

Mathis Independent School District
General Obligation
Annual Financial Operating Data
Fiscal Year Ended August 31, 2022

Mathis Independent School District
General Obligation
Continuing Disclosure Statement
For the year ended August 31, 2022
(Pursuant to SEC Rule 15 c 2-12)

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The information contained in this report has been obtained from the District and other sources believed to be reliable, but such information is not guaranteed as to accuracy or completeness and should not be understood as a promise or guarantee. This report may contain estimates and matters of opinion which are not intended as statements of fact, and no representation is made as to the correctness of such estimates and opinions. The information contained herein is subject to change and the submission of this report will not imply that there has been no changes to the financial condition of the District.

Mathis Independent School District
Continuing Disclosure Statement
For the year Ended August 31, 2022
(Pursuant to SEC Rule 15c2-12)

Table 1 - Valuation, Exemption and Debt Obligation

2022/23 Market Valuation Established by Bee, Live Oak, and San Patricio County		\$ 1,189,840,643
Less Exemptions/Reductions at 100% Market Value:		
\$25,000 Residential Homestead Exemptions (State Mandated)	67,604,663	
Residential Homestead Exemptions (Over 65)	7,024,086	
Disabled Veterans	5,432,480	
Disabled Persons	874,119	
Productivity Loss	221,053,216	
Value Lost to 10% Residential Cap and Other	42,483,116	
Totally Exempt Property	45,014,464	
Other	5,507,514	394,993,658
2022-23 Taxable Assessed Valuation, Before Freeze		\$ 794,846,985
Deduct: Freeze Loss		51,307,638
2022-23 Taxable Assessed Valuation, After Freeze		\$ 743,539,347
Debt Payable from Ad Valorem Taxes (as of February 1, 2023)		
Unlimited Tax Refunding Bonds, Series 2016	\$ 3,005,000	
Unlimited Tax Refunding Bonds, Series 2017	3,310,000	
Unlimited Tax School Building Bonds, Series 2019	10,115,000	
Unlimited Tax Refunding Bonds, Series 2020	2,270,000	
Debt Payable from Ad Valorem Taxes		\$ 18,700,000
Less: Instructional Facilities Allotment/Existing Debt Allotment		-
Net Debt Payable from Ad Valorem Taxes		\$18,700,000
Debt Payable from Maintenance Tax (as of February 1, 2023)		
Maintenance Tax Notes, Series 2012	\$ 602,097	
Maintenance Tax Notes, Series 2017	1,390,000	
	\$ 1,992,097	
Total Debt		\$ 20,692,097
Interest and Sinking Fund (as of August 31, 2022)		\$ 2,746,627
Ratio Funded Debt to Taxable Assessed Valuation		2.78%
2023 Estimated Population -	9,773	
Per Capita Taxable Assessed Valuation -	\$ 76,081	
Per Capita Funded Debt -	\$ 1,913	

Table 2 - Taxable Assessed Valuation by Category

	<u>2023</u>	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>
Single Family Residences	\$ 187,820,306	\$ 314,699,548	\$ 250,701,009	\$ 235,125,769	\$ 234,597,679
Multi-Family Residences	2,725,668	2,870,744	2,423,750	2,257,046	2,030,451
Vacant Lots	15,272,541	23,290,742	17,341,749	17,038,825	16,122,801
Rural Real	501,922,566	312,557,148	262,085,622	258,719,474	255,303,080
Commercial Real	55,866,576	48,884,169	51,485,593	40,951,267	38,694,974
Industrial Real	214,843,483	174,243,152	173,792,006	4,109,645	3,427,318
Oil, Gas and Minerals	1,485,423	916,551	1,305,033	1,704,219	1,478,938
Utilities	131,830,777	119,039,677	94,455,299	52,098,492	39,279,940
Commercial Personal	17,853,042	19,259,840	19,237,357	17,063,039	16,033,113
Industrial Personal	4,232,654	10,006,888	31,521,330	4,224,400	4,609,780
Mobile Homes	8,884,471	11,427,373	10,500,096	8,922,610	8,359,534
Exempt	45,653,904	42,140,020	35,148,539	30,327,896	29,660,853
Special Inventory/Other	1,449,232	1,212,521	1,700,920	1,610,743	1,309,700
	<u>\$ 1,189,840,643</u>	<u>\$ 1,080,548,373</u>	<u>\$ 951,698,303</u>	<u>\$ 674,153,425</u>	<u>\$ 650,908,161</u>
Less: Exemptions	\$ 394,993,658	\$ 366,311,590	\$ 294,117,420	\$ 286,644,583	\$ 287,328,192
Over 65 Loss	51,307,638	51,622,715	51,383,284	42,323,831	42,023,149
Other	-	-	-	-	-
Total Exemptions	<u>\$ 446,301,296</u>	<u>\$ 417,934,305</u>	<u>\$ 345,500,704</u>	<u>\$ 328,968,414</u>	<u>\$ 329,351,341</u>
Net Taxable Assessed Valuation	<u>\$ 743,539,347</u>	<u>\$ 662,614,068</u>	<u>\$ 606,197,599</u>	<u>\$ 345,185,011</u>	<u>\$ 321,556,820</u>

NOTE: Valuations shown are certified taxable assessed values reported by the Appraisal Districts. Certified Values are subject to change throughout the year as contested value are resolved and the Appraisal Districts update records.

Table 3 - Valuation and Tax Supported Debt History

Fiscal Year Ended 8/31	Estimated Population ⁽¹⁾	Taxable Assessed Valuation ⁽²⁾	Taxable Assessed Valuation Per Capita	Funded Debt Outstanding at End of Year	Ratio Funded	
					Debt to Taxable Assessed Valuation	Funded Debt per Capita
2018	7,908	\$ 352,987,115	\$ 44,637	\$ 14,975,613	4.24%	1,894
2019	7,940	321,556,820	40,498	10,969,818	3.41%	1,382
2020	7,698	345,185,011	44,841	18,950,590	5.49%	2,462
2021	7,862	606,197,599	77,105	18,821,212	3.10%	2,394
2022	7,075	662,614,068	93,656	20,085,000	3.03%	2,839
2023	9,773	743,539,347	76,081	18,325,000	2.46%	1,875

⁽¹⁾ Source: The Municipal Advisory Council of Texas.

⁽²⁾ Source: Bee, Live Oak and San Patricio County Appraisal Districts' Certified Totals.

Table 4 - Tax Rate, Levy, and Collection History

Fiscal Year Ended 8/31	Tax Rate	Local Maintenance ⁽²⁾	Debt Service	Tax Levy	% Current Collections	% Total Collections
2018	\$ 1.4347	\$ 1.1700	\$ 0.2647	\$ 4,999,424	90.94%	96.34%
2019	1.4296	1.1700	0.2596	4,995,832	94.69%	96.68%
2020	1.4726	1.0684	0.4042	5,389,585	91.46%	96.28%
2021	1.3673	0.9631	0.4042	7,158,215	98.56%	96.70%
2022	1.3646	0.9604	0.4042	7,786,909	96.74%	96.74%
2023	1.3472	0.9430	0.4042	10,016,590 ⁽¹⁾	(In process of collection)	

⁽¹⁾ Calculated.

⁽²⁾ In 2008, the District held a tax ratification election at which a majority of the registered voters of the District approved the levy of a maintenance and operations tax in the amount of \$1.17 per \$100 assessed valuation.

Table 5 – Top Ten Taxpayers

Name of Taxpayer	Nature of Property	2022/23 Taxable Assessed Valuation	% of Total Taxable Assessed Valuation
Gray Oak Pipeline LLC	Pipeline	\$ 31,398,569	4.22%
Karankawa Wind Project	Wind Farm	26,659,710	3.59%
AEP Texas Central Company	Electric Utility	27,606,928	3.71%
Cactus II Pipeline LLC	Pipeline	24,913,618	3.35%
El Algodon Alto Windfarm LLC	Windfarm	20,000,000	2.69%
Union Pacific Railroad Co.	Railroad	14,402,885	1.94%
Arrowhead Eagle Ford Pipeline	Pipeline	7,557,734	1.02%
DCP Sand Hills Pipeline LLC	Pipeline	7,418,980	1.00%
South Texas Implement Co.	Farm Supply	3,981,477	0.54%
Mathis Deluxe Hospitality LLC	Motel	2,952,500	0.40%
		<u>\$166,892,401</u>	<u>22.45%</u>

Includes Bee, Live Oak, and San Patricio Counties

Table 6 – Tax Adequacy

2022/2023 Principal and Interest Requirements ⁽¹⁾	\$ 1,161,025
Less: Instructional Facilities Allotment (IFA)/ Existing Debt Allotment (EDA) ⁽²⁾	-
Less: Transfer from Debt Service Fund	-
Net General Obligation Principal and Interest Requirements	<u>\$ 1,161,025</u>
\$0.4042 Interest & Sinking Fund Tax Levy at 100% Collections Produces	\$ 3,005,386

⁽¹⁾ Does not include Maintenance Tax Notes paid through the General Fund.

⁽²⁾ Source: TEA 2022-2023 Summary of Finances, Mathis ISD, dated February 10, 2023.

Table 8 – Tax Supported Debt Service Requirements

Fiscal Year Ending	Outstanding Bonds ⁽¹⁾			Total Debt Service Requirements	% of Principal Retired
	Principal	Interest	Total		
08/31/2023	\$ 375,000	\$ 786,025	\$ 1,161,025	\$ 1,161,025	
08/31/2024	770,000	774,775	1,544,775	1,544,775	
08/31/2025	425,000	750,950	1,175,950	1,175,950	
08/31/2026	440,000	735,550	1,175,550	1,175,550	
08/31/2027	460,000	717,950	1,177,950	1,177,950	13.21%
08/31/2028	610,000	699,550	1,309,550	1,309,550	
08/31/2029	885,000	675,150	1,560,150	1,560,150	
08/31/2030	925,000	646,050	1,571,050	1,571,050	
08/31/2031	985,000	604,700	1,589,700	1,589,700	
08/31/2032	1,025,000	560,750	1,585,750	1,585,750	23.69%
08/31/2033	1,075,000	515,000	1,590,000	1,590,000	
08/31/2034	1,125,000	467,000	1,592,000	1,592,000	
08/31/2035	1,175,000	416,750	1,591,750	1,591,750	
08/31/2036	1,195,000	364,250	1,559,250	1,559,250	
08/31/2037	1,255,000	310,650	1,565,650	1,565,650	68.05%
08/31/2038	935,000	260,450	1,195,450	1,195,450	
08/31/2039	970,000	226,050	1,196,050	1,196,050	
08/31/2040	1,000,000	190,350	1,190,350	1,190,350	
08/31/2041	710,000	153,500	863,500	863,500	
08/31/2042	750,000	118,000	868,000	868,000	91.39%
08/31/2043	785,000	80,500	865,500	865,500	
08/31/2044	825,000	41,250	866,250	866,250	100.00%
	<u>\$ 18,700,000</u>	<u>\$ 10,095,200</u>	<u>\$ 28,795,200</u>	<u>\$ 28,795,200</u>	

⁽¹⁾ Does not include Maintenance Tax Notes paid through the General Fund.

Table 9 – Estimated Interest and Sinking Fund Budget Projection

Tax Supported Debt Service Requirements, Fiscal Year Ending August 31, 2023		\$ 1,161,025
Interest and Sinking Fund, August 31, 2022	2,746,627	
Interest and Sinking Fund Tax Levy @ 91% Collection ⁽¹⁾	2,734,901	
Estimated revenue from taxes levied on frozen properties @ 91% Collections ⁽¹⁾	188,721	
Estimated Transfer Required from the General Fund	-	
Instructional Facilities Allotment (IFA)/Existing Debt Allotment (EDA) ⁽²⁾	-	5,670,249
Estimated Balance, August 31, 2023		<u>\$ 4,509,224</u>

⁽¹⁾ Assumes a 2022-23 Net Taxable Assessed Valuation of \$ 743,539,347.

⁽²⁾ Source: TEA 2022-2023 Summary of Finances, Mathis ISD, dated February 10, 2023.

Table 10 – Authorized but Unissued Unlimited Tax Bonds

As of August 31, 2022 the District has no authorized but unissued bonds.

Source: “Texas Municipal Reports” published by the Municipal Advisory Council of Texas

Table 11 – Other Obligations

As of August 31, 2022, the District has no outstanding capital lease obligations.

Source: District Comprehensive Annual Financial Report.

Table 12 – Change in Net Assets

	Fiscal Year Ended August 31,				
	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>
Program Revenues:					
Charges for Services	\$ 239,815	\$ 182,169	\$ 147,336	\$ 216,562	\$ 209,832
Operating Grants & Contributions	10,268,844	7,477,294	6,704,022	6,364,409	5,259,967
Property Taxes	9,271,753	7,333,741	5,513,241	5,119,226	5,154,796
Grants & Contributions Not Restricted to Specific Programs	8,811,800	11,801,587	12,585,764	11,796,232	7,682,386
Investment Earnings	-	54,593	136,317	87,017	58,375
Other	499,516	1,252,912	1,170,721	250,773	151,913
Total Revenues:	<u>\$ 29,091,728</u>	<u>\$ 28,102,296</u>	<u>\$ 26,257,401</u>	<u>\$ 23,834,219</u>	<u>\$ 18,517,269</u>
Expenses:					
Instruction	\$ 12,712,946	\$ 13,322,555	\$ 13,971,313	\$ 13,328,300	\$ 7,029,377
Instructional Resources & Media Services	355,630	448,869	579,643	362,309	255,458
Curriculum and Staff Development	243,214	68,693	72,071	83,759	89,753
Instructional Leadership	7,187	4,494	11,823	1,710	16,168
School Leadership	1,340,201	1,374,808	1,456,910	1,319,726	864,721
Guidance, Counseling & Evaluation Services	406,072	397,361	395,593	376,926	260,893
Social Work Services	72,148	506	-	1,089	44,187
Health Services	179,822	183,880	209,815	132,139	141,790
Student Transportation	1,027,540	665,681	469,653	625,560	581,955
Food Service	2,348,038	1,793,020	2,181,231	1,877,701	1,430,859
Cocurricular/Extracurricular Activities	868,682	813,308	880,307	835,090	691,521
General Administration	1,144,971	1,009,995	1,118,616	1,019,644	806,711
Facilities Maintenance and Operations	3,838,462	3,014,625	2,944,197	2,496,793	2,375,065
Security and Monitoring Services	43,442	56,964	83,309	39,740	46,415
Data Processing Services	269,607	251,383	297,591	299,669	261,875
Community Services	54,387	129,452	156,120	203,851	35,144
Interest on Long-Term Debt	818,368	834,656	823,505	694,753	523,989
Bond Issuance Cost & Fees	16,886	2,000	114,553	224,106	64,959
Capital Outlay	1,321,816	22,350	564,167	-	-
Payments Related to Shared Services Arrangements	-	-	-	-	-
Other Intergovernmental Charges	100,636	96,806	88,170	89,155	99,098
Total Expenses:	<u>\$ 27,170,055</u>	<u>\$ 24,491,406</u>	<u>\$ 26,418,587</u>	<u>\$ 24,012,020</u>	<u>\$ 15,619,938</u>
Increase (Decrease) in Net Assets	\$ 1,921,673	\$ 3,610,890	\$ (161,186)	\$ (177,801)	\$ 2,897,331
Beginning Net Assets	20,129,314	16,518,423	16,679,611	16,857,410	13,960,078 ⁽¹⁾
Prior Period Adjustment	-	-	-	-	-
Ending Net Assets	<u>\$ 22,050,988</u>	<u>\$ 20,129,314</u>	<u>\$ 16,518,426</u>	<u>\$ 16,679,610</u>	<u>\$ 16,857,409</u>

⁽¹⁾ Restated.

Table 12A - Comparative Statement of Revenues, Expenditures, and General Fund Balance

	Fiscal Year Ended August 31,				
	2022	2021	2020	2019	2018
Revenues:					
Local and Intermediate Sources	\$ 6,984,509	\$ 6,260,526	\$ 4,444,970	\$ 4,660,964	\$ 4,474,670
State Program Revenues	10,459,168	12,467,231	12,223,376	11,169,697	11,174,810
Federal Program Revenues	3,176,671	1,352,085	1,660,069	2,423,866	2,487,826
Total Revenues	\$ 20,620,348	\$ 20,079,842	\$ 18,328,415	\$ 18,254,527	\$ 18,137,306
Expenditures:					
Current:					
Instruction	\$ 8,613,339	\$ 8,488,508	\$ 9,047,161	\$ 8,113,290	\$ 8,027,586
Instructional Resources & Media Services	364,406	416,132	520,088	324,579	319,799
Curriculum and Staff Development	59,754	36,781	40,376	47,090	54,386
Instructional Leadership	6,800	4,242	11,200	1,612	14,847
School Leadership	1,350,031	1,267,399	1,252,708	1,149,049	1,159,439
Guidance, Counseling & Evaluation Services	422,370	365,549	340,454	334,581	360,964
Social Work Services	-	478	-	1,027	60,343
Health Services	186,198	164,772	166,583	117,654	184,753
Student Transportation	660,508	534,935	327,206	489,667	549,836
Food Service	2,538,173	649,813	1,705,873	1,994,590	1,501,323
Cocurricular/Extracurricular Activities	759,889	701,199	760,244	701,774	736,676
General Administration	1,167,770	936,029	994,781	917,282	958,320
Facilities Maintenance and Operations	2,442,638	2,785,337	2,762,257	2,553,179	2,744,953
Security and Monitoring Services	41,724	53,358	50,783	36,304	48,576
Data Processing Services	273,491	233,945	269,268	272,857	290,469
Community Services	1,438	520	470	2,128	23,343
Principal on Long-Term Debt	220,796	214,087	802,218	407,994	342,770
Interest on Long-Term Debt	61,710	66,316	92,901	110,682	101,247
Bond Issuance Cost & Fees	400	400	-	400	806
Capital Outlay	1,604,600	235,697	632,634	-	-
Payments Related to Shared Services Arrangements	-	-	-	-	-
Other Intergovernmental Charges	100,636	96,806	88,170	89,155	99,098
	\$ 20,876,671	\$ 17,252,303	\$ 19,865,375	\$ 17,664,894	\$ 17,579,534
Excess (Deficiency) of Revenues Over (Under) Expenditures	(256,323)	2,827,539	(1,536,960)	589,633	557,772
Other Resources and (Uses)	-	633,880	-	(60,000)	-
Increase (Decrease) in Fund Balance	-	3,461,419	(1,536,960)	529,633	557,772
Beginning Fund Balance on September 1	13,102,503	9,641,084	11,178,045	10,648,411	10,090,638 ⁽¹⁾
Ending Fund Balance on August 31	\$ 12,846,180	\$ 13,102,503	\$ 9,641,085	\$ 11,178,044	\$ 10,648,410

⁽¹⁾ Restated.

Table 13 – Current Investments

<u>Type of Investment</u>	<u>Fair Market Value</u>
TexPool	\$ 6,130,687
Lone Star Pool	1,213,789
Total	<u>\$ 7,344,476</u>