK MANAGEMENT

During the year ended June 30, 2023, employees of the District were covered by a health insurance plan (“the Plan”). The District paid premiums of \$250 per month per employee who worked at least 20 hours per week to the Plan; and employees, at their option, authorized payroll withholdings to pay contributions or premiums for dependents. All premiums were paid to a licensed insurer. The Plan was authorized by Article 3.51-2, Texas Insurance Code and was documented by contractual agreement.

As of September 1, 2019, the District is self-insured for all workers’ compensation claims. The current contract for claim management covers the period from September 1, 2022, through August 31, 2023. An accrual is made each pay period to set aside funds to cover any potential workers’ compensation claim.

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 2023, the District purchased commercial insurance to cover general liabilities. There were no significant reductions in coverage in the past fiscal year, and there were no settlements exceeding insurance coverage for each of the past three fiscal years.

NOTE 16- LITIGATION, COMMITMENTS AND CONTINGENCIES

A. Grant Programs

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 the District has not complied with the rules and regulations governing the grants, refunds of any monies received may be required, and the collectability of any related receivable at June 30, 2023, may be impaired. In the opinion of the District, there are no significant contingent liabilities relating to compliance with the rules and regulations governing the respective grants; therefore, no provision has been recorded in the accompanying basic statements for such contingencies.

MANSFIELD INDEPENDENT SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

EXHIBIT F-1

NOTE 16 - LITIGATION, COMMITMENTS AND CONTINGENCIES (CONTINUED)

B. Construction

The District was obligated at June 30, 2023, under major contracts for construction, renovations, and repair of various facilities. The construction contract details associated with some of the major projects are as follows:

Project	Approved Construction Budget	Construction in Progress	Estimated Remaining Commitment
Elementary Playgrounds, Security, Fine Art Academy	\$ 15,301,544	\$ 15,265,921	\$ 35,623
Intermediate Playgrounds, Security, Fine Art Academy	11,075,906	11,043,203	32,703
Middle Renovation & Security	24,034,339	23,765,197	269,142
High, BBIA, & Phoenix	68,588,727	68,527,427	61,300
Newsome and Natatorium	3,214,034	2,468,591	745,443
Admin, Facilities, Pigg, PAC	5,190,950	5,118,066	72,884
Day Care Center Security	30,000	-	30,000
PAC/PIGG Audio System Upgrade	761,017	749,268	11,749
DP Morris Emergency Repair	427,052	423,659	3,393
Timberview HS Chillers HVAC	439,650	-	439,650
District Repeaters	4,452,604	3,446,521	1,006,083
Drainage Summit HS	38,000	-	38,000
Drainage Mansfield HS	38,000	11,500	26,500
Turf Replacement Newsom Stadium	593,981	72,130	521,851
Ron Whitson Dam Spillway Improvement	70,600	33,200	37,400
Afterschool Quest Reno RLA	407,600	17,111	390,489
Kitchen RTU Additions at Multiple Campuses 240	132,151	125,081	7,070
Student Nutrition Freezer Electrical Upgrades 240	711,639	4,250	707,389
	<u>\$ 135,507,794</u>	<u>\$ 131,071,125</u>	<u>\$ 4,436,669</u>

NOTE 17 - SHARED SERVICE ARRANGEMENT

The District participates in a Shared Service Arrangement (SSA) for students with auditory impairments attending the Regional Day School Program for the Deaf. The District does not account for revenues or expenditures of this program and does not disclose them in these financial statements. However, intergovernmental charges in a special revenue fund include payments to the fiscal agent for the District's share of project deficits. The District neither has a joint ownership interest in capital outlay purchased by the fiscal agent, Arlington ISD, nor does the District have a net equity interest in the fiscal agent. The fiscal agent is neither accumulating significant financial resources nor fiscal exigencies that would give rise to a future additional benefit or burden to Mansfield ISD. The fiscal agent manager is responsible for all financial activities of the SSA. Shared Service Arrangement expenditures of \$112,500 were attributable to Mansfield ISD participation.

NOTE 18 – COMPENSATED ABSENCES

Annual non-duty days (vacation days) are granted to 226-day non-professional and professional employees; however, non-duty days are required to be used during the current year. Five (5) non-duty days may be carried over but must be used by Winter Break in December. The number of days carried over to December are not recorded in the financial statements since the dollar amount is insignificant.

Non-exempt staff may not carry more than 60 hours of compensatory time and must either use the time or be paid for the compensatory time at year-end. No accrued compensatory time is carried forward to the next fiscal year.

NOTE 19—EXTRAORDINARY ITEM

Insurance proceeds received represented expenditures we claimed on the District's insurance policy for the cyberattack the District experienced in the previous fiscal year.





REQUIRED SUPPLEMENTARY SECTION

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MANSFIELD INDEPENDENT SCHOOL DISTRICT
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL - GENERAL FUND
FOR THE YEAR ENDED JUNE 30, 2023

Data Control Codes		Budgeted Amounts		Actual Amounts (GAAP BASIS)	Variance With Final Budget Positive or (Negative)
		Original	Final		
REVENUES:					
5700	Total Local and Intermediate Sources	\$ 191,829,230	\$ 195,700,087	\$ 197,328,458	\$ 1,628,371
5800	State Program Revenues	148,346,726	149,936,212	152,500,744	2,564,532
5900	Federal Program Revenues	5,200,000	5,200,000	9,434,606	4,234,606
5020	Total Revenues	345,375,956	350,836,299	359,263,808	8,427,509
EXPENDITURES:					
Current:					
0011	Instruction	206,641,535	206,513,123	207,293,423	(780,300)
0012	Instructional Resources and Media Services	3,935,823	4,153,428	4,035,496	117,932
0013	Curriculum and Instructional Staff Development	4,360,492	4,514,505	4,021,896	492,609
0021	Instructional Leadership	5,607,539	6,252,894	6,028,312	224,582
0023	School Leadership	21,073,767	21,655,983	21,580,710	75,273
0031	Guidance, Counseling, and Evaluation Services	10,517,024	10,526,075	10,414,425	111,650
0033	Health Services	5,436,450	5,252,537	4,948,230	304,307
0034	Student (Pupil) Transportation	14,635,176	18,993,394	17,422,307	1,571,087
0035	Food Services	12,000	42,000	35,948	6,052
0036	Extracurricular Activities	10,395,765	11,378,368	11,306,051	72,317
0041	General Administration	8,375,574	7,846,860	7,814,689	32,171
0051	Facilities Maintenance and Operations	38,697,533	34,940,062	34,597,314	342,748
0052	Security and Monitoring Services	7,081,690	7,809,572	7,564,371	245,201
0053	Data Processing Services	6,664,087	6,214,079	5,064,447	1,149,632
0061	Community Services	339,549	456,663	456,568	95
Debt Service:					
0071	Principal on Long-Term Liabilities	153,000	1,900,000	1,868,212	31,788
0072	Interest on Long-Term Liabilities	4,600	577,600	42,373	535,227
Intergovernmental:					
0095	Payments to Juvenile Justice Alternative Ed. Prg.	25,000	25,000	-	25,000
0099	Other Intergovernmental Charges	1,419,352	1,419,352	1,314,036	105,316
6030	Total Expenditures	345,375,956	350,471,495	345,808,808	4,662,687
1100	Excess of Revenues Over Expenditures	-	364,804	13,455,000	13,090,196
OTHER FINANCING SOURCES (USES):					
7912	Sale of Real and Personal Property	-	-	208,378	208,378
8911	Transfers Out (Use)	-	-	(14,000,000)	(14,000,000)
8949	Other (Uses)	-	(20,000)	(20,000)	-
7080	Total Other Financing Sources (Uses)	-	(20,000)	(13,811,622)	(13,791,622)
SPECIAL ITEMS:					
7918	Special Item - Oil & Gas Royalties	-	557,994	654,422	96,428
1200	Net Change in Fund Balances	-	902,798	297,800	(604,998)
0100	Fund Balance - July 1 (Beginning)	-	116,182,732	116,182,732	-
3000	Fund Balance - June 30 (Ending)	\$ -	\$ 117,085,530	\$ 116,480,532	\$ (604,998)



MANSFIELD INDEPENDENT SCHOOL DISTRICT
SCHEDULE OF THE DISTRICT'S PROPORTIONATE SHARE OF THE NET PENSION LIABILITY
TEACHER RETIREMENT SYSTEM OF TEXAS
FOR THE YEAR ENDED JUNE 30, 2023

	FY 2023 Plan Year 2022	FY 2022 Plan Year 2021	FY 2021 Plan Year 2020
District's Proportion of the Net Pension Liability (Asset)	0.1833%	0.1725%	0.1775%
District's Proportionate Share of Net Pension Liability (Asset)	\$ 108,822,983	\$ 43,929,502	\$ 95,048,069
State's Proportionate Share of the Net Pension Liability (Asset) Associated with the District	181,887,275	80,229,598	171,242,619
Total	<u>\$ 290,710,258</u>	<u>\$ 124,159,100</u>	<u>\$ 266,290,688</u>
District's Covered Payroll	\$ 254,534,296	\$ 237,041,905	\$ 236,422,904
District's Proportionate Share of the Net Pension Liability (Asset) as a Percentage of its Covered Payroll	42.75%	18.53%	40.20%
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	75.65%	88.79%	75.54%

Note: GASB Codification, Vol. 2, P20.183 requires that the information on this schedule be data from the period corresponding with the periods covered as of the measurement dates of August 31, 2022 for year 2023, August 31, 2021 for year 2022, August 31, 2020 for year 2021, August 31, 2019 for year 2020, August 31, 2018 for year 2019, August 31, 2017 for year 2018, August 31, 2016 for year 2017, August 31, 2015 for year 2016 and August 31, 2014 for year 2015.

This schedule shows only the years for which this information is available. Additional information will be added until 10 years of data are available and reported.

FY 2020 Plan Year 2019		FY 2019 Plan Year 2018		FY 2018 Plan Year 2017		FY 2017 Plan Year 2016		FY 2016 Plan Year 2015		FY 2015 Plan Year 2014	
0.1969%		0.1934%		0.1888%		0.1937%		0.194%		0.1576%	
\$	102,362,821	\$	106,439,299	\$	60,368,262	\$	73,180,681	\$	68,589,992	\$	42,065,247
159,552,728		178,021,300		105,907,984		123,386,140		119,628,598		95,803,997	
\$	261,915,549	\$	284,460,599	\$	166,276,246	\$	196,566,821	\$	188,218,590	\$	137,869,244
\$	225,541,831	\$	220,359,124	\$	212,964,732	\$	205,501,392	\$	196,390,208	\$	190,412,115
45.39%		48.30%		28.35%		35.61%		34.93%		83.25%	
75.24%		73.74%		82.17%		78.00%		78.43%		72.89%	

MANSFIELD INDEPENDENT SCHOOL DISTRICT
SCHEDULE OF DISTRICT'S CONTRIBUTIONS FOR PENSIONS
TEACHER RETIREMENT SYSTEM OF TEXAS
FOR FISCAL YEAR 2023

	2023	2022	2021
Contractually Required Contribution	\$ 9,996,562	\$ 8,335,172	\$ 7,302,716
Contribution in Relation to the Contractually Required Contribution	9,996,562	8,335,172	7,302,716
Contribution Deficiency (Excess)	\$ -	\$ -	\$ -
District's Covered Payroll	\$ 269,446,255	\$ 251,745,415	\$ 236,172,433
Contributions as a Percentage of Covered Payroll	3.71%	3.31%	3.09%

Note: GASB Codification, Vol. 2, P20.183 requires that the data in this schedule be presented as of the District's respective fiscal years as opposed to the time periods covered by the measurement dates ending August 31 of the preceding year.

This schedule shows only the years for which this information is available. Additional information will be added until 10 years of data are available and reported.

2020	2019	2018	2017	2016	2015
\$ 7,290,935	\$ 6,831,790	\$ 6,456,847	\$ 6,178,909	\$ 5,152,264	\$ 5,732,519
7,290,935	6,831,790	6,456,847	6,178,909	5,152,264	5,732,519
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
\$ 235,686,617	\$ 224,200,802	\$ 218,669,663	\$ 212,075,812	\$ 171,834,329	\$ 196,397,727
3.09%	3.05%	2.95%	2.91%	3.00%	2.92%

MANSFIELD INDEPENDENT SCHOOL DISTRICT
SCHEDULE OF THE DISTRICT'S PROPORTIONATE SHARE OF THE NET OPEB LIABILITY
TEACHER RETIREMENT SYSTEM OF TEXAS
FOR THE YEAR ENDED JUNE 30, 2023

	FY 2023 Plan Year 2022	FY 2022 Plan Year 2021	FY 2021 Plan Year 2020
District's Proportion of the Net Liability (Asset) for Other Postemployment Benefits	0.2469%	0.2403%	0.2508%
District's Proportionate Share of Net OPEB Liability (Asset)	\$ 59,117,326	\$ 92,698,361	\$ 95,338,243
State's Proportionate Share of the Net OPEB Liability (Asset) Associated with the District	72,113,850	124,195,145	128,111,746
Total	<u>\$ 131,231,176</u>	<u>\$ 216,893,506</u>	<u>\$ 223,449,989</u>
District's Covered Payroll	\$ 254,534,296	\$ 237,041,905	\$ 236,422,904
District's Proportionate Share of the Net OPEB Liability (Asset) as a Percentage of its Covered Payroll	23.20%	39.10%	40.30%
Plan Fiduciary Net Position as a Percentage of the Total OPEB Liability	11.52%	6.18%	4.99%

Note: GASB Codification, Vol. 2, P50.238 states that the information on this schedule should be determined as of the measurement date. The amounts for FY 2023 are for the measurement date of August 31, 2022. The amounts reported for FY 2022 are for measurement date August 31, 2021. The amounts reported for FY 2021 are for the measurement date of August 31, 2020. The amounts for FY 2020 are for the measurement date August 31, 2019. The amounts for FY 2019 are for the measurement date August 31, 2018. The amounts for FY 2018 are based on the August 31, 2017 measurement date.

This schedule shows only the years for which this information is available. Additional information will be added until 10 years of data are available and reported.

FY 2020 Plan Year 2019		FY 2019 Plan Year 2018		FY 2018 Plan Year 2017	
0.2562%		0.2573%		0.2416%	
\$	121,183,321	\$	128,466,438	\$	105,072,137
161,025,525		191,668,330		170,565,490	
<u>\$ 282,208,846</u>		<u>\$ 320,134,768</u>		<u>\$ 275,637,627</u>	
\$	225,541,831	\$	220,359,124	\$	212,964,732
53.70%		58.30%		49.30%	
2.66%		1.57%		0.91%	

MANSFIELD INDEPENDENT SCHOOL DISTRICT
SCHEDULE OF DISTRICT'S CONTRIBUTIONS FOR OTHER POSTEMPLOYMENT BENEFITS (OPEB)
TEACHER RETIREMENT SYSTEM OF TEXAS
FOR FISCAL YEAR 2023

	2023	2022	2021
Contractually Required Contribution	\$ 2,215,661	\$ 1,996,692	\$ 1,874,878
Contribution in Relation to the Contractually Required Contribution	2,215,661	1,996,692	1,874,878
Contribution Deficiency (Excess)	\$ -	\$ -	\$ -
District's Covered Payroll	\$ 269,446,255	\$ 251,745,415	\$ 236,172,433
Contributions as a Percentage of Covered Payroll	0.82%	0.79%	0.79%

Note: GASB Codification, Vol. 2, P50.238 requires that the data in this schedule be presented as of the District's respective fiscal years as opposed to the time periods covered by the measurement dates ending August 31 of the preceding year.

Information in this schedule should be provided only for the years where data is available. Eventually 10 years of data should be presented.

2020	2019	2018	2017	2016	2015
\$ 1,902,289	\$ 1,808,307	\$ 1,247,627	\$ 1,254,084	\$ 1,034,302	\$ 1,162,647
1,902,289	1,808,307	1,247,627	1,254,084	1,034,302	1,162,647
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
\$ 235,686,617	\$ 224,200,802	\$ 218,669,663	\$ 212,075,812	\$ 171,834,329	\$ 196,397,727
0.81%	0.81%	0.57%	0.59%	0.60%	0.59%

MANSFIELD INDEPENDENT SCHOOL DISTRICT
NOTES TO THE REQUIRED SUPPLEMENTARY INFORMATION - EXHIBIT G-6

Stewardship, Compliance, and Accountability

Budgetary Information

The Board adopts an “appropriated budget” on a basis consistent with GAAP for the General Fund, Debt Service Fund, and National School Breakfast and Lunch Program Fund (which is included in special revenue funds). At a minimum, the District is required to present the original and the final amended budgets for revenues and expenditures compared to actual revenues and expenditures for these three funds.

The following procedures are followed in establishing the budgetary data reflected in the general-purpose financial statements:

- Prior to June 19th for a fiscal year start date of July 1, the District prepares a budget based on the incremental budgeting concept for the next succeeding fiscal year. The operating budget includes proposed expenditures and the means of financing them.
- After one or more budget workshops with the Board, a meeting is called for the purpose of adopting the proposed budget. At least ten days but not more than 30 days public notice of the meeting is required.
- Prior to June 30th for a fiscal year start date of July 1, the Board legally adopts the budget for the general fund, debt service fund, and food service fund.
- After the budgets for the above-listed funds are approved, any amendment that causes an increase or decrease in a fund or functional spending category or total revenue or other resources major object category requires Board approval prior to the fact. These amendments are presented to the Board at its regular monthly meeting and/or special board meetings and are reflected in the official minutes. Because the District has a policy of careful budgetary control, several budgetary amendments were necessary throughout the year.
- Expenditure budgets are controlled at the expenditure functional and object level by the appropriate budget manager (principal, department director, or divisional administrator). Budget managers may authorize transfers within functional and organizational categories that do not affect the total functional and organizational appropriation. All budget appropriations lapse at year end.

Encumbrance accounting, under which purchase orders, contracts, and other commitments are recorded in order to reserve that portion of the applicable appropriation, is used in all governmental funds. Encumbrances outstanding at year end are commitments that do not constitute expenditures or liabilities, but are reported as assignments, commitments, or restrictions of fund balance depending on the fund type. Since appropriations lapse at the end of each year, outstanding encumbrances are appropriately provided for in the subsequent fiscal year’s budget to provide for the liquidation of the prior commitments.

For the year ended June 30, 2023, expenditures exceeded appropriations in the following expenditure function (the legal level of budgetary control) within:

	Child nutrition fund	
71	Principal on Long-Term Liabilities (GASB 87)	3,993
72	Interest on Long-Term Liabilities (GASB 87)	127
	General Fund	
11	Instruction (Moved to many funds to other functions for GASB 96)	780,300

Steps have been taken to ensure necessary budget amendments are made for any anticipated expenditures.

MANSFIELD INDEPENDENT SCHOOL DISTRICT**NOTES TO THE REQUIRED SUPPLEMENTARY INFORMATION - EXHIBIT G-6 (CONTINUED)****NOTES TO THE SCHEDULE OF THE DISTRICT'S PROPORTIONATE SHARE OF THE NET PENSION LIABILITY****TEACHER RETIREMENT SYSTEM OF TEXAS**

2018 - Changes of assumptions: The discount rate changed from 8.0% as of August 31, 2017 to a blended rate of 6.907% as of August 31, 2018. The long-term assumed rate of return changed from 8.0% as of August 31, 2017 to 7.25% as of August 31, 2018. Demographic and economic assumptions were updated based on the experience study performed for TRS for the period ending August 31, 2017. The total pension liability as of August 31, 2018 was developed using a roll-forward method from the August 31, 2017 valuation.

2020 - Change of assumptions: The state and employer contribution rate changed from 6.8% to 7.5%. The 1.5% public education employer contribution applied to just employers whose employees were not covered by OASDI in 2019 and it changed in 2020 to apply to all public schools, charter schools and regional education centers irrespective of participation in OASDI.

2021 - Changes of assumptions: The public education employer contribution rate changed from 1.5% in 2020 to 1.6% in 2021.

2022 - Changes of assumptions: The discount rate changed from 7.25% to 7.00%

**NOTES TO THE SCHEDULE OF THE DISTRICT'S CONTRIBUTIONS FOR PENSIONS
TEACHER RETIREMENT SYSTEM OF TEXAS**

The following methods and assumptions were used to determine the Actuarially Determined Contributions.

Component Result

Valuation Date	August 31, 2021 (to determine contribution rate for fiscal year ending August 31, 2022)
Actuarial Cost Method	Individual Entry Age Normal actuarial cost method
Amortization Method Level	Percentage of Payroll, Floating
Remaining Amortization Period	23 years based on increased employer and member contribution rates enacted during the 2019 legislative session
Asset Valuation Method	5 year smoothed market
Inflation	2.30%
Salary Increases	3.05% to 9.05%, including inflation
Investment Rate of Return	7.25%
Retirement Age	Experience-based table of rates that are specific to the type of eligibility condition. Last updated for the 2018 valuation pursuant to an experience study conducted for the period ending on August 31, 2017.
Mortality	The active mortality rates were based on 90% of the RP-2014 Employee Mortality Tables for males and females with full generational mortality. Post-Retirement: The post-retirement mortality rates for healthy lives were based on the 2018 TRS of Texas Healthy Pensioner Mortality Tables, with full generational projection using the ultimate improvement rates from the most recently published projected scale "U-MP".
Benefit Changes	None
Notes	Actuarially determined contribution rates are calculated as of August 31 of the preceding fiscal year. Members and employers contribute based on statutorily fixed rates.

MANSFIELD INDEPENDENT SCHOOL DISTRICT

NOTES TO THE REQUIRED SUPPLEMENTARY INFORMATION - EXHIBIT G-6 (CONTINUED)

***NOTES TO THE SCHEDULE OF THE DISTRICT'S PROPORTIONATE SHARE OF THE NET OPEB LIABILITY
TEACHER RETIREMENT SYSTEM OF TEXAS***

2018: Changes of Assumptions: The discount rate changed from 3.42% as of August 31, 2017 to 3.69% as of August 31, 2018, updated the health care trend rate assumption, and revised demographic and economic assumptions based on the TRS experience study.

2019: Changes of Assumptions: The discount rate changed from 3.69% as of August 31, 2018 to 2.63% as of August 31, 2019, lowered the participation rates and updated the health care trend rate assumption.

2020: Changes of Assumptions: The discount rate changed from 2.63% as of August 31, 2019 to 2.33% as of August 31, 2020, lowered the participation rate assumption for employees who retire after the age of 65, and lowered the ultimate health care trend rate assumption to reflect the repeal of the excise (Cadillac) tax on high-cost employer health plans.

2021: Changes of Assumptions: The discount rate changed from 2.33% as of August 31, 2020 to 1.95% as of August 31, 2021.

2022: Changes of Assumptions: The discount rate changed from 1.95% as of August 31, 2021 to 3.91% as of August 31, 2022, lowered the participation rates, and updated the healthcare trend rate assumption.

.

OTHER SUPPLEMENTARY SECTION





NONMAJOR GOVERNMENTAL FUNDS

SPECIAL REVENUE FUNDS

The Special Revenue Funds are used to account for all federal, state and locally funded grants and campus activity funds. These grants are awarded to the District with the purpose of accomplishing specific educational goals, described by the fund name:

- **ESSA, Title I, Part A – Basic:** supplemental service designed to accelerate the academic achievement of economically disadvantaged students, especially in the tested areas, to ensure that state standards are met on identified campuses.
- **IDEA, Part B – Formula:** salaries and supplies to aid children with disabilities with low reading achievement.
- **IDEA, Part B – Preschool:** aids preschool students with disabilities.
- **Child Nutrition Program:** federal reimbursement revenues originating from the United States Department of Agriculture and fees from child and adult meals.
- **Summer Feeding** – federal program for seamless school nutrition during the summer.
- **Vocational Education – Basic:** funds are for the use of various vocationally-inclined students in regular, disadvantaged and disability classes.
- **ESSA, Title II, Part A – TPTR (Teacher and Principal Training and Recruiting):** supplements the professional development, retention, and recruitment programs District-wide, specifically on high needs campuses.
- **ESSA, Title III, Part A – English Language Acquisition:** provides additional educational opportunities to supplemental programs for students of limited English proficiency and immigrant children by assisting the children to learn English and meet challenges.
- **Title IV, Part B—21st Century Community Learning Century Grant:** This program supports the creation of community learning centers that provide academic enrichment opportunities during non-school hours for children, particularly students who attend high-poverty and low-performing schools.
- **Medicaid Administrative Claiming Program:** provides the District with the ability to receive reimbursement for outreach and case management.
- **Miscellaneous Federal Grants** – includes several federal grants designed to provide support for the development of the additional state assessments and standards and to support the administration of those assessments; grants included also provide funds for safety equipment.
- **Visually Impaired State Grant** – aids visually impaired students.
- **Advanced Placement Incentives** – enhancement of advanced placement programs on specific campuses based on student scores on advanced placement examinations.
- **Instructional Materials Allotment** – provides funds to purchase instructional materials, technological equipment and technology-related services.
- **Read To Succeed** – provides funds generated through the sale of read to succeed license plates designed by a Texas student to purchase educational materials for public school libraries.
- **Campus Activity Funds** – proceeds from fundraising activities, vending sales, corporate and private donations benefiting students and staff of the campus.
- **Educational Foundation Awards** – provides innovative grant funds for District teachers.
- **Miscellaneous Grants** – various grants provide support as designated.
- **Miscellaneous Donations** – various donations provide support as designated.
- **ESSER Funding-** The ESSER II grant program was authorized in the Coronavirus Response and Relief Supplemental Appropriations (CRRSA), signed into law in December 2020 to respond to the pandemic and to address student learning loss as a result of COVID-19. These funds were fully expended in FY 2023

MANSFIELD INDEPENDENT SCHOOL DISTRICT
COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
JUNE 30, 2023

Data Control Codes		211 ESEA I, A Improving Basic Program	224 IDEA - Part B Formula	225 IDEA - Part B Preschool	240 National Breakfast and Lunch Program
ASSETS					
1110	Cash and Cash Equivalents	\$ -	\$ -	\$ -	\$ 5,210,100
1240	Due from Other Governments	1,171,721	1,388,389	19,463	1,375,006
1250	Accrued Interest	-	-	-	-
1260	Due from Other Funds	-	-	-	124,813
1290	Other Receivables	-	-	-	-
1300	Inventories	-	-	-	113,464
1410	Prepayments	-	-	-	44,368
1000	Total Assets	<u>\$ 1,171,721</u>	<u>\$ 1,388,389</u>	<u>\$ 19,463</u>	<u>\$ 6,867,751</u>
LIABILITIES					
2110	Accounts Payable	\$ 12,813	\$ 162	\$ -	\$ 114,566
2150	Payroll Deductions and Withholdings Payable	21,274	32,101	409	74,335
2160	Accrued Wages Payable	408,529	456,267	6,528	274,356
2170	Due to Other Funds	729,105	899,859	12,526	2,225,004
2180	Due to Other Governments	-	-	-	12
2190	Due to Student Groups	-	-	-	-
2300	Unearned Revenue	-	-	-	280,077
2000	Total Liabilities	<u>1,171,721</u>	<u>1,388,389</u>	<u>19,463</u>	<u>2,968,350</u>
FUND BALANCES					
Nonspendable Fund Balance:					
3410	Inventories	-	-	-	113,464
3430	Prepaid Items	-	-	-	44,368
Restricted Fund Balance:					
3450	Federal or State Funds Grant Restriction	-	-	-	3,741,569
3470	Capital Acquisition and Contractual Obligation	-	-	-	-
Committed Fund Balance:					
3545	Other Committed Fund Balance	-	-	-	-
3000	Total Fund Balances	<u>-</u>	<u>-</u>	<u>-</u>	<u>3,899,401</u>
4000	Total Liabilities and Fund Balances	<u>\$ 1,171,721</u>	<u>\$ 1,388,389</u>	<u>\$ 19,463</u>	<u>\$ 6,867,751</u>

242 Summer Feeding Program	244 Career and Technical - Basic Grant	255 ESEA II,A Training and Recruiting	263 Title III, A English Lang. Acquisition	265 Title IV, B Community Learning	272 Medicaid Admin. Claim MAC	281 ESSER II CRRSA Act Supplemental	284 IDEA B Formula ARP Act
\$ 997,437	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
135,894	11,728	180,001	158,832	499,259	-	-	651,328
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
265	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
<u>\$ 1,133,596</u>	<u>\$ 11,728</u>	<u>\$ 180,001</u>	<u>\$ 158,832</u>	<u>\$ 499,259</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 651,328</u>
\$ 3,103	\$ -	\$ 3,251	\$ 33,491	\$ 7,025	\$ -	\$ -	\$ 1,824
2,471	132	4,755	2,002	10,758	-	-	-
22,008	-	47,156	36,610	-	-	-	-
185,172	11,596	124,839	86,729	481,476	-	-	649,504
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
<u>212,754</u>	<u>11,728</u>	<u>180,001</u>	<u>158,832</u>	<u>499,259</u>	<u>-</u>	<u>-</u>	<u>651,328</u>
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
920,842	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
<u>920,842</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<u>\$ 1,133,596</u>	<u>\$ 11,728</u>	<u>\$ 180,001</u>	<u>\$ 158,832</u>	<u>\$ 499,259</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 651,328</u>

MANSFIELD INDEPENDENT SCHOOL DISTRICT
COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
JUNE 30, 2023

Data Control Codes		285 IDEA B Preschool ARP Act	289 Other Federal Special Revenue Funds	385 Visually Impaired SSVI	397 Advanced Placement Incentives
ASSETS					
1110	Cash and Cash Equivalents	\$ -	\$ -	\$ -	\$ 32,764
1240	Due from Other Governments	-	62,088	16,026	-
1250	Accrued Interest	-	-	-	-
1260	Due from Other Funds	-	4,438	-	-
1290	Other Receivables	-	-	-	-
1300	Inventories	-	-	-	-
1410	Prepayments	-	-	-	-
1000	Total Assets	<u>\$ -</u>	<u>\$ 66,526</u>	<u>\$ 16,026</u>	<u>\$ 32,764</u>
LIABILITIES					
2110	Accounts Payable	\$ -	\$ -	\$ -	\$ -
2150	Payroll Deductions and Withholdings Payable	-	2,183	-	-
2160	Accrued Wages Payable	-	10,081	-	-
2170	Due to Other Funds	-	-	-	-
2180	Due to Other Governments	-	-	-	-
2190	Due to Student Groups	-	-	-	-
2300	Unearned Revenue	-	44,435	-	-
2000	Total Liabilities	<u>-</u>	<u>56,699</u>	<u>-</u>	<u>-</u>
FUND BALANCES					
Nonspendable Fund Balance:					
3410	Inventories	-	-	-	-
3430	Prepaid Items	-	-	-	-
Restricted Fund Balance:					
3450	Federal or State Funds Grant Restriction	-	9,827	16,026	32,764
3470	Capital Acquisition and Contractual Obligation	-	-	-	-
Committed Fund Balance:					
3545	Other Committed Fund Balance	-	-	-	-
3000	Total Fund Balances	<u>-</u>	<u>9,827</u>	<u>16,026</u>	<u>32,764</u>
4000	Total Liabilities and Fund Balances	<u>\$ -</u>	<u>\$ 66,526</u>	<u>\$ 16,026</u>	<u>\$ 32,764</u>

410 State Instructional Materials	427 State Read to Succeed Program	429 Other State Special Revenue Funds	461 & Fund 483 Activity Funds	492 Education Foundation	499 Other Local Special Revenue Funds	Total Nonmajor Special Revenue Funds	617 2017 Bond Program
\$ 1,047,273 247,281 - - - - -	\$ 889 - - - - - -	\$ - 1,392,667 - - - - -	\$ 2,396,580 - - - 2,329 - 720	\$ 151,598 - - - 29,505 - -	\$ 11,705 - - - - - -	\$ 9,848,346 7,309,683 - 129,251 32,099 113,464 45,088	\$ 9,938,381 - 85 - - - -
<u>\$ 1,294,554</u>	<u>\$ 889</u>	<u>\$ 1,392,667</u>	<u>\$ 2,399,629</u>	<u>\$ 181,103</u>	<u>\$ 11,705</u>	<u>\$ 17,477,931</u>	<u>\$ 9,938,466</u>
\$ 330,996 - - - - - -	\$ 1 - - - - -	\$ 1,308,950 44 - 72,495 - - -	\$ 11,901 969 - 7,780 - - 1,750	\$ - - - 29,505 - - -	\$ - - - - 4,028 -	\$ 1,828,083 151,433 1,261,535 5,515,590 12 4,028 326,262	\$ 3,539,430 529 - - - - -
<u>330,996</u>	<u>1</u>	<u>1,381,489</u>	<u>22,400</u>	<u>29,505</u>	<u>4,028</u>	<u>9,086,943</u>	<u>3,539,959</u>
- -	- -	- -	- 720	- -	- -	113,464 45,088	- -
963,558 -	888 -	11,178 -	- -	151,598 -	7,677 -	5,855,927 -	- 6,398,507
-	-	-	2,376,509	-	-	2,376,509	-
<u>963,558</u>	<u>888</u>	<u>11,178</u>	<u>2,377,229</u>	<u>151,598</u>	<u>7,677</u>	<u>8,390,988</u>	<u>6,398,507</u>
<u>\$ 1,294,554</u>	<u>\$ 889</u>	<u>\$ 1,392,667</u>	<u>\$ 2,399,629</u>	<u>\$ 181,103</u>	<u>\$ 11,705</u>	<u>\$ 17,477,931</u>	<u>\$ 9,938,466</u>

MANSFIELD INDEPENDENT SCHOOL DISTRICT
 COMBINING BALANCE SHEET
 NONMAJOR GOVERNMENTAL FUNDS
 JUNE 30, 2023

Data Control Codes		698 Capital Projects Fund	Total Nonmajor Capital Project Funds	Total Nonmajor Governmental Funds
ASSETS				
1110	Cash and Cash Equivalents	\$ 17,779,652	\$ 27,718,033	\$ 37,566,379
1240	Due from Other Governments	-	-	7,309,683
1250	Accrued Interest	-	85	85
1260	Due from Other Funds	-	-	129,251
1290	Other Receivables	2,150	2,150	34,249
1300	Inventories	-	-	113,464
1410	Prepayments	-	-	45,088
1000	Total Assets	<u>\$ 17,781,802</u>	<u>\$ 27,720,268</u>	<u>\$ 45,198,199</u>
LIABILITIES				
2110	Accounts Payable	\$ 198,340	\$ 3,737,770	\$ 5,565,853
2150	Payroll Deductions and Withholdings Payable	-	529	151,962
2160	Accrued Wages Payable	-	-	1,261,535
2170	Due to Other Funds	-	-	5,515,590
2180	Due to Other Governments	-	-	12
2190	Due to Student Groups	-	-	4,028
2300	Unearned Revenue	-	-	326,262
2000	Total Liabilities	<u>198,340</u>	<u>3,738,299</u>	<u>12,825,242</u>
FUND BALANCES				
Nonspendable Fund Balance:				
3410	Inventories	-	-	113,464
3430	Prepaid Items	-	-	45,088
Restricted Fund Balance:				
3450	Federal or State Funds Grant Restriction	-	-	5,855,927
3470	Capital Acquisition and Contractual Obligation	-	6,398,507	6,398,507
Committed Fund Balance:				
3545	Other Committed Fund Balance	17,583,462	17,583,462	19,959,971
3000	Total Fund Balances	<u>17,583,462</u>	<u>23,981,969</u>	<u>32,372,957</u>
4000	Total Liabilities and Fund Balances	<u>\$ 17,781,802</u>	<u>\$ 27,720,268</u>	<u>\$ 45,198,199</u>



MANSFIELD INDEPENDENT SCHOOL DISTRICT
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCES - NONMAJOR GOVERNMENTAL FUNDS
FOR THE YEAR ENDED JUNE 30, 2023

Data Control Codes	211 ESEA I, A Improving Basic Program	224 IDEA - Part B Formula	225 IDEA - Part B Preschool	240 National Breakfast and Lunch Program
REVENUES:				
5700 Total Local and Intermediate Sources	\$ -	\$ -	\$ -	\$ 7,819,216
5800 State Program Revenues	-	-	-	415,492
5900 Federal Program Revenues	4,251,572	5,010,232	61,668	13,325,757
5020 Total Revenues	4,251,572	5,010,232	61,668	21,560,465
EXPENDITURES:				
Current:				
0011 Instruction	3,532,963	1,383,807	59,082	-
0012 Instructional Resources and Media Services	32,457	-	-	-
0013 Curriculum and Instructional Staff Development	304,360	2,391	-	-
0021 Instructional Leadership	110,924	2,169	-	-
0023 School Leadership	50,247	-	-	-
0031 Guidance, Counseling, and Evaluation Services	3,702	3,463,096	-	-
0033 Health Services	-	-	-	-
0034 Student (Pupil) Transportation	-	-	-	-
0035 Food Services	-	-	-	22,300,147
0036 Extracurricular Activities	845	-	-	-
0041 General Administration	637	-	-	-
0051 Facilities Maintenance and Operations	-	-	-	299,707
0052 Security and Monitoring Services	-	9,482	2,586	16,790
0053 Data Processing Services	-	-	-	-
0061 Community Services	215,437	-	-	-
Debt Service:				
0071 Principal on Long-Term Liabilities	-	-	-	3,993
0072 Interest on Long-Term Liabilities	-	-	-	127
Capital Outlay:				
0081 Facilities Acquisition and Construction	-	-	-	22,250
Intergovernmental:				
0093 Payments to Fiscal Agent/Member Districts of SSA	-	149,287	-	-
6030 Total Expenditures	4,251,572	5,010,232	61,668	22,643,014
1100 Excess (Deficiency) of Revenues Over (Under) Expenditures	-	-	-	(1,082,549)
OTHER FINANCING SOURCES (USES):				
7912 Sale of Real and Personal Property	-	-	-	47,808
7915 Transfers In	-	-	-	-
7080 Total Other Financing Sources (Uses)	-	-	-	47,808
EXTRAORDINARY ITEMS:				
7919 Extraordinary Item - Insurance Proceeds	-	-	-	-
1200 Net Change in Fund Balance	-	-	-	(1,034,741)
0100 Fund Balance - July 1 (Beginning)	-	-	-	4,934,141
3000 Fund Balance - June 30 (Ending)	\$ -	\$ -	\$ -	\$ 3,899,400

242 Summer Feeding Program	244 Career and Technical - Basic Grant	255 ESEA II, A Training and Recruiting	263 Title III, A English Lang. Acquisition	265 Title IV, B Community Learning	272 Medicaid Admin. Claim MAC	281 ESSER II CRRSA Act Supplemental	284 IDEA B Formula ARP Act
\$ 2,149,955	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
137,185	366,762	846,481	496,277	1,543,551	77,169	3,840,615	776,351
140,289	366,762	846,481	496,277	1,543,551	77,169	3,840,615	776,351
-	366,762	20,834	168,283	-	-	-	597,745
-	-	-	-	-	-	-	-
-	-	713,443	306,287	-	-	-	-
-	-	112,204	3,559	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	178,606
-	-	-	-	-	77,169	-	-
198,031	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	3,578,814	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	18,148	1,543,551	-	-	-
-	-	-	-	-	-	259,196	-
-	-	-	-	-	-	2,605	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
198,031	366,762	846,481	496,277	1,543,551	77,169	3,840,615	776,351
(57,742)	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
(57,742)	-	-	-	-	-	-	-
978,584	-	-	-	-	-	-	-
\$ 920,842	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -

MANSFIELD INDEPENDENT SCHOOL DISTRICT
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCES - NONMAJOR GOVERNMENTAL FUNDS
FOR THE YEAR ENDED JUNE 30, 2023

Data Control Codes	285 IDEA B Preschool ARP Act	289 Other Federal Special Revenue Funds	385 Visually Impaired SSVI	397 Advanced Placement Incentives
REVENUES:				
5700 Total Local and Intermediate Sources	\$ -	\$ -	\$ -	\$ -
5800 State Program Revenues	-	-	32,052	16,240
5900 Federal Program Revenues	-	278,503	-	-
5020 Total Revenues	-	278,503	32,052	16,240
EXPENDITURES:				
Current:				
0011 Instruction	-	47,593	16,026	-
0012 Instructional Resources and Media Services	-	-	-	-
0013 Curriculum and Instructional Staff Development	-	8,700	-	-
0021 Instructional Leadership	-	88,227	-	-
0023 School Leadership	-	1,700	-	-
0031 Guidance, Counseling, and Evaluation Services	-	126,028	-	-
0033 Health Services	-	-	-	-
0034 Student (Pupil) Transportation	-	-	-	-
0035 Food Services	-	-	-	-
0036 Extracurricular Activities	-	-	-	-
0041 General Administration	-	-	-	-
0051 Facilities Maintenance and Operations	-	-	-	-
0052 Security and Monitoring Services	-	7,374	-	-
0053 Data Processing Services	-	-	-	-
0061 Community Services	-	-	-	-
Debt Service:				
0071 Principal on Long-Term Liabilities	-	-	-	-
0072 Interest on Long-Term Liabilities	-	-	-	-
Capital Outlay:				
0081 Facilities Acquisition and Construction	-	-	-	-
Intergovernmental:				
0093 Payments to Fiscal Agent/Member Districts of SSA	-	-	-	-
6030 Total Expenditures	-	279,622	16,026	-
1100 Excess (Deficiency) of Revenues Over (Under) Expenditures	-	(1,119)	16,026	16,240
OTHER FINANCING SOURCES (USES):				
7912 Sale of Real and Personal Property	-	-	-	-
7915 Transfers In	-	-	-	-
7080 Total Other Financing Sources (Uses)	-	-	-	-
EXTRAORDINARY ITEMS:				
7919 Extraordinary Item - Insurance Proceeds	-	-	-	-
1200 Net Change in Fund Balance	-	(1,119)	16,026	16,240
0100 Fund Balance - July 1 (Beginning)	-	10,944	-	16,524
3000 Fund Balance - June 30 (Ending)	\$ -	\$ 9,825	\$ 16,026	\$ 32,764

410 State Instructional Materials	427 State Read to Succeed Program	429 Other State Special Revenue Funds	461 & Fund 483 Activity Funds	492 Education Foundation	499 Other Local Special Revenue Funds	Total Nonmajor Special Revenue Funds	617 2017 Bond Program
\$ -	\$ -	\$ -	\$ 2,966,563	\$ 156,151	\$ -	\$ 10,944,079	\$ 471,711
1,322,341	137	1,393,374	6,391	-	-	3,186,982	32,491
-	-	-	-	-	-	31,012,123	-
1,322,341	137	1,393,374	2,972,954	156,151	-	45,143,184	504,202
1,312,441	-	3,774	1,529,336	109,228	286	9,148,160	-
-	31	-	86,525	895	-	119,908	-
-	-	76,379	33,973	2,943	-	1,448,476	-
-	-	-	-	-	-	317,083	-
-	-	-	128,282	-	-	180,229	-
-	-	1,030	5,771	4,236	-	3,782,469	-
-	-	-	1,763	-	-	78,932	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	22,498,178	-
-	-	-	770,849	-	-	771,694	-
-	-	-	-	-	-	637	-
-	-	-	55,105	-	-	3,933,626	-
-	-	1,309,470	20,555	-	-	1,366,257	-
-	-	-	-	-	-	-	-
-	-	-	27,904	2,364	-	1,807,404	-
-	-	-	-	-	-	263,189	2,759
-	-	-	-	-	-	2,732	88
-	-	-	-	-	-	22,250	9,217,756
-	-	-	-	-	-	149,287	-
1,312,441	31	1,390,653	2,660,063	119,666	286	45,890,511	9,220,603
9,900	106	2,721	312,891	36,485	(286)	(747,327)	(8,716,401)
-	-	-	-	-	-	47,808	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	47,808	-
-	-	-	-	-	-	-	-
9,900	106	2,721	312,891	36,485	(286)	(699,519)	(8,716,401)
953,658	782	8,457	2,064,339	115,114	7,963	9,090,506	15,114,908
\$ 963,558	\$ 888	\$ 11,178	\$ 2,377,230	\$ 151,599	\$ 7,677	\$ 8,390,987	\$ 6,398,507

MANSFIELD INDEPENDENT SCHOOL DISTRICT
 COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
 FUND BALANCES - NONMAJOR GOVERNMENTAL FUNDS
 FOR THE YEAR ENDED JUNE 30, 2023

Data Control Codes	698 Capital Projects Fund	Total Nonmajor Capital Project Funds	Total Nonmajor Governmental Funds
REVENUES:			
5700 Total Local and Intermediate Sources	\$ 23,810	\$ 495,521	\$ 11,439,600
5800 State Program Revenues	-	32,491	3,219,473
5900 Federal Program Revenues	-	-	31,012,123
5020 Total Revenues	23,810	528,012	45,671,196
EXPENDITURES:			
Current:			
0011 Instruction	1,699,231	1,699,231	10,847,391
0012 Instructional Resources and Media Services	2,333	2,333	122,241
0013 Curriculum and Instructional Staff Development	-	-	1,448,476
0021 Instructional Leadership	8,456	8,456	325,539
0023 School Leadership	202	202	180,431
0031 Guidance, Counseling, and Evaluation Services	2,018	2,018	3,784,487
0033 Health Services	-	-	78,932
0034 Student (Pupil) Transportation	3,511,222	3,511,222	3,511,222
0035 Food Services	-	-	22,498,178
0036 Extracurricular Activities	11,219	11,219	782,913
0041 General Administration	81,686	81,686	82,323
0051 Facilities Maintenance and Operations	1,348,482	1,348,482	5,282,108
0052 Security and Monitoring Services	3,519,125	3,519,125	4,885,382
0053 Data Processing Services	2,462,828	2,462,828	2,462,828
0061 Community Services	-	-	1,807,404
Debt Service:			
0071 Principal on Long-Term Liabilities	-	2,759	265,948
0072 Interest on Long-Term Liabilities	-	88	2,820
Capital Outlay:			
0081 Facilities Acquisition and Construction	620,772	9,838,528	9,860,778
Intergovernmental:			
0093 Payments to Fiscal Agent/Member Districts of SSA	-	-	149,287
6030 Total Expenditures	13,267,574	22,488,177	68,378,688
1100 Excess (Deficiency) of Revenues Over (Under) Expenditures	(13,243,764)	(21,960,165)	(22,707,492)
OTHER FINANCING SOURCES (USES):			
7912 Sale of Real and Personal Property	-	-	47,808
7915 Transfers In	14,000,000	14,000,000	14,000,000
7080 Total Other Financing Sources (Uses)	14,000,000	14,000,000	14,047,808
EXTRAORDINARY ITEMS:			
7919 Extraordinary Item - Insurance Proceeds	1,049,240	1,049,240	1,049,240
1200 Net Change in Fund Balance	1,805,476	(6,910,925)	(7,610,444)
0100 Fund Balance - July 1 (Beginning)	15,777,987	30,892,895	39,983,401
3000 Fund Balance - June 30 (Ending)	\$ 17,583,463	\$ 23,981,970	\$ 32,372,957

MANSFIELD INDEPENDENT SCHOOL DISTRICT
 COMBINING STATEMENT OF NET POSITION
 NONMAJOR ENTERPRISE FUNDS
 JUNE 30, 2023

	711 Daycare and Afterschool Care Programs	712 Natatorium	714 Adult Education	Total Nonmajor Enterprise Funds
ASSETS				
Current Assets:				
Cash and Cash Equivalents	\$ 1,967,407	\$ -	\$ 3,769	\$ 1,971,176
Other Receivables	-	1,555	-	1,555
Prepayments	2,189	-	-	2,189
Total Assets	<u>1,969,596</u>	<u>1,555</u>	<u>3,769</u>	<u>1,974,920</u>
LIABILITIES				
Current Liabilities:				
Accounts Payable	18,987	23,162	-	42,149
Payroll Deductions and Withholdings Payable	5,439	509	-	5,948
Accrued Wages Payable	42,950	-	-	42,950
Due to Other Funds	22,792	48,128	-	70,920
Total Liabilities	<u>90,168</u>	<u>71,799</u>	<u>-</u>	<u>161,967</u>
NET POSITION				
Unrestricted Net Position	<u>1,879,428</u>	<u>(70,244)</u>	<u>3,769</u>	<u>1,812,953</u>
Total Net Position	<u>\$ 1,879,428</u>	<u>\$ (70,244)</u>	<u>\$ 3,769</u>	<u>\$ 1,812,953</u>

MANSFIELD INDEPENDENT SCHOOL DISTRICT
 COMBINING STATEMENT OF REVENUES, EXPENSES AND CHANGES IN FUND NET POSITION
 NONMAJOR ENTERPRISE FUNDS
 FOR THE YEAR ENDED JUNE 30, 2023

	711 Daycare and Afterschool Care Programs	712 Natatorium	714 Adult Education	Total Nonmajor Enterprise Funds
OPERATING REVENUES:				
Local and Intermediate Sources	\$ 3,527,352	\$ 872,536	\$ -	\$ 4,399,888
Total Operating Revenues	<u>3,527,352</u>	<u>872,536</u>	<u>-</u>	<u>4,399,888</u>
OPERATING EXPENSES:				
Payroll Costs	2,305,248	496,583	-	2,801,831
Professional and Contracted Services	6,764	225,735	-	232,499
Supplies and Materials	156,703	104,403	-	261,106
Other Operating Costs	243,464	124,440	-	367,904
Debt Service	1,320	1,440	-	2,760
Capital Outlay	17,111	3,500	-	20,611
Total Operating Expenses	<u>2,730,610</u>	<u>956,101</u>	<u>-</u>	<u>3,686,711</u>
Operating Income (Loss)	796,742	(83,565)	-	713,177
Total Net Position - July 1 (Beginning)	<u>1,082,686</u>	<u>13,321</u>	<u>3,769</u>	<u>1,099,776</u>
Total Net Position - June 30 (Ending)	<u>\$ 1,879,428</u>	<u>\$ (70,244)</u>	<u>\$ 3,769</u>	<u>\$ 1,812,953</u>

MANSFIELD INDEPENDENT SCHOOL DISTRICT
 COMBINING STATEMENT OF CASH FLOWS
 NONMAJOR ENTERPRISE FUNDS
 FOR THE YEAR ENDED JUNE 30, 2023

	711 Daycare and Afterschool Care Programs	712 Natatorium	714 Adult Education	Total Nonmajor Enterprise Funds
<u>Cash Flows from Operating Activities:</u>				
Cash Received from User Charges	\$ 3,511,552	\$ 870,981	\$ -	\$ 4,382,533
Cash Payments to Employees for Services	2,304,976	496,583	-	2,801,559
Cash Payments for Contracted Services	6,764	225,735	-	232,499
Cash Payments for Suppliers	143,078	122,850	-	265,928
Cash Payments for Other Operating Expenses	243,464	124,442	-	367,906
Cash Payments for Debt Service	1,320	1,440	-	2,760
Cash Payments for Capital Outlay	17,111	3,500	-	20,611
Net Cash Provided by (Used for) Operating Activities	6,228,265	1,845,531	-	8,073,796
Net Increase (Decrease) in Cash and Cash Equivalents	709,911	(101,266)	-	608,645
Cash and Cash Equivalents at Beginning of Year	1,257,496	101,266	3,769	1,362,531
Cash and Cash Equivalents at End of Year	<u>\$ 1,967,407</u>	<u>\$ -</u>	<u>\$ 3,769</u>	<u>\$ 1,971,176</u>
<u>Reconciliation of Operating Income (Loss) to Net Cash</u>				
<u>Provided by (Used for) Operating Activities:</u>				
Operating Income (Loss):	\$ 796,742	\$ (83,565)	\$ -	\$ 713,177
Effect of Increases and Decreases in Current Assets and Liabilities:				
Decrease (increase) in Receivables	-	(1,555)	-	(1,555)
Decrease (increase) in Prepaid Expenses	(2,189)	-	-	(2,189)
Increase (decrease) in Accounts Payable	15,814	(18,447)	-	(2,633)
Increase (decrease) in Payroll Deductions	105	19	-	124
Increase (decrease) in Accrued Wages Payable	272	-	-	272
Increase (decrease) in Unearned Revenue	(15,800)	-	-	(15,800)
Increase (decrease) in Due to Other Funds	(85,033)	2,282	-	(82,751)
Net Cash Provided by (Used for) Operating Activities	<u>\$ 709,911</u>	<u>\$ (101,266)</u>	<u>\$ -</u>	<u>\$ 608,645</u>

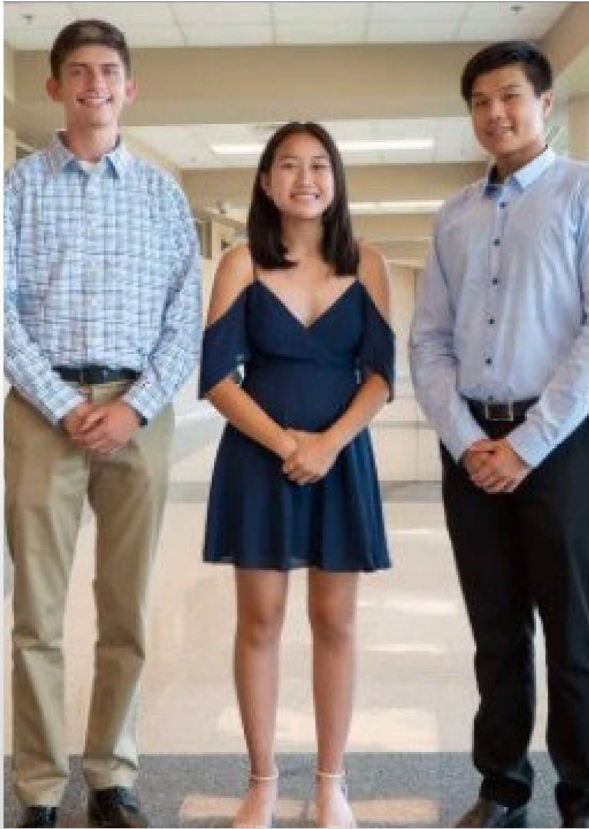
MANSFIELD INDEPENDENT SCHOOL DISTRICT
 COMBINING STATEMENT OF FIDUCIARY NET POSITION
 CUSTODIAL FUNDS
 JUNE 30, 2023

	823 Local Scholarships	826 UIL/DEC Fund	865 Custodial Fund Student Activity Acct	876 Custodial Sunshine Fund	Total Custodial Funds
ASSETS					
Current Assets:					
Cash and Cash Equivalents	\$ 109,251	\$ -	\$ 907,684	\$ 14,091	\$ 1,031,026
Due from Other Governments	-	22,412	-	-	22,412
Other Receivables	-	13,204	84	-	13,288
Prepayments	-	-	1,000	-	1,000
Total Assets	<u>109,251</u>	<u>35,616</u>	<u>908,768</u>	<u>14,091</u>	<u>1,067,726</u>
LIABILITIES					
Current Liabilities:					
Accounts Payable	104,558	646	31,247	-	136,451
Payroll Deductions and Withholdings Payable	-	340	65	-	405
Due to Other Funds	-	34,630	-	-	34,630
Due to Student Groups	-	-	-	14,091	14,091
Payable from Restricted Assets	4,693	-	-	-	4,693
Total Liabilities	<u>109,251</u>	<u>35,616</u>	<u>31,312</u>	<u>14,091</u>	<u>190,270</u>
NET POSITION					
Restricted for Campus Activities	\$ -	\$ -	\$ 877,456	\$ -	\$ 877,456
Total Net Position	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 877,456</u>	<u>\$ -</u>	<u>\$ 877,456</u>

MANSFIELD INDEPENDENT SCHOOL DISTRICT
 COMBINING STATEMENT OF CHANGES IN FIDUCIARY NET POSITION
 CUSTODIAL FUNDS
 FOR FISCAL YEAR 2023

	823 Local Scholarships	826 UIL/DEC Fund	865 Custodial Fund Student Activity Acct	876 Custodial Sunshine Fund	Total Total Custodial Funds
ADDITIONS:					
Miscellaneous Revenue - Rent	\$ -	\$ 53,320	\$ -	\$ -	\$ 53,320
Contributions to Student Groups	-	-	80,099	-	80,099
Miscellaneous Revenue - Student Activities	-	-	1,537,152	-	1,537,152
Miscellaneous Revenue - Gate Fees	-	77,233	-	-	77,233
Miscellaneous Revenue - UIL District Fees	-	227,398	-	-	227,398
Total Additions	-	357,951	1,617,251	-	1,975,202
DEDUCTIONS:					
Payroll Costs	-	-	8,512	-	8,512
Professional and Contracted Services	-	82,353	425,359	-	507,712
Supplies and Materials	-	490	275,831	-	276,321
Other Deductions	-	154,727	907,004	-	1,061,731
Total Deductions	-	237,570	1,616,706	-	1,854,276
Change in Net Position	-	120,381	545	-	120,926
Net Position - July 1 (Beginning)	-	(120,381)	876,224	-	755,843
Net Position - June 30 (Ending)	\$ -	\$ -	\$ 876,769	\$ -	\$ 876,769





Required TEA Schedules

MANSFIELD INDEPENDENT SCHOOL DISTRICT
SCHEDULE OF DELINQUENT TAXES RECEIVABLE
FISCAL YEAR ENDED JUNE 30, 2023

Last 10 Years	(1)	(2)	(3)
	Tax Rates		Assessed/Appraised Value for School Tax Purposes
	Maintenance	Debt Service	
2014 and prior years	Various	Various	\$ 8,828,749,026
2015	1.040000	0.487100	9,072,174,412
2016	1.040000	0.470000	10,658,635,170
2017	1.040000	0.470000	11,444,353,095
2018	1.040000	0.500000	12,548,024,977
2019	1.040000	0.500000	13,939,141,882
2020	0.970000	0.490000	15,410,617,919
2021	0.956400	0.490000	15,567,029,316
2022	1.058300	0.360000	17,221,953,433
2023 (School year under audit)	0.974600	0.360000	19,222,924,840
1000 TOTALS			
8000 Total Taxes Refunded Under Section 26.115, Tax Code			

(10) Beginning Balance 7/1/2022	(20) Current Year's Total Levy	(31) Maintenance Collections	(32) Debt Service Collections	(40) Entire Year's Adjustments	(50) Ending Balance 6/30/2023
\$ 2,095,374	\$ -	\$ 15,900	\$ 7,447	\$ (516,318)	\$ 1,555,709
176,140	-	2,936	1,375	(40)	171,789
316,338	-	4,300	1,943	(172)	309,923
213,048	-	8,223	3,716	(172)	200,937
231,969	-	20,550	9,880	(1,723)	199,816
542,649	-	38,061	18,298	15,969	502,259
532,173	-	187,087	94,508	122,017	372,595
1,007,840	-	105,363	53,981	(330,684)	517,812
3,951,832	-	2,077,382	706,659	(711,579)	456,212
-	249,133,769	185,096,849	68,371,502	7,015,871	2,681,289
<u>\$ 9,067,363</u>	<u>\$ 249,133,769</u>	<u>\$ 187,556,651</u>	<u>\$ 69,269,309</u>	<u>\$ 5,593,169</u>	<u>\$ 6,968,341</u>
		<u>\$ 105,128</u>			

MANSFIELD INDEPENDENT SCHOOL DISTRICT
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL - CHILD NUTRITION PROGRAM
FOR THE YEAR ENDED JUNE 30, 2023

Data Control Codes	Budgeted Amounts		Actual Amounts (GAAP BASIS)	Variance With Final Budget Positive or (Negative)
	Original	Final		
REVENUES:				
5700 Total Local and Intermediate Sources	\$ 8,479,200	\$ 8,496,200	\$ 7,819,216	\$ (676,984)
5800 State Program Revenues	586,000	656,000	415,492	(240,508)
5900 Federal Program Revenues	12,404,800	13,513,799	13,325,757	(188,042)
5020 Total Revenues	21,470,000	22,665,999	21,560,465	(1,105,534)
EXPENDITURES:				
Current:				
0035 Food Services	21,652,641	22,970,217	22,300,147	670,070
0051 Facilities Maintenance and Operations	317,318	327,318	299,707	27,611
0052 Security and Monitoring Services	-	26,790	16,790	10,000
Debt Service:				
0071 Principal on Long-Term Liabilities	-	-	3,993	(3,993)
0072 Interest on Long-Term Liabilities	-	-	127	(127)
Capital Outlay:				
0081 Facilities Acquisition and Construction	-	44,250	22,250	22,000
6030 Total Expenditures	21,969,959	23,368,575	22,643,014	725,561
1100 Excess (Deficiency) of Revenues Over (Under) Expenditures	(499,959)	(702,576)	(1,082,549)	(379,973)
OTHER FINANCING SOURCES (USES):				
7912 Sale of Real and Personal Property	30,000	30,000	47,808	17,808
1200 Net Change in Fund Balances	(469,959)	(672,576)	(1,034,741)	(362,165)
0100 Fund Balance - July 1 (Beginning)	-	4,934,141	4,934,141	-
3000 Fund Balance - June 30 (Ending)	\$ (469,959)	\$ 4,261,565	\$ 3,899,400	\$ (362,165)

MANSFIELD INDEPENDENT SCHOOL DISTRICT
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL - DEBT SERVICE FUND
FOR THE YEAR ENDED JUNE 30, 2023

Data Control Codes	Budgeted Amounts		Actual Amounts (GAAP BASIS)	Variance With Final Budget Positive or (Negative)
	Original	Final		
REVENUES:				
5700 Total Local and Intermediate Sources	\$ 65,512,710	\$ 69,683,294	\$ 72,049,167	\$ 2,365,873
5800 State Program Revenues	1,785,298	2,981,509	2,532,914	(448,595)
5020 Total Revenues	67,298,008	72,664,803	74,582,081	1,917,278
EXPENDITURES:				
Debt Service:				
0071 Principal on Long-Term Liabilities	35,620,973	56,440,342	39,965,000	16,475,342
0072 Interest on Long-Term Liabilities	31,647,035	16,189,461	31,647,034	(15,457,573)
0073 Bond Issuance Cost and Fees	30,000	35,000	27,899	7,101
6030 Total Expenditures	67,298,008	72,664,803	71,639,933	1,024,870
1200 Net Change in Fund Balances	-	-	2,942,148	2,942,148
0100 Fund Balance - July 1 (Beginning)	-	58,068,483	58,068,483	-
3000 Fund Balance - June 30 (Ending)	\$ -	\$ 58,068,483	\$ 61,010,631	\$ 2,942,148

MANSFIELD INDEPENDENT SCHOOL DISTRICT
 USE OF FUNDS REPORT - SELECT STATE ALLOTMENT PROGRAMS
 FOR THE YEAR ENDED JUNE 30, 2023

Section A: Compensatory Education Programs

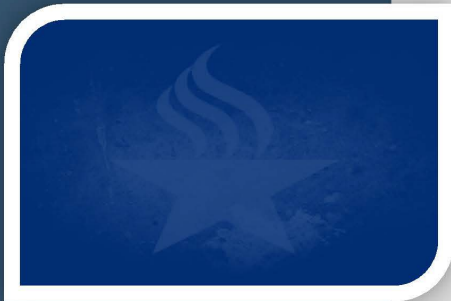
AP1	Did your LEA expend any state compensatory education program state allotment funds during the district's fiscal year?	Yes
AP2	Does the LEA have written policies and procedures for its state compensatory education program?	Yes
AP3	List the total state allotment funds received for state compensatory education programs during the district's fiscal year.	\$24,941,495
AP4	List the actual direct program expenditures for state compensatory education programs during the LEA's fiscal year.	\$12,868,022

Section B: Bilingual Education Programs

AP5	Did your LEA expend any bilingual education program state allotment funds during the LEA's fiscal year?	Yes
AP6	Does the LEA have written policies and procedures for its bilingual education program?	Yes
AP7	List the total state allotment funds received for bilingual education programs during the LEA's fiscal year.	\$2,934,166
AP8	List the actual direct program expenditures for bilingual education programs during the LEA's fiscal year.	\$1,350,820



Statistical Section





STATISTICAL SECTION

The statistical section of the Mansfield Independent School District's Annual Comprehensive Financial Report presents detailed information (both of current and historical) as a context for understanding what the information in the financial statements, note disclosures, required supplementary information, and other supplementary information says about the District's economic condition and overall financial health. To assist financial statement users, this section is categorized as follows:

Financial Trends

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

Revenue Capacity

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

Debt Capacity

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

Demographic and Economic Information

These schedules offer demographic and economic indicators to aid in understanding the socioeconomic environment in which the District operates and to facilitate comparisons over time.

Operating Information

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

MANSFIELD INDEPENDENT SCHOOL DISTRICT
NET POSITION BY COMPONENT – TABLE 1
LAST TEN FISCAL YEARS
(ACCRUAL BASIS OF ACCOUNTING)

	2023	2022	2021	2020
Governmental Activities:				
Net Investment in				
Capital Assets	\$ (39,989,624)	(48,139,000) \$	(42,032,213) \$	(43,167,053)
Restricted	56,181,139	54,151,896	49,645,293	48,099,211
Unrestricted	(72,179,217)	(80,859,290)	(111,713,580)	(118,447,134)
Total Governmental Activities Net Position	(55,987,702)	(74,846,394)	(104,100,500)	(113,514,976)
Business-Type Activities:				
Unrestricted	1,812,953	1,099,776	774,803	1,740,235
Total Business-Type Activities Net Position	1,812,953	1,099,776	774,803	1,740,235
Primary Government:				
Net Investment in				
Capital Assets	(39,989,624)	(48,139,000)	(42,032,213)	(43,167,053)
Restricted	56,181,139	54,151,896	49,645,293	48,099,211
Unrestricted	(70,366,264)	(79,759,514)	(110,938,777)	(116,706,899)
Total Primary Government Activities Net Position	\$ (54,174,749)	\$ (73,746,618)	\$ (103,325,697)	\$ (111,774,741)

- (1) Net position decreased after the effect of a prior period adjustment for bond issuance costs with the implementation of GASB 65 and an increase of current year activities primarily due to an increase in property tax collections.
- (2) District changed the fiscal year from August 31st to June 30th, causing FY16 to be a ten month transition year.
- (3) Net position decreased after the effect of a prior period adjustment of OPEB costs with the implementation of GASB 75

Table 1

	<u>2019</u>	<u>2018(3)</u>	<u>2017</u>	<u>2016 (2)</u>	<u>2015</u>	<u>2014</u>
\$	(39,945,692)	\$ (50,278,200)	\$ (26,334,536)	\$ (39,531,821)	\$ (43,045,743)	\$ (24,672,550)
	39,539,476	42,870,496	17,514,139	17,165,462	14,740,490	35,442,189
	<u>(111,461,899)</u>	<u>(107,819,151)</u>	<u>34,893,251</u>	<u>61,904,059</u>	<u>41,629,583</u>	<u>68,608,559</u>
	<u>(111,868,115)</u>	<u>(115,226,855)</u>	<u>26,072,854</u>	<u>39,537,700 (1)</u>	<u>13,324,330</u>	<u>79,378,198</u>
	<u>1,676,787</u>	<u>1,507,088</u>	<u>1,514,588</u>	<u>1,484,837</u>	<u>1,446,756</u>	<u>1,254,381</u>
	<u>1,676,787</u>	<u>1,507,088</u>	<u>1,514,588</u>	<u>1,484,837</u>	<u>1,446,756</u>	<u>1,254,381</u>
	(39,945,692)	(50,278,200)	(26,334,536)	(39,531,821)	(43,045,743)	(24,672,550)
	39,539,476	42,870,496	17,514,139	17,165,462	14,740,490	35,442,189
	<u>(109,785,112)</u>	<u>(106,312,063)</u>	<u>36,407,839</u>	<u>63,388,896</u>	<u>43,076,339</u>	<u>69,862,940</u>
\$	<u><u>(110,191,328)</u></u>	<u><u>(113,719,767)</u></u>	<u><u>27,587,442</u></u>	<u><u>41,022,537</u></u>	<u><u>14,771,086</u></u>	<u><u>80,632,579</u></u>

MANSFIELD INDEPENDENT SCHOOL DISTRICT
CHANGES IN NET POSITION – TABLE 2
LAST TEN FISCAL YEARS (ACCRUAL BASIS OF ACCOUNTING)

	2023	2022	2021	2020
Expenses		(3)		
Governmental Activities:				
Instruction	\$ 239,326,462	\$ 220,513,831	\$ 235,378,448	\$ 242,437,210
Instructional Resources and Media Services	6,075,580	5,582,918	5,826,564	5,946,947
Curriculum and Instructional Staff Development	5,386,964	5,180,660	5,141,403	5,336,772
Instructional Leadership	6,603,503	5,025,879	4,316,292	4,519,751
School Leadership	23,336,670	20,693,551	21,813,673	22,562,942
Guidance, Counseling, and Evaluation Services	13,653,307	12,490,896	13,837,121	14,901,007
Social Work Services	378,196	15,766	13,577	41,252
Health Services	4,980,898	4,696,703	5,971,777	5,291,762
Student Transportation	19,507,782	16,362,606	15,260,507	15,625,678
Food Services	23,588,894	22,864,686	16,932,547	20,628,651
Extracurricular Activities	14,046,886	12,965,919	12,220,602	12,974,855
General Administration	8,004,062	7,342,661	7,283,261	7,453,245
Plant Maintenance and Operations	38,635,091	33,764,377	32,861,520	31,826,585
Security and Monitoring Services	10,640,366	7,987,704	7,738,138	7,584,278
Data Processing Services	9,764,320	6,843,047	5,494,185	5,178,959
Community Services	1,920,398	1,618,073	555,629	1,004,037
Interest on Long-term Debt	27,047,411	28,406,039	40,544,317	34,678,358
Bond Issuance Costs and Fees				
Facilities Acquisition and Construction				
Payments to Shared Services Arrangements	149,287	176,583	163,976	112,500
Payments to Juvenile Justice Alternative Ed. Program	1,314,036	1,240,317		
Other Intergovernmental Charges			1,202,009	1,180,086
Total Governmental Activities Expenses	454,360,113	413,772,216	432,555,546	439,284,875
Business-Type Activities:				
Day Care & Afterschool care Program	2,730,610	2,229,453	1,897,199	2,253,696
Natatorium	956,101	1,078,240	788,115	736,768
Adult Education				
Catering				66,988
Total Business-Type Expenses	3,686,711	3,307,693	2,685,314	3,057,452
Total Primary Government Expenses	458,046,824	417,079,909	435,240,860	442,342,327
Program Revenues				
Governmental Activities:				
Charges for Services:				
Instruction	511,681	590,274	311,548	186,714
Food Services	7,564,797	1,695,550	1,217,555	4,787,765
Extracurricular Activities	671,663	652,805	437,007	574,512
Other Activities				
Operating Grants and Contributions	57,052,685	53,493,842	60,213,536	60,107,060
Total Governmental Activities Program Revenues	65,800,826	56,432,471	62,179,646	65,656,051
Business-Type Activities:				
Charges for Services:				
Day Care & Afterschool care program	3,527,352	2,756,251	1,892,807	2,797,887
Natatorium	872,536	876,415	649,869	671,604
Adult Education				
Catering				51,409
Total Business-Type Activities Program Revenues	4,399,888	3,632,666	2,542,676	3,520,900
Total Primary Government Revenues	70,200,714	60,065,137	64,722,322	69,176,951
Net (Expense)/Revenue				
Governmental Activities	(388,559,287)	(357,339,745)	(370,375,900)	(373,628,824)
Business-Type Activities	713,177	324,973	(142,638)	463,448
Total Primary Government Net Expense	\$ (387,846,110)	\$ (357,014,772)	\$ (370,518,538)	\$ (373,165,376)
General Revenues and Other Changes in Net Position				
Governmental Activities:				
Property Taxes, Levied for General Purposes	\$ 188,958,289	\$ 179,594,357	\$ 153,000,643	\$ 148,433,000
Property Taxes, Levied for Debt Service	69,758,872	61,708,271	78,260,378	74,821,101
State-aid Formula Grants Not Restricted	132,997,046	137,524,832	134,815,669	144,253,373
Investment Earnings	7,684,631	631,347	736,430	4,401,700
Grants and Contributions Not Restricted to Specific Programs				
Miscellaneous	6,315,479	6,478,288	3,453,152	(327,211)
Extraordinary Item	1,049,240	250,000	350,000	
Gain on Sale of Capital Assets				
Special Item - Oil and gas funds	654,422	603,518	277,360	
Total Primary Government General Revenues	407,417,979	386,790,613	370,893,632	371,581,963
Prior Period Adjustment		(196,762)		
Change in Net Position - Total Primary Government	\$ 19,571,869	\$ 29,579,079	\$ 375,094	\$ (1,583,413)

- District changed the fiscal year from August 31st to June 30th, causing FY16 to be a ten month transition year.
The District implemented GASB 75, Accounting and Financial Reporting for Postemployment Benefits Other
- than Pensions requiring a prior period adjustment
- The District implemented GASB 87 for Leases of Right to Use Assets requiring a prior period adjustment for assumed accumulated depreciation

TABLE 2

2019	2018	2017	2016	2015	2014
	(2)		(1)		
\$ 229,107,658	\$ 150,430,954	\$ 209,606,195	\$ 189,208,988	\$ 196,877,689	\$ 184,350,106
3,951,231	4,501,210	5,749,795	4,784,056	5,148,254	5,006,141
5,233,880	2,942,028	3,734,124	2,981,156	3,009,627	3,018,380
4,198,627	2,283,692	3,337,935	2,824,063	3,218,190	4,775,035
19,824,910	14,399,260	17,723,656	17,080,137	18,597,772	16,402,242
15,091,355	8,660,521	13,883,147	11,093,643	11,310,609	10,648,255
14,067	18,711	11,847	176,479	8,984	6,680
4,965,745	3,061,958	5,065,973	5,821,137	4,681,032	4,398,982
13,067,784	9,404,927	9,877,060	11,154,026	11,497,836	10,858,804
16,433,643	17,123,826	17,254,724	15,478,401	16,105,884	16,202,321
11,607,002	10,837,511	12,098,882	8,234,188	9,789,023	9,647,359
7,484,602	5,219,762	8,774,962	6,069,681	6,577,006	6,334,806
30,098,925	23,591,848	30,401,466	25,089,753	28,269,616	29,335,643
7,267,997	3,231,200	4,702,763	3,448,765	3,880,820	3,481,481
12,027,956	3,599,415	5,337,701	3,749,626	3,623,084	4,375,949
825,626	429,124	858,142	373,064	380,162	304,351
31,577,451	31,135,307	30,456,653	20,022,826	35,612,988	31,118,938
797,614					
127,500	127,656	177,654	70,579	107,216	82,725
		129	10,707		19,173
1,147,860	1,061,384	981,185	761,482	900,491	947,074
414,851,433	292,060,294	380,033,993	328,432,757	359,596,283	341,314,445
1,763,388	516,742	357,426	219,591	200,221	200,754
935,134	940,532	669,329	581,830	489,968	435,715
1,346	4,670	7,095	16,436	5,057	
108,465	90,021	90,862			
2,808,333	1,551,965	1,124,712	817,857	695,246	636,469
417,659,766	293,612,259	381,158,705	329,250,614	360,291,529	341,950,914
215,549	219,729	158,316	240,549	195,506	247,111
6,724,708	6,736,680	6,681,100	6,371,846	6,458,270	6,047,179
574,051	739,993	831,400	973,848	870,908	758,176
					492,160
58,097,376	(11,782,229)	22,473,533	21,478,526	19,628,903	24,085,575
65,611,684	(4,085,827)	30,144,349	29,064,769	27,153,587	31,630,201
1,972,404	589,169	303,576	241,270	228,899	205,860
922,473	879,679	769,042	596,064	651,849	616,841
1,784	2,539	8,573	18,604	6,873	
81,371	73,078	73,272			
2,978,032	1,544,465	1,154,463	855,938	887,621	822,701
68,589,716	(2,541,362)	31,298,812	29,920,707	28,041,208	32,452,902
(349,239,749)	(296,146,121)	(349,889,644)	(299,367,988)	(332,442,696)	(309,684,244)
169,699	(7,500)	29,751	38,081	192,375	186,232
\$ (349,070,050)	\$ (296,153,621)	\$ (349,859,893)	\$ (299,329,907)	\$ (332,250,321)	\$ (309,498,012)
\$ 141,595,995	\$ 133,332,004	\$ 119,269,358	\$ 110,937,613	\$ 106,539,695	\$ 102,097,705
68,573,102	63,997,973	53,982,207	49,528,953	49,592,042	46,597,824
126,809,071	133,619,697	155,691,235	159,053,982	148,589,830	134,382,711
4,582,414	2,612,472	1,131,607		140,319	431,042
			463,804		
			4,839,409		2,966,262
11,037,907	5,067,415	3,522,747	185,346	8,978,765	4,324,631
	257,948	2,431,288	572,251	208,276	145,734
	382,030	396,356			
352,598,489	339,269,539	336,424,798	325,581,358	314,048,927	290,945,909
	(184,423,127)				
\$ 3,528,439	\$ (141,307,209)	\$ (13,435,095)	\$ 26,251,451	\$ (18,201,394)	\$ (18,552,103)

MANSFIELD INDEPENDENT SCHOOL DISTRICT
FUND BALANCES OF GOVERNMENTAL FUNDS – TABLE 3
LAST TEN FISCAL YEARS (MODIFIED ACCRUAL BASIS OF ACCOUNTING)

	<u>2023</u>	<u>2022</u>	<u>2021</u>	<u>2020</u>
General Fund (2)				
Non-Spendable	\$ 1,783,155	\$ 941,855	\$ 269,303	\$ 3,834,042
Restricted				
Committed				
Assigned				
Unassigned	114,697,377	115,240,877	112,366,124	99,366,775
Total General Fund	\$ <u>116,480,532</u>	\$ <u>116,182,732</u>	\$ <u>112,635,427</u>	\$ <u>103,200,817</u>
 All Other Governmental Funds (2)				
Non-spendable	\$ 158,552	204,402	\$ 211,128	\$ 80,083
Restricted	73,265,065	95,783,267	80,735,299	133,146,552
Committed	19,959,971	2,064,215	1,687,349	1,678,336
Total All Other Governmental Funds	\$ <u>93,383,588</u>	\$ <u>98,051,884</u>	\$ <u>82,633,776</u>	\$ <u>134,904,971</u>

- (1) The increases/decreases in fund balances are explained in the governmental funds section of the Management's Discussion and Analysis on page 18.
- (2) Budget deficits are expected to decrease.
- (3) The decrease is mostly due to ongoing construction renovation projects.
- (4) The fluctuations were primarily due to the outlay of bond proceeds for capital projects.
- (5) District changed the fiscal year from August 31st to June 30th, causing FY16 to be a ten month transition year.

Table 3

<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016 (6)</u>	<u>2015</u>	<u>2014</u>
\$ 925,049	\$ 866,909	\$ 1,286,060	\$ 985,788	\$ 1,441,526	\$ 1,228,365
				2,256,713	2,680,838
			(3)	2,752,666	14,492,082
<u>94,023,679</u>	<u>88,188,154</u>	<u>81,412,592</u>	<u>106,142,308</u>	<u>78,726,760</u>	<u>70,952,391</u>
<u>\$ 94,948,728</u>	<u>\$ 89,055,063</u>	<u>\$ 82,698,652</u>	<u>\$ 107,128,096</u>	<u>\$ 85,177,665</u>	<u>\$ 89,353,676</u>
\$ 237,877	\$ 651,282	\$ 1,192,561	\$ 68,065	\$ 112,248	\$
74,311,140	86,316,281	57,760,295	62,734,926 (4)	86,752,970	30,633,371
1,531,089	1,561,107	1,427,137	1,481,507	1,704,735	1,550,746
<u>\$ 76,080,106</u>	<u>\$ 88,528,670</u>	<u>\$ 60,379,993</u>	<u>\$ 64,284,498</u>	<u>\$ 88,569,953</u>	<u>\$ 32,184,117</u>

MANSFIELD INDEPENDENT SCHOOL DISTRICT
CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS – TABLE 4
LAST TEN FISCAL YEARS (MODIFIED ACCRUAL BASIS OF ACCOUNTING)

	2023	2022	2021	2020	2019
REVENUES					
Local, Intermediate, and Out-of-State	280,817,225	\$ 251,479,855	\$ 238,597,717	\$ 237,249,564	\$ 232,414,154
State Programs	158,253,131	158,789,943	156,516,790	167,290,927	147,844,065
Federal Programs	47,027,018	56,320,935	39,437,574	25,627,648	25,600,480
Total Revenues	486,097,374	466,590,733	434,552,081	430,168,139	405,858,699
EXPENDITURES					
Current:					
Instruction (1)	221,478,509	214,487,988	203,011,161	196,073,206	187,966,706
Instructional Resources and Media Services	4,157,737	3,934,390	3,743,684	3,641,790	3,706,232
Curriculum and Instructional Staff Development	5,715,249	5,733,635	5,046,227	4,843,773	4,924,678
Instructional Leadership	6,878,863	5,438,540	4,198,394	4,139,709	3,871,027
School Leadership	22,186,534	20,544,304	19,163,308	18,556,715	18,358,129
Guidance, Counseling, and Evaluation Services	14,329,608	14,108,548	13,047,985	13,023,193	12,331,172
Social Work Services	436,840	15,766	13,577	4,252	14,067
Health Services	5,038,879	5,019,802	5,639,797	4,544,031	4,262,507
Student Transportation	21,227,939	18,697,970	13,916,930	13,500,315	12,342,797
Food Services	22,534,126	19,917,850	13,083,599	16,753,604	16,622,003
Extracurricular Activities	12,088,964	11,555,981	9,896,130	10,186,556	10,757,143
General Administration	7,897,012	7,412,094	6,911,734	6,837,946	6,997,833
Plant Maintenance and Operations	39,879,422	34,881,800	32,708,135	30,019,952	29,710,632
Security and Monitoring Services	12,449,753	8,433,045	7,649,045	7,187,739	7,359,637
Data Processing Services	8,675,525	6,622,627	5,023,094	4,483,693	4,778,718
Community Services	2,289,371	1,881,073	513,535	703,036	661,627
Debt Service: (2)					
Principal on Long-term Debt	42,099,160	30,364,976	37,488,373	29,736,183	24,071,188
Interest on Long-term Debt	31,692,227	32,995,224	43,092,025	35,772,493	33,399,265
Bond Issuance Costs and Fees	27,899	394,716	2,802,862	1,795,646	511,015
Capital Outlay:					
Facilities Acquisition and Construction (3)	9,860,778	5,322,465	53,310,909	132,545,589	79,366,169
Intergovernmental:					
Payments to Shared Services Arrangements	149,287	176,583	163,976	112,500	127,500
Payments to Juvenile Justice Alternative Education Programs					
Other Intergovernmental Charges (4)	1,314,036	1,240,317	1,202,009	1,180,086	1,147,860
Total Expenditures	492,407,718	449,179,694	481,626,489	535,642,007	463,287,905
Excess (Deficiency) of Revenues Over (Under) Expenditures	(6,310,344)	17,411,039	(47,074,408)	(105,473,868)	(57,429,206)
OTHER FINANCING SOURCES (USES)					
Issuance of Capital-Related Bonds	-	-	-	155,820,000	47,295,000
Issuance of Refunding Bonds	-	43,455,000	399,484,829	53,820,000	-
Premium/Discount from Issuance of Bonds	-	5,281,729	56,680,372	26,532,248	3,186,598
Sale of Real and Personal Property	256,186	343,368	87,193	72,495	78,572
Loan/Lease Proceeds					-
Other Resources	-	756			
Transfers In	14,000,000	18,089,388	1,400,000	5,649,950	-
Transfers Out	(14,000,000)	(18,089,388)	(577,206)	(5,249,950)	-
Payment to Refunded Bond Escrow Agent	-	(48,380,000)	(453,389,630)	(59,405,624)	-
Other Uses	(20,000)	-	-	(5,011,500)	(26,500)
Total Other Financing Sources (Uses)	236,186	700,853	4,312,918	172,475,727	50,533,670
SPECIAL AND EXTRAORDINARY ITEMS					
Special Item - oil and gas royalties	654,422	603,518	277,360	248,108	340,637
Insurance Proceeds for Fire Damages	1,049,240	250,000	350,000	-	-
Net Change in Fund Balances	\$ (4,370,496)	\$ 18,965,410	\$ (42,134,130)	\$ 67,249,967	\$ (6,554,899)
Debt Service as a Percentage of Noncapital Expenditures	16.30%	14.40%	18.71%	16.29%	15.12%

- (1) Expenditures for instruction have risen over the past ten years due to fast student growth.
- (2) Noncapital expenditures consist of total expenditures less capital outlays noted in the reconciliation of governmental funds to governmental activities. Debt service includes principal and interest only.
- (3) Fluctuations are due to changes in annual construction contracts.
- (4) Due to a change in Texas coding requirements, other intergovernmental charges includes Tarrant County tax appraisal fees which were recorded in general administration in prior years.
- (5) Increase is due to an increase in students resulting in additional state aid.
- (6) District changed the fiscal year from August 31st to June 30th, causing FY16 to be a ten month transition year.

Table 4

2018	2017	2016	2015	2014
		(6)		
\$ 212,147,646	\$ 186,866,381	\$ 172,121,573	\$ 168,197,410	\$ 158,146,630
152,394,419	153,100,200	150,383,369	152,278,641	144,170,156
23,048,036	20,975,650	21,478,527	19,987,508	18,898,563
387,590,101	360,942,231	343,983,469	340,463,559	321,215,349
182,840,796	180,622,905	157,847,396	175,056,421	161,579,109
3,719,364	3,907,855	3,252,398	3,435,626	3,438,158
3,713,561	3,666,124	2,916,156	2,988,473	2,983,656
3,621,638	3,252,935	2,716,648	3,082,949	2,958,950
18,813,058	17,156,814	14,972,131	16,593,876	16,061,943
12,426,386	11,531,030	10,443,775	10,943,605	10,648,255
18,711	11,847	3,696	8,984	6,680
4,580,198	4,553,125	4,116,121	4,451,099	4,207,998
10,196,976	11,432,022	9,675,277	10,373,005	9,544,679
15,455,514	15,182,981	13,942,822	14,429,272	14,643,714
10,438,840	8,649,462	8,639,426	7,867,327	7,890,071
6,759,523	6,612,424	5,614,690	6,342,689	6,177,914
29,543,650	30,718,077	24,910,792	29,102,852	28,143,666
4,533,561	4,516,257	3,530,297	3,798,142	3,778,148
4,204,508	5,327,218	3,522,716	3,745,902	4,474,275
589,119	475,726	369,064	399,782	304,351
29,962,460	24,995,922	24,576,183	19,873,374	21,011,589
32,653,067	32,925,627	16,651,273	34,665,959	33,306,740
995,417	370,107	505,364	2,304,717	518,202
29,062,303	25,499,450	39,221,694	43,890,091	74,478,173
127,656	177,654	70,579	107,216	82,725
	129	10,707	-	19,173
1,061,384	981,185	761,482	900,491	947,074
405,317,690	392,566,876	348,270,687	394,361,852	407,205,243
(17,727,589)	(31,624,645)	(4,287,218)	(53,898,293)	(85,989,894)
43,985,000	-	-	90,435,000	49,355,000
74,810,000	32,760,000	45,275,000	137,800,000	
12,417,031	5,417,652	6,582,414	24,394,918	1,157,050
257,948	2,523,883	640,094	257,120	145,734
635,000	-	642,440	5,434,140	
	-	-	-	4,819
	20,607,564	(2,496)	53,150	
	(20,607,564)	2,496	(53,150)	
(80,226,775)	(37,821,253)	(51,373,099)	(153,100,387)	
-	-	-	(41,000)	
51,878,204	2,880,282	1,766,849	105,179,791	50,662,603
382,030	-	185,346	928,327	1,143,109
-	-	-	-	-
\$ 34,532,645	\$ (28,744,363)	\$ (2,335,023)	\$ 52,209,825	\$ (34,184,182)
16.75%	15.95%	13.48%	15.76%	16.43%

MANSFIELD INDEPENDENT SCHOOL DISTRICT
ASSESSED VALUE AND ACTUAL VALUE OF TAXABLE PROPERTY – TABLE 5
LAST TEN FISCAL YEARS

Fiscal Year Ended 6/30: (3)	Assessed and Actual Value			Total Assessed and Actual Value	Total Direct Rate (2)
	Real Property Value (1)	Personal Property Value (1)	Less: Exemptions		
2023	\$ 21,694,097,988	\$ 2,508,898,838	\$ (4,694,282,193)	\$ 19,508,714,633	\$ 1.3346
2022	19,152,349,778	2,345,191,481	(3,666,820,135)	17,830,721,124	1.4183
2021	17,450,198,342	2,317,608,281	(3,566,821,089)	16,200,985,534	1.4464
2020	16,074,296,281	2,225,836,259	(2,705,047,155)	15,595,085,385	1.4600
2019	15,320,893,118	1,878,070,304	(3,196,659,032)	14,002,304,390	1.5400
2018	14,128,065,388	1,601,852,002	(2,792,717,702)	12,937,199,688	1.5400
2017	12,767,556,171	1,324,854,487	(2,480,763,034)	11,611,647,624	1.5100
2016	11,839,933,616	1,018,867,807	(2,315,544,404)	10,543,257,019	1.5100
2015	11,072,058,335	1,160,847,343	(1,959,778,417)	10,273,127,261	1.5271
2014	10,670,634,595	98,237,212	(1,696,697,395)	9,072,174,412	1.5271

- (1) The value is the appraised value at original certification and fluctuates due to property owner protests and preliminary appraisal values at the time of certification.
(2) Tax Rates are per \$100 of assessed value.
(3) District changed its fiscal year to June 30th during 2016

Source: Tarrant County (Texas) Appraisal District annually provides the District's tax office with appraised values for properties within the District's taxing authority. Appraised value equals actual value. Actual value less exemptions equals taxable value. Taxable value times the tax rate set by the District's Board of Trustees each fall equal the tax levy. The term "assessed value" means taxable value.



MANSFIELD INDEPENDENT SCHOOL DISTRICT
PROPERTY TAX RATES – DIRECT AND OVERLAPPING GOVERNMENTS – TABLE 6
LAST TEN FISCAL YEARS (PER \$100 OF ASSESSED VALUE)

<u>Taxing Authority</u>	<u>2023 (1)</u>	<u>2022 (1)</u>	<u>2021 (1)</u>	<u>2020 (1)</u>	<u>2019 (2)</u>
<u>Overlapping Rates:</u>					
City of Arlington	\$ 0.5898	\$ 0.5998	\$ 0.6198	\$ 0.6225	\$ 0.6348
City of Fort Worth	0.6725	0.7125	0.7325	0.7475	0.7805
City of Grand Prairie	0.6600	0.6600	0.6650	0.6700	0.6699
City of Mansfield	0.6593	0.6800	0.6900	0.6900	0.7100
Tarrant County (2)	0.5279	0.6855	0.6942	0.6992	0.6964
Johnson County	0.3350	0.3685	0.3797	0.3847	0.3847
Total Other Entities	<u>\$ 3.4445</u>	<u>\$ 3.7063</u>	<u>\$ 3.7812</u>	<u>\$ 3.8139</u>	<u>\$ 3.8763</u>
<u>District Direct Rates (1):</u>					
Maintenance & Operations	\$ 0.9746	\$ 1.0583	\$ 0.9564	\$ 0.9700	\$ 1.0400
Debt Service	0.3600	0.3600	0.4900	0.4900	0.5000
Total District Direct Rates	<u>\$ 1.3346</u>	<u>\$ 1.4183</u>	<u>\$ 1.4464</u>	<u>\$ 1.4600</u>	<u>\$ 1.5400</u>

- (1) The District voted its maintenance tax under Section 48.202(f) of the Texas Education Code and the Tax Code amended by the bill. For tax years beginning 2019-2020, school districts are required to reduce their tier one tax as defined under Section 45.0032, Education Code as well as any tax rate compression required to be applied to the enrichment tax rate under Section 48.202(f), Education Code.
- (2) The District voted its maintenance tax under former Article 2784e-1 which provided for a maximum maintenance tax rate of \$1.50 per \$100 assessed valuation. Effective with the 2006-07 fiscal year, State legislation limits the rate to the lesser of \$1.50 or the sum of the product of the "state compression percentage" multiplied by \$1.50 plus \$0.17 (contingent upon voter approval). Section 45.003(b)(1) of the Texas Education Code provides for an unlimited tax rate for debt service if the District has met the ability to pay standards as outlined in Chapter 45 of the Texas Education Code.

** Includes Tarrant County, Tarrant County College, Tarrant Regional Water District, JPS Health Network, & Tarrant County Emergency Services District

Source: Guide to Taxing Units - Tarrant County, Texas

Table 6

<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>
\$ 0.6398	\$ 0.6448	\$ 0.6480	\$ 0.6480	\$ 0.6480
0.8050	0.8350	0.8550	0.8550	0.8550
0.6700	0.6700	0.6700	0.6700	0.6700
0.7100	0.7100	0.7100	0.7100	0.7100
0.6085	0.7414	0.7414	0.7414	0.7414
0.4417	0.4417	0.4227	0.4077	0.4054
<u>\$ 3.8750</u>	<u>\$ 4.0429</u>	<u>\$ 4.0471</u>	<u>\$ 4.0321</u>	<u>\$ 4.0298</u>
\$ 1.0400	\$ 1.0400	1.0400	1.0400	\$ 1.0400
0.5000	0.4700	0.4700	0.4871	0.4871
<u>\$ 1.5400</u>	<u>\$ 1.5100</u>	<u>\$ 1.5100</u>	<u>\$ 1.5271</u>	<u>\$ 1.5271</u>

MANSFIELD INDEPENDENT SCHOOL DISTRICT
PRINCIPAL PROPERTY TAXPAYERS – TABLE 7
CURRENT YEAR AND NINE YEARS AGO

Taxpayer	2023			2014		
	Assessed Value (1)	Rank	Percentage of Total Assessed Value (2)	Assessed Value (1)	Rank	Percentage of Total Assessed Value (3)
Mouser Electronics Inc.	\$ 184,891,047	1	19.50%	\$ 136,353,560	1	14.38%
WMCI Dallas V LLC/WMCI Dallas VIII LLC	125,500,000	3	13.24%			
Oncor Electric Delivery Company	130,773,886	2	13.79%	80,628,874	2	8.50%
Klein Tools	96,021,212	4	10.13%	31,628,620	10	3.34%
Mid-America Apartments LP	91,400,000	5	9.64%	46,800,000	6	4.94%
BSP Cottonwood Heights LLC	68,000,000	6	7.17%			
WP MOTG-TXMF Owner LLC						
Evolv AL LP	62,600,000	9	6.60%			
Mansfield KDC II & III LP				41,319,371	8	4.36%
Regalia Mansfield Owner LLC	63,454,752	7	6.69%			
XTO Energy, Inc.	62,485,842	10	6.59%	77,383,889	3	8.16%
Carrizo Oil & Gas				32,826,320	9	3.46%
Chesapeake Land Dev Co LLC				44,194,100	7	4.66%
Wal-Mart Stores Texas LP				53,819,219	4	5.68%
DFW Midstream				52,026,279	5	5.49%
Kroger						
KE Mansfield Owner TIC LLC	63,000,000	8	6.64%			
TOTALS	\$ 948,126,739			\$ 596,980,232		

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

(2) Total assessed value equals:

(3) Total assessed value equals:

Source: Tarrant Appraisal District (Texas)

MANSFIELD INDEPENDENT SCHOOL DISTRICT
PROPERTY TAX LEVIES AND COLLECTIONS – TABLE 8
LAST TEN FISCAL YEARS

Fiscal Year Ended 6/30:	Net Tax Levy For The Fiscal Year (1)	Collected within the Fiscal Year of the Levy		Collections in Subsequent Years	Total Collections to Date	
		Amount	Percentage of Net Tax Levy		Amount	Percent of Total Tax Collections to Net Tax Levy
2023	\$ 255,053,401	\$ 253,468,350	99.38%	\$ -	\$ 253,468,350	99.38%
2022	242,762,745	241,038,172	99.29%	1,268,361	241,038,172	99.29%
2021	231,065,360	227,626,671	98.51%	2,920,877	230,547,548	99.78%
2020	222,004,095	218,673,952	98.50%	2,957,548	221,631,500	99.83%
2019	208,184,317	206,350,268	99.12%	1,331,791	207,682,059	99.76%
2018	195,595,875	192,376,193	98.35%	3,019,866	195,396,059	99.90%
2017	172,845,186	170,069,597	98.39%	2,574,652	172,644,249	99.88%
2016	159,203,181	156,063,483	98.03%	2,829,775	158,893,258	99.81%
2015	154,744,727	153,201,374	99.00%	1,371,565	154,572,939	99.89%
2014	145,270,362	143,801,664	98.99%	1,235,514	145,037,178	99.84%

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

Source: Tarrant County (Texas) Appraisal District provides the District's tax office with appraised values for properties within the District's taxing authority.

MANSFIELD INDEPENDENT SCHOOL DISTRICT
OUTSTANDING DEBT BY TYPE – TABLE 9
LAST TEN FISCAL YEARS

Fiscal Year Ended 6/30:	Governmental Activities			Total Primary Government	Ratio of Debt to Assessed Value (2)	Debt Per Student (3)
	General Obligation Bonds (1)	SBITA's Payable (1)	Leases Payable (1)*			
2023	\$ 869,098,881	\$ 1,656,861	\$ 736,909	\$ 871,492,651	4.47%	\$ 26,371
2022	916,043,775		1,540,319	917,584,094	5.15%	27,662
2021	953,323,260		2,355,290	955,678,550	5.90%	28,079
2020	982,092,873		332,454	982,425,327	6.30%	29,445
2019	843,604,804		658,638	844,263,442	6.03%	25,277
2018	822,367,776		984,826	823,352,602	6.36%	24,860
2017	805,416,590		2,332,286	807,748,876	6.96%	24,753
2016	833,098,962		4,258,208	837,357,170	7.94%	26,018
2015	864,032,469		5,434,140	869,466,609	8.46%	27,397
2014	778,025,470			778,025,470	8.58%	24,895

(1) Details regarding the District's outstanding debt can be found in the Notes to the Financial Statements.
Outstanding General Obligation Bonds includes the premium on bond issuance.

(2) See Table 5 for assessed value data.

(3) See Table 16 for student enrollment data.

* Leases payable for fiscal year ended 6/30 was restated due to GASB 87

MANSFIELD INDEPENDENT SCHOOL DISTRICT

***RATIOS OF NET GENERAL OBLIGATION BONDED DEBT OUTSTANDING – TABLE 10
LAST TEN FISCAL YEARS***

<u>Fiscal Year Ended 6/30:</u>	<u>General Obligation Bonds (1)</u>	<u>Less Amounts Available in Debt Service Fund (4)</u>	<u>Net Bonded Debt</u>	<u>Ratio of Net Bonded Debt to Assessed Value (2)</u>	<u>Net Bonded Debt Per Student (3)</u>
2023	\$ 869,098,881	\$ 50,325,212	\$ 818,773,669	4.20%	\$ 24,776
2022	916,043,775	47,330,001	868,713,774	4.87%	26,189
2021	953,323,260	46,917,318	906,405,942	5.59%	26,632
2020	982,092,873	45,774,839	936,318,034	6.00%	28,033
2019	843,604,804	46,467,986	797,136,818	5.69%	24,069
2018	822,367,776	33,244,467	789,123,309	6.10%	24,182
2017	805,416,590	27,198,818	778,217,772	6.70%	24,180
2016	833,098,962	25,268,777	807,830,185	7.66%	25,455
2015	864,032,469	9,806,721	854,225,748	8.32%	27,333
2014	778,025,470	7,534,195	770,491,275	8.49%	24,690

(1) Details regarding the District's outstanding debt can be found in the Notes to the Financial Statements.

Outstanding General Obligation Bonds includes the premium on bond issuance.

(2) See Table 5 for assessed value data.

(3) See Table 16 for student enrollment data.

(4) This is the amount restricted for debt service payments on general obligation bonds in the governmental fund financial statements.



MANSFIELD INDEPENDENT SCHOOL DISTRICT

DIRECT AND OVERLAPPING GOVERNMENTAL ACTIVITIES DEBT (1) – TABLE 11

JUNE 30, 2023

<u>Taxing Authority</u>	<u>Gross Debt Outstanding</u>	<u>Percent Overlapping</u>	<u>Amount Applicable to School District</u>
<u>Overlapping:</u>			
City of Arlington	\$ 700,790,000	14.68%	\$ 102,875,972
City of Fort Worth	1,045,695,000	**	-
City of Grand Prairie	474,759,000	12.23%	58,063,026
City of Kennedale	11,510,000	3.92%	451,192
City of Mansfield	192,175,000	97.60%	187,562,800
Johnson County	17,495,000	9.51%	1,663,775
Tarrant County (2)	404,360,000	7.18%	105,049,503
Total Overlapping Debt			455,666,267
<u>Direct:</u>			
Mansfield Independent School District (3)	1,239,766,106	100.0%	784,099,839
TOTAL OVERLAPPING AND DIRECT DEBT			\$ 1,239,766,106

Ratio of Total Overlapping Debt and Direct Debt to Assessed Value for Fiscal Year

Ended June 30, 2023 (2)

5.72%

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

\$ 19,508,714,633

- (2) Tarrant County includes Tarrant County, Tarrant County College and JPS Health Network
(3) Details regarding the District's outstanding debt can be found in the Notes to the Financial Statements. Outstanding debt is presented the same as reported in the financial statements including premiums, discounts, and adjustments.

** Not reported

MANSFIELD INDEPENDENT SCHOOL DISTRICT
LEGAL DEBT MARGIN INFORMATION (1) – TABLE 12
LAST TEN FISCAL YEARS

		<u>2023</u>		<u>2022</u>		<u>2021</u>		<u>2020</u>
Debt Limit	\$	1,950,871,463	\$	1,783,072,112	\$	1,620,098,553	\$	1,559,508,539
Total Net Debt Applicable to Limit		<u>818,773,669</u>		<u>895,254,779</u>		<u>903,914,068</u>		<u>923,844,508</u>
Legal Debt Margin	\$	<u>1,132,097,794</u>	\$	<u>887,817,333</u>	\$	<u>716,184,485</u>	\$	<u>635,664,030</u>
Total Net Debt Applicable to the Limit as a Percentage of Debt Limit		41.97%		50.21%		55.79%		59.24%

Legal Debt Margin Calculation for Fiscal Year 2021:

Assessed Value (2)		\$	19,508,714,633
Debt Limit Percentage of Assessed Value			<u>10%</u>
Debt Limitation			<u>1,950,871,463</u>
Debt Applicable to Debt Limitation:			
Total Bonded Debt	\$	869,098,881	
Less Restricted for Retirement of Bonded Debt (3)		<u>50,325,212</u>	
Total Amount of Debt Applicable to Debt Limitation			<u>818,773,669</u>
	\$		<u>1,132,097,794</u>

- (1) The District voted its maintenance tax under former Article 2784e-1, which provided that the net bonded indebtedness of the District shall not exceed 10% of all assessed real and personal property in the District.
(2) See Table 5.
(3) See Restricted for long-term debt at the fund level.

Table 12

<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>
\$ 1,400,230,439	\$ 1,293,719,969	\$ 1,161,164,762	\$ 1,054,325,702	\$ 1,027,312,726	\$ 907,217,441
<u>727,257,014</u>	<u>716,930,533</u>	<u>778,217,771</u>	<u>739,146,223</u>	<u>778,513,279</u>	<u>732,995,768</u>
\$ <u>672,973,425</u>	\$ <u>576,789,436</u>	\$ <u>382,946,991</u>	\$ <u>315,179,479</u>	\$ <u>248,799,447</u>	\$ <u>174,221,673</u>
51.94%	55.42%	67.02%	70.11%	75.78%	80.80%

MANSFIELD INDEPENDENT SCHOOL DISTRICT
DEMOGRAPHIC AND ECONOMIC STATISTICS – TABLE 13
LAST TEN FISCAL YEARS

Fiscal Year Ended 6/30: (5)	Residential Units (1)	Total Assessed Value of Residential Units (1)	Average Assessed Value per Residential Unit	Personal Income (amounts expressed in thousands) (4)	Per Capita Personal Income	Average Daily Attendance (2)	Unemployment Rate (3)
2023	55,160	\$ 14,532,857,899	\$ 263,467	\$ 3,209,598	\$ 41,661	33,047	2.1%
2022	53,924	13,022,002,942	241,488	3,037,781	40,283	33,171	2.2%
2021	53,096	11,903,672,487	224,192	2,781,836	36,721	34,035	6.4%
2020	52,248	12,889,121,070	246,691	2,717,953	37,024	33,365	3.2%
2019	51,225	10,223,307,940	199,577	2,751,977	39,219	33,400	3.9%
2018	50,594	10,706,619,793	211,618	2,456,809	35,718	33,119	4.5%
2017	49,576	8,217,852,270	165,763	2,158,489	31,917	32,632	4.0%
2016	49,576	8,217,628,222	165,758	2,064,653	31,917	32,184	5.1%
2015	46,858	7,398,513,630	157,892	1,990,893	31,917	31,736	5.1%
2014	46,641	7,562,334,234	162,139	1,784,305	29,554	31,252	4.9%

(1) Source: Tarrant County & Johnson County (Texas) Appraisal Districts Certified Values Report.

(2) Source: Texas Education Agency Summary of Finances Report.

(3) Source: TRACER of Texas Workforce Commission; Unemployment rate is for Tarrant County.

(4) Source: Mansfield Economic Development Corporation

(5) District changed the fiscal year end from August 31st to June 30th for fiscal year 2016.

MANSFIELD INDEPENDENT SCHOOL DISTRICT
PRINCIPAL EMPLOYERS – TABLE 14
CURRENT YEAR AND TEN YEARS AGO

Employer	2023			2014		
	Employees	Rank	Percentage of Total Employment (1)	Employees	Rank	Percentage of Total Employment (2)
Mansfield Independent School District	4,919	1	44.40%	4228	1	49.24%
Mouser Electronics	2,067	2	18.66%	1300	2	15.14%
Methodist Mansfield	1,428	3	12.89%	735	3	8.56%
Klein Tools	733	4	6.62%			
Hoffman Cabinets	502	5	4.53%			
City of Mansfield, Texas	485	6	4.38%	524	4	6.10%
BCB Transport	435	7	3.93%			
R1	183	8	1.65%			
SJ Louis Construction Company	175	9	1.58%	200	7	2.33%
Conveyors, Inc	153	10	1.38%			
Walmart				400	5	4.66%
Target				250	6	2.91%
Tarrant County				199	8	2.32%
Lifetime Fitness				200	7	2.33%
Walnut Creek Country Club				190	9	2.21%
Best Buy				180	10	2.10%
Trinity Forge				180	10	2.10%
	<u>11,080</u>		<u>100.00%</u>	<u>8,586</u>		<u>100.00%</u>

(1) Total Employment for 2023: 11,080

(2) Total Employment for 2014: 8,586

Sources: Texas Workforce Commission(Tarrant County), Mansfield Economic Development, and City of Mansfield.
Employment data is for the City of Mansfield, Texas and is not seasonally adjusted.

MANSFIELD INDEPENDENT SCHOOL DISTRICT
FULL-TIME EQUIVALENT DISTRICT EMPLOYEES BY POSITION – TABLE 15
LAST TEN FISCAL YEARS

POSITION:	2023	2022	2021	2020
Administrator	60	65	60	56
Associate/Assistant Principal	93	98	86	82
Athletic Trainer	10	10	10	10
Auxiliary Staff	1365.5	1,384	1,341	1,321
Counselor	87	96	94	81
Educational Diagnostician	37	34	33	33
Librarian	43	43	41	39
Music Therapist	2	2	2	2
Nurse	51	52	53	48
Occupational Therapist	7	7	7	7
Other Campus Prof. Personel	3	1	2	7
Other Non-Campus Prof. Personel	103	117	100	82
Orientation/Mobility Instructor	2	2	2	2
Physical Therapist	2	2	2	2
Psychological Associate		-	-	-
Psychologist/LSSP	5	5	7	6
Principal	47	44	47	43
Social Worker	1	1	2	2
Speech Therapist/Speech Lang. Pathologist	30	23	32	30
Teacher	2415	2,549	2,391	2,274
Teacher Facilitator		-	-	-
Teacher - Special Duty		-	-	-
Educational Aide	414	384	384	389
Total Employees	4,777.5	4,918.5	4,696.0	4,516.0

Source: District records.

Table 15

2019	2018	2017	2016	2015	2014
60	56	59	57	53	49
79	79	78	77	75	74
11	10	11	12	11	11
1,467	1,447	1,442	1,432	1,479	1,426
91	90	92	90	89	89
34	32	31	31	30	30
41	41	41	40	40	40
2	2	2	2	3	3
49	49	51	50	44	44
7	7	7	7	7	7
-	-	-	-	-	-
89	87	87	86	72	64
2	2	2	2	2	2
2	2	2	2	2	2
-	-	-	-	-	-
5	5	6	6	6	6
43	43	42	41	41	41
2	2	1	1	1	1
31	31	31	31	31	31
2,247	2,231	2,215	2,200	2,171	2,138
-	-	-	-	-	-
-	-	-	-	-	-
422	409	382	381	376	383
4,684.0	4,625.0	4,582.0	4,548.0	4,533.0	4,440.0

MANSFIELD INDEPENDENT SCHOOL DISTRICT
OPERATING STATISTICS – TABLE 16
LAST TEN FISCAL YEARS

<u>Fiscal Year Ended 6/30: (3)</u>	<u>Average Daily Attendance</u>	<u>Operating Expenditures (1)</u>	<u>Cost Per Student</u>	<u>Percentage Change</u>
2023	33,047	\$ 440,131,489	\$ 13,318	29.44%
2022	33,171	376,771,289	11,358	12.59%
2021	34,035	350,184,059	10,289	6.51%
2020	33,365	336,601,779	10,088	7.37%
2019	33,400	322,644,421	9,660	3.29%
2018	33,119	311,173,505	9,396	-2.07%
2017	32,632	305,196,831	9,353	-2.52%
2016	32,184	264,514,284	9,594	3.70%
2015	31,736	289,280,628	9,115	3.11%
2014	31,252	276,289,334	8,841	8.74%

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

(2) Technology plan replacements and upgrades implemented in 2014 for increase in operating expenditures and cost per student

(3) District changed the fiscal year end from August 31st to June 30th for fiscal year 2016.

Source: Non-financial data is from Texas Education Agency Summary of Finances Report, PEIMS reports, and District records.

Table 16

<u>Government Wide Expenses</u>	<u>Cost Per Student (2)</u>	<u>Percentage Change</u>	<u>Teaching Staff</u>	<u>Student to Teacher Ratio</u>	<u>Percentage of Students in Free/Reduced Lunch Program</u>
\$ 454,360,113	\$ 13,749	8.18%	2,415	13.68	50.40%
413,772,216	12,474	-5.26%	2,549	13.01	42.03%
432,555,546	12,709	2.32%	2,391	14.23	42.38%
439,284,875	13,166	49.30%	2,274	14.67	45.84%
414,851,433	12,421	6.65%	2,247	14.86	40.80%
292,060,294	8,819	-25.32%	2,231	14.84	42.51%
380,033,993	11,646	-1.37%	2,215	14.73	40.30%
328,432,757	11,808	4.21%	2,200	14.63	37.79%
359,596,283	11,331	3.75%	2,171	14.62	40.80%
341,314,445	10,921	8.32%	2,138	14.62	38.10%

MANSFIELD INDEPENDENT SCHOOL DISTRICT
TEACHER BASE SALARIES – TABLE 17
LAST TEN FISCAL YEARS

Fiscal Year Ended 6/30: (3)	District		Region Average Salary (2)	Statewide Average Salary (2)
	Minimum Salary (1)	Maximum Salary (1)		
2023	\$ 60,500	\$ 73,147	\$ 58,199	\$ 55,549
2022	58,300	72,296	56,643	54,099
2021	56,019	71,835	60,175	57,706
2020	56,019	71,835	59,397	57,203
2019	56,019	71,835	57,066	54,209
2018	54,149	70,489	56,135	53,388
2017	54,149	70,489	55,110	52,548
2016	53,000	69,340	54,269	51,850
2015	51,000	68,735	53,298	50,734
2014	50,000	65,287	52,213	49,720

(1) Source: District records.

(2) Source: Forecast5 Data Analytics

(3) District changed the fiscal year end from August 31st to June 30th for fiscal year 2016.



MANSFIELD INDEPENDENT SCHOOL DISTRICT
SCHOOL BUILDING INFORMATION - TABLE 18
LAST TEN FISCAL YEARS

Building:	Built	Age	2023	2022	2021
HIGH SCHOOLS					
Phoenix Academy (1952)	1952	71			
Square Footage			64,021	64,021	64,021
Capacity			1,200	1,200	1,200
Enrollment			87	70	83
Summit High (1995)	1995	28			
Square Footage			396,094	396,094	396,094
Capacity			2,500	2,500	2,500
Enrollment			1,856	1,906	1,999
Mansfield High (2002)	2002	21			
Square Footage			410,000	410,000	410,000
Capacity			2,500	2,500	2,500
Enrollment			2,619	2,582	2,527
Timberview High (2004)	2004	19			
Square Footage			420,000	420,000	420,000
Capacity			2,500	2,500	2,500
Enrollment			2,104	2,241	2,176
Ben Barber Career Tech Academy/Frontier High	2005	18			
Square Footage			180,964	180,964	180,964
Capacity			1,200	1,200	1,200
Enrollment			238	156	163
Legacy High (2007)	2007	16			
Square Footage			425,000	425,000	425,000
Capacity			2,500	2,500	2,500
Enrollment			2,522	2,449	2,378
Lake Ridge (2012)	2012	11			
Square Footage			445,566	445,566	445,566
Capacity			2,500	2,500	2,500
Enrollment			2,653	2,592	2,622
MIDDLE SCHOOLS					
Brooks Wester (1974)	1974	49			
Square Footage			270,066	270,066	270,066
Capacity			1,000	1,000	1,000
Enrollment			891	1,049	1,233
Rogene Worley (1986)	1986	37			
Square Footage			144,321	144,321	144,321
Capacity			1,000	1,000	1,000
Enrollment			686	685	978
T.A. Howard (1994)	1994	29			
Square Footage			140,359	140,359	140,359
Capacity			1,000	1,000	1,000
Enrollment			687	705	749
Danny Jones (2004)	2004	19			
Square Footage			160,000	160,000	160,000
Capacity			1,000	1,000	1,000
Enrollment			853	890	1,030

Source: District records and Population and Survey Analysts.

Table 18
1 of 4

2020	2019	2018	2017	2016	2015	2014
64,021	64,021	64,021	64,021	64,021	64,021	64,021
1,200	1,200	1,200	1,200	1,200	1,200	1,200
87	90	101	27	102	103	101
370,000	370,000	370,000	370,000	370,000	370,000	370,000
2,500	2,500	2,500	2,500	2,500	2,500	2,500
2,029	2,127	2,182	2,118	2,118	2,020	2,157
390,000	390,000	390,000	390,000	390,000	390,000	390,000
2,500	2,500	2,500	2,500	2,500	2,500	2,500
2,444	2,417	2,448	2,374	2,359	2,333	2,385
416,000	416,000	416,000	416,000	416,000	416,000	416,000
2,500	2,500	2,500	2,500	2,500	2,500	2,500
2,115	2,049	1,864	1,772	1,731	1,657	1,895
180,964	180,964	180,964	180,964	180,964	180,964	180,964
1,200	1,200	1,200	1,200	1,200	1,200	1,200
146	128	165	229	248	237	225
425,000	425,000	425,000	425,000	425,000	425,000	425,000
2,500	2,500	2,500	2,500	2,500	2,500	2,500
2,180	2,173	2,006	1,943	2,018	1,945	1,916
422,411	422,411	422,411	422,411	422,411	422,411	422,411
2,500	2,500	2,500	2,500	2,500	2,500	2,500
2,728	2,632	2,383	2,188	2,106	2,085	2,006
251,151	251,151	251,151	251,151	251,151	251,151	251,151
1,000	1,000	1,000	1,000	1,000	1,000	1,000
1,100	1,010	920	932	901	872	866
126,689	126,689	126,689	126,689	126,689	126,689	126,689
1,000	1,000	1,000	1,000	1,000	1,000	1,000
907	903	925	904	920	929	925
130,000	130,000	130,000	130,000	130,000	130,000	130,000
1,000	1,000	1,000	1,000	1,000	1,000	1,000
832	888	902	909	874	855	855
160,000	160,000	160,000	160,000	160,000	160,000	160,000
1,000	1,000	1,000	1,000	1,000	1,000	1,000
1,162	1,106	1,089	1,042	950	843	794

MANSFIELD INDEPENDENT SCHOOL DISTRICT
SCHOOL BUILDING INFORMATION
LAST TEN FISCAL YEARS

Building:			2023	2022	2021	2020
MIDDLE SCHOOLS (CONT.)						
James Coble (2006)	2006	17				
Square Footage			164,719	164,719	164,719	164,719
Capacity			1,000	1,000	1,000	1,000
Enrollment			854	923	944	920
Linda Jobe (2008)	2008	15				
Square Footage			168,656	168,656	168,656	165,350
Capacity			1,000	1,000	1,000	1,000
Enrollment			884	903	885	887
Charlene McKinzey (2021)	2021	2				
Square Footage			201,180	201,180	-	-
Capacity			1,200	1,200	-	-
Enrollment			901	752	-	-
INTERMEDIATE SCHOOLS						
Cross Timbers (1994)	1994	29				
Square Footage			112,000	112,000	112,000	108,000
Capacity			1,000	1,000	1,000	1,000
Enrollment			555	587	698	736
Mary Orr (1998)	1998	25				
Square Footage			114,229	114,229	114,229	110,229
Capacity			1,000	1,000	1,000	1,000
Enrollment			655	660	901	930
Donna Shepard (2001)	2001	22				
Square Footage			116,794	116,794	116,794	116,794
Capacity			1,000	1,000	1,000	1,000
Enrollment			870	862	944	944
Della Icenhower (2004)	2004	19				
Square Footage			-			
Square Footage			122,600	122,600	122,600	116,794
Capacity			1,000	1,000	1,000	1,000
Enrollment			745	762	861	916
Mary Lillard (2006)	2006	17				
Square Footage			128,000	128,000	128,000	128,000
Capacity			1,000	1,000	1,000	1,000
Enrollment			774	804	1,009	1,085
Asa Low (2008)	2008	15				
Square Footage			129,873	129,873	129,873	129,873
Capacity			1,000	1,000	1,000	1,000
Enrollment			592	580	746	741
Alma Martinez (2021)	2021	2				
Square Footage			173,986	173,986	-	-
Capacity			1,200	1,200	-	-
Enrollment			929	777	-	-
ELEMENTARY SCHOOLS						
Alice Ponder (1967)	1967	56				
Square Footage			84,455	84,455	84,455	77,641
Capacity			800	800	800	800
Enrollment			622	592	573	646
Tarver Rendon (1969)	1969	54				
Square Footage			85,171	85,171	85,171	71,047
Capacity			800	800	800	800
Enrollment			557	569	556	621
J.L. Boren (1979)	1979	44				
Square Footage			84,455	84,455	84,455	57,241
Capacity			800	800	800	800
Enrollment			606	611	545	554

Source: District records and Population and Survey Analysts.

2019	2018	2017	2016	2015	2014
164,719	164,719	164,719	164,719	164,719	164,719
1,000	1,000	1,000	1,000	1,000	1,000
906	956	908	858	884	934
165,350	165,350	165,350	165,350	165,350	165,350
1,000	1,000	1,000	1,000	1,000	1,000
896	932	889	803	809	813
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
108,000	108,000	108,000	108,000	108,000	108,000
1,000	1,000	1,000	1,000	1,000	1,000
742	822	856	835	842	855
110,229	110,229	110,229	110,229	110,229	110,229
1,000	1,000	1,000	1,000	1,000	1,000
920	851	879	878	845	879
116,794	116,794	116,794	116,794	116,794	116,794
1,000	1,000	1,000	1,000	1,000	1,000
891	855	898	898	877	793
116,794	116,794	116,794	116,794	116,794	116,794
1,000	1,000	1,000	1,000	1,000	1,000
861	915	847	866	862	925
128,000	128,000	128,000	128,000	128,000	128,000
1,000	1,000	1,000	1,000	1,000	1,000
1,048	1,035	992	933	945	905
129,873	129,873	129,873	129,873	129,873	129,873
1,000	1,000	1,000	1,000	1,000	1,000
811	784	801	809	864	869
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
77,641	77,641	77,641	77,641	77,641	77,641
800	800	800	800	800	800
645	678	652	545	494	470
71,047	71,047	71,047	71,047	71,047	71,047
800	800	800	800	800	800
661	677	637	597	597	641
57,241	57,241	57,241	57,241	57,241	57,241
800	800	800	800	800	800
538	565	558	566	567	556

MANSFIELD INDEPENDENT SCHOOL DISTRICT
SCHOOL BUILDING INFORMATION
LAST TEN FISCAL YEARS

Building:			2023	2022	2021	2020
ELEMENTARY SCHOOLS (CONT.)						
Charlotte Anderson (1986)	1986	37				
Square Footage			85,000	85,000	85,000	69,947
Capacity			800	800	800	800
Enrollment			389	366	384	412
Glenn Harmon (1988)	1988	35				
Square Footage			85,000	85,000	85,000	74,081
Capacity			800	800	800	800
Enrollment			430	409	444	468
Willie Brown (1998)	1998	25				
Square Footage			65,885	65,885	65,885	65,885
Capacity			800	800	800	800
Enrollment			600	573	555	569
D.P. Morris (1998)	1998	25				
Square Footage			65,885	65,885	65,885	65,885
Capacity			800	800	800	800
Enrollment			575	573	535	540
Kenneth Davis (2001)	2001	22				
Square Footage			72,256	72,256	72,256	72,256
Capacity			800	800	800	800
Enrollment			365	318	359	381
Imogene Gideon (2001)	2001	22				
Square Footage			72,256	72,256	72,256	72,256
Capacity			800	800	800	800
Enrollment			329	354	367	371
Thelma Jones (2003)	2003	20				
Square Footage			77,038	77,038	77,038	77,038
Capacity			800	800	800	800
Enrollment			404	391	427	438
Roberta Tipps (2003)	2003	20				
Square Footage			77,038	77,038	77,038	77,038
Capacity			800	800	800	800
Enrollment			527	539	516	569
Erma Nash (2003)	2003	20				
Square Footage			80,584	80,584	80,584	80,584
Capacity			800	800	800	800
Enrollment			662	622	639	603
Elizabeth Smith (2004)	2004	19				
Square Footage			77,038	77,038	77,038	77,038
Capacity			800	800	800	800
Enrollment			651	592	609	626
Martha Reid (2004)	2004	19				
Square Footage			77,038	77,038	77,038	77,038
Capacity			800	800	800	800
Enrollment			499	498	511	550

Source: District records and Population and Survey Analysts.

2019	2018	2017	2016	2015	2014
69,947	69,947	69,947	69,947	69,947	69,947
800	800	800	800	800	800
446	465	385	490	497	498
74,081	74,081	74,081	74,081	74,081	74,081
800	800	800	800	800	800
560	594	612	516	541	593
65,885	65,885	65,885	65,885	65,885	65,885
800	800	800	800	800	800
555	618	621	576	602	566
65,885	65,885	65,885	65,885	65,885	65,885
800	800	800	800	800	800
566	574	514	533	534	549
72,256	72,256	72,256	72,256	72,256	72,256
800	800	800	800	800	800
468	489	568	580	616	587
72,256	72,256	72,256	72,256	72,256	72,256
800	800	800	800	800	800
435	458	524	514	520	527
77,038	77,038	77,038	77,038	77,038	77,038
800	800	800	800	800	800
469	469	506	533	551	573
77,038	77,038	77,038	77,038	77,038	77,038
800	800	800	800	800	800
598	619	657	660	666	663
80,584	80,584	80,584	80,584	80,584	80,584
800	800	800	800	800	800
601	588	616	606	622	515
77,038	77,038	77,038	77,038	77,038	77,038
800	800	800	800	800	800
620	636	716	702	706	730
77,038	77,038	77,038	77,038	77,038	77,038
800	800	800	800	800	800
572	635	647	636	667	653

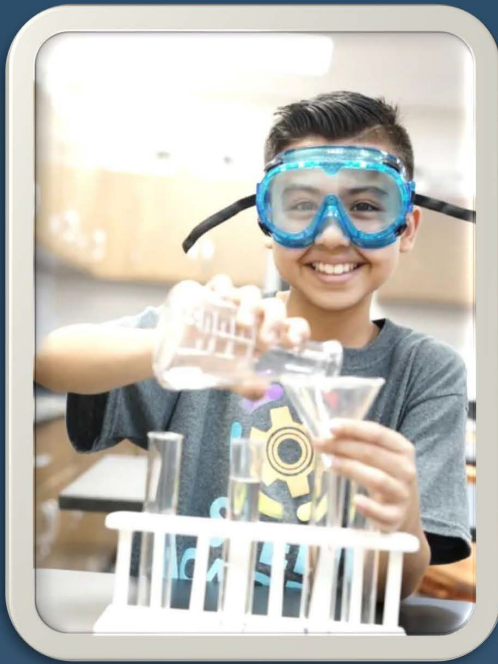
MANSFIELD INDEPENDENT SCHOOL DISTRICT
SCHOOL BUILDING INFORMATION
LAST TEN FISCAL YEARS

Building:			2023	2022	2021	2020
ELEMENTARY SCHOOLS (CONT.)						
Mary Jo Sheppard (2005)	2005	18				
Square Footage			79,070	79,070	79,070	79,070
Capacity			800	800	800	800
Enrollment			455	441	422	458
Janet Brockett (2005)	2005	18				
Square Footage			79,070	79,070	79,070	79,070
Capacity			800	800	800	800
Enrollment			428	432	465	516
Anna May Daulton (2006)	2006	17				
Square Footage			79,274	79,274	79,274	79,274
Capacity			800	800	800	800
Enrollment			673	670	708	749
Cora Spencer (2006)	2006	17				
Square Footage			79,274	79,274	79,274	79,274
Capacity			800	800	800	800
Enrollment			629	670	687	695
Carol Holt (2007)	2007	16				
Square Footage			81,540	81,540	81,540	79,274
Capacity			800	800	800	800
Enrollment			436	413	416	437
Louise Cabaniss (2008)	2008	15				
Square Footage			74,300	74,300	74,300	74,275
Capacity			800	800	800	800
Enrollment			516	556	568	573
Annette Perry (2010)	2010	13				
Square Footage			80,584	80,584	80,584	79,679
Capacity			800	800	800	800
Enrollment			522	452	571	526
Nancy Neal (2011)	2011	12				
Square Footage			80,584	80,584	80,584	80,584
Capacity			800	800	800	800
Enrollment			416	410	421	444
Judy K. Miller (2015)	2015	8				
Square Footage			83,834	83,834	83,834	80,584
Capacity			800	800	800	800
Enrollment			535	584	577	564
Brenda Norwood (2021)	2021	2				
Square Footage			105,768	105,768	-	-
Capacity			922	922	-	-
Enrollment			647	595	-	-
Sarah Jandrucko Early Learners Acade	2018	5				
Square Footage			54,384	54,384	54,384	54,384
Capacity			526	526	526	526
Enrollment			294	398	346	467

Source: District records and Population and Survey Analysts.

2019	2018	2017	2016	2015	2014
79,070	79,070	79,070	79,070	79,070	79,070
800	800	800	800	800	800
456	485	535	548	543	519
79,070	79,070	79,070	79,070	79,070	79,070
800	800	800	800	800	800
565	591	583	614	649	661
79,274	79,274	79,274	79,274	79,274	79,274
800	800	800	800	800	800
743	713	714	693	665	676
79,274	79,274	79,274	79,274	79,274	79,274
800	800	800	800	800	800
668	739	822	763	739	733
79,274	79,274	79,274	79,274	79,274	79,274
800	800	800	800	800	800
468	441	453	471	476	454
74,275	74,275	74,275	74,275	74,275	74,275
800	800	800	800	800	800
593	590	557	574	588	627
79,679	79,679	79,679	79,679	79,679	79,679
800	800	800	800	800	800
472	392	365	364	342	398
80,584	80,584	80,584	80,584	80,584	80,584
800	800	800	800	800	800
474	453	430	429	432	421
80,584	80,584	80,584	80,584	-	-
800	800	800	800	-	-
522	474	205	88	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
54,384	-	-	-	-	-
526	-	-	-	-	-
460	-	-	-	-	-





Government Auditing Standards Report Section



Mansfield Independent School District



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

To the Board of Trustees
Mansfield Independent School District

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, the business-type activities, each major fund, and the aggregate remaining fund information of Mansfield Independent School District (the “District”) as of and for the year ended June 30, 2023, 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 14, 2023.

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 or significant deficiencies may exist that have not been identified.

Compliance and Other Matters

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

To the Board of Trustees
Mansfield Independent School District

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 result of that testing, and not to provide an opinion on the effectiveness of the District'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 District'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.

Fort Worth, Texas
November 14, 2023

**INDEPENDENT AUDITORS REPORT ON COMPLIANCE FOR EACH MAJOR
PROGRAM REPORTAND ON INTERNAL CONTROL OVER COMPLIANCE
REQUIRED BY THE UNIFORM GUIDANCE**

To the Board of Trustees
Mansfield Independent School District

Report on Compliance for Each Major Federal Program

Opinion on Each Major Program

We have audited Mansfield Independent School District (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, 2023. 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.

In our opinion, the District’s complied, in all material respects, with the 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, 2023.

Basis for Opinion on Each Major Federal Program

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America (GAAS); the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States (*Government Auditing Standards*); 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). Our responsibilities under those standards and the Uniform Guidance are further described in the Auditor’s Responsibilities for the Audit of Compliance section of our report.

We are required to be independent of the District and to meet our other ethical responsibilities, in accordance with relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion on compliance for each major federal program. Our audit does not provide a legal determination of the District’s compliance with the compliance requirements referred to above.

Responsibilities of Management for Compliance

Management is responsible for compliance with the requirements referred to above and for the design, implementation, and maintenance of effective internal control over compliance with the requirements of laws, statutes, regulations, rules and provisions of contracts or grant agreements applicable to the District’s federal programs.

Auditor’s Responsibilities for the Audit of Compliance

Our objectives are to obtain reasonable assurance about whether material noncompliance with the compliance requirements referred to above occurred, whether due to fraud or error, and express an opinion on the District’s compliance based on our audit. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with GAAS, *Government Auditing Standards*, and the Uniform Guidance will always detect material noncompliance when it exists. The risk of not detecting material noncompliance resulting from fraud is higher than for that resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the

override of internal control. Noncompliance with the compliance requirements referred to above is considered material, if there is a substantial likelihood that, individually or in the aggregate, it would influence the judgment made by a reasonable user of the report on compliance about the District's compliance with the requirements of each major federal program as a whole.

In performing an audit in accordance with GAAS, *Government Auditing Standards*, and the Uniform Guidance, we

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material noncompliance, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the District's compliance with the compliance requirements referred to above and performing such other procedures as we considered necessary in the circumstances.
- obtain an understanding of the District's internal control over compliance relevant to the audit in order to design audit procedures that are appropriate in the circumstances 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 the District's internal control over compliance. Accordingly, no such opinion is expressed.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and any significant deficiencies and material weaknesses in internal control over compliance that we identified during the audit.

Report on Internal Control Over Compliance

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

Our consideration of internal control over compliance was for the limited purpose described in the Auditor's Responsibilities for the Audit of Compliance section above and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies in internal control over compliance. Given these limitations, during our audit we did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses, as defined above. However, material weaknesses or significant deficiencies in internal control over compliance may exist that were not identified.

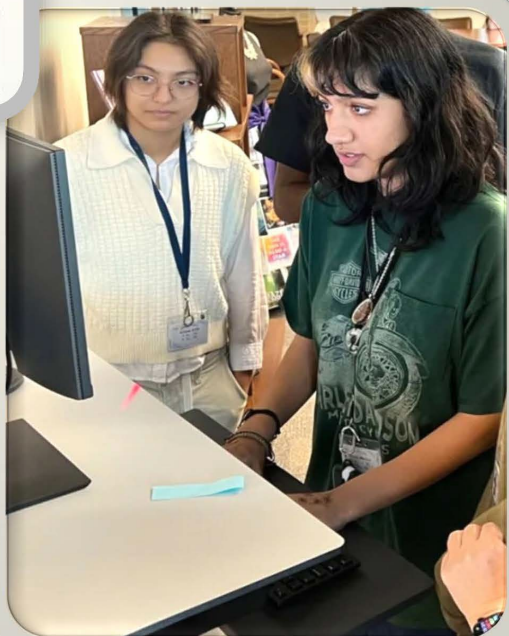
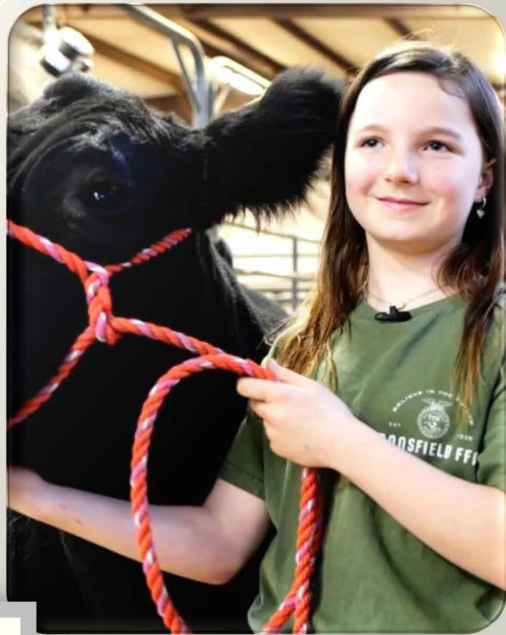
Our audit was not designed for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, no such opinion is expressed.

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.



Fort Worth, Texas
November 14, 2023

Federal Awards Section



MANSFIELD INDEPENDENT SCHOOL DISTRICT
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
For the Year Ended June 30, 2023

I. Summary of Auditor's Results

Financial Statements

Type of auditor's 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 auditor's 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:	Assistance Listing Numbers
U.S. Department of Homeland Security:	
COVID-19 – FEMA Public Assistance Grant	97.036
U.S. Department of Education:	
ESEA, Title I, Part A – School Improvement Grant	84.010A
ESEA, Title I, Part A – Improving Basic Programs	84.010A
COVID-19 – ESSER II – School Emergency Relief	84.425D
COVID-19 – ESSER III – School Emergency Relief	84.425U
Title IV, Pt B-21 st Cent. Community Learning Cent.	84.287
Dollar Threshold Considered Between Type A and Type B Federal Programs	\$1,323,520
Auditee qualified as low risk auditee?	Yes

MANSFIELD INDEPENDENT SCHOOL DISTRICT
SCHEDULE OF FINDINGS AND QUESTIONED COSTS (CONTINUED)
For the Year Ended June 30, 2023

II. Financial Statements Findings

There were no current year findings

III. Federal Awards Findings and Questioned Costs

There were no current year findings.

MANSFIELD INDEPENDENT SCHOOL DISTRICT
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED JUNE 30, 2023

(1) FEDERAL GRANTOR/ PASS-THROUGH GRANTOR/ PROGRAM or CLUSTER TITLE	(2) Federal Assistance Listing No.	(3) Pass-Through Entity Identifying Number	(4) Federal Expenditures
U.S. DEPARTMENT OF HOMELAND SECURITY			
<u>Passed through Texas Department of Public Safety-Disaster Grant</u>			
COVID 19 - FEMA Public Assistance Grant	97.036	FEMA 4485-PW-0100	\$ 977,320
Total Passed through Texas Department of Public Safety-Disaster Grant			977,320
TOTAL U.S. DEPARTMENT OF HOMELAND SECURITY			977,320
U.S. DEPARTMENT OF DEFENSE			
<u>Direct Programs</u>			
Federal ROTC	12.000		320,505
Airforce JR ROTC	12.000		66,979
Total Assistance Listing Number 12.000			387,484
Total Direct Programs			387,484
TOTAL U.S. DEPARTMENT OF DEFENSE			387,484
U.S. DEPARTMENT OF EDUCATION			
<u>Passed Through Texas Education Agency</u>			
ESEA, Title I, Part A - School Improvement Grant	84.010A	23610141220908	25,993
ESEA, Title I, Part A - Improving Basic Programs	84.010A	22610101220908	89,461
ESEA, Title I, Part A - Improving Basic Programs	84.010A	23610101220908	4,288,999
Total Assistance Listing Number 84.010			4,404,453
*IDEA - Part B, Formula	84.027	226600012209086600	117,475
*IDEA - Part B, Formula	84.027	236600012209086000	5,073,027
*COVID 19 - IDEA, Part B, Formula - (ARP)	84.027X	225350022209085350	803,740
Total Assistance Listing Number 84.027			5,994,242
*IDEA - Part B, Preschool	84.173	226610012209086610	2,630
*IDEA - Part B, Preschool	84.173	236610012209086610	61,269
Total Assistance Listing Number 84.173			63,899
Total Special Education Cluster (IDEA)			6,058,141
Career and Technical - Basic Grant	84.048	22420006220908	36,250
Career and Technical - Basic Grant	84.048	23420006220908	340,610
Total Assistance Listing Number 84.048			376,860
Title IV, Pt B-21st Cent. Community Learning Cent.	84.287	226950307110028	7,889
Title IV, Pt B-21st Cent. Community Learning Cent.	84.287	236950307110028	1,591,508
Total Assistance Listing Number 84.287			1,599,397
Title III, Part A - English Language Acquisition	84.365A	22671001220908	71,611
Title III, Part A - English Language Acquisition	84.365A	23671001220908	424,666
Total Assistance Listing Number 84.365			496,277
ESEA, Title II, Part A, Supporting Effective Instruction	84.367A	22694501220908	65,491
ESEA, Title II, Part A, Supporting Effective Instruction	84.367A	23694501220908	811,597
Total Assistance Listing Number 84.367			877,088
COVID 19 - ESSER II - School Emergency Relief	84.425D	21521001220908	5,751,664

MANSFIELD INDEPENDENT SCHOOL DISTRICT
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED JUNE 30, 2023

(1)	(2)	(3)	(4)
FEDERAL GRANTOR/ PASS-THROUGH GRANTOR/ PROGRAM or CLUSTER TITLE	Federal Assistance Listing No.	Pass-Through Entity Identifying Number	Federal Expenditures
COVID 19 - ESSER III - School Emergency Relief	84.425U	21528001220908	7,705,420
Total Assistance Listing Number 84.425			<u>13,457,084</u>
ESEA, Title IV, Part A Subpart 1	84.424A	22680101220908	7,291
ESEA, Title IV, Part A Subpart 1	84.424A	23680101220908	255,850
Total Assistance Listing Number 84.424			<u>263,141</u>
Summer School LEP	84.369A	69552202	20,143
Total Passed Through Texas Education Agency			<u>27,552,584</u>
TOTAL U.S. DEPARTMENT OF EDUCATION			<u>27,552,584</u>
U.S. DEPARTMENT OF HEALTH AND HUMAN SERVICES			
<u>Passed Through Texas Health and Human Services Commission</u>			
Medicaid Administrative Claiming Program - MAC	93.778	HHS000537900096	77,169
Total Passed Through Texas Health and Human Services Commission			<u>77,169</u>
TOTAL U.S. DEPARTMENT OF HEALTH AND HUMAN SERVICES			<u>77,169</u>
U.S. DEPARTMENT OF JUSTICE			
<u>Direct Programs</u>			
Bulletproof Vest Partnership Program	16.607		4,409
Total Direct Programs			<u>4,409</u>
TOTAL U.S. DEPARTMENT OF JUSTICE			<u>4,409</u>
U.S. DEPARTMENT OF AGRICULTURE			
<u>Passed Through Pass-Through Agency</u>			
*School Breakfast Program	10.553	71402301	1,954,609
*National School Lunch Program - Cash Assistance	10.555	71302301	10,083,113
*Supply Chain Assistance Grant	10.555	71302001	1,294,552
*National School Lunch Prog. - Non-Cash Assistance	10.555	71302001	1,383,698
Total Assistance Listing Number 10.555			<u>12,761,363</u>
*Summer Feeding Program - Cash Assistance	10.559		137,185
Total Child Nutrition Cluster			<u>14,853,157</u>
Child & Adult Care Food Program (CFCP)	10.558		259,267
COVID 19 - P-EBT Local Level Administrative Cost Grant	10.649		5,950
Total Passed Through Pass-Through Agency			<u>15,118,374</u>
TOTAL U.S. DEPARTMENT OF AGRICULTURE			<u>15,118,374</u>
TOTAL EXPENDITURES OF FEDERAL AWARDS			<u>\$ 44,117,340</u>
*Clustered Programs			

See Accompanying Notes to the Schedule of Expenditures of Federal Awards

MANSFIELD INDEPENDENT SCHOOL DISTRICT

NOTES ON ACCOUNTING POLICIES FOR FEDERAL AWARDS
YEAR ENDED JUNE 30, 2023

- For all Federal programs, the District uses the fund types specified in Texas Education Agency's *Financial Accountability System Resource Guide*.
 - (i) **General Fund** - is used to account for , among other things, resources related to the United States Department of Defense ROTC program and the United States Department of Education's Impact Aid.
 - (ii) **Special Revenue Funds** - are used to account for resources restricted to, or designated for, specific purposes by a grantor. Federal and state financial assistance generally is accounted for in a Special Revenue Fund. Generally, unused balances are returned to the grantor at the close of specified project periods.
- The accounting and financial reporting treatment applied to a fund is determined by its measurement focus. The Governmental Fund types are accounted for using a current financial resources measurement focus. All Federal grant funds were accounted for in a Special Revenue Fund or, in some instances, in the General Fund which are Governmental Fund type funds.

With this measurement focus, only current assets and current liabilities and the fund balance are included on the balance sheet. Operating statements of these funds present increases and decreases in net current assets. The modified accrual basis of accounting is used for the Governmental Fund types. 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 fund liability is incurred, if measurable, except for unmatured interest on General Long-Term Debt, which is recognized when due, and certain compensated absences and claims and judgments, which are recognized when the obligations are expected to be liquidated with expendable available financial resources. 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.

- The District must submit to the pass-through entity, no later than 90 calendar days (or an earlier date as agreed upon by the pass-through entity and District) after the end date of the period of performance, all financial, performance, and other reports as required by the terms and conditions of the Federal award. The Federal awarding agency or pass-through entity may approve extensions when requested and justified by the non-Federal entity, as applicable. (2 CFR 200.344(a))

Unless the Federal awarding agency or pass-through entity authorizes an extension, a non-Federal entity must liquidate all financial obligations incurred under the Federal award no later than 120 calendar days after the end date of the period of performance as specified in the terms and conditions of the Federal award.(2 CFR 200.344(b))

- Assistance Listing numbers for commodity assistance are the Assistance Listing numbers of the programs under which USDA donated the commodities.
- Indirect cost reimbursement for federal programs recorded in the general fund for this fiscal year was received in the amount of \$5,160,124.
- Reconciliation Information:

Amount reported on the Schedule of Expenditures of Federal awards.	\$ 44,117,340
SHARS Revenue reported in the General Fund	2,909,678
Federal Program Revenue Reported on Exhibit C-3	47,027,018
Total Federal Program Revenue	\$ 47,027,018

SCHOOLS FIRST QUESTIONNAIRE

MANSFIELD INDEPENDENT SCHOOL DISTRICT

Fiscal Year 2023

SF1	Was there an unmodified opinion in the Annual Financial Report on the financial statements as a whole?	Yes
SF2	Were there any disclosures in the Annual Financial Report and/or other sources of information concerning nonpayment of any terms of any debt agreement?	No
SF3	Did the school district make timely payments to the Teachers Retirement System (TRS), Texas Workforce Commission (TWC), Internal Revenue Service (IRS), and other government agencies? (If there was a warrant hold not cleared in 30 days, then not timely.)	Yes
SF4	Was the school district issued a warrant hold? (Yes even if cleared within 30 days.)	No
SF5	Did the Annual Financial Report disclose any instances of material weaknesses in internal controls over financial reporting and compliance for local, state or federal funds?	No
SF6	Was there any disclosure in the Annual Financial Report of material noncompliance for grants, contracts, and laws related to local, state, or federal funds?	No
SF7	Did the school district post the required financial information on its website in accordance with Government Code, Local Government Code, Texas Education Code, Texas Administrative Code and other statutes, laws and rules in effect at the fiscal year end?	Yes
SF8	Did the school board members discuss the school district's property values at a board meeting within 120 days before the school district adopted its budget?	Yes
SF9	Total accumulated accretion on CABs included in government-wide financial statements at fiscal year end.	234,437



MANSFIELD INDEPENDENT SCHOOL DISTRICT

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