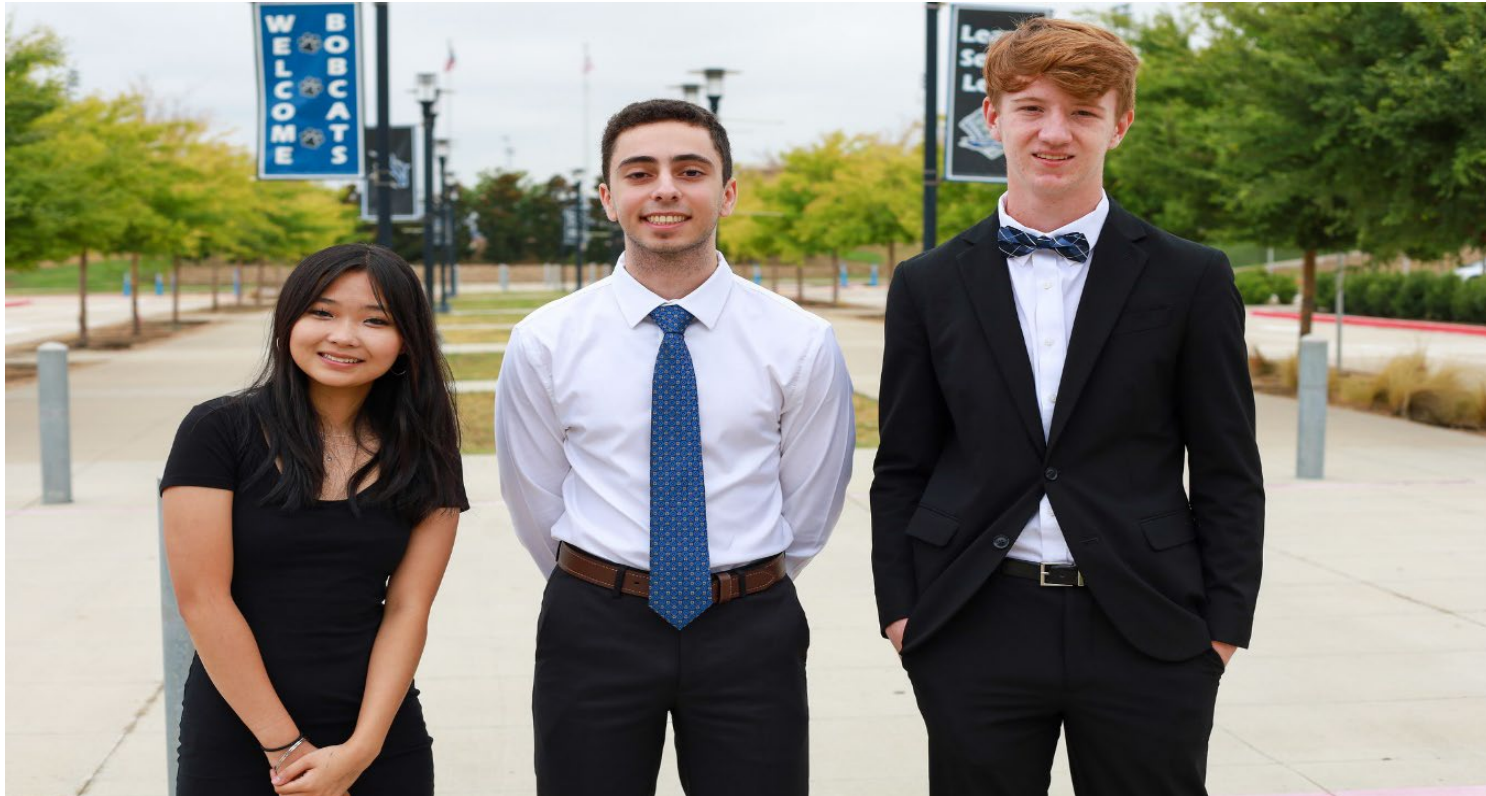


## National Merit Finalists



## Financial Section Fund Financial Statements

# NORTHWEST INDEPENDENT SCHOOL DISTRICT

## NOTES TO THE BASIC FINANCIAL STATEMENTS

### FOR THE YEAR ENDED JUNE 30, 2023

The District segregates transactions related to certain functions or activities in separate funds in order to aid financial management and to demonstrate legal compliance. Separate statements are presented for governmental and proprietary activities. These statements present each major fund as a separate column on the fund financial statements; all non-major funds are aggregated and presented in a single column.

Governmental funds are those funds through which most governmental functions typically are financed. The measurement focus of governmental funds is on the sources, uses and balance of current financial resources. The District has presented the following major governmental funds:

1. **General Fund** - This fund is established to account for resources financing the fundamental operations of the District, in partnership with the community, in enabling and motivating students to reach their full potential. All revenues and expenditures not required to be accounted for in other funds are included here. This is a budgeted fund, and any fund balances are considered resources available for current operations. Fund balances may be appropriated by the Board of Trustees to implement its responsibilities.
2. **Debt Service Fund** - This fund is established to account for payment of principal and interest on long-term general obligation debt and other long-term debts for which a tax has been dedicated. This is a budgeted fund. Any unused sinking fund balances are transferred to the General Fund after all of the related debt obligations have been met.
3. **Capital Projects Fund** - This fund is established to account for proceeds, from the sale of bonds and other resources to be used for Board authorized acquisition, construction, or renovation, as well as furnishings and equipping of major capital facilities. Upon completion of a project, any unused bond proceeds are transferred to the Debt Service Fund and are used to retire related bond principal.

Additionally, the District reports the following fund type:

**Special Revenue Funds** - These funds are established to account for federally financed or expenditures legally restricted for specified purposes. In many special revenue funds, any unused balances are returned to the grantor at the close of specified project periods. For funds in this fund type, project accounting is employed to maintain integrity for the various sources of funds.

As of the end of the current fiscal year, the District's governmental funds reported combined ending fund balances of \$383,962,122 a decrease of \$171,886,108. Approximately 30 percent of this total amount (\$114,132,908) constitutes *committed, assigned and unassigned fund balance*, which is available for spending at the District's discretion. The remainder of fund balance is *nonspendable or restricted* to indicate that it is not available for new spending because it is already restricted to pay debt service (\$74,497,165), or for capital projects (\$190,276,684), or for Federal grants (\$4,323,305), or already spent on prepaid items (\$1,498,738) or inventories (87,918).

The general fund is the primary operating fund of the District. At the end of the current fiscal year, unassigned fund balance of the general fund was \$106,678,265, while the total fund balance was \$111,215,675. As a measure of the general fund's liquidity, it may be useful to compare both unassigned fund balance and total fund balance to the total fund expenditures. Unassigned fund balance represents 37.22% of the total general fund expenditures, while the total fund balance represents 37.74% of that same amount.

## 2023 - 2024 Adopted Budget

The fund balance of the District's general fund decreased by \$11,310,718 during the current fiscal year, compared to a \$16,081,405 increase in the previous year. Key factors related to this change are as follows:

- A \$37,616,314 increase in property tax and other local revenues combined with a \$5,149,990 increase in foundation, per capita and other state funding contributed to a \$47,585,958 overall increase in total revenues. However, expenditures increased \$53,337,116 or 22.1% with \$17,637,143 of the increase being in contracted instructional services between schools.

The debt service fund has a total fund balance of \$74,947,165, all of which is reserved for the payment of debt service. The net increase in fund balance during the period from current year operations was \$4,180,951, compared to a \$55,715 decrease in the previous year. Tax revenues were \$20,553,837 higher than the previous year, while debt service expenditures were \$18,333,919 higher due to significantly more bond principal payments.

Other changes in fund balances should also be noted. The fund balance in the capital projects fund decreased by \$187,554,339 due primarily to \$150,000,000 proceeds from bond sales offset by \$351,046,368 spent on construction-related costs. Although these and other capital expenditures reduce available fund balances, they create new assets for the District as reported in the Statement of Net Position and discussed in Note 4 to the financial statements.

Over the course of the year, the Board of Trustees revised the District's budget several times. These budget amendments fall into three categories. The first category includes amendments and supplemental appropriations that were approved shortly after the beginning of the year and reflect the actual beginning balances (versus the amounts we estimated in June, 2022). The second category includes changes that the Board made during the year to reflect new information regarding revenue sources and expenditure needs. The principal amendment in this case was an increase in the anticipated amount of State funding to be received. The third category involves amendments moving funds from programs that did not need all the resources originally appropriated to them to programs with resource needs.

The District's General Fund balance of \$111,215,675 differs from the General Fund's budgetary fund balance of \$84,543,680. For the year ended June 30, 2023, actual general fund expenditures on a budgetary basis were \$294,617,517, below the original budget expenditures of \$303,130,801 and the revised final budget of \$319,932,865. The majority of the actual variance of \$25,315,348 consists of savings achieved in payroll costs in several areas. Actual revenue on a budgetary basis was \$305,921,798 compared to the original budget of \$303,130,801 and a revised budget of \$304,571,588. The actual variance was only \$1,350,207.

### **Capital Assets and Debt Administration**

#### **CAPITAL ASSETS AND DEBT ADMINISTRATION**

##### Capital Assets

At June 30, 2023, the District had \$1,371,366,258 (net of accumulated depreciation) invested in a broad range of capital assets, including facilities and equipment for instruction, transportation, athletics, administration, and maintenance. This amount represents a net increase of \$262,408,092, or 23.7%, above last year.

This fiscal year's major additions include:

Continuing construction costs on four new elementary schools, paid for with proceeds of general obligation bonds.	\$129,124,327
Continuing construction costs on renovations/additions at an existing high school, paid for with proceeds of general obligation bonds.	66,977,039
Continuing construction costs on two new middle schools, paid for with proceeds of general obligation bonds.	74,968,224
Initial construction costs on Pre-K additions at multiple campuses, paid for with proceeds of general obligation bonds.	21,018,466
	<hr/>

## **2023 - 2024 Adopted Budget**

### **Debt Administration**

At year-end, the District had \$1,437,904,129 in bonds outstanding (including accreted interest on bonds) versus \$1,368,180,077 last year—a decrease of 5.1%. No new debt was incurred during the fiscal period. The District's underlying rating for unlimited tax bonds is "Aa2" by Moody's, and "AA" by Fitch but is considered AAA as a result of guarantees of the Texas Permanent School Fund.

State statutes limit the amount of general obligation debt a governmental entity may issue to 10 percent of its total assessed valuation. The current debt limitation for the District is \$3,042,087,713, which is significantly in excess of the District's outstanding general obligation debt.

### **Economic Factors and Next Year's Budgets and Rates**

The District's elected officials considered many factors when setting the fiscal year 2023 budget and tax rates, including the economy, student enrollment growth, and funding levels by the State of Texas.

The District has adopted a \$2,988,875 deficit budget for 2023-2024 for the general fund. Budgeted revenues for the general fund are \$17,180,968 higher than actual 2022-2023 revenues due to expected reduction in money received from the State. Budgeted expenditures are \$31,474,121 higher than actual 2022-2023 expenditures.

The District has adopted a \$39,204,552 surplus budget for 2023-2024 for the debt service fund. Budgeted revenues for the debt service fund are \$20,304,395 higher than actual 2022-2023 revenues and budgeted expenditures are \$14,719,206 lower than actual 2022-2023 expenditures.

The 2023 tax rate was set at \$1.0902 per \$100 valuation (\$0.6692 maintenance and operations and \$0.4210 debt service). The maintenance and operations rate decreased from \$.8546 the prior year and the debt service rate increased from \$0.42.

### **Major Revenue Sources**

#### **Local Revenue**

Local Real and Personal Property Taxes is the District's main source of revenue at 89% of total revenue for 2022-2023. The District's Maintenance & Operations (M&O) tax rate for 2023-2024 is \$0.6692. The Interest & Sinking (I&S) tax rate is \$0.4210 to meet voter approved debt requirements. The total tax rate is \$1.0902.

#### **Other Local Sources**

Revenue from other local sources include but are not limited to:

- Interest earnings
- Facility rental
- Donations
- Athletic gate receipts
- Concessions
- Student fees
- Advertising
- Lunch sales

Revenue from lunch sales is recorded into the Food Service fund and activity fund resources are generated from co-curricular activities that solely benefit students.

#### **State Revenue**

State funding includes the state's portion of the calculated funding entitlement based upon the district's average daily attendance. Also included is the state's portion of TRS/TRS Care On-Behalf revenue.

#### **Federal Revenue**

Federal revenue within the general fund is earned through the School Health and Related Services (SHARS) Reimbursement program for Medicaid service provided to students by the district staff.

## **Expenditures by Object**

**Expenditures are broken into the following categories:**

Instruction (11,12,13)  
Leadership (21,23)  
Student Support Services (31,32,33,34,36)  
Administrative (41)  
Non-Student Support Services (51,52,53)  
Other (61,71,93,95,99)

## **General Fund**

The general fund is a governmental fund with budgetary control which is used to show transactions resulting from operations of on-going organizations and activities from a variety of revenue sources for which fund balance is controlled by and retained for the use of the local education agency. The general fund utilizes the modified accrual basis of accounting. To maintain separate revenue and expenditure accounts to assure the integrity of specific revenue purposes when required by law or rule, the general fund is to employ the classification defined below by the Texas Education Agency.

### **Fund 199 – General Fund**

This classification must be used to account for funds in which the local governing board designates. The local governing board has wide discretion in their use as provided by law. This fund usually includes transactions as a result of revenues from local maintenance taxes, payments in lieu of taxes, foundation entitlements, State and County available and other Foundation School Program sources which are not identified on warrants for foundation entitlements.

### **Fund 184 – Cocurricular/Extracurricular Activities**

This locally defined fund code is used to account for expenditures/expenses for school-sponsored activities during or after the school day that are not essential to the delivery of services for Function 11 - Instructional, the Function code 20 series – Instructional and School Leadership or other Function code 30 series – Support Services Student (Pupil). These activities are generally designed to provide students with experiences such as motivation and the enjoyment and improvement of skills in either a competitive or noncompetitive setting. These activities include student groups such as Future Farmers of America (FFA), National Honor Society, etc. Cocurricular activities are those activities that are not essential to instruction but enhance the curriculum and include University Interscholastic League competition such as one-act plays, speech, debate, band, etc. Extracurricular activities are those activities that do not enhance the instructional program including athletics that normally involve competition between schools (and frequently involve offsetting gate receipts or fees such as football, baseball, volleyball, track, and tennis). Also included are related activities (such as drill team, pep squad and cheer leading) that exist because of athletics.

### **Fund 185 – Cocurricular/ Aquatic Center**

This locally defined fund code is used to account for expenditures/expense that pertain to the operation of the Aquatic Center.

These funds are converted to Fund 199 for PEIMS reporting.

# REVENUE BUDGET

For every \$1 of funding received...



**Local Revenue:** Property Taxes and other local sources  
Total budget: \$289,822,026  
\$0.90 for every \$1.00 comes from this source.

**Total Revenue Budget**  
**\$323,102,763**



**State Revenue:** State funding for school districts  
Total budget: \$29,124,213  
\$0.09 for every \$1.00 comes from this source.  
(Recapture: payment paid to state = \$19,500,000 budget)



**Federal Revenue:** Indirect Revenue from Grants and SHARS  
Total budget: \$4,156,524  
\$0.01 for every \$1.00 comes from this source.



[www.nisdtx.org](http://www.nisdtx.org)

# Expenditure Budget

For every \$1 of funding received...

**\$0.58** pays for **instruction** including instructional resources and curriculum



**\$0.01** pays for **instructional leadership**



**\$0.06** pays for **school leadership** which includes general campus administration



**\$0.01** pays for **other general operating costs**

**\$0.02** pays for **technology & data services**



**\$0.04** pays for **guidance & counseling** Including social work services



**\$0.11** pays for **other operations** like maintaining clean and safe schools



**\$0.01** pays for **health services**



**\$0.06** will be sent back to the State of Texas in the form of **recapture**

**\$0.03** pays for **administration** of the school district



**\$0.04** pays for **school transportation**

**\$0.03** pays for **cocurricular & extracurricular activities**



**\$0.00** pays for **meals** Including breakfast and lunch

**Total Expenditure Budget**  
**\$326,091,639**

## **Budget Highlights**

The following selection of highlights is presented as a brief overview of significant items and issues contained in the 2023-2024 budget. The Administration performed a detailed review of all revenues and expenditures focused on aligning the allocation of both personnel and financial resources with the accomplishment of the goals and objectives. The Strategic Plan reference to the District's Goals and Performance Objectives is included for all cost increases.

The budget priorities for the 2023-2024 school year were: growth staffing needs, program changes and competitive compensation. These three budget priorities are tied to the Strategic Plan the district has adopted.

The 2023-2024 budget includes changes to our staffing ratios and a program change to ensure that **Strategic Goal #1: Northwest ISD will provide personalized learning experiences and cultivate the growth and achievement of every student is met.**

- Reducing the staffing ratios in 3<sup>rd</sup> grade from 24:1 to 22:1 as in K thru 2<sup>nd</sup> grade impacted the budget by \$438,000.
- Program change to full day Pre-K district wide \$ 1,200,000.
- Second staffing for Interventionists \$657,000.

The 2023-2024 budget includes compensation plan updates to support the **Strategic Goal #2: Northwest ISD will recruit, value, and retain highly effective staff prepared to meet the individual needs of our students and learning community.**

- 3% general pay increase calculated at midpoint \$5.43M.
- One time salary advancement \$6000.
- Reclassification and update position placement \$270,000.
- Stipend update \$55,000.
- Updated Temporary / Extra Duty pay scale \$15,000.
- Increase district health care contribution from \$300 to \$325 had a budget impact of \$550,000.

The 2023-2024 budget includes additional money to support **Strategic Goal #3: Northwest ISD will foster a safe environment and a culture of engagement that values the voices of all students, staff, families, and community members.**

- Update communication software to help inform parents, students, and staff \$95,000.
- Mandate by TEA of security officers at all campuses additional \$800,000.

### **Forecast assumptions:**

- Northwest ISD is a fast growth district.
- Revenue projected conservatively at 8% FY25, 9% FY26 and 10% FY27.
- Increase in expenses due to opening new campuses each year will require additional staff and supplies.
- Expenditures projected conservatively at 7.5% FY25, 9% FY26 and 10% FY27.
- Fund balance will be used if expenditures are greater than revenue received although the District will make expenditure cuts when needed to balance the budget if possible. The District has a healthy fund balance, along with a budget that is based on conservative principles and assumptions of enrollment and attendance and do not anticipate having negative budgets or dipping into fund balance very often.
- District expects payroll costs to increase as it becomes harder to find or retain employees.

**2023 - 2024 Adopted Budget**

**NORTHWEST INDEPENDENT SCHOOL DISTRICT  
COMBINED STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN  
FUND BALANCE, GENERAL FUND  
FOR YEAR ENDING JUNE 30, 2020 THROUGH JUNE 30, 2027**

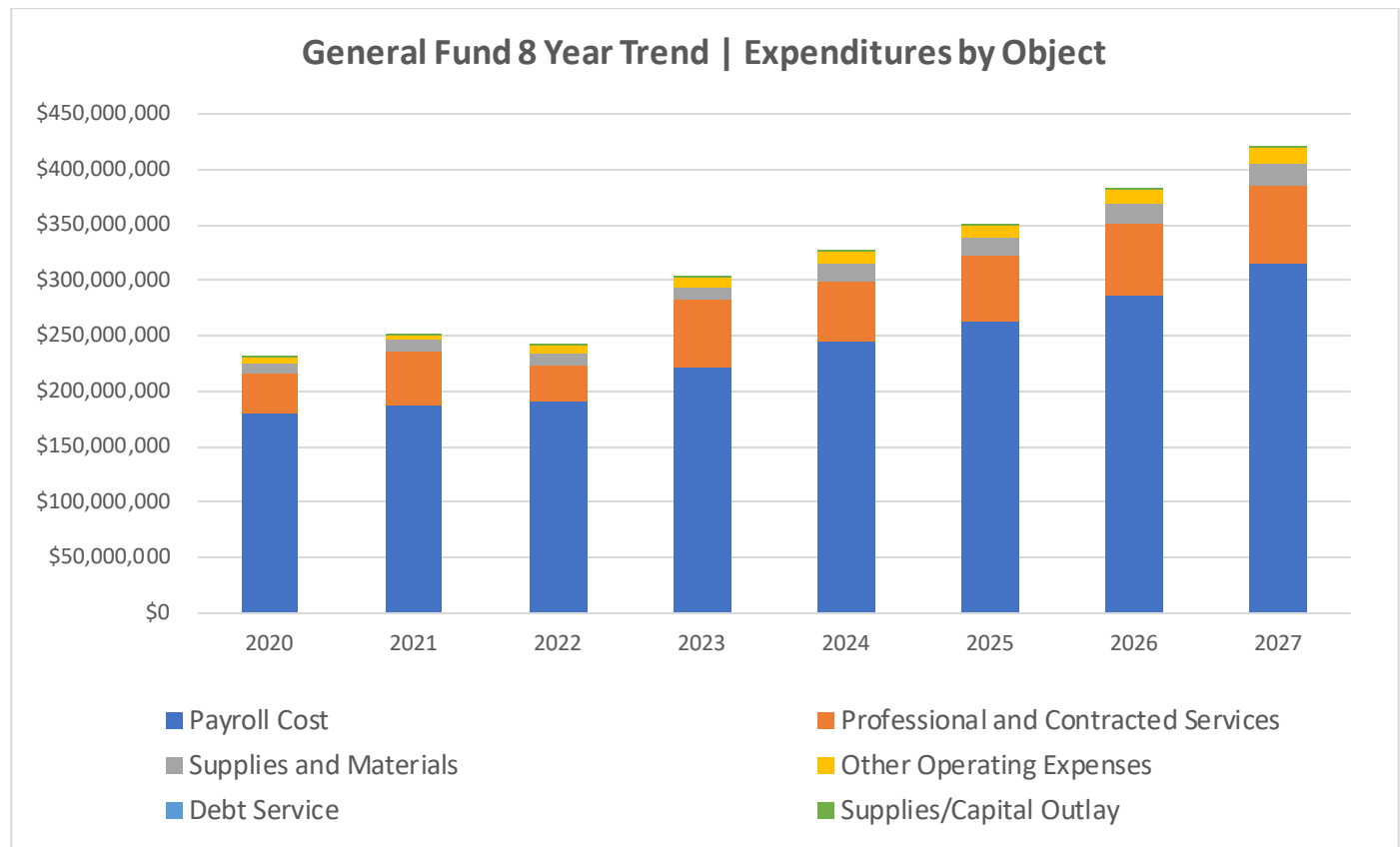
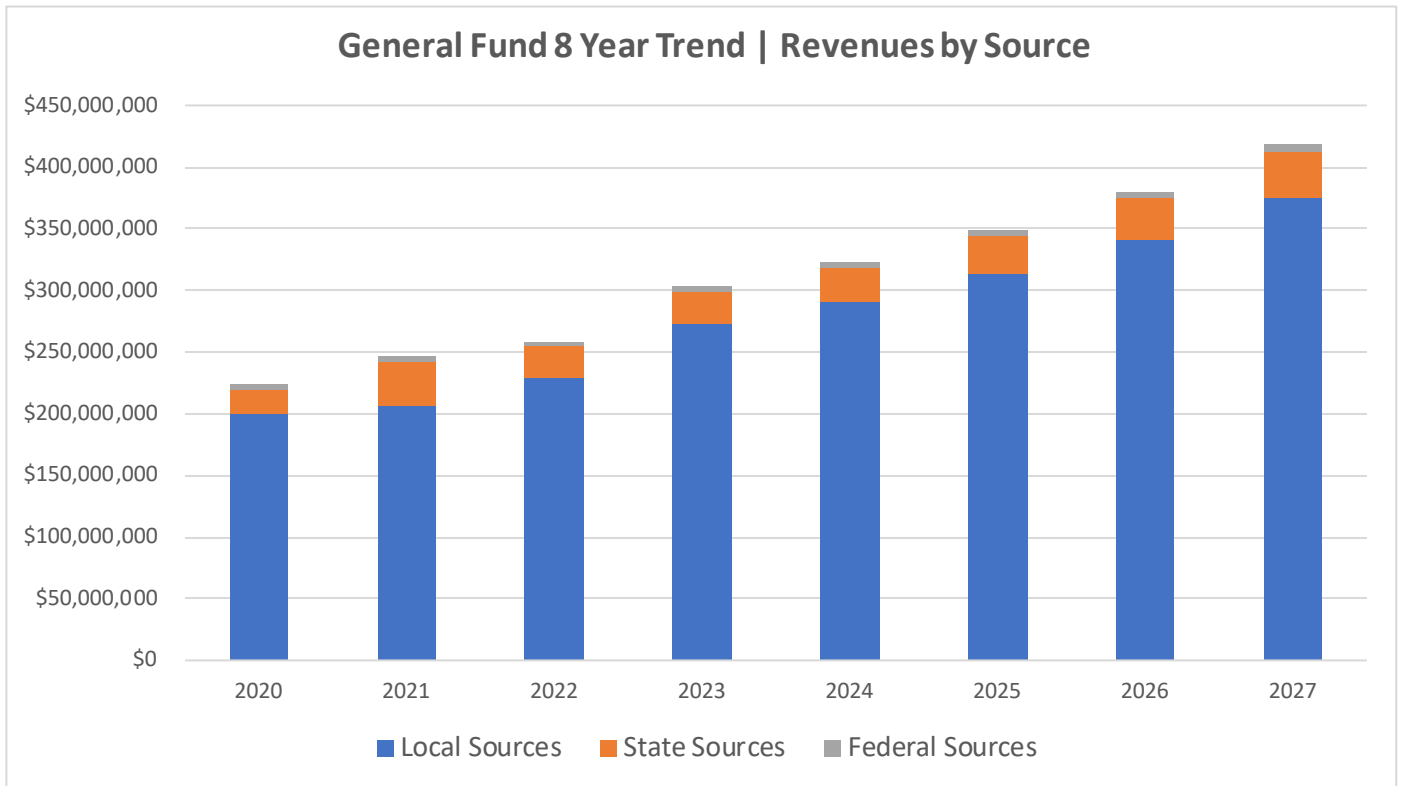
	<b>Audited Financial Reports</b>			<b>Adopted Budget</b>		<b>Financial Forecast</b>		
<b>Description</b>	<b>19-20</b>	<b>20-21</b>	<b>21-22</b>	<b>22-23</b>	<b>23-24</b>	<b>24-25</b>	<b>25-26</b>	<b>26-27</b>
<b>REVENUES:</b>								
Local and Intermediate Sources	199,346,105	206,599,944	228,410,531	272,914,865	289,822,026	313,007,788	341,178,489	375,296,338
State Program Revenues	20,589,868	35,436,900	25,985,292	25,933,598	29,124,213	31,454,150	34,285,024	37,713,526
Federal Program Revenues	4,366,494	4,404,570	3,940,014	4,282,338	4,156,524	4,489,046	4,893,060	5,382,366
Total Revenues	<u>224,302,467</u>	<u>246,441,414</u>	<u>258,335,837</u>	<u>303,130,801</u>	<u>323,102,763</u>	<u>348,950,984</u>	<u>380,356,573</u>	<u>418,392,230</u>
<b>EXPENDITURES:</b>								
Payroll Costs	180,516,794	187,527,742	190,834,614	222,186,997	244,579,970	262,923,468	286,586,580	315,245,238
Contracted Service	36,214,792	48,334,790	33,028,391	59,581,357	54,307,467	58,380,527	63,634,774	69,998,252
Supplies and Materials	8,936,710	10,256,295	10,785,661	11,130,487	15,890,988	17,082,812	18,620,265	20,482,291
Miscellaneous	4,918,076	4,659,159	5,839,647	9,606,471	10,872,931	11,688,400	12,740,357	14,014,392
Debt Service	-	-	-	-	-	-	-	-
Capital Outlay	1,008,868	557,864	792,090	625,488	440,282	473,303	515,900	567,490
						-		
Total Expenditures	<u>231,595,239</u>	<u>251,335,850</u>	<u>241,280,403</u>	<u>303,130,801</u>	<u>326,091,639</u>	<u>350,548,510</u>	<u>382,097,876</u>	<u>420,307,664</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(7,292,772)	(4,894,436)	17,055,434	-	(2,988,876)	(1,597,526)	(1,741,303)	(1,915,434)
Other Resources	43	523	199	-	-	-	-	-
Other (Uses)	(1,779,286)	(1,345,252)	(974,230)	-	-	-	-	-
Excess (Deficiency) of Revenues and Other Resources Over Expenditures and Other Uses	(9,072,016)	(6,239,158)	16,081,405	(0)	(2,988,876)	(1,597,526)	(1,741,304)	(1,915,434)
Fund Balance - September 1, (Beginning)	99,134,726	90,062,710	83,823,552	99,904,957	99,904,957	96,916,081	95,318,555	93,577,250
Increase (Decrease) in Fund Balance	(9,072,016)	(6,239,158)	16,081,405	(0)	(2,988,876)	(1,597,526)	(1,741,304)	(1,915,434)
<b>Fund Balance - June 30 (Ending)</b>	<b>90,062,710</b>	<b>83,823,552</b>	<b>99,904,958</b>	<b>99,904,957</b>	<b>96,916,081</b>	<b>95,318,555</b>	<b>93,577,250</b>	<b>91,661,816</b>

**Assumptions:**

- (1) Northwest ISD is considered "fast growth"
- (2) Revenue was projected at a conservative 8% FY25; 9% FY 26; and 10% FY27 per year increase for
- (3) Increase in expenses due to opening new campuses which will require additional staff and cost of supplies for students and staff. 7.5% increase FY25; 9% FY26; 10% FY27.



## 2023 - 2024 Adopted Budget



Source: Forecast 5

## **Special Revenue Funds**

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

**211 ESEA, Title I, Part A Improving Basic Programs** – Provide opportunities for children served to acquire knowledge and skills to meet the challenging state performance standards developed for all children.

**224 IDEA – Part B, Formula** – Operate educational programs for children with disabilities.

**225 IDEA – Part B, Preschool** – Support programs for preschool children with disabilities.

**240 National School Breakfast and Lunch Program** – Support programs using federal reimbursement revenues from the United States Department of Agriculture (USDA).

**244 Career and Technical – Basic Grant** - Provide career and technical education to develop new and/or improved marketable skills for paid and unpaid employment.

**255 ESEA, Title II, Part A Teacher and Principal Training and Recruiting** – Provide financial assistance to increase student academic achievement through improving teacher and principal quality and increasing the number of highly qualified teachers in classrooms and highly qualified principals and assistant principals.

**263 Title III, Part A - English Language Acquisition and Language Enhancement** – Funds granted to improve the education of limited English proficient children by assisting the children to learn English and meet challenging State academic content and student academic achievement standards.

**272 Medicaid Administrative Claiming Program – MAC** – Funds allocated to local education agencies for reimbursement of eligible costs for activities attributed to the implementation of the Medicaid state plan.

**288 Summer School LEP** – Funds granted for summer education of limited English proficient students.

**289 ESEA, Title IV, Part A** – Funds granted for student support and academic enrichment.

**385 Visually Impaired** – Funds granted for visually impaired students.

**397 Advanced Placement Incentives** – Support professional development of teachers teaching advanced classes.

**410 State Instructional Materials** – To purchase instructional materials, technological equipment and technology-related services that contributes to student learning or training for educational personnel involved in the use of such materials.

**429 School Safety & Security Grant** – Funds granted for additional safety and security equipment.

The Elementary and Secondary School Emergency Relief Fund. Funds are granted under the Coronavirus Response and Relief supplemental Appropriations

**429 Other State Special Revenue Fund** – State funded special revenue funds not listed above are to be accounted for in this fund

**437 SSA Autism Grant**

**461 Campus Activity** – To account for transactions related to a campus activity fund.

**481 Education Foundation** – Funds granted through the Northwest Education Foundation.

**499 Other Local Special Revenue Funds** – These fund classifications are used, at the option of the school district to classify locally funded special revenue funds such as grants by corporations to specific campuses not defined elsewhere.

## **Food Service Fund**

The Food Service Fund, also referred to as the Child Nutrition Fund, is where revenues and expenditures are recorded for the school lunch and breakfast programs. Revenues received from this fund include lunch and breakfast sales, and federal grants. This fund is classified as a Special Revenue Fund by the Texas Education Agency.

The following schedule shows three years of historical revenues and expenditures, two years of budgeted revenues and expenditures followed by three years of forecasted revenues and expenditures.

The Food Service Fund forecast includes assumptions that meal participation will rise with enrollment. An 8% increase in revenue has been projected for each year forecasted. The District projected expenses to increase 10% each year to cover the increase in food costs, supplies and contract services. Should expenses begin increasing more than revenue brought in, prices will be increased or expenditures will need to be monitored to prevent negative budgets or using too much of fund balance to offset costs.

## **Special Revenue Funds**

Special Revenue Funds are used to account for the proceeds and expenditures of specific revenue sources that are legally restricted or committed by the Board of Trustees. Funds classified as special revenue funds include federal and state grants, campus activity funds and other local grants.

The Board of Trustees must adopt the budget for the General Operating, Food Service, and Debt Service funds only. The budget for the special revenue funds located on page 83 are included for informational purposes only.

Assumptions for forecasted data:

- Funds included in this group, are not guaranteed year to year. The District is considered fast growth, so we have estimated a 10% increase in revenue for the forecasted years FY 26 and 27. For the year FY25, 25% increase was necessary because budgeted revenue is low. We amend revenue as we receive it throughout the year therefore, the revenue for these funds is always low at budget adoption.
- Salary increases typically range from 1% - 3%. To be conservative a 2% increase per year was used and 8% increase in supplies.
- If revenue received from the State does not meet forecast and salaries increase, costs associated with federal funds will be decreased to balance the budget. The small gain is projected from activity funds where we expect an increase in fundraising.

**2023 - 2024 Adopted Budget**

**NORTHWEST INDEPENDENT SCHOOL DISTRICT  
COMBINED STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN  
FUND BALANCE, FOOD SERVICE  
FOR THE YEAR ENDING JUNE 30, 2020 THROUGH JUNE 30, 2027**

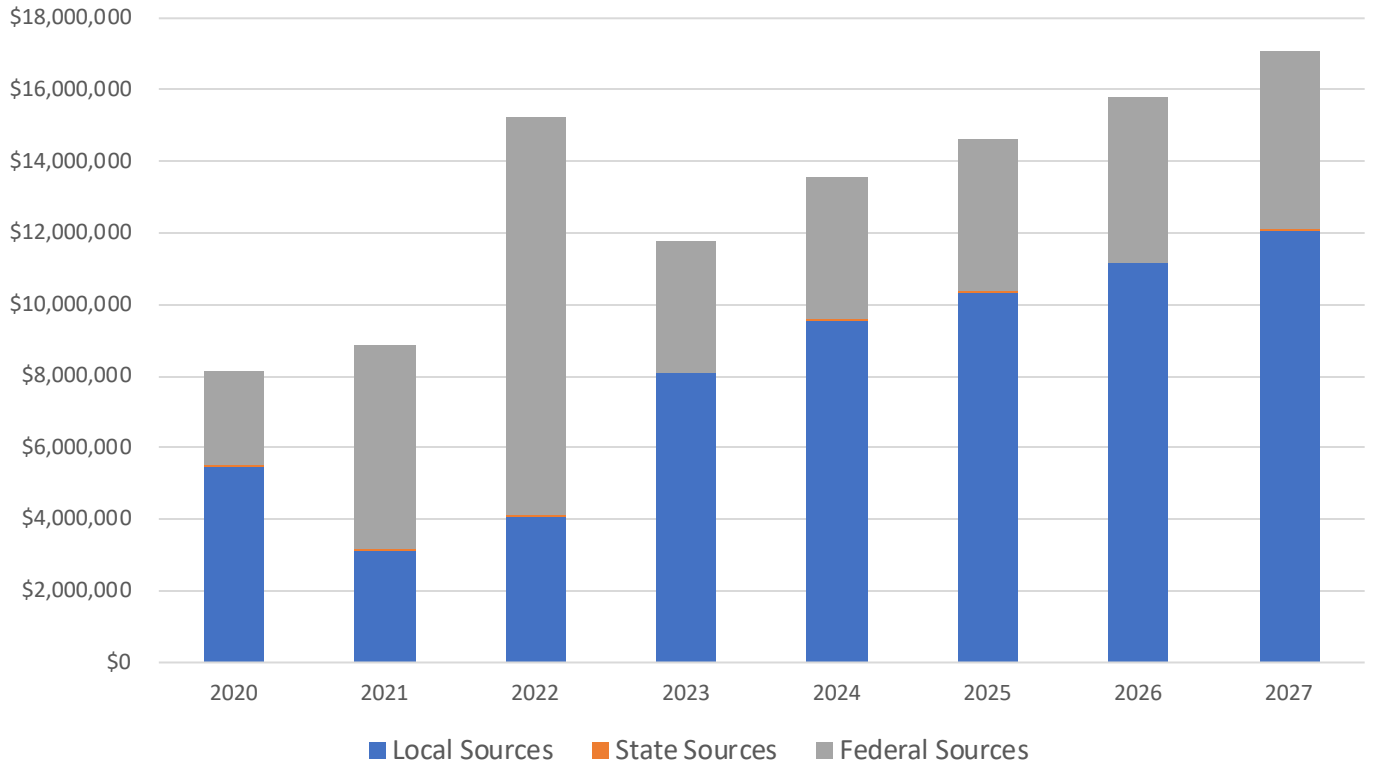
	<b>Audited Financial Reports</b>			<b>Adopted Budget</b>		<b>Financial Forecast</b>		
<b>Description</b>	<b>19-20</b>	<b>20 - 21</b>	<b>21-22</b>	<b>22-23</b>	<b>23-24</b>	<b>24-25</b>	<b>25-26</b>	<b>26-27</b>
<b>REVENUES:</b>								
Local and Intermediate Sources	5,474,484	3,134,405	4,085,755	8,086,029	9,565,925	10,331,199	11,157,695	12,050,311
State Program Revenues	28,417	30,409	12,714	30,408	12,714	30,000	32,400	34,992
Federal Program Revenues	<u>2,617,112</u>	<u>5,688,804</u>	<u>11,121,527</u>	<u>3,649,437</u>	<u>3,972,123</u>	<u>4,289,893</u>	<u>4,633,084</u>	<u>5,003,731</u>
Total Revenues	8,120,013	8,853,618	15,219,996	11,765,874	13,550,762	14,651,092	15,823,179	17,089,034
<b>EXPENDITURES:</b>								
Payroll Costs	-	-	-	76,094	67,563	-	-	-
Contracted Service	7,922,533	7,934,462	11,918,807	11,124,757	13,018,178	14,319,996	15,751,995	17,327,195
Supplies and Materials	423,839	469,036	468,523	509,452	438,183	482,001	530,201	583,222
Miscellaneous	571	627	1,745	-	-	-	-	-
Debt Service	-	-	-	-	-	-	-	-
Capital Outlay	17,307	117,135	-	-	-	-	-	-
Total Expenditures	<u>8,364,251</u>	<u>8,521,261</u>	<u>12,389,075</u>	<u>11,710,303</u>	<u>13,523,924</u>	<u>14,801,997</u>	<u>16,282,197</u>	<u>17,910,416</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(244,238)	332,357	2,830,921	55,571	26,838	(150,905)	(459,018)	(821,383)
Other Resources	15,831	3,883	399,987	-	-	-	-	-
Other (Uses)	-	-	-	-	-	-	-	-
Excess (Deficiency) of Revenues and Other Resources								
Over Expenditures and Other Uses	<u>(228,407)</u>	<u>336,240</u>	<u>3,230,908</u>	<u>55,571</u>	<u>26,838</u>	<u>(150,905)</u>	<u>(459,019)</u>	<u>(821,383)</u>
Fund Balance - September 1, (Beginning)	940,789	712,382	1,048,622	4,279,531	4,335,101	4,361,940	4,211,034	3,752,016
Increase (Decrease) in Fund Balance	(228,407)	336,240	3,230,908	55,571	26,838	(150,905)	(459,019)	(821,383)
<b>Fund Balance - June 30 (Ending)</b>	<u>712,382</u>	<u>1,048,623</u>	<u>4,279,531</u>	<u>4,335,101</u>	<u>4,361,940</u>	<u>4,211,034</u>	<u>3,752,016</u>	<u>2,930,633</u>

Assumptions:

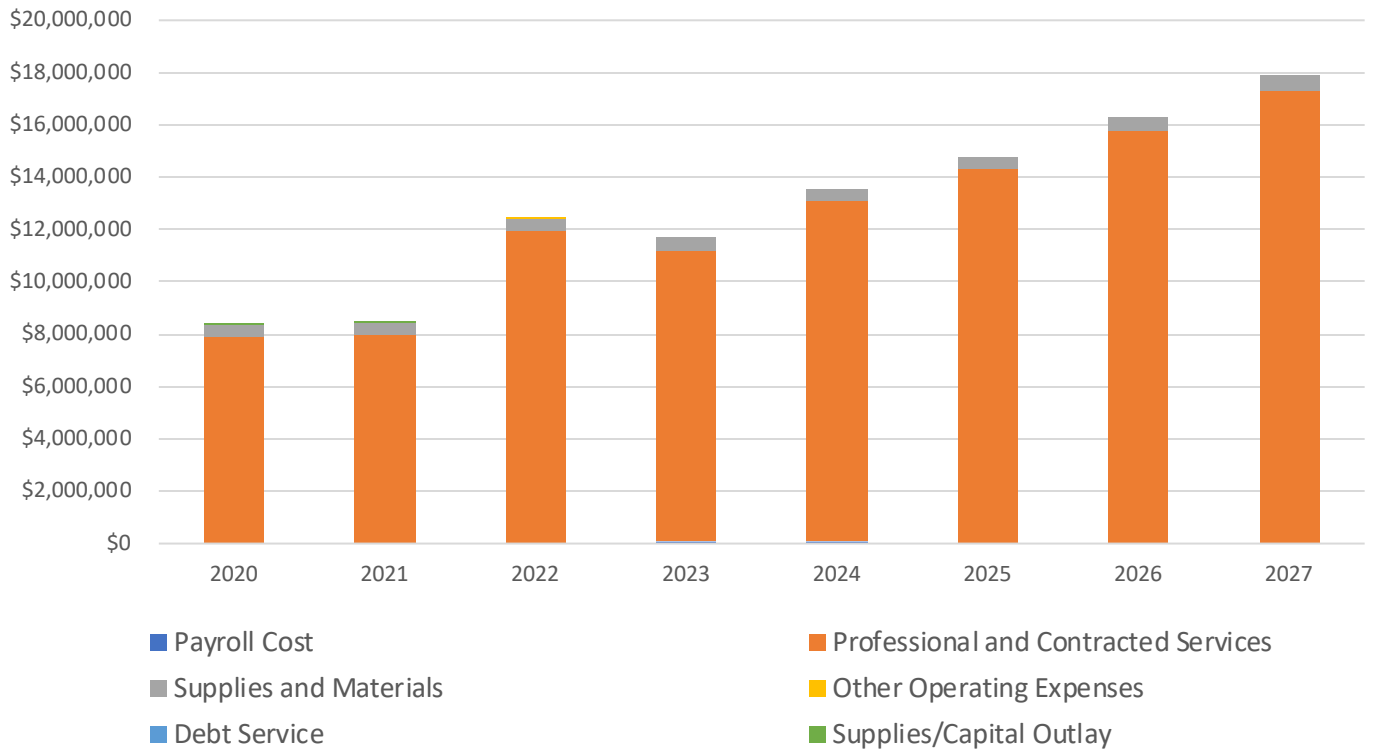
- (1) Revenue was projected at a 8% per year increase due to growth.
- (2) Our District is considered "fast growth" and therefore, expect an increase in all expenses by 10% in accommodate the growth.

## 2023 - 2024 Adopted Budget

### Food Service 8 Year Trend | Revenues by Source



### Food Service 8 Year Trend | Expenditures by Object



Source Forecast 5

**2023 - 2024 Adopted Budget**

**NORTHWEST INDEPENDENT SCHOOL DISTRICT  
COMBINED STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN  
FUND BALANCE, SPECIAL REVENUE FUNDS  
FOR THE YEAR ENDING JUNE 30,2020 THROUGH JUNE 30, 2027**

	<b>Audited Financial Reports</b>			<b>Adopted Budget</b>		<b>Financial Forecast</b>		
<b>Description</b>	<b>19-20</b>	<b>20 - 21</b>	<b>21-22</b>	<b>22-23</b>	<b>23-24</b>	<b>24-25</b>	<b>25-26</b>	<b>26-27</b>
<b>REVENUES:</b>								
Local and Intermediate Sources	9,057,980	8,574,847	8,134,974	8,086,029	9,624,915	11,000,000	12,100,000	13,310,000
State Program Revenues	1,948,597	2,821,730	1,251,016	30,408	12,714	1,500,000	1,650,000	1,815,000
Federal Program Revenues	7,565,424	10,486,297	27,191,343	7,935,557	8,258,243	20,000,000	22,000,000	24,200,000
Total Revenues	18,572,001	21,882,874	36,577,333	16,051,994	17,895,872	32,500,000	35,750,000	39,325,000
<b>EXPENDITURES:</b>								
Payroll Costs	4,136,905	3,850,785	12,722,558	14,764,023	5,406,502	5,947,153	6,541,868	7,196,055
Contracted Service	8,520,676	8,507,079	15,043,517	16,938,128	14,392,189	15,831,408	17,414,549	19,156,004
Supplies and Materials	2,771,232	3,888,589	2,074,258	4,674,108	899,285	989,214	1,088,135	1,196,949
Miscellaneous	2,821,836	2,468,021	3,322,973	3,258,847	3,565,240	3,921,764	4,313,941	4,745,335
Debt Service	-	-	-	-	-	-	-	-
Capital Outlay	87,204	2,941,456	220,768	431,251	-	-	-	-
						-		
Total Expenditures	18,337,851	21,655,930	33,384,073	40,066,357	24,263,217	26,689,539	29,358,493	32,294,342
Excess (Deficiency) of Revenues Over (Under) Expenditures	234,150	226,944	3,193,260	(24,014,363)	(6,367,345)	5,810,461.06	6,391,507	7,030,658
Other Resources	83,350	19,021	399,987	-	-	-	-	-
Other (Uses)	(44,446)	-	-	-	-	-	-	-
Excess (Deficiency) of Revenues and Other Resources Over Expenditures and Other Uses	273,054	245,965	3,593,247	(24,014,363)	(6,367,345)	5,810,461	6,391,507	7,030,658
Fund Balance - September 1, (Beginning)	3,683,770	3,956,824	4,202,788	7,796,035	(16,218,328)	(22,585,673)	(16,775,212)	(10,383,705)
Increase (Decrease) in Fund Balance	273,054	245,965	3,593,247	(24,014,363)	(6,367,345)	5,810,461	6,391,507	7,030,658
<b>Fund Balance - June 30 (Ending)</b>	3,956,824	4,202,788	7,796,035	(16,218,328)	(22,585,673)	(16,775,212)	(10,383,705)	(3,353,047)

Assumptions: (1) Funds included in this group, are not guaranteed year to year. Because we are considered a fast growth District, we have estimated a 10% increase in revenue for the forecasted years FY 26 and 27. FY 25 the District used 25% because budgeted revenue is low.

We amend revenue as we receive it throughout the year. Budgeted revenue for these funds is always low at budget adoption.

(2) Salary increases typically range from 1% - 3%. To be conservative a 2% increase per year was used and 8% increase in supplies.

(3) If revenue received from the State does not meet forecast and salaries increase, costs associated with federal funds will be decreased to balance the federal budget. The small gain is projected from activity funds where we expect an increase in fundraising.

## **Debt Service Funds**

### **Debt Service Funds**

A debt service fund is a governmental fund, with budgetary control, that must be used to account for general long-term debt principal and interest for debt issues and other long-term debts for which a tax has been dedicated. A separate bank account must be kept for this fund. Principal and interest payments for operating indebtedness including warrants, notes, and short-term lease-purchase agreements, are to be made from the fund for which the debt was incurred. This fund utilizes the modified accrual basis of accounting.

### **Tax Supported Debt Limitation**

A school district is also authorized to issue bonds and levy taxes for payment of bonds subject to voter approval of a proposition submitted to the voters under Section 45.003 (b)(1), Texas Education Code, as amended, which provides a tax unlimited as to rate or amount for the support school district bonded indebtedness.

Chapter 45 of the Texas Education Code, as amended, requires a district to demonstrate to the Texas Attorney General that it has the prospective ability to pay debt service on a proposed issue of bonds, together with debt service on other outstanding "new debt" of the district, from a tax levied at a rate of \$0.50 per \$100 of assessed valuation before bonds may be issued. In demonstrating the ability to pay debt service at a rate of \$0.50, a district may take into account State allotments to the district which effectively reduce the district's local share of debt service. Once the prospective ability to pay such tax has been shown and the bonds are issued, a district may levy an unlimited tax to pay debt service.

Computation of Legal Debt Limit (Per \$100 of Assessed Valuation)	
Debt Limit	\$0.50000
Interest & Sinking tax rate	0.42100
Balance	\$0.07900

This governmental fund budgeted at \$112,947,218 is established to account for payment of principal and interest on long-term general obligation debt and other long-term debts for which a tax has been dedicated. This is a budgeted fund, and a separate bank account is maintained for this fund. The District's voters authorized \$737,500,000 in bonds on May 1, 2021. The District has issued \$200,000,000 from that authorization in 2021, \$350,000,000 in 2022 and the remaining \$187,500,000 in 2023. In August of 2023 the District authorized the sale of \$400,000,000 in bonds to be sold. This is the first of multiple sales relating to the May 2023 bond election of \$1,995,500,000.

### **Debt Guideline**

Although the Board of Trustees do not have an adopted, formal debt policy, the conservatively projected annual growth in assessed valuation should allow the District to meet its guideline of maintaining a maximum Interest & Sinking tax rate of no more than \$0.45000 per \$100 of assessed property valuation. The 2023-24 Interest & Sinking tax rate is \$0.4210.

### **Ratings**

The District's bonds are rated Aaa by Moody's Investor Services and AAA by Fitch Ratings, by virtue of the Permanent School Fund of the State of Texas. The underlying credit ratings of the district are Aa2 by Moody's Investor Services and AA by Fitch Ratings.

# 2023 - 2024 Adopted Budget

## NORTHWEST INDEPENDENT SCHOOL DISTRICT COMBINED STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE, DEBT SERVICE FOR THE YEAR ENDING JUNE 30, 2020 THROUGH JUNE 30, 2027

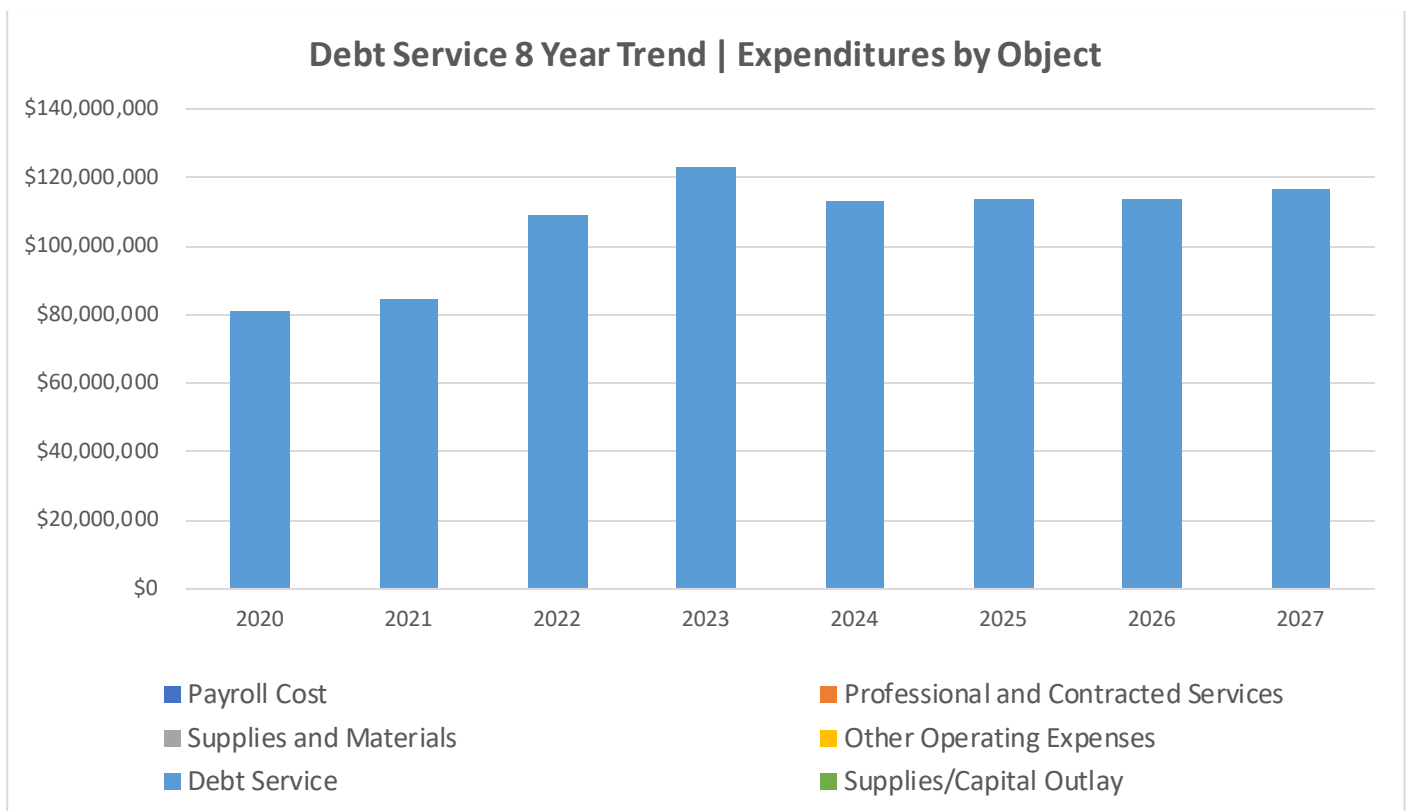
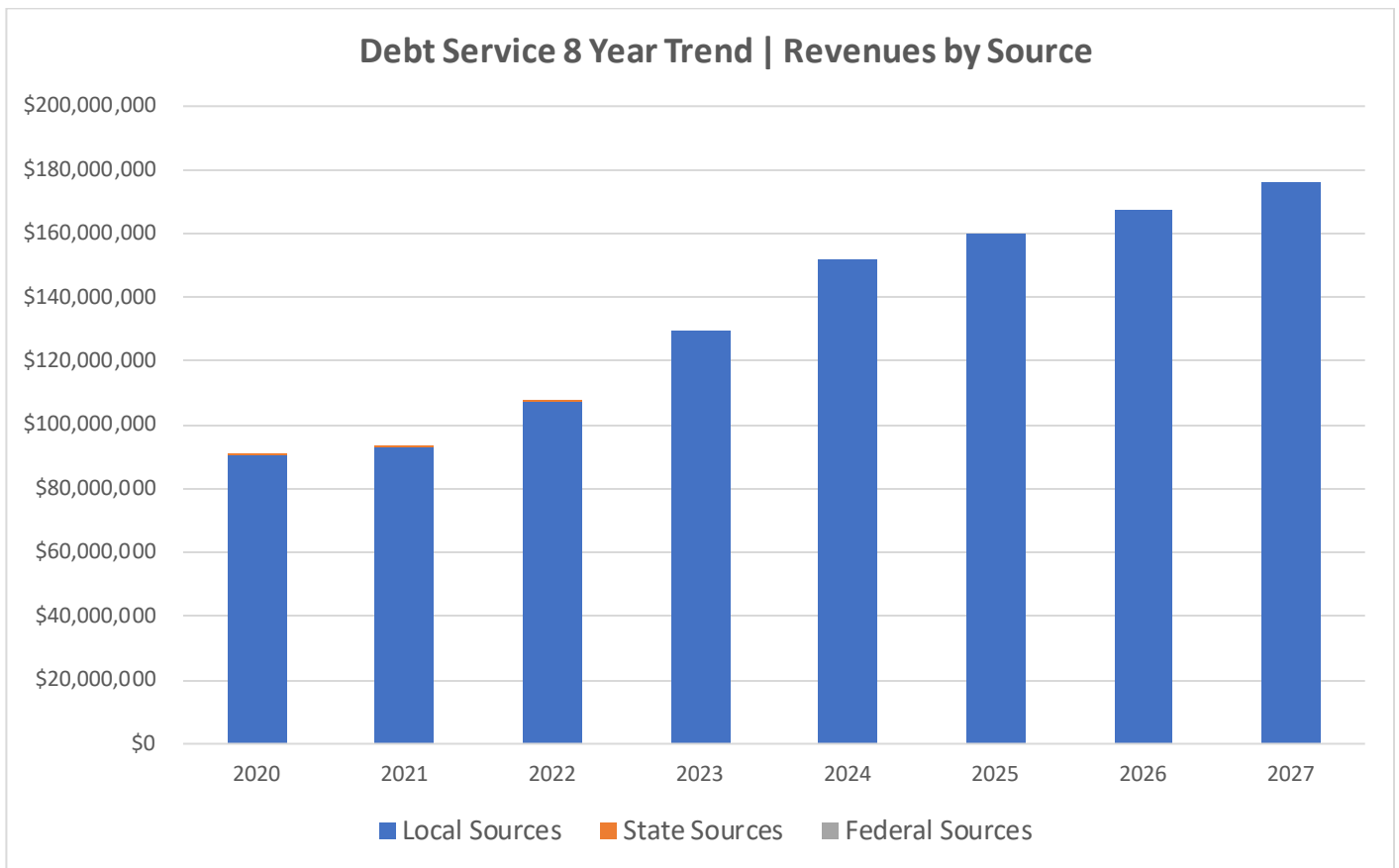
Description	Audited Financial Reports			Adopted Budget		Financial Forecast		
	19-20	20 - 21	21-22	22-23	23-24	24-25	25-26	26-27
<b>REVENUES:</b>								
Local and Intermediate Sources	90,717,548	92,967,681	107,541,958	129,754,500	152,151,770	159,759,359	167,747,326	176,134,693
State Program Revenues	675,259	649,190	599,813	-	-	-	-	-
Federal Program Revenues	-	-	-	-	-	-	-	-
Total Revenues	91,392,807	93,616,871	108,141,771	129,754,500	152,151,770	159,759,359	167,747,326	176,134,693
<b>EXPENDITURES:</b>								
Payroll Costs	-	-	-	-	-	-	-	-
Contracted Service	-	-	-	-	-	-	-	-
Supplies and Materials	-	-	-	-	-	-	-	-
Miscellaneous	-	-	-	-	-	-	-	-
Debt Service	80,958,744	84,415,729	109,332,505	122,954,045	112,947,218	113,909,017	113,833,667	116,539,967
Capital Outlay	-	-	-	-	-	-	-	-
Total Expenditures	80,958,744	84,415,729	109,332,505	122,954,045	112,947,218	113,909,017	113,833,667	116,539,967
Excess (Deficiency) of Revenues Over (Under) Expenditures	10,434,063	9,201,142	(1,190,734)	6,800,455	39,204,552	45,850,342	53,913,659	59,594,726
Other Resources	325,674,967	-	158,723,707	-	-	-	-	-
Other (Uses)	(330,475,539)	-	(157,588,688)	-	-	-	-	-
Excess (Deficiency) of Revenues and Other Resources Over Expenditures and Other Uses	5,633,491	9,201,142	(55,715)	6,800,455	39,204,552	45,850,342	53,913,658	59,594,726
Fund Balance - September 1, (Beginning)	55,537,296	61,170,787	70,371,931	70,316,216	77,116,671	116,321,223	162,171,565	216,085,223
Increase (Decrease) in Fund Balance	5,633,491	9,201,142	(55,715)	6,800,455	39,204,552	45,850,342	53,913,658	59,594,726
<b>Fund Balance - June 30 (Ending)</b>	<b>61,170,787</b>	<b>70,371,929</b>	<b>70,316,216</b>	<b>77,116,671</b>	<b>116,321,223</b>	<b>162,171,565</b>	<b>216,085,223</b>	<b>275,679,949</b>

Assumptions:

- (1) Revenue was projected at a 5% increase.
- (2) Payments and interest are based on the district's payment schedules.
- (3) Debt payments will increase as the District plans to sell bonds in 2025.



## 2023 - 2024 Adopted Budget



Source: Forecast 5

## 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. 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, \$74,497,165 was available in the Debt Service Fund to service these bonds.

### Northwest Independent School District Legal Debt Margin Information

Fiscal Year:	2023	2022	2021	2020
Debt Limit	\$ 3,042,087,713	\$ 2,552,561,308	\$ 2,219,702,836	\$ 1,986,119,838
Total net debt applicable to limit	1,355,203,169	1,284,904,282	970,549,810	1,007,868,954
Legal debt margin	<u>\$ 1,686,884,544</u>	<u>\$ 1,267,657,026</u>	<u>\$ 1,249,153,026</u>	<u>\$ 978,250,884</u>
Total net debt applicable to the limit as a percentage of debt limit	44.55%	50.34%	43.72%	50.75%

#### Current Fiscal Year: Legal debt margin calculation

Taxable Assessed Value - October 2022 (100% of Actual)	\$ 30,420,877,138
Debt limit (10% of assessed value)	3,042,087,713
Total bonded debt	\$ 1,429,700,334
Less restricted for retirement of bonds	<u>74,497,165</u>
Total amount of debt applicable to debt limit	<u>1,355,203,169</u>
Legal debt margin	<u><u>\$ 1,686,884,544</u></u>

Note: Under state finance law, Northwest Independent School District's outstanding general obligation debt should not exceed 10 percent of the total assessed property value. By law, the general obligation debt subject to the limitation may be offset by amounts set aside for repaying general obligation bonds.

Note: Debt limit percentage is in accordance with the Texas Education Code, Bulletin 721, Section 20.04.

Source: Denton Central Appraisal District, Northwest Independent School District.

**Northwest Independent School District**  
**OPEB (Other Post-Employment Benefit) Liability**

On June 30, 2023, the District reported a liability of \$39,089,699 for its proportionate share of the TRS's Net OPEB Liability. This liability reflects a reduction for State OPEB support provided to the District.

**The amount recognized by the District as its proportionate share of the net OPEB liability, the related State support, and the total portion of the net OPEB liability that was associated with the District were as follows:**

District's Proportionate share of the collective Net OPEB Liability	\$ 39,089,699
State's proportionate share that is associated with the District	<u>\$ 47,683,292</u>
Total	<u>\$ 86,772,991</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 employer's proportion of the Net OPEB Liability was based on the employer's contributions to the OPEB plan relative to the contributions of all employers to the plan for the period September 1, 2021, thru August 31, 2022.

On August 31, 2022, the employer's proportion of the collective Net OPEB Liability was 0.1632546389%, an increase of 1.93% compared to the August 31, 2021, proportionate share of 0.1601694280%.

**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 since the prior measurement period:

- The discount rate changed from 1.95 percent as of August 31, 2021, to 3.91 percent as of August 31, 2022. This change 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.

The amount of OPEB expense recognized by the District in the reporting period was \$(6,766,644).

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 Resource s
Differences between expected and actual economic experience	\$ 2,173,249	\$32,565,228
Changes in actuarial assumptions	5,954,136	27,157,198
Difference between projected and actual investment earnings	116,438	-
Changes in proportion and difference between the employer's contributions and the proportionate share of contributions	9,201,627	1,194,368
Contributions paid to TRS subsequent to the measurement date	1,223,790	-
Total	\$18,669,240	\$60,916,794

## 2023 - 2024 Adopted Budget

The net amounts of the employer's balances of deferred outflows and inflows of resources (not including the deferred contribution paid subsequent to the measurement date) related to OPEB will be recognized in OPEB expense as follows:

Year ended June 30:	OPEB Expense Amount
2024	\$ ( 7,880,004)
2025	(7,879,582)
2026	(6,221,920)
2027	(3,977,736)
2028	(5,529,927)
Thereafter	(11,982,175)

**2023 - 2024 Adopted Budget**

**NORTHWEST INDEPENDENT SCHOOL DISTRICT  
DIRECT AND OVERLAPPING GOVERNMENTAL ACTIVITIES DEBT  
AS OF JUNE 30, 2023**

<b>Taxing Jurisdiction</b>	<b>Taxable Assessed Value</b>	<b>Total Tax Supported Debt</b>	<b>Estimated % Applicable</b>	<b>District Overlapping Tax Supported Debt</b>
Alpha Range WC&ISD	\$50,685,078.00	\$8,605,000.00	100.00%	\$8,605,000.00
Argyle, Town of	\$1,095,623,284.00	\$9,560,000.00	2.26%	\$216,056.00
Belmont FWSD #1	\$922,452,978.00	\$94,670,000.00	30.35%	\$28,732,345.00
Brookfield WC & ISD	\$72,398,449.00	\$6,350,000.00	100.00%	\$6,350,000.00
Canyon Falls WC&ID #2	\$428,808,365.00	\$40,410,000.00	81.83%	\$33,067,503.00
Denton County	\$149,854,372,945.00	\$652,580,000.00	11.89%	\$77,591,762.00
Far North Fort Worth MUD	\$147,967,737.00	\$30,630,000.00		\$0.00
Flower Mound, Town of	\$14,674,528,445.00	\$138,725,000.00	0.71%	\$984,947.50
Fort Worth, City of	\$102,129,922,986.00	\$1,045,695,000.00	14.64%	\$153,089,748.00
Grapevine, City of	\$11,373,684,991.00	\$142,725,000.00	0.32%	\$456,720.00
Haslet, City of	\$1,385,012,271.00	\$22,774,000.00	100.00%	\$22,774,000.00
Justin, City of	\$772,734,431.00	\$19,565,000.00	100.00%	\$19,565,000.00
Keller, City of	\$6,929,084,947.00	\$38,655,000.00	0.37%	\$143,023.50
New Fairview MUD #1	\$70,060,007.00	\$8,570,000.00		
New Fairview, City of	\$301,032,171.00	\$2,730,000.00	67.18%	\$1,834,014.00
Newark, City of	\$88,241,964.00	\$492,000.00	100.00%	\$492,000.00
Northlake Municipal Mgmt.	\$421,751,939.00	\$50,600,000.00	100.00%	\$50,600,000.00
Northlake Town of	\$2,060,248,111.00	\$43,025,000.00	91.39%	\$39,320,547.50
Rhome, City of	\$224,892,935.00	\$3,198,000.00	100.00%	\$3,198,000.00
Roanoke, City of	\$3,345,665,914.00	\$43,880,000.00	100.00%	\$43,880,000.00
Southlake, City of	\$9,861,498,095.00	\$66,555,000.00	3.39%	\$2,256,214.50
Tarrant County	\$262,706,197,581.00	\$404,360,000.00	5.12%	\$20,703,232.00
Tarrant County College	\$264,445,356,368.00	\$610,315,000.00	5.35%	\$32,651,852.50
Tarrant County Hospital	\$263,143,297,871.00	\$448,410,000.00	5.35%	\$23,989,935.00
Trophy Club MUD #1	\$2,286,609,906.00	\$5,560,000.00	78.94%	\$4,389,064.00
Trophy Club, Town of	\$2,703,231,646.00	\$18,398,000.00	98.83%	\$18,182,743.40
Westlake, Town of	\$2,123,241,031.00	\$48,874,000.00	27.67%	\$13,523,435.80
Wise County	\$11,258,856,928.00	\$6,570,000.00	13.72%	\$901,404.00
<b>Total Overlapping Debt</b>				\$607,498,548
<b>Northwest ISD</b>	\$37,652,998,031	\$1,807,155,334	100.00%	\$1,807,155,334
<b>Total Direct Debt</b>				\$1,807,155,334
<b>Total Direct and Overlapping Tax Supported Debt</b>				\$2,414,653,882
<b>Total Direct and Overlapping Tax Supported Debt to Taxable Assessed Valuation</b>				6.41%
<b>Per Capita Direct and Overlapping Tax Supported Debt</b>				\$21,415

Note: The percentage of overlapping debt applicable is estimated using taxable property values. Applicable percentages were estimated by determining the portion of another governmental unit's taxable value that is within the District's boundaries and dividing it by each unit's total taxable value.

Source: Northwest Independent School District OFFICIAL STATEMENT dated August 1, 2023

# 2023 - 2024 Adopted Budget

## NORTHWEST INDEPENDENT SCHOOL DISTRICT AGGREGATE DEBT SERVICE BUDGET FOR THE YEAR-AS OF JUNE 30, 2023

Date	Principal	Interest	Total
12/31/23	-	28,879,364	28,879,364
12/31/24	55,277,765	81,269,577	136,547,342
12/31/25	40,927,569	71,971,273	112,898,842
12/31/26	43,165,000	69,599,317	112,764,317
12/31/27	48,010,000	67,349,842	115,359,842
12/31/28	49,660,000	64,939,092	114,599,092
12/31/29	50,450,000	62,459,967	112,909,967
12/31/30	55,800,000	59,922,850	115,722,850
12/31/31	58,880,000	57,607,125	116,487,125
12/31/32	59,345,000	55,577,760	114,922,760
12/31/33	61,335,000	53,349,791	114,684,791
12/31/34	63,530,000	50,907,420	114,437,420
12/31/35	65,700,000	48,471,642	114,171,642
12/31/36	69,375,000	45,933,983	115,308,983
12/31/37	71,775,000	43,251,929	115,026,929
12/31/38	75,705,000	40,472,252	116,177,252
12/31/39	79,740,000	37,595,570	117,335,570
12/31/40	84,060,000	34,448,248	118,508,248
12/31/41	88,725,000	30,964,759	119,689,759
12/31/42	93,525,000	27,370,546	120,895,546
12/31/43	98,465,000	23,638,799	122,103,799
12/31/44	103,725,000	19,585,845	123,310,845
12/31/45	109,350,000	15,195,257	124,545,257
12/31/46	88,335,000	11,051,775	99,386,775
12/31/47	93,350,000	7,033,700	100,383,700
12/31/48	98,945,000	2,443,625	101,388,625
<b>Total</b>	<b><u>\$1,807,155,334</u></b>	<b><u>\$1,111,291,306</u></b>	<b><u>\$2,918,446,641</u></b>
<b>Par Amounts of Selected Issues</b>			
Series 2023	Unlimited Tax School Building Bonds		377,455,000
Series 2022	Unlimited Tax School Building Bonds		442,484,000
Series 2021	Unlimited Tax School Building Bonds		156,765,000
Series 2020	Unlimited Tax School Building Bonds		345,285,000
Series 2019	Unlimited Tax School Building Bonds		172,595,000
Series 2018	Unlimited Tax School Building Bonds		84,700,000
Series 2017	Unlimited Tax School Building and Refunding Bonds		46,000,000
Series 2016	Unlimited Tax Refunding Bonds		72,535,000
Series 2015	Unlimited Tax School Building and Refunding Bonds		102,505,000
Series 2014	Unlimited Tax School Building and Refunding Bonds		3,695,000
Series 2013	Unlimited Tax School Building Bonds		3,130,000
Series 2008	Unlimited Tax School Building Bonds		6,000
	<b>Total</b>		<b><u>\$1,807,155,000</u></b>

**2023 - 2024 Adopted Budget**

**NORTHWEST INDEPENDENT SCHOOL DISTRICT  
ALL OUTSTANDING UNLIMITED TAX DEBT  
BUDGET FOR THE YEAR ENDED JUNE 30, 2023**

<b>Year Ending</b>	<b>Series 2023 Unlimited Tax School Building Bonds</b>	<b>Series 2022 A Unlimited Tax School Building Bonds</b>	<b>Series 2021 Unlimited Tax School Building Bonds</b>	<b>Series 2020 Unlimited Tax School Building &amp; Refunding Bonds</b>	<b>Series 2019 Unlimited Tax School Building &amp; Refunding Bonds</b>	<b>Series 2018 Unlimited Tax Building Bonds</b>
12/31/24	7,505,000	10,119,000	875,000	1,640,000	2,855,000	1,235,000
12/31/25	-	-	920,000	6,640,000	2,210,000	1,245,000
12/31/26	-	2,465,000	1,575,000	5,075,000	2,465,000	1,255,000
12/31/27	-	505,000	1,810,000	10,625,000	2,885,000	1,265,000
12/31/28	-	3,525,000	2,260,000	29,140,000	3,050,000	1,275,000
12/31/29	-	10,240,000	2,830,000	23,735,000	6,870,000	1,290,000
12/31/30	3,825,000	14,280,000	2,360,000	21,850,000	7,320,000	1,300,000
12/31/31	3,860,000	14,235,000	2,965,000	25,545,000	3,725,000	1,415,000
12/31/32	4,710,000	6,495,000	3,405,000	23,790,000	4,475,000	1,335,000
12/31/33	7,015,000	8,180,000	4,480,000	11,400,000	9,840,000	1,890,000
12/31/34	7,460,000	9,300,000	4,445,000	13,035,000	10,310,000	1,365,000
12/31/35	9,205,000	10,085,000	7,350,000	13,825,000	12,085,000	1,395,000
12/31/36	13,295,000	10,110,000	8,050,000	12,725,000	13,550,000	3,015,000
12/31/37	14,110,000	11,310,000	8,095,000	15,240,000	17,060,000	4,460,000
12/31/38	15,135,000	11,955,000	8,470,000	19,655,000	13,790,000	2,100,000
12/31/39	16,210,000	21,665,000	8,830,000	29,375,000	1,270,000	2,390,000
12/31/40	17,345,000	34,865,000	8,920,000	8,475,000	2,135,000	12,320,000
12/31/41	18,540,000	36,700,000	9,285,000	8,945,000	2,300,000	12,955,000
12/31/42	19,710,000	38,620,000	9,670,000	9,435,000	2,505,000	13,585,000
12/31/43	20,825,000	23,210,000	10,070,000	9,945,000	16,805,000	17,610,000
12/31/44	22,060,000	24,650,000	10,470,000	11,455,000	35,090,000	-
12/31/45	31,090,000	29,590,000	14,935,000	33,735,000	-	-
12/31/46	38,780,000	24,860,000	24,695,000	-	-	-
12/31/47	42,615,000	50,735,000	-	-	-	-
12/31/48	64,160,000	34,785,000	-	-	-	-
12/31/49	-	-	-	-	-	-
12/31/50	-	-	-	-	-	-
12/31/51	-	-	-	-	-	-
<b>TOTAL</b>	<b>377,455,000</b>	<b>442,484,000</b>	<b>156,765,000</b>	<b>345,285,000</b>	<b>172,595,000</b>	<b>84,700,000</b>

# 2023 - 2024 Adopted Budget

## NORTHWEST INDEPENDENT SCHOOL DISTRICT ALL OUTSTANDING UNLIMITED TAX DEBT BUDGET FOR THE YEAR ENDED JUNE 30, 2023

Series 2017 Unlimited Tax School Building & Refunding Bonds	Series 2016 A Unlimited Tax Refunding Bonds	Series 2015 A&B Unlimited Tax Refunding Bonds	Series 2014 Unlimited Tax School Building Bonds	Series 2013A Unlimited Tax School Building & Refunding Bonds	Series 2008 Unlimited Tax School Building & Refunding Bonds	Total Principal
1,990,000	1,830,000	23,720,000	375,000	3,130,000	3,000	55,277,000
2,115,000	1,905,000	25,350,000	540,000	-	3,000	40,928,000
2,345,000	2,105,000	25,880,000	-	-	-	43,165,000
2,700,000	3,330,000	23,810,000	1,080,000	-	-	48,010,000
2,880,000	3,635,000	3,745,000	150,000	-	-	49,660,000
3,245,000	2,000,000	-	240,000	-	-	50,450,000
1,265,000	3,000,000	-	600,000	-	-	55,800,000
1,355,000	5,070,000	-	710,000	-	-	58,880,000
1,890,000	13,245,000	-	-	-	-	59,345,000
3,100,000	15,430,000	-	-	-	-	61,335,000
3,515,000	14,100,000	-	-	-	-	63,530,000
4,870,000	6,885,000	-	-	-	-	65,700,000
8,630,000	-	-	-	-	-	69,375,000
1,500,000	-	-	-	-	-	71,775,000
4,600,000	-	-	-	-	-	75,705,000
-	-	-	-	-	-	79,740,000
-	-	-	-	-	-	84,060,000
-	-	-	-	-	-	88,725,000
-	-	-	-	-	-	93,525,000
-	-	-	-	-	-	98,465,000
-	-	-	-	-	-	103,725,000
-	-	-	-	-	-	109,350,000
-	-	-	-	-	-	88,335,000
-	-	-	-	-	-	93,350,000
-	-	-	-	-	-	98,945,000
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
<b>46,000,000</b>	<b>72,535,000</b>	<b>102,505,000</b>	<b>3,695,000</b>	<b>3,130,000</b>	<b>6,000</b>	<b>1,807,155,000</b>



## **Capital Projects Funds**

### **Capital Projects Funds**

This governmental fund is established to account for proceeds, on the modified accrual basis, from the sale of bonds and other resources to be used for Board authorized acquisition, construction, or renovation, as well as, furnishing and equipping of major capital facilities.

### **Capital Projects History**

The Northwest Independent School District lies within one of the fastest growing areas in Texas. The District serves 30,805 students in grades pre-kindergarten through twelfth, a projected increase of 1557 students. The district operates three comprehensive high schools, an accelerated high school, seven middle schools, twenty-two elementary schools, and a special programs center.

In **2001** District voters approved a \$182.2 million dollar bond issue to accommodate the 3,000 additional students expected to enroll in the district over the next five years. This bond provided for renovations at every school, classroom additions, campus improvements, and a new stadium. However, differing from the previous bond issue, the focus was on renovating and expanding existing campuses.

In **2005**, the District voters passed a \$224.5 million bond election. Ninety-six percent of this bond addressed student enrolment growth. The bond package contained: \$209.4 million providing 7,000 seats for student growth, \$10 million for technology improvements & replacement, and \$5.1 million for roof and HVAC replacement projects.

In **2008**, District voters passed a \$260 million bond election. Ninety-two percent of this bond addressed student enrolment growth. The bond package contained: \$216.0 million providing one middle school and seven elementary schools, \$17.0 million for technology for new schools, replacement, and initiatives, \$9.9 million for classroom additions and roof and HVAC system replacements, \$9.5 million for one middle school and eight elementary school sites, and \$7.6 million for orchestra classrooms and Career Pathways/Academies

In **2012**, District voters passed a \$255 million bond election. Eighty-three percent of this bond addresses student enrolment growth. The bond package contained: \$212 million providing (4,000 seats) one high school, one middle school, Career Academies and Pathways, and classrooms for Science, Math, & Environmental Studies, \$25 million for technology for new schools, replacement, and initiatives, \$18.6 million for classroom additions, safety & security equipment updates, roof, flooring, and HVAC system replacements.

On May 6, **2017**, District voters passed a \$399 million bond election. Enrollment is expected to increase by an additional 6,200 students during the next five years. Combined with current school district projects, the bond will provide for an additional 7,000 student seats.

On May 1, **2021**, District voters passed 3 of the 4 propositions for a total bond package of \$737,500,000. The bond package will accommodate 4,000-5,000 new students by the school year 2024-25 and provide school facilities, capital improvements, technology devices and middle school recreational facilities. Below is a current Capital Project Funds forecast based on project completion dates. All bond funds are expected to be spent by the end of the 2024-25 school year.

May 6, **2023**, Northwest ISD voters approved all three propositions as part of the school district's 2023 bond election. The approval will fund \$1.995 billion worth of projects in a historic package that will construct 12 new schools and additional facilities for one of the fastest-growing school districts in North Texas.

With the opening of any new school, the General Fund is increased to address the additional costs of school operations. These additional operating costs are funded through property taxes and state funding. The 2023-24 school year was unusual in that we opened three new campuses and two replacement campuses.

# 2023 - 2024 Adopted Budget

## NORTHWEST INDEPENDENT SCHOOL DISTRICT COMBINED STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE, CAPITAL PROJECTS FOR THE YEAR ENDING JUNE 30, 2020 THROUGH JUNE 30, 2022

	Audited Financial Reports			Adopted Budget		Financial Forecast		
Description	19-20	20 - 21	21-22	22-23	23-24	24-25	25-26	26-27
<b>REVENUES:</b>								
Local and Intermediate Sources	1,424,843	142,604	609,535	-	3,036,530	3,159,991	3,284,311	3,415,684
State Program Revenues	36,061	-	46,776	150,000	150,000	-	-	-
Federal Program Revenues	-	-	-	-	-	-	-	-
Total Revenues	1,460,904	142,604	656,311	150,000	3,186,530	3,159,991	3,284,311	3,415,684
<b>EXPENDITURES:</b>								
Payroll Costs	714,914	924,652	942,220	1,024,313	3,485,115	1,540,517	1,586,733	1,634,334
Contracted Service	-	-	-	-	33,237	33,237	33,237	33,237
Supplies and Materials	11,021,722	16,360,369	18,440,204	143,926,649	162,402,587	133,695,884	133,786,900	134,115,590
Miscellaneous	2,807	(34)	-	-	-	-	-	-
Debt Service	1,364,218	-	2,818,748	-	-	1,100,000	1,133,000	1,178,320
Capital Outlay	128,483,302	75,946,039	87,302,300	565,594,308	350,000,000	365,309,362	366,763,417	362,393,883
Total Expenditures	141,586,963	93,231,026	109,503,472	710,545,270	515,920,939	501,679,000	503,303,287	499,355,365
Excess (Deficiency) of Revenues Over (Under)	(140,126,059)	(93,088,422)	(108,847,161)	(710,395,270)	(512,734,409)	(498,519,009)	(500,018,976)	(495,939,681)
Expenditures								
Other Resources	214,290,856	-	402,818,748	151,166,707	402,634,689	680,000,000	610,000,000	500,000,000
Other (Uses)	(13,926,638)	-	-	-	-	-	-	-
Excess (Deficiency) of Revenues and Other Resources								
Over Expenditures and Other Uses	60,238,159	(93,088,422)	293,971,587	(559,228,563)	(110,099,720)	181,480,991	109,981,023	4,060,319
Fund Balance - September 1, (Beginning)	116,709,700	176,947,859	83,859,437	377,831,025	(181,397,538)	(291,497,258)	(110,016,267)	(35,244)
Increase (Decrease) in Fund Balance	60,238,159	(93,088,422)	293,971,587	(559,228,563)	(110,099,720)	181,480,991	109,981,023	4,060,319
<b>Fund Balance - June 30 (Ending)</b>	176,947,859	83,859,437	377,831,021	(181,397,538)	(291,497,258)	(110,016,267)	(35,244)	4,025,075

### Assumptions:

- (1) Local revenue was projected to increase by 4% with the increase we expect in facilities rental.
- (2) Payments will remain high as we just passed a bond and are building multiple sites.
- (3) We will have multiple bond sales to pay for the building of new schools.
- (4) Bond sales are unknown at the moment but the District does not anticipate to have a negative fund balance as forecasted

**2023 - 2024 Adopted Budget**

**NORTHWEST INDEPENDENT SCHOOL DISTRICT  
CAPITAL PROJECTS FUNDS - MASTER PROJECT LIST  
2021 BOND AUTHORIZATION  
BUDGET FOR THE YEAR ENDING JUNE 30, 2024**

						Project Schedule					
	Project	Project	Original	21	22	23	24	25	26		
	Type	Number	Budget	22	23	24	25	26	27		
PROPOSITION A											
Growth: New Facilities, Additions and Land											
New Elementary #22	New	21A-125	\$42,450,000.00			X					
New Elementary #23	New	21A-126	\$45,800,000.00				X				
Middle School #7	New	21A-048	\$81,370,000.00			X					
Replacement Hatfield	New	21A-110	\$40,345,000.00			X					
Replacement Seven Hills	New	21A-108	\$40,280,000.00			X					
Additional Pre-K Classrooms (11 ES)	Addition	21A-PREK	\$13,435,000.00				X				
Pike Replacement Middle School	Addition	21A-043	\$94,620,000.00				X				
Northwest HS Additions & Renovations	Addition	21A-001	\$160,335,000.00				X				
Land Acquisition	Site Purchases	21A-S99	\$16,850,000.00		X	X	X				
Capital Improvements and Renovations											
Fire Alarms	Improvement	21A-FIRE	\$845,000.00		X	X	X				
Kitchen Floor - Prairie View	Improvement	21A-111	\$76,000.00		X						
Gymnasium Upgrades (flooring, sound system, etc.)	Improvement	21A-GYMS	\$1,950,000.00		X						
Roof Lifecycle Replacements (4 campuses)	Improvement	21A-ROOF	\$9,100,000.00			X	X				
Hard Floor Lifecycle Replacements (3 campuses)	Improvement	21A-FLR	\$915,000.00	X							
Carpet Lifecycle Replacements (10 campuses)	Improvement	21A-CARP	\$6,270,000.00		X						
HVAC Lifecycle Replacements (6 campuses)	Improvement	21A-HVAC	\$8,610,000.00				X				
Hatfield to Admin Space	Renovation	21A-ADM1	\$18,400,000.00			X					
Central Administration	Renovation	21A-ADM2	\$15,750,000.00			X					
West Operations Facility	Renovation	21S-952	\$5,200,000.00	X							
Equity/Evolving Needs											
Special Education Upgrades - Middle School	Improvement	21A-SPED	\$610,000.00			X					
Buses for Growth (21)	New	21A-BUS	\$2,190,000.00								
PLTW Labs	Improvement	21A-PLTW	\$335,000.00			X					
Skills for Living CTMS and Medlin	Improvement	21A-SKIL	\$870,000.00			X					
Elementary Playground Additions	Addition	21A-PLY1	\$2,525,000.00		X						
Elementary Playground Expansion	Improvement	21A-PLY2	\$3,830,000.00		X						
Elementary Playground Surfacing	Improvement	21A-SURF	\$2,060,000.00		X						

## 2023 - 2024 Adopted Budget

	Project	Project	Original	21	22	23	24	25	26
	Type	Number	Budget	22	23	24	25	26	27
<b>Technology</b>									
Technology Infrastructure	Improvement	21A-INFR	\$76,995,000.00	X	X	X	X		
Safety and Security - Technology PA, Access Control	Improvement	21A-S&S	\$13,515,000.00	X	X	X	X		
Cell Phone Boosters & Monitors	Improvement	21A-CELL	\$5,400,000.00	X	X	X	X		
Radio Upgrades and Repeaters	Improvement	21A-RAD	\$219,000.00	X	X	X	X		
<b>Bond Salaries</b>									
Bond Salaries	Salaries	21A-SAL	1,250,000.00	X	X	X	X		
<b>PROPOSITION C</b>									
Middle School No. 7 - Tennis and Football Field	New	<u>21C-048</u>	\$3,400,000.00			X			
Middle School Tennis Court Resurfacing	Improvement	<u>21C-TENN</u>	\$1,300,000.00	X					
Medlin MS Tennis Courts	Improvement	<u>21C-042</u>	\$1,000,000.00	X					
<b>PROPOSITION D</b>									
New Devices for Students Replacements & Growth	New	21D-SDV	\$6,450,000.00	X	X	X	X		
New Devices for Teachers Replacements & Growth	New	21D-TDV	\$12,950,000.00	X	X	X	X		
<b>TOTAL</b>			<b>\$737,500,000.00</b>						

### Fund 621

On May 1, **2021**, District voters passed 3 of the 4 propositions for a total bond package of \$737,500,000. The bond package will accommodate 4,000-5,000 new students by the school year 2024-25 and provide school facilities, capital improvements, technology devices and middle school recreational facilities. Above is a current Capital Project Funds forecast based on project completion dates. All bond funds are expected to be spent by the end of the 2024-25 school year.

The 2021 bond funded the following major projects for the 2023-2024 school year: Worthington Middle School, Daniel Elementary, Hatfield Elementary and Seven Hills Elementary replacement campuses along with technology and safety upgrades.

Major projects to be completed by the 2024-2025 school year include: Northwest High School renovation, Pike Middle School replacement campus and some costs of Perrin Elementary. Due to rising supply costs, Perrin Elementary will be mostly funded out of the 23 Bond.

**2023 - 2024 Adopted Budget**

**NORTHWEST INDEPENDENT SCHOOL DISTRICT  
CAPITAL PROJECTS FUNDS - MASTER PROJECT LIST  
2023 BOND AUTHORIZATION  
BUDGET FOR THE YEAR ENDING JUNE 30, 2024**

						Project Schedule				
	Project	Project	Original		23	24	25	26	27	
	Type	Number	Budget		24	25	26	27	28	
PROPOSITION A										
Growth: New Facilities, Additions and Land										
EARLY CHILDHOOD CENTER #1	New	23A-201	\$41,517,250.00			X				
EARLY CHILDHOOD CENTER #2	New	23A-202	\$41,517,250.00			X				
EARLY CHILDHOOD CENTER #3	New	23A-203	\$41,517,250.00				X			
EARLY CHILDHOOD CENTER #4	New	23A-204	\$41,517,250.00				X			
PERRIN ES	New	23A-126	\$54,827,000.00		X					
NEW ELEMENTARY #24	New	23A-127	\$61,944,000.00				X			
NEW ELEMENTARY #25	New	23A-128	\$61,944,000.00							
NEW ELEMENTARY #26	New	23A-129	\$69,270,000.00							
NEW JUSTIN ELEMENTARY	New	23A-102	\$61,944,000.00			X				
NEW PRAIRIE VIEW ELEMENTARY	New	23A-111	\$69,270,000.00			X				
MIDDLE SCHOOL #8	New	23A-049	\$145,947,000.00				X			
COMPREHENSIVE HIGH SCHOOL #4	New	23A-013	\$448,405,000.00					X		
NANCE ADDITION	Addition	23A-112	\$15,685,000.00			X				
NEW AGRICULTURE CENTER	New	23A-AGR	\$33,972,000.00					X		
RELOCATE TRANSPORTATION FACILITY	New	23A-934	\$24,914,000.00				X			
CENTRAL MASTER PLAN	Improvements	23A-PLN	\$11,721,000.00					X		
LAND ACQUISITION	Land	23A-S99	\$30,000,000.00							
BUSES FOR GROWTH	Transportation	23A-BUS	\$7,526,000.00							
Capital Improvements and Renovations										
NEW CENTRAL ADMINISTRATION, CONSTRUCTION, AND MAINTENANCE	New/Renovation	23A-ADM2	\$109,096,000.00				X			
DISTRIBUTION CENTER MODIFICATIONS	Renovation	23A-954	\$5,596,000.00			X				
WEST OPERATIONS FACILITY MODIFICATIONS	Renovation	23A-952	\$2,619,000.00							
STEELE RENOVATIONS; FINE ARTS ITEMS	Renovation	23A-010	\$9,673,000.00					X		
LLC PARKING LOT ADDITION	Addition	23A-012	\$1,102,000.00		X					
Equity/Evolving Needs										
CTE IMPROVEMENTS AND RENOVATIONS	Improvements	23A-999	\$904,000.00							
TILE CORRIDOR WALLS AT EXISTING CAMPUSES	Improvements	23A-999	\$983,000.00			X				
HVAC WORK GRADED&F	Improvements	23A-999	\$51,454,000.00							
ROOF REPLACEMENT	Improvements	23A-999	\$22,384,000.00							
REPLACE AGED FLOORING - CARPET 2023 & 2024	Improvements	23A-999	\$5,673,000.00			X				
CONVERT TO LED LIGHTING - PHASE 1	Improvements	23A-999	\$4,712,000.00			X				
INDOOR AIR QUALITY ENHANCEMENT - GRADED&F	Improvements	23A-999	\$5,004,000.00							

## 2023 - 2024 Adopted Budget

BUILDING AUTOMATION GRADE D&F	Improvements	23A-999	\$20,027,000.00						
BUILDING ENVELOPE GRADE D&F	Improvements	23A-999	\$345,000.00						
	<b>Project</b>	<b>Project</b>	<b>Original</b>	<b>23</b>	<b>24</b>	<b>25</b>	<b>26</b>	<b>27</b>	
	<b>Type</b>	<b>Number</b>	<b>Budget</b>	<b>24</b>	<b>25</b>	<b>26</b>	<b>27</b>	<b>28</b>	
WATER CONSUMPTION/IRRIGATION UPGRADES GRADE F	Improvements	23A-999	\$942,000.00						
TRANSFORMER REPLACEMENT	Improvements	23A-999	\$1,725,000.00						
ENLARGE HS CAFETERIAS (6A)	Improvements	23A-999	\$23,758,000.00					X	
ENLARGE HS COMPETITION GYMS (6A)	Improvements	23A-999	\$19,156,000.00					X	
ENLARGE HS AUDITORIUMS (6A)	Improvements	23A-999	\$26,060,000.00					X	
BNHS AUDITORIUM RENOVATIONS	Improvements	23A-999	\$2,598,000.00					X	
ADDITIONAL BLEACHERS (NOT EXCEEDING 1000 SEATS TOTAL)	Improvements	23A-999	\$6,119,000.00		X				
NON-STADIUM TURF REPLACEMENT	Improvements	23A-999	\$3,279,000.00		X				
NON-STADIUM ATHLETIC LIGHTING	Improvements	23A-999	\$5,203,000.00						
MIDDLE SCHOOL FCS KITCHEN UPGRADES	Improvements	23A-999	\$191,000.00		X				
FURNITURE - ES CLASSROOM 2023-2024	Improvements	23A-999	\$16,464,000.00		X				
<b>Technology</b>									
INFRASTRUCTURE	Technology	23A-INFR	\$24,366,000.00	X	X	X	X	X	X
COMMUNICATIONS	Technology	23A-COMM	\$2,618,000.00	X	X	X	X	X	X
SYSTEMS	Technology	23A-SYST	\$4,983,000.00	X	X	X	X	X	X
AUDIO/VISUAL UPGRADES	Technology	23A-AV	\$3,033,000.00	X	X	X	X	X	X
CYBER SECURITY	Technology	23A-S&S	\$8,448,000.00	X	X	X	X	X	X
<b>Safety &amp; Security</b>									
SECURITY SHADES FOR EXISTING CLASSROOMS	Safety & Security	23A-WIN	\$1,780,000.00	X	X	X	X	X	X
FIRE ALARM REPLACEMENT	Safety & Security	23A-FIRE	\$77,000.00	X	X	X	X	X	X
BDA (BI-DIRECTIONAL ANTENNA) RADIO SYSTEM	Safety & Security	23A-BDA	\$6,324,000.00	X	X	X	X	X	X
SAFETY AND SECURITY HARDWARE ITEMS	Safety & Security	23A-HARD	\$1,948,000.00	X	X	X	X	X	X
PHYSICAL SECURITY	Safety & Security	23A-S&S	\$10,111,000.00	X	X	X	X	X	X
<b>PROPOSITION A TOTALS</b>			<b>\$1,672,193,000.00</b>						

## 2023 - 2024 Adopted Budget

<b>PROPOSITION B - STADIUM PROJECTS OVER 1000 SEATS</b>											
HOME STADIUM - BNHS	New	23B-007	\$91,207,667.00						<u>X</u>		
HOME STADIUM - EHS	New	23B-011	\$91,207,667.00						<u>X</u>		
HOME STADIUM NEW HS #4	New	23B-013	\$91,207,666.00						<u>X</u>		
TEXAN FIELD RENOVATIONS (NISD TRACK & FIELD COMPLEX)	Improvements	23B-TRAC	\$21,747,000.00						<u>X</u>		
STADIUM HVAC WORK	Improvements	23B-HVAC	\$2,012,000.00			<u>X</u>					
STADIUM LED LIGHT REPLACEMENT (NISD & TEXAN FIELD)	Improvements	23B-LED	\$1,778,000.00						<u>X</u>		
NISD STADIUM ROOF REPLACEMENT	Improvements	23B-ROOF	\$1,744,000.00			<u>X</u>					
STADIUM BUILDING AUTOMATION	Improvements	23B-BLDG	\$323,000.00			<u>X</u>					
STADIUM TRANSFORMER REPLACEMENT	Improvements	23B-TRAN	\$133,000.00			<u>X</u>					
STADIUM FIRE ALARM REPLACEMENT	Improvements	23B-FIRE	\$195,000.00			<u>X</u>					
<b>PROPOSITION B TOTALS</b>			<b>\$301,555,000.00</b>								
<b>PROPOSITION C</b>											
NEW TECHNOLOGY DEVICES	<u>Technology</u>	21C-DEV	\$21,752,000.00								
<b>PROPOSITION C TOTALS</b>											
<b>TOTAL</b>			<b>\$1,995,500,000.00</b>								

## Fund 622

May 6, **2023**, Northwest ISD voters approved all three propositions as part of the school district's 2023 bond election. The approval will fund \$1.995 billion worth of projects in a historic package that will construct 12 new schools and additional facilities for one of the fastest-growing school districts in North Texas. Pages 99-102 detail the anticipated project schedule for the new bond.

# Major Projects

## HIGH SCHOOL #4

- Located at North Riverside Drive in Fort Worth (near I-35W and S.H. 170).
- Would alleviate overcrowding at Eaton and Northwest high schools.

## MIDDLE SCHOOL #8

- Located in the Pecan Square development in Northlake.
- Would provide relief for Pike Middle School.

## ELEMENTARY SCHOOLS #23, 24, 25, 26

- Elementary School #23 (Perrin Elementary) is slated to open in the Wildflower Ranch community in August 2024.
- Elementary Schools #24 and 25 will be located along the 287 corridor and in the Haslet area.
- The final new elementary school will be located in an area as necessitated by growth.

## EARLY CHILDHOOD CENTERS #1, 2, 3, 4

- Four early childhood centers would be built across Northwest ISD, one in each geographic area of the district.
- The existing sites of Justin and Prairie View elementary schools would be used for two of these sites.
- The district owns a third site near Cox Elementary school that will be surveyed as the likely site of an early childhood center.
- A fourth location will be determined in the southern portion of the district.
- These facilities would also offer staff daycare to attract high-quality educators to Northwest ISD.

## HIGH SCHOOL HOME STADIUMS

- Byron Nelson and Eaton high schools would each receive a home stadium for athletics and fine arts use, as would the proposed fourth high school.
- These stadiums would replace the existing sub-varsity stadium and feature enough seating to accommodate 6A crowds.
- Given its proximity to the high school, Northwest ISD Stadium will remain the home stadium of the Northwest Texans.



Scan for more information  
[nisdtxbond.org](https://nisdtxbond.org)





## Supporting Financial Schedules and Crosswalks

### **Combined Statement of Expenditures by Function and Object Code**

The Combined Statement of Expenditures by Function and Object Code expands upon the expenditures portion of the Combined Statement of Revenues, Expenditures and Changes in Fund Balance. Expenditures for all funds are broken down to the Function Code and major Object Code level.

The **Function Code** is a mandatory 2-digit code applied to expenditures/ expenses that identifies the purpose of the transaction. The first digit identifies the major class and the second digit refers to the specific function within the area. Example: The function "Health Service" is coded 33. The first 3 specifies Support Services - Student (Pupil) and the second 3 is Health Services.

The **Object Code** is a mandatory 4-digit code identifying the nature and object of an account, a transaction or a source. The first of the four digits identifies the type of account or transaction, the second digit identifies the major area, and the third and fourth digits provide further sub-classifications. Example: Money received for current year taxes is classified in account 5711. The 5 denotes revenue, the 7 shows Local and Intermediate Sources, the 1 denotes local real and personal property taxes revenue and the final 1 specifies current year levy.

### **Object Title**

**5000 Revenue Control Accounts:** District revenues are classified by fund and object or source. There are three major sources: local, state and federal. Local sources include tax collections and investment earnings. Texas state sources rely on a formula of local property taxes and student enrollment for state aid and are based on legislated funding formulas. Federal funds are primarily reimbursements received from the School Health Related Service (SHARS) program.

**Other Local Sources:** Other local sources include interest earnings, reform from district facilities, gifts and donations, insurance recovery, revenue from activity accounts, lunch sales, athletic gate fees, concessions sales and advertising.

#### **5700 Revenues from Local and Intermediate Sources**

- Local Real and Personal Property Taxes
- Service Rendered to Other School Districts
- Tuition and Fees
- Other Revenues from Local Sources
- Cocurricular, Enterprising Services or Activities
- Revenues from Intermediate Sources

#### **5800 State Program Revenues**

- Per Capita and Foundation School Program
- State program Revenues distributed by TEA
- State Revenues Other than TEA
- Shared Services Arrangements

#### **5900 Federal Program Revenue**

- Other than State or Federal Agencies
- Federal Revenues Distributed by TEA
- Federal Revenues Distributed other than TEA
- Directly from the Federal Government

### **Budgeted Expenditures by Fund, Function and Object**

The Budgeted Expenditures by Fund, Function and Object expands upon the expenditures portion of the Combined Statement of Revenues, Expenditures and Changes in Fund Balance for the General Fund, Special Revenue Funds, Debt Service Funds, and Capital Projects Funds. Expenditures for all funds are broken down to the Function Code and major Object Code level. The Function Code and Object Code are explained in the preceding paragraphs above.

The current year adopted budget is organized by major fund. Also, a financial crosswalk is included which summarizes the information by major object code.

6000 **Expenditure/Expense Control Accounts:** Expenditure budgets are legally adopted at the fund and function level; however, within this document we have talked about segregate expenditures by major objects.

6100 **Payroll Costs**

6200 **Professional and Contracted Services**

Legal Services, Tax Appraisal & Collections, Utilities, Rentals, Consulting Services and Miscellaneous Contract Services.

6300 **Supplies and Materials**

Gasoline and Other Fuels, Textbooks, Reading Materials, Testing Materials, Items for Sale and General Supplies.

6400 **Other Operating Costs**

Employee Travel, Student Travel, Insurance and Bonding Costs, Election Costs, Membership

Dues,

Miscellaneous Operating Costs, Reclassified Transportation Expenses.

6500 **Debt Service**

6600 **Capital Outlay**

Building Purchase, Construction or Improvement, Furniture and Equipment, Vehicles, Software >\$5000

### **Sub-Object Code**

A 2-digit code for optional use to provide special accountability at the local level.

**2023 - 2024 Adopted Budget**

**NORTHWEST INDEPENDENT SCHOOL DISTRICT  
COMBINED STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN  
FUND BALANCE  
ALL FUNDS  
BUDGET FOR THE YEAR ENDING JUNE 30, 2024**

		Debt	Capital	Food	Special	
	General	Service	Project	Service	Revenue	Total
<u>Description</u>	<u>Fund</u>	<u>Funds</u>	<u>Funds</u>	<u>Funds</u>	<u>Funds</u>	<u>Funds</u>
<b>REVENUES:</b>						
Local and Intermediate Sources	289,822,026	152,151,770	3,036,530	9,565,925	9,624,915	454,635,241
State Program Revenues	29,124,213		150,000	12,714	12,714	29,286,927
Federal Program Revenues	4,156,524			3,972,123	8,258,243	12,414,767
Total Revenues	323,102,763	152,151,770	3,186,530	13,550,762	17,895,872	496,336,935
<b>EXPENDITURES:</b>						
Payroll Costs	244,579,970		3,485,115	67,563	5,406,502	253,471,588
Contracted Service	54,307,468		33,237	13,018,178	14,392,189	68,732,894
Supplies and Materials	15,890,987		162,402,587	438,183	899,285	179,192,859
Miscellaneous	10,872,931				3,565,240	14,438,171
Debt Service	-	112,947,218				112,947,218
Capital Outlay	440,282		350,000,000			350,440,282
						-
Total Expenditures	326,091,638	112,947,218	515,920,939	13,523,924	24,263,217	979,223,012
Excess (Deficiency) of Revenues Over (Under)						
Expenditures	(2,988,876)	39,204,552	(512,734,409)	26,838	(6,367,345)	(482,886,078)
Other Resources			402,634,689			402,634,689
Other (Uses)						
Excess (Deficiency) of Revenues and Other Resources		Excess (Deficiency) of Revenues and Other Resources				
Over Expenditures and Other Uses	(2,988,875)	39,204,552	(110,099,720)	26,838	(6,367,345)	(80,251,388)
Fund Balance - September 1, (Beginning)	111,215,675	74,497,165	(181,397,538)	4,323,305	7,972,598	12,287,900
Increase (Decrease) in Fund Balance	(2,988,875)	39,204,552	(110,099,720)	26,838	(6,367,345)	(80,251,388)
<b>Fund Balance - June 30 (Ending)</b>	108,226,800	113,701,717	(291,497,258)	4,350,143	1,605,253	(67,963,488)

**2023 - 2024 Adopted Budget**

**NORTHWEST INDEPENDENT SCHOOL DISTRICT  
COMBINED STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN  
FUND BALANCE  
ALL FUNDS  
FOR YEAR ENDING JUNE 30, 2020 THROUGH JUNE 30, 2027**

	<b>Audited Financial Reports</b>			<b>Adopted Budget</b>		<b>Financial Forecast</b>		
<b>Description</b>	<b>19-20</b>	<b>20 - 21</b>	<b>21-22</b>	<b>22-23</b>	<b>23-24</b>	<b>24-25</b>	<b>25-26</b>	<b>26-27</b>
<b>REVENUES:</b>								
Local and Intermediate Sources	300,546,476	308,285,076	344,696,998	410,755,394	454,635,241	\$486,927,138	524,310,126	568,156,715
State Program Revenues	23,249,785	38,907,820	27,882,897	26,114,006	29,286,927	32,954,150	35,935,024	39,528,526
Federal Program Revenues	11,931,918	14,890,867	31,131,357	12,217,895	12,414,767	24,489,046	26,893,060	29,582,366
Total Revenues	335,728,179	362,083,763	403,711,252	449,087,295	496,336,935	544,370,334	587,138,210	637,267,607
<b>EXPENDITURES:</b>								
Payroll Costs	185,368,614	192,303,179	204,499,392	237,975,333	253,471,587	270,411,137	294,715,180	324,075,627
Contracted Service	44,735,468	56,841,869	48,071,908	76,519,485	68,732,893	74,245,172	81,082,561	89,187,493
Supplies and Materials	22,729,664	30,505,253	31,300,123	159,731,243	179,192,860	151,767,909	153,495,300	155,794,830
Miscellaneous	7,742,720	7,127,147	9,162,620	12,865,318	14,438,171	15,610,165	17,054,297	18,759,727
Debt Service	82,322,962	84,415,729	112,151,253	122,954,045	112,947,218	115,009,017	114,966,667	117,718,287
Capital Outlay	129,579,373	79,445,359	88,315,158	566,651,047	350,440,282	365,782,665	367,279,317	362,961,373
						-		
Total Expenditures	472,478,797	450,638,535	493,500,453	1,176,696,472	979,223,012	992,826,066	1,028,593,323	1,068,497,337
Excess (Deficiency) of Revenues Over (Under)		(136,750,618)	(88,554,772)	(89,789,201)	(482,886,077)	(448,455,732)	(448,455,733)	(441,455,112)
Expenditures								
Other Resources	540,049,216	19,544	561,942,641	151,166,707	402,634,689	680,000,000	610,000,000	500,000,000
Other (Uses)	(346,225,909)	(1,345,252)	(158,562,918)	-	-	-	-	-
Over Expenditures and Other Uses								
Fund Balance - September 1, (Beginning)	275,065,492	332,138,180	242,257,707	555,848,230	(20,594,241)	(100,845,631)	130,698,637	299,243,521
Increase (Decrease) in Fund Balance	57,072,688	(89,880,473)	313,590,524	(576,442,471)	(80,251,390)	231,544,267	168,544,885	68,770,269
Fund Balance - June 30 (Ending)	332,138,180	242,257,707	555,848,230	(20,594,241)	(100,845,631)	130,698,637	299,243,521	368,013,791

## Fund Balance

### Northwest Independent School District Financial Statements Notes FYE June 30, 2023

The District has implemented GASB Statement No. 54, "Fund Balance Reporting and Governmental Fund Type Definitions" which provides more clearly defined fund balance categories to make the nature and extent of the constraints placed on a government's fund balances more transparent.

**Fund Balance Classification:** The governmental fund financial statements present 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 amounts in the respective governmental funds can be spent. The classifications used in the governmental fund financial statements are as follows:

- **Nonspendable:** This classification includes amounts that cannot be spent because they are either (a) not in spendable form or (b) are legally or contractually required to be maintained intact. The District has classified prepaid items as being nonspendable as these items are not expected to be converted to cash.
- **Restricted:** This classification includes amounts for which constraints have been placed on the use of the resources either (a) externally imposed by creditors, grantors, contributors, or laws or regulations of other governments, or (b) imposed by law through constitutional provisions or enabling legislation. Debt service resources are to be used for future servicing of the District's bonded debt and are restricted through debt covenants. Capital projects fund resources are to be used for future construction and renovation projects and are restricted through bond orders and constitutional law.
- **Committed:** This classification includes amounts that can be used only for specific purposes pursuant to constraints imposed by formal action of the District's Board of Trustees. The Board of Trustees establishes (and modifies or rescinds) fund balance commitments by passage of a resolution. This can also be done through adoption and amendment of the budget. These amounts cannot be used for any other purpose unless the Board removes or changes the specified use by taking the same type of action that was employed when the funds were initially committed. This classification also includes contractual obligations to the extent that existing resources have been specifically committed for use in satisfying those contractual requirements. The Board of Trustees have committed resources as of June 30, 2023 for campus activities.
- **Assigned:** This classification includes amounts that are constrained by the District's intent to be used for a specific purpose but are neither restricted nor committed. This intent can be expressed by the Board of Trustees or through the Board of Trustees delegating this responsibility to other individuals in the District. Under the District's adopted policy, the Board of Trustees may assign amounts for specific purposes, but it has also delegated authority to assign fund balance to the Superintendent. This classification also includes the remaining positive fund balance for all governmental funds except for the General Fund. The District has assigned fund balance of the General Fund as of June 30, 2023 as detailed below.
- **Unassigned:** This classification includes all amounts not included in other spendable classifications, including the residual fund balance for the General Fund. A negative unassigned fund balance may be reported in other governmental funds if expenditures incurred for specific purposes exceed the amounts restricted, committed, or assigned to those purposes.

## 2023 - 2024 Adopted Budget

When an expenditure is incurred for purposes for which both restricted and unrestricted fund balance is available, the District considers restricted funds to have been spent first. When an expenditure is incurred for which committed, assigned, or unassigned fund balances are available, the District considers amounts to have been spent first out of committed funds, then assigned funds, and finally unassigned funds, as needed, unless the Board of Trustees has provided otherwise in its commitment or assignment actions. During the current fiscal period, the Board of Trustees adopted a fund balance policy that expresses an intent to maintain a level of assigned and unassigned fund balance in the general fund equal to 25 percent of the fund's operating expenditures.

The details of the fund balances are included in the Governmental Funds Balance Sheet and are described below:

### **General Fund**

The General Fund has unassigned fund balance of \$106,678,265 at June 30, 2023. Deferred expenditures (prepaid items) of \$1,460,617 and inventories of \$87,918 are considered nonspendable fund balance.

### **Other Major Funds**

The Debt Service Fund has restricted funds of \$74,497,165 at June 30, 2023 consisting primarily of property tax collections that are restricted for debt service payments on bonded debt. The Capital Projects Fund has restricted funds of \$189,422,088 at June 30, 2023 consisting primarily of unspent bond funds, and \$854,596 set aside for capital replacements.

### **Other Funds**

The fund balance of \$3,580,522 of the Campus Activity Fund, \$26,242 in the NISD Education Foundation, and \$42,529 in Other Local Funds (all special revenue funds) are shown as committed due to Board policy committing those funds to those purposes. The fund balance of \$4,323,305 in the Child Nutrition Fund is shown as restricted for the food service program.

### **Local District Requirements**

The Northwest Independent School District Board Policy Manual is available through the Texas Association of School Boards *Policy On Line* at: <http://pol.tasb.org/Policy/Section/391?filter=C>